CHAPTER 88--H.F.No. 3631

An act relating to capital investment; amending previous appropriations for capital projects; changing the date of submission of a report; amending Minnesota Statutes 2022, sections 16A.642, subdivision 1; 469.53; Laws 2017, First Special Session chapter 8, article 1, section 20, subdivision 8, as amended; Laws 2018, chapter 214, article 1, sections 16, subdivision 14, as amended; 21, subdivision 16, as amended; Laws 2020, Fifth Special Session chapter 3, article 1, sections 7, subdivisions 3, as amended, 26; 14, subdivisions 5, 6; 16, subdivision 36, as amended; 21, subdivisions 7, 27, 37, as amended; 22, subdivision 17; 25, subdivision 2; article 2, section 2, subdivision 3; Laws 2021, First Special Session chapter 5, article 2, section 3; Laws 2023, chapter 68, article 2, section 3; Laws 2023, chapter 71, article 1, sections 9, subdivision 7; 10, subdivisions 3, 7, 8, 11, 15; 11, subdivision 15; 14, subdivisions 1, 5, 6, 10, 12, 13, 23, 37, 40, 51, 53, 57, 58, 66, 67, 73, 77, 81, 84, 93, 94, 103, 106; 15, subdivisions 2, 5, 6, 12; 17, subdivision 3; Laws 2023, chapter 72, article 1, sections 7, subdivision 8; 16, subdivisions 10, 14; 17, subdivision 2; 23, subdivision 10; 27, subdivision 1; article 2, sections 3, subdivision 4; 7, subdivisions 3, 4, 5; 10, subdivisions 3, 6, 12, 13.

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

ARTICLE 1

GENERAL FUND AND APPROPRIATION BONDS

Section 1. Minnesota Statutes 2022, section 469.53, is amended to read:

469.53 REGIONAL EXCHANGE DISTRICT PUBLIC INFRASTRUCTURE PROJECTS.

(a) The following projects shall be eligible for state appropriation support payments upon approval by the Duluth City Council. Costs may be reimbursed for eligible projects that begin construction prior to September 30, 2020, but in no case may the total state payment per project exceed the amount established in this section. Eligible costs for the projects in this paragraph may include expenditures as defined in section 469.54, subdivision 1, including but not limited to planning, acquisition, predesign, design, construction, site preparation, demolition costs, furnishing, and equipping. Eligible projects include:

(1) demolition and replacement of a skywalk connected to an existing medical district parking ramp in an amount not to exceed $2,100,000, including any land acquisition;

(2) a ramp with up to 1,400 new parking stalls ~~and a skywalk~~ to serve medical entity west in an amount not to exceed $37,900,000, including any land acquisition;

(3) extension of 6th Avenue East from 2nd Street to 1st Street in an amount not to exceed $6,650,000, including any land acquisition;

(4) demolition of existing hospital structure for site reuse, to accomplish the purposes in section 469.51, subdivision 2, in an amount not to exceed $11,820,000;

(5) roadway, utility, and site improvements and capacity upgrades to support medical entity west hospital construction in an amount not to exceed $13,950,000;

(6) district energy connections, capacity enhancement, a pressure pump station, and district energy utility improvements outside of the district reasonably necessary and advantageous to services developments within the district in an amount not to exceed $7,000,000;

(7) a ramp with up to 400 new parking stalls to serve medical entity east in an amount not to exceed $14,000,000; and

(8) site improvements made upon private property and within the public realm, including retaining walls, public sidewalks, public stairs, and other related infrastructure, necessary to support medical entity west hospital construction in an amount not less than $1,300,000 or in excess of $4,300,000.

(b) Upon notice to the commissioner of employment and economic development, any unexpended amount for the projects described in paragraph (a), clauses (1) to (4) and (8), that have been substantially completed may fund the project in paragraph (a), clause (5). The unexpended amounts applied to the project in paragraph (a), clause (5), shall be in addition to the amount specified for that project. The Duluth City Council must submit a written plan to the commissioner of employment and economic development to use unexpended funds in the manner under this paragraph.

(c) For any public infrastructure project that will not be let by the city for which state support is sought, the project must proceed and comply with any state and local contracting requirements otherwise applicable to the city had the city let the project. The city shall have the right to inspect, upon reasonable notice, the construction contracts and related documentation for any public infrastructure project for which state support is sought.

Sec. 2. Laws 2023, chapter 71, article 1, section 9, subdivision 7, is amended to read:

Subd. 7. **Edina; Community Health and Safety Center** 1,300,000

For a grant to the city of Edina to acquire property for, predesign ~~and~~, design, and construct a community health and safety center to be located in the southeast quadrant of the city.

Sec. 3. Laws 2023, chapter 71, article 1, section 10, subdivision 3, is amended to read:

Subd. 3. **Barnesville; 13th Street** 185,000

For a grant to the city of Barnesville to design ~~and reconstruct~~ the reconstruction of 13th Street in the city of Barnesville as a paved road from Trunk Highway 34 to 9th Avenue Southeast.

Sec. 4. Laws 2023, chapter 71, article 1, section 10, subdivision 7, is amended to read:

Subd. 7. **Douglas County; ~~U.S.~~ Marked Trunk Highway 29** 2,000,000

For a grant to Douglas County to ~~install a new box culvert under~~ design, engineer, and construct a new

bridge on marked ~~U.S.~~ Trunk Highway 29 between Lake Le Homme Dieu and Lake Geneva and to regrade and reconstruct a portion of marked ~~U.S.~~ Trunk Highway 29 to accommodate the new ~~culvert~~ bridge.

Sec. 5. Laws 2023, chapter 71, article 1, section 10, subdivision 8, is amended to read:

Subd. 8. **East Gull Lake; Street and Trail Reconstruction** 353,000

To the commissioner of natural resources for a grant to the city of East Gull Lake ~~for trail reconstruction and future park development on East Gull Lake Drive~~ to design, engineer, and construct a continuation of the Gull Lake Trail, including a segment along Gull Point Road, and a trail connection to the channel adjacent to the harbor development that provides for watercraft and fishing access. This appropriation also includes money to design, engineer, and construct a fishing park, including dredging of the channel for watercraft and fishing access, a parking area, and other amenities.

Sec. 6. Laws 2023, chapter 71, article 1, section 10, subdivision 11, is amended to read:

Subd. 11. **Karlstad; Airport Runway** 3,900,000

For a grant to the city of Karlstad for the ~~acquisition of land, predesign, design,~~ engineering~~,~~ and construction of a primary airport runway and supporting facilities. This appropriation is for Phase 2 of the project and includes money for site grading and drainage, and is in addition to the appropriation ~~for the same purposes~~ in Laws 2021, First Special Session chapter 5, article 1, section 2, subdivision 2, which was Phase 1 of the project.

Sec. 7. Laws 2023, chapter 71, article 1, section 10, subdivision 15, is amended to read:

Subd. 15. **Plymouth; Chankahda Trail** 800,000

For a grant to the city of Plymouth for property acquisition ~~and~~, design ~~of~~, and construction of roadway, utility, drainage, pedestrian facilities, and associated appurtenances, on Chankahda Trail, formerly known as Hennepin County Road 47, from Hennepin County State-Aid Highway 101 to Hennepin County State-Aid Highway 61.

Sec. 8. Laws 2023, chapter 71, article 1, section 11, subdivision 15, is amended to read:

Subd. 15. **Ramsey County; Rice Street Revitalization** 1,000,000

For one or more grants to Ramsey County, the city of Maplewood, the city of St. Paul, or the city of Roseville for the Rice Street revitalization project, to improve safety for users in the corridor with a focus on pedestrians and bicyclists. This appropriation includes money for ~~reconstruction~~ predesign, design, environmental analysis, and right-of-way acquisition of Rice Street (County State-Aid Highway 49) and on approach streets to support reconstruction of Rice Street from Wheelock Parkway in St. Paul to County Road B in Roseville and Maplewood.

Sec. 9. Laws 2023, chapter 71, article 1, section 14, subdivision 1, is amended to read:

Subdivision 1. **Total Appropriation** **$** **395,567,000**

To the commissioner of employment and economic development or other named entity for the purposes specified in this section.

Sec. 10. Laws 2023, chapter 71, article 1, section 14, subdivision 5, is amended to read:

Subd. 5. **Bigfork; Community Center** 1,500,000

For a grant to ~~the city of Bigfork~~ Independent School District No. 318 to design and construct the renovation and expansion of the Bigfork school to provide community center facilities available to the community ~~center~~ through a use agreement with the city of Bigfork, subject to Minnesota Statutes, section 16A.695. This appropriation may be used to add a community strength training, fitness, and wellness center~~;~~ and public restrooms accessible from the multiuse Bigfork River Walk Trail~~; and new locker rooms and related amenities for the Bigfork school~~.

Sec. 11. Laws 2023, chapter 71, article 1, section 14, subdivision 6, is amended to read:

Subd. 6. **Bloomington; Public Health Facility** 1,800,000

For a grant to the city of Bloomington to predesign ~~and~~, design, and construct a public health facility in the city of Bloomington to serve people who live and

work in the cities of Bloomington, Edina, and Richfield.

Sec. 12. Laws 2023, chapter 71, article 1, section 14, subdivision 10, is amended to read:

Subd. 10. **Brooklyn Park; Community Activity Center** 5,000,000

For a grant to the city of Brooklyn Park to design, construct, furnish, and equip the renovation of the Brooklyn Park Community Activity Center ~~to convert an existing ice arena into~~ for a multicourt gymnasium space to serve as a regional ~~competition and training~~ multisport athletic and activities facility ~~for basketball, volleyball, and pickleball~~.

Sec. 13. Laws 2023, chapter 71, article 1, section 14, subdivision 12, is amended to read:

Subd. 12. **Chisholm; Ice Arena and Curling Club** 3,000,000

For a grant to the city of Chisholm to ~~predesign,~~ design~~,~~ and construct capital improvements to the existing Sports Arena and Curling Club, located in Chisholm, including replacing an existing ice plant serving both the hockey arena and the curling club, adding new heating mains and replacing curling mains, and replacing the floor systems in both the hockey arena and the curling club~~, and installing dehumidification systems in both the hockey arena and the curling club~~.

Sec. 14. Laws 2023, chapter 71, article 1, section 14, subdivision 13, is amended to read:

Subd. 13. **Chisholm; ~~Film Facility~~ Chisholm City Hall** 2,040,000

For a grant to the city of Chisholm to design, engineer, and renovate Chisholm City Hall, 316 West Lake Street, in the city of Chisholm ~~into a filmmaking and film education facility~~.

Sec. 15. Laws 2023, chapter 71, article 1, section 14, subdivision 23, is amended to read:

Subd. 23. **Litchfield; Building Facades** 2,025,000

To the Minnesota Historical Society for a grant to the city of Litchfield to design and rehabilitate ~~building~~ the facades of publicly and privately owned buildings in the commercial historic district of the city of Litchfield, consistent with the appropriate historic

preservation standards ~~for rehabilitation under Code of Federal Regulations, title 36, section 67.7,~~ and guidance for rehabilitation from the Minnesota Historical Society. The city of Litchfield may use up to four percent of this appropriation to administer the historic building facade grants and shall consult with the city's heritage preservation commission. Notwithstanding Minnesota Statutes, section 16A.642, this appropriation is available until December 31, 2028.

Sec. 16. Laws 2023, chapter 71, article 1, section 14, subdivision 37, is amended to read:

Subd. 37. **St. Paul; Conway Recreation Center** 2,500,000

For a grant to the city of St. Paul for ~~the repair, upgrade, and renovation of the existing structure;~~ design, site preparation, ~~and~~ preconstruction services ~~for an auxiliary storage facility;~~, and construction of a new structure, or expansion of the existing structure; site improvements, including traffic management and outdoor court construction; and improvements to increase security and safety at the Conway Community Recreation Center and Conway Park facilities in the city of St. Paul.

Sec. 17. Laws 2023, chapter 71, article 1, section 14, subdivision 40, is amended to read:

Subd. 40. **Waite Park; Quarry Redevelopment** 2,500,000

For a grant to the city of Waite Park to acquire property for ~~and to predesign, design, construct, furnish, and equip~~ Phase 2 of the Quarry Redevelopment Project, ~~to include~~ for improvements and enhancements of a capital nature to the public open-air stage and related facilities.

Sec. 18. Laws 2023, chapter 71, article 1, section 14, subdivision 51, is amended to read:

Subd. 51. **Avenues For Youth** 6,000,000

For a grant to Avenues for Youth to acquire property, predesign, ~~and~~ design, construct, furnish, and equip a new expanded facility in North Minneapolis to provide space for the organization's existing North Minneapolis emergency shelter and transitional housing program, provide affordable housing for youth, and serve as the new administrative headquarters for Avenues for Youth.

Sec. 19. Laws 2023, chapter 71, article 1, section 14, subdivision 53, is amended to read:

Subd. 53. **Comunidades Latinas Unidas en Servicio (CLUES)** 3,500,000

For a grant to Comunidades Latinas Unidas en Servicio (CLUES) to acquire property ~~and~~, predesign, and design a new Latino outreach facility at 2800 East Lake Street, Minneapolis, or a similar property in Hennepin County. The new Economic Opportunity and Wellness Hub will provide workforce training, business incubators and technical assistance, a youth technology center, behavioral health clinics, a food shelf, child care, and other high-demand community supports.

Sec. 20. Laws 2023, chapter 71, article 1, section 14, subdivision 57, is amended to read:

Subd. 57. **Duluth Historic Armory** 4,500,000

(a) For ~~a grant~~ one or more grants to the Armory Arts and Music Center ~~to design, construct, furnish, and equip~~ for the renovation of the historic Armory in the city of Duluth.

(b) $500,000 of this appropriation is to predesign and design the renovation of the historic Armory. Any money remaining upon completion of predesign and design may be used for the purposes in paragraph (c).

(c) $4,000,000 of this appropriation is to construct, furnish, and equip the renovation of the historic Armory.

~~(b)~~ (d) This appropriation includes money for improvements for the Music Resource Center, the North Country Creative Center, and the Food Enterprise Center; interior building improvements, including structural enhancements to meet current applicable building codes; improvements for compliance with Americans with Disabilities Act (ADA) requirements; and building systems, including mechanical, electrical, plumbing, and utility upgrades.

~~(c)~~ (e) This project must use design and construction methods to maximize consideration of energy efficiency and long-life cycle materials, while meeting the requirements of the federal National Parks Service, Secretary of Interior Standards for Rehabilitation.

~~(d)~~ (f) Due to the integrated nature of the overall development, public bidding is not required for this project.

Sec. 21. Laws 2023, chapter 71, article 1, section 14, subdivision 58, is amended to read:

Subd. 58. **East Side Neighborhood Services** 300,000

For a grant to East Side Neighborhood Services to predesign ~~rehabilitation of an existing structure in Northeast Minneapolis, the Mobile Food Shelf Storage and Preparation Center. This rehabilitated structure shall physically connect and integrate the food security and accesswork of East Side Neighborhood Services with the existing services for older adults, families and children, community food partners, economic development and job pathways programs, and the educational efforts to teach youth about food systems, urban agriculture, and sustainability~~, design, renovate, and equip the existing garage at 1700 2nd Street NE in the city of Minneapolis for the High Rise Mobile Food Shelf Warehouse, including constructing a new dividing wall separating the Food Shelf Warehouse area from the rest of the garage.

Sec. 22. Laws 2023, chapter 71, article 1, section 14, subdivision 66, is amended to read:

Subd. 66. **Irreducible Grace Foundation** 1,500,000

For a grant to the Irreducible Grace Foundation ~~for demolition of 3,800 square feet of the Black Youth Healing Arts Center, and predesign and design of housing at 643 Virginia St. in~~ to acquire and to design, construct, furnish, and equip the renovation of existing multiunit residential housing in the Rondo or Frogtown neighborhood in the city of St. Paul to be owned and managed by the Irreducible Grace Foundation to provide approximately 12 to 14 units of housing for youth and young adults facing homelessness.

Sec. 23. Laws 2023, chapter 71, article 1, section 14, subdivision 67, is amended to read:

Subd. 67. **Isuroon** 3,000,000

For a grant to Isuroon to predesign, design, construct, and renovate the property located at 1600 East Lake Street, in the city of Minneapolis, to carry out the mission of the organization to support immigrant

women and provide mental health counseling. This appropriation may be used to reimburse Isuroon for costs incurred for this project after June 1, 2023.

Sec. 24. Laws 2023, chapter 71, article 1, section 14, subdivision 73, is amended to read:

Subd. 73. **Lower Phalen Creek Project** 2,500,000

To the Metropolitan Council for a grant to the ~~Lower Phalen Creek Project~~ city of St. Paul to construct the Wakan Tipi Center in St. Paul, including construction of a reception area, classrooms, permanent and temporary exhibit space, community gathering area, and gallery space. This appropriation is in addition to the appropriation in Laws 2020, Fifth Special Session chapter 3, article 1, section 17, subdivision 11, for the same purpose.

Sec. 25. Laws 2023, chapter 71, article 1, section 14, subdivision 77, is amended to read:

Subd. 77. **New Native Theater** 300,000

For a grant to the New Native Theater for predesign and design activities of a new and permanent 200-seat theater space in the metropolitan area as defined in Minnesota Statutes, section 473.121. ~~The new theater space will be colocated in the newly constructed Minneapolis American Indian Center.~~

Sec. 26. Laws 2023, chapter 71, article 1, section 14, subdivision 81, is amended to read:

Subd. 81. **Open Arms** 500,000

For a grant to Open Arms of Minnesota to ~~construct, renovate, furnish, and equip~~ acquire items of capital equipment to be used for a new kitchen and nutrition counseling center in Ramsey County to expand access to medically tailored meals for Minnesotans with life-threatening illnesses. This appropriation is available for expenditures made on or after July 1, 2023.

Sec. 27. Laws 2023, chapter 71, article 1, section 14, subdivision 84, is amended to read:

Subd. 84. **Phyllis Wheatley Community Center** 550,000

For a grant to the Phyllis Wheatley Community Center to design the construction and rehabilitation of

infrastructure at Camp ~~Katherine~~ Katharine Parsons in Carver County.

Sec. 28. Laws 2023, chapter 71, article 1, section 14, subdivision 93, is amended to read:

Subd. 93. **Somali Museum** 3,900,000

For a grant to the Somali Museum to acquire land, predesign ~~and~~, design, construct, furnish, and equip a facility in the city of Minneapolis to be used for a museum of Somali relics and artifacts, Somali cultural history, and education.

Sec. 29. Laws 2023, chapter 71, article 1, section 14, subdivision 94, is amended to read:

Subd. 94. **Southern Anoka Community Assistance** 2,500,000

For a grant to Southern Anoka Community Assistance to ~~predesign, design~~ acquire, renovate, construct, ~~engineer,~~ furnish, and equip a facility in the city of Columbia Heights to provide food shelf services, grocery delivery for seniors and people with disabilities, and basic needs support.

Sec. 30. Laws 2023, chapter 71, article 1, section 14, subdivision 103, is amended to read:

Subd. 103. **Walker | West Music Academy** 4,100,000

For a grant to Walker | West Music Academy to acquire property, predesign, ~~and~~ design, renovate, and construct a building in the city of St. Paul to support youth music education.

Sec. 31. Laws 2023, chapter 71, article 1, section 14, subdivision 106, is amended to read:

Subd. 106. **YWCA St. Paul** 2,317,000

For a grant to YWCA St. Paul for restoration, replacement, and repairs and to enhance the security, efficiency, safety, sustainability, and accessibility of the nine supportive housing facilities in St. Paul owned and operated by YWCA St. Paul and of its headquarters at 375 Selby Avenue in St. Paul, which is comprised of several attached structures with nine roofs. The necessary work will include capital improvements such as tuckpointing and masonry, roofing, windows, furnaces, air conditioning, water heaters, boilers, exterior doors, retaining walls, gutters,

flooring, decking, and enhanced security, lighting, and accessibility. This appropriation may be used to reimburse YWCA St. Paul for project costs already paid by YWCA St. Paul for this project after July 1, 2023.

Sec. 32. Laws 2023, chapter 71, article 1, section 15, subdivision 2, is amended to read:

Subd. 2. **Lewis and Clark Joint Powers Board** 22,000,000

For a grant or grants to the Lewis and Clark Joint Powers Board to make annual equity contributions to the Lewis and Clark Rural Water System, Inc., pursuant to terms agreed to by each of the Joint Powers Board members in an expansion commitment agreement to acquire land for and to design, engineer, and construct facilities and infrastructure necessary for an expansion of the Lewis and Clark Regional Water System. This appropriation is not available until the Lewis and Clark Joint Powers Board pays to the commissioner of management and budget the total amount of federal money that it received or receives associated with the project that was funded by Laws 2014, chapter 295, section 11, subdivision 2, and Minnesota Statutes, section 16A.967, estimated to be $39,003,078, by June 30, 2024. The commissioner must deposit this money in the general fund. Notwithstanding Minnesota Statutes, section 16A.642, this appropriation is available until December 31, 2031.

Sec. 33. Laws 2023, chapter 71, article 1, section 15, subdivision 5, is amended to read:

Subd. 5. **Buhl; Water System** 2,000,000

For a grant to the city of Buhl to design, construct, ~~furnish~~ renovate, and equip ~~a new~~ publicly owned water infrastructure, including water storage and treatment ~~system, including a new water tower~~ systems and other improvements to infrastructure required for an upgrade of the city's water system.

Sec. 34. Laws 2023, chapter 71, article 1, section 15, subdivision 6, is amended to read:

Subd. 6. **Dayton; Wellhead Treatment Improvements** 1,750,000

For a grant to the city of Dayton to construct ~~two~~ one wellhead treatment ~~plants~~ plant to improve the city's drinking water.

Sec. 35. Laws 2023, chapter 71, article 1, section 15, subdivision 12, is amended to read:

Subd. 12. **Mound; Clean Water Infrastructure** 10,300,000

For a grant to the city of Mound to predesign, design, and construct a new clean water well, decommission and seal ~~of~~ off wells No. 4 and No. 7, ~~installation of a new water main~~ install and replace trunk water mains between water towers 3 and 8, and ~~capital improvements to the~~ predesign and design of a water treatment facility.

Sec. 36. Laws 2023, chapter 71, article 1, section 17, subdivision 3, is amended to read:

Subd. 3. **Morrison County Historical Society; Weyerhaeuser Museum** 700,000

For a grant to the Morrison County Historical Society for repair and stabilization of the riverbank along the Mississippi River at the C.A. Weyerhaeuser Memorial Museum. This appropriation may be used for replacement of the building's roof, exterior and interior repairs and upgrades to the building, and replacement of the parking lot.

Sec. 37. Laws 2023, chapter 72, article 2, section 3, subdivision 4, is amended to read:

Subd. 4. **Crosslake; National Loon Center** 2,500,000

For a grant to the city of Crosslake ~~for site preparation~~ to acquire property for and to predesign~~,~~ and design~~, construct, furnish, and equip~~ a new building and adjacent outdoor public space improvements, including surface lot parking areas, in the city of Crosslake to house a national loon center, to provide visitor, education, and exhibit facilities for the general public. Amounts remaining after completion of property acquisition, predesign, and design may be applied to site preparation and construction for the same project.

Sec. 38. Laws 2023, chapter 72, article 2, section 7, subdivision 3, is amended to read:

Subd. 3. **Anoka County; Trunk Highway 65** 25,000,000

For one or more grants to the city of Blaine, Anoka County, or both for the predesign, right-of-way acquisition, design, engineering, and construction of intersection improvements along Trunk Highway 65

at 99th Avenue Northeast, 105th Avenue Northeast, Anoka County State-Aid Highway 12 (109th Avenue Northeast), Anoka County State-Aid Highway 116, and 117th Avenue Northeast and the associated frontage roads, backage roads, connecting local streets, and utility infrastructure improvements, if necessary or required for the construction.

Sec. 39. Laws 2023, chapter 72, article 2, section 7, subdivision 4, is amended to read:

Subd. 4. **~~Baytown Township;~~ Civil Air Patrol; Hangar** 150,000

For a grant to the ~~town of Baytown~~ Civil Air Patrol to construct, renovate, and equip a hangar ~~for the Civil Air Patrol~~ at the Lake Elmo Airport.

Sec. 40. Laws 2023, chapter 72, article 2, section 7, subdivision 5, is amended to read:

Subd. 5. **Carver County; CSAH 18** 6,240,000

For one or more grants to the cities of Victoria, Chaska, or Chanhassen or Carver County, or any combination of these entities, for property or permanent easement acquisition, predesign, ~~and~~ design ~~of~~, and construction of improvements to Carver County State-Aid Highway 18, known as West 82nd Street, from Bavaria Road to marked Trunk Highway 41. This project includes cross streets, off-street trails, a bridge over a ravine and trail, and utility relocations, installations, and connections.

Sec. 41. Laws 2023, chapter 72, article 2, section 10, subdivision 3, is amended to read:

Subd. 3. **Cologne; Wastewater Treatment Facility** 1,060,000

For a grant to the city of Cologne to predesign and design~~, permit, engineer, construct, and equip a new~~ improvements to the existing municipal wastewater treatment facility and related infrastructure.

Sec. 42. Laws 2023, chapter 72, article 2, section 10, subdivision 6, is amended to read:

Subd. 6. **Floodwood; Water and Sewer Infrastructure** 1,500,000

For a grant to the city of Floodwood to design and construct capital improvements to the city's water and sewer infrastructure along County Road 8~~, Trunk Highway 8, and Trunk Highway 73~~. This appropriation includes money for replacement and expansion of

water and sewer mains, a new lift station, and associated street reconstruction.

Sec. 43. Laws 2023, chapter 72, article 2, section 10, subdivision 12, is amended to read:

Subd. 12. **Ramsey; Water Treatment Facility** 3,200,000

For a grant to the city of Ramsey to construct a new water treatment facility and trunk water main improvements to remove manganese and iron from the city's water supply.

Sec. 44. Laws 2023, chapter 72, article 2, section 10, subdivision 13, is amended to read:

Subd. 13. **Red Rock Rural Water System** 1,252,000

For a grant to the Red Rock Rural Water System to acquire land and design, construct, ~~furnish,~~ and equip ~~a new water treatment plant, a new well field~~ two ground storage reservoirs, installation of approximately ~~20~~ 15 miles of water transmission main, and other improvements to infrastructure required for an expansion of the Red Rock Rural Water System~~, to be built and located in Watonwan, Brown, and Martin Counties~~ in Murray County.

Sec. 45. **EFFECTIVE DATE.**

This article is effective the day following final enactment.

ARTICLE 2

GENERAL OBLIGATION BONDS

Section 1. Laws 2017, First Special Session chapter 8, article 1, section 20, subdivision 8, as amended by Laws 2021, First Special Session chapter 9, section 8, is amended to read:

Subd. 8. **Eagle Bend High School** 1,500,000

For a grant to the city of Eagle Bend to replace the roof on the Eagle Bend High School building. Amounts remaining after completion of the roof replacement are to predesign, design, prepare, and renovate the Eagle Bend High School building to remove life safety hazards to facilitate the redevelopment and reuse of the site and buildings. The city may contract or partner with a third party to manage the renovation and to operate the renovated housing project subject to

Minnesota Statutes, section 16A.695. This appropriation does not require a nonstate contribution. Notwithstanding Minnesota Statutes, section 16A.642, the bond authorization and appropriation of bond proceeds for this project are available until December 31, ~~2024~~ 2028.

Sec. 2. Laws 2018, chapter 214, article 1, section 16, subdivision 14, as amended by Laws 2023, chapter 72, article 3, section 8, is amended to read:

Subd. 14. **Wadena - U.S. Highway 10 Environmental Cleanup** 5,000,000

From the bond proceeds account in the state transportation fund as provided in Minnesota Statutes, section 174.50, for a grant to the city of Wadena for environmental analysis and environmental cleanup, including replacement and removal of water main and sanitary sewer infrastructure, and construction of storm water drainage within and near the marked U.S. Highway 10 corridor in the city of Wadena. Notwithstanding Minnesota Statutes, section 16A.642, the bond authorization and appropriation of bond proceeds for this project are available until December 31, 2026.

Sec. 3. Laws 2018, chapter 214, article 1, section 21, subdivision 16, as amended by Laws 2021, First Special Session chapter 9, section 15, is amended to read:

Subd. 16. **Minneapolis - Upper Harbor Terminal Redevelopment** 15,000,000

For ~~a grant~~ one or more grants to the city of Minneapolis, the Minneapolis Park and Recreation Board, or both, for predesign, design, and construction work for site preparation and for park and public infrastructure improvements to support an initial phase of redevelopment of the Upper Harbor Terminal on the Mississippi River; a site that was rendered inoperable for barging by the federal closure of the Upper St. Anthony Falls Lock. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds in this subdivision are available until December 31, 2024. Of this amount, $6,000,000 is for a grant to the Minneapolis Park and Recreation Board to design, engineer, construct, and equip a public park along the Mississippi riverfront. Of this amount, $9,000,000 is

for a grant to the city of Minneapolis for predesign, design, and construction work for site preparation and for public infrastructure improvements, including portions of West River Road North.

Sec. 4. Laws 2020, Fifth Special Session chapter 3, article 1, section 7, subdivision 3, as amended by Laws 2021, First Special Session chapter 9, section 19, is amended to read:

Subd. 3. **Flood Hazard Mitigation** 17,000,000

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

(b) To the extent practical, levee projects shall meet the state standard of three feet above the 100-year flood elevation.

(c) Project priorities shall be determined by the commissioner as appropriate, based on need and consideration of available leveraging of federal, state, and local funds.

(d) This appropriation may be used for projects in the following municipalities: Afton, Austin, Breckenridge, Browns Valley, Carver, Delano, Faribault, Golden Valley, Halstad, Hawley, Hendrum, Inver Grove Heights, Jordan, Montevideo, Moorhead, Newfolden, Nielsville, Owatonna, Round Lake Township in Jackson County, Sioux Valley Township in Jackson County, and Waseca.

(e) This appropriation also may be used for projects in the following watershed districts: Bois de Sioux Watershed District, Buffalo-Red River Watershed District, Cedar River Watershed District;Lower Minnesota River Watershed District, Middle Snake Tamarac Rivers Watershed District, Prior Lake-Spring Lake Watershed District, Red Lake Watershed District, Roseau River Watershed District, Shell Rock River Watershed District, Two Rivers Watershed District, Upper Minnesota River Watershed District, and Wild Rice River Watershed District.

(f) This appropriation may also be used for a project in the Southern Minnesota Rivers Basin Area II.

(g) For any project listed in this subdivision that the commissioner determines is not ready to proceed, does

not have the nonstate match committed, or does not expend all the money granted to it, the commissioner may allocate that project's unexpended money to a priority project on the commissioner's list.

(h) Notwithstanding paragraph (c), $2,000,000 of this appropriation is for ~~flood hazard mitigation~~ a grant to the city of Browns Valley for Phase II of the Toelle Coulee ~~in Traverse County~~ project to mitigate flood risks posed to the city, including construction of an East Levee, County State-Aid Highway 2 culvert replacement, and marked Trunk Highway 28 culvert replacement.

(i) To the extent practicable and consistent with the project, recipients of appropriations for flood control projects in this subdivision shall create wetlands that are eligible for wetland replacement credit to replace wetlands drained or filled as the result of repair, reconstruction, replacement, or rehabilitation of an existing public road under Minnesota Statutes, section 103G.222, subdivision 1, paragraphs (l) and (m).

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

Sec. 5. Laws 2020, Fifth Special Session chapter 3, article 1, section 7, subdivision 26, is amended to read:

Subd. 26. **~~St. Louis County;~~ Voyageur Country ATV Trail** 950,000

For ~~a grant to St. Louis County for~~ design, right-of-way acquisition, and construction of Phase I of the Voyageur Country ATV Trail and David Dill/Arrowhead State Trail connections in the areas of Orr, Ash River, Kabetogama Township, and International Falls to the Voyageur Country ATV Trail system. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for this project are available until December 31, 2026.

Sec. 6. Laws 2020, Fifth Special Session chapter 3, article 1, section 14, subdivision 5, is amended to read:

Subd. 5. **Marshall Readiness Center** 3,100,000

To design and renovate existing space at the Marshall Readiness Center, including mechanical, electrical, building envelope, energy efficiency, and life safety improvements, and to construct an addition on the existing property. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for this project are available until December 31, 2025.

Sec. 7. Laws 2020, Fifth Special Session chapter 3, article 1, section 14, subdivision 6, is amended to read:

Subd. 6. **Camp Ripley; Military Museum** 13,000,000

To acquire land or interest in land, and to predesign, design, construct, furnish, and equip a facility outside the boundaries of Camp Ripley in Morrison County for the Minnesota Military Museum. This appropriation includes money for a visitor's center and gift shop; administrative offices; work, storage, and exhibit space; landscaping; parking; and other amenities and infrastructure for the museum. The adjutant general may enter into a lease or management agreement for the museum, subject to Minnesota Statutes, section 16A.695. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for this project are available until December 31, 2025.

Sec. 8. Laws 2020, Fifth Special Session chapter 3, article 1, section 16, subdivision 36, as amended by Laws 2021, First Special Session chapter 9, section 25, is amended to read:

Subd. 36. **Olmsted County; Trunk Highway 14 and County Road 104 Interchange Construction** 6,000,000

For a grant to Olmsted County for the county's share of general obligation bond eligible portions of a project to conduct environmental analysis, predesign, design, and engineer an interchange at marked Trunk Highway 14 and County Road 104, including a flyover at 7th Street NW, in Olmsted County, and associated infrastructure and road work to accommodate the interchange. Any amount remaining after substantial completion of environmental analysis, predesign, design, and engineering work may be applied to the

county's share to acquire right-of-way for, and to construct, furnish, and equip, this interchange and associated infrastructure and road work to accommodate the interchange. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for this project are available until December 31, 2026.

Sec. 9. Laws 2020, Fifth Special Session chapter 3, article 1, section 21, subdivision 7, is amended to read:

Subd. 7. **Alexandria; Runestone Community Center Expansion** 5,600,000

For a grant to the city of Alexandria to design, construct, furnish, and equip an expansion and renovation of the Runestone Community Center in Alexandria. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for the project in this subdivision are available until December 31, 2028.

Sec. 10. Laws 2020, Fifth Special Session chapter 3, article 1, section 21, subdivision 27, is amended to read:

Subd. 27. **Minneapolis; Outdoor Performance Venue** 12,500,000

(a) For a grant to the city of Minneapolis to predesign, design, construct, furnish, and equip a new outdoor music performance venue on the Upper Harbor site along the Mississippi River in North Minneapolis. The venue will accommodate approximately 7,000 to 10,000 people in a combination of temporary seating or standing room. A portion of the venue will be designed to allow it to be enclosed for smaller events on a year-round basis.

(b) The city may operate the outdoor music venue directly or enter into a lease or management agreement with a for-profit or a nonprofit operator, subject to Minnesota Statutes, section 16A.695. The lease or management agreement must provide for a program of free use of the venue that will benefit the adjacent North Minneapolis community and that will be curated and controlled by a North Minneapolis community-based partner.

(c) The city of Minneapolis contract with the developer of the project or the lease or management agreement, or both, must identify community benefits from the

development, construction, management, operation, and maintenance of the venue intended to benefit the adjacent communities, including benefits related to procurement, employment, sustainability, and other commitments from the operator of the venue.

(d) Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for the project in this subdivision are available until December 31, 2025.

Sec. 11. Laws 2020, Fifth Special Session chapter 3, article 1, section 21, subdivision 37, as amended by Laws 2021, First Special Session chapter 9, section 31, is amended to read:

Subd. 37. **St. Joseph; Jacob Wetterling Recreation Center** 4,000,000

For a grant to the city of St. Joseph to predesign, design, construct, furnish, and equip a recreation center adjacent to and connected to the city's new community center. The city may enter into a lease or management agreement for operation of recreation programs, subject to Minnesota Statutes, section 16A.695. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for this project are available until December 31, 2026.

Sec. 12. Laws 2020, Fifth Special Session chapter 3, article 1, section 22, subdivision 17, is amended to read:

Subd. 17. **Lincoln-Pipestone Rural Water System** 5,750,000

For a grant to the Lincoln-Pipestone Rural Water System to predesign ~~and~~, design, and construct water source development in its service area, including new wells, a water softening treatment plant (lime softening plant), and new water distribution pipes.

Sec. 13. Laws 2020, Fifth Special Session chapter 3, article 1, section 25, subdivision 2, is amended to read:

Subd. 2. **Bond Sale Expenses** 1,393,000

From the bond proceeds fund for bond sale expenses under Minnesota Statutes, section 16A.641, subdivision 8. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation

of bond proceeds for this purpose are available until December 31, 2026.

Sec. 14. Laws 2020, Fifth Special Session chapter 3, article 2, section 2, subdivision 3, is amended to read:

Subd. 3. **Project Development** **25,000,000**

From the bond proceeds account in the trunk highway fund for environmental analysis, predesign, design and engineering and right-of-way acquisition for regional and community investment priority projects on the trunk highway system identified in the State Highway Investment Plan to prepare the projects for construction and application for federal grants or other funding opportunities. In consultation with the commissioner of Minnesota Management and Budget, the commissioner of transportation is authorized to use funds from this appropriation on existing bond-eligible trunk highway projects within the State Transportation Improvement Program. Notwithstanding Minnesota Statutes, section 16A.642, the bond sale authorization and appropriation of bond proceeds for the project in this subdivision are available until December 31, 2028.

Sec. 15. Laws 2023, chapter 72, article 1, section 7, subdivision 8, is amended to read:

Subd. 8. **Flood Hazard Mitigation** 40,300,000

(a) For the state share of flood hazard mitigation grants for publicly owned capital improvements to prevent or alleviate flood damage under Minnesota Statutes, section 103F.161. To the extent practical, levee projects shall meet the state standard of three feet above the 100-year flood elevation.

(b) Project priorities shall be determined by the commissioner as appropriate, based on need and consideration of available leveraging of federal, state, and local funds.

(c) Notwithstanding paragraph (b), $3,300,000 of this appropriation is for a grant to the city of Browns Valley for Phase II of the Toelle Coulee project ~~in Traverse County~~ to mitigate flood risks posed to the city ~~of Browns Valley~~, including construction of an East Levee, County State-Aid Highway 2 culvert replacement, and marked Trunk Highway 28 culvert replacement.

(d) Notwithstanding paragraph (b), $5,000,000 of this appropriation is for grants to watershed districts that are members of the Red River Watershed Management Board for flood mitigation projects and is not for projects in the city of Moorhead.

(e) Notwithstanding paragraph (b), $11,000,000 is for a grant to the city of Moorhead to design, construct, and equip flood mitigation infrastructure. This appropriation includes money for Phase 2 of the North Moorhead levee project, the relocation of sanitary lift station #2, and a levee project along First Avenue North.

(f) Notwithstanding paragraph (b), $6,000,000 is from the general fund for a grant to the city of Carver for capital improvements to restore the Carver levee protecting an important historic district in Minnesota from flood waters of the Minnesota River. This levee restoration must meet the requirements for FEMA certification. The project includes predesign, design, engineering, land acquisition, and construction of capital improvements, including raising the height of the Carver levee, constructing internal drainage, establishing maintainable setbacks to adjacent structures, and certification by FEMA.

(g) To the extent practicable and consistent with the project, recipients of appropriations for flood control projects in this subdivision shall create wetlands that are eligible for wetland replacement credit to replace wetlands drained or filled as the result of repair, reconstruction, replacement, or rehabilitation of an existing public road under Minnesota Statutes, section 103G.222, subdivision 1, paragraphs (l) and (m).

(h) To the extent that the cost of a municipal project exceeds two percent of the median household income in the municipality multiplied by the number of households in the municipality, this appropriation is also for the local share of the project.

Sec. 16. Laws 2023, chapter 72, article 1, section 16, subdivision 10, is amended to read:

Subd. 10. **Carver County; CSAH 18** 3,760,000

From the bond proceeds account in the state transportation fund, as provided in Minnesota Statutes, section 174.50, for one or more grants to the cities of

Victoria, Chaska, or Chanhassen or Carver County, or any combination of these entities, for property or permanent easement acquisition, predesign, ~~and~~ design ~~of~~, and construction of improvements to Carver County State-Aid Highway 18, known as West 82nd Street, from Bavaria Road to marked Trunk Highway 41. This project includes cross streets, off-street trails, a bridge over a ravine and trail, and utility relocations, installations, and connections.

Sec. 17. Laws 2023, chapter 72, article 1, section 16, subdivision 14, is amended to read:

Subd. 14. **Plymouth; Chankahda Trail** 6,200,000

From the bond proceeds account in the state transportation fund, as provided in Minnesota Statutes, section 174.50, for a grant to the city of Plymouth for property acquisition ~~and~~, design ~~of~~, and construction of roadway, utility, drainage, pedestrian facilities, and associated appurtenances, on Chankahda Trail, formerly known as Hennepin County Road 47, from Hennepin County State-Aid Highway 101 to Hennepin County State-Aid Highway 61.

Sec. 18. Laws 2023, chapter 72, article 1, section 17, subdivision 2, is amended to read:

Subd. 2. **Inflow and Infiltration Grants** 12,000,000

(a) For grants to cities within the metropolitan area, as defined in Minnesota Statutes, section 473.121, subdivision 2, for capital improvements in municipal wastewater collection systems to reduce the amount of inflow and infiltration to the Metropolitan Council's metropolitan sanitary sewer disposal system. The council must award grants based on applications from cities that identify eligible capital costs and include a timeline for inflow and infiltration mitigation construction, pursuant to guidelines established by the council.

(b) Any unencumbered amount of this appropriation on July 1, 2024, shall be issued as grants through the metropolitan cities inflow and infiltration grants program under Minnesota Statutes, section 473.5491.

Sec. 19. Laws 2023, chapter 72, article 1, section 23, subdivision 10, is amended to read:

Subd. 10. **Clearbrook; Water Infrastructure Improvements** 5,500,000

For a grant to the city of Clearbrook to predesign, design, construct, rehabilitate, and equip capital improvements to the city's water infrastructure. This appropriation includes money for water tower rehabilitation and water treatment facility upgrades.

Sec. 20. Laws 2023, chapter 72, article 1, section 27, subdivision 1, is amended to read:

Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act from the bond proceeds fund, the commissioner of management and budget shall sell and issue bonds of the state in an amount up to ~~$1,298,235,000~~ $1,343,241,000 in the manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the Minnesota Constitution, article XI, sections 4 to 7.

Sec. 21. **EFFECTIVE DATE.**

This article is effective the day following final enactment.

ARTICLE 3

TRUNK HIGHWAY BONDS

Section 1. Laws 2021, First Special Session chapter 5, article 2, section 3, is amended to read:

Sec. 3. **BOND SALE EXPENSES** **$** **413,000**

(a) This appropriation is to the commissioner of management and budget for bond sale expenses under Minnesota Statutes, sections 16A.641, subdivision 8, and 167.50, subdivision 4.

(b) This appropriation is available in the amounts of:

(1) $213,000 in fiscal year 2022;

(2) $100,000 in fiscal year 2024; and

(3) $100,000 in fiscal year 2025.

(c) The appropriation in this section cancels as specified under Minnesota Statutes, section 16A.642, except that the commissioner of management and budget must count the start of authorization for issuance of state bonds as the first day of the fiscal year during which the bonds are available to be issued

as specified under paragraph (b), and not as the date of enactment of this section.

Sec. 2. Laws 2023, chapter 68, article 2, section 3, is amended to read:

Sec. 3. **BOND SALE EXPENSES** **$** **610,000**

(a) This appropriation is to the commissioner of management and budget for bond sale expenses under Minnesota Statutes, sections 16A.641, subdivision 8, and 167.50, subdivision 4.

(b) This appropriation is available in the amounts of:

(1) $330,000 in fiscal year 2024;

(2) $140,000 in fiscal year 2025; and

(3) $140,000 in fiscal year 2026.

(c) The appropriation in this section cancels as specified under Minnesota Statutes, section 16A.642, except that the commissioner of management and budget must count the start of authorization for issuance of state bonds as the first day of the fiscal year during which the bonds are available to be issued as specified under paragraph (b), and not as the date of enactment of this section.

Sec. 3. **EFFECTIVE DATE.**

This article is effective the day following final enactment.

ARTICLE 4

MISCELLANEOUS

Section 1. Minnesota Statutes 2022, section 16A.642, subdivision 1, is amended to read:

Subdivision 1. **Reports.** (a) The commissioner of management and budget shall report to the chairs of the senate Committee on Finance and the house of representatives Committees on Ways and Means and Capital Investment by ~~January~~ February 1 of each year on the following:

(1) all laws authorizing the issuance of state bonds, bonds supported by a state appropriation, or appropriating general fund money for state or local government capital investment projects enacted more than four years before January 1 of that year; the projects authorized to be acquired and constructed for which less than 100 percent of the authorized total cost has been expended, encumbered, or otherwise obligated; the cost of contracts to be let in accordance with existing plans and specifications shall be considered expended for this report; and the amount of general fund money appropriated but not spent or otherwise obligated, and the amount of bonds not issued and bond proceeds held but not previously expended, encumbered, or otherwise obligated for these projects; and

(2) all laws authorizing the issuance of state bonds, bonds supported by a state appropriation, or appropriating general fund money for state or local government capital programs or projects other than those described in clause (1), enacted more than four years before January 1 of that year; and the amount of general fund money appropriated but not spent or otherwise obligated, and the amount of bonds not issued and bond proceeds held but not previously expended, encumbered, or otherwise obligated for these programs and projects.

(b) The commissioner shall also report on general fund appropriations for capital projects, bond authorizations or bond proceed balances that may be canceled because projects have been canceled, completed, or otherwise concluded, or because the purposes for which the money was appropriated or bonds were authorized or issued have been canceled, completed, or otherwise concluded. The general fund appropriations, bond authorizations or bond proceed balances that are unencumbered or otherwise not obligated that are reported by the commissioner under this subdivision are canceled, effective July 1 of the year of the report, unless specifically reauthorized by act of the legislature.

(c) The reports required by this subdivision shall only contain bond authorizations supported by a state appropriation and their associated general fund appropriations for projects authorized or amended after December 31, 2013.

Sec. 2. **EFFECTIVE DATE.**

This article is effective the day following final enactment.

Presented to the governor April 25, 2024