CHAPTER 519—H.F.No. 1796

An act relating to counties; exempting the issuance of certain county bonds from the election requirement; authorizing county building fund levies; amending Minnesota Statutes 1986, sections 373.25, subdivision 1; 475.52, subdivision 3; and 475.58, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 373.

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

Section 1. Minnesota Statutes 1986, section 373.25, subdivision 1, is amended to read:

Subdivision 1. The county board of any county except Hennepin and St. Louis eounties may provide a county building fund. In addition to all other kinds and amounts of taxes permitted by law to be levied for county purposes, the county board may include in its annual tax levy an amount for the county building fund. Its proceeds shall be credited to the county building fund. A county building fund established pursuant to this section to which a tax is credited may be used by the county solely to acquire, construct, reconstruct, maintain and repair buildings used in the administration of county affairs and to acquire lands necessary for those purposes.

Sec. 2. [373.40] CAPITAL IMPROVEMENT BONDS.

<u>Subdivision 1.</u> **DEFINITIONS.** For purposes of this section, the following terms have the meanings given.

- (a) "Bonds" means an obligation as defined under section 475.51.
- (b) "Capital improvement" means acquisition or betterment of public lands, buildings, or other improvements within the county for the purpose of a county courthouse, administrative building, health or social service facility, correctional facility, jail, law enforcement center, hospital, morgue, library, park, and roads and bridges. An improvement must have an expected useful life of five years or more to qualify. "Capital improvement" does not include light rail transit or any activity related to it.
- (c) "Commissioner" means the commissioner of trade and economic development.
- (d) "Metropolitan county" means a county located in the seven county metropolitan area as defined in section 473.121 or a county with a population of 90,000 or more.
- (e) "Population" means the population established by the most recent of the following (determined as of the date the resolution authorizing the bonds was adopted):
 - (1) the federal decennial census,

- (2) a special census conducted under contract by the United States Bureau of the Census, or
- (3) a population estimate made either by the metropolitan council or by the state demographer under section 116K.04, subdivision 4, clause (10).
- (f) "Taxable assessed value" means total taxable assessed value, but does not include captured assessed value.
- Subd. 2. APPLICATION OF ELECTION REQUIREMENT. (a) Bonds issued by a county to finance capital improvements under an approved capital improvement plan are not subject to the election requirements of section 375.18 or 475.58. The bonds must be approved by vote of at least three-fifths of the members of the county board. In the case of a metropolitan county, the bonds must be approved by vote of at least two-thirds of the members of the county board.
- (b) Before each issuance of bonds qualifying under this section, the county must publish a notice of its intention to issue the bonds and the date and time of a hearing to obtain public comment on the matter. The notice must be published in the official newspaper of the county or in a newspaper of general circulation in the county. The notice must be published at least 14, but not more than 28, days before the date of the hearing.
- (c) A county may issue the bonds only upon obtaining the approval of a majority of the voters voting on the question of issuing the obligations, if a petition requesting a vote on the issuance is signed by voters equal to five percent of the votes cast in the county in the last general election and is filed with the county auditor within 30 days after the public hearing. The commissioner of revenue shall prepare a suggested form of the question to be presented at the election.
- Subd. 3. CAPITAL IMPROVEMENT PLAN. (a) A county may adopt a capital improvement plan. The plan must cover at least the five-year period beginning with the date of its adoption. The plan must set forth the estimated schedule, timing, and details of specific capital improvements by year, together with the estimated cost, the need for the improvement, and sources of revenues to pay for the improvement. In preparing the capital improvement plan, the county board must consider for each project and for the overall plan:
- (1) the condition of the county's existing infrastructure, including the projected need for repair or replacement;
 - (2) the likely demand for the improvement;
 - (3) the estimated cost of the improvement;
 - (4) the available public resources;
 - (5) the level of overlapping debt in the county;

- (6) the relative benefits and costs of alternative uses of the funds;
- (7) operating costs of the proposed improvements; and
- (8) alternatives for providing services more efficiently through shared facilities with other counties or local government units.
- (b) The capital improvement plan and annual amendments to it must be approved by the county board after public hearing. The county must submit the capital improvement plan to the community development division of the department of trade and economic development. The plan is not effective if the commissioner disapproves the plan within 90 days after it was submitted. If the commissioner has not disapproved the plan within 90 days after its submission, the plan is deemed approved and effective. The commissioner shall disapprove a capital improvement plan only if the commissioner determines (1) that the planned improvements cannot be financed within the limits specified in subdivision 4, or (2) the county in preparing the plan did not consider the factors listed in this subdivision or failed to gather the information necessary to evaluate the plan under the factors, or (3) the proposed improvements will result in unnecessary duplication of public facilities provided by other units of government in the region or there is insufficient demand for the facility. If the plan is disapproved by the commissioner and the county board does not withdraw the plan, the capital improvement plan must be submitted to the voters for approval. If a majority of the voters approve, the plan is approved and effective.
- Subd. 4. LIMITATIONS ON AMOUNT. A county, other than Hennepin, may not issue bonds under this section if the maximum amount of principal and interest to become due in any year on all the outstanding bonds issued pursuant to this section (including the bonds to be issued) will equal or exceed one mill multiplied by the taxable assessed value of property in the county. Hennepin county may not issue bonds under this section if the maximum amount of principal and interest to become due in any year on all the outstanding bonds issued pursuant to this section together with the bonds proposed to be issued, will equal or exceed one-half mill multiplied by the taxable assessed value of the property in the county. Calculation of the limit must be made using the taxable assessed value for the taxes payable year in which the obligations are issued and sold. This section does not limit the authority to issue bonds under any other special or general law.
- <u>Subd. 5.</u> APPLICATION OF BOND CODE. <u>Bonds to finance capital improvements qualifying under this section must be issued under the issuance authority in chapter 475 and the provisions of chapter 475 apply, except as <u>otherwise specifically provided in this section.</u></u>
- Subd. 6. BUILDING FUND LEVY. (a) If a county other than Hennepin has an approved capital improvement plan, the county board may annually levy an amount equal to one mill, less the amount levied to pay principal and interest on bonds issued under this section. If the Hennepin county board has an approved capital improvement plan, the county board may annually levy an amount equal to one-half mill, less the amount levied to pay principal and interest on bonds issued under this section. The proceeds of this levy must be deposited in the county building fund under section 373.25 and may only be

expended for capital improvements as provided in the approved capital improvement plan.

- (b) The maximum amount of the levy, when added to the unexpended balance in the building fund, must not exceed the projected cost of the remaining improvements in the capital improvement plan. A levy made under this section is not subject to any other levy limitation, nor may the levy be included in the computation of any other levy limitation.
- (c) This subdivision and the exercise of levy authority under it does not supersede or preempt the authority to levy under section 373.25 or any other law.
- <u>Subd. 7.</u> **REPEALER.** This section is repealed effective for bonds issued after July 1, 1993, but continues to apply to bonds issued before that date.
- Sec. 3. Minnesota Statutes 1986, section 475.52, subdivision 3, is amended to read:
- Subd. 3. COUNTIES. Any county may issue bonds for the acquisition or betterment of courthouses, county administrative buildings, health or social service facilities, correctional facilities, law enforcement centers, jails, morgues, libraries, parks, and hospitals, for roads and bridges within the county or bordering thereon and for road equipment and machinery and for ambulances and related equipment, and for capital equipment for the administration and conduct of elections providing the equipment is uniform countywide, except that the power of counties to issue bonds in connection with a library shall not exist in Hennepin county.
- Sec. 4. Minnesota Statutes 1986, section 475.58, subdivision 1, is amended to read:
- Subdivision 1. APPROVAL BY MAJORITY OF ELECTORS; EXCEPTIONS. Obligations authorized by law or charter may be issued by any municipality upon obtaining the approval of a majority of the electors voting on the question of issuing the obligations, but an election shall not be required to authorize obligations issued:
 - (1) to pay any unpaid judgment against the municipality;
 - (2) for refunding obligations;
- (3) for an improvement, which obligation is payable wholly or partly from the proceeds of special assessments levied upon property specially benefited by the improvement, or of taxes levied upon the increased value of property within a district for the development of which the improvement is undertaken, including obligations which are the general obligations of the municipality, if the municipality is entitled to reimbursement in whole or in part from the proceeds of such special assessments or taxes and not less than 20 percent of the cost of the improvement is to be assessed against benefited property or is estimated to be received from such taxes within the district:

- (4) payable wholly from the income of revenue producing conveniences;
- (5) under the provisions of a home rule charter which permits the issuance of obligations of the municipality without election;
- (6) under the provisions of a law which permits the issuance of obligations of a municipality without an election; and
- (7) to fund pension or retirement fund liabilities pursuant to section 475.52, subdivision 6; and
 - (8) under a capital improvement plan under section 2.

Sec. 5. [383B,218] BONDING AUTHORITY; HENNEPIN COUNTY MEDICAL BUILDING.

Hennepin county may issue and sell not more than \$16,000,000 of general obligation bonds to finance or refinance the construction and purchase of the Hennepin county health services building. Issuance of the obligations is not subject to the election requirements of Minnesota Statutes, section 475.58. The obligations issued under this section and the property taxes levied to pay the obligations must be included in calculation of Hennepin county's bond and building fund levy limitations under section 2.

Sec. 6. EFFECTIVE DATE.

<u>Section 5 is effective upon compliance by the Hennepin county board with Minnesota Statutes, section 645.021.</u>

Approved April 14, 1988

CHAPTER 520—H.F.No. 1836

An act relating to crimes; providing for proof of prior convictions at sentencing hearings and in certain criminal prosecutions; amending Minnesota Statutes 1986, section 244.10, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapter 609.

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

- Section 1. Minnesota Statutes 1986, section 244.10, is amended by adding a subdivision to read:
- Subd. 3. COMPUTATION OF CRIMINAL HISTORY SCORE. If the defendant contests the existence of or factual basis for a prior conviction in the calculation of the defendant's criminal history score, proof of it is established by competent and reliable evidence, including a certified court record of the conviction.