

**Resolution Designating the City of Minneapolis
Recovery Zone for Purposes of Sections 1400U-1,
1400U-2 and 1400U-3 of the Internal Revenue
Code of 1986, as amended (the “Code”).**

WHEREAS, Section 1400U-1 of the Code authorizes the City of Minneapolis (the “City”) to designate a “recovery zone” for the purpose of issuing Recovery Zone Economic Development Bonds under Section 1400U-2 of the Code, and for the purpose of issuing Recovery Zone Facility Bonds under Section 1400U-3 of the Code; and

WHEREAS, the term “recovery zone” means (1) any area designated by the City as having significant poverty, unemployment, rate of home foreclosures, or general distress, (2) any area designated by the City as economically distressed by reason of the closure or realignment of a military installation pursuant to the Defense Base Closure and Realignment Act of 1990, and (3) any area for which a designation as an empowerment zone or a renewal community is in effect;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MINNEAPOLIS:

1. The City’s “recovery zone” for purposes of Sections 1400U-1, 1400U-2 and 1400U-3 of the Code is hereby designated to be the area denoted on the map attached to the council report accompanying this resolution, consisting generally of an overlaying of the following four existing designated areas in the City: (a) Minneapolis Empowerment Zone, (b) CDBG Target Area, (c) New Markets Tax Credit Eligibility Area, and (d) Neighborhood Stabilization Program Target Area.

2. The City Council hereby finds that the “recovery zone” described above meets the requirements of Section 1400U-1 of the Code, in that the area therein is already designated as an empowerment zone and/or is an area having significant poverty, unemployment, rate of home foreclosures, or general distress.