



2021-2027 RECOMMENDED CIP

4 NOVEMBER 2019



What is the CIP?

Capital Improvements Program/Plan

The county's long-term plan for important improvements

The beginning of the budget process

- The operating effects of the Approved CIP will inform the budget process
- The required debt service contribution will be set
- The required capital reserve contribution will be set



County's Process

County **staff presents a recommended capital improvements** program (CIP) on November 4; copies of the document the will be available the next day in county's 3 libraries and on the website

Public input is an important goal of the Board of Commissioners; the public hearing is **November 18**

Following public input Commissioners will hold a work session **November 19** beginning at 9:00 am to review plan in detail

Staff's goal is an adopted **revised** plan **December 16**



Overall Strategy

Find the best way to schedule and fund critical needs

Be cautious with debt-funded projects until impact of significant future projects and of future growth (e.g. Chatham Park) is known

- Construction of additional school
- Shared western intake and water plant
- County complex master plan
- New Sheriff's Office Building

Continue a capital reserve for pay-as-you-go projects, instead of relying on an annual appropriation



Funding Strategy

Fund large, needed facilities through debt:

- School debt to be repaid from **impact fees**, lottery proceeds, and debt reserve
- Other debt to be repaid from **9.2** cents on tax rate going into reserve
- Debt model is based on these funding sources

Fund smaller needs through pay-go capital reserve, funded up front



Despite Funding Strategy

The economy and the weather impact construction costs

If bids come in well over budget, the debt model and capital reserve will be impacted.



Changes from Last Year— Schools

Resurface Tracks: CCS agreed to decrease the county-funded portion for FY 2020 [-100,000]

Shift Funding for Mobile Classrooms: No funding anticipated in FY20 so budgeted funds will shift a year and continue to FY 2025



Changes from Last Year— County Buildings

EOC Expansion [+8,300,000]

- +\$6 million EOC building
- +\$2.3 million land purchase



New Projects

Technology – Core Storage/Server Replacement

Replace essential technology infrastructure that supports the overall County network and access to systems across all departments.

Begin 2025 (Year 5), total cost \$262,800



New Future Projects

- **Schools** – Athletic Field Lighting
- **CCCC** – New Career and Technical Education Building at the main campus
- **Parks** - Build new park facilities and trails and update and renovate existing facilities.
- **Sheriff** – New warehouse to house Sheriff’s Office equipment to include command bus, command trailer, boat, community service trailers, and other equipment.



A Word about AAA

The county's diligent planning contributed to the bond rating:

- AAA from Standard and Poor's
- Aa1 from Moody's

These ratings mean that the county is in a very competitive position in the debt market, as demonstrated in our recent borrowing:

- Interest rate 3.056732%



Next Steps

Public hearing on November 18 (regular meeting)

Work session on November 19, 9:00 am

- If you have questions that you want addressed in depth at the work session, please email us and we will be sure to prepare it for you

Adoption at regular meeting on December 16 (depending on outcome of work session)