

**HOUSING AND REDEVELOPMENT AUTHORITY  
OF THE CITY OF SAINT PAUL, MINNESOTA**

**REPORT TO THE COMMISSIONERS**

**DATE: NOVEMBER 14, 2018**

**REGARDING: RESOLUTION AMENDING THE 2018 HRA BUDGET FOR CITY POOLED  
INTEREST AND INVESTMENT SERVICE FEE FOR TAX INCREMENT  
DEBT SERVICE ACCOUNTING UNITS, CITYWIDE**

**Requested Board Action**

Approval of the attached resolution amending the 2018 HRA budget for the HRA Debt Service Fund to more accurately reflect City pooled interest received and the City investment service fee for HRA tax increment debt service funds.

**Background**

For some tax increment financing districts, the HRA has issued debt for the projects. Tax increment revenue from these districts is used for debt service payments. Tax increment revenue pledged to pay HRA-issued debt is deposited to interest-bearing accounts and pooled with other City funds. The City charges an investment fee for providing investment services for these funds.

In 2018, the pooled interest received as well as the City investment service fee is projected to be more than budgeted for the tax increment debt service accounting units. The 2018 budget was based on 2017 actuals and did not anticipate an increase in interest revenues and investment service fees.

**Budget Action:**

The attached Financial Analysis amends the 2018 HRA Budget.

**Recommendation:**

Approval of the attached resolution amending the 2018 HRA budget for City pooled interest and investment service fee for tax increment debt service accounting units.

**Sponsored by: Chair Chris Tolbert**

**Staff:** Rhonda Gillquist 651-266-6631

**Attachments**

- **Financial Analysis (Budget Amendment)**