



AGENDA
CHASKA ECONOMIC DEVELOPMENT AUTHORITY
ONE CITY HALL PLAZA, CHASKA CITY HALL
Monday, September 30, 2019
7:00 PM

1. Call to Order
2. Roll Call
3. Adopt Agenda
4. Approve Previous Meeting Minutes
 - A. Approve EDA minutes from 09-16-2019
5. Discussion Items
 - A. Adopt Resolution EDA 2019-6, Resolution Establishing a Proposed 2020 Budget and a Proposed Maximum Property Tax Levy
6. Other Business
7. Adjourn

- MINUTES -
CHASKA ECONOMIC DEVELOPMENT AUTHORITY
SEPTEMBER 16, 2019

DRAFT

1. Call to Order

President Windschitl called the meeting to order at 10:17 pm.

2. Roll Call

Roll call was taken. Present: Commissioners Hatfield, Hubbard, Huang, Grau and President Windschitl.

Absent: None.

Also Present: Nate Kabat, Assistant Executive Director and Matt Podhradsky, Executive Director.

3. Agenda

Motion by Commissioner Huang, second by Commissioner Hubbard, to adopt the agenda as presented.

Motion carried.

4. Minutes

Motion by Commissioner Grau, second by Commissioner Hatfield, to approve the minutes of the July 1, 2019 EDA meeting.

Motion carried.

5. Adopt Resolution EDA 2019-5, Resolution Approving and Authorizing the Execution of a Second Amendment to Contract for Deed - EDA with Klingelhutz Land & Building

Assistant Executive Director Kabat presented the item to the Commission.

President Windschitl inquired about a purchase agreement with DDK.

Assistant Executive Director Kabat and Executive Director Podhradsky provided clarity regarding the details of the site.

Motion by Commissioner Huang, second by Commissioner Hubbard to approve Resolution 2019-5 approving and authorizing the execution of a second amendment to contract for deed.

Motion carried.

7. Other Business

There was no other business.

8. Adjourn

Motion by Commissioner Hubbard, second by Commissioner Grau to adjourn the meeting at 10:25 pm. Motion carried.

REQUEST FOR ACTION

CHASKA ECONOMIC DEVELOPEMENT AUTHORITY

09/30/2019

Subject: Adopt Resolution Establishing a Maximum Preliminary Chaska EDA Tax Levy for Payable 2020

Prepared By: Noel Graczyk, Administrative Services Director

Background

The 2020-2024 Financial Forecast includes a Chaska EDA property tax levy for HRA activities. This levy for HRA activities is limited by a maximum not to be exceeded amount that must be certified to the County Auditor each year. The maximum preliminary EDA property tax levy is set at \$165,747 for taxes payable 2020 and must be certified to the County Auditor by September 30, 2019.

This proposed levy amount includes a 1.35% increase based on new construction growth in the Community and a 3% inflationary increase. It has also been reduced by \$355,000 to reflect a shift in levy from the EDA Fund to the General Fund for the annual amount used to support the Community Building Fund. This annual amount was first included as part of pay 2015 tax levy and is used to supports redevelopment of Fireman's Park project and other future community building projects. This shift of levy from the EDA Fund to the General Fund will not increase the total tax as levied by both the City and EDA.

The following table compares the proposed levy and the total expenditure budget from the adopted 2019 EDA Budget to the proposed 2020 EDA Budget.

	2019 Actual Budget	2020 Proposed Budget	Increase (Decrease)	Percent Increase (Decrease)
HRA Tax Levy: Operating levy	\$498,843	\$165,747	(\$333,096)	(66.8%)
Proposed Expenditure Budget	\$652,439	\$310,000	(\$342,439)	(52.5%)

Attached is a draft EDA Resolution that establishes a proposed 2020 EDA Budget and the maximum payable 2020 EDA property tax levy.

Recommendation

Staff recommends approval of the resolution.

CITY COUNCIL ACTION REQUESTED

Motion to adopt a Resolution EDA 2019-06 establishing a proposed payable 2020 maximum property tax levy.

**CHASKA ECONOMIC DEVELOPMENT AUTHORITY
CITY OF CHASKA,
CARVER COUNTY,
STATE OF MINNESOTA**

DATE 09/30/2019 **RESOLUTION NO.** EDA 2019- 6

MOTION BY COUNCILMEMBER _____ **SECOND BY COUNCILMEMBER** _____

**RESOLUTION ESTABLISHING A PROPOSED 2020 BUDGET AND A PROPOSED 2020
MAXIMUM PROPERTY TAX LEVY**

WHEREAS, the Executive Director of the Chaska Economic Development Authority has presented a proposed 2020-2024 Financial Forecast; and,

WHEREAS, the Executive Director's proposed financial forecast also recommends an annual Housing and Redevelopment Authority special benefit property tax levy in accordance with Minnesota State Statutes, Section 469.033, Subdivision 6; and,

WHEREAS, in accordance with Minnesota State Statutes, Section 469.033, Subdivision 6, the special benefit property tax shall be an amount approved by the City Council of the City of Chaska but shall not exceed 0.0185 percent of estimated market value of the City of Chaska; and,

WHEREAS, the Chaska Economic Development Authority must certify to the County Auditor on or before September 30, 2019 a proposed 2020 Budget and a maximum not to exceed property tax levy for payable 2020.

NOW, THEREFORE, BE IT RESOLVED, by the Chaska Economic Development Authority that consistent with the Executive Director's proposed financial forecast that the following proposed 2020 Budget and maximum not to exceed payable 2020 property tax levy be adopted.

Proposed Maximum HRA Levy	\$165,747
Proposed Budget	\$314,000

Passed and adopted by the Chaska Economic Development Authority this 30th day of September 2019.

Mike Huang, Mayor Pro Tem

Attest: _____
Chaska Deputy Clerk