



Introduction of the Capital Investment Plan for FY2025-35

Board of Commissioners Business Meeting

April 1, 2025

Purpose

- Purpose of the Capital Investment Plan
 - Board Approves Year 1 of the Plan as the FY2025-26 Capital Budget
 - Ten Year Planning Horizon (FY2025-35)
 - 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

FY2025-35 Recommended Capital Investment Plan

- Plan Alignment

- Countywide Strategic Plan – Priorities

- Environmental Protection and Climate Action
 - Healthy Community
 - Housing for All
 - Multi-modal Transportation
 - Public Education/Learning Community
 - Diverse and Vibrant Economy

- Responsive Projects

- Climate Action Plan Projects
 - Behavioral Health Crisis Diversion
 - Affordable Housing
 - Mountains to Sea Trail
 - School Pay-go for Planning and Design
 - Mebane Water Line Partnership

FY2025-35 Recommended Capital Investment Plan

- Education Projects – 10 Year Plan
 - School Capital Funding Policy
 - Adopted January 21st by BOCC
 - School submissions align with Board project-based allocation
 - \$300 million School Bond
 - Allocated by specific project over 6-year window.
 - Each District starting design on elementary school in FY2025-26
 - Staff adjusted sequencing of district submissions to ensure both were receiving funds at equal rates
 - \$100 million Pay-As-You-Go (not borrowed)
 - Two-year phase in of Pay-Go
 - » FY2025-26 \$6.4 million
 - » FY 2026-27 \$10 million
 - Additional Funding to be added in years 6-10 to achieve \$100 M over 10 years.
 - Provides Flexibility & No interest
 - Reduces Impact of Borrowing on Debt Service to General Fund Revenue Measure
 - Enduring Source of Maintenance Funds After Bond is Exhausted

FY2025-35 Recommended Capital Investment Plan

- Education Projects – FY 2025-26
 - Major Projects - \$12.4 million
 - Design of Carrboro Elementary
 - OCS Elementary School Design
 - Project Management Funds
 - High Priority Needs – Allocated to specific projects in both districts - \$6.3 M
 - Other Capital Uses – Allocated by Category - \$6.4 M
 - Last Tranche of Supplemental Deferred Maintenance

Year	CHCCS	OCS
<i>Previously Authorized</i>	\$26,631,000	\$24,369,000
FY2025-26	\$9,000,000	
TOTAL	\$35,631,000	\$24,369,000

FY2025-35 Recommended Capital Investment Plan

- Plan Alignment

- County Long Range Facilities Plan

- \$89.1 million in Total Project Costs
 - Seven Major Projects

- Refinements

- Justice System Space Needs
 - Emergency Services Headquarters Sub-Station
 - Southern Human Services Medicaid Maximization Revenue

County Long Range Facility Plan Projects Recommended in FY2025-35 CIP		
Year of Construction	Project	County Cost
FY2027-28	Cedar Grove Conditioned Storage	\$2,635,200
FY2027-28	Emergency Services Headquarters	\$33,571,484
FY2028-29	510 Meadowlands Admin Facility	\$3,641,385
FY2028-29	Justice System Space Needs	\$16,914,576
FY2029-30	Recreation Facility	\$21,630,703
FY2031-32	Deconstruct Old Recreation Facility	\$1,095,784
FY2031-32	Southern Human Services	\$9,628,672
TOTAL		\$89,117,804

FY2025-35 Recommended Capital Investment Plan

- Plan Alignment

- Climate Action Plan

- Five Major Projects

- Sustainable Building Policy

- Directs County departments when designing, constructing, and operating County buildings in a manner aligned with stated Climate Action Plan goals

- Other Sustainability Related Investments

- Community Climate Change Mitigation Grant Program - \$2,931,788 over Ten Years
 - Premium Associated with Purchasing Sixteen (16) Electric Vehicles

Sustainability Projects Recommended in FY2025-35 CIP		
Year(s) of Construction	Project	County Cost
FY 2025-26	Electric Vehicle & Infrastructure Study	\$100,000
FY2025-26-FY2034-35	EV Charging for County Vehicles	\$4,155,060
FY2026-27-FY2034-35	Public EV Charging Stations	\$250,000
FY2026-27-FY2033-34	Solar Photovoltaic Installations	\$1,800,326
FY2030-31-FY2034-35	Community Resilience Hubs	\$1,060,000
TOTAL		\$7,365,386

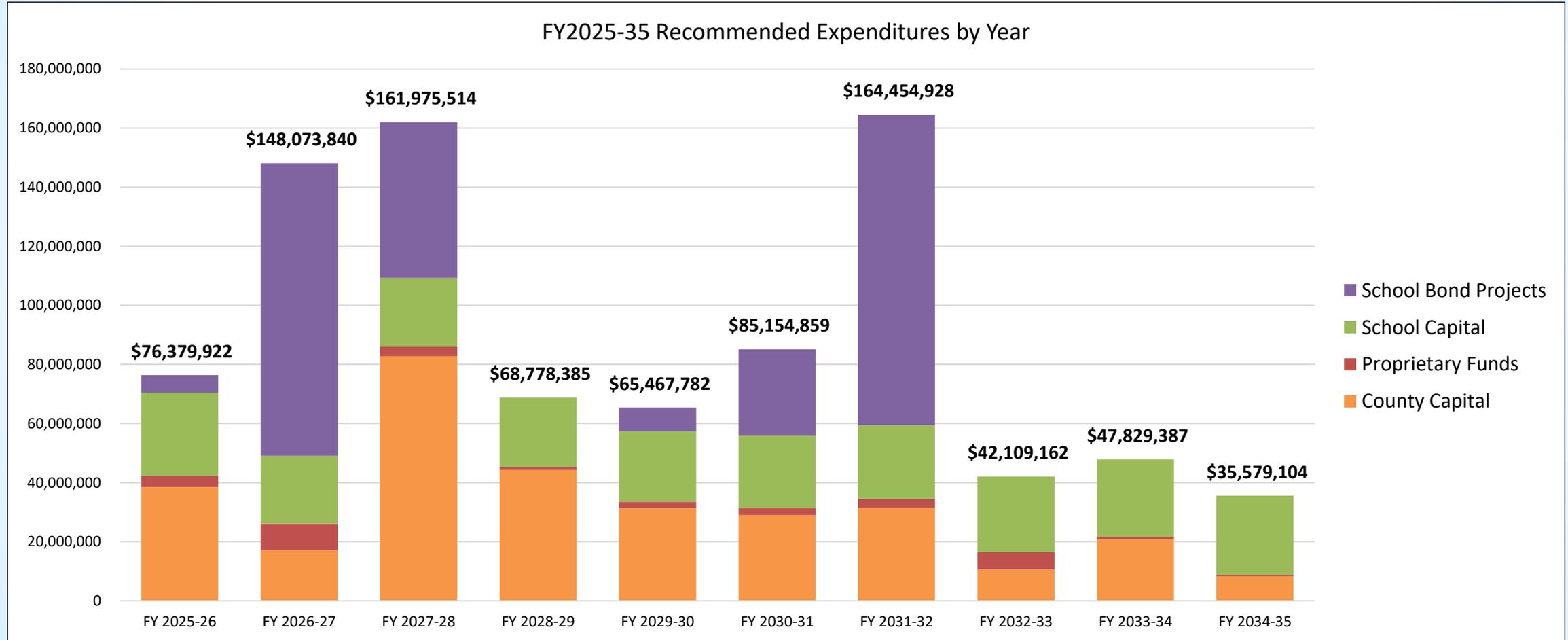
FY2025-35 Recommended Capital Investment Plan

- Year 1 - Other Major County Projects
 - Behavioral Health Crisis Diversion Facility
 - **\$22.7 million Construction in FY2025-26**
 - \$1.8 million Revenue Applied from Cardinal Innovations One Time Transition Funds
 - Evidence Storage Building
 - \$3.7 million County Cost
 - Move Evidence from old Jail to new Detention Center location

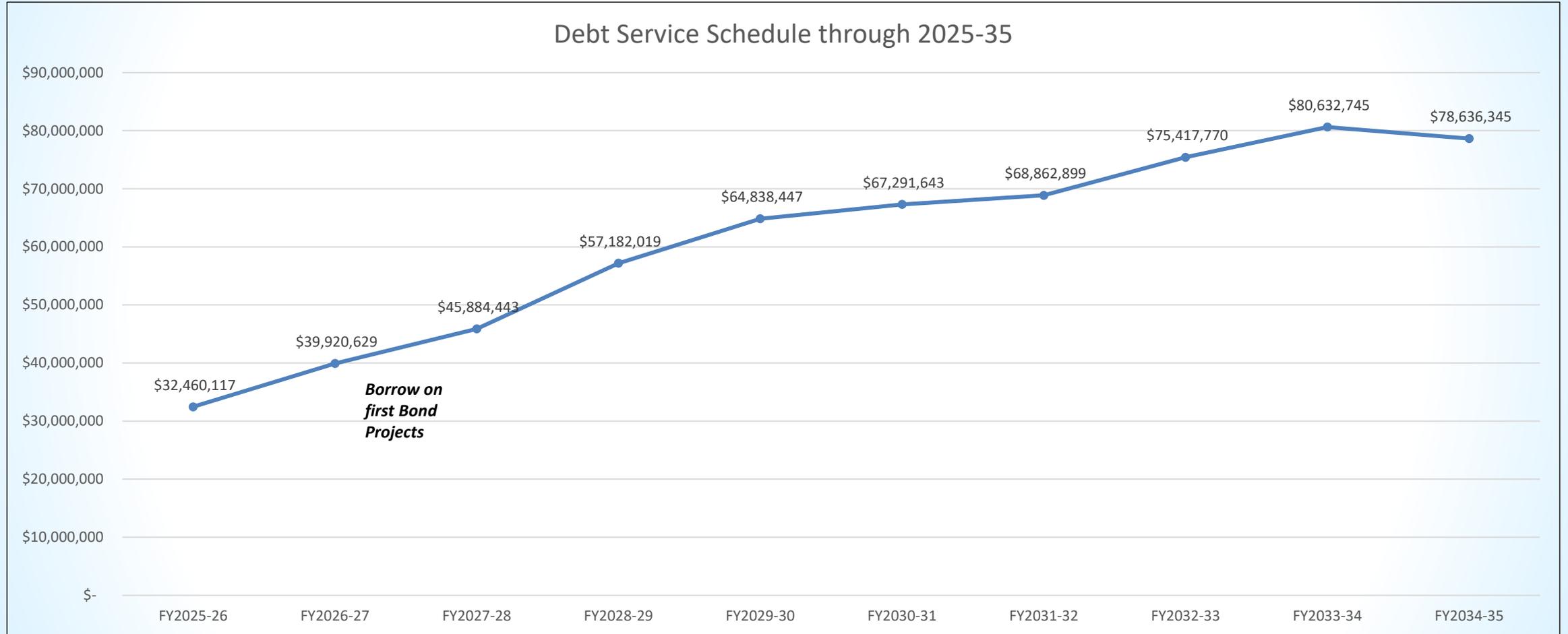
FY2025-35 Recommended Capital Investment Plan

- Capital Investment Plan by the Numbers
 - Total Recommended FY2025-26 Capital Expenditures - \$76.4 million
 - County Capital \$38.5 million
 - Proprietary Funds \$3.7 million
 - School Capital \$34.1 million
 - Total Ten Year Plan – \$895.8 million
 - Decrease of \$2 M from FY 2024-34 CIP

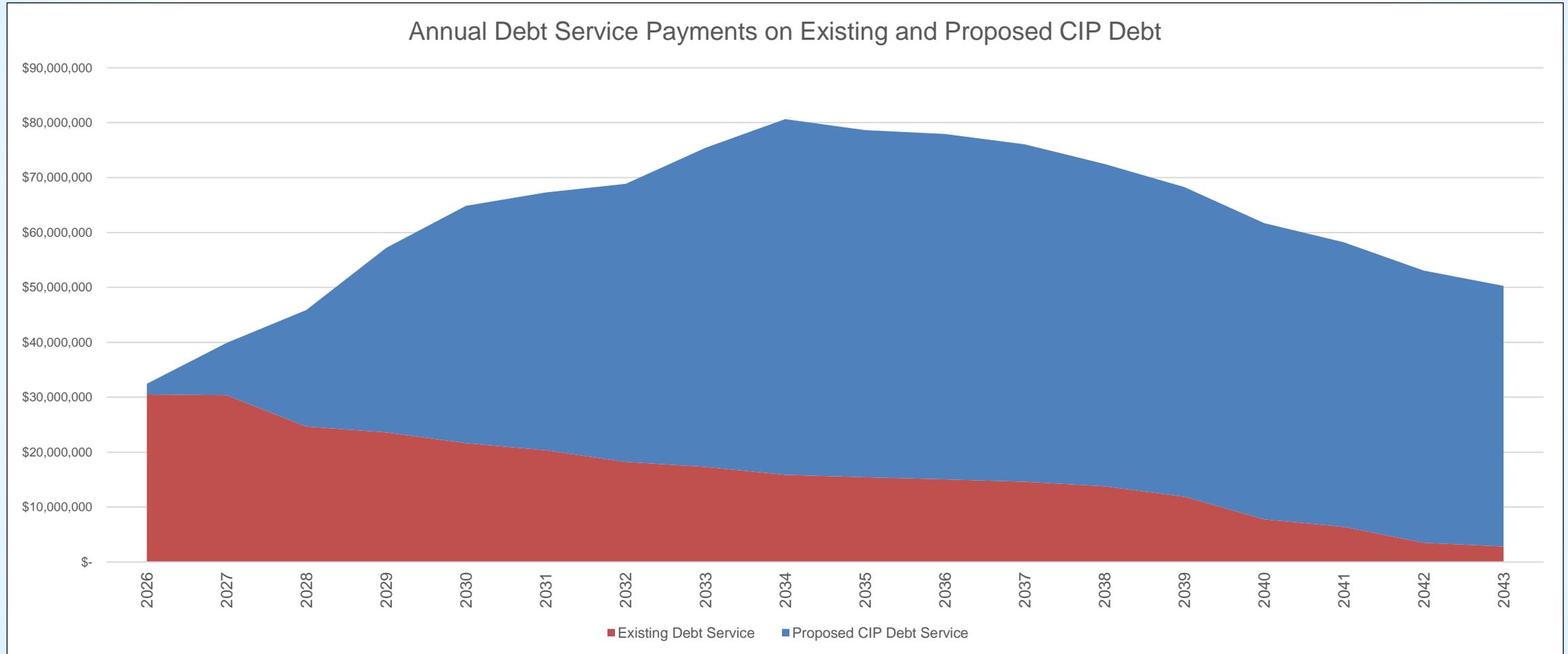
FY2025-35 Recommended Capital Investment Plan



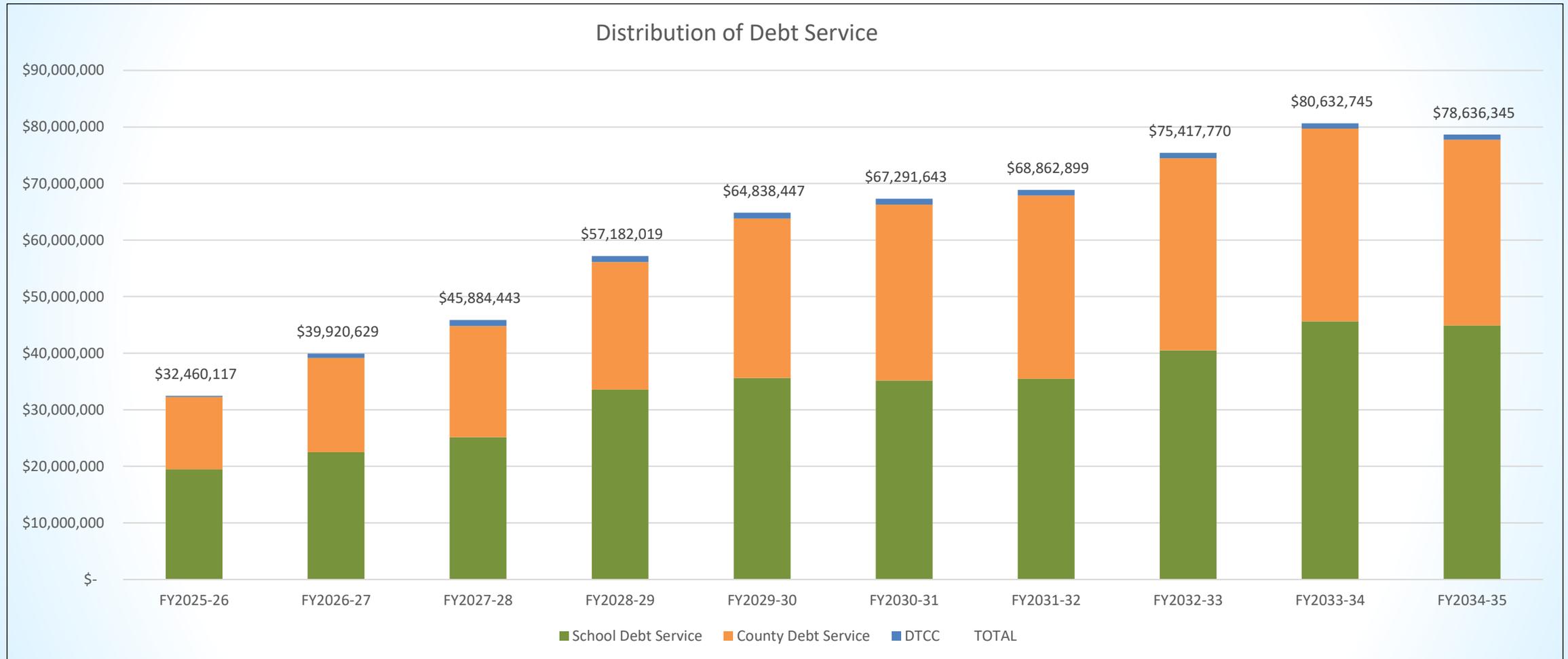
FY2025-35 Recommended Capital Investment Plan



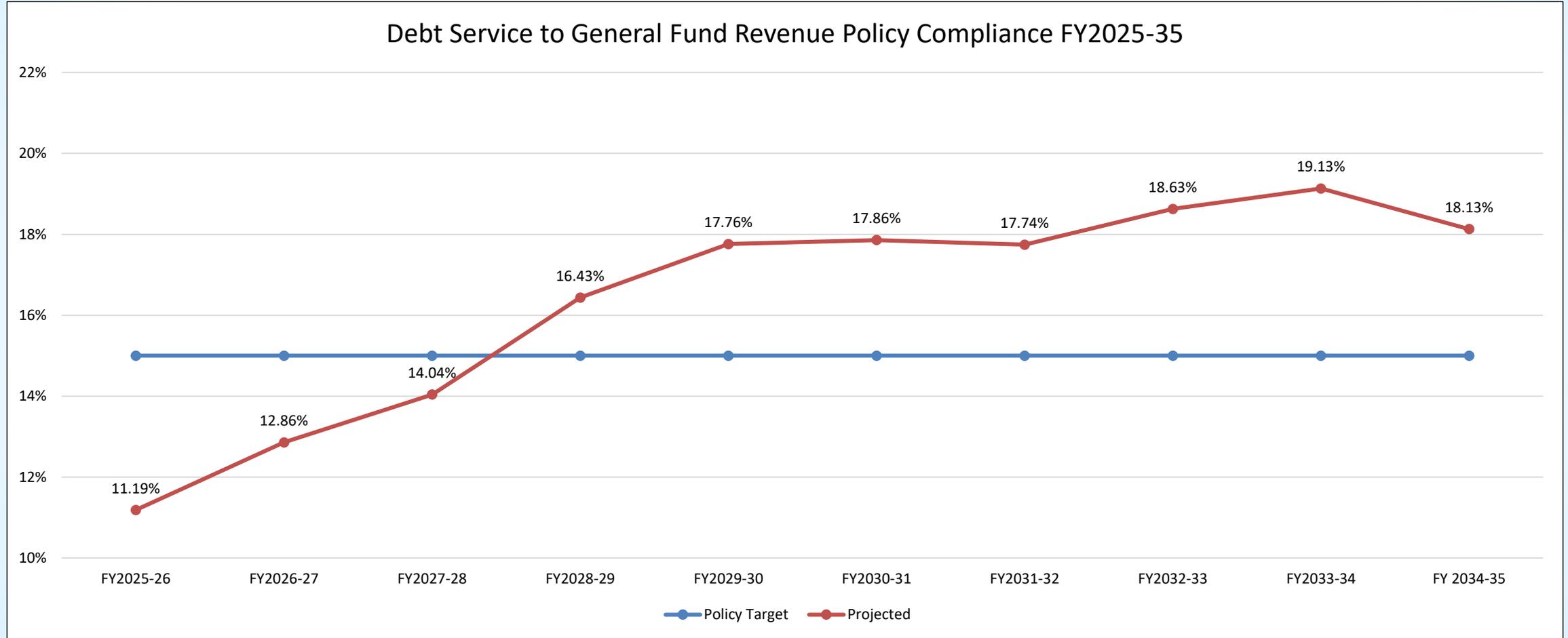
FY2025-35 Recommended Capital Investment Plan



FY2025-35 Recommended Capital Investment Plan



FY2025-35 Recommended Capital Investment Plan



FY2025-35 Recommended Capital Investment Plan

Funding the Plan

- Pay-Go –1.98 cent tax increase in FY 26, estimated 1.09 cent in FY 27.
- Debt – No tax increase required in FY 26.
- County has options for how to fund future debt increases:

Fiscal Year	Incremental Tax	Upfront Tax	Tranche
2026			
2027	1.78	7.68	4.00
2028	1.77		
2029	2.91		
2030	1.59		4.00
2031	0.19		
2032			
2033	1.04		1.40
2034	0.73		
Total	10.01	7.68	9.40

FY2025-35 Recommended Capital Investment Plan

- Significant Long-Range Projects
 - Affordable Housing
 - Three Five (5) million installments throughout FY2025-35
 - Community Center Space Needs
 - Rogers Road Expansion - \$2.9 million in FY2027-FY2029
 - Chapel Hill and Carrboro Contributions - \$1.7 million
 - County Share - \$1.2 million
 - Emergency Radio System Buildout
 - Four New Towers + Equipment Enhancements on Five Existing - \$32 million in FY2026-28
 - Town Public Safety Agencies - \$8 million
 - County Share - \$24 million

FY2025-35 Recommended Capital Investment Plan

- Significant Long-Range Projects
 - Justice System Space Needs
 - Work Group Request for Consolidated Facility
 - Cost Will Vastly Exceed Current Amount of \$16.9 million Budgeted in FY2028-29
 - Emergency Services Substations
 - Joint Project with Chapel Hill FY2026-27 - \$3.6 million in FY2026-27
 - Hub Station in Southern Orange County - \$4.4 million in FY2029-30
 - Lake Orange Phase 2
 - Replace Emergency Spillway and Spillway Channel - \$3.8 million in FY2029-30
 - Parks
 - Soccer.com Expansion - \$4 million in FY2027-28
 - Millhouse Road Park Development - \$3.4 million in FY2029-30

FY2025-35 Recommended Capital Investment Plan

- Schedule for Consideration

- Introduction of the Capital Investment Plan April 1
- Work Session on Capital Investment Plan April 22
- Further Consideration through Budget Work Sessions May-June
- Approval of the Operating and Capital Budget June 17