

SENATE
STATE OF MINNESOTA
EIGHTY-SEVENTH LEGISLATURE **S.F. No. 2577**

(SENATE AUTHORS: SENJEM and Pederson)

DATE	D-PG	OFFICIAL STATUS
03/28/2012	5234	Introduction and first reading (For the Committee on Capital Investment) Referred to Finance
03/29/2012		Author added Pederson Comm report: To pass as amended Second reading

A bill for an act

1.1 relating to capital improvements; authorizing spending to acquire and better
1.2 public land and buildings and for other improvements of a capital nature with
1.3 certain conditions; establishing programs; authorizing the sale and issuance of
1.4 state bonds; modifying previous appropriations; authorizing Cook County to
1.5 form a district for the construction of water facilities and provision of water
1.6 service; authorizing the commissioner of natural resources to make certain
1.7 acquisitions of land or interests in land; appropriating money; amending
1.8 Minnesota Statutes 2010, sections 16A.633, by adding a subdivision; 462A.21,
1.9 by adding a subdivision; Minnesota Statutes 2011 Supplement, section 16A.96,
1.10 by adding a subdivision; Laws 2006, chapter 258, section 7, subdivision 23, as
1.11 amended; Laws 2008, chapter 179, sections 7, subdivisions 22, 27, as amended,
1.12 29; 17, subdivision 4; 19, subdivision 4, as amended; 21, subdivision 15; Laws
1.13 2009, chapter 93, article 1, section 12, subdivision 2; Laws 2010, chapter 189,
1.14 sections 7, subdivision 12; 18, subdivision 5; 24, subdivision 3; Laws 2011, First
1.15 Special Session chapter 12, sections 3, subdivisions 7, 8; 14, subdivision 2;
1.16 19; proposing coding for new law in Minnesota Statutes, chapters 116J; 462A;
1.17 repealing Minnesota Rules, part 8895.0700, subpart 1.

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

1.20 Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

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

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2.1 in this act are available until the project is completed or abandoned subject to Minnesota
2.2 Statutes, section 16A.642.

2.3 **SUMMARY**

2.4	<u>University of Minnesota</u>	\$	<u>39,060,000</u>
2.5	<u>Minnesota State Colleges and Universities</u>		<u>127,028,000</u>
2.6	<u>Department of Education</u>		<u>1,000,000</u>
2.7	<u>Minnesota State Academies</u>		<u>1,000,000</u>
2.8	<u>Perpich Center for Arts Education</u>		<u>263,000</u>
2.9	<u>Natural Resources</u>		<u>56,000,000</u>
2.10	<u>Pollution Control Agency</u>		<u>5,256,000</u>
2.11	<u>Board of Water and Soil Resources</u>		<u>12,000,000</u>
2.12	<u>Agriculture</u>		<u>706,000</u>
2.13	<u>Rural Finance Authority</u>		<u>33,000,000</u>
2.14	<u>Zoological Garden</u>		<u>7,000,000</u>
2.15	<u>Administration</u>		<u>35,867,000</u>
2.16	<u>Amateur Sports</u>		<u>375,000</u>
2.17	<u>Military Affairs</u>		<u>25,000,000</u>
2.18	<u>Public Safety</u>		<u>4,037,000</u>
2.19	<u>Transportation</u>		<u>43,500,000</u>
2.20	<u>Metropolitan Council</u>		<u>12,850,000</u>
2.21	<u>Human Services</u>		<u>2,500,000</u>
2.22	<u>Veterans Affairs</u>		<u>29,816,000</u>
2.23	<u>Corrections</u>		<u>12,391,000</u>
2.24	<u>Employment and Economic Development</u>		<u>77,850,000</u>
2.25	<u>Public Facilities Authority</u>		<u>24,850,000</u>
2.26	<u>Housing Finance Agency</u>		<u>6,000,000</u>
2.27	<u>Minnesota Historical Society</u>		<u>3,250,000</u>
2.28	<u>Bond Sale Expenses</u>		<u>560,000</u>
2.29	<u>TOTAL</u>	\$	<u>561,159,000</u>
2.30	<u>Bond Proceeds Fund (General Fund Debt Service)</u>		<u>462,283,000</u>
2.31	<u>Bond Proceeds Fund (User Financed Debt Service)</u>		<u>64,676,000</u>
2.32	<u>State Transportation Fund Bond Proceeds (General Fund Debt</u>		
2.33	<u>Service)</u>		<u>34,200,000</u>

2.34 **APPROPRIATIONS**

2.35 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.36 **Subdivision 1. Total Appropriation** \$ **39,060,000**

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

3.1 Subd. 2. **Higher Education Asset Preservation**
3.2 **and Replacement (HEAPR)** 35,000,000

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

3.5 Subd. 3. **Itasca Biological Station**

3.6 **Itasca Facility Improvements** 4,060,000

3.7 To design, construct, and equip a new
3.8 biological lab/classroom facility and
3.9 renovate the classroom in the lakeside
3.10 laboratory at the University of Minnesota
3.11 facility in Itasca State Park.

3.12 Subd. 4. **University Share**

3.13 Except for Higher Education Asset
3.14 Preservation and Replacement (HEAPR)
3.15 under subdivision 2, the appropriations in this
3.16 section are intended to cover approximately
3.17 two-thirds of the cost of each project. The
3.18 remaining costs must be paid from university
3.19 sources.

3.20 Subd. 5. **Unspent Appropriations**

3.21 Upon substantial completion of a project
3.22 authorized in this section and after written
3.23 notice to the commissioner of management
3.24 and budget, the Board of Regents must use
3.25 any money remaining in the appropriation
3.26 for that project for HEAPR under Minnesota
3.27 Statutes, section 135A.046. The Board
3.28 of Regents must report by February 1 of
3.29 each even-numbered year to the chairs of
3.30 the house of representatives and senate
3.31 committees with jurisdiction over capital
3.32 investment and higher education finance, and
3.33 to the chairs of the house of representatives
3.34 Ways and Means Committee and the senate

4.1 Finance Committee, on how the remaining
4.2 money has been allocated or spent.

4.3 Sec. 3. MINNESOTA STATE COLLEGES
4.4 AND UNIVERSITIES

4.5 Subdivision 1. Total Appropriation \$ 127,028,000

4.6 To the Board of Trustees of the Minnesota
4.7 State Colleges and Universities for the
4.8 purposes specified in this section.

4.9 Subd. 2. Higher Education Asset Preservation
4.10 and Replacement (HEAPR) 32,000,000

4.11 For the purposes specified in Minnesota
4.12 Statutes, section 135A.046, including safety
4.13 and statutory compliance, building envelope
4.14 integrity, mechanical systems, and space
4.15 restoration.

4.16 Subd. 3. Anoka-Ramsey Community College,
4.17 Coon Rapids

4.18 Bioscience and Allied Health Addition and
4.19 Renovation 980,000

4.20 To complete design for the construction of a
4.21 Bioscience and Allied Health addition and to
4.22 design, renovate, and equip classrooms and
4.23 related space.

4.24 Subd. 4. Century College

4.25 Classroom Addition 5,000,000

4.26 To complete design of and to construct,
4.27 renovate, furnish, and equip classrooms and
4.28 related spaces.

4.29 Subd. 5. Dakota County Technical College

4.30 Transportation and Emerging Technologies
4.31 Lab Renovation 7,230,000

4.32 To complete design of and to renovate,
4.33 furnish, and equip transportation and

5.1	<u>emerging technologies classrooms,</u>	
5.2	<u>laboratories, and related spaces.</u>	
5.3	<u>Subd. 6. Minneapolis Community and</u>	
5.4	<u>Technical College</u>	
5.5	<u>Workforce Program Renovation</u>	<u>13,389,000</u>
5.6	<u>To complete design of and to renovate,</u>	
5.7	<u>furnish, and equip instructional space,</u>	
5.8	<u>support space, and infrastructure for</u>	
5.9	<u>workforce programs.</u>	
5.10	<u>Subd. 7. North Hennepin Community College</u>	
5.11	<u>Bioscience and Health Careers Addition</u>	<u>26,292,000</u>
5.12	<u>To complete design of and to construct,</u>	
5.13	<u>furnish, and equip Bioscience and Health</u>	
5.14	<u>Careers laboratories, classrooms, and related</u>	
5.15	<u>spaces.</u>	
5.16	<u>Subd. 8. Northland Community and Technical</u>	
5.17	<u>College</u>	
5.18	<u>Aviation Maintenance Facility Expansion</u>	<u>300,000</u>
5.19	<u>To design the expansion and renovation of the</u>	
5.20	<u>aviation maintenance facilities at Northland</u>	
5.21	<u>Community and Technical College.</u>	
5.22	<u>Subd. 9. Ridgewater College, Willmar</u>	
5.23	<u>Technical Instruction Lab Renovation</u>	<u>13,851,000</u>
5.24	<u>To design, renovate, furnish, and equip</u>	
5.25	<u>classroom, student service, instructional</u>	
5.26	<u>lab, and related spaces and to demolish the</u>	
5.27	<u>Administration Building.</u>	
5.28	<u>Subd. 10. Minnesota State University, Mankato</u>	<u>2,065,000</u>
5.29	<u>To design a clinical science building at</u>	
5.30	<u>Minnesota State University, Mankato.</u>	
5.31	<u>Subd. 11. St. Cloud Technical and Community</u>	
5.32	<u>College</u>	<u>4,000,000</u>

6.1	<u>To complete design, construct, renovate,</u>	
6.2	<u>furnish, equip, and demolish space for the</u>	
6.3	<u>medium heavy truck and autobody program</u>	
6.4	<u>on the St. Cloud Technical and Community</u>	
6.5	<u>College campus.</u>	
6.6	<u>Subd. 12. St. Paul College</u>	
6.7	<u>Health and Science Alliance Center</u>	<u>1,500,000</u>
6.8	<u>To design the Health and Science Alliance</u>	
6.9	<u>Center addition and design, renovate, furnish,</u>	
6.10	<u>and equip, existing health spaces.</u>	
6.11	<u>Subd. 13. Minnesota West Community and</u>	
6.12	<u>Technical College, Worthington</u>	
6.13	<u>Renovation and Addition</u>	<u>4,606,000</u>
6.14	<u>To renovate, furnish, and equip existing</u>	
6.15	<u>classroom and lab spaces and to design,</u>	
6.16	<u>construct, furnish, and equip a classroom,</u>	
6.17	<u>lab, and entryway addition, and replace</u>	
6.18	<u>HVAC systems.</u>	
6.19	<u>Subd. 14. South Central College, Faribault</u>	
6.20	<u>Classroom Renovation and Addition</u>	<u>13,315,000</u>
6.21	<u>To complete design of and to renovate,</u>	
6.22	<u>construct, furnish, and equip classrooms, a</u>	
6.23	<u>learning resource center, and related spaces,</u>	
6.24	<u>and laboratories.</u>	
6.25	<u>Subd. 15. Southwest Minnesota State</u>	
6.26	<u>University, Marshall</u>	
6.27	<u>Science Lab Renovation</u>	<u>500,000</u>
6.28	<u>To complete design for renovation of the</u>	
6.29	<u>Science and Math building and classroom</u>	
6.30	<u>spaces and an addition to the Plant Science</u>	
6.31	<u>building.</u>	
6.32	<u>Subd. 16. Science, Technology, Engineering,</u>	
6.33	<u>and Math Initiatives</u>	<u>2,000,000</u>

7.1 To design, renovate, furnish, and equip
7.2 science laboratories at campuses statewide.
7.3 Campuses may use internal and nonstate
7.4 funds to increase the size of the projects. This
7.5 appropriation may be used at the following
7.6 campuses: Bemidji State University; Century
7.7 College; Inver Hills Community College;
7.8 Minnesota State Community and Technical
7.9 College, Moorhead; Minnesota State
7.10 University, Moorhead; Hibbing Community
7.11 College; Itasca Community College; Mesabi
7.12 Range Community and Technical College,
7.13 Eveleth; and Pine Technical College.

7.14 Subd. 17. **Debt Service**

7.15 (a) The Board of Trustees shall pay the
7.16 debt service on one-third of the principal
7.17 amount of state bonds sold to finance
7.18 projects authorized by this section, except
7.19 for higher education asset preservation
7.20 and replacement, and except that, where a
7.21 nonstate match is required, the debt service is
7.22 due on a principal amount equal to one-third
7.23 of the total project cost, less the match
7.24 committed before the bonds are sold. After
7.25 each sale of general obligation bonds, the
7.26 commissioner of management and budget
7.27 shall notify the board of the amounts assessed
7.28 for each year for the life of the bonds.

7.29 (b) The commissioner of management and
7.30 budget shall reduce the board's assessment
7.31 each year by one-third of the net income
7.32 from investment of general obligation bond
7.33 proceeds in proportion to the amount of
7.34 principal and interest otherwise required to
7.35 be paid by the board. The board shall pay its

8.1 resulting net assessment to the commissioner
8.2 of management and budget by December
8.3 1 each year. If the board fails to make
8.4 a payment when due, the commissioner
8.5 of management and budget shall reduce
8.6 allotments for appropriations from the
8.7 general fund otherwise available to the board
8.8 and apply the amount of the reduction to
8.9 cover the missed debt service payment. The
8.10 commissioner of management and budget
8.11 shall credit the payments received from the
8.12 board to the bond debt service account in
8.13 the state bond fund each December 1 before
8.14 money is transferred from the general fund
8.15 under Minnesota Statutes, section 16A.641,
8.16 subdivision 10.

8.17 **Subd. 18. Unspent Appropriations**

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

9.1 (b) The unspent portion of an appropriation
9.2 for a project in this section that is complete
9.3 is available for Higher Education Asset
9.4 Preservation and Replacement (HEAPR)
9.5 under this subdivision at the same campus
9.6 as the project for which the original
9.7 appropriation was made, and the debt
9.8 service requirement under subdivision 16 is
9.9 reduced accordingly. Minnesota Statutes,
9.10 section 16A.642, applies from the date of the
9.11 original appropriation to the unspent amount
9.12 transferred.

9.13 Sec. 4. **DEPARTMENT OF EDUCATION** **\$** **1,000,000**

9.14 To the commissioner of education for library
9.15 accessibility and improvement grants under
9.16 Minnesota Statutes, section 134.45.

9.17 Sec. 5. **MINNESOTA STATE ACADEMIES** **\$** **1,000,000**

9.18 To the commissioner of administration for
9.19 asset preservation on both campuses of the
9.20 academies, to be spent in accordance with
9.21 Minnesota Statutes, section 16B.307.

9.22 Sec. 6. **PERPICH CENTER FOR ARTS**
9.23 **EDUCATION**

9.24 **Subdivision 1. Total Appropriation** **\$** **263,000**

9.25 To the commissioner of administration for
9.26 the purposes specified in this section.

9.27 **Subd. 2. Loading Dock Repair** **64,000**

9.28 To complete design of and repair the loading
9.29 dock and dock steps.

9.30 **Subd. 3. Road Repair** **99,000**

9.31 To complete design and repair roadway.

9.32 **Subd. 4. Storm Drainage** **100,000**

10.1 To complete design of and install storm
10.2 drainage on the northwest corner of campus.

10.3 Sec. 7. DEPARTMENT OF NATURAL
10.4 RESOURCES

10.5 Subdivision 1. Total Appropriation \$ 56,000,000

10.6 To the commissioner of natural resources
10.7 for the purposes specified in this section.

10.8 The appropriations in this section are
10.9 subject to the requirements of the natural
10.10 resources capital improvement program
10.11 under Minnesota Statutes, section 86A.12,
10.12 unless this section or the statutes referred
10.13 to in this section provide more specific
10.14 standards, criteria, or priorities for projects
10.15 than Minnesota Statutes, section 86A.12.

10.16 Subd. 2. Natural Resources Asset Preservation 3,000,000

10.17 For the renovation of state-owned facilities
10.18 and recreational assets operated by the
10.19 commissioner of natural resources, to be
10.20 spent in accordance with Minnesota Statutes,
10.21 section 84.946. The commissioner may
10.22 use this appropriation to replace buildings
10.23 if that is the most effective and the most
10.24 energy-efficient and carbon-reducing method
10.25 of renovation.

10.26 Subd. 3. Flood Hazard Mitigation Grants 30,000,000

10.27 For the state share of flood hazard
10.28 mitigation grants for publicly owned capital
10.29 improvements to prevent or alleviate flood
10.30 damage under Minnesota Statutes, section
10.31 103F.161.

10.32 Levee projects, to the extent practicable,
10.33 shall meet the state standard of three feet
10.34 above the 100-year flood elevation.

11.1 Project priorities shall be determined by the
11.2 commissioner as appropriate, based on need.

11.3 This appropriation includes money for the
11.4 following county and municipal projects
11.5 as prioritized by the commissioner: Ada,
11.6 Afton, Alvarado, Argyle, Austin, Benson,
11.7 Borup, Breckenridge, Brownton, Climax,
11.8 Crookston, Delano, Douglas County, Felton,
11.9 Georgetown, Granite Falls, Halstad, Inver
11.10 Grove Heights, Melrose, Montevideo,
11.11 Moorhead, Newport, Nielsville, Oakport
11.12 Township, Oslo, Roseau, Rushford, St.
11.13 Vincent, and Shelly.

11.14 This appropriation includes money for the
11.15 following watershed projects: Brandt-Angus,
11.16 Middle Snake Tamarac Watershed District;
11.17 Hay Creek-Norlund, Roseau Watershed
11.18 District; Lake Zumbro Watershed District;
11.19 North Ottawa, Bois de Sioux Watershed
11.20 District; Redpath, Bois de Sioux Watershed
11.21 District; Roseau Wildlife Management Area,
11.22 Roseau River Watershed District; Shell Rock
11.23 Watershed District; Springbrook, Two Rivers
11.24 Watershed District; Thief River Falls, Red
11.25 Lake Watershed District; and Upper Becker,
11.26 Wild Rice Watershed District.

11.27 For any project listed in this subdivision
11.28 that the commissioner determines is not
11.29 ready to proceed or does not expend all the
11.30 money allocated to it, the commissioner may
11.31 allocate that project's money to a project on
11.32 the commissioner's priority list.

11.33 To the extent that the cost of a project
11.34 exceeds two percent of the median household
11.35 income in the municipality multiplied by the

12.1 number of households in the municipality,
12.2 this appropriation is also for the local share
12.3 of the project.

12.4 **Subd. 4. Water Access Renewal/Aquatic**
12.5 **Invasive Species Control**

6,000,000

12.6 (a) To design and construct an Asian carp
12.7 deterrent barrier to control the spread of
12.8 Asian carp and to accelerate the renewal
12.9 and rehabilitation of public water access
12.10 site facilities to provide for aquatic
12.11 invasive species management, including the
12.12 installation of decontamination stations.

12.13 (b) Of this appropriation, \$1,000,000 is
12.14 to the Board of Regents of the University
12.15 of Minnesota to develop and implement
12.16 an Aquatic Invasive Species Cooperative
12.17 Research Center. As a condition of
12.18 receiving this appropriation, the University
12.19 of Minnesota is requested to collaborate
12.20 with the commissioner of natural resources
12.21 in developing solutions to control aquatic
12.22 invasive species. Money appropriated
12.23 in this subdivision may not be spent on
12.24 activities unless they are directly related
12.25 to and necessary for the purposes of this
12.26 subdivision. Money appropriated in this
12.27 subdivision must not be spent on indirect
12.28 costs or other institutional overhead charges
12.29 that are not directly related to and necessary
12.30 for the purposes of this subdivision. This is a
12.31 onetime appropriation and is available until
12.32 June 30, 2014.

12.33 **Subd. 5. State Forest Land Restoration**

2,000,000

12.34 To increase reforestation activities to meet
12.35 the reforestation requirements of Minnesota

- 13.1 Statutes, section 89.002, subdivision 2,
13.2 including planting, seeding, site preparation,
13.3 and for timber stand improvement.
- 13.4 **Subd. 6. Parks and Trails Renewal and**
13.5 **Development** 5,000,000
- 13.6 For renewal, modification, replacement, or
13.7 development of buildings and recreational
13.8 infrastructure in state parks, state recreation
13.9 areas, state trails, small craft harbors/marinas,
13.10 fishing pier sites, and state forests. This
13.11 appropriation is for the following trails:
- 13.12 (1) Luce Line Trail;
13.13 (2) Whitewater Country Trail Loop;
13.14 (3) Camp Ripley Trail;
13.15 (4) Stagecoach Trail; and
13.16 (5) Shooting Star Trail.
- 13.17 For any project listed in this subdivision
13.18 that the commissioner determines that is not
13.19 ready to proceed, the commissioner may
13.20 allocate that project's money to another state
13.21 trail project. The commissioner must notify
13.22 the chairs of the house of representatives
13.23 and senate committees with jurisdiction
13.24 over environment and natural resources
13.25 and legislators from the affected legislative
13.26 districts of any changes.
- 13.27 **Subd. 7. Lake Zumbro** 4,000,000
- 13.28 For a grant to the Lake Zumbro Joint Powers
13.29 Board for the removal of sedimentation in
13.30 Lake Zumbro, including final engineering,
13.31 dredging, and dredged soil disposal from
13.32 the sites identified in the Preliminary
13.33 Engineering Report for Dredging Lake
13.34 Zumbro. This project is designed to improve

14.1 the recreational economy, water quality,
14.2 and habitat, and increase water storage
14.3 capacity within the lake to achieve renewable
14.4 energy goals by optimizing long-term
14.5 hydroelectric operations. This appropriation
14.6 is not available until the commissioner of
14.7 management and budget has determined that
14.8 at least \$2,000,000 has been committed to
14.9 the project from nonstate sources.

14.10 **Subd. 8. Lake Vermillion State Park** 5,000,000

14.11 For the development of Lake Vermillion
14.12 State Park, established under Minnesota
14.13 Statutes, section 85.012, subdivision 38a.

14.14 **Subd. 9. National Trout Learning Center,** 1,000,000
14.15 **Preston**

14.16 For a grant to the city of Preston to acquire
14.17 land for and to predesign, design, construct,
14.18 furnish, and equip the National Trout
14.19 Learning Center. The city may enter into
14.20 a lease and management agreement for the
14.21 center, as provided in Minnesota Statutes,
14.22 section 16A.695.

14.23 **Subd. 10. Unspent Appropriations**

14.24 The unspent portion of an appropriation,
14.25 but not to exceed ten percent of the
14.26 appropriation, for a project in this section
14.27 that is complete, other than an appropriation
14.28 for flood hazard mitigation, upon written
14.29 notice to the commissioner of management
14.30 and budget, is available for asset preservation
14.31 under Minnesota Statutes, section 84.946.
14.32 Minnesota Statutes, section 16A.642, applies
14.33 from the date of the original appropriation
14.34 to the unspent amount transferred for asset
14.35 preservation.

15.1	Sec. 8. <u>POLLUTION CONTROL AGENCY</u>		
15.2	<u>Subdivision 1. Total Appropriation</u>	\$	<u>5,256,000</u>
15.3	<u>To the Pollution Control Agency for the</u>		
15.4	<u>purposes specified in this section.</u>		
15.5	<u>Subd. 2. Closed Landfill Program</u>		<u>3,000,000</u>
15.6	<u>To design and construct remedial systems</u>		
15.7	<u>and acquire land at landfills throughout the</u>		
15.8	<u>state in accordance with the closed landfill</u>		
15.9	<u>program under Minnesota Statutes, sections</u>		
15.10	<u>115B.39 to 115B.42.</u>		
15.11	<u>Subd. 3. Capital Assistance Program</u>		<u>2,256,000</u>
15.12	<u>For a grant under Minnesota Statutes, section</u>		
15.13	<u>115A.54, to Renville County to construct a</u>		
15.14	<u>waste transfer facility.</u>		
15.15	Sec. 9. <u>BOARD OF WATER AND SOIL</u>		
15.16	<u>RESOURCES</u>		
15.17	<u>Subdivision 1. Total Appropriation</u>	\$	<u>12,000,000</u>
15.18	<u>The amounts that may be spent for each</u>		
15.19	<u>purpose are specified in the following</u>		
15.20	<u>subdivisions.</u>		
15.21	<u>Subd. 2. RIM Conservation Reserve</u>		<u>6,000,000</u>
15.22	<u>(a) To acquire conservation easements from</u>		
15.23	<u>landowners to preserve, restore, create, and</u>		
15.24	<u>enhance wetlands; restore and enhance rivers</u>		
15.25	<u>and streams, riparian lands, and associated</u>		
15.26	<u>uplands in order to protect soil and water</u>		
15.27	<u>quality; support fish and wildlife habitat;</u>		
15.28	<u>reduce flood damage; and provide other</u>		
15.29	<u>public benefits. The provisions of Minnesota</u>		
15.30	<u>Statutes, section 103F.515, apply to this</u>		
15.31	<u>program. Of this appropriation, up to ten</u>		
15.32	<u>percent may be used to implement the</u>		
15.33	<u>program.</u>		

16.1 (b) The board is authorized to enter into
16.2 new agreements and amend past agreements
16.3 with landowners as required by Minnesota
16.4 Statutes, section 103F.515, subdivision 5, to
16.5 allow for restoration, including overseeding
16.6 and harvesting of native prairie vegetation for
16.7 use for energy production in a manner that
16.8 does not devalue the natural habitat, water
16.9 quality benefits, or carbon sequestration
16.10 functions of the area enrolled in the easement.
16.11 This shall occur after seed production and
16.12 minimize impacts on wildlife. Of this
16.13 appropriation, up to five percent may be used
16.14 for restoration, including overseeding.

16.15 **Subd. 3. Wetland Replacement Due to Public**
16.16 **Road Projects**

6,000,000

16.17 To acquire land for wetland restoration or
16.18 preservation to replace wetlands drained
16.19 or filled as a result of the repair or
16.20 reconstruction, replacement, or rehabilitation
16.21 of existing public roads as required by
16.22 Minnesota Statutes, section 103G.222,
16.23 subdivision 1, paragraphs (l) and (m).

16.24 The provisions of Minnesota Statutes, section
16.25 103F.515, apply to this appropriation, except
16.26 that the board may establish alternative
16.27 payment rates for easements and practices
16.28 to establish restored native prairies, as
16.29 defined in Minnesota Statutes, section 84.02,
16.30 subdivision 5, and to protect uplands.

16.31 The purchase price paid for acquisition
16.32 of land, fee, or perpetual easement must
16.33 be the fair market value as determined
16.34 by the board. The board may enter into
16.35 agreements with the federal government,
16.36 other state agencies, political subdivisions,

17.1 and nonprofit organizations or fee owners to
17.2 acquire land and restore and create wetlands
17.3 and to acquire existing wetland banking
17.4 credits. Acquisition of or the conveyance
17.5 of land may be in the name of the political
17.6 subdivision.

17.7 Sec. 10. AGRICULTURE \$ 706,000

17.8 To the commissioner of administration for
17.9 design and installation of an emergency
17.10 power system for the shared Agriculture and
17.11 Health Lab Building.

17.12 Sec. 11. RURAL FINANCE AUTHORITY \$ 33,000,000

17.13 For the purposes set forth in the Minnesota
17.14 Constitution, article XI, section 5, paragraph
17.15 (h), to the Rural Finance Authority to
17.16 purchase participation interests in or to
17.17 make direct agricultural loans to farmers
17.18 under Minnesota Statutes, chapter 41B.
17.19 This appropriation is for the beginning
17.20 farmer program under Minnesota Statutes,
17.21 section 41B.039; the loan restructuring
17.22 program under Minnesota Statutes, section
17.23 41B.04; the seller-sponsored program under
17.24 Minnesota Statutes, section 41B.042; the
17.25 agricultural improvement loan program
17.26 under Minnesota Statutes, section 41B.043;
17.27 and the livestock expansion loan program
17.28 under Minnesota Statutes, section 41B.045.
17.29 All debt service on bond proceeds used to
17.30 finance this appropriation must be repaid
17.31 by the Rural Finance Authority under
17.32 Minnesota Statutes, section 16A.643. Loan
17.33 participations must be priced to provide full
17.34 interest and principal coverage and a reserve

18.1 for potential losses. Priority for loans must
18.2 be given first to basic beginning farmer loans,
18.3 second to seller-sponsored loans, and third to
18.4 agricultural improvement loans.

18.5 Sec. 12. **MINNESOTA ZOOLOGICAL**
18.6 **GARDEN** **\$** **7,000,000**

18.7 To the Minnesota Zoological Garden for
18.8 capital asset preservation and betterments to
18.9 infrastructure and exhibits at the Minnesota
18.10 Zoo to be spent in accordance with Minnesota
18.11 Statutes, section 16B.307. This appropriation
18.12 includes money to rehabilitate the saltwater
18.13 dolphin tank and exhibit in Discovery Bay.

18.14 Sec. 13. **ADMINISTRATION**

18.15 **Subdivision 1. Total Appropriation** **\$** **35,867,000**

18.16 To the commissioner of administration for
18.17 the purposes specified in this section.

18.18 **Subd. 2. Bemidji Regional Public Television**
18.19 **Station** **3,000,000**

18.20 For a grant to the city of Bemidji to construct,
18.21 furnish, and equip a regional public
18.22 television station in the city of Bemidji.
18.23 This appropriation is not available until the
18.24 commissioner determines that a 25 percent
18.25 match has been committed to the project
18.26 from nonstate sources.

18.27 **Subd. 3. Potter Auditorium Remodeling -**
18.28 **Chatfield** **2,200,000**

18.29 For a grant to the Chatfield economic
18.30 development authority to predesign, design,
18.31 renovate, construct, furnish, and equip the
18.32 Chatfield Center for the Arts in the city of
18.33 Chatfield. The center includes the George
18.34 H. Potter auditorium, the adjacent 1916

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19.1 school building, and the land surrounding
19.2 the structures owned by the economic
19.3 development authority. Money, land and
19.4 buildings, and in-kind contributions provided
19.5 to the center before the enactment of this
19.6 section are considered to be sufficient local
19.7 match, and no further local match is required.

19.8 **Subd. 4. Red Wing Sheldon Theatre** 612,000

19.9 For a grant to the city of Red Wing to design,
19.10 construct, furnish, and equip the renovation
19.11 of the Sheldon Theatre. This appropriation
19.12 is available when the commissioner of
19.13 management and budget determines that at
19.14 least an equal amount has been committed to
19.15 the project from nonstate sources.

19.16 **Subd. 5. State Capitol Restoration** 25,000,000

19.17 To repair and restore the exterior of the State
19.18 Capitol to insure the integrity and structural
19.19 soundness of the building. This appropriation
19.20 may include exterior renovations, but must
19.21 not be used for furnishings, equipment,
19.22 or renovations unrelated to the building's
19.23 structural integrity and soundness.

19.24 **Subd. 6. Peace Officers Memorial** 55,000

19.25 For restoration of the Peace Officers
19.26 Memorial on the Capitol grounds.

19.27 **Subd. 7. Washburn Center for Children** 5,000,000

19.28 For a grant to Hennepin County to acquire
19.29 and prepare a site for and to predesign,
19.30 design, construct, furnish, and equip a new
19.31 Washburn Center for Children that will be
19.32 used to provide mental health services to
19.33 children. The county is authorized to take
19.34 actions and enter into agreements needed

20.1 to perform the functions set forth in this
20.2 section, and the agreements may include
20.3 provisions and conditions that the county
20.4 negotiates. The county may enter into a
20.5 lease or management contract for the new
20.6 center with a nonprofit entity. The lease or
20.7 management contract must comply with the
20.8 requirements of Minnesota Statutes, section
20.9 16A.695. This appropriation is not available
20.10 until the commissioner has determined that
20.11 at least an equal amount has been committed
20.12 or expended from nonstate resources.

20.13 Sec. 14. **AMATEUR SPORTS** **\$ 375,000**

20.14 To the Minnesota Amateur Sports
20.15 Commission to replace HVAC heating and
20.16 cooling units in the Indoor Sports Hall at the
20.17 National Sports Center in Blaine.

20.18 Sec. 15. **MILITARY AFFAIRS**

20.19 **Subdivision 1. Total Appropriation** **\$ 25,000,000**

20.20 To the adjutant general for the purposes
20.21 specified in this section.

20.22 **Subd. 2. Asset Preservation** **5,500,000**

20.23 For asset preservation improvements and
20.24 betterments of a capital nature at military
20.25 affairs facilities statewide, to be spent in
20.26 accordance with Minnesota Statutes, section
20.27 16B.307.

20.28 **Subd. 3. Camp Ripley Education Center**
20.29 **Addition** **19,500,000**

20.30 To complete the construction, furnishing, and
20.31 equipping of an addition to the Camp Ripley
20.32 Education Center (Building #6-76). The

21.1 addition will include lodging, classroom, and
21.2 dining facilities.

21.3 **Subd. 4. Unspent Appropriations**

21.4 The unspent portion of an appropriation for
21.5 a project in this section that is complete,
21.6 upon written notice to the commissioner of
21.7 management and budget, is available for
21.8 asset preservation under Minnesota Statutes,
21.9 section 16B.307. Minnesota Statutes, section
21.10 16A.642, applies from the date of the
21.11 original appropriation to the unspent amount
21.12 transferred.

21.13 **Sec. 16. PUBLIC SAFETY**

21.14 **Subdivision 1. Total Appropriation** **\$ 4,037,000**

21.15 To the commissioner of public safety for the
21.16 purposes specified in this section.

21.17 **Subd. 2. Arrowhead Regional Corrections**
21.18 **Board** **737,000**

21.19 For a grant to the Arrowhead Regional
21.20 Corrections Board for facility improvements
21.21 of a capital nature at the Northeast Regional
21.22 Correctional Center (NERCC) in Saginaw.
21.23 This appropriation is not available until the
21.24 commissioner has determined that at least
21.25 an equal amount has been committed from
21.26 nonstate sources.

21.27 **Subd. 3. Princeton Public Safety Building** **3,300,000**

21.28 For a grant to the city of Princeton to acquire
21.29 land, predesign, design, construct, and equip
21.30 a public safety building to be located in
21.31 Princeton for use as a headquarters for
21.32 police, fire, and emergency operations and
21.33 as a relocation and decontamination site in
21.34 the event of an accident at the Monticello

22.1 Nuclear Power Plant. This appropriation
22.2 is not available until the commissioner
22.3 determines that at least an equal amount
22.4 is committed to the project from nonstate
22.5 sources.

22.6 Sec. 17. **TRANSPORTATION**

22.7 **Subdivision 1. Total Appropriation** § **43,500,000**

22.8 This appropriation is to the commissioner of
22.9 transportation for the purposes specified in
22.10 this section.

22.11 **Subd. 2. Local Bridge Replacement and**
22.12 **Rehabilitation** **20,000,000**

22.13 This appropriation is from the bond proceeds
22.14 account in the state transportation fund
22.15 to match federal money and to replace
22.16 or rehabilitate local deficient bridges as
22.17 provided in Minnesota Statutes, section
22.18 174.50. To the extent practicable, the
22.19 commissioner shall expend the funds as
22.20 provided under Minnesota Statutes, section
22.21 174.50, subdivisions 6c and 7, paragraph (c).

22.22 Political subdivisions may use grants made
22.23 under this subdivision to construct or
22.24 reconstruct bridges, including but not limited
22.25 to:

22.26 (1) matching federal aid grants to construct
22.27 or reconstruct key bridges;

22.28 (2) paying the costs of preliminary
22.29 engineering and environmental studies
22.30 authorized under Minnesota Statutes, section
22.31 174.50, subdivision 6a;

22.32 (3) paying the costs to abandon an existing
22.33 bridge that is deficient and in need of

23.1 replacement, but where no replacement will
23.2 be made;
23.3 (4) paying the costs to construct a road
23.4 or street to facilitate the abandonment
23.5 of an existing bridge determined by
23.6 the commissioner to be deficient, if the
23.7 commissioner determines that construction
23.8 of the road or street is more economical than
23.9 replacement of the existing bridge; and
23.10 (5) design and construction of a four-lane
23.11 bridge over the flood plain of the Minnesota
23.12 River between Carver and Scott Counties
23.13 along the alignment of old Trunk Highway
23.14 101. This appropriation must be disbursed
23.15 when the commissioner of transportation
23.16 certifies that the estimated cost of the project
23.17 in excess of the amount designated for this
23.18 project is assured by funds appropriated to
23.19 the agency and obligated for this bridge
23.20 project.

23.21 **Subd. 3. Local Road Improvement Fund**
23.22 **Grants**

14,200,000

23.23 From the bond proceeds account in the state
23.24 transportation fund as provided in Minnesota
23.25 Statutes, section 174.50:
23.26 (1) for construction and reconstruction
23.27 of local roads with statewide or regional
23.28 significance under Minnesota Statutes,
23.29 section 174.52, subdivision 4, or for grants to
23.30 counties to assist in paying the costs of rural
23.31 road safety capital improvement projects on
23.32 county state-aid highways under Minnesota
23.33 Statutes, section 174.52, subdivision 4a; and
23.34 (2) up to \$10,000,000 for design and
23.35 construction of a four-lane bridge over

24.1 the flood plain of the Minnesota River
24.2 between Carver and Scott Counties along
24.3 the alignment of old Trunk Highway 101
24.4 from the north end of bridge number 70002
24.5 over the Minnesota River on Scott County
24.6 State Aid Highway 101 to the intersection of
24.7 Minnesota Trunk Highway 101 and Flying
24.8 Cloud Drive in the city of Chanhassen.

24.9 This appropriation is available when the
24.10 commissioner has determined that an amount
24.11 equal to the estimated cost of the project in
24.12 excess of the amount appropriated in this
24.13 clause has been committed to the project.

24.14 **Subd. 4. Railroad Warning Devices**
24.15 **Replacement**

2,500,000

24.16 To design, construct, and equip the
24.17 replacement of active highway rail grade
24.18 crossing warning safety devices that have
24.19 reached the end of their useful life.

24.20 **Subd. 5. Greater Minnesota Transit**

4,000,000

24.21 For capital assistance for publicly owned
24.22 greater Minnesota transit systems to be used
24.23 to design, construct, and equip transit capital
24.24 facilities under Minnesota Statutes, section
24.25 174.24, subdivision 3c. This appropriation
24.26 includes funding for the following projects:
24.27 to design, remodel, and equip the former
24.28 MnDOT district office in Mankato into
24.29 a bus maintenance and storage facility;
24.30 design, construct, and equip a multimodal
24.31 transportation terminal in Duluth; and design,
24.32 construct, and equip an operations center
24.33 office and additional vehicle storage in St.
24.34 Cloud.

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25.1 Money from this appropriation may be used
25.2 to pay up to 80 percent of the nonfederal
25.3 share of these facilities.

25.4 **Subd. 6. Malone Island Bridge** 800,000

25.5 For a grant to the city of Isle for demolition
25.6 and construction necessary to replace
25.7 the Malone Island Bridge, including the
25.8 replacement of accompanying water and
25.9 sewer lines.

25.10 **Subd. 7. Port Development Assistance** 2,000,000

25.11 For grants under Minnesota Statutes, chapter
25.12 457A.

25.13 **Sec. 18. METROPOLITAN COUNCIL**

25.14 **Subdivision 1. Total Appropriation** **\$ 12,850,000**

25.15 To the Metropolitan Council for the purposes
25.16 specified in this section.

25.17 **Subd. 2. Municipal Wastewater Systems** 5,000,000

25.18 For grants to cities within the metropolitan
25.19 area, as defined in Minnesota Statutes,
25.20 section 473.121, subdivision 2, for capital
25.21 improvements in municipal wastewater
25.22 collection systems to reduce the amount of
25.23 inflow and infiltration to the Metropolitan
25.24 Council's metropolitan sanitary sewer
25.25 disposal system. To be eligible for a grant, a
25.26 city must be identified by the Metropolitan
25.27 Council as a contributor of excessive
25.28 inflow or infiltration. Grants from this
25.29 appropriation are for up to 50 percent of the
25.30 cost to mitigate inflow and infiltration in
25.31 the publicly owned municipal wastewater
25.32 collection systems. The council must
25.33 award grants based on applications from

- 26.1 eligible cities that identify eligible capital
26.2 costs and include a timeline for inflow and
26.3 infiltration mitigation construction, pursuant
26.4 to guidelines established by the council.
- 26.5 **Subd. 3. Maplewood; Land Acquisition for**
26.6 **Fish Creek Natural Greenway** 100,000
- 26.7 For a grant to the city of Maplewood to
26.8 acquire approximately 70 acres of land along
26.9 Fish Creek to be included within the Fish
26.10 Creek Natural Greenway, a park of regional
26.11 and historical significance located in Ramsey
26.12 County within the Mississippi National River
26.13 and Recreation Area. This appropriation is
26.14 not available until an amount sufficient to
26.15 complete the acquisition is committed to the
26.16 project from nonstate sources.
- 26.17 **Subd. 4. Metropolitan Regional Parks Capital**
26.18 **Improvements** 1,000,000
- 26.19 For the cost of improvements and betterments
26.20 of a capital nature and acquisition by the
26.21 council and local government units of
26.22 regional recreational open-space lands in
26.23 accordance with the council's policy plan
26.24 as provided in Minnesota Statutes, section
26.25 473.147. This appropriation must not be
26.26 used to purchase easements.
- 26.27 **Subd. 5. Phillips Community Center** 1,750,000
- 26.28 For a grant to the Minneapolis Park and
26.29 Recreation Board to predesign, design,
26.30 engineer, reconstruct, renovate, furnish,
26.31 and equip the Phillips Community Center
26.32 indoor competitive swimming pool and to
26.33 predesign, design, engineer, and construct
26.34 an additional indoor multipurpose family
26.35 pool and facilities associated with an aquatic

27.1 center in the community center, subject to
27.2 Minnesota Statutes, section 16A.695.

27.3 This appropriation is not available until
27.4 the commissioner determines that at least
27.5 \$350,000 is committed from the youth sports
27.6 account in the Minnesota Twins Stadium
27.7 funding, under Laws 2006, chapter 257.

27.8 Subd. 6. **Minneapolis Transportation**
27.9 **Interchange** 5,000,000

27.10 For a grant to the Hennepin County Regional
27.11 Railroad Authority for environmental
27.12 analysis, engineering, design, acquisition of
27.13 real property or interests in real property,
27.14 site preparation for, and construction of the
27.15 Minneapolis Transportation Interchange
27.16 Facility located in the vicinity of the
27.17 confluence of the Hiawatha Light Rail
27.18 Transit line and the Northstar Commuter Rail
27.19 line.

27.20 Sec. 19. **HUMAN SERVICES** \$ 2,500,000

27.21 To the commissioner of administration
27.22 for asset preservation improvements and
27.23 betterments of a capital nature at Department
27.24 of Human Services facilities statewide, to be
27.25 spent in accordance with Minnesota Statutes,
27.26 section 16B.307.

27.27 Sec. 20. **VETERANS AFFAIRS**

27.28 Subdivision 1. **Total Appropriation** \$ 29,816,000

27.29 To the commissioner of administration
27.30 for the purposes specified in this section.
27.31 The commissioner must allocate money
27.32 appropriated in this section so as to maximize
27.33 the use of all available federal funding.

28.1	<u>Subd. 2. Asset Preservation</u>	<u>3,000,000</u>
28.2	<u>For asset preservation improvements and</u>	
28.3	<u>betterments of a capital nature at veterans</u>	
28.4	<u>homes and cemeteries statewide, to be spent</u>	
28.5	<u>in accordance with Minnesota Statutes,</u>	
28.6	<u>section 16B.307.</u>	
28.7	<u>Subd. 3. Minneapolis Veterans Home Building</u>	
28.8	<u>17 South</u>	<u>25,420,000</u>
28.9	<u>To complete design for, perform hazardous</u>	
28.10	<u>materials abatement, and demolish the south</u>	
28.11	<u>wing of building 17, which includes the</u>	
28.12	<u>adjoined buildings 15 and 18, and design,</u>	
28.13	<u>reconstruct, and furnish the new south wing</u>	
28.14	<u>of building 17 as a new skilled nursing</u>	
28.15	<u>building, construct a new distribution/service</u>	
28.16	<u>tunnel to serve buildings 17 north, 9, 6, and</u>	
28.17	<u>the future 17 south, and design, construct,</u>	
28.18	<u>and equip a network and server room,</u>	
28.19	<u>including installation of new fiber optic lines.</u>	
28.20	<u>Subd. 4. Minneapolis Veterans Home</u>	
28.21	<u>Centralized Pharmacy</u>	<u>1,366,000</u>
28.22	<u>To predesign, design, remodel, and furnish</u>	
28.23	<u>historic building 13 to be used as the veterans</u>	
28.24	<u>homes' central pharmacy.</u>	
28.25	<u>Subd. 5. Oakdale Veterans' Memorial</u>	<u>30,000</u>
28.26	<u>For a grant to the city of Oakdale to design</u>	
28.27	<u>and construct a veterans' memorial in</u>	
28.28	<u>Richard Walton Park. This appropriation</u>	
28.29	<u>is not available until the commissioner has</u>	
28.30	<u>determined that at least an equal amount has</u>	
28.31	<u>been committed from nonstate sources.</u>	
28.32	<u>Sec. 21. CORRECTIONS</u>	
28.33	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 12,391,000</u>

- 29.1 To the commissioner of administration for
29.2 the purposes specified in this section.
- 29.3 **Subd. 2. Asset Preservation** 9,000,000
- 29.4 For improvements and betterments of a
29.5 capital nature at Minnesota correctional
29.6 facilities statewide, in accordance with
29.7 Minnesota Statutes, section 16B.307.
- 29.8 **Subd. 3. Minnesota Correctional Facility -**
29.9 **Stillwater**
- 29.10 **Well and Water Treatment Facility** 3,391,000
- 29.11 To complete design; cap an old well; install
29.12 a new well; replace piping between wells,
29.13 water tower, and facility intake; replace water
29.14 treatment equipment; and design, construct,
29.15 furnish, and equip a new building to house
29.16 water treatment equipment.
- 29.17 **Subd. 4. Unspent Appropriations**
- 29.18 The unspent portion of an appropriation for
29.19 a project in this section that is complete,
29.20 upon written notice to the commissioner of
29.21 management and budget, is available for
29.22 asset preservation under Minnesota Statutes,
29.23 section 16B.307, at the same correctional
29.24 facility as the project for which the original
29.25 appropriation was made. Minnesota Statutes,
29.26 section 16A.642, applies from the date of the
29.27 original appropriation to the unspent amount
29.28 transferred.
- 29.29 **Sec. 22. EMPLOYMENT AND ECONOMIC**
29.30 **DEVELOPMENT**
- 29.31 **Subdivision 1. Total Appropriation** **\$ 77,850,000**
- 29.32 To the commissioner of employment and
29.33 economic development for the purposes
29.34 specified in this section.

30.1	<u>Subd. 2. Greater Minnesota Business</u>	
30.2	<u>Development Public Infrastructure Grant</u>	
30.3	<u>Program</u>	<u>3,000,000</u>
30.4	<u>For grants under Minnesota Statutes, section</u>	
30.5	<u>116J.431.</u>	
30.6	<u>Subd. 3. Redevelopment Account</u>	<u>5,000,000</u>
30.7	<u>For purposes of the redevelopment account</u>	
30.8	<u>under Minnesota Statutes, sections 116J.571</u>	
30.9	<u>to 116J.575.</u>	
30.10	<u>Subd. 4. Transportation Economic</u>	
30.11	<u>Development Program</u>	<u>5,000,000</u>
30.12	<u>For grants under Minnesota Statutes, section</u>	
30.13	<u>116J.436.</u>	
30.14	<u>Subd. 5. Austin - Research and Technology</u>	
30.15	<u>Center</u>	<u>13,500,000</u>
30.16	<u>For a grant to the city of Austin to design</u>	
30.17	<u>and construct a new building addition to</u>	
30.18	<u>the Hormel Institute, including research</u>	
30.19	<u>labs, research technology space, and support</u>	
30.20	<u>offices. This appropriation is not available</u>	
30.21	<u>until the commissioner has determined that</u>	
30.22	<u>at least an equal amount has been committed</u>	
30.23	<u>to the project from nonstate sources.</u>	
30.24	<u>Subd. 6. Cottage Grove - Business Incubator</u>	<u>50,000</u>
30.25	<u>For a grant to the city of Cottage Grove to</u>	
30.26	<u>renovate, furnish, and equip the former city</u>	
30.27	<u>hall building into a business incubator.</u>	
30.28	<u>Subd. 7. Floodwood - Business Park</u>	
30.29	<u>Development</u>	<u>565,000</u>
30.30	<u>For a grant to the city of Floodwood for</u>	
30.31	<u>approximately one mile of utilities, including</u>	
30.32	<u>public water and wastewater infrastructure,</u>	
30.33	<u>and for turn lanes, to support development of</u>	
30.34	<u>a business park along Highway 73 south in</u>	
30.35	<u>the city, under the greater Minnesota business</u>	

- 31.1 development public infrastructure grant
- 31.2 program under Minnesota Statutes, section
- 31.3 116J.431. This appropriation is not available
- 31.4 until at least an equal amount is committed
- 31.5 to the project from nonstate sources.
- 31.6 **Subd. 8. St. Cloud - Civic Center Expansion** 10,000,000
- 31.7 For a grant to the city of St. Cloud to
- 31.8 predesign, design, construct, furnish, and
- 31.9 equip an expansion of the St. Cloud
- 31.10 Civic Center, including a parking facility
- 31.11 and pedestrian skyway connection. This
- 31.12 appropriation is not available until the
- 31.13 commissioner has determined that at least
- 31.14 an equal amount has been committed to the
- 31.15 project from nonstate sources. Amounts
- 31.16 expended by the city of St. Cloud for project
- 31.17 costs since July 1, 2010, shall count toward
- 31.18 the matching requirement.
- 31.19 **Subd. 9. Maplewood - Harriet Tubman Center**
- 31.20 **East** 2,000,000
- 31.21 For a grant to the city of Maplewood to
- 31.22 design, renovate, and equip Harriet Tubman
- 31.23 Center East to be used as a regional safety
- 31.24 service center for domestic violence shelter,
- 31.25 legal services, youth programs, mental and
- 31.26 chemical health services, and community
- 31.27 education.
- 31.28 **Subd. 10. Rochester - Convention Center** 32,000,000
- 31.29 For a grant to the city of Rochester to design,
- 31.30 construct, furnish, and equip the renovation
- 31.31 and expansion of the Rochester Convention
- 31.32 Center. This appropriation is not available
- 31.33 until the commissioner has determined that
- 31.34 at least an equal amount has been committed
- 31.35 to the project from nonstate sources.

- 32.1 **Subd. 11. South St. Paul - Floodwall Extension** 500,000
- 32.2 For a grant to the city of South St. Paul
- 32.3 for the predesign and design, including
- 32.4 preliminary engineering evaluations to
- 32.5 determine the environmental impact, exact
- 32.6 location, and design features of a floodwall
- 32.7 extension on the west shore of the Mississippi
- 32.8 River from the area of Interstate Highway
- 32.9 494 to the southern border of South St. Paul.
- 32.10 This appropriation is not available until the
- 32.11 commissioner of management and budget
- 32.12 determines that at least an equal amount
- 32.13 is committed to the project from nonstate
- 32.14 sources.
- 32.15 **Subd. 12. Todd County - Regional Center** 500,000
- 32.16 For a grant to Todd County for the purposes
- 32.17 of making capital improvements related to
- 32.18 the nutrition, healthy living, and community
- 32.19 engagement of citizens, focused on seniors.
- 32.20 The grant may be used to acquire land,
- 32.21 design, construct, furnish, and equip a new
- 32.22 multipurpose facility, or purchase an existing
- 32.23 building to renovate, furnish, and equip as a
- 32.24 multipurpose facility. This appropriation is
- 32.25 not available until at least an equal amount
- 32.26 is committed to the project from nonstate
- 32.27 sources.
- 32.28 **Subd. 13. Stewartville - Fire Station** 485,000
- 32.29 For a grant to the city of Stewartville to
- 32.30 complete design work and engineering, and
- 32.31 to construct, furnish, and equip an expansion
- 32.32 and renovation of the city fire station. This
- 32.33 appropriation is not available until at least

33.1	<u>an equal amount is committed to the project</u>	
33.2	<u>from nonstate sources.</u>	
33.3	<u>Subd. 14. Norwood Young America - Public</u>	
33.4	<u>Infrastructure</u>	<u>500,000</u>
33.5	<u>For a grant to the city of Norwood</u>	
33.6	<u>Young America for public infrastructure</u>	
33.7	<u>improvements, expansion, and upgrades to</u>	
33.8	<u>the city wastewater collection and treatment</u>	
33.9	<u>system related to the location of a food</u>	
33.10	<u>manufacturing and processing facility within</u>	
33.11	<u>the city. This appropriation is not available</u>	
33.12	<u>until the commissioner has determined that</u>	
33.13	<u>at least an equal amount has been committed</u>	
33.14	<u>to the project from nonstate sources, and that</u>	
33.15	<u>the food manufacturer/processor has entered</u>	
33.16	<u>into an agreement to locate a facility in the</u>	
33.17	<u>city.</u>	
33.18	<u>Subd. 15. Wadena - Regional Health and</u>	
33.19	<u>Wellness Center</u>	<u>4,750,000</u>
33.20	<u>For a grant to the city of Wadena to design</u>	
33.21	<u>and construct a new Regional Health and</u>	
33.22	<u>Wellness Center for the city of Wadena, Otter</u>	
33.23	<u>Tail and Todd Counties, including aquatics,</u>	
33.24	<u>locker rooms, fitness space, gymnasium,</u>	
33.25	<u>commons area, office, and support area.</u>	
33.26	<u>This appropriation is not available until the</u>	
33.27	<u>commissioner has determined that at least</u>	
33.28	<u>\$4,500,000 has been committed to the project</u>	
33.29	<u>from nonstate sources.</u>	
33.30	<u>Sec. 23. PUBLIC FACILITIES AUTHORITY</u>	
33.31	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 24,850,000</u>
33.32	<u>To the Public Facilities Authority for the</u>	
33.33	<u>purposes specified in this section.</u>	
33.34	<u>Subd. 2. State Match for Federal Grants</u>	<u>8,500,000</u>

- 34.1 To match federal grants for the clean water
34.2 revolving fund under Minnesota Statutes,
34.3 section 446A.07, and the drinking water
34.4 revolving fund under Minnesota Statutes,
34.5 section 446A.081.
- 34.6 This appropriation must be used for qualified
34.7 capital projects.
- 34.8 **Subd. 3. Wastewater Infrastructure Funding**
34.9 **Program** 11,500,000
- 34.10 For grants to eligible municipalities under the
34.11 wastewater infrastructure funding program
34.12 under Minnesota Statutes, section 446A.072.
- 34.13 \$5,000,000 is for a grant to the Central Iron
34.14 Range Sanitary Sewer District to supplement
34.15 previous wastewater infrastructure funding
34.16 grants to design, construct, furnish, and
34.17 equip new wastewater treatment facilities,
34.18 lift stations, and forcemains. This grant is not
34.19 subject to the limitations on the availability
34.20 or amount of the grant in Minnesota Statutes,
34.21 section 446A.072.
- 34.22 **Subd. 4. Lutsen Lake Superior Water Project** 3,600,000
- 34.23 For a grant to the Lake Superior-Poplar River
34.24 Water District to acquire property interests,
34.25 engineer, design, permit, and construct works
34.26 and systems to transport and treat water
34.27 from Lake Superior through the Poplar River
34.28 Valley to serve domestic and irrigation water
34.29 users and commercial, stock watering, and
34.30 industrial users. This appropriation is not
34.31 available until the authority has determined
34.32 that at least \$1,200,000 has been committed
34.33 to the project from nonstate sources.
- 34.34 Expenditures made on or after October 1,
34.35 2011, shall count towards the nonstate match.

35.1	<u>Subd. 5. Truman Stormwater Project</u>		<u>1,250,000</u>
35.2	<u>For a grant to the city of Truman to design,</u>		
35.3	<u>construct, and install new storm water lines</u>		
35.4	<u>to two areas of the city that experience</u>		
35.5	<u>flooding with heavy rain. This appropriation</u>		
35.6	<u>is not available until at least an equal amount</u>		
35.7	<u>has been committed to the project from</u>		
35.8	<u>nonstate sources.</u>		
35.9	Sec. 24. <u>HOUSING FINANCE AGENCY</u>	\$	<u>6,000,000</u>
35.10	<u>To the Housing Finance Agency to finance</u>		
35.11	<u>the rehabilitation of public housing under</u>		
35.12	<u>Minnesota Statutes, section 462A.202,</u>		
35.13	<u>subdivision 3a. For purposes of this</u>		
35.14	<u>section, "public housing" means housing for</u>		
35.15	<u>low-income persons and households financed</u>		
35.16	<u>by the federal government and owned and</u>		
35.17	<u>operated by public housing authorities and</u>		
35.18	<u>agencies formed by cities and counties.</u>		
35.19	<u>Eligible public housing authorities must</u>		
35.20	<u>have a public housing assessment system</u>		
35.21	<u>rating of standard or above. Priority must be</u>		
35.22	<u>given to proposals that maximize federal or</u>		
35.23	<u>local resources to finance the capital costs.</u>		
35.24	<u>The priority in Minnesota Statutes, section</u>		
35.25	<u>462A.202, subdivision 3a, for projects to</u>		
35.26	<u>increase the supply of affordable housing and</u>		
35.27	<u>the restrictions of Minnesota Statutes, section</u>		
35.28	<u>462A.202, subdivision 7, do not apply to this</u>		
35.29	<u>appropriation.</u>		
35.30	Sec. 25. <u>MINNESOTA HISTORICAL</u>		
35.31	<u>SOCIETY</u>	\$	<u>3,250,000</u>
35.32	<u>To the Minnesota Historical Society for</u>		
35.33	<u>capital improvements and betterments at</u>		
35.34	<u>state historic sites, buildings, landscaping</u>		

36.1 at historic buildings, exhibits, markers, and
36.2 monuments, to be spent in accordance with
36.3 Minnesota Statutes, section 16B.307. The
36.4 society shall determine project priorities as
36.5 appropriate based on need.

36.6 Sec. 26. **BOND SALE EXPENSES** **\$** **560,000**

36.7 To the commissioner of management
36.8 and budget for bond sale expenses under
36.9 Minnesota Statutes, section 16A.641,
36.10 subdivision 8.

36.11 Sec. 27. **BOND SALE SCHEDULE.**

36.12 The commissioner of management and budget shall schedule the sale of state
36.13 general obligation bonds so that, during the biennium ending June 30, 2013, no more
36.14 than \$452,996,000 will need to be transferred from the general fund to the state bond
36.15 fund to pay principal and interest due and to become due on outstanding state general
36.16 obligation bonds. During the biennium, before each sale of state general obligation bonds,
36.17 the commissioner of management and budget shall calculate the amount of debt service
36.18 payments needed on bonds previously issued and shall estimate the amount of debt service
36.19 payments that will be needed on the bonds scheduled to be sold. The commissioner shall
36.20 adjust the amount of bonds scheduled to be sold so as to remain within the limit set by this
36.21 section. The amount needed to make the debt service payments is appropriated from the
36.22 general fund as provided in Minnesota Statutes, section 16A.641.

36.23 Sec. 28. **BOND SALE AUTHORIZATION.**

36.24 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act
36.25 from the bond proceeds fund, the commissioner of management and budget shall sell and
36.26 issue bonds of the state in an amount up to \$526,959,000 in the manner, upon the terms,
36.27 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and
36.28 by the Minnesota Constitution, article XI, sections 4 to 7.

36.29 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from
36.30 the state transportation fund, the commissioner of management and budget shall sell and
36.31 issue bonds of the state in an amount up to \$34,200,000 in the manner, upon the terms, and
36.32 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by

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37.1 the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds, except
37.2 accrued interest and any premium received on the sale of the bonds, must be credited to
37.3 a bond proceeds account in the state transportation fund.

37.4 Subd. 3. **Federal income tax.** Bonds issued pursuant to this section, to the extent
37.5 practicable, shall be issued to comply with requirements imposed by applicable federal
37.6 law providing that the interest on the bonds shall be excluded from gross income for
37.7 federal income tax purposes (except as certain minimum taxes or environmental taxes
37.8 may apply). Nothing in this section shall be deemed to prohibit the issuance of bonds, the
37.9 interest on which may be included in gross income for federal income tax purposes.

37.10 Sec. 29. Minnesota Statutes 2010, section 16A.633, is amended by adding a
37.11 subdivision to read:

37.12 Subd. 4. **Report on jobs created or retained.** By September 1 of each
37.13 odd-numbered year, the commissioner must report to legislative committees with
37.14 jurisdiction over capital investment on the jobs created or retained as a result of capital
37.15 project funding by the state, whether with state general obligation bond proceeds or other
37.16 state funding sources, during the previous biennium. Each state agency must provide the
37.17 commissioner the information necessary, and must require its capital project grantees to
37.18 provide the information necessary, for the commissioner to make the report. The report
37.19 must include, but is not limited to, the following information: the number and types of
37.20 jobs for each project, whether the jobs are new or retained, where the jobs are located,
37.21 and pay ranges of the jobs. The Board of Regents of the University of Minnesota, the
37.22 Board of Trustees of the Minnesota State Colleges and Universities, and each state agency
37.23 receiving an appropriation for a capital project shall collect and provide the information at
37.24 the time and in the manner required by the commissioner.

37.25 Sec. 30. Minnesota Statutes 2011 Supplement, section 16A.96, is amended by adding a
37.26 subdivision to read:

37.27 Subd. 10. **Validation.** (a) Appropriation bonds issued under this section may be
37.28 validated in the manner provided by this subdivision. If comparable appropriation bonds
37.29 are judicially determined to be valid, nothing in this subdivision shall be construed to
37.30 prevent sale or delivery of any appropriation bonds or notes after entry of a judgment of
37.31 validation by the Minnesota Supreme Court as provided in this subdivision with respect
37.32 to the appropriation bonds authorized under this section.

37.33 (b) Any appropriation bonds issued under this section that are validated shall be
37.34 validated in the manner provided by this subdivision.

38.1 (c) The Minnesota Supreme Court shall have original jurisdiction to determine the
38.2 validation of appropriation bonds and all matters connected with the issuance of the bonds.

38.3 (d) The commissioner may determine the commissioner's authority to issue
38.4 appropriation bonds and the legality of all proceedings in connection with issuing bonds.
38.5 For this purpose, a complaint shall be filed by the commissioner in the Minnesota Supreme
38.6 Court against the state and the taxpayers and citizens.

38.7 (e) As a condition precedent to filing of a complaint for the validation of
38.8 appropriation bonds, the commissioner shall take action providing for the issuance of
38.9 appropriation bonds in accordance with law.

38.10 (f) The complaint shall set out the state's authority to issue appropriation bonds, the
38.11 action or proceeding authorizing the issue and its adoption, all other essential proceedings
38.12 had or taken in connection with issuing bonds, the amount of the appropriation bonds to
38.13 be issued and the maximum interest they are to bear, and all other pertinent matters.

38.14 (g) The Minnesota Supreme Court shall issue an order directed against the state and
38.15 taxpayers, citizens, and others having or claiming any right, title, or interest affected by
38.16 the issuance of appropriation bonds, or to be affected by the bonds, allowing all persons,
38.17 in general terms and without naming them, and the state through its attorney general to
38.18 appear before the Minnesota Supreme Court at a designated time and place and show
38.19 why the complaint should not be granted and the proceedings and appropriation bonds
38.20 validated. A copy of the complaint and order shall be served on the attorney general at
38.21 least 20 days before the time fixed for hearing. The attorney general shall examine the
38.22 complaint, and, if it appears or there is reason to believe that it is defective, insufficient, or
38.23 untrue, or if in the opinion of the attorney general the issuance of the appropriation bonds
38.24 in question has not been duly authorized, defense shall be made by the attorney general as
38.25 the attorney general deems appropriate.

38.26 (h) Before the date set for hearing, as directed by the Minnesota Supreme Court,
38.27 either the clerk of the Minnesota Appellate Courts or the commissioner shall publish a
38.28 copy of the order in a legal newspaper of general circulation in Ramsey County and
38.29 the state, at least once each week for two consecutive weeks, commencing with the
38.30 first publication, which shall not be less than 20 days before the date set for hearing.
38.31 By this publication, all taxpayers, citizens, and others having or claiming any right,
38.32 title, or interest in the state, are made parties defendant to the action and the Minnesota
38.33 Supreme Court has jurisdiction of them to the same extent as if named as defendants in the
38.34 complaint and personally served with process.

38.35 (i) Any taxpayer, citizen, or person interested may become a party to the action by
38.36 moving against or pleading to the complaint at or before the time set for hearing. The

39.1 Minnesota Supreme Court shall determine all questions of law and fact and make orders
39.2 that will enable it to properly try and determine the action and render a final judgment
39.3 within 30 days of the hearing with the least possible delay.

39.4 (j) If the judgment validates appropriation bonds, the judgment is forever conclusive
39.5 as to all matters adjudicated and as against all parties affected and all others having or
39.6 claiming any right, title, or interest affected by the issuance of appropriation bonds, or to
39.7 be affected in any way by issuing the bonds, and the validity of appropriation bonds or of
39.8 any revenues pledged for the payment of the bonds, or of the proceedings authorizing the
39.9 issuance of the bonds, including any remedies provided for their collection, shall never
39.10 be called in question in any court by any person or party.

39.11 (k)(1) Appropriation bonds, when validated under this section, shall have stamped
39.12 or written on the bonds, by the proper officers of the state issuing them, a statement in
39.13 substantially the following form: "This bond is one of a series of appropriation bonds,
39.14 which were validated by judgment of the Supreme Court of the State of Minnesota,
39.15 rendered on, (year)"

39.16 (2) A certified copy of the judgment or decree shall be received as evidence in any
39.17 court in this state.

39.18 (l) The costs shall be paid by the state, except when a taxpayer, citizen, or other
39.19 person contests the action or intervenes, the court may tax the whole or any part of the
39.20 costs against the person that is equitable.

39.21 (m) A justice of the Minnesota Supreme Court is not disqualified in any validation
39.22 action because the justice is a landowner or taxpayer of the state.

39.23 **Sec. 31. [116J.433] BUSINESS DEVELOPMENT THROUGH CAPITAL**
39.24 **PROJECTS GRANT PROGRAM.**

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

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

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

39.31 (2) "governing body" means the council, board of commissioners, board of trustees,
39.32 board of regents, or other body charged with governing a local governmental unit;

39.33 (3) "public infrastructure" means publicly owned physical infrastructure in this state,
39.34 including, but not limited to, wastewater collection and treatment systems, drinking water

40.1 systems, storm sewers, utility extensions, telecommunications infrastructure, streets,
40.2 roads, bridges, and parking ramps; and

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

40.6 Subd. 3. **Grant program established.** The commissioner shall make competitive
40.7 grants to local governmental units for eligible projects and public infrastructure required
40.8 to support an eligible project. Funds granted under this program may be used for the
40.9 following activities: predesign, design, acquisition of land or buildings, construction,
40.10 furnishing, and equipping a new or renovated building.

40.11 Subd. 4. **Application.** (a) The commissioner must develop forms and procedures
40.12 for soliciting and reviewing applications for grants under this section. At a minimum, a
40.13 local governmental unit must include the following information in its application:

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

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

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

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

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

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

40.25 (b) The determination of whether to make a grant under subdivision 3 is within the
40.26 discretion of the commissioner, subject to this section. The commissioner's decisions and
40.27 application of the priorities are not subject to judicial review, except for abuse of discretion.

40.28 Subd. 5. **Match.** An amount granted under this program must be matched with
40.29 an equal amount from nonstate sources.

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

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

- 41.1 (2) improvement in the quality of existing jobs, based on increases in wages or
41.2 improvements in the job duties, training, or education associated with those jobs;
41.3 (3) increase in the local tax base, based on demonstrated measurable outcomes;
41.4 (4) demonstration that investment of public dollars in the project will induce private
41.5 investment;
41.6 (5) whether the project provides necessary repair or replacement of existing capital
41.7 assets;
41.8 (6) whether the project reduces operating expenses of or increases revenue from
41.9 existing capital asset, thereby offsetting at least a portion of project costs;
41.10 (7) whether the project provides health or safety benefits;
41.11 (8) the number of residents served by or who will benefit from the project;
41.12 (9) demonstration of local support;
41.13 (10) the capacity of the project to attract revenue from out of state; and
41.14 (11) objective cost benefit analysis and return on investment.

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

41.19 Subd. 7. **Cancellation of grant.** If a grant is awarded to a local governmental unit
41.20 and funds are not encumbered for the grant within four years after the award date, the
41.21 grant must be canceled.

41.22 **Sec. 32. [116J.436] TRANSPORTATION ECONOMIC DEVELOPMENT**
41.23 **INFRASTRUCTURE PROGRAM.**

41.24 Subdivision 1. **Grant program established; purpose.** The transportation economic
41.25 development infrastructure program is created to foster interagency coordination between
41.26 the Departments of Transportation and Employment and Economic Development to
41.27 finance infrastructure to create economic development opportunities, jobs, and improve all
41.28 types of transportation systems statewide.

41.29 Subd. 2. **Eligible projects.** Funds appropriated for the program must be used to
41.30 fund construction, reconstruction, and infrastructure improvements that will promote
41.31 economic development, increase employment, and improve transportation systems to
41.32 accommodate private investment and job creation.

41.33 Subd. 3. **Trunk highway projects.** Money in the program shall not be used on
41.34 trunk highway improvements, but can be used for needed infrastructure improvements

42.1 and nontrunk highway improvements in coordination with trunk highway improvement
42.2 projects undertaken by the Department of Transportation.

42.3 Subd. 4. **Application.** The commissioners of transportation and employment and
42.4 economic development shall design an application process and selection process to
42.5 distribute funding to local units of government for publicly owned infrastructure using
42.6 criteria that take into account: job creation; increase in local tax base; level of private
42.7 investment; leverage of nonstate funds; improvement to the transportation system to serve
42.8 the project area; and appropriate geographic balance between the metropolitan area and
42.9 greater Minnesota.

42.10 Sec. 33. Minnesota Statutes 2010, section 462A.21, is amended by adding a
42.11 subdivision to read:

42.12 Subd. 33. **Housing infrastructure bonds account.** The agency may establish a
42.13 housing infrastructure bond account as a separate account within the housing development
42.14 fund. Proceeds of housing infrastructure bonds and payments made by the state under
42.15 section 462A.37 may be credited to the account. The agency may transfer the proceeds of
42.16 housing infrastructure bonds to other accounts within the housing development fund that it
42.17 determines appropriate to accomplish the purposes for which the bonds are authorized
42.18 under section 462A.37.

42.19 Sec. 34. **[462A.37] HOUSING INFRASTRUCTURE BONDS;**
42.20 **AUTHORIZATION; STANDING APPROPRIATION.**

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

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

42.24 (c) "Community land trust" means an entity that meets the requirements of section
42.25 462A.31, subdivisions 1 and 2.

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

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

42.32 (f) "Housing infrastructure bonds" means bonds issued by the agency under chapter
42.33 462A that are qualified 501(c)(3) bonds, within the meaning of Section 145(a) of the
42.34 Internal Revenue Code, or are tax-exempt bonds that are not private activity bonds, within

43.1 the meaning of Section 141(a) of the Internal Revenue Code, for the purpose of financing
43.2 or refinancing affordable housing authorized under this chapter.

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

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

43.7 Subd. 2. **Authorization.** (a) The agency may issue up to \$30,000,000 in aggregate
43.8 principal amount of housing infrastructure bonds in one or more series to which the
43.9 payment made under this section may be pledged. The housing infrastructure bonds
43.10 authorized in this subdivision may be issued to fund loans, on terms and conditions the
43.11 agency deems appropriate, made for one or more of the following purposes:

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

43.14 (2) to finance the costs of the acquisition and rehabilitation of foreclosed or
43.15 abandoned housing to be used for affordable rental housing and the costs of new
43.16 construction of rental housing on abandoned or foreclosed property where the existing
43.17 structures will be demolished or removed;

43.18 (3) to finance that portion of the costs of acquisition of abandoned or foreclosed
43.19 property that is attributable to the land to be leased by community land trusts to low-
43.20 and moderate-income homebuyers; and

43.21 (4) to finance the costs of acquisition and rehabilitation of federally assisted rental
43.22 housing and for the refinancing of costs of the construction, acquisition, and rehabilitation
43.23 of federally assisted rental housing, including providing funds to refund, in whole or in
43.24 part, outstanding bonds previously issued by the agency or another governmental unit to
43.25 finance or refinance such costs.

43.26 (b) Among comparable proposals for permanent supportive housing, preference
43.27 shall be given to permanent supportive housing for individuals or families who: (1) either
43.28 have been without a permanent residence for at least 12 months or at least four times in
43.29 the last three years; or (2) are at significant risk of lacking a permanent residence for 12
43.30 months or at least four times in the last three years.

43.31 Subd. 3. **No full faith and credit.** The housing infrastructure bonds are not public
43.32 debt of the state, and the full faith and credit and taxing powers of the state are not pledged
43.33 to the payment of the housing infrastructure bonds or to any payment that the state agrees
43.34 to make under this section. The bonds must contain a conspicuous statement to that effect.

44.1 Subd. 4. **Appropriation; payment to agency or trustee.** (a) The agency must
44.2 certify annually to the commissioner of management and budget the actual amount of
44.3 annual debt service on each series of bonds issued under subdivision 2.

44.4 (b) Each July 15, beginning in 2013 and through 2035, if any housing infrastructure
44.5 bonds issued under subdivision 2 remain outstanding, the commissioner of management
44.6 and budget must transfer to the affordable housing bond account established under
44.7 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
44.8 \$2,200,000 annually. The amounts necessary to make the transfers are appropriated from
44.9 the general fund to the commissioner of management and budget.

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

44.12 Sec. 35. Laws 2006, chapter 258, section 7, subdivision 23, as amended by Laws 2010,
44.13 chapter 399, section 2, is amended to read:

44.14 Subd. 23. **Trail connections** 2,010,000

44.15 For matching grants under Minnesota
44.16 Statutes, section 85.019, subdivision 4c.

44.17 \$500,000 is for a grant to Carlton County
44.18 to predesign, design, and construct a
44.19 nonmotorized pedestrian trail connection
44.20 to the Willard Munger State Trail from the
44.21 city of Carlton through the city of Scanlon
44.22 continuing to the city of Cloquet, along the
44.23 St. Louis River in Carlton County.

44.24 \$260,000 is to provide the state match for the
44.25 cost of the Soo Line Multiuse Recreational
44.26 Bridge project over marked Trunk Highway
44.27 169 in Mille Lacs County.

44.28 \$175,000 is for a grant to the city of Bowlus
44.29 in Morrison County to design, construct,
44.30 furnish, and equip a trailhead center at the
44.31 head of the Soo Line Recreational Trail.

44.32 \$125,000 is for a grant to Morrison
44.33 County to predesign, design, construct,
44.34 furnish, and equip a park-and-ride lot and

45.1 restroom building adjacent to the Soo Line
45.2 Recreational Trail at U.S. Highway 10.
45.3 \$950,000 is for a grant to the St. Louis
45.4 and Lake Counties Regional Railroad
45.5 Authority for land acquisition, engineering,
45.6 construction, furnishing, and equipping of
45.7 a ~~19-mile "Boundary Waters Connection"~~
45.8 ~~of the Mesabi Trail from Bearhead State~~
45.9 ~~Park to the International Wolf Center in~~
45.10 ~~Ely. This appropriation is contingent upon~~
45.11 ~~a matching contribution of \$950,000 from~~
45.12 ~~other sources, public or private segment of~~
45.13 the Mesabi Trail from County Road 697 in
45.14 Breitung Township east through Vermilion
45.15 State Park. Notwithstanding Minnesota
45.16 Statutes, section 85.019, no local match shall
45.17 be required for this grant. Notwithstanding
45.18 Minnesota Statutes, section 16A.642, the
45.19 bond authorization and appropriation of bond
45.20 proceeds for this project are available until
45.21 June 30, 2014.

45.22 Sec. 36. Laws 2008, chapter 179, section 7, subdivision 22, is amended to read:

45.23 Subd. 22. State Park and Recreation Area	
45.24 Acquisition, Rehabilitation, and Development	19,041,000

45.25 (a) For projects within state parks
45.26 established under Minnesota Statutes,
45.27 section 85.012, and state recreation areas
45.28 established under Minnesota Statutes,
45.29 section 85.013, contained in the Department
45.30 of Natural Resources, Division of Parks
45.31 and Recreation's ten-year project list for
45.32 "New and Deferred Maintenance Bondable
45.33 Projects" dated March 20, 2008. This
45.34 appropriation includes money for new
45.35 projects at Bear Head Lake, Beaver Creek

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46.1 Valley, Blue Mounds, Buffalo River, Cuyuna
46.2 Country State Recreation Area, Flandrau,
46.3 Fort Ridgely, Frontenac, Glendalough, Itasca,
46.4 Lake Bemidji, Lake Carlos, Maplewood,
46.5 Sibley, Soudan Mine, Split Rock Lighthouse,
46.6 Temperance River, Tettegouche, and William
46.7 O'Brien State Parks. The commissioner shall
46.8 determine project priorities as appropriate,
46.9 based on need.

46.10 (b) For infrastructure rehabilitation and
46.11 the renovation and development of
46.12 facilities within state parks established
46.13 under Minnesota Statutes, section 85.012,
46.14 contained in the Department of Natural
46.15 Resources, Division of Parks and Recreation's
46.16 ten-year project list for "New and Deferred
46.17 Maintenance Bondable Projects" dated
46.18 March 20, 2008. This appropriation includes
46.19 money for Interstate, Itasca, Jay Cooke, Lake
46.20 Louise, Lake Shetek, Maplewood, Split Rock
46.21 Lighthouse, St. Croix, and Tettegouche.
46.22 The commissioner shall determine project
46.23 priorities as appropriate, based on need.

46.24 \$2,400,000 is to acquire from willing sellers
46.25 land within the boundaries of Greenleaf
46.26 Lake State Recreation Area, established
46.27 under Minnesota Statutes, section 85.013,
46.28 subdivision 11b, or to acquire in-holdings
46.29 within other state park boundaries.

46.30 \$200,000 is to develop campgrounds at Red
46.31 River State Recreation Area.

46.32 Sec. 37. Laws 2008, chapter 179, section 7, subdivision 27, as amended by Laws 2010,
46.33 chapter 189, section 56, and Laws 2010, chapter 399, section 4, is amended to read:

46.34 **Subd. 27. State Trail Acquisition,**
46.35 **Rehabilitation, and Development**

15,320,000

- 47.1 To acquire land for and to construct and
47.2 renovate state trails under Minnesota
47.3 Statutes, section 85.015.
- 47.4 \$970,000 is for the Chester Woods Trail
47.5 from Rochester to Dover. Notwithstanding
47.6 Minnesota Statutes, section 16A.642, the
47.7 bond authorization and appropriation of bond
47.8 proceeds for this project are available until
47.9 June 30, 2016.
- 47.10 \$700,000 is for the Casey Jones Trail.
- 47.11 \$750,000 is for the Gateway Trail, to replace
47.12 an at-grade crossing of the Gateway Trail
47.13 at Highway 120 with a grade-separated
47.14 crossing.
- 47.15 \$1,600,000 is for the Gitchi-Gami Trail
47.16 between Silver Bay and Tettegouche State
47.17 Park.
- 47.18 \$1,500,000 is for the Great River Ridge Trail
47.19 from Plainview to Elgin to Eyota.
- 47.20 \$1,500,000 is for the Heartland Trail.
- 47.21 \$500,000 is for the Mill Towns Trail from
47.22 Lake Byllesby Park to Cannon Falls.
- 47.23 \$150,000 is for the Mill Towns Trail within
47.24 the city of Faribault.
- 47.25 \$1,500,000 is for the Minnesota River
47.26 Trail from Appleton to Milan and to
47.27 the Marsh Lake Dam. Notwithstanding
47.28 Minnesota Statutes, section 16A.642, the
47.29 bond authorization and appropriation of bond
47.30 proceeds for this project are available until
47.31 December 30, 2014.
- 47.32 \$2,000,000 is for the Paul Bunyan Trail from
47.33 Walker to Guthrie.

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48.1 \$250,000 is for the Root River Trail from
48.2 Preston to Forestville State Park.

48.3 \$100,000 is for the Root River Trail, the
48.4 eastern extension.

48.5 \$250,000 is for the Root River Trail, the
48.6 eastern extension Wagon Wheel.

48.7 \$550,000 is to connect the Stagecoach Trail
48.8 with the Douglas Trail in Olmsted County.

48.9 Notwithstanding Minnesota Statutes,
48.10 section 16A.642, the bond authorization
48.11 and appropriation of bond proceeds for this
48.12 project are available until June 30, 2014.

48.13 \$3,000,000 is to rehabilitate state trails.

48.14 For any project listed in this subdivision that
48.15 the commissioner determines is not ready to
48.16 proceed, the commissioner may allocate that
48.17 project's money to another state trail project
48.18 in this subdivision. The chairs of the house
48.19 and senate committees with jurisdiction
48.20 over environment and natural resources
48.21 and legislators from the affected legislative
48.22 districts must be notified of any changes.

48.23 Sec. 38. Laws 2008, chapter 179, section 7, subdivision 29, is amended to read:

48.24 Subd. 29. **Trail Connections** 697,000

48.25 For matching grants under Minnesota
48.26 Statutes, section 85.019, subdivision 4c.

48.27 \$225,000 is for a grant to Clara City to design
48.28 and construct a walking path in Clara City.

48.29 \$100,000 is for a grant to the city of Mora
48.30 for construction of pedestrian and bicycle
48.31 trails, bridge restoration and renovation, and
48.32 other improvements of a capital nature for

49.1 the Spring Lake Trail, located in the city of
49.2 Mora.

49.3 \$372,000 is for a grant to the city of Rockville
49.4 to design and construct the Rocori Trail from
49.5 Richmond through Cold Spring to Rockville,
49.6 connecting with the Glacial Lakes Trail, the
49.7 Beaver Island Trail, and the Lake Wobegon
49.8 Trail.

49.9 For any project listed in this subdivision that
49.10 the commissioner determines is not ready to
49.11 proceed, the commissioner may allocate that
49.12 project's money to ~~another trail connection~~
49.13 ~~project in this subdivision~~ a state trail
49.14 rehabilitation project. The chairs of the house
49.15 and senate committees with jurisdiction
49.16 over the environment and natural resources
49.17 and legislators from the affected legislative
49.18 districts must be notified of any changes.

49.19 Sec. 39. Laws 2008, chapter 179, section 17, subdivision 4, is amended to read:

49.20 Subd. 4. **Cedar Avenue Bus Rapid Transit** 4,000,000

49.21 To the Metropolitan Council or to the
49.22 Council to grant to Dakota County, the
49.23 Dakota County Regional Railroad Authority,
49.24 or the Minnesota Valley Transit Authority to
49.25 acquire land, or an interest in land, and to for
49.26 design, environmental studies, preliminary
49.27 engineering, bus lane improvements, layover
49.28 and maintenance facilities, and transit station
49.29 construction and improvements in the Cedar
49.30 Avenue Bus Rapid Transit corridor in Dakota
49.31 County. This appropriation may not be spent
49.32 for capital improvements within a trunk
49.33 highway right-of-way. This appropriation

50.1 is added to the appropriation in Laws 2006,
50.2 chapter 258, section 17, subdivision 3.

50.3 Sec. 40. Laws 2008, chapter 179, section 19, subdivision 4, as amended by Laws 2011,
50.4 First Special Session chapter 12, section 34, is amended to read:

50.5 Subd. 4. **Minneapolis Veterans Home Campus**

50.6 **Building 17 HVAC Replacement** 1,155,000

50.7 To predesign, design, and construct
50.8 improvements to heating, ventilation, air
50.9 conditioning, and lighting systems and
50.10 associated areas serving the south wing of
50.11 Building 17. Any unspent funds from this
50.12 appropriation may be used for the purposes
50.13 provided under Laws 2010, chapter 189,
50.14 section 19, subdivision 4, as amended by
50.15 Laws 2010, chapter 399, section 8, and
50.16 Laws 2011, First Special Session chapter 12,
50.17 section 46.

50.18 Sec. 41. Laws 2008, chapter 179, section 21, subdivision 15, is amended to read:

50.19 Subd. 15. **St. Cloud State University - National**
50.20 **Hockey Center** 6,500,000

50.21 To the Board of Trustees of the Minnesota
50.22 State Colleges and Universities to predesign,
50.23 design, construct, furnish, and equip the
50.24 renovation of the National Hockey Center: or
50.25 for higher education asset preservation and
50.26 replacement (HEAPR) pursuant to Minnesota
50.27 Statutes, section 135A.046, at St. Cloud State
50.28 University or systemwide. Notwithstanding
50.29 Minnesota Statutes, section 16A.642, the
50.30 bond authorization and appropriation of bond
50.31 proceeds in this subdivision are available
50.32 until June 30, 2016. The debt service
50.33 requirement under Minnesota Statutes,

51.1 section 16A.662, subdivision 5, shall be
51.2 reduced to the extent that this appropriation
51.3 is used for HEAPR.

51.4 Sec. 42. Laws 2009, chapter 93, article 1, section 12, subdivision 2, is amended to read:

51.5 **Subd. 2. Transit Capital Improvement**
51.6 **Program** 21,000,000

51.7 (a) To the Metropolitan Council. \$8,500,000
51.8 is for the state's share of costs for the Central
51.9 Corridor light rail line for one or more of the
51.10 following activities: preliminary engineering,
51.11 final design, property acquisition, including
51.12 improvements and betterments of a capital
51.13 nature, relocation of utilities owned by public
51.14 entities, and construction.

51.15 (b) Any remaining money from this
51.16 appropriation is to implement one or more of
51.17 the following capital improvements, which
51.18 are not listed in a ranked order of priority.
51.19 The council shall determine project priorities
51.20 after consultation with the Counties Transit
51.21 Improvement Board, and other stakeholders,
51.22 as appropriate. The council shall seek
51.23 geographic balance in the allotment of this
51.24 appropriation where possible and maximize
51.25 the use of all available federal money from
51.26 the American Recovery and Reinvestment
51.27 Act of 2009, Public Law 111-5, and any
51.28 other available federal money.

51.29 (1) Bottineau Boulevard Transit Way

51.30 For a grant to the Hennepin County Regional
51.31 Railroad Authority for environmental work
51.32 for Bottineau Transit Way corridor from the
51.33 Hiawatha light rail and Northstar intermodal
51.34 transit station in downtown Minneapolis to

52.1 the vicinity of the Target development in
52.2 northern Brooklyn Park or the Arbor Lakes
52.3 retail area in Maple Grove.

52.4 (2) Cedar Avenue Bus Rapid Transit

52.5 To the Metropolitan Council for a grant to
52.6 Dakota County, the Dakota County Regional
52.7 Rail Railroad Authority, or the Minnesota
52.8 Valley Transit Authority to acquire real
52.9 property and construct, for preliminary
52.10 engineering, and to design and construct
52.11 transit stations, layover and maintenance
52.12 facilities, and roadway improvements for
52.13 shoulder running bus lanes on County
52.14 State-Aid Highway 23 in Apple Valley and
52.15 Lakeville for the Cedar Avenue Bus Rapid
52.16 Transit Way (BRT) in Dakota County.

52.17 (3) I-94 Corridor Transit Way

52.18 (i) For a grant to Washington County
52.19 Regional Rail Authority for environmental
52.20 work and preliminary engineering of
52.21 transportation and transit improvements,
52.22 including busways, park-and-rides, or rail
52.23 transit, in the marked Interstate Highway 94
52.24 corridor.

52.25 (ii) To acquire property and construct
52.26 transportation and transit improvements,
52.27 including busways, park-and-rides, or rail
52.28 transit, in the marked Interstate Highway 94
52.29 corridor.

52.30 (4) Red Rock Corridor Transit Way

52.31 To design, construct, and furnish
52.32 park-and-ride lots for the Red Rock
52.33 Corridor Transit Way between Hastings and

- 53.1 Minneapolis via St. Paul, and any extension
53.2 between Hastings and Red Wing.
- 53.3 (5) Riverview Corridor Transit Way
- 53.4 For a grant to the Ramsey County Regional
53.5 Railroad Authority for environmental work
53.6 and preliminary engineering for bus rapid
53.7 transit in the Riverview corridor between the
53.8 east side of St. Paul and the Minneapolis-St.
53.9 Paul International Airport and the Mall of
53.10 America.
- 53.11 (6) Robert Street Corridor Transit Way
- 53.12 To design and construct new passenger
53.13 shelters and a bus layover facility, including
53.14 rest rooms, break areas, and a passenger
53.15 shelter, in the Robert Street Corridor Transit
53.16 Way along or parallel to U.S. Highway
53.17 52 and Robert Street from within the city
53.18 of St. Paul to Dakota County Road 42 in
53.19 Rosemount.
- 53.20 (7) Rush Line Corridor Transit Way
- 53.21 For a grant to the Ramsey County Regional
53.22 Railroad Authority to acquire land for,
53.23 design, and construct park-and-ride or
53.24 park-and-pool lots located along the Rush
53.25 Line Corridor along I-35E/I-35 and Highway
53.26 61 from the Union Depot in downtown St.
53.27 Paul to Hinckley.
- 53.28 (8) Southwest Corridor Transit Way
- 53.29 To prepare an environmental impact
53.30 statement (EIS) and for preliminary
53.31 engineering for the Southwest Transit Way
53.32 Corridor, from the Hiawatha light rail in
53.33 downtown Minneapolis to the vicinity of the
53.34 Southwest Station transit hub in Eden Prairie.

54.1 The Metropolitan Council may grant a
54.2 portion of this appropriation to the Hennepin
54.3 County Regional Railroad Authority for the
54.4 EIS work.

54.5 (9) Union Depot

54.6 For a grant to the Ramsey County Regional
54.7 Railroad Authority to acquire land and
54.8 structures, to renovate structures, and
54.9 for design, engineering, and construction
54.10 to revitalize Union Depot for use as a
54.11 multimodal transit center in St. Paul. The
54.12 center must be designed so that it facilitates a
54.13 potential future connection of high-speed rail
54.14 to Minneapolis.

54.15 (c) Of this amount, \$313,000 is for
54.16 preliminary engineering and final design for
54.17 betterments in the State Capitol area related
54.18 to the Central Corridor light rail transit
54.19 project. This money is not included in the
54.20 Central Corridor light rail transit project
54.21 budget.

54.22 Sec. 43. Laws 2010, chapter 189, section 7, subdivision 12, is amended to read:

54.23 Subd. 12. **Shade Tree Program** 3,000,000

54.24 For DNR expenditures on state lands, if
54.25 recommended by an adjacent or coterminous
54.26 unit of local government, and for grants to
54.27 cities, counties, townships, and park and
54.28 recreation boards in cities of the first class
54.29 for the planting of publicly owned shade
54.30 trees on public land to provide environmental
54.31 benefits; replace trees lost to forest pests,
54.32 disease or storm; or to establish a more
54.33 diverse community forest better able to
54.34 withstand disease and forest pests. The

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55.1 commissioner must give priority to grant
55.2 requests to remove and replace trees with
55.3 active infestations of emerald ash borer. For
55.4 purposes of this appropriation, "shade tree"
55.5 means a woody perennial grown primarily
55.6 for aesthetic or environmental purposes
55.7 with minimal to residual timber value and
55.8 no intent to harvest the tree for its wood.
55.9 Any tree planted with funding under this
55.10 subdivision must be a species native to
55.11 Minnesota.

55.12 Sec. 44. Laws 2010, chapter 189, section 18, subdivision 5, is amended to read:

55.13 **Subd. 5. Minnesota Sex Offender Program**
55.14 **Treatment Facilities - Moose Lake** 47,500,000

55.15 To complete design for and to construct,
55.16 furnish, and equip phase 2 of the Minnesota
55.17 sex offender treatment program at Moose
55.18 Lake. Upon substantial completion
55.19 of this project, the unspent portion of
55.20 this appropriation is available for asset
55.21 preservation projects for the Moose Lake
55.22 campus of the Minnesota sex offender
55.23 program, including design and construction
55.24 of a replacement water tower, abatement
55.25 of hazardous materials, and the demolition
55.26 of the existing water tower serving the
55.27 Moose Lake sex offender program and the
55.28 Department of Corrections Moose Lake
55.29 facility. The water tower project must
55.30 be cost-shared with the Department of
55.31 Corrections.

55.32 Sec. 45. Laws 2010, chapter 189, section 24, subdivision 3, is amended to read:

55.33 **Subd. 3. County and Local Preservation**
55.34 **Grants** 1,000,000

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56.1 To be allocated to county and local
56.2 jurisdictions as matching money for historic
56.3 preservation projects of a capital nature,
56.4 as provided in Minnesota Statutes, section
56.5 138.0525.

56.6 ~~\$150,000 is for a grant to the city of South St.~~
56.7 ~~Paul to renovate the historically significant~~
56.8 ~~1941 Navy Hangar at 310 Airport Road at~~
56.9 ~~Fleming Field in the city to meet life safety~~
56.10 ~~and building code requirements, subject to~~
56.11 ~~Minnesota Statutes, section 16A.695. No~~
56.12 ~~local match is required for this grant.~~

56.13 Sec. 46. Laws 2011, First Special Session chapter 12, section 3, subdivision 7, is
56.14 amended to read:

56.15 Subd. 7. **Normandale Community College**
56.16 **Academic Partnership Center and Student**
56.17 **Services**

21,984,000

56.18 To design, construct, furnish, and equip a
56.19 new building for classrooms and offices ~~and~~
56.20 ~~to design, construct, furnish, and equip the~~
56.21 ~~renovation of the Student Services Building.~~

56.22 Sec. 47. Laws 2011, First Special Session chapter 12, section 3, subdivision 8, is
56.23 amended to read:

56.24 Subd. 8. **NHED Mesabi Range Community**
56.25 **and Technical College, Virginia**

56.26 **Iron Range Engineering Program Facilities**

3,000,000

56.27 To predesign, design, construct, furnish,
56.28 and equip an addition to and renovation of
56.29 existing space for the Iron Range engineering
56.30 program, including laboratory spaces, other
56.31 learning spaces, and improvements to the
56.32 entrance, ~~and to acquire a privately owned~~
56.33 ~~housing facility on the campus.~~

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57.1 Sec. 48. Laws 2011, First Special Session chapter 12, section 14, subdivision 2,
57.2 is amended to read:

57.3 **Subd. 2. Transit Capital Improvement**
57.4 **Program** 20,000,000

57.5 To the Metropolitan Council or for the
57.6 Council to grant to Anoka County Regional
57.7 Railroad Authority, Dakota County, Dakota
57.8 County Regional Railroad Authority,
57.9 Hennepin County, Hennepin County
57.10 Regional Railroad Authority, Minnesota
57.11 Valley Transit Authority, Ramsey County
57.12 Regional Railroad Authority, or Washington
57.13 County Regional Railroad Authority to
57.14 perform environmental studies, preliminary
57.15 engineering, acquire property or an interest
57.16 in property, design or construct transitway
57.17 facilities and infrastructure, including
57.18 roadways, for the following transitway
57.19 projects: Northstar Ramsey station,
57.20 Gateway (I-94 East) corridor, Minneapolis
57.21 Interchange facility, Red Rock corridor,
57.22 Newport park-and-ride and station, Rush
57.23 Line corridor, Robert Street corridor, 35W
57.24 South Bus Rapid Transit, and Cedar Avenue
57.25 Bus Rapid Transit.

57.26 Sec. 49. Laws 2011, First Special Session chapter 12, section 19, is amended to read:

57.27 **Sec. 19. PUBLIC FACILITIES AUTHORITY** \$ **20,000,000**
57.28 **Wastewater Infrastructure Funding Program**

57.29 To the Public Facilities Authority for
57.30 grants to eligible municipalities under the
57.31 wastewater infrastructure funding program
57.32 under Minnesota Statutes, section 446A.072.

57.33 Notwithstanding the criteria and requirements
57.34 of Minnesota Statutes, section 446A.072,

58.1 up to \$1,000,000 of this appropriation is for
58.2 a grant to the city of Albert Lea to design,
58.3 construct, and equip water and sewer utilities
58.4 in the area of Broadway Avenue and Main
58.5 Street. This project may include demolition
58.6 of deteriorating concrete curbs, gutters,
58.7 sidewalks, and streets above the utilities,
58.8 and the construction costs to replace and
58.9 rehabilitate the infrastructure.

58.10 Sec. 50. **LAKE SUPERIOR-POPLAR RIVER WATER DISTRICT.**

58.11 Subdivision 1. **Establishment.** The Lake Superior-Poplar River Water District is
58.12 created as a municipal corporation, having the powers provided under Minnesota Statutes,
58.13 chapters 110A; 429, notwithstanding any provision of chapter 110A to the contrary; and
58.14 444. Notwithstanding any law to the contrary, the district shall not have the power to issue
58.15 general obligation bonds. Minnesota Statutes, sections 110A.04, 110A.07, and 110A.09 to
58.16 110A.18, shall not apply to the district or to the board created by this act.

58.17 Subd. 2. **Definitions.** For purposes of applying Minnesota Statutes, chapter 110A,
58.18 to this act, "works" and "systems" shall include irrigation purposes, "court" is deemed to
58.19 refer to the board of county commissioners; and "secretary of state" is deemed to refer to
58.20 the county auditor.

58.21 Subd. 3. **Territory included in district.** The territory of the district shall include
58.22 all lands within Sections 20, 21, 28, 29, 32, and 33 of Township 60 North, Range 3 West
58.23 of the Fourth Principal Meridian. Additional territory may be added as provided in
58.24 Minnesota Statutes, sections 110A.19 to 110A.22.

58.25 Subd. 4. **Payment of costs.** No person shall be obligated to purchase or be entitled
58.26 to receive water from the district unless that person is a party to a contract to purchase
58.27 water from the district. Excluding any initial capital investment funded by the state, all
58.28 capital and operating expenses of the district shall be paid by the users in proportion to
58.29 their use of water. The cost of distribution lines: (1) departing from the main water pipe
58.30 from Lake Superior to the domestic water treatment plant to any user; or (2) from the
58.31 water treatment plant to any user, shall be paid for by the user of the water either at the
58.32 time of installation or by user charges that allow the district to recoup the full cost of the
58.33 distribution lines and the cost of financing. Subject to this subdivision and the availability
58.34 of water under any applicable permit with a state or federal agency, any owner of land
58.35 within the district may contract with the district for the purchase of water.

59.1 Subd. 5. **Board of directors; elections.** (a) The district shall be governed by a
59.2 board of directors which shall have not less than three nor more than 13 members. The
59.3 district's initial directors shall be appointed by the Cook County Board of Commissioners,
59.4 with one director representing the domestic water users to serve for three years; up to two
59.5 directors representing the irrigation water users, one to serve for two years and one to
59.6 serve for three years; and up to two directors representing the commercial, stock watering,
59.7 and industrial users, one to serve for one year and one to serve for two years.

59.8 (b) The district's establishment shall take effect upon the Cook County Board of
59.9 Commissioners' appointment of the initial directors. The initial directors shall meet for
59.10 the purposes of organization within 30 days of their appointment. Thereafter, except
59.11 as otherwise provided in this subdivision, directors shall be elected in accordance with
59.12 Minnesota Statutes, section 110A.24, from election divisions comprised of domestic water
59.13 users; irrigation water users, and commercial, stock watering, and industrial users. Each
59.14 use classification shall be entitled to elect one director, plus one additional director if its
59.15 expected water usage for the following fiscal year exceeds ten percent of total water
59.16 usage. Each water user within each use classification shall be entitled to cast one vote for
59.17 each one percent of expected water usage for the following fiscal year. A homeowner's
59.18 association shall vote on behalf of its members if duly authorized by appropriate action by
59.19 the association's members. Prior to each election, the board of directors shall determine
59.20 the use classifications entitled to vote, the expected water use percentage of each user and
59.21 of use classification for the following fiscal year, and the number of directors each such
59.22 use classification is entitled to elect. The elections shall be conducted and supervised by
59.23 the board of directors and ratified by the Cook County Board of Commissioners.

59.24 **EFFECTIVE DATE; LOCAL APPROVAL.** This section is effective the day after
59.25 the governing body of Cook County and its chief clerical officer comply with Minnesota
59.26 Statutes, section 645.021, subdivisions 2 and 3.

59.27 Sec. 51. **ACQUISITIONS FOR CANISTEO PROJECT.**

59.28 The commissioner of natural resources shall acquire, without undue delay, the land
59.29 or interests in land that are needed to construct a conveyance system and other betterments
59.30 to accommodate the water level and outflow of water level from the Canisteco mine pit.
59.31 The commissioner may acquire the land or interests in land by eminent domain, including
59.32 use of the possession procedures under Minnesota Statutes, section 117.042.

59.33 Sec. 52. **REPEALER.**

59.34 Minnesota Rules, part 8895.0700, subpart 1, is repealed.

60.1 Sec. 53. **EFFECTIVE DATE.**

60.2 Except as otherwise provided, this act is effective the day following final enactment.

APPENDIX
Repealed Minnesota Rule: 12-5965

8895.0700 STATE PARTICIPATION, LIMITATIONS.

Subpart 1. **State participation, limitations.** The state's share of project costs must not exceed 50 percent of the nonfederal share of the eligible costs to be incurred by the applicant for the project.