



Request for City Council Committee Action from the Department of City Coordinator

Date: April 5, 2005

To: Barbara Johnson, Chair

Referral to: Ways and Means/Budget Committee

Subject: Payment of the balance of 2004 proceeds of the 1% City lodging tax increase to the Greater Minneapolis Convention and Visitors Association

Recommendation

That the Ways and Means Committee recommend payment of the balance of the 2004 proceeds of the 1% City lodging tax increase to the Greater Minneapolis Convention and Visitors Association in the amount of \$308,614 as part of their 2004 operating budget.

That the Ways and Means Committee further recommend passage of the accompanying Resolution increasing the GMCVA appropriation by \$308,614.

Previous Directives

(any past Council actions or directions to staff)

Prepared or Submitted by (name, title, phone)

Approved by: John Moir, City Coordinator _____

[Permanent Review Committee](#) Approval _____ Not Applicable _____

Policy Review Group (PRG) Approval _____ Date of Approval _____ Not Applicable _____

Note: The Policy Review Group is a committee co-chaired by the City Clerk and the City Coordinator that must review all requests related to establishing or changing enterprise policies.

Presenters in Committee (name, title)

Financial Impact (Check those that apply)

___ No financial impact - or - Action is within current department budget.

(If checked, go directly to Background/Supporting Information)

Action requires an appropriation increase to the Capital Budget

Action requires an appropriation increase to the Operating Budget

Action provides increased revenue for appropriation increase

Action requires use of contingency or reserves

Other financial impact (Explain):

Request provided to the Budget Office when provided to the Committee Coordinator

Community Impact (use any categories that apply)

Neighborhood Notification

City Goals

Comprehensive Plan

Zoning Code

Other

Background/Supporting Information Attached

In April 2002 the City's lodging tax increased from 2% to 3% to provide support to the City's marketing efforts of itself and its Convention Center. In 2004, this increase was included in the operating budget of the Greater Minneapolis and Visitors Association (GMCVA) approved by the City Council in its 2004 General Appropriation Resolution. Staff has determined that actual amount of the increase in 2004 exceeded the estimated GMCVA budgeted amount by \$308,614 and is now due the GMCVA.

Amending the 2005 General Appropriation Resolution:

RESOLVED by the City Council of the City of Minneapolis:

That the entitled resolution, as amended, be further amended by increasing the appropriation for the Convention and Visitors Association Agency in the Minneapolis Convention Center Related fund (0760-864-8641) by \$308,614.

Recommendation: 1) Authorize payment of the balance of the 2004 1% lodging tax increase in the amount of \$308,614 to the Greater Minneapolis Convention and Visitors Association.

2) Resolution, increasing the appropriation of the Greater Minneapolis Convention and Visitors Association agency in the Convention and Related Fund (0760-864-8641) by \$308,614.