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#### State of Minnesota

### HOUSE OF REPRESENTATIVES

EIGHTY-NINTH SESSION

н. г. №. 2269

04/24/2015 Authored by Torkelson

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The bill was read for the first time and referred to the Committee on Capital Investment

A bill for an act 1.1 relating to capital investment; authorizing spending to acquire and better 1.2 public land and buildings and other improvements of a capital nature with 1.3 certain conditions; modifying previous appropriations; providing for the sale, 1.4 conveyance, and disposition of state bond-financed property; authorizing the sale 1.5 and issuance of state bonds; appropriating money; amending Minnesota Statutes 1.6 2014, sections 219.166; 462A.37, subdivision 5, by adding a subdivision; Laws 1.7 2012, chapter 293, section 3, subdivision 18; Laws 2013, chapter 136, section 1.8 4, as amended; Laws 2014, chapter 294, article 1, sections 4, subdivision 3; 19 15, subdivision 2; 18, subdivisions 3, 4; 21, subdivisions 10, 16, 18; Laws 1.10 2014, chapter 295, section 10, subdivision 12; proposing coding for new law 1.11 in Minnesota Statutes, chapter 16A. 1.12

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

ARTICLE 1 1 14

#### 1.15 APPROPRIATIONS

#### Section 1. CAPITAL IMPROVEMENT APPROPRIATIONS.

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

	04/22/15	REVISOR J	SK/AV	15-4008
2.1	Statutes, section 16A.642. Unless other	wise specified in this act	, money apr	propriated in
2.2	this act for activities under Minnesota S	tatutes, sections 16B.307	7, 84.946, ar	nd 135A.046,
2.3	should not be used for projects that can	be financed within a reas	sonable time	e frame under
2.4	Minnesota Statutes, section 16B.322 or	16C.144.		
2.5			APPF	ROPRIATIONS
		ATT.		
2.6	Sec. 2. <u>UNIVERSITY OF MINNESC</u>	<u>DIA</u>		100 000 000
2.7	Subdivision 1. <b>Total Appropriation</b>		<u>\$</u>	100,000,000
2.8	To the Board of Regents of the Univers	ity		
2.9	of Minnesota for the purposes specified	in		
2.10	this section.			
2.11 2.12	Subd. 2. Higher Education Asset Presand Replacement (HEAPR)	<u>servation</u>		70,000,000
2.13	To be spent in accordance with Minnes	<u>ota</u>		
2.14	Statutes, section 135A.046.			
2.15	Subd. 3. Medical School Facility Desi	<u>gn</u>		8,000,000
2.16	To predesign and design improved heal	<u>th</u>		
2.17	science education and clinical research			
2.18	facilities to meet the needs of the media	<u>cal</u>		
2.19	school and the Academic Health Center	<u>on</u>		
2.20	the Twin Cities campus.			
2.21 2.22	Subd. 4. St. Paul Campus Veterinary Facility Replacement	<b>Isolation</b>		18,000,000
2.23	To demolish two obsolete veterinary			
2.24	isolation laboratories and predesign, des	sign,		
2.25	construct, furnish, and equip a veterina	ry		
2.26	biocontainment facility on the St. Paul			
2.27	campus, including large and small anim	<u>nal</u>		
2.28	holding spaces.			
2.29 2.30	Subd. 5. St. Paul Campus Greenhood Replacement	<u>use</u>		4,000,000
2.31	To demolish the existing facility and			
2.32	predesign, design, construct, furnish, ar	<u>nd</u>		
2.33	equip a greenhouse with four specialize	<u>ed</u>		
2.34	biome rooms and two flexible project ro	<u>ooms</u>		

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to support learning and	d research on the St.		
Paul campus.			
Subd. 6. University S	<u>Share</u>		
Except for the appropri	riation for HEAPR, the		
appropriations in this	section are intended to		
cover approximately to	wo-thirds of the cost of		
each project. The rem	aining costs must be		
paid from university s	ources.		
Subd. 7. Unspent Ap	<u>propriations</u>		
Upon substantial com	pletion of a project		
authorized in this sect	ion and after written		
notice to the commiss:	ioner of management		
and budget, the Board	of Regents must use		
any money remaining	in the appropriation		
for that project for HE	APR under Minnesota		
Statutes, section 135A	1.046. The Board		
of Regents must repor	t by February 1 of		
each even-numbered y	year to the chairs of		
the house of represent	ratives and senate		
committees with juriso	diction over capital		
investment and higher	education finance, and		
to the chairs of the hor	use of representatives		
Ways and Means Com	mittee and the senate		
Finance Committee, o	n how the remaining		
money has been alloca	ated or spent.		
Sec. 3. MINNESOTA AND UNIVERSITIE	A STATE COLLEGES		
Subdivision 1. Total A	Appropriation	<u>\$</u>	115,067,000
To the Board of Truste	ees of the Minnesota		
State Colleges and Ur	niversities for the		
purposes specified in t	his section.		
Subd. 2. Higher Educated And Replacement (H	cation Asset Preservation		70,000,000
and ischiacement (II	12/ <b>11 11</b> /		70,000,000

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4.1	To be spent in accordance with Minnes	sota		
4.2	Statutes, section 135A.046.			
4.3	Subd. 3. Anoka Technical College			2,114,000
4.4	To design, renovate, furnish, and equip	the		
4.5	automotive and manufacturing technological	ogy		
4.6	training spaces.			
4.7	Subd. 4. Century College, White Bea	r Lake		1,325,000
4.8	To design, renovate, furnish, and equip	<u>)</u>		
4.9	existing tiered classrooms to create mo	<u>ore</u>		
4.10	flexible and efficient space.			
4.11	Subd. 5. Dakota County Technical C	ollege		7,733,000
4.12	To complete design, renovate, furnish,			
4.13	and equip classroom and lab space for			
4.14	transportation and emerging technolog	ies		
4.15	programs.			
4.16 4.17 4.18	Subd. 6. Minnesota West Communit Technical College; Canby and Jacks Campuses	<u> </u>		3,267,000
4.19	(a) \$2,410,000 of this appropriation is	to		
4.20	design and install a geothermal HVAC			
4.21	system, and remove and replace associa	ated		
4.22	mechanical systems, on the Canby cam	pus.		
4.23	(b) \$857,000 of this appropriation is to o	<u>lesign</u>		
4.24	and consolidate the power line training	<u> </u>		
4.25	program spaces by demolishing Buildi	ng		
4.26	"B" and the current off-campus power	line		
4.27	training space, and construct and equip	<u>a</u>		
4.28	new indoor power line training addition	<u>n</u>		
4.29	and exterior truck port on the Jackson i	<u>nain</u>		
4.30	campus.			
4.31 4.32 4.33	Subd. 7. Minnesota State Communit Technical College; Fergus Falls and Campuses	<u> </u>		2,373,000
4.34	(a) \$1,635,000 of this appropriation is	to		
4.35	design the renovation of and to renova	_		
	the removation of and to follow	<del>,</del>		

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5.1	furnish, and equip existing library space	to		
5.2	create a student services center at the Wa	dena		
5.3	campus.			
5.4	(b) \$738,000 of this appropriation is to			
5.5	design the renovation of and to renovate	2		
5.6	furnish, and equip existing space to creat	te a		
5.7	center for student and workforce success	at		
5.8	the Fergus Falls campus.			
5.9 5.10	Subd. 8. Northland Community and T College; East Grand Forks	<u>echnical</u>		826,000
5.11	To design, renovate, furnish, and equip			
5.12	science and radiological technology			
5.13	laboratories on the East Grand Forks cam	pus.		
5.14 5.15	Subd. 9. South Central College; North Mankato	<u>th</u>		8,600,000
5.16	To design, renovate, renew, furnish, and			
5.17	equip laboratory, classroom, and office			
5.18	space for health care, science, technolog	<u>y,</u>		
5.19	engineering, and math (STEM), compute	er,		
5.20	and agribusiness programs.			
5.21	Subd. 10. St. Paul College			18,829,000
5.22	To complete the design of and construct	2		
5.23	furnish, and equip the Health and Science	<u>ee</u>		
5.24	Alliance Center addition, and to renovat	<u>e,</u>		
5.25	furnish, and equip existing health and W	est		
5.26	Tower spaces.			
5.27	Subd. 11. Debt Service			
5.28	(a) Except as provided in paragraph (b),	the		
5.29	Board of Trustees shall pay the debt serv	rice		
5.30	on one-third of the principal amount of s	<u>tate</u>		
5.31	bonds sold to finance projects authorized	<u>l</u>		
5.32	by this section. After each sale of gener	<u>al</u>		
5.33	obligation bonds, the commissioner of			
5.34	management and budget shall notify the			

6.1	board of the amounts assessed for each year
6.2	for the life of the bonds.
6.3	(b) The board need not pay debt service
6.4	on bonds sold to finance HEAPR. Where a
6.5	nonstate match is required, the debt service is
6.6	due on a principal amount equal to one-third
6.7	of the total project cost, less the match
6.8	committed before the bonds are sold.
6.9	(c) The commissioner of management and
6.10	budget shall reduce the board's assessment
6.11	each year by one-third of the net income
6.12	from investment of general obligation bond
6.13	proceeds in proportion to the amount of
6.14	principal and interest otherwise required to
6.15	be paid by the board. The board shall pay its
6.16	resulting net assessment to the commissioner
6.17	of management and budget by December
6.18	1 each year. If the board fails to make
6.19	a payment when due, the commissioner
6.20	of management and budget shall reduce
6.21	allotments for appropriations from the
6.22	general fund otherwise available to the board
6.23	and apply the amount of the reduction to
6.24	cover the missed debt service payment. The
6.25	commissioner of management and budget
6.26	shall credit the payments received from the
6.27	board to the bond debt service account in
6.28	the state bond fund each December 1 before
6.29	money is transferred from the general fund
6.30	under Minnesota Statutes, section 16A.641,
6.31	subdivision 10.
6.32	Subd. 12. Unspent Appropriations
6.33	(a) Upon substantial completion of a project
6.34	authorized in this section and after written
6.35	notice to the commissioner of management

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7.1	and budget, the board must use any	money		
7.2	remaining in the appropriation for t	hat		
7.3	project for HEAPR under Minneso	ta_		
7.4	Statutes, section 135A.046. The Bo	oard		
7.5	of Trustees must report by February	<u> 1 of</u>		
7.6	each even-numbered year to the cha	nirs of		
7.7	the house of representatives and ser	nate		
7.8	committees with jurisdiction over co	apital		
7.9	investment and higher education fina	ance, and		
7.10	to the chairs of the house of represe	ntatives		
7.11	Ways and Means Committee and the	e senate		
7.12	Finance Committee, on how the ren	naining		
7.13	money has been allocated or spent.			
7.14	(b) The unspent portion of an appro	priation		
7.15	for a project in this section that is co			
7.16	available for HEAPR under this sub			
7.17	at the same campus as the project for	<u>-</u>		
7.18	the original appropriation was made			
7.19	debt service requirement under subc			
7.20	18 is reduced accordingly. Minneso			
7.21	Statutes, section 16A.642, applies fi			
7.22	date of the original appropriation to			
7.23	unspent amount transferred.			
7.24	Sec. 4. EDUCATION			
7.25	Subdivision 1. Total Appropriation	<u>n</u>	<u>\$</u>	2,000,000
7.26	To the commissioner of education f	or the		
7.27	purposes specified in this section.			
7.28	Subd. 2. Library Construction Gr	<u>eants</u>		2,000,000
7.29	For library construction grants under	<u>er</u>		
7.30	Minnesota Statutes, section 134.45.			
7.31	Sec. 5. MINNESOTA STATE AC.	<u>ADEMIES</u>		

7.32

 $\underline{\textbf{Subdivision 1.}} \ \underline{\textbf{Total Appropriation}}$ 

<u>\$</u>

**2,000,000** 

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8.1	To the commissioner of administration	for		
8.2	the purposes specified in this section.			
8.3	Subd. 2. Asset Preservation			2,000,000
8.4	For capital asset preservation improvem	ents		
8.5	and betterments on both campuses of the	<u>ie</u>		
8.6	Minnesota State Academies, to be spent	<u>t in</u>		
8.7	accordance with Minnesota Statutes, sec	etion		
8.8	<u>16B.307.</u>			
8.9 8.10	Sec. 6. PERPICH CENTER FOR A EDUCATION	<u>RTS</u>	<u>\$</u>	2,000,000
8.11	To the commissioner of administration	<u>for</u>		
8.12	capital asset preservation improvements	and		
8.13	betterments at the Perpich Center for A	<u>rts</u>		
8.14	Education, to be spent in accordance with	<u>ith</u>		
8.15	Minnesota Statutes, section 16B.307.			
8.16	Sec. 7. NATURAL RESOURCES			
8.17	Subdivision 1. Total Appropriation		<u>\$</u>	60,345,000
8.18	(a) To the commissioner of natural resou	urces		
8.19	for the purposes specified in this section	<u>.</u>		
8.20	(b) The appropriations in this section ar	<u>-e</u>		
8.21	subject to the requirements of the natural	<u>al</u>		
8.22	resources capital improvement program	1		
8.23	under Minnesota Statutes, section 86A.	<u>12,</u>		
8.24	unless this section or the statutes referre	<u>ed</u>		
8.25	to in this section provide more specific			
8.26	standards, criteria, or priorities for proje	ects		
8.27	than Minnesota Statutes, section 86A.12	<u>2.</u>		
8.28	Subd. 2. Natural Resources Asset Pres	servation		20,000,000
8.29	For the renovation of state-owned facili	<u>ties</u>		
8.30	and recreational assets operated by the			
8.31	commissioner of natural resources to			
8.32	be spent in accordance with Minnesota			
8.33	Statutes, section 84.946. Notwithstandi	ng		

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11.1	including any necessary acquisition of			
11.2	property.			
11.3 11.4	Subd. 7. Native Prairie Bank Acquisi  Development	tion and		5,000,000
11.5	To acquire native prairie bank easemen	<u>ts</u>		
11.6	under Minnesota Statutes, section 84.96	o, and		
11.7	to develop and restore prairie bank land	<u>S.</u>		
11.8	Subd. 8. Reforestation and Stand Imp	rovement		3,000,000
11.9	To provide for reforestation and stand			
11.10	improvement on state forest lands to me	<u>eet</u>		
11.11	the reforestation requirements of Minne	<u>esota</u>		
11.12	Statutes, section 89.002, subdivision 2,			
11.13	including purchasing native seeds and n	ative		
11.14	seedlings, planting, seeding, site prepara	ation,		
11.15	and protection on state lands administer	red		
11.16	by the commissioner.			
11.17	Subd. 9. Unspent Appropriations			
11.18	The unspent portion of an appropriation	<u>n for</u>		
11.19	a project in this section that is complete	<u>e,</u>		
11.20	upon written notice to the commissione	<u>er</u>		
11.21	of management and budget, is available	<u>e</u>		
11.22	for asset preservation under Minnesota			
11.23	Statutes, section 84.946. Minnesota Sta	tutes,		
11.24	section 16A.642, applies from the date of	of the		
11.25	original appropriation to the unspent am	nount		
11.26	transferred.			
11.27	Sec. 8. POLLUTION CONTROL AC	<u>GENCY</u>		
11.28	Subdivision 1. Total Appropriation			41,876,000
11.29	To the commissioner of the Pollution Co	<u>ontrol</u>		
11.30	Agency for the purposes specified in the	<u>is</u>		
11.31	section.			
11.32	Subd. 2. Capital Assistance Program			24,276,000

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12.1	For the solid waste capital assistance gra	ants		
12.2	program under Minnesota Statutes, sect	ion		
12.3	115A.54, for projects in Polk County, C	lay		
12.4	County, McLeod County, Dodge County	y, and		
12.5	at Western Lake Superior Sanitary Distr	ict.		
12.6	Subd. 3. Closed Landfill Construction	!		16,100,000
12.7	To design and construct remedial system	<u>ns</u>		
12.8	and acquire land at landfills throughout	the		
12.9	state in accordance with the closed land	<u>fill</u>		
12.10	program under Minnesota Statutes, secti	ions		
12.11	115B.39 to 115B.42. The agency must			
12.12	follow the agency priorities, which inclu	<u>ides</u>		
12.13	construction projects at the waste dispos	<u>sal</u>		
12.14	engineering (WDE) site in Anoka Coun	ty,		
12.15	Carlton site in Carlton County, and the			
12.16	Brookston site in St. Louis County.			
12.17	Subd. 4. Superfund Program			1,500,000
12.18	For the Superfund program under Minne	esota		
12.19	Statutes, section 115B.17, to install a			
12.20	drinking water treatment system in the c	<u>eity</u>		
12.21	of Spring Park in Hennepin County and	in		
12.22	the city of Bayport in Washington Coun	ty.		
12.23	Sec. 9. AGRICULTURE		<u>\$</u>	50,000
12.24	To the commissioner of administration to	<u>Cor</u>		
12.25	replacement of the windows in the East			
12.26	Grand Forks potato inspection facility.			
12.27 12.28	Sec. 10. <u>BOARD OF WATER AND S</u> <u>RESOURCES</u>	<u>SOIL</u>	<u>\$</u>	20,000,000
12.29	(a) To the Board of Water and Soil Resor	urces		
12.30	to acquire conservation easements from			
12.31	landowners to preserve, restore, create,	and		
12.32	enhance wetlands and riparian lands, an	d		
12.33	restore and enhance rivers and streams,	and		

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14.1	Sec. 12. ADMINISTRATION			
14.2	Subdivision 1. Total Appropriation		<u>\$</u>	22,054,000
142	To the commissioner of administration	for		
14.3	To the commissioner of administration: the purposes specified in this section.	<u>tor</u>		
14.4		1		
14.5 14.6	Subd. 2. Capital Asset Preservation Replacement Account	and		2,000,000
14.7	For the capital asset preservation and			
14.8	replacement account in Minnesota Statu	ites,		
14.9	section 16A.632.			
14.10	Subd. 3. Capitol Restoration			20,054,000
14.11	To design and complete repairs and			
14.12	construction necessary to address water			
14.13	infiltration, settlement, and deterioration	n on		
14.14	the plaza, terrace, and stairs of the State	<u>e</u>		
14.15	Capitol Building and the surrounding si	te.		
14.16 14.17	Sec. 13. MINNESOTA AMATEUR S COMMISSION	<u>PORTS</u>	<u>\$</u>	4,200,000
14.18	To the Minnesota Amateur Sports			
14.19	Commission to complete expansion of t	<u>he</u>		
14.20	playing fields at the National Sports Cer	nter		
14.21	in Blaine, including: construction of 12	<u>,                                    </u>		
14.22	new athletic fields; demolition of existing	<u>ng</u>		
14.23	storage buildings; design and construction	<u>on</u>		
14.24	of new maintenance facilities; and site			
14.25	improvements.			
14.26	Sec. 14. MILITARY AFFAIRS			
14.27	Subdivision 1. Total Appropriation		<u>\$</u>	11,420,000
14.28	To the adjutant general for the purposes	3		
14.29	specified in this section.			
14.30	Subd. 2. Asset Preservation			5,500,000
14.31 14.32	For asset preservation improvements an betterments of a capital nature at military			
	<u> </u>	<u>*</u>		

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15.1	affairs facilities statewide, to be spent in	<u>1</u>		
15.2	accordance with Minnesota Statutes, sec	etion		
15.3	16B.307, including life safety improvem	ents,		
15.4	correcting code deficiencies, and federa	<u>1</u>		
15.5	Americans with Disabilities Act (ADA)			
15.6	compliance activities.			
15.7	Subd. 3. Owatonna Armory			1,420,000
15.8	To renovate existing space, furnish, and e	equip		
15.9	the Owatonna Armory. This appropriati	<u>on</u>		
15.10	may also be used to construct an additio	n for		
15.11	motor vehicle and equipment storage.			
15.12	Subd. 4. West St. Paul Armory			4,500,000
15.13	To complete the construction, furnishing	, and		
15.14	equipping of a new facility or to renova-	te a		
15.15	facility in West St. Paul to include design	gn,		
15.16	mechanical, and life safety improvemen	ts.		
15.17	Subd. 5. Unspent Appropriations			
15.18	The unspent portion of an appropriation	for		
15.19	a project in this section that is complete	2		
15.20	upon written notice to the commissioner	of		
15.21	management and budget, is available for	<u>r</u>		
15.22	asset preservation under Minnesota State	utes,		
15.23	section 16B.307. Minnesota Statutes, se	ction		
15.24	16A.642, applies from the date of the			
15.25	original appropriation to the unspent am	<u>ount</u>		
15.26	transferred.			
15.27	Sec. 15. PUBLIC SAFETY			
15.28	Subdivision 1. Total Appropriation		<u>\$</u>	7,955,000
15.29	To the commissioner of public safety for	r the		
15.30	purposes specified in this section.			
15.31 15.32	Subd. 2. Railroad and Pipeline Incid Training Facility, Camp Ripley	<u>ent</u>		3,100,000

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16.1	To design and construct a joint emergen	cy		
16.2	railroad and pipeline emergency respons	se_		
16.3	training facility at Camp Ripley, includi	ng		
16.4	the construction of stations and capital			
16.5	infrastructure needed for mock disaster			
16.6	training.			
16.7	Subd. 3. Marshall - MERIT Center			2,500,000
16.8	For a grant to the city of Marshall to			
16.9	design, construct, furnish, and equip the	2		
16.10	driver training and road course expansion	<u>on</u>		
16.11	of the Minnesota Emergency Response			
16.12	and Industrial Training (MERIT) Center	<u>r in</u>		
16.13	Marshall. This appropriation is not avail	lable		
16.14	until the commissioner of management	<u>and</u>		
16.15	budget determines that at least \$3,500,0	00		
16.16	is committed to the project from nonsta	<u>te</u>		
16.17	sources.			
16.18	Subd. 4. Windom - Fire Department			2,100,000
16.19	For a grant to the city of Windom to			
16.20	predesign, design, construct, furnish, an	<u>d</u>		
16.21	equip a regional emergency services (fir	<u>re</u>		
16.22	and ambulance) facility. This appropriate	tion		
16.23	is not available until the commissioner	<u>of</u>		
16.24	management and budget determines that	t at		
16.25	least \$1,000,000 is committed to the pro-	<u>ject</u>		
16.26	from nonstate sources.			
16.27	Subd. 5. Hallock - Fire Hall			255,000
16.28	For a grant to the city of Hallock to cons	truct,		
16.29	furnish, and equip a fire hall facility. The	nis		
16.30	appropriation is not available until the			
16.31	commissioner of management and budg	<u>set</u>		
16.32	determines that at least \$70,000 is comm	nitted		
16.33	to the project from nonstate sources.			
16.34	Sec. 16. TRANSPORTATION			

17.1	Subdivision 1. Total Appropriation	<u>\$</u>	135,622,000
17.2	To the commissioner of transportation for the		
17.3	purposes specified in this section.		
17.4	Subd. 2. Highway Rail Grade Separations		64,617,000
17.5	(a) To construct rail grade separations at		
17.6	high-priority sites to improve safety at rail		
17.7	crossings on active crude oil routes.		
17.8	(b) Of this appropriation:		
17.9	(1) \$34,500,000 is for a grant to the city		
17.10	of Moorhead to construct and complete the		
17.11	grade-separated rail crossing project in the		
17.12	vicinity of 21st Street South in the city of		
17.13	Moorhead;		
17.14	(2) \$3,770,000 is for a grant to the city of		
17.15	Willmar to construct grade separations at		
17.16	U.S. Highway 12 and Minnesota Highway		
17.17	40 as part of the Willmar Wye project;		
17.18	(3) \$14,762,000 is for a grant to the city		
17.19	of Red Wing to construct and complete		
17.20	the grade-separated rail crossing project at		
17.21	Sturgeon Lake Road; and		
17.22	(4) \$11,585,000 is for a grant to Anoka		
17.23	County for environmental analysis, design,		
17.24	engineering, and construction of a rail		
17.25	grade crossing separation at Anoka County		
17.26	State-Aid Highway 78, known as Hanson		
17.27	Boulevard, in Coon Rapids.		
17.28	(c) The appropriations in this subdivision		
17.29	are not available until the commissioner of		
17.30	management and budget determines that an		
17.31	amount sufficient to complete the project is		
17.32	committed from nonstate sources.		
17.33	Subd. 3. State Quiet Zone Program		10,000,000

For grants under Minnesota Statutes, section 219.166. Up to ten percent	
section 219.166. Up to ten percent	
of this appropriation may be used for	
eligible activities necessary to support the	
implementation and delivery of the program.	
18.6 Subd. 4. Port Development Assistance 10,0	00,000
For grants under Minnesota Statutes, chapter	
18.8 457A. Any improvements made with the	
proceeds of these grants must be publicly	
18.10 <u>owned.</u>	
18.11 Subd. 5. Minneapolis - 10th Avenue Bridge 31,8	75,000
For a grant to the city of Minneapolis to	
18.13 <u>design, repair, and rehabilitate the bridge over</u>	
18.14 <u>the Mississippi River that is aligned on the</u>	
east side of the river with 10th Avenue, also	
designated as Route 328, on the municipal	
18.17 <u>state-aid system. This appropriation is</u>	
18.18 <u>not available until the commissioner of</u>	
18.19 <u>management and budget determines that at</u>	
least \$10,625,000 is committed to the project	
18.21 <u>from nonstate sources.</u>	
18.22 Subd. 6. St. Paul - Kellogg-Third Street Bridge  18.23 Design 7,1	00,000
18.24 For a grant to the city of St. Paul for	
predesign, design, and right-of-way	
18.26 acquisition associated with the reconstruction	
of the Kellogg-Third Street bridge that aligns	
with municipal state-aid street No. 158, in	
the city of St. Paul. This appropriation does	
18.30 <u>not require a nonstate match.</u>	
18.31 Subd. 7. Roseau County - Transportation	
18.32 <u>Center</u> 3,9	00,000
For a grant to Roseau County to construct,	
18.34 <u>furnish</u> , and equip a multipurpose	
18.35 <u>transportation facility adjacent to an existing</u>	

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19.1	transportation facility in Roseau. This			
19.2	appropriation is not available until the			
19.3	commissioner of management and budg	et		
19.4	determines that at least an equal amount	t is		
19.5	committed from nonstate sources.			
19.6 19.7	Subd. 8. Ramsey County - Grade Sep Design	aration_		1,000,000
19.8	For a grant to the Ramsey County Region	onal		
19.9	Railroad Authority for environmental			
19.10	analysis and design of rail grade separat	ion		
19.11	of Union Pacific and Burlington Northe	<u>rn</u>		
19.12	Santa Fe track between Westminster Jun	ction		
19.13	and Division Street/Hoffman Interlocking	ng in		
19.14	St. Paul. This appropriation is not avail	able		
19.15	until at least \$500,000 is committed from	<u>m</u>		
19.16	nonstate sources.			
19.17 19.18	Subd. 9. St. James - Sanitary Sewer Highway 4 Reconstruction	<u>and</u>		7,130,000
19.19	For a grant to the city of St. James for			
19.20	engineering, right-of-way acquisition,			
19.21	and reconstruction of streets, sidewalks	<u>2</u>		
19.22	storm water and sanitary sewer, water			
19.23	mains, lighting, utilities, and other			
19.24	capital improvements of publicly owned	<u>d</u>		
19.25	infrastructure required for the reconstruc	etion		
19.26	of marked Trunk Highway 4 in the city	of St.		
19.27	James. This appropriation does not requ	<u>iire</u>		
19.28	local match.			
19.29	Sec. 17. METROPOLITAN COUNCI	<u>IL</u>		
19.30	Subdivision 1. Total Appropriation		<u>\$</u>	<u>29,500,000</u>
19.31	To the Metropolitan Council for the purp	ooses		
19.32	specified in this section.			
19.33 19.34	Subd. 2. Metropolitan Regional Park Trails Capital Improvements	s and		5,000,000

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21.1	For a grant to Hennepin County for desi	gn,		
21.2	engineering, and construction of public			
21.3	infrastructure improvements to Penn Av	enue		
21.4	North from West Broadway to Lowry			
21.5	Avenue and from Dowling to 44th Aven	ue in		
21.6	the city of Minneapolis to be completed	in		
21.7	advance of or in coordination with the C-	-Line		
21.8	arterial bus rapid transit improvements.			
21.9	This appropriation is not available until	the		
21.10	commissioner of management and budg	<u>et</u>		
21.11	has determined that at least an equal am	<u>ount</u>		
21.12	has been committed to the project from			
21.13	nonstate sources.			
21.14	Subd. 5. St. Paul - Como Zoo			14,500,000
21.15	For a grant to the city of St. Paul to prede	esign,		
21.16	design, and construct the renovation of	<u>the</u>		
21.17	seals and sea lions exhibit at the Como			
21.18	Zoo. This appropriation is not available	2		
21.19	until the commissioner of management	<u>and</u>		
21.20	budget determines that at least \$1,100,0	00		
21.21	is committed to the project from nonsta	<u>te</u>		
21.22	sources.			
21.23	Sec. 18. HUMAN SERVICES			
21.24	Subdivision 1. Total Appropriation		<u>\$</u>	34,292,000
21.25	To the commissioner of administration,	or		
21.26	another named agency, for the purposes	<u> </u>		
21.27	specified in this section.			
21.28	Subd. 2. Minnesota Sex Offender Pro	gram -		
21.29	<b>Less Restrictive Alternatives</b>			10,782,000
21.30	To predesign, design, construct, furnish	<u>2</u>		
21.31	and equip two new community-based			
21.32	residential treatment facilities for the			
21.33	Minnesota sex offender program as less	1		
21.34	restrictive alternatives to the program's			

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22.1	existing secure facilities. This appropria	ation		
22.2	includes funding for land purchase, desi	gn		
22.3	fees, construction administration, project	<u>et</u>		
22.4	management, construction costs, and			
22.5	furniture, fixtures, and equipment.			
22.6 22.7	Subd. 3. Early Childhood Learning at Protection Facilities	nd Child		5,000,000
22.8	To the commissioner of human services	for		
22.9	grants under Minnesota Statutes, section	<u>n</u>		
22.10	256E.37, to construct and rehabilitate ea	<u>arly</u>		
22.11	childhood learning and child protection			
22.12	facilities.			
22.13	Subd. 4. Asset Preservation			3,010,000
22.14	For asset preservation improvements an	<u>d</u>		
22.15	betterments of a capital nature at Depart	ment		
22.16	of Human Services facilities statewide,	to be		
22.17	spent in accordance with Minnesota Sta	tutes,		
22.18	section 16B.307.			
22.19 22.20	Subd. 5. St. Paul - Dorothy Day Cont Center	nection		12,000,000
22.21	To the commissioner of human services	for		
22.22	a grant to the city of St. Paul to predesi	gn,		
22.23	design, construct, furnish, and equip a			
22.24	connection center to serve as an integra	ted		
22.25	one-stop delivery system connecting per	sons		
22.26	at risk of becoming homeless, and person	<u>ons</u>		
22.27	working to move up and out of homeless	ness,		
22.28	to services that improve their health, inc	ome,		
22.29	housing stability, and well-being. This			
22.30	appropriation may be used to acquire pro	perty		
22.31	for these purposes. This appropriation is	<u>s</u>		
22.32	not available until the commissioner of			
22.33	management and budget has determined	that		
22.34	at least an equal amount has been comm	itted		
22.35	to the project from nonstate sources.			

23.1 23.2	Subd. 6. Duluth - Homeless Youth Housing and Services		3,500,000
23.3	To the commissioner of human services for		
23.4	a grant to the city of Duluth to predesign,		
23.5	design, construct, furnish, and equip a		
23.6	publicly owned building or portion of a		
23.7	building to provide transitional housing and		
23.8	community services for youth at risk of or		
23.9	experiencing homelessness, to be located		
23.10	within the city of Duluth. This appropriation		
23.11	is not available until the commissioner of		
23.12	management and budget determines that at		
23.13	least \$4,100,000 is committed to the project		
23.14	from nonstate sources.		
23.15	Sec. 19. <u>VETERANS AFFAIRS</u>		
23.16	Subdivision 1. Total Appropriation	<u>\$</u>	5,011,000
23.17	To the commissioner of administration for		
23.18	the purposes specified in this section.		
23.19	Subd. 2. Asset Preservation		4,361,000
23.20	For asset preservation improvements and		
23.21	betterments of a capital nature at the veterans		
23.22	homes to be spent in accordance with		
23.23	Minnesota Statutes, section 16B.307.		
23.24	Subd. 3. Minneapolis Veterans Home Bridge		650,000
23.25	(a) For predesign and design, including		
23.26	environmental assessment, for the		
23.27	rehabilitation of the bridge located over		
23.28	Minnehaha Creek linking South Minnehaha		
23.29	Drive and the Minneapolis Veterans Home.		
23.30	(b) The commissioner of transportation		
23.31	may provide technical services to assist		
23.32	the Department of Administration and the		

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24.1	Department of Veterans Affairs in overs	eeing		
24.2	the project.			
24.3	Sec. 20. CORRECTIONS			
24.4	Subdivision 1. Total Appropriation		<u>\$</u>	62,600,000
24.5	To the commissioner of administration	for		
24.6	the purposes specified in this section.			
24.7	Subd. 2. Asset Preservation			10,000,000
24.8	For asset preservation improvements an	<u>d</u>		
24.9	betterments of a capital nature at Minne	sota		
24.10	correctional facilities statewide, to be sp	pent		
24.11	in accordance with Minnesota Statutes,			
24.12	section 16B.307.			
24.13 24.14	Subd. 3. Minnesota Correctional Faci Cloud	llity - St.		32,600,000
24.15	(a) \$18,500,000 of this appropriation is	to		
24.16	construct and equip a new intake unit as	<u>nd</u>		
24.17	a loading dock with a secure connection	n to		
24.18	a new central warehouse at the Minneso	<u>ota</u>		
24.19	Correctional Facility - St. Cloud.			
24.20	(b) \$14,100,000 of this appropriation is	to		
24.21	remove and replace deteriorated mortar	with		
24.22	new mortar on the granite perimeter wa	<u>.11</u>		
24.23	surrounding the Minnesota Correctiona	<u>l</u>		
24.24	Facility - St. Cloud.			
24.25 24.26	Subd. 4. Minnesota Correctional Factorio Lakes	<u>ility -</u>		4,000,000
24.27	To design, renovate, and equip an existing	ng		
24.28	vacant building into an offender living u	<u>unit</u>		
24.29	that will add at least 60 beds. The renov	ation		
24.30	includes removal of hazardous material	<u>s,</u>		
24.31	upgrades to comply with current building	<u>ıg</u>		
24.32	codes, and construction of functional liv	ring		
24.33	and program space.			

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25.1 25.2	Subd. 5. Minnesota Correctional Factorial Rush City	<del>cility -</del>		14,800,000
25.3	To design, construct, and equip a chemi	cal		
25.4	dependency and sex offender treatment			
25.5	building at the Rush City Correctional			
25.6	Facility.			
25.7 25.8	Subd. 6. Northeast Regional Correct Center	<u>ions</u>		1,200,000
25.9	For a grant to the Arrowhead Regional			
25.10	Corrections Joint Powers Board to demo	olish		
25.11	an existing facility and to design, constr	ruct,		
25.12	furnish, and equip a replacement food			
25.13	processing facility on the campus of the	<u>e</u>		
25.14	Northeast Regional Corrections Center,	to		
25.15	meet health, safety, and security standar	rds		
25.16	required for compliance with Minnesota	<u>a</u>		
25.17	Rules, chapter 2911. Nonstate contribut	ions		
25.18	to improvements at the center made bef	<u>`ore</u>		
25.19	or after the enactment of this subdivision	n are		
25.20	considered to be sufficient match, and r	<u>10</u>		
25.21	further nonstate match is required.			
25.22 25.23	Sec. 21. EMPLOYMENT AND ECO DEVELOPMENT	<u>NOMIC</u>		
25.24	Subdivision 1. Total Appropriation		<u>\$</u>	23,280,000
25.25	To the commissioner of employment an	<u>ıd</u>		
25.26	economic development for the purposes	<u> </u>		
25.27	specified in this section.			
25.28 25.29	Subd. 2. Innovative Business Develop Public Infrastructure Grants	<u>oment</u>		2,000,000
25.30	For grants under Minnesota Statutes, see	ction		
25.31	<u>116J.435.</u>			
25.32 25.33	Subd. 3. Transportation Economic Development			10,000,000
25.34	For grants under Minnesota Statutes, see	ction		
25.35	<u>116J.436.</u>			

26.1	Subd. 4. Hallock - Community Pool	360,000
26.2	For a grant to the city of Hallock to replace	
26.3	the community pool in the city of Hallock.	
26.4	This appropriation is not available until the	
26.5	commissioner of management and budget has	
26.6	determined that at least \$90,000 is committed	
26.7	to the project from nonstate sources.	
26.8 26.9	Subd. 5. Litchfield - Power Generation Improvements	5,000,000
26.10	For a grant to the city of Litchfield to	
26.11	design and construct electrical generation	
26.12	improvements in the city of Litchfield	
26.13	to expand the current standby capacity,	
26.14	including replacement of two old generators.	
26.15	This appropriation is not available until the	
26.16	commissioner of management and budget	
26.17	has determined that at least an equal amount	
26.18	has been committed to the project from	
26.19	nonstate sources.	
26.20	Subd. 6. Red Wing - River Town Renaissance	4,480,000
26.21	For a grant to the city of Red Wing to	
26.22	complete removal and replacement of 250	
26.23	lineal feet of the harbor retaining wall; to	
26.24	design, construct, furnish, and equip the	
26.25	renovation of the historic T.B. Sheldon	
26.26	Performing Arts Theater; and to design	
26.27	and construct transient riverboat docking	
26.28	facilities, levee wall extension, and levee	
26.29	promenade improvements at Levee Park.	
26.30	This appropriation is not available until the	
26.31	commissioner of management and budget	
26.32	determines that an amount sufficient to	
26.33	complete the project is committed from	
26.34	nonstate sources.	

_	Subd. 7. St. Paul - Minnesota Humanities Center		1,440,000
<u>F</u>	For a grant to the city of St. Paul to make		
<u>c</u>	apital improvements for building envelope,		
<u>f</u>	oundation, and structural integrity, and for		
<u>n</u>	nechanical systems upgrades, including		
<u>h</u>	eating, ventilation, and cooling at the		
$\underline{\mathbf{N}}$	Minnesota Humanities Center.		
S	Sec. 22. PUBLIC FACILITIES AUTHORITY		
<u>S</u>	Subdivision 1. Total Appropriation	<u>\$</u>	22,067,000
<u>T</u>	To the Public Facilities Authority for the		
p	purposes specified in this section.		
	Subd. 2. Wastewater Infrastructure Funding  Program		21,667,000
F	or grants to eligible municipalities under the		
W	vastewater infrastructure funding program		
u	nder Minnesota Statutes, section 446A.072.		
<u>S</u>	Subd. 3. Hallock - Sanitary Sewer		400,000
F	For a grant to the city of Hallock to remove		
<u>a</u> :	nd replace portions of the sanitary sewer		
<u>S'</u>	ystem. This appropriation is not available		
u	ntil the commissioner of management and		
<u>b</u>	oudget determines that at least \$200,000		
<u>is</u>	s committed to the project from nonstate		
S	ources.		
	Sec. 23. MINNESOTA HOUSING FINANCE AGENCY	<u>\$</u>	10,000,000
F	For transfer to the housing development		
<u>f</u> ı	und to finance the costs of rehabilitation to		
p	reserve public housing under Minnesota		
<u>S</u>	statutes, section 462A.202, subdivision 3a.		
F	For purposes of this section, "public housing"		
	neans housing for low-income persons		

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appropriate based on need.

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29.1	Sec. 25. BOND SALE EXPENSES	<u>\$</u>	768,000
29.2	To the commissioner of management		
29.3	and budget for bond sale expenses under		
29.4	Minnesota Statutes, section 16A.641,		
29.5	subdivision 8.		
29.6	Sec. 26. BOND SALE AUTHORIZATION.		
29.7	To provide the money appropriated in this act from the bond	d proceeds f	und, the
29.8	commissioner of management and budget shall sell and issue bond	ds of the sta	te in an
29.9	amount up to \$769,007,000 in the manner, upon the terms, and wi	th the effect	prescribed
29.10	by Minnesota Statutes, sections 16A.631 to 16A.675, and by the M	Minnesota C	onstitution,
29.11	article XI, sections 4 to 7.		
29.12	Sec. 27. BOND SALE SCHEDULE.		
29.13	The commissioner of management and budget shall schedul	e the sale of	f state
29.14	general obligation bonds so that, during the biennium ending June	e 30, 2017, r	no more
29.15	than \$1,321,695,000 will need to be transferred from the general f	fund to the s	tate bond
29.16	fund to pay principal and interest due and to become due on outst	anding state	general
29.17	obligation bonds. During the biennium, before each sale of state g	eneral oblig	ation bonds,
29.18	the commissioner of management and budget shall calculate the a	mount of de	bt service
29.19	payments needed on bonds previously issued and shall estimate the	e amount of	debt service
29.20	payments that will be needed on the bonds scheduled to be sold. T	The commiss	sioner shall
29.21	adjust the amount of bonds scheduled to be sold so as to remain w	ithin the lim	it set by this
29.22	section. The amount needed to make the debt service payments is	appropriate	d from the
29.23	general fund as provided in Minnesota Statutes, section 16A.641.		
29.24	Sec. 28. EFFECTIVE DATE.		
29.25	This article is effective the day following final enactment.		
29.26	ARTICLE 2		
29.27	MISCELLANEOUS		
29.28	Section 1. [16A.967] LEWIS AND CLARK APPROPRIATI	ON BOND	<u>S.</u>
29.29	Subdivision 1. <b>Definitions.</b> (a) The definitions in this subdi	vision apply	to this

Article 2 Section 1.

section.

30.1	(b) "Appropriation bond" or "bond" means a bond, note, or other similar instrument
30.2	of the state payable during a biennium from one or more of the following sources:
30.3	(1) money appropriated by law from the general fund in any biennium for debt
30.4	service due with respect to obligations described in subdivision 3, paragraph (b);
30.5	(2) proceeds of the sale of obligations described in subdivision 3, paragraph (b);
30.6	(3) payments received for that purpose under agreements and ancillary arrangements
30.7	described in subdivision 3, paragraph (c); and
30.8	(4) investment earnings on amounts in clauses (1) to (3).
30.9	(c) "Debt service" means the amount payable in any biennium of principal, premium,
30.10	if any, and interest on appropriation bonds.
30.11	Subd. 2. Authorization to issue appropriation bonds. (a) Subject to the
30.12	limitations of this subdivision, the commissioner may sell and issue appropriation bonds
30.13	of the state under this section for public purposes as provided by law, including, in
30.14	particular, the financing of all or a portion of the land acquisition, design, engineering and
30.15	construction of facilities and infrastructure necessary for the completion of the Lewis and
30.16	Clark Regional Water System project. Grants provided to implement this section do
30.17	not require a nonstate match, but grant agreements entered into under this section must
30.18	provide for reimbursement to the state from any federal money provided for the project,
30.19	consistent with the Lewis and Clark Regional Water System, Inc. agreement.
30.20	(b) The bond proceeds are not available until the commissioner determines: (1) that
30.21	the construction and administration for work done on the project will comply with all
30.22	federal requirements and regulations associated with the Lewis and Clark Rural System
30.23	Act of 2000; and (2) the cooperative agreement between the United States Department
30.24	of the Interior. Proceeds of the appropriation bonds must be credited to a special
30.25	appropriation Lewis and Clark bond proceeds fund in the state treasury. All income from
30.26	investment of the bond proceeds, as estimated by the commissioner, is appropriated to the
30.27	commissioner for the payment of principal and interest on the appropriation bonds.
30.28	(c) Appropriation bonds may be sold and issued in amounts that, in the opinion of
30.29	the commissioner, are necessary to provide sufficient money, not to exceed \$48,000,000
30.30	net of costs of issuance, for the purposes as provided under paragraph (a), and pay debt
30.31	service including capitalized interest, costs of issuance, costs of credit enhancement, or
30.32	make payments under other agreements entered into under paragraph (e).
30.33	(d) Appropriation bonds may be issued in one or more issues or series on the terms and
30.34	conditions the commissioner determines to be in the best interests of the state, but the term
30.35	on any series of appropriation bonds may not exceed 25 years. The appropriation bonds of

each issue and series thereof shall be dated and bear interest, and may be includable in or excludable from the gross income of the owners for federal income tax purposes.

- (e) At the time of, or in anticipation of, issuing the appropriation bonds, and at any time thereafter, so long as the appropriation bonds are outstanding, the commissioner may enter into agreements and ancillary arrangements relating to the appropriation bonds, including but not limited to trust indentures, grant agreements, lease or use agreements, operating agreements, management agreements, liquidity facilities, remarketing or dealer agreements, letter of credit agreements, insurance policies, guaranty agreements, reimbursement agreements, indexing agreements, or interest exchange agreements. Any payments made or received according to the agreement or ancillary arrangement shall be made from or deposited as provided in the agreement or ancillary arrangement. The determination of the commissioner included in an interest exchange agreement that the agreement relates to an appropriation bond shall be conclusive.
- (f) The commissioner may enter into written agreements or contracts relating to the continuing disclosure of information necessary to comply with, or facilitate the issuance of appropriation bonds in accordance with federal securities laws, rules, and regulations, including Securities and Exchange Commission rules and regulations in Code of Federal Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants with purchasers and holders of appropriation bonds set forth in the order or resolution authorizing the issuance of the appropriation bonds, or a separate document authorized by the order or resolution.
- (g) The appropriation bonds are not subject to chapter 16C.
- Subd. 3. **Form; procedure.** (a) Appropriation bonds may be issued in the form of bonds, notes, or other similar instruments, and in the manner provided in section 16A.672. In the event that any provision of section 16A.672 conflicts with this section, this section shall control.
- (b) Every appropriation bond shall include a conspicuous statement of the limitation established in subdivision 6.
- (c) Appropriation bonds may be sold at either public or private sale upon such terms as the commissioner shall determine are not inconsistent with this section and may be sold at any price or percentage of par value. Any bid received may be rejected.
  - (d) Appropriation bonds must bear interest at a fixed or variable rate.
- 31.33 (e) Notwithstanding any other law, appropriation bonds issued under this section 31.34 shall be fully negotiable.
- Subd. 4. Refunding bonds. The commissioner may issue appropriation bonds for the purpose of refunding any appropriation bonds then outstanding, including the

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

- Subd. 5. Appropriation bonds as legal investments. Any of the following entities may legally invest any sinking funds, money, or other funds belonging to them or under their control in any appropriation bonds issued under this section:
- (1) the state, the investment board, public officers, municipal corporations, political subdivisions, and public bodies;
- (2) banks and bankers, savings and loan associations, credit unions, trust companies, savings banks and institutions, investment companies, insurance companies, insurance associations, and other persons carrying on a banking or insurance business; and
- 32.25 (3) personal representatives, guardians, trustees, and other fiduciaries.

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

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legislature shall not have appropriated amounts sufficient for debt service, or (2) the date of final payment of the principal of and interest on the appropriation bonds.

Subd. 7. Appropriation of proceeds. The proceeds of appropriation bonds and interest credited to the special appropriation Lewis and Clark bond proceeds fund are appropriated to the commissioner for payment of capital expenses for the purposes provided by subdivision 2, paragraph (a), debt service on the bonds including capitalized interest, nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds and payments under any agreements entered into under subdivision 2, paragraph (e), each as permitted by state and federal law, and such proceeds may be granted, loaned, or otherwise provided for the public purposes provided by subdivision 2, paragraph (a).

Subd. 8. Appropriation for debt service and other purposes. An amount, up to \$3,300,000, needed to pay principal and interest on appropriation bonds issued under this section is appropriated each fiscal year from the general fund to the commissioner, subject to repeal, unallotment under section 16A.152, or cancellation, otherwise pursuant to subdivision 6, for deposit into the bond payments account established for such purpose in the special Lewis and Clark appropriation bond proceeds fund. The appropriation is available beginning in fiscal year 2017 and through fiscal year 2038.

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

Sec. 2. Minnesota Statutes 2014, section 219.166, is amended to read:

#### 219.166 ESTABLISHMENT OF QUIET ZONES.

Subdivision 1. Eligible applicants. A county, statutory or home rule charter city, or town may apply to the Federal Railroad Administration for the establishment of a "quiet zone" at a public highway-rail grade crossing in which the sounding of horns, whistles, or other audible warnings by locomotives is regulated or prohibited. All quiet zones, regulations, and ordinances adopted under this section must conform to federal law and the regulations of the Federal Railroad Administration under United States Code of Federal Regulations, title 49, section 20153 parts 222 and 229.

Subd. 2. **Purpose of program.** A public highway-rail grade crossing quiet zone program is established for the purpose of improving and rehabilitating railroad rights-of-way and other public and private rail facilities, including necessary safety-related capital improvements at public highway-rail grade crossings where quiet zones are established.

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34.1	Subd. 3. Creation of account. A public highway-rail grade crossing quiet zone
34.2	account is established in the bond proceeds fund. Money in the account may only be used
34.3	for capital costs associated with the establishment of a quiet zone at a public highway-rail
34.4	grade crossing.
34.5	Subd. 4. Eligible applicants for state assistance. Counties, statutory or home
34.6	rule charter cities, or towns that are responsible for traffic control or law enforcement
34.7	at a public highway-rail grade crossing qualify as eligible applicants to the Federal
34.8	Railroad Administration (FRA) for the establishment of a quiet zone may apply to the
34.9	commissioner for financial assistance for establishment of a quiet zone.
34.10	Subd. 5. Grants. The commissioner may approve grants for financial assistance to
34.11	eligible applicants for capital costs associated with the establishment of a quiet zone at a
34.12	public highway-rail grade crossing. Qualifying capital costs include, but are not limited to,
34.13	the installation of grade crossing active warning devices and other traffic control devices
34.14	and associated roadwork necessary to meet the FRA criteria for approval of the quiet zone.
34.15	Subd. 6. Criteria for grant award. The commissioner shall consider the following
34.16	criteria to evaluate applications for a grant award for a quiet zone project:
34.17	(1) the number of residents that will benefit from the establishment of the quiet
34.18	zone through a reduction in train horn noise;
34.19	(2) the number of existing grade crossings that will be closed, thereby improving
34.20	public safety;
34.21	(3) evidence that the project meets FRA qualifications and requirements for a
34.22	quiet zone, without the need for additional annual review by FRA per federal quiet zone
34.23	regulations;
34.24	(4) nonstate financial participation as a percentage of total project cost; and
34.25	(5) the amount of state financial participation per resident benefiting from the project.
34.26	Sec. 3. Minnesota Statutes 2014, section 462A.37, is amended by adding a subdivision
34.27	to read:
34.28	Subd. 2b. Additional authorization. In addition to the amount authorized in
34.29	subdivisions 2 and 2a, the agency may issue up to \$40,000,000 of housing infrastructure
34.30	bonds in one or more series to which the payments made under this section may be pledged.
34.31	Sec. 4. Minnesota Statutes 2014, section 462A.37, subdivision 5, is amended to read:
34.32	Subd. 5. Additional appropriation. (a) The agency must certify annually to the
34.33	commissioner of management and budget the actual amount of annual debt service on
34.34	each series of bonds issued under subdivision 2a.

35.1	(b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
35.2	bonds issued under subdivision 2a remain outstanding, the commissioner of management
35.3	and budget must transfer to the housing infrastructure bond account established under
35.4	section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
35.5	\$6,400,000 annually. The amounts necessary to make the transfers are appropriated from
35.6	the general fund to the commissioner of management and budget.
35.7	(c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
35.8	bonds issued under subdivision 2b remain outstanding, the commissioner of management
35.9	and budget must transfer to the housing infrastructure bond account established under
35.10	section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed
35.11	\$3,200,000 annually. The amounts necessary to make the transfers are appropriated from
35.12	the general fund to the commissioner of management and budget.
35.13	(e) (d) The agency may pledge to the payment of the housing infrastructure bonds
35.14	the payments to be made by the state under this section.
35.15	Sec. 5. Laws 2012, chapter 293, section 3, subdivision 18, is amended to read:
35.16	Subd. 18. Southwest Minnesota State
35.17	University, Marshall
35.18	Science Lab Renovation 500,000
35.19	(a) To complete design for renovation of the
35.20	Science and Math building and classroom
35.21	spaces and an addition to the Plant Science
35.22	building.
35.23	(b) Having abandoned the project specified
35.24	in paragraph (a), the unspent portion of
35.25	this appropriation is available for higher
35.26	education asset preservation and replacement
35.27	on the campus of Southwest Minnesota
35.28	State University, Marshall, and the debt
35.29	service requirement under subdivision 20 is
35.30	reduced accordingly. Minnesota Statutes,
35.31	section 16A.642, applies from the date of the
35.32	original appropriation to the unspent amount

Sec. 6. Laws 2013, chapter 136, section 4, as amended by Laws 2014, chapter 294, 36.1 article 2, section 19, is amended to read: 36.2 Sec. 4. VETERANS AFFAIRS \$ 18,935,000 363 (a) Of this amount, up to \$1,750,000 is to 36.4 36.5 the commissioner of administration to: (1) construct a new distribution and service 36.6 tunnel to serve Buildings 17 north and 18 36.7 and the future Building 17 south; and (2) 36.8 construct steam and electrical connections, 36.9 related infrastructure, site work, a canopy 36.10 with vestibule, and required modifications 36.11 to Building 18 drop-off and entry. This 36.12 36.13 appropriation is not available until the commissioner of management and budget has 36.14 determined that at least \$5,000,000 has been 36.15 36.16 committed from federal sources. Any unused funds may be used under paragraph (b). 36.17 (b) The remainder of this amount is to the 36.18 commissioner of administration to complete 36.19 the design of, perform hazardous materials 36.20 abatement for, and demolish the south wing 36.21 of Building 17 and adjoining buildings; 36.22 design, reconstruct, and furnish the new south 36.23 wing of Building 17 and adjoining buildings 36.24 as a new skilled nursing building; construct a 36.25 new distribution and service tunnel to serve 36.26 buildings 6, 19, and the future 17 south; 36.27 and design, construct, and equip a network 36.28 and server room, including installation of 36.29 new fiber optic lines. This appropriation 36.30 is not available until the commissioner of 36.31 management and budget has determined that 36.32 36.33 the funds to complete this work have been

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committed from federal sources.

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37.1	(c) The unexpended balance from the
37.2	appropriation in Laws 2012, chapter 293,
37.3	section 19, subdivision 3, to predesign and
37.4	design for demolition of the south wing of
37.5	Building 17 and adjoining facilities, and
37.6	designing the south wing of Building 17 as
37.7	a new skilled nursing building, is added to
37.8	this appropriation.
37.9	Sec. 7. Laws 2014, chapter 294, article 1, section 4, subdivision 3, is amended to read:
37.10	Subd. 3. Library Construction Grants 2,000,000
37.11	(a) For library construction grants under
37.12	Minnesota Statutes, section 134.45.
37.13	(b) \$570,000 of this appropriation is for a
37.14	grant to the city of Jackson to predesign,
37.15	design, construct, furnish, and equip the
37.16	renovation and expansion of the city library.
37.17	This appropriation is not available until the
37.18	commissioner of management and budget
37.19	determines that at least an equal amount has
37.20	been committed to the project from nonstate
37.21	sources.
37.22	(c) \$257,000 of this appropriation is for a
37.23	grant to the city of Perham to predesign,
37.24	design, construct, furnish, and equip
37.25	the renovation of the city library. This
37.26	appropriation is not available until the
37.27	commissioner of management and budget
37.28	determines that at least an equal amount has
37.29	been committed to the project from nonstate
37.30	sources.
37.31	(d) \$50,000 of this appropriation is from the
37.32	general fund and is for a grant to the city of
37.33	Bagley for capital improvements to the city's
37.34	library. This appropriation is not available

39.1	Green Acres Building; to design, renovate,
39.2	construct, furnish, and equip the east wing
39.3	of the Sunrise Building; to design through
39.4	construction documents the renovation
39.5	and construction of the Bartlett Building
39.6	Tomlinson Building, the north wing of Green
39.7	Acres, and the west, south, and north wings
39.8	of the Sunrise Building; and to design and
39.9	perform asbestos and hazardous materials
39.10	abatement in the Green Acres and Sunrise
39.11	Buildings. Upon substantial completion of
39.12	the first phase of this project, any unspent
39.13	portion of this appropriation is available to
39.14	design and to perform asbestos and hazardous
39.15	materials abatement in subsequent phases.
39.16	Sec. 10. Laws 2014, chapter 294, article 1, section 18, subdivision 4, is amended to read:
39.17 39.18	Subd. 4. Early Childhood Learning and Child Protection Facilities 6,000,000
	( ) To all the second s
39.19	(a) To the commissioner of human services
39.20	for grants under Minnesota Statutes, section
39.21	256E.37, to construct and rehabilitate early
39.22	childhood learning and child protection
39.23	facilities. Notwithstanding the limits on
39.24	grant amounts in Minnesota Statutes, section
39.25	256E.37, one grant from this appropriation
39.26	for an individual facility may be for up to
39.27	\$1,000,000.
39.28	(b) Notwithstanding the limitations on grant
39.29	amounts and requirements for geographic
39.30	distribution in Minnesota Statutes, section
39.31	256E.37, or this subdivision, \$3,000,000 of
39.32	this appropriation is for a grant to Hennepin
39.33	County to predesign, design, renovate,
39.34	furnish, and equip the early childhood
39.35	center at the YWCA of Minneapolis, and to

40.5 commissioner of management and budget

determines that at least an equal amount has

been committed to the project from nonstate

to Hennepin County is not available until the

40.8 sources.

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Sec. 11. Laws 2014, chapter 294, article 1, section 21, subdivision 10, is amended to read:

#### 40.11 Subd. 10. Lake Elmo - Water Supply

3,500,000

40.12 For a grant to the city of Lake Elmo to

40.13 construct an extension of approximately 2.5

40.14 miles of trunk water main and associated

40.15 improvements along <del>Lake Elmo</del> Inwood

40.16 Avenue to facilitate development along

the Interstate Highway 94 corridor and

40.18 comply with growth requirements under an

40.19 agreement with the Metropolitan Council.

Sec. 12. Laws 2014, chapter 294, article 1, section 21, subdivision 16, is amended to

40.21 read:

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#### 40.22 Subd. 16. **Red Wing - River Renaissance**

1,560,000

40.23 For a grant to the city of Red Wing for

improvements of a capital nature to the area

40.25 between Levee Road and the Mississippi

40.26 River, extending between Bay Point Drive

and Broad Street in Red Wing. This project

40.28 includes: reconstruction of Levee Road from

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Broad Street to Jackson Street; improvements

40.30 to storm water, sanitary sewer, and drinking

water infrastructure; replacement of a 930

40.32 <u>lineal feet of</u> harbor retaining wall; parking

40.33 improvements; lighting improvements; and

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41.1	construction of a segment of the Riverw	alk		
41.2	Trail. This grant is not available until the			
41.3	commissioner of management and budg			
41.4	determines that an equal amount sufficie			
41.5	eomplete the project is committed to it f			
41.6	nonstate sources.			
41.7	Sec. 13. Laws 2014, chapter 294, art	icle 1, section 21, sub	odivision 18, is am	ended to
41.8	read:			
41.9	Subd. 18. St. Paul - Historic Palace T	heater		
41.10	Renovation			5,000,000
41.11	For a grant to the eity of St. Paul Housi	ng		
41.12	and Redevelopment Authority to predes	ign,		
41.13	design, construct, furnish, and equip the	;		
41.14	renovation of the historic Palace Theater	in		
41.15	St. Paul. The eity of St. Paul Housing a	<u>nd</u>		
41.16	Redevelopment Authority may enter into	one		
41.17	or more lease or management agreement	es to		
41.18	operate performing arts programs, subje	ct		
41.19	to Minnesota Statutes, section 16A.695.			
41.20	This appropriation is not available until	the		
41.21	commissioner of management and budg	et		
41.22	has determined that at least an equal amount	ount		
41.23	has been committed from nonstate source	es.		
41.24	Sec. 14. Laws 2014, chapter 295, sec	tion 10, subdivision	12, is amended to	read:
41.25	Subd. 12. St. Paul - Minnesota Child	ren's		
41.26	Museum			7,485,000
41.27	For a grant to the city of St. Paul to prede	sign,		
41.28	design, construct, furnish, and equip an			
41.29	expansion and renovation of the Minnes	ota		
41.30	Children's Museum. The expansion and			
41.31	exhibit upgrades should incorporate the			
41.32	latest research on early learning, allow f	or		
41.33	new state-of-the art education facilities,	and		

41.34

increase the capacity of visitors to galleries

and programming areas. This appropriation

is not available until the commissioner of

management and budget has determined that

at least an equal amount \$4,000,000 has been

committed from nonstate sources. Amounts

expended for this project by nonstate sources

since October 1, 2010, shall count toward the

42.8 nonstate match.

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# Sec. 15. MINNEAPOLIS COMMUNITY AND TECHNICAL COLLEGE; SALE OF AVIATION TRAINING CENTER.

Notwithstanding Minnesota Statutes, section 16A.695, subdivision 3, the net proceeds of the sale or disposition of the Aviation Training Center at the Flying Cloud Airport operated by the Minneapolis Community and Technical College, after paying all expenses incurred in selling the property, are appropriated to the Board of Trustees of the Minnesota State Colleges and Universities for use pursuant to Minnesota Statutes, section 135A.046, at the Minneapolis Community and Technical College campus and the net proceeds need not be paid to the commissioner of management and budget, as would otherwise be required by Minnesota Statutes, section 16A.695, subdivision 3. When the sale is complete and the sale proceeds have been applied as provided in this section, Minnesota Statutes, section 16A.695, no longer applies to the property and the property is no longer state bond financed property.

#### Sec. 16. CONVEYANCE OF STATE LAND; HENNEPIN COUNTY.

Subdivision 1. Conveyance authorized. Notwithstanding Minnesota Statutes, sections 16A.695 and 16B.281 to 16B.287, or other law, administrative rule, or commissioner's order to the contrary, the commissioner of administration may convey to Hennepin County for no consideration the real property described in subdivision 3. The commissioner of administration may add conditions to the conveyance of the property deemed to be in the interest of the state. Notwithstanding any provision of this section to the contrary, the real property shall continue to be considered state bond financed property after the conveyance of the real property to Hennepin County and until all the requirements are satisfied for the real property to no longer be considered state bond financed property. Hennepin County must operate the state bond financed property in compliance with Minnesota Statutes, section 16A.695, and all applicable state and federal

laws, and in a manner that will not cause the interest on the state general obligation bonds to be subject to federal income taxation for any reason.

Subd. 2. Form. The conveyance shall be in a form approved by the attorney general. The attorney general may make changes to the legal description to correct errors and ensure accuracy.

Subd. 3. **Description.** The real property to be conveyed is located in Hennepin County and is described as: Lots 12, 13, and 14, Block 2, BISCHOFF 1ST ADDITION, Hennepin County, Minnesota.

Subd. 4. **Determination by commissioner.** The commissioner has determined that the real property described in subdivision 3 is no longer needed for any state purpose and that the state's land management interests are best served if the land is conveyed to and used by Hennepin County for community-based services.

Subdivision 1. **FAIR School downtown.** Notwithstanding the appropriations of state

# Sec. 17. <u>WEST METRO EDUCATION PROGRAM; PROPERTY</u> CONVEYANCE.

general obligation bond proceeds in Laws 1994, chapter 643, section 14, subdivision 7, and Laws 1998, chapter 404, section 5, subdivision 5, as amended by Laws 1999, chapter 241, article 4, section 20; and the appropriation of general fund money in Laws 1997, First Special Session chapter 4, article 2, section 51, subdivision 13, to Joint Powers District No. 6069, West Metro Education Program, to acquire and better the FAIR School downtown in Minneapolis, the real and personal property of the FAIR School downtown may be conveyed to Special School District No. 1, Minneapolis, for operation of a multidistrict integration facility that serves students in any grade from early education through grade 12. Subd. 2. FAIR School Crystal. Notwithstanding the appropriation of state general obligation bond proceeds in Laws 1998, chapter 404, section 5, subdivision 5, as amended by Laws 1999, chapter 241, article 4, section 20; and the appropriation of general fund money in Laws 1997, First Special Session chapter 4, article 2, section 51, subdivision 13, and Laws 2000, chapter 492, article 1, section 5, subdivision 2, to Joint Powers District No. 6069, West Metro Education Program, to acquire and better the FAIR School Crystal in Crystal, the real and personal property of the FAIR School Crystal may be conveyed to Independent School District No. 281, Robbinsdale, for operation of a multidistrict integration facility that serves students in any grade from early education through grade 12.

#### Sec. 18. FEDERAL REIMBURSEMENT; MCQUADE HARBOR.

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All money received by the state from the United States Army Corps of Engineers 44.1 as reimbursement for state capital expenditures at McQuade Harbor, estimated to be 44.2 \$1,605,775, must be credited to the bond proceeds fund and are appropriated to the 44.3 commissioner of natural resources to: (1) design and renovate the marina at Knife 44.4 River; (2) improve the boat launch at the safe harbor at Grand Marais; or (3) for site 44.5 cleanup, design, and construction of facilities at the proposed small craft harbor in Two 44.6 Harbors. Project priorities shall be determined by the commissioner as appropriate. This 44.7 appropriation is available until June 30, 2019. 44.8

#### Sec. 19. **EFFECTIVE DATE.**

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

### APPENDIX Article locations in 15-4008

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