



**Request for City Council Committee Action  
From the Department of  
City Coordinator**

**Date:** April 6, 2004

**To:** Barbara Johnson, Chair  
Ways and Means/Budget Committee

**Submitted by:** John Moir, City Coordinator \_\_\_\_\_

**Approved by:** John Moir, City Coordinator \_\_\_\_\_

**Subject: Payment of the balance of 2003 proceeds of the 1% City lodging tax increase to the Greater Minneapolis Convention and Visitors Association**

**Recommendation:** That the Ways & Means Committee recommend payment of the balance of the of the 2003 proceeds of the 1% City lodging tax increase to the Greater Minneapolis Convention and Visitors Association in the amount of \$174,789 as part of their 2003 operating budget.

That the Ways & Means Committee further recommends passage of the accompanying Resolution increasing the GMCVA appropriation by \$174,789.

**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

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**

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 2003 this increase was included in the operating budget of the Greater Minneapolis and Visitors Association (GMCVA) approved by the Council in its 2003 General Appropriation Resolution. Staff has determined that actual amount of the increase in 2003 exceeded the estimated (GMCVA) budgeted amount by \$174,789 and is now due the GMCVA.

**Amending the 2004 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 \$174,789.

Recommendation: 1) Authorize payment of the balance of the 2003 1-% lodging tax increase in the amount of \$174,789 to the Greater Minneapolis Convention and Visitors Association.

2) Resolution, increasing the appropriation of Greater Minneapolis Convention and Visitors Association agency in the Convention and Related Fund (0760-864-8641) by \$174,789.