

**RESOLUTION NO. 4575-24
AMENDING 2025 TAX LEVY REQUEST**

WHEREAS, the Housing and Redevelopment Authority of Duluth, Minnesota (the "Authority") has identified housing and redevelopment needs which are unable to be met with other state, federal, local, and private resources; and

WHEREAS, Minnesota statutes allow for a dedicated tax levy for housing authorities in order to meet the housing and redevelopment needs of local communities; and

WHEREAS, the Authority has undertaken local housing initiatives to address critical housing and redevelopment needs in the City of Duluth as well as supports local community housing services; and

WHEREAS, additional needs have been identified related to addressing local encampments and supportive housing, and increasing the Authority's levy to the maximum allowed by statute will generate up to \$171,496.00 over the previously approved request to leverage additional resources to be used to address such emerging needs; and

WHEREAS, increasing the Authority's levy to 0.0185% from 0.0169% will impact the property tax paid by a home owner of a \$240,000.00 home by approximately \$3.31 per year from the 2024 rate.

NOW, THEREFORE, BE IT RESOLVED, the Authority Board of Commissioners does hereby approve a 2025 Tax Levy at a rate of .0185% of Estimated Market Value as allowed by state statute, and authorizes the Executive Director to submit all appropriate materials and documents to City, County, and State officials in support thereof.

 Exec. Dir.

September 19, 2024

STATEMENT OF PURPOSE:

This resolution approves the 2025 Tax Levy as allowed by state law. The Authority has requested and received a tax levy since 1948 to support the housing and redevelopment needs of the community. Local affordable and workforce housing needs as well as increased local housing initiatives have made this funding critical to agency operations.

RESOLUTION NO. 4576-24

**AUTHORIZING THE HOUSING AND REDEVELOPMENT AUTHORITY OF DULUTH,
MINNESOTA TO COMMIT FUNDS TO THE MISSION HEIGHTS SUPPORTIVE HOUSING
AND ENGAGEMENT CENTER DEVELOPMENT**

WHEREAS, the Housing and Redevelopment Authority of Duluth, Minnesota (the "Authority") has identified a need for additional supportive housing units in the City of Duluth (the "City") along with an Engagement Center for people entering homelessness, circling back into homelessness, and avoiding homelessness; and

WHEREAS, a partnership agreement has been developed whereby the Authority will act as developer for the Union Gospel Mission to develop up to 40 units of supportive housing ("Mission Heights") and an Engagement Center, and the Union Gospel Mission will be the ultimate owner and operator of the development; and

WHEREAS, in order for developments such as this to be successful, local match is imperative to show (1) the Engagement Center as being nearly fully funded, and (2) at least 10% of the housing project being funded; and

WHEREAS, the Authority anticipates City Council approving an increase to the Authority's tax levy for calendar year (CY) 2025 with a portion intended to support the Mission Heights project; and

WHEREAS, the Authority desires to commit up to \$250,000.00 combined from its CY25 and CY26 tax levies as local match for the Mission Heights project.

NOW, THEREFORE, BE IT RESOLVED, that subject to City Council approving an increase to the Authority tax levy to .0185% of Estimated Market Value, the Authority Board of Commissioners hereby authorizes the Executive Director set aside up to \$250,000.00 from its CY25 and CY26 tax levies to be used as a development source of funds for the Mission Heights project.

 Exec. Dir.

September 19, 2024

STATEMENT OF PURPOSE

The purpose of this resolution is to authorize the Executive Director set aside up to \$250,000.00 from its CY25 and CY26 tax levies to be used as a development source of funds for the Mission Heights project. This funding commitment is subject to the Duluth City Council approving an increase in the Authority tax levy to .0185% of Estimated Market Value.