



FINANCIAL S&LUTIONS

April 24, 2012

Lackawanna County, Pennsylvania
Attn: County Commissioners
200 Adams Avenue
Scranton, PA 15401

Re: Anticipated Future Stadium Funding

Dear Commissioners:

The County of Lackawanna, Pennsylvania (the "County") and the Multi-Purpose Stadium Authority of Lackawanna County (the "Authority") anticipates a modification project to the current Stadium. The Authority anticipates funding the a majority of the modifications through a financing package secured by the County's Hotel Taxes and the Lease Payments paid to the Authority by the SWB Yankees for the use of the Stadium. The County will not have any financial liability to the financing of the aforementioned financing package. It is anticipated that the financing will be issued in May of June of 2012 and mature in 2036.

The Authority currently anticipates that an additional \$3 million of capital improvements will be needed in ten (10) years and an additional \$12 million of capital improvements will be needed in fifteen (15) years. Based on the current projected financing package approximately \$4.8 million of principal will have matured in 10 years and approximately \$11.7 million of principal will have matured in 15 years.

Given the current and historical hotel tax revenues collected by the County and the lease payments to be made by the SWB Yankees, we currently project that the Authority will be able to finance the additional anticipated capital improvements (\$3 million in 10 years and \$12 million in 15 years) through financing secured by the County's hotel tax revenues and the lease payments paid to the Authority by the SWB Yankees. In addition we currently project that the County will not have to secure any future financing anticipated for the Stadium.

Sincerely:

A handwritten signature in black ink, appearing to read 'Michael D. Vind'.

Michael D. Vind
Managing Director
Financial S&Lutions LLC