

GENERAL CAPITAL PROJECTS FUND

The General Capital Projects Fund is used to account for the acquisition of general fixed assets of the County. Fixed assets for the water and sewer system are accounted for in a separate fund, the Water and Sewer Capital Projects Fund. Fixed assets for the solid waste system are accounted for in the Solid Waste Fund. Fixed assets for the Department of Social Services are shown in their operating budget, as required for state reimbursement. The first year of the 6-year Capital Improvements Program (CIP) becomes the capital budget for the next fiscal year. It is budgeted in this fund. For purposes of the CIP, a capital project is defined as a fixed asset having a useful life of at least two years, and costing at least \$5,000.

The General Capital Projects Fund receives its revenues from transfers from the General Fund or in some cases from other funds, federal and state grants, loans, general obligation bonds, certificate of participation, capital leases, and other forms of debt issuance. Smaller fixed assets that can be purchased or constructed within the fiscal year are budgeted in the normal budget process.

NCGS 159-13.2 authorizes counties to adopt capital project ordinances for major projects that may take longer than a year to design and build. Such a project ordinance is adopted not for the current fiscal year, but for the time it takes to complete the project. For example, a major building would be budgeted in a capital projects ordinance, and the appropriations would continue over the two and one-half years it took to acquire the property, design the building, bid the construction, and complete the construction.

This fund accounts for numerous smaller capital projects and equipment, as well as the major capital projects. Appropriations do not lapse at year-end, but continue until the asset is purchased.

General obligation bonds require approval by referendum in most cases. However, state law allows a county to issue general obligation bonds without voter approval for up to 2/3 of the amount of "net principal" paid off in the previous fiscal year. The net principal amount is determined by taking the amount of debt principal paid off in the previous year, then subtracting the principal added in that year from any new debt issued. For example, if a county paid off \$7,000,000 of principal in a year, but issued new debt of \$4,000,000 in that same year, the "net principal" reduction for the year would be \$3,000,000. The county could issue general obligation bonds up to 2/3 of that amount, or \$2,000,000, without a referendum. This 2/3 bond capacity is not cumulative. If it is not used in that specific fiscal year, the county loses that bond issuance capacity.

NOTES:

The proposed Capital Improvements Program, which includes projects for the next six years, contains the financing for the hospital renovation project, the Citizens Center renovation project, and the Court House renovation project.

LINCOLN COUNTY, NORTH CAROLINA
GENERAL CAPITAL PROJECT FUND
FISCAL YEAR 2018

| ACCOUNT | DESCRIPTION | FY 2016 ACTUAL | FY 2017 BUDGET | FY 2017 THRU 2/14/17 | FY 2018 REQUESTED | FY 2018 RECOMMENDED |
|---------------------------|------------------------------------|-------------------|-------------------|-------------------------|----------------------|------------------------|
| REVENUES | | | | | | |
| 44-0000-00-00-34200-4335A | State Grant | \$ - | \$ - | \$ - | \$ (1,000,000) | \$ (1,000,000) |
| 44-0000-00-00-39111-4170B | Transfer from General Fund | - | - | - | (100,000) | (100,000) |
| 44-0000-00-00-39111-4380C | Transfer from General Fund | - | - | - | (100,000) | (100,000) |
| 44-0000-00-00-39111-4390A | Transfer from General Fund | - | - | - | (1,000,000) | (1,000,000) |
| 44-0000-00-00-39500-***** | Proceeds of Financing | - | - | - | (10,637,831) | (10,637,831) |
| TOTAL REVENUES | | - | - | - | (12,837,831) | (12,837,831) |
| EXPENDITURES | | | | | | |
| 44-4170-51-00-57996-4170B | Tax Renovation Construction | - | - | - | 100,000 | 100,000 |
| 44-4335-52-00-57401-4335A | VIPER Equipment | - | - | - | 4,537,831 | 4,537,831 |
| 44-4380-52-00-57995-4380C | Animal Services Design | - | - | - | 100,000 | 100,000 |
| 44-4390-52-00-57995-4390A | Courthouse Design | - | - | - | 1,000,000 | 1,000,000 |
| 44-4530-53-00-57996-4530C | Airport Grading Project | - | - | - | 4,000,000 | 4,000,000 |
| 44-5860-58-00-57996-5860A | Senior Center Expansion | - | - | - | 800,000 | 800,000 |
| 44-6110-56-00-57996-6110C | West Lincoln Library Construction | - | - | - | 2,000,000 | 2,000,000 |
| 44-6110-56-00-57997-6110C | West Lincoln Library Miscellaneous | - | - | - | 300,000 | 300,000 |
| TOTAL EXPENDITURES | | \$ - | \$ - | \$ - | \$ 12,837,831 | \$ 12,837,831 |

REQUESTED CAPITAL IMPROVEMENT PROJECTS

| | | | FY 2018 | FY 2019 | FY 2020 | TOTAL: Expenses: | Approval Status |
|---|--------------------|---|----------------|----------------|--------------|---------------------|--------------------|
| Department: | Project Number: | Requested CIP Project: | 2017-2018 | 2018-2019 | 2019-2020 | | |
| Animal Services | | <u>Shelter:</u> Renovations are needed to incorporate Isolation, Quarantine, Intake and Holding areas, as well as a Surgical Suite, into the shelter. While the public/adoption area of the facility was updated in 2010, the back of the building was built in 2000. This back area needs significant remodeling and expansion to adequately provide care for Lincoln County animals. Proper Intake, Quarantine, Isolation and Holding areas are imperative to animal health, to the flow of animals through the shelter, to the implementation of best sheltering practices and No Kill Philosophy | \$100,000.00 | \$1,000,000.00 | | \$1,100,000.00 | Yes |
| Building Grounds Maintenance | B1 | <u>Auditorium:</u> Replace acoustic panels and paint walls, railings and wing areas back stage. This will include the balcony area as well. The Citizen Center/Auditorium was built in 1979. The auditorium has not been renovated since original construction. The walls are dark blue and beige. They have endured years of use and are in need of new paint. The acoustical panels are the same age and are in need of repairs. The colors are outdated and material is deteriorating. Could be budgeted in the Citizen Center Renovation project. | \$5,000.00 | | | \$15,000.00 | Yes |
| | B22 | <u>Courthouse Renovation and Expansion:</u> Renovate existing structure. Add intake, courtrooms and offices on south side. Add parking structure on north. Existing structure is in dire need of interior renovation. Court system requires more space for additional judge, offices and secure intake and movement of inmates. | \$1,000,000.00 | \$8,000,000.00 | | \$9,000,000.00 | Yes |
| | B24 | <u>Block Smith Gym:</u> Roof replacement, installation of HVAC system and electrical/plumbing upgrade. The gym is under limited use since it does not have air conditioning for summer months. Roof was patched but needs to be replaced to address issues and support HVAC system. Building needs overall electrical and plumbing upgrades. | \$110,000.00 | \$200,000.00 | | \$310,000.00 | No |
| | B26 | <u>Lincoln Wellness Center Crisis Suite Upfit:</u> This is a request from an outside agency. Renovation of the old medical records room into a Crisis Services Suite in the Lincoln Wellness Center at 311 McBee Street. This renovation will create direct access to the building that is in accordance with the NC Building Code and create 4 holding rooms for the evaluation of individuals seeking psychiatric placement voluntarily and involuntarily. The purpose of this renovation is to expand capacity and improve the ability to safely serve the residents of Lincoln County through the Lincoln Wellness Center's delivery of crisis services in the proposed Crisis Suite. Please see attached letter for further details. | \$49,500.00 | | | \$49,500.00 | No |
| Communications | | <u>New PSAP Equipment Outfitting Completion:</u> The new PSAP on Holts Henderson Drive will be equipped with 7 consoles. The CIP reflects a 5 year plan beginning in 2019 to complete the initial grant proposal of 14 positions. The current 9-1-1 Communications is not large enough to compliment the growth and need for 9-1-1 service delivery now and in the future. | \$431,163.00 | \$505,955.00 | \$558,948.00 | \$1,496,066.00 | Yes |

REQUESTED CAPITAL IMPROVEMENT PROJECTS

| | | | FY 2018 | FY 2019 | FY 2020 | | |
|-------------------------------|------------------------|---|------------------|------------------|------------------|-------------------------|------------------------|
| Department: | Project Number: | Requested CIP Project: | 2017-2018 | 2018-2019 | 2019-2020 | TOTAL: Expenses: | Approval Status |
| Emergency Management | | <u>Replace Mobile Communications Vehicle:</u> Vehicle is now 11 years old. Replace our Mobile Communications Vehicle. The chassis miles are low but the engine hours are high because engine runs all the time to operate direct drive generator. It has reached its electrical capacity and generator capacity is at its max. Trouble lights are beginning to come on, we've had two PTO generator failures recently. The camera and repeater tower are no longer functional. HVACs have been replaced, two on board computers need replacing, five consoles need to be updated, there is no antenna space so we are unable to add any more radio capability. This vehicle has aged out with engine and electrical capacity. 1 | \$650,000.00 | | | \$650,000.00 | No |
| Fire Marshall | | <u>Viper Radio System</u> | \$4,537,830.76 | | | \$4,537,830.76 | Yes |
| Library | | <u>Main Library Expansion Land (Jonas):</u> The Jonas library is in need of an expansion. With the dissolution of the regional library, the growth in Lincoln County, and the expansion as well as change in programming/services the existing facility is unable to meet community needs. The existing facility is 40 years old and is landlocked. In order to plan for future facility needs, it is recommended that the county secure a land to relocate the library in the near future. The library has outgrown the space in the existing facility. There is no room to accommodate the programming, technology, and children's/teen services. The Lincoln County Room is being used regularly to accommodate programs and meetings which limits access to local history resources. The in-house and off-site programming is requiring more space in order to meet growing demands. | \$350,000.00 | | | \$350,000.00 | No |
| | | <u>Shanklin Library Expansion Land:</u> The Denver community is in need of a larger library facility. One option includes expanding the Florence S. Shanklin Branch Library. The Shanklin family owns the adjacent land (with the current entrance to the library). If the existing facility is to be expanded, the adjacent land will need to be purchased. The Shanklin library has outgrown the space in the existing facility. Children's programs require advance sign-ups with limited availability. Staff have added additional story times but fire code and parking are still a problem. Patrons have requested additional seating (currently 4 tables with 3 cramped children's tables). | \$110,000.00 | | | \$110,000.00 | No |
| Parks & Recreation | REC 1 | <u>West Lincoln Community Center:</u> Design and construction of a ~15,000 sq. foot recreation center at West Lincoln Park. Center would include multipurpose space for basketball, volleyball, exercise/dance, office space, and meeting room(s). Community recreation center needed for youth sports, classes and activity space. The Recreation Commission has chosen this project as their highest priority moving forward. This would serve as the county's next large PARTF grant application project with county funds to match. Planning and design to begin in FY18 | \$85,000.00 | \$1,500,000.00 | \$1,500,000.00 | \$3,085,000.00 | No |

REQUESTED CAPITAL IMPROVEMENT PROJECTS

| | | | FY 2018 | FY 2019 | FY 2020 | TOTAL: | Approval |
|-----------------------------------|-----------------|---|---|-----------------|----------------|-----------------|--------------|
| Department: | Project Number: | Requested CIP Project: | 2017-2018 | 2018-2019 | 2019-2020 | Expenses: | Status |
| Parks & Recreation (Continued) | REC 2 | <u>Beatty's Ford Park Play Beach Additions:</u> Pending Federal approval. Duke Energy will be constructing the play beach and fishing pier at Beatty's Ford Park in the coming years. Additional needed amenities such as restrooms, changing rooms/showers, picnic spaces, concessions, and office space will be county projects. This is also a high priority identified by our Recreation Commission and we. This would serve as a county PARTC grant application project with county funds to match. Planning and design to begin in FY18 per federal approval of proposed Duke Energy plans. | \$60,000.00 | \$265,000.00 | | \$325,000.00 | No |
| | REC3 | <u>Lincolnton Optimist Park:</u> CIP FY17 funded grading of field, updated drainage and cutting in forth field. Paving for parking area, light replacement for existing fields needed and lighting for new field. New bleachers for new field and replacing old bleachers. Playground installation for visitors. To build county tournament facility, upgrades and additions are needed. Light replacements are needed for existing fields. Paving parking lot will reduce drainage issues and mud on site. | \$15,000.00 | \$60,000.00 | | \$75,000.00 | No |
| | REC 4 | <u>Skate Park:</u> Site selection and development of skate park on property already publically owned. Identified as a priority by the recreation commission. Location needed for skaters to lessen issues with skaters on sidewalks, steps and railings at public facilities. Alternative to team sports for our community. Grants and donations will be sought to reduce county funds needed. | | \$25,000.00 | \$100,000.00 | \$125,000.00 | No |
| | REC 5 | <u>Ironton Park/Sports Complex:</u> Purchase and development of property for a park/athletic complex in the Ironton township. Complex could include playground, soccer fields, picnic shelters and green space. This project has also been chosen as a priority by the recreation commission for placement of new parks. Begin identifying land for purchase use for park/sports complex. | | \$75,000.00 | | \$75,000.00 | No |
| | REC 6 | <u>Vale Recreation Park</u> Pave parking area. Raise outfield fence to accommodate adult teams/tournaments. Parking lot to be paved to cut down on dust and mud and also to define parking. Parking is also used by Union Elementary for overflow. Outfield fence on main field needs to be raised to accommodate adult teams due to shorter distance. | | \$70,000.00 | | \$70,000.00 | No |
| | REC 7 | <u>Indoor Aquatics Complex:</u> The indoor aquatics complex would be available for entire county and to high school swim teams. Need for competition size pool needed. | No funding | | | | No |
| | Tax | | <u>Remodel 1st floor:</u> Remodel the first floor of the old bank building where the Tax Department (other than Reappraisal) is currently located. (2017-2018) Utilize all the space of the first floor, more taxpayer friendly external and internal flow, improved office spaces. | | \$250,000.00 | | \$250,000.00 |
| | | <u>Remodel 3rd Floor:</u> Remodel part of the third floor of the old bank building and move Reappraisal to that location. (2018-2019) To have all tax office employees in the same building. Selling the building where Reappraisal is currently located could offset some of the cost of the remodeling. | \$100,000.00 | | | \$100,000.00 | Yes |
| | | | \$7,613,493.76 | \$11,950,955.00 | \$2,158,948.00 | \$21,723,396.76 | |

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