



City of Greensboro

Melvin Municipal
Office Building
300 W. Washington Street
Greensboro, NC 27401

Agenda Report

File Number: 2023-889

Agenda Item# I.4.

Agenda Date: 12/19/2023. **Department:** Financial & Administrative Services

Meeting Type: Council Meeting **Category:** General Business Agenda

Title: 2023 – 889 Ordinance Establishing Tanger Center General Capital Improvements Fund (523) for Accumulated Debt Service and Capital Reserves and to Prepare the Tanger Construction Fund (527) for Closing in the Accounting Records

Council Priority: Place an 'x' in the box.

- | | |
|--|---|
| <input type="checkbox"/> Safest City | <input type="checkbox"/> Most Skilled Workforce |
| <input type="checkbox"/> Easiest Place to Do Business | <input type="checkbox"/> Most Connected City |
| <input type="checkbox"/> Youth Sports Capital | <input type="checkbox"/> Hub of Recreation and Entertainment |
| <input type="checkbox"/> Abundance of Attainable Housing | <input checked="" type="checkbox"/> Other/Admin <u>Fiscal Stewardship</u> |

Council District: 3

Public Hearing: No

Advertising Date/By: N/A

Contact 1 and Phone: Marlene Druga, Ext 2094

Contact 2 and Phone: Anita Wilson, Ext 2817

PURPOSE:

To adopt an Ordinance to establish a new Tanger Center General Capital Improvements Fund (523) and to transfer funds accumulated for future debt service (\$500,000) and future capital expenses (\$1,000,000) from the Tanger Operating Fund (522) and to also transfer remaining unobligated funds in the Tanger Construction Fund (527) in preparation for closing that fund in the accounting records (\$105,049).

BACKGROUND:

In each of the past two (2) full years of operation of the Steven Tanger Center for Performing Arts, facility and other revenues exceeded expenses (including covering debt service of approximately \$2.8 million). No General Fund or taxpayer support has occurred. As such, available funds were accumulated in fund balance in the Tanger operating fund and were designated for future debt service (\$500,000) and future capital improvements (\$1,000,000) as of June 30, 2023, allowing the City to build up reserves in the enterprise fund for these purposes. In addition, in preparation for closing the Tanger Construction Fund (527), unobligated remaining funds of \$105,049 are recommended to be transferred to the new Tanger Center General Capital Improvements Fund for future capital needs.

Vision Statement: "A Community with Endless Economic Opportunities and Exceptional Quality of Life."

BUDGET IMPACT:

A budget ordinance is needed to move accumulated reserves from the operating fund and remaining unobligated amounts in the construction fund to the new Tanger capital project fund to allow for future debt service and capital improvements, as needed. Budget adjustments will also be needed in combination with this ordinance. As capital improvements to the Tanger Center are contemplated, Council will be requested to approve contract awards of \$300,000 or more in a future action (s).

ACCOUNT NUMBER:

522-75-7516101.6523

522-NC-NC.8900

527-75-7501001.6523

527-NC-NC.8500

527-75-7501001.8500

527-75.7501001.8671

523-NC-NC.9522, 9527

Fund 523-Various Expenses

RECOMMENDATION / ACTION REQUESTED:

It is recommended that City Council adopt the attached Ordinance establishing the Tanger Center General Capital Improvements Fund (523) for accumulated debt service and capital reserves and to prepare the Tanger Construction Fund (527) for closing in the accounting records.