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Issue 2001-4

PRESIDENT'S REPORT

July 2001

SUMMARY

- Website Unveiled to Public
- New Logo for the TSA
- FY2002 Annual Budget Adopted
- First Monthly Tax Revenue Distributions
- 2nd Month Tax Revenues Received
- New CFO for the TSA
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Website Unveiled to the Public

On June 14th, the TSA unveiled to the public the "official stadium information source" website. The website can be located at www.az-tsa.com.

New Logo for the TSA

In conjunction with the website unveiling the TSA also created a new logo. The primary colors for the logo are maroon and gray.

FY2001-2002 Annual Budget Adopted by the TSA Board

The FY2002-2003 annual budget was reviewed at the June 14th TSA Board meeting and unanimously adopted. The Board also approved the engagement of Ernst & Young, LLP as the TSA's auditing firm.

First Monthly Tax Distributions

The first monthly tax distributions of \$2.2 million were made on June 12th. \$333K was distributed to the Arizona Office of Tourism, \$250K to Cactus League promotion and rehabilitation account, \$83K for Youth & Amateur Sports, and \$1.5 million to the Operating Account.

Receipt of 2nd Month Tax Revenues

The TSA received a 2nd month of tax revenues. A total of \$1,173,737 of hotel tax and \$895,663 of car rental taxes were deposited into TSA accounts established through Wells Fargo Bank.

Charles M. Foley Appointed as Chief Financial Officer for the TSA

I am pleased to announce the hiring of Charles M. Foley as the TSA's Chief Financial Officer on July 1, 2001 after having served as the interim-CFO since March 1, 2001. Prior to joining the TSA, Chuck was the Owner/President of a financial and organization consulting practice for four years. His past corporate experience includes roles as Chief Operating and Financial Officer for a local children's interactive toy/book manufacturer as well as a member of their board of directors. Chuck has served in a variety of financial management positions with local companies Hypercom, Inc., Syntellect, Inc and the Dial Corporation as well as with Monsanto at their St. Louis, Missouri corporate headquarters. Prior to his corporate career he served as a member of the Peace Corps in Honduras, Central America. He has a B. S. in Management Science from Moorhead State University, Moorhead, MN and a Masters in International Management (Finance) from the American Graduate School of International Management, Glendale, Arizona.

Site Remediation Work Completed

Removal of materials unsuitable for backfill at the Tempe site for our Multipurpose Facility began on June 13th and was completed by July 2nd. These materials included concrete, asphalt, wood, tree trimmings, and related debris.

Removal of the debris was completed by Geotechnical & Environmental consultants, Inc. (“GEC”), and Buesing Corporation and allows the TSA to turn over a clean site to Hunt Construction Group so they can begin their work under the ICA.

Interim Construction Agreement (“ICA”) Approved by TSA Board of Directors

On June 26th, the TSA Board of Directors approved an Interim Construction Agreement that authorizes the TSA President/CEO to contract with Hunt Construction Group for mass excavation and rock removal at the Tempe site. Also approved, was authority to purchase specialized concrete forms that need to be ordered soon in order to be available later this year when concrete decks are poured.

Construction Bids Received

On June 22nd Hunt Construction Group, Inc. (“Hunt”), received five construction bids for the first bid package for mass excavation and rock removal. The contract was awarded to Kiewit Western Co., with work scheduled to begin the week of July 9th and end by October 31st. On June 28th, a pre-bid conference was held for the second bid package for caissons and spread footings. Bids are expected to be received on July 10th.

Disadvantaged Business Enterprise (“DBE”) Program Underway

A DBE Contracting Opportunities Fair was held at the Phoenix Marriott Hotel on June 19th. Forty-five small and disadvantaged business representatives attended and previewed the first eight construction bid packages totaling an estimated \$122 million. Chapter 372, Laws 2000, requires DBE participation goals for design, engineering and construction. The goal achieved on the mass excavation project was 12%.

TSA Community Outreach Continues

In a continuing effort to engage the public, the Authority has developed a partnership with ASU’s MBA Sports Business Program to involve graduate level students in various aspects of the TSA. To that end, we have hired a summer intern to assist us in conducting a facilities management and operations assessment of the National Football League. The goal of the survey tool will be to understand how other NFL teams manage their facilities, especially the new facilities that have

come on line over the past couple of years. This information will be extremely helpful to the TSA as it begins to formulate its operations management plan for the new multipurpose facility over the next year. In addition to the NFL survey, our intern will also be assisting the TSA in preparing an assessment of youth and amateur sports facilities located throughout the valley that the Authority will be able to use as part of its evaluation process of funding proposals that are submitted.

Disabled Access Advisory Committee Formed

The TSA will be engaging local citizens in its Disabled Access Advisory Committee (“DAAC”) as part of the multipurpose design process. The committee will be asked to review and make suggestions on a wide range of issues that effect those with disabilities. The DAAC is set to begin meeting in July and will meet throughout the design process over the next four months.