

Request for City Council Committee Action from the Intergovernmental Relations Department

Date: Tuesday, July 8, 2008
To: Council Member Betsy Hodges, Chair
Referral to: Intergovernmental Relations Committee

Subject: Local Approval Requirements; Housing replacement districts

Act on local approval clause authorizing the City of Minneapolis to make certain changes to the housing replacement project in *Laws of Minnesota* 2008, Chapter 154, Article 9, Section 18; Chapter 154 Article 9, Section 19; and Chapter 366, Article 5, Section 20.

Recommendation:

- Approve legislation in Chapter 154, Article 9, Section 18; Chapter 154 Article 9, Section 19; and Chapter 366, Article 5, Section 20. Direct appropriate departments to take necessary actions.

Previous Directives:

Prepared by: Melissa Reed, 612-673-2328
Approved by: Gene Ranieri, Director of Intergovernmental Relations

Steven Bosacker, City Coordinator _____
Presenters in Committee: Melissa Reed, Government Relations Representative

Reviews

Permanent Review Committee (PRC) Approval ___ Date _____
Policy Review Group (PRG): Approval ___ Date _____

Financial Impact

Chapter 154 Article 9, Section 19 increasing the total number of parcels the authority may designate to be included in housing replacement districts over the life of the districts from 200 to 400. The financial impact of this increase has not yet been determined.

Chapter 366, Article 5, Section 20 authorizing the City of Minneapolis to use revenues derived from tax increments from its housing replacement district for activities related to parcels not identified in the housing replacement plan is estimated to generate an additional \$1 million in 2009 and \$340,000-\$360,000 each year thereafter.

Supporting Information

Chapter 154, Article 9, Section 18 will allow the City of Minneapolis to expand the authority for housing replacement districts in the City to now also include successors and assigns of the Minneapolis community development agency.

Chapter 154 Article 9, Section 19 increases the total number of parcels the authority may designate to be included in housing replacement districts over the life of the districts from 200 to 400.

Chapter 366, Article 5, Section 20 authorizes the City of Minneapolis to use revenues derived from tax increments from its housing replacement district for activities related to parcels not identified in the housing replacement plan, but which would qualify for inclusion under *Laws of Minnesota* 2008, Chapter 154, Article 9, Section 45, Subdivision 1, paragraph (b), clauses (1) to (3). Expenditures are appropriate for parcels that are vacant sites, parcels containing vacant houses, or parcels containing substandard housing.

**Proposed Resolution
of the
City of Minneapolis
By Hodges**

**Approving Laws of Minnesota 2008 Legislative Session; Chapter 154, Article 9,
Section 18; Chapter 154 Article 9, Section 19; and Chapter 366, Article 5, Section 20**

Whereas the Minnesota State Legislature has passed a law authorizing the City of Minneapolis to expand the authority for housing replacement districts in the City to now also include successors and assigns of the Minneapolis community development agency; and

Whereas the Minnesota State Legislature has passed a law authorizing the City of Minneapolis to increase the total number of parcels the authority may designate to be included in housing replacement districts over the life of the districts to 400.

Whereas the Minnesota State Legislature has passed a law authorizing the City of Minneapolis to use revenues derived from tax increments from its housing replacement district for activities related to parcels not identified in the housing replacement plan but which would qualify for inclusion;

Whereas, said legislation, by its terms requires an affirmative vote of a majority of the members of the City Council by the first day of the next regular session of the legislature before it may become effective; and

Now, therefore, Be It Resolved by the City Council of Minneapolis:

That the said law be now approved and the City Clerk be directed to prepare and file with the Secretary of State the required certification of approval.