

**SENATE**  
**STATE OF MINNESOTA**  
**EIGHTY-SEVENTH LEGISLATURE**      **S.F. No. 459**

(SENATE AUTHORS: LANGSETH, Pappas, Berglin and Tomassoni)

DATE	D-PG	OFFICIAL STATUS
02/24/2011	290	Introduction and first reading Referred to Capital Investment

A bill for an act

relating to capital improvements; authorizing spending to acquire and better public land and buildings and for other improvements of a capital nature with certain conditions; making changes to the nonprofit housing bond authorization; authorizing the sale and issuance of state bonds; modifying previous appropriations; appropriating money; amending Minnesota Statutes 2010, section 462A.36; Laws 2008, chapter 179, section 19, subdivision 4; Laws 2010, chapter 189, sections 6, subdivisions 2, 4; 19, subdivision 4.

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>98,833,000</u>
<u>Minnesota State Colleges and Universities</u>		<u>127,621,000</u>
<u>Minnesota State Academies</u>		<u>2,260,000</u>

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2.1	<u>Natural Resources</u>	<u>72,900,000</u>
2.2	<u>Pollution Control Agency</u>	<u>7,550,000</u>
2.3	<u>Zoological Garden</u>	<u>5,000,000</u>
2.4	<u>Administration</u>	<u>12,625,000</u>
2.5	<u>Enterprise Technology</u>	<u>15,000,000</u>
2.6	<u>Military Affairs</u>	<u>4,000,000</u>
2.7	<u>Transportation</u>	<u>47,100,000</u>
2.8	<u>Metropolitan Council</u>	<u>12,500,000</u>
2.9	<u>Human Services</u>	<u>15,000,000</u>
2.10	<u>Veterans Affairs</u>	<u>2,490,000</u>
2.11	<u>Corrections</u>	<u>22,000,000</u>
2.12	<u>Employment and Economic Development</u>	<u>108,750,000</u>
2.13	<u>Public Facilities Authority</u>	<u>10,000,000</u>
2.14	<u>Minnesota Historical Society</u>	<u>2,000,000</u>
2.15	<u>Bond Sale Expenses</u>	<u>531,000</u>
2.16	<b><u>TOTAL</u></b>	<b><u>\$ 566,160,000</u></b>
2.17	<u>Bond Proceeds Fund (General Fund Debt Service)</u>	<u>507,023,000</u>
2.18	<u>Bond Proceeds Fund (User Financed Debt Service)</u>	<u>32,537,000</u>
2.19	<u>State Transportation Fund</u>	<u>25,000,000</u>
2.20	<u>General Fund</u>	<u>1,600,000</u>
2.21		<b><u>APPROPRIATIONS</u></b>
2.22	<b>Sec. 2. <u>UNIVERSITY OF MINNESOTA</u></b>	
2.23	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$ 98,833,000</u></b>
2.24	<u>To the Board of Regents of the University</u>	
2.25	<u>of Minnesota for the purposes specified in</u>	
2.26	<u>this section.</u>	
2.27	<b><u>Subd. 2. Higher Education Asset Preservation</u></b>	
2.28	<b><u>and Replacement (HEAPR)</u></b>	<u>35,000,000</u>
2.29	<u>To be spent in accordance with Minnesota</u>	
2.30	<u>Statutes, section 135A.046.</u>	
2.31	<b><u>Subd. 3. Twin Cities Campus</u></b>	
2.32	<b><u>(a) Physics and Nanotechnology</u></b>	<u>51,333,000</u>
2.33	<u>To construct, furnish, and equip a new</u>	
2.34	<u>physics and nanotechnology building on</u>	
2.35	<u>the Twin Cities campus. The facility will</u>	
2.36	<u>include research laboratories, offices, a clean</u>	
2.37	<u>room supporting nanotechnology, faculty</u>	

3.1 and student meeting space, infrastructure,

3.2 and support spaces.

3.3 **(b) Central Corridor Transit Way Laboratory**

3.4 **Mitigation**

12,500,000

3.5 To design, construct, furnish, and equip

3.6 the relocated biomedical nuclear magnetic

3.7 resonance imaging facility and to mitigate

3.8 impacts on other research laboratories

3.9 associated with the construction of the

3.10 Central Corridor light rail transit (CCLRT)

3.11 line, the costs of which are not covered by

3.12 the CCLRT project budget.

3.13 **Subd. 4. University Share**

3.14 The appropriation for Higher Education

3.15 Asset Preservation and Replacement

3.16 (HEAPR) under subdivision 2 is intended

3.17 to cover the entire cost of that project.

3.18 The appropriation for the physics and

3.19 nanotechnology building on the Twin Cities

3.20 campus under subdivision 3, paragraph (a), is

3.21 intended to cover approximately two-thirds

3.22 of the cost, and the appropriation for Central

3.23 Corridor transit way laboratory mitigation

3.24 under subdivision 3, paragraph (b), is

3.25 intended to cover approximately one-half

3.26 of the cost. The remaining costs for those

3.27 two projects must be paid from university

3.28 sources.

3.29 **Subd. 5. Unspent Appropriations**

3.30 Upon substantial completion of a project

3.31 authorized in this section and after written

3.32 notice to the commissioner of management

3.33 and budget, the Board of Regents must use

3.34 any money remaining in the appropriation

3.35 for that project for Higher Education Asset

4.1 Preservation and Replacement (HEAPR)  
4.2 under Minnesota Statutes, section 135A.046.  
4.3 The Board of Regents must report by  
4.4 February 1 of each even-numbered year to  
4.5 the chairs of the house of representatives  
4.6 and senate committees with jurisdiction over  
4.7 capital investment and higher education  
4.8 finance, and to the chairs of the house of  
4.9 representatives Ways and Means Committee  
4.10 and the senate Finance Committee, on how  
4.11 the remaining money has been allocated or  
4.12 spent.

4.13 **Sec. 3. MINNESOTA STATE COLLEGES**  
4.14 **AND UNIVERSITIES**

4.15 **Subdivision 1. Total Appropriation** **\$ 127,621,000**

4.16 To the Board of Trustees of the Minnesota  
4.17 State Colleges and Universities for the  
4.18 purposes specified in this section.

4.19 **Subd. 2. Higher Education Asset Preservation**  
4.20 **and Replacement** **30,000,000**

4.21 For the purposes specified in Minnesota  
4.22 Statutes, section 135A.046, including safety  
4.23 and statutory compliance, building envelope  
4.24 integrity, mechanical systems, and space  
4.25 restoration.

4.26 **Subd. 3. Alexandria Technical College**  
4.27 **Main Building Renovation and Addition** **4,163,000**

4.28 To complete design, construct, furnish,  
4.29 and equip the library, student services, and  
4.30 student commons building and an infill  
4.31 addition to the commons building.

4.32 **Subd. 4. Anoka-Ramsey Community College,**  
4.33 **Coon Rapids**

4.34 **Fine Arts Building Renovation** **5,357,000**

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5.1	<u>To complete design and to renovate, furnish,</u>	
5.2	<u>and equip the Fine Arts classroom and lab</u>	
5.3	<u>building.</u>	
5.4	<b><u>Subd. 5. Hennepin Technical College, Brooklyn</u></b>	
5.5	<b><u>Park and Eden Prairie</u></b>	
5.6	<b><u>Learning Resource and Student Services</u></b>	
5.7	<b><u>Renovation</u></b>	<u>10,566,000</u>
5.8	<u>To renovate, furnish, and equip existing</u>	
5.9	<u>space at the Brooklyn Park and Eden</u>	
5.10	<u>Prairie campuses for a Library and Learning</u>	
5.11	<u>Resource Center and student services with an</u>	
5.12	<u>addition and new entrances at both campuses.</u>	
5.13	<b><u>Subd. 6. Minneapolis Community and</u></b>	
5.14	<b><u>Technical College</u></b>	
5.15	<b><u>Workforce Program Renovation</u></b>	<u>12,990,000</u>
5.16	<u>To complete design and to renovate, furnish,</u>	
5.17	<u>and equip instructional space, support space,</u>	
5.18	<u>and infrastructure for workforce programs.</u>	
5.19	<b><u>Subd. 7. Minnesota State University, Moorhead</u></b>	
5.20	<b><u>Livingston Lord Library and Information</u></b>	
5.21	<b><u>Technology Renovation</u></b>	<u>14,901,000</u>
5.22	<u>To complete design and to renovate, furnish,</u>	
5.23	<u>and equip Livingston Lord Library.</u>	
5.24	<b><u>Subd. 8. Normandale Community College</u></b>	
5.25	<b><u>Academic Partnership Center and Student</u></b>	
5.26	<b><u>Services</u></b>	<u>21,984,000</u>
5.27	<u>To design, construct, furnish, and equip a</u>	
5.28	<u>new building for classrooms and offices and</u>	
5.29	<u>to design, construct, furnish, and equip the</u>	
5.30	<u>renovation of the Student Services Building.</u>	
5.31	<b><u>Subd. 9. Ridgewater Community Technical</u></b>	
5.32	<b><u>College, Willmar</u></b>	
5.33	<b><u>Technical Instruction Renovation</u></b>	<u>14,300,000</u>

6.1 To design, renovate, furnish, and equip  
6.2 classroom and existing instructional lab  
6.3 space, to construct an addition for circulation,  
6.4 and to demolish obsolete space.

6.5 Subd. 10. **South Central College, Faribault**

6.6 **Classroom Renovation and Addition** 13,360,000

6.7 To complete design and to construct, furnish,  
6.8 and equip an addition, and to renovate space  
6.9 for classrooms, a learning resource center,  
6.10 related spaces, and laboratories.

6.11 Subd. 11. **Debt Service**

6.12 (a) The Board of Trustees shall pay the  
6.13 debt service on one-third of the principal  
6.14 amount of state bonds sold to finance  
6.15 projects authorized by this section, except  
6.16 for Higher Education Asset Preservation  
6.17 and Replacement, and except that, where a  
6.18 nonstate match is required, the debt service is  
6.19 due on a principal amount equal to one-third  
6.20 of the total project cost, less the match  
6.21 committed before the bonds are sold. After  
6.22 each sale of general obligation bonds, the  
6.23 commissioner of management and budget  
6.24 shall notify the board of the amounts assessed  
6.25 for each year for the life of the bonds.

6.26 (b) The commissioner of management and  
6.27 budget shall reduce the board's assessment  
6.28 each year by one-third of the net income  
6.29 from investment of general obligation bond  
6.30 proceeds in proportion to the amount of  
6.31 principal and interest otherwise required to  
6.32 be paid by the board. The board shall pay its  
6.33 resulting net assessment to the commissioner  
6.34 of management and budget by December

7.1 1 of each year. If the board fails to make  
7.2 a payment when due, the commissioner  
7.3 of management and budget shall reduce  
7.4 allotments for appropriations from the  
7.5 general fund otherwise available to the board  
7.6 and apply the amount of the reduction to  
7.7 cover the missed debt service payment. The  
7.8 commissioner of management and budget  
7.9 shall credit the payments received from the  
7.10 board to the bond debt service account in  
7.11 the state bond fund each December 1 before  
7.12 money is transferred from the general fund  
7.13 under Minnesota Statutes, section 16A.641,  
7.14 subdivision 10.

7.15 **Subd. 12. Unspent Appropriations**

7.16 (a) Upon substantial completion of a  
7.17 project authorized in this section and after  
7.18 written notice to the commissioner of  
7.19 management and budget, the board must use  
7.20 any money remaining in the appropriation  
7.21 for that project for Higher Education Asset  
7.22 Preservation and Replacement (HEAPR)  
7.23 under Minnesota Statutes, section 135A.046.  
7.24 The board must report by February 1 of  
7.25 each even-numbered year to the chairs of  
7.26 the house of representatives and senate  
7.27 committees with jurisdiction over capital  
7.28 investments and higher education finance and  
7.29 to the chairs of the house of representatives  
7.30 Ways and Means Committee and the senate  
7.31 Finance Committee on how the remaining  
7.32 money has been allocated or spent.

7.33 (b) The unspent portion of an appropriation  
7.34 for a project in this section that is complete  
7.35 is available for Higher Education Asset

8.1 Preservation and Replacement under this  
8.2 subdivision at the same campus as the  
8.3 project for which the original appropriation  
8.4 was made and the debt service requirement  
8.5 under subdivision 11 is reduced accordingly.  
8.6 Minnesota Statutes, section 16A.642, applies  
8.7 from the date of the original appropriation to  
8.8 the unspent amount transferred.

8.9 Sec. 4. **MINNESOTA STATE ACADEMIES** **\$** **2,260,000**

8.10 **Asset Preservation**

8.11 To the commissioner of administration for  
8.12 asset preservation on both campuses of the  
8.13 academies, to be spent in accordance with  
8.14 Minnesota Statutes, section 16B.307.

8.15 Sec. 5. **NATURAL RESOURCES**

8.16 **Subdivision 1. Total Appropriation** **\$** **72,900,000**

8.17 To the commissioner of natural resources for  
8.18 the purposes specified in this section.

8.19 The appropriations in this section are  
8.20 subject to the requirements of the natural  
8.21 resources capital improvement program  
8.22 under Minnesota Statutes, section 86A.12,  
8.23 unless this section or the statutes referred  
8.24 to in this section provide more specific  
8.25 standards, criteria, or priorities for projects  
8.26 than Minnesota Statutes, section 86A.12.

8.27 **Subd. 2. Natural Resources Asset Preservation** **19,000,000**

8.28 For the renovation of state-owned facilities  
8.29 and recreational assets operated by the  
8.30 commissioner of natural resources, to be  
8.31 spent in accordance with Minnesota Statutes,  
8.32 section 84.946.

8.33 **Subd. 3. Flood Hazard Mitigation** **28,000,000**

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9.1 (a) For the state share of flood hazard  
9.2 mitigation grants for publicly owned capital  
9.3 improvements to prevent or alleviate flood  
9.4 damage under Minnesota Statutes, section  
9.5 103F.161.

9.6 (b) This appropriation may be used  
9.7 for the following county, municipal,  
9.8 and watershed district projects: Ada,  
9.9 Afton, Alvarado, Austin, Brandt Angus  
9.10 (Middle-Snake-Tamarac Rivers Watershed  
9.11 District), Breckenridge, Clay County,  
9.12 Climax, Crookston, Georgetown, Granite  
9.13 Falls, Moorhead Township, Neilsville,  
9.14 Newport, North Ottawa (Bois de Sioux  
9.15 Watershed District), Oakport Township,  
9.16 Oslo, Roseau, and Shelly.

9.17 (c) Up to \$6,000,000 of this appropriation is  
9.18 for the project in Roseau.

9.19 (d) To the extent that the cost of a project  
9.20 exceeds two percent of the median household  
9.21 income in the municipality, township,  
9.22 or county, multiplied by the number of  
9.23 households in the municipality, township, or  
9.24 county, this appropriation is also for the local  
9.25 share of the project.

9.26 **Subd. 4. Roads and Bridges 4,800,000**

9.27 For design, reconstruction, resurfacing,  
9.28 replacement, and construction of state roads  
9.29 and bridges in forests, parks, trails, and  
9.30 wildlife management areas.

9.31 **Subd. 5. Lake Vermilion State Park**  
9.32 **Development 4,500,000**

9.33 For predesign, design, and construction of  
9.34 infrastructure at Lake Vermilion State Park.

10.1 Subd. 6. Groundwater Monitoring and  
10.2 Observation Wells 600,000

10.3 To install new groundwater level observation  
10.4 wells statewide to monitor and assess  
10.5 groundwater for water supply planning.

10.6 This appropriation may also be used to seal  
10.7 existing obsolete monitoring wells that are  
10.8 no longer functional.

10.9 Subd. 7. Coon Rapids Dam Renovation 16,000,000

10.10 For a grant to the Three Rivers Park District  
10.11 to renovate the Coon Rapids Dam under  
10.12 Minnesota Statutes, section 103G.511. No  
10.13 nonstate match is required.

10.14 Subd. 8. Unspent Appropriations

10.15 The unspent portion of an appropriation, but  
10.16 not to exceed ten percent of the appropriation,  
10.17 for a project in this section that is complete,  
10.18 other than an appropriation for flood hazard  
10.19 mitigation, is available for asset preservation  
10.20 under Minnesota Statutes, section 84.946.

10.21 Minnesota Statutes, section 16A.642, applies  
10.22 from the date of the original appropriation  
10.23 to the unspent amount transferred for asset  
10.24 preservation.

10.25 Sec. 6. POLLUTION CONTROL AGENCY \$ 7,550,000

10.26 Closed Landfill Cleanup

10.27 To the Pollution Control Agency to design  
10.28 and construct remedial systems and acquire  
10.29 land at landfills throughout the state in  
10.30 accordance with the closed landfill program  
10.31 under Minnesota Statutes, sections 115B.39  
10.32 to 115B.42.

11.1	Sec. 7. <u>MINNESOTA ZOOLOGICAL</u>		
11.2	<u>GARDEN</u>	\$	<u>5,000,000</u>
11.3	<u>Asset Preservation and Improvement</u>		
11.4	<u>To the Minnesota Zoological Garden</u>		
11.5	<u>to design and construct capital asset</u>		
11.6	<u>preservation improvements and betterments</u>		
11.7	<u>to infrastructure and exhibits at the Minnesota</u>		
11.8	<u>Zoo in accordance with Minnesota Statutes,</u>		
11.9	<u>section 16B.307.</u>		
11.10	Sec. 8. <u>ADMINISTRATION</u>		
11.11	<u>Subdivision 1. Total Appropriation</u>	\$	<u>12,625,000</u>
11.12	<u>To the commissioner of administration for</u>		
11.13	<u>the purposes specified in this section.</u>		
11.14	<u>Subd. 2. Capital Asset Preservation and</u>		
11.15	<u>Replacement Account (CAPRA)</u>		<u>3,000,000</u>
11.16	<u>To be spent in accordance with Minnesota</u>		
11.17	<u>Statutes, section 16A.632.</u>		
11.18	<u>Subd. 3. Asset Preservation</u>		<u>8,625,000</u>
11.19	<u>For asset preservation studies and projects on</u>		
11.20	<u>properties managed by the commissioner.</u>		
11.21	<u>This appropriation must be spent in</u>		
11.22	<u>accordance with Minnesota Statutes, section</u>		
11.23	<u>16B.307.</u>		
11.24	<u>Subd. 4. Agency Relocation</u>		<u>1,000,000</u>
11.25	<u>This appropriation is from the general fund</u>		
11.26	<u>for relocation of state agencies as determined</u>		
11.27	<u>by the commissioner of administration.</u>		
11.28	Sec. 9. <u>ENTERPRISE TECHNOLOGY</u>	\$	<u>15,000,000</u>
11.29	<u>To the commissioner of administration</u>		
11.30	<u>to predesign, design, construct, renovate,</u>		
11.31	<u>furnish, and equip certain existing state data</u>		

12.1 center facilities and decommission certain

12.2 other existing state data center facilities.

12.3 Sec. 10. **MILITARY AFFAIRS** **\$** **4,000,000**

12.4 **Asset Preservation**

12.5 To the adjutant general for asset preservation

12.6 improvements and betterments of a capital

12.7 nature at military affairs facilities statewide,

12.8 to be spent in accordance with Minnesota

12.9 Statutes, section 16B.307.

12.10 Sec. 11. **TRANSPORTATION**

12.11 **Subdivision 1. Total Appropriation** **\$** **47,100,000**

12.12 This appropriation is to the commissioner of

12.13 transportation for the purposes specified in

12.14 this section.

12.15 **Subd. 2. Local Bridge Replacement and**

12.16 **Rehabilitation** **15,000,000**

12.17 This appropriation is from the bond proceeds

12.18 account in the state transportation fund

12.19 to match federal money and replace or

12.20 rehabilitate local deficient bridges as

12.21 provided in Minnesota Statutes, section

12.22 174.50.

12.23 **Subd. 3. Local Road Improvement Fund**

12.24 **Grants** **10,000,000**

12.25 This appropriation is from the bond proceeds

12.26 account in the state transportation fund as

12.27 provided in Minnesota Statutes, section

12.28 174.50, for construction and reconstruction

12.29 of local roads with statewide or regional

12.30 significance under Minnesota Statutes,

12.31 section 174.52, subdivision 4, or for grants to

12.32 counties to assist in paying the costs of rural

12.33 road safety capital improvement projects on

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- 13.1 county state-aid highways under Minnesota  
13.2 Statutes, section 174.52, subdivision 4a.
- 13.3 **Subd. 4. Railroad Warning Devices**  
13.4 **Replacement** 3,000,000
- 13.5 To design, construct, and equip the  
13.6 replacement of statewide active highway  
13.7 railroad grade crossing warning safety  
13.8 devices.
- 13.9 **Subd. 5. Greater Minnesota Transit** 2,500,000
- 13.10 For capital assistance for publicly owned  
13.11 greater Minnesota transit systems to be used  
13.12 for transit capital facilities under Minnesota  
13.13 Statutes, section 174.24, subdivision 3c.  
13.14 Money from this appropriation may be used  
13.15 to pay up to 80 percent of the nonfederal  
13.16 share of these facilities.
- 13.17 **Subd. 6. Port Development Assistance** 3,000,000
- 13.18 For grants under Minnesota Statutes, chapter  
13.19 457A. Any improvements made with the  
13.20 proceeds of these grants must be publicly  
13.21 owned.
- 13.22 **Subd. 7. Airport Infrastructure** 6,000,000
- 13.23 For capital assistance grants under Minnesota  
13.24 Statutes, section 360.305, to rehabilitate and  
13.25 modernize deteriorated runway pavement at  
13.26 publicly owned airports.
- 13.27 For any airport project where only state and  
13.28 local money is to be used, money from this  
13.29 appropriation may be used to pay the local  
13.30 contribution required by Minnesota Statutes,  
13.31 section 360.305, subdivision 4, in addition to  
13.32 the other project costs.
- 13.33 For any airport project where federal, state,  
13.34 and local money is to be used, money from

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- 14.1 this appropriation shall be used only to pay  
14.2 the local contribution required by Minnesota  
14.3 Statutes, section 360.305, subdivision 4.
- 14.4 **Subd. 8. Minneapolis - Plymouth Avenue**  
14.5 **Bridge** 7,000,000
- 14.6 For a grant to the city of Minneapolis to  
14.7 design, repair, and rehabilitate the Plymouth  
14.8 Avenue Bridge across the Mississippi River.
- 14.9 This appropriation is not available until the  
14.10 commissioner has determined that at least  
14.11 \$3,000,000 has been committed to the project  
14.12 from nonstate sources.
- 14.13 **Subd. 9. Thief River Falls Intersection** 600,000
- 14.14 From the general fund, for a grant to the city  
14.15 of Thief River Falls to pay the city's share of  
14.16 the cost to install a traffic signal or construct  
14.17 a roundabout at the intersection of Trunk  
14.18 Highway 32 and Greenwood Street West.
- 14.19 **Sec. 12. METROPOLITAN COUNCIL** **\$** **12,500,000**
- 14.20 **Transit Capital Improvement Program**
- 14.21 **(a) Ramsey Northstar Commuter Rail Station**
- 14.22 Up to \$4,000,000 is appropriated to the  
14.23 Metropolitan Council to construct, furnish,  
14.24 and equip a Northstar commuter rail station  
14.25 in the vicinity of the city of Ramsey's  
14.26 Municipal Center.
- 14.27 **(b) Red Rock Corridor Newport Transit Center**
- 14.28 Up to \$500,000 is appropriated to the  
14.29 Metropolitan Council for a grant to the  
14.30 Washington County Regional Rail Authority  
14.31 to design, construct, furnish, and equip a  
14.32 park-and-ride transit facility in the city of  
14.33 Newport.

15.1 (c) Hennepin County Transportation  
15.2 Interchange Facility

15.3 Up to \$8,000,000 is appropriated to the  
15.4 Metropolitan Council for a grant to the  
15.5 Hennepin County Regional Rail Authority  
15.6 for environmental analysis, engineering,  
15.7 design, acquisition of real property or  
15.8 interests in real property, site preparation for,  
15.9 and construction, furnishing, and equipping  
15.10 of the Hennepin County Transportation  
15.11 Interchange Facility to be located in the  
15.12 vicinity of the confluence of the Hiawatha  
15.13 light rail line and the Northstar commuter  
15.14 rail line.

15.15 Sec. 13. HUMAN SERVICES

15.16 Subdivision 1. Total Appropriation \$ 15,000,000

15.17 To the commissioner of administration, or  
15.18 another named agency, for the purposes  
15.19 specified in this section.

15.20 Subd. 2. Asset Preservation 5,000,000

15.21 For asset preservation improvements and  
15.22 betterments of a capital nature at Department  
15.23 of Human Services facilities statewide, to be  
15.24 spent in accordance with Minnesota Statutes,  
15.25 section 16B.307.

15.26 Subd. 3. Early Childhood Learning and Child  
15.27 Protection Facilities 3,000,000

15.28 To the commissioner of human services for  
15.29 grants to construct and renovate facilities for  
15.30 programs under Minnesota Statutes, section  
15.31 256E.37.

15.32 Subd. 4. Minnesota Sex Offender Program  
15.33 Treatment Facilities - St. Peter 7,000,000

16.1 To design, renovate, furnish, and equip the  
16.2 Shantz Building on the St. Peter campus to  
16.3 include security systems, windows and doors,  
16.4 mechanical and electrical systems, HVAC  
16.5 systems, building lighting, fire/life safety  
16.6 systems, hazardous materials abatement,  
16.7 code and licensure requirements, and other  
16.8 upgrades as required.

16.9 Sec. 14. **VETERANS AFFAIRS** **\$** **2,490,000**

16.10 **Asset Preservation**

16.11 To the commissioner of administration  
16.12 for asset preservation improvements and  
16.13 betterments of a capital nature at veterans  
16.14 homes statewide, to be spent in accordance  
16.15 with Minnesota Statutes, section 16B.307.

16.16 If all or part of the sewer line and related  
16.17 improvements serving the veterans home  
16.18 in Hastings is sold or transferred to the  
16.19 city of Hastings, up to \$720,000 of this  
16.20 appropriation may be granted to the city of  
16.21 Hastings for repair and replacement of the  
16.22 lines and related improvements.

16.23 Notwithstanding Minnesota Statutes,  
16.24 sections 16B.281 to 16B.287 or section  
16.25 16C.23, or any other law, administrative  
16.26 rule, or commissioner's order to the contrary,  
16.27 the commissioner of administration, upon  
16.28 the recommendation of the commissioner  
16.29 of veterans affairs, may convey to the city  
16.30 of Hastings for no consideration all or part  
16.31 of the sewer line and related improvements  
16.32 serving the veterans home in Hastings. The  
16.33 conveyance shall be in a form approved by

17.1 the attorney general and otherwise subject to  
17.2 Minnesota Statutes, section 16A.695.

17.3 Sec. 15. **CORRECTIONS** **\$ 22,000,000**

17.4 **Asset Preservation**

17.5 To the commissioner of administration for  
17.6 improvements and betterments of a capital  
17.7 nature at Minnesota correctional facilities  
17.8 statewide, in accordance with Minnesota  
17.9 Statutes, section 16B.307.

17.10 Sec. 16. **EMPLOYMENT AND ECONOMIC**  
17.11 **DEVELOPMENT**

17.12 **Subdivision 1. Total Appropriation** **\$ 108,750,000**

17.13 To the commissioner of employment and  
17.14 economic development for the purposes  
17.15 specified in this section.

17.16 **Subd. 2. Greater Minnesota Business**  
17.17 **Development Public Infrastructure Grant**  
17.18 **Program** **4,000,000**

17.19 For grants under Minnesota Statutes, section  
17.20 116J.431.

17.21 **Subd. 3. Innovative Business Development**  
17.22 **Public Infrastructure Grant Program** **5,000,000**

17.23 For grants under Minnesota Statutes, section  
17.24 116J.435.

17.25 **Subd. 4. Bloomington - Lindau Lane Corridor** **15,450,000**

17.26 For a grant to the city of Bloomington  
17.27 to complete streets and make safety  
17.28 improvements within the Lindau Lane  
17.29 corridor, including a safety improvement to  
17.30 the access from Trunk Highway 77 to Lindau  
17.31 Lane, grade separation on Lindau Lane at  
17.32 21st Avenue, extending Lindau Lane from  
17.33 24th Avenue to 30th Avenue, completion of  
17.34 30th Avenue from American Boulevard to

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18.1 East Old Shakopee Road, and Lindau Lane  
18.2 pedestrian and bike improvements from 30th  
18.3 Avenue to 31st Avenue.

18.4 This appropriation is not available until the  
18.5 commissioner determines that a match of at  
18.6 least 2:1 (nonstate:state) has been committed  
18.7 to the project from nonstate sources.

18.8 **Subd. 5. Hennepin County - Minnesota African**  
18.9 **American History Museum and Cultural**  
18.10 **Center** 1,200,000

18.11 For a grant to Hennepin County to predesign,  
18.12 design, construct, furnish, and equip the  
18.13 renovation of an historic mansion for  
18.14 the Minnesota African American History  
18.15 Museum and Cultural Center in Minneapolis.

18.16 This appropriation is not available until the  
18.17 commissioner has determined that at least  
18.18 an equal amount has been committed to the  
18.19 project from nonstate sources.

18.20 **Subd. 6. Mankato - Civic Center and All**  
18.21 **Seasons Arenas** 12,000,000

18.22 For a grant to the city of Mankato to design,  
18.23 construct, furnish, and equip the expansion  
18.24 of the Civic Center auditorium, including a  
18.25 performing arts theater, and the remodeling  
18.26 and expansion of the Civic Center and  
18.27 All Seasons arenas, which must include  
18.28 the Southern Minnesota Women's Hockey  
18.29 Exposition Center, for joint use by the city  
18.30 and Minnesota State University, Mankato.

18.31 This appropriation is not available until the  
18.32 commissioner has determined that at least  
18.33 an equal amount has been committed to the  
18.34 project from nonstate sources.

18.35 **Subd. 7. Minneapolis - Granary Road Storm**  
18.36 **Water and Roadway Infrastructure** 5,000,000

19.1 For a grant to the city of Minneapolis to  
19.2 acquire land for, and to predesign, design,  
19.3 and construct storm water and roadway  
19.4 infrastructure for the proposed Granary Road  
19.5 adjacent to the University of Minnesota in  
19.6 Minneapolis.

19.7 This appropriation is not available until the  
19.8 commissioner has determined that at least  
19.9 an equal amount has been committed to the  
19.10 project from nonstate sources.

19.11 Subd. 8. **Minneapolis - Target Center**  
19.12 **Improvements**

8,000,000

19.13 For a grant to the city of Minneapolis to  
19.14 construct capital improvements at the Target  
19.15 Center.

19.16 This appropriation is not available until the  
19.17 commissioner has determined that at least  
19.18 an equal amount has been committed to the  
19.19 project from nonstate sources.

19.20 Subd. 9. **Rochester - Mayo Civic Center**  
19.21 **Complex**

28,000,000

19.22 For a grant to the city of Rochester to design,  
19.23 construct, furnish, and equip the renovation  
19.24 and expansion of the Mayo Civic Center  
19.25 Complex.

19.26 This appropriation is not available until the  
19.27 commissioner has determined that at least  
19.28 an equal amount has been committed to the  
19.29 project from nonstate sources.

19.30 Subd. 10. **St. Cloud - Civic Center Expansion**

10,100,000

19.31 For a grant to the city of St. Cloud to  
19.32 predesign, design, construct, furnish, and  
19.33 equip an expansion of the St. Cloud Civic  
19.34 Center, including a parking facility and  
19.35 pedestrian skyway connection.

20.1 This appropriation is not available until the  
20.2 commissioner has determined that at least  
20.3 an equal amount has been committed to the  
20.4 project from nonstate sources. Amounts  
20.5 expended by the city of St. Cloud for project  
20.6 costs since July 1, 2010, shall count toward  
20.7 the matching requirement.

20.8 Subd. 11. St. Paul - Regional Ballpark 20,000,000

20.9 For a grant to the city of St. Paul to prepare a  
20.10 site for and to predesign, design, construct,  
20.11 furnish, and equip a regional ballpark in the  
20.12 city of St. Paul.

20.13 This appropriation is not available until the  
20.14 commissioner has determined that at least  
20.15 an equal amount has been committed to the  
20.16 project from nonstate sources.

20.17 The city may employ or contract with  
20.18 persons, firms, or corporations to perform  
20.19 one or more or all of the functions of  
20.20 architect, engineer, or construction manager  
20.21 with respect to all or any part of the regional  
20.22 ballpark and related public infrastructure.

20.23 The city may deliver the project through  
20.24 either a design-build or construction manager  
20.25 at-risk method. Alternatively, at the request  
20.26 of a minor league baseball team, and with the  
20.27 consent of the city, the city may authorize  
20.28 the team to provide for the design and  
20.29 construction of the ballpark and related  
20.30 public infrastructure, subject to the terms of  
20.31 this subdivision. To the extent practicable  
20.32 and at the discretion of the city, Minnesota  
20.33 Statutes, section 473.756, subdivision 12,  
20.34 applies to this project, and the city may  
20.35 exercise the authority provided in that

21.1 subdivision to the Minnesota Ballpark

21.2 Authority.

21.3 Sec. 17. **PUBLIC FACILITIES AUTHORITY** **\$ 10,000,000**

21.4 **Wastewater Infrastructure Funding Program**

21.5 To the Public Facilities Authority for

21.6 grants to eligible municipalities under the

21.7 wastewater infrastructure funding program

21.8 under Minnesota Statutes, section 446A.072.

21.9 Sec. 18. **MINNESOTA HISTORICAL**  
21.10 **SOCIETY** **\$ 2,000,000**

21.11 **Asset Preservation**

21.12 To the Minnesota Historical Society for

21.13 capital improvements and betterments at

21.14 state historic sites, buildings, landscaping

21.15 at historic buildings, exhibits, markers, and

21.16 monuments, to be spent in accordance with

21.17 Minnesota Statutes, section 16B.307. The

21.18 society shall determine project priorities as

21.19 appropriate based on need.

21.20 Sec. 19. **BOND SALE EXPENSES** **\$ 531,000**

21.21 To the commissioner of management

21.22 and budget for bond sale expenses under

21.23 Minnesota Statutes, section 16A.641,

21.24 subdivision 8.

21.25 Sec. 20. **BOND SALE SCHEDULE.**

21.26 The commissioner of management and budget shall schedule the sale of state

21.27 general obligation bonds so that, during the biennium ending June 30, 2013, no more

21.28 than \$1,149,506,000 will need to be transferred from the general fund to the state bond

21.29 fund to pay principal and interest due and to become due on outstanding state general

21.30 obligation bonds. During the biennium, before each sale of state general obligation bonds,

21.31 the commissioner of management and budget shall calculate the amount of debt service

21.32 payments needed on bonds previously issued and shall estimate the amount of debt service

22.1 payments that will be needed on the bonds scheduled to be sold. The commissioner shall  
22.2 adjust the amount of bonds scheduled to be sold so as to remain within the limit set by this  
22.3 section. The amount needed to make the debt service payments is appropriated from the  
22.4 general fund as provided in Minnesota Statutes, section 16A.641.

22.5 Sec. 21. **BOND SALE AUTHORIZATION.**

22.6 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act  
22.7 from the bond proceeds fund, the commissioner of management and budget shall sell and  
22.8 issue bonds of the state in an amount up to \$539,560,000 in the manner, upon the terms,  
22.9 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and  
22.10 by the Minnesota Constitution, article XI, sections 4 to 7.

22.11 Subd. 2. **Transportation fund bond proceeds account.** To provide the  
22.12 money appropriated in this act from the state transportation fund, the commissioner  
22.13 of management and budget shall sell and issue bonds of the state in an amount up to  
22.14 \$25,000,000 in the manner, upon the terms, and with the effect prescribed by Minnesota  
22.15 Statutes, sections 16A.631 to 16A.675, and by the Minnesota Constitution, article XI,  
22.16 sections 4 to 7. The proceeds of the bonds, except accrued interest and any premium  
22.17 received on the sale of the bonds, must be credited to a bond proceeds account in the  
22.18 state transportation fund.

22.19 Sec. 22. **BOND SALE AUTHORIZATION REDUCTIONS.**

22.20 (a) The bond sale authorization in Laws 2008, chapter 179, section 27, subdivision  
22.21 1, is reduced by \$2,200,000.

22.22 (b) The bond sale authorization in Laws 2010, chapter 189, section 26, subdivision  
22.23 1, is reduced by \$353,480,000.

22.24 (c) The bond sale authorization in Laws 2010, chapter 189, section 26, subdivision  
22.25 2, is reduced by \$5,780,000.

22.26 (d) The bond sale authorization in Laws 2010, chapter 189, section 26, subdivision  
22.27 4, is reduced by \$6,500,000.

22.28 Sec. 23. Minnesota Statutes 2010, section 462A.36, is amended to read:

22.29 **462A.36 NONPROFIT HOUSING BONDS; AUTHORIZATION; STANDING**  
22.30 **APPROPRIATION APPROPRIATIONS.**

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

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

23.4 (c) "Foreclosed property" means residential property where foreclosure proceedings  
23.5 have been completed and title transferred or where title has been transferred in lieu  
23.6 of foreclosure.

23.7 ~~(e)~~ (d) "Internal Revenue Code" means the Internal Revenue Code of 1986, as  
23.8 amended.

23.9 ~~(d)~~ (e) "Nonprofit housing bonds" means bonds issued by the agency under chapter  
23.10 462A that are "qualified 501(c)(3) bonds" (within the meaning of Section 145(a) of  
23.11 the Internal Revenue Code) or are not "private activity bonds" (within the meaning of  
23.12 Section 141(a) of the Internal Revenue Code), for the purpose of financing or refinancing  
23.13 affordable housing authorized under this chapter.

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

23.17 Subd. 2. **Authorization; permanent supportive housing.** (a) The agency may issue  
23.18 up to \$36,000,000 of nonprofit housing bonds in one or more series to which the payments  
23.19 made under this section may be pledged. The nonprofit housing bonds authorized in this  
23.20 subdivision may be issued for the purpose of making loans, on terms and conditions  
23.21 the agency deems appropriate, to finance the costs of the construction, acquisition,  
23.22 preservation, and rehabilitation of permanent supportive housing for individuals and  
23.23 families who: (1) either have been without a permanent residence for at least 12 months  
23.24 or at least four times in the last three years; or (2) are at significant risk of lacking a  
23.25 permanent residence for 12 months or at least four times in the last three years. The bonds  
23.26 may also be issued to finance the costs of the construction, acquisition, preservation, and  
23.27 rehabilitation of foreclosed or vacant housing to be used for affordable rental housing.

23.28 (b) An insubstantial portion of the bond proceeds may be used for permanent  
23.29 supportive housing for individuals and families experiencing homelessness who do not  
23.30 meet the criteria of paragraph (a).

23.31 Subd. 2a. **Authorization; foreclosed affordable housing.** The agency may issue  
23.32 up to \$10,000,000 of nonprofit housing bonds in one or more series to which the payments  
23.33 made under this section may be pledged. The nonprofit housing bonds authorized in this  
23.34 subdivision may be issued for the purpose of making loans, on terms and conditions the  
23.35 agency deems appropriate, to finance the costs of:

24.1 (1) the acquisition, preservation, and rehabilitation of foreclosed property to be used  
24.2 for rental housing for low- and moderate-income households; and

24.3 (2) the acquisition by a community land trust of the land portion of foreclosed  
24.4 property for lease to low- and moderate-income homebuyers.

24.5 Subd. 3. **No full faith and credit.** The nonprofit housing bonds are not public debt  
24.6 of the state, and the full faith and credit and taxing powers of the state are not pledged  
24.7 to the payment of the nonprofit housing bonds or to any payment that the state agrees to  
24.8 make under this section. The bonds must contain a conspicuous statement to that effect.

24.9 Subd. 4. ~~Appropriation~~ **Appropriations; payment to agency or trustee.** (a)  
24.10 The agency must certify annually to the commissioner of management and budget the  
24.11 actual amount of annual debt service on each series of bonds issued under ~~subdivision~~  
24.12 subdivisions 2 and 2a, respectively.

24.13 (b) Each July 15, beginning in 2009 and through 2031, if any nonprofit housing  
24.14 bonds issued under subdivision 2 remain outstanding, the commissioner of management  
24.15 and budget must transfer to the nonprofit housing bond account established under  
24.16 section 462A.21, subdivision 32, the amount certified under paragraph (a), not to exceed  
24.17 \$2,400,000 annually. The amounts necessary to make the transfers are appropriated from  
24.18 the general fund to the commissioner of management and budget.

24.19 (c) Each July 15, beginning in 2012 and through 2034, if any nonprofit housing  
24.20 bonds issued under subdivision 2a remain outstanding, the commissioner of management  
24.21 and budget must transfer to the nonprofit housing bond account established under section  
24.22 462A.21, subdivision 32, the amount certified under paragraph (a), not to exceed \$800,000  
24.23 annually. The amounts necessary to make the transfers are appropriated from the general  
24.24 fund to the commissioner of management and budget.

24.25 ~~(c)~~ (d) The agency may pledge to the payment of the nonprofit housing bonds the  
24.26 payments to be made by the state under this section.

24.27 Sec. 24. Laws 2008, chapter 179, section 19, subdivision 4, is amended to read:

24.28 Subd. 4. **Minneapolis Veterans Home Campus**

24.29		<del>3,955,000</del>
24.30	<b>Building 17 HVAC Replacement</b>	<u>1,755,000</u>

24.31 To replace the sections of the campus-wide  
24.32 heating, ventilation, and air conditioning  
24.33 system that serve Building 17.

24.34 Sec. 25. Laws 2010, chapter 189, section 6, subdivision 2, is amended to read:

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25.1 Subd. 2. **Alpha Building Demolition** 755,000 265,500

25.2 To demolish the Alpha Building.

25.3 Sec. 26. Laws 2010, chapter 189, section 6, subdivision 4, is amended to read:

25.4 Subd. 4. **Storage Building** 129,000 618,500

25.5 To construct a storage building on the site of  
25.6 the demolished Alpha Building.

25.7 Sec. 27. Laws 2010, chapter 189, section 19, subdivision 4, is amended to read:

25.8 9,450,000  
25.9 Subd. 4. **Minneapolis Veterans Home** 11,650,000

25.10 To ~~remodel~~ predesign, design, construct,  
25.11 furnish, and equip the renovation of building  
25.12 16 to accommodate a domiciliary program,  
25.13 demolish the north wing of building 17,  
25.14 predesign a new building 17, and design,  
25.15 construct, furnish, and equip ~~up to a 72-bed~~  
25.16 ~~single occupancy person-centered nursing~~  
25.17 ~~care building~~ the north wing of the new  
25.18 building 17, including site improvements and  
25.19 amenities for building and program support.

25.20 Sec. 28. **EFFECTIVE DATE.**

25.21 This act is effective the day following final enactment.