

The background of the slide is a vibrant blue, depicting a sun reflecting on the surface of a body of water. The sun is positioned on the left side, creating a bright, shimmering path of light that extends across the water towards the center. The water's surface is textured with small, dark blue ripples, giving it a sense of depth and movement. The overall atmosphere is bright and clear, suggesting a sunny day.

**CPED's
FUTURE
BUDGET
OUTLOOK**

LEGACY FUND ACCESS ENDED WITH 2009 BUDGET

- The 2003 commitment to NRP Capitalization triggered a simultaneous need to identify a source for CPED discretionary development dollars
- CPED was authorized to borrow up to \$22M between 2004 – 2009 from the Legacy fund
- Annual borrowing ranged from \$3.5 - \$3.7M

REVENUES NOT PREVIOUSLY CONSIDERED

- NRP Waterfall sunset in 2009
Common Project Non Tax-Increment funds are NOW AGAIN available to CPED for development activities
- Operator subsidy for Target Center
With the shift of Target Center's ownership to MCC's (Minneapolis Convention Center), CPED is NO LONGER responsible for paying the operating subsidy. These dollars become available to CPED for funding development activities

Discretionary Revenues Identified for 2011

Revenue Sources

Development Account (01SA)	4,830,000
Legacy Fund Program Income (01SPH)	500,000
Local Contribution Fund (01CLC)	2,385,000
	<hr/>
	7,715,000

FUTURE BUDGET CHALLENGES

- A structural imbalances exist within 01GEN and Preliminary Planning Fund created by a mis-match of revenues and expenses.
- Restrictive nature of most sources severely limits ability to carry forward positive fund balances for paying expenditures and/or back-filling revenue shortfalls in future years.
- Potential on-going General fund cuts from loss of City tax revenue and/or subsequent LGA reductions