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State of Minnesota  
HOUSE OF REPRESENTATIVES

EIGHTY-SEVENTH SESSION

H. F. No. **2622**

03/01/2012 Authored by Howes, Hausman, Hancock, Ward, Normes and others  
The bill was read for the first time and referred to the Committee on Capital Investment  
03/22/2012 Adoption of Report: Pass as Amended and re-referred to the Committee on Ways and Means

1.1 A bill for an act  
1.2 relating to capital improvements; authorizing spending to acquire and better  
1.3 public land and buildings and for other improvements of a capital nature with  
1.4 certain conditions; establishing programs; authorizing the sale and issuance of  
1.5 state bonds; modifying previous appropriations; authorizing Cook County to  
1.6 form a district for the construction of water facilities and provision of water  
1.7 service; authorizing the commissioner of natural resources to make certain  
1.8 acquisitions of land or interests in land; appropriating money; amending  
1.9 Minnesota Statutes 2010, sections 16B.32, subdivisions 1, 1a; 462A.21, by  
1.10 adding a subdivision; Laws 2006, chapter 258, sections 7, subdivision 23, as  
1.11 amended; 17, subdivision 3; Laws 2008, chapter 179, sections 7, subdivision 27,  
1.12 as amended; 17, subdivision 4; 19, subdivision 4, as amended; 21, subdivision  
1.13 15, as amended; Laws 2009, chapter 93, article 1, section 12, subdivision 2; Laws  
1.14 2010, chapter 189, sections 7, subdivision 12; 18, subdivision 5; 24, subdivision  
1.15 3; Laws 2011, First Special Session chapter 12, sections 3, subdivisions 7, 8; 14,  
1.16 subdivision 2; 19; 22; proposing coding for new law in Minnesota Statutes,  
1.17 chapters 16B; 116J; 462A; repealing Minnesota Rules, part 8895.0700, subpart 1.

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

1.19 Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

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

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

2.3 **SUMMARY**

2.4	<u>University of Minnesota</u>	\$	<u>39,060,000</u>
2.5	<u>Minnesota State Colleges and Universities</u>		<u>56,455,000</u>
2.6	<u>Minnesota State Academies</u>		<u>1,000,000</u>
2.7	<u>Perpich Center for Arts Education</u>		<u>263,000</u>
2.8	<u>Natural Resources</u>		<u>21,409,000</u>
2.9	<u>Pollution Control Agency</u>		<u>1,956,000</u>
2.10	<u>Board of Water and Soil Resources</u>		<u>10,000,000</u>
2.11	<u>Rural Finance Authority</u>		<u>33,000,000</u>
2.12	<u>Zoological Garden</u>		<u>5,000,000</u>
2.13	<u>Administration</u>		<u>8,000,000</u>
2.14	<u>Amateur Sports</u>		<u>375,000</u>
2.15	<u>Military Affairs</u>		<u>2,000,000</u>
2.16	<u>Public Safety</u>		<u>2,000,000</u>
2.17	<u>Transportation</u>		<u>38,500,000</u>
2.18	<u>Metropolitan Council</u>		<u>8,100,000</u>
2.19	<u>Human Services</u>		<u>2,500,000</u>
2.20	<u>Veterans Affairs</u>		<u>3,250,000</u>
2.21	<u>Corrections</u>		<u>14,128,000</u>
2.22	<u>Employment and Economic Development</u>		<u>46,285,000</u>
2.23	<u>Public Facilities Authority</u>		<u>23,600,000</u>
2.24	<u>Housing Finance Agency</u>		<u>5,000,000</u>
2.25	<u>Minnesota Historical Society</u>		<u>3,250,000</u>
2.26	<u>Bond Sale Expenses</u>		<u>298,000</u>
2.27	<b><u>TOTAL</u></b>	<b><u>\$</u></b>	<b><u>325,429,000</u></b>
2.28	<u>Bond Proceeds Fund (General Fund Debt Service)</u>		<u>260,277,000</u>
2.29	<u>Bond Proceeds Fund (User Financed Debt Service)</u>		<u>45,152,000</u>
2.30	<u>State Transportation Fund</u>		<u>20,000,000</u>

2.31 **APPROPRIATIONS**

2.32 **Sec. 2. UNIVERSITY OF MINNESOTA**

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

2.34 To the Board of Regents of the University  
 2.35 of Minnesota for the purposes specified in  
 2.36 this section.

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

3.1 To be spent in accordance with Minnesota  
 3.2 Statutes, section 135A.046.

3.3 **Subd. 3. Itasca Biological Station**

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

3.5 To design, construct, furnish, and equip a new  
 3.6 technology-rich biological laboratory and  
 3.7 classroom facility, and to design, construct,  
 3.8 furnish, and equip the renovation of the  
 3.9 historic Lakeside Lab and to remove obsolete  
 3.10 single-function buildings at the University of  
 3.11 Minnesota facility in Itasca State Park.

3.12 **Subd. 4. University Share**

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

3.20 **Subd. 5. Unspent Appropriations**

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

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

4.3 **Sec. 3. MINNESOTA STATE COLLEGES**  
 4.4 **AND UNIVERSITIES**

4.5 **Subdivision 1. Total Appropriation** **\$ 56,455,000**

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

4.9 **Subd. 2. Higher Education Asset Preservation**  
 4.10 **and Replacement (HEAPR)** **20,000,000**

4.11 For the purposes specified in Minnesota  
 4.12 Statutes, section 135A.046.

4.13 **Subd. 3. Bemidji State University**

4.14 **Business Building Addition, Renovation**  
 4.15 **Design, Demolition** **3,303,000**

4.16 To abate and demolish Maple Hall and  
 4.17 Sanford Hall, and to complete design for the  
 4.18 renovation of Decker Hall, Hobson Hall,  
 4.19 and Memorial Hall into multiuse classrooms  
 4.20 and study spaces, including replacing the  
 4.21 HVAC system and constructing an addition  
 4.22 to Memorial Hall for better accessibility.

4.23 **Subd. 4. Minnesota West Community and**  
 4.24 **Technical College, Worthington**

4.25 **Renovation and Addition** **4,606,000**

4.26 To renovate, furnish, and equip existing  
 4.27 classroom and lab spaces and to design,  
 4.28 construct, furnish, and equip a classroom,  
 4.29 lab, and entryway addition, and replace  
 4.30 HVAC systems.

4.31 **Subd. 5. Northeast Higher Education District -**  
 4.32 **Itasca Community College**

4.33 **Renovation, Addition, and Demolition** **4,549,000**

5.1 To complete the design of and to renovate,  
 5.2 furnish, and equip existing instructional  
 5.3 and student services spaces, to design,  
 5.4 construct, furnish, and equip an addition with  
 5.5 multipurpose classrooms, and to demolish  
 5.6 Donovan Hall.

5.7 **Subd. 6. Northland Community and Technical**  
 5.8 **College**

5.9 **Aviation Maintenance Facility Expansion**  
 5.10 **Design** 300,000

5.11 To design the expansion and renovation of the  
 5.12 aviation maintenance facilities at Northland  
 5.13 Community and Technical College.

5.14 **Subd. 7. Ridgewater College, Willmar**

5.15 **Technical Instruction Lab Renovation** 13,851,000

5.16 To complete the design of and to renovate,  
 5.17 furnish, and equip classroom and student  
 5.18 service spaces, to replace the HVAC  
 5.19 system, to construct, furnish, and equip an  
 5.20 updated campus entry, and to demolish the  
 5.21 Administration Building.

5.22 **Subd. 8. Rochester Community and Technical**  
 5.23 **College**

5.24 **Renovation and Addition for Workforce**  
 5.25 **Center Colocation** 3,146,000

5.26 To complete the design of and to renovate,  
 5.27 furnish, and equip existing Heintz Center  
 5.28 space and to design, construct, furnish, and  
 5.29 equip an addition to the Heintz Center for the  
 5.30 offices and shared spaces and services of the  
 5.31 Minnesota Workforce Center - Rochester,  
 5.32 and to replace the HVAC system.

5.33 **Subd. 9. Saint Paul College**

5.34 **Health and Science Alliance Center** 1,500,000

6.1 To complete the design for an addition for  
 6.2 the college's health and science programs,  
 6.3 including the elimination of crowding in  
 6.4 existing labs and the demolition of obsolete  
 6.5 space.

6.6 **Subd. 10. Science, Technology, Engineering,**  
 6.7 **and Math Initiatives**

5,200,000

6.8 To design, renovate, furnish, and equip  
 6.9 science, technology, and math laboratories  
 6.10 and classrooms at campuses statewide.  
 6.11 Campuses may use internal and nonstate  
 6.12 funds to increase the size of the projects. This  
 6.13 appropriation may be used at the following  
 6.14 campuses: Bemidji State University; Century  
 6.15 College; Inver Hills Community College;  
 6.16 Minnesota State Community and Technical  
 6.17 College, Moorhead; Minnesota State  
 6.18 University, Moorhead; Northeast Higher  
 6.19 Education District, Hibbing Community  
 6.20 College, Itasca Community College, and  
 6.21 Mesabi Range Community and Technical  
 6.22 College; and Pine Technical College.

6.23 **Subd. 11. Debt Service**

6.24 (a) The Board of Trustees shall pay the  
 6.25 debt service on one-third of the principal  
 6.26 amount of state bonds sold to finance  
 6.27 projects authorized by this section, except  
 6.28 for higher education asset preservation  
 6.29 and replacement, and except that, where a  
 6.30 nonstate match is required, the debt service is  
 6.31 due on a principal amount equal to one-third  
 6.32 of the total project cost, less the match  
 6.33 committed before the bonds are sold. After  
 6.34 each sale of general obligation bonds, the  
 6.35 commissioner of management and budget

7.1 shall notify the board of the amounts assessed  
7.2 for each year for the life of the bonds.

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

7.26 **Subd. 12. Unspent Appropriations**

7.27 (a) Upon substantial completion of a  
7.28 project authorized in this section and after  
7.29 written notice to the commissioner of  
7.30 management and budget, the board must use  
7.31 any money remaining in the appropriation  
7.32 for that project for Higher Education Asset  
7.33 Preservation and Replacement (HEAPR)  
7.34 under Minnesota Statutes, section 135A.046.  
7.35 The board must report by February 1 of each

8.1 even-numbered year to the chairs of the house  
 8.2 of representatives and senate committees  
 8.3 with jurisdiction over capital investments and  
 8.4 higher education finance, and to the chairs  
 8.5 of the house of representatives Ways and  
 8.6 Means Committee and the senate Finance  
 8.7 Committee, on how the remaining money  
 8.8 has been allocated or spent.

8.9 (b) The unspent portion of an appropriation  
 8.10 for a project in this section that is complete  
 8.11 is available for Higher Education Asset  
 8.12 Preservation and Replacement (HEAPR)  
 8.13 under this subdivision at the same campus  
 8.14 as the project for which the original  
 8.15 appropriation was made, and the debt  
 8.16 service requirement under subdivision 9 is  
 8.17 reduced accordingly. Minnesota Statutes,  
 8.18 section 16A.642, applies from the date of the  
 8.19 original appropriation to the unspent amount  
 8.20 transferred.

8.21 **Sec. 4. MINNESOTA STATE ACADEMIES** **\$ 1,000,000**

8.22 To the commissioner of administration for  
 8.23 asset preservation on both campuses of the  
 8.24 academies, to be spent in accordance with  
 8.25 Minnesota Statutes, section 16B.307.

8.26 **Sec. 5. PERPICH CENTER FOR ARTS**  
 8.27 **EDUCATION**

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

8.29 To the commissioner of administration for  
 8.30 the purposes specified in this section.

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

8.32 To complete design of and repair the loading  
 8.33 dock and dock steps.



9.1	<u>Subd. 3. <b>Road Repair</b></u>	<u>99,000</u>
9.2	<u>To complete design and repair roadway.</u>	
9.3	<u>Subd. 4. <b>Storm Drainage</b></u>	<u>100,000</u>
9.4	<u>To complete design of and install storm</u>	
9.5	<u>drainage on the northwest corner of campus.</u>	
9.6	<u>Sec. 6. <b>NATURAL RESOURCES</b></u>	
9.7	<u>Subdivision 1. <b>Total Appropriation</b></u>	<u>\$ 21,409,000</u>
9.8	<u>To the commissioner of natural resources</u>	
9.9	<u>for the purposes specified in this section.</u>	
9.10	<u>The appropriations in this section are</u>	
9.11	<u>subject to the requirements of the natural</u>	
9.12	<u>resources capital improvement program</u>	
9.13	<u>under Minnesota Statutes, section 86A.12,</u>	
9.14	<u>unless this section or the statutes referred</u>	
9.15	<u>to in this section provide more specific</u>	
9.16	<u>standards, criteria, or priorities for projects</u>	
9.17	<u>than Minnesota Statutes, section 86A.12.</u>	
9.18	<u>Subd. 2. <b>Natural Resources Asset Preservation</b></u>	<u>3,000,000</u>
9.19	<u>For the renovation of state-owned facilities</u>	
9.20	<u>and recreational assets operated by the</u>	
9.21	<u>commissioner of natural resources, to be</u>	
9.22	<u>spent in accordance with Minnesota Statutes,</u>	
9.23	<u>section 84.946. The commissioner may</u>	
9.24	<u>use this appropriation to replace buildings</u>	
9.25	<u>if that is the most effective and the most</u>	
9.26	<u>energy-efficient and carbon-reducing method</u>	
9.27	<u>of renovation.</u>	
9.28	<u>Subd. 3. <b>Flood Hazard Mitigation Grants</b></u>	<u>4,409,000</u>
9.29	<u>For the state share of flood hazard</u>	
9.30	<u>mitigation grants for publicly owned capital</u>	
9.31	<u>improvements to prevent or alleviate flood</u>	
9.32	<u>damage under Minnesota Statutes, section</u>	
9.33	<u>103F.161. Levee projects, to the extent</u>	

10.1 practical, shall meet the state standard of  
10.2 three feet above the 100-year flood elevation.  
10.3 The commissioner shall determine project  
10.4 priorities as appropriate, based on need.  
10.5 Of this appropriation, \$300,000 is for a  
10.6 grant to Douglas County for construction  
10.7 of a drainage outlet for Lake Oscar. This  
10.8 appropriation is not available until the  
10.9 commissioner has determined that at least  
10.10 \$10,000 has been secured for this project  
10.11 from nonstate sources.  
10.12 Of this appropriation, \$4,109,000 is  
10.13 for a grant to the Red River Watershed  
10.14 Management Board for the following  
10.15 projects: Springbrook in the Two  
10.16 Rivers Watershed District; Roseau Water  
10.17 Management Area and Hay Creek/Norland  
10.18 in the Roseau River Watershed District;  
10.19 Brandt/Angus in the Middle Snake Tamarac  
10.20 Watershed District; Shelly, Felton, and Upper  
10.21 Becker in the Wild Rice Watershed District;  
10.22 and Climax, Nielsville, and Bear Park in the  
10.23 Sandhill Watershed District.  
10.24 For any project listed in this subdivision  
10.25 that the commissioner determines is not  
10.26 ready to proceed or does not expend all the  
10.27 money allocated to it, the commissioner may  
10.28 allocate that project's money to a project on  
10.29 the commissioner's priority list.  
10.30 To the extent that the cost of a project  
10.31 exceeds two percent of the median household  
10.32 income in the municipality multiplied by the  
10.33 number of households in the municipality,  
10.34 this appropriation is also for the local share  
10.35 of the project.

11.1	<u>Subd. 4. <b>Dam Repair, Reconstruction, and</b></u>	
11.2	<u><b>Removal</b></u>	<u>3,000,000</u>
11.3	<u>To renovate or remove publicly owned dams.</u>	
11.4	<u>The commissioner shall determine project</u>	
11.5	<u>priorities as appropriate under Minnesota</u>	
11.6	<u>Statutes, sections 103G.511 and 103G.515.</u>	
11.7	<u>Subd. 5. <b>Roads and Bridges</b></u>	<u>3,000,000</u>
11.8	<u>For the design, reconstruction, resurfacing,</u>	
11.9	<u>replacement, and construction of</u>	
11.10	<u>DNR-maintained roads, culverts, and</u>	
11.11	<u>bridges.</u>	
11.12	<u>Subd. 6. <b>State Forest Land Reforestation</b></u>	<u>1,000,000</u>
11.13	<u>To increase reforestation activities to meet</u>	
11.14	<u>the reforestation requirements of Minnesota</u>	
11.15	<u>Statutes, section 89.002, subdivision 2,</u>	
11.16	<u>including planting, seeding, site preparation;</u>	
11.17	<u>and for timber stand improvement.</u>	
11.18	<u>Subd. 7. <b>State Parks and Trails Renewal and</b></u>	
11.19	<u><b>Development</b></u>	<u>7,000,000</u>
11.20	<u>For renewal, modification, replacement, or</u>	
11.21	<u>development of buildings and recreational</u>	
11.22	<u>infrastructure in state parks, state recreation</u>	
11.23	<u>areas, state trails, small craft harbors and</u>	
11.24	<u>marinas, fishing pier sites, and state forests.</u>	
11.25	<u>Subd. 8. <b>Unspent Appropriations</b></u>	
11.26	<u>The unspent portion of an appropriation,</u>	
11.27	<u>but not to exceed ten percent of the</u>	
11.28	<u>appropriation, for a project in this section</u>	
11.29	<u>that is complete, other than an appropriation</u>	
11.30	<u>for flood hazard mitigation, upon written</u>	
11.31	<u>notice to the commissioner of management</u>	
11.32	<u>and budget, is available for asset preservation</u>	
11.33	<u>under Minnesota Statutes, section 84.946.</u>	
11.34	<u>Minnesota Statutes, section 16A.642, applies</u>	

12.1 from the date of the original appropriation  
 12.2 to the unspent amount transferred for asset  
 12.3 preservation.

12.4 **Sec. 7. POLLUTION CONTROL AGENCY** **\$ 1,956,000**

12.5 **Capital Assistance Grant, Becker County**

12.6 To the Pollution Control Agency for a  
 12.7 solid waste capital assistance grant under  
 12.8 Minnesota Statutes, section 115A.54, to  
 12.9 Becker County to design and construct a  
 12.10 waste transfer facility and a material recovery  
 12.11 facility. This amount includes 75 percent  
 12.12 of the cost of the transfer station and 50  
 12.13 percent of the cost of a material recovery  
 12.14 facility. This grant is not available until the  
 12.15 agency determines that an amount sufficient  
 12.16 to complete the project is committed from  
 12.17 nonstate sources.

12.18 **Sec. 8. BOARD OF WATER AND SOIL**  
 12.19 **RESOURCES**

12.20 **Subdivision 1. Total Appropriation** **\$ 10,000,000**

12.21 To the Board of Water and Soil Resources  
 12.22 for the purposes specified in this section.

12.23 **Subd. 2. RIM Conservation Reserve** **8,000,000**

12.24 (a) To acquire conservation easements from  
 12.25 landowners to preserve, restore, create,  
 12.26 and enhance wetlands; restore and enhance  
 12.27 rivers and streams, riparian lands, and  
 12.28 associated uplands in order to protect soil  
 12.29 and water quality; support fish and wildlife  
 12.30 habitat; reduce flood damage; and provide  
 12.31 other public benefits. The provisions of  
 12.32 Minnesota Statutes, section 103F.515, apply  
 12.33 to this appropriation, except that the board

13.1 may establish alternative payment rates for  
 13.2 easements and practices to establish restored  
 13.3 native prairies, as defined in Minnesota  
 13.4 Statutes, section 84.02, subdivision 5, and  
 13.5 to protect uplands. Of this appropriation, up  
 13.6 to ten percent may be used to implement the  
 13.7 program.

13.8 (b) The board is authorized to enter into  
 13.9 new agreements and amend past agreements  
 13.10 with landowners as required by Minnesota  
 13.11 Statutes, section 103F.515, subdivision 5, to  
 13.12 allow for restoration, including overseeding  
 13.13 and harvesting of native prairie vegetation for  
 13.14 use for energy production in a manner that  
 13.15 does not devalue the natural habitat, water  
 13.16 quality benefits, or carbon sequestration  
 13.17 functions of the area enrolled in the easement.

13.18 This shall occur after seed production and  
 13.19 minimize impacts on wildlife. Of this  
 13.20 appropriation, up to five percent may be used  
 13.21 for restoration, including overseeding.

13.22 **Subd. 3. Wetland Replacement Due to Public**  
 13.23 **Road Projects**

2,000,000

13.24 To acquire land for wetland restoration or  
 13.25 preservation to replace wetlands drained  
 13.26 or filled as a result of the repair or  
 13.27 reconstruction, replacement, or rehabilitation  
 13.28 of existing public roads as required by  
 13.29 Minnesota Statutes, section 103G.222,  
 13.30 subdivision 1, paragraphs (l) and (m). The  
 13.31 provisions of Minnesota Statutes, section  
 13.32 103F.515, apply to this appropriation, except  
 13.33 that the board may establish alternative  
 13.34 payment rates for easements and practices  
 13.35 to establish restored native prairies, as  
 13.36 defined in Minnesota Statutes, section

14.1 84.02, subdivision 5, and to protect uplands.  
 14.2 The purchase price paid for acquisition  
 14.3 of land, fee, or perpetual easement must  
 14.4 be the fair market value as determined  
 14.5 by the board. The board may enter into  
 14.6 agreements with the federal government,  
 14.7 other state agencies, political subdivisions,  
 14.8 and nonprofit organizations or fee owners to  
 14.9 acquire land and restore and create wetlands  
 14.10 and to acquire existing wetland banking  
 14.11 credits. Acquisition of or the conveyance  
 14.12 of land may be in the name of the political  
 14.13 subdivision.

14.14 **Sec. 9. RURAL FINANCE AUTHORITY \$ 33,000,000**

14.15 For the purposes set forth in the Minnesota  
 14.16 Constitution, article XI, section 5, paragraph  
 14.17 (h), to the Rural Finance Authority to  
 14.18 purchase participation interests in or to  
 14.19 make direct agricultural loans to farmers  
 14.20 under Minnesota Statutes, chapter 41B.  
 14.21 This appropriation is for the beginning  
 14.22 farmer program under Minnesota Statutes,  
 14.23 section 41B.039; the loan restructuring  
 14.24 program under Minnesota Statutes, section  
 14.25 41B.04; the seller-sponsored program under  
 14.26 Minnesota Statutes, section 41B.042; the  
 14.27 agricultural improvement loan program  
 14.28 under Minnesota Statutes, section 41B.043;  
 14.29 and the livestock expansion loan program  
 14.30 under Minnesota Statutes, section 41B.045.  
 14.31 All debt service on bond proceeds used to  
 14.32 finance this appropriation must be repaid  
 14.33 by the Rural Finance Authority under  
 14.34 Minnesota Statutes, section 16A.643. Loan  
 14.35 participations must be priced to provide full

15.1 interest and principal coverage and a reserve  
 15.2 for potential losses. Priority for loans must  
 15.3 be given first to basic beginning farmer loans,  
 15.4 second to seller-sponsored loans, and third to  
 15.5 agricultural improvement loans.

15.6 Sec. 10. **MINNESOTA ZOOLOGICAL**  
 15.7 **GARDEN** **\$** **5,000,000**

15.8 To the Minnesota Zoological Garden for  
 15.9 capital asset preservation and betterments to  
 15.10 infrastructure and exhibits at the Minnesota  
 15.11 Zoo to be spent in accordance with Minnesota  
 15.12 Statutes, section 16B.307.

15.13 Sec. 11. **ADMINISTRATION**  
 15.14 **Subdivision 1. Total Appropriation** **\$** **8,000,000**

15.15 To the commissioner of administration for  
 15.16 the purposes specified in this section.

15.17 **Subd. 2. Asset Preservation** **3,000,000**

15.18 For asset preservation studies and projects  
 15.19 on properties managed by the commissioner.  
 15.20 This appropriation must be spent in  
 15.21 accordance with Minnesota Statutes, section  
 15.22 16B.307. This appropriation includes  
 15.23 money to renovate or replace the house of  
 15.24 representatives TV control room heating,  
 15.25 ventilating, and air conditioning system in  
 15.26 the Capitol building.

15.27 **Subd. 3. Hennepin County, Washburn Center**  
 15.28 **for Children** **5,000,000**

15.29 For a grant to Hennepin County to acquire  
 15.30 and prepare a site for and to predesign,  
 15.31 design, construct, furnish, and equip a new  
 15.32 Washburn Center for Children that will be  
 15.33 used to provide mental health services to  
 15.34 children. The county is authorized to take

16.1 actions and enter into agreements needed  
 16.2 to perform the functions set forth in this  
 16.3 section, and the agreements may include  
 16.4 provisions and conditions that the county  
 16.5 negotiates. The county may enter into a  
 16.6 lease or management contract for the new  
 16.7 center with a nonprofit entity. The lease or  
 16.8 management contract must comply with the  
 16.9 requirements of Minnesota Statutes, section  
 16.10 16A.695. This appropriation is not available  
 16.11 until the commissioner has determined that  
 16.12 at least an equal amount has been committed  
 16.13 or expended from nonstate resources.

16.14 Sec. 12. **AMATEUR SPORTS** **\$ 375,000**

16.15 To the Minnesota Amateur Sports  
 16.16 Commission to replace HVAC heating and  
 16.17 cooling units in the Indoor Sports Hall at the  
 16.18 National Sports Center in Blaine.

16.19 Sec. 13. **MILITARY AFFAIRS** **\$ 2,000,000**

16.20 To the adjutant general for asset preservation  
 16.21 improvements and betterments of a capital  
 16.22 nature at military affairs facilities statewide,  
 16.23 to be spent in accordance with Minnesota  
 16.24 Statutes, section 16B.307.

16.25 Sec. 14. **PUBLIC SAFETY** **\$ 2,000,000**

16.26 **State Emergency Operations Center**  
 16.27 To the commissioner of administration to  
 16.28 complete site preparation and design for the  
 16.29 State Emergency Operations Center in Arden  
 16.30 Hills.

16.31 Sec. 15. **TRANSPORTATION**  
 16.32 **Subdivision 1. Total Appropriation** **\$ 38,500,000**



17.1 This appropriation is to the commissioner of  
 17.2 transportation for the purposes specified in  
 17.3 this section.

17.4 **Subd. 2. Local Bridge Replacement and**  
 17.5 **Rehabilitation**

20,000,000

17.6 This appropriation is from the bond proceeds  
 17.7 account in the state transportation fund  
 17.8 to match federal money and to replace  
 17.9 or rehabilitate local deficient bridges as  
 17.10 provided in Minnesota Statutes, section  
 17.11 174.50. To the extent practicable, the  
 17.12 commissioner shall expend the funds as  
 17.13 provided under Minnesota Statutes, section  
 17.14 174.50, subdivisions 6c and 7, paragraph (c).

17.15 Political subdivisions may use grants made  
 17.16 under this subdivision to construct or  
 17.17 reconstruct bridges, including but not limited  
 17.18 to:

17.19 (1) matching federal aid grants to construct  
 17.20 or reconstruct key bridges;

17.21 (2) paying the costs of preliminary  
 17.22 engineering and environmental studies  
 17.23 authorized under Minnesota Statutes, section  
 17.24 174.50, subdivision 6a;

17.25 (3) paying the costs to abandon an existing  
 17.26 bridge that is deficient and in need of  
 17.27 replacement, but where no replacement will  
 17.28 be made; and

17.29 (4) paying the costs to construct a road  
 17.30 or street to facilitate the abandonment  
 17.31 of an existing bridge determined by  
 17.32 the commissioner to be deficient, if the  
 17.33 commissioner determines that construction  
 17.34 of the road or street is more economical than  
 17.35 replacement of the existing bridge.

18.1	<b><u>Subd. 3. Local Road Improvements</u></b>	<b><u>10,000,000</u></b>
18.2	<u>Approximately one-half of the appropriation</u>	
18.3	<u>is for construction and reconstruction of local</u>	
18.4	<u>roads with statewide or regional significance</u>	
18.5	<u>under Minnesota Statutes, section 174.52,</u>	
18.6	<u>subdivision 4, and one-half is for grants to</u>	
18.7	<u>counties to assist in paying the costs of rural</u>	
18.8	<u>road safety capital improvement projects on</u>	
18.9	<u>county state-aid highways under Minnesota</u>	
18.10	<u>Statutes, section 174.52, subdivision 4a.</u>	
18.11	<u>This appropriation is from the bond proceeds</u>	
18.12	<u>account in the state transportation fund as</u>	
18.13	<u>provided in Minnesota Statutes, section</u>	
18.14	<u>174.50.</u>	
18.15	<b><u>Subd. 4. Railroad Warning Devices</u></b>	
18.16	<b><u>Replacement</u></b>	<b><u>2,500,000</u></b>
18.17	<u>To design, construct, and equip the</u>	
18.18	<u>replacement of active highway rail grade</u>	
18.19	<u>crossing warning safety devices that have</u>	
18.20	<u>reached the end of their useful life.</u>	
18.21	<b><u>Subd. 5. Rail Service Improvement Program</u></b>	<b><u>1,000,000</u></b>
18.22	<u>For the rail service improvement program</u>	
18.23	<u>to be spent for the purposes set forth</u>	
18.24	<u>in Minnesota Statutes, section 222.50,</u>	
18.25	<u>subdivision 7.</u>	
18.26	<b><u>Subd. 6. Port Development Assistance</u></b>	<b><u>1,000,000</u></b>
18.27	<u>For grants under Minnesota Statutes, chapter</u>	
18.28	<u>457A. Any improvements made with the</u>	
18.29	<u>proceeds of these grants must be publicly</u>	
18.30	<u>owned.</u>	
18.31	<b><u>Subd. 7. I-35W Storm Tunnel, Minneapolis</u></b>	<b><u>4,000,000</u></b>
18.32	<u>For a grant to the city of Minneapolis</u>	
18.33	<u>to design and construct capital asset</u>	

19.1 preservation improvements and betterments  
 19.2 to the marked Interstate Highway 35W north  
 19.3 and south storm tunnel systems to provide  
 19.4 drainage for the interstate right-of-way as  
 19.5 well as portions of southwest and northeast  
 19.6 Minneapolis which drain into the tunnel.

19.7 Sec. 16. **METROPOLITAN COUNCIL**

19.8 **Subdivision 1. Total Appropriation** **\$ 8,100,000**

19.9 To the Metropolitan Council for the purposes  
 19.10 specified in this section.

19.11 **Subd. 2. Metropolitan Regional Parks Capital**  
 19.12 **Improvements** **5,000,000**

19.13 For the cost of improvements and betterments  
 19.14 of a capital nature and acquisition by the  
 19.15 council and local government units of  
 19.16 regional recreational open-space lands in  
 19.17 accordance with the council's policy plan  
 19.18 as provided in Minnesota Statutes, section  
 19.19 473.147. This appropriation must not be  
 19.20 used to purchase easements.

19.21 **Subd. 3. Minneapolis Park and Recreation**  
 19.22 **Board - Phillips Community Center Pool**  
 19.23 **Renovation** **2,100,000**

19.24 For a grant to the Minneapolis Park and  
 19.25 Recreation Board to predesign, design,  
 19.26 engineer, reconstruct, renovate, furnish,  
 19.27 and equip the Phillips Community Center  
 19.28 indoor competitive swimming pool and to  
 19.29 predesign, design, engineer, and construct  
 19.30 an additional indoor multipurpose family  
 19.31 pool and facilities associated with an aquatic  
 19.32 center in the community center, subject to  
 19.33 Minnesota Statutes, section 16A.695.

19.34 **Subd. 4. Gateway (I-94 East) Corridor** **1,000,000**

20.1 For a grant to the Washington County  
 20.2 Regional Railroad Authority to perform  
 20.3 environmental studies and preliminary  
 20.4 engineering work for the Gateway (I-94  
 20.5 East) Corridor.

20.6 Sec. 17. **HUMAN SERVICES** **\$ 2,500,000**

20.7 To the commissioner of administration  
 20.8 for asset preservation improvements and  
 20.9 betterments of a capital nature at Department  
 20.10 of Human Services facilities statewide, to be  
 20.11 spent in accordance with Minnesota Statutes,  
 20.12 section 16B.307.

20.13 Sec. 18. **VETERANS AFFAIRS**

20.14 **Subdivision 1. Total Appropriation** **\$ 3,250,000**

20.15 To the commissioner of administration  
 20.16 for the purposes specified in this section.  
 20.17 The commissioner must allocate money  
 20.18 appropriated in this section so as to maximize  
 20.19 the use of all available federal funding.

20.20 **Subd. 2. Asset Preservation** **3,000,000**

20.21 For asset preservation improvements and  
 20.22 betterments of a capital nature at veterans  
 20.23 homes and cemeteries statewide, to be spent  
 20.24 in accordance with Minnesota Statutes,  
 20.25 section 16B.307.

20.26 **Subd. 3. Northern Minnesota Veterans Home** **250,000**

20.27 For predesign of a 90-bed geriatric nursing  
 20.28 facility for veterans on the campus of the  
 20.29 North County Regional Hospital in the city  
 20.30 of Bemidji. This facility shall be known as  
 20.31 the "Northern Minnesota Veterans Home."

20.32 Sec. 19. **CORRECTIONS**

21.1	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$ 14,128,000</u></b>
21.2	<u>To the commissioner of administration,</u>	
21.3	<u>or other named person, for the purposes</u>	
21.4	<u>specified in this section.</u>	
21.5	<b><u>Subd. 2. Asset Preservation</u></b>	<b><u>10,000,000</u></b>
21.6	<u>For improvements and betterments of a</u>	
21.7	<u>capital nature at Minnesota correctional</u>	
21.8	<u>facilities statewide, in accordance with</u>	
21.9	<u>Minnesota Statutes, section 16B.307.</u>	
21.10	<b><u>Subd. 3. Minnesota Correctional Facility -</u></b>	
21.11	<b><u>Stillwater</u></b>	<b><u>3,391,000</u></b>
21.12	<b><u>Well and Water Treatment Facility</u></b>	
21.13	<u>To complete design; cap an old well; install</u>	
21.14	<u>a new well; replace piping between wells,</u>	
21.15	<u>water tower, and facility intake; replace water</u>	
21.16	<u>treatment equipment; and design, construct,</u>	
21.17	<u>furnish, and equip a new building to house</u>	
21.18	<u>water treatment equipment.</u>	
21.19	<b><u>Subd. 4. Northeast Regional Correctional</u></b>	
21.20	<b><u>Center (NERCC)</u></b>	<b><u>737,000</u></b>
21.21	<u>For a grant to the Arrowhead Regional</u>	
21.22	<u>Corrections Joint Powers Board for asset</u>	
21.23	<u>preservation improvements and betterments</u>	
21.24	<u>of a capital nature at the Northeast Regional</u>	
21.25	<u>Correctional Center (NERCC).</u>	
21.26	<b><u>Subd. 5. Unspent Appropriations</u></b>	
21.27	<u>The unspent portion of an appropriation for</u>	
21.28	<u>a project in this section that is complete,</u>	
21.29	<u>upon written notice to the commissioner of</u>	
21.30	<u>management and budget, is available for</u>	
21.31	<u>asset preservation under Minnesota Statutes,</u>	
21.32	<u>section 16B.307, at the same correctional</u>	
21.33	<u>facility as the project for which the original</u>	
21.34	<u>appropriation was made. Minnesota Statutes,</u>	

22.1 section 16A.642, applies from the date of the  
 22.2 original appropriation to the unspent amount  
 22.3 transferred.

22.4 **Sec. 20. EMPLOYMENT AND ECONOMIC**  
 22.5 **DEVELOPMENT**

22.6 **Subdivision 1. Total Appropriation** **\$ 46,285,000**

22.7 To the commissioner of employment and  
 22.8 economic development for the purposes  
 22.9 specified in this section.

22.10 **Subd. 2. Greater Minnesota Business**  
 22.11 **Development Public Infrastructure Grant**  
 22.12 **Program** **5,000,000**

22.13 For grants under Minnesota Statutes, section  
 22.14 116J.431.

22.15 **Subd. 3. Redevelopment Account** **5,000,000**

22.16 For purposes of the redevelopment account  
 22.17 under Minnesota Statutes, sections 116J.571  
 22.18 to 116J.575.

22.19 **Subd. 4. Transportation Economic**  
 22.20 **Development Program** **5,000,000**

22.21 For grants under Minnesota Statutes, section  
 22.22 116J.436.

22.23 **Subd. 5. Austin - Research and Technology**  
 22.24 **Center** **9,000,000**

22.25 For a grant to the city of Austin to design  
 22.26 and construct a new building addition to  
 22.27 the Hormel Institute, including research  
 22.28 labs, research technology space, and support  
 22.29 offices. This appropriation is not available  
 22.30 until the commissioner has determined that  
 22.31 at least an equal amount has been committed  
 22.32 to the project from nonstate sources.

22.33 **Subd. 6. Bemidji - Lakeland Public Television**  
 22.34 **Media Center** **3,000,000**

23.1 For a grant to the city of Bemidji to construct,  
 23.2 furnish, and equip a regional public  
 23.3 television station in the city of Bemidji.  
 23.4 This appropriation is not available until the  
 23.5 commissioner determines that at least a 25  
 23.6 percent match has been committed to the  
 23.7 project from nonstate sources.

23.8 **Subd. 7. Itasca County - Regional Fire Station** 1,200,000

23.9 For a grant to Itasca County to acquire land  
 23.10 along Trunk Highway 169 in Itasca County  
 23.11 for a new consolidated regional fire station  
 23.12 serving the cities of Calumet and Marble  
 23.13 and Greenway Township, and to predesign,  
 23.14 design, construct, furnish, and equip the  
 23.15 new facility. The county may convey any  
 23.16 property acquired with the appropriation to a  
 23.17 public regional fire protection entity created  
 23.18 by the communities to be served by the new  
 23.19 fire station.

23.20 **Subd. 8. Maplewood - Harriet Tubman Center**  
 23.21 **East** 2,000,000

23.22 For a grant to the city of Maplewood to  
 23.23 purchase, renovate, and make health, safety,  
 23.24 and security improvements to the former St.  
 23.25 Paul's Monastery to provide housing and  
 23.26 various support programs for individuals  
 23.27 and families in crisis. This appropriation  
 23.28 is not available until the commissioner has  
 23.29 determined that at least an equal amount has  
 23.30 been committed to the project from nonstate  
 23.31 sources.

23.32 **Subd. 9. Pine Technical College**  
 23.33 **Entrepreneurship and Technology Business**  
 23.34 **Incubator** 250,000

- 24.1 For a grant to the Board of Trustees of the  
 24.2 Minnesota State Colleges and Universities  
 24.3 to design, construct, furnish, and equip an  
 24.4 entrepreneurship and technology business  
 24.5 incubator at Pine Technical College. This  
 24.6 appropriation is not available until the board  
 24.7 determines that an equal match has been  
 24.8 committed from nonstate sources, including  
 24.9 a grant from the United States Economic  
 24.10 Development Administration.
- 24.11 **Subd. 10. Saint Cloud Civic Center** 1,000,000
- 24.12 For a grant to the city of St. Cloud to  
 24.13 predesign and design an expansion of the  
 24.14 St. Cloud Civic Center, including a parking  
 24.15 facility and pedestrian skyway connection.  
 24.16 This appropriation is not available until the  
 24.17 commissioner of management and budget  
 24.18 determines that at least an equal amount has  
 24.19 been committed to the project from nonstate  
 24.20 sources. Amounts expended by the city of St.  
 24.21 Cloud for project costs since July 1, 2010,  
 24.22 shall count toward the matching requirement.
- 24.23 **Subd. 11. Saint Paul, Beacon Bluff Business**  
 24.24 **and Jobs Site Infrastructure Development** 350,000
- 24.25 For a grant to the Saint Paul Port Authority  
 24.26 for preliminary design and engineering of  
 24.27 improvements and betterments of a capital  
 24.28 nature, including utilities, all within the  
 24.29 Beacon Bluff Business Center along Phalen  
 24.30 Boulevard in Saint Paul.
- 24.31 **Subd. 12. Saint Paul, Minnesota Children's**  
 24.32 **Museum** 12,000,000
- 24.33 For a grant to the city of Saint Paul to  
 24.34 design, construct, furnish, and equip an  
 24.35 expansion and renovation of the Minnesota



25.1 Children's Museum, subject to Minnesota  
 25.2 Statutes, section 16A.695. The expansion  
 25.3 and exhibit upgrades should incorporate the  
 25.4 latest research on early learning, allow for  
 25.5 new state-of-the art education facilities for  
 25.6 Minnesota's early childhood educators, and  
 25.7 increase the capacity of visitors to galleries  
 25.8 and programming areas. This appropriation  
 25.9 is not available until the commissioner has  
 25.10 determined that at least an equal amount has  
 25.11 been committed from nonstate sources.

25.12 Subd. 13. **Saint Paul, Regional Ballpark** 2,000,000

25.13 For a grant to the city of Saint Paul  
 25.14 for demolition and site preparation,  
 25.15 environmental work, and to predesign and  
 25.16 design a regional ballpark on the Gillette  
 25.17 site in lowertown in the city of Saint Paul.  
 25.18 This appropriation is not available until the  
 25.19 commissioner has determined that at least  
 25.20 an equal amount has been committed to the  
 25.21 project from nonstate sources.

25.22 The city may employ or contract with  
 25.23 persons, firms, or corporations to perform  
 25.24 one or more or all of the functions of  
 25.25 architect, engineer, or construction manager  
 25.26 with respect to all or any part of the regional  
 25.27 ballpark and related public infrastructure.

25.28 The city may deliver the project through  
 25.29 either a design-build or construction manager  
 25.30 at-risk method. Alternatively, at the request  
 25.31 of a minor league baseball team, and with the  
 25.32 consent of the city, the city may authorize  
 25.33 the team to provide for the design and  
 25.34 construction for the ballpark and related  
 25.35 public infrastructure, subject to the terms of

26.1 this subdivision. To the extent practicable  
 26.2 and at the discretion of the city, the city may  
 26.3 have such rights and exercise such powers,  
 26.4 with respect to the acquisition, construction,  
 26.5 use, and operation of the regional ballpark,  
 26.6 as are granted to the Minnesota Ballpark  
 26.7 Authority under Minnesota Statutes, section  
 26.8 473.756. No consent or approval of another  
 26.9 political subdivision is required for the  
 26.10 effectiveness or the exercise by the city of  
 26.11 such rights or powers.

26.12 **Subd. 14. Stewartville - Fire Station Expansion** **485,000**

26.13 For a grant to the city of Stewartville to  
 26.14 complete design work and engineering, and  
 26.15 to construct, furnish, and equip an expansion  
 26.16 and renovation of the city fire station. This  
 26.17 appropriation is not available until at least  
 26.18 an equal amount is committed to the project  
 26.19 from nonstate sources.

26.20 **Sec. 21. PUBLIC FACILITIES AUTHORITY**

26.21 **Subdivision 1. Total Appropriation** **\$ 23,600,000**

26.22 To the Public Facilities Authority for the  
 26.23 purposes specified in this section.

26.24 **Subd. 2. Wastewater Infrastructure Funding**  
 26.25 **Program** **20,000,000**

26.26 For grants to eligible municipalities under the  
 26.27 wastewater infrastructure funding program  
 26.28 under Minnesota Statutes, section 446A.072.

26.29 \$5,000,000 is for a grant to the Central Iron  
 26.30 Range Sanitary Sewer District to supplement  
 26.31 previous wastewater infrastructure funding  
 26.32 grants to design, construct, furnish, and equip  
 26.33 new wastewater treatment facilities, lift  
 26.34 stations, and force mains. This grant is not

27.1 subject to the limitations on the availability  
 27.2 or amount of the grant in Minnesota Statutes,  
 27.3 section 446A.072.

27.4 **Subd. 3. Lutsen Lake Superior Water Project** **3,600,000**

27.5 For a grant to the Lake Superior-Poplar River  
 27.6 Water District to acquire property interests,  
 27.7 engineer, design, permit, and construct works  
 27.8 and systems to transport and treat water  
 27.9 from Lake Superior through the Poplar River  
 27.10 Valley to serve domestic and irrigation water  
 27.11 users and commercial, stock watering, and  
 27.12 industrial users. This appropriation is not  
 27.13 available until the authority has determined  
 27.14 that at least \$1,200,000 in nonstate match has  
 27.15 been committed to the project. Expenditures  
 27.16 made on or after October 1, 2011, shall count  
 27.17 towards the nonstate match.

27.18 **Sec. 22. HOUSING FINANCE AGENCY** **\$ 5,000,000**

27.19 To the Housing Finance Agency to finance  
 27.20 the rehabilitation of public housing under  
 27.21 Minnesota Statutes, section 462A.202,  
 27.22 subdivision 3a. For purposes of this  
 27.23 section, "public housing" means housing for  
 27.24 low-income persons and households financed  
 27.25 by the federal government and owned and  
 27.26 operated by public housing authorities and  
 27.27 agencies formed by cities and counties.  
 27.28 Eligible public housing authorities must  
 27.29 have a public housing assessment system  
 27.30 rating of standard or above. Priority must be  
 27.31 given to proposals that maximize federal or  
 27.32 local resources to finance the capital costs.  
 27.33 The priority in Minnesota Statutes, section  
 27.34 462A.202, subdivision 3a, for projects to  
 27.35 increase the supply of affordable housing and

28.1 the restrictions of Minnesota Statutes, section  
 28.2 462A.202, subdivision 7, do not apply to this  
 28.3 appropriation.

28.4 **Sec. 23. MINNESOTA HISTORICAL**  
 28.5 **SOCIETY**

28.6 **Subdivision 1. Total Appropriation** **\$ 3,250,000**

28.7 To the Minnesota Historical Society for the  
 28.8 purposes specified in this section.

28.9 **Subd. 2. Asset Preservation** **2,000,000**

28.10 For capital improvements and betterments  
 28.11 at state historic sites, buildings, landscaping  
 28.12 at historic buildings, exhibits, markers, and  
 28.13 monuments, to be spent in accordance with  
 28.14 Minnesota Statutes, section 16B.307. The  
 28.15 society shall determine project priorities as  
 28.16 appropriate based on need.

28.17 **Subd. 3. Oliver Kelley Farm Historic Site**  
 28.18 **Revitalization Design** **500,000**

28.19 To complete design of the renovation of the  
 28.20 Oliver H. Kelley Historic Site, including the  
 28.21 site's visitor center and other essential visitor  
 28.22 services and site operations facilities.

28.23 **Subd. 4. County and Local Preservation**  
 28.24 **Grants** **750,000**

28.25 To be allocated to county and local  
 28.26 jurisdictions as matching money for historic  
 28.27 preservation projects of a capital nature,  
 28.28 as provided in Minnesota Statutes, section  
 28.29 138.0525.

28.30 **Sec. 24. BOND SALE EXPENSES** **\$ 281,000**

28.31 To the commissioner of management  
 28.32 and budget for bond sale expenses under

29.1 Minnesota Statutes, section 16A.641,  
29.2 subdivision 8.

29.3 Sec. 25. **BOND SALE AUTHORIZATION.**

29.4 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act  
29.5 from the bond proceeds fund, the commissioner of management and budget shall sell and  
29.6 issue bonds of the state in an amount up to \$305,429,000 in the manner, upon the terms,  
29.7 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and  
29.8 by the Minnesota Constitution, article XI, sections 4 to 7.

29.9 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from  
29.10 the state transportation fund, the commissioner of management and budget shall sell and  
29.11 issue bonds of the state in an amount up to \$20,000,000 in the manner, upon the terms, and  
29.12 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by  
29.13 the Minnesota Constitution, article XI, sections 4 to 7. The proceeds of the bonds, except  
29.14 accrued interest and any premium received on the sale of the bonds, must be credited to  
29.15 a bond proceeds account in the state transportation fund.

29.16 Sec. 26. Minnesota Statutes 2010, section 16B.32, subdivision 1, is amended to read:

29.17 Subdivision 1. **Alternative energy sources.** Plans prepared by the commissioner  
29.18 for a new building or for a renovation of 50 percent or more of an existing building or its  
29.19 energy systems must include designs which use ~~active and passive solar energy systems,~~  
29.20 earth sheltered construction, and other alternative energy sources where feasible.

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

29.22 Sec. 27. Minnesota Statutes 2010, section 16B.32, subdivision 1a, is amended to read:

29.23 Subd. 1a. **Onsite energy generation from renewable sources.** A state agency that  
29.24 prepares a predesign for a new building must consider meeting at least two percent of the  
29.25 energy needs of the building from ~~renewable sources~~ wind energy located on the building  
29.26 site. ~~For purposes of this subdivision, "renewable sources" are limited to wind and the~~  
29.27 ~~sun.~~ The predesign must include an explicit cost and price analysis of complying with the  
29.28 two-percent requirement compared with the present and future costs of energy supplied by  
29.29 a public utility from a location away from the building site and the present and future costs  
29.30 of controlling carbon emissions. If the analysis concludes that the building should not  
29.31 meet at least two percent of its energy needs from ~~renewable sources~~ wind energy located  
29.32 on the building site, the analysis must provide explicit reasons why not. The building may

30.1 not receive further state appropriations for design or construction unless at least two  
30.2 percent of its energy needs are designed to be met from ~~renewable sources~~ wind energy,  
30.3 unless the commissioner finds that the reasons given by the agency for not meeting the  
30.4 two-percent requirement were supported by evidence in the record.

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

30.6 Sec. 28. **[16B.323] SOLAR ENERGY IN STATE BUILDINGS.**

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

30.9 (b) "Made in Minnesota" means the manufacture in this state of:

30.10 (i) components of a solar thermal system certified by the Solar Rating and  
30.11 Certification Corporation; or

30.12 (ii) solar photovoltaic modules that:

30.13 (1) are manufactured at a manufacturing facility that is registered and authorized  
30.14 to manufacture those solar photovoltaic modules by Underwriters Laboratory, CSA  
30.15 International, Intertek, or an equivalent independent testing agency;

30.16 (2) bear certification marks from Underwriters Laboratory, CSA International,  
30.17 Intertek, or an equivalent independent testing agency; and

30.18 (3) meet the requirements of section 116C.7791, subdivision 3, paragraph (a),  
30.19 clauses (1), (5), and (6).

30.20 For the purposes of clause (ii), "manufactured" has the meaning given in section  
30.21 116C.7791, subdivision 1, paragraph (b), clauses (1) and (2).

30.22 (c) "Major renovation" means a substantial addition to an existing building, or  
30.23 a substantial change to the interior configuration or the energy system of an existing  
30.24 building.

30.25 (d) "Solar energy system" means solar photovoltaic modules alone or installed in  
30.26 conjunction with a solar thermal system.

30.27 (e) "Solar photovoltaic module" has the meaning given in section 116C.7791,  
30.28 subdivision 1, paragraph (e).

30.29 (f) "Solar thermal system" has the meaning given "qualifying solar thermal project"  
30.30 in section 216B.2411, subdivision 2, paragraph (e).

30.31 (g) "State building" means a building whose construction or renovation is paid  
30.32 wholly or in part by the state, from any source of funds.

30.33 Subd. 2. **Percent of appropriation for solar energy.** (a) Any appropriation  
30.34 made for the construction or major renovation of a state building, except as provided in  
30.35 paragraph (c), must include an amount equal to five percent of the appropriation for the

31.1 purchase and installation of "Made in Minnesota" solar energy systems on or adjacent to  
31.2 the state building.

31.3 (b) An appropriation made under this section may not be used to purchase and install:

31.4 (i) solar photovoltaic modules on a single building that, in aggregate, exceed a  
31.5 capacity of 40 kilowatts; or

31.6 (ii) a solar thermal system that does not operate conjointly with photovoltaic modules  
31.7 on the same building. Purchase and installation of a solar thermal system may account for  
31.8 no more than 25 percent of the total appropriation for a building made under this section.

31.9 (c) The commissioner may exempt a major renovation of a state building from the  
31.10 requirements of this section if the commissioner finds that the structural soundness or  
31.11 other physical condition of the state building to be renovated makes the installation of a  
31.12 solar energy system infeasible.

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

31.14 Sec. 29. **[116J.436] TRANSPORTATION ECONOMIC DEVELOPMENT**  
31.15 **INFRASTRUCTURE PROGRAM.**

31.16 Subdivision 1. **Grant program established; purpose.** The transportation economic  
31.17 development infrastructure program is created to foster interagency coordination between  
31.18 the Departments of Transportation and Employment and Economic Development to  
31.19 finance infrastructure to create economic development opportunities, jobs, and improve all  
31.20 types of transportation systems statewide.

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

31.25 Subd. 3. **Trunk highway projects.** Money in the program shall not be used on  
31.26 trunk highway improvements, but can be used for needed infrastructure improvements  
31.27 and nontrunk highway improvements in coordination with trunk highway improvement  
31.28 projects undertaken by the Department of Transportation.

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

32.1 Sec. 30. Minnesota Statutes 2010, section 462A.21, is amended by adding a  
32.2 subdivision to read:

32.3 Subd. 33. **Housing infrastructure bonds account.** The agency may establish a  
32.4 housing infrastructure bond account as a separate account within the housing development  
32.5 fund. Proceeds of housing infrastructure bonds and payments made by the state under  
32.6 section 462A.37 may be credited to the account. The agency may transfer the proceeds of  
32.7 housing infrastructure bonds to other accounts within the housing development fund that it  
32.8 determines appropriate to accomplish the purposes for which the bonds are authorized  
32.9 under section 462A.37.

32.10 Sec. 31. **[462A.37] HOUSING INFRASTRUCTURE BONDS;**  
32.11 **AUTHORIZATION; STANDING APPROPRIATION.**

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

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

32.15 (c) "Community land trust" means an entity that meets the requirements of section  
32.16 462A.31, subdivisions 1 and 2.

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

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

32.23 (f) "Housing infrastructure bonds" means bonds issued by the agency under chapter  
32.24 462A that are qualified 501(c)(3) bonds, within the meaning of Section 145(a) of the  
32.25 Internal Revenue Code, or are tax-exempt bonds that are not private activity bonds, within  
32.26 the meaning of Section 141(a) of the Internal Revenue Code, for the purpose of financing  
32.27 or refinancing affordable housing authorized under this chapter.

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

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

32.32 Subd. 2. **Authorization.** (a) The agency may issue up to \$10,000,000 in aggregate  
32.33 principal amount of housing infrastructure bonds in one or more series to which the  
32.34 payment made under this section may be pledged. The housing infrastructure bonds



33.1 authorized in this subdivision may be issued to fund loans, on terms and conditions the  
33.2 agency deems appropriate, made for one or more of the following purposes:

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

33.5 (2) to finance the costs of the acquisition and rehabilitation of foreclosed or  
33.6 abandoned housing to be used for affordable rental housing and the costs of new  
33.7 construction of rental housing on abandoned or foreclosed property where the existing  
33.8 structures will be demolished or removed;

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

33.12 (4) to finance the costs of acquisition and rehabilitation of federally assisted rental  
33.13 housing and for the refinancing of costs of the construction, acquisition, and rehabilitation  
33.14 of federally assisted rental housing, including providing funds to refund, in whole or in  
33.15 part, outstanding bonds previously issued by the agency or another governmental unit to  
33.16 finance or refinance such costs.

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

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

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

33.29 (b) Each July 15, beginning in 2013 and through 2035, if any housing infrastructure  
33.30 bonds issued under subdivision 2 remain outstanding, the commissioner of management  
33.31 and budget must transfer to the affordable housing bond account established under  
33.32 section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed  
33.33 \$1,850,000 annually. The amounts necessary to make the transfers are appropriated from  
33.34 the general fund to the commissioner of management and budget.

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

34.1 Sec. 32. Laws 2006, chapter 258, section 7, subdivision 23, as amended by Laws 2010,  
 34.2 chapter 399, section 2, is amended to read:

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

34.4 For matching grants under Minnesota  
 34.5 Statutes, section 85.019, subdivision 4c.

34.6 \$500,000 is for a grant to Carlton County  
 34.7 to predesign, design, and construct a  
 34.8 nonmotorized pedestrian trail connection  
 34.9 to the Willard Munger State Trail from the  
 34.10 city of Carlton through the city of Scanlon  
 34.11 continuing to the city of Cloquet, along the  
 34.12 St. Louis River in Carlton County.

34.13 \$260,000 is to provide the state match for the  
 34.14 cost of the Soo Line Multiuse Recreational  
 34.15 Bridge project over marked Trunk Highway  
 34.16 169 in Mille Lacs County.

34.17 \$175,000 is for a grant to the city of Bowlus  
 34.18 in Morrison County to design, construct,  
 34.19 furnish, and equip a trailhead center at the  
 34.20 head of the Soo Line Recreational Trail.

34.21 \$125,000 is for a grant to Morrison  
 34.22 County to predesign, design, construct,  
 34.23 furnish, and equip a park-and-ride lot and  
 34.24 restroom building adjacent to the Soo Line  
 34.25 Recreational Trail at U.S. Highway 10.

34.26 \$950,000 is for a grant to the St. Louis  
 34.27 and Lake Counties Regional Railroad  
 34.28 Authority for land acquisition, engineering,  
 34.29 construction, furnishing, and equipping of  
 34.30 a ~~19-mile "Boundary Waters Connection"~~  
 34.31 ~~of the Mesabi Trail from Bearhead State~~  
 34.32 ~~Park to the International Wolf Center in~~  
 34.33 ~~Ely. This appropriation is contingent upon~~  
 34.34 ~~a matching contribution of \$950,000 from~~

35.1 ~~other sources, public or private.~~ segment of  
 35.2 the Mesabi Trail from County Road 697 in  
 35.3 Breitung Township east through Vermilion  
 35.4 State Park. Notwithstanding Minnesota  
 35.5 Statutes, section 85.019, no local match shall  
 35.6 be required for this grant. Notwithstanding  
 35.7 Minnesota Statutes, section 16A.642, the  
 35.8 bond authorization and appropriation of bond  
 35.9 proceeds for this project are available until  
 35.10 June 30, 2014.

35.11 Sec. 33. Laws 2006, chapter 258, section 17, subdivision 3, is amended to read:

35.12 Subd. 3. **Cedar Avenue Bus Rapid Transit**  
 35.13 **(BRT)** 5,000,000

35.14 To the Metropolitan Council or for a  
 35.15 grant to Dakota County for environmental  
 35.16 studies, preliminary engineering, bus  
 35.17 lane improvements, and transit station  
 35.18 construction and improvements in the Cedar  
 35.19 Avenue Bus Rapid Transit Corridor.

35.20 This appropriation may not be spent for  
 35.21 capital improvements within a trunk highway  
 35.22 right-of-way.

35.23 Sec. 34. Laws 2008, chapter 179, section 7, subdivision 27, as amended by Laws 2010,  
 35.24 chapter 189, section 56, and Laws 2010, chapter 399, section 4, is amended to read:

35.25 Subd. 27. **State Trail Acquisition,**  
 35.26 **Rehabilitation, and Development** 15,320,000

35.27 To acquire land for and to construct and  
 35.28 renovate state trails under Minnesota  
 35.29 Statutes, section 85.015.

35.30 \$970,000 is for the Chester Woods Trail  
 35.31 from Rochester to Dover. Notwithstanding  
 35.32 Minnesota Statutes, section 16A.642, the  
 35.33 bond authorization and appropriation of bond

- 36.1 proceeds for this project are available until  
36.2 June 30, 2016.
- 36.3 \$700,000 is for the Casey Jones Trail.
- 36.4 \$750,000 is for the Gateway Trail, to replace  
36.5 an at-grade crossing of the Gateway Trail  
36.6 at Highway 120 with a grade-separated  
36.7 crossing.
- 36.8 \$1,600,000 is for the Gitchi-Gami Trail  
36.9 between Silver Bay and Tettegouche State  
36.10 Park.
- 36.11 \$1,500,000 is for the Great River Ridge Trail  
36.12 from Plainview to Elgin to Eyota.
- 36.13 \$1,500,000 is for the Heartland Trail.
- 36.14 \$500,000 is for the Mill Towns Trail from  
36.15 Lake Byllesby Park to Cannon Falls.
- 36.16 \$150,000 is for the Mill Towns Trail within  
36.17 the city of Faribault.
- 36.18 \$1,500,000 is for the Minnesota River  
36.19 Trail from Appleton to Milan and to  
36.20 the Marsh Lake Dam. Notwithstanding  
36.21 Minnesota Statutes, section 16A.642, the  
36.22 bond authorization and appropriation of bond  
36.23 proceeds for this project are available until  
36.24 December 30, 2014.
- 36.25 \$2,000,000 is for the Paul Bunyan Trail from  
36.26 Walker to Guthrie.
- 36.27 \$250,000 is for the Root River Trail from  
36.28 Preston to Forestville State Park.
- 36.29 \$100,000 is for the Root River Trail, the  
36.30 eastern extension.
- 36.31 \$250,000 is for the Root River Trail, the  
36.32 eastern extension Wagon Wheel.

37.1 \$550,000 is to connect the Stagecoach Trail  
37.2 with the Douglas Trail in Olmsted County.

37.3 \$3,000,000 is to rehabilitate state trails.

37.4 For any project listed in this subdivision that  
37.5 the commissioner determines is not ready to  
37.6 proceed, the commissioner may allocate that  
37.7 project's money to another state trail project  
37.8 in this subdivision. The chairs of the house  
37.9 and senate committees with jurisdiction  
37.10 over environment and natural resources  
37.11 and legislators from the affected legislative  
37.12 districts must be notified of any changes.

37.13 Sec. 35. Laws 2008, chapter 179, section 17, subdivision 4, is amended to read:

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

37.15 To the Metropolitan Council or to the  
37.16 Council to grant to Dakota County, the  
37.17 Dakota County Regional Railroad Authority,  
37.18 or the Minnesota Valley Transit Authority to  
37.19 acquire land, or an interest in land, and to for  
37.20 design, environmental studies, preliminary  
37.21 engineering, bus lane improvements, layover  
37.22 and maintenance facilities, and transit station  
37.23 construction and improvements in the Cedar  
37.24 Avenue Bus Rapid Transit corridor in Dakota  
37.25 County. This appropriation may not be spent  
37.26 for capital improvements within a trunk  
37.27 highway right-of-way. This appropriation  
37.28 is added to the appropriation in Laws 2006,  
37.29 chapter 258, section 17, subdivision 3.

37.30 Sec. 36. Laws 2008, chapter 179, section 19, subdivision 4, as amended by Laws 2011,  
37.31 First Special Session chapter 12, section 34, is amended to read:

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

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

38.2 To predesign, design, and construct  
 38.3 improvements to heating, ventilation, air  
 38.4 conditioning, and lighting systems and  
 38.5 associated areas serving the south wing of  
 38.6 Building 17. Any unspent funds from this  
 38.7 appropriation may be used for the purposes  
 38.8 provided under Laws 2010, chapter 189,  
 38.9 section 19, subdivision 4, as amended by  
 38.10 Laws 2010, chapter 399, section 8, and  
 38.11 Laws 2011, First Special Session chapter 12,  
 38.12 section 46.

38.13 Sec. 37. Laws 2008, chapter 179, section 21, subdivision 15, as amended by Laws  
 38.14 2008, chapter 365, section 22, and Laws 2008, chapter 370, section 6, is amended to read:

38.15 Subd. 15. **St. Cloud State University - National**  
 38.16 **Hockey Center; HEAPR** 6,500,000

38.17 To the Board of Trustees of the Minnesota  
 38.18 State Colleges and Universities to predesign,  
 38.19 design, construct, furnish, and equip the  
 38.20 renovation of and addition to the National  
 38.21 Hockey Center or for higher education asset  
 38.22 preservation and replacement (HEAPR)  
 38.23 pursuant to Minnesota Statutes, section  
 38.24 135A.046, at St. Cloud State University or  
 38.25 systemwide. The board may use university  
 38.26 and nonstate money for the remainder of  
 38.27 the cost of the construction of the National  
 38.28 Hockey Center project. Notwithstanding  
 38.29 Minnesota Statutes, section 16A.642, the  
 38.30 bond authorization and appropriation of bond  
 38.31 proceeds in this subdivision are available  
 38.32 until June 30, 2016.

38.33 Sec. 38. Laws 2009, chapter 93, article 1, section 12, subdivision 2, is amended to read:

39.1 **Subd. 2. Transit Capital Improvement**  
 39.2 **Program** 21,000,000

39.3 (a) To the Metropolitan Council. \$8,500,000  
 39.4 is for the state's share of costs for the Central  
 39.5 Corridor light rail line for one or more of the  
 39.6 following activities: preliminary engineering,  
 39.7 final design, property acquisition, including  
 39.8 improvements and betterments of a capital  
 39.9 nature, relocation of utilities owned by public  
 39.10 entities, and construction.

39.11 (b) Any remaining money from this  
 39.12 appropriation is to implement one or more of  
 39.13 the following capital improvements, which  
 39.14 are not listed in a ranked order of priority.

39.15 The council shall determine project priorities  
 39.16 after consultation with the Counties Transit  
 39.17 Improvement Board, and other stakeholders,  
 39.18 as appropriate. The council shall seek  
 39.19 geographic balance in the allotment of this  
 39.20 appropriation where possible and maximize  
 39.21 the use of all available federal money from  
 39.22 the American Recovery and Reinvestment  
 39.23 Act of 2009, Public Law 111-5, and any  
 39.24 other available federal money.

39.25 (1) Bottineau Boulevard Transit Way

39.26 For a grant to the Hennepin County Regional  
 39.27 Railroad Authority for environmental work  
 39.28 for Bottineau Transit Way corridor from the  
 39.29 Hiawatha light rail and Northstar intermodal  
 39.30 transit station in downtown Minneapolis to  
 39.31 the vicinity of the Target development in  
 39.32 northern Brooklyn Park or the Arbor Lakes  
 39.33 retail area in Maple Grove.

39.34 (2) Cedar Avenue Bus Rapid Transit

40.1 To the Metropolitan Council or to the  
40.2 Council for a grant to Dakota County, the  
40.3 Dakota County Regional ~~Rail~~ Railroad  
40.4 Authority, or the Minnesota Valley Transit  
40.5 Authority to acquire real property ~~and~~  
40.6 ~~construct~~, for preliminary engineering, and to  
40.7 design and construct transit stations, layover  
40.8 and maintenance facilities, and roadway  
40.9 improvements for shoulder running bus lanes  
40.10 on County State-Aid Highway 23 in Apple  
40.11 Valley and Lakeville for the Cedar Avenue  
40.12 Bus Rapid Transit Way (BRT) in Dakota  
40.13 County.

40.14 (3) I-94 Corridor Transit Way

40.15 (i) For a grant to Washington County  
40.16 Regional Rail Authority for environmental  
40.17 work and preliminary engineering of  
40.18 transportation and transit improvements,  
40.19 including busways, park-and-rides, or rail  
40.20 transit, in the marked Interstate Highway 94  
40.21 corridor.

40.22 (ii) To acquire property and construct  
40.23 transportation and transit improvements,  
40.24 including busways, park-and-rides, or rail  
40.25 transit, in the marked Interstate Highway 94  
40.26 corridor.

40.27 (4) Red Rock Corridor Transit Way

40.28 To design, construct, and furnish  
40.29 park-and-ride lots for the Red Rock  
40.30 Corridor Transit Way between Hastings and  
40.31 Minneapolis via St. Paul, and any extension  
40.32 between Hastings and Red Wing.

40.33 (5) Riverview Corridor Transit Way



41.1 For a grant to the Ramsey County Regional  
41.2 Railroad Authority for environmental work  
41.3 and preliminary engineering for bus rapid  
41.4 transit in the Riverview corridor between the  
41.5 east side of St. Paul and the Minneapolis-St.  
41.6 Paul International Airport and the Mall of  
41.7 America.

41.8 (6) Robert Street Corridor Transit Way

41.9 To design and construct new passenger  
41.10 shelters and a bus layover facility, including  
41.11 rest rooms, break areas, and a passenger  
41.12 shelter, in the Robert Street Corridor Transit  
41.13 Way along or parallel to U.S. Highway  
41.14 52 and Robert Street from within the city  
41.15 of St. Paul to Dakota County Road 42 in  
41.16 Rosemount.

41.17 (7) Rush Line Corridor Transit Way

41.18 For a grant to the Ramsey County Regional  
41.19 Railroad Authority to acquire land for,  
41.20 design, and construct park-and-ride or  
41.21 park-and-pool lots located along the Rush  
41.22 Line Corridor along I-35E/I-35 and Highway  
41.23 61 from the Union Depot in downtown St.  
41.24 Paul to Hinckley.

41.25 (8) Southwest Corridor Transit Way

41.26 To prepare an environmental impact  
41.27 statement (EIS) and for preliminary  
41.28 engineering for the Southwest Transit Way  
41.29 Corridor, from the Hiawatha light rail in  
41.30 downtown Minneapolis to the vicinity of the  
41.31 Southwest Station transit hub in Eden Prairie.  
41.32 The Metropolitan Council may grant a  
41.33 portion of this appropriation to the Hennepin

42.1 County Regional Railroad Authority for the  
 42.2 EIS work.  
 42.3 (9) Union Depot  
 42.4 For a grant to the Ramsey County Regional  
 42.5 Railroad Authority to acquire land and  
 42.6 structures, to renovate structures, and  
 42.7 for design, engineering, and construction  
 42.8 to revitalize Union Depot for use as a  
 42.9 multimodal transit center in St. Paul. The  
 42.10 center must be designed so that it facilitates a  
 42.11 potential future connection of high-speed rail  
 42.12 to Minneapolis.

42.13 (c) Of this amount, \$313,000 is for  
 42.14 preliminary engineering and final design for  
 42.15 betterments in the State Capitol area related  
 42.16 to the Central Corridor light rail transit  
 42.17 project. This money is not included in the  
 42.18 Central Corridor light rail transit project  
 42.19 budget.

42.20 Sec. 39. Laws 2010, chapter 189, section 7, subdivision 12, is amended to read:

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

42.22 For Department of Natural Resources  
 42.23 expenditures on state lands, if recommended  
 42.24 by an adjacent or coterminous unit of local  
 42.25 government, and for grants to cities, counties,  
 42.26 townships, and park and recreation boards  
 42.27 in cities of the first class for the planting of  
 42.28 publicly owned shade trees on public land  
 42.29 to provide environmental benefits; replace  
 42.30 trees lost to forest pests, disease or storm; or  
 42.31 to establish a more diverse community forest  
 42.32 better able to withstand disease and forest  
 42.33 pests. The commissioner must give priority  
 42.34 to grant requests to remove and replace

43.1 trees with active infestations of emerald ash  
 43.2 borer. For purposes of this appropriation,  
 43.3 "shade tree" means a woody perennial grown  
 43.4 primarily for aesthetic or environmental  
 43.5 purposes with minimal to residual timber  
 43.6 value and no intent to harvest the tree for its  
 43.7 wood. Any tree planted with funding under  
 43.8 this subdivision must be a species native to  
 43.9 Minnesota.

43.10 Sec. 40. Laws 2010, chapter 189, section 18, subdivision 5, is amended to read:

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

43.13 To complete design for and to construct,  
 43.14 furnish, and equip phase 2 of the Minnesota  
 43.15 sex offender treatment program at Moose  
 43.16 Lake. Upon substantial completion  
 43.17 of this project, the unspent portion of  
 43.18 this appropriation is available for asset  
 43.19 preservation projects for the Moose Lake  
 43.20 campus of the Minnesota sex offender  
 43.21 program, including design and construction  
 43.22 of a replacement water tower, abatement  
 43.23 of hazardous materials, and the demolition  
 43.24 of the existing water tower serving the  
 43.25 Moose Lake sex offender program and the  
 43.26 Department of Corrections Moose Lake  
 43.27 facility. The water tower project must  
 43.28 be cost-shared with the Department of  
 43.29 Corrections.

43.30 Sec. 41. Laws 2010, chapter 189, section 24, subdivision 3, is amended to read:

43.31 **Subd. 3. County and Local Preservation**  
 43.32 **Grants** 1,000,000

43.33 To be allocated to county and local  
 43.34 jurisdictions as matching money for historic

44.1 preservation projects of a capital nature,  
 44.2 as provided in Minnesota Statutes, section  
 44.3 138.0525.

44.4 ~~\$150,000 is for a grant to the city of South St.~~  
 44.5 ~~Paul to renovate the historically significant~~  
 44.6 ~~1941 Navy Hangar at 310 Airport Road at~~  
 44.7 ~~Fleming Field in the city to meet life safety~~  
 44.8 ~~and building code requirements, subject to~~  
 44.9 ~~Minnesota Statutes, section 16A.695. No~~  
 44.10 ~~local match is required for this grant.~~

44.11 Sec. 42. Laws 2011, First Special Session chapter 12, section 3, subdivision 7, is  
 44.12 amended to read:

44.13 Subd. 7. **Normandale Community College**  
 44.14 **Academic Partnership Center and Student**  
 44.15 **Services**

21,984,000

44.16 To design, construct, furnish, and equip a  
 44.17 new building for classrooms and offices ~~and~~  
 44.18 ~~to design, construct, furnish, and equip the~~  
 44.19 ~~renovation of the Student Services Building.~~

44.20 Sec. 43. Laws 2011, First Special Session chapter 12, section 3, subdivision 8, is  
 44.21 amended to read:

44.22 Subd. 8. **NHED Mesabi Range Community**  
 44.23 **and Technical College, Virginia**

44.24 **Iron Range Engineering Program Facilities**

3,000,000

44.25 To predesign, design, construct, furnish,  
 44.26 and equip an addition to and renovation of  
 44.27 existing space for the Iron Range engineering  
 44.28 program, including laboratory spaces, other  
 44.29 learning spaces, and improvements to the  
 44.30 entrance, ~~and to acquire a privately owned~~  
 44.31 ~~housing facility on the campus.~~

45.1 Sec. 44. Laws 2011, First Special Session chapter 12, section 14, subdivision 2,  
 45.2 is amended to read:

45.3 **Subd. 2. Transit Capital Improvement**  
 45.4 **Program** 20,000,000

45.5 To the Metropolitan Council or for the  
 45.6 Council to grant to Anoka County Regional  
 45.7 Railroad Authority, Dakota County, Dakota  
 45.8 County Regional Railroad Authority,  
 45.9 Hennepin County, Hennepin County  
 45.10 Regional Railroad Authority, Minnesota  
 45.11 Valley Transit Authority, Ramsey County  
 45.12 Regional Railroad Authority, or Washington  
 45.13 County Regional Railroad Authority to  
 45.14 perform environmental studies, preliminary  
 45.15 engineering, acquire property or an interest  
 45.16 in property, design or construct transitway  
 45.17 facilities and infrastructure, including  
 45.18 roadways, for the following transitway  
 45.19 projects: Northstar Ramsey station,  
 45.20 Gateway (I-94 East) corridor, Minneapolis  
 45.21 Interchange facility, Red Rock corridor,  
 45.22 Newport park-and-ride and station, Rush  
 45.23 Line corridor, Robert Street corridor, 35W  
 45.24 South Bus Rapid Transit, and Cedar Avenue  
 45.25 Bus Rapid Transit.

45.26 Sec. 45. Laws 2011, First Special Session chapter 12, section 19, is amended to read:

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

45.29 To the Public Facilities Authority for  
 45.30 grants to eligible municipalities under the  
 45.31 wastewater infrastructure funding program  
 45.32 under Minnesota Statutes, section 446A.072.

45.33 Notwithstanding the criteria and requirements  
 45.34 of Minnesota Statutes, section 446A.072,

46.1 up to \$1,000,000 of this appropriation is for  
 46.2 a grant to the city of Albert Lea to design,  
 46.3 construct, and equip water and sewer utilities  
 46.4 in the area of Broadway Avenue and Main  
 46.5 Street. This project may include demolition  
 46.6 of deteriorating concrete curbs, gutters,  
 46.7 sidewalks, and streets above the utilities,  
 46.8 and the construction costs to replace and  
 46.9 rehabilitate the infrastructure.

46.10 Sec. 46. Laws 2011, First Special Session chapter 12, section 22, is amended to read:

46.11 Sec. 22. **BOND SALE SCHEDULE.**

46.12 The commissioner of management and budget shall schedule the sale of state  
 46.13 general obligation bonds so that, during the biennium ending June 30, 2013, no more than  
 46.14 ~~\$1,200,858,000~~ \$1,088,452,000 will need to be transferred ~~from the general fund~~ to the  
 46.15 state bond fund to pay principal and interest due and to become due on outstanding state  
 46.16 general obligation bonds. Of the amount transferred, \$452,708,000 is from the general  
 46.17 fund and \$635,744,000 is from the tobacco settlement bond proceeds fund. During  
 46.18 the biennium, before each sale of state general obligation bonds, the commissioner of  
 46.19 management and budget shall calculate the amount of debt service payments needed on  
 46.20 bonds previously issued and shall estimate the amount of debt service payments that will  
 46.21 be needed on the bonds scheduled to be sold. The commissioner shall adjust the amount  
 46.22 of bonds scheduled to be sold so as to remain within the limit set by this section. The  
 46.23 amount needed to make the debt service payments is appropriated from the general fund  
 46.24 as provided in Minnesota Statutes, section 16A.641.

46.25 Sec. 47. **LAKE SUPERIOR-POPLAR RIVER WATER DISTRICT.**

46.26 Subdivision 1. Establishment. The Lake Superior-Poplar River Water District is  
 46.27 created as a municipal corporation, having the powers provided under Minnesota Statutes,  
 46.28 chapters 110A; 429, notwithstanding any provision of chapter 110A to the contrary; and  
 46.29 444. Notwithstanding any law to the contrary, the district shall not have the power to issue  
 46.30 general obligation bonds. Minnesota Statutes, sections 110A.04, 110A.07, and 110A.09 to  
 46.31 110A.18, shall not apply to the district or to the board created by this act.

46.32 Subd. 2. Definitions. For purposes of applying Minnesota Statutes, chapter 110A,  
 46.33 to this act, "works" and "systems" shall include irrigation purposes, "court" is deemed to

47.1 refer to the board of county commissioners; and "secretary of state" is deemed to refer to  
47.2 the county auditor.

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

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

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

47.25 (b) The district's establishment shall take effect upon the Cook County Board of  
47.26 Commissioners' appointment of the initial directors. The initial directors shall meet for  
47.27 the purposes of organization within 30 days of their appointment. Thereafter, except  
47.28 as otherwise provided in this subdivision, directors shall be elected in accordance with  
47.29 Minnesota Statutes, section 110A.24, from election divisions comprised of domestic water  
47.30 users; irrigation water users, and commercial, stock watering, and industrial users. Each  
47.31 use classification shall be entitled to elect one director, plus one additional director if its  
47.32 expected water usage for the following fiscal year exceeds ten percent of total water  
47.33 usage. Each water user within each use classification shall be entitled to cast one vote for  
47.34 each one percent of expected water usage for the following fiscal year. A homeowner's  
47.35 association shall vote on behalf of its members if duly authorized by appropriate action by  
47.36 the association's members. Prior to each election, the board of directors shall determine

48.1 the use classifications entitled to vote, the expected water use percentage of each user and  
48.2 of use classification for the following fiscal year, and the number of directors each such  
48.3 use classification is entitled to elect. The elections shall be conducted and supervised by  
48.4 the board of directors and ratified by the Cook County Board of Commissioners.

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

48.8 Sec. 48. **ACQUISITIONS FOR CANISTEO PROJECT.**

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

48.14 Sec. 49. **REPEALER.**

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

48.16 Sec. 50. **EFFECTIVE DATE.**

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



APPENDIX

Repealed Minnesota Rule: H2622-1

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