Allen Oliver
Mayor

Connie Mearkle
Commissioner

Byron Ashbridge
Commissioner

David Heglar
Mayor Pro Tem

Mark Dirks
Commissioner

Mandy Sanders
Director of Administration

TOWN OF KURE BEACH
117 Settlers Lane ▫ Kure Beach, NC 28449
(910) 458-8216 ▫ Fax (910) 458-7421
www.townofkurebeach.org

May 18, 2026

RE: **TOWN OF KURE BEACH, NORTH CAROLINA**
FISCAL YEAR 2027 BUDGET MESSAGE

The Honorable Mayor Oliver and Town Council:

In accordance with Section 159-11 of the NC General Statutes (N.C.G.S.), I am pleased to present the proposed fiscal year 2027 budget for the Town of Kure Beach for your review and consideration. The budget is a sound financial plan and addresses the Council's goals, priorities and objectives adopted from their annual retreat and budget work sessions. All sections of the proposed budget are in conformance with the Local Government Budget and Fiscal Control Act as amended. A balanced budget for the next fiscal year, or an interim budget, must be adopted by July 1, 2026. Pursuant to N.C.G.S. 159-12, a public hearing on the proposed budget must be held before adoption. With the submittal of the budget proposal to Council, copies will be available for public inspection on the Town's website and in the Office of the Town Clerk. The public hearing has been scheduled for June 8, 2026 at 6:00 pm.

The proposed fiscal year 2027 Town of Kure Beach budget is balanced and totals $13,892,362 for all operations. This total budget is comprised of the following seven funds: General Fund $9,897,277; Water and Sewer Fund $3,142,740; Storm Water Fund $611,150; Powell Bill Fund $180,750; Federal Asset Forfeiture Fund $25,000; Sewer Expansion Reserve Fund (SERF) $20,945 and Beach Protection Fund $14,500.

Comparison of the proposed fiscal year 2027 budget for each fund to the fiscal year 2026 budget is as follows:

FUND	**REQUESTED FY 2027 BUDGET**	APPROVED FY 2026 BUDGET		DIFF. FY 2027 & FY 2026	% CHANGE
General	**$9,897,277**	$9,072,630		$824,647	9.1%
Water/Sewer	**$3,142,740**	$2,912,080		$230,660	7.9%
Storm Water	**$611,150**	$1,374,154		($763,004)	(55.5%)
Powell Bill	**$180,750**	$84,125		$96,625	114.9%
Federal Asset Forfeiture	**$25,000**	$25,000		$0	0.0%
Sewer Expansion Reserve	**$20,945**	$20,610		$335	1.6%
Beach Protection	**$14,500**	$14,500		$0	0.0%
TOTAL - ALL FUNDS	**$13,892,362**	**$13,503,099**		**$389,263**	**2.9%**

TOWN COUNCIL GOALS

The proposed budget supports the fiscal year 2027 goals established by Town Council during the budget development process. These goals are:

1. *Work smarter to maintain and improve our quality of life in Kure Beach*
    - Implementation of approved CAMA Land Use Plan
    - Continue to work with Department of Defense Land Use Plan (MOTSU) to retain current town owned assets
    - Implement the Bike/Ped Master Plan
    - Implementation of approved Beach Management Plan

- Continue to work with leaders of the General Assembly to address the needs of the Town
- Explore the following areas for funding for future capital projects (i.e. Bike/Ped, Sandman Park, Joe Eakes Park, Atlantic Avenue boardwalk, replacement of CAMA beach accesses). Council will prioritize each project based on potential source and community need:
    - i. PARTF (state)
    - ii. CAMA grants (state)
    - iii. New Hanover County Endowment (county)
    - iv. Friends of Kure Beach (private)

2. *Ensure the integrity of Town financial data and maintain financial stability in all Town funds*
    - Be fiscally responsible
    - Set tax and water/sewer rates that support the expected level of service by the citizens of the Town
3. *Enable an optimum working environment for staff to produce high levels of service to the Town*
    - Ensure policies are fair (morale)
    - Enhance procedures to retain and attract Town personnel
    - Update and adjust the Salary Plan as needed to keep employees fairly compensated
4. *Provide all departments with the support to maintain a safe working and living environment*
    - Support camera program
    - Use technology to support Town functions
    - Continue to improve employee safety plan
    - Support K9 program
    - Provide necessary tools for safe working environment

BUDGET HIGHLIGHTS

PROPOSED TAX RATE FOR FISCAL YEAR 2027

The proposed tax rate for fiscal year 2027 is 19.5 cents ($0.195) per $100 of valuation. This is an increase of 2.3 cents (13.4%) over the prior year's tax rate. After careful analysis, the tax rate of 19.5 cents was determined to be the most effective manner in which to maintain existing Town-provided services at their current levels, address the significant price increases for supplies, materials, services and fuel, ensure the Town's employee payment plan remains competitive, and to support the Council goal relating to financial stability. This is only the second tax increase in the past five years. The most recent increase was in fiscal year 2025.

The impact on a homeowner with property valued at $750,000 would be as follows:

Annual Kure Beach tax – existing tax rate ($0.172):	$1,290.00
Proposed increase ($0.023):	172.50
Total Kure Beach tax after increase for a home valued at $750,000	$1,462.50

Property taxes are the Town's largest single source of revenue. Fiscal year 2027 property tax revenue is estimated at $4,402,900. This includes both current tax year and prior tax years' collections and represents 44.5% of the General Fund revenue.

Kure Beach property taxes are billed and collected by the New Hanover County (NHC) Tax Department and remitted to Kure Beach. The estimated Kure Beach Tax Base received from the NHC Tax Department totals $2,262,880,000 and is comprised of the following:

CATEGORY	AMOUNT
Real Property	$2,206,000,000
Personal Property	4,100,000
Business Personal Property	2,500,000
State Appraised Property	2,280,000
Motor Vehicles	48,000,000
Total	$2,262,880,000

Based on historical data, the property tax collection rate is estimated at 99.5%.

GENERAL FUND FEES

As part of the fiscal year 2027 budget submission, the following General Fund fee increases are being proposed:

SERVICE TYPE	CURRENT MONTHLY FEE	PROPOSED MONTHLY FEE	$ CHANGE	% CHANGE
Residential Garbage Collection				
First cart	$8.75	$11.84	$3.09	35.3%
After the first cart	$17.50	$23.68	$6.18	35.3%
Commercial Garbage Collection				
Per cart	$38.29	$51.81	$13.52	35.3%
Recycle Collection				
Per Cart	$10.08	$10.55	$0.47	4.7%

After analysis of the costs incurred by the Town to provide garbage collection services, a fee increase of 35.3% was deemed necessary to fully cover the cost of providing the service. The estimated cost to provide this service is $446,400.

In order to cover the costs associated with providing curbside recycling service, an increase of 47 cents per month (4.7%) is being proposed. This increase in recycling fees will match the fee amount to the amount charged by the recycling contractor.

STORM WATER FEES

There are no proposed changes to the storm water fees for fiscal year 2027.

WATER AND SEWER RATES

The water and sewer fees being paid by system users must provide funds for the day-to-day operating costs of the Town's water and sewer systems and provide for some additions to the water and sewer reserve funds for future infrastructure repairs and replacement. The costs necessary to properly operate the Town's water and sewer systems continue to increase, as does the need to increase our reserves for future capital projects as our infrastructure and equipment ages. Additionally, the results of the Asset Inventory and Assessment of both the water and sewer systems, that was funded by grants from the North Carolina Department of Environmental Quality, has resulted in a Capital Improvement Plan identifying capital needs over the next ten years. To continue to provide for sufficient funding for our water and sewer operations, this budget includes proposed changes to the water and sewer rate structure.

The proposed changes to the water and sewer rate structure are to increase the minimum charge by 10% and the usage based rate tiers by 20%. This increase applies to all customer types (Residential, Commercial and Out of Jurisdiction).

Residential Customers

The following is the proposed rate structure for Residential customers:

RATE TIER	WATER		SEWER		COMMENTS
	CURRENT	PROPOSED	CURRENT	PROPOSED	
Minimum (0 - 2,000 gals.)	$14.18	$15.60	$24.68	$27.15	10% Increase
2,001 to 7,000 gals. (rate per 100 gals.)	$0.7546	$0.9055	$0.9727	$1.1672	20% Increase
7,001 to 12,000 gals. (rate per 100 gals.)	$1.1321	$1.3585	$1.4590	$1.7508	20% Increase
Over 12,000 gals. (rate per 100 gals.)	$1.6980	$2.0376	$2.1886	$2.6263	20% Increase

The table on the following page demonstrates the impact of the proposed rate changes on a Residential account at four usage levels. These examples show usage levels of 2,000 gallons, 5,000 gallons, 12,000 gallons and 18,000 gallons and indicate the amount and percentage increase that result from the proposed rate changes.

	EXISTING RATES	PROPOSED RATES
Monthly Usage of 2,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$38.86	$42.75
Increase Amount		$3.89
% Change		10.0%
Monthly Usage of 5,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$38.86	$42.75
2,001 to 5,000 gallons	$51.82	$62.18
Total	$90.68	$104.93
Increase Amount		$14.25
% Change		15.7%
Monthly Usage of 12,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$38.86	$42.75
2,001 to 7,000 gallons	$86.37	$103.64
7,001 to 12,000 gallons	$129.56	$155.47
Total	$254.79	$301.86
Increase Amount		$47.07
% Change		18.5%
Monthly Usage of 18,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$38.86	$42.75
2,001 to 7,000 gallons	$86.37	$103.64
7,001 to 12,000 gallons	$129.56	$155.47
Over 12,000 gallons	$233.20	$279.83
Total	$487.99	$581.69
Increase Amount		$93.70
% Change		19.2%

Commercial Customers

The following is the proposed rate structure for Commercial customers:

RATE TIER	WATER CURRENT	WATER PROPOSED	SEWER CURRENT	SEWER PROPOSED	COMMENTS
Minimum (0 - 2,000 gals.)	$19.43	$21.37	$26.78	$29.46	10% Increase
2,001 to 70,000 gals. (rate per 100 gals.)	$1.1638	$1.3966	$1.1949	$1.4339	20% Increase
Over 70,000 gals. (rate per 100 gals.)	$1.4549	$1.7459	$1.4936	$1.7923	20% Increase

The table below shows the impact of the rate changes on a Commercial account at two usage levels:

	EXISTING RATES	PROPOSED RATES
Monthly Usage of 20,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$46.21	$50.83
2,001 to 20,000 gallons	$424.56	$509.49
Total	$470.77	$560.32
Increase Amount		$89.55
% Change		19.0%
Monthly Usage of 100,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$46.21	$50.83
2,001 to 70,000 gallons	$1,603.91	$1,924.74
Over 70,000 gallons	$884.55	$1,061.46
Total	$2,534.67	$3,037.03
Increase Amount		$502.36
% Change		19.8%

Out of Jurisdiction Customers

The following is the proposed rate structure for Out of Jurisdiction customers:

RATE TIER	WATER CURRENT	WATER PROPOSED	SEWER CURRENT	SEWER PROPOSED	COMMENTS
Minimum (0 - 2,000 gals.)	$24.15	$26.57	$42.53	$46.78	10% Increase
2,001 to 70,000 gals. (rate per 100 gals.)	$1.3208	$1.5850	$1.6980	$2.0376	20% Increase
Over 70,000 gals. (rate per 100 gals.)	$1.6508	$1.9810	$2.1226	$2.5471	20% Increase

The table below shows the impact of the rate changes on an Out of Jurisdiction account at two usage levels:

	EXISTING RATES	PROPOSED RATES
Monthly Usage of 20,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$66.68	$73.35
2,001 to 20,000 gallons	$543.38	$652.07
Total	$610.06	$725.42
Increase Amount		$115.36
% Change		18.9%
Monthly Usage of 250,000 Gallons		
Minimum up to 2,000 gallons (Water & Sewer)	$66.68	$73.35
2,001 to 70,000 gallons	$2,052.78	$2,463.37
Over 70,000 gallons	$6,792.12	$8,150.58
Total	$8,911.58	$10,687.30
Increase Amount		$1,775.72
% Change		19.9%

An added benefit to the rate structure changes for Residential, Commercial and Out of Jurisdiction customers is that it hopefully will encourage further water conservation.

STAFFING AND COMPENSATION

There are no changes to the number of full-time employees in the proposed fiscal year 2027 budget. This maintains the number of full-time personnel at 54. The full-time personnel are allocated to Town funds based on the type of work performed, as follows:

FUND	NO. OF FULL-TIME EMPLOYEES
General	42
Water and Sewer	10
Storm Water	2
Total	54

The proposed fiscal year 2027 budget includes a merit increase of 1.5% to reward those employees who are performing above expectations. Also, a 2.8% cost of living adjustment (COLA) for all full-time employees is included in the fiscal year 2027 budget. The COLA is consistent with the COLA implemented by the Social Security Administration in January 2026 and addresses concerns relating to retention of current employees, the impacts of current inflation rates on Town employees, and to remain competitive with neighboring towns. The employee benefit programs are consistent with prior years, however, the Town's participation in the North Carolina State Health Plan For Teachers and State Employees now has a new mandated fee of 2.4% of pensionable wages. For fiscal year 2027, this new fee will add approximately $86,000 to the General Fund, $16,500 to the Water and Sewer Fund and $2,300 to the Storm Water Fund.

GOVERNING BODY

The budget for Town Council related expenses includes compensation and allowances for Council members as follows:

POSITION	ANNUAL COMPENSATION	ANNUAL VEHICLE ALLOWANCE	ANNUAL PHONE ALLOWANCE
Mayor	$6,000	$1,200	$600
Mayor Pro Tem	$5,000	$1,200	$600
Commissioner (3)	$3,600	$1,200	$600
Total of 5 Positions	$21,800	$6,000	$3,000

60% of the compensation and allowances listed above are allocated to the General Fund and 40% to the Water and Sewer Fund. Also, the following expenses are allocated 60% to the General Fund and 40% to the Water and Sewer Fund: travel/training of $6,000 and dues/subscriptions of $8,500.

In addition, the General Fund Governing Body budget includes funding for the Pleasure Island Chamber of Commerce concert series and kite festival ($30,000), Federal Point Historic Preservation Society ($5,000), Katie B. Hines Senior Center ($5,000), The Help Center of Federal Point ($1,800) and the Island of Lights ($1,200). Finally, the General Fund Governing Body budget also includes $1,909 for the Town's estimated portion of the Carolina Beach Inlet dredging project as requested by New Hanover County.

DEBT SERVICE

General Fund

General Fund debt service totals $709,000 and includes payments on existing loans for the following:

Equipment & Vehicles	$274,806
Ocean Front Park	93,560
Fire Station & Town Hall	340,634
General Fund Total	$709,000

This is an increase of $38,400 (5.7%) over fiscal year 2026.

Water and Sewer Fund

The Water and Sewer Fund debt service totals $300,600 and includes payments on existing loans for the following:

Equipment & Vehicles	$ 47,940
Water/Sewer Infrastructure	206,210
Town Hall	46,450
Water/Sewer Fund Total	$300,600

This is a decrease of $4,710 (1.5%) over fiscal year 2026.

Storm Water Fund

Finally, the Storm Water Fund debt service totals $47,935 relating to the financing of equipment. This is consistent with fiscal year 2026.

Debt service for each fund, as a percentage of the applicable fund's proposed fiscal year 2027 total budget is as follows:

General Fund	7.2%
Water and Sewer Fund	9.6%
Storm Water Fund	7.8%

The Town's total outstanding debt (all funds) is estimated to be $3,806,900 on July 1, 2026. The Local Government Commission (LGC) uses 8% of the assessed value of property subject to taxation as the maximum debt level. The Town's outstanding debt on July 1 will be approximately 0.17% of the assessed value of property, well within LGC guidelines.

OPERATING EXPENSES

General Fund

The budget for General Fund operating expenses (excluding capital outlay and debt service) is 10% greater than the fiscal year 2026 budget for operating expenses. The primary factors contributing to the increase in relation to the fiscal year 2026 budget include:

- Price increases for purchased services, materials, supplies, fuel, etc.
- Previously mentioned employee compensation actions.
- Repair and maintenance costs relating to beach accesses and the boardwalk.
- Fees associated with preparation of improvement plans for Joe Eakes Park.

Water and Sewer Fund

The fiscal year 2027 operating budget (excluding capital outlay and debt service) for the Water and Sewer Fund is 1.3% less than the fiscal year 2026 budget. The primary reason for the decrease is a reduction in engineering fees after completion of the water and sewer system asset inventory and assessment in fiscal year 2026.

Storm Water Fund

The fiscal year 2027 Storm Water Fund operating budget (excluding capital outlay and debt service) is 6.2% greater than the fiscal year 2026 budget. The increase is primarily due to previously mentioned employee compensation actions.

CAPITAL OUTLAY

General Fund

The General Fund capital outlay for fiscal year 2027 totals $485,500 and is comprised of the following:

- $150,000 – Replacement of Police vehicles (will be purchased using financing)
- $30,000 – Police Dept. radar signs
- $200,000 – Street paving
- $60,000 – Replacement of a Public Works truck (will be purchased using financing)
- $17,000 – Replacement of Public Works equipment
- $13,500 – Replacement of Ocean Rescue equipment
- $15,000 – Community Center restroom renovation

The fiscal year 2027 budgeted capital outlay for the General Fund is $3,000 (0.6%) less than the fiscal year 2026 budget. The amount of capital outlay varies from year-to-year and is contingent on the useful life of previously purchased capital items.

Water and Sewer Fund

The Water and Sewer Fund capital outlay for fiscal year 2027 totals $640,000 and includes the following:

- $40,000 – Lift station pump
- $50,000 – Inspection camera (50% in Water & Sewer Fund & 50% in Storm Water Fund)
- $550,000 - Infrastructure projects

The fiscal year 2027 budgeted capital outlay is $265,000 (70.7%) more than the fiscal year 2026 budget. This increase relates to implementation of the initial phase of the 10 year Capital Improvement Plan developed during the water and sewer systems asset inventory and assessment.

Storm Water Fund

The fiscal year 2027 Storm Water Fund capital outlay budget totals $269,940. This includes $50,000 for an inspection camera and $219,940 for potential or emergency infrastructure projects. The fiscal year 2027 budgeted capital outlay is $780,060 (74.3%) less than the fiscal year 2026 budget. Fiscal year 2026 included significant capital projects relating to the beach front storm water outfalls.

FUND TRANSFERS

There are no transfers between Town operating funds proposed as part of the fiscal year 2027 budget.

GENERAL FUND SUMMARY

The number of non-utility services provided by the Town, as well as the general expenses of operating the government, makes the process of developing and balancing the General Fund budget challenging. Issues, including, but not limited to the following have made the allocation of finite General Fund resources difficult:

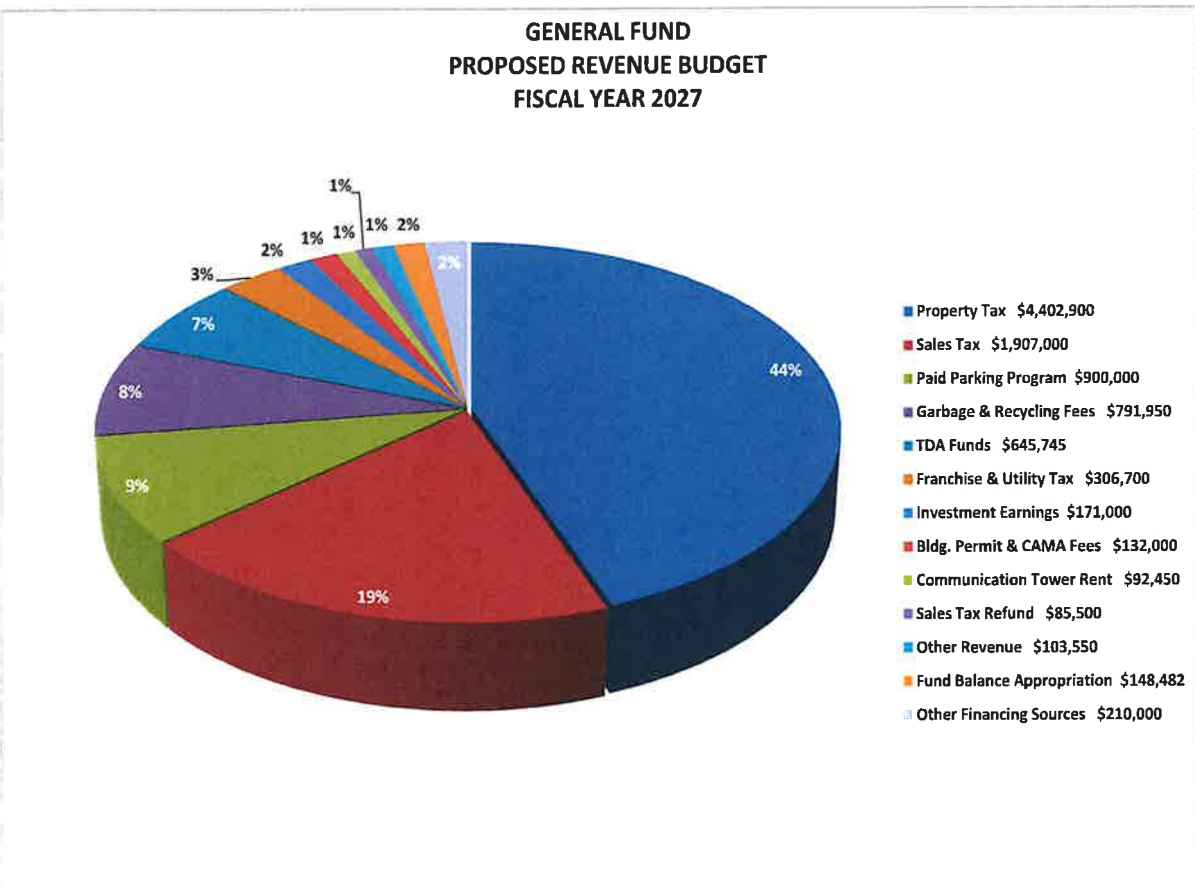
1) The desire to maintain the types and levels of service provided to Town residents and property owners as both the year-round population and number of tourists increase.

2) The significant price increases for purchased services, materials and fuel.

3) The need for improvements and maintenance of Town infrastructure and facilities.

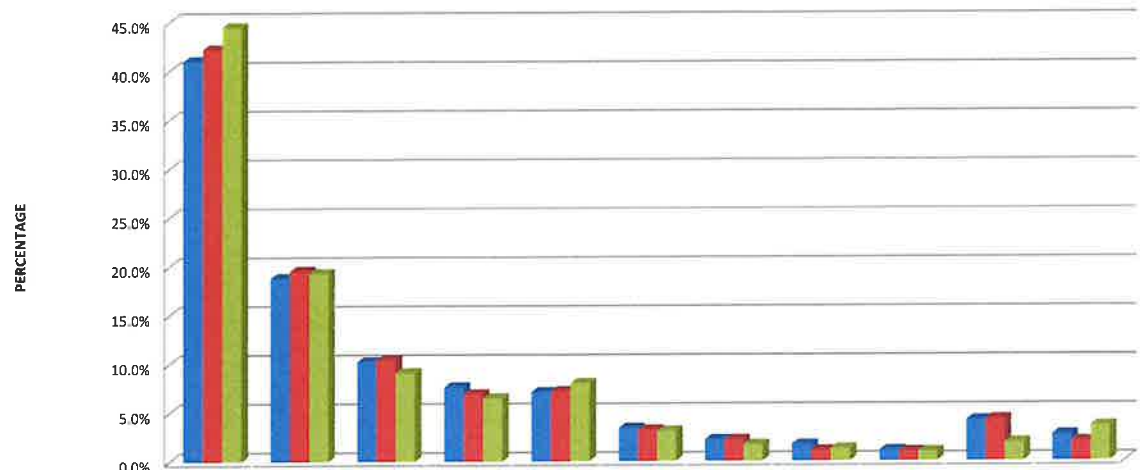
When comparing the total proposed fiscal year 2027 General Fund budget to the fiscal year 2026 original budget, the total 2027 budget has increased by 9.1%. In comparison to the fiscal year 2026 budget, operating expenses have increased 10%, capital outlay decreased 0.6% and debt service increased 5.7%.

The breakdown of budgeted revenue, by major source, for fiscal year 2027 is presented below. The top seven revenue sources are property taxes ($4,402,900), sales tax ($1,907,000), parking program revenue ($900,000), garbage/recycle fees ($791,950), TDA funds ($645,745), franchise/utility taxes ($306,700) and investment earnings ($171,000). These seven revenue sources account for approximately 90.5% ($8,954,295) of the total General Fund revenue.



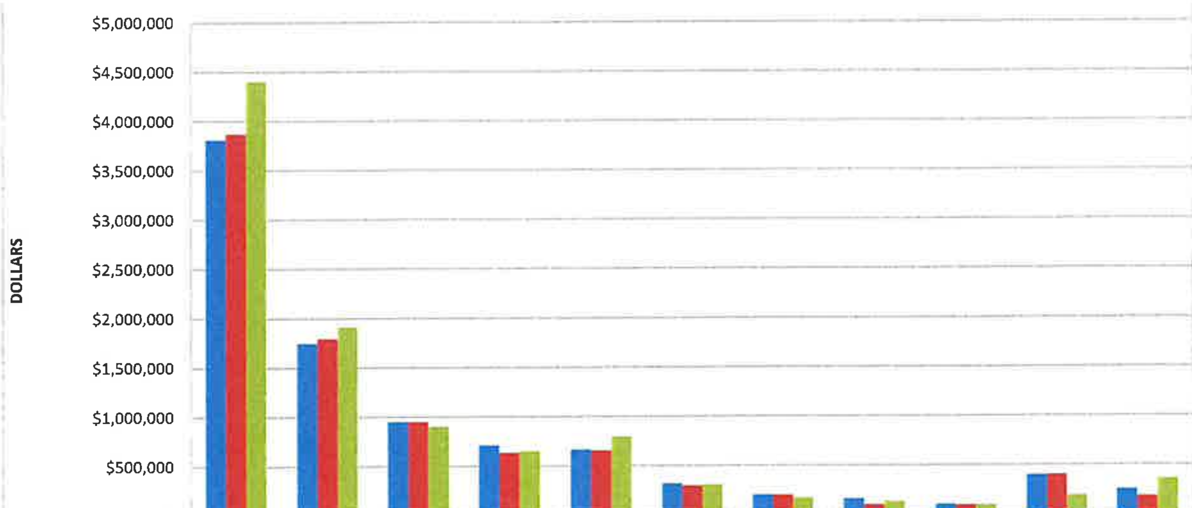
For comparative purposes, the charts on the next page present the percentage of revenue by source and revenue by source budgeted for fiscal year 2027 in relation to the forecasted revenue for fiscal year 2026 and the actual revenue for fiscal year 2025.

GENERAL FUND
PERCENTAGE OF REVENUE BY SOURCE
FISCAL YEAR 2025 TO 2027



	Property Tax	Sales Tax	Paid Parking Program	TDA Funds	Garbage & Recycle Fees	Franchise & Utility Tax	Investment Earnings	Bldg. Permit & CAMA Fees	Commun. Tower Rent	Other Revenue	Financing, Transfers & FB Approp.
Actual FY 2025	41.0%	18.8%	10.2%	7.6%	7.1%	3.4%	2.2%	1.7%	1.1%	4.2%	2.7%
Forecasted FY 2026	42.2%	19.5%	10.4%	6.9%	7.2%	3.2%	2.2%	1.1%	1.0%	4.3%	2.0%
Budget FY 2027	44.5%	19.3%	9.1%	6.5%	8.0%	3.1%	1.7%	1.3%	1.0%	1.9%	3.6%

GENERAL FUND
REVENUE BY SOURCE
FISCAL YEAR 2025 TO 2027

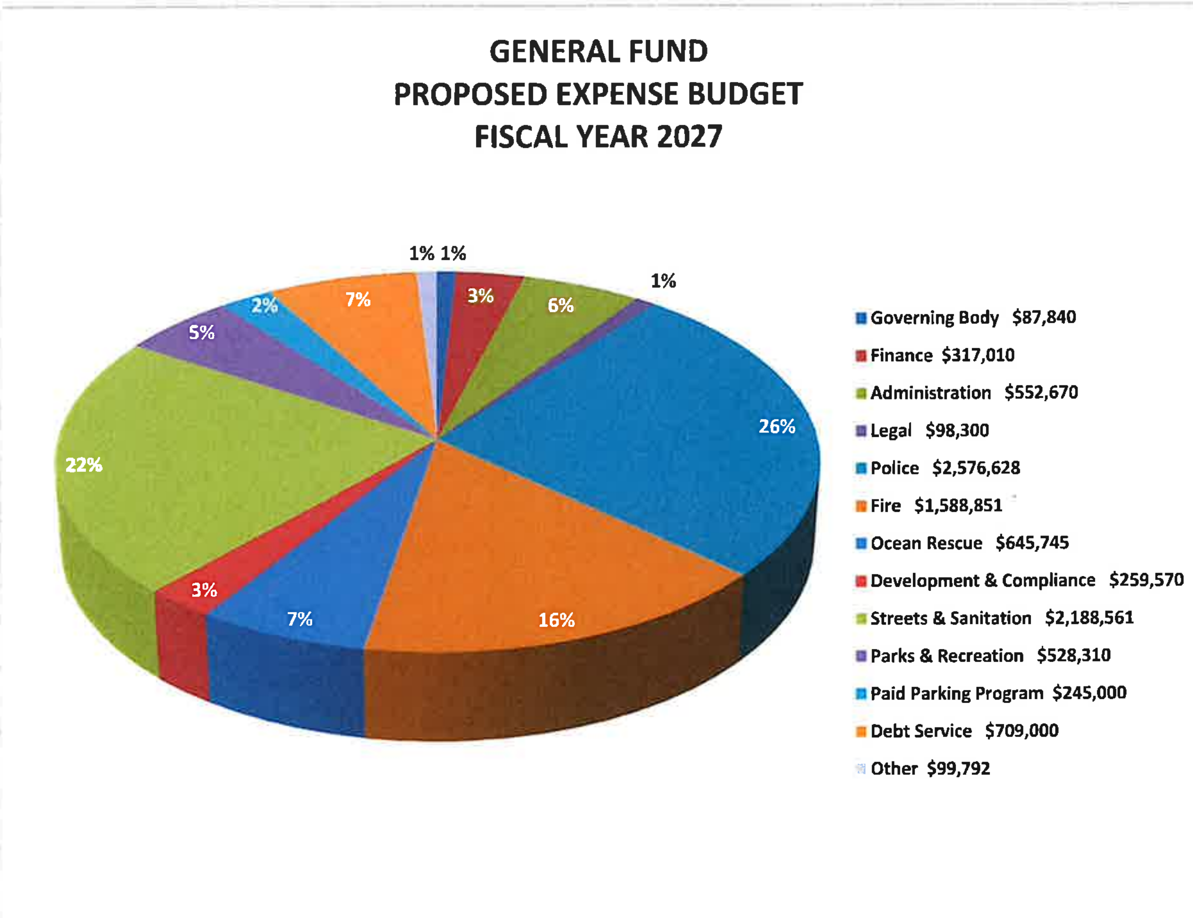


	Property Tax	Sales Tax	Paid Parking Program	TDA Funds	Garbage & Recycle Fees	Franchise & Utility Tax	Investment Earnings	Bldg. Permit & CAMA Fees	Commun. Tower Rent	Other Revenue	Financing, Transfers & FB Approp.
Actual FY 2025	$3,809,629	$1,742,810	$948,595	$708,602	$661,229	$315,391	$200,695	$157,108	$98,194	$391,836	$247,470
Forecasted FY 2026	$3,871,600	$1,791,750	$950,000	$634,250	$658,000	$297,300	$197,700	$100,000	$91,350	$398,600	$180,000
Budget FY 2027	$4,402,900	$1,907,000	$900,000	$645,745	$791,950	$306,700	$171,000	$132,000	$92,450	$189,050	$358,482

As the charts on the previous page depict, revenue from property taxes is consistently 41% or more of the General Fund's total revenue. The other categories have remained relatively consistent from year-to-year with the exception of "Other Revenue" and "Financing, Transfers & Fund Balance Appropriation". The "Other Revenue" category was higher in fiscal years 2025 and 2026 due to FEMA reimbursements from natural disasters and fluctuations in "Financing, Transfers & Fund Balance Appropriation" primarily relate to the amount of installment loans which vary based on the level of capital outlay.

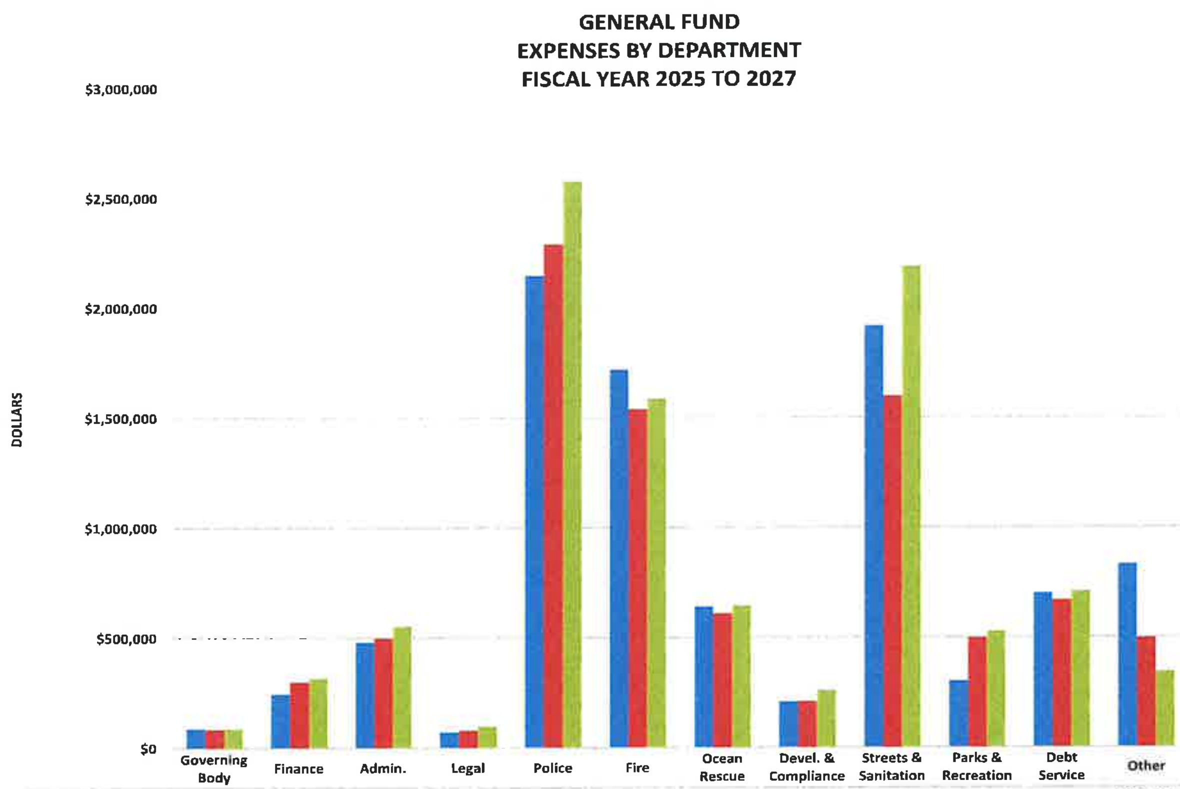
Refer to Exhibit A (on pages 26 to 28) for a summary of the changes, by General Fund revenue source, between the budgets for fiscal year 2027 and 2026.

The breakdown of budgeted General Fund expenses, by department/function, for fiscal year 2027 is presented below. The seven largest components of the General Fund expense budget are Police ($2,576,628), Public Works – Streets & Sanitation ($2,188,561), Fire ($1,588,851), Debt Service ($709,000), Ocean Rescue ($645,745), Administration ($552,670) and Parks and Recreation ($528,310). These seven departments/functions account for $8,789,765, or 89%, of the General Fund budget.

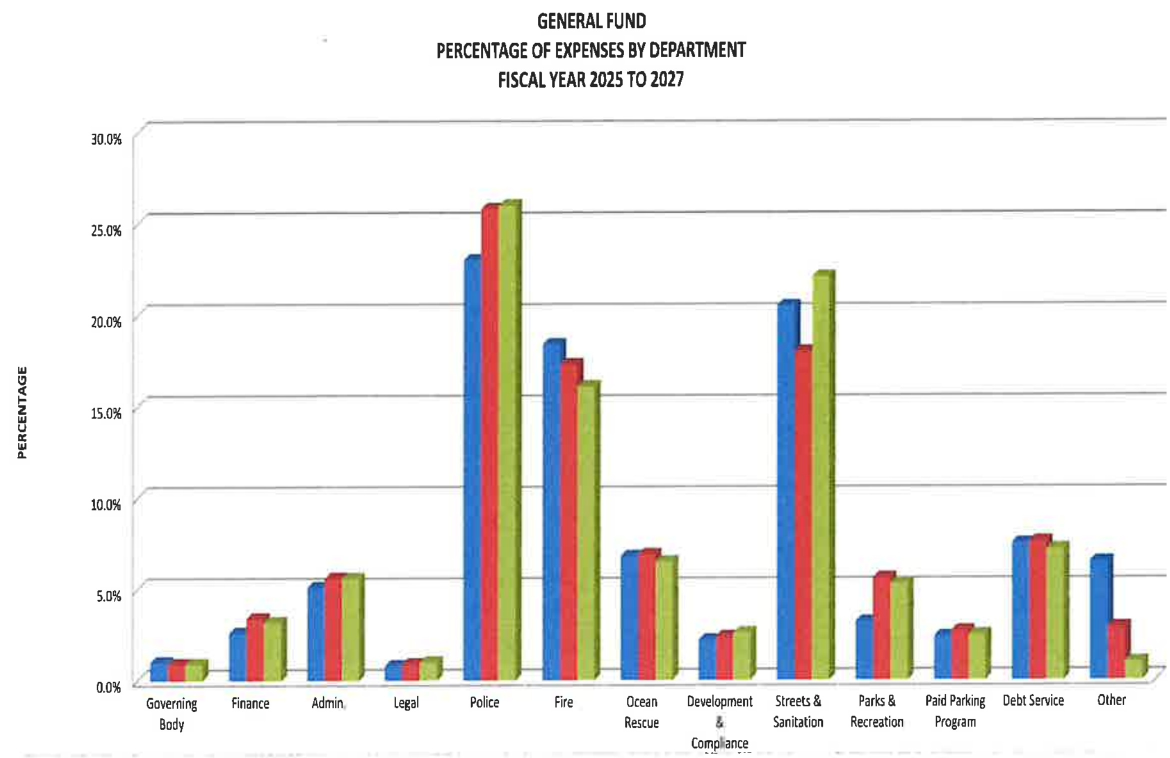


The following two charts present the expenses by department/function and the percentage of expenses by department/function budgeted for fiscal year 2027 in relation to the forecasted expenses for fiscal year 2026 and the actual expenses for fiscal 2025.

As indicated below, the General Fund expenses by department/function can vary significantly from year-to-year. The variation results from the level of capital expenditures for the year, while the percentage of operating expenses for each department remain relatively consistent. For example, the fiscal year 2027 budget includes "Police" capital expenditures totaling $180,000 (vehicles and equipment) and "Streets and Sanitation" capital expenditures of $277,000 (infrastructure, vehicle and equipment). Fiscal year 2025 included capital expenditures for "Fire" of $256,946 (air packs and generator), $247,476 for "Streets & Sanitation" (garbage truck) and $106,159 for "Police" (vehicles). Also, the fiscal year 2025 "Other" expenses included transfers to the Public Works Building Capital Project Fund of $523,250.



	Governing Body	Finance	Admin.	Legal	Police	Fire	Ocean Rescue	Devel. & Compliance	Streets & Sanitation	Parks & Recreation	Debt Service	Other
Actual FY 2025	$88,375	$245,060	$479,546	$71,911	$2,146,386	$1,719,209	$639,935	$207,066	$1,918,249	$301,543	$700,507	$832,362
Forecasted FY 2026	$85,700	$300,195	$500,000	$80,000	$2,290,000	$1,540,000	$610,000	$210,000	$1,600,000	$500,000	$670,600	$498,500
Budget FY 2027	$87,840	$317,010	$552,670	$98,300	$2,576,628	$1,588,851	$645,745	$259,570	$2,188,561	$528,310	$709,000	$344,792



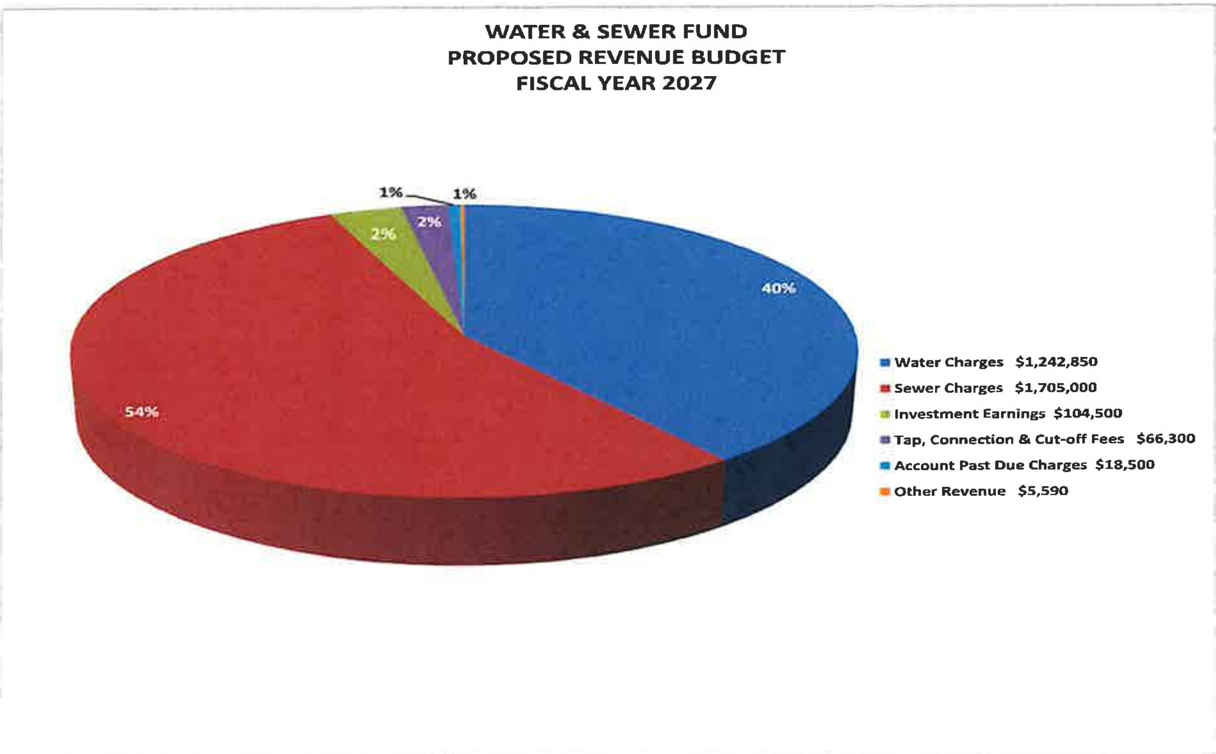
	Governing Body	Finance	Admin	Legal	Police	Fire	Ocean Rescue	Development & Compliance	Streets & Sanitation	Parks & Recreation	Paid Parking Program	Debt Service	Other
Actual FY 2025	1.0%	2.6%	5.1%	0.8%	23.0%	18.4%	6.8%	2.2%	20.5%	3.2%	2.4%	7.5%	6.5%
Forecasted FY 2026	0.9%	3.4%	5.6%	0.9%	25.8%	17.3%	6.9%	2.4%	18.0%	5.6%	2.7%	7.6%	2.9%
Budget FY 2027	0.9%	3.2%	5.6%	1.0%	26.0%	16.1%	6.5%	2.6%	22.1%	5.3%	2.5%	7.2%	1.0%

Refer to Exhibit B (on pages 29 to 35) for a summary of the changes, by General Fund department/function, between the budgets for fiscal year 2027 and 2026. Also, Appendix 1 (on pages 43 to 54) contains the line item budgets for each General Fund department/function.

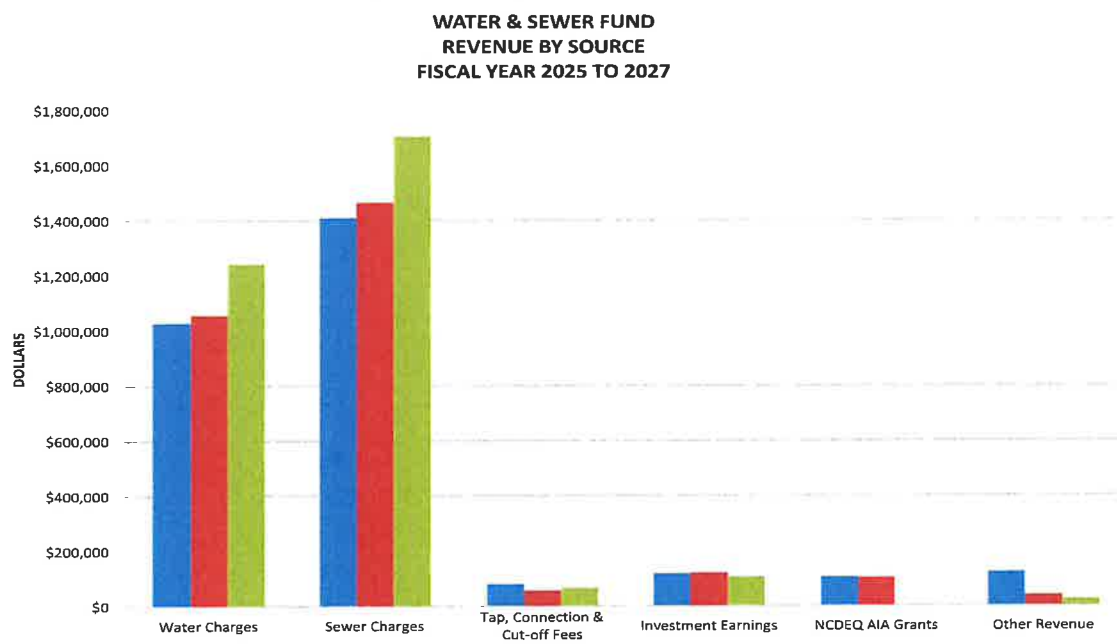
WATER AND SEWER FUND SUMMARY

Overall, the proposed fiscal year 2027 Water and Sewer Fund budget is 7.9% greater than the original fiscal year 2026 budget. In relation to the fiscal year 2026 budget, operating expenses have decreased 1.3%, capital outlay has increased by 70.7% and debt service has decreased by 1.5%.

The breakdown of Water and Sewer Fund budgeted revenue, by major source, for fiscal year 2027 is shown on the next page. The budgeted water and sewer charges revenue categories reflect the previously discussed 10% minimum charge and 20% usage-based rate tier increases and represent 94% of the Fund's total revenue.



The chart below shows the Water and Sewer Fund revenue by source budgeted for fiscal year 2027 compared to the forecasted revenue for fiscal year 2026 and the actual revenue for fiscal year 2025.

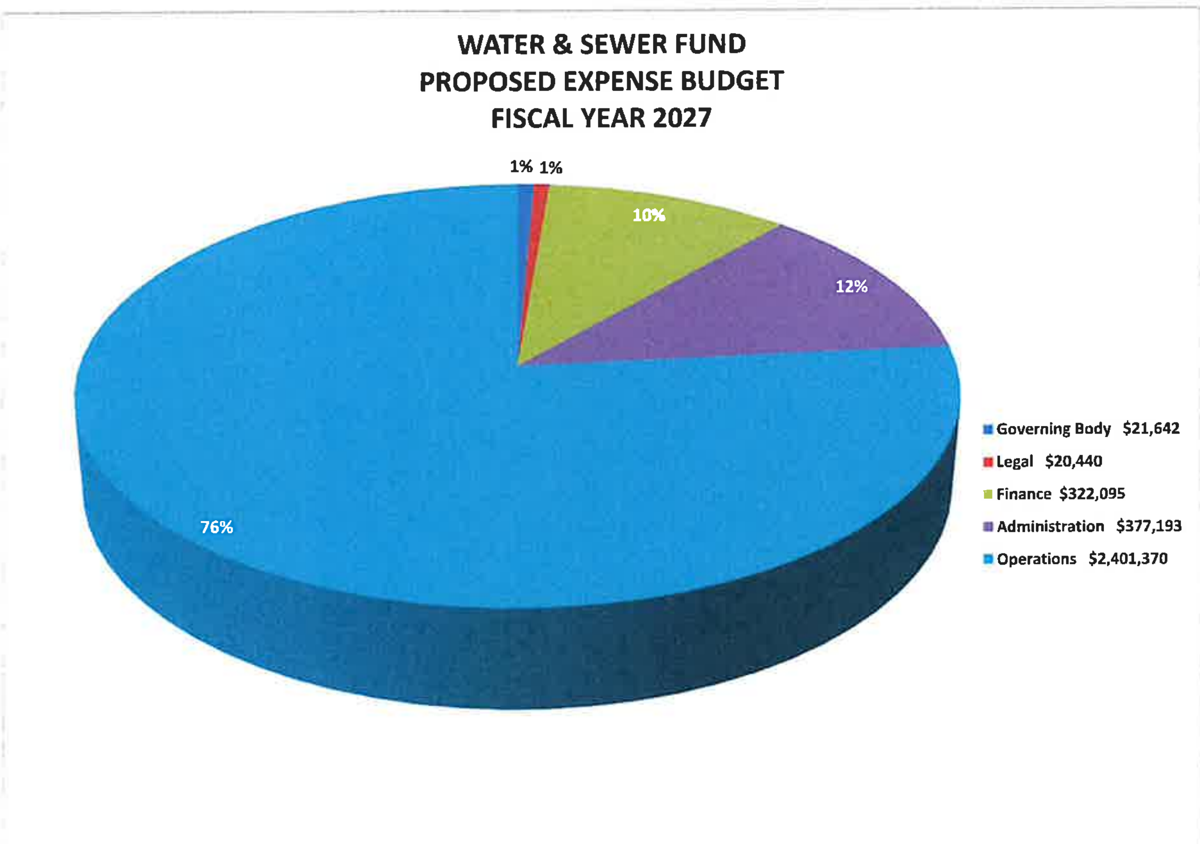


	Water Charges	Sewer Charges	Tap, Connection & Cut-off Fees	Investment Earnings	NCDEQ AIA Grants	Other Revenue
Actual FY 2025	$1,028,039	$1,409,022	$79,540	$118,073	$105,350	$122,359
Forecasted FY 2026	$1,057,050	$1,466,250	$57,550	$121,950	$102,450	$39,000
Budget FY 2027	$1,242,850	$1,705,000	$66,300	$104,500	$0	$24,090

As demonstrated by the chart on the previous page, the most significant revenue sources are "Water and Sewer Charges". These two revenue sources are projected to increase in fiscal year 2027 as a result of the previously discussed changes to the water and sewer rate structure.

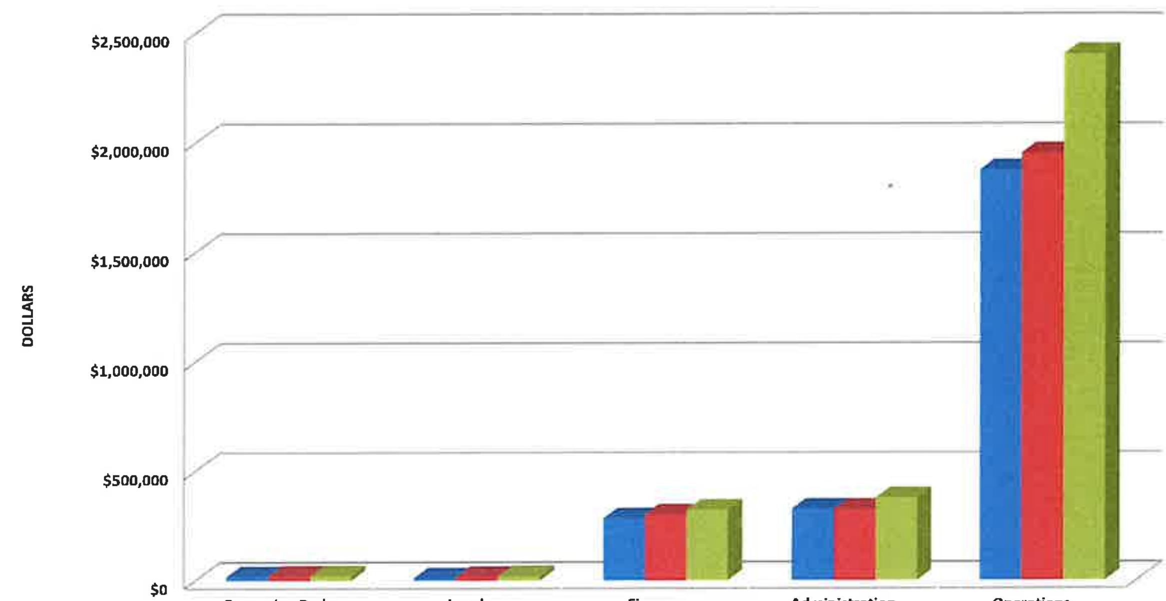
Refer to Exhibit C (on pages 36 and 37) for a summary of the changes, by Water and Sewer Fund revenue source, between the budgets for fiscal year 2027 and 2026.

The breakdown of budgeted Water and Sewer Fund expenses, by department/function, for fiscal year 2027 is presented below. As expected, the Water/Sewer Operations Department accounts for the majority of the Water and Sewer Fund expense budget at 76% of the total.



The chart on the following page shows the expenses by department/function for the Water and Sewer Fund budgeted for fiscal year 2027 in comparison to the forecasted expenses for fiscal year 2026 and the actual expenses for fiscal year 2025.

WATER & SEWER FUND
EXPENSES BY DEPARTMENT
FISCAL YEAR 2025 - 2027



	Governing Body	Legal	Finance	Administration	Operations
Actual FY 2025	$17,319	$11,364	$282,706	$325,996	$1,873,271
Forecasted FY 2026	$20,545	$17,000	$301,400	$326,000	$1,950,000
Budget FY 2027	$21,642	$20,440	$322,095	$377,193	$2,401,370

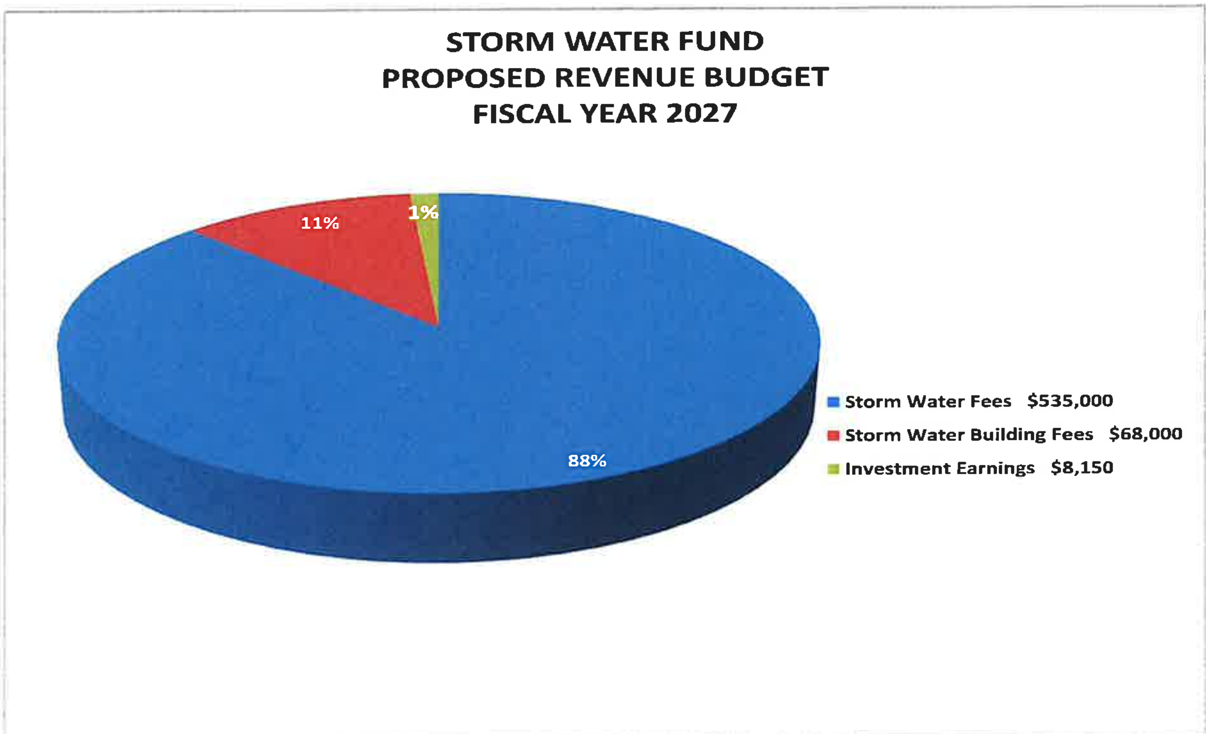
In regard to the chart above, the variations in "Operations" expenses primarily relate to the amount of capital outlay for the given year.

Refer to <u>Exhibit D</u> (on pages 38 to 40) for a summary of the changes, by Water and Sewer Fund department/function, between the budgets for fiscal year 2027 and 2026. Also, <u>Appendix 2</u> (on pages 55 to 59) contains the line item budgets for each Water and Sewer Fund department/function.

STORM WATER FUND SUMMARY

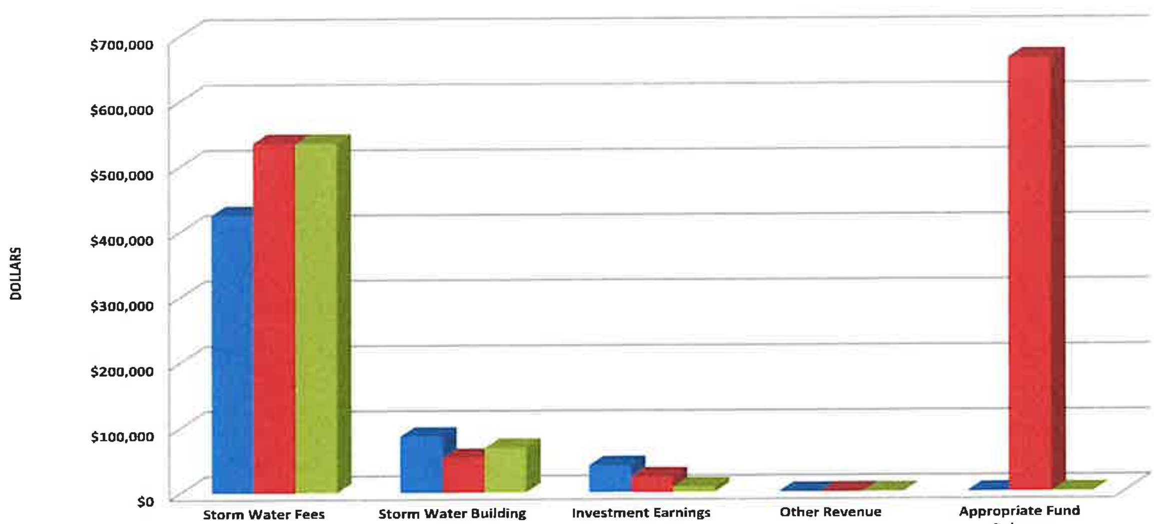
When comparing the total fiscal year 2027 Storm Water Fund budget to the original fiscal year 2026 budget, the total 2027 budget has decreased by 55.5%. In comparison to the fiscal year 2026 budget, operating expenses have increased 6.2%, capital outlay decreased 74.3% and debt service is unchanged. In fiscal year 2026, there were significant capital expenditures for replacement of nine of the beach front storm water system outfalls.

The breakdown of Storm Water Fund budgeted revenue, by major source, for fiscal year 2027 is shown on the next page.



The chart below compares the budgeted fiscal year 2027 revenue to the forecasted revenue for fiscal year 2026 and the actual revenue for 2025. The major revenue source, "Storm Water Fees", is projected to remain consistent with the current year. Also, fiscal year 2026 included a significant use of fund balance for capital projects.

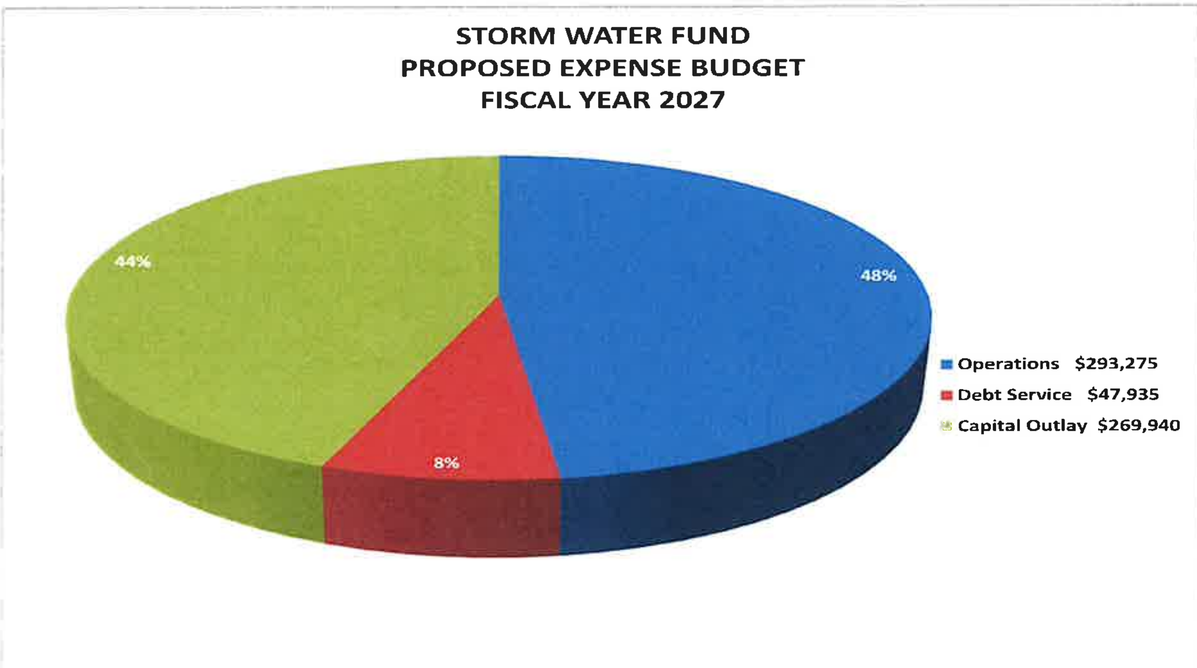
STORM WATER FUND
REVENUE BY SOURCE
FISCAL YEAR 2025 - 2027



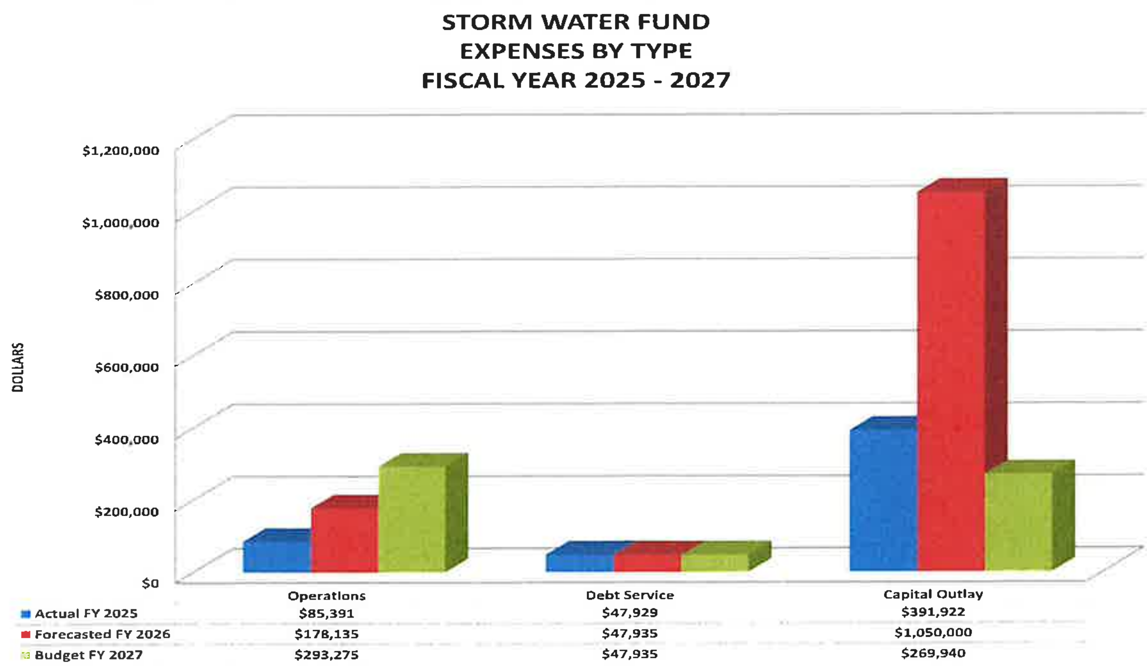
	Storm Water Fees	Storm Water Building Fees	Investment Earnings	Other Revenue	Appropriate Fund Balance
Actual FY 2025	$425,250	$86,000	$40,818	$0	$0
Forecasted FY 2026	$535,400	$53,000	$23,600	$600	$663,500
Budget FY 2027	$535,000	$68,000	$8,150	$0	$0

Refer to Exhibit E (on page 41) for a summary of the changes, by Storm Water Fund revenue source, between the budgets for fiscal year 2027 and 2026.

The breakdown of budgeted Storm Water Fund expenses, by type, for fiscal year 2027 is as follows:



The following chart shows the budgeted fiscal year 2027 expenses by type in relation to the forecasted fiscal year 2026 and actual 2025 Storm Water Fund expenses.



As indicated by the chart on the previous page, the budgeted expenses for fiscal year 2027 relating to "Operations" are expected to increase due to increases in the cost of materials, services and personnel costs. Fluctuations in "Capital Outlay" relate to the number and size of projects to be performed in a given year. "Capital Outlay" for fiscal year 2026 included significant expenditures that were previously mentioned.

Refer to Exhibit F (on page 42) for a summary of the changes, by Storm Water Fund expense type, between the budgets for fiscal year 2027 and 2026. Also, Appendix 3 (on page 60) contains the line item budget for the Storm Water Fund.

POWELL BILL FUND SUMMARY

Funds received through the Powell Bill may only be used for the purpose of maintaining, repairing, constructing, reconstructing or widening of any street or public thoroughfare including bridges, drainage, curbs and gutters and other necessary appurtenances within the corporate limits. The total amount allocated by the NC Department of Transportation to each qualifying municipality is based on a formula (75% on the basis of relative population and 25% on the basis of relative non-State System local street mileage). The total budgeted allocation to Kure Beach for fiscal year 2027 is estimated at $83,750. In addition to the Powell Bill allocation, fund revenue includes $2,000 of investment earnings and a $95,000 fund balance appropriation. Finally, budgeted fund expenses include $30,750 for street-related maintenance and $150,000 for paving projects.

FEDERAL ASSET FORFEITURE FUND SUMMARY

On an as needed basis, the Kure Beach Police Department participates in investigations conducted by several federal agencies. The Police Department shares in the assets that are forfeited based on the outcome of the investigations and the level of resources provided. The funds received may only be used for Police related activities that are beyond the Police Department operating budget (which is a portion of the total General Fund budget). Under no circumstances, can the Police Department operating budget be funded with forfeiture proceeds. For fiscal year 2027, the use of asset forfeiture funds will be appropriated from the fund's balance and is estimated at $25,000.

SEWER EXPANSION RESERVE FUND (SERF) SUMMARY

The Sewer Expansion Reserve Fund (SERF) is for future expansion, construction, repairs or alterations to the sewer system. For fiscal year 2027, revenue from system development fees is estimated at $10,795 and investment earnings from Fund investments is budgeted at $10,150. The primary revenue source for this fund, system development fees, are dependent on the level of construction activity within the Town.

BEACH PROTECTION FUND SUMMARY

The Beach Protection Fund was established in fiscal year 2014 as a reserve fund for future beach nourishment expenses, as well as other beach related expenditures including, but not limited to, beach access improvements/repairs, dune maintenance, dune plantings, beach protection signage, dune infiltration systems, etc. For fiscal year 2027, the revenue source for this Fund will be investment earnings from Fund investments of $14,500.

SUMMARY

The fiscal year 2027 Town of Kure Beach budget reflects a thorough review of Town expenditures and conservative, but reasonable, estimation of revenues.

As tourism and full-time population continues to grow, increased demands are placed on Town personnel and the corresponding Town-provided services. These trends are expected to continue thereby creating an ongoing challenge to manage and control the costs to provide these services, while ensuring sufficient revenue sources exist to fund the services. Additionally, the cost of supplies, materials, services and fuel used for Town operations continue to increase. Also, the level of compensation for Town employees must be periodically evaluated to ensure that compensation remains consistent with neighboring towns in order to retain and attract employees.

Finally, investment in Town infrastructure, including, but not limited to water, sewer, storm water, streets and facilities, continues as needed to ensure Town systems function properly and efficiently. The proposed fiscal year 2027 budget addresses these challenges.

In conclusion, I believe the proposed fiscal year 2027 Kure Beach budget supports the priorities established by Town Council and Department Heads, reflects the Council's commitment to providing exceptional services to residents and visitors and is responsive to the overall needs of the Town.

I would like to express my appreciation to all Department Heads, as well as all Town employees, who participated in the development of the fiscal year 2027 budget.

Respectfully submitted,

Arlen Copenhaver

Arlen Copenhaver
Finance and Budget Officer

EXHIBIT A

GENERAL FUND REVENUE BUDGET
FY 2027 VS. FY 2026
(as of 5/18/2026)

REVENUE TYPE	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Property Taxes	**$4,402,900**	$3,825,250	$577,650	15.1%	Based on estimated tax base provided by NHC Tax Dept. and proposed 2.3 cent (13.4%) tax rate increase. New tax rate of 19.5 cents per $100 of valuation.
Sales Tax	**$1,907,000**	$1,750,000	$157,000	9.0%	Based on forecasts of state-wide sales tax proceeds.
Parking Program Revenue	**$900,000**	$820,000	$80,000	9.8%	Based on historical parking revenue and current forecasts.
Garbage & Recycle Fees	**$791,950**	$657,700	$134,250	20.4%	Includes a proposed 35.3% increase in garbage collection fees and a 4.7% increase in recycling fees.
TDA	**$645,745**	$795,000	($149,255)	(18.8%)	FY 2027 budget is for Ocean Rescue expenses.
Franchise & Utility Taxes	**$306,700**	$309,600	($2,900)	(0.9%)	
Interest/Investment Earnings	**$171,000**	$177,000	($6,000)	(3.4%)	Forecasted decrease in interest rates.

EXHIBIT A

GENERAL FUND REVENUE BUDGET
FY 2027 VS. FY 2026
(as of 5/18/2026)

REVENUE TYPE	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Building Permits, CAMA, Fire Inspections	**$132,000**	$132,840	($840)	(0.6%)	FY 2027 based on FY 2026 forecast and expected level of construction activity.
Communication Tower Rent	**$92,450**	$93,621	($1,171)	(1.3%)	FY 2027 includes 3% annual increase for existing leases and loss of Dish sublease.
Sales Tax Refund	**$85,500**	$92,500	($7,000)	(7.6%)	Estimated sales tax refund based on sales tax paid in prior fiscal year.
Community Center/ Parks & Rec/ Street Festival	**$27,000**	$27,000	$0	0.0%	
ABC Revenue	**$25,775**	$23,800	$1,975	8.3%	FY 2027 based on FY 2026 revenue forecast.
Town Facility Rentals	**$20,000**	$18,000	$2,000	11.1%	FY 2027 based on FY 2026 revenue forecast.
Motor Vehicle License Tax	**$10,675**	$10,875	($200)	(1.8%)	

EXHIBIT A

GENERAL FUND REVENUE BUDGET
FY 2027 VS. FY 2026
(as of 5/18/2026)

REVENUE TYPE	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Beer & Wine Tax	**$10,000**	$10,750	($750)	(7.0%)	
Parking Fines/ Civil Citations/ Court Fees	**$1,450**	$1,650	($200)	(12.1%)	
All Other Revenue	**$8,650**	$6,450	$2,200	34.1%	Largest components are Surplus Property sales ($5,000), Re-entry Decal sales ($800), BOA/HPC fees ($750), purchase card program rebate ($750) and Special Events ($500).
Appropriation of Fund Balance	**$148,482**	$125,594	$22,888	18.2%	Appropriation of Fund Balance is 1.5% of the FY 2027 General Fund Budget.
Other Financing Sources	**$210,000**	$195,000	$15,000	7.7%	Proposed financing for Police Dept. vehicles ($150,000) and Public Works truck ($60,000).
TOTAL GENERAL FUND	**$9,897,277**	**$9,072,630**	**$824,647**	**9.1%**	

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Governing Body	410	$87,840	$85,700	$2,140	2.5%	*Increases:* Council Pay/Allowances/Taxes: $743 / 3.6% Travel & Training: $600 / 20% Gov. & Volunteer Relations: $500 / 3% *Decreases:* None *Summary:* Operating Costs: $2,140 / 2.5%
Committees	412	$21,192	$20,625	$567	2.7%	*Shoreline Access & Beach Protection ($11,192):* Replace Lost/Damaged Signs - $6,000 SLABP Brochure - $900 Sea Oats (4,000 sq. ft.) - $2,667 Education Giveaway Items - $1,625 *Bike/Ped ($10,000):* Education for Members - $2,000 Public Education Information - $2,800 Education Events- $3,500 Bike Rack/Service Stand/Parking Pads – $1,200 Spot Lane Connector Beautification - $500 *Summary:* Operating Costs: $567 / 2.7%
Elections	430	$0	$7,340	($7,340)	(100%)	No local election in FY 2027.

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Finance	415	$317,010	$299,233	$17,777	5.9%	*Increases:* F/T Personnel-Related Costs: $11,062 / 6.4% Bank/Payroll/Credit Card Fees: $6,950 / 19% Audit & Actuarial Fees: $1,000 / 6% *Decreases:* Travel & Training: $1,000 / 40% Unemployment Taxes: $890 / 36% *Summary:* Operating Costs: $17,777 / 5.9%
Administration	420	$552,670	$528,783	$23,887	4.5%	*Increases:* F/T Personnel-Related Costs: $16,017 / 7.9% P&L Insurance: $9,550 / 10% Computer Service: $7,100/ 15% Minor Equipment: $2,480 / 35% Building Maintenance: $1,200 / 3% *Decreases:* P/T Personnel-Related Costs: $2,153 / 100% Travel & Training: $6,000 / 83% Retiree Medical: $4,463 / 13% *Summary:* Operating Costs: $23,887 / 4.5%

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Community Center	421	**$37,000**	$37,000	$0	0.0%	***Increases:*** **Capital Outlay: $15,000 / NEW** ***Decreases:*** **Maintenance: $15,000 / 60%** ***Summary:*** **Operating Costs: ($15,000) / (60%)** **Capital Outlay: $15,000 /NEW**
Emergency Management	446	**$2,500**	$2,500	$0	0.0%	***Increases & Decreases:*** **None** ***Summary:*** **Operating Costs: $0 / 0%**
Tax Collection	460	**$39,100**	$35,100	$4,000	11.4%	***Increases:*** **NHC Tax Collection Fees: $4,000 / 11%** ***Decreases:*** **None** ***Summary:*** **Operating Costs: $4,000 / 11.4%**
Legal	470	**$98,300**	$99,300	($1,000)	(1.0%)	***Increases:*** **None** ***Decreases:*** **Travel: $1,000 / 100%** ***Summary:*** **Operating Costs: ($1,000) / (1.0%)**

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Police	510	**$2,576,628**	$2,418,209	$158,419	6.6%	***Increases:*** **F/T Personnel-Related Costs:** $118,737 / 6.4% **Capital Outlay - Vehicles:** $15,000 / 11% **Computer Software/Support:** $13,000 / 31% **Contracts:** $7,500 / 11% **Uniforms:** $5,000 / 33% **Building Maintenance:** $4,000 / 15% **Public Relations:** $2,000 / 80% **Travel & Training:** $2,000 / 10% ***Decreases:*** **Workers Comp Insurance:** $4,729 / 20% **K-9 Maintenance:** $4,000 / 100% ***Summary:*** **Operating Costs:** $143,419 / 6.4% **Capital Outlay:** $15,000 / 9.1%
Ocean Rescue	531	**$645,745**	$609,436	$39,309	6.0%	***Increases:*** **F/T Personnel-Related Costs:** $21,453 / 9.0% **Seasonal Personnel-Related Costs:** $16,198 / 4.9% **Telephone:** $1,180 / NEW ***Decreases:*** **Workers Comp Insurance:** $2,882 / 48% ***Summary:*** **Operating Costs:** $36,309 / 6.0% **Capital Outlay:** $0 / 0.0%

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Fire Dept.	530	**$1,588,851**	$1,553,902	$34,949	2.2%	***Increases:*** **F/T Personnel-Related Costs: $79,286 / 6.8%** **P/T Personnel-Related Costs: $7,298 / 9.8%** **Medical Exams: $3,475 / 48%** **Equipment Rental: $3,166 / 317%** **Workers Comp. Insurance: $1,032 / 5%** **Uniforms: $500 / 7%** **Telephone/Postage: $500 / 5%** **Supplies: $500 / 4%** ***Decreases:*** **Capital Outlay – Truck: $60,000 / 100%** ***Summary:*** **Operating Costs: $94,949 / 6.4%** **Capital Outlay: ($60,000) / (100%)**
Development & Compliance	540	**$259,570**	$245,341	$14,229	5.8%	***Increases:*** **F/T Personnel-Related Costs: $11,899 / 5.8%** **Vehicle Allowance: $1,200 / NEW** **Computer Software/Support: $1,400 / 16%** ***Decreases:*** **None** ***Summary:*** **Operating Costs: $14,229 / 5.8%**

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Parks & Recreation	532	**$528,310**	$518,092	$10,218	2.0%	***Increases:*** **F/T Personnel-Related Costs: $15,240 / 6.6%** **Professional/Consulting Fees: $150,000 / 300%** ***Decreases:*** **Capital Outlay: $150,000 / 100%** **Sponsorship Maintenance: $3,000 / 60%** **Bluefish Purchases: $2,000 / 100%** ***Summary:*** **Operating Costs: $160,218 / 43.5%** **Capital Outlay: ($150,000) / (100%)**
Debt Service	560	**$709,000**	$670,600	$38,400	5.7%	**New loan in FY 2026.**
Paid Parking Program	570	**$245,000**	$240,200	$5,000	2.1%	**Increase based on budget and forecast provided by Premium Parking.**

EXHIBIT B

GENERAL FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Streets & Sanitation	550	**$2,188,561**	$1,701,469	$487,092	28.6%	***Increases:*** **F/T Personnel-Related Costs: $45,901 / 6.2%** **Beach Access/Boardwalk Repairs: $275,000 / 1100%** **Capital Outlay - Improvements: $100,000 / 100%** **Capital Outlay - Vehicles: $60,000 / NEW** **Recycling: $24,250 / 9%** **Capital Outlay – Equipment: $17,000 / NEW** **Equipment Maintenance: $2,000 / 14%** ***Decreases:*** **Professional & Consulting Fees: $26,000 / 57%** **Building Maintenance: $10,000 / 50%** **Workers Comp Insurance: $1,459 / 16%** ***Summary:*** **Operating Costs: $310,092 / 19.4%** **Capital Outlay: $177,000 / 177%**
TOTAL GENERAL FUND		**$9,897,277**	**$9,072,630**	**$824,647**	**9.1%**	

EXHIBIT C

WATER/SEWER FUND REVENUE BUDGET
FY 2027 VS. FY 2026
(as of 5/18/2026)

REVENUE TYPE	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET		DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Water Charges	**$1,242,850**	$1,097,150		$145,700	13.3%	Includes proposed 10% increase to minimum rate and 20% increase to usage-based rate tiers.
Sewer Charges	**$1,705,000**	$1,501,975		$203,025	13.5%	Includes proposed 10% increase to minimum rate and 20% increase to usage-based rate tiers.
Water & Sewer Tap Fees	**$58,500**	$58,500		$0	0.0%	Based on estimated building activity.
Cutoff & Reconnection Fees	**$7,800**	$7,200		$600	8.3%	Based on FY 2026 forecast.
Account Past Due Charges	**$18,500**	$21,500		($3,000)	(14.0%)	Based on FY 2026 forecast.
New Account Setup Fees	**$4,500**	$4,000		$500	12.5%	Based on FY 2026 forecast.

EXHIBIT C

WATER/SEWER FUND REVENUE BUDGET
FY 2027 VS. FY 2026
(as of 5/18/2026)

REVENUE TYPE	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Interest/Investment Earnings	**$104,500**	$106,020	($1,520)	(1.4%)	Forecasted decrease in interest rates.
NCDEQ AIA Grants: Water and Sewer Systems	**$0**	$115,000	($115,000)	(100%)	AIA projects expected to be completed in FY 2026.
Other Revenue/ Fees	**$1,090**	$735	$355	48.3%	
TOTAL WATER/SEWER FUND	**$3,142,740**	**$2,912,080**	**$230,660**	**7.9%**	

EXHIBIT D

WATER/SEWER FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Governing Body	710	$21,642	$20,549	$1,093	5.3%	*Increases:* Council Pay/Allowances/Taxes: $495 / 3.6% Travel & Training: $400 / 20% *Decreases:* None *Summary:* Operating Costs: $1,093 / 5.3%
Finance	715	$322,095	$302,242	$19,853	6.6%	*Increases:* F/T Personnel-Related Costs: $13,522 / 6.4 % Bank/Payroll/Credit Card Fees: $6,110 / 23% Audit & Actuarial Fees: $1,000 / 6% *Decreases:* Travel & Training: $1,000 / 40% *Summary:* Operating Costs: $19,853 / 6.6%

EXHIBIT D

WATER/SEWER FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Administration	720	**$377,193**	$352,888	$24,305	6.9%	***Increases:*** **F/T Personnel-Related Costs: $11,585 / 8.5%** **P&L Insurance: $9,550 / 10%** **Computer Service: $4,900 / 16%** **Retiree Medical: $2,010 / 35%** **Minor Equipment: $1,520 / 32%** **Building Maintenance: $800 / 3%** ***Decreases:*** **P/T Personnel-Related Costs: $2,153 / 100%** **Travel & Training: $4,000 / 83%** ***Summary:*** **Operating Costs: $24,305 / 6.9%**
Legal	770	**$20,440**	$20,440	$0	0.0%	***Increases:*** **None** ***Decreases:*** **None** ***Summary:*** **Operating Costs: $0 / 0.0%**

EXHIBIT D

WATER/SEWER FUND BUDGET BY DEPARTMENT
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
W/S Operations	810	$2,401,370	$2215,961	$185,409	8.4%	*Increases:* F/T Personnel-Related Costs: $41,086 / 7.2% Capital Outlay - Improvements: $190,000 / 61% Capital Outlay - Equipment: $75,000 / 500% Dues/Subscriptions/Permits: $1,000 / 3% Supplies & Materials: $500 / 0.3% *Decreases:* Engineering Fees: $90,000 / 64% System Maintenance: $21,000 / 16% Equipment/Building Maintenance: $5,000 / 25% Debt Service: $4,710 / 1.5% Workers Comp. Insurance: $967 / 16% Medical Exams: $500 / 50% *Summary:* Operating Costs: ($74,881) / (4.9%) Capital Outlay: $265,000 / 70.7% Debt Service: ($4,710) / (1.5%)
TOTAL WATER/ SEWER FUND		$3,142,740	$2,912,080	$230,660	7.9%	

EXHIBIT E

STORM WATER FUND REVENUE BUDGET
FY 2027 VS. FY 2026
(as of 5/18/2026)

REVENUE TYPE	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
Storm Water Charges	**$535,000**	$531,275	$3,725	0.7%	Increase in number of accounts.
Storm Water Building Fees	**$68,000**	$68,000	$0	0.0%	FY 2027 based on FY 2026 forecast and estimated level of construction activity.
Interest/Investment Earnings	**$8,150**	$7,475	$675	9.0%	
Appropriation of Fund Balance	**$0**	$767,404	($767,404)	(100%)	FY 2026 included significant appropriation of fund balance for capital projects (storm water outfalls).
TOTAL STORM WATER FUND	**$611,150**	**$1,374,154**	**($763,004)**	**(55.5%)**	

EXHIBIT F

STORM WATER FUND BUDGET BY EXPENSE TYPE
FY 2027 VS. FY 2026
(as of 5/18/2026)

DEPARTMENT	DEPT. NO.	PROPOSED FY 2027 BUDGET	APPROVED FY 2026 BUDGET	DIFF. FY 2027 & FY 2026	% CHG.	SIGNIFICANT CHANGES FY 2027 VS. FY 2026
SW Operations	610	**$293,275**	$276,219	$17,056	6.2%	***Increases:*** **F/T Personnel-Related Costs: $9,440 / 6.7%** **Engineering: $80,000 / 800%** ***Decreases:*** **Professional Fees: $70,000 / 100%** **Supplies: $2,000 / 17%**
Debt Service	610	**$47,935**	$47,935	$0	0.0%	
Capital Outlay	610	**$269,940**	$1,050,000	($780,060)	(74.3%)	***Increases:*** **Capital Outlay - Equipment: $50,000 / NEW** ***Decreases:*** **Capital Outlay - Improvements: $830,060 / 79%**
TOTAL STORM WATER FUND		**$611,150**	**$1,374,154**	**($763,004)**	**(55.5%)**	

APPENDIX 1

GENERAL FUND GOVERNING BODY (10-410)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-410-02-00	BOARD MEMBERS PAY	$13,080	$12,390	$690	5.6%
10-410-02-04	VEHICLE ALLOWANCE	$3,600	$3,600	$0	0.0%
10-410-05-00	FICA EMPLOYER EXPENSE	$1,277	$1,224	$53	4.3%
10-410-11-00	TELEPHONE	$3,170	$3,170	$0	0.0%
	TOTAL PAY, TAXES & ALLOWANCES	**$21,127**	**$20,384**	**$743**	**3.6%**
10-410-14-00	TRAVEL & TRAINING	$3,600	$3,000	$600	20.0%
10-410-53-00	DUES & SUBSCRIPTIONS (MEMBERSHIPS)	$5,100	$4,800	$300	6.3%
10-410-54-00	WORKERS COMP INSURANCE	$13	$16	($3)	-18.8%
10-410-57-00	CONTRIBUTIONS	$43,000	$43,000	$0	0.0%
10-410-65-01	GOVERNMENTAL & VOLUNTEER RELATIONS	$15,000	$14,500	$500	3.4%
	TOTAL	**$87,840**	**$85,700**	**$2,140**	**2.5%**

APPENDIX 1

GENERAL FUND FINANCE (10-415)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-415-02-00	SALARIES	$126,711	$121,487	$5,224	4.3%
10-415-02-09	LONGEVITY PAY	$495	$720	($225)	-31.3%
10-415-05-00	FICA EMPLOYER EXPENSE	$9,732	$9,349	$383	4.1%
10-415-06-00	GROUP INSURANCE	$14,458	$13,720	$738	5.4%
10-415-06-01	GROUP INSURANCE-SUPPLEMENT	$2,616	$2,616	$0	0.0%
10-415-06-02	STATE HEALTH PLAN SURCHARGE	$3,053	$0	$3,053	
10-415-07-00	RETIREMENT	$19,323	$17,684	$1,639	9.3%
10-415-07-02	401K RETIREMENT	$6,361	$6,111	$250	4.1%
	TOTAL F-T PERSONNEL-RELATED	**$182,749**	**$171,687**	**$11,062**	**6.4%**
10-415-04-00	**PROF SERVICES-AUDITOR**	**$18,000**	**$17,000**	**$1,000**	**5.9%**
10-415-08-00	**UNEMPLOYMENT CHARGES**	**$1,600**	**$2,490**	**($890)**	**-35.7%**
10-415-11-00	TELEPHONE	$972	$972	$0	0.0%
10-415-11-01	**POSTAGE**	**$1,400**	**$1,100**	**$300**	**27.3%**
10-415-14-00	**TRAVEL & TRAINING**	**$1,500**	**$2,500**	**($1,000)**	**-40.0%**
10-415-21-00	**EQUIPMENT RENTAL**	**$5,800**	**$5,650**	**$150**	**2.7%**
10-415-33-00	SUPPLIES/PRINTING/ETC	$2,100	$2,100	$0	0.0%
10-415-45-01	**BANKING CHARGES & FEES**	**$3,900**	**$3,300**	**$600**	**18.2%**
10-415-45-02	**PAYROLL PROCESSING FEES**	**$15,040**	**$13,920**	**$1,120**	**8.0%**
10-415-45-03	**CREDIT CARD PROCESSING FEES**	**$25,350**	**$20,120**	**$5,230**	**26.0%**
10-415-48-00	**MOTOR VEHICLE TAGS EXPENSE**	**$2,800**	**$2,580**	**$220**	**8.5%**
10-415-53-00	DUES & SUBSCRIPTIONS	$500	$500	$0	0.0%
10-415-54-00	**WORKERS COMP INSURANCE**	**$114**	**$129**	**($15)**	**-11.6%**
10-415-87-00	COMPUTER SERVICE - FINANCIAL SOFTWARE	$20,000	$20,000	$0	0.0%
10-415-25-00	NC STATE SALES TAX 4.75%	$3,000	$3,000	$0	0.0%
10-415-25-01	NC STATE SALES TAX 4.75%	$20,500	$20,500	$0	0.0%
10-415-26-00	COUNTY SALES TAX 2.25%	$11,315	$11,315	$0	0.0%
10-415-26-01	COUNTY SALES TAX 2%	$250	$250	$0	0.0%
10-415-26-02	COUNTY FOOD TAX 2%	$100	$100	$0	0.0%
10-415-26-03	TRANSPORTATION TAX 0.5%	$20	$20	$0	0.0%
	TOTAL SALES TAX EXPENSE	$35,185	$35,185	$0	0.0%
	TOTAL	**$317,010**	**$299,233**	**$17,777**	**5.9%**

GENERAL FUND ADMINISTRATION (10-420)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 1

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-420-02-00	SALARIES	$149,008	$142,865	$6,143	4.3%
10-420-02-09	LONGEVITY PAY	$780	$780	$0	0.0%
10-420-02-10	SALARY ADJUSTMENT	$2,000	$0	$2,000	
10-420-05-00	FICA EMPLOYER EXPENSE	$11,612	$10,989	$623	5.7%
10-420-06-00	GROUP INSURANCE	$19,217	$18,235	$982	5.4%
10-420-06-01	GROUP INSURANCE-SUPPLEMENT	$3,488	$3,488	$0	0.0%
10-420-06-02	STATE HEALTH PLAN SURCHARGE	$3,643	$0	$3,643	
10-420-07-00	RETIREMENT	$23,057	$20,785	$2,272	10.9%
10-420-07-02	401K RETIREMENT	$7,590	$7,182	$408	5.7%
	TOTAL F-T PERSONNEL-RELATED	**$220,395**	**$204,324**	**$16,071**	**7.9%**
10-420-02-01	SALARIES - PART TIME	$0	$2,000	($2,000)	-100.0%
10-420-05-00	FICA EMPLOYER EXPENSE	$0	$153	($153)	-100.0%
	TOTAL P-T PERSONNEL-RELATED	**$0**	**$2,153**	**($2,153)**	-100.0%
10-420-06-05	RETIREE MEDICAL EXPENSE	**$29,112**	**$33,575**	**($4,463)**	**-13.3%**
10-420-11-00	TELEPHONE	$22,000	$22,000	$0	0.0%
10-420-13-00	UTILITIES (ADM.)	$11,080	$11,080	$0	0.0%
10-420-14-00	**TRAVEL & TRAINING**	**$1,200**	**$7,200**	**($6,000)**	**-83.3%**
10-420-15-00	**MAINT. BLDGS.**	**$36,000**	**$34,800**	**$1,200**	**3.4%**
10-420-33-00	DEPT.SUPPLIES/PRINTG./ETC	$17,000	$17,000	$0	0.0%
10-420-35-00	ADVERTISING	$4,800	$4,800	$0	0.0%
10-420-40-00	PROFESSIONAL & CONSULTING FEES	$23,000	$23,000	$0	0.0%
10-420-53-00	**DUES & SUBSCRIPTIONS**	**$720**	**$600**	**$120**	**20.0%**
10-420-54-00	**INSURANCE & BONDS**	**$105,050**	**$95,500**	**$9,550**	**10.0%**
10-420-54-01	**WORKERS COMP INSURANCE**	**$133**	**$151**	**($18)**	**-11.9%**
10-420-56-00	MEETINGS/EVENTS EXPENSE	$7,500	$7,500	$0	0.0%
10-420-57-05	EMPLOYEE RECOGNITION	$7,000	$7,000	$0	0.0%
10-420-73-00	**MINOR EQUIPMENT PURCHASES**	**$9,480**	**$7,000**	**$2,480**	**35.4%**
10-420-86-00	CODIFICATION	$3,600	$3,600	$0	0.0%
10-420-87-00	**COMPUTER SOFTWARE/SERVICE/SUPPORT**	**$54,600**	**$47,500**	**$7,100**	**14.9%**
	TOTAL	**$552,670**	**$528,783**	**$23,887**	**4.5%**

COMMUNITY CENTER (10-421)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 1

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-421-11-00	TELEPHONE	$4,200	$4,200	$0	0.0%
10-421-13-00	UTILITIES	$2,500	$2,500	$0	0.0%
10-421-15-00	MAINT. OF COMM. CENTER	$10,000	$25,000	($15,000)	-60.0%
10-421-33-00	COMM. CENTER SUPPLIES	$500	$500	$0	0.0%
10-421-57-00	COMM. CENTER OPERATIONS	$3,800	$3,800	$0	0.0%
10-421-73-00	MINOR EQUIPMENT PURCHASES	$1,000	$1,000	$0	0.0%
10-421-74-00	COMMUNITY CENTER CAPITAL OUTLAY	$15,000	$0	$15,000	
	TOTAL	**$37,000**	**$37,000**	**$0**	**0.0%**

GENERAL FUND LEGAL (10-470)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 1

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-470-04-01	COURT FEES, RESEARCH - NCGS	$400	$400	$0	0.0%
10-470-04-03	PROFESSIONAL LEGAL SERVICE	$27,500	$27,500	$0	0.0%
10-470-14-00	TRAVEL	$0	$1,000	($1,000)	-100.0%
10-470-40-00	LEGAL SERVICE - TOWN ATTORNEY	$70,400	$70,400	$0	0.0%
	TOTAL	**$98,300**	**$99,300**	**($1,000)**	**-1.0%**

POLICE (10-510)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	ORIGINAL FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-510-02-00	SALARIES	$1,224,002	$1,158,080	$65,922	5.7%
10-510-02-01	POLICE DEPT.OVERTIME PAY	$25,000	$25,000	$0	0.0%
10-510-02-02	POLICE DEPT.HOLIDAY PAY	$54,636	$51,500	$3,136	6.1%
10-510-02-09	LONGEVITY PAY	$6,500	$5,400	$1,100	20.4%
10-510-02-10	SALARY ADJUSTMENT	$7,000	$27,000	($20,000)	-74.1%
10-510-02-11	NIGHT SHIFT BONUS	$28,000	$28,000	$0	0.0%
10-510-02-12	PHYSICAL AGILITY TEST INCENTIVE	$7,200	$7,200	$0	0.0%
10-510-05-00	FICA EMPLOYER EXPENSE (F-T)	$103,454	$99,616	$3,838	3.9%
10-510-06-00	GROUP INSURANCE	$160,084	$151,955	$8,129	5.3%
10-510-06-01	GROUP INSURANCE-SUPPLEMENT	$29,063	$29,063	$0	0.0%
10-510-06-02	STATE HEALTH PLAN SURCHARGE (2.4%)	$32,456	$0	$32,456	
10-510-07-00	RETIREMENT	$230,142	$208,494	$21,648	10.4%
10-510-07-02	401K RETIREMENT	$67,617	$65,109	$2,508	3.9%
	TOTAL F-T PERSONNEL-RELATED	**$1,975,154**	**$1,856,417**	**$118,737**	**6.4%**
10-510-02-06	SALARIES - RESERVE OFFICERS PAY	$12,000	$12,000	$0	0.0%
10-510-05-00	FICA EMPLOYER EXPENSE (P-T)	$918	$918	$0	0.0%
	TOTAL P-T PERSONNEL-RELATED	$12,918	$12,918	$0	0.0%
10-510-02-07	LEO SEPARATION ALLOWANCE	$29,671	$29,753	($82)	-0.3%
10-510-05-00	FICA EMPLOYER EXPENSE (SEP. ALLOW.)	$2,270	$2,277	($7)	-0.3%
	TOTAL SEPARATION ALLOWANCE-RELATED	$31,941	$32,030	($89)	-0.3%
10-510-09-00	EXAMS & PRE EMPLOYMENT SCREENING	$1,000	$1,000	$0	0.0%
10-510-11-00	TELEPHONE & POSTAGE	$21,000	$21,000	$0	0.0%
10-510-11-01	CELLPHONE USE REIMBURSEM'T	$12,000	$12,000	$0	0.0%
10-510-13-00	UTILITIES	$14,000	$14,000	$0	0.0%
10-510-14-00	**TRAVEL & TRAINING**	**$22,000**	**$20,000**	**$2,000**	**10.0%**
10-510-15-00	**MAINT. OF BUILDING & BLD. EQUIP.**	**$30,000**	**$26,000**	**$4,000**	**15.4%**
10-510-16-00	MAINT. OF EQUIPMENT	$5,000	$5,000	$0	0.0%
10-510-16-09	K-9 MAINTENANCE	$0	$4,000	($4,000)	-100.0%
10-510-17-00	MAINT. OF AUTOS	$10,000	$10,000	$0	0.0%
10-510-31-00	AUTO SUPPLIES-GAS,OIL,TIR	$50,000	$50,000	$0	0.0%
10-510-33-00	SUPPLIES	$5,500	$5,500	$0	0.0%
10-510-36-00	**UNIFORMS**	**$20,000**	**$15,000**	**$5,000**	**33.3%**
10-510-45-00	**CONTRACTS**	**$79,000**	**$71,500**	**$7,500**	**10.5%**
10-510-53-00	DUES & SUBSCRIPTIONS	$6,100	$6,100	$0	0.0%
10-510-54-00	WORKERS COMP INSURANCE	$19,515	$24,244	($4,729)	-19.5%
10-510-57-00	MISCELLANEOUS	$2,000	$2,000	$0	0.0%
10-510-65-00	**PUBLIC RELATIONS - PD**	**$4,500**	**$2,500**	**$2,000**	**80.0%**
10-510-73-00	MINOR EQUIPMENT PURCHASES	$20,000	$20,000	$0	0.0%
10-510-74-00	CAPITAL OUTLAY - EQUIPMENT	$30,000	$30,000	$0	0.0%
10-510-74-04	**CAPITAL OUTLAY - VEHICLES**	**$150,000**	**$135,000**	**$15,000**	**11.1%**
10-510-87-00	**COMPUTER SOFTWARE/SERVICE/SUPPORT**	**$55,000**	**$42,000**	**$13,000**	**31.0%**
	TOTAL	**$2,576,628**	**$2,418,209**	**$158,419**	**6.6%**

FIRE (10-530)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 1

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-530-02-00	SALARIES	$794,968	$757,194	$37,774	5.0%
10-530-02-02	FIRE DEPT HOLIDAY PAY	$37,776	$33,443	$4,333	13.0%
10-530-02-03	FIRE DEPT OVERTIME PAY	$13,000	$12,000	$1,000	8.3%
10-530-02-09	LONGEVITY PAY	$4,600	$3,967	$633	16.0%
10-530-02-10	SALARY ADJUSTMENT	$5,040	$5,040	$0	0.0%
10-530-05-00	FICA EMPLOYER EXPENSE (F-T Emp.)	$65,437	$62,091	$3,346	5.4%
10-530-06-00	GROUP INSURANCE	$103,177	$107,780	($4,603)	-4.3%
10-530-06-01	GROUP INSURANCE-SUPPLEMENT	$20,665	$20,665	$0	0.0%
10-530-06-02	STATE HEALTH PLAN SURCHARGE (2.4%)	$22,129	$0	$22,129	
10-530-07-00	RETIREMENT	$129,933	$117,445	$12,488	10.6%
10-530-07-02	401K RETIREMENT	$42,769	$40,583	$2,186	5.4%
	TOTAL F-T PERSONNEL-RELATED	**$1,239,494**	**$1,160,208**	**$79,286**	**6.8%**
10-530-02-01	SALARIES - PART TIME	$66,640	$61,057	$5,583	9.1%
10-530-05-00	FICA EMPLOYER EXPENSE (P-T Emp.)	$5,098	$4,671	$427	9.1%
10-530-07-00	RETIREMENT (potential for P-T Emp.)	$10,123	$8,835	$1,288	14.6%
	TOTAL P-T PERSONNEL-RELATED	**$81,861**	**$74,563**	**$7,298**	**9.8%**
10-530-02-04	DRILL FEES	$56,475	$56,213	$262	0.5%
10-530-05-00	FICA EMPLOYER EXPENSE (Drill Fees)	$4,320	$4,300	$20	0.5%
	TOTAL DRILL FEE-RELATED	**$60,795**	**$60,513**	**$282**	**0.5%**
10-530-09-00	**EXAMS/VACCINES/ETC**	**$10,675**	**$7,200**	**$3,475**	**48.3%**
10-530-11-00	**TELEPHONE & POSTAGE**	**$10,000**	**$9,500**	**$500**	**5.3%**
10-530-13-00	UTILITIES	$12,500	$12,500	$0	0.0%
10-530-14-00	TRAVEL & TRAINING	$8,000	$8,000	$0	0.0%
10-530-15-00	MAINT. OF BUILDING	$15,000	$15,000	$0	0.0%
10-530-16-00	MAINT. OF EQUIPMENT	$12,500	$12,500	$0	0.0%
10-530-17-00	MAINT. OF TRUCKS	$20,000	$20,000	$0	0.0%
10-530-21-00	**EQUIP RENTAL-COMM SYSTEM**	**$4,166**	**$1,000**	**$3,166**	**316.6%**
10-530-31-00	TRUCK SUPP.GAS OIL TIRES	$11,000	$11,000	$0	0.0%
10-530-33-00	**SUPPLIES & MISC. SMALL EQUIP.**	**$14,000**	**$13,500**	**$500**	**3.7%**
10-530-36-00	**UNIFORMS**	**$8,000**	**$7,500**	**$500**	**6.7%**
10-530-53-00	DUES & SUBSCRIPTIONS	$2,500	$2,500	$0	0.0%
10-530-54-00	WORKERS COMP INSURANCE	$19,010	$19,068	($58)	-0.3%
10-530-73-00	MINOR EQUIPMENT PURCHASES	$50,000	$50,000	$0	0.0%
10-530-74-04	CAPITAL OUTLAY - TRUCK	$0	$60,000	($60,000)	-100.0%
10-530-87-00	COMPUTER SOFTWARE/SERVICE/SUPPORT	$8,350	$8,350	$0	0.0%
10-530-90-00	SAFETY PROGRAM - FIRE DEPT.	$1,000	$1,000	$0	0.0%
	TOTAL	**$1,588,851**	**$1,553,902**	**$34,949**	**2.2%**

APPENDIX 1

OCEAN RESCUE (10-531)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-531-02-00	SALARIES	$164,204	$153,432	$10,772	7.0%
10-531-02-02	LIFEGUARDS HOLIDAY PAY	$7,594	$6,907	$687	9.9%
10-531-02-03	LIFEGUARDS OVERTIME PAY	$4,500	$4,500	$0	0.0%
10-531-02-09	LONGEVITY PAY	$750	$684	$66	9.6%
10-531-05-00	FICA EMPLOYER EXPENSE (F-T Emp.)	$13,544	$12,663	$881	7.0%
10-531-06-00	GROUP INSURANCE	$24,830	$23,550	$1,280	5.4%
10-531-06-01	GROUP INSURANCE-SUPPLEMENT	$4,522	$4,522	$0	0.0%
10-531-06-02	STATE HEALTH PLAN SURCHARGE (2.4%)	$4,249	$0	$4,249	
10-531-07-00	RETIREMENT	$26,894	$23,952	$2,942	12.3%
10-531-07-02	401K RETIREMENT	$8,853	$8,277	$576	7.0%
	TOTAL F-T PERSONNEL-RELATED	**$259,940**	**$238,487**	**$21,453**	**9.0%**
10-531-02-01	SEASONAL LIFEGUARD PAY	$315,966	$300,920	$15,046	5.0%
10-531-02-10	SALARY ADJUSTMENT	$3,960	$3,960	$0	0.0%
10-531-05-00	FICA EMPLOYER EXPENSE (Seasonal Emp.)	$24,475	$23,323	$1,152	4.9%
	TOTAL SEASONAL PERSONNEL-RELATED	**$344,401**	**$328,203**	**$16,198**	**4.9%**
10-531-09-00	EXAMS/VACCINES/ETC	$1,000	$1,000	$0	0.0%
10-531-11-00	**TELEPHONE**	**$1,180**	**$0**	**$1,180**	
10-531-14-00	TRAVEL & TRAINING	$1,000	$1,000	$0	0.0%
10-531-16-00	MAINT. OF EQUIPMENT	$3,000	$3,000	$0	0.0%
10-531-31-00	ATV-SUPP,GAS,OIL,TIR	$4,700	$4,700	$0	0.0%
10-531-33-00	LIFEGUARDS EQUIP/SUPPLIES	$8,500	$8,500	$0	0.0%
10-531-36-00	**UNIFORMS**	**$5,400**	**$5,040**	**$360**	**7.1%**
10-531-54-00	**WORKERS COMP INSURANCE**	**$3,124**	**$6,006**	**($2,882)**	-48.0%
10-531-74-00	CAPITAL OUTLAY	$13,500	$13,500	$0	0.0%
	TOTAL	**$645,745**	**$609,436**	**$36,309**	**6.0%**

PARKS AND RECREATION (10-532)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 1

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-532-02-00	SALARIES	$168,893	$161,930	$6,963	4.3%
10-532-02-09	LONGEVITY PAY	$850	$850	$0	0.0%
10-532-05-00	FICA EMPLOYER EXPENSES (F-T)	$12,985	$12,453	$532	4.3%
10-532-06-00	GROUP INSURANCE	$21,362	$20,269	$1,093	5.4%
10-532-06-01	GROUP INSURANCE-SUPPLEMENT	$3,875	$3,875	$0	0.0%
10-532-06-02	STATE HEALTH PLAN SURCHARGE (2.4%)	$4,074	$0	$4,074	
10-532-07-00	RETIREMENT	$25,784	$23,554	$2,230	9.5%
10-532-07-02	401K RETIREMENT	$8,487	$8,139	$348	4.3%
	TOTAL F-T PERSONNEL-RELATED	**$246,310**	**$231,070**	**$15,240**	**6.6%**
10-532-02-02	PART-TIME SALARIES - SEASONAL	$12,000	$12,000	$0	0.0%
10-532-05-00	FICA EMPLOYER EXPENSES (P-T)	$918	$918	$0	0.0%
	TOTAL P-T PERSONNEL-RELATED	$12,918	$12,918	$0	0.0%
10-532-00-01	P&R ACTIVITY EXPENSES	$2,000	$2,000	$0	0.0%
10-532-11-00	TELEPHONE	$2,600	$2,600	$0	0.0%
10-532-14-00	TRAVEL & TRAINING	$3,000	$3,000	$0	0.0%
10-532-16-00	**SPONSORSHIP MAINTENANCE**	**$2,000**	**$5,000**	**($3,000)**	**-60.0%**
10-532-21-00	JOE EAKES PARK LEASE EXPENSE	$820	$820	$0	0.0%
10-532-33-00	P&R SUPPLIES	$2,500	$2,500	$0	0.0%
10-532-35-00	ADVERTISING	$2,000	$2,000	$0	0.0%
10-532-38-00	**PROFESSIONAL & CONSULTING FEES**	**$200,000**	**$50,000**	**$150,000**	**300.0%**
10-532-40-01	BOOGIE IN THE PARK EXPENSES	$18,000	$18,000	$0	0.0%
10-532-40-03	CHILDREN/FAMILY PROGRAM EXPENSES	$10,000	$10,000	$0	0.0%
10-532-49-00	**BOARDWALK COMMEMORATIVE FISH PURCHASES**	**$0**	**$2,000**	**($2,000)**	**-100.0%**
10-532-53-00	P&R DUES & SUBSCRIPTONS	$2,000	$2,000	$0	0.0%
10-532-54-00	**WORKERS COMP INSURANCE**	**$162**	**$184**	**($22)**	**-12.0%**
10-532-59-00	ANNUAL STREET FESTIVAL	$6,000	$6,000	$0	0.0%
10-532-60-00	OTHER TOWN EVENTS	$10,000	$10,000	$0	0.0%
10-532-73-00	MINOR EQUIPMENT PURCHASES	$8,000	$8,000	$0	0.0%
10-532-74-00	**CAPITAL OUTLAY - PARKS & REC**	**$0**	**$150,000**	**($150,000)**	**-100.0%**
	TOTAL	**$528,310**	**$518,092**	**$10,218**	**2.0%**

APPENDIX 1

DEVELOPMENT AND COMPLIANCE (10-540)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-540-02-00	SALARIES	$147,254	$142,121	$5,133	3.6%
10-540-02-09	LONGEVITY PAY	$350	$350	$0	0.0%
10-540-05-00	FICA EMPLOYER EXPENSE	$11,384	$11,313	$71	0.6%
10-540-06-00	GROUP INSURANCE	$21,301	$20,210	$1,091	5.4%
10-540-06-01	GROUP INSURANCE-SUPPLEMENT	$3,875	$3,875	$0	0.0%
10-540-06-02	STATE HEALTH PLAN SURCHARGE	$3,543	$0	$3,543	
10-540-07-00	RETIREMENT	$22,421	$20,616	$1,805	8.8%
10-540-07-02	401K RETIREMENT	$7,380	$7,124	$256	3.6%
	TOTAL F-T PERSONNEL- RELATED	**$217,508**	**$205,609**	**$11,899**	**5.8%**
10-540-02-04	**BLDG.INSPT.GAS ALLOWANCE**	**$1,200**	**$0**	**$1,200**	
10-540-11-00	TELEPHONE	$3,000	$3,000	$0	0.0%
10-540-14-00	TRAVEL & TRAINING	$5,000	$5,000	$0	0.0%
10-540-17-00	VEHICLE MAINTENANCE	$1,000	$1,000	$0	0.0%
10-540-21-00	EQUIPMENT RENTAL	$3,605	$3,605	$0	0.0%
10-540-31-00	VEHICLE SUPP.-GAS,OIL,TIRES	$1,800	$1,800	$0	0.0%
10-540-33-00	DEPARTMENTAL SUPPLIES	$1,000	$1,000	$0	0.0%
10-540-35-01	PZ/BOA EXPENSES	$6,500	$6,500	$0	0.0%
10-540-37-00	BEACH RENOURISHMENT	$6,000	$6,000	$0	0.0%
10-540-45-00	CONTRACT - LAWN MAINT.	$500	$500	$0	0.0%
10-540-53-00	**DUES & SUBSCRIPTIONS**	**$350**	**$250**	**$100**	**40.0%**
10-540-54-00	**WORKERS COMP INSURANCE**	**$1,107**	**$1,477**	**($370)**	**-25.1%**
10-540-61-00	HOMEOWNER'S RECOVERY	$1,000	$1,000	$0	0.0%
10-540-87-00	**COMPUTER SOFTWARE/SERVICE/SUPPORT**	**$10,000**	**$8,600**	**$1,400**	**16.3%**
	TOTAL	**$259,570**	**$245,341**	**$14,229**	**5.8%**

APPENDIX 1

STREETS AND SANITATION (10-550)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
10-550-02-00	SALARIES	$490,556	$470,331	$20,225	4.3%
10-550-02-01	SALARIES-OVERTIME	$30,000	$30,000	$0	0.0%
10-550-02-09	LONGEVITY PAY	$2,650	$3,000	($350)	-11.7%
10-550-05-00	FICA EMPLOYER EXPENSE	$40,026	$38,505	$1,521	4.0%
10-550-06-00	GROUP INSURANCE	$84,886	$80,575	$4,311	5.4%
10-550-06-01	GROUP INSURANCE-SUPPLEMENT	$15,500	$15,500	$0	0.0%
10-550-06-02	STATE HEALTH PLAN SURCHARGE	$12,557	$0	$12,557	
10-550-07-00	RETIREMENT	$79,475	$72,832	$6,643	9.1%
10-550-07-02	401K RETIREMENT	$26,161	$25,167	$994	3.9%
	TOTAL F-T PERSONNEL-RELATED	**$781,811**	**$735,910**	**$45,901**	**6.2%**
10-550-09-00	EXAMS/VACCINES/ETC.	$500	$500	$0	0.0%
10-550-11-00	**TELEPHONE**	**$6,500**	**$6,100**	**$400**	**6.6%**
10-550-13-00	UTILITIES	$55,000	$55,000	$0	0.0%
10-550-14-00	TRAVEL & TRAINING	$4,000	$4,000	$0	0.0%
10-550-15-00	**MAINT OF BUILDING**	**$10,000**	**$20,000**	**($10,000)**	**-50.0%**
10-550-16-00	**MAINTENANCE OF EQUIP.**	**$16,000**	**$14,000**	**$2,000**	**14.3%**
10-550-17-00	MAINTENANCE-AUTOS/TRUCKS	$25,000	$25,000	$0	0.0%
10-550-18-00	LANDSCAPING EXPENSE	$20,000	$20,000	$0	0.0%
10-550-21-00	EQUIPMENT RENTAL	$7,500	$7,500	$0	0.0%
10-550-31-00	AUTO SUPP.-GAS OIL TIRES	$60,000	$60,000	$0	0.0%
10-550-33-00	MATERIALS & SUPPLIES	$35,000	$35,000	$0	0.0%
10-550-36-00	UNIFORMS	$12,000	$12,000	$0	0.0%
10-550-40-00	**PROFESSIONAL & CONSULTING FEES**	**$20,000**	**$46,000**	**($26,000)**	**56.5%**
10-550-45-00	CONTRACT SERV.(LANDFILL)	$140,000	$140,000	$0	0.0%
10-550-45-01	**RECYCLING**	**$294,250**	**$270,000**	**$24,250**	**9.0%**
10-550-48-00	GARBAGE CART PURCHASES	$18,000	$18,000	$0	0.0%
10-550-54-00	**WORKERS COMP INSURANCE**	**$7,500**	**$8,959**	**($1,459)**	**-16.3%**
10-550-57-02	DECORATIONS/CHRISTMAS	$10,000	$10,000	$0	0.0%
10-550-57-03	SPECIAL EVENTS-NEW YEARS	$3,000	$3,000	$0	0.0%
10-550-73-00	MINOR EQUIPMENT PURCHASES	$3,500	$3,500	$0	0.0%
10-550-74-00	**CAPITAL OUTLAY-EQUIPMENT**	**$17,000**	**$0**	**$17,000**	
10-550-74-01	**CAPITAL OUTLAY-IMPROVEMENTS**	**$200,000**	**$100,000**	**$100,000**	**100.0%**
10-550-74-04	**CAPITAL OUTLAY - VEHICLES**	**$60,000**	**$0**	**$60,000**	
10-550-87-00	COMPUTER SOFTWARE/SERVICE/SUPPORT	$15,000	$15,000	$0	0.0%
10-550-88-00	JOE EAKES PARK MAINTENANCE	$10,000	$10,000	$0	0.0%
10-550-88-03	OCEAN FRONT PARK MAINTENANCE	$25,000	$25,000	$0	0.0%
10-550-89-00	**BEACH ACCESS & BOARDWALK REPAIRS**	**$300,000**	**$25,000**	**$275,000**	**1100.0%**
10-550-90-00	SAFETY PROGRAM ST.& SANIT	$2,000	$2,000	$0	0.0%
10-550-99-00	ENGINEERING FEES	$30,000	$30,000	$0	0.0%
	TOTAL	**$2,188,561**	**$1,701,469**	**$487,092**	**28.6%**

APPENDIX 1

COMMITTEES (10-412), ELECTIONS (10-430), EMERGENCY MANAGEMENT (10-446), TAX COLLECTION (10-460), DEBT SERVICE (10-560) AND PAID PARKING (10-570)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
COMMITTEES					
10-412-70-00	COMMITTEE EXPENSES	$21,192	$20,625	$567	2.7%
ELECTIONS					
10-430-00-00	ELECTION EXPENSES	$0	$7,340	($7,340)	-100.0%
EMERGENCY MANAGEMENT					
10-446-00-00	EMERGENCY MANAGEMENT EXPENSES	$2,500	$2,500	$0	0.0%
TAX COLLECTION					
10-460-45-00	NHC TAX COLLECTION FEES	$35,500	$31,500	$4,000	12.7%
10-460-45-01	MOTOR VEHICLE TAX COLLECTION FEES	$3,600	$3,600	$0	0.0%
	TOTAL TAX COLLECTION FEES	$39,100	$35,100	$4,000	11.4%
DEBT SERVICE					
10-560-00-91	DEBT PRINCIPLE	$620,630	$571,400	$49,230	8.6%
10-560-00-92	DEBT INTEREST	$88,370	$99,200	($10,830)	-10.9%
	TOTAL DEBT SERVICE	$709,000	$670,600	$38,400	5.7%
PAID PARKING					
10-570-00-00	PAID PARKING EXPENSES	$245,000	$240,000	$5,000	2.1%

APPENDIX 2

WATER AND SEWER GOVERNING BODY (30-710)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
30-710-02-00	BOARD MEMBERS PAY	$8,720	$8,260	$460	5.6%
30-710-02-04	VEHICLE ALLOWANCE	$2,400	$2,400	$0	0.0%
30-710-05-00	FICA EMPLOYER EXPENSE	$851	$816	$35	4.3%
30-710-11-00	TELEPHONE	$2,112	$2,112	$0	0.0%
	TOTAL PAY, TAXES & ALLOWANCES	**$14,083**	**$13,588**	**$495**	**3.6%**
30-710-14-00	**TRAVEL & TRAINING**	**$2,400**	**$2,000**	**$400**	**20.0%**
30-710-53-00	**DUES & SUBSCRIPTIONS**	**$3,400**	**$3,200**	**$200**	**6.3%**
30-710-54-00	**WORKERS COMP INSURANCE**	**$9**	**$11**	**($2)**	**-18.2%**
30-710-65-01	GOVERNMENTAL & VOLUNTEER RELATIONS	$1,750	$1,750	$0	0.0%
	TOTAL	**$21,642**	**$20,549**	**$1,093**	**5.3%**

APPENDIX 2

WATER AND SEWER FINANCE (30-715)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
30-715-02-00	SALARIES	$154,869	$148,484	$6,385	4.3%
30-715-02-09	LONGEVITY PAY	$605	$880	($275)	-31.3%
30-715-05-00	FICA EMPLOYER EXPENSE	$11,894	$11,427	$467	4.1%
30-715-06-00	GROUP INSURANCE	$17,671	$16,767	$904	5.4%
30-715-06-01	GROUP INSURANCE-SUPPLEMENT	$3,197	$3,197	$0	0.0%
30-715-06-02	STATE HEALTH PLAN SURCHARGE	$3,732	$0	$3,732	
30-715-07-00	RETIREMENT	$23,617	$21,613	$2,004	9.3%
30-715-07-02	401K RETIREMENT	$7,774	$7,469	$305	4.1%
	TOTAL F-T PERSONNEL-RELATED	**$223,359**	**$209,837**	**$13,522**	**6.4%**
30-715-04-00	**PROF SERVICES-AUDITOR**	**$17,600**	**$16,600**	**$1,000**	**6.0%**
30-715-08-00	**UNEMPLOYMENT CHARGES**	**$400**	**$510**	**($110)**	**-21.6%**
30-715-11-00	TELEPHONE	$1,188	$1,188	$0	0.0%
30-715-11-01	**POSTAGE**	**$16,500**	**$16,300**	**$200**	**1.2%**
30-715-14-00	**TRAVEL & TRAINING**	**$1,500**	**$2,500**	**($1,000)**	**-40.0%**
30-715-21-00	**EQUIPMENT RENTAL**	**$5,800**	**$5,650**	**$150**	**2.7%**
30-715-33-00	SUPPLIES/PRINTING/ETC	$2,100	$2,100	$0	0.0%
30-715-45-01	**BANKING CHARGES & FEES**	**$3,900**	**$3,300**	**$600**	**18.2%**
30-715-45-02	**PAYROLL PROCESSING FEES**	**$3,760**	**$3,480**	**$280**	**8.0%**
30-715-45-03	**CREDIT CARD PROCESSING FEES**	**$25,350**	**$20,120**	**$5,230**	**26.0%**
30-715-53-00	DUES & SUBSCRIPTIONS	$500	$500	$0	0.0%
30-715-54-00	**WORKERS COMP INSURANCE**	**$138**	**$157**	**($19)**	**-12.1%**
30-715-87-00	COMPUTER SERVICES - FINANCIAL SOFTWARE	$20,000	$20,000	$0	0.0%
	TOTAL	**$322,095**	**$302,242**	**$19,853**	**6.6%**

WATER AND SEWER ADMINISTRATION (30-720)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 2

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
30-720-02-00	SALARIES	$99,339	$95,243	$4,096	4.3%
30-720-02-09	LONGEVITY PAY	$520	$520	$0	0.0%
10-720-02-10	SALARY ADJUSTMENT	$2,000	$0	$2,000	
30-720-05-00	FICA EMPLOYER EXPENSE	$7,793	$7,326	$467	6.4%
30-720-06-00	GROUP INSURANCE	$12,811	$12,155	$656	5.4%
30-720-06-01	GROUP INSURANCE-SUPPLEMENT	$2,325	$2,325	$0	0.0%
10-720-06-02	STATE HEALTH PLAN SURCHARGE	$2,445	$0	$2,445	
30-720-07-00	RETIREMENT	$15,473	$13,857	$1,616	11.7%
30-720-07-02	401K RETIREMENT	$5,093	$4,788	$305	6.4%
	TOTAL F-T PERSONNEL-RELATED	**$147,799**	**$136,214**	**$11,585**	**8.5%**
30-720-02-01	SALARIES - PART TIME	$0	$2,000	($2,000)	-100.0%
30-720-05-00	FICA EMPLOYER EXPENSE	$0	$153	($153)	-100.0%
	TOTAL P-T PERSONNEL-RELATED	**$0**	**$2,153**	**($2,153)**	**-100.0%**
30-720-06-05	**RETIREE MEDICAL EXPENSE**	**$7,735**	**$5,725**	**$2,010**	**35.1%**
30-720-11-00	TELEPHONE & POSTAGE	$15,000	$15,000	$0	0.0%
30-720-13-00	UTILITIES (ADM)	$7,720	$7,720	$0	0.0%
30-720-14-00	**TRAVEL & TRAINING**	**$800**	**$4,800**	**($4,000)**	**-83.3%**
30-720-15-00	**MAINTENANCE - BUILDINGS**	**$24,000**	**$23,200**	**$800**	**3.4%**
30-720-33-00	DEPT SUPPLIES/PRINTING/ETC	$12,000	$12,000	$0	0.0%
30-720-35-00	ADVERTISING	$3,200	$3,200	$0	0.0%
30-720-40-00	PROFESSIONAL & CONSULTING FEES	$2,000	$2,000	$0	0.0%
30-720-53-00	**DUES & SUBSCRIPTIONS**	**$480**	**$375**	**$105**	**28.0%**
30-720-54-00	**INSURANCE & BONDS**	**$105,050**	**$95,500**	**$9,550**	**10.0%**
30-720-54-01	**WORKERS COMP INSURANCE**	**$89**	**$101**	**($12)**	**-11.9%**
30-720-57-05	EMPLOYEE RECOGNITION	$5,000	$5,000	$0	0.0%
30-720-73-00	**MINOR EQUIPMENT PURCHASES**	**$6,320**	**$4,800**	**$1,520**	**31.7%**
30-720-86-00	CODIFICATION	$3,600	$3,600	$0	0.0%
30-720-87-00	**COMPUTER SOFTWARE/SERVICE/SUPPORT**	**$36,400**	**$31,500**	**$4,900**	**15.6%**
	TOTAL	**$377,193**	**$352,888**	**$24,305**	**6.9%**

APPENDIX 2

WATER AND SEWER LEGAL (30-770)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
30-770-04-01	COURT FEES, RESEARCH - NCGS	$200	$200	$0	0.0%
30-770-40-00	LEGAL SERVICE - TOWN ATTORNEY	$20,240	$20,240	$0	0.0%
	TOTAL	**$20,440**	**$20,440**	**$0**	**0.0%**

WATER AND SEWER OPERATIONS (30-810)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

APPENDIX 2

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
30-810-02-00	SALARIES	$381,634	$365,900	$15,734	4.3%
30-810-02-01	SALARY - OVERTIME	$28,000	$24,000	$4,000	16.7%
30-810-02-09	LONGEVITY PAY	$2,300	$2,300	$0	0.0%
30-810-05-00	FICA EMPLOYER EXPENSE	$31,513	$30,004	$1,509	5.0%
30-810-06-00	GROUP INSURANCE	$63,706	$60,470	$3,236	5.4%
30-810-06-01	GROUP INSURANCE-SUPPLEMENT	$11,625	$11,625	$0	0.0%
30-810-06-02	STATE HEALTH PLAN SURCHARGE	$9,887	$0	$9,887	
30-810-07-00	RETIREMENT	$62,573	$56,840	$5,733	10.1%
30-810-07-02	401K RETIREMENT	$20,597	$19,610	$987	5.0%
	TOTAL F-T PERSONNEL-RELATED	**$611,835**	**$570,749**	**$41,086**	**7.2%**
30-810-74-91	DEBT PRINCIPAL	$281,735	$279,250	$2,485	0.9%
30-810-74-92	DEBT INTEREST	$18,865	$26,060	($7,195)	-27.6%
	TOTAL DEBT SERVICE	**$300,600**	**$305,310**	**($4,710)**	-1.5%
30-810-09-02	EXAMS/VACCINES/ETC.	$500	$1,000	($500)	-50.0%
30-810-11-00	TELEPHONE	$10,000	$10,000	$0	0.0%
30-810-11-01	POSTAGE	$1,500	$1,500	$0	0.0%
30-810-13-00	UTILITIES	$65,000	$65,000	$0	0.0%
30-810-14-00	TRAVEL & TRAINING	$4,000	$4,000	$0	0.0%
30-810-15-00	MAINTENANCE OF SYSTEM	$109,000	$130,000	($21,000)	-16.2%
30-810-15-01	MAINT OF SYSTEMS-CONTRACTS	$50,000	$50,000	$0	0.0%
30-810-16-00	MAINT. OF EQUIP/BUILD.	$15,000	$20,000	($5,000)	-25.0%
30-810-17-00	MAINT. AUTOS & TRUCKS	$4,000	$4,000	$0	0.0%
30-810-21-00	EQUIPMENT RENTAL	$4,000	$4,000	$0	0.0%
30-810-31-00	AUTO SUPPLIES GAS,OIL,TIR	$7,500	$7,500	$0	0.0%
30-810-33-00	**SUPPLIES & MATERIALS**	**$155,000**	**$154,500**	**$500**	**0.3%**
30-810-36-00	UNIFORMS	$11,500	$11,500	$0	0.0%
30-810-45-00	CONTRACT SERVICES W/S TESTS	$20,000	$20,000	$0	0.0%
30-810-53-00	**DUES/SUBS.& PERMIT FEES**	**$35,000**	**$34,000**	**$1,000**	**2.9%**
30-810-54-01	**WORKERS COMP INSURANCE**	**$4,935**	**$5,902**	**($967)**	-16.4%
30-810-73-00	MINOR EQUIPMENT PURCHASES	$2,500	$2,500	$0	0.0%
30-810-74-00	**CAPITAL OUTLAY-EQUIPMENT**	**$90,000**	**$15,000**	**$75,000**	**500.0%**
30-810-74-01	**CAPITAL OUTLAY-IMPROVEMENTS**	**$500,000**	**$310,000**	**$190,000**	**61.3%**
30-810-74-02	CAPITAL OUTLAY-SEWER REHAB	$50,000	$50,000	$0	0.0%
30-810-76-00	KB TREAT.FAC.CHGS.PD TOCB	$280,000	$280,000	$0	0.0%
30-810-87-00	COMPUTER SOFTWARE/SERVICE/SUPPORT	$17,500	$17,500	$0	0.0%
30-810-90-00	SAFETY PROGRAM-W/S DEPT.	$2,000	$2,000	$0	0.0%
30-810-99-00	ENGINEERING FEES	$50,000	$140,000	($90,000)	-64.3%
	TOTAL	**$2,401,370**	**$2,215,961**	**$185,409**	**8.4%**

APPENDIX 3

STORM WATER OPERATIONS (32-610)
FY 2027 REQUESTED BUDGET VS. FY 2026 ORIGINAL BUDGET

ACCOUNT NO.	ACCOUNT DESCRIPTION	REQUESTED FY 2027 BUDGET	FY 2026 BUDGET	DIFFERENCE	% CHANGE
32-610-02-00	SALARIES	$89,990	$86,280	$3,710	4.3%
32-610-02-01	SALARIES - OVERTIME	$6,000	$6,000	$0	0.0%
32-610-02-09	LONGEVITY PAY	$500	$0	$500	
32-610-05-00	FICA EMPLOYER EXPENSE	$7,382	$7,060	$322	4.6%
32-610-06-00	GROUP INSURANCE	$21,123	$20,045	$1,078	5.4%
32-610-06-01	GROUP INSURANCE-SUPPLEMENT	$3,875	$3,875	$0	0.0%
32-610-06-02	STATE HEALTH PLAN SURCHARGE	$2,316	$0	$2,316	
32-610-07-00	RETIREMENT	$14,656	$13,353	$1,303	9.8%
32-610-07-02	401K RETIREMENT	$4,825	$4,614	$211	4.6%
	TOTAL F-T PERSONNEL-RELATED	**$150,667**	**$141,227**	**$9,440**	**6.7%**
32-610-74-91	DEBT PRINCIPLE	$45,110	$45,110	$0	0.0%
32-610-74-92	DEBT INTEREST	$2,825	$2,825	$0	0.0%
	TOTAL DEBT SERVICE	$47,935	$47,935	$0	0.0%
32-610-14-00	TRAVEL & TRAINING	$500	$500	$0	0.0%
32-610-16-00	MAINT OF EQUIPMENT	$1,500	$1,500	$0	0.0%
32-610-17-00	MAINT AUTO & TRUCKS	$1,000	$1,000	$0	0.0%
32-610-18-00	MAINTENANCE	$25,000	$25,000	$0	0.0%
32-610-21-00	RENTAL OF EQUIPMENT	$5,000	$5,000	$0	0.0%
32-610-33-00	SUPPLIES	$10,000	$12,000	($2,000)	-16.7%
32-610-35-00	ADVERTISING	$500	$500	$0	0.0%
32-610-40-00	STORM WATER PROFESSIONAL FEES	$0	$70,000	($70,000)	-100.0%
32-610-53-00	DUES/SUBS. & PERMIT FEES	$3,000	$3,100	($100)	-3.2%
32-610-54-00	WORKERS COMP INSURANCE	$1,608	$1,892	($284)	-15.0%
32-610-73-00	MINOR EQUIPMENT PURCHASES	$4,500	$4,500	$0	0.0%
32-610-74-00	CAPITAL OUTLAY - EQUIPMENT	$50,000	$0	$50,000	
32-610-74-01	CAPITAL OUTLAY-IMPROVEMENTS	$219,940	$1,050,000	($830,060)	-79.1%
32-610-99-00	ENGINEERING	$90,000	$10,000	$80,000	800.0%
	TOTAL	**$611,150**	**$1,374,154**	**($763,004)**	**-55.5%**