

SPECIAL REVENUE FUNDS

The Special Revenue Fund accounts for revenues and expenditures legally restricted or designated by the Town Council for specific program activities or services. The Special Revenue Fund was restructured in 2011 to comply with GASB 54. Included in the Special Revenue Fund are the following funds:

- Affordable Housing
- Grant Administration
- Powell Bill
- American Rescue Plan Act
- Emergency Loans
- Revolving Loans for Energy Efficiency
- Revolving Loans for Economic Development

BUDGET SUMMARY

	Adopted Budget <u>FY2021-22</u>	Adopted Budget <u>FY2022-23</u>	Amount Change	Pct Change
Fund:				
Affordable Housing	338,525	568,423	229,898	67.9%
Grant Administration	1,723,249	1,918,824	195,575	11.3%
Powell Bill	0	560,600	560,600	#DIV/0!
American Rescue Plan Act	6,200,000	6,754,699	554,699	8.9%
Emergency Loans	584,473	636,063	51,590	8.8%
Revolving Loans for Energy Efficiency	241,703	205,227	-36,476	-15.1%
Revolving Loans for Economic Development	479,391	512,813	33,422	7.0%
Totals	\$9,567,341	\$11,156,649	\$1,589,308	16.6%

AFFORDABLE HOUSING FUND

This fund was created to advance the Town’s goal of increasing the stock of affordable, safe, and decent housing within the Town and its’ planning jurisdiction. The fund was established by a resolution on June 26, 2007, and guidelines for allowable activities are revised periodically. Payments to the fund, made by developers, in lieu of providing affordable housing under the applicable provisions of the Land Use Ordinance, are deposited into the fund in addition to any other revenues such as grants, donations, loans, interest payments, or other contributions.

BUDGET SUMMARY

	FY2020-21 <u>Actuals</u>	Adopted Budget <u>FY2021-22</u>	Adopted Budget <u>FY2022-23</u>	FY22 to FY23 Percent <u>Change</u>
<u>Revenues:</u>				
Ad Valorem Tax	226,606	338,000	380,000	12.4%
Interest Earnings	53	75	50	-33.3%
Prior Year Taxes	583	400	180	-55.0%
Penalty and Interest	-	50	-	-100.0%
Payment in Lieu	82,026	-	-	#DIV/0!
Transfer from General Fund	112,500	-	188,193	#DIV/0!
Total Revenues	\$421,768	\$338,525	\$568,423	67.9%
<u>Expenditures:</u>				
Community Home Trust	74,518	70,582	73,452	4.1%
Home Consortium Match	12,651	12,488	14,000	12.1%
Partnership to End Homelessness	35,232	35,202	131,677	274.1%
Interfaith Council Housing	-	-	92,950	#DIV/0!
Center fo Community Self Help	27,248	-	-	#DIV/0!
AHSRF Deferred Loan Program	-	10,000	5,000	-50.0%
Affordable Hsg Advisory Board	7	500	500	0.0%
Critical Home Repair	96,318	65,000	80,000	23.1%
Rental Deposits Program	300	33,258	37,000	11.3%
Acquisition and Development	103,390	100,000	120,000	20.0%
Unexpended Reserves	-	11,495	13,844	20.4%
Total Expenditures	\$349,664	\$338,525	\$568,423	67.9%

GRANT ADMINISTRATION FUND

This fund accounts for grant awards made to the Town that are legally restricted to expenditures for specific programs, activities, and purposes. Recent grant awards include North Carolina Community Development Block Grant (CDBG) to provide rental assistance to qualified Carrboro residents.

BUDGET SUMMARY

	<u>LTD Actuals thru 6/30/21</u>	<u>Adopted Budget FY2021-22</u>	<u>Adopted Budget FY2022-23</u>	<u>FY22 to FY23 Percent Change</u>
<u>Revenues:</u>				
Grant Revenue	316,247	1,723,249	1,900,824	10.3%
Other Revenues	-	-	18,000	#DIV/0!
Total Revenues	\$316,247	\$1,723,249	\$1,918,824	11.3%
<u>Expenditures:</u>				
Hazard Mitigation Grant	308,233	823,249	823,249	0.0%
NC CDBG Coronavirus Prgm	174,350	900,000	900,000	0.0%
Article 46 Expenses	-	-	27,575	#DIV/0!
Bolin Crk Watershed Restoration	-	-	168,000	#DIV/0!
Total Expenditures	\$482,583	\$1,723,249	\$1,918,824	11.3%

POWELL BILL FUND

Annually, State Street-Aid (Powell Bill) allocations are made to incorporated municipalities which establish their eligibility and qualify as provided by G.S. 136-41.1 through 136-41.4. The Town's special revenue fund for Powell Bill was established by council on September 14, 2021.

BUDGET SUMMARY

	FY2020-21 <u>Actuals</u>	Adopted Budget <u>FY2021-22</u>	Adopted Budget <u>FY2022-23</u>	FY22 to FY23 Percent <u>Change</u>
<u>Revenues:</u>				
Interest Earnings	-	-	200	#DIV/0!
Powell Bill Revenue	-	-	480,000	#DIV/0!
Fund Balance Appropriated	-	-	80,400	#DIV/0!
Total Revenues	\$0	\$0	\$560,600	#DIV/0!
<u>Expenditures:</u>				
Professional Services	-	-	40,000	#DIV/0!
M & R Equipment	-	-	5,000	#DIV/0!
Advertising	-	-	600	#DIV/0!
Departmental Supplies	-	-	30,000	#DIV/0!
Contractual Services	-	-	85,000	#DIV/0!
Construction	-	-	400,000	#DIV/0!
Total Expenditures	\$0	\$0	\$560,600	#DIV/0!

AMERICAN RESCUE PLAN ACT FUND

The American Rescue Plan Act was signed into law on March 11, 2021, and provides funding to state and local governments to assist with pandemic rescue and recovery efforts. These funds may be used for a range of activities including: 1) revenue replacement for the provision of government services to the extent the reduction in revenue is due the COVID-19 public health emergency; 2) premium pay to essential employees; 3) assistance to small businesses, nonprofits, household and hard-hit industries, and economic recovery; and 4) investments in water, sewer, and broadband infrastructure.

BUDGET SUMMARY

	LTD Actuals thru 6/30/21	Adopted Budget FY2021-22	Adopted Budget FY2022-23	FY22 to FY23 Percent Change
<u>Revenues:</u>				
Interest Earnings	-	-	1,500	#DIV/0!
Grant Revenue	-	6,200,000	6,753,199	8.9%
Total Revenues	\$0	\$6,200,000	\$6,754,699	8.9%
<u>Expenditures:</u>				
Negative Economic Impacts	-	300,000	326,522	8.8%
Premium Pay	-	224,795	224,795	0.0%
Revenue Replacement	-	1,834,730	1,834,730	0.0%
Unexpended Reserves	-	3,840,475	4,368,652	13.8%
Total Expenditures	\$0	\$6,200,000	\$6,754,699	8.9%

EMERGENCY LOAN FUND

The purpose of the Emergency Loan Fund is to assist Carrboro based businesses and non-profits that serve Carrboro with short term payroll and other recurring expenses during the State/Town declared COVID 19 Emergency in order to maintain and sustain operations for existing viable enterprises. The fund is intended to assist small local businesses and non-profits that are in current good standing with creditors but are low on capital to maintain operations. Loan approval is at the discretion of the Town of Carrboro. Ten percent of the provided funding is considered a grant and ninety percent is considered a loan. The loan portion is to be repaid to the Town at zero percent interest.

BUDGET SUMMARY

	<u>LTD</u> <u>Actuals</u> <u>thru 6/30/21</u>	<u>Adopted</u> <u>Budget</u> <u>FY2021-22</u>	<u>Adopted</u> <u>Budget</u> <u>FY2022-23</u>	<u>FY22 to FY23</u> <u>Percent</u> <u>Change</u>
<u>Revenues:</u>				
Interest Earnings	289	265	469	77.0%
CARES Grant Revenues	32,994	33,890	32,994	-2.6%
Loan Principal Payments	52,171	75,318	127,600	69.4%
Other Financing Sources	475,000	475,000	475,000	0.0%
Total Revenues	\$560,454	\$584,473	\$636,063	8.8%
<u>Expenditures:</u>				
Grant Disbursements	32,994	47,500	32,994	-30.5%
Loan Disbursements	296,942	461,390	537,004	16.4%
Other Financing Uses	65,596	-	65,596	#DIV/0!
Reserves for Loans	-	75,583	469	-99.4%
Total Expenditures	\$395,532	\$584,473	\$636,063	8.8%

ENERGY EFFICIENCY REVOLVING LOAN FUND

The Energy Efficiency Revolving Loan was started in 2010 with US Department of Energy funds through a grant to Southeastern Energy Efficiency Alliance (SEEA) for the Town to implement a small business energy efficiency revolving loan fund with the goal of increasing energy efficiency in commercial buildings.

BUDGET SUMMARY

	<u>LTD Actuals thru 6/30/21</u>	<u>Adopted Budget FY2021-22</u>	<u>Adopted Budget FY2022-23</u>	<u>FY22 to FY23 Percent Change</u>
<u>Revenues:</u>				
Interest Earnings	2,546	2,525	2,696	6.8%
Loan Interest Earnings	17,091	16,573	16,615	0.3%
Loan Principal Payments	86,053	94,477	57,788	-38.8%
Other Financing Sources	128,128	128,128	128,128	0.0%
Total Revenues	\$233,818	\$241,703	\$205,227	-15.1%
<u>Expenditures:</u>				
Loan Disbursements	100,128	100,128	58,128	-41.9%
Reserves for Loans	-	141,575	147,099	3.9%
Total Expenditures	\$100,128	\$241,703	\$205,227	-15.1%

Below is a list of active Energy Efficiency Revolving Loan Fund loans:

Business	FY2021-22 Amount Borrowed	FY2022-23 Amount Borrowed
Surplus Sids	\$ 30,000	\$ 30,000
Sophie Piesse *	\$ 7,000	
Dispute Settlement Center *	\$ 35,000	
The Arts Center	28,128	28,128
Total	\$ 100,128	\$ 58,128

* Paid in full in FY22

REVOLVING LOAN FUND

The Revolving Loan Fund is used to encourage economic and community development in Carrboro by offering loans to new businesses and encouraging businesses to locate in Carrboro. The Fund sustains itself with the interest earned on loans and repayment of the principal provided to businesses. With this interest, a reserve is created that enables the Town to continue loaning funds to businesses. As loans are paid off, the Town closes the loans and removes them from financial records.

BUDGET SUMMARY

	<u>LTD Actuals thru 6/30/21</u>	<u>Adopted Budget FY2021-22</u>	<u>Adopted Budget FY2022-23</u>	<u>FY22 to FY23 Percent Change</u>
<u>Revenues:</u>				
Interest Earnings	243,510	242,038	243,670	0.7%
Loan Interest Earnings	104,329	104,435	107,729	3.2%
Loan Principal Payments	132,914	132,918	161,414	21.4%
Total Revenues	\$480,753	\$479,391	\$512,813	7.0%
<u>Expenditures:</u>				
General Government Exp	17,453	26,679	26,679	0.0%
Loan Disbursements	240,000	240,000	240,000	0.0%
Reserves for Loans	-	212,712	246,134	15.7%
Total Expenditures	\$257,453	\$479,391	\$512,813	7.0%

Below is a list of active business loans in the Revolving Loan Fund:

Business	Date of Original Loan	FY2021-22 Amount Borrowed	FY2022-23 Amount Borrowed
Bryan's Guitar and Music	2004	90,000	\$ 90,000
Carrboro Co-Working	2008	90,000	90,000
Tesoro LLC	2021	60,000	60,000
Total		\$ 240,000	\$ 240,000