

Item Title: Appropriate \$500,000 of City of Raleigh Municipal Reimbursement and Authorize Disbursement to Centennial Authority for Facility Improvements to the PNC Arena

Specific Action Requested:

That the Board of Commissioners appropriates \$500,000 in City of Raleigh Municipal Reimbursement within Major Facilities Fund for disbursement to Centennial Authority per the 13th and 18th Amendments to Interlocal Agreement for Occupancy and Prepared Food and Beverage Tax.

Item Summary:

The original Interlocal agreement implementing the Countywide Occupancy and Prepared Food and Beverage Tax was approved on November 19, 1991 and has been amended multiple times since. The 13th amendment, approved April 23, 2007, provided \$26 million to the RBC Center, later renamed the PNC Arena, for facility improvements. The 18th Amendment, approved May 31, 2012, provided several options of distributing any excess fund balance from the Convention Center Model.

The 13th amendment provided a payment schedule from FY 2008 through FY 2022 for the disbursement of the \$26 million. Through FY 2018 the Centennial Authority receives an annual disbursement at a minimum of \$1 million and a maximum of \$1.5 million. During a fiscal year in which the actual revenue collections exceed the projected revised ending fund balance additional tax revenues will be provided up to \$1.5 million.

An advance of facility improvement funds has occurred three times since the inception of the 13th amendment: a payment of \$500,000 was made from the County Major Facilities Fund in FY 2009 per the 13th Amendment and a payment of \$679,355 was made in FY 2013 for the Convention Center excess funds per the 18th Amendment. A payment of \$500,000 was also made in FY 2014 from the County Major Facilities Fund, and in FY 2015 a payment of \$1,820,645 was made from excess funds from the Convention Center per the 18th Amendment.

On November 10, 2015 the Centennial Authority requested the additional \$500,000 allowed for under the 13th amendment, thereby reducing the final disbursement amount in FY 2022.

Attachments:

1. 13th Amendment
2. 18th Amendment
3. Centennial Authority Adv Cap due 2007 through 2015
4. Budget Memo