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State of Minnesota

HOUSE OF REPRESENTATIVES

SPECIAL SESSION

H. F. No. 18

1.1 A bill for an act

1.2 relating to capital investment; authorizing spending to acquire and better public

1.3 land and buildings and for other improvements of a capital nature with certain

1.4 conditions; modifying prior appropriations; establishing new programs and

1.5 modifying existing programs; authorizing the sale and issuance of state bonds;

1.6 appropriating money; amending Minnesota Statutes 2018, sections 16A.641, by

1.7 adding a subdivision; 134.45, subdivision 5; 462A.37, subdivisions 2, 5, by adding

1.8 a subdivision; 473.4052, subdivision 4; Laws 2015, First Special Session chapter

1.9 5, article 1, section 10, subdivision 7, as amended; Laws 2017, First Special Session

1.10 chapter 8, article 1, section 18, subdivision 3; Laws 2018, chapter 214, article 1,

1.11 sections 2, subdivision 6; 7, subdivision 1; 21, subdivision 1; proposing coding

1.12 for new law in Minnesota Statutes, chapters 116J; 363A.

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

1.14 **ARTICLE 1**

1.15 **APPROPRIATIONS**

1.16 Section 1. **CAPITAL IMPROVEMENT APPROPRIATIONS.**

1.17 The sums shown in the column under "Appropriations" are appropriated from the bond

1.18 proceeds fund, or another named fund, to the state agencies or officials indicated, to be

1.19 spent for public purposes. Appropriations of bond proceeds must be spent as authorized by

1.20 the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire and better public

1.21 land and buildings and other public improvements of a capital nature, or as authorized by

1.22 the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j), or article XIV. Unless

1.23 otherwise specified, money appropriated in this act:

1.24 (1) may be used to pay state agency staff costs that are attributed directly to the capital

1.25 program or project in accordance with accounting policies adopted by the commissioner of

1.26 management and budget;

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

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

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

2.9 **APPROPRIATIONS**

2.10 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.11 **Subdivision 1. Total Appropriation** **\$ 40,000,000**

2.12 To the Board of Regents of the University of
 2.13 Minnesota for the purposes specified in this
 2.14 section.

2.15 **Subd. 2. Higher Education Asset Preservation**
 2.16 **and Replacement (HEAPR)** **31,400,000**

2.17 To be spent in accordance with Minnesota
 2.18 Statutes, section 135A.046.

2.19 **Subd. 3. Institute of Child Development Building** **4,300,000**

2.20 To predesign and design the renovation and
 2.21 expansion of the Institute of Child
 2.22 Development building on the Twin Cities
 2.23 campus. This appropriation may also be used
 2.24 for demolition and site preparation for
 2.25 replacement of the 1968 building addition.

2.26 **Subd. 4. AB Anderson Hall Renovation** **4,300,000**

2.27 To predesign, design, renovate, furnish, and
 2.28 equip campus teaching and learning spaces in
 2.29 AB Anderson Hall on the Duluth campus.

2.30 **Subd. 5. University Share**

2.31 Except for the appropriation for HEAPR, the
 2.32 appropriations in this section are intended to

3.1 cover approximately two-thirds of the cost of
 3.2 each project. The remaining costs must be paid
 3.3 from university sources.

3.4 **Subd. 6. Unspent Appropriations**

3.5 Upon substantial completion of a project
 3.6 authorized in this section and after written
 3.7 notice to the commissioner of management
 3.8 and budget, the Board of Regents must use
 3.9 any money remaining in the appropriation for
 3.10 that project for HEAPR under Minnesota
 3.11 Statutes, section 135A.046. The Board of
 3.12 Regents must report by February 1 of each
 3.13 even-numbered year to the chairs of the house
 3.14 of representatives and senate committees with
 3.15 jurisdiction over capital investment and higher
 3.16 education finance, and to the chairs of the
 3.17 house of representatives Ways and Means
 3.18 Committee and the senate Finance Committee,
 3.19 on how the remaining money has been
 3.20 allocated or spent.

3.21 **Sec. 3. MINNESOTA STATE COLLEGES AND**
 3.22 **UNIVERSITIES**

\$ 40,000,000

3.23 To the Board of Trustees of the Minnesota
 3.24 State Colleges and Universities to be spent in
 3.25 accordance with Minnesota Statutes, section
 3.26 135A.046.

3.27 **Sec. 4. EDUCATION**

\$ 5,000,000

3.28 To the commissioner of education for library
 3.29 construction grants under Minnesota Statutes,
 3.30 section 134.45.

3.31 **Sec. 5. MINNESOTA STATE ACADEMIES**

3.32 **Subdivision 1. Total Appropriation**

\$ 6,800,000

3.33 To the commissioner of administration for the
 3.34 purposes specified in this section.

4.1 Subd. 2. **Safety Corridor** 5,300,000

4.2 To design, construct, furnish, and equip a
4.3 safety corridor on the Minnesota State
4.4 Academy for the Deaf campus, including but
4.5 not limited to abatement of asbestos and
4.6 hazardous materials, construction, and
4.7 renovations necessary to establish a central
4.8 point of access, a reception and visitor area,
4.9 and security monitoring with connections to
4.10 Smith, Quinn, and Noyes Halls. This
4.11 appropriation also includes money to
4.12 predesign, design, renovate, furnish, and equip
4.13 Smith and Quinn Halls, including but not
4.14 limited to design and abatement of asbestos
4.15 and hazardous materials, interior space,
4.16 restrooms, offices, classrooms, science labs,
4.17 and technology labs.

4.18 Subd. 3. **Residence Hall Renovations** 1,500,000

4.19 To predesign and design the renovation of
4.20 Kramer, Brandeen, and Rode dormitories on
4.21 the Minnesota State Academy for the Blind
4.22 campus to correct building code and ADA
4.23 deficiencies, and to construct, furnish, and
4.24 equip the renovation in one of the three
4.25 dormitories. Renovation may include but not
4.26 limited to design and abatement of asbestos
4.27 and hazardous materials; correcting fire, life
4.28 safety, and other building code deficiencies;
4.29 and to replace or renovate the dormitories'
4.30 HVAC, plumbing, electrical, security, and life
4.31 safety systems.

4.32 Sec. 6. **PERPICH CENTER FOR ARTS**
4.33 **EDUCATION** \$ 1,000,000

4.34 To the commissioner of administration for
4.35 capital asset preservation improvements and

5.1 betterments at the Perpich Center for Arts
 5.2 Education, to be spent in accordance with
 5.3 Minnesota Statutes, section 16B.307.

5.4 **Sec. 7. NATURAL RESOURCES**

5.5 **Subdivision 1. Total Appropriation** **\$ 13,000,000**

5.6 (a) To the commissioner of natural resources
 5.7 for the purposes specified in this section.

5.8 (b) The appropriations in this section are
 5.9 subject to the requirements of the natural
 5.10 resources capital improvement program under
 5.11 Minnesota Statutes, section 86A.12, unless
 5.12 this section or the statutes referred to in this
 5.13 section provide more specific standards,
 5.14 criteria, or priorities for projects than
 5.15 Minnesota Statutes, section 86A.12.

5.16 **Subd. 2. Natural Resources Asset Preservation** **7,500,000**

5.17 (a) For the renovation of state-owned facilities
 5.18 and recreational assets operated by the
 5.19 commissioner of natural resources to be spent
 5.20 in accordance with Minnesota Statutes, section
 5.21 84.946. Notwithstanding Minnesota Statutes,
 5.22 section 84.946, the commissioner may use this
 5.23 appropriation to replace buildings if,
 5.24 considering the embedded energy in the
 5.25 building, that is the most energy-efficient and
 5.26 carbon-reducing method of renovation.

5.27 (b) Notwithstanding Minnesota Statutes,
 5.28 section 16C.33, the Soudan mine shaft
 5.29 rehabilitation project shall be permitted to use
 5.30 design-build and is exempt from utilizing the
 5.31 required designer selection board process in
 5.32 Minnesota Statutes, section 16C.33,
 5.33 subdivision 5, and from any requirement for
 5.34 a minimum number of proposals.

6.1 Subd. 3. Flood Hazard Mitigation 4,000,000

6.2 (a) For the state share of flood hazard
6.3 mitigation grants for publicly owned capital
6.4 improvements to prevent or alleviate flood
6.5 damages under Minnesota Statutes, section
6.6 103F.161. To the extent practical, community
6.7 levee projects shall meet the state standard of
6.8 three feet above the 100-year flood elevation.

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

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

6.19 Subd. 4. Fire Operations Airport Infrastructure 1,500,000

6.20 For a grant to the Chisholm-Hibbing Airport
6.21 Authority to reconstruct the ramps and staging
6.22 areas that support the department's fire fighting
6.23 response operations at the Range Regional
6.24 Airport. Any unspent portion of this
6.25 appropriation remaining after the completion
6.26 of the project, upon written notice to the
6.27 commissioner of management and budget, is
6.28 available for a grant to the Brainerd Lakes
6.29 Regional Airport Commission, the Bemidji
6.30 Regional Airport Authority, or both, to design
6.31 the replacement of the ramps and staging areas
6.32 that support the department's fire fighting
6.33 response operations at the regional airports in
6.34 Brainerd and Bemidji.

7.1 **Subd. 5. Unspent Appropriations**

7.2 The unspent portion of an appropriation for a
7.3 project in this section that is complete, upon
7.4 written notice to the commissioner of
7.5 management and budget, is available for asset
7.6 preservation under Minnesota Statutes, section
7.7 84.946. Minnesota Statutes, section 16A.642,
7.8 applies from the date of the original
7.9 appropriation to the unspent amount
7.10 transferred.

7.11 **Sec. 8. BOARD OF WATER AND SOIL**
7.12 **RESOURCES**

7.13 **Subdivision 1. Total Appropriation** **\$ 8,438,000**

7.14 To the Board of Water and Soil Resources for
7.15 the purposes specified in this section.

7.16 **Subd. 2. Local Government Roads Wetland**
7.17 **Replacement Program** **5,000,000**

7.18 To acquire land or permanent easements and
7.19 to restore, create, enhance, and preserve
7.20 wetlands to replace those wetlands drained or
7.21 filled as a result of the repair, reconstruction,
7.22 replacement, or rehabilitation of existing
7.23 public roads as required by Minnesota
7.24 Statutes, section 103G.222, subdivision 1,
7.25 paragraphs (l) and (m). The board may vary
7.26 the priority order of Minnesota Statutes,
7.27 section 103G.222, subdivision 3, paragraph
7.28 (a), to implement an in-lieu fee agreement
7.29 approved by the U.S. Army Corps of
7.30 Engineers under section 404 of the Clean
7.31 Water Act. The purchase price paid for
7.32 acquisition of land or perpetual easement must
7.33 be a fair market value as determined by the
7.34 board. The board may enter into agreements
7.35 with the federal government, other state

8.1 agencies, political subdivisions, nonprofit
 8.2 organizations, fee title owners, or other
 8.3 qualified private entities to acquire wetland
 8.4 replacement credits in accordance with
 8.5 Minnesota Rules, chapter 8420.

8.6 **Subd. 3. Mankato; Minnesota River Erosion**
 8.7 **Control**

3,438,000

8.8 For a grant to the city of Mankato for one or
 8.9 more of the following project components: to
 8.10 acquire land and to design and construct
 8.11 improvements to reduce erosion and improve
 8.12 water quality in the Minnesota River-Mankato
 8.13 watershed. This appropriation includes money
 8.14 to restore wetlands, complete in-channel
 8.15 improvements, improve hydraulic performance
 8.16 of the bridge at the Indian Creek Diversion,
 8.17 and install riverbank stabilization along the
 8.18 Minnesota River. This appropriation is not
 8.19 available until the commissioner of
 8.20 management and budget determines that at
 8.21 least an equal amount has been committed
 8.22 from nonstate sources to complete the project.

8.23 **Sec. 9. AGRICULTURE; HEALTH**

\$ 3,500,000

8.24 To the commissioner of administration to
 8.25 design, construct, renovate, remodel, and equip
 8.26 the Department of Agriculture/Department of
 8.27 Health Laboratory Building located on the
 8.28 Capitol campus as part of the first phase of a
 8.29 two-phase project to support critical laboratory
 8.30 testing in the areas of emergency response,
 8.31 food safety, infectious diseases, homeland
 8.32 security, and environmental contaminants.
 8.33 This appropriation is also available to design
 8.34 and abate hazardous materials and complete
 8.35 design work for Phase II.

- 9.1 **Sec. 10. RURAL FINANCE AUTHORITY** **\$ 40,000,000**
- 9.2 For the purposes set forth in the Minnesota
- 9.3 Constitution, article XI, section 5, paragraph
- 9.4 (h), to the Rural Finance Authority to purchase
- 9.5 participation interests in or to make direct
- 9.6 agricultural loans to farmers under Minnesota
- 9.7 Statutes, chapter 41B. This appropriation is
- 9.8 for the beginning farmer program under
- 9.9 Minnesota Statutes, section 41B.039; the loan
- 9.10 restructuring program under Minnesota
- 9.11 Statutes, section 41B.04; the seller-sponsored
- 9.12 program under Minnesota Statutes, section
- 9.13 41B.042; the agricultural improvement loan
- 9.14 program under Minnesota Statutes, section
- 9.15 41B.043; and the livestock expansion loan
- 9.16 program under Minnesota Statutes, section
- 9.17 41B.045. All debt service on bond proceeds
- 9.18 used to finance this appropriation must be
- 9.19 repaid by the Rural Finance Authority under
- 9.20 Minnesota Statutes, section 16A.643. Loan
- 9.21 participations must be priced to provide full
- 9.22 interest and principal coverage and a reserve
- 9.23 for potential losses. Priority for loans must be
- 9.24 given first to basic beginning farmer loans,
- 9.25 second to seller-sponsored loans, and third to
- 9.26 agricultural improvement loans.
- 9.27 **Sec. 11. MINNESOTA ZOOLOGICAL**
- 9.28 **GARDEN** **\$ 2,000,000**
- 9.29 To the Minnesota Zoological Garden Board
- 9.30 for capital asset preservation improvements
- 9.31 and betterments to infrastructure and exhibits
- 9.32 at the Minnesota Zoo, to be spent in
- 9.33 accordance with Minnesota Statutes, section
- 9.34 16B.307. Notwithstanding the specified uses
- 9.35 of money under Minnesota Statutes, section

10.1 16B.307, the board may use this appropriation
 10.2 to replace buildings that are in poor condition,
 10.3 outdated, and no longer support the work of
 10.4 the Minnesota Zoo and to construct and
 10.5 renovate trails and roads on the Minnesota
 10.6 Zoo site.

10.7 **Sec. 12. ADMINISTRATION**

10.8 **Subdivision 1. Total Appropriation** **\$ 5,500,000**

10.9 To the commissioner of administration for the
 10.10 purposes specified in this section.

10.11 **Subd. 2. Capital Asset Preservation and**
 10.12 **Replacement Account** **5,000,000**

10.13 To be spent in accordance with Minnesota
 10.14 Statutes, section 16A.632.

10.15 **Subd. 3. Capitol Complex Tunnels; ADA**
 10.16 **Compliance** **500,000**

10.17 To predesign capital improvements to the
 10.18 tunnel connecting the State Office Building
 10.19 with the State Capitol, necessary to bring the
 10.20 tunnel into compliance with the Americans
 10.21 with Disabilities Act (ADA).

10.22 **Sec. 13. TRANSPORTATION**

10.23 **Subdivision 1. Total Appropriation** **\$ 96,119,000**

10.24 To the commissioner of transportation for the
 10.25 purposes specified in this section.

10.26 **Subd. 2. Local Road Improvement Fund Grants** **15,000,000**

10.27 From the bond proceeds account in the state
 10.28 transportation fund as provided in Minnesota
 10.29 Statutes, section 174.50, for trunk highway
 10.30 corridor projects under Minnesota Statutes,
 10.31 section 174.52, subdivision 2, for construction
 10.32 and reconstruction of local roads with
 10.33 statewide or regional significance under

- 11.1 Minnesota Statutes, section 174.52,
 11.2 subdivision 4, or for grants to counties to assist
 11.3 in paying the costs of rural road safety capital
 11.4 improvement projects on county state-aid
 11.5 highways under Minnesota Statutes, section
 11.6 174.52, subdivision 4a.
- 11.7 **Subd. 3. Local Bridge Replacement and**
 11.8 **Rehabilitation** 15,000,000
- 11.9 From the bond proceeds account in the state
 11.10 transportation fund to match federal money
 11.11 and to replace or rehabilitate local deficient
 11.12 bridges as provided in Minnesota Statutes,
 11.13 section 174.50.
- 11.14 **Subd. 4. St. Paul; Third Street/Kellogg**
 11.15 **Boulevard Bridge** 48,000,000
- 11.16 From the bond proceeds account in the state
 11.17 transportation fund as provided in Minnesota
 11.18 Statutes, section 174.50, for a grant to the city
 11.19 of St. Paul to demolish and remove the
 11.20 existing Third Street/Kellogg Boulevard
 11.21 bridge over the BNSF railroad, Commercial
 11.22 Street, and marked Interstate Highway 94, and
 11.23 to acquire right-of-way for, design, and
 11.24 construct a replacement bridge that includes
 11.25 multimodal elements for bicycles, pedestrians,
 11.26 vehicles, and mass transit. In addition, any
 11.27 roadway approach reconstruction work
 11.28 identified within the project limits, including
 11.29 right-of-way acquisition and design, retaining
 11.30 walls, and any early completion incentives,
 11.31 are eligible for funding. This appropriation
 11.32 does not require a nonstate match.
- 11.33 **Subd. 5. Railroad Warning Devices** 2,500,000

- 12.1 To design, construct, and equip replacement
 12.2 of active highway-rail grade warning devices
 12.3 that have reached the end of their useful life.
- 12.4 **Subd. 6. Rail Service Improvement** 2,500,000
- 12.5 For rail service improvement grants under
 12.6 Minnesota Statutes, section 222.50.
- 12.7 **Subd. 7. Port Development Assistance** 2,000,000
- 12.8 For grants under Minnesota Statutes, chapter
 12.9 457A. Any improvements made with the
 12.10 proceeds of these grants must be publicly
 12.11 owned.
- 12.12 **Subd. 8. Safe Routes to School** 2,500,000
- 12.13 For grants under Minnesota Statutes, section
 12.14 174.40.
- 12.15 **Subd. 9. Passenger Rail** 5,119,000
- 12.16 (a) For intercity passenger rail implementation
 12.17 on Phase 1 corridors identified in the 2015
 12.18 update to the state rail plan under Minnesota
 12.19 Statutes, section 174.03, subdivision 1b.
- 12.20 (b) Notwithstanding any law to the contrary,
 12.21 a portion or phase of an intercity passenger
 12.22 rail project may be accomplished with one or
 12.23 more state appropriations, and an intercity
 12.24 passenger rail project need not be completed
 12.25 with any one appropriation. This appropriation
 12.26 is available for program delivery and capital
 12.27 improvements and betterments, including
 12.28 preliminary engineering, design, final
 12.29 engineering, environmental analysis and
 12.30 mitigation, acquisition of land and
 12.31 right-of-way, and construction.
- 12.32 Projects include the Northern Lights Express
 12.33 service between Minneapolis and St. Paul and

- 13.1 Duluth, a second daily Amtrak train between
 13.2 Minneapolis and St. Paul and Chicago, and
 13.3 extension of the Northstar Commuter Rail
 13.4 service to St. Cloud.
- 13.5 **Subd. 10. International Falls-Koochiching**
 13.6 **County Airport** 1,000,000
- 13.7 For a grant to the International
 13.8 Falls-Koochiching County Airport
 13.9 Commission to provide for the nonfederal
 13.10 share of Falls International Airport phase 2
 13.11 capital improvements. This appropriation does
 13.12 not require a nonstate contribution.
- 13.13 **Subd. 11. Red Wing; Railroad Grade Separation** 2,000,000
- 13.14 For a grant to the city of Red Wing for
 13.15 environmental analysis, design, engineering,
 13.16 removal of an existing structure, acquisition
 13.17 of right-of-way, and construction of a rail
 13.18 grade crossing separation at Sturgeon Lake
 13.19 Road. This appropriation is in addition to the
 13.20 appropriation for the same purpose in Laws
 13.21 2017, First Special Session chapter 8, article
 13.22 1, section 15, subdivision 4.
- 13.23 **Subd. 12. Rogers; Pedestrian and Bicycle Bridge** 500,000
- 13.24 For a grant to the city of Rogers to acquire
 13.25 property for and to design and construct a
 13.26 pedestrian and bicycle bridge over marked
 13.27 Interstate Highway 94 approximately one mile
 13.28 northwest of the interchange at marked Trunk
 13.29 Highway 101. This appropriation includes
 13.30 money for construction of a bituminous trail
 13.31 to connect to the existing trail system. This
 13.32 appropriation is not available until the
 13.33 commissioner of management and budget
 13.34 determines that at least an equal amount has

14.1 been committed from nonstate sources to
 14.2 complete the project.

14.3 Sec. 14. **METROPOLITAN COUNCIL**

14.4 **Subdivision 1. Total Appropriation** **\$ 25,000,000**

14.5 To the Metropolitan Council for the purposes
 14.6 specified in this section.

14.7 **Subd. 2. Bus Rapid Transit Lines** **20,000,000**

14.8 For design, engineering, right-of-way
 14.9 acquisition, and construction of the D line bus
 14.10 rapid transit line between Brooklyn Center
 14.11 and Bloomington.

14.12 **Subd. 3. Metropolitan Cities Inflow and**
 14.13 **Infiltration Grants** **5,000,000**

14.14 For grants to cities within the metropolitan
 14.15 area, as defined in Minnesota Statutes, section
 14.16 473.121, subdivision 2, for capital
 14.17 improvements in municipal wastewater
 14.18 collection systems to reduce the amount of
 14.19 inflow and infiltration to the Metropolitan
 14.20 Council's metropolitan sanitary sewer disposal
 14.21 system. Grants from this appropriation are for
 14.22 up to 50 percent of the cost to mitigate inflow
 14.23 and infiltration in the publicly owned
 14.24 municipal wastewater collection systems. To
 14.25 be eligible for a grant, a city must be identified
 14.26 by the council as a contributor of excessive
 14.27 inflow and infiltration in the metropolitan
 14.28 disposal system or have a measured flow rate
 14.29 within 20 percent of its allowable
 14.30 council-determined inflow and infiltration
 14.31 limits. The council must award grants based
 14.32 on applications from cities that identify
 14.33 eligible capital costs and include a timeline
 14.34 for inflow and infiltration mitigation

15.1 construction, pursuant to guidelines
15.2 established by the council.

15.3 **Sec. 15. HUMAN SERVICES**

15.4 **Subdivision 1. Total Appropriation** **\$ 15,865,000**

15.5 To the commissioner of administration, or
15.6 other named entity, for the purposes specified
15.7 in this section.

15.8 **Subd. 2. St. Peter; Regional Treatment Center,**
15.9 **Phase 2** **10,000,000**

15.10 To design, renovate, furnish, and equip the
15.11 second phase of a multiphase project to
15.12 develop additional residential, program,
15.13 activity, and ancillary facilities for the
15.14 Minnesota sex offender program on the lower
15.15 campus of the St. Peter Regional Treatment
15.16 Center. This appropriation includes money to
15.17 design, renovate, construct, furnish, and equip
15.18 one or more of the following areas: the north
15.19 wing of Green Acres; the west, south, and
15.20 north wings of Sunrise; and the Tomlinson
15.21 Building. This appropriation also includes
15.22 money to: replace or renovate HVAC,
15.23 plumbing, electrical, security, and life safety
15.24 systems; address fire and life safety, and other
15.25 building code deficiencies; replace windows
15.26 and doors; tuck-point exterior building
15.27 envelopes; reconfigure and remodel space;
15.28 design and abate asbestos and other hazardous
15.29 materials; remove or demolish nonfunctioning
15.30 building components; and complete site work
15.31 necessary to support the programmed use of
15.32 these buildings.

15.33 **Subd. 3. St. Louis Park; Perspectives Family**
15.34 **Center** **4,500,000**

16.1 To the commissioner of human services for a
 16.2 grant to the city of St. Louis Park to construct,
 16.3 furnish, and equip the expansion and
 16.4 renovation of the existing Perspectives Family
 16.5 Center facility in St. Louis Park. The expanded
 16.6 and renovated facility must be used to promote
 16.7 the public welfare by providing any or all of
 16.8 the following programs and services: (1)
 16.9 supportive housing programs for homeless
 16.10 women and their children; (2) mental and
 16.11 chemical health programs; (3) employment
 16.12 services; (4) academic, social skills, and
 16.13 nutritional programs for homeless and at-risk
 16.14 children; (5) an all-day therapeutic early
 16.15 childhood development program for homeless
 16.16 and at-risk children; and (6) a culturally
 16.17 sensitive safe and nurturing environment for
 16.18 at-risk children to meet with their
 16.19 nonresidential parents. This appropriation is
 16.20 not available until the commissioner of
 16.21 management and budget determines that an
 16.22 amount has been committed from nonstate
 16.23 sources to complete the project. The total
 16.24 project cost is estimated to be \$13,000,000.

16.25 **Subd. 4. St. Louis County; Regional Behavioral**
 16.26 **Health**

1,365,000

16.27 To the commissioner of human services for a
 16.28 grant to St. Louis County for a regional
 16.29 behavioral health crisis facility. This
 16.30 appropriation is in addition to and for the same
 16.31 purposes as the grant awarded to the county
 16.32 under Minnesota Statutes, section 245G.011.

16.33 **Sec. 16. VETERANS AFFAIRS**

\$ 2,000,000

16.34 To the commissioner of administration for
 16.35 asset preservation improvements and

17.1	<u>betterments of a capital nature at the veterans</u>		
17.2	<u>homes in Minneapolis, Hastings, Fergus Falls,</u>		
17.3	<u>Silver Bay, and Luverne, and the Little Falls</u>		
17.4	<u>Cemetery, to be spent in accordance with</u>		
17.5	<u>Minnesota Statutes, section 16B.307.</u>		
17.6	Sec. 17. <u>CORRECTIONS</u>	\$	<u>19,000,000</u>
17.7	<u>To the commissioner of administration for</u>		
17.8	<u>asset preservation improvements and</u>		
17.9	<u>betterments of a capital nature at Minnesota</u>		
17.10	<u>correctional facilities statewide, to be spent in</u>		
17.11	<u>accordance with Minnesota Statutes, section</u>		
17.12	<u>16B.307.</u>		
17.13	Sec. 18. <u>EMPLOYMENT AND ECONOMIC</u>		
17.14	<u>DEVELOPMENT</u>		
17.15	<u>Subdivision 1. Total Appropriation</u>	\$	<u>44,137,000</u>
17.16	<u>To the commissioner of employment and</u>		
17.17	<u>economic development for the purposes</u>		
17.18	<u>specified in this section.</u>		
17.19	<u>Subd. 2. Greater Minnesota Business</u>		
17.20	<u>Development Public Infrastructure</u>		<u>3,000,000</u>
17.21	<u>For grants under Minnesota Statutes, section</u>		
17.22	<u>116J.431.</u>		
17.23	<u>Subd. 3. Innovative Business Development Public</u>		
17.24	<u>Infrastructure</u>		<u>2,000,000</u>
17.25	<u>For grants under Minnesota Statutes, section</u>		
17.26	<u>116J.435.</u>		
17.27	<u>Subd. 4. Greater Minnesota Child Care Facility</u>		
17.28	<u>Capital Grant Program</u>		<u>5,000,000</u>
17.29	<u>For the greater Minnesota child care facility</u>		
17.30	<u>capital grants program in Minnesota Statutes,</u>		
17.31	<u>section 116J.417.</u>		
17.32	<u>Subd. 5. Annandale; Infrastructure</u>		
17.33	<u>Replacement</u>		<u>1,887,000</u>

18.1 For a grant to the city of Annandale for
 18.2 predesign, design, construction, and
 18.3 replacement or renovation of street, storm
 18.4 sewer, sanitary sewer, water main, and other
 18.5 capital improvements that are made necessary
 18.6 by, or are most economically completed if
 18.7 performed at the same time as, road work on
 18.8 marked Trunk Highway 24 in the city of
 18.9 Annandale. This appropriation is not available
 18.10 until the commissioner of management and
 18.11 budget determines that at least an equal
 18.12 amount has been committed from nonstate
 18.13 sources to complete the project.

18.14 **Subd. 6. Becker; Infrastructure for a Business**
 18.15 **Park**

3,000,000

18.16 For a grant to the city of Becker to do one or
 18.17 more of the following: acquire land, predesign,
 18.18 design, construct, furnish, and equip public
 18.19 infrastructure, including water, sanitary sewer,
 18.20 storm sewer and drainage systems, roads, and
 18.21 lighting for a business park in the city of
 18.22 Becker. This appropriation does not require a
 18.23 nonstate match.

18.24 **Subd. 7. Champlin; Mississippi Point Park**

1,000,000

18.25 For a grant to the city of Champlin to
 18.26 predesign, design, acquire, install, construct,
 18.27 furnish, and equip Americans with Disabilities
 18.28 Act (ADA) accessibility capital improvements
 18.29 in Mississippi Point Park. This appropriation
 18.30 does not require a nonstate contribution.

18.31 **Subd. 8. Duluth; Seawall and Surface**
 18.32 **Improvements**

7,000,000

18.33 For a grant to the city of Duluth to predesign,
 18.34 design, construct, furnish, and equip seawall
 18.35 infrastructure with related surface

19.1 improvements for public safety and
 19.2 connectivity, including a boardwalk and bike
 19.3 trails, public gathering spaces, and loading
 19.4 areas, along the shore of Lake Superior in the
 19.5 city of Duluth. This appropriation may also
 19.6 be used for demolition and removal of existing
 19.7 seawall structures. This appropriation does
 19.8 not require a nonstate contribution.

19.9 **Subd. 9. Fergus Falls; Riverfront Corridor** 1,500,000

19.10 For a grant to the city of Fergus Falls for
 19.11 construction of a downtown riverfront corridor
 19.12 improvement project to include an
 19.13 amphitheater, river market, public arts space,
 19.14 interactive water components, and related
 19.15 publicly owned infrastructure and amenities.
 19.16 This appropriation is not available until the
 19.17 commissioner of management and budget
 19.18 determines that \$1,750,000 has been
 19.19 committed from nonstate sources to complete
 19.20 the project. Amounts committed to this project
 19.21 from nonstate sources for construction of an
 19.22 amphitheater count toward the nonstate match
 19.23 so long as the amphitheater is owned by the
 19.24 city.

19.25 **Subd. 10. Minneapolis; Central City Storm**
 19.26 **Tunnel** 19,000,000

19.27 For a grant to the city of Minneapolis for
 19.28 design and construction necessary to expand
 19.29 the Central City Storm Tunnel in Minneapolis.
 19.30 This appropriation is not available until the
 19.31 commissioner of management and budget
 19.32 determines that at least an equal amount has
 19.33 been committed from nonstate sources to
 19.34 complete the project.

19.35 **Subd. 11. St. Paul; Humanities Center** 750,000

20.1 For a grant to the city of St. Paul for asset
 20.2 preservation of the Minnesota Humanities
 20.3 Center's main facility, including capital
 20.4 improvements for building envelope,
 20.5 foundation, and structural integrity; and for
 20.6 mechanical systems upgrades, including
 20.7 heating, ventilation, and cooling, subject to
 20.8 Minnesota Statutes, section 16A.695. This
 20.9 appropriation is not available until the
 20.10 commissioner of management and budget
 20.11 determines that at least an equal amount has
 20.12 been committed from nonstate sources to
 20.13 complete the project.

20.14 **Sec. 19. PUBLIC FACILITIES AUTHORITY**

20.15 **Subdivision 1. Total Appropriation** **\$ 94,660,000**

20.16 To the Public Facilities Authority for the
 20.17 purposes specified in this section.

20.18 **Subd. 2. Water Infrastructure Funding Program** **25,000,000**

20.19 (a) For grants to eligible municipalities under
 20.20 the water infrastructure funding program under
 20.21 Minnesota Statutes, section 446A.072.

20.22 (b) \$15,000,000 is for wastewater projects
 20.23 listed on the Pollution Control Agency's
 20.24 project priority list in the fundable range under
 20.25 the clean water revolving fund program.

20.26 (c) \$10,000,000 is for drinking water projects
 20.27 listed on the commissioner of health's project
 20.28 priority list in the fundable range under the
 20.29 drinking water revolving fund program.

20.30 (d) After all eligible projects under paragraph
 20.31 (b) or (c) have been funded, the Public
 20.32 Facilities Authority may transfer any
 20.33 remaining, uncommitted money to eligible
 20.34 projects under a program defined in paragraph

- 21.1 (b) or (c) based on that program's project
 21.2 priority list.
- 21.3 **Subd. 3. Point Source Implementation Grants**
 21.4 **Program** 20,000,000
- 21.5 For grants to eligible municipalities under the
 21.6 point source implementation grants program
 21.7 under Minnesota Statutes, section 446A.073.
 21.8 This appropriation must be used for qualified
 21.9 capital projects.
- 21.10 **Subd. 4. Bemidji; Well for Clean Drinking**
 21.11 **Water** 2,000,000
- 21.12 For a grant to the city of Bemidji to acquire
 21.13 real property for and to predesign, design,
 21.14 construct, and equip new municipal drinking
 21.15 water wells to provide the city and its residents
 21.16 water free of chemical contamination. This
 21.17 appropriation is not available until the
 21.18 commissioner of management and budget
 21.19 determines that \$1,800,000 has been
 21.20 committed to the project from nonstate
 21.21 sources. Amounts spent on the project since
 21.22 January 1, 2018, count toward the nonstate
 21.23 contribution.
- 21.24 **Subd. 5. East Range Joint Powers Board;**
 21.25 **Drinking Water** 2,000,000
- 21.26 For a grant to the East Range Joint Powers
 21.27 Board for one or more of the following: to
 21.28 acquire land or a permanent interest in land,
 21.29 predesign, design, engineer, and construct
 21.30 Phase I of a comprehensive municipally
 21.31 owned cooperative joint drinking water system
 21.32 in the political subdivisions that participate
 21.33 and are part of the East Range Joint Powers
 21.34 Board. This appropriation is not available until
 21.35 the commissioner of management and budget

- 22.1 determines that at least an equal amount has
 22.2 been committed from nonstate sources to
 22.3 complete the project.
- 22.4 **Subd. 6. Deer River; Water and Sewer**
 22.5 **Improvements** 1,000,000
- 22.6 For a grant to the city of Deer River to
 22.7 predesign, design, engineer, and construct a
 22.8 stabilization pond and to predesign, design,
 22.9 construct, and install the replacement and
 22.10 expansion of storm sewer lines, sanitary sewer
 22.11 lines, and water lines in the city of Deer River.
 22.12 This appropriation is not available until the
 22.13 commissioner of management and budget
 22.14 determines that at least an equal amount has
 22.15 been committed from nonstate sources to
 22.16 complete the project.
- 22.17 **Subd. 7. Floodwood; Stabilization Ponds** 1,200,000
- 22.18 For a grant to the city of Floodwood for
 22.19 predesign, design, engineering, and
 22.20 construction and expansion of stabilization
 22.21 ponds. This appropriation does not require a
 22.22 nonstate match.
- 22.23 **Subd. 8. Lakeville; Clean Water Infrastructure** 180,000
- 22.24 For a grant to the city of Lakeville for the
 22.25 rehabilitation of six wells and pumps in the
 22.26 city's clean water delivery system. This
 22.27 appropriation is not available until the
 22.28 commissioner of management and budget
 22.29 determines that \$180,000 has been committed
 22.30 from nonstate sources to complete the project.
- 22.31 **Subd. 9. Lakeville; Sanitary Sewer Lift Station** 250,000
- 22.32 For a grant to the city of Lakeville to
 22.33 rehabilitate capital equipment in the Lakeville
 22.34 Sanitary Sewer lift station number 10. This

23.1 appropriation is not available until the
 23.2 commissioner of management and budget
 23.3 determines that \$250,000 has been committed
 23.4 from nonstate sources to complete the project.

23.5 **Subd. 10. Oronoco; Wastewater Infrastructure** 600,000

23.6 For a grant to the city of Oronoco to acquire
 23.7 land or permanent easements, predesign, and
 23.8 design wastewater infrastructure to serve the
 23.9 city of Oronoco and the region including the
 23.10 Oronoco Estates Mobile Home Community.
 23.11 This appropriation does not require a nonstate
 23.12 match.

23.13 **Subd. 11. Red Rock Rural Water System** 5,750,000

23.14 For a grant to the Red Rock Rural Water
 23.15 System to design, construct, furnish, and equip
 23.16 a new water treatment plant, a new water
 23.17 tower, and installation of approximately 110
 23.18 miles of ten-inch through two-inch water main,
 23.19 and other improvements to infrastructure
 23.20 required for an expansion of the Red Rock
 23.21 Rural Water System, to be built and located
 23.22 in Murray and Cottonwood counties. This
 23.23 appropriation is not available until the
 23.24 commissioner of management and budget
 23.25 determines that an equal amount has been
 23.26 committed to complete the project from
 23.27 nonstate sources.

23.28 **Subd. 12. South St. Paul; Concord Street Public**
 23.29 **Utilities** 4,400,000

23.30 For a grant to the city of South St. Paul to
 23.31 predesign, design, construct, and install
 23.32 sanitary sewer, water main, and storm sewer
 23.33 improvements, including removal of replaced
 23.34 infrastructure as necessary, in the Concord
 23.35 Street corridor in conjunction with the

- 24.1 reconstruction and renovation of the street.
- 24.2 This appropriation does not require a nonstate
- 24.3 contribution.
- 24.4 **Subd. 13. Spring Park; City Utilities** 5,000,000
- 24.5 For a grant to the city of Spring Park for
- 24.6 improvements to the city's water and sewer
- 24.7 system. This appropriation is not available
- 24.8 until the commissioner of management and
- 24.9 budget determines that \$5,000,000 has been
- 24.10 committed to complete the project from
- 24.11 nonstate sources.
- 24.12 **Subd. 14. Two Harbors; Wastewater Treatment**
- 24.13 **Plant** 10,000,000
- 24.14 For a grant to the city of Two Harbors for one
- 24.15 or more of the following project elements: to
- 24.16 acquire land for, and to predesign, design,
- 24.17 construct, furnish, and equip a new wastewater
- 24.18 treatment plant. This appropriation is not
- 24.19 available until the commissioner of
- 24.20 management and budget determines that an
- 24.21 amount has been committed to complete the
- 24.22 project from other sources, estimated to be
- 24.23 \$3,000,000.
- 24.24 **Subd. 15. Twin Lakes Township; Water**
- 24.25 **Infrastructure** 9,000,000
- 24.26 For a grant to Twin Lakes Township for the
- 24.27 design and construction of a water distribution
- 24.28 system, support facilities, and related water
- 24.29 improvements, including a water main
- 24.30 extension from the city of Carlton, along
- 24.31 marked Trunk Highway 210 in Carlton
- 24.32 County.
- 24.33 **Subd. 16. West St. Paul; Lift Stations** 3,000,000

25.1 (a) For one or more grants to the city of West
25.2 St. Paul for the purposes of this subdivision.

25.3 (b) Of this amount, up to \$180,000 is to design
25.4 upgrades of Lift Stations 2 and 4, and to
25.5 design the replacement of force mains 2, 3, 4,
25.6 and 6. This appropriation is not available until
25.7 the commissioner of management and budget
25.8 determines that at least an equal amount has
25.9 been committed from nonstate sources to
25.10 complete the project.

25.11 (c) Of this amount, up to \$2,820,000 is for
25.12 upgrades to Lift Stations 1, 2, and 4, and to
25.13 replace force mains 2, 3, 4, and 6. This
25.14 appropriation is not available until the
25.15 commissioner of management and budget
25.16 determines that at least an equal amount has
25.17 been committed from nonstate sources to
25.18 complete the project.

25.19 **Subd. 17. Western Lake Superior Sanitary**
25.20 **District; Engine Generators**

5,280,000

25.21 For a grant to the Sanitary Board of the
25.22 Western Lake Superior Sanitary District to
25.23 design and construct engine generators as part
25.24 of the combined heat and power system to
25.25 capture and process heat and generate
25.26 electricity for use at the Western Lake
25.27 Superior Sanitary District wastewater
25.28 treatment facilities. This appropriation is not
25.29 available until the commissioner determines
25.30 that at least an equal amount is committed
25.31 from nonstate sources to the project. Amounts
25.32 loaned by the Public Facilities Authority to
25.33 the Western Lake Superior Sanitary District
25.34 for this project shall count toward the nonstate
25.35 match.

26.1	Sec. 20. <u>MINNESOTA HOUSING FINANCE</u>		
26.2	<u>AGENCY</u>	<u>\$</u>	<u>15,000,000</u>
26.3	<u>For transfer to the housing development fund</u>		
26.4	<u>to finance the costs of rehabilitation to</u>		
26.5	<u>preserve public housing under Minnesota</u>		
26.6	<u>Statutes, section 462A.202, subdivision 3a.</u>		
26.7	<u>For purposes of this section, "public housing"</u>		
26.8	<u>means housing for low-income persons and</u>		
26.9	<u>households financed by the federal</u>		
26.10	<u>government and owned and operated by the</u>		
26.11	<u>public housing authorities and agencies formed</u>		
26.12	<u>by cities and counties. Priority must be given</u>		
26.13	<u>to proposals that maximize federal or local</u>		
26.14	<u>resources to finance the capital costs. The</u>		
26.15	<u>priority in Minnesota Statutes, section</u>		
26.16	<u>462A.202, subdivision 3a, for projects to</u>		
26.17	<u>increase the supply of affordable housing and</u>		
26.18	<u>the restrictions of Minnesota Statutes, section</u>		
26.19	<u>462A.202, subdivision 7, do not apply to this</u>		
26.20	<u>appropriation.</u>		
26.21	Sec. 21. <u>MINNESOTA HISTORICAL</u>		
26.22	<u>SOCIETY</u>	<u>\$</u>	<u>2,000,000</u>
26.23	<u>To the Minnesota Historical Society for capital</u>		
26.24	<u>improvements and betterments at state historic</u>		
26.25	<u>sites and buildings, landscaping at historic</u>		
26.26	<u>buildings, exhibits, markers, and monuments,</u>		
26.27	<u>to be spent in accordance with Minnesota</u>		
26.28	<u>Statutes, section 16B.307. The society shall</u>		
26.29	<u>determine project priorities as appropriate</u>		
26.30	<u>based on need.</u>		
26.31	Sec. 22. <u>BOND SALE EXPENSES</u>	<u>\$</u>	<u>481,000</u>
26.32	<u>To the commissioner of management and</u>		
26.33	<u>budget for bond sale expenses under</u>		
26.34	<u>Minnesota Statutes, section 16A.641,</u>		
26.35	<u>subdivision 8.</u>		

27.1 Sec. 23. **BOND SALE AUTHORIZATION.**

27.2 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this article
27.3 from the bond proceeds fund, the commissioner of management and budget shall sell and
27.4 issue bonds of the state in an amount up to \$402,000,000 in the manner, upon the terms,
27.5 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by
27.6 the Minnesota Constitution, article XI, sections 4 to 7.

27.7 Subd. 2. **Transportation fund.** To provide the money appropriated in this article from
27.8 the bond proceeds account in the state transportation fund, the commissioner of management
27.9 and budget shall sell and issue bonds of the state in an amount up to \$78,000,000 in the
27.10 manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
27.11 16A.631 to 16A.675, and by the Minnesota Constitution, article XI, sections 4 to 7.

27.12 Sec. 24. **BOND SALE SCHEDULE.**

27.13 The commissioner of management and budget shall schedule the sale of state general
27.14 obligation bonds so that, during the biennium ending June 30, 2021, no more than
27.15 \$1,226,125,000 will need to be transferred from the general fund to the state bond fund to
27.16 pay principal and interest due and to become due on outstanding state general obligation
27.17 bonds. During the biennium, before each sale of state general obligation bonds, the
27.18 commissioner of management and budget shall calculate the amount of debt service payments
27.19 needed on bonds previously issued and shall estimate the amount of debt service payments
27.20 that will be needed on the bonds scheduled to be sold. The commissioner shall adjust the
27.21 amount of bonds scheduled to be sold so as to remain within the limit set by this section.
27.22 The amount needed to make the debt service payments is appropriated from the general
27.23 fund as provided in Minnesota Statutes, section 16A.641.

27.24 Sec. 25. **EFFECTIVE DATE.**

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

28.1 **ARTICLE 2**

28.2 **MISCELLANEOUS**

28.3 Section 1. Minnesota Statutes 2018, section 16A.641, is amended by adding a subdivision
28.4 to read:

28.5 Subd. 4c. **Negotiated sales authority.** Notwithstanding the public sale requirements of
28.6 subdivision 4 and section 16A.66, subdivision 2, from June 1, 2019, until June 30, 2025,
28.7 the commissioner may sell bonds, including refunding bonds, at negotiated sale.

28.8 Sec. 2. **[116J.417] GREATER MINNESOTA CHILD CARE FACILITY CAPITAL**
28.9 **GRANT PROGRAM.**

28.10 Subdivision 1. **Purpose.** The purpose of the greater Minnesota child care facility capital
28.11 grant program established in this section is to keep or enhance jobs, increase the tax base,
28.12 or expand or create new economic development in the area in which the grants are made,
28.13 by providing facilities for the child care necessary to support workers and their families.

28.14 Subd. 2. **Creation of account.** A greater Minnesota child care facility capital grant
28.15 account is created in the bond proceeds fund. Money in the account is appropriated to the
28.16 commissioner to make grants under this section. Money in the greater Minnesota child care
28.17 facility capital grant account is available until encumbered or spent subject to section
28.18 16A.642.

28.19 Subd. 3. **Eligible applicant.** (a) A city, county, or school district, or a joint powers board
28.20 established by two or more cities, counties, or school districts is eligible to apply for and
28.21 receive a grant from the greater Minnesota child care facility capital grant account established
28.22 in this section.

28.23 (b) An applicant must be located outside of the metropolitan area as defined in section
28.24 473.121, subdivision 2.

28.25 Subd. 4. **Local government authority.** A city, county, or school district may own a
28.26 child care facility and operate a child care facility program that meets the requirements for
28.27 state licensing under Minnesota Rules, chapter 9503. A city, county, or school district may
28.28 enter into a lease or management agreement with one or more licensed child care providers
28.29 to operate a child care program in a facility owned by the city, county, or school district. A
28.30 lease or management agreement for state bond-financed property is subject to section
28.31 16A.695.

29.1 Subd. 5. **Eligible project.** (a) A grant may be used to acquire land or interest in land,
 29.2 predesign, design, renovate, construct, furnish, and equip facilities in which to provide child
 29.3 care or for other child care facility improvements that support the purposes for which this
 29.4 grant program is established.

29.5 (b) All projects must increase child care capacity in the community that is served by the
 29.6 provider, and meet all state requirements for child care facilities or programs.

29.7 Subd. 6. **Grants.** The commissioner shall make grants to eligible applicants to provide
 29.8 the lesser of 50 percent of eligible project costs or \$500,000 per project. The commissioner
 29.9 must not award more than \$2,000,000 in two years for projects in the same city or county.
 29.10 An eligible applicant may apply for less than 50 percent of the total project costs. A grant
 29.11 recipient must provide for the remainder of all project costs, either in cash or in kind. In-kind
 29.12 contributions may include the actual cost or fair market value of project elements provided
 29.13 for the project no more than two years before the grant is awarded.

29.14 Subd. 7. **Application; criteria.** The commissioner must develop forms and procedures
 29.15 for soliciting and reviewing applications for grants under this section. An applicant shall
 29.16 apply for a grant in the manner and at the times the commissioner shall determine. At a
 29.17 minimum, an application must include:

29.18 (1) evidence of the need for improved, expanded, or new child care facilities in the area;

29.19 (2) a description of the new or expanded facility or other improvements to be made;

29.20 (3) a description of the specific state requirements making improvements necessary, if
 29.21 applicable;

29.22 (4) estimated costs of the capital project and the sources of funding to complete it;

29.23 (5) estimated costs of the expanded services and the sources of funding to provide them;

29.24 (6) the applicant's analysis of the expected economic benefits to the area in which the
 29.25 project would be located;

29.26 (7) other information that the commissioner determines is necessary or useful in
 29.27 evaluating the impact of the proposed project on the local economy; and

29.28 (8) the average number of children provided care by the applicant during the year prior
 29.29 to the application, if any, and the expected number of children that could be provided child
 29.30 care after the proposed project is completed.

29.31 Subd. 8. **Grants; criteria.** The commissioner shall award grants to achieve balanced
 29.32 geographic distribution. Within a region, the commissioner shall make grants to achieve

30.1 the purposes of this section taking into account the following criteria in evaluating each
 30.2 project:

30.3 (1) how well a project will address an identified shortage of local child care options;

30.4 (2) the proposed project's long-term financial sustainability;

30.5 (3) the project's ability to meet the needs of working parents;

30.6 (4) evidence of a community-based partnership or involvement in the local project or
 30.7 in local planning; and

30.8 (5) the project's procedures for ensuring that there is significant business management
 30.9 and financial expertise supporting the operation of the child care facility.

30.10 Sec. 3. Minnesota Statutes 2018, section 134.45, subdivision 5, is amended to read:

30.11 Subd. 5. **Qualification; accessibility grants.** A public library jurisdiction may apply
 30.12 for a grant in an amount up to ~~\$200,000~~ \$450,000 or 50 percent of the approved costs of
 30.13 removing architectural barriers from a building or site, whichever is less. Grants may be
 30.14 made only for projects in existing buildings used as a library, or to prepare another existing
 30.15 building for use as a library. Renovation of an existing building may include an addition to
 30.16 the building if the additional space is necessary to provide accessibility or if relocating
 30.17 public spaces to the ground level provides improved overall accessibility. Grants must not
 30.18 be used to pay part of the cost of meeting accessibility requirements in a new building.

30.19 Sec. 4. **[363A.46] STATE-FINANCED CAPITAL PROJECTS.**

30.20 Any entity that uses state general obligation bond proceeds to pay for all or part of a
 30.21 capital project must comply with sections 363A.36 and 363A.44 for that capital project.

30.22 **EFFECTIVE DATE.** This section is effective July 1, 2020, and applies to contracts
 30.23 for capital projects entered into on or after that date.

30.24 Sec. 5. Minnesota Statutes 2018, section 462A.37, subdivision 2, is amended to read:

30.25 Subd. 2. **Authorization.** (a) The agency may issue up to \$30,000,000 in aggregate
 30.26 principal amount of housing infrastructure bonds in one or more series to which the payment
 30.27 made under this section may be pledged. The housing infrastructure bonds authorized in
 30.28 this subdivision may be issued to fund loans, or grants for the purposes of clause (4), on
 30.29 terms and conditions the agency deems appropriate, made for one or more of the following
 30.30 purposes:

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

31.3 (2) to finance the costs of the acquisition and rehabilitation of foreclosed or abandoned
31.4 housing to be used for affordable rental housing and the costs of new construction of rental
31.5 housing on abandoned or foreclosed property where the existing structures will be demolished
31.6 or removed;

31.7 (3) to finance that portion of the costs of acquisition of property that is attributable to
31.8 the land to be leased by community land trusts to low- and moderate-income homebuyers;

31.9 (4) to finance ~~that portion of the~~ acquisition, improvement, and infrastructure of
31.10 manufactured home parks under section 462A.2035, subdivision 1b, ~~that is attributable to~~
31.11 ~~land to be leased to low- and moderate-income manufactured home owners;~~

31.12 (5) to finance the costs of acquisition, rehabilitation, adaptive reuse, or new construction
31.13 of senior housing; and

31.14 (6) to finance the costs of acquisition and rehabilitation of federally assisted rental
31.15 housing and for the refinancing of costs of the construction, acquisition, and rehabilitation
31.16 of federally assisted rental housing, including providing funds to refund, in whole or in part,
31.17 outstanding bonds previously issued by the agency or another government unit to finance
31.18 or refinance such costs.

31.19 (b) Among comparable proposals for permanent supportive housing, preference shall
31.20 be given to permanent supportive housing for veterans and other individuals or families
31.21 who:

31.22 (1) either have been without a permanent residence for at least 12 months or at least four
31.23 times in the last three years; or

31.24 (2) are at significant risk of lacking a permanent residence for 12 months or at least four
31.25 times in the last three years.

31.26 (c) Among comparable proposals for senior housing, the agency must give priority to
31.27 requests for projects that:

31.28 (1) demonstrate a commitment to maintaining the housing financed as affordable to
31.29 seniors;

31.30 (2) leverage other sources of funding to finance the project, including the use of
31.31 low-income housing tax credits;

32.1 (3) provide access to services to residents and demonstrate the ability to increase physical
32.2 supports and support services as residents age and experience increasing levels of disability;

32.3 (4) provide a service plan containing the elements of clause (3) reviewed by the housing
32.4 authority, economic development authority, public housing authority, or community
32.5 development agency that has an area of operation for the jurisdiction in which the project
32.6 is located; and

32.7 (5) include households with incomes that do not exceed 30 percent of the median
32.8 household income for the metropolitan area.

32.9 To the extent practicable, the agency shall balance the loans made between projects in the
32.10 metropolitan area and projects outside the metropolitan area. Of the loans made to projects
32.11 outside the metropolitan area, the agency shall, to the extent practicable, balance the loans
32.12 made between projects in counties or cities with a population of 20,000 or less, as established
32.13 by the most recent decennial census, and projects in counties or cities with populations in
32.14 excess of 20,000.

32.15 Sec. 6. Minnesota Statutes 2018, section 462A.37, is amended by adding a subdivision to
32.16 read:

32.17 Subd. 2f. **Additional authorization.** In addition to the amount authorized in subdivisions
32.18 2 to 2e, the agency may issue up to \$60,000,000 in housing infrastructure bonds in one or
32.19 more series to which the payments under this section may be pledged.

32.20 Sec. 7. Minnesota Statutes 2018, section 462A.37, subdivision 5, is amended to read:

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

32.24 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure
32.25 bonds issued under subdivision 2a remain outstanding, the commissioner of management
32.26 and budget must transfer to the housing infrastructure bond account established under section
32.27 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000
32.28 annually. The amounts necessary to make the transfers are appropriated from the general
32.29 fund to the commissioner of management and budget.

32.30 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
32.31 bonds issued under subdivision 2b remain outstanding, the commissioner of management
32.32 and budget must transfer to the housing infrastructure bond account established under section

33.1 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000
 33.2 annually. The amounts necessary to make the transfers are appropriated from the general
 33.3 fund to the commissioner of management and budget.

33.4 (d) Each July 15, beginning in 2019 and through 2040, if any housing infrastructure
 33.5 bonds issued under subdivision 2c remain outstanding, the commissioner of management
 33.6 and budget must transfer to the housing infrastructure bond account established under section
 33.7 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,800,000
 33.8 annually. The amounts necessary to make the transfers are appropriated from the general
 33.9 fund to the commissioner of management and budget.

33.10 (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure
 33.11 bonds issued under subdivision 2d remain outstanding, the commissioner of management
 33.12 and budget must transfer to the housing infrastructure bond account established under section
 33.13 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
 33.14 to make the transfers are appropriated from the general fund to the commissioner of
 33.15 management and budget.

33.16 (f) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure
 33.17 bonds issued under subdivision 2e remain outstanding, the commissioner of management
 33.18 and budget must transfer to the housing infrastructure bond account established under section
 33.19 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
 33.20 to make the transfers are appropriated from the general fund to the commissioner of
 33.21 management and budget.

33.22 (g) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure
 33.23 bonds issued under subdivision 2f remain outstanding, the commissioner of management
 33.24 and budget must transfer to the housing infrastructure bond account established under section
 33.25 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
 33.26 to make the transfers are appropriated from the general fund to the commissioner of
 33.27 management and budget.

33.28 ~~(g)~~ (h) The agency may pledge to the payment of the housing infrastructure bonds the
 33.29 payments to be made by the state under this section.

33.30 Sec. 8. Minnesota Statutes 2018, section 473.4052, subdivision 4, is amended to read:

33.31 Subd. 4. **Application.** The liability limits under subdivision 2 and the insurance
 33.32 requirements under subdivision 3 apply only for that segment of a light rail transit line or
 33.33 line extension in which the project formally entered the engineering phase of the Federal

34.1 Transit Administration's "New Starts" capital investment grant program between August 1,
34.2 2016, and ~~December 31, 2016~~ February 1, 2017.

34.3 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following
34.4 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,
34.5 Scott, and Washington.

34.6 Sec. 9. Laws 2015, First Special Session chapter 5, article 1, section 10, subdivision 7, as
34.7 amended by Laws 2017, First Special Session chapter 8, article 2, section 32, subdivision
34.8 7, is amended to read:

34.9 **Subd. 7. Richfield - 77th Street Underpass** 10,000,000

34.10 For a grant to the city of Richfield for
34.11 right-of-way acquisition for an extension of
34.12 77th Street under marked Trunk Highway
34.13 77/Cedar Avenue in the city of Richfield to
34.14 provide local and regional access between
34.15 Richfield, the Minneapolis/St. Paul
34.16 International Airport, the city of Bloomington,
34.17 and the Mall of America. After right-of-way
34.18 acquisition is completed, the city may use any
34.19 remaining money appropriated in this
34.20 subdivision for construction of the extension.
34.21 Notwithstanding Minnesota Statutes, section
34.22 16A.642, the bond sale authorization and
34.23 appropriation of bond proceeds for the project
34.24 in this subdivision are available until
34.25 December 31, ~~2021~~ 2023.

34.26 Sec. 10. Laws 2017, First Special Session chapter 8, article 1, section 18, subdivision 3,
34.27 is amended to read:

34.28 **Subd. 3. Minneapolis Veterans Home Truss**
34.29 **Bridge Project** 7,851,000

34.30 To design, construct, renovate, and equip the
34.31 historic truss bridge on the Minneapolis
34.32 Veterans Home campus, including asbestos
34.33 and hazardous materials abatement and

35.1 associated site work. The unspent portion of
 35.2 this appropriation after the project has been
 35.3 substantially completed, upon written notice
 35.4 to the commissioner of management and
 35.5 budget, is available for asset preservation of
 35.6 veterans homes statewide under Minnesota
 35.7 Statutes, section 16B.307. Minnesota Statutes,
 35.8 section 16A.642, applies from the date of the
 35.9 original appropriation to the unspent amount
 35.10 transferred.

35.11 Sec. 11. Laws 2018, chapter 214, article 1, section 2, subdivision 6, is amended to read:

35.12 Subd. 6. **Glensheen Renewal** 4,000,000

35.13 To predesign, design, and renovate the
 35.14 Historic Glensheen Estate including but not
 35.15 limited to the main house; the site structures,
 35.16 terraces, and garden walls; and the carriage
 35.17 house. ~~This appropriation is not available until~~
 35.18 ~~the commissioner of management and budget~~
 35.19 ~~determines that an equal amount is committed~~
 35.20 ~~from other sources.~~ A portion of the total
 35.21 appropriation may be made available for a
 35.22 discrete project or phase that is part of the
 35.23 renovation when the commissioner of
 35.24 management and budget determines that an
 35.25 equal amount is committed from nonstate
 35.26 sources that will allow that discrete project or
 35.27 phase to be completed.

35.28 Sec. 12. Laws 2018, chapter 214, article 1, section 7, subdivision 1, is amended to read:

35.29 **78,669,000**
 35.30 Subdivision 1. **Total Appropriation** \$ **74,309,000**

35.31 (a) To the commissioner of natural resources
 35.32 for the purposes specified in this section.

36.1 (b) The appropriations in this section are
 36.2 subject to the requirements of the natural
 36.3 resources capital improvement program under
 36.4 Minnesota Statutes, section 86A.12, unless
 36.5 this section or the statutes referred to in this
 36.6 section provide more specific standards,
 36.7 criteria, or priorities for projects than
 36.8 Minnesota Statutes, section 86A.12.

36.9 Sec. 13. Laws 2018, chapter 214, article 1, section 21, subdivision 1, is amended to read:

36.10		109,344,000
36.11	Subdivision 1. Total Appropriation	\$ <u>109,085,000</u>

36.12 To the commissioner of employment and
 36.13 economic development for the purposes
 36.14 specified in this section.

36.15 Sec. 14. **REAUTHORIZATION.**

36.16 The uncommitted and unobligated amount of the appropriation from the bond proceeds
 36.17 fund and the same amount of bond sale authorization in Laws 2014, chapter 294, article 1,
 36.18 section 21, subdivision 13, as amended by Laws 2015, First Special Session, chapter 5,
 36.19 article 3, section 20, estimated to be \$550,000, and included in the January 2019 cancellation
 36.20 report submitted to the legislature pursuant to Minnesota Statutes, section 16A.642, is
 36.21 reauthorized and the money is appropriated for a grant to the city of Minneapolis for
 36.22 improvements and betterments of a capital nature in the Minnesota Shubert Center for Dance
 36.23 and Music. No nonstate contribution is required.

36.24 Sec. 15. **EFFECTIVE DATE.**

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