



# Manager's 2026-2027 Recommended Budget

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MAY 12, 2026

# Council Strategic Priorities

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## 1. Downtown Investment

- Walkability
- Safety
- Parking

## 2. Parks and Recreation

- Connectivity
- JHP Expansion

## 3. Future Development Plan

- Repurpose of land/underutilized properties
- Mobility

## 4. Critical Decisions

- Police ETJ
- PCS
- Fire ETJ
- Project Pipeline



# Council Goals for FY 27

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- Increase support for Pineville Neighbors Place
- Increase support for other organizations
- Downtown Investments
- BJCC Expansion Study
- Downtown Master Planning



# Staffs Budgetary Goals

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- Advance Compensation Study done in FY 25
- Follow Financial Model
  - **Keep a mix of expenditures**
- High level of Service and Amenities



# Pressures

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- Debt Affordability
- Future Park Expansion
- Retirement Contributions
- Health Insurance
- Region
- Slowing of Economy



# General Fund Overview

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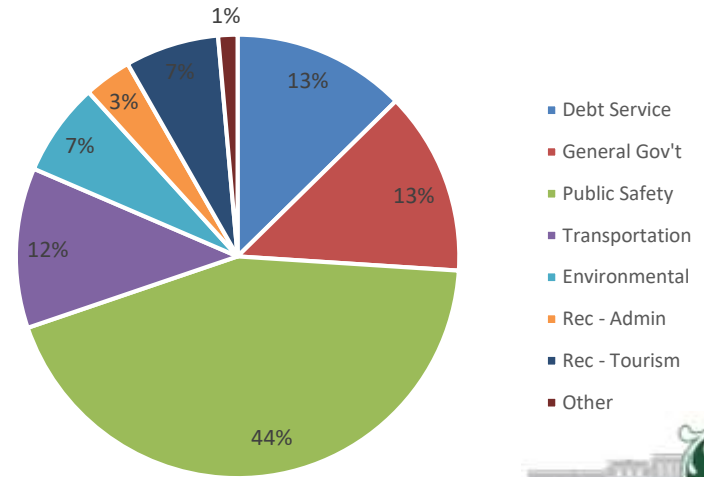
- Balanced Budget
- \$25,850,000 (11.7% Increase)
  - P.A.V.E Act
- \$0.30 tax rate
- Fees remain
- Town still paying all of trash service
- COLA and Merit
  - 3.5%
  - Average 2.5%



# General Fund

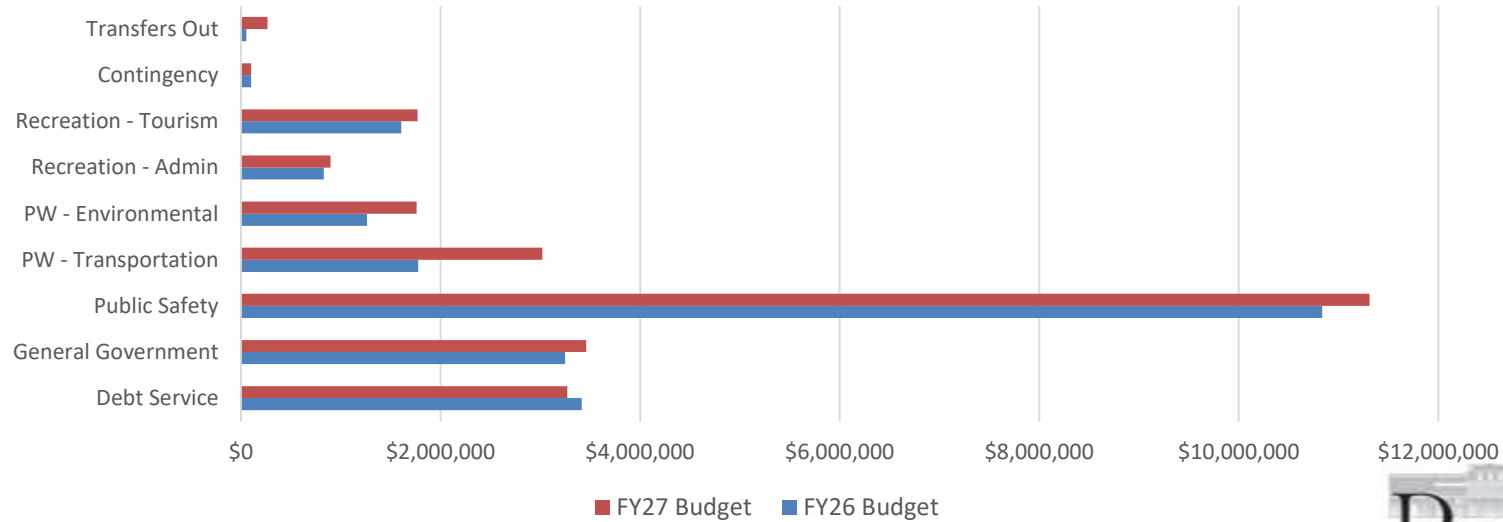
EXPENDITURE BY DEPARTMENT				
Department	FY26 Budget	FY27 Budget	Change \$	Change %
Debt Service	\$3,414,000	\$3,269,000	-\$145,000	-4.2%
General Government	\$3,248,000	\$3,458,000	\$210,000	6.5%
Public Safety	\$10,837,000	\$11,311,000	\$474,000	4.4%
PW - Transportation	\$1,776,000	\$3,021,000	\$1,245,000	70.1%
PW - Environmental	\$1,263,000	\$1,760,000	\$497,000	39.4%
Recreation - Admin	\$829,000	\$897,000	\$68,000	8.2%
Recreation - Tourism	\$1,605,000	\$1,770,000	\$165,000	10.3%
Contingency	\$100,000	\$100,000	\$0	0.0%
Transfers Out	\$53,000	\$264,000	\$211,000	398.1%
<b>TOTAL EXPENDITURES</b>	<b>\$23,125,000</b>	<b>\$25,850,000</b>	<b>\$2,725,000</b>	<b>11.8%</b>

FY27 Budget Allocation



# Expenditure by Department

Expenditure by Department: FY26 vs FY27



# General Fund - Operations

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- FD Staffing
  - Money for a SAFER Grant – pay for a full-time position
  - Increase in hourly rates
  - Building operations Increase
  - Move money from volunteer pay to weekend supplemental
- Increase in Health Insurance
  - 42% increase
- Parks and Recreation
  - Increase in Cultural Programming
- Salaries
  - COLA - \$275,000
  - Merit - \$207,000
- Non-profit contributions increase
- Dedicated allotment to Marketing and Downtown



# Outside Organization Funding

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Organization	FY26	FY27 Ask	FY27 - Council
PNP	\$50,000	\$100,000	\$120,000
PCAA	\$10,000	\$30,000	\$15,000
Downtown Merchants	\$10,000	\$10,000	\$10,000
Polk Site	\$10,000	\$10,000	\$10,000
Arts and Science	\$10,000	\$15,000	\$10,000
Hope Soccer	\$2,000	\$2,000	-
Pineville Players	\$7,000	\$7,000	-
Total:	\$99,000	\$174,000	\$165,000



# General Fund - Balanced

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- \$25k from Contingency
- \$50k from General Government
- \$125K from not fully funding positions for entire year



# Balanced Budget

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Debt Service	\$ 3,414,000	\$ 3,269,000	-4.25%
Salaries and Benefits	\$ 11,118,500	\$ 11,716,500	5.38%
Operations	\$ 7,039,500	\$ 7,465,500	6.05%
Capital Outlay	\$ 1,400,000	\$ 2,885,000	106.07%
Contingency	\$ 100,000	\$ 100,000	0.00%
Transfers Out	\$ 53,000	\$ 414,000	
<b>Total General Fund Expenses by Category</b>	<b>\$ 23,125,000</b>	<b>\$ 25,850,000</b>	<b>11.78%</b>



# General Fund Capital

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<b>CAPITAL PROJECTS SUMMARY</b>	
<b>Category</b>	<b>Amount</b>
General Government	\$50,000
Public Safety	\$300,000
Transportation	\$1,730,000
Environmental	\$465,000
Recreation - Admin	\$290,000
Recreation - Tourism	\$175,000
<b>TOTAL CAPITAL</b>	<b>\$3,010,000</b>
<i>From General Fund</i>	<i>\$1,270,000</i>
<i>From Other Funds</i>	<i>\$1,740,000</i>



# General Fund Capital Projects

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- IT Projects
- Police Cars – ETJ Funding
- Mobility Projects
- PW vehicle
- Leaf Truck
- Outdoor Fitness Shade
- Belle Johnston Gate
- PR Vehicle
- Belle Expansion
- JHP Stadium Fence
- JHP Netting
- JHP Scoreboard

# Capital Projects – Other Funding

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## P.A.V.E Act

- Crosswalk - \$400,000
- Projects- \$875,000

## Powell Bill

- Resurfacing - \$225,000

## Stormwater

- System Improvements - \$150,000



# Electric Fund

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- \$15,250,000
- Revenue
  - Rate increases established last year seem to be working per the Rate Study
- Fees
  - 4% retail rate increase
  - Repts and Rider increases
- Expenses
  - Anticipate future wholesale rate increases
  - Electricities Contract increasing
  - Progressing with design and build of Utility Building
  - Substation 4



# Electric Expenses

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## System Operations and Maintenance

- \$540,000
  - Tree Trimming
  - Supplies
  - Maintenance

## Electricities Staffing

- \$1,800,000

## Wholesale Power Costs

- \$8,600,000

## Adminstration

- \$1,195,000



# Electric Fund Capital

- Vehicles
  - Line Truck
- Reliability
  - Junction boxes
  - Asset/Pole Replacement
  - Line burial
- New Infrastructure

Capital	
Vehicles	\$300,000
Reliability	\$385,000
New Infrastructure	\$1,715,000
	<b>\$2,400,000</b>

# Pineville Communication System

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- Keep operations status quo
  - ILEC - \$1,600,000
  - CLEC - \$1,600,000
- Marketing Contract
- PCS Sale



# Pineville Communication System Capital

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- Begin building infrastructure in new neighborhoods
  - ILEC
    - College and Church - \$20,000
    - Customer Growth - \$25,000
  - CLEC
    - Customer Growth - \$25,000
    - Miller Farm Phase 2 - \$150,000
    - Coventry Homes Phase 1 - \$114,000



# Recap

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- No Tax Increase
- \$1.4 M Capital
- Personnel
  - 3.5% COLA
  - 2.5% Merit
  - Increase in Health Insurance – moving to NCHIP
- Electric
  - Rate increase of 4%
- PCS
  - No changes from FY 25



# Next Steps

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- Town Council can revisit the budget based on Public Comment
- Adoption by June 30<sup>th</sup>, 2026
  - Anticipated June 9<sup>th</sup>, 2026

