

## CAPITAL PROJECTS FUND

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 Projects that show a zero balance are no longer active, considered completed, and are removed from the general ledger one year following project completion.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

	<b>Adopted Budget FY2022-23</b>	<b>Adopted Budget FY2023-24</b>	<b>Amount Change</b>	<b>Pct Change</b>
<b>Fund:</b>				
Capital Projects	44,557,221	35,907,914	(8,649,307)	-19%
GO Bonds, Sidewalks and Greenways	5,705,097	4,531,257	(1,173,840)	-21%
Facilities Rehab	562,853	458,597	(104,256)	-19%
Capital Reserves	100	568,032	567,932	0%
Payment In Lieu	100	110	10	10%
Other			-	
<b>Totals</b>	<b>\$50,825,371</b>	<b>\$41,465,910</b>	<b>(9,359,461)</b>	<b>-18%</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

	Life-to-Date Actuals	Adopted Budget FY2022-23	Adopted Budget FY2023-24	FY23to FY24 Percent Change
<b>Revenues:</b>				
Interest Earnings	62,346	47,316	62,346	31.8%
Restricted Intergovernmental	3,373,230	22,418,882	20,045,652	-10.6%
Transfer from General Fund	6,319,358	7,976,023	1,684,916	-78.9%
Transfer from Stormwater Fund	91,600	-		N/A
Other Financing Sources	12,578,000	14,115,000	14,115,000	0.0%
<b>Total Revenues</b>	<b>\$22,424,534</b>	<b>\$44,557,221</b>	<b>\$35,907,914</b>	<b>-19.4%</b>
<b>Expenditures:</b>				
203 S Greensboro St	7,483,227	41,174,840	33,123,696	-19.6%
South Greensboro St Conduit	-	120,000	120,000	0.0%
Comprehensive Plan	250,000	250,000	-	N/A
Estes Drive Bike-Ped Improvements	-	170,000	170,000	0.0%
Bus Shelter Replacement	15,300	288,000	272,700	-5.3%
Ped Safety Imprvmnts & Bike Plan	-	257,000	257,000	0.0%
Bicycle Loop Detectors	18,525	57,500	38,975	-32.2%
2022 Vehicle & Equip Replacements	-	1,245,000	1,245,000	0.0%
2023 Vehicle & Equip Replacements	-	368,000	368,000	0.0%
Playground Equip Replacement	100,000	100,000	-	N/A
108 Bim St Renovations	34,330	50,000	15,670	-68.7%
Jones Ferry Rd Retaining Wall	11,596	100,000	88,404	-11.6%
<b>Public Works: \$94,342.00</b>				
<b>Fire Station 1: \$44,679.00</b>				
Anderson Park Parking Lot Paving	14,744	120,000	105,256	-12.3%
Wayfinding - Town Signage	-	50,000	50,000	0.0%
East Main Street Signal & Pavement Mrkgs	106,352	159,565	53,213	-66.7%
Capital Expense Reserve	-	47,316	-	N/A
<b>Total Expenditures</b>	<b>\$8,034,074</b>	<b>\$44,557,221</b>	<b>\$35,907,914</b>	<b>-19.4%</b>

## 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

	Life-to-Date Actuals	Adopted Budget FY2022-23	Adopted Budget FY2023-24	FY23 to FY24 Percent Change
<b>Revenues:</b>				
Interest Earnings	\$75	\$85	\$181,000	
Restricted Intergovernmental	\$1,974,299	\$5,128,146	\$3,153,847	
Other Financing Sources	\$1,708,652	\$576,866	\$1,196,410	
<b>Total Revenues</b>	<b>\$3,683,026</b>	<b>\$5,705,097</b>	<b>\$4,531,257</b>	<b>-26%</b>
<b>Expenditures:</b>	□ □ □			
Morgan Creek Greenway Ph1	\$477,154	\$1,742,500	\$1,265,346	
S Greensboro St Sidewalk	\$266,245	\$2,862,262	\$2,596,017	
Jones Creek Greenway	\$180,356	\$850,250	\$669,894	
Sidewalk Repairs	\$249,470	\$250,000	\$0	
Projects Closed in 2022	\$2,987,455	\$0		
Capital Expense Reserve	-	\$85	\$0	
<b>Total Expenditures</b>	<b>\$4,160,680</b>	<b>\$5,705,097</b>	<b>\$4,531,257</b>	<b>-26%</b>

## **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**

	<b>Life-to-Date Actuals</b>	<b>Adopted Budget FY2022-23</b>	<b>Adopted Budget FY2023-24</b>	<b>FY23to FY24 Percent Change</b>
<b>Revenues:</b>				
Interest Earnings	\$13,464	\$4,277		
Transfer from General Fund	\$1,000,000	\$558,576	\$458,597	
<b>Total Revenues</b>	<b>\$1,013,464</b>	<b>\$562,853</b>	<b>\$458,597</b>	<b>-22.7%</b>
<b>Expenditures:</b>				
Projects Closed in 2022	\$437,147		-	
Repl Windows & Chiller at Century Ctr	\$104,156	\$562,753	\$458,597	
Capital Expense Reserve	\$0	#	\$0	
<b>Total Expenditures</b>	<b>\$541,303</b>	<b>\$562,753</b>	<b>\$458,597</b>	<b>-22.7%</b>

## **CAPITAL RESERVE**

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**

	<b>Life-to-Date Actuals</b>	<b>Adopted Budget FY2022-23</b>	<b>Adopted Budget FY2023-24</b>	<b>FY23to FY24 Percent Change</b>
<b>Revenues:</b>				
Interest Earnings	\$7,874	\$100	\$7,874	
Other Financing Sources	\$560,158	-	\$560,158	
<b>Total Revenues</b>	<b>\$568,032</b>	<b>\$100</b>	<b>\$568,032</b>	567932.0%
<b>Expenditures:</b>				
Future Debt Service	\$568,032	\$100	\$568,032	
<b>Total Expenditures</b>	<b>\$568,032</b>	<b>\$100</b>	<b>\$568,032</b>	567932.0%

## PAYMENT IN LIEU RESERVE

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>Revenues:</b>	<b>Life-to-Date Actuals</b>	<b>Adopted Budget FY2022-23</b>	<b>Adopted Budget FY2023-24</b>	<b>FY23to FY24 Percent Change</b>
Interest Earnings	\$2,929	\$100	\$110	
Payment in Lieu	\$149,780	-	-	
<b>Total Revenues</b>	<b>\$152,709</b>	<b>\$100</b>	<b>\$110</b>	<b>10.0%</b>
<b>Expenditures:</b>				
Reserves	\$152,709	\$100	\$110	
<b>Total Expenditures</b>	<b>\$152,709</b>	<b>\$100</b>	<b>\$110</b>	<b>10.0%</b>

Reserves authorized for the following purposes:	
<b>Description</b>	<b>Amount</b>
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>