



Metro Football Stadium District Article 33 Sharing Amount for Youth Activities

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City Council Study Session – February 27, 2023

What is MFSD Article 33?

- The Metropolitan Football Stadium District Act and Article 33 of the Lease and Management Agreement between the MFSD and PDB Sports LTD, Bronco' ownership, entitles the MFSD to a one time “Sharing Amount” in connection with the sale of the franchise.

What is the “Sharing Amount?”

- The “Sharing Amount” of the \$4.65 billion sale of the Broncos franchise as determined by the MFSD board, is \$41,037,951 which has been paid to the MFSD. The MFSD Board has elected to distribute these proceeds proportionately to the counties, cities and towns in which the tax was collected.

What this means for Commerce City

- Commerce City is one of many which make up the MFSD in which the tax was charged at one tenth of one percent sales tax from implementation in January of 2001 and ending 2011. After consulting with the Colorado Department of Revenue it was determined that **Commerce City's portion** of the "Sharing Amount of \$41,037,951 is **\$613,462.**

YOUTH ACTIVITY PROGRAMS

- Provisions in the Act and the subsequent Lease and Management Agreement require the funds be used for “YOUTH ACTIVITY PROGRAMS.”
- In approximately one year, Commerce City will need to provide an accounting of how funds have benefited Youth Activities Programs in our community.

Purpose

- The purpose of tonight's presentation is to discuss youth activity programs specific to Commerce City and determine a proposed list of programs, activities or projects for consideration of fund allocation at a future City Council Business Meeting.

Youth Activity Program Possibilities

- Capital improvements – outdoor ninja course or climbing wall.
- Capital replacement – portable baseball mounds (3); gymnastic balance beams (3)
- Trailer for Outdoor Sports programming
- CC Youth Sports Associations – grants for equipment, storage containers
- 27J/ACSD14 (high schools & middle schools in CC) – grants for underfunded sports programs
- First Tee/Junior Golf equipment for youth participants

Next Steps

