



# Tateuchi Center

## A very brief History and overview of Current Project Status

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# Current status

- PACE has raised about \$64M towards the project (including support of operations since 2002 and donated land value)
- City and PACE have completed their commitments under the 2104 MOU.
- City actions:
  - Comparable facilities study
  - Independent feasibility study
  - Economic impact study
  - Financing options assessment
  - Continued public outreach
- PACE has added 6 board members and ramped up fundraising staffing
- Remaining funding gap to complete project, operate for first year: \$138.4M

# Project Schedule

- Complete fundraising by September 2016
- Groundbreaking: March 2017
- Substantial Completion: June 2019
- Opening: Fall 2019

# Proposed Resolution 8914

- Decision to make a capital investment of up to \$\_\_\_\_\_ in Tateuchi Center.
- Direct City Manager to negotiate term sheet with PACE, others as appropriate.

# Agreement Terms Would Address These Topics

- City ownership interest in the property
- A set of preconditions for releasing the funds such as
  - “Last money in”
  - Fundraising completed by a certain date
  - Include an Education Center with flexible configuration, including a studio theatre
  - 50 years of public programming commitments
  - Commercial use of the facility is limited
  - PACE, Bellevue Convention Center Authority and City entering into a “Cooperative Facilities Framework”
  - No commitment on operations funding.

# Agreement Terms Would Address These Topics (cont.'d)

- Checks and balances to address City's interest:
  - Public has broad access
  - PACE engages the community in building its program mix
  - Regular fiscal reports confirming whether Tateuchi Center's operations are sustainable.
- Other terms as deemed appropriate.

# Next steps

If Council decides to approve a statement of intent to make a capital investment, the next steps would be:

- Negotiate “term sheet” with PACE, others as necessary.
- Report back to Council on negotiations (later this Spring/Summer)
- If agreement on “term sheet” reached, negotiate full agreements for Council consideration later this year (Fall)
- Receive updates from PACE over next 18 months on their success in fundraising, performing other conditions agreed upon
- First major proposed “go/no-go” point: Has PACE secured balance of necessary funding by September 1, 2016



# Your Questions





# Interim Funding Option for PACE

2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
				Bonds Issued	Debt service paid via interfund loan	Debt service paid via interfund loan	CIP repays interfund loan and pays debt service	CIP pays debt service	CIP pays debt service	TOT potentially available for debt service and/or CIP reimbursement
Current CIP 2015-2021 <i>--Interfund loan allows adopted 2015-2021 projects to remain intact.</i>										
		Next CIP 2017-2023 <i>--\$20-25M new revenue per year, un-programmed in 2022 and in 2023</i>								