



TO: Mayor and Council Members
FROM: Greg Canally, Deputy Chief Financial Officer
DATE: December 19th, 2018
SUBJECT: Lease & Development Agreement for a Major League Soccer Stadium

On August 15th, the City Council authorized the City Manager to negotiate and execute an agreement with Precourt Sports Ventures, or its affiliates, to lease city-owned land at 10414 McKalla Place for construction and operation of a Major League Soccer stadium.

Culminating a process that began in December of 2017, the parties have now finalized and executed the Lease & Development Agreement for 10414 McKalla Place. This agreement incorporates all provisions of the term sheet approved by City Council on August 15th, and sets out the specific rights and obligations related to the construction of the project and operation of the stadium, as well as the payment of rent and provision of community benefits. Per the City Council's direction, this agreement minimizes City risk, and maximizes community benefits, including a 100% privately financed soccer stadium that will be built, operated and maintained to the highest quality standards.

The term sheet and the entire, finalized Lease & Development Agreement can be found here:
<http://www.austintexas.gov/mckalla>

Please let me know if you have any questions.

xc: Spencer Cronk, City Manager