



WESTCHESTER COUNTY

**FIRST QUARTER UPDATE FOR
FISCAL YEAR 2026**

KENNETH W. JENKINS
COUNTY EXECUTIVE

LAWRENCE C. SOULE
BUDGET DIRECTOR

MAY 15, 2026

WESTCHESTER
COUNTY



Kenneth W. Jenkins
County Executive

Department of the Budget

Lawrence C. Soule
Budget Director

May 15, 2026

Westchester County Board of Legislators
Michaelian Office Building
148 Martine Avenue
White Plains, NY 10601

Honorable Members:

The following first quarter financial report provides an annualized forecast for the twelve months ending December 31, 2026, based on actual financial results through March 31, 2026.

The Department of Budget projects a \$16.64 million gap in the general fund for the 2026 fiscal year. This is primarily attributable to higher than budgeted costs for employee healthcare benefits, daycare subsidies, children with special needs programs, and lower than anticipated bus fare collections. Partially offsetting these unfavorable variances is approximately \$5 million in additional State Transportation Operating Assistance included in the proposed New York State budget.

Uncertainty surrounding tariffs has moderated somewhat following recent court decisions limiting portions of the Executive Branch's authority to impose tariffs without congressional approval. However, ongoing tensions involving Iran and broader instability in the Middle East have introduced additional uncertainty into the economy. Inflationary pressures have remained persistent, largely driven by increased energy costs, while unemployment rates at the County, State, and national levels have increased modestly.

U.S. equity markets have continued to reach record highs, largely driven by gains within the technology sector, contributing to increases in Wall Street bonuses that help support economic activity within Westchester County. At the same time, economic conditions remain uneven across income groups, as higher-income households have generally benefited from asset appreciation while many lower-income households continue to face financial pressures associated with elevated debt levels and persistent inflation.

There have also been ongoing efforts by the federal government to reduce funding for certain federal programs. At this time, many of these proposed actions have been delayed or challenged through court proceedings. It remains uncertain whether any of these proposed funding reductions will ultimately be implemented. We will continue to closely monitor financial performance relative to budget and keep your Honorable Board apprised of any significant developments.

Respectfully submitted,

A handwritten signature in blue ink that reads "Lawrence C. Soule".

Lawrence C. Soule
Budget Director

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**FIRST QUARTER UPDATE FOR
FISCAL YEAR 2026**

KENNETH W. JENKINS
COUNTY EXECUTIVE

VEDAT GASHI
CHAIRMAN, BOARD OF LEGISLATORS

TYRAE WOODSON-SAMUELS
CHAIRMAN, COMMITTEE ON BUDGET AND APPROPRIATIONS

LAWRENCE C. SOULE
BUDGET DIRECTOR

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INTRODUCTION

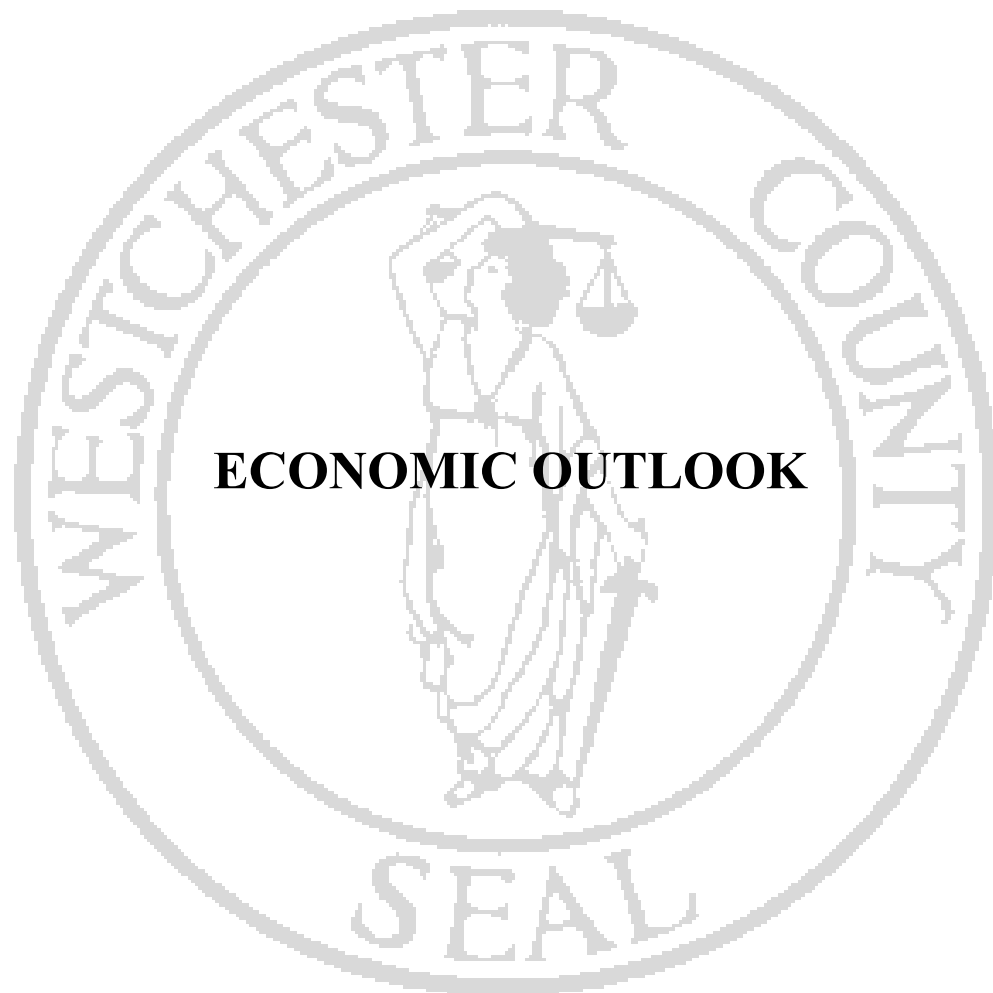
This document presents the First Quarter (Q1) Update for Fiscal Year 2026 (FY26). The Department of Budget (DOB) will also release a Second Quarter Update in August, and a Third Quarter Update in conjunction with the Executive's 2027 Proposed Budget in November. The County operates on a calendar fiscal year, and all projections are fully annualized based on information currently available.

The Q1 Update presents financial data in five columns:

1. The budget as originally Adopted in December of 2025 (2026 Adopted)
2. The current budget as modified by rolled encumbrances, amendments, and transfers (2026 Modified)
3. Expenditures and revenues posted to the County's general ledger as of March 31, 2026 (YTD Mar 31)
4. DOB's fully annualized projections (2026 Projected)
5. DOB's projections (4) less the current modified budget (2) (Proj. less Modified)

The 'YTD Mar 31' data is required to be presented by local law 7 of 2014, and is a snapshot of the transactions posted to the County's general ledger through March 31, 2026. These figures are not audited. Readers are cautioned from drawing conclusions based on the 'YTD Mar 31' data due to the timing of transactions, and the seasonal nature of certain expenditures and revenues.

Since many factors may materially affect the fiscal and economic conditions of the County, the forecasts, projections, and estimates contained in this document should not be regarded as a representation that such forecasts, projections, and estimates will occur. Statements regarding future outcomes contained herein are based on the County's expectations and are necessarily dependent upon assumptions, estimates, and data that it believes are reasonable as of the date made but that may be incorrect, incomplete or imprecise, or not reflective of actual results. Forecasts, projections and estimates are not intended as representations of fact or guarantees of results.



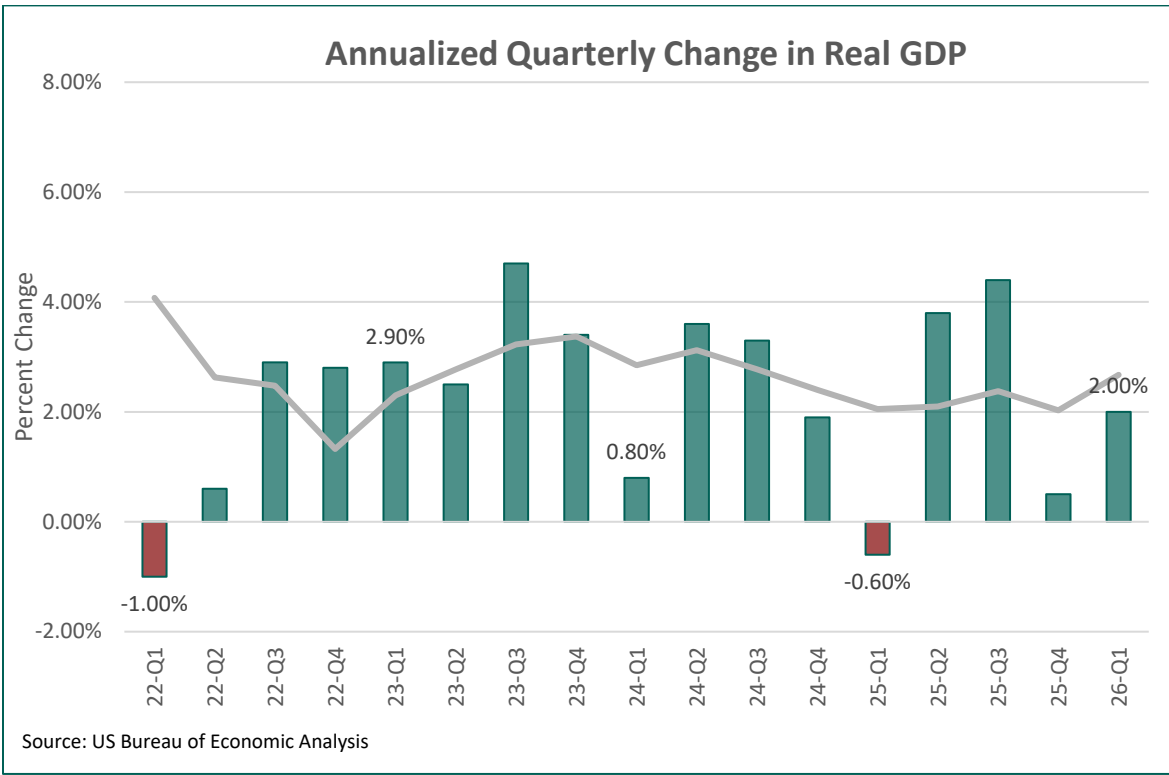
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GROSS DOMESTIC PRODUCT (GDP)

Real Gross Domestic Product (GDP) increased at an annualized rate of 2.0% during the first quarter of 2026, up from the 0.5% growth rate recorded in the fourth quarter of 2025. Economic growth during the quarter was primarily driven by increases in gross private domestic investment, exports, and government expenditures.

Gross private domestic investment accelerated from 2.3% in the fourth quarter of 2025 to 8.7% in the first quarter of 2026, supported by strong gains in equipment spending and nonresidential investment. Exports also rebounded sharply during the quarter, increasing 12.9% following a 3.2% decline in the prior quarter. Government expenditures and gross investment increased 4.4% after declining 5.6% in the fourth quarter of 2025.

Personal consumption expenditures, which represent the largest component of GDP, moderated slightly from 1.9% in the fourth quarter of 2025 to 1.6% in the first quarter of 2026. Residential investment remained weak, declining 8.0% during the quarter, reflecting continued pressure from elevated borrowing costs and affordability challenges within the housing market.



Prior to the release of the latest GDP reading, the Federal Open Market Committee (FOMC) projected real GDP growth of approximately 2.4% for 2026 and 2.3% for 2027 in its March 2026 Summary of Economic Projections (SEP). These projections reflect expectations for continued moderate economic growth despite persistent inflationary pressures and elevated economic uncertainty.

ECONOMIC OUTLOOK

The FOMC controls the federal funds rate, which directly influences borrowing costs for consumers and businesses throughout the economy. Between March 2022 and July 2023, the Federal Reserve aggressively increased interest rates in an effort to combat elevated inflation. Since late 2024, the Federal Reserve has shifted toward a more accommodative monetary policy stance as inflationary pressures moderated from peak levels.

While the Federal Reserve has indicated that additional interest rate adjustments may occur in 2026, future monetary policy decisions will continue to depend on incoming economic data, including inflation, employment conditions, consumer spending, and overall economic growth. The table below illustrates FOMC federal funds rate changes from 2022 through the present.

FEDERAL OPEN MARKET COMMITTEE RATE CHANGES		
FOMC MEETING DATE	CHANGE IN BASIS POINTS	TARGET RATE
March 17, 2022	25	0.25% to 0.50%
May 5, 2022	50	0.75% to 1.00%
June 16, 2022	75	1.50% to 1.75%
July 27, 2022	75	2.25% to 2.50%
September 21, 2022	75	3.00% to 3.25%
November 2, 2022	75	3.75% to 4.00%
December 14, 2022	50	4.25% to 4.50%
February 1, 2023	25	4.50% to 4.75%
March 22, 2023	25	4.75% to 5.00%
May 3, 2023	25	5.00% to 5.25%
July 26, 2023	25	5.25% to 5.50%
September 18, 2024	-50	4.75% to 5.00%
November 7, 2024	-25	4.50% to 4.75%
December 18, 2024	-25	4.25% to 4.50%
September 17, 2025	-25	4.00% to 4.25%
October 29, 2025	-25	3.75% to 4.00%
December 10, 2025	-25	3.50% to 3.75%

Source: Board of Governors of the Federal Reserve, Federal Open Market Committee (FOMC)

TARIFFS

In April 2025, the United States implemented a broad series of tariffs on many of its major trading partners, significantly shifting U.S. trade policy. Tariffs are taxes imposed on imported goods and are generally intended to protect domestic industries, encourage domestic production, and generate government revenue. Historically, however, tariffs have often resulted in increased costs being passed through to businesses and consumers in the form of higher prices.

The implementation of tariffs and the subsequent retaliatory actions by several trading partners increased uncertainty and volatility across financial markets throughout 2025. In anticipation of higher import costs, many companies accelerated purchases and inventory accumulation during the first half of 2025, contributing to elevated import activity and supply chain disruptions. Tariff rates between the United States and China escalated significantly during portions of 2025 before temporary trade truces and negotiations moderated some of the proposed increases.

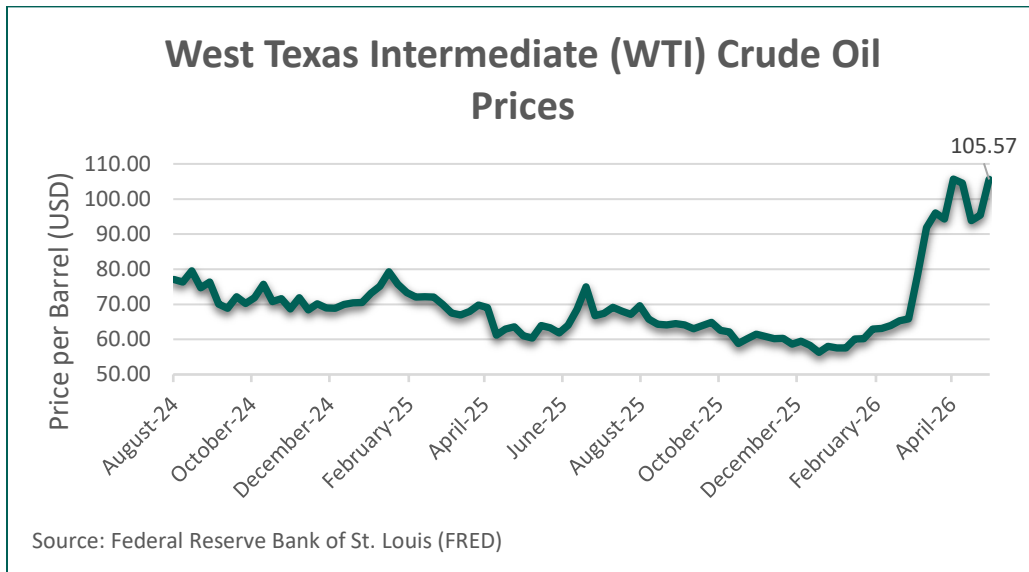
In early 2026, legal challenges curtailed the administration's ability to unilaterally impose tariffs on imported goods.

- **Supreme Court Limits IEEPA (Feb 20, 2026):** In a 6-3 decision, the Supreme Court ruled that the International Emergency Economic Powers Act (IEEPA) of 1977 does not authorize the President to impose sweeping, unilateral tariffs. This invalidated roughly 70% of the administration's active tariff architecture, including the "Liberation Day" reciprocal tariffs.
- **Trade Court Rejects Section 122 Tariffs (May 7, 2026):** Following the Supreme Court ruling, the President imposed a temporary 10% global tariff under Section 122 of the Trade Act of 1974. On May 7, 2026, the Court of International Trade (CIT) ruled this was an improper use of that statute, which is meant for specific balance-of-payments crises, not general trade deficits.
- **Congressional Authority Reaffirmed:** The rulings emphasized that the constitutional power to tax and levy duties rests with Congress, not the Executive Branch

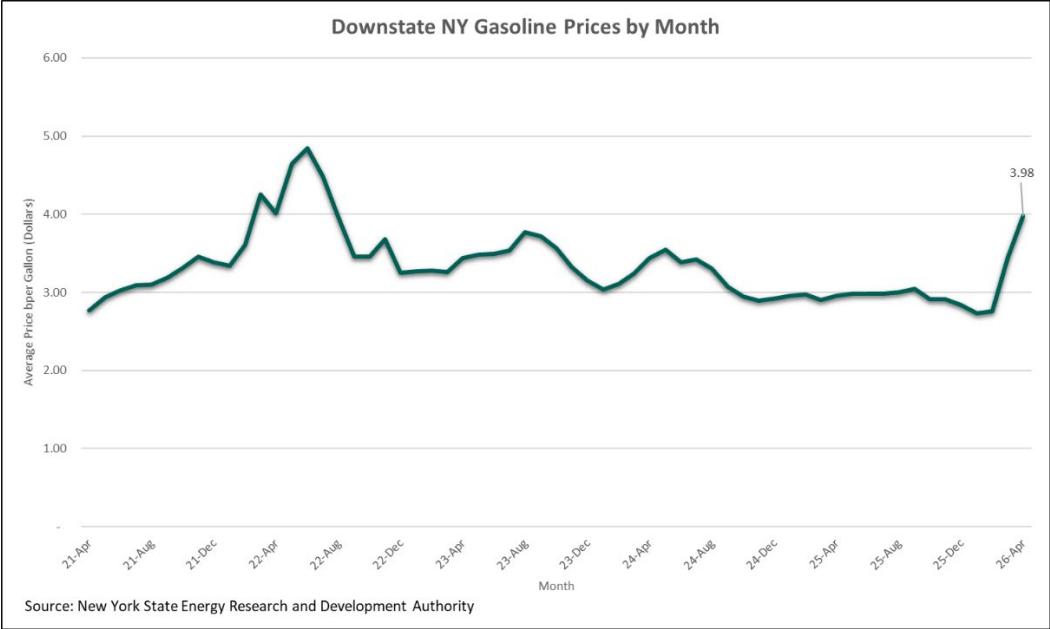
The long-term economic effects of these trade policies on inflation, consumer spending, supply chains, and global economic growth remain a concern.

US IRAN CONFLICT AND OIL PRICES

Ongoing tensions involving the United States and Iran continue to contribute to significant volatility within global energy markets. Concerns regarding military conflict, sanctions, and potential disruptions to shipping activity through the Strait of Hormuz have created elevated uncertainty surrounding global oil supplies and energy prices. The Strait of Hormuz remains one of the world’s most critical energy trade routes, with a substantial portion of global oil exports passing through the region.



During periods of escalating geopolitical tensions, West Texas Intermediate (WTI) crude oil prices increased sharply as markets reacted to the possibility of supply disruptions throughout the Middle East. Increased volatility in crude oil markets has contributed to fluctuations in gasoline and transportation costs, while also creating additional inflationary concerns for consumers and businesses. The chart above illustrates recent increase in WTI crude oil prices, while the chart on the following page demonstrates the corresponding rise in gasoline prices throughout the New York-Newark-Jersey City metropolitan region. Gasoline prices increased sharply during the first quarter of 2026, with the latest reading reaching approximately \$3.98 per gallon in April 2026.



Higher energy prices may place additional financial pressure on households throughout Westchester County and the broader downstate region, particularly for commuters and transportation-dependent industries. Rising gasoline and transportation costs can also contribute to broader inflationary pressures, potentially impacting consumer spending and delaying anticipated interest rate reductions by the Federal Reserve. In addition, prolonged geopolitical instability may negatively affect consumer confidence, financial markets, and overall economic growth. Although diplomatic negotiations and temporary ceasefire discussions have periodically eased market concerns, uncertainty regarding the long-term stability of the region and global energy supply chains remains elevated.

EMPLOYMENT / UNEMPLOYMENT

Labor market conditions remained relatively stable entering 2026, although unemployment rates increased modestly across most regions compared to the prior year. The national unemployment rate stood at 4.3 percent in March 2026, compared to 4.2 percent one year earlier. Within New York State, the statewide unemployment rate increased to 4.4 percent from 4.1 percent in March 2025.

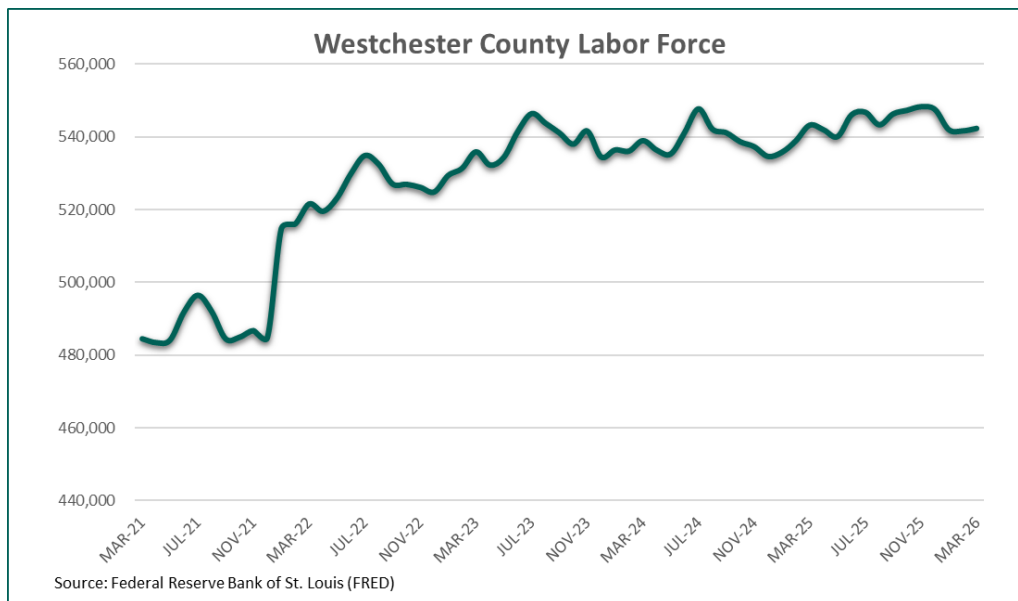
MARCH UNEMPLOYMENT BY PLACE OF RESIDENCE (NOT SEASONALLY ADJUSTED)			
REGION	UNEMPLOYED (IN THOUSANDS)	UNEMPLOYMENT RATE MAR 2026	UNEMPLOYMENT RATE MAR 2025
NASSAU COUNTY	25	3.5%	3.2%
ROCKLAND COUNTY	6	3.3%	3.2%
SUFFOLK COUNTY	32	3.9%	3.6%
WESTCHESTER COUNTY	20	3.6%	3.3%
NEW YORK CITY	218	4.9%	4.7%
NEW YORK STATE	446	4.4%	4.1%
UNITED STATES	7,337	4.3%	4.2%

Source: NYS Department of Labor – Local Area Unemployment Statistics

ECONOMIC OUTLOOK

Among the downstate suburban counties, Westchester County reported an unemployment rate of 3.6 percent in March 2026, compared to 3.3 percent one year earlier. Nassau County and Rockland County reported unemployment rates of 3.5 percent and 3.3 percent, respectively, while Suffolk County reported a rate of 3.9 percent. New York City continued to experience comparatively elevated unemployment levels, with the unemployment rate increasing to 4.9 percent from 4.7 percent in the prior year.

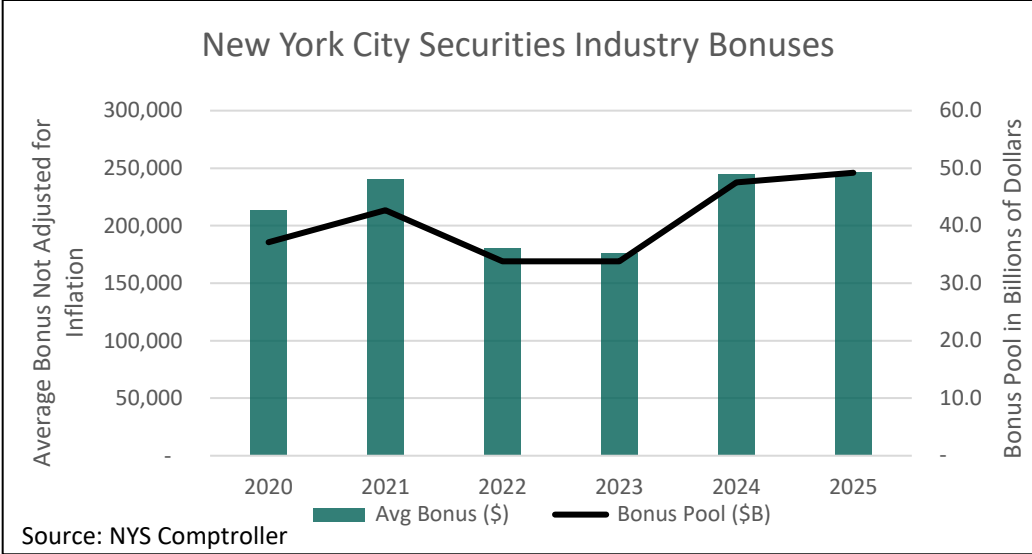
Despite the modest increase in unemployment rates, labor market conditions generally remain historically healthy throughout the region. Employment data continues to be a key factor in Federal Open Market Committee (FOMC) monetary policy decisions, as continued labor market resilience may contribute to ongoing wage and inflationary pressures throughout the economy.



As of March 2026, Westchester County's labor force remained above pre-pandemic levels, reflecting continued labor market participation and employment demand within the region. Although labor force growth has moderated in recent quarters, overall labor market conditions within the County continue to be relatively resilient. The County's unemployment rate increased modestly from the prior year but remains below both the New York State and national averages, indicating comparatively strong labor market conditions within Westchester County.

FINANCIAL SERVICES SECTOR

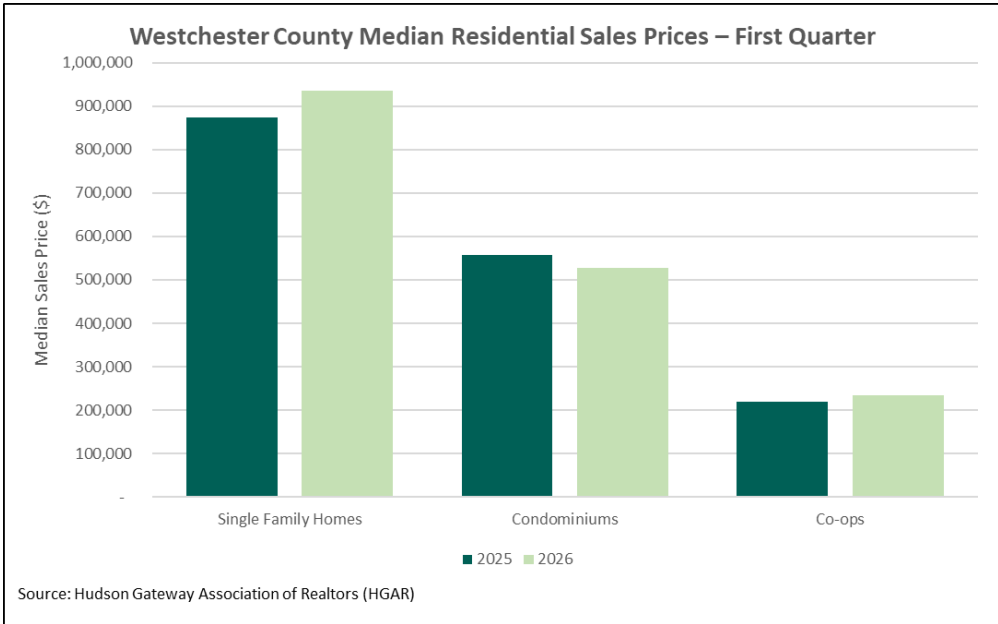
The financial services sector remains a major economic driver within the New York City metropolitan region. Due to the region's significant concentration of financial institutions and securities firms, economic activity within the downstate region is heavily influenced by financial market performance and investor activity. Compensation within the securities industry is largely performance-based, making bonus trends an important indicator of industry profitability and overall regional economic conditions.



According to the Office of the New York State Comptroller, the securities industry bonus pool increased to approximately \$49.2 billion in 2025, following a substantial increase in 2024. The average Wall Street bonus increased modestly from approximately \$244,700 in 2024 to approximately \$246,900 in 2025, reaching one of the highest levels on record.

HOUSING

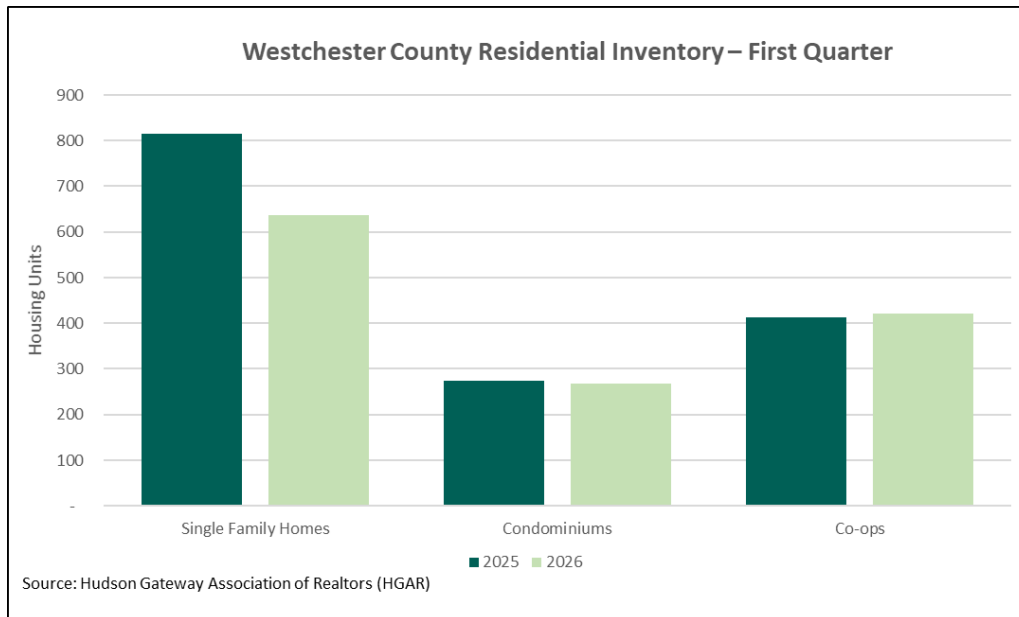
Housing affordability continues to be a significant concern within Westchester County and throughout the downstate region. Elevated interest rates have continued to place upward pressure on mortgage borrowing costs, reducing affordability for many prospective homebuyers. Despite higher financing costs, limited housing supply throughout Westchester County has continued to support elevated residential sales prices, particularly within the single-family housing market.



ECONOMIC OUTLOOK

Comparing first quarter 2026 median residential sales prices to the same period one year earlier, median sales prices for single-family homes increased from approximately \$875,000 to \$935,000, or 6.9%. Co-op median sales prices increased from approximately \$220,000 to \$235,000, while condominium median sales prices declined modestly from approximately \$555,000 to \$525,000.

The chart on the following page illustrates housing inventory levels for the same period. Inventories for single-family homes declined significantly from approximately 815 units in the first quarter of 2025 to approximately 635 units in the first quarter of 2026, reflecting continued supply constraints within the County's housing market. Condominium inventory levels remained relatively stable, while co-op inventories increased modestly from approximately 410 units to 420 units. Limited inventory levels, particularly within the single-family market, continue to contribute to elevated home prices throughout Westchester County.



INFLATION AND PRICES

Inflationary pressures remained persistent throughout 2025 and into the first quarter of 2026, as price growth across several major consumer categories continued to remain above the Federal Reserve’s long-term inflation target of 2.0%. Inflation trends continued to be influenced by monetary policy decisions, labor market conditions, energy prices, geopolitical instability, and ongoing supply constraints across portions of the economy. Although inflation moderated from the elevated levels experienced in prior years, prices for many everyday goods and services continued to remain high, impacting household budgets throughout Westchester County and the broader downstate region.

SELECTED CPI CATEGORIES APRIL 2026	
CATEGORY	ANNUAL CHANGE APRIL 2026
Consumer Price Index	3.8%
Core CPI (Less Food and Energy)	2.8%
Food	3.2%
Energy	17.9%
Gasoline	28.4%
Fuel Oil	54.3%
Electricity	6.1%
Shelter	3.3%

Source: U.S. Bureau of Labor Statistics (BLS), Consumer Price Index.

The latest Consumer Price Index (CPI) data released in April 2026 indicated renewed inflationary pressures across several major spending categories. On a year-over-year basis, headline CPI increased 3.8%, while core CPI, which excludes food and energy, increased 2.8%. The table above highlights several major CPI categories and subcategories; however, each category carries a different weighting within the overall CPI calculation based on its relative importance within average consumer spending patterns. Shelter costs, which represent one of the largest weighted components of CPI, increased 3.3% from one year earlier. Food prices increased 3.2% over the same period.

Energy prices continued to experience significant volatility during the first quarter of 2026 due in part to geopolitical tensions in the Middle East and uncertainty surrounding global oil supplies. Overall energy prices increased 17.9% from one year earlier, while gasoline prices increased 28.4% and fuel oil prices increased 54.3%. Electricity prices also increased 6.1% over the same period. Rising gasoline and energy costs continue to place additional financial pressure on consumers at the gas pump, while elevated transportation and shipping costs may also contribute to higher prices for goods and services throughout the broader economy.

Persistent inflation continues to remain a key factor in Federal Reserve monetary policy decisions, as ongoing price pressures may delay additional interest rate reductions throughout 2026. Elevated consumer prices, combined with higher borrowing costs and continued volatility within energy markets, continue to create economic uncertainty for households and businesses throughout the region.

ECONOMIC RISKS TO THE FINANCIAL PLAN

The current forecast reflects a more uncertain economic outlook compared to the assumptions utilized in the development of the County's adopted financial plan. Inflationary pressures remain above the Federal Reserve's long-term target and continue to impact household budgets, borrowing costs, and overall economic activity. Elevated interest rates, slowing economic growth projections, and continued volatility within energy markets remain key risks to the County's financial outlook.

In addition, uncertainty surrounding federal economic policy continues to create challenges for long-term financial forecasting. Potential reductions in federal funding, ongoing trade disputes, tariff policies, and geopolitical instability all contribute additional risk to both the national and regional economic outlook. While some of the tariffs implemented during 2025 have since been reduced, trade barriers remain elevated relative to prior years and may continue to place upward pressure on consumer prices and business costs.

Geopolitical tensions involving the United States and Iran, as well as broader instability within the Middle East, have also contributed to increased volatility within global oil and gasoline markets. Rising energy prices may place additional financial pressure on consumers and businesses throughout Westchester County and the broader downstate region, while also contributing to inflationary pressures and volatility within financial markets.

Despite these risks, the regional economy has continued to demonstrate relative resilience, supported by a stable labor market, continued strength within the financial services sector, and a relatively strong housing market. However, economic conditions remain subject to rapid change, and the County will continue to closely monitor inflation trends, Federal Reserve policy decisions, energy markets, federal fiscal policy, and broader economic conditions throughout the remainder of the year.



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2026 FIRST QUARTER PROJECTIONS

GENERAL FUND FORECAST

On December 15, 2025, the County adopted a General Fund Operating Budget totaling \$2.538 billion for Fiscal Year 2026 (CFY26). This section presents the Department of Budget's (DOB) First Quarter (Q1) projections for Fiscal Year 2026.

The 2026 Budget has been modified upward by \$16.42 million to allow for expenditures in 2026 related to items contracted in 2025. DOB anticipates a similar amount will roll over from 2026 into 2027, which is reflected in the Q1 expenditure projections.

GENERAL FUND PROJECTIONS					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
REVENUES					
Tax Levy on Real Property	562,302	562,302	-	562,302	-
Sales and Use Tax	969,401	969,401	98,698	969,401	-
Federal and State Aid	610,374	610,374	52,224	617,404	7,030
Departmental Income	164,821	164,821	19,643	163,750	(1,071)
Other Revenues	231,297	231,297	92,745	231,297	-
Sub-Total	2,538,195	2,538,195	263,310	2,544,153	5,958
Use of General Fund Balance	-	16,423	-	-	(16,423)
TOTAL	2,538,195	2,554,618	263,310	2,544,153	(10,465)
NET EXPENDITURES					
General Government and Support	88,283	93,518	(16,686)	87,961	(5,558)
Home and Community Services	758,966	759,340	164,080	767,971	8,631
Health Services	230,066	231,214	46,779	233,244	2,030
Education	26,200	26,200	15,283	26,200	-
Public Safety, Correction, and Courts	341,559	347,409	80,170	341,220	(6,189)
Roads, Transportation, and Parks	336,867	340,589	70,989	338,571	(2,018)
Miscellaneous and Fixed	756,255	756,348	133,100	765,632	9,284
TOTAL	2,538,195	2,554,618	493,716	2,560,798	6,179
GENERAL FUND (GAP) / SURPLUS	-	-	(230,405)	(16,644)	(16,644)

As of the first quarter, DOB projects a General Fund operating gap of \$16.64 million. Available resources are projected to decrease by \$10.47 million from the modified budget, primarily due to the exclusion of \$16.42 million in appropriated fund balance included in the modified budget, partially offset by revenues projected to exceed modified budget targets by \$5.96 million. In addition, projected expenditures are expected to be \$6.18 million above modified appropriation levels.

The major variance components of the \$16.64 million projected operating gap are highlighted in the table below:

2026 Q1 PROJECTED GENERAL FUND VARIANCE ANALYSIS	
Thousands of Dollars	
UNFAVORABLE	
Employee healthcare benefit costs (net)	(9,377)
Daycare subsidies (net)	(6,395)
Bus Operating Assistance (Lower farebox collections)	(2,275)
Children with special needs caseloads (net)	(1,986)
Transportation OMNY Collections	(999)
Overtime	(501)
Sub-Total	(21,533)
FAVORABLE	
State Transportation Operating Assistance (STOA)	4,975
Vacancy Savings (net)	1,726
Sub-Total	6,701
Other Adjustments (net)	(1,812)
PROJECTED Q1 (GAP) / SURPLUS	(16,644)

UNFAVORABLE

- Employee healthcare benefits costs (net): Increase expense projection for employee health benefits of \$9,377,000. Medical claims projected to exceed budget by approximately \$13,800,000, while prescription costs are trending favorably and are projected to generate approximately \$4,400,000 in savings
- Daycare subsidies (net): Increase of \$6,395,000 due to a higher than anticipated number of children in the program
- Bus Operating Assistance (lower farebox collections): Increase of \$2,275,000 in contractual expenses within the Department of Transportation due to a projected farebox collection shortfall
- Children with Special Needs (CSN) caseloads: net increase of \$1,986,000 for increase in anticipated caseloads as well as rate increases for tuition and transportation
- Transportation OMNY Collections: Lower departmental income of \$999,000 within the Department of Transportation due to lower OMNY (One Metro New York) collections
- Overtime: Expenditures are projected to increase within the Department of Social Services (\$500,000), Laboratories and Research (\$16,000), and the Department of Law (\$12,000), partially offset by projected savings within Human Resources (\$27,000)

FAVORABLE

- State Transportation Operating Assistance (STOA): Increase of \$4,975,000 based on 2026-27 NYS Budget
- Vacancy Savings (net): Savings from vacancies, less departments with reimbursements associated with positions \$1,726,000

2026 FIRST QUARTER PROJECTIONS

GENERAL FUND OPERATIONS AND UNRESTRICTED FUND BALANCE

Below is a summary of preliminary, unaudited estimated general fund operations for 2025, as well as projected general fund operations for 2026. General fund operations resulted in an estimated \$4.28 million surplus for 2025, increasing the unrestricted fund balance to an estimated \$536.20 million at year-end 2025.

PROJECTED UNRESTRICTED GENERAL FUND BALANCE		
Thousands of Dollars		
	<u>2025 Est.</u>	<u>2026 Proj.</u>
UNRESTRICTED FUND BALANCE JAN 1st	531,920	536,196
Revenues	2,536,636	2,544,153
REVENUES	2,536,636	2,544,153
Gross Expenditures	2,670,894	2,706,877
Inter-Departmental Revenues	(138,534)	(146,079)
NET EXPENDITURES	2,532,360	2,560,798
OPERATING (GAP) / SURPLUS	4,276	(16,644)
UNRESTRICTED FUND BALANCE DEC 31st	536,196	519,552
As a % of Net Expenditures	21.17%	20.29%

As previously mentioned, DOB is projecting a \$16.64 million operating gap for 2026. DOB anticipates unrestricted fund balance to approximate 20.3 percent of operations at the end of 2026.

GENERAL FUND REVENUES

The General Fund revenue projection has been revised upward by \$5.96 million from the modified budget to \$2.544 billion. Departmental income has been reduced by \$1.07 million, primarily driven by lower OMNY collections within the Department of Transportation and reduced Children with Special Needs (CSN) reimbursements within the Department of Health.

These projected decreases are offset by increases in State Aid, Federal Aid, and Federal Agency revenue. State Aid increases include a \$4.98 million increase in State Transportation Operating Assistance (STOA), as well as additional Social Services reimbursements related to Raise the Age (RTA) and administrative State Aid. For additional State Aid variances, please refer to the State Aid section.

The increase in the Federal Aid projection is primarily attributable to higher Social Services reimbursements for Emergency Assistance to Families (EAF) and Day Care subsidies, while Agency revenues have been increased to recognize ARPA funds expected to be expended in 2026.

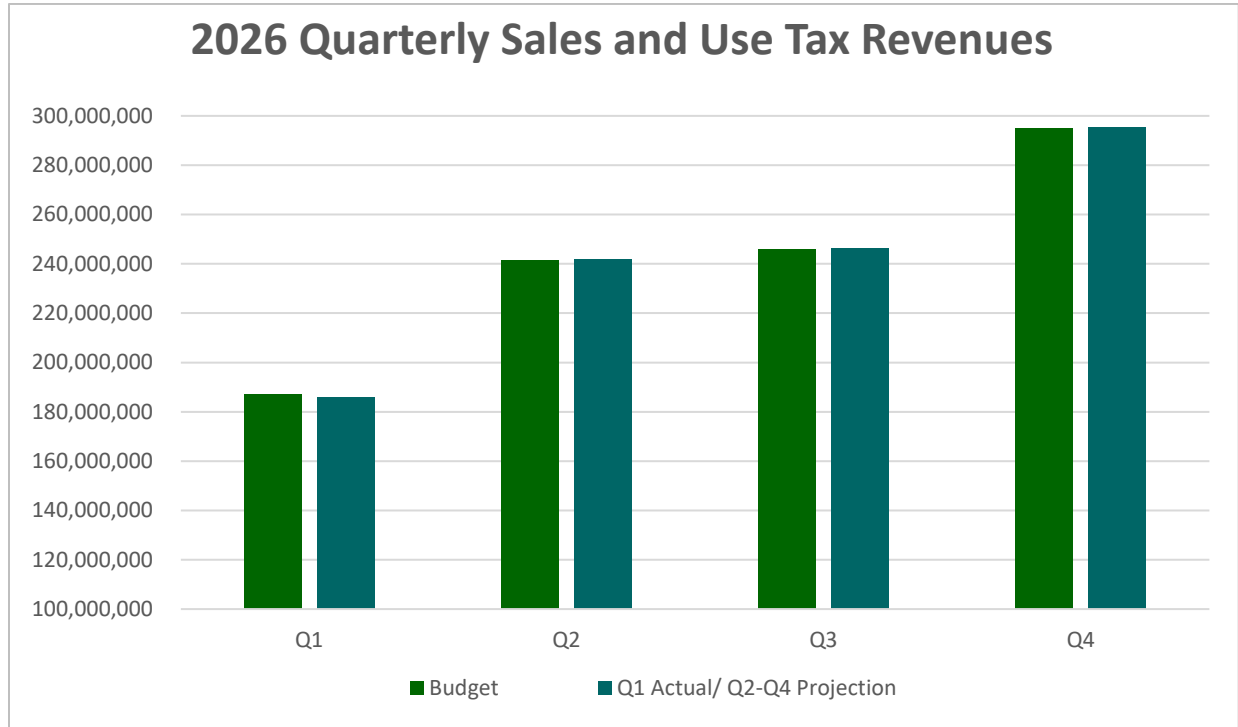
GENERAL FUND REVENUE SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Tax Levy on Real Property	562,302	562,302	-	562,302	-
Payments in Lieu of Taxes	8,775	8,775	1,366	8,775	-
Sales and Use Tax	969,401	969,401	98,698	969,401	-
Mortgage Recording Tax	20,083	20,083	2,837	20,083	-
Auto Use Tax (DMV Registrations)	17,740	17,740	1,365	17,740	-
Hotel Occupancy Tax	9,534	9,534	1,126	9,534	-
State Aid	376,561	376,561	52,224	382,401	5,840
Federal Aid	233,075	233,075	59,664	234,059	985
Agency Revenue	739	739	-	943	205
Departmental Income	164,821	164,821	19,643	163,750	(1,071)
Other Revenues	170,164	170,164	26,387	170,164	-
Sub-Total	2,538,195	2,538,195	263,310	2,544,153	5,958
Use / (Deposit) of General Fund Balance	-	16,423	-	-	(16,423)
TOTAL	2,538,195	2,554,618	263,310	2,544,153	(10,465)

NON-PROPERTY TAXES

Sales and use tax is the largest revenue source within the General Fund and is levied on most goods and services purchased within the County. The County imposes a 1.5% tax within the Cities of Mount Vernon, New Rochelle, White Plains, and Yonkers, and a 4.0% tax throughout the remainder of the County, which is shared with other municipalities and school districts. The New York State Department of Taxation and Finance collects the tax on behalf of the County and remits collections to the County on a monthly basis.

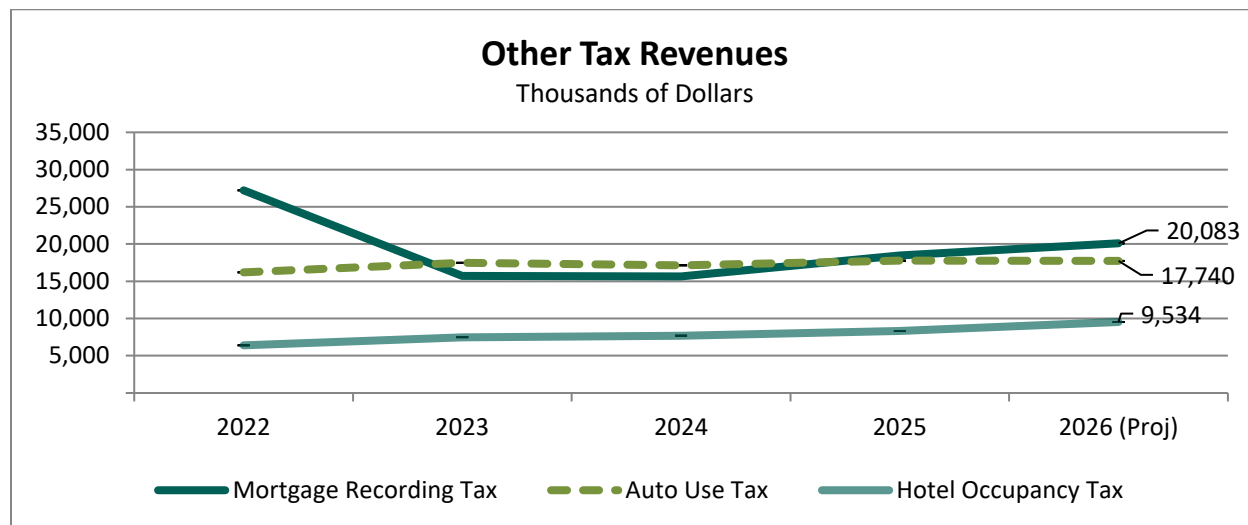
2026 FIRST QUARTER PROJECTIONS

The County also imposes a mortgage recording tax administered by the County Clerk, an auto use tax administered by the New York State Department of Motor Vehicles, and a room occupancy tax remitted directly to the County Department of Finance.



As of the first quarter, DOB projects sales tax to approximate the budget as originally adopted.

The mortgage tax, auto use and room occupancy tax has been maintained at the targets included in the budget as originally adopted.



FEDERAL AND STATE AID

Comprising approximately one-quarter of General Fund revenues, Federal and State Aid represent the County’s second-largest revenue source after sales and use taxes. The Departments of Social Services (DSS), Health (DOH), and Transportation (DOT) receive approximately 90% of the County’s Federal and State Aid revenue.

GENERAL FUND FEDERAL AID SUMMARY (INCLUDES AGENCY AND TRUST)					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
County Executive	-	-	-	205	205
Information Technology	50	50	-	50	-
Planning	-	-	-	-	-
Emergency Services	351	351	-	351	-
Social Services	209,417	209,417	58,616	210,056	639
Community Mental Health	910	910	1,046	1,256	346
Health	-	-	-	-	-
Human Rights Commission	100	100	-	100	-
Correction	10	10	2	10	-
District Attorney	50	50	-	50	-
Public Safety Services	172	172	-	172	-
Probation	3	3	-	3	-
Transportation	22,064	22,064	-	22,064	-
Miscellaneous	685.53	685.53	-	685.53	-
TOTAL	233,813	233,813	59,871	235,003	1,190

DOB projects Federal Aid to increase by \$1.19 million (0.5%) above the adopted budget. Increases within the Department of Social Services are primarily attributable to higher Emergency Assistance to Families (EAF) and Day Care subsidy reimbursements, partially offset by decreases in administrative reimbursements. Within the Department of Mental Health, Federal Aid increases are driven by additional Mental Health Block Grant and HUD reimbursement funding. The increase within the County Executive’s Office reflects revenue expected to be recognized in 2026 for ARPA contractual expenditures that rolled over from 2025 into 2026.

2026 FIRST QUARTER PROJECTIONS

Departments with changes in their state aid projection are highlighted in the table below:

GENERAL FUND STATE AID SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Social Services	113,114	113,114	51,868	113,820	706
Health	92,367	92,367	-	92,305	(62)
Public Safety Services	5,065	5,065	-	5,149	85
Office of Assigned Counsel	12,057	12,057	-	12,193	136
Transportation	110,105	110,105	-	115,080	4,975
TOTAL	376,561	376,561	52,224	382,401	5,840

Transportation state aid has been increased by \$4.98 million as a result of additional State Transportation Operating Assistance (STOA) included in the 2026–27 New York State Executive Budget. Social Services state aid has been increased by \$706,000, primarily due to higher Raise the Age (RTA) and administrative expenditures.

The Office of Assigned Counsel reflects an increase in state aid attributable to higher reimbursable salary expenses. Public Safety state aid has also increased due to additional discovery-related revenues.

Within the Department of Health, overall state aid revenue is projected to decrease by \$62,000. Children with Special Needs (CSN) Division revenues have been reduced by \$103,000. Pre-School revenue increased by \$445,000 due to higher projected expenditures; however, this increase was offset by a \$548,000 reduction in Early Intervention revenue resulting from lower expenditures and decreased transportation Medicaid reimbursements. Within the Division of Health (NYSDOH), a modest increase of \$40,000 reflects additional projected expenditures.

DEPARTMENTAL REVENUES

Certain County departments generate departmental income, which is generally derived in one of two ways: (1) charges for services provided to governmental entities outside of the General Fund, or (2) charges for services provided directly to the public, including rent and user fees.

Overall, DOB projects a downward revision of \$1.07 million (3.9%) in departmental income in the Q1 Update. Departments with changes in their departmental revenue projections are included in the table on the following page:

2026 FIRST QUARTER PROJECTIONS

GENERAL FUND DEPARTMENTAL REVENUE					
Thousands of Dollars					
	<u>2026</u> <u>Adopted</u>	<u>2026</u> <u>Modified</u>	<u>YTD</u> <u>Mar 31</u>	<u>2026</u> <u>Projected</u>	<u>Proj. less</u> <u>Modified</u>
Health	16,648	16,648	1,888	16,533	(115)
Public Safety Services	19,339	19,339	688	19,338	(1)
Solid Waste Commission	3,849	3,849	931	3,873	24
Transportation	21,164	21,164	2,554	20,165	(999)
Public Works	9,561	9,561	501	9,581	20
Other	96,714	96,714	15,548	96,714	-
TOTAL	<u>167,276</u>	<u>167,276</u>	<u>22,111</u>	<u>166,204</u>	<u>(1,071)</u>

The Department of Transportation reflects a downward revision of \$1.00 million due to lower-than-anticipated OMNY (One Metro New York) collections. Reductions within the Department of Health reflect lower projected fee collections. The Solid Waste Commission reflects an increase in revenue attributable to higher projected application fees.

GENERAL FUND EXPENDITURES

As of the end of the first quarter, General Fund net expenditures are projected to be \$6.18 million above modified appropriation levels. This projection is primarily driven by increases in employee healthcare costs, higher overtime expenditures, and rising costs associated with Social Services relief programs. Offsetting these increases are projected salary savings and the expectation that departments will roll a similar amount of expenditures from CFY 2026 into CFY 2027.

GENERAL FUND EXPENDITURE SUMMARY					
Thousands of Dollars					
	<u>2026</u> <u>Adopted</u>	<u>2026</u> <u>Modified</u>	<u>YTD</u> <u>Mar 31</u>	<u>2026</u> <u>Projected</u>	<u>Proj. less</u> <u>Modified</u>
Annual Regular Salaries	426,735	426,735	98,587	424,509	(2,226)
Other Personal Service	403,232	403,232	94,517	413,162	9,930
Equipment	3,401	6,520	1,300	3,578	(2,942)
Materials and Supplies	50,763	52,093	8,314	50,765	(1,328)
Contractual Expenses	1,077,665	1,089,575	168,969	1,083,880	(5,694)
Social Services Relief	584,384	584,449	122,027	592,889	8,440
Inter-Departmental Expense	137,795	137,795	53,069	138,095	300
Gross Expenditures	<u>2,683,974</u>	<u>2,700,398</u>	<u>546,783</u>	<u>2,706,877</u>	<u>6,479</u>
Inter-Departmental Revenue	(145,779)	(145,779)	(53,067)	(146,079)	(300)
NET EXPENDITURES	<u>2,538,195</u>	<u>2,554,618</u>	<u>493,716</u>	<u>2,560,798</u>	<u>6,179</u>

2026 FIRST QUARTER PROJECTIONS

PERSONAL SERVICE

Representing approximately one-third of the General Fund budget, personal service expenses are the County's largest single expenditure category. Below is a table summarizing the contracts for the County's eight unionized bargaining units.

LABOR CONTRACT SUMMARY						
	CONTRACT EXPIRATION	NEGOTIATED BASE SALARY INCREASES				
		2022	2023	2024	2025	2026
Civil Service Employees Assoc.	12/31/2027	2.00%	2.75%	2.75%	2.75%	3.00%
New York State Nurses Assoc.	12/31/2026	2.00%	2.50%	2.50%	2.00%	2.50%
International Brotherhood of Teamsters	12/31/2025	2.00%	2.50%	2.50%	2.00%	TBD
Police Benevolent Assoc.	12/31/2023	2.00%	3.00%	TBD	TBD	TBD
Superior Officers Police Benevolent Assoc.	12/31/2023	2.00%	3.00%	TBD	TBD	TBD
District Attorney Criminal Investigators	12/31/2024	Varies	3.00%	3.00%	TBD	TBD
Correction Officers Benevolent Assoc.	12/31/2019	2.00%	2.00%	2.75%	3.00%	3.00%
Correction Superior Officer Assoc.	12/31/2019	2.00%	2.00%	2.75%	3.00%	3.00%

DOB now projects salary expenses to be \$2.23 million (0.5%) below modified appropriation levels, primarily due to additional vacancies beyond those assumed in the Adopted Budget. Please see Appendix A for additional detail regarding these adjustments.

Departments with changes in their salary projections are shown in the table below:

GENERAL FUND SALARY SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
County Executive	9,076	9,076	1,929	8,976	(100)
Human Resources	5,013	5,013	1,149	4,978	(35)
Finance	4,779	4,779	1,095	4,669	(111)
Law	12,032	12,032	2,653	11,732	(300)
Emergency Services	5,558	5,558	1,277	5,483	(75)
Social Services	85,852	85,852	20,206	85,352	(500)
Community Mental Health	4,630	4,630	1,096	4,492	(138)
Probation	18,676	18,676	4,339	18,276	(400)
Office of Assigned Counsel	761	761	174	897	136
Transportation	2,250	2,250	517	2,200	(50)
Public Works	18,533	18,533	4,392	17,879	(654)
Other	259,575	259,575	59,759	259,575	-
TOTAL	426,735	426,735	98,587	424,509	(2,226)

2026 FIRST QUARTER PROJECTIONS

Other Personal Service (OPS) expenditures are projected to be \$9.93 million (2.4%) above modified appropriation levels. This upward revision is primarily driven by a \$9.38 million increase in employee healthcare expenditures, based on 2025 year-end results and actual expenditures through the first quarter of 2026.

Overtime expenditures are projected to increase within the Department of Social Services (\$500,000), Laboratories and Research (\$16,000), and the Department of Law (\$12,000), partially offset by projected savings within Human Resources (\$27,000). In addition, the \$840,000 increase in fees is attributable to higher medical examiner per diem utilization within the Department of Laboratories and Research. Offsetting these increases is a \$62,000 reduction in hourly wage expenditures within the Departments of Human Resources and Emergency Services.

GENERAL FUND OTHER PERSONAL SERVICE SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Hourly Wages	18,797	18,797	2,318	18,736	(62)
Fees and Officers Pay	703	703	172	786	84
Overtime & Holiday	37,824	37,824	6,791	38,325	501
207-C Disability	4,384	4,384	1,252	4,384	-
Shift and Detective Differentials	5,522	5,522	1,277	5,552	30
Pension	84,210	84,210	22,565	84,210	-
Social Security and Medicare	34,399	34,399	8,304	34,399	-
Healthcare	210,708	210,708	51,131	220,086	9,377
MCTD Mobility Tax	6,096	6,096	568	6,096	-
Benefit Fund	589	589	139	589	-
Unemployment Insurance	9,107	9,107	9,107	9,107	-
TOTAL	412,338	412,338	103,624	422,268	9,930

2026 FIRST QUARTER PROJECTIONS

EQUIPMENT

Overall, DOB projects equipment expenditures to remain generally in line with adopted budget levels at this time. Departments with projected adjustments are shown in the table above.

GENERAL FUND EQUIPMENT SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Board Of Legislators	2	5	-	2	(3)
Board Of Elections	78	121	43	78	(43)
Information Technology	130	309	87	130	(179)
Emergency Services	23	145	122	23	(122)
County Clerk	34	37	-	34	(2)
Social Services	250	278	38	400	122
Community Mental Health	-	8	7	-	(8)
Health	58	132	74	132	-
Labs and Research	77	125	40	77	(49)
Correction	434	1,009	419	434	(576)
District Attorney	81	116	13	81	(35)
Public Safety Services	929	2,165	274	929	(1,236)
Probation	122	141	-	122	(19)
Parks, Recreation, and Conservation	435	529	114	435	(93)
Transportation	310	472	27	262	(210)
Public Works	354	841	-	354	(488)
Other	85	85	40	85	-
TOTAL	3,401	6,520	1,300	3,578	(2,942)

At this time, the Department of Social Services is projected to exceed adopted budget levels within the equipment category by approximately \$0.15 million, primarily attributable to equipment needs associated with a potential lease and occupancy at 10 County Center. In addition, the Department of Health is projected to fully utilize its modified equipment appropriation, including rollover funding from the prior year.

Overall, equipment expenditures are projected to come in approximately \$2.94 million below modified budget levels. The majority of this variance is attributable to the assumption that departments will experience a comparable rollover from CFY 2026 into CFY 2027.

MATERIALS AND SUPPLIES

The Materials and Supplies expenditure class consists primarily of utility costs, including energy (\$27.57 million) and water (\$3.14 million), which together comprise approximately 60% of the category. The remainder of the expenditure class consists of items such as postage, motor fuel, office supplies, laboratory supplies, and facility repair materials.

Overall, DOB projects Materials and Supplies expenditures to remain generally in line with adopted budget levels at this time. Departments with projected adjustments to their Materials and Supplies expenditure projections are summarized in the table below.

GENERAL FUND MATERIALS AND SUPPLIES SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Board Of Legislators	330	334	72	330	(4)
County Executive	84	88	6	86	(2)
Human Resources	23	25	3	23	(2)
Board Of Elections	2,409	2,467	326	2,409	(59)
Information Technology	256	298	31	256	(42)
Law	58	60	7	58	(2)
Planning	22	23	0	22	(1)
Emergency Services	738	839	64	738	(101)
County Clerk	127	130	36	127	(3)
Social Services	836	888	116	836	(51)
Community Mental Health	65	66	6	65	(1)
Health	300	309	38	300	(9)
Labs and Research	1,468	1,509	185	1,468	(40)
Correction	1,848	2,196	582	1,848	(348)
District Attorney	273	287	38	273	(14)
Public Safety Services	3,192	3,433	502	3,192	(242)
Probation	245	288	39	245	(43)
Solid Waste Commission	37	44	10	37	(7)
Parks, Recreation, and Conservation	11,169	11,346	1,625	11,169	(177)
Public Works	24,616	24,795	3,864	24,616	(179)
Other	2,666	2,668	765	2,667	-
TOTAL	50,763	52,093	8,314	50,765	(1,328)

Nearly all departments with projected savings from the modified budget reflect DOB’s expectation that a similar expenditure rollover will occur from CFY 2026 into CFY 2027.

2026 FIRST QUARTER PROJECTIONS

CONTRACTUAL EXPENSES

The County utilizes outside vendors to provide a wide variety of services supporting both County operations and public services across nearly every department. In addition to service contracts, the County is contractually obligated to make debt service payments to bondholders for debt issued in prior years and is statutorily required to distribute a portion of sales and use tax (SUT) revenues to non-city municipalities and school districts.

Overall, DOB projects contractual expenses to be \$5.69 million (0.5%) below modified appropriation levels.

Below is a summary of departments with adjustments to their contractual expense projections included in the Q1 Update:

GENERAL FUND CONTRACTUAL EXPENSES SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
11 County Executive	7,860	8,138	523	8,129	(9)
12 Human Resources	1,172	1,176	379	1,172	(4)
14 Board Of Elections	8,858	9,360	404	8,858	(502)
16 Information Technology	42,086	45,801	7,127	42,086	(3,715)
18 Law	2,745	3,098	1,043	2,745	(352)
19 Planning	1,767	1,812	(47)	1,767	(44)
20 Emergency Services	1,819	1,869	121	1,819	(50)
22 Social Services	24,152	24,276	4,191	24,202	(74)
24 Senior Programs & Services	902	1,001	139	902	(99)
26 Community Mental Health	10,259	10,317	1,059	10,259	(59)
27 Health	167,842	168,731	29,161	170,984	2,253
31 Labs and Research	1,426	1,444	159	1,426	(19)
33 Human Rights Commission	233	235	7	233	(2)
35 Correction	25,131	27,217	3,602	25,131	(2,086)
37 District Attorney	4,828	4,877	266	4,828	(50)
38 Public Safety Services	6,031	6,765	620	6,031	(735)
39 Probation	18,741	18,924	271	18,741	(183)
42 Parks, Recreation, and Conservation	27,509	28,061	3,480	27,509	(551)
43 Office of Assigned Counsel	24,844	24,848	3,235	24,844	(3)
44 Transportation	226,263	226,443	42,460	228,718	2,275
46 Public Works	32,870	34,761	4,263	33,170	(1,591)
51 Debt Service	111,773	111,774	9,795	111,773	(1)
52 Miscellaneous Budgets	327,346	327,439	56,443	327,346	(93)
Other	1,206	1,207	269	1,206	-
TOTAL	1,077,665	1,089,575	168,969	1,083,880	(5,694)

Please see Appendix A for more detail.

SOCIAL SERVICES RELIEF

DOB projects an overall expense increase of \$8.44 million (1.4%) from the modified budget within the social services relief appropriation.

GENERAL FUND SOCIAL SERVICES RELIEF SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Emerg Assist To Fam & Child - Non Homeless	10,322	10,322	2,444	10,274	(48)
Emerg Assist to Fam & Child - Foster Care	13,046	13,046	2,923	14,757	1,711
Emerg Assist to Adults	1,200	1,200	241	1,200	-
Old Age Assist - MA	4,062	4,080	329	4,062	(18)
Aid to Disabled - MA	5	5	-	5	-
Family Assistance - MA	125	125	10	125	-
Medicaid - Regular	223,035	223,035	55,759	223,035	-
Medicaid - Disproportionate Share	100,000	100,000	7,646	100,000	-
Temp Assist to Needy Families (TANF)	28,988	29,001	7,127	28,777	(224)
Safety Net	53,461	53,471	10,399	53,069	(402)
Child Welfare - Foster Care	26,139	26,141	6,090	26,139	(2)
Child Welfare - AO Services	3,411	3,411	451	3,654	243
Child Welfare - Independent Living	910	911	114	910	(1)
Child Welfare - Adoption Subsidies	15,185	15,185	3,557	15,185	-
Social Svcs Spec Items	350	350	18	350	-
Indirect Social Service	24,509	24,529	2,908	24,509	(20)
Day Care Subsidies	79,636	79,636	22,012	86,838	7,202
Emergency SS Relief	-	1	-	-	(1)
TOTAL	584,384	584,449	122,027	592,889	8,440

Year-to-date, caseloads for several programs have remained below budgeted levels. Within TANF and Safety Net, DOB projects savings of approximately \$0.63 million due to lower-than-anticipated caseloads. Conversely, Child Welfare program expenditures related to Raise the Age (RTA) are projected to increase by \$0.24 million.

Day Care subsidies are projected to exceed budget by \$7.2 million, while Emergency Assistance to Families (EAF), Foster Care, and Juvenile Delinquent/Persons in Need of Supervision (JD/PINS) expenditures are projected to be \$1.7 million above budget due to higher-than-anticipated room and board costs during the first quarter.

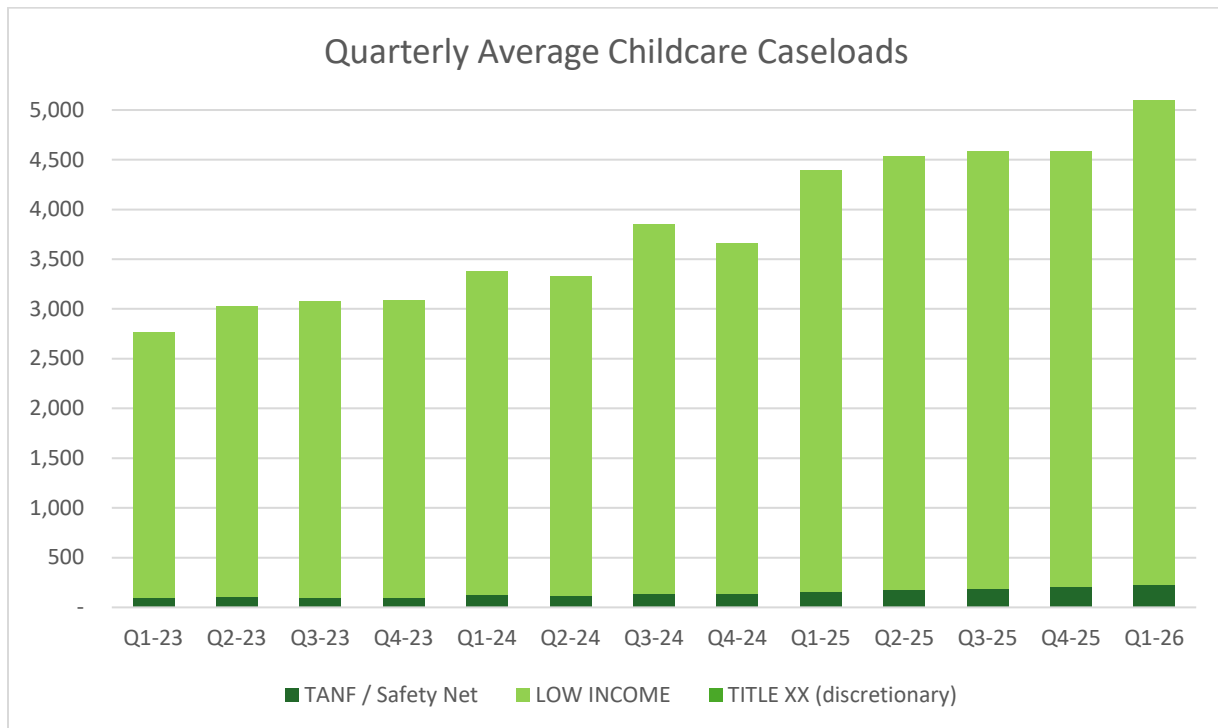
2026 FIRST QUARTER PROJECTIONS

CHILDCARE SUBSIDIES

Effective in 2023, the County reduced the parent Day Care contribution to 5% of income above the Federal Poverty Level (FPL). Subsequently, in October 2023, the parent share was further reduced to 1% of FPL in accordance with State requirements. This represents a significant decrease from the 2019 parent contribution level of 27%.

Day Care caseloads have increased substantially, rising from a low of approximately 1,700 cases in 2020 following the COVID-19 pandemic to a current average of 5,244 cases during the first quarter of 2026. In the summer of 2022, eligibility for Low Income Day Care was expanded to 300% of the FPL, eliminating the need for the Title XX program. In October 2023, eligibility criteria were further revised to 85% of the State Median Income (SMI), allowing for expanded eligibility for Low Income Day Care services.

Effective February 1, 2026, a freeze on new cases was implemented. In addition, individuals undergoing recertification with incomes above 300% of the FPL will be transitioned off the program and directed to apply for the Scholarship program.



SPECIAL DISTRICTS FUNDS FORECAST

On December 15, 2025, the County adopted a Special Districts Operating Budget totaling \$277.6 million for Fiscal Year 2026 (FY 2026). Of this amount, \$163.3 million was appropriated for Sewer District operations, \$26.3 million for Water District operations, and \$88.3 million for Refuse District operations. This section presents the Department of Budget’s (DOB) First Quarter Update for FY 2026.

Beginning in Fiscal Year 2007, the County consolidated Sewer District operations into a single fund. This fund contains all operations and maintenance expenditures for the districts, while the individual district funds retained district-specific costs such as debt service, tax certiorari settlements, and each district’s full equalized value share of the consolidated fund’s expenditures.

CONSOLIDATED SEWER OPERATIONS FUND

The 2026 Budget has been modified upward by \$2.6 million to allow for expenditures in FY 2026 related to items contracted for in FY 2025. DOB anticipates a similar amount will roll over from FY 2026 into FY 2027.

CONSOLIDATED SEWER OPERATIONS FUND SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	25,369	25,369	5,732	24,869	(500)
Other Personal Services	28,528	28,528	6,725	28,721	193
Equipment	2,302	3,019	198	2,302	(718)
Materials & Supplies	27,349	27,760	4,384	27,349	(411)
Contractual Expenses	26,462	27,939	4,162	26,462	(1,478)
Inter-Departmental Charge	4,412	4,412	2,753	4,412	-
Gross Expenditures	114,421	117,027	23,953	114,114	(2,913)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	114,421	117,027	23,953	114,114	(2,913)
Departmental Income	5,036	5,036	434	5,036	-
Interest on Investments	2	2	-	2	-
Miscellaneous Revenue	521	521	1	521	-
Agency & Trust Revenue	-	-	-	-	-
Interfund Revenue	108,863	111,469	146	108,863	(2,606)
REVENUES	114,421	117,027	581	114,421	(2,606)
BUDGET (GAP) / SURPLUS	-	-	(23,372)	307	307

Offsetting the projected rollover of \$2.7 million, DOB anticipates approximately \$0.5 million in salary savings, partially offset by increased overtime expenditures. The remaining variances primarily reflect the department’s expectation of a similar level of expenditure rollovers from FY 2026 into FY 2027.

2026 FIRST QUARTER PROJECTIONS

SEWER DISTRICTS FUNDS

DOB projects the Sewer District Funds to remain in line with the adopted budget at this time.

SEWER DISTRICT FUNDS SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Contractual Expenses	55,735	55,735	6,991	55,735	-
Transfer to Operations Fund	107,286	107,286	146	107,286	-
Gross Expenditures	163,021	163,021	7,137	163,021	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	163,021	163,021	7,137	163,021	-
Real Property Taxes	150,883	150,883	-	150,883	-
Departmental Income	260	260	-	260	-
Interest on Investments	7,064	7,064	(1,683)	7,064	-
Capital Revenue	-	-	-	-	-
Appropriated Fund Balance	4,387	4,387	-	4,387	-
Interfund Revenue	426	426	83	426	-
REVENUES	163,021	163,021	(1,600)	163,021	-
BUDGET (GAP) / SURPLUS	-	-	(8,737)	-	-

WATER DISTRICTS FORECAST

Four water districts are under the jurisdiction of the County. Districts #1 and #3 are directly operated by the County while districts #2 and #4 are operated by Northern Westchester Joint Waterworks and Suez Westchester, respectively. This section will present the Department of Budget’s (DOB) First Quarter Update for Water Districts #1 and #3.

WATER DISTRICT #1

Water District No. 1 (WD#1) encompasses the municipalities of Mount Vernon, Scarsdale, White Plains, and Yonkers. The 2026 WD#1 Budget has been modified upward by \$161,000 to allow for expenditures in FY 2026 related to items contracted for in FY 2025. DOB anticipates a similar amount will roll over from FY 2026 into FY 2027, resulting in a negligible impact on the FY 2026 Financial Plan.

WATER DISTRICT #1 FUND SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	456	456	107	456	-
Other Personal Services	454	454	123	454	-
Equipment	49	49	-	49	-
Materials & Supplies	18,630	18,634	158	19,225	590
Contractual Expenses	2,718	2,874	320	2,708	(167)
Inter-Departmental Charge	316	316	10	316	-
Gross Expenditures	22,622	22,783	718	23,207	424
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	22,622	22,783	718	23,207	424
Real Property Taxes	4,699	4,699	-	4,699	-
Departmental Income	17,300	17,300	-	17,900	600
Interest on Investments	52	52	-	52	-
Appropriated Fund Balance	124	285	-	124	(161)
Miscellaneous Revenue	448	448	421	448	-
REVENUES	22,622	22,783	425	23,222	439
BUDGET (GAP) / SURPLUS	-	-	(294)	15	15

Offsetting the projected rollovers are modest savings in general supplies. Within the Materials and Supplies category, water expenditures have been increased by \$600,000, resulting in an offsetting increase in water sales revenue within departmental income. This adjustment reflects actual expenditures and revenues in prior years trending above budgeted levels.

2026 FIRST QUARTER PROJECTIONS

WATER DISTRICT #3

Water District No. 3 (WD#3) encompasses the County's Valhalla Campus at Grasslands within the Town of Mount Pleasant. The 2026 WD#3 Budget has been modified upward by \$25,000 to allow for expenditures in FY 2026 related to items contracted for in FY 2025. DOB anticipates a similar amount will roll over from FY 2026 into FY 2027, resulting in a negligible impact on the FY 2026 Financial Plan.

WATER DISTRICT #3 FUND SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	438	438	64	388	(50)
Other Personal Services	443	443	74	439	(4)
Equipment	16	16	-	16	-
Materials & Supplies	985	990	40	985	(6)
Contractual Expenses	1,504	1,523	366	1,504	(19)
Inter-Departmental Charge	262	262	7	262	-
Gross Expenditures	3,648	3,673	550	3,595	(79)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	3,648	3,673	550	3,595	(79)
Departmental Income	3,130	3,130	-	3,130	-
Interest on Investments	23	23	-	23	-
Appropriated Fund Balance	495	520	-	495	(25)
REVENUES	3,648	3,673	-	3,648	(25)
BUDGET (GAP) / SURPLUS	-	-	(550)	54	54

DOB anticipates \$50,000 in salary savings.

REFUSE DISTRICT

Created in 1982, the County Refuse District encompasses 36 municipalities in the southern and western portions of the County, representing approximately 90% of the County’s population. The 2026 Refuse District Budget has been modified upward by \$145,000 to allow for expenditures in FY 2026 related to items contracted for in FY 2025. DOB anticipates a similar amount will roll over from FY 2026 into FY 2027, resulting in a negligible impact on the FY 2026 Financial Plan.

REFUSE DISTRICT FUND SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	2,388	2,388	539	2,263	(125)
Other Personal Services	2,239	2,239	477	2,230	(10)
Materials & Supplies	1,133	1,148	219	1,133	(15)
Contractual Expenses	79,325	79,454	16,606	78,810	(645)
Inter-Departmental Charge	3,246	3,246	58	3,246	-
Gross Expenditures	88,331	88,476	17,898	87,681	(794)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	88,331	88,476	17,898	87,681	(794)
Real Property Taxes	62,216	62,216	-	62,216	-
Payments in Lieu of Taxes	59	59	59	59	-
Departmental Income	25,010	25,010	3,172	24,510	(500)
Interest on Investments	490	490	10	490	-
Appropriated Fund Balance	-	145	-	-	(145)
Miscellaneous Revenue	205	205	10	205	-
Interfund Revenue	-	-	-	-	-
REVENUES	88,331	88,476	3,256	87,831	(645)
BUDGET (GAP) / SURPLUS	-	-	(14,642)	149	149

2026 FIRST QUARTER PROJECTIONS

AIRPORT FUND FORECAST

The 2026 Airport Budget has been modified upward by \$0.90 million to allow for expenditures in FY 2026 related to items contracted for in FY 2025. DOB projects the Airport to remain in line with the adopted budget at this time.

AIRPORT OPERATIONS FUND SUMMARY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	11,688	11,688	1,197	11,688	-
Other Personal Services	6,789	6,789	1,193	6,789	-
Equipment	522	576	61	522	(54)
Materials & Supplies	3,760	3,821	699	3,760	(61)
Contractual Expenses	43,045	43,835	5,238	43,045	(790)
Inter-Departmental Charge	16,457	16,457	1,046	16,457	-
Gross Expenditures	82,261	83,166	9,434	82,261	(905)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	82,261	83,166	9,434	82,261	(905)
Departmental Income	88,164	88,164	2,592	88,164	-
Interest on Investments	1,118	1,118	-	1,118	-
Appropriated Fund Balance	-	-	-	-	-
Interfund Revenue	1,258	1,258	1,258	1,258	-
Federal Aid	-	-	-	-	-
REVENUES	90,540	90,540	3,849	90,540	-
BUDGET (GAP) / SURPLUS	8,279	7,374	(5,585)	8,279	905

WORKERS COMPENSATION (6J) AND GENERAL LIABILITY (6N) FUNDS

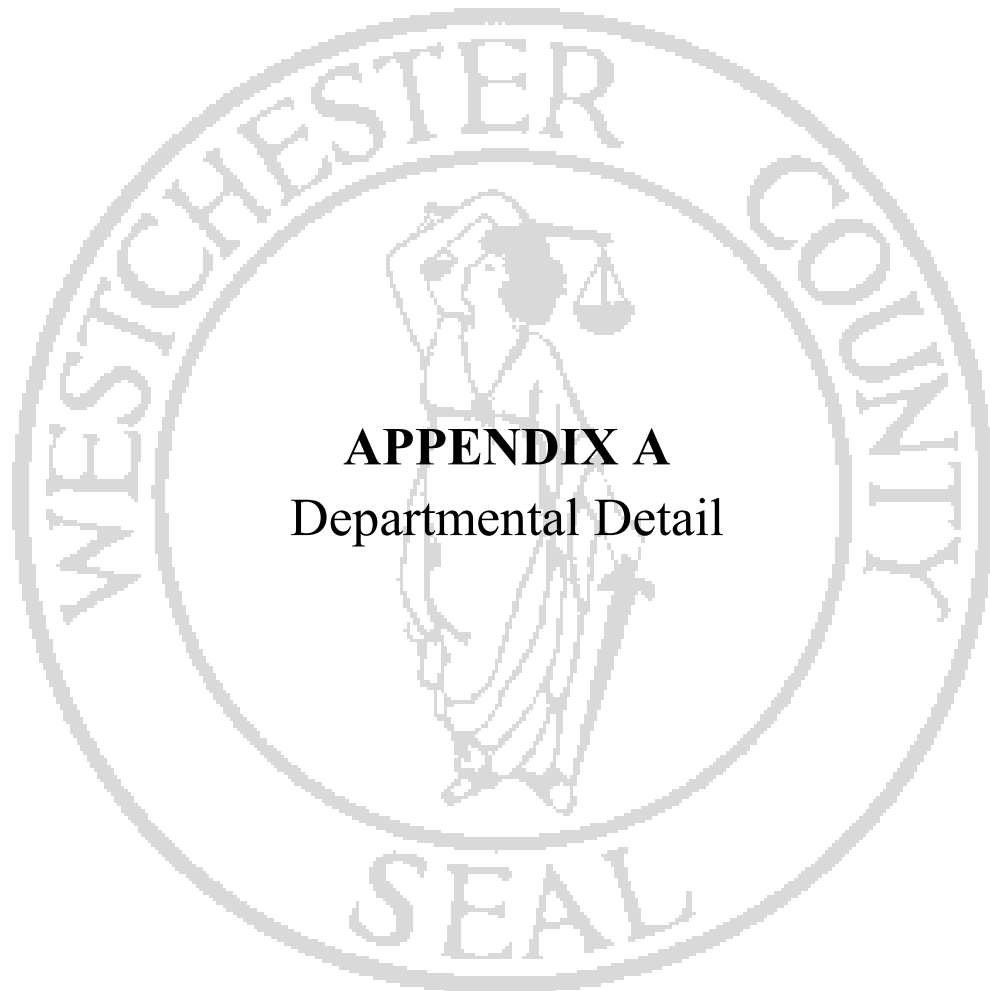
The County is self-insured for both workers’ compensation and general liability. The net position of each reserve fund as of March 31 for the past five years is shown below.

WORKERS COMPENSATION (6J) & GENERAL LIABILITY (6N) FUNDS AS OF MAR 31		
Thousands of Dollars		
	<u>6J FUND</u>	<u>6N FUND</u>
Net Position 3/31/2022	(57,716)	767
Net Position 3/31/2023	(54,914)	(1,979)
Net Position 3/31/2024	(37,421)	(2,381)
Net Position 3/31/2025	(38,607)	(5,244)
Net Position 3/31/2026	(38,941)	(14,584)

The General Liability Reserve (6N) Fund is in a negative net position of \$14.58 million, while the Workers’ Compensation Reserve (6J) Fund has a negative net position of \$38.94 million. The net position of each reserve fund as of December 31 for the past five years is shown below.

WORKERS COMPENSATION (6J) & GENERAL LIABILITY (6N) FUNDS AS OF DEC 31		
Thousands of Dollars		
	<u>6J FUND</u>	<u>6N FUND</u>
Net Position 12/31/2024	(46,525)	(5,048)
Net Position 12/31/2025	(45,927)	(12,938)

As of year-end 2025, the General Liability Reserve (6N) Fund had a negative net position of \$12.94 million, while the Workers’ Compensation Reserve (6J) Fund had a negative net position of \$45.93 million. The decrease in the General Liability Reserve was primarily attributable to increased liabilities, while the Workers’ Compensation Fund showed negligible variance from the prior year.



APPENDIX A
Departmental Detail

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DEPARTMENTAL DETAIL

BOARD OF LEGISLATORS					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	5,491	5,491	1,228	5,491	-
Other Personal Services	258	258	48	258	-
Equipment	2	5	-	2	(3)
Materials & Supplies	330	334	72	330	(4)
Contractual Expenses	483	483	37	483	-
Social Services Relief	-	-	-	-	-
Inter-Departmental Charge	9	9	-	9	-
Gross Expenditures	6,573	6,580	1,384	6,573	(7)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	6,573	6,580	1,384	6,573	(7)
TAX LEVY	6,573	6,580	1,384	6,573	(7)

FIRST QUARTER HIGHLIGHTS

The Board of Legislators is projected to remain in line with originally adopted appropriation levels at this time. Expenditure variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

COUNTY EXECUTIVE					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	9,076	9,076	1,929	8,976	(100)
Other Personal Services	266	266	56	266	-
Materials & Supplies	84	88	6	86	(2)
Contractual Expenses	7,860	8,138	523	8,129	(9)
Inter-Departmental Charge	773	773	534	773	-
Gross Expenditures	18,059	18,340	3,047	18,229	(111)
Inter-Departmental Revenue	(2,010)	(2,010)	-	(2,010)	-
NET EXPENDITURES	16,049	16,330	3,047	16,219	(111)
Departmental Income	(1,899)	(1,899)	-	(1,899)	-
Agency & Trust Revenue	-	-	-	(205)	(205)
Interfund Revenue	(98)	(98)	-	(98)	-
State Aid	(385)	(385)	-	(385)	-
REVENUES	(2,382)	(2,382)	0	(2,587)	(205)
TAX LEVY	13,667	13,948	3,047	13,632	(316)

FIRST QUARTER HIGHLIGHTS

The County Executive Department is projected to be \$316,000 below the modified budget at this time. Expenditures are projected to be \$111,000 under budget, primarily due to ongoing vacancies within the County Executive Office. In addition, Agency and Trust revenue has been revised upward by \$205,000 to reflect ARPA-related expenditures that rolled over from 2025 into 2026.

DEPARTMENTAL DETAIL

DEPARTMENT OF HUMAN RESOURCES					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	5,013	5,013	1,149	4,978	(35)
Other Personal Services	205	205	27	147	(58)
Materials & Supplies	23	25	3	23	(2)
Contractual Expenses	1,172	1,176	379	1,172	(4)
Inter-Departmental Charge	858	858	788	858	-
Gross Expenditures	7,271	7,277	2,346	7,178	(99)
Inter-Departmental Revenue	(860)	(860)	(1)	(860)	-
NET EXPENDITURES	6,411	6,417	2,345	6,318	(99)
Departmental Income	(312)	(312)	(105)	(312)	-
Miscellaneous Revenue	-	-	-	-	-
REVENUES	(312)	(312)	(105)	(312)	-
TAX LEVY	6,099	6,105	2,240	6,006	(99)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Human Resources to expend below its personal service appropriation levels at this time. The projected savings include \$35,000 attributable to vacancy savings and \$58,000 resulting from reduced hourly and overtime expenditures.

DEPARTMENT OF BUDGET					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	2,019	2,019	457	2,019	-
Other Personal Services	11	11	-	11	-
Materials & Supplies	3	3	-	3	-
Contractual Expenses	56	57	1	56	-
Inter-Departmental Charge	563	563	566	563	-
Gross Expenditures	2,652	2,653	1,025	2,652	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	2,652	2,653	1,025	2,652	-
Departmental Income	(1,010)	(1,010)	-	(1,010)	-
REVENUES	(1,010)	(1,010)	-	(1,010)	-
TAX LEVY	1,642	1,642	1,025	1,642	-

FIRST QUARTER HIGHLIGHTS

The Department of Budget is projected to remain in line with originally adopted appropriation levels at this time.

DEPARTMENTAL DETAIL

BOARD OF ELECTIONS					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	10,002	10,002	2,290	10,002	-
Other Personal Services	2,400	2,400	82	2,400	-
Equipment	78	121	43	78	(43)
Materials & Supplies	2,409	2,467	326	2,409	(59)
Contractual Expenses	8,858	9,360	404	8,858	(502)
Inter-Departmental Charge	4,382	4,382	1,891	4,382	-
Gross Expenditures	28,128	28,732	5,037	28,128	(604)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	28,128	28,732	5,037	28,128	(604)
Departmental Income	(1,934)	(1,934)	(0)	(1,934)	-
REVENUES	(1,934)	(1,934)	(0)	(1,934)	-
TAX LEVY	26,194	26,798	5,037	26,194	(604)

FIRST QUARTER HIGHLIGHTS

DOB projects the Board of Elections to remain in line with the budget as originally adopted at this time. Expenditure variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENT OF FINANCE						
Thousands of Dollars						
		2026	2026	YTD	2026	Proj. less
		Adopted	Modified	Mar 31	Projected	Modified
15						
100S	Annual Regular Salaries	4,779	4,779	1,095	4,669	(111)
101S	Other Personal Services	60	60	12	60	-
300S	Materials & Supplies	40	40	6	40	-
400S	Contractual Expenses	191	192	26	191	-
599S	Inter-Departmental Charge	1,301	1,301	915	1,301	-
	Gross Expenditures	6,372	6,372	2,055	6,261	(111)
99S	Inter-Departmental Revenue	-	-	-	-	-
	NET EXPENDITURES	6,372	6,372	2,055	6,261	(111)
50S	Departmental Income	(1,801)	(1,801)	(1,100)	(1,801)	-
91S	Undistributed Revenues	-	-	-	-	-
	REVENUES	(1,801)	(1,801)	(1,100)	(1,801)	-
	TAX LEVY	4,571	4,571	955	4,460	(111)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Finance to be \$111,000 below the modified budget at this time. Salaries have been revised downward by \$111,000 due to ongoing vacancy savings.

DEPARTMENTAL DETAIL

DEPARTMENT OF INFORMATION TECHNOLOGY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	14,964	14,964	3,392	14,964	-
Other Personal Services	2,948	2,948	590	2,948	-
Equipment	130	309	87	130	(179)
Materials & Supplies	256	298	31	256	(42)
Contractual Expenses	42,086	45,801	7,127	42,086	(3,715)
Inter-Departmental Charge	1,901	1,901	249	1,901	-
Gross Expenditures	62,285	66,220	11,476	62,285	(3,936)
Inter-Departmental Revenue	(51,643)	(51,643)	(47,512)	(51,643)	-
NET EXPENDITURES	10,641	14,577	(36,036)	10,641	(3,936)
Departmental Income	(9,458)	(9,458)	(3,740)	(9,458)	-
State Aid	(157)	(157)	-	(157)	-
REVENUES	(9,665)	(9,665)	(3,740)	(9,665)	-
TAX LEVY	976	4,912	(39,777)	976	(3,936)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Information Technology to remain in line with the budget as originally adopted at this time. Variances reflected in the modified budget are not included in this projection, as the department anticipates rolling a similar amount into CFY 2027.

BOARD OF ACQUISITION & CONTRACT					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	339	339	87	339	-
Materials & Supplies	2	2	0	2	-
Contractual Expenses	2	2	-	2	-
Inter-Departmental Charge	67	67	61	67	-
Gross Expenditures	409	409	147	409	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	409	409	147	409	-
Departmental Income	-	-	-	-	-
REVENUES	-	-	-	-	-
TAX LEVY	409	409	147	409	-

FIRST QUARTER HIGHLIGHTS

DOB projects the Board of Acquisition and Contract to remain in line with both the adopted and modified budgets at this time.

DEPARTMENTAL DETAIL

DEPARTMENT OF LAW					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	12,032	12,032	2,653	11,732	(300)
Other Personal Services	41	41	7	53	12
Equipment	70	70	39	70	-
Materials & Supplies	58	60	7	58	(2)
Contractual Expenses	2,745	3,098	1,043	2,745	(352)
Inter-Departmental Charge	1,052	1,052	866	1,052	-
Gross Expenditures	15,998	16,352	4,616	15,710	(642)
Inter-Departmental Revenue	(12,527)	(12,527)	(2,041)	(12,527)	-
NET EXPENDITURES	3,471	3,825	2,575	3,183	(642)
Departmental Income	(4,555)	(4,555)	(545)	(4,555)	-
REVENUES	(4,555)	(4,555)	(545)	(4,555)	-
TAX LEVY	(1,084)	(730)	2,030	(1,372)	(642)

FIRST QUARTER HIGHLIGHTS

DOB projects expenditures within the Department of Law to be \$642,000 below modified budget levels at this time. Of this amount, approximately \$300,000 is attributable to salary savings, partially offset by a projected \$12,000 increase in overtime expenditures. The remaining projected expenditure savings are primarily due to the expectation of a similar expense rollover from CFY 2026 into CFY 2027.

DEPARTMENT OF PLANNING					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	2,900	2,900	683	2,900	-
Equipment	-	-	-	-	-
Materials & Supplies	22	23	0	22	(1)
Contractual Expenses	1,767	1,812	(47)	1,767	(44)
Inter-Departmental Charge	1,022	1,022	617	1,022	-
Gross Expenditures	5,791	5,836	1,256	5,791	(45)
Inter-Departmental Revenue	-	-	(60)	-	-
NET EXPENDITURES	5,791	5,836	1,196	5,791	(45)
Departmental Income	(624)	(624)	(9)	(624)	-
Agency & Trust Revenue	-	-	-	-	-
Interfund Revenue	(365)	(365)	-	(365)	-
State Aid	-	-	-	-	-
Federal Aid	-	-	-	-	-
REVENUES	(989)	(989)	(9)	(989)	-
TAX LEVY	4,802	4,847	1,186	4,802	(45)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Planning to remain in line with the budget as adopted at this time. Expenditure variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENTAL DETAIL

DEPARTMENT OF EMERGENCY SERVICES					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	5,558	5,558	1,277	5,483	(75)
Other Personal Services	2,226	2,226	444	2,226	-
Equipment	23	145	122	23	(122)
Materials & Supplies	738	839	64	738	(101)
Contractual Expenses	1,819	1,869	121	1,819	(50)
Inter-Departmental Charge	5,520	5,520	4,148	5,520	-
Gross Expenditures	15,884	16,157	6,175	15,809	(348)
Inter-Departmental Revenue	(849)	(849)	-	(849)	-
NET EXPENDITURES	15,035	15,308	6,175	14,960	(348)
Departmental Income	(134)	(134)	-	(134)	-
Federal Aid	(351)	(351)	-	(351)	-
REVENUES	(485)	(485)	-	(485)	-
TAX LEVY	14,549	14,822	6,175	14,474	(348)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Emergency Services to be \$348,000 below modified appropriation levels at this time. This projection includes \$75,000 in vacancy savings.

COUNTY CLERK					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	4,606	4,606	1,114	4,606	-
Other Personal Services	50	50	1	50	-
Equipment	34	37	-	34	(2)
Materials & Supplies	127	130	36	127	(3)
Contractual Expenses	100	100	24	100	-
Inter-Departmental Charge	1,909	1,909	1,393	1,909	-
Gross Expenditures	6,826	6,831	2,567	6,826	(6)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	6,826	6,831	2,567	6,826	(6)
Departmental Income	(8,407)	(8,407)	(1,242)	(8,407)	-
REVENUES	(8,407)	(8,407)	(1,242)	(8,407)	-
TAX LEVY	(1,582)	(1,576)	1,325	(1,582)	(6)

FIRST QUARTER HIGHLIGHTS

DOB projects expenditures for the County Clerk to remain in line with originally adopted budget levels at this time.

DEPARTMENTAL DETAIL

DEPARTMENT OF SOCIAL SERVICES					
Thousands of Dollars					
	2026	2026	YTD	2026	Proj. less
	Adopted	Modified	Mar 31	Projected	Modified
Annual Regular Salaries	85,852	85,852	20,206	85,352	(500)
Other Personal Services	5,037	5,037	1,020	5,537	500
Equipment	250	278	38	400	122
Materials & Supplies	836	888	116	836	(51)
Contractual Expenses	24,152	24,276	4,191	24,202	(74)
Social Services Relief	584,384	584,449	122,027	592,889	8,440
Inter-Departmental Charge	47,262	47,262	12,408	47,562	300
Gross Expenditures	747,773	748,042	160,006	756,778	8,736
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	747,773	748,042	160,006	756,778	8,736
Departmental Income	(3,922)	(3,922)	5	(3,922)	-
Miscellaneous Revenue	-	-	(78)	-	-
Agency & Trust Revenue	-	-	-	-	-
Undistributed Revenues	-	-	(1,674)	-	-
State Aid	(113,114)	(113,114)	(51,868)	(113,820)	(706)
Federal Aid	(209,417)	(209,417)	(58,616)	(210,056)	(639)
REVENUES	(326,453)	(326,453)	(112,231)	(327,798)	(1,345)
TAX LEVY	421,320	421,589	47,775	428,980	7,391

FIRST QUARTER HIGHLIGHTS

As of the first quarter, DOB projects the Department of Social Services (DSS) to utilize a tax levy of \$7.39 million above modified budget levels at this time. Expenditures are projected to increase by \$8.74 million, while revenues are projected to increase by \$1.35 million.

Within personal services, DSS has experienced a large number of vacancies through the first quarter, resulting in approximately \$0.50 million in salary savings, which is offset by a corresponding increase in overtime expenditures. In addition, contractual expenses have increased due to DSS occupying previously unbudgeted space at 10 County Center. This includes an increase of approximately \$0.05 million in contractual services, as well as a \$0.3 million increase in DPW charges.

DOB projects expenditure increases of approximately \$8.44 million within the relief category. Day Care subsidy expenditures are projected to increase by \$7.2 million due to higher-than-anticipated caseloads. Emergency Assistance to Families (EAF) expenditures are projected to increase by \$1.7 million due to higher room and board costs, while Raise the Age (RTA) expenditures are projected to increase by \$0.24 million. These increases are partially offset by projected savings within Family Assistance (\$0.22 million) and Safety Net (\$0.40 million), as caseloads are currently trending below budgeted levels. Due to the projected increase in expenditures, State Aid is projected to exceed budget by approximately \$0.7 million, while Federal Aid is projected to exceed budget by approximately \$0.64 million.

DEPARTMENT OF SENIOR PROGRAMS & SERVICES					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Contractual Expenses	902	1,001	139	902	(99)
Inter-Departmental Charge	833	833	505	833	-
Gross Expenditures	1,848	1,947	644	1,848	(99)
Inter-Departmental Revenue	(291)	(291)	-	(291)	-
NET EXPENDITURES	1,557	1,656	644	1,557	(99)
TAX LEVY	1,557	1,656	644	1,557	(99)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Senior Programs and Services to remain in line with the budget as originally adopted at this time. Expenditure variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENTAL DETAIL

DEPARTMENT OF CONSUMER PROTECTION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	2,173	2,173	486	2,173	-
Other Personal Services	35	35	3	35	-
Equipment	8	8	-	8	-
Materials & Supplies	63	63	6	63	-
Contractual Expenses	79	79	6	79	-
Inter-Departmental Charge	452	452	362	452	-
Gross Expenditures	2,811	2,811	863	2,811	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	2,811	2,811	863	2,811	-
Departmental Income	(5,750)	(5,750)	(1,381)	(5,750)	-
Undistributed Revenues	-	-	-	-	-
REVENUES	(5,750)	(5,750)	(1,381)	(5,750)	-
TAX LEVY	(2,939)	(2,939)	(518)	(2,939)	-

FIRST QUARTER HIGHLIGHTS

DOB projects expenditures for the Department of Consumer Protection to remain in line with both the adopted and modified budgets at this time.

DEPARTMENT OF MENTAL HEALTH					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	4,630	4,630	1,096	4,492	(138)
Other Personal Services	144	144	29	144	-
Equipment	-	8	7	-	(8)
Materials & Supplies	65	66	6	65	(1)
Contractual Expenses	10,259	10,317	1,059	10,259	(59)
Inter-Departmental Charge	1,696	1,696	1,420	1,696	-
Gross Expenditures	16,793	16,860	3,618	16,655	(205)
Inter-Departmental Revenue	(1,362)	(1,362)	-	(1,362)	-
NET EXPENDITURES	15,430	15,498	3,618	15,293	(205)
Departmental Income	(976)	(976)	-	(976)	-
State Aid	(2,075)	(2,075)	-	(2,075)	-
Federal Aid	(910)	(910)	(1,046)	(1,256)	(346)
REVENUES	(5,126)	(5,126)	(1,243)	(5,472)	(346)
TAX LEVY	10,305	10,372	2,375	9,821	(551)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Mental Health to utilize a tax levy of \$9.8 million at this time. Personal service expenditures have been reduced by \$138,000 to reflect vacancy savings, while Federal Aid revenue has been increased due to additional Mental Health Block Grant and HUD reimbursement funding. The remaining expenditure variances primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENTAL DETAIL

DEPARTMENT OF HEALTH					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	18,684	18,684	4,412	18,684	(0)
Other Personal Services	750	750	174	750	-
Equipment	58	132	74	132	0
Materials & Supplies	300	309	38	300	(9)
Contractual Expenses	167,842	168,731	29,161	170,984	2,253
Inter-Departmental Charge	8,073	8,073	4,187	8,073	-
Gross Expenditures	195,706	196,679	38,046	198,923	2,244
Inter-Departmental Revenue	(5)	(5)	-	(5)	-
NET EXPENDITURES	195,701	196,674	38,046	198,918	2,244
Departmental Income	(16,505)	(16,505)	(1,902)	(16,390)	115
Miscellaneous Revenue	-	-	14	-	-
Agency & Trust Revenue	-	-	-	-	-
Undistributed Revenues	-	-	(264)	-	-
State Aid	(92,367)	(92,367)	-	(92,305)	62
REVENUES	(109,016)	(109,016)	(2,152)	(108,838)	177
TAX LEVY	86,686	87,658	35,895	90,080	2,421

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects the Department of Health to be \$2.42 million above modified appropriation levels at this time. Contractual expenses have increased by \$2.25 million.

The Division of Health is projected to be \$309,000 above budget, primarily due to the relocation of the Yonkers Clinic to a new facility. The Division of Children with Special Needs (CSN) is projected to be \$1.94 million above budget, with the majority of the increase attributable to preschool tuition and transportation costs.

Revenues within CSN are projected to be \$189,000 below budget based on revised expenditure projections. Increased transportation expenses exceed reimbursement caps and are therefore not reimbursable, while Medicaid reimbursement for transportation has also decreased. Overall reimbursement rates are projected at 49% for Early Intervention (EI) expenditures not reimbursed by Medicaid or private insurance, and 59.5% for preschool expenditures not reimbursed by Medicaid.

DEPARTMENT OF LABORATORIES & RESEARCH					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	10,414	10,414	2,449	10,414	-
Other Personal Services	546	546	145	645	99
Equipment	77	125	40	77	(49)
Materials & Supplies	1,468	1,509	185	1,468	(40)
Contractual Expenses	1,426	1,444	159	1,426	(19)
Inter-Departmental Charge	5,009	5,009	2,137	5,009	-
Gross Expenditures	18,940	19,048	5,116	19,039	(9)
Inter-Departmental Revenue	(6)	(6)	(1)	(6)	-
NET EXPENDITURES	18,934	19,042	5,115	19,033	(9)
Departmental Income	(2,687)	(2,687)	(374)	(2,687)	-
State Aid	(2,873)	(2,873)	-	(2,873)	-
REVENUES	(5,560)	(5,560)	(374)	(5,560)	-
TAX LEVY	13,374	13,482	4,741	13,473	(9)

FIRST QUARTER HIGHLIGHTS

DOB projects expenditures within the Department of Laboratories and Research to be \$99,000 above the modified budget at this time. Personal service expenditures have been revised upward to reflect increased per diem utilization. The remaining variances primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENTAL DETAIL

HUMAN RIGHTS COMMISSION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	890	890	216	890	-
Other Personal Services	15	15	0	15	-
Equipment	-	-	-	-	-
Materials & Supplies	7	7	1	7	-
Contractual Expenses	233	235	7	233	(2)
Inter-Departmental Charge	176	176	79	176	-
Gross Expenditures	1,322	1,324	303	1,322	(2)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	1,322	1,324	303	1,322	(2)
Departmental Income	(70)	(70)	(9)	(70)	-
Federal Aid	(100)	(100)	-	(100)	-
REVENUES	(170)	(170)	(9)	(170)	-
TAX LEVY	1,152	1,154	294	1,152	(2)

FIRST QUARTER HIGHLIGHTS

DOB projects the Human Rights Commission to remain in line with adopted budget levels at this time.

DEPARTMENT OF CORRECTION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	93,339	93,339	21,608	93,339	-
Other Personal Services	18,531	18,531	4,673	18,531	-
Equipment	434	1,009	419	434	(576)
Materials & Supplies	1,848	2,196	582	1,848	(348)
Contractual Expenses	25,131	27,217	3,602	25,131	(2,086)
Inter-Departmental Charge	15,280	15,280	5,350	15,280	-
Gross Expenditures	154,564	157,572	36,234	154,564	(3,009)
Inter-Departmental Revenue	(181)	(181)	-	(181)	-
NET EXPENDITURES	154,383	157,391	36,234	154,383	(3,009)
Departmental Income	(9,639)	(9,639)	(1,622)	(9,639)	-
State Aid	-	-	-	-	-
Federal Aid	(10)	(10)	(2)	(10)	-
REVENUES	(12,369)	(12,369)	(1,624)	(12,369)	-
TAX LEVY	142,013	145,022	34,611	142,013	(3,009)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Correction to remain in line with the adopted budget at this time. Variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENTAL DETAIL

TAX COMMISSION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	286	286	67	286	-
Other Personal Services	-	-	-	-	-
Materials & Supplies	0	0	-	0	-
Contractual Expenses	139	139	133	139	-
Inter-Departmental Charge	39	39	37	39	-
Gross Expenditures	463	463	237	463	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	463	463	237	463	-
Departmental Income	-	(0)	(0)	-	-
REVENUES	-	(0)	(0)	-	-
TAX LEVY	463	463	237	463	-

FIRST QUARTER HIGHLIGHTS

DOB anticipates expenditures for the Tax Commission to be level with the modified budget at this time.

DISTRICT ATTORNEY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	29,891	29,891	7,046	29,891	-
Other Personal Services	513	513	116	513	-
Equipment	81	116	13	81	(35)
Materials & Supplies	273	287	38	273	(14)
Contractual Expenses	4,828	4,877	266	4,828	(50)
Inter-Departmental Charge	1,368	1,368	357	1,368	-
Gross Expenditures	36,954	37,053	7,836	36,954	(99)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	36,954	37,053	7,836	36,954	(99)
Miscellaneous Revenue	-	-	-	-	-
State Aid	(4,206)	(4,206)	-	(4,206)	-
Federal Aid	(50)	(50)	-	(50)	-
REVENUES	(4,256)	(4,256)	-	(4,256)	-
TAX LEVY	32,698	32,797	7,836	32,698	(99)

FIRST QUARTER HIGHLIGHTS

DOB projects the District Attorney to approximate the budget as adopted at this time. Expenditure variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027

DEPARTMENTAL DETAIL

DEPARTMENT OF PUBLIC SAFETY					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	42,161	42,161	9,030	42,161	-
Other Personal Services	15,953	15,953	1,915	15,953	-
Equipment	929	2,165	274	929	(1,236)
Materials & Supplies	3,192	3,433	502	3,192	(242)
Contractual Expenses	6,031	6,765	620	6,031	(735)
Inter-Departmental Charge	8,316	8,316	5,813	8,316	-
Gross Expenditures	76,582	78,794	18,154	76,582	(2,213)
Inter-Departmental Revenue	(14,228)	(14,228)	-	(14,228)	-
NET EXPENDITURES	62,354	64,566	18,154	62,354	(2,213)
Departmental Income	(19,339)	(19,339)	(688)	(19,339)	-
State Aid	(5,065)	(5,065)	-	(5,149)	(85)
Federal Aid	(172)	(172)	-	(172)	-
REVENUES	(24,576)	(24,576)	(688)	(24,660)	(85)
TAX LEVY	37,778	39,991	17,466	37,694	(2,298)

FIRST QUARTER HIGHLIGHTS

DOB projects expenditures within the Department of Public Safety to remain in line with the adopted budget at this time. Expenditure variances from the modified budget primarily reflect the expectation of a similar rollover from CFY 2026 into CFY 2027. In addition, State aid revenue has been increased by \$85,000 to reflect additional Discovery Grant revenues.

DEPARTMENT OF PROBATION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	18,676	18,676	4,339	18,276	(400)
Other Personal Services	605	605	154	605	-
Equipment	122	141	-	122	(19)
Materials & Supplies	245	288	39	245	(43)
Contractual Expenses	18,741	18,924	271	18,741	(183)
Inter-Departmental Charge	5,330	5,330	2,469	5,330	-
Gross Expenditures	43,719	43,965	7,271	43,319	(646)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	43,719	43,965	7,271	43,319	(646)
Departmental Income	(231)	(231)	(55)	(231)	-
Agency & Trust Revenue	(3)	(3)	-	(3)	-
State Aid	(22,277)	(22,277)	(356)	(22,277)	-
REVENUES	(22,691)	(22,691)	(502)	(22,691)	-
TAX LEVY	21,028	21,275	6,770	20,628	(646)

FIRST QUARTER HIGHLIGHTS

DOB projects a favorable expenditure variance of \$646,000 versus the modified budget within the Department of Probation at this time. This projection is primarily driven by higher-than-anticipated vacancy savings, as well as the expectation that certain non-personal service expenditures will experience a similar rollover into CFY 2027.

DEPARTMENTAL DETAIL

PUBLIC ADMINISTRATOR					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	839	839	193	839	-
Equipment	1	1	-	1	-
Materials & Supplies	6	6	0	6	-
Contractual Expenses	50	50	1	50	-
Inter-Departmental Charge	164	164	126	164	-
Gross Expenditures	1,060	1,060	320	1,060	-
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	1,060	1,060	320	1,060	-
Departmental Income	(1,504)	(1,504)	(383)	(1,504)	-
REVENUES	(1,504)	(1,504)	(383)	(1,504)	-
TAX LEVY	(445)	(444)	(62)	(445)	-

FIRST QUARTER HIGHLIGHTS

DOB projects the Public Administrator to remain in line with the adopted budget at this time.

SOLID WASTE COMMISSION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	1,107	1,107	262	1,107	-
Other Personal Services	763	763	176	763	-
Equipment	-	-	-	-	-
Materials & Supplies	37	44	10	37	(7)
Contractual Expenses	107	107	41	107	-
Inter-Departmental Charge	217	217	165	217	-
Gross Expenditures	2,231	2,238	653	2,231	(7)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	2,231	2,238	653	2,231	(7)
Departmental Income	(3,849)	(3,849)	(931)	(3,873)	(24)
REVENUES	(3,849)	(3,849)	(931)	(3,873)	(24)
TAX LEVY	(1,619)	(1,611)	(278)	(1,642)	(31)

FIRST QUARTER HIGHLIGHTS

DOB projects the Solid Waste Commission to generate a favorable net variance of \$1.64 million at this time, primarily due to increased departmental income from application fees.

DEPARTMENTAL DETAIL

DEPARTMENT OF PARKS					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	19,359	19,359	4,739	19,359	-
Other Personal Services	16,027	16,027	2,071	16,027	-
Equipment	435	529	114	435	(93)
Materials & Supplies	11,169	11,346	1,625	11,169	(177)
Contractual Expenses	27,509	28,061	3,480	27,509	(551)
Inter-Departmental Charge	7,802	7,802	2,378	7,802	-
Gross Expenditures	82,301	83,123	14,408	82,301	(822)
Inter-Departmental Revenue	(463)	(463)	-	(463)	-
NET EXPENDITURES	81,838	82,660	14,408	81,838	(822)
Departmental Income	(39,308)	(39,308)	(2,352)	(39,308)	-
Undistributed Revenues	-	-	(29)	-	-
State Aid	(50)	(50)	-	(50)	-
REVENUES	(41,813)	(41,813)	(4,848)	(41,813)	-
TAX LEVY	40,025	40,847	9,560	40,025	(822)

FIRST QUARTER HIGHLIGHTS

Overall, DOB projects expenditures for the Department of Parks and Recreation to be \$822,000 below the modified budget. These expenditure variances are primarily attributable to the department anticipating a similar rollover from CFY 2026 into CFY 2027.

Revenue projections for the Parks Department remain unchanged in this forecast, as major revenue-generating activities such as camps, pools, golf, and Playland primarily occur during the second and third quarters.

OFFICE OF ASSIGNED COUNSEL					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	761	761	174	897	136
Equipment	6	6	0	6	-
Materials & Supplies	9	9	4	9	-
Contractual Expenses	24,844	24,848	3,235	24,844	(3)
Inter-Departmental Charge	188	188	111	188	-
Gross Expenditures	25,824	25,827	3,526	25,960	133
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	25,824	25,827	3,526	25,960	133
State Aid	(12,057)	(12,057)	-	(12,193)	(136)
REVENUES	(12,057)	(12,057)	-	(12,193)	(136)
TAX LEVY	13,767	13,770	3,526	13,767	(3)

FIRST QUARTER HIGHLIGHTS

DOB projects the Office of Assigned Counsel to remain in line with the modified budget at this time, as increased salary expenses are fully offset by corresponding State aid reimbursement revenue. An increase of \$136,000 in salary expenses is matched by an equal increase in State aid revenue.

DEPARTMENTAL DETAIL

DEPARTMENT OF TRANSPORTATION					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	2,250	2,250	517	2,200	(50)
Other Personal Services	100	100	27	100	-
Equipment	310	472	27	262	(210)
Materials & Supplies	2,537	2,537	747	2,537	-
Contractual Expenses	226,263	226,443	42,460	228,718	2,275
Inter-Departmental Charge	2,626	2,626	1,070	2,626	-
Gross Expenditures	234,085	234,427	44,849	236,442	2,016
Inter-Departmental Revenue	(911)	(911)	-	(911)	-
NET EXPENDITURES	233,174	233,516	44,849	235,531	2,016
Departmental Income	(21,344)	(21,344)	(2,645)	(20,345)	999
Miscellaneous Revenue	-	-	-	-	-
State Aid	(110,105)	(110,105)	-	(115,080)	(4,975)
Federal Aid	(22,064)	(22,064)	-	(22,064)	-
REVENUES	(153,513)	(153,513)	(2,645)	(157,489)	(3,976)
TAX LEVY	79,661	80,003	42,205	78,042	(1,961)

FIRST QUARTER HIGHLIGHTS

DOB projects the Department of Transportation (DOT) to utilize a county share tax levy of \$78.04 million, a decrease of \$1.961 million from the modified budget.

Net expenditures are projected \$2 million above the modified budget at this time. Included in these revisions are a reduction of \$260,000 for vacancy savings, and equipment savings. Due to a projected farebox collection shortfall, the Contractual Expenses line is \$2.275 million unfavorable.

Revenues are projected \$3.976 million above modified budget targets. Departmental income has been decreased by \$1 million due to lower OMNY collections. State Transportation Operating Assistance (STOA) has been increased by \$4.975 million per the 2026-27 NYS Executive Budget.

DEPARTMENT OF PUBLIC WORKS					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Annual Regular Salaries	18,533	18,533	4,392	17,879	(654)
Other Personal Services	2,209	2,209	599	2,209	-
Equipment	354	841	-	354	(488)
Materials & Supplies	24,616	24,795	3,864	24,616	(179)
Contractual Expenses	32,870	34,761	4,263	33,170	(1,591)
Inter-Departmental Charge	3,717	3,717	2,066	3,717	-
Gross Expenditures	82,299	84,857	15,183	81,945	(2,912)
Inter-Departmental Revenue	(60,443)	(60,443)	(3,452)	(60,743)	(300)
NET EXPENDITURES	21,855	24,413	11,732	21,202	(3,212)
Departmental Income	(9,561)	(9,561)	(501)	(9,581)	(20)
State Aid	(80)	(80)	-	(80)	-
REVENUES	(9,641)	(9,641)	(501)	(9,661)	(20)
TAX LEVY	12,214	14,772	11,230	11,540	(3,232)

FIRST QUARTER HIGHLIGHTS

DOB projects net expenditures within the Department of Public Works (DPW) to be \$3.232 million below the modified budget. Salaries have been revised downward by \$654,000 due to ongoing vacancy savings. Materials and supplies expenditures have also been reduced by \$179,000, while interdepartmental revenue has been lowered by \$300,000. The remaining variances are primarily attributable to the department anticipating a similar rollover from CFY 2026 into CFY 2027.

DEPARTMENTAL DETAIL

DEBT SERVICE					
Thousands of Dollars					
	2026 Adopted	2026 Modified	YTD Mar 31	2026 Projected	Proj. less Modified
Contractual Expenses	111,773	111,774	9,795	111,773	(1)
Gross Expenditures	111,773	111,774	9,795	111,773	(1)
Inter-Departmental Revenue	-	-	-	-	-
NET EXPENDITURES	111,773	111,774	9,795	111,773	(1)
Interfund Revenue	(9,762)	(9,762)	(9,946)	(9,762)	-
REVENUES	(9,762)	(9,762)	(9,946)	(9,762)	-
TAX LEVY	102,011	102,012	(152)	102,011	(1)

FIRST QUARTER HIGHLIGHTS

DOB projects debt service expenditures to remain in line with the adopted budget at this time.

MISCELLANEOUS BUDGETS						
Thousands of Dollars						
		2026	2026	YTD	2026	Proj. less
		Adopted	Modified	Mar 31	Projected	Modified
52						
101S	Other Personal Services	333,446	333,446	82,146	342,823	9,377
400S	Contractual Expenses	327,346	327,439	56,443	327,346	(93)
599S	Inter-Departmental Charge	9,890	9,890	-	9,890	-
	Gross Expenditures	670,682	670,775	138,589	680,059	9,285
99S	Inter-Departmental Revenue	-	-	-	-	-
	NET EXPENDITURES	670,682	670,775	138,589	680,059	9,285
10S	Real Property Taxes	(562,302)	(562,302)	-	(562,302)	-
20S	Payments in Lieu of Taxes	(8,775)	(8,775)	(1,366)	(8,775)	-
30S	Non-Property Taxes	(1,017,678)	(1,017,678)	(104,073)	(1,017,678)	-
50S	Departmental Income	(23,292)	(23,292)	(354)	(23,292)	-
55S	Interest on Investments	(14,536)	(14,536)	(232)	(14,536)	-
57S	Appropriated Fund Balance	-	(16,423)	-	-	16,423
60S	Miscellaneous Revenue	(101,000)	(101,000)	(7,684)	(101,000)	-
90S	Interfund Revenue	(13,529)	(13,529)	(3,402)	(13,529)	-
97S	State Aid	(11,750)	(11,750)	-	(11,750)	-
	REVENUES	(1,758,548)	(1,774,971)	(117,111)	(1,758,548)	16,423
	TAX LEVY	(1,087,866)	(1,104,197)	21,478	(1,078,489)	25,708

FIRST QUARTER HIGHLIGHTS

Overall, the Department of Budget (DOB) projects a tax levy increase of approximately \$9.29 million above adopted budget levels within the Miscellaneous Budgets category.

Other Personal Services has increased by \$9.38 million due to a projected growth in employee healthcare costs. The projected increase in healthcare benefit costs for Q1 2026 is primarily driven by higher than budgeted medical claims activity. While prescription costs are currently trending favorably and are projected to generate approximately \$4.40 million in savings compared to budget, medical claims are projected to exceed budget by \$13.80 million.

A contributing factor to the increase in medical claims is the timing of lag payments associated with prior-year claims, which are impacting current-year expenditures. As a result, the savings in prescription costs are being more than offset by elevated medical claim activity and prior-period claim payments.

WESTCHESTER
COUNTY