

SENATE
STATE OF MINNESOTA
EIGHTY-EIGHTH LEGISLATURE

S.F. No. 1612

(SENATE AUTHORS: STUMPF and Scalze)

DATE	D-PG	OFFICIAL STATUS
04/17/2013	1967	Introduction and first reading Referred to Finance

A bill for an act
relating to capital improvements; authorizing spending to acquire and better
public land and buildings and other improvements of a capital nature with
certain conditions; authorizing the sale of state bonds; modifying previous
appropriations; appropriating money; amending Minnesota Statutes 2012,
sections 16A.641, subdivision 4a; 462A.36, subdivision 1; 462A.37, subdivision
1, by adding subdivisions; Laws 2008, chapter 152, article 2, section 6; Laws
2009, chapter 93, article 1, section 22, as amended; Laws 2011, First Special
Session chapter 12, section 10.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

The sums shown in the column under "Appropriations" are appropriated from the
bond proceeds fund, or another named fund, to the state agencies or officials indicated,
to be spent for public purposes. Appropriations of bond proceeds must be spent as
authorized by the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire
and better public land and buildings and other public improvements of a capital nature, or
as authorized by the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j),
or article XIV. Unless otherwise specified, money appropriated in this act for a capital
program or project may be used to pay state agency staff costs that are attributed directly
to the capital program or project in accordance with accounting policies adopted by the
commissioner of management and budget. Unless otherwise specified, the appropriations
in this act are available until the project is completed or abandoned subject to Minnesota
Statutes, section 16A.642.

SUMMARY

<u>University of Minnesota</u>	\$	<u>71,667,000</u>
<u>Minnesota State Colleges and Universities</u>		<u>89,294,000</u>
<u>Minnesota State Academies</u>		<u>2,260,000</u>

2.1	<u>Natural Resources</u>	<u>45,490,000</u>
2.2	<u>Pollution Control Agency</u>	<u>4,100,000</u>
2.3	<u>Zoological Garden</u>	<u>10,000,000</u>
2.4	<u>Administration</u>	<u>126,680,000</u>
2.5	<u>Military Affairs</u>	<u>5,000,000</u>
2.6	<u>Transportation</u>	<u>56,330,000</u>
2.7	<u>Metropolitan Council</u>	<u>4,000,000</u>
2.8	<u>Human Services</u>	<u>54,811,000</u>
2.9	<u>Veterans Affairs</u>	<u>57,785,000</u>
2.10	<u>Corrections</u>	<u>48,881,000</u>
2.11	<u>Iron Range Resources and Rehabilitation</u>	<u>4,500,000</u>
2.12	<u>Employment and Economic Development</u>	<u>116,500,000</u>
2.13	<u>Public Facilities Authority</u>	<u>45,730,000</u>
2.14	<u>Housing Finance Agency</u>	<u>10,000,000</u>
2.15	<u>Bond Sale Expenses</u>	<u>750,000</u>
2.16	<u>TOTAL</u>	<u>\$ 753,778,000</u>
2.17	<u>Bond Proceeds Fund (General Fund Debt Service)</u>	<u>674,999,000</u>
2.18	<u>Bond Proceeds Fund (User Financed Debt Service)</u>	<u>33,779,000</u>
2.19	<u>State Transportation Fund</u>	<u>45,000,000</u>
2.20		<u>APPROPRIATIONS</u>
2.21	Sec. 2. <u>UNIVERSITY OF MINNESOTA</u>	
2.22	Subdivision 1. <u>Total Appropriation</u>	<u>\$ 71,667,000</u>
2.23	<u>To the Board of Regents of the University</u>	
2.24	<u>of Minnesota for the purposes specified in</u>	
2.25	<u>this section.</u>	
2.26	Subd. 2. <u>Higher Education Asset Preservation</u>	
2.27	<u>and Replacement (HEAPR)</u>	<u>15,000,000</u>
2.28	<u>To be spent in accordance with Minnesota</u>	
2.29	<u>Statutes, section 135A.046.</u>	
2.30	Subd. 3. <u>Tate Physics Laboratory Renovation</u>	<u>56,667,000</u>
2.31	<u>To design, construct, restore, furnish, and</u>	
2.32	<u>equip a major renovation of the Tate Physics</u>	
2.33	<u>Laboratory Building on the university's</u>	
2.34	<u>Minneapolis campus.</u>	
2.35	Subd. 4. <u>University Share</u>	

3.1 Except for Higher Education Asset
 3.2 Preservation and Replacement (HEAPR)
 3.3 under subdivision 2, the appropriations in this
 3.4 section are intended to cover approximately
 3.5 two-thirds of the cost of each project. The
 3.6 remaining costs must be paid from university
 3.7 sources.

3.8 **Subd. 5. Unspent Appropriations**

3.9 Upon substantial completion of a project
 3.10 authorized in this section and after written
 3.11 notice to the commissioner of management
 3.12 and budget, the Board of Regents must use
 3.13 any money remaining in the appropriation
 3.14 for that project for HEAPR under Minnesota
 3.15 Statutes, section 135A.046. The Board
 3.16 of Regents must report by February 1 of
 3.17 each even-numbered year to the chairs of
 3.18 the house of representatives and senate
 3.19 committees with jurisdiction over capital
 3.20 investment and higher education finance, and
 3.21 to the chairs of the house of representatives
 3.22 Ways and Means Committee and the senate
 3.23 Finance Committee, on how the remaining
 3.24 money has been allocated or spent.

3.25 **Sec. 3. MINNESOTA STATE COLLEGES**
 3.26 **AND UNIVERSITIES**

3.27 **Subdivision 1. Total Appropriation** **\$ 89,294,000**

3.28 To the Board of Trustees of the Minnesota
 3.29 State Colleges and Universities for the
 3.30 purposes specified in this section.

3.31 **Subd. 2. Higher Education Asset Preservation**
 3.32 **and Replacement (HEAPR)** **35,000,000**

3.33 To be spent in accordance with Minnesota
 3.34 Statutes, section 135A.046.

4.1	<u>Subd. 3. Central Lakes College - Staples</u>	<u>3,440,000</u>
4.2	<u>To design, reconfigure, renovate, furnish,</u>	
4.3	<u>and equip the main campus to improve</u>	
4.4	<u>overall space utilization, efficiency, and</u>	
4.5	<u>sustainability of academic programs.</u>	
4.6	<u>Subd. 4. Metropolitan State University</u>	<u>32,516,000</u>
4.7	<u>To complete design of and to construct,</u>	
4.8	<u>furnish, and equip a new science building</u>	
4.9	<u>with related laboratories, classrooms, and</u>	
4.10	<u>related space.</u>	
4.11	<u>Subd. 5. Minnesota State Community and</u>	
4.12	<u>Technical College - Moorhead</u>	<u>5,210,000</u>
4.13	<u>To design, construct, furnish, and equip new</u>	
4.14	<u>laboratory space at the Moorhead campus</u>	
4.15	<u>for two large technical labs focused on the</u>	
4.16	<u>diesel technology program, and to design,</u>	
4.17	<u>renovate, furnish, and equip space vacated</u>	
4.18	<u>by the school's old diesel program.</u>	
4.19	<u>Subd. 6. Rochester Community and Technical</u>	
4.20	<u>College</u>	<u>900,000</u>
4.21	<u>To design the renovation of classroom space</u>	
4.22	<u>in Plaza and Memorial Halls.</u>	
4.23	<u>Subd. 7. Winona State University</u>	<u>5,828,000</u>
4.24	<u>To design, renovate, remodel, furnish, and</u>	
4.25	<u>equip classrooms to introduce advanced</u>	
4.26	<u>teaching and evaluation techniques for</u>	
4.27	<u>teachers and school personnel.</u>	
4.28	<u>Subd. 8. Systemwide Science, Technology,</u>	
4.29	<u>Engineering, and Math Initiatives</u>	<u>2,700,000</u>
4.30	<u>To design, renovate, furnish, and equip</u>	
4.31	<u>science laboratories and classrooms at</u>	
4.32	<u>one or more of the following campuses:</u>	
4.33	<u>Century College, Minnesota State University</u>	
4.34	<u>Moorhead, and the Northeast Higher</u>	

5.1 Education campuses of Itasca Community
 5.2 College and Mesabi Range Community and
 5.3 Technical College, Eveleth.

5.4 Campuses may use internal and nonstate
 5.5 money to increase the size of the projects.

5.6 Subd. 9. **Systemwide Energy Occupations**
 5.7 **Initiative**

3,700,000

5.8 To design, construct, furnish, and equip
 5.9 classroom space at multiple system campuses
 5.10 to provide the training and education needed
 5.11 for graduates to work in electrical utilities,
 5.12 energy industries, and alternative energy
 5.13 fields.

5.14 Subd. 10. **Debt Service**

5.15 (a) Except as provided in paragraph (b), the
 5.16 board shall pay the debt service on one-third
 5.17 of the principal amount of state bonds sold to
 5.18 finance projects authorized by this section.

5.19 After each sale of general obligation bonds,
 5.20 the commissioner of management and budget
 5.21 shall notify the board of the amounts assessed
 5.22 for each year for the life of the bonds.

5.23 (b) The board need not pay debt service
 5.24 on bonds sold to finance higher education
 5.25 asset preservation and replacement. Where a
 5.26 nonstate match is required, the debt service is
 5.27 due on a principal amount equal to one-third
 5.28 of the total project cost, less the match
 5.29 committed before the bonds are sold.

5.30 (c) The commissioner of management and
 5.31 budget shall reduce the board's assessment
 5.32 each year by one-third of the net income
 5.33 from investment of general obligation bond
 5.34 proceeds in proportion to the amount of
 5.35 principal and interest otherwise required to

6.1 be paid by the board. The board shall pay its
6.2 resulting net assessment to the commissioner
6.3 of management and budget by December
6.4 1 each year. If the board fails to make
6.5 a payment when due, the commissioner
6.6 of management and budget shall reduce
6.7 allotments for appropriations from the
6.8 general fund otherwise available to the board
6.9 and apply the amount of the reduction to
6.10 cover the missed debt service payment. The
6.11 commissioner of management and budget
6.12 shall credit the payments received from the
6.13 board to the bond debt service account in
6.14 the state bond fund each December 1 before
6.15 money is transferred from the general fund
6.16 under Minnesota Statutes, section 16A.641,
6.17 subdivision 10.

6.18 Subd. 11. **Unspent Appropriations**

6.19 (a) Upon substantial completion of a project
6.20 authorized in this section and after written
6.21 notice to the commissioner of management
6.22 and budget, the board must use any money
6.23 remaining in the appropriation for that
6.24 project for higher asset preservation and
6.25 replacement (HEAPR) under Minnesota
6.26 Statutes, section 135A.046. The Board
6.27 of Trustees must report by February 1 of
6.28 each even-numbered year to the chairs of
6.29 the house of representatives and senate
6.30 committees with jurisdiction over capital
6.31 investment and higher education finance, and
6.32 to the chairs of the house of representatives
6.33 Ways and Means Committee and the senate
6.34 Finance Committee, on how the remaining
6.35 money has been allocated or spent.

7.1 (b) The unspent portion of an appropriation
 7.2 for a project in this section that is complete
 7.3 is available for higher education asset
 7.4 preservation and replacement under this
 7.5 subdivision, at the same campus as the
 7.6 project for which the original appropriation
 7.7 was made and the debt service requirement
 7.8 under subdivision 10 is reduced accordingly.
 7.9 Minnesota Statutes, section 16A.642, applies
 7.10 from the date of the original appropriation to
 7.11 the unspent amount transferred.

7.12 Sec. 4. **MINNESOTA STATE ACADEMIES**

7.13 **Subdivision 1. Total Appropriation** **\$ 2,260,000**

7.14 To the commissioner of administration for
 7.15 the purposes specified in this section.

7.16 **Subd. 2. Asset Preservation** **1,000,000**

7.17 To the commissioner of administration for
 7.18 asset preservation on both campuses of the
 7.19 academies, to be spent in accordance with
 7.20 Minnesota Statutes, section 16B.307.

7.21 **Subd. 3. New Student Dormitory** **810,000**

7.22 To complete design work on a new student
 7.23 dormitory on the Faribault campus.

7.24 **Subd. 4. Frechette Hall, Scout Cabin, and**
 7.25 **Laundry Building Demolition** **450,000**

7.26 To complete design, perform hazardous
 7.27 materials abatement, and to demolish
 7.28 Frechette Hall, the scout cabin, and the old
 7.29 laundry building on the Minnesota State
 7.30 Academy for the Deaf campus, dispose of
 7.31 any hazardous materials, and fill the site.

7.32 Sec. 5. **NATURAL RESOURCES**

7.33 **Subdivision 1. Total Appropriation** **\$ 45,490,000**

8.1 To the commissioner of natural resources for
 8.2 the purposes specified in this section.

8.3 The appropriations in this section are
 8.4 subject to the requirements of the natural
 8.5 resources capital improvement program
 8.6 under Minnesota Statutes, section 86A.12,
 8.7 unless this section or the statutes referred
 8.8 to in this section provide more specific
 8.9 standards, criteria, or priorities for projects
 8.10 than Minnesota Statutes, section 86A.12.

8.11 Subd. 2. **Natural Resources Asset Preservation** 23,490,000

8.12 For the renovation of state-owned facilities
 8.13 and recreational assets operated by the
 8.14 commissioner of natural resources, to be
 8.15 spent in accordance with Minnesota Statutes,
 8.16 section 84.946. The commissioner may
 8.17 use this appropriation to replace buildings
 8.18 if, considering the embedded energy in the
 8.19 building, that is the most energy-efficient and
 8.20 carbon-reducing method of renovation.

8.21 Subd. 3. **Flood Hazard Mitigation** 15,000,000

8.22 For the state share of flood hazard
 8.23 mitigation grants for publicly owned capital
 8.24 improvements to prevent or alleviate flood
 8.25 damage under Minnesota Statutes, section
 8.26 103F.161.

8.27 The commissioner shall determine project
 8.28 priorities based on need and, to the extent
 8.29 possible, address needs in the Moorhead area
 8.30 first.

8.31 For any project under this subdivision that
 8.32 does not expend all the money allocated to it,
 8.33 the commissioner may allocate that project's

9.1 money to a project on the commissioner's
 9.2 priority list.

9.3 To the extent that the cost of a project
 9.4 exceeds two percent of the median household
 9.5 income in the municipality multiplied by the
 9.6 number of households in the municipality,
 9.7 this appropriation is also for the local share
 9.8 of the project.

9.9 **Subd. 4. State Forest Land Restoration** **3,000,000**

9.10 To increase reforestation activities to meet
 9.11 the reforestation requirements of Minnesota
 9.12 Statutes, section 89.002, subdivision 2,
 9.13 including planting, seeding, site preparation,
 9.14 and timber stand improvement.

9.15 **Subd. 5. State Parks and Trails Development** **4,000,000**

9.16 For design, development, construction, and
 9.17 renovation of buildings and recreational
 9.18 infrastructure in state parks and state trails.

9.19 **Subd. 6. Unspent Appropriations**

9.20 The unspent portion of an appropriation for
 9.21 a project in this section that is complete,
 9.22 other than an appropriation for flood
 9.23 hazard mitigation, upon written notice
 9.24 to the commissioner of management and
 9.25 budget, is available for asset preservation
 9.26 under Minnesota Statutes, section 84.946.
 9.27 Minnesota Statutes, section 16A.642, applies
 9.28 from the date of the original appropriation
 9.29 to the unspent amount transferred for asset
 9.30 preservation.

9.31 **Sec. 6. POLLUTION CONTROL AGENCY**

9.32 **Subdivision 1. Total Appropriation** **\$ 4,100,000**

10.1 To the Pollution Control Agency for the
 10.2 purposes specified in this section.

10.3 Subd. 2. **Capital Assistance Program** 3,100,000

10.4 For the solid waste capital assistance grants
 10.5 to local governments for the construction of
 10.6 solid waste resource recovery facilities under
 10.7 Minnesota Statutes, section 115A.54.

10.8 Subd. 3. **Storm Water Program** 1,000,000

10.9 For grants to cities for removal of sediments
 10.10 from constructed storm water ponds under
 10.11 Minnesota Statutes, section 115A.0716.

10.12 Eligible municipalities may apply for grant
 10.13 assistance of up to \$250,000 per pond, and
 10.14 the grants must require a 50 percent match
 10.15 from nonstate funding sources. Preference
 10.16 will be given to projects that: are currently
 10.17 listed on the clean water project priority list
 10.18 under Minnesota Rules, part 7077.0113;
 10.19 alleviate a threat of flooding to residential
 10.20 properties and business; and provide direct
 10.21 water quality benefits to an impaired water,
 10.22 or where the municipality has implemented
 10.23 measures to reduce the future accumulation
 10.24 of contaminants that resulted in increased
 10.25 costs for the removal of the sediments.

10.26 Sec. 7. **MINNESOTA ZOOLOGICAL**
 10.27 **GARDEN**

\$ 10,000,000

10.28 To the Minnesota Zoological Garden Board
 10.29 for capital asset preservation improvements
 10.30 and betterments to infrastructure to be spent
 10.31 in accordance with Minnesota Statutes,
 10.32 section 16B.307, and to improve exhibits
 10.33 including the design, construction, and

11.1 renovation of the snow monkey exhibit and
 11.2 completing the renovation of Discovery Bay.

11.3 Sec. 8. **ADMINISTRATION**

11.4 **Subdivision 1. Total Appropriation** **\$ 126,680,000**

11.5 To the commissioner of administration for
 11.6 the purposes specified in this section.

11.7 **Subd. 2. Capital Asset Preservation and**
 11.8 **Replacement Account (CAPRA)** **2,000,000**

11.9 To be spent in accordance with Minnesota
 11.10 Statutes, section 16A.632.

11.11 **Subd. 3. Capitol Restoration** **109,000,000**

11.12 This appropriation may be used for one or
 11.13 more of the following purposes:

11.14 (1) To complete the design of, and to
 11.15 construct, repair, improve, renovate, restore,
 11.16 furnish, and equip the State Capitol Building
 11.17 and grounds; including but not limited
 11.18 to exterior stone repairs and window
 11.19 replacement; asbestos and hazardous
 11.20 materials abatement; mechanical, electrical,
 11.21 plumbing, and security systems replacement;
 11.22 general construction, including but not
 11.23 limited to demolition, site improvements, life
 11.24 safety improvements, accessibility, security,
 11.25 and telecommunications; roof replacement;
 11.26 and finish work.

11.27 (2) To predesign, design, conduct hazardous
 11.28 materials abatement, construct, repair,
 11.29 renovate, remodel, furnish, and equip
 11.30 the State Office Building, Administration
 11.31 Building, Centennial Office Building, 321
 11.32 Grove Street Buildings, and other properties
 11.33 located on the Capitol campus as determined
 11.34 by the commissioner to meet temporary and

12.1 permanent office, storage, parking, and other
 12.2 space needs occasioned by and in furtherance
 12.3 of an efficient restoration of the State Capitol
 12.4 Building and for the efficient and effective
 12.5 function of the tenants currently located in
 12.6 the State Capitol Building.

12.7 Subd. 4. **Parking Facilities** 15,680,000

12.8 To design, construct, furnish, and equip one
 12.9 or more parking facilities in the Capitol
 12.10 complex to accommodate up to 680 parking
 12.11 stalls. The bond debt will be user-financed
 12.12 from parking fees collected and deposited
 12.13 into the state parking account under
 12.14 Minnesota Statutes, section 16A.643.

12.15 Sec. 9. **MILITARY AFFAIRS**

12.16 Subdivision 1. **Asset Preservation** \$ **5,000,000**

12.17 To the adjutant general for asset preservation
 12.18 improvements and betterments of a capital
 12.19 nature at military affairs facilities statewide,
 12.20 to be spent in accordance with Minnesota
 12.21 Statutes, section 16B.307, including life
 12.22 safety improvements, correcting code
 12.23 deficiencies, and federal Americans with
 12.24 Disabilities Act (ADA) compliance activities.

12.25 Subd. 2. **Unspent Appropriations**

12.26 The unspent portion of an appropriation for
 12.27 a project under this section that has been
 12.28 completed may be used for any other purpose
 12.29 permitted under Minnesota Statutes, section
 12.30 16B.307.

12.31 Sec. 10. **TRANSPORTATION**

12.32 Subdivision 1. **Total Appropriation** \$ **56,330,000**

13.1 To the commissioner of transportation for the
 13.2 purposes specified in this section.

13.3 Subd. 2. **Local Bridge Replacement and**
 13.4 **Rehabilitation**

20,000,000

13.5 From the bond proceeds account in the state
 13.6 transportation fund to match federal money
 13.7 and to replace or rehabilitate local deficient
 13.8 bridges as provided in Minnesota Statutes,
 13.9 section 174.50. To the extent practicable,
 13.10 the commissioner shall expend the funds as
 13.11 provided under Minnesota Statutes, section
 13.12 174.50, subdivisions 6c and 7, paragraph (c).

13.13 Political subdivisions may use grants made
 13.14 under this subdivision to construct or
 13.15 reconstruct bridges, including but not limited
 13.16 to:

13.17 (1) matching federal aid grants to construct
 13.18 or reconstruct key bridges;

13.19 (2) paying the costs of preliminary
 13.20 engineering and environmental studies
 13.21 authorized under Minnesota Statutes, section
 13.22 174.50, subdivision 6a;

13.23 (3) paying the costs to abandon an existing
 13.24 bridge that is deficient and in need of
 13.25 replacement, but where no replacement will
 13.26 be made; and

13.27 (4) paying the costs to construct a road
 13.28 or street to facilitate the abandonment
 13.29 of an existing bridge determined by
 13.30 the commissioner to be deficient if the
 13.31 commissioner determines that construction
 13.32 of the road or street is more economical than
 13.33 replacement of the existing bridge.

13.34 Subd. 3. **Local Road Improvement Fund**
 13.35 **Grants**

25,000,000

14.1	<u>From the bond proceeds account in the state</u>	
14.2	<u>transportation fund as provided in Minnesota</u>	
14.3	<u>Statutes, section 174.50, for construction and</u>	
14.4	<u>reconstruction of local roads with statewide</u>	
14.5	<u>or regional significance under Minnesota</u>	
14.6	<u>Statutes, section 174.52, subdivision 4, or</u>	
14.7	<u>for grants to counties to assist in paying the</u>	
14.8	<u>costs of road safety capital improvement</u>	
14.9	<u>projects on county state-aid highways</u>	
14.10	<u>under Minnesota Statutes, section 174.52,</u>	
14.11	<u>subdivision 4a.</u>	
14.12	<u>Subd. 4. Greater Minnesota Transit</u>	<u>1,600,000</u>
14.13	<u>For capital assistance for publicly owned</u>	
14.14	<u>greater Minnesota transit systems to be used</u>	
14.15	<u>to design, construct, and equip transit capital</u>	
14.16	<u>facilities under Minnesota Statutes, section</u>	
14.17	<u>174.24, subdivision 3c.</u>	
14.18	<u>Subd. 5. Iron Range Regional Airport</u>	<u>5,000,000</u>
14.19	<u>For a grant to the Chisholm-Hibbing Airport</u>	
14.20	<u>Authority to construct, furnish, and equip</u>	
14.21	<u>improvements and betterments of a capital</u>	
14.22	<u>nature at the Iron Range Regional Airport</u>	
14.23	<u>terminal, as that project is described for</u>	
14.24	<u>purposes of grant funding received from</u>	
14.25	<u>the Federal Aviation Administration. This</u>	
14.26	<u>appropriation is not available until the</u>	
14.27	<u>commissioner has determined that at least</u>	
14.28	<u>an equal amount has been committed to the</u>	
14.29	<u>project from nonstate sources.</u>	
14.30	<u>Subd. 6. Winona - Louisa Street Extension</u>	<u>4,730,000</u>
14.31	<u>For a grant to the city of Winona to design</u>	
14.32	<u>and construct an extension of Louisa Street</u>	
14.33	<u>from Bruski Drive to Sugar Load View</u>	
14.34	<u>Road. The project includes the construction</u>	

15.1 of a bituminous bicycle and pedestrian
15.2 path to connect Winona Middle School and
15.3 Minnesota State Southeast State Technical
15.4 College. This appropriation is not available
15.5 until at least an equal amount has been
15.6 committed to the project from nonstate
15.7 sources.

15.8 Sec. 11. **METROPOLITAN COUNCIL**
15.9 **Subdivision 1. Total Appropriation** **\$ 4,000,000**

15.10 To the Metropolitan Council for the purposes
15.11 specified in this section.

15.12 **Subd. 2. Metropolitan Cities Inflow and**
15.13 **Infiltration Grants** **4,000,000**

15.14 For grants to cities within the metropolitan
15.15 area, as defined in Minnesota Statutes,
15.16 section 473.121, subdivision 2, for capital
15.17 improvements in municipal wastewater
15.18 collection systems to reduce the amount of
15.19 inflow and infiltration to the Metropolitan
15.20 Council's metropolitan sanitary sewer
15.21 disposal system. To be eligible for a grant, a
15.22 city must be identified by the Metropolitan
15.23 Council as a contributor of excessive
15.24 inflow or infiltration. Grants from this
15.25 appropriation are for up to 50 percent of the
15.26 cost to mitigate inflow and infiltration in
15.27 the publicly owned municipal wastewater
15.28 collection systems. The council must
15.29 award grants based on applications from
15.30 eligible cities that identify eligible capital
15.31 costs and include a timeline for inflow and
15.32 infiltration mitigation construction, pursuant
15.33 to guidelines established by the council.

15.34 Sec. 12. **HUMAN SERVICES**

16.1	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>54,811,000</u>
16.2	<u>To the commissioner of administration for</u>		
16.3	<u>the purposes specified in this section.</u>		
16.4	<u>Subd. 2. Minnesota Security Hospital - St.</u>		
16.5	<u>Peter</u>		<u>46,812,000</u>
16.6	<u>To provide project management and</u>		
16.7	<u>administration for phase I, and to construct,</u>		
16.8	<u>furnish, and equip phase I of a two-phase</u>		
16.9	<u>project to remodel existing, and to develop</u>		
16.10	<u>new, residential, program, activity, and</u>		
16.11	<u>ancillary facilities for the Minnesota Security</u>		
16.12	<u>Hospital on the upper campus of the St.</u>		
16.13	<u>Peter Regional Treatment Center. This</u>		
16.14	<u>appropriation includes funding to design</u>		
16.15	<u>phase II of the project. Upon substantial</u>		
16.16	<u>completion of the first phase, any unspent</u>		
16.17	<u>portion of this appropriation is available for</u>		
16.18	<u>the second phase.</u>		
16.19	<u>Subd. 3. Maplewood - Harriet Tubman Center</u>		<u>650,000</u>
16.20	<u>For a grant to the city of Maplewood to</u>		
16.21	<u>complete renovation of and equip Harriet</u>		
16.22	<u>Tubman Center East to be used as a regional</u>		
16.23	<u>safety service center for domestic violence</u>		
16.24	<u>shelter, legal services, youth programs,</u>		
16.25	<u>mental and chemical health services, and</u>		
16.26	<u>community education.</u>		
16.27	<u>Subd. 4. Minnesota Sex Offender Program -</u>		
16.28	<u>St. Peter</u>		<u>4,349,000</u>
16.29	<u>To predesign and design construction</u>		
16.30	<u>and renovation of the Bartlett, Sunrise,</u>		
16.31	<u>Tomlinson, and Green Acres buildings</u>		
16.32	<u>on the lower campus of the St. Peter</u>		
16.33	<u>Regional Treatment Center for residential,</u>		
16.34	<u>program, and administrative operations for</u>		
16.35	<u>the Minnesota Sex Offender Program. This</u>		

17.1 appropriation includes money to remodel,
 17.2 construct, furnish, and equip the first phase
 17.3 of a two-phase project to develop additional
 17.4 bed and program capacity in the Green Acres
 17.5 building. Upon completion of the predesign
 17.6 and design for construction and renovation
 17.7 of the Bartlett, Sunrise, and Tomlinson
 17.8 buildings, and the substantial completion of
 17.9 the first phase of the Green Acres project,
 17.10 any unspent portion of this appropriation is
 17.11 available for construction and renovation of
 17.12 the identified buildings.

17.13 Subd. 5. **Asset Preservation** 3,000,000

17.14 For asset preservation improvements and
 17.15 betterments of a capital nature at Department
 17.16 of Human Services facilities statewide, to be
 17.17 spent in accordance with Minnesota Statutes,
 17.18 section 16B.307.

17.19 Sec. 13. **VETERANS AFFAIRS**

17.20 Subdivision 1. **Total Appropriation** \$ 57,785,000

17.21 To the commissioner of administration
 17.22 for the purposes specified in this section.
 17.23 The commissioner must seek to maximize
 17.24 available federal funds and allocate money
 17.25 appropriated in this section so as to maximize
 17.26 the use of all available federal funding.

17.27 Subd. 2. **Asset Preservation** 3,300,000

17.28 For asset preservation improvements and
 17.29 betterments of a capital nature at veterans
 17.30 homes and cemeteries statewide, to be spent
 17.31 in accordance with Minnesota Statutes,
 17.32 section 16B.307.

17.33 Subd. 3. **Minneapolis Veterans Home Building**
 17.34 **17 South** 54,100,000

18.1 To complete the design of, perform hazardous
 18.2 materials abatement for, and demolish the
 18.3 south wing of Building 17 and adjoining
 18.4 buildings, and design, reconstruct, and
 18.5 furnish the new south wing of Building 17
 18.6 and adjoining buildings as a new skilled
 18.7 nursing building, construct a new distribution
 18.8 and service tunnel to serve buildings 6, 17
 18.9 north, and 19, and the future 17 south, and
 18.10 design, construct, and equip a network and
 18.11 server room, including installation of new
 18.12 fiber optic lines.

18.13 Subd. 4. **Veterans Homes Resident Lift System** 385,000

18.14 To purchase and install fixed asset ceiling
 18.15 lifts in resident rooms.

18.16 Sec. 14. **CORRECTIONS**

18.17 Subdivision 1. **Total Appropriation** \$ 48,881,000

18.18 To the commissioner of administration for
 18.19 the purposes specified in this section.

18.20 Subd. 2. **Asset Preservation** 10,000,000

18.21 For improvements and betterments of a
 18.22 capital nature at Minnesota correctional
 18.23 facilities statewide, in accordance with
 18.24 Minnesota Statutes, section 16B.307.

18.25 Subd. 3. **Minnesota Correctional Facility -**
 18.26 **Shakopee** 5,187,000

18.27 To design, construct, and equip a fence of
 18.28 decorative iron pickets and masonry piers
 18.29 that will provide essential components
 18.30 of effective and reliable escape detection
 18.31 and intrusion, including but not limited
 18.32 to installation of a fence protection alarm
 18.33 system, additional lighting and security
 18.34 cameras, and renovations of existing facilities

19.1 required to accommodate the technology and
 19.2 functionality of the new system.

19.3 Subd. 4. **Minnesota Correctional Facility - St.**
 19.4 **Cloud**

31,694,000

19.5 To design, construct, furnish, and equip
 19.6 a new health services unit, intake unit,
 19.7 secure vehicle sally port, loading dock, and
 19.8 warehouse; to repurpose existing spaces
 19.9 including relocating laundry, state property
 19.10 storage and distribution, and food service
 19.11 dry goods storage to spaces vacated by the
 19.12 existing loading dock and warehouse and
 19.13 intake functions; to extend and modify the
 19.14 existing internal corridor to connect the new
 19.15 and repurposed spaces; to construct a new
 19.16 security control station to manage offender
 19.17 movement through the corridor system; and
 19.18 to provide required upgrades to the existing
 19.19 facility infrastructure, including mechanical,
 19.20 electrical, and security systems.

19.21 Subd. 5. **Northeast Regional Corrections**
 19.22 **Center**

2,000,000

19.23 For a grant to Arrowhead Regional
 19.24 Corrections to design, construct, renovate,
 19.25 furnish, and equip the Northeast Regional
 19.26 Corrections Center. This appropriation is not
 19.27 available until at least an equal amount has
 19.28 been committed to the project from nonstate
 19.29 sources.

19.30 Subd. 6. **Unspent Appropriations**

19.31 The unspent portion of an appropriation for
 19.32 a project in this section that is complete,
 19.33 upon written notice to the commissioner of
 19.34 management and budget, is available for
 19.35 asset preservation under Minnesota Statutes,

20.1 section 16B.307, at the same correctional
 20.2 facility as the project for which the original
 20.3 appropriation was made. Minnesota Statutes,
 20.4 section 16A.642, applies from the date of the
 20.5 original appropriation to the unspent amount
 20.6 transferred.

20.7 **Sec. 15. IRON RANGE RESOURCES AND**
 20.8 **REHABILITATION**

\$ 4,500,000

20.9 To the commissioner of Iron Range
 20.10 resources and rehabilitation to predesign,
 20.11 design, renovate, construct, furnish, and
 20.12 equip an event center in the Giants Ridge
 20.13 Recreation Area, as defined by Minnesota
 20.14 Statutes, section 298.22, subdivision 7,
 20.15 paragraph (c). The center will provide for a
 20.16 multiuse, year-round attraction supporting
 20.17 statewide tourism and local events. Use of
 20.18 this appropriation is contingent upon the
 20.19 commissioner providing matching funds for
 20.20 the project.

20.21 **Sec. 16. EMPLOYMENT AND ECONOMIC**
 20.22 **DEVELOPMENT**

20.23 **Subdivision 1. Total Appropriation**

\$ 116,500,000

20.24 To the commissioner of employment and
 20.25 economic development for the purposes
 20.26 specified in this section.

20.27 **Subd. 2. Bloomington - Old Cedar Avenue**
 20.28 **Bridge**

7,000,000

20.29 For a grant to the city of Bloomington for
 20.30 environmental analysis and review, and to
 20.31 design, renovate, and restore, or to replace,
 20.32 the Old Cedar Avenue Bridge for bicycle
 20.33 commuters and recreational users.

20.34 **Subd. 3. Duluth - Norshore Theater**

4,950,000

21.1 For a grant to the city of Duluth to design
 21.2 and renovate the Norshore Theater including
 21.3 a skywalk connection, elevator renovation,
 21.4 a remodeled public entrance, and street and
 21.5 sidewalk improvements. This appropriation
 21.6 is not available until the commissioner has
 21.7 determined that at least an equal amount has
 21.8 been committed to the project from nonstate
 21.9 sources.

21.10 Subd. 4. **Duluth - Wade Stadium** 200,000

21.11 For a grant to the city of Duluth for planning
 21.12 and design related to renovation of the Wade
 21.13 Stadium baseball park. This appropriation
 21.14 is not available until the commissioner has
 21.15 determined that at least an equal amount has
 21.16 been committed to the project from nonstate
 21.17 sources.

21.18 Subd. 5. **Hennepin County - St. David's Center**
 21.19 **For Child and Family Development** 3,750,000

21.20 For a grant to Hennepin County to acquire
 21.21 and predesign, design, construct, furnish,
 21.22 and equip the expansion and renovation of
 21.23 the St. David's Center for Child and Family
 21.24 Development, subject to Minnesota Statutes,
 21.25 section 16A.695. The center must be used
 21.26 to promote the public welfare by providing
 21.27 early childhood education and respite care,
 21.28 children's mental health services, pediatric
 21.29 rehabilitative therapies for children with
 21.30 special needs, support services for persons
 21.31 with disabilities, foster care placement, and
 21.32 other interventions for children who are
 21.33 at risk for poor developmental outcomes
 21.34 or maltreatment. This appropriation is
 21.35 not available until the commissioner has

22.1 determined that at least an equal amount has
 22.2 been expended or dedicated from nonstate
 22.3 resources.

22.4 Subd. 6. **Mankato - Minnesota State Mankato**
 22.5 **Arena Improvements and Events Center**
 22.6 **Auditorium/Convention**

14,500,000

22.7 For a grant to the city of Mankato to design,
 22.8 construct, improve, furnish, and equip
 22.9 the Minnesota State Mankato Arena and
 22.10 to design, expand, furnish, and equip the
 22.11 adjacent Events Center Auditorium. This
 22.12 appropriation is not available until the
 22.13 commissioner has determined that at least
 22.14 an equal amount has been committed to the
 22.15 project from nonstate sources.

22.16 Subd. 7. **Minneapolis - Nicollet Mall**

20,000,000

22.17 For a grant to the city of Minneapolis
 22.18 to predesign, design, and reconstruct
 22.19 Nicollet Mall and its adjacent and related
 22.20 infrastructure in downtown Minneapolis.
 22.21 This appropriation is not available until the
 22.22 commissioner has determined that at least
 22.23 an equal amount has been committed from
 22.24 nonstate sources.

22.25 Subd. 8. **Minneapolis - Sculpture Garden**

7,000,000

22.26 For a grant to the city of Minneapolis
 22.27 to preserve and renovate the Sculpture
 22.28 Garden, including a new HVAC system and
 22.29 mechanical plant in the Cowles Conservatory,
 22.30 increased Americans with Disabilities Act
 22.31 accessibility, new irrigation and drainage
 22.32 systems, and repair or replacement of lighting
 22.33 and security, stairways, sidewalks, walkways,
 22.34 and retaining walls. This appropriation is
 22.35 not available until the commissioner has

23.1 determined that at least an equal amount has
 23.2 been committed to the project from nonstate
 23.3 sources.

23.4 Subd. 9. **Rochester - Mayo Civic Center**
 23.5 **Complex**

35,000,000

23.6 For a grant to the city of Rochester to design,
 23.7 construct, furnish, and equip the renovation
 23.8 and expansion of the Mayo Civic Center
 23.9 Complex and for related infrastructure,
 23.10 including but not limited to skyway access,
 23.11 lighting, parking, and landscaping. This
 23.12 appropriation is not available until the
 23.13 commissioner has determined that at least
 23.14 an equal amount has been committed to the
 23.15 project from nonstate sources.

23.16 Subd. 10. **St. Cloud - River's Edge Convention**
 23.17 **Center**

10,100,000

23.18 For a grant to the city of St. Cloud to
 23.19 predesign, design, construct, furnish, and
 23.20 equip an expansion of the River's Edge
 23.21 Convention Center, including a parking
 23.22 facility and pedestrian skyway connection.
 23.23 This appropriation is not available until the
 23.24 commissioner of management and budget
 23.25 has determined that at least \$10,100,000 has
 23.26 been committed to the project from nonstate
 23.27 sources. Amounts expended by the city of St.
 23.28 Cloud for project costs since July 1, 2010,
 23.29 shall count toward the matching requirement.

23.30 Subd. 11. **St. Paul - Minnesota Children's**
 23.31 **Museum**

14,000,000

23.32 For a grant to the city of St. Paul to design,
 23.33 construct, furnish, and equip an expansion
 23.34 and renovation of the Minnesota Children's
 23.35 Museum, subject to Minnesota Statutes,
 23.36 section 16A.695. The expansion and exhibit

24.1 upgrades should incorporate the latest
 24.2 research on early learning, allow for new
 24.3 state-of-the-art education facilities, and
 24.4 increase the visitor capacity of galleries and
 24.5 programming areas. This appropriation is
 24.6 not available until the commissioner has
 24.7 determined that at least an equal amount has
 24.8 been committed from nonstate sources.

24.9 Sec. 17. **PUBLIC FACILITIES AUTHORITY**

24.10 **Subdivision 1. Total Appropriation** **\$ 45,730,000**

24.11 To the Public Facilities Authority for the
 24.12 purposes specified in this section.

24.13 **Subd. 2. State Match For Federal Grants** **8,000,000**

24.14 To match federal grants for the clean water
 24.15 revolving fund under Minnesota Statutes,
 24.16 section 446A.07, and the drinking water
 24.17 revolving fund under Minnesota Statutes,
 24.18 section 446A.081.

24.19 **Subd. 3. Wastewater Infrastructure Funding**
 24.20 **Program** **20,000,000**

24.21 For grants to eligible municipalities under the
 24.22 wastewater infrastructure funding program
 24.23 under Minnesota Statutes, section 446A.072.

24.24 **Subd. 4. Big Lake Area Sanitary District** **4,500,000**

24.25 For a grant to the Big Lake Area Sanitary
 24.26 District to construct a pressure sewer system
 24.27 and force main to convey sewage to the
 24.28 Western Lake Superior Sanitary District
 24.29 connection in the city of Cloquet. This
 24.30 appropriation is not available until at least
 24.31 an equal amount has been committed to the
 24.32 project from nonstate sources.

24.33 **Subd. 5. Clara City - Street and Utility Project** **775,000**

25.1 For a grant to the city of Clara City to
 25.2 design, improve, and reconstruct local road
 25.3 to a nine-ton capacity with curb and gutter
 25.4 and to replace or extend existing water
 25.5 main, sanitary, and storm sewers. This
 25.6 appropriation is not available until at least
 25.7 an equal amount has been committed to the
 25.8 project from nonstate sources.

25.9 **Subd. 6. Fosston - Second Street Road**
 25.10 **Improvement**

400,000

25.11 For a grant to the city of Fosston to
 25.12 improve Second Street to allow for future
 25.13 development. This work would include
 25.14 removal of approximately seven blocks
 25.15 of old street, sewer and water lines, and
 25.16 replacement of sewer and water lines and
 25.17 street construction, to a nine-ton capacity.
 25.18 This appropriation is not available until at
 25.19 least an equal amount has been committed to
 25.20 the project from nonstate sources.

25.21 **Subd. 7. Maple Plain - Street and Utility Project**

930,000

25.22 For a grant to the city of Maple Plain for
 25.23 the design, removal, and reconstruction of
 25.24 two city streets including the replacement
 25.25 of aging sewer and water lines. This
 25.26 appropriation is not available until at least
 25.27 an equal amount has been committed to the
 25.28 project from nonstate sources.

25.29 **Subd. 8. Rainy Lake and Crane Lake Sanitary**
 25.30 **Sewer Projects**

8,375,000

25.31 For grants to Koochiching County, Crane
 25.32 Lake Sanitary District, or the Voyageurs
 25.33 National Park Clean Water Joint Powers
 25.34 Board to acquire land for, and to predesign,
 25.35 design, and construct new sanitary sewer

26.1 collection systems in Koochiching and St.
 26.2 Louis County. The systems shall address
 26.3 the sanitary sewer needs and projects in
 26.4 the communities surrounding Voyageurs
 26.5 National Park. This appropriation is
 26.6 not available until the commissioner of
 26.7 management and budget determines that at
 26.8 least an equal amount has been committed to
 26.9 the projects from nonstate sources.

26.10 Subd. 9. **Truman - Storm Water Project** 1,250,000

26.11 For a grant to the city of Truman to design,
 26.12 construct, and install new storm water lines
 26.13 to two areas of the city that experience
 26.14 flooding with heavy rain. This appropriation
 26.15 is not available until at least an equal amount
 26.16 has been committed to the project from
 26.17 nonstate sources.

26.18 Subd. 10. **Virginia - Infrastructure Extension** 1,500,000

26.19 For a grant to the city of Virginia for the
 26.20 design and construction for extending public
 26.21 water, sanitary sewer, and storm sewer
 26.22 infrastructure to a new industrial park, and
 26.23 the site development of that park. This
 26.24 appropriation is not available until at least
 26.25 an equal amount has been committed to the
 26.26 project from nonstate sources.

26.27 Sec. 18. **MINNESOTA HOUSING FINANCE**
 26.28 **AGENCY** \$ **10,000,000**

26.29 To the Minnesota Housing Finance Agency
 26.30 for transfer to the housing development
 26.31 fund to finance the costs of rehabilitation to
 26.32 preserve public housing under Minnesota
 26.33 Statutes, section 462A.202, subdivision
 26.34 3a. For purposes of this section, "public

27.1 housing" means housing for low-income
 27.2 persons and households financed by the
 27.3 federal government and owned and operated
 27.4 by the public housing authorities and
 27.5 agencies formed by cities and counties.
 27.6 Public housing authorities receiving a
 27.7 public housing assessment and composite
 27.8 score of 80 or above are eligible to receive
 27.9 funding. Priority must be given to proposals
 27.10 that maximize federal or local resources
 27.11 to finance the capital costs. The priority
 27.12 in Minnesota Statutes, section 462A.202,
 27.13 subdivision 3a, for projects to increase
 27.14 the supply of affordable housing and the
 27.15 restrictions of Minnesota Statutes, section
 27.16 462A.202, subdivision 7, do not apply to this
 27.17 appropriation.

27.18 Sec. 19. **BOND SALE EXPENSES** **\$** **750,000**

27.19 \$750,000 is from the bond proceeds fund to
 27.20 the commissioner of management and budget
 27.21 for bond sale expenses under Minnesota
 27.22 Statutes, section 16A.641, subdivision 8.

27.23 Sec. 20. **BOND SALE SCHEDULE.**

27.24 The commissioner of management and budget shall schedule the sale of state general
 27.25 obligation bonds so that, during the biennium ending June 30, 2015, no more than \$.....
 27.26 will need to be transferred from the general fund to the state bond fund to pay principal
 27.27 and interest due and to become due on outstanding state general obligation bonds. During
 27.28 the biennium, before each sale of state general obligation bonds, the commissioner of
 27.29 management and budget shall calculate the amount of debt service payments needed on
 27.30 bonds previously issued and shall estimate the amount of debt service payments that will
 27.31 be needed on the bonds scheduled to be sold. The commissioner shall adjust the amount
 27.32 of bonds scheduled to be sold so as to remain within the limit set by this section. The
 27.33 amount needed to make the debt service payments is appropriated from the general fund
 27.34 as provided in Minnesota Statutes, section 16A.641.

28.1 Sec. 21. **BOND SALE AUTHORIZATION.**

28.2 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act
28.3 from the bond proceeds fund, the commissioner of management and budget shall sell and
28.4 issue bonds of the state in an amount up to \$708,778,000 in the manner, upon the terms,
28.5 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and
28.6 by the Minnesota Constitution, article XI, sections 4 to 7.

28.7 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from
28.8 the state transportation fund, the commissioner of management and budget shall sell and
28.9 issue bonds of the state in an amount up to \$45,000,000 in the manner, upon the terms, and
28.10 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by
28.11 the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds, except
28.12 accrued interest and any premium received on the sale of the bonds, must be credited to
28.13 a bond proceeds account in the state transportation fund.

28.14 Sec. 22. Minnesota Statutes 2012, section 16A.641, subdivision 4a, is amended to read:

28.15 Subd. 4a. **Negotiated sales; temporary authority.** Notwithstanding the public
28.16 sale requirements of subdivision 4 and section 16A.66, subdivision 2, ~~from June 1,~~
28.17 ~~2009, until June 30, 2013,~~ the commissioner may sell bonds, including refunding bonds,
28.18 at negotiated sale.

28.19 Sec. 23. Minnesota Statutes 2012, section 462A.36, subdivision 1, is amended to read:

28.20 Subdivision 1. **Definitions.** (a) For purposes of this section the following terms have
28.21 the meanings given them in this subdivision.

28.22 (b) "Debt service" means the amount payable in any fiscal year of principal,
28.23 premium, if any, and interest on nonprofit housing bonds and the fees, charges, and
28.24 expenses related to the bonds.

28.25 (c) "Internal Revenue Code" means the Internal Revenue Code of 1986, as amended.

28.26 (d) "Nonprofit housing bonds" means bonds issued by the agency under chapter
28.27 462A that are "qualified 501(c)(3) bonds" (within the meaning of Section 145(a) of the
28.28 Internal Revenue Code), finance qualified residential rental projects within the meaning of
28.29 Section 142(d) of the Internal Revenue Code, or are not "private activity bonds" (within
28.30 the meaning of Section 141(a) of the Internal Revenue Code), for the purpose of financing
28.31 or refinancing affordable housing authorized under this chapter.

28.32 (e) "Permanent supportive housing" means housing that is not time-limited and
28.33 provides or coordinates with linkages to services necessary for residents to maintain
28.34 housing stability and maximize opportunities for education and employment.

29.1 Sec. 24. Minnesota Statutes 2012, section 462A.37, subdivision 1, is amended to read:

29.2 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms
29.3 have the meanings given.

29.4 (b) "Abandoned property" has the meaning given in section 117.025, subdivision 5.

29.5 (c) "Community land trust" means an entity that meets the requirements of section
29.6 462A.31, subdivisions 1 and 2.

29.7 (d) "Debt service" means the amount payable in any fiscal year of principal,
29.8 premium, if any, and interest on housing infrastructure bonds and the fees, charges, and
29.9 expenses related to the bonds.

29.10 (e) "Foreclosed property" means residential property where foreclosure proceedings
29.11 have been initiated or have been completed and title transferred or where title is transferred
29.12 in lieu of foreclosure.

29.13 (f) "Housing infrastructure bonds" means bonds issued by the agency under this
29.14 chapter that are qualified 501(c)(3) bonds, within the meaning of Section 145(a) of the
29.15 Internal Revenue Code, finance-qualified residential rental projects within the meaning of
29.16 Section 142(d) of the Internal Revenue Code, or are tax-exempt bonds that are not private
29.17 activity bonds, within the meaning of Section 141(a) of the Internal Revenue Code, for the
29.18 purpose of financing or refinancing affordable housing authorized under this chapter.

29.19 (g) "Internal Revenue Code" means the Internal Revenue Code of 1986, as amended.

29.20 (h) "Supportive housing" means housing that is not time-limited and provides or
29.21 coordinates with linkages to services necessary for residents to maintain housing stability
29.22 and maximize opportunities for education and employment.

29.23 Sec. 25. Minnesota Statutes 2012, section 462A.37, is amended by adding a
29.24 subdivision to read:

29.25 Subd. 2a. **Additional authorization.** In addition to the amount authorized in
29.26 subdivision 2, the agency may issue up to \$30,000,000 of housing infrastructure bonds in
29.27 one or more series to which the payments made under this section may be pledged.

29.28 Sec. 26. Minnesota Statutes 2012, section 462A.37, is amended by adding a
29.29 subdivision to read:

29.30 Subd. 5. **Additional appropriation.** (a) The agency must certify annually to the
29.31 commissioner of management and budget the actual amount of annual debt service on
29.32 each series of bonds issued under subdivision 2a.

29.33 (b) Each July 15, beginning in 2014 and through 2033, if any housing infrastructure
29.34 bonds issued under subdivision 2a remain outstanding, the commissioner of management

30.1 and budget must transfer to the housing infrastructure bond account established under
 30.2 section 462A.21, subdivision 32, the amount certified under paragraph (a), not to exceed
 30.3 \$2,200,000 annually. The amounts necessary to make the transfers are appropriated from
 30.4 the general fund to the commissioner of management and budget.

30.5 (c) The agency may pledge to the payment of the housing infrastructure bonds the
 30.6 payments to be made by the state under this section.

30.7 Sec. 27. Laws 2008, chapter 152, article 2, section 6, is amended to read:

30.8 Sec. 6. **DEPARTMENT OF FINANCE** **\$ 1,860,000**

30.9 **Bond Sale Expenses**

30.10 This appropriation is to the commissioner
 30.11 of finance for bond sale expenses under
 30.12 Minnesota Statutes, sections 16A.641,
 30.13 subdivision 8, and 167.50, subdivision 4.

30.14 Of this amount, \$60,000 is from the bond
 30.15 proceeds account in the state transportation
 30.16 fund. The appropriation in this subdivision
 30.17 cancels as specified under Minnesota
 30.18 Statutes, section 16A.642, except that the
 30.19 commissioner of management and budget
 30.20 shall count the start of authorization for
 30.21 issuance of state bonds as the first day of
 30.22 the fiscal year during which the bonds are
 30.23 to be issued, as specified under Laws 2008,
 30.24 chapter 152, article 2, section 3, subdivision
 30.25 2, paragraph (a), clause (1), (2), (3), or (4),
 30.26 respectively, as amended in Laws 2010,
 30.27 chapter 189, section 53, and not as the date
 30.28 of enactment of this section.

30.29 Sec. 28. Laws 2009, chapter 93, article 1, section 22, the effective date, as amended by
 30.30 Laws 2011, First Special Session chapter 12, section 38, is amended to read:

30.31 **EFFECTIVE DATE.** This section is effective the day following final enactment
 30.32 ~~and expires July 1, 2013.~~

31.1 Sec. 29. Laws 2011, First Special Session chapter 12, section 10, is amended to read:

31.2 Sec. 10. **ENTERPRISE TECHNOLOGY** **\$ 5,659,000**

31.3 To the commissioner of administration
31.4 to predesign, design, construct, renovate,
31.5 furnish, and equip certain existing state data
31.6 center facilities ~~and decommission certain~~
31.7 ~~other existing state data center~~ for the purpose
31.8 of decommissioning and repurposing or for
31.9 maximizing capacity and utilization of such
31.10 facilities.

31.11 Sec. 30. **CAPITOL RESTORATION; COLLECTION OF RENT.**

31.12 Notwithstanding Minnesota Statutes, section 16B.24, subdivision 5, paragraph (d),
31.13 the commissioner of administration shall not collect rent to recover bond interest costs or
31.14 building depreciation costs for any appropriations utilized for the restoration of the State
31.15 Capitol campus, between calendar years 2012 and 2017.

31.16 Sec. 31. **EFFECTIVE DATE.**

31.17 Except as otherwise provided, this act is effective the day following final enactment.