Welcome to

DETROIT CITY FOOTBALL CLUB STADIUM

COMMUNITY BENEFITS MEETING





MEETING AGENDA

Welcome & Introductions

Neighborhood Advisory Council (NAC) Introductions +

Roles

Project Economic Benefit and Tax Incentives

NAC Discussion / Q & A

General Public Comment

Next Steps

DETROIT CITY COUNCIL MEMBERS



Council Member Gabriela Santiago - Romero District 6



Council Member Coleman A. Young II *At-large*



Council Members
Mary Waters

At-large

CITY OF DETROIT DEPARTMENTS & AGENCIES



PLANNING AND DEVELOPMENT DEPARTMENT

MAYOR'S OFFICE + JOBS & ECONOMY TEAM

DEPARTMENT OF NEIGHBORHOODS



DETROIT ECONOMIC GROWTH CORPORATION

DETROIT CITY FOOTBALL CLUB STADIUM DEVELOPMENT TEAM



ANTICIPATED DCFC PUBLIC CBO MEETING SCHEDULE

Public Meetings	AUGUST 2025		SEPTEMBER 2025			
	WK 1	WK 2	WK 3	WK 4	WK 5	
Meeting 1 - Introduction to CBO and Tier 1 Project	21-Aug					
Meeting 2 - NAC Selection (2 members selected by the public)		28-Aug				
Bye Week - Confirm Council and PDD NAC Selections / Hold NAC Orientation			Week of 9/1			
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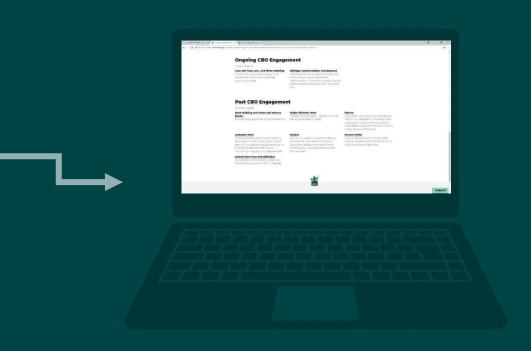
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^{*}Please note that this schedule might change and will be updated as we progress.

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THE CBO
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SUBSCRIBE TO EMAIL UPDATES ON THE WEBSITE

WWW.DETROITMI.GOV/DCFC

NEIGHBORHOOD ADVISORY COUNCIL (NAC)

CBO TIER 1 PROCESS

Neighborhood Advisory Council (NAC) Selection - 9 Members

+ COMMUNITY **APPOINTED BY APPOINTED SELECTIONS BY COUNCIL PLANNING & MEMBERS DEVELOPMENT** *** ***

*Appointed by 2 At-Large Members and the Council Member whose district contains the largest portion of the Impact Area

Detroit City Football Club Stadium:

CBO IMPACT AREA



PROJECT IMPACT AREA

5,258 Residents

4,214 Mailed Notices

Based on Census Boundaries per the CBO



NAC SELECTION - ROLES & RESPONSIBLITIES

ELIGIBILITY

- Resident of the impact area.
- At least 18 years of age.
- No agents or employees / affiliates of the Developer or involved City Departments / Agencies.
- MUST BE NOMINATED AT THE PUBLIC CBO MEETING.

REQUIRED DUTIES

- Must attend all scheduled CBO meetings.
- Develop NAC impact list.
- \circ Review Community Benefits Report written by the Planning and Development Dept.
- Develop a letter of consensus support for the proposed Community Benefits.
- o Compliance: Review biannual compliance report to monitor progress and status of project.
- o Compliance: Attend annual meeting to discuss the status of the project.

RESPONSIBILITIES

- You cannot use this position for personal gain and must declare any conflicts of interest.
- You are agreeing to represent your fellow residents.
- You are agreeing to provide feedback for the community.
- You are agreeing to work together with fellow NAC members to make official recommendations to mitigate any negative impacts of the project.
- o You are advising the City of Detroit and City Council on how best to mitigate impacts.

NEIGHBORHOOD ADVISORY COUNCIL (NAC)

- Martina Guzman Elected by Impact Area Residents
- Brianna Williamson Elected by Impact Area Residents
- > Sam Butler Appointed by Council Member Gabriela Santiago-Romero
- Mari Anzicek Appointed by Council Member Coleman A. Young II
- Sheila Cockrel Appointed by Council Member Mary Waters
- > Olivia Hubert Appointed by Planning & Development
- Msg. Charles Kosanke Appointed by Planning & Development
- > Danielle Manley Appointed by Planning & Development
- > Blandina Rose-Willis Appointed by Planning & Development
- > Daniel Patton Alternate appointed by Planning & Development

NAC MEMBER ROLES / POSITIONS

CHAIRPERSON

- Facilitates and guides the conduct of NAC meetings and activities
- Works with PDD staff to develop agenda and action items for NAC meetings
- Ensures effective participation of all NAC members

VICE-CHAIRPERSON

- Assist the Chairperson in the above noted duties
- Facilitate and guide NAC activities in the Chairperson's absence

SECRETARY / NOTETAKER

- Record notes, decisions, and action items at meetings or activities of the NAC
- Receive and respond to correspondence addressed to the NAC
- Maintain records and resources for the NAC

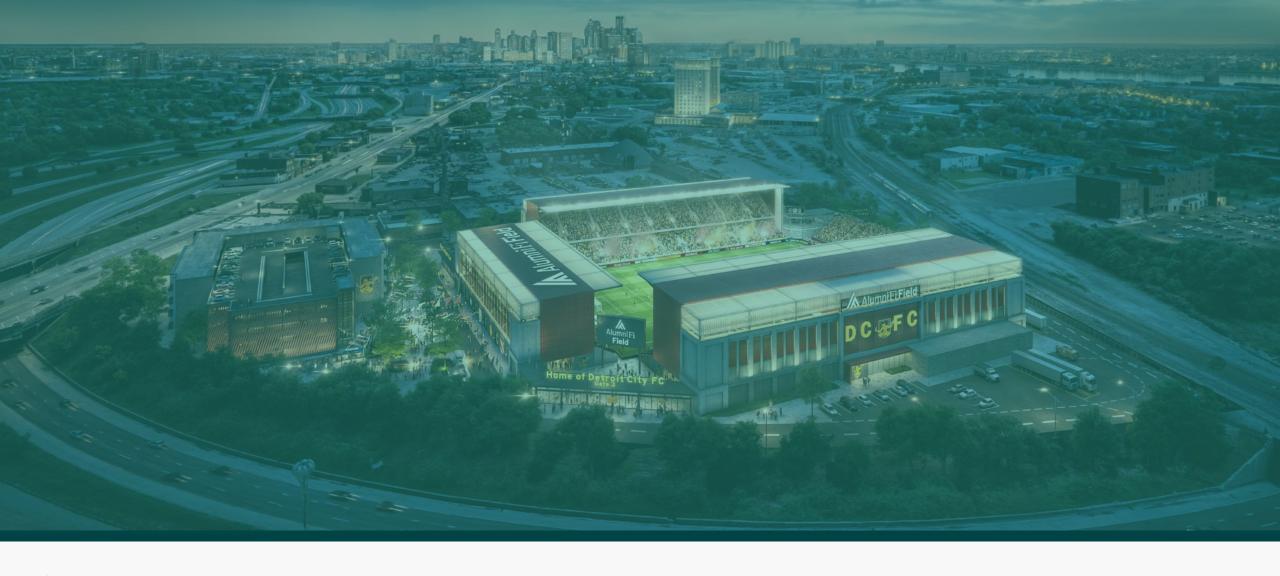
ALTERNATE*

- Non-voting member
- Attends all public CBO meetings and participates in NAC activities as agreed upon with the NAC members

CONTACT THE NAC DIRECTLY



dcfcnac@gmail.com





DCFC DEVELOPMENT DEGC Analysis

PRESENTATION OVERVIEW

- **PROJECT EXECUTIVE SUMMARY**
- 02 WHO IS DEGC?
- 103 TAX INCENTIVE OVERVIEW
- **04** BUT-FOR ANALYSIS
- **05** BROWNFIELD TAX INCREMENT FINANCING (TIF)
- **06** NET FISCAL IMPACT
- **07** WHY THIS IS A GOOD DEAL FOR DETROIT?





DCFC DEVELOPMENT EXECUTIVE SUMMARY

\$198M

142

1,030

\$14.3M

\$745.7M

ESTIMATED INVESTMENT

NEW DIRECT FTE JOBS

CONSTRUCTION JOBS

30-YEAR NET FISCAL BENEFIT

NEW 30-YEAR LOCAL VISITOR SPENDING

PROJECT DETAILS

- New 15,000 Seat Stadium for DCFC
- Mixed-Use Building
 - 421 Space Parking Deck
 - 8,500 Square Feet of Retail
 - 76 Residential Units 68 Affordable Units (60%-80% AMI)
 - 680 Space Surface Parking

REQUESTED INCENTIVES

- PA 381 Brownfield TIF
- PA 255 Commercial Facilities Exemption
- PA 210 Commercial Rehabilitation Act

ALL INCENTIVES ARE PERFORMANCE BASED AND CONTINGENT ON THE PROJECT BEING COMPLETEI

WHO IS DEGC?





DETROIT ECONOMIC GROWTH CORPORATION (DEGC)

WHAT IS DEGC?

- Established in 1978 by Mayor Coleman Young as a private, non-profit organization
- Lead economic development organization supporting small businesses, real estate development, business attraction & retention in the City of Detroit
- Staff public authorities, including Downtown Development Authority (DDA) and Detroit Brownfield Redevelopment Authority (DBRA)

WHY IS DEGC HERE?

- Review the development details to confirm:
 - Request for incentives is necessary ("but-for" analysis)
 - Incentives are in the City's best financial interest (net fiscal benefits analysis)

TAX INCENTIVE OVERVIEW





TAX INCENTIVE OVERVIEW

POLICY OBJECTIVES



Competitively Drive
Business
Attraction,
Expansion & Job
Creation



Feasible
Development;
Offset Rising
Construction Costs
& Interest Rates
through Financial
Underwriting



Activate Vacant
Land or Rehabs
Blighted,
Contaminated &
Obsolete Structures



Generate Net New Fiscal Impact



TAX INCENTIVE OVERVIEW COMMUNITY CONCERNS



DO NOT take City money and give that money to developers



ONLY recommended if there is a net benefit to the City



ARE NOT granted without accountability or oversight



DO NOT deliver benefits until developments are completed



ARE NOT exclusive to downtown developments



TAX INCENTIVE OVERVIEW DCFC INCENTIVE REQUEST





WHAT IS A TAX INCENTIVE?

PUBLIC SUPPORT vs PUBLIC FINANCING

The DCFC Stadium will not be directly financed using public funds

TYPICAL STADIUM FINANCING

- Stadiums & arenas are mostly owned and financed through a tax-exempt entity. For example: stadium authorities and public education institutions.
- In these cases, the taxpayers are funding much of the project and are ultimately responsible for repayment of debt.

DCFC STADIUM FINANCING

- The DCFC Stadium will be privately financed through developer/owner equity and private debt. No direct public funding will be issued for this project and property taxes are generated on the site.
- In this case, the developers are responsible for repayment of debt and equity returns.



WHAT IS A TAX INCENTIVE? STADIUM PUBLIC FINANCING

Stadium	Total Costs	Public Funding Amount	Private Funding Amount	Public Funding %	Private Funding %	Public Funding Sources
Ford Field	\$225.0M	\$105.0M	\$120.0M	47%	53%	City of Detroit, DDA, Wayne County
Comerica Park	\$283.6M	\$135.0M	\$148.6M	48%	52%	DDA, MSF, Wayne County
Little Caesars Arena	\$862.9M	\$324.1M	\$538.8M	38%	62.%	DDA, MSF
DCFC Stadium	\$153.0M	N/A	\$153.0M	N/A	100%	N/A

BUT-FOR ANALYSIS





DEGC "BUT-FOR" ANALYSISDEMONSTRATED NEED FOR INCENTIVE

Q: COULD THIS PROJECT HAPPEN WITHOUT INCENTIVES?

A: THIS PROJECT <u>COULD NOT HAPPEN</u> WITHOUT INCENTIVES

- 1. The project <u>would not</u> be able to receive financing without the incentives.
- 2. The project **would not** be worth investing in without the incentives.



DEGC "BUT-FOR" ANALYSIS KEY UNDERWRITING METRICS

DEBT SERVICE COVERAGE RATIO (DSCR)

The ability for the developer to pay its mortgage payments after accounting for revenues and expenditures. In general, lenders require DSCR of 1.2x.

RETURN ON INVESTMENT (ROI)

An approximate measure of an investment's profitability



DEGC "BUT-FOR" ANALYSIS

DCFC UNDERWRITING

DEGC Guidelines

DSCR: Not to Exceed <u>1.5x</u>

Developer Return Less than <u>10%</u> Project Analysis without Incentives

DSCR:

1.01x

Returns: -0.13%

Project Analysis with Incentives

DSCR:

1.27x

Returns:

4.75%



DEGC "BUT-FOR" ANALYSIS PREVIOUS YEAR'S RETURNS

Returns for DCFC are well below the average investment returns for other Detroit development projects

Year	Average Return	DCFC	10-Year US Treasury Bond Rate	
2023	6.40%		4.09%*	
2024	6.08%	4.75%	4.U376	

^{*}As of 9/5/2025

BROWNFIELD TAX INCREMENT FINANCING (TIF)





BROWNFIELD TIF

PUBLIC ACT 381



In 1996, Act 381 of the State of Michigan allowed a "Qualified Local Governmental Unit" to establish a Brownfield Redevelopment Authority (BRA)



Detroit is a Qualified Local Governmental Unit



In 1998, the Detroit
Brownfield
Redevelopment
Authority (DBRA) was
established



BROWNFIELD TIF

ELIGIBILITY FOR BROWNFIELD



Facility

A property
formally
recognized as
contaminated per
the Natural
Resources &
Environmental
Protection Act
(NREPA),
Michigan PA 451
of 1994



Historic Resource

A property located in a City, State and/or Federal Historic District



Functionally Obsolete or Blighted

Must be confirmed by City Assessor (Public nuisance, utilities disconnected, tax reverted, subsurface debris)



Housing Property

A property occupied or will be occupied by households at or below 120% AMI including at least 20% of units at 80% AMI

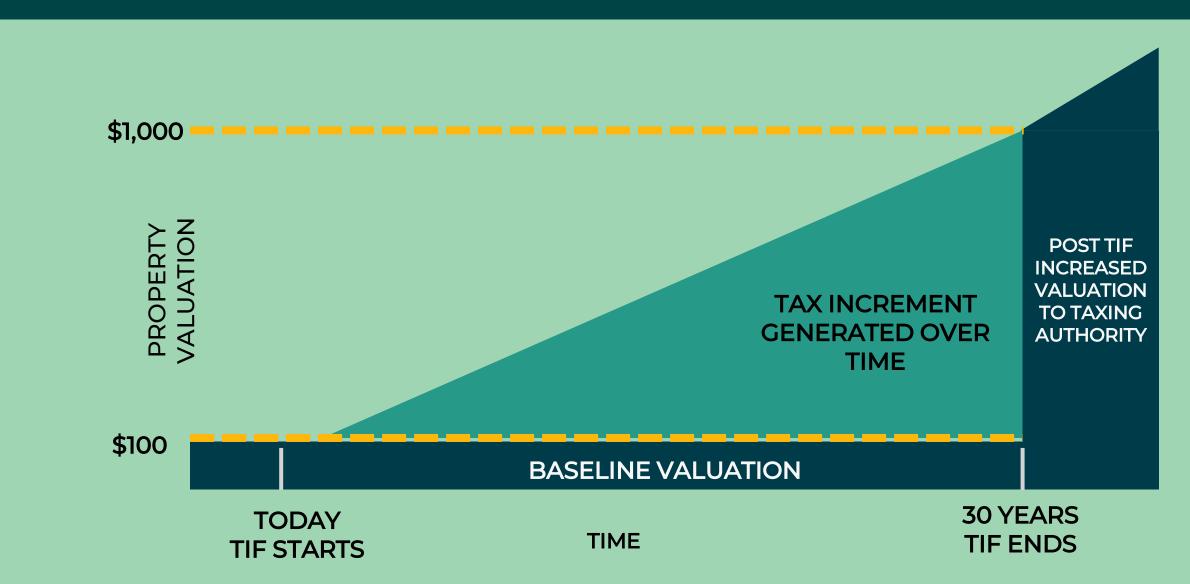


Adjacency

Parcels directly adjacent to an eligible property

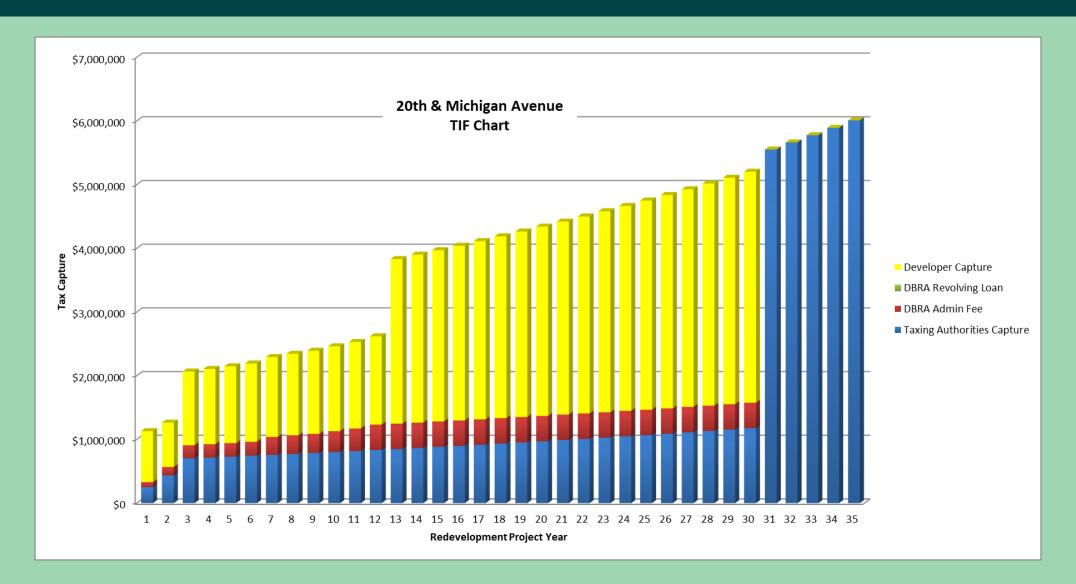


BROWNFIELD TIF HOW TAX INCREMENT FINANCING WORKS





BROWNFIELD TIF DCFC TIF TABLE





BROWNFIELD TIFELIGIBLE ACTIVITIES

ENVIRONMENTAL/EGLE		NON-ENVIRONMENTAL/MSF		HOUSING / MSHDA		
STUDIES & PLANNING:	\$396K	ABATEMENT & DEMO	\$3.9M	60% AMI	8 UNITS	\$5.4M
REMEDIATION:	\$6.1M	PUBLIC INFRASTRUCTURE:	\$2.7M	80% AMI	60 UNITS	\$31.6M
		PARKING DECK:	\$14.9M			
		SITE PREPARATION:	\$9.2M			
TOTAL:	\$6.5M	TOTAL:	\$30.7M	TOTAL:	68 UNITS	\$37.0M

GRAND TOTAL **\$74.2 MILLION**

^{*}Includes original demo-only Brownfield Plan eligible activities

NET FISCAL IMPACT





DEGC NET FISCAL IMPACT

CITY OF DETROIT 30-YEAR FISCAL BENEFIT

NO DEVELOPMENT 30-YEAR CITY BENEF

CITY PROPERTY TAX: \$2.1M

CITY INCOME TAX: \$0

UTILITY USER'S TAX:

MISC. TAXES & FEES: MINIMAL

COST OF CITY SERVICES: MINIMAL

TOTAL: \$2.1M

CURRENT ANNUAL FISCAL BENEFIT

\$71K/YEAR

DEVELOPMENT 30-YEAR CITY BENEFIT

CITY PROPERTY TAX: \$5.1M

CITY INCOME TAX: \$7.3M

UTILITY USER'S TAX: \$904K

MISC. TAXES & FEES: \$5.6M

COST OF CITY SERVICES: (\$4.6M)

TOTAL: \$14.3M

AVERAGE ANNUAL FISCAL BENEFIT

\$478K/YEAR

NEW ANNUAL VISITOR SPENDING GENERATED WITHIN LOCAL DETROIT ECONOMY \$24.9 MILLION/YEAR AVERAGE



DEGC NET FISCAL IMPACT DCFC VISITORS ECONOMIC IMPACT

Event Type	Event Count	Average Attendance
DCFC Men's League	17	10,228
DCFC Men's Non-League	1	6,240
DCFC Women's League	6	1,500
Non-DCFC Events	20	10,228

Average Visitor Spending \$46.69 Local Dining Local Bar & Refreshments Local Retail Transportation

393,676 x \$46.69 = \$18.4M

TOTAL ANNUAL VISITORS AVERAGE VISITOR SPENDING

LOCAL ECONOMIC IMPACT



\$745.7M 30-YEAR LOCAL ECONOMIC IMPACT (\$24.9M ANNUAL AVG)



DEGC NET FISCAL IMPACT

DCFC SUMMARY

TOTAL TAX INCENTIVES CONTRIBUTED TO THE PROJECT				
PA 210 Commercial Rehabilitation Act	\$1.8 MILLION			
PA 255 Commercial Facilities Exemption	\$12.0 MILLION			
PA 381 Brownfield TIF Reimbursement	\$74.2 MILLION			
Est. Total Incentives Over 30 Years	\$88.0 MILLION			

TOTAL NET FISCAL BENEFIT TO THE CITY OF DETROIT				
30-Year City Net Fiscal Benefit ^[1]	\$14.3 MILLION			
30-Year Total Local Economic Impact from Visitor Spending ^[2]	\$745.7 MILLION			
30-Year Total Economic Impact	\$760 MILLION			

[1] DEGC Estimates

[2] Based on data provided by DCFC and Visit Detroit

WHY IS THIS A GOOD DEAL FOR DETROIT?





WHY IS THIS A GOOD DEAL FOR DETROIT?



The New DCFC Stadium will:

- Eliminate blight
- Reenvision an underutilized area by activating a vacant, abandoned site with new, exciting uses
- Provide better connection between Corktown and the surrounding neighborhoods
- Bring 142 FTE new jobs + 1,030 construction jobs and opportunities for Detroiters
- Generate \$24.9M annually in new economic activity from DCFC visitors & attendees
- Create opportunity to expand interest and build community within the sport of soccer

QUESTIONS?



NAC DISCUSSION



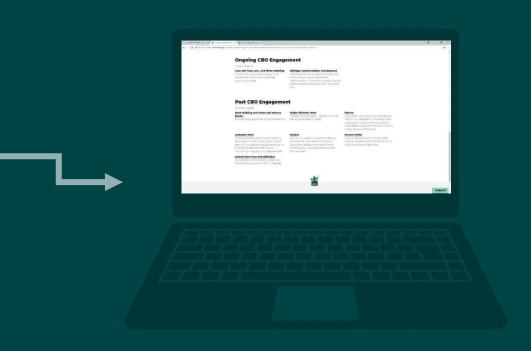
General Q & A



Comment cards also available

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CBO TIER I PROCESS

DCFC Stadium CBO Meeting Schedule – Aug – Oct 2025

WEEK 1: THURSDAY AUG. 21 - INTRODUCTION TO CBO PROCESS AND DEVELOPER PRESENTATION OF THE PROJECT

WEEK 2: THURSDAY AUG. 28 - IMPACT AREA RESIDENTS VOTE FOR 2 NAC MEMBERS

WEEK 3: BYE WEEK for REMAINING NAC APPOINTMENTS & ORIENTATION

WEEK 4: THURSDAY SEPT. 11 - FIRST NAC MEETING & DEGC PRESENTS INCENTIVES PACKAGE

WEEK 5: THURSDAY SEPT. 18 - NAC WORKING SESSION

WEEK 6: THURSDAY SEPT. 25 - NAC PRESENATION OF IMPACTS

WEEK 7: THURSDAY OCT. 2 - NAC WORKING SESSION

WEEK 8: THURDSAY OCT. 9 - DEVELOPER PRESENTS RESPONSES TO IMPACTS

WEEK 9: THURSDAY OCT. 16 - FINALIZATION AND POTENTIAL NAC VOTE ON AGREEMENT

WEEK 10: THURSDAY OCT. 23 - IF NEEDED: CONTINUED DEVELOPER / NAC DISCUSSIONS TOWARDS FINAL RESOLITION AND VOTE ON COMMUNITY BENEFITS AGREEMENT

<u>BEFORE PUBLIC MEETING #3</u>

PDD INFORMS NAC MEMBERS VIA EMAIL OR PHONE THAT THEY HAVE BEEN SELECTED & HOLDS AN ORIENTATION TO PROVIDE THE NAC WITH:

- MEETING AGENDAS
- ROLES & RESPONSIBILITIES
- PREVIOUS EXAMPLES OF CBOS
- NAC CONTACT LIST
- OTHER "ESSENTIAL INFORMATION" AS SPECIFICED IN THE CBO

What Comes Next

Next CBO Meeting: Thursday September 18th at 6pm

Doors at 5:30 for Registration and Refreshments

- Neighborhood Advisory Council Working Meeting
- > Parking and Traffic Discussion
- In-person meeting at: MexicantownCDC Mercado 2826 Bagley St.
- > Remote access via Zoom
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