



**Request for City Council Committee Action from the Department of Community Planning and Economic Development - CPED**

**Date:** July 10, 2007

**To:** Council Member Lisa Goodman, Community Development Committee  
Council Member Paul Ostrow, Ways and Means/Budget Committee

**Subject:** Accept and appropriate \$490,000, awarded by the Hennepin County Board, to pay for the operation of a validated parking system at Midtown Global Market

**Recommendation:** (1) Accept \$490,000 grant from Hennepin County (2) Amend the 2007 General Appropriation Resolution by increasing the Community Planning and Economic Development agency Fund 600-Other Grant- State and Local (0600-890-8933) appropriation by \$490,000; (3) Increase the 2007 Revenue Budget for the Community Planning and Economic Development Agency Fund 600- Other Grants-State and Local (0600-890-3220) by \$490,000 (4) Authorize the appropriate City staff to execute a sub-recipient, disbursement, and related agreements for this grant

**Previous Directives:** None

Prepared by: Rebecca Brown, Project Coordinator, 612-673-5018

Approved by: Charles T. Lutz, Deputy Director \_\_\_\_\_

Presenter in Committee: Rebecca Brown

**Financial Impact**

- Action requires an appropriation increase to the Capital Budget \_\_\_\_\_ or Operating Budget
- Action provides increased revenue for appropriation increase
- Action is within the Business Plan

**Community Impact**

Neighborhood Notification: NA

City Goals: *One Minneapolis* (goods and services at Midtown Global Market accessible to more people), *Connected communities* (larger customer base and increased sales at Midtown Global Market)

Sustainability Targets: NA

Comprehensive Plan: 4.1 Minneapolis will encourage reinvestment along major urban corridors as a way of promoting growth in all neighborhoods.

Zoning Code: NA

Living Wage/Business Subsidy Agreement: NA

Job Linkage: NA

### **Supporting Information**

On June 5, 2007, the Hennepin County Board authorized a grant of \$490,000 to the City of Minneapolis to pay for the operation of a parking validation system at the Midtown Global Market (Resolution No. 07-6-255, Adopted on 06/05/07).

The resolution states that insufficient public parking threatens the viability of the Midtown Exchange. To increase supply, the County granted \$490,000 to help offset public parking related costs. The County Board also authorized a capital expenditure, not to exceed \$210,000, to the Midtown Global Market for parking signage and validation machines.

Due to state statutory requirement, the City must act as a conduit for this grant. Given the City's financial and policy commitments to the market's success, staff recommends offsetting parking costs for market customers via accepting the Hennepin County grant and administering the parking validation program with Midtown Global Market and a City-selected trustee.

### **Program Structure**

The County will issue the grant funds to the City, and the City will disburse the funds to a trustee (to be selected by the City) into an interest-bearing account. The Midtown Global Market will submit monthly disbursement requests to both the trustee and the City. The City will review and consent to all disbursements. The trustee will disburse the requested amount directly to the parking owner/operator.

## Attachment

### BOARD MEETING MINUTES

Published in Finance and Commerce, Saturday, June 09, 2007

Tuesday, June 05, 2007 Minneapolis, Minnesota

The Board of County Commissioners of Hennepin County, Minnesota, met in the Hennepin County Government Center in the City of Minneapolis, at 1:38 p.m.

The meeting was called to order by Commissioner Johnson, Chair, and all Commissioners were present with the exception of Commissioner Opat, who joined the proceedings after the second item had been dealt with. Commissioner Steele led the pledge of allegiance.

#### **(10) Resolution No. 07-6-255**

The following Resolution was offered by the Budget & Capital Investment Committee:

WHEREAS, Hennepin County (County) and the City of Minneapolis (City) participated financially in the redevelopment of the Midtown Exchange project at Chicago Avenue and Lake Street in Minneapolis, and the County currently occupies space in the facility for purposes of operating a Service Center, and

WHEREAS, the County received \$3.0 million in support from the State of Minnesota to offset a portion of the costs of the creation of the Midtown Exchange Service Center with the understanding that there would be sufficient public parking for the project, and

WHEREAS, the County and the City agree that insufficient public parking threatens the viability of the Midtown Exchange, and

WHEREAS, the County and the City have a continuing interest in the viability of the Midtown Exchange project,

BE IT RESOLVED, that Agreement A070840 with the City of Minneapolis to help offset public parking related costs at the Midtown Exchange, in the amount of \$490,000 during the period commencing June 1, 2007 be approved; that the Chair of the Board be authorized to sign the Agreement on behalf of the County; that the County expend an amount not to exceed \$210,000 for signage and parking validation machines in conjunction with the Agreement; and

BE IT FURTHER RESOLVED, that to implement Agreement A070840, \$490,000 be transferred from the 2007 Contingency to the Midtown Community Works project (project #0031547) and substituted for previously authorized bond funding, and the Controller be authorized to transfer and disburse funds as directed.

RESOLUTION ADOPTED ON 06/05/07