Subject: WSP Ice Arena - Funding Agreement

Meeting Date: April 11, 2022
Submitted/Presented by/Department: Nate Burkett, City Manager

Action Type
☐ Consent Item       ☐ Discussion/Direction
☐ Public Hearing     ☐ Informational Only
☒ Action/Motion      ☐ Report
☐ Resolution         ☐ Other:

Action
Approve Agreement between City, WSP Youth Hockey Association and Two Rivers Hockey Boosters for WSP ice arena improvements which includes agreement on improvements to be made, financing and remedies for default authorize minor changes as agreed upon by the City Manager and City Attorney, if requested by the other signing parties, and authorize the Mayor and City Manager to sign.

Background
The City Council has indicated general agreement to proceed with ice arena improvements. This agreement facilitates the financing of the improvements. Highlights of the agreement are:

- The Boosters and Association will share the cost of the building improvements (estimated at $1.65 mil), the city will improve the parking lot by October 2025.
- The City will finance the project early on, leveraging funds the city does not need until February 2024 to bridge the gap.
- The Hockey Association will pay ahead, effectively loaning the Boosters' their portion of the project cost. The Hockey Association will be reimbursed with ice time credits as booster payments come in.
- The maximum risk to the City as of November 20, 2022 will be $350k, which is the amount of funding the city has in the Ice Arena fund.

Attachments
Agreement between City, WSP Youth Hockey Association and Two Rivers Hockey Boosters
Attachment B - Planned Improvements
Attachment C - Operational Plan

Previous Relevant Actions
March 14, 2022 Ice Arena Expansion OCWS

Alternatives
Do not agree - Project is unlikely to be completed in 2022.

Financial
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<table>
<thead>
<tr>
<th>Budgeted: ☒ Yes</th>
<th>☐ No Financial Impact</th>
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<tbody>
<tr>
<td>Fund: 615</td>
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<td>Department: 30000</td>
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<tr>
<td>Account: 36230</td>
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<tr>
<td>Amount: Revenue - $1,650,000</td>
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