

SENATE
STATE OF MINNESOTA
EIGHTY-NINTH SESSION

S.F. No. 2839

(SENATE AUTHORS: STUMPF, Bonoff, Senjem, Dziedzic and Scalze)

DATE	D-PG	OFFICIAL STATUS
03/17/2016	5103	Introduction and first reading Referred to Capital Investment
03/21/2016	5168	Author added Dziedzic
05/02/2016	6570	Author added Scalze
	6582a	Comm report: To pass as amended and re-refer to Finance

A bill for an act

1.1 relating to capital investment; authorizing spending to acquire and better public
1.2 land and buildings and other improvements of a capital nature with certain
1.3 conditions; modifying previous appropriations; establishing new programs
1.4 and modifying existing programs; authorizing the sale and issuance of state
1.5 bonds; appropriating money; amending Minnesota Statutes 2014, sections
1.6 85.34, subdivision 1; 161.14, by adding a subdivision; 446A.072; 446A.073,
1.7 as amended; 446A.081, subdivision 9; 446A.12, subdivision 1; 462A.37, by
1.8 adding a subdivision; Minnesota Statutes 2015 Supplement, sections 16A.967;
1.9 462A.37, subdivision 5; Laws 2002, chapter 393, section 22, subdivision 6, as
1.10 amended; Laws 2011, First Special Session chapter 12, section 13, subdivision
1.11 8; Laws 2012, chapter 293, sections 7, subdivision 8; 17, subdivision 4; Laws
1.12 2014, chapter 294, article 1, section 17, subdivisions 6, 12; Laws 2015, First
1.13 Special Session chapter 5, article 1, section 19; proposing coding for new law
1.14 in Minnesota Statutes, chapters 16A; 115; 219; repealing Minnesota Statutes
1.15 2014, section 123A.446.

1.16
1.17 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

ARTICLE 1

1.18

APPROPRIATIONS

1.19

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 spent 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

2.1 to the capital program or project in accordance with accounting policies adopted by the
 2.2 commissioner of management and budget. Unless otherwise specified, the appropriations
 2.3 in this act are available until the project is completed or abandoned subject to Minnesota
 2.4 Statutes, section 16A.642. Unless otherwise specified in this act, money appropriated in
 2.5 this act for activities under Minnesota Statutes, sections 16B.307, 84.946, and 135A.046,
 2.6 should not be used for projects that can be financed within a reasonable time frame
 2.7 under Minnesota Statutes, section 16B.322 or 16C.144. Unless otherwise specified, an
 2.8 appropriation that fully funds a project does not require a nonstate match. Unless otherwise
 2.9 specified, general fund appropriations in this act are onetime and are in fiscal year 2017.

2.10 **APPROPRIATIONS**

2.11 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.12 **Subdivision 1. Total Appropriation** **\$ 160,734,000**

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

2.16 **Subd. 2. Higher Education Asset Preservation**
 2.17 **and Replacement (HEAPR)** **61,500,000**

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

2.20 **Subd. 3. Duluth - Chemical Sciences and**
 2.21 **Advanced Materials Science Building** **27,167,000**

2.22 To design, construct, furnish, and equip
 2.23 a new laboratory building on the Duluth
 2.24 campus, including classrooms and research
 2.25 and undergraduate instructional laboratories.

2.26 **Subd. 4. Twin Cities - Health Sciences**
 2.27 **Education Facility** **66,667,000**

2.28 To demolish obsolete health sciences
 2.29 facilities and to design, renovate, furnish,
 2.30 equip, and construct a health science
 2.31 education facility on the Twin Cities campus
 2.32 to meet the needs of the Medical School and
 2.33 the Academic Health Center.

3.1 Subd. 5. **Twin Cities - Plant Growth Research**
 3.2 **Facility**

4,400,000

3.3 To demolish the existing biological sciences
 3.4 greenhouse and to predesign, design,
 3.5 construct, furnish, and equip a greenhouse
 3.6 to support learning and research on the St.
 3.7 Paul campus.

3.8 Subd. 6. **Duluth - Glensheen Mansion**

1,000,000

3.9 To predesign, design, construct, furnish,
 3.10 and equip critical structural repairs and
 3.11 renovation of the servants' porch.

3.12 Subd. 7. **University Share**

3.13 Except for the appropriation for HEAPR, the
 3.14 appropriations in this section are intended to
 3.15 cover approximately two-thirds of the cost of
 3.16 each project. The remaining costs must be
 3.17 paid from university sources.

3.18 Subd. 8. **Unspent Appropriations**

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

4.1	Sec. 3. <u>MINNESOTA STATE COLLEGES</u>	
4.2	<u>AND UNIVERSITIES</u>	
4.3	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 173,666,000</u>
4.4	<u>To the Board of Trustees of the Minnesota</u>	
4.5	<u>State Colleges and Universities for the</u>	
4.6	<u>purposes specified in this section.</u>	
4.7	<u>Subd. 2. Higher Education Asset Preservation</u>	
4.8	<u>and Replacement (HEAPR)</u>	<u>70,000,000</u>
4.9	<u>To be spent in accordance with Minnesota</u>	
4.10	<u>Statutes, section 135A.046.</u>	
4.11	<u>Subd. 3. Anoka Ramsey Community College</u>	<u>4,965,000</u>
4.12	<u>To design, renovate, furnish, and equip</u>	
4.13	<u>the Humanities Building and to design the</u>	
4.14	<u>Nursing and Active Learning Center and</u>	
4.15	<u>related campus redevelopment.</u>	
4.16	<u>Subd. 4. Bemidji State University</u>	<u>18,097,000</u>
4.17	<u>To demolish Hagg-Sauer Hall and construct,</u>	
4.18	<u>furnish, and equip its replacement, the</u>	
4.19	<u>Academic Learning Center; to renovate</u>	
4.20	<u>and renew, furnish, and equip Bensen Hall,</u>	
4.21	<u>Sattgast Hall, Bangsberg Hall, and A.C.</u>	
4.22	<u>Clark Library.</u>	
4.23	<u>Subd. 5. Century College</u>	<u>5,500,000</u>
4.24	<u>To create flexible space for classroom,</u>	
4.25	<u>lab, and other learning use, to renovate the</u>	
4.26	<u>adjacent welding laboratory, and to expand</u>	
4.27	<u>robotic welding facilities.</u>	
4.28	<u>Subd. 6. Hennepin Technical College Advanced</u>	
4.29	<u>Manufacturing Integration and Revitalization</u>	
4.30	<u>Phase I; Design and Renovation</u>	<u>8,231,000</u>
4.31	<u>For Phase I of the Advanced Manufacturing</u>	
4.32	<u>Integration and Revitalization (AMIR)</u>	
4.33	<u>project on the Brooklyn Park campus</u>	
4.34	<u>of Hennepin Technical College that will</u>	

- 5.1 renovate and update approximately 25,530
 5.2 square feet of skilled technical spaces. Phase
 5.3 I includes design of the entire project; roof
 5.4 replacement; construction, furnishing, and
 5.5 equipping of a new entry to the AMIR
 5.6 programs; and remodeling existing lab
 5.7 spaces and classrooms associated with the
 5.8 electronic, HVAC, and welding programs.
- 5.9 **Subd. 7. Hibbing Community College** 9,958,000
- 5.10 To demolish Building G and connecting
 5.11 links or portions thereof, and to construct,
 5.12 renovate, furnish, and equip buildings, links,
 5.13 and entry spaces on the campus.
- 5.14 **Subd. 8. Minnesota State Community and**
 5.15 **Technical College**
- 5.16 **(a) Fergus Falls Campus** 978,000
- 5.17 To design, renovate, furnish, and equip
 5.18 a new Center for Student and Workforce
 5.19 Success (CSWS) that integrates the Regional
 5.20 Workforce Center. The board must enter into
 5.21 a lease agreement with the commissioner of
 5.22 employment and economic development,
 5.23 or partners of the commissioner, for use of
 5.24 the workforce center subject to Minnesota
 5.25 Statutes, section 16A.695. The board must
 5.26 use nonstate money for the remainder of the
 5.27 cost of the renovation.
- 5.28 **(b) Wadena Campus** 820,000
- 5.29 To design, renovate, furnish, and equip
 5.30 the relocation of the current library to
 5.31 underutilized space and converting the
 5.32 vacated space into a centralized student
 5.33 services center.
- 5.34 **Subd. 9. Northland Community and Technical**
 5.35 **College, East Grand Forks** 826,000

6.1 To design, renovate, furnish, and equip
 6.2 science and radiological lab space on the
 6.3 East Grand Forks campus.

6.4 **Subd. 10. Rochester Community and Technical**
 6.5 **College**

20,385,000

6.6 To complete design, demolish Memorial and
 6.7 Plaza Halls, construct, equip, and furnish an
 6.8 academic building expansion, and renovate,
 6.9 equip, and furnish replacement space for
 6.10 classrooms, labs, and office spaces.

6.11 **Subd. 11. South Central College, North**
 6.12 **Mankato**

8,600,000

6.13 To design, renovate, renew, furnish, and
 6.14 equip laboratory, classroom and office spaces
 6.15 on the North Mankato campus.

6.16 **Subd. 12. Winona State University, Education**
 6.17 **Village, Phase 2**

25,306,000

6.18 To complete design, construct, renovate,
 6.19 furnish, and equip Phase 2 of the Education
 6.20 Village project, including the renovation
 6.21 of Cathedral and Wabasha Halls and
 6.22 Wabasha Rec, and remove obsolete portions
 6.23 of Wabasha Rec and the Annex building
 6.24 between Cathedral School and Wabasha Rec.

6.25 **Subd. 13. Debt Service**

6.26 (a) Except as provided in paragraph (b), the
 6.27 Board of Trustees shall pay the debt service
 6.28 on one-third of the principal amount of state
 6.29 bonds sold to finance projects authorized
 6.30 by this section. After each sale of general
 6.31 obligation bonds, the commissioner of
 6.32 management and budget shall notify the
 6.33 board of the amounts assessed for each year
 6.34 for the life of the bonds.

7.1 (b) The board need not pay debt service
7.2 on bonds sold to finance HEAPR. Where a
7.3 nonstate match is required, the debt service is
7.4 due on a principal amount equal to one-third
7.5 of the total project cost, less the match
7.6 committed before the bonds are sold.

7.7 (c) The commissioner of management and
7.8 budget shall reduce the board's assessment
7.9 each year by one-third of the net income
7.10 from investment of general obligation bond
7.11 proceeds in proportion to the amount of
7.12 principal and interest otherwise required to
7.13 be paid by the board. The board shall pay its
7.14 resulting net assessment to the commissioner
7.15 of management and budget by December
7.16 1 each year. If the board fails to make
7.17 a payment when due, the commissioner
7.18 of management and budget shall reduce
7.19 allotments for appropriations from the
7.20 general fund otherwise available to the board
7.21 and apply the amount of the reduction to
7.22 cover the missed debt service payment. The
7.23 commissioner of management and budget
7.24 shall credit the payments received from the
7.25 board to the bond debt service account in
7.26 the state bond fund each December 1 before
7.27 money is transferred from the general fund
7.28 under Minnesota Statutes, section 16A.641,
7.29 subdivision 10.

7.30 **Subd. 14. Unspent Appropriations**

7.31 (a) Upon substantial completion of a project
7.32 authorized in this section and after written
7.33 notice to the commissioner of management
7.34 and budget, the board must use any money
7.35 remaining in the appropriation for that

8.1 project for HEAPR under Minnesota
 8.2 Statutes, section 135A.046. The Board
 8.3 of Trustees must report by February 1 of
 8.4 each even-numbered year to the chairs of
 8.5 the house of representatives and senate
 8.6 committees with jurisdiction over capital
 8.7 investment and higher education finance, and
 8.8 to the chairs of the house of representatives
 8.9 Ways and Means Committee and the senate
 8.10 Finance Committee, on how the remaining
 8.11 money has been allocated or spent.

8.12 (b) The unspent portion of an appropriation
 8.13 for a project in this section that is complete is
 8.14 available for HEAPR under this subdivision,
 8.15 at the same campus as the project for which
 8.16 the original appropriation was made and the
 8.17 debt service requirement under subdivision
 8.18 18 is reduced accordingly. Minnesota
 8.19 Statutes, section 16A.642, applies from the
 8.20 date of the original appropriation to the
 8.21 unspent amount transferred.

8.22 **Sec. 4. EDUCATION**

8.23 **Subdivision 1. Total Appropriation** **\$ 22,234,000**

8.24 To the commissioner of education for the
 8.25 purposes specified in this section.

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

8.27 For library construction grants under
 8.28 Minnesota Statutes, section 134.45.

8.29 **Subd. 3. Bagley - Library Furnishings** **50,000**

8.30 From the general fund for a grant to the city
 8.31 of Bagley for improvements, furnishings,
 8.32 and equipment for the city's library or
 8.33 to reimburse the city for improvements,
 8.34 furnishings, and equipment for the city's

9.1 library. This appropriation does not require a
 9.2 nonstate contribution.

9.3 **Subd. 4. Cambridge - East Central Regional**
 9.4 **Library**

2,414,000

9.5 For a grant to the city of Cambridge to
 9.6 acquire property for and to predesign, design,
 9.7 construct, furnish, and equip a new public
 9.8 library and headquarters for the East Central
 9.9 Regional Library system, to be located in
 9.10 the city of Cambridge. This appropriation
 9.11 is not available until the commissioner of
 9.12 management and budget determines that an
 9.13 equal amount is committed from nonstate
 9.14 sources.

9.15 **Subd. 5. Grand Rapids - Myles Reif Center**

500,000

9.16 From the general fund for a grant to
 9.17 Independent School District No. 318, Grand
 9.18 Rapids, to cover cost overruns for the Myles
 9.19 Reif Center for the Performing Arts project
 9.20 in Grand Rapids. This appropriation is added
 9.21 to and is for the same purposes as the project
 9.22 in Laws 2014, chapter 294, article 1, section
 9.23 21, subdivision 8. This appropriation does
 9.24 not require a nonstate contribution.

9.25 **Subd. 6. Olmsted County - Dyslexia Institute**
 9.26 **of Minnesota**

1,500,000

9.27 For a grant to Olmsted County to acquire
 9.28 land for, and to predesign, design, construct,
 9.29 furnish, and equip a facility in Olmsted
 9.30 County to support the local, regional, and
 9.31 national literacy work of the Dyslexia
 9.32 Institute of Minnesota, subject to Minnesota
 9.33 Statutes, section 16A.695. This appropriation
 9.34 is not available until the commissioner of
 9.35 management and budget determines that an

10.1 equal amount is committed from nonstate
 10.2 sources.

10.3 **Subd. 7. Red Lake - Independent School**
 10.4 **District No. 38 Facility Projects**

14,070,000

10.5 (a) This appropriation is from the maximum
 10.6 effort school loan fund for a capital loan
 10.7 to Independent School District No. 38,
 10.8 Red Lake, as provided in Minnesota
 10.9 Statutes, sections 126C.60 to 126C.72.

10.10 This appropriation is to complete design
 10.11 and construction of a connection structure
 10.12 between the Red Lake Early Learning
 10.13 Childhood Center and Red Lake Elementary
 10.14 School; renovations to various classrooms,
 10.15 labs, and support rooms; updating of
 10.16 mechanical systems; and expansion of the
 10.17 cafeteria. Before any capital loan contract is
 10.18 approved under this subdivision, the district
 10.19 must provide documentation acceptable to
 10.20 the commissioner of education on how the
 10.21 capital loan will be used.

10.22 (b) The commissioner of administration
 10.23 may provide project management services
 10.24 to assist the Department of Education with
 10.25 oversight of the project. No money for
 10.26 construction may be distributed by the
 10.27 commissioner of education to the recipient
 10.28 school district until bids have been received
 10.29 on 100 percent of the construction documents
 10.30 and satisfactory documentation has been
 10.31 submitted to the commissioner of education
 10.32 indicating the project can be fully completed
 10.33 with money available for the project.

10.34 **Subd. 8. Warroad - Northwest Angle School**
 10.35 **Expansion**

700,000

- 11.1 For a grant to the Warroad School District to
 11.2 construct, furnish, and equip an expansion of
 11.3 the Northwest Angle School. No nonstate
 11.4 match is required.
- 11.5 **Subd. 9. White Bear Lake - Independent**
 11.6 **School District No. 624 - Community**
 11.7 **Achievement Center** 1,000,000
- 11.8 (a) For a grant to Independent School
 11.9 District No. 624, White Bear Lake Area
 11.10 Schools, to acquire land or real property for
 11.11 a comprehensive service center to deliver
 11.12 integrated services, including medical and
 11.13 dental services for young children, county
 11.14 human services, family support services, and
 11.15 early childhood education to the northeast
 11.16 metropolitan area.
- 11.17 (b) Any unspent portion of this appropriation
 11.18 after completion of the acquisition in
 11.19 paragraph (a) may be used for predesign and
 11.20 design.
- 11.21 (c) This appropriation does not require a
 11.22 nonstate match.
- 11.23 **Sec. 5. MINNESOTA STATE ACADEMIES**
- 11.24 **Subdivision 1. Total Appropriation** **\$ 2,210,000**
- 11.25 To the commissioner of administration for
 11.26 the purposes specified in this section.
- 11.27 **Subd. 2. Asset Preservation** **2,000,000**
- 11.28 For capital asset preservation improvements
 11.29 and betterments on both campuses of the
 11.30 Minnesota State Academies, to be spent in
 11.31 accordance with Minnesota Statutes, section
 11.32 16B.307.
- 11.33 **Subd. 3. Minnesota State Academies Track** **160,000**

- 12.1 For the construction of a track located on
 12.2 the Minnesota State Academy for the Blind
 12.3 campus, subject to Minnesota Statutes,
 12.4 section 16A.695. This appropriation is
 12.5 not available until the commissioner of
 12.6 management and budget determines that an
 12.7 amount sufficient to complete the project is
 12.8 committed from nonstate sources.
- 12.9 **Subd. 4. Minnesota State Academies Security**
 12.10 **Corridor** 50,000
- 12.11 For predesign for a safety corridor on the
 12.12 Minnesota State Academy for the Deaf
 12.13 campus.
- 12.14 **Sec. 6. PERPICH CENTER FOR ARTS**
 12.15 **EDUCATION** \$ 2,300,000
- 12.16 To the commissioner of administration for
 12.17 capital asset preservation improvements and
 12.18 betterments at the Perpich Center for Arts
 12.19 Education, to be spent in accordance with
 12.20 Minnesota Statutes, section 16B.307.
- 12.21 **Sec. 7. NATURAL RESOURCES**
- 12.22 **Subdivision 1. Total Appropriation** \$ 125,635,000
- 12.23 To the commissioner of natural resources
 12.24 for the purposes specified in this section.
 12.25 The appropriations in this section are
 12.26 subject to the requirements of the natural
 12.27 resources capital improvement program
 12.28 under Minnesota Statutes, section 86A.12,
 12.29 unless this section or the statutes referred
 12.30 to in this section provide more specific
 12.31 standards, criteria, or priorities for projects
 12.32 than Minnesota Statutes, section 86A.12.
- 12.33 **Subd. 2. Natural Resources Asset Preservation** 33,000,000

- 13.1 For the renovation of state-owned facilities
 13.2 and recreational assets operated by the
 13.3 commissioner of natural resources to
 13.4 be spent in accordance with Minnesota
 13.5 Statutes, section 84.946. Notwithstanding
 13.6 Minnesota Statutes, section 84.946: (1) the
 13.7 commissioner may use this appropriation
 13.8 to replace buildings if, considering the
 13.9 embedded energy in the building, that is the
 13.10 most energy-efficient and carbon-reducing
 13.11 method of renovation; and (2) this
 13.12 appropriation may be used for projects to
 13.13 remove life safety hazards such as building
 13.14 code violations or structural defects.
- 13.15 **Subd. 3. Buildings and Facilities Development** 2,000,000
- 13.16 To design and construct office and storage
 13.17 buildings, to replace buildings that are in
 13.18 poor condition, outdated, and no longer
 13.19 support the work of the department. This
 13.20 appropriation includes money to predesign a
 13.21 consolidated office in Bemidji.
- 13.22 **Subd. 4. Flood Hazard Mitigation** 20,000,000
- 13.23 (a) For the state share of flood hazard
 13.24 mitigation grants for publicly owned capital
 13.25 improvements to prevent or alleviate flood
 13.26 damage under Minnesota Statutes, section
 13.27 103F.161.
- 13.28 (b) Levee projects, to the extent practical,
 13.29 shall meet the state standard of three feet
 13.30 above the 100-year flood elevation.
- 13.31 (c) Project priorities shall be determined by
 13.32 the commissioner as appropriate and based
 13.33 on need.

14.1 (d) This appropriation includes money for
14.2 the following county and municipal projects:
14.3 Afton, Austin, Bloomington, Browns
14.4 Valley, Delano, Golden Valley, Halstad,
14.5 Hawley, Hendrum, Inver Grove Heights,
14.6 Maynard, Montevideo, Nielsville, Ortonville,
14.7 Owatonna, Perley, Rushford, and St. Vincent.

14.8 (e) This appropriation includes money for
14.9 projects in the following watersheds: Bois de
14.10 Sioux Watershed District, Buffalo Red River
14.11 Watershed District, Cedar River Watershed
14.12 District, Lower Minnesota River Watershed
14.13 District, Middle Snake Tamarac Rivers
14.14 Watershed District, Upper Minnesota River
14.15 Watershed District, Prior Lake-Spring Lake
14.16 Watershed District, Red Lake Watershed
14.17 District, Roseau River Watershed District,
14.18 Sand Hill River Watershed District, Shell
14.19 Rock River Watershed District, Two Rivers
14.20 Watershed District, and Wild Rice River
14.21 Watershed District.

14.22 (f) For any project listed in this subdivision
14.23 that the commissioner determines is not
14.24 ready to proceed or does not expend all the
14.25 money allocated to it, the commissioner may
14.26 allocate that project's money to a project on
14.27 the commissioner's priority list.

14.28 (g) To the extent that the cost of a project
14.29 exceeds two percent of the median household
14.30 income in a municipality or township
14.31 multiplied by the number of households in the
14.32 municipality or township, this appropriation
14.33 is also for the local share of the project.

14.34 (h) To the extent practicable and consistent
14.35 with the project, recipients of appropriations

15.1 for flood damage reduction projects in this
 15.2 subdivision shall create wetlands that are
 15.3 eligible for wetland replacement credit to
 15.4 replace wetlands drained or filled as a result
 15.5 of repair, reconstruction, replacement, or
 15.6 rehabilitation of an existing public road
 15.7 under Minnesota Statutes, section 103G.222,
 15.8 subdivision 1, paragraphs (l) and (m).

15.9 (i) Wetlands established by flood control
 15.10 projects funded in this subdivision that
 15.11 are not needed for replacement credit as
 15.12 part of a flood damage project funded in
 15.13 this subdivision, are eligible for wetland
 15.14 replacement credit under Minnesota Statutes,
 15.15 sections 103G.222 to 103G.2243.

15.16 **Subd. 5. Dam Renovation, Repair, Removal** **10,000,000**

15.17 To renovate or remove publicly owned dams.
 15.18 The commissioner shall determine project
 15.19 priorities as appropriate under Minnesota
 15.20 Statutes, sections 103G.511 and 103G.515.
 15.21 This appropriation does not require a nonstate
 15.22 match for the Lanesboro Dam project.

15.23 **Subd. 6. RIM Critical Habitat** **1,500,000**

15.24 To provide the state match for the critical
 15.25 habitat private sector matching account under
 15.26 Minnesota Statutes, section 84.943.

15.27 **Subd. 7. Fish Hatchery Development** **1,000,000**

15.28 For improvements and system upgrades of a
 15.29 capital nature to hatchery facilities owned by
 15.30 the state and operated by the commissioner of
 15.31 natural resources under Minnesota Statutes,
 15.32 section 97A.045, subdivision 1, to prevent
 15.33 the spread of invasive species and pathogens.

16.1	<u>Subd. 8. Mille Lacs Lake - Fisheries</u>	
16.2	<u>Management Station</u>	<u>3,500,000</u>
16.3	<u>To design and construct a fishery</u>	
16.4	<u>management station near Mille Lacs Lake to</u>	
16.5	<u>provide office, hatchery, and storage space.</u>	
16.6	<u>Subd. 9. Reforestation and Stand Improvement</u>	<u>2,300,000</u>
16.7	<u>To provide for reforestation and stand</u>	
16.8	<u>improvement on state forest lands to meet</u>	
16.9	<u>the reforestation requirements of Minnesota</u>	
16.10	<u>Statutes, section 89.002, subdivision 2,</u>	
16.11	<u>including purchasing native seeds and native</u>	
16.12	<u>seedlings, planting, seeding, site preparation,</u>	
16.13	<u>and protection on state lands administered</u>	
16.14	<u>by the commissioner.</u>	
16.15	<u>Subd. 10. State Park Campground Renovations</u>	<u>1,000,000</u>
16.16	<u>To rehabilitate and provide enhancements</u>	
16.17	<u>to campgrounds, including meeting code</u>	
16.18	<u>requirements and improving safety and</u>	
16.19	<u>accessibility. This appropriation is for the</u>	
16.20	<u>campground at Jay Cooke State Park and</u>	
16.21	<u>high-priority work at other campgrounds.</u>	
16.22	<u>Subd. 11. Park, State Recreation Area, and</u>	
16.23	<u>Trail Development</u>	<u>19,740,000</u>
16.24	<u>(a) For acquisition, development, and</u>	
16.25	<u>renovation of state trails under Minnesota</u>	
16.26	<u>Statutes, section 85.015. Of this amount,</u>	
16.27	<u>\$2,000,000 is for the Gitchi-Gami Trail at</u>	
16.28	<u>Tofte; \$2,590,000 is for the Glacial Lakes</u>	
16.29	<u>Trail; \$1,300,000 is for the Goodhue Pioneer</u>	
16.30	<u>Trail; \$3,300,000 is for the Heartland Trail</u>	
16.31	<u>from Detroit Lakes to Frazee; and \$650,000</u>	
16.32	<u>is for the Mill Town Trail.</u>	
16.33	<u>(b) \$1,900,000 is for acquisition and</u>	
16.34	<u>development in the Cuyuna Country State</u>	

17.1 Recreation Area, including the Cuyuna
 17.2 Mountain Bike System.

17.3 (c) \$8,000,000 is for continued development
 17.4 of recreational opportunities, including
 17.5 construction of a visitor center and
 17.6 rehabilitation of the elevator shaft, at the
 17.7 Lake Vermilion-Soudan Underground Mine
 17.8 State Park.

17.9 (d) The commissioner may allocate money
 17.10 not needed to complete a project listed in
 17.11 this section to another project listed in this
 17.12 section that may need additional money
 17.13 to be completed. For any project listed
 17.14 in this subdivision that the commissioner
 17.15 determines is not ready to proceed, the
 17.16 commissioner may reallocate that project's
 17.17 money to another state trail project
 17.18 described in this section or other state trail
 17.19 infrastructure. The commissioner of natural
 17.20 resources must notify the chairs of the house
 17.21 of representatives and senate committees
 17.22 with jurisdiction over environment and
 17.23 natural resources and legislators from the
 17.24 affected legislative districts of any changes
 17.25 made under this paragraph.

17.26 Subd. 12. **Itasca State Park Renovations** 6,900,000

17.27 To provide for the renovation of buildings
 17.28 and infrastructure and for natural
 17.29 resources restoration in Itasca State Park.
 17.30 Projects include safety and accessibility
 17.31 improvements, rehabilitation of the
 17.32 historic Nicollet Court building, and
 17.33 erosion protection at the headwaters of the
 17.34 Mississippi River.

17.35 Subd. 13. **West Leaf Lake Dam** 50,000

18.1 For renovation of the West Leaf Lake Dam
 18.2 under Minnesota Statutes, sections 103G.511
 18.3 to 103G.515. This appropriation does not
 18.4 require a nonstate match.

18.5 **Subd. 14. Austin - Waterways Restoration** 600,000

18.6 For a grant to the city of Austin to design,
 18.7 construct, and equip improvements at the
 18.8 site of the old 4th Avenue Mill and Dam,
 18.9 including the construction of bituminous
 18.10 trails, completion of landscaping work,
 18.11 and renovation of the existing mill; for
 18.12 stream bank stabilization throughout the
 18.13 city, including the removal of downed
 18.14 trees and debris, replacement of riprap,
 18.15 and establishment of native vegetation.
 18.16 This appropriation is not available until
 18.17 the commissioner of management and
 18.18 budget determines that an equal amount is
 18.19 committed from nonstate sources.

18.20 **Subd. 15. Champlin - Mill Pond Restoration** 3,300,000

18.21 For a grant to the city of Champlin to
 18.22 dredge and remove sediment and for other
 18.23 capital improvements of the Champlin Mill
 18.24 Pond necessary to improve water quality,
 18.25 restore fish habitat, and provide other public
 18.26 benefits. This appropriation is not available
 18.27 until the commissioner of management and
 18.28 budget determines that an equal amount is
 18.29 committed from nonstate sources.

18.30 **Subd. 16. Dakota County - Byllesby Dam** 6,000,000

18.31 For a grant to Dakota County to design
 18.32 and construct capital improvements to the
 18.33 hydro-electric generating facility, including
 18.34 replacement of obsolete turbines, at the

19.1 Byllesby Dam, located on the Cannon
 19.2 River. This appropriation is not available
 19.3 until the commissioner of management and
 19.4 budget determines that an equal amount is
 19.5 committed from nonstate sources.

19.6 **Subd. 17. Dakota County - Minnesota River**
 19.7 **Regional Trail**

2,500,000

19.8 For a grant to Dakota County under
 19.9 Minnesota Statutes, section 85.019,
 19.10 subdivision 4b, to design and construct
 19.11 a 3.2-mile multiuse segment, including
 19.12 upgrades to existing facilities and a new
 19.13 trailhead at Lone Oak Road, of the Minnesota
 19.14 River Regional Trail between Cedar Avenue
 19.15 and Lone Oak Road in the city of Eagan.
 19.16 This appropriation is not available until
 19.17 the commissioner of management and
 19.18 budget determines that an equal amount is
 19.19 committed from nonstate sources.

19.20 **Subd. 18. Golden Valley - Storm Water**
 19.21 **Infrastructure**

8,400,000

19.22 For a grant to the city of Golden Valley for
 19.23 storm water infrastructure within the DeCola
 19.24 Ponds and Medicine Lake Road watershed
 19.25 in the cities of Golden Valley, New Hope,
 19.26 and Crystal, including creation of floodwater
 19.27 storage, subwatershed diversion, and runoff
 19.28 rate control projects. This appropriation
 19.29 is not available until the commissioner of
 19.30 management and budget determines that an
 19.31 equal amount is committed from nonstate
 19.32 sources.

19.33 **Subd. 19. Itasca County - Popple River**
 19.34 **Recreation Bridge**

385,000

19.35 For a grant to Itasca County to design and
 19.36 construct a multiuse recreation bridge over

20.1 the Popple River and a paved trail connection
 20.2 to Village Road in the city of Squaw Lake.
 20.3 This appropriation is not available until
 20.4 the commissioner of management and
 20.5 budget determines that an equal amount is
 20.6 committed from nonstate sources.

20.7 **Subd. 20. Lake County - Prospectors ATV**
 20.8 **Trail System**

1,000,000

20.9 For a grant to Lake County for construction,
 20.10 including bridges, of the Prospectors ATV
 20.11 Trail System linking the communities of
 20.12 Ely, Babbitt, Embarrass, and Tower; Bear
 20.13 Head Lake and Lake Vermilion-Soudan
 20.14 Underground Mine State Parks; the Taconite
 20.15 State Trail; and the Lake County Regional
 20.16 ATV Trail System. This appropriation is
 20.17 not available until the commissioner of
 20.18 management and budget determines that an
 20.19 equal amount is committed from nonstate
 20.20 sources.

20.21 **Subd. 21. St. Louis and Lake Counties**
 20.22 **Regional Rail Authority - Mesabi Trail**

1,697,000

20.23 For a grant to the St. Louis and Lake
 20.24 Counties Regional Railroad Authority to
 20.25 continue construction of the Mesabi Trail,
 20.26 starting near Whalston Road and going
 20.27 toward the city of Tower. This appropriation
 20.28 does not require a nonstate contribution.

20.29 **Subd. 22. Two Harbors Small Craft Harbor**
 20.30 **Facility**

763,000

20.31 For a grant to the City of Two Harbors to
 20.32 design and engineer a small craft harbor
 20.33 within the City of Two Harbors. This
 20.34 appropriation is not available until the
 20.35 commissioner of management and budget
 20.36 confirms that an amount sufficient to

21.1 complete the project is committed from
 21.2 nonstate sources.

21.3 **Subd. 23. 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
 21.7 of management and budget, is available
 21.8 for asset preservation under Minnesota
 21.9 Statutes, section 84.946. Minnesota Statutes,
 21.10 section 16A.642, applies from the date of the
 21.11 original appropriation to the unspent amount
 21.12 transferred.

21.13 **Sec. 8. POLLUTION CONTROL AGENCY**

21.14 **Subdivision 1. Total Appropriation** **\$ 28,655,000**

21.15 To the Pollution Control Agency for the
 21.16 purposes specified in this section.

21.17 **Subd. 2. Capital Assistance Program** **11,750,000**

21.18 (a) This appropriation is for the solid waste
 21.19 capital assistance grant program under
 21.20 Minnesota Statutes, section 115A.54.

21.21 (b) Of this appropriation, \$9,250,000 is for a
 21.22 grant to Polk County to complete a regional
 21.23 integrated solid waste management system.

21.24 An additional renewable energy component
 21.25 shall not be mandated as a requirement of
 21.26 this project to qualify for funding under this
 21.27 section.

21.28 (c) Of this appropriation, \$2,500,000 is for
 21.29 a grant to McLeod County to complete an
 21.30 integrated solid waste system.

21.31 **Subd. 3. Variance Assistance Reimbursement** **300,000**

21.32 From the general fund for deposit in the
 21.33 variance assistance account under Minnesota

- 22.1 Statutes, section 115.441, to reimburse
 22.2 municipalities for the cost of applying
 22.3 for a variance from certain permitting
 22.4 requirements.
- 22.5 **Subd. 4. St. Louis River Area of Concern** **12,705,000**
- 22.6 To design and implement contaminated
 22.7 sediment management actions identified in
 22.8 the St. Louis River remedial action plan to
 22.9 restore water quality in the St. Louis River
 22.10 Area of Concern.
- 22.11 **Subd. 5. Redwood-Cottonwood Rivers Joint**
 22.12 **Powers - Lake Redwood Reclamation and**
 22.13 **Enhancement Project** **3,900,000**
- 22.14 For a grant to the Redwood-Cottonwood
 22.15 Rivers control area, a joint powers entity,
 22.16 to predesign, design, construct, and equip
 22.17 the reservoir reclamation and enhancement
 22.18 of the 66-acre Lake Redwood Reservoir.
 22.19 This appropriation is available after the
 22.20 commissioner of management and budget
 22.21 determines that \$870,000 is committed from
 22.22 nonstate sources.
- 22.23 **Sec. 9. BOARD OF WATER AND SOIL**
 22.24 **RESOURCES**
- 22.25 **Subdivision 1. Total Appropriation** **\$ 2,500,000**
- 22.26 To the Board of Water and Soil Resources
 22.27 for the purposes specified in this section.
- 22.28 **Subd. 2. Reinvest in Minnesota (RIM) Reserve**
 22.29 **Program** **1,500,000**
- 22.30 (a) To acquire conservation easements from
 22.31 landowners to preserve, restore, create, and
 22.32 enhance wetlands and associated uplands
 22.33 of prairie and grasslands, and restore and
 22.34 enhance rivers and streams, riparian lands,
 22.35 and associated uplands of prairie and

23.1 grasslands in order to protect soil and water
 23.2 quality, support fish and wildlife habitat,
 23.3 reduce flood damage, and provide other
 23.4 public benefits. The provisions of Minnesota
 23.5 Statutes, section 103F.515, apply to this
 23.6 program.

23.7 (b) The board shall give priority to leveraging
 23.8 federal money by enrolling targeted new
 23.9 lands or enrolling environmentally sensitive
 23.10 lands that have expiring federal conservation
 23.11 agreements.

23.12 (c) The board is authorized to enter into
 23.13 new agreements and amend past agreements
 23.14 with landowners as required by Minnesota
 23.15 Statutes, section 103F.515, subdivision 5, to
 23.16 allow for restoration. Of this appropriation,
 23.17 up to five percent may be used for restoration
 23.18 and enhancement.

23.19 **Subd. 3. Local Government Roads Wetland**
 23.20 **Replacement Program**

1,000,000

23.21 To acquire land or permanent easements
 23.22 and to restore, create, enhance, and preserve
 23.23 wetlands to replace those wetlands drained or
 23.24 filled as a result of the repair, reconstruction,
 23.25 replacement, or rehabilitation of existing
 23.26 public roads as required by Minnesota
 23.27 Statutes, section 103G.222, subdivision 1,
 23.28 paragraphs (l) and (m). The board may vary
 23.29 the priority order of Minnesota Statutes,
 23.30 section 103G.222, subdivision 3, paragraph
 23.31 (a), to implement an in-lieu fee agreement
 23.32 approved by the U.S. Army Corps of
 23.33 Engineers under section 404 of the Clean
 23.34 Water Act. The purchase price paid for
 23.35 acquisition of land or perpetual easement
 23.36 must be a fair market value as determined

24.1 by the board. The board may enter into
 24.2 agreements with the federal government,
 24.3 other state agencies, political subdivisions,
 24.4 nonprofit organizations, fee title owners, or
 24.5 other qualified private entities to acquire
 24.6 wetland replacement credits in accordance
 24.7 with Minnesota Rules, chapter 8420.

24.8 Sec. 10. **AGRICULTURE**

24.9 **Subdivision 1. Total Appropriations** **\$ 2,824,000**

24.10 To the commissioner of agriculture for the
 24.11 purposes specified in this section.

24.12 **Subd. 2. Agriculture Lab** **2,218,000**

24.13 From the general fund for equipment and
 24.14 instruments for the agriculture laboratory.
 24.15 This appropriation is available until June 30,
 24.16 2022.

24.17 **Subd. 3. AURI** **606,000**

24.18 From the general fund for a grant to
 24.19 Agricultural Utilization Research Institute
 24.20 (AURI) for construction of a development
 24.21 kitchen, sensory lab, and safety and security
 24.22 upgrades at AURI's Crookston facility
 24.23 and for communications and information
 24.24 technology upgrades at the Crookston,
 24.25 Marshall, and Waseca facilities.

24.26 Sec. 11. **RURAL FINANCE AUTHORITY** **\$ 35,000,000**

24.27 For the purposes set forth in the Minnesota
 24.28 Constitution, article XI, section 5, paragraph
 24.29 (h), to the Rural Finance Authority to
 24.30 purchase participation interests in or to
 24.31 make direct agricultural loans to farmers
 24.32 under Minnesota Statutes, chapter 41B. This
 24.33 appropriation is from the bond proceeds

25.1 account in the rural finance administration
 25.2 fund and is for the beginning farmer program
 25.3 under Minnesota Statutes, section 41B.039;
 25.4 the loan restructuring program under
 25.5 Minnesota Statutes, section 41B.04; the
 25.6 seller-sponsored program under Minnesota
 25.7 Statutes, section 41B.042; the agricultural
 25.8 improvement loan program under Minnesota
 25.9 Statutes, section 41B.043; and the livestock
 25.10 expansion loan program under Minnesota
 25.11 Statutes, section 41B.045. All debt service
 25.12 on bond proceeds used to finance this
 25.13 appropriation must be repaid by the Rural
 25.14 Finance Authority under Minnesota Statutes,
 25.15 section 16A.643. Loan participations
 25.16 must be priced to provide full interest
 25.17 and principal coverage and a reserve for
 25.18 potential losses. Priority for loans must be
 25.19 given first to basic beginning farmer loans,
 25.20 second to seller-sponsored loans, and third to
 25.21 agricultural improvement loans.

25.22 **Sec. 12. MINNESOTA ZOOLOGICAL**
 25.23 **GARDEN**

25.24 **Subdivision 1. Total Appropriation** **\$ 21,780,000**

25.25 To the Minnesota Zoological Garden Board
 25.26 for the purposes specified in this section.

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

25.28 For capital asset preservation improvements
 25.29 and betterments to infrastructure and
 25.30 exhibits at the Minnesota Zoo, to be spent in
 25.31 accordance with Minnesota Statutes, section
 25.32 16B.307.

25.33 **Subd. 3. Heart of the Zoo II** **17,780,000**

26.1 To complete the Heart of the Zoo II project,
 26.2 including renovation of the snow monkey
 26.3 exhibit and surrounding public spaces
 26.4 and construction of a meerkat exhibit.

26.5 This appropriation is in addition to the
 26.6 appropriation in Laws 2014, chapter 294,
 26.7 article 1, section 11, subdivision 3.

26.8 Sec. 13. **ADMINISTRATION**

26.9 **Subdivision 1. Total Appropriation** **\$ 40,203,000**

26.10 To the commissioner of administration for
 26.11 the purposes specified in this section.

26.12 **Subd. 2. Capitol Complex - Physical Security**
 26.13 **Upgrades** **18,500,000**

26.14 For the design, construction, and equipping
 26.15 required to upgrade the physical security
 26.16 elements and systems for the buildings
 26.17 listed below, their attached tunnel systems,
 26.18 and their surrounding grounds, and parking
 26.19 facilities as identified in the 2014 Minnesota
 26.20 State Capitol Complex Physical Security
 26.21 Study conducted by Miller Dunwiddie
 26.22 Architecture. Work includes but is not
 26.23 limited to the installation of bollards, blast
 26.24 protection, infrastructure security screen
 26.25 walls, door access controls, emergency call
 26.26 stations, security kiosks, locking devices,
 26.27 and traffic control. This appropriation
 26.28 includes money for work associated with
 26.29 the following buildings: Administration,
 26.30 Centennial, Judicial, Ag/Health Lab,
 26.31 Minnesota History Center, Minnesota
 26.32 History Center Loading Dock, Capitol
 26.33 Complex Power Plant and Shops, Stassen,
 26.34 State Office, and Veterans Service.

27.1	<u>Subd. 3. Capitol Complex - Physical Security</u>	
27.2	<u>Upgrades</u>	<u>3,400,000</u>
27.3	<u>From the general fund in fiscal year 2017,</u>	
27.4	<u>for the design, construction, and equipping</u>	
27.5	<u>required to upgrade the physical security</u>	
27.6	<u>elements and systems for the buildings</u>	
27.7	<u>listed below, their attached tunnel systems,</u>	
27.8	<u>and their surrounding grounds and parking</u>	
27.9	<u>facilities as identified in the 2014 Minnesota</u>	
27.10	<u>State Capitol Complex Physical Security</u>	
27.11	<u>Study conducted by Miller Dunwiddie</u>	
27.12	<u>Architecture. Work includes but is not</u>	
27.13	<u>limited to the installation of bollards, blast</u>	
27.14	<u>protection, infrastructure security screen</u>	
27.15	<u>walls, door access controls, emergency call</u>	
27.16	<u>stations, security kiosks, locking devices,</u>	
27.17	<u>and traffic control. This appropriation</u>	
27.18	<u>includes money for work associated with the</u>	
27.19	<u>Andersen and Freeman Buildings.</u>	
27.20	<u>Subd. 4. Centennial Parking Ramp</u>	<u>10,878,000</u>
27.21	<u>(a) To complete design and for structural</u>	
27.22	<u>repairs to the Centennial parking ramp,</u>	
27.23	<u>including removal of the top deck green</u>	
27.24	<u>space to provide additional parking capacity,</u>	
27.25	<u>repairing damaged post-tension cables, and</u>	
27.26	<u>installation of a deck surface protection</u>	
27.27	<u>coating.</u>	
27.28	<u>(b) Any unexpended amount of this</u>	
27.29	<u>appropriation after completing the project</u>	
27.30	<u>in paragraph (a) may be used to design and</u>	
27.31	<u>construct a storm water retention basin,</u>	
27.32	<u>adjacent to the Centennial parking ramp,</u>	
27.33	<u>if the commissioner of administration</u>	
27.34	<u>determines that the basin is feasible.</u>	

28.1	<u>Subd. 5. Capital Asset Preservation and</u>		
28.2	<u>Replacement Account</u>		<u>2,500,000</u>
28.3	<u>To be spent in accordance with Minnesota</u>		
28.4	<u>Statutes, section 16A.632.</u>		
28.5	<u>Subd. 6. Agency Relocation</u>		<u>1,500,000</u>
28.6	<u>From the general fund in fiscal year 2017 to</u>		
28.7	<u>relocate boards, councils, state agencies, and</u>		
28.8	<u>other state entities as needed for the efficient</u>		
28.9	<u>and effective operation of state government.</u>		
28.10	<u>This appropriation is available until June 30,</u>		
28.11	<u>2022.</u>		
28.12	<u>Subd. 7. Strategic Plan for Enterprise Facilities</u>		<u>1,475,000</u>
28.13	<u>From the general fund to create a strategic</u>		
28.14	<u>facilities master plan for facilities used by</u>		
28.15	<u>state agencies.</u>		
28.16	<u>Subd. 8. Granite Falls - Pioneer Public</u>		
28.17	<u>Television</u>		<u>1,950,000</u>
28.18	<u>From the general fund to provide an</u>		
28.19	<u>equipment grant to Pioneer Public Television</u>		
28.20	<u>as part of the station's construction of a</u>		
28.21	<u>new facility in Granite Falls, Minnesota.</u>		
28.22	<u>The money may be used to purchase and</u>		
28.23	<u>install equipment necessary to the station's</u>		
28.24	<u>operation. This appropriation does not</u>		
28.25	<u>require a nonstate contribution.</u>		
28.26	Sec. 14. <u>MN.IT</u>	<u>\$</u>	<u>\$1,432,000</u>
28.27	<u>To the commissioner of administration</u>		
28.28	<u>to predesign, design, construct, renovate,</u>		
28.29	<u>furnish, and equip existing state data</u>		
28.30	<u>center facilities at the Bureau of Criminal</u>		
28.31	<u>Apprehension's Maryland Avenue office</u>		
28.32	<u>building and at the Department of Revenue's</u>		
28.33	<u>Stassen Office Building for the purpose</u>		

29.1 of decommissioning and repurposing into
 29.2 usable office space.

29.3 **Sec. 15. MINNESOTA AMATEUR SPORTS**
 29.4 **COMMISSION**

29.5 **Subdivision 1. Total Appropriation** **\$ 5,932,000**

29.6 To the Minnesota Amateur Sports
 29.7 Commission for the purposes specified in
 29.8 this section.

29.9 **Subd. 2. Asset Preservation** **850,000**

29.10 For asset preservation improvements and
 29.11 betterments of a capital nature at the National
 29.12 Sports Center in Blaine, to be spent in
 29.13 accordance with Minnesota Statutes, section
 29.14 16B.307.

29.15 **Subd. 3. National Sports Center Expansion** **5,082,000**

29.16 To prepare a site for, including demolition,
 29.17 and to construct maintenance facilities,
 29.18 parking lots, roads, athletic fields, and other
 29.19 infrastructure necessary to complete the
 29.20 tournament field expansion at the National
 29.21 Sports Center in Blaine.

29.22 **Sec. 16. MILITARY AFFAIRS**

29.23 **Subdivision 1. Total Appropriation** **\$ 10,500,000**

29.24 To the adjutant general for the purposes
 29.25 specified in this section.

29.26 **Subd. 2. Asset Preservation** **2,500,000**

29.27 For asset preservation improvements and
 29.28 betterments of a capital nature at military
 29.29 affairs facilities statewide, to be spent in
 29.30 accordance with Minnesota Statutes, section
 29.31 16B.307. Of this appropriation, \$1,620,000
 29.32 is for asset preservation at the Rochester

30.1 Readiness Center and \$880,000 is for asset
 30.2 preservation at the Willmar Readiness Center.

30.3 Subd. 3. **St. Cloud Armory** 3,500,000

30.4 To complete design, renovation, expansion,
 30.5 furnishing, and equipping of the St. Cloud
 30.6 Readiness Center. The renovation includes
 30.7 but is not limited to: installing HVAC
 30.8 systems, improving life/safety systems,
 30.9 increasing energy efficiency, and upgrading
 30.10 the facility to serve a dual gender force.

30.11 This appropriation is not available until
 30.12 the commissioner of management and
 30.13 budget determines that an equal amount is
 30.14 committed from nonstate sources.

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

30.16 To predesign, design, construct, furnish,
 30.17 and equip a new National Guard Readiness
 30.18 Center in a metropolitan county as defined
 30.19 in Minnesota Statutes, section 473.121,
 30.20 subdivision 4. This appropriation is intended
 30.21 to support construction of a joint National
 30.22 Guard Readiness Center and city of West
 30.23 St. Paul municipal building located in the
 30.24 city of West St. Paul, provided that the city
 30.25 identifies suitable land to meet federal rules
 30.26 for armory construction and agrees by the
 30.27 end of 2016 to commit sufficient nonstate
 30.28 funds to complete the project.

30.29 This appropriation is not available until the
 30.30 commissioner of management and budget
 30.31 determines that an amount sufficient to
 30.32 complete the project is committed from
 30.33 nonstate sources.

30.34 Subd. 5. **Unspent Appropriations**

31.1 The unspent portion of an appropriation for
 31.2 a project in this section that is complete,
 31.3 upon written notice to the commissioner of
 31.4 management and budget, is available for
 31.5 statewide asset preservation under Minnesota
 31.6 Statutes, section 16B.307. Minnesota
 31.7 Statutes, section 16A.642, applies from the
 31.8 date of the original appropriation to the
 31.9 unspent amount transferred.

31.10 Sec. 17. **PUBLIC SAFETY**

31.11 **Subdivision 1. Total Appropriation** **\$ 42,988,000**

31.12 To the commissioner of public safety for the
 31.13 purposes specified in this section.

31.14 **Subd. 2. Arden Hills - State Emergency**
 31.15 **Operations Center** **33,302,000**

31.16 For the design, site development,
 31.17 construction, and equipping of a new
 31.18 state emergency operations center (SEOC)
 31.19 for the Department of Public Safety at
 31.20 Arden Hills. The facility will serve as the
 31.21 location for coordinating state support to
 31.22 local governments during emergencies and
 31.23 disasters. It will also be a critical continuity
 31.24 of government (COG) facility for state
 31.25 government leaders during an incident at the
 31.26 Capitol complex.

31.27 **Subd. 3. Camp Ripley - Railroad and Pipeline**
 31.28 **Incident Training Facility** **3,521,000**

31.29 To design and construct a joint emergency
 31.30 railroad and pipeline emergency response
 31.31 training facility at Camp Ripley, including
 31.32 the construction of stations and capital
 31.33 infrastructure needed for mock disaster
 31.34 training.

- 32.1 Subd. 4. **Glenwood - Police and Fire**
 32.2 **Departments** 300,000
- 32.3 For a grant to the city of Glenwood to
 32.4 design, renovate, construct, furnish, and
 32.5 equip a facility for the municipal police
 32.6 and fire departments. This appropriation
 32.7 is not available until the commissioner of
 32.8 management and budget determines that an
 32.9 equal amount is committed from nonstate
 32.10 sources.
- 32.11 Subd. 5. **Hallock - Fire Hall** 290,000
- 32.12 For a grant to the city of Hallock to construct,
 32.13 furnish, and equip a fire hall facility.
- 32.14 Notwithstanding Minnesota Statutes, section
 32.15 16A.86, subdivision 4, this appropriation
 32.16 is available after the commissioner of
 32.17 management and budget determines that at
 32.18 least \$70,000 is committed from nonstate
 32.19 sources.
- 32.20 Subd. 6. **Mahnomen - Public Safety Facility** 175,000
- 32.21 For a grant to the city of Mahnomen for
 32.22 predesign of a public safety facility in the
 32.23 city of Mahnomen to serve the counties of
 32.24 Mahnomen, Clearwater, and Becker. This
 32.25 appropriation is not available until at least
 32.26 an equal amount is committed from nonstate
 32.27 sources.
- 32.28 Subd. 7. **Minneapolis Emergency Operations**
 32.29 **Training Facility (EOTF) Enhancement** 2,500,000
- 32.30 For a grant to the city of Minneapolis
 32.31 for the predesign, design, engineering,
 32.32 and construction of the expansion of the
 32.33 Emergency Operation Center and Fire
 32.34 Training Facility. This appropriation is
 32.35 not available until the commissioner of

33.1 management and budget determines that an
 33.2 equal amount is committed to the project
 33.3 from nonstate sources.

33.4 **Subd. 8. Roseau - Fire Station Expansion** 700,000

33.5 For a grant to the city of Roseau to design,
 33.6 construct, furnish, and equip an addition to
 33.7 the Roseau Fire Station. This appropriation
 33.8 is not available until the commissioner of
 33.9 management and budget determines that an
 33.10 equal amount is committed from nonstate
 33.11 sources.

33.12 **Subd. 9. Windom - Regional Emergency**
 33.13 **Services Facility** 2,200,000

33.14 For a grant to the city of Windom to
 33.15 predesign, design, construct, furnish, and
 33.16 equip a regional emergency services (fire
 33.17 and ambulance) facility. Notwithstanding
 33.18 Minnesota Statutes, section 16A.86,
 33.19 subdivision 4, this appropriation is available
 33.20 after the commissioner of management and
 33.21 budget determines that at least \$1,000,000
 33.22 is committed to the project from nonstate
 33.23 sources.

33.24 **Sec. 18. TRANSPORTATION**

33.25 **Subdivision 1. Total Appropriation** **\$ 378,090,000**

33.26 To the commissioner of transportation for the
 33.27 purposes specified in this section.

33.28 **Subd. 2. Local Road Improvement Fund**
 33.29 **Grants** 70,000,000

33.30 From the bond proceeds account in the state
 33.31 transportation fund as provided in Minnesota
 33.32 Statutes, section 174.50, for construction and
 33.33 reconstruction of local roads with statewide
 33.34 or regional significance under Minnesota

- 34.1 Statutes, section 174.52, subdivision 4, or for
 34.2 grants to counties to assist in paying the costs
 34.3 of rural road safety capital improvement
 34.4 projects on county state-aid highways
 34.5 under Minnesota Statutes, section 174.52,
 34.6 subdivision 4a.
- 34.7 **Subd. 3. Local Bridge Replacement and**
 34.8 **Rehabilitation** 80,000,000
- 34.9 This appropriation is from the bond proceeds
 34.10 account in the state transportation fund
 34.11 to match federal money and to replace
 34.12 or rehabilitate local deficient bridges as
 34.13 provided in Minnesota Statutes, section
 34.14 174.50.
- 34.15 **Subd. 4. Safe Routes to School** 3,000,000
- 34.16 For grants under Minnesota Statutes, section
 34.17 174.40.
- 34.18 **Subd. 5. Golden Valley - Douglas Drive and**
 34.19 **Highway 55** 3,000,000
- 34.20 For a grant to the city of Golden Valley
 34.21 to reconstruct approximately one and
 34.22 three-quarters miles of Douglas Drive north
 34.23 of Highway 55, including on-street bicycle
 34.24 lanes and off-street trails and sidewalks, and
 34.25 to design, engineer, and construct public
 34.26 safety improvements at the intersection of
 34.27 Douglas Drive and Highway 55, including
 34.28 a box culvert underpass across Highway
 34.29 55, a roundabout and extended frontage
 34.30 road south of Highway 55, retaining wall
 34.31 construction, underground utility relocation,
 34.32 sidewalk and trail connections to existing
 34.33 facilities, Americans with Disabilities
 34.34 Act-compliant facilities, and landscaping.

- 35.1 This appropriation does not require a
 35.2 nonstate contribution.
- 35.3 **Subd. 6. St. Joseph - Pedestrian Bridge** 1,404,000
- 35.4 For a grant to the city of St. Joseph to
 35.5 construct a pedestrian bridge over County
 35.6 Road 75 in Stearns County.
- 35.7 **Subd. 7. Port Development Assistance** 14,500,000
- 35.8 For grants under Minnesota Statutes, chapter
 35.9 457A. Any improvements made with the
 35.10 proceeds of these grants must be publicly
 35.11 owned. Wabasha shall be a priority project
 35.12 for a grant under this appropriation.
- 35.13 **Subd. 8. Rail Grade Separation on Crude Oil**
 35.14 **Rail Corridors** 65,478,000
- 35.15 (a) To design and construct rail safety
 35.16 projects at highway railroad grade crossings
 35.17 in accordance with Minnesota Statutes,
 35.18 section 219.016. Of this appropriation:
- 35.19 (1) \$39,729,000 is for a grant to the city
 35.20 of Moorhead for environmental analysis,
 35.21 design, engineering, removal of an existing
 35.22 structure, and construction of a rail grade
 35.23 crossing separation in the vicinity of 21st
 35.24 Street South;
- 35.25 (2) \$13,762,000 is for a grant to the city of
 35.26 Red Wing for environmental analysis, design,
 35.27 engineering, removal of an existing structure,
 35.28 and construction of a rail grade crossing
 35.29 separation at Sturgeon Lake Road; and
- 35.30 (3) \$11,987,000 is for a grant to Anoka
 35.31 County for environmental analysis, design,
 35.32 engineering, removal of an existing structure,
 35.33 and construction of a rail grade crossing
 35.34 separation at Anoka County State-Aid

- 36.1 Highway 78, known as Hanson Boulevard,
 36.2 in Coon Rapids.
- 36.3 (b) Any unspent portion of this appropriation
 36.4 after completion of any project in this
 36.5 subdivision may be used for additional grants
 36.6 in accordance with Minnesota Statutes,
 36.7 section 219.016.
- 36.8 **Subd. 9. Railroad Warning Devices** 5,000,000
- 36.9 To design, construct, and equip replacement
 36.10 of active highway-rail grade warning devices
 36.11 that have reached the end of their useful life.
- 36.12 **Subd. 10. Rail Service Improvement** 2,000,000
- 36.13 For the rail service improvement program
 36.14 to be spent for the purposes set forth
 36.15 in Minnesota Statutes, section 222.50,
 36.16 subdivision 7.
- 36.17 **Subd. 11. Goodview and Minnesota City - Rail**
 36.18 **Quiet Zone** 301,000
- 36.19 For a grant to the city of Goodview for
 36.20 construction of a railroad crossing quiet zone
 36.21 that consists of construction and installation
 36.22 of concrete median barriers and associated
 36.23 road improvements at five Canadian Pacific
 36.24 railroad crossings in the cities of Goodview
 36.25 and Minnesota City. This appropriation does
 36.26 not require a local match.
- 36.27 **Subd. 12. St. Louis Park - Quiet Zone** 105,000
- 36.28 For a grant to the city of St. Louis Park to
 36.29 install safety improvements that reduce or
 36.30 eliminate the need for rail horns and whistles
 36.31 in St. Louis Park. This appropriation is
 36.32 not available until the commissioner of
 36.33 management and budget determines that an

- 37.1 equal amount is committed from nonstate
 37.2 sources.
- 37.3 **Subd. 13. Blaine - 105th Avenue Reconstruction** **3,246,000**
- 37.4 For a grant to the city of Blaine to predesign,
 37.5 design, and reconstruct 105th Avenue in
 37.6 the vicinity of the National Sports Center
 37.7 in Blaine. The reconstruction will include
 37.8 changing the street from five lanes to four
 37.9 lanes with median, turn lanes, sidewalk,
 37.10 trail, landscaping, lighting, and consolidation
 37.11 of access driveways. This appropriation
 37.12 is not available until the commissioner of
 37.13 management and budget determines that at
 37.14 least \$3,000,000 is committed to the project
 37.15 from sources available to the city, including
 37.16 municipal state aid and county turnback
 37.17 funds.
- 37.18 **Subd. 14. Bloomington - Interstate Highway**
 37.19 **494 and Highway 28** **8,000,000**
- 37.20 For preliminary engineering, engineering,
 37.21 design, environmental analysis,
 37.22 environmental work, right-of-way
 37.23 acquisition, and construction of interchange
 37.24 access to westbound marked Interstate
 37.25 Highway 494 from Hennepin County
 37.26 State-Aid Highway 28, known as East
 37.27 Bush Lake Road in Bloomington, including
 37.28 modifications to adjacent ramps, roadways,
 37.29 and intersections. This appropriation is
 37.30 not available until the commissioner of
 37.31 management and budget determines that an
 37.32 equal amount is committed from nonstate
 37.33 sources.
- 37.34 **Subd. 15. Chaska - Trunk Highway 212**
 37.35 **Interchange** **28,000,000**

38.1 From the bond proceeds account in the trunk
 38.2 highway fund for right-of-way acquisition
 38.3 and construction of an interchange at marked
 38.4 Trunk Highway 212 and Carver County
 38.5 Road 140 in the city of Chaska, to support
 38.6 the development of approximately 400
 38.7 acres of property in the city of Chaska's
 38.8 comprehensive plan. Notwithstanding
 38.9 Minnesota Statutes, section 16A.28, this
 38.10 appropriation is available for five years after
 38.11 the effective date of this act.

38.12 Subd. 16. **Duluth Airport Authority** 5,900,000

38.13 From the state airports fund in fiscal year
 38.14 2017 to provide the federal match to design
 38.15 and construct runway infrastructure at
 38.16 the Duluth International and Sky Harbor
 38.17 Airports in accordance with Minnesota
 38.18 Statutes, section 360.017. For the purposes
 38.19 of this appropriation, the commissioner
 38.20 may waive the requirements of Minnesota
 38.21 Statutes, section 360.305, subdivision 4,
 38.22 paragraph (b). This appropriation is for costs
 38.23 incurred after March 1, 2016, and is available
 38.24 until and must be encumbered by June 30,
 38.25 2017. This appropriation is not available
 38.26 until the commissioner of management and
 38.27 budget determines that an equal amount is
 38.28 committed from nonstate sources.

38.29 Subd. 17. **Grand Rapids Pedestrian Bridge** 750,000

38.30 For a grant to the city of Grand Rapids to
 38.31 design the construction of a bridge over the
 38.32 Mississippi River for pedestrian and bicycle
 38.33 use to provide a safe alternative route to
 38.34 the existing marked Trunk Highway 169
 38.35 vehicle bridge, and to serve as a connection

39.1 to existing trail systems on each side of the
 39.2 river. This appropriation is not available until
 39.3 the commissioner determines that an equal
 39.4 amount has been committed to the project
 39.5 from nonstate sources.

39.6 **Subd. 18. Hennepin County - U.S. Highway 12** **15,000,000**

39.7 From the bond proceeds account in the
 39.8 trunk highway fund for projects, including
 39.9 preliminary and final design, engineering,
 39.10 environmental analysis, right-of-way
 39.11 acquisition, construction, and reconstruction
 39.12 on marked U.S. Highway 12 as follows:

39.13 (1) realignment at the intersections with
 39.14 Hennepin County State-Aid Highway 92;

39.15 (2) realignment and safety improvements
 39.16 at the intersection with Hennepin County
 39.17 State-Aid Highway 90; and

39.18 (3) safety median improvements from the
 39.19 interchange with Wayzata Boulevard in
 39.20 Wayzata to approximately one-half mile east
 39.21 of the interchange with Hennepin County
 39.22 State-Aid Highway 6.

39.23 **Subd. 19. Hennepin County - Interstate**
 39.24 **Highway 35W and Lake Street Access Project** **25,000,000**

39.25 From the bond proceeds account in the
 39.26 state transportation fund for a grant to
 39.27 Hennepin County for design, right-of-way
 39.28 acquisition, engineering, and construction
 39.29 of public improvements related to the
 39.30 Interstate Highway 35W and Lake Street
 39.31 access project and related improvements
 39.32 within the Interstate Highway 35W corridor.
 39.33 This appropriation is not available until the
 39.34 commissioner of management and budget
 39.35 determines that an amount sufficient to

40.1 complete the project has been committed to
 40.2 the project.

40.3 **Subd. 20. Hugo - Short Line Railway** 1,100,000

40.4 For a grant to Minnesota Commercial
 40.5 Railway for construction of repairs and
 40.6 other capital improvements to approximately
 40.7 6.5 miles of railroad track described as
 40.8 that portion of the Minnesota Commercial
 40.9 Railway main running lead, between M &
 40.10 D Junction in White Bear Lake and the end
 40.11 of the track in Hugo. This appropriation
 40.12 must be used for the purposes set forth in the
 40.13 Minnesota Constitution, article XI, section
 40.14 5, clause (i), to improve and rehabilitate
 40.15 railroad rights-of-way and other rail facilities,
 40.16 whether public or private. This appropriation
 40.17 does not require a nonstate match.

40.18 **Subd. 21. International Falls-Koochiching**
 40.19 **County Airport Commission** 3,000,000

40.20 (a) From the state airports fund for a grant to
 40.21 the International Falls-Koochiching County
 40.22 Airport Commission for the following
 40.23 improvements to the Falls International
 40.24 Airport:
 40.25 (1) demolition of the existing terminal
 40.26 building;
 40.27 (2) rehabilitation;
 40.28 (3) site preparation, including utilities and
 40.29 civil work;
 40.30 (4) design, construction, furnishing, and
 40.31 equipping Phase II of the new terminal
 40.32 building, including a Transportation Safety
 40.33 Administration office, weather office,
 40.34 conference room, circulation corridor, airport

41.1 administration offices, U.S. Customs and
 41.2 Border Protection storage rooms, offices,
 41.3 restrooms, passenger-processing area,
 41.4 wet-hold room, interview room, search room,
 41.5 precustoms and postcustoms passenger
 41.6 waiting areas, and vestibule; and
 41.7 (5) associated appurtenances of a capital
 41.8 nature.

41.9 (b) After completion of the improvements
 41.10 under paragraph (a), any unspent money
 41.11 from this appropriation may be used by the
 41.12 International Falls-Koochiching County
 41.13 Airport Commission for a commercial
 41.14 airline apron expansion project at the Falls
 41.15 International Airport.

41.16 (c) This appropriation does not require a
 41.17 nonstate contribution or match.

41.18 **Subd. 22. Minnesota Valley Regional Rail**
 41.19 **Authority**

3,000,000

41.20 For a grant to the Minnesota Valley Regional
 41.21 Rail Authority for the rehabilitation of
 41.22 railroad track from Winthrop to Hanley
 41.23 Falls. The grant under this subdivision may
 41.24 also be used for any required environmental
 41.25 documentation and remediation, predesign,
 41.26 design, and rehabilitation or replacement of
 41.27 bridges with new bridges or culverts between
 41.28 Winthrop and Hanley Falls. A grant under
 41.29 this section is in addition to any grant, loan,
 41.30 or loan guarantee for this project made by
 41.31 the commissioner under Minnesota Statutes,
 41.32 sections 222.46 to 222.62. This appropriation
 41.33 is in addition to the appropriations in Laws
 41.34 2006, chapter 258, section 16, subdivision
 41.35 6; Laws 2008, chapter 179, section 16,

42.1 subdivision 5; Laws 2009, chapter 93, article
 42.2 1, section 11, subdivision 4; Laws 2010,
 42.3 chapter 189, section 15, subdivision 5; and
 42.4 Laws 2015, First Special Session chapter 5,
 42.5 article 1, section 10, subdivision 4.

42.6 **Subd. 23. Ramsey - Rail Grade Separation at**
 42.7 **County Road 56**

1,500,000

42.8 For a grant to the city of Ramsey for predesign
 42.9 and design of a highway-rail grade separation
 42.10 at the intersection of Anoka County Road
 42.11 56, also known as Ramsey Boulevard, with
 42.12 the Burlington Northern Santa Fe mainline.

42.13 This appropriation is not available until
 42.14 the commissioner of management and
 42.15 budget determines that an equal amount is
 42.16 committed from nonstate sources.

42.17 **Subd. 24. Ramsey County - I-694 Rice Street**
 42.18 **Interchange**

15,421,000

42.19 For a grant to Ramsey County for
 42.20 preliminary and final design, environmental
 42.21 documentation, and construction of the
 42.22 interchange of marked Interstate Highway
 42.23 694 and Rice Street in Ramsey County.

42.24 This appropriation is available after the
 42.25 commissioner of management and budget
 42.26 determines that \$6,600,000 is committed
 42.27 from nonstate sources.

42.28 **Subd. 25. Rochester International Airport**

4,985,000

42.29 From the general fund to design, construct,
 42.30 renovate, and improve the Rochester
 42.31 International Airport, in accordance with
 42.32 Minnesota Statutes, section 360.017. For
 42.33 the purposes of this appropriation, the
 42.34 commissioner may waive the requirements
 42.35 of Minnesota Statutes, section 360.305,

43.1 subdivision 4, paragraph (b). This
 43.2 appropriation is available until and must
 43.3 be encumbered by June 30, 2017. This
 43.4 appropriation is not available until the
 43.5 commissioner of management and budget
 43.6 determines that an equal amount is committed
 43.7 from nonstate sources.

43.8 **Subd. 26. Rosemount - County Road 42 and**
 43.9 **Marked Trunk Highway 52 Interchange**

2,000,000

43.10 From the bond proceeds account in the
 43.11 state transportation fund for the city of
 43.12 Rosemount local share of the project that
 43.13 reconstructs the interchange of County Road
 43.14 42 at marked Trunk Highway 52 in Dakota
 43.15 County. This appropriation is not available
 43.16 until the commissioner of management and
 43.17 budget determines that an equal amount is
 43.18 committed from nonstate sources.

43.19 **Subd. 27. St. Paul - Rail Grade Separation at**
 43.20 **Westminster Junction and Division Street**

1,000,000

43.21 For a grant to the Ramsey County Regional
 43.22 Railroad Authority for environmental
 43.23 analysis and design of rail grade separation
 43.24 of Union Pacific and Burlington Northern
 43.25 Santa Fe between Westminster Junction and
 43.26 Division Street/Hoffman Interlocking in St.
 43.27 Paul. This appropriation is not available until
 43.28 the commissioner determines that an equal
 43.29 amount has been committed to the project
 43.30 from nonstate sources.

43.31 **Subd. 28. Virginia - Highway 53 Relocation**

3,400,000

43.32 From the bond proceeds account in the state
 43.33 transportation fund for grants to the city of
 43.34 Virginia and the Virginia Public Utilities
 43.35 Commission to acquire land for and to

44.1 predesign, design, construct, furnish, and
 44.2 equip relocated public utilities, including
 44.3 sanitary and storm water sewers and water,
 44.4 electrical, and gas utilities; and to demolish
 44.5 and remove old utility infrastructure, all
 44.6 associated with the relocation of Highway
 44.7 53. This appropriation does not require a
 44.8 nonstate contribution.

44.9 **Subd. 29. West St. Paul - Robert Street**
 44.10 **Reconstruction**

12,000,000

44.11 From the trunk highway fund for a grant
 44.12 to the city of West St. Paul to complete
 44.13 the reconstruction of South Robert
 44.14 Street, marked as Trunk Highway 952.
 44.15 This appropriation is available after the
 44.16 commissioner of management and budget
 44.17 determines that \$7,363,000 is committed
 44.18 from nonstate sources.

44.19 **Sec. 19. METROPOLITAN COUNCIL**

44.20 **Subdivision 1. Total Appropriation**

\$ 42,750,000

44.21 To the Metropolitan Council for the purposes
 44.22 specified in this section.

44.23 **Subd. 2. Metropolitan Regional Parks and**
 44.24 **Trails Capital Improvements**

10,000,000

44.25 For the cost of improvements and betterments
 44.26 of a capital nature and acquisition by the
 44.27 council and local government units of
 44.28 regional recreational open-space lands in
 44.29 accordance with the council's policy plan
 44.30 as provided in Minnesota Statutes, section
 44.31 473.147. This appropriation must not be
 44.32 used to purchase easements.

44.33 **Subd. 3. Metropolitan Cities Inflow and**
 44.34 **Infiltration Grants**

5,000,000

45.1 For grants to cities within the metropolitan
 45.2 area, as defined in Minnesota Statutes,
 45.3 section 473.121, subdivision 2, for capital
 45.4 improvements in municipal wastewater
 45.5 collection systems to reduce the amount of
 45.6 inflow and infiltration to the Metropolitan
 45.7 Council's metropolitan sanitary sewer
 45.8 disposal system. Grants from this
 45.9 appropriation are for up to 50 percent of the
 45.10 cost to mitigate inflow and infiltration in
 45.11 the publicly owned municipal wastewater
 45.12 collection systems. To be eligible for a grant,
 45.13 a city must be identified by the council
 45.14 as a contributor of excessive inflow and
 45.15 infiltration in the metropolitan disposal
 45.16 system or have a measured flow rate within 20
 45.17 percent of its allowable council-determined
 45.18 inflow and infiltration limits. The council
 45.19 must award grants based on applications
 45.20 from cities that identify eligible capital
 45.21 costs and include a timeline for inflow and
 45.22 infiltration mitigation construction, pursuant
 45.23 to guidelines established by the council.

45.24 **Subd. 4. Bloomington - Mall of America**
 45.25 **Transit Station**

8,750,000

45.26 For design and construction of improvements
 45.27 to the Mall of America Station on the
 45.28 Hiawatha Corridor light rail transit line. The
 45.29 Metropolitan Council must consult with the
 45.30 city of Bloomington throughout the design
 45.31 and construction process.

45.32 **Subd. 5. Minneapolis - Sculpture Garden**

500,000

45.33 From the general fund for a grant to the
 45.34 Minneapolis Parks and Recreation Board
 45.35 for noncapital expenses relating to the

46.1 renovation of the Minneapolis Sculpture
 46.2 Garden. This appropriation is available
 46.3 until June 30, 2019. This appropriation is in
 46.4 addition to the appropriation in Laws 2014,
 46.5 chapter 194, article 1, section 17, subdivision
 46.6 8. This appropriation does not require a
 46.7 nonstate match.

46.8 **Subd. 6. St. Paul - Como Zoo** **14,500,000**

46.9 For a grant to the city of St. Paul for
 46.10 predesign, design, and engineering of Phase I
 46.11 of the renovation of seal and sea lion habitat
 46.12 at the Como Zoo. The renovated habitat
 46.13 will support the zoo education programs.
 46.14 This appropriation is not available until
 46.15 the commissioner of management and
 46.16 budget determines that at least \$1,100,000
 46.17 is committed to the project from nonstate
 46.18 sources.

46.19 **Subd. 7. Washington County - Gateway**
 46.20 **Corridor Transitway** **3,000,000**

46.21 For a grant to Washington County for
 46.22 environmental analysis, design, and
 46.23 engineering for the Gateway Corridor
 46.24 Transitway, also known as the Metro Gold
 46.25 Line. This appropriation is not available
 46.26 until the commissioner of management and
 46.27 budget determines that an equal amount is
 46.28 committed from nonstate sources.

46.29 **Subd. 8. Washington County - Red Rock**
 46.30 **Corridor Transitway** **1,000,000**

46.31 For a grant to the Washington County
 46.32 Regional Railroad Authority for engineering
 46.33 and environmental analysis for the Red Rock
 46.34 Corridor transitway. This appropriation
 46.35 is not available until the commissioner of

47.1 management and budget determines that an
 47.2 equal amount is committed from nonstate
 47.3 sources.

47.4 Sec. 20. **HEALTH** **\$** **2,335,000**

47.5 From the general fund in fiscal year 2017 to
 47.6 the commissioner of health for equipment
 47.7 and instruments for the public health
 47.8 laboratory. Notwithstanding Minnesota
 47.9 Statutes, section 16A.642, this appropriation
 47.10 is available until June 30, 2022.

47.11 Sec. 21. **HUMAN SERVICES**

47.12 **Subdivision 1. Total Appropriation** **\$** **135,135,000**

47.13 To the commissioner of administration, or
 47.14 another named agency, for the purposes
 47.15 specified in this section.

47.16 **Subd. 2. Asset Preservation** **5,000,000**

47.17 For asset preservation improvements and
 47.18 betterments of a capital nature at Department
 47.19 of Human Services facilities statewide, to be
 47.20 spent in accordance with Minnesota Statutes,
 47.21 section 16B.307.

47.22 **Subd. 3. Minnesota Security Hospital - St.**
 47.23 **Peter** **70,255,000**

47.24 To complete design, remodel, construct,
 47.25 furnish, and equip the second phase of the
 47.26 two-phase project to remodel existing and to
 47.27 develop new residential, program, activity,
 47.28 and ancillary facilities for the Minnesota
 47.29 Security Hospital on the upper campus of the
 47.30 St. Peter Regional Treatment Center. This
 47.31 appropriation includes money to: demolish,
 47.32 renovate, and remodel existing space;
 47.33 construct new space; address fire and life

48.1 safety, and other building code deficiencies;
 48.2 replace or renovate interior finishes; purchase
 48.3 furnishings, fixtures, and equipment; replace
 48.4 or renovate the Minnesota Security Hospital
 48.5 building's HVAC, plumbing, electrical,
 48.6 security, and life safety systems; tuck-point;
 48.7 replace windows and doors; design and
 48.8 abate asbestos and hazardous materials; and
 48.9 complete site work necessary to support
 48.10 the programmed use of the facilities on the
 48.11 St. Peter Regional Treatment Center upper
 48.12 campus.

48.13 **Subd. 4. Minnesota Sex Offender Program –**
 48.14 **St. Peter**

14,500,000

48.15 To complete design, construct, renovate,
 48.16 furnish, and equip the second phase of a
 48.17 multiphase project to develop additional
 48.18 residential, program, activity, and ancillary
 48.19 facilities for the Minnesota Sex Offender
 48.20 Program on the lower campus of the St.
 48.21 Peter Regional Treatment Center. This
 48.22 appropriation includes money to complete
 48.23 design, renovate, construct, furnish, and
 48.24 equip the north wing of Green Acres; the
 48.25 west, south, and north wings of Sunrise; and
 48.26 the Tomlinson building. This appropriation
 48.27 also includes money to: replace or renovate
 48.28 HVAC, plumbing, electrical, security, and life
 48.29 safety systems; address fire and life safety,
 48.30 and other building code deficiencies; replace
 48.31 windows and doors; tuck-point exterior
 48.32 building envelopes; reconfigure and remodel
 48.33 space; design and abate asbestos and other
 48.34 hazardous materials; remove or demolish
 48.35 nonfunctioning building components; and

49.1 complete site work necessary to support the
 49.2 programmed use of facilities.

49.3 **Subd. 5. Anoka Metro Regional Treatment**
 49.4 **Center Safety and Security Renovations**

2,250,000

49.5 To provide security upgrades of a capital
 49.6 nature at the Anoka Metro Regional
 49.7 Treatment Center campus, including but
 49.8 not limited to control centers, electronic
 49.9 monitoring and perimeter security
 49.10 equipment, new or updated security fencing,
 49.11 and other building security renovations. This
 49.12 appropriation includes money for: predesign,
 49.13 design, furnishing, fixtures, and equipment;
 49.14 construction of safety and security
 49.15 improvements to courtyards on residential
 49.16 treatment units; securely enclosing the
 49.17 nursing station on Unit G; and installing a
 49.18 campus-wide closed-circuit television video
 49.19 security system, a facility-wide personal
 49.20 duress alarm system, a key control system,
 49.21 and an electronic access control system.

49.22 **Subd. 6. Early Childhood Learning Facilities**

5,000,000

49.23 To the commissioner of human services for
 49.24 grants under Minnesota Statutes, section
 49.25 256E.37, to construct and rehabilitate early
 49.26 childhood learning facilities.

49.27 **Subd. 7. Hennepin County - Perspectives**
 49.28 **Family Center**

600,000

49.29 From the general fund to the commissioner
 49.30 of human services in fiscal year 2017 for a
 49.31 grant to Hennepin County to predesign and
 49.32 design the expansion and renovation of the
 49.33 existing Perspectives Family Center facility
 49.34 in St. Louis Park, subject to Minnesota
 49.35 Statutes, section 16A.695. The expanded

50.1 and renovated facility must be used to
 50.2 promote the public welfare by providing
 50.3 any or all of the following programs and
 50.4 services: (1) supportive housing programs
 50.5 for homeless women and their children;
 50.6 (2) mental and chemical health programs;
 50.7 (3) employment services; (4) academic,
 50.8 social skills, and nutritional programs for
 50.9 homeless and at-risk children; (5) an all-day
 50.10 therapeutic early childhood development
 50.11 program for homeless and at-risk children;
 50.12 and (6) a culturally sensitive safe and
 50.13 nurturing environment for at-risk children
 50.14 to meet with their nonresidential parents.

50.15 This appropriation is not available until the
 50.16 commissioner of management and budget
 50.17 has determined that at least an equal amount
 50.18 has been expended or committed to the
 50.19 project from nonstate sources. Nonstate
 50.20 money spent on the project since May 1,
 50.21 2015, shall be included in the determination
 50.22 of nonstate commitments to the project.

50.23 **Subd. 8. Minneapolis - The Family Partnership**

1,000,000

50.24 From the general fund for a grant to the
 50.25 Family Partnership in Minneapolis to
 50.26 predesign and design a facility to provide
 50.27 mental health, early childhood education,
 50.28 and other services to support children and
 50.29 families. This appropriation is not available
 50.30 until at least an equal amount of money is
 50.31 committed from nonstate resources. This
 50.32 appropriation is available until the project
 50.33 is completed or abandoned, subject to
 50.34 Minnesota Statutes, section 16A.642.

51.1	<u>Subd. 9. Red Lake Indian Reservation -</u>	
51.2	<u>Social Service Building Construction and</u>	
51.3	<u>Whitefeather/Moe Education Technology</u>	
51.4	<u>Center Remodel</u>	<u>17,000,000</u>
51.5	<u>(a) From the general fund for a grant to the</u>	
51.6	<u>Red Lake Indian Reservation to:</u>	
51.7	<u>(1) construct a building to house the social</u>	
51.8	<u>services of Oshkiimaajitahdah in Redby; and</u>	
51.9	<u>(2) remodel the Whitefeather/Moe Education</u>	
51.10	<u>Technology Center to return space to</u>	
51.11	<u>classrooms and laboratories for educational</u>	
51.12	<u>purposes.</u>	
51.13	<u>(b) This appropriation is available until the</u>	
51.14	<u>project is completed or abandoned, subject to</u>	
51.15	<u>Minnesota Statutes, section 16A.642.</u>	
51.16	<u>(c) This appropriation is available after the</u>	
51.17	<u>commissioner of management and budget</u>	
51.18	<u>determines that \$200,000 is committed or has</u>	
51.19	<u>been expended by nonstate sources. Money</u>	
51.20	<u>spent for site preparation shall count toward</u>	
51.21	<u>the \$200,000 nonstate contribution.</u>	
51.22	<u>Subd. 10. St. Paul - Dorothy Day Opportunity</u>	
51.23	<u>Center</u>	<u>12,000,000</u>
51.24	<u>For a grant to the city of St. Paul to predesign,</u>	
51.25	<u>design, construct, furnish, and equip an</u>	
51.26	<u>opportunity center to serve as an integrated</u>	
51.27	<u>one-stop delivery system connecting persons</u>	
51.28	<u>at risk of becoming homeless, and persons</u>	
51.29	<u>working to move up and out of homelessness,</u>	
51.30	<u>and to provide services that improve</u>	
51.31	<u>their health, income, housing stability, or</u>	
51.32	<u>well-being, subject to Minnesota Statutes,</u>	
51.33	<u>section 16A.695. This appropriation may be</u>	
51.34	<u>used to acquire property for these purposes.</u>	
51.35	<u>This appropriation is not available until the</u>	

52.1 commissioner of management and budget has
 52.2 determined that at least an equal amount has
 52.3 been committed to the project from nonstate
 52.4 sources. This appropriation is in addition to
 52.5 the appropriation in Laws 2014, chapter 294,
 52.6 article 1, section 18, subdivision 9.

52.7 **Subd. 11. Willmar - Child and Adolescent**
 52.8 **Behavioral Health Services (CABHS)**

7,530,000

52.9 For a grant to the city of Willmar to
 52.10 purchase land in or near the city of Willmar
 52.11 for, and to predesign, design, construct,
 52.12 furnish, and equip, a 16-bed psychiatric
 52.13 hospital facility of approximately 17,500
 52.14 to 18,000 square feet that will house the
 52.15 Child and Adolescent Behavioral Health
 52.16 Services (CABHS) program. The facility
 52.17 shall include space for single bedrooms,
 52.18 bathing and toilets, dining, living, group and
 52.19 treatment rooms, education space, visitation,
 52.20 clinic/professional staff, operations staff,
 52.21 patient storage, operations storage, food
 52.22 preparation, HVAC/telecommunications/data
 52.23 equipment, a small area for indoor recreation,
 52.24 and a secure outdoor activity space. The
 52.25 property for the facility will provide for staff
 52.26 and visitor parking, outdoor activities, and
 52.27 appropriate side, front, and rear setbacks.
 52.28 This appropriation does not require a
 52.29 nonstate match.

52.30 **Sec. 22. VETERANS AFFAIRS**

52.31 **Subdivision 1. Total Appropriation**

\$ 22,851,000

52.32 To the commissioner of administration for
 52.33 the purposes specified in this section.

52.34 **Subd. 2. Asset Preservation**

5,000,000

53.1 For asset preservation improvements and
 53.2 betterments of a capital nature at the veterans
 53.3 homes in Minneapolis, Hastings, Fergus
 53.4 Falls, Silver Bay, and Luverne, to be spent in
 53.5 accordance with Minnesota Statutes, section
 53.6 16B.307.

53.7 **Subd. 3. Minneapolis Veterans Home Truss**
 53.8 **Bridge Project**

7,851,000

53.9 To design, construct, renovate, and equip
 53.10 the historic truss bridge on the Minneapolis
 53.11 Veterans Home campus, including asbestos
 53.12 and hazardous materials abatement and
 53.13 associated site work.

53.14 **Subd. 4. Bemidji and Montevideo Veterans**
 53.15 **Homes**

10,000,000

53.16 (a) \$5,000,000 of this appropriation is to
 53.17 design, construct, furnish, and equip a
 53.18 veterans home in Montevideo to provide a
 53.19 continuum of care, including skilled nursing
 53.20 care, to veterans.

53.21 (b) \$5,000,000 of this appropriation is to
 53.22 design, construct, furnish, and equip a new
 53.23 veterans home in Bemidji to provide a
 53.24 continuum of care, including skilled nursing
 53.25 care, to veterans.

53.26 (c) The commissioner of administration
 53.27 may accept contributions of land or money
 53.28 from private individuals, businesses, local
 53.29 governments, veterans service organizations,
 53.30 and other nonstate sources for the purpose of
 53.31 providing matching funding when soliciting
 53.32 federal funding for the development of the
 53.33 homes.

53.34 **Sec. 23. CORRECTIONS**

54.1	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 52,253,000</u>
54.2	<u>To the commissioner of administration for</u>	
54.3	<u>the purposes specified in this section.</u>	
54.4	<u>Subd. 2. Asset Preservation</u>	<u>20,000,000</u>
54.5	<u>For asset preservation improvements and</u>	
54.6	<u>betterments of a capital nature at Minnesota</u>	
54.7	<u>correctional facilities statewide, to be spent</u>	
54.8	<u>in accordance with Minnesota Statutes,</u>	
54.9	<u>section 16B.307.</u>	
54.10	<u>Subd. 3. Lino Lakes - Minnesota Correctional</u>	
54.11	<u>Facility</u>	<u>5,000,000</u>
54.12	<u>To design, renovate, and equip an existing</u>	
54.13	<u>vacant building into an offender living unit</u>	
54.14	<u>that will add at least 60 beds to the capacity</u>	
54.15	<u>at the Minnesota Correctional Facility – Lino</u>	
54.16	<u>Lakes. The renovation includes removal of</u>	
54.17	<u>hazardous materials, upgrades to comply</u>	
54.18	<u>with current building codes, and construction</u>	
54.19	<u>of functional living and program space.</u>	
54.20	<u>Subd. 4. Moose Lake - Minnesota Correctional</u>	
54.21	<u>Facility</u>	<u>1,900,000</u>
54.22	<u>To expand and renovate the outdated master</u>	
54.23	<u>control center to improve security and</u>	
54.24	<u>efficiency at the Minnesota Correctional</u>	
54.25	<u>Facility – Moose Lake. The renovation</u>	
54.26	<u>includes updating fire alarm panels and</u>	
54.27	<u>mechanical and electrical systems and</u>	
54.28	<u>improving visibility of the visiting area.</u>	
54.29	<u>Subd. 5. St. Cloud - Minnesota Correctional</u>	
54.30	<u>Facility</u>	<u>19,000,000</u>
54.31	<u>To construct and equip a new intake unit and</u>	
54.32	<u>a loading dock with a secure connection to</u>	
54.33	<u>a new central warehouse at the Minnesota</u>	
54.34	<u>Correctional Facility – St. Cloud.</u>	

55.1	<u>Subd. 6. Togo - Minnesota Correctional Facility</u>	<u>2,000,000</u>
55.2	<u>To design, construct, renovate, furnish,</u>	
55.3	<u>and equip existing buildings, including</u>	
55.4	<u>improvements to the wastewater and septic</u>	
55.5	<u>systems, and to increase the program capacity</u>	
55.6	<u>for the challenge incarceration program by at</u>	
55.7	<u>least 30 beds at the Minnesota Correctional</u>	
55.8	<u>Facility – Togo.</u>	
55.9	<u>Subd. 7. Willow River - Minnesota</u>	
55.10	<u>Correctional Facility</u>	<u>1,500,000</u>
55.11	<u>To design, construct, renovate, furnish, and</u>	
55.12	<u>equip new and existing buildings to increase</u>	
55.13	<u>living unit and programming capacity for</u>	
55.14	<u>the challenge incarceration program by at</u>	
55.15	<u>least 45 beds at the Minnesota Correctional</u>	
55.16	<u>Facility – Willow River.</u>	
55.17	<u>Subd. 8. Northeast Regional Corrections</u>	
55.18	<u>Center</u>	<u>2,853,000</u>
55.19	<u>For a grant to the Arrowhead Regional</u>	
55.20	<u>Corrections Joint Powers Board to demolish</u>	
55.21	<u>an existing facility and update, renovate, and</u>	
55.22	<u>expand buildings used for vocational and</u>	
55.23	<u>educational programming at the Northeast</u>	
55.24	<u>Regional Corrections Center. This project</u>	
55.25	<u>will expand the processing facility, add</u>	
55.26	<u>a packaging facility, and improve farm</u>	
55.27	<u>operations and vocational buildings,</u>	
55.28	<u>including the replacement or repair of</u>	
55.29	<u>roofs and air handling systems. Nonstate</u>	
55.30	<u>contributions to improvements at the center</u>	
55.31	<u>made before or after the enactment of this</u>	
55.32	<u>subdivision are considered to be a sufficient</u>	
55.33	<u>match, and no further nonstate match is</u>	
55.34	<u>required.</u>	
55.35	<u>Subd. 9. Unspent Appropriations</u>	

56.1 The unspent portion of an appropriation for
 56.2 a Department of Corrections project in this
 56.3 section that is complete, upon written notice
 56.4 to the commissioner of management and
 56.5 budget, is available for asset preservation
 56.6 under Minnesota Statutes, section 16B.307.
 56.7 Minnesota Statutes, section 16A.642, applies
 56.8 from the date of the original appropriation to
 56.9 the unspent amount transferred.

56.10 **Sec. 24. EMPLOYMENT AND ECONOMIC**
 56.11 **DEVELOPMENT**

56.12 **Subdivision 1. Total Appropriation** **\$ 158,304,000**

56.13 To the commissioner of employment and
 56.14 economic development for the purposes
 56.15 specified in this section.

56.16 **Subd. 2. Asset Preservation** **1,342,000**

56.17 For asset preservation improvements and
 56.18 betterments of a capital nature at the South
 56.19 Minneapolis WorkForce Center, to be spent
 56.20 in accordance with Minnesota Statutes,
 56.21 section 16B.307.

56.22 **Subd. 3. Transportation Economic**
 56.23 **Development** **20,000,000**

56.24 For grants under Minnesota Statutes, section
 56.25 116J.436.

56.26 **Subd. 4. Greater Minnesota Business**
 56.27 **Development Public Infrastructure Grants** **15,000,000**

56.28 For grants under Minnesota Statutes, section
 56.29 116J.431.

56.30 **Subd. 5. Innovative Business Development**
 56.31 **Public Infrastructure Grants** **5,000,000**

56.32 For grants under Minnesota Statutes, section
 56.33 116J.435.

56.34 **Subd. 6. Redevelopment Grant Program** **4,328,000**

57.1 (a) From the general fund for purposes of
 57.2 the redevelopment account under Minnesota
 57.3 Statutes, sections 116J.571 to 116J.575.

57.4 (b) Of this appropriation, \$3,500,000 is for a
 57.5 grant to the city of Albert Lea for predesign,
 57.6 design, site work, and construction, including
 57.7 the relocation of Front Street, for Phase I of
 57.8 the Blazing Star Landing project to redevelop
 57.9 the former Farmland Foods property along
 57.10 Albert Lea Lake. This appropriation is
 57.11 not available until the commissioner of
 57.12 management and budget determines that an
 57.13 equal amount is committed from nonstate
 57.14 sources.

57.15 Subd. 7. **Bemidji - Regional Dental Facility** 6,000,000

57.16 For a grant to the city of Bemidji to acquire
 57.17 land for and to predesign, design, construct,
 57.18 renovate, furnish, and equip a regional dental
 57.19 facility in Bemidji, subject to Minnesota
 57.20 Statutes, section 16A.695. This appropriation
 57.21 is not available until the commissioner of
 57.22 management and budget has determined that
 57.23 at least \$3,000,000 has been committed to
 57.24 the project from nonstate sources. The value
 57.25 of the land purchased or acquired by the city
 57.26 after January 1, 2016, for this facility shall
 57.27 count toward the nonstate match.

57.28 Subd. 8. **Duluth - Lake Superior Zoo** 1,909,000

57.29 For a grant to the city of Duluth to design,
 57.30 construct, furnish, and equip an outdoor
 57.31 amphitheater at the Lake Superior Zoo.
 57.32 This appropriation is not available until the
 57.33 commissioner determines that at least an
 57.34 equal amount is committed to the project
 57.35 from nonstate sources.

58.1	<u>Subd. 9. Hastings - Riverfront Renaissance</u>	<u>1,500,000</u>
58.2	<u>For a grant to the city of Hastings for</u>	
58.3	<u>the design, engineering, constructing,</u>	
58.4	<u>and equipping of improvements to</u>	
58.5	<u>the city's sewer, electrical, utility, and</u>	
58.6	<u>street infrastructure; for renovations and</u>	
58.7	<u>improvements to Oliver's Grove Park; and</u>	
58.8	<u>screening of an electrical substation. These</u>	
58.9	<u>projects are part of the rehabilitation of</u>	
58.10	<u>Hastings' historic downtown and Levee</u>	
58.11	<u>Park along the Mississippi River. This</u>	
58.12	<u>appropriation is not available until the</u>	
58.13	<u>commissioner of management and budget</u>	
58.14	<u>determines that an equal amount is committed</u>	
58.15	<u>from nonstate sources. Expenditures made</u>	
58.16	<u>for Phases 1 and 2 of this project shall count</u>	
58.17	<u>towards the nonstate match.</u>	
58.18	<u>Subd. 10. Hennepin County - Cedar Cultural</u>	
58.19	<u>Center</u>	<u>3,000,000</u>
58.20	<u>From the general fund for a grant to the</u>	
58.21	<u>Cedar Cultural Center to predesign, design,</u>	
58.22	<u>construct, furnish, and equip the renovation</u>	
58.23	<u>of the historic Cedar Cultural Center.</u>	
58.24	<u>Subd. 11. Hennepin County - Hennepin Center</u>	
58.25	<u>for the Arts</u>	<u>6,000,000</u>
58.26	<u>For a grant to Hennepin County for</u>	
58.27	<u>improvements and betterments of a capital</u>	
58.28	<u>nature to renovate the historic Hennepin</u>	
58.29	<u>Center for the Arts, subject to Minnesota</u>	
58.30	<u>Statutes, section 16A.695. Notwithstanding</u>	
58.31	<u>Minnesota Statutes, section 16A.86,</u>	
58.32	<u>subdivision 4, this appropriation is available</u>	
58.33	<u>after the commissioner of management and</u>	
58.34	<u>budget determines that \$3,000,000 has been</u>	

59.1 committed to complete the project from
 59.2 nonstate sources.

59.3 **Subd. 12. Hermantown - Arrowhead Regional**
 59.4 **Health and Wellness Center**

8,000,000

59.5 For a grant to the city of Hermantown
 59.6 to prepare the middle school site on the
 59.7 Hermantown School District campus,
 59.8 including demolition of a portion of the
 59.9 middle school, and to design, construct a
 59.10 new addition to the middle school building
 59.11 and renovate the remaining existing building,
 59.12 furnish, and equip the facility as the
 59.13 Arrowhead Regional Health and Wellness
 59.14 Center. The city may enter into a lease or
 59.15 management agreements under Minnesota
 59.16 Statutes, section 16A.695, for operation of
 59.17 the center. This appropriation is not available
 59.18 until at least an equal amount is committed
 59.19 to the project from nonstate sources.

59.20 **Subd. 13. Jackson - Memorial Park**
 59.21 **Redevelopment Phase I**

282,000

59.22 For a grant to the city of Jackson to complete
 59.23 Phase I of the redevelopment of Memorial
 59.24 Park, including trails, landscaping, a
 59.25 canoe launch, and other amenities. This
 59.26 appropriation is not available until the
 59.27 commissioner of management and budget
 59.28 determines that at least an equal amount
 59.29 is committed to the project from nonstate
 59.30 sources. This appropriation does not require
 59.31 a nonstate match.

59.32 **Subd. 14. Litchfield - Power Generation**
 59.33 **Improvements**

5,000,000

59.34 For a grant to the city of Litchfield to
 59.35 design and construct electrical generation
 59.36 improvements in the city of Litchfield

60.1 to expand the current standby capacity,
 60.2 including replacement of two old generators.
 60.3 This appropriation is not available until the
 60.4 commissioner of management and budget
 60.5 determines that at least an equal amount
 60.6 is committed to the project from nonstate
 60.7 sources.

60.8 **Subd. 15. Madelia - Public Infrastructure** 98,000

60.9 For a grant to the city of Madelia for repair
 60.10 and replacement of a capital nature of public
 60.11 infrastructure damaged by a fire in Madelia
 60.12 in February 2016. This appropriation does
 60.13 not require a nonstate match.

60.14 **Subd. 16. Medford - Municipal Complex** 2,940,000

60.15 For a grant to the city of Medford to
 60.16 predesign, design, construct, furnish, and
 60.17 equip a municipal complex that includes an
 60.18 emergency operations center/storm shelter or
 60.19 safe area for use during a public emergency,
 60.20 public meeting and community room, fire
 60.21 department offices and facilities, and city
 60.22 hall offices. Money spent by the city for this
 60.23 project before the effective date of this section
 60.24 is the nonstate contribution to the project and
 60.25 no further nonstate contribution is required.

60.26 **Subd. 17. Minneapolis - Northern Metals** 5,000,000

60.27 From the general fund for a grant to Northern
 60.28 Metals, Inc., for costs of relocation due to
 60.29 the closure of St. Anthony Falls Lock on the
 60.30 Mississippi River. This appropriation does
 60.31 not require a nonstate match.

60.32 **Subd. 18. Minneapolis - Norway House** 5,000,000

60.33 From the general fund for a grant to
 60.34 the Norway House to acquire land and

61.1 predesign, design, construct, furnish, and
 61.2 equip a conference and event center at 913
 61.3 East Franklin Avenue and adjacent property
 61.4 in Minneapolis to celebrate the culture of
 61.5 Norway and American Norwegians. This
 61.6 appropriation is not available until at least
 61.7 an equal amount is committed from nonstate
 61.8 sources. Land purchased for this expansion
 61.9 project shall count toward the nonstate match.

61.10 **Subd. 19. Minneapolis - Pioneers and Soldiers**
 61.11 **Cemetery Restoration**

1,029,000

61.12 For a grant to the city of Minneapolis to
 61.13 restore the historic steel and limestone pillar
 61.14 fence along Cedar Avenue and Lake Street,
 61.15 install a new steel fence and pillars along 21st
 61.16 Avenue South, and install a waterproofing
 61.17 system for preservation of the fence and
 61.18 pillars, at the Pioneer and Soldiers Cemetery.
 61.19 This appropriation is available after the
 61.20 commissioner of management and budget
 61.21 determines that \$394,000 is committed from
 61.22 nonstate sources.

61.23 **Subd. 20. Moose Lake - Riverside Center**

600,000

61.24 For a grant to the city of Moose Lake to
 61.25 design, construct, and equip an addition of
 61.26 5,000 square feet to include public restrooms,
 61.27 a concessions area, changing rooms, meeting
 61.28 space, accessibility improvements for
 61.29 Americans with Disabilities Act (ADA)
 61.30 compliance, and other improvements of
 61.31 a capital nature to the Riverside Center.
 61.32 This appropriation is not available until
 61.33 the commissioner of management and
 61.34 budget determines that an equal amount is
 61.35 committed from nonstate sources.

62.1	<u>Subd. 21. Parkers Prairie - Community Pool</u>	<u>250,000</u>
62.2	<u>For a grant to the city of Parkers Prairie</u>	
62.3	<u>to renovate the city swimming pool,</u>	
62.4	<u>including accessibility improvements.</u>	
62.5	<u>This appropriation is not available until</u>	
62.6	<u>the commissioner of management and</u>	
62.7	<u>budget determines that an equal amount is</u>	
62.8	<u>committed from nonstate sources.</u>	
62.9	<u>Subd. 22. Plymouth - Ice Center Renovation</u>	<u>2,203,000</u>
62.10	<u>For a grant to the city of Plymouth to</u>	
62.11	<u>predesign, design, construct, furnish, and</u>	
62.12	<u>equip the renovation of the Plymouth Ice</u>	
62.13	<u>Center, and to complete related work for the</u>	
62.14	<u>state-mandated transition of R-22 refrigerant</u>	
62.15	<u>to an ammonia-based system. The project</u>	
62.16	<u>also includes resizing an existing ice sheet for</u>	
62.17	<u>energy efficiencies, roof repairs, and parking</u>	
62.18	<u>lot enhancements. This appropriation is</u>	
62.19	<u>not available until the commissioner of</u>	
62.20	<u>management and budget determines that at</u>	
62.21	<u>least \$2,119,000 is committed to the project</u>	
62.22	<u>from nonstate sources.</u>	
62.23	<u>Subd. 23. Polk County - North Country Food</u>	
62.24	<u>Bank in Crookston</u>	<u>3,000,000</u>
62.25	<u>For a grant to Polk County to predesign,</u>	
62.26	<u>design, construct, renovate, furnish, and</u>	
62.27	<u>equip a regional charitable food warehouse,</u>	
62.28	<u>distribution, and office facility in the city of</u>	
62.29	<u>Crookston, subject to Minnesota Statutes,</u>	
62.30	<u>section 16A.695. This appropriation is</u>	
62.31	<u>not available until the commissioner of</u>	
62.32	<u>management and budget determines that an</u>	
62.33	<u>equal amount has been committed to the</u>	
62.34	<u>project from nonstate sources. The value of</u>	
62.35	<u>the land purchased or acquired by the county</u>	

- 63.1 after January 1, 2013, for this facility shall
 63.2 count toward the nonstate match.
- 63.3 **Subd. 24. Red Wing - River Town Renaissance** 4,480,000
- 63.4 For a grant to the city of Red Wing to
 63.5 complete removal and replacement of
 63.6 approximately 250 lineal feet of the harbor
 63.7 retaining wall; to design, construct, furnish,
 63.8 and equip the renovation of the historic
 63.9 T.B. Sheldon Performing Arts Theater; and
 63.10 to design and construct transient riverboat
 63.11 docking facilities, levee wall extension, and
 63.12 levee promenade improvements at Levee
 63.13 Park. This appropriation is not available
 63.14 until the commissioner of management and
 63.15 budget determines that an amount sufficient
 63.16 to complete the project has been committed
 63.17 from nonstate sources.
- 63.18 **Subd. 25. Roseau County - Transportation**
 63.19 **Facility** 3,900,000
- 63.20 For a grant to Roseau County to construct,
 63.21 furnish, and equip a multipurpose
 63.22 transportation facility adjacent to an existing
 63.23 transportation facility in Roseau. This
 63.24 appropriation is not available until at least
 63.25 an equal amount is committed from nonstate
 63.26 sources.
- 63.27 **Subd. 26. St. Cloud - Friedrich Regional Park** 1,505,000
- 63.28 For a grant to the city of St. Cloud to
 63.29 acquire land for and to predesign and
 63.30 design site improvements including trails,
 63.31 picnic and parking areas, restrooms, and
 63.32 other public facilities and amenities for the
 63.33 development of Friedrich Regional Park.
 63.34 This appropriation is available after the
 63.35 commissioner of management and budget

64.1 determines that \$300,000 is committed from
 64.2 nonstate sources.

64.3 **Subd. 27. St. Louis County - Arrowhead**
 64.4 **Economic Development Center and Mental**
 64.5 **Health Facility**

12,975,000

64.6 For a grant to St. Louis County to design,
 64.7 construct, furnish, and equip a new building
 64.8 at 701 4th Street N in Virginia, to house a
 64.9 jobs and economic development center and a
 64.10 mental health facility. St. Louis County may
 64.11 enter into one or more lease or management
 64.12 agreements for the facility, subject to
 64.13 Minnesota Statutes, section 16A.695. This
 64.14 appropriation is not available until the
 64.15 commissioner has determined that an amount
 64.16 sufficient to complete the project has been
 64.17 committed from nonstate sources.

64.18 **Subd. 28. St. Paul - Bruce Vento Nature**
 64.19 **Sanctuary**

3,000,000

64.20 For a grant to the city of St. Paul to predesign,
 64.21 design, furnish, and equip a center in the
 64.22 Bruce Vento Nature Sanctuary in St. Paul
 64.23 that will be used for uses and programs that
 64.24 the city determines meet regional and city
 64.25 park purpose requirements. The city may
 64.26 enter into a lease or management agreement
 64.27 under Minnesota Statutes, section 16A.695,
 64.28 to operate the programs in the center. This
 64.29 appropriation is not available until the
 64.30 commissioner of management and budget
 64.31 determines that at least an equal amount
 64.32 is committed to the project from nonstate
 64.33 sources.

64.34 **Subd. 29. St. Paul - East Side Freedom Library**

500,000

64.35 From the general fund for a grant to the city
 64.36 of St. Paul to complete the design and to

65.1 renovate, restore, construct, furnish, and
 65.2 equip capital improvements to the Carnegie
 65.3 Library formerly known as the Arlington
 65.4 Hills Public Library. This appropriation does
 65.5 not require a nonstate match.

65.6 **Subd. 30. St. Paul - Science Museum of**
 65.7 **Minnesota Building Preservation**

13,000,000

65.8 For a grant to the city of St. Paul for
 65.9 predesign, design, and construction work
 65.10 to replace water-damaged elements of the
 65.11 Science Museum of Minnesota's exterior
 65.12 envelope and some resultant interior damage
 65.13 caused by latent design and construction
 65.14 defects, subject to Minnesota Statutes, section
 65.15 16A.695. This appropriation is not available
 65.16 until the commissioner of management and
 65.17 budget determines that an equal amount has
 65.18 been committed to the project from nonstate
 65.19 sources. Capital costs paid by the Science
 65.20 Museum of Minnesota since January 1, 2014,
 65.21 relating to the water intrusion damage, shall
 65.22 count towards the match requirement.

65.23 **Subd. 31. St. Paul Port Authority - Minnesota**
 65.24 **Museum of American Art**

6,000,000

65.25 From the general fund for a grant to the St.
 65.26 Paul Port Authority to design, construct,
 65.27 furnish, and equip improvements for the
 65.28 Minnesota Museum of American Art for
 65.29 the historic Pioneer Endicott Building
 65.30 renovation. The project shall include
 65.31 galleries and education facilities, art storage,
 65.32 access to the St. Paul skyway, museum
 65.33 loading, and other capital improvements
 65.34 required for a museum and related education
 65.35 facility. The appropriation shall be available
 65.36 upon a determination by the commissioner

66.1 that at least \$8,500,000 of nonstate funds
 66.2 have been raised for the project and there
 66.3 are sufficient funds to complete the overall
 66.4 project.

66.5 **Subd. 32. St. Paul Port Authority - Roy**
 66.6 **Wilkins Auditorium; RiverCentre Parking** 1,900,000

66.7 For a grant to the St. Paul Port Authority to
 66.8 complete predesign for and to design a new
 66.9 Roy Wilkins Center to replace the existing
 66.10 Roy Wilkins Auditorium and RiverCentre
 66.11 parking ramp. This appropriation does not
 66.12 require a nonstate contribution.

66.13 **Subd. 33. St. Peter - Minnesota Square Park**
 66.14 **Pavilion** 855,000

66.15 For a grant to the city of St. Peter to demolish
 66.16 the existing pavilion and to predesign,
 66.17 design, construct, furnish, and equip a new
 66.18 park pavilion in Minnesota Square Park.
 66.19 This appropriation is also for a grant to the
 66.20 city of St. Peter to design and construct a
 66.21 veterans memorial to be located at the corner
 66.22 of Highway 169 and West College Avenue in
 66.23 St. Peter. This appropriation is not available
 66.24 until the commissioner of management and
 66.25 budget determines that at least an equal
 66.26 amount is committed to the project from
 66.27 nonstate sources.

66.28 **Subd. 34. Silver Bay - Black Beach Municipal**
 66.29 **Campground** 1,708,000

66.30 For a grant to the city of Silver Bay to
 66.31 predesign, design, construct, furnish, and
 66.32 equip a campground adjacent to the Black
 66.33 Beach recreational beach in Silver Bay,
 66.34 including: camping sites; electrical, water,
 66.35 and sewer infrastructure; a playground;
 66.36 a pavilion; lavatory vaults; a shower

67.1 and lavatory building; and a main office
 67.2 building. This appropriation may also be
 67.3 used to design, construct, furnish, and equip
 67.4 a walking trail from the campground to
 67.5 the Black Beach recreational site. This
 67.6 appropriation is not available until \$548,000
 67.7 is committed from nonstate sources. The
 67.8 nonstate contribution may be in kind. In-kind
 67.9 contributions may include the value of site
 67.10 preparation.

67.11 Subd. 35. Thief River Falls - Wellness Center 7,000,000

67.12 From the general fund in fiscal year 2017
 67.13 for a grant to the city of Thief River Falls
 67.14 to predesign, design, construct, furnish, and
 67.15 equip a wellness center. This appropriation
 67.16 is available after the commissioner of
 67.17 management and budget determines that
 67.18 \$18,000,000 is committed from nonstate
 67.19 sources.

67.20 Subd. 36. Virginia - Miner's Memorial
 67.21 Building Renovation Phase I 4,000,000

67.22 For a grant to the city of Virginia for Phase
 67.23 I of the renovation and reconstruction of the
 67.24 Miner's Memorial Building in Virginia. This
 67.25 appropriation is not available until at least
 67.26 an equal amount is committed from nonstate
 67.27 sources.

67.28 Sec. 25. PUBLIC FACILITIES AUTHORITY

67.29 Subdivision 1. Total Appropriation \$ 197,831,000

67.30 To the Public Facilities Authority for the
 67.31 purposes specified in this section.

67.32 Subd. 2. State Match for Federal Grants 25,000,000

67.33 To match federal grants for the clean water
 67.34 revolving fund under Minnesota Statutes,

68.1 section 446A.07, and the drinking water
 68.2 revolving fund under Minnesota Statutes,
 68.3 section 446A.081. This appropriation must
 68.4 be used for qualified capital projects.

68.5 **Subd. 3. Water Infrastructure Funding**
 68.6 **Program**

80,000,000

68.7 (a) For grants to eligible municipalities under
 68.8 the water infrastructure funding program
 68.9 under Minnesota Statutes, section 446A.072.

68.10 (b) \$55,000,000 is for wastewater projects
 68.11 listed on the Pollution Control Agency's
 68.12 project priority list in the fundable range
 68.13 under the clean water revolving fund
 68.14 program.

68.15 (c) \$25,000,000 is for drinking water projects
 68.16 listed on the Department of Health's project
 68.17 priority list in the fundable range under the
 68.18 drinking water revolving fund program.

68.19 (d) After all eligible projects under
 68.20 paragraph (b) or (c) have been funded, the
 68.21 Public Facilities Authority may transfer
 68.22 any remaining, uncommitted money to
 68.23 eligible projects under a program defined in
 68.24 paragraph (b) or (c) based on that program's
 68.25 project priority list.

68.26 **Subd. 4. Point Source Implementation Grants**
 68.27 **Program**

62,000,000

68.28 For grants to eligible municipalities under the
 68.29 point source implementation grants program
 68.30 under Minnesota Statutes, section 446A.073.
 68.31 This appropriation must be used for qualified
 68.32 capital projects.

68.33 **Subd. 5. Big Lake Area Sanitary District -**
 68.34 **Sewer System and Force Main**

1,200,000

- 69.1 For a grant to the Big Lake Area Sanitary
 69.2 District to construct a pressure sewer system
 69.3 and force main to convey sewage to the
 69.4 Western Lake Superior Sanitary District
 69.5 connection in the city of Cloquet. This
 69.6 appropriation is not available until the
 69.7 commissioner of management and budget
 69.8 determines that an equal amount is committed
 69.9 from nonstate sources. This appropriation
 69.10 is in addition to the appropriation in Laws
 69.11 2014, chapter 294, article 1, section 22,
 69.12 subdivision 4.
- 69.13 Subd. 6. **Brainerd - Airport Water and Sewer** 6,000,000
- 69.14 For a grant to the city of Brainerd to
 69.15 design, construct, and equip publicly owned
 69.16 infrastructure to increase the water supply
 69.17 and expand sewer and water service to the
 69.18 Brainerd Lakes Regional Airport.
- 69.19 Subd. 7. **Clear Lake and Clearwater -**
 69.20 **Wastewater Treatment Facility** 1,400,000
- 69.21 For a grant to the Clear Lake-Clearwater
 69.22 Sewer Authority to remove and replace
 69.23 the existing wastewater treatment facility.
 69.24 This appropriation is not available until
 69.25 the commissioner of management and
 69.26 budget determines that at least \$200,000
 69.27 is committed to the project from nonstate
 69.28 sources and the authority has applied for
 69.29 at least two grants to offset the cost. Any
 69.30 money received by the authority from grants
 69.31 will be returned to the general fund.
- 69.32 Subd. 8. **Dennison - Sewage Treatment System**
 69.33 **Improvements** 726,000
- 69.34 For a grant to the city of Dennison
 69.35 to predesign, design, and construct a

70.1 new lift station and make sewage pond
 70.2 improvements. This appropriation does not
 70.3 require a nonstate contribution.

70.4 **Subd. 9. East Grand Forks - Wastewater**
 70.5 **Infrastructure** 5,275,000

70.6 For a grant to East Grand Forks to design
 70.7 and construct wastewater infrastructure
 70.8 improvements interconnecting the
 70.9 wastewater system of East Grand Forks to
 70.10 the wastewater treatment system in Grand
 70.11 Forks, North Dakota. This appropriation
 70.12 may not be used for improvements outside
 70.13 the state. This appropriation is in addition
 70.14 to grants under Minnesota Statutes, section
 70.15 446A.072. This appropriation is not available
 70.16 until the commissioner of management and
 70.17 budget determines that an equal amount is
 70.18 committed from nonstate sources.

70.19 **Subd. 10. Koochiching County - Voyageurs**
 70.20 **National Park Clean Water Project** 6,240,000

70.21 (a) For a grant to Koochiching County to
 70.22 acquire land or interests in land, and to design,
 70.23 engineer, construct, and equip sanitary
 70.24 sewage systems and facilities to implement a
 70.25 portion or portions of the Voyageurs National
 70.26 Park clean water project comprehensive
 70.27 plan. This appropriation is available after the
 70.28 commissioner of management and budget
 70.29 determines that \$4,500,000 is committed
 70.30 from nonstate sources.

70.31 (b) This appropriation is in addition to
 70.32 the appropriation in Laws 2014, chapter
 70.33 294, article 1, section 22, subdivision 7.
 70.34 Notwithstanding the match requirement in
 70.35 Laws 2014, chapter 294, article 1, section
 70.36 22, subdivision 7, the nonstate match

71.1 required for this appropriation and the 2014
 71.2 appropriation for a grant to Koochiching
 71.3 County is 25 percent of the state grant
 71.4 amounts. Any money remaining from this
 71.5 appropriation after completion of the projects
 71.6 in paragraph (a) is available for grants to
 71.7 Koochiching County or St. Louis County to
 71.8 be used for other projects described in the
 71.9 comprehensive plan.

71.10 **Subd. 11. Lilydale - Highway 13 Storm Water**
 71.11 **Conveyance**

140,000

71.12 From the general fund for a grant to the city
 71.13 of Lilydale to design, acquire, construct, and
 71.14 install a storm water sewer and drop structure
 71.15 along Trunk Highway 13 in Lilydale that
 71.16 will be large enough to effectively collect
 71.17 water from springs and storm water runoff
 71.18 from above the road and safely convey the
 71.19 water to below the bluff. The city must
 71.20 coordinate this project with the Department
 71.21 of Transportation's Trunk Highway 13
 71.22 project. The appropriation and project also
 71.23 include capital repairs and improvements
 71.24 to existing drainage structures along the
 71.25 Big Rivers Regional Trail at the base of the
 71.26 bluff. This appropriation does not require a
 71.27 nonstate contribution.

71.28 **Subd. 12. Oronoco - Wastewater Collection**
 71.29 **and Treatment Facilities**

500,000

71.30 From the general fund for a grant to the
 71.31 city of Oronoco to commission a study to
 71.32 evaluate options for solving the wastewater
 71.33 infrastructure needs for the region including
 71.34 the city of Oronoco, the city of Pine Island,
 71.35 or the city of Rochester. This appropriation
 71.36 does not require a nonstate match.

72.1	<u>Subd. 13. St. James - Storm Sewer Line</u>	
72.2	<u>Replacement</u>	<u>1,250,000</u>
72.3	<u>For a grant to the city of St. James to</u>	
72.4	<u>replace a storm sewer line in St. James. This</u>	
72.5	<u>appropriation is not available until at least</u>	
72.6	<u>an equal amount is committed from nonstate</u>	
72.7	<u>sources.</u>	
72.8	<u>Subd. 14. Western Lake Superior Sanitary</u>	
72.9	<u>District - Combined Heat and Power System</u>	<u>8,100,000</u>
72.10	<u>For a grant to the Sanitary Board of the</u>	
72.11	<u>Western Lake Superior Sanitary District</u>	
72.12	<u>for Phase I and II of a project to design,</u>	
72.13	<u>construct, furnish, and equip a combined heat</u>	
72.14	<u>and power system to capture process heat</u>	
72.15	<u>and generate electricity for use at the Western</u>	
72.16	<u>Lake Superior Sanitary District wastewater</u>	
72.17	<u>treatment facilities. This appropriation is not</u>	
72.18	<u>available until the commissioner determines</u>	
72.19	<u>that at least an equal amount is committed to</u>	
72.20	<u>the project from state and nonstate sources.</u>	
72.21	<u>Loans obtained from the Public Facilities</u>	
72.22	<u>Authority shall count toward the match</u>	
72.23	<u>requirement.</u>	
72.24	<u>Sec. 26. MINNESOTA HOUSING FINANCE</u>	
72.25	<u>AGENCY</u>	<u>\$ 20,000,000</u>
72.26	<u>For transfer to the housing development</u>	
72.27	<u>fund to finance the costs of rehabilitation to</u>	
72.28	<u>preserve public housing under Minnesota</u>	
72.29	<u>Statutes, section 462A.202, subdivision</u>	
72.30	<u>3a. For purposes of this section, "public</u>	
72.31	<u>housing" means housing for low-income</u>	
72.32	<u>persons and households financed by the</u>	
72.33	<u>federal government and owned and operated</u>	
72.34	<u>by the public housing authorities and</u>	
72.35	<u>agencies formed by cities and counties.</u>	

73.1 Public housing authorities receiving a public
 73.2 housing assessment composite score of 80
 73.3 or above or an equivalent designation are
 73.4 eligible to receive funding. Priority must be
 73.5 given to proposals that maximize federal or
 73.6 local resources to finance the capital costs.
 73.7 The priority in Minnesota Statutes, section
 73.8 462A.202, subdivision 3a, for projects to
 73.9 increase the supply of affordable housing and
 73.10 the restrictions of Minnesota Statutes, section
 73.11 462A.202, subdivision 7, do not apply to this
 73.12 appropriation.

73.13 **Sec. 27. MINNESOTA HISTORICAL**
 73.14 **SOCIETY**

73.15 **Subdivision 1. Total Appropriation** **\$ 38,000,000**

73.16 To the Minnesota Historical Society for the
 73.17 purposes specified in this section.

73.18 **Subd. 2. Historic Sites Asset Preservation** **2,500,000**

73.19 For capital improvements and betterments
 73.20 at state historic sites, buildings, landscaping
 73.21 at historic buildings, exhibits, markers, and
 73.22 monuments, to be spent in accordance with
 73.23 Minnesota Statutes, section 16B.307. The
 73.24 society shall determine project priorities as
 73.25 appropriate based on need.

73.26 **Subd. 3. Historic Fort Snelling** **34,000,000**

73.27 (a) To design, renovate, construct, furnish,
 73.28 and equip facilities to support visitor services
 73.29 and history programs at Historic Fort
 73.30 Snelling.

73.31 (b) This appropriation includes up to
 73.32 \$4,000,000 to design facilities to support
 73.33 visitor services and history programs at
 73.34 Historic Fort Snelling. Money for design is

74.1 available the day following final enactment
 74.2 and is not contingent on demonstrating a
 74.3 nonstate contribution to the project. Upon
 74.4 completion of the design, the unspent portion
 74.5 of the amount specified in this paragraph is
 74.6 available for the purposes of paragraph (c).

74.7 (c) The balance of this appropriation is to
 74.8 demolish the existing visitor center, renovate,
 74.9 construct, furnish, and equip facilities,
 74.10 including landscaping and wayfinding, at
 74.11 Historic Fort Snelling. This appropriation
 74.12 is not available until the commissioner of
 74.13 management and budget determines that an
 74.14 amount sufficient to complete the project has
 74.15 been committed from nonstate sources.

74.16 **Subd. 4. County and Local Preservation Grants** **1,500,000**

74.17 To be allocated to county and local
 74.18 jurisdictions as matching money for historic
 74.19 preservation projects of a capital nature,
 74.20 as provided in Minnesota Statutes, section
 74.21 138.0525.

74.22 **Sec. 28. OFFICE OF THE LEGISLATIVE**
 74.23 **AUDITOR - ASSET PRESERVATION**
 74.24 **FUNDING REPORT** **\$** **50,000**

74.25 From the general fund to the Office of the
 74.26 Legislative Auditor for the report on options
 74.27 for funding asset preservation, as described
 74.28 in article 2, section 19.

74.29 **Sec. 29. MINNESOTA SUPREME COURT** **\$** **6,000,000**

74.30 From the general fund to the chief justice of
 74.31 the Supreme Court for a competitive grant
 74.32 program established by the chief justice for
 74.33 the distribution of grants to government
 74.34 entities for capital improvements to make

75.1 courthouses or other facilities where court
 75.2 proceedings are held safe and secure. Grant
 75.3 recipients must provide a 50 percent nonstate
 75.4 match.

75.5 Sec. 30. **BOND SALE EXPENSES**

75.6 **Subdivision 1. Total Appropriation** **\$ 1,648,000**

75.7 To the commissioner of management and
 75.8 budget for the purposes specified in this
 75.9 section.

75.10 **Subd. 2. Bond Proceeds Fund** **1,605,000**

75.11 From the bond proceeds fund for bond sale
 75.12 expenses under Minnesota Statutes, section
 75.13 16A.641, subdivision 8.

75.14 **Subd. 3. Trunk Highway Fund** **43,000**

75.15 From the bond proceeds account in the
 75.16 trunk highway fund for bond sale expenses
 75.17 under Minnesota Statutes, sections 16A.641,
 75.18 subdivision 8, and 167.50, subdivision 4.

75.19 Sec. 31. Laws 2015, First Special Session chapter 5, article 1, section 19, is amended
 75.20 to read:

75.21 Sec. 19. **BOND SALE SCHEDULE.**

75.22 The commissioner of management and budget shall schedule the sale of state
 75.23 general obligation bonds so that, during the biennium ending June 30, 2017, no more
 75.24 than ~~\$1,267,459,000~~ \$1,250,738,000 will need to be transferred from the general fund to
 75.25 the state bond fund to pay principal and interest due and to become due on outstanding
 75.26 state general obligation bonds. During the biennium, before each sale of state general
 75.27 obligation bonds, the commissioner of management and budget shall calculate the amount
 75.28 of debt service payments needed on bonds previously issued and shall estimate the amount
 75.29 of debt service payments that will be needed on the bonds scheduled to be sold. The
 75.30 commissioner shall adjust the amount of bonds scheduled to be sold so as to remain within
 75.31 the limit set by this section. The amount needed to make the debt service payments is
 75.32 appropriated from the general fund as provided in Minnesota Statutes, section 16A.641.

76.1 Sec. 32. **BOND SALE AUTHORIZATION.**

76.2 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act
76.3 from the bond proceeds fund, the commissioner of management and budget shall sell and
76.4 issue bonds of the state in an amount up to \$1,412,061,000 in the manner, upon the terms,
76.5 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and
76.6 by the Minnesota Constitution, article XI, sections 4 to 7.

76.7 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from
76.8 the state transportation fund, the commissioner of management and budget shall sell and
76.9 issue bonds of the state in an amount up to \$180,400,000 in the manner, upon the terms,
76.10 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and
76.11 by the Minnesota Constitution, article XI, sections 4 to 7.

76.12 Subd. 3. **Trunk highway fund.** To provide the money appropriated in this act from
76.13 the bond proceeds account in the trunk highway fund, the commissioner of management
76.14 and budget shall sell and issue bonds of the state in an amount up to \$43,043,000 in the
76.15 manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
76.16 167.50 to 167.52, and by the Minnesota Constitution, article XIV, section 11, at the times
76.17 and in the amounts requested by the commissioner of transportation. The proceeds of the
76.18 bonds, except accrued interest and any premium received from the sale of the bonds, must
76.19 be deposited in the bond proceeds account in the trunk highway fund.

76.20 Subd. 4. **Maximum effort school loan fund.** To provide the money appropriated
76.21 in this act from the maximum effort school loan fund, the commissioner of management
76.22 and budget shall sell and issue bonds of the state in an amount up to \$14,070,000 in the
76.23 manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
76.24 16A.631 to 16A.675, and by the Minnesota Constitution, article XI, sections 4 to 7.

76.25 Sec. 33. **CANCELLATIONS; BOND SALE AUTHORIZATION REDUCTIONS.**

76.26 (a) The bond sale authorization in Laws 1990, chapter 610, article 1, section 30,
76.27 subdivision 1, as amended, is reduced by \$3,129.

76.28 (b) The bond sale authorization in Laws 1994, chapter 643, section 31, subdivision
76.29 1, as amended, is reduced by \$24,480.

76.30 (c) The bond sale authorization in Laws 1997, Second Special Session chapter 2,
76.31 section 12, as amended, is reduced by \$96,992.

76.32 (d) The bond sale authorization in Laws 1999, chapter 240, article 1, section 13,
76.33 subdivision 1, as amended, is reduced by \$212,472.

76.34 (e) The bond sale authorization in Laws 2000, chapter 492, article 1, section 26,
76.35 subdivision 1, as amended, is reduced by \$7,933,538.

77.1 (f) The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision
 77.2 1, as amended, is reduced by \$188,471.

77.3 (g) The bond sale authorization in Laws 2002, First Special Session chapter 1,
 77.4 section 9, subdivision 1, s reduced by \$217,959.

77.5 (h) The bond sale authorization in Laws 2003, First Special Session chapter 19,
 77.6 article 3, section 2, is reduced by \$201,530.

77.7 (i) The bond sale authorization in Laws 2003, First Special Session chapter 19,
 77.8 article 4, section 4, is reduced by \$326,534.

77.9 (j) The bond sale authorization in Laws 2005, chapter 20, article 1, section 28,
 77.10 subdivision 1, as amended, is reduced by \$3,366,628.

77.11 Sec. 34. **EFFECTIVE DATE.**

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

77.14 **ARTICLE 2**

77.15 **MISCELLANEOUS**

77.16 Section 1. **[16A.693] CERTAIN ENTITIES INELIGIBLE FOR CONTRACTS.**

77.17 Notwithstanding any law to the contrary, the following entities involved in the latent
 77.18 design and construction defects necessitating the appropriation in article 1, section 24,
 77.19 subdivision 30, of this act, the general contractor (PCL Construction Services), the design
 77.20 firm (AECOM), and the masonry company (B&D Associates, Inc.), or their successors or
 77.21 assigns, may not enter into any contract to furnish labor, skill, material, or other goods
 77.22 or services related to any project that is funded in whole or in part with an appropriation
 77.23 of state bond proceeds or other state appropriation. This section applies to any building,
 77.24 design, or construction contract contemplated on or after the day following final enactment.

77.25 Sec. 2. Minnesota Statutes 2015 Supplement, section 16A.967, is amended to read:

77.26 **16A.967 LEWIS AND CLARK APPROPRIATION BONDS.**

77.27 Subdivision 1. **Definitions.** (a) The definitions in this subdivision apply to this
 77.28 section.

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

78.1 (1) money appropriated by law from the general fund in any biennium for debt
78.2 service due with respect to obligations described in ~~subdivision 2, paragraph (e)~~
78.3 subdivisions 2a and 2b;

78.4 (2) proceeds of the sale of obligations described in ~~subdivision 2, paragraph (e)~~
78.5 subdivisions 2a and 2b;

78.6 (3) payments received for that purpose under agreements and ancillary arrangements
78.7 described in subdivision 2, paragraph ~~(e)~~ (d); and

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

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

78.11 Subd. 2. **Authorization to issue appropriation bonds.** (a) Subject to the limitations
78.12 of this subdivision, the commissioner may sell and issue appropriation bonds of the state
78.13 under this section for public purposes as provided by law, ~~including, in particular, the~~
78.14 ~~financing of the land acquisition, design, engineering, and construction of facilities and~~
78.15 ~~infrastructure necessary to complete the next phase of the Lewis and Clark Regional Water~~
78.16 ~~System project, including completion of the pipeline to Magnolia, extension of the project~~
78.17 ~~to the Lincoln-Pipestone Rural Water System connection near Adrian, and engineering,~~
78.18 ~~design, and easement acquisition for the final phase of the project to Worthington. No~~
78.19 ~~bonds shall be sold until the commissioner determines that a nonstate match of at least~~
78.20 ~~\$9,000,000 is committed to this project phase. Grant agreements entered into under this~~
78.21 section must provide for reimbursement to the state from any federal money provided for
78.22 the project, consistent with the Lewis and Clark Regional Water System, Inc., agreement.

78.23 (b) The appropriation bonds may be issued and sold only after the commissioner
78.24 determines that the construction and administration for work done on the project will
78.25 comply with (1) all federal requirements and regulations associated with the Lewis and
78.26 Clark Rural Water System Act of 2000, and (2) the cooperative agreement between the
78.27 United States Department of the Interior and the Lewis and Clark Regional Water System,
78.28 Inc. Proceeds of the appropriation bonds must be credited to a special appropriation Lewis
78.29 and Clark bond proceeds fund in the state treasury. All income from investment of the
78.30 bond proceeds, as estimated by the commissioner, is appropriated to the commissioner for
78.31 the payment of principal and interest on the appropriation bonds.

78.32 ~~(c) Appropriation bonds may be sold and issued in amounts that, in the opinion of~~
78.33 ~~the commissioner, are necessary to provide sufficient money, not to exceed \$19,000,000~~
78.34 ~~net of costs of issuance, for the purposes as provided under paragraph (a), and pay debt~~
78.35 ~~service including capitalized interest, costs of issuance, costs of credit enhancement, or~~
78.36 ~~make payments under other agreements entered into under paragraph (e).~~

79.1 ~~(d)~~ (c) Appropriation bonds may be issued in one or more issues or series on the
 79.2 terms and conditions the commissioner determines to be in the best interests of the
 79.3 state, but the term on any series of appropriation bonds may not exceed 25 years. The
 79.4 appropriation bonds of each issue and series thereof shall be dated and bear interest,
 79.5 and may be includable in or excludable from the gross income of the owners for federal
 79.6 income tax purposes.

79.7 ~~(e)~~ (d) At the time of, or in anticipation of, issuing the appropriation bonds, and at
 79.8 any time thereafter, so long as the appropriation bonds are outstanding, the commissioner
 79.9 may enter into agreements and ancillary arrangements relating to the appropriation bonds,
 79.10 including but not limited to trust indentures, grant agreements, lease or use agreements,
 79.11 operating agreements, management agreements, liquidity facilities, remarketing or
 79.12 dealer agreements, letter of credit agreements, insurance policies, guaranty agreements,
 79.13 reimbursement agreements, indexing agreements, or interest exchange agreements. Any
 79.14 payments made or received according to the agreement or ancillary arrangement shall be
 79.15 made from or deposited as provided in the agreement or ancillary arrangement. The
 79.16 determination of the commissioner included in an interest exchange agreement that the
 79.17 agreement relates to an appropriation bond shall be conclusive.

79.18 ~~(f)~~ (e) The commissioner may enter into written agreements or contracts relating
 79.19 to the continuing disclosure of information necessary to comply with or facilitate the
 79.20 issuance of appropriation bonds in accordance with federal securities laws, rules, and
 79.21 regulations, including Securities and Exchange Commission rules and regulations in Code
 79.22 of Federal Regulations, title 17, section 240.15c 2-12. An agreement may be in the form
 79.23 of covenants with purchasers and holders of appropriation bonds set forth in the order or
 79.24 resolution authorizing the issuance of the appropriation bonds, or a separate document
 79.25 authorized by the order or resolution.

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

79.27 Subd. 2a. **Project authorization.** Appropriation bonds may be sold and issued in
 79.28 amounts that, in the opinion of the commissioner, are necessary to provide sufficient
 79.29 money to the Public Facilities Authority under subdivision 7, paragraph (a), not to exceed
 79.30 \$19,000,000 net of costs of issuance, for the purposes as provided under this subdivision,
 79.31 and pay debt service including capitalized interest, costs of issuance, costs of credit
 79.32 enhancement, or make payments under other agreements entered into under subdivision 2,
 79.33 paragraph (d). The bonds authorized by this subdivision are for the purposes of financing
 79.34 the land acquisition, design, engineering, and construction of facilities and infrastructure
 79.35 necessary to complete Phase 2 of the Lewis and Clark Regional Water System project,
 79.36 including completion of the pipeline to Magnolia; extension of the project to the

80.1 Lincoln-Pipestone Rural Water System connection near Adrian; and engineering, design,
80.2 and easement acquisition for the final phase of the project to Worthington. No bonds shall
80.3 be sold under this subdivision until the commissioner determines that a nonstate match
80.4 of at least \$9,000,000 is committed to this project phase.

80.5 Subd. 2b. **Additional project authorization.** Appropriation bonds may be sold
80.6 and issued in amounts that, in the opinion of the commissioner, are necessary to provide
80.7 sufficient money to the Public Facilities Authority under subdivision 7, paragraph (b),
80.8 not to exceed \$11,500,000 net of costs of issuance, for the purposes as provided under
80.9 this subdivision, and pay debt service including capitalized interest, costs of issuance,
80.10 costs of credit enhancement, or make payments under other agreements entered into
80.11 under subdivision 2, paragraph (d). The bonds authorized by this subdivision are for
80.12 the purposes of financing the land acquisition, design, engineering, and construction of
80.13 facilities and infrastructure necessary to complete Phase 3 of the Lewis and Clark Regional
80.14 Water System project, including extension of the project from the Lincoln-Pipestone
80.15 Rural Water System connection near Adrian to Worthington, construction of a reservoir
80.16 in Nobles County and a meter building in Worthington, and acquisition and installation
80.17 of a supervisory control and data acquisition (SCADA) system. No bonds shall be sold
80.18 under this subdivision until the commissioner determines that a nonstate match of at least
80.19 \$9,000,000 is committed to the final phase of the project.

80.20 Subd. 3. **Form; procedure.** (a) Appropriation bonds may be issued in the form
80.21 of bonds, notes, or other similar instruments, and in the manner provided in section
80.22 16A.672. In the event that any provision of section 16A.672 conflicts with this section,
80.23 this section shall control.

80.24 (b) Every appropriation bond shall include a conspicuous statement of the limitation
80.25 established in subdivision 6.

80.26 (c) Appropriation bonds may be sold at either public or private sale upon such terms
80.27 as the commissioner shall determine are not inconsistent with this section and may be sold
80.28 at any price or percentage of par value. Any bid received may be rejected.

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

80.30 (e) Notwithstanding any other law, appropriation bonds issued under this section
80.31 shall be fully negotiable.

80.32 Subd. 4. **Refunding bonds.** The commissioner may issue appropriation bonds
80.33 for the purpose of refunding any appropriation bonds then outstanding, including the
80.34 payment of any redemption premiums on the bonds, any interest accrued or to accrue to
80.35 the redemption date, and costs related to the issuance and sale of the refunding bonds. The
80.36 proceeds of any refunding bonds may, in the discretion of the commissioner, be applied

81.1 to the purchase or payment at maturity of the appropriation bonds to be refunded, to the
81.2 redemption of the outstanding appropriation bonds on any redemption date, or to pay
81.3 interest on the refunding bonds and may, pending application, be placed in escrow to be
81.4 applied to the purchase, payment, retirement, or redemption. Any escrowed proceeds,
81.5 pending such use, may be invested and reinvested in obligations that are authorized
81.6 investments under section 11A.24. The income earned or realized on the investment may
81.7 also be applied to the payment of the appropriation bonds to be refunded or interest or
81.8 premiums on the refunded appropriation bonds, or to pay interest on the refunding bonds.
81.9 After the terms of the escrow have been fully satisfied, any balance of the proceeds and
81.10 any investment income may be returned to the general fund or, if applicable, the special
81.11 appropriation Lewis and Clark bond proceeds fund for use in any lawful manner. All
81.12 refunding bonds issued under this subdivision must be prepared, executed, delivered, and
81.13 secured by appropriations in the same manner as the appropriation bonds to be refunded.

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

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

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

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

81.23 Subd. 6. **No full faith and credit; state not required to make appropriations.** The
81.24 appropriation bonds are not public debt of the state, and the full faith, credit, and taxing
81.25 powers of the state are not pledged to the payment of the appropriation bonds or to any
81.26 payment that the state agrees to make under this section. Appropriation bonds shall not be
81.27 obligations paid directly, in whole or in part, from a tax of statewide application on any
81.28 class of property, income, transaction, or privilege. Appropriation bonds shall be payable
81.29 in each fiscal year only from amounts that the legislature may appropriate for debt service
81.30 for any fiscal year, provided that nothing in this section shall be construed to require the
81.31 state to appropriate money sufficient to make debt service payments with respect to the
81.32 appropriation bonds in any fiscal year. Appropriation bonds shall be canceled and shall
81.33 no longer be outstanding on the earlier of (1) the first day of a fiscal year for which the
81.34 legislature shall not have appropriated amounts sufficient for debt service, or (2) the date
81.35 of final payment of the principal of and interest on the appropriation bonds.

82.1 Subd. 7. **Appropriation of proceeds.** (a) The proceeds of appropriation bonds
 82.2 issued under subdivision 2a and interest credited to the special appropriation Lewis and
 82.3 Clark bond proceeds fund are appropriated as follows:

82.4 (1) to the ~~commissioner~~ Public Facilities Authority for a grant to the Lewis and
 82.5 Clark Joint Powers Board for payment of capital expenses for the purposes provided by as
 82.6 specified in subdivision 2, paragraph (a), 2a; and

82.7 (2) to the commissioner for debt service on the bonds including capitalized interest,
 82.8 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds and
 82.9 payments under any agreements entered into under subdivision 2, paragraph (e) (d), each
 82.10 as permitted by state and federal law, and such proceeds may be granted, loaned, or
 82.11 otherwise provided for the public purposes provided by subdivision 2, paragraph (a).

82.12 (b) The proceeds of appropriation bonds issued under subdivision 2b and interest
 82.13 credited to the special appropriation Lewis and Clark bond proceeds fund are appropriated
 82.14 as follows:

82.15 (1) to the Public Facilities Authority for a grant to the Lewis and Clark Joint Powers
 82.16 Board for payment of capital expenses as specified in subdivision 2b; and

82.17 (2) to the commissioner for debt service on the bonds including capitalized interest,
 82.18 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds, and
 82.19 payments under any agreements entered into under subdivision 2, paragraph (d), each as
 82.20 permitted by state and federal law.

82.21 Subd. 8. **Appropriation for debt service and other purposes.** (a) An amount, up
 82.22 to \$1,351,000 needed to pay principal and interest on appropriation bonds issued under
 82.23 ~~this section~~ subdivision 2a is appropriated each fiscal year from the general fund to the
 82.24 commissioner, subject to repeal, unallotment under section 16A.152, or cancellation,
 82.25 otherwise pursuant to subdivision 6, for deposit into the bond payments account established
 82.26 for such purpose in the special Lewis and Clark appropriation bond proceeds fund. The
 82.27 appropriation is available beginning in fiscal year 2017 and through fiscal year 2038.

82.28 (b) An amount up to \$855,000 needed to pay principal and interest on appropriation
 82.29 bonds issued under subdivision 2b is appropriated each fiscal year from the general fund to
 82.30 the commissioner, subject to repeal, unallotment under section 16A.152, or cancellation,
 82.31 otherwise pursuant to subdivision 6, for deposit into the bond payments account established
 82.32 for such purpose in the special Lewis and Clark appropriation bond proceeds fund. The
 82.33 appropriation is available beginning in fiscal year 2018 and through fiscal year 2039.

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

83.1 Sec. 3. Minnesota Statutes 2014, section 85.34, subdivision 1, is amended to read:

83.2 Subdivision 1. **Upper bluff; lease terms.** The commissioner of natural resources
 83.3 with the approval of the Executive Council may lease for purposes of restoration,
 83.4 preservation, historical, recreational, educational, and commercial use and development,
 83.5 that portion of Fort Snelling State Park known as the upper bluff consisting of officer's
 83.6 row, area J, the polo grounds, the adjacent golf course, and all buildings and improvements
 83.7 located thereon, all lying within an area bounded by Minneapolis-St. Paul International
 83.8 Airport, Trunk Highways numbered 5 and 55, and Bloomington Road. The lease or leases
 83.9 shall be in a form approved by the attorney general and for a term of not to exceed 99
 83.10 years. ~~The lease or leases may provide for the provision of capital improvements or~~
 83.11 ~~other performance by the tenant or tenants in lieu of all or some of the payments of rent~~
 83.12 ~~that would otherwise be required.~~

83.13 Sec. 4. [115.441] VARIANCE ASSISTANCE FOR MUNICIPALITIES.

83.14 Subdivision 1. **Reimbursement account.** A variance assistance account is
 83.15 established as an account in the special revenue fund.

83.16 Subd. 2. **Eligible expenditures.** Money in the variance assistance account may be
 83.17 used to reimburse an eligible municipality for up to 95 percent of the fee charged under
 83.18 Minnesota Rules, part 7002.0253, for an application for a variance under section 116.07,
 83.19 subdivision 5.

83.20 Subd. 3. **Eligible municipality.** To be eligible for a reimbursement from the
 83.21 account established in this section, a municipality must demonstrate need for financial
 83.22 assistance in one of the following ways:

83.23 (1) a score of 2.0 or less on the Minnesota Pollution Control Agency's multifactor
 83.24 index of financial hardship;

83.25 (2) a score greater than 2.0 and up to 2.5 on the financial hardship index and a
 83.26 description of unique extenuating financial circumstances that exist for the municipality
 83.27 resulting in an inability to afford the variance application fee; or

83.28 (3) a municipality with a population under 1,000.

83.29 Subd. 4. **Term of a variance.** A variance granted for an entity that receives a
 83.30 reimbursement under this section shall be effective until the municipality secures funding
 83.31 for remediation.

83.32 Sec. 5. Minnesota Statutes 2014, section 161.14, is amended by adding a subdivision
 83.33 to read:

84.1 Subd. 82. **James Metzen Street.** Notwithstanding section 10.49, that segment
84.2 of marked Trunk Highway 952 located within Dakota County is designated as "James
84.3 Metzen Street." Notwithstanding section 161.139, the commissioner shall adopt a suitable
84.4 design to mark this highway and erect appropriate signs.

84.5 **EFFECTIVE DATE.** This section is effective the day following final enactment.

84.6 Sec. 6. **[219.016] CRUDE OIL AND HAZARDOUS MATERIALS RAIL SAFETY**
84.7 **ACCOUNT AND GRANT PROGRAM.**

84.8 Subdivision 1. **Purpose.** A hazardous materials rail safety program is established for
84.9 the purpose of reducing the risks associated with transporting hazardous material by rail.

84.10 Subd. 2. **Creation of account.** A hazardous materials rail safety program account is
84.11 established in the bond proceeds fund. Money in the account may only be used for capital
84.12 costs associated with planning, engineering, administration, and construction of public
84.13 highway-rail grade crossing improvements on rail corridors transporting crude oil and
84.14 other hazardous materials. Improvements may include upgrades to existing protection
84.15 systems, the closing of crossings and necessary roadwork, and reconstruction of at-grade
84.16 crossings to full grade separations.

84.17 Subd. 3. **Grants.** The commissioner may approve grants for financial assistance to
84.18 eligible applicants for capital costs associated with hazardous materials rail safety projects
84.19 on public highway-rail grade crossings. Qualifying capital costs include, but are not
84.20 limited to, upgrades to existing protection systems, the closing of crossings and necessary
84.21 roadwork, and reconstruction of at-grade crossings to full grade separations.

84.22 Subd. 4. **Eligible applicants.** Counties, statutory or home rule charter cities, or
84.23 towns that are responsible for establishing and maintaining public highway-rail grade
84.24 crossings on rail corridors transporting crude oil and other hazardous materials may apply
84.25 to the commissioner for financial assistance for the purposes in this section.

84.26 Subd. 5. **Criteria for grant award.** The commissioner shall consider the following
84.27 criteria to evaluate applications for a grant award for a hazardous materials rail safety
84.28 project:

84.29 (1) whether the crossing was identified as a potential candidate for grade separation
84.30 in MnDOT's crude by rail grade crossing study (Improvements to Highway Grade
84.31 Crossings and Rail Safety, December 2014);

84.32 (2) roadway traffic volumes and speeds;

84.33 (3) train volumes and speeds;

84.34 (4) adjacent land use;

84.35 (5) crash history;

- 85.1 (6) use of the crossing by emergency vehicles;
 85.2 (7) use of the crossing by vehicles carrying hazardous materials;
 85.3 (8) local financial contributions to the project; and
 85.4 (9) private financial contributions to the project.

85.5 Sec. 7. Minnesota Statutes 2014, section 446A.072, is amended to read:

85.6 **446A.072 ~~WASTEWATER~~ WATER INFRASTRUCTURE FUNDING**
 85.7 **PROGRAM.**

85.8 Subdivision 1. **Establishment of program.** The authority will establish a
 85.9 ~~wastewater~~ water infrastructure funding program to provide supplemental assistance to
 85.10 governmental units receiving funding through the clean water revolving fund program, the
 85.11 drinking water revolving fund program, or the United States Department of Agriculture
 85.12 Rural Economic and Community Development's (USDA/RECD) Water and Waste
 85.13 Disposal Loans and Grants program for the predesign, design, and construction of
 85.14 municipal wastewater ~~treatment~~ and drinking water systems, including purchase of land
 85.15 and easements. The purpose of the program is to assist governmental units demonstrating
 85.16 financial need to build cost-effective projects to address existing environmental or public
 85.17 health problems. To implement the program, the authority shall establish a ~~wastewater~~
 85.18 water infrastructure fund to provide grants ~~and loans~~ for the purposes authorized under
 85.19 title VI of the Federal Water Pollution Control Act and the federal Safe Drinking Water
 85.20 Act. The fund shall be credited with all investment income from the fund and all
 85.21 repayments of loans, grants, and penalties.

85.22 Subd. 3. **Program administration.** (a) The authority shall provide supplemental
 85.23 assistance, as provided in subdivision 5a to governmental units:

85.24 (1) whose projects are listed on the Pollution Control Agency's project priority list or
 85.25 the commissioner of health's project priority list;

85.26 (2) that demonstrate their projects are a cost-effective solution to an existing
 85.27 environmental or public health problem; and

85.28 (3) whose projects are approved by the USDA/RECD or certified by the
 85.29 commissioner of the Pollution Control Agency or the commissioner of health.

85.30 (b) For a governmental unit receiving grant funding from the USDA/RECD,
 85.31 applications must be made to the USDA/RECD with additional information submitted to
 85.32 the authority as required by the authority. Eligible project costs and affordability criteria
 85.33 shall be determined by the USDA/RECD.

85.34 (c) For a governmental unit not receiving grant funding from the USDA/RECD,
 85.35 application must be made to the authority on forms prescribed by the authority for the

86.1 clean water revolving fund program or the drinking water revolving fund program with
86.2 additional information as required by the authority. In accordance with section 116.182,
86.3 the Pollution Control Agency or the commissioner of health shall:

86.4 (1) calculate the essential project component percentage based on the portion of
86.5 project costs necessary to convey or treat the existing wastewater flows and loadings or,
86.6 for drinking water projects, to provide safe drinking water to meet existing needs, which
86.7 must be multiplied by the total project cost to determine the eligible project cost for the
86.8 program under this section; and

86.9 (2) review and certify approved projects to the authority.

86.10 (d) Each fiscal year the authority shall make funds available for projects based on
86.11 their ranking on the Pollution Control Agency's project priority list or the commissioner
86.12 of health's project priority list. The authority shall reserve funds for a project when
86.13 the applicant receives a funding commitment from the United States Department of
86.14 Agriculture Rural Development (USDA/RECD) or ~~submits plans and specifications to~~
86.15 the project is certified by the Pollution Control Agency or the commissioner of health.
86.16 Funds must be reserved in an amount based on the project cost estimate submitted to the
86.17 authority ~~prior to the appropriation of the funds and awarded based on the lesser of that~~
86.18 ~~amount or the as-bid cost~~ when the project is certified or the as-bid cost, whichever is less.

86.19 Subd. 5a. **Type and amount of assistance.** (a) For a governmental unit receiving
86.20 grant funding from the USDA/RECD, the authority may provide assistance in the form
86.21 of a grant of up to 65 percent of the eligible grant need determined by USDA/RECD. A
86.22 governmental unit may not receive a grant under this paragraph for more than ~~\$4,000,000~~
86.23 \$5,000,000 per project or ~~\$15,000~~ \$20,000 per existing connection, whichever is less,
86.24 unless specifically approved by law.

86.25 (b) For a governmental unit receiving a loan from the clean water revolving fund
86.26 under section 446A.07, the authority may provide assistance under this section in the form
86.27 of a grant if the average annual residential wastewater system cost after completion of the
86.28 project would otherwise exceed 1.4 percent of the median household income of the project
86.29 service area. In determining whether the average annual residential wastewater system
86.30 cost would exceed 1.4 percent, the authority must consider the total costs associated with
86.31 building, operating, and maintaining the wastewater system, including existing wastewater
86.32 debt service, debt service on the eligible project cost, and operation and maintenance
86.33 costs. Debt service costs for the proposed project are calculated based on the maximum
86.34 loan term permitted for the clean water revolving fund loan under section 446A.07,
86.35 subdivision 7. The amount of the grant is equal to 80 percent of the amount needed to
86.36 reduce the average annual residential wastewater system cost to 1.4 percent of median

87.1 household income in the project service area, to a maximum of ~~\$4,000,000~~ \$5,000,000 per
 87.2 project or ~~\$15,000~~ \$20,000 per existing connection, whichever is less, unless specifically
 87.3 approved by law. The eligible project cost is determined by multiplying the total project
 87.4 costs minus any other grants by the essential project component percentage calculated
 87.5 under subdivision 3, paragraph (c), clause (1). In no case may the amount of the grant
 87.6 exceed 80 percent of the eligible project cost.

87.7 (c) For a governmental unit receiving a loan from the drinking water revolving
 87.8 fund under section 446A.081, the authority may provide assistance under this section in
 87.9 the form of a grant if the average annual residential drinking water system cost after
 87.10 completion of the project would otherwise exceed 1.2 percent of the median household
 87.11 income of the project service area. In determining whether the average annual residential
 87.12 drinking water system cost would exceed 1.2 percent, the authority must consider the total
 87.13 costs associated with building, operating, and maintaining the drinking water system,
 87.14 including existing drinking water debt service, debt service on the eligible project cost,
 87.15 and operation and maintenance costs. Debt service costs for the proposed project are
 87.16 calculated based on the maximum loan term permitted for the drinking water revolving
 87.17 fund loan under section 446A.081, subdivision 8, paragraph (c). The amount of the grant
 87.18 is equal to 80 percent of the amount needed to reduce the average annual residential
 87.19 drinking water system cost to 1.2 percent of median household income in the project
 87.20 service area, to a maximum of \$5,000,000 per project or \$20,000 per existing connection,
 87.21 whichever is less, unless specifically approved by law. The eligible project cost is
 87.22 determined by multiplying the total project costs minus any other grants by the essential
 87.23 project component percentage calculated under subdivision 3, paragraph (c), clause (1). In
 87.24 no case may the amount of the grant exceed 80 percent of the eligible project cost.

87.25 (e) (d) Notwithstanding the limits in paragraphs (a) ~~and~~ (b), and (c), for a
 87.26 governmental unit receiving supplemental assistance under this section after January 1,
 87.27 2002, if the authority determines that the governmental unit's construction and installation
 87.28 costs are significantly increased due to geological conditions of crystalline bedrock or karst
 87.29 areas and discharge limits that are more stringent than secondary treatment, the maximum
 87.30 award under this section shall not be more than \$25,000 per existing connection.

87.31 ~~Subd. 5b. **Special assessment deferral.** A governmental unit receiving a loan~~
 87.32 ~~under subdivision 5a that levies special assessments to repay the loan under subdivision~~
 87.33 ~~5a or section 446A.07 may defer payment of such assessments under the provisions of~~
 87.34 ~~sections 435.193 to 435.195.~~

87.35 Subd. 6. **Disbursements.** Disbursements of grants ~~or loans~~ awarded under this
 87.36 section by the authority to recipients must be made for eligible project costs as incurred by

88.1 the recipients, and must be made by the authority in accordance with the project financing
88.2 agreement and applicable state and federal laws and rules governing the payments.

88.3 ~~Subd. 7. **Loan repayments.** Notwithstanding the limitations set forth in section~~
88.4 ~~475.54, subdivision 1, this subdivision shall govern the maturities and mandatory sinking~~
88.5 ~~fund redemptions of the loans under this section. A governmental unit receiving a loan~~
88.6 ~~under this section shall repay the loan in semiannual payment amounts determined by~~
88.7 ~~the authority. The payment amount must be based on the average payments on the~~
88.8 ~~governmental unit's clean water revolving fund loan or, if greater, the minimum amount~~
88.9 ~~required to fully repay the loan by the maturity date. Payments must begin within one year~~
88.10 ~~of the date of the governmental unit's final payment on the clean water revolving fund~~
88.11 ~~loan. The final maturity date of the loan under this section must be no later than 20 years~~
88.12 ~~from the date of the first payment on the loan under this section and no later than 40 years~~
88.13 ~~from the date of the first payment on the clean water revolving fund loan.~~

88.14 Subd. 8. **Eligibility.** A governmental unit is eligible for assistance under this section
88.15 only after applying for grant funding from other sources and funding has been obtained,
88.16 rejected, or the authority has determined that the potential funding is unlikely.

88.17 Subd. 9. **Funding limitation.** Supplemental assistance may not be used to reduce
88.18 the sewer service charges of a significant ~~wastewater contributor~~ industrial user that has a
88.19 separate service charge agreement with the recipient, or a single user that has caused the
88.20 need for the project or whose current or projected ~~flow and load exceed~~ usage exceeds
88.21 one-half of the current wastewater treatment plant's or drinking water system capacity.

88.22 Subd. 11. **Report on needs.** By February 1 of each even-numbered year, the
88.23 authority, in conjunction with the Pollution Control Agency and the commissioner of
88.24 health, shall prepare a report to the Finance Division of the senate Environment and
88.25 Natural Resources Committee and the house of representatives Environment and Natural
88.26 Resources Finance Committee on wastewater and drinking water funding assistance needs
88.27 of governmental units under this section.

88.28 Subd. 12. **System replacement fund.** Each governmental unit receiving a loan or
88.29 grant under this section shall establish a system replacement fund and shall annually
88.30 deposit a minimum of \$.50 per 1,000 gallons of flow for major rehabilitation or expansion,
88.31 or replacement of the treatment wastewater or drinking water system, or replacement of
88.32 the treatment system at the end of its useful life. Money must remain in the account for the
88.33 life of the corresponding project loan from the authority or USDA/RECD, unless use of
88.34 the fund is approved in writing by the authority for major rehabilitation, expansion, or
88.35 replacement of the treatment wastewater or drinking water system. By March 1 each year
88.36 during the life of the loan, each recipient shall submit a report to the authority regarding

89.1 the amount deposited and the fund balance for the prior calendar year. A recipient is not
 89.2 required to maintain a fund balance greater than the amount of the grant received. Failure
 89.3 to comply with the requirements of this subdivision shall result in the authority assessing a
 89.4 penalty fee to the recipient equal to one percent of the supplemental assistance amount for
 89.5 each year of noncompliance. ~~Failure to make the required deposit or pay the penalty fee as~~
 89.6 ~~required constitutes a default on the loan.~~

89.7 Subd. 14. **Consistency with land use plans.** A governmental unit applying for a
 89.8 project in an unsewered area shall include in its application to the authority a certification
 89.9 from the county in which the project is located that:

89.10 (1) the project is consistent with the county comprehensive land use plan, if the
 89.11 county has adopted one;

89.12 (2) the project is consistent with the county water plan, if the county has adopted
 89.13 one; and

89.14 (3) the county has adopted specific land use ordinances or controls so as to meet or
 89.15 exceed the requirements of Minnesota Rules, part 7080.0305.

89.16 Sec. 8. Minnesota Statutes 2014, section 446A.073, as amended by Laws 2015, First
 89.17 Special Session chapter 4, article 4, sections 127, 128, and 129, is amended to read:

89.18 **446A.073 POINT SOURCE IMPLEMENTATION GRANTS.**

89.19 Subdivision 1. **Program established.** When money is appropriated for grants
 89.20 under this program, the authority shall award grants up to a maximum of ~~\$3,000,000~~
 89.21 \$7,000,000 to governmental units to cover ~~up to one-half~~ 80 percent of the cost of water
 89.22 infrastructure projects made necessary by:

89.23 (1) a wasteload reduction prescribed under a total maximum daily load plan required
 89.24 by section 303(d) of the federal Clean Water Act, United States Code, title 33, section
 89.25 1313(d);

89.26 (2) a phosphorus concentration or mass limit which requires discharging one
 89.27 milligram per liter or less at permitted design flow which is incorporated into a permit
 89.28 issued by the Pollution Control Agency;

89.29 (3) any other water quality-based effluent limit established under section 115.03,
 89.30 subdivision 1, paragraph (e), clause (8), and incorporated into a permit issued by the
 89.31 Pollution Control Agency that exceeds secondary treatment limits; or

89.32 (4) a total nitrogen concentration or mass limit of that requires discharging ten
 89.33 milligrams per liter or less ~~for a land-based treatment system~~ at permitted design flow.

89.34 Subd. 2. **Grant application.** Application for a grant must be made to the authority
 89.35 on forms prescribed by the authority ~~for the total maximum daily load grant program, with~~

90.1 ~~additional information as required by the authority, including a project schedule and cost~~
90.2 ~~estimate for the work necessary to comply with the point source wasteload allocation~~
90.3 ~~requirements listed in subdivision 1. The Pollution Control Agency shall:~~

90.4 ~~(1) in accordance with section 116.182, calculate the essential project component~~
90.5 ~~percentage, which must be multiplied by the total project cost to determine the eligible~~
90.6 ~~project cost; and~~

90.7 ~~(2) review and certify to the authority those projects that have plans and~~
90.8 ~~specifications approved under section 115.03, subdivision 1, paragraph (f).~~

90.9 Subd. 3. **Project priorities.** ~~When money is appropriated for grants under this~~
90.10 ~~program, The authority shall accept applications under this program during the month of~~
90.11 ~~July and reserve money for projects expected to proceed with construction by the end of~~
90.12 ~~the fiscal year in the order listed on the Pollution Control Agency's project priority list and~~
90.13 ~~in an amount based on the cost estimate submitted to the authority in the grant application~~
90.14 ~~or the as-bid costs, whichever is less. Notwithstanding Minnesota Rules, chapter 7077,~~
90.15 ~~the Pollution Control Agency may rank a drinking water infrastructure project on the~~
90.16 ~~agency's project priority list if the project is necessary to meet an applicable requirement~~
90.17 ~~in subdivision 1.~~

90.18 Subd. 4. **Grant approval.** The authority must make a grant for an eligible project
90.19 only after:

90.20 (1) the applicant has submitted the as-bid cost for the water infrastructure project;

90.21 (2) the Pollution Control Agency has approved the as-bid costs and certified the
90.22 grant eligible portion of the project; and

90.23 (3) the authority has determined that the additional financing necessary to complete
90.24 the project has been committed from other sources.

90.25 Subd. 5. **Grant disbursement.** Disbursement of a grant must be made for eligible
90.26 project costs as incurred by the governmental unit and in accordance with a project
90.27 financing agreement and applicable state and federal laws and rules governing the
90.28 payments.

90.29 Sec. 9. Minnesota Statutes 2014, section 446A.081, subdivision 9, is amended to read:

90.30 Subd. 9. **Other uses of fund.** (a) The drinking water revolving loan fund may be
90.31 used as provided in the act, including the following uses:

90.32 (1) to buy or refinance the debt obligations, at or below market rates, of public water
90.33 systems for drinking water systems, where the debt was incurred after the date of enactment
90.34 of the act, for the purposes of construction of the necessary improvements to comply with
90.35 the national primary drinking water regulations under the federal Safe Drinking Water Act;

91.1 (2) to purchase or guarantee insurance for local obligations to improve credit market
91.2 access or reduce interest rates;

91.3 (3) to provide a source of revenue or security for the payment of principal and
91.4 interest on revenue or general obligation bonds issued by the authority if the bond
91.5 proceeds are deposited in the fund;

91.6 (4) to provide loans or loan guarantees for similar revolving funds established by a
91.7 governmental unit or state agency;

91.8 (5) to earn interest on fund accounts;

91.9 (6) to pay the reasonable costs incurred by the authority, the Department of
91.10 Employment and Economic Development, and the Department of Health for conducting
91.11 activities as authorized and required under the act up to the limits authorized under the act;

91.12 (7) to develop and administer programs for water system supervision, source water
91.13 protection, and related programs required under the act;

91.14 (8) notwithstanding Minnesota Rules, part 7380.0280, to provide principal
91.15 forgiveness or grants to the extent permitted under the federal Safe Drinking Water Act
91.16 and other federal law, based on the criteria and requirements established for drinking
91.17 water projects under the water infrastructure funding program under section 446A.072;

91.18 (9) to provide loans, principal forgiveness or grants to the extent permitted under the
91.19 federal Safe Drinking Water Act and other federal law to address green infrastructure, water
91.20 or energy efficiency improvements, or other environmentally innovative activities; and

91.21 (10) to provide principal forgiveness, or grants for 50 percent of the project cost up
91.22 to a maximum of \$10,000 for projects needed to comply with national primary drinking
91.23 water standards for an existing community or noncommunity public water system.

91.24 ~~(b) Principal forgiveness or grants under paragraph (a), clause (8), must only be~~
91.25 ~~provided if the average annual residential drinking water system cost after completion of~~
91.26 ~~the project would otherwise exceed 1.2 percent of the median household income in the~~
91.27 ~~project service area. In determining whether the average annual residential drinking~~
91.28 ~~water system cost would exceed 1.2 percent, the authority must consider the total costs~~
91.29 ~~associated with building, operating, and maintaining the drinking water system, including~~
91.30 ~~debt service and operation and maintenance costs. Debt service costs for the proposed~~
91.31 ~~project must be calculated based on the maximum loan term permitted for the drinking~~
91.32 ~~water revolving fund loan under this section. The amount of the principal forgiveness or~~
91.33 ~~grant must be equal to 80 percent of the amount needed to reduce the average annual~~
91.34 ~~residential drinking water system cost to 1.2 percent of median household income in the~~
91.35 ~~project service area, to a maximum of \$4,000,000 or \$15,000 per connection, whichever is~~
91.36 ~~less, and not to exceed 80 percent of the total project cost.~~

92.1 (e) ~~(b)~~ Principal forgiveness or grants provided under paragraph (a), clause (9), may
 92.2 not exceed 25 percent of the eligible project costs as determined by the Department of
 92.3 Health for project components directly related to green infrastructure, water or energy
 92.4 efficiency improvements, or other environmentally innovative activities, up to a maximum
 92.5 of \$1,000,000.

92.6 ~~(d) The authority may reduce the percentage of median household income at which a~~
 92.7 ~~loan term could extend to 30 years under subdivision 8, paragraph (c), and at which~~
 92.8 ~~principal forgiveness or grants could be provided under paragraph (b) if it determines that~~
 92.9 ~~the federal money allotted to the state cannot be fully utilized without the reduction. If it~~
 92.10 ~~determines that the reduction is necessary to fully utilize the federal money, the authority~~
 92.11 ~~must effect the change through its approval of the annual intended use plan.~~

92.12 Sec. 10. Minnesota Statutes 2014, section 446A.12, subdivision 1, is amended to read:

92.13 Subdivision 1. **Bonding authority.** The authority may issue negotiable bonds in a
 92.14 principal amount that the authority determines necessary to provide sufficient funds for
 92.15 achieving its purposes, including the making of loans and purchase of securities, the
 92.16 payment of interest on bonds of the authority, the establishment of reserves to secure its
 92.17 bonds, the payment of fees to a third party providing credit enhancement, and the payment
 92.18 of all other expenditures of the authority incident to and necessary or convenient to carry
 92.19 out its corporate purposes and powers, but not including the making of grants. Bonds of
 92.20 the authority may be issued as bonds or notes or in any other form authorized by law.
 92.21 The principal amount of bonds issued and outstanding under this section at any time
 92.22 may not exceed ~~\$1,500,000,000~~ \$2,000,000,000, excluding bonds for which refunding
 92.23 bonds or crossover refunding bonds have been issued, and excluding any bonds issued
 92.24 for the credit enhanced bond program or refunding or crossover refunding bonds issued
 92.25 under the program. The principal amount of bonds issued and outstanding under section
 92.26 446A.087, may not exceed \$500,000,000, excluding bonds for which refunding bonds or
 92.27 crossover refunding bonds have been issued.

92.28 Sec. 11. Minnesota Statutes 2014, section 462A.37, is amended by adding a
 92.29 subdivision to read:

92.30 Subd. 2c. **Additional authorization.** In addition to the amount authorized in
 92.31 subdivisions 2, 2a, and 2b, the agency may issue up to \$70,000,000 in housing infrastructure
 92.32 bonds in one or more series to which the payments under this section may be pledged.

93.1 Sec. 12. Minnesota Statutes 2015 Supplement, section 462A.37, subdivision 5, is
93.2 amended to read:

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

93.6 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
93.7 bonds issued under subdivision 2a remain outstanding, the commissioner of management
93.8 and budget must transfer to the housing infrastructure bond account established under
93.9 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
93.10 \$6,400,000 annually. The amounts necessary to make the transfers are appropriated from
93.11 the general fund to the commissioner of management and budget.

93.12 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
93.13 bonds issued under subdivision 2b remain outstanding, the commissioner of management
93.14 and budget must transfer to the housing infrastructure bond account established under
93.15 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
93.16 \$800,000 annually. The amounts necessary to make the transfers are appropriated from
93.17 the general fund to the commissioner of management and budget.

93.18 (d) Each July 15, beginning in 2018 and through 2039, if any housing infrastructure
93.19 bonds issued under subdivision 2c remain outstanding, the commissioner of management
93.20 and budget must transfer to the housing infrastructure bond account established under
93.21 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
93.22 \$5,600,000 annually. The amounts necessary to make the transfers are appropriated from
93.23 the general fund to the commissioner of management and budget.

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

93.26 Sec. 13. Laws 2002, chapter 393, section 22, subdivision 6, as amended by Laws 2005,
93.27 chapter 20, article 1, section 43, and Laws 2013, chapter 136, section 10, is amended to
93.28 read:

93.29 Subd. 6. **Fergus Falls Regional Treatment**
93.30 **Center**

3,000,000

93.31 To design, renovate, construct, furnish,
93.32 and equip ancillary support and program
93.33 facilities, including improvements to basic
93.34 infrastructure, such as sanitary and storm
93.35 sewer and water lines, public streets,

94.1 curb, gutter, street lights, or sidewalks, to
 94.2 make improvements for building envelope
 94.3 and structural integrity for the purposes
 94.4 of stabilizing the buildings for sale, for
 94.5 hazardous materials abatement, and for
 94.6 demolition of all or portions of surplus,
 94.7 nonfunctional, or deteriorated facilities
 94.8 and infrastructure or to renovate surplus,
 94.9 nonfunctional, or deteriorated facilities and
 94.10 infrastructure to facilitate the redevelopment
 94.11 of the Fergus Falls Regional Treatment
 94.12 Center campus. If the property is sold or
 94.13 transferred to a local unit of government, the
 94.14 unspent portion of this appropriation may be
 94.15 granted to the local unit of government that
 94.16 acquires the campus for the purposes stated
 94.17 in this subdivision.

94.18 Notwithstanding Minnesota Statutes, section
 94.19 16A.642, the bond sale authorization and
 94.20 appropriation of bond proceeds in this
 94.21 subdivision are available until December 31,
 94.22 ~~2016~~ 2018.

94.23 **EFFECTIVE DATE.** This section is effective the day following final enactment.

94.24 Sec. 14. Laws 2011, First Special Session chapter 12, section 13, subdivision 8,
 94.25 is amended to read:

94.26 **Subd. 8. Rail Service Improvement - St. Louis**
 94.27 **Park Noise Barrier**

700,000

94.28 For a grant to the city of St. Louis Park to
 94.29 predesign, design, construct, and install noise
 94.30 mitigation barriers associated with route
 94.31 changes for freight rail. This appropriation
 94.32 may be used to design and construct trail
 94.33 safety improvements for the Beltline trail
 94.34 bridge, the Wooddale trail underpass, and the

95.1 Louisiana trail underpass. Notwithstanding
 95.2 Minnesota Statutes, section 16A.642, this
 95.3 appropriation is available until January 1,
 95.4 2018.

95.5 Sec. 15. Laws 2012, chapter 293, section 7, subdivision 8, is amended to read:

95.6 Subd. 8. **Lake Zumbro** 3,000,000

95.7 For a grant to Olmsted County for the
 95.8 removal of sedimentation in Lake Zumbro,
 95.9 including final engineering, dredging,
 95.10 and dredged soil disposal from the sites
 95.11 identified in the Preliminary Engineering
 95.12 Report for Dredging Lake Zumbro.
 95.13 This project is designed to improve the
 95.14 recreational economy, water quality, and
 95.15 habitat, and increase water storage capacity
 95.16 within the lake to achieve renewable
 95.17 energy goals by optimizing long-term
 95.18 hydroelectric operations. This appropriation
 95.19 is not available until the commissioner
 95.20 has determined that at least an equal
 95.21 amount has been committed to the project
 95.22 from nonstate sources. Notwithstanding
 95.23 Minnesota Statutes, section 16A.642, the
 95.24 bond authorization and appropriation of bond
 95.25 proceeds for this project are available until
 95.26 December 31, 2018.

95.27 Sec. 16. Laws 2012, chapter 293, section 17, subdivision 4, is amended to read:

95.28 Subd. 4. **Phillips Community Center** 1,750,000

95.29 For a grant to the Minneapolis Park and
 95.30 Recreation Board to predesign, design,
 95.31 engineer, reconstruct, renovate, furnish,
 95.32 and equip the Phillips Community Center
 95.33 indoor competitive swimming pool and to

96.1 predesign, design, engineer, and construct
 96.2 an additional indoor multipurpose family
 96.3 pool and facilities associated with an aquatic
 96.4 center in the community center, subject to
 96.5 Minnesota Statutes, section 16A.695.

96.6 This appropriation is not available until
 96.7 the commissioner determines that at least
 96.8 \$350,000 is committed from nonstate
 96.9 sources. Notwithstanding Minnesota
 96.10 Statutes, section 16A.642, the bond
 96.11 authorization and appropriation of bond
 96.12 proceeds for this project are available until
 96.13 December 31, 2018.

96.14 Sec. 17. Laws 2014, chapter 294, article 1, section 17, subdivision 6, is amended to read:

96.15 Subd. 6. **Inver Grove Heights - Heritage**
 96.16 **Village Park**

2,000,000

96.17 \$1,500,000 of this appropriation is for a
 96.18 grant to the city of Inver Grove Heights
 96.19 and \$500,000 of this appropriation is for a
 96.20 grant to Dakota County. This appropriation
 96.21 is for public infrastructure improvements
 96.22 and land acquisition in and adjacent to the
 96.23 Heritage Village Park, the Mississippi River
 96.24 Trail, and the Rock Island Swing Bridge.
 96.25 These improvements will include but are
 96.26 not limited to motor vehicle access, utility
 96.27 service, stormwater treatment, and trail and
 96.28 sidewalk connections. This appropriation
 96.29 is not available until the commissioner of
 96.30 management and budget has determined that
 96.31 at least an equal amount has been committed
 96.32 to the project from nonstate sources.

96.33 Sec. 18. Laws 2014, chapter 294, article 1, section 17, subdivision 12, is amended to
 96.34 read:

97.1 Subd. 12. ~~West St. Paul - North Urban~~
 97.2 ~~Regional Trail Bridge~~ River-to-River
 97.3 Greenway Crossing 2,000,000

97.4 For a grant to the city of West St. Paul to
 97.5 predesign, design, and construct a ~~pedestrian~~
 97.6 bridge grade-separated crossing for the
 97.7 ~~North Urban Regional Trail as an overpass~~
 97.8 River-to-River Greenway of Robert Street in
 97.9 the area near Wentworth Avenue in West St.
 97.10 Paul. This appropriation may also be used to
 97.11 acquire property or purchase rights-of-way
 97.12 needed for bridge construction. A nonstate
 97.13 match is not required.

97.14 Sec. 19. OFFICE OF LEGISLATIVE AUDITOR REPORT - FUNDING FOR
 97.15 ASSET PRESERVATION.

97.16 Subdivision 1. Report. By November 15, 2016, the legislative auditor shall report to
 97.17 the chairs and ranking minority members of the committees in the senate with jurisdiction
 97.18 over finance and capital investment and in the house of representatives with jurisdiction
 97.19 over ways and means and capital investment, with recommendations for sustainable,
 97.20 reliable, predictable funding for preservation of capital assets owned by agencies.

97.21 Subd. 2. Funding options and approaches. The report shall assess the feasibility of
 97.22 implementing the following options and may include evaluation of other feasible options:

97.23 (1) establishing a standing appropriation from the general fund to pay a portion of
 97.24 certified asset preservation needs;

97.25 (2) establishing a standing appropriation from the bond proceeds fund, and
 97.26 authorizing the sale of general obligation bonds, to pay a portion of certified asset
 97.27 preservation needs;

97.28 (3) dedicating a specified portion of fees collected by agencies to use for asset
 97.29 preservation; and

97.30 (4) shifting asset preservation from the capital budget to the operating budget so that
 97.31 asset preservation is built into the base budget.

97.32 Evaluations should include a comparison to current law and practice.

97.33 Subd. 3. Real property portfolio management system. The commissioner
 97.34 of administration shall provide assistance, as requested by the legislative auditor, for

98.1 preparing the report, including providing data from the ARCHIBUS real property portfolio
98.2 management system.

98.3 Subd. 4. **Demolition.** The report shall evaluate whether the metrics and process
98.4 used by each agency to recommend demolition of capital assets are comprehensive enough
98.5 to reflect what is in the best interest of the state.

98.6 Subd. 5. **Definition.** "Agencies" as used in this section means all executive branch
98.7 agencies, the Board of Regents of the University of Minnesota, and the Board of Trustees
98.8 of Minnesota State Colleges and Universities.

98.9 Sec. 20. **VETERANS HOMES; MONTEVIDEO AND BEMIDJI.**

98.10 The fiscal year 2018 and fiscal year 2019 general fund base appropriation for
98.11 veterans homes is increased by \$10,000,000 each fiscal year. This increase is for the
98.12 operating costs of 143 skilled nursing beds added after July 1, 2016, in one or more
98.13 veteran homes, including Montevideo and Bemidji. None of this increased amount may
98.14 be used for operating costs at a veterans home in Minneapolis.

98.15 Sec. 21. **APPROPRIATION; WATER SUPPLY SUSTAINABILITY STUDY.**

98.16 (a) \$1,780,000 is appropriated in fiscal year 2017 from the general fund to the
98.17 commissioner of natural resources.

98.18 (b) Of this amount:

98.19 (1) \$1,500,000 is for a study to evaluate long-term water supply sustainability in the
98.20 north and east metro, identify options to address any challenges identified to the north
98.21 and east metro's long-term water supply sustainability, and assess the feasibility and costs
98.22 of those options. The study must consider available information concerning interactions
98.23 between the region's surface water and groundwater systems, including White Bear
98.24 Lake. The commissioner must conduct this study in consultation and coordination with
98.25 affected communities, the Metropolitan Council and other state and regional agencies,
98.26 water utilities, watershed districts, counties, industrial water permit holders, and other
98.27 entities with a demonstrated interest in the water supply challenges facing the north
98.28 and east metro. The commissioner must complete a report summarizing study findings
98.29 regarding long-term water supply sustainability challenges in the north and east metro
98.30 and the feasibility of various options for addressing those challenges. Efficient water use
98.31 and water reuse options must be included in the report. The commissioner's report must
98.32 consider sufficient detail regarding preliminary design considerations, including supply
98.33 source, treatment, distribution, operation, and financing, of all feasible options evaluated.
98.34 The report must be provided no later than January 15, 2018, to the chairs and ranking

99.1 minority members of the house of representatives and senate committees and divisions
99.2 with jurisdiction over environment and natural resources finance and policy and the clean
99.3 water fund. No detailed design may be undertaken by the commissioner without legislative
99.4 approval. A copy of the draft report will be provided to all affected local agencies for
99.5 review and comment prior to finalization and presentation by the commissioner to the
99.6 legislature. The appropriation in this clause is available until June 30, 2018; and
99.7 (2) \$280,000 is for water quality monitoring, modeling, and data analysis to
99.8 establish baseline water quality conditions and to assess the water quality impacts and
99.9 other potential ecological effects of augmenting White Bear Lake with water from Vadnais
99.10 Lake on both White Bear Lake and Vadnais Lake. The appropriation in this clause
99.11 is available until June 30, 2018.

99.12 Sec. 22. **REPEALER.**

99.13 Minnesota Statutes 2014, section 123A.446, is repealed.

99.14 Sec. 23. **EFFECTIVE DATE.**

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

APPENDIX
Article locations in S2839-1

ARTICLE 1	APPROPRIATIONS	Page.Ln 1.18
ARTICLE 2	MISCELLANEOUS	Page.Ln 77.14

APPENDIX
Repealed Minnesota Statutes: S2839-1

123A.446 STATE BOND AUTHORIZATION.

To provide money for the cooperative secondary facilities grant program, the commissioner of management and budget, upon the request of the commissioner of education, shall issue and sell bonds of the state up to the amount of \$14,000,000 in the manner, upon the terms and with the effect prescribed by sections 16A.631 to 16A.675 and the Minnesota Constitution, article XI, sections 4 to 7.