



Request for City Council Committee Action From the Office of the City Coordinator

Date March 7, 2002
To Ways & Means/ Budget Committee
Submitted by Kim W. Havey, Director, Minneapolis Empowerment Zone, 673-5415
Approved by John Moir, City Coordinator
Subject Acceptance of \$9,800 loan fee payment from Bassett Creek Partners, LP

Presenters in Committee Kim W. Havey, Director, Minneapolis Empowerment Zone

Recommendation

- 1) Accept loan fee payment of \$9,800 from Bassett Creek Partners, LP.
- 2) Amend the 2002 General Appropriation Resolution by increasing the appropriation for the City Coordinator Agency in the Federal Grants Fund (0300-840-8460-5130-E307) and increasing the City Coordinator Agency and revenue estimate in the Federal Grants Fund (0300-840-8460-3680-02-E307) by \$9,800.

Financial Impact

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

Background/Supporting Information

On October 18, 2001 the EZ Governance Board approved a \$980,000 loan in federal EZ funds to Bassett Creek Partners, LP. As with previous funding, the use of federal EZ funds awarded to Minneapolis are recommended for approval by the EZ Executive Committee or Governance Board and presented to the City Council for final approval. The \$980,000 loan was approved by the Minneapolis City Council on October 26, 2001.

The terms of the loan and previous council action require that Bassett Creek Partners, LP pay a 1% fee on the \$980,000 loan. Per the agreement between the City of Minneapolis and Bassett Creek Partners, LP for EZ funds Bassett Creek partners has remitted the loan fee in the amount of \$9,800.