

SENATE
STATE OF MINNESOTA
EIGHTY-NINTH SESSION

S.F. No. 2118

(SENATE AUTHORS: STUMPF)

DATE	D-PG	OFFICIAL STATUS
04/24/2015	2780	Introduction and first reading Referred to Capital Investment See SS HF2

1.1

A bill for an act

1.2

relating to capital investment; authorizing spending to acquire and better

1.3

public land and buildings and other improvements of a capital nature with

1.4

certain conditions; modifying previous appropriations; providing for the sale,

1.5

conveyance, and disposition of state bond-financed property; authorizing the sale

1.6

and issuance of state bonds; appropriating money; amending Minnesota Statutes

1.7

2014, sections 219.166; 462A.37, subdivision 5, by adding a subdivision; Laws

1.8

2012, chapter 293, section 3, subdivision 18; Laws 2013, chapter 136, section

1.9

4, as amended; Laws 2014, chapter 294, article 1, sections 4, subdivision 3;

1.10

15, subdivision 2; 18, subdivisions 3, 4; 21, subdivisions 10, 16, 18; Laws

1.11

2014, chapter 295, section 10, subdivision 12; proposing coding for new law

1.12

in Minnesota Statutes, chapter 16A.

1.13

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

1.14

ARTICLE 1

1.15

APPROPRIATIONS

1.16

Section 1. CAPITAL IMPROVEMENT APPROPRIATIONS.

1.17

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

1.18

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

1.19

to be spent for public purposes. Appropriations of bond proceeds must be spent as

1.20

authorized by the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire

1.21

and better public land and buildings and other public improvements of a capital nature, or

1.22

as authorized by the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j),

1.23

or article XIV. Unless otherwise specified, money appropriated in this act for a capital

1.24

program or project may be used to pay state agency staff costs that are attributed directly

1.25

to the capital program or project in accordance with accounting policies adopted by the

1.26

commissioner of management and budget. Unless otherwise specified, the appropriations

1.27

in this act are available until the project is completed or abandoned subject to Minnesota

Statutes, section 16A.642. Unless otherwise specified in this act, money appropriated in this act for activities under Minnesota Statutes, sections 16B.307, 84.946, and 135A.046, should not be used for projects that can be financed within a reasonable time frame under Minnesota Statutes, section 16B.322 or 16C.144.

APPROPRIATIONS

Sec. 2. UNIVERSITY OF MINNESOTA

Subdivision 1. Total Appropriation **\$ 100,000,000**

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

Subd. 2. Higher Education Asset Preservation and Replacement (HEAPR) **70,000,000**

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

Subd. 3. Medical School Facility Design **8,000,000**

To predesign and design improved health science education and clinical research facilities to meet the needs of the medical school and the Academic Health Center on the Twin Cities campus.

Subd. 4. St. Paul Campus Veterinary Isolation Facility Replacement **18,000,000**

To demolish two obsolete veterinary isolation laboratories and predesign, design, construct, furnish, and equip a veterinary biocontainment facility on the St. Paul campus, including large and small animal holding spaces.

Subd. 5. St. Paul Campus Greenhouse Replacement **4,000,000**

To demolish the existing facility and predesign, design, construct, furnish, and equip a greenhouse with four specialized biome rooms and two flexible project rooms

3.1 to support learning and research on the St.
3.2 Paul campus.

3.3 Subd. 6. **University Share**

3.4 Except for the appropriation for HEAPR, the
3.5 appropriations in this section are intended to
3.6 cover approximately two-thirds of the cost of
3.7 each project. The remaining costs must be
3.8 paid from university sources.

3.9 Subd. 7. **Unspent Appropriations**

3.10 Upon substantial completion of a project
3.11 authorized in this section and after written
3.12 notice to the commissioner of management
3.13 and budget, the Board of Regents must use
3.14 any money remaining in the appropriation
3.15 for that project for HEAPR under Minnesota
3.16 Statutes, section 135A.046. The Board
3.17 of Regents must report by February 1 of
3.18 each even-numbered year to the chairs of
3.19 the house of representatives and senate
3.20 committees with jurisdiction over capital
3.21 investment and higher education finance, and
3.22 to the chairs of the house of representatives
3.23 Ways and Means Committee and the senate
3.24 Finance Committee, on how the remaining
3.25 money has been allocated or spent.

3.26 Sec. 3. **MINNESOTA STATE COLLEGES**
3.27 **AND UNIVERSITIES**

3.28 Subdivision 1. **Total Appropriation** \$ **115,067,000**

3.29 To the Board of Trustees of the Minnesota
3.30 State Colleges and Universities for the
3.31 purposes specified in this section.

3.32 Subd. 2. **Higher Education Asset Preservation**
3.33 **and Replacement (HEAPR)**

70,000,000

4.1	<u>To be spent in accordance with Minnesota</u>	
4.2	<u>Statutes, section 135A.046.</u>	
4.3	<u>Subd. 3. Anoka Technical College</u>	<u>2,114,000</u>
4.4	<u>To design, renovate, furnish, and equip the</u>	
4.5	<u>automotive and manufacturing technology</u>	
4.6	<u>training spaces.</u>	
4.7	<u>Subd. 4. Century College, White Bear Lake</u>	<u>1,325,000</u>
4.8	<u>To design, renovate, furnish, and equip</u>	
4.9	<u>existing tiered classrooms to create more</u>	
4.10	<u>flexible and efficient space.</u>	
4.11	<u>Subd. 5. Dakota County Technical College</u>	<u>7,733,000</u>
4.12	<u>To complete design, renovate, furnish,</u>	
4.13	<u>and equip classroom and lab space for</u>	
4.14	<u>transportation and emerging technologies</u>	
4.15	<u>programs.</u>	
4.16	<u>Subd. 6. Minnesota West Community and</u>	
4.17	<u>Technical College; Canby and Jackson</u>	
4.18	<u>Campuses</u>	<u>3,267,000</u>
4.19	<u>(a) \$2,410,000 of this appropriation is to</u>	
4.20	<u>design and install a geothermal HVAC</u>	
4.21	<u>system, and remove and replace associated</u>	
4.22	<u>mechanical systems, on the Canby campus.</u>	
4.23	<u>(b) \$857,000 of this appropriation is to design</u>	
4.24	<u>and consolidate the power line training</u>	
4.25	<u>program spaces by demolishing Building</u>	
4.26	<u>"B" and the current off-campus power line</u>	
4.27	<u>training space, and construct and equip a</u>	
4.28	<u>new indoor power line training addition</u>	
4.29	<u>and exterior truck port on the Jackson main</u>	
4.30	<u>campus.</u>	
4.31	<u>Subd. 7. Minnesota State Community and</u>	
4.32	<u>Technical College; Fergus Falls and Wadena</u>	
4.33	<u>Campuses</u>	<u>2,373,000</u>
4.34	<u>(a) \$1,635,000 of this appropriation is to</u>	
4.35	<u>design the renovation of and to renovate,</u>	

5.1 furnish, and equip existing library space to
 5.2 create a student services center at the Wadena
 5.3 campus.

5.4 (b) \$738,000 of this appropriation is to
 5.5 design the renovation of and to renovate,
 5.6 furnish, and equip existing space to create a
 5.7 center for student and workforce success at
 5.8 the Fergus Falls campus.

5.9 Subd. 8. **Northland Community and Technical**
 5.10 **College; East Grand Forks**

826,000

5.11 To design, renovate, furnish, and equip
 5.12 science and radiological technology
 5.13 laboratories on the East Grand Forks campus.

5.14 Subd. 9. **South Central College; North**
 5.15 **Mankato**

8,600,000

5.16 To design, renovate, renew, furnish, and
 5.17 equip laboratory, classroom, and office
 5.18 space for health care, science, technology,
 5.19 engineering, and math (STEM), computer,
 5.20 and agribusiness programs.

5.21 Subd. 10. **St. Paul College**

18,829,000

5.22 To complete the design of and construct,
 5.23 furnish, and equip the Health and Science
 5.24 Alliance Center addition, and to renovate,
 5.25 furnish, and equip existing health and West
 5.26 Tower spaces.

5.27 Subd. 11. **Debt Service**

5.28 (a) Except as provided in paragraph (b), the
 5.29 Board of Trustees shall pay the debt service
 5.30 on one-third of the principal amount of state
 5.31 bonds sold to finance projects authorized
 5.32 by this section. After each sale of general
 5.33 obligation bonds, the commissioner of
 5.34 management and budget shall notify the

6.1 board of the amounts assessed for each year
6.2 for the life of the bonds.

6.3 (b) The board need not pay debt service
6.4 on bonds sold to finance HEAPR. Where a
6.5 nonstate match is required, the debt service is
6.6 due on a principal amount equal to one-third
6.7 of the total project cost, less the match
6.8 committed before the bonds are sold.

6.9 (c) The commissioner of management and
6.10 budget shall reduce the board's assessment
6.11 each year by one-third of the net income
6.12 from investment of general obligation bond
6.13 proceeds in proportion to the amount of
6.14 principal and interest otherwise required to
6.15 be paid by the board. The board shall pay its
6.16 resulting net assessment to the commissioner
6.17 of management and budget by December
6.18 1 each year. If the board fails to make
6.19 a payment when due, the commissioner
6.20 of management and budget shall reduce
6.21 allotments for appropriations from the
6.22 general fund otherwise available to the board
6.23 and apply the amount of the reduction to
6.24 cover the missed debt service payment. The
6.25 commissioner of management and budget
6.26 shall credit the payments received from the
6.27 board to the bond debt service account in
6.28 the state bond fund each December 1 before
6.29 money is transferred from the general fund
6.30 under Minnesota Statutes, section 16A.641,
6.31 subdivision 10.

6.32 Subd. 12. **Unspent Appropriations**

6.33 (a) Upon substantial completion of a project
6.34 authorized in this section and after written
6.35 notice to the commissioner of management

7.1 and budget, the board must use any money
7.2 remaining in the appropriation for that
7.3 project for HEAPR under Minnesota
7.4 Statutes, section 135A.046. The Board
7.5 of Trustees must report by February 1 of
7.6 each even-numbered year to the chairs of
7.7 the house of representatives and senate
7.8 committees with jurisdiction over capital
7.9 investment and higher education finance, and
7.10 to the chairs of the house of representatives
7.11 Ways and Means Committee and the senate
7.12 Finance Committee, on how the remaining
7.13 money has been allocated or spent.

7.14 (b) The unspent portion of an appropriation
7.15 for a project in this section that is complete is
7.16 available for HEAPR under this subdivision,
7.17 at the same campus as the project for which
7.18 the original appropriation was made and the
7.19 debt service requirement under subdivision
7.20 18 is reduced accordingly. Minnesota
7.21 Statutes, section 16A.642, applies from the
7.22 date of the original appropriation to the
7.23 unspent amount transferred.

7.24 Sec. 4. **EDUCATION**

7.25 Subdivision 1. **Total Appropriation** **\$ 2,000,000**

7.26 To the commissioner of education for the
7.27 purposes specified in this section.

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

7.29 For library construction grants under
7.30 Minnesota Statutes, section 134.45.

7.31 Sec. 5. **MINNESOTA STATE ACADEMIES**

7.32 Subdivision 1. **Total Appropriation** **\$ 2,000,000**

8.1 To the commissioner of administration for
 8.2 the purposes specified in this section.

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

8.4 For capital asset preservation improvements
 8.5 and betterments on both campuses of the
 8.6 Minnesota State Academies, to be spent in
 8.7 accordance with Minnesota Statutes, section
 8.8 16B.307.

8.9 Sec. 6. **PERPICH CENTER FOR ARTS**
 8.10 **EDUCATION** \$ 2,000,000

8.11 To the commissioner of administration for
 8.12 capital asset preservation improvements and
 8.13 betterments at the Perpich Center for Arts
 8.14 Education, to be spent in accordance with
 8.15 Minnesota Statutes, section 16B.307.

8.16 Sec. 7. **NATURAL RESOURCES**

8.17 Subdivision 1. **Total Appropriation** \$ 60,345,000

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

8.20 (b) The appropriations in this section are
 8.21 subject to the requirements of the natural
 8.22 resources capital improvement program
 8.23 under Minnesota Statutes, section 86A.12,
 8.24 unless this section or the statutes referred
 8.25 to in this section provide more specific
 8.26 standards, criteria, or priorities for projects
 8.27 than Minnesota Statutes, section 86A.12.

8.28 Subd. 2. **Natural Resources Asset Preservation** 20,000,000

8.29 For the renovation of state-owned facilities
 8.30 and recreational assets operated by the
 8.31 commissioner of natural resources to
 8.32 be spent in accordance with Minnesota
 8.33 Statutes, section 84.946. Notwithstanding

9.1 section 84.946, the commissioner may use
9.2 this appropriation to replace buildings if,
9.3 considering the embedded energy in the
9.4 building, that is the most energy-efficient and
9.5 carbon-reducing method of renovation.

9.6 Subd. 3. **Flood Hazard Mitigation** 23,670,000

9.7 (a) For the state share of flood hazard
9.8 mitigation grants for publicly owned capital
9.9 improvements to prevent or alleviate flood
9.10 damage under Minnesota Statutes, section
9.11 103F.161.

9.12 (b) Levee projects, to the extent practical,
9.13 shall meet the state standard of three feet
9.14 above the 100-year flood elevation.

9.15 (c) Project priorities shall be determined by
9.16 the commissioner as appropriate and based
9.17 on need, and to the extent possible, address
9.18 needs in the Moorhead and Montevideo areas
9.19 first.

9.20 (d) This appropriation includes money for the
9.21 following county, township, and municipal
9.22 projects: Ada, Climax, Otter Tail County,
9.23 Melrose, Oakport Township, Oslo, and the
9.24 Roseau WMA Impoundment.

9.25 (e) For any project listed in this subdivision
9.26 that the commissioner determines is not
9.27 ready to proceed or does not expend all the
9.28 money allocated to it, the commissioner may
9.29 allocate that project's money to a project on
9.30 the commissioner's priority list.

9.31 (f) To the extent that the cost of a project
9.32 exceeds two percent of the median household
9.33 income in a municipality or township
9.34 multiplied by the number of households in the

10.1 municipality or township, this appropriation
 10.2 is also for the local share of the project.

10.3 (g) The Oakport Township project has met
 10.4 the two percent match requirement and no
 10.5 additional match is required for the final
 10.6 phase of the project.

10.7 (h) Notwithstanding the match requirements
 10.8 of Minnesota Statutes, section 103F.161, the
 10.9 Otter Tail County outlet project does not
 10.10 require a local match.

10.11 Subd. 4. **Buildings and Facilities Development** 3,000,000

10.12 To predesign a consolidated office in Bemidji,
 10.13 to design and construct office buildings at
 10.14 colocated facilities, and to replace buildings
 10.15 that are in poor condition, outdated, and no
 10.16 longer support the work of the department.

10.17 Subd. 5. **Dam Renovation, Repair, Removal** 4,575,000

10.18 (a) To renovate or remove publicly owned
 10.19 dams. The commissioner shall determine
 10.20 project priorities as appropriate under
 10.21 Minnesota Statutes, sections 103G.511 and
 10.22 103G.515.

10.23 (b) This appropriation includes funding
 10.24 for Lanesboro, St. Cloud, Pelican Rapids,
 10.25 Norway Lake (Pine River), and Canby
 10.26 impoundment. Notwithstanding the match
 10.27 requirements in Minnesota Statutes, section
 10.28 103G.515, the grant to the city of Lanesboro
 10.29 does not require any nonstate match.

10.30 Subd. 6. **Marsh Lake Restoration** 1,100,000

10.31 To provide for the nonfederal share of
 10.32 the federal ecosystem restoration project
 10.33 at Marsh Lake on the Minnesota River,

11.1	<u>including any necessary acquisition of</u>	
11.2	<u>property.</u>	
11.3	<u>Subd. 7. Native Prairie Bank Acquisition and</u>	
11.4	<u>Development</u>	<u>5,000,000</u>
11.5	<u>To acquire native prairie bank easements</u>	
11.6	<u>under Minnesota Statutes, section 84.96, and</u>	
11.7	<u>to develop and restore prairie bank lands.</u>	
11.8	<u>Subd. 8. Reforestation and Stand Improvement</u>	<u>3,000,000</u>
11.9	<u>To provide for reforestation and stand</u>	
11.10	<u>improvement on state forest lands to meet</u>	
11.11	<u>the reforestation requirements of Minnesota</u>	
11.12	<u>Statutes, section 89.002, subdivision 2,</u>	
11.13	<u>including purchasing native seeds and native</u>	
11.14	<u>seedlings, planting, seeding, site preparation,</u>	
11.15	<u>and protection on state lands administered</u>	
11.16	<u>by the commissioner.</u>	
11.17	<u>Subd. 9. Unspent Appropriations</u>	
11.18	<u>The unspent portion of an appropriation for</u>	
11.19	<u>a project in this section that is complete,</u>	
11.20	<u>upon written notice to the commissioner</u>	
11.21	<u>of management and budget, is available</u>	
11.22	<u>for asset preservation under Minnesota</u>	
11.23	<u>Statutes, section 84.946. Minnesota Statutes,</u>	
11.24	<u>section 16A.642, applies from the date of the</u>	
11.25	<u>original appropriation to the unspent amount</u>	
11.26	<u>transferred.</u>	
11.27	<u>Sec. 8. POLLUTION CONTROL AGENCY</u>	
11.28	<u>Subdivision 1. Total Appropriation</u>	<u>41,876,000</u>
11.29	<u>To the commissioner of the Pollution Control</u>	
11.30	<u>Agency for the purposes specified in this</u>	
11.31	<u>section.</u>	
11.32	<u>Subd. 2. Capital Assistance Program</u>	<u>24,276,000</u>

12.1	<u>For the solid waste capital assistance grants</u>		
12.2	<u>program under Minnesota Statutes, section</u>		
12.3	<u>115A.54, for projects in Polk County, Clay</u>		
12.4	<u>County, McLeod County, Dodge County, and</u>		
12.5	<u>at Western Lake Superior Sanitary District.</u>		
12.6	<u>Subd. 3. Closed Landfill Construction</u>		<u>16,100,000</u>
12.7	<u>To design and construct remedial systems</u>		
12.8	<u>and acquire land at landfills throughout the</u>		
12.9	<u>state in accordance with the closed landfill</u>		
12.10	<u>program under Minnesota Statutes, sections</u>		
12.11	<u>115B.39 to 115B.42. The agency must</u>		
12.12	<u>follow the agency priorities, which includes</u>		
12.13	<u>construction projects at the waste disposal</u>		
12.14	<u>engineering (WDE) site in Anoka County,</u>		
12.15	<u>Carlton site in Carlton County, and the</u>		
12.16	<u>Brookston site in St. Louis County.</u>		
12.17	<u>Subd. 4. Superfund Program</u>		<u>1,500,000</u>
12.18	<u>For the Superfund program under Minnesota</u>		
12.19	<u>Statutes, section 115B.17, to install a</u>		
12.20	<u>drinking water treatment system in the city</u>		
12.21	<u>of Spring Park in Hennepin County and in</u>		
12.22	<u>the city of Bayport in Washington County.</u>		
12.23	<u>Sec. 9. AGRICULTURE</u>	<u>\$</u>	<u>50,000</u>
12.24	<u>To the commissioner of administration for</u>		
12.25	<u>replacement of the windows in the East</u>		
12.26	<u>Grand Forks potato inspection facility.</u>		
12.27	<u>Sec. 10. BOARD OF WATER AND SOIL</u>		
12.28	<u>RESOURCES</u>	<u>\$</u>	<u>20,000,000</u>
12.29	<u>(a) To the Board of Water and Soil Resources</u>		
12.30	<u>to acquire conservation easements from</u>		
12.31	<u>landowners to preserve, restore, create, and</u>		
12.32	<u>enhance wetlands and riparian lands, and</u>		
12.33	<u>restore and enhance rivers and streams, and</u>		

13.1 associated uplands, in order to protect soil
 13.2 and water quality, support fish and wildlife
 13.3 habitat, reduce flood damage, and provide
 13.4 other public benefits. The provisions of
 13.5 Minnesota Statutes, section 103F.515, apply
 13.6 to this program.

13.7 (b) The board shall give priority to leveraging
 13.8 federal money by enrolling targeted new
 13.9 lands or enrolling environmentally sensitive
 13.10 lands that leverage federal conservation
 13.11 money.

13.12 (c) The board is authorized to enter into
 13.13 new agreements and amend past agreements
 13.14 with landowners as required by Minnesota
 13.15 Statutes, section 103F.515, subdivision 5,
 13.16 to allow for restoration, rehabilitation, and
 13.17 enhancement. Of this appropriation, up to
 13.18 five percent may be used for restoration,
 13.19 rehabilitation, and enhancement.

13.20 Sec. 11. **MINNESOTA ZOOLOGICAL**
 13.21 **GARDEN**

13.22 Subdivision 1. **Total Appropriation** \$ **20,000,000**

13.23 To the Minnesota Zoological Garden Board
 13.24 for the purposes specified in this section.

13.25 Subd. 2. **Asset Preservation** **4,000,000**

13.26 For capital asset preservation improvements
 13.27 and betterments to infrastructure and
 13.28 exhibits at the Minnesota Zoo, to be spent in
 13.29 accordance with Minnesota Statutes, section
 13.30 16B.307.

13.31 Subd. 3. **Heart of the Zoo** **16,000,000**

13.32 To complete the Heart of the Zoo II project,
 13.33 to renovate the snow monkey exhibit and
 13.34 surrounding public spaces.

14.1 Sec. 12. ADMINISTRATION

14.2 Subdivision 1. Total Appropriation \$ 22,054,000

14.3 To the commissioner of administration for
 14.4 the purposes specified in this section.

14.5 Subd. 2. Capital Asset Preservation and
 14.6 Replacement Account 2,000,000

14.7 For the capital asset preservation and
 14.8 replacement account in Minnesota Statutes,
 14.9 section 16A.632.

14.10 Subd. 3. Capitol Restoration 20,054,000

14.11 To design and complete repairs and
 14.12 construction necessary to address water
 14.13 infiltration, settlement, and deterioration on
 14.14 the plaza, terrace, and stairs of the State
 14.15 Capitol Building and the surrounding site.

14.16 Sec. 13. MINNESOTA AMATEUR SPORTS
 14.17 COMMISSION \$ 4,200,000

14.18 To the Minnesota Amateur Sports
 14.19 Commission to complete expansion of the
 14.20 playing fields at the National Sports Center
 14.21 in Blaine, including: construction of 12
 14.22 new athletic fields; demolition of existing
 14.23 storage buildings; design and construction
 14.24 of new maintenance facilities; and site
 14.25 improvements.

14.26 Sec. 14. MILITARY AFFAIRS

14.27 Subdivision 1. Total Appropriation \$ 11,420,000

14.28 To the adjutant general for the purposes
 14.29 specified in this section.

14.30 Subd. 2. Asset Preservation 5,500,000

14.31 For asset preservation improvements and
 14.32 betterments of a capital nature at military

15.1 affairs facilities statewide, to be spent in
 15.2 accordance with Minnesota Statutes, section
 15.3 16B.307, including life safety improvements,
 15.4 correcting code deficiencies, and federal
 15.5 Americans with Disabilities Act (ADA)
 15.6 compliance activities.

15.7 Subd. 3. **Owatonna Armory** 1,420,000

15.8 To renovate existing space, furnish, and equip
 15.9 the Owatonna Armory. This appropriation
 15.10 may also be used to construct an addition for
 15.11 motor vehicle and equipment storage.

15.12 Subd. 4. **West St. Paul Armory** 4,500,000

15.13 To complete the construction, furnishing, and
 15.14 equipping of a new facility or to renovate a
 15.15 facility in West St. Paul to include design,
 15.16 mechanical, and life safety improvements.

15.17 Subd. 5. **Unspent Appropriations**

15.18 The unspent portion of an appropriation for
 15.19 a project in this section that is complete,
 15.20 upon written notice to the commissioner of
 15.21 management and budget, is available for
 15.22 asset preservation under Minnesota Statutes,
 15.23 section 16B.307. Minnesota Statutes, section
 15.24 16A.642, applies from the date of the
 15.25 original appropriation to the unspent amount
 15.26 transferred.

15.27 Sec. 15. **PUBLIC SAFETY**

15.28 Subdivision 1. **Total Appropriation** \$ **7,955,000**

15.29 To the commissioner of public safety for the
 15.30 purposes specified in this section.

15.31 Subd. 2. **Railroad and Pipeline Incident**
 15.32 **Training Facility, Camp Ripley** 3,100,000

16.1 To design and construct a joint emergency
 16.2 railroad and pipeline emergency response
 16.3 training facility at Camp Ripley, including
 16.4 the construction of stations and capital
 16.5 infrastructure needed for mock disaster
 16.6 training.

16.7 Subd. 3. **Marshall - MERIT Center** 2,500,000

16.8 For a grant to the city of Marshall to
 16.9 design, construct, furnish, and equip the
 16.10 driver training and road course expansion
 16.11 of the Minnesota Emergency Response
 16.12 and Industrial Training (MERIT) Center in
 16.13 Marshall. This appropriation is not available
 16.14 until the commissioner of management and
 16.15 budget determines that at least \$3,500,000
 16.16 is committed to the project from nonstate
 16.17 sources.

16.18 Subd. 4. **Windom - Fire Department** 2,100,000

16.19 For a grant to the city of Windom to
 16.20 predesign, design, construct, furnish, and
 16.21 equip a regional emergency services (fire
 16.22 and ambulance) facility. This appropriation
 16.23 is not available until the commissioner of
 16.24 management and budget determines that at
 16.25 least \$1,000,000 is committed to the project
 16.26 from nonstate sources.

16.27 Subd. 5. **Hallock - Fire Hall** 255,000

16.28 For a grant to the city of Hallock to construct,
 16.29 furnish, and equip a fire hall facility. This
 16.30 appropriation is not available until the
 16.31 commissioner of management and budget
 16.32 determines that at least \$70,000 is committed
 16.33 to the project from nonstate sources.

16.34 Sec. 16. **TRANSPORTATION**

17.1	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>135,622,000</u>
17.2	<u>To the commissioner of transportation for the</u>		
17.3	<u>purposes specified in this section.</u>		
17.4	<u>Subd. 2. Highway Rail Grade Separations</u>		<u>64,617,000</u>
17.5	<u>(a) To construct rail grade separations at</u>		
17.6	<u>high-priority sites to improve safety at rail</u>		
17.7	<u>crossings on active crude oil routes.</u>		
17.8	<u>(b) Of this appropriation:</u>		
17.9	<u>(1) \$34,500,000 is for a grant to the city</u>		
17.10	<u>of Moorhead to construct and complete the</u>		
17.11	<u>grade-separated rail crossing project in the</u>		
17.12	<u>vicinity of 21st Street South in the city of</u>		
17.13	<u>Moorhead;</u>		
17.14	<u>(2) \$3,770,000 is for a grant to the city of</u>		
17.15	<u>Willmar to construct grade separations at</u>		
17.16	<u>U.S. Highway 12 and Minnesota Highway</u>		
17.17	<u>40 as part of the Willmar Wye project;</u>		
17.18	<u>(3) \$14,762,000 is for a grant to the city</u>		
17.19	<u>of Red Wing to construct and complete</u>		
17.20	<u>the grade-separated rail crossing project at</u>		
17.21	<u>Sturgeon Lake Road; and</u>		
17.22	<u>(4) \$11,585,000 is for a grant to Anoka</u>		
17.23	<u>County for environmental analysis, design,</u>		
17.24	<u>engineering, and construction of a rail</u>		
17.25	<u>grade crossing separation at Anoka County</u>		
17.26	<u>State-Aid Highway 78, known as Hanson</u>		
17.27	<u>Boulevard, in Coon Rapids.</u>		
17.28	<u>(c) The appropriations in this subdivision</u>		
17.29	<u>are not available until the commissioner of</u>		
17.30	<u>management and budget determines that an</u>		
17.31	<u>amount sufficient to complete the project is</u>		
17.32	<u>committed from nonstate sources.</u>		
17.33	<u>Subd. 3. State Quiet Zone Program</u>		<u>10,000,000</u>

- 18.1 For grants under Minnesota Statutes,
 18.2 section 219.166. Up to ten percent
 18.3 of this appropriation may be used for
 18.4 eligible activities necessary to support the
 18.5 implementation and delivery of the program.
- 18.6 Subd. 4. **Port Development Assistance** 10,000,000
- 18.7 For grants under Minnesota Statutes, chapter
 18.8 457A. Any improvements made with the
 18.9 proceeds of these grants must be publicly
 18.10 owned.
- 18.11 Subd. 5. **Minneapolis - 10th Avenue Bridge** 31,875,000
- 18.12 For a grant to the city of Minneapolis to
 18.13 design, repair, and rehabilitate the bridge over
 18.14 the Mississippi River that is aligned on the
 18.15 east side of the river with 10th Avenue, also
 18.16 designated as Route 328, on the municipal
 18.17 state-aid system. This appropriation is
 18.18 not available until the commissioner of
 18.19 management and budget determines that at
 18.20 least \$10,625,000 is committed to the project
 18.21 from nonstate sources.
- 18.22 Subd. 6. **St. Paul - Kellogg-Third Street Bridge**
 18.23 **Design** 7,100,000
- 18.24 For a grant to the city of St. Paul for
 18.25 predesign, design, and right-of-way
 18.26 acquisition associated with the reconstruction
 18.27 of the Kellogg-Third Street bridge that aligns
 18.28 with municipal state-aid street No. 158, in
 18.29 the city of St. Paul. This appropriation does
 18.30 not require a nonstate match.
- 18.31 Subd. 7. **Roseau County - Transportation**
 18.32 **Center** 3,900,000
- 18.33 For a grant to Roseau County to construct,
 18.34 furnish, and equip a multipurpose
 18.35 transportation facility adjacent to an existing

19.1 transportation facility in Roseau. This
 19.2 appropriation is not available until the
 19.3 commissioner of management and budget
 19.4 determines that at least an equal amount is
 19.5 committed from nonstate sources.

19.6 Subd. 8. **Ramsey County - Grade Separation**
 19.7 **Design**

1,000,000

19.8 For a grant to the Ramsey County Regional
 19.9 Railroad Authority for environmental
 19.10 analysis and design of rail grade separation
 19.11 of Union Pacific and Burlington Northern
 19.12 Santa Fe track between Westminster Junction
 19.13 and Division Street/Hoffman Interlocking in
 19.14 St. Paul. This appropriation is not available
 19.15 until at least \$500,000 is committed from
 19.16 nonstate sources.

19.17 Subd. 9. **St. James - Sanitary Sewer and**
 19.18 **Highway 4 Reconstruction**

7,130,000

19.19 For a grant to the city of St. James for
 19.20 engineering, right-of-way acquisition,
 19.21 and reconstruction of streets, sidewalks,
 19.22 storm water and sanitary sewer, water
 19.23 mains, lighting, utilities, and other
 19.24 capital improvements of publicly owned
 19.25 infrastructure required for the reconstruction
 19.26 of marked Trunk Highway 4 in the city of St.
 19.27 James. This appropriation does not require
 19.28 local match.

19.29 Sec. 17. **METROPOLITAN COUNCIL**

19.30 Subdivision 1. **Total Appropriation**

\$ 29,500,000

19.31 To the Metropolitan Council for the purposes
 19.32 specified in this section.

19.33 Subd. 2. **Metropolitan Regional Parks and**
 19.34 **Trails Capital Improvements**

5,000,000

20.1 For the cost of improvements and betterments
20.2 of a capital nature and acquisition by the
20.3 council and local government units of
20.4 regional recreational open-space lands in
20.5 accordance with the council's policy plan
20.6 as provided in Minnesota Statutes, section
20.7 473.147. This appropriation must not be
20.8 used to purchase easements.

20.9 **Subd. 3. Metropolitan Municipalities Inflow**
20.10 **and Infiltration Grants**

5,000,000

20.11 For grants to municipalities within the
20.12 metropolitan area, as defined in Minnesota
20.13 Statutes, section 473.121, subdivision 2,
20.14 for capital improvements in municipal
20.15 wastewater collection systems to reduce
20.16 the amount of inflow and infiltration to the
20.17 Metropolitan Council's metropolitan sanitary
20.18 sewer disposal system. Grants from this
20.19 appropriation are for up to 50 percent of the
20.20 cost to mitigate inflow and infiltration in
20.21 the publicly owned municipal wastewater
20.22 collection systems. To be eligible for a grant,
20.23 a municipality must be identified by the
20.24 council as a contributor of excessive inflow
20.25 and infiltration in the metropolitan disposal
20.26 system or have a measured flow rate within 20
20.27 percent of its allowable council-determined
20.28 inflow and infiltration limits. The council
20.29 must award grants based on applications from
20.30 municipalities that identify eligible capital
20.31 costs and include a timeline for inflow and
20.32 infiltration mitigation construction, pursuant
20.33 to guidelines established by the council.

20.34 **Subd. 4. Hennepin County - Penn Avenue**
20.35 **North**

5,000,000

21.1 For a grant to Hennepin County for design,
 21.2 engineering, and construction of public
 21.3 infrastructure improvements to Penn Avenue
 21.4 North from West Broadway to Lowry
 21.5 Avenue and from Dowling to 44th Avenue in
 21.6 the city of Minneapolis to be completed in
 21.7 advance of or in coordination with the C-Line
 21.8 arterial bus rapid transit improvements.
 21.9 This appropriation is not available until the
 21.10 commissioner of management and budget
 21.11 has determined that at least an equal amount
 21.12 has been committed to the project from
 21.13 nonstate sources.

21.14 Subd. 5. **St. Paul - Como Zoo** 14,500,000

21.15 For a grant to the city of St. Paul to predesign,
 21.16 design, and construct the renovation of the
 21.17 seals and sea lions exhibit at the Como
 21.18 Zoo. This appropriation is not available
 21.19 until the commissioner of management and
 21.20 budget determines that at least \$1,100,000
 21.21 is committed to the project from nonstate
 21.22 sources.

21.23 Sec. 18. **HUMAN SERVICES**

21.24 Subdivision 1. **Total Appropriation** \$ 34,292,000

21.25 To the commissioner of administration, or
 21.26 another named agency, for the purposes
 21.27 specified in this section.

21.28 Subd. 2. **Minnesota Sex Offender Program -**
 21.29 **Less Restrictive Alternatives** 10,782,000

21.30 To predesign, design, construct, furnish,
 21.31 and equip two new community-based
 21.32 residential treatment facilities for the
 21.33 Minnesota sex offender program as less
 21.34 restrictive alternatives to the program's

22.1 existing secure facilities. This appropriation
 22.2 includes funding for land purchase, design
 22.3 fees, construction administration, project
 22.4 management, construction costs, and
 22.5 furniture, fixtures, and equipment.

22.6 **Subd. 3. Early Childhood Learning and Child**
 22.7 **Protection Facilities**

5,000,000

22.8 To the commissioner of human services for
 22.9 grants under Minnesota Statutes, section
 22.10 256E.37, to construct and rehabilitate early
 22.11 childhood learning and child protection
 22.12 facilities.

22.13 **Subd. 4. Asset Preservation**

3,010,000

22.14 For asset preservation improvements and
 22.15 betterments of a capital nature at Department
 22.16 of Human Services facilities statewide, to be
 22.17 spent in accordance with Minnesota Statutes,
 22.18 section 16B.307.

22.19 **Subd. 5. St. Paul - Dorothy Day Connection**
 22.20 **Center**

12,000,000

22.21 To the commissioner of human services for
 22.22 a grant to the city of St. Paul to predesign,
 22.23 design, construct, furnish, and equip a
 22.24 connection center to serve as an integrated
 22.25 one-stop delivery system connecting persons
 22.26 at risk of becoming homeless, and persons
 22.27 working to move up and out of homelessness,
 22.28 to services that improve their health, income,
 22.29 housing stability, and well-being. This
 22.30 appropriation may be used to acquire property
 22.31 for these purposes. This appropriation is
 22.32 not available until the commissioner of
 22.33 management and budget has determined that
 22.34 at least an equal amount has been committed
 22.35 to the project from nonstate sources.

23.1	<u>Subd. 6. Duluth - Homeless Youth Housing</u>	
23.2	<u>and Services</u>	<u>3,500,000</u>
23.3	<u>To the commissioner of human services for</u>	
23.4	<u>a grant to the city of Duluth to predesign,</u>	
23.5	<u>design, construct, furnish, and equip a</u>	
23.6	<u>publicly owned building or portion of a</u>	
23.7	<u>building to provide transitional housing and</u>	
23.8	<u>community services for youth at risk of or</u>	
23.9	<u>experiencing homelessness, to be located</u>	
23.10	<u>within the city of Duluth. This appropriation</u>	
23.11	<u>is not available until the commissioner of</u>	
23.12	<u>management and budget determines that at</u>	
23.13	<u>least \$4,100,000 is committed to the project</u>	
23.14	<u>from nonstate sources.</u>	
23.15	Sec. 19. <u>VETERANS AFFAIRS</u>	
23.16	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 5,011,000</u>
23.17	<u>To the commissioner of administration for</u>	
23.18	<u>the purposes specified in this section.</u>	
23.19	<u>Subd. 2. Asset Preservation</u>	<u>4,361,000</u>
23.20	<u>For asset preservation improvements and</u>	
23.21	<u>betterments of a capital nature at the veterans</u>	
23.22	<u>homes to be spent in accordance with</u>	
23.23	<u>Minnesota Statutes, section 16B.307.</u>	
23.24	<u>Subd. 3. Minneapolis Veterans Home Bridge</u>	<u>650,000</u>
23.25	<u>(a) For predesign and design, including</u>	
23.26	<u>environmental assessment, for the</u>	
23.27	<u>rehabilitation of the bridge located over</u>	
23.28	<u>Minnehaha Creek linking South Minnehaha</u>	
23.29	<u>Drive and the Minneapolis Veterans Home.</u>	
23.30	<u>(b) The commissioner of transportation</u>	
23.31	<u>may provide technical services to assist</u>	
23.32	<u>the Department of Administration and the</u>	

24.1 Department of Veterans Affairs in overseeing
 24.2 the project.

24.3 Sec. 20. **CORRECTIONS**

24.4 **Subdivision 1. Total Appropriation** **\$ 62,600,000**

24.5 To the commissioner of administration for
 24.6 the purposes specified in this section.

24.7 **Subd. 2. Asset Preservation** **10,000,000**

24.8 For asset preservation improvements and
 24.9 betterments of a capital nature at Minnesota
 24.10 correctional facilities statewide, to be spent
 24.11 in accordance with Minnesota Statutes,
 24.12 section 16B.307.

24.13 **Subd. 3. Minnesota Correctional Facility - St.**
 24.14 **Cloud** **32,600,000**

24.15 (a) \$18,500,000 of this appropriation is to
 24.16 construct and equip a new intake unit and
 24.17 a loading dock with a secure connection to
 24.18 a new central warehouse at the Minnesota
 24.19 Correctional Facility - St. Cloud.

24.20 (b) \$14,100,000 of this appropriation is to
 24.21 remove and replace deteriorated mortar with
 24.22 new mortar on the granite perimeter wall
 24.23 surrounding the Minnesota Correctional
 24.24 Facility - St. Cloud.

24.25 **Subd. 4. Minnesota Correctional Facility -**
 24.26 **Lino Lakes** **4,000,000**

24.27 To design, renovate, and equip an existing
 24.28 vacant building into an offender living unit
 24.29 that will add at least 60 beds. The renovation
 24.30 includes removal of hazardous materials,
 24.31 upgrades to comply with current building
 24.32 codes, and construction of functional living
 24.33 and program space.

25.1	<u>Subd. 5. Minnesota Correctional Facility -</u>	
25.2	<u>Rush City</u>	<u>14,800,000</u>
25.3	<u>To design, construct, and equip a chemical</u>	
25.4	<u>dependency and sex offender treatment</u>	
25.5	<u>building at the Rush City Correctional</u>	
25.6	<u>Facility.</u>	
25.7	<u>Subd. 6. Northeast Regional Corrections</u>	
25.8	<u>Center</u>	<u>1,200,000</u>
25.9	<u>For a grant to the Arrowhead Regional</u>	
25.10	<u>Corrections Joint Powers Board to demolish</u>	
25.11	<u>an existing facility and to design, construct,</u>	
25.12	<u>furnish, and equip a replacement food</u>	
25.13	<u>processing facility on the campus of the</u>	
25.14	<u>Northeast Regional Corrections Center, to</u>	
25.15	<u>meet health, safety, and security standards</u>	
25.16	<u>required for compliance with Minnesota</u>	
25.17	<u>Rules, chapter 2911. Nonstate contributions</u>	
25.18	<u>to improvements at the center made before</u>	
25.19	<u>or after the enactment of this subdivision are</u>	
25.20	<u>considered to be sufficient match, and no</u>	
25.21	<u>further nonstate match is required.</u>	
25.22	<u>Sec. 21. EMPLOYMENT AND ECONOMIC</u>	
25.23	<u>DEVELOPMENT</u>	
25.24	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 23,280,000</u>
25.25	<u>To the commissioner of employment and</u>	
25.26	<u>economic development for the purposes</u>	
25.27	<u>specified in this section.</u>	
25.28	<u>Subd. 2. Innovative Business Development</u>	
25.29	<u>Public Infrastructure Grants</u>	<u>2,000,000</u>
25.30	<u>For grants under Minnesota Statutes, section</u>	
25.31	<u>116J.435.</u>	
25.32	<u>Subd. 3. Transportation Economic</u>	
25.33	<u>Development</u>	<u>10,000,000</u>
25.34	<u>For grants under Minnesota Statutes, section</u>	
25.35	<u>116J.436.</u>	

26.1	<u>Subd. 4. Hallock - Community Pool</u>	<u>360,000</u>
26.2	<u>For a grant to the city of Hallock to replace</u>	
26.3	<u>the community pool in the city of Hallock.</u>	
26.4	<u>This appropriation is not available until the</u>	
26.5	<u>commissioner of management and budget has</u>	
26.6	<u>determined that at least \$90,000 is committed</u>	
26.7	<u>to the project from nonstate sources.</u>	
26.8	<u>Subd. 5. Litchfield - Power Generation</u>	
26.9	<u>Improvements</u>	<u>5,000,000</u>
26.10	<u>For a grant to the city of Litchfield to</u>	
26.11	<u>design and construct electrical generation</u>	
26.12	<u>improvements in the city of Litchfield</u>	
26.13	<u>to expand the current standby capacity,</u>	
26.14	<u>including replacement of two old generators.</u>	
26.15	<u>This appropriation is not available until the</u>	
26.16	<u>commissioner of management and budget</u>	
26.17	<u>has determined that at least an equal amount</u>	
26.18	<u>has been committed to the project from</u>	
26.19	<u>nonstate sources.</u>	
26.20	<u>Subd. 6. Red Wing - River Town Renaissance</u>	<u>4,480,000</u>
26.21	<u>For a grant to the city of Red Wing to</u>	
26.22	<u>complete removal and replacement of 250</u>	
26.23	<u>lineal feet of the harbor retaining wall; to</u>	
26.24	<u>design, construct, furnish, and equip the</u>	
26.25	<u>renovation of the historic T.B. Sheldon</u>	
26.26	<u>Performing Arts Theater; and to design</u>	
26.27	<u>and construct transient riverboat docking</u>	
26.28	<u>facilities, levee wall extension, and levee</u>	
26.29	<u>promenade improvements at Levee Park.</u>	
26.30	<u>This appropriation is not available until the</u>	
26.31	<u>commissioner of management and budget</u>	
26.32	<u>determines that an amount sufficient to</u>	
26.33	<u>complete the project is committed from</u>	
26.34	<u>nonstate sources.</u>	

27.1	<u>Subd. 7. St. Paul - Minnesota Humanities</u>		
27.2	<u>Center</u>		<u>1,440,000</u>
27.3	<u>For a grant to the city of St. Paul to make</u>		
27.4	<u>capital improvements for building envelope,</u>		
27.5	<u>foundation, and structural integrity, and for</u>		
27.6	<u>mechanical systems upgrades, including</u>		
27.7	<u>heating, ventilation, and cooling at the</u>		
27.8	<u>Minnesota Humanities Center.</u>		
27.9	<u>Sec. 22. PUBLIC FACILITIES AUTHORITY</u>		
27.10	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>22,067,000</u>
27.11	<u>To the Public Facilities Authority for the</u>		
27.12	<u>purposes specified in this section.</u>		
27.13	<u>Subd. 2. Wastewater Infrastructure Funding</u>		
27.14	<u>Program</u>		<u>21,667,000</u>
27.15	<u>For grants to eligible municipalities under the</u>		
27.16	<u>wastewater infrastructure funding program</u>		
27.17	<u>under Minnesota Statutes, section 446A.072.</u>		
27.18	<u>Subd. 3. Hallock - Sanitary Sewer</u>		<u>400,000</u>
27.19	<u>For a grant to the city of Hallock to remove</u>		
27.20	<u>and replace portions of the sanitary sewer</u>		
27.21	<u>system. This appropriation is not available</u>		
27.22	<u>until the commissioner of management and</u>		
27.23	<u>budget determines that at least \$200,000</u>		
27.24	<u>is committed to the project from nonstate</u>		
27.25	<u>sources.</u>		
27.26	<u>Sec. 23. MINNESOTA HOUSING FINANCE</u>		
27.27	<u>AGENCY</u>	<u>\$</u>	<u>10,000,000</u>
27.28	<u>For transfer to the housing development</u>		
27.29	<u>fund to finance the costs of rehabilitation to</u>		
27.30	<u>preserve public housing under Minnesota</u>		
27.31	<u>Statutes, section 462A.202, subdivision 3a.</u>		
27.32	<u>For purposes of this section, "public housing"</u>		
27.33	<u>means housing for low-income persons</u>		

28.1 and households financed by the federal
28.2 government and owned and operated by
28.3 the public housing authorities and agencies
28.4 formed by cities and counties. Public housing
28.5 authorities receiving a public housing
28.6 assessment composite score of 80 or above
28.7 are eligible to receive funding. Priority must
28.8 be given to proposals that maximize federal
28.9 or local resources to finance the capital costs.
28.10 The priority in Minnesota Statutes, section
28.11 462A.202, subdivision 3a, for projects to
28.12 increase the supply of affordable housing and
28.13 the restrictions of Minnesota Statutes, section
28.14 462A.202, subdivision 7, do not apply to this
28.15 appropriation.

28.16 Sec. 24. **MINNESOTA HISTORICAL**
28.17 **SOCIETY**

28.18 **Subdivision 1. Total Appropriation** **\$ 36,900,000**

28.19 To the Minnesota Historical Society for the
28.20 purposes specified in this section.

28.21 **Subd. 2. Historic Fort Snelling** **34,400,000**

28.22 To predesign, design, renovate, construct,
28.23 furnish, and equip facilities to support visitor
28.24 services and history programs at Historic
28.25 Fort Snelling.

28.26 **Subd. 3. Historic Sites Asset Preservation** **2,500,000**

28.27 For capital improvements and betterments
28.28 at state historic sites, buildings, landscaping
28.29 at historic buildings, exhibits, markers, and
28.30 monuments, to be spent in accordance with
28.31 Minnesota Statutes, section 16B.307. The
28.32 society shall determine project priorities as
28.33 appropriate based on need.

29.1	Sec. 25. <u>BOND SALE EXPENSES</u>	\$	<u>768,000</u>
29.2	<u>To the commissioner of management</u>		
29.3	<u>and budget for bond sale expenses under</u>		
29.4	<u>Minnesota Statutes, section 16A.641,</u>		
29.5	<u>subdivision 8.</u>		

29.6 **Sec. 26. BOND SALE AUTHORIZATION.**

29.7 To provide the money appropriated in this act from the bond proceeds fund, the
29.8 commissioner of management and budget shall sell and issue bonds of the state in an
29.9 amount up to \$769,007,000 in the manner, upon the terms, and with the effect prescribed
29.10 by Minnesota Statutes, sections 16A.631 to 16A.675, and by the Minnesota Constitution,
29.11 article XI, sections 4 to 7.

29.12 **Sec. 27. BOND SALE SCHEDULE.**

29.13 The commissioner of management and budget shall schedule the sale of state
29.14 general obligation bonds so that, during the biennium ending June 30, 2017, no more
29.15 than \$1,321,695,000 will need to be transferred from the general fund to the state bond
29.16 fund to pay principal and interest due and to become due on outstanding state general
29.17 obligation bonds. During the biennium, before each sale of state general obligation bonds,
29.18 the commissioner of management and budget shall calculate the amount of debt service
29.19 payments needed on bonds previously issued and shall estimate the amount of debt service
29.20 payments that will be needed on the bonds scheduled to be sold. The commissioner shall
29.21 adjust the amount of bonds scheduled to be sold so as to remain within the limit set by this
29.22 section. The amount needed to make the debt service payments is appropriated from the
29.23 general fund as provided in Minnesota Statutes, section 16A.641.

29.24 **Sec. 28. EFFECTIVE DATE.**

29.25 This article is effective the day following final enactment.

ARTICLE 2

MISCELLANEOUS

29.28 **Section 1. [16A.967] LEWIS AND CLARK APPROPRIATION BONDS.**

29.29 Subdivision 1. Definitions. (a) The definitions in this subdivision apply to this
29.30 section.

(b) "Appropriation bond" or "bond" means a bond, note, or other similar instrument of the state payable during a biennium from one or more of the following sources:

(1) money appropriated by law from the general fund in any biennium for debt service due with respect to obligations described in subdivision 3, paragraph (b);

(2) proceeds of the sale of obligations described in subdivision 3, paragraph (b);

(3) payments received for that purpose under agreements and ancillary arrangements described in subdivision 3, paragraph (c); and

(4) investment earnings on amounts in clauses (1) to (3).

(c) "Debt service" means the amount payable in any biennium of principal, premium, if any, and interest on appropriation bonds.

Subd. 2. Authorization to issue appropriation bonds. (a) Subject to the limitations of this subdivision, the commissioner may sell and issue appropriation bonds of the state under this section for public purposes as provided by law, including, in particular, the financing of all or a portion of the land acquisition, design, engineering and construction of facilities and infrastructure necessary for the completion of the Lewis and Clark Regional Water System project. Grants provided to implement this section do not require a nonstate match, but grant agreements entered into under this section must provide for reimbursement to the state from any federal money provided for the project, consistent with the Lewis and Clark Regional Water System, Inc. agreement.

(b) The bond proceeds are not available until the commissioner determines: (1) that the construction and administration for work done on the project will comply with all federal requirements and regulations associated with the Lewis and Clark Rural System Act of 2000; and (2) the cooperative agreement between the United States Department of the Interior. Proceeds of the appropriation bonds must be credited to a special appropriation Lewis and Clark 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 sold and issued in amounts that, in the opinion of the commissioner, are necessary to provide sufficient money, not to exceed \$48,000,000 net of costs of issuance, for the purposes as provided under paragraph (a), and pay debt service including capitalized interest, costs of issuance, costs of credit enhancement, or make payments under other agreements entered into under paragraph (e).

(d) 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.

(e) 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.

(f) 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.

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

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.

(d) Appropriation bonds must bear interest at a fixed or variable rate.

(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

32.1 payment of any redemption premiums on the bonds, any interest accrued or to accrue to
32.2 the redemption date, and costs related to the issuance and sale of the refunding bonds. The
32.3 proceeds of any refunding bonds may, in the discretion of the commissioner, be applied
32.4 to the purchase or payment at maturity of the appropriation bonds to be refunded, to the
32.5 redemption of the outstanding appropriation bonds on any redemption date, or to pay
32.6 interest on the refunding bonds and may, pending application, be placed in escrow to be
32.7 applied to the purchase, payment, retirement, or redemption. Any escrowed proceeds,
32.8 pending such use, may be invested and reinvested in obligations that are authorized
32.9 investments under section 11A.24. The income earned or realized on the investment may
32.10 also be applied to the payment of the appropriation bonds to be refunded or interest or
32.11 premiums on the refunded appropriation bonds, or to pay interest on the refunding bonds.
32.12 After the terms of the escrow have been fully satisfied, any balance of the proceeds and
32.13 any investment income may be returned to the general fund or, if applicable, the special
32.14 appropriation Lewis and Clark bond proceeds fund for use in any lawful manner. All
32.15 refunding bonds issued under this subdivision must be prepared, executed, delivered, and
32.16 secured by appropriations in the same manner as the appropriation bonds to be refunded.

32.17 Subd. 5. **Appropriation bonds as legal investments.** Any of the following entities
32.18 may legally invest any sinking funds, money, or other funds belonging to them or under
32.19 their control in any appropriation bonds issued under this section:

32.20 (1) the state, the investment board, public officers, municipal corporations, political
32.21 subdivisions, and public bodies;

32.22 (2) banks and bankers, savings and loan associations, credit unions, trust companies,
32.23 savings banks and institutions, investment companies, insurance companies, insurance
32.24 associations, and other persons carrying on a banking or insurance business; and

32.25 (3) personal representatives, guardians, trustees, and other fiduciaries.

32.26 Subd. 6. **No full faith and credit; state not required to make appropriations.** The
32.27 appropriation bonds are not public debt of the state, and the full faith, credit, and taxing
32.28 powers of the state are not pledged to the payment of the appropriation bonds or to any
32.29 payment that the state agrees to make under this section. Appropriation bonds shall not be
32.30 obligations paid directly, in whole or in part, from a tax of statewide application on any
32.31 class of property, income, transaction, or privilege. Appropriation bonds shall be payable
32.32 in each fiscal year only from amounts that the legislature may appropriate for debt service
32.33 for any fiscal year, provided that nothing in this section shall be construed to require the
32.34 state to appropriate money sufficient to make debt service payments with respect to the
32.35 appropriation bonds in any fiscal year. Appropriation bonds shall be canceled and shall
32.36 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 and interest credited to the special appropriation Lewis and Clark bond proceeds fund are appropriated to the commissioner for payment of capital expenses for the purposes provided by subdivision 2, paragraph (a), 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 (e), each as permitted by state and federal law, and such proceeds may be granted, loaned, or otherwise provided for the public purposes provided by subdivision 2, paragraph (a).

Subd. 8. Appropriation for debt service and other purposes. An amount, up to \$3,300,000, needed to pay principal and interest on appropriation bonds issued under this section is appropriated each fiscal year from the general fund to the commissioner, subject to repeal, unallotment under section 16A.152, or cancellation, otherwise pursuant to subdivision 6, for deposit into the bond payments account established for such purpose in the special Lewis and Clark appropriation bond proceeds fund. The appropriation is available beginning in fiscal year 2017 and through fiscal year 2038.

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

Sec. 2. Minnesota Statutes 2014, section 219.166, is amended to read:

219.166 ESTABLISHMENT OF QUIET ZONES.

Subdivision 1. Eligible applicants. A county, statutory or home rule charter city, or town may apply to the Federal Railroad Administration for the establishment of a "quiet zone" at a public highway-rail grade crossing in which the sounding of horns, whistles, or other audible warnings by locomotives is regulated or prohibited. All quiet zones, regulations, and ordinances adopted under this section must conform to federal law and the regulations of the Federal Railroad Administration under United States Code of Federal Regulations, title 49, ~~section 20153~~ parts 222 and 229.

Subd. 2. Purpose of program. A public highway-rail grade crossing quiet zone program is established for the purpose of improving and rehabilitating railroad rights-of-way and other public and private rail facilities, including necessary safety-related capital improvements at public highway-rail grade crossings where quiet zones are established.

34.1 Subd. 3. **Creation of account.** A public highway-rail grade crossing quiet zone
34.2 account is established in the bond proceeds fund. Money in the account may only be used
34.3 for capital costs associated with the establishment of a quiet zone at a public highway-rail
34.4 grade crossing.

34.5 Subd. 4. **Eligible applicants for state assistance.** Counties, statutory or home
34.6 rule charter cities, or towns that are responsible for traffic control or law enforcement
34.7 at a public highway-rail grade crossing qualify as eligible applicants to the Federal
34.8 Railroad Administration (FRA) for the establishment of a quiet zone may apply to the
34.9 commissioner for financial assistance for establishment of a quiet zone.

34.10 Subd. 5. **Grants.** The commissioner may approve grants for financial assistance to
34.11 eligible applicants for capital costs associated with the establishment of a quiet zone at a
34.12 public highway-rail grade crossing. Qualifying capital costs include, but are not limited to,
34.13 the installation of grade crossing active warning devices and other traffic control devices
34.14 and associated roadwork necessary to meet the FRA criteria for approval of the quiet zone.

34.15 Subd. 6. **Criteria for grant award.** The commissioner shall consider the following
34.16 criteria to evaluate applications for a grant award for a quiet zone project:

34.17 (1) the number of residents that will benefit from the establishment of the quiet
34.18 zone through a reduction in train horn noise;

34.19 (2) the number of existing grade crossings that will be closed, thereby improving
34.20 public safety;

34.21 (3) evidence that the project meets FRA qualifications and requirements for a
34.22 quiet zone, without the need for additional annual review by FRA per federal quiet zone
34.23 regulations;

34.24 (4) nonstate financial participation as a percentage of total project cost; and

34.25 (5) the amount of state financial participation per resident benefiting from the project.

34.26 Sec. 3. Minnesota Statutes 2014, section 462A.37, is amended by adding a subdivision
34.27 to read:

34.28 Subd. 2b. **Additional authorization.** In addition to the amount authorized in
34.29 subdivisions 2 and 2a, the agency may issue up to \$40,000,000 of housing infrastructure
34.30 bonds in one or more series to which the payments made under this section may be pledged.

34.31 Sec. 4. Minnesota Statutes 2014, section 462A.37, subdivision 5, is amended to read:

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

35.1 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
 35.2 bonds issued under subdivision 2a remain outstanding, the commissioner of management
 35.3 and budget must transfer to the housing infrastructure bond account established under
 35.4 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
 35.5 \$6,400,000 annually. The amounts necessary to make the transfers are appropriated from
 35.6 the general fund to the commissioner of management and budget.

35.7 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
 35.8 bonds issued under subdivision 2b remain outstanding, the commissioner of management
 35.9 and budget must transfer to the housing infrastructure bond account established under
 35.10 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
 35.11 \$3,200,000 annually. The amounts necessary to make the transfers are appropriated from
 35.12 the general fund to the commissioner of management and budget.

35.13 ~~(e)~~ (d) The agency may pledge to the payment of the housing infrastructure bonds
 35.14 the payments to be made by the state under this section.

35.15 Sec. 5. Laws 2012, chapter 293, section 3, subdivision 18, is amended to read:

35.16 Subd. 18. **Southwest Minnesota State**
 35.17 **University, Marshall**

35.18 **Science Lab Renovation** 500,000

35.19 (a) To complete design for renovation of the
 35.20 Science and Math building and classroom
 35.21 spaces and an addition to the Plant Science
 35.22 building.

35.23 (b) Having abandoned the project specified
 35.24 in paragraph (a), the unspent portion of
 35.25 this appropriation is available for higher
 35.26 education asset preservation and replacement
 35.27 on the campus of Southwest Minnesota
 35.28 State University, Marshall, and the debt
 35.29 service requirement under subdivision 20 is
 35.30 reduced accordingly. Minnesota Statutes,
 35.31 section 16A.642, applies from the date of the
 35.32 original appropriation to the unspent amount
 35.33 transferred.

36.1 Sec. 6. Laws 2013, chapter 136, section 4, as amended by Laws 2014, chapter 294,
36.2 article 2, section 19, is amended to read:

36.3 Sec. 4. **VETERANS AFFAIRS** **\$ 18,935,000**

36.4 (a) Of this amount, up to \$1,750,000 is to
36.5 the commissioner of administration to: (1)
36.6 construct a new distribution and service
36.7 tunnel to serve Buildings 17 north and 18
36.8 and the future Building 17 south; and (2)
36.9 construct steam and electrical connections,
36.10 related infrastructure, site work, a canopy
36.11 with vestibule, and required modifications
36.12 to Building 18 drop-off and entry. This
36.13 appropriation is not available until the
36.14 commissioner of management and budget has
36.15 determined that at least \$5,000,000 has been
36.16 committed from federal sources. Any unused
36.17 funds may be used under paragraph (b).

36.18 (b) The remainder of this amount is to the
36.19 commissioner of administration to complete
36.20 the design of, perform hazardous materials
36.21 abatement for, and demolish the south wing
36.22 of Building 17 and adjoining buildings;
36.23 design, reconstruct, and furnish the new south
36.24 wing of Building 17 and adjoining buildings
36.25 as a new skilled nursing building; construct a
36.26 new distribution and service tunnel to serve
36.27 buildings 6, 19, and the future 17 south;
36.28 and design, construct, and equip a network
36.29 and server room, including installation of
36.30 new fiber optic lines. This appropriation
36.31 is not available until the commissioner of
36.32 management and budget has determined that
36.33 the funds to complete this work have been
36.34 committed from federal sources.

37.1 (c) The unexpended balance from the
37.2 appropriation in Laws 2012, chapter 293,
37.3 section 19, subdivision 3, to predesign and
37.4 design for demolition of the south wing of
37.5 Building 17 and adjoining facilities, and
37.6 designing the south wing of Building 17 as
37.7 a new skilled nursing building, is added to
37.8 this appropriation.

37.9 Sec. 7. Laws 2014, chapter 294, article 1, section 4, subdivision 3, is amended to read:

37.10 Subd. 3. **Library Construction Grants** 2,000,000

37.11 (a) For library construction grants under
37.12 Minnesota Statutes, section 134.45.

37.13 (b) \$570,000 of this appropriation is for a
37.14 grant to the city of Jackson to predesign,
37.15 design, construct, furnish, and equip the
37.16 renovation and expansion of the city library.
37.17 This appropriation is not available until the
37.18 commissioner of management and budget
37.19 determines that at least an equal amount has
37.20 been committed to the project from nonstate
37.21 sources.

37.22 (c) \$257,000 of this appropriation is for a
37.23 grant to the city of Perham to predesign,
37.24 design, construct, furnish, and equip
37.25 the renovation of the city library. This
37.26 appropriation is not available until the
37.27 commissioner of management and budget
37.28 determines that at least an equal amount has
37.29 been committed to the project from nonstate
37.30 sources.

37.31 (d) \$50,000 of this appropriation is from the
37.32 general fund and is for a grant to the city of
37.33 Bagley for capital improvements to the city's
37.34 library. This appropriation is not available

38.1 until the commissioner of management and
38.2 budget determines that at least an equal
38.3 amount has been committed to the project
38.4 from nonstate sources.

38.5 Sec. 8. Laws 2014, chapter 294, article 1, section 15, subdivision 2, is amended to read:

38.6 Subd. 2. **Cottage Grove - HERO Center** 1,460,000

38.7 For a grant to the city of Cottage Grove
38.8 to predesign and design a Health and
38.9 Emergency Response Occupations (HERO)
38.10 Center at ~~12600 Ravine Parkway~~ in Cottage
38.11 Grove. This appropriation is not available
38.12 until the commissioner of management and
38.13 budget determines that the city of Cottage
38.14 Grove and ~~the Board of Trustees of the~~
38.15 ~~Minnesota State Colleges and Universities~~
38.16 the city of Woodbury have entered into an
38.17 agreement for operation and management of
38.18 the center, ~~and that at least an equal amount~~
38.19 ~~is committed to the project from nonstate~~
38.20 ~~sources.~~ This appropriation does not require
38.21 a nonstate match.

38.22 Sec. 9. Laws 2014, chapter 294, article 1, section 18, subdivision 3, is amended to read:

38.23 Subd. 3. **Minnesota Sex Offender Program -**
38.24 **St. Peter** 7,405,000

38.25 To design, construct, renovate, furnish, and
38.26 equip the first phase of a three-phase project
38.27 to develop additional residential, program,
38.28 activity, and ancillary facilities for the
38.29 Minnesota sex offender program on the lower
38.30 campus of the St. Peter Regional Treatment
38.31 Center. This appropriation includes funds
38.32 to complete design, renovate, construct,
38.33 furnish, and equip the west wing of the

39.1 Green Acres Building; to design, renovate,
39.2 construct, furnish, and equip the east wing
39.3 of the Sunrise Building; to design through
39.4 construction documents the renovation
39.5 and construction of the ~~Bartlett Building~~
39.6 Tomlinson Building, the north wing of Green
39.7 Acres, and the west, south, and north wings
39.8 of the Sunrise Building; and to design and
39.9 perform asbestos and hazardous materials
39.10 abatement in the Green Acres and Sunrise
39.11 Buildings. Upon substantial completion of
39.12 the first phase of this project, any unspent
39.13 portion of this appropriation is available to
39.14 design and to perform asbestos and hazardous
39.15 materials abatement in subsequent phases.

39.16 Sec. 10. Laws 2014, chapter 294, article 1, section 18, subdivision 4, is amended to read:

39.17 Subd. 4. **Early Childhood Learning and Child**
39.18 **Protection Facilities**

6,000,000

39.19 (a) To the commissioner of human services
39.20 for grants under Minnesota Statutes, section
39.21 256E.37, to construct and rehabilitate early
39.22 childhood learning and child protection
39.23 facilities. Notwithstanding the limits on
39.24 grant amounts in Minnesota Statutes, section
39.25 256E.37, one grant from this appropriation
39.26 for an individual facility may be for up to
39.27 \$1,000,000.

39.28 (b) Notwithstanding the limitations on grant
39.29 amounts and requirements for geographic
39.30 distribution in Minnesota Statutes, section
39.31 256E.37, or this subdivision, \$3,000,000 of
39.32 this appropriation is for a grant to Hennepin
39.33 County to predesign, design, renovate,
39.34 furnish, and equip the early childhood
39.35 center at the YWCA of Minneapolis, and to

40.1 improve the building's heating, ventilation,
40.2 and air conditioning systems, sprinkler
40.3 system, and pool walls and ceiling. The grant
40.4 to Hennepin County is not available until the
40.5 commissioner of management and budget
40.6 determines that at least an equal amount has
40.7 been committed to the project from nonstate
40.8 sources.

40.9 Sec. 11. Laws 2014, chapter 294, article 1, section 21, subdivision 10, is amended to
40.10 read:

40.11 Subd. 10. **Lake Elmo - Water Supply** 3,500,000

40.12 For a grant to the city of Lake Elmo to
40.13 construct an extension of approximately 2.5
40.14 miles of trunk water main and associated
40.15 improvements along ~~Lake Elmo~~ Inwood
40.16 Avenue to facilitate development along
40.17 the Interstate Highway 94 corridor and
40.18 comply with growth requirements under an
40.19 agreement with the Metropolitan Council.

40.20 Sec. 12. Laws 2014, chapter 294, article 1, section 21, subdivision 16, is amended to
40.21 read:

40.22 Subd. 16. **Red Wing - River Renaissance** 1,560,000

40.23 For a grant to the city of Red Wing for
40.24 improvements of a capital nature to the area
40.25 between Levee Road and the Mississippi
40.26 River, extending between Bay Point Drive
40.27 and Broad Street in Red Wing. This project
40.28 includes: reconstruction of Levee Road from
40.29 Broad Street to Jackson Street; improvements
40.30 to storm water, sanitary sewer, and drinking
40.31 water infrastructure; replacement of a 930
40.32 lineal feet of harbor retaining wall; parking
40.33 improvements; lighting improvements; and

41.1 construction of a segment of the Riverwalk
41.2 Trail. This grant is not available until the
41.3 commissioner of management and budget
41.4 determines that an equal amount ~~sufficient to~~
41.5 ~~complete the project~~ is committed to it from
41.6 nonstate sources.

41.7 Sec. 13. Laws 2014, chapter 294, article 1, section 21, subdivision 18, is amended to
41.8 read:

41.9 Subd. 18. **St. Paul - Historic Palace Theater**
41.10 **Renovation** 5,000,000

41.11 For a grant to the ~~city of~~ St. Paul Housing
41.12 and Redevelopment Authority to predesign,
41.13 design, construct, furnish, and equip the
41.14 renovation of the historic Palace Theater in
41.15 St. Paul. The ~~city of~~ St. Paul Housing and
41.16 Redevelopment Authority may enter into one
41.17 or more lease or management agreements to
41.18 operate performing arts programs, subject
41.19 to Minnesota Statutes, section 16A.695.
41.20 This appropriation is not available until the
41.21 commissioner of management and budget
41.22 has determined that at least an equal amount
41.23 has been committed from nonstate sources.

41.24 Sec. 14. Laws 2014, chapter 295, section 10, subdivision 12, is amended to read:

41.25 Subd. 12. **St. Paul - Minnesota Children's**
41.26 **Museum** 7,485,000

41.27 For a grant to the city of St. Paul to predesign,
41.28 design, construct, furnish, and equip an
41.29 expansion and renovation of the Minnesota
41.30 Children's Museum. The expansion and
41.31 exhibit upgrades should incorporate the
41.32 latest research on early learning, allow for
41.33 new state-of-the art education facilities, and
41.34 increase the capacity of visitors to galleries

42.1 and programming areas. This appropriation
42.2 is not available until the commissioner of
42.3 management and budget has determined that
42.4 at least ~~an equal amount~~ \$4,000,000 has been
42.5 committed from nonstate sources. Amounts
42.6 expended for this project by nonstate sources
42.7 since October 1, 2010, shall count toward the
42.8 nonstate match.

42.9 Sec. 15. **MINNEAPOLIS COMMUNITY AND TECHNICAL COLLEGE; SALE**
42.10 **OF AVIATION TRAINING CENTER.**

42.11 Notwithstanding Minnesota Statutes, section 16A.695, subdivision 3, the net
42.12 proceeds of the sale or disposition of the Aviation Training Center at the Flying Cloud
42.13 Airport operated by the Minneapolis Community and Technical College, after paying
42.14 all expenses incurred in selling the property, are appropriated to the Board of Trustees
42.15 of the Minnesota State Colleges and Universities for use pursuant to Minnesota Statutes,
42.16 section 135A.046, at the Minneapolis Community and Technical College campus and the
42.17 net proceeds need not be paid to the commissioner of management and budget, as would
42.18 otherwise be required by Minnesota Statutes, section 16A.695, subdivision 3. When the
42.19 sale is complete and the sale proceeds have been applied as provided in this section,
42.20 Minnesota Statutes, section 16A.695, no longer applies to the property and the property
42.21 is no longer state bond financed property.

42.22 Sec. 16. **CONVEYANCE OF STATE LAND; HENNEPIN COUNTY.**

42.23 Subdivision 1. **Conveyance authorized.** Notwithstanding Minnesota Statutes,
42.24 sections 16A.695 and 16B.281 to 16B.287, or other law, administrative rule, or
42.25 commissioner's order to the contrary, the commissioner of administration may convey to
42.26 Hennepin County for no consideration the real property described in subdivision 3. The
42.27 commissioner of administration may add conditions to the conveyance of the property
42.28 deemed to be in the interest of the state. Notwithstanding any provision of this section
42.29 to the contrary, the real property shall continue to be considered state bond financed
42.30 property after the conveyance of the real property to Hennepin County and until all the
42.31 requirements are satisfied for the real property to no longer be considered state bond
42.32 financed property. Hennepin County must operate the state bond financed property in
42.33 compliance with Minnesota Statutes, section 16A.695, and all applicable state and federal

laws, and in a manner that will not cause the interest on the state general obligation bonds to be subject to federal income taxation for any reason.

Subd. 2. **Form.** The conveyance shall be in a form approved by the attorney general. The attorney general may make changes to the legal description to correct errors and ensure accuracy.

Subd. 3. **Description.** The real property to be conveyed is located in Hennepin County and is described as: Lots 12, 13, and 14, Block 2, BISCHOFF 1ST ADDITION, Hennepin County, Minnesota.

Subd. 4. **Determination by commissioner.** The commissioner has determined that the real property described in subdivision 3 is no longer needed for any state purpose and that the state's land management interests are best served if the land is conveyed to and used by Hennepin County for community-based services.

Sec. 17. WEST METRO EDUCATION PROGRAM; PROPERTY CONVEYANCE.

Subdivision 1. **FAIR School downtown.** Notwithstanding the appropriations of state general obligation bond proceeds in Laws 1994, chapter 643, section 14, subdivision 7, and Laws 1998, chapter 404, section 5, subdivision 5, as amended by Laws 1999, chapter 241, article 4, section 20; and the appropriation of general fund money in Laws 1997, First Special Session chapter 4, article 2, section 51, subdivision 13, to Joint Powers District No. 6069, West Metro Education Program, to acquire and better the FAIR School downtown in Minneapolis, the real and personal property of the FAIR School downtown may be conveyed to Special School District No. 1, Minneapolis, for operation of a multidistrict integration facility that serves students in any grade from early education through grade 12.

Subd. 2. **FAIR School Crystal.** Notwithstanding the appropriation of state general obligation bond proceeds in Laws 1998, chapter 404, section 5, subdivision 5, as amended by Laws 1999, chapter 241, article 4, section 20; and the appropriation of general fund money in Laws 1997, First Special Session chapter 4, article 2, section 51, subdivision 13, and Laws 2000, chapter 492, article 1, section 5, subdivision 2, to Joint Powers District No. 6069, West Metro Education Program, to acquire and better the FAIR School Crystal in Crystal, the real and personal property of the FAIR School Crystal may be conveyed to Independent School District No. 281, Robbinsdale, for operation of a multidistrict integration facility that serves students in any grade from early education through grade 12.

Sec. 18. FEDERAL REIMBURSEMENT; MCQUADE HARBOR.

44.1 All money received by the state from the United States Army Corps of Engineers
44.2 as reimbursement for state capital expenditures at McQuade Harbor, estimated to be
44.3 \$1,605,775, must be credited to the bond proceeds fund and are appropriated to the
44.4 commissioner of natural resources to: (1) design and renovate the marina at Knife
44.5 River; (2) improve the boat launch at the safe harbor at Grand Marais; or (3) for site
44.6 cleanup, design, and construction of facilities at the proposed small craft harbor in Two
44.7 Harbors. Project priorities shall be determined by the commissioner as appropriate. This
44.8 appropriation is available until June 30, 2019.

44.9 Sec. 19. **EFFECTIVE DATE.**

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

APPENDIX
Article locations in 15-4008

ARTICLE 1 APPROPRIATIONS Page.Ln 1.14
ARTICLE 2 MISCELLANEOUS Page.Ln 29.26