

Reader's Guide to the Budget Document

The Mayor and Board of Aldermen, annually, adopt an operating budget ordinance for the Town as required by the North Carolina General Statutes (GS 159-13). The budget document describes the economic, financial, and environmental factors that translate community values into a dynamic web of services that contribute to the town's desired quality of living.

The annual budget, as presented in the budget document, has a companion document, called the Capital Improvement Program (CIP). In addition to presenting the town's annual budget, the budget document includes the multi-year capital budget and five-year fiscal projections for all expenditures to present a complete picture of Board commitments. The purpose of presenting this holistic picture is to assist the Board, town staff, and the community in understanding the impact of current decisions on the future and to plan for expected changes or problems. This enables the Town to maintain a positive fiscal health and to operate effectively. The budget document is divided into the following sections.

- ☐ **Budget Message** – This section includes the Executive Summary that describes the fiscal environment faced by the Town and identifies the expenditure and revenue budget actions to be considered by the elected governing board. This section also includes the Town's budget ordinance outlining proposed revenues and expenditures for various funds as appropriated by the Board, the largest operational budget being the Town's General Fund.
- ☐ **Community and Organizational Profile** – This section of the document highlights the demographic, economic and cultural features of the Carrboro community, and the goals of the community expressed by the elected Board. It also describes the public budget process, financial policies and information pertinent to the Town's operations.
- ☐ **General Fund** - This is the Town's major operating fund. The general fund is divided into operational functions that represents a department or expenditure category that is authorized within the budget ordinance, except for General Government, which includes numerous departments. Larger departments show divisions for each distinctive service provided. The reader is also provided information on each department with a description of the department's purpose, service activities, coming year work plan goals, objectives, and projects, table of authorized positions, performance measures and financial spending history and budget.
- ☐ **Special Revenue Funds** – The Town currently maintains several special revenue funds, including Revolving Loan Fund, Affordable Housing Fund, and Grants Fund.
- ☐ **Capital Projects Fund** – This fund includes all active capital and bond funded projects, Capital Reserve Fund, and the Payment-in-Lieu Fund.
- ☐ **Financial Trends - Past, Present, and Future** – This section provides information on the Town's financial trends, past, present, and future. A companion document, "Adopted Capital Improvement Program for FY 2012-2013 Through FY 2017-2018"

(CIP) describes planned capital improvement projects and funding sources for the next six fiscal years and is available at www.townofcarrboro.org/documents.

☐ **Glossary** – A list of common budgeting terms defined and explained.

Please direct any comments or questions to:

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Budget information is also available for viewing on the Internet at:
www.townofcarrboro.org/documents