



Introduction of the Capital Investment Plan for FY2023-33

Board of Commissioners Business Meeting

April 4, 2023

Purpose

- Purpose of the Capital Investment Plan
 - Board Approves Year 1 of the Plan as the FY2023-24 Capital Budget
 - Ten Year Planning Horizon
 - Imposes Planning Discipline
 - No Surprises
 - Debt Service Requirements
 - Amount of Funds Required in the Operating Budget
 - Measures Debt Capacity – Debt Service Compared to Expected General Fund Revenue
 - Predicts Potential Tax Increases Required to Pay Debt Service

FY2023-33 Recommended Capital Investment Plan

- Major Education Projects
 - Supplemental Deferred Maintenance – Revised Schedule
 - \$30 Million Planned in FY2020-21
 - \$26.8 Million Requested by Districts and Authorized – Available for Immediate Expenditure
 - Additional \$30 Million Planned in FY2022-23
 - FY2023-33 CIP Includes New Requested Schedule for Authorization
 - Total of \$60 Million Allocated to Districts Based on Average Daily Membership
 - Chapel Hill Carrboro City Schools \$35.7 million
 - Orange County Schools \$24.3 million

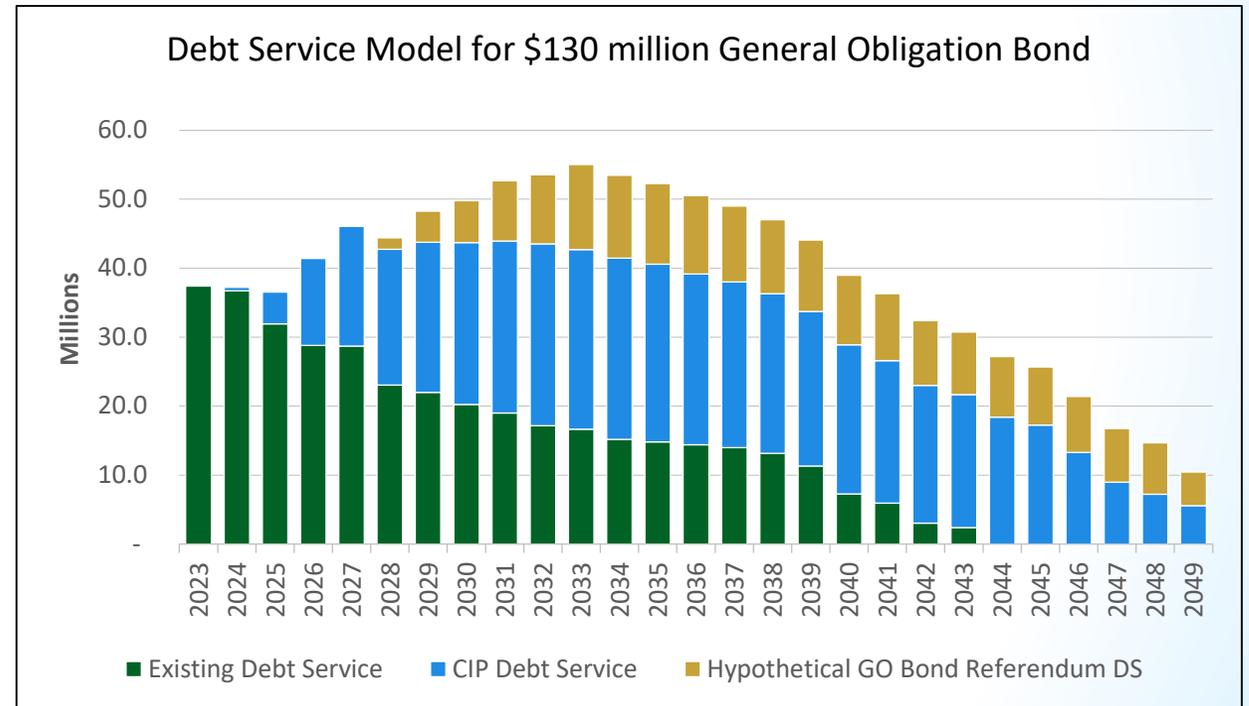
FY2023-33 Recommended Capital Investment Plan

- Major Education Projects
 - Supplemental Deferred Maintenance – Revised Schedule

Year	CHCCS	OCS
<i>Previously Authorized</i>	<i>\$13,563,400</i>	<i>\$13,239,600</i>
FY2023-24	\$4,000,000	
FY2024-25	\$9,067,600	\$11,129,400
FY2025-26	\$9,000,000	
TOTAL	\$35,631,000	\$24,369,000

FY2023-33 Recommended Capital Investment Plan

- Major Education Projects
 - General Obligation Bond Planning
 - Current Capacity: \$130 million
 - Four Planned Allocations
 - FY2025-26 - \$5 million
 - FY2026-27 - \$40 million
 - FY2028-29 - \$45 million
 - FY2030-31 - \$40 million
 - Determinants of Capacity
 - Existing Debt Service
 - Future Planned Debt Service
 - Revenue Expectations
 - Tax Equivalent: 2.85 cents FY2026-27
1.75 cents FY2028-29



FY2023-33 Recommended Capital Investment Plan

- Major Education Projects
 - Orange County Campus – DTCC - \$10.5 million
 - Existing Building Expansion
 - 13,000 to 18,000 Square Foot Addition
 - Program Areas Served
 - Emergency Medical Services
 - Health and Wellness
 - Skilled Trades
 - Back to Work and Small Business Center
 - Student Study Areas
 - Student Support Services Office Space

FY2023-33 Recommended Capital Investment Plan

- Major County Projects

- Behavioral Health Crisis Diversion Facility

- \$2.1 million Design Funds in FY2023-24
 - \$22.9 million Construction and Furnishings with Sustainability Premium
 - Behavioral Health Urgency Care and Facility Based Crisis
 - Operating Cost Estimates Underway – Prior to CIP Work Session
 - Stakeholder Input Sessions April 21st and April 28th

- Lake Orange Dam

- \$2.35 million in FY23-24
 - Intake Tower Replacement
 - Potential Infrastructure Funds

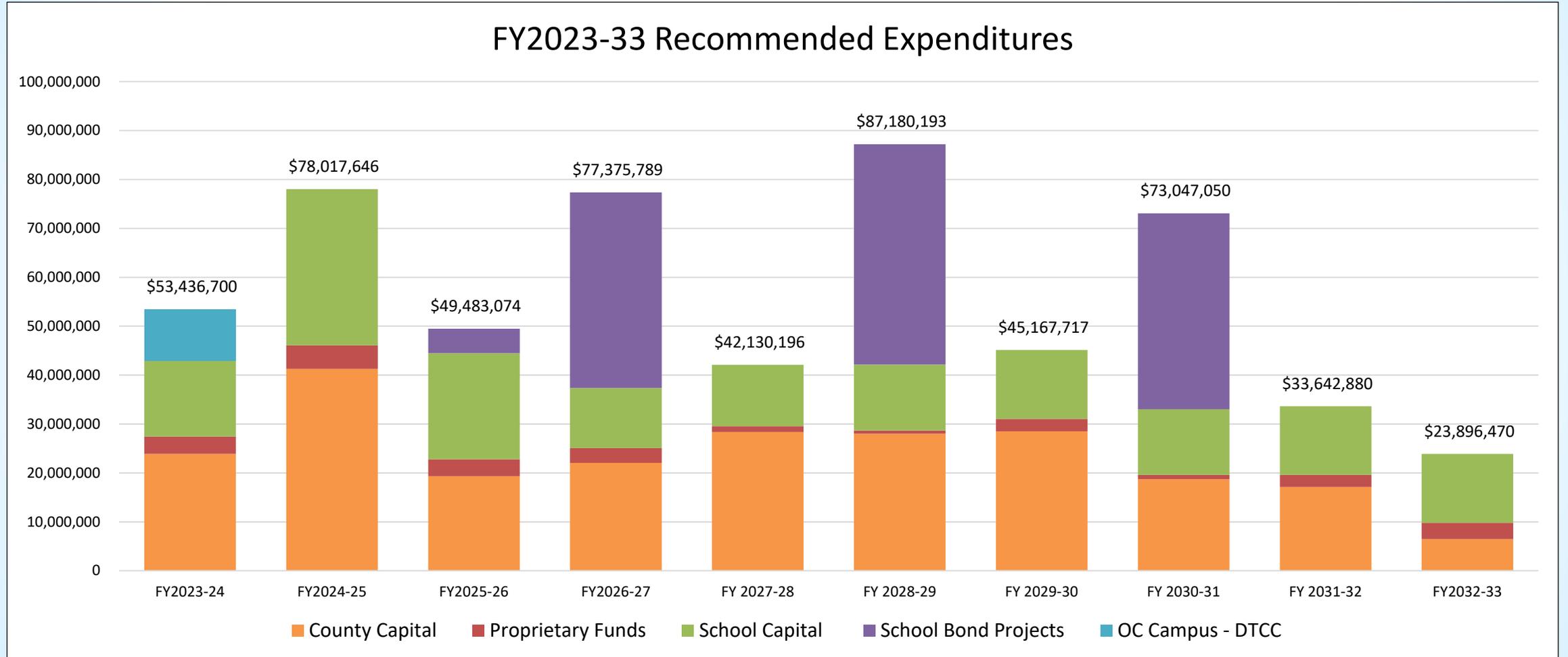
- Public Safety Automation and Communications

- Sheriff's Office Records Management System & Jail Management System - \$1.9 million
 - Bidirectional Antenna Systems for Schools - \$1.5 million in FY2023-24 and FY2024-25

FY2023-33 Recommended Capital Investment Plan

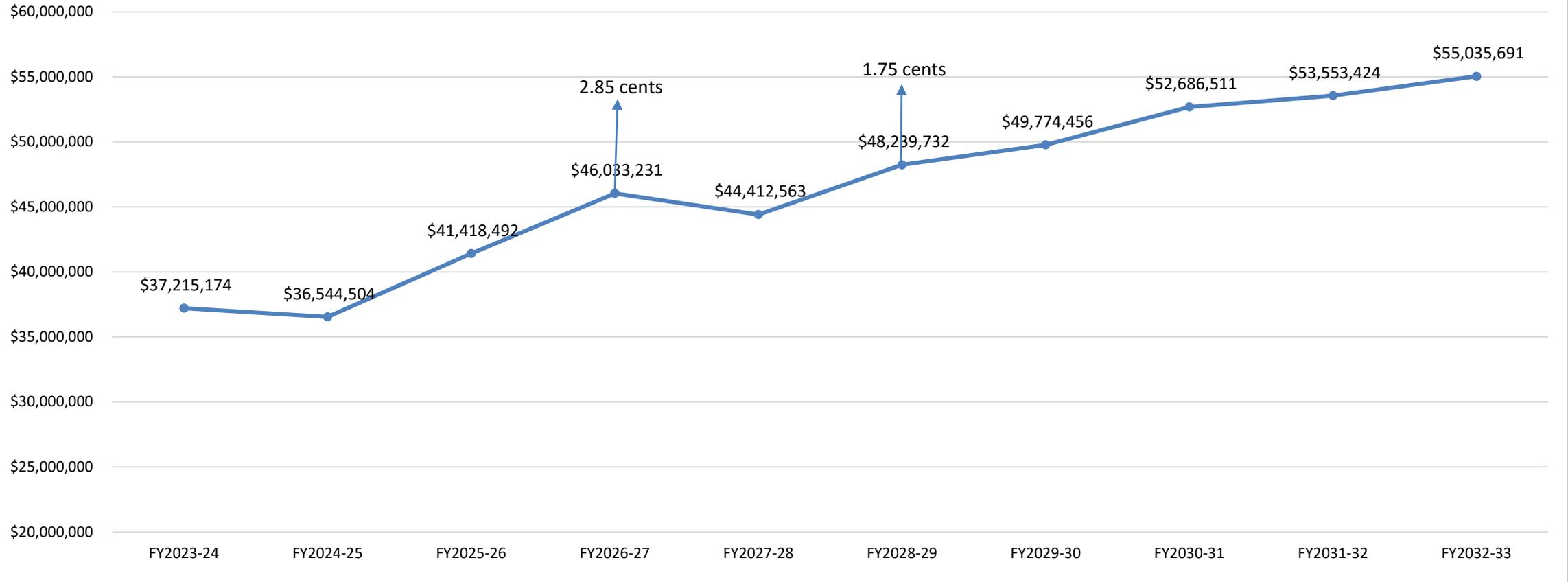
- Capital Investment Plan by the Numbers
 - Total Recommended Capital Expenditures - \$53.4 million
 - County Capital \$23.9 million
 - Proprietary Funds \$3.6 million
 - School Capital \$15.5 million
 - Durham Tech \$10.5 million
 - Increase from FY2022-23 - \$12.8 million
 - Durham Tech Expansion \$10.5 million
 - Crisis Diversion Facility Design \$2.1 million
 - Debt Service for FY2023-24
 - Decrease of \$861,000

FY2023-33 Recommended Capital Investment Plan

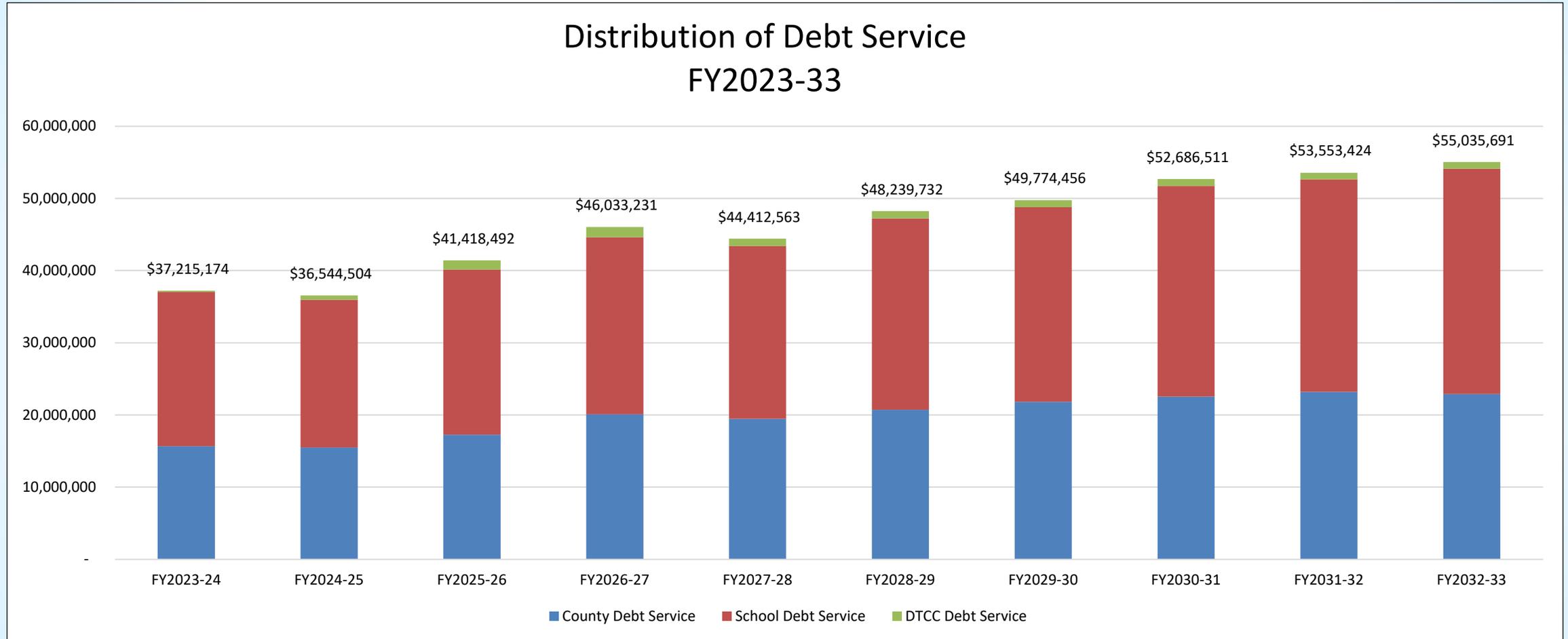


FY2023-33 Recommended Capital Investment Plan

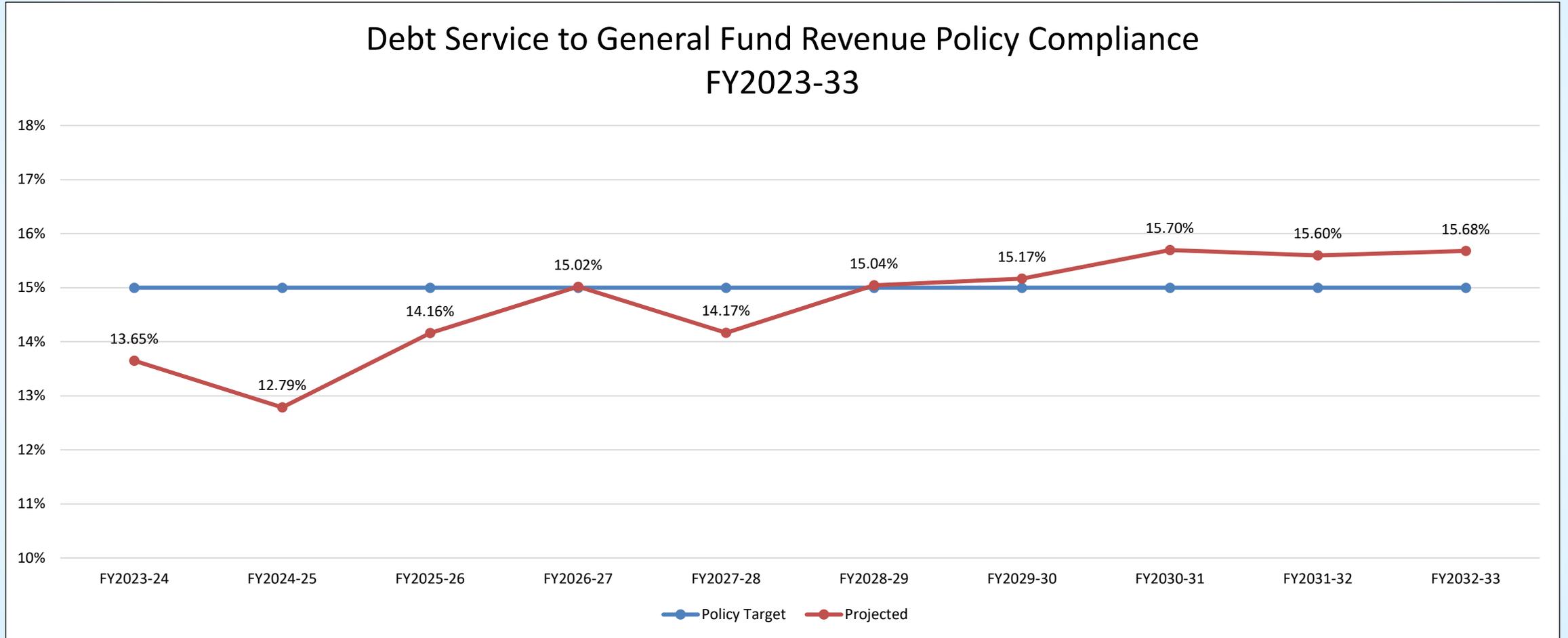
Debt Service Schedule FY2023-33



FY2023-33 Recommended Capital Investment Plan



FY2023-33 Recommended Capital Investment Plan



FY2023-33 Recommended Capital Investment Plan

Tax Equivalent Analysis		
Fiscal Year	FY2023-33 Recommended CIP	Basis for the Need
FY2023-24	0 cents	
FY2024-25	0 cents	
FY2025-26	0 cents	
FY2026-27	2.85 cents	To Fund the First Tranche of the Bond
FY2027-28	0 cents	
FY2028-29	1.75 cents	To Fund the Second and Third Tranche of the Bond
FY2029-33	0 cents	
TOTAL	4.60 cents	

FY2023-33 Recommended Capital Investment Plan

- Long Range Projects Coming Into Focus
 - Affordable Housing
 - Three Five (5) million installments
 - Community Center Space Needs
 - Rogers Road Expansion - \$2.3 million
 - FY2025-FY2027
 - County Recreation Center
 - Replacement Facility - \$16.4 million
 - FY2028-FY2030
 - Emergency Radio System Buildout
 - Four New Towers + Equipment Enhancements on Five Existing - \$29 million
 - Five Year Plan Starting in FY2025-26

FY2023-33 Recommended Capital Investment Plan

- Horizon Issues
 - School Capital Needs Report
 - Full Funding of School Capital Needs
 - New Strategies to Increase Local Capacity
 - State/Federal Funding Sources
 - County Facility Master Plan Shorter Term Issues
 - Link Building
 - Old Detention Center Site
 - Emergency Services Facility
 - Old Environment and Agriculture Center Site

FY2023-33 Recommended Capital Investment Plan

- Schedule for Consideration

- Introduction of the Capital Investment Plan April 4
- Work Session on Capital Investment Plan April 11
- Further Consideration through Budget Work Sessions May-June
- Approval of the Operating and Capital Budget June 20