CITY OF GRAND RAPIDS
IT'S IN MINNESOTA'S NATURE

REQUEST FOR COUNCIL ACTION

AGENDA DATE: August 24, 2026

AGENDA ITEM: Consider adopting a resolution authorizing internal loan for advance of certain costs in connection with a tax increment financing district for property located at 533 NW 4th St (Cargill Purchase).

PREPARED BY: Rob Mattei, Director of Community Development

BACKGROUND:

Minnesota Statute 469.178, subdivision 7 of the TIF Act authorizes the City or GREDA 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 incur costs related to a possible future TIF district up to an amount of $70,000, that those costs will be financed on a temporary basis through an interfund loan from the City's General Reserves or the EDA's Capital Projects Fund. This interloan fund will then be reimbursed through tax increments from the property within the possible future TIF District.

REQUESTED COUNCIL ACTION:

Make a motion to adopt a resolution authorizing internal loan for advance of certain costs in connection with a tax increment financing district for property located at 533 NW 4th St. (Cargill Purchase)