

FY 2026-27

BUDGET PUBLIC HEARING & MANAGER'S RECOMMENDED BUDGET OVERVIEW

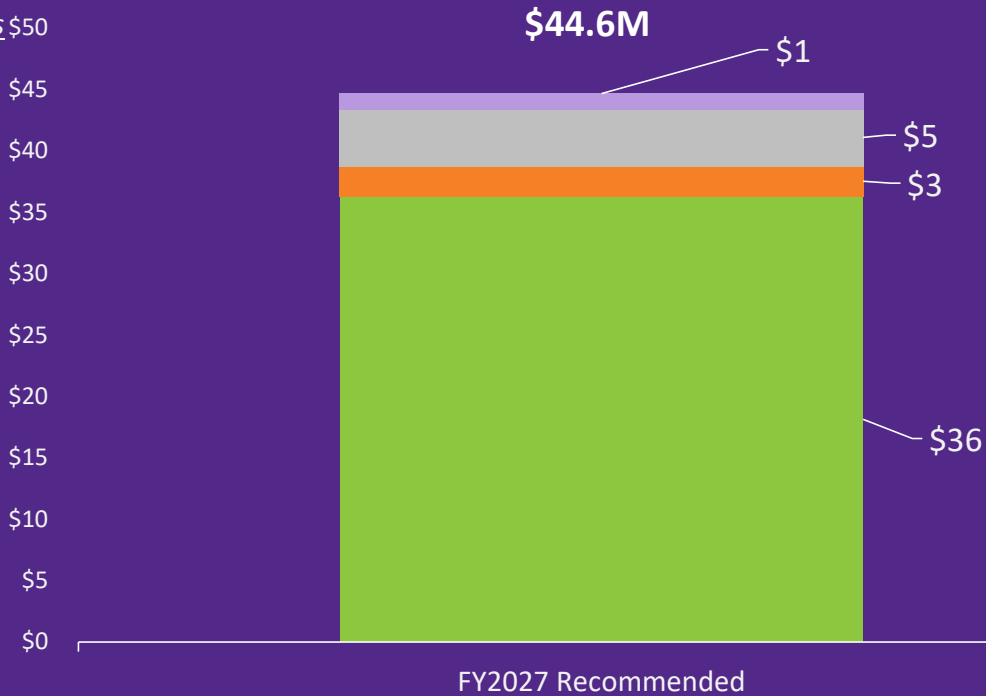
Tuesday, May 19, 2026



TOWN OF CARRBORO • NC

FY 2027 Recommended Budget *All Funds*

In Millions \$50



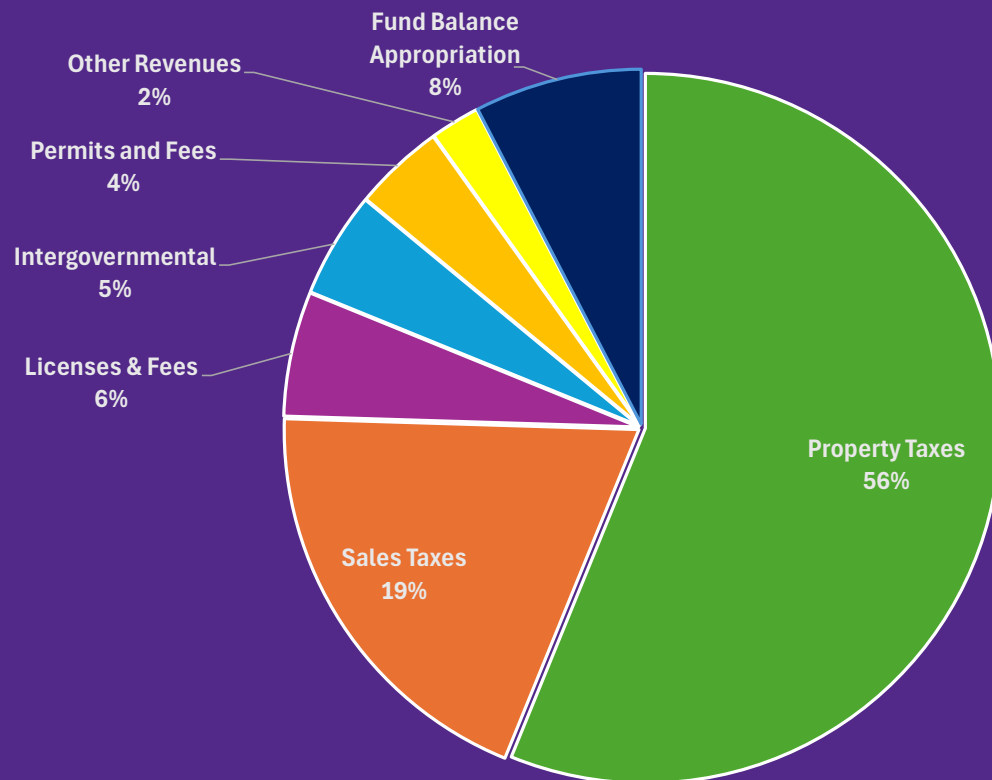
- FY2027 Recommended
- General Fund
 - Capital Project Funds
 - Special Revenue Funds
 - Enterprise Funds



FY2027
Recommended
Budget

Revenues + Available Fund
Balance = Expenditures
**\$44.6M Balanced
Budget**

Revenues by Type – General Fund



Recurring Revenue:
\$33,475,731

**Fund Balance
Appropriation:**
\$2,761,597 (8% of
General Fund
budget)

Total: \$36,237,328



Major Revenue Budget Drivers

- “Blue Ridge Loophole” – \$82M decrease in property tax base (\$463k potential revenue loss)
 - Mild projected growth in local sales and use taxes
 - Recognition of continued growth in recurring revenue streams – fees/permits
-

Fund balance appropriation of \$2.76M

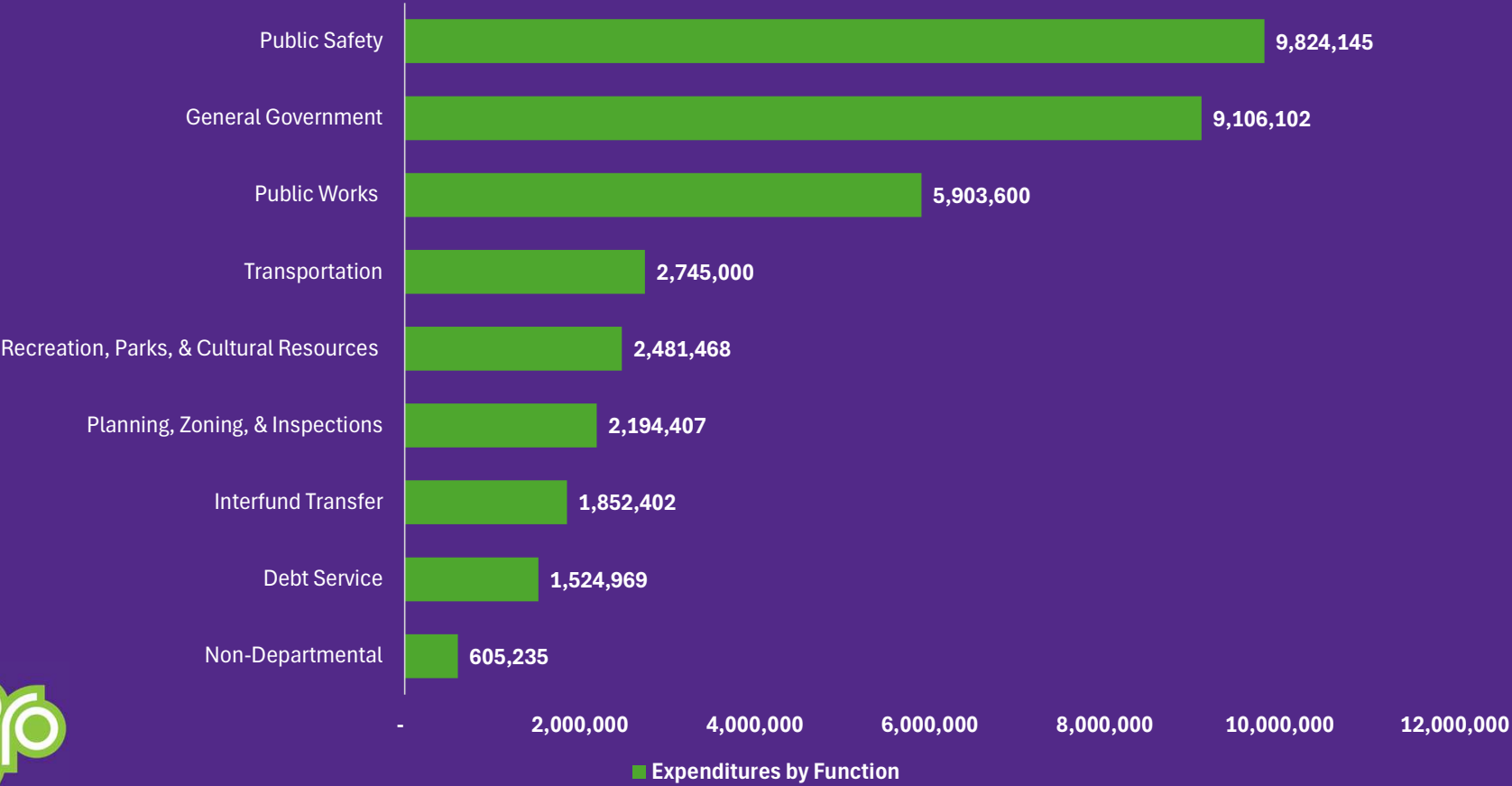
- One-time Tropical Storm Chantal recovery expenses (\$2.27M)
- Annually recurring revenue/expense gap (\$490k)

Property Tax Rate



No FY 2027 proposed
tax rate increase
(remains unchanged
at 56.53 cents per
\$100 of assessed
value)

Expenditures by Function – General Fund





Major Expenditure Budget Drivers

Personnel

- Implementation of livable wage
- Rising health insurance costs (+\$750k)
- 2.5% adjustment for cost-of-living (COLA)

Transfers

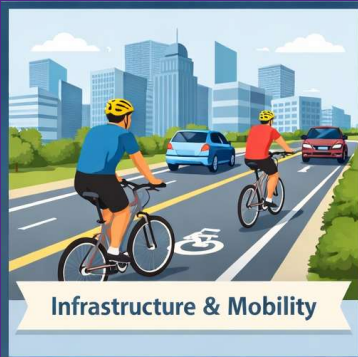
- Parking Fund (Fare-free for Town Parking)
- FEMA recovery capital projects (Vehicle Replacement and Equipment, and Public Works Facility Design)

Operations

- Maintaining current service levels
- Continuation of fare-free transit services (+\$217k increase)
- Continuation of FEMA recovery (+\$511k increase: One-time expenses—leases, supplies, equipment)



Capital Improvement Plan (CIP)



- Total Recommended Projects: **43**
- FY27 Recommended Capital Budget: **\$5.6M**
- FY27 General Fund Impact : **\$1.7M**
- Total FY27–31 (5-year estimate) Recommended CIP: **\$71.6M**
- **Investment Priorities**
 - ✓ Infrastructure & Mobility
 - ✓ Sustainability Initiatives
 - ✓ ADA Improvements
 - ✓ Storm Recovery/Resilience



FY27 Budget & CIP Timeline

Budget Process	Date
Council Business Meeting <i>Budget Public Hearing</i> <i>Motion to Adopt FY 2026-27 Budget & CIP</i>	Tuesday, June 2, 2026

Visit <http://www.carrboronc.gov/budget> for details on the FY 2026-27 Recommended Town Budget.

TOWN OF CARRBORO RECOMMENDED BUDGET FISCAL YEAR 2026-2027



CAPITAL IMPROVEMENT PLAN 2027-2031