



REQUEST FOR COUNCIL ACTION

AGENDA DATE: August 8, 2024

AGENDA ITEM: Consider the adoption of a resolution authorizing interfund loan for advance of certain costs in connection with Tax Increment Financing District No. 1-16: Downtown Housing

PREPARED BY: Rob Mattei, Director of Community Development

BACKGROUND:

Minnesota Statute 469.178, subdivision 7 of the TIF Act authorizes the City to loan money from any permissible fund to finance expenses that are eligible to be paid by tax increments.

The draft resolution indicates that, should the City or the Grand Rapids Economic Development Authority (GREDA) incur costs related to TIF District 1-16 up to an amount of \$10,000, that those costs will be financed on a temporary basis through an interfund loan from the City's or GREDA's funds legally authorized for such purpose. This interloan fund will then be reimbursed through tax increments from the property within the TIF District.

REQUESTED COUNCIL ACTION:

Make a motion to adopt a resolution authorizing interfund loan for advance of certain costs in connection with Tax Increment Financing District No. 1-16: Downtown Housing