



Request for City Council Committee Action from the Department of Community Planning & Economic Development

Date: July 9, 2013

To: Council Member Lisa Goodman, Community Development Committee

Referral to: Council Member Betsy Hodges, Ways & Means/Budget Committee

Subject: Acceptance of Minnesota Department of Employment and Economic Development (DEED) Funds.

Recommendation: That the proper city official be authorized to execute the State of Minnesota Master Grant Contract. (MPLS2013M)

Previous Directives: None

Prepared by: Deb Bahr-Helgen, Director, METP (612) 673-6226
Approved by: Charles T. Lutz, Deputy Director, CPED
Cathy Polasky, Director Economic Policy & Development, CPED
Presenters in Committee: Deb Bahr-Helgen, METP

CL
CPD

Reviews

- Permanent Review Committee (PRC): Approval N/A Date _____
- Policy Review Group (PRG): Approval N/A Date _____

Financial Impact

- No financial impact

Community Impact

- City Goals – Jobs and
- Economic Vitality

Supporting Information

This agreement with the State of Minnesota, acting through the Minnesota Department of Employment and Economic Development (DEED), covers the period July 1, 2013 to June 30, 2018. The agreement provides for the release of funding under the Workforce Investment Act for Adult, Youth, and Dislocated Worker and the Minnesota Youth Programs. It is expected that the proposed 5-year agreement would send approximately \$20 million from State of Minnesota to the City through DEED. In the previous 5-year agreement, the City received approximately \$33 million from the State. In general, the grant agreement comes with a 10% administration fee (depending on the specific funding allocation) to cover grant work-related staff costs. The agreement does not require a local funding match, however, locally matched funds can help the success of the programs within the grant and are always a key factor in obtaining more grant funding.