



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. The Village of Pinehurst currently has one capital project fund, the Community Center Capital Project Fund, which is detailed later in this section.

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.

Summary

The Village will construct a community center to provide additional indoor space for recreational programs and other activities. The facility will be located in Cannon Park. Project design began in FY 2018, with construction starting in FY 2019.



Community Center at Cannon Park



Community Center Capital Project Fund

Budget Highlights

The Community Center Capital Project Fund was established to account for the costs incurred in the design and construction of a community center. The center will provide approximately 19,555 square feet of indoor recreation space including a gymnasium and multiple classrooms. The facility will also provide office space for the Parks and Recreation staff. The \$4,412,900 project will be funded with cash from the General Fund.

The project began in FY 2018, with \$25,240 expended to date. Design and engineering costs of \$344,000 were funded in FY 2018 with the \$4.1 million dollar construction of the facility funded in FY 2019. The capital project estimates are provided below.

Community Center Expenditures and Revenues

| Expenditures by Type | Projected Budget | Amount Spent to Date | Balance Remaining |
|---------------------------|---------------------|----------------------|---------------------|
| Design/Engineering Costs | \$ 4,412,900 | \$ 25,240 | \$ 4,387,660 |
| Total Expenditures | \$ 4,412,900 | \$ 25,240 | \$ 4,387,660 |

| Revenues by Type | Projected Budget | Amount Received to Date | Balance Remaining |
|----------------------------|---------------------|-------------------------|---------------------|
| Transfer from General Fund | \$ 4,412,900 | \$ 25,240 | \$ 4,387,660 |
| Total Revenues | \$ 4,412,900 | \$ 25,240 | \$ 4,387,660 |

Impact on Operating Budget

There will be no impact on the General Fund operating budget for the FY 2019 fiscal year, other than the transfer of \$4,068,900 as an “other financing use”. Once the facility is completed in FY 2020, operating costs in the General Fund will increase to support salaries, utilities, supplies, and other programming costs. These additional costs will be offset to some degree by savings from vacating a rented facility and additional programming revenues. The revenue and expenditure changes, summarized below, have been incorporated into the Village’s *Capital Improvement Plan* section and are also reflected in the *Five-Year Financial Forecast* section.

| | Fiscal Year Ending June 30 | | | | | |
|-----------------------------|----------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | FY 2019 | FY 2020 | FY 2021 | FY 2022 | FY 2023 | Total |
| Revenues: | | | | | | |
| Recreation Fees | \$ - | \$ 35,000 | \$ 36,100 | \$ 37,200 | \$ 38,300 | \$ 146,600 |
| Operating Costs: | | | | | | |
| Salaries & Benefits | \$ 8,480 | \$ 62,000 | \$ 63,800 | \$ 65,800 | \$ 67,800 | \$ 267,880 |
| Operating Costs | 2,200 | 100,960 | 103,970 | 107,080 | 110,280 | 424,490 |
| Reduction in Lease Exp | - | (26,000) | (26,000) | (26,000) | (26,000) | (104,000) |
| Total Operating Costs | \$ 10,680 | \$ 136,960 | \$ 141,770 | \$ 146,880 | \$ 152,080 | \$ 588,370 |
| Net Operating Impact | \$ 10,680 | \$ 101,960 | \$ 105,670 | \$ 109,680 | \$ 113,780 | \$ 441,770 |