



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

**Date:** June 20, 2006

**To:** Council Member Lisa Goodman, Community Development

**Subject:** Adoption of Resolution Approving Hennepin County's AHIF Program Funding for St. Anne's Senior Housing

**Recommendation:** Adopt the attached resolution approving Hennepin County's AHIF Program Funding for St. Anne's Senior Housing

**Previous Directives:** On November 5, 2004, the Council approved \$100,000 from the Commercial Economic Development Fund (CEDF) for the commercial portion of the St. Anne's Senior Housing project. On January 30, 2004, the Council approved \$350,000 from the NRP Affordable Housing Reserve Fund for the housing portion of the project. On December 29, 2003, the City Council granted preliminary approval of the housing revenue bond financing and Project Analysis Authorization for the project. On December 15, 2003, the Council approved \$468,000 from the AHTF for the housing portion of the project and \$30,000 in Non-Profit Admin assistance for St. Anne's Community Development Corporation. On December 23, 2005, the City Council approved \$200,000 of additional AHTF funding.

**Prepared by:** Cynthia Lee **Phone:** 673-5266

**Approved by:**

Elizabeth Ryan, Director of Housing Policy & Development \_\_\_\_\_

**Permanent Review Committee (PRC)** Approval  Not Applicable

**Note:** To determine if applicable see <http://insite/finance/purchasing/permanent-review-committee-overview.asp>

**Presenter in Committee:** Dollie Crowther

**Financial Impact (Check those that apply)**

- No financial impact (If checked, go directly to Background/Supporting Information).
- Action requires an appropriation increase to the  Capital Budget or  Operating Budget.
- Action provides increased revenue for appropriation increase.
- Action requires use of contingency or reserves.
- Business Plan:  Action is within the plan.  Action requires a change to plan.
- Other financial impact (Explain):

Request provided to department's finance contact when provided to the Committee Coordinator.

**Community Impact (use any categories that apply)**

Neighborhood Notification: Not applicable

City Goals: Foster the development and preservation of a mix of quality housing types that is available, affordable, meets current needs, and promotes future growth.

Comprehensive Plan: 4.10 Minneapolis will increase its housing that is affordable to low and moderate income households. 4.9.1 Minneapolis will grow by increasing its supply of housing. 4.15 Minneapolis will carefully identify project sites where housing redevelopment and/or housing revitalization are the appropriate responses to neighborhood conditions and market demand.

Zoning Code: Complies

Other: None

**Background/Supporting Information:**

The St. Anne's Senior Housing project on West Broadway will provide 59 units of mixed-income senior rental housing.

Hennepin County has approved \$700,000 of AHIF program funding for this project. Hennepin County HRA's authorizing legislation requires that the City provide formal approval of the County's participation in this project.

Resolution

**Requesting that the Hennepin County Housing and Redevelopment Authority provide financial assistance to St. Anne's Senior Housing Project under the Minnesota Housing and Redevelopment Authorities Act.**

Whereas, representatives of the Hennepin County Housing and Redevelopment Authority (the "County HRA") have advised the City of Minneapolis, Department of Community Planning and Economic Development ("the City") that the County HRA proposes to provide financial assistance from Hennepin County's Affordable Housing Incentive Fund or other programs in an amount up to \$700,000, to the City of Minneapolis for St. Anne's Senior Housing Project on the corner of West Broadway Avenue and Queen Avenue North, Minneapolis, Minnesota (the "Project"); and

Whereas, pursuant to Minnesota Statutes, Section 383B.77, Subd 2, the County HRA cannot exercise its powers within the boundaries of the City of Minneapolis unless the City requests the County HRA to exercise specific powers within the City; and

Whereas, pursuant to Minnesota Statutes, Section 469.005 the City Council must declare there is a need for the County HRA to exercise its powers within the City,

Now, Therefore, Be It Resolved:

That, as required by Minnesota Statutes, Section 383B.77, subd. 2, and pursuant to Minnesota Statutes, section 469.005, the City Council hereby declares there is a need for the County HRA to exercise certain powers within the City and hereby approves the County HRA exercising its powers in the City for the limited purpose of providing financial assistance in the combined amount up to \$700,000 from the County HRA for the Project.

Be It Further Resolved that nothing in this resolution shall create a pecuniary obligation of the City Council to assist the Project nor shall the City be in any way responsible for any financing obligation or agreement of the County HRA with respect to its provision of financial assistance to the Project.

Be It Further Resolved that the request made hereunder extends only to the powers of the County HRA with respect to the financial assistance the County HRA proposes to provide to the City for the Project and the City shall retain all other powers and jurisdiction over matters relating to the City and the Project.

Be It Further Resolved that appropriate staff of the City are authorized to execute and deliver a multijurisdictional cooperation agreement with the County HRA relating to the Project.