Part IV Case Study Questions

1) If you were asked whether a large university such as Tennessee or Michigan, with a large seating capacity for their football stadiums, should build a new football stadium, how would you respond and what additional information would you need to make this decision?

2) If you overspent on building or renovating a stadium, what can you do after the fact to minimize the damage done by the bad deal?

3) What do you think Akron should do to turn things around and to help repay the bonds issued to build the stadium?

4) Can a university default on a loan or bond repayment and what could be the ramifications of such an action?