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State of Minnesota

HOUSE OF REPRESENTATIVES

NINETY-FIRST SESSION

н. г. №. 4558

04/17/2020 Authored by Murphy, Lillie and Lee

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

A bill for an act 1.1 relating to capital improvements; authorizing spending to acquire and better public 1 2 land and buildings and other improvements of a capital nature with certain 1.3 conditions; modifying previous appropriations; establishing new programs and 1.4 modifying existing programs; authorizing the sale and issuance of state bonds; 1.5 appropriating money; amending Minnesota Statutes 2018, sections 16A.641, by 1.6 adding a subdivision; 16B.86; 16B.87; 115A.0716; 123B.53, subdivisions 1, 4; 1.7 126C.63, subdivision 8; 126C.66, subdivision 3; 126C.69, as amended; 126C.71; 1.8 363A.36, by adding a subdivision; 363A.44, subdivision 1; 462A.37, by adding a 1.9 subdivision; Minnesota Statutes 2019 Supplement, sections 16A.968, subdivisions 1.10 2, 3; 462A.37, subdivisions 2, 5; Laws 2017, First Special Session chapter 8, article 1.11 1, section 18, subdivision 3; Laws 2018, chapter 214, article 1, sections 7, 1.12 subdivision 1; 21, subdivision 1; Laws 2019, First Special Session chapter 11, 1.13 article 6, section 7, subdivision 2; proposing coding for new law in Minnesota 1.14 Statutes, chapters 16A; 116; 174; repealing Minnesota Statutes 2018, sections 1.15 126C.65, subdivision 2; 126C.68, subdivisions 1, 2, 4; Minnesota Statutes 2019 1.16 Supplement, section 126C.68, subdivision 3. 1.17

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

1.19 ARTICLE 1
1.20 APPROPRIATIONS

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, clause (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, clauses (b) to (j), or article XIV. Unless otherwise specified, money appropriated in this act:

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2.1	(1) may be used to pay state agency staff costs that are attributed	d directl	y to the capital
2.2	program or project in accordance with accounting policies adopted l	by the co	ommissioner of
2.3	management and budget;		
2.4	(2) is available until the project is completed or abandoned subject	t to Min	nesota Statutes,
2.5	section 16A.642;		
2.6	(3) for activities under Minnesota Statutes, sections 16B.307, 84	4.946, aı	nd 135A.046,
2.7	should not be used for projects that can be financed within a reason	able tim	e frame under
2.8	Minnesota Statutes, section 16B.322 or 16C.144; and		
2.9	(4) is available for a grant to a political subdivision after the comm	issioner	of management
2.10	and budget determines that an amount sufficient to complete the pro	ject as d	escribed in this
2.11	act has been committed to the project, as required by Minnesota Sta	tutes, se	ction 16A.502.
2.12		APPI	ROPRIATIONS
2.13	Sec. 2. UNIVERSITY OF MINNESOTA		
2.14	Subdivision 1. Total Appropriation	<u>\$</u>	224,200,000
		<u> </u>	22 1,200,000
2.15	To the Board of Regents of the University of		
2.16	Minnesota for the purposes specified in this		
2.17	section.		
2.18 2.19	Subd. 2. Higher Education Asset Preservation and Replacement (HEAPR)		125,000,000
2.20	To be spent in accordance with Minnesota		
2.21	Statutes, section 135A.046.		
2.22 2.23	Subd. 3. Twin Cities - Child Development Building Replacement		29,200,000
2.24	To predesign, design, renovate, expand,		
2.25	furnish, and equip the Institute of Child		
2.26	Development building on the Twin Cities		
2.27	campus. This project includes the demolition		
2.28	and replacement of the 1968 building addition.		
2.29	Subd. 4. Duluth - AB Anderson Hall Renewal		4,400,000
2.30	To predesign, design, renovate, furnish, and		
2.31	equip campus teaching and learning spaces,		
2.32	including mechanical systems, in AB		
2.33	Anderson Hall.		

3.1 3.2	Subd. 5. Twin Cities - Chemistry Undergraduate Teaching Laboratory		65,600,000
3.3	To predesign, design, construct, renovate,		
3.4	furnish, and equip a chemistry undergraduate		
3.5	teaching laboratory in Fraser Hall on the Twin		
3.6	Cities campus. This project includes		
3.7	demolition of obsolete portions of Fraser Hall.		
3.8	Subd. 6. University Share		
3.9	Except for the appropriations for HEAPR, the		
3.10	appropriations in this section are intended to		
3.11	cover approximately two-thirds of the cost of		
3.12	each project. The remaining costs must be paid		
3.13	from university sources.		
3.14	Subd. 7. Unspent Appropriations		
3.15	Upon substantial completion of a project		
3.16	authorized in this section and after written		
3.17	notice to the commissioner of management		
3.18	and budget, the Board of Regents must use		
3.19	any money remaining in the appropriation for		
3.20	that project for HEAPR under Minnesota		
3.21	Statutes, section 135A.046. The Board of		
3.22	Regents must report by February 1 of each		
3.23	even-numbered year to the chairs of the house		
3.24	of representatives and senate committees with		
3.25	jurisdiction over capital investment and higher		
3.26	education finance, and to the chairs of the		
3.27	house of representatives Ways and Means		
3.28	Committee and the senate Finance Committee,		
3.29	on how the remaining money has been		
3.30	allocated or spent.		
3.31 3.32	Sec. 3. MINNESOTA STATE COLLEGES AND UNIVERSITIES		
3.33	Subdivision 1. Total Appropriation	<u>\$</u>	263,671,000

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4.1	To the Board of Trustees of the Minneson	<u>ota</u>	
4.2	State Colleges and Universities for the		
4.3	purposes specified in this section.		
4.4 4.5	Subd. 2. Higher Education Asset Present (HEAPR)	ervation_	142,500,000
4.6	To be spent in accordance with Minneso	<u>ota</u>	
4.7	Statutes, section 135A.046.		
4.8	Subd. 3. Anoka-Ramsey Community	<u>College</u>	16,282,000
4.9	To design, renovate, and equip the busin	ness	
4.10	and nursing building at Anoka-Ramsey		
4.11	Community College, Coon Rapids camp	ous.	
4.12	Subd. 4. Central Lakes College		8,275,000
4.13	To design, renovate, and equip the stude	<u>ent</u>	
4.14	services, academic support areas, and ath	letics	
4.15	space at Central Lakes College, Brainer	<u>d</u>	
4.16	campus.		
4.17	Subd. 5. Inver Hills Community Colle	<u>ge</u>	14,653,000
4.18	To design, renovate, and equip the Techno	ology	
4.19	and Business Center building, including	<u>the</u>	
4.20	construction of a link to Heritage Hall at	<u>Inver</u>	
4.21	Hills Community College.		
4.22	Subd. 6. Lake Superior College		985,000
4.23	To design the renovation and construction	on of	
4.24	integrated manufacturing workforce lab	s and	
4.25	related support space at Lake Superior		
4.26	College.		
4.27	Subd. 7. Metropolitan State Universit	<u>y</u>	3,923,000
4.28	To design, renovate, and equip space in	New	
4.29	Main Hall for the cybersecurity program	n at	
4.30	Metropolitan State University.		

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5.1 5.2	Subd. 8. Minneapolis Community and Technical College	10,254,000
5.3	To design phases 1 and 2 and renovate and	
5.4	equip phase 1 of the Management Education	
5.5	Center shared with Metropolitan State	
5.6	University on the Minneapolis Community	
5.7	and Technical College campus to support	
5.8	baccalaureate programming expansion.	
5.9	Subd. 9. Minnesota State University, Moorhead	17,290,000
5.10	To design, renovate, and equip Weld Hall,	
5.11	including the construction of additions to	
5.12	improve building accessibility, at Minnesota	
5.13	State University, Moorhead.	
5.14	Subd. 10. Minnesota State University, Mankato	6,691,000
5.15	To design, renovate, and repurpose space in	
5.16	the lower level of the Clinical Sciences	
5.17	Building; to design the demolition and	
5.18	replacement of Armstrong Hall; and to design	
5.19	the partial renovation of Wiecking Center,	
5.20	Performing Arts Center, Memorial Library,	
5.21	and Morris Hall at Minnesota State University,	
5.22	Mankato.	
5.23 5.24	Subd. 11. Northeast Higher Education District - Vermilion Community College	2,576,000
5.25	To design, renovate, and equip the classroom	
5.26	building and common space at Northeast	
5.27	Higher Education District - Vermilion	
5.28	Community College.	
5.29	Subd. 12. Normandale Community College	26,634,000
5.30	To design, renovate, and equip Phase 2 of the	
5.31	College Services building at Normandale	
5.32	Community College.	

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6.1	Subd. 13. North Hennepin Community College	6,598,000
6.2	To design the demolition and replacement of	
6.3	the current Fine Arts Center building with the	
6.4	Center for Innovation and the Arts at North	
6.5	Hennepin Community College, Brooklyn Park	
6.6	campus.	
6.7 6.8	Subd. 14. Northland Community and Technical College	2,220,000
6.9	To design, renovate, and equip teaching and	
6.10	learning lab space at Northland Community	
6.11	and Technical College, East Grand Forks	
6.12	campus.	
6.13 6.14	Subd. 15. Pine Technical and Community College	635,000
6.15	To design the renovation of the main building	
6.16	allied health space and an addition of the	
6.17	technical trade and applied learning labs at	
6.18	Pine Technical and Community College.	
6.19	Subd. 16. Saint Paul College	937,000
6.20	To design the renovation of classroom, lab,	
6.21	and student services space and design the	
6.22	demolition of the College Learning Center	
6.23	Building at the Saint Paul College campus.	
6.24	Subd. 17. Winona State University	3,218,000
6.25	To design the demolition and replacement of	
6.26	Gildemeister and Watkins Halls at Winona	
6.27	State University.	
6.28	Subd. 18. Debt Service	
6.29	(a) Except as provided in paragraph (b), the	
6.30	Board of Trustees shall pay the debt service	
6.31	on one-third of the principal amount of state	
6.32	bonds sold to finance projects authorized by	
6.33	this section. After each sale of general	

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7.1	obligation bonds, the commissioner of
7.2	management and budget shall notify the board
7.3	of the amounts assessed for each year for the
7.4	life of the bonds.
7.5	(b) The board need not pay debt service on
7.6	bonds sold to finance HEAPR. Where a
7.7	nonstate match is required, the debt service is
7.8	due on a principal amount equal to one-third
7.9	of the total project cost, less the match
7.10	committed before the bonds are sold.
7.11	(c) The commissioner of management and
7.12	budget shall reduce the board's assessment
7.13	each year by one-third of the net income from
7.14	investment of general obligation bond
7.15	proceeds in proportion to the amount of
7.16	principal and interest otherwise required to be
7.17	paid by the board. The board shall pay its
7.18	resulting net assessment to the commissioner
7.19	of management and budget by December 1
7.20	each year. If the board fails to make a payment
7.21	when due, the commissioner of management
7.22	and budget shall reduce allotments for
7.23	appropriations from the general fund otherwise
7.24	available to the board and apply the amount
7.25	of the reduction to cover the missed debt
7.26	service payment. The commissioner of
7.27	management and budget shall credit the
7.28	payments received from the board to the bond
7.29	debt service account in the state bond fund
7.30	each December 1 before money is transferred
7.31	from the general fund under Minnesota
7.32	Statutes, section 16A.641, subdivision 10.
7.33	Subd. 19. Unspent Appropriations
7.34	(a) Upon substantial completion of a project
7.35	authorized in this section and after written

8.1	notice to the commissioner of management		
8.2	and budget, the board must use any money		
8.3	remaining in the appropriation for that project		
8.4	for HEAPR under Minnesota Statutes, section		
8.5	135A.046. The Board of Trustees must report		
8.6	by February 1 of each even-numbered year to		
8.7	the chairs of the house of representatives and		
8.8	senate committees with jurisdiction over		
8.9	capital investment and higher education		
8.10	finance, and to the chairs of the house of		
8.11	representatives Ways and Means Committee		
8.12	and the senate Finance Committee, on how		
8.13	the remaining money has been allocated or		
8.14	spent.		
8.15	(b) The unspent portion of an appropriation		
8.16	for a project in this section that is complete is		
8.17	available for HEAPR under this subdivision,		
8.18	at the same campus as the project for which		
8.19	the original appropriation was made and the		
8.20	debt service requirement under this section is		
8.21	reduced accordingly. Minnesota Statutes,		
8.22	section 16A.642, applies from the date of the		
8.23	original appropriation to the unspent amount		
8.24	transferred.		
8.25	Sec. 4. EDUCATION		
		_	
8.26	Subdivision 1. Total Appropriation	<u>\$</u>	7,000,000
8.27	To the commissioner of education for the		
8.28	purposes specified in this section.		
8.29	Subd. 2. Library Grants		2,000,000
8.30	To the commissioner of education for library		
8.31	construction grants under Minnesota Statutes,		
8.32	section 134.45.		

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11.2 11.3 11.4 11.5 11.6	Minnesota Statutes, section 86A.12, unless this section or the statutes referred to in this section provide more specific standards, criteria, or priorities for projects than Minnesota Statutes, section 86A.12. Subd. 2. Natural Resources Asset Preservation (a) For the renovation of state-owned facilities	70,000,000
11.4 11.5 11.6 11.7	section provide more specific standards, criteria, or priorities for projects than Minnesota Statutes, section 86A.12. Subd. 2. Natural Resources Asset Preservation	70,000,000
11.5 11.6 11.7	Criteria, or priorities for projects than Minnesota Statutes, section 86A.12. Subd. 2. Natural Resources Asset Preservation	70,000,000
11.6 11.7	Minnesota Statutes, section 86A.12. Subd. 2. Natural Resources Asset Preservation	70,000,000
11.7	Subd. 2. Natural Resources Asset Preservation	70,000,000
		70,000,000
	(a) For the renovation of state-owned facilities	
11.8	(w) 1 01 010 10110 10110 10 10110 0 1 1110 110 110 110	
11.9	and recreational assets operated by the	
11.10	commissioner of natural resources to be spent	
11.11	in accordance with Minnesota Statutes, section	
11.12	84.946. Notwithstanding Minnesota Statutes,	
11.13	section 84.946, the commissioner may use this	
11.14	appropriation to replace buildings if,	
11.15	considering the embedded energy in the	
11.16	building, that is the most energy-efficient and	
11.17	carbon-reducing method of renovation.	
11.18	(b) The Soudan mine shaft rehabilitation	
11.19	project is exempt from using the Designer	
11.20	Selection Board process as defined in	
11.21	Minnesota Statutes, section 16B.33, and is	
11.22	exempt from any requirement for a minimum	
11.23	number of proposals as set forth in Minnesota	
11.24	Statutes, section 16C.33, subdivision 5,	
11.25	paragraph (c).	
11.26	Subd. 3. Flood Hazard Mitigation	20,000,000
11.27	(a) For the state share of flood hazard	
11.28	mitigation grants for publicly owned capital	
11.29	improvements to prevent or alleviate flood	
11.30	damage under Minnesota Statutes, section	
11.31	<u>103F.161.</u>	
11.32	(b) To the extent practical, levee projects shall	
11.33	meet the state standard of three feet above the	
11.34	100-year flood elevation.	

12.1	(c) To the extent practicable and consistent	
12.2	with the project, recipients of appropriations	
12.3	for flood control projects in this subdivision	
12.4	shall create wetlands that are eligible for	
12.5	wetland replacement credit to replace wetlands	
12.6	drained or filled as the result of repair,	
12.7	reconstruction, replacement, or rehabilitation	
12.8	of an existing public road under Minnesota	
12.9	Statutes, section 103G.222, subdivision 1,	
12.10	paragraphs (l) and (m).	
12.11	(d) Project priorities shall be determined by	
12.12	the commissioner as appropriate and based on	
12.13	need and may include acquisition of properties	
12.14	prone to flooding.	
12.15	(e) To the extent that the cost of a project	
12.16	exceeds two percent of the median household	
12.17	income in a municipality or township	
12.18	multiplied by the number of households in the	
12.19	municipality or township, this appropriation	
12.20	is also for the local share of the project.	
12.21	Subd. 4. Dam Renovation, Repair, Removal	20,000,000
12.22	(a) For design, engineering, and construction	
12.23	to repair, reconstruct, or remove publicly	
12.24	owned dams and respond to dam safety	
12.25	emergencies on publicly owned dams,	
12.26	including the reconstruction of the Lake	
12.27	Bronson Dam in Lake Bronson State Park.	
12.28	(b) The commissioner shall determine project	
12.29	priorities as appropriate under Minnesota	
12.30	Statutes, sections 103G.511 and 103G.515. If	
12.31	the commissioner determines that a project is	
12.32	not ready to proceed, this appropriation may	
12.33	be used for other projects on the	
12.34	commissioner's priority list.	

13.1 13.2	Subd. 5. Acquisition and Betterment of Buildings	25,000,000
13.3	For acquisition, design, and construction to	
13.4	replace existing facilities that no longer meet	
13.5	the business needs of the department; for the	
13.6	design and construction of a drill core facility	
13.7	in Hibbing; and for the design and	
13.8	construction of storage facilities.	
13.9 13.10	Subd. 6. State Park and Recreation Area Accessibility	10,000,000
13.11	For the predesign, design, and construction of	
13.12	accessibility improvements at William O'Brien	
13.13	State Park and, to the extent there is sufficient	
13.14	money remaining, at Fort Snelling State Park.	
13.15 13.16	Subd. 7. Parks and Trails Local and Regional Recreation Grants	4,000,000
13.17	For matching grants under Minnesota Statutes,	
13.18	section 85.019.	
13.19 13.20	Subd. 8. Acquisition and Betterment of Public Lands	30,000,000
13.21	For the acquisition or betterment of public	
13.22	land. The commissioner shall determine	
13.23	project priorities as appropriate under	
13.24	Minnesota Statutes, section 86A.12. This	
13.25	appropriation may be used for the following	
13.26	purposes:	
13.27	(1) for reforestation to meet the requirements	
13.28	of Minnesota Statutes, section 89.002,	
13.29	subdivision 2; forest for the future program	
13.30	under Minnesota Statutes, section 84.66; and	
13.31	fire protection under Minnesota Statutes,	
13.32	section 88.09;	
13.33	(2) for strategic land acquisition, design, and	
13.34	construction of buildings and facilities;	

14.1	(3) for prairie restoration under Minnesota	
14.2	Statutes, section 84.961, and native prairie	
14.3	bank easement acquisitions under Minnesota	
14.4	Statutes, section 84.96;	
14.5	(4) for betterment projects, to units of the	
14.6	Outdoor Recreation Act under Minnesota	
14.7	Statutes, chapter 86A;	
14.8	(5) for rehabilitation or replacement of	
14.9	groundwater monitoring wells;	
14.10	(6) for acquisition of in-holdings within units	
14.11	of the Outdoor Recreation Act under	
14.12	Minnesota Statutes, chapter 86A;	
14.13	(7) for acquisition of parcels to provide or	
14.14	improve access to units of the Outdoor	
14.15	Recreation Act under Minnesota Statutes,	
14.16	chapter 86A;	
14.17	(8) for improvements of a capital nature for	
14.18	ponds and fish culture facilities at hatcheries	
14.19	owned by the state and operated by the	
14.20	commissioner of natural resources under	
14.21	Minnesota Statutes, section 97A.045,	
14.22	subdivision 1; and	
14.23	(9) for acquisition and betterment projects of	
14.24	recreational areas on public lands, Minnesota	
14.25	Statutes, section 84.029.	
14.26	Subd. 9. Wildfire Aviation Infrastructure	9,500,000
14.27	For design, engineering, and construction of	
14.28	aviation infrastructure that supports wildfire	
14.29	response and conservation compliance and	
14.30	enforcement, which may include grants to the	
14.31	airport authority. This appropriation includes	
14.32	funding for the Hibbing airtanker base, Grand	
14.33	Rapids hangar, and Brainerd airtanker base.	

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15.1 15.2	Subd. 10. Lake Vermilion-Soudan Underground Mine State Park		5,800,000
15.3	For the predesign, design, and construction of		
15.4	a campground and related infrastructure at		
15.5	Lake Vermilion-Soudan Underground Mine		
15.6	State Park.		
15.7	Subd. 11. Shade Tree Program		2,000,000
15.8	For grants to cities, counties, townships, and		
15.9	park and recreation boards in cities of the first		
15.10	class, for the removal and the planting of shade		
15.11	trees on public land to provide environmental		
15.12	benefits; replace trees lost to forest pests,		
15.13	disease, or storm; or to establish a more		
15.14	diverse community forest better able to		
15.15	withstand disease and forest pests. The		
15.16	commissioner must give priority to grant		
15.17	requests to remove and replace trees with		
15.18	active infestations of emerald ash borer. For		
15.19	purposes of this appropriation, "shade tree"		
15.20	means a woody perennial grown primarily for		
15.21	aesthetic or environmental purposes with		
15.22	minimal to residual timber value. Any tree		
15.23	planted with money under this subdivision		
15.24	must be a climate-adapted species to		
15.25	Minnesota.		
15.26	Subd. 12. Blazing Star State Trail		1,750,000
15.27	For construction of a bridge over Albert Lea		
15.28	Lake and associated trail work for a trail		
15.29	connection of the Blazing Star Trail under		
15.30	Minnesota Statutes, section 85.015,		
15.31	subdivision 19, from Albert Lea to Hayward.		
15.32	Subd. 13. Mississippi Blufflands State Trail -		
15.33 15.34	Red Wing Riverfront Trail - He Mni Can-Barn Bluff Regional Park to Colvill Park		900,000
13.37	Diana regional and to Colvin I and		200,000

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18.1	Vetter Stone Amphitheater, including	
18.2	structural support; and	
18.3	(5) predesign and design improvements to the	
18.4	Minnesota River Trail to meet state trail	
18.5	standards, including a bridge between the Land	
18.6	of Memories Park and Sibley Park,	
18.7	connections to the Minneopa Trail, and	
18.8	extension of the trail and connections to the	
18.9	Germania Park neighborhood.	
18.10	Subd. 22. Mankato; Water Quality Mitigation	4,150,000
18.11	For a grant to the city of Mankato to acquire	
18.12	land and to design and construct improvements	
18.13	to reduce erosion and improve water quality	
18.14	in the Minnesota River-Mankato watershed.	
18.15	This appropriation includes money for	
18.16	bioreactor construction, restoration of	
18.17	wetlands, and completion of in-channel	
18.18	improvements from the wetland to existing	
18.19	pond and storm water infrastructure.	
18.20 18.21	Subd. 23. Otter Tail County; Perham to Pelican Rapids Regional Trail	1,978,000
18.22	For a grant to Otter Tail County to construct	
18.23	the McDonald Lake segment of the Perham	
18.24	to Pelican Rapids Regional Trail, which goes	
18.25	from the intersection of County State-Aid	
18.26	Highway 41 and 440th Street to the	
18.27	intersection of County State-Aid Highway 34	
18.28	and County State-Aid Highway 35 and for the	
18.29	predesign and design of the Maplewood State	
18.30	Park segment within the interior of	
18.31	Maplewood State Park.	
18.32 18.33	Subd. 24. Red Wing; Upper Harbor - Bay Point Renewal	2,000,000
18.34	For a grant to the city of Red Wing for	
18.35	predesign, design, and construction for Red	

19.1	Wing's Upper Harbor and Bay Point Park	
19.2	Renewal on the Mississippi riverfront project,	
19.3	including reconfiguration of the	
19.4	gravel-covered former landfill and partially	
19.5	paved areas into a public park, the	
19.6	rehabilitation or restoration of wetlands, and	
19.7	redesigned or increased parking to serve the	
19.8	Bay Point Park boat launch.	
19.9 19.10	Subd. 25. Rochester; Cascade Lake Regional Park	2,750,000
19.11	For a grant to the city of Rochester to	
19.12	predesign, design, construct, furnish, and	
19.13	equip improvements of a capital nature,	
19.14	including a pavilion, an amphitheater,	
19.15	performance facilities, picnic shelters,	
19.16	restroom facilities, play areas, park access,	
19.17	and landscaping.	
19.18	Subd. 26. Rockville; Rocori Trail	1,370,000
19.19	For a grant to the city of Rockville, under	
19.20	Minnesota Statutes, section 85.019,	
19.21	subdivision 4c, to construct phase 3 of the	
19.22	Rocori Trail, located in the cities of Richmond,	
19.23	Cold Spring, and Rockville.	
19.24 19.25	Subd. 27. Shakopee; Minnesota River Riverbank Stabilization	11,753,000
19.26	For a grant to the city of Shakopee to	
19.27	predesign, design, and construct the restoration	
19.28	of the Minnesota River riverbank from the	
19.29	western edge of downtown Shakopee to The	
19.30	Landing in the Three Rivers Park District, and	
19.31	to predesign, design, construct, furnish, and	
19.32	equip associated cultural and recreational	
19.33	amenities along the river.	

20.1	Subd. 28. Silver Bay; Trailhead Center	1,900,000
20.2	For a grant to the city of Silver Bay to	
20.3	predesign, design, construct, furnish, and	
20.4	equip a multimodal trailhead center for the	
20.5	various hiking, bicycling, snowmobile, and	
20.6	all-terrain vehicle trails that converge in the	
20.7	area. The center includes separated trail access	
20.8	for motorized and nonmotorized users and	
20.9	open space for trail users, parking, a wayside	
20.10	rest area, and a new trailhead center building	
20.11	that includes lavatories and showers. The	
20.12	nonstate contribution may be made in-kind.	
20.13	In-kind contributions may include removal of	
20.14	the existing building and site preparation,	
20.15	whether begun before or after the effective	
20.16	date of this section.	
20.17	Subd. 29. St. Joseph; East Park Development	300,000
20.18	For a grant to the city of St. Joseph to	
20.19	predesign, design, construct, and equip a	
20.20	parking lot, canoe access, and restroom	
20.21	facilities for East Park, which will be a	
20.22	regional park.	
20.23 20.24	Subd. 30. St. Louis County; Voyageur Country ATV Trail	1,000,000
20.25	For a grant to St. Louis County for design,	
20.26	permitting, right-of-way acquisition, and	
20.27	construction of Phase I of the Voyageur	
20.28	Country ATV Trail connections in the areas	
20.29	of Orr, Ash River, Kabetogama Township,	
20.30	and International Falls to the Voyageur	
20.31	Country ATV Trail system.	
20.32	Subd. 31. Wayzata; Lake Effect Project	10,000,000
20.33	For a grant to the city of Wayzata for the Lake	
20.34	Effect Project. The project includes design	

21.1	and construction of a boardwalk along the		
21.2	edge of Lake Minnetonka in downtown		
21.3	Wayzata; design and construction of an Eco		
21.4	Park, including ecological restoration of the		
21.5	shoreline area to improve water quality of the		
21.6	lake; and design, construction, and renovation		
21.7	of the Depot Park area along the lake to		
21.8	improve accessibility, add restrooms, and		
21.9	increase green space in the park. Nonstate		
21.10	contributions spent or allocated before or after		
21.11	enactment of this section for other public		
21.12	improvements that are part of the Lake Effect		
21.13	Project are sufficient match.		
21.14	Subd. 32. Unspent Appropriations		
21.15	The unspent portion of an appropriation for a		
21.16	project in this section that is complete, upon		
21.17	written notice to the commissioner of		
21.18	management and budget, is available for asset		
21.19	preservation under Minnesota Statutes, section		
21.20	84.946. Minnesota Statutes, section 16A.642,		
21.21	applies from the date of the original		
21.22	appropriation to the unspent amount		
21.23	transferred.		
21.24	Sec. 8. POLLUTION CONTROL AGENCY		
21.25	Subdivision 1. Total Appropriation	<u>\$</u>	67,492,000
21.26	To the Pollution Control Agency for the		
21.27	purposes specified in this section.		
21.28 21.29	Subd. 2. Organics Infrastructure Capital Assistance Program		10,000,000
21.30	For grants to expand organics infrastructure		
21.31	by constructing, equipping, expanding, and		
21.32	adding capacity at new or existing organics		
21.33	transfer facilities, organics compost facilities,		
21.34	anaerobic digestion facilities, or other facilities		

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22.1	that recover organic materials in accord	ance		
22.2	with the solid waste capital assistance g	rant		
22.3	program under Minnesota Statutes, sect	ion		
22.4	<u>115A.54.</u>			
22.5 22.6	Subd. 3. Sustainable Communities and Resiliency	d Climate		15,000,000
22.7	For grants under Minnesota Statutes, se	ction		
22.8	115A.0716, subdivision 5.			
22.9 22.10	Subd. 4. Removal of PAH-Contaminate Water from Pond Sediments	ted Storm		2,000,000
22.11	For grants under Minnesota Statutes, se	ction		
22.12	115A.0716, subdivision 4.			
22.13	Subd. 5. Clay County			8,500,000
22.14	For a grant to Clay County under the so	<u>lid</u>		
22.15	waste capital assistance grant program u	<u>ınder</u>		
22.16	Minnesota Statutes, section 115A.54, in	<u>order</u>		
22.17	to acquire land, design, construct, renov	rate,		
22.18	and equip a new resource recovery cam	pus		
22.19	consisting of a new solid waste transfer s	tation		
22.20	and problem materials management fac	ility.		
22.21	Subd. 6. Pope-Douglas			9,000,000
22.22	For a grant to the Pope-Douglas Solid V	<u>Vaste</u>		
22.23	Management Joint Powers Board under	the		
22.24	solid waste capital assistance grant prog	<u>gram</u>		
22.25	under Minnesota Statutes, section 115A	.54.		
22.26	This appropriation may be used to design	gn,		
22.27	construct, and equip renovation and expa	<u>nsion</u>		
22.28	of an existing waste diversion and mate	<u>rials</u>		
22.29	recovery facility in the city of Alexandr	ia; to		
22.30	design, construct, and equip a new orga	nics		
22.31	composting facility in Douglas County;	and		
22.32	to design, construct, and equip a new			
22.33	environmental learning center in Alexan	<u>ndria</u>		
22.34	for problem materials recycling and dis	posal		

Landfill.

Subd. 9. Chisago County

23.32

23.33

391,000

 waste capital assistance grants program un Minnesota Statutes, section 115A.54, to 	<u>der</u>
24.3 <u>Minnesota Statutes, section 115A.54, to</u>	
24.4 <u>acquire land, design, construct, renovate,</u>	
24.5 <u>expand</u> , and equip an existing household	
24.6 <u>hazardous waste facility and a new self-serv</u>	ice
24.7 <u>recycling facility.</u>	
24.8 <u>Subd. 10.</u> <u>Coon Rapids</u>	700,000
24.9 For a grant to the city of Coon Rapids und	<u>er</u>
24.10 the solid waste capital assistance grants	
24.11 program in Minnesota Statutes, section	
24.12 115A.54, for expanding and improving the	2
24.13 Coon Rapids Recycling Center, including	
24.14 <u>constructing</u> , furnishing, and equipping a	
24.15 <u>building for polystyrene foam processing,</u>	<u>a</u>
24.16 <u>cold storage building</u> , a covered storage ar	ea,
24.17 and constructing driving lanes and parking	
24.18 <u>areas.</u>	
24.19 Subd. 11. Dakota and Scott Counties	4,000,000
24.20 For a capital assistance grant under Minnes	<u>ota</u>
24.21 Statutes, section 115A.54, to Dakota Cour	<u>nty</u>
or Scott County to acquire land, design,	
24.23 <u>construct</u> , and equip a new regional househ	<u>old</u>
24.24 <u>hazardous waste collection and recycling</u>	
24.25 <u>facility to be located at a site in Dakota Cou</u>	<u>nty</u>
24.26 or Scott County that best supports access ne	<u>eds</u>
24.27 <u>for the residents of Dakota and Scott Count</u>	es.
24.28 Subd. 12. Hennepin County	2,000,000
24.29 For a grant to Hennepin County under the	
24.30 solid waste capital assistance grants progr	a <u>m</u>
24.31 <u>under Minnesota Statutes, section 115A.5</u>	<u>4,</u>
24.32 to design, construct, renovate, and equip a	<u>n</u>
24.33 <u>expansion to an existing transfer station in </u>	<u>.</u>

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26.1	section 103G.222, subdivision 3, paragraph	
26.2	(a), to implement an in-lieu fee agreement	
26.3	approved by the U.S. Army Corps of	
26.4	Engineers under section 404 of the Clean	
26.5	Water Act. The purchase price paid for	
26.6	acquisition of land or perpetual easement must	
26.7	be a fair market value as determined by the	
26.8	board. The board may enter into agreements	
26.9	with the federal government, other state	
26.10	agencies, political subdivisions, nonprofit	
26.11	organizations, fee title owners, or other	
26.12	qualified private entities to acquire wetland	
26.13	replacement credits in accordance with	
26.14	Minnesota Rules, chapter 8420.	
26.15	Subd. 3. Local Government Roads Wetland	
26.16	Replacement Program	8,000,000
26.17	\$8,000,000 in fiscal year 2021 is appropriated	
26.18	from the general fund to the Board of Water	
26.19	and Soil Resources to administer its statutory	
26.20	responsibilities and acquire wetland banking	
26.21	credits to replace those wetlands drained or	
26.22	filled as a result of repairing, reconstructing,	
26.23	replacing, or rehabilitating existing public	
26.24	roads as required by Minnesota Statutes,	
26.25	section 103G.222, subdivision 1.	
26.26	Notwithstanding Minnesota Statutes, section	
26.27	103G.222, subdivision 3, the board may	
26.28	implement the wetland replacement program	
26.29	when consistent with the watershed approach	
26.30	of section 404 of the federal Clean Water Act.	
26.31	The purchase price paid for acquiring wetland	
26.32	credits must be determined by the board. The	
26.33	board may enter into agreements with the	
26.34	federal government, other state agencies,	
26.35	political subdivisions, nonprofit organizations,	
26.36	fee title owners, or other qualified private	

27.1	entities to acquire wetland replacement credits	
27.2	in accordance with Minnesota Rules, chapter	
27.3	8420. This is a onetime appropriation and is	
27.4	available until June 30, 2025. Of this	
27.5	appropriation, up to \$560,000 is available for	
27.6	the development of the required elements of	
27.7	an in-lieu fee wetland mitigation program in	
27.8	accordance with Minnesota Statutes, section	
27.9	103G.2242, subdivision 3, and up to \$440,000	
27.10	is available for mitigation stewardship in	
27.11	accordance with Minnesota Statutes, section	
27.12	103B.103, subdivision 3.	
27.13 27.14	Subd. 4. Reinvest in Minnesota (RIM) Reserve Program	16,500,000
27.15	To acquire conservation easements from	
27.16	landowners to preserve, restore, create, and	
27.17	enhance wetlands and associated uplands of	
27.18	prairie and grasslands, and to restore and	
27.19	enhance rivers and streams, riparian lands, and	
27.20	associated uplands of prairie and grasslands,	
27.21	in order to protect soil and water quality,	
27.22	support fish and wildlife habitat, reduce flood	
27.23	damage, and provide other public benefits.	
27.24	The provisions of Minnesota Statutes, section	
27.25	103F.515, apply to this program. The board	
27.26	shall give priority to leveraging federal money	
27.27	by enrolling targeted new lands or enrolling	
27.28	environmentally sensitive lands that have	
27.29	expiring federal conservation agreements. The	
27.30	board is authorized to enter into new	
27.31	agreements and amend past agreements with	
27.32	landowners as required by Minnesota Statutes,	
27.33	section 103F.515, subdivision 5, to allow for	
27.34	restoration. Up to five percent of this	
27.35	appropriation may be used for restoration and	
27.36	enhancement.	

28.1	Sec. 10. AGRICULTURE	<u>\$</u>	21,278,000
28.2	To the commissioner of administration to		
28.3	construct, renovate, and equip the Department		
28.4	of Agriculture/Department of Health		
28.5	Laboratory Building in St. Paul, including but		
28.6	not limited to creating a dedicated biosafety		
28.7	level 3 laboratory space, to meet safety,		
28.8	energy, and operational efficiency needs.		
28.9	\$779,000 of this appropriation is from the		
28.10	general fund in fiscal year 2021 for relocation		
28.11	expenses associated with this project.		
28.12	Sec. 11. RURAL FINANCE AUTHORITY	<u>\$</u>	50,000,000
28.13	For the purposes set forth in the Minnesota		
28.14	Constitution, article XI, section 5, paragraph		
28.15	(h), to the Rural Finance Authority to purchase		
28.16	participation interests in or to make direct		
28.17	agricultural loans to farmers under Minnesota		
28.18	Statutes, chapter 41B. This appropriation is		
28.19	for the beginning farmer program under		
28.20	Minnesota Statutes, section 41B.039; the loan		
28.21	restructuring program under Minnesota		
28.22	Statutes, section 41B.04; the seller-sponsored		
28.23	program under Minnesota Statutes, section		
28.24	41B.042; the agricultural improvement loan		
28.25	program under Minnesota Statutes, section		
28.26	41B.043; and the livestock expansion loan		
28.27	program under Minnesota Statutes, section		
28.28	41B.045. All debt service on bond proceeds		
28.29	used to finance this appropriation must be		
28.30	repaid by the Rural Finance Authority under		
28.31	Minnesota Statutes, section 16A.643. Loan		
28.32	participations must be priced to provide full		
28.33	interest and principal coverage and a reserve		
28.34	for potential losses. Priority for loans must be		
28.35	given first to beginning farmer loans, second		

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29.1	to seller-sponsored loans, and third to			
29.2	agricultural improvement loans.			
29.3 29.4	Sec. 12. MINNESOTA ZOOLOGICA GARDEN	<u>aL</u>		
29.5	Subdivision 1. Total Appropriation		<u>\$</u>	26,000,000
29.6	To the Minnesota Zoological Garden Bo	oard		
29.7	for the purposes specified in this section	<u>ı.</u>		
29.8	Subd. 2. Asset Preservation			10,000,000
29.9	For capital asset preservation improvem	nents		
29.10	and betterments to infrastructure and ex	<u>hibits</u>		
29.11	at the Minnesota Zoo, to be spent in			
29.12	accordance with Minnesota Statutes, see	ction		
29.13	16B.307. Notwithstanding the specified	uses		
29.14	of money under Minnesota Statutes, sec	etion_		
29.15	16B.307, the board may use this appropr	iation		
29.16	to replace buildings that are in poor cond	lition,		
29.17	outdated, and no longer support the wor	<u>k of</u>		
29.18	the Minnesota Zoo and to construct and			
29.19	renovate trails and roads on the Minnes	<u>ota</u>		
29.20	Zoo site.			
29.21	Subd. 3. Animal Hospital Renovation			5,000,000
29.22	To design, construct, furnish, and equip	the		
29.23	renovation of the animal hospital.			
29.24	Subd. 4. Repurpose Monorail to Trees	top Trail		11,000,000
29.25	To design, construct, furnish, and equip	the		
29.26	renovation of the monorail structure as	<u>an</u>		
29.27	elevated pedestrian trail.			
29.28	Sec. 13. ADMINISTRATION			
29.29	Subdivision 1. Total Appropriation		<u>\$</u>	33,100,000
29.30	To the commissioner of administration f	or the		
29.31	purposes specified in this section.			
29.32 29.33	Subd. 2. Capital Asset Preservation as Replacement Account	<u>nd</u>		10,000,000

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31.1	control, or any other physical security	
31.2	measures needed to meet the latest security	
31.3	threats. This appropriation includes money for	
31.4	work associated with one or more of the	
31.5	following buildings: Administration,	
31.6	Centennial, Judicial, Ag/Health Lab,	
31.7	Minnesota History Center, Capitol Complex	
31.8	Power Plant and Shops, Stassen, State Office,	
31.9	and Veterans Service. \$5,000,000 of this	
31.10	appropriation is from the general fund in fiscal	
31.11	year 2021 to be used at the Andersen,	
31.12	Freeman, Retirement Systems, and	
31.13	Transportation buildings for the purposes	
31.14	described in this subdivision.	
31.15	Subd. 6. State Building Efficiency	5,000,000
31.16	From the general fund in fiscal year 2021 for	
31.17	deposit in the building efficiency revolving	
31.18	loan account to make loans to improve energy	
31.19	and water efficiency in state facilities as	
31.20	permitted under Minnesota Statutes, sections	
31.21	16B.86 and 16B.87.	
31.22	Subd. 7. Property Acquisition	2,600,000
31.23	To acquire land adjacent to state-owned	
31.24	property to provide a future development site	
31.25	to meet space needs on the Capitol Complex,	
31.26	as well as to design, construct, and equip	
31.27	temporary parking on the site for the Capitol	
31.28	Complex. This appropriation may also be used	
31.29	to design and complete any hazardous	
31.30	materials abatement on the site.	
31.31	Subd. 8. ADA Building Accommodation	2,000,000
31.32	From the general fund in fiscal year 2021 to	
31.33	make Americans with Disabilities Act	
31.34	accommodation improvements in state-owned	

Blaine.

32.30

32.31

facility for the National Sports Center in

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33.1	Subd. 4. Mighty Ducks			4,000,000
33.2	For grants to local government units un	<u>der</u>		
33.3	Minnesota Statutes, section 240A.09,			
33.4	paragraph (b), to improve indoor air qua	ality		
33.5	or eliminate R-22. This appropriation sha	all not		
33.6	be used to acquire ice resurfacing or edge	ging		
33.7	equipment.			
33.8	Subd. 5. Regional Sports Center			329,000
33.9	From the general fund in fiscal year 202	21 for		
33.10	a grant to the city of St. Paul for design	and		
33.11	preconstruction of a regional sports cen	ter,		
33.12	including athletic fields, parking, access in	oads,		
33.13	and related ancillary facilities.			
33.14	Sec. 15. MILITARY AFFAIRS			
33.15	Subdivision 1. Total Appropriation		<u>\$</u>	11,895,000
33.16	To the adjutant general for the purposes			
33.17	specified in this section.			
33.18	Subd. 2. Rosemount Readiness Center	<u>r</u>		1,100,000
33.19	To design the renovation of existing spa	ace at		
33.20	the Rosemount Readiness Center, include	ding		
33.21	mechanical, electrical, building envelop	<u>ee,</u>		
33.22	energy efficiency, and life safety			
33.23	improvements.			
33.24	Subd. 3. Fergus Falls Readiness Center	e <u>r</u>		2,200,000
33.25	To design and renovate existing space a	t the		
33.26	Fergus Falls Readiness Center, includin	<u>g</u>		
33.27	mechanical, electrical, building envelop	<u>e,</u>		
33.28	energy efficiency, and life safety			
33.29	improvements and to construct an additi	on on		
33.30	the existing property.			
33.31	Subd. 4. Moorhead Readiness Center			5,345,000

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34.1	To design and renovate existing space a	t the		
34.2	Moorhead Readiness Center, including			
34.3	mechanical, electrical, building envelop	<u>e,</u>		
34.4	energy efficiency, life safety improvement	ents,		
34.5	and to construct an addition on the exist	ing		
34.6	property.			
34.7	Subd. 5. Marshall Readiness Center			3,250,000
34.8	To design and renovate existing space a	t the		
34.9	Marshall Readiness Center, including			
34.10	mechanical, electrical, building envelop	<u>e,</u>		
34.11	energy efficiency, and life safety			
34.12	improvements, and to construct an additional	tion_		
34.13	on the existing property.			
34.14	Sec. 16. PUBLIC SAFETY			
34.15	Subdivision 1. Total Appropriation		<u>\$</u>	48,536,000
34.16	To the commissioner of public safety fo	r the		
34.17	purposes specified in this section.			
34.18	Subd. 2. State Emergency Operations	<u>Center</u>		29,545,000
34.19	For site acquisition, updating the predes	ign,		
34.20	and to design, construct, furnish, and eq	uip a		
34.21	new State Emergency Operations Cente	r and		
34.22	Homeland Security and Emergency			
34.23	Management Office. This appropriation	may		
34.24	also be used to design and complete hazar	rdous		
34.25	materials abatement and demolition as no	<u>eeded</u>		
34.26	on the acquired site.			
34.27 34.28	Subd. 3. Southern Minnesota BCA Re Office and Laboratory	egional		125,000
34.29	For predesign of a new Bureau of Crim	inal		
34.30	Apprehension regional office and laborate	atory		
34.31	facility in the Mankato area.			
34.32	Subd. 4. BCA Maryland Building			3,976,000

35.1	To design, construct, renovate, equip, and	
35.2	furnish unfinished space in the Department of	
35.3	Public Safety, Bureau of Criminal	
35.4	Apprehension building in St. Paul to provide	
35.5	new offices and to design, construct, and equip	
35.6	a new perimeter fence at this site.	
35.7	Subd. 5. Regional Training Facility Study	500,000
35.8	From the general fund in fiscal year 2021 for	
35.9	a comprehensive needs assessment of training	
35.10	for fire, police, and emergency response	
35.11	personnel across the state that will consider	
35.12	facility locations, training delivery methods,	
35.13	and costs. The department may consult with	
35.14	the Minnesota Management and Budget	
35.15	Division of Management Analysis and	
35.16	Development in preparing the assessment	
35.17	results and recommendations in two phases.	
35.18	Phase 1, which will report on the inventory of	
35.19	current facilities and provide an updated list	
35.20	of criteria for evaluating and scoring locations	
35.21	for proposed facilities, is due by August 31,	
35.22	2021. Phase 2, which will analyze how best	
35.23	to meet future training needs for public safety	
35.24	personnel and estimate related operating and	
35.25	capital costs, is due by December 31, 2022.	
35.26	Subd. 6. Crystal; Police Department Expansion	4,000,000
35.27	For a grant to the city of Crystal to design,	
35.28	construct, furnish, and equip an expansion of	
35.29	the city's police department facility.	
35.30 35.31	Subd. 7. Virginia; Regional Public Safety Center and Training Facility	10,390,000
35.32	For a grant to the city of Virginia to acquire a	
35.33	site, demolish existing structures and prepare	
35.34	the site, and to predesign, design, construct,	
35.35	furnish, and equip a regional public safety	

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37.1	Bicycle Facilities	10,000,000
37.3	\$8,000,000 of this appropriation is for grants	
37.4	under Minnesota Statutes, section 174.40.	
37.5	\$2,000,000 of this appropriation is from the	
37.6	general fund in fiscal year 2021 to predesign,	
37.7	design, construct, and equip bicycle and	
37.8	pedestrian facilities along trunk highways on	
37.9	or through reservations and tribal lands or for	
37.10	grants with Indian tribal governments to	
37.11	predesign, design, construct, and equip bicycle	
37.12	and pedestrian facilities on reservations or	
37.13	tribal lands.	
37.14	Subd. 5. Rail Service Improvement	5,000,000
37.15	For rail service improvement grants under	
37.16	Minnesota Statutes, section 222.50.	
37.17	Subd. 6. Port Development Assistance	10,000,000
37.18	For grants under Minnesota Statutes, chapter	
37.19	457A. Any improvements made with the	
37.20	proceeds of these grants must be publicly	
37.21	owned.	
37.22	Subd. 7. Railroad Warning Devices	6,000,000
37.23	To design, construct, and equip replacement	
37.24	of active highway-rail grade warning devices	
37.25	that have reached the end of their useful life.	
37.26	Subd. 8. Passenger Rail Program	10,000,000
37.27	For capital improvements and betterments for	
37.28	the second daily Amtrak train between St.	
37.29	Paul, Milwaukee, and Chicago project.	
37.30	Notwithstanding any law to the contrary, a	
37.31	portion or phase of this intercity passenger rail	
37.32	project may be accomplished with one or more	
37.33	state appropriations and an intercity passenger	

39.1	Commission for site mitigation and	
39.2	demolition, predesign, and design, and to	
39.3	construct, furnish, and equip a joint-use	
39.4	facility to be used by the Brainerd Lakes	
39.5	Regional Airport and the Department of	
39.6	Natural Resources, a paved apron, and airport	
39.7	perimeter fencing.	
39.8	(c) \$11,400,000 of this appropriation is for a	
39.9	grant to the city of Rochester for	
39.10	improvements to the Rochester International	
39.11	Airport for environmental analysis, land	
39.12	acquisition, site mitigation and demolition,	
39.13	predesign, and design, and to construct,	
39.14	furnish, and equip a runway, taxiways, and	
39.15	approaches, including lighting components	
39.16	and navigational aids.	
39.17	Subd. 13. Highway 65 Flood Mitigation	3,500,000
39.18	From the bond proceeds account in the trunk	
39.19	highway fund for predesign, design,	
39.20	right-of-way acquisition if needed, and	
39.21	construction of marked U.S. Highway 65 in	
39.22	Albert Lea to raise the roadway above flood	
39.23	<u>levels.</u>	
39.24	Subd. 14. Northfield; Regional Transit Hub	2,500,000
39.25	For a grant to the city of Northfield to acquire	
39.26	real property; prepare the site, including any	
39.27	environmental remediation; and predesign,	
39.28	design, construct, furnish, and equip a regional	
39.29	transit hub.	
39.30	Subd. 15. Red Wing; Old West Main Street	1,000,000
39.31	For a grant to the city of Red Wing to design,	
39.32	engineer, and construct improvements and	
39.33	betterments of a capital nature to publicly	
39.34	owned roadway and infrastructure necessary	

40.1	for the reconstruction and redevelopment of		
40.2	Old West Main Street. This appropriation		
40.3	includes money for the reconstruction of four		
40.4	city blocks of Old West Main Street and one		
40.5	city block of Jackson Street, including the		
40.6	removal and replacement of underground		
40.7	utilities, sidewalk, and other utility and		
40.8	infrastructure improvements, including the		
40.9	work necessary for preparation of a railroad		
40.10	quiet zone at the Jackson Street railroad		
40.11	crossing.		
40.12	Subd. 16. Rogers; Pedestrian and Bike Bridge		2,200,000
40.13	For a grant to the city of Rogers to acquire		
40.14	property for and to design and construct a		
40.15	pedestrian and bicycle bridge over marked		
40.16	Interstate Highway 94 approximately one mile		
40.17	northwest of the interchange at marked Trunk		
40.18	Highway 101. This appropriation includes		
40.19	money for construction of a bituminous trail		
40.20	to connect to the existing trail system.		
40.21 40.22	Subd. 17. Shakopee; Highway 169 Pedestrian and Bicycle Overpass		2,162,000
40.23	For a grant to the city of Shakopee to acquire		
40.24	land or a qualifying ownership interest,		
40.25	predesign, design, engineer, and construct a		
40.26	pedestrian and bicycle overpass over marked		
40.27	Trunk Highway 169, and establish new trail		
40.28	segments, to connect the Southbridge		
40.29	neighborhood and Quarry Lake Park.		
40.30	Sec. 18. METROPOLITAN COUNCIL		
40.31	Subdivision 1. Total Appropriation	<u>\$</u>	127,405,000
40.32	To the Metropolitan Council for the purposes		
40.33	specified in this section.		

41.1 41.2	Subd. 2. Metropolitan Cities Inflow and Infiltration Grants	5,000,000
41.3	For grants to municipalities within the	
41.4	metropolitan area, as defined in Minnesota	
41.5	Statutes, section 473.121, subdivision 2, for	
41.6	capital improvements in municipal wastewater	
41.7	collection systems to reduce the amount of	
41.8	inflow and infiltration to the Metropolitan	
41.9	Council's metropolitan sanitary sewer disposal	
41.10	system. Grants from this appropriation are for	
41.11	up to 50 percent of the cost to mitigate inflow	
41.12	and infiltration in the publicly owned	
41.13	municipal wastewater collection systems. To	
41.14	be eligible for a grant, a city must be identified	
41.15	by the council as a contributor of excessive	
41.16	inflow and infiltration in the metropolitan	
41.17	disposal system or have a measured flow rate	
41.18	within 20 percent of its allowable	
41.19	council-determined inflow and infiltration	
41.20	limits. The council must award grants based	
41.21	on applications from cities that identify	
41.22	eligible capital costs and include a timeline	
41.23	for inflow and infiltration mitigation	
41.24	construction, pursuant to guidelines	
41.25	established by the council.	
41.26 41.27	Subd. 3. Metropolitan Regional Parks and Trails Capital Improvements	10,000,000
41.28	For the cost of improvements and betterments	
41.29	of a capital nature and acquisition by the	
41.30	council and local government units of regional	
41.31	recreational open-space lands in accordance	
41.32	with the council's policy plan as provided in	
41.33	Minnesota Statutes, section 473.147. This	
41.34	appropriation must not be used to purchase	
41.35	easements.	
41.36	Subd. 4. Busway and Express Bus Development	55,000,000

42.1	For regional express bus and busway corridors	
42.2	including land and property acquisition,	
42.3	predesign, design and engineering,	
42.4	environmental testing and mitigation, utility	
42.5	relocation, traffic mitigation, construction,	
42.6	demolition, and furnishing and equipping	
42.7	facilities for busway and express bus projects.	
42.8	The council must allocate the money among	
42.9	projects based on criteria in its transitway	
42.10	capital improvement plan including:	
42.11	consistency with the council's long-range	
42.12	transportation policy plan; project readiness;	
42.13	potential current and forecasted ridership;	
42.14	expansion of the busway system; availability	
42.15	of federal or other matching funds;	
42.16	coordination with other major projects; and	
42.17	additional criteria for priorities otherwise	
42.18	specified in state law or rule applicable to a	
42.19	busway transitway, including state law	
42.20	authorizing state bond fund appropriations for	
42.21	the busway transitway.	
42.22	Subd. 5. Carver County; Lake Waconia Regional	
42.23	Park	4,300,000
42.24	For a grant to Carver County to design,	
42.25	construct, and equip: utility connections, trails,	
42.26	roadways, and parking lots; recreational	
42.27	facilities including restrooms, a lifeguard	
42.28	station, and picnic shelters; site improvements	
42.29	including docks and a playground; and for	
42.30	other capital improvements to infrastructure	
42.31	and amenities necessary for the development	
42.32	of Lake Waconia Regional Park.	
42.33 42.34	Subd. 6. Coon Rapids; Trail and Pedestrian Bridge	2,250,000
42.35	For a grant to the city of Coon Rapids to	
42.36	design and construct a trail and pedestrian	

43.1	bridge, along with associated lighting and	
43.2	streetscaping improvements, for the Coon	
43.3	Creek Regional Trail over Anoka County	
43.4	State-Aid Highway 1 (Coon Rapids	
43.5	Boulevard) northwest of the intersection of	
43.6	Avocet Street and Coon Rapids Boulevard in	
43.7	Coon Rapids.	
43.8 43.9	Subd. 7. Falcon Heights; Community Park Building	1,000,000
43.10	For a grant to the city of Falcon Heights to	
43.11	design, construct, furnish, and equip a new	
43.12	community park building in Falcon Heights.	
43.13 43.14	Subd. 8. Minneapolis Park and Recreation Board; 26th Avenue North	3,000,000
43.15	For a grant to the Minneapolis Park and	
43.16	Recreation Board to design and construct a	
43.17	river overlook at 26th Avenue North and to	
43.18	design and construct a trail connection	
43.19	paralleling the Mississippi River between 26th	
43.20	Avenue North and the Minneapolis Grand	
43.21	Rounds at Ole Olson Park, all within Above	
43.22	the Falls Regional Park. This appropriation is	
43.23	intended to augment work being completed	
43.24	by the city of Minneapolis to reconstruct and	
43.25	create a multimodal corridor beginning at	
43.26	Theodore Wirth Regional Park and extending	
43.27	east to the Mississippi River along 26th	
43.28	Avenue North.	
43.29 43.30 43.31	Subd. 9. Minneapolis Park and Recreation Board; Grand Rounds Missing Link on the East Side of Minneapolis	12,348,000
43.32	For a grant to the Minneapolis Park and	
43.33	Recreation Board to design and construct trail	
43.34	connections for the Grand Rounds Missing	
43.35	Link on the east side of Minneapolis between	
43.36	the East River Road and St. Anthony Parkway.	

44.1 44.2	Subd. 10. Minneapolis Park and Recreation Board; North Commons Park	11,250,000
44.3	For a grant to the Minneapolis Park and	
44.4	Recreation Board to design and construct a	
44.5	new community building with indoor sports,	
44.6	gathering, and arts spaces; a new water park;	
44.7	associated parking; and associated demolition	
44.8	of site elements and buildings for the North	
44.9	Commons Park.	
44.10 44.11	Subd. 11. Ramsey County; Battle Creek Winter Recreation Area	<u>2,127,000</u>
44.12	For a grant to Ramsey County for design and	
44.13	construction of a Nordic ski competition and	
44.14	winter recreation area to include a 2.5	
44.15	kilometer cross-country ski trail loop,	
44.16	upgrades to utilities and other park	
44.17	infrastructure, and a marker commemorating	
44.18	the Olympic accomplishments of Minnesotan	
44.19	Jessie Diggins in Battle Creek Regional Park.	
44.20	Subd. 12. Ramsey County; Gibbs Farm Museum	7,130,000
44.21	For a grant to Ramsey County to predesign,	
44.22	design, renovate, construct, furnish, and equip	
44.23	site improvements, buildings, and facilities at	
44.24	the Gibbs Farm Museum.	
44.25	Subd. 13. St. Paul; Great River Passage Center	3,000,000
44.26	For a grant to the city of St. Paul for predesign	
44.27	and design of a River Learning Center project	
44.28	and adjacent site development in Crosby	
44.29	Farms Regional Park. The project will	
44.30	integrate environmental education, river	
44.31	access, and river and nature-based recreation,	
44.32	along with increasing safe access to and	
44.33	awareness by the public of the Mississippi	
44.34	River. The River Learning Center is an	
44.35	opportunity to build on the history and	

45.1	interconnectedness to the river, create an	
45.2	authentic, signature destination that positions	
45.3	the state nationally and internationally,	
45.4	improve the quality of life for residents and	
45.5	visitors, and cultivate a constituency that	
45.6	values the river and will care for it into the	
45.7	future.	
45.8 45.9	Subd. 14. Three Rivers Park District; Mississippi Gateway Regional Park Improvements	8,500,000
45.10	For a grant to Three Rivers Park District to	
45.11	design, engineer, construct, furnish, and equip	
45.12	the Mississippi Gateway Regional Park	
45.13	development, including playground	
45.14	development, pedestrian trail connections,	
45.15	landscape restoration and enhancements,	
45.16	habitat restoration, visitor center, classroom	
45.17	space, and site amenities.	
45.18 45.19	Subd. 15. Washington County; Cottage Grove Ravine Regional Park Facility	2,000,000
45.20	For a grant to Washington County to develop	
45.21	the lower landing facility area in Cottage	
45.22	Grove Ravine Regional Park. This	
45.23	appropriation includes money to design,	
45.24	construct, furnish, and equip a multiuse facility	
45.25	with restrooms, storage space, multipurpose	
45.26	lobby space, office space, and an equipment	
45.27	staging area. Adjacent site area improvements	
45.28	may include play area improvements, a fishing	
45.29	pier, and canoe and kayak launch access	
45.30	improvements on Ravine Lake.	
45.31 45.32	Subd. 16. Washington County; St. Croix Bluffs Regional Park	500,000
45.33	For a grant to Washington County to design	
45.34	and construct site improvements to the boat	
	and construct site improvements to the boat	

46.32

46.33

46.34

envelopes; reconfigure and remodel space;

design and abate asbestos and other hazardous

materials; remove or demolish nonfunctioning

48.1	physical modifications, and acquisition and	
48.2	installation of new and upgraded essential	
48.3	security systems, and electronic monitoring	
48.4	tools at Department of Human Services	
48.5	facilities statewide.	
48.6	Subd. 9. Early Childhood Facilities	10,000,000
48.7	To the commissioner of human services for	
48.8	grants under Minnesota Statutes, section	
48.9	256E.37. \$5,000,000 of this appropriation is	
48.10	from the general fund in fiscal year 2021.	
48.11 48.12	Subd. 10. St. Louis County; Regional Behavioral Health Crisis Facility	1,365,000
48.13	To the commissioner of human services for a	
48.14	grant to St. Louis County for a regional	
48.15	behavioral health crisis facility. This	
48.16	appropriation is in addition to and for the same	
48.17	purposes as the grant awarded to the county	
48.18	under Minnesota Statutes, section 245G.011.	
48.19 48.20	Subd. 11. St. Louis Park; Perspectives Family Center	4,900,000
48.21	To the commissioner of human services for a	
48.22	grant to the city of St. Louis Park to construct,	
48.23	furnish, and equip the expansion and	
48.24	renovation of the existing Perspectives Family	
48.25	Center facility in St. Louis Park subject to	
48.26	Minnesota Statutes, section 16A.695. The	
48.27	expanded and renovated facility must be used	
48.28	to promote the public welfare by providing	
48.29	any or all of the following programs and	
48.30	services: (1) supportive housing programs for	
48.31	homeless women and their children; (2) mental	
48.32	and chemical health programs; (3)	
48.33	employment services; (4) academic, social	
48.34	skills, and nutritional programs for homeless	
48.35	and at-risk children; (5) an all-day therapeutic	

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49.1	early childhood development program for	or		
49.2	homeless and at-risk children; and (6) a			
49.3	culturally sensitive safe and nurturing			
49.4	environment for at-risk children to meet	with		
49.5	their nonresidential parents.			
49.6	Sec. 20. <u>VETERANS AFFAIRS</u>			
49.7	Subdivision 1. Total Appropriation		<u>\$</u>	15,000,000
49.8	To the commissioner of administration for	or the		
49.9	purposes specified in this section.			
49.10	Subd. 2. Asset Preservation			10,700,000
49.11	For asset preservation improvements an	<u>d</u>		
49.12	betterments of a capital nature at the vet	erans		
49.13	homes in Minneapolis, Hastings, Fergus	<u>Falls,</u>		
49.14	Silver Bay, and Luverne, and the Little l	<u>Falls</u>		
49.15	Cemetery, to be spent in accordance wit	<u>h</u>		
49.16	Minnesota Statutes, section 16B.307.			
49.17	Subd. 3. Campus Security			4,200,000
49.18	For comprehensive campus security and s	<u>safety</u>		
49.19	upgrades at the veterans homes in Fergu	<u>18</u>		
49.20	Falls, Hastings, Luverne, and Silver Bay	<u>V,</u>		
49.21	including predesign and design, acquisit	tion_		
49.22	and installation, construction, furnishing	g, and		
49.23	equipping.			
49.24	Subd. 4. Fergus Falls Greenhouse			100,000
49.25	To design, construct, and equip a new			
49.26	greenhouse at the Minnesota Veterans H	<u>Iome</u>		
49.27	in Fergus Falls.			
49.28	Sec. 21. CORRECTIONS			
49.29	Subdivision 1. Total Appropriation		<u>\$</u>	66,102,000
49.30	To the commissioner of administration for	or the		
49.31	purposes specified in this section.			
49.32	Subd. 2. Asset Preservation			45,501,000

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51.1	of a new programming addition. This p	roject			
51.2	includes the demolition of an attached and				
51.3	abandoned two story brick building to provide				
51.4	space for the new programming addition	on.			
51.5	Subd. 6. Northeast Regional Correction	ons Center		3,350,000	
51.6	For a grant to the Arrowhead Regional				
51.7	Corrections Joint Powers Board to reno	ovate,			
51.8	remodel, and complete other capital				
51.9	improvements to buildings that support	<u> </u>			
51.10	vocational, educational, and farm work				
51.11	programming and experiences at the Nor	theast			
51.12	Regional Corrections Center. Nonstate				
51.13	contributions to improvements at the co	<u>enter</u>			
51.14	made before or after the enactment of t	<u>his</u>			
51.15	section are considered to be a sufficient r	natch.			
51.16 51.17	Subd. 7. Prairie Lake Youth JPB; Sch Recreation Center	nool and		1,058,000	
51.18	For a grant to the Prairie Lake Youth Jo	oint			
51.19	Powers Board to design, construct, furn	nish,			
51.20	and equip an expansion of its school to pr	rovide			
51.21	a recreation area and academic classroo	oms.			
51.22	Subd. 8. Unspent Appropriations				
51.23	The unspent portion of an appropriation	1 for a			
51.24	Department of Corrections project in the	<u>nis</u>			
51.25	section that is complete, upon written n	notice			
51.26	to the commissioner of management an	<u>ıd</u>			
51.27	budget, is available for asset preservation	<u>on</u>			
51.28	under Minnesota Statutes, section 16B.	307.			
51.29	Minnesota Statutes, section 16A.642, a	pplies			
51.30	from the date of the original appropriat	ion to			
51.31	the unspent amount transferred.				
51.32 51.33	Sec. 22. EMPLOYMENT AND ECO DEVELOPMENT	NOMIC			
51.34	Subdivision 1. Total Appropriation		<u>\$</u>	213,889,000	

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52.1	To the commissioner of employment an	d		
52.2	economic development, or other named of			
52.3	for the purposes specified in this section	1.		
52.4 52.5	Subd. 2. Greater Minnesota Business Development Public Infrastructure			9,000,000
52.6	For grants under Minnesota Statutes, se	ction		
52.7	<u>116J.431.</u>			
52.8 52.9	Subd. 3. Transportation Economic Dev Infrastructure	<u>velopment</u>		3,000,000
52.10	For grants under Minnesota Statutes, se	ction		
52.11	<u>116J.436.</u>			
52.12 52.13	Subd. 4. Innovative Business Developm Infrastructure	ent Public		3,000,000
52.14	For grants under Minnesota Statutes, se	ction		
52.15	<u>116J.435.</u>			
52.16	Subd. 5. Asset Preservation			642,000
52.17	To the commissioner of administration	<u>for</u>		
52.18	asset preservation improvements and			
52.19	betterments of a capital nature at the So	<u>uth</u>		
52.20	Minneapolis CareerForce location to be	spent		
52.21	in accordance with Minnesota Statutes, se	ection		
52.22	<u>16B.307.</u>			
52.23 52.24	Subd. 6. Alexandria; Runestone Come Center Expansion	<u>munity</u>		5,600,000
52.25	For a grant to the city of Alexandria to do	esign,		
52.26	construct, furnish, and equip an expansion	n and		
52.27	renovation of the Runestone Communit	<u>y</u>		
52.28	Center in Alexandria.			
52.29	Subd. 7. Bloomington; Center for the	Arts		10,000,000
52.30	For a grant to the city of Bloomington t	<u>o</u>		
52.31	predesign, design, construct, renovate, fu	rnish,		
52.32	and equip the expansion and renovation	of the		
52.33	Bloomington Center for the Arts.			
52.34	Subd. 8. Chatfield; Center for the Art	<u>ts</u>		9,728,000
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53.1	For a grant to the city of Chatfield economic	
53.2	development authority to predesign, design,	
53.3	renovate, construct, furnish, and equip the	
53.4	Chatfield Center for the Arts in the city of	
53.5	Chatfield, which is generally described as the	
53.6	renovation of the 1916 high school and the	
53.7	installation of a linking structure and related	
53.8	improvements to serve both the 1936	
53.9	auditorium building and the 1916 school	
53.10	building. The renovation includes interior,	
53.11	exterior, and amenity improvements within	
53.12	the high school building; improvements to the	
53.13	electrical, plumbing, and HVAC systems	
53.14	throughout the property; and general	
53.15	improvements to the buildings and land that	
53.16	are known as the Chatfield Center for the Arts,	
53.17	currently owned by the economic development	
53.18	authority. Money, land and buildings, and	
53.19	in-kind contributions provided to the center	
53.20	before the enactment of this section are	
53.21	considered to be sufficient local match, and	
53.22	no further nonstate match is required.	
53.23 53.24	Subd. 9. Cohasset; Mississippi Riverfront Development	2,850,000
53.25	For a grant to the city of Cohasset to prepare	
53.26	the site for, predesign, design, and construct	
53.27	a road, utilities, green space, and a marina on	
53.28	Mississippi riverfront property in the city.	
53.29 53.30	Subd. 10. Duluth; Seawall and Surface Improvements	13,500,000
53.31	For a grant to the city of Duluth to predesign,	
53.32	design, construct, furnish, and equip seawall	
53.33	and lakewalk infrastructure with related	
53.34	surface improvements, including a boardwalk	
53.35	and bike trails, public gathering spaces, and	
53.36	loading areas, along the shore of Lake	

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56.1	furnish, and equip a wellness center for use	
56.2	by residents of the region and by Independent	
56.3	School District No. 465, Litchfield. This	
56.4	appropriation is not available until the school	
56.5	district and the city have entered into an	
56.6	agreement that addresses the city's and school	
56.7	district's relative contributions to the project	
56.8	and the operations and use of the facilities.	
56.9	The city may enter into a lease-management	
56.10	agreement with the school district. The	
56.11	wellness center must include a swimming	
56.12	pool, exercise area, walking track, and other	
56.13	amenities.	
56.14	Subd. 18. Madison; Recreation and Activity	
56.15	Facility	4,500,000
56.16	For a grant to the city of Madison to acquire	
56.17	property for and to predesign, design,	
56.18	construct, furnish, and equip a regional	
56.19	recreation and activity facility in the city of	
56.20	Madison.	
56.21	Subd. 19. Minneapolis; Central City Storm	10.000.000
56.22	<u>Tunnel</u>	19,000,000
56.23	For a grant to the city of Minneapolis for	
56.24	design and construction necessary to expand	
56.25	the Central City Storm Tunnel in Minneapolis.	
56.26	Subd. 20. Moorhead; Community and Aquatics	
56.27	Center	9,500,000
56.28	For a grant to the city of Moorhead for the	
56.29	predesign, design, construction, furnishing,	
56.30	equipping, and land acquisition for the	
56.31	community and aquatics center project in the	
56.32	city of Moorhead.	
56.33 56.34	Subd. 21. North Mankato; Indoor Recreational Facility	10,500,000

57.1	For a grant to the city of North Mankato to	
57.2	predesign, design, construct, furnish, and	
57.3	equip an indoor recreational facility and	
57.4	improvements and renovations to existing	
57.5	facilities at the Caswell Regional Sporting	
57.6	Complex, including upgrading the concession	
57.7	stand and restrooms, adding a parking lot, new	
57.8	fencing, field lighting and scoreboards,	
57.9	increasing the size of fields, adding a turf field,	
57.10	adding spectator seating, and for a new public	
57.11	address system and signage.	
57.12 57.13	Subd. 22. Nobles County; Welcome, Education, Library, Livability (WELL) Center	16,000,000
57.14	For a grant to Nobles County to design,	
57.15	engineer, construct, furnish, and equip a	
57.16	resource center on the site of the former	
57.17	Campbell's Soup facility in the city of	
57.18	Worthington. The new facility, the WELL -	
57.19	Welcome, Education, Library, Livability	
57.20	Center, shall provide space for Nobles County,	
57.21	the city of Worthington, and Independent	
57.22	School District No. 518, Worthington, to	
57.23	provide library and human services support	
57.24	functions, as well as community education,	
57.25	integration, and a welcome center for new	
57.26	residents to the region.	
57.27 57.28	Subd. 23. Olmsted County; Graham Park Regional Event Center	12,500,000
57.29	For a grant to Olmsted County to predesign,	
57.30	design, construct, furnish, and equip capital	
57.31	improvements to and renovation of Graham	
57.32	Park, a regional multiuse park and event center	
57.33	in Olmsted County. This appropriation may	
57.34	be used for a new multipurpose expo facility	
57.35	and renovations to existing facilities and	
57.36	spaces in the park.	

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of a new orangutan habitat and to improve and

replace outdated mechanical systems and other

59.33

61.1	furnish, and equip the renovation of the		
61.2	historic Victoria Theater, to serve as a regional		
61.3	multicultural community and event center,		
61.4	subject to Minnesota Statutes, section		
61.5	16A.695. This appropriation includes money		
61.6	for: demolition work; improvements to or		
61.7	replacement of the mechanical, electrical,		
61.8	plumbing, heating, ventilating, and air		
61.9	conditioning systems; repairs to the existing		
61.10	roof and exterior enclosure; site		
61.11	improvements; construction or renovation of		
61.12	interior spaces; and other improvements of a		
61.13	capital nature.		
61.14	Subd. 36. St. Paul; Downtown YMCA		1,600,000
61.15	For a grant to the city of St. Paul to predesign		
61.16	and design a new YMCA community hub in		
61.17	downtown St. Paul subject to Minnesota		
61.18	Statutes, section 16A.695. The new facility		
61.19	shall provide innovative health and wellness		
61.20	programming for adults, youth, and families		
61.21	with a focus on holistic health, lifelong fitness,		
61.22	youth development, and social responsibility.		
61.23 61.24	Sec. 23. <u>DEPARTMENT OF IRON RANGE</u> <u>RESOURCES AND REHABILITATION</u>	<u>\$</u>	<u>8,646,000</u>
61.25	To the Department of Iron Range Resources		
61.26	and Rehabilitation to design, construct, and		
61.27	install water infrastructure, including		
61.28	equipment, that will replace aging water lines		
61.29	and enhance the provision of water for ski		
61.30	operations at Giants Ridge.		
61.31	Sec. 24. PUBLIC FACILITIES AUTHORITY		
61.32	Subdivision 1. Total Appropriation	<u>\$</u>	200,000,000
61.33	To the Public Facilities Authority for the		
61.34	purposes specified in this section.		

capital projects.

63.1 63.2	Sec. 25. MINNESOTA HOUSING FINANCE AGENCY	<u>\$</u>	60,000,000
63.3	For transfer to the housing development fund		
63.4	to finance the costs of rehabilitation to		
63.5	preserve public housing under Minnesota		
63.6	Statutes, section 462A.202, subdivision 3a.		
63.7	For purposes of this section, "public housing"		
63.8	means housing for low-income persons and		
63.9	households financed by the federal		
63.10	government and publicly owned. Priority may		
63.11	be given to proposals that maximize nonstate		
63.12	resources to finance the capital costs and		
63.13	requests that prioritize health, safety, and		
63.14	energy improvements. The priority in		
63.15	Minnesota Statutes, section 462A.202,		
63.16	subdivision 3a, for projects to increase the		
63.17	supply of affordable housing and the		
63.18	restrictions of Minnesota Statutes, section		
63.19	462A.202, subdivision 7, do not apply to this		
63.20	appropriation.		
63.21 63.22	Sec. 26. MINNESOTA HISTORICAL SOCIETY		
63.23	Subdivision 1. Total Appropriation	<u>\$</u>	6,025,000
63.24	To the Minnesota Historical Society for the		
63.25	purposes specified in this section.		
63.26	Subd. 2. Historic Sites Asset Preservation		5,275,000
63.27	For capital improvements and betterments at		
63.28	state historic sites, buildings, landscaping at		
63.29	historic buildings, exhibits, markers, and		
63.30	monuments, to be spent in accordance with		
63.31	Minnesota Statutes, section 16B.307. The		
63.32	society shall determine project priorities as		
63.33	appropriate based on need.		
63.34	\$275,000 of this appropriation is from the		
63.35	general fund in fiscal year 2021.		

64.1	Subd. 3. County and Local Preservation Grants		750,000
64.2	For grants to county and local jurisdictions as		
64.3	matching money for historic preservation		
64.4	projects of a capital nature, as provided in		
64.5	Minnesota Statutes, section 138.0525.		
64.6	Sec. 27. BOND SALE EXPENSES		
64.7	Subdivision 1. Total Appropriation	<u>\$</u>	2,295,000
64.8	To the commissioner of management and		
64.9	budget for the purposes specified in this		
64.10	section.		
64.11	Subd. 2. Bond Proceeds Fund		2,120,000
64.12	From the bond proceeds fund for bond sale		
64.13	expenses under Minnesota Statutes, section		
64.14	16A.641, subdivision 8.		
64.15	Subd. 3. Trunk Highway Fund		175,000
64.16	From the bond proceeds account in the trunk		
64.17	highway fund for bond sale expenses under		
64.18	Minnesota Statutes, sections 16A.641,		
64.19	subdivision 8, and 167.50, subdivision 4.		
64.20	Sec. 28. BOND SALE AUTHORIZATION.		
64.21	Subdivision 1. Bond proceeds fund. To provide the money appropriate the money appropri	riated in t	his act from
64.22	the bond proceeds fund, the commissioner of management and budge	t shall se	ll and issue
64.23	bonds of the state in an amount up to \$1,906,756,000 in the manner, u	ipon the t	erms, and
64.24	with the effect prescribed by Minnesota Statutes, sections 16A.631 to	16A.675	, and by the
64.25	Minnesota Constitution, article XI, sections 4 to 7.		
64.26	Subd. 2. Transportation fund. To provide the money appropriate	d in this a	act from the
64.27	state transportation fund, the commissioner of management and budge	et shall se	ell and issue
64.28	bonds of the state in an amount up to \$212,000,000 in the manner, upo	n the tern	ns, and with
64.29	the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A	.675, and	by the
64.30	Minnesota Constitution, article XI, sections 4 to 7.		
64.31	Subd. 3. Trunk highway fund. To provide the money appropriate	ed in this	article from
64.32	the bond proceeds account in the trunk highway fund, the commission	ner of ma	nagement

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and budget shall sell and issue bonds of the state in an amount up to \$172,475,000 in the
manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
167.50 to 167.52, and by the Minnesota Constitution, article XIV, section 11, at the times
and in the amounts requested by the commissioner of transportation. The proceeds of the
bonds, except accrued interest and any premium received from the sale of the bonds, must
be deposited in the bond proceeds account in the trunk highway fund.

Sec. 29. BOND SALE SCHEDULE.

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The commissioner of management and budget shall schedule the sale of state general obligation bonds so that, during the biennium ending June 30, 2021, no more than \$1,130,051,000 will need to be transferred from the general fund to the state bond fund to pay principal and interest due and to become due on outstanding state general obligation bonds. During the biennium, before each sale of state general obligation bonds, the commissioner of management and budget shall calculate the amount of debt service payments needed on bonds previously issued and shall estimate the amount of debt service payments that will be needed on the bonds scheduled to be sold. The commissioner shall adjust the amount of bonds scheduled to be sold so as to remain within the limit set by this section. The amount needed to make the debt service payments is appropriated from the general fund as provided in Minnesota Statutes, section 16A.641.

Sec. 30. APPROPRIATION; MMB.

\$235,000 in fiscal year 2021 is appropriated from the general fund to the commissioner of management and budget to increase the agency's capacity to proactively raise awareness about the capital budget process and provide technical assistance around the requirements associated with receiving general obligation bond funding, with particular focus on nonprofits, American Indian communities, and communities of color that have traditionally not participated in the state capital budget process. Notwithstanding section 1, this amount is added to the agency's base for this purpose.

Sec. 31. APPROPRIATION; ADMINISTRATION OF LOCAL GRANTS.

(a) \$100,000 in fiscal year 2021 is appropriated from the general fund to the commissioner of natural resources for administration of local grants included in the capital budget. The base for this appropriation is \$100,000 in fiscal year 2022, \$100,000 in fiscal year 2023, \$100,000 in fiscal year 2024, \$100,000 in fiscal year 2026 and each year thereafter.

(b) \$135,000 in fiscal year 2021 is appropriated from the general fund to the commissioner 66.1 of employment and economic development for administration of local grants included in 66.2 66.3 the capital budget. The base for this appropriation is \$135,000 in fiscal year 2022, \$135,000 in fiscal year 2023, \$135,000 in fiscal year 2024, \$135,000 in fiscal year 2025, and \$0 in 66.4 fiscal year 2026 and each year thereafter. 66.5 Sec. 32. APPROPRIATIONS TO BE GIVEN EFFECT ONCE. 66.6 If an appropriation in this article is enacted more than once in the 2020 legislative session, 66.7 the appropriation must be given effect only once. 66.8 Sec. 33. EFFECTIVE DATE. 66.9 This article is effective the day following final enactment. 66.10 ARTICLE 2 66.11 APPROPRIATION BONDS 66.12 66.13 Section 1. [16A.963] ELECTRIC VEHICLE INFRASTRUCTURE APPROPRIATION BONDS. 66.14 66.15 Subdivision 1. **Definitions.** (a) The definitions in this subdivision apply to this section. (b) "Appropriation bond" or "bond" means a bond, note, or other similar instrument of 66.16 the state payable during a biennium from one or more of the following sources: 66.17 (1) money appropriated by law from the general fund in any biennium for debt service 66.18 66.19 due with respect to obligations described in subdivision 2, paragraph (a); (2) proceeds of the sale of obligations described in subdivision 2, paragraph (a); 66.20 66.21 (3) payments received for that purpose under agreements and ancillary arrangements described in subdivision 2, paragraph (d); and 66.22 66.23 (4) investment earnings on amounts in clauses (1) to (3). (c) "Debt service" means the amount payable in any biennium of principal, premium, if 66.24 66.25 any, and interest on appropriation bonds, and the fees, charges, and expenses related to the 66.26 bonds. Subd. 2. Authorization to issue appropriation bonds. (a) Subject to the limitations of 66.27 this subdivision, the commissioner may sell and issue appropriation bonds of the state under 66.28 this section for public purposes as provided by law, including for the purposes of financing 66.29 66.30 the cost of acquiring and installing electric vehicle charging infrastructure on publicly owned

property. Appropriation bonds may be sold and issued in amounts that, in the opinion of 67.1 the commissioner, are necessary to provide sufficient money to the commissioner of the 67.2 67.3 Pollution Control Agency and the commissioner of administration under subdivision 7, not to exceed \$14,000,000 net of costs of issuance, for the purposes as provided under this 67.4 subdivision, and to pay debt service including capitalized interest, costs of issuance, costs 67.5 of credit enhancement, or make payments under other agreements entered into under 67.6 paragraph (d). 67.7 67.8 (b) Proceeds of the appropriation bonds must be credited to a special appropriation electric vehicle infrastructure bond proceeds fund in the state treasury. All income from 67.9 investment of the bond proceeds, as estimated by the commissioner, is appropriated to the 67.10 commissioner for the payment of principal and interest on the appropriation bonds. 67.11 (c) Appropriation bonds may be issued in one or more issues or series on the terms and 67.12 conditions the commissioner determines to be in the best interests of the state, but the term 67.13 on any series of appropriation bonds may not exceed 21 years. The appropriation bonds of 67.14 each issue and series thereof shall be dated and bear interest, and may be includable in or 67.15 excludable from the gross income of the owners for federal income tax purposes. 67.16 (d) At the time of, or in anticipation of, issuing the appropriation bonds, and at any time 67.17 thereafter, so long as the appropriation bonds are outstanding, the commissioner may enter 67.18 into agreements and ancillary arrangements relating to the appropriation bonds, including 67.19 but not limited to trust indentures, grant agreements, lease or use agreements, operating 67.20 67.21 agreements, management agreements, liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement 67.22 agreements, indexing agreements, or interest exchange agreements. Any payments made 67.23 or received according to the agreement or ancillary arrangement shall be made from or 67.24 deposited as provided in the agreement or ancillary arrangement. The determination of the 67.25 commissioner, included in an interest exchange agreement, that the agreement relates to an 67.26 67.27 appropriation bond, shall be conclusive. 67.28 (e) The commissioner may enter into written agreements or contracts relating to the continuing disclosure of information necessary to comply with or facilitate the issuance of 67.29 appropriation bonds in accordance with federal securities laws, rules, and regulations, 67.30 67.31 including Securities and Exchange Commission rules and regulations in Code of Federal Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants 67.32 with purchasers and holders of appropriation bonds set forth in the order or resolution 67.33

the order or resolution.

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authorizing the issuance of the appropriation bonds, or a separate document authorized by

(f) The appropriation bonds are not subject to chapter 16C.

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Subd. 3. **Form; procedure.** (a) Appropriation bonds may be issued in the form of bonds, notes, or other similar instruments, and in the manner provided in section 16A.672. In the event that any provision of section 16A.672 conflicts with this section, this section shall control.

- (b) Every appropriation bond shall include a conspicuous statement of the limitation established in subdivision 6.
- 68.8 (c) Appropriation bonds may be sold at either public or private sale upon such terms as
 the commissioner shall determine are not inconsistent with this section and may be sold at
 any price or percentage of par value. Any bid received may be rejected.
- (d) Appropriation bonds must bear interest at a fixed or variable rate.
- 68.12 (e) Notwithstanding any other law, appropriation bonds issued under this section shall be fully negotiable.
 - Subd. 4. **Refunding bonds.** The commissioner may issue appropriation bonds for the purpose of refunding any appropriation bonds then outstanding, including the payment of any redemption premiums on the bonds, any interest accrued or to accrue to the redemption date, and costs related to the issuance and sale of the refunding bonds. The proceeds of any refunding bonds may, at the discretion of the commissioner, be applied to the purchase or payment at maturity of the appropriation bonds to be refunded, to the redemption of the outstanding appropriation bonds on any redemption date, or to pay interest on the refunding bonds and may, pending application, be placed in escrow to be applied to the purchase, payment, retirement, or redemption. Any escrowed proceeds, pending such use, may be invested and reinvested in obligations that are authorized investments under section 11A.24. The income earned or realized on the investment may also be applied to the payment of the appropriation bonds to be refunded or interest or premiums on the refunded appropriation bonds, or to pay interest on the refunding bonds. After the terms of the escrow have been fully satisfied, any balance of the proceeds and any investment income may be returned to the general fund or, if applicable, the special appropriation electric vehicle infrastructure bond proceeds fund for use in any lawful manner. All refunding bonds issued under this subdivision must be prepared, executed, delivered, and secured by appropriations in the same manner as the appropriation bonds to be refunded.
 - Subd. 5. Appropriation bonds as legal investments. Any of the following entities may legally invest any sinking funds, money, or other funds belonging to them or under their control in any appropriation bonds issued under this section:

(1) the state, the investment board, public officers, municipal corporations, political

subdivisions, and public bodies;
(2) banks and bankers, savings and loan associations, credit unions, trust companies,
savings banks and institutions, investment companies, insurance companies, insurance
associations, and other persons carrying on a banking or insurance business; and
(3) personal representatives, guardians, trustees, and other fiduciaries.
Subd. 6. No full faith and credit; state not required to make appropriations. The
appropriation bonds are not public debt of the state, and the full faith, credit, and taxing
powers of the state are not pledged to the payment of the appropriation bonds or to any
payment that the state agrees to make under this section. Appropriation bonds shall not be
obligations paid directly, in whole or in part, from a tax of statewide application on any
class of property, income, transaction, or privilege. Appropriation bonds shall be payable
in each fiscal year only from amounts that the legislature may appropriate for debt service
for any fiscal year, provided that nothing in this section shall be construed to require the
state to appropriate money sufficient to make debt service payments with respect to the
appropriation bonds in any fiscal year. Appropriation bonds shall be canceled and shall no
longer be outstanding on the earlier of (1) the first day of a fiscal year for which the
legislature shall not have appropriated amounts sufficient for debt service, or (2) the date
of final payment of the principal of and interest on the appropriation bonds.
Subd. 7. Appropriation of proceeds. The proceeds of appropriation bonds issued under
subdivision 2, paragraph (a), and interest credited to the special appropriation electric vehicle
infrastructure bond proceeds fund are appropriated as follows:
(1) \$12,000,000 to the commissioner of the Pollution Control Agency for grants under
section 116.085, as specified in subdivision 2, paragraph (a);
(2) \$2,000,000 to the commissioner of administration to design, install, and equip
electrical infrastructure and electric vehicle charging stations on state-owned property as
specified in subdivision 2, paragraph (a); and
(3) to the commissioner for debt service on the bonds including capitalized interest,
nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds, and
payments under any agreements entered into under subdivision 2, paragraph (d), as permitted
by state and federal law.
Subd. 8. Appropriation for debt service and other purposes. An amount needed to
pay principal and interest on appropriation bonds issued under subdivision 2, paragraph (a),

70.1	is appropriated each fiscal year from the general fund to the commissioner, subject to repeal
70.2	unallotment under section 16A.152, or cancellation, otherwise pursuant to subdivision 6,
70.3	for deposit into the bond payments account established for such purpose in the special
70.4	appropriation electric vehicle infrastructure bond proceeds fund. The appropriation is
70.5	available beginning in fiscal year 2021 and remains available through fiscal year 2042.
70.6	Subd. 9. Waiver of immunity. The waiver of immunity by the state provided for by
70.7	section 3.751, subdivision 1, shall be applicable to the appropriation bonds and any ancillary
70.8	contracts to which the commissioner is a party.
70.9	Sec. 2. [16A.964] PUBLIC TELEVISION EQUIPMENT APPROPRIATION BONDS.
70.10	Subdivision 1. Definitions. (a) The definitions in this subdivision apply to this section.
70.11	(b) "Appropriation bond" or "bond" means a bond, note, or other similar instrument of
70.12	the state payable during a biennium from one or more of the following sources:
70.13	(1) money appropriated by law from the general fund in any biennium for debt service
70.14	due with respect to obligations described in subdivision 2, paragraph (a);
70.15	(2) proceeds of the sale of obligations described in subdivision 2, paragraph (a);
70.16	(3) payments received for that purpose under agreements and ancillary arrangements
70.17	described in subdivision 2, paragraph (d); and
70.18	(4) investment earnings on amounts in clauses (1) to (3).
70.19	(c) "Debt service" means the amount payable in any biennium of principal, premium, if
70.20	any, and interest on appropriation bonds, and the fees, charges, and expenses related to the
70.21	bonds.
70.22	(d) "Equipment" means the physical infrastructure and hardware used for the production,
70.23	dissemination, interconnection, and transmission of digital media content, the useful life of
70.24	which may range from seven to 40 years.
70.25	(e) "Public station" has the meaning given in section 129D.12, subdivision 2.
70.26	Subd. 2. Authorization to issue appropriation bonds. (a) Subject to the limitations of
70.27	this subdivision, the commissioner may sell and issue appropriation bonds of the state under
70.28	this section for public purposes as provided by law, including for the purposes of financing
70.29	the cost of various items of capital equipment necessary to the ongoing operations of public
70.30	stations. Appropriation bonds may be sold and issued in amounts that, in the opinion of the
70.31	commissioner, are necessary to provide sufficient money to the commissioner of
70.32	administration under subdivision 7, not to exceed \$15,000,000 net of costs of issuance, for

the purposes as provided under this subdivision, and to pay debt service including capitalized interest, costs of issuance, costs of credit enhancement, or make payments under other agreements entered into under paragraph (d). Notwithstanding section 129D.155, any money repaid to the commissioner of administration upon a sale or other disposition of equipment acquired under this section shall be transferred to the commissioner and applied toward principal and interest on outstanding bonds.

- (b) Proceeds of the appropriation bonds must be credited to a special appropriation public television equipment bond proceeds fund in the state treasury. All income from investment of the bond proceeds, as estimated by the commissioner, is appropriated to the commissioner for the payment of principal and interest on the appropriation bonds.
- (c) Appropriation bonds may be issued in one or more issues or series on the terms and conditions the commissioner determines to be in the best interests of the state, but the term on any series of appropriation bonds may not exceed 21 years. The appropriation bonds of each issue and series thereof shall be dated and bear interest, and may be includable in or excludable from the gross income of the owners for federal income tax purposes.
- (d) At the time of, or in anticipation of, issuing the appropriation bonds, and at any time thereafter, so long as the appropriation bonds are outstanding, the commissioner may enter into agreements and ancillary arrangements relating to the appropriation bonds, including but not limited to trust indentures, grant agreements, lease or use agreements, operating agreements, management agreements, liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement agreements, indexing agreements, or interest exchange agreements. Any payments made or received according to the agreement or ancillary arrangement shall be made from or deposited as provided in the agreement or ancillary arrangement. The determination of the commissioner, included in an interest exchange agreement, that the agreement relates to an appropriation bond, shall be conclusive.
- (e) The commissioner may enter into written agreements or contracts relating to the continuing disclosure of information necessary to comply with or facilitate the issuance of appropriation bonds in accordance with federal securities laws, rules, and regulations, including Securities and Exchange Commission rules and regulations in Code of Federal Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants with purchasers and holders of appropriation bonds set forth in the order or resolution authorizing the issuance of the appropriation bonds, or a separate document authorized by the order or resolution.

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72.1 (f) The appropriation bonds are not subject to chapter 16C.

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Subd. 3. Form; procedure. (a) Appropriation bonds may be issued in the form of bonds, notes, or other similar instruments, and in the manner provided in section 16A.672. In the event that any provision of section 16A.672 conflicts with this section, this section shall control.

- (b) Every appropriation bond shall include a conspicuous statement of the limitation established in subdivision 6.
- 72.8 (c) Appropriation bonds may be sold at either public or private sale upon such terms as

 72.9 the commissioner shall determine are not inconsistent with this section and may be sold at

 72.10 any price or percentage of par value. Any bid received may be rejected.
- 72.11 (d) Appropriation bonds must bear interest at a fixed or variable rate.
- 72.12 (e) Notwithstanding any other law, appropriation bonds issued under this section shall
 72.13 be fully negotiable.
 - Subd. 4. **Refunding bonds.** The commissioner may issue appropriation bonds for the purpose of refunding any appropriation bonds then outstanding, including the payment of any redemption premiums on the bonds, any interest accrued or to accrue to the redemption date, and costs related to the issuance and sale of the refunding bonds. The proceeds of any refunding bonds may, at the discretion of the commissioner, be applied to the purchase or payment at maturity of the appropriation bonds to be refunded, to the redemption of the outstanding appropriation bonds on any redemption date, or to pay interest on the refunding bonds and may, pending application, be placed in escrow to be applied to the purchase, payment, retirement, or redemption. Any escrowed proceeds, pending such use, may be invested and reinvested in obligations that are authorized investments under section 11A.24. The income earned or realized on the investment may also be applied to the payment of the appropriation bonds to be refunded or interest or premiums on the refunded appropriation bonds, or to pay interest on the refunding bonds. After the terms of the escrow have been fully satisfied, any balance of the proceeds and any investment income may be returned to the general fund or, if applicable, the special appropriation public television equipment bond proceeds fund for use in any lawful manner. All refunding bonds issued under this subdivision must be prepared, executed, delivered, and secured by appropriations in the same manner as the appropriation bonds to be refunded.
- Subd. 5. Appropriation bonds as legal investments. Any of the following entities may legally invest any sinking funds, money, or other funds belonging to them or under their control in any appropriation bonds issued under this section:

(1) the state, the investment board, public officers, municipal corporations, political

73.2 subdivisions, and public bodies; 73.3 (2) banks and bankers, savings and loan associations, credit unions, trust companies, savings banks and institutions, investment companies, insurance companies, insurance 73.4 73.5 associations, and other persons carrying on a banking or insurance business; and (3) personal representatives, guardians, trustees, and other fiduciaries. 73.6 73.7 Subd. 6. No full faith and credit; state not required to make appropriations. The appropriation bonds are not public debt of the state, and the full faith, credit, and taxing 73.8 powers of the state are not pledged to the payment of the appropriation bonds or to any 73.9 payment that the state agrees to make under this section. Appropriation bonds shall not be 73.10 obligations paid directly, in whole or in part, from a tax of statewide application on any 73.11 73.12 class of property, income, transaction, or privilege. Appropriation bonds shall be payable in each fiscal year only from amounts that the legislature may appropriate for debt service 73.13 for any fiscal year, provided that nothing in this section shall be construed to require the 73.14 state to appropriate money sufficient to make debt service payments with respect to the 73.15 appropriation bonds in any fiscal year. Appropriation bonds shall be canceled and shall no 73.16longer be outstanding on the earlier of (1) the first day of a fiscal year for which the 73.17 legislature shall not have appropriated amounts sufficient for debt service, or (2) the date 73.18 of final payment of the principal of and interest on the appropriation bonds. 73.19 73.20 Subd. 7. **Appropriation of proceeds.** The proceeds of appropriation bonds issued under subdivision 2, paragraph (a), and interest credited to the special appropriation public 73.21 television equipment bond proceeds fund are appropriated as follows: 73.22 (1) to the commissioner of administration for equipment grants to public stations under 73.23 section 129D.15 and as further specified in subdivision 2, paragraph (a), which grants must 73.24 be allocated two-sevenths to Twin Cities PBS, one-seventh to KSMQ public television in 73.25 Austin, one-seventh to Pioneer public television in Granite Falls, one-seventh to Lakeland 73.26 PBS in Bemidji, one-seventh to Prairie Public in Fargo/Moorhead, and one-seventh to 73.27 73.28 WDSE public television in Duluth; and (2) to the commissioner for debt service on the bonds including capitalized interest, 73.29 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds, and 73.30 payments under any agreements entered into under subdivision 2, paragraph (d), as permitted 73.31 73.32 by state and federal law. Subd. 8. Appropriation for debt service and other purposes. An amount needed to 73.33 pay principal and interest on appropriation bonds issued under subdivision 2, paragraph (a), 73.34

74.1	is appropriated each fiscal year from the general fund to the commissioner, subject to repeal,
74.2	unallotment under section 16A.152, or cancellation, otherwise pursuant to subdivision 6,
74.3	for deposit into the bond payments account established for such purpose in the special
74.4	appropriation public television equipment bond proceeds fund. The appropriation is available
74.5	beginning in fiscal year 2021 and remains available through fiscal year 2042.
74.6	Subd. 9. Waiver of immunity. The waiver of immunity by the state provided for by
74.7	section 3.751, subdivision 1, shall be applicable to the appropriation bonds and any ancillary
74.8	contracts to which the commissioner is a party.
74.9	Sec. 3. [16A.966] RESPONSE TO RELEASES APPROPRIATION BONDS.
74.10	Subdivision 1. Definitions. (a) The definitions in this subdivision apply to this section.
74.11	(b) "Appropriation bond" or "bond" means a bond, note, or other similar instrument of
74.12	the state payable during a biennium from one or more of the following sources:
74.13	(1) money appropriated by law from the general fund in any biennium for debt service
74.14	due with respect to obligations described in subdivision 2, paragraph (a);
74.15	(2) proceeds of the sale of obligations described in subdivision 2, paragraph (a);
74.16	(3) payments received for that purpose under agreements and ancillary arrangements
74.17	described in subdivision 2, paragraph (d); and
74.18	(4) investment earnings on amounts in clauses (1) to (3).
74.19	(c) "Debt service" means the amount payable in any biennium of principal, premium, if
74.20	any, and interest on appropriation bonds, and the fees, charges, and expenses related to the
74.21	bonds.
74.22	Subd. 2. Authorization to issue appropriation bonds. (a) Subject to the limitations of
74.23	this subdivision, the commissioner may sell and issue appropriation bonds of the state under
74.24	this section for public purposes as provided by law, including for the purposes of financing
74.25	the cost of implementing removal or remedial actions permitted under section 115B.17 and
74.26	further subject to the conditions in chapter 115B to address risks to human health and the
74.27	environment at contaminated sites. Appropriation bonds may be sold and issued in amounts
74.28	that, in the opinion of the commissioner, are necessary to provide sufficient money to the
74.29	commissioner of the Pollution Control Agency under subdivision 7, not to exceed
74.30	\$22,900,000 net of costs of issuance, for the purposes as provided under this subdivision,
74.31	and to pay debt service including capitalized interest, costs of issuance, costs of credit
74.32	enhancement, or make payments under other agreements entered into under paragraph (d).

Notwithstanding section 115B.17, subdivision 6 or 16, any money recovered in a civil action or any money received from the disposition of property acquired for a response action and financed with bonds under this section shall be transferred to the commissioner and applied toward principal and interest on outstanding bonds.

- (b) Proceeds of the appropriation bonds must be credited to a special appropriation state response to releases bond proceeds fund in the state treasury. All income from investment of the bond proceeds, as estimated by the commissioner, is appropriated to the commissioner for the payment of principal and interest on the appropriation bonds.
- (c) Appropriation bonds may be issued in one or more issues or series on the terms and conditions the commissioner determines to be in the best interests of the state, but the term on any series of appropriation bonds may not exceed 21 years. The appropriation bonds of each issue and series thereof shall be dated and bear interest, and may be includable in or excludable from the gross income of the owners for federal income tax purposes.
- (d) At the time of, or in anticipation of, issuing the appropriation bonds, and at any time thereafter, so long as the appropriation bonds are outstanding, the commissioner may enter into agreements and ancillary arrangements relating to the appropriation bonds, including but not limited to trust indentures, grant agreements, lease or use agreements, operating agreements, management agreements, liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement agreements, indexing agreements, or interest exchange agreements. Any payments made or received according to the agreement or ancillary arrangement shall be made from or deposited as provided in the agreement or ancillary arrangement. The determination of the commissioner included in an interest exchange agreement that the agreement relates to an appropriation bond shall be conclusive.
- (e) The commissioner may enter into written agreements or contracts relating to the continuing disclosure of information necessary to comply with or facilitate the issuance of appropriation bonds in accordance with federal securities laws, rules, and regulations, including Securities and Exchange Commission rules and regulations in Code of Federal Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants with purchasers and holders of appropriation bonds set forth in the order or resolution authorizing the issuance of the appropriation bonds, or a separate document authorized by the order or resolution.
- 75.33 (f) The appropriation bonds are not subject to chapter 16C.

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Subd. 3. Form; procedure. (a) Appropriation bonds may be issued in the form of bonds, notes, or other similar instruments, and in the manner provided in section 16A.672. In the event that any provision of section 16A.672 conflicts with this section, this section shall control.

- (b) Every appropriation bond shall include a conspicuous statement of the limitation established in subdivision 6.
- (c) Appropriation bonds may be sold at either public or private sale upon such terms as the commissioner shall determine are not inconsistent with this section and may be sold at any price or percentage of par value. Any bid received may be rejected.
- 76.10 (d) Appropriation bonds must bear interest at a fixed or variable rate.
- 76.11 (e) Notwithstanding any other law, appropriation bonds issued under this section shall be fully negotiable.
 - Subd. 4. Refunding bonds. The commissioner may issue appropriation bonds for the purpose of refunding any appropriation bonds then outstanding, including the payment of any redemption premiums on the bonds, any interest accrued or to accrue to the redemption date, and costs related to the issuance and sale of the refunding bonds. The proceeds of any refunding bonds may, at the discretion of the commissioner, be applied to the purchase or payment at maturity of the appropriation bonds to be refunded, to the redemption of the outstanding appropriation bonds on any redemption date, or to pay interest on the refunding bonds and may, pending application, be placed in escrow to be applied to the purchase, payment, retirement, or redemption. Any escrowed proceeds, pending such use, may be invested and reinvested in obligations that are authorized investments under section 11A.24. The income earned or realized on the investment may also be applied to the payment of the appropriation bonds to be refunded or interest or premiums on the refunded appropriation bonds, or to pay interest on the refunding bonds. After the terms of the escrow have been fully satisfied, any balance of the proceeds and any investment income may be returned to the general fund or, if applicable, the special appropriation state response to releases bond proceeds fund for use in any lawful manner. All refunding bonds issued under this subdivision must be prepared, executed, delivered, and secured by appropriations in the same manner as the appropriation bonds to be refunded.
 - Subd. 5. Appropriation bonds as legal investments. Any of the following entities may legally invest any sinking funds, money, or other funds belonging to them or under their control in any appropriation bonds issued under this section:

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(1) the state, the investment board, public officers, municipal corporations, political

77.2 subdivisions, and public bodies; 77.3 (2) banks and bankers, savings and loan associations, credit unions, trust companies, savings banks and institutions, investment companies, insurance companies, insurance 77.4 77.5 associations, and other persons carrying on a banking or insurance business; and (3) personal representatives, guardians, trustees, and other fiduciaries. 77.6 77.7 Subd. 6. No full faith and credit; state not required to make appropriations. The appropriation bonds are not public debt of the state, and the full faith, credit, and taxing 77.8 powers of the state are not pledged to the payment of the appropriation bonds or to any 77.9 payment that the state agrees to make under this section. Appropriation bonds shall not be 77.10 obligations paid directly, in whole or in part, from a tax of statewide application on any 77.11 77.12 class of property, income, transaction, or privilege. Appropriation bonds shall be payable in each fiscal year only from amounts that the legislature may appropriate for debt service 77.13 for any fiscal year, provided that nothing in this section shall be construed to require the 77.14 state to appropriate money sufficient to make debt service payments with respect to the 77.15 appropriation bonds in any fiscal year. Appropriation bonds shall be canceled and shall no 77.16 longer be outstanding on the earlier of (1) the first day of a fiscal year for which the 77.17 legislature shall not have appropriated amounts sufficient for debt service, or (2) the date 77.18 of final payment of the principal of and interest on the appropriation bonds. 77.19 77.20 Subd. 7. **Appropriation of proceeds.** The proceeds of appropriation bonds issued under subdivision 2, paragraph (a), and interest credited to the special appropriation state response 77.21 to releases bond proceeds fund are appropriated as follows: 77.22 77.23 (1) to the commissioner of the Pollution Control Agency for removal and remedial actions as specified in subdivision 2, paragraph (a), at the following sites: the Esko 77.24 Groundwater Contamination Superfund site; the city of Duluth Dump #1 Superfund site; 77.25 the Perham Arsenic site; and the Precision Plating State Superfund site; and 77.26 (2) to the commissioner for debt service on the bonds including capitalized interest, 77.27 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds, and 77.28 payments under any agreements entered into under subdivision 2, paragraph (d), as permitted 77.29 77.30 by state and federal law. Subd. 8. Appropriation for debt service and other purposes. An amount needed to 77.31 pay principal and interest on appropriation bonds issued under subdivision 2, paragraph (a), 77.32 is appropriated each fiscal year from the general fund to the commissioner, subject to repeal, 77.33 unallotment under section 16A.152, or cancellation, otherwise pursuant to subdivision 6, 77.34

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for deposit into the bond payments account established for such purpose in the special appropriation state response to releases bond proceeds fund. The appropriation is available beginning in fiscal year 2021 and remains available through fiscal year 2042.

Subd. 9. Waiver of immunity. The waiver of immunity by the state provided for under section 3.751, subdivision 1, shall be applicable to the appropriation bonds and any ancillary contracts to which the commissioner is a party.

Sec. 4. EFFECTIVE DATE.

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This article is effective the day following final enactment.

78.9 ARTICLE 3 78.10 MISCELLANEOUS

- Section 1. Minnesota Statutes 2018, section 16A.641, is amended by adding a subdivision to read:
- Notwithstanding the public sale requirements of subdivision 4 and section 16A.66, subdivision 2, the commissioner may sell bonds, including refunding bonds, at negotiated sale.
- Sec. 2. Minnesota Statutes 2019 Supplement, section 16A.968, subdivision 2, is amended to read:
- Subd. 2. **Authorization to issue appropriation bonds.** (a) Subject to the limitations of this subdivision, and upon request by the governing body of the city of Duluth as provided in section 469.54, subdivision 3, paragraph (f) (e), the commissioner may sell and issue appropriation bonds of the state under this section for public purposes as provided by law.
 - (b) Proceeds of the appropriation bonds must be credited to a special appropriation Duluth regional exchange district bond proceeds fund in the state treasury. All income from investment of the bond proceeds, as estimated by the commissioner, is appropriated to the commissioner for the payment of principal and interest on the appropriation bonds.
 - (c) Appropriation bonds may be issued in one or more issues or series on the terms and conditions the commissioner determines to be in the best interests of the state, but the term on any series of appropriation bonds may not exceed 25 years. The appropriation bonds of each issue and series thereof shall be dated and bear interest and may be includable in or excludable from the gross income of the owners for federal income tax purposes.

- (d) At the time of or in anticipation of issuing the appropriation bonds, and at any time thereafter, so long as the appropriation bonds are outstanding, the commissioner may enter into agreements and ancillary arrangements relating to the appropriation bonds, including but not limited to trust indentures, grant agreements, lease or use agreements, operating agreements, management agreements, liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement agreements, indexing agreements, or interest exchange agreements. Any payments made or received according to the agreement or ancillary arrangement shall be made from or deposited as provided in the agreement or ancillary arrangement. The determination of the commissioner included in an interest exchange agreement that the agreement relates to an appropriation bond shall be conclusive.
- (e) The commissioner may enter into written agreements or contracts relating to the continuing disclosure of information necessary to comply with or facilitate the issuance of appropriation bonds in accordance with federal securities laws, rules, and regulations, including Securities and Exchange Commission rules and regulations in Code of Federal Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants with purchasers and holders of appropriation bonds set forth in the order or resolution authorizing the issuance of the appropriation bonds or a separate document authorized by the order or resolution.
 - (f) The appropriation bonds are not subject to chapter 16C.
- Sec. 3. Minnesota Statutes 2019 Supplement, section 16A.968, subdivision 3, is amended to read:
 - Subd. 3. **Appropriation bonds authorization.** (a) Appropriation bonds may be sold and issued in amounts that, in the opinion of the commissioner, are necessary to provide sufficient funds to the commissioner of employment and economic development under subdivision 8, not to exceed \$97,720,000 net of costs of issuance, for the purposes as provided under this subdivision, and pay debt service including capitalized interest, costs of issuance, costs of credit enhancement, or make payments under other agreements entered into under subdivision 2, paragraph (d). Notwithstanding section 16A.642, this authorization is available until December 31, 2027.
 - (b) The bonds authorized by this subdivision are for the purposes of financing public infrastructure projects authorized and approved by the city of Duluth under sections 469.50 to 469.54. No bonds shall be sold under this subdivision until: (1) there has been a request pursuant to subdivision 2, paragraph (a); and (2) for any parking structure the requirements

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in section 469.54, subdivisions 2 and 3, paragraph (a), have been met. Upon certification of the required qualified expenditures under section 469.54, subdivision 3, paragraph (a), by a medical business entity, bonds may be sold for a parking structure or structures benefiting that medical business entity, notwithstanding the status of certified qualified expenditures for another medical business entity.

Sec. 4. Minnesota Statutes 2018, section 16B.86, is amended to read:

16B.86 PRODUCTIVITY BUILDING EFFICIENCY REVOLVING LOAN ACCOUNT.

The <u>productivity</u> <u>building</u> efficiency revolving loan account is <u>a special an</u> account in the <u>state treasury</u> <u>special revenue fund</u>. Money in the account is appropriated to the commissioner of administration to make loans to finance agency projects that will result in either <u>reduced energy savings</u> or <u>other</u> operating <u>costs</u> or <u>increased revenues</u>, <u>or both</u>, <u>cost</u> reductions for a state agency.

Sec. 5. Minnesota Statutes 2018, section 16B.87, is amended to read:

16B.87 AWARD AND REPAYMENT OF PRODUCTIVITY BUILDING EFFICIENCY LOANS.

Subdivision 1. **Committee.** The <u>Productivity Building Efficiency Revolving Loan</u>
Committee consists of the commissioners of administration, management and budget, and <u>revenue Pollution Control Agency</u>. The commissioner of administration serves as chair of the committee. The members serve without compensation or reimbursement for expenses.

Subd. 2. **Award and terms of loans.** An agency shall apply for a loan on a form provided by the commissioner of administration. The committee shall review applications for loans and shall award a loan based upon criteria adopted by the committee. The committee shall determine the amount, interest, and other terms of the loan. The time for repayment of a loan may not exceed five seven years.

Subd. 3. **Repayment.** An agency receiving a loan under this section shall repay the loan according to the terms of the loan agreement. The principal and interest must be paid to the commissioner of administration who shall deposit it in the <u>productivity building efficiency revolving loan fund account.</u>

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Sec. 6. Minnesota Statutes 2018, section 115A.0716, is amended to read:

115A.0716 ENVIRONMENTAL ASSISTANCE GRANT AND LOAN PROGRAM PROGRAMS.

- Subdivision 1. **Environmental assistance grants.** (a) The commissioner may make grants to any person for the purpose of researching, developing, and implementing projects or practices related to collection, processing, recycling, reuse, resource recovery, source reduction, and prevention of waste, hazardous substances, toxic pollutants, and problem materials; the development or implementation of pollution prevention projects or practices; the collection, recovery, processing, purchasing, or market development of recyclable materials or compost; resource conservation; and for environmental education.
- (b) In making grants <u>under paragraph (a)</u>, the <u>agency commissioner</u> may give priority to projects or practices that have broad application in the state and are consistent with the policies established under sections 115A.02 and 115D.02.
- (c) The commissioner shall adopt rules to administer the grant program.
- 81.15 (d) For the purposes of this section:

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- (1) "pollution prevention" has the meaning given it in section 115D.03;
- (2) "toxic pollutant" has the meaning given it in section 115D.03; and
- 81.18 (3) "hazardous substance" has the meaning given it in section 115D.03.
- Subd. 2. **Loans.** (a) The commissioner may make loans, or participate in loans, for capital costs or improvements related to any of the activities listed in subdivision 1.
- (b) The commissioner may work with financial institutions or other financial assistance providers in participating in loans under this section. The commissioner may contract with financial institutions or other financial assistance providers for loan processing and/or administration.
- (c) The commissioner may also make grants, as authorized in subdivision 1, to enable persons to receive loans from financial institutions or to reduce interest payments for those loans.
- (d) In making loans, the agency may give priority to projects or practices that have broad application in the state and are consistent with the policies established under sections 115A.02 and 115D.02.
- (e) The commissioner shall adopt rules to administer the loan program.

82.1	Subd. 3. Revolving account. All repayments of loans awarded under this section,
82.2	including principal and interest, must be credited to the environmental fund. Money deposited
82.3	in the fund under this section is annually appropriated to the commissioner for loans for
82.4	purposes identified in subdivisions 1 and 2.
82.5	Subd. 4. Contaminated storm water pond cleanup grants. (a) The commissioner may
82.6	make grants to municipalities for hazardous material abatement and removal of accumulated
82.7	polycyclic aromatic hydrocarbon (PAH)-contaminated sediment from publicly owned storm
82.8	water ponds. For the purposes of this subdivision, a "storm water pond" is a treatment pond
82.9	constructed and operated for water quality treatment, storm water retention, and flood
82.10	control. Storm water ponds do not include areas of temporary ponding, such as ponds that
82.11	exist only during a construction project or short-term accumulations of water in road ditches.
82.12	Grants awarded under this subdivision are intended to cover up to 50 percent of the eligible
82.13	costs of a project and may not exceed \$250,000 per pond.
82.14	(b) In awarding a grant under this subdivision, preference shall be given to projects that:
82.15	(1) document PAH concentrations in accumulated sediment which are above the
82.16	residential soil reference value;
82.17	(2) provide direct water quality benefits to an impaired water as defined in section
82.18	<u>114D.15</u> , subdivision 5;
82.19	(3) alleviate a threat of flooding;
82.20	(4) demonstrate diminished functional capacity due to sediment accumulation; and
82.21	(5) demonstrate at least 50 percent nonstate financial participation as a percentage of
82.22	total project cost.
82.23	Subd. 5. Sustainable communities and climate resiliency grants. (a) The commissioner
82.24	may make grants to local governments for the purpose of building sustainable and resilient
82.25	storm water infrastructure projects to mitigate flood risks and impacts of extreme weather
82.26	events. Grants awarded under this subdivision are intended to cover up to 75 percent of the
82.27	eligible costs of a storm water infrastructure project and may not exceed \$4,000,000 per
82.28	project.
82.29	(b) In awarding a grant under this subdivision, preference shall be given to projects that:
82.30	(1) address inadequate storm water infrastructure;
82.31	(2) reduce incidences of community flooding during extreme weather events;
82.32	(3) address aging and undersized storm water sewers;

83.1	(4) reduce the impact on water treatment systems;
83.2	(5) incorporate green infrastructure and low-impact development storm water practices;
83.3	<u>and</u>
83.4	(6) demonstrate nonstate financial participation in the project.
83.5	(c) For the purposes of this subdivision, "storm water infrastructure" means a publicly
83.6	owned conveyance or system of conveyances including roads with drainage systems,
83.7	municipal streets, catch basins, curbs, gutters, ditches, man-made channels, or storm drains
83.8	designed or used for collecting or conveying storm water.
83.9	Sec. 7. [116.085] ELECTRIC VEHICLE CHARGING INFRASTRUCTURE
83.10	GRANTS.
83.11	Subdivision 1. Program established. An electric vahicle charging infrastructure grant
83.11	Subdivision 1. Program established. An electric vehicle charging infrastructure grant program is established for the purpose of reducing greenhouse gas emissions and other air
83.13	pollution and addressing climate change statewide.
83.14	Subd. 2. Definitions. (a) For purposes of this section, the following terms have the
83.15	meanings given them.
83.16	(b) "Electric vehicle corridors" and "high-use corridors" means corridors identified by
83.17	information from and in cooperation with the Department of Transportation.
83.18	(c) "Environmental justice community" means a geographic area that meets at least one
83.19	of the following demographic criteria: the number of people of color is greater than 50
83.20	percent or more than 40 percent of the households have a household income of less than
83.21	185 percent of the federal poverty level.
83.22	Subd. 3. Accounts established. (a) An electric vehicle charging infrastructure account
83.23	is established in the special appropriation electric vehicle infrastructure bond proceeds fund.
83.24	The account consists of state appropriation bond proceeds appropriated to the commissioner.
83.25	Money in the account may only be expended on bond-eligible costs of a project receiving
83.26	financial assistance as provided under this section. All uses of funds from the account must
83.27	be for publicly owned property.
83.28	(b) An electric vehicle charging infrastructure account is established in the environmental
83.29	fund. The account consists of funds as provided by law, and any other money donated,
83.30	allotted, transferred, or otherwise provided to the account. Money in the account may only
83 31	be expended on a project receiving financial assistance as provided under this section.

84.1	(c) Money in each account is appropriated to the commissioner to make grants as provided
84.2	in this section.
84.3	Subd. 4. Eligible project. (a) A project is eligible for a grant from the account in the
84.4	special appropriation electric vehicle infrastructure bond proceeds fund if the project is for
84.5	the acquisition and installation of electrical infrastructure and electric vehicle charging
84.6	stations on publicly owned property statewide. A grant may provide up to 80 percent of
84.7	project costs. Eligible applicants include political subdivisions of the state.
84.8	(b) A project is eligible for a grant from the account in the environmental fund if the
84.9	project is for the acquisition and installation of electrical infrastructure and electric vehicle
84.10	charging stations statewide. A grant may provide up to 75 percent of project costs.
84.11	(c) The commissioner shall establish general program requirements and the competitive
84.12	process for financial assistance, including but not limited to eligibility requirements for
84.13	grant recipients and projects; procedures for solicitation of grants; application requirements;
84.14	procedures for payment of financial assistance awards; and a schedule for application,
84.15	evaluation, and award of financial assistance.
84.16	Subd. 5. Grants; criteria for award. (a) In awarding a grant under this section,
84.17	preference shall be given to projects that address a lack of existing electrical infrastructure
84.18	and availability of electric vehicle charging stations.
84.19	(b) For grants awarded under subdivision 4, paragraph (a), additional preference shall
84.20	be given to projects that:
84.21	(1) increase the density of fast chargers on high-use corridors;
84.22	(2) are in close proximity to high-volume roadways;
84.23	(3) reduce air pollution in areas of high air pollution concentrations;
84.24	(4) reduce air pollution in areas with increased health impacts caused by air pollution;
84.25	(5) have 24-hour access; and
84.26	(6) expand charging capabilities in high-use areas.
84.27	(c) For grants awarded under subdivision 4, paragraph (b), additional preference shall
84.28	be given to projects that:
84.29	(1) provide electric vehicle charging station access for communities with higher
84.30	concentrations of low-income residents and people of color, including tribal communities;
84.31	and

(2) reduce air pollution within an environmental justice community.

Sec. 8. Minnesota Statutes 2018, section 123B.53, subdivision 1, is amended to read:

- Subdivision 1. **Definitions.** (a) For purposes of this section, the eligible debt service revenue of a district is defined as follows:
- (1) the amount needed to produce between five and six percent in excess of the amount needed to meet when due the principal and interest payments on the obligations of the district for eligible projects according to subdivision 2, including the amounts necessary for repayment of debt service loans, capital loans, and lease purchase payments under section 126C.40, subdivision 2, excluding long-term facilities maintenance levies under section 123B.595 excluding the amounts listed in paragraph (b), minus
- (2) the amount of debt service excess levy reduction for that school year calculated according to the procedure established by the commissioner.
 - (b) The obligations in this paragraph are excluded from eligible debt service revenue:
- 85.14 (1) obligations under section 123B.61;

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- protection fund or Douglas J. Johnson economic protection trust, excluding the portion of taconite payments from the Iron Range school consolidation and cooperatively operated school account under section 298.28, subdivision 7a;
 - (3) obligations issued under Laws 1991, chapter 265, article 5, section 18, as amended by Laws 1992, chapter 499, article 5, section 24 obligations for long-term facilities maintenance under section 123B.595;
- 85.22 (4) obligations under section 123B.62; and
- (5) obligations equalized under section 123B.535.
 - (c) For purposes of this section, if a preexisting school district reorganized under sections 123A.35 to 123A.43, 123A.46, and 123A.48 is solely responsible for retirement of the preexisting district's bonded indebtedness, or capital loans or debt service loans, debt service equalization aid must be computed separately for each of the preexisting districts.
- (d) For purposes of this section, the adjusted net tax capacity determined according to sections 127A.48 and 273.1325 shall be adjusted to include the tax capacity of property generally exempted from ad valorem taxes under section 272.02, subdivision 64.

Sec. 9. Minnesota Statutes 2018, section 123B.53, subdivision 4, is amended to read:

- Subd. 4. **Debt service equalization revenue.** (a) The debt service equalization revenue of a district equals the sum of the first tier debt service equalization revenue and the second tier debt service equalization revenue.
- (b) The first tier debt service equalization revenue of a district equals the greater of zero or the eligible debt service revenue minus the amount raised by a levy of 15.74 percent times the adjusted net tax capacity of the district minus the second tier debt service equalization revenue of the district.
- (c) The second tier debt service equalization revenue of a district equals the greater of zero or the eligible debt service revenue, minus the amount raised by a levy of 26.24 percent times the adjusted net tax capacity of the district.
- (d) Notwithstanding paragraphs (b) and (c), for a district with a capital loan under sections 126C.60 to 126C.72, the first tier debt equalization revenue equals zero, and the second tier debt equalization revenue equals the portion of the district's eligible debt service levy under subdivision 2 in excess of the district's maximum effort debt service levy under section 126C.63, subdivision 8.
- Sec. 10. Minnesota Statutes 2018, section 126C.63, subdivision 8, is amended to read:
- Subd. 8. **Maximum effort debt service levy.** (a) "Maximum effort debt service levy" means the lesser of:
 - (1) a levy in whichever of the following amounts is applicable:
- (i) in any district receiving a debt service loan for a debt service levy payable in 2002 and thereafter, or granted a capital loan after January 1, 2002, a levy in total dollar amount computed at a rate of 33.59 percent of adjusted net tax capacity for taxes payable in 2002 and thereafter; or
 - (ii) in any district receiving a debt service loan for a debt service levy payable in 2001 or earlier, or granted a capital loan before January 2, 2002, a levy in a total dollar amount computed at a rate of 29.39 percent of adjusted net tax capacity for taxes payable in 2002 and thereafter; or
 - (2) a levy in any district for which a capital loan was approved prior to August 1, 1981, a levy in a total dollar amount equal to the sum of the amount of the required debt service levy and an amount which when levied annually will in the opinion of the commissioner

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be sufficient to retire the remaining interest and principal on any outstanding loans from the state within 30 years of the original date when the capital loan was granted.

- (b) The board in any district affected by the provisions of paragraph (a), clause (2), may elect instead to determine the amount of its levy according to the provisions of paragraph (a), clause (1). If a district's capital loan is not paid within 30 years because it elects to determine the amount of its levy according to the provisions of paragraph (a), clause (2), the liability of the district for the amount of the difference between the amount it levied under paragraph (a), clause (2), and the amount it would have levied under paragraph (a), clause (1), and for interest on the amount of that difference, must not be satisfied and discharged pursuant to Minnesota Statutes 1988, or an earlier edition of Minnesota Statutes if applicable, section 124.43, subdivision 4.
- 87.12 (2) the unpaid balance on the district's capital loan after deducting the amount to be paid
 87.13 on the district's capital loan in December of the year in which the levy is certified.
- Sec. 11. Minnesota Statutes 2018, section 126C.66, subdivision 3, is amended to read:
- Subd. 3. Principal interest Payments. All payments of principal and interest on debt service notes or on capital loan contracts, as received by the commissioner, are appropriated to the loan repayment account.
- Sec. 12. Minnesota Statutes 2018, section 126C.69, as amended by Laws 2019, First Special Session chapter 10, article 3, section 40, is amended to read:

126C.69 CAPITAL GRANTS AND LOANS.

- Subdivision 1. Capital grant and loan requests and uses. Capital grants and loans are available only to qualifying districts. Capital grants and loans must not be used for the construction of swimming pools, ice arenas, athletic facilities, auditoriums, bus garages, or heating system improvements. Proceeds of the grants and loans may be used only for sites for education facilities and for acquiring, bettering, furnishing, or equipping education facilities. Contracts must be entered into within 18 months after the date on which each grant and loan is granted approved. For purposes of this section, "education facilities" includes space for Head Start programs and social service programs.
- Subd. 2. Capital loans grant and loan eligibility. Beginning July 1, 1999 2020, a
 district is not eligible for a capital grant and loan unless the district's estimated net debt tax
 rate as computed by the commissioner after debt service equalization aid would be more

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than 41.98 percent of adjusted net tax capacity. The estimate must assume a 20-year maturity schedule for new debt.

- Subd. 3. **District request for review and comment.** A district or a joint powers district that intends to apply for a capital grant and loan must submit a proposal to the commissioner for review and comment according to section 123B.71 by July 1 of an odd-numbered year. The commissioner shall prepare a review and comment on the proposed facility, regardless of the amount of the capital expenditure required to construct the facility. In addition to the information provided under section 123B.71, subdivision 9, the commissioner shall require that predesign packages comparable to those required under section 16B.335 be prepared by the applicant school district. The predesign packages must be sufficient to define the scope, cost, and schedule of the project and must demonstrate that the project has been analyzed according to appropriate space needs standards and also consider the following criteria in determining whether to make a positive review and comment.
- (a) To grant a positive review and comment the commissioner shall determine that all of the following conditions are met:
 - (1) the facilities are needed for pupils for whom no adequate facilities exist or will exist;
- (2) there is evidence to indicate that the facilities will have a useful public purpose for at least the term of the bonds;
 - (3) no form of cooperation with another district would provide the necessary facilities;
- (4) the facilities are comparable in size and quality to facilities recently constructed in other districts that have similar enrollments;
- (5) the facilities are comparable in size and quality to facilities recently constructed in other districts that are financed without a capital loan;
- (6) the district is projected to have adequate funds in its general operating budget to support a quality education for its students for at least the next five years;
- (7) the current facility poses a threat to the life, health, and safety of pupils, and cannot reasonably be brought into compliance with fire, health, or life safety codes;
- (8) the district has made a good faith effort, as evidenced by its maintenance expenditures, to adequately maintain the existing facility during the previous ten years and to comply with fire, health, and life safety codes and state and federal requirements for accessibility for people with disabilities;

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(9) the district has made a good faith effort to encourage integration of social service 89.1 programs within the new facility; 89.2 (10) evaluations by boards of adjacent districts have been received; and 89.3 (11) the proposal includes a comprehensive technology plan that assures information 89.4 89.5 access for the students, parents, and community. (b) The commissioner may grant a negative review and comment if: 89.6 89.7 (1) the state demographer has examined the population of the communities to be served by the facility and determined that the communities have not grown during the previous 89.8 five years; 89.9 89.10 (2) the state demographer determines that the economic and population bases of the communities to be served by the facility are not likely to grow or to remain at a level 89.11 sufficient, during the next ten years, to ensure use of the entire facility; 89.12 (3) the need for facilities could be met within the district or adjacent districts at a 89.13 comparable cost by leasing, repairing, remodeling, or sharing existing facilities or by using 89.14 temporary facilities; 89.15 (4) the district plans do not include cooperation and collaboration with health and human 89.16 services agencies and other political subdivisions; or 89.17 (5) if the application is for new construction, an existing facility that would meet the 89.18 district's needs could be purchased at a comparable cost from any other source within the 89.19 89.20 area. Subd. 4. Multiple district proposals; review and comment. In addition to the 89.21 requirements of subdivision 3, the commissioner may use additional requirements to 89.22 determine a positive review and comment on projects that are designed to serve more than 89.23 one district. These requirements may include: 89.24 (1) reducing or increasing the number of districts that plan to use the facility; 89.25 89.26 (2) location of the facility; and (3) formation of a joint powers agreement among the participating districts. 89.27 Subd. 5. Adjacent district comments. The district must present the proposed project 89.28 to the board of each adjacent district at a public meeting of that district. The board of an 89.29 adjacent district must make a written evaluation of how the project will affect the future 89.30

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education and building needs of the adjacent district. The board must submit the evaluation

to the applying district within 30 days of the meeting.

Subd. 6. **District application for capital grant and loan.** The school board of a district desiring a capital grant and loan shall adopt a resolution stating the amount proposed to be borrowed funded, the purpose for which the debt is to be incurred funding is requested, and an estimate of the dates when the facilities for which the loan funding is requested will be contracted for and completed. Applications for grants and loans must be accompanied by a copy of the adopted board resolution and copies of the adjacent district evaluations. The commissioner shall retain the evaluation as part of a permanent record of the district submitting the evaluation.

Applications must be in the form and accompanied by the additional data required by the commissioner. Applications must be received by the commissioner by September 1 of an odd-numbered year. A district must resubmit an application each odd-numbered year. Capital grant and loan applications that do not receive voter approval or are not approved in law cancel July 1 of the year following application. When an application is received, the commissioner shall obtain from the commissioner of revenue the information in the Revenue Department's official records that is required to be used in computing the debt limit of the district under section 475.53, subdivision 4.

Subd. 7. Commissioner review; district proposals. By November 1 of each odd-numbered year, the commissioner must review all applications for capital grants and loans that have received a positive review and comment. When reviewing applications, the commissioner must consider whether the criteria in subdivision 3 have been met. The commissioner may not approve an application if all of the required deadlines have not been met. The commissioner may either approve or reject an application for a capital grant and loan.

Subd. 8. **Commissioner recommendations.** The commissioner shall examine and consider applications for capital grants and loans that have been approved and promptly notify any district rejected of the decision.

The commissioner shall report each capital <u>grant and</u> loan that has been approved by the commissioner and that has received voter approval to the education committees of the legislature by January 1 of each even-numbered year. The commissioner must not report a capital <u>grant and</u> loan that has not received voter approval. The commissioner shall also report on the money remaining in the capital loan account and, if necessary, request that another bond issue be authorized.

Subd. 9. <u>Grant and loan amount limits.</u> (a) A <u>grant and loan must not be recommended</u> for approval for a district exceeding an amount computed as follows:

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(1) the amount requested by the district under subdivision 6; 91.1 (2) plus the aggregate principal amount of general obligation bonds of the district 91.2 outstanding on June 30 of the year following the year the application was received, not 91.3 exceeding the limitation on net debt of the district in section 475.53, subdivision 4, or 637 91.4 91.5 percent of its adjusted net tax capacity as most recently determined, whichever is less; (3) less the maximum net debt permissible for the district on December 1 of the year 91.6 the application is received, under the limitation in section 475.53, subdivision 4, or 637 91.7 percent of its adjusted net tax capacity as most recently determined, whichever is less; 91.8 (4) less any amount by which the amount voted exceeds the total cost of the facilities 91.9 for which the grant and loan is granted approved. 91.10 (b) The grant and loan may be approved in an amount computed as provided in paragraph 91.11 (a), clauses (1) to (3), subject to later reduction according to paragraph (a), clause (4). 91.12 (c) The loan amount equals the lesser of the total grant and loan approved or: 91.13 (i) the product of the maximum effort tax rate times 50 times the district's most recent 91.14 adjusted net tax capacity at the time the capital grant and loan is approved under subdivision 91.15 10, minus 91.16 (ii) the district's capital loan balance outstanding at the time the capital grant and loan 91.17 is approved under subdivision 10, minus 91.18 (iii) the district's principal and interest balance outstanding for eligible bonds issued for 91.19 prior capital projects at the time the capital loan and grant is approved. 91.20 (d) The grant amount equals the difference between the total grant and loan approved 91.21 and the loan amount under paragraph (c). 91.22 Subd. 10. Legislative action. Each capital grant and loan must be approved in a law. 91.23 91.24 If the aggregate amount of the capital grants and loans exceeds the amount that is or can be made available, the commissioner shall allot the available amount among any number 91.25 91.26 of qualified applicant districts, according to the commissioner's judgment and discretion, based upon the districts' respective needs. 91.27 Subd. 11. District referendum. After receipt of the review and comment on the project 91.28 and before January 1 of the even-numbered year, the question authorizing the borrowing 91.29 of money for the facilities must be submitted by the school board to the voters of the district 91.30

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at a regular or special election. The question submitted must state the total amount to be

borrowed from all sources. Approval of a majority of those voting on the question is sufficient

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to authorize the issuance of the obligations on public sale in accordance with chapter 475.

The face of the ballot must include the following statement: "APPROVAL OF THIS

92.3 QUESTION DOES NOT GUARANTEE THAT THE SCHOOL DISTRICT WILL

92.4 RECEIVE A CAPITAL <u>GRANT AND LOAN FROM THE STATE</u>. THE <u>GRANT AND</u>

92.5 LOAN MUST BE APPROVED BY THE STATE LEGISLATURE AND IS DEPENDENT

ON AVAILABLE FUNDING." The district must mail to the commissioner a certificate by

the clerk showing the vote at the election.

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Subd. 12. Contract. (a) Each capital grant and loan must be evidenced by a contract between the district and the state acting through the commissioner. The contract must obligate the state to reimburse the district, from the maximum effort school loan fund, for eligible capital expenses for construction of the facility for which the grant and loan is granted approved, an amount computed as provided in subdivision 9. The commissioner must receive from the district a certified resolution of the board estimating the costs of construction and reciting that contracts for construction of the facilities for which the grant and loan is granted approved have been awarded, that bonds of the district have been issued and sold or that other district funds have been set aside in the amount necessary to pay all estimated costs of construction in excess of the amount of the grant and loan, and that all work, when completed, meets or exceeds standards established in the State Building Code. The contract must obligate the district to repay the loan out of the excesses of its maximum effort debt service levy over its required debt service levy, including interest at a rate equal to the weighted average annual rate payable on Minnesota state school loan bonds issued or reissued for the project. Beginning July 1, 2020, no interest assessments shall be made on capital loan balances.

- (b) The district must each year, as long as it is indebted to the state, levy for debt service (i) the amount of its maximum effort debt service levy or (ii) the amount of its required debt service levy, whichever is greater, except as the required debt service levy may be reduced by a loan under section 126C.68. The district shall remit payments to the commissioner according to section 126C.71. The actual debt service levy shall be adjusted under section 477A.09.
- (c) The commissioner shall supervise the collection of outstanding accounts due the fund and may, by notice to the proper county auditor, require the maximum levy to be made as required in this subdivision. Interest on capital loans must be paid on December 15 of the year after the year the loan is granted and annually in later years. By September 30, the commissioner shall notify the county auditor of each county containing taxable property situated within the district of the amount of the maximum effort debt service levy of the

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district for that year. The county auditor or auditors shall extend upon the tax rolls an ad valorem tax upon all taxable property within the district in the aggregate amount so certified.

Subd. 13. **Loan forgiveness.** If any capital loan is not paid within 50 years after it is granted from maximum effort debt service levies in excess of required debt service levies, the liability of the district on the loan is satisfied and discharged and interest on the loan ceases.

Subd. 14. Participation by county auditor; record of contract; payment of loan. The district must file a copy of the capital loan contract with the county auditor of each county in which any part of the district is situated. The county auditor shall enter the capital loan, evidenced by the contract, in the auditor's bond register. The commissioner shall keep a record of each capital grant and loan and contract showing the name and address of the district, the date of the contract, and the amount of the grant and loan initially approved. On receipt of the resolution required in subdivision 12 and documentation of expenditures under the contract, the commissioner shall issue payments, which may be dispersed in accordance with the schedule in the contract, on the capital grant and loan account for the amount that may be disbursed under subdivision 1. Interest on each disbursement of the capital loan amount accrues from the date on which the commissioner of management and budget issues the payment.

Subd. 15. **Bond sale limitations.** (a) A district having an outstanding state loan must not issue and sell any bonds on the public market, except to refund state loans, unless it agrees to make the maximum effort debt service levy in each later year at the higher rate provided in section 126C.63, subdivision 8, and unless it schedules the maturities of the bonds according to section 475.54, subdivision 2. A district that refunds bonds at a lower interest rate may continue to make the maximum effort debt service levy in each later year at the current rate provided in section 126C.63, subdivision 8, if the district can demonstrate to the commissioner's satisfaction that the district's repayments of the state loan will not be reduced below the previous year's level. The district must report each sale to the commissioner.

- (b) For a capital loan issued prior to July 1, 2001, after the district's capital loan has been outstanding for 30 years, the district must not issue bonds on the public market except to refund the loan.
- (c) For a capital loan issued on or after July 1, 2001, after the district's capital loan has been outstanding for 20 years, the district must not issue bonds on the public market except to refund the loan.

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Sec. 13. Minnesota Statutes 2018, section 126C.71, is amended to read:

126C.71 PAYMENT AND APPLICATIONS OF PAYMENT.

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Subdivision 1. **Payment.** (a) On November 20 of each year, each district having an outstanding capital loan or debt service loan shall compute the excess amount in the debt redemption fund. The commissioner shall prescribe the form and calculation to be used in computing the excess amount. A completed copy of this form shall be sent to the commissioner before December 1 of each year. The commissioner may recompute the excess amount and shall promptly notify the district of the recomputed amount.

- (b) On December 15 of each year, the district shall remit to the commissioner, at a minimum, an amount equal to the greater of:
 - (i) the excess amount in the debt redemption fund; or
- 94.12 (ii) the amount by which the maximum effort debt service levy exceeds the required debt service levy for that calendar year.
- 94.14 Any late payments shall be assessed an interest charge using the interest rates specified for 94.15 the debt service notes and capital loan contracts.
 - (e) (b) If a payment required under the Maximum Effort School Aid Law paragraph (a) is not made within 30 days, the commissioner may reduce any subsequent payments due the district under this chapter and chapters 120B, 122A, 123A, 123B, 124D, 125A, and 127A by the amount due, after providing written notice to the district.
 - Subd. 2. Application of payments. The commissioner shall apply payments received under the Maximum Effort School Aid Law and aids withheld according to subdivision 1, paragraph (b), as follows: First, to payment of interest accrued on its notes, if any; second, to interest on its contracts, if any; third, toward principal of its notes, if any; and last, toward the principal of its contracts, if any. While more than one note or more than one contract is held, priority of payment of interest must be given to the one of earliest date, and after interest accrued on all notes is paid, similar priority shall be given in the application of any remaining amount to the payment of principal. In any year when the receipts from a district are not sufficient to pay the interest accrued on any of its notes or contracts, the deficiency must be added to the principal, and the commissioner shall notify the district and each county auditor concerned of the new amount of principal of the note or contract.

Sec. 14. [174.13] TRANSPORTATION FACILITIES CAPITAL PROGRAM. 95.1 Subdivision 1. Establishment; accounts. (a) A transportation facilities capital program 95.2 is established to prioritize among eligible projects that: 95.3 95.4 (1) support the programmatic mission of the department; 95.5 (2) extend the useful life of existing buildings; or 95.6 (3) renovate or construct facilities to meet the department's current and future operational 95.7 needs. Projects under the transportation facilities capital program are funded by proceeds from the sale of trunk highway bonds or from other funds appropriated for the purposes of 95.8 95.9 this section. 95.10 (b) A transportation facilities capital account is established in the trunk highway fund. The account consists of all money appropriated from the trunk highway fund for the purposes 95.11 of this section and any other money donated, allotted, transferred, or otherwise provided to 95.12 the account by law. Money in the account is appropriated to the commissioner for the 95.13 purposes specified and consistent with the standards and criteria set forth in this section. 95.14 (c) A transportation facilities capital account is established in the bond proceeds account 95.15 of the trunk highway fund. The account consists of trunk highway bond proceeds appropriated 95.16 to the commissioner. Money in the account may only be expended on trunk highway 95.17 purposes, which includes the purposes in this section. 95.18 Subd. 2. Standards. (a) Minnesota Constitution, article XIV, section 11, states that trunk 95.19 highway bonds may be issued to finance the construction, improvement, and maintenance 95.20 of the public highway system in the state. The legislature assumes that many projects for 95.21 preservation and replacement of portions of existing capital assets will constitute the 95.22 construction, improvement, and maintenance of the public highway system within the 95.23 95.24 meaning of the constitution and capital expenditures under generally accepted accounting 95.25 principles, and will be financed more efficiently and economically under the program than by direct appropriations for specific projects. 95.26 95.27 (b) When allocating funding under this section, the commissioner must review the projects deemed eligible under subdivision 3 and prioritize allocations using the criteria in 95.28 subdivision 4. Money allocated to a specific project in an appropriation or other law must 95.29 be allocated as provided by the law. 95.30 Subd. 3. Eligible expenditures; limitations. (a) A project is eligible under this section 95.31 only if it is a capital expenditure on a capital building asset owned or to be owned by the 95.32 state within the meaning of accepted accounting principles as applied to public expenditures. 95.33

(b) Capital budget expenditures that are eligible under this section include bu	t are not
limited to: acquisition of land and buildings and the predesign, engineering, cons	truction,
furnishing, and equipping of district headquarter buildings, truck stations, salt sto	orage or
other unheated storage buildings, deicing and anti-icing facilities, fuel-dispensing	facilities,
highway rest areas, and vehicle weigh and inspection stations.	
Subd. 4. Criteria for priorities. When prioritizing funding allocation among	projects
eligible under subdivision 3, the commissioner must consider:	
(1) whether a project ensures the effective and efficient condition and operati	on of the
facility;	
(2) the urgency in ensuring the safe use of existing buildings;	
(3) the project's total life-cycle cost;	
(4) additional criteria for priorities otherwise specified in law, statute, or rule th	at applies
to a category listed in the act making an appropriation for the program; and	
(5) any other criteria the commissioner deems necessary.	
Sec. 15. Minnesota Statutes 2018, section 363A.36, is amended by adding a su	bdivision
to read:	
Subd. 1a. Scope of application; state capital funding. (a) An agency or poli	tical
subdivision that uses state money to pay for part or all of a capital project is subj	ect to and
must comply with the restrictions in subdivision 1, for contracts exceeding \$100,	,000.
(b) For the purposes of this subdivision, the following terms have the meaning	gs given
them:	
(1) "agency" means a state board, commission, authority, department, or other	r agency
of the executive branch of state government; the Minnesota Historical Society; the M	Minnesota
State Colleges and Universities; or the University of Minnesota;	
(2) "capital project" means the acquisition and betterment of land and building	gs and
other public improvements in the state, including acquisition of real property or a	n interest
in real property, predesign, design, engineering, site preparation and related envir	onmental
work, renovation, construction, furnishing, and equipping;	
(3) "political subdivision" means a county, home rule charter or statutory city	, town,
school district, metropolitan or regional agency, public corporation established in	ı law, or
other special or limited purpose district created or authorized by law; and	

(4) "state money" means the proceeds of state general obligation bonds issued under 97.1 article XI, section 5, clause (a), of the Minnesota Constitution. 97.2 (c) This subdivision applies to a capital project or discrete phase of a capital project for 97.3 which state money has been appropriated on or after January 1, 2022. 97.4 Sec. 16. Minnesota Statutes 2018, section 363A.44, subdivision 1, is amended to read: 97.5 Subdivision 1. Scope. (a) No department, agency of the state, the Metropolitan Council, 97.6 or an agency subject to section 473.143, subdivision 1, shall execute a contract for goods 97.7 or services or an agreement for goods or services in excess of \$500,000 with a business that 97.8 has 40 or more full-time employees in this state or a state where the business has its primary 97.9 place of business on a single day during the prior 12 months, unless the business has an 97.10 equal pay certificate or it has certified in writing that it is exempt. A certificate is valid for 97.11 four years. 97.12 (b) An agency or political subdivision that uses state money to pay for part or all of a 97.13 capital project is subject to and must comply with the restrictions in this section for contracts 97.14 exceeding \$500,000. For purposes of this subdivision, "agency," "political subdivision," 97.15 97.16 "capital project," and "state money" have the meanings given in section 363A.36, subdivision 1a. This paragraph applies to a capital project or discrete phase of a capital project for which 97.17 state money has been appropriated on or after January 1, 2022. 97.18 (b) (c) This section does not apply to a business with respect to a specific contract if the 97.19 commissioner of administration determines that application of this section would cause 97.20 undue hardship to the contracting entity. This section does not apply to a contract to provide 97.21 goods and services to individuals under chapters 43A, 62A, 62C, 62D, 62E, 256B, 256I, 97.22 97.23 256L, and 268A, with a business that has a license, certification, registration, provider agreement, or provider enrollment contract that is prerequisite to providing those goods and 97.24 services. This section does not apply to contracts entered into by the State Board of 97.25 Investment for investment options under section 352.965, subdivision 4. 97.26 97.27 Sec. 17. Minnesota Statutes 2019 Supplement, section 462A.37, subdivision 2, is amended to read: 97.28 97.29 Subd. 2. Authorization. (a) The agency may issue up to \$30,000,000 in aggregate principal amount of housing infrastructure bonds in one or more series to which the payment 97.30

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made under this section may be pledged. The housing infrastructure bonds authorized in

this subdivision may be issued to fund loans, or grants for the purposes of clause (4), on

terms and conditions the agency deems appropriate, made for one or more of the following purposes:

- (1) to finance the costs of the construction, acquisition, and rehabilitation of supportive housing for individuals and families who are without a permanent residence;
- (2) to finance the costs of the acquisition and rehabilitation of foreclosed or abandoned housing to be used for affordable rental housing and the costs of new construction of rental housing on abandoned or foreclosed property where the existing structures will be demolished or removed;
- (3) to finance that portion of the costs of acquisition of property that is attributable to the land to be leased by community land trusts to low- and moderate-income homebuyers;
- (4) to finance the acquisition, improvement, and infrastructure of manufactured home parks under section 462A.2035, subdivision 1b;
- (5) to finance the costs of acquisition, rehabilitation, adaptive reuse, or new construction of senior housing; and
- (6) to finance the costs of acquisition and rehabilitation of federally assisted rental housing and for the refinancing of costs of the construction, acquisition, and rehabilitation of federally assisted rental housing, including providing funds to refund, in whole or in part, outstanding bonds previously issued by the agency or another government unit to finance or refinance such costs-; and
- (7) to finance costs of acquisition and construction of multifamily rental housing for households with incomes at or below 50 percent of area median income. Among comparable proposals, the agency must give priority to requests for projects that serve households at the lowest incomes.
- (b) Among comparable proposals for permanent supportive housing, preference shall be given to permanent supportive housing for veterans and other individuals or families who:
- 98.27 (1) either have been without a permanent residence for at least 12 months or at least four times in the last three years; or
- 98.29 (2) are at significant risk of lacking a permanent residence for 12 months or at least four times in the last three years.
- 98.31 (c) Among comparable proposals for senior housing, the agency must give priority to 98.32 requests for projects that:

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(1) demonstrate a commitment to maintaining the housing financed as affordable to 99.1 seniors; 99.2 (2) leverage other sources of funding to finance the project, including the use of 99.3 low-income housing tax credits; 99.4 99.5 (3) provide access to services to residents and demonstrate the ability to increase physical supports and support services as residents age and experience increasing levels of disability; 99.6 99.7 (4) provide a service plan containing the elements of clause (3) reviewed by the housing authority, economic development authority, public housing authority, or community 99.8 development agency that has an area of operation for the jurisdiction in which the project 99.9 is located; and 99.10 (5) include households with incomes that do not exceed 30 percent of the median 99.11 household income for the metropolitan area. 99.12 To the extent practicable, the agency shall balance the loans made between projects in the 99.13 metropolitan area and projects outside the metropolitan area. Of the loans made to projects 99.14 outside the metropolitan area, the agency shall, to the extent practicable, balance the loans 99.15 made between projects in counties or cities with a population of 20,000 or less, as established 99.16 by the most recent decennial census, and projects in counties or cities with populations in 99.17 excess of 20,000. 99.18 Sec. 18. Minnesota Statutes 2018, section 462A.37, is amended by adding a subdivision 99.19 to read: 99.20 Subd. 2g. Additional authorization. In addition to the amount authorized in subdivisions 99.21 2 to 2f, the agency may issue up to \$200,000,000 in housing infrastructure bonds in one or 99.22 more series to which the payments under this section may be pledged. 99.23 Sec. 19. Minnesota Statutes 2019 Supplement, section 462A.37, subdivision 5, is amended 99.24 to read: 99.25 Subd. 5. Additional appropriation. (a) The agency must certify annually to the 99.26 commissioner of management and budget the actual amount of annual debt service on each 99.27 series of bonds issued under subdivisions 2a to 2f this section. 99.28 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure 99.29 bonds issued under subdivision 2a remain outstanding, the commissioner of management 99.30 and budget must transfer to the housing infrastructure bond account established under section 99.31

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462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000

annually. The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.

- (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure bonds issued under subdivision 2b remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000 annually. The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- (d) Each July 15, beginning in 2019 and through 2040, if any housing infrastructure bonds issued under subdivision 2c remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,800,000 annually. The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure bonds issued under subdivision 2d remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
 - (f) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure bonds issued under subdivision 2e remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
 - (g) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure bonds issued under subdivision 2f remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- 100.33 (h) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure
 100.34 bonds issued under subdivision 2g remain outstanding, the commissioner of management

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101.1	and budget must transfer to the housing infrastructure bond account establish	ned un	der section
101.2	462A.21, subdivision 33, the amount certified under paragraph (a). The am	nounts	necessary
101.3	to make the transfers are appropriated from the general fund to the commi	ssione	er of
101.4	management and budget.		
101.5	(i) The agency may pledge to the payment of the housing infrastructur	e bond	ds the
101.6	payments to be made by the state under this section.		
101.7	Sec. 20. Laws 2017, First Special Session chapter 8, article 1, section 18	3, subc	livision 3,
101.8	is amended to read:		
101.9 101.10	Subd. 3. Minneapolis Veterans Home Truss Bridge Project		7,851,000
101.11	To design, construct, renovate, and equip the		
101.12	historic truss bridge on the Minneapolis		
101.13	Veterans Home campus, including asbestos		
101.14	and hazardous materials abatement and		
101.15	associated site work. The unspent portion of		
101.16	this appropriation after the project has been		
101.17	substantially completed, upon written notice		
101.18	to the commissioner of management and		
101.19	budget, is available for asset preservation		
101.20	under Minnesota Statutes, section 16B.307.		
101.21	Minnesota Statutes, section 16A.642, applies		
101.22	from the date of the original appropriation to		
101.23	the unspent amount transferred.		
101.24	Sec. 21. Laws 2018, chapter 214, article 1, section 7, subdivision 1, is an	mende	ed to read:
101.25 101.26	Subdivision 1. Total Appropriation \$		/8,669,000 /4,309,000
101.27	(a) To the commissioner of natural resources		
101.28	for the purposes specified in this section.		
101.29	(b) The appropriations in this section are		
101.30	subject to the requirements of the natural		
101.31	resources capital improvement program under		
101.32	Minnesota Statutes, section 86A.12, unless		
101.33	this section or the statutes referred to in this		

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- section provide more specific standards,
- 102.2 criteria, or priorities for projects than
- 102.3 Minnesota Statutes, section 86A.12.
- Sec. 22. Laws 2018, chapter 214, article 1, section 21, subdivision 1, is amended to read:

102.5 **109,344,000**

\$

109,085,000

- Subdivision 1. **Total Appropriation**
- 102.7 To the commissioner of employment and

economic development for the purposes

- specified in this section.
- Sec. 23. Laws 2019, First Special Session chapter 11, article 6, section 7, subdivision 2,
- 102.11 is amended to read:

- Subd. 2. **Debt service equalization aid.** For debt service equalization aid under
- 102.13 Minnesota Statutes, section 123B.53, subdivision 6:
- 102.14 \$ 20,684,000 2020
- 102.15 20,363,000
- 102.16 \$ 25,380,000 2021
- The 2020 appropriation includes \$2,292,000 for 2019 and \$18,392,000 for 2020.
- The 2021 appropriation includes \$2,043,000 for 2020 and \$18,320,000 \$23,337,000 for
- 102.19 2021.
- 102.20 Sec. 24. RED LAKE AND NETT LAKE CAPITAL LOANS.
- (a) Notwithstanding the capital loan contracts issued to Independent School District No.
- 102.22 38, Red Lake, and Independent School District No. 707, Nett Lake, under Minnesota Statutes,
- section 126C.69, the capital loan balance outstanding for Independent School District No.
- 102.24 38, Red Lake, as of July 1, 2020, on the capital loan granted on April 27, 2015, is reduced
- to \$228,743. The capital loan balance outstanding for Independent School District No. 707,
- Nett Lake, as of July 1, 2020, on the capital loan granted on October 24, 2006, is reduced
- to \$1,261,384. The capital loan balances on these loans in excess of these amounts are
- 102.28 forgiven.
- (b) All capital loan contracts issued prior to 2015 to Independent School District No.
- 102.30 38, Red Lake, under Minnesota Statutes, section 126C.69, cancel as of July 1, 2020, and
- the capital loan balances on these loans are forgiven. The capital loan contract issued prior
- to 1995 to Independent School District No. 707, Nett Lake, under Minnesota Statutes,

section 126C.69, cancels as of July 1, 2020, and the capital loan balance on this loan is 103.1 forgiven. 103.2 (c) Maximum effort loan aid for Independent School District 38, Red Lake, and 103.3 Independent School District 707, Nett Lake, is the amount the districts would have received 103.4 under section 477A.09 based on the capital loan contracts issued under Minnesota Statutes, 103.5 section 126C.69, without the loan forgiveness granted under paragraphs (a) and (b). 103.6 103.7 Sec. 25. **REPEALER.** (a) Minnesota Statutes 2018, sections 126C.65, subdivision 2; and 126C.68, subdivisions 103.8

- 103.9 <u>1, 2, and 4, are repealed.</u>
- (b) Minnesota Statutes 2019 Supplement, section 126C.68, subdivision 3, is repealed.
- Sec. 26. **EFFECTIVE DATE.**
- This article is effective the day following final enactment.

APPENDIX

Repealed Minnesota Statutes: 20-6280

126C.65 FUND ESTABLISHED; DIVISION INTO ACCOUNTS.

Subd. 2. **Debt service loan account.** A debt service loan account must be maintained out of which loans under section 126C.68 must be made. All money appropriated to the fund by section 126C.66 shall be paid into this account initially.

126C.68 DEBT SERVICE LOANS.

Subdivision 1. Qualification; application; award; interest. Any district in which the required levy for debt service in any year will exceed its maximum effort debt service levy by ten percent or by \$5,000, whichever is less, is qualified for a debt service loan hereunder in an amount not exceeding the amount applied for, and not exceeding one percent of the net debt of the district, and not exceeding the difference between the required and the maximum effort debt service levy in that year. Applications must be filed with the commissioner in each calendar year up to and including July 1. The commissioner shall determine whether the applicant is entitled to a loan and the amount thereof, and on or before October 1 shall certify to each applicant district the amount granted and its due date. The commissioner shall notify the county auditor of each county in which the district is located that the amount certified is available and appropriated for payment of principal and interest on its outstanding bonds. The auditors shall reduce by that amount the taxes otherwise leviable as the district's debt service levy on the tax rolls for that year. Each debt service loan shall bear interest from its date at a rate equal to the average annual rate payable on Minnesota state school loan bonds most recently issued prior to the disbursement of the loan to the district, but in no event less than 3-1/2 percent per annum on the principal amount from time to time remaining unpaid. Interest is payable on December 15 of the year following that in which the loan is received and annually thereafter.

- Subd. 2. **Note.** Each debt service loan must be evidenced by a note executed on behalf of the district by the signatures of its chair or vice-chair and the school district clerk. The note must be dated November 1 of the year in which executed, and must state its principal amount, interest rate, and that it is payable at the commissioner's office. The note must have printed thereon, or the commissioner shall attach thereto, a grill for entry of the date and amount of each payment and allocations of each payment to accrued interest or principal. The note must also include a certificate to be executed by the county auditor of each county in which any portion of the district is situated, prior to the delivery of the note, stating that the county auditor has entered the debt service loan evidenced thereby in the auditor's bond register. The notes must be delivered to the commissioner not later than November 15 of the year in which executed. The commissioner shall cause a record to be made and preserved showing the obligor district and the date and principal amount of each note.
- Subd. 3. **Payment.** The commissioner shall issue to each district whose note has been so received a payment on the debt service loan account of the maximum effort school loan fund, payable on presentation to the commissioner of management and budget out of any money in such account. The payment shall be issued by the commissioner in sufficient time to coincide with the next date on which the district is obligated to make principal or interest payments on its bonded debt in the ensuing year. Interest must accrue from the date such payment is issued. The proceeds thereof must be used by the district to pay principal or interest on its bonded debt falling due in the ensuing year.
- Subd. 4. **Levy.** Each district receiving a debt service loan shall levy for debt service in that year and each year thereafter, until all its debts to the fund are paid, (a) the amount of its maximum effort debt service levy, or (b) the amount of its required debt service levy less the amount of any debt service loan in that year, whichever is greater. The district shall remit payments to the commissioner according to section 126C.71. By September 30, the commissioner shall notify the county auditor of each county containing taxable property situated within the school district of the amount of the maximum effort debt service levy of the district for that year, and said county auditor or auditors shall extend upon the tax rolls an ad valorem tax upon all taxable property within the district in the aggregate amount so certified.