

Downtown Building Rehabilitation Program Description



The Downtown Building Rehabilitation Program (DBR) is designed to help aid in financing code compliant construction and remodeling projects on main streets in downtowns. The DBR Program will support and provide 1/3 project cost up to \$50,000 in eligible expenses. Up to 10% of awarded grant funding may be utilized for professional services such as an architect or engineer. A \$500.00 application fee will be required to participate in this program and will be processed at the time of project closing. Total program funding is yet to be determined.

Eligible Projects

- Private & Nonprofit building owners and tenants
- Funding must be used to address code compliant construction upgrades.
- Confirmation that the project has not started construction.

- Demonstration of matching funds
- Building must be on a main street in a downtown area
- One project per program year

Code Compliant Eligible Costs

- General Construction
- Electrical
- Plumbing

- Elevator ADA
- Mechanical

- Sprinklers
- Housing Rehabilitation Lead & Asbestos Removal

Applicants are required to provide the following to be considered for funding:

- Downtown Building Rehabilitation Program Application
- Prevailing wage estimates/bids from selected contractors

Eligible applications will be prioritized based on the following: Building is prominent or historically significant (1 point), Building is highly visible on the main street in a downtown area (1 point), Code compliance issues are clearly identified (1 point), Project will support business expansion or retention (1 point), Project will bring a building back into use, expand the use of a building or retain a business that is in jeopardy of vacating a building (1 point), Current prevailing wage estimates submitted with application (2 points), and applicant is ready to begin within 30 days of application submittal (1 point).

Staff from AEOA will be responsible for:

- Initial site visit inspection photo documentation and collection of application fee
- Pre-construction conferences with the business representative(s) and Contractor(s) to award the project(s)
- Final inspection of the completed project

One third of the project up to \$50,000 maximum payment will be paid in full to the awarded contractor(s) from AEOA when all documents are completed, and the project is final inspected. It is the contractor(s) responsibility to invoice AEOA as well as the building owner. The building owner is responsible for paying the additional amount of the total project to the contractor with proof prior to receiving the DBR portion. If multiple measures of work are chosen and the total cost of the project is over \$150,000, the \$50,000 contribution will go towards the portion of the project that has the most impact and value to the program at AEOA and the IRRR's discretion.

Contractors will have to complete the following to move forward with the project:

- Prevailing Wage Compliance Form
- Direct Deposit Form w/voided check (applicable to new contractors)
- Liability insurance certificate for job specific projects
- Signed Warranty and Contract Agreement, Lien Waiver(s) and Sworn Construction Statement at the pre-construction conference.

If you have any additional questions, please contact me. Sincerely,

Noah Ningen AEOA - Downtown Building Rehabilitation 2900 E Beltline STE #9 Hibbing, MN 55746 218.780.8061 noah.ningen@aeoa.org

Downtown Building Rehabilitation Program

Eligibility

- 1. Private businesses, nonprofits, and tribal units of government
 - a. Tenants are eligible with written consent from the property owner.
 - b. City Economic Development Authorities (EDA's) are eligible to apply if repurposing a vacant building for business development.
- 2. Demonstration of matching funding.
 - a. Must submit a document from bank or other loan/grant program showing matching funding is available.
- 3. Funding must be used to address code compliance construction upgrades.
 - a. Must submit a description of how work will address code issues.
- 4. The building must be located on a main street in a downtown area.
 - a. Applications not on the Main Street in a downtown area will be reviewed on a case-by-case basis and eligible to apply contingent upon:
 - i. Additional funds available.
 - ii. Being located in a commercial business corridor.
- 5. Confirmation project (or project phase) has not started construction.
 - a. AEOA will conduct an initial site visit and document with photos.
 - b. Agency reserves the right to award grants to projects which have started but an inspection must occur prior to construction to ensure eligibility and document existing conditions.
- 6. One project per applicant per year.
 - a. If more than one project per year is proposed, it will be determined on a case-by-case basis with approval by the grant administrator prior to the project beginning.

Downtown Building Rehabilitation Prioritization

- 1. Building is prominent or historically significant (1 point).
- 2. The building is highly visible on the Main Street in a downtown area (1 point).
- 3. Code compliance issues are clearly identified (1 point).
- 4. Project will support business expansion or retention (1 point).
- 5. Project will bring a building back into use, expand the use of a building or retain a business that is in jeopardy of vacating a building (1 point).
- 6. Readiness is demonstrated, including but not limited to the following: (2 points total)
- 7. Current bids submitted with application.
- 8. Ready to begin within 90 days of application submittal.

How it Works

- 1. Submit your DBR application, release, supporting documents and current prevailing wage compliant bids to AEOA for review. \$500,000 has been allocated to the program.
- 2. If approved, AEOA will contact you and schedule a site visit, take photo documentation of the property, verify if the project is viable, discuss the program more thoroughly and collect the application fee of \$500.00. If declined AEOA will submit an email explaining the reason.

*** Prior to Starting the Project ***

Applicant Responsibilities

- 1. AEOA conducts bid review with the applicant and AEOA verifies contractor requirements such as being licensed and/or registered to include having liability insurance are met.
- 2. AEOA, the applicant and contractor(s) will perform a pre-construction conference. At this conference both parties will complete the warranty agreement and proceed to work documents.

Downtown Building Rehabilitation Program

- 3. The applicant must have their banker or lender supply AEOA with a 2/3 (or specific amount) funding verification email or letter for their portion of the project to include award letters from leverage funding sources. Supplying this documentation with your application is encouraged for application scoring purposes.
- 4. The Application (or AEOA) will hang the provided "This project made possible through taxes paid by Minnesota's Mining Industry" sign in public view.

Contractor Responsibilities

- 1. Contractor to complete the AEOA provided direct deposit form for their 1/3 (or specific amount) electronic payment to include a voided check in association with the bank account information.
- 2. Contractor to provide current liability insurance certificate made out to AEOA.
- 3. Contractor to complete the AEOA provided completed 'Sworn Construction Statement'.

*** When the above documents have been completed and provided to AEOA, the project may start ***

AEOA's Responsibility after Project Awarding

- 1. AEOA will process the \$500 application fee.
- 2. AEOA will collect contractor's lien waiver, final invoice, and prevailing wage compliance form(s) when completed.
- 3. AEOA will complete the final inspection for the work that was awarded to the specific contractor. The applicant, contractor, and AEOA will need to sign the complete certificate for the contractor payment.
- 4. AEOA will electronically deposit the award grant amount directly to the awarded contractor. If you have any additional questions, please contact me.

Sincerely,

Noah Ningen AEOA – Downtown Building Rehabilitation Program 2900 E Beltline STE #9 Hibbing, MN 55746 218.780.8061 noah.ningen@aeoa.org



Downtown Building Rehabilitation Program Application



Business Name:	# of Employees at this location:
Property Address:	Tax Parcel #
City:	
	Phone:
Contact Email Address:	Fax:
Property Owner Name:	Phone:
Property Owner Signature:* Electronic signature will be represented by typing full, legal name in the specified sign	Date:
What type of facility is this building?	Is it mixed use?
Are there current residential rental units within building	g? If so, how many?
How many stories above ground is your building?	Is your building vacant?
Do you have a lease agreement pending rehabilitation?	If so, who/what?
	he building registered with state or national historical?
Do you have a business plan? If yes, attach to	o application.
How will you project bring a building back into use?	
How will your project impact the community?	
How will your project impact the region?	
If applicable, note impact to job creation and retention:	
What building codes are currently in violation?	
List any building accessibility concerns?	







Downtown Building Rehabilitation Program Application



Are you ready to start the project within 90 days?	Estimated construction start date?
Current prevailing wage compliant	estimates are due with application submission
Have you applied for other grants? If so, list lenders and amounts: \$	
Have these grants been committed or awarded?	\$
Anticipated date of construction:	\$
Have you secured a loan? If so, how much:	'\$ Where?
How much are you willing to pay out of pocket? \$	
Are you using an architect or structural engineer?	
List items you would like to repair, replace or install:	
1	6
2	7
	8
	9
	10
Submit applications to:	
Attention: Noah Ningen Mail: AEOA 2900 E. Beltline STE: #9. Hibbing, MN 55746 Email: noah.ningen@aeoa.org Fax: (218) 780.8061	
AND/OR COMMENTS SAID DURING THE BUSINESSES PROJ PROJECT FOR USE IN NEWS RELEASES AND/OR EDUCATION. TRONIC PUBLICATIONS, WEB SITES OR OTHER ELECTRON NAME AND IDENTITY MAY BE REVEALED IN DESCRIPT YOU AUTHORIZE THE USE OF TALL NEGATIVES, PRINTS, DIGITAL R	T PERMISSION FOR AEOA AND IRRR TO TAKE AND USE: TESTIMONIALS ECT AND PHOTOGRAPHS AND/OR DIGITAL IMAGES OF THE BUSINESS/AL MATERIALS. THESE MATERIALS MIGHT INCLUDE PRINTED OR ELEC-IIC COMMUNICATIONS. YOU FURTHER AGREE THAT YOUR BUSINESS IVE TEXT OR COMMENTARY IN CONNECTION WITH THE IMAGE(S). THESE IMAGES WITHOUT COMPENSATION. EPRODUCTIONS SHALL BE PROPERTY OF AEOA. fee of \$500.00 out to AEOA***
Property Owner Signature:	Date:
* Electronic signature will be represented by typing full, legal name in the specified signature	re box and I agree that my electronic signature is the legally binding equivalent to my handwritten signature.





DOWNTOWN BUILDING REHABILITATION

Availability:

The FY26 Downtown Building Rehabilitation (DBR) program is available in all of Lake and Cook Counties, most of St. Louis County and Itasca County and portions of Koochiching, Aitkin and Crow Wing Counties. Please see the program service area map under DBR downloads or visit the Iron Range Resources & Rehabilitation website for a detailed service area map link: http://mn.gov/irrrb/about-us/who-we-serve/

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THE FIRST ROUND FY26 DBR APPLICATION DEADLINE IS AUGUST 1ST. WE ENCOURAGE BUSINESSES TO APPLY AT ANYTIME FOR A CHANCE TO RECEIVE A DBR GRANT. THERE IS ZERO RISK. THE NEXT APPLICATION REVIEW WILL BE HELD IN 2-3 MONTHS. WORK CANNOT BEGIN PRIOR TO APPROVAL AND SITE INSPECTION



Contact:

Noah Ningen 2900 E. Beltline STE: #9 Hibbing, MN. 55746 Phone: 218-780-8061

Email: noah.ningen@aeoa.org

Arrowhead Economic Opportunity Agency