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Community Development Committee

Meeting date: April 19, 2010

ADVISORY INFORMATION

Date: April 14, 2010

Subject: City of St. Paul Request to Amend Livable

Communities Demonstration Account (LCDA)Grant for

Dale Street Village (SG008-117)

District(s), Member(s): Council District 14 - Kirsten Sersland Beach

Policy/Legal Reference: Minnesota Statutes §473.251

Staff Prepared/Presented: Paul Burns, Manager, Livable Communities

651.602.1106

Division/Department: Community Development / Livable Communities

Proposed Action

That the Metropolitan Council approve a budget reallocation in support of the Livable Communities Demonstration Account (LCDA) grant (grant number SG007-117) to the City of Saint Paul for the Dale Street Village project (now known as Frogtown Square).

Background

The City of St. Paul was awarded a Livable Communities Demonstration Account (LCDA) grant on December 12, 2007 to support a mixed-use redevelopment with 46 units of affordable housing geared towards seniors. Granted funds were for site assembly, demolition, site grading and soil correction. On October 7, 2009 the Council executed an amendment to administratively extend the grant to December 31, 2010.

The grantee has requested Council approval to restructure the project budget to allow for a more efficient utilization of funds. An updated schedule and budget for the redevelopment work is attached. Standard LCDA grant agreements require prior approval of the Council's governing body for any budget reallocation that exceeds 20% of any single budget line item.

Rationale

Staff supports the requested changes. As with many current, large redevelopment projects, these grant funds are a part of financing arrangements that have been forced to adapt to conform to market forces. The requested changes continue to support fund goals and have no funding impact.

Funding

The LCDA award was made in the amount of \$1,050,000.

Known Support / Opposition

Staff is unaware of any opposition.

Revised Project Budget and Timeline

Grantee: City of Saint Paul SG0007-117

Project Name: Frogtown Square (f/k/a Dale Street Village)

Project Location: Northeast corner of the intersection of University Avenue and Dale Street

Council District: 14

Funding:

Total Awarded: \$1,050,000

| Amount | Reallocated | | |
|-------------|-------------|---|--|
| Amount | | | |
| Awarded | Budget 2010 | Use of Funds | |
| \$215,000 | \$519,224 | Acquire Lendways Restaurant building | |
| 75,000 | 63,257 | Demolition | |
| 120,000 | 201,635 | Earthwork / grading / excavation | |
| 0 | 13,000 | Safety barricades / fencing | |
| 0 | 142,383 | Utility relocation (Excel, Qwest, Comcast) | |
| 0 | 34,100 | Architect / civil engineering costs for demolition, earthwork, grading, | |
| | | utilities and excavation | |
| 0 | 76,401 | Site utilities, including stormwater management | |
| 215,000 | 0 | Acquire Nordic Electronics building | |
| 425,000 | 0 | Acquire Saigon Restaurant building | |
| \$1,050,000 | \$1,050,000 | | |

Development Timeline:

| Task | Start Date | End Date |
|--|---------------|----------------|
| Acquire Saigon, Lendways, Nordic buildings | | Completed |
| Demolish police substation | | Completed |
| Demolish Saigon, Lendways, Nordic buildings | | Completed |
| Relocate Utilities (Xcel, Qwest, Comcast) | | Completed |
| Earthwork/Grading/Excavation | December 2009 | June 2010 |
| Site Utilities/Stormwater Management | December 2009 | September 2010 |
| Architect / Civil Engineering | | Completed |
| Delivery of Retail Spaces for Tenant Build-out | August 2010 | November 2010 |
| Building Construction | April 2010 | December 2010 |