

MINNEAPOLIS CITY COUNCIL OFFICIAL PROCEEDINGS

ADJOURNED SESSION OF THE
REGULAR MEETING OF NOVEMBER 21, 2001,

HELD DECEMBER 13, 2001

(Published December 22, 2001
in Finance and Commerce)

Room 132 City Hall
Minneapolis, Minnesota
December 13, 2001 - 5:05 p.m.

The Council met pursuant to adjournment.

President Cherryhomes in the Chair.

Present - Council Members Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, McDonald, Mead, Lane, Lilligren, Johnson, Thurber, President Cherryhomes.

PETITIONS AND COMMUNICATIONS

COMMUNITY DEVELOPMENT and WAYS & MEANS/BUDGET (See Rep):

COMMUNITY DEVELOPMENT AGENCY, MINNEAPOLIS (MCDA) (267480)

MCDA 2002 Operating Budget appropriations.

State & Orpheum Theatre Operating Account Budgets: 2001 Revised Annual Budget & 2002 Projected Annual Budget.

NEIGHBORHOOD REVITALIZATION PROGRAM (NRP) (267481)

NRP 2002 Administrative Budget.

WAYS AND MEANS BUDGET (See Rep):

BUDGET AND EVALUATION (267482)

2002 Budget: Budget Book and supporting documents.

REPORTS OF STANDING COMMITTEES

The **WAYS & MEANS/BUDGET** Committee submitted the following reports:

W&M/Budget - Your Committee, having under consideration the accompanying Resolution approving the 2001 property tax levies, payable in 2002, for various funds of the City of Minneapolis for which the City Council levies taxes, now recommends that said Resolution be sent forward without recommendation.

Lane moved to amend the resolution to delete the certified levy amount for the General Fund, "\$63,540,520" and to insert in lieu thereof, "\$58,285,520;" and further, to delete the total certified levy amount, "\$102,371,766" and to insert in lieu thereof, "\$97,116,766;" and further, to adjust the tax capacity rate to correspond with certified levy changes. Seconded.

Adopted upon a voice vote.

Campbell moved to amend the report to delete the language, "sent forward without recommendation," and to insert in lieu thereof, the word, "approved." Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 12; Nays, 1 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - McDonald.

Passed December 13, 2001.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-499, approving the 2001 property tax levies, payable in 2002, for various funds of the City of Minneapolis for which the City Council levies taxes, was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-499

By Campbell

Approving the 2001 property tax levies, payable in 2002, for the various funds of the City of Minneapolis for which the City Council levies taxes.

Resolved by The City Council of The City of Minneapolis:

That the following taxes and tax levies are hereby assessed against and levied upon the real and personal property in the City of Minneapolis in 2001 for taxes payable in 2002 for the following funds:

FUND	CERTIFIED LEVY AMOUNT	TAX CAPACITY RATE
General Fund	\$58,285,520	22.863
Municipal Building Commission	3,272,966	1.310
Permanent Improvement	2,547,240	1.019
Bond Redemption	28,560,040	11.429
Firefighters Relief Association	0	0.00
Police Relief Association	0	0.00
Minneapolis Employees Retirement	4,451,000	1.781
TOTAL	\$97,116,766	38.392

(Computed on an estimated Net Tax Capacity of \$208,228,292.)

Be It Further Resolved that the difference between the amounts herein levied by the Bond Redemption Fund and the aggregate of levies previously certified to the Hennepin County Auditor are made up by cash from prior years' balances.

The tax capacity rates shown for each of the above funds are derived by applying the amount of the levy to an estimated tax capacity of \$208,228,292, same as above, and are advisory only. The dollar amount shown in the levy hereby certified and such amounts to be determined by the County Auditor are to be due to the City under the so-called Fiscal Disparities law.

Adopted. Yeas, 12; Nays, 1 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - McDonald.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

W&M/Budget - Your Committee, having under consideration the accompanying Resolution fixing the maximum amounts to be expended by the various departments for 2002, from the various funds under the jurisdiction of the City Council for which the City Council levies taxes, based on the recommendations submitted by the Mayor (Petn No 267482), now recommends that said Resolution be sent forward without recommendation.

Lane moved to amend the resolution to add the following language:

“Additional Change to Recommended Budget (12/13/01):

Direct department heads to reduce the General Fund operating department expenditures by \$5,255,000 to be distributed as follows:

City Assessor - \$60,000; City Attorney - \$96,000; City Council - \$25,000; City Clerk - \$78,000; City Clerk Elections - \$23,000; Fire Department - \$972,000; Civil Rights - \$39,000; Health and Family Support - \$93,000; Mayor - \$22,000; Planning - \$39,000; Police - \$2,178,000; Civilian Review Authority - \$10,000; Public Works - \$849,000; City Coordinator's Area - \$771,000.

Further, direct department heads to report specific strategies to the Mayor and City Council in 2002 as to how the spending reductions will be accomplished and the process that shall be followed.”
Seconded.

Adopted upon a voice vote.

Campbell moved to amend the report to delete the language, “sent forward without recommendation,” and to insert in lieu thereof, the word, “approved.” Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 12; Nays, 1 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - McDonald.

Passed December 13, 2001.

NOT APPROVED BY THE MAYOR.

Attest: S. Ristuben, Asst City Clerk.

CITY OF MINNEAPOLIS
CERTIFICATION

STATE OF MINNESOTA)
COUNTY OF HENNEPIN) ss
CITY OF MINNEAPOLIS)

I, MERRY KEEFE, City Clerk of the City of Minneapolis, County of Hennepin, State of Minnesota, do hereby certify that a report of the Ways & Means/Budget Committee relating to fixing the maximum amounts to be expended by the various departments for 2002, as acted upon by the City Council of Minneapolis, Minnesota, and designated as "Not Approved by the Mayor", for her approval and signature as such Mayor; that Mayor Sayles Belton did not thereafter, within five days, Sundays excepted, approve or sign such action within the time specified.

Therefore, in accordance with the provisions of Chapter 3, Section 1, of the City Charter, said action has become and is valid, and I hereby certify that it has the same force and effect as if approved by said Mayor.

IN WITNESS WHEREOF, I have here unto set my hand and affixed the corporate seal of said City, this 21st day of December, 2001.

MERRY KEEFE,
City Clerk.

Resolution 2001R-500, fixing the maximum amounts to be expended by the various departments for 2002, from the various funds under the jurisdiction of the City Council for which the City Council levies taxes, was passed December 13, 2001 by the City Council. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-500
By Campbell

Fixing the maximum amounts to be expended by the various departments for 2002 from the various funds under the jurisdiction of the City Council for which the City Council levies taxes and fees:

Resolved by the City Council of The City of Minneapolis:

That there be appropriated out of the monies in the City Treasury and revenues of the City applicable to specifically named funds the maximum appropriation amounts as outlined in Financial Schedules 1, 2, 3, 4, and 5 as published in the final 2002 Budget Book.

REVENUE ESTIMATES:

2002 revenue estimates as shown in the final column of Schedule Two are adopted as the "Approved Revenue Estimates".

Any changes to these revenue estimates that are not technical in nature will be made by Council action at the mid-year or third quarter reviews in 2002.

2002 Operating Budget
Resolution Footnotes:

Financial Policies and Appropriation Change Authority

a) The proper City Officials are directed to charge non-tax supported funds under the City Council jurisdiction, including all construction projects under City Council jurisdiction, and those in the Permanent Improvement Fund (4100), an amount equal to 3 1/2% of the expenditures of such funds. This shall exclude the Central Library Project, Convention Center Completion Project, the Near North Project, the Grant Funds (0300,0400,0600), the forfeitures revenue in Police Special Revenue Fund (2100), Engineering Materials and Testing Fund, Permanent Improvement Equipment Fund, Land and Buildings Fund, Public Works Stores Fund, Self-Insurance Fund, Intergovernmental Services Fund, Inter-Fund Transfers of all funds and the debt service in Enterprise Funds. The proceeds of such charges will be credited to the General Fund Overhead Revenue Account 3385/01 in the General Fund for 2002. Non-exempt expenditures in non-exempt MCDA tax increment district funds will be subject to a 3% General Fund overhead charge. The City Center District will be subject to a .6 of 1% charge.

b) The proper City Officials are directed to charge all funds under the City Council jurisdiction 11.04% of covered payroll costs to reflect the costs to the Minneapolis Employees Retirement Fund, to charge \$444.27 bi-weekly for each member of the Police Relief Association, and \$391.90 for each member of the Fire Department Relief Association. The pension costs, as determined above for the charge to the

General and Permanent Improvement Tax Funds, shall be credited to Pension Expense, organization number 1280. The 2002 estimated credit to Pension Expense (128) is \$3,029,339 for the General Fund (0100), and may be revised periodically during the course of the year, as necessary, by the Finance Department to reflect more current estimates.

c) The proper City Officials are directed to charge all funds under the City Council jurisdiction for the employer's cost of employee health and welfare benefits.

d) The Finance Officer or his/her designee has the following authority to approve technical changes:

- 1) To make temporary loans to cover any cash deficits as of December 31, 2002.
- 2) To adjust appropriations in any fund to facilitate transfers for debt service which may be required, and to make all appropriate transfers and payments.
- (3) To amend appropriations related to technical accounting treatment changes.
- (4) To adjust re-appropriations for 2002 as noted in footnote (g) for grant funds within cost centers as appropriate.
- (5) To allocate the State Insurance Aid payments received from the state for pension costs between the city and the Police and Fire Relief Associations. The city's allocation shall be for cost of Police and Fire PERA and shall be credited to the proper revenue account in the fund incurring the cost with the balance being allocated to the Relief Associations.
- (6) To adjust the appropriations of the special revenue funds for payments to various pension organizations as may be required during 2002: Pension Fund (0990).
- (7) To establish or adjust appropriations, to carry out the intent of the Federal Courts Project Financing Plan by facilitating the technical corrections, adjustment, and completions authorized by RESOLUTION 91R-328.
- (8) To establish or adjust appropriations, transfer balances, or make payments to carry out the intent of any action or resolution Passed and Approved, or any legal agreement Passed, Approved and Executed, with respect to any inter-fund loans, advances, residual equity transfers, or operating transfers, or the repayment thereof.
- (9) To make the necessary project and line item budget adjustments to periodically balance budgets and expenses between national objectives within given programs and within normal CDBG program constraints.
- (10) To establish and adjust accounts and appropriations, make payments and transfers, process transactions as necessary for the purpose of cash management of revenues pledged to the Council approved Target Center finance plan as adopted on March 10, 1995 and detailed in 95R-058, 95R-059, and 95R-060 so as to prevent situations that would require a market disclosure.
- (11) To make any necessary appropriation adjustments to allow departments to receive and spend NRP funds consistent with Council-approved NRP Action Plans, Early Access requests, and First Step Plans.
- (12) To appropriate available grant balances from the following grants:
 - (i) HUD Rental Rehab grant to MCDA Fund FG0
 - (ii) HUD HOME grant funds to MCDA Fund FG0
 - (iii) Federal Transit Administration (Trolley) grant funds to either MCDA Fund FG0 or City Fund 0300 for use by the Greater GMCVA
 - (iv) Eligible UDAG recapture funds to MCDA fund FNA
 - (v) State Economic Recovery Grants to MCDA fund FNA
 - (vi) HUD Special Purpose Grant MN47SPG507(TCOIC) funds to the Non-departmental Agency in the Fund (0400-1230)
- (13) To make appropriation adjustments to correct any errors, omissions or misstatements to accurately reflect the intent of the City Council in adopting the 2002 Operating Budget.

e) The Budget Director or his/her designee may transfer appropriations as loaded on the FISCOL accounting system from one organization to another within the same Agency and fund and within and between Parking Funds upon request by the department. Such transfers shall not change the fund and Agency level totals as approved by the City Council and Mayor and shall not constitute approval of any policy change.

f) The legal appropriation level for Public Works, City Coordinator, and City Clerk/Elections is set at the total level by fund. Appropriation changes between departments within the legal level of appropriation can be executed by the Budget Director or his/her designee.

g) The balances of 2001 appropriations for the following grant funds are hereby re-appropriated in the year 2002:

- 0300 Grants - Federal
- 0400 CDBG/UDAG Fund
- 0600 Grants – Other

The balances of 2001 appropriations for administration in the CDBG/UDAG Grant fund (0400) shall be re-appropriated to the Non-Departmental Agency (1230) in 2002, except for the administrative portion of Way to Grow in Health (4413).

h) There is hereby appropriated in the various Debt Service Funds sufficient funds to pay the 2002 debt service requirements to the extent funds are available.

i) In all cases where tax funds and non-tax supported funds have appropriations which are based on or include work for others or on income from the Special Independent School District No. 1, or County, State or Federal Governments or any other grants, donations and contracts, expenditures shall be limited to the amounts which can be supported by billings against parties, agencies or funds for which work is to be done, or for which grants or aids are provided and the proper city officials shall treat such billings, actual and prospective, as revenues only to the extent such billings are collectible or such grants and aids are authoritatively assured.

j) The 2002 Allocation of Local Government Aid to Minneapolis from the State of Minnesota in the amount of \$111,568,000 is to be distributed to the various City Funds and Boards as indicated below:

General	(0100)	\$89,986,000
Estimate & Taxation	(1000)	112,000
Municipal Building Commission	(1100)	335,000
Library	(1800)	8,981,000
Park Board	(Various)	12,154,000
		\$111,568,000

k) MERF unfunded liability amounts are included in the departmental appropriations and will be billed to the affected departments during 2002. Reinsurance amounts will be paid to a self-insurance pool funded through premiums paid by departments and tracked by departments.

l) The Public Works Equipment Division, cost center 6758, personnel services appropriation, as approved in the 2002 General Appropriation Resolution, shall be limited to only personnel services expenditures. Overall expenses are limited to revenues received.

m) The Local Government Aid funding for the Library Board is reduced by \$42,052 to fund the Board's share of Nicollet Mall Maintenance.

n) The policy approved by the Mayor and Council that limits all departmental overtime to 5% of personnel budgets is effective for the 2002 budget.

o) A year-end deficit will be allowed for each ward budget with the exception of the final year of term (but not for two consecutive years). The deficit will be paid by March 31 or the Council Member budget for the current year will be reduced at mid-year.

p) The Fire Chief is authorized the discretion to maintain up to a daily staffing of 109 Fire Fighters, Fire Motor Operators and Fire Captains on fire suppression and emergency medical duty within the overall constraints of the Fire department budget.

q) The Fire Department shall be authorized to exceed its authorized strength for firefighters for training purposes provided that the average strength for the year is at or below the total authorized and the department does not exceed its legal spending authority.

r) The Police Department shall be authorized to exceed its authorized strength sworn officers in order to achieve a higher strength in the summer months provided that the average monthly strength for the year is at or below the authorized strength and the department does not exceed its legal spending authority.

s) The Inspections Division of Operations and Regulatory Services shall be authorized to exceed its authorized number of Housing Inspectors to minimize service disruption to residents provided the department does not exceed its legal spending authority.

t) Be it Further Resolved that this resolution may be cited as the "General Appropriation Resolution of 2002."

Changes to the Recommended Budget

u) Restore City Attorney General Fund target cut of \$204,963 (page 651 in the Mayor's Recommended budget book).

v) Provide City Attorney with General Fund revenue of \$55,186 to restore 1.0 FTE paralegal cut in the Special Revenue Fund (page 653 in the Mayor's Recommended budget book).

w) Provide additional funding to the Minneapolis Telecommunication Network in the amount of \$24,000.

x) Remove funding for Choral Symposium decision package of \$150,000.

y) Reinstate targeted budget cut and add a Deputy Director of Finance/Management Analysis to the Empowerment Zone Office for a total of \$85,231 (page 787 of the Mayor's Recommended budget book).

z) Reinstate Environmental Inspector II FTE position in the Environmental Management Office for the Brownfields Management Program (reinstated expense of \$75,000, reinstated revenue of \$10,000). Direct Environmental Management to report back to the Public Safety & Regulatory Services Committee by February 15, 2002, with a plan to increase environmental fees, and for the purposes of this budget, to provide an anticipated \$45,000 in revenue (with \$45,000 to be realized through increased fees).

aa) Proceed with funding parking system staffing decision package (page 956 of the Mayor's Recommended budget book) by adding 3 parking services analysts (1 Engineer I, 1 Engineer II, and 1 Assistant Manager of Parking Ramps and Lots) for Transportation & Parking Services, with an increase in expense of \$332,054 and an increase in revenues of \$454,250. Direct staff to complete business plan by March 15, 2002 and funds will not be released until the business plan is accepted and approved by the Council. Any excess revenue generated by the added personnel is to remain in the Parking Fund; if there is excess in the Parking, then transfer to the General Fund.

bb) The Finance Officer is authorized to amend the Finance Department appropriation within the Permanent Improvement Fund (4100) up to \$250,000 to be used for one-time expenditures related to Governmental Accounting Standards Board (GASB) 34 implementation. The Finance Department's use of additional Permanent Improvement Fund (\$250,000) is limited to work that must be completed regarding capitalization and depreciation of infrastructure to comply with GASB 34.

cc) The Chief Information Officer is authorized to create and hire up to 20 full time equivalent (FTE) staff positions, with assistance from the Human Resources Department. The funding for the positions must come from a reduction in the professional service budget for contractors within the Information and Technology Services (ITS) Department. The Finance Officer is authorized to approve an amendment to the 2002 budget to add the additional FTE's and reallocate contractual expenditures to salary/benefits when creation of the positions is finalized with ITS and HR Departments. The amendment to add these FTE's and associated salary/benefit costs to the 2002 budget cannot change the total adopted 2002 appropriation (spending authority) for the ITS Department.

dd) The General Appropriation Resolution (2001R-396), amended on September 14, 2001, is further amended to appropriate \$325,000 of the FY 2002 federal Local Law Enforcement Block Grant (LLEBG) to the City Attorney Agency in the Federal Grants Fund (0300-140-1410) for staffing misdemeanor and livability prosecution.

ee) Amend the Public Works Department budget to include two additional decision packages:

- 1) Increase contractual services by \$584,000 in the Equipment Services Division, which reflects the current level of expenditure. In addition, the base revenue can be adjusted to reflect the current level of revenues available to support this expenditure (page 923 of the Mayor's Recommended budget book); and
- 2) Add 4.0 FTE Driver positions and 6.0 FTE Operator positions to the Equipment Services Division. The increase is needed to support additional construction activities for major projects, such as Near North and light rail transit (LRT), which is currently being completed with contracted labor and equipment. The increase in salary/benefit costs will be offset by a reduction in contracted labor costs. There will be no change in revenue as shown in the decision package, page 924 of the Mayor's Recommended budget book.

ff) Restore the funding for Choral Symposium decision package, \$150,000.

gg) Eliminate 4 Civilian Manager positions from Community Crime Prevention/Safety for Everyone (CCP/SAFE), of which three of the four positions are currently filled, and direct CCP/SAFE personnel to report directly to the Community Response Team (CRT) Lieutenant, with a savings of \$300,000.

Directions to Staff

hh) Direct the Empowerment Zone Director to evaluate the performance of the Empowerment Zone to address income and economic disparities of racial and other minorities, with goals to be incorporated into the Strategic Plan of the Empowerment Zone.

ii) Authorize proper City officers to issue a Request for Proposals (RFP) to outsource the Information and Technology Services (ITS) Department's technical infrastructure and associated support and help desk functions.

jj) Direct the Finance Officer and the Director of the Minneapolis Community Development Agency to report back to Community Development and ways & Means/Budget in January, 2002 as to the possible use of a portion of the common bond funds.

kk) The temporary Assistant City Attorney II position established for the Central Library Project ends December 31, 2004.

ll) Authorize the Finance Officer to adjust the December, 2002 Local Government Aid (LGA) payments to the Park Board and Library Board if payment is not received from these independent boards for the management support fees included in the adopted budget (\$300,000 from the Library Board and \$800,000 from the Park Board). Direct the Finance Officer to work jointly with the Park Board and Library Board to determine an agreed-upon schedule for payment of the management support charge.

mm) All purchases and/or acquisitions related to information technology hardware, software and/or professional services citywide shall be subject to approval by the City's Chief Information Officer.

nn) Direct the Planning Director to assign and fill one of the four vacant positions in the Planning Department for Heritage Preservation activities.

oo) The Council directs that the position, duties and authority of the Zoning Administrator be transferred from the Director of the Inspections Division to the Planning Director. The Planning Director shall consult with the Finance Officer, Budget Director, Human Resources Director, and the City Attorney to address the financial, legal, and personnel issues raised by such transfer, and report to the City Council in the first quarter of 2002 on Council actions necessary to implement this transfer. Further, direct the Planning Director to combine the Zoning and Planning Office with the Planning Department, to be completed by July 1, 2002.

pp) Direct the Director of ITS to include affected unions in the preparation of a request for proposals (RFP) for ITS outsourcing in order to maximize opportunities for employment of current employees, and further direct the Director of ITS to meet and confer with the affected unions to reach a written understanding that no current City employee will lose City employment as a result of ITS outsourcing, unless they choose to accept other employment.

qq) The Public Works Department is directed to annually evaluate the Capital Program workload and to adjust staffing levels accordingly, with the understanding that the hiring goals as expressly outlined in the Near North Project will be met with the hiring of additional positions.

Additional Change to Recommended Budget (12/13/01)

Direct department heads to reduce the General Fund operating department expenditures by \$5,255,000 to be distributed as follows:

City Assessor - \$60,000; City Attorney - \$96,000; City Council - \$25,000; City Clerk - \$78,000; City Clerk Elections - \$23,000; Fire Department - \$972,000; Civil Rights - \$39,000; Health and Family Support - \$93,000; Mayor - \$22,000; Planning - \$39,000; Police - \$2,178,000; Civilian Review Authority - \$10,000; Public Works - \$849,000; City Coordinator's Area - \$771,000.

Further, direct department heads to report specific strategies to the Mayor and City Council in 2002 as to how the spending reductions will be accomplished and the process that shall be followed.

Adopted. Yeas, 12; Nays, 1 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - McDonald.

Passed December 13, 2001. J. Cherryhomes, President of Council.

NOT APPROVED BY THE MAYOR.

Attest: S. Ristuben, Asst City Clerk.

The **COMMUNITY DEVELOPMENT** and **WAYS & MEANS/BUDGET** Committees submitted the following reports:

Comm Dev & W&M/Budget - Your Committee, having under consideration a resolution approving the property tax levy for the 2001 taxes, payable in 2002, not to exceed \$6 million, for the Minneapolis Community Development Agency for which the City Council levies taxes, now recommends that said resolution be sent forward without recommendation.

Niland moved to substitute the following report for the above report. Seconded.

Adopted upon a voice vote.

Comm Dev & W&M/Budget - Your Committee recommends passage of the accompanying resolution approving the property tax levy for the 2001 taxes, payable in 2002, not to exceed \$4 million, for the Minneapolis Community Development Agency for which the City Council levies taxes.

Adopted. Yeas, 11; Nays, 2 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - Colvin Roy, McDonald.

Passed December 13, 2001.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

RESOLUTION 2001R-501

By Niland

Approving the property tax levy for the 2001 taxes, payable in 2002, for the Minneapolis Community Development Agency for which the City Council levies taxes.

Resolved by The City Council of The City of Minneapolis:

That the Minneapolis Community Development Agency is hereby authorized to levy a 2001 property tax, payable in 2002, not to exceed \$4,000,000, with the intended use being the community development priorities identified by the City Council: affordable housing, commercial corridor and nodes, Brownfield cleanup, and small business finance. This levy cannot be spent until the City Council has approved the MCDA/Planning/NRP reform plan.

FUND	TOTAL LEVY AMOUNT	HACA	CERTIFIED LEVY AMOUNT
MCDA	\$4,000,000	0	\$4,000,000

Adopted. Yeas, 11; Nays, 2 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - Colvin Roy, McDonald.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Comm Dev & W&M/Budget – Your Committee recommends passage and summary publication of the accompanying resolution fixing the maximum amounts to be expended from various funds in 2002 for the Minneapolis Community Development Agency (MCDA) (2002 MCDA appropriation resolution).

Your Committee further recommends adoption of the estimated revenues of the various MCDA funds and accounts for 2002 as shown in "Priorities 2002," as adjusted in the revised revenue estimates prepared by the Finance Department as the official 2002 revenue estimates.

Johnson moved to divide the report so as to consider separately a second resolution with that portion relating to Footnote No. 10, which reads as follows: "10. That, notwithstanding prior direction, the proper City and MCDA officials are authorized to take actions necessary to re-invest Fund SPH (Community Development), the balance of the invested proceeds from the sale of the MCDA's and City's interests in the Hilton Hotel. The investment program is to be structured so an annual annuity is available to the MCDA starting in 2002. The status of the fund, expenditures and balances are to be reported annually as part of the City's budget process." Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 13; Nays none.

Passed December 13, 2001.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-502, "The 2002 MCDA Appropriation Resolution," was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. It fixes the maximum amounts to be expended by various funds of the Minneapolis Community Development Agency in 2002. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

**RESOLUTION 2001R-502
By Niland and Campbell**

**Fixing the maximum amounts to be expended by various funds of the Minneapolis
Community Development Agency in 2002.**

Resolved by The City Council of The City of Minneapolis:

That there be appropriated out of the moneys in the City Treasury and revenues of the City applicable to the specially named funds the following maximum appropriation amounts for 2002:

Fund	Operating	Capital	Debt Service /Trans	Total
CAD0 TAX INCREMENT	3,031,263	5,400	0	3,036,663
CAZ0 COMMON PROJECT	1,265,704	397,100	0	1,662,804
CBA0 WEST BROADWAY	0	0	570,788	570,788
CBB0 EAST BANK 1335	0	0	2,162,145	2,162,145
CBC0 GRANT	0	0	791,006	791,006
CBE0 NINTH & HENNEPIN	14,612	85,558	0	100,170
CBF0 NORTH LOOP	0	0	10,283,732	10,283,732
CBG0 INDUSTRY SQUARE	0	0	4,748,844	4,748,844
CBH0 SEWARD SOUTH	0	0	2,882,479	2,882,479
CBJ0 CEDAR RIVERSIDE	0	0	5,037,741	5,037,741
CBM0 HENNEPIN & LAKE	0	0	1,581,271	1,581,271
CBN0 BROADWAY 35-W	0	0	1,200,430	1,200,430
CBP0 FRANKLIN AVENUE	75,205	16,500	19,588	111,293
CBQ0 CONSERVATORY	0	0	2,919,422	2,919,422
CBT0 LORING PARK	0	0	5,587,658	5,587,658
CBU0 LAUREL VILLAGE	0	0	3,018,522	3,018,522
CBX0 CITY CENTER	0	0	4,937,518	4,937,518
CBY0 SOUTH NICOLLET MALL	26,000	0	6,311,250	6,337,250
CDR0 DEEP ROCK TAX	22,347	0	0	22,347
CDT0 DT EAST LRY	77,500	72,200	0	149,700
CEL0 2700 EAST LAKE	617	0	0	617
CEV0 EAST VILLAGE	4,579	94,629	0	99,208
CFF0 50 TH & FRANCE	3,965	125,869	0	129,834
CFR0 FORMER FEDERAL RESERVE	15,149	370,890	0	386,039

DECEMBER 13, 2001

CGC0 GRACO	36,888	0	0	36,888
CGR0 10 GRANT	0	0	308,874	308,874
CHA0 13 TH AND HARMON	40,798	15,000	0	55,798
CHD0 HISTORIC MILWAUKEE	21,044	0	0	21,044
CHE0 HENNEPIN & 7 TH	97,830	0	0	97,830
CHG0 HUMBOLDT GREENWAY	97,066	12,900	0	109,966
CHL0 HERITAGE LANDING APTS	4,579	610,740	0	615,319
CHU0 E. HENNEPIN & UNIVERSITY	51,052	0	0	51,052
CLR0 LOWRY RIDGE	1,231	50,537	0	51,768
CNF0 NICOLLET FRANKLIN	65,642	69,230	0	134,872
CNR0 NRP	0	2,575,526	0	2,575,526
CPA0 NWIP	0	0	3,468,502	3,468,502
CPB0 HOLMES	0	0	699,632	699,632
CPC0 NICOLLET ISLAND EAST	0	0	726,903	726,903
CPD0 PORTLAND PLACE	8,068	0	0	8,068
CPE0 NOKOMIS HOLMES	0	0	304,854	304,854
CPF0 ELLIOT PARK	3,150	105,000	1,700,000	1,808,150
CPG0 NICOLLET & LAKE	0	0	425,000	425,000
CPK0 NBA ARENA	343,220	2,500,000	1,198,052	4,041,272
CPL0 PHILLIPS PARK	1,209	35,595	0	36,804
CPP0 PRELIMINARY PLANNING	2,051,411	434,250	0	2,485,661
CPQ0 NEIMAN MARCUS	0	0	1,085,054	1,085,054
CPW0 36TH AND MARSHALL	4,579	149,474	0	154,053
CRM0 CREAMETTES	1,209	92,255	0	93,464
CRS0 ROSACKER NURSERY SITE	1,209	0	75,000	76,209
CS10 SEMI-PHASE 1	14,646	299,613	0	314,259
CS20 SEMI-PHASE 2	102,394	176,731	0	279,125
CS30 SEMI-PHASE 3	7,137	31,959	0	39,096
CS40 SEMI-PHASE 4	7,137	119,597	0	126,734
CS50 SEMI-PHASE 5	50,409	110,450	0	160,859
CSC0 SPRING & CENTRAL	0	0	5,000	5,000
CSH0 SHINGLE CREEK COMMONS	7,169	0	0	7,169
CST0 STINSON TECH CAMPUS	132,422	287,569	0	419,991
CTE0 TOWERS AT ELLIOT PARK	23,618	0	0	23,618
CTP0 2 ND STREET HOTEL/APTS	3,348	231,368	0	234,716
CTW0 10TH & WASHINGTON	3,348	0	0	3,348
CUB0 UNITED VAN BUS	2,575	0	0	2,575
CUV0 URBAN VILLAGE	226,009	38,000	0	264,009
CWM0 WEST SIDE MILLING	102,406	75,000	0	177,406
CWS0 HSG REPLACE-WATERSHED	28,409	0	0	28,409
DDS0 MCDA DEBT SERVICE	0	1,324,000	32,240,432	33,564,432
EED0 FED HOME LN BANK ECON	2,000	210,000	0	212,000
EHO0 HOUSING OWNERSHIP	232,096	1,714,000	0	1,946,096
EHR0 HOME OWNERSHIP & RENOVATION	91,245	598,000	0	689,245
ELG0 LOAN & GRANT PROGRAMS	29,011	0	100,000	129,011
ERT0 RIVER TERMINAL	2,763,901	0	0	2,763,901
ERZ0 GARFS	406,487	40,000	0	446,487
FBG0 MCDA CDBG	3,960,500	5,469,500	0	9,430,000
FEZ0 EPA PILOT GRANT	7,566	0	0	7,566
FGO0 MCDA FEDERAL GRANTS OTHER	529,633	3,532,200	0	4,061,833
FNA0 MCDA NEIGHBORHOOD DEV	0	1,950,000	0	1,950,000
GEN0 MCDA GENERAL FUND	5,917,706	739,000	0	6,656,706
SAD0 NRP ADMIN	1,071,870	12,100	200,000	1,283,970
SDA0 DEVELOPMENT ACCOUNT	1,300,697	2,791,812	6,000,000	10,092,509
SED0 ECONOMIC DEVELOPMENT	1,066,454	50,000	0	1,116,454
SFA0 HOUSING FINANCE	320,940	0	0	320,940
SHP0 HOUSING PROGRAM	209,660	800	0	210,460
SNH0 NEIGHBORHOOD HOUSING	0	74,039	0	74,039
SPH0 HILTON LEGACY	0	0	5,000,000	5,000,000
SRF0 RESIDENTIAL FINANCE	754,023	241,000	0	995,023
STH0 THEATRES	150,000	0	1,324,000	1,474,000
Appropriation Total:	26,891,942	27,935,391	106,913,697	161,741,030

Appropriation Footnotes:

1. The Community Development Agency's authorized positions shall be limited to those that can be funded within the Agency's approved salary appropriation.
2. There is hereby appropriated in the various MCDA debt service funds sufficient funds to pay the 2002 MCDA debt service requirements to the extent that funds are available. The Finance Officer is authorized to adjust appropriations in any fund to facilitate transfers for debt service and to make appropriate transfers and payments.
3. Notwithstanding the provisions of the General Appropriation Resolution of 2002, the proper City Officials are directed to charge 3% to the expenditures of the Community Development Agency's Tax Increment Funds, but not to any other Agency expenditures.
 - Fund CBX0 (City Center) shall be charged at 0.6%.
 - Fund CNR0 (NRP) shall be exempted from this charge.
 - Fund CEL0 (2700 East Lake) shall be exempted from this charge.
 - Fund CEV0 (St. Anthony East Village) shall be exempted from this charge.
 - The 3% fee on Fund CPW (36th & Marshall) is deferred until 2001.
 - The 3% fee is waived on payment of all pay-as-you-go tax increment revenue notes.
4. The Finance Officer is authorized to appropriate and transfer revenue within the Tax Increment capital project funds included in the MCDA Common Development and Redevelopment Plan and to fund CAZ0 (Common Project Uncertified), CLC0 (Local Contribution), CPP0 (Preliminary Planning Fund), CPZ0 (Common Project Reserve), CNR0 (NRP), SAD0 (NRP Planning & Implementation), SDA0 (Development Account), FNA0 (Neighborhood Development Account) and SPH0 (Community Development Revenue) consistent with the management of the Common Project, Development Accounts and Preliminary Planning Fund. MCDA staff is directed to report to Council at least annually on the status of past PPF allocations and expenditures.
5. The Finance Officer is authorized to establish and adjust accounts and appropriations, make payments and transfers, process transactions as necessary for the purpose of cash management of revenues and facilitate any technical corrections, adjustments and completions authorized for the following projects:
 - Federal Courts Project as authorized by Council Resolution 91R-328;
 - Target Center Finance Plan as adopted on March 10, 1995 and detailed in resolutions 95R-058, 95R-059 and 95R-060.
6. The Finance Officer is authorized to establish or adjust appropriations in Fund STH0 (Theatres) to the extent permitted by the original bond resolutions, as necessary to facilitate the required transfers to and from the Theatre Operating Account as described in the "Management Agreement, Orpheum and State Theatres."
7. The Finance Officer is authorized to establish or adjust appropriations in Fund FBG0 (CDBG) to the extent necessary to accommodate consistency with the HUD IDIS system.
8. NRP carryover authorization:

With the exception of NRP Administration, the balance of the 2001 appropriations for NRP projects within Fund CNR0 (NRP) are hereby appropriated for said purposes in 2002. Specific amounts re-appropriated will be determined after the close of the 2001 fiscal year and upon review and approval of the Finance Officer.
9. The Finance Officer is authorized to establish or amend appropriations related to technical accounting treatment changes.
11. The MCDA is directed to prepare an annual budget assuming full funding for NRP Phase II by the year 2015 of \$154.9 million. For 2002, assuming the release of \$4 million of NRP funding for affordable housing from current balances, the MCDA is directed to provide new Phase II capitalization to NRP from a combination of Fund CNR (NRP) interest earnings and other MCDA funds as necessary for a NRP allocation of \$11 million in 2002.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

Comm Dev & W&M/Budget – Your Committee recommends passage and summary publication of the accompanying resolution amending Resolution 2001R-502 entitled, “Fixing the maximum amounts to be expended from various funds of the Minneapolis Community Development Agency in 2002,” (2002 MCDA appropriation resolution), which adds Appropriation Footnote No. 10.

Adopted. Yeas, 10; Nays, 3 as follows:

Yeas - Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, McDonald, Mead, Lane, Cherryhomes.

Nays - Thurber, Lilligren, Johnson.

Passed December 13, 2001.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-503, amending Resolution No. 2001R-502 entitled “Fixing the maximum amounts to be expended by various funds of the Minneapolis Community Development Agency in 2002,” was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. It authorizes reinvestment of Fund SPH0 (Community Development), the balance of the invested proceeds from the sale of the MCDA’s and City’s interests in the Hilton Hotel. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

**RESOLUTION 2001R-503
By Niland and Campbell**

Amending Resolution No. 2001R-502 entitled “Fixing the maximum amounts to be expended by various funds of the Minneapolis Community Development Agency in 2002,” passed December 13, 2001.

Resolved by The City Council of The City of Minneapolis:

That the following Appropriation Footnote be included in the 2002 Minneapolis Community Development Agency appropriation resolution:

10. That, notwithstanding prior direction, the proper City and MCDA officials are authorized to take actions necessary to re-invest Fund SPH0 (Community Development), the balance of the invested proceeds from the sale of the MCDA’s and City’s interests in the Hilton Hotel. The investment program is to be structured so an annual annuity is available to the MCDA starting in 2002. The status of the fund, expenditures and balances are to be reported annually as part of the City’s budget process.

Adopted. Yeas, 10; Nays, 3 as follows:

Yeas - Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, McDonald, Mead, Lane, Cherryhomes.

Nays - Thurber, Lilligren, Johnson.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Comm Dev & W&M/Budget – Your Committee, having under consideration the State and Orpheum Theatres, now recommends approval of the 2001 revised annual budget and the 2002 projected annual budget for the State and Orpheum Theatre Operating Account, as set forth in Petn No 267480.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Comm Dev & W&M/Budget – Your Committee, having under consideration the action of the Neighborhood Revitalization Program (NRP) Policy Board approving the NRP 2002 Administrative Budget, and having considered the same during budget deliberations, now recommends:

- a) Approval of the 2002 NRP Administrative Budget as set forth in Petn No 267481;
- b) Passage of the accompanying resolution increasing the NRP Program Fund (CNR0) by \$1,803,224 and requesting that the Minneapolis Community Development Agency (MCDA) immediately transfer \$1,803,224 to the NRP's City of Minneapolis Fund 2300;
- c) That the proper City officers be authorized to enter into any contracts or agreements needed to implement activities set forth in the administrative budget; and
- d) That this action be transmitted to the Board of Commissioners of the MCDA.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

RESOLUTION 2001R-504

By Niland and Campbell

Amending The 2001 Minneapolis Community Development Agency Appropriation Resolution.

Resolved by The City Council of The City of Minneapolis:

That the above-entitled resolution, as amended, be further amended by increasing Fund CNR0 - NRP Program by \$1,803,224.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Comm Dev & W&M/Budget – Your Committee, having under consideration the 2002 Consolidated Plan, consisting of the Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), Emergency Shelter Grant (ESG), and Housing Opportunities for Persons with AIDS (HOPWA) funds, and having considered the Mayor's recommendations for CDBG, HOME, ESG, and HOPWA, and having held public hearings thereon, now recommends:

- a) Passage and summary publication of the accompanying resolution approving the Mayor's FY 2002 CDBG recommendations and concurring with allocations of HOME, ESG, HOPWA funds, with the amendments reflected on the Ways and Means/Budget Committee approved CDBG Schedule;
- b) That the proper City officers be authorized to execute or amend contracts to carry out the intent of the program allocations, which are further detailed in the program budget as set forth in Petition No 267482;
- c) That the proper City officers be authorized to develop the Fiscal Year 2002 Consolidated Plan, as amended in the Ways and Means/Budget Committee approved CDBG Schedule;
- d) That the proper City officers be authorized to enter into any necessary Grant Agreements with the Department of Housing and Urban Development to receive FY 2002 Consolidated Plan funding.

The allocations are based on the current estimates of the City's FY 2002 Consolidated Plan grant amount. If this grant amount is different and results in a substantial change in the proposed use of funds, there will be another public hearing prior to the April 2002 grant submission.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-505, approving funding allocations for the 2002 Consolidated Plan, consisting of the Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), Emergency Shelter Grant (ESG), and Housing Opportunities for Persons with AIDS (HOPWA) programs, was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

**RESOLUTION 2001R-505
By Niland and Campbell**

Approving the Fiscal Year 2002 Consolidated Plan/Proposed Use of Federal Funds for Community Development Block Grant (CDBG) Programs, the HOME Investment Partnerships Program (HOME), the Emergency Shelter Grant (ESG) Program and Housing Opportunities for Persons with AIDS (HOPWA) Program.

Resolved by The City Council of The City of Minneapolis:

That there be appropriated out of the funds in the City Treasury and revenues of the City applicable to the specially named programs the following maximum appropriation amounts for 2002:

FY 02 CONSOLIDATED PLAN/PROPOSED USE OF FEDERAL FUNDS
Community Development Block Grant (CDBG), HOME Investment
Partnerships Program (HOME), Emergency Shelter Grant (ESG), Housing
Opportunities for Persons with AIDS (HOPWA)

Capital/Other - Year 28 (2002)
Organization/Project (If Applicable)

Capital Long-Range Improvement Committee	Projects within recommended Capital Improvement Plan	
		104,000
Department of Health and Family Support	Greater Minneapolis Day Care Association, Childcare Facilities Loan/Grant Program	323,000
Department of Health and Family Support	Minneapolis Employment and Training Program/Minneapolis Community Development Agency - Industry Cluster Program (Living Wage Jobs)	99,000
Department of Health and Family Support	Minneapolis Employment and Training Program - Adult Training, Placement and Retention	441,000
Eastside Neighborhood Services	Capital Campaign	323,000
Inspections Department	Boarded Building Demolition	202,000
Minneapolis American Indian Center	Minneapolis American Indian Center	118,000
Minneapolis Community Development Agency	Greater Minneapolis Metropolitan Housing Corporation Homeownership Recycling Program	628,000
Minneapolis Community Development Agency	Mortgage Foreclosure Prevention Program	250,000
Minneapolis Community Development Agency	Multifamily Rental and Cooperative Housing Program	3,308,000
Minneapolis Community Development Agency	Neighborhood Economic Development Fund and Community Economic Development Fund (including Affordable Housing Strategy \$250,000 in Year 25 Final)	398,000
Minneapolis Community Development Agency	Rehabilitation Support Program	390,000
Minneapolis Community Development Agency	Residential Finance Department - Loan and Grant Programs	1,214,000
Minneapolis Community Development	Vacant and Boarded Housing Recycling Program	

DECEMBER 13, 2001

Agency		2,640,000
Minneapolis Public Housing Authority	General Rehabilitation	313,000
Public Works	Community Center Operations	42,000
Urban League	Capital projects	148,000
Total Capital/Other		10,941,000

Public Service - Year 28 (2002)

Organization/Project (If Applicable)

Department of Health and Family Support	Community Clinics through Neighborhood Health Care Network	424,000
Department of Health and Family Support	Curfew/Truancy Center - Operated through the Minneapolis Urban League	112,000
Department of Health and Family Support	Domestic Abuse Project (DAP)	94,000
Department of Health and Family Support	Dental Services through Children's Dental Services	18,000
Department of Health and Family Support	Greater Minneapolis Day Care Association - Coordinated Child Development	522,000
Department of Health and Family Support	Harriet Tubman Women's Shelter	67,000
Department of Health and Family Support	Head Start, operated by Parents in Community Action	107,000
Department of Health and Family Support	Youth Employment	610,000
Department of Health and Family Support	Minnesota Aids Project	38,000
Department of Health and Family Support	Volunteers of America	130,000
Department of Health and Family Support	Block Nurse Program	71,000
Department of Health and Family Support	Way to Grow	356,000
Department of Health and Family Support	Senior Services Project	99,000
Minneapolis Park and Recreation Board	Teen Teamworks	25,000
Total Public Service		2,673,000

Administration - Year 28 (2002)

Organization/Project (If Applicable)

Civil Rights Department	Fair Housing Initiative	330,000
Office of Grants and Special Projects	Administration	225,000
Finance Department	Administration	339,000
Department of Health and Family Support	Administration and Advocacy	194,000
Department of Health and Family Support	Neighborhood Services Administration	89,000
Department of Health and Family Support	Way to Grow Administration	46,000
Department of Health and Family Support	New Arrivals	79,000
Minneapolis Community Development Agency	Business Finance Department - Neighborhood Business Association Assistance Program	174,000
Minneapolis Community Development Agency	Citizen Participation	349,000
Minneapolis Community Development Agency	General Administration	49,000
Minneapolis Community Development Agency	Program Administration	30,000
Minneapolis Public Housing Authority	Citizen Participation	98,000
Minneapolis Youth Coordinating Board	Administration	48,000
Planning Department	Administration	1,112,000
Department of Health and Family Support	Legal Aid Society	49,000
Total Administration		3,211,000

Grand Total CDBG

16,825,000

Other Consolidated Plan Funded Projects

Organization	Funding Source	Year 28 (2002)
Minneapolis Community Development Agency	HOME Investment Partnerships Program (HOME)	4,099,000
Emergency Shelter Grants Program (ESGP)	Emergency Shelter Grants Program (ESGP)	594,000
Minnesota Housing Finance Agency	Housing Opportunities for Persons with AIDS (HOPWA)	817,000
Total Other Consolidated Plan Funded Projects		5,510,000
Total Consolidated Plan Projects		22,335,000

FOOTNOTES

Changes to the Mayor's Recommended Budget (included in the figures above):

- (a) The attached allocations include a 1.6% across the board reduction from the Mayor's recommended budget based on the Federal CDBG entitlement reduction estimated on December 6, 2001.
- (b) \$5,000 was moved to Eastside Neighborhood Services from CLIC to maintain the current allocation which completes the funding for this project.
- (c) An allocation of \$25,000 was included to fund Teen Teamworks with a reduction to the Greater Minneapolis Day Care Loan and Grant Program.
- (d) \$125,000 was moved from CLIC to Neighborhood Business Association Assistance Program to fund this program at previous years' levels.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

W&M/Budget - Your Committee, having under consideration the accompanying resolution approving the property tax levy for the 2001 taxes, payable in 2002, for the Minneapolis Public Housing Authority for which the City Council levies taxes, now recommends that said Resolution be sent forward without recommendation.

Campbell moved to amend the report to delete the language, "sent forward without recommendation," and to insert in lieu thereof, the word, "approved." Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 13; Nays none.

Passed December 13, 2001.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-506, approving the property tax levy for the 2001 taxes, payable in 2002, for the Minneapolis Public Housing Authority for which the City Council levies taxes was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

**RESOLUTION 2001R-506
By Campbell**

Approving the property tax levy for the 2001 taxes, payable in 2002, for the Minneapolis Public Housing Authority for which the City Council levies taxes.

Resolved by the City Council of the City of Minneapolis:

That the Minneapolis Public Housing Authority is hereby authorized to levy a 2001 property tax, payable in 2002, not to exceed \$1,000,000.

FUND	TOTAL LEVY AMOUNT	CERTIFIED LEVY AMOUNT
Public Housing Authority	\$ 1,000,000	\$ 1,000,000

Adopted. Yeas, 13; Nays none.
Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved. December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

W&M/Budget - Your Committee, having under consideration the accompanying Resolution adopting the 2002-2006 Five Year Capital Program, as shown in the "Capital Section of the Adopted Budget Book," and for 2002, fixing the maximum amounts to be expended by the various funds under the jurisdiction of the City Council, now recommends that said Resolution be sent forward without recommendation.

Johnson moved to amend the resolution to add a footnote, "hh" to read as follows:

"hh) Reserve the unallocated balance of approximately \$1,200,000 in the Public Safety Initiative Projects for construction of a new Fire Station #14 and, upon receipt of the report from the Public Works Department on 800 megahertz costs (due April 1), reserve any savings for possible allocation to Fire Station #14 in 2003." Seconded.

Adopted upon a voice vote.

Campbell moved to amend the report to delete the language, "sent forward without recommendation," and to insert in lieu thereof, the word, "approved." Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 13; Nays none.

Passed December 13, 2001.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-507, adopting the 2002-2006 Five Year Capital Program, as shown in the "Capital Section of the Adopted Budget Book," and for 2002, fixing the maximum amounts to be expended by the various funds under the jurisdiction of the City Council, was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

**RESOLUTION 2001R-507
By Campbell**

Adopting the 2002 - 2006 Five Year Capital Program, as shown in the "Capital section of the Adopted Budget Book", and for 2002, fixing the maximum amounts to be expended by the various funds under the jurisdiction of the City Council.

Resolved by the City Council of the City of Minneapolis:

That the five-year capital program is hereby adopted and that there be appropriated out of the monies in the City Treasury and revenues of the City (applicable to specifically named funds) the following maximum appropriation amounts for 2002:

Fund	Agency	Org	Project	Amounts (in thousands)	Revenue Source Description
4200 MBC-CAPITAL IMPROVEMENTS FUND					
901 BUILDING COMMISSION CAPITAL IMPROVEMENT					
9013 MBC CITY/COUNTY CAPITAL IMPROVEMENTS					
	GM07		Life Safety Improvements	\$ 220	General Fund Transfer
	GM08		Mechanical Systems Upgrade	320	Net Debt Bonds
	GM10		Rotunda Repairs	166	Net Debt Bonds
			4200-901-9013 Subtotal	706	
			4200-901 Subtotal	706	
			TOTAL FOR FUND 4200	706	
3700 PARK-CAPITAL IMPROVEMENTS-ASSESSED FUND					
910 PARK BOARD CAPITAL IMPROVEMENT					
9140 FORESTRY & TREE DISEASE CONTROL					
	HD30		Diseased Tree Removal	500	Assessment Bonds
			3700-910-9140 Subtotal	500	
			3700-910 Subtotal	500	
			TOTAL FOR FUND 3700	500	
4300 PARK-CAPITAL IMPROVEMENTS FUND					
910 PARK BOARD CAPITAL IMPROVEMENT					
9136 PARKS-CAPITAL IMPROVEMENT					
	HD22		Site and Tot Lot Rehabilitation	1,605	Net Debt Bonds
	HD22		Site and Tot Lot Rehabilitation	70	Park Board Tax Levy
	HD24		Athletic Field Renovation	315	Net Debt Bonds
	HD24		Athletic Field Renovation	185	Park Board Tax Levy
	HD26		Tennis Court Rehabilitation	150	Park Board Tax Levy
	HD27		Gym Floor Replacement	80	Park Board Tax Levy
	HD29		Heating, Ventilation & Air Conditioning Upgrades	85	Park Board Tax Levy
	HD36		NE Waterpark	1,500	Park Board Tax Levy
	HD41		Off-Leash Recreation Areas	50	Park Board Tax Levy
	HD43		Repayment of NRP Loan	100	Park Board Tax Levy
	HD44		Parking Lot Rehabilitation	80	Park Board Tax Levy
	HD51		Roof Replacement	130	Park Board Tax Levy
	HDxx*		Park Board Infrastructure Gap Projects	570	Park Board Tax Levy
			4300-910-9136 Subtotal	4,920	
			4300-910 Subtotal	4,920	
			TOTAL FOR FUND 4300	4,920	
* - The Park Board is requested to return to the City Council by February 15, 2002 with a list of project(s) detailing where this funding will be used.					
4400 LIBRARY-CAPITAL IMPROVEMENTS FUND					
907 LIBRARY BOARD CAPITAL IMPROVEMENT					
9072 LIBRARY-CAPITAL IMPROVEMENT					
	HD03		Pierre Bottineau Community Library Relocation	241	Net Debt Bonds
	HD10		Linden Hills Library Renovation and Expansion	336	Net Debt Bonds
			4400-907-9072 Subtotal	577	
			4400-907 Subtotal	577	
			TOTAL FOR FUND 4400	577	
4100 CITY-CAPITAL IMPROVEMENTS FUND					
923 PUBLIC WORKS PROPERTY SERVICES CAPITAL					
9242 PROPERTY SERVICES CAPITAL					
	GM01		Facilities Repair and Improvements	1,500	Net Debt Bonds
	GM06		Space Management - Functional Improvements	200	General Fund Transfer
	GM13		Council Chambers Renovation Project	430	Net Debt Bonds
	HS03		Animal Shelter	2,000	Net Debt Bonds
	Public		Safety Initiative Projects -----Subtotal	5,534	
	PSI02		Expand Police Precinct #3	1,750	Public Safety Bonds
	PSI03		Remodel Fire Station #6	2,500	Public Safety Bonds
	PSI04		Downtown Command Precinct Station	1,284	Public Safety Bonds
			4100-923-9242 Subtotal	16,455	

9247 PUBLIC WORKS FACILITY IMPROVEMENTS			
GM02	Public Works Facilities Project	2,560	Net Debt Bonds
	4100-923-9247 Subtotal	2,560	
	4100-923 Subtotal	19,015	
932 PUBLIC WORKS SEWER CONSTRUCTION CAPITAL			
9322 SEWER CONSTRUCTION			
T23	Hiawatha/Minnehaha Railroad Project	42	Municipal State Aid
T23	Hiawatha/Minnehaha Railroad Project	13	Net Debt Bonds
T24	Central Avenue NE (27th- 37th Avenue NE)	158	Municipal State Aid
T24	Central Avenue NE (27th- 37th Avenue NE)	418	Net Debt Bonds
	4100-932-9322 Subtotal	3,243	
	4100-932 Subtotal	3,243	
937 PUBLIC WORKS PAVING CONSTRUCTION			
9372 PAVING CONSTRUCTION			
R01	Reimbursable Paving Projects	3,000	Reimbursements
T01	Parkway Paving	1,000	Net Debt Bonds
T01	Parkway Paving	100	Assessment Bonds
T03	Street Renovation Program	3,534	Net Debt Bonds
T03	Street Renovation Program	876	Assessment Bonds
T04	CSAH Paving Program	300	Net Debt Bonds
T04	CSAH Paving Program	750	Assessment Bonds
T06G	Urban Village Public Infrastructure	300	Net Debt Bonds
T10	West Broadway Avenue Streetscape	5,627	Assessment Bonds
T11	Alley Resurfacing & Retaining Wall Rehabilitation	180	Net Debt Bonds
T12	Lake St Reconstruction & Streetscape, Segment 1	290	Net Debt Bonds
T14	Lake St Reconstruction & Streetscape, Segment 3	10	Net Debt Bonds
T15	Hennepin Ave Streetscape Improvement Initiative	3,715	Assessment Bonds
T20	I-35W (42nd St - Crosstown)	468	Municipal State Aid
T20	I-35W (42nd St - Crosstown)	17	Net Debt Bonds
T21a	3rd Ave S, Avenue of the Arts Downtown Roadway	1,958	Municipal State Aid
T21a	3rd Ave S, Avenue of the Arts Downtown Roadway	236	Net Debt Bonds
T21b	3rd Ave S, Avenue of the Arts N'hood Streetscape	1,323	Assessment Bonds
T21c	3rd Ave S, Avenue of the Arts N'hood Roadway	753	Municipal State Aid
T21c	3rd Ave S, Avenue of the Arts N'hood Roadway	91	Assessment Bonds
T23	Hiawatha/Minnehaha Railroad Project	68	Municipal State Aid
T23	Hiawatha/Minnehaha Railroad Project	34	Net Debt Bonds
T24	Central Avenue NE (27th - 37th Avenue NE)	2,276	Municipal State Aid
T91	Loring Greenway, Infrastructure Gap Project	556	Net Debt Bonds
	4100-937-9372 Subtotal	27,462	
9386 BRIDGE CONSTRUCTION			
T41	Major Bridge Repair and Rehabilitation	200	Net Debt Bonds
	4100-937-9386 Subtotal	200	
9390 SIDEWALK REPLACEMENT			
T58	Defective Hazardous Sidewalks & Complete Gaps	1,523	Assessments
T58	Sidewalks Disability Access Program	104	CDBG – Year 28
	4100-937-9390 Subtotal	1,627	
	4100-937 Subtotal	29,289	
943 PUBLIC WORKS TRANSPORTATION CAPITAL			
9432 STREET LIGHTING CAPITAL			
T21b	3rd Ave S, Avenue of the Arts N'hood Streetscape	776	Assessment Bonds
T24	Central Avenue NE (27th - 37th Avenue NE)	85	Municipal State Aid
T24	Central Avenue NE (27th - 37th Avenue NE)	34	Net Debt Bonds
	4100-943-9432 Subtotal	895	

9440 FIELD OPERATIONS CAPITAL

T03	Street Renovation Program	132	Net Debt Bonds
T21a	3rd Ave S, Avenue of the Arts Downtown Roadway	739	Municipal State Aid
T21a	3rd Ave S, Avenue of the Arts Downtown Roadway	25	Net Debt Bonds
T54	New Traffic Signals	15	General Fund Transfer
T54	New Traffic Signals	155	Perm Impr Tax Levy
T62	Computerized Traffic Signal Control Expansion	30	Municipal State Aid
T62	Computerized Traffic Signal Control Expansion	30	County State Aid
T62	Computerized Traffic Signal Control Expansion	2	General Fund Transfer
T63	Controller Conversion	296	Net Debt Bonds
T63	Controller Conversion	100.5	General Fund Transfer
T65	Traffic Signal, Signing & Lighting Improvements	260	Net Debt Bonds
T65	Traffic Signal, Signing & Lighting Improvements	58	Municipal State Aid
T65	Traffic Signal, Signing & Lighting Improvements	26	County State Aid
	4100-943-9440 Subtotal	1,868.5	

9468 TRANSPORTATION REIMBURSABLE CAPITAL

R04	Reimbursable Transportation Projects	500	Reimbursements
	4100-943-9468 Subtotal	500	

9470 COMMUTER BIKE ROUTE SYSTEM IMPROVEMENTS

T59G	Commuter Bicycle System	110	NRP Transfer
T60	Henn/Lyn Bicycle Project (Loring Bikeway)-Phase I	574	Net Debt Bonds
	4100-943-9470 Subtotal	684	
	4100-943 Subtotal	3,947.5	

970 CAPITAL IMPROVEMENTS NON-DEPARTMENTAL

9707 ART IN PUBLIC PLACES

HD01	Art in Public Places	230	Perm Impr Tax Levy
	4100-970-9707 Subtotal	230	
	4100-970 Subtotal	230	

9719 NEAR NORTH IMPLEMENTATION

NN01	Near Northside Redevelopment Project	3,325	Net Debt Bonds
NN01	Near Northside Redevelopment Project*	0	Assessment Bonds
NN01	Near Northside Redevelopment Project**	0	Grants/Other
	4100-970-9719 Subtotal	3,325	
	4100-970 Subtotal	3,555	

TOTAL FOR FUND 4100 49,646.5

* - Assessments of \$2,729,500 for 2001 & 2002 were appropriated in July 2001-2001R-302

** - Several other revenue sources are applicable to this project. Staff will request approval to accept agreements and appropriate funding sources on a case by case basis.

6200 PROPERTY SERVICES INTERNAL SERVICE FUND

923 PUBLIC WORKS PROPERTY SERVICES CAPITAL

9242 PROPERTY SERVICES CAPITAL

PSI01	800 MHz Radio System	6,426	Public Safety Bonds
	6200-923-9242 Subtotal	6,426	
	6200-923 Subtotal	6,426	

TOTAL FOR FUND 6200 6,426

7300 SEWER ENTERPRISE FUND

932 PUBLIC WORKS SEWER CONSTRUCTION

9322 SEWER CONSTRUCTION

R02	Reimbursable Sewer & Storm Drain Projects	3,000	Reimbursements
PS01a	Storm Tunnel Rehabilitation	200	Sewer Fund Revenue
PS01b	Sanitary Tunnel Rehabilitation	500	Sewer Fund Revenue
PS01c	Sanitary Sewer Rehabilitation	300	Sewer Fund Revenue
PS02	Miscellaneous Storm Drains	200	Sewer Fund Revenue
PS03	Storm & Sewer Work, Street Renovation Program	1,000	Sewer Fund Bonds
PS03	Storm & Sewer Work, Street Renovation Program	113	Sewer Fund Revenue
PS04	Implementation, US EPA Storm Water Regulations	200	Sewer Fund Revenue
PS08	City Chain of Lakes Water Quality Improvements	150	Sewer Fund Revenue
PS39	Flood Area #33, #38, #39	850	Sewer Fund Revenue
PS54	Pump Station to Minnehaha Creek (#29, #30)	2,000	Sewer Fund Bonds

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PS55	E 37th St & Columbus Ave - Pond (#12, #21, #22)	3,975	Sewer Fund Bonds
PS56	Crystal Lake New Storm Drain (#5)	300	Sewer Fund Revenue
PSPK	Park Board Capital Storm Drain	500	Sewer Fund Revenue
	7300-932-9322 Subtotal	13,288	
	7300-932 Subtotal	13,288	
TOTAL FOR FUND 7300		13,288	

7400 WATER ENTERPRISE FUND

950 PUBLIC WORKS WATER CAPITAL

9515 WATER METER CAPITAL

IIA1	Water Treatment Residuals Management	500	Water Fund Revenue
IIG9	Complete SCADA System	2,000	Water Fund Revenue
	7400-950-9515 Subtotal	2,500	

9535 WATER DISTRIBUTION CAPITAL

II E1	Large Gate & Valve Replacement	190	Water Fund Revenue
II E2	Water Main Replacement and/or Cleaning & Lining	1,900	Water Fund Bonds
II E4	Large Water Main Cleaning & Lining	490	Water Fund Revenue
II E5	Manhole Repair/Replacement	145	Water Fund Revenue
	7400-950-9535 Subtotal	2,725	

9545 WATER REIMBURSABLE CAPITAL

R03	Reimbursable Projects	2,000	Reimbursements
	7400-950-9545 Subtotal	2,000	
	7400-950 Subtotal	7,225	
TOTAL FOR FUND 7400		7,225	

7500 MUNICIPAL PARKING ENTERPRISE FUND

943 PUBLIC WORKS TRANSPORTATION CAPITAL

9464 OFF-STREET PARKING

T67	Residential Parking Program	150	Parking Fund Revenue
T70	Bicycle Parking	30	Parking Fund Revenue
T73	East Loop Distributor Ramp	15,000	Parking Fund Bonds
	7500-943-9464 Subtotal	15,180	
	7500-943 Subtotal	15,180	
TOTAL FOR FUND 7500		15,180	

GRAND TOTAL ALL FUNDS **\$98,468.5**

Capital & Debt Management Resolution Footnotes:

a) The amounts appropriated in any City fund to be financed by bond proceeds are contingent upon the necessary approvals for issuance. The Finance Officer is authorized to establish or adjust any bond financed appropriations when all the necessary approvals for issuance of bonds are obtained. Further, the Finance Officer is authorized and directed to adjust assessment appropriations set forth in this resolution to reflect the actual amount to be assessed, which will be established by a future Council action approving the assessment public hearing and the amount assessed for the project.

b) The Finance Officer is authorized to create or adjust certain appropriations subsequent to the sale of bonds, including all appropriate fund transfers and payments necessary to comply with arbitrage rebate and reporting to the federal government required under the Tax Reform Act of 1986.

c) The amounts appropriated in the various funds to be financed from various revenue sources are now hereby appropriated contingent only upon the reasonable expectation of the receipt of the required financing. For Municipal State Aid projects, the proceed order should be used to document the anticipated revenue.

d) The investment earnings from unspent bond proceeds shall be accounted for and allocated to arbitrage funds and shall be transferred on the debt service payment dates for the purpose of

paying debt service on net debt bond issues. The exception to this is that investment earnings on unspent tax increment bonds are to be used only for tax increment eligible purposes related to that specific tax increment bond issue.

e) The Finance Officer is authorized to approve the closure of non-bond funded capital projects and the adjustment of said appropriations as identified and requested by the City Engineer for those projects under Public Works.

f) The Finance Officer is authorized to establish or adjust appropriations, make payments and transfers, and process transactions as necessary for the purpose of providing to Departments, Boards and Commissions an internal alternative to lease/purchase agreements with external vendors. The Finance Officer may provide capital advances from individual funds to the extent funds are actually available. The Finance Officer shall establish the term and interest rate applicable to the capital advance. The principal amount of the capital advance can be transferred to the fund of the Department, Board or Commission after the purchase of the asset and an Internal Lease/Purchase Agreement has been signed between the Department, Board or Commission and the Finance Officer. Prior to issuing the capital advance, the Finance Officer shall determine that the Department, Board or Commission has made a commitment in their annual budgets to provide the funds necessary to repay the advance, with interest, over the term of the agreement.

g) This resolution constitutes an official declaration pursuant to Treasury Reg. SS 1.103-17 and 1.103-18 that the City intends to reimburse expenditures which may be made for those projects designated herein to be funded with bond proceeds by incurring tax exempt debt of the City. The expenditures to be reimbursed include but are not limited to construction expenditures incurred after approval of the capital budget, preliminary expenses for planning, design, legal and consulting services and land acquisition and include staff costs reasonably allocable thereto. The projects are more fully described in the Capital Budget Request forms on file in the office of the Director of Capital and Debt Management. The reasonably expected source of funds for the projects to be reimbursed consists of, in the case of parking, water, and sewer projects, the Municipal Parking Enterprise Fund, Water Enterprise Fund, and the Sewer Enterprise Fund respectively. The reasonably expected source of funds to pay debt service on the tax exempt bonds to be issued by the City consists of the following according to the designated bond type:

Bonds	Source
Net Debt, Public Safety	Property taxes and Internal User Fees
Water	Water Fund revenues, Fund 7400
Parking	Parking Fund revenues, Fund 7500
Assessment	Special assessments
Sewer/CSO/Flood control/flood mitigation/ Storm drain	Sewer Fund revenues, Fund 7300
ITS	Internal User Fees, Fund 6400

h) The Finance Officer is authorized to make further declarations of official reimbursement intent in connection with the projects described herein pursuant to Treasury Regs. SS 1.103-17 & 1.103-18 on behalf of the City consistent with budgetary and financial circumstances. Copies of any such further declarations shall be filed with the Ways & Means/Budget Committee (W&M) and the Board of Estimate and Taxation.

i) The Finance Officer is authorized to adjust re-appropriations to the capital project funds for 2001 as appropriate. The balances of 2001 appropriations in Capital funds are hereby re-appropriated in 2002 with the following exceptions:

Fund	Project or Operating Organization
4100 City-Capital Improvements Fund	PW Engineering Services (4100-6025)
4100 City-Capital Improvements Fund	Sidewalk Inspection (4100-6076)
4100 City-Capital Improvements Fund	Finance (4100-8222)

4100 City-Capital Improvements Fund	Reimbursable Sewer Construction (4100-9322)
4100 City-Capital Improvements Fund	Reimbursable Paving Construction (4100-9372)
4100 City-Capital Improvements Fund	Reimbursable Transportation Capital (4100-9468)

Balances of capital projects in 2001 in the following funds 6100, 7300, 7400, and 7500 are also hereby re-appropriated in 2002, with the exception of the Reimbursable Water Construction (7400-9545). For the 800 MHz Radio System project currently in Fund 6100, any unspent balances should be re-appropriated in Fund 6200.

j) The Finance Officer is authorized to approve adjustments to Capital Appropriations between different agency and organization levels within the same fund and revenue source. Such budget transfers shall not constitute approvals of any policy change.

k) The Finance Officer is authorized to establish or adjust appropriations to pay all costs associated with authorized City of Minneapolis bond sales to include costs of issuance and annual maintenance type fees from the Bond Redemption Fund (5250) with the expenditures then being allocated to other funds as appropriate.

l) Public Works-Property Services is directed to return to W&M by the first meeting in February of 2002 with a work plan for major repairs to city buildings included in GM01.

m) The Finance Officer is authorized to fund from investment earnings generated from capital project balances studies related to long-term financial planning models and related debt management activity.

n) The Office of Cultural Affairs is directed to report to W&M by April 1, 2002 on the expenditures of the 2001 capital funding and the plan for the remaining balances in the Art in Public Places capital project.

o) The Finance Officer is authorized to establish and adjust appropriations to provide for the transfer of funds to include bond proceeds and investment income for capital projects.

p) Request that the Park Board submit to the Capital Long Range Improvement Committee (CLIC) a report showing where capital expenditures were incurred by project for 2001 and details of what projects are planned by year and by funding source for the 2002-2006 timeframe. This report should be provided to CLIC staff by April 1, 2002.

q) The Finance Officer is authorized to make corrections for errors of omission and misstatements in order to accurately reflect the 2002 Capital budget year of the adopted 2002-2006 Five Year Capital Program.

r) The adoption of the 2002-2006 Five Year Capital Program is to assist in planning and provide direction for City departments including Engineering Services, but it does not establish permanent Council commitment to the out-year projects either in scope or timeline of construction.

s) Be it Further Resolved that this resolution may be cited as "The Capital Improvement Appropriation Resolution of 2002."

t) The Convention Center Completion Project is exempt from the 3.5% overhead charge. This is consistent with the financing plan and presentations that were made at the State relating to this project. The project manager, when authorized to enter appropriate contracts, may do so within the scope of the project's Council-approved project budget. The bond funds for a contract do not need to be on hand to enter into the contract. The bond funding is timed to be available for the disbursement timelines.

u) For certain capital projects, the funding is annually replenished and the projects are annual maintenance in nature. For these projects, the expenditures are to be paid from funds of the appropriation year in which the work occurs. These projects will not have their appropriations carried forward since they are replenished annually. This applies for 2000 and 2001. The projects are as follows:

- T58 Defective Hazardous Sidewalks – Assessed portion;
- T66 Parking Ramp Repair and Restoration;
- T67 Residential Parking Program;
- T70 Bicycle Parking;
- PS01c Sanitary Sewer Capital;
- PS02 Miscellaneous Storm Drains;
- PS04 Implementation of US EPA Storm Water Regulations;
- 1E1 Gates and Manholes;
- 11E1 Large Gate Valve Replacement;
- 11E4 Large Water Main Cleaning and Lining; and
- 11E5 Manhole Repair, Replacement.

v) The Public Safety Initiative (PSI) Program is a \$32,612,000 program comprised of six capital projects, as follows:

- 1) The 800 MHz System, completed in 2003;
- 2) Expand Police Precinct #3, completed in 2003;
- 3) Remodel Fire Station #6, completed in 2002;
- 4) Downtown Command Precinct, completed in 2002;
- 5) Police Facility Study, completed in 2002;
- 6) Security Enhancements, completed in 2003.

This program requires a property tax increase of \$500,000 for taxes collected in 2001, 2002, and 2003, for a total increase of \$1,500,000. Taxes of \$1,500,000 will be collected until 2023 under the current plan. Public Works is directed to report to W&M by April 1, 2002 with a progress report on the elements of this program and an updated estimate of the number and cost of the radios to be purchased for the 800 MHz System.

w) The following transfers support the 2002 Capital Program:

- 1) \$537,500 from the General Fund 0100 to the City-Capital Improvements Fund 4100.

x) The 2002 Street Renovation Program will be comprised of the following projects:

- 1) E & W 36th Street
- 2) E & W 35th Street
- 3) Fulton Street SE

y) Direct Finance staff to continue to reserve \$1,600,000 each year for a total of \$8,000,000 for Community Libraries for 2006 – 2010. Library Board is directed to provide CLIC an updated cost estimate of infrastructure needs by facility by April 1, 2002 for the Community Libraries as part of the 2010 Plan.

z) The 2000 Alley Retaining Wall Rehabilitation Program T11G and Alley Resurfacing Program T12G are hereby combined into one program called Alley Resurfacing and Retaining Wall Rehabilitation T11 to be consistent with this program in 2001 and future years.

aa) Direct Public Works and Park Board to provide CLIC an annual infrastructure gap spending report by April 1, 2002, showing where the infrastructure gap dollars provided have been spent from inception of the respective programs through 2001. The report should differentiate between maintenance and capital expenditures and indicate units of accomplishment where possible.

bb) The Finance Officer is authorized to amend the Finance Department appropriation within the City-Capital Improvements Fund (4100) up to \$250,000 to be used for one-time expenditures related to Governmental Accounting Standards Board (GASB) 34 implementation. The Finance Department's use of additional Permanent Improvement Funds (\$250,000) is limited to work that must be completed regarding capitalization and depreciation of infrastructure to comply with GASB 34.

cc) The Community Development Block Grant (CDBG) portion of funding for the 2002-2006 Capital Improvement Plan was reduced by a total of \$130,500. The larger reduction of \$125,000 was made to allow an equal amount increase to Business Association Assistance. Staff was directed to eliminate a low priority capital plan project or portion of a project. As a result, the Defective Hazardous Sidewalk Program T58 was reduced from \$131,000 to \$104,000 and the Controller Conversion Program T63 was reduced from \$500,000 to \$396,500.

dd) The 3rd Ave S, Avenue of the Arts Downtown Streetscape (1st – 12th Streets) program for 2003 and the related \$6,000,000 of assessment funding is hereby removed from the 2002-2006 Five Year Capital Improvements Program.

ee) The resolution reflects a movement of \$335,000 of net debt bonds for the 9th Avenue SE (T02 Miscellaneous Segments Program) and \$87,000 of net debt bonds designated for the Hiawatha/Minnehaha Railroad Project to the Central Avenue NE Project (T24) with the use of the \$87,000 to be contingent upon satisfactory completion of the Hiawatha/Minnehaha Railroad Project.

ff) Amend the Public Works Department budget to include two additional decision packages: 1) Increase contractual services by \$584,000 in the Equipment Services Division, which reflects the current level of expenditure. In addition, the base revenue can be adjusted to reflect the current level of revenues available to support this expenditure (page 923); and 2) Add 4.0 FTE Driver positions and 6.0 FTE Operator positions to the Equipment Services Division. The increase is needed to support additional construction activities for major projects, such as Near North and light rail transit (LRT), which is currently being completed with contracted labor and equipment. The increase in salary/benefit costs will be offset by a reduction in contracted labor costs. There will be no change in revenue as shown in the decision package, page 924.

gg) The Public Works Department is directed to annually evaluate the capital program workload and adjust staffing levels accordingly with the understanding that the hiring goals for the Near North project will be met with the hiring of these additional positions.

hh) Reserve the unallocated balance of approximately \$1,200,000 in the Public Safety Initiative Projects for construction of a new Fire Station #14 and, upon receipt of the report from the Public Works Department on 800 megahertz costs (due April 1), reserve any savings for possible allocation to Fire Station #14 in 2003.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

W&M/Budget - Your Committee, having under consideration the accompanying resolutions requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds for various amounts, as reflected in the 2002 Capital Appropriation Resolution, now recommends that said Resolutions be sent forward without recommendation.

Campbell moved to amend the report to delete the language, "sent forward without recommendation," and to insert in lieu thereof, the word, "approved." Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 13; Nays none.

Passed December 13, 2001.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk

Resolutions 2001R-508, 2001R-509, 2001R-510, 2001R-511, 2001R-512, 2001R-513, 2001R-514, requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds for various amounts, as reflected in the 2002 Capital Appropriation Resolution, was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. A complete copy of these resolutions are available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-508
By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$500,000, for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$500,000, the proceeds of which are to be used for diseased tree removal, for which assessments shall be collected in 5 successive equal annual installments payable in the same manner as real estate taxes.

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-509
By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$13,258,000, for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$13,258,000, the proceeds of which are to be used for the purpose of paying the portion of the cost of making and constructing certain local improvements to be assessed against benefited properties as estimated by the City Council and the Park Board, including assessable portions of the costs relating to sanitary sewers, paving, mill and overlays, alley resurfacing, retaining walls, streetscapes, landscaping, curb and gutter, street lighting, traffic management plans, ornamental lighting and bike lane development, of which assessments shall be collected in successive equal annual installments, payable in the same manner as real estate taxes, with the number of installments determined by the type of improvement and current City Council policy.

T01	Parkway Paving	\$100,000	Paving
T03	Street Renovation Program	876,000	Paving
T04	CSAH Paving Program	750,000	Paving
T10	West Broadway Avenue Streetscape	5,627,000	Streetscape
T15	Hennepin Ave Streetscape Improvement Initiative	3,715,000	Streetscape

T21b	3rd Ave S, Avenue of the Arts Neighborhood Streetscape	1,323,000	Streetscape
T21c	3rd Ave S, Avenue of the Arts Neighborhood Roadway	91,000	Paving
T21b	3rd Ave S, Avenue of the Arts Neighborhood Streetscape	776,000	Lighting
	Total	\$13,258,000	

Adopted. Yeas, 13; Nays none.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-510

By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$21,207,000 for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$21,207,000, the proceeds of which are to be used as follows:

Building Commission, in the amount of \$486,000

GM08	Mechanical System Upgrades	320,000
GM10	Rotunda Repairs	166,000

Library Board, in the amount of \$577,000

HD03	Pierre Bottineau Community Library Relocation	241,000
HD10	Linden Hills Library Renovation and Expansion	336,000

Park & Recreation Board, in the amount of \$1,920,000

HD22	Site and Tot Lot Rehabilitation	1,605,000
HD24	Athletic Field Renovation	315,000

City Council, in the amount of \$18,224,000

GM01	Facilities Repair and Improvements	1,500,000
GM02	Public Works Facilities Project	2,560,000
GM13	Council Chambers Renovation Project	430,000
HS03	Animal Shelter	2,000,000
T01	Parkway Paving	1,000,000
T03	Street Renovation Program	3,666,000
T04	CSAH Paving Program	300,000
T06G	Urban Village Public Infrastructure	300,000
T11	Alley Resurfacing & Retaining Wall Rehabilitation	180,000
T12	Lake St Reconstruction & Streetscape, Segment 1	290,000
T14	Lake St Reconstruction & Streetscape, Segment 3	10,000
T20	I-35W (42nd St – Crosstown)	17,000
T21a	3rd Ave S, Avenue of the Arts Downtown Roadway	261,000
T23	Hiawatha/Minnehaha Railroad Project	47,000
T24	Central Avenue NE (27th – 37th Avenue NE)	452,000
T41	Major Bridge Repair and Rehabilitation	200,000
T60	Henn/Lyn Bicycle Project (Loring Bikeway) – Phase 1	574,000

T63	Controller Conversion	296,000
T65	Traffic Signal, Signing & Lighting Improvements	260,000
T91	Loring Greenway, Infrastructure Gap Project	556,000
NN01	Near Northside Redevelopment Project	3,325,000

Adopted. Yeas, 13; Nays none.
Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved. December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-511
By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$11,960,000, for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$11,960,000, the proceeds of which are to be used for projects defined as part of the Public Safety Initiative as follows:

PSI01	800 MHz Radio System	\$ 6,426,000
PSI02	Expand Police Precinct #3	1,750,000
PSI03	Remodel Fire Station #6	2,500,000
PSI04	Downtown Command Precinct Station	1,284,000
	Total	\$11,960,000

Adopted. Yeas, 13; Nays none.
Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved. December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-512
By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$6,975,000, for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$6,975,000, the proceeds of which are to be used for flood mitigation, sewer, and storm drain/tunnel projects, as follows:

PS03	Storm & Sewer Work, Street Renovation Program	\$1,000,000
PS54	Pump Station to Minnehaha Creek (#29, #30)	2,000,000
PS55	E 37 th Street & Columbus Ave – Pond (#12, #21, #22)	3,975,000
	Total	\$6,975,000

Adopted. Yeas, 13; Nays none.
Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved. December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-513
By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$1,900,000, for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$1,900,000, the proceeds of which are to be used for Water Works related projects, as follows:

IIE2Water Main Replacement and/or Cleaning & Lining	\$1,900,000
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Adopted. Yeas, 13; Nays none.
Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved. December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-514
By Campbell

Requesting that the Board of Estimate and Taxation incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$15,000,000, for certain purposes other than the purchase of public utilities.

Resolved by The City Council of The City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$15,000,000, the proceeds of which are to be used for parking related projects, as follows:

T73	East Loop Distributor Ramp	\$15,000,000
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Adopted. Yeas, 13; Nays none.
Passed December 13, 2001. J. Cherryhomes, President of Council.
Approved. December 20, 2001. S. Sayles Belton, Mayor.
Attest: S. Ristuben, Asst City Clerk.

W&M/Budget - Your Committee, having under consideration the accompanying Resolution designating the utility rates for water, sewer, solid waste and recycling services, effective with water meters read on and after January 1, 2002, now recommends that said Resolution be sent forward without recommendation.

Campbell moved to amend the report to delete the language, "sent forward without recommendation," and to insert in lieu thereof, the word, "approved." Seconded.

Adopted upon a voice vote.

The report, as amended, was adopted.

Yeas, 12; Nays, 1 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - McDonald.

Passed December 13, 2001.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Resolution 2001R-515, designating the utility rates for water, sewer, solid waste and recycling services, effective with water meters read on and after January 1, 2002, was passed December 13, 2001 by the City Council and approved December 20, 2001 by the Mayor. A complete copy of this resolution is available for public inspection in the office of the City Clerk.

The following is the complete text of the unpublished summarized resolution.

RESOLUTION 2001R-515

By Campbell

Designating the utility rates for water, sewer, solid waste, and recycling service effective with water meters read on and after January 1, 2002.

Resolved by The City Council of The City of Minneapolis:

Effective with utility billings for water meters read from and after January 1, 2002, the meter rates for water are hereby fixed and shall be collected as follows:

- a) Charges commence when the street valve is turned on for water service.
- b) One dollar and ninety-nine cents (\$1.99) per one hundred (100) cubic feet for customers not otherwise mentioned, within the limits of the City of Minneapolis.
- c) One dollar and ninety-nine cents (\$1.99) per one hundred (100) cubic feet to the United States Government within the city limits, and outside of or adjacent to the city limits, such rates and upon such terms as may be agreed upon by the city and the United States Government.
- d) One dollar and ninety-nine cents (\$1.99) per one hundred (100) cubic feet to the University of Minnesota, the United States Veterans' Hospital, the metropolitan airports commission for service to Minneapolis-St. Paul International Airport, and all city-owned property.
- e) Two dollars and eight cents (\$2.08) per one hundred (100) cubic feet to municipalities and villages outside the corporate limits of the city where service to such municipalities or villages is given through a master meter.
- f) Two dollars and fourteen cents (\$2.14) per one hundred (100) cubic feet to municipalities, municipal corporations, villages and customers outside the corporate limits of the city where service is furnished through individual customer meters.
- g) Rates for municipalities, municipal corporations and villages, which are established by contract, shall continue on the existing contract basis.
- h) Under the above rates no meter shall pay a less sum per billing period or fraction thereof for the use of water than the following:

Meter Size	Net Minimum Monthly Bill	Net Minimum Quarterly Bill
5/8-inch	\$ 2.00	\$ 6.00
3/4-inch	2.40	7.20
1-inch	4.80	14.40
1 1/2-inch	8.85	26.55
2-inch	14.00	42.00
3-inch	27.00	81.00
4-inch	50.00	150.00
6-inch	95.00	285.00
8-inch	135.00	405.00
10-inch	191.00	573.00
12-inch	231.00	693.00

i) The minimum bill for an owner occupied residential development serviced by a combined fire/general service line shall be a multiple of the number of units served, times the minimum charge for a three-fourth (3/4) inch meter.

j) All fire standpipes, supply pipes and automatic sprinkler pipes with detector meters, direct meters or non-metered, shall be assessed according to size of connection at the following rates each per annum for the service and inspection of the fire protection pipes and meters installed, as follows:

2 inch pipe connection . . .	\$ 30.00
3 inch pipe connection . .	36.00
4 inch pipe connection . . .	48.00
6 inch pipe connection . . .	72.00
8 inch pipe connection . . .	120.00
10 inch pipe connection . . .	180.00
12 inch pipe connection . . .	300.00

When the seal of any of the valves connecting with such fire protection pipes shall be broken, it shall be forthwith resealed by the superintendent of the waterworks. All connections for fire systems must have a post indicator valve installed at the curb if ordered by the superintendent of the waterworks.

The sewer rental rates shall be applied to utility billings for water meters read from and after January 1, 2002. The sewer rental rates to be charged properties within and outside the City of Minneapolis that are served directly by the City of Minneapolis sewer system and that are all served either directly or indirectly by the sewage disposal system constructed, maintained and operated by the Metropolitan Council Environmental Services under and pursuant to Minnesota Statutes, Sections 473.517, 473.519 and 473.521, Subd. 2, are hereby set as follows:

a) The sewer rental rate applicable inside the City of Minneapolis is three dollars and sixteen cents (\$3.16) per one hundred (100) cubic feet. The minimum sewer rental rate shall be two dollars (\$2.00) per month.

b) The sewer rental rate applicable outside the City of Minneapolis for all sewage flow generated is three dollars and sixteen cents (\$3.16) per one hundred (100) cubic feet. The minimum sewer rental rate shall be six dollars (\$ 6.00) per month. Sewer rental only service shall be thirteen dollars (\$13.00) per month.

c) The sewer rental charge for residential property not exceeding three (3) residential units shall be based on the volume of water used during the winter season which is defined as a four (4) month period between November 1 and March 31.

d) The sewer rental charge for residential property exceeding three (3) residential units and all other commercial and industrial property shall be based on measured sewage volume or the total water volume used during the billing period as is appropriate.

Solid waste and recycling variable rate charges associated with water meter read dates from and after January 1, 2002, the charges shall be as follows:

a) The base unit charge shall be twenty-one dollars and fifty cents (\$21.50) per dwelling unit per month.

b) The recycling reduction shall be seven dollars (\$7.00) per dwelling unit per month for the units whose occupants qualify as participating in the city's recycling program.

c) The cart disposal charge shall be two dollars (\$2.00) per month for each small cart.

d) The cart disposal charge shall be four dollars (\$4.00) per month for each large cart assigned to a dwelling unit.

Adopted. Yeas, 12; Nays, 1 as follows:

Yeas - Thurber, Ostrow, Campbell, Biernat, Niland, Goodman, Colvin Roy, Mead, Lane, Lilligren, Johnson, Cherryhomes.

Nays - McDonald.

Passed December 13, 2001. J. Cherryhomes, President of Council.

Approved. December 20, 2001. S. Sayles Belton, Mayor.

Attest: S. Ristuben, Asst City Clerk.

Campbell moved to adjourn. Seconded.

Adopted. Yeas, 13; Nays none.

Adjourned.

STEVEN J. RISTUBEN,
Assistant City Clerk.

Created: 12/19/2001;
Modified: 12/26/2001