

## FOR IMMEDIATE RELEASE City of Duluth Communications Office

411 West First Street, Duluth, Minnesota 55802 218-730-5230 | www.duluthmn.gov | Don Ness, Mayor

For more information contact Pakou Ly, Public Information Coordinator 218-730-5309 or Amy Norris, Public Information Coordinator 218-730-4312

DATE: 06/27/2012

SUBJECT: Duluth receives over \$1 million in clean up grants to advance redevelopment projects

BY: Pakou Ly, Public Information Coordinator

## Duluth receives over \$1 million in clean up grants to advance redevelopment projects

[Duluth, MN] – Duluth has been awarded two clean up grants totaling over \$1 million to leverage \$34 million in private investment, create up to 95 jobs, and increase the local tax base by \$700,000. The Minnesota Department of Employment and Economic Development (DEED) has awarded the City of Duluth and the Duluth Economic Development Authority two clean up grants for a mixed used development in the Duluth East Hillside and the Pier B redevelopment project along the waterfront.

The City of Duluth was awarded \$145,350 in clean up funds for a .64-acre site contaminated with petroleum. Previous uses on the site included a gas station, auto repair shop, offices and residential space. The site will be redeveloped into a three-story 12,000-square-foot mixed-use building that will provide space for retail, office and rental housing. The new development will create 10 jobs, retain four jobs, increase the tax base by \$22,779 and attract \$2.8 million in private investment.

"Now, more than ever, Duluth needs to create economic growth and private investment. Our local economy has already taken a hit due to the flood, projects like this will assist in the recovery. We are so thankful for the continued partnership with Minnesota DEED," said Mayor Don Ness.

The second grant of \$999,000 was awarded to the Duluth Economic Development Authority for clean up of the 5.8 acre Lafarge cement site which is contaminated with metals, benzo(a)pyrene, diesel range organics and concrete dust. The land was originally a marsh until it was filled in during the 1870's. Previous uses on the site include a paint and oil warehouse, scrap yard, cold storage, rail yard and cement storage/shipping facility. The site will be redeveloped into a mixed use waterfront project totaling nearly 110,000 square feet, including a hotel, restaurant, specialty stops, recreation facilities and condominiums. The new development will create 85 jobs and increase the local tax base by \$682,455. Pier B investment group is investing \$31.5 million in private investments.

Duluth is among 15 clean up grant recipients throughout the state and was awarded the largest grant amount. Over the past 10 years, Duluth has successfully obtained over \$7.2 in clean up grants from Minnesota DEED.