



**INTRODUCTION OF THE
CAPITAL INVESTMENT PLAN
FY2021-26**

*Board of Orange County Commissioners
April 6, 2021*

FY2021-26 Recommended Capital Investment Plan

- Change from FY2020-25 Adopted Plan

Fiscal Year	FY2020-25 Adopted	FY2021-26 Recommended	Total by Year
FY2021-22	\$ 72,141,056	\$ 54,055,167	\$ (18,085,889)
FY2022-23	\$ 47,843,860	\$ 61,074,164	\$ 13,230,304
FY2023-24	\$ 21,467,049	\$ 28,940,476	\$ 7,473,427
FY2024-25	\$ 19,828,316	\$ 22,232,637	\$ 2,404,321
TOTAL	\$ 161,280,281	\$ 166,302,444	\$ 5,022,163

- Net increase of \$5.0 million over four years

- FY2021-22 increase in Waterstone EMS Substation for stormwater - \$450,000
- FY2021-22 new EMS Substation location study - \$250,000
- FY2021-22 net increase in borrowing for 203 S. Greensboro - \$275,000
- FY2021-22 new remediation project for Emergency Services building - \$685,000
- FY2023-24 new EMS substation at request of Chapel Hill Fire - \$3 million

FY2021-26 Recommended Capital Investment Plan

- Major Education Projects

- Supplemental Deferred Maintenance

- \$30 million over three (3) years ~ Now four (4) Years
 - Apply to Deferred Maintenance and Life & Safety Improvements
 - Allocated by Average Daily Membership in FY2020-21 (*CHCCS 59.99%; OCS 40.01%*)

Fiscal Year	Chapel Hill-Carrboro City Schools	Orange County Schools	Total by Year
FY2020-21	\$1,800,000	\$4,150,000	\$5,950,000
FY2021-22		\$3,600,000	\$3,600,000
FY2022-23	\$10,000,000	\$4,253,000	\$14,253,000
FY2023-24	\$6,197,000		\$6,197,000
TOTAL	\$17,997,000	\$12,003,000	\$30,000,000

FY2021-26 Recommended Capital Investment Plan

- Major Education Projects

- Final 2016 General Obligation Bond Draw - \$13.3 million

- CHCCS - \$1,922,000 for Chapel Hill High School
- OCS – \$11,386,000 for mechanical systems at six (6) Schools and roof replacements at two (2) schools.

- Orange County Campus – DTCC - \$3 million

- Needs assessment and programming recommendations – May 2021
- Site work Guaranteed Maximum Price (GMP) in FY2021-22
- Construction budgeted in FY22-23 for \$22.5 million

FY2021-26 Recommended Capital Investment Plan

- Major County Projects

- EMS Substation at Waterstone - \$2.45 million

- Land donated by Town of Hillsborough from Waterstone Development Agreement
- Co-location with Orange Rural Fire Department
- Shared costs for site work, mechanical systems, common areas
- Total County Share - \$3.4 million

- 203 South Greensboro Project - \$8.7 million

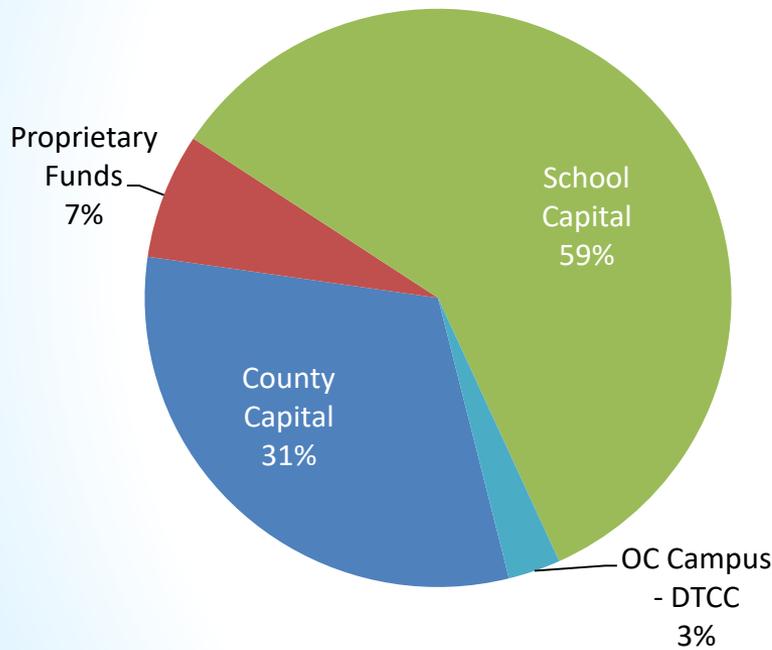
- Southern Branch Library
- Permanent Skills Development Center
- Cost increase of \$1.8 million offset to net \$275,000 in new borrowing
- Guaranteed Maximum Price – October 2021
- Opening – Early 2023

FY2021-26 Recommended Capital Investment Plan

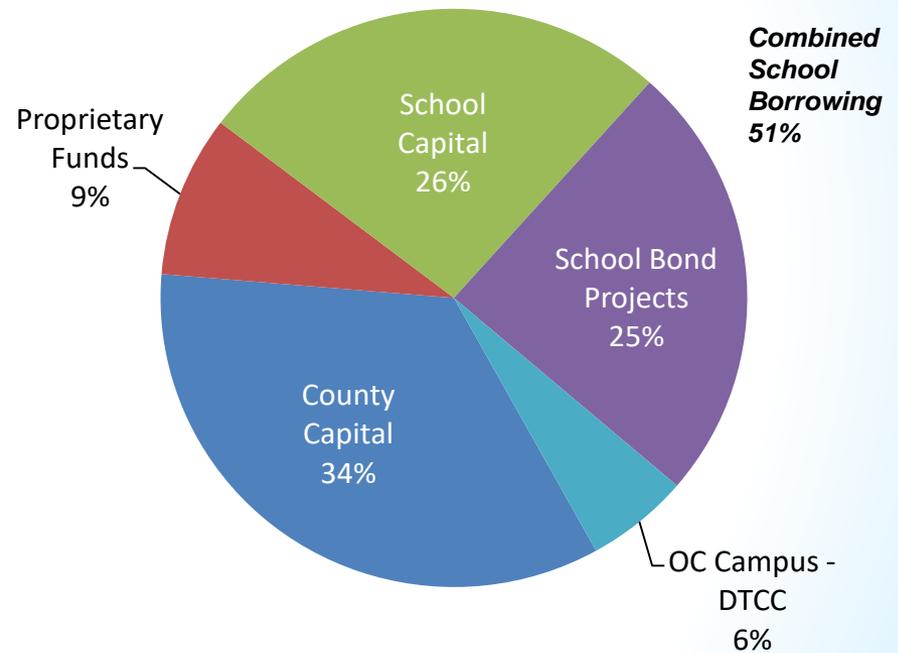
- Capital Investment Plan by the Numbers
 - Total Recommended Capital Expenditures - \$54.1 million
 - County Capital - \$18.6 million
 - Proprietary Funds - \$4.9 million
 - School Capital - \$30.6 million
 - Increase from FY2020-21 - \$20.2 million
 - \$8.7 million for 203 South Greensboro Project moved into Year 1
 - Last General Obligation School Bond Draw
 - CHCCS - \$1.9 million
 - OCS - \$11.3 million
 - Debt Service Increase - \$6,773,325

FY2021-26 Recommended Capital Investment Plan

FY2020-21 CIP Expenditures

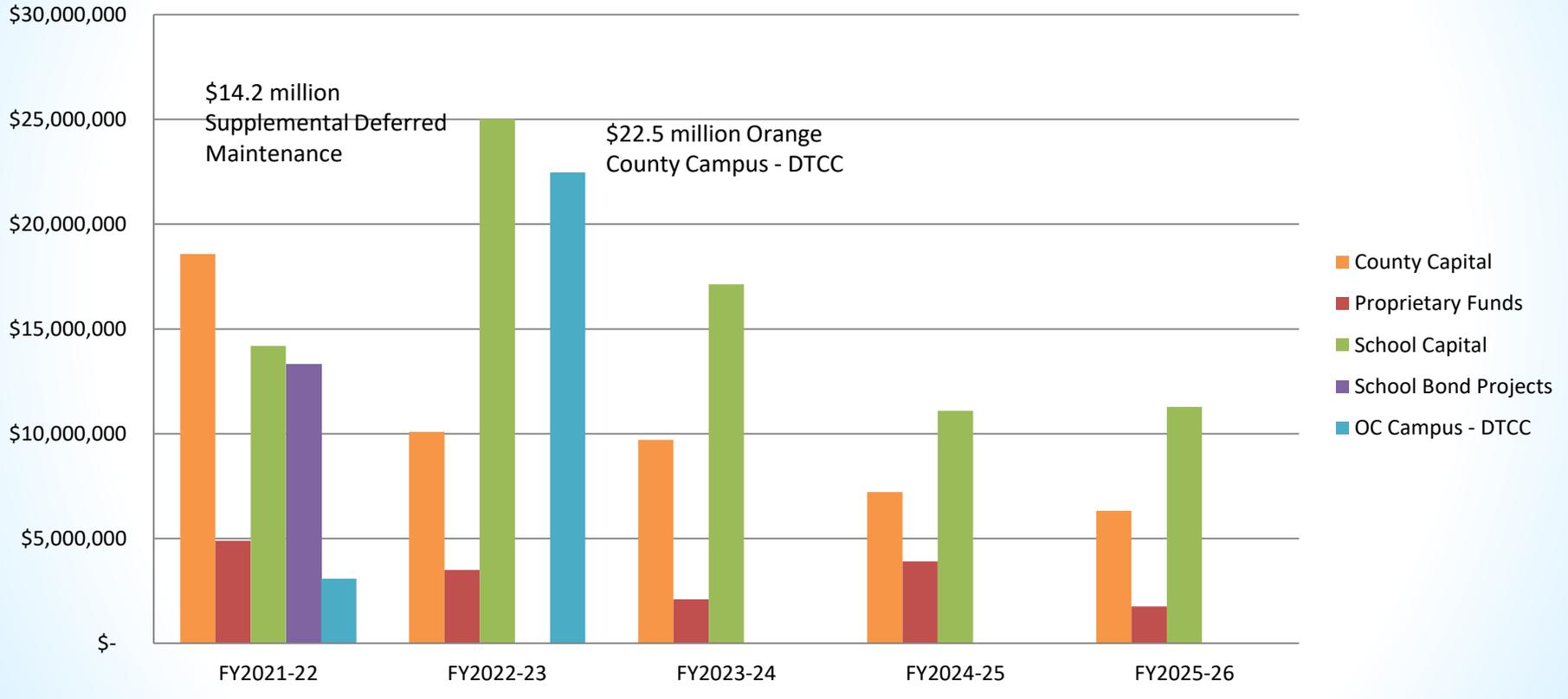


FY2021-22 CIP Expenditures



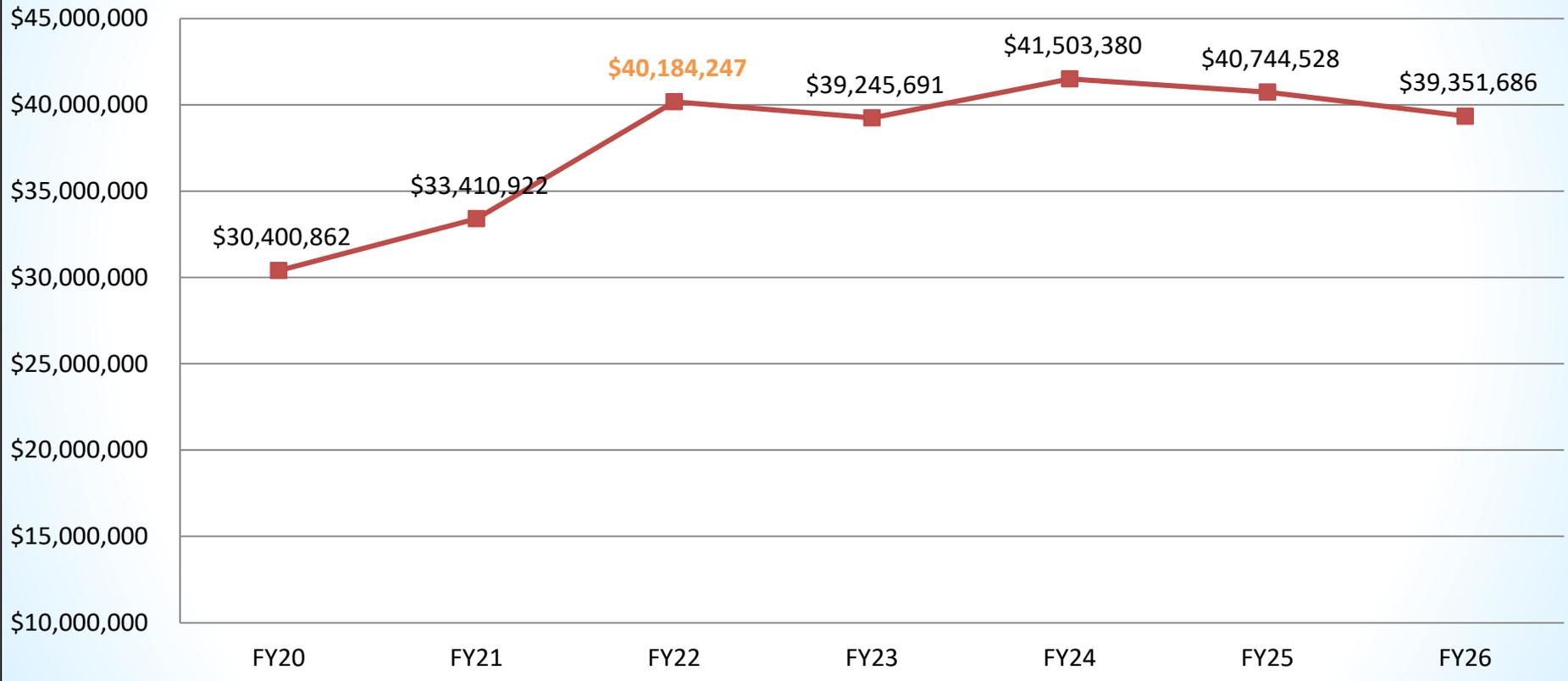
FY2021-26 Recommended Capital Investment Plan

FY2021-26 Recommended CIP Expenditures Based on Recommended CIP



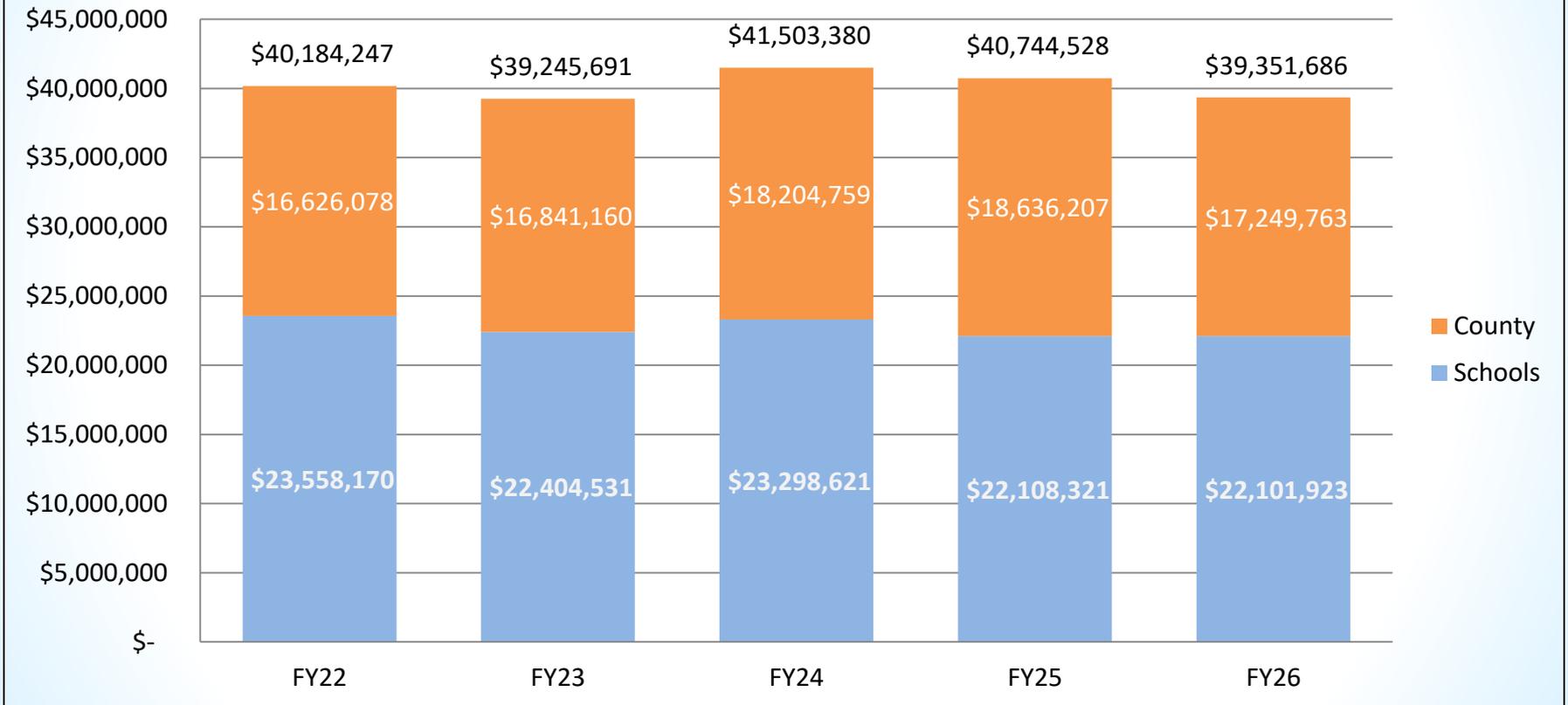
FY2021-26 Recommended Capital Investment Plan

Debt Service Schedule through FY2025-26
Based on Recommended CIP

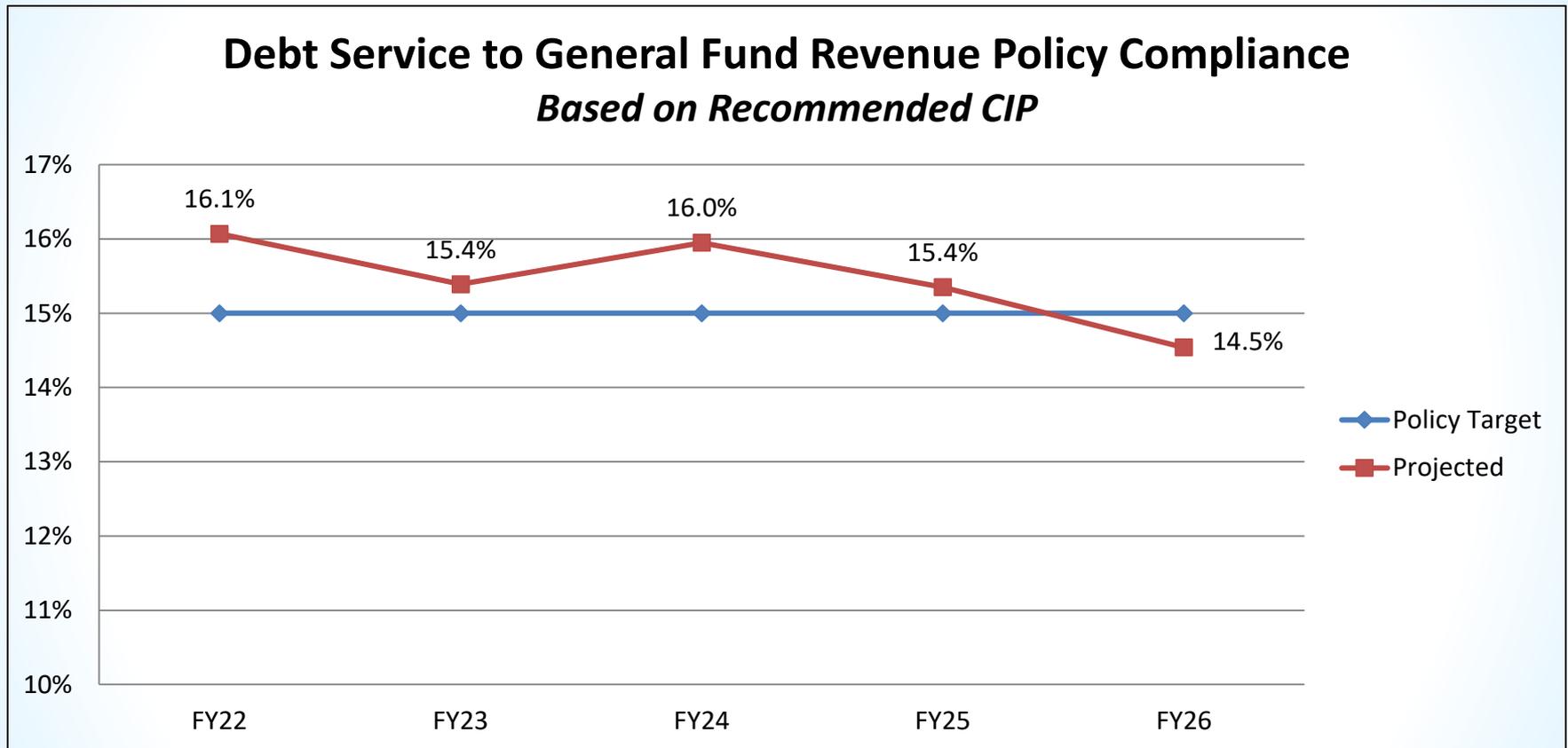


FY2021-26 Recommended Capital Investment Plan

**Proportion of County and School Debt Service
Based on Recommended CIP**



FY2021-26 Recommended Capital Investment Plan



FY2021-26 Recommended Capital Investment Plan

Tax Equivalent Analysis		
Fiscal Year	FY2020-21 Approved CIP	FY2021-22 Recommended CIP
FY2021-22	4.81 cents	4.22 cents
FY2022-23		
FY2023-24	0.67 cents	
FY2024-25		
TOTAL	5.48 cents	4.22 cents

- Value of a penny increased by 8.5% to \$2,146,587 vs. 2% growth assumption due to revaluation
- Total debt service stabilized during five year period
 - Average of \$40.2 million annually
 - Use of debt service reserve to accommodate small changes



FY2021-26 Recommended Capital Investment Plan

- Schedule for Consideration
 - Introduction of the Capital Investment Plan – April 6
 - Work Session on Capital Investment Plan – April 13
 - Further Consideration through Budget Work Sessions
 - Approval of the Operating and Capital Budget – June 15