



08 - 0069

January 14, 2007

TO: Senator Don Betzold, Chair  
State Government Finance

Representative Mike Jaros  
Heritage Finance

Representative Phyllis Kahn, Chair  
State Government Finance

Legislative Reference Library

FR: Paul D. Erickson, Executive Director  
Minnesota Amateur Sports Commission

RE: **UPDATE – January 15, 2008: Report as per MN Statutes 2004, Section 240A.03, Subd. 16...the MASC is to provide a report to Legislative State Government Finance Chairs regarding revenue received from lease payments**

1. **Lease payments received in the previous fiscal year**
2. **Cost incurred by the MASC for related maintenance and operation costs**
3. **Estimated revenue for the current and future years**

In response to the three topics above:

1. No payments have been received by the MASC
2. No direct lease costs have been incurred by the MASC
3. The first lease payment will occur once the MASC executes a lease agreement with the leasee. The estimated time frame for executing an agreement is between June 2008 to June 2009. Please note that while the prognosis is good, there is no guarantee that the project will move forward.

If an agreement is realized, the proposed first payment upon execution would be \$155,000 and \$155,000 six months later for a total of \$310,000 for the first year; \$10,000 of the first year payment would be for a maintenance reserve leaving \$300,000 for the MASC. Future year payments after year five would be inflation indexed.

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**MINNESOTA AMATEUR SPORTS COMMISSION**

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