

Hospitality Tax Small Projects Follow-up

May 14, 2018

19

Hospitality Tax Small Capital Projects Funding Process

Process Overview

- Competitive Process conducted to identify projects for Hospitality Tax funding
- Approximately \$3.6M available to award for capital investments in projects consistent with enabling legislation
- Commissioners briefed at April 9, 2018 Work Session
 - Requested additional consideration to include Town of Apex Pleasant Park in funding recommendation

Historical Funding

(From 2003 through 2016)

Jurisdiction	Project
Apex	Apex Performing Arts Center
Cary	Town of Cary Sports Facilities – Soccer, Tennis and Baseball
Cary	Sports Facilities 20 Year Comp Plan
Fuquay Varina	Fuquay Varina Honeycutt Road Park
Fuquay Varina	Fleming Loop Recreational Park
Garner	Garner Centennial Park
Holly Springs	North Main Athletic Complex
Morrisville	Wake Competition Center
Morrisville	Church Street Park Cricket Fields Lights
Raleigh	Marbles/IMAX
Raleigh	WRAL Soccer Center
Raleigh	Carolina Ballet

Jurisdiction	Project
Raleigh	NC Museum of Natural Sciences
Raleigh	NC Museum of Art
Raleigh	NC Museum of Natural Sciences Green Square
Raleigh	St. Augustine's Track
Raleigh	NCSU Gregg Museum
Raleigh	The CAP (Capital Athletic Pavilion)
Raleigh	Museum Park Expansion Project
Wake County	Yates Mill Pond
Wake Forest	Factory Kids Foundation
Wake Forest	Renaissance Centre for the Arts
Zebulon	Mudcats/Five County Stadium

Revenue Collected by Jurisdiction

	Occupancy	Prepared Food and Bev	Total
Apex	\$ 348,010	\$ 1,050,945	\$ 1,398,955
Cary	6,383,526	4,484,332	10,867,858
Fuquay Varina	115,809	844,113	959,922
Garner	407,213	1,356,180	1,763,393
Holly Springs	203,264	596,063	799,327
Knightdale	41,266	620,839	662,105
Morrisville	1,473,171	1,039,907	2,513,078
Raleigh	15,226,910	14,702,798	29,929,708
Rolesville	-	108,648	108,648
Wake Forest	391,833	1,237,375	1,629,208
Wendell	*	85,047	85,047
Zebulon	-	342,728	342,728
Wake County	11,947	902,845	914,792
Total	\$ 24,603,000	\$ 27,382,000	\$ 51,985,000

**Too few establishments to disclose exact collection*

Revised Recommendation

Based on feedback from the April Work Session, the staff recommendation has been revised to include a commitment to the Town of Apex Pleasant Park project

- Commit \$500,000 to Town of Apex Pleasant Park Project
 - Reduce Triangle Aquatic Center from \$1,500,000 to \$1,250,000
 - Reduce Town of Cary from \$490,000 to \$400,000
 - Allocate uncommitted funds of \$111,320
 - Allocate FY2019 funds of \$48,680

Funding Recommendation

Rank	Requester	Project Name	Total Project Cost	Request	April 19 Recommendation	Revised Recommendation
1 (Tie)	Friends of Museum of Natural Sciences	Paleontology Conservation Lab (for Dueling Dinosaurs)	\$ 7,696,716	\$ 1,500,000	\$ 500,000	\$ 500,000
1 (Tie)	Triangle Aquatic Center	Aquatic Center Improvements	\$ 8,743,160	\$ 1,500,000	\$ 1,500,000	\$ 1,250,000
3	Town of Knightdale	Forestville Road Athletic Park Proposal	\$ 7,460,000	\$ 1,500,000	\$ 1,000,000	\$ 1,000,000
4	Town of Cary	Koka Booth and Soccer Park Project	\$ 2,100,000	\$ 735,000	\$ 490,000	\$ 400,000
5	Town of Apex	Pleasant Park	\$ 16,550,918	\$ 1,500,000	\$ -	\$ 500,000
				Total	\$3,490,000	\$3,650,000

Not Recommended for Funding

Rank	Requester	Project Name	Total Project Cost	Request
6	NC Symphony	Meymandi Concert Hall Acoustical Canopy	\$ 558,000	\$ 195,300
7	Triangle Racquet Sports, LLC	Racquet Sports Campus	\$ 23,000,000	\$ 1,500,000
8	Town of Fuquay Varina	Fuquay Mineral Spring Park Amphitheatre Project	\$ 350,000	\$ 85,000
9	Capital SportsPlex	Capital SportsPlex	\$ 12,000,000	\$ 1,500,000

Next Steps

- Today: Determine any further information needed by Board regarding the recommendation
- May 21, 2018: Consider approval of slate of projects at regular Board meeting
- June forward: Bring funding agreements to Board for approval as negotiated
- Conduct review of hospitality taxes with City of Raleigh and stakeholders by January 1, 2020
- Complete next Small Projects Capital Funding Process late 2019/2020