



**SANTA CLARA
CONVENTION CENTER
AND
CONVENTION - VISITORS BUREAU
FINANCIAL STATUS REPORT
(Unaudited)
Quarter Ending March 31, 2018**



April 26, 2018

Overview

The Santa Clara Convention Center (SCCC) is strategically located in the heart of Silicon Valley, a prime location for conventions, trade shows, and exhibitions. The SCCC is minutes from hotels, restaurants, Levi's Stadium, Great America Theme Park, and many of the largest and most influential technology companies in the world, with easy access to freeways and Norman Y. Mineta San Jose International Airport and only 45 miles south of San Francisco.

The Convention Center features 100,000 square feet of exhibit space, a 22,400 square foot ballroom, 31 breakout rooms and a 607-seat theater and attracts over 350,000 visitors annually. The facility is an integral economic component to Santa Clara, generating economic benefits through attendee direct and indirect spending and sustaining over 500 local jobs. For more information, please visit santaclaraconventioncenter.org.



Santa Clara Convention Center Fiscal Year 2017-18 3rd Quarter

87,335
 Total Attendance

119
 Total Events

\$1,682,638
 Total Revenue

\$3,136,876
 Direct Economic
 Impact generated from
 SCCC Events

Gross Estimated Economic Impact Third Quarter 2017-18				
Event Category	# of Events	Avg Event Days	Attendees	Estimated Total Revenue*
Banquet	4	1	2,000	\$ 92,329
City Wides	2	2	16,000	424,909
Conventions	16	3	10,400	1,213,795
Meetings	78	1	29,855	847,379
Public Shows	14	1	18,080	241,196
Trade Shows	5	2	11,000	317,268
TOTAL	119	2	87,335	\$ 3,136,876

* Includes space rental, food/beverage, audio visual and telecommunications

4th Quarter Projection

- Currently, 115 events with a total potential attendance of 86,625 are scheduled for the 4th Quarter.

4th Quarter 2017-18 Projection	
Events	115
Attendees	86,625

Financial Results

Revenue

Revenue through the third quarter of 2017-18 was \$5,720,798, representing 79% of the overall annual budget for revenue. This is a decrease in revenue of \$150,573, when compared to the prior year due primarily to lower catering and telecommunications revenues.

Expenses

Total expenses through the third quarter totaled \$4,912,500, representing 69% of the annual budget for expenses. This is a decrease of \$11,023 when compared to the prior year due primarily to a decrease in maintenance & supplies and utility costs.

Net Income

The Convention Center ended the third quarter with a YTD profit of \$808,299.

SANTA CLARA CONVENTION CENTER and CONVENTION-VISITORS BUREAU FINANCIAL STATUS REPORT

Quarter Ending March 31, 2018

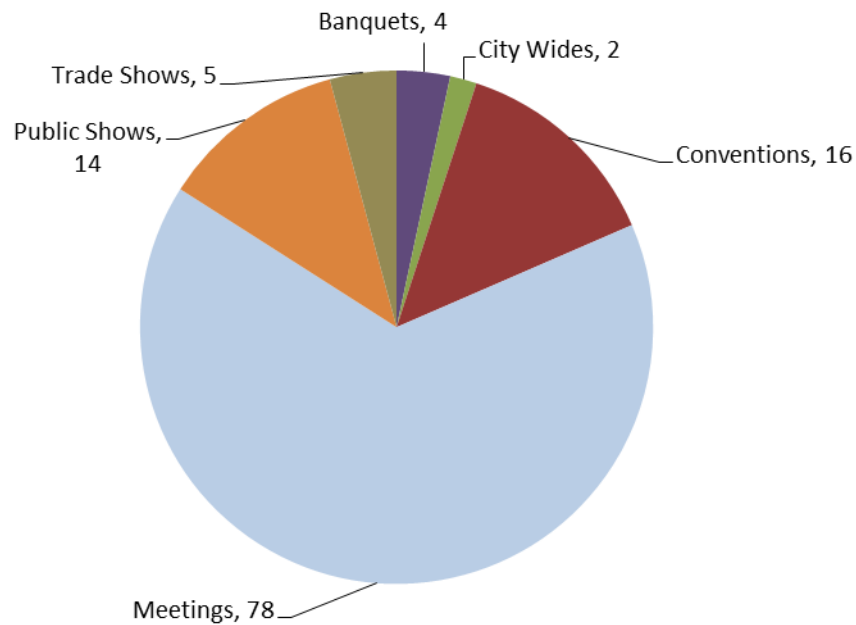
Santa Clara Convention Center								
Income Statement Comparisons								
	YTD for Quarter Ending March 31, 2018				YTD for Quarter Ending March 31, 2017			
	Annual Budget	YTD Actuals	Remaining Balance	% Used	Annual Budget	YTD Actuals	Remaining Balance	% Used
Revenues								
Space Rental	\$ 2,800,000	\$ 2,643,923	\$ 156,077	94%	\$ 2,600,000	\$ 2,397,128	\$ 202,872	92%
Event Revenue	455,575	405,826	49,749	89%	474,000	326,379	147,621	69%
Audio-Visual	927,052	521,666	405,387	56%	758,734	532,746	225,988	70%
Catering	2,647,923	1,560,800	1,087,124	59%	2,600,000	2,083,903	516,097	80%
Telecommunications	330,000	329,479	521	100%	333,039	467,175	(134,136)	140%
Other	104,000	259,104	(155,104)	249%	69,200	64,038	5,162	93%
Total Revenues	7,264,551	5,720,798	1,543,752	79%	6,834,973	5,871,371	963,602	86%
Labor & Operating Expenses								
Employee Related Expenses								
Wages, Taxes & Insurance	4,156,776	2,953,273	1,203,503	71%	3,897,353	2,915,937	981,415	75%
Benefits	1,204,751	735,685	469,066	61%	1,200,873	799,137	401,736	67%
Operating Expenses								
Insurance	197,376	128,594	68,782	65%	190,443	123,549	66,894	65%
JLL Evaluation	-	55,000	(55,000)		-	-	-	
Maintenance & Supplies	229,721	134,203	95,518	58%	219,665	188,310	31,355	86%
Management Fee	145,291	108,968	36,323	75%	136,399	102,519	33,880	75%
Monthly Service Contracts	146,923	109,767	37,156	75%	138,884	107,819	31,065	78%
Office & Legal	229,930	131,162	98,768	57%	120,200	107,097	13,103	89%
Parking Fees & Rentals	30,000	4,000	26,000	13%	60,000	6,550	53,450	11%
Utilities	806,065	551,847	254,218	68%	759,108	572,605	186,503	75%
Total Labor & Operating Exp.	7,146,833	4,912,500	2,234,333	69%	6,722,925	4,923,523	1,799,402	73%
Net Income/(Loss)	\$ 117,718	\$ 808,299			\$ 112,048	\$ 947,848		

NOTE: Totals may not add due to rounding

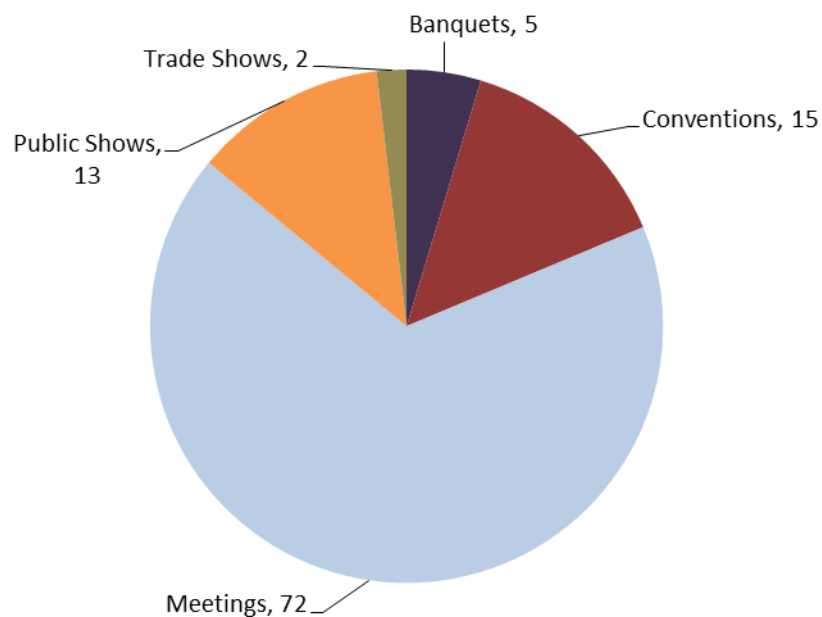
Event Mix Statistics

Results	Q3 2017-18	Q3 2016-17
Number of Events	119	107
Number of Event Days	206	186
Attendance	87,335	89,990

2017-2018



2016-2017



Other Revenue

Increased General Fund sales tax and transient occupancy tax (TOT) collections result from the direct and indirect economic activity related to Convention Center events.

Sales taxes generated from food and beverage, audio-visual, and telecommunication sales are taxable, resulting in significant sales tax revenue for the City. The 3rd Quarter 2017-18 sales tax collections indicate that sales transactions at the Convention Center generated \$237,731 of sales tax revenue, with \$26,415 benefitting the General Fund. In addition, other businesses in Santa Clara benefit from the influx of people coming into town to attend various events, resulting in additional sales tax collections for the General Fund.

Many Convention Center events bring travelers into the region resulting in hotel stays. In 3rd Quarter 2017-18, Convention Center events generated an estimated \$371,461 in TOT (based on an Average Daily Rate (ADR) of \$205) which benefits the City's General Fund.



2017-18 Capital Improvement Program Budget

The Convention Center capital improvement program budget for fiscal year 2017-18 totals \$304,000. The following table provides a breakdown of the budget as of 3rd Quarter 2017-18.

Santa Clara Convention Center Capital Improvement Projects 2017-18				
Description	QTY	Annual Budget	Actual to Date	Budget Remaining
Exhibit Hall floor combo sweeper & scrubber	1	\$ 67,000	\$ -	\$ 67,000
Podium	5	27,000	-	27,000
Roll n Set Stage Units	4	68,000	68,000	-
72 inch Round tables - no carts	60	32,000	-	32,000
Floor Boxes (Exhibit Halls A-D)	N/A	20,000	-	20,000
Switchgear Labeling (OSHA)	N/A	40,000	-	40,000
Repair Makeup Air Unit for Mission Ball Room Kitchen	N/A	50,000	-	50,000
TOTAL		\$ 304,000	\$ 68,000	\$ 236,000

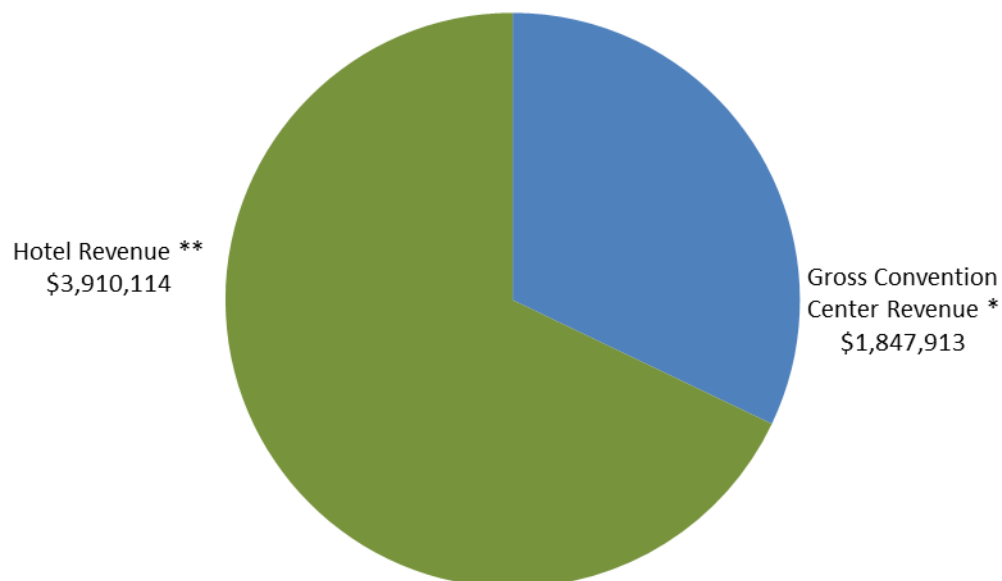
Santa Clara Convention-Visitors Bureau Fiscal Year 2017-18 3rd Quarter

48
Group Bookings

79,282
Attendees

29,076
Room Nights

Gross Estimated Revenue

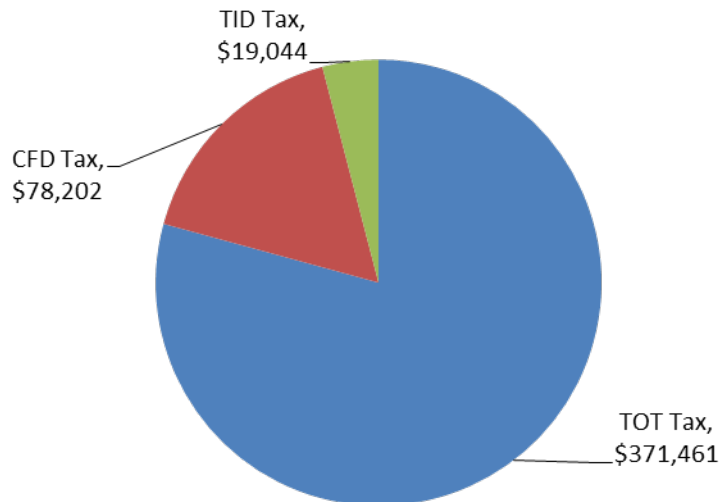


* Gross Convention Center Revenue includes revenue from Convention Center Rental, Audio Visual, Food/Beverage, Telecommunications, Digital Display Advertising and Event Equipment/Services

**Hotel Revenue is based on Actualized Hotel Room Nights x Average Daily Rate (ADR)
(ADR is based on average daily rate for the respective quarter)

Hotel Tax Revenue

Hotel Tax Revenue includes the Tourism Improvement District Tax (TID), Community Facilities District Tax (CFD), and Transient Occupancy Tax (TOT). Total Hotel Tax Revenue for the quarter was \$468,707 and is based on 19,044 actualized room nights.



4th Quarter Projection

Currently, 21 group bookings with a total potential attendance of 26,000 and 15,100 hotel room nights are scheduled for the 4th Quarter.

4th Quarter 2017-18 Projection	
Bookings	21
Attendees	26,000
Room Nights	15,100

Santa Clara Convention and Visitors Bureau Cost Comparison

	Year to Date Quarter Ending March 31, 2018			
	Annual	YTD	Remaining	%
	Budget	Actuals	Balance	Used
Group Marketing & Sales	\$ 1,090,874	\$ 621,459	\$ 469,416	57%
Convention Services	156,143	100,578	55,565	64%
Visitor Marketing and Communications	420,985	289,256	131,729	69%
Total	\$ 1,668,002	\$ 1,011,293	\$ 656,709	61%

	Year to Date Quarter Ending March 31, 2017			
	Annual	YTD	Remaining	%
	Budget	Actuals	Balance	Used
Group Marketing & Sales	\$ 1,060,626	\$ 832,794	\$ 227,832	79%
Convention Services	134,042	89,462	44,580	67%
Visitor Marketing and Communications	514,060	332,204	181,856	65%
Total	\$ 1,708,728	\$ 1,254,460	\$ 454,268	73%



Visitor Marketing & Communications Department Highlights

- Managed *Visit Santa Clara* destination websites saw 51,122 user sessions for the quarter, influencing direct visitor spending in the City.
- Managed *Visit Santa Clara* social media gained 2,914 new followers. Total number of opt-in followers is 55,223.
- Managed *Visit Santa Clara's* destination videos. Views grew 5,903.
- Began print and electronic ad campaign in Greater Sacramento and San Joaquin Valley marketing Santa Clara hotel/theme park packages.
- Represented Santa Clara hospitality businesses at RTO Summit West, meeting with 20+ Japanese and Chinese receptive tour operators.
- Began event planning for National Travel & Tourism Week Luncheon on May 7, bringing hospitality businesses together to celebrate the economic impact of travel and tourism.
- Fulfilled 254 visitor requests for destination Santa Clara information.
- Produced monthly CVB eNews to stakeholders.
- Managed listings for over 100 visitor and convention calendar of events.

