

FY 2026-2027 Budget Ordinance

BE IT ORDAINED BY THE BOARD OF COMMISSIONERS OF THE TOWN OF HUDSON, NORTH CAROLINA:

The following estimated fund revenues, department expenditures, and interfund transfers are approved and appropriated for the Town of Hudson's operations for the Fiscal Year beginning July 1, 2026, and ending June 30, 2027.

SECTION 1: GENERAL FUND

Revenues:		Restricted	
Local Taxes	2,190,967		
Unrestricted Intergovernmental-Sales Tax	1,184,980		
Unrestricted Intergovernmental-Other	250,000		
Restricted Intergovernmental Income	457,000	152,000	Powell Bill
	-	305,000	Community Resource Officers
Other Revenue	383,500		
Sanitation Fees	200,000		
Investment Earnings	75,000		
Appropriated Fund Balance	584,538	230,348	Powell Bill
Total General Fund Revenue:	5,325,985	687,348	Restricted Revenue

Expenditures:			
Governing Board	46,200		
Administration	348,500		
Legal	38,000		
Finance	257,100		
Tax Collections	129,975		
Law Enforcement	1,926,830	305,000	Community Resource Officers
Public Works, Street, Landscaping	645,682		
Sanitation	211,220		
Recreation & Cultural	569,960		
HUB Station	606,355		
Powell Bill	382,348	382,348	Powell Bill
Planning	77,475		
Debt Service	86,340		
Contingency	-		
Other Financing Uses (Transfers Out)	-		
Total General Fund Expenditures:	5,325,985	687,348	Restricted

SECTION 2: AD VALOREM TAXES

An Ad Valorem tax rate of \$0.40 per (\$100) valuation of taxable property, as listed for taxes as of January 1, 2026, is hereby levied and established as the official tax rate for the Town of Hudson for fiscal year 2026-2027. The rate is based upon a total projected valuation not including motor vehicles of \$510,340,351 and an estimated collection rate of 98% collection rate. Motor vehicle tax is based upon a valuation \$40,800,000 and a 95% collection rate.

SECTION 3: SCHEDULE OF FEES

A schedule of fees as approved by the Board of Commissioners shall be effective upon the adoption of the FY2026-2027 budget.

SECTION 4: DOCUMENTATION

Copies of this ordinance will be kept on file at Town Hall and shall be furnished to the Town Clerk and Finance Officer to provide direction in the collection of revenues and disbursement of Town funds.

SECTION 5: SPECIAL AUTHORIZATION

- A. The Town Manager shall serve as Budget Officer.
- B. The Budget Officer shall be authorized to reallocate departmental appropriations from among the various expenditures within each department not to exceed \$5,000. Notification of all such transfers or amendments shall be made to the Board of Commissioners at their next regular meeting following the effective date of the transfer.
- C. The Budget Officer shall be authorized to effect interdepartmental transfers not to exceed \$5,000. Notification of all such transfers or amendments shall be made to the Board of Commissioners at their next regular meeting following the effective date of the transfer.

SECTION 6: RESTRICTIONS

- A. Interfund transfers of money shall be accomplished only by authorization from the Board of Commissioners.
- B. The utilization of any contingency appropriation, in any amount, shall be accomplished only by the authorization from the Board of Commissioners.

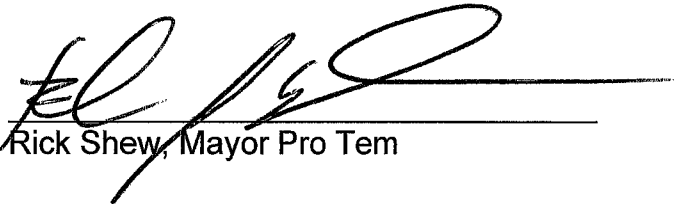
SECTION 7: BUDGET AMENDMENTS

The North Carolina Local Government Budget and Fiscal Control Act allows the Board of Commissioners to amend the budget ordinance at any time during the fiscal year, so long as it complies with the North Carolina General Statutes. The Board of Commissioners must approve all budget amendments, except where the Budget Officer is authorized to make limited transfers.

SECTION 8: UTILIZATION OF BUDGET AND BUDGET ORDINANCE


This ordinance and the budget documents shall be the basis for the financial plan of the Town of Hudson during the 2026-2027 Fiscal Year. The Budget Officer shall administer the budget. The accounting system shall establish records which are in consonance with this budget and this ordinance and the appropriate statutes of the State of North Carolina.

Adopted this 16th day of June, 2026.



Rick Shew, Mayor Pro Tem

ATTEST:

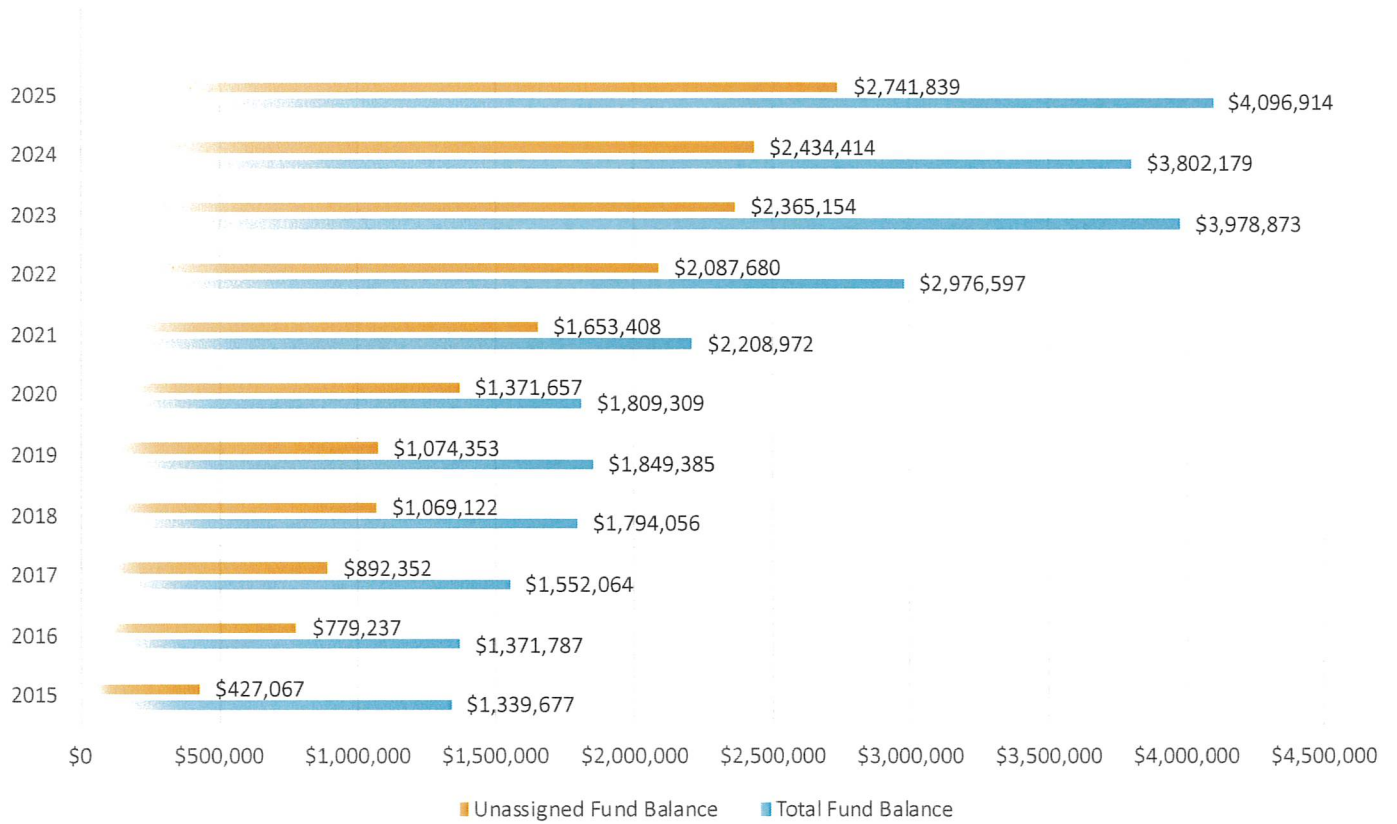


Tamra T. Swanson, Town Clerk

Fund Balance



FUND BALANCE



Proposed Budget



- **Budget is Balanced**
\$5,325,985
- **7% increase compared to Fiscal Year 2025-2026 Amended Budget**
- **Maintain Tax Rate of \$0.40 per \$100 of valuation**
- **3% Cost of Living Adjustment**
- **35% Increase in Health Insurance Premiums**

Major Revenue

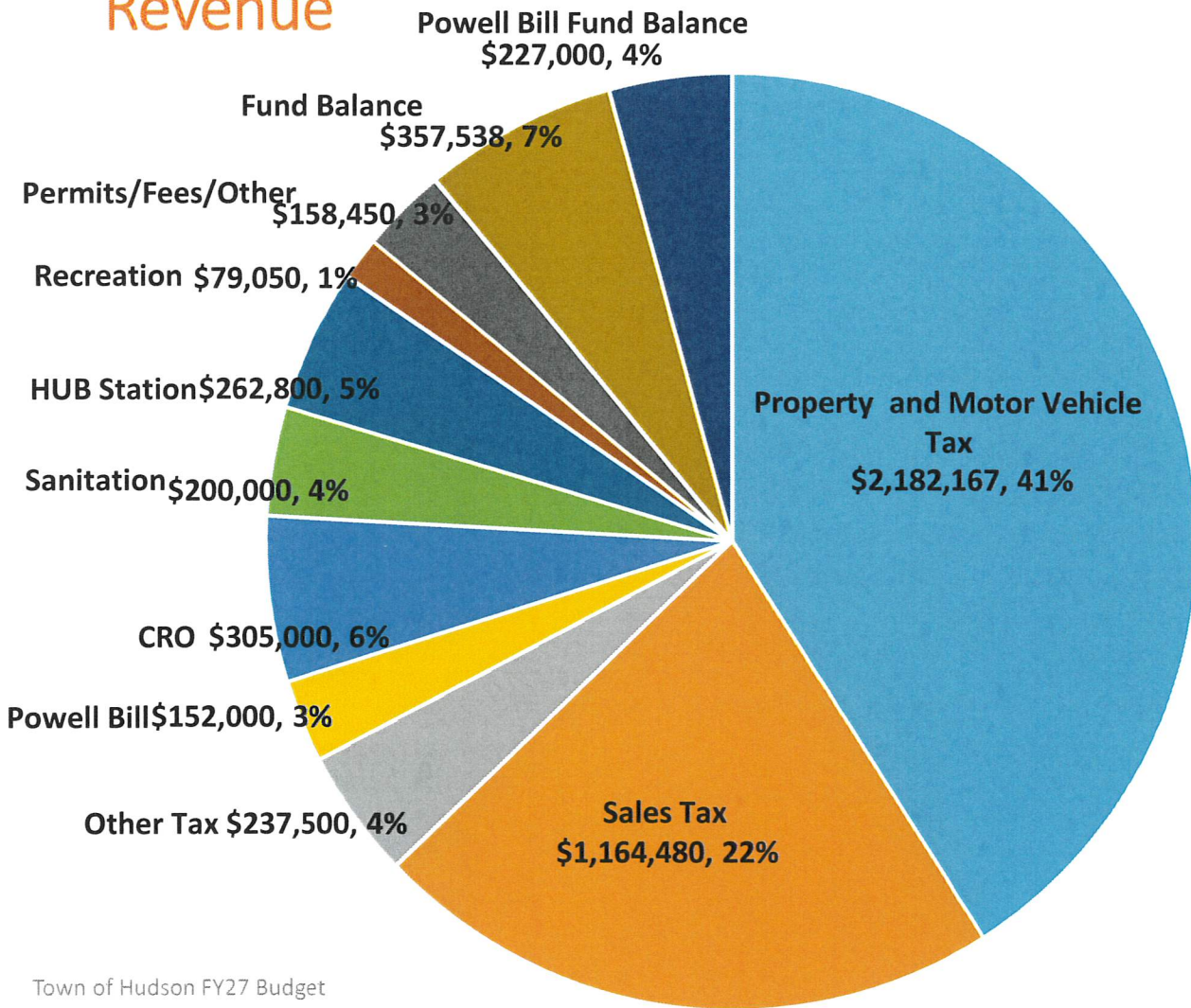


Ad Valorem Taxes	
Valuation:	\$510,340,351
Levy:	\$ 2,041,361
98% Collection Rate:	\$ 1,965,567

1 Cent = \$51,034

Prior Year Collections	\$ 43,500
Motor Vehicle Tax	\$ 193,100
Sanitation	\$ 200,000
Sales Tax	\$ 1,164,480
Powell Bill	\$ 152,000
Lease-HUB Arts Center	\$ 66,800
Lease-McCreary Business Center	\$ 47,000
Auditorium Rentals	\$ 28,000
Dinner Theater	\$ 80,000
Recreation	\$ 79,000

Revenue



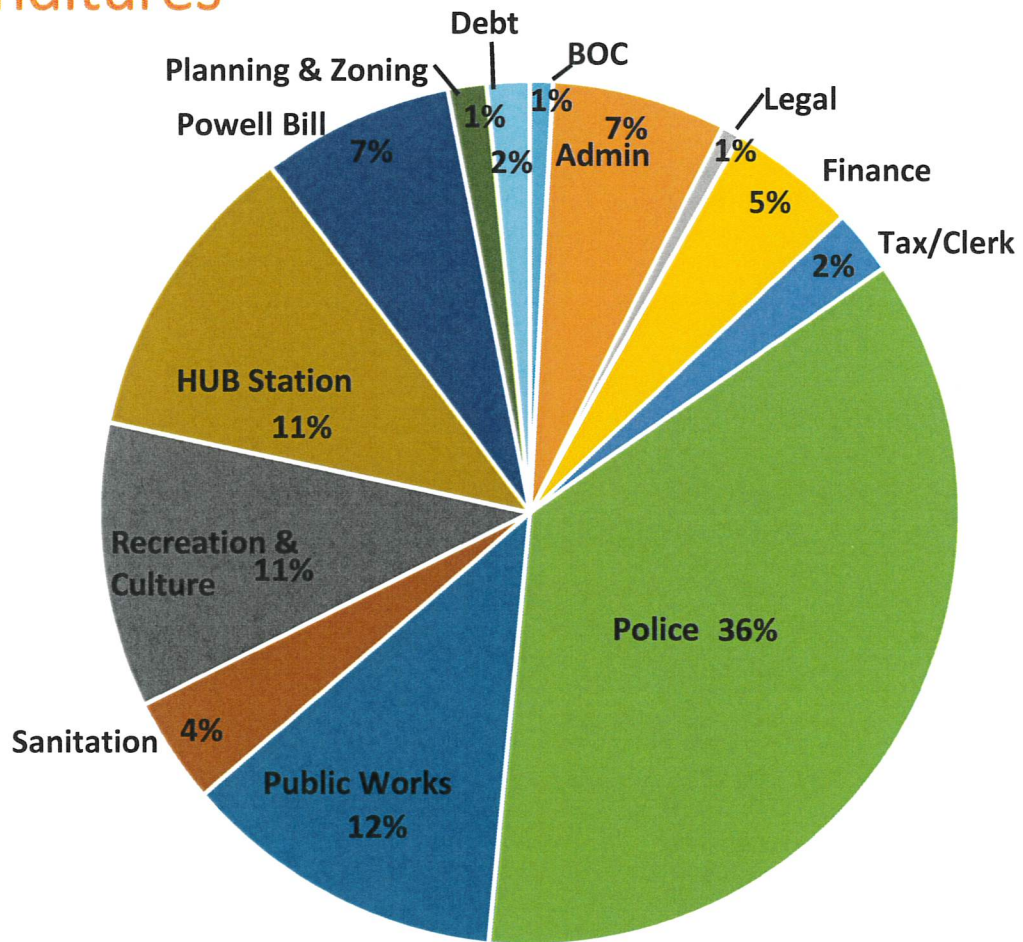
Expenditures



Expenditure	FY26-27 Proposed	FY25-26 Adopted	Difference
Governing Board	\$ 46,200	\$ 46,775	\$ (575)
Administration	\$ 348,500	\$ 284,423	\$ 64,077
Legal	\$ 38,000	\$ 36,000	\$ 2,000
Finance	\$ 257,100	\$ 237,873	\$ 19,277
Tax Collections	\$ 129,975	\$ 123,715	\$ 6,260
Police	\$ 1,926,830	\$ 1,787,946	\$ 138,884
Public Works	\$ 645,682	\$ 740,738	\$ (95,053)
Sanitation	\$ 211,220	\$ 169,220	\$ 42,000
Recreation & Cultural	\$ 569,960	\$ 542,490	\$ 27,470
HUB Station	\$ 606,355	\$ 551,273	\$ 55,082
Powell Bill	\$ 382,348	\$ 166,100	\$ 216,248
Planning & Zoning	\$ 77,475	\$ 68,955	\$ 8,520
Debt Service	\$ 86,340	\$ 86,340	\$ 0
Transfer To Other Funds	\$ 0	\$ 88,800	\$ (88,800)
Total General Fund	\$ 5,325,985	\$ 4,930,623	\$ 395,362

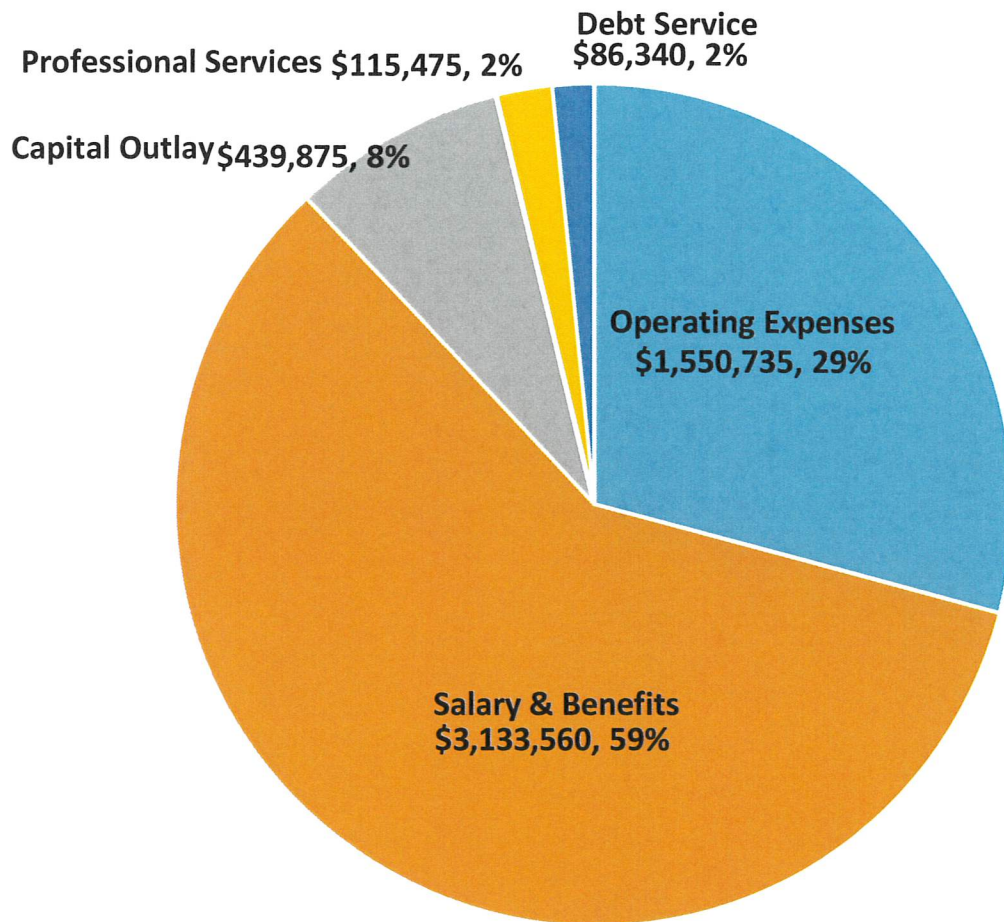


Expenditures





Expenditures by Object



Major Changes Since May

Department	Amount	Description
Police Department	-\$6,000	Reduced Fence Quote
HUB Station	-\$3,500	Reduced Advertising
Personnel	\$47,705	Pay Study Adjustments

Fee Schedule Changes

Department	Fee
Recreation: Programs	Resident \$55 Non-Resident \$65
Recreation: Pool Rental	\$200 per 2 hours
Public Works: Special Pick-Up	\$150 per load
Public Schools (in-Town)	Up to 4 free rentals per yr each (ticketed events discounted)

New Fees - Kitchen

Fee	Amount	Description
Orientation	\$50	HUB Equipment Training
Cleaning Deposit	\$75	Annual Fee
Security Deposit	\$75	First Time Users
1-30 hours used per month	\$30/hr	30 mins allowed prior and post for cleaning
31+ hours used per month	\$20/hr	30 mins allowed prior and post for cleaning
Cooler Storage	\$60/month	
Dry Cage	\$40/month	
Storage Only Orientation (no cooking)	\$25	One Time Fee
Supplies	\$5/block of usage	Disposable aprons, hairnets, towel, cleaning supplies

New Personnel



HUB Administrative Assistant – Move from part-time to full-time

- Increased programming
- New kitchen
- Additional office and event coverage

New Police Officer

- First new patrol officer position since 1989
- Provide coverage when short staffed
- Reduce single-officer shift issue

New Town Planner – Funded for second half of year

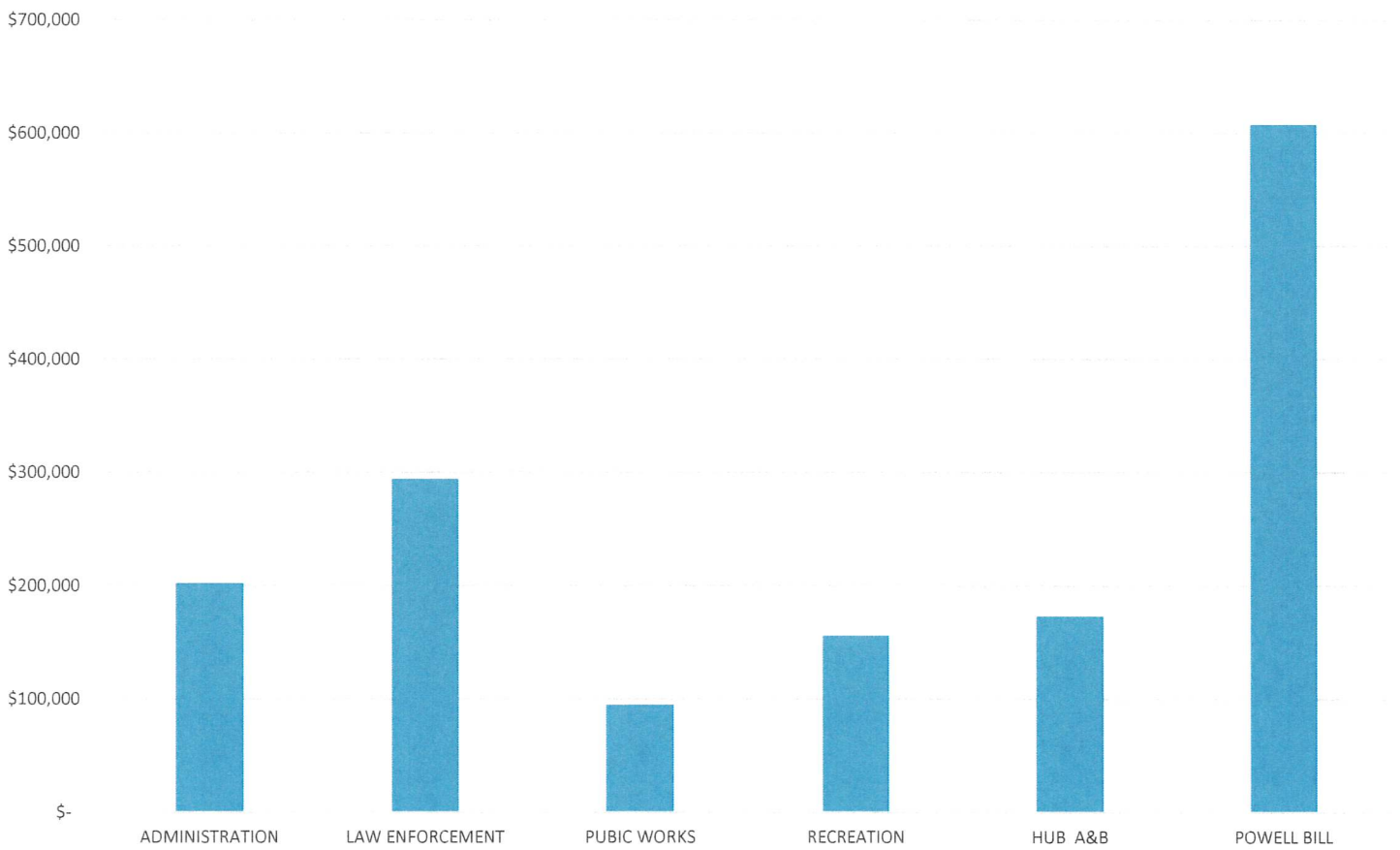
- Town is growing
- WPCOG increasing current contract
- Will eliminate 2 contracts with WPCOG
- Provide additional coverage in Town Hall



Capital and Large Expenditures

Department	Expenditure	Budget
Administration	Website	\$7,500
	Façade Grant	\$20,000
Police	New Officer Equipment	\$15,000
	Building Remodel (Fencing and Security)	\$43,000
	Radio	\$10,300
Recreation	CivicRec Software	\$11,500
Public Works	Wash-pit Roof	\$12,900
HUB Station	A-Building Façade Repairs	\$50,000
	Business Center Bathroom Heat and Gym HVAC	\$23,275

5-Year Capital Plan



Town of Hudson FY27 Budget

WPCOG Contracts



Planning & Zoning Administration
\$36,000 – One-year contract

Storm water Management
\$19,575 – Second year of two-year contract

Code Enforcement
\$17,500 – Second year of two-year contract

Capital Project Funds



Fund #46

Streetscape

\$1,285,000

Fund #47

HUB Kitchen/Parking Lot (Rural Transformation Grant)

\$350,000

Fund #49

HUB Building Improvements

\$1,135,300