

HENNEPIN COUNTY

MINNESOTA

FINAL COMMITTEE AGENDA

ADMINISTRATION, OPERATIONS AND BUDGET COMMITTEE

TUESDAY, AUGUST 5, 2025
1:30 PM

Chair: Debbie Goettel, District 5
Vice Chair: Heather Edelson, District 6
Members: Jeff Lunde, District 1
Irene Fernando, District 2
Marion Greene, District 3
Angela Conley, District 4
Kevin Anderson, District 7

1. Minutes from Previous Meeting

1.A. July 22, 2025 Meeting Minutes

Attachments: [AdminOpsBudget-COMMITTEEMINUTES-22-Jul-2025](#)

2. New Business

Routine Items

2.A. [25-0304](#)

Declare property at 8941 Portland Ave S, Bloomington surplus and authorize sale to Touchstone Mental Health for Intensive Residential Treatment Services

Attachments: [BAR Map - PropertySale - 8941PortlandAvenueS](#)

2.B. [25-0291](#)

Ratification of permits, leases, lease amendments, and related property agreements approved by the County Administrator, period 04/01/25-06/30/25

Attachments: [Real Estate Documents Executed by Administrator Second Quarter 2025](#)

2.C. [25-0292](#)

Neg Amd 1 to Agmt PR00002702 with Cyclomedia Technology, Inc. for panoramic images of properties in Hennepin County for an additional five-year period, 09/14/20-09/15/30, NTE \$1,864,245

2.D. [25-0293](#)

Neg Agmt LS00000039 with Minneapolis Public Housing Authority for rental space utilized by NorthPoint Health and Wellness Center at 1015 4th Avenue North, Minneapolis, 10/01/25-09/30/30 (\$28,204 first year gross rent)

Attachments: [BAR Map - NP at Cora McCorvey Center](#)

2.E. [25-0294](#)

Submission of general amendment to the 2021 HUD Annual Action Plan and HOME-ARP Allocation Plan; Neg Agmt A2512985 with City of Minnetonka for CDBG Program, 07/01/25-06/30/30, recv \$79,324; Termination of four CDBG Agreements

2.F. [25-0295](#)

Submission of substantial amendment to the 2022 and 2024 HUD Annual Action Plans; Neg 2 award modifications, 07/01/25-06/30/70, total combined NTE \$950,000; Neg 1 HOME Agreement, 8/13/25-8/12/70, NTE \$900,000

Items for Discussion and Action

2.G. [25-0296](#)

Accelerating zero-waste implementation in Minneapolis

2.H. [25-0297](#)

County Board governance of Hennepin Healthcare System, Inc.

Addendum

2.I. [25-0324](#)

Amend line of succession in the Hennepin County Emergency Plan and line of succession for non-emergency situations

HENNEPIN COUNTY

300 South Sixth Street
Minneapolis, MN
55487-0240

MINNESOTA

Board Action Request

TMP-25-0556

Item Description:

July 22, 2025 Meeting Minutes

HENNEPIN COUNTY

MINNESOTA

COMMITTEE MINUTES

ADMINISTRATION, OPERATIONS AND BUDGET COMMITTEE

TUESDAY, JULY 22, 2025
1:30 PM

Chair: Debbie Goettel, District 5
Vice Chair: Heather Edelson, District 6
Members: Jeff Lunde, District 1
Irene Fernando, District 2
Marion Greene, District 3
Angela Conley, District 4
Kevin Anderson, District 7

Commissioner Debbie Goettel, Chair, called the meeting of the Administration, Operations and Budget Committee for Tuesday, July 22, 2025 to order at 2:02 p.m.

Present: Commissioner Irene Fernando, Commissioner Angela Conley, Commissioner Debbie Goettel, Commissioner Heather Edelson, Commissioner Jeff Lunde and Commissioner Kevin Anderson

Absent: Commissioner Marion Greene

1. Minutes from Previous Meeting

1.A. June 24, 2025 Meeting Minutes

APPROVE

Commissioner Irene Fernando moved, seconded by Commissioner Jeff Lunde, to approve the Minutes.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2. New Business

Routine Items

2.A. [25-0263](#)

Establish 2026 premium rates for self-insured dental care program applicable to employees, eligible dependents and retirees.

CONSENT

Commissioner Debbie Goettel moved, seconded by Commissioner Heather Edelson, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2.B. [25-0264](#)

Neg Amd 2 to Reciprocal Use Agreement Agmt A199463 with NorthPoint Health and Wellness Center, Inc. for space within the NorthPoint Health and Wellness Center at 1313 Penn Avenue North, Mpls

CONSENT

Commissioner Irene Fernando moved, seconded by Commissioner Heather Edelson, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

Items for Discussion and Action

2.C. [25-0265](#)

Approve minor plan amendment to the Elm Creek Watershed Mgmt Plan; set Elm Creek Watershed Mgmt Commission 2026 max levy at \$630,000 for projects to improve water quality

CONSENT

Commissioner Debbie Goettel moved, seconded by Commissioner Irene Fernando, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2.D. [25-0266](#)

Set Bassett Creek Watershed Mgmt Commission 2026 max levy at \$2,503,500 for projects to improve water quality and reduce flooding

CONSENT

Commissioner Irene Fernando moved, seconded by Commissioner Angela Conley, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2.E. [25-0267](#)

Set Shingle Creek Watershed Mgmt Commission 2026 max levy at \$848,400 and West Mississippi Watershed Mgmt Commission 2026 max levy at \$106,050 for projects to improve water quality

CONSENT

Commissioner Debbie Goettel moved, seconded by Commissioner Jeff Lunde, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

Addendum

2.F. [25-0286](#)

Modify Agmt A2512858 with HUD for 2025 HOME, 07/01/25-06/30/30, incr recv to \$1,564,635; Neg 1 award modification, 07/01/25-06/30/70, NTE \$385,172; Neg Amd 1 to Agmt PR00006192 with St. Louis Park HRA, 07/01/24-06/30/69, NTE \$495,000

CONSENT

Commissioner Angela Conley moved, seconded by Commissioner Irene Fernando, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2.G. [25-0287](#)

Neg Amd 1 to Agmt A2512991 with Tasks Unlimited Lodges, add three properties, amend and restate related documents, extend term to 12/19/30, incr NTE to \$538,380

CONSENT

Commissioner Debbie Goettel moved, seconded by Commissioner Jeff Lunde, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2.H. [25-0288](#)

Negotiate Agmt with Region 8 Education Service Center (the Interlocal Purchasing System TIPS Purchasing Cooperative) to allow Hennepin County membership in the national purchasing cooperative at no cost to the County

CONSENT

Commissioner Irene Fernando moved, seconded by Commissioner Kevin Anderson, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

2.I. [25-0289](#)

Negotiate Agmt with Public Promise Procurement to allow Hennepin County membership in the national purchasing cooperative at no cost to the County

CONSENT

Commissioner Irene Fernando moved, seconded by Commissioner Kevin Anderson, to approve the Resolution.

Aye: Commissioner Fernando, Commissioner Conley, Commissioner Goettel, Commissioner Edelson, Commissioner Lunde and Commissioner Anderson

Absent: Commissioner Greene

There being no further business, the Administration, Operations and Budget Committee for Tuesday, July 22, 2025 was declared adjourned at 2:12 p.m.

Maria Rose
Clerk to the County Board

MINNESOTA

Board Action Request

25-0304

Item Description:

Declare property at 8941 Portland Ave S, Bloomington surplus and authorize sale to Touchstone Mental Health for Intensive Residential Treatment Services

Resolution:

BE IT RESOLVED, that public ownership of the property located at 8941 Portland Avenue South in Bloomington is no longer required to facilitate the provision of residential treatment services at this location; and

BE IT FURTHER RESOLVED, that the County Administrator be authorized to negotiate Agreement A2512801 with Touchstone Mental Health, or affiliated entity, for the sale of property at 8941 Portland Avenue South in Bloomington, with an estimated receivable amount of \$1,223,100; that following review and approval by the County Attorney's Office and approval by the Commissioner of Minnesota Management and Budget, the Chair be authorized to sign the agreement, and the County Administrator be authorized to sign all related conveyance documents; and that the Controller be authorized to receive and disburse funds as directed; and

BE IT FURTHER RESOLVED, that the County Administrator be authorized to negotiate Loan Agreement LS00000040 with Touchstone Mental Health, or an affiliated entity, for the acquisition of the property at 8941 Portland Avenue South in Bloomington for the provision of intensive residential treatment services, during the period September 1, 2025 through December 31, 2035, in an amount not to exceed \$600,000; that following review and approval by the County Attorney's Office, the Chair be authorized to sign the loan agreement, and the County Administrator be authorized to sign all related loan documents; and that the Controller be authorized to receive and disburse funds as directed.

Background:

Hennepin County acquired the property at 8941 Portland Avenue South, Bloomington ("Property") from the State of Minnesota in 2015. The Property was renovated for use as a 16-bed intensive residential treatment services ("IRTS") mental health facility. Since 2015, the Property has been operated by Touchstone Mental Health ("Touchstone"). The IRTS services provided by Touchstone are authorized by a county Human Services and Public Health Department provider agreement and are funded primarily by the State of Minnesota and health plan reimbursement.

The State of Minnesota utilized general obligation bonds to finance the purchase and rehabilitation of the Property when it originally acquired it in the late 1990's. Because the majority of those state bonds have now matured, public ownership of the Property is no longer required to facilitate the ongoing provision of IRTS services at this location. A request for proposals was issued in March 2025 for the sale of the Property for use as a privately-owned IRTS facility. Following a competitive selection process, Touchstone was selected to purchase the Property. To ensure the ongoing use of the Property for the provision of IRTS services, a portion of the sale proceeds will be used to provide a deferred loan to Touchstone for the acquisition. The loan will require use of the Property as an IRTS facility for a minimum 10-year period.

Because a small amount of state bonds used to renovate the Property remain outstanding, sale of the

25-0304

Property is subject to approval by the Commissioner of Management and Budget (“MMB”). Staff will seek approval from MMB prior to finalizing a purchase agreement for execution.

Current Request: This request is for authorization to declare the property at 8941 Portland Avenue, Bloomington surplus and authorization to negotiate Agreements A2512801 and LS00000040 with Touchstone Mental Health for the sale of the Property for ongoing use as an IRTS facility.

Impacts/Outcome: The sale will return surplus property to private ownership, reduce ongoing county operating and maintenance expenses, and promote the continued provision of IRTS services.

Recommendation from County Administrator: Recommend Approval

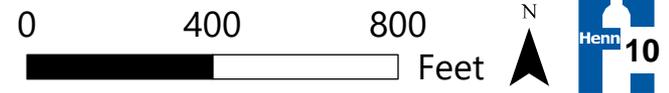
Property Sale

8941 Portland Avenue S, Bloomington 55420



 Property Location

BAR map date:
7/22/2025



Board Action Request

25-0291

Item Description:

Ratification of permits, leases, lease amendments, and related property agreements approved by the County Administrator, period 04/01/25-06/30/25

Resolution:

BE IT RESOLVED, that the agreements listed on the report entitled "Quarterly Summary of Real Estate Documents Executed by Administrator, Second Quarter 2025: 4/1/25-6/30/25, dated June 30, 2025" be ratified.

Background:

Resolution 97-04-238, dated April 29, 1997, authorized the County Administrator to sign temporary permits, licenses, leases, lease amendments, and related property agreements, provided that the resulting expenditure does not exceed \$15,000 per year. Resolution 11-0339, dated August 16, 2011, delegated to the County Administrator the responsibility for the management and administration of all leases within the building located at 701 4th Avenue South, Minneapolis. All agreements executed by the County Administrator pursuant to these resolutions are presented to the County Board for ratification on a quarterly basis.

Current Request:

Ratification is requested of those agreements signed by the County Administrator for the period April 1, 2025 through June 30, 2025, as identified on the report entitled, "Quarterly Summary of Real Estate Documents Executed by Administrator, Second Quarter 2025: 4/1/25-6/30/25, dated June 30, 2025."

Recommendation from County Administrator: Recommend Approval

**Quarterly Summary of Real Estate Documents Executed by Administrator,
Second Quarter 2025: 4/1/25-6/30/25
Dated 6/30/25**

Contracting Party	Subject Matter and Property	Date Approved	Authorizing Resolution
State of Minnesota	Facilities Use Agreement LS00000038 for the use of 1,674 sq ft by the Hennepin County Human Services at Minneapolis Community and Technical College located at 1501 Hennepin Avenue, Minneapolis, for the period of July 1, 2025, through June 30, 2026. Rent for the one (1) year term to be \$9,056.	6/30/25	97-4-238
Rivers Law Firm	Amd 6 to Lease Agreement A110886 for the rental of 3,898 sq ft of office space by Rivers Law Firm in Suite 300 of the 701 Building located at 701 Fourth Avenue South, Minneapolis, extending the lease agreement three (3) years through December 31, 2028. First year Rent Revenue: \$84,743.	6/18/25	11-0339
Interfaith Outreach and Community Partners	License Agreement A2512855 to install a kiosk for Human Services at 1605 County Road 101 N., Plymouth, MN., for the period of June 1, 2025, through May 31, 2027. No rent.	5/29/25	97-4-238
St. Olaf Catholic Church	Amendment 4 to Lease Agreement LS00000032 for the rental of 16,281 sq ft of space by the County at 215 South 8 th Street, Minneapolis, extending the lease agreement one (1) month through June 30, 2025. Rent for the one (1) month extension to be \$10,000.	5/25/29	97-4-238
City of Mound	License Agreement A2512810 for nonexclusive use by Hennepin County Library of the main entrance lobby of City Hall located at 2415 Wilshire Blvd., Mound, for the period of June 1, 2025, through October 31, 2026. No rent.	5/21/29	97-4-238
Osseo School District	Amd 1 to License Agreement A2311782 for use of approximately 800 sq ft of office space by Osseo Area Schools at 7051 Brooklyn Blvd., Brooklyn Center, extending the license agreement two (2) years through July 31, 2027. No rent.	5/12/25	97-4-238
U of M Coffman Union	Amd 5 to Lease Agreement A071347 for the rental of 133 sq ft by the County at Coffman Memorial Union located at 300 Washington Avenue SE., Minneapolis, extending the lease agreement five (5) years through June 30, 2030. First year rent: \$5,259.	5/9/25	97-4-238
Special School District No. 1, MPS	Permit For Use Agreement A2512832 for use of the parking lot at South High School for Hennepin County's Environment and Energy's Household Hazardous Waste drop-off event on the dates of August 7, 2025 – August 11, 2025. No rent.	5/9/25	97-4-238

**Quarterly Summary of Real Estate Documents Executed by Administrator,
Second Quarter 2025: 4/1/25-6/30/25
Dated 6/30/25**

General Services Administration	Lease A2512775 for the rental of 4,143 sq. ft. of space in Suite 1740 of the 701 Building located at 701 Fourth Avenue South, effective July 1, 2025, through January 2, 2031. First year Rent Rev: \$190,246.	4/7/25	11-0339
St. Olaf Catholic Church	Amendment 3 to Lease Agreement LS00000032 for the rental of 16,281 sq ft of space at 215 South 8 th Street, Minneapolis, extending the lease agreement one (1) month through May 31, 2025. Rent for the one (1) month extension to be \$10,000.	4/7/25	97-4-238

Board Action Request

25-0292

Item Description:

Neg Amd 1 to Agmt PR00002702 with Cyclomedia Technology, Inc. for panoramic images of properties in Hennepin County for an additional five-year period, 09/14/20-09/15/30, NTE \$1,864,245

Resolution:

BE IT RESOLVED, that Amendment 1 to Agreement PR00002702 with Cyclomedia Technology, Inc. for panoramic images of properties in Hennepin County, extending the contract period through September 15, 2030, increasing the contract amount by \$1,111,240 to a new not to exceed total of \$1,864,245 be approved; that the Chair of the Board be authorized to sign the Amendment on behalf of the county; and that the Controller be authorized to disburse funds as directed.

Background:

Hennepin County seeks to amend Agreement PR00002702 with Cyclomedia Technology, Inc. for an additional five-year term which was previously approved under Board resolution 20-0341. This new term increases the not-to-exceed amount by \$1,111,240 and includes a 2025 fall-time drive capture spanning approximately 6,732 miles, 48 miles of trail capture, along with five years of licensing and hosting services for all resulting street-level imagery.

Hennepin County has been utilizing Cyclomedia's panoramic street-level imagery and related software tools since 2020. The current agreement, which provides countywide 360-degree imagery and LiDAR data access via the StreetSmart platform, is set to expire on September 14, 2025. This tool has proven to be a critical resource in supporting multiple county departments in fulfilling statutory and operational responsibilities more efficiently.

In accordance with Minnesota law, real property must be reviewed at least once every five years for valuation purposes. The high-resolution panoramic imagery and LiDAR data enable the Assessor's Office to perform this work remotely, with a high degree of accuracy, helping the County meet legal obligations while reducing the need for field visits. This remote capability alone is estimated to save the equivalent of 2 full-time employees in the Assessor's Office.

The imagery is used extensively by Public Works, the Assessor's Office, GIS, Emergency Management, and Community Works, among others. Additionally, the tool is made available free of charge to our public agency partners, including 17 participating cities, Mississippi Watershed Management Organization, Local Government Information Systems (LOGIS), and Metropolitan Emergency Services Board (MESB), under existing user agreements. These partners benefit from shared access to a centralized, high-quality imagery resource without duplicating costs or effort.

Beyond direct staffing and travel savings, the tool provides broader operational and financial benefits. Public Works teams are able to assess infrastructure conditions, prioritize maintenance, and support capital planning without requiring field visits. Emergency Management and public agency partners can model evacuation routes and incident impacts using current imagery, improving readiness and reducing delays in crisis response. The Assessor's Office, along with other county departments, benefit from improved staff safety due

to the tool's ability to reduce to number of required field visits. Additionally, the platform supports the county's environmental and sustainability goals by reducing the carbon footprint associated with in-person inspections and site visits.

The renewal will continue coverage for a full five-year term and is structured to ensure uninterrupted access to the imagery platform and related services. By maintaining access to Cyclomedia's imagery, Hennepin County is able to streamline workflows, support cross-department and cross-agency collaboration, and avoid redundant site visits. The data integrates with existing GIS tools and is accessible through secure web applications with enterprise licensing, single sign-on (SSO), and ESRI ArcGIS plug-ins. The investment continues to offer significant return in the form of operational efficiency, improved accuracy, and reduced travel and vehicle usage, contributing to both cost savings and environmental benefits.

Recommendation from County Administrator: Recommend Approval

Board Action Request

25-0293

Item Description:

Neg Agmt LS00000039 with Minneapolis Public Housing Authority for rental space utilized by NorthPoint Health and Wellness Center at 1015 4th Avenue North, Minneapolis, 10/01/25-09/30/30 (\$28,204 first year gross rent)

Resolution:

BE IT RESOLVED, that the County Administrator be authorized to negotiate Lease Agreement LS00000039 with Minneapolis Public Housing Authority for rental space located at 1015 4th Avenue North, Minneapolis, for the period October 1, 2025 through September 30, 2030, in the amount of \$28,204 first year rent plus operating costs, be approved; that following review and approval by the County Attorney's Office, the Chair of the Board be authorized to sign the Agreement on behalf of the County; and that the Controller be authorized to accept and disburse funds as directed.

Background:

NorthPoint Health & Wellness Center, located at 1313 Penn Ave. N. in North Minneapolis, is a federally qualified health center. The health center operates as a partnership between NorthPoint's Community Board and Hennepin County Board of Commissioners. NorthPoint, as a public entity community health center, is recognized as an innovative model of shared ownership operating within an integrated health and human services system of care.

NorthPoint's neighborhood sites are strategically placed in areas to serve populations with multiple barriers and health disparities that prevent or limit their ability to obtain services at the main campus. Services provided at neighborhood site clinics are complimentary to and do not duplicate services provided by NorthPoint's main campus.

NorthPoint has leased approximately 2,150 square feet of clinic space within the Cora McCorvey Health & Wellness Center at 1015 4th Avenue North, Minneapolis ("Property") since 2015. This Northpoint clinic is co-located with other senior support organizations including Open Circle Adult Day Center, Lao Center of Minnesota, and Minneapolis High Rise Representative Council. This location is designed for seniors with limited mobility and leverages the resources and expertise of other senior service providers to create a supportive environment for seniors and their caregivers allowing them to age in place in their community. The Property is owned by Minneapolis Public Housing Authority ("MPHA").

Lease Agreement LS00000039 with MPHA will extend the lease at the Property for a new five-year term The annual rent will be \$28,204 or \$13.13 per square foot for each year of the term, plus certain operating costs including electricity and janitorial expenses. The County may cancel this lease any time by providing notice 120 days in advance.

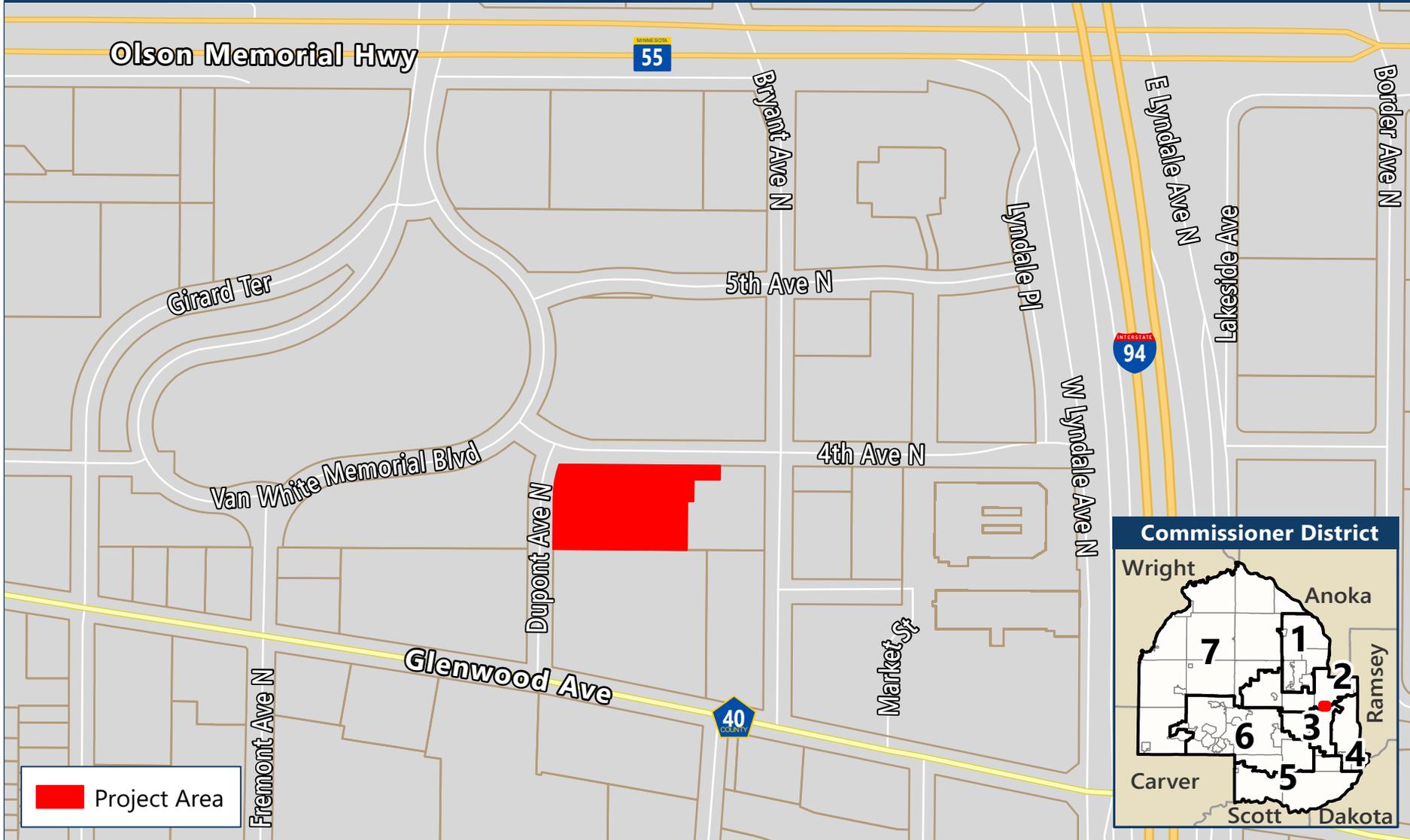
Current Request: This board request provides for authorization to negotiate Agreement LS00000039 with Minneapolis Public Housing Authority for rental space for NorthPoint Health & Wellness Center during the period October 1, 2025, through September 30, 2030, with the not-to-exceed amount of \$28,204 first year gross rent plus operating costs.

Impact/Outcomes: Approval of Agreement LS00000039 will allow NorthPoint Health & Wellness Center, to continue to provide health care services to seniors with multiple barriers and health disparities.

Recommendation from County Administrator: Recommend Approval

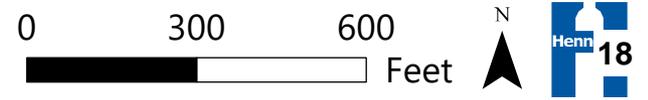
Lease Agmt LS00000039, Cora McCorvey Health & Wellness Center

1015 N 4th Ave, Minneapolis 55405



 Project Area

BAR map date:
6/25/2025



MINNESOTA

Board Action Request

25-0294

Item Description:

Submission of general amendment to the 2021 HUD Annual Action Plan and HOME-ARP Allocation Plan; Neg Agmt A2512985 with City of Minnetonka for CDBG Program, 07/01/25-06/30/30, recv \$79,324; Termination of four CDBG Agreements

Resolution:

BE IT RESOLVED, that the general amendment to the 2021 U.S. Department of Housing and Urban Development (HUD) Annual Action Plan and HOME-ARP Allocation Plan to reallocate up to \$107,127 of Community Development Block Grant (CDBG) funds, and to increase Community Development Block Grant revenue by \$79,324, be approved; and that the County Administrator be designated as the authorized official to act on behalf of Hennepin County in matter related thereto; and

BE IT FURTHER RESOLVED, that the 2021 CDBG Agreements with Lao Assistance Center (Agreement PR00003284), Somali Community Resettlement Services (Agreement PR00003281), and Volunteers of America (Agreement PR00003289) to provide emergency rent assistance and senior services in Hennepin County, and with Brooklyn Park (PR00003271) for public facility improvements, be terminated, and the remaining \$107,127 be reallocated to the CDBG Consolidated Pool Housing Rehabilitation Program; and

BE IT FURTHER RESOLVED, that the County Administrator be authorized to negotiate Agreement A2512985 with the City of Minnetonka for the CDBG Consolidated Pool Housing Rehabilitation Program, during the period July 1, 2025 through June 30, 2030, with a total estimated receivable amount of \$79,324; that the following review and approval by the County Attorney's Office, the County Administrator and Chair of the Board be authorized to execute the agreements and other necessary documents; and that the Controller be authorized to disburse funds as directed.

Background:

The U.S. Department of Housing and Urban Development (HUD) requires Hennepin County to adopt a Five-Year Consolidated Plan and an Annual Action Plan to receive HUD entitlement funds, including the Community Development Block Grant (CDBG) and HOME Investment Partnerships (HOME). To allocate or reallocate CDBG or HOME funds, the county is required to create an amendment to the impacted Action Plan.

The 2021 Action Plan (Resolution 21-0162) allocated a combined total of \$403,847 from CDBG to Lao Assistance Center (PR00003284), Somali Community Resettlement Services (PR00003281), Volunteers of America (PR00003289), and Brooklyn Park (PR00003271); these projects subsequently closed out, leaving a balance of \$107,127. In addition, HUD has requested that Hennepin County accept \$79,324 of CDBG Program Income from the City of Minnetonka. This general amendment to the 2021 Action Plan will reallocate these CDBG funds to the CDBG Consolidated Pool Housing Rehabilitation Program, as recommended by the 2025 CDBG RFP.

The general amendment was made available to the public for the HUD required 30-day public comment period between June 24, 2025, and July 25, 2025. Public comments will be incorporated into the final document submitted to HUD.

Current Request: This request is for approval of the general amendment to the HUD 2021 Annual Action Plan, authorization of Agreement A2512985 with the City of Minnetonka, from July 1, 2025 through June 30, 2030, with an estimated receivable of \$79,324, termination of four CDBG Agreements, and allocation of these funds to the county's CDBG Consolidated Pool Housing Rehabilitation Program.

Impact/Outcomes: Consolidated Pool Rehabilitation program will provide approximately 60 low-income homeowners with rehabilitation assistance.

Recommendation from County Administrator: Recommend Approval

MINNESOTA

Board Action Request

25-0295

Item Description:

Submission of substantial amendment to the 2022 and 2024 HUD Annual Action Plans; Neg 2 award modifications, 07/01/25-06/30/70, total combined NTE \$950,000; Neg 1 HOME Agreement, 8/13/25-8/12/70, NTE \$900,000

Resolution:

BE IT RESOLVED, that the substantial amendments to the 2022 and 2024 U.S. Department of Housing and Urban Development (HUD) Annual Action Plans to reallocate up to \$1,850,000 of HOME Investment Partnerships (HOME) Program funding and \$234,180 of Community Development Block Grant (CDBG) funding be approved; that the plan be submitted to the U.S. Department of Housing and Urban Development; and that the County Administrator be designated as the authorized official to act on behalf of Hennepin County in matter related thereto; and

BE IT FURTHER RESOLVED, that the 2022 HOME award to MWF Properties, LLC to develop affordable rental housing units in Richfield in the amount not to exceed \$550,000 (Agreement PR00004361), and the 2024 HOME award to Duffy Development to develop affordable rental housing units in Brooklyn Park in the amount not to exceed \$1,300,000 (Agreement PR00006189), be rescinded and reallocated for distribution under the HOME program; and

BE IT FURTHER RESOLVED, that the County Administrator be authorized to negotiate modifications to two 2025 HOME awards approved under Resolution 25-0192, recognizing the rescinded awards herein, during the period July 1, 2025, through June 30, 2070:

- PR00007295 with West Hennepin Affordable Housing Land Trust, or an affiliated entity, for the Homes Within Reach project, increasing the not to exceed amount by \$550,000 for a new total not to exceed amount of \$1,050,000;
- PR00007323 with St. Louis Park Housing Authority, or an affiliated entity, for the Stable Home - Tenant Based Rental Assistance project, increase the not to exceed amount by \$400,000 for a new total not to exceed amount of \$650,000;

that the following review and approval by the County Attorney's Office, the County Administrator and Chair of the Board be authorized to execute the agreements and other necessary documents; and that the Controller be authorized to disburse funds as directed; and

BE IT FURTHER RESOLVED, the County Administrator be authorized to negotiate Agreement PR00004841 with Lupe Development Partners, LLC, or an affiliated entity, for the American Legion Apartments project, during the period August 13, 2025 through August 12, 2070, with a not to exceed amount of \$900,000; that the following review and approval by the County Attorney's Office, the County Administrator and Chair of the Board be authorized to execute the agreement and other necessary documents; and that the Controller be authorized to disburse funds as directed.

Background:

The U.S. Department of Housing and Urban Development (HUD) requires Hennepin County to adopt a Five-Year Consolidated Plan and an Annual Action Plan to receive HUD entitlement funds, including the Community

Development Block Grant (CDBG), and HOME Investment Partnerships (HOME). To allocate or reallocate CDBG and HOME funds to activities, the Consortium is required to create an amendment to the impacted Action Plan.

The 2022 Action Plan (Resolution 22-0177) allocated \$550,000 from HOME to MWF Properties, LLC to develop affordable rental housing units in Richfield (PR00004361) and the 2024 Action Plan (Resolution 24-0186) allocated \$1,300,000 to Duffy Development to develop affordable housing units in Brooklyn Park (PR00006189); these projects subsequently terminated. The 2025 Coordinated Affordable Housing RFP process proposed reallocation of these unused funds to three affordable housing projects: \$550,000 to West Hennepin Affordable Housing Land Trust for the Homes Within Reach project, \$900,000 to Lupe Development Partners, LLC for the American Legion Apartments project in Richfield, and \$400,000 to St. Louis Park Housing Authority for the Stable Home - Tenant Based Rental Assistance project.

The 2024 Action Plan (Resolution 24-0186) allocated \$385,172 of CDBG funds to Brooklyn Park (PR00006207), of which Brooklyn Park intended to use \$234,180 for the Zanewood Teen Center public facility renovation. Brooklyn Park will shift these funds to the Brooklyn Park Housing Rehabilitation program.

The substantial amendments were made available to the public for the HUD required 30-day public comment period between June 24, 2025, and July 25, 2025. Public comments will be incorporated into the final document submitted to HUD.

Current Request: This request is for approval of the substantial amendment to the HUD 2022 and 2024 Annual Action Plan, authorization to negotiate two award modifications with a combined not to exceed amount of \$950,000 from July 1, 2025 through June 30, 2070, and authorization to negotiate one new HOME Agreement with a not to exceed amount of \$900,000 from August 13, 2025 through August 12, 2070.

Impact/Outcomes: Four projects will create or preserve a total of 167 units of affordable housing to low- and moderate-income households and provide emergency rental assistance to 40 households at or below 50 percent of AMI.

Recommendation from County Administrator: Recommend Approval

Board Action Request

25-0296

Item Description:

Accelerating zero-waste implementation in Minneapolis

WHEREAS:

WHEREAS, Hennepin County has been a leader on solid waste policy in response to the environmental concerns with landfills and with the establishment of the Minnesota Waste Management Act in 1980, with each decade focused on a significant improvement toward meeting the goal to reduce waste and our reliance on landfills; and

WHEREAS, the 1980s included piloting recycling programs in Minneapolis, adopting the county's recycling ordinance (Ordinance 13) in 1986, making curbside recycling available throughout the county; the 1980s also included responding to the state requirement that metropolitan counties submit plans for facilities that would process waste rather than disposing of it in landfills, which resulted in the siting and permitting of the Hennepin Energy Recovery Center (HERC) with the City of Minneapolis, which began operations in 1989; and the county implemented waste flow designation that requires all haulers to deliver trash to be processed rather than landfilled; and

WHEREAS, the 1990s included a focus on removing hazardous items from the trash with the opening of the county's drop-off facilities in Brooklyn Park and Bloomington and first of its kind collections of e-waste and fluorescent light bulbs; and the state began distributing solid waste management tax revenues as SCORE grants to counties to fund recycling and waste abatement work, and early waste reduction education programs launched, and the last landfill in the county closed in 1993; and the U.S. Supreme Court overturned local flow control ordinances, which shifted the county to contract with waste haulers for trash deliveries to HERC; and

WHEREAS, the 2000s focused on diverting food waste with the county selling backyard compost bins, piloting citywide organics recycling in Wayzata and 21 suburban schools, and the county began providing grants to support recycling programs in schools, businesses, multifamily properties and public spaces; and

WHEREAS, in the 2010s further expansion of waste reduction programming, including the start of the Community Recycling Ambassador program, Fix-it Clinics and the Zero Waste Challenge; in 2014, the state set a recycling rate goal of 75% by 2030 for metropolitan counties and no-sort recycling programs became the norm; in 2018 the county amended its recycling ordinance 13 to require all cities offer organics recycling programs to their residents; require large food waste generators to recycle food waste and strengthened requirements for multifamily and commercial recycling; and

WHEREAS, in 2021 the county committed to achieving a zero-waste future and defined zero waste as preventing 90% or more of all discarded materials from being landfilled or incinerated; and

WHEREAS, the county has followed through on this commitment with increased investments in policy, programming and infrastructure as documented in the creation of the Zero Waste Plan in 2023, a prioritization of the highest impact zero-waste actions in the Plan to Reinvent Hennepin County's Solid Waste System in 2024, and culminated in the county's 2024 Solid Waste Management Plan as required by Minnesota Statute §

473.803; and

WHEREAS, the county has established dashboard metrics for tracking progress toward the Minnesota Pollution Control Agency's metro policy plan objectives and the county's zero-waste goal, including a 75% recycling rate, less than 10% biogenic material in the trash, a 22% reduction in waste generated per capita, and no net increase in landfilling over 2022 actuals; and

WHEREAS, the county has committed resources to the implementation of zero waste by increasing the 2024 waste reduction and recycling budget by \$2.8 million, including hiring new staff, to expand existing programs and develop new initiatives that prioritize reducing materials with the greatest climate impacts such as food, plastics, and building materials, and to address long-standing disparities in access to recycling and organics services, especially in multifamily settings; and

WHEREAS, the City of Minneapolis is the largest city in the county and the county cannot reach its zero-waste goals or the 75% statutory recycling rate unless the city also achieves those goals; and

WHEREAS, the Minneapolis 2040 Comprehensive Plan, policy 75, Waste Reduction, identifies 22 actions steps that the city will take to maintain and expand opportunities to reduce and properly dispose of waste to meet the city's zero-waste goals; and

WHEREAS, the City of Minneapolis' Climate Equity Plan, identifies 31 actions to advance a zero-waste circular economy and reaffirms its goals to achieve a zero-percent growth rate in its total waste stream from 2010 levels by 2030, and to recycle and compost 80% of citywide waste by 2030; and

WHEREAS, the county and the City of Minneapolis have a long history of collaboration on solid waste management, including the establishment of the first curbside recycling collection program in the state, electronics and mattress recycling initiatives, the Recycle Smart campaign to reduce contamination, the rollout of the organics recycling program, joint efforts to conduct waste composition studies, and continuous collaboration on education and outreach efforts; and

WHEREAS, the county required the City of Minneapolis to provide single sort recycling in July 2011 and organics recycling in October 2014 and the city successfully implemented those requirements; and

WHEREAS, the county provided funding to the City of Minneapolis in 2024 in the amount of \$1.7 million in SCORE funding, including more than \$215,000 for multifamily recycling, and an additional \$150,000 to support organics processing, and made available \$1,275,000 in grant funding countywide for schools, businesses, multifamily properties, community groups, food recovery, and deconstruction projects; and

WHEREAS, more than 60% of material in Minneapolis residential trash can be recycled or composted, as found in the 2022 Minneapolis Waste Characterization & Capture Rate Study; and

WHEREAS, approximately 65% of the trash generated in Minneapolis comes from commercial and multifamily sources and more than 40% of Minneapolis households do not have city-provided solid waste and recycling services; and

WHEREAS, the county's 2023 zero-waste engagement and analysis found gaps in the current system and identified the most impactful strategies for implementing zero waste as quickly as possible in the City of Minneapolis, including: 1) improve hauler reporting, 2) increase compliance with existing ordinances, 3) advance organized collection, 4) improve curbside recycling and organics participation, and 5) track progress annually on Climate Equity Plan zero-waste goals; and

WHEREAS, the county has a Plan to Reinvent the County's Solid Waste System to accelerate closure and repurposing of the HERC, which establishes a zero-waste dashboard with criteria to be met to responsibly close HERC and identifies 22 policies that need to be adopted by the State Legislature to realize this zero-waste future and this plan builds on the county's Climate Action Plan and Zero Waste Plan; and

WHEREAS, state law requires the county to comply with landfill abatement policies, which currently prioritize waste-to-energy as a means of processing trash, over landfilling; and

WHEREAS, state leadership is needed to make the transition to zero waste, including financing to match desired outcomes, changing state statutes to support the shift away from disposal and toward a circular economy, expanding accountability for zero waste outcomes to include producer responsibility, redeveloping infrastructure to meet state waste reduction and recycling goals, and supporting markets to adapt to changing demands; and

WHEREAS, the City of Minneapolis Resolution No. 2024R-360 supports a plan for closure of the Hennepin Energy Recovery Center (HERC) and will facilitate such a closure through implementing solid waste diversion and reduction measures as quickly as possible; and

WHEREAS, accelerating progress toward zero waste county-wide is not possible without more implementation by the City of Minneapolis on these strategies.

Resolution:

BE IT RESOLVED, that the City of Minneapolis report the city's residential, including multifamily, commercial, and overall recycling rates, including organics, for 2024 and establish annual targets through 2030; report on compliance rates with existing ordinances and establish annual targets through 2030; establish a date for implementing organized commercial collection; set capture rate targets by material type for 2030; develop a 2026-2027 zero-waste action plan with details about implementation; and submit this information to the Board no later than October 9, 2025; and

BE IT FURTHER RESOLVED, that the county's Residential Waste Reduction and Recycling Funding Policy, which determines the county's distribution of SCORE funding to cities, be revised to include requirements for cities of the first class, including measurable performance standards for local abatement of solid waste through waste reduction and recycling programs, standards and procedures to be used in determining annually whether the city has implemented and satisfied the performance standards for local abatement, and whether the city's policies and programs are consistent with state policy and purposes as outlined in Minn. Stat. §§ 115A.02, 115A.551 and Minn. Stat. §§ 473.842 to 473.849.

Background:

Board Action Request

25-0297

Item Description:

County Board governance of Hennepin Healthcare System, Inc.

WHEREAS:

WHEREAS, Hennepin Healthcare System, Inc. (HHS), is an integrated system of care that serves as a critically important safety net and teaching hospital for residents of Hennepin County and the State of Minnesota; with a nationally recognized Level I Adult and Pediatric Trauma Center; an acute care hospital; a clinic system; an outpatient Clinic & Specialty Center; an Emergency Medical Services fleet; and more; and

WHEREAS, prior to 2007, the Hennepin County Medical Center operated as a department of Hennepin County, under the direct control and oversight of the County Board; and

WHEREAS, in 2005, the Legislature enacted enabling legislation to create HHS as a public corporation and subsidiary of Hennepin County;

WHEREAS, since January 1, 2007, HHS has operated as a public corporation and a subsidiary of Hennepin County; and

WHEREAS, the County Board strives to promote the continued vitality of HHS and the high-quality health care services provided by its work force; and

WHEREAS, the County Board recognizes the nation-leading work of the HHS's providers and staff and strives to support them in providing excellent patient care; and

WHEREAS, the County Board supports the mission of HHS and recognizes the importance of this critical health care asset to the residents of Hennepin County, the State of Minnesota, and beyond;

WHEREAS, the County Board is committed to proactive, responsible stewardship of public resources for both HHS's healthcare functions and the County's other critically important work in health, human services, housing, justice, and more; and

WHEREAS, under Minnesota Statutes section 383B.908, the County Board retains several reserved powers relating to HHS, including specific controls over HHS's "mission, ability to incur indebtedness through the county, indigent care, and governance," as well as the right of the County Board to "dissolve the corporation, reorganize the corporation, or remove the entire corporate board in order to resume management of Hennepin County Medical Center upon a two-thirds vote of the entire county board"; and

WHEREAS, HHS has experienced an operating net loss for seven of the past eight years, despite receiving significant government support, including federal pandemic funds in 2020 and 2021 (totaling approximately \$61.5 million); directed payments beginning in 2022 (totaling at least \$90 million per year in supplemental funding for Medicaid); additional one-time funding from the County in 2024 (totaling approximately \$4.2 million for employee benefits and \$4.8 million for IT costs); and an increase in uncompensated care funding from the County (from \$26 million in 2022 to \$37.5 million in 2023, \$38 million in 2024, and \$38 million budgeted in

2025); and

WHEREAS, HHS's financial condition has continued to deteriorate at an unsustainable pace, despite HHS's ongoing efforts to implement margin improvement initiatives over a course of several years; and

WHEREAS, in its current financial state, HHS has been unable to self-fund its routine capital medical equipment expenditures in recent years, and recently requested a loan of up to \$30 million from the county; and

WHEREAS, HHS has proposed future campus redevelopment but is unlikely to be able to fund any share of such redevelopment; and

WHEREAS, based on its current financial condition and recent budget forecasts, HHS will not meet its proposed 2025 operating budget and must take immediate action to improve its performance, address its current cost structure, and mitigate a significant operating net loss for this calendar year; and

WHEREAS, in a joint meeting of the County Board and HHS board on June 12, 2025, HHS leadership informed the County Board of significant concerns about HHS's financial condition and long-term viability, including risk of HHS closure in the near future; and

WHEREAS, on the same date of June 12, 2025, the HHS board voted to create a Task Force of its own members to consider the strategic sustainability of HHS and to explore a full range of scenarios; and

WHEREAS, the HHS Task Force has met in person five times (June 27, July 1, July 11, July 18, and July 23) and another meeting planned for August 1, for the purpose of developing cost-saving recommendations regarding the 2026 HHS Budget proposal, to present at the HHS Board meeting on August 6; and

WHEREAS, the 2025 County Board calendar was approved in December 2024, including two joint meetings of the County Board and HHS Board, and four Quarterly Briefing dates, with August 7 being the scheduled date for HHS Board and Leadership to present the 2026 HHS Budget proposal to the County Board; and

WHEREAS, the Quarterly Briefing scheduled for August 7 has since been converted to a joint meeting of the County Board and HHS Board; and

WHEREAS, HHS is a public safety net hospital, serving a high percentage of patients on federal and state programs and providing a significant amount of under- and uncompensated care, and the circumstances around HHS's financial condition have grown even more precarious and urgent in recent weeks due to recent federal legislation and anticipated state and federal funding reductions; and

WHEREAS, HHS faces a real risk of financial failure, which would have a devastating impact on health care access for Hennepin County residents and regional and statewide health systems; and

WHEREAS, the County faces a real risk of financial impacts, including a need to increase the property tax levy, if further financial support from the County is requested or required to sustain HHS, especially given current uncertainty regarding state and federal funding streams, and given the County's need to sustain funding for current County operations and services; and

WHEREAS, the HHS task force and board have been working diligently to prepare and propose a recommended 2026 budget for the County Board's review and approval under Minnesota Statutes section 383B.908; and

WHEREAS, in order to exercise its statutory oversight powers in an effective, informed and fiscally responsible

manner, the County Board intends to be actively involved in decision making regarding HHS's current financial crisis, implementing any turnaround strategies, and developing a long-term vision for HHS's viability and vitality, in order to take into account what is needed to support core HHS functions as well as core County functions, without unreasonable burdens on county residents and taxpayers

Resolution:

BE IT RESOLVED, pursuant to Minn. Stat. 383B.908, subd. 7, the County Board hereby removes the entire corporate board of Hennepin Healthcare System, Inc., in order to resume interim management of its subsidiary corporation HHS, including the Hennepin County Medical Center; and

BE IT FURTHER RESOLVED, the County Board affirms the subsidiary corporate structure of HHS, and remains committed to working with HHS leadership and staff during this transition to ensure operational continuity and to develop and implement a strategy that brings financial stability to the health care system, ensuring that residents across Hennepin County and the State of Minnesota can continue to access high-quality health care services; and

BE IT FURTHER RESOLVED, that the County Board recognizes the dedication and hard work of HHS employees at all levels and vocations, and their importance to delivering healthcare services to Minnesota residents; and

BE IT FURTHER RESOLVED, the County Board expresses appreciation for the time, service and dedication of HHS board members; and

BE IT FURTHER RESOLVED, the County Board directs the County Administrator to prepare recommendations regarding any necessary transition plan, including a transition team, any needed staff or consultants, communications plan, meeting dates through 2025, as well as any other recommendations; and

BE IT FURTHER RESOLVED, the County Board will hold a special meeting to discuss business related to HHS with the County Administrator and the HHS CEO along with any other invited County or HHS staff, including members of the HHS executive leadership team or the proposed transition team, on August 12, 2025, and will consider a motion to close the meeting to the public under Minnesota Statutes 383B.217, subd. 7 and 383B.917.

Background:

If approved by a super-majority, this county board action will remove the HHS corporate board. This action does not unwind the current parent-subsiary corporate structure. Hennepin Healthcare System, Inc., will continue to exist as a public corporation and as a subsidiary of Hennepin County. There is no immediate change to HHS's corporate status and no disruption to HHS's existing contractual and financial obligations (including HHS's collective bargaining agreements).

By removing the HHS corporate board, the County Board will step into the role of the governing board, and this means the County Board will resume management of HHS, including HCMC. This county board action makes no other changes to the management or organizational structure of HHS, and so - subject to future actions by the county board - the current structure of HHS will otherwise remain in place, with the HHS CEO reporting to the county board as the governing body of HHS.

By resuming management of HHS, the County Board will take a more direct oversight role on HHS's

management and operations, including any financial turnaround strategy. The County Board will also have more direct access to information that may be needed to assess any request or need for County financial support, as well as more direct control regarding financial priorities and expenditures.

By exercising this reserved power (rather than its reserved powers to dissolve or reorganize HHS), the County Board can be more actively engaged in the short term, while addressing the current financial crisis. Once HHS is stabilized, the County Board can consider other options for the future governance or structure of HHS.

As historical background, the Hennepin County Medical Center previously operated as a department of Hennepin County, with the head of the hospital reporting up through the County organizational structure and ultimately to the County Board. In 2003, the County Board began evaluating whether a different governance structure could maximize HCMC's operations, preserve its long-term financial viability, and preserve its public mission, with assistance from a Governance Task Force (Resolution 03-4-132R1), and then a Transition Committee (Resolution 04-6-293R2).

In 2003, the County Board's Governance Task Force recommended creation of a new, not-for-profit corporation with its own board, with an expectation that the corporation would be financially self-sustaining. The Governance Task Force further recommended that the County Board retain ownership of HCMC's assets as well as reserved powers to remove the corporate board and resume management.

In 2004, the County Board's Transition Committee recommended that the County seek legislation to create a public benefit corporation as a subsidiary of the County, with an expectation that the corporation would achieve a sustainable positive operating margin within five years and be able to finance its own capital expenditures, with a culture of quality, performance, and accountability. The Transition Committee further recommended that the County Board would continue to decide important public policy matters and critical financial decisions relating to the health system, and similar to the Governance Task Force, the Transition Committee recommended that the County Board retain reserved powers to remove the corporate board and resume control.

In 2004 (Resolution 04-12-680 R1), the County Board voted to adopt the report of the Transition Committee, and to authorize county staff to seek legislation to implement the findings. In 2005, the Minnesota Legislature enacted enabling legislation for the creation of Hennepin Healthcare System, Inc., including several reserved powers for the County Board, and specifically including this reserved power to remove the corporate board and resume management.

Effective January 2007, HHS began to operate as a subsidiary public corporation of Hennepin County. Since 2007, the County Board has performed its statutory oversight role in the parent-subsidary relationship in several ways:

- Conducting quarterly briefings with HHS to receive information regarding its mission, programs and initiatives, and financial condition, Minn. Stat. 383B.217
- Approving HHS's annual budget, Minn. Stat. 383B.908, subd. 5
- Approving certain changes in HHS bylaws, Minn. Stat. 383B.906
- Appointing slates of candidates to the HHS board, Minn. Stat. 383B.903, subd. 3
- Appointing 2 county commissioners to serve as HHS board members, Minn. Stat. 383B.903, subd. 1
- Approving HHS's health services plan, including HHS's coordination with the County on providing health-related services to county residents, Minn. Stat. 383B.918
- Conducting an independent audit of HHS's finances, Minn. Stat. 383B.908, subd. 5
- Holding the lease on real property used by HHS, Minn. Stat. 383B.913
- Issuing bonds to finance capital improvements to property used by HHS, Minn. Stat. 383B.916
- Providing HHS with the opportunity to participate in cooperative purchasing, Minn. Stat. 383B.921, subd. 2

- Providing HHS with legal counsel, Minn. Stat. 383B.922
- Providing HHS with the opportunity to participate in the County's self-insurance programs, Minn. Stat. 383B.923
- Paying for health care and related services to county residents, Minn. Stat. 383B.928

As noted above, HHS has experienced recurring operating losses in recent years. Since late 2023, the County Board has taken several additional actions to better understand current trends and challenges at HHS relating to its management, operations and finances. The County Board retained a consultant to conduct an independent financial analysis and review, developed a new HHS financial dashboard for County Board briefings, increased the number of County Board briefings on HHS, and appointed an additional county commissioner to serve on the HHS board's finance committee. These actions provided the County Board with more information about HHS's challenges, but the financial trends have not improved.

This proposed action is the next step to deepen the County Board's involvement in critical decisions at its subsidiary health system, given its current crisis and the potential impact on both the hospital and the county as a whole.

Recommendation from County Administrator: Recommend Approval

MINNESOTA

Board Action Request

25-0324

Item Description:

Amend line of succession in the Hennepin County Emergency Plan and line of succession for non-emergency situations

WHEREAS:

WHEREAS, a succession plan ensures business continuity in the event that key employees are unavailable during critical situations, and

WHEREAS, pursuant to Resolution 16-0095, Hennepin County adopted an administrative succession plan for emergencies and for administrative actions; and

WHEREAS, the Hennepin County leadership structure has been updated with new positions.

Resolution:

BE IT RESOLVED, that the Hennepin County Emergency Plan be amended to reflect the following line of succession for use in emergency situations, effective August 12, 2025:

1. County Administrator
2. Deputy County Administrator - Law, Safety & Justice; Operations; and Resident Services lines of business
3. Deputy County Administrator - Health, Human Services; and Disparity Elimination lines of business
4. Assistant County Administrator, Law, Safety & Justice
5. Assistant County Administrator, Operations
6. Assistant County Administrator, Public Works

BE IT FURTHER RESOLVED, that the administrative line of succession for use in nonemergency situations be amended effective August 12, 2025 as follows:

1. County Administrator
2. Deputy County Administrator -Law, Safety & Justice; Operations; and Resident Services lines of business
3. Deputy County Administrator - Health, Human Services, and Disparity Elimination lines of business
4. Assistant County Administrator, Law, Safety & Justice
5. Assistant County Administrator, Operations
6. Assistant County Administrator, Public Works

Background:

Resolution 02-48R1 established a succession plan for emergency and non-emergency situations.

Resolution 09-0437 updated the plan to eliminate several positions which were no longer used in the organizational structure.

Resolution 16-0095, again updated the plan to accurately reflect organizational alignment, structure and position classifications.

The line of succession is reviewed on a regular basis and updated as needed, in parallel with the non-emergency line of succession.

Recommendation from County Administrator: Recommend Approval