

**SENATE
STATE OF MINNESOTA
NINETIETH SESSION**

S.F. No. 4013

(SENATE AUTHORS: SENJEM)

DATE
04/19/2018

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Introduction and first reading
Referred to Capital Investment

OFFICIAL STATUS

1.1 A bill for an act
1.2 relating to capital investment; authorizing spending to acquire and better public
1.3 land and buildings and other improvements of a capital nature with certain
1.4 conditions; modifying previous appropriations; establishing new programs and
1.5 modifying existing programs; authorizing the sale and issuance of state bonds;
1.6 appropriating money; amending Minnesota Statutes 2016, sections 16B.86; 16B.87,
1.7 subdivisions 1, 3; 363A.36, subdivisions 1, 4; 363A.44, subdivision 1; 462A.37,
1.8 subdivision 1, by adding a subdivision; Minnesota Statutes 2017 Supplement,
1.9 sections 222.49; 462A.37, subdivision 5; Laws 2009, chapter 93, article 1, section
1.10 14, subdivision 3, as amended; Laws 2014, chapter 294, article 1, section 5,
1.11 subdivision 3; Laws 2014, chapter 295, section 9; Laws 2017, First Special Session
1.12 chapter 8, article 1, sections 6, subdivision 6; 15, subdivisions 3, 11; 19, subdivision
1.13 3; 23, subdivision 3; proposing coding for new law in Minnesota Statutes, chapters
1.14 137; 174.

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

1.16 **ARTICLE 1**

1.17 **APPROPRIATIONS**

1.18 Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

1.19 The sums shown in the column under "Appropriations" are appropriated from the bond
1.20 proceeds fund, or another named fund, to the state agencies or officials indicated, to be
1.21 spent for public purposes. Appropriations of bond proceeds must be spent as authorized by
1.22 the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire and better public
1.23 land and buildings and other public improvements of a capital nature, or as authorized by
1.24 the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j), or article XIV. Unless
1.25 otherwise specified, money appropriated in this act:

2.1 (1) may be used to pay state agency staff costs that are attributed directly to the capital
 2.2 program or project in accordance with accounting policies adopted by the commissioner of
 2.3 management and budget;

2.4 (2) is available until the project is completed or abandoned subject to Minnesota Statutes,
 2.5 section 16A.642;

2.6 (3) for activities under Minnesota Statutes, sections 16B.307, 84.946, and 135A.046,
 2.7 should not be used for projects that can be financed within a reasonable time frame under
 2.8 Minnesota Statutes, section 16B.322 or 16C.144; and

2.9 (4) is available for a grant to a political subdivision after the commissioner of management
 2.10 and budget determines that an amount sufficient to complete the project as described in this
 2.11 act has been committed to the project, as required by Minnesota Statutes, section 16A.502.

2.12 **APPROPRIATIONS**

2.13 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.14 **Subdivision 1. Total Appropriation** **\$ 298,533,000**

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

2.18 **Subd. 2. Higher Education Asset Preservation**
 2.19 **and Replacement (HEAPR)** **250,000,000**

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

2.22 **Subd. 3. Greater Minnesota Academic Renewal** **10,533,000**

2.23 To modernize existing teaching, learning, and
 2.24 research spaces on the Crookston, Duluth, and
 2.25 Morris campuses, including:

2.26 (1) to predesign, design, renovate, furnish, and
 2.27 equip campus teaching and learning spaces in
 2.28 Dowell Hall and Owen Hall on the Crookston
 2.29 campus;

2.30 (2) to predesign, design, renovate, furnish, and
 2.31 equip campus teaching and learning spaces in

3.1 A.B. Anderson Hall on the Duluth campus;
 3.2 and
 3.3 (3) to predesign, design, renovate, furnish, and
 3.4 equip campus teaching and learning spaces in
 3.5 the Humanities Building and Blakely Hall on
 3.6 the Morris campus.

3.7 **Subd. 4. Pillsbury Hall Renewal** 24,000,000

3.8 To predesign, design, renovate, furnish, and
 3.9 equip historic Pillsbury Hall on the Twin
 3.10 Cities campus.

3.11 **Subd. 5. Glensheen Renewal** 4,000,000

3.12 To predesign, design, and renovate the
 3.13 Historic Glensheen Estate including but not
 3.14 limited to the main house; the site structures,
 3.15 terraces, and garden walls; and the carriage
 3.16 house. This appropriation is not available until
 3.17 the commissioner of management and budget
 3.18 determines that an equal amount is committed
 3.19 from other sources.

3.20 **Subd. 6. University Share**

3.21 Except for the appropriations for HEAPR and
 3.22 Glensheen renewal, the appropriations in this
 3.23 section are intended to cover approximately
 3.24 two-thirds of the cost of each project. The
 3.25 remaining costs must be paid from university
 3.26 sources.

3.27 **Subd. 7. Unspent Appropriations**

3.28 Upon substantial completion of a project
 3.29 authorized in this section and after written
 3.30 notice to the commissioner of management
 3.31 and budget, the Board of Regents must use
 3.32 any money remaining in the appropriation for
 3.33 that project for HEAPR under Minnesota
 3.34 Statutes, section 135A.046. The Board of

4.1 Regents must report by February 1 of each
 4.2 even-numbered year to the chairs of the house
 4.3 of representatives and senate committees with
 4.4 jurisdiction over capital investment and higher
 4.5 education finance, and to the chairs of the
 4.6 house of representatives Ways and Means
 4.7 Committee and the senate Finance Committee,
 4.8 on how the remaining money has been
 4.9 allocated or spent.

4.10 **Sec. 3. MINNESOTA STATE COLLEGES AND**
 4.11 **UNIVERSITIES**

4.12 **Subdivision 1. Total Appropriation** **\$ 274,509,000**

4.13 To the Board of Trustees of the Minnesota
 4.14 State Colleges and Universities for the
 4.15 purposes specified in this section.

4.16 **Subd. 2. Higher Education Asset Preservation**
 4.17 **and Replacement (HEAPR)** **180,000,000**

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

4.20 **Subd. 3. Anoka-Ramsey Community College,**
 4.21 **Coon Rapids** **569,000**

4.22 To design the renovation of the business and
 4.23 nursing building on the Coon Rapids campus.

4.24 **Subd. 4. Baccalaureate Expansion, Minneapolis**
 4.25 **Community and Technical College, North**
 4.26 **Hennepin Community College, Normandale**
 4.27 **Community College** **4,270,000**

4.28 To design, renovate, and equip space on the
 4.29 college campuses in Minneapolis, Brooklyn
 4.30 Park, and Bloomington to support
 4.31 baccalaureate programming expansion.

4.32 **Subd. 5. Bemidji State University** **22,512,000**

4.33 To demolish and replace Hagg Sauer Hall with
 4.34 the Academic Learning Center Building; and
 4.35 to design, renovate, and equip A.C. Clark

5.1	<u>Library, Bangsberg Hall, Bensen Hall,</u>	
5.2	<u>Bridgeman Hall, and Sattgast Hall.</u>	
5.3	<u>Subd. 6. Central Lakes College, Brainerd</u>	<u>455,000</u>
5.4	<u>To design the renovation of the student</u>	
5.5	<u>support and student life areas within the main</u>	
5.6	<u>campus building.</u>	
5.7	<u>Subd. 7. Century College</u>	<u>6,362,000</u>
5.8	<u>To design, renovate, and equip the</u>	
5.9	<u>Engineering and Applied Technology Center,</u>	
5.10	<u>welding lab, fabrication lab, auto disassembly,</u>	
5.11	<u>and related student support and university</u>	
5.12	<u>partnership space on the east campus.</u>	
5.13	<u>Subd. 8. Fond du Lac Tribal and Community</u>	
5.14	<u>College, Maajiigi (Start to Grow)</u>	<u>1,157,000</u>
5.15	<u>To design, renovate, and equip classrooms and</u>	
5.16	<u>offices for the elementary education program;</u>	
5.17	<u>renovate kitchen area; to perform site work to</u>	
5.18	<u>support outdoor learning; and to demolish</u>	
5.19	<u>obsolete modular classroom/office building.</u>	
5.20	<u>Subd. 9. Inver Hills Community College</u>	<u>698,000</u>
5.21	<u>To design the renovation of the Technology</u>	
5.22	<u>and Business Center to include the link to</u>	
5.23	<u>Heritage Hall.</u>	
5.24	<u>Subd. 10. Minnesota State University, Mankato</u>	<u>6,478,000</u>
5.25	<u>To update design, renovate, renew, equip, and</u>	
5.26	<u>repurpose the spaces in Wissink Hall, Morris</u>	
5.27	<u>Hall, and Wiecking Center vacated when</u>	
5.28	<u>occupants moved to the new Clinical Science</u>	
5.29	<u>Building; and to install a solar array on the</u>	
5.30	<u>roof of the new Clinical Science Building.</u>	
5.31	<u>Subd. 11. Minnesota State University, Moorhead</u>	<u>628,000</u>
5.32	<u>To design the renovation of Weld Hall.</u>	

6.1	<u>Subd. 12. Normandale Community College</u>	<u>12,636,000</u>
6.2	<u>To design Phases 1 and 2 of the renovation of</u>	
6.3	<u>the College Services Building; and to renovate</u>	
6.4	<u>and equip the first floor of the College</u>	
6.5	<u>Services Building, including site</u>	
6.6	<u>improvements that address ADA compliance</u>	
6.7	<u>and storm water management.</u>	
6.8	<u>Subd. 13. Northland Community and Technical</u>	
6.9	<u>College, East Grand Forks</u>	<u>2,425,000</u>
6.10	<u>To design, renovate, renew, and equip teaching</u>	
6.11	<u>and learning lab space at the East Grand Forks</u>	
6.12	<u>campus.</u>	
6.13	<u>Subd. 14. Riverland Community College, Albert</u>	
6.14	<u>Lea</u>	<u>10,122,000</u>
6.15	<u>To design, renovate, renew, and equip</u>	
6.16	<u>classroom and lab space at the Albert Lea</u>	
6.17	<u>campus; to construct infill in Building C to</u>	
6.18	<u>support auto and diesel labs; and to demolish</u>	
6.19	<u>obsolete child care building.</u>	
6.20	<u>Subd. 15. Rochester Community and Technical</u>	
6.21	<u>College</u>	<u>22,853,000</u>
6.22	<u>To demolish Plaza and Memorial Halls; to</u>	
6.23	<u>design, renovate, renew, and equip classrooms</u>	
6.24	<u>and labs; to construct an addition adjacent to</u>	
6.25	<u>Endicott Hall; to construct a central chiller</u>	
6.26	<u>plant; and to demolish the maintenance</u>	
6.27	<u>building and child care building.</u>	
6.28	<u>Subd. 16. Saint Paul College</u>	<u>995,000</u>
6.29	<u>To design the renovation of classroom, lab,</u>	
6.30	<u>and student services space in the main campus</u>	
6.31	<u>building.</u>	
6.32	<u>Subd. 17. Vermilion Community College</u>	<u>2,349,000</u>
6.33	<u>To design, renovate, renew, and equip the</u>	
6.34	<u>classroom building and common space.</u>	

7.1 Subd. 18. Debt Service

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

7.11 (b) The board need not pay debt service on
7.12 bonds sold to finance HEAPR. Where a
7.13 nonstate match is required, the debt service is
7.14 due on a principal amount equal to one-third
7.15 of the total project cost, less the match
7.16 committed before the bonds are sold.

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

8.1 each December 1 before money is transferred
 8.2 from the general fund under Minnesota
 8.3 Statutes, section 16A.641, subdivision 10.

8.4 **Subd. 19. Unspent Appropriations**

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

8.21 (b) The unspent portion of an appropriation
 8.22 for a project in this section that is complete is
 8.23 available for HEAPR under this subdivision,
 8.24 at the same campus as the project for which
 8.25 the original appropriation was made and the
 8.26 debt service requirement under this section is
 8.27 reduced accordingly. Minnesota Statutes,
 8.28 section 16A.642, applies from the date of the
 8.29 original appropriation to the unspent amount
 8.30 transferred.

8.31 **Sec. 4. EDUCATION**

8.32 **Subdivision 1. Total Appropriation**

\$ 16,692,000

8.33 To the commissioner of education for the
 8.34 purposes specified in this section.

9.1 Subd. 2. **Library Construction Grants** 2,500,000

9.2 For library construction grants under

9.3 Minnesota Statutes, section 134.45.

9.4 Subd. 3. **Independent School District No. 38, Red**
9.5 **Lake** 14,492,000

9.6 (a) From the maximum effort school loan fund

9.7 for a capital loan to Independent School

9.8 District No. 38, Red Lake, as provided in

9.9 Minnesota Statutes, sections 126C.60 to

9.10 126C.72. This appropriation is for predesign,

9.11 design, and construction of a connection

9.12 structure between the Red Lake Early

9.13 Learning Childhood Center and Red Lake

9.14 Elementary School; renovations to various

9.15 classrooms, labs, and support rooms; updating

9.16 of mechanical systems; and expansion of the

9.17 cafeteria. Before any capital loan contract is

9.18 approved under this subdivision, the district

9.19 must provide documentation acceptable to the

9.20 commissioner of education on how the capital

9.21 loan will be used.

9.22 (b) The commissioner of administration may

9.23 provide project management services to assist

9.24 the commissioner of education with oversight

9.25 of the project. No money for construction may

9.26 be distributed by the commissioner of

9.27 education to the recipient school district until

9.28 bids have been received on 100 percent of the

9.29 construction documents and satisfactory

9.30 documentation has been submitted to the

9.31 commissioner of education indicating the

9.32 project can be fully completed with money

9.33 available for the project.

9.34 (c) Notwithstanding the timelines in Minnesota

9.35 Statutes, section 126C.69, subdivision 11,

10.1 Independent School District No. 38, Red Lake,
 10.2 must submit the question authorizing the
 10.3 borrowing of money for the facilities to voters
 10.4 of the district at the first general election
 10.5 following final enactment of this subdivision.

10.6 (d) Notwithstanding Minnesota Statutes,
 10.7 section 126C.69, subdivision 6, the application
 10.8 submitted by Independent School District No.
 10.9 38, Red Lake, on September 1, 2015, shall be
 10.10 considered a sufficient application for this
 10.11 loan. The local portion for this capital loan is
 10.12 \$94,231 under Minnesota Statutes, section
 10.13 126C.69, subdivision 9. This amount shall be
 10.14 disbursed for the approved project prior to the
 10.15 state loan reimbursement payments to the
 10.16 school district.

10.17 **Sec. 5. MINNESOTA STATE ACADEMIES**

10.18 **Subdivision 1. Total Appropriation** **\$ 13,212,000**

10.19 To the commissioner of administration for the
 10.20 purposes specified in this section.

10.21 **Subd. 2. Asset Preservation** **4,520,000**

10.22 For capital asset preservation improvements
 10.23 and betterments on both campuses of the
 10.24 Minnesota State Academies, to be spent in
 10.25 accordance with Minnesota Statutes, section
 10.26 16B.307.

10.27 **Subd. 3. Safety Corridor** **5,300,000**

10.28 To design, construct, furnish, and equip a
 10.29 safety corridor on the Minnesota State
 10.30 Academy for the Deaf campus, including but
 10.31 not limited to abatement of asbestos and
 10.32 hazardous materials, construction, and
 10.33 renovations necessary to establish a central

11.1 point of access, a reception and visitor area,
 11.2 and security monitoring with connections to
 11.3 Smith, Quinn, and Noyes Halls. This
 11.4 appropriation also includes money to
 11.5 predesign, design, renovate, furnish, and equip
 11.6 Smith and Quinn Halls, including but not
 11.7 limited to design and abatement of asbestos
 11.8 and hazardous materials, interior space,
 11.9 restrooms, offices, classrooms, science labs,
 11.10 and technology labs.

11.11 **Subd. 4. Residence Hall Renovations** 2,592,000

11.12 To predesign, design, renovate, furnish, and
 11.13 equip Kramer, Brandeen, and Rode
 11.14 dormitories on the Minnesota State Academy
 11.15 for the Blind campus, including but not limited
 11.16 to design and abatement of asbestos and
 11.17 hazardous materials; correcting fire, life safety,
 11.18 and other building code deficiencies; and to
 11.19 replace or renovate the dormitories' HVAC,
 11.20 plumbing, electrical, security, and life safety
 11.21 systems.

11.22 **Subd. 5. Campus Track** 800,000

11.23 To remove the existing track and to predesign,
 11.24 design, construct, and equip a new track to be
 11.25 located on the Minnesota State Academies
 11.26 campus.

11.27 **Sec. 6. PERPICH CENTER FOR ARTS**
 11.28 **EDUCATION** \$ 4,000,000

11.29 To the commissioner of administration for
 11.30 capital asset preservation improvements and
 11.31 betterments at the Perpich Center for Arts
 11.32 Education, to be spent in accordance with
 11.33 Minnesota Statutes, section 16B.307.

11.34 **Sec. 7. NATURAL RESOURCES**

12.1	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 171,000,000</u>
12.2	<u>(a) To the commissioner of natural resources</u>	
12.3	<u>for the purposes specified in this section.</u>	
12.4	<u>(b) The appropriations in this section are</u>	
12.5	<u>subject to the requirements of the natural</u>	
12.6	<u>resources capital improvement program under</u>	
12.7	<u>Minnesota Statutes, section 86A.12, unless</u>	
12.8	<u>this section or the statutes referred to in this</u>	
12.9	<u>section provide more specific standards,</u>	
12.10	<u>criteria, or priorities for projects than</u>	
12.11	<u>Minnesota Statutes, section 86A.12.</u>	
12.12	<u>Subd. 2. Natural Resources Asset Preservation</u>	<u>130,000,000</u>
12.13	<u>For the renovation of state-owned facilities</u>	
12.14	<u>and recreational assets operated by the</u>	
12.15	<u>commissioner of natural resources to be spent</u>	
12.16	<u>in accordance with Minnesota Statutes, section</u>	
12.17	<u>84.946. Notwithstanding Minnesota Statutes,</u>	
12.18	<u>section 84.946, the commissioner may use this</u>	
12.19	<u>appropriation to replace buildings if,</u>	
12.20	<u>considering the embedded energy in the</u>	
12.21	<u>building, that is the most energy-efficient and</u>	
12.22	<u>carbon-reducing method of renovation.</u>	
12.23	<u>Subd. 3. Flood Hazard Mitigation</u>	<u>20,000,000</u>
12.24	<u>(a) For the state share of flood hazard</u>	
12.25	<u>mitigation grants for publicly owned capital</u>	
12.26	<u>improvements to prevent or alleviate flood</u>	
12.27	<u>damage under Minnesota Statutes, section</u>	
12.28	<u>103F.161.</u>	
12.29	<u>(b) To the extent practical, levee projects shall</u>	
12.30	<u>meet the state standard of three feet above the</u>	
12.31	<u>100-year flood elevation.</u>	
12.32	<u>(c) Project priorities shall be determined by</u>	
12.33	<u>the commissioner as appropriate and based on</u>	

13.1 need and may include acquisition of properties
 13.2 prone to flooding.

13.3 (d) This appropriation includes money for the
 13.4 following projects as prioritized by the
 13.5 commissioner: Afton, Austin, Golden Valley,
 13.6 Halstad, Hendrum, Montevideo, Moorhead,
 13.7 Rushford, and Red River impoundments.

13.8 (e) For any project listed in this subdivision
 13.9 that the commissioner determines is not ready
 13.10 to proceed or does not expend all the money
 13.11 allocated to it, the commissioner may allocate
 13.12 that project's money to a project on the
 13.13 commissioner's priority list.

13.14 (f) To the extent that the cost of a project
 13.15 exceeds two percent of the median household
 13.16 income in a municipality or township
 13.17 multiplied by the number of households in the
 13.18 municipality or township, this appropriation
 13.19 is also for the local share of the project.

13.20 **Subd. 4. Dam Renovation, Repair, Removal** 1,000,000

13.21 (a) For design, engineering, and construction
 13.22 to repair, reconstruct, or remove dams and
 13.23 respond to dam safety emergencies. The
 13.24 commissioner shall determine project priorities
 13.25 as appropriate under Minnesota Statutes,
 13.26 sections 103G.511 and 103G.515.

13.27 This appropriation may be used for
 13.28 emergencies or for design and construction on
 13.29 state-owned dams, including Lake Bronson,
 13.30 George Lake, Moose Lake, Warren Lake, and
 13.31 Hill Annex number 1.

13.32 (b) If the commissioner determines that a
 13.33 project is not ready to proceed, this

14.1	<u>appropriation may be used for other projects</u>	
14.2	<u>on the commissioner's priority list.</u>	
14.3	<u>Subd. 5. Buildings and Facilities Development</u>	<u>10,000,000</u>
14.4	<u>For the predesign of office buildings at</u>	
14.5	<u>Bemidji and Spicer, for the acquisition and</u>	
14.6	<u>modification of buildings at Cloquet to replace</u>	
14.7	<u>the existing facilities, for the design and</u>	
14.8	<u>construction of a drill core library expansion</u>	
14.9	<u>at Hibbing, for the design and construction of</u>	
14.10	<u>storage buildings, and for design and</u>	
14.11	<u>construction to replace buildings that are in</u>	
14.12	<u>crisis or poor condition as classified in the</u>	
14.13	<u>Department of Administration's Facility</u>	
14.14	<u>Condition Assessment Process.</u>	
14.15	<u>Subd. 6. State Park and Recreation Area</u>	
14.16	<u>Accessibility</u>	<u>10,000,000</u>
14.17	<u>For the design and construction of</u>	
14.18	<u>improvements to bring the facilities within</u>	
14.19	<u>state parks to the Americans with Disabilities</u>	
14.20	<u>Act standards. Priority shall be given for</u>	
14.21	<u>improvements at the following parks: William</u>	
14.22	<u>O'Brien, Fort Snelling, and Jay Cooke.</u>	
14.23	<u>Subd. 7. Unspent Appropriations</u>	
14.24	<u>The unspent portion of an appropriation for a</u>	
14.25	<u>project in this section that is complete, upon</u>	
14.26	<u>written notice to the commissioner of</u>	
14.27	<u>management and budget, is available for asset</u>	
14.28	<u>preservation under Minnesota Statutes, section</u>	
14.29	<u>84.946. Minnesota Statutes, section 16A.642,</u>	
14.30	<u>applies from the date of the original</u>	
14.31	<u>appropriation to the unspent amount</u>	
14.32	<u>transferred.</u>	
14.33	<u>Sec. 8. POLLUTION CONTROL AGENCY</u>	
14.34	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 63,763,000</u>

- 15.1 To the Pollution Control Agency for the
 15.2 purposes specified in this section.
- 15.3 **Subd. 2. Waste Disposal Engineering Closed**
 15.4 **Landfill** 6,000,000
- 15.5 To design and construct remedial systems,
 15.6 including cleanup and removal of a leaking
 15.7 hazardous waste pit and protection of
 15.8 groundwater, at the Waste Disposal
 15.9 Engineering site in Anoka County in
 15.10 accordance with the closed landfill program
 15.11 under Minnesota Statutes, sections 115B.39
 15.12 to 115B.42.
- 15.13 **Subd. 3. Freeway Closed Landfill** 52,763,000
- 15.14 To design and construct remedial systems,
 15.15 including investigation and protection of
 15.16 groundwater, and acquire land at the Freeway
 15.17 Landfill and Dump in the city of Burnsville
 15.18 in accordance with the closed landfill program
 15.19 under Minnesota Statutes, sections 115B.39
 15.20 to 115B.42.
- 15.21 **Subd. 4. Organics Infrastructure Capital**
 15.22 **Assistance Program** 5,000,000
- 15.23 For competitive grants to expand the organics
 15.24 infrastructure by constructing, equipping,
 15.25 expanding, and adding transfer capacity at
 15.26 statewide compost facilities in accordance with
 15.27 the solid waste capital assistance grant
 15.28 program under Minnesota Statutes, section
 15.29 115A.54.
- 15.30 **Sec. 9. BOARD OF WATER AND SOIL**
 15.31 **RESOURCES**
- 15.32 **Subdivision 1. Total Appropriation** \$ 35,000,000
- 15.33 To the Board of Water and Soil Resources for
 15.34 the purposes specified in this section.

16.1 **Subd. 2. Reinvest in Minnesota (RIM) Reserve**
 16.2 **Program**

30,000,000

16.3 (a) To acquire conservation easements from
 16.4 landowners to preserve, restore, create, and
 16.5 enhance wetlands and associated uplands of
 16.6 prairie and grasslands, and restore and enhance
 16.7 rivers and streams, riparian lands, and
 16.8 associated uplands of prairie and grasslands
 16.9 in order to protect soil and water quality,
 16.10 support fish and wildlife habitat, reduce flood
 16.11 damage, and provide other public benefits.
 16.12 The provisions of Minnesota Statutes, section
 16.13 103F.515, apply to this program.

16.14 (b) The board shall give priority to leveraging
 16.15 federal money by enrolling targeted new lands
 16.16 or enrolling environmentally sensitive lands
 16.17 that have expiring federal conservation
 16.18 agreements.

16.19 (c) The board is authorized to enter into new
 16.20 agreements and amend past agreements with
 16.21 landowners as required by Minnesota Statutes,
 16.22 section 103F.515, subdivision 5, to allow for
 16.23 restoration. Of this appropriation, up to five
 16.24 percent may be used for restoration and
 16.25 enhancement.

16.26 **Subd. 3. Local Government Roads Wetland**
 16.27 **Replacement Program**

5,000,000

16.28 To acquire land or permanent easements and
 16.29 to restore, create, enhance, and preserve
 16.30 wetlands to replace those wetlands drained or
 16.31 filled as a result of the repair, reconstruction,
 16.32 replacement, or rehabilitation of existing
 16.33 public roads as required by Minnesota
 16.34 Statutes, section 103G.222, subdivision 1,
 16.35 paragraphs (l) and (m). The board may vary

17.1 the priority order of Minnesota Statutes,
 17.2 section 103G.222, subdivision 3, paragraph
 17.3 (a), to implement an in-lieu fee agreement
 17.4 approved by the U.S. Army Corps of
 17.5 Engineers under section 404 of the Clean
 17.6 Water Act. The purchase price paid for
 17.7 acquisition of land or perpetual easement must
 17.8 be a fair market value as determined by the
 17.9 board. The board may enter into agreements
 17.10 with the federal government, other state
 17.11 agencies, political subdivisions, nonprofit
 17.12 organizations, fee title owners, or other
 17.13 qualified private entities to acquire wetland
 17.14 replacement credits in accordance with
 17.15 Minnesota Rules, chapter 8420.

17.16 **Sec. 10. AGRICULTURE**

17.17 **Subdivision 1. Total Appropriation** **\$ 21,662,000**

17.18 To the commissioner of administration, or
 17.19 another named agency, for the purposes
 17.20 specified in this section.

17.21 **Subd. 2. Laboratory Building** **20,621,000**

17.22 To construct, renovate, and equip the
 17.23 Department of Agriculture/Department of
 17.24 Health Laboratory Building in St. Paul,
 17.25 including but not limited to creating a
 17.26 dedicated biosafety level 3 laboratory space,
 17.27 to meet safety, energy, and operational
 17.28 efficiency needs. \$720,000 of this
 17.29 appropriation is from the general fund in fiscal
 17.30 year 2019 for relocation expenses associated
 17.31 with this project.

17.32 **Subd. 3. Lab Equipment** **1,041,000**

17.33 From the general fund in fiscal year 2019 to
 17.34 the commissioner of agriculture to purchase

18.1 and install new equipment in the Department
 18.2 of Agriculture's laboratory.

18.3 **Sec. 11. RURAL FINANCE AUTHORITY.** **\$ 20,000,000**

18.4 For the purposes set forth in the Minnesota
 18.5 Constitution, article XI, section 5, paragraph
 18.6 (h), to the Rural Finance Authority to purchase
 18.7 participation interests in or to make direct
 18.8 agricultural loans to farmers under Minnesota
 18.9 Statutes, chapter 41B. This appropriation is
 18.10 for the beginning farmer program under
 18.11 Minnesota Statutes, section 41B.039; the loan
 18.12 restructuring program under Minnesota
 18.13 Statutes, section 41B.04; the seller-sponsored
 18.14 program under Minnesota Statutes, section
 18.15 41B.042; the agricultural improvement loan
 18.16 program under 41B.043; and the livestock
 18.17 expansion loan program under Minnesota
 18.18 Statutes, section 41B.045. All debt service on
 18.19 bond proceeds used to finance this
 18.20 appropriation must be repaid by the Rural
 18.21 Finance Authority under Minnesota Statutes,
 18.22 section 16A.643. Loan participations must be
 18.23 priced to provide full interest and principal
 18.24 coverage and a reserve for potential losses.
 18.25 Priority for loans must be given first to basic
 18.26 beginning farmer loans, second to
 18.27 seller-sponsored loans, and third to agricultural
 18.28 improvement loans.

18.29 **Sec. 12. MINNESOTA ZOOLOGICAL**
 18.30 **GARDEN**

18.31 **Subdivision 1. Total Appropriation** **\$ 34,750,000**

18.32 To the Minnesota Zoological Garden Board
 18.33 for the purposes specified in this section.

18.34 **Subd. 2. Asset Preservation** **13,750,000**

19.1	<u>For capital asset preservation improvements</u>		
19.2	<u>and betterments to infrastructure and exhibits</u>		
19.3	<u>at the Minnesota Zoo, to be spent in</u>		
19.4	<u>accordance with Minnesota Statutes, section</u>		
19.5	<u>16B.307. Notwithstanding the specified uses</u>		
19.6	<u>of money under Minnesota Statutes, section</u>		
19.7	<u>16B.307, the board may use this appropriation</u>		
19.8	<u>to replace buildings that are in poor condition,</u>		
19.9	<u>outdated, and no longer support the work of</u>		
19.10	<u>the Minnesota Zoo and to construct and</u>		
19.11	<u>renovate trails and roads on the Minnesota</u>		
19.12	<u>Zoo site.</u>		
19.13	<u>Subd. 3. Revitalize the Zoo</u>		<u>21,000,000</u>
19.14	<u>To design, renovate, construct, furnish, and</u>		
19.15	<u>equip Minnesota Zoo facilities to repurpose</u>		
19.16	<u>the closed monorail and portion of the Tropics</u>		
19.17	<u>Trail; to improve paths and roadways,</u>		
19.18	<u>accessibility, and guest amenities; and to</u>		
19.19	<u>create a meerkat exhibit and improve the snow</u>		
19.20	<u>monkey exhibit.</u>		
19.21	<u>Sec. 13. ADMINISTRATION</u>		
19.22	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>47,846,000</u>
19.23	<u>To the commissioner of administration for the</u>		
19.24	<u>purposes specified in this section.</u>		
19.25	<u>Subd. 2. Centennial Office Building</u>		<u>3,165,000</u>
19.26	<u>For design phase services at the Centennial</u>		
19.27	<u>Office Building to include: hazardous</u>		
19.28	<u>materials abatement, site improvements,</u>		
19.29	<u>building infrastructure, systems and envelope</u>		
19.30	<u>repairs and replacement, and renovations</u>		
19.31	<u>necessary to address programming needs.</u>		
19.32	<u>Subd. 3. Capital Asset Preservation and</u>		
19.33	<u>Replacement Account</u>		<u>5,000,000</u>

- 20.1 To be spent in accordance with Minnesota
 20.2 Statutes, section 16A.632.
- 20.3 **Subd. 4. Capitol Complex Monuments and**
 20.4 **Memorials** 3,200,000
- 20.5 To design and complete repairs to monuments
 20.6 and memorials located on the Capitol complex.
- 20.7 **Subd. 5. Capitol Complex - Physical Security**
 20.8 **Upgrades** 33,481,000
- 20.9 (a) \$24,346,000 of this appropriation is for the
 20.10 design, construction, and equipping required
 20.11 to upgrade the physical security elements and
 20.12 systems for the buildings listed in this
 20.13 paragraph, their attached tunnel systems, their
 20.14 surrounding grounds, and parking facilities as
 20.15 identified in the 2017 Minnesota State Capitol
 20.16 Complex Physical Security Predesign
 20.17 completed by Miller Dunwiddie.
- 20.18 Improvements may include but are not limited
 20.19 to design and abatement of asbestos and
 20.20 hazardous materials, the installation of
 20.21 bollards, blast protection, infrastructure
 20.22 security screen walls, door access controls,
 20.23 emergency call stations, security kiosks,
 20.24 locking devices, and traffic control. This
 20.25 appropriation includes money for work
 20.26 associated with the following buildings:
- 20.27 Administration, Centennial, Judicial,
 20.28 Ag/Health Lab, Minnesota History Center,
 20.29 Capitol Complex Power Plant and Shops,
 20.30 Stassen, State Office, and Veterans Service.
- 20.31 (b) \$9,135,000 of this appropriation is from
 20.32 the general fund in fiscal year 2019 for the
 20.33 design, construction, and equipping required
 20.34 to upgrade the physical security elements and
 20.35 systems associated with the Andersen,
 20.36 Freeman, Retirement Systems, and

- 21.1 Transportation Buildings and their attached
 21.2 tunnel sections, their surrounding grounds,
 21.3 and parking facilities as identified in the 2017
 21.4 Minnesota State Capitol Complex Physical
 21.5 Security Predesign completed by Miller
 21.6 Dunwiddie. Improvements may include but
 21.7 are not limited to design and abatement of
 21.8 asbestos and hazardous materials, the
 21.9 installation of bollards, blast protection,
 21.10 infrastructure security screen walls, door
 21.11 access controls, emergency call stations,
 21.12 security kiosks, locking devices, and traffic
 21.13 control.
- 21.14 **Subd. 6. Building Efficiency Revolving Loan**
 21.15 **Fund** 3,000,000
- 21.16 From the general fund in fiscal year 2019 to
 21.17 establish a building efficiency revolving loan
 21.18 fund to improve energy and water efficiency
 21.19 in state facilities as permitted under Minnesota
 21.20 Statutes, sections 16B.86 and 16B.87.
- 21.21 **Sec. 14. AMATEUR SPORTS COMMISSION**
- 21.22 **Subdivision 1. Total Appropriation** **\$ 3,997,000**
- 21.23 To the Minnesota Amateur Sports
 21.24 Commission for the purposes specified in this
 21.25 section.
- 21.26 **Subd. 2. National Sports Center** 2,500,000
- 21.27 For demolition of a maintenance facility, and
 21.28 to design, construct, and equip a new
 21.29 maintenance facility at the National Sports
 21.30 Center in Blaine.
- 21.31 **Subd. 3. Asset Preservation** 1,497,000
- 21.32 For asset preservation improvements and
 21.33 betterments of a capital nature at the National
 21.34 Sports Center in Blaine, to be spent in

22.1	<u>accordance with Minnesota Statutes, section</u>		
22.2	<u>16B.307.</u>		
22.3	Sec. 15. <u>MILITARY AFFAIRS</u>		
22.4	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>25,578,000</u>
22.5	<u>To the adjutant general for the purposes</u>		
22.6	<u>specified in this section.</u>		
22.7	<u>Subd. 2. St. Cloud Readiness Center</u>		<u>4,450,000</u>
22.8	<u>To design and renovate existing space at the</u>		
22.9	<u>St. Cloud Readiness Center, including</u>		
22.10	<u>mechanical, electrical, building envelope,</u>		
22.11	<u>energy efficiency, and life safety</u>		
22.12	<u>improvements. The adjutant general may also</u>		
22.13	<u>use this appropriation to construct and equip</u>		
22.14	<u>an expansion of the facility.</u>		
22.15	<u>Subd. 3. Wadena Readiness Center</u>		<u>2,157,000</u>
22.16	<u>To design and renovate existing space at the</u>		
22.17	<u>Wadena Readiness Center, including</u>		
22.18	<u>mechanical, electrical, building envelope,</u>		
22.19	<u>energy efficiency, and life safety</u>		
22.20	<u>improvements.</u>		
22.21	<u>Subd. 4. Brainerd Readiness Center</u>		<u>4,143,000</u>
22.22	<u>To design and renovate existing space at the</u>		
22.23	<u>Brainerd Readiness Center, including</u>		
22.24	<u>mechanical, electrical, building envelope,</u>		
22.25	<u>energy efficiency, and life safety</u>		
22.26	<u>improvements.</u>		
22.27	<u>Subd. 5. Grand Rapids Readiness Center</u>		<u>2,126,000</u>
22.28	<u>To design and renovate existing space at the</u>		
22.29	<u>Grand Rapids Readiness Center, including</u>		
22.30	<u>mechanical, electrical, building envelope,</u>		
22.31	<u>energy efficiency, and life safety</u>		
22.32	<u>improvements.</u>		
22.33	<u>Subd. 6. Rosemount Readiness Center</u>		<u>10,507,000</u>

23.1	<u>To design and renovate existing space at the</u>		
23.2	<u>Rosemount Readiness Center, including</u>		
23.3	<u>mechanical, electrical, building envelope,</u>		
23.4	<u>energy efficiency, and life safety</u>		
23.5	<u>improvements.</u>		
23.6	<u>Subd. 7. Fergus Falls Readiness Center</u>		<u>2,195,000</u>
23.7	<u>To design and renovate existing space at the</u>		
23.8	<u>Fergus Falls Readiness Center, including</u>		
23.9	<u>mechanical, electrical, building envelope,</u>		
23.10	<u>energy efficiency, and life safety</u>		
23.11	<u>improvements.</u>		
23.12	Sec. 16. <u>TRANSPORTATION</u>		
23.13	<u>Subdivision 1. Total Appropriation</u>	\$	<u>67,368,000</u>
23.14	<u>To the commissioner of transportation for the</u>		
23.15	<u>purposes specified in this section.</u>		
23.16	<u>Subd. 2. Stone Arch Bridge</u>		<u>12,968,000</u>
23.17	<u>To predesign, design, repair, and rehabilitate</u>		
23.18	<u>the Stone Arch Bridge in Minneapolis.</u>		
23.19	<u>Subd. 3. Facilities Capital Program</u>		<u>40,000,000</u>
23.20	<u>From the bond proceeds account in the trunk</u>		
23.21	<u>highway fund for the transportation facilities</u>		
23.22	<u>capital program under Minnesota Statutes,</u>		
23.23	<u>section 174.13, which supports the agency's</u>		
23.24	<u>building infrastructure needs.</u>		
23.25	<u>Subd. 4. State Airplanes</u>		<u>9,000,000</u>
23.26	<u>For the acquisition of two aircraft. Of this</u>		
23.27	<u>appropriation, \$1,800,000 is from the general</u>		
23.28	<u>fund in fiscal year 2019 and \$7,200,000 is</u>		
23.29	<u>from the trunk highway fund in fiscal year</u>		
23.30	<u>2019.</u>		

- 24.1 Subd. 5. **Virginia - Highway 53** 5,400,000
- 24.2 From the general fund in fiscal year 2019 for
- 24.3 a grant to the city of Virginia to repay loans
- 24.4 incurred by the city for costs related to utility
- 24.5 relocation for the Highway 53 project.
- 24.6 Sec. 17. **METROPOLITAN COUNCIL**
- 24.7 Subdivision 1. **Total Appropriation** \$ **105,000,000**
- 24.8 To the Metropolitan Council for the purposes
- 24.9 specified in this section.
- 24.10 Subd. 2. **Metropolitan Cities Inflow and**
- 24.11 **Infiltration Grants** 5,000,000
- 24.12 For grants to cities within the metropolitan
- 24.13 area, as defined in Minnesota Statutes, section
- 24.14 473.121, subdivision 2, for capital
- 24.15 improvements in municipal wastewater
- 24.16 collection systems to reduce the amount of
- 24.17 inflow and infiltration to the Metropolitan
- 24.18 Council's metropolitan sanitary sewer disposal
- 24.19 system. Grants from this appropriation are for
- 24.20 up to 50 percent of the cost to mitigate inflow
- 24.21 and infiltration in the publicly owned
- 24.22 municipal wastewater collection systems. To
- 24.23 be eligible for a grant, a city must be identified
- 24.24 by the council as a contributor of excessive
- 24.25 inflow and infiltration in the metropolitan
- 24.26 disposal system or have a measured flow rate
- 24.27 within 20 percent of its allowable
- 24.28 council-determined inflow and infiltration
- 24.29 limits. The council must award grants based
- 24.30 on applications from cities that identify
- 24.31 eligible capital costs and include a timeline
- 24.32 for inflow and infiltration mitigation
- 24.33 construction, pursuant to guidelines
- 24.34 established by the council.

25.1 Subd. 3. **Busway and Express Bus Development** 50,000,000

25.2 For regional express bus and busway corridors
25.3 including land and property acquisition,
25.4 predesign, design and engineering,
25.5 environmental testing and mitigation, utility
25.6 relocation, traffic mitigation, construction,
25.7 demolition, and furnishing and equipping
25.8 facilities for busway and express bus projects.

25.9 The council must allocate the money among
25.10 projects based on criteria in its transitway
25.11 capital improvement plan including:
25.12 consistency with the council's long-range
25.13 transportation policy plan; project readiness;
25.14 potential current and forecasted ridership;
25.15 expansion of the busway system; availability
25.16 of federal or other matching funds;
25.17 coordination with other major projects; and
25.18 additional criteria for priorities otherwise
25.19 specified in state law or rule applicable to a
25.20 busway transitway, including state law
25.21 authorizing state bond fund appropriations for
25.22 the busway transitway.

25.23 Subd. 4. **Heywood II Bus Maintenance and**
25.24 **Storage Facility** 50,000,000

25.25 For the predesign, design, construction,
25.26 furnishing, and equipping of a facility of
25.27 approximately 360,000 square feet at 830
25.28 North 7th Street in Minneapolis for bus
25.29 storage and maintenance, operations, and
25.30 administrative offices.

25.31 Sec. 18. **HUMAN SERVICES**

25.32 Subdivision 1. **Total Appropriation** \$ **63,437,000**

25.33 To the commissioner of administration for the
25.34 purposes specified in this section.

26.1	<u>Subd. 2. Minnesota Sex Offender Program - St.</u>	
26.2	<u>Peter</u>	<u>16,196,000</u>
26.3	<u>To design, renovate, furnish, and equip the</u>	
26.4	<u>second phase of a multiphase project to</u>	
26.5	<u>develop additional residential, program,</u>	
26.6	<u>activity, and ancillary facilities for the</u>	
26.7	<u>Minnesota sex offender program on the lower</u>	
26.8	<u>campus of the St. Peter Regional Treatment</u>	
26.9	<u>Center. This appropriation includes money to</u>	
26.10	<u>design, renovate, construct, furnish, and equip</u>	
26.11	<u>the north wing of Green Acres; the west,</u>	
26.12	<u>south, and north wings of Sunrise; and the</u>	
26.13	<u>Tomlinson Building. This appropriation also</u>	
26.14	<u>includes money to: replace or renovate HVAC,</u>	
26.15	<u>plumbing, electrical, security, and life safety</u>	
26.16	<u>systems; address fire and life safety, and other</u>	
26.17	<u>building code deficiencies; replace windows</u>	
26.18	<u>and doors; tuck-point exterior building</u>	
26.19	<u>envelopes; reconfigure and remodel space;</u>	
26.20	<u>design and abate asbestos and other hazardous</u>	
26.21	<u>materials; remove or demolish nonfunctioning</u>	
26.22	<u>building components; and complete site work</u>	
26.23	<u>necessary to support the programmed use of</u>	
26.24	<u>these three buildings.</u>	
26.25	<u>Subd. 3. St. Peter Regional Treatment Center</u>	
26.26	<u>Campus - Dietary Building HVAC and Electrical</u>	
26.27	<u>Replacement</u>	<u>2,200,000</u>
26.28	<u>To predesign, design, engineer, and renovate</u>	
26.29	<u>the mechanical and electrical systems in the</u>	
26.30	<u>Dietary Building on the St. Peter Regional</u>	
26.31	<u>Treatment Center campus, including: the</u>	
26.32	<u>upgrade, replacement, and improvement of</u>	
26.33	<u>existing heating and ventilation equipment;</u>	
26.34	<u>installation of air-conditioning equipment;</u>	
26.35	<u>replacement of the building's outdated and</u>	
26.36	<u>undersized electrical system; design and</u>	

27.1	<u>abatement of asbestos and hazardous</u>	
27.2	<u>materials; and structural, site, and utility work</u>	
27.3	<u>necessary to support the project.</u>	
27.4	<u>Subd. 4. Anoka Metro Regional Treatment</u>	
27.5	<u>Center - Roof and HVAC Replacement</u>	<u>6,750,000</u>
27.6	<u>To predesign, design, and engineer</u>	
27.7	<u>improvements on the Anoka Metro Regional</u>	
27.8	<u>Treatment Center campus, including but not</u>	
27.9	<u>limited to design and abatement of asbestos</u>	
27.10	<u>and hazardous materials, replacement of roofs</u>	
27.11	<u>on residential units, installation of metal wall</u>	
27.12	<u>cladding on the mechanical penthouses,</u>	
27.13	<u>installation of new heating, ventilation, and</u>	
27.14	<u>air conditioning systems, fire sprinkler</u>	
27.15	<u>systems, electrical lighting systems in the</u>	
27.16	<u>Miller Building, and installation of a new</u>	
27.17	<u>heating system in the warehouse building.</u>	
27.18	<u>Subd. 5. Anoka Metro Regional Treatment</u>	
27.19	<u>Center - Admissions Redesign</u>	<u>5,790,000</u>
27.20	<u>To predesign, design, engineer, renovate,</u>	
27.21	<u>furnish, and equip part of the Miller Building</u>	
27.22	<u>on the Anoka Regional Treatment Center</u>	
27.23	<u>campus for a new, flexible living and</u>	
27.24	<u>treatment unit to be used to evaluate new</u>	
27.25	<u>patients upon admission, and to mitigate</u>	
27.26	<u>existing ligature points by replacing necessary</u>	
27.27	<u>fixtures as required by the Centers for</u>	
27.28	<u>Medicare and Medicaid Services.</u>	
27.29	<u>Subd. 6. Minnesota Sex Offender Program -</u>	
27.30	<u>Secure Supervised Housing</u>	<u>13,882,000</u>
27.31	<u>To predesign, design, construct, furnish, and</u>	
27.32	<u>equip two new secure supervised living units</u>	
27.33	<u>for the Minnesota sex offender program, to be</u>	
27.34	<u>located on the St. Peter Regional Treatment</u>	
27.35	<u>Center campus. Each unit will include space</u>	
27.36	<u>for dining, living, group meeting and treatment</u>	

- 28.1 rooms, bedrooms, bathrooms, visitation, clinic
 28.2 and professional staff, operations staff, patient
 28.3 storage, operations storage, indoor recreation,
 28.4 and outdoor activity space. This appropriation
 28.5 includes money for predesign and design fees,
 28.6 construction administration, project
 28.7 management, site work, site and building
 28.8 infrastructure, construction, and furniture,
 28.9 fixtures, and equipment.
- 28.10 **Subd. 7. Asset Preservation** **18,619,000**
- 28.11 For asset preservation improvements and
 28.12 betterments of a capital nature at Department
 28.13 of Human Services facilities statewide, to be
 28.14 spent in accordance with Minnesota Statutes,
 28.15 section 16B.307.
- 28.16 **Sec. 19. HEALTH** **\$ 2,327,000**
- 28.17 From the general fund in fiscal year 2019 to
 28.18 the commissioner of health to purchase and
 28.19 install equipment for the agency's Public
 28.20 Health Lab.
- 28.21 **Sec. 20. VETERANS AFFAIRS**
- 28.22 **Subdivision 1. Total Appropriation** **\$ 13,124,000**
- 28.23 To the commissioner of administration for the
 28.24 purposes specified in this section.
- 28.25 **Subd. 2. Asset Preservation** **13,124,000**
- 28.26 For asset preservation improvements and
 28.27 betterments of a capital nature at the veterans
 28.28 homes in Minneapolis, Hastings, Fergus Falls,
 28.29 Silver Bay, and Luverne, and the Little Falls
 28.30 Cemetery, to be spent in accordance with
 28.31 Minnesota Statutes, section 16B.307.
- 28.32 **Sec. 21. CORRECTIONS**

29.1	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 63,100,000</u>
29.2	<u>To the commissioner of administration for the</u>	
29.3	<u>purposes specified in this section.</u>	
29.4	<u>Subd. 2. Asset Preservation</u>	<u>40,000,000</u>
29.5	<u>For asset preservation improvements and</u>	
29.6	<u>betterments of a capital nature at Minnesota</u>	
29.7	<u>correctional facilities statewide, to be spent in</u>	
29.8	<u>accordance with Minnesota Statutes, section</u>	
29.9	<u>16B.307.</u>	
29.10	<u>Subd. 3. Minnesota Correctional Facility - Lino</u>	
29.11	<u>Lakes</u>	<u>5,200,000</u>
29.12	<u>To design, renovate, and equip an existing</u>	
29.13	<u>vacant building into an offender living unit</u>	
29.14	<u>that shall add at least 60 beds to the capacity</u>	
29.15	<u>at the Minnesota Correctional Facility - Lino</u>	
29.16	<u>Lakes. The renovation includes but is not</u>	
29.17	<u>limited to removal of hazardous materials,</u>	
29.18	<u>upgrades to comply with current building</u>	
29.19	<u>codes, and construction of functional living</u>	
29.20	<u>and program space.</u>	
29.21	<u>Subd. 4. Minnesota Correctional Facility -</u>	
29.22	<u>Willow River</u>	<u>1,700,000</u>
29.23	<u>To design, construct, renovate, furnish, and</u>	
29.24	<u>equip new and existing buildings and complete</u>	
29.25	<u>associated site work to increase living unit and</u>	
29.26	<u>programming capacity for the challenge</u>	
29.27	<u>incarceration program by at least 45 beds at</u>	
29.28	<u>the Minnesota Correctional Facility - Willow</u>	
29.29	<u>River. This appropriation includes money for</u>	
29.30	<u>design and abatement of asbestos and</u>	
29.31	<u>hazardous materials.</u>	
29.32	<u>Subd. 5. Minnesota Correctional Facility - St.</u>	
29.33	<u>Cloud</u>	<u>16,200,000</u>
29.34	<u>To design, upgrade, construct, replace, and</u>	
29.35	<u>install new plumbing, ventilation, and exhaust</u>	

30.1 systems as required by code and to meet other
 30.2 requirements. This appropriation includes
 30.3 money for design and abatement of asbestos
 30.4 and hazardous materials.

30.5 **Subd. 6. Unspent Appropriations**

30.6 The unspent portion of an appropriation for a
 30.7 Department of Corrections project in this
 30.8 section that is complete, upon written notice
 30.9 to the commissioner of management and
 30.10 budget, is available for asset preservation
 30.11 under Minnesota Statutes, section 16B.307.
 30.12 Minnesota Statutes, section 16A.642, applies
 30.13 from the date of the original appropriation to
 30.14 the unspent amount transferred.

30.15 **Sec. 22. EMPLOYMENT AND ECONOMIC**
 30.16 **DEVELOPMENT**

30.17 **Subdivision 1. Total Appropriation** **\$ 15,000,000**

30.18 To the commissioner of employment and
 30.19 economic development for the purposes
 30.20 specified in this section.

30.21 **Subd. 2. Transportation Economic Development** **5,000,000**

30.22 For grants under Minnesota Statutes, section
 30.23 116J.436.

30.24 **Subd. 3. Wabasha - National Eagle Center and**
 30.25 **Wabasha Rivertown Resurgence** **10,000,000**

30.26 For a grant to the city of Wabasha to acquire
 30.27 land, predesign, design, renovate, construct,
 30.28 furnish, and equip the National Eagle Center
 30.29 in order to expand program and exhibit space,
 30.30 increase aviary space for eagles, and for
 30.31 improvements to the riverfront in Wabasha
 30.32 for infrastructure, large vessel landing areas
 30.33 and docks, and public access and program
 30.34 areas.

31.1	Sec. 23. <u>MINNESOTA HOUSING FINANCE</u>		
31.2	<u>AGENCY</u>	<u>\$</u>	<u>15,000,000</u>
31.3	<u>For transfer to the housing development fund</u>		
31.4	<u>to finance the costs of rehabilitation to</u>		
31.5	<u>preserve public housing under Minnesota</u>		
31.6	<u>Statutes, section 462A.202, subdivision 3a.</u>		
31.7	<u>For purposes of this section, "public housing"</u>		
31.8	<u>means housing for low-income persons and</u>		
31.9	<u>households financed by the federal</u>		
31.10	<u>government and owned and operated by the</u>		
31.11	<u>public housing authorities and agencies formed</u>		
31.12	<u>by cities and counties. Public housing</u>		
31.13	<u>authorities receiving a public housing</u>		
31.14	<u>assessment composite score of 80 or above or</u>		
31.15	<u>an equivalent designation are eligible to</u>		
31.16	<u>receive funding. Priority must be given to</u>		
31.17	<u>proposals that maximize federal or local</u>		
31.18	<u>resources to finance the capital costs. The</u>		
31.19	<u>priority in Minnesota Statutes, section</u>		
31.20	<u>462A.202, subdivision 3a, for projects to</u>		
31.21	<u>increase the supply of affordable housing and</u>		
31.22	<u>the restrictions of Minnesota Statutes, section</u>		
31.23	<u>462A.202, subdivision 7, do not apply to this</u>		
31.24	<u>appropriation.</u>		
31.25	Sec. 24. <u>PUBLIC FACILITIES AUTHORITY</u>		
31.26	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>167,000,000</u>
31.27	<u>To the Public Facilities Authority for the</u>		
31.28	<u>purposes specified in this section.</u>		
31.29	<u>Subd. 2. State Match for Federal Grants</u>		<u>25,000,000</u>
31.30	<u>To match federal grants for the clean water</u>		
31.31	<u>revolving fund under Minnesota Statutes,</u>		
31.32	<u>section 446A.07, and the drinking water</u>		
31.33	<u>revolving fund under Minnesota Statutes,</u>		

32.1 section 446A.081. This appropriation must be
 32.2 used for qualified capital projects.

32.3 **Subd. 3. Water Infrastructure Funding Program** 80,000,000

32.4 (a) For grants to eligible municipalities under
 32.5 the water infrastructure funding program under
 32.6 Minnesota Statutes, section 446A.072.

32.7 (b) \$50,000,000 is for wastewater projects
 32.8 listed on the Pollution Control Agency's
 32.9 project priority list in the fundable range under
 32.10 the clean water revolving fund program.

32.11 (c) \$30,000,000 is for drinking water projects
 32.12 listed on the commissioner of health's project
 32.13 priority list in the fundable range under the
 32.14 drinking water revolving fund program.

32.15 (d) After all eligible projects under paragraph
 32.16 (b) or (c) have been funded, the Public
 32.17 Facilities Authority may transfer any
 32.18 remaining, uncommitted money to eligible
 32.19 projects under a program defined in paragraph
 32.20 (b) or (c) based on that program's project
 32.21 priority list.

32.22 (e) Notwithstanding Minnesota Statutes,
 32.23 section 446A.072, subdivision 5a, paragraph
 32.24 (b), the Western Lake Superior Sanitary
 32.25 District is eligible for a grant to predesign,
 32.26 design, construct, furnish, and equip a
 32.27 combined heat and power system.

32.28 **Subd. 4. Point Source Implementation Grants**
 32.29 **Program** 62,000,000

32.30 For grants to eligible municipalities under the
 32.31 point source implementation grants program
 32.32 under Minnesota Statutes, section 446A.073.
 32.33 This appropriation must be used for qualified
 32.34 capital projects.

33.1	Sec. 25. <u>MINNESOTA HISTORICAL</u>		
33.2	<u>SOCIETY</u>		
33.3	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>40,388,000</u>
33.4	<u>To the Minnesota Historical Society for the</u>		
33.5	<u>purposes specified in this section.</u>		
33.6	<u>Subd. 2. Historic Sites Asset Preservation</u>		<u>10,388,000</u>
33.7	<u>For capital improvements and betterments at</u>		
33.8	<u>state historic sites, buildings, landscaping at</u>		
33.9	<u>historic buildings, exhibits, markers, and</u>		
33.10	<u>monuments, to be spent in accordance with</u>		
33.11	<u>Minnesota Statutes, section 16B.307. The</u>		
33.12	<u>society shall determine project priorities as</u>		
33.13	<u>appropriate based on need.</u>		
33.14	<u>Subd. 3. Historic Fort Snelling</u>		<u>30,000,000</u>
33.15	<u>To demolish the existing visitor center and to</u>		
33.16	<u>renovate, construct, furnish, and equip</u>		
33.17	<u>facilities, including landscaping and</u>		
33.18	<u>wayfinding, to support visitor services and</u>		
33.19	<u>history programs at Historic Fort Snelling.</u>		
33.20	Sec. 26. <u>IRON RANGE RESOURCES AND</u>		
33.21	<u>REHABILITATION</u>	<u>\$</u>	<u>1,900,000</u>
33.22	<u>To the commissioner of Iron Range resources</u>		
33.23	<u>and rehabilitation to design, construct,</u>		
33.24	<u>complete associated site work for, and install</u>		
33.25	<u>water infrastructure including but not limited</u>		
33.26	<u>to equipment that will replace aging water</u>		
33.27	<u>lines and enhance the provision of water to</u>		
33.28	<u>ski operations and fire protection at Giants</u>		
33.29	<u>Ridge.</u>		
33.30	Sec. 27. <u>BOND SALE EXPENSES</u>		
33.31	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>1,518,000</u>

34.1 To the commissioner of management and
 34.2 budget for the purposes specified in this
 34.3 section.

34.4 **Subd. 2. Bond Proceeds Fund** 1,478,000

34.5 From the bond proceeds fund for bond sale
 34.6 expenses under Minnesota Statutes, section
 34.7 16A.641, subdivision 8.

34.8 **Subd. 3. Trunk Highway Fund** 40,000

34.9 From the bond proceeds account in the trunk
 34.10 highway fund for bond sale expenses under
 34.11 Minnesota Statutes, sections 16A.641,
 34.12 subdivision 8, and 167.50, subdivision 4.

34.13 **Sec. 28. BOND SALE AUTHORIZATION.**

34.14 Subdivision 1. Bond proceeds fund. To provide the money appropriated in this act from
 34.15 the bond proceeds fund, the commissioner of management and budget shall sell and issue
 34.16 bonds of the state in an amount up to \$1,491,039,000 in the manner, upon the terms, and
 34.17 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the
 34.18 Minnesota Constitution, article XI, sections 4 to 7.

34.19 Subd. 2. Maximum effort school loan fund. To provide the money appropriated in this
 34.20 act from the maximum effort school loan fund, the commissioner of management and budget
 34.21 shall sell and issue bonds of the state in an amount up to \$14,492,000 in the manner, upon
 34.22 the terms, and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675,
 34.23 and by the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds,
 34.24 except accrued interest and any premium received on the sale of the bonds, must be credited
 34.25 to a bond proceeds account in the maximum effort school loan fund.

34.26 Subd. 3. Trunk highway fund. To provide the money appropriated in this article from
 34.27 the bond proceeds account in the trunk highway fund, the commissioner of management
 34.28 and budget shall sell and issue bonds of the state in an amount up to \$40,040,000 in the
 34.29 manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
 34.30 167.50 to 167.52, and by the Minnesota Constitution, article XIV, section 11, at the times
 34.31 and in the amounts requested by the commissioner of transportation. The proceeds of the
 34.32 bonds, except accrued interest and any premium received from the sale of the bonds, must
 34.33 be deposited in the bond proceeds account in the trunk highway fund.

35.1 Sec. 29. **BOND SALE SCHEDULE.**

35.2 The commissioner of management and budget shall schedule the sale of state general
 35.3 obligation bonds so that, during the biennium ending June 30, 2019, no more than
 35.4 \$1,148,411,000 will need to be transferred from the general fund to the state bond fund to
 35.5 pay principal and interest due and to become due on outstanding state general obligation
 35.6 bonds. During the biennium, before each sale of state general obligation bonds, the
 35.7 commissioner of management and budget shall calculate the amount of debt service payments
 35.8 needed on bonds previously issued and shall estimate the amount of debt service payments
 35.9 that will be needed on the bonds scheduled to be sold. The commissioner shall adjust the
 35.10 amount of bonds scheduled to be sold so as to remain within the limit set by this section.
 35.11 The amount needed to make the debt service payments is appropriated from the general
 35.12 fund as provided in Minnesota Statutes, section 16A.641.

35.13 Sec. 30. **EFFECTIVE DATE.**

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

35.15 **ARTICLE 2**35.16 **MISCELLANEOUS**

35.17 Section 1. Minnesota Statutes 2016, section 16B.86, is amended to read:

35.18 **16B.86 PRODUCTIVITY BUILDING EFFICIENCY REVOLVING LOAN FUND**
 35.19 **ACCOUNT.**

35.20 The ~~productivity~~ building efficiency revolving loan account fund is a special account
 35.21 in the state treasury. Money in the account is appropriated to the commissioner of
 35.22 administration to make loans to finance agency projects that will result in either ~~reduced~~
 35.23 energy or water savings or other operating costs or increased revenues, or both, reductions
 35.24 for a state agency.

35.25 Sec. 2. Minnesota Statutes 2016, section 16B.87, subdivision 1, is amended to read:

35.26 Subdivision 1. **Committee.** The ~~Productivity~~ Building Efficiency Revolving Loan
 35.27 Committee consists of the commissioners of administration, ~~management and budget~~
 35.28 commerce, and revenue pollution control. The commissioner of administration serves as
 35.29 chair of the committee. The members serve without compensation or reimbursement for
 35.30 expenses.

36.1 Sec. 3. Minnesota Statutes 2016, section 16B.87, subdivision 3, is amended to read:

36.2 Subd. 3. **Repayment.** An agency receiving a loan under this section shall repay the loan
36.3 according to the terms of the loan agreement. The principal and interest must be paid to the
36.4 commissioner of administration who shall deposit it in the ~~productivity~~ building efficiency
36.5 revolving loan fund.

36.6 Sec. 4. **[137.681] PURPOSE.**

36.7 Sections 137.681 to 137.684 provide for funding of a clinical research facility to improve
36.8 the capacity of the University of Minnesota Medical School to conduct clinical research
36.9 that addresses state health priorities.

36.10 Sec. 5. **[137.682] DEFINITIONS.**

36.11 Subdivision 1. **Board.** "Board" means the Board of Regents of the University of
36.12 Minnesota.

36.13 Subd. 2. **Clinical research facility.** "Clinical research facility" means a facility located
36.14 on the Twin Cities campus of the University of Minnesota to advance the development of
36.15 collaborative team-based clinical research, consolidate disparate and segregated research
36.16 programs, and enable both the consolidation and expansion of such programs. A hospital
36.17 licensed under sections 144.50 to 144.56 is not a clinical research facility.

36.18 Subd. 3. **Commissioner.** "Commissioner" means the commissioner of management and
36.19 budget.

36.20 Subd. 4. **Design phase.** "Design phase" means the design, site acquisition, site
36.21 preparation, and preconstruction services necessary for the project.

36.22 Subd. 5. **Project.** "Project" means the design, renovation, construction, furnishing, and
36.23 equipping of all or part of a structure, facility, infrastructure, and equipment necessary for
36.24 a clinical research facility approved by the board that will include research, clinical, office,
36.25 laboratory, and other support spaces.

36.26 Subd. 6. **Project costs.** "Project costs" means the sum of all obligations incurred, paid,
36.27 or to be paid that are reasonably required for the project, including:

36.28 (1) design, including soil and environmental testing, surveys, estimates, plans and
36.29 specifications, project management, supervision of construction, and other engineering and
36.30 architectural services;

36.31 (2) site acquisition and preparation;

37.1 (3) payments under construction contracts and payments for performance bonds; and

37.2 (4) purchase and installation of furniture, fixtures, and equipment.

37.3 **Sec. 6. [137.683] CONDITIONS FOR PAYMENTS TO UNIVERSITY.**

37.4 Subdivision 1. **Certifications.** Before the commissioner may make any payments
 37.5 authorized in this section to the board for the design phase of the project, the commissioner
 37.6 must certify that the board has, by resolution, approved the maximum design phase cost of
 37.7 the project. The board must certify to the commissioner the amount of the costs of issuance
 37.8 and annual payments of principal and interest and trustee fees required to service any
 37.9 obligations issued by the University of Minnesota for the design phase and the actual amount
 37.10 of the state's annual payment to the University of Minnesota under subdivision 3.

37.11 Subd. 2. **Payments.** After the certification under subdivision 1, and on July 15 in
 37.12 subsequent fiscal years and for so long thereafter as any debt issued by the board for the
 37.13 project is outstanding, the state must transfer to the board annual payments as certified under
 37.14 subdivision 1, up to the maximum amounts in the appropriation schedule under subdivision
 37.15 3.

37.16 Subd. 3. **Appropriations.** Annual appropriations are made from the general fund to the
 37.17 commissioner for transfer to the board as follows:

37.18 (1) up to \$749,000 is appropriated beginning in the fiscal year of debt issuance, but no
 37.19 earlier than fiscal year 2019, and each year thereafter up to 20 additional years, to make
 37.20 payments to the University of Minnesota for costs of issuance and annual debt service and
 37.21 trustee fees on up to \$10,000,000 of debt issued by the University of Minnesota for the
 37.22 design phase of the project; and

37.23 (2) any unexpended portions of this appropriation cancel to the general fund at the close
 37.24 of each fiscal year.

37.25 Subd. 4. **Refunding of debt.** The board may refund any obligations issued pursuant to
 37.26 subdivision 3, clause (1), if refunding is determined by the board to be in the best interest
 37.27 of the university. Notwithstanding subdivision 3, clause (1), the principal amount of
 37.28 obligations issued in a refunding shall not exceed the amount necessary to defease the
 37.29 obligations outstanding immediately prior to refunding.

37.30 **Sec. 7. [137.684] NO FULL FAITH AND CREDIT.**

37.31 Any bonds or other obligations issued by the board under sections 137.681 to 137.683
 37.32 are not public debt of the state, and the full faith and credit and taxing powers of the state

38.1 are not pledged for their payment or of any payments that the state agrees to make under
38.2 sections 137.681 to 137.683.

38.3 **Sec. 8. [174.13] TRANSPORTATION FACILITIES CAPITAL PROGRAM.**

38.4 Subdivision 1. **Establishment; accounts.** (a) A transportation facilities capital program
38.5 is established to prioritize among eligible projects that:

38.6 (1) support the programmatic mission of the department;

38.7 (2) extend the useful life of existing buildings; or

38.8 (3) renovate or construct facilities to meet the department's current and future operational
38.9 needs.

38.10 Projects under the transportation facilities capital program are funded by proceeds from the
38.11 sale of trunk highway bonds or from other funds appropriated for the purposes of this section.

38.12 (b) A transportation facilities capital account is established in the trunk highway fund.
38.13 The account consists of all money appropriated from the trunk highway fund for the purposes
38.14 of this section and any other money donated, allotted, transferred, or otherwise provided to
38.15 the account by law. Money in the account is appropriated to the commissioner for the
38.16 purposes specified and consistent with the standards and criteria set forth in this section.

38.17 (c) A transportation facilities capital account is established in the bond proceeds account
38.18 of the trunk highway fund. The account consists of trunk highway bond proceeds appropriated
38.19 to the commissioner. Money in the account may only be expended on trunk highway
38.20 purposes, which includes the purposes in this section.

38.21 Subd. 2. **Standards.** (a) Article XIV, section 11, of the Minnesota Constitution states
38.22 that trunk highway bonds may be issued to finance the construction, improvement, and
38.23 maintenance of the public highway system in the state. The legislature assumes that many
38.24 projects for preservation and replacement of portions of existing capital assets constitute
38.25 the construction, improvement, and maintenance of the public highway system within the
38.26 meaning of the Minnesota Constitution and capital expenditures under generally accepted
38.27 accounting principles as applied to public expenditures, and shall be financed more efficiently
38.28 and economically under the program than by direct appropriations for specific projects.

38.29 (b) When allocating funding under this section, the commissioner must review the
38.30 projects deemed eligible under subdivision 3 and prioritize allocations using the criteria in
38.31 subdivision 4. Money allocated to a specific project in an act of appropriation or other law
38.32 must be allocated as provided by the law.

39.1 Subd. 3. Eligible expenditures; limitations. (a) A project is eligible under this section
 39.2 only if it is a capital expenditure on a capital building asset owned or to be owned by the
 39.3 state within the meaning of generally accepted accounting principles as applied to public
 39.4 expenditures.

39.5 (b) Capital budget expenditures that are eligible under this section include, but are not
 39.6 limited to: acquisition of land and buildings, and the predesign, engineering, construction,
 39.7 furnishing and equipping of district headquarter buildings, truck stations, salt storage or
 39.8 other unheated storage buildings, deicing and anti-icing facilities, fuel dispensing facilities,
 39.9 highway rest areas, and vehicle weigh and inspection stations.

39.10 Subd. 4. Criteria for priorities. When prioritizing funding allocation among projects
 39.11 eligible under subdivision 3, the commissioner must consider:

39.12 (1) whether a project ensures the effective and efficient condition and operation of the
 39.13 facility;

39.14 (2) the urgency in ensuring the safe use of existing buildings;

39.15 (3) the project's total life-cycle cost;

39.16 (4) additional criteria for priorities otherwise specified in state law, statute, or rule that
 39.17 applies to a category listed in the act making an appropriation for the program; and

39.18 (5) any other criteria the commissioner deems necessary.

39.19 Sec. 9. Minnesota Statutes 2017 Supplement, section 222.49, is amended to read:

39.20 **222.49 RAIL SERVICE IMPROVEMENT ~~ACCOUNT~~ ACCOUNTS;**
 39.21 **APPROPRIATION.**

39.22 The (a) A rail service improvement account is created in the special revenue fund in the
 39.23 state treasury. The account consists of funds as provided by law, and any other money
 39.24 donated, allotted, transferred, or otherwise provided to the account, excluding bond proceeds
 39.25 as authorized by article XI, section 5, clause (i), of the Minnesota Constitution. All money
 39.26 so deposited is appropriated to the department for expenditure for rail service improvement
 39.27 in accordance with applicable state and federal law. This appropriation shall not lapse but
 39.28 shall be available until the purpose for which it was appropriated has been accomplished.

39.29 (b) A rail service improvement account is created in the bond proceeds fund. The account
 39.30 consists of state bond proceeds appropriated to the commissioner. Money in the account
 39.31 may only be expended for the purposes specified in section 222.50 that are permitted under
 39.32 the Minnesota Constitution, article XI, section 5, clause (a) or (i).

40.1 Sec. 10. Minnesota Statutes 2016, section 363A.36, subdivision 1, is amended to read:

40.2 Subdivision 1. **Scope of application.** (a) For all contracts for goods and services in
40.3 excess of \$100,000, no department or agency of the state or public officer or agency subject
40.4 to section 16A.695 shall accept any bid or proposal for a contract or agreement from any
40.5 business having more than 40 full-time employees within this state on a single working day
40.6 during the previous 12 months, unless the commissioner is in receipt of the business'
40.7 affirmative action plan for the employment of minority persons, women, and qualified
40.8 disabled individuals. No department or agency of the state shall execute any such contract
40.9 or agreement until the affirmative action plan has been approved by the commissioner.
40.10 Receipt of a certificate of compliance issued by the commissioner shall signify that a firm
40.11 or business has an affirmative action plan that has been approved by the commissioner. A
40.12 certificate shall be valid for a period of four years. A municipality as defined in section
40.13 466.01, subdivision 1, that receives state money for any reason is encouraged to prepare
40.14 and implement an affirmative action plan for the employment of minority persons, women,
40.15 and the qualified disabled and submit the plan to the commissioner.

40.16 (b) This paragraph applies to a contract for goods or services in excess of \$100,000 to
40.17 be entered into between a department or agency of the state or public officer or agency
40.18 subject to section 16A.695, and a business that is not subject to paragraph (a), but that has
40.19 more than 40 full-time employees on a single working day during the previous 12 months
40.20 in the state where the business has its primary place of business. A department or agency
40.21 of the state may not execute a contract or agreement with a business covered by this paragraph
40.22 unless the business has a certificate of compliance issued by the commissioner under
40.23 paragraph (a) or the business certifies that it is in compliance with federal affirmative action
40.24 requirements.

40.25 (c) This section does not apply to contracts entered into by the State Board of Investment
40.26 for investment options under section 356.645.

40.27 (d) The commissioner shall issue a certificate of compliance or notice of denial within
40.28 15 days of the application submitted by the business or firm.

40.29 Sec. 11. Minnesota Statutes 2016, section 363A.36, subdivision 4, is amended to read:

40.30 Subd. 4. **Revocation of contract.** A contract awarded by a department or agency of the
40.31 state, or a public officer or agency subject to section 16A.695, may be terminated or abridged
40.32 by the department or agency, or public officer or agency subject to section 16A.695, because
40.33 of suspension or revocation of a certificate based upon a contractor's failure to implement
40.34 or make a good faith effort to implement an affirmative action plan approved by the

41.1 commissioner under this section. If a contract is awarded to a person who does not have a
 41.2 contract compliance certificate required under subdivision 1, the commissioner may void
 41.3 the contract on behalf of the state.

41.4 Sec. 12. Minnesota Statutes 2016, section 363A.44, subdivision 1, is amended to read:

41.5 Subdivision 1. **Scope.** (a) No department, agency of the state, the Metropolitan Council,
 41.6 ~~or an agency subject to section 473.143, subdivision 1, or a public officer or agency subject~~
 41.7 to section 16A.695, shall execute a contract for goods or services or an agreement for goods
 41.8 or services in excess of \$500,000 with a business that has 40 or more full-time employees
 41.9 in this state or a state where the business has its primary place of business on a single day
 41.10 during the prior 12 months, unless the business has an equal pay certificate or it has certified
 41.11 in writing that it is exempt. A certificate is valid for four years.

41.12 (b) This section does not apply to a business with respect to a specific contract if the
 41.13 commissioner of administration determines that application of this section would cause
 41.14 undue hardship to the contracting entity. This section does not apply to a contract to provide
 41.15 goods and services to individuals under chapters 43A, 62A, 62C, 62D, 62E, 256B, 256I,
 41.16 256L, and 268A, with a business that has a license, certification, registration, provider
 41.17 agreement, or provider enrollment contract that is prerequisite to providing those goods and
 41.18 services. This section does not apply to contracts entered into by the State Board of
 41.19 Investment for investment options under section 352.965, subdivision 4.

41.20 Sec. 13. Minnesota Statutes 2016, section 462A.37, subdivision 1, is amended to read:

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

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

41.24 ~~(e)~~ (b) "Community land trust" means an entity that meets the requirements of section
 41.25 462A.31, subdivisions 1 and 2.

41.26 ~~(d)~~ (c) "Debt service" means the amount payable in any fiscal year of principal, premium,
 41.27 if any, and interest on housing infrastructure bonds and the fees, charges, and expenses
 41.28 related to the bonds.

41.29 ~~(e) "Foreclosed property" means residential property where foreclosure proceedings~~
 41.30 ~~have been initiated or have been completed and title transferred or where title is transferred~~
 41.31 ~~in lieu of foreclosure.~~

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

42.7 ~~(g)~~ (e) "Internal Revenue Code" means the Internal Revenue Code of 1986, as amended.

42.8 (f) "Senior" means a person 55 years of age or older with an annual household income
 42.9 not greater than 50 percent of:

42.10 (1) the metropolitan area median income for persons in the metropolitan area as defined
 42.11 in section 473.121, subdivision 2; or

42.12 (2) the statewide median income for persons outside the metropolitan area.

42.13 (g) "Senior housing" means housing intended and operated for occupancy by at least
 42.14 one senior per unit with at least 80 percent of the units occupied and for which there is
 42.15 publication of, and adherence to, policies and procedures that demonstrate an intent by the
 42.16 owner or manager to provide housing for seniors. Senior housing may be developed in
 42.17 conjunction with and as a distinct portion of mixed-income senior housing developments
 42.18 which use a variety of public or private financing sources.

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

42.22 **EFFECTIVE DATE.** This section is effective the day following final enactment for
 42.23 bonds authorized in 2018 and thereafter.

42.24 Sec. 14. Minnesota Statutes 2016, section 462A.37, is amended by adding a subdivision
 42.25 to read:

42.26 Subd. 2d. **Additional authorization.** In addition to the amount authorized in subdivisions
 42.27 2, 2a, 2b, and 2c, the agency may issue up to \$100,000,000 in housing infrastructure bonds
 42.28 in one or more series to which the payments under this section may be pledged.

43.1 Sec. 15. Minnesota Statutes 2017 Supplement, section 462A.37, subdivision 5, is amended
43.2 to read:

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

43.6 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
43.7 bonds issued under subdivision 2a remain outstanding, the commissioner of management
43.8 and budget must transfer to the housing infrastructure bond account established under section
43.9 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000
43.10 annually. The amounts necessary to make the transfers are appropriated from the general
43.11 fund to the commissioner of management and budget.

43.12 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
43.13 bonds issued under subdivision 2b remain outstanding, the commissioner of management
43.14 and budget must transfer to the housing infrastructure bond account established under section
43.15 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000
43.16 annually. The amounts necessary to make the transfers are appropriated from the general
43.17 fund to the commissioner of management and budget.

43.18 (d) Each July 15, beginning in 2018 and through 2039, if any housing infrastructure
43.19 bonds issued under subdivision 2c remain outstanding, the commissioner of management
43.20 and budget must transfer to the housing infrastructure bond account established under section
43.21 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,800,000
43.22 annually. The amounts necessary to make the transfers are appropriated from the general
43.23 fund to the commissioner of management and budget.

43.24 (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure
43.25 bonds issued under subdivision 2c remain outstanding, the commissioner of management
43.26 and budget must transfer to the housing infrastructure bond account established under section
43.27 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$4,000,000
43.28 in fiscal year 2021 and \$8,000,000 annually each year thereafter. The amounts necessary
43.29 to make the transfers are appropriated from the general fund to the commissioner of
43.30 management and budget.

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

44.1 Sec. 16. Laws 2009, chapter 93, article 1, section 14, subdivision 3, as amended by Laws
 44.2 2011, First Special Session chapter 12, section 37, is amended to read:

44.3 **Subd. 3. Veterans Cemeteries** 1,500,000

44.4 Of this amount, up to \$500,000 is to acquire
 44.5 land located in southeastern, southwestern,
 44.6 and northeastern Minnesota for publicly
 44.7 owned veterans cemeteries, to be operated by
 44.8 the commissioner of veterans affairs. The
 44.9 commissioner also must seek donations of
 44.10 land for the cemeteries. The balance of the
 44.11 appropriation is to predesign and design the
 44.12 cemeteries. Federal reimbursement of design
 44.13 costs for each cemetery must be deposited in
 44.14 the state treasury ~~and credited to a special~~
 44.15 ~~account~~ and is appropriated to the
 44.16 commissioner of veterans affairs to design the
 44.17 remaining cemeteries. Following completion
 44.18 of ~~all~~ design of the legislatively authorized
 44.19 Minnesota state veterans cemeteries in
 44.20 Redwood, St. Louis, and Fillmore Counties,
 44.21 final federal reimbursement of predesign and
 44.22 design costs is appropriated to the
 44.23 commissioner for asset preservation of
 44.24 veterans homes statewide, to be spent in
 44.25 accordance with Minnesota Statutes, section
 44.26 16B.307. Notwithstanding Minnesota Statutes,
 44.27 section 16A.642: (1) federal reimbursement
 44.28 may be sought for each cemetery and must be
 44.29 spent to acquire land for, to predesign and
 44.30 design additional cemeteries, or for asset
 44.31 preservation as provided in this subdivision;
 44.32 and (2) the bond sale authorization and
 44.33 appropriation of bond proceeds for this project
 44.34 are available until December 31, 2022.

45.1 Sec. 17. Laws 2014, chapter 294, article 1, section 5, subdivision 3, is amended to read:

45.2 Subd. 3. **New Residence Hall** 10,654,000

45.3 To complete the design of and perform
 45.4 asbestos and hazardous materials abatement
 45.5 and demolition of Frechette Hall and to design,
 45.6 construct, furnish, and equip a new ~~boys'~~
 45.7 dormitory on the Minnesota State Academy
 45.8 for the Deaf campus. The unspent portion of
 45.9 this appropriation after the project has been
 45.10 substantially completed, upon written notice
 45.11 to the commissioner of management and
 45.12 budget, is available for asset preservation
 45.13 under Minnesota Statutes, section 16B.307.
 45.14 Minnesota Statutes, section 16A.642, applies
 45.15 from the date of the original appropriation to
 45.16 the unspent amount transferred.

45.17 Sec. 18. Laws 2014, chapter 295, section 9, is amended to read:

45.18 Sec. 9. **CORRECTIONS** \$ 18,000,000

45.19 To the commissioner of administration to
 45.20 design, construct, furnish, and equip phase
 45.21 one of a new health services unit, a new
 45.22 service corridor and security station leading
 45.23 to the unit, and a mechanical building to serve
 45.24 the new health unit and associated utility
 45.25 infrastructure systems and site work; and to
 45.26 design phase two consisting of new intake,
 45.27 warehouse, and loading dock buildings
 45.28 associated utility infrastructure systems and
 45.29 sitework and all associated repurposing,
 45.30 including asbestos and hazardous materials
 45.31 abatement of interior spaces that were formally
 45.32 used for the occupancies being moved to the
 45.33 new phase one and two buildings at the
 45.34 Minnesota Correctional Facility in St. Cloud.

46.1 Any unspent portion of this appropriation not
 46.2 needed to complete this work, upon written
 46.3 notice to the commissioner of management
 46.4 and budget, may be used for the purposes
 46.5 described in Laws 2017, First Special Session
 46.6 chapter 8, article 1, section 19, subdivision 3,
 46.7 as amended in section 22, and notwithstanding
 46.8 Minnesota Statutes, section 16A.642, is
 46.9 available until December 31, 2020.

46.10 Sec. 19. Laws 2017, First Special Session chapter 8, article 1, section 6, subdivision 6, is
 46.11 amended to read:

46.12	Subd. 6. State Trail, Recreation Area, and Park	18,698,000
46.13	Acquisition and Development	<u>18,048,000</u>

46.14 (a) \$2,590,000 is for the Glacial Lakes Trail,
 46.15 to complete an approximately 6-1/4 mile trail
 46.16 connection between New London and Sibley
 46.17 State Park, and repair of the bicycle trail in
 46.18 Sibley State Park.

46.19 (b) \$3,300,000 is to design, develop, and
 46.20 complete the Heartland State Trail from
 46.21 Detroit Lakes to Frazee and, to the extent there
 46.22 is sufficient money, for work on the spur from
 46.23 Park Rapids to Itasca State Park.

46.24 (c) \$3,600,000 is for acquisition and
 46.25 development in the Cuyuna Country State
 46.26 Recreation Area, including the Cuyuna
 46.27 Mountain Bike System.

46.28 (d) \$1,600,000 is to construct, furnish, and
 46.29 equip a multiuse state trail connection between
 46.30 the city of Little Falls and the Soo Line Trails
 46.31 as part of the Camp Ripley/Veterans State
 46.32 Trail in Morrison County. The trail connection
 46.33 may include separated segments to

47.1 accommodate recreational vehicles separately
47.2 from nonmotorized vehicles and pedestrians.

47.3 (e) \$3,500,000 is for continued development
47.4 of Lake Vermilion-Soudan Underground Mine
47.5 State Park recreational facilities.

47.6 (f) \$328,000 is for design and acquisition of
47.7 the Mill Towns State Trail from Faribault to
47.8 Northfield.

47.9 (g) \$3,130,000 is for acquisition and
47.10 development of the Gitchi-Gami State Trail,
47.11 from Grand Marais to Cascade State Park, and
47.12 through the town of Tofte.

47.13 (h) The commissioner may allocate money
47.14 not needed to complete a project listed in this
47.15 subdivision to another project listed in this
47.16 subdivision that needs additional money to be
47.17 completed. For any project listed in this
47.18 subdivision that the commissioner determines
47.19 is not ready to proceed, the commissioner may
47.20 reallocate that project's money to another
47.21 project described in this subdivision or other
47.22 state trail, recreation area, or park
47.23 infrastructure. The chairs of the house of
47.24 representatives and senate committees with
47.25 jurisdiction over environment and natural
47.26 resources and legislators from the affected
47.27 legislative districts must be notified of any
47.28 changes.

47.29 Sec. 20. Laws 2017, First Special Session chapter 8, article 1, section 15, subdivision 3,
47.30 is amended to read:

47.31 **Subd. 3. Local Road Improvement Fund Grants** 115,932,000

47.32 (a) From the bond proceeds account in the
47.33 state transportation fund as provided in

48.1 Minnesota Statutes, section 174.50, for trunk
48.2 highway corridor projects under Minnesota
48.3 Statutes, section 174.52, subdivision 2, for
48.4 construction and reconstruction of local roads
48.5 with statewide or regional significance under
48.6 Minnesota Statutes, section 174.52,
48.7 subdivision 4, or for grants to counties to assist
48.8 in paying the costs of rural road safety capital
48.9 improvement projects on county state-aid
48.10 highways under Minnesota Statutes, section
48.11 174.52, subdivision 4a.

48.12 (b) Of this amount, \$9,000,000 is for a grant
48.13 to Anoka County to ~~realign and make~~
48.14 ~~associated improvements to~~ design, acquire
48.15 land for, engineer, and construct improvements
48.16 to, including the realignment of County
48.17 State-Aid Highway 23 (Lake Drive), County
48.18 State-Aid Highway 54 (West Freeway Drive),
48.19 and to Hornsby Street in the city of Columbus
48.20 to support the overall interchange project.

48.21 (c) Of this amount, \$3,246,000 is for a grant
48.22 to the city of Blaine to predesign, design, and
48.23 reconstruct 105th Avenue in the vicinity of
48.24 the National Sports Center in Blaine. The
48.25 reconstruction will include changing the street
48.26 from five lanes to four lanes with median, turn
48.27 lanes, sidewalk, trail, landscaping, lighting,
48.28 and consolidation of access driveways. This
48.29 appropriation is not available until the
48.30 commissioner of management and budget
48.31 determines that at least \$3,000,000 is
48.32 committed to the project from sources
48.33 available to the city, including municipal state
48.34 aid and county turnback funds.

49.1 (d) Of this amount, \$25,000,000 is for a grant
49.2 to Hennepin County, the city of Minneapolis,
49.3 or both, for design, right-of-way acquisition,
49.4 engineering, and construction of public
49.5 improvements related to the Interstate
49.6 Highway 35W and Lake Street access project
49.7 and related improvements within the Interstate
49.8 Highway 35W corridor, notwithstanding any
49.9 provision of Minnesota Statutes, section
49.10 174.52, or rule to the contrary. This
49.11 appropriation is not available until the
49.12 commissioner of management and budget
49.13 determines that an amount sufficient to
49.14 complete this portion of the Interstate
49.15 Highway 35W and Lake Street access project
49.16 has been committed to this portion of the
49.17 project.

49.18 (e) Of this amount, \$10,500,000 is for a grant
49.19 to Carver County for environmental analysis
49.20 and to acquire right-of-way access, predesign,
49.21 design, engineer, and construct an interchange
49.22 at marked Trunk Highway 212 and Carver
49.23 County Road 44 in the city of Chaska,
49.24 including a new bridge and ramps, to support
49.25 the development of approximately 400 acres
49.26 of property in the city of Chaska's
49.27 comprehensive plan.

49.28 (f) Of this amount, \$700,000 is for a grant to
49.29 Redwood County for improvements to Nobles
49.30 Avenue, including paving, as the main access
49.31 road to a new State Veterans Cemetery to be
49.32 located in Paxton Township.

49.33 (g) Of this amount, \$1,000,000 is for a grant
49.34 to the town of Appleton in Swift County for
49.35 upgrades to an existing township road to

50.1 provide for a paved, ten-ton capacity township
50.2 road extending between marked Trunk
50.3 Highways 7 and 119.

50.4 (h) Of this amount, \$20,500,000 is for a grant
50.5 to Ramsey County for preliminary and final
50.6 design, right-of-way acquisition, engineering,
50.7 contract administration, and construction of
50.8 public improvements related to the
50.9 construction of the interchange of marked
50.10 Interstate Highway 694 and Rice Street,
50.11 Ramsey County State-Aid Highway 49, in
50.12 Ramsey County.

50.13 (i) Of this amount, \$11,300,000 is for a grant
50.14 to Hennepin County for preliminary and final
50.15 design, engineering, environmental analysis,
50.16 right-of-way acquisition, construction, and
50.17 reconstruction of local roads related to the (1)
50.18 realignment at the intersections of marked U.S.
50.19 Highway 12 with Hennepin County State-Aid
50.20 Highway 92; (2) realignment and safety
50.21 improvements at the intersection of marked
50.22 U.S. Highway 12 with Hennepin County
50.23 State-Aid Highway 90; and (3) safety median
50.24 improvements from the interchange with
50.25 Wayzata Boulevard in Wayzata to
50.26 approximately one-half mile east of the
50.27 interchange of marked U.S. Highway 12 with
50.28 Hennepin County State-Aid Highway 6.

50.29 (j) Of this amount, \$1,000,000 is for a grant
50.30 to the city of Inver Grove Heights for
50.31 preliminary design, design, engineering, and
50.32 reconstruction of Broderick Boulevard
50.33 between 80th Street and Concord Boulevard
50.34 abutting Trunk Highway 52 and Inver Hills
50.35 Community College in Inver Grove Heights.

51.1 The project includes replacement or renovation
 51.2 of public infrastructure, including water lines,
 51.3 sanitary sewers, storm water sewers, and other
 51.4 public utilities. This appropriation does not
 51.5 require a nonstate contribution.

51.6 (k) Of this amount, \$2,350,000 is for a grant
 51.7 to McLeod County to acquire land or interests
 51.8 in land and to design and construct a new
 51.9 urban street extension of County State-Aid
 51.10 Highway (CSAH) 15, including railroad
 51.11 crossing, storm water, and drainage
 51.12 improvements.

51.13 (l) Of this amount, \$6,000,000 is for a grant
 51.14 to the city of Baxter for 50 percent of total
 51.15 project cost for the acquisition of land or
 51.16 interests in land, environmental analysis and
 51.17 environmental cleanup, predesign, design,
 51.18 engineering, and construction of improvements
 51.19 to Cypress Drive, including expansion to a
 51.20 four-lane divided urban roadway, between
 51.21 Excelsior Road and College Road.

51.22 Sec. 21. Laws 2017, First Special Session chapter 8, article 1, section 15, subdivision 11,
 51.23 is amended to read:

51.24 **Subd. 11. Grand Rapids - Pedestrian Bridge** 750,000

51.25 For a grant to the city of Grand Rapids to
 51.26 design ~~the construction of~~ and construct a
 51.27 bridge over the Mississippi River for
 51.28 pedestrian and bicycle use to provide a safe
 51.29 alternative route to the existing marked Trunk
 51.30 Highway 169 vehicle bridge, and to serve as
 51.31 a connection to existing trail systems on each
 51.32 side of the river. This appropriation is not
 51.33 available until the commissioner determines
 51.34 that at least an equal amount has been

52.1 committed to the project from nonstate
52.2 sources.

52.3 Sec. 22. Laws 2017, First Special Session chapter 8, article 1, section 19, subdivision 3,
52.4 is amended to read:

52.5 Subd. 3. **Minnesota Correctional Facility - St.**
52.6 **Cloud**

19,000,000

52.7 ~~To construct and equip a new intake unit and~~
52.8 ~~a loading dock with a secure connection to a~~
52.9 ~~new central warehouse at the St. Cloud~~
52.10 ~~correctional facility.~~ To design and complete
52.11 hazardous materials abatement, site
52.12 improvements, and utility infrastructure work,
52.13 and to renovate, construct, furnish, and equip
52.14 the second phase of the two-phase project
52.15 including building additions and renovation
52.16 of existing areas to provide improved laundry,
52.17 warehouse, canteen, property, intake, storage,
52.18 and loading dock areas and security at the St.
52.19 Cloud correctional facility.

52.20 Sec. 23. Laws 2017, First Special Session chapter 8, article 1, section 23, subdivision 3,
52.21 is amended to read:

52.22 Subd. 3. **Historic Fort Snelling**

4,000,000

52.23 To design facilities to support visitor services
52.24 and history programs at Historic Fort Snelling.
52.25 Upon completion of design, the unspent
52.26 portion of this appropriation is available for
52.27 the next phase of the project, to demolish the
52.28 existing visitor center, and to renovate,
52.29 construct, furnish, and equip a new visitor
52.30 center at Historic Fort Snelling.

52.31 Sec. 24. **EFFECTIVE DATE.**

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

APPENDIX
Article locations in SF4013-0

ARTICLE 1 APPROPRIATIONS..... Page.Ln 1.16
ARTICLE 2 MISCELLANEOUS..... Page.Ln 35.15