

**SENATE  
STATE OF MINNESOTA  
NINETY-FOURTH SESSION**

**S.F. No. 5005**

(SENATE AUTHORS: PAPPAS)

DATE  
04/09/2026

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Introduction and first reading  
Referred to Capital Investment

OFFICIAL STATUS

1.1 A bill for an act  
1.2 relating to capital investment; authorizing spending to acquire and better public  
1.3 land and buildings and for other improvements of a capital nature with certain  
1.4 conditions; establishing new programs and modifying existing programs; modifying  
1.5 prior appropriations; authorizing the sale and issuance of state bonds; appropriating  
1.6 money; amending Minnesota Statutes 2024, sections 16A.966, subdivision 7;  
1.7 446A.086, subdivision 11; 462A.37, by adding a subdivision; 474A.02, subdivision  
1.8 1a; Minnesota Statutes 2025 Supplement, section 462A.37, subdivision 5; proposing  
1.9 coding for new law in Minnesota Statutes, chapter 115A.

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

1.11 **ARTICLE 1**  
1.12 **APPROPRIATIONS**

1.13 Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

1.14 (a) The sums shown in the column under "Appropriations" are appropriated from the  
1.15 bond proceeds fund, or another named fund, to the state agencies or officials indicated, to  
1.16 be spent for public purposes. Appropriations of bond proceeds must be spent as authorized  
1.17 by the Minnesota Constitution, article XI, section 5, clause (a), to acquire and better public  
1.18 land and buildings and other public improvements of a capital nature, or as authorized by  
1.19 the Minnesota Constitution, article XI, section 5, clauses (b) to (j), or article XIV. Unless  
1.20 otherwise specified, money appropriated in this act:

1.21 (1) may be used to pay state agency staff costs that are attributed directly to the capital  
1.22 program or project in accordance with accounting policies adopted by the commissioner of  
1.23 management and budget;

1.24 (2) is available until the project is completed or abandoned subject to Minnesota Statutes,  
1.25 section 16A.642;

2.1 (3) for activities under Minnesota Statutes, sections 16B.307, 84.946, and 135A.046,  
 2.2 should not be used for projects that can be financed within a reasonable time frame under  
 2.3 Minnesota Statutes, section 16B.322 or 16C.144; and

2.4 (4) is available for a grant to a political subdivision after the commissioner of management  
 2.5 and budget determines that an amount sufficient to complete the project as described in this  
 2.6 act has been committed to the project, as required by Minnesota Statutes, section 16A.502.

2.7 (b) Unless otherwise specified, appropriations in this article from the general fund or  
 2.8 from the trunk highway fund are made in fiscal year 2027 and are onetime appropriations.

2.9 **APPROPRIATIONS**

2.10 **Sec. 2. UNIVERSITY OF MINNESOTA** **\$ 74,800,000**

2.11 To the Board of Regents of the University of  
 2.12 Minnesota to be spent in accordance with  
 2.13 Minnesota Statutes, section 135A.046.

2.14 **Sec. 3. MINNESOTA STATE COLLEGES AND**  
 2.15 **UNIVERSITIES** **\$ 74,800,000**

2.16 To the Board of Trustees of the Minnesota  
 2.17 State Colleges and Universities to be spent in  
 2.18 accordance with Minnesota Statutes, section  
 2.19 135A.046.

2.20 **Sec. 4. EDUCATION** **\$ 2,000,000**

2.21 To the commissioner of education for Mary  
 2.22 C. Murphy library construction grants under  
 2.23 Minnesota Statutes, section 134.45.

2.24 **Sec. 5. MINNESOTA STATE ACADEMIES**

2.25 **Subdivision 1. Total Appropriation** **\$ 3,450,000**

2.26 To the commissioner of administration for the  
 2.27 purposes specified in this section.

2.28 **Subd. 2. Asset Preservation** **2,500,000**

2.29 For capital asset preservation improvements  
 2.30 and betterments on both campuses of the  
 2.31 Minnesota State Academies, to be spent in

3.1	<u>accordance with Minnesota Statutes, section</u>		
3.2	<u>16B.307.</u>		
3.3	<b><u>Subd. 3. Student Center Predesign</u></b>		<u>500,000</u>
3.4	<u>To predesign the renovation or replacement</u>		
3.5	<u>of existing spaces for a new student center on</u>		
3.6	<u>the Deaf School Campus.</u>		
3.7	<b><u>Subd. 4. Therapy Pool Improvements Predesign</u></b>		<u>450,000</u>
3.8	<u>To predesign the construction of the</u>		
3.9	<u>replacement and relocation of the therapy pool</u>		
3.10	<u>and therapeutic hot tub and renovations to the</u>		
3.11	<u>existing pool area, including related building</u>		
3.12	<u>and site improvements.</u>		
3.13	<b><u>Sec. 6. PERPICH CENTER FOR ARTS</u></b>		
3.14	<b><u>EDUCATION</u></b>	<b><u>\$</u></b>	<b><u>1,300,000</u></b>
3.15	<u>To the commissioner of administration for</u>		
3.16	<u>capital asset preservation improvements and</u>		
3.17	<u>betterments at the Perpich Center for Arts</u>		
3.18	<u>Education, to be spent in accordance with</u>		
3.19	<u>Minnesota Statutes, section 16B.307.</u>		
3.20	<b><u>Sec. 7. NATURAL RESOURCES</u></b>		
3.21	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>62,000,000</u></b>
3.22	<u>(a) To the commissioner of natural resources</u>		
3.23	<u>for the purposes specified in this section.</u>		
3.24	<u>(b) The appropriations in this section are</u>		
3.25	<u>subject to the requirements of the natural</u>		
3.26	<u>resources capital improvement program under</u>		
3.27	<u>Minnesota Statutes, section 86A.12, unless</u>		
3.28	<u>this section or the statutes referred to in this</u>		
3.29	<u>section provide more specific standards,</u>		
3.30	<u>criteria, or priorities for projects than</u>		
3.31	<u>Minnesota Statutes, section 86A.12.</u>		
3.32	<b><u>Subd. 2. Natural Resources Asset Preservation</u></b>		<u>30,000,000</u>

- 4.1 For the preservation and replacement of  
 4.2 state-owned facilities and recreational assets  
 4.3 operated by the commissioner of natural  
 4.4 resources to be spent in accordance with  
 4.5 Minnesota Statutes, section 84.946.
- 4.6 **Subd. 3. Betterment of Buildings** 3,000,000
- 4.7 For acquisition, predesign, design, and  
 4.8 construction to replace existing facilities that  
 4.9 no longer meet the business needs of the  
 4.10 department or to acquire or construct new  
 4.11 facilities.
- 4.12 **Subd. 4. Acquisition and Betterment of Public**  
 4.13 **Lands** 2,000,000
- 4.14 (a) For the betterment of public lands and  
 4.15 other improvements of a capital nature. The  
 4.16 commissioner shall determine project priorities  
 4.17 as appropriate under Minnesota Statutes,  
 4.18 section 86A.12. Any reforestation shall be  
 4.19 conducted in accordance with Minnesota  
 4.20 Statutes, section 89.002, subdivision 2.
- 4.21 (b) For acquisition of public lands for the  
 4.22 purposes described in Minnesota Statutes,  
 4.23 section 86A.12, subdivision 2. The  
 4.24 commissioner shall determine project priorities  
 4.25 as appropriate under Minnesota Statutes,  
 4.26 section 86A.12.
- 4.27 **Subd. 5. Wildfire Aviation Infrastructure** 5,000,000
- 4.28 For predesign, design, construction, and  
 4.29 equipping new public safety infrastructure  
 4.30 upgrades at the Brainerd Regional Airport to  
 4.31 support the agency's emergency response for  
 4.32 wildfires, search and rescue operations, and  
 4.33 other agency needs.
- 4.34 **Subd. 6. Accessibility** 2,000,000

5.1 For the design and construction of accessibility  
 5.2 improvements at state parks, recreation areas,  
 5.3 and wildlife management areas.

5.4 **Subd. 7. Dam Renovation, Repair, Removal** 10,000,000

5.5 (a) For design, engineering, and construction  
 5.6 to repair, reconstruct, or remove publicly  
 5.7 owned dams and respond to dam safety  
 5.8 emergencies on publicly owned dams. The  
 5.9 commissioner shall determine project priorities  
 5.10 as appropriate under Minnesota Statutes,  
 5.11 sections 103G.511 and 103G.515.

5.12 (b) If the commissioner determines that a  
 5.13 project is not ready to proceed, this  
 5.14 appropriation may be used for other projects  
 5.15 on the commissioner's priority list.

5.16 **Subd. 8. Flood Hazard Mitigation** 9,000,000

5.17 (a) For the state share of flood hazard  
 5.18 mitigation grants for publicly owned capital  
 5.19 improvements to prevent or alleviate flood  
 5.20 damage under Minnesota Statutes, section  
 5.21 103F.161.

5.22 (b) Project priorities shall be determined by  
 5.23 the commissioner as appropriate, based on  
 5.24 need and consideration of available leveraging  
 5.25 of federal, state, and local funds.

5.26 (c) To the extent practicable and consistent  
 5.27 with the project, recipients of appropriations  
 5.28 for flood control projects in this subdivision  
 5.29 shall create wetlands that are eligible for  
 5.30 wetland replacement credit to replace wetlands  
 5.31 drained or filled as the result of repair,  
 5.32 reconstruction, replacement, or rehabilitation  
 5.33 of an existing public road under Minnesota

6.1 Statutes, section 103G.222, subdivision 1,  
 6.2 paragraphs (l) and (m).  
 6.3 (d) To the extent that a municipality has  
 6.4 provided nonstate, nonfederal funds toward  
 6.5 the cost of a project that exceeds two percent  
 6.6 of the median household income in the  
 6.7 municipality multiplied by the number of  
 6.8 households in the municipality, this  
 6.9 appropriation is also for the local share of the  
 6.10 project.

6.11 **Subd. 9. Parks and Trails Local and Regional**  
 6.12 **Recreation Grants** 1,000,000

6.13 For matching grants under Minnesota Statutes,  
 6.14 section 85.019.

6.15 **Subd. 10. Unspent Appropriations**

6.16 The unspent portion of an appropriation for a  
 6.17 project in this section that is complete, upon  
 6.18 written notice to the commissioner of  
 6.19 management and budget, is available for asset  
 6.20 preservation under Minnesota Statutes, section  
 6.21 84.946. Minnesota Statutes, section 16A.642,  
 6.22 applies from the date of the original  
 6.23 appropriation to the unspent amount  
 6.24 transferred.

6.25 **Sec. 8. POLLUTION CONTROL AGENCY**

6.26 **Subdivision 1. Total Appropriation** **\$ 7,150,000**

6.27 To the Pollution Control Agency for the  
 6.28 purposes specified in this section.

6.29 **Subd. 2. Statewide Drinking Water**  
 6.30 **Contamination Mitigation Program** 2,150,000

6.31 For projects or grants under Minnesota  
 6.32 Statutes, section 115B.245. Of this  
 6.33 appropriation, \$650,000 is from the general  
 6.34 fund.

7.1	<b><u>Subd. 3. Sustainable Construction and</u></b>		
7.2	<b><u>Demolition Waste</u></b>		<u>5,000,000</u>
7.3	<u>For grants under Minnesota Statutes, section</u>		
7.4	<u>115A.535.</u>		
7.5	<b><u>Sec. 9. BOARD OF WATER AND SOIL</u></b>		
7.6	<b><u>RESOURCES</u></b>		
7.7	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>14,000,000</u></b>
7.8	<u>To the Board of Water and Soil Resources for</u>		
7.9	<u>the purposes specified in this section.</u>		
7.10	<b><u>Subd. 2. Local Government Roads Wetland</u></b>		
7.11	<b><u>Replacement Program</u></b>		<u>5,000,000</u>
7.12	<u>To acquire land or permanent easements and</u>		
7.13	<u>to restore, create, enhance, and preserve</u>		
7.14	<u>wetlands to replace those wetlands drained or</u>		
7.15	<u>filled as a result of the repair, reconstruction,</u>		
7.16	<u>replacement, or rehabilitation of existing</u>		
7.17	<u>public roads as required by Minnesota</u>		
7.18	<u>Statutes, section 103G.222, subdivision 1,</u>		
7.19	<u>paragraphs (l) and (m). Notwithstanding</u>		
7.20	<u>Minnesota Statutes, section 103G.222,</u>		
7.21	<u>subdivision 3, the board may implement the</u>		
7.22	<u>wetland replacement program statewide. The</u>		
7.23	<u>purchase price paid for acquisition of land or</u>		
7.24	<u>perpetual easement must be a fair market value</u>		
7.25	<u>as determined by the board. The board may</u>		
7.26	<u>enter into agreements with the federal</u>		
7.27	<u>government, other state agencies, political</u>		
7.28	<u>subdivisions, nonprofit organizations, fee title</u>		
7.29	<u>owners, or other qualified private entities to</u>		
7.30	<u>acquire wetland replacement credits in</u>		
7.31	<u>accordance with Minnesota Rules, chapter</u>		
7.32	<u>8420. Up to five percent of this appropriation</u>		
7.33	<u>may be used for restoration and enhancement.</u>		

8.1 **Subd. 3. Reinvest in Minnesota (RIM) Reserve**  
 8.2 **Program**

9,000,000

8.3 To acquire conservation easements from  
 8.4 landowners to preserve, restore, create, and  
 8.5 enhance wetlands and associated uplands of  
 8.6 prairie and grasslands, and to restore and  
 8.7 enhance rivers and streams, riparian lands, and  
 8.8 uplands of prairie and grasslands, in order to  
 8.9 protect soil and water quality, support fish and  
 8.10 wildlife habitat, reduce flood damage, and  
 8.11 provide other public benefits. The provisions  
 8.12 of Minnesota Statutes, section 103F.515, apply  
 8.13 to this program. The board shall give priority  
 8.14 to leveraging federal money by enrolling  
 8.15 targeted new lands or enrolling  
 8.16 environmentally sensitive lands that have  
 8.17 expiring federal conservation agreements. The  
 8.18 board is authorized to enter into new  
 8.19 agreements and amend past agreements with  
 8.20 landowners as required by Minnesota Statutes,  
 8.21 section 103F.515, subdivision 5, to allow for  
 8.22 restoration. Up to five percent of this  
 8.23 appropriation may be used for restoration and  
 8.24 enhancement.

8.25 **Sec. 10. AGRICULTURE**

**\$ 1,380,000**

8.26 To the commissioner of administration for  
 8.27 capital asset preservation improvements and  
 8.28 betterments at the potato inspection facility  
 8.29 located in East Grand Forks, to be spent in  
 8.30 accordance with Minnesota Statutes, section  
 8.31 16B.307.

8.32 **Sec. 11. RURAL FINANCE AUTHORITY**

**\$ 50,000,000**

8.33 From the bond proceeds account in the rural  
 8.34 finance administration fund to the Rural  
 8.35 Finance Authority for the purposes set forth

9.1 in the Minnesota Constitution, article XI,  
 9.2 section 5, paragraph (h), to purchase  
 9.3 participation interests in or to make direct  
 9.4 agricultural loans to farmers under Minnesota  
 9.5 Statutes, chapter 41B. This appropriation is  
 9.6 for the beginning farmer program under  
 9.7 Minnesota Statutes, section 41B.039; the loan  
 9.8 restructuring program under Minnesota  
 9.9 Statutes, section 41B.04; the seller-sponsored  
 9.10 program under Minnesota Statutes, section  
 9.11 41B.042; the agricultural improvement loan  
 9.12 program under Minnesota Statutes, section  
 9.13 41B.043; and the livestock expansion loan  
 9.14 program under Minnesota Statutes, section  
 9.15 41B.045. All debt service on bond proceeds  
 9.16 used to finance this appropriation must be  
 9.17 repaid by the Rural Finance Authority under  
 9.18 Minnesota Statutes, section 16A.643. Loan  
 9.19 participations must be priced to provide full  
 9.20 interest and principal coverage and a reserve  
 9.21 for potential losses. Priority for loans must be  
 9.22 given first to basic beginning farmer loans,  
 9.23 second to seller-sponsored loans, and third to  
 9.24 agricultural improvement loans.

9.25 **Sec. 12. MINNESOTA ZOOLOGICAL**  
 9.26 **GARDEN**

**\$**      **4,000,000**

9.27 To the Minnesota Zoological Board for capital  
 9.28 asset preservation improvements and  
 9.29 betterments to infrastructure and exhibits at  
 9.30 the Minnesota Zoo, to be spent in accordance  
 9.31 with Minnesota Statutes, section 16B.307.  
 9.32 Notwithstanding the specified uses of money  
 9.33 under Minnesota Statutes, section 16B.307,  
 9.34 this appropriation may be used to replace  
 9.35 buildings that are in poor condition, outdated,  
 9.36 and no longer support the work of the

10.1 Minnesota Zoological Garden; to construct  
 10.2 and renovate trails and roads on the Minnesota  
 10.3 Zoological Garden site; and to renovate animal  
 10.4 exhibits to meet modern animal welfare  
 10.5 standards, address animal and staff safety  
 10.6 issues, and improve the viewing experience  
 10.7 for guests.

10.8 **Sec. 13. ADMINISTRATION**

10.9 **Subdivision 1. Total Appropriation** **\$ 88,448,000**

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

10.12 **Subd. 2. Capital Asset Preservation and**  
 10.13 **Replacement Account** **10,000,000**

10.14 To be spent in accordance with Minnesota  
 10.15 Statutes, section 16A.632.

10.16 **Subd. 3. Capitol Complex - Physical Security**  
 10.17 **Upgrades Phase III** **41,008,000**

10.18 For the continuation of the design,  
 10.19 construction, and equipping required to  
 10.20 upgrade the physical security elements and  
 10.21 systems for the Capitol Mall and the buildings  
 10.22 listed in this subdivision, their attached tunnel  
 10.23 systems, their surrounding grounds, and  
 10.24 parking facilities as identified in physical  
 10.25 security studies conducted in 2017, 2022, and  
 10.26 2025. Upgrades include but are not limited to  
 10.27 the installation of bollards, blast protection,  
 10.28 infrastructure security screen walls, door  
 10.29 access controls, emergency call stations,  
 10.30 surveillance systems, security kiosks, lighting  
 10.31 system upgrades, locking devices, and traffic  
 10.32 and crowd control devices. This appropriation  
 10.33 includes money for work associated with the  
 10.34 following buildings: Administration,  
 10.35 Ag/Health Lab, Andersen, BCA Maryland,

11.1 State Capitol, Capitol Complex Power Plant  
 11.2 and Shops, and Parking Facilities, Centennial,  
 11.3 Freeman, Governor's Residence, Judicial  
 11.4 Center, Minnesota History Center, Stassen,  
 11.5 Senate, and Veterans Service. Of this amount,  
 11.6 \$13,804,000 is from the general fund to be  
 11.7 used at the Retirement Systems building and  
 11.8 for nonbondable security improvements in the  
 11.9 buildings, facilities, and surrounding grounds  
 11.10 as provided in this subdivision. Additionally,  
 11.11 general fund money shall be used on the  
 11.12 Capitol Complex to update the emergency  
 11.13 distributed antenna system utilized by first  
 11.14 responders.

11.15 **Subd. 4. Capitol Building Asset Preservation** 5,546,000

11.16 From the general fund for capital asset  
 11.17 preservation improvements, betterments, and  
 11.18 preventative maintenance to the State Capitol  
 11.19 building. Notwithstanding Minnesota Statutes,  
 11.20 section 16B.24, subdivision 5, paragraph (d),  
 11.21 the commissioner of administration shall not  
 11.22 collect rent to recover building depreciation  
 11.23 costs for any included asset preservation  
 11.24 appropriations utilized for the repairs and  
 11.25 maintenance of the State Capitol building paid  
 11.26 for from this appropriation.

11.27 **Subd. 5. Centennial Office Building Demolition** 19,494,000

11.28 To complete design and demolition of the  
 11.29 Centennial Office Building and associated  
 11.30 infrastructure as the first phase of overall site  
 11.31 redevelopment. This appropriation may also  
 11.32 be used to design and complete hazardous  
 11.33 materials abatement and to design, construct,  
 11.34 and equip stormwater management, fiber  
 11.35 cabling, security, landscaping, pedestrian

- 12.1 tunnel modifications, Centennial parking ramp  
 12.2 modifications, and related infrastructure. Of  
 12.3 this amount, \$1,600,000 is from the general  
 12.4 fund to relocate the cellular distributed antenna  
 12.5 head-end system from the Centennial Office  
 12.6 Building to the Freeman Building.
- 12.7 **Subd. 6. Space Efficiency and Modernization** **12,400,000**
- 12.8 From the general fund to design, construct,  
 12.9 renovate, furnish, and equip space to meet  
 12.10 tenant space needs in the Transportation  
 12.11 Building. Of this amount, \$400,000 is for  
 12.12 tenant relocation and other nonbondable costs.
- 12.13 **Sec. 14. AMATEUR SPORTS COMMISSION**
- 12.14 **Subdivision 1. Total Appropriation** **\$ 5,500,000**
- 12.15 To the Minnesota Amateur Sports  
 12.16 Commission for the purposes specified in this  
 12.17 section.
- 12.18 **Subd. 2. Asset Preservation** **4,500,000**
- 12.19 For asset preservation improvements and  
 12.20 betterments of a capital nature at the National  
 12.21 Sports Center in Blaine, to be spent in  
 12.22 accordance with Minnesota Statutes, section  
 12.23 16B.307.
- 12.24 **Subd. 3. Mighty Ducks** **1,000,000**
- 12.25 For grants to local units of government under  
 12.26 Minnesota Statutes, section 240A.09. This  
 12.27 appropriation must not be used to acquire ice  
 12.28 resurfacing or edging equipment.
- 12.29 **Sec. 15. MILITARY AFFAIRS**
- 12.30 **Subdivision 1. Total Appropriation** **\$ 6,000,000**
- 12.31 To the adjutant general for the purposes  
 12.32 specified in this section.

13.1	<b><u>Subd. 2. Duluth Hangar Design</u></b>	<b><u>3,500,000</u></b>
13.2	<u>To predesign and design the construction of</u>	
13.3	<u>a new hangar to hold aircraft at the Duluth</u>	
13.4	<u>International Airport in support of the 148th</u>	
13.5	<u>Fighter Wing of the Minnesota Air National</u>	
13.6	<u>Guard to replace existing hangars.</u>	
13.7	<b><u>Subd. 3. Asset Preservation</u></b>	<b><u>2,500,000</u></b>
13.8	<u>For asset preservation improvements and</u>	
13.9	<u>betterments at readiness centers statewide, to</u>	
13.10	<u>be spent in accordance with Minnesota</u>	
13.11	<u>Statutes, section 16B.307.</u>	
13.12	<b><u>Sec. 16. PUBLIC SAFETY</u></b>	<b><u>\$ 46,833,000</u></b>
13.13	<u>To the commissioner of administration to</u>	
13.14	<u>acquire land, design, construct, furnish, and</u>	
13.15	<u>equip the expansion and renovation of the</u>	
13.16	<u>Bureau of Criminal Apprehension Bemidji</u>	
13.17	<u>Regional Facility. This appropriation may also</u>	
13.18	<u>be used to design and complete hazardous</u>	
13.19	<u>materials abatement.</u>	
13.20	<b><u>Sec. 17. TRANSPORTATION</u></b>	
13.21	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$ 68,000,000</u></b>
13.22	<u>To the commissioner of transportation for the</u>	
13.23	<u>purposes specified in this section.</u>	
13.24	<b><u>Subd. 2. High-Priority Pavement Projects</u></b>	<b><u>50,000,000</u></b>
13.25	<u>From the bond proceeds account in the trunk</u>	
13.26	<u>highway fund for construction, reconstruction,</u>	
13.27	<u>and improvement of trunk highways, including</u>	
13.28	<u>design-build contracts. Projects to construct,</u>	
13.29	<u>reconstruct, or improve trunk highways from</u>	
13.30	<u>this appropriation must follow eligible</u>	
13.31	<u>investment priorities identified in the</u>	
13.32	<u>Minnesota State Highway Investment Plan.</u>	

- 14.1 The commissioner may use up to 17 percent  
 14.2 of the amount for program delivery.
- 14.3 **Subd. 3. Port Development Assistance** 4,000,000
- 14.4 For grants under Minnesota Statutes, chapter  
 14.5 457A. Any improvements made with the  
 14.6 proceeds of these grants must be publicly  
 14.7 owned.
- 14.8 **Subd. 4. Drainage Asset Management** 4,000,000
- 14.9 From the trunk highway fund to inventory,  
 14.10 assess, and repair hydraulic assets with  
 14.11 prioritization of highway culvert and storm  
 14.12 sewer rehabilitation, flood resiliency  
 14.13 improvement projects, and long-term  
 14.14 monitoring of hydraulic infrastructure,  
 14.15 including costs attributable to related training,  
 14.16 inspection, and monitoring. This appropriation  
 14.17 is not an appropriation for a capital  
 14.18 improvement project within the meaning of  
 14.19 Minnesota Statutes, section 16A.642,  
 14.20 notwithstanding the requirements in section  
 14.21 1, paragraph (a).
- 14.22 **Subd. 5. Transportation Building Consolidation** 10,000,000  
 14.23 **and Remodel**
- 14.24 To the commissioner of administration to  
 14.25 design, construct, remodel and equip space in  
 14.26 the Transportation Building. Of this  
 14.27 appropriation, \$8,000,000 is from the trunk  
 14.28 highway fund, and \$2,000,000 is from the  
 14.29 general fund.
- 14.30 **Sec. 18. METROPOLITAN COUNCIL**
- 14.31 **Subdivision 1. Total Appropriation** \$ 6,000,000
- 14.32 To the Metropolitan Council for the purposes  
 14.33 specified in this section.

15.1	<b><u>Subd. 2. Metropolitan Cities Inflow and</u></b>		
15.2	<b><u>Infiltration Grants</u></b>		<u>5,000,000</u>
15.3	<u>For inflow and infiltration grants under</u>		
15.4	<u>Minnesota Statutes, section 473.5491.</u>		
15.5	<b><u>Subd. 3. Metropolitan Regional Parks and Trails</u></b>		<u>1,000,000</u>
15.6	<u>For the cost of improvements and betterments</u>		
15.7	<u>of a capital nature and acquisition by the</u>		
15.8	<u>council and metropolitan parks implementing</u>		
15.9	<u>agencies as defined in Minnesota Statutes,</u>		
15.10	<u>section 473.351, of regional recreational</u>		
15.11	<u>open-space lands in accordance with the</u>		
15.12	<u>council's policy plan as provided in Minnesota</u>		
15.13	<u>Statutes, section 473.147. This appropriation</u>		
15.14	<u>must not be used to purchase easements.</u>		
15.15	<b><u>Sec. 19. DIRECT CARE AND TREATMENT</u></b>		
15.16	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>42,500,000</u></b>
15.17	<u>To the commissioner of administration for the</u>		
15.18	<u>purposes specified in this section.</u>		
15.19	<b><u>Subd. 2. Asset Preservation</u></b>		<u>23,700,000</u>
15.20	<u>For asset preservation improvements and</u>		
15.21	<u>betterments of a capital nature, to be spent in</u>		
15.22	<u>accordance with Minnesota Statutes, section</u>		
15.23	<u>16B.307, at facilities operated by Direct Care</u>		
15.24	<u>and Treatment.</u>		
15.25	<b><u>Subd. 3. St. Peter Water and Sewer</u></b>		
15.26	<b><u>Construction</u></b>		<u>18,800,000</u>
15.27	<u>To design, construct, and equip upgrades and</u>		
15.28	<u>the replacement of water, sanitary, and storm</u>		
15.29	<u>sewer infrastructure at the St. Peter Campus.</u>		
15.30	<u>This appropriation may also be used to design</u>		
15.31	<u>and complete hazardous materials abatement.</u>		
15.32	<b><u>Sec. 20. VETERANS AFFAIRS</u></b>		
15.33	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>86,072,000</u></b>

16.1 To the commissioner of administration for the  
 16.2 purposes specified in this section.

16.3 **Subd. 2. Asset Preservation** **23,700,000**

16.4 For asset preservation improvements and  
 16.5 betterments of a capital nature at the veterans  
 16.6 homes in Minneapolis, Hastings, Fergus Falls,  
 16.7 Montevideo, Bemidji, Preston, Silver Bay,  
 16.8 and Luverne, and the state veterans cemeteries  
 16.9 at Little Falls, Preston, and Duluth, to be spent  
 16.10 in accordance with Minnesota Statutes, section  
 16.11 16B.307.

16.12 **Subd. 3. Minneapolis Veterans Home** **17,200,000**

16.13 To design, construct, furnish, and equip the  
 16.14 renovation of the Minneapolis Veterans home  
 16.15 Building 16. This appropriation may also be  
 16.16 used to design and complete hazardous  
 16.17 materials abatement.

16.18 **Subd. 4. Hastings Veterans Home** **45,172,000**

16.19 To design, construct, furnish, and equip the  
 16.20 renovation of administrative and residential  
 16.21 buildings and infrastructure at the Minnesota  
 16.22 Veterans Home, Hastings campus. This  
 16.23 appropriation includes money to design and  
 16.24 complete demolition of all or portions of  
 16.25 buildings and other structures deemed  
 16.26 unnecessary or undesirable for the  
 16.27 development of the project, site preparation,  
 16.28 and asbestos removal and hazardous materials  
 16.29 abatement.

16.30 **Sec. 21. CORRECTIONS**

16.31 **Subdivision 1. Total Appropriation** **\$ 114,939,000**

16.32 To the commissioner of administration for the  
 16.33 purposes specified in this section.

17.1	<b><u>Subd. 2. Asset Preservation</u></b>	<b><u>52,921,000</u></b>
17.2	<u>For asset preservation improvement and</u>	
17.3	<u>betterments of a capital nature at the</u>	
17.4	<u>Minnesota correctional facilities statewide to</u>	
17.5	<u>be spent in accordance with Minnesota</u>	
17.6	<u>Statutes, section 16B.307. Of this amount,</u>	
17.7	<u>\$1,000,000 is from the general fund.</u>	
17.8	<u>Notwithstanding the specified uses of money</u>	
17.9	<u>under Minnesota Statutes, section 16B.307,</u>	
17.10	<u>the commissioner may use the general fund</u>	
17.11	<u>appropriation for capital expenditures allowed</u>	
17.12	<u>under Minnesota Statutes, section 16B.307,</u>	
17.13	<u>that do not constitute betterments and capital</u>	
17.14	<u>improvements within the meaning of the</u>	
17.15	<u>Minnesota Constitution, article XI, section 5,</u>	
17.16	<u>clause (a). The report required under</u>	
17.17	<u>Minnesota Statutes, section 16B.307,</u>	
17.18	<u>subdivision 2, shall include a list of all projects</u>	
17.19	<u>that have been paid for with this appropriation.</u>	
17.20	<b><u>Subd. 3. Minnesota Correctional Facility - Rush</u></b>	
17.21	<b><u>City</u></b>	<b><u>60,668,000</u></b>
17.22	<u>To predesign, design, construct, furnish, and</u>	
17.23	<u>equip a new building addition and to design,</u>	
17.24	<u>renovate, and equip existing space to provide</u>	
17.25	<u>incarcerated persons services at the Rush City</u>	
17.26	<u>Correctional Facility. This appropriation may</u>	
17.27	<u>also be used to design and complete hazardous</u>	
17.28	<u>materials abatement.</u>	
17.29	<b><u>Subd. 4. Facility Consolidation</u></b>	<b><u>350,000</u></b>
17.30	<u>For predesign of consolidation and expansion</u>	
17.31	<u>of correctional facilities statewide.</u>	
17.32	<b><u>Subd. 5. Minnesota Correctional Facility -</u></b>	
17.33	<b><u>Faribault</u></b>	<b><u>1,000,000</u></b>

18.1 From the general fund for demolition of four  
 18.2 buildings at the Faribault Correctional Facility  
 18.3 campus.

18.4 **Subd. 6. Unspent Appropriations**

18.5 The unspent portion of an appropriation for a  
 18.6 Department of Corrections project in this  
 18.7 section that is complete, upon written notice  
 18.8 to the commissioner of management and  
 18.9 budget, is available for asset preservation  
 18.10 under Minnesota Statutes, section 16B.307.  
 18.11 Minnesota Statutes, section 16A.642, applies  
 18.12 from the date of the original appropriation to  
 18.13 the unspent amount transferred.

18.14 **Sec. 22. EMPLOYMENT AND ECONOMIC**  
 18.15 **DEVELOPMENT**

18.16 **Subdivision 1. Total Appropriation** **\$ 5,000,000**

18.17 To the commissioner of employment and  
 18.18 economic development for the purposes  
 18.19 specified in this section.

18.20 **Subd. 2. Greater Minnesota Business**  
 18.21 **Development Public Infrastructure** **2,500,000**

18.22 For grants under Minnesota Statutes, section  
 18.23 116J.431.

18.24 **Subd. 3. Transportation Economic Development**  
 18.25 **Infrastructure** **2,500,000**

18.26 For grants under Minnesota Statutes, section  
 18.27 116J.436.

18.28 **Sec. 23. PUBLIC FACILITIES AUTHORITY**

18.29 **Subdivision 1. Total Appropriation** **\$ 106,000,000**

18.30 To the Public Facilities Authority for the  
 18.31 purposes specified in this section.

19.1	<b><u>Subd. 2. State Match for Federal Grants to State</u></b>	
19.2	<b><u>Revolving Loan Programs</u></b>	<u>19,000,000</u>
19.3	<u>To match federal capitalization grants for the</u>	
19.4	<u>clean water revolving fund under Minnesota</u>	
19.5	<u>Statutes, section 446A.07, and the drinking</u>	
19.6	<u>water revolving fund under Minnesota</u>	
19.7	<u>Statutes, section 446A.081. This appropriation</u>	
19.8	<u>must be used for qualified capital projects.</u>	
19.9	<b><u>Subd. 3. Water Infrastructure Funding Program</u></b>	<u>20,000,000</u>
19.10	<u>(a) For grants to eligible municipalities under</u>	
19.11	<u>the water infrastructure funding program under</u>	
19.12	<u>Minnesota Statutes, section 446A.072.</u>	
19.13	<u>(b) \$10,000,000 of this appropriation is for</u>	
19.14	<u>wastewater projects listed on the Pollution</u>	
19.15	<u>Control Agency's project priority list in the</u>	
19.16	<u>fundable range under the clean water revolving</u>	
19.17	<u>fund program.</u>	
19.18	<u>(c) \$10,000,000 of this appropriation is for</u>	
19.19	<u>drinking water projects listed on the</u>	
19.20	<u>commissioner of health's project priority list</u>	
19.21	<u>in the fundable range under the drinking water</u>	
19.22	<u>revolving fund program.</u>	
19.23	<u>(d) After all eligible projects under paragraph</u>	
19.24	<u>(b) or (c) have been funded in a fiscal year,</u>	
19.25	<u>the Public Facilities Authority may transfer</u>	
19.26	<u>any remaining, uncommitted money to eligible</u>	
19.27	<u>projects under a program defined in paragraph</u>	
19.28	<u>(b) or (c) based on that program's project</u>	
19.29	<u>priority list.</u>	
19.30	<b><u>Subd. 4. Point Source Implementation Grants</u></b>	
19.31	<b><u>Program</u></b>	<u>45,000,000</u>
19.32	<u>For grants to eligible municipalities under the</u>	
19.33	<u>point source implementation grants program</u>	
19.34	<u>under Minnesota Statutes, section 446A.073.</u>	

20.1 This appropriation must be used for qualified  
20.2 capital projects.

20.3 **Subd. 5. Lead Service Line Replacement** 7,000,000

20.4 From the general fund for grants to eligible  
20.5 entities under the Lead Service Line  
20.6 Replacement program under Minnesota  
20.7 Statutes, section 446A.077.

20.8 **Subd. 6. Emerging Contaminants Grant**  
20.9 **Program** 15,000,000

20.10 For grants to eligible municipalities under the  
20.11 Emerging Contaminants Grant Program under  
20.12 Minnesota Statutes, section 446A.082.

20.13 **Sec. 24. MINNESOTA HOUSING FINANCE**  
20.14 **AGENCY** \$ 10,000,000

20.15 To the Minnesota Housing Finance Agency  
20.16 to finance the costs of rehabilitation to  
20.17 preserve public housing under Minnesota  
20.18 Statutes, section 462A.202, subdivision 3a.  
20.19 For purposes of this section, "public housing"  
20.20 means housing for low-income persons and  
20.21 households financed by the federal  
20.22 government and publicly owned. Priority may  
20.23 be given to proposals that maximize nonstate  
20.24 resources to finance the capital costs and  
20.25 requests that prioritize health, safety, and  
20.26 energy improvements. The priority in  
20.27 Minnesota Statutes, section 462A.202,  
20.28 subdivision 3a, for projects to increase the  
20.29 supply of affordable housing and the  
20.30 restrictions of Minnesota Statutes, section  
20.31 462A.202, subdivision 7, do not apply to this  
20.32 appropriation.

20.33 **Sec. 25. MINNESOTA HISTORICAL**  
20.34 **SOCIETY** \$ 3,500,000

21.1 To the Minnesota Historical Society for capital  
 21.2 improvements and betterments at state historic  
 21.3 sites, buildings, landscaping at historic  
 21.4 buildings, exhibits, markers, and monuments,  
 21.5 to be spent in accordance with Minnesota  
 21.6 Statutes, section 16B.307. The society shall  
 21.7 determine project priorities as appropriate  
 21.8 based on need.

21.9 **Sec. 26. BOND SALE AUTHORIZATION.**

21.10 (a) To provide the money appropriated in this act from the bond proceeds fund, and to  
 21.11 provide for expenses authorized in Minnesota Statutes, section 16A.641, subdivision 8,  
 21.12 paragraph (c), the commissioner of management and budget shall sell and issue bonds of  
 21.13 the state in an amount up to \$812,372,000 in the manner, upon the terms, and with the effect  
 21.14 prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the Minnesota  
 21.15 Constitution, article XI, sections 4 to 7.

21.16 (b) To provide the money appropriated in this section from the bond proceeds account  
 21.17 in the trunk highway fund, the commissioner of management and budget shall sell and issue  
 21.18 bonds of the state in an amount up to \$50,050,000 in the manner, upon the terms, and with  
 21.19 the effect prescribed by Minnesota Statutes, sections 167.50 to 167.52, and by the Minnesota  
 21.20 Constitution, article XIV, section 11, at the times and in the amounts requested by the  
 21.21 commissioner of transportation. The proceeds of the bonds, except accrued interest and any  
 21.22 premium received from the sale of the bonds, must be deposited in the bond proceeds account  
 21.23 in the trunk highway fund.

21.24 **Sec. 27. CANCELLATION; BOND SALE AUTHORIZATION REDUCTIONS.**

21.25 \$62,372,000 of the appropriation in Laws 2023, chapter 72, article 1, section 19,  
 21.26 subdivision 3, is canceled. The bond sale authorization in Laws 2023, chapter 72, article 1,  
 21.27 section 27, subdivision 1, is reduced by the same amount.

21.28 **Sec. 28. BOND SALE SCHEDULE.**

21.29 The commissioner of management and budget shall schedule the sale of state general  
 21.30 obligation bonds so that, during the biennium ending June 30, 2027, no more than  
 21.31 \$1,177,027,000 will need to be transferred from the general fund to the state bond fund to  
 21.32 pay principal and interest due and to become due on outstanding state general obligation

22.1 bonds. During the biennium, before each sale of state general obligation bonds, the  
 22.2 commissioner of management and budget shall calculate the amount of debt service payments  
 22.3 needed on bonds previously issued and shall estimate the amount of debt service payments  
 22.4 that will be needed on the bonds scheduled to be sold. The commissioner shall adjust the  
 22.5 amount of bonds scheduled to be sold so as to remain within the limit set by this section.  
 22.6 The amount needed to make the debt service payments is appropriated from the general  
 22.7 fund as provided in Minnesota Statutes, section 16A.641.

22.8 Sec. 29. EFFECTIVE DATE.

22.9 This article is effective the day following final enactment.

22.10 **ARTICLE 2**  
 22.11 **MISCELLANEOUS**

22.12 Section 1. Minnesota Statutes 2024, section 16A.966, subdivision 7, is amended to read:

22.13 Subd. 7. **Appropriation of proceeds.** The proceeds of appropriation bonds issued under  
 22.14 subdivision 2, paragraph (a), and interest credited to the special appropriation state response  
 22.15 to releases bond proceeds fund are appropriated as follows:

22.16 (1) to the commissioner of the Pollution Control Agency for removal and remedial  
 22.17 actions as specified in subdivision 2, paragraph (a), at the following sites: the Esko  
 22.18 Groundwater Contamination Superfund site; the city of Duluth Dump #1 Superfund site;  
 22.19 the Perham Arsenic site; the Hibbing Gas Manufacturing Plant Site; and the Precision Plating  
 22.20 State Superfund site; and

22.21 (2) to the commissioner for debt service on the bonds including capitalized interest,  
 22.22 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds, and  
 22.23 payments under any agreements entered into under subdivision 2, paragraph (d), as permitted  
 22.24 by state and federal law.

22.25 Sec. 2. [115A.535] SUSTAINABLE CONSTRUCTION AND DEMOLITION WASTE  
 22.26 TRANSITION GRANTS PROGRAM.

22.27 Subdivision 1. Grant program established. The commissioner may make grants to  
 22.28 assist with the capital costs of infrastructure projects necessary to assist eligible grantees  
 22.29 with the transition away from the use of unlined construction and demolition landfills.

22.30 Subd. 2. Eligible grantees. For purposes of this section, "eligible grantee" means:

23.1 (1) for projects funded from the sustainable construction and demolition waste transition  
23.2 grant account in the bond proceeds fund, a city, county, solid waste management district  
23.3 established pursuant to sections 115A.62 to 115A.72, sanitary district, or township; or

23.4 (2) for projects funded from the sustainable construction demolition waste transition  
23.5 grant account in the general fund, any person.

23.6 Subd. 3. **Accounts.** (a) A sustainable construction and demolition waste transition grant  
23.7 account is established in the bond proceeds fund. The account consists of state bond proceeds  
23.8 appropriated to the commissioner for this purpose. Money in the account may only be  
23.9 expended to acquire land or an interest in land, predesign, design, construct, and improve  
23.10 public infrastructure projects that further the purposes of this section.

23.11 (b) A sustainable construction and demolition waste transition grant account is established  
23.12 in the general fund. The account consists of money as provided by law and any other money  
23.13 donated, allotted, transferred, or otherwise provided to the account. Money in the account  
23.14 may only be expended to acquire land or an interest in land, predesign, design, construct,  
23.15 and improve public or private infrastructure projects that further the purposes of this section.

23.16 Subd. 4. **Sustainable construction and demolition waste infrastructure grants.** (a)  
23.17 The commissioner may make grants to eligible grantees for infrastructure to process and  
23.18 manage construction and demolition waste, including projects related to collection,  
23.19 processing, waste reduction, reuse, recycling, resource recovery and disposal, and projects  
23.20 addressing hazardous substances, toxic pollutants, and problem materials in the construction  
23.21 and demolition waste stream. Components may also process and manage nonconstruction  
23.22 and demolition waste as an ancillary function. Projects must be consistent with the policies  
23.23 established under section 115A.02.

23.24 (b) Grants awarded under this subdivision may cover up to 75 percent of the eligible  
23.25 expenses of a project.

23.26 (c) In awarding a grant under this subdivision, preference shall be given to projects that:

23.27 (1) assist with the creation of a regional system to transition away from unlined landfilling  
23.28 of construction and demolition waste;

23.29 (2) reduce the amount of construction and demolition waste that is disposed of through  
23.30 the prioritization of waste reduction, reuse, recycling, resource recovery, and other means  
23.31 to prevent disposal;

23.32 (3) serve environmental justice areas; and

23.33 (4) maximize environmental, human health, and economic benefits.

24.1 Subd. 5. Construction and demolition enhanced landfill cover grants. (a) The  
 24.2 commissioner may make grants to eligible grantees for final enhanced cover systems to  
 24.3 assist with the closure of unlined construction and demolition landfills.

24.4 (b) Grants awarded under this subdivision may cover up to 50 percent of the eligible  
 24.5 expenses of a project.

24.6 (c) In awarding a grant under this subdivision, preference shall be given to projects that:

24.7 (1) assist with the creation of a system to transition away from unlined landfilling of  
 24.8 construction and demolition waste;

24.9 (2) serve environmental justice areas;

24.10 (3) demonstrate an effective cover design based on the Hydrologic Evaluation of Landfill  
 24.11 Performance (HELP) model that will protect groundwater by mitigating the release and  
 24.12 spread of contamination due to the landfill; and

24.13 (4) provide a site-specific evaluation of risk to human health and the environment and  
 24.14 compliance status.

24.15 Sec. 3. Minnesota Statutes 2024, section 446A.086, subdivision 11, is amended to read:

24.16 Subd. 11. **Amount of debt obligation authorized.** The amount of debt outstanding  
 24.17 under this section must not exceed ~~\$1,000,000,000~~ 1,500,000,000.

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

24.19 Sec. 4. Minnesota Statutes 2024, section 462A.37, is amended by adding a subdivision to  
 24.20 read:

24.21 Subd. 2l. **Additional authorization.** In addition to the amount authorized in subdivisions  
 24.22 2 to 2k and 3a, the agency may issue up to \$50,000,000 in one or more series to which the  
 24.23 payments under this section may be pledged.

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

24.25 Sec. 5. Minnesota Statutes 2025 Supplement, section 462A.37, subdivision 5, is amended  
 24.26 to read:

24.27 Subd. 5. **Additional appropriation.** (a) The agency must certify annually to the  
 24.28 commissioner of management and budget the actual amount of annual debt service on each  
 24.29 series of bonds issued under this section.

25.1 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure  
25.2 bonds issued under subdivision 2a, or housing infrastructure bonds issued to refund those  
25.3 bonds, remain outstanding, the commissioner of management and budget must transfer to  
25.4 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
25.5 the amount certified under paragraph (a), not to exceed \$6,400,000 annually. The amounts  
25.6 necessary to make the transfers are appropriated from the general fund to the commissioner  
25.7 of management and budget.

25.8 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure  
25.9 bonds issued under subdivision 2b, or housing infrastructure bonds issued to refund those  
25.10 bonds, remain outstanding, the commissioner of management and budget must transfer to  
25.11 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
25.12 the amount certified under paragraph (a), not to exceed \$800,000 annually. The amounts  
25.13 necessary to make the transfers are appropriated from the general fund to the commissioner  
25.14 of management and budget.

25.15 (d) Each July 15, beginning in 2019 and through 2040, if any housing infrastructure  
25.16 bonds issued under subdivision 2c, or housing infrastructure bonds issued to refund those  
25.17 bonds, remain outstanding, the commissioner of management and budget must transfer to  
25.18 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
25.19 the amount certified under paragraph (a), not to exceed \$2,800,000 annually. The amounts  
25.20 necessary to make the transfers are appropriated from the general fund to the commissioner  
25.21 of management and budget.

25.22 (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure  
25.23 bonds issued under subdivision 2d, or housing infrastructure bonds issued to refund those  
25.24 bonds, remain outstanding, the commissioner of management and budget must transfer to  
25.25 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
25.26 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
25.27 appropriated from the general fund to the commissioner of management and budget.

25.28 (f) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure  
25.29 bonds issued under subdivision 2e, or housing infrastructure bonds issued to refund those  
25.30 bonds, remain outstanding, the commissioner of management and budget must transfer to  
25.31 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
25.32 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
25.33 appropriated from the general fund to the commissioner of management and budget.

26.1 (g) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure  
26.2 bonds issued under subdivision 2f, or housing infrastructure bonds issued to refund those  
26.3 bonds, remain outstanding, the commissioner of management and budget must transfer to  
26.4 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
26.5 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
26.6 appropriated from the general fund to the commissioner of management and budget.

26.7 (h) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure  
26.8 bonds issued under subdivision 2g, or housing infrastructure bonds issued to refund those  
26.9 bonds, remain outstanding, the commissioner of management and budget must transfer to  
26.10 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
26.11 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
26.12 appropriated from the general fund to the commissioner of management and budget.

26.13 (i) Each July 15, beginning in 2023 and through 2044, if any housing infrastructure  
26.14 bonds issued under subdivision 2h, or housing infrastructure bonds issued to refund those  
26.15 bonds, remain outstanding, the commissioner of management and budget must transfer to  
26.16 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
26.17 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
26.18 appropriated from the general fund to the commissioner of management and budget.

26.19 (j) Each July 15, beginning in 2026 and through 2047, if any housing infrastructure  
26.20 bonds issued under subdivision 2j, or housing infrastructure bonds issued to refund those  
26.21 bonds, remain outstanding, the commissioner of management and budget must transfer to  
26.22 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
26.23 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
26.24 appropriated from the general fund to the commissioner of management and budget.

26.25 (k) Each July 15, beginning in 2027 and through 2048, if any housing infrastructure  
26.26 bonds issued under subdivision 2k, or housing infrastructure bonds issued to refund those  
26.27 bonds, remain outstanding, the commissioner of management and budget must transfer to  
26.28 the housing infrastructure bond account established under section 462A.21, subdivision 33,  
26.29 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
26.30 appropriated from the general fund to the commissioner of management and budget.

26.31 (l) Each July 15, beginning in 2028 and through 2049, if any housing infrastructure  
26.32 bonds issued under subdivision 2l, or housing infrastructure bonds issued to refund those  
26.33 bonds, remain outstanding, the commissioner of management and budget must transfer to  
26.34 the housing infrastructure bond account established under section 462A.21, subdivision 33,

27.1 the amount certified under paragraph (a). The amounts necessary to make the transfers are  
 27.2 appropriated from the general fund to the commissioner of management and budget.

27.3 ~~(h)~~ (m) The agency may pledge to the payment of the housing infrastructure bonds the  
 27.4 payments to be made by the state under this section.

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

27.6 Sec. 6. Minnesota Statutes 2024, section 474A.02, subdivision 1a, is amended to read:

27.7 Subd. 1a. **Aggregate bond limitation.** "Aggregate bond limitation" means ~~up to 55~~  
 27.8 ~~percent of the reasonably expected aggregate basis of a residential rental project and the~~  
 27.9 ~~land on which the project is or will be located.~~ the greater of:

27.10 (1) 30 percent of the reasonably expected aggregate basis of a residential rental project  
 27.11 and the land on which the project is or will be located; or

27.12 (2) the maximum supportable permanent amortizing debt, subject to a maximum of 40  
 27.13 percent of the reasonably expected aggregate basis of a residential rental project and the  
 27.14 land on which the project is or will be located.

27.15 **EFFECTIVE DATE.** This section is effective January 1, 2027.

27.16 Sec. 7. **BCA MARYLAND BUILDING.**

27.17 Notwithstanding any law, rule, or ordinance to the contrary, a building permit under the  
 27.18 State Building Code is not required to construct a new perimeter eight-foot security fence  
 27.19 and access controls at the BCA Maryland Building site, as enacted in Laws 2023, chapter  
 27.20 72, article 1, section 15, subdivision 3.

APPENDIX  
Article locations for 26-06552

ARTICLE 1 APPROPRIATIONS..... Page.Ln 1.11  
ARTICLE 2 MISCELLANEOUS..... Page.Ln 22.10