

 **FY**  
**2023**

 **FAYETTEVILLE** <sup>N</sup><sub>C</sub>  
AMERICA'S CAN DO CITY



# annual budget

recommended

Budget Work Session  
June 9, 2022



- GO Bond Projects
- List of Unfunded Initiatives
- Parking Lot and Consensus



Council approved a bond referendum for identified needs in public safety, infrastructure, and affordable housing.

A ballot measure will be placed on the November 8, 2022 election seeking authorization to issue up to \$97 M in General Obligation Bonds: \$60 M for public safety projects, \$25 M for infrastructure improvements, and \$12 M for affordable housing strategies.



## 100% Debt Funding

Projects	Funded	Dedicated Property Tax Equivalent*					
		1¢	2¢	3¢	3.5¢	4¢	5¢
		(\$1,450,000)	(\$2,900,000)	(\$4,350,000)	(\$5,075,000)	(\$5,800,000)	(\$7,250,000)
2026	Amount Funded	\$25,400,000	\$50,600,000	\$76,000,000	\$88,854,000	\$101,200,000	\$127,100,000
	Total Cost (Principal + Interest)	\$33,863,000	\$67,457,750	\$101,320,750	\$118,457,962	\$134,915,500	\$169,446,500
	Year of Debt Maturity	2046	2046	2046	2046	2046	2046

\* Represents an equivalent tax increase, revenue repurposing, expenditure reduction, or some combination of two or more adjustments. Assumes the additional revenues begin in FY2023 at \$1,450,000 per penny equivalent and grow at 1.70% per year.

- Possible Tranche(s)

- Scenario 1

- FY2023 Issuance (3.75%): \$32.33 million

- FY2025 Issuance (4.25%): \$32.33 million

- FY2028 Issuance (4.75%): \$32.33 million

- Scenario 2

- FY2023 Issuance (3.75%): \$65 million

- FY2026 Issuance (4.25%): \$10 million

- FY2030 Issuance (4.75%): \$22 million



# GO Bond Projects

Priority	Project	Phase	Project Estimate / Million
<b>Fire Department</b>			2022
<u>1</u>	<u>Fire Station #16</u>	<u>New Construction</u>	\$ <b>8.76</b>
<u>2</u>	<u>Fire Station #9</u>	<u>New Construction on Existing Site</u>	\$ <b>10.16</b>
<u>3</u>	<u>Fire Station #2</u>	<u>New Construction on New Site</u>	\$ <b>8.54</b>
4	Fire Station #7	Renovation	\$ 4.86
5	Fire Station #3	Renovation	\$ 4.98
6	Fire Station #6	Renovation	\$ 5.08
7	Logistics Building	New Construction at Fire Station #4	\$ 3.52
8	Fire Station #11	Renovation	\$ 6.62
9	Fire Station #20	New Construction	\$ 9.25
10	Fire Station #18	Temporary Station (Relocate from Station #9)	\$ 0.010
		<b>Total</b>	\$ <b>61.78</b>
<b>Police Department</b>			
<u>1</u>	<u>New 911 Center</u>	<u>New Construction</u>	\$ <b>33.89</b>
2	Training Complex	New Construction	\$ 23.06
3	Special Vehicle Storage	New Construction	\$ 3.82
4	Cross Creek District	New Construction	\$ 11.92
5	Central District	New Construction	\$ 16.31
6	Headquarters	Renovation	\$ 31.33
		<b>Total</b>	\$ <b>120.33</b>

Property, Operating and Issuance Cost Not Included

Grand Total

\$ **182.11**

## Infrastructure

- Sidewalks - \$7.3M – 14.5 Miles (Approximately \$500k/mile)
- Intersection Improvements - \$800K (5 total intersections – mainly pedestrian accommodations)
- Bike Plan (4 areas – Buffered Bike Lane(s)) - \$450K
- Street Repaving/Pavement Preservation – \$14.7M – 63 Miles (~\$233k/mile resurfaced) or 109 Miles (~\$135k/mile 75/25 resurface/alternative treatment method)
- Management Cost (assuming 4 year delivery) – \$1.75M Total - \$25M (Estimate 7% of total amount, higher if managed externally)

## **Current needs that are not addressed in the FY2023 budget:**

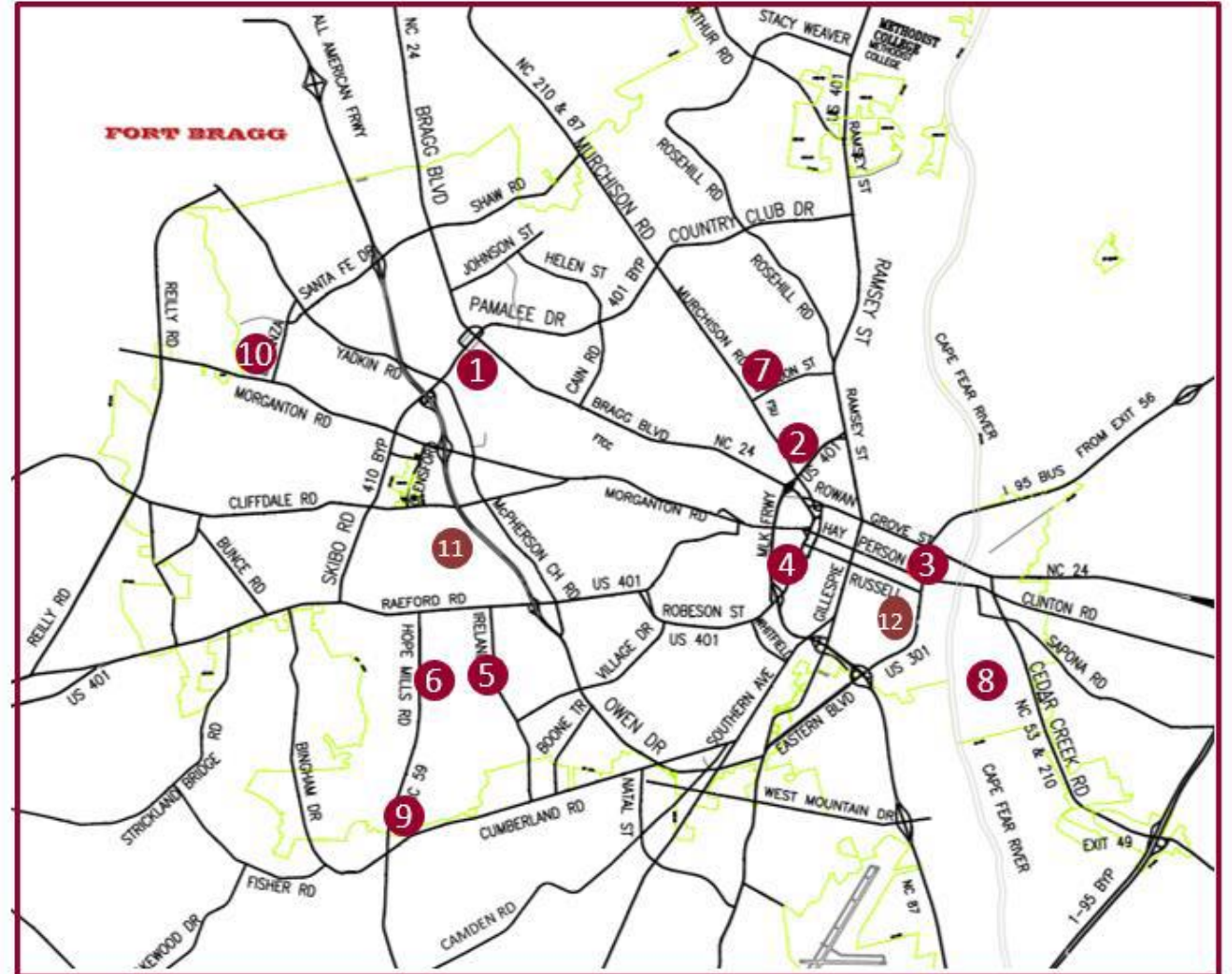
- Second half of the pay study recommendations
- Numerous items on the Parks and Recreation Master Plan
- Pedestrian and Bicycle Master Plans (not requested in GO Bonds)
- Housing study strategies as discussed at the June 6<sup>th</sup> work session
- A permanent facility for our fleet operations
- Black Voices Museum funding (approved but not yet appropriated)
- City SPIRIT findings and the repurposing of the Market House
- Christmas decorations for the downtown area



- **Increase seasonal part time employees to a minimum of \$15 per hour**
  - Approximate impact of \$484,000
- **Multi-purpose Indoor Sports Facility**
  - Staff recommends community partnering for of use an existing facility
- **Walking trail at Lake Rim**
  - Staff estimates an additional \$35 K for resurfacing

- **Outdoor basketball courts**

1. Alger B. Wilkins High School
2. Fire Station #1 (Person St)
3. Evans Hill Park (Fontana St)
4. Hope Park (McIver & Italy St)
5. Ireland Drive Middle School
6. JW Coon Elementary
7. Seabrook Park
8. Mable C. Smith Park (Shadbush Lane)
9. Sherwood Park Elementary
10. Westover High School
11. Montclair School Park
12. JS Spivey School Park



- **Outdoor Basketball Courts**

- **Improvements at all locations**

- Upgraded Backboards
- New Basketball Rims
- Water Fountain (where not already in place)

- **Other improvements**

- Facility lighting at Fire Station #1 and Westover
- Marking of the court at Montclair



- **Next-Gen Workforce**

- Implementing 50% of pay study recommendations
- Comparison of our benefit package to other municipalities
- Provide more flexibility through telecommuting
- Implementing HUB software for Human Resources = increased access for HR related inquires and changes
- Partnering with FTCC, FSU, Ft. Bragg and Workforce Development to increase awareness and visibility of the City as the Employer of Choice in our metro area



- **At-Risk Youth Programs**

- Community Safety Micro Grants \$200 K
- First round of awards June 6, 2022 totaling \$50 K to 32 applicants

- **Increased Gunshot Detection Technology**

- Shot Spotter – coverage for 3 square miles
- Initial Cost of \$259,500
- Recurring annual maintenance costs of \$219,500

- **Financing Option for Sherwood Park Recreation Center and Makerspace**
  - Estimated interest rate = 4.25%
  - Estimated principal = \$8.0 M
  - Minimum interest paid over 20 years = \$3.6 M
  - Total cost of the projects = \$11.6 M
  - Debt payments range from \$739 K to \$412 K per year



- **Infrastructure Improvements in Bonnie Doone**
  - Discussion with PWC regarding the installation of water and sewer in Bonnie Doone will continue as this area is improved and developed.
- **Homelessness and Affordable Housing Strategies**
  - ECD presented affordable housing strategies that aid in ending homelessness at the June 6, 2022 work session.



- **Concierge Program Expansion**
  - Funded in FY22 at \$15 K as a pilot program
  - Designed to improve hospitality and cleanliness in the downtown area by providing direction and way-finding assistance, connecting the homeless population to services, safety escorts, downtown litter abatement, and many other services that engage downtown visitors
  - ECD recommends funding at \$15 K in FY23 using CBTD funds





- **Community Beautification Funding**
  - Funded at \$20 K annually
  - Specifically for neighborhood signage in subdivisions
  - General Fund funding for FY22 has been exhausted and projects have already been identified for a portion of the FY23 GF funds. Grant funds are also available for beautification efforts in qualified census tracts. As the General Fund funds are depleted during FY23, staff will return to Council and request the appropriation of additional funds.

- Final consensus of Parking Lot items
- Budget Public Hearing followed by Adoption
  - Monday, June 13th





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