

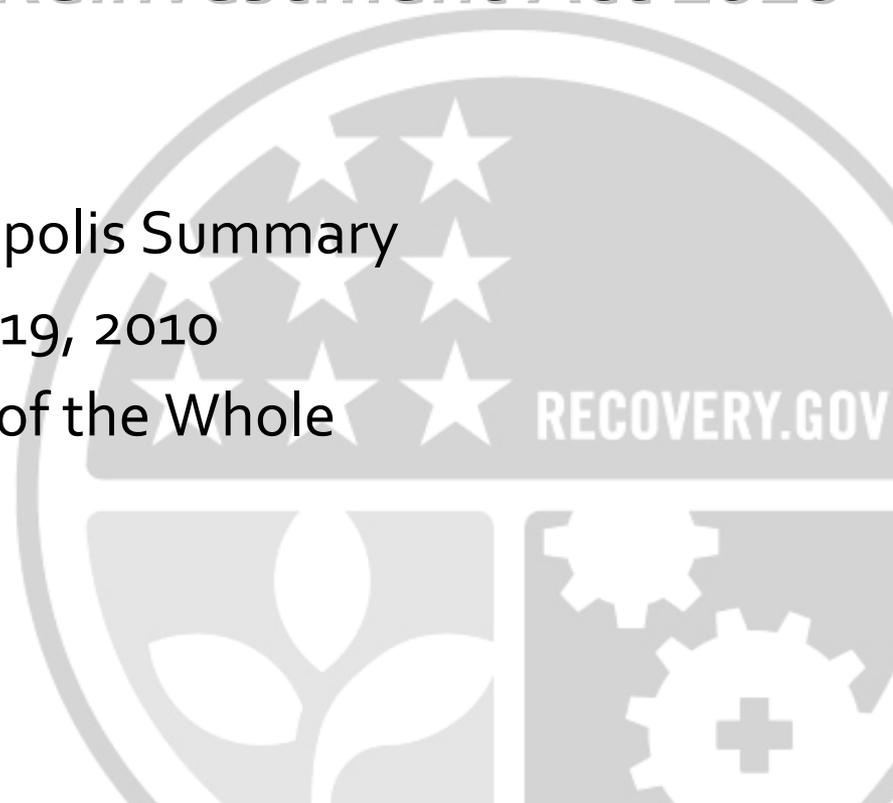
# American Recovery & Reinvestment Act 2010

City of Minneapolis Summary

August 19, 2010

Committee of the Whole

RECOVERY.GOV



# Overview



# American Recovery & Reinvestment Act 2010

## Economic Recovery Overview

\$862 Billion Federal Program

2/3rds of the ARRA dollars that are spent are spent by others

\$296 Billion in State schools and health care, unemployment assistance and food stamps

\$336 Billion in tax breaks to businesses and individuals



# American Recovery & Reinvestment Act 2010

## Economic Recovery Overview

Of the remaining 1/3

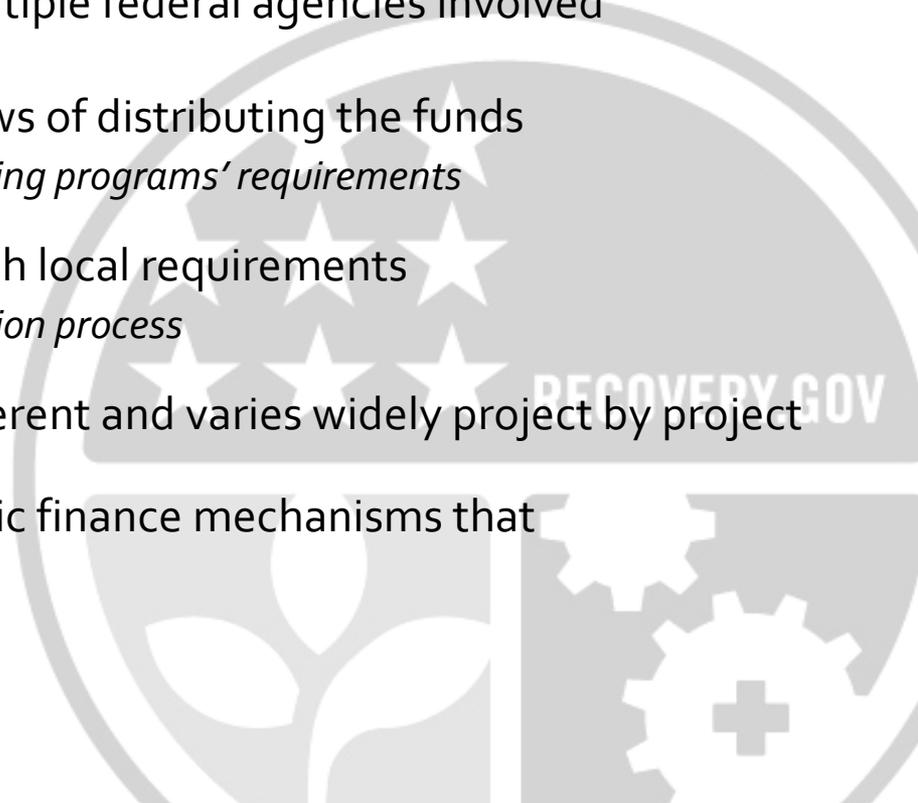
Progress to date is directly affected by each of the federal programs' regulations as interpreted by the multiple federal agencies involved

Imperative to follow the rules and laws of distributing the funds  
*100% in compliance with the spending programs' requirements*

Ensure broadest participation through local requirements  
*Bids, RFPs ensures public participation process*

Each programs' process is vastly different and varies widely project by project

Loans, revolving loan funds and public finance mechanisms that survive the Recovery Act



# American Recovery & Reinvestment Act 2010

## Economic Recovery Overview

### City of Minneapolis

\$63.37 Million in grant direct spending

\$7.2M	Energy & Environment
\$2.3M	Health & Human Services
\$28.3M	Housing & Urban Development
\$7.4M	Jobs & Employment
\$8.1M	Public Safety
\$10M	Transportation

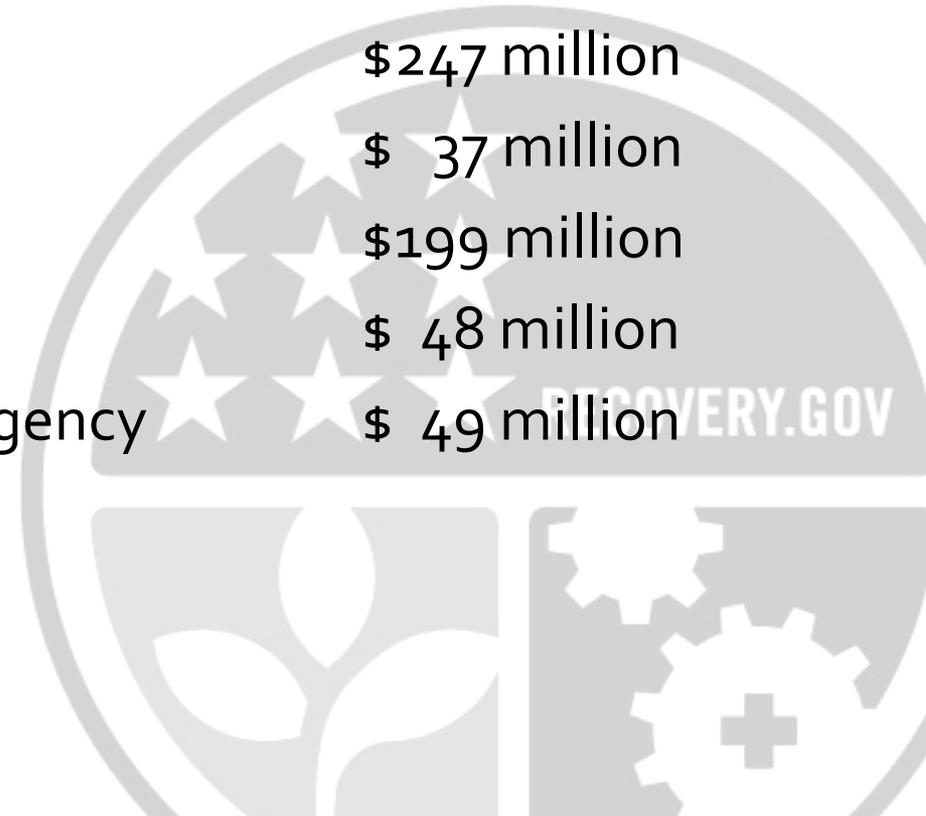
31 projects and programs



# American Recovery & Reinvestment Act 2010

## Economic Recovery Overview

State of Minnesota	\$4.9 billion
Metropolitan Council	\$247 million
Hennepin County	\$ 37 million
University of Minnesota	\$199 million
Minneapolis Public Schools	\$ 48 million
Minneapolis Public Housing Agency	\$ 49 million



# American Recovery & Reinvestment Act 2010

## Economic Recovery Overview

- Protect Public Safety Gains
- Retain and Create Jobs, and Prepare Workers for the 21st Century Economy
- Modernize Infrastructure
- Leverage Minneapolis' Wireless & Technology Infrastructure
- Support People & Communities Most Impacted by the Economic Downturn
- Expand our Green Economy & Build a Greener Minneapolis
- Promote Regional Competitiveness & Efficiencies

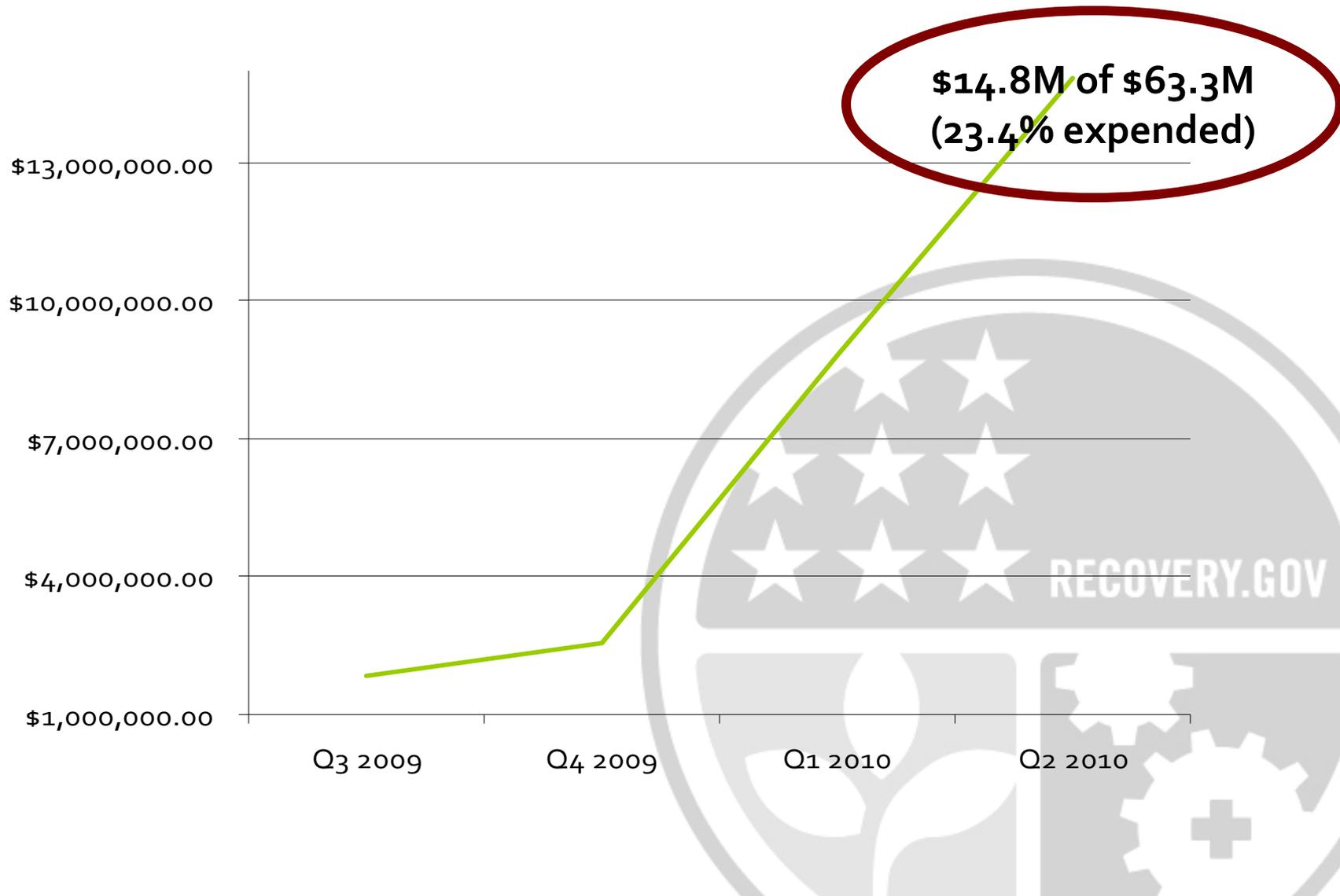


# Data

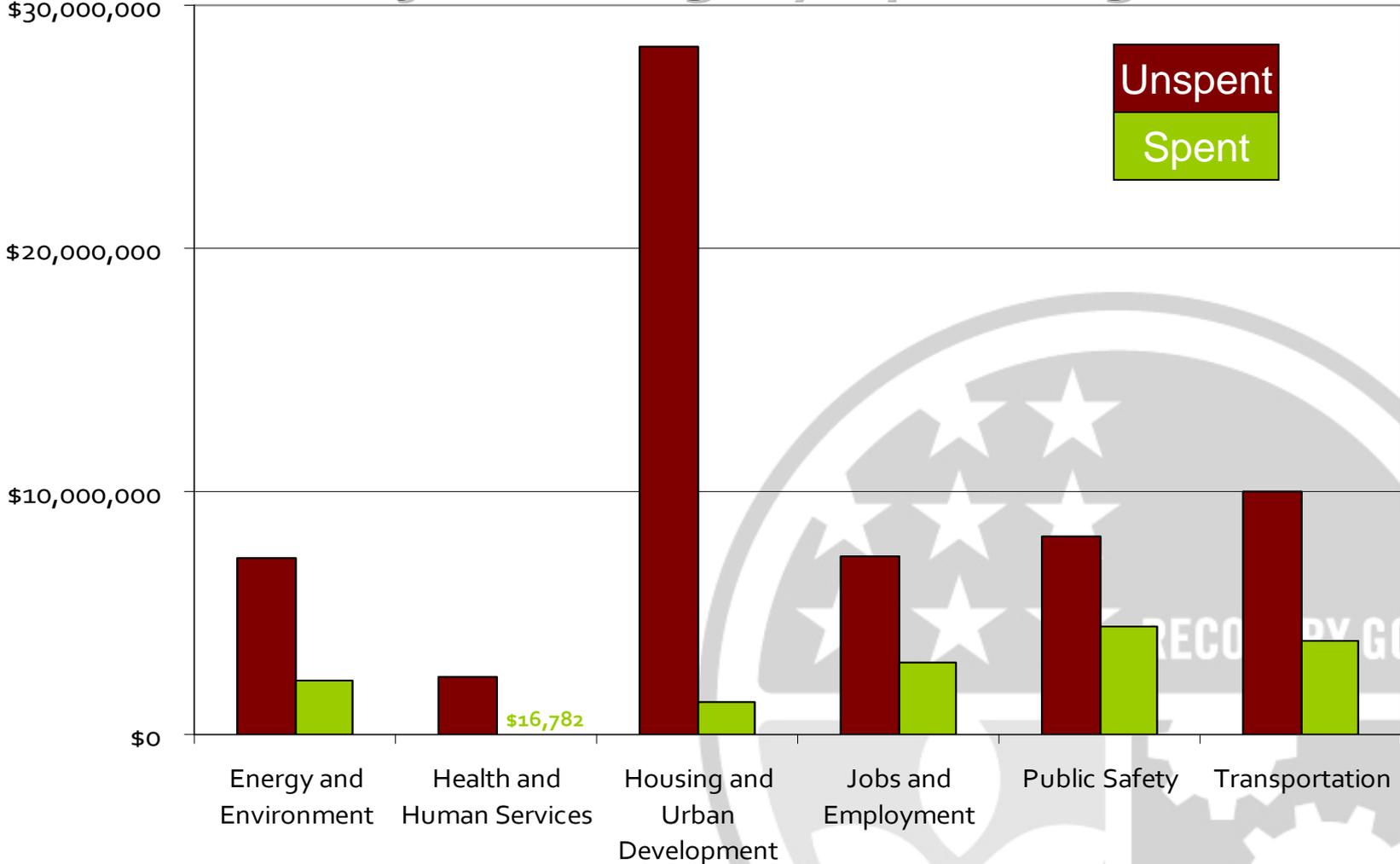


# American Recovery & Reinvestment Act 2010

## Actual Spending of ARRA dollars

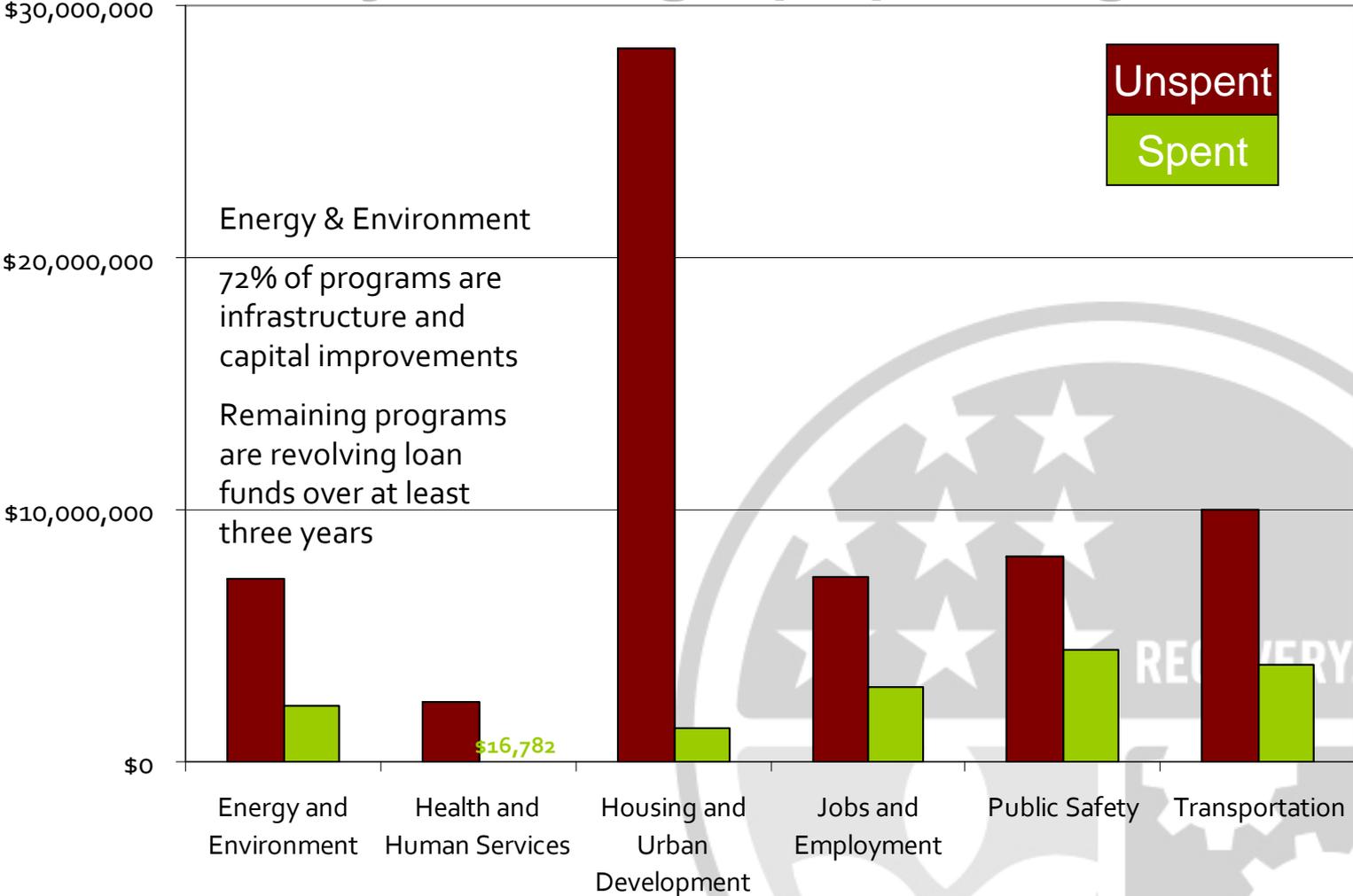


# American Recovery & Reinvestment Act 2010 Project Category Spending



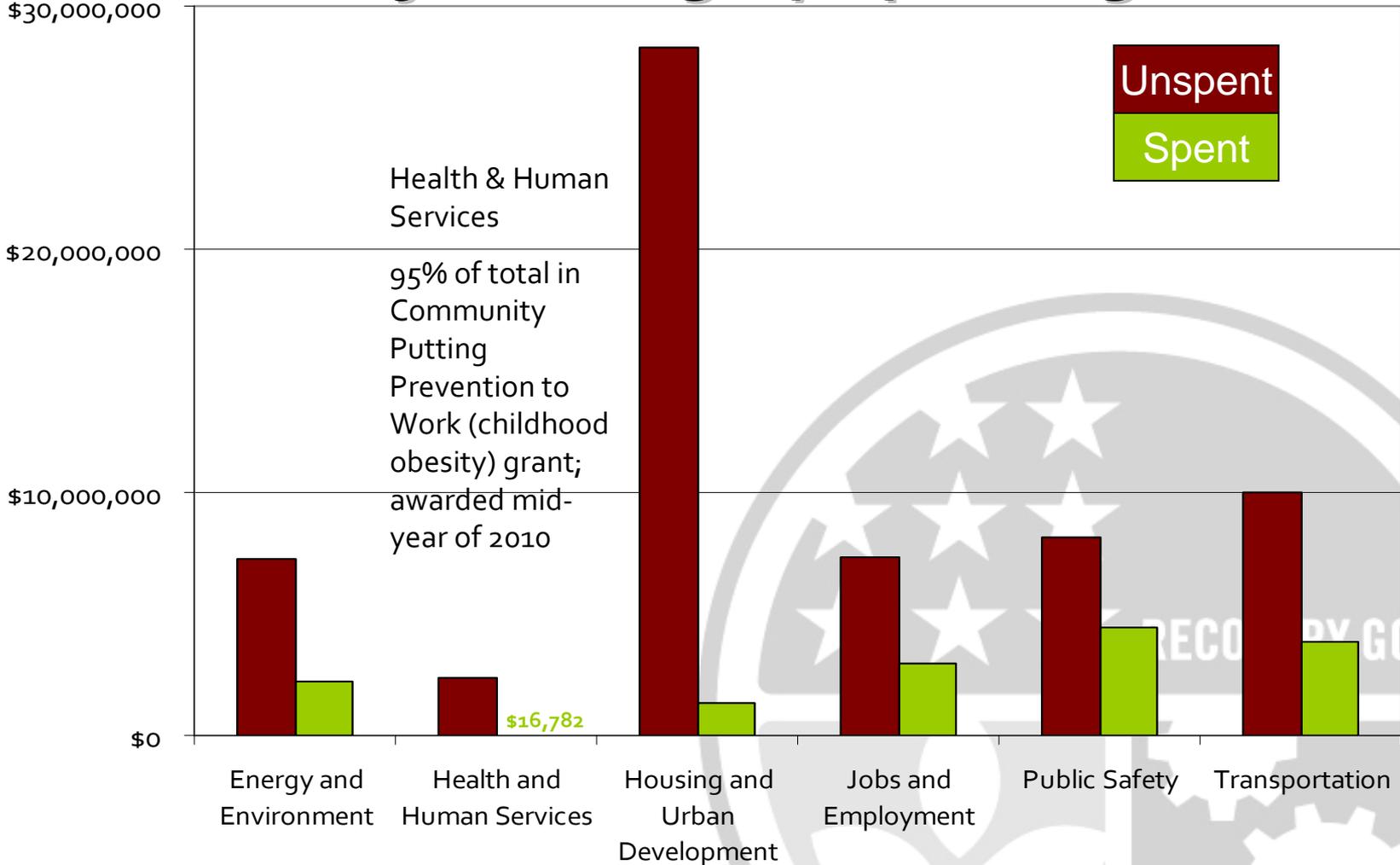
# American Recovery & Reinvestment Act 2010

## Project Category Spending

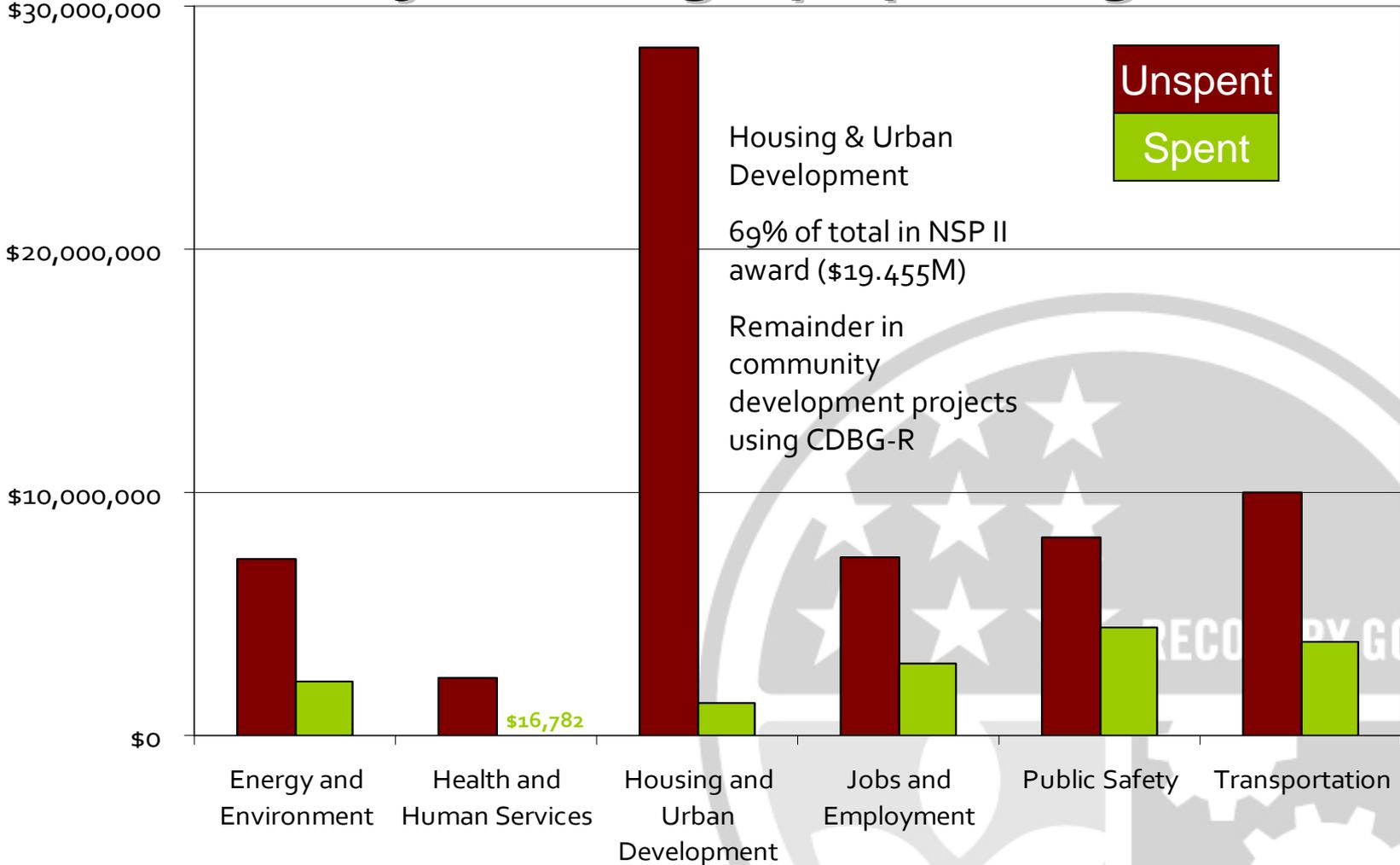


# American Recovery & Reinvestment Act 2010

## Project Category Spending

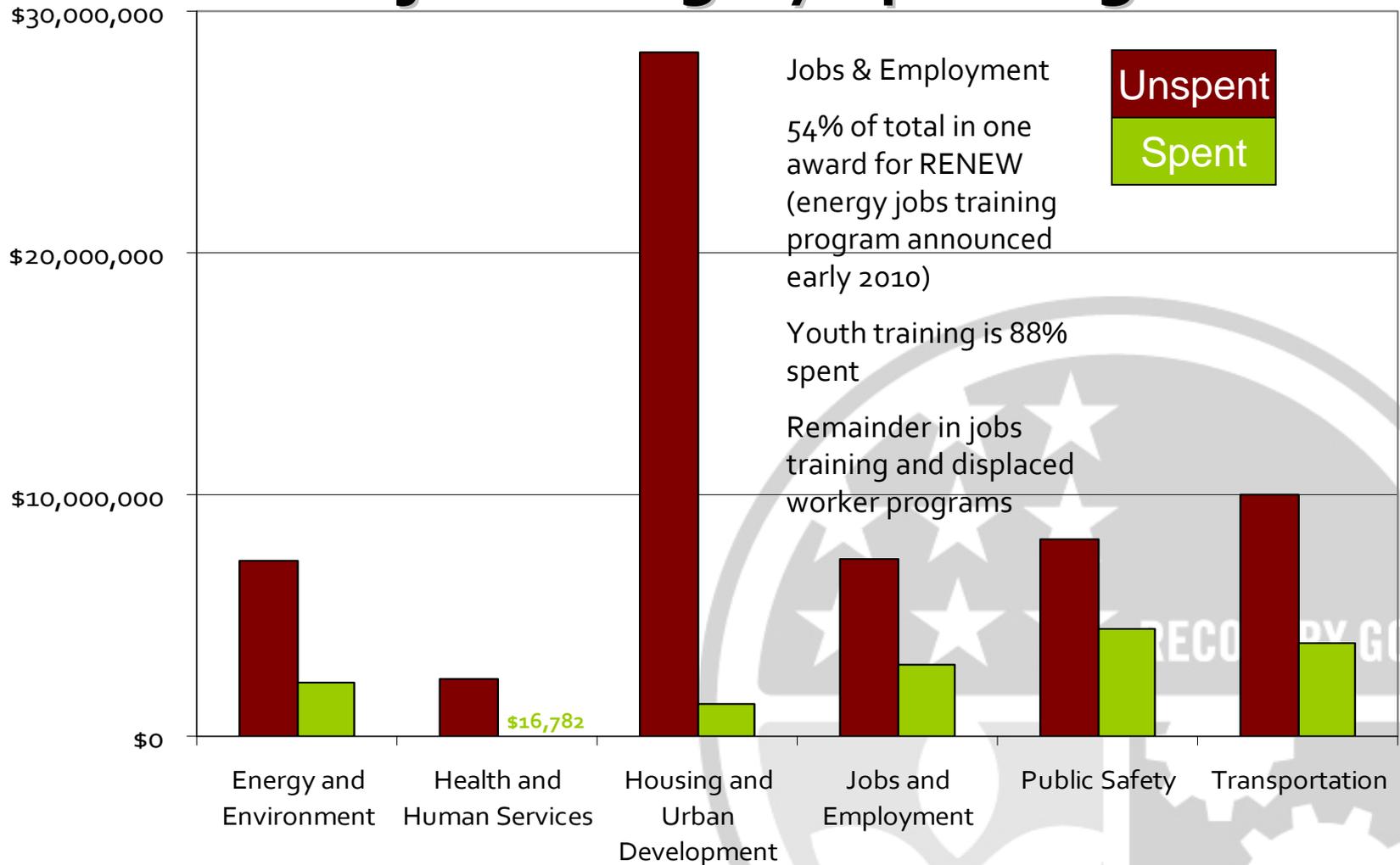


# American Recovery & Reinvestment Act 2010 Project Category Spending



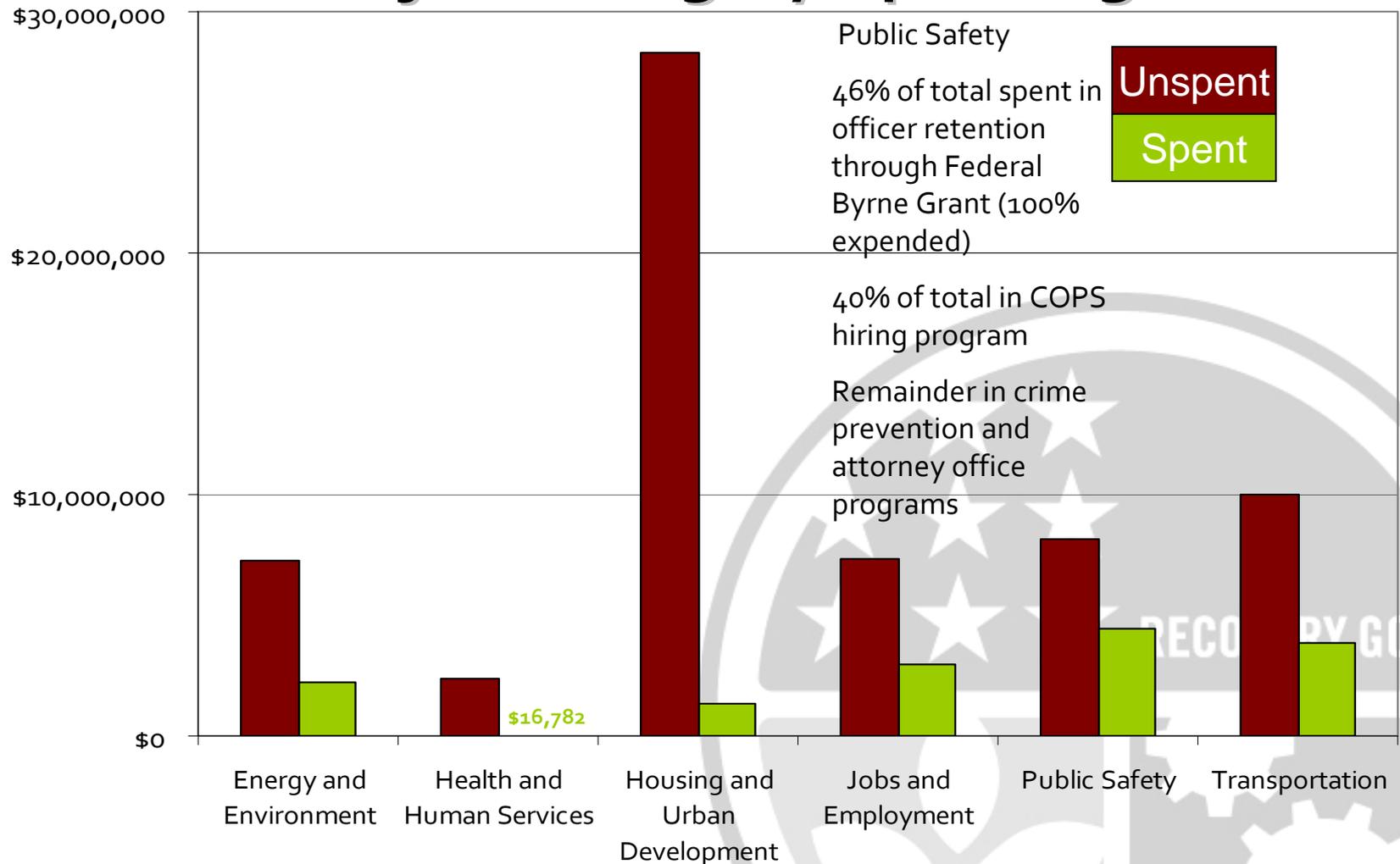
# American Recovery & Reinvestment Act 2010

## Project Category Spending



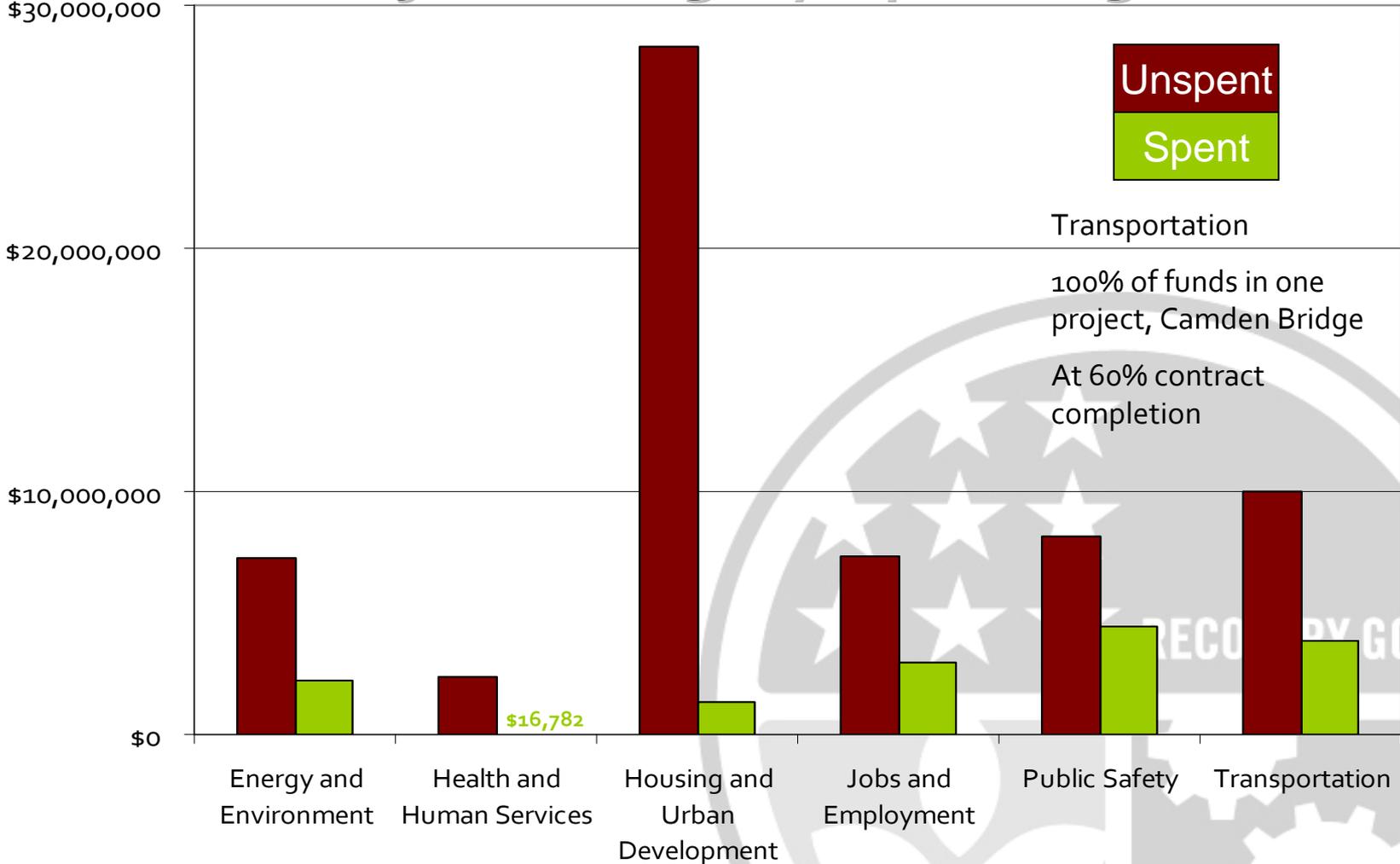
# American Recovery & Reinvestment Act 2010

## Project Category Spending



# American Recovery & Reinvestment Act 2010

## Project Category Spending

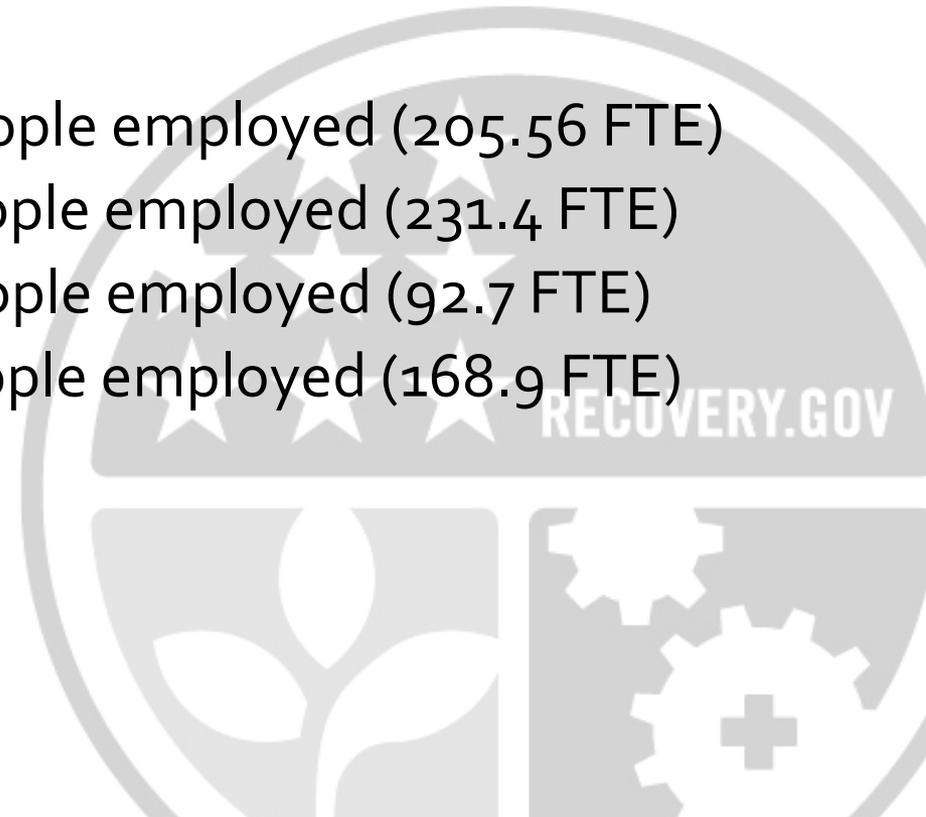


# American Recovery & Reinvestment Act 2010

## Jobs Data – Total Employment

Quarterly job totals of people employed

Q3 '09	609 people employed (205.56 FTE)
Q4 '09	278 people employed (231.4 FTE)
Q1 '10	443 people employed (92.7 FTE)
Q2 '10	673 people employed (168.9 FTE)



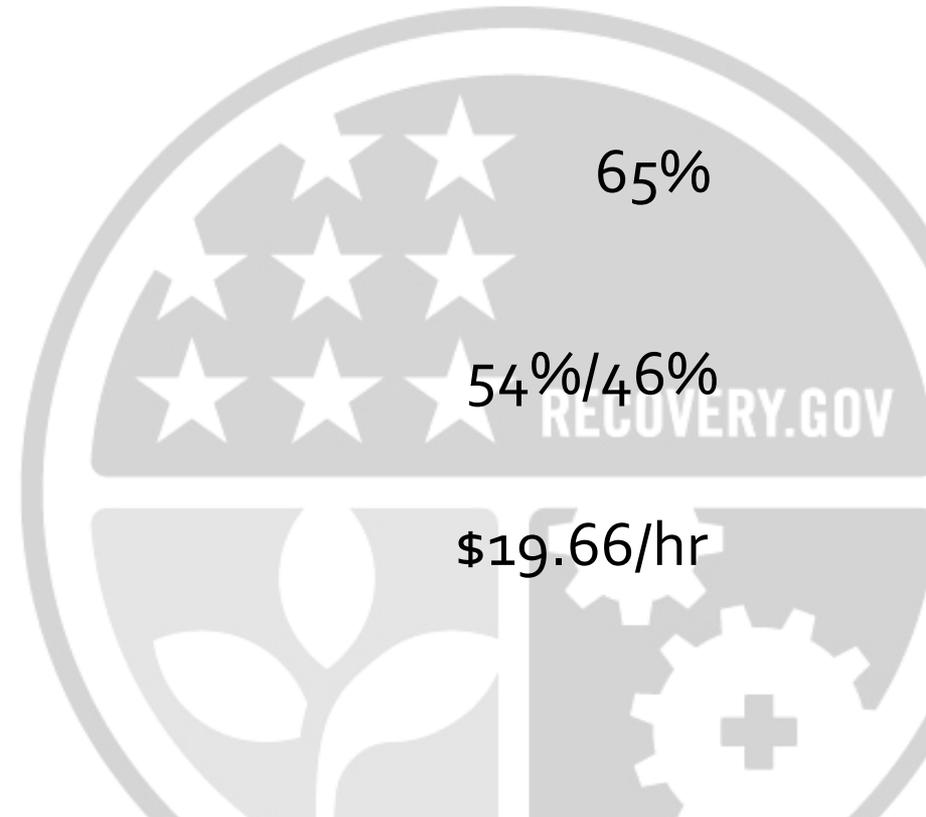
# American Recovery & Reinvestment Act 2010 Jobs Data - Aggregated Averages

Minneapolis residents employed by ARRA  
projects and programs 61%

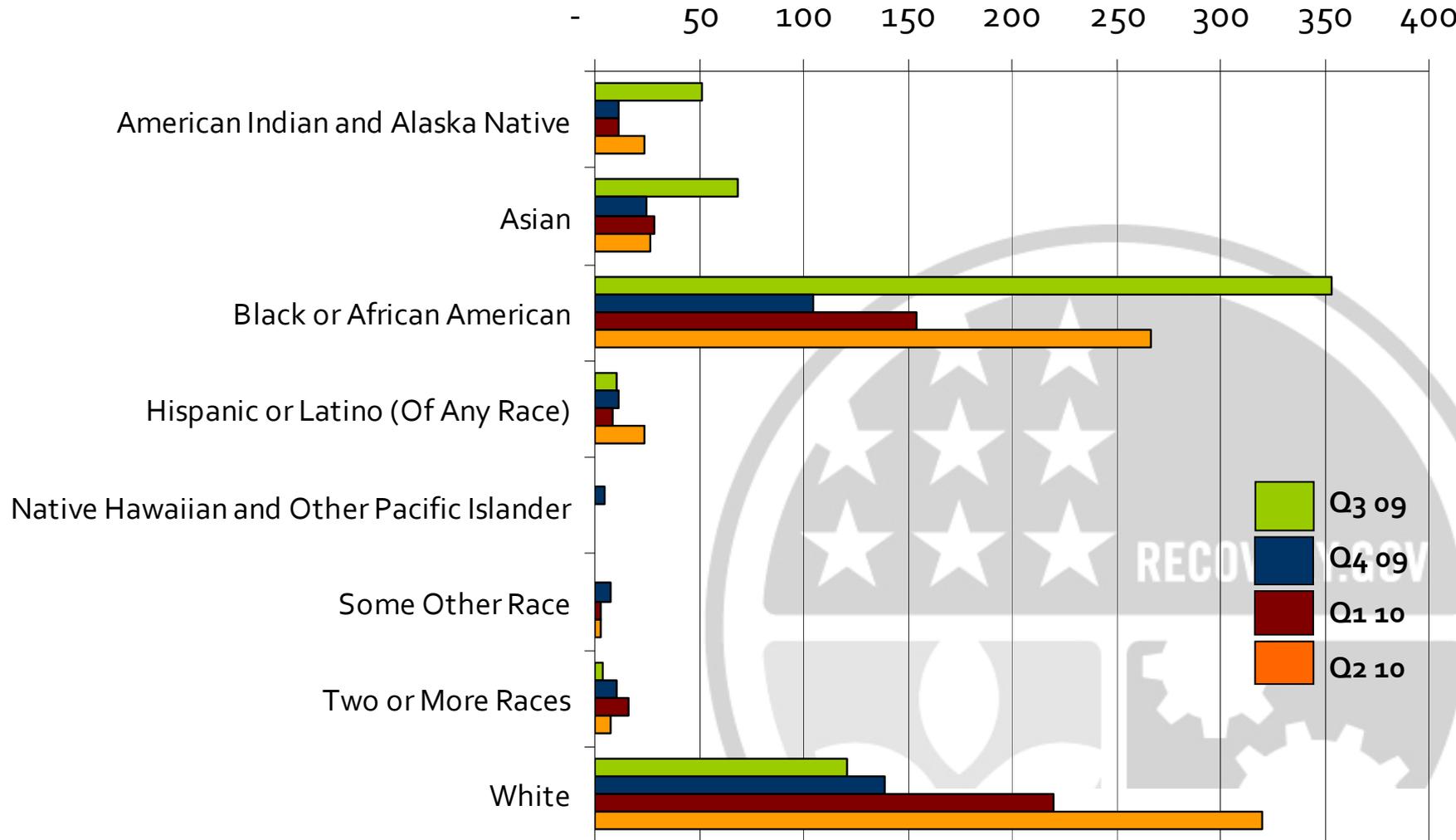
Permanent job creation 65%

Gender (m/f) 54%/46%

Average wage \$19.66/hr



# American Recovery & Reinvestment Act 2010 Jobs Data - Race



# Economic Development

Bond Programs



# American Recovery & Reinvestment Act 2009

## Bond Programs

### Recovery Zone bond financing

Tax exempt bond financing is available for commercial, industrial, and non-profit real estate development within a locally-designated Recovery Zone

### Bank Qualified tax-exempt revenue bond program

ARRA increase of annual limit to not-more-than \$30M per organization and effectively allows any number of issuances in a given year

#### BQ Issued Projects:

Catholic Eldercare - \$3,988,000  
YWCA - \$2,000,000  
Minnesota AIDS Project - \$1,197,000  
Open Arms of Minnesota - \$2,825,000  
HOPE Community - \$1,713,000  
Augsburg Fairview Academy - \$1,008,000  
Plymouth Christian Youth Center - \$2,000,000  
Tubman Center - \$4,146,000  
Blake School Refunding - \$7,445,000

#### BQ Pending Projects:

Opportunity Partners  
Orchestra Hall  
Greater Minneapolis Crisis Nursery  
Dunwoody College of Technology  
Tubman Center  
The Aliveness Project, Inc.  
Resource, Inc.  
People's Center  
American Swedish Institute



# American Recovery & Reinvestment Act 2009 Bond Programs

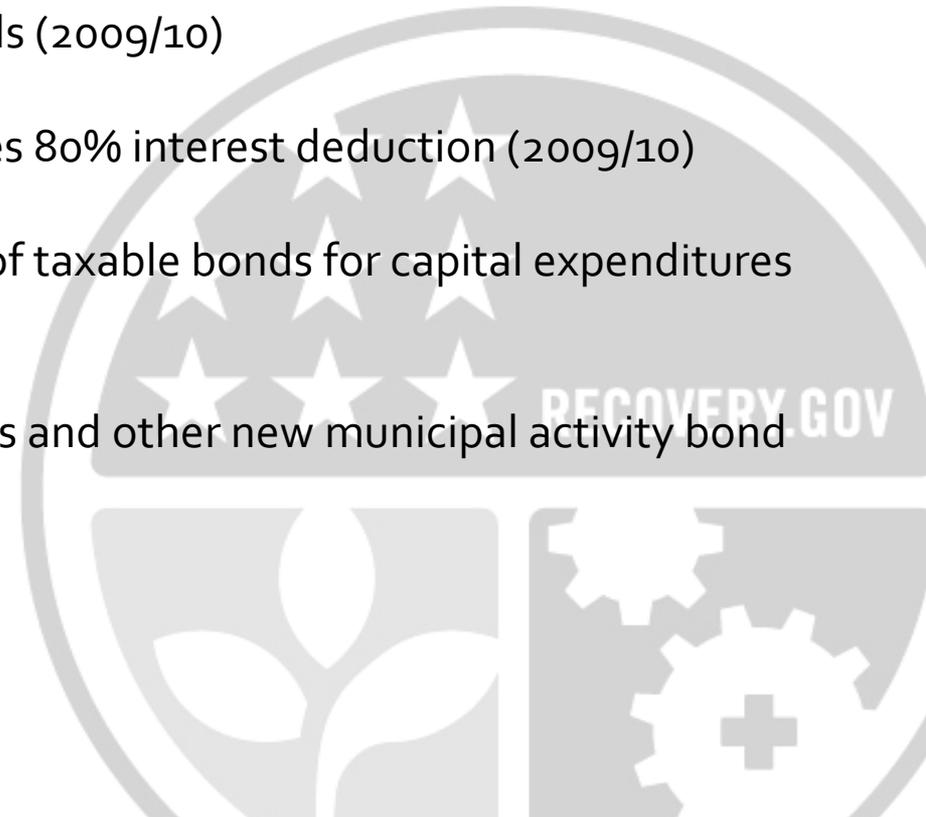
## Other Municipal Bond Provisions

AMT Repealed for all tax-exempt bonds (2009/10)

Bank issued tax-exempt bond issuances 80% interest deduction (2009/10)

Build America Bonds (BABs) issuance of taxable bonds for capital expenditures (2009/10)

Expansion of manufacturing definitions and other new municipal activity bond categories and definitions (2009/10)



# Economic Development

Project Examples



# American Recovery & Reinvestment Act 2010

## Economic Recovery Project Highlights – EECBG Government Building

Consultant reports 95% complete

One fire station retrofitted



Currie Maintenance Facility lighting finished

Total Spent: \$250,000 of \$2.2 million

Plans

Finish remaining 18 fire stations by end of 2010

Finish police precincts and other buildings by end of 2011



# American Recovery & Reinvestment Act 2010

## Economic Recovery Project Highlights – EECBG Government Building

### Currie Maintenance Facility re-lamping highlights

Equipment cost: \$61,500

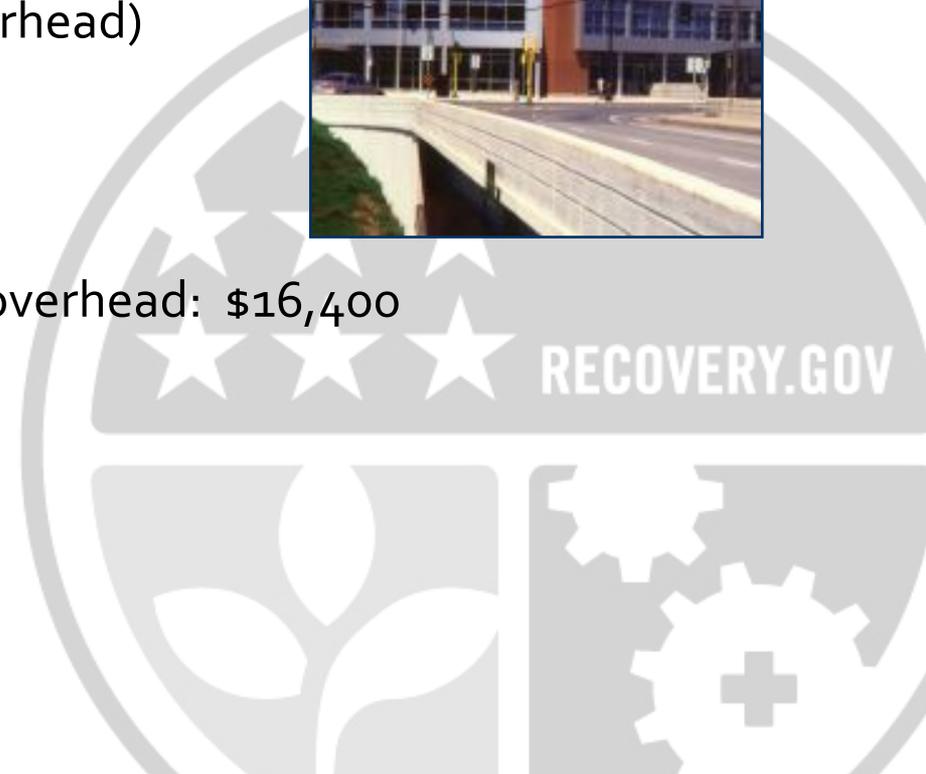
Labor cost: \$61,400 (incl. overhead)

Total cost: \$122,900

Actual cost to city was partial overhead: \$16,400

Yearly savings: \$40,000

Simple payback: 5 months



# American Recovery & Reinvestment Act 2010

## Economic Recovery Project Highlights – EECBG Government Building

### Typical Conversion Measures

Re-lamping with more efficient fluorescent lamps

Building energy control upgrades

Weatherstripping, caulking, insulation

New boilers

New air conditioning equipment



# American Recovery & Reinvestment Act 2010

## Economic Recovery Project Highlights – Camden Bridge



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# American Recovery & Reinvestment Act 2010

## Economic Recovery Project Highlights – Camden Bridge

### Overview

Major capital investment by replacing the expansion joints (pin and hanger connections), full deck replacement, new deck drainage system, approach panels, vehicular crash railing, sidewalks, pedestrian railings, lighting and re-painting the structural steel

60% complete (contract)

34% spent to date

Open to traffic within a few weeks

Employed 136 workers with average wage of \$32.27 in 2Q



**Thank you**

Q/A

