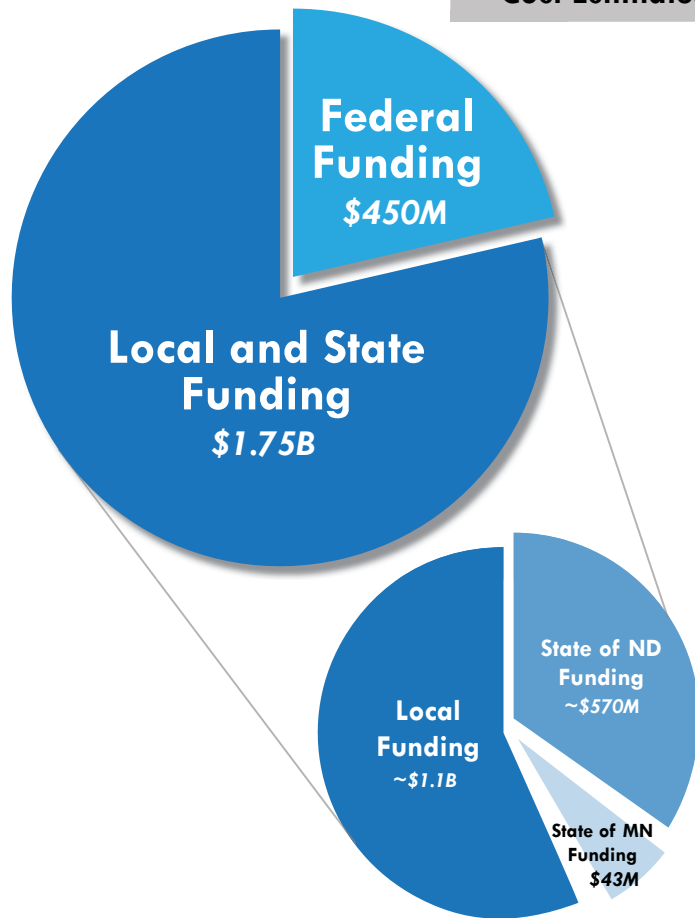


# Funding Breakdown

Cost Estimate: \$2.2 Billion



## Local Funding Sources

- Cass County and City of Fargo Sales Taxes
- Sales Tax used to secure short- and long-term financing for construction
- No special assessment funds needed for construction
- Assessment District utilized to improve credit ratings and access sales tax growth



## FM Metro Flood Protection Financial Plan

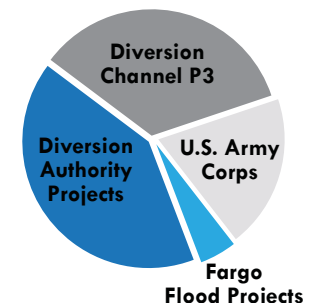
May 2016

### Main points of financial plan

- Multi-generational funding approach
- Includes Diversion Authority and Fargo Flood Projects
- Based on extension of current sales tax
- No increases in taxes needed
- No special assessments needed

### Total capital cost for project estimated at \$2.2 Billion

- \$905M Diversion Authority Projects (Land, mitigation, legal, financial, technical, construction)
- \$763M Diversion Channel P3
- \$433M U.S. Army Corps Southern Embankment
- \$104M Fargo Flood Projects



# Paying for the Project

## Existing Sales Taxes

## Financial Plan

## Extending Current Sales Taxes = No Direct Special Assessments

### City of Fargo Sales Taxes

$\frac{1}{2}$ ¢ Passed in 2009  
Dedicated to the Diversion  
Currently expires in 2029

$\frac{1}{2}$ ¢ Passed in 2012  
Dedicated to Flood Control  
Currently expires in 2032

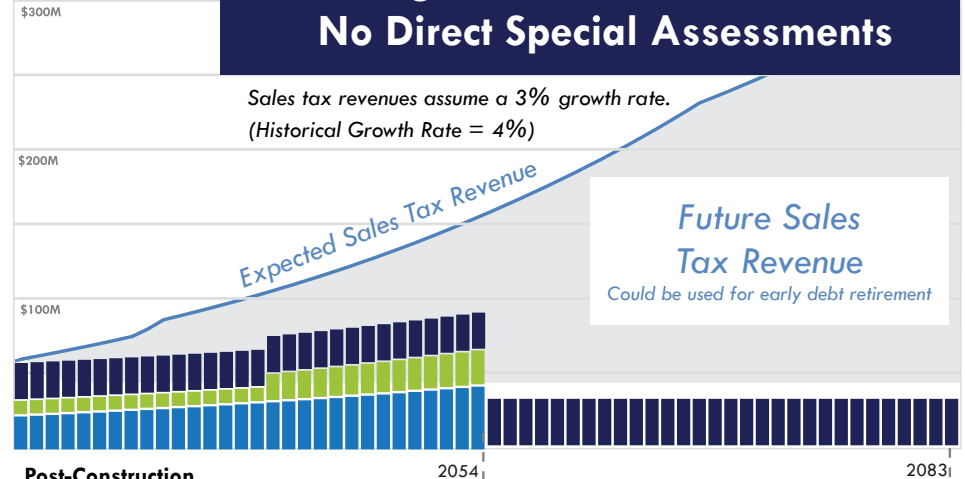
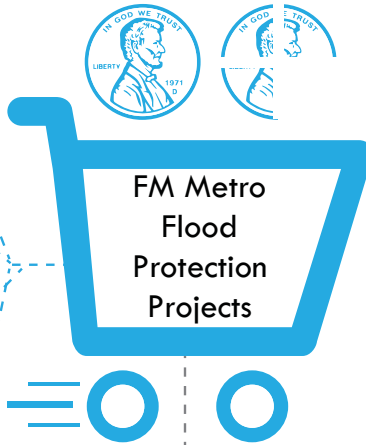
1¢ Passed in 2006 as Fargo Infrastructure Tax  
 $\frac{1}{4}$  for flood protection  
 $\frac{1}{4}$  for streets  
 $\frac{1}{4}$  for wastewater  
 $\frac{1}{4}$  for water  
Currently expires in 2028



### Cass County Sales Tax

$\frac{1}{2}$ ¢ Passed in 2010  
Dedicated to the Diversion (and other county projects)  
Currently expires in 2031

$1\frac{3}{4}$ ¢



Debt Service on Assessment District Bonds

Debt Service on Sales Tax Bonds

Payment to P3 Developer  
Determined at the time of the Project Agreement is signed (Est. late 2017)

“There is no solution other than the Diversion.”

- Mark Bittner, Fargo City Engineer