

2025 NEIGHBORHOOD STAR APPLICANT WORKSHOP



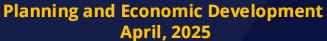


Thank you for your interest in the Neighborhood STAR program!

Since 1995, the program has invested millions in capital improvements in Saint Paul.









Agenda

- Introductions: Please introduce yourself in the chat! Staff will introduce themselves throughout the presentation.
- Program Information
- Application Process
- Compliance
 - Insurance
 - Human Rights and Equal Economic Opportunity
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 - Affirmative Action
 - Prevailing Wage
 - Vendor Outreach Program
 - Minnesota Business Subsidy Law
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 - Saint Paul Living Wage Ordinance
 - Sustainable Building Ordinance
 - Using ZoomGrants
 - Additional resources and Q&A

STAR Program Information



History

In 1993, the Minnesota State Legislature authorized the City of Saint Paul to levy a half-cent sales tax to improve the Saint Paul RiverCentre complex and create the Sales Tax Revitalization (STAR) Program.

STAR funds support:

- Capital activities of the RiverCenter and economic development needs in Saint Paul (40%);
- Cultural STAR Program grants to arts and cultural organizations in Saint Paul (10%);
- **Neighborhood STAR Program** grants for capital projects to further residential, cultural, commercial, and economic development in downtown Saint Paul and Saint Paul Neighborhoods (50%).



Neighborhood STAR Board

- **Community involvement and participation** is essential to the Neighborhood STAR Program's success.
- Mayor appoints three citizen volunteer members from each of the city's seven wards to serve on the board and making funding recommendations.
- The board is the **formal review body** for the Neighborhood STAR Program. They are advisory to the Mayor and City Council.



Application Process





How can I apply for Neighborhood STAR funds?

- Applications accepted once per year.
- Application period opened March 31
- Applications due May 2 by 4 p.m.
- Between \$1.9-\$2.5 million expected to be awarded in 2025.
- Subject to Neighborhood STAR guidelines found at <u>www.stpaul.gov/nstar</u>
 - Must be for capital improvements
 - Must be for property/project in St. Paul
 - Must be an eligible applicant: Public, non-profit, and for-profit entities located in or doing business in St. Paul; City departments, churches, and religious organizations may also be eligible
 - Must have an expected life of 7+ years
 - All proposals must be reviewed by the Neighborhood STAR Board
 - 1:1 match required for projects requesting over \$50,000

How to apply, continued



- Applications must be submitted online via ZoomGrants
 - Link directly from stpaul.gov/nstar
 - Public Libraries are a good resource for applicants with limited access to technology or who need additional translation support
 - Be sure to submit proposal in advance of the deadline (May 2, 4 p.m.) to avoid technology problems
 - All required attachments must be submitted with your application to be eligible
 - More info about ZoomGrants will be provided later in this presentation
- Fees: application fee of \$75 for requests up to \$25,000 or \$125 for requests over \$25,000, and 1% closing fee if awarded funds
- Application questions can be found at stpaul.gov/nstar to help you prepare your answers before entering online.

New this year:

- All attachments MUST be attached when you submit your application. We cannot
 accept a note of explanation for any missing attachments, and we cannot accept late
 attachments. We will cover required attachments later in this presentation.
- This year, STAR staff will no longer assist applicants with amending or correcting their proposals after submission.
 - Proposals without all required attachments will be ineligible for further consideration
 - Incomplete proposals will not be accepted (complete the budget tab!)
 - Proposals that do not meet eligibility criteria (applicant or project) will not be considered
 - Proposals that only partially meet eligibility guidelines may be recommended for partial funding. If a proposal is recommended for funding but includes ineligible activities, the city cannot fund those activities.





Required attachments

- Completed Acknowledgement of Compliance Form (available on our website and on Zoom).
- Evidence of Site Control (Deeded Title, Purchase Agreement or Option, Lease, Lease Agreement, etc.)
- Evidence that the business or organization is in good standing with the Minnesota Secretary of State (go to sos.state.mn.us to search for your businesses and send a screenshot or copy of the entity noted in good standing; we do NOT need all your original filing documents).
- At least one contractor/vendor estimate; ideally, an estimate for all project elements.
- Past two years of most recently filed tax returns or audited financials; for startups, a business plan may be substituted
- W9 (available on our website)
- Photos of your proposed project or service area
- Evidence of additional sources of funding, if applicable
- Sub-grant or sub-loan guidelines, if applicable

All attachments MUST be included with your proposal. Apply early to avoid technical difficulties!



Timeline

2025 Annual Round Key Dates

March 31: Applications Open April 8: Application Workshop

May 2: Application Deadline, 4 p.m.

May 2-16: City Staff Review of Applications

May 19-30: Board Interviews

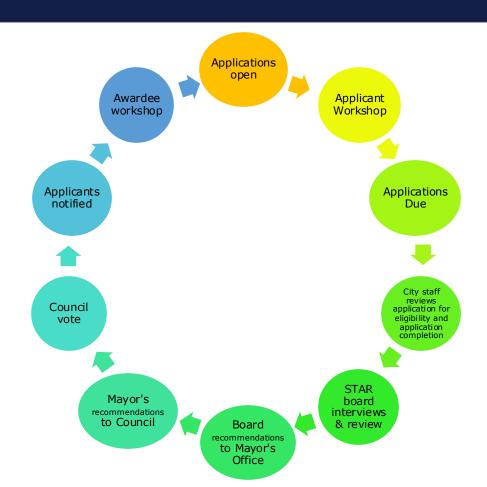
June/July: Board Recommendations to Mayor

August-October: Mayor and Council Recommendations and Council Vote

November: Applicants Notified

November/December: Awardee Workshop

This is the **anticipated** timeline and is subject to change.





Competitive Proposals

Proposals are scored and reviewed across three domains:

- **Impact (10 points):** Excellent proposals will demonstrate how the project will benefit Saint Paul such as advancing public purpose (contributes to tax base, creates retains jobs, revitalizes vacant storefront, advances climate action, contributes to cultural diversity or advances equity, etc.) or addressing identified community or neighborhood needs.
- **Diversity (5 points):** Excellent proposals will describe a project that will be accessible to and inclusive of diverse residents and add to the cultural diversity of Saint Paul.
- **Ability (5 points):** Excellent proposals will describe projects that are clearly defined with a realistic plan that could include timeline and financial support, that demonstrates that the project will be implemented successfully, will remain in place for 7+years, and includes community input in its development.

Total Possible Points: 20

The Neighborhood STAR board scores each proposal and uses those scores to create a ranked list of funding recommendations for the Mayor and City Council who make final funding decisions.



If you are awarded funds

- Neighborhood STAR is a disbursement/reimbursement grant program
- There is a 1% closing fee on awarded funds (i.e., for a \$50,000 grant, the closing fee would be \$500) that must be received before funds can be disbursed.
- Reimbursement requests must:
 - Be for STAR-eligible activities per your contract
 - Be incurred after funding approved by City Council
 - Include sufficient documentation of expense and be approved by City Compliance and STAR staff
- Requests to be submitted once per month until project completion
- 5% retainage for construction related expenses until project completion
- Process can take up to 4 weeks to complete



Contracting & Working with Project Managers

- Each awarded project will be assigned a Project Manager from the Planning and Economic Development Team
- Your Project Manager will be your main point of contact for contract execution, compliance, and fund disbursement
- Awarded projects have one year after funding announcements to get under contract
- Contract periods are for two years; a Project Manager will work with you throughout the life of your project



Insurance Requirements





Insurance Requirements

- Certificate of Insurance with at least \$1.5 million coverage for each
 occurrence needed before the contract can be approved. An umbrella policy
 may be helpful if securing a \$1.5 million policy is a challenge.
- If you do not have commercial vehicles, you may need to submit copies of your individual insurance policy.
- Businesses with fewer than 10 employees may be exempted from worker's comp insurance
- Your Project Manager will work with you on insurance requirements and/or any applicable waivers.
- If you have questions about the City's insurance requirements, contact Michael Cowell at Michael.Cowell@ci.stpaul.mn.us or 651-266-6501.

Compliance



Compliance Requirements

- Entities that do business with the City of Saint Paul must meet compliance requirements that are set by the city to ensure that local, state, federal, and funder requirements are met. This is sometimes simply referred to as "compliance."
- Contract compliance requirements are determined based on project type and cost. Compliance related to human rights, labor standards such as minimum wage, and insurance are required of ALL projects. We will review the most common compliance requirements today.
- Compliance may increase the cost of projects and extend project timelines; applicants should plan accordingly



Human Rights & Equal Economic Opportunity (HREEO)



We investigate allegations of discrimination in these areas*



Education



Employment



Real Property



Public Accommodations



Public Services



Credit



Business



Reprisal



*One year statute of limitations period to file a charge of discrimination

Discrimination against members of these classes is illegal in Saint Paul: Chapter 183

- Race
- Color
- Disability
- Religion
- Creed
- Age (18+)
- **Marital Status**
- Familial Status
- Sex and Gender Identity
- Sexual or Affectional Orientation
- **National Origin**
- Ancestry
 - Status with Regard to Public Assistance



Your Saint Paul Labor Standards Rights

Wage Theft

Employees in Saint Paul receive all pay they are due for their work



Chapter 224A

Earned Sick & Safe Time (ESST)

Creates access
to paid time off
from work for
employees who
perform work in
Saint Paul

Chapter 233

Minimum Wage

Local hourly minimum wage rate for employees who perform work in the city of Saint Paul Chapter 224





MINIMUM WAGE INCREASE UPDATE

SAINT PAUL HUMAN RIGHTS & EQUAL ECONOMIC OPPORTUNITY

Effective January 1, 2025, the Minimum Wage rate for businesses in the City of Saint Paul will increase according to the below schedule. Learn more at **stpaul.gov/minimumwage**.

	2024	AS OF JAN 1, 2025	AS OF JULY 1, 2025
MACRO 10,001+ Employees	\$15.57	\$15.97	\$15.97
LARGE 101 - 10,000 Employees	\$15.57	\$15.97	\$15.97
SMALL 6 - 100 Employees	\$14.00	\$14.00	\$15.00
MICRO 5 or Fewer Employees	\$12.25	\$12.25	\$13.25

Contact us for more information!

PCIARC Coordinator: CivilianReview@stpaul.gov 651-266-8970

CERT & Procurement:

Procurement@stpaul.gov
651-266-8966

Accessibility/LEP
Coordinator:
ADACoordinator@stpaul.gov
651-266-8902

Contract Compliance & Business
Development:
ContractCompliance@stpaul.gov
651-266-8904

Human Rights Investigations: HRights Complaints @stpaul.gov 651-266-8966

Labor Standards: LaborStandards@stpaul.gov 651-266-8966



Affirmative Action





Affirmative Action/Equal Employment Opportunity

Awardee, Vendors and/or Developers that have a <u>contract</u> with the city for \$50,000 or greater are required to have a certified Affirmative Action Plan (AAP).

Affirmative Action Plan and workforce participation goals apply to construction projects.

There's a \$75 (check only) fee to certify an AAP – AAP certified for 2 years.

Project Managers must ensure vendor AAP certification before routing contracts for signature.

Check AAP Open Data Portal or contact Yia Thao.

There are no AA exemptions for nonprofits, vendors without employees, LLCs, etc.



For questions regarding Affirmative Action/Equal Employment Opportunities, please contact:

Yia Thao 651-266-8928 Yia.thao@ci.stpaul.mn.us

Prevailing Wage





Prevailing Wage

Prevailing Wage will apply to your project if:

- 1) It involves any kind of construction work;
- 2) You are receiving any amount of public money, and;
- 3) The total cost of your project meets or exceeds \$25,000 (if your project has federal money in it the project cost threshold is \$2,000).

WHAT IS PREVAILING WAGE?

Prevailing wage is like a minimum wage for construction workers. Your contract
with the city will contain a list of hourly rates of pay for various types of
construction workers. If prevailing wage is triggered on your project,
your contractors will need to ensure they're paying their workers at the
minimal rates provided in the contract.



What do you have to do?

- 1) When you're looking for contractors make sure to tell them as soon as you can that your project is a prevailing wage project; most contractors are familiar with prevailing wage. Some contractors do not like working on prevailing wage projects because it can involve more work on their end.
- 2) Make sure to include the prevailing wage paperwork the city provides to you in your contracts with your contractors.
- 3) During the project, your contractors will be required to submit their workers' payroll to the city.
- 4) If they don't pay the required rates to their workers, or fail to submit their payroll to the city, it can delay or prevent payment from the city to you.
- 5) Any work occurring at the same time and place as your STAR work may become subject to prevailing wage. Contact staff for more info.
- 6) All of this will be discussed in more detail at your pre-construction meeting. If you have any immediate questions please email us at: ContractCompliance@ci.stpaul.mn.us



For questions regarding Prevailing Wage, please contact:

Contract Compliance 651-266-8921 Contract.compliance@ci.stpaul.mn.us

Vendor Outreach Program

Department of Human Rights and Equal Economic Opportunity Contract Compliance Division





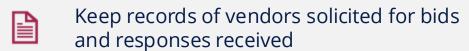
Vendor Outreach Program (VOP)

- Applies to projects with a <u>total project cost</u> over \$50,000
- Business inclusion goals 25% overall, with subgoals:
 - 5% to minority-owned business enterprises (MBE)
 - 10% to woman-owned business enterprises (WBE)
 - 10% to other small business enterprises (SBE)
- Businesses must be CERT certified to count toward VOP goals
- Reporting requirements will be discussed further at a pre-bid or pre-construction meeting

VOP responsibilities













Can use the CERT list/directory to find small local vendors, even if VOP is not a requirement on your project



Encourage small local businesses to become CERT certified

Certification is free and lasts for 3 years

Contact the CERT program directly

Vendor Outreach Program

Contact:
Bret Bicoy, Compliance Coordinator
bret.bicoy@ci.stpaul.mn.us

contractcompliance@ci.stpaul.mn.us

CERT

https://cert.smwbe.com/ cert@ci.stpaul.mn.us

651-266-8966 - Choose the option for "CERT"



Minnesota Business Subsidy Law





Minnesota Business Subsidy Law

- Minnesota Statute Sections 116J.993-.995 and
- City Council Resolution #99-742
- Require that a business receiving state or local government assistance must have a defined public purpose and recipients must <u>set goals for job creation</u>, <u>wages and</u> <u>benefits to be achieved within 2 years of receiving assistance</u>



Minnesota Business Subsidy Law

- Applies to recipients* <u>receiving a business subsidy of \$25,000 or more of grant</u>
 <u>funds</u>, unless the project or recipient falls within an exemption;
- Annual reporting is required by March 1st of each year for the prior calendar year;
- Additionally, if the business subsidy law applies, and the award is \$150,000 or more, the following will also apply:
 - Requires a notice and public hearing on the subsidy;
 - Specific wage and job goals to be attained within 2 years and a 5-year commitment to
 continue operations at its business location in Saint Paul;

^{*} All for-profit entities are defined as a business subsidy recipient; however, only non-profit entities with at least 100 Full-Time Equivalent (FTE) employees and with a ratio of highest to lowest paid employee that exceeds ten to one are defined as a business subsidy recipient.



For questions regarding Business Subsidy Law, please contact:

Jenny Wolfe 651-266-6680 jenny.wolfe@ci.stpaul.mn.us

Saint Paul Living Wage Ordinance





Saint Paul Living Wage Ordinance

- Chapter 98 of Saint Paul Administrative Code;
- Applies to <u>recipients receiving \$100,000 or more in a City Business Subsidy</u> unless the recipient qualifies for an exemption*;
- Recipients and Qualifying Tenant(s) must pay a living wage to each employee (and in the case of a Tenant to an independent contractor as well) who is employed in the location for which the subsidy was provided for the longer of 3 years or the term of the STAR Grant Agreement.

^{*}The following entities are exempt from paying a living wage: for-profit or non-profit entity that qualifies as a small business under MN Statutes 645.445, which includes, in part, businesses that are not an affiliate, and with 20 or fewer full-time employees or with annual gross revenues less than \$1 million.



Saint Paul Living Wage Ordinance

- A Living Wage is:
 - 130% of the federal poverty level for a family of four OR
 - **\$20.09** per hour for 2025
 - 110% of the federal poverty level for a family of four if health benefits are provided
 - \$17.00 per hour for 2025
- Wage rates change annually (in January of each year);
- An annual certification demonstrating compliance will be required by all recipients for the duration of its obligation to pay living wages.



For questions regarding the Living Wage Ordinance, please contact:

Jenny Wolfe 651-266-6680 jenny.wolfe@ci.stpaul.mn.us

Sustainable Building Ordinance





Sustainable Building Ordinance

- Applies to projects receiving more than \$200,000 in public assistance
- Applies to new construction & Rehab
- Projects must be certified through an eligible green building standard
- Projects must comply with the Saint Paul Overlay
- Contact Kurt Schultz about any project that may receive more than \$200,000 from all sources of public money





For questions regarding the Sustainability Building Ordinance, please contact:

Kurt Schultz 651-266-6590 kurt.schultz@ci.stpaul.mn.us ZoomGrants
Jennifer Yost, Account Manager,
ZoomGrants





Applying to the 2025 Neighborhood STAR Program

Neighborhood STAR Applications Open March 31, 2025

- The Neighborhood STAR Program currently only accepts online applications submitted through ZoomGrants.
- To access the 2025 Neighborhood STAR Program application, go to the City's Neighborhood STAR webpage (www.stpaul.gov/nstar) and click on the link provided.
- Login to <u>ZoomGrants</u> (www.zoomgrants.com) or create an account to start an application.
- Complete and submit your application, including attachments.
- START EARLY and SUBMIT EARLY!

The application deadline is 4 p.m. on Friday, May 2. Late applications will not be accepted.

For technical support with ZoomGrants:

Email: questions@zoomgrants.com

Phone: 866-323-5404



ZoomGrants Contact

Contact ZoomGrants for all ZoomGrants related technical and account access issues:

Email: <u>Questions@ZoomGrants.com</u>

Phone: 866-323-5404 (EXT:2)

Additional Resources





- Most things can be found on our website! Guidelines, FAQ's, readiness checklist, board information, sample contracts, and highlights of previously funded STAR projects can be found are all at www.stpaul.gov/nstar
- More information about compliance requirements can be found at <u>www.stpaul.gov/hreeo</u>







Neighborhood STAR Staff:

Erin Lewis
Program Coordinator
erin.lewis@ci.stpaul.mn.us
651-266-6634

Nancy Vang Management Assistant nancy.vang@ci.stpaul.mn.us 651-266-6474 Nya Hardaman Project Manager nya.hardaman@ci.stpaul.mn.us 651-266-6703

Grace Bubel Project Manager Grace.Bubel@ci.stpaul.mn.us 651-266-6433





Turbo Tim's – Midway



Nancy's Hair & Beauty Salon

Questions?



Bb.q. Korean Fried Chicken, above, and Little Africa Plaza, right



Catzen Coffee

