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State of Minnesota

HOUSE OF REPRESENTATIVES

NINETIETH SESSION

H. F. No. **4404**

04/12/2018 Authored by Urdahl
The bill was read for the first time and referred to the Committee on Capital Investment
05/08/2018 Adoption of Report: Amended and re-referred to the Committee on Ways and Means

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 other improvements of a capital nature with certain

1.4 conditions; modifying previous appropriations; establishing new programs and

1.5 modifying existing programs; authorizing the sale and issuance of state bonds;

1.6 appropriating money; amending Minnesota Statutes 2016, sections 16A.86,

1.7 subdivision 4; 16B.335, subdivision 1; 462A.37, subdivisions 1, 2, by adding a

1.8 subdivision; Minnesota Statutes 2017 Supplement, sections 219.016, subdivision

1.9 4; 326B.124; 446A.073, by adding a subdivision; 462A.37, subdivision 5; Laws

1.10 2009, chapter 93, article 1, section 14, subdivision 3, as amended; Laws 2014,

1.11 chapter 294, article 1, sections 5, subdivision 3; 21, subdivision 12, as amended;

1.12 22, subdivision 5; Laws 2014, chapter 295, section 9; Laws 2015, First Special

1.13 Session chapter 5, article 1, section 10, subdivision 3, as amended; Laws 2017,

1.14 First Special Session chapter 8, article 1, sections 6, subdivision 6; 15, subdivisions

1.15 3, 6, 11, 13; 16, subdivision 7; 17, subdivision 9; 19, subdivision 3; 20, subdivision

1.16 21; 21, subdivision 8; 23, subdivision 3; 27; proposing coding for new law in

1.17 Minnesota Statutes, chapter 446A.

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

1.19 **ARTICLE 1**

1.20 **APPROPRIATIONS**

1.21 Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

1.22 The sums shown in the column under "Appropriations" are appropriated from the bond

1.23 proceeds fund, or another named fund, to the state agencies or officials indicated, to be

1.24 spent for public purposes. Appropriations of bond proceeds must be spent as authorized by

1.25 the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire and better public

1.26 land and buildings and other public improvements of a capital nature, or as authorized by

1.27 the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j), or article XIV. Unless

1.28 otherwise specified, money appropriated in this act:

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

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

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

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

2.12 **APPROPRIATIONS**

2.13 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.14 **Subdivision 1. Total Appropriation** **\$ 78,533,000**

2.15 To the Board of Regents of the University of
 2.16 Minnesota for the purposes specified in this
 2.17 section.

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

2.20 To be spent in accordance with Minnesota
 2.21 Statutes, section 135A.046.

2.22 **Subd. 3. Greater Minnesota Academic Renewal** **10,533,000**

2.23 To modernize existing teaching, learning, and
 2.24 research spaces on the Crookston, Duluth, and
 2.25 Morris campuses, including:

2.26 (1) to predesign, design, renovate, furnish, and
 2.27 equip campus teaching and learning spaces in
 2.28 Dowell Hall and Owen Hall on the Crookston
 2.29 campus;

2.30 (2) to predesign, design, renovate, furnish, and
 2.31 equip campus teaching and learning spaces in

3.1 A.B. Anderson Hall on the Duluth campus;
 3.2 and
 3.3 (3) to predesign, design, renovate, furnish, and
 3.4 equip campus teaching and learning spaces in
 3.5 the Humanities Building and Blakely Hall on
 3.6 the Morris campus.

3.7 **Subd. 4. Pillsbury Hall Renewal** 24,000,000

3.8 To predesign, design, renovate, furnish, and
 3.9 equip historic Pillsbury Hall on the Twin
 3.10 Cities campus.

3.11 **Subd. 5. Glensheen Renewal** 4,000,000

3.12 To predesign, design, and renovate the
 3.13 Historic Glensheen Estate including but not
 3.14 limited to the main house; the site structures,
 3.15 terraces, and garden walls; and the carriage
 3.16 house. This appropriation is not available until
 3.17 the commissioner of management and budget
 3.18 determines that an equal amount is committed
 3.19 from other sources.

3.20 **Subd. 6. University Share**

3.21 Except for the appropriations for HEAPR and
 3.22 Glensheen renewal, the appropriations in this
 3.23 section are intended to cover approximately
 3.24 two-thirds of the cost of each project. The
 3.25 remaining costs must be paid from university
 3.26 sources.

3.27 **Subd. 7. Unspent Appropriations**

3.28 Upon substantial completion of a project
 3.29 authorized in this section and after written
 3.30 notice to the commissioner of management
 3.31 and budget, the Board of Regents must use
 3.32 any money remaining in the appropriation for
 3.33 that project for HEAPR under Minnesota
 3.34 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 with
 4.4 jurisdiction over capital investment and higher
 4.5 education finance, and to the chairs of the
 4.6 house of representatives Ways and Means
 4.7 Committee and the senate Finance Committee,
 4.8 on how the remaining money has been
 4.9 allocated or spent.

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

4.12 **Subdivision 1. Total Appropriation** **\$ 122,858,000**

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-Ramsey Community College,**
 4.21 **Coon Rapids** **569,000**

4.22 To design the renovation of the business and
 4.23 nursing building on the Coon Rapids campus.

4.24 **Subd. 4. Bemidji State University** **22,512,000**

4.25 To demolish and replace Hagg Sauer Hall with
 4.26 the Academic Learning Center Building; and
 4.27 to design, renovate, and equip A.C. Clark
 4.28 Library, Bangsberg Hall, Bensen Hall,
 4.29 Bridgeman Hall, and Sattgast Hall.

4.30 **Subd. 5. Century College** **6,362,000**

4.31 To design, renovate, and equip the
 4.32 Engineering and Applied Technology Center,
 4.33 welding lab, fabrication lab, auto disassembly,

- 5.1 and related student support and university
 5.2 partnership space on the east campus.
- 5.3 **Subd. 6. Inver Hills Community College** 698,000
- 5.4 To design the renovation of the Technology
 5.5 and Business Center to include the link to
 5.6 Heritage Hall.
- 5.7 **Subd. 7. Minnesota State University, Mankato** 6,478,000
- 5.8 To update design, renovate, renew, equip, and
 5.9 repurpose the spaces in Wissink Hall, Morris
 5.10 Hall, and Wiecking Center vacated when
 5.11 occupants moved to the new Clinical Science
 5.12 Building; and to install a solar array on the
 5.13 roof of the new Clinical Science Building.
- 5.14 **Subd. 8. Minnesota State University, Moorhead** 628,000
- 5.15 To design the renovation of Weld Hall.
- 5.16 **Subd. 9. Normandale Community College** 12,636,000
- 5.17 To design Phases 1 and 2 of the renovation of
 5.18 the College Services Building; and to renovate
 5.19 and equip the first floor of the College
 5.20 Services Building, including site
 5.21 improvements that address ADA compliance
 5.22 and storm water management.
- 5.23 **Subd. 10. Riverland Community College, Albert**
 5.24 **Lea** 10,122,000
- 5.25 To design, renovate, renew, and equip
 5.26 classroom and lab space at the Albert Lea
 5.27 campus; to construct infill in Building C to
 5.28 support auto and diesel labs; and to demolish
 5.29 obsolete child care building.
- 5.30 **Subd. 11. Rochester Community and Technical**
 5.31 **College** 22,853,000
- 5.32 To demolish Plaza and Memorial Halls; to
 5.33 design, renovate, renew, and equip classrooms
 5.34 and labs; to construct an addition adjacent to

6.1 Endicott Hall; to construct a central chiller
6.2 plant; and to demolish the maintenance
6.3 building and child care building.

6.4 **Subd. 12. Debt Service**

6.5 (a) Except as provided in paragraph (b), the
6.6 Board of Trustees shall pay the debt service
6.7 on one-third of the principal amount of state
6.8 bonds sold to finance projects authorized by
6.9 this section. After each sale of general
6.10 obligation bonds, the commissioner of
6.11 management and budget shall notify the board
6.12 of the amounts assessed for each year for the
6.13 life of the bonds.

6.14 (b) The board need not pay debt service on
6.15 bonds sold to finance HEAPR. Where a
6.16 nonstate match is required, the debt service is
6.17 due on a principal amount equal to one-third
6.18 of the total project cost, less the match
6.19 committed before the bonds are sold.

6.20 (c) The commissioner of management and
6.21 budget shall reduce the board's assessment
6.22 each year by one-third of the net income from
6.23 investment of general obligation bond
6.24 proceeds in proportion to the amount of
6.25 principal and interest otherwise required to be
6.26 paid by the board. The board shall pay its
6.27 resulting net assessment to the commissioner
6.28 of management and budget by December 1
6.29 each year. If the board fails to make a payment
6.30 when due, the commissioner of management
6.31 and budget shall reduce allotments for
6.32 appropriations from the general fund otherwise
6.33 available to the board and apply the amount
6.34 of the reduction to cover the missed debt
6.35 service payment. The commissioner of

7.1 management and budget shall credit the
7.2 payments received from the board to the bond
7.3 debt service account in the state bond fund
7.4 each December 1 before money is transferred
7.5 from the general fund under Minnesota
7.6 Statutes, section 16A.641, subdivision 10.

7.7 **Subd. 13. Unspent Appropriations**

7.8 (a) Upon substantial completion of a project
7.9 authorized in this section and after written
7.10 notice to the commissioner of management
7.11 and budget, the board must use any money
7.12 remaining in the appropriation for that project
7.13 for HEAPR under Minnesota Statutes, section
7.14 135A.046. The Board of Trustees must report
7.15 by February 1 of each even-numbered year to
7.16 the chairs of the house of representatives and
7.17 senate committees with jurisdiction over
7.18 capital investment and higher education
7.19 finance, and to the chairs of the house of
7.20 representatives Ways and Means Committee
7.21 and the senate Finance Committee, on how
7.22 the remaining money has been allocated or
7.23 spent.

7.24 (b) The unspent portion of an appropriation
7.25 for a project in this section that is complete is
7.26 available for HEAPR under this subdivision,
7.27 at the same campus as the project for which
7.28 the original appropriation was made and the
7.29 debt service requirement under this section is
7.30 reduced accordingly. Minnesota Statutes,
7.31 section 16A.642, applies from the date of the
7.32 original appropriation to the unspent amount
7.33 transferred.

7.34 **Sec. 4. EDUCATION**

8.1 Subdivision 1. **Total Appropriation** \$ 47,092,000

8.2 To the commissioner of education for the

8.3 purposes specified in this section.

8.4 Subd. 2. **Library Construction Grants** 2,000,000

8.5 For library construction grants under

8.6 Minnesota Statutes, section 134.45.

8.7 Subd. 3. **School Safety Grants** 25,000,000

8.8 (a) A school district may apply for a school

8.9 safety facility grant in the form and manner

8.10 specified by the commissioner of education.

8.11 (b) After consultation with the Department of

8.12 Public Safety's Minnesota School Safety

8.13 Center, the commissioner of education may

8.14 award a school safety facility grant to a school

8.15 district of no more than \$500,000 for each

8.16 qualifying school building. The commissioner

8.17 must prioritize grant applications. At least half

8.18 of the grants must be awarded to school

8.19 districts with administrative offices located

8.20 outside of the seven-county metropolitan area.

8.21 (c) Grants may be used to predesign, design,

8.22 construct, furnish, and equip school facilities

8.23 and includes renovating and expanding

8.24 existing buildings and facilities.

8.25 (d) Before a grant is approved, the district

8.26 must provide documentation acceptable to the

8.27 commissioner of education on how the grant

8.28 will be used.

8.29 (e) No money for construction may be

8.30 distributed by the commissioner of education

8.31 to the recipient school district until bids have

8.32 been received on 100 percent of the

8.33 construction documents and satisfactory

9.1 documentation has been submitted to the
 9.2 commissioner of education indicating the
 9.3 project can be fully completed with money
 9.4 available for the project.

9.5 (f) Grants are available when the
 9.6 commissioner of management and budget
 9.7 determines that sufficient resources have been
 9.8 committed to complete the project, as required
 9.9 by Minnesota Statutes, section 16A.502.

9.10 **Subd. 4. Independent School District No. 38, Red**
 9.11 **Lake**

14,492,000

9.12 (a) From the maximum effort school loan fund
 9.13 for a capital loan to Independent School
 9.14 District No. 38, Red Lake, as provided in
 9.15 Minnesota Statutes, sections 126C.60 to
 9.16 126C.72. This appropriation is for predesign,
 9.17 design, and construction of a connection
 9.18 structure between the Red Lake Early
 9.19 Learning Childhood Center and Red Lake
 9.20 Elementary School; renovations to various
 9.21 classrooms, labs, and support rooms; updating
 9.22 of mechanical systems; and expansion of the
 9.23 cafeteria. Before any capital loan contract is
 9.24 approved under this subdivision, the district
 9.25 must provide documentation acceptable to the
 9.26 commissioner of education on how the capital
 9.27 loan will be used.

9.28 (b) The commissioner of administration may
 9.29 provide project management services to assist
 9.30 the commissioner of education with oversight
 9.31 of the project. No money for construction may
 9.32 be distributed by the commissioner of
 9.33 education to the recipient school district until
 9.34 bids have been received on 100 percent of the
 9.35 construction documents and satisfactory

10.1 documentation has been submitted to the
 10.2 commissioner of education indicating the
 10.3 project can be fully completed with money
 10.4 available for the project.

10.5 (c) Notwithstanding the timelines in Minnesota
 10.6 Statutes, section 126C.69, subdivision 11,
 10.7 Independent School District No. 38, Red Lake,
 10.8 must submit the question authorizing the
 10.9 borrowing of money for the facilities to voters
 10.10 of the district at the first general election
 10.11 following final enactment of this subdivision.

10.12 (d) Notwithstanding Minnesota Statutes,
 10.13 section 126C.69, subdivision 6, the application
 10.14 submitted by Independent School District No.
 10.15 38, Red Lake, on September 1, 2015, shall be
 10.16 considered a sufficient application for this
 10.17 loan. The local portion for this capital loan is
 10.18 \$94,231 under Minnesota Statutes, section
 10.19 126C.69, subdivision 9. This amount shall be
 10.20 disbursed for the approved project prior to the
 10.21 state loan reimbursement payments to the
 10.22 school district.

10.23 **Subd. 5. Atwater-Cosmos-Grove City School**
 10.24 **District; Cosmos Elementary School**
 10.25 **Repurposing**

5,000,000

10.26 For a grant to Independent School District No.
 10.27 2396, Atwater-Cosmos-Grove City Public
 10.28 Schools, to predesign, design, construct,
 10.29 furnish, and equip the renovation and
 10.30 repurposing of the Cosmos elementary school
 10.31 for use by the regional educational program
 10.32 for autistic students, emotionally or
 10.33 behaviorally disturbed students, and other
 10.34 students with specific educational needs.

10.35 **Subd. 6. Warroad School District - Northwest**
 10.36 **Angle School**

600,000

11.1 From the general fund for a grant to
 11.2 Independent School District No. 690, Warroad
 11.3 Public Schools, for demolition and site
 11.4 preparation and to predesign, design,
 11.5 construct, furnish, and equip the renovation
 11.6 and an expansion of the Northwest Angle
 11.7 School. No nonstate match is required.

11.8 **Sec. 5. MINNESOTA STATE ACADEMIES** **\$ 2,000,000**

11.9 To the commissioner of administration for
 11.10 capital asset preservation improvements and
 11.11 betterments on both campuses of the
 11.12 Minnesota State Academies, to be spent in
 11.13 accordance with Minnesota Statutes, section
 11.14 16B.307.

11.15 **Sec. 6. NATURAL RESOURCES**

11.16 **Subdivision 1. Total Appropriation** **\$ 62,750,000**

11.17 (a) To the commissioner of natural resources
 11.18 for the purposes specified in this section.

11.19 (b) The appropriations in this section are
 11.20 subject to the requirements of the natural
 11.21 resources capital improvement program under
 11.22 Minnesota Statutes, section 86A.12, unless
 11.23 this section or the statutes referred to in this
 11.24 section provide more specific standards,
 11.25 criteria, or priorities for projects than
 11.26 Minnesota Statutes, section 86A.12.

11.27 **Subd. 2. Natural Resources Asset Preservation** **30,000,000**

11.28 For the renovation of state-owned facilities
 11.29 and recreational assets operated by the
 11.30 commissioner of natural resources to be spent
 11.31 in accordance with Minnesota Statutes, section
 11.32 84.946. Notwithstanding Minnesota Statutes,
 11.33 section 84.946, the commissioner may use this

12.1 appropriation to replace buildings if,
 12.2 considering the embedded energy in the
 12.3 building, that is the most energy-efficient and
 12.4 carbon-reducing method of renovation.

12.5 **Subd. 3. Flood Hazard Mitigation** 20,000,000

12.6 (a) For the state share of flood hazard
 12.7 mitigation grants for publicly owned capital
 12.8 improvements to prevent or alleviate flood
 12.9 damage under Minnesota Statutes, section
 12.10 103F.161.

12.11 (b) To the extent practical, levee projects shall
 12.12 meet the state standard of three feet above the
 12.13 100-year flood elevation.

12.14 (c) To the extent practicable and consistent
 12.15 with the project, recipients of appropriations
 12.16 for flood control projects in this subdivision
 12.17 shall create wetlands that are eligible for
 12.18 wetland replacement credit to replace wetlands
 12.19 drained or filled as the result of repair,
 12.20 reconstruction, replacement, or rehabilitation
 12.21 of an existing public road under Minnesota
 12.22 Statutes, section 103G.222, subdivision 1,
 12.23 paragraphs (l) and (m).

12.24 (d) Project priorities shall be determined by
 12.25 the commissioner as appropriate and based on
 12.26 need and may include acquisition of properties
 12.27 prone to flooding.

12.28 (e) To the extent that the cost of a project
 12.29 exceeds two percent of the median household
 12.30 income in a municipality or township
 12.31 multiplied by the number of households in the
 12.32 municipality or township, this appropriation
 12.33 is also for the local share of the project.

12.34 **Subd. 4. Acquisition and Betterment of Buildings** 6,000,000

- 13.1 For acquisition, predesign, design, and
- 13.2 construction to replace existing facilities that
- 13.3 no longer meet the business needs of the
- 13.4 department; for the predesign, design, and
- 13.5 construction of a drill core facility in Hibbing;
- 13.6 and for the design and construction of storage
- 13.7 facilities.
- 13.8 **Subd. 5. State Park and Recreation Area**
- 13.9 **Accessibility** 2,000,000
- 13.10 For the design and construction of
- 13.11 improvements to bring the facilities within
- 13.12 state parks and recreation areas to the
- 13.13 Americans with Disabilities Act standards.
- 13.14 **Subd. 6. Glendalough State Park** 750,000
- 13.15 To construct a Visitor and Trail Center in
- 13.16 Glendalough State Park.
- 13.17 **Subd. 7. Blufflands State Trail** 1,500,000
- 13.18 To acquire land for, construct, and pay
- 13.19 expenses related to an extension of the
- 13.20 Blufflands state trail system from Harmony
- 13.21 to the Iowa border, to include a connection to
- 13.22 Niagara Cave in Fillmore County as
- 13.23 authorized in Minnesota Statutes, section
- 13.24 85.015, subdivision 7.
- 13.25 **Subd. 8. Cohasset - Tioga Recreation Area** 1,000,000
- 13.26 For a grant to the city of Cohasset to design,
- 13.27 engineer, and construct an approximately
- 13.28 25-mile trail system for hiking, running,
- 13.29 mountain biking, and other activities in the
- 13.30 Tioga Recreation Area in Cohasset.
- 13.31 **Subd. 9. Aitkin County - Northwoods ATV Trail** 1,500,000
- 13.32 For a grant to Aitkin County for predesign,
- 13.33 design, acquisition, and development of a trail
- 13.34 to connect the Northwoods ATV trail system

14.1 with the Mille Lacs-Malmo East Loop trail
 14.2 system. The appropriation is not available until
 14.3 the commissioner of management and budget
 14.4 determines that \$150,000 has been committed
 14.5 to the project from nonstate sources.

14.6 **Subd. 10. Unspent Appropriations**

14.7 The unspent portion of an appropriation for a
 14.8 project in this section that is complete, upon
 14.9 written notice to the commissioner of
 14.10 management and budget, is available for asset
 14.11 preservation under Minnesota Statutes, section
 14.12 84.946. Minnesota Statutes, section 16A.642,
 14.13 applies from the date of the original
 14.14 appropriation to the unspent amount
 14.15 transferred.

14.16 **Sec. 7. POLLUTION CONTROL AGENCY**

14.17 **Subdivision 1. Total Appropriation** **\$ 20,300,000**

14.18 To the Pollution Control Agency for the
 14.19 purposes specified in this section.

14.20 **Subd. 2. Waste Disposal Engineering Closed**
 14.21 **Landfill** **6,000,000**

14.22 To design and construct remedial systems,
 14.23 including cleanup and removal of a leaking
 14.24 hazardous waste pit and protection of
 14.25 groundwater, at the Waste Disposal
 14.26 Engineering site in Anoka County in
 14.27 accordance with the closed landfill program
 14.28 under Minnesota Statutes, sections 115B.39
 14.29 to 115B.42.

14.30 **Subd. 3. Lake Redwood Reclamation** **7,300,000**

14.31 For a grant to the Redwood-Cottonwood
 14.32 Rivers Control Area, a joint powers entity, to
 14.33 predesign, design, construct, and equip the
 14.34 reservoir reclamation and enhancement of the

15.1 66-acre Lake Redwood Reservoir, to remove
 15.2 approximately 650,000 cubic yards of
 15.3 sediment and increase its depth from
 15.4 approximately 2.8 feet to 20 feet in order to
 15.5 secure renewable energy capacity of the
 15.6 hydroelectric dam which is impeded by lack
 15.7 of water capacity, reduce the flow of pollutants
 15.8 to the Minnesota River, and increase fish
 15.9 habitat and enhance recreational opportunities.

15.10 **Subd. 4. Clay County - Solid Waste Transfer**
 15.11 **Station**

7,000,000

15.12 For a grant to Clay County under the solid
 15.13 waste capital assistance grants program under
 15.14 Minnesota Statutes, section 115A.54, to
 15.15 construct a new resource recovery campus
 15.16 consisting of a new solid waste transfer station
 15.17 and problem materials facility.
 15.18 Notwithstanding Minnesota Statutes, section
 15.19 115A.54, this appropriation does not require
 15.20 a nonstate contribution, except as required by
 15.21 Minnesota Statutes, section 16A.502.

15.22 **Sec. 8. BOARD OF WATER AND SOIL**
 15.23 **RESOURCES**

15.24 **Subdivision 1. Total Appropriation**

\$ 15,781,000

15.25 To the Board of Water and Soil Resources for
 15.26 the purposes specified in this section.

15.27 **Subd. 2. Reinvest in Minnesota (RIM) Reserve**
 15.28 **Program**

10,000,000

15.29 (a) To acquire conservation easements from
 15.30 landowners to preserve, restore, create, and
 15.31 enhance wetlands and associated uplands of
 15.32 prairie and grasslands, and restore and enhance
 15.33 rivers and streams, riparian lands, and
 15.34 associated uplands of prairie and grasslands
 15.35 in order to protect soil and water quality,

16.1 support fish and wildlife habitat, reduce flood
 16.2 damage, and provide other public benefits.

16.3 The provisions of Minnesota Statutes, section
 16.4 103F.515, apply to this program.

16.5 (b) The board shall give priority to leveraging
 16.6 federal money by enrolling targeted new lands
 16.7 or enrolling environmentally sensitive lands
 16.8 that have expiring federal conservation
 16.9 agreements.

16.10 (c) The board is authorized to enter into new
 16.11 agreements and amend past agreements with
 16.12 landowners as required by Minnesota Statutes,
 16.13 section 103F.515, subdivision 5, to allow for
 16.14 restoration.

16.15 (d) Of this appropriation, up to five percent
 16.16 may be used for restoration, rehabilitation, and
 16.17 enhancement.

16.18 **Subd. 3. Local Government Roads Wetland**
 16.19 **Replacement Program**

5,000,000

16.20 To acquire land or permanent easements and
 16.21 to restore, create, enhance, and preserve
 16.22 wetlands to replace those wetlands drained or
 16.23 filled as a result of the repair, reconstruction,
 16.24 replacement, or rehabilitation of existing
 16.25 public roads as required by Minnesota
 16.26 Statutes, section 103G.222, subdivision 1,
 16.27 paragraphs (l) and (m). The board may vary
 16.28 the priority order of Minnesota Statutes,
 16.29 section 103G.222, subdivision 3, paragraph
 16.30 (a), to implement an in-lieu fee agreement
 16.31 approved by the U.S. Army Corps of
 16.32 Engineers under section 404 of the Clean
 16.33 Water Act. The purchase price paid for
 16.34 acquisition of land or perpetual easement must
 16.35 be a fair market value as determined by the

17.1 board. The board may enter into agreements
 17.2 with the federal government, other state
 17.3 agencies, political subdivisions, nonprofit
 17.4 organizations, fee title owners, or other
 17.5 qualified private entities to acquire wetland
 17.6 replacement credits in accordance with
 17.7 Minnesota Rules, chapter 8420.

17.8 **Subd. 4. South St. Paul - Seidl's Lake** 781,000

17.9 For a grant to the city of South St. Paul for
 17.10 capital improvements to improve the water
 17.11 quality of Seidl's Lake. The capital
 17.12 improvements include design, engineering,
 17.13 construction, and equipping of a storm water
 17.14 lift station to discharge excess storm water
 17.15 into the city of South St. Paul's storm sewer
 17.16 system to minimize the fluctuating water
 17.17 levels of the lake. This project would be
 17.18 implemented jointly by the cities of South St.
 17.19 Paul, Inver Grove Heights, and West St. Paul.

17.20 **Sec. 9. RURAL FINANCE AUTHORITY.** **\$ 35,000,000**

17.21 For the purposes set forth in the Minnesota
 17.22 Constitution, article XI, section 5, paragraph
 17.23 (h), to the Rural Finance Authority to purchase
 17.24 participation interests in or to make direct
 17.25 agricultural loans to farmers under Minnesota
 17.26 Statutes, chapter 41B. This appropriation is
 17.27 for the beginning farmer program under
 17.28 Minnesota Statutes, section 41B.039; the loan
 17.29 restructuring program under Minnesota
 17.30 Statutes, section 41B.04; the seller-sponsored
 17.31 program under Minnesota Statutes, section
 17.32 41B.042; the agricultural improvement loan
 17.33 program under Minnesota Statutes, section
 17.34 41B.043; and the livestock expansion loan

18.1 program under Minnesota Statutes, section
 18.2 41B.045. All debt service on bond proceeds
 18.3 used to finance this appropriation must be
 18.4 repaid by the Rural Finance Authority under
 18.5 Minnesota Statutes, section 16A.643. Loan
 18.6 participations must be priced to provide full
 18.7 interest and principal coverage and a reserve
 18.8 for potential losses. Priority for loans must be
 18.9 given first to basic beginning farmer loans,
 18.10 second to seller-sponsored loans, and third to
 18.11 agricultural improvement loans.

18.12 If an appropriation for the same purpose as in
 18.13 this section is enacted more than once in the
 18.14 2018 legislative session, the appropriation
 18.15 must be given effect only once. If the
 18.16 appropriations for the same purpose are for
 18.17 different amounts, the highest of the amounts
 18.18 is the one to be given effect.

18.19 **Sec. 10. MINNESOTA ZOOLOGICAL**
 18.20 **GARDEN**

\$ 10,000,000

18.21 To the Minnesota Zoological Garden Board
 18.22 for capital asset preservation improvements
 18.23 and betterments to infrastructure and exhibits
 18.24 at the Minnesota Zoo, to be spent in
 18.25 accordance with Minnesota Statutes, section
 18.26 16B.307. Notwithstanding the specified uses
 18.27 of money under Minnesota Statutes, section
 18.28 16B.307, the board may use this appropriation
 18.29 to replace buildings that are in poor condition,
 18.30 outdated, and no longer support the work of
 18.31 the Minnesota Zoo and to construct and
 18.32 renovate trails and roads on the Minnesota
 18.33 Zoo site.

18.34 **Sec. 11. ADMINISTRATION**

19.1	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 16,000,000</u>
19.2	<u>To the commissioner of administration for the</u>	
19.3	<u>purposes specified in this section.</u>	
19.4	<u>Subd. 2. Capital Asset Preservation and</u>	
19.5	<u>Replacement Account</u>	<u>5,000,000</u>
19.6	<u>To be spent in accordance with Minnesota</u>	
19.7	<u>Statutes, section 16A.632.</u>	
19.8	<u>Subd. 3. Capitol Complex Monuments and</u>	
19.9	<u>Memorials</u>	<u>1,000,000</u>
19.10	<u>To design and complete repairs to monuments</u>	
19.11	<u>and memorials located on the Capitol complex.</u>	
19.12	<u>Subd. 4. Capitol Complex - Physical Security</u>	
19.13	<u>Upgrades</u>	<u>10,000,000</u>
19.14	<u>To design, construct, and equip upgrades to</u>	
19.15	<u>the physical security elements and systems for</u>	
19.16	<u>one or more of the buildings listed in this</u>	
19.17	<u>subdivision, their attached tunnel systems,</u>	
19.18	<u>their surrounding grounds, and parking</u>	
19.19	<u>facilities as identified in the 2017 Minnesota</u>	
19.20	<u>State Capitol Complex Physical Security</u>	
19.21	<u>Predesign completed by Miller Dunwiddie.</u>	
19.22	<u>Improvements may include but are not limited</u>	
19.23	<u>to design and abatement of asbestos and</u>	
19.24	<u>hazardous materials, the installation of</u>	
19.25	<u>bollards, blast protection, infrastructure</u>	
19.26	<u>security screen walls, door access controls,</u>	
19.27	<u>emergency call stations, security kiosks,</u>	
19.28	<u>locking devices, and traffic control. This</u>	
19.29	<u>appropriation includes money for work</u>	
19.30	<u>associated with one or more of the following</u>	
19.31	<u>buildings: Administration, Centennial,</u>	
19.32	<u>Judicial, Ag/Health Lab, Minnesota History</u>	
19.33	<u>Center, Capitol Complex Power Plant and</u>	
19.34	<u>Shops, Stassen, State Office, and Veterans</u>	
19.35	<u>Service.</u>	

20.1	Sec. 12. <u>MILITARY AFFAIRS</u>	<u>\$</u>	<u>4,450,000</u>
20.2	<u>To the adjutant general to design and renovate</u>		
20.3	<u>existing space at the St. Cloud Readiness</u>		
20.4	<u>Center, including mechanical, electrical,</u>		
20.5	<u>building envelope, energy efficiency, and life</u>		
20.6	<u>safety improvements. The adjutant general</u>		
20.7	<u>may also use this appropriation to construct</u>		
20.8	<u>and equip an expansion of the facility.</u>		
20.9	Sec. 13. <u>PUBLIC SAFETY</u>		
20.10	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>22,500,000</u>
20.11	<u>To the commissioner of public safety for the</u>		
20.12	<u>purposes specified in this section.</u>		
20.13	<u>Subd. 2. East Metro Training Facility - HERO</u>		
20.14	<u>Center</u>		<u>9,900,000</u>
20.15	<u>For a grant to the city of Cottage Grove to</u>		
20.16	<u>construct, furnish, and equip a Health and</u>		
20.17	<u>Emergency Response Occupations (HERO)</u>		
20.18	<u>Center in Cottage Grove.</u>		
20.19	<u>Subd. 3. Dakota County - Regional Public Safety</u>		
20.20	<u>Center</u>		<u>6,600,000</u>
20.21	<u>For a grant to Dakota County to acquire land</u>		
20.22	<u>for and to predesign, design, construct, furnish,</u>		
20.23	<u>and equip the Safety and Mental Health</u>		
20.24	<u>Alternative Response Training (SMART)</u>		
20.25	<u>Center. The center shall serve as a centrally</u>		
20.26	<u>located regional hub and provide training</u>		
20.27	<u>space for the Minnesota Crisis Intervention</u>		
20.28	<u>Team as well as provide a central location for</u>		
20.29	<u>other public safety resources.</u>		
20.30	<u>Subd. 4. Marshall - MERIT Center</u>		<u>6,000,000</u>
20.31	<u>For a grant to the city of Marshall to design,</u>		
20.32	<u>construct, furnish, and equip the driver training</u>		
20.33	<u>and road course expansion of the Minnesota</u>		

21.1 Emergency Response and Industrial Training
 21.2 (MERIT) Center in Marshall.

21.3 Sec. 14. **TRANSPORTATION**

21.4 Subdivision 1. **Total Appropriation** \$ 114,141,000

21.5 To the commissioner of transportation for the
 21.6 purposes specified in this section.

21.7 Subd. 2. **Local Road Improvement Fund Grants** 91,921,000

21.8 From the bond proceeds account in the state
 21.9 transportation fund as provided in Minnesota
 21.10 Statutes, section 174.50, for trunk highway
 21.11 corridor projects under Minnesota Statutes,
 21.12 section 174.52, subdivision 2, for construction
 21.13 and reconstruction of local roads with
 21.14 statewide or regional significance under
 21.15 Minnesota Statutes, section 174.52,
 21.16 subdivision 4, or for grants to counties to assist
 21.17 in paying the costs of rural road safety capital
 21.18 improvement projects on county state-aid
 21.19 highways under Minnesota Statutes, section
 21.20 174.52, subdivision 4a.

21.21 Of this amount, \$13,500,000 is for a grant to
 21.22 the city of Dayton for design, engineering,
 21.23 environmental analysis, property and easement
 21.24 acquisition, construction, and reconstruction
 21.25 of local roads in conjunction with an
 21.26 interchange on marked Interstate Highway 94
 21.27 near Hennepin County State-Aid Highway
 21.28 101, known as Brockton Lane, in Dayton.

21.29 Of this amount, \$6,100,000 is for a grant to
 21.30 the city of Inver Grove Heights to predesign,
 21.31 design, engineer, acquire right-of-way
 21.32 property and temporary and permanent
 21.33 easements, relocate private utilities, inspect,
 21.34 and construct or reconstruct: (1) realignment

22.1 of Dakota County State-Aid Highway 63,
 22.2 known as Argenta Trail, in Inver Grove
 22.3 Heights, from northerly of its intersection with
 22.4 Amana Trail to the anticipated future
 22.5 alignment of 65th Street, then west to the
 22.6 existing Argenta Trail alignment, and in
 22.7 anticipation of the development of an
 22.8 interchange of Argenta Trail and marked
 22.9 Interstate Highway 494; and (2) expansion
 22.10 from two lanes to four lanes of Dakota County
 22.11 State-Aid Highway 26, known as 70th Street
 22.12 West, in Inver Grove Heights, from the border
 22.13 with Eagan to the intersection with Argenta
 22.14 Trail as realigned.

22.15 **Subd. 3. Hennepin County State-Aid Highway**
 22.16 **9 (Rockford Road) and Marked Interstate**
 22.17 **Highway 494**

10,720,000

22.18 \$5,360,000 is from the bond proceeds account
 22.19 in the state transportation fund for a grant to
 22.20 Hennepin County and \$5,360,000 is from the
 22.21 bond proceeds account in the trunk highway
 22.22 fund to design, engineer, construct, and equip
 22.23 the interchange at Hennepin County State-Aid
 22.24 Highway 9 and marked Interstate Highway
 22.25 494, including replacing the County State-Aid
 22.26 Highway 9 bridge over marked Interstate
 22.27 Highway 494 and the ramps connecting
 22.28 County State-Aid Highway 9 and marked
 22.29 Interstate Highway 494.

22.30 **Subd. 4. Ramsey County Regional Railroad**
 22.31 **Authority**

1,000,000

22.32 For a grant to the Ramsey County Regional
 22.33 Railroad Authority for environmental analysis
 22.34 and design of rail grade separation of Union
 22.35 Pacific and Burlington Northern Santa Fe track

- 23.1 between Westminster Junction and Division
- 23.2 Street/Hoffman Interlocking in St. Paul.
- 23.3 **Subd. 5. Trunk Highway 29 - Railroad Grade**
- 23.4 **Separation in Pope County** 10,500,000
- 23.5 From the bond proceeds account in the trunk
- 23.6 highway fund for construction of the
- 23.7 interchange at marked Trunk Highway 55 and
- 23.8 marked Trunk Highway 29 near the city of
- 23.9 Glenwood, including grade separation of the
- 23.10 adjacent rail crossing of marked Trunk
- 23.11 Highway 29.

- 23.12 **Sec. 15. METROPOLITAN COUNCIL**
- 23.13 **Subdivision 1. Total Appropriation** **\$ 20,000,000**
- 23.14 To the Metropolitan Council for the purposes
- 23.15 specified in this section.
- 23.16 **Subd. 2. Metropolitan Regional Parks and Trails**
- 23.17 **Capital Improvements** 10,000,000
- 23.18 For the cost of improvements and betterments
- 23.19 of a capital nature and acquisition by the
- 23.20 council and local government units of regional
- 23.21 recreational open-space lands in accordance
- 23.22 with the council's policy plan as provided in
- 23.23 Minnesota Statutes, section 473.147. This
- 23.24 appropriation must not be used to purchase
- 23.25 easements.
- 23.26 **Subd. 3. Metropolitan Cities Inflow and**
- 23.27 **Infiltration Grants** 5,000,000
- 23.28 For grants to cities within the metropolitan
- 23.29 area, as defined in Minnesota Statutes, section
- 23.30 473.121, subdivision 2, for capital
- 23.31 improvements in municipal wastewater
- 23.32 collection systems to reduce the amount of
- 23.33 inflow and infiltration to the Metropolitan
- 23.34 Council's metropolitan sanitary sewer disposal

24.1 system. Grants from this appropriation are for
 24.2 up to 50 percent of the cost to mitigate inflow
 24.3 and infiltration in the publicly owned
 24.4 municipal wastewater collection systems. To
 24.5 be eligible for a grant, a city must be identified
 24.6 by the council as a contributor of excessive
 24.7 inflow and infiltration in the metropolitan
 24.8 disposal system or have a measured flow rate
 24.9 within 20 percent of its allowable
 24.10 council-determined inflow and infiltration
 24.11 limits. The council must award grants based
 24.12 on applications from cities that identify
 24.13 eligible capital costs and include a timeline
 24.14 for inflow and infiltration mitigation
 24.15 construction, pursuant to guidelines
 24.16 established by the council.

24.17 **Subd. 4. New Hope - 50 Meter Pool** 2,000,000

24.18 For a grant to the city of New Hope to
 24.19 predesign, design, construct, and equip an
 24.20 outdoor 50-meter swimming pool on the civic
 24.21 center campus.

24.22 **Subd. 5. St. Paul - Wakan Tipi Center** 3,000,000

24.23 For a grant to the city of St. Paul to predesign,
 24.24 design, furnish, and equip the Wakan Tipi
 24.25 Center in the Bruce Vento Nature Sanctuary
 24.26 in St. Paul for programs that the city
 24.27 determines meet regional and city park
 24.28 purpose requirements. The city may enter into
 24.29 a lease or management agreement under
 24.30 Minnesota Statutes, section 16A.695, to
 24.31 operate the programs in the center.

24.32 **Sec. 16. HUMAN SERVICES**

24.33 **Subdivision 1. Total Appropriation** **\$ 54,650,000**

- 25.1 To the commissioner of administration, or
- 25.2 other named entity, for the purposes specified
- 25.3 in this section.
- 25.4 **Subd. 2. Asset Preservation** 10,000,000
- 25.5 For asset preservation improvements and
- 25.6 betterments of a capital nature at Department
- 25.7 of Human Services facilities statewide, to be
- 25.8 spent in accordance with Minnesota Statutes,
- 25.9 section 16B.307.
- 25.10 **Subd. 3. Anoka Metro Regional Treatment**
- 25.11 **Center - Roof and HVAC Replacement** 6,750,000
- 25.12 To predesign, design, engineer, construct, and
- 25.13 equip improvements on the Anoka Metro
- 25.14 Regional Treatment Center campus, including
- 25.15 but not limited to design and abatement of
- 25.16 asbestos and hazardous materials, replacement
- 25.17 of roofs on residential units, installation of
- 25.18 metal wall cladding on the mechanical
- 25.19 penthouses, installation of new heating,
- 25.20 ventilation, and air conditioning systems, fire
- 25.21 sprinkler systems, electrical lighting systems
- 25.22 in the Miller Building, and installation of a
- 25.23 new heating system in the warehouse building.
- 25.24 **Subd. 4. Regional Behavioral Health Crisis**
- 25.25 **Facility Grants** 25,100,000
- 25.26 To the commissioner of human services for
- 25.27 behavioral health crisis program facilities
- 25.28 grants under article 2, section 28.
- 25.29 **Subd. 5. Minneapolis - The Family Partnership** 10,000,000
- 25.30 To the commissioner of human services for a
- 25.31 grant to the city of Minneapolis to acquire real
- 25.32 property, demolish unusable portions of the
- 25.33 existing building, renovate some areas of the
- 25.34 existing building, construct new space, and to
- 25.35 furnish and equip the facility to provide mental

26.1 health, early childhood education, and other
 26.2 services to support children and families.

26.3 **Subd. 6. Scott County; Regional Crisis**
 26.4 **Stabilization and Intensive Residential**
 26.5 **Treatment Services Facility** 1,900,000

26.6 To the commissioner of human services for a
 26.7 grant to Scott County to design, construct,
 26.8 furnish, and equip a facility in the city of
 26.9 Savage to provide regional intensive
 26.10 residential and treatment services (IRTS) and
 26.11 residential crisis stabilization subject to
 26.12 Minnesota Statutes, section 16A.695. This
 26.13 appropriation shall be used for construction
 26.14 of a 16-bed facility in conjunction with Guild
 26.15 Incorporated, a nonprofit organization based
 26.16 in St. Paul, to maximize the space available
 26.17 for 16 IRTS and crisis stabilization beds. The
 26.18 new facility shall provide acute stabilization
 26.19 and treatment for persons with a primary or
 26.20 secondary mental health diagnosis in lieu of
 26.21 inpatient psychiatric hospitalization.

26.22 **Subd. 7. White Earth Opiate Treatment Facility** 900,000

26.23 From the general fund to the commissioner of
 26.24 human services for a grant to the tribal council
 26.25 of the White Earth Nation to refurbish and
 26.26 equip the White Earth Opiate Treatment
 26.27 Facility on the White Earth Reservation. The
 26.28 facility shall treat Native Americans and
 26.29 provide culturally specific programming to
 26.30 individuals placed in the treatment center.

26.31 **Sec. 17. VETERANS AFFAIRS** **\$** **10,000,000**

26.32 To the commissioner of administration for
 26.33 asset preservation improvements and
 26.34 betterments of a capital nature at the veterans
 26.35 homes in Minneapolis, Hastings, Fergus Falls,

- 27.1 Silver Bay, and Luverne, and the Little Falls
- 27.2 Cemetery, to be spent in accordance with
- 27.3 Minnesota Statutes, section 16B.307.

- 27.4 **Sec. 18. CORRECTIONS**

- 27.5 **Subdivision 1. Total Appropriation** **\$ 24,650,000**
- 27.6 To the commissioner of administration for the
- 27.7 purposes specified in this section.

- 27.8 **Subd. 2. Asset Preservation** **20,000,000**
- 27.9 For asset preservation improvements and
- 27.10 betterments of a capital nature at Minnesota
- 27.11 correctional facilities statewide, to be spent in
- 27.12 accordance with Minnesota Statutes, section
- 27.13 16B.307.

- 27.14 **Subd. 3. Minnesota Correctional Facility - St.**
- 27.15 **Cloud** **2,700,000**
- 27.16 To install the second of two interior fences
- 27.17 circling the inside of the existing granite walls
- 27.18 to provide a new secure perimeter, including
- 27.19 appropriate lighting, cameras, and fence
- 27.20 detection systems to complete the project at
- 27.21 the Minnesota Correctional Facility - St.
- 27.22 Cloud.

- 27.23 **Subd. 4. Minnesota Correctional Facility - Moose**
- 27.24 **Lake** **1,950,000**
- 27.25 To predesign, design, construct, furnish, and
- 27.26 equip the renovation and expansion of the
- 27.27 outdated master control center at the
- 27.28 Minnesota Correctional Facility - Moose Lake
- 27.29 to improve security and efficiency. The
- 27.30 renovation includes updating fire alarm panels
- 27.31 and mechanical and electrical systems and
- 27.32 improving visibility of the visiting area.

28.1 **Subd. 5. Unspent Appropriations**

28.2 The unspent portion of an appropriation for a
 28.3 Department of Corrections project in this
 28.4 section that is complete, upon written notice
 28.5 to the commissioner of management and
 28.6 budget, is available for asset preservation
 28.7 under Minnesota Statutes, section 16B.307.
 28.8 Minnesota Statutes, section 16A.642, applies
 28.9 from the date of the original appropriation to
 28.10 the unspent amount transferred.

28.11 **Sec. 19. EMPLOYMENT AND ECONOMIC**
 28.12 **DEVELOPMENT**

28.13 **Subdivision 1. Total Appropriation** **\$ 87,719,000**

28.14 To the commissioner of employment and
 28.15 economic development for the purposes
 28.16 specified in this section.

28.17 **Subd. 2. Greater Minnesota Business**
 28.18 **Development Public Infrastructure Grants** **3,000,000**

28.19 For grants under Minnesota Statutes, section
 28.20 116J.431.

28.21 **Subd. 3. Transportation Economic Development** **10,000,000**

28.22 For grants under Minnesota Statutes, section
 28.23 116J.436.

28.24 **Subd. 4. Innovative Business Development Public**
 28.25 **Infrastructure Grants** **2,000,000**

28.26 For grants under Minnesota Statutes, section
 28.27 116J.435.

28.28 **Subd. 5. Austin - Public TV** **2,850,000**

28.29 For a grant to the city of Austin to acquire land
 28.30 for, and to predesign, design, construct,
 28.31 furnish, and equip a regional public television
 28.32 station in the city of Austin.

28.33 **Subd. 6. Brooklyn Park - Second Harvest** **18,000,000**

- 29.1 For a grant to the city of Brooklyn Park to
- 29.2 acquire land for, and to predesign, design,
- 29.3 construct, furnish, and equip a statewide
- 29.4 Second Harvest Heartland charitable food
- 29.5 warehouse, distribution, and office facility in
- 29.6 the city of Brooklyn Park. The city may enter
- 29.7 into lease or management agreements under
- 29.8 Minnesota Statutes, section 16A.695, for
- 29.9 operation of the facility. Amounts expended
- 29.10 for this project by nonstate sources since June
- 29.11 1, 2016, shall count toward the nonstate match.
- 29.12 **Subd. 7. Duluth - Steam Plant** 6,900,000
- 29.13 From the general fund for a grant to the city
- 29.14 of Duluth for the same purposes as in Laws
- 29.15 2017, First Special Session chapter 8, article
- 29.16 1, section 20, subdivision 7, the Duluth
- 29.17 municipal district heating facility and systems
- 29.18 upgrade.
- 29.19 **Subd. 8. Hennepin County - Children's Theatre** 1,000,000
- 29.20 For a grant to Hennepin County to design,
- 29.21 renovate, furnish, and equip the Children's
- 29.22 Theatre Company's current facility, including
- 29.23 improvements to the facility's existing heating,
- 29.24 ventilation, and air conditioning system,
- 29.25 subject to Minnesota Statutes, section
- 29.26 16A.695.
- 29.27 **Subd. 9. Itasca County - Northern Community**
- 29.28 **Radio Infrastructure** 514,000
- 29.29 For a grant to Itasca County for site
- 29.30 preparation, including deconstruction and
- 29.31 removal of the old KAXE Northern
- 29.32 Community Radio broadcast tower, and to
- 29.33 design, construct, and equip a new broadcast
- 29.34 tower, transmitter, and transmission building
- 29.35 in Trout Lake Township for a 100,000-watt

- 30.1 public radio station to replace the KAXE
- 30.2 Northern Community Radio transmission
- 30.3 plant.
- 30.4 **Subd. 10. Jackson - Memorial Park** 290,000
- 30.5 For a grant to the city of Jackson to complete
- 30.6 phase I of the redevelopment of Memorial
- 30.7 Park, including trails, landscaping, a canoe
- 30.8 launch, and other amenities.
- 30.9 **Subd. 11. Litchfield Opera House** 100,000
- 30.10 From the general fund for a grant to the
- 30.11 Greater Litchfield Opera House Association
- 30.12 to repair and update the electrical capabilities
- 30.13 and interior walls in the Litchfield Opera
- 30.14 House.
- 30.15 **Subd. 12. Minneapolis - Upper Harbor Terminal**
- 30.16 **Redevelopment** 15,000,000
- 30.17 For a grant to the city of Minneapolis, the
- 30.18 Minneapolis Park and Recreation Board, or
- 30.19 both, for predevelopment, predesign, design,
- 30.20 and construction work for site preparation and
- 30.21 for park and public infrastructure
- 30.22 improvements to support an initial phase of
- 30.23 redevelopment of the Upper Harbor Terminal
- 30.24 on the Mississippi River; a site that was
- 30.25 rendered inoperable for barging by the federal
- 30.26 closure of the Upper St. Anthony Falls Lock.
- 30.27 **Subd. 13. Pipestone County** 500,000
- 30.28 For a grant to Pipestone County to predesign,
- 30.29 design, construct, furnish, and equip a dental
- 30.30 care facility in Pipestone County. The county
- 30.31 may enter into an agreement under Minnesota
- 30.32 Statutes, section 16A.695, for operation of the
- 30.33 dental clinic.

31.1	<u>Subd. 14. Polk County - North Country Food</u>	
31.2	<u>Bank</u>	<u>3,000,000</u>
31.3	<u>For a grant to Polk County to predesign,</u>	
31.4	<u>design, construct, renovate, furnish, and equip</u>	
31.5	<u>a regional charitable food warehouse,</u>	
31.6	<u>distribution, and office facility in the city of</u>	
31.7	<u>Crookston, subject to Minnesota Statutes,</u>	
31.8	<u>section 16A.695. The value of land purchased</u>	
31.9	<u>or acquired by the county after January 1,</u>	
31.10	<u>2013, for this facility shall count toward the</u>	
31.11	<u>nonstate match.</u>	
31.12	<u>Subd. 15. Silver Bay - Black Beach Campground</u>	<u>1,765,000</u>
31.13	<u>For a grant to the city of Silver Bay to</u>	
31.14	<u>predesign, design, construct, furnish, and</u>	
31.15	<u>equip a campground adjacent to the Black</u>	
31.16	<u>Beach recreational beach in Silver Bay,</u>	
31.17	<u>including camping sites; electrical, water, and</u>	
31.18	<u>sewer infrastructure; a playground; a pavilion;</u>	
31.19	<u>lavatory vaults; a shower and lavatory</u>	
31.20	<u>building; and a main office building. This</u>	
31.21	<u>appropriation may also be used to design,</u>	
31.22	<u>construct, and equip a walking trail from the</u>	
31.23	<u>campground to the Black Beach recreational</u>	
31.24	<u>site.</u>	
31.25	<u>Subd. 16. St. Paul - Conway Recreation Center</u>	<u>4,500,000</u>
31.26	<u>For a grant to the city of St. Paul to complete</u>	
31.27	<u>the construction of playing fields and</u>	
31.28	<u>expansion of facilities at the Conway</u>	
31.29	<u>Community Recreation Center, including the</u>	
31.30	<u>renovation of and addition to the existing</u>	
31.31	<u>structure at the field location, site remediation,</u>	
31.32	<u>design and site improvements, construction</u>	
31.33	<u>of seasonal dome infrastructure, and</u>	
31.34	<u>construction of four turf athletic fields. The</u>	
31.35	<u>district may enter into a lease management</u>	

- 32.1 agreement under Minnesota Statutes, section
 32.2 16A.695, for operation of the facility.
- 32.3 **Subd. 17. St. Paul - Humanities Center** 2,700,000
- 32.4 For a grant to the city of St. Paul for asset
 32.5 preservation of the Minnesota Humanities
 32.6 Center's main facility, including capital
 32.7 improvements for building envelope,
 32.8 foundation, and structural integrity, and for
 32.9 mechanical systems upgrades, including
 32.10 heating, ventilation, and cooling, subject to
 32.11 Minnesota Statutes, section 16A.695.
- 32.12 **Subd. 18. St. Paul - Minnesota Museum of**
 32.13 **American Art** 2,500,000
- 32.14 For a grant to the St. Paul Port Authority to
 32.15 acquire, design, construct, furnish, and equip
 32.16 the Minnesota Museum of American Art in
 32.17 the historic Pioneer Endicott Building. This
 32.18 appropriation is in addition to the amount
 32.19 appropriated by Laws 2017, First Special
 32.20 Session chapter 8, article 1, section 20,
 32.21 subdivision 21, and is available in accordance
 32.22 with the requirements of that subdivision. This
 32.23 appropriation may be used as needed for the
 32.24 costs of the project, including but not limited
 32.25 to secure loading dock, art restoration, and
 32.26 exhibit preparation areas.
- 32.27 **Subd. 19. Wabasha - National Eagle Center and**
 32.28 **Wabasha Rivertown Resurgence** 8,100,000
- 32.29 For a grant to the city of Wabasha to acquire
 32.30 land, predesign, design, renovate, construct,
 32.31 furnish, and equip the National Eagle Center
 32.32 in order to expand program and exhibit space,
 32.33 increase aviary space for eagles, and for
 32.34 improvements to the riverfront in Wabasha
 32.35 for infrastructure, large vessel landing areas

- 33.1 and docks, and public access and program
- 33.2 areas.
- 33.3 **Subd. 20. Waite Park - Quarry Redevelopment** 5,000,000
- 33.4 For a grant to the city of Waite Park to
- 33.5 redevelop a former quarry site located off
- 33.6 Parkway Drive and 17th Avenue South as a
- 33.7 regional park and to predesign, design,
- 33.8 construct, furnish, and equip a public open-air
- 33.9 stage and related facilities. The city may enter
- 33.10 into one or more lease or management
- 33.11 agreements for operation of the open-air stage
- 33.12 and related facilities, subject to Minnesota
- 33.13 Statutes, section 16A.695.

- 33.14 **Sec. 20. PUBLIC FACILITIES AUTHORITY**
- 33.15 **Subdivision 1. Total Appropriation** **\$ 120,000,000**
- 33.16 To the Public Facilities Authority for the
- 33.17 purposes specified in this section.
- 33.18 **Subd. 2. State Match for Federal Grants** 20,000,000
- 33.19 To match federal grants for the clean water
- 33.20 revolving fund under Minnesota Statutes,
- 33.21 section 446A.07, and the drinking water
- 33.22 revolving fund under Minnesota Statutes,
- 33.23 section 446A.081. This appropriation must be
- 33.24 used for qualified capital projects.
- 33.25 **Subd. 3. Water Infrastructure Funding Program** 55,000,000
- 33.26 (a) For grants to eligible municipalities under
- 33.27 the water infrastructure funding program under
- 33.28 Minnesota Statutes, section 446A.072.
- 33.29 (b) \$30,000,000 is for wastewater projects
- 33.30 listed on the Pollution Control Agency's
- 33.31 project priority list in the fundable range under
- 33.32 the clean water revolving fund program. Of
- 33.33 this amount, and in addition to any other grant

34.1 under the program, \$3,000,000 is for a grant
 34.2 to the city of Windom to design, construct,
 34.3 and equip capital improvements to renovate
 34.4 and upgrade the municipal wastewater
 34.5 treatment facility.

34.6 (c) \$25,000,000 is for drinking water projects
 34.7 listed on the commissioner of health's project
 34.8 priority list in the fundable range under the
 34.9 drinking water revolving fund program.

34.10 (d) After all eligible projects under paragraph
 34.11 (b) or (c) have been funded, the Public
 34.12 Facilities Authority may transfer any
 34.13 remaining, uncommitted money to eligible
 34.14 projects under a program defined in paragraph
 34.15 (b) or (c) based on that program's project
 34.16 priority list.

34.17 (e) Notwithstanding Minnesota Statutes,
 34.18 section 446A.072, subdivision 5a, paragraph
 34.19 (b), the Western Lake Superior Sanitary
 34.20 District is eligible for a grant to predesign,
 34.21 design, construct, furnish, and equip a
 34.22 combined heat and power system.

34.23 **Subd. 4. Point Source Implementation Grants**
 34.24 **Program**

45,000,000

34.25 For grants to eligible municipalities under the
 34.26 point source implementation grants program
 34.27 under Minnesota Statutes, section 446A.073.
 34.28 This appropriation must be used for qualified
 34.29 capital projects.

34.30 **Sec. 21. MINNESOTA HOUSING FINANCE**
 34.31 **AGENCY**

\$ 6,700,000

34.32 For transfer to the housing development fund
 34.33 to finance the costs of rehabilitation to
 34.34 preserve public housing under Minnesota

35.1 Statutes, section 462A.202, subdivision 3a.
 35.2 For purposes of this section, "public housing"
 35.3 means housing for low-income persons and
 35.4 households financed by the federal
 35.5 government and owned and operated by the
 35.6 public housing authorities and agencies formed
 35.7 by cities and counties. Public housing
 35.8 authorities receiving a public housing
 35.9 assessment composite score of 80 or above or
 35.10 an equivalent designation are eligible to
 35.11 receive funding. Priority must be given to
 35.12 proposals that maximize federal or local
 35.13 resources to finance the capital costs. The
 35.14 priority in Minnesota Statutes, section
 35.15 462A.202, subdivision 3a, for projects to
 35.16 increase the supply of affordable housing and
 35.17 the restrictions of Minnesota Statutes, section
 35.18 462A.202, subdivision 7, do not apply to this
 35.19 appropriation.

35.20 **Sec. 22. MINNESOTA HISTORICAL**
 35.21 **SOCIETY**

35.22 **Subdivision 1. Total Appropriation** **\$ 40,000,000**

35.23 To the Minnesota Historical Society for the
 35.24 purposes specified in this section.

35.25 **Subd. 2. Historic Sites Asset Preservation** **10,000,000**

35.26 For capital improvements and betterments at
 35.27 state historic sites, buildings, landscaping at
 35.28 historic buildings, exhibits, markers, and
 35.29 monuments, to be spent in accordance with
 35.30 Minnesota Statutes, section 16B.307. The
 35.31 society shall determine project priorities as
 35.32 appropriate based on need.

35.33 **Subd. 3. Historic Fort Snelling** **30,000,000**

36.1 To demolish the existing visitor center and to
 36.2 renovate, construct, furnish, and equip
 36.3 facilities, including landscaping and
 36.4 wayfinding, to support visitor services and
 36.5 history programs at Historic Fort Snelling.

36.6 **Sec. 23. BOND SALE EXPENSES**

36.7 **Subdivision 1. Total Appropriation** **\$** **910,000**

36.8 To the commissioner of management and
 36.9 budget for the purposes specified in this
 36.10 section.

36.11 **Subd. 2. Bond Proceeds Fund** **890,000**

36.12 From the bond proceeds fund for bond sale
 36.13 expenses under Minnesota Statutes, section
 36.14 16A.641, subdivision 8.

36.15 **Subd. 3. Trunk Highway Fund** **20,000**

36.16 From the bond proceeds account in the trunk
 36.17 highway fund for bond sale expenses under
 36.18 Minnesota Statutes, sections 16A.641,
 36.19 subdivision 8, and 167.50, subdivision 4.

36.20 **Sec. 24. BOND SALE AUTHORIZATION.**

36.21 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act from
 36.22 the bond proceeds fund, the commissioner of management and budget shall sell and issue
 36.23 bonds of the state in an amount up to \$779,882,000 in the manner, upon the terms, and with
 36.24 the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the
 36.25 Minnesota Constitution, article XI, sections 4 to 7.

36.26 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from the
 36.27 state transportation fund, the commissioner of management and budget shall sell and issue
 36.28 bonds of the state in an amount up to \$97,281,000 in the manner, upon the terms, and with
 36.29 the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the
 36.30 Minnesota Constitution, article XI, sections 4 to 7.

36.31 Subd. 3. **Maximum effort school loan fund.** To provide the money appropriated in this
 36.32 act from the maximum effort school loan fund, the commissioner of management and budget

37.1 shall sell and issue bonds of the state in an amount up to \$14,492,000 in the manner, upon
37.2 the terms, and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675,
37.3 and by the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds,
37.4 except accrued interest and any premium received on the sale of the bonds, must be credited
37.5 to a bond proceeds account in the maximum effort school loan fund.

37.6 Subd. 4. **Trunk highway fund.** To provide the money appropriated in this article from
37.7 the bond proceeds account in the trunk highway fund, the commissioner of management
37.8 and budget shall sell and issue bonds of the state in an amount up to \$15,880,000 in the
37.9 manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
37.10 167.50 to 167.52, and by the Minnesota Constitution, article XIV, section 11, at the times
37.11 and in the amounts requested by the commissioner of transportation. The proceeds of the
37.12 bonds, except accrued interest and any premium received from the sale of the bonds, must
37.13 be deposited in the bond proceeds account in the trunk highway fund.

37.14 Sec. 25. **CANCELLATION.**

37.15 The uncommitted and unobligated amount of the appropriation from the bond proceeds
37.16 fund in Laws 2011, First Special Session chapter 12, section 18, subdivision 4, for the
37.17 transportation improvements within the Lindau Lane corridor in Bloomington, estimated
37.18 to be \$4,035,839, is canceled, and the bond sale authorization in Laws 2011, First Special
37.19 Session chapter 12, section 23, subdivision 1, is reduced by the same amount.

37.20 Sec. 26. Laws 2017, First Special Session chapter 8, article 1, section 27, is amended to
37.21 read:

37.22 Sec. 27. **BOND SALE SCHEDULE.**

37.23 The commissioner of management and budget shall schedule the sale of state general
37.24 obligation bonds so that, during the biennium ending June 30, 2019, no more than
37.25 ~~\$1,555,301,000~~ \$1,153,149,000 will need to be transferred from the general fund to the
37.26 state bond fund to pay principal and interest due and to become due on outstanding state
37.27 general obligation bonds. During the biennium, before each sale of state general obligation
37.28 bonds, the commissioner of management and budget shall calculate the amount of debt
37.29 service payments needed on bonds previously issued and shall estimate the amount of debt
37.30 service payments that will be needed on the bonds scheduled to be sold. The commissioner
37.31 shall adjust the amount of bonds scheduled to be sold so as to remain within the limit set
37.32 by this section. The amount needed to make the debt service payments is appropriated from
37.33 the general fund as provided in Minnesota Statutes, section 16A.641.

38.1 Sec. 27. **EFFECTIVE DATE.**38.2 Except as otherwise provided, this article is effective the day following final enactment.38.3 **ARTICLE 2**38.4 **MISCELLANEOUS**

38.5 Section 1. Minnesota Statutes 2016, section 16A.86, subdivision 4, is amended to read:

38.6 Subd. 4. **Funding.** (a) The state share of a project covered by this section must be no
38.7 more than half the total cost of the project, including predesign, design, construction,
38.8 furnishings, and equipment, except as provided in paragraph (b) or (c). This subdivision
38.9 does not apply to a project proposed by a school district or other school organization.38.10 (b) The state share may be more than half the total cost of a project if the project is
38.11 deemed needed as a result of a disaster or to prevent a disaster or is located in a political
38.12 subdivision with a very low average net tax capacity.38.13 (c) Nothing in this section prevents the governor from recommending, or the legislature
38.14 from considering or funding, projects that do not meet the deadline in subdivision 2 or ~~the~~
38.15 ~~criteria in this subdivision or subdivision 3~~ a state share that is greater than half the total
38.16 cost of the project when the governor or the legislature determines that there is a compelling
38.17 reason for the recommendation or funding.

38.18 Sec. 2. Minnesota Statutes 2016, section 16B.335, subdivision 1, is amended to read:

38.19 Subdivision 1. **Construction and major remodeling.** (a) The commissioner, or any
38.20 other recipient to whom an appropriation is made to acquire or better public lands or buildings
38.21 or other public improvements of a capital nature, must not prepare final plans and
38.22 specifications for any construction, major remodeling, or land acquisition in anticipation
38.23 of which the appropriation was made until the agency that will use the project has presented
38.24 the program plan and cost estimates for all elements necessary to complete the project to
38.25 the chair of the senate Finance Committee and the chair of the house of representatives
38.26 Ways and Means Committee and the chairs have made their recommendations, and the
38.27 chair and ranking minority member of the senate Capital Investment Committee and the
38.28 chair and ranking minority member of the house of representatives Capital Investment
38.29 Committee are notified. "Construction or major remodeling" means construction of a new
38.30 building, a substantial addition to an existing building, or a substantial change to the interior
38.31 configuration of an existing building. The presentation must note any significant changes
38.32 in the work that will be done, or in its cost, since the appropriation for the project was

39.1 enacted or from the predesign submittal. The program plans and estimates must be presented
39.2 for review at least two weeks before a recommendation is needed. The recommendations
39.3 are advisory only. Failure or refusal to make a recommendation is considered a negative
39.4 recommendation. The chairs and ranking minority members of the senate Finance and
39.5 Capital Investment Committees and the house of representatives Capital Investment and
39.6 Ways and Means Committees must also be notified whenever there is a substantial change
39.7 in a construction or major remodeling project, or in its cost.

39.8 (b) Capital projects exempt from the requirements of this subdivision include demolition
39.9 or decommissioning of state assets, hazardous material projects, utility infrastructure projects,
39.10 environmental testing, parking lots, parking structures, park and ride facilities, bus rapid
39.11 transit stations, light rail lines, passenger rail projects, freight rail projects, exterior lighting,
39.12 fencing, highway rest areas, truck stations, storage facilities not consisting primarily of
39.13 offices or heated work areas, roads, bridges, trails, pathways, campgrounds, athletic fields,
39.14 dams, floodwater retention systems, water access sites, harbors, sewer separation projects,
39.15 water and wastewater facilities, port development projects for which the commissioner of
39.16 transportation has entered into an assistance agreement under section 457A.04, ice centers,
39.17 a local government project with a construction cost of less than \$1,500,000, or any other
39.18 capital project with a construction cost of less than \$750,000.

39.19 Sec. 3. Minnesota Statutes 2017 Supplement, section 219.016, subdivision 4, is amended
39.20 to read:

39.21 Subd. 4. **Eligible project.** (a) A project is eligible for a grant from the account in the
39.22 bond proceeds fund if the project is for the acquisition or betterment of public land, buildings,
39.23 and other public improvements of a capital nature within the meaning of the Minnesota
39.24 Constitution, article XI, section 5, clause (a) or (i), including capital costs associated with
39.25 hazardous materials rail safety projects on public highway-rail grade crossings. Qualifying
39.26 capital costs include but are not limited to upgrades to existing protection systems, the
39.27 closing of crossings and necessary roadwork, ~~and~~ reconstruction of at-grade crossings to
39.28 full grade separations, and associated relocation of publicly owned utilities.

39.29 (b) A project is eligible for a grant from the account in the special revenue fund if it is
39.30 for purposes described in paragraph (a) or other capital facility improvement purposes that
39.31 support the purposes for which this grant program is established, including capital costs
39.32 associated with planning, engineering, administration, and construction of public highway-rail
39.33 grade crossing improvements on rail corridors transporting crude oil and other hazardous
39.34 materials. Improvements may include upgrades to existing protection systems, the closing

40.1 of crossings and necessary roadwork, ~~and~~ reconstruction of at-grade crossings to full grade
40.2 separations, and associated relocation of publicly owned utilities.

40.3 Sec. 4. Minnesota Statutes 2017 Supplement, section 326B.124, is amended to read:

40.4 **326B.124 EXEMPTIONS.**

40.5 (a) The commissioner may exempt a part of a historic building occupied by the state
40.6 from the state or another building, fire, safety, or other code if the exemption is necessary
40.7 to preserve the historic or esthetic character of the building or to prevent theft, vandalism,
40.8 terrorism, or another crime. When the commissioner grants an exemption, the commissioner
40.9 shall consider providing equivalent protection. A certificate of occupancy may not be denied
40.10 because of an exemption under this section.

40.11 (b) The house of representatives and senate chambers located in the State Capitol are
40.12 exempt from any State Building Code and State Fire Code requirements pertaining to: (1)
40.13 door locks; (2) exit sign placement at exit access doors; and (2) (3) occupancy limit signs.
40.14 The house of representatives and senate may install door locks within their chambers in the
40.15 State Capitol that meet their needs. The house of representatives and senate may install exit
40.16 and occupancy limit signs within the house of representatives and senate chambers located
40.17 in the State Capitol that are minimal in size and historic in appearance as appropriate for
40.18 each chamber. Any door lock or sign installed by the house of representatives or the senate
40.19 under the authority provided in this paragraph is not subject to the approval of the
40.20 commissioner.

40.21 Sec. 5. Minnesota Statutes 2017 Supplement, section 446A.073, is amended by adding a
40.22 subdivision to read:

40.23 Subd. 6. **Supplemental grant award.** (a) A supplemental grant may not be awarded
40.24 under this subdivision unless an amount has been specifically appropriated for this purpose
40.25 by an act of the legislature. An appropriation for the purposes of this section generally does
40.26 not include supplemental grant awards under this subdivision.

40.27 (b) For purposes of this subdivision:

40.28 (1) "total project costs" means total costs associated with building, operating, and
40.29 maintaining the wastewater system, including existing wastewater debt service, debt service
40.30 costs for the proposed project, and operation and maintenance costs; and

40.31 (2) "metropolitan area" has the meaning given under section 473.121, subdivision 2.

41.1 (c) Notwithstanding subdivision 1, if the combined total of grant amounts awarded to a
41.2 governmental unit under this section, section 446A.072, and any other state or federal grant
41.3 program for a single project is less than an amount listed under clause (1) or (2), the grant
41.4 amount awarded under this section must be increased so that the combined total is at least
41.5 the greater of:

41.6 (1) 50 percent of the total project costs; or

41.7 (2) the amount needed to reduce the annual cost per household for the wastewater system
41.8 in the project service area to no more than twice the annual Twin Cities metropolitan area
41.9 weighted average retail charge per household as determined in the most recent Survey of
41.10 Municipal Residential Wastewater Rates prepared by Metropolitan Council Environmental
41.11 Services.

41.12 **Sec. 6. [446A.076] ESTIMATED FUNDING NEEDS.**

41.13 By February 1 each year, the Public Facilities Authority must submit to the legislative
41.14 committees with jurisdiction over capital investment and environment and natural resources
41.15 finance an estimate of the amount necessary to fund grants under sections 446A.072 and
41.16 446A.073, subdivisions 4 and 6.

41.17 **Sec. 7. Minnesota Statutes 2016, section 462A.37, subdivision 1, is amended to read:**

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

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

41.21 (c) "Community land trust" means an entity that meets the requirements of section
41.22 462A.31, subdivisions 1 and 2.

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

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

41.29 (f) "Housing infrastructure bonds" means bonds issued by the agency under this chapter
41.30 that are qualified 501(c)(3) bonds, within the meaning of Section 145(a) of the Internal
41.31 Revenue Code, finance qualified residential rental projects within the meaning of Section

42.1 142(d) of the Internal Revenue Code, or are tax-exempt bonds that are not private activity
42.2 bonds, within the meaning of Section 141(a) of the Internal Revenue Code, for the purpose
42.3 of financing or refinancing affordable housing authorized under this chapter.

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

42.5 (h) "Senior" means a person 62 years of age or older with an annual income not greater
42.6 than 50 percent of:

42.7 (1) the metropolitan area median income for persons in the metropolitan area; or

42.8 (2) the statewide median income for persons outside the metropolitan area.

42.9 (i) "Senior housing" means housing intended and operated for occupancy by at least one
42.10 senior per unit with at least 80 percent of the units occupied by at least one senior per unit,
42.11 and for which there is publication of, and adherence to, policies and procedures that
42.12 demonstrate an intent by the owner or manager to provide housing for seniors. Senior
42.13 housing may be developed in conjunction with and as a distinct portion of mixed-income
42.14 senior housing developments that use a variety of public or private financing sources.

42.15 ~~(h)~~ (j) "Supportive housing" means housing that is not time-limited and provides or
42.16 coordinates with linkages to services necessary for residents to maintain housing stability
42.17 and maximize opportunities for education and employment.

42.18 **EFFECTIVE DATE.** This section is effective the day following final enactment for
42.19 bonds authorized in 2018 and thereafter.

42.20 Sec. 8. Minnesota Statutes 2016, section 462A.37, subdivision 2, is amended to read:

42.21 Subd. 2. **Authorization.** (a) The agency may issue up to \$30,000,000 in aggregate
42.22 principal amount of housing infrastructure bonds in one or more series to which the payment
42.23 made under this section may be pledged. The housing infrastructure bonds authorized in
42.24 this subdivision may be issued to fund loans, or for the purposes of clause (6), grants or
42.25 loans, on terms and conditions the agency deems appropriate, made for one or more of the
42.26 following purposes:

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

42.29 (2) to finance the costs of the acquisition and rehabilitation of foreclosed or abandoned
42.30 housing to be used for affordable rental housing and the costs of new construction of rental
42.31 housing on abandoned or foreclosed property where the existing structures will be demolished
42.32 or removed;

43.1 (3) to finance that portion of the costs of acquisition of property that is attributable to
43.2 the land to be leased by community land trusts to low- and moderate-income homebuyers;
43.3 ~~and~~

43.4 (4) to finance the costs of acquisition and rehabilitation of federally assisted rental
43.5 housing and for the refinancing of costs of the construction, acquisition, and rehabilitation
43.6 of federally assisted rental housing, including providing funds to refund, in whole or in part,
43.7 outstanding bonds previously issued by the agency or another government unit to finance
43.8 or refinance such costs;

43.9 (5) to finance the costs of acquisition, rehabilitation, adaptive reuse, or new construction
43.10 of senior housing; and

43.11 (6) to finance improvements in manufactured home parks owned by entities eligible
43.12 under section 462A.2035, subdivision 1, including adding or improving infrastructure, storm
43.13 shelters, and community facilities.

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

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

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

43.21 (c) Among comparable proposals for senior housing, the agency must give priority to
43.22 requests for projects that:

43.23 (1) demonstrate a commitment to maintaining the housing financed as affordable to
43.24 seniors;

43.25 (2) leverage other sources of funding to finance the project, including the use of
43.26 low-income housing tax credits;

43.27 (3) provide access to services to residents and demonstrate the ability to increase physical
43.28 supports and support services as residents age and experience increasing levels of disability;

43.29 (4) provide a service plan containing the elements of clause (3) reviewed by the housing
43.30 authority, economic development authority, public housing authority, or community
43.31 development agency that has an area of operation for the jurisdiction in which the project
43.32 is located; and

44.1 (5) include households with incomes that do not exceed 30 percent of the median
44.2 household income for the metropolitan area.

44.3 To the extent practicable, the agency shall balance the loans made between projects in the
44.4 metropolitan area and projects outside the metropolitan area. Of the loans made to projects
44.5 outside the metropolitan area, the agency shall, to the extent practicable, balance the loans
44.6 made between projects in counties or cities with a population of 20,000 or less, as established
44.7 by the most recent decennial census, and projects in counties or cities with populations in
44.8 excess of 20,000.

44.9 **EFFECTIVE DATE.** This section is effective the day following final enactment for
44.10 bonds authorized in 2018 and thereafter.

44.11 Sec. 9. Minnesota Statutes 2016, section 462A.37, is amended by adding a subdivision to
44.12 read:

44.13 Subd. 2d. **Additional authorization.** In addition to the amount authorized in subdivisions
44.14 2, 2a, 2b, and 2c, the agency may issue up to \$50,000,000 in housing infrastructure bonds
44.15 in one or more series to which the payments under this section may be pledged.

44.16 Sec. 10. Minnesota Statutes 2017 Supplement, section 462A.37, subdivision 5, is amended
44.17 to read:

44.18 Subd. 5. **Additional appropriation.** (a) The agency must certify annually to the
44.19 commissioner of management and budget the actual amount of annual debt service on each
44.20 series of bonds issued under subdivisions 2a, 2b, ~~and 2c~~, and 2d.

44.21 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
44.22 bonds issued under subdivision 2a remain outstanding, the commissioner of management
44.23 and budget must transfer to the housing infrastructure bond account established under section
44.24 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000
44.25 annually. The amounts necessary to make the transfers are appropriated from the general
44.26 fund to the commissioner of management and budget.

44.27 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
44.28 bonds issued under subdivision 2b remain outstanding, the commissioner of management
44.29 and budget must transfer to the housing infrastructure bond account established under section
44.30 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000
44.31 annually. The amounts necessary to make the transfers are appropriated from the general
44.32 fund to the commissioner of management and budget.

45.1 (d) Each July 15, beginning in 2018 and through 2039, if any housing infrastructure
 45.2 bonds issued under subdivision 2c remain outstanding, the commissioner of management
 45.3 and budget must transfer to the housing infrastructure bond account established under section
 45.4 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,800,000
 45.5 annually. The amounts necessary to make the transfers are appropriated from the general
 45.6 fund to the commissioner of management and budget.

45.7 (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure
 45.8 bonds issued under subdivision 2c remain outstanding, the commissioner of management
 45.9 and budget must transfer to the housing infrastructure bond account established under section
 45.10 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,000,000
 45.11 in fiscal year 2021 and \$4,000,000 annually each year thereafter. The amounts necessary
 45.12 to make the transfers are appropriated from the general fund to the commissioner of
 45.13 management and budget.

45.14 (f) The agency may pledge to the payment of the housing infrastructure bonds the
 45.15 payments to be made by the state under this section.

45.16 Sec. 11. Laws 2009, chapter 93, article 1, section 14, subdivision 3, as amended by Laws
 45.17 2011, First Special Session chapter 12, section 37, is amended to read:

45.18 Subd. 3. **Veterans Cemeteries** 1,500,000

45.19 Of this amount, up to \$500,000 is to acquire
 45.20 land located in southeastern, southwestern,
 45.21 and northeastern Minnesota for publicly
 45.22 owned veterans cemeteries, to be operated by
 45.23 the commissioner of veterans affairs. The
 45.24 commissioner also must seek donations of
 45.25 land for the cemeteries. The balance of the
 45.26 appropriation is to predesign and design the
 45.27 cemeteries. Federal reimbursement of design
 45.28 costs for each cemetery must be deposited in
 45.29 the state treasury ~~and credited to a special~~
 45.30 ~~account~~ and is appropriated to the
 45.31 commissioner of veterans affairs to design the
 45.32 remaining cemeteries. Following completion
 45.33 of ~~all~~ design of the legislatively authorized
 45.34 Minnesota state veterans cemeteries in

46.1 Redwood, St. Louis, and Fillmore Counties,
 46.2 final federal reimbursement of predesign and
 46.3 design costs is appropriated to the
 46.4 commissioner for asset preservation of
 46.5 veterans homes statewide, to be spent in
 46.6 accordance with Minnesota Statutes, section
 46.7 16B.307. Federal reimbursement may be
 46.8 sought for each cemetery and must be spent
 46.9 to acquire land for, to predesign and design
 46.10 additional cemeteries, or for asset preservation
 46.11 as provided in this subdivision.
 46.12 Notwithstanding Minnesota Statutes, section
 46.13 16A.642, the bond sale authorization and
 46.14 appropriation of bond proceeds for this project
 46.15 are available until December 31, 2022.

46.16 Sec. 12. Laws 2014, chapter 294, article 1, section 5, subdivision 3, is amended to read:

46.17 **Subd. 3. New Residence Hall** 10,654,000

46.18 To complete the design of and perform
 46.19 asbestos and hazardous materials abatement
 46.20 and demolition of Frechette Hall and to design,
 46.21 construct, furnish, and equip a new ~~boys'~~
 46.22 dormitory on the Minnesota State Academy
 46.23 for the Deaf campus. The unspent portion of
 46.24 this appropriation after the project has been
 46.25 substantially completed, upon written notice
 46.26 to the commissioner of management and
 46.27 budget, is available for asset preservation
 46.28 under Minnesota Statutes, section 16B.307.
 46.29 Minnesota Statutes, section 16A.642, applies
 46.30 from the date of the original appropriation to
 46.31 the unspent amount transferred.

47.1 Sec. 13. Laws 2014, chapter 294, article 1, section 21, subdivision 12, as amended by
 47.2 Laws 2015, First Special Session chapter 5, article 3, section 19, and Laws 2017, First
 47.3 Special Session chapter 8, article 2, section 30, is amended to read:

47.4 **Subd. 12. Minneapolis - Brian Coyle Community**
 47.5 **Center** 330,000

47.6 (a) For a grant to the Minneapolis Park and
 47.7 Recreation Board to predesign and design the
 47.8 renovation and expansion of the Brian Coyle
 47.9 Community Center, subject to Minnesota
 47.10 Statutes, section 16A.695. This appropriation
 47.11 does not require a local match.

47.12 (b) The Minneapolis Park and Recreation
 47.13 Board, the Pillsbury United Communities,
 47.14 Hennepin County, institutions of higher
 47.15 education, and neighborhood organizations
 47.16 shall develop an agreement for the use of the
 47.17 existing Brian Coyle Community Center. The
 47.18 lease between the Minneapolis Park and
 47.19 Recreation Board and Pillsbury United
 47.20 Communities shall be reformed prior to the
 47.21 expenditure of any funds for predesign and
 47.22 design.

47.23 (c) The appropriation under this subdivision
 47.24 may also be used toward the renovation and
 47.25 expansion of the Brian Coyle Community
 47.26 Center.

47.27 (d) Notwithstanding any limitation in
 47.28 paragraphs (a) to (c), the appropriation under
 47.29 this subdivision may be used by the
 47.30 Minneapolis Park and Recreation Board for
 47.31 capital costs of any recreation project or
 47.32 facility in the Cedar Riverside neighborhood.

47.33 (e) Notwithstanding Minnesota Statutes,
 47.34 section 16A.642, the bond sale authorization
 47.35 and appropriation of bond proceeds for the

48.1 project in this subdivision are available until
48.2 June 30, 2020.

48.3 Sec. 14. Laws 2014, chapter 294, article 1, section 22, subdivision 5, is amended to read:

48.4 **Subd. 5. City of Rice Lake ~~Township~~ - Water**
48.5 **Main Replacement** 1,168,000

48.6 For a grant to the city of Rice Lake ~~Township~~
48.7 ~~in St. Louis County~~ to design and construct a
48.8 replacement water main and related public
48.9 infrastructure on East Calvary Road and
48.10 Kolstad, Austin, Milwaukee, Mather, and
48.11 Chicago Avenues in the city of Rice Lake
48.12 ~~Township~~. This appropriation is not available
48.13 until the commissioner of management and
48.14 budget determines that at least an equal
48.15 amount is committed to the project from
48.16 nonstate sources. This appropriation is
48.17 available until June 30, 2020.

48.18 Sec. 15. Laws 2014, chapter 295, section 9, is amended to read:

48.19 **Sec. 9. CORRECTIONS** \$ **18,000,000**

48.20 To the commissioner of administration to
48.21 design, construct, furnish, and equip phase
48.22 one of a new health services unit, a new
48.23 service corridor and security station leading
48.24 to the unit, and a mechanical building to serve
48.25 the new health unit and associated utility
48.26 infrastructure systems and site work; and to
48.27 design phase two consisting of new intake,
48.28 warehouse, and loading dock buildings
48.29 associated utility infrastructure systems and
48.30 sitework and all associated repurposing,
48.31 including asbestos and hazardous materials
48.32 abatement of interior spaces that were formally
48.33 used for the occupancies being moved to the
48.34 new phase one and two buildings at the

49.1 Minnesota Correctional Facility in St. Cloud.
 49.2 Any unspent portion of this appropriation not
 49.3 needed to complete this work, upon written
 49.4 notice to the commissioner of management
 49.5 and budget, may be used for the purposes
 49.6 described in Laws 2017, First Special Session
 49.7 chapter 8, article 1, section 19, subdivision 3,
 49.8 as amended in section 24, and notwithstanding
 49.9 Minnesota Statutes, section 16A.642, is
 49.10 available until December 31, 2020.

49.11 Sec. 16. Laws 2015, First Special Session chapter 5, article 1, section 10, subdivision 3,
 49.12 as amended by Laws 2017, First Special Session chapter 8, article 2, section 31, is amended
 49.13 to read:

49.14 **Subd. 3. Local Road Improvement Fund Grants** 8,910,000

49.15 (a) From the bond proceeds account in the
 49.16 state transportation fund as provided in
 49.17 Minnesota Statutes, section 174.50, for
 49.18 construction and reconstruction of local roads
 49.19 with statewide or regional significance under
 49.20 Minnesota Statutes, section 174.52,
 49.21 subdivision 4, or for grants to counties to assist
 49.22 in paying the costs of rural road safety capital
 49.23 improvement projects on county state-aid
 49.24 highways under Minnesota Statutes, section
 49.25 174.52, subdivision 4a.

49.26 (b) This appropriation includes \$850,000 for
 49.27 a grant to the city of Sandstone for predesign,
 49.28 design, engineering, and construction of a road
 49.29 extending south off of marked Trunk Highway
 49.30 23 across from Lundorff Drive to the airport
 49.31 area, and including a bridge over Skunk Creek
 49.32 in Sandstone, in order to facilitate repurposing
 49.33 of an area of the airport into a business park.
 49.34 This appropriation is not available until the

50.1 commissioner of management and budget
 50.2 determines that sufficient resources to
 50.3 complete the project are committed to it from
 50.4 other sources, including any funds made
 50.5 available from the commissioner of
 50.6 transportation.

50.7 (c) This appropriation includes \$3,770,000 for
 50.8 a grant to Kandiyohi County for predesign,
 50.9 design, right-of-way acquisition, engineering,
 50.10 construction, and reconstruction of local roads
 50.11 in conjunction with the Willmar Wye project
 50.12 as well as to ~~re-establish~~ reestablish the local
 50.13 road network on the southwest side of
 50.14 Willmar.

50.15 Sec. 17. Laws 2017, First Special Session chapter 8, article 1, section 6, subdivision 6, is
 50.16 amended to read:

50.17	Subd. 6. State Trail, Recreation Area, and Park	18,698,000
50.18	Acquisition and Development	<u>18,048,000</u>

50.19 (a) \$2,590,000 is for the Glacial Lakes Trail,
 50.20 to complete an approximately 6-1/4 mile trail
 50.21 connection between New London and Sibley
 50.22 State Park, and repair of the bicycle trail in
 50.23 Sibley State Park.

50.24 (b) \$3,300,000 is to design, develop, and
 50.25 complete the Heartland State Trail from
 50.26 Detroit Lakes to Frazee and, to the extent there
 50.27 is sufficient money, for work on the spur from
 50.28 Park Rapids to Itasca State Park.

50.29 (c) \$3,600,000 is for acquisition and
 50.30 development in the Cuyuna Country State
 50.31 Recreation Area, including the Cuyuna
 50.32 Mountain Bike System.

50.33 (d) \$1,600,000 is to construct, furnish, and
 50.34 equip a multiuse state trail connection between

51.1 the city of Little Falls and the Soo Line Trails
51.2 as part of the Camp Ripley/Veterans State
51.3 Trail in Morrison County. The trail connection
51.4 may include separated segments to
51.5 accommodate recreational vehicles separately
51.6 from nonmotorized vehicles and pedestrians.

51.7 (e) \$3,500,000 is for continued development
51.8 of Lake Vermilion-Soudan Underground Mine
51.9 State Park recreational facilities.

51.10 (f) \$328,000 is for design and acquisition of
51.11 the Mill Towns State Trail from Faribault to
51.12 Northfield.

51.13 (g) \$3,130,000 is for acquisition and
51.14 development of the Gitchi-Gami State Trail,
51.15 from Grand Marais to Cascade State Park, and
51.16 through the town of Tofte.

51.17 (h) The commissioner may allocate money
51.18 not needed to complete a project listed in this
51.19 subdivision to another project listed in this
51.20 subdivision that needs additional money to be
51.21 completed. For any project listed in this
51.22 subdivision that the commissioner determines
51.23 is not ready to proceed, the commissioner may
51.24 reallocate that project's money to another
51.25 project described in this subdivision or other
51.26 state trail, recreation area, or park
51.27 infrastructure. The chairs of the house of
51.28 representatives and senate committees with
51.29 jurisdiction over environment and natural
51.30 resources and legislators from the affected
51.31 legislative districts must be notified of any
51.32 changes.

52.1 Sec. 18. Laws 2017, First Special Session chapter 8, article 1, section 15, subdivision 3,
 52.2 is amended to read:

52.3 **Subd. 3. Local Road Improvement Fund Grants** 115,932,000

52.4 (a) From the bond proceeds account in the
 52.5 state transportation fund as provided in
 52.6 Minnesota Statutes, section 174.50, for trunk
 52.7 highway corridor projects under Minnesota
 52.8 Statutes, section 174.52, subdivision 2, for
 52.9 construction and reconstruction of local roads
 52.10 with statewide or regional significance under
 52.11 Minnesota Statutes, section 174.52,
 52.12 subdivision 4, or for grants to counties to assist
 52.13 in paying the costs of rural road safety capital
 52.14 improvement projects on county state-aid
 52.15 highways under Minnesota Statutes, section
 52.16 174.52, subdivision 4a.

52.17 (b) Of this amount, \$9,000,000 is for a grant
 52.18 to Anoka County to ~~realign and make~~
 52.19 ~~associated improvements to~~ design, acquire
 52.20 land for, engineer, and construct improvements
 52.21 to, including the realignment of County
 52.22 State-Aid Highway 23 (Lake Drive), County
 52.23 State-Aid Highway 54 (West Freeway Drive),
 52.24 and to Hornsby Street in the city of Columbus
 52.25 to support the overall interchange project.

52.26 (c) Of this amount, \$3,246,000 is for a grant
 52.27 to the city of Blaine to predesign, design, and
 52.28 reconstruct 105th Avenue in the vicinity of
 52.29 the National Sports Center in Blaine. The
 52.30 reconstruction will include changing the street
 52.31 from five lanes to four lanes with median, turn
 52.32 lanes, sidewalk, trail, landscaping, lighting,
 52.33 and consolidation of access driveways. This
 52.34 appropriation is not available until the
 52.35 commissioner of management and budget

53.1 determines that at least \$3,000,000 is
53.2 committed to the project from sources
53.3 available to the city, including municipal state
53.4 aid and county turnback funds.

53.5 (d) Of this amount, \$25,000,000 is for a grant
53.6 to Hennepin County, the city of Minneapolis,
53.7 or both, for design, right-of-way acquisition,
53.8 engineering, and construction of public
53.9 improvements related to the Interstate
53.10 Highway 35W and Lake Street access project
53.11 and related improvements within the Interstate
53.12 Highway 35W corridor, notwithstanding any
53.13 provision of Minnesota Statutes, section
53.14 174.52, or rule to the contrary. This
53.15 appropriation is not available until the
53.16 commissioner of management and budget
53.17 determines that an amount sufficient to
53.18 complete this portion of the Interstate
53.19 Highway 35W and Lake Street access project
53.20 has been committed to this portion of the
53.21 project.

53.22 (e) Of this amount, \$10,500,000 is for a grant
53.23 to Carver County for environmental analysis
53.24 and to acquire right-of-way access, predesign,
53.25 design, engineer, and construct an interchange
53.26 at marked Trunk Highway 212 and Carver
53.27 County Road 44 in the city of Chaska,
53.28 including a new bridge and ramps, to support
53.29 the development of approximately 400 acres
53.30 of property in the city of Chaska's
53.31 comprehensive plan.

53.32 (f) Of this amount, \$700,000 is for a grant to
53.33 Redwood County for improvements to Nobles
53.34 Avenue, including paving, as the main access

- 54.1 road to a new State Veterans Cemetery to be
54.2 located in Paxton Township.
- 54.3 (g) Of this amount, \$1,000,000 is for a grant
54.4 to the town of Appleton in Swift County for
54.5 upgrades to an existing township road to
54.6 provide for a paved, ten-ton capacity township
54.7 road extending between marked Trunk
54.8 Highways 7 and 119.
- 54.9 (h) Of this amount, \$20,500,000 is for a grant
54.10 to Ramsey County for preliminary and final
54.11 design, right-of-way acquisition, engineering,
54.12 contract administration, and construction of
54.13 public improvements related to the
54.14 construction of the interchange of marked
54.15 Interstate Highway 694 and Rice Street,
54.16 Ramsey County State-Aid Highway 49, in
54.17 Ramsey County.
- 54.18 (i) Of this amount, \$11,300,000 is for a grant
54.19 to Hennepin County for preliminary and final
54.20 design, engineering, environmental analysis,
54.21 right-of-way acquisition, construction, and
54.22 reconstruction of local roads related to the (1)
54.23 realignment at the intersections of marked U.S.
54.24 Highway 12 with Hennepin County State-Aid
54.25 Highway 92; (2) realignment and safety
54.26 improvements at the intersection of marked
54.27 U.S. Highway 12 with Hennepin County
54.28 State-Aid Highway 90; and (3) safety median
54.29 improvements from the interchange with
54.30 Wayzata Boulevard in Wayzata to
54.31 approximately one-half mile east of the
54.32 interchange of marked U.S. Highway 12 with
54.33 Hennepin County State-Aid Highway 6.
- 54.34 (j) Of this amount, \$1,000,000 is for a grant
54.35 to the city of Inver Grove Heights for

55.1 preliminary design, design, engineering, and
 55.2 reconstruction of Broderick Boulevard
 55.3 between 80th Street and Concord Boulevard
 55.4 abutting Trunk Highway 52 and Inver Hills
 55.5 Community College in Inver Grove Heights.
 55.6 The project includes replacement or renovation
 55.7 of public infrastructure, including water lines,
 55.8 sanitary sewers, storm water sewers, and other
 55.9 public utilities. This appropriation does not
 55.10 require a nonstate contribution.

55.11 (k) Of this amount, \$2,350,000 is for a grant
 55.12 to McLeod County to acquire land or interests
 55.13 in land and to design and construct a new
 55.14 urban street extension of County State-Aid
 55.15 Highway (CSAH) 15, including railroad
 55.16 crossing, storm water, and drainage
 55.17 improvements.

55.18 (l) Of this amount, \$6,000,000 is for a grant
 55.19 to the city of Baxter for 50 percent of total
 55.20 project cost for the acquisition of land or
 55.21 interests in land, environmental analysis and
 55.22 environmental cleanup, predesign, design,
 55.23 engineering, and construction of improvements
 55.24 to Cypress Drive, including expansion to a
 55.25 four-lane divided urban roadway, between
 55.26 Excelsior Road and College Road.

55.27 Sec. 19. Laws 2017, First Special Session chapter 8, article 1, section 15, subdivision 6,
 55.28 is amended to read:

55.29 **Subd. 6. Rail Service Improvement** 1,000,000

55.30 For freight rail service improvement economic
 55.31 development grants under Minnesota Statutes,
 55.32 section ~~222.50~~ 222.505.

55.33 **EFFECTIVE DATE.** This section is effective the day after the freight rail economic
 55.34 development program under Minnesota Statutes, section 222.505, if enacted, is effective.

56.1 Sec. 20. Laws 2017, First Special Session chapter 8, article 1, section 15, subdivision 11,
 56.2 is amended to read:

56.3 **Subd. 11. Grand Rapids - Pedestrian Bridge** 750,000

56.4 For a grant to the city of Grand Rapids to
 56.5 ~~design the construction of~~ and construct a
 56.6 bridge over the Mississippi River for
 56.7 pedestrian and bicycle use to provide a safe
 56.8 alternative route to the existing marked Trunk
 56.9 Highway 169 vehicle bridge, and to serve as
 56.10 a connection to existing trail systems on each
 56.11 side of the river. This appropriation is not
 56.12 available until the commissioner determines
 56.13 that at least an equal amount has been
 56.14 committed to the project from nonstate
 56.15 sources.

56.16 Sec. 21. Laws 2017, First Special Session chapter 8, article 1, section 15, subdivision 13,
 56.17 is amended to read:

56.18 **Subd. 13. Eden Prairie - Rail Grade Crossings** 1,400,000

56.19 For a grant to the city of Eden Prairie to (1)
 56.20 design, construct, and equip new passive and
 56.21 active rail grade crossing ~~warning~~ safety
 56.22 devices, including associated road and
 56.23 pathway improvements, at existing and
 56.24 proposed highway-rail grade crossings; and
 56.25 pathway-rail grade crossings; or (2) replace
 56.26 existing highway-rail grade crossings. Upon
 56.27 request by the city of Eden Prairie, the
 56.28 commissioner of transportation must provide
 56.29 reasonable technical assistance regarding
 56.30 highway-rail grade crossing project
 56.31 development and the establishment of rail
 56.32 quiet zones.

57.1 Sec. 22. Laws 2017, First Special Session chapter 8, article 1, section 16, subdivision 7,
 57.2 is amended to read:

57.3 **Subd. 7. White Bear Lake Multiuse Trails** 255,000

57.4 To develop a multiuse pedestrian and bicycle
 57.5 path around White Bear Lake. Of this amount,
 57.6 ~~\$130,000~~ \$141,000 is for a grant to the city of
 57.7 White Bear Lake to construct, furnish, and
 57.8 equip a multiuse trail for pedestrians and
 57.9 bicycles on Old White Bear Avenue between
 57.10 Lion's Park and South Shore Boulevard/Hazel
 57.11 and for engineering for a multiuse trail for
 57.12 pedestrians and bicycles in proximity to
 57.13 Highway 96 from Pacific Avenue to the
 57.14 western border of the town of White Bear;
 57.15 \$11,000 is for a grant to the town of White
 57.16 Bear for engineering for a multiuse trail for
 57.17 pedestrians and bicycles in proximity to
 57.18 Highway 96 in the town of White Bear;
 57.19 \$38,000 is for grants to the cities of
 57.20 Mahtomedi and Dellwood for preliminary
 57.21 engineering of a multiuse trail for pedestrians
 57.22 and bicycles near White Bear Lake in the cities
 57.23 of Mahtomedi and Dellwood to be located
 57.24 within the right-of-way to marked Trunk
 57.25 Highway 244; \$15,000 is for a grant to the
 57.26 city of Mahtomedi for preliminary engineering
 57.27 for a multiuse trail for pedestrians and bicycles
 57.28 near White Bear Lake within the right-of-way
 57.29 to Birchwood Road in the city of Mahtomedi
 57.30 and Hall Avenue in the city of Birchwood;
 57.31 and \$50,000 is for a grant to Ramsey County
 57.32 for preliminary engineering of a multiuse trail
 57.33 for pedestrians and bicycles to South Shore
 57.34 Boulevard between White Bear Avenue and
 57.35 Trunk Highway 120.

58.1 Sec. 23. Laws 2017, First Special Session chapter 8, article 1, section 17, subdivision 9,
 58.2 is amended to read:

58.3 **Subd. 9. Minneapolis - The Family Partnership** 1,600,000

58.4 From the general fund to the commissioner of
 58.5 human services for a grant to the Family
 58.6 Partnership in Minneapolis to predesign and
 58.7 design a facility to provide mental health, early
 58.8 childhood education, and other services to
 58.9 support children and families. ~~This~~
 58.10 ~~appropriation is not available until at least an~~
 58.11 ~~equal amount of money is committed from~~
 58.12 ~~nonstate sources.~~ A nonstate contribution is
 58.13 not required. Any unspent portion of this
 58.14 appropriation remaining after predesign and
 58.15 design are completed, upon written notice to
 58.16 the commissioner of management and budget,
 58.17 is available for the purposes of article 1,
 58.18 section 16, subdivision 5.

58.19 Sec. 24. Laws 2017, First Special Session chapter 8, article 1, section 19, subdivision 3,
 58.20 is amended to read:

58.21 **Subd. 3. Minnesota Correctional Facility - St.**
 58.22 **Cloud** 19,000,000

58.23 ~~To construct and equip a new intake unit and~~
 58.24 ~~a loading dock with a secure connection to a~~
 58.25 ~~new central warehouse at the St. Cloud~~
 58.26 ~~correctional facility.~~ To design and complete
 58.27 hazardous materials abatement, site
 58.28 improvements, and utility infrastructure work,
 58.29 to rent and set up temporary laundry facilities,
 58.30 and to renovate, construct, furnish, and equip
 58.31 the second phase of the two-phase project
 58.32 including building additions, infill of an
 58.33 interior courtyard, and renovation of existing
 58.34 areas to provide improved laundry, property,
 58.35 intake, vehicle sally port, storage, and loading

59.1 dock areas and security at the St. Cloud
 59.2 correctional facility.
 59.3 The unspent amount of this appropriation after
 59.4 the projects described in this subdivision are
 59.5 completed may, upon written notice to the
 59.6 commissioner of management and budget, be
 59.7 used for asset preservation under Minnesota
 59.8 Statutes, section 16B.307, at Minnesota
 59.9 Correctional Facility – St. Cloud.

59.10 Sec. 25. Laws 2017, First Special Session chapter 8, article 1, section 20, subdivision 21,
 59.11 is amended to read:

59.12 **Subd. 21. St. Paul - Minnesota Museum of**
 59.13 **American Art** 6,000,000

59.14 For a grant to the St. Paul Port Authority to
 59.15 acquire, design, construct, furnish, and equip
 59.16 new museum galleries and an art study facility
 59.17 for the Minnesota Museum of American Art.
 59.18 This facility provides space to celebrate the
 59.19 legacy of Minnesota art and artists and is part
 59.20 of the restoration of the historic Pioneer
 59.21 Endicott Building, and a part of a multiphase
 59.22 project, of which only the museum galleries
 59.23 and art study facility constructed with this
 59.24 appropriation shall be state bond financed
 59.25 property subject to Minnesota Statutes, section
 59.26 16A.695. This appropriation is not available
 59.27 until the commissioner of management and
 59.28 budget has determined that:

59.29 (1) at least an amount equal to this
 59.30 appropriation has been committed or
 59.31 previously expended for design, construction,
 59.32 and furnishing of the adjacent Minnesota
 59.33 Museum of American Art Center for
 59.34 Creativity facilities, which are not subject to

60.1 Minnesota Statutes, section 16A.695, with
 60.2 funds from nonstate sources; and
 60.3 (2) sufficient other state and nonstate funds
 60.4 are available, if funds beyond this
 60.5 appropriation are required, to complete the
 60.6 museum galleries and art study facility.

60.7 Funds invested in the Minnesota Museum of
 60.8 American Art Center for Creativity facilities
 60.9 by an investor receiving an assignment of state
 60.10 historic tax credits as provided in Minnesota
 60.11 Statutes, section 290.0681, are nonstate funds
 60.12 for purposes of this requirement. Only
 60.13 expenditures made after January 1, 2012, shall
 60.14 qualify for the required match. Due to the
 60.15 integrated nature of the overall development,
 60.16 public bidding shall not be required.

60.17 Sec. 26. Laws 2017, First Special Session chapter 8, article 1, section 21, subdivision 8,
 60.18 is amended to read:

60.19 **Subd. 8. Dennison - Sewage Treatment System**
 60.20 **Improvements** 726,000

60.21 For a grant to the city of Dennison to
 60.22 predesign, design, and construct a new lift
 60.23 station and make sewage pond improvements,
 60.24 including any civil, structural, plumbing, or
 60.25 electrical work needed on site. This
 60.26 appropriation does not require a nonstate
 60.27 contribution.

60.28 Sec. 27. Laws 2017, First Special Session chapter 8, article 1, section 23, subdivision 3,
 60.29 is amended to read:

60.30 **Subd. 3. Historic Fort Snelling** 4,000,000

60.31 To design facilities to support visitor services
 60.32 and history programs at Historic Fort Snelling.
 60.33 Upon completion of design, the unspent

61.1 portion of this appropriation is available for
61.2 the next phase of the project, to demolish the
61.3 existing visitor center, and to renovate,
61.4 construct, furnish, and equip a new visitor
61.5 center at Historic Fort Snelling.

61.6 Sec. 28. **BEHAVIORAL HEALTH CRISIS FACILITIES GRANTS.**

61.7 Subdivision 1. **Commissioner.** "Commissioner" means the commissioner of human
61.8 services.

61.9 Subd. 2. **Eligible applicant.** "Eligible applicant" or "applicant" means a statutory or
61.10 home rule charter city, county, housing and redevelopment authority, publicly owned
61.11 hospital, or other public entity otherwise eligible to receive state general obligation bond
61.12 proceeds that is designated to apply for a behavioral health crisis program facilities grant
61.13 by the local mental health authority, established under Minnesota Statutes, section 245.466,
61.14 or on behalf of a regional consortium of organizations that serve individuals with mental
61.15 illness or a substance use disorder.

61.16 Subd. 3. **Eligible project.** "Eligible project" or "project" means the acquisition or
61.17 betterment of public land, buildings, and other public improvements of a capital nature
61.18 within the meaning of the Minnesota Constitution, article XI, section 5, clause (a). It includes
61.19 acquisition of land or interest in land, predesign, design, renovation, construction, furnishing,
61.20 and equipping facilities in which to provide behavioral health crisis programs and services.

61.21 Subd. 4. **Project criteria.** For purposes of this section, "behavioral health crisis facilities"
61.22 or "facility" means a facility whose purpose is to provide mental health or substance use
61.23 disorder services. Proceeds may be up to 100 percent of project costs, up to \$5,000,000 per
61.24 project. Priority must be given to proposals that:

61.25 (1) demonstrate a need for the program in the region;

61.26 (2) provide a detailed service plan, including the services that will be provided and to
61.27 whom, and staffing requirements;

61.28 (3) provide an estimated cost of operating the program;

61.29 (4) verify financial sustainability by detailing sufficient funding sources and the capacity
61.30 to obtain third-party payments for services provided, including private insurance and federal
61.31 Medicaid and Medicare financial participation;

62.1 (5) demonstrate an ability and willingness to build on existing resources in the
62.2 community; and

62.3 (6) agree to a comprehensive evaluation of services and financial viability by the
62.4 commissioner.

62.5 Subd. 5. **Report.** The commissioner shall report to the legislative committees with
62.6 jurisdiction over mental health issues and capital investment. The report is due by February
62.7 15 of each odd-numbered year and must include information on the projects funded and the
62.8 programs and services provided in those facilities.

62.9 Sec. 29. **APPROPRIATION; ANALYZING COSTS AND RATEPAYER IMPACTS**
62.10 **OF WATER QUALITY REGULATIONS.**

62.11 (a) The commissioner of administration must make a grant from the general fund to the
62.12 Minnesota Environmental Science and Economic Review Board (MESERB) to review
62.13 water quality regulations and national pollutant discharge elimination system (NPDES)
62.14 permits. The grant is subject to Minnesota Statutes, section 16B.98. MESERB may select
62.15 the water quality regulations and permits to be reviewed, but must give preference to
62.16 reviewing any draft NPDES permit that has new effluent limit requirements for a publicly
62.17 owned wastewater treatment facility outside the seven-county metropolitan area. Any permit
62.18 review must analyze the technical accuracy of the permit, the costs to the permittee to
62.19 comply with the permit, the impact on business and residential rates, the water quality
62.20 benefit of permit compliance, and the anticipated funding for the permittee from federal
62.21 and state sources. The general fund appropriation base for this grant is \$500,000 in fiscal
62.22 year 2020 and \$500,000 in fiscal year 2021. The base in fiscal year 2022 is \$0.

62.23 (b) Upon completion of the permit review, MESERB must provide a copy of the review
62.24 to the permittee and the commissioner of the Pollution Control Agency. MESERB must
62.25 also submit a report summarizing its findings in each permit review performed in the previous
62.26 calendar year to the chairs and ranking minority members of the legislative committees with
62.27 jurisdiction over capital investment, environmental finance and policy, and job growth.

62.28 Sec. 30. **EFFECTIVE DATE.**

62.29 Except as otherwise provided, this article is effective the day following final enactment.

APPENDIX
Article locations in HF4404-1

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