Town of Carrboro

301 W. Main St., Carrboro, NC 27510

Meeting Agenda - Final

Tuesday, February 10, 2026

6:00 PM

COUNCIL WORK SESSION

Council Chambers - Room 110

Town Council

TOWN COUNCIL WORK SESSION

26-015 FY 2026-27 Budget Work Session

PURPOSE: To provide the Council with current year updates and budgetary outlook for the Town in preparation for the development of the FY 2027 budget.

Attachments: A - FY26 Current Year Update & FY27 Budget Outlook

301 W. Main St., Carrboro,
NC 27510

Town of Carrboro

Agenda Item Abstract

File Number: 26-015

Agenda Date: 2/10/2026
In Control: Town Council
Version: 1

File Type: Information Item

FY 2026-27 Budget Work Session

PURPOSE: To provide the Council with current year updates and budgetary outlook for the Town in preparation for the development of the FY 2027 budget.

DEPARTMENT: Finance

INFORMATION: This information item provides the Council with current year updates and budgetary outlook for the Town in preparation for the development of the FY 2027 budget.

FISCAL IMPACT: No fiscal impact is associated with the information item.

RECOMMENDATION: To allow the Town Council to receive the presentation and ask questions if needed.

February 10, 2026

FY 26 CURRENT YEAR UPDATE
&
FY 27 BUDGET OUTLOOK

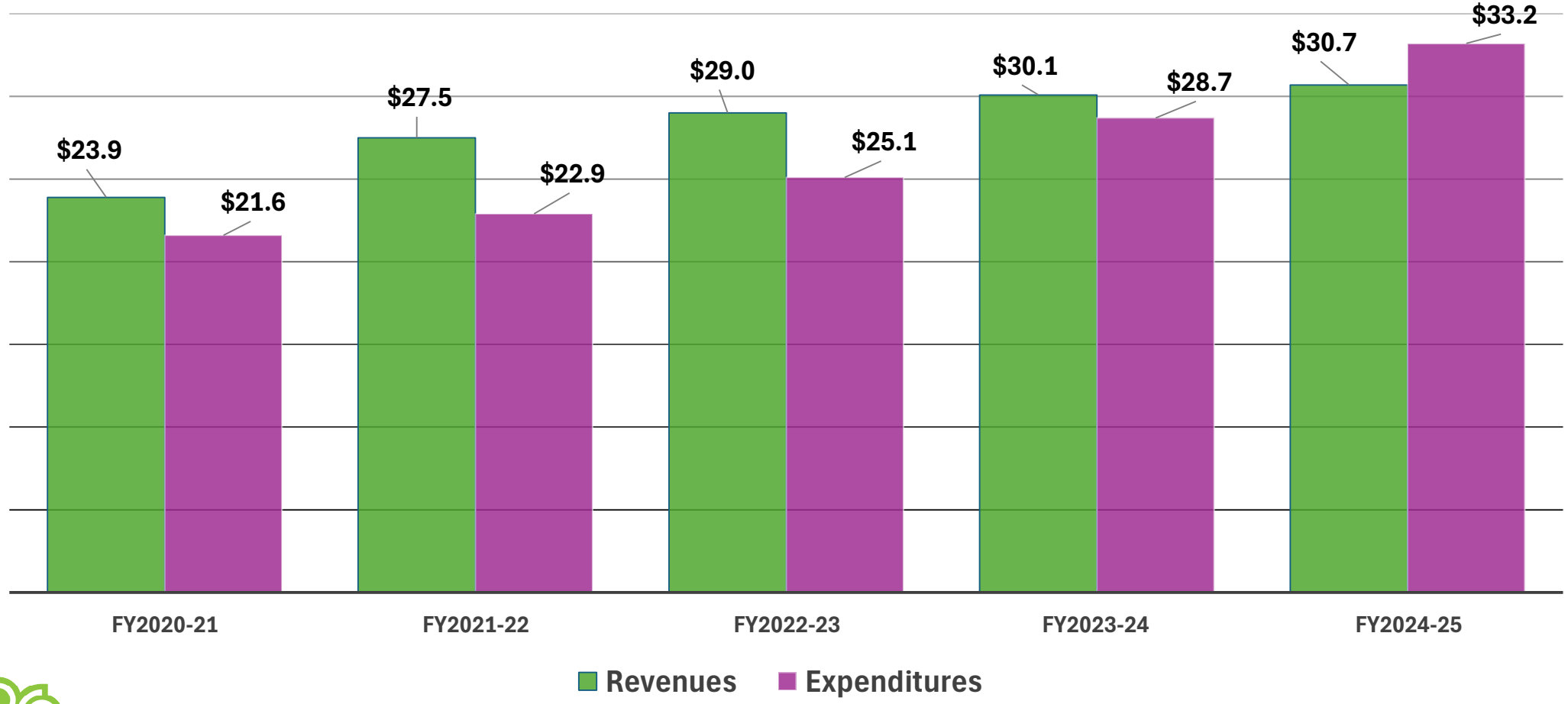
TOWN OF CARRBORO • NC

CURRENT YEAR UPDATE
FY 2025-26

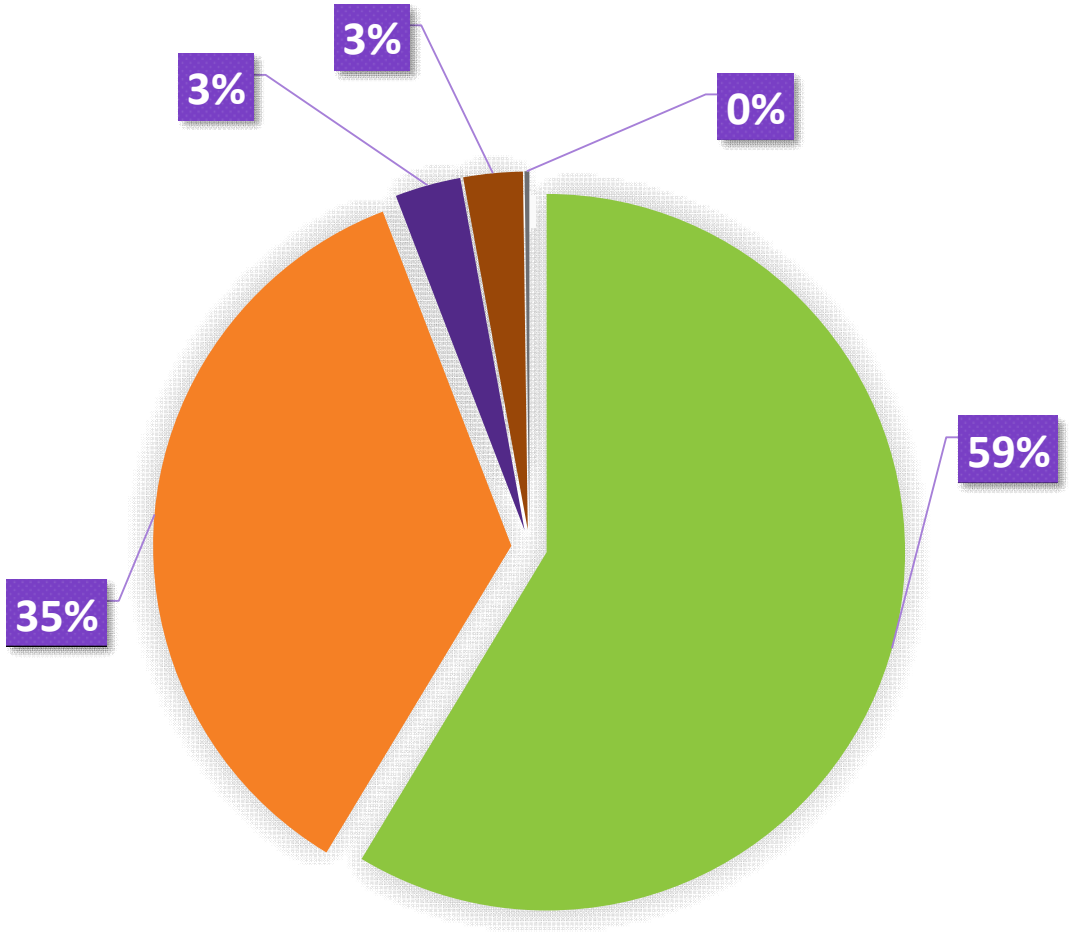
TOWN OF CARRBORO • NC

General Fund Revenues & Expenditures by Fiscal Year

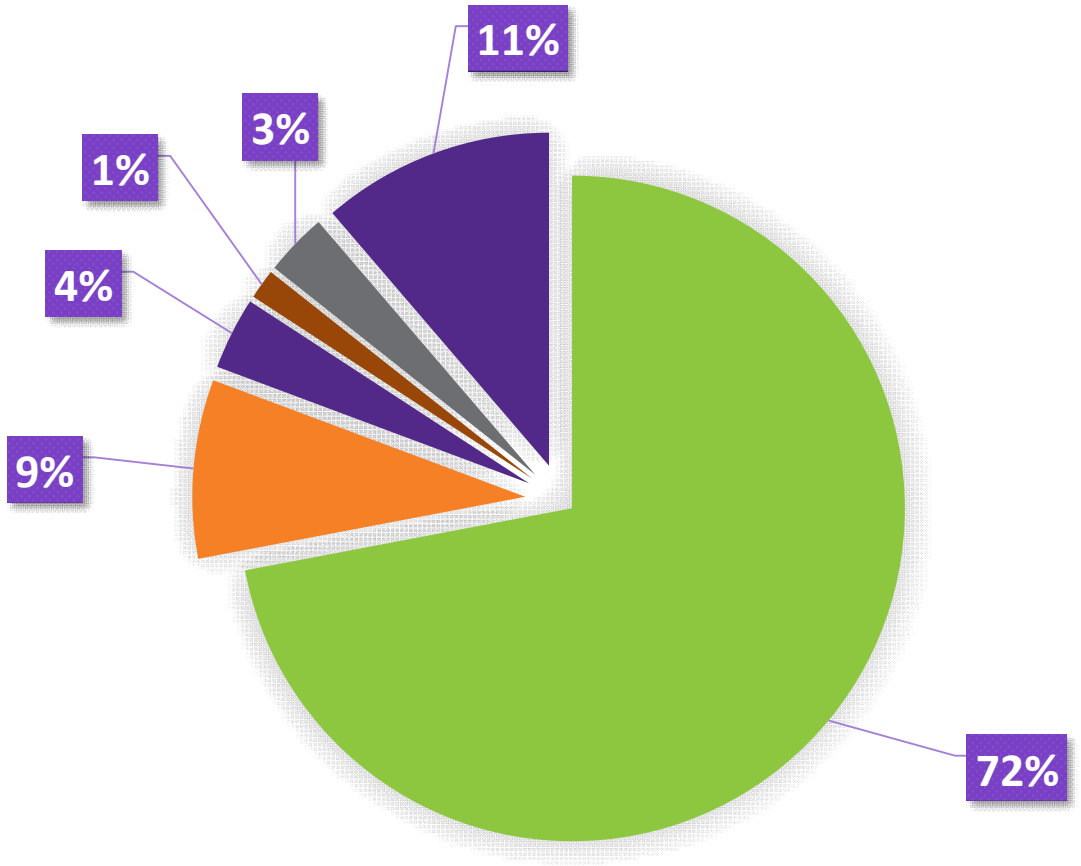
In Millions



FY 2026 Adopted Budget by Fund

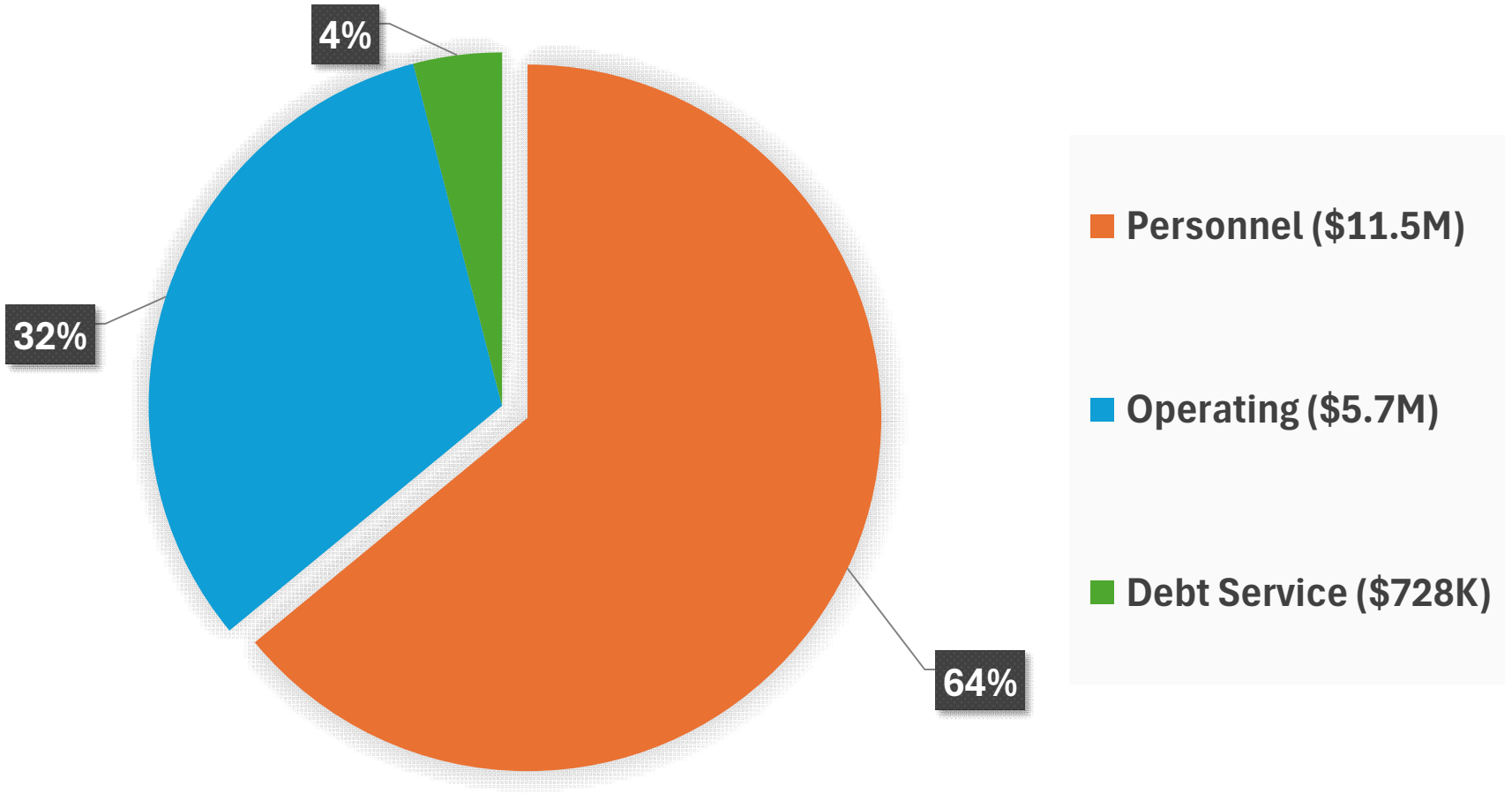


FY 2026 General Fund Revenues (YTD)



- Property Taxes ($21.3M)
- Local Sales Taxes ($2.5M)
- Other Taxes and licenses ($1.0M)
- Intergovernmental ($432K)
- Permits and Fees ($907K)
- Other Revenues($3.3M)

FY 2026 General Fund Expenditures (YTD)



FY 2026-27 BUDGET OUTLOOK

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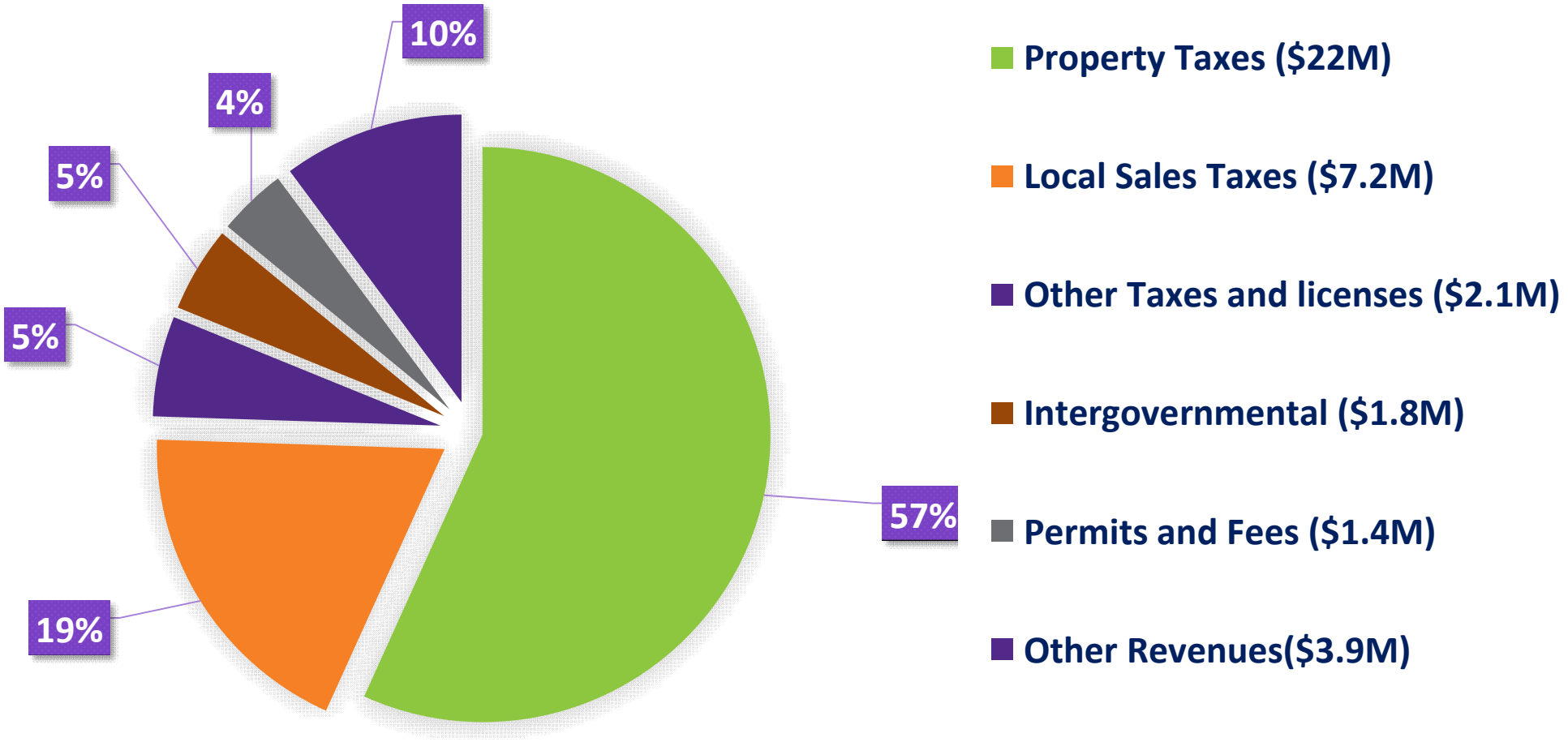
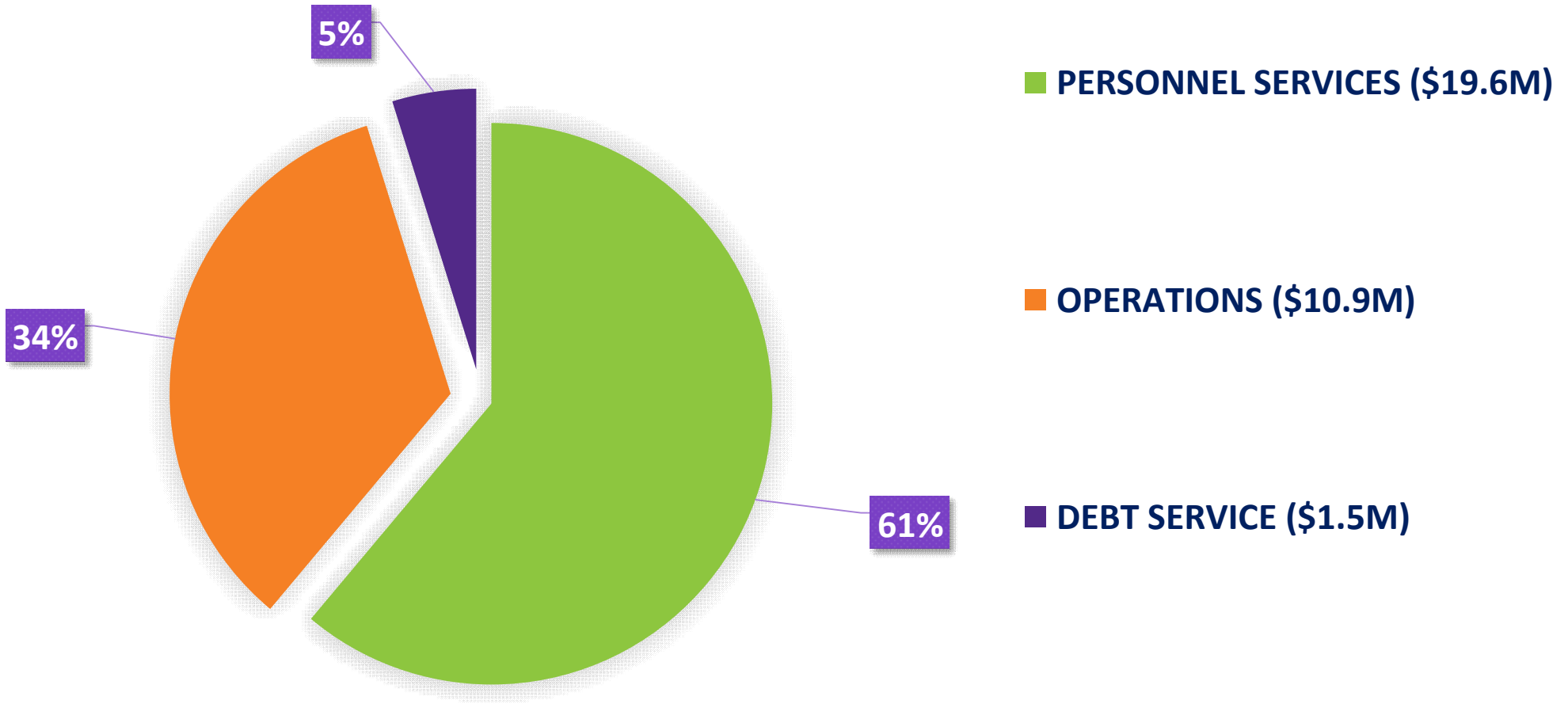
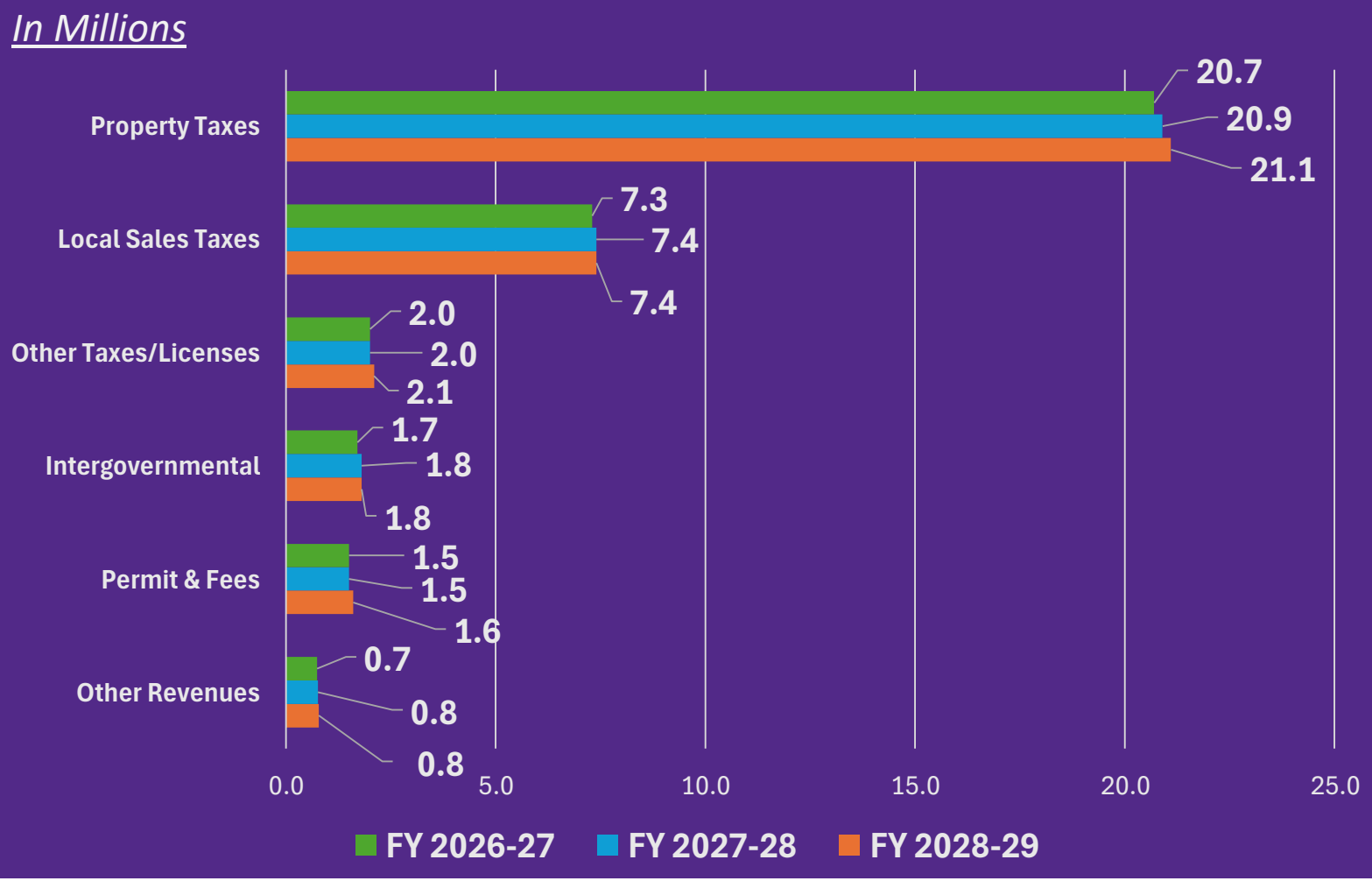
FY 2026 Year-End Revenue Estimates



FY 2026 Year-End Expenditure Estimates



Revenue Estimates



Property tax revenue continues to account for over half of the General Fund budget for the next 3 years.

No change to the tax rate for FY27. ($0.5653 per $100 of assessed value—9.72¢ above revenue-neutral in FY2026).

Modest revenue growth assumed.

FY 2026-27
BUDGET DEVELOPMENT

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Budgetary Priorities (FY27)

- Livable Wage Implementation
- Year 2 CIP Funding
- Tropical Storm Chantal Recovery
- Bolin Creek Phases 3 & 4
- Affordable Housing Strategy
- Sustainability and Race Equity Initiatives
- Activate Weaver Street

Capital Improvement Plan (CIP)

- Year 2 (FY2027) programming currently includes $7.4M in total expenditures
- General Fund impact of $3.7M

FY 2026-27 Budget & Capital Investment Plan (CIP) Dates

Budget Process	Date
Council Work Session *Current Year Trends, FY 27 Budget Outlook, Council Priority Setting*	Tuesday, February 10, 2026
Council Work Session *Budget Review*	Tuesday, April 14, 2026
Council Business Meeting *Manager's Recommended Budget & CIP Presentation*	Tuesday, May 5, 2026
Council Work Session *Budget Review*	Tuesday, May 12, 2026
Council Business Meeting *Budget Review and Public Hearing*	Tuesday, May 19, 2026
Council Business Meeting *Budget Public Hearing #2* *FY 2026-27 Budget & CIP Adoption*	Tuesday, June 2, 2026

Questions