

BUDGET COMMITTEE
December 3, 2021
2021 Budget Markup
[Summary of Amendments]

A regular meeting convened at 10:00 a.m. this date, shown above, for the purposes of reviewing and considering amendments to the Mayor’s Recommended 2022 Budget. The following amendments were moved for consideration by the Budget Committee—

Amendment No. 1

Palmisano moved to incorporate into the Mayor’s 2022 Recommended Budget a series of technical amendments, as follows:

Item No.	Department	Action	2022 Expense	2022 Non-Levy Revenue	2022 Levy Revenue	FTE
A	City Council	Increase expenses in 00100-2600116 by \$136,370 in ongoing funding to allocate ward budgets that are primarily used to support outreach, communication and constituent services functions.	136,370	-	-	-
B	Civil Rights	Increase expenses in 00100-3000600 by \$113,630 ongoing and \$86,370 onetime to continue a Labor Standards co-enforcement contract	113,630	-	-	-
C	Community Planning & Economic Development	Increase expenses in transfers department (00100-1270100) by \$8,950,000 in ongoing funding and decrease expenses in CPED general fund by \$9,200,000 ongoing. This reflects a move of CPED expenses from 00100 to 01SCI.	(250,000)	-	-	-
D	Public Works – Transportation, Maintenance and Repair Division	Decreasing the Downtown Improvement District expenses in the Downtown Improvement District Fund 01100 by \$176,630, and decreasing revenues in the same fund by \$176,630 to comport with Resolutions 2021R-322 and 2021R-285	176,630	(176,630)	-	-
E	Public Works – Transportation, Maintenance and Repair Division	Increasing the Special Service District expenses in the General Fund 00100 by \$37,160, and increasing revenues in the same fund by \$37,160 to comport with Resolutions 2021R-286	37,160	(37,160)	-	-
F	Community Planning & Economic Development	Increase expenses in 01SCI by \$9,200,000 ongoing to reflect spending funded by the transfer out of the 00100 fund.	9,200,000	-	-	-
G	Minneapolis Parks Board	Increase expenses and revenues in 014300-9101000 and 014370-9103000 by \$1,000,000 to reflect an increase in appropriation by the Park Board and City Council resolution, 2021-01011. https://lms.minneapolismn.gov/file/2021-01011	1,000,000	(1,000,000)	-	-
H	Minneapolis Parks Board	Increase expenses and revenues in 014370-9103000 for PRKDT - Diseased Tree Removal to	500,000	(500,000)	-	-

reflect an increase of special assessment bonds from \$300K to \$800K.

I	Community Planning & Economic Development	Increase expenses in 4100-8900420 for Art In Public Places to reflect increasing spending on capital projects	79,579	-	-	-
J	Non-Departmental	Adjusting debt service and capital revenues, lowering levy revenue into the debt service fund	-	-	(7,496,645)	-
K	Non-Departmental	Adjusting debt service and capital revenues, increasing levy revenue into the Capital Projects fund	-	-	7,496,645	-
L	Neighborhood & Community Relations	Adjusting spending in the special revenue fund to account for anticipated rollover	3,800,000	(1,200,000)	-	-
M	Downtown Assets & Convention Center	Adjusting revenue to include team rent	-	1,581,740	-	-
			\$14,793,369	(\$1,332,050)	\$0	0

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 2

Palmisano moved to amend the 2022 Mayor's Recommended Budget in the General Fund (00100 Fund) for the following departments and in the following ways:

1. Increase expenses in the Communications Department (8420100) by \$25,000 one-time to hire a vendor to review franchise and public, education and government fees paid by Comcast to the City of Minneapolis from the following years; 2019, 2020 and 2021.
2. Increase expenses in the Civil Rights Department (3000400) by \$113,630 ongoing and \$86,370 one-time to continue a Labor Standards co-enforcement contract.
3. Increase expenses in the Health Department (8600155) by \$400,000 one-time to develop a regional biochar production facility based in Minneapolis.
4. Increase expenses in the City Coordinator (8400100) by \$88,630 one-time for contract dollars to prepare the policy and ordinance changes required to implement the Government structure change.
5. Increase expenses in the City Coordinator (8400100) by \$100,000 one-time to support funding for the Greater MSP partnership.
6. Decrease expenses in the Police Department (4004100) by \$500,000 one-time as EIS expense is covered by the grant accepted in Council Action 2021A-0816.
7. Decrease expenses in the City Coordinator (8400310) by \$200,000 one-time as Mobile Behavioral Health Program expense is covered by the grant accepted in Council Action 2021A-0816.

Gordon moved to amend item 4 to read as follows:

4. Increase expenses in the ~~City Coordinator (8400100)~~ City Council (2600116) by \$88,630 one-time for contract dollars to prepare the policy and ordinance changes required to implement the Government structure change.

By unanimous consent, the amendment was accepted.

On roll call, parts 1-4 and 6-7 of Palmisano's motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

On roll call, part 5 of Palmisano's motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Jenkins, Johnson, Reich, and Schroeder (11)

Nay: Gordon (1)

Abstain: (0)

Absent: Osman (1)

Amendment No. 3

Palmisano moved to amend the 2022 Mayor's Recommended Budget for the PSD25 911 Capital Project by increasing expenses in the Capital Projects Fund (04100) by \$1,772,000 one-time to include improvements to the 911 Center as part of the City Hall Restack project.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 4

Johnson moved the following resolution setting the annual salary for the Mayor for the 2022-2025 term and for Council Members for the 2022-2023 term.

Whereas, Laws of Minnesota, 1971, Chapter 744, Section 3, authorizes the City Council by resolution to fix the annual salary of the Mayor and each Council Member prior to the commencement of the term to which the Mayor and Council Member has been elected; and

Whereas, the process for considering and setting the annual salary to be paid to the City's elected officials is prescribed under Minneapolis Code of Ordinances, Section 14.60, which states that in the final year of an elective term, the standing committee of the City Council having responsibility for finalizing the City's operating budget shall consider any proposal(s) to set the salary to be paid in the next subsequent elective term and make a recommendation for consideration and final action by the City Council; and

Whereas, the salary schedule for the Mayor and Council Members was last approved in 2017 through the adoption of Resolution No. 2017R-545;

Now, Therefore, Be It Resolved, by The City Council of The City of Minneapolis:

That the salary schedule for Mayor for the four-year term set to commence on January 3, 2022, and continuing thereafter through January 2, 2026, shall be increased by two percent (2%) to begin with the first pay period in January 2022.

That the salary schedule for Council Members for the two-year term set to commence on January 3, 2022, and continuing thereafter through January 1, 2024, shall be increased by two percent (2%) to begin with the first pay period in January 2022.

Be It Further Resolved that the City Clerk is directed, in consultation with the Human Resources Department, to undertake a comprehensive compensation analysis for elected officials in selected comparable municipal jurisdictions that operate under a government structure similar to the "Executive Mayor-Legislative Council" form adopted by voters pursuant to Charter Amendment No. 184.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 5

Bender, Ellison, and Gordon moved to amend the 2022 Mayor's Recommended Budget in the General Fund (00100-8900220) to reduce the Program budget of CPED's Affordable Housing Trust Fund by a total of \$250,000 ongoing and increase the Program budget of CPED's Legal Services by a total of \$250,000 ongoing for the provision of legal services for renters pursuant to Chapter 143 of the Minneapolis Code of Ordinances.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 6

Gordon moved to amend the 2022 Mayor's Recommended Budget in the Neighborhood and Community Relations Special Revenue Fund (01800) by increasing expenditures by \$420,000, increasing transfers from the 01SNR Fund by \$334,000 and revenue into the Neighborhood and Community Relations Special Revenue Fund by \$334,000. Further \$86,000 in unused but previously allocated funds in the Neighborhood and Community Relations Special Revenue Fund (01800) will be used to support the full, one-time increase in spending of \$420,000. This increase in expenditure budget in the Neighborhood and Community Relations Special Revenue Fund is one-time and will be used to increase the base funding for all neighborhoods to \$20,000 in 2022.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 7

Palmisano moved to amend the 2022 Mayor's Recommended Budget in the Intergovernmental Services Fund (06400 Fund) for the Information Technology Department on a one-time basis to expend \$175,000 for the purpose of acquiring a Constituent Relationship Management (CRM) system to support constituent services, streamline operations, and improve reporting capabilities for the City's elected officials.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 8

Jenkins and Fletcher moved to amend the 2022 Mayor's Recommended Budget in the General Fund (00100 Fund) for the City Coordinator on an ongoing basis by identifying \$20,000 of the contractual services budget, as part of the Art Department Capacity Building change item that increases the expense budget in the Arts, Culture, and Creative Economy unit (8400210) by \$300,000 ongoing, to be reserved for a poet laureate.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

Amendment No. 9

Cano and Gordon moved to amend the 2022 Mayor's Recommended Budget for the City Coordinator's Department, Sustainability Division (00100-8400200) in the amount of \$100,000 for one-time funds to hire consultant(s) who will work with the Mayor, the City Council, City Staff, and members of the Northside and Southside Green Zones Councils to assess the success and challenges of the City's Green Zones efforts and present recommendations for improvement. This evaluation work will identify a series of City resources and internal strategies that will be needed to implement the Green Zone Councils' work plans and policy recommendations. Funding may be used to compensate community members who are appointed to serve on the Northside and Southside Green Zone Councils to participate during the assessment and evaluation period. This expense is funded by reducing the reserve for law enforcement assistance in the Police Department (00100-4002000) by \$100,000 one-time.

On roll call, the motion passed.

Aye: Fletcher, Bender, Cano, Cunningham, Ellison, Gordon, Jenkins, Johnson, and Schroeder (9)

Nay: Palmisano, Goodman, and Reich (3)

Abstain: (0)

Absent: Osman (1)

Amendment No. 10

Osman submitted the following amendment:

Amending the 2022 Mayor's Recommended Budget in the General Fund (00100-8400210) to reduce the Program budget of the City Coordinator – Arts Department Capacity Building in the amount of \$50,000 one-time and increase the program budget of the Health Department's Homeless Response Team (00100-86001300) by the amount of \$50,000 to be subcontracted for consumables and other one-time uses.

No action was taken.

Amendment No. 11

Bender and Cunningham moved the following:

1. Amending the 2022 Mayor's Recommended Budget in the General Fund (00100 Fund) to reduce the General Fund balance in the amount of \$3.5 million and increase the expense budget in the Health Department by \$3.5 million on a one-time basis for the expansion of the Office of Violence Prevention (department 8600160) as follows:
 - a. \$250,000 to purchase and license a programs information system;
 - b. \$250,000 to provide trauma, stress, and mental health and wellbeing for frontline violence prevention and intervention providers;
 - c. \$1,000,000 to expand coverage of the Minneapolis Strategic Outreach Initiative;
 - d. \$350,000 to fund Adolescent-specific Group Violence Intervention;
 - e. \$600,000 to supplement the Violence Prevention Fund;
 - f. \$300,000 to support the Stabilization for High Risk Individuals;
 - g. \$300,000 to support community members who have experienced trauma resulting from an exposure to violence through Community Trauma Response; and
 - h. \$450,000 to develop the Violence Prevention Through Built Environment Changes pilot.
2. Amending the 2022 Mayor's Recommended Budget in the General Fund (00100 Fund) to reduce the General Fund balance in the amount of \$250,000 and increase the expense budget in the City Coordinator's Office by \$250,000 on a one-time basis for the expansion of the Office of Performance and Innovation (department 8400110) for contractual services to continue prototyping, implementing, and evaluating public safety initiatives by problem nature code.

After discussion, Bender and Cunningham moved the following as a substitute to their motion:

Amending Schedule Eight in the 2022 Mayor's Recommended budget in the following ways.

Appropriations for the specific projects below are pending a review for eligibility by the Grants team in the Finance department.

1. Amending the 2022 Mayor's Recommended Budget ~~in the General Fund (00100 Fund)~~ to reduce the ~~General Fund~~ unobligated funding in the American Rescue Plan Act (fund 01330) balance in the amount of \$3.5 million and increase the expense budget in the Health Department by \$3.5 million on a one-time basis for the expansion of the Office of Violence Prevention (department 8600160) as follows:

- a. \$250,000 to purchase and license a programs information system;
 - b. \$250,000 to provide trauma, stress, and mental health and wellbeing for frontline violence prevention and intervention providers;
 - c. \$1,000,000 to expand coverage of the Minneapolis Strategic Outreach Initiative;
 - d. \$350,000 to fund Adolescent-specific Group Violence Intervention;
 - e. \$600,000 to supplement the Violence Prevention Fund;
 - f. \$300,000 to support the Stabilization for High Risk Individuals;
 - g. \$300,000 to support community members who have experienced trauma resulting from an exposure to violence through Community Trauma Response; and
 - h. \$450,000 to develop the Violence Prevention Through Built Environment Changes pilot.
2. Amending the 2022 Mayor's Recommended Budget in the ~~General Fund (00100 Fund)~~ to reduce the ~~General Fund~~ unobligated funding in the American Rescue Plan Act (fund 01330) balance in the amount of \$250,000 and increase the expense budget in the City Coordinator's Office by \$250,000 on a one-time basis for the expansion of the Office of Performance and Innovation (department 8400110) for contractual services to continue prototyping, implementing, and evaluating public safety initiatives by problem nature code.

On roll call, the substitute motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

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Thereupon, and with no further business to transact, Chair Palmisano moved approval of the Mayor's 2022 Recommended Budget with those amendments approved by the Budget Committee incorporated, and to transmit that complete financing package for formal consideration by the City Council, following a third and final public hearing, at its adjourned meeting scheduled for 6:05 p.m., Wednesday, December 8, 2021.

On roll call, the motion passed.

Aye: Palmisano, Fletcher, Bender, Cano, Cunningham, Ellison, Goodman, Gordon, Jenkins, Johnson, Reich, and Schroeder (12)

Nay: (0)

Abstain: (0)

Absent: Osman (1)

The meeting adjourned at 1:49 pm.