

Sec. 11. Laws 1995, chapter 264, article 5, section 45, subdivision 1, as amended by Laws 1996, chapter 471, article 7, section 22, Laws 1997, chapter 231, article 10, section 13, Laws 2002, chapter 377, article 7, section 6, Laws 2008, chapter 154, article 9, section 19, and Laws 2010, chapter 216, section 46, is amended to read:

Subdivision 1. **Creation of projects.** (a) An authority may create a housing replacement project under sections 44 to 47, as provided in this section.

(b) For the cities of Crystal, Fridley, Richfield, Columbia Heights, and Brooklyn Park, the authority may designate up to 100 parcels in the city to be included in a housing replacement district over the life of a district or districts. For the cities of St. Paul and

Duluth, each authority may designate not more than 200 parcels in the city to be included

in a housing replacement district over the life of the district. For the city of Minneapolis,

the authority may designate not more than 500 parcels in the city to be included in housing

replacement districts over the life of the districts. The authority may designate up to 200 additional parcels, on a onetime basis, within the area of the city of Minneapolis designated by the Presidential declaration of major disaster FEMA-1990-DR. The only

parcels that may be included in a district are (1) vacant sites, (2) parcels containing vacant

houses, or (3) parcels containing houses that are structurally substandard, as defined in

Minnesota Statutes, section 469.174, subdivision 10.

(c) The city in which the authority is located must pay at least 25 percent of the housing replacement project costs from its general fund, a property tax levy, or other unrestricted money, not including tax increments.

(d) The housing replacement district plan must have as its sole object the acquisition

of parcels for the purpose of preparing the site to be sold for market rate housing. As used in this section, "market rate housing" means housing that has a market value that

does not exceed 150 percent of the average market value of single-family housing in that

municipality.

EFFECTIVE DATE. This section is effective upon local approval and compliance by the city of Minneapolis with Minnesota Statutes, section 645.021, subdivision 3.