MEMORANDUM

DOWNTOWN
DEVELOPMENT
AUTHORITY

DDA

Agenda Item #00
August 14, 2024
DDA Meeting

DATE: August 14, 2024

TO: Downtown Development Authority

FROM: Tim Kelly, AICP
Executive Director

SUBJECT: Resolution and MOU Approving Funding Support for Acrisure Amphitheater

On February 12, 2024 the DDA Board approved a resolution and Memorandum of Understanding (MOU) with the City of Grand Rapids to pledge future tax increment revenues in an amount not to exceed $20,500,000 plus interest to support the construction of the Acrisure Amphitheater. The revenues were pledged to repay bonds that were issued by the City, a portion of which will be used to reimburse the Convention and Arena Authority (CAA) for eligible expenditures during construction.

The bonds were issued on June 11, 2024 and the funds are currently being held at the City. To create a structure for distribution of the bond proceeds, the attached MOU between the DDA, City and CAA has been developed. The Board is being asked to approve the resolution and authorize the Vice Chair of the DDA to execute the MOU as to form with potential non-substantive changes prior to execution.

Recommendation: Approve the Resolution and Memorandum of Understanding to formalize the process for distribution of bond proceeds to support the construction of the Acrisure Amphitheater.