



Description

Capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. Capital projects are approved through a separate Capital Project Ordinance as they usually span over more than one fiscal year. This section provides information regarding the major on-going or upcoming capital projects for the Village of Pinehurst, the revenues to date, the expenditures to date, a brief description of the project, as well as the anticipated impact of the project on the operating budget.

The Village of Pinehurst is planning to adopt two capital project funds. These two project funds are detailed later in this section and include:

- ❖ Downtown Parking Facility Capital Project Fund
- ❖ Library Expansion Capital Project Fund

Summary

The Village intends to construct a parking facility to provide additional parking in the downtown Village Center area. The planned expansion of parking is to accommodate a proposed addition to the existing Given Memorial Library and to make parking more easily accessible to downtown businesses and their customers. Design for the parking facility is scheduled to begin in FY 2022, with construction commencing in FY 2023.

The Village plans to build an addition to the existing Given Memorial Library building to increase the amount of space for library programming. This expansion is based on the needs Pinehurst residents expressed for expanded or enhanced library services during the recent Library Needs Assessment. Design for the library expansion project is scheduled to begin in FY 2022. Construction of the addition will commence in FY 2025 after the 2024 U.S. Open Championship.



Downtown Parking Facility Capital Project Fund

Budget Highlights

The Downtown Parking Facility Capital Project Fund accounts for the costs incurred in the design and construction of a downtown parking facility. The parking facility will ensure residents and visitors alike have ample parking to frequent downtown businesses and attend community-wide events held in the downtown area. The \$3,500,200 project will be funded by \$150,000 in cash from the General Fund in FY 2022, financing proceeds of \$3,500,000 in FY 2023, and \$200 in estimated investment income.

The project will begin in FY 2022 and there have been no expenditures to date. Design and engineering costs of \$150,200 are anticipated in FY 2022 with construction of the facility planned for FY 2023. A capital project budget ordinance outlined below will be adopted by the Village Council in FY 2022.

Downtown Parking Facility Expenditures and Revenues

Expenditures by Type	Projected Budget	Amount Spent to Date	Balance Remaining
Design/Engineering Costs	\$ 150,200	\$ -	\$ 150,200
Construction Costs	3,350,000	-	3,350,000
Transfer to General Fund	150,000	-	150,000
Total Expenditures	\$ 3,650,200	\$ -	\$ 3,650,200
Revenues by Type	Projected Budget	Amount Received to Date	Balance Remaining
Transfer from General Fund	\$ 150,000	\$ -	\$ 150,000
Loan Proceeds	3,500,000	-	3,500,000
Investment Income	200	-	200
Total Revenues	\$ 3,650,200	\$ -	\$ 3,650,200

Impact on Operating Budget

There will be no impact on the General Fund operating budget for the FY 2022 fiscal year, other than the transfer of \$150,000 as an “other financing use.” When debt proceeds are received, the Village plans to return \$150,000 to the General Fund for design and engineering costs. Once the facility is completed in FY 2023, operating costs in the General Fund will increase to support maintenance, utilities, debt service payments and other programming costs. These expenditures have been incorporated into the Village’s CIP and are detailed in that section. They are also reflected in the five-year financial forecast.



Library Expansion Capital Project Fund

Budget Highlights

The Library Expansion Capital Project Fund accounts for the cost of design and construction of an addition to the Given Memorial Library building. The \$5,000,500 project will be funded by \$2,000,000 in cash from the General Fund, financing proceeds of \$3,000,000 obtained in FY 2025, and \$500 in estimated investment income. A transfer from the General Fund in the amount of \$400,000 is planned for FY 2022 and the remaining \$1,600,000 transfer from the General Fund is planned in FY 2025.

The project will begin in FY 2022 and there have been no expenditures to date. Design and engineering costs of \$400,000 are anticipated in FY 2022 with expansion planned for FY 2025 following the 2024 U.S. Open Championship. A capital project budget ordinance outlined below will be adopted by the Village Council in FY 2022.

Library Expansion Expenditures and Revenues

Expenditures by Type	Projected Budget	Amount Spent to Date	Remaining Balance
Design/Engineering Costs	\$ 400,500	\$ -	\$ 400,500
Construction Costs	4,600,000	-	4,600,000
Total Expenditures	\$ 5,000,500	\$ -	\$ 5,000,500
Revenues by Type	Projected Budget	Amount Received to Date	Balance Remaining
Transfer from General Fund	\$ 2,000,000	\$ -	\$ 2,000,000
Loan Proceeds	3,000,000	-	3,000,000
Investment Income	500	-	500
Total Revenues	\$ 5,000,500	\$ -	\$ 5,000,500

Impact on Operating Budget

There will be no impact on the General Fund operating budget for the FY 2022 fiscal year, other than the transfer of \$400,000 as an “other financing use.” When the expansion is complete in FY 2025, operating costs in the General Fund will increase to support salaries, utilities, supplies, debt service payments and other programming costs. These expenditure changes have been incorporated into the Village’s CIP and are detailed in that section. They are also reflected in the five-year financial forecast.

