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**Request for City Council Committee Action**  
**From the Department of Community Planning & Economic Development**

**Date:** December 13, 2005

**To:** Council Member Lisa Goodman, Community Development Cmte  
Council Member Barbara Johnson, Ways and Means/Budget Cmte

**Prepared by:** Paula Mazzacano, Financial Analyst, Phone 612-673-5129

**Presenter in Committee:** Paula Mazzacano, Financial Analyst

**Approved by:** Chuck Lutz, Deputy CPED Director 

**Subject:** Grant Extension Agreement for Livable Communities Grant SG003-138 (Nicollet Hotel Block Predevelopment Grant); Appropriation Correction for 2003 Grants

**RECOMMENDATION:** 1) Authorize the appropriate City officers to execute the Amendment and Extension of Metropolitan Council Predevelopment Grant Program Grant Agreement for Livable Communities Grant SG003-138 (Nicollet Hotel Block Predevelopment Grant). 2) Decrease the appropriation for the Non-Departmental Agency in the Grants-Other Fund (0600-123-1232-5130) by \$537,150, and decrease the revenue budget for the Non-Departmental Agency in the Grants-Other Fund (0600-123-1232-3215) by \$537,150. 3) Increase the appropriation in Fund SMN0-State Grants (SMN0-890-8952) by \$337,150 and increase the revenue budget in Fund SMN0-State Grants (SMN0-890-8490) by \$337,150.

**Previous Directives:** On February 27, 2004, the City Council accepted 2003 Metropolitan Council Predevelopment Grants for Nicollet Hotel Block and Lowell School Site, and Development Grants for Franklin-Portland Gateway III and Cedar-Lake Mid-Town Revival, and appropriated \$537,150 for this purpose in Resolution 2004-R-071. The City Council approved application for these 2003 Metropolitan Council Predevelopment and Development Grants on August 22, 2003 in Resolution 2003R-387.

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

- No financial impact - or - Action is within current department budget.  
(If checked, go directly to next box)
- 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

**Community Impact** (Summarize below)

**Ward:** 7

**Neighborhood Notification:** Not applicable

**City Goals:** Not applicable

**Comprehensive Plan:** Not applicable

**Zoning Code:** Not applicable

**Living Wage/Job Linkage:** Not applicable

**Background/Supporting Information:**

Extension of Nicollet Hotel Block Grant Agreement

The 2003 Metropolitan Council Predevelopment Grant for Nicollet Hotel Block will expire on December 31, 2005. On October 2, 2005, staff requested from the Metropolitan Council an extension of the Grant Agreement, to December 31, 2006. The extension will provide additional time within which to seek development proposals. The Metropolitan Council has agreed to the request. The Amendment and Extension of Metropolitan Council Predevelopment Grant Program Grant Agreement must be executed and returned to the Metropolitan Council by December 31, 2005, or the continued availability of the grant funding may be in jeopardy. As of November 18, 2005, grant expenditures total \$7,226.21, almost all of which have been reimbursed by the Metropolitan Council.

Appropriation Technical Correction

The original appropriation for the Nicollet Hotel Block Predevelopment Grant, as well as Lowell School Site, Franklin-Portland Gateway III and Cedar-Lake Mid-Town Revival,

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was established in Fund 0600. The grant activity will actually be recorded in Fund SMN0-State Grants.

Cedar-Lake Mid-Town Revival, which was awarded a \$200,000 Livable Communities Demonstration Account grant, did not go forward, so the appropriation correction will reflect grant expenditures of \$337,150 rather than the original \$537,150.

**Comm Dev & W&M/Budget** – Your Committee, having been informed that the City has requested, and the Metropolitan Council has approved, a one-year extension of the 2003 Metropolitan Council Predevelopment Grant for Nicollet Hotel Block (SG003-138), now recommends:

- a) Authorize the proper City officials to execute the Amendment and Extension of Metropolitan Council Predevelopment Grant Program Grant Agreement for Livable Communities Grant SG003-138 (Nicollet Hotel Block Predevelopment Grant) with the Metropolitan Council.
- b) Passage of the accompanying resolution decreasing the Non-Departmental Agency appropriation by \$537,150 and increasing the Fund SMN0 appropriation by \$337,150 to reflect receipt of the grant funds.

# RESOLUTION of the CITY OF MINNEAPOLIS

By Goodman and Johnson

**Amending The 2005 General Appropriation Resolution.**

Resolved by The City Council of The City of Minneapolis:

That the above-entitled resolution, as amended, be further amended by decreasing the appropriation for the Non-Departmental Agency in the Grants-Other Fund (0600-123-1232) by \$537,150 and decreasing the revenue source (0600-123-1232 Source 3215) by \$537,150; and by increasing the appropriation for Fund SMN0-State Grants by \$337,150 (SMN0-890-8952) and increasing the revenue source (SMN0-890-8490) by \$337,150.

Certified as an official action of the City Council:

RECORD OF COUNCIL VOTE (X INDICATES VOTE)													
COUNCIL MEMBER	AYE	NAY	NOT VOTING	ABSENT	VOTE TO OVERRIDE	VOTE TO SUSTAIN	COUNCIL MEMBER	AYE	NAY	NOT VOTING	ABSENT	VOTE TO OVERRIDE	VOTE TO SUSTAIN
President Ostrow							Goodman						
							Lilligren						
Zerby							Schiff						
Samuels							Niziolek						
Johnson							Benson						
Johnson Lee							Colvin Roy						
Zimmermann							Lane						

PASSED \_\_\_\_\_  
VETOED \_\_\_\_\_

APPROVED  NOT APPROVED

DATE

ATTEST \_\_\_\_\_  
CITY CLERK                      MAYOR

\_\_\_\_\_