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State of Minnesota
HOUSE OF REPRESENTATIVES

EIGHTY-EIGHTH SESSION

H. F. No. 2490

02/27/2014 Authored by Hausman and Carlson

The bill was read for the first time and referred to the Committee on Capital Investment

1.1 A bill for an act
1.2 relating to capital improvements; authorizing spending to acquire and better
1.3 public land and buildings and other improvements of a capital nature with certain
1.4 conditions; authorizing the sale of state bonds; modifying programs; modifying
1.5 prior appropriations; appropriating money; amending Minnesota Statutes
1.6 2012, sections 16A.641, by adding a subdivision; 16A.642, subdivisions 1, 2;
1.7 115A.0716, subdivision 1; 462A.37, subdivision 2, by adding subdivisions; Laws
1.8 2009, chapter 93, article 1, section 11, subdivision 4; Laws 2010, chapter 189,
1.9 section 15, subdivision 5; Laws 2012, chapter 293, section 19, subdivision 4.

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

1.11 ARTICLE 1

1.12 Section 1. CAPITAL IMPROVEMENT APPROPRIATIONS.

1.13 The sums shown in the column under "Appropriations" are appropriated from the
1.14 bond proceeds fund, or another named fund, to the state agencies or officials indicated,
1.15 to be spent for public purposes. Appropriations of bond proceeds must be spent as
1.16 authorized by the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire
1.17 and better public land and buildings and other public improvements of a capital nature, or
1.18 as authorized by the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j),
1.19 or article XIV. Unless otherwise specified, money appropriated in this act for a capital
1.20 program or project may be used to pay state agency staff costs that are attributed directly
1.21 to the capital program or project in accordance with accounting policies adopted by the
1.22 commissioner of management and budget. Unless otherwise specified, the appropriations
1.23 in this act are available until the project is completed or abandoned subject to Minnesota
1.24 Statutes, section 16A.642. Unless otherwise specified in this act, money appropriated in
1.25 this act for activities under Minnesota Statutes, sections 84.946, 16B.307, and 135A.046

2.1 should not be used for projects that can be financed within a reasonable time frame under
 2.2 Minnesota Statutes, section 16B.322 or 16C.144.

2.3 **SUMMARY**

2.4	<u>University of Minnesota</u>	\$	<u>118,700,000</u>
2.5	<u>Minnesota State Colleges and Universities</u>		<u>151,401,000</u>
2.6	<u>Education</u>		<u>13,491,000</u>
2.7	<u>Minnesota State Academies</u>		<u>12,654,000</u>
2.8	<u>Perpich Center for Arts Education</u>		<u>2,736,000</u>
2.9	<u>Natural Resources</u>		<u>54,561,000</u>
2.10	<u>Pollution Control Agency</u>		<u>7,774,000</u>
2.11	<u>Agriculture</u>		<u>203,000</u>
2.12	<u>Zoological Garden</u>		<u>12,000,000</u>
2.13	<u>Administration</u>		<u>130,050,000</u>
2.14	<u>Amateur Sports Commission</u>		<u>4,298,000</u>
2.15	<u>Military Affairs</u>		<u>7,625,000</u>
2.16	<u>Transportation</u>		<u>89,480,000</u>
2.17	<u>Metropolitan Council</u>		<u>34,900,000</u>
2.18	<u>Human Services</u>		<u>77,192,000</u>
2.19	<u>Veterans Affairs</u>		<u>4,040,000</u>
2.20	<u>Corrections</u>		<u>47,869,000</u>
2.21	<u>Iron Range Resources and Rehabilitation</u>		<u>4,995,000</u>
2.22	<u>Employment and Economic Development</u>		<u>135,058,000</u>
2.23	<u>Public Facilities Authority</u>		<u>67,688,000</u>
2.24	<u>Housing Finance Agency</u>		<u>10,000,000</u>
2.25	<u>Minnesota Historical Society</u>		<u>3,000,000</u>
2.26	<u>Bond Sale Expenses</u>		<u>980,000</u>
2.27	<u>TOTAL</u>	\$	<u>990,695,000</u>
2.28	<u>Bond Proceeds Fund (General Fund Debt Service)</u>		<u>892,147,000</u>
2.29	<u>Bond Proceeds Fund (User Financed Debt Service)</u>		<u>37,134,000</u>
2.30	<u>Maximum Effort School Loan Fund</u>		<u>13,464,000</u>
2.31	<u>State Transportation Fund</u>		<u>40,000,000</u>
2.32	<u>Trunk Highway Fund</u>		<u>7,950,000</u>

2.33 **APPROPRIATIONS**

2.34 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.35 **Subdivision 1. Total Appropriation** **\$** **118,700,000**

2.36 To the Board of Regents of the University
 2.37 of Minnesota for the purposes specified in
 2.38 this section.

2.39 **Subd. 2. Higher Education Asset Preservation**
 2.40 **and Replacement (HEAPR)**

40,000,000

- 3.1 To be spent in accordance with Minnesota
 3.2 Statutes, section 135A.046.
- 3.3 **Subd. 3. Twin Cities Campus** **56,700,000**
- 3.4 To design, renovate, furnish, and equip the
 3.5 historic Tate Laboratory of Physics Building
 3.6 on the Twin Cities campus for the College of
 3.7 Science and Engineering.
- 3.8 **Subd. 4. Crookston Campus** **10,000,000**
- 3.9 To design, renovate existing space, construct
 3.10 additional space, furnish, and equip the
 3.11 wellness and recreation center on the
 3.12 Crookston Campus.
- 3.13 **Subd. 5. Laboratory Renovation** **12,000,000**
- 3.14 To design, renovate, construct, furnish, and
 3.15 equip laboratory facilities including a new
 3.16 bee research facility, a new greenhouse, and
 3.17 the aquatic invasive species laboratory.
- 3.18 **Subd. 6. University Share**
- 3.19 Except for Higher Education Asset
 3.20 Preservation and Replacement (HEAPR)
 3.21 under subdivision 2, the appropriations in this
 3.22 section are intended to cover approximately
 3.23 two-thirds of the cost of each project. The
 3.24 remaining costs must be paid from university
 3.25 sources.
- 3.26 **Subd. 7. Unspent Appropriations**
- 3.27 Upon substantial completion of a project
 3.28 authorized in this section and after written
 3.29 notice to the commissioner of management
 3.30 and budget, the Board of Regents must use
 3.31 any money remaining in the appropriation
 3.32 for that project for HEAPR under Minnesota
 3.33 Statutes, section 135A.046. The Board of

4.1 Regents must report by February 1 of each
 4.2 even-numbered year to the chairs of the house
 4.3 of representatives and senate committees
 4.4 with jurisdiction over capital investments and
 4.5 higher education finance, and to the chairs
 4.6 of the house of representatives Ways and
 4.7 Means Committee and the senate Finance
 4.8 Committee, on how the remaining money
 4.9 has been allocated or spent.

4.10 **Sec. 3. MINNESOTA STATE COLLEGES**
 4.11 **AND UNIVERSITIES**

4.12 **Subdivision 1. Total Appropriation** **\$ 151,401,000**

4.13 To the Board of Trustees of the Minnesota
 4.14 State Colleges and Universities for the
 4.15 purposes specified in this section.

4.16 **Subd. 2. Higher Education Asset Preservation**
 4.17 **and Replacement (HEAPR)** **40,000,000**

4.18 To be spent in accordance with Minnesota
 4.19 Statutes, section 135A.046.

4.20 **Subd. 3. Anoka Technical College** **1,500,000**

4.21 To design, renovate, furnish, and equip
 4.22 classroom and lab space for the automotive
 4.23 technology and manufacturing technology
 4.24 programs.

4.25 **Subd. 4. Bemidji State University** **13,790,000**

4.26 To complete design and renovate, construct
 4.27 an addition to, furnish, and equip Memorial
 4.28 Hall; to design and renovate, furnish, and
 4.29 equip Decker Hall; to demolish Sanford Hall;
 4.30 and to design the demolition and replacement
 4.31 of Hagg Sauer Hall.

4.32 **Subd. 5. Central Lakes College - Staples** **4,581,000**

4.33 To demolish obsolete space and to design,
 4.34 renovate, repurpose, furnish, and equip space

5.1	<u>on the main campus to improve overall space</u>	
5.2	<u>utilization, efficiency, and academic program</u>	
5.3	<u>sustainability.</u>	
5.4	<u>Subd. 6. Century College</u>	<u>2,020,000</u>
5.5	<u>To design, renovate, repurpose, furnish,</u>	
5.6	<u>and equip classroom and lab space for</u>	
5.7	<u>high-demand career and technical programs.</u>	
5.8	<u>Subd. 7. Dakota County Technical College</u>	<u>7,586,000</u>
5.9	<u>To complete design, renovate, furnish,</u>	
5.10	<u>and equip classroom and lab space for</u>	
5.11	<u>transportation and emerging technology</u>	
5.12	<u>programs.</u>	
5.13	<u>Subd. 8. Lake Superior College</u>	<u>5,266,000</u>
5.14	<u>To complete design, renovate, furnish, and</u>	
5.15	<u>equip existing Allied Health and Science</u>	
5.16	<u>classroom, lab, and clinic space in the 1986</u>	
5.17	<u>wing of the E building.</u>	
5.18	<u>Subd. 9. Metropolitan State University</u>	<u>35,865,000</u>
5.19	<u>To complete design and to construct, furnish,</u>	
5.20	<u>and equip the Science Education Center and</u>	
5.21	<u>renovate, furnish, and equip space in the new</u>	
5.22	<u>main building.</u>	
5.23	<u>Subd. 10. Minneapolis Community and</u>	
5.24	<u>Technical College</u>	<u>3,600,000</u>
5.25	<u>To design and renovate classroom and lab</u>	
5.26	<u>space and upgrade HVAC, security systems,</u>	
5.27	<u>and facility exteriors.</u>	
5.28	<u>Subd. 11. Minnesota State College - Southeast</u>	
5.29	<u>Technical</u>	<u>1,700,000</u>
5.30	<u>To design, renovate, repurpose, furnish, and</u>	
5.31	<u>equip classroom and lab space on the Red</u>	
5.32	<u>Wing and Winona campuses.</u>	
5.33	<u>Subd. 12. Minnesota State Community and</u>	
5.34	<u>Technical College</u>	<u>1,385,000</u>

- 6.1 To design, renovate, furnish, and equip space
 6.2 to meet workforce training needs on the
 6.3 Fergus Falls and Wadena campuses.
- 6.4 **Subd. 13. Minnesota State Community and**
 6.5 **Technical College - Moorhead** 6,544,000
- 6.6 To design, renovate, demolish obsolete
 6.7 space, construct an addition, and furnish and
 6.8 equip the Transportation Center.
- 6.9 **Subd. 14. Minnesota West Community and**
 6.10 **Technical College** 3,487,000
- 6.11 To design, renovate, furnish, and equip
 6.12 classroom, lab, and other space on the Canby
 6.13 campus and to demolish obsolete space and
 6.14 construct new space on the Jackson campus.
- 6.15 **Subd. 15. Northeast Higher Education District** 3,344,000
- 6.16 To design, renovate, furnish, and equip
 6.17 Wilson Hall and construct a biomass boiler
 6.18 system on the Itasca campus; to design,
 6.19 renovate, furnish, and equip the clinical
 6.20 nursing lab on the Rainy River campus;
 6.21 to design, renovate, furnish, and equip
 6.22 classroom and lab space on the Vermilion
 6.23 campus; and to design the demolition,
 6.24 demolish obsolete space, design, renovate,
 6.25 furnish, and equip space on the Hibbing
 6.26 campus.
- 6.27 **Subd. 16. Northland Community and Technical**
 6.28 **College** 5,864,000
- 6.29 To complete design, demolish, construct new,
 6.30 and renovate, furnish, and equip the aviation
 6.31 maintenance complex at the Thief River Falls
 6.32 airport. As a condition of the appropriation,
 6.33 the Board of Trustees is authorized to and
 6.34 shall enter into a long-term ground lease with
 6.35 the Thief River Falls Airport Authority that

7.1 meets the conditions and requirements of
 7.2 Minnesota Statutes, section 16A.695. The
 7.3 term of the ground lease will be no less than
 7.4 37.5 years.

7.5 Subd. 17. **South Central College** 7,467,000

7.6 To design, renovate, furnish, and equip space
 7.7 on the North Mankato campus, including
 7.8 asbestos abatement, roof replacement, and
 7.9 HVAC upgrades.

7.10 Subd. 18. **St. Paul College** 1,500,000

7.11 To design, renovate, furnish, and equip
 7.12 classroom and lab space for the Culinary
 7.13 Arts and CNC/machine tool programs.

7.14 Subd. 19. **Winona State University** 5,902,000

7.15 To design the Education Village/Wabasha
 7.16 Education Project and renovate, furnish, and
 7.17 equip a portion of Wabasha Hall.

7.18 Subd. 20. **Debt Service**

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

7.23 After each sale of general obligation bonds,
 7.24 the commissioner of management and budget
 7.25 shall notify the board of the amounts assessed
 7.26 for each year for the life of the bonds.

7.27 (b) The board need not pay debt service
 7.28 on bonds sold to finance higher education
 7.29 asset preservation and replacement. Where a
 7.30 nonstate match is required, the debt service is
 7.31 due on a principal amount equal to one-third
 7.32 of the total project cost, less the match
 7.33 committed before the bonds are sold.

8.1 (c) The commissioner of management and
8.2 budget shall reduce the board's assessment
8.3 each year by one-third of the net income
8.4 from investment of general obligation bond
8.5 proceeds in proportion to the amount of
8.6 principal and interest otherwise required to
8.7 be paid by the board. The board shall pay its
8.8 resulting net assessment to the commissioner
8.9 of management and budget by December
8.10 1 each year. If the board fails to make
8.11 a payment when due, the commissioner
8.12 of management and budget shall reduce
8.13 allotments for appropriations from the
8.14 general fund otherwise available to the board
8.15 and apply the amount of the reduction to
8.16 cover the missed debt service payment. The
8.17 commissioner of management and budget
8.18 shall credit the payments received from the
8.19 board to the bond debt service account in
8.20 the state bond fund each December 1 before
8.21 money is transferred from the general fund
8.22 under Minnesota Statutes, section 16A.641,
8.23 subdivision 10.

8.24 **Subd. 21. Unspent Appropriations**

8.25 (a) Upon substantial completion of a project
8.26 authorized in this section and after written
8.27 notice to the commissioner of management
8.28 and budget, the board must use any money
8.29 remaining in the appropriation for that
8.30 project for higher asset preservation and
8.31 replacement (HEAPR) under Minnesota
8.32 Statutes, section 135A.046. The Board
8.33 of Trustees must report by February 1 of
8.34 each even-numbered year to the chairs of
8.35 the house of representatives and senate
8.36 committees with jurisdiction over capital

9.1 investment and higher education finance, and
 9.2 to the chairs of the house of representatives
 9.3 Ways and Means Committee and the senate
 9.4 Finance Committee, on how the remaining
 9.5 money has been allocated or spent.

9.6 (b) The unspent portion of an appropriation
 9.7 for a project in this section that is complete
 9.8 is available for higher education asset
 9.9 preservation and replacement under this
 9.10 subdivision, at the same campus as the
 9.11 project for which the original appropriation
 9.12 was made and the debt service requirement
 9.13 under subdivision 20 is reduced accordingly.

9.14 Minnesota Statutes, section 16A.642, applies
 9.15 from the date of the original appropriation to
 9.16 the unspent amount transferred.

9.17 Sec. 4. **EDUCATION** **\$** **13,491,000**

9.18 (a) \$13,464,000 is to the commissioner of
 9.19 education from the maximum effort school
 9.20 loan fund for a capital loan to Independent
 9.21 School District No. 38, Red Lake, as
 9.22 provided in Minnesota Statutes, sections
 9.23 126C.60 to 126C.72. Of this appropriation,
 9.24 \$5,491,000 is to complete design and
 9.25 construction of, furnish, and equip a single
 9.26 kitchen and cafeteria to serve the high
 9.27 school and middle school, and \$7,973,000
 9.28 is to complete design, renovation, and
 9.29 construction of, furnish, and equip Red Lake
 9.30 Elementary School.

9.31 (b) \$27,000 is to the commissioner of
 9.32 administration from the bond proceeds fund
 9.33 to provide project management services and
 9.34 general project oversight for this project.
 9.35 Prior to proceeding with any work that is

10.1 to be paid from the maximum effort school
 10.2 loan fund on this project, the commissioner
 10.3 of administration and Independent School
 10.4 District No. 38, Red Lake, shall execute a
 10.5 project management services agreement in a
 10.6 form mutually acceptable to the parties.

10.7 **Sec. 5. MINNESOTA STATE ACADEMIES**

10.8 **Subdivision 1. Total Appropriation** **\$ 12,654,000**

10.9 To the commissioner of administration for
 10.10 the purposes specified in this section.

10.11 **Subd. 2. Asset Preservation** **2,000,000**

10.12 For asset preservation on both campuses of
 10.13 the academies, to be spent in accordance
 10.14 with Minnesota Statutes, section 16B.307.

10.15 **Subd. 3. New Dormitory** **10,654,000**

10.16 To complete the design of and perform
 10.17 asbestos and hazardous materials abatement
 10.18 and demolition of Frechette Hall and to
 10.19 design, construct, furnish, and equip a new
 10.20 boys' dormitory on the Faribault campus.

10.21 **Sec. 6. PERPICH CENTER FOR ARTS**
 10.22 **EDUCATION**

10.23 **Subdivision 1. Total Appropriation** **\$ 2,736,000**

10.24 To the commissioner of administration for
 10.25 the purposes specified in this section.

10.26 **Subd. 2. Asset Preservation** **2,000,000**

10.27 For asset preservation of buildings and
 10.28 grounds, to be spent in accordance with
 10.29 Minnesota Statutes, section 16B.307.

10.30 **Subd. 3. East Wing Restrooms** **736,000**

10.31 To design, renovate, and equip restrooms in
 10.32 the East Wing of the Administration Building.

11.1	Sec. 7. <u>NATURAL RESOURCES</u>		
11.2	<u>Subdivision 1. Total Appropriation</u>	\$	<u>54,561,000</u>
11.3	<u>To the commissioner of natural resources for</u>		
11.4	<u>the purposes specified in this section.</u>		
11.5	<u>The appropriations in this section are</u>		
11.6	<u>subject to the requirements of the natural</u>		
11.7	<u>resources capital improvement program</u>		
11.8	<u>under Minnesota Statutes, section 86A.12,</u>		
11.9	<u>unless this section or the statutes referred</u>		
11.10	<u>to in this section provide more specific</u>		
11.11	<u>standards, criteria, or priorities for projects</u>		
11.12	<u>than Minnesota Statutes, section 86A.12.</u>		
11.13	<u>Subd. 2. Natural Resources Asset Preservation</u>		<u>23,000,000</u>
11.14	<u>For the renovation of state-owned facilities</u>		
11.15	<u>and recreational assets operated by the</u>		
11.16	<u>commissioner of natural resources, to be</u>		
11.17	<u>spent in accordance with Minnesota Statutes,</u>		
11.18	<u>section 84.946. This appropriation includes</u>		
11.19	<u>money for rehabilitation of: buildings,</u>		
11.20	<u>including sanitation buildings in state parks;</u>		
11.21	<u>the elevator shaft at Tower Soudan State Park;</u>		
11.22	<u>Upper Post road and sewer; Root River Trail,</u>		
11.23	<u>from Waylen to Rushford; Sakatah Trail,</u>		
11.24	<u>from Waterville to Madison Lake; roads and</u>		
11.25	<u>bridges; wildlife water control structures;</u>		
11.26	<u>and water accesses and fishing piers.</u>		
11.27	<u>Subd. 3. Buildings and Facilities Development</u>		<u>2,000,000</u>
11.28	<u>For predesign construction costs in support</u>		
11.29	<u>of the Department of Natural Resources</u>		
11.30	<u>strategic and long-term investment in its</u>		
11.31	<u>facility management objectives.</u>		
11.32	<u>Subd. 4. Dam Renovation and Removal</u>		<u>4,000,000</u>
11.33	<u>To renovate or remove publicly owned dams.</u>		
11.34	<u>The commissioner shall determine project</u>		

- 12.1 priorities as appropriate under Minnesota
 12.2 Statutes, sections 103G.511 and 103G.515.
- 12.3 Notwithstanding Minnesota Statutes, section
 12.4 16A.69, subdivision 2, upon the award of
 12.5 final contracts for the completion of a project
 12.6 listed in this subdivision, the commissioner
 12.7 may transfer the unencumbered balance
 12.8 in the project account to any other dam
 12.9 renovation or removal project on the
 12.10 commissioner's priority list.
- 12.11 Subd. 5. **RIM Critical Habitat Match** 3,000,000
- 12.12 To provide the state match for the critical
 12.13 habitat private sector matching account under
 12.14 Minnesota Statutes, section 84.943.
- 12.15 Subd. 6. **Native Prairie Bank Acquisition and**
 12.16 **Development** 6,000,000
- 12.17 To acquire native prairie bank easements
 12.18 under Minnesota Statutes, section 84.96, to
 12.19 develop and restore certain tracts of prairie
 12.20 bank lands.
- 12.21 Subd. 7. **Forests for the Future** 3,000,000
- 12.22 To acquire conservation easements as
 12.23 described under Minnesota Statutes, chapter
 12.24 84C, and fee title on private forest lands
 12.25 to prevent the fragmentation and loss of
 12.26 productive forest lands. The conservation
 12.27 easements must guarantee public access,
 12.28 including hunting and fishing.
- 12.29 Subd. 8. **State Forest Land Reforestation and**
 12.30 **Stand Improvement** 5,000,000
- 12.31 To provide for the reforestation and stand
 12.32 improvement on state forest lands to meet
 12.33 the reforestation requirements of Minnesota
 12.34 Statutes, section 89.002, subdivision 2,

13.1 including purchasing native seeds and native
 13.2 seedlings, planting, seeding, site preparation,
 13.3 and protection on state lands administered
 13.4 by the commissioner.

13.5 **Subd. 9. Fish Hatchery Improvements** 3,561,000

13.6 For improvements of a capital nature to
 13.7 hatchery facilities owned by the state and
 13.8 operated by the commissioner of natural
 13.9 resources under Minnesota Statutes, section
 13.10 97A.045, subdivision 1, and to provide
 13.11 system upgrades to prevent the spread of
 13.12 invasive species and pathogens.

13.13 **Subd. 10. State Parks and Trails Acquisition**
 13.14 **and Development** 5,000,000

13.15 To acquire land for and to construct
 13.16 projects within state parks established under
 13.17 Minnesota Statutes, section 85.012, and state
 13.18 recreation areas established under Minnesota
 13.19 Statutes, section 85.013; to acquire land or
 13.20 interests in land for, and to construct and
 13.21 renovate state trails under Minnesota Statutes,
 13.22 section 85.015; and for public water access
 13.23 acquisition and betterment under Minnesota
 13.24 Statutes, section 86A.05, subdivision 9.

13.25 **Subd. 11. Unspent Appropriations**

13.26 The unspent portion of an appropriation,
 13.27 but not to exceed ten percent of the
 13.28 appropriation, for a project in this section
 13.29 that is complete, other than an appropriation
 13.30 for flood hazard mitigation, upon written
 13.31 notice to the commissioner of management
 13.32 and budget, is available for asset preservation
 13.33 under Minnesota Statutes, section 84.946.
 13.34 Minnesota Statutes, section 16A.642, applies
 13.35 from the date of the original appropriation

14.1 to the unspent amount transferred for asset
 14.2 preservation.

14.3 **Sec. 8. POLLUTION CONTROL AGENCY**

14.4 **Subdivision 1. Total Appropriation** **\$ 7,774,000**

14.5 To the Pollution Control Agency for the
 14.6 purposes specified in this section.

14.7 **Subd. 2. Capital Assistance Program** **5,774,000**

14.8 For the solid waste capital assistance grants
 14.9 program under Minnesota Statutes, section
 14.10 115A.54.

14.11 **Subd. 3. Municipal Storm Water Pond**
 14.12 **Cleanout** **2,000,000**

14.13 For grants to municipalities for removal of
 14.14 accumulated sediment from storm water
 14.15 ponds and related infrastructure under
 14.16 Minnesota Statutes, section 115A.0716,
 14.17 subdivision 1, paragraph (b). Grants awarded
 14.18 under this subdivision are intended to cover
 14.19 50 percent of the eligible costs of a project
 14.20 and may not exceed \$250,000 per pond. In
 14.21 awarding a grant, preference shall be given
 14.22 to projects that:

14.23 (1) alleviate a threat of flooding to private or
 14.24 public properties including residential and
 14.25 business properties;

14.26 (2) provide direct water quality benefits to
 14.27 an impaired water; or

14.28 (3) include measures to reduce the future
 14.29 accumulation of contaminants that help
 14.30 reduce long-term operation and management
 14.31 costs.

14.32 **Sec. 9. AGRICULTURE** **\$ 203,000**

15.1	<u>To the commissioner of administration</u>		
15.2	<u>to design, reconstruct, and equip the feed</u>		
15.3	<u>storage and grinding rooms in the Agriculture</u>		
15.4	<u>laboratory.</u>		
15.5	Sec. 10. <u>MINNESOTA ZOOLOGICAL</u>		
15.6	<u>GARDEN</u>		
15.7	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>12,000,000</u>
15.8	<u>To the Minnesota Zoological Garden Board</u>		
15.9	<u>for the purposes specified in this section.</u>		
15.10	<u>Subd. 2. Asset Preservation and Improvement</u>		<u>4,000,000</u>
15.11	<u>For capital asset preservation improvements</u>		
15.12	<u>and betterments to infrastructure and</u>		
15.13	<u>exhibits at the Minnesota Zoo, to be spent in</u>		
15.14	<u>accordance with Minnesota Statutes, section</u>		
15.15	<u>16B.307.</u>		
15.16	<u>Subd. 3. Heart of the Zoo</u>		<u>5,000,000</u>
15.17	<u>For the design, renovation, and repair of the</u>		
15.18	<u>upper and lower plazas; for the design and</u>		
15.19	<u>extension of the plaza; and for design of the</u>		
15.20	<u>Heart of the Zoo II project.</u>		
15.21	<u>Subd. 4. Discovery Bay</u>		<u>3,000,000</u>
15.22	<u>To complete renovation of Discovery Bay to</u>		
15.23	<u>permit the opening of a new marine exhibit.</u>		
15.24	Sec. 11. <u>ADMINISTRATION</u>		
15.25	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>130,050,000</u>
15.26	<u>To the commissioner of administration for</u>		
15.27	<u>the purposes specified in this section.</u>		
15.28	<u>Subd. 2. Capital Asset Preservation and</u>		
15.29	<u>Replacement Account (CAPRA)</u>		<u>2,000,000</u>
15.30	<u>To be spent in accordance with Minnesota</u>		
15.31	<u>Statutes, section 16A.632.</u>		
15.32	<u>Subd. 3. Capitol Restoration</u>		<u>126,300,000</u>

16.1 This appropriation may be used for one or
 16.2 more of the following purposes:
 16.3 (1) To complete the design of, and to
 16.4 construct, repair, improve, renovate, restore,
 16.5 furnish, and equip the State Capitol building
 16.6 and grounds including, but not limited
 16.7 to, exterior stone repairs and window
 16.8 replacement; asbestos and hazardous
 16.9 materials abatement; mechanical, electrical,
 16.10 and plumbing; security systems replacement;
 16.11 general construction including, but not
 16.12 limited to, demolition, site improvements,
 16.13 life safety improvements, accessibility,
 16.14 security and telecommunications; roof
 16.15 replacement; and finish work.

16.16 (2) To predesign, design, conduct hazardous
 16.17 materials abatement, construct, repair,
 16.18 renovate, remodel, and furnish and equip
 16.19 the State Office Building, Administration
 16.20 Building, Centennial Office Building, 321
 16.21 Grove Street Buildings, and such other
 16.22 properties located on the Capitol campus as
 16.23 determined by the commissioner to meet
 16.24 temporary and permanent office, broadcast
 16.25 media, storage, parking, and other space
 16.26 needs occasioned by and in furtherance of
 16.27 an efficient restoration of the State Capitol
 16.28 building and for the efficient and effective
 16.29 function of the tenants currently located in
 16.30 the State Capitol building.

16.31 This appropriation is in addition to the
 16.32 appropriations in Laws 2012, chapter 293,
 16.33 section 13, subdivision 3, and Laws 2013,
 16.34 chapter 136, section 3.

16.35 **Subd. 4. Minnesota Hmong-Lao Veterans**
 16.36 **Memorial**

450,000

17.1 To complete design and construct a memorial
 17.2 in the Capitol Area to honor all Hmong-Lao
 17.3 veterans of the war in Laos who were allied
 17.4 with the American forces during the Vietnam
 17.5 War. This appropriation is not available
 17.6 until the commissioner of management
 17.7 and budget has determined that at least
 17.8 \$150,000 has been committed to the project
 17.9 from nonstate sources and the conditions of
 17.10 Minnesota Statutes, section 16A.502, have
 17.11 been satisfied.

17.12 Subd. 5. **Data Center Consolidation** 1,300,000

17.13 To design, construct, furnish, and equip the
 17.14 repurposing of data centers in state-owned
 17.15 facilities.

17.16 Sec. 12. **AMATEUR SPORTS COMMISSION** \$ 4,298,000

17.17 To the Amateur Sports Commission for a
 17.18 grant to the city of Marshall to acquire land
 17.19 and prepare a site for, and to predesign,
 17.20 design, construct, furnish, and equip the
 17.21 Southwest Regional Amateur Sports Center.
 17.22 This appropriation is not available until the
 17.23 commissioner of management and budget
 17.24 determines that at least an equal amount has
 17.25 been committed to the project from nonstate
 17.26 sources.

17.27 Sec. 13. **MILITARY AFFAIRS**

17.28 Subdivision 1. **Total Appropriation** \$ 7,625,000

17.29 To the adjutant general for the purposes
 17.30 specified in this section.

17.31 Subd. 2. **Asset Preservation** 5,000,000

17.32 For asset preservation improvements and
 17.33 betterments of a capital nature at military

18.1 affairs facilities statewide, to be spent in
 18.2 accordance with Minnesota Statutes, section
 18.3 16B.307.

18.4 **Subd. 3. Brooklyn Park Armory** 1,244,000

18.5 To renovate existing space and to construct
 18.6 an addition to, furnish, and equip the
 18.7 Brooklyn Park Armory.

18.8 **Subd. 4. Owatonna Armory** 1,381,000

18.9 To renovate, furnish, and equip existing
 18.10 space, and construct motor vehicle storage
 18.11 lot space at the Owatonna Armory.

18.12 **Sec. 14. TRANSPORTATION**

18.13 **Subdivision 1. Total Appropriation** **\$ 89,480,000**

18.14 To the commissioner of transportation for the
 18.15 purposes specified in this section.

18.16 **Subd. 2. Local Bridge Replacement and**
 18.17 **Rehabilitation** 30,000,000

18.18 This appropriation is from the bond proceeds
 18.19 account in the state transportation fund
 18.20 to match federal money and to replace
 18.21 or rehabilitate local deficient bridges as
 18.22 provided in Minnesota Statutes, section
 18.23 174.50. To the extent practicable, the
 18.24 commissioner shall expend the funds as
 18.25 provided under Minnesota Statutes, section
 18.26 174.50, subdivisions 6c and 7, paragraph (c).

18.27 Political subdivisions may use grants made
 18.28 under this subdivision to construct or
 18.29 reconstruct bridges, including but not limited
 18.30 to:

18.31 (1) matching federal aid grants to construct
 18.32 or reconstruct key bridges;

19.1 (2) paying the costs of preliminary
 19.2 engineering and environmental studies
 19.3 authorized under Minnesota Statutes, section
 19.4 174.50, subdivision 6a;

19.5 (3) paying the costs to abandon an existing
 19.6 bridge that is deficient and in need of
 19.7 replacement, but where no replacement will
 19.8 be made; and

19.9 (4) paying the costs to construct a road
 19.10 or street to facilitate the abandonment
 19.11 of an existing bridge determined by
 19.12 the commissioner to be deficient, if the
 19.13 commissioner determines that construction
 19.14 of the road or street is more economical than
 19.15 replacement of the existing bridge.

19.16 **Subd. 3. Local Road Improvement Fund**
 19.17 **Grants**

10,000,000

19.18 From the bond proceeds account in the state
 19.19 transportation fund as provided in Minnesota
 19.20 Statutes, section 174.50, for construction and
 19.21 reconstruction of local roads with statewide
 19.22 or regional significance under Minnesota
 19.23 Statutes, section 174.52, subdivision 4, or for
 19.24 grants to counties to assist in paying the costs
 19.25 of rural road safety capital improvement
 19.26 projects on county state-aid highways
 19.27 under Minnesota Statutes, section 174.52,
 19.28 subdivision 4a.

19.29 **Subd. 4. Greater Minnesota Transit**

1,130,000

19.30 For capital assistance for publicly owned
 19.31 greater Minnesota transit systems to be used
 19.32 to design, construct, and equip transit capital
 19.33 facilities under Minnesota Statutes, section
 19.34 174.24, subdivision 3c.

20.1	<u>Subd. 5. Railroad Grade Warning Devices</u>	
20.2	<u>Replacement</u>	<u>2,000,000</u>
20.3	<u>To design, construct, and equip the</u>	
20.4	<u>replacement of active highway rail grade</u>	
20.5	<u>crossing warning safety devices that have</u>	
20.6	<u>reached the end of their useful life.</u>	
20.7	<u>Subd. 6. Port Development Assistance</u>	<u>400,000</u>
20.8	<u>For a grant to the Winona Port Authority</u>	
20.9	<u>under Minnesota Statutes, chapter 457A,</u>	
20.10	<u>to improve the Winona River dock</u>	
20.11	<u>to accommodate a heavy lift. Any</u>	
20.12	<u>improvements made with the proceeds of this</u>	
20.13	<u>appropriation must be publicly owned.</u>	
20.14	<u>Subd. 7. Safe Routes to School</u>	<u>2,000,000</u>
20.15	<u>To fund solicitations for infrastructure</u>	
20.16	<u>projects that aim to increase safe and</u>	
20.17	<u>convenient opportunities for children to walk</u>	
20.18	<u>and bike to school as specified in Minnesota</u>	
20.19	<u>Statutes, section 174.40.</u>	
20.20	<u>Subd. 8. Willmar District Headquarters</u>	<u>4,370,000</u>
20.21	<u>From the trunk highway fund for</u>	
20.22	<u>completion of capital improvements to</u>	
20.23	<u>the Willmar district headquarters building.</u>	
20.24	<u>This appropriation is in addition to the</u>	
20.25	<u>appropriation in Laws 2012, chapter 287,</u>	
20.26	<u>article 1, section 1, subdivision 2.</u>	
20.27	<u>Subd. 9. Little Falls Truck Station</u>	<u>3,580,000</u>
20.28	<u>From the trunk highway fund for completion</u>	
20.29	<u>of a new truck station in Little Falls.</u>	
20.30	<u>This appropriation is in addition to the</u>	
20.31	<u>appropriation in Laws 2010, chapter 189,</u>	
20.32	<u>section 15, subdivision 15.</u>	
20.33	<u>Subd. 10. Range Regional Airport</u>	<u>5,000,000</u>

21.1 For a grant to the Chisholm-Hibbing
 21.2 Airport Authority to demolish, construct,
 21.3 furnish, and equip a new passenger terminal,
 21.4 passenger boarding bridge, and associated
 21.5 appurtenances including, but not limited
 21.6 to, passenger terminal building signage,
 21.7 passenger terminal building security systems
 21.8 and tying into the adjacent sidewalks,
 21.9 driveway and aircraft parking apron area,
 21.10 and other improvements of a capital nature
 21.11 at the Range Regional Airport terminal.
 21.12 This appropriation is not available until the
 21.13 commissioner of management and budget
 21.14 has determined that at least an equal amount
 21.15 has been committed to the project from
 21.16 nonstate sources.

21.17 Subd. 11. Falls International Airport 2,000,000

21.18 For a grant to the International
 21.19 Falls-Koochiching County Airport
 21.20 Commission to design, construct, furnish,
 21.21 and equip a new terminal building, jetway,
 21.22 and associated appurtenances of a capital
 21.23 nature at the Falls International Airport.
 21.24 This appropriation is not available until the
 21.25 commissioner of management and budget
 21.26 has determined that at least an equal amount
 21.27 has been committed to the project from
 21.28 nonstate sources.

21.29 Subd. 12. Ramsey County - TCAAP 29,000,000

21.30 For a grant to Ramsey County to predesign,
 21.31 design, and construct the replacement of the
 21.32 Highway 96 bridge over Interstate 35W and
 21.33 the associated interchange and to predesign,
 21.34 design, and construct the replacement of the
 21.35 County Road H bridge over Interstate 35W

22.1 and the associated interchange as a part of
 22.2 the Twin Cities Army Ammunition Plant
 22.3 (TCAAP) Redevelopment Project. This
 22.4 also includes any associated improvements
 22.5 to roadways and rights-of-way, and
 22.6 development of a spine road system necessary
 22.7 to facilitate access from these interchanges to
 22.8 the Twin Cities Army Ammunition Plant site
 22.9 and adjacent roadways. This appropriation
 22.10 is not available until the commissioner of
 22.11 management and budget has determined that
 22.12 at least an equal amount has been committed
 22.13 to the project from nonstate sources for
 22.14 the Twin Cities Army Ammunition Plant
 22.15 Redevelopment Project.

22.16 Sec. 15. **METROPOLITAN COUNCIL**

22.17 **Subdivision 1. Total Appropriation** **\$ 34,900,000**

22.18 To the Metropolitan Council for the purposes
 22.19 specified in this section.

22.20 **Subd. 2. Arterial BRT** **10,000,000**

22.21 For preliminary engineering, final design, and
 22.22 construction of facilities and infrastructure
 22.23 and other roadway improvements for the A
 22.24 line bus rapid transit (BRT) line.

22.25 **Subd. 3. Metro Orange Line** **7,000,000**

22.26 For the Metro Orange Line, Lake Street
 22.27 Transit Station. This appropriation may be
 22.28 used for environmental analysis, preliminary
 22.29 engineering, final design, and the acquisition
 22.30 of public land and buildings related to the
 22.31 Lake Street Transit Station.

22.32 **Subd. 4. Metropolitan Cities Inflow and**
 22.33 **Infiltration Grants** **4,000,000**

- 23.1 For grants to cities within the metropolitan
 23.2 area, as defined in Minnesota Statutes,
 23.3 section 473.121, subdivision 2, for capital
 23.4 improvements in municipal wastewater
 23.5 collection systems to reduce the amount of
 23.6 inflow and infiltration to the Metropolitan
 23.7 Council's metropolitan sanitary sewer
 23.8 disposal system. To be eligible for a grant, a
 23.9 city must be identified by the Metropolitan
 23.10 Council as a contributor of excessive
 23.11 inflow or infiltration. Grants from this
 23.12 appropriation are for up to 50 percent of the
 23.13 cost to mitigate inflow and infiltration in
 23.14 the publicly owned municipal wastewater
 23.15 collection systems. The council must
 23.16 award grants based on applications from
 23.17 eligible cities that identify eligible capital
 23.18 costs and include a timeline for inflow and
 23.19 infiltration mitigation construction, pursuant
 23.20 to guidelines established by the council.
- 23.21 **Subd. 5. Metropolitan Regional Parks and**
 23.22 **Trails Capital Improvements** 5,000,000
- 23.23 For the cost of improvements and betterments
 23.24 of a capital nature and acquisition by the
 23.25 council and local government units of
 23.26 regional recreational open-space lands in
 23.27 accordance with the council's policy plan
 23.28 as provided in Minnesota Statutes, section
 23.29 473.147. Priority must be given to park
 23.30 rehabilitation and land acquisition projects.
 23.31 This appropriation must not be used to
 23.32 purchase easements.
- 23.33 **Subd. 6. St. Paul - Como Park Transportation**
 23.34 **and Public Access** 8,900,000
- 23.35 For a grant to the city of St. Paul to predesign,
 23.36 design, and construct transportation and

- 24.1 public access improvements to Como
 24.2 Regional Park. Notwithstanding Minnesota
 24.3 Statutes, section 16A.86, subdivision 4, this
 24.4 appropriation does not require a local match.
- 24.5 Sec. 16. **HUMAN SERVICES**
- 24.6 **Subdivision 1. Total Appropriation** **\$ 77,192,000**
- 24.7 To the commissioner of administration, or
 24.8 another named agency, for the purposes
 24.9 specified in this section.
- 24.10 **Subd. 2. Asset Preservation** **4,000,000**
- 24.11 For asset preservation improvements and
 24.12 betterments of a capital nature at Department
 24.13 of Human Services facilities statewide, to be
 24.14 spent in accordance with Minnesota Statutes,
 24.15 section 16B.307.
- 24.16 **Subd. 3. Minnesota Security Hospital - St.**
 24.17 **Peter** **56,317,000**
- 24.18 To design and perform asbestos and
 24.19 hazardous materials abatement and
 24.20 demolition; to complete the design of, and to
 24.21 construct, furnish, and equip the first phase of
 24.22 a two-phase project to remodel existing, and
 24.23 to develop new, residential, program, activity,
 24.24 and ancillary facilities for the Minnesota
 24.25 Security Hospital on the upper campus of the
 24.26 St. Peter Regional Treatment Center. This
 24.27 appropriation includes funding to design the
 24.28 second phase of the project. Upon substantial
 24.29 completion of the first phase of this project,
 24.30 any unspent portion of this appropriation is
 24.31 available to design, perform asbestos and
 24.32 hazardous materials abatement, perform
 24.33 demolition, and to construct, renovate,
 24.34 furnish, and equip the second phase.

25.1	<u>Subd. 4. Minnesota Sex Offender Program -</u>	
25.2	<u>St. Peter</u>	<u>7,405,000</u>
25.3	<u>To design, construct, renovate, furnish, and</u>	
25.4	<u>equip the first phase of a three-phase project</u>	
25.5	<u>to develop additional residential, program,</u>	
25.6	<u>activity, and ancillary facilities for the</u>	
25.7	<u>Minnesota sex offender program on the lower</u>	
25.8	<u>campus of the St. Peter Regional Treatment</u>	
25.9	<u>Center. This appropriation includes funds to</u>	
25.10	<u>complete design, renovate, construct, furnish,</u>	
25.11	<u>and equip the west wing of the Green Acres</u>	
25.12	<u>Building; to design, renovate, construct,</u>	
25.13	<u>furnish, and equip the east wing of the Sunrise</u>	
25.14	<u>Building; to design through construction</u>	
25.15	<u>documents the renovation and construction</u>	
25.16	<u>of the Bartlett Building; and to design and</u>	
25.17	<u>perform asbestos and hazardous materials</u>	
25.18	<u>abatement in the Green Acres and Sunrise</u>	
25.19	<u>Buildings. Upon substantial completion of</u>	
25.20	<u>the first phase of this project, any unspent</u>	
25.21	<u>portion of this appropriation is available to</u>	
25.22	<u>design and to perform asbestos and hazardous</u>	
25.23	<u>materials abatement in subsequent phases.</u>	
25.24	<u>Subd. 5. Early Childhood Learning Facilities</u>	<u>3,000,000</u>
25.25	<u>To the commissioner of human services for</u>	
25.26	<u>grants under Minnesota Statutes, section</u>	
25.27	<u>256E.37, to construct and rehabilitate early</u>	
25.28	<u>childhood learning facilities.</u>	
25.29	<u>Subd. 6. Hennepin County - St. David's Center</u>	<u>3,750,000</u>
25.30	<u>To the commissioner of human services for a</u>	
25.31	<u>grant to Hennepin County to acquire land for</u>	
25.32	<u>and to predesign, design, construct, furnish,</u>	
25.33	<u>and equip the expansion and renovation of</u>	
25.34	<u>the St. David's Center for Child and Family</u>	
25.35	<u>Development, subject to Minnesota Statutes,</u>	

26.1 section 16A.695. The center must be used
 26.2 to promote the public welfare by providing
 26.3 early childhood education and respite care,
 26.4 children's mental health services, pediatric
 26.5 rehabilitative therapies for children with
 26.6 special needs, support services for persons
 26.7 with disabilities, foster care placement, and
 26.8 other interventions for children who are
 26.9 at risk for poor developmental outcomes
 26.10 or maltreatment. This appropriation is
 26.11 not available until the commissioner of
 26.12 management and budget has determined that
 26.13 at least an equal amount has been expended
 26.14 or committed to the project from nonstate
 26.15 sources. Amounts expended on project costs
 26.16 since July 1, 2011, shall count toward the
 26.17 matching requirement.

26.18 **Subd. 7. Maplewood - Harriet Tubman Center** 720,000

26.19 For a grant to the city of Maplewood to
 26.20 complete renovation of and equip Harriet
 26.21 Tubman Center East to be used as a regional
 26.22 collaborative service center that includes
 26.23 a shelter for victims of violence and
 26.24 exploitation and their children, legal services,
 26.25 youth programs, mental and chemical
 26.26 health services, and community education.
 26.27 Notwithstanding Minnesota Statutes,
 26.28 16A.86, subdivision 4, the appropriation for
 26.29 this phase of the project does not require a
 26.30 local match.

26.31 **Subd. 8. St. Louis County - AEOA and RMH**
 26.32 **Office** 2,000,000

26.33 To the commissioner of human services for
 26.34 a grant to St. Louis County to design a new
 26.35 office facility located in the city of Virginia to

27.1 house the Arrowhead Economic Opportunity
 27.2 Agency (AEOA) and Range Mental Health
 27.3 Center (RMHC). Notwithstanding Minnesota
 27.4 Statutes, section 16A.86, subdivision 4, the
 27.5 appropriation for this phase of the project
 27.6 does not require a local match.

27.7 Sec. 17. **VETERANS AFFAIRS**

27.8 **Subdivision 1. Total Appropriation** **\$ 4,040,000**

27.9 To the commissioner of administration for
 27.10 the purposes specified in this section.

27.11 **Subd. 2. Asset Preservation** **1,500,000**

27.12 For asset preservation improvements and
 27.13 betterments of a capital nature at veterans
 27.14 homes statewide, to be spent in accordance
 27.15 with Minnesota Statutes, section 16B.307.

27.16 **Subd. 3. Minneapolis** **700,000**

27.17 To complete the design of and perform
 27.18 repairs to stabilize the structural integrity
 27.19 of and waterproof the deep tunnel on the
 27.20 Minneapolis Veterans Home campus. These
 27.21 funds may be used for asbestos and hazardous
 27.22 materials abatement related to this project.

27.23 **Subd. 4. Luverne and Silver Bay** **1,840,000**

27.24 To complete the design of and perform
 27.25 improvements to resident rooms and
 27.26 renovation of the nursing station in the
 27.27 Luverne Veterans Home and to complete the
 27.28 design of and renovate resident bathrooms in
 27.29 the Silver Bay Veterans Home. These funds
 27.30 may be used for asbestos and hazardous
 27.31 materials abatement related to this project.

27.32 Sec. 18. **CORRECTIONS**

28.1	<u>Subdivision 1. Total Appropriation</u>	\$ <u>47,869,000</u>
28.2	<u>To the commissioner of administration for</u>	
28.3	<u>the purposes specified in this section.</u>	
28.4	<u>Subd. 2. Asset Preservation</u>	<u>10,000,000</u>
28.5	<u>For improvements and betterments of a</u>	
28.6	<u>capital nature at Minnesota correctional</u>	
28.7	<u>facilities statewide, in accordance with</u>	
28.8	<u>Minnesota Statutes, section 16B.307.</u>	
28.9	<u>Subd. 3. MCF - Shakopee</u>	<u>5,381,000</u>
28.10	<u>To design, construct, and equip a perimeter</u>	
28.11	<u>security fence at the Minnesota Correctional</u>	
28.12	<u>Facility - Shakopee.</u>	
28.13	<u>Subd. 4. MCF - St. Cloud</u>	<u>32,488,000</u>
28.14	<u>To design, construct, furnish, and equip</u>	
28.15	<u>a new health services unit, intake unit,</u>	
28.16	<u>warehouse, and loading dock; to design,</u>	
28.17	<u>renovate, repurpose, and equip existing</u>	
28.18	<u>space; to design, construct, and equip a</u>	
28.19	<u>new security control station; and to design,</u>	
28.20	<u>construct, and equip upgrades to the existing</u>	
28.21	<u>facility infrastructure, including mechanical,</u>	
28.22	<u>electrical, and security systems at the</u>	
28.23	<u>Minnesota Correctional Facility - St. Cloud.</u>	
28.24	<u>This appropriation may also be used for</u>	
28.25	<u>asbestos and hazardous materials abatement</u>	
28.26	<u>for the associated work.</u>	
28.27	<u>Subd. 5. Unspent Appropriations</u>	
28.28	<u>The unspent portion of an appropriation for</u>	
28.29	<u>a project in this section that is complete,</u>	
28.30	<u>upon written notice to the commissioner of</u>	
28.31	<u>management and budget, is available for</u>	
28.32	<u>asset preservation under Minnesota Statutes,</u>	
28.33	<u>section 16B.307, at the same correctional</u>	

29.1 facility as the project for which the original
 29.2 appropriation was made. Minnesota Statutes,
 29.3 section 16A.642, applies from the date of the
 29.4 original appropriation to the unspent amount
 29.5 transferred.

29.6 **Sec. 19. IRON RANGE RESOURCES AND**
 29.7 **REHABILITATION** **\$** **4,995,000**

29.8 To the commissioner of Iron Range
 29.9 Resources and Rehabilitation to design,
 29.10 renovate, construct, furnish, and equip an
 29.11 event center in the Giants Ridge Recreation
 29.12 Area, as defined by Minnesota Statutes,
 29.13 section 298.22, subdivision 7, paragraph
 29.14 (c). The center will provide for a multiuse,
 29.15 year-round attraction supporting statewide
 29.16 tourism and local events. Use of this
 29.17 appropriation is contingent upon the
 29.18 commissioner providing matching funds for
 29.19 the project. Pursuant to Minnesota Statutes,
 29.20 section 16A.641, subdivision 6, bonds issued
 29.21 for this project may require that the interest
 29.22 paid on the bonds be included in gross
 29.23 income for federal tax purposes.

29.24 **Sec. 20. EMPLOYMENT AND ECONOMIC**
 29.25 **DEVELOPMENT**

29.26 **Subdivision 1. Total Appropriation** **\$** **135,058,000**

29.27 To the commissioner of employment and
 29.28 economic development for the purposes
 29.29 specified in this section.

29.30 **Subd. 2. Greater Minnesota Business**
 29.31 **Development Infrastructure Grant Program** **5,000,000**

29.32 For grants under Minnesota Statutes, section
 29.33 116J.431.

29.34 **Subd. 3. Innovative Business Development**
 29.35 **Public Infrastructure Grant Program** **1,000,000**

30.1	<u>For grants under Minnesota Statutes, section</u>	
30.2	<u>116J.435.</u>	
30.3	<u>Subd. 4. Redevelopment Account</u>	<u>1,000,000</u>
30.4	<u>For purposes of the redevelopment account</u>	
30.5	<u>under Minnesota Statutes, sections 116J.571</u>	
30.6	<u>to 116J.575.</u>	
30.7	<u>Subd. 5. Transportation Economic</u>	
30.8	<u>Development</u>	<u>5,000,000</u>
30.9	<u>For purposes of the transportation economic</u>	
30.10	<u>development infrastructure program under</u>	
30.11	<u>Minnesota Statutes, section 116J.436.</u>	
30.12	<u>Subd. 6. Clara City - Business Park</u>	<u>748,000</u>
30.13	<u>For a grant to Clara City to design and</u>	
30.14	<u>construct publicly owned infrastructure</u>	
30.15	<u>for the South Hawk Creek Business Park.</u>	
30.16	<u>This appropriation is not available until the</u>	
30.17	<u>commissioner of management and budget</u>	
30.18	<u>has determined that at least an equal amount</u>	
30.19	<u>has been expended or committed to the</u>	
30.20	<u>project from nonstate sources.</u>	
30.21	<u>Subd. 7. Duluth - NorShor Center</u>	<u>6,950,000</u>
30.22	<u>For a grant to the Duluth Economic</u>	
30.23	<u>Development Authority to design, construct,</u>	
30.24	<u>furnish, and equip the renovation of and</u>	
30.25	<u>publicly owned improvements to the historic</u>	
30.26	<u>NorShor Theatre, Annex, and Temple</u>	
30.27	<u>Opera buildings, including skywalk and</u>	
30.28	<u>accessibility improvements to provide</u>	
30.29	<u>public access to the NorShor Arts Center in</u>	
30.30	<u>downtown Duluth. The city of Duluth may</u>	
30.31	<u>establish within the center condominiums or</u>	
30.32	<u>leasehold condominiums under Minnesota</u>	
30.33	<u>Statutes, chapter 515A, or a common interest</u>	
30.34	<u>community or leasehold common interest</u>	

31.1 community under Minnesota Statutes,
 31.2 chapter 515B, in order to segregate the public
 31.3 and private uses and programs in the center.
 31.4 Skywalk and accessibility improvements
 31.5 are a public use. The city of Duluth may
 31.6 enter into a lease or management agreement
 31.7 under Minnesota Statutes, section 16A.695,
 31.8 to operate the public space in the center.

31.9 **Subd. 8. Duluth - Spirit Mountain Water**
 31.10 **System**

3,400,000

31.11 For a grant to the city of Duluth for the
 31.12 Spirit Mountain Recreation Area Authority
 31.13 to acquire easements, licenses, and other
 31.14 interests in real property and to engineer,
 31.15 design, permit, and construct works and
 31.16 systems to transport water from the St. Louis
 31.17 River estuary for commercial and industrial
 31.18 use. This appropriation is not available
 31.19 until the commissioner of management and
 31.20 budget determines that at least \$1,100,000
 31.21 has been committed to the project from
 31.22 nonstate sources. Expenditures made on
 31.23 or after September 1, 2011, for this project
 31.24 shall count toward the match from nonstate
 31.25 sources. Pursuant to Minnesota Statutes,
 31.26 section 16A.641, subdivision 6, bonds issued
 31.27 for this project may require that the interest
 31.28 paid on the bonds be included in gross
 31.29 income for federal tax purposes.

31.30 **Subd. 9. Fosston - Second Street**

400,000

31.31 For a grant to the city of Fosston for
 31.32 demolition, and to design and construct
 31.33 replacement sewer and water lines, street,
 31.34 and other publicly owned infrastructure for
 31.35 Second Street South. This appropriation

32.1 is not available until the commissioner of
 32.2 management and budget determines that at
 32.3 least \$500,000 has been committed to the
 32.4 project from nonstate sources.

32.5 **Subd. 10. Mankato - Minnesota State Arena** **14,500,000**

32.6 For a grant to the city of Mankato to design,
 32.7 construct, furnish, and equip an addition to
 32.8 and renovate existing space, and for other
 32.9 improvements of a capital nature to the
 32.10 Minnesota State University Arena and Event
 32.11 Center Auditorium. This appropriation is
 32.12 not available until the commissioner of
 32.13 management and budget determines that at
 32.14 least \$14,500,000 has been committed to
 32.15 the project from nonstate sources. Amounts
 32.16 expended by the city of Mankato for project
 32.17 costs since March 1, 2013, shall count toward
 32.18 the matching requirement.

32.19 **Subd. 11. Minneapolis - Nicollet Mall** **20,000,000**

32.20 For a grant to the city of Minneapolis
 32.21 to predesign, design, and reconstruct
 32.22 Nicollet Mall and its adjacent and related
 32.23 infrastructure in downtown Minneapolis.
 32.24 This appropriation is not available until the
 32.25 commissioner of management and budget
 32.26 determines that at least an equal amount has
 32.27 been committed to the project from nonstate
 32.28 sources.

32.29 **Subd. 12. Minneapolis Park and Recreation**
 32.30 **Board - Sculpture Garden** **7,000,000**

32.31 For a grant to the Minneapolis Park and
 32.32 Recreation Board to predesign, design,
 32.33 engineer, construct, and furnish the
 32.34 renovation of the Minneapolis Sculpture
 32.35 Garden and Cowles Conservatory. This

33.1 appropriation is not available until the
 33.2 commissioner of management and budget
 33.3 determines that at least \$1,500,000 has been
 33.4 committed to the project from nonstate
 33.5 sources.

33.6 **Subd. 13. Rochester - Mayo Civic Center** **37,000,000**

33.7 For a grant to the city of Rochester to design,
 33.8 construct, furnish, and equip the renovation
 33.9 and expansion of the Mayo Civic Center
 33.10 complex and related infrastructure including
 33.11 but not limited to skyway access, lighting,
 33.12 parking, and landscaping. This appropriation
 33.13 cannot be used as the city's matching
 33.14 contribution required under Minnesota
 33.15 Statutes, section 469.47, subdivision 4.

33.16 This appropriation is not available until the
 33.17 commissioner of management and budget
 33.18 determines that at least \$40,500,000 has
 33.19 been committed to the project from nonstate
 33.20 sources. Amounts expended by the city of
 33.21 Rochester for project costs since July 1, 2013,
 33.22 count toward the matching requirement.

33.23 **Subd. 14. St. Cloud - River's Edge Convention**
 33.24 **Center** **11,560,000**

33.25 For a grant to the city of St. Cloud to
 33.26 predesign, design, construct, furnish, and
 33.27 equip an expansion of the River's Edge
 33.28 Convention Center, including a parking
 33.29 facility and pedestrian skyway connection.
 33.30 This appropriation is not available until the
 33.31 commissioner of management and budget
 33.32 determines that at least \$11,560,000 has
 33.33 been committed to the project from nonstate
 33.34 sources. Amounts expended by the city of St.

- 34.1 Cloud for project costs since July 1, 2010,
 34.2 shall count toward the matching requirement.
- 34.3 **Subd. 15. St. Paul - Minnesota Children's**
 34.4 **Museum** 14,000,000
- 34.5 For a grant to the city of St. Paul to predesign,
 34.6 design, construct, furnish, and equip an
 34.7 expansion and renovation of the Minnesota
 34.8 Children's Museum, subject to Minnesota
 34.9 Statutes, section 16A.695. The expansion
 34.10 and exhibit upgrades should incorporate the
 34.11 latest research on early learning, allow for
 34.12 new state-of-the-art education facilities, and
 34.13 increase the capacity of visitors to galleries
 34.14 and programming areas. This appropriation
 34.15 is not available until the commissioner of
 34.16 management and budget has determined that
 34.17 at least an equal amount has been committed
 34.18 from nonstate sources.
- 34.19 **Subd. 16. St. Paul - Historic Palace Theater** 6,000,000
- 34.20 For a grant to the city of St. Paul to predesign,
 34.21 design, construct, furnish, and equip the
 34.22 renovation of the historic Palace Theater.
 34.23 This appropriation is not available until the
 34.24 commissioner of management and budget
 34.25 determines that at least an equal amount has
 34.26 been committed from nonstate sources.
- 34.27 **Subd. 17. Virginia - Industrial Park** 1,500,000
- 34.28 For a grant to the city of Virginia to prepare a
 34.29 site for and to design and construct publicly
 34.30 owned infrastructure for the expansion of
 34.31 the Northern Heights Industrial Park. This
 34.32 appropriation is not available until the
 34.33 commissioner of management and budget
 34.34 determines that at least an equal amount has

- 35.1 been committed to the project from nonstate
 35.2 sources.
- 35.3 **Sec. 21. PUBLIC FACILITIES AUTHORITY**
- 35.4 **Subdivision 1. Total Appropriation** **\$ 67,688,000**
- 35.5 To the Public Facilities Authority for the
 35.6 purposes specified in this section.
- 35.7 **Subd. 2. State Match For Federal Grants** **12,000,000**
- 35.8 To match federal grants for the clean water
 35.9 revolving fund under Minnesota Statutes,
 35.10 section 446A.07, and the drinking water
 35.11 revolving fund under Minnesota Statutes,
 35.12 section 446A.081. This appropriation must
 35.13 be used for qualified capital projects.
- 35.14 **Subd. 3. Wastewater Infrastructure Funding**
 35.15 **Program** **20,000,000**
- 35.16 For grants to eligible municipalities under the
 35.17 wastewater infrastructure funding program
 35.18 under Minnesota Statutes, section 446A.072.
- 35.19 **Subd. 4. Big Lake Area Sanitary District** **4,500,000**
- 35.20 For a grant to the Big Lake Area Sanitary
 35.21 District to acquire land for and to predesign,
 35.22 design, and construct a pressure sewer
 35.23 system and force main to convey sewage
 35.24 to the Western Lake Superior Sanitary
 35.25 District connection in the city of Cloquet.
 35.26 This appropriation is not available until the
 35.27 commissioner of management and budget
 35.28 determines that at least an equal amount has
 35.29 been committed to the project from nonstate
 35.30 sources.
- 35.31 **Subd. 5. Koochiching County - Voyageurs**
 35.32 **National Park Clean Water Joint Powers Board** **8,567,000**
- 35.33 (a) \$750,000 is for a grant to the Crane Lake
 35.34 Water and Sanitary District to acquire land

36.1 for and to predesign, design, and construct
36.2 a new sanitary sewer collection system
36.3 and to expand the existing systems. The
36.4 project will include a sewer extension to the
36.5 Handberg Resort, public landing, and any
36.6 associated work in Area T of the Crane Lake
36.7 Water and Sanitary District comprehensive
36.8 plan, including any necessary road work.
36.9 This appropriation is not available until the
36.10 commissioner of management and budget
36.11 determines that at least an equal amount has
36.12 been committed to the project from nonstate
36.13 sources.

36.14 (b) \$7,825,000 is for a grant to the Voyageurs
36.15 National Park Clean Water Joint Powers
36.16 Board to acquire land for and to predesign,
36.17 design, and construct new sanitary sewer
36.18 collection systems and expand the existing
36.19 systems in Koochiching County for the
36.20 Island View sewer project as designated in
36.21 the November 2013 Voyageurs National
36.22 Park Clean Water Joint Powers Board Draft
36.23 Comprehensive Plan. This appropriation
36.24 is not available until the commissioner of
36.25 management and budget determines that at
36.26 least an equal amount has been committed to
36.27 the project from nonstate sources.

36.28 (c) Any remaining funds from the projects
36.29 in paragraphs (a) or (b) may be used for the
36.30 other project or for the Ash River project in
36.31 St. Louis County or the Kabetogama project
36.32 in St. Louis County. Funds are not available
36.33 until the commissioner of management and
36.34 budget determines that at least an equal
36.35 amount has been committed to the project
36.36 from nonstate sources.

37.1	<u>Subd. 6. Lewis and Clark Joint Powers Board</u>	<u>20,203,000</u>
37.2	<u>For a grant to the Lewis and Clark Joint</u>	
37.3	<u>Powers Board to acquire land or interests</u>	
37.4	<u>in land for, and to design, engineer, and</u>	
37.5	<u>construct pipeline and other facilities</u>	
37.6	<u>and infrastructure necessary for phase I</u>	
37.7	<u>of the Lewis and Clark Regional Water</u>	
37.8	<u>System project. Notwithstanding Minnesota</u>	
37.9	<u>Statutes, section 16A.86, subdivision 4, this</u>	
37.10	<u>appropriation does not require a local match.</u>	
37.11	<u>Subd. 7. Town of Rice Lake</u>	<u>1,168,000</u>
37.12	<u>For a grant to the town of Rice Lake to design</u>	
37.13	<u>and construct a replacement water main and</u>	
37.14	<u>install new fire hydrants on East Calvary</u>	
37.15	<u>Road and Kolstad, Austin, Milwaukee,</u>	
37.16	<u>Mather, and Chicago Avenues in Rice Lake</u>	
37.17	<u>Township. This appropriation is not available</u>	
37.18	<u>until the commissioner of management and</u>	
37.19	<u>budget determines that at least an equal</u>	
37.20	<u>amount has been committed to the project</u>	
37.21	<u>from nonstate sources.</u>	
37.22	<u>Subd. 8. City of Truman</u>	<u>1,250,000</u>
37.23	<u>For a grant to the city of Truman to predesign,</u>	
37.24	<u>design, construct, and install new storm water</u>	
37.25	<u>lines and associated roadway improvements</u>	
37.26	<u>to two areas of the city that experience</u>	
37.27	<u>flooding with heavy rain. Construction will</u>	
37.28	<u>include replacement of existing sanitary</u>	
37.29	<u>sewers, water mains, and streets, including</u>	
37.30	<u>any remaining items as necessary to eliminate</u>	
37.31	<u>grade conflicts with the existing utilities and</u>	
37.32	<u>proposed storm sewer. This appropriation</u>	
37.33	<u>is not available until the commissioner of</u>	
37.34	<u>management and budget determines that at</u>	

38.1 least an equal amount has been committed to
38.2 the project from nonstate sources.

38.3 **Sec. 22. MINNESOTA HOUSING FINANCE**
38.4 **AGENCY**

\$ 10,000,000

38.5 To the Minnesota Housing Finance Agency
38.6 for transfer to the housing development fund
38.7 to finance the costs to rehabilitate public
38.8 housing under Minnesota Statutes, section
38.9 462A.202, subdivision 3a. For purposes of
38.10 this section, "public housing" means housing
38.11 for low-income persons and households
38.12 financed by the federal government and
38.13 owned and operated by the public housing
38.14 authorities and agencies formed by cities and
38.15 counties. Eligible public housing authorities
38.16 must have a public housing assessment
38.17 composite score of 80. Priority must be
38.18 given to proposals that maximize federal or
38.19 local resources to finance the capital costs.
38.20 The priority in Minnesota Statutes, section
38.21 462A.202, subdivision 3a, for projects to
38.22 increase the supply of affordable housing and
38.23 the restrictions of Minnesota Statutes, section
38.24 462A.202, subdivision 7, do not apply to this
38.25 appropriation.

38.26 **Sec. 23. MINNESOTA HISTORICAL**
38.27 **SOCIETY**

38.28 **Subdivision 1. Total Appropriation**

\$ 3,000,000

38.29 To the Minnesota Historical Society for the
38.30 purposes specified in this section.

38.31 **Subd. 2. Historic Sites Asset Preservation**

2,500,000

38.32 For capital improvements and betterments
38.33 at state historic sites, buildings, landscaping
38.34 at historic buildings, exhibits, markers, and

39.1 monuments, to be spent in accordance with
 39.2 Minnesota Statutes, section 16B.307. The
 39.3 society shall determine project priorities as
 39.4 appropriate based on need.

39.5 **Subd. 3. Historic Fort Snelling** **500,000**

39.6 For predesign of a comprehensive
 39.7 development project to support visitor
 39.8 services and history programs at Historic
 39.9 Fort Snelling.

39.10 **Sec. 24. BOND SALE EXPENSES** **\$ 980,000**

39.11 To the commissioner of management
 39.12 and budget for bond sale expenses under
 39.13 Minnesota Statutes, section 16A.641,
 39.14 subdivision 8.

39.15 **Sec. 25. BOND SALE SCHEDULE.**

39.16 The commissioner of management and budget shall schedule the sale of state
 39.17 general obligation bonds so that, during the biennium ending June 30, 2015, no more
 39.18 than \$1,255,065,000 will need to be transferred from the general fund to the state bond
 39.19 fund to pay principal and interest due and to become due on outstanding state general
 39.20 obligation bonds. During the biennium, before each sale of state general obligation bonds,
 39.21 the commissioner of management and budget shall calculate the amount of debt service
 39.22 payments needed on bonds previously issued and shall estimate the amount of debt service
 39.23 payments that will be needed on the bonds scheduled to be sold. The commissioner shall
 39.24 adjust the amount of bonds scheduled to be sold so as to remain within the limit set by this
 39.25 section. The amount needed to make the debt service payments is appropriated from the
 39.26 general fund as provided in Minnesota Statutes, section 16A.641.

39.27 **Sec. 26. BOND SALE AUTHORIZATION.**

39.28 Subdivision 1. Bond proceeds fund. To provide the money appropriated in this act
 39.29 from the bond proceeds fund, the commissioner of management and budget shall sell and
 39.30 issue bonds of the state in an amount up to \$929,281,000 in the manner, upon the terms,
 39.31 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and
 39.32 by the Minnesota Constitution, article XI, sections 4 to 7.

40.1 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from
40.2 the state transportation fund, the commissioner of management and budget shall sell and
40.3 issue bonds of the state in an amount up to \$40,000,000 in the manner, upon the terms, and
40.4 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by
40.5 the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds, except
40.6 accrued interest and any premium received on the sale of the bonds, must be credited to
40.7 a bond proceeds account in the state transportation fund.

40.8 Subd. 3. **Maximum effort school loan fund.** To provide the money appropriated in
40.9 this act from the maximum effort school loan fund, the commissioner of finance shall sell
40.10 and issue bonds of the state in an amount up to \$13,464,000 in the manner, upon the terms,
40.11 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by
40.12 the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds, except
40.13 accrued interest and any premium received on the sale of the bonds, must be credited to a
40.14 bond proceeds account in the maximum effort school loan fund.

40.15 Sec. 27. **EFFECTIVE DATE.**

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

40.17 **ARTICLE 2**

40.18 Section 1. Minnesota Statutes 2012, section 16A.641, is amended by adding a
40.19 subdivision to read:

40.20 Subd. 4b. **Negotiated sales; authority.** Notwithstanding the public sale
40.21 requirements of subdivision 4 and section 16A.66, subdivision 2, the commissioner may
40.22 sell bonds, including refunding bonds, as a negotiated sale.

40.23 Sec. 2. Minnesota Statutes 2012, section 16A.642, subdivision 1, is amended to read:

40.24 Subdivision 1. **Reports.** (a) The commissioner of management and budget shall
40.25 report to the chairs of the senate Committee on Finance and the house of representatives
40.26 Committees on Ways and Means and Capital Investment by January 1 of each
40.27 odd-numbered year on the following:

40.28 (1) all laws authorizing the issuance of state bonds, bonds supported by a state
40.29 appropriation, or appropriating general fund money for state or local government
40.30 capital investment projects enacted more than four years before January 1 of that
40.31 odd-numbered year; the projects authorized to be acquired and constructed for which
40.32 less than 100 percent of the authorized total cost has been expended, encumbered, or
40.33 otherwise obligated; the cost of contracts to be let in accordance with existing plans and

41.1 specifications shall be considered expended for this report; and the amount of general fund
 41.2 money appropriated but not spent or otherwise obligated, and the amount of bonds not
 41.3 issued and bond proceeds held but not previously expended, encumbered, or otherwise
 41.4 obligated for these projects; and

41.5 (2) all laws authorizing the issuance of state bonds, bonds supported by a state
 41.6 appropriation, or appropriating general fund money for state or local government capital
 41.7 programs or projects other than those described in clause (1), enacted more than four years
 41.8 before January 1 of that odd-numbered year; and the amount of general fund money
 41.9 appropriated but not spent or otherwise obligated, and the amount of bonds not issued
 41.10 and bond proceeds held but not previously expended, encumbered, or otherwise obligated
 41.11 for these programs and projects.

41.12 (b) The commissioner shall also report on general fund appropriations for capital
 41.13 projects, bond authorizations or bond proceed balances that may be canceled because
 41.14 projects have been canceled, completed, or otherwise concluded, or because the purposes
 41.15 for which the money was appropriated or bonds were authorized or issued have been
 41.16 canceled, completed, or otherwise concluded. The general fund appropriations, bond
 41.17 authorizations or bond proceed balances that are unencumbered or otherwise not obligated
 41.18 that are reported by the commissioner under this subdivision are canceled, effective July 1
 41.19 of the year of the report, unless specifically reauthorized by act of the legislature.

41.20 (c) The reports required by this subdivision shall only contain bond authorizations
 41.21 supported by a state appropriation and their associated general fund appropriations for
 41.22 projects authorized or amended after December 31, 2013.

41.23 Sec. 3. Minnesota Statutes 2012, section 16A.642, subdivision 2, is amended to read:

41.24 Subd. 2. **Cancellation.** (a) If the commissioner determines that the purposes for
 41.25 which general obligation bonds of the state or bonds supported by a state appropriation
 41.26 have been issued or for which general fund monies were appropriated are accomplished
 41.27 or abandoned, after consultation with the affected agencies, and there is a remaining
 41.28 authorization or appropriation for a specific project of \$500 or less, the commissioner may
 41.29 cancel the remaining authorization or appropriation for that project. Bonds supported by
 41.30 a state appropriation shall only be canceled if they were authorized or amended after
 41.31 December 31, 2013.

41.32 (b) If a premium received on the sale of bonds is credited to the bond proceeds
 41.33 fund, pursuant to section 16A.641, subdivision 7, paragraph (b), the corresponding bond
 41.34 authorization to which the premium is attributable must be reduced accordingly by the
 41.35 commissioner.

42.1 (c) The commissioner must notify the chairs of the senate Finance Committee and
 42.2 the house of representatives Capital Investment Committee of any bond authorizations,
 42.3 including bond authorizations supported by a state appropriation, or general fund
 42.4 appropriations canceled under this subdivision.

42.5 Sec. 4. Minnesota Statutes 2012, section 115A.0716, subdivision 1, is amended to read:

42.6 Subdivision 1. **Grants.** (a) The commissioner may make grants to any person for
 42.7 the purpose of researching, developing, and implementing projects or practices related
 42.8 to collection, processing, recycling, reuse, resource recovery, source reduction, and
 42.9 prevention of waste, hazardous substances, toxic pollutants, and problem materials;
 42.10 the development or implementation of pollution prevention projects or practices; the
 42.11 collection, recovery, processing, purchasing, or market development of recyclable
 42.12 materials or compost; resource conservation; and for environmental education.

42.13 (b) The commissioner may make grants to municipalities for the purpose of
 42.14 removing and properly disposing of accumulated sediment from storm water ponds and
 42.15 related infrastructure. Each grant shall require a 50 percent match from nonstate funds
 42.16 from the municipality.

42.17 ~~(b)~~ (c) In making grants under paragraph (a), the agency commissioner may give
 42.18 priority to projects or practices that have broad application in the state and are consistent
 42.19 with the policies established under sections 115A.02 and 115D.02. In making grants under
 42.20 paragraph (b), the commissioner shall give priority to projects that: alleviate a threat of
 42.21 flooding to private or public properties, including residential and business properties;
 42.22 provide direct water quality benefits to an impaired water as defined in section 114D.15,
 42.23 subdivision 5; or include measures to reduce the future accumulation of contaminants in
 42.24 the storm water pond sediment.

42.25 ~~(e)~~ (d) The commissioner shall adopt rules to administer the grant program.

42.26 ~~(d)~~ (e) For the purposes of this section:

42.27 (1) "pollution prevention" has the meaning given it in section 115D.03;

42.28 (2) "toxic pollutant" has the meaning given it in section 115D.03; and

42.29 (3) "hazardous substance" has the meaning given it in section ~~115D.03~~ 115B.02,
 42.30 subdivision 8.

42.31 Sec. 5. Minnesota Statutes 2012, section 462A.37, subdivision 2, is amended to read:

42.32 Subd. 2. **Authorization.** (a) The agency may issue up to \$30,000,000 in aggregate
 42.33 principal amount of housing infrastructure bonds in one or more series to which the
 42.34 payment made under this section may be pledged. The housing infrastructure bonds

43.1 authorized in this subdivision may be issued to fund loans, on terms and conditions the
43.2 agency deems appropriate, made for one or more of the following purposes:

43.3 (1) to finance the costs of the construction, acquisition, and rehabilitation of
43.4 supportive housing for individuals and families who are without a permanent residence;

43.5 (2) to finance the costs of the acquisition and rehabilitation of foreclosed or
43.6 abandoned housing to be used for affordable rental housing and the costs of new
43.7 construction of rental housing on abandoned or foreclosed property where the existing
43.8 structures will be demolished or removed;

43.9 (3) to finance that portion of the costs of acquisition of abandoned or foreclosed
43.10 property that is attributable to the land to be leased by community land trusts to low- and
43.11 moderate-income homebuyers and that portion of the costs of acquisition of property
43.12 located in a foreclosure priority area identified by the agency that is attributable to the land
43.13 to be leased by community land trusts to low- and moderate-income homebuyers; and

43.14 (4) to finance the costs of acquisition and rehabilitation of federally assisted rental
43.15 housing and for the refinancing of costs of the construction, acquisition, and rehabilitation
43.16 of federally assisted rental housing, including providing funds to refund, in whole or in
43.17 part, outstanding bonds previously issued by the agency or another government unit to
43.18 finance or refinance such costs.

43.19 (b) Among comparable proposals for permanent supportive housing, preference
43.20 shall be given to permanent supportive housing for veterans and other individuals or
43.21 families who:

43.22 (1) either have been without a permanent residence for at least 12 months or at
43.23 least four times in the last three years; or

43.24 (2) are at significant risk of lacking a permanent residence for 12 months or at least
43.25 four times in the last three years.

43.26 **EFFECTIVE DATE.** This section is effective the day following final enactment for
43.27 bonds authorized in 2014 and thereafter.

43.28 Sec. 6. Minnesota Statutes 2012, section 462A.37, is amended by adding a subdivision
43.29 to read:

43.30 **Subd. 2a. Additional authorization.** In addition to the amount authorized in
43.31 subdivision 2, the agency may issue up to \$40,000,000 of housing infrastructure bonds in
43.32 one or more series to which the payments made under this section may be pledged.

43.33 **EFFECTIVE DATE.** This section is effective the day following final enactment.

44.1 Sec. 7. Minnesota Statutes 2012, section 462A.37, is amended by adding a subdivision
44.2 to read:

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

44.6 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
44.7 bonds issued under subdivision 2a remain outstanding, the commissioner of management
44.8 and budget must transfer to the housing infrastructure bond account established under
44.9 section 462A.21, subdivision 32, the amount certified under paragraph (a), not to exceed
44.10 \$3,200,000 annually. The amounts necessary to make the transfers are appropriated from
44.11 the general fund to the commissioner of management and budget.

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

44.14 **EFFECTIVE DATE.** This section is effective the day following final enactment.

44.15 Sec. 8. Laws 2009, chapter 93, article 1, section 11, subdivision 4, is amended to read:

44.16 Subd. 4. **Minnesota Valley Railroad Track**
44.17 **Rehabilitation** 4,000,000

44.18 For a grant to the Minnesota Valley Regional
44.19 Railroad Authority to rehabilitate up to 95
44.20 miles of railroad track from Norwood-Young
44.21 America to Hanley Falls. The grant
44.22 under this subdivision may also be used
44.23 for predesign, design, engineering, and
44.24 rehabilitation or replacement of bridges with
44.25 new bridges or culverts between Norwood
44.26 Young America and Hanley Falls. A grant
44.27 under this subdivision is in addition to any
44.28 grant, loan, or loan guarantee for this project
44.29 made by the commissioner under Minnesota
44.30 Statutes, sections 222.46 to 222.62.

44.31 Sec. 9. Laws 2010, chapter 189, section 15, subdivision 5, is amended to read:

44.32 Subd. 5. **Minnesota Valley Railroad Track**
44.33 **Rehabilitation** 5,000,000

45.1 For a grant to the Minnesota Valley Regional
 45.2 Rail Authority to rehabilitate and make
 45.3 capital improvements to railroad track from
 45.4 east of Gaylord to Winthrop. The grant
 45.5 under this subdivision may also be used
 45.6 for predesign, design, engineering, and
 45.7 rehabilitation or replacement of bridges with
 45.8 new bridges or culverts between Gaylord and
 45.9 Winthrop. A grant under this subdivision
 45.10 is in addition to any grant, loan, or loan
 45.11 guarantee for this project made by the
 45.12 commissioner under Minnesota Statutes,
 45.13 sections 222.46 to 222.62.

45.14 Sec. 10. Laws 2012, chapter 293, section 19, subdivision 4, is amended to read:

45.15 Subd. 4. **Minneapolis Veterans Home**
 45.16 **Centralized Pharmacy** 1,366,000

45.17 To predesign, design, remodel, and furnish
 45.18 ~~historic Building 13~~ Building 15 or another
 45.19 building located on Minneapolis Veterans
 45.20 Home campus to be used as the veterans
 45.21 homes' central pharmacy.

APPENDIX
Article locations in 14-4274

ARTICLE 1	Page.Ln 1.11
ARTICLE 2	Page.Ln 40.17