

## HOUSE OF REPRESENTATIVES

EIGHTY-EIGHTH SESSION

H. F. No. **270**

01/31/2013 Authored by Hausman, Carlson and Ward, J.E.,  
The bill was read for the first time and referred to the Committee on Capital Investment  
04/15/2013 Adoption of Report: Pass as Amended and re-referred to the Committee on Ways and Means  
04/17/2013 Adoption of Report: Pass as Amended and Read Second Time

## A bill for an act

relating to capital investment; authorizing spending to acquire and better public land and buildings and other improvements of a capital nature with certain conditions; modifying previous appropriations; authorizing the Housing Finance Agency to issue housing infrastructure bonds; establishing new programs and modifying or repealing existing programs; extending the authority to use negotiated sales; authorizing the sale and issuance of state bonds; appropriating money; amending Minnesota Statutes 2012, sections 12A.16, subdivision 5; 16A.641, subdivision 4a; 16B.24, subdivision 5; 16C.144, subdivisions 2, 3; 123B.65, subdivisions 1, 7; 129C.10, subdivision 3, by adding a subdivision; 174.50, subdivisions 6b, 7; 216C.10; 240A.09; 462A.37, subdivision 1, by adding subdivisions; Laws 2002, chapter 393, section 22, subdivision 6, as amended; Laws 2005, chapter 20, article 1, sections 20, subdivision 3, as amended; 23, subdivision 12, as amended; Laws 2006, chapter 258, sections 17, subdivision 8, as amended; 18, subdivision 6; Laws 2008, chapter 179, sections 7, subdivision 26, as amended; 21, subdivision 3; Laws 2008, chapter 365, section 4, subdivision 3, as amended; Laws 2009, chapter 93, article 1, section 22, as amended; Laws 2010, chapter 189, section 16, subdivision 4, as amended; proposing coding for new law in Minnesota Statutes, chapters 116J; 129C; 216C; repealing Minnesota Statutes 2012, section 116J.433.

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

Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

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

2.1 commissioner of management and budget. Unless otherwise specified, the appropriations  
 2.2 in this act are available until the project is completed or abandoned subject to Minnesota  
 2.3 Statutes, section 16A.642.

### SUMMARY

2.5 <u>University of Minnesota</u>	\$	103,167,000
2.6 <u>Minnesota State Colleges and Universities</u>		108,554,000
2.7 <u>Education</u>		8,491,000
2.8 <u>Minnesota State Academies</u>		810,000
2.9 <u>Natural Resources</u>		52,615,000
2.10 <u>Board of Water and Soil Resources</u>		22,000,000
2.11 <u>Zoological Garden</u>		5,250,000
2.12 <u>Administration</u>		110,860,000
2.13 <u>Minnesota Amateur Sports Commission</u>		8,700,000
2.14 <u>Military Affairs</u>		1,500,000
2.15 <u>Transportation</u>		94,220,000
2.16 <u>Metropolitan Council</u>		75,000,000
2.17 <u>Human Services</u>		40,912,000
2.18 <u>Veterans Affairs</u>		5,335,000
2.19 <u>Corrections</u>		3,000,000
2.20 <u>Employment and Economic Development</u>		119,057,000
2.21 <u>Public Facilities Authority</u>		37,500,000
2.22 <u>Housing Finance Agency</u>		15,000,000
2.23 <u>Minnesota Historical Society</u>		10,607,000
2.24 <u>Bond Sale Expenses</u>		800,000
2.25 <u>Cancellations</u>		(2,000,000)
2.26 <b><u>TOTAL</u></b>	<b>\$</b>	<b>821,378,000</b>
2.27 <u>Bond Proceeds Fund (General Fund Debt Service)</u>		741,509,000
2.28 <u>Bond Proceeds Fund (User Financed Debt Service)</u>		19,518,000
2.29 <u>Maximum Effort School Loan Fund</u>		5,491,000
2.30 <u>State Transportation Fund</u>		55,000,000
2.31 <u>General Fund</u>		1,860,000
2.32 <u>Bond Proceeds Cancellations</u>		(2,000,000)

### APPROPRIATIONS

## 2.34 Sec. 2. UNIVERSITY OF MINNESOTA

2.35 Subdivision 1. Total Appropriation \$ 103,167,000

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

3.1	<b><u>Subd. 2. Higher Education Asset Preservation</u></b>	
3.2	<b><u>and Replacement (HEAPR)</u></b>	<b><u>30,000,000</u></b>
3.3	<u>To be spent in accordance with Minnesota</u>	
3.4	<u>Statutes, section 135A.046.</u>	
3.5	<b><u>Subd. 3. Eddy Hall Renovation, Minneapolis</u></b>	<b><u>9,667,000</u></b>
3.6	<u>To design, construct, furnish, and equip the</u>	
3.7	<u>renovation of Eddy Hall on the Minneapolis</u>	
3.8	<u>campus for the international and transfer</u>	
3.9	<u>student admissions programs and to improve</u>	
3.10	<u>space utilization by decommissioning</u>	
3.11	<u>obsolete space.</u>	
3.12	<b><u>Subd. 4. Tate Laboratory Renovation,</u></b>	
3.13	<b><u>Minneapolis</u></b>	<b><u>6,000,000</u></b>
3.14	<u>To design the renovation of the Tate</u>	
3.15	<u>Laboratory of Physics on the Minneapolis</u>	
3.16	<u>campus for use by the College of Science</u>	
3.17	<u>and Engineering.</u>	
3.18	<b><u>Subd. 5. James Ford Bell Natural History</u></b>	
3.19	<b><u>Museum and Planetarium, St. Paul</u></b>	<b><u>47,500,000</u></b>
3.20	<u>To complete the design of and to construct,</u>	
3.21	<u>furnish, and equip a new James Ford Bell</u>	
3.22	<u>Natural History Museum on the St. Paul</u>	
3.23	<u>campus.</u>	
3.24	<b><u>Subd. 6. Laboratory Replacement, St. Paul</u></b>	<b><u>4,000,000</u></b>
3.25	<u>To design new laboratory facilities on the St.</u>	
3.26	<u>Paul campus to replace obsolete facilities,</u>	
3.27	<u>renovate current facilities, and decommission</u>	
3.28	<u>space not suited for research.</u>	
3.29	<b><u>Subd. 7. Research Facility Improvements</u></b>	<b><u>6,000,000</u></b>
3.30	<u>To replace the Bee Research Facility in</u>	
3.31	<u>the College of Food, Agricultural and</u>	
3.32	<u>Natural Resources, and to replace the</u>	
3.33	<u>obsolete greenhouses used by the College of</u>	
3.34	<u>Biological Sciences.</u>	

4.1

Subd. 8. **University Share**

4.2

Except for Higher Education Asset

4.3

Preservation and Replacement (HEAPR) and

4.4

the Bell Museum, the appropriations in this

4.5

section are intended to cover approximately

4.6

two-thirds of the cost of each project. The

4.7

remaining costs must be paid from university

4.8

sources.

4.9

Subd. 9. **Unspent Appropriations**

4.10

Upon substantial completion of the projects

4.11

authorized in this section and after written

4.12

notice to the commissioner of management

4.13

and budget, the Board of Regents must use

4.14

any money remaining in the appropriation

4.15

for that project for HEAPR under Minnesota

4.16

Statutes, section 135A.046. The Board of

4.17

Regents must report by February 1 of each

4.18

even-numbered year to the chairs of the house

4.19

of representatives and senate committees

4.20

with jurisdiction over capital investments and

4.21

higher education finance, and to the chairs

4.22

of the house of representatives Ways and

4.23

Means Committee and the senate Finance

4.24

Committee, on how the remaining money

4.25

has been allocated or spent.

4.26

Sec. 3. **MINNESOTA STATE COLLEGES**

4.27

**AND UNIVERSITIES**

4.28

Subdivision 1. **Total Appropriation**

\$

**108,554,000**

4.29

To the Board of Trustees of the Minnesota

4.30

State Colleges and Universities for the

4.31

purposes specified in this section.

4.32

Subd. 2. **Higher Education Asset Preservation**

4.33

**and Replacement (HEAPR)**

**50,000,000**

5.1	<u>To be spent in accordance with Minnesota</u>	
5.2	<u>Statutes, section 135A.046.</u>	
5.3	<u>Subd. 3. <b>Central Lakes College, Staples</b></u>	
5.4	<u><b>Agriculture Reconfiguration and Main</b></u>	
5.5	<u><b>Building Design and Renovation</b></u>	<u>3,458,000</u>
5.6	<u>To complete the design of and to renovate,</u>	
5.7	<u>furnish, and equip Staples main campus</u>	
5.8	<u>spaces for science, technology, and math</u>	
5.9	<u>initiatives, agriculture, and energy programs,</u>	
5.10	<u>and to replace HVAC systems.</u>	
5.11	<u>Subd. 4. <b>Metropolitan State University</b></u>	
5.12	<u><b>Science Education Center Construction</b></u>	<u>31,000,000</u>
5.13	<u>To complete the design of and to construct,</u>	
5.14	<u>furnish, and equip the science education</u>	
5.15	<u>center on the campus of Metropolitan State</u>	
5.16	<u>University.</u>	
5.17	<u>Subd. 5. <b>Minnesota State Community and</b></u>	
5.18	<u><b>Technical College, Moorhead</b></u>	
5.19	<u><b>Transportation Center Renovation, Addition,</b></u>	
5.20	<u><b>and Demolition</b></u>	<u>5,210,000</u>
5.21	<u>To complete the design of and to renovate,</u>	
5.22	<u>furnish, and equip existing space, and to</u>	
5.23	<u>design, construct, furnish, and equip an</u>	
5.24	<u>addition with new laboratories, to replace</u>	
5.25	<u>HVAC systems, and to demolish an obsolete</u>	
5.26	<u>facilities building.</u>	
5.27	<u>Subd. 6. <b>Riverland Community College, Albert</b></u>	
5.28	<u><b>Lea</b></u>	<u>3,083,000</u>
5.29	<u>To complete the design of and to renovate,</u>	
5.30	<u>furnish, and equip the Main Building for</u>	
5.31	<u>multiuse classroom space, demolish the</u>	
5.32	<u>obsolete Gateway Building, and replace</u>	
5.33	<u>HVAC systems.</u>	
5.34	<u>Subd. 7. <b>Rochester Community and Technical</b></u>	
5.35	<u><b>College</b></u>	

6.1	<b><u>Classroom Renovation Design</u></b>	<u>900,000</u>
6.2	<u>To complete the design of the renovation of</u>	
6.3	<u>classrooms, including replacement of the</u>	
6.4	<u>heating, ventilating, and air conditioning</u>	
6.5	<u>systems.</u>	
6.6	<b><u>Subd. 8. Winona State University</u></b>	<u>5,828,000</u>
6.7	<u>To modernize and renovate classrooms to</u>	
6.8	<u>introduce advanced teaching techniques to</u>	
6.9	<u>better prepare future teachers and teachers</u>	
6.10	<u>and educational leaders for the needs of</u>	
6.11	<u>future schools.</u>	
6.12	<b><u>Subd. 9. Systemwide Science, Technology,</u></b>	
6.13	<b><u>Engineering, and Math Initiatives</u></b>	<u>2,700,000</u>
6.14	<u>To design, renovate, furnish, and equip</u>	
6.15	<u>science laboratories and classrooms at the</u>	
6.16	<u>following campuses: Century College;</u>	
6.17	<u>Minnesota State University, Moorhead;</u>	
6.18	<u>Northeast Higher Education District, Itasca</u>	
6.19	<u>Community College; and Mesabi Range</u>	
6.20	<u>Community and Technical College, Eveleth.</u>	
6.21	<b><u>Subd. 10. Systemwide classroom renovations</u></b>	<u>2,675,000</u>
6.22	<u>To design, renovate, furnish, and equip space</u>	
6.23	<u>for classrooms to meet workforce training</u>	
6.24	<u>needs. This appropriation may be used at the</u>	
6.25	<u>following campuses: Century College; Inver</u>	
6.26	<u>Hills Community College; Northeast Higher</u>	
6.27	<u>Education District, Vermilion Community</u>	
6.28	<u>College; and Saint Paul College.</u>	
6.29	<b><u>Subd. 11. Systemwide Energy Renovation and</u></b>	
6.30	<b><u>Additions</u></b>	<u>3,700,000</u>
6.31	<u>To design, renovate, demolish, construct,</u>	
6.32	<u>furnish, and equip space for workforce</u>	
6.33	<u>training and programs for energy and</u>	
6.34	<u>sustainable development. This appropriation</u>	

7.1 may be used at the following campuses:  
7.2 Century College; Minnesota West  
7.3 Community and Technical College, Canby  
7.4 and Jackson; and Northeast Higher Education  
7.5 District, Itasca Community College.

7.6 Subd. 12. **Debt Service**

7.7 (a) Except as provided in paragraph (b), the  
7.8 board shall pay the debt service on one-third  
7.9 of the principal amount of state bonds sold to  
7.10 finance projects authorized by this section.  
7.11 After each sale of general obligation bonds,  
7.12 the commissioner of management and budget  
7.13 shall notify the board of the amounts assessed  
7.14 for each year for the life of the bonds.

7.15 (b) The board need not pay debt service on  
7.16 bonds sold to finance Higher Education Asset  
7.17 Preservation and Replacement (HEAPR).  
7.18 Where a nonstate match is required, the debt  
7.19 service is due on a principal amount equal  
7.20 to one-third of the total project cost, less the  
7.21 match committed before the bonds are sold.

7.22 (c) The commissioner of management and  
7.23 budget shall reduce the board's assessment  
7.24 each year by one-third of the net income  
7.25 from investment of general obligation bond  
7.26 proceeds in proportion to the amount of  
7.27 principal and interest otherwise required to  
7.28 be paid by the board. The board shall pay its  
7.29 resulting net assessment to the commissioner  
7.30 of management and budget by December  
7.31 1 each year. If the board fails to make  
7.32 a payment when due, the commissioner  
7.33 of management and budget shall reduce  
7.34 allotments for appropriations from the  
7.35 general fund otherwise available to the board

8.1 and apply the amount of the reduction to  
8.2 cover the missed debt service payment. The  
8.3 commissioner of management and budget  
8.4 shall credit the payments received from the  
8.5 board to the bond debt service account in  
8.6 the state bond fund each December 1 before  
8.7 money is transferred from the general fund  
8.8 under Minnesota Statutes, section 16A.641,  
8.9 subdivision 10.

8.10 Subd. 13. **Unspent Appropriations**

8.11 (a) Upon substantial completion of a project  
8.12 authorized in this section and after written  
8.13 notice to the commissioner of management  
8.14 and budget, the board must use any money  
8.15 remaining in the appropriation for that project  
8.16 for Higher Education Asset Preservation and  
8.17 Replacement (HEAPR) under Minnesota  
8.18 Statutes, section 135A.046. The Board  
8.19 of Trustees must report by February 1 of  
8.20 each even-numbered year to the chairs of  
8.21 the house of representatives and senate  
8.22 committees with jurisdiction over capital  
8.23 investment and higher education finance, and  
8.24 to the chairs of the house of representatives  
8.25 Ways and Means Committee and the senate  
8.26 Finance Committee, on how the remaining  
8.27 money has been allocated or spent.

8.28 (b) The unspent portion of an appropriation  
8.29 for a project in this section that is complete is  
8.30 available for HEAPR under this subdivision,  
8.31 at the same campus as the project for which  
8.32 the original appropriation was made and the  
8.33 debt service requirement under subdivision  
8.34 12 is reduced accordingly. Minnesota  
8.35 Statutes, section 16A.642, applies from the



9.1 date of the original appropriation to the  
9.2 unspent amount transferred.

9.3 Sec. 4. **EDUCATION**

9.4 **Subdivision 1. Total Appropriation** **\$ 8,491,000**

9.5 To the commissioner of education or another  
9.6 named person for the purposes specified in  
9.7 this section.

9.8 **Subd. 2. School Energy Conservation**  
9.9 **Revolving Loan Program** **3,000,000**

9.10 To the commissioner of commerce for the  
9.11 school energy conservation revolving loan  
9.12 program under new Minnesota Statutes,  
9.13 sections 216C.371 and 216C.372.

9.14 **Subd. 3. Independent School District No. 38,**  
9.15 **Red Lake** **5,491,000**

9.16 From the maximum effort school loan fund  
9.17 for a capital loan to Independent School  
9.18 District No. 38, Red Lake, as provided  
9.19 in Minnesota Statutes, sections 126C.60  
9.20 to 126C.72, to design, construct, furnish,  
9.21 and equip renovation of existing facilities  
9.22 and construction of new facilities. The  
9.23 project paid for with this appropriation  
9.24 includes a portion of the renovation and  
9.25 construction identified in the review and  
9.26 comment performed by the commissioner of  
9.27 education under the capital loan provisions  
9.28 of Minnesota Statutes, section 126C.69. This  
9.29 portion includes renovation and construction  
9.30 of a single kitchen and cafeteria to serve the  
9.31 high school and middle school, a receiving  
9.32 area and dock and adjacent drives, utilities,  
9.33 and grading. Before any capital loan  
9.34 contract is approved under this authorization,  
9.35 the district must provide documentation

10.1 acceptable to the commissioner on how the  
10.2 capital loan will be used. If any portion of  
10.3 the appropriation remains after completion of  
10.4 the identified project components, the district  
10.5 may, with the commissioner's approval, use  
10.6 the money for other items identified in the  
10.7 review and comment submission.

10.8 Sec. 5. **MINNESOTA STATE ACADEMIES** **\$** **810,000**

10.9 To the commissioner of administration to  
10.10 design a new residence hall on the Minnesota  
10.11 State Academy for the Deaf campus,  
10.12 including approximately 60 parking spaces.

10.13 Sec. 6. **NATURAL RESOURCES**

10.14 **Subdivision 1. Total Appropriation** **\$** **52,115,000**

10.15 To the commissioner of natural resources for  
10.16 the purposes specified in this section.

10.17 **Subd. 2. Natural Resources Asset Preservation** **3,000,000**

10.18 For the renovation of state-owned facilities  
10.19 and recreational assets operated by the  
10.20 commissioner of natural resources to be  
10.21 spent in accordance with Minnesota Statutes,  
10.22 section 84.946.

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

10.24 For the state share of flood hazard  
10.25 mitigation grants for publicly owned capital  
10.26 improvements to prevent or alleviate flood  
10.27 damage, under Minnesota Statutes, section  
10.28 103F.161. Levee projects, to the extent  
10.29 practicable, shall meet the state standard of  
10.30 three feet above the 100-year flood elevation.

10.31 This appropriation includes money for  
10.32 projects in Ada, Oslo, Montevideo,  
10.33 Moorhead, South St. Paul, and Inver Grove

11.1 Heights, and other project priorities based on  
 11.2 need as determined by the commissioner of  
 11.3 natural resources.

11.4 To the extent that the cost of a project  
 11.5 exceeds two percent of the median household  
 11.6 income in the municipality multiplied by the  
 11.7 number of households in the municipality,  
 11.8 this appropriation is also for the local share  
 11.9 of the project.

11.10 Subd. 4. **Dam Renovation** 4,400,000

11.11 (a) \$2,400,000 is for a grant to Blue Earth  
 11.12 County under Minnesota Statutes, section  
 11.13 103G.511, for capital improvements to  
 11.14 repair and renovate the Rapidan Dam.  
 11.15 Notwithstanding the match requirements in  
 11.16 section 103G.511, this appropriation does  
 11.17 not require a match.

11.18 (b) \$2,000,000 is for a grant to the city of  
 11.19 Champlin under Minnesota Statutes, section  
 11.20 103G.511, for capital improvements to repair  
 11.21 and renovate the Champlin Mill Pond Dam.  
 11.22 Notwithstanding the match requirements in  
 11.23 Minnesota Statutes, section 103G.511, this  
 11.24 appropriation does not require a match.

11.25 Subd. 5. **State Trails Development** 16,215,000

11.26 To acquire land for and to construct and  
 11.27 renovate state trails under Minnesota  
 11.28 Statutes, section 85.015. This appropriation  
 11.29 includes funding:

11.30 (1) up to \$2,000,000 is for the Blazing Star  
 11.31 Trail;

11.32 (2) up to \$2,000,000 is for the Camp  
 11.33 Ripley/Veterans State Trail;

- 12.1 (3) up to \$500,000 is for the Casey Jones  
12.2 Trail;
- 12.3 (4) up to \$2,715,000 is for the Cuyuna Lakes  
12.4 Trail segments from Crosby to Deerwood,  
12.5 Paul Bunyan State Trail to Lum Park, a  
12.6 segment connecting to the Sagamore Unit of  
12.7 the Cuyuna Country State Recreation Area;  
12.8 and Paul Bunyan State Trail to Riverton;
- 12.9 (5) up to \$600,000 is for the Gateway  
12.10 Trail for the segment between Scandia and  
12.11 William O'Brien State Park;
- 12.12 (6) up to \$200,000 is for the Gitchi-Gami  
12.13 Trail from Grand Marais to the Cascade  
12.14 River;
- 12.15 (7) up to \$1,500,000 is to acquire and  
12.16 develop a five-mile bituminous extension  
12.17 of the Glacial Lakes State Trail in the city  
12.18 of New London to Sibley State Park, in the  
12.19 County State-Aid Highway 40 corridor, for  
12.20 bicycle and pedestrian use;
- 12.21 (8) up to \$300,000 is to acquire and develop  
12.22 the segment of the Goodhue Pioneer Trail  
12.23 between White Willow and Goodhue;
- 12.24 (9) up to \$3,100,000 is for the Heartland Trail  
12.25 extension from Detroit Lakes to Frazee and  
12.26 to begin work on the Moorhead to Buffalo  
12.27 State Park segment;
- 12.28 (10) up to \$2,500,000 is for paving the  
12.29 Luce Line Trail and developing a parallel  
12.30 horse trail between the cities of Winsted  
12.31 and Cedar Mills. The trail between the city  
12.32 of Winsted and city of Cedar Mills must be  
12.33 available for multiple uses, including hiking,  
12.34 biking, horseback riding, snowmobiling,

13.1 cross-country skiing, and inline skating.  
 13.2 Notwithstanding Minnesota Statutes, section  
 13.3 84.8712, subdivision 1, snowmobiles with  
 13.4 metal traction devices may be used on the  
 13.5 portion of the Luce Line Trail paved with this  
 13.6 appropriation. The commissioner of natural  
 13.7 resources shall ensure that all drainage tile  
 13.8 passing under the Luce Line Trail can be  
 13.9 maintained and provide for adequate crossing  
 13.10 locations for farmers with construction  
 13.11 standards that allow for large machinery to  
 13.12 cross the trail;

13.13 (11) up to \$600,000 for the Mill Towns Trail  
 13.14 segment between Lake Byllesby and the  
 13.15 Cannon Valley Trail, and for the segment  
 13.16 between Dundas and Northfield; and  
 13.17 (12) up to \$200,000 is for the Minnesota  
 13.18 River Trail between Mankato and St. Peter,  
 13.19 and connections to the Sakatah Singing  
 13.20 Hills State Trail and the Red Jacket Trail in  
 13.21 Mankato.

13.22 For any project listed in this subdivision that  
 13.23 the commissioner determines is not ready to  
 13.24 proceed, the commissioner may reallocate  
 13.25 that project's money to another state trail  
 13.26 project described in this section or other state  
 13.27 trail infrastructure. The chairs of the house of  
 13.28 representatives and senate committees with  
 13.29 jurisdiction over environment and natural  
 13.30 resources and legislators from the affected  
 13.31 legislative districts must be notified of any  
 13.32 changes.

13.33 Subd. 6. **RIM Critical Habitat Match**

3,000,000

13.34 To provide the state match for the critical  
 13.35 habitat private sector matching account under

14.1	<u>Minnesota Statutes, section 84.943. This</u>		
14.2	<u>appropriation must be used only to acquire</u>		
14.3	<u>fee title.</u>		
14.4	<u>Subd. 7. <b>Groundwater Monitoring and</b></u>		
14.5	<u><b>Observation Wells</b></u>		<u>2,000,000</u>
14.6	<u>To install groundwater monitoring wells for</u>		
14.7	<u>multiple groundwater quantity and quality</u>		
14.8	<u>monitoring purposes by state agencies, as</u>		
14.9	<u>scientifically and practically appropriate.</u>		
14.10	<u>Subd. 8. <b>Fountain Lake Restoration</b></u>		<u>1,500,000</u>
14.11	<u>For a grant to the Shell Rock River Watershed</u>		
14.12	<u>District for engineering, design, permitting,</u>		
14.13	<u>and land acquisition for sediment removal</u>		
14.14	<u>and cleanup of Fountain Lake.</u>		
14.15	<u>Subd. 9. <b>Fort Snelling Upper Post</b></u>		<u>2,000,000</u>
14.16	<u>For construction of streets, sidewalks, street</u>		
14.17	<u>lighting, storm sewer, sanitary sewer, water</u>		
14.18	<u>main, and other publicly owned infrastructure</u>		
14.19	<u>to accommodate redevelopment of areas of</u>		
14.20	<u>the Fort Snelling Upper Post in Hennepin</u>		
14.21	<u>County. The commissioner of natural</u>		
14.22	<u>resources may make one or more grants to</u>		
14.23	<u>Hennepin County to undertake part or all of</u>		
14.24	<u>the project.</u>		
14.25	<u>Sec. 7. <b>BOARD OF WATER AND SOIL</b></u>		
14.26	<u><b>RESOURCES</b></u>	<u>\$</u>	<u>22,000,000</u>
14.27	<u><b>RIM Conservation Reserve</b></u>		
14.28	<u>(a) To acquire conservation easements from</u>		
14.29	<u>landowners to preserve, restore, create, and</u>		
14.30	<u>enhance wetlands and prairie grasslands</u>		
14.31	<u>and restore and enhance rivers and streams,</u>		
14.32	<u>riparian lands, and associated uplands in</u>		
14.33	<u>order to protect soil and water quality,</u>		
14.34	<u>support fish and wildlife habitat, reduce flood</u>		

15.1 damage, and provide other public benefits.  
 15.2 The provisions of Minnesota Statutes, section  
 15.3 103F.515, apply to this program. Of this  
 15.4 appropriation, up to ten percent may be used  
 15.5 to implement the program.

15.6 (b) The board shall give priority to leveraging  
 15.7 federal funds by (1) enrolling targeted  
 15.8 new lands eligible for the USDA Wetlands  
 15.9 Reserve Program (WRP), or (2) enrolling  
 15.10 lands that have expiring USDA Conservation  
 15.11 Reserve Program (CRP) contracts.

15.12 (c) The board is authorized to enter into  
 15.13 new agreements and amend past agreements  
 15.14 with landowners as required by Minnesota  
 15.15 Statutes, section 103F.515, subdivision 5, to  
 15.16 allow for restoration, including overseeding  
 15.17 and harvesting of native prairie vegetation for  
 15.18 use for energy production in a manner that  
 15.19 does not devalue the natural habitat, water  
 15.20 quality benefits, or carbon sequestration  
 15.21 functions of the area enrolled in the easement.  
 15.22 This shall occur after seed production and  
 15.23 shall minimize impacts on wildlife. Of this  
 15.24 appropriation, up to five percent may be used  
 15.25 for restoration and enhancement, including  
 15.26 overseeding.

15.27 **Sec. 8. MINNESOTA ZOOLOGICAL**  
 15.28 **GARDENS**

**\$ 5,250,000**

15.29 To the Minnesota Zoological Garden Board  
 15.30 for capital asset preservation improvements  
 15.31 and betterments to infrastructure and  
 15.32 exhibits at the Minnesota Zoo, to be spent  
 15.33 in accordance with Minnesota Statutes,  
 15.34 section 16B.307. This appropriation must be  
 15.35 used for repairs to existing state-owned zoo

16.1 buildings and grounds so that they remain  
 16.2 functional and safe, and for engineering and  
 16.3 architectural design for future enhancements  
 16.4 to exhibits, in order to maintain the zoo's  
 16.5 status as one of the state's premier cultural  
 16.6 institutions.

16.7 Sec. 9. ADMINISTRATION

16.8 Subdivision 1. Total Appropriation \$ 110,860,000

16.9 To the commissioner of administration for  
 16.10 the purposes specified in this section.

16.11 Subd. 2. Capitol Renovation and Restoration 109,000,000

16.12 This appropriation may be used for one or  
 16.13 more of the following purposes:

16.14 (1) to complete the design of, and to  
 16.15 construct, repair, improve, renovate, restore,  
 16.16 furnish, and equip the State Capitol building  
 16.17 and grounds; including but not limited  
 16.18 to exterior stone repairs and window  
 16.19 replacement; asbestos and hazardous  
 16.20 materials abatement; mechanical, electrical,  
 16.21 plumbing, and security systems replacement;  
 16.22 general construction, including but not  
 16.23 limited to demolition, site improvements, life  
 16.24 safety improvements, accessibility, security  
 16.25 and telecommunications; roof replacement;  
 16.26 and finish work; and

16.27 (2) to predesign, design, conduct hazardous  
 16.28 materials abatement, construct, repair,  
 16.29 renovate, remodel, furnish, and equip  
 16.30 the State Office Building, Administration  
 16.31 Building, Centennial Office Building, 321  
 16.32 Grove Street Building, and other properties  
 16.33 located on the Capitol campus as determined  
 16.34 by the commissioner of administration



17.1 to meet temporary and permanent office,  
 17.2 storage, parking, and other space needs  
 17.3 occasioned by and in furtherance of an  
 17.4 efficient restoration of the State Capitol  
 17.5 Building and for the efficient and effective  
 17.6 function of the tenants currently located in  
 17.7 the Capitol Building.

17.8 Subd. 3. **Relocation Expenses** 1,860,000

17.9 For rent loss and relocation expenses related  
 17.10 to the Capitol renovation project. This  
 17.11 appropriation is from the general fund.  
 17.12 Notwithstanding Minnesota Statutes, section  
 17.13 16A.642, this appropriation is available until  
 17.14 June 30, 2015. The base for this appropriation  
 17.15 is \$1,380,000 in fiscal year 2016, \$960,000  
 17.16 in fiscal year 2017, and \$0 after that.

17.17 Sec. 10. **MINNESOTA AMATEUR SPORTS**  
 17.18 **COMMISSION**

17.19 Subdivision 1. **Total Appropriation** \$ **8,700,000**

17.20 To the Minnesota Amateur Sports  
 17.21 Commission for the purposes specified in  
 17.22 this section.

17.23 Subd. 2. **Mighty Ducks Grants; Air Handling**  
 17.24 **Systems** 1,500,000

17.25 For grants to local government units under  
 17.26 Minnesota Statutes, section 240A.09,  
 17.27 paragraph (g) or (k), to install, renovate,  
 17.28 or replace heating, ventilating, and air  
 17.29 conditioning systems in existing indoor ice  
 17.30 arenas whose ice resurfacing and ice edging  
 17.31 equipment are not powered by electricity  
 17.32 in order to improve indoor air quality by  
 17.33 reducing concentrations of carbon monoxide  
 17.34 and nitrogen dioxide. The new or renovated  
 17.35 heating, ventilating, and air conditioning

18.1 systems may include continuous electronic  
18.2 air monitoring devices to automatically  
18.3 activate the ventilation systems when the  
18.4 concentration of carbon monoxide or nitrogen  
18.5 dioxide reaches a predetermined level.

18.6 Subd. 3. **Southwest Regional Amateur Sports**  
18.7 **Center**

4,000,000

18.8 For a grant to the city of Marshall to acquire  
18.9 land and prepare a site for, and to design,  
18.10 construct, furnish, and equip the Southwest  
18.11 Regional Amateur Sports Center in Marshall.  
18.12 This appropriation is not available until the  
18.13 commissioner of management and budget  
18.14 determines that at least an equal amount  
18.15 is committed to the project from nonstate  
18.16 sources.

18.17 Subd. 4. **National Sports Center Expansion**

3,200,000

18.18 For site development and for the design and  
18.19 construction of parking lots, roads, athletic  
18.20 fields, and other infrastructure necessary  
18.21 for expansion of tournament fields at the  
18.22 National Sports Center in Blaine.

18.23 Sec. 11. **MILITARY AFFAIRS**

\$ 1,500,000

18.24 To the adjutant general for asset preservation  
18.25 improvements and betterments of a capital  
18.26 nature at military affairs facilities statewide,  
18.27 to be spent in accordance with Minnesota  
18.28 Statutes, section 16B.307.

18.29 Sec. 12. **TRANSPORTATION**

18.30 Subdivision 1. **Total Appropriation**

\$ 94,220,000

18.31 To the commissioner of transportation for the  
18.32 purposes specified in this section.

19.1 Subd. 2. **Local Bridge Replacement and**  
19.2 **Rehabilitation** 20,000,000

19.3 This appropriation is from the bond proceeds  
19.4 account in the state transportation fund  
19.5 to match federal money and to replace  
19.6 or rehabilitate local deficient bridges as  
19.7 provided in Minnesota Statutes, section  
19.8 174.50. To the extent practicable, the  
19.9 commissioner shall expend the funds as  
19.10 provided under Minnesota Statutes, section  
19.11 174.50, subdivision 6a, 6b, or 6c.

19.12 Subd. 3. **Local Road Improvement Fund**  
19.13 **Grants** 35,000,000

19.14 This appropriation is from the bond proceeds  
19.15 account in the state transportation fund as  
19.16 provided in Minnesota Statutes, section  
19.17 174.50, for construction and reconstruction  
19.18 of local roads with statewide or regional  
19.19 significance under Minnesota Statutes,  
19.20 section 174.52, subdivision 4, or for grants to  
19.21 counties to assist in paying the costs of rural  
19.22 road safety capital improvement projects on  
19.23 county state-aid highways under Minnesota  
19.24 Statutes, section 174.52, subdivision 4a.

19.25 This appropriation includes money for a  
19.26 grant to Anoka County to complete the final  
19.27 design, land acquisition, and construction  
19.28 of the interchange of marked U.S. Highway  
19.29 10 and Anoka County State-Aid Highway  
19.30 83 (Armstrong Boulevard) in the city of  
19.31 Ramsey, and for associated improvements.

19.32 \$250,000 of this appropriation is for a grant  
19.33 to Pine Lake Township in Otter Tail County  
19.34 for improvements to Niche Lake Road

20.1 between County Road 8 and County Road 53  
 20.2 in Pine Lake Township.

20.3 Subd. 4. **Greater Minnesota Transit** 4,920,000

20.4 For capital assistance for greater Minnesota  
 20.5 transit systems to be used for transit capital  
 20.6 facilities under Minnesota Statutes, section  
 20.7 174.24, subdivision 3c. Money from this  
 20.8 appropriation may be used to pay up to 80  
 20.9 percent of the nonfederal share of these  
 20.10 facilities. Of this appropriation:

20.11 \$450,000 is for a grant to the city of Mankato  
 20.12 for phase III of the facility improvements;

20.13 \$800,000 is for a grant to the Rainbow Rider  
 20.14 Transit Board for bus garages in Elbow Lake,  
 20.15 Morris, Wheaton, Lowery, and Alexandria;

20.16 \$2,000,000 is for a grant to the St. Cloud  
 20.17 Metropolitan Transit Commission for phase  
 20.18 I of the metro bus operations center vehicle  
 20.19 storage addition and improvements project;  
 20.20 and

20.21 \$550,000 is for a grant to the Kandiyohi Area  
 20.22 Transit Joint Powers Board for an additional  
 20.23 bus storage garage in Willmar.

20.24 Subd. 5. **Minnesota Valley Regional Railroad**  
 20.25 **Track Rehabilitation** 3,800,000

20.26 For a grant to the Minnesota Valley Regional  
 20.27 Rail Authority to rehabilitate and make  
 20.28 capital improvements of portions of railroad  
 20.29 track between Norwood-Young America and  
 20.30 Hanley Falls. A grant under this section is in  
 20.31 addition to any grant, loan, or loan guarantee  
 20.32 for this project made by the commissioner  
 20.33 under Minnesota Statutes, sections 222.46  
 20.34 to 222.62.

21.1	<u>Before seeking appropriations in the future,</u>	
21.2	<u>the authority must seek local contributions</u>	
21.3	<u>from the member counties.</u>	
21.4	<b><u>Subd. 6. Railroad Warning Devices</u></b>	
21.5	<b><u>Replacement</u></b>	<u>500,000</u>
21.6	<u>To design, construct, and equip the</u>	
21.7	<u>replacement of active highway railroad grade</u>	
21.8	<u>crossing warning devices that have reached</u>	
21.9	<u>the end of their useful life.</u>	
21.10	<b><u>Subd. 7. Intercity Passenger Rail Projects</u></b>	<u>15,000,000</u>
21.11	<u>To implement capital improvements and</u>	
21.12	<u>betterments for intercity passenger rail</u>	
21.13	<u>projects as identified in the statewide freight</u>	
21.14	<u>and passenger rail plan under Minnesota</u>	
21.15	<u>Statutes, section 174.03, subdivision 1b,</u>	
21.16	<u>which are determined to be eligible for</u>	
21.17	<u>United States Department of Transportation</u>	
21.18	<u>funding. Notwithstanding any law to the</u>	
21.19	<u>contrary, a portion or phase of an intercity</u>	
21.20	<u>passenger rail project may be accomplished</u>	
21.21	<u>with one or more state appropriations and</u>	
21.22	<u>an intercity passenger rail project need not</u>	
21.23	<u>be completed with any one appropriation.</u>	
21.24	<u>Capital improvements and betterments</u>	
21.25	<u>include preliminary engineering, design,</u>	
21.26	<u>engineering, environmental analysis</u>	
21.27	<u>and mitigation, acquisition of land and</u>	
21.28	<u>right-of-way, and construction.</u>	
21.29	<b><u>Subd. 8. Safe Routes to School</u></b>	<u>2,000,000</u>
21.30	<u>For grants under Minnesota Statutes, section</u>	
21.31	<u>174.40.</u>	
21.32	<b><u>Subd. 9. Range Regional Airport</u></b>	<u>5,000,000</u>
21.33	<u>For a grant to the Chisholm-Hibbing Airport</u>	
21.34	<u>Authority to construct, furnish, and equip</u>	

22.1	<u>improvements and betterments of a capital</u>		
22.2	<u>nature at the Range Regional Airport</u>		
22.3	<u>terminal. The airport authority must use</u>		
22.4	<u>American-made steel for this project, unless</u>		
22.5	<u>the airport authority determines that an</u>		
22.6	<u>exception in Public Law 111-5, section 1605,</u>		
22.7	<u>applies.</u>		
22.8	<b><u>Subd. 10. Port Development Assistance</u></b>		<b><u>8,000,000</u></b>
22.9	<u>For grants under Minnesota Statutes, chapter</u>		
22.10	<u>457A. Any improvements made with the</u>		
22.11	<u>proceeds of these grants must be publicly</u>		
22.12	<u>owned.</u>		
22.13	<b><u>Sec. 13. METROPOLITAN COUNCIL</u></b>		
22.14	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>75,000,000</u></b>
22.15	<u>To the Metropolitan Council for the purposes</u>		
22.16	<u>specified in this section.</u>		
22.17	<b><u>Subd. 2. Transit Capital Improvement</u></b>		
22.18	<b><u>Program</u></b>		<b><u>50,000,000</u></b>
22.19	<u>(a) To advance transit in the metropolitan</u>		
22.20	<u>area in accordance with the Metropolitan</u>		
22.21	<u>Council's 2030 Transportation Policy Plan</u>		
22.22	<u>and in consultation with the Counties Transit</u>		
22.23	<u>Improvement Board. This appropriation</u>		
22.24	<u>may be used by the Metropolitan Council</u>		
22.25	<u>or for grants to metropolitan area political</u>		
22.26	<u>subdivisions for preliminary engineering,</u>		
22.27	<u>engineering, environmental assessment,</u>		
22.28	<u>environmental work, design, right-of-way</u>		
22.29	<u>acquisition, and construction for the</u>		
22.30	<u>Lake Street and I-35W transit station in</u>		
22.31	<u>Minneapolis, and in the following transit</u>		
22.32	<u>way corridors: Bottineau Boulevard, East</u>		
22.33	<u>7th Street in St. Paul, I-94 Gateway, Nicollet</u>		

23.1 Avenue, Red Rock, Riverview, Robert Street,  
 23.2 Rush Line, Snelling Avenue, and Southwest.

23.3 (b) The council shall allocate transit capital  
 23.4 development resources so as to achieve  
 23.5 geographic balance within the region to the  
 23.6 extent possible.

23.7 Subd. 3. **Metropolitan Regional Parks and**  
 23.8 **Trails Capital Improvements**

23.9 (a) **Old Cedar Avenue Bridge, Bloomington** 7,000,000

23.10 For a grant to the city of Bloomington for  
 23.11 environmental analysis and review, and to  
 23.12 design, renovate, and restore, or to replace,  
 23.13 the Old Cedar Avenue Bridge for bicycle  
 23.14 commuters and recreational users. This  
 23.15 appropriation is added to the appropriation  
 23.16 for the same project made in Laws 2006,  
 23.17 chapter 258, section 17, subdivision 8,  
 23.18 as amended by Laws 2008, chapter 179,  
 23.19 section 64, Laws 2011, First Special Session  
 23.20 chapter 12, section 30, and this act; Laws  
 23.21 2008, chapter 365, section 4, subdivision  
 23.22 3, as amended by Laws 2010, chapter 189,  
 23.23 section 58, Laws 2011, First Special Session  
 23.24 chapter 12, section 36, and this act; and Laws  
 23.25 2010, chapter 189, section 16, subdivision  
 23.26 4, as amended by Laws 2011, First Special  
 23.27 Session chapter 12, section 45, and this act.

23.28 (b) **Springbrook Nature Center, Fridley** 5,000,000

23.29 For a grant to the city of Fridley to predesign,  
 23.30 design, construct, furnish, and equip  
 23.31 the redevelopment and expansion of the  
 23.32 Springbrook Nature Center. No nonstate  
 23.33 match is required.

23.34 (c) **Heritage Village - Rock Island Swing**  
 23.35 **Bridge, Inver Grove Heights** 3,500,000

24.1 For a grant to the city of Inver Grove Heights  
 24.2 for public infrastructure improvements  
 24.3 and land acquisition in and adjacent to the  
 24.4 Heritage Village Park, the Mississippi River  
 24.5 Trail, and the Rock Island Swing Bridge.  
 24.6 These improvements will include but are  
 24.7 not limited to motor vehicle access, utility  
 24.8 service, stormwater treatment, and trail and  
 24.9 sidewalk connections. This appropriation  
 24.10 is not available until the commissioner of  
 24.11 management and budget has determined that  
 24.12 at least an equal amount has been committed  
 24.13 to the project from nonstate sources.

24.14 **(d) Fish Creek Trail, Maplewood** 500,000

24.15 For a grant to the city of Maplewood to  
 24.16 acquire and develop approximately 70 acres  
 24.17 of land along Fish Creek to be included  
 24.18 within the Fish Creek Natural Greenway, a  
 24.19 park of regional and historical significance  
 24.20 located in Ramsey County within the  
 24.21 Mississippi National River and Recreation  
 24.22 Area. This appropriation is not available  
 24.23 until an amount sufficient to complete the  
 24.24 acquisition is committed to the project from  
 24.25 nonstate sources.

24.26 **(e) Minneapolis Sculpture Garden** 7,000,000

24.27 For a grant to the Minneapolis Park and  
 24.28 Recreation Board to predesign, design, and  
 24.29 construct renovation of the Minneapolis  
 24.30 Sculpture Garden, which displays art  
 24.31 owned by the Walker Art Center, subject  
 24.32 to Minnesota Statutes, section 16A.695.  
 24.33 The complete renovation will include  
 24.34 improving irrigation, drainage, the parking  
 24.35 lot, security, granite substructures, concrete,



25.1 and fixtures, in order to update them with  
25.2 more ecologically sustainable options that  
25.3 are less expensive to maintain; increasing  
25.4 physical accessibility in accordance with  
25.5 the Americans with Disabilities Act;  
25.6 transplanting and replacing trees and plant  
25.7 materials; and improving the mechanical  
25.8 plant, piping, and flooring of the Cowles  
25.9 Conservatory to permit its flexible reuse in a  
25.10 way that is more ecologically sustainable and  
25.11 less expensive to maintain.

25.12 Subd. 4. **Metropolitan Cities Inflow and**  
25.13 **Infiltration Grants**

2,000,000

25.14 For grants to cities within the metropolitan  
25.15 area, as defined in Minnesota Statutes,  
25.16 section 473.121, subdivision 2, for capital  
25.17 improvements in municipal wastewater  
25.18 collection systems to reduce the amount of  
25.19 inflow and infiltration to the Metropolitan  
25.20 Council's metropolitan sanitary sewer  
25.21 disposal system. Grants from this  
25.22 appropriation are for up to 50 percent of the  
25.23 cost to mitigate inflow and infiltration in  
25.24 the publicly owned municipal wastewater  
25.25 collection systems. The council must award  
25.26 grants based on applications from cities that  
25.27 identify eligible capital costs and include a  
25.28 timeline for inflow and infiltration mitigation  
25.29 construction, pursuant to guidelines  
25.30 established by the council.

25.31 Sec. 14. **HUMAN SERVICES**

25.32 Subdivision 1. **Total Appropriation**

\$ 40,912,000

25.33 To the commissioner of administration, or  
25.34 another named agency, for the purposes  
25.35 specified in this section.

26.1	<u>Subd. 2. <b>Minnesota Security Hospital - St.</b></u>	
26.2	<u><b>Peter, Phase One</b></u>	<u>36,317,000</u>
26.3	<u>To complete the design of and to construct,</u>	
26.4	<u>furnish, and equip the first phase of a</u>	
26.5	<u>two-phase project to remodel existing, and to</u>	
26.6	<u>develop new, residential, program, activity,</u>	
26.7	<u>and ancillary facilities for the Minnesota</u>	
26.8	<u>Security Hospital on the upper campus of</u>	
26.9	<u>the St. Peter Regional Treatment Center.</u>	
26.10	<u>In addition, phase one includes funding</u>	
26.11	<u>to design phase two of the project. Upon</u>	
26.12	<u>substantial completion of phase one, any</u>	
26.13	<u>unspent portion of this appropriation is</u>	
26.14	<u>available for phase two.</u>	
26.15	<u>Subd. 3. <b>Remembering With Dignity</b></u>	<u>195,000</u>
26.16	<u>To the commissioner of human services for</u>	
26.17	<u>grave markers or memorial monuments for</u>	
26.18	<u>unmarked graves on public land of deceased</u>	
26.19	<u>residents of state hospitals or regional</u>	
26.20	<u>treatment centers.</u>	
26.21	<u>Subd. 4. <b>Hennepin County; St. David's Center</b></u>	
26.22	<u><b>for Child and Family Development</b></u>	<u>3,750,000</u>
26.23	<u>To the commissioner of human services for a</u>	
26.24	<u>grant to Hennepin County to acquire land for</u>	
26.25	<u>and to predesign, design, construct, furnish,</u>	
26.26	<u>and equip the expansion and renovation of</u>	
26.27	<u>the St. David's Center for Child and Family</u>	
26.28	<u>Development, subject to Minnesota Statutes,</u>	
26.29	<u>section 16A.695. The center must be used</u>	
26.30	<u>to promote the public welfare by providing</u>	
26.31	<u>early childhood education and respite care,</u>	
26.32	<u>children's mental health services, pediatric</u>	
26.33	<u>rehabilitative therapies for children with</u>	
26.34	<u>special needs, support services for persons</u>	
26.35	<u>with disabilities, foster care placement, and</u>	

27.1 other interventions for children who are  
 27.2 at risk for poor developmental outcomes  
 27.3 or maltreatment. This appropriation is  
 27.4 not available until the commissioner of  
 27.5 management and budget has determined that  
 27.6 at least an equal amount has been expended  
 27.7 or committed to the project from nonstate  
 27.8 resources.

27.9 Subd. 5. **Maplewood; Harriet Tubman Center**  
 27.10 **East**

650,000

27.11 To the commissioner of human services for  
 27.12 a grant to the city of Maplewood to design,  
 27.13 renovate, and equip the Harriet Tubman  
 27.14 Center East to be used as a regional safety  
 27.15 service center for a domestic violence shelter,  
 27.16 legal services, youth programs, mental and  
 27.17 chemical health services, and community  
 27.18 education. This appropriation is added to  
 27.19 the appropriation in Laws 2012, chapter  
 27.20 293, section 18, subdivision 3, for the same  
 27.21 purposes.

27.22 Sec. 15. **VETERANS AFFAIRS**

\$ 5,335,000

27.23 To the commissioner of administration  
 27.24 for asset preservation improvements and  
 27.25 betterments of a capital nature at the  
 27.26 veterans homes and the Little Falls veterans  
 27.27 cemetery, to be spent in accordance with  
 27.28 Minnesota Statutes, section 16B.307. Of this  
 27.29 appropriation:  
 27.30 \$275,000 is for the Fergus Falls veterans  
 27.31 home;  
 27.32 \$1,635,000 is for the Hastings veterans home;  
 27.33 \$770,000 is for the Luverne veterans home;

28.1 \$1,630,000 is for the Minneapolis veterans  
 28.2 home;  
 28.3 \$975,000 is for the Silver Bay veterans  
 28.4 home; and  
 28.5 \$70,000 is for the Little Falls veterans  
 28.6 cemetery.

28.7 Sec. 16. **CORRECTIONS** **\$** **3,000,000**

28.8 To the commissioner of administration  
 28.9 for asset preservation improvements and  
 28.10 betterments of a capital nature at Minnesota  
 28.11 correctional facilities statewide, including  
 28.12 providing additional space for sex offender  
 28.13 treatment, to be spent in accordance with  
 28.14 Minnesota Statutes, section 16B.307.

28.15 Sec. 17. **EMPLOYMENT AND ECONOMIC**  
 28.16 **DEVELOPMENT**

28.17 Subdivision 1. **Total Appropriation** **\$** **118,743,000**

28.18 To the commissioner of employment and  
 28.19 economic development for the purposes  
 28.20 specified in this section.

28.21 Subd. 2. **Public Building Accessibility Grants** **450,000**

28.22 For grants to political subdivisions under  
 28.23 new Minnesota Statutes, section 116J.434.

28.24 Subd. 3. **Brainerd, Sewer and Water Extension**  
 28.25 **to the Brainerd Lakes Regional Airport** **5,000,000**

28.26 For a grant to the city of Brainerd to design,  
 28.27 engineer, and construct an extension of water  
 28.28 and sanitary sewer service to the Brainerd  
 28.29 Lakes Regional Airport and to replace  
 28.30 approximately one mile of existing sewer to  
 28.31 accommodate flow from the airport.

28.32 Subd. 4. **Chatfield, Center for the Arts** **7,000,000**

29.1 For a grant to the city of Chatfield economic  
 29.2 development authority to predesign, design,  
 29.3 renovate, construct, furnish, and equip the  
 29.4 Chatfield Center for the Arts in the city of  
 29.5 Chatfield. The center includes the George  
 29.6 H. Potter auditorium, the adjacent 1916  
 29.7 school building, and the land surrounding the  
 29.8 structures currently owned by the economic  
 29.9 development authority. Money, land and  
 29.10 buildings, and in-kind contributions provided  
 29.11 to the center before the enactment of this  
 29.12 section are considered to be sufficient local  
 29.13 match, and no further local match is required.

29.14 Subd. 5. **Duluth**

29.15 (a) **NorShor Theatre**

4,950,000

29.16 For a grant to the Duluth Economic  
 29.17 Development Authority to design, construct,  
 29.18 furnish, and equip public improvements  
 29.19 and to provide public access to the historic  
 29.20 NorShor Theatre, including skyway access  
 29.21 for connection to nearby public parking,  
 29.22 interior circulation, street and utility  
 29.23 improvements, handicapped access, and  
 29.24 restoration of the theater's lobby, entrance,  
 29.25 and marquee as part of the overall restoration  
 29.26 of the theater.

29.27 This appropriation is not available until the  
 29.28 commissioner of management and budget  
 29.29 has determined that at least \$2 has been  
 29.30 committed from nonstate sources for private  
 29.31 renovation and improvement of the interior  
 29.32 of the theatre and the surrounding structures  
 29.33 for every \$1 of state funds, and that sufficient  
 29.34 nonstate funds are available to complete both  
 29.35 the state bond-financed portion of the project

30.1 and the balance of the private development.  
30.2 Funds invested in the project by a person  
30.3 receiving state historic tax credits pursuant to  
30.4 Minnesota Statutes, section 290.0681, shall  
30.5 be deemed nonstate funds for purposes of  
30.6 this requirement. The city of Duluth and the  
30.7 Duluth Economic Development Authority  
30.8 may operate a performing arts center and  
30.9 facilities that provide access to the center,  
30.10 and may enter into a lease or management  
30.11 agreement, subject to Minnesota Statutes,  
30.12 section 16A.695. The state bond-financed  
30.13 project subject to Minnesota Statutes,  
30.14 section 16A.695, shall consist only of  
30.15 those improvements paid for with state  
30.16 general obligation bond proceeds. The  
30.17 state bond-financed property may be legally  
30.18 described either as a separately platted real  
30.19 estate parcel under a registered land survey  
30.20 or a condominium unit. Due to the integrated  
30.21 nature of the overall development, public  
30.22 bidding shall not be required for the state  
30.23 bond-financed project, provided there shall  
30.24 be a separate construction contract for this  
30.25 portion of the project, and any amounts  
30.26 required for this portion of the project, in  
30.27 excess of the bond appropriation, shall be  
30.28 paid by nonstate sources.

30.29 **(b) Wade Stadium**

250,000

30.30 For a grant to the city of Duluth to design  
30.31 improvements to Wade Stadium, including a  
30.32 grandstand and field, with proper drainage,  
30.33 for a ballpark and public outdoor events  
30.34 facility. This appropriation is not available  
30.35 until the commissioner determines that at

31.1 least an equal amount is committed to the  
 31.2 project from nonstate sources.

31.3 Subd. 6. **Mankato, Arena and Events Center**  
 31.4 **Auditorium**

14,500,000

31.5 For a grant to the city of Mankato to design,  
 31.6 construct, improve, furnish, and equip the  
 31.7 Mankato Arena and to design, expand,  
 31.8 furnish, and equip the adjacent Events Center  
 31.9 Auditorium.

31.10 This appropriation is not available until the  
 31.11 commissioner of management and budget  
 31.12 has determined that at least an equal amount  
 31.13 has been committed to the project from  
 31.14 nonstate sources.

31.15 Subd. 7. **Minneapolis**

31.16 **Masonic Temple at Hennepin Center for the**  
 31.17 **Arts**

3,000,000

31.18 For a grant to the city of Minneapolis for  
 31.19 improvements and betterments of a capital  
 31.20 nature to renovate the historic Masonic  
 31.21 Temple at the Hennepin Center for the  
 31.22 Arts, subject to Minnesota Statutes, section  
 31.23 16A.695.

31.24 Subd. 8. **Red Wing, River Renaissance**

1,583,000

31.25 For a grant to the city of Red Wing for  
 31.26 improvements of a capital nature to the area  
 31.27 between Levee Road and the Mississippi  
 31.28 River, extending between Bay Point Drive  
 31.29 and Broad Street in Red Wing. This project  
 31.30 includes: reconstruction of Levee Road from  
 31.31 Broad Street to Jackson Street; improvements  
 31.32 to storm water, sanitary sewer, and drinking  
 31.33 water infrastructure; replacement of a harbor  
 31.34 retaining wall; parking improvements;  
 31.35 lighting improvements; and construction of a

32.1 segment of the Riverwalk Trail. This grant  
 32.2 is not available until the commissioner of  
 32.3 management and budget determines that an  
 32.4 amount sufficient to complete the project is  
 32.5 committed to it from nonstate sources.

32.6 Subd. 9. **Rochester, Mayo Civic Center**  
 32.7 **Complex**

35,000,000

32.8 For a grant to the city of Rochester to design,  
 32.9 construct, furnish, and equip the renovation  
 32.10 and expansion of the Mayo Civic Center  
 32.11 complex and related infrastructure, including  
 32.12 but not limited to skyway access, lighting,  
 32.13 parking, and landscaping.

32.14 Subd. 10. **St. Cloud, River's Edge Convention**  
 32.15 **Center**

10,100,000

32.16 For a grant to the city of St. Cloud to  
 32.17 predesign, design, construct, furnish, and  
 32.18 equip an expansion of the River's Edge  
 32.19 Convention Center, including a parking  
 32.20 facility and pedestrian skyway connection.  
 32.21 This appropriation is not available until the  
 32.22 commissioner of management and budget  
 32.23 determines that at least \$10,100,000 has  
 32.24 been committed to the project from nonstate  
 32.25 sources. Amounts expended by the city of St.  
 32.26 Cloud for project costs since July 1, 2010,  
 32.27 shall count toward the matching requirement.

32.28 Subd. 11. **St. Paul**

32.29 (a) **Minnesota Children's Museum**

14,000,000

32.30 For a grant to the city of St. Paul to predesign,  
 32.31 design, construct, furnish, and equip an  
 32.32 expansion and renovation of the Minnesota  
 32.33 Children's Museum, subject to Minnesota  
 32.34 Statutes, section 16A.695. The expansion  
 32.35 and exhibit upgrades should incorporate the



33.1 latest research on early learning, allow for  
33.2 new state-of-the art education facilities, and  
33.3 increase the capacity of visitors to galleries  
33.4 and programming areas.

33.5 This appropriation is not available until the  
33.6 commissioner of management and budget  
33.7 has determined that at least an equal amount  
33.8 has been committed from nonstate sources.

33.9 **(b) Ordway Center for the Performing Arts** 5,000,000

33.10 This appropriation is added to the  
33.11 appropriation in Laws 2010, chapter 189,  
33.12 section 21, subdivision 16, paragraph (b), and  
33.13 is for the same purposes. This appropriation  
33.14 is not available until the commissioner of  
33.15 management and budget determines that the  
33.16 labor contract dispute between the St. Paul  
33.17 Chamber Orchestra and the musicians has  
33.18 been settled.

33.19 **(c) Twin Cities Public Television Building**  
33.20 **Renovation** 9,000,000

33.21 For a grant to the city of St. Paul to  
33.22 construct and renovate the Twin Cities Public  
33.23 Television Building in downtown St. Paul.  
33.24 This appropriation is not available until at  
33.25 least an equal amount is committed to the  
33.26 project from nonstate sources.

33.27 **(d) University Enterprise Laboratories** 500,000

33.28 For a grant to the St. Paul Port Authority to  
33.29 design phase two of the University Enterprise  
33.30 Laboratories building in St. Paul, subject  
33.31 to Minnesota Statutes, section 16A.695.  
33.32 Amounts expended to complete phase one  
33.33 of the University Enterprise Laboratories  
33.34 building since January 1, 2004, shall count  
33.35 toward the matching requirement.

34.1	<b><u>Subd. 12. Truman, Storm Water Project</u></b>	<b><u>1,350,000</u></b>
34.2	<u>For a grant to the city of Truman to design,</u>	
34.3	<u>construct, and install new storm water lines</u>	
34.4	<u>to two areas of the city that experience</u>	
34.5	<u>flooding with heavy rain. This appropriation</u>	
34.6	<u>is not available until the commissioner of</u>	
34.7	<u>management and budget has determined that</u>	
34.8	<u>at least an equal amount has been committed</u>	
34.9	<u>to the project from nonstate sources.</u>	
34.10	<b><u>Subd. 13. Virginia, Relocation of Utilities and</u></b>	
34.11	<b><u>Trails</u></b>	
34.12	<b><u>(a) Utilities relocation</u></b>	<b><u>1,410,000</u></b>
34.13	<u>For a grant to the city of Virginia and the</u>	
34.14	<u>Virginia Public Utilities Commission for</u>	
34.15	<u>engineering and predesign for relocation of</u>	
34.16	<u>gas, electric, water, sanitary sewer, and storm</u>	
34.17	<u>sewer utilities made necessary by and in</u>	
34.18	<u>conjunction with the relocation of marked</u>	
34.19	<u>Trunk Highway 53 in Virginia.</u>	
34.20	<b><u>(b) Mesabi trails relocation</u></b>	<b><u>150,000</u></b>
34.21	<u>For a grant to the St. Louis and Lake</u>	
34.22	<u>Counties Regional Railroad Authority for</u>	
34.23	<u>soil testing and preparation for relocation of</u>	
34.24	<u>portions of the Mesabi bicycle, snowmobile,</u>	
34.25	<u>and ATV trails that must be relocated due to</u>	
34.26	<u>the relocation of marked Trunk Highway 53.</u>	
34.27	<b><u>Subd. 14. Voyageurs National Park Clean</u></b>	
34.28	<b><u>Water Joint Powers Board</u></b>	<b><u>5,500,000</u></b>
34.29	<u>For a grant to the Voyageurs National Park</u>	
34.30	<u>Clean Water Joint Powers Board to acquire</u>	
34.31	<u>land for, and to predesign, design, and</u>	
34.32	<u>construct new sanitary sewer collection</u>	
34.33	<u>systems in Koochiching and St. Louis</u>	
34.34	<u>Counties. The systems must address</u>	

35.1 the sanitary sewer needs and projects in  
35.2 the communities surrounding Voyageurs  
35.3 National Park. This appropriation is  
35.4 not available until the commissioner of  
35.5 management and budget determines that at  
35.6 least an equal amount has been committed to  
35.7 the project from nonstate sources.

35.8 Sec. 18. **PUBLIC FACILITIES AUTHORITY**

35.9 **Subdivision 1. Total Appropriation** **\$ 37,500,000**

35.10 To the Public Facilities Authority for the  
35.11 purposes specified in this section.

35.12 **Subd. 2. State Match for Federal Grants** **8,000,000**

35.13 To match federal grants for the clean water  
35.14 revolving fund under Minnesota Statutes,  
35.15 section 446A.07, and the drinking water  
35.16 revolving fund under Minnesota Statutes,  
35.17 section 446A.081. This appropriation must  
35.18 be used for qualified capital projects.

35.19 **Subd. 3. Wastewater Infrastructure Funding**  
35.20 **Program** **25,000,000**

35.21 For grants to eligible municipalities under  
35.22 the wastewater infrastructure funding  
35.23 program under Minnesota Statutes, section  
35.24 446A.072. Up to \$5,000,000 may be used for  
35.25 eligible costs to implement the wastewater  
35.26 infrastructure funding program.

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

35.28 For a grant to the Big Lake Area Sanitary  
35.29 District to construct a pressure sewer system  
35.30 and force main to convey sewage to the  
35.31 Western Lake Superior Sanitary District  
35.32 connection in the city of Cloquet.

36.1 Sec. 19. MINNESOTA HOUSING FINANCE  
 36.2 AGENCY

\$ 15,000,000

36.3 (a) To the Minnesota Housing Finance  
 36.4 Agency for transfer to the housing  
 36.5 development fund to finance the costs of  
 36.6 rehabilitation to preserve public housing  
 36.7 under Minnesota Statutes, section 462A.202,  
 36.8 subdivision 3a. For purposes of this  
 36.9 section, "public housing" means housing for  
 36.10 low-income persons and households financed  
 36.11 by the federal government and owned and  
 36.12 operated by the public housing authorities  
 36.13 and agencies formed by cities and counties.  
 36.14 Public housing authorities receiving a public  
 36.15 housing assessment composite score of 80  
 36.16 or above are eligible to receive funding.  
 36.17 Priority must be given to proposals that  
 36.18 maximize federal or local resources to  
 36.19 finance the capital costs. The priority in  
 36.20 Minnesota Statutes, section 462A.202,  
 36.21 subdivision 3a, for projects to increase  
 36.22 the supply of affordable housing and the  
 36.23 restrictions of Minnesota Statutes, section  
 36.24 462A.202, subdivision 7, do not apply to this  
 36.25 appropriation.

36.26 (b) In using proceeds of the housing  
 36.27 infrastructure bonds authorized in this  
 36.28 act, the agency shall give consideration to  
 36.29 projects that will provide supportive housing  
 36.30 for homeless youth, and for women and  
 36.31 children seeking to escape exploitation and  
 36.32 trafficking.

36.33 Sec. 20. MINNESOTA HISTORICAL  
 36.34 SOCIETY

36.35 Subdivision 1. Total Appropriation

\$ 10,607,000

37.1 To the Minnesota Historical Society for the  
 37.2 purposes specified in this section.

37.3 Subd. 2. **Historic Sites Asset Preservation** 750,000

37.4 For capital improvements and betterments  
 37.5 at state historic sites, buildings, landscaping  
 37.6 at historic buildings, exhibits, markers, and  
 37.7 monuments, to be spent in accordance with  
 37.8 Minnesota Statutes, section 16B.307. The  
 37.9 society shall determine project priorities as  
 37.10 appropriate based on need.

37.11 Subd. 3. **Oliver H. Kelley Farm Historic Site** 9,857,000

37.12 To complete design and to construct, furnish,  
 37.13 and equip the renovation of the Oliver H.  
 37.14 Kelley Farm Historic Site, including the  
 37.15 site's visitor center and other essential visitor  
 37.16 services and site operations facilities.

37.17 Sec. 21. **BOND SALE EXPENSES** \$ 800,000

37.18 To the commissioner of management  
 37.19 and budget for bond sale expenses under  
 37.20 Minnesota Statutes, section 16A.641,  
 37.21 subdivision 8.

37.22 Sec. 22. **BOND SALE SCHEDULE.**

37.23 The commissioner of management and budget shall schedule the sale of state  
 37.24 general obligation bonds so that, during the biennium ending June 30, 2015, no more  
 37.25 than \$1,347,152,000 will need to be transferred from the general fund to the state bond  
 37.26 fund to pay principal and interest due and to become due on outstanding state general  
 37.27 obligation bonds. During the biennium, before each sale of state general obligation bonds,  
 37.28 the commissioner of management and budget shall calculate the amount of debt service  
 37.29 payments needed on bonds previously issued and shall estimate the amount of debt service  
 37.30 payments that will be needed on the bonds scheduled to be sold. The commissioner shall  
 37.31 adjust the amount of bonds scheduled to be sold so as to remain within the limit set by this  
 37.32 section. The amount needed to make the debt service payments is appropriated from the  
 37.33 general fund as provided in Minnesota Statutes, section 16A.641.

38.1       Sec. 23. **BOND SALE AUTHORIZATION.**

38.2           Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act  
38.3 from the bond proceeds fund, the commissioner of management and budget shall sell and  
38.4 issue bonds of the state in an amount up to \$761,027,000 in the manner, upon the terms,  
38.5 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and  
38.6 by the Minnesota Constitution, article XI, sections 4 to 7.

38.7           Subd. 2. **Maximum effort school loan fund.** To provide the money appropriated in  
38.8 this act from the maximum effort school loan fund, the commissioner of management and  
38.9 budget shall sell and issue bonds of the state in an amount up to \$5,491,000 in the manner,  
38.10 upon the terms, and with the effect prescribed by Minnesota Statutes, sections 16A.631 to  
38.11 16A.675, and by the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of  
38.12 the bonds, except accrued interest and any premium received on the sale of the bonds,  
38.13 must be credited to a bond proceeds account in the maximum effort school loan fund.

38.14           Subd. 3. **Transportation fund.** To provide the money appropriated in this act from  
38.15 the state transportation fund, the commissioner of management and budget shall sell and  
38.16 issue bonds of the state in an amount up to \$55,000,000 in the manner, upon the terms, and  
38.17 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by  
38.18 the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds, except  
38.19 accrued interest and any premium received on the sale of the bonds, must be credited to  
38.20 a bond proceeds account in the state transportation fund.

38.21       Sec. 24. **CANCELLATIONS; BOND SALE AUTHORIZATION REDUCTIONS.**

38.22           Subdivision 1. **2009 MnDOT aeronautics.** The \$2,000,000 appropriation in  
38.23 Laws 2009, chapter 93, article 1, section 11, subdivision 7, for the Alexandria aircraft  
38.24 surveillance facility, is canceled. The bond sale authorization in Laws 2009, chapter 93,  
38.25 article 1, section 21, subdivision 1, is reduced by \$2,000,000.

38.26       Sec. 25. Minnesota Statutes 2012, section 12A.16, subdivision 5, is amended to read:

38.27           Subd. 5. **Waivers authorized.** The requirements of section 174.50, subdivisions 5;  
38.28 ~~6, 6a, and~~ to 7, are waived for grants under subdivision 3.

38.29       Sec. 26. Minnesota Statutes 2012, section 16A.641, subdivision 4a, is amended to read:

38.30           Subd. 4a. **Negotiated sales; temporary authority.** Notwithstanding the public  
38.31 sale requirements of subdivision 4 and section 16A.66, subdivision 2, ~~from June 1,~~  
38.32 ~~2009, until June 30, 2013,~~ the commissioner may sell bonds, including refunding bonds,  
38.33 at negotiated sale.

39.1 Sec. 27. Minnesota Statutes 2012, section 16B.24, subdivision 5, is amended to read:

39.2 Subd. 5. **Renting out state property.** (a) **Authority.** The commissioner may rent  
39.3 out state property, real or personal, that is not needed for public use, if the rental is not  
39.4 otherwise provided for or prohibited by law. The property may not be rented out for  
39.5 more than five years at a time without the approval of the State Executive Council and  
39.6 may never be rented out for more than 25 years. A rental agreement may provide that  
39.7 the state will reimburse a tenant for a portion of capital improvements that the tenant  
39.8 makes to state real property if the state does not permit the tenant to renew the lease at  
39.9 the end of the rental agreement.

39.10 (b) **Restrictions.** Paragraph (a) does not apply to state trust fund lands, other state  
39.11 lands under the jurisdiction of the Department of Natural Resources, lands forfeited for  
39.12 delinquent taxes, or lands acquired under section 298.22.

39.13 (c) **Rental of living accommodations.** The commissioner shall establish rental rates  
39.14 for all living accommodations provided by the state for its employees. Money collected as  
39.15 rent by state agencies pursuant to this paragraph must be deposited in the state treasury  
39.16 and credited to the general fund.

39.17 (d) **Lease of space in certain state buildings to state agencies.** The commissioner  
39.18 may lease portions of the state-owned buildings under the custodial control of the  
39.19 commissioner to state agencies and the court administrator on behalf of the judicial branch  
39.20 of state government and charge rent on the basis of space occupied. Notwithstanding any  
39.21 law to the contrary, all money collected as rent pursuant to the terms of this section shall  
39.22 be deposited in the state treasury. Money collected as rent to recover the bond interest  
39.23 costs of a building funded from the state bond proceeds fund shall be credited to the  
39.24 general fund. Money collected as rent to recover the depreciation costs of a building  
39.25 funded from the state bond proceeds fund and money collected as rent to recover capital  
39.26 expenditures from capital asset preservation and replacement appropriations and statewide  
39.27 building access appropriations shall be credited to a segregated asset preservation and  
39.28 replacement account in a special revenue fund. Fifty percent of the money credited to the  
39.29 account each fiscal year must be transferred to the general fund. The remaining money  
39.30 in the account is appropriated to the commissioner to be expended for asset preservation  
39.31 projects as determined by the commissioner. Money collected as rent to recover the  
39.32 depreciation and interest costs of a building built with other state dedicated funds shall  
39.33 be credited to the dedicated fund which funded the original acquisition or construction.  
39.34 All other money received shall be credited to the general services revolving fund. The  
39.35 commissioner shall not collect rent to recover bond interest costs or building depreciation

40.1 costs for any appropriations utilized for the Capitol restoration project, between calendar  
40.2 years 2012 and 2017.

40.3 (e) **Lease of space in Andersen and Freeman buildings.** The commissioner may  
40.4 lease space in the Elmer L. Andersen and Orville L. Freeman buildings to state agencies  
40.5 and charge rent on the basis of space occupied. Money collected as rent under this  
40.6 paragraph to fund future building repairs must be credited to a segregated account for each  
40.7 building in the special revenue fund and is appropriated to the commissioner to make  
40.8 the repairs. When the state acquires title to each building, the account for that building  
40.9 must be abolished and any balance remaining in the account must be transferred to the  
40.10 appropriate asset preservation and replacement account created under paragraph (d).

40.11 Sec. 28. Minnesota Statutes 2012, section 16C.144, subdivision 2, is amended to read:

40.12 Subd. 2. **Guaranteed energy-savings agreement.** The commissioner may enter  
40.13 into a guaranteed energy-savings agreement with a qualified provider if:

40.14 (1) the qualified provider is selected through a competitive process in accordance  
40.15 with the guaranteed energy-savings program guidelines within the Department of  
40.16 Administration;

40.17 (2) the qualified provider agrees to submit an engineering report prior to the  
40.18 execution of the guaranteed energy-savings agreement. The cost of the engineering report  
40.19 may be considered as part of the implementation costs if the commissioner enters into a  
40.20 guaranteed energy-savings agreement with the provider;

40.21 (3) the term of the guaranteed energy-savings agreement shall not exceed 15 years  
40.22 from the date of final installation;

40.23 (4) the commissioner finds that the amount it would spend on the utility cost-savings  
40.24 measures recommended in the engineering report will not exceed the amount to be  
40.25 saved in utility operation and maintenance costs over ~~15~~ 20 years from the date of  
40.26 implementation of utility cost-savings measures;

40.27 (5) the qualified provider provides a written guarantee that the annual utility,  
40.28 operation, and maintenance cost savings during the term of the guaranteed energy-savings  
40.29 agreement will meet or exceed the annual payments due under a lease purchase agreement.  
40.30 The qualified provider shall reimburse the state for any shortfall of guaranteed utility,  
40.31 operation, and maintenance cost savings; and

40.32 (6) the qualified provider gives a sufficient bond in accordance with section  
40.33 574.26 to the commissioner for the faithful implementation and installation of the utility  
40.34 cost-savings measures.



Sec. 29. Minnesota Statutes 2012, section 16C.144, subdivision 3, is amended to read:

Subd. 3. **Lease purchase agreement.** The commissioner may enter into a lease purchase agreement with any party for the implementation of utility cost-savings measures in accordance with the guaranteed energy-savings agreement. The implementation costs of the utility cost-savings measures recommended in the engineering report shall not exceed the amount to be saved in utility and operation and maintenance costs over the term of the lease purchase agreement. The term of the lease purchase agreement shall not exceed ~~15~~ 20 years from the date of final installation. The lease is assignable in accordance with terms approved by the commissioner of management and budget.

Sec. 30. **[116J.434] PUBLIC BUILDING ACCESSIBILITY GRANT PROGRAM.**

Subdivision 1. **Creation of account.** A public building accessibility account is created in the bond proceeds fund. Money in the account is appropriated to the commissioner for grants under this section.

Subd. 2. **Definitions.** For the purposes of this section:

(1) "accessible" means satisfies the requirements of the State Building Code for accessibility by persons with disabilities;

(2) "eligible project" means predesign, design, acquisition of land or an interest in land, construction, renovation, or other improvement or betterment of a capital nature to make a building or facility owned by a local government unit accessible or improve its accessibility;

(3) "governing body" means the county board of commissioners, city council, or town board of supervisors; and

(4) "local government unit" means a county, statutory or home rule charter city, or town.

Subd. 3. **Grant program established.** The commissioner shall make grants to local government units on a first-come, first-served basis for eligible projects.

Subd. 4. **Application.** A local government unit seeking a grant under this section must apply to the commissioner in the form and manner determined by the commissioner. The application must include:

(1) a resolution of the governing body requesting the grant and stating that the local government unit has or will have in a timely manner the required nonstate contribution necessary to complete the project;

(2) a detailed description of the project and cost estimate, along with necessary supporting evidence; and

(3) any other information the commissioner determines is necessary or useful.

42.1            Subd. 5. **Maximum grant amount; match.** A local unit of government must not  
42.2 be awarded in aggregate more than \$150,000, whether for one or more projects in one or  
42.3 more years. The local government unit awarded a grant under this section must provide  
42.4 at least an equal amount from nonstate sources, which may include contributions made  
42.5 before the grant is awarded.

42.6            Sec. 31. Minnesota Statutes 2012, section 123B.65, subdivision 1, is amended to read:

42.7            Subdivision 1. **Definitions.** The definitions in this subdivision apply to this section.

42.8            (a) "Energy conservation measure" means a training program or facility alteration  
42.9 designed to reduce energy consumption or operating costs and includes:

42.10            (1) insulation of the building structure and systems within the building;

42.11            (2) storm windows and doors, caulking or weatherstripping, multiglazed windows  
42.12 and doors, heat absorbing or heat reflective glazed and coated window and door  
42.13 systems, additional glazing, reductions in glass area, and other window and door system  
42.14 modifications that reduce energy consumption;

42.15            (3) automatic energy control systems;

42.16            (4) heating, ventilating, or air conditioning system modifications or replacements;

42.17            (5) replacement or modifications of lighting fixtures to increase the energy efficiency  
42.18 of the lighting system without increasing the overall illumination of a facility, unless such  
42.19 increase in illumination is necessary to conform to the applicable state or local building  
42.20 code for the lighting system after the proposed modifications are made;

42.21            (6) energy recovery systems;

42.22            (7) cogeneration systems that produce steam or forms of energy such as heat, as well  
42.23 as electricity, for use primarily within a building or complex of buildings;

42.24            (8) energy conservation measures that provide long-term operating cost reductions.

42.25            (b) "Guaranteed energy-savings contract" means a contract for the evaluation  
42.26 and recommendations of energy conservation measures, and for one or more energy  
42.27 conservation measures. The contract must provide that all payments, except obligations  
42.28 on termination of the contract before its expiration, are to be made over time, but not to  
42.29 exceed ~~15~~ 20 years from the date of final installation, and the savings are guaranteed to  
42.30 the extent necessary to make payments for the systems.

42.31            (c) "Qualified provider" means a person or business experienced in the design,  
42.32 implementation, and installation of energy conservation measures. A qualified provider  
42.33 to whom the contract is awarded shall give a sufficient bond to the school district for  
42.34 its faithful performance.

43.1 (d) "Commissioner" means the commissioner of commerce through the state energy  
43.2 office.

43.3 Sec. 32. Minnesota Statutes 2012, section 123B.65, subdivision 7, is amended to read:

43.4 Subd. 7. **District action.** A district may enter into a guaranteed energy-savings  
43.5 contract with a qualified provider if, after review of the report and the commissioner's  
43.6 evaluation if requested, or if required under section 216C.372, the board finds that the  
43.7 amount it would spend on the energy conservation measures recommended in the report is  
43.8 not likely to exceed the amount to be saved in energy and operation costs over ~~15~~ 20 years  
43.9 from the date of installation if the recommendations in the report were followed, and the  
43.10 qualified provider provides a written guarantee that the energy or operating cost savings  
43.11 will meet or exceed the costs of the system. The guaranteed energy-savings contract may  
43.12 provide for payments over a period of time, not to exceed ~~15~~ 20 years. Notwithstanding  
43.13 section 123B.79, a district annually may transfer from the general fund to the reserve for  
43.14 operating capital account an amount up to the amount saved in energy and operation costs  
43.15 as a result of guaranteed energy-savings contracts.

43.16 Sec. 33. Minnesota Statutes 2012, section 129C.10, subdivision 3, is amended to read:

43.17 Subd. 3. **Powers and duties of board.** (a) The board has the powers necessary for  
43.18 the care, management, and control of the Perpich Center for Arts Education and any other  
43.19 school authorized in this chapter, and all ~~its~~ their real and personal property. The powers  
43.20 shall include, but are not limited to, those listed in this subdivision.

43.21 (b) The board may employ and discharge necessary employees, and contract for  
43.22 other services to ensure the efficient operation of the Center for Arts Education and any  
43.23 other school authorized in this chapter.

43.24 (c) The board may receive and award grants. The board may establish a charitable  
43.25 foundation and accept, in trust or otherwise, any gift, grant, bequest, or devise for  
43.26 educational purposes and hold, manage, invest, and dispose of them and the proceeds  
43.27 and income of them according to the terms and conditions of the gift, grant, bequest, or  
43.28 devise and its acceptance. The board must adopt internal procedures to administer and  
43.29 monitor aids and grants.

43.30 (d) The board may establish or coordinate evening, continuing education, extension,  
43.31 and summer programs for teachers and pupils.

43.32 (e) The board may identify pupils who have artistic talent, either demonstrated or  
43.33 potential, in dance, literary arts, media arts, music, theater, and visual arts, or in more  
43.34 than one art form.

44.1 (f) The board must educate pupils with artistic talent by providing:

44.2 (1) an interdisciplinary academic and arts program for pupils in the 11th and 12th  
44.3 grades. The total number of pupils accepted under this clause and clause (2) shall not  
44.4 exceed 310;

44.5 (2) additional instruction to pupils for a 13th grade. Pupils eligible for this  
44.6 instruction are those enrolled in 12th grade who need extra instruction and who apply  
44.7 to the board, or pupils enrolled in the 12th grade who do not meet learner outcomes  
44.8 established by the board;

44.9 (3) intensive arts seminars for one or two weeks for pupils in grades 9 to 12;

44.10 (4) summer arts institutes for pupils in grades 9 to 12;

44.11 (5) artist mentor and extension programs in regional sites; and

44.12 (6) teacher education programs for indirect curriculum delivery.

44.13 (g) The board may determine the location for the Perpich Center for Arts Education  
44.14 and any additional facilities related to the center, including the authority to lease a  
44.15 temporary facility.

44.16 (h) The board must plan for the enrollment of pupils on an equal basis from each  
44.17 congressional district.

44.18 (i) The board may establish task forces as needed to advise the board on policies and  
44.19 issues. The task forces expire as provided in section 15.059, subdivision 6.

44.20 (j) The board may request the commissioner of education for assistance and services.

44.21 (k) The board may enter into contracts with other public and private agencies  
44.22 and institutions for residential and building maintenance services if it determines that  
44.23 these services could be provided more efficiently and less expensively by a contractor  
44.24 than by the board itself. The board may also enter into contracts with public or private  
44.25 agencies and institutions, school districts or combinations of school districts, or service  
44.26 cooperatives to provide supplemental educational instruction and services.

44.27 (l) The board may provide or contract for services and programs by and for the  
44.28 Center for Arts Education, including a store, operating in connection with the center;  
44.29 theatrical events; and other programs and services that, in the determination of the board,  
44.30 serve the purposes of the center.

44.31 (m) The board may provide for transportation of pupils to and from the Center for  
44.32 Arts Education for all or part of the school year, as the board considers advisable and  
44.33 subject to its rules. Notwithstanding any other law to the contrary, the board may charge a  
44.34 reasonable fee for transportation of pupils. Every driver providing transportation of pupils  
44.35 under this paragraph must possess all qualifications required by the commissioner of  
44.36 education. The board may contract for furnishing authorized transportation under rules

established by the commissioner of education and may purchase and furnish gasoline to a contract carrier for use in the performance of a contract with the board for transportation of pupils to and from the Center for Arts Education. When transportation is provided, scheduling of routes, establishment of the location of bus stops, the manner and method of transportation, the control and discipline of pupils, and any other related matter is within the sole discretion, control, and management of the board.

(n) The board may provide room and board for its pupils. If the board provides room and board, it shall charge a reasonable fee for the room and board. The fee is not subject to chapter 14 and is not a prohibited fee according to sections 123B.34 to 123B.39.

(o) The board may establish and set fees for services and programs. If the board sets fees not authorized or prohibited by the Minnesota public school fee law, it may do so without complying with the requirements of section 123B.38.

(p) The board may apply for all competitive grants administered by agencies of the state and other government or nongovernment sources.

Sec. 34. Minnesota Statutes 2012, section 129C.10, is amended by adding a subdivision to read:

Subd. 9. **Interdistrict voluntary integration magnet program.** The board may establish and operate an interdistrict integration magnet program according to section 129C.30.

Sec. 35. **[129C.30] CROSSWINDS INTEGRATION MAGNET SCHOOL.**

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

(b) "Board" means the board of directors of the Perpich Center for Arts Education.

(c) "Crosswinds school" means the Crosswinds school in Woodbury operated during the 2012-2013 school year by Joint Powers District No. 6067, East Metro Integration District.

Subd. 2. **Board to operate Crosswinds school.** The board may operate the Crosswinds school with the powers and duties granted to it under this chapter.

Subd. 3. **General education funding.** (a) General education revenue must be paid to the Crosswinds school as though it were a district. The general education revenue for each adjusted marginal cost pupil unit is the state average general education revenue per pupil unit, plus the referendum equalization aid allowance in the pupil's district of residence, calculated without basic skills revenue, extended time revenue, alternative teacher compensation revenue, transition revenue, and transportation sparsity revenue,

plus basic skills revenue, extended time revenue, basic alternative teacher compensation aid according to section 126C.10, subdivision 34, and transition revenue as though the school were a school district. The general education revenue for each extended time marginal cost pupil unit equals \$4,378.

(b) General education revenue under paragraph (a) must be reduced by an amount equal to 75 percent of the school's equity revenue for that year.

Subd. 4. **Special education funding.** Special education aid must be paid to the Crosswinds school according to section 125A.76 as though it were a school district. The special education aid paid to the Crosswinds school shall be adjusted as follows:

(1) if the Crosswinds school does not receive general education revenue on behalf of the student according to subdivision 3, the aid shall be adjusted as provided in section 125A.11; or

(2) if the Crosswinds school receives general education revenue on behalf of the student according to subdivision 3, the aid shall be adjusted as provided in section 127A.47, subdivision 7, paragraph (e).

Subd. 5. **Pupil transportation.** The board may transport pupils enrolled in the 2012-2013 school year to and from the Crosswinds school in succeeding school years regardless of the student's district of residence. Pupil transportation expenses under this section are reimbursable under section 124D.87.

Subd. 6. **Integration aid.** The Crosswinds school is eligible for integration aid as if it were a school district under section 124D.86 or any successor section.

Subd. 7. **Other aids, grants, revenue.** (a) The Crosswinds school is eligible to receive other aids, grants, and revenue according to chapters 120A to 129C as though it were a district.

(b) Notwithstanding paragraph (a), the Crosswinds school may not receive aid, a grant, or revenue if a levy is required to obtain the money, or if the aid, grant, or revenue replaces levy revenue that is not general education revenue, except as otherwise provided in this section.

(c) Federal aid received by the state must be paid to the school if it qualifies for the aid as though it were a school district.

(d) In the year-end report to the commissioner of education, the Crosswinds school shall report the total amount of funds received from grants and other outside sources.

Subd. 8. **Year-round programming.** The Crosswinds school may operate as a flexible learning year program under sections 124D.12 to 124D.127.

Subd. 9. **Data requirements.** The commissioner of education shall require the Crosswinds school to follow the budget and accounting procedures required for school

47.1 districts, and the Crosswinds school shall report all data to the Department of Education in  
47.2 the form and manner required by the commissioner.

47.3 Sec. 36. Minnesota Statutes 2012, section 174.50, subdivision 6b, is amended to read:

47.4 Subd. 6b. **Bridge engineering and design costs in smaller cities.** ~~Until June 30,~~  
47.5 ~~2007,~~ (a) The commissioner may make grants from the state transportation fund to a  
47.6 home rule or statutory city with a population of 5,000 or less ~~and a net tax capacity of~~  
47.7 ~~under \$200,000~~ for design, ~~and preliminary engineering, and construction~~ of bridges  
47.8 on city streets.

47.9 (b) Grants under this subdivision are subject to the procedures and criteria  
47.10 established under subdivisions 5 ~~and~~, 6, and 7.

47.11 (c) Grants may be used for:

47.12 (1) 100 percent of the design and ~~preliminary~~ engineering costs that are in excess of  
47.13 \$10,000;

47.14 (2) 100 percent of the bridge approach work costs that are in excess of \$10,000; and

47.15 (3) 100 percent of the bridge construction work costs.

47.16 ~~Total grants under this subdivision to all cities may not exceed \$200,000.~~

47.17 Sec. 37. Minnesota Statutes 2012, section 174.50, subdivision 7, is amended to read:

47.18 Subd. 7. **Bridge grant program requirements; rulemaking.** (a) The commissioner  
47.19 of transportation shall develop rules, procedures for application for grants, conditions of  
47.20 grant administration, standards, and criteria as provided under subdivision 6, including  
47.21 bridge specifications, in cooperation with road authorities of political subdivisions, for use  
47.22 in the administration of funds appropriated to the commissioner and for the administration  
47.23 of grants to subdivisions.

47.24 (b) The maximum use of standardized bridges is encouraged. Regardless of the size  
47.25 of the existing bridge, a bridge or replacement bridge is eligible for assistance from the  
47.26 state transportation fund if a hydrological survey indicates that the bridge or replacement  
47.27 bridge must be ten feet or more in length.

47.28 (c) As part of the standards or rules, the commissioner shall, in consultation with  
47.29 local road authorities, establish a minimum distance between any two bridges that cross  
47.30 over the same river, stream, or waterway, so that only one of the bridges is eligible for a  
47.31 grant under this section. As appropriate, the commissioner may establish exceptions from  
47.32 the minimum distance requirement or procedures for obtaining a variance.

47.33 (d) Political subdivisions may use grants made under this section to construct or  
47.34 reconstruct bridges, including but not limited to:

- 48.1           (1) matching federal aid grants to construct or reconstruct key bridges;  
48.2           (2) paying the costs to abandon an existing bridge that is deficient and in need of  
48.3 replacement, but where no replacement will be made; and  
48.4           (3) paying the costs to construct a road or street to facilitate the abandonment of  
48.5 an existing bridge, if the commissioner determines that the bridge is deficient, and that  
48.6 construction of the road or street is more economical than replacement of the existing  
48.7 bridge.

48.8           (e) Funds appropriated to the commissioner from the Minnesota state transportation  
48.9 fund shall be segregated from the highway tax user distribution fund and other funds  
48.10 created by article XIV of the Minnesota Constitution.

48.11           Sec. 38. Minnesota Statutes 2012, section 216C.10, is amended to read:

48.12           **216C.10 COMMISSIONER POWERS.**

48.13           (a) The commissioner may:

48.14           (1) adopt rules under chapter 14 as necessary to carry out the purposes of sections  
48.15 216C.05 to 216C.30;

48.16           (2) make all contracts under sections 216C.05 to 216C.30 and do all things necessary  
48.17 to cooperate with the United States government, and to qualify for, accept, and disburse  
48.18 any grant intended for the administration of sections 216C.05 to 216C.30;

48.19           (3) provide on-site technical assistance to units of local government in order to  
48.20 enhance local capabilities for dealing with energy problems;

48.21           (4) administer for the state, energy programs under federal law, regulations, or  
48.22 guidelines, and coordinate the programs and activities with other state agencies, units of  
48.23 local government, and educational institutions;

48.24           (5) develop a state energy investment plan with yearly energy conservation and  
48.25 alternative energy development goals, investment targets, and marketing strategies;

48.26           (6) perform market analysis studies relating to conservation, alternative and  
48.27 renewable energy resources, and energy recovery;

48.28           (7) assist with the preparation of proposals for innovative conservation, renewable,  
48.29 alternative, or energy recovery projects;

48.30           (8) manage and disburse funds made available for the purpose of research studies  
48.31 or demonstration projects related to energy conservation or other activities deemed  
48.32 appropriate by the commissioner;

48.33           (9) intervene in certificate of need proceedings before the Public Utilities  
48.34 Commission;



(10) collect fees from recipients of loans, grants, or other financial aid from money received from litigation or settlement of alleged violations of federal petroleum-pricing regulations, which fees must be used to pay the department's costs in administering those financial aids; ~~and~~

(11) collect fees from proposers and operators of conservation and other energy-related programs that are reviewed, evaluated, or approved by the department, other than proposers that are political subdivisions or community or nonprofit organizations, to cover the department's cost in making the reviewal, evaluation, or approval and in developing additional programs for others to operate; and

(12) fix, charge, and collect fees from state agencies, units of local government, education institutions, and others that use the department's technical support services during a guaranteed energy savings program contract under sections 16C.144, 123B.65, and 471.345, or during an energy improvement financing program for local governments under section 216C.43, to make those services self-funding. An energy performance contracting fund is established as a special revenue account in the state treasury. Fees collected and interest, dividends, and any other earnings arising from fund assets must be credited to the fund.

(b) Notwithstanding any other law, the commissioner is designated the state agent to apply for, receive, and accept federal or other funds made available to the state for the purposes of sections 216C.05 to 216C.30.

Sec. 39. **[216C.371] DEFINITIONS.**

Subdivision 1. **Scope.** For the purposes of this section and section 216C.372, the following terms have the meanings given them.

Subd. 2. **Capital improvement.** "Capital improvement" means the acquisition or betterment of public land, buildings, and other public improvements of a capital nature, as permitted by the Minnesota Constitution, article XI, section 5, clause (a). It does not include repair or maintenance.

Subd. 3. **Energy audit.** "Energy audit" has the meaning given in section 216C.435, subdivision 4.

Subd. 4. **Energy improvement.** "Energy improvement" means a renovation or retrofitting of a school building that is permanently affixed to the property and that results in a net reduction in energy consumption without altering the principal source of energy.

Subd. 5. **Engineering report.** "Engineering report" has the meaning given in section 16C.144, subdivision 1, paragraph (k).

Subd. 6. **School building.** "School building" means a permanent structure owned by and used for school district purposes that has a permanently installed heating or cooling system.

Subd. 7. **School district.** "School district" means a public independent, common, special, or intermediate school district or a charter school.

Subd. 8. **Statewide greenhouse gas emissions.** "Statewide greenhouse gas emissions" has the meaning given in section 216H.01, subdivision 2.

Sec. 40. **[216C.372] SCHOOL ENERGY CONSERVATION REVOLVING LOAN PROGRAM.**

Subdivision 1. **Loan program established.** A school energy conservation revolving loan program account is established in the bond proceeds fund to receive appropriations of state bond proceeds. Money in the account is appropriated to the commissioner of commerce to make loans to school districts for eligible capital improvement projects as provided in this section and to pay reasonable and actual costs of administering the loan program, not to exceed interest earned on fund assets. The commissioner of management and budget must credit to the account all investment income on money in the account, and all repayments of principal and interest. Section 16A.642 does not apply to money in the account or the program. The commissioner of commerce shall manage and administer the revolving loan program and individual accounts in the revolving loan account.

Subd. 2. **Purpose.** The school energy conservation revolving loan program is created to provide financial assistance to school districts to make energy improvements in school buildings that reduce statewide greenhouse gas emissions and improve indoor air quality in schools.

Subd. 3. **Limitations.** The commissioner of commerce shall make loans on a first-come, first-served basis.

Subd. 4. **Applications.** (a) A school district applying for a loan must submit an application to the commissioner of commerce in the manner and on forms prescribed by the commissioner. An applicant must provide the following information:

(1) the name and contact information of the school district and the persons responsible for loan administration and project implementation matters;

(2) the estimated total cost of the capital improvement project and the amount of the loan sought;

(3) a description of the energy improvements to be made to school buildings as part of the project, and new equipment and materials to be installed;

51.1 (4) the proposed methods and sources of funds to be used to repay a loan made  
51.2 under this section;

51.3 (5) the proposed source of matching funds to be used in conjunction with a loan  
51.4 made under this section, as required under subdivision 5, including, where the source of  
51.5 matching funds is a guaranteed energy-savings contract entered into under section 16C.144  
51.6 or section 123B.54, or a lease purchase agreement entered into under section 16C.144, a  
51.7 copy of the proposed guaranteed energy-savings contract or lease purchase agreement;

51.8 (6) the results of an energy audit conducted by an independent contractor, or an  
51.9 engineering report prepared by a contractor qualified through section 16C.144 or section  
51.10 216C.43, estimating the energy savings that will be realized as a result of the project;

51.11 (7) a description of the projected improvements in indoor air quality achieved as  
51.12 a result of the project, if applicable; and

51.13 (8) any additional information requested by the commissioner of commerce.

51.14 (b) A school district may, in consultation with the commissioner of commerce,  
51.15 evaluate the use of the guaranteed energy-savings program outlined in section 16C.144  
51.16 or an energy improvement financing program for local governments outlined in section  
51.17 216C.43 before making an application for the school energy conservation loan program.

51.18 **Subd. 5. Loan conditions.** (a) A loan made under this section must:

51.19 (1) represent no more than one-half of the total cost of the project;

51.20 (2) have a repayment term no longer than 20 years;

51.21 (3) bear interest at or below the market rate; and

51.22 (4) finance no energy improvement whose useful life is less than the loan term.

51.23 (b) A school district loan recipient may apply towards the school district's share of  
51.24 the total project costs the amount that the school district spent on the energy audit or  
51.25 engineering report, and any amounts it spends to implement energy audit or engineering  
51.26 report recommendations that are part of the overall project but that are not eligible for  
51.27 financing with the loan money.

51.28 **Subd. 6. Commissioner review.** The commissioner shall review applications filed  
51.29 under this section and shall notify a school district in writing of the decision to approve or  
51.30 disapprove the application. If the commissioner disapproves an application, the notice  
51.31 shall contain the reasons why the application was disapproved. If an approved application  
51.32 includes a proposed guaranteed energy-savings contract or lease purchase agreement as  
51.33 a source of matching funds, the notice shall contain the commissioner's comments and  
51.34 recommendations regarding the provisions of the guaranteed energy-savings contract or  
51.35 lease purchase agreement.

Subd. 7. **Biennial report.** The commissioner of commerce shall report by February 1 of each even-numbered year to the chairs and ranking minority members of the committees of the house of representatives and senate with jurisdiction over energy policy, education finance, and capital investment. The report must identify the school districts and school buildings in which projects have been financed through the program, the amount of the loans, the total project costs, the estimated and, if possible, measured energy savings and greenhouse gas emissions reductions, the demand for loans and the availability of loan money, and any other information the commissioner determines would be useful to the legislature. The commissioner shall also submit the report as required in section 3.195.

Sec. 41. Minnesota Statutes 2012, section 240A.09, is amended to read:

**240A.09 PLAN DEVELOPMENT; CRITERIA.**

The Minnesota Amateur Sports Commission shall develop a plan to promote the development of proposals for new statewide public ice facilities including proposals for ice centers and matching grants based on the criteria in this section.

(a) For ice center proposals, the commission will give priority to proposals that come from more than one local government unit. Institutions of higher education are not eligible to receive a grant.

(b) In the metropolitan area as defined in section 473.121, subdivision 2, the commission is encouraged to give priority to the following proposals:

(1) proposals for renovation and indoor air quality improvements at an existing indoor ice arena;

~~(1)~~ (2) proposals for construction of two or more ice sheets in a single new facility;

~~(2)~~ (3) proposals for construction of an additional sheet of ice at an existing ice center;

~~(3)~~ (4) proposals for construction of a new, single sheet of ice as part of a sports complex with multiple sports facilities; and

~~(4)~~ (5) proposals for construction of a new, single sheet of ice that will be expanded to a two-sheet facility in the future.

(c) The commission shall administer a site selection process for the ice centers. The commission shall invite proposals from cities or counties or consortia of cities. A proposal for an ice center must include matching contributions including in-kind contributions of land, access roadways and access roadway improvements, and necessary utility services, landscaping, and parking.

(d) Proposals for ice centers and matching grants must provide for meeting the demand for ice time for female groups by offering up to 50 percent of prime ice time, as needed, to female groups. For purposes of this section, prime ice time means the hours

53.1 of 4:00 p.m. to 10:00 p.m. Monday to Friday and 9:00 a.m. to 8:00 p.m. on Saturdays  
53.2 and Sundays.

53.3 (e) The location for all proposed facilities must be in areas of maximum  
53.4 demonstrated interest and must maximize accessibility to an arterial highway.

53.5 (f) To the extent possible, all proposed facilities must be dispersed equitably, must  
53.6 be located to maximize potential for full utilization and profitable operation, and must  
53.7 accommodate noncompetitive family and community skating for all ages.

53.8 (g) The commission may also use the money to upgrade current facilities, purchase  
53.9 girls' ice time, or conduct amateur women's hockey and other ice sport tournaments.

53.10 (h) To the extent possible, 50 percent of all grants must be awarded to communities  
53.11 in greater Minnesota.

53.12 (i) To the extent possible, technical assistance shall be provided to Minnesota  
53.13 communities by the commission on ice arena planning, design, redesign, installation,  
53.14 renovation of heating, ventilating, and air conditioning systems, and operation, including  
53.15 the marketing of ice time.

53.16 (j) A grant for new facilities may not exceed \$250,000.

53.17 (k) The commission may make grants for rehabilitation and renovation. A  
53.18 rehabilitation or renovation grant may not exceed ~~\$100,000~~ \$200,000. Priority must be  
53.19 given to grant applications for indoor air quality improvements, including zero emission  
53.20 ice resurfacing equipment and the upgrading of heating, ventilating, and air conditioning  
53.21 systems which may include electronic indoor air monitoring devices.

53.22 (l) Grant money may be used for ice centers designed for sports other than hockey.

53.23 (m) Grant money may be used to upgrade existing facilities to comply with the  
53.24 bleacher safety requirements of section 326B.112.

53.25 Sec. 42. Minnesota Statutes 2012, section 462A.37, subdivision 1, is amended to read:

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

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

53.29 (c) "Community land trust" means an entity that meets the requirements of section  
53.30 462A.31, subdivisions 1 and 2.

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

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

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

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

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

54.14 Sec. 43. Minnesota Statutes 2012, section 462A.37, is amended by adding a  
54.15 subdivision to read:

54.16 Subd. 2a. **Additional authorization.** In addition to the amount authorized in  
54.17 subdivision 2, the agency may issue up to \$35,000,000 of housing infrastructure bonds in  
54.18 one or more series to which the payments made under this section may be pledged.

54.19 Sec. 44. Minnesota Statutes 2012, section 462A.37, is amended by adding a  
54.20 subdivision to read:

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

54.24 (b) Each July 15, beginning in 2014 and through 2033, if any housing infrastructure  
54.25 bonds issued under subdivision 2a remain outstanding, the commissioner of management  
54.26 and budget must transfer to the housing infrastructure bond account established under  
54.27 section 462A.21, subdivision 32, the amount certified under paragraph (a), not to exceed  
54.28 \$2,590,000 annually. The amounts necessary to make the transfers are appropriated from  
54.29 the general fund to the commissioner of management and budget.

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

54.32 Sec. 45. Laws 2002, chapter 393, section 22, subdivision 6, as amended by Laws 2005,  
54.33 chapter 20, article 1, section 43, is amended to read:

55.1 Subd. 6. **Fergus Falls Regional Treatment**  
 55.2 **Center**

3,000,000

55.3 To design, renovate, construct, furnish,  
 55.4 and equip ancillary support and program  
 55.5 facilities, including improvements to basic  
 55.6 infrastructure, such as sanitary and storm  
 55.7 sewer and water lines, public streets,  
 55.8 curb, gutter, street lights, or sidewalks, to  
 55.9 make improvements for building envelope  
 55.10 and structural integrity for the purposes  
 55.11 of stabilizing the buildings for sale, for  
 55.12 hazardous materials abatement, and for  
 55.13 ~~demolition that will facilitate the relocation~~  
 55.14 ~~of the facility's ancillary support, treatment,~~  
 55.15 ~~and residential programs from the Kirkbride~~  
 55.16 ~~buildings and~~ of all or portions of surplus,  
 55.17 nonfunctional, or deteriorated facilities  
 55.18 and infrastructure or to renovate surplus,  
 55.19 nonfunctional, or deteriorated facilities and  
 55.20 infrastructure to facilitate the disposition  
 55.21 redevelopment of the Fergus Falls Regional  
 55.22 Treatment Center campus. If the property  
 55.23 is sold or transferred to a local unit of  
 55.24 government, the unspent portion of this  
 55.25 appropriation may be granted to the local  
 55.26 unit of government that acquires the campus  
 55.27 for the purposes stated in this subdivision.  
 55.28 Notwithstanding Minnesota Statutes, section  
 55.29 16A.642, the bond sale authorization and  
 55.30 appropriation of bond proceeds in this  
 55.31 subdivision are available until December 31,  
 55.32 2016.

55.33 Sec. 46. Laws 2005, chapter 20, article 1, section 20, subdivision 3, as amended by  
 55.34 Laws 2006, chapter 258, section 47, is amended to read:

56.1 Subd. 3. **Systemwide Redevelopment, Reuse,**  
56.2 **or Demolition**

17,600,000

56.3 To demolish or improve surplus,  
56.4 nonfunctional, or deteriorated facilities and  
56.5 infrastructure at Department of Human  
56.6 Services campuses statewide.

56.7 (a) Up to \$8,600,000 may be used to  
56.8 predesign, design, construct, furnish,  
56.9 and equip renovation of existing space  
56.10 or construction of new space for skilled  
56.11 nursing home capacity for forensic treatment  
56.12 programs operated by state-operated services  
56.13 on the campus of St. Peter Regional  
56.14 Treatment Center.

56.15 (b) \$4,000,000 may be used to prepare  
56.16 and develop a site, including demolition of  
56.17 buildings and infrastructure, to implement  
56.18 the redevelopment and reuse of the  
56.19 Ah-Gwah-Ching Regional Treatment Center  
56.20 campus. If the property is sold or transferred  
56.21 to a local unit of government, the unspent  
56.22 portion of this appropriation may be granted  
56.23 to the local unit of government that acquires  
56.24 the campus for the purposes stated in this  
56.25 subdivision.

56.26 Up to \$400,000 may be used for a grant  
56.27 to the city of Walker to connect the water  
56.28 reservoir to the city.

56.29 (c) \$1,000,000 may be used to renovate one  
56.30 or more buildings for chemical dependency  
56.31 treatment specializing in methamphetamine  
56.32 addiction, and demolish buildings, on the  
56.33 Willmar Regional Treatment Center campus.  
56.34 If the property is sold or transferred to a local  
56.35 unit of government, the unspent portion of



57.1 this appropriation may be granted to the local  
57.2 unit of government that acquires the campus  
57.3 for the purposes stated in this subdivision.

57.4 (d) Up to \$2,210,000 may be spent by the  
57.5 commissioner of finance to retire municipal  
57.6 bonds issued by the city of Fergus Falls  
57.7 and to retire interfund loans incurred by the  
57.8 city of Fergus Falls in connection with the  
57.9 waste incinerator and steam heating facility  
57.10 at the Fergus Falls Regional Treatment  
57.11 Center. \$447,610 of unexpended nonsalary  
57.12 money from state-operated services may be  
57.13 transferred as a grant to the city of Fergus  
57.14 Falls to retire interfund loans incurred by the  
57.15 city of Fergus Falls in connection with the  
57.16 waste incinerator and steam heating facility  
57.17 at the Fergus Falls Regional Treatment  
57.18 Center. This money is only available upon  
57.19 satisfactory completion of implementation of  
57.20 the final master plan agreement, as approved  
57.21 by the Department of Administration, the  
57.22 Department of Human Services, and the city  
57.23 of Fergus Falls.

57.24 (e) Up to \$400,000 may be used for a grant  
57.25 to the city of Fergus Falls for hazardous  
57.26 materials abatement, improvements to  
57.27 basic infrastructure, including sanitary and  
57.28 storm sewer and water lines, public streets,  
57.29 curb, gutter, street lights, or sidewalks, to  
57.30 make improvements for building envelope  
57.31 and structural integrity for the purposes  
57.32 of stabilizing the buildings for sale, and  
57.33 to demolish all or portions of surplus,  
57.34 nonfunctional, or deteriorated facilities  
57.35 and infrastructure or to renovate surplus,  
57.36 nonfunctional, or deteriorated facilities and

58.1 infrastructure to facilitate redevelopment of  
58.2 the city's waste-to-energy incineration plant  
58.3 located on the grounds of the Fergus Falls  
58.4 Regional Treatment Center campus.

58.5 Notwithstanding Minnesota Statutes, section  
58.6 16A.642, the bond sale authorization and  
58.7 appropriation of bond proceeds in this  
58.8 paragraph are available until December 31,  
58.9 2016.

58.10 (f) The provisions, terms, and conditions of  
58.11 any grant made by the director of the Office of  
58.12 Environmental Assistance under Minnesota  
58.13 Statutes, chapter 115A, to the city of Fergus  
58.14 Falls for the waste incinerator steam heating  
58.15 facility that supports the Fergus Falls  
58.16 Regional Treatment Center and that may  
58.17 come into effect as a result of the incinerator  
58.18 and facility being closed, are hereby waived.

58.19 Sec. 47. Laws 2005, chapter 20, article 1, section 23, subdivision 12, as amended by  
58.20 Laws 2006, chapter 171, section 2, Laws 2006, chapter 258, section 50, and Laws 2010,  
58.21 chapter 189, section 47, is amended to read:

58.22 Subd. 12. **Bioscience Development** 18,500,000

58.23 For grants to political subdivisions to  
58.24 predesign, design, acquire, construct, furnish,  
58.25 and equip publicly owned infrastructure  
58.26 required to support bioscience development  
58.27 in this state.

58.28 \$2,500,000 is for a grant to the city of  
58.29 Worthington. The \$313,947.17 remaining  
58.30 from this appropriation, which was reported  
58.31 to the legislature according to Minnesota  
58.32 Statutes, section 16A.642, subdivision 1,  
58.33 on January 2, 2013, is reauthorized and  
58.34 does not cancel under the terms of that

59.1 subdivision. The bond sale authorization  
59.2 and appropriation of bond proceeds for  
59.3 this project are available until December  
59.4 31, 2016, and also may be used to design,  
59.5 construct, furnish, and equip a laboratory  
59.6 and technology training center on the site  
59.7 supported by the infrastructure.

59.8 \$14,000,000 cumulatively is for grants to the  
59.9 counties of Ramsey and Anoka for public  
59.10 improvements to the portion of County Road  
59.11 J located within each county, and for road and  
59.12 bridge improvement costs at marked Trunk  
59.13 Highway 36 and Rice Street in Ramsey  
59.14 County in support of bioscience business  
59.15 development. This amount may be used to  
59.16 repay loans the proceeds of which were used  
59.17 for the public improvement. The grants to  
59.18 the individual counties shall be in amounts  
59.19 proportionate to the individual counties' costs  
59.20 associated with the public improvements.

59.21 \$2,000,000 is for bioscience business  
59.22 development public infrastructure grants  
59.23 under new Minnesota Statutes, section  
59.24 116J.435.

59.25 Sec. 48. Laws 2006, chapter 258, section 17, subdivision 8, as amended by Laws  
59.26 2008, chapter 179, section 64, and Laws 2011, First Special Session chapter 12, section  
59.27 30, is amended to read:

59.28 Subd. 8. **Metropolitan Regional Parks Capital**  
59.29 **Improvements**

35,362,000

59.30 For the cost of improvements and betterments  
59.31 of a capital nature and acquisition by the  
59.32 council and local government units of  
59.33 regional recreational open-space lands in  
59.34 accordance with the council's policy plan  
59.35 as provided in Minnesota Statutes, section

60.1 473.147. Priority must be given to park  
60.2 rehabilitation and land acquisition projects.

60.3 \$300,000 is for a grant to the city of  
60.4 Bloomington for environmental analysis  
60.5 and review, design, and ~~construction of a~~  
60.6 ~~multimodal trail connection across or through~~  
60.7 ~~Long Meadow Lake in the vicinity of the old~~  
60.8 ~~Cedar Avenue bridge and for development~~  
60.9 ~~of a segment of the Minnesota Valley State~~  
60.10 ~~Trail from Fort Snelling State Park to the~~  
60.11 ~~Long Meadow Lake crossing to serve as~~  
60.12 ~~a hiking and bicycling trail connection to~~  
60.13 renovate and restore, or to replace, the Old  
60.14 Cedar Avenue Bridge for bicycle commuters  
60.15 and recreational users. Notwithstanding  
60.16 Minnesota Statutes, section 16A.642, the  
60.17 bond sale authorization and appropriation of  
60.18 bond proceeds for this project are available  
60.19 until December 31, 2017.

60.20 \$6,000,000 is for a grant to the county of  
60.21 Dakota to acquire land for a regional park  
60.22 and wildlife area adjacent to the Vermillion  
60.23 Highlands Research, Recreation, and Wildlife  
60.24 Management Area in Dakota County.

60.25 \$1,800,000 is for a grant to the city of  
60.26 Minneapolis to complete land acquisition for  
60.27 and construction of the Cedar Lake Trail.

60.28 \$3,500,000 is for a grant to the Minneapolis  
60.29 Park and Recreation Board to design,  
60.30 construct, furnish, and equip a new cultural  
60.31 and community center in the East Phillips  
60.32 neighborhood in Minneapolis.

60.33 \$250,000 is for a grant to the Minneapolis  
60.34 Park and Recreation Board to predesign  
60.35 completion of the Grand Rounds National

61.1 Scenic Byway by providing a link between  
61.2 northeast Minneapolis on Stinson Avenue and  
61.3 Southeast Minneapolis at East River Road.

61.4 \$2,500,000 is for a grant to the Minneapolis  
61.5 Park and Recreation Board to mitigate  
61.6 flooding at Lake of the Isles in the city  
61.7 of Minneapolis. The grant must be used  
61.8 for shoreline stabilization and restoration,  
61.9 dredging, wetland replacement, and other  
61.10 infrastructure improvements necessary to  
61.11 deal with the 1997 flood damage and to  
61.12 prevent future flooding.

61.13 \$321,000 is for a grant to Ramsey County  
61.14 to construct a bicycle and pedestrian trail on  
61.15 the north side of Lower Afton Road between  
61.16 Century Avenue and McKnight Road in the  
61.17 city of Maplewood. This appropriation is  
61.18 not available until the commissioner has  
61.19 determined that at least an equal amount has  
61.20 been committed from nonstate sources.

61.21 \$9,000,000 is for a grant to the city of St.  
61.22 Paul to predesign, design, construct, furnish,  
61.23 equip, and redevelop infrastructure at the  
61.24 Como Zoo.

61.25 \$2,500,000 is for a grant to the city of St.  
61.26 Paul to acquire land for and to predesign,  
61.27 design, construct, furnish, and equip river  
61.28 park development and redevelopment  
61.29 infrastructure in National Great River Park  
61.30 along the Mississippi River in St. Paul.

61.31 \$2,000,000 is for a grant to the city of  
61.32 South St. Paul for the closure, capping, and  
61.33 remediation of approximately 80 acres of  
61.34 the Port Crosby construction and demolition  
61.35 debris landfill in South St. Paul, as the fifth

62.1 phase of converting the land into parkland,  
 62.2 and to restore approximately 80 acres of  
 62.3 riverfront land along the Mississippi River.

62.4 \$191,000 is for a grant to the city of White  
 62.5 Bear Lake to construct the Lake Avenue  
 62.6 Regional Trail connecting Highway 96  
 62.7 Regional Trail with Ramsey Beach.

62.8 Sec. 49. Laws 2006, chapter 258, section 18, subdivision 6, is amended to read:

62.9 Subd. 6. **Systemwide Redevelopment, Reuse,**  
 62.10 **or Demolition**

5,000,000

62.11 To abate hazardous materials, design,  
 62.12 construct, or improve basic infrastructure,  
 62.13 including sanitary and storm sewer and  
 62.14 water lines, public streets, curb, gutter, street  
 62.15 lights, or sidewalks, to make improvements  
 62.16 for building envelope and structural  
 62.17 integrity for the purposes of stabilizing the  
 62.18 buildings for sale, demolish all or portions  
 62.19 of surplus, nonfunctional, or deteriorated  
 62.20 facilities and infrastructure or to renovate  
 62.21 surplus, nonfunctional, or deteriorated  
 62.22 facilities and infrastructure at to facilitate  
 62.23 redevelopment of Department of Human  
 62.24 Services campuses that the commissioner  
 62.25 of administration is authorized to convey  
 62.26 to a local unit of government under Laws  
 62.27 2005, chapter 20, article 1, section 46, or  
 62.28 other law. These projects must facilitate the  
 62.29 redevelopment or reuse of these campuses  
 62.30 and must be implemented consistent with  
 62.31 the comprehensive redevelopment plans  
 62.32 developed and approved under Laws 2003,  
 62.33 First Special Session chapter 14, article 6,  
 62.34 section 64, subdivision 2, unless expressly  
 62.35 provided otherwise. If a surplus campus

63.1 is sold or transferred to a local unit of  
63.2 government, unspent portions of this  
63.3 appropriation may be granted to that local  
63.4 unit of government for the purposes stated in  
63.5 this subdivision. Notwithstanding Minnesota  
63.6 Statutes, section 16A.642, the bond sale  
63.7 authorization and appropriation of bond  
63.8 proceeds in this subdivision are available  
63.9 until December 31, 2016.

63.10 Sec. 50. Laws 2008, chapter 179, section 7, subdivision 26, as amended by Laws 2009,  
63.11 chapter 7, section 1, is amended to read:

63.12 Subd. 26. **Regional and Local Park Grants** 1,621,000

63.13 An appropriation in this subdivision is not  
63.14 available unless a covenant is placed, or has  
63.15 been placed, on the land to keep the land as a  
63.16 public park in perpetuity.

63.17 \$492,000 is for a grant to Stearns County to  
63.18 acquire 23 acres of land adjacent to Warner  
63.19 Lake Park in Stearns County to serve as part  
63.20 of the Central Minnesota Parks and Trails.

63.21 \$500,000 is for a grant to Chisago City  
63.22 to acquire land for the creation of Ojiketa  
63.23 Regional Park in Chisago County.

63.24 \$129,000 is for a grant to the city of  
63.25 Ortonville to construct improvements of  
63.26 a capital nature at the Minnesota River  
63.27 Regional Park in the city of Ortonville.

63.28 \$500,000 is for a grant to the city of Sartell  
63.29 to acquire up to 68 acres of land located  
63.30 along the Sauk River near the confluence of  
63.31 the Mississippi to serve as part of the Central  
63.32 Minnesota Regional Parks and Trails. This  
63.33 appropriation, which was reported to the  
63.34 legislature according to Minnesota Statutes,

64.1 section 16A.642, subdivision 1, on January  
64.2 2, 2013, is reauthorized and does not cancel  
64.3 under the terms of that subdivision. The  
64.4 bond sale authorization and appropriation of  
64.5 bond proceeds for this project are available  
64.6 until December 31, 2016.

64.7 Sec. 51. Laws 2008, chapter 179, section 21, subdivision 3, is amended to read:

64.8 Subd. 3. **Bioscience Business Development**  
64.9 **Public Infrastructure Grant Program** 9,000,000

64.10 For grants under Minnesota Statutes, section  
64.11 116J.435.

64.12 \$3,500,000 is for public infrastructure,  
64.13 including land acquisition, to support a  
64.14 private research park within a designated  
64.15 bioscience subzone that is adjacent to and  
64.16 complementary to research facilities of  
64.17 a college or university. Notwithstanding  
64.18 Minnesota Statutes, section 16A.642, the  
64.19 bond sale authorization and appropriation of  
64.20 bond proceeds for this project are available  
64.21 until June 30, 2015.

64.22 \$1,000,000 is for a grant to the city of  
64.23 Worthington for public infrastructure to  
64.24 support an agricultural-based bioscience  
64.25 training and testing center for incubator firms  
64.26 developing new agricultural processes and  
64.27 products.

64.28 Sec. 52. Laws 2008, chapter 365, section 4, subdivision 3, as amended by Laws  
64.29 2010, chapter 189, section 58, and Laws 2011, First Special Session chapter 12, section  
64.30 36, is amended to read:

64.31 Subd. 3. **Old Cedar Avenue Bridge** 2,000,000

64.32 For a grant to the city of Bloomington for  
64.33 environmental analysis and review, design,



65.1 ~~and construction of a multimodal trail~~  
 65.2 ~~connection across or through Long Meadow~~  
 65.3 ~~Lake in the vicinity of the old Cedar Avenue~~  
 65.4 ~~Bridge and for development of a segment of~~  
 65.5 ~~the Minnesota Valley State Trail from Fort~~  
 65.6 ~~Snelling State Park to the Long Meadow Lake~~  
 65.7 ~~crossing to renovate and restore, or to replace,~~  
 65.8 ~~the old Cedar Avenue Bridge for bicycle~~  
 65.9 ~~commuters and recreational users. This~~  
 65.10 ~~appropriation is added to the appropriation~~  
 65.11 ~~in Laws 2006, chapter 258, section 17,~~  
 65.12 ~~subdivision 8, as amended. Notwithstanding~~  
 65.13 ~~Minnesota Statutes, section 16A.642, the~~  
 65.14 ~~bond sale authorization and appropriation of~~  
 65.15 ~~bond proceeds for this project are available~~  
 65.16 ~~until December 31, 2017.~~

65.17 Sec. 53. Laws 2009, chapter 93, article 1, section 22, the effective date, as amended by  
 65.18 Laws 2011, First Special Session chapter 12, section 38, is amended to read:

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

65.21 Sec. 54. Laws 2010, chapter 189, section 16, subdivision 4, as amended by Laws 2011,  
 65.22 First Special Session chapter 12, section 45, is amended to read:

65.23 Subd. 4. **Metropolitan Regional Parks and**  
 65.24 **Trails Capital Improvements**

65.25 **(a) Metropolitan Council Priorities** 10,500,000

65.26 For the cost of improvements and betterments  
 65.27 of a capital nature and acquisition by the  
 65.28 council and local government units of  
 65.29 regional recreational open-space lands in  
 65.30 accordance with the council's policy plan  
 65.31 as provided in Minnesota Statutes, section  
 65.32 473.147. Priority must be given to park  
 65.33 rehabilitation and land acquisition projects.

66.1 This appropriation must not be used to  
66.2 purchase easements.

66.3 **(b) Como Zoo** 11,000,000

66.4 For a grant to the city of St. Paul to predesign,  
66.5 design, construct, furnish, and equip phase 2  
66.6 renovation of exhibits at the Como Zoo.

66.7 **(d) Old Cedar Avenue Bridge** 1,000,000

66.8 For a grant to the city of Bloomington for  
66.9 environmental analysis and review, design,  
66.10 and ~~construction of a multimodal trail~~  
66.11 ~~connection across or through Long Meadow~~  
66.12 ~~Lake in the vicinity of the Old Cedar Avenue~~  
66.13 ~~Bridge and for development of a segment of~~  
66.14 ~~the Minnesota Valley State Trail from Fort~~  
66.15 ~~Snelling State Park to the Long Meadow~~  
66.16 ~~Lake crossing~~ to renovate and restore, or to  
66.17 replace, the old Cedar Avenue Bridge for  
66.18 bicycle commuters and recreational users.

66.19 The city of Bloomington must consult with  
66.20 the city of Eagan and Dakota County on  
66.21 the renovation project. Notwithstanding  
66.22 Minnesota Statutes, section 16A.642, the  
66.23 bond sale authorization and appropriation of  
66.24 bond proceeds for this project are available  
66.25 until December 31, 2017.

66.26 This appropriation is added to the  
66.27 appropriation in Laws 2008, chapter 365,  
66.28 section 4, subdivision 3, as amended by this  
66.29 act.

66.30 **(f) Rock Island Bridge Park and Trail**  
66.31 **Development** 1,000,000

66.32 For a grant to the city of Inver Grove Heights  
66.33 for park and trail development on the west  
66.34 bank of the Mississippi River in Dakota  
66.35 County at the site of Mississippi River Bridge

67.1 JAR 5600, commonly known as the Rock  
 67.2 Island Bridge. Any park or trails developed  
 67.3 with this appropriation must connect with  
 67.4 any local, regional, or state trails in the  
 67.5 vicinity, and the historic Rock Island Bridge.

67.6 **(i) Veterans Memorial Parks** 2,000,000

67.7 For a grant to the Minneapolis Park and  
 67.8 Recreation Board to: (1) design and construct  
 67.9 an appropriate monument in Sheridan  
 67.10 Veterans Memorial Park on the Mississippi  
 67.11 River in Minneapolis to memorialize the war  
 67.12 service of Minnesota veterans of all wars;  
 67.13 and (2) match money provided by Hennepin  
 67.14 County to restore the flagpole monument  
 67.15 and plaza, and make other infrastructure  
 67.16 improvements of a capital nature for the  
 67.17 Veterans of World War I Victory Memorial  
 67.18 Parkway, consistent with Hennepin County's  
 67.19 planned infrastructure improvements.

67.20 **Sec. 55. OPTIONS FOR TRANSFER OF CROSSWINDS SCHOOL FACILITIES.**

67.21 **Subdivision 1. Transfer.** Notwithstanding the appropriation of state general  
 67.22 obligation bond proceeds in Laws 1998, chapter 404, section 5, subdivision 5; Laws 1999,  
 67.23 chapter 240, article 1, section 3; Laws 2000, chapter 492, article 1, section 5, subdivision  
 67.24 2; Laws 2001, First Special Session chapter 12, section 2, subdivision 2; and Laws  
 67.25 2005, chapter 20, article 1, section 5, subdivision 3, to acquire and better the Crosswinds  
 67.26 school facilities by the Joint Powers District No. 6067, East Metro Integration District,  
 67.27 in Woodbury, the Crosswinds school may be conveyed to the Perpich Center for Arts  
 67.28 Education or to Independent School District 833, South Washington County Schools, for  
 67.29 use as an east metropolitan area integration magnet school.

67.30 **Subd. 2. Sale.** If Joint Powers District No. 6067, East Metro Integration District,  
 67.31 does not transfer the Crosswinds school facilities under subdivision 1, it may sell the  
 67.32 school at public sale for an amount at least equal to the total amount of state general  
 67.33 obligation bond proceeds used to acquire and better the school. The proceeds of the sale  
 67.34 must be allocated as provided in Minnesota Statutes, section 16A.695. Upon the sale

68.1 under this subdivision, the school facilities are no longer state bond-financed property  
68.2 and may be used for any purpose.

68.3       Sec. 56. **CROSSWINDS SCHOOL TRANSITION TO PERPICH CENTER FOR**  
68.4 **ARTS EDUCATION.**

68.5       Subdivision 1. **Application.** This section applies if the Crosswinds school facilities  
68.6 are transferred to the Perpich Center for Arts Education under section 51, subdivision 1,  
68.7 prior to the 2013-2014 school year.

68.8       Subd. 2. **Staff transferred; contracts to remain separate.** As soon as practicable,  
68.9 the Perpich Center for Arts Education must notify all licensed and unlicensed employees  
68.10 of the East Metro Integration District assigned to the Crosswinds school as of February 1,  
68.11 2013, except administrative employees, of open positions for the 2013-2014 school year.  
68.12 Employees shall notify the Perpich Center for Arts Education within 30 days if they  
68.13 request appointment to a position. All requests must be granted. The commissioner of  
68.14 management and budget shall assign these employees to the appropriate job classes in the  
68.15 state civil service. Terms and conditions of employment for the transferred employees on  
68.16 and after August 1, 2013, shall be determined by the collective bargaining agreement or  
68.17 compensation plan applicable to each job class, provided that:

68.18       (1) a person who becomes a state employee under this section will have seniority  
68.19 with the state as of the date the person became an employee of the East Metro Integration  
68.20 District;

68.21       (2) if a person took a leave of absence from another school district to become an  
68.22 employee of the East Metro Integration District, the person will have seniority with the  
68.23 state as of the date the person first became an employee of the school district from which  
68.24 the employee took the leave of absence;

68.25       (3) a separate seniority list shall be maintained for the Crosswinds site of the Perpich  
68.26 Center for Arts Education from the seniority list for the Golden Valley site;

68.27       (4) the staff member shall receive the greater of:

68.28       (i) credit on the appointing salary schedule for the Perpich Center for Arts Education  
68.29 for the staff member's years of continuous service under contract with the East Metro  
68.30 Integration District and any member district, if applicable, and for the staff member's  
68.31 educational attainment at the time of appointment; or

68.32       (ii) the salary that the staff member received in the East Metro Integration District;

68.33       (5) all staff appointed to the Crosswinds site of the Perpich Center for Arts Education  
68.34 under this subdivision shall be deemed to have completed any applicable probationary  
68.35 period; and

(6) all staff appointed to the Crosswinds site of the Perpich Center for Arts Education under this subdivision shall receive credit for accumulations of sick leave, vacation, paid time off, rights to severance benefits, and any other benefits, as if the staff member had been employed by the Perpich Center for Arts Education during the staff member's years of employment by the East Metro Integration District.

Subd. 3. **Student enrollment.** Any student enrolled in the Crosswinds school during the 2012-2013 school year may continue to enroll in the Crosswinds school in any subsequent year. For the 2013-2014 school year and later, a student may apply for enrollment to the school at any time in the method and manner prescribed by the board.

Subd. 4. **Compensatory revenue.** For the 2013-2014 school year only, the Department of Education must calculate compensatory revenue for the Crosswinds school based on the fall 2012 enrollment counts at that site.

Subd. 5. **Title 1 funding.** To the extent possible, the Department of Education must qualify the Crosswinds school for Title 1 funding as if the program were still operated by Joint Powers District No. 6067, East Metro Integration District.

Subd. 6. **Timelines notwithstanding.** Any timelines established by resolution or otherwise by Joint Powers Board No. 6067, East Metro Integration District, to convey the Crosswinds school to another party are waived and are without effect.

**Sec. 57. CROSSWINDS TRANSITION TO INDEPENDENT SCHOOL DISTRICT NO. 833, SOUTH WASHINGTON COUNTY DISTRICT.**

Subdivision 1. **Application.** This section applies if the Crosswinds school facilities are transferred to Independent School District No. 833, South Washington County school district, under section 51, subdivision 1, prior to the 2013-2014 school year.

Subd. 2. **Student enrollment.** A student enrolled in the Crosswinds school during the 2012-2013 school year may continue to enroll in the Crosswinds school in any subsequent year. For the 2013-2014 school year and later, other students may apply for enrollment to the school at any time in the method and manner prescribed by the board of Independent School District No. 833, South Washington County.

Subd. 3. **Compensatory revenue.** For the 2013-2014 school year only, the Department of Education must calculate compensatory revenue for the Crosswinds school based on the fall 2012 enrollment counts.

Subd. 4. **Year-round programming.** The Crosswinds school may operate as a flexible learning year program under Minnesota Statutes, sections 124D.12 to 124D.127.

Subd. 5. **Pupil transportation.** The board may transport pupils enrolled in the 2012-2013 school year to and from the Crosswinds school in succeeding school years

70.1 regardless of the student's district of residence. Pupil transportation expenses under this  
70.2 section are reimbursable under Minnesota Statutes, section 124D.87.

70.3 Sec. 58. **HARAMBEE COMMUNITY SCHOOL TRANSITION.**

70.4 Subdivision 1. **Facilities.** Notwithstanding the specified uses of state general  
70.5 obligation bond proceeds appropriated in this act and Laws 1994, chapter 643, section 14,  
70.6 subdivision 7, the real and personal property owned by the Joint Powers District No. 6067,  
70.7 East Metro Integration District, in Roseville, known as the Harambee community school,  
70.8 may be conveyed to Independent School District No. 623, Roseville, for operation of a  
70.9 school facility that serves students in any grade from early education through grade 12.

70.10 Subd. 2. **Student enrollment.** A student enrolled in the Harambee community  
70.11 school during the 2012-2013 school year may continue to enroll in the Harambee  
70.12 community school in any subsequent year. For the 2013-2014 school year and later, other  
70.13 students may apply for enrollment to the school at any time in the method and manner  
70.14 prescribed by the board of Independent School District No. 623, Roseville.

70.15 Subd. 3. **Compensatory revenue.** For the 2013-2014 school year only, the  
70.16 Department of Education must calculate compensatory revenue for the Harambee  
70.17 community school based on the fall 2012 enrollment counts.

70.18 Subd. 4. **Year-round programming.** Harambee community school may operate as  
70.19 a flexible learning year program under Minnesota Statutes, sections 124D.12 to 124D.127.

70.20 Subd. 5. **Pupil transportation.** The board may transport pupils enrolled in the  
70.21 2012-2013 school year to and from the Harambee community school in succeeding school  
70.22 years regardless of the student's district of residence. Pupil transportation expenses under  
70.23 this section are reimbursable under Minnesota Statutes, section 124D.87.

70.24 Sec. 59. **REPEALER.**

70.25 Minnesota Statutes 2012, section 116J.433, is repealed.

70.26 Sec. 60. **EFFECTIVE DATE.**

70.27 This act is effective the day following final enactment.

**116J.433 BUSINESS DEVELOPMENT THROUGH CAPITAL PROJECTS  
GRANT PROGRAM.**

Subdivision 1. **Creation of account.** A business development through capital projects account is created in the bond proceeds fund. Money in the account may only be used for capital costs for eligible projects and public infrastructure.

Subd. 2. **Definitions.** For purposes of this section:

(1) "local government unit" means a county, city, town, special district, public higher education institution, or other political subdivision or public corporation;

(2) "governing body" means the city council, board of county commissioners, town board of supervisors, board of trustees, board of regents, or other body charged with governing a political subdivision of the state;

(3) "public infrastructure" means publicly owned physical infrastructure in this state, including, but not limited to, wastewater collection and treatment systems, drinking water systems, storm sewers, utility extensions, telecommunications infrastructure, streets, roads, bridges, and parking ramps; and

(4) "eligible project" means any project for which general obligation bonds of the state may be issued. Eligible projects must be capital projects for acquisition or improvement of publicly owned fixed assets having a useful life of at least ten years.

Subd. 3. **Grant program established.** The commissioner shall make competitive grants to local government units for eligible projects and public infrastructure required to support an eligible project, which may include: predesign, design, acquisition of land or buildings, construction, furnishing, and equipping a new or renovated building. The local government unit may employ or contract with persons, firms, or corporations to perform one or more or all of the functions of architect, engineer, or construction manager with respect to all or any part of an eligible project and related public infrastructure. The local government unit may deliver the eligible project and related public infrastructure through either a design-build or construction manager at-risk method. To the extent practicable and at the discretion of the local government unit, the local government unit may have rights and exercise powers with respect to the acquisition, construction, use, and operation of an eligible project, as are granted under section 473.756. No consent or approval of another political subdivision is required for the effectiveness or the exercise by a local government unit of the rights or powers.

Subd. 4. **Application.** (a) A local government unit must apply to the commissioner for a grant under this section. At a minimum, a local government unit must include the following information in its application:

(1) a resolution of its governing body certifying that the money required to be supplied by the local government unit to complete the project is available and committed;

(2) a detailed estimate, along with necessary supporting evidence, of the total costs of the eligible project;

(3) an assessment of the potential or likely use of the site for innovative business activities after completion of the eligible project;

(4) a timeline indicating the major milestones for the eligible project, including anticipated completion dates;

(5) an estimate of the operating costs for the project for ten years following completion; and

(6) any additional information or material the commissioner prescribes.

(b) The determination of whether to make a grant under subdivision 3 is within the discretion of the commissioner, subject to this section.

Subd. 5. **Match.** An amount granted under this program must be matched with at least an equal amount from nonstate sources. Any contribution to a project from nonstate sources made before a grant award is made under this section shall count towards the match requirement.

Subd. 6. **Priorities.** (a) If applications for grants exceed the available appropriation, grants must be made for projects that, in the commissioner's judgment, provide the highest return in public benefits for the public costs incurred. In making this judgment, the commissioner shall evaluate and prioritize eligible projects on the following characteristics:

(1) creation of new jobs, retention of existing jobs, or improvements in the quality of existing jobs as measured by the wages, skills, or education associated with those jobs;

(2) improvement in the quality of existing jobs, based on increases in wages or improvements in the job duties, training, or education associated with those jobs;

(3) increase in the local tax base, based on demonstrated measurable outcomes;

(4) demonstration that investment of public dollars in the project will induce private investment;

## APPENDIX

### Repealed Minnesota Statutes: H0270-2

- (5) whether the project provides necessary repair or replacement of existing capital assets;
- (6) whether the project reduces operating expenses of or increases revenue from existing capital asset, thereby offsetting at least a portion of project costs;
- (7) whether the project provides health or safety benefits;
- (8) the number of residents served by or who will benefit from the project;
- (9) demonstration of local support;
- (10) the capacity of the project to attract revenue from out of state; and
- (11) objective cost-benefit analysis and return on investment.

(b) The factors in paragraph (a) are not listed in a rank order of priority; rather, the commissioner may weigh each factor, depending upon the facts and circumstances, as the commissioner considers appropriate. In prioritizing projects, the commissioner shall make an appropriate balance between the metropolitan area and greater Minnesota.

Subd. 7. **Sunset.** This section expires June 30, 2016.