

Downtown Arena Funding Framework

Arena Building Cost \$ 450,000,000

Funding Components

NB: Repayment of borrowing is at blended projected 2012-14 Alberta Capital Finance Authority Rates

City Contribution:

Funded through CRL	\$	45,000,000
Funding through reallocation of existing expenditures related to Rexall Place, municipal property taxes on the arena, new parking revenues		
	\$	80,000,000
Total City Contribution		\$ 125,000,000

Annual payments on borrowing over 20 years	\$	9,176,644
Total interest over 20 years		\$ 58,532,876

Katz Contribution: \$ 100,000,000

Annual lease payment over 35 years (including the City's carrying costs)	\$	5,667,386
Total City's carrying costs over 35 years		\$ 98,358,519

User pay through admission surcharge: \$ 125,000,000

Annual payments on borrowing over 35 years	\$	7,084,233
Total interest over 35 years		\$ 122,948,148

Provincial contribution: \$ 100,000,000

Not yet secured

	Low estimate	High estimate
Land (order of magnitude estimate):		
City cost for land for arena bulding	\$ 20,000,000	\$ 25,000,000

Adjacent Infrastructure

Funding by City (high level estimates only):

Connection to LRT	\$	17,000,000	\$ 17,000,000
Pedway bridge over 104 Avenue	\$	25,000,000	\$ 25,000,000
Additional pedestrian connectivity around arena	\$	10,000,000	\$ 15,000,000

Total land and adjacent infrastructure	\$	72,000,000	\$ 82,000,000
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Low estimate

Annual payments on borrowing over 20 years	\$	5,285,747
Total interest over 20 years		\$ 33,714,937

High estimate

Annual payments on borrowing over 20 years	\$	6,019,878
Total interest over 20 years		\$ 38,397,567