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MULTIPURPOSE FACILITY UPDATE

Super Bowl XLII -- The award of the 2008 Super Bowl to Arizona marks a major booking first for the multipurpose stadium. While the stadium will be the new home of the Arizona Cardinals and the Tostitos Fiesta Bowl starting in 2006, the NFL mega-event is the first additional event to be booked for the facility. Other cities vying for the crown jewel of professional sports games were New York, Washington, D.C., and Tampa.

Construction Update – As of Oct. 28, the 184 workers at the site have completed 209 footings and 102 columns mainly in the northeastern section of the stadium. Crews have poured a



total of 8,536 cubic yards of concrete into those footings and columns. A total of 680,000 cubic yards of earth has been excavated which represents about 85 percent

of the total excavation needed for the project.

Accessibility for Patrons with Disabilities -- The Accessibility Advisory Committee first convened Oct. 15 to discuss stadium design concepts to deal with issues for those with disabilities. The committee is made up of nine members of community groups and private citizens representing the needs of patrons with disabilities. The committee also has representatives from the Tourism and Sports Authority, the Arizona Cardinals, the Tostitos Fiesta Bowl, Hunt Construction, HOK Sport and the City of

Glendale.

The committee's task is to provide input into the stadium's design so that the needs of patrons with various disabilities can be considered. HOK representatives Bob Jalivand, project architect, and Ed Roether, Americans with Disabilities Act quality assurance manager, gave a presentation on the current design plans for the stadium. Jalivand and Roether covered the concepts now in the design for each of the six levels of the stadium.

Generally, the stadium is planned to be entirely wheelchair accessible with the exception of the maintenance catwalks above the top level. HOK is consistently ranked as one of the world's leaders in the architectural design of venues for sports and events. The architectural firm spends a considerable amount of effort to design facilities that exceed the minimum Americans with Disabilities Act (ADA) specifications.

Committee members expressed the desire for a number of items to be addressed which are current frustrations at other stadiums and arenas. Those include unobstructed sight lines both of the field level and of the scoreboards, an increase in the number of wheelchair accessible restroom stalls, an increase in the number of family restrooms and consideration for families wishing to sit together with a wheelchair bound person.

Jalivand presented preliminary drawings which show that all of these issues -- as well as additional issues not specifically mentioned at the meeting -- are currently being considered in the stadium's design.

Computer renderings have already been developed which show the view of the field at a 48 inch height from all of the wheelchair locations. The floor plans also showed how a group of seats at each concourse level can be configured to provide families or groups the flexibility to have as many wheelchair spaces or companion seats as necessary.

The committee discussed the value of having both a wheelchair accessible stall and an ambulatory accessible stall in each restroom in the stadium versus having two wheelchair stalls. Roether also told the committee that that current plans are for all counters in restrooms and concession areas to be a consistent 34 inches tall to accommodate wheelchairs. In other words, there are no special countertop heights for wheelchairs, all of the countertop heights are designed to be

accessible for patrons in wheelchairs. He also showed the group how the plan for suites would specify that wheelchairs be able to maneuver in front of the suite's bar stool area. This allows wheelchairs access to the suite seats as opposed to many suites which relegate chairs to behind the bar stool area. Ten elevators are currently specified to take patrons to all levels of the stadium including special wheelchair areas on the field level.

In addition, both of the HOK representatives said consideration was being given to visually and hearing impaired patrons. Specially equipped public telephones for the hearing impaired are being specified for several areas on each concourse. Specifications are also being developed for interior color schemes that provide contrast between walls and floors and appropriate contrast for directional signage.

The advisory committee is scheduled to meet again by the end of the year for additional consideration as the stadium design advances.

CACTUS LEAGUE UPDATE

Phoenix Municipal Stadium – Work on the stadium's press box progressed considerably in October. The exterior wall is being fitted with metal panels and the interior of the press box has been sheetrocked, painted and all interior glazing at the clere-story windows completed. The operating press box windows on the stadium side are currently being installed. With most of the exterior and interior painting completed and the installation of doors and windows, the buildings are nearing completion. The casework has been installed in the offices and

locker areas. Tile work has been completed in new bathrooms at the umpires locker room, city and A's offices. At the A's offices, the ceiling grid is in place and the elevator is being installed. The batting cage structure is ready for netting.



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Tempe Diablo Stadium – The California Angels' organization has notified the City of Tempe that it will not renew its lease in 2007. Instead, the Angels are planning a new home field in Goodyear, thereby staying in the Cactus League. The Authority has been in discussions with Tempe and remains com-

mitted to assisting in renovations to Tempe Diablo which will be necessary to attract another Major League Baseball team to the facility. The addition of a new team to Tempe Diablo would increase the number of MLB teams holding Spring Training in the Valley to 10 and the total Cactus League teams to 13, including Tucson.

YOUTH & AMATEUR SPORTS

Avondale Youth Sports Facility -- Major grading operations have been completed on this site near I-10 and the Agua Fria including excavation for the lake. Work has begun on the underground utility installation.

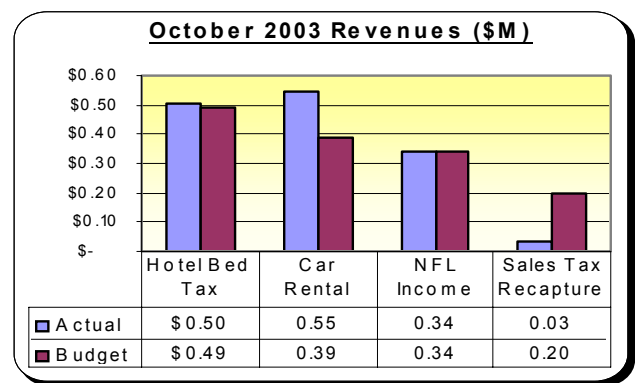
All storm sewer piping is in place while the new water line work is nearly complete and the sewer line work has passed the halfway mark. The lake



pipng installation is completed from the main pump station and lake overflow lines installed.

FINANCIAL OVERVIEW

Sources – The following chart provides our revenue results for October 2003:

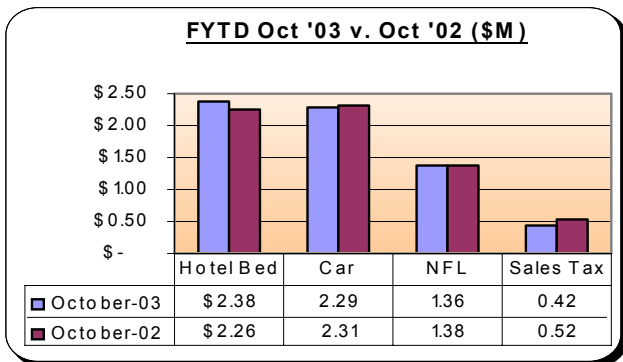


The Authority's combined **tourism revenues** (hotel bed tax and car rental surcharge) for the month of October 2003 came in at \$1.05 million – a \$0.17 million **increase** over projections. Both components were higher than forecasted with the **car rental surcharge** providing the majority of the increase -- \$0.16 million, or 41.8%. This was attained on 52,774, or 26.3%, **fewer** contracts than were expected.

The **NFL income tax**, which is determined by the Arizona Department of Revenue prior to the start of the fiscal year, was on-budget at \$0.34 million.

The **state sales tax recapture** revenues for the month, \$0.03 million, were significantly lower than our forecasted amount of \$0.2 million. Attendance for the two August 2003 home games (Dallas Cowboys and Chicago Bears) were less than half of our projections. While attendance has been lower this entire season, some of the fall off in August is attributable to the abnormally high temperatures experienced in the Valley this entire summer. We do expect to rebound closer to our forecast over the next two months. The Green Bay Packers played here in September with an attendance of nearly 60,000 which will be reflected in the November actuals. Additionally, the final October NFL Monday night game was played at Sun Devil stadium due to the wildfires in southern California. While the tickets were free the sales tax from concession and novelties revenues should be credited to our account

The next chart provides a fiscal year-to-date look at the results between October 2003 and October 2002:



The Authority, through the fourth month of the fiscal year, has improved over the past several months and is now even with last year's cumulative results for total revenue sources. -- \$6.46 million. Leading the way is the hotel bed tax which, currently, is slightly ahead of last year's amount by \$0.12 million, 5.5%. On a component basis, the **tourism revenues** are now slightly ahead of last year's results due to the hotel bed tax (the car rental surcharge is lagging last year's total by less than one percent). The one primary factor which is keeping this improvement from being more significant is this year's **state sales tax recapture** revenues. YTD this revenue source is \$0.1 million, 18.7%, behind last year's total through October. Lower-than-expected attendance kept this number down in FY2003.

Senior Bond Debt Service – The Authority will be ac-

ruing a total of \$11.1 million for debt service payments during FY2004 (\$0.9 million per month). Of the monthly amount, approximately 75% will be disbursed from the tourism revenues. This is based on the statutory language that limits the debt service distribution to no more than that of \$165.5 million of the total bonds -- \$221.95 million. The balance will be disbursed from the facility revenues – pledged portion only.

Tourism – This year, the Authority will be disbursing the entire \$4.4 million in tourism funding to the Arizona Office of Tourism. This annual amount increases by 5% per year.

Cactus League – During fiscal year 2004, \$2.3 million of the total \$3.0 annual allocation will be used for bond debt service payments. The balance will be used in part to fund a bond reserve fund (\$3.2 million total, \$480,000 this fiscal year). The balance will be used to fund future spring training baseball renovation projects.

Youth and Amateur Sports – The Authority will be providing \$1.2 million to the youth and amateur sports general account this fiscal year. As of July 2003, the reserve account was fully funded at \$1.1 million.

Authority Operations – The Authority's annual operating budget of \$2.1 million will be funded one-third from tourism revenues and the balance from the non-pledged portion of the facility revenues.

Annual Financial Audit – The Authority's annual financial audit is expected to be completed in early November 2003.

Submitted by: Ted A. Ferris, President/CEO