

# 12/18/07 - Financing



# Stadium Construction Cost Funding



## April 24, 2007 Proposal

Stadium Authority Project Financing	330.5	} 81.3%
Private Investment (Team & NFL)	363.3	
Public Equity Investment	<u>160.0</u>	18.7%
Total Funding Sources	<u>853.8</u>	100.0%

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## From December 18, 2007 Staff Report

Funds Available for Stadium Construction (\$74.4M from RDA and \$34.6M from Mello-Roos)	109.0
Garage funded by RDA Bonds previously sold	42.0
Substation	20.0
Total Funding Capacity per Staff Report	<u><u>171.0</u></u>

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## Stadium Construction Funding Gap

Requested on April 24, 2007	160.0
Stadium Construction Funding per Staff Report	109.0
FUNDING GAP	<u><u>51.0</u></u>

# Stadium Construction Cost Funding



\$MM **Potential Funding per December 18, 2007 Staff Report**

	RDA Funding Advance from Team - Tax Increment Total from RDA	55.0 19.4 <hr style="width: 100%;"/>	<div style="border: 2px solid red; padding: 5px; display: inline-block;">74.4</div>
	Hotel Mello-Roos Funding Advance from Team - Hotel Mello-Roos Total from Hotel Mello-Roos Total Public Equity	21.5 13.1 <hr style="width: 100%;"/>	<div style="border: 2px solid red; padding: 5px; display: inline-block;">34.6</div> 109.0
	Funding Gap	<hr style="width: 100%;"/>	51.0
	Total Requested Public Funding	<hr style="width: 100%;"/>	160.0

***Advances Required by Team:***

Advance from Team - Tax Increment	19.4
Advance from Team - Hotel Mello-Roos	13.1
	<hr style="width: 100%;"/>
Total advances required by Team	32.5
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# Stadium Construction Cost Funding



## \$MM Potential Funding per December 18, 2007 Staff Report

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Total from RDA		74.4
Hotel Mello-Roos Funding	21.5	
Advance from Team - Hotel Mello-Roos	<u>13.1</u>	
Total from Hotel Mello-Roos		<u>34.6</u>
Total Public Equity		109.0
Funding Gap		<u>51.0</u>
Total Requested Public Funding		<u><u>160.0</u></u>

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**Potential Funding per December 18, 2007 Staff Report**

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Hotel Mello-Roos Funding	21.5	
Advance from Team - Hotel Mello-Roos	<u>13.1</u>	
Total from Hotel Mello-Roos		<u>34.6</u>
Total Public Equity		109.0

Funding Gap	<u>51.0</u>
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- END OF  
PRESENTATION

# Return Calculation



30 Year Totals - Present Values - \$MM

	<u>City</u>	<u>RDA</u>	<u>Citywide Economic Impact</u>	<u>Overall Total</u>
<b>Revenues: (1)</b>				
Cash to General Fund from Stadium	24.0			\$24.0
Sales Taxes, TOT, Etc.	12.0			12.0
Stadium Property Taxes	1.5	10.0		11.5
Economic Impact to City of Santa Clara			1,634.0 (2)	1,634.0
<b>Total Revenues</b>	<u>37.5</u>	<u>10.0</u>	<u>1,634.0</u>	<u>1,681.5</u>
<b>Investment</b>				
Relocate and upgrade electric substation	19.0 (3)			19.0
RDA Funding for Stadium Construction		74.4 (4)		74.4
Hotel-Mello Roos, including Team Advance			34.6	34.6
<b>Total Investment</b>	<u>19.0</u>	<u>74.4</u>	<u>34.6</u>	<u>128.0</u>
<b>Return on Investment</b>	<u>18.5</u>	<u>(64.4)</u>	<u>1,599.4</u>	<u>\$1,553.5</u>

Notes:

- (1) Revenue estimates are from the 12/14/07 Santa Clara City Staff report.
- (2) Citywide economic impact is from the CS&L report, with concurrence by KMA on behalf of the City. Annual amount is \$85M, present valued over 30 years.
- (3) Relocation and upgrade of the substation is estimated by the City at \$20M in 2010 dollars (\$19M is the present value in 2007). Note that the stadium is projected to pay almost \$100M in electric bills to Silicon Valley Power (Santa Clara's municipal utility) over 30 years.
- (4) RDA funding excludes \$42M in bonds previously sold for the Convention Center Garage.