



City Council Update 9-23-24

Goal

- Provide an update on current community center status and accomplishments
- Solidify direction on how to collectively move forward

Agenda

- Key accomplishments
- Financial snapshot
- Reality check and inflection point
- Confirmation of next steps and moving forward

Review

- FACC Foundation organized (September 2021)
 - Fulfill city resolution 2019-58
 - Raise \$6M in public pledges
 - Hire YMCA Operate Facility
 - Coordinate YMCA Lease Agreement
 - Asked to also oversee design and construction (May 2023)

Key Accomplishments

- Currently raised **\$8.3 million** in pledges

Krahmer Family

Rosen Family



MAYO CLINIC
HEALTH SYSTEM



**Bank
Midwest**



Sweets

Pomerenke Family

Gregors

Bolten & Menk

Greischars

Hugoson Family

Long Family

Maynard

Pederson

Edman Family

Kawecki

Holstine

Terfehr Family

Hawkins

Carlsons

Gertrude Trust

Plus, numerous other donors.

Our Future. Our Community. Our Time.



Key Accomplishments

- Identified YMCA as best organization to operate
- Entered into consulting agreement with Y (March '22)
- Full operating agreement drafted and awaiting resolution of lawsuit



Key Accomplishments

- YMCA programming launch
 - 2025 kick-off (late winter/early spring)
 - Schmeeckle Foundation Grant
 - Senior directed

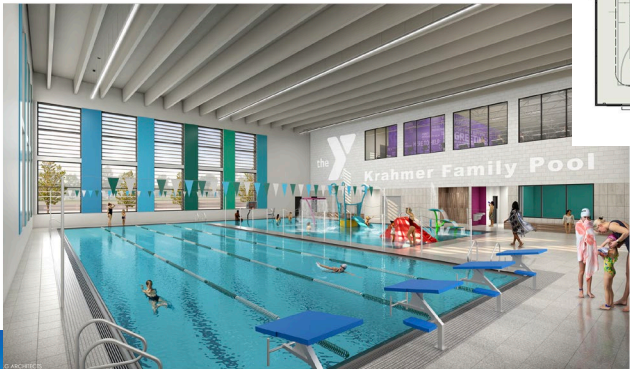
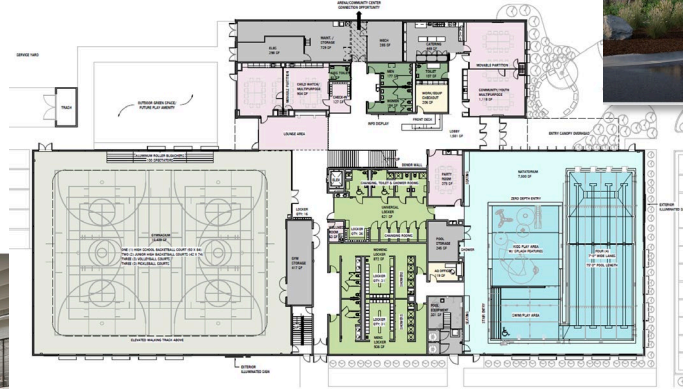


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Key Accomplishments

- Completed building designs (Nov. '23)



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Work-in-Progress

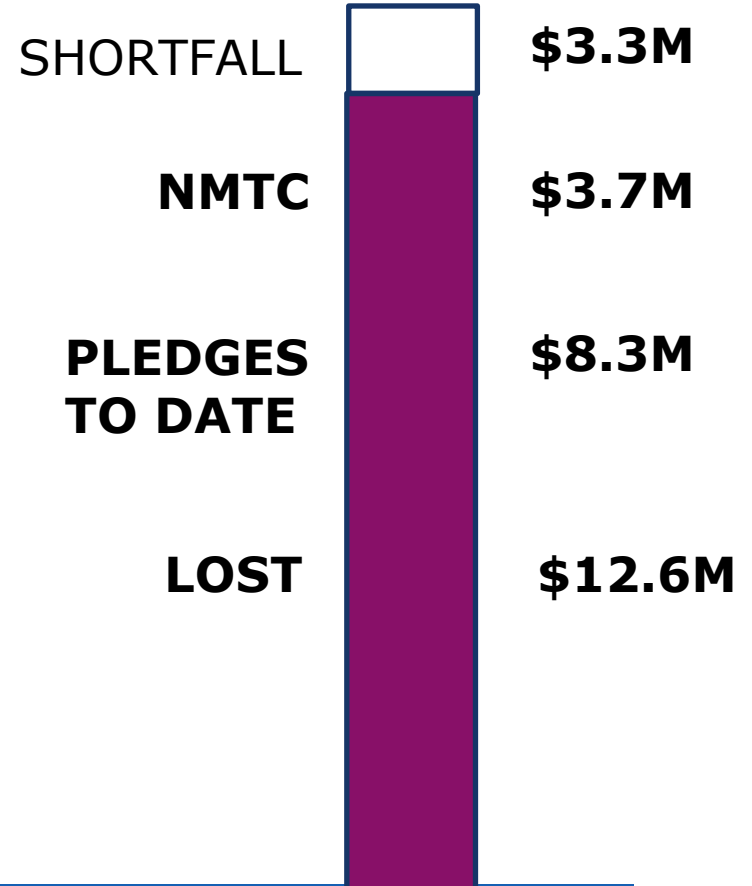
- Land Donation
 - Complete within next couple of weeks
- Grant & Operational Agreements
 - City driving, logistical blanks contingent on lawsuit timing and resolution

Financial Snapshot

Current Projected Expenses

Arch/Owner Rep/Legal/etc.	\$2,339,759
Site testing/QC fees	118,353
NMTC legal/closing/inspect	229,000
FF&E	800,000
Construction	22,586,148
Owner Contingency (5%)	1,303,633
Total Project Cost	\$27,376,918
<u>Operating Endowment</u>	<u>500,000</u>
Total Funds Needed	\$27,876,918

Current Projected Resources



Reality Check

LAWSUIT

Delayed
Completion

Increased
Cost

Froze
Donors

Confused
Community

Wasted
Taxpayer \$

Wasted
City Time

Stalled
NMTC

Council at an Inflection Point

DO NOTHING.

See what happens with lawsuit, costs, donor and community support.

WALK-AWAY.

No longer pursue community center.

Reallocate LOST funds to other projects.

EXPLORE
OTHER
OPTIONS.

Manage costs down.

Find new revenue sources.

Resolve lawsuit.

OTHER?

Open to other suggestions.

Community Center Recap

- All but ready to break ground.
- Stalled by lawsuit.
- Added time, added cost.
- Current funding shortfall \$3^{+/-} million.
- FACC Foundation committed to seeing project to completion.
- Exploring options to decrease costs, raise pledges.