BUDGET AMENDMENT 2
Original Ordinance # 0-25-04
Amended on February 9, 2026
Ordinance # 0-26-02
REQUEST FOR BOARD ACTION
TOWN OF FLETCHER

MEETING DATE: February 9, 2026

SUBJECT: Budget Amendment 6

ATTACHMENTS: YES

SUMMARY OF REQUEST:

Per guidance issued by the UNC School of Government in late May 2025, the Town is now required to budget both the local sales and use tax expense and the corresponding revenue (reimbursement). While the Town has historically recorded these transactions through a receivable account in accordance with GAAP, this updated approach is necessary to ensure compliance with statutory requirements outlined in the Local Government Budget and Fiscal Control Act.

Due to the timing of this guidance and the adoption of the FY 25/26 budget ordinance, this requirement was not accounted for during the FY 25/26 budget process. As a result, a budget amendment is necessary to recognize both the expense and corresponding revenue. Moving forward, this requirement will be incorporated into the Town's annual budget development process.

TOWN MANAGER'S RECOMMENDATION:

It would be appropriate for the Board to approve the attached budget amendment to account for budgeting the sales and use tax expense and revenue.

BUDGET AMENDMENT # 2
FY 25/26 BUDGET ORDINANCE
Effective February 9, 2026

	Account #	Debit	Credit
General Fund			
Revenues			
Sales and Use Tax Revenue	10-3350-0025		55,000.00
Expenditures			
Sales and Use Tax Expense	10-4200-9325	55,000.00	

Approved this the 9th day of February 2026

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Mayor Preston Blakely

ATTEST:

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Christine Thompson MMC, NCCMC
Town Clerk