TEDI Authorizing Legislation

• Minnesota Statute 116J.436
TEDI Program History

• Program started in 2010
• Fout previous funding rounds
• $13.8 Million awarded to 12 projects by DEED

2012
International Falls
Rice County
Mankato
Delano*

2015
St. John’s Township
Mankato
Wells*
Princeton

2017
Brooklyn Park
Chaska
Pennington County
Duluth

2019
Mankato
Minneapolis
Sherburne County

* Indicates DEED TEDI and MnDOT TED funds were awarded
TEDI Background/Purpose

• Created to foster interagency coordination between the MnDOT and DEED to finance infrastructure to create economic development opportunities, jobs, and improve all types of transportation systems statewide.

• MnDOT and DEED working together, but separate applications
TEDI Eligible Projects

• Predesign and design
• Acquisition of land
• Construction and reconstruction
• Infrastructure improvements that will promote economic development
TEDI Eligible Projects

• Projects must increase employment, and improve transportation systems to accommodate private investment and job creation.
TEDI Eligible Projects

• DEED G.O. Bonds can not be used on trunk highway improvements, but can be used for needed infrastructure improvements and non-trunk highway improvements in coordination with trunk highway improvement projects undertaken by MnDOT

• Can be combined with MnDOT TED funds or on other non-trunk highway projects
TEDI Eligible Applicants

• Local units of government
• Must be the entity that will own the public infrastructure
TEDI Funding Information

- Funds provided as a grant
- $2,900,000 available*
- Additional funds available through MnDOT TED program

*Additional TEDI funds likely due to a project reverting funds
There are no funding limits for proposals requesting funds from the TEDI Program.

*Limited funding available in 2021 with $2.9 million available.*

*Larger levels of funding may be requested if there is significant job creation, local tax base increase and other factors that warrant the increased funding amount.*
TEDI Match Requirement

• There is no match requirement
  
  *Major components of scoring are the level of private investment and the leverage of non-state funds. Applications with little or no leverage will likely be uncompetitive.*

• A local governmental unit’s resolution certifying that the match being pledged in the application is in place is required. A sample resolution is in the application.
TEDI Selection Criteria

- Job Creation (25 points)
- Increase in Local Tax Base (20 points)
- Level of Private Investment (15 points)
- Leverage of Nonstate Funds (15 points)
- Improvement to the Transportation System (25 points)
- Appropriate geographical balance between the metropolitan area and greater Minnesota
  (lower scoring applications can bump high scoring applications if DEED deems it necessary for geographic balance)
- Applications must receive a minimum of 50 points in order to be eligible for funding.
TEDI Competitive Applications

- A strong, well-documented need and an effective solution. *This would include documented financial costs, reasonable budgets, secured leverage resources*
- Committed business(es), number of full-time jobs created or being created and their salaries (Table A)
- Project Readiness – will the project be started soon after DEED approval;
- Evidence that the Eligible Applicant is able to perform and complete the tasks stated within the application.
Eligible applicants must submit one original and one copy of the application to the address listed below by 4:00 pm on Friday, August 27.

No emails or faxes will be accepted.

Minnesota Department of Employment of Employment and Economic Development
1st National Bank Building
332 Minnesota Street, Suite E200
St. Paul, MN 55101-1351
Attn: Jeremy LaCroix

* Due to a potential move of DEED Headquarters, please confirm with DEED the location to deliver your applications prior to sending and confirm it was received after sending in. Thank you!
TEDI Application Timeline

• May 10, 2021 - RFP announcement distributed
• May 10 – August 27, 2021 - Applications prepared
• May 25, 2021 - Informational session
• August 27, 2021 - Applications due
• December, 2021 - Projects selected and approved
TED & TEDI Project Example: Perham

• Better access to Barrel O’Fun, Tuffy’s Pet Foods, Kenny’s Candies and a new hospital
• Creation of 240 jobs
• $270,000 of private funds
• $500,000 DEED TEDI funds
• $3.5 million of MnDOT TED funds
• Total project cost is $6,711,762
TED & TEDI Project Example: Perham

- Perham Municipal Airport
- RDO Potato Warehouses
- Kenny’s Candy – 50 new jobs
- Barrel O Fun – 120 new jobs
- Phelps Ford bldg. - vacant
- Interchange Location
- New Hospital - $34 million, 25 new jobs
- Tuffys - $15 million expansion – 70 new jobs
- City Infrastructure for New Hospital and New Development - $2.5 million
TED & TEDI Project Example: Windom

• New Industrial Park with turning lanes
• New Facilities for Toro, Fast Sprayers and others
• 125 jobs created/retained
• $550k from DEED, $545k from MnDOT
• Total Project Costs $2.4 million
TED & TEDI Project Example: Windom
TEDI Project Example: Mankato

- New street in industrial park
- Access to new buildings MRCI, FedEx, RDT
- 218 jobs created
- Total Project Costs $1.4 million
- $969,218 of DEED funds
TEDI Project Example: Mankato
TEDI, BDPI, IBDPI Program Information

Jeremy LaCroix
651-470-7457
Jeremy.lacroix@state.mn.us

Greater MN Business Development Public Infrastructure (BDPI)

- $5 Million available for Greater MN Infrastructure Projects
- Up to 50 percent of eligible project costs
- Must exclusively serve Eligible projects which excludes retail, office, housing
- Apply at any time
- Not the TEDI application
Innovative Business Development Public Infrastructure (IBDPI)

- $2.5 Million available for Infrastructure Projects (metro included)
- Must meet serve legislatively defined “Innovative” business
- Not usually used for speculative development
- Apply at any time
- Not the TEDI application