

Canadian Sports Institute Ontario &

PAN AM Games

Update for Council

December 8, 2008





Brief Recap

- Partnership with Canadian Sports Centre Ontario and Town of Markham initiated in 2006 to develop a Sports Institute
- Council committed \$69 million towards CSIO through cash contributions, land and property tax avoidance in June, 2007
- Preliminary design concepts, capital costs and operational pro-formas were developed
- A formal bid for the 2015 PAN AM Games was announced with the CSIO being considered as a possible venue
- In September, 2008 a report was presented to Council which highlighted the following:
 - CSIO was positioned to be a possible venue for PAN AM Games but would proceed regardless of success of Bid
 - Applications would proceed to Infrastructure Ontario and Infrastructure Canada to ensure that CSIO would be funded regardless of PAN AM Games Bid
 - Bregmond & Hammond was engaged in partnership with Markham Centre Area developers to ensure CSIO design was integrated into the Markham Centre Plans
 - Third Party review of Capital Costs and Operating Pro-formas was underway by Deloitte



Actions Undertaken

- *Survey of Key stakeholders* and influencers completed by Prolara – strong support for Markham CSIO project
- *Deloitte Report* completed and discussions held to seek clarification on the report. Operating scenarios being revisited as a result.
- *Communications Materials* being re-packaged
- *Sport Institute Components* – CSCO providing clarity on required elements. Costing being updated.
- *Site Concepts* – options provided by Bregmann and Hammand for site concepts in partnership with GO and adjacent land owners. Further options being developed based on input of Markham Centre process.
- *Pan Am Secretariat* - seeking clarity on capital costs and process requirements.



Infrastructure Funding Application

- Funding guidelines were closed in September due to federal election
- Have been recently informed by the Province that the Ministry of Energy and Infrastructure is the entry point for Federal and Provincial Infrastructure Funding Programs. However, infrastructure requests related to Pan Am Bid will not be considered until Pan Am Bid Process completed.
- Former guidelines for Infrastructure Programs/Applications have been reviewed and information is being collected
- Province has informed that application process will be changing
- Further Due Diligence underway post Deloitte report



PAN AM Games Update

- Toronto and Greater Horseshoe Bid was introduced to PASO (Pan American Sports Organization) in October
- Bid Book is underway with submission to PASO in April 2009
- Venue Selection Committee has been formed, chaired by Doug Hamilton
- No formal proposals will be required from Municipalities – venue selection will be based on review of existing and possible venues with heavy input from athletes
- \$1.8 Billion has been committed for Pan Am Games for capital and operating costs - \$1.1 Billion designated for Capital, \$600 Million for Operating Costs and \$100 Million for Legacy Fund
- 56% of capital costs for venues will come from the Federal/Provincial Governments and Municipalities/partners expected to contribute the remaining 44%
- Expected that \$4 to \$5 Million will be contributed annually to operating costs for facilities built as Pan Am Games Venue from the Legacy Fund



Venue Committee

- Sport Institute appears to be accepted as a model for the Pan Am Games by the Venue Committee.
- Outreach to National, Regional and Provincial Sporting Bodies to seek input into venue priorities
- Process evolving with Committee evaluating variety of options for venues and for the 'Sport Institute'
- Markham has been positioned well since it was the only municipality to provide financial and policy support to the CSIO and the Sport Institute
- Pan Am Venue selection will determine the location/home of the CSIO and CSCO.
- Committee evaluating two options – one being Markham
- Committee expected to make recommendations in January



CSIO Facilities Aligned with PAN AM Games Bid

- The entire proposed CSIO Facility does not align with PAN AM Games Bid (i.e.. Arenas will not be funded through PAN AM Games)
- It may be necessary to build CSIO in phases with first phases being aligned with PAN AM Games to incorporate PAN AM funding
- Facilities that could be incorporated as part of the PAN AM Games include:
 - Aquatic Centre
 - Field House (including 4 FIFA Full Gymnasiums, Badminton, Table Tennis, Gymnastics Facility, Combative Sports Zone, Indoor Track) Training Centre and Office Space for CSCO
 - Competition Venue Arena (Including Velodrome)



Next Steps

- **Partnership with CSCO**: Letter of Agreement - Capital and Operating Terms, Sport Institute composition and expectations of partnership
- **Financial Assessment** – post Deloitte Report – review operating pro formas and capital costs and determine the Town's potential share (44% of capital costs) and operating contributions
- **Pan Am Secretariat**: review capital costs aligned for each component of the Sport Institute and seek clarity on next steps – e.g. timing for response from Town of Markham
- **Report to Council** : Outlining full evaluation of the Sport Institute – capital and operating, fiscal commitments required for Pan Am by type of facility, and expected timelines (January report)
- **Site Concepts and Partnership Opportunities** in Markham Centre – continue to evaluate site concepts based on the phasing and facility types.
- **Federal and Provincial Infrastructure Application**: Data collection and application development based on outcomes of discussions related to above. Clarity from Province on whether we can submit an application at this time for the complete project while Pan Am under-development.



Questions

