

FY 2025-26

MANAGER'S RECOMMENDED BUDGET

Tuesday, May 6, 2025



TOWN OF CARRBORO • NC

Agenda



Total Budget Overview



Major Budget Drivers



Capital, Enterprise, and Other Funds





Maintaining quality of life for Town residents



Address realities of changing economic landscape



Strike a balance between long-term priorities and current challenges



Focus on fiscal responsibility

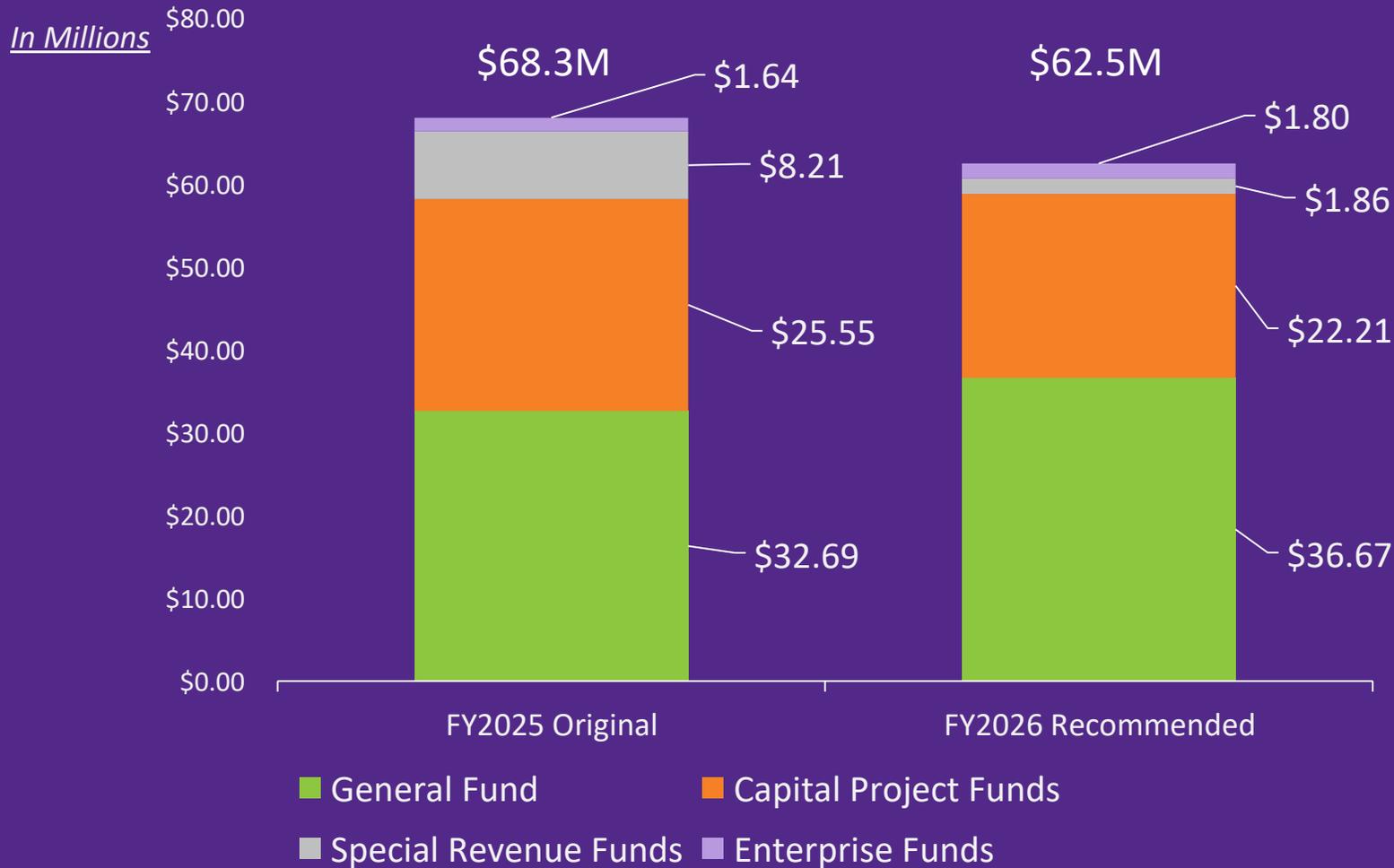


Alignment with Town pillars of race equity and sustainability



Major Budget Priorities

Recommended Budget vs. FY2025 Expenditures - All Funds



Total All Funds: \$62.54M

Expenditures by Fund



Fund	Recommended Budget	% Change
General Fund	\$36,667,133	+12%
Capital Projects Funds	\$22,214,462	-13%
Special Revenue Funds	\$1,858,271	-77%
Storm Water Fund	\$1,667,487	+2%
Parking Fund	\$132,500	-39%
Total:	\$62,539,852	-8%

FY 2025-26

GENERAL FUND

Manager's Recommended Budget



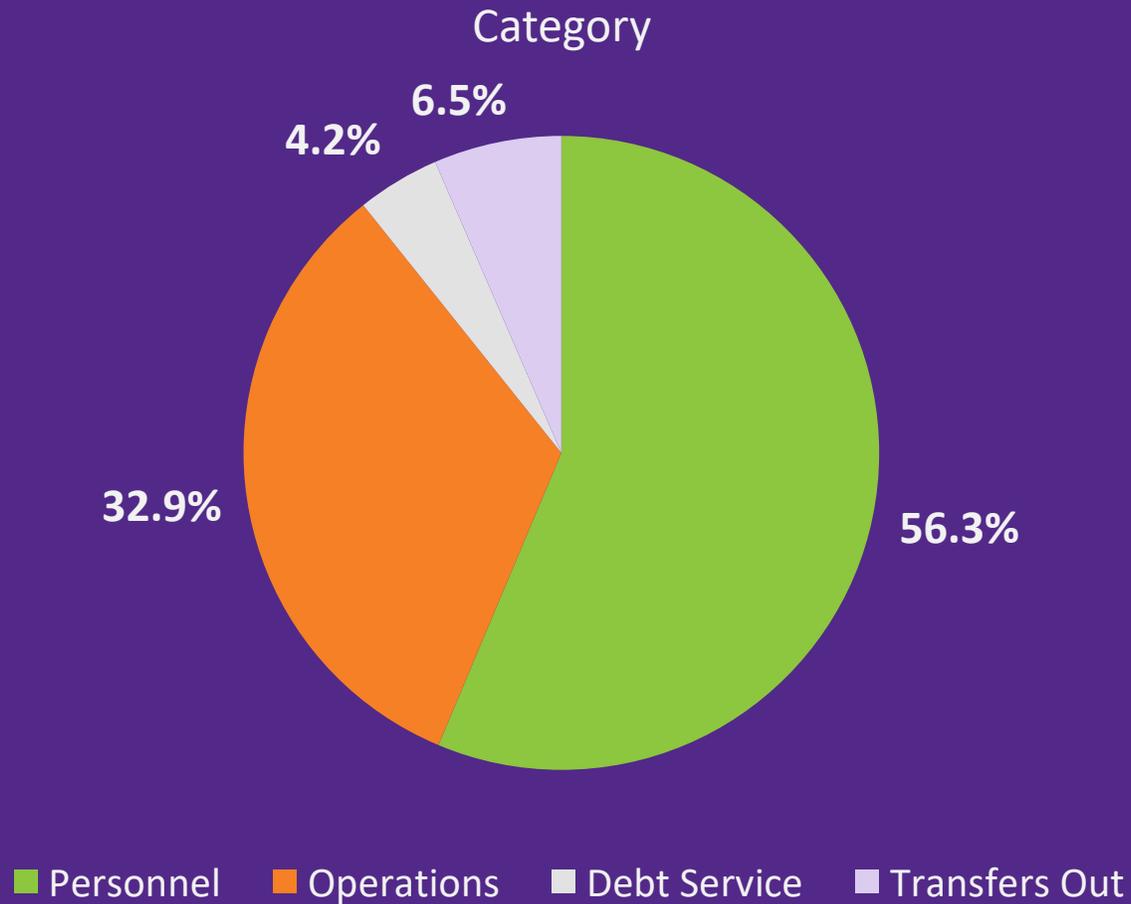
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Recommended Budget
Expenditures by Category – General Fund



Category	Recommended Budget
Personnel	\$20,781,299
Operations	\$11,856,358
Debt Service	\$ 1,549,262
Transfers	\$ 2,480,214
Total	\$36,667,133

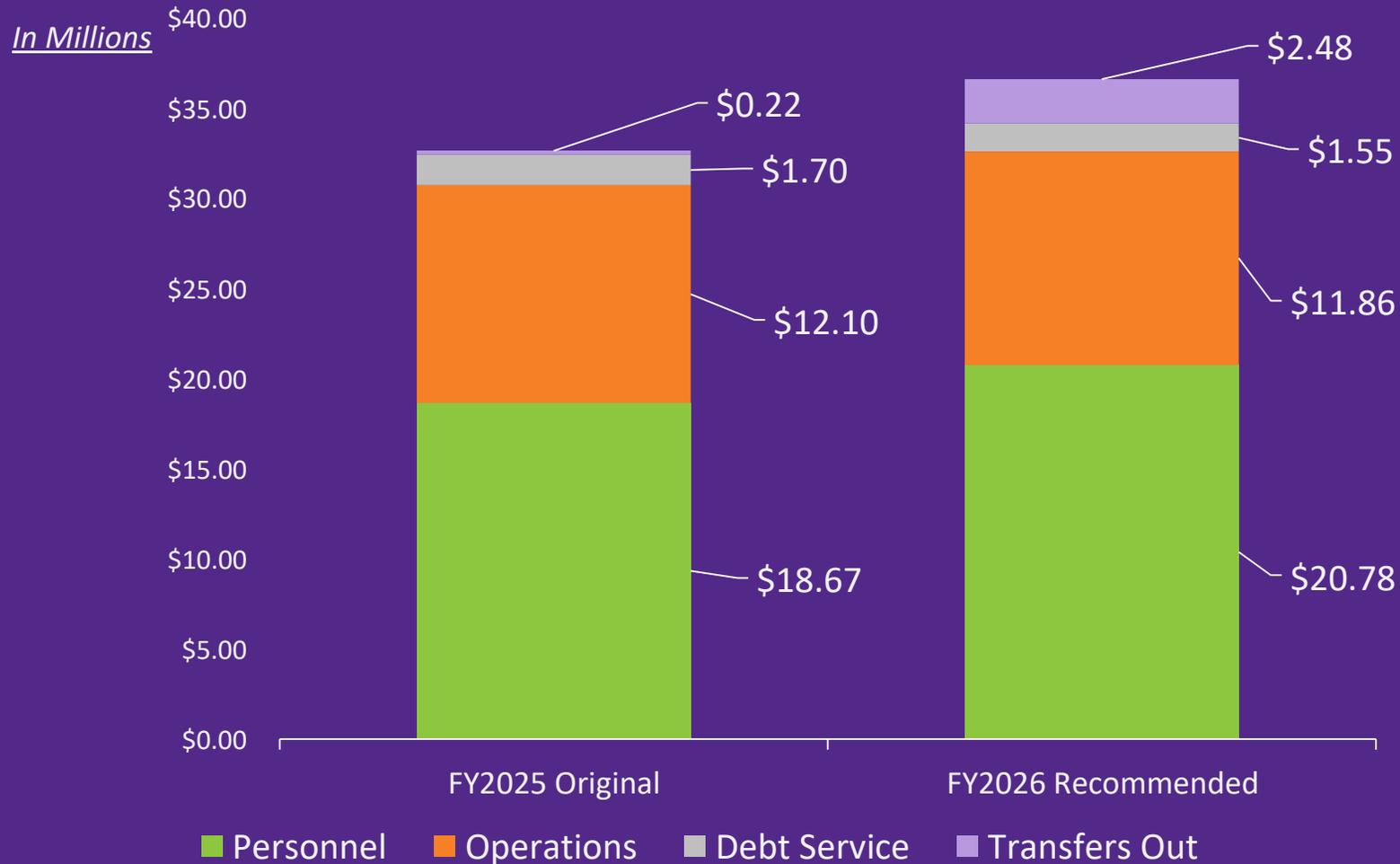
Expenditures by Category – General Fund



Budgetary categories reflect:

- cost of payroll and benefits;
- departmental operating and program costs;
- principal and interest payments on debt;
- interfund transfers, such as contributions to capital projects, affordable housing, and other funds.

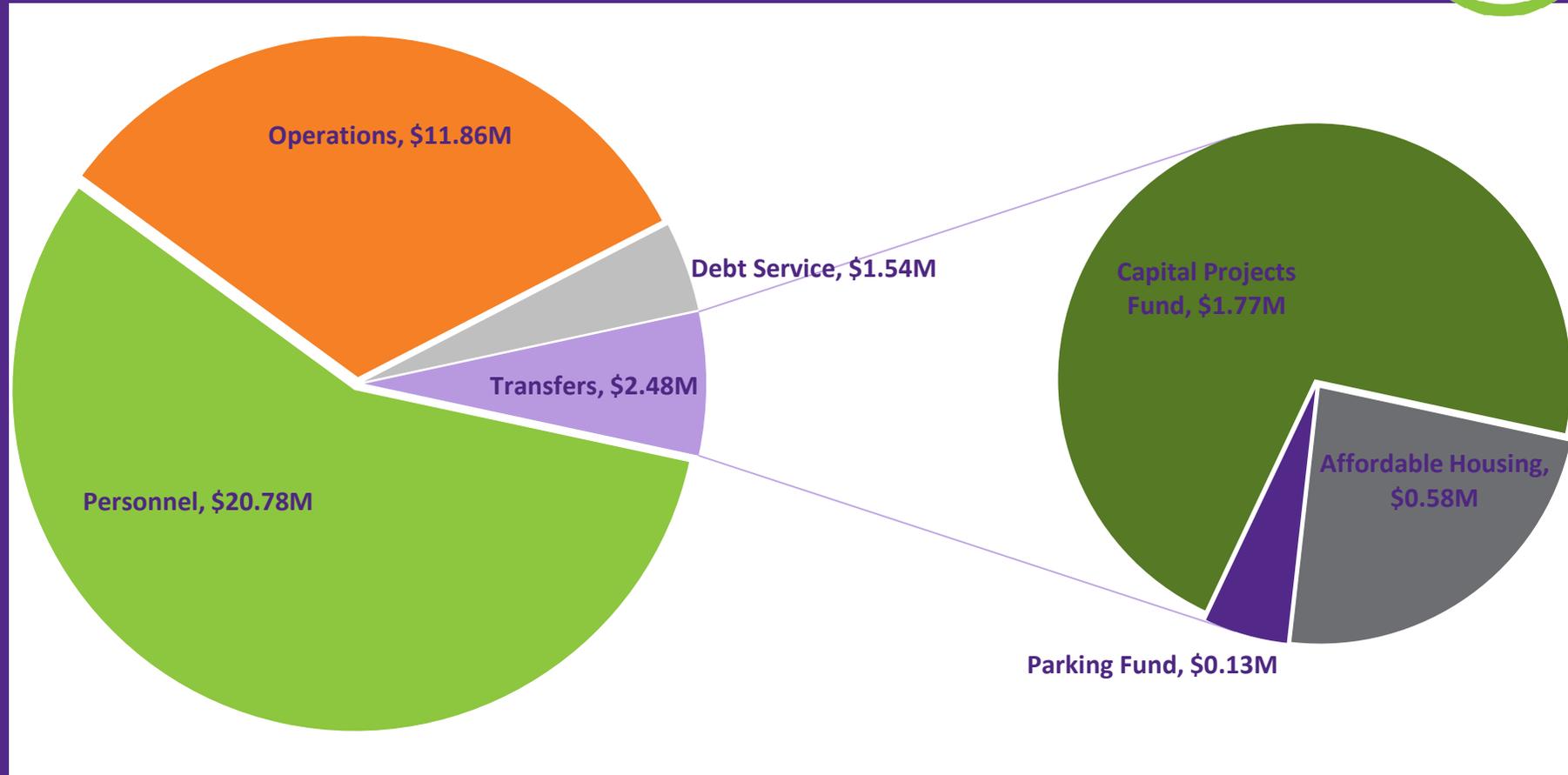
Recommended Budget vs. FY2025 *Expenditures by Category – General Fund*



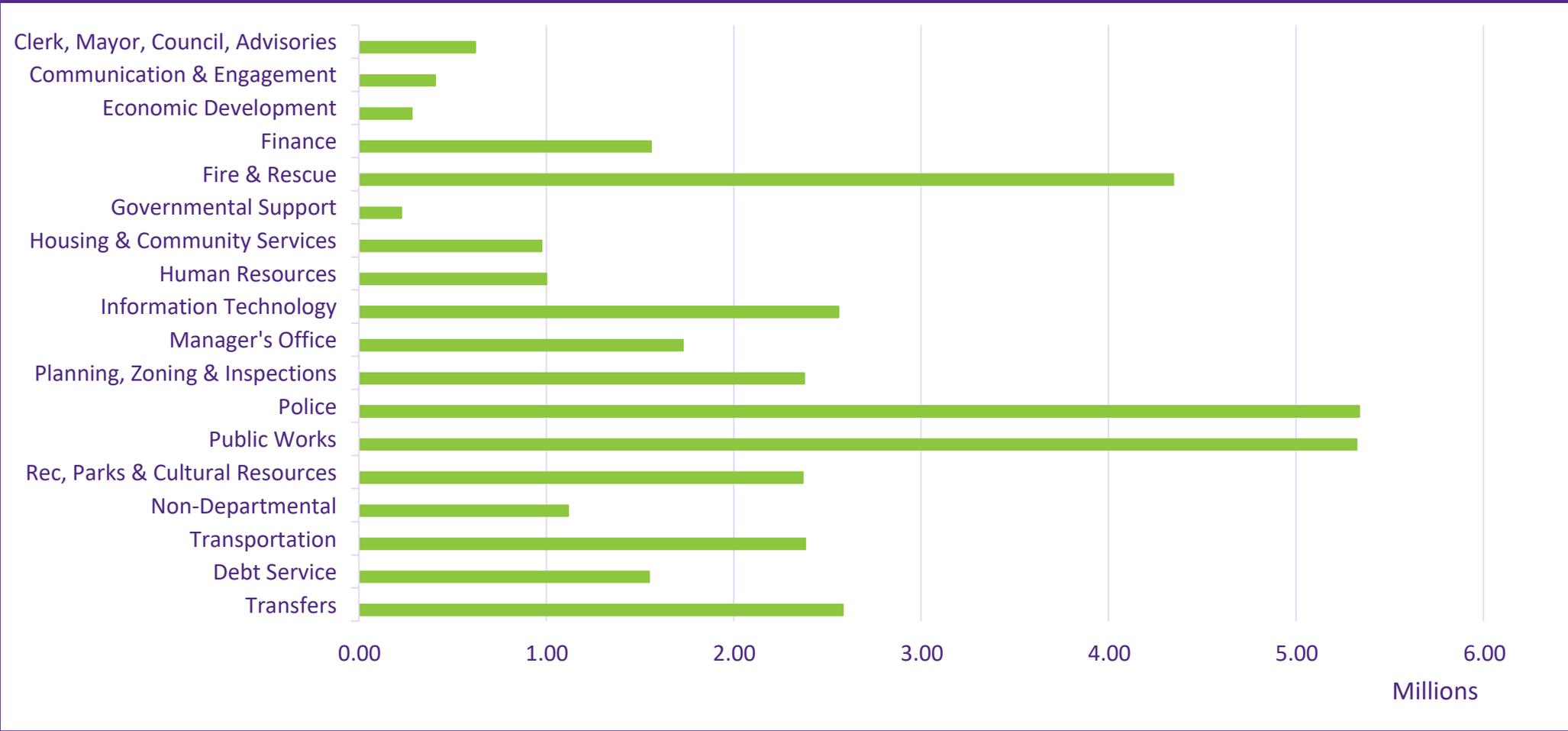
Total: \$34.2M
Transfers: \$2.48M

***Total including Transfers:
\$36.67M***

Expenditures by Category – General Fund



Recommended Budget | *Expenditures by Department – General Fund*



FY 2025-26

Major Budget Drivers

Manager's Recommended Budget



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Major Budget Drivers | *Personnel*

Recommended Personnel Budget includes:

- ✓ No net new positions; Maintain existing staff levels
- ✓ Increases to health and retiree insurance
- ✓ Required increases to NC Local Government Employees' Retirement System
- ✓ Five (5%) percent wage increase for employees



Recommended Personnel Budget:

General Fund:
\$20,656,299

Stormwater Fund:
\$447,956

Total:
\$21,104,255

Major Budget Drivers | *Operations*

Operations includes:

- ✓ Net reduction of -\$246,111
- ✓ Maintaining of current service levels
- ✓ Continuation of free transit services (\$2.38M)
- ✓ Funding for Sustainability programs initiatives
- ✓ Funding for Human Services Grants



***Recommended
Operations
Budget:
General Fund
Total:
\$11,856,358***

Major Budget Drivers | *Transfers*

Transfers includes:

- ✓ Town contribution required for Year 1 of CIP
- ✓ Affordable Housing allocation revenue neutral amount + \$0.005 (one-half cent) additional
- ✓ Parking Fund subsidization to offset no fee revenue



Recommended Transfers:

Capital Projects:
\$1,770,900

Affordable Housing:
\$576,814

Parking: \$132,500

Total Transfers:
\$2,480,214

Recommended Budget CIP by Department

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Fire & Rescue	\$0	\$0	\$1,418,125
IT	\$100,000	\$100,000	\$400,000
PW	\$800,000	\$16,284,334	\$13,650,000
PZI	\$909,400	\$5,299,992	\$20,278,168
RPCR	\$591,500	\$591,500	\$2,989,000
SW	\$0	\$360,000	\$0
(Capital Reserve)	-\$630,000		
Grand Total	\$1,770,900	\$22,635,826	\$38,762,293



FY 2025-26

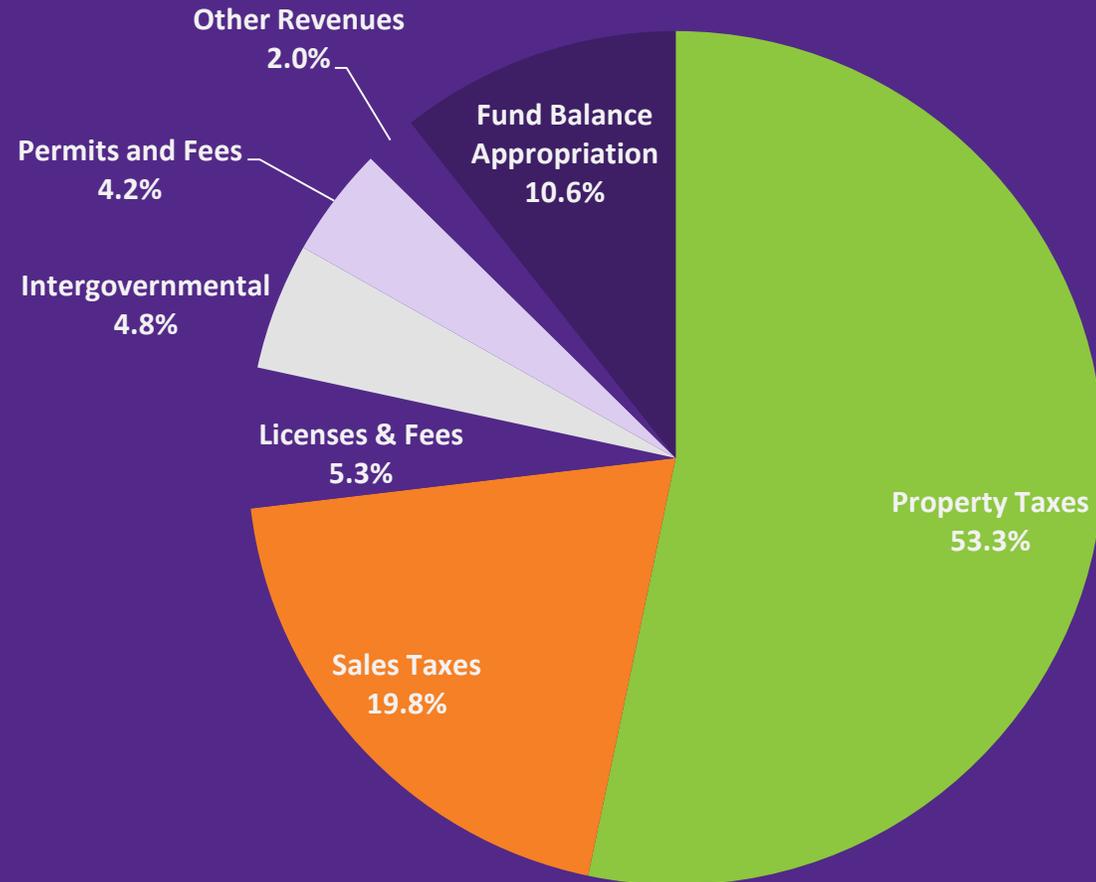
REVENUES

Manager's Recommended Budget



TOWN OF CARRBORO • NC

Recommended Budget | Revenues by Type – General Fund



True Revenues:
\$32,771,990

Fund Balance:
\$3,895,143
(10.62% of GF Revenues)

Total:
\$36,667,133

Major Revenue Budget Drivers



- Property Tax Rate of \$0.5653
- No Sales Tax growth for FY 2026
- Recognition of growth from revenue streams
- Fund balance appropriation of \$3.1M for one-time interfund transfers and initiatives
- One-time fund balance appropriation of \$734,887 to phase in structurally balanced budget

Property Tax

\$0.6044
FY 24-25 Adopted Tax Rate

\$0.4681
FY 25-26 Revenue Neutral
Tax Rate

\$0.0972
Recommended Increase
(*above Revenue Neutral*)

FY 25-26 Recommended Tax Rate
\$0.5653

FY25-26 Manager's Recommended



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Tax Rate Impact on Residents



FY 24-25

Rate: \$0.6044 (FY25-26
Revenue Neutral \$0.4681)
Home Value: \$200,000
Town Tax Bill: **\$936.20**



FY 25-26

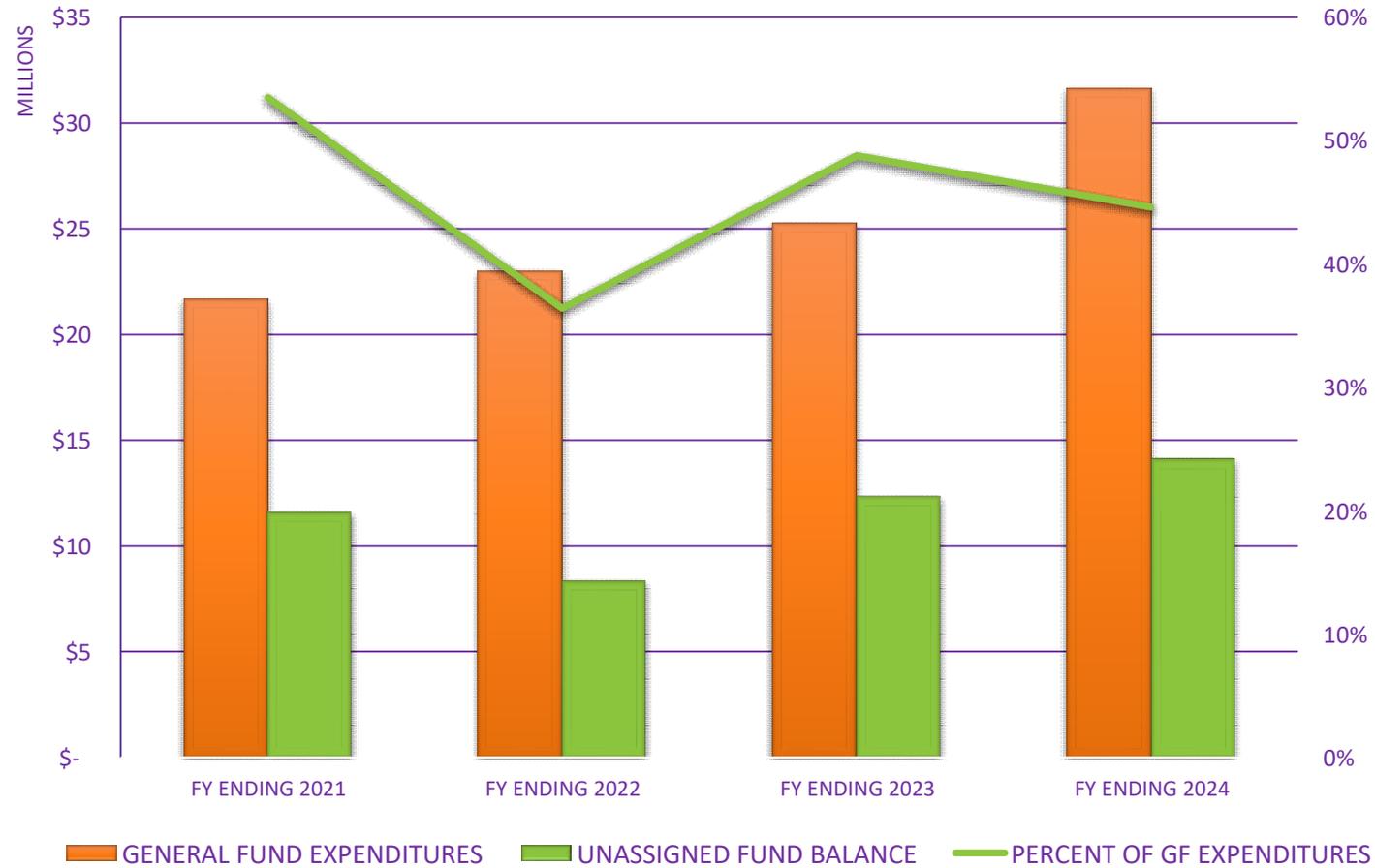
Rate: \$0.5653
(recommended)
Home Value: \$200,000
Town Tax Bill: **\$1130.60**

FY25-26 Manager's Recommended



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Fund Balance



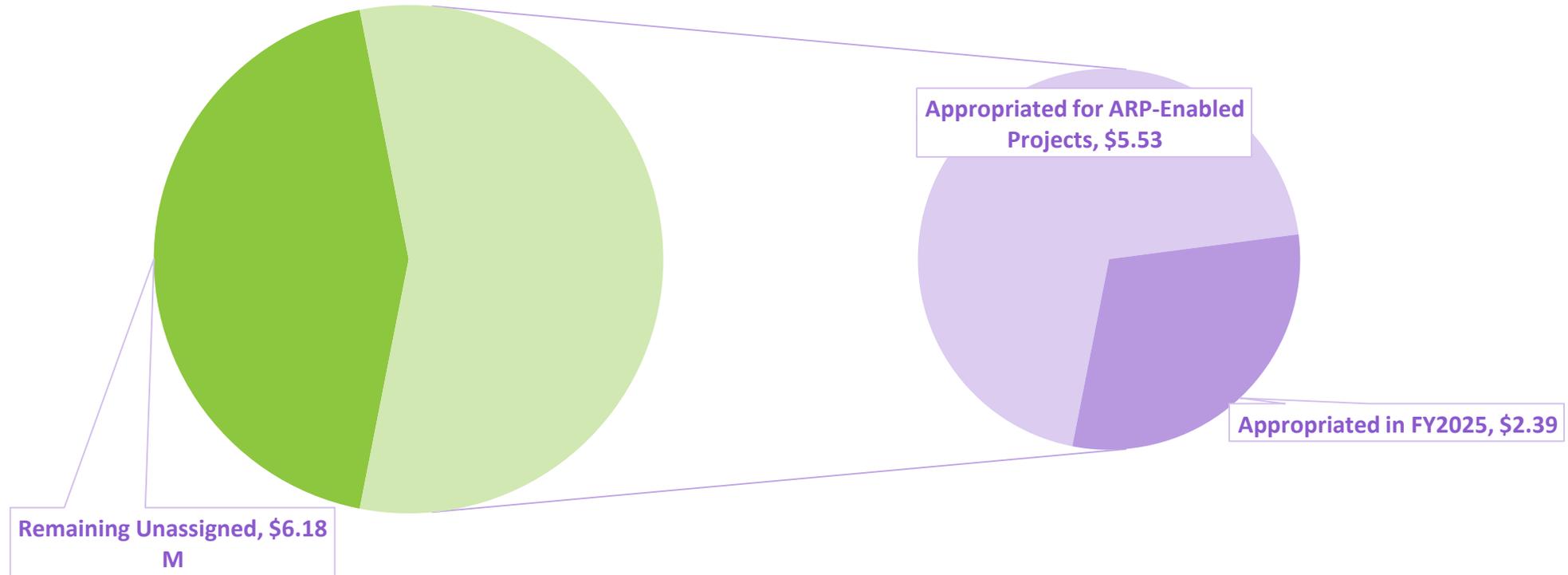
FY25-26 Manager's Recommended



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Fund Balance

Total Unassigned as of June 30, 2024: \$14.1M



Timeline



Milestone	Date
Council Business Meeting Manager Recommended Budget & CIP	May 6, 2025
Council Business Meeting Budget Public Hearing	May 20, 2025
Council Business Meeting Budget Public Hearing, Motion to Adopt	June 3, 2025
Additional Council Business Meeting for Budget (if needed)	June 17, 2025

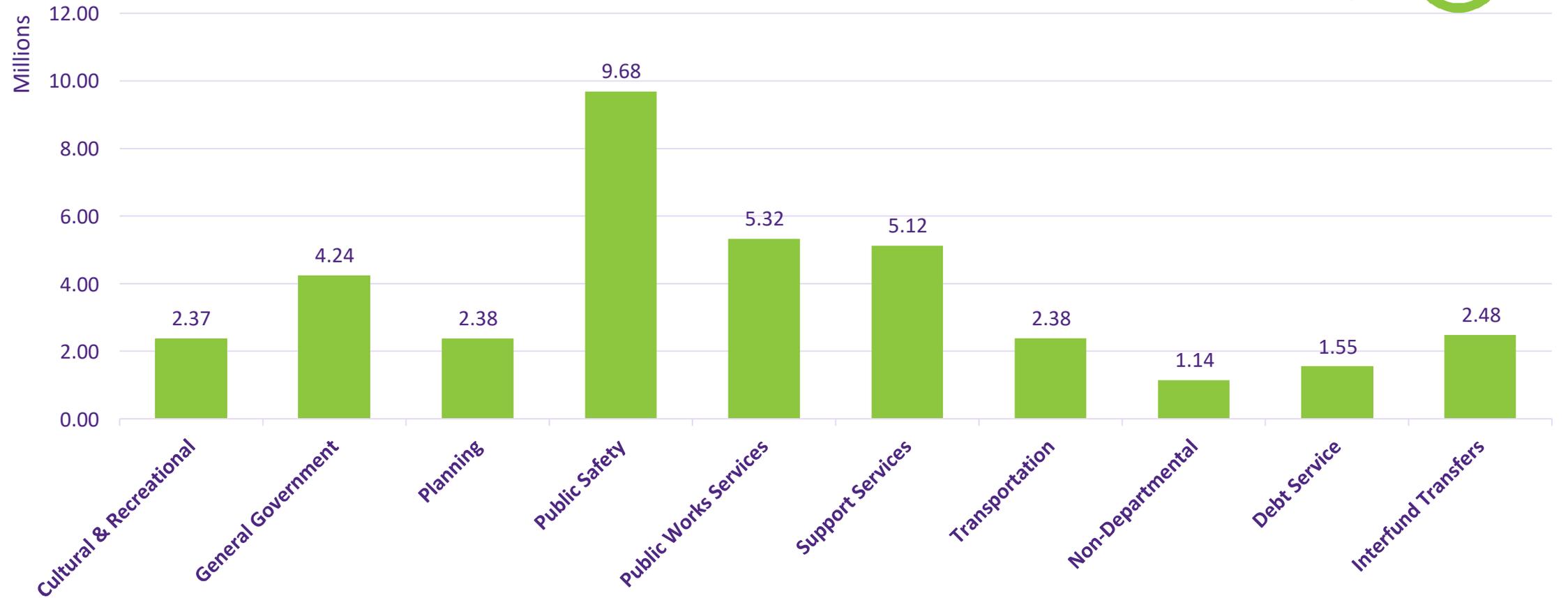
FY 2025-26 Budget

APPENDIX



TOWN OF CARRBORO • NC

Expenditures by Service Area – General Fund



APPENDIX

CAPITAL PROJECTS



TOWN OF CARRBORO • NC

Recommended Budget (Capital) – PZI

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Planning, Zoning, & Inspections			
01 - Downtown Area Plan - Revision Costs	\$27,000	\$27,000	\$27,000
02 - NC 54 Corridor Study	\$150,000	\$150,000	\$250,000
03 - UDO Rewrite	\$245,000	\$245,000	\$0
04 - Safe Routes to School (SRTS)	\$0	\$0	\$160,000
05 - Jones Creek Greenway	\$0	\$256,000	\$0
06 - Morgan Creek Greenway Phase 1	\$0	\$593,949	\$0
07 - S Greensboro St Sidewalk	\$0	\$1,255,256	\$0
08 - Estes Bike Ped	\$0	\$1,114,555	\$12,159,971
09 - Downtown Connector	\$0	\$0	\$990,000
10 - Barnes Sidewalk	\$0	\$0	\$949,750

Recommended Budget (Capital) – PZI (2)

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Planning, Zoning, & Inspections			
<i>Total from Projects 01-10</i>	<i>\$422,000</i>	<i>\$3,641,790</i>	<i>\$14,509,721</i>
11 - Jones Ferry Sidewalk	\$0	\$0	\$1,331,000
12 - Bike Ped Projects	\$0	\$0	\$152,100
13 - 3 Bike Plan Projects / Bike Plan Bundle - Shelton, E Polar, Maple Ave (80/20)	\$222,400	\$1,112,000	\$0
14 - N Greensboro Buffered Bike Lane	\$65,000	\$65,000	\$225,000
15 - 203 Connector	\$0	\$170,283	\$105,911
16 - West Main Sidewalk	\$0	\$110,919	\$297,436
17 - Reimagine Weaver Street - Engineering Costs	\$200,000	\$200,000	\$1,200,000
18 - Homestead Sidepath	\$0	\$0	\$857,000
19 - Bolin Creek Greenway 2	\$0	\$0	\$400,000
20 - Bolin Creek Greenway 3 & 4	\$0	\$0	\$1,200,000
Grand Total	\$909,400	\$5,299,992	\$20,278,168

Recommended Budget (Capital) – Public Works

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Public Works			
01 - Vehicles - new and replacements	\$494,334	\$400,000	\$3,725,000
02 - Westwood Cemetery	\$165,000	\$100,000	\$35,000
03 - Town Hall Renovation	\$15,000,000	\$0	\$0
04 - Century Center/Carrboro Police Station Renovations	\$100,000	\$100,000	\$8,300,000
05 - Sustainability Initiatives	\$200,000	\$200,000	\$1,220,000
06 - Stormwater Treatment and Pocket Park	\$325,000	\$0	\$370,000
Grand Total	\$16,284,334	\$800,000	\$13,650,000

Recommended Budget (Capital) – Recreation and Parks

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Recreation, Parks, & Cultural Resources			
01 - ADA Improvements to Park Facilities	\$15,000	\$15,000	\$40,000
02 - Indoor Facility Updates	\$0	\$0	\$45,000
03 - Solar Gates and Locks	\$5,000	\$5,000	\$12,000
04 - Playground Resurfacing	\$71,500	\$71,500	\$20,000
05 - Athletic Field Updates - bleachers and scoreboards	\$5,000	\$5,000	\$22,000
06 - Athletic Courts Resurfacing	\$0	\$0	\$400,000
07 - Outdoor Lights, outage facility updates, park signage	\$245,000	\$245,000	\$1,225,000
08 - Playground Replacements	\$250,000	\$250,000	\$1,225,000
Grand Total	\$591,500	\$591,500	\$2,989,000

Recommended Budget (Capital) – IT

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Information Technology			
01 – PC Replacements	\$100,000	\$100,000	\$400,000
Grand Total	\$100,000	\$100,000	\$400,000

Recommended Budget (Capital) – Fire

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Fire & Rescue			
01 – Fire Apparatus	\$0	\$0	\$140,000
02 – Engine Replacements	\$0	\$0	\$1,278,125
Grand Total	\$0	\$0	\$1,418,125

Recommended Budget (Capital) – Stormwater

Town Department	Year 1 General Fund Contribution	Total Year 1 Budget	Years 2-5 Estimate
Stormwater			
01 - Stormwater Improvements Plans	\$0	\$200,000	\$200,000
02 - Stormwater System Repair and Replacement	\$0	\$110,000	\$110,000
03 - Fire Station #1	\$0	\$50,000	\$50,000
Grand Total	\$0	\$360,000	\$360,000