

## Paying for the North Beach Canal



### Utility project that pays for itself

The North Beach canal is a vital utility project which pays for itself in 10 years. Over the 20-year life of the North Beach TIRZ, the Canal will net the city \$59.8m above the \$41.2m cost for a working canal.

### Substantial economic impact

The impact of the North Beach Canal in 2023 is estimated to be:

- 750 full time local jobs
- \$94+ million of annual local economic impact
- \$17.8 million in annual salaries
- \$4.6 million annual (non ad valorem) tax revenue to the city

### Initial investment can be easily funded from available sources

A working canal on North Beach with elevated major streets can be paid for from current revenue bond capacity which is like a “Low Interest Line of Credit.”

### Increase in tax base

The canal and associated economic activities (both from construction and caused by its development) will increase the tax base on North Beach by 7x, from ~\$60m to ~\$442m (by city staff estimates)

### Investment is phased

The investment required by the city for the North Beach Canal is not required to happen all at once. Estimated phasing for Canal construction: \$4.8m in year 1, \$5.2m in year 2, \$11.1m in year 3, \$14.9m in year 4, and \$5.2m in year 5.