

Capital Planning Update

May 2, 2024



Recent Debt Issuances and Planning

GO Bond Referendums / Garage Facility / Fire Breathing Equip. / Yard Waste Carts / Other Needs Updated Capital Plan – April 2024

	FY23*	FY24	FY25	FY26	FY27*	FY28	FY29
Bond Issuance:							
2016 Referendum Final Bonds Issued – Oct 2022	\$36M						
2022 Referendum (Phased Bond Issuance) - \$135M	\$47M		\$50M		\$26M		\$12M
Fire Self-Contained Breathing Apparatus (Bank Loan)		\$2.9M					
Garage Facility – Limited Obligation Bonds (LOBS)		\$30M**					
Yard Waste Roll Carts (LOBS)		\$4.2M**					
Various Deferred Maintenance/Other Projects (LOBS)		\$10.8M**					
Tax Rate Dedicated to Debt Service in Cents (General Fund Transfer)	10.75	10.75	10.75	10.75	10.75	10.75	10.75

* Revaluation Effective – Note next revaluation date is FY27 (in 4 years, instead of 5 years due to state requirements)

** June 2024 Submit to City Council for Authorization - Issue Bonds July / August 2024, if Approved

\$135 Million 2022 Bond Referendum - Project Updates

15% Spent and Encumbered as of March 31, 2024

Parks & Recreation (\$70 Million)

- Windsor-Chavis-Nocho Joint Use Facility - \$50 million (Design development review and construction documents in progress)
- Battleground Parks District – Greensboro Science Center - \$20 million (Design of Rainforest Biodome/Aquatic Rehab Center in progress)

Housing (\$30 Million) for Housing GSO Plan

- Affordable Rental Units (\$5 million committed to Community Foundation for Greensboro Loan Fund)
- Access to Homeownership
- Neighborhood Reinvestment

Firefighting Facilities (\$14 Million)

- Renovations to Several Fire Stations (Pisgah Church Rd, Coliseum Blvd., W. Gate City Blvd., Summit Ave.)
- (Station #14- 3633 Summit Avenue in progress and contract awarded on 4/16/24---full renovation of facility built in 1972)

Law Enforcement Facilities (\$6 Million)

- Police Headquarters Renovation (Expect contract to be awarded prior to June 30)
- Records Management System (Vendor evaluation and selection in progress)
- Indoor Firearm Range (Project Complete)

Transportation (\$15 Million)

- Sidewalks/Greenway, Roads, Transit – Local match for federal & state grants

2024 Estimated Additional Debt Capacity - Limited Obligation Bonds

\$10.8M Deferred Maintenance / Other Needs Recommendations

Parks & Recreation Improvements	\$5,281,000	
Cultural Arts Center, Including Roof	\$1,060,000	+\$3,499,652 additional ARPA-enabled award
Heritage House	\$1,000,000	
Gateway Corridor Improvements	\$1,000,000	
Transfer Station Regulatory Repairs	\$781,500	
Greensboro Science Center, Parking Improvements	\$525,000	+ \$375,000 additional ARPA-enabled award
Building Repairs/Upgrades	\$500,000	
Police Facility Security, Including Fencing, Cameras	\$391,000	+\$1,159,000 additional ARPA-enabled award
Central Library Roof	\$292,500	+\$1,200,000 additional ARPA-enabled award
Subtotal	<u>\$10,831,000</u>	
Subtotal		

Debt Capacity

- **Greensboro bond referenda historically held every 5 – 6 years for proposed bond amounts ranging from \$126 million to \$155 million**
- **Smaller, more frequent voter referenda have certain advantages**
 - Allows for better project planning and funding of capital needs
 - Smaller tax rate increases spread out over time
 - Fewer purposes for bonds allow less complex and more strategic information for voters
 - Sitting Council directs bond projects in the near term vs. for planned projects 7 years later
 - Better estimations to comply with new bond statutes regarding voter ballots
- **Next referendum could be as early as November 2025**
 - Start issuing new referendum debt in spring 2026, if voter approved
 - Need to start referendum planning by December 2024 and finalize by June 2025

Future Bond Referenda / Issuance Options

New Bond Issuance – 10 Year Planning Horizon		FY25	FY26	FY27	FY28	FY29	FY30	FY31	FY32	FY33	FY34
OPTION 1)											
Nov 2025 Referendum - \$160M		-	\$40M	-	-	\$40M	-	\$40M	-	\$40M	-
One-time tax rate increase	+1.0 cent in FY26										
OPTION 2)											
Nov 2026 Referendum - \$40M	+ 0.000 cents in FY27	-	-	\$40M	-	-	-	-	-	-	-
Nov 2028 Referendum - \$40M	+ 0.500 cents in FY29	-	-	-	-	\$40M	-	-	-	-	-
Nov 2030 Referendum - \$40M	+ 0.500 cents in FY31	-	-	-	-	-	-	\$40M	-	-	-
Nov 2032 Referendum - \$40M	+ 0.500 cents in FY33	-	-	-	-	-	-	-	-	\$40M	-
Available Capacity- 2/3 Bonds (Both Options)		\$5M	-	-	-	-	-	-	-	-	-

Other Proposed Debt - 2024

Planned Debt Approval- City Council Agenda -June 18, 2024

Garage Facility Improvements

- \$30 million new facility – design and construction documents complete
- CMAR (Samet) in process of soliciting subcontractor bids; Bids due May 21
- Guaranteed maximum price and contract award, if approved, on June 18
- Facility completed in approximately 18 months or by November - December 2025

Yard Waste Collection Carts

- Fall 2023 – Spring 2024 Program communication, outreach and education
- Spring 2024 - Solicited bids and procured 75,000 roll cart containers (96 gallon)
- Summer 2024 plan to issue \$4.2 million Limited Obligation Bonds if approved, funded from various program savings
- Spring 2024 – Container delivery to customers complete
- Fall 2024 – Full program implementation