

MEMORANDUM

TO: Neighborhood and Community Engagement Commission

FROM: Jennifer Lastoka, Community Engagement Coordinator (NCEC Staff)

DATE: August 18, 2009

RE: **Agenda Item #3: Funding components of NRP Phase 2 & 3**

Requested Action:

This presentation is being provided for informational purposes. No action is required.

Background:

At the July 28, 2009 meeting, commission members suggested staff provide an update on funding components of NRP Phase 2 & 3. As a result, NCR staff has invited City Finance staff to present on the proposed Consolidated Redevelopment Tax Increment (TIF) District and Plan (the NRP Phase 3 funding mechanism) and the Brookfield lease as part of NRP Phase 2 funding.

The tax increment revenue from the Consolidated Redevelopment TIF District and Plan will be used to help pay Target Center debt and to fund neighborhood revitalization activities. Additional background information can be found in the following documents:

The full Consolidated TIF Plan is hyperlinked here:

http://www.ci.minneapolis.mn.us/cped/docs/Consolidated_Redevelopment_TIF_Plan_Document.pdf (Before printing please note that this is a 53 page document. PDF pages 3-10 are particularly helpful in terms of background information)

The Frequently Asked Questions: Consolidated TIF Plan is hyperlinked here:

[http://www.ci.minneapolis.mn.us/cped/docs/TIF-FAQ%20\(6-29-09\).pdf](http://www.ci.minneapolis.mn.us/cped/docs/TIF-FAQ%20(6-29-09).pdf) (Please review this 7-page PDF before the August meeting)

Following the Consolidated TIF Plan: Please visit the links below for details around the latest actions.

- **July 21, 2009 – Community Development (CD) Committee: Public hearing for Consolidated Redevelopment TIF Plan:**

<http://www.ci.minneapolis.mn.us/council/2009-meetings/20090731/CD20090721agenda.asp>

Action Taken: Sent forward without recommendation

- **July 27, 2009 – Ways & Means/Budget, item # 29:**

http://www.ci.minneapolis.mn.us/council/2009-meetings/20090731/WM_agenda20090727.asp

CD Committee Action: Sent forward without recommendation

Action Taken: Approved

- **July 31, 2009 – Council Meeting Agenda**, Community Development item #2:
<http://www.ci.minneapolis.mn.us/council/2009-meetings/20090731/Council20090731Agenda.asp> and **July 31, 2009 City Council Official Proceeding:** <http://www.ci.minneapolis.mn.us/council/2009-meetings/20090731/20090731-proceedings.pdf>

Action Taken: Referred agenda item back to 8/10/09 Ways & Means/Budget Committee for further review and discussion.

- **August 10, 2009 – Ways & Means/Budget**, item #29:
http://www.ci.minneapolis.mn.us/council/2009-meetings/20090814/WM_agenda20090810.asp

Action Taken: Agenda item postponed to August 24, 2009 Ways & Means/Budget.

- **August 13, 2009 – 2010 Mayor’s Recommended Budget, Section 6- Financial Plan:**
<http://www.ci.minneapolis.mn.us/city%2Dbudget/2010recc/7-FinancialPlans.pdf>
 (Before printing please note that this is a 77 page document. Please see PDF pages 9-11 for neighborhood funding information)

Brief Summary: Mayor’s recommendation is to certify 50% of expiring districts, generating an estimated \$13 million dollars in 2011; 6.5 million for Target center principal and interest and 6.5 million for Neighborhood Investment and Community Innovation Funds (neighborhood operations, department of Neighborhood and Community Relations).

Here’s where the City is in its budget process going forward:

Aug 26	Board of Estimate public hearing on maximum property tax levies.
Sept 9	Board of Estimate meeting to set the maximum property tax levies.
Sept - Oct	Ways and Means Hearings on the Budget and Business Plans (schedule to be determined by City Council).
Oct	Special City Council meeting to be called by the Mayor requesting Council action to provide preliminary approval of the budget, if needed*.
Nov 16	Public Comment on Levy and Budget 6:05 p.m.
Dec 2	Mark-up by Ways and Means Committee, with all Council Members invited to attend 9:30 a.m. until noon and 1:00 p.m. until 4:30 p.m.
Dec 11	Official Council budget adoption 6:05 pm

*The Mayor’s Budget Recommendation may contain layoffs, which will necessitate implementation of the job bank by November 2, 2009 to avoid even deeper cuts in 2010.

The City’s Budget Process Calendar can be found at:
<http://www.ci.minneapolis.mn.us/city-budget/>