

Markham Sports, Entertainment and Cultural Centre





MARKHAM SPORTS, ENTERTAINMENT & CULTURAL CENTRE

CURRENT STATUS

- On April 26, 2012 Markham Council approved a financial framework for the proposed Markham Sports, Entertainment and Cultural Centre
- Proposed Centre – a 700,000 sq. ft. , NHL-sized arena
- Site Plan for Centre has been received by Development Services.
- Extensive Public Consultation
 - 17 public meetings from April 20,2012 – November 20, 2012
 - includes Council, General Committee, Development Services Committee, MSECC Sub-committee and open houses
- Staff have yet to complete due diligence negotiations and report back to Council
- Notices of Motion and Site Plan will be considered tonight



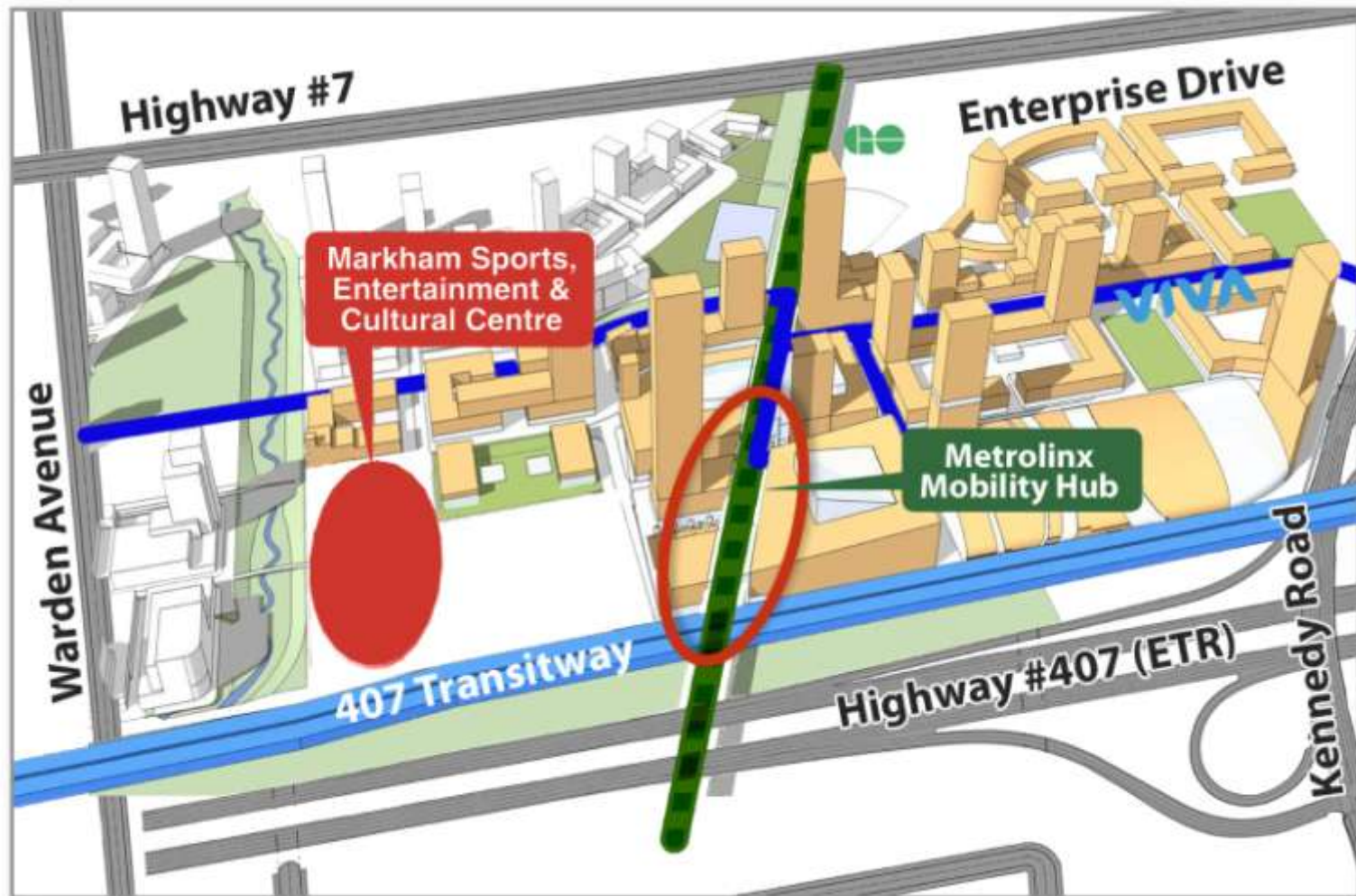
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PROPOSED PROJECT STRUCTURE

- Markham will own the Centre, on Markham-owned land
- The Private Sector Group (Remington) will design, build and construct the Centre for a fixed price (\$325 million, excluding construction financing), and will operate the Centre
- Private Sector Group will pay 50% of the cost
- Markham is borrowing \$325M: \$162.5M for Markham's share, and 162.5M for the Private Sector Group share.
- Private Sector Group to fully secure principal and interest payments for its share
- Private Sector Group is responsible for any cost overruns
- Markham's 50% to be funded through Centre revenues and future development
 - Approximately \$9.4M has already been collected through the special levy

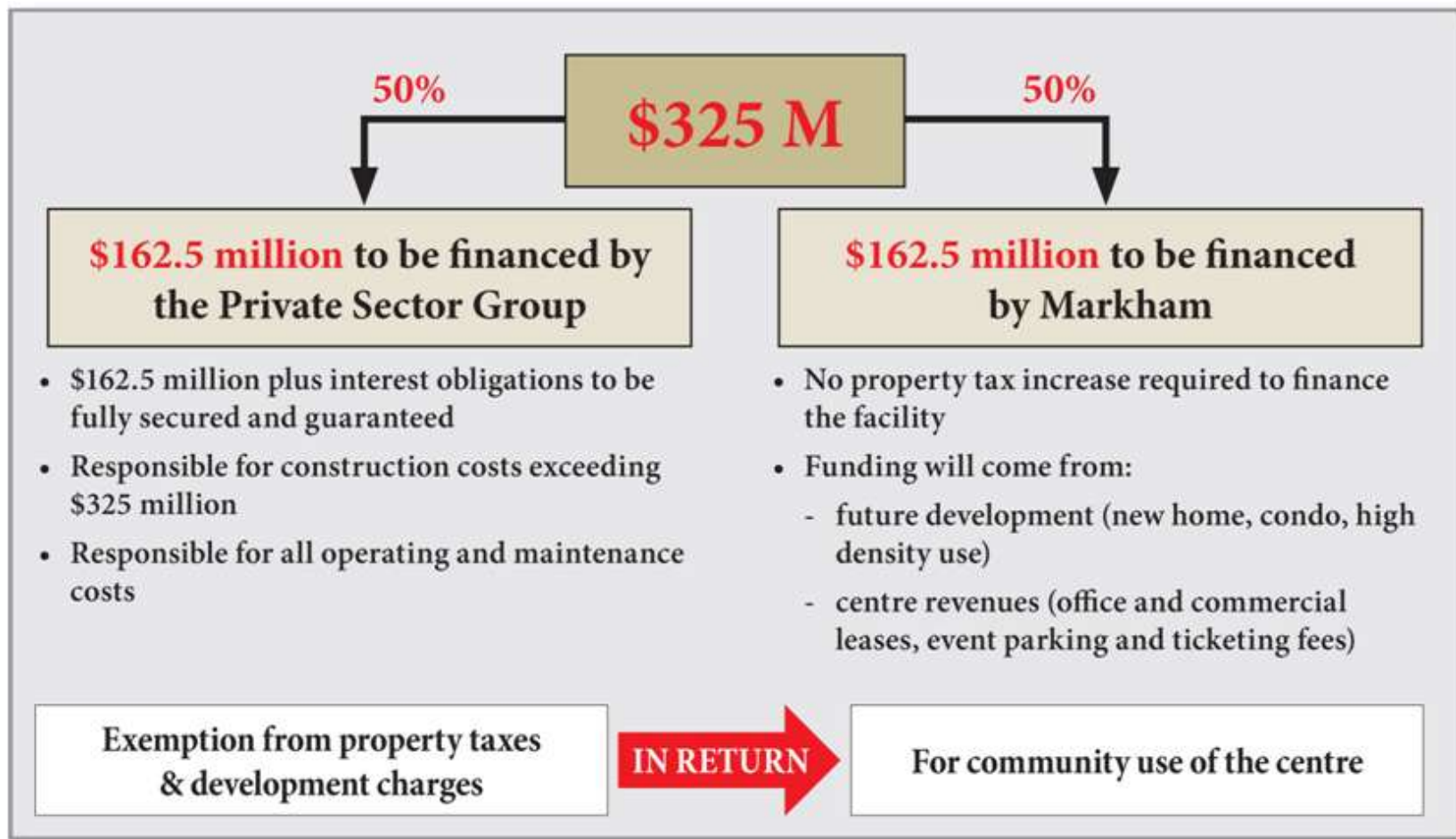
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WHERE IT IS LOCATED



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WHERE WILL FUNDING COME FROM?





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HOW IT IS BEING PAID FOR

-\$325.0M	Construction Cost
-\$162.5M	Private Sector Contribution
-\$120.6M	Future Arena Revenues & Special Development Levies
-\$ 9.4M	Special Development Levies Already Received
-\$ 32.5M	Tax Increment Financing & Section 37
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= 0% Tax Increase	



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WHAT ARE THE BENEFITS?

Benefits based on the Province's Tourism Regional Economic Impact Model

Assumes 130 annual events and 780,000 attendees.

- 600 construction jobs over two years
- 886 post-construction jobs
- \$13.2 million in provincial taxes
- \$61.1 million regional gross domestic product (GDP) annually
- Annual GDP includes \$14.8 million in projected retail, food, beverage and accommodation
- \$28-\$56 million of intangible benefits