

# SPECIAL REVENUE FUNDS

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The Special Revenue Fund was restructured in 2011 to comply with GASB 54. The Capital Reserve Fund and Payment In Lieu Fund previously presented as part of the Special Revenue Fund are now part of the Capital Projects Fund. The Special Revenue Fund includes: Affordable Housing Fund, Grant Fund, Revolving Loan Fund, Energy Efficiency Revolving Loan Fund, and Business Loan Fund.

**Affordable Housing Fund** – This fund was created to advance the Town’s goal of increasing the stock of affordable, safe and decent housing within the Town and its’ planning jurisdiction. The fund was established by a resolution on June 26, 2007. Payments to the fund, made by developers, in lieu of providing affordable housing under the applicable provisions of the Land Use Ordinance, are deposited into the fund in addition to any other revenues such as grants, donations, loans, interest payments, or other contributions.

**Grant Fund** – This fund accounts for grant awards made to the Town that are legally restricted to expenditures for specific programs, activities, and purposes.

**Revolving Loan Fund** - The Revolving Loan Fund is used to encourage economic and community development in Carrboro by offering loans to new businesses and encouraging businesses to locate in Carrboro.

**Energy Efficiency Revolving Loan Fund** – The Energy Efficiency Revolving Loan Fund was initially funded with grant funds from the US Department of Energy through a grant award to the Southeast Energy Efficiency Alliance to offer loans to businesses with the goal of increasing energy efficiency in commercial buildings.

**Business Loan Fund** – The Business Loan Fund was created to provide loans to supplement other financing where a project may not meet the requirement for job creation, but the Board believes the business would contribute to the Towns commercial growth.

## BUDGET SUMMARY

### SPECIAL REVENUE FUNDS, TOTAL

	TOTAL APPROPRIATED	PRIOR YEARS ACTUAL	2013-14 ADOPTED BUDGET	2014-15 ADOPTED BUDGET	CHANGE
<i>REVENUE</i>					
INVESTMENT EARNINGS	654,760	-	83,310	88,854	7%
GRANT REVENUES	815,604	447,900	290,957	211,523	-27%
OTHER REVENUES	850,128	128,128	81,920	380,048	364%
TRANSFERS	307,246	-	62,001	179,987	190%
<b>TOTAL REVENUE</b>	<b>2,627,738</b>	<b>576,028</b>	<b>518,188</b>	<b>860,412</b>	<b>66%</b>
<i>EXPENDITURE</i>					
COMMUNITY DEVELOPMENT	-	-	-	-	N/A
GENERAL GOVERNMENT	30,386	-	16,628	3,707	-78%
OTHER APPROPRIATIONS (LOANS)	975,128	79,000	25,000	303,132	1113%
TRANSFERS TO OTHER FUNDS	69,200	-	-	-	N/A
GRANT EXPENDITURES	899,943	447,900	315,604	237,803	-25%
COMMITMENTS	-	-	-	-	N/A
RESERVES	653,081	-	160,956	315,770	96%
<b>TOTAL EXPENDITURES</b>	<b>2,627,738</b>	<b>526,900</b>	<b>518,188</b>	<b>860,412</b>	<b>66%</b>

# AFFORDABLE HOUSING FUND

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This fund was created in 2007 with the goal of increasing the stock of affordable, safe and decent housing within the Town and its planning jurisdiction. Funding for the fund is from developers that make a cash payment, in lieu of providing affordable housing under the applicable provisions of the Land Use Ordinance, and other revenues such as grants, donations, loans, interest payments, or other contributions that are received.

## BUDGET SUMMARY

AFFORDABLE HOUSING FUND	TOTAL APPROPRIATED	PRIOR YEARS ACTUAL	2013-14 ADOPTED BUDGET	2014-15 ADOPTED BUDGET	CHANGE
<i>REVENUE</i>					
INVESTMENT EARNINGS			957	560	-41%
TRANSFERS	28,707		11,750	28,707	144%
<b>SUBTOTAL</b>	<b>28,707</b>	-	<b>12,707</b>	<b>29,267</b>	130%
<i>EXPENDITURE</i>					
HILLSBOROUGH HOUSING CO-OPERATIVE	-	-	9,000	-	-100%
PEST CONTROL	3,707	-	3,707	3,707	0%
RESERVES	25,000	-	-	25,560	N/A
<b>SUBTOTAL</b>	<b>28,707</b>	-	<b>12,707</b>	<b>29,267</b>	130%

# GRANT FUND

The Grant Fund accounts for grant awards made to the Town by other public or private funding sources. In FY 2012-13 the following grants were closed out:

- Fire Sprinkler System Grant
- Clean Water Act Grant
- Southeast Energy Efficiency Alliance (SEEA) Grant
- Physical Activity ARRA Grant
- Safe Route to School Non-Infrastructure Grant

Below is a summary of the grants currently in the Grant Fund:

- Small Business and Entrepreneurial Assistance Community Development Block Grant award from the North Carolina Department of Commerce, Community Investment and Assistance, for Roberson Street Sewer Project in downtown.
- Cultural Arts and Entertainment District. Several funding sources have been secured for planning a Cultural Arts and Entertainment District. These include the Orange County Arts Commission (\$1,500), Strowd Rose Foundation (\$9,800) and the Town of Carrboro (\$15,000).

## BUDGET SUMMARY

GRANT FUND	TOTAL APPROPRIATED	PRIOR YEARS ACTUAL	2013-14 ADOPTED BUDGET	2014-15 ADOPTED BUDGET	CHANGE
<i>REVENUE</i>					
INVESTMENT EARNINGS	-		-	20	N/A
NC DENR - CLEAN WATER	205,000	205,000	-	-	N/A
SOUTHEAST ENERGY EFFICIENCY ALLIANCE GRANT	242,900	242,900	-	-	N/A
NC DHHS - PHYSICAL ACTIVITY	24,900		9,447	-	-100%
NC SAFE ROUTES TO SCHOOL NON-INFRA.	12,864		2,860	-	-100%
FIRE SPRINKLER SYSTEM GRANT	75,000		75,000	-	-100%
CDBG - ROBERSON STREET SEWER	171,700		171,700	146,563	-15%
CDBG PRORAM/OTHER INCOME	7,000		31,950	-	-100%
ORANGE COUNTY CDBG MATCH	64,940		-	64,940	N/A
ORANGE COUNTY ARTS COMM - A & E DISTRICT	1,500	-	-	-	N/A
STROWD ROSE FOUNDATION - A & E DISTRICT	9,800	-	-	-	N/A
TRANSFER	153,539		24,647	26,280	7%
<b><i>SUBTOTAL</i></b>	<b>969,143</b>	<b>447,900</b>	<b>315,604</b>	<b>237,803</b>	<b>-25%</b>
<i>EXPENDITURE</i>					
WATER RESTORATION - CLEAN WATER	205,000	205,000	-	-	N/A
ENERGY EFFICIENCY PROGRAM	242,900	242,900	-	-	N/A
PHYSICAL ACTIVITY GRANT - NC DHHS	24,900		13,053	-	-100%
NC SAFE ROUTES TO SCHOOL NON-INFRASTRUCTURE	12,864		2,860	-	-100%
FIRE SPRINKLER SYSTEM	75,000		75,000	-	-100%
CDBG - ROBERSON STREET SEWER	312,979		223,191	211,503	-5%
CULTURAL A & E DISTRICT	26,300		1,500	26,300	1653%
TRANSFERS	69,200		-	-	N/A
<b><i>SUBTOTAL</i></b>	<b>969,143</b>	<b>447,900</b>	<b>315,604</b>	<b>237,803</b>	<b>-25%</b>

# REVOLVING LOAN FUND

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The Revolving Loan Fund sustains itself with the interest earned on loans provided to businesses. With this interest, a reserve is created that enables the Town to continue loaning funds to businesses. As loans are paid off, the Town closes the loans and removes them from financial records.

The Revolving Loan Fund contains the following active loans to businesses:

Business	Amount Borrowed	Date of Original Loan
Alphabet Soup	\$48,000	2001
Bryan's Guitar and Music, Inc	\$90,000	2004
Art in a Pickle	\$105,000	2007
Carrboro Co-Working	\$90,000	2008
Beehive	\$56,000	2009
Carrboro Citizen	\$50,000	2009
The Kind Coffee	\$57,000	2009
Second Wind, LLC	\$45,000	2012
PTA Thrift Store	\$24,000	2013

## BUDGET SUMMARY

REVOLVING LOAN FUND	TOTAL APPROPRIATED	PRIOR YEARS ACTUAL	2013-14 ADOPTED BUDGET	2014-15 ADOPTED BUDGET	CHANGE
<b>REVENUE</b>					
INVESTMENT EARNINGS	654,760		81,070	81,070	0%
OTHER REVENUE - LOAN REPAYMENTS	743,000		74,821	60,000	-20%
OTHER FINANCING SOURCES	-		-	299,140	N/A
<b>SUBTOTAL</b>	<b>1,397,760</b>	-	<b>155,891</b>	<b>440,210</b>	<b>182%</b>
<b>EXPENDITURE</b>					
GENERAL GOVERNMENT EXPENSE	26,679		12,921		-100%
ECONOMIC AND PHYSICAL DEVELOPMENT LOANS	743,000		25,000	150,000	500%
TRANSFERS	-		-	-	N/A
COMMITMENTS	-		-	-	N/A
RESERVES FOR LOANS	628,081		117,970	290,210	146%
<b>SUBTOTAL</b>	<b>1,397,760</b>	-	<b>155,891</b>	<b>440,210</b>	<b>182%</b>

# ENERGY EFFICIENCY REVOLVING LOAN FUND

The Energy Efficiency Revolving Loan was started in 2010 with US Department of Energy funds through a grant to Southeastern Energy Efficiency Alliance (SEEA) for the Town to implement a small business energy efficiency revolving loan fund with the goal of increasing energy efficiency in commercial buildings.

<b>ENERGY EFFICIENCY REVOLVING LOAN FUND</b>	<b>TOTAL APPROPRIATED</b>	<b>PRIOR YEARS ACTUAL</b>	<b>2013-14 ADOPTED BUDGET</b>	<b>2014-15 ADOPTED BUDGET</b>	<b>CHANGE</b>
<i>REVENUE</i>					
INVESTMENT EARNINGS	-		2,240	7,764	247%
OTHER REVENUE - LOAN REPAYMENTS	7,128		7,099	20,908	1077%
OTHER FINANCING SOURCES	100,000	128,128	-	-	N/A
<b>SUBTOTAL</b>	<b>107,128</b>	<b>128,128</b>	<b>9,339</b>	<b>28,672</b>	<b>207%</b>
<i>EXPENDITURE</i>					
GENERAL GOVERNMENT EXPENSE					N/A
ECONOMIC AND PHYSICAL DEVELOPMENT LOANS	107,128	79,000	-	28,132	N/A
OTHER FINANCING SOURCES					N/A
TRANSFERS	-				N/A
RESERVES			9,339		-100%
<b>SUBTOTAL</b>	<b>107,128</b>	<b>79,000</b>	<b>9,339</b>	<b>28,132</b>	<b>201%</b>

Below is a list of active Energy Efficiency Revolving Loan Fund loans:

<b>Business</b>	<b>Amount Borrowed</b>
Surplus Sids	\$ 30,000.00
Sophie Piesse	\$ 7,000.00
LB Bradley	\$ 7,000.00
Dispute Settlement Center	\$ 35,000.00
The Arts Center	\$ 28,128.00

# BUSINESS LOAN FUND

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The Business Loan Fund was created to provide loans to supplement other financing where a project may not meet the requirement for job creation, but the Board believes the business would contribute to the Towns commercial growth.

<b>BUSINESS LOAN FUND</b>	<b>TOTAL APPROPRIATED</b>	<b>PRIOR YEARS ACTUAL</b>	<b>2013-14 ADOPTED BUDGET</b>	<b>2014-15 ADOPTED BUDGET</b>	<b>CHANGE</b>
<i><b>REVENUE</b></i>					
INVESTMENT EARNINGS			-		
TRANSFERS	125,000		-	125,000	N/A
<i><b>SUBTOTAL</b></i>	<b>125,000</b>	-	-	<b>125,000</b>	N/A
<i><b>EXPENDITURE</b></i>					
ECONOMIC AND PHYSICAL DEVELOPMENT LOANS	125,000	-	-	125,000	0%
RESERVE FOR LOANS		-	-	-	N/A
TRANSFERS	-	-	-	-	N/A
<i><b>SUBTOTAL</b></i>	<b>125,000</b>	-	-	<b>125,000</b>	N/A