

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 Projects that show a zero balance are no longer active and considered completed and are removed from the general ledger one year following project completion.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
- Capital Reserve
- Payment In Lieu Reserves

BUDGET SUMMARY - TOTAL CAPITAL PROJECTS FUND

	Adopted Budget <u>FY2018-19</u>	Adopted Budget <u>FY2019-20</u>	Amount Change	Pct Change
<u>Fund:</u>				
Capital Projects	\$ 20,293,393	\$ 22,566,145	\$ 2,272,752	11.2%
GO Bonds, Sidewalks and Greenways	7,206,175	7,499,643	293,468	4.1%
Capital Reserves	250,000	406,200	156,200	62.5%
Payment In Lieu Reserves	-	950	950	#DIV/0!
Totals	\$ 27,749,568	\$ 30,472,938	\$ 2,723,370	9.8%

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	Adopted	Adopted	FY19 to FY20
	Actuals	Budget	Budget	Percent
	thru 6/30/18	FY2018-19	FY2019-20	Change
Revenues:				
Interest Earnings	10,481	-	28,481	#DIV/0!
Restricted Intergovernmental	14,820	6,147,390	6,633,231	7.9%
Transfer from General Fund	2,554,049	2,554,049	3,357,591	31.5%
Other Financing Sources	2,553,344	11,571,954	12,486,842	7.9%
Other Revenue	20,135	20,000	60,000	200.0%
Total Revenues	5,152,829	20,293,393	22,566,145	11.2%
Expenditures:				
203 S Greensboro St	644,506	15,699,895	15,699,895	0.0%
Bicycle Loop Detectors	18,525	57,500	57,500	0.0%
Police Body Worn Cameras	66,318	121,000	148,841	23.0%
Public Safety Radio Upgrades *	923,736	927,370	-	-100.0%
Planning Permitting Software	129,755	230,000	230,000	0.0%
Town Commons Improvements	1,029,388	1,304,974	1,304,974	0.0%
Rogers Road Conduit	-	155,000	155,000	0.0%
LED Street Lights	-	100,000	40,000	-60.0%
MLK Jr Park	186,940	1,697,654	2,561,196	50.9%
Town Commons Pavillion Ceiling Fans	-	-	60,000	#DIV/0!
Self-Contained Breathing Apparatus Repl	-	-	314,924	#DIV/0!
South Greensboro St Conduit	-	-	95,000	#DIV/0!
Estes Drive Bike-Ped Improvements	-	-	170,000	#DIV/0!
Town Hall Roof Replacement	-	-	100,000	#DIV/0!
Bus Shelter Replacement	-	-	288,000	#DIV/0!
Town Hall Basement Waterproofing	-	-	100,000	#DIV/0!
Comprehensive Plan	-	-	200,000	#DIV/0!
Unpaved Road Upgrades	-	-	230,000	#DIV/0!
Vehicle & Equipment Replacements	-	-	792,814	#DIV/0!
Capital Expense Reserve	10,481	-	18,001	#DIV/0!
Total Expenditures	3,009,649	20,293,393	22,566,145	11.2%
* Project was closed in FY 2019				

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	Adopted	Adopted	FY19 to FY20
	Actuals	Budget	Budget	Percent
	thru 6/30/18	FY2018-19	FY2019-20	Change
Revenues:				
Interest Earnings	144,433	140,757	43,978	-68.8%
Restricted Intergovernmental	795,429	3,501,651	5,533,515	58.0%
Other Financing Sources	3,321,234	3,280,812	1,922,150	-41.4%
Other Revenue	7,862	7,863	-	-100.0%
Total Revenues	4,268,958	6,931,083	7,499,643	26.7%
Expenditures:				
Morgan Creek Greenway Ph1	358,359	1,771,346	1,568,500	-11.5%
Homestead Rd CHHS Multi-use Path	1,054,760	1,521,770	1,521,770	0.0%
S Greensboro St Sidewalk	43,152	105,000	1,750,119	1566.8%
Wilson Park Multi-use Path *	371,282	371,282	-	-100.0%
Phase IB Sidewalk Projects *	1,210,782	1,257,900	-	-100.0%
Rogers Road Sidewalk	257,350	1,371,658	1,371,658	0.0%
Jones Creek Greenway	1,302	420,000	850,250	102.4%
Sidewalk Repairs	-	-	115,000	#DIV/0!
Capital Expense Reserve	130,317	112,127	322,346	187.5%
Total Expenditures	3,427,304	6,931,083	7,499,643	26.7%
* Project was closed in FY 2019				

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	Adopted	Adopted	FY19 to FY20
	Actuals	Budget	Budget	Percent
	thru 6/30/18	FY2018-19	FY2019-20	Change
<u>Revenues:</u>				
Interest Earnings	-	-	1,000	#DIV/0!
Other Financing Sources	167,373	250,000	405,200	62.1%
Total Revenues	167,373	250,000	406,200	0.0%
<u>Expenditures:</u>				
Street Resurfacing	-	250,000	350,000	40.0%
Future Debt Service	-	-	55,200	#DIV/0!
Uncommitted Reserves	167,373	-	1,000	#DIV/0!
Total Expenditures	167,373	250,000	406,200	0.0%

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

	LTD	Adopted	Adopted	FY19 to FY20
	Actuals	Budget	Budget	Percent
	thru 6/30/18	FY2018-19	FY2019-20	Change
Revenues:				
Interest Earnings	-	-	950	#DIV/0!
Payment in Lieu	149,780	-	-	#DIV/0!
Total Revenues	149,780	-	950	#DIV/0!
Expenditures:				
Reserves	149,780	-	950	#DIV/0!
Total Expenditures	149,780	-	950	#DIV/0!
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	26,268			
Total	\$ 149,780			

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