

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 Projects that show a zero balance are no longer active and considered completed and are removed from the general ledger one year following project completion.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

	Adopted Budget <u>FY2019-20</u>	Adopted Budget <u>FY2020-21</u>	Amount Change	Pct Change
<u>Fund:</u>				
Capital Projects	\$ 21,052,330	\$ 33,222,583	\$ 12,170,253	57.8%
GO Bonds, Sidewalks and Greenways	7,499,643	7,920,942	421,299	5.6%
Facilities Rehab	-	1,005,750	1,005,750	#DIV/0!
Capital Reserves	406,200	400	(405,800)	-99.9%
Payment In Lieu Reserves	950	700	(250)	-26.3%
Totals	<u>\$28,959,123</u>	<u>\$ 42,150,375</u>	<u>\$ 13,191,252</u>	45.6%

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

	LTD Actuals thru 6/30/19	Adopted Budget FY2019-20	Adopted Budget FY2020-21	FY20 to FY21 Percent Change
<u>Revenues:</u>				
Interest Earnings	36,173	28,481	55,316	94.2%
Restricted Intergovernmental	932,904	6,586,500	14,444,095	119.3%
Transfer from General Fund	3,357,591	3,357,591	8,317,591	147.7%
Other Financing Sources	457,500	11,039,758	10,405,581	-5.7%
Other Revenue	-	40,000	-	-100.0%
Total Revenues	4,784,168	21,052,330	33,222,583	57.8%
<u>Expenditures:</u>				
203 S Greensboro St	1,103,210	15,699,895	26,432,490	68.4%
South Greensboro St Conduit	-	95,000	95,000	0.0%
Rogers Road Conduit	-	155,000	155,000	0.0%
Planning Permitting Software *	183,046	230,000	-	-100.0%
Self-Contained Breathing Apparatus Repl*	-	314,924	-	-100.0%
Comprehensive Plan	-	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%
Bicycle Loop Detectors	18,525	57,500	57,500	0.0%
LED Street Lights *	35,396	40,000	-	-100.0%
Town Hall Roof Replacement *	-	100,000	-	-100.0%
Town Hall Basement Waterproofing *	-	100,000	-	-100.0%
Unpaved Road Upgrades	-	230,000	230,000	0.0%
MLK Jr Park	1,190,126	2,561,196	2,761,196	7.8%
2020 Vehicle & Equipment Replacements*	-	792,814	-	-100.0%
2021 Vehicle & Equipment Replacements	-	-	954,000	#DIV/0!
Ped Safety Imprvmnts & Bike Plan	-	-	257,000	#DIV/0!
Playground Equip Replacement	-	-	100,000	#DIV/0!
FY20 Street Resurfacing	-	-	967,081	#DIV/0!
FY21 Street Resurfacing	-	-	450,000	#DIV/0!
Capital Expense Reserve	36,173	18,001	55,316	207.3%
Total Expenditures	2,566,476	21,052,330	33,222,583	57.8%

* Project was closed in FY 2020

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

	LTD Actuals thru 6/30/19	Adopted Budget FY2019-20	Adopted Budget FY2020-21	FY20 to FY21 Percent Change
<u>Revenues:</u>				
Interest Earnings	79,845	43,978	94,247	114.3%
Restricted Intergovernmental	1,664,201	5,533,515	6,129,404	10.8%
Other Financing Sources	1,873,842	1,922,150	1,697,291	-11.7%
Total Revenues	3,617,888	7,499,643	7,920,942	0.6%
<u>Expenditures:</u>				
Morgan Creek Greenway Ph1	422,810	1,568,500	2,068,500	31.9%
Homestead Rd CHHS Multi-use Path	1,311,453	1,521,770	1,521,770	0.0%
S Greensboro St Sidewalk	43,836	1,750,119	1,750,119	0.0%
Rogers Road Sidewalk	1,374,764	1,371,658	1,492,547	8.8%
Jones Creek Greenway	54,998	850,250	850,250	0.0%
Sidewalk Repairs	-	115,000	190,000	65.2%
Capital Expense Reserve	423,517	322,346	47,756	-85.2%
Total Expenditures	3,631,378	7,499,643	7,920,942	0.6%

FACILITIES REHAB

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 - CAPITAL RESERVE FUND

	<u>LTD</u> <u>Actuals</u> <u>thru 6/30/19</u>	<u>Adopted</u> <u>Budget</u> <u>FY2019-20</u>	<u>Adopted</u> <u>Budget</u> <u>FY2020-21</u>	<u>FY20 to FY21</u> <u>Percent</u> <u>Change</u>
<u>Revenues:</u>				
Interest Earnings	-	-	5,750	#DIV/0!
Transfer from General Fund	-	-	1,000,000	#DIV/0!
Total Revenues	-	-	1,005,750	#DIV/0!
 <u>Expenditures:</u>				
Century Center Drainage	-	-	5,028	#DIV/0!
CC Interior Improvements	-	-	12,582	#DIV/0!
Fire Sta 1 Concrete Pad	-	-	27,000	#DIV/0!
Fire Sta 2 Improvements	-	-	2,109	#DIV/0!
Fire Sta 1 Interior Improvements	-	-	7,888	#DIV/0!
Fire Sta 1 Bay Roof Repl	-	-	58,606	#DIV/0!
Wilson Park Improvements	-	-	5,000	#DIV/0!
Anderson Park Improvements	-	-	3,793	#DIV/0!
Playgrnd Equip Power Washing	-	-	1,650	#DIV/0!
Pavillion Roof for Fleet Mtce	-	-	18,445	#DIV/0!
Town Hall Exterior Painting/Repair	-	-	17,500	#DIV/0!
Town Hall Interior Improvements	-	-	2,353	#DIV/0!
Capital Expense Reserve	-	-	843,796	#DIV/0!
Total Expenditures	-	-	1,005,750	#DIV/0!

CAPITAL RESERVE

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

Street Resurfacing – The Town sets aside reserves annually 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

	LTD Actuals <u>thru 6/30/19</u>	Adopted Budget <u>FY2019-20</u>	Adopted Budget <u>FY2020-21</u>	FY20 to FY21 Percent <u>Change</u>
<u>Revenues:</u>				
Interest Earnings	2,085	1,000	400	-60.0%
Other Financing Sources	417,373	405,200	-	-100.0%
Total Revenues	419,458	406,200	400	-12.3%
<u>Expenditures:</u>				
Street Resurfacing	250,000	350,000	-	-100.0%
Future Debt Service	2,085	55,200	400	-99.3%
Uncommitted Reserves	167,373	1,000	-	-100.0%
Total Expenditures	419,458	406,200	400	-12.3%

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

	LTD Actuals thru 6/30/19	Adopted Budget FY2019-20	Adopted Budget FY2020-21	FY20 to FY21 Percent Change
<u>Revenues:</u>				
Interest Earnings	1,590	950	700	-26.3%
Payment in Lieu	149,780	-	-	#DIV/0!
Total Revenues	151,370	950	700	-26.3%
<u>Expenditures:</u>				
Reserves	151,370	950	700	-26.3%
Total Expenditures	151,370	950	700	-26.3%

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	27,858
Total	\$ 151,370