

Manager's Recommended CIP

Fiscal Years 2026-2030 Capital Improvement Plan & Fiscal Year 2025-2026 Capital Budget



April 7, 2025

What is a CIP?



A five-year planning & implementation tool for acquiring, developing, constructing, maintaining, and renovating public facilities, infrastructure, and equipment.

Includes the needs of: The Court System; Alamance-Burlington School System (ABSS); Alamance Community College (ACC); & Alamance County Government (AC).

Capital Improvement Plan (CIP)

Multi-Year Plan of proposed capital projects and forecasts future spending needs

VS

Capital Budget

First year costs of the Capital Improvement Plan – these are the projects and expenditures requiring a vote by the Board



Capital Project Definitions

- Acquisition or construction of a facility
- Acquisition of land or an interest in land
- Ongoing acquisition of assets such as major equipment or physical systems (i.e., computer technology, radio systems, vehicles, etc.)
- Modification to facilities, including additions to existing facilities that increase the square footage, useful life, or value of the facility
- Capital maintenance or replacement projects on existing facilities

Meets one of the definitions to the left

Minimum cost of \$50,000

Useful lifespan of 10+ years



Changes from Prior CIPs

- Budget Capital Projects out of multi-year project funds rather than General Fund
 - General fund revenue will be transferred to multi-year funds
- Does not include funding for regular repairs & maintenance for ABSS, ACC, and AC, sometimes referred to as PAYGO projects or capital outlay
 - These are included in the Recommended Operating Budget you will receive on May 19th
- CIP includes funding for vehicles and equipment previously budgeted in the Operating Budget

Fiscal Year 25-26: Proactive Budgeting





Proactive Budgeting

- Discussed the need for proactive budgeting and data-driven decision-making at the Board Retreat as our resources shrink and the needs of our aging infrastructure grow
- Planning for necessary roof replacements, HVAC replacements, and technology replacements rather than waiting until they reach the stage of causing safety and security issues

Highlighting Projects and Expenditures





FY25-26 Capital Expenditure Drivers

ABSS FY25-26 Capital Budget: \$11.4 million

- Roof Replacements: \$5.1 million
- HVAC Replacements: \$4.8 million
- Technology Equipment: \$1.4 million



Phase II Joint Study – Structural Needs

- **Phase I (FY24-25)** – Issued Bonds for \$19 million
 - ABSS Facility Roof and HVAC Replacements
- **Phase II (Years 2-10)** – General Fund Transfer: \$10 million/year beginning FY25-26
 - Future Facility Structural Needs Plan



FY25-26 Capital Expenditure Drivers

ACC FY25-26 Capital Budget: \$0

- ACC will continue to work on completing previously funded bond projects including the Public Safety Training Center construction
- ACC requests no additional funding for capital improvement projects in FY25-26 while the college completes a Facilities Condition Assessment
- ACC anticipates submitting a 5-Year capital improvement plan in FY26-27 based on the assessment



FY25-26 Capital Expenditure Drivers

AC FY25-26 Capital Budget: \$19.0 million

- Facilities Improvements*: \$13.6 million
 - Landfill Projects: \$11.6 million (enterprise fund)
- Technology: \$878 thousand
- Equipment and Vehicles*: \$4.5 million
 - Landfill Projects: \$2.0 million (enterprise fund)

* Includes Landfill capital projects



Potential Future Impacts

- Recommended projects for FY25-26 are sustainable without impacting the property tax rate
- Mebane EMS Base will require additional EMTs/Paramedics in FY26-27 along with operating costs but will not need additional ambulances
 - Estimated annual operating impact: \$1.5 million



Recommended Capital Budget Change from Prior Year

Funds	FY24-25 Revised	FY25-26
Project Costs		
Alamance-Burlington School System	\$ 20,915,389	\$ 11,400,000
Alamance Community College	\$ -	\$ -
Alamance County Government	\$ 46,230,896	\$ 18,974,863
Total Project Costs	\$ 67,146,285	\$ 30,374,863

Next Steps



CIP Work Session: April 28, 2025?

Budget Public Hearing: June 2, 2025

Capital & Operating Budget Adoption: June 16, 2025