

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
- American Rescue Plan Act
- Revolving Loans for Energy Efficiency
- Revolving Loans for Economic Development
- Emergency Loans

BUDGET SUMMARY

	Adopted Budget <u>FY2020-21</u>	Adopted Budget <u>FY2021-22</u>	Amount Change	Pct Change
Fund:				
Affordable Housing	338,000	338,525	525	0.2%
Grant Administration	893,249	1,723,249	830,000	92.9%
American Rescue Plan Act	0	6,200,000	6,200,000	#DIV/0!
Emergency Loans	508,405	584,473	76,068	15.0%
Revolving Loans for Energy Efficiency	240,572	241,703	1,131	0.5%
Revolving Loans for Economic Development	852,696	479,391	-373,305	-43.8%
Totals	\$2,832,922	\$9,567,341	\$6,734,419	237.7%

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

	FY2019-20	Adopted Budget FY2020-21	Adopted Budget FY2021-22	FY21 to FY22 Percent Change
	<u>Actuals</u>	<u>FY2020-21</u>	<u>FY2021-22</u>	<u>Change</u>
<u>Revenues:</u>				
Ad Valorem Tax	110,071	223,500	338,000	51.2%
Interest Earnings	3,553	800	75	-90.6%
Prior Year Taxes	-	900	400	-55.6%
Penalty and Interest	-	300	50	-83.3%
Transfer from General Fund	-	112,500	-	-100.0%
Total Revenues	113,624	338,000	338,525	0.2%
<u>Expenditures:</u>				
Human Services Grants	21,000	-	-	#DIV/0!
Community Home Trust	73,784	74,518	70,582	-5.3%
Home Consortium Match	22,236	14,057	12,488	-11.2%
Partnership to End Homelessness	35,232	35,232	35,202	-0.1%
Center fo Community Self Help	15,000	-	-	#DIV/0!
AHSRF Deferred Loan Program	-	10,000	10,000	0.0%
Affordable Hsg Advisory Board	159	500	500	0.0%
Critical Home Repair	48,371	61,050	65,000	6.5%
Rental Deposits Program	103,243	31,703	33,258	4.9%
Acquisition and Development	35,000	100,000	100,000	0.0%
Unexpended Reserves	-	10,940	11,495	5.1%
Total Expenditures	354,025	338,000	338,525	0.2%

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

	LTD Actuals thru 6/30/20	Adopted Budget FY2020-21	Adopted Budget FY2021-22	FY21 to FY22 Percent Change
<u>Revenues:</u>				
Grant Revenue	322,287	872,249	1,723,249	97.6%
Transfer from General Fund	21,000	21,000	-	-100.0%
Total Revenues	343,287	893,249	1,723,249	92.9%
<u>Expenditures:</u>				
Hazard Mitigation Grant	279,293	823,249	823,249	0.0%
Bicycle Transportation Plan *	62,744	70,000	-	-100.0%
NC CDBG Coronavirus Prgm	-	-	900,000	#DIV/0!
Total Expenditures	342,037	893,249	1,723,249	92.9%

* Grant was closed in FY 2021

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 6/30/20	Adopted Budget FY2020-21	Adopted Budget FY2021-22	FY21 to FY22 Percent Change
<u>Revenues:</u>				
Grant Revenue	-	-	6,200,000	#DIV/0!
Total Revenues	-	-	6,200,000	#DIV/0!
<u>Expenditures:</u>				
Unexpended Reserves	-	-	6,200,000	#DIV/0!
Total Expenditures	-	-	6,200,000	#DIV/0!

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

	LTD Actuals thru 6/30/20	Adopted Budget FY2020-21	Adopted Budget FY2021-22	FY21 to FY22 Percent Change
<u>Revenues:</u>				
Interest Earnings	2,531	2,525	2,525	0.0%
Loan Interest Earnings	16,452	17,146	16,573	-3.3%
Loan Principal Payments	79,987	92,773	94,477	1.8%
Other Financing Sources	173,128	128,128	128,128	0.0%
Total Revenues	272,098	240,572	241,703	0.5%
<u>Expenditures:</u>				
Loan Disbursements	107,128	107,128	100,128	-6.5%
Reserves for Loans	45,000	133,444	141,575	6.1%
Total Expenditures	152,128	240,572	241,703	0.5%

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

Business	Amount Borrowed
Surplus Sids	\$ 30,000
Sophie Piesse	7,000
Dispute Settlement Center	35,000
The Arts Center	28,128
Total	\$ 100,128

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

	LTD Actuals thru 6/30/20	Adopted Budget FY2020-21	Adopted Budget FY2021-22	FY21 to FY22 Percent Change
<u>Revenues:</u>				
Interest Earnings	104,669	250,038	242,038	-3.2%
Loan Interest Earnings	65,313	396,435	104,435	-73.7%
Loan Principal Payments	249,951	206,223	132,918	-35.5%
Total Revenues	419,933	852,696	479,391	-43.8%
<u>Expenditures:</u>				
General Government Exp	17,453	26,679	26,679	0.0%
Loan Disbursements	228,000	228,000	240,000	5.3%
Trf to Emerg Loan Fund	300,000	-	-	#DIV/0!
Reserves for Loans	-	598,017	212,712	-64.4%
Total Expenditures	545,453	852,696	479,391	-43.8%

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

Business	Date of Original Loan	FY2020-21 Amount Borrowed	FY2021-22 Amount Borrowed
Alphabet Soup *	2001	\$ 48,000	
Bryan's Guitar and Music	2004	90,000	\$ 90,000
Carrboro Co-Working	2008	90,000	90,000
Tesoro LLC	2021		60,000
Total		\$ 228,000	\$ 240,000

* Paid in full in FY21

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

	LTD Actuals thru 6/30/20	Adopted Budget FY2020-21	Adopted Budget FY2021-22	FY21 to FY22 Percent Change
<u>Revenues:</u>				
Interest Earnings	265	512	265	-48.2%
CARES Grant Revenues	33,890	-	33,890	#DIV/0!
Loan Principal Payments	-	32,893	75,318	129.0%
Other Financing Sources	475,000	475,000	475,000	0.0%
Total Revenues	509,155	508,405	584,473	15.0%
<u>Expenditures:</u>				
Grant Disbursements	33,890	47,500	47,500	0.0%
Loan Disbursements	305,010	427,500	461,390	7.9%
Reserves for Loans	-	33,405	75,583	126.3%
Total Expenditures	338,900	508,405	584,473	15.0%

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