

**OFFICIAL PROCEEDINGS  
MINNEAPOLIS CITY COUNCIL**

**ADJOURNED SESSION OF THE  
REGULAR MEETING OF NOVEMBER 18, 2016, HELD  
DECEMBER 7, 2016**

(Published December 20, 2016, in *Finance and Commerce*)

**CALL TO ORDER**

Council President Johnson called the meeting to order at 6:05 p.m. in the Council Chamber, a quorum being present.

Present - Council Members Kevin Reich, Cam Gordon, Jacob Frey, Blong Yang, Abdi Warsame, Lisa Goodman, Elizabeth Glidden, Alondra Cano, Lisa Bender, John Quincy, Andrew Johnson, Linea Palmisano, President Barbara Johnson.

On motion by Glidden, the agenda was adopted.

On motion by Glidden, Rule VIII (2) (D) was suspended to allow for the acceptance of public testimony.

Members of the public submitted commentary on the proposed 2016 Budget. The public hearing was closed at 7:38 p.m. Thereupon, the City Council recessed its open public meeting to allow the Board of Estimate & Taxation to meet and transact its business. The City Council reconvened in open session at 8:06 p.m., with all Council Members present.

The following resolutions were signed by Mayor Betsy Hodges on December 13, 2016. Minnesota Statutes, Section 331A.01, Subd 10, allows for summary publication of resolutions in the official newspaper of the city. A complete copy of each summarized resolution is available for public inspection in the Office of City Clerk.

**REPORTS OF STANDING COMMITTEES**

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

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-517 approving the 2016 property tax levies, payable in 2017, for the various funds of the City of Minneapolis for which the City Council levies taxes.

The following is the complete text of the unpublished summarized resolution.

**RESOLUTION 2016R-517**

**By Quincy**

**Approving the 2016 property tax levies, payable in 2017, 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 based on taxable value upon the real and personal property in the City of Minneapolis in 2016 for taxes payable in 2017 for the following funds:

<b>FUND</b>	<b>CERTIFIED LEVY AMOUNT</b>
General Fund	\$176,852,000
Municipal Building Commission	\$4,954,000
Permanent Improvement	\$500,000
Bond Redemption	\$37,800,000
Firefighters Relief Association (MFRA)	\$1,700,000
Police Relief Association (MPRA)	\$9,410,000
Minneapolis Employees Retirement (MERF)	\$11,200,000
<b>Total</b>	<b>\$242,416,000</b>

Be It Further Resolved that the difference between the amounts herein levied for 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 dollar amount shown in the levy is hereby certified and such amounts to be determined by the County Auditor are to be due to the City under the "Fiscal Disparities" law.

Be It Further Resolved that a tax levy of \$9,300,000 be assessed against and levied based on market value upon the real and personal property in the City of Minneapolis in 2016 for taxes payable in 2017 for debt service associated with the voter approved Library Referendum Bond authorization of 2000 for \$140,000,000.

Be It Further Resolved that the Certified Local Government Aid (LGA) Amount estimated at \$77,981,491 shall be initially distributed as follows:

Municipal Building Commission	\$234,724
Minneapolis Park & Recreation Board	\$9,203,376
General Fund	\$68,543,391
<b>Total</b>	<b>\$77,981,491</b>

On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (12)

Noes: Goodman (1)

Absent: (0)

The resolution was adopted.

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-518 fixing the maximum amounts to be expended by the various departments for 2017 from the various funds under the jurisdiction of the City Council for which the City Council levies taxes and fees.

On motion by Goodman, the 2017 Mayor's Recommended Budget was amended on a one-time basis by decreasing \$250,000 of new funding to Meet Minneapolis that was designated for enhanced target marketing and increasing the appropriation to the Public Works Department by \$250,000 to be dedicated to the Downtown Improvement District for community based policing strategies.

Goodman and A. Johnson moved to amend the 2017 Mayor's Recommended Budget for Community Planning and Economic Development (CPED) on an ongoing basis by eliminating the \$125,000 annual sponsorship payment to Greater MSP/Minneapolis Saint Paul Regional Economic Development Partnership and authorizing 1 new FTE in the economic development division and appropriating \$125,000 to fund the FTE. The purpose of the FTE is to undertake business retention and expansion activities for small and medium size businesses and to work in partnership with the 3 FTE in the small business support team.

On motion by Quincy, the pending motion was amended to read as follows:

"Amend the 2017 Mayor's Recommended Budget for Community Planning and Economic Development (CPED) on an ongoing basis by ~~eliminating the \$125,000~~ decreasing to \$10,000 the \$125,000 annual sponsorship payment to Greater MSP/Minneapolis Saint Paul Regional Economic Development Partnership and authorizing one new FTE in the economic development division and appropriating ~~\$125,000~~ \$115,000 to fund the FTE. The purpose of the FTE is to undertake business retention and expansion activities for small and medium sized businesses and to work in partnership with the three FTE in the small business support team."

Goodman and Johnson's motion, as amended, was adopted upon a voice vote.

On motion by Bender, Glidden, Gordon, Palmisano, Warsame, and Reich, the 2017 Mayor's Recommended Budget for the Fire, Public Works, and Health Departments was amended on a one-time basis by reallocating all 2016 unspent funds from the Fire Department's \$42,000 for technical training and outreach and decreasing the Public Works Department by \$25,000 from the accelerated LED technology program, and increasing the Health Department by \$67,000 for the Next Step hospital-based violence intervention program.

On motion by Cano and Gordon, Finance and Property Services staff were directed to report to the Ways & Means Committee no later than the end of the second quarter of 2017 with potential scenarios for the City of Minneapolis to divest and stop doing business with financial institutions that invest in the fossil fuel industry and in projects such as the Dakota Access Pipeline. The potential scenarios review shall include a series of options to meet the City of Minneapolis' banking needs including but not limited to exploring the possibility of establishing a municipal bank or participating in a publicly-owned banking operation.

Cano moved to amend the 2017 Mayor's Recommended Budget for the Office of the City Assessor, the City Coordinator's Office, and the Health Departments on an ongoing basis by decreasing the Office of the City Assessor by \$25,000 and decreasing the City Coordinator's Office by \$25,000 and increasing the

Health Department by \$50,000 to be allocated for culturally relevant community based intervention and street outreach strategies to help the transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

Directing the Neighborhood and Community Relations Department to transfer their 2016 end-of-year salary savings on a one-time basis not to exceed \$25,000 to the Health Department to augment the culturally relevant community based intervention and street outreach strategies to help transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

On motion by Goodman, the pending motion was tabled.

Warsame moved to amend the 2017 Mayor's Recommended Budget on a one-time basis by increasing the Finance and Property Services Department by \$100,000 to be funded by the Police Special Revenue Fund; \$50,000 is to be spent in the Phillips West Neighborhood and \$50,000 in the Ventura Village Neighborhood for community public safety priorities. The resources should be expended with input from the community and neighborhood organizations.

Cano moved to amend the pending motion to allocate \$25,000 in each of the Phillips neighborhoods-- East Phillips, Phillips West, Ventura Village, and Midtown Phillips. The motion failed upon a voice vote.

Warsame's motion was adopted upon a voice vote.

On motion by Glidden and Warsame, the 2017 Mayor's Recommended Budget for the City Attorney's Office and Civil Rights Department was amended on an ongoing basis by decreasing the City Attorney's Office by \$100,000 and increasing the Civil Rights Department by \$100,000 and 1 FTE for the Complaint Investigation Division. The Civil Rights Department was directed to assign staff to help coordinate response and information regarding hate speech and crimes, as well as acts of discrimination, within the City and with intergovernmental and community partners.

On motion by Gordon, Cano, A. Johnson, Glidden, and Reich, the Finance and Property Services staff was directed to:

1. Monitor and report on an annual basis on the costs for the Vikings Stadium, its operation and management, and the adjacent parking ramps and park; and
2. Limit the ongoing City subsidy for operations and capital maintenance of the Vikings Stadium to the amounts provided for in statute; and
3. Per the staff direction of Sept. 11, 2015, report back to the Community Development & Regulatory Services Committee on the desirability and feasibility of reopening of the Park Use Agreement between the City and Minnesota Sports Facilities Authority (MSFA); and

The Intergovernmental Relations staff was directed to bring to the Intergovernmental Relations Committee an item related to City support for legislation creating an enforcement mechanism that will ensure that city and state stadium spending caps are honored.

On motion by Quincy, Cano's tabled amendment was taken from the table.

Cano moved the following substitute language:

"Amending the 2017 Mayor's recommended budget for the Office of the City Assessor, the City Coordinator's Office, and the Health Departments on a one-time basis by decreasing the Office of the City Assessor by \$25,000 and decreasing the City Coordinator's Office by \$25,000 and increasing the Health Department by \$50,000 to be allocated for culturally relevant community-based intervention and street outreach strategies to help the transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

Directing the Neighborhood and Community Relations Department to transfer their 2016 end-of-year salary savings on a one-time basis not to exceed \$25,000 to the Health Department to augment the culturally relevant community-based intervention and street outreach strategies to help transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

Directing the Finance and Property Services Department to provide options by June 30, 2017, to the Mayor for the 2018 budget for a minimum of \$50,000 for ongoing funding of culturally relevant community-based intervention and street outreach strategies to help the transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation."

Cano's substitute motion was adopted upon a voice vote.

On motion by Palmisano, the City Coordinator's Office was directed, as the leader of Minneapolis' Youth Cabinet, to work with our partners in the Youth Coordinating Board and the Mayor's Office, in conjunction with the City of Saint Paul, to explore the feasibility of a sustainable, scalable universal pre-kindergarten program across our two cities that could eventually be implemented statewide.

This work would:

1. Be a unique collaborative effort between the cities of Minneapolis and Saint Paul.
2. Expand on existing research and programs currently in place in Minneapolis and St. Paul public schools, as well as other relevant efforts by other jurisdictions and the State of Minnesota.
3. Develop a plan for the creation of a pilot program with the intent of being able to scale to a universal model, guaranteeing that every 3 and 4 year old in Minneapolis and St. Paul would be provided a public pre-kindergarten education.
4. Address persistent disparities between white children and children of color in academic achievement and life outcomes.

This effort is contingent upon the commitment from the City of Saint Paul. City Coordinator staff will report on their work to the Committee of the Whole by September 19, 2017.

On motion by B. Johnson and Yang, Finance and Property Services staff was directed to ensure that at least \$250,000 of the \$500,000 allocated for Collaborative Safety Strategies be directed towards work along West Broadway Ave in North Minneapolis. Those funds should be distributed to groups or organizations which have shown a long history of collaborative work along West Broadway and who bring together business and community members and who employ staff focused solely on the improvement and safety of West Broadway. Organizations which do not focus on West Broadway shall not be considered for this funding. Finance and Property Services staff shall present the process for the disbursement of these funds to the Public Safety, Civil Rights & Emergency Management Committee by March 15, 2017, and these funds shall be distributed by June 16, 2017.

On motion by B. Johnson and Yang, the 2017 Mayor's Recommended Budget for the Health and Community Planning and Economic Development Departments was amended on a one-time basis by decreasing the Health Department by \$100,000 from the Male Sexual Health Outreach Program and

increasing the Community Planning & Economic Development Department by \$100,000 to be allocated for Summit Academy's contextualized GED Program.

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

**RESOLUTION 2016R-518**

**By Quincy**

**Fixing the maximum amounts to be expended by the various departments for 2017 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 named fund types the maximum appropriation amounts as outlined in Financial Schedules 1, 2, 3, 4 (Community Development Block Grant ("CDBG") Program Allocations), 6 and 7 as published in the final 2017 Adopted Budget Book.

That the proper City officers be authorized to execute and/or carry out the intent of the 2017 Consolidated Plan program allocations (CDBG, HOME, ESG and HOPWA entitlement grants), as amended, including the 2017 Adopted Budget Schedule 4 CDBG Program, and Schedules 6 CPED Program Allocations by fund.

That the proper City officers be authorized to enter into any necessary grant agreements with the Department of Housing and Urban Development to receive Fiscal Year 2017 Consolidated Plan funding.

**2017 Operating Budget  
Resolution Footnotes**

1. Financial Management Policies, as included in the Financial Policies Section of the 2017 Adopted Budget book, are hereby adopted as part of the 2017 budget.
2. That this resolution may be cited as the "2017 General Appropriation Resolution."

**Changes to the Recommended Budget**

1. Amending the 2017 Mayor's Recommended Budget to establish a small business support team of 3 FTE to directly help small business navigate city processes across the Enterprise (particularly in the Business Licensing Division of CPED, Health, and Regulatory Services).

The team is to report directly to the City Coordinator's Office and will be comprised of the following:

1. \$105,000 and 1 FTE in CPED for a Navigator position and \$25,000 in additional outreach funds as proposed in the Mayor's Recommended Budget.
2. 1 FTE created in CPED using the \$70,000 increased appropriation to the Communications Department as proposed in the Mayor's Recommended Budget. Finance is directed to reflect the full ongoing cost of the position in the Five-Year Financial Direction.
3. \$145,000 and 1 FTE in the City Coordinator's Office currently recommended in the 2017 Budget for "Strategic Management and Continuous Improvement."

2. Amending the 2017 Mayor's Recommended Budget for Community Planning & Economic Development (CPED) on a one-time basis to replace Residential Housing Fund (01SFR) of \$250,000 in CPED with \$250,000 from Community Development Block Grant (CDBG) Fund (01400) program income and increase CPED budget in the Residential Housing Fund (01SRF) by \$250,000 to be used for the Infill Housing initiative.
3. Amending the 2017 Mayor's Recommended Budget for the Public Works and Health Departments on a one-time basis by decreasing the Public Works Department by \$150,000 from the accelerated LED Technology Program, and increasing the Health Department by \$150,000 to be allocated for programs related to domestic violence prevention with the goal of serving families that have experienced domestic violence prioritizing families with very young children, young adolescent males, and non-English speaking families.
4. Amending the 2017 Mayor's Recommended Budget for the Office of City Clerk and Community Planning & Economic Development (CPED) Department on an ongoing basis by decreasing the Office of City Clerk by \$118,202 and 1 FTE, and increasing the CPED Department by \$118,202 and 1 FTE for the purpose of programming and outreach at the Cedar Riverside Opportunity Center.
5. Amending the 2017 Mayor's Recommended Budget on a one-time basis by decreasing \$250,000 of new funding to Meet Minneapolis that was designated for enhanced target marketing and increasing the appropriation to the Public Works Department by \$250,000 to be dedicated to the Downtown Improvement District for community based policing strategies.
6. Amending the 2017 Mayor's recommended budget for Community Planning and Economic Development (CPED) on an ongoing basis by decreasing to \$10,000 the \$125,000 annual sponsorship payment to Greater MSP/Minneapolis Saint Paul Regional Economic Development Partnership and authorizing one new FTE in the economic development division and appropriating \$115,000 to fund the FTE. The purpose of the FTE is to undertake business retention and expansion activities for small and medium sized businesses and to work in partnership with the three FTE in the small business support team.
7. Amending the 2017 Mayor's recommended budget for the Fire, Public Works, and Health Departments on a one-time basis by reallocating all 2016 unspent funds from the Fire Department's \$42,000 for technical training and outreach and decreasing the Public Works Department by \$25,000 from the accelerated LED technology program, and increasing the Health Department by \$67,000 for the Next Step hospital-based violence intervention program.
8. Amending the 2017 Mayor's recommended budget on a one-time basis by increasing the Finance and Property Services Department by \$100,000 to be funded by the Police Special Revenue Fund; \$50,000 is to be spent in the Phillips West Neighborhood and \$50,000 in the Ventura Village Neighborhood for community public safety priorities. The resources should be expended with input from the community and neighborhood organizations.
9. Amending the 2017 Mayor's recommended budget for the City Attorney's Office and Civil Rights Department on an ongoing basis by decreasing the City Attorney's Office by \$100,000 and increasing the Civil Rights Department by \$100,000 and 1 FTE for the Complaint Investigation Division.

10. Amending the 2017 Mayor's recommended budget for the Office of the City Assessor, the City Coordinator's Office, and the Health Departments on a one-time basis by decreasing the Office of the City Assessor by \$25,000 and decreasing the City Coordinator's Office by \$25,000 and increasing the Health Department by \$50,000 to be allocated for culturally relevant community-based intervention and street outreach strategies to help the transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

11. Amending the 2017 Mayor's recommended budget for the Health and Community Planning and Economic Development Departments on a one-time basis by decreasing the Health Department by \$100,000 from the Male Sexual Health Outreach Program and increasing the Community Planning & Economic Development Department by \$100,000 to be allocated for Summit Academy's contextualized GED Program.

#### **Directions to Staff**

1. Directing the Finance and Property Service Department to amend budgets, schedules, and language changes relating to accounting and technical cost allocation adjustments, and program and capital/operating budget corrections.

2. Directing the Departments of Community Planning & Economic Development on small business support team to report back to the Community Development & Regulatory Services Committee no later than March 31, 2017, submitting a report detailing their work plan, including how the team will effectively operate, how they will measure their success, regularly report progress, and what, if any, additional operational or budgetary impacts are contained within said work plan.

All departments are to assist this team as requested, working with their respective leadership, the City Council, and the Mayor's Office to advance these goals.

3. Directing the City Coordinator's Office to establish a small business workgroup that includes the staff team that has been working together as part of the City's Business Made Simple initiative as well as members of the City's Innovation Team. This workgroup shall review existing efforts, programs, and initiatives focused specifically on the small business community to determine how best to align and/or reorganize small business touch points across the enterprise. The workgroup will be co-chaired by Community Planning & Economic Development and the City Coordinator's Office in coordination with other City departments (particularly the City Attorney's Office) as needed.

Specifically, staff is asked to build off the continuous improvement work that has already been initiated to streamline and simplify processes for the business community and:

1. Review programs and business lines within CPED to determine how best to reconfigure workflows [and/or business lines], along with aligning these efforts with the City's racial equity goals, in order to accelerate small business efforts. [This review to be facilitated by an external consultant with organizational design experience.];
2. Review and finalize work on an online portal for the business community;
3. Finalize development of business guides and supportive checklists for businesses;
4. Identify and address gaps in processes and service delivery, including the need for additional staff training and other strategies aimed at increasing alignment with the small business community;



5. Research best practices for innovative strategies such as business acceleration programs, development of a municipal design center, cluster-based small business development, creation of entrepreneurial incubator spaces, development of customer service express lanes for basic services, small business recognition programs, micro-lending programs, and others.

Staff is further directed to formalize an external small business advisory council to work alongside staff in this review, and to assist in developing recommendations aimed at increasing small business opportunities, resources, and areas of process improvement.

The workgroup is charged with bringing forth a comprehensive report of their review and ensuring recommendations, including those put forward by the small business advisory council, along with any organizational and budgetary impacts or recommendations that stem from this review by no later than May 15, 2017.

The workgroup is directed to Review programs and business lines within CPED to determine how best to reconfigure workflows [and/or business lines], along with aligning these efforts with the City's racial equity goals, in order to accelerate small business efforts. This review to be facilitated by an external consultant with organizational design experience.

4. Directing the Public Works Department to report back to the Transportation & Public Works Committee by September 1, 2017, on the environmental benefits, feasibility, reasonable exceptions, cost/benefit analysis, timeline, various alternatives, and a recommended approach to eliminating fossil fuel vehicles in the City. This work will inform the budgetary impact and potential additional requests or adjustment to the department's budget.

5. Directing the City Coordinator's Office to designate \$35,000 of one-time budget resources to be allocated for the purpose of funding support services for immigrant families.

Further, directing staff from City Coordinator departments, including Intergovernmental Relations, Civil Rights, Neighborhood & Community Relations, and Communications, to work with community stakeholder organizations such as the Immigrant Law Center of Minnesota and others to clarify priority needs for immigrant community services and research potential additional financial and in-kind support from private and other public agency sources. Staff will report to the Intergovernmental Relations Committee with a proposed plan no later than March 31, 2017.

6. Directing the City Coordinator's Office, including Communications, Neighborhood & Community Relations, and Finance & Property Services, and from the Office of City Clerk, to develop a plan for a participatory budgeting program. In so doing, City staff will utilize input from community stakeholders and City advisory committees such as CLIC, NCEC, and cultural and community organizations.

Staff will report back to the Ways & Means Committee no later than June 10, 2017, with a plan for a participatory budgeting program. The program may include the following components:

1. A best practices report of other cities' existing participatory budgeting process and those cities' metrics for evaluation of success of the program.
2. Recommendations for the participatory budgeting process including expected number of participants, methodologies of voting, and organizing structure.
3. Methodologies for outreach to the City's 70 neighborhood organizations, cultural and community organizations, and under-represented groups and groups of residents who have not traditionally participated in City programs, including youth.

4. Recommended range dollar amounts and components of the budget, preferably one-time capital or operating expenditures, that could be delegated to a participatory budget process.
  5. Sample calendar of an annual participatory budgeting process.
  6. Identification of other public, non-profit, and private partners that may be willing to provide resources for the participatory budgeting process.
  7. Outline of City administrative dollars and potential funding sources for an annual participatory budgeting process.
7. Directing staff to report back to the City Council by March 1, 2017, with an analysis and recommendations to sustain the vitality of Minneapolis's downtown assets and to promote a long-term financial strategy to maintain these assets, as follows:
1. A staff committee, similar to FSAM, which is led by the City Coordinator that meets regularly to evaluate operational needs and recommend ongoing capital investments that may occur outside of the typical budget process. Membership of the committee will include the directors of the Convention Center, Public Works, Community Planning & Economic Development, and Finance departments, as well as ex-officio representation from Downtown Council/Downtown Improvement District, Hennepin Theater Trust, and Meet Minneapolis.
  2. Provide an analysis of the condition, needs, estimated subsidy, and anticipated capital requirements to ensure the vitality and long-term utility of the City-owned assets.
  3. Develop a recommendation of a funding plan that examines the resources available in the Convention Center Fund, through the Sales & Entertainment Tax revenue and identify other appropriate revenue sources to provide capital and operating support to downtown assets. Downtown assets are generally defined as facilities or areas which the City owns, leases, contributes significant operating support to, or has a primary financing relationship with, including the Convention Center, Target Center, Peavey Plaza, and Commons.
  4. This funding plan would provide predictability in the use of Sales & Entertainment Tax for these assets. The plan would have an eye toward ensuring the investments will enhance revenues of the Sales Taxes, which increases returns to the General Fund.
  5. The committee will develop a 5-year recommended capital spending plan on an annual basis.
- To formulate such a plan, before March 1, 2017, staff is directed to obtain input from City partners including but not limited to Meet Minneapolis, Downtown Council/DID, Green Minneapolis, and Hennepin Theater Trust.
8. Directing Finance and Property Services staff to report to the Ways & Means Committee no later than the end of the second quarter of 2017 with potential scenarios for the City of Minneapolis to divest and stop doing business with financial institutions that invest in the fossil fuel industry and in projects such as the Dakota Access Pipeline. The potential scenarios review shall include a series of options to meet the City of Minneapolis' banking needs including but not limited to exploring the possibility of establishing a municipal bank or participating in a publicly-owned banking operation.
9. Directing the Civil Rights Department to assign staff to help coordinate response and information regarding hate speech and crimes, as well as acts of discrimination, within the City and with intergovernmental and community partners.
10. Directing Finance and Property Services staff to:
1. Monitor and report on an annual basis on the costs for the Vikings Stadium, its operation and management, and the adjacent parking ramps and park; and

2. Limit the ongoing City subsidy for operations and capital maintenance of the Vikings Stadium to the amounts provided for in statute; and
3. Per the staff direction of Sept. 11, 2015, report back to the Community Development & Regulatory Services Committee on the desirability and feasibility of reopening of the Park Use Agreement between the City and Minnesota Sports Facilities Authority (MSFA).

11. Directing Intergovernmental Relations staff to bring to the Intergovernmental Relations Committee an item related to City support for legislation creating an enforcement mechanism that will ensure that city and state stadium spending caps are honored.

12. Directing the Neighborhood and Community Relations Department to transfer their 2016 end-of-year salary savings on a one-time basis not to exceed \$25,000 to the Health Department to augment the culturally relevant community-based intervention and street outreach strategies to help transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

13. Directing the Finance and Property Services Department to provide options by June 30, 2017, to the Mayor for the 2018 budget for a minimum of \$50,000 for ongoing funding of culturally relevant community-based intervention and street outreach strategies to help the transgender, American Indian, and young women and girl victims of sex trafficking and commercial sexual exploitation.

14. Directing the City Coordinator's Office, as the leader of Minneapolis' Youth Cabinet, to work with our partners in the Youth Coordinating Board and the Mayor's Office, in conjunction with the City of Saint Paul, to explore the feasibility of a sustainable, scalable universal pre-kindergarten program across our two cities that could eventually be implemented statewide.

This work would:

1. Be a unique collaborative effort between the cities of Minneapolis and Saint Paul.
2. Expand on existing research and programs currently in place in Minneapolis and St. Paul public schools, as well as other relevant efforts by other jurisdictions and the State of Minnesota.
3. Develop a plan for the creation of a pilot program with the intent of being able to scale to a universal model, guaranteeing that every 3 and 4 year old in Minneapolis and St. Paul would be provided a public pre-kindergarten education.
4. Address persistent disparities between white children and children of color in academic achievement and life outcomes.

This effort is contingent upon the commitment from the City of Saint Paul. City Coordinator staff will report on their work to the Committee of the Whole by September 19, 2017.

15. Directing Finance and Property Services staff to ensure that at least \$250,000 of the \$500,000 allocated for Collaborative Safety Strategies be directed towards work along West Broadway Ave in North Minneapolis. Those funds should be distributed to groups or organizations which have shown a long history of collaborative work along West Broadway and who bring together business and community members and who employ staff focused solely on the improvement and safety of West Broadway. Organizations which do not focus on West Broadway shall not be considered for this funding.

Finance and Property Services staff shall present the process for the disbursement of these funds to the Public Safety, Civil Rights & Emergency Management Committee by March 15, 2017, and these funds shall be distributed by June 16, 2017.

### Technical Changes

1. Amending the Mayor's 2017 Recommended Budget by \$135,000; increasing Fund 07ERT expense for the Upper Harbor Terminal in the Community Planning & Economic Development Department.
2. Amending the Mayor's 2017 Recommended Budget to reflect the correct budget revenue accounts in the Community Planning and Economic Development Department for Upper Harbor Terminal in Fund 07ERT by increasing revenue by \$980,000, and decreasing use of fund balance by \$980,000.
3. Amending the Mayor's 2017 Recommended Budget by \$596,219; increasing Fund 01400 expense for Community Development Block Grant program income in the Community Planning & Economic Development Department.
4. Amending the 2017 Mayor's Recommended Budget by increasing on an ongoing basis the City Coordinator's budget by \$1,000,000 (including 1 FTE) for ReCAST program/SAMHSA grant for promoting resilience and equity in communities that have recently faced civil unrest through implementation of evidence-based violence prevention and community youth engagement programs, as well as linkages to trauma-informed behavioral health services.
5. Amending the 2017 Mayor's Recommended Budget by \$117,033 and 1 FTE on a one-time basis for Sex Trafficking Grant from the Minnesota Department of Public Safety, Office of Justice programs to enhance the investigation and victim support for sex trafficking cases in Minnesota for one year commencing on January 1, 2017.
6. Amending the Mayor's 2017 Recommended Budget to change financial policies relating to debt policies.

On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (12)

Noes: Goodman (1)

Absent: (0)

The resolution, as amended, was adopted.

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-519 adopting the 2017 - 2021 Five-Year Capital Program and fixing the maximum amounts for 2017 to be expended by the various funds under the jurisdiction of the City Council.

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

**RESOLUTION 2016R-519**  
**By Quincy**

**Adopting the 2017 - 2021 Five-Year Capital Program and fixing the maximum amounts for 2017 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 for 2017 - 2021 is hereby adopted and that there be appropriated out of the monies of the City Treasury and revenues of the City applicable to specifically named funds and revenue sources, the following maximum appropriation amounts for 2017 as detailed in the Capital Section of the 2017 Adopted Budget:

Fund Department	Amount (thousands \$)
34200 9010901 MBC CAPITAL IMPROVEMENTS	8,545
14300 9101000 PARK CAPITAL IMPROVEMENTS	12,923
14370 9103000 PARK CAPITAL IMPROVEMENTS – ASSESSED	300
01760 9010970 NON DEPARTMENTAL CAPITAL (Convention Center)	10,500
04100 9010937 PUBLIC WORKS STREET PAVING CAPITAL IMPROVEMENTS	50,281
04100 9010938 PUBLIC WORKS BRIDGE CAPITAL IMPROVEMENTS	3,090
04100 9010939 PUBLIC WORKS SIDEWALK CAPITAL IMPROVEMENTS	3,830
04100 9010943 PUBLIC WORKS TRAFFIC CAPITAL IMPROVEMENTS	7,922
<i>TOTAL PUBLIC WORKS FUND 04100 CAPITAL IMPROVEMENTS</i>	<i>65,123</i>
04100 9010923 PROPERTY SERVICES CAPITAL IMPROVEMENTS	4,987
04100 8900420 COMMUNITY PLANNING (Art) 1	653
<i>TOTAL CITY FUND 04100 CAPITAL IMPROVEMENTS</i>	<i>70,763</i>
07100 9010932 SANITARY SEWER ENTERPRISE FUND CAPITAL	9,250
07300 9010932 STORM SEWER ENTERPRISE FUND CAPITAL	14,965
07400 9010950 WATER SEWER ENTERPRISE FUND CAPITAL	48,100
07500 9010946 PARKING RAMP CAPITAL	5,400
07700 9010964 SOLID WASTE CAPITAL	15,000
<i>GRAND TOTAL ALL FUNDS</i>	<i>195,746</i>

**2017 Capital Budget  
Resolution Footnotes**

1. Amending the Mayor’s Recommended 2017 Capital Budget by increasing the ART01 Art in Public Places project by \$198,000, and decreasing the MPD02 Property & Evidence Warehouse project by \$198,000 to establish the art program at 1.5% of the net debt bond allocation per ordinance.

On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Goodman, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (13)

Noes: (0)

Absent: (0)

The resolution was adopted.

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-520 requesting that the Board of Estimate and Taxation authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$11,590,000 for certain purposes other than the purchase of public utilities.

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

**RESOLUTION 2016R-520  
By Quincy**

**Requesting that the Board of Estimate and Taxation authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$11,590,000 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 authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$11,590,000, 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 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.

PV001	Parkway Paving Program (PV1701)	\$50,000
PV006	Alley Renovation Program (PV1706)	50,000
PV056	Asphalt Pavement Resurfacing Program (PV1756)	4,915,000
PV063	Unpaved Alley Construction (PV1763)	50,000
PV074	CSAH & MnDOT Cooperative Project (PV1774)	600,000
PV080	18th Ave NE (Monroe to Johnson St NE)	1,225,000
PV094	4th St SE (25th to 29th Ave SE)	1,270,000
PV096	42nd Ave N (Xerxes to Lyndale Ave N)	2,925,000

PV108	Concrete Streets Rehabilitation Program (PV17108)	500,000
PV111	46th Ave S (46th St S to Godfrey Parkway)	5,000

On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Goodman, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (13)

Noes: (0)

Absent: (0)

The resolution was adopted.

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-521 requesting that the Board of Estimate and Taxation authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$43,375,000 for certain purposes other than the purchase of public utilities.

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

**RESOLUTION 2016R-521**

**By Quincy**

**Requesting that the Board of Estimate and Taxation authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$43,375,000 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 authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds, in the amount of \$43,375,000, the proceeds of which are to be used as follows:

**Municipal Building Commission, in the amount of \$4,280,000**

MBC01	MBC Safety Improvements	\$605,000
MBC02	Mechanical Systems Upgrade	450,000
MBC09	Critical Power Capital Project	2,500,000
MBC10	Exterior Improvements	634,000
MBC11	Elevator Upgrades and Modernization	91,000

**Park & Recreation Board, in the amount of \$10,500,000**

PRK01	Building Improvements Program	\$232,000
PRK02	Playground and Site Improvements Program	1,406,000
PRK31	Bossen Park Field Improvements	862,000
PRKCP	Neighborhood Parks Capital Infrastructure	8,000,000

**City Council, in the amount of \$28,595,000**

PV001	Parkway Paving Program (PV1701)	\$700,000
PV006	Alley Renovation Program (PV1706)	575,000
PV019	6th Ave N (5th St N to dead end)	440,000
PV056	Asphalt Pavement Resurfacing Program (PV1756)	1,000,000

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PV059	Major Pavement Maintenance Program (PV1759)	250,000
PV063	Unpaved Alley Construction (PV1763)	150,000
PV074	CSAH & MnDOT Cooperative Projects (PV1774)	3,600,000
PV075	Development Infrastructure Program	500,000
PV080	18th Ave NE (Monroe to Johnson St NE)	340,000
PV084	54th St W (Penn to Lyndale Ave S)	100,000
PV094	4th St SE (25th to 29th Ave SE)	1,360,000
PV096	42nd Ave N (Xerxes to Lyndale Ave N)	245,000
PV102	5th St S Reconnection (11th to 15th Ave S)	1,500,000
PV104	ADA Ramp Replacement Program (PV17104)	500,000
PV108	Concrete Streets Rehabilitation Program (PV17108)	3,500,000
PV111	46th Ave S (46th St S to Godfrey Parkway)	470,000
PV134	28th Ave S (TH62 Ramp to 59th St E)	25,000
SWK01	Defective Hazardous Sidewalks (SWK17)	325,000
BR101	Major Bridge Repair and Rehabilitation (BR17101)	400,000
BR123	28th Ave S over Minnehaha Creek	1,770,000
TR008	Parkway Street Light Replacement (TR1708)	310,000
TR010	Traffic Management Systems (TR1710)	30,000
TR011	City Street Light Renovation (TR1711)	450,000
TR021	Traffic Signals (TR1721)	1,335,000
TR022	Traffic Safety Improvements (TR1722)	190,000
TR024	Pedestrian Street Lighting Corridors (TR1724)	450,000
TR025	Sign Replacement Program (TR1725)	590,000
BIK28	Protected Bikeways Program (BIK1728)	1,250,000
BP001	Safe Routes to School Program (BP1701)	600,000
FIR11	New Fire Station No. 11	885,000
MPD02	Property & Evidence Warehouse	4,002,000
PSD16	Farmers Market Improvements	100,000
ART01	ART in Public Places (ART2017)	653,000

On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Goodman, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (13)

Noes: (0)

Absent: (0)

The resolution was adopted.

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-522 requesting that the Board of Estimate and Taxation authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$60,470,000 for certain purposes other than the purchase of public utilities.

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



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**RESOLUTION 2016R-522**

**By Quincy**

**Requesting that the Board of Estimate and Taxation authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$60,470,000 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 authorize the City to incur indebtedness and issue and sell City of Minneapolis bonds in the amount of \$60,470,000, the proceeds of which are to be used for sanitary sewer, water and solid waste projects as follows:

**Sanitary Sewer Projects – Fund 07100 - \$7,250,000:**

SA001 Sanitary Tunnel & Sewer Rehab Program (SA1701)	\$4,750,000
SA036 Infiltration & Inflow Removal Program (SA1736)	2,500,000

**Water Projects – Fund 07400 - \$32,820,000:**

WTR18 Water Distribution Facility	7,500,000
WTR24 Fridley Filter Plant Rehabilitation	17,000,000
WTR26 Recarbonation System Replacement	3,500,000
WTR27 Automated Meter Infrastructure	2,620,000
WTR28 Ultrafiltration Module Replacement	2,200,000

**Parking Projects- Fund 07500 - \$5,400,000:**

PSD19 Impound Lot Facility	5,400,000
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**Solid Waste Projects – Fund 07700 - \$15,000,000:**

PSD17 East Side Storage and Maintenance Facility	15,000,000
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On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Goodman, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (13)

Noes: (0)

Absent: (0)

The resolution was adopted.

On behalf of the Ways & Means/Budget Subcommittee, Quincy offered Resolution 2016R-523 designating the utility rates for water, sewer, stormwater, solid waste, and recycling service effective with water meters read on and after January 1, 2017.

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

**RESOLUTION 2016R-523**

**By Quincy**

**Designating the utility rates for water, sewer, stormwater, solid waste, and recycling service effective with water meters read on and after January 1, 2017.**

Resolved by The City Council of The City of Minneapolis:

**Water Rate**

Effective with utility billings for water meters read from and after January 1, 2017, the meter rates for water are hereby fixed and shall be collected as follows:

Charges commence when the street valve is turned on for water service.

1. Three dollars and fifty-three cents (\$3.53) per one hundred (100) cubic feet for customers not otherwise mentioned.
2. Three dollars and sixty-eight cents (\$3.68) 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.
3. Rates for municipalities, municipal corporations and villages, which are established by contract, shall continue on the existing contract basis.
4. In addition to the above rates a fixed charge based on meter size will be billed each billing period or fraction thereof as follows:

<u>Meter Size</u>	<u>Fixed Charge</u>
5/8-inch	\$ 4.00
3/4-inch	6.00
1-inch	10.00
1 1/2-inch	20.00
2-inch	32.00
3-inch	64.00
4-inch	100.00
6-inch	200.00
8-inch	320.00
10-inch	460.00
12-inch	1,320.00

5. The fixed charge for a property serviced by a combined fire/general service line shall be based on the small side register of the combined meter, provided the volume of water used on the large side register does not exceed 45,000 gallons per year. The volume of water used on the large side register in the previous year will be used to establish the fixed rate in the current year. In addition to the fixed charge, a fire line rate shall be assessed according to the size of the large side register at the annual rates established in provision (6) of this section.

The fixed charge for a property serviced by a combined fire/general service line shall be based on the large side register of the combined meter, when volume of water used on the large side register exceeds 45,000 gallons per year. The volume of water used on the large side register in the previous year will be used to establish the fixed rate in the current year.

The fixed charge for a combined fire/general service line shall remain in place for the entire year.

6. 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:

1½ inch pipe connection .....	\$ 30.00
2 inch pipe connection . . . .....	\$ 30.00
3 inch pipe connection . . . .....	\$ 40.00
4 inch pipe connection . . . .....	\$ 60.00
6 inch pipe connection . . . .....	\$120.00
8 inch pipe connection . . . .....	\$190.00
10 inch pipe connection . . . .....	\$275.00
12 inch pipe connection . . . .....	\$790.00

When the seal of any of the valves connecting with such fire protection pipes shall be broken, it shall be forthwith resealed by a Public Works - Water Division representative. All connections for fire systems must have a post indicator valve installed at the curb if ordered by the superintendent of the waterworks. (Code 1960, As Amend., § 606.030; Ord. of 12-28-73, § 1)

The sanitary sewer rates and stormwater service rate shall be applied to utility billings for water meters read from and after January 1, 2017.

**Sanitary Sewer Rate**

The sanitary sewer 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, Sub. 2, are hereby set as follows:

1. The sanitary sewer rate applicable inside the City of Minneapolis is three dollars and fifty-five cents (\$3.55) per one hundred (100) cubic feet.
2. In addition, a fixed charge based on water meter size will be billed each billing period or fraction thereof as follows:

<u>Meter Size</u>	<u>Fixed Charge</u>
5/8-inch	\$ 4.80
3/4-inch	7.20
1-inch	12.00
1 1/2-inch	24.00
2-inch	38.40
3-inch	76.80
4-inch	120.00
6-inch	240.00

8-inch	384.00
10-inch	552.00
12-inch	1,584.00

3. The sanitary sewer rate applicable outside the City of Minneapolis for all sewage flow generated is three dollars and fifty-five cents (\$3.55) per one hundred (100) cubic feet when the City of Minneapolis also provides water. In addition, the fixed charge sanitary sewer rate shall be based on meter size per section (2).
4. Sanitary sewer only service outside the City of Minneapolis shall be twenty six dollars (\$26.00) per month.
5. The sanitary sewer 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.
6. The sanitary sewer 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.

**Stormwater Rate**

The stormwater rate, subject to the provisions in Chapter 510, of the Minneapolis Code of Ordinances, is imposed on each and every Single-Family Residential Developed Property, Other Residential Developed Property, Non-Residential Developed Property, and Vacant Property, other than Exempt Property, and the owner and non-owner users, and is hereby set as follows:

1. The Equivalent Stormwater Unit (ESU) rate is twelve dollars and thirty-six cents (\$12.36). The ESU measurement is 1,530 square feet of impervious area.
2. The stormwater rate imposed on Single-Family Residential Developed Properties shall be categorized into three tiers based on the estimated amount of impervious area as follows:

High – Single-Family Residential Developed Property – greater than one thousand five hundred and seventy-eight (1,578) square feet of estimated impervious area. The ESU shall be 1.25 and the stormwater rate set at fifteen dollars and forty-five cents (\$15.45).

Medium – Single-Family Residential Developed Property – equal to or greater than one thousand four hundred and eighty-five (1,485) square feet and less than or equal to one thousand five hundred and seventy-eight (1,578) square feet of estimated impervious area. The ESU shall be 1.00 and the stormwater rate set at twelve dollars and thirty-six cents (\$12.36).

Low – Single-Family Residential Developed Property – less than one thousand four hundred and eighty-five (1,485) square feet of estimated impervious area. The ESU shall be .75 and the stormwater rate set at nine dollars and twenty-seven cents (\$9.27).

3. Stormwater charges for all other properties will be based on the following calculation:  
$$\text{(Gross Lot Size in sq.ft. X Runoff Coefficient)} \div 1,530 \text{ sq. ft.} = \# \text{ of ESU}$$
$$\# \text{ of ESU X } \$ 12.36 = \text{Monthly Fee}$$

The runoff coefficient assumed for each land use category is shown below.

<u>Land Use</u>	<u>Coefficient Applied</u>
Bar-Rest.-Entertainment	.75
Car Sales Lot	.95
Cemetery w/Monuments	.20
Central Business District	1.00
Common Area	.20
Garage or Misc. Res.	.55
Group Residence	.75
Ind. Warehouse-Factory	.90
Industrial railway	.85
Institution-Sch.-Church	.90
Misc. Commercial	.90
Mixed Comm.-Res-Apt	.75
Multi-Family Apartment	.75
Multi-Family Residential	.40
Office	.91
Parks & Playgrounds	.20
Public Accommodations	.91
Retail	.91
Single Family Attached	.75
Single Family Detached	ESU
Sport or Rec. Facility	.60
Utility	.90
Vacant Land Use	.20
Vehicle Related Use	.90

**Solid Waste and Recycling Rate**

Solid waste and recycling variable rate charges associated with water meter read dates from and after January 1, 2017, the charges shall be as follows:

1. The base unit charge shall be twenty-three dollars and forty-seven cents (\$23.47) per dwelling unit per month.
2. The cart disposal charge shall be two dollars (\$2.00) per month for each small cart.
3. The cart disposal charge shall be five dollars (\$5.00) per month for each large cart assigned to a dwelling unit.

On roll call, the result was:

Ayes: Reich, Gordon, Frey, Yang, Warsame, Goodman, Glidden, Cano, Bender, Quincy, A. Johnson, Palmisano, President Johnson (13)

Noes: (0)

Absent: (0)

The resolution was adopted.

December 7, 2016

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**ADJOURNMENT**

On motion by Glidden, the meeting was adjourned.

Casey Joe Carl,  
City Clerk