To: County Council

From: Walter Parfejewiec, Office of Budget and Management

Date: June 15, 2026

RE: Council Update-May 2026

cc: Chris Ronayne, County Executive; Erik Janas, Chief of Staff; Katherine Gallagher, Chief of Operations: Mike Chambers, Fiscal Officer; Shawntaye McCurdy, OBM Deputy Director; Andria Richardson, Clerk of Council; Trevor McAleer, Legislative Budget Advisor; David Razum, Deputy Chief of Communications & Strategy; Office of Budget and Management Staff

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In accordance with **County Code §701.07(C)**, the following is the monthly update for **May 2026.**

Gross Sales Tax receipts (before allocation to General Fund and Debt Service) totaled $25.9 million in the month of May 2026. Year-to-date Sales tax receipts total $149.4 million, which represents a year-over-year increase of 7.8% *(this includes $4.4 million in lost revenue due to the 2025 Sales Tax holiday that was received in January)*.

- **General Fund:**

  The most significant source of revenue is Sales Taxes. Year-to-date Sales Taxes allocated to the General Fund total $146.9 million. The following tables summarize General Fund revenues, expenditures and subsidies:

General Fund Revenue	2026 Budget	2026 Actual	% Budget
Property Tax	$42,019,532	$22,999,408	54.7%
Sales & Use	$342,232,926	$146,881,980	42.9%
Licenses & Permits	$72,805	$25,500	35.0%
Fines & Forfeitures	$16,400,238	$3,644,146	22.2%
Charges for Services	$113,106,152	$31,390,518	27.8%
Intergovernmental	$75,648,120	$32,895,713	43.5%
Other Revenue	$17,507,184	$8,773,660	50.1%
Interest Earnings	$32,296,950	$16,258,737	50.3%
Total Revenue	**$639,283,907**	**$262,869,662**	**41.1%**

General Fund Expenditures/Subsidies	2026 Budget	2026 Actual	% Budget
Personnel Services	$391,337,698	$170,684,814	43.6%
Other Expenses	$210,788,846	$78,953,820	37.5%
Total Expenditures	**$602,126,544**	**$249,638,635**	**41.5%**
Total Subsidies to Other Funds	**$61,940,511**	**$49,451,162**	**76.7%**

- **Health & Human Services Levy**:

  The primary source of revenue is property taxes generated from the County's **two voted levies for Health and Human Services**. The following tables summarize Health and Human Services Levy Fund revenues and subsidies:

HHS Levy Fund Revenue	2026 Budget	2026 Actual	% Budget
Property Tax	$263,810,425	$145,103,110	55.0%
Intergovernmental	$15,483,016	$0	0.0%
Other Revenue	$0	$0	0.0%
Total Revenue	**$279,293,441**	**$145,103,110**	**52.0%**

HHS Levy Fund Expenditures/Subsidies	2026 Budget	2026 Actual	% Budget
Total Expenditures	**$3,843,197**	**$3,170,288**	**82.5%**
Total Subsidies to Other Funds	**$278,817,335**	**$36,707,027**	**13.2%**

- Attached is the INFOR/Lawson report **YEAR-TO-DATE FUND BALANCE by FUND**, which summarizes the following for all county funds:

  - Beginning Cash Balance
  - YTD Receipts
  - YTD Expenditures
  - Ending Cash Balance

- **Significant Changes:**

  - In anticipation of issuing **Capital Facilities Bonds, Series 2026 to finance the Central Services Campus in Garfield Heights**, we held credit rating calls with both Moody's Ratings and S&P Global Ratings. These credit rating calls affirmed ratings of Aa2 (stable) from Moody's Ratings AA from S&P Ratings.

  - We issued **$927,705,000 in General Obligation–Capital Facilities Bonds, Series 2026** to fund the Central Services Campus in Garfield Heights. The debt service for these bonds will be paid by the 0.25% Sales Tax.

  - Council **adopted the 2027 Alternative Tax Budget** maintaining the current allocation of inside millage; 1.10 mills to the General Fund and 0.35 mills to the General Obligation Bond Retirement Fund.

  - Council approved **cash transfers totaling $44,576,162 for budgeted General Fund subsidies.** These subsidies include debt service for Brownfields, Community Redevelopment, Med Mart, Progressive Field, Shaker Square, County Hotel and Economic Development.