

# CAPITAL PROJECTS FUND

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Capital projects are projects financed (in whole or in part) by the proceeds of bonds, notes or debt instruments involving the construction or acquisition of a capital asset. Capital projects are approved via a balanced project ordinance as required by the North Carolina General Statutes (GS 159-13.2) whereby the Town budgets for the life of the capital project. A project ordinance is balanced when revenues estimated to be available for the project equal appropriations for the project. Projects that show a zero balance are no longer active, considered completed, and are removed from the general ledger one year following project completion.

The Capital Projects Fund is comprised of the following funds:

- Capital Projects
- GO Bonds, Sidewalks and Greenways
- Facilities Rehab
- Capital Reserve
- Payment In Lieu Reserves

## Budget Summary - CAPITAL PROJECT FUNDS

	<b>Adopted Budget <u>FY2021-22</u></b>	<b>Adopted Budget <u>FY2022-23</u></b>	<b>Amount Change</b>	<b>Pct Change</b>
<b><u>Fund:</u></b>				
Capital Projects	\$ 33,233,356	\$ 44,557,221	\$ 11,323,865	34.1%
GO Bonds, Sidewalks and Greenways	7,911,177	5,705,097	(2,206,080)	-27.9%
Facilities Rehab	840,670	562,853	(277,817)	-33.0%
Other	200	225	25	12.5%
<b>Totals</b>	<b><u>\$ 41,985,403</u></b>	<b><u>\$ 50,825,396</u></b>	<b><u>\$ 8,839,993</u></b>	<b>21.1%</b>

# CAPITAL PROJECTS

Funds are appropriated for capital projects via a balanced project ordinance as required by the North Carolina General Statutes (GS 159-13.2) whereby the Town budgets for the life of the capital project; or capital projects may be appropriated in the annual general fund budget.

## BUDGET SUMMARY - CAPITAL PROJECTS

	<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>
<b><u>Revenues:</u></b>				
Interest Earnings	47,279	55,316	47,316	-14.5%
Restricted Intergovernmental	1,042,040	14,156,095	22,418,882	58.4%
Transfer from General Fund	1,051,131	1,689,395	7,976,023	372.1%
Transfer from Stormwater Fund	-	65,000	-	-100.0%
Other Financing Sources	990,569	17,267,550	14,115,000	-18.3%
<b>Total Revenues</b>	<b>\$ 3,131,019</b>	<b>\$ 33,233,356</b>	<b>\$ 44,557,221</b>	<b>34.1%</b>
<b><u>Expenditures:</u></b>				
203 S Greensboro St	1,778,499	28,311,340	41,174,840	45.4%
South Greensboro St Conduit	-	120,000	120,000	0.0%
Comprehensive Plan	173,943	200,000	250,000	25.0%
Estes Drive Bike-Ped Improvements	-	170,000	170,000	0.0%
Bus Shelter Replacement	-	288,000	288,000	0.0%
Ped Safety Imprvmnts & Bike Plan	-	257,000	257,000	0.0%
Bicycle Loop Detectors	18,525	57,500	57,500	0.0%
Unpaved Road Upgrades *	68,965	310,000	-	-100.0%
2021 Vehicle & Equip Replacements *	918,199	954,000	-	-100.0%
2022 Vehicle & Equip Replacements	-	1,245,000	1,245,000	0.0%
2023 Vehicle & Equip Replacements	-	-	368,000	#DIV/0!
Playground Equip Replacement	-	100,000	100,000	0.0%
FY22 Street Resurfacing **	-	835,200	-	-100.0%
108 Bim St Renovations	-	50,000	50,000	0.0%
Jones Ferry Rd Retaining Wall	-	100,000	100,000	0.0%
Anderson Park Parking Lot Paving	-	120,000	120,000	0.0%
Wayfinding - Town Signage	-	-	50,000	#DIV/0!
East Main Street Signal & Pavement Mrkg	-	60,000	159,565	165.9%
Capital Expense Reserve	-	55,316	47,316	-14.5%
<b>Total Expenditures</b>	<b>\$ 2,958,131</b>	<b>\$ 33,233,356</b>	<b>\$ 44,557,221</b>	<b>34.1%</b>

\* Project was closed in FY 2022

\*\* Project was moved to the Special Revenue Fund

# GO BOND-FUNDED SIDEWALKS AND GREENWAYS

The Town continues its sidewalks and greenways construction program authorized by the voters in 2003. In January 2013, the Town discontinued the use of bond anticipation notes to finance this construction and issued \$4.6 million of general obligation bonds. The Town does not have any other outstanding general obligation bonds.

## BUDGET SUMMARY - GO BOND-FUNDED SIDEWALKS AND GREENWAYS

	<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>
<b><u>Revenues:</u></b>				
Interest Earnings	75	75	85	13.3%
Restricted Intergovernmental	1,974,299	6,154,404	5,128,146	-16.7%
Other Financing Sources	1,708,652	1,756,698	576,866	-67.2%
<b>Total Revenues</b>	<b>\$ 3,683,026</b>	<b>\$ 7,911,177</b>	<b>\$ 5,705,097</b>	<b>-27.9%</b>
<b><u>Expenditures:</u></b>				
Morgan Creek Greenway Ph1	422,654	2,067,500	1,742,500	-15.7%
Homestead Rd CHHS Multi-use Path*	1,494,908	1,521,770	-	-100.0%
S Greensboro St Sidewalk	188,781	1,750,119	2,862,262	63.5%
Rogers Road Sidewalk *	1,492,547	1,492,547	-	-100.0%
Jones Creek Greenway	165,900	850,250	850,250	0.0%
Sidewalk Repairs	146,868	190,000	250,000	31.6%
Capital Expense Reserve	-	38,991	85	-99.8%
<b>Total Expenditures</b>	<b>\$ 3,911,658</b>	<b>\$ 7,911,177</b>	<b>\$ 5,705,097</b>	<b>-27.9%</b>

\* Project was closed in FY 2022

# FACILITIES REHABILITATION FUND

On November 12, 2019, the Board of Aldermen authorized the establishment of a Facilities Rehabilitation Fund. The purpose of this Fund is to repair and rehabilitate existing Town Facilities. No new construction is permitted under this Fund.

## BUDGET SUMMARY – FACILITIES REHABILITATION FUND

	<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>
<b><u>Revenues:</u></b>				
Interest Earnings	3,787	5,750	4,277	-25.6%
Transfer from General Fund	742,369	834,920	558,576	-33.1%
<b>Total Revenues</b>	<b>\$ 746,156</b>	<b>\$ 840,670</b>	<b>\$ 562,853</b>	<b>-33.0%</b>
<b><u>Expenditures:</u></b>				
CC Interior Improvements *	20,132	20,151	-	-100.0%
CC Roof Replacement *	37,550	50,000	-	-100.0%
Fire Sta 1 Kitchen Renovations *	33,313	45,386	-	-100.0%
Fire Sta 1 Painting *	8,668	10,000	-	-100.0%
Fire Sta 1 Carpet *	3,807	4,000	-	-100.0%
Town Hall Interior Improvements *	2,553	3,250	-	-100.0%
Architectural Services *	77,210	124,910	-	-100.0%
PW Renovation/Relocation *	-	100,000	-	-100.0%
Repl Windows & Chiller at Century Ctr	-	100,000	562,753	462.8%
Capital Expense Reserve	506,973	382,973	100	-100.0%
<b>Total Expenditures</b>	<b>\$ 690,206</b>	<b>\$ 840,670</b>	<b>\$ 562,853</b>	<b>-33.0%</b>

\* Project was closed in FY 2022

# CAPITAL RESERVE

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The Town has established a capital reserve fund to set aside funds for specific future capital projects. The Town has set aside funds for the following.

*Street Resurfacing* – In past years, the Town has set aside reserves for street resurfacing.

*Future Debt Service* – The Town has set aside reserves in anticipation of debt to be issued in the future for facility improvements.

## BUDGET SUMMARY - CAPITAL RESERVE FUND

	<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>
<b><u>Revenues:</u></b>				
Interest Earnings	6,045	100	115	15.0%
Other Financing Sources	418,430	-	-	#DIV/0!
<b>Total Revenues</b>	<b>\$ 424,475</b>	<b>\$ 100</b>	<b>\$ 115</b>	<b>15.0%</b>
<b><u>Expenditures:</u></b>				
Future Debt Service	-	100	115	15.0%
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ 100</b>	<b>\$ 115</b>	<b>15.0%</b>

## PAYMENT IN LIEU RESERVE

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The Payment-in-Lieu Reserve Fund was established in 1985. Developers whose residential developments are required to provide on-site active recreational areas and open space areas may choose to make a payment-in-lieu of providing such facilities with Town approval.

These funds are held in reserve for one of four geographically defined quadrants of the town (where the residential development is located) for use in acquisition and development of recreational facilities, present or future. A requisite of the payment use is that the improvement be reasonably expected to serve the subdivision from which the payment was made.

### BUDGET SUMMARY – PAYMENT IN LIEU RESERVE

	<b>LTD Actuals thru 6/30/21</b>	<b>Adopted Budget FY2021-22</b>	<b>Adopted Budget FY2022-23</b>	<b>FY22 to FY23 Percent Change</b>
<b><u>Revenues:</u></b>				
Interest Earnings	2,929	100	110	10.0%
Payment in Lieu	149,780	-	-	#DIV/0!
<b>Total Revenues</b>	<b>\$ 152,709</b>	<b>\$ 100</b>	<b>\$ 110</b>	<b>10.0%</b>
<b><u>Expenditures:</u></b>				
Reserves	152,709	100	110	10.0%
<b>Total Expenditures</b>	<b>\$ 152,709</b>	<b>\$ 100</b>	<b>\$ 110</b>	<b>10.0%</b>

Reserves authorized for the following purposes:

Description	Amount
Sidewalk: Harlan Group	\$ 3,062
Sidewalk: Wilson Park Dev	5,180
South Sector	16,530
Central Sector	6,729
Downtown - Undesignated	89,569
North Sector	2,442
Unreserved	29,197
<b>Total</b>	<b>\$ 152,709</b>