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State of Minnesota  
HOUSE OF REPRESENTATIVES  
NINETIETH SESSION

H. F. No. 2599

04/20/2017 Authored by Hausman, Bly, Considine and Davids  
The bill was read for the first time and referred to the Committee on Capital Investment

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 other improvements of a capital nature with certain  
1.4 conditions; modifying previous 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 2016, sections 16A.967;  
1.7 84.946, subdivision 2; 85.34, subdivision 1; 363A.36; 363A.44, subdivision 1;  
1.8 446A.072; 446A.073; 446A.081, subdivision 9; 446A.12, subdivision 1; 462A.37,  
1.9 subdivisions 1, 2, 2a, 2b, 5, by adding a subdivision; Laws 2014, chapter 294,  
1.10 article 1, section 17, subdivision 12; Laws 2015, First Special Session chapter 5,  
1.11 article 1, section 10, subdivision 7; proposing coding for new law in Minnesota  
1.12 Statutes, chapter 219; repealing Minnesota Statutes 2016, section 123A.446.

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 for a capital program or project may be  
1.24 used to pay state agency staff costs that are attributed directly to the capital program or  
1.25 project in accordance with accounting policies adopted by the commissioner of management  
1.26 and budget. Unless otherwise specified, the appropriations in this act are available until the

2.1 project is completed or abandoned subject to Minnesota Statutes, section 16A.642. Unless  
 2.2 otherwise specified in this act, money appropriated in this act for activities under Minnesota  
 2.3 Statutes, sections 16B.307, 84.946, and 135A.046, should not be used for projects that can  
 2.4 be financed within a reasonable time frame under Minnesota Statutes, section 16B.322 or  
 2.5 16C.144.

2.6 **APPROPRIATIONS**

2.7 **Sec. 2. UNIVERSITY OF MINNESOTA**

2.8 **Subdivision 1. Total Appropriation** **\$ 148,234,000**

2.9 To the Board of Regents of the University of  
 2.10 Minnesota for the purposes specified in this  
 2.11 section.

2.12 **Subd. 2. Higher Education Asset Preservation**  
 2.13 **and Replacement (HEAPR)** **50,000,000**

2.14 To be spent in accordance with Minnesota  
 2.15 Statutes, section 135A.046.

2.16 **Subd. 3. Twin Cities - Health Sciences Education**  
 2.17 **Facility** **66,667,000**

2.18 To demolish obsolete health sciences facilities  
 2.19 and to design, renovate, furnish, equip, and  
 2.20 construct a health science education facility  
 2.21 on the Twin Cities campus to meet the needs  
 2.22 of the Medical School and the Academic  
 2.23 Health Center.

2.24 **Subd. 4. Duluth - Chemical Sciences and**  
 2.25 **Advanced Materials Science Building** **27,167,000**

2.26 To design, construct, furnish, and equip a new  
 2.27 laboratory building on the Duluth campus,  
 2.28 including classrooms and research and  
 2.29 undergraduate instructional laboratories.

2.30 **Subd. 5. Twin Cities - Plant Growth Research**  
 2.31 **Facility** **4,400,000**

2.32 To demolish the existing biological sciences  
 2.33 greenhouse and to predesign, design,  
 2.34 construct, furnish, and equip a greenhouse to

3.1 support learning and research on the St. Paul  
3.2 campus.

3.3 **Subd. 6. University Share**

3.4 Except for the appropriation for HEAPR, the  
3.5 appropriations in this section are intended to  
3.6 cover approximately two-thirds of the cost of  
3.7 each project. The remaining costs must be paid  
3.8 from university sources.

3.9 **Subd. 7. Unspent Appropriations**

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

3.26 **Sec. 3. MINNESOTA STATE COLLEGES AND**  
3.27 **UNIVERSITIES**

3.28 **Subdivision 1. Total Appropriation** **\$ 164,342,000**

3.29 To the Board of Trustees of the Minnesota  
3.30 State Colleges and Universities for the  
3.31 purposes specified in this section.

3.32 **Subd. 2. Higher Education Asset Preservation**  
3.33 **and Replacement (HEAPR)** **52,149,000**

4.1	<u>To be spent in accordance with Minnesota</u>	
4.2	<u>Statutes, section 135A.046.</u>	
4.3	<b><u>Subd. 3. Bemidji State University</u></b>	<u>18,896,000</u>
4.4	<u>To demolish Hagg-Sauer Hall and construct,</u>	
4.5	<u>furnish, and equip its replacement, the</u>	
4.6	<u>Academic Learning Center; and to renovate</u>	
4.7	<u>and renew, furnish, and equip Bensen Hall,</u>	
4.8	<u>Sattgast Hall, Bangsberg Hall, and A.C. Clark</u>	
4.9	<u>Library.</u>	
4.10	<b><u>Subd. 4. Hibbing Community College</u></b>	<u>9,958,000</u>
4.11	<u>To demolish Building G and connecting links</u>	
4.12	<u>or portions thereof, and to construct, renovate,</u>	
4.13	<u>furnish, and equip buildings, links, and entry</u>	
4.14	<u>spaces on the campus.</u>	
4.15	<b><u>Subd. 5. Minnesota State Community and</u></b>	
4.16	<b><u>Technical College</u></b>	
4.17	<b><u>(a) Fergus Falls Campus</u></b>	<u>978,000</u>
4.18	<u>To design, renovate, furnish, and equip a new</u>	
4.19	<u>Center for Student and Workforce Success</u>	
4.20	<u>(CSWS) that integrates the Regional</u>	
4.21	<u>Workforce Center. The board must enter into</u>	
4.22	<u>a lease agreement with the commissioner of</u>	
4.23	<u>employment and economic development, or</u>	
4.24	<u>partners of the commissioner, for use of the</u>	
4.25	<u>workforce center subject to Minnesota</u>	
4.26	<u>Statutes, section 16A.695. The board must use</u>	
4.27	<u>nonstate money for the remainder of the cost</u>	
4.28	<u>of the renovation.</u>	
4.29	<b><u>(b) Wadena Campus</u></b>	<u>820,000</u>
4.30	<u>To design, renovate, furnish, and equip the</u>	
4.31	<u>relocation of the current library to</u>	
4.32	<u>underutilized space and convert the vacated</u>	
4.33	<u>space into a centralized student services center.</u>	
4.34	<b><u>Subd. 6. Minnesota State University, Mankato</u></b>	<u>6,525,000</u>

5.1	<u>To complete design, renovate, furnish, and</u>	
5.2	<u>equip space in Armstrong, Morris, Wissink,</u>	
5.3	<u>and Wiecking Halls to repurpose space being</u>	
5.4	<u>vacated by programs moving into the new</u>	
5.5	<u>Clinical Sciences Building and complete</u>	
5.6	<u>installation of a solar array on the new Clinical</u>	
5.7	<u>Sciences Building (Phase 1).</u>	
5.8	<b><u>Subd. 7. Northland Community and Technical</u></b>	
5.9	<b><u>College, East Grand Forks</u></b>	<u>826,000</u>
5.10	<u>To design, renovate, furnish, and equip science</u>	
5.11	<u>and radiological lab space on the East Grand</u>	
5.12	<u>Forks campus.</u>	
5.13	<b><u>Subd. 8. Rochester Community and Technical</u></b>	
5.14	<b><u>College</u></b>	<u>21,712,000</u>
5.15	<u>To complete design, demolish Memorial and</u>	
5.16	<u>Plaza Halls, construct, equip, and furnish an</u>	
5.17	<u>academic building expansion, and renovate,</u>	
5.18	<u>equip, and furnish replacement space for</u>	
5.19	<u>classrooms, labs, and office spaces.</u>	
5.20	<b><u>Subd. 9. South Central College, North Mankato</u></b>	<u>8,600,000</u>
5.21	<u>To design, renovate, renew, furnish, and equip</u>	
5.22	<u>laboratory, classroom, and office spaces on</u>	
5.23	<u>the North Mankato campus.</u>	
5.24	<b><u>Subd. 10. St. Cloud State University</u></b>	<u>18,572,000</u>
5.25	<u>To construct, renovate, furnish, and equip</u>	
5.26	<u>Eastman Hall for the relocation of</u>	
5.27	<u>consolidated student health services and</u>	
5.28	<u>academic programs.</u>	
5.29	<b><u>Subd. 11. Winona State University, Education</u></b>	
5.30	<b><u>Village, Phase 2</u></b>	<u>25,306,000</u>
5.31	<u>To complete design, construct, renovate,</u>	
5.32	<u>furnish, and equip Phase 2 of the Education</u>	
5.33	<u>Village project, including the renovation of</u>	
5.34	<u>Cathedral and Wabasha Halls and Wabasha</u>	

6.1 Rec, and remove obsolete portions of Wabasha  
6.2 Rec and accomplishing related site work.

6.3 Subd. 12. **Debt Service**

6.4 (a) Except as provided in paragraph (b), the  
6.5 Board of Trustees shall pay the debt service  
6.6 on one-third of the principal amount of state  
6.7 bonds sold to finance projects authorized by  
6.8 this section. After each sale of general  
6.9 obligation bonds, the commissioner of  
6.10 management and budget shall notify the board  
6.11 of the amounts assessed for each year for the  
6.12 life of the bonds.

6.13 (b) The board need not pay debt service on  
6.14 bonds sold to finance HEAPR. Where a  
6.15 nonstate match is required, the debt service is  
6.16 due on a principal amount equal to one-third  
6.17 of the total project cost, less the match  
6.18 committed before the bonds are sold.

6.19 (c) The commissioner of management and  
6.20 budget shall reduce the board's assessment  
6.21 each year by one-third of the net income from  
6.22 investment of general obligation bond  
6.23 proceeds in proportion to the amount of  
6.24 principal and interest otherwise required to be  
6.25 paid by the board. The board shall pay its  
6.26 resulting net assessment to the commissioner  
6.27 of management and budget by December 1  
6.28 each year. If the board fails to make a payment  
6.29 when due, the commissioner of management  
6.30 and budget shall reduce allotments for  
6.31 appropriations from the general fund otherwise  
6.32 available to the board and apply the amount  
6.33 of the reduction to cover the missed debt  
6.34 service payment. The commissioner of  
6.35 management and budget shall credit the

7.1 payments received from the board to the bond  
 7.2 debt service account in the state bond fund  
 7.3 each December 1 before money is transferred  
 7.4 from the general fund under Minnesota  
 7.5 Statutes, section 16A.641, subdivision 10.

7.6 **Subd. 13. Unspent Appropriations**

7.7 (a) Upon substantial completion of a project  
 7.8 authorized in this section and after written  
 7.9 notice to the commissioner of management  
 7.10 and budget, the board must use any money  
 7.11 remaining in the appropriation for that project  
 7.12 for HEAPR under Minnesota Statutes, section  
 7.13 135A.046. The Board of Trustees must report  
 7.14 by February 1 of each even-numbered year to  
 7.15 the chairs of the house of representatives and  
 7.16 senate committees with jurisdiction over  
 7.17 capital investment and higher education  
 7.18 finance, and to the chairs of the house of  
 7.19 representatives Ways and Means Committee  
 7.20 and the senate Finance Committee, on how  
 7.21 the remaining money has been allocated or  
 7.22 spent.

7.23 (b) The unspent portion of an appropriation  
 7.24 for a project in this section that is complete is  
 7.25 available for HEAPR under this subdivision,  
 7.26 at the same campus as the project for which  
 7.27 the original appropriation was made and the  
 7.28 debt service requirement under this section is  
 7.29 reduced accordingly. Minnesota Statutes,  
 7.30 section 16A.642, applies from the date of the  
 7.31 original appropriation to the unspent amount  
 7.32 transferred.

7.33 **Sec. 4. EDUCATION**

7.34 **Subdivision 1. Total Appropriation** **\$ 4,000,000**

8.1	<u>To the commissioner of education for the</u>		
8.2	<u>purposes specified in this section.</u>		
8.3	<b><u>Subd. 2. Library Construction Grants</u></b>		<u>2,000,000</u>
8.4	<u>For library construction grants under</u>		
8.5	<u>Minnesota Statutes, section 134.45.</u>		
8.6	<b><u>Subd. 3. Olmsted County - Dyslexia Institute of</u></b>		
8.7	<b><u>Minnesota</u></b>		<u>1,500,000</u>
8.8	<u>For a grant to Olmsted County to acquire land</u>		
8.9	<u>for, and to predesign, design, construct,</u>		
8.10	<u>furnish, and equip a facility in Olmsted County</u>		
8.11	<u>to support the local, regional, and national</u>		
8.12	<u>literacy work of the Dyslexia Institute of</u>		
8.13	<u>Minnesota, subject to Minnesota Statutes,</u>		
8.14	<u>section 16A.695. This appropriation is not</u>		
8.15	<u>available until the commissioner of</u>		
8.16	<u>management and budget determines that an</u>		
8.17	<u>amount sufficient to complete the project is</u>		
8.18	<u>committed from nonstate sources.</u>		
8.19	<b><u>Subd. 4. Grand Rapids - Myles Reif Center</u></b>		<u>500,000</u>
8.20	<u>From the general fund for a grant to</u>		
8.21	<u>Independent School District No. 318, Grand</u>		
8.22	<u>Rapids, to cover cost overruns for the Myles</u>		
8.23	<u>Reif Center for the Performing Arts project in</u>		
8.24	<u>Grand Rapids. This appropriation is added to</u>		
8.25	<u>and is for the same purposes as the project in</u>		
8.26	<u>Laws 2014, chapter 294, article 1, section 21,</u>		
8.27	<u>subdivision 8. This appropriation does not</u>		
8.28	<u>require a nonstate contribution.</u>		
8.29	<b><u>Sec. 5. MINNESOTA STATE ACADEMIES</u></b>		
8.30	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>2,050,000</u></b>
8.31	<u>To the commissioner of administration for the</u>		
8.32	<u>purposes specified in this section.</u>		
8.33	<b><u>Subd. 2. Asset Preservation</u></b>		<u>2,000,000</u>



9.1 For capital asset preservation improvements  
 9.2 and betterments on both campuses of the  
 9.3 Minnesota State Academies, to be spent in  
 9.4 accordance with Minnesota Statutes, section  
 9.5 16B.307.

9.6 **Subd. 3. Security Corridor** 50,000

9.7 For predesign for a safety corridor on the  
 9.8 Minnesota State Academy for the Deaf  
 9.9 campus.

9.10 **Sec. 6. NATURAL RESOURCES**

9.11 **Subdivision 1. Total Appropriation** **\$ 79,756,000**

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

9.14 (b) The appropriations in this section are  
 9.15 subject to the requirements of the natural  
 9.16 resources capital improvement program under  
 9.17 Minnesota Statutes, section 86A.12, unless  
 9.18 this section or the statutes referred to in this  
 9.19 section provide more specific standards,  
 9.20 criteria, or priorities for projects than  
 9.21 Minnesota Statutes, section 86A.12.

9.22 **Subd. 2. Natural Resources Asset Preservation** **32,966,000**

9.23 For the renovation of state-owned facilities  
 9.24 and recreational assets operated by the  
 9.25 commissioner of natural resources to be spent  
 9.26 in accordance with Minnesota Statutes, section  
 9.27 84.946. Notwithstanding Minnesota Statutes,  
 9.28 section 84.946: (1) the commissioner may use  
 9.29 this appropriation to replace buildings if,  
 9.30 considering the embedded energy in the  
 9.31 building, that is the most energy-efficient and  
 9.32 carbon-reducing method of renovation; and  
 9.33 (2) this appropriation may be used for projects

10.1 to remove life safety hazards such as building  
 10.2 code violations or structural defects.

10.3 **Subd. 3. Flood Hazard Mitigation** 20,000,000

10.4 (a) For the state share of flood hazard  
 10.5 mitigation grants for publicly owned capital  
 10.6 improvements to prevent or alleviate flood  
 10.7 damage under Minnesota Statutes, section  
 10.8 103F.161.

10.9 (b) Levee projects, to the extent practical, shall  
 10.10 meet the state standard of three feet above the  
 10.11 100-year flood elevation.

10.12 (c) Project priorities shall be determined by  
 10.13 the commissioner as appropriate and based on  
 10.14 need.

10.15 (d) This appropriation includes \$1,700,000 for  
 10.16 the Cedar River Watershed District, \$750,000  
 10.17 for the city of Browns Valley project, and  
 10.18 \$1,800,000 for the city of Ortonville project.

10.19 (e) For any project listed in this subdivision  
 10.20 that the commissioner determines is not ready  
 10.21 to proceed or does not expend all the money  
 10.22 allocated to it, the commissioner may allocate  
 10.23 that project's money to a project on the  
 10.24 commissioner's priority list.

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

10.31 **Subd. 4. Dam Renovation, Repair, Removal** 9,000,000

10.32 (a) For design, engineering, and construction  
 10.33 to repair, reconstruct, or remove dams and

- 11.1 respond to dam safety emergencies. The  
11.2 commissioner shall determine project priorities  
11.3 as appropriate under Minnesota Statutes,  
11.4 sections 103G.511 and 103G.515. Of this  
11.5 appropriation:
- 11.6 (1) \$500,000 is for emergencies on  
11.7 state-owned dams;
- 11.8 (2) \$3,600,000 is for a grant to the city of  
11.9 Lanesboro for repair of the Lanesboro dam  
11.10 and notwithstanding the match requirements  
11.11 in Minnesota Statutes, section 103G.511, does  
11.12 not require a nonstate contribution. This  
11.13 includes funding for repairs of the hydropower  
11.14 system;
- 11.15 (3) \$2,500,000 is for repairs of the Lake  
11.16 Bronson dam;
- 11.17 (4) \$500,000 is for a grant to the city of  
11.18 Pelican Rapids for engineering work for the  
11.19 Pelican Rapids dam;
- 11.20 (5) \$200,000 is for a grant to the city of Pine  
11.21 River for engineering work on the Norway  
11.22 Lake dam;
- 11.23 (6) \$200,000 is for a grant to Yellow Medicine  
11.24 County for the Canby R-6 impoundment dam;
- 11.25 (7) \$100,000 is for a grant to St. Louis County  
11.26 for the Little Stone Lake dam; and
- 11.27 (8) \$1,400,000 is for state dams at Brawner,  
11.28 West Leaf Lake, Collinwood, Grindstone  
11.29 River, and Sullivan.
- 11.30 (b) If the commissioner determines that a  
11.31 project is not ready to proceed, this  
11.32 appropriation may be used for other projects  
11.33 on the commissioner's priority list.

- 12.1 **Subd. 5. Reforestation and Stand Improvement** 2,000,000
- 12.2 To provide for reforestation and stand
- 12.3 improvement on state forest lands to meet the
- 12.4 reforestation requirements of Minnesota
- 12.5 Statutes, section 89.002, subdivision 2,
- 12.6 including purchasing native seeds and native
- 12.7 seedlings, planting, seeding, site preparation,
- 12.8 and protection on state lands administered by
- 12.9 the commissioner.
- 12.10 **Subd. 6. State Trail and Recreation Area**
- 12.11 **Development** 11,490,000
- 12.12 (a) \$2,000,000 is for acquisition and
- 12.13 development of the Gitchi-Gami State Trail,
- 12.14 from Grand Marais to Cascade State Park, and
- 12.15 through the town of Tofte.
- 12.16 (b) \$2,590,000 is for the Glacial Lakes Trail,
- 12.17 to complete an approximately 6-1/4 mile trail
- 12.18 connection between New London and Sibley
- 12.19 State Park, and for repair of the bicycle trail
- 12.20 in Sibley State Park.
- 12.21 (c) \$3,300,000 is to design, develop, and
- 12.22 complete the Heartland State Trail from
- 12.23 Detroit Lakes to Frazee and, to the extent there
- 12.24 is sufficient money, for work on the spur from
- 12.25 Park Rapids to Itasca State Park.
- 12.26 (d) \$3,600,000 is for acquisition and
- 12.27 development in the Cuyuna Country State
- 12.28 Recreation Area, including the Cuyuna
- 12.29 Mountain Bike System.
- 12.30 **Subd. 7. Champlin - Mill Pond** 3,300,000
- 12.31 For a grant to the city of Champlin to dredge
- 12.32 and remove sediment and for other capital
- 12.33 improvements of the Champlin Mill Pond

13.1 necessary to improve water quality, restore  
 13.2 fish habitat, and provide other public benefits.

13.3 **Subd. 8. Lake County - Prospectors ATV Trail**  
 13.4 **System**

1,000,000

13.5 For a grant to Lake County for construction,  
 13.6 including bridges, of the Prospectors ATV  
 13.7 Trail System linking the communities of Ely,  
 13.8 Babbitt, Embarrass, and Tower; Bear Head  
 13.9 Lake and Lake Vermilion-Soudan  
 13.10 Underground Mine State Parks; the Taconite  
 13.11 State Trail; and the Lake County Regional  
 13.12 ATV Trail System. This appropriation is not  
 13.13 available until the commissioner of  
 13.14 management and budget determines that an  
 13.15 equal amount is committed from other sources.

13.16 **Subd. 9. Unspent Appropriations**

13.17 The unspent portion of an appropriation for a  
 13.18 project in this section that is complete, upon  
 13.19 written notice to the commissioner of  
 13.20 management and budget, is available for asset  
 13.21 preservation under Minnesota Statutes, section  
 13.22 84.946. Minnesota Statutes, section 16A.642,  
 13.23 applies from the date of the original  
 13.24 appropriation to the unspent amount  
 13.25 transferred.

13.26 **Sec. 7. POLLUTION CONTROL AGENCY**

13.27 **Subdivision 1. Total Appropriation**

**\$ 33,850,000**

13.28 To the Pollution Control Agency for the  
 13.29 purposes specified in this section.

13.30 **Subd. 2. St. Louis River Cleanup**

25,400,000

13.31 To design and implement contaminated  
 13.32 sediment management actions identified in  
 13.33 the St. Louis River remedial action plan to

- 14.1 restore water quality in the St. Louis River
- 14.2 Area of Concern.
- 14.3 **Subd. 3. Closed Landfill Cleanup** 650,000
- 14.4 To design and construct remedial systems and
- 14.5 acquire land at closed landfills throughout the
- 14.6 state in accordance with the closed landfill
- 14.7 program under Minnesota Statutes, sections
- 14.8 115B.39 to 115B.42. The agency must follow
- 14.9 the agency priorities, which includes a
- 14.10 construction project at the waste disposal
- 14.11 engineering (WDE) site in Anoka County.
- 14.12 **Subd. 4. Redwood-Cottonwood Rivers Joint**
- 14.13 **Powers - Lake Redwood Reclamation and**
- 14.14 **Enhancement Project** 7,800,000
- 14.15 For a grant to the Redwood-Cottonwood
- 14.16 Rivers control area, a joint powers entity, to
- 14.17 predesign, design, construct, and equip the
- 14.18 reservoir reclamation and enhancement of the
- 14.19 66-acre Lake Redwood Reservoir, to remove
- 14.20 approximately 650,000 cubic yards of
- 14.21 sediment and increase its depth from
- 14.22 approximately 2.8 feet to approximately 20
- 14.23 feet in order to secure renewable energy
- 14.24 capacity of the hydroelectric dam which is
- 14.25 impeded by lack of water capacity, reduce the
- 14.26 flow of pollutants to the Minnesota River, and
- 14.27 increase fish habitat and enhance recreational
- 14.28 opportunities.
- 14.29 **Sec. 8. BOARD OF WATER AND SOIL**
- 14.30 **RESOURCES**
- 14.31 **Subdivision 1. Total Appropriation** \$ 35,000,000
- 14.32 To the Board of Water and Soil Resources for
- 14.33 the purposes specified in this section.
- 14.34 **Subd. 2. Reinvest in Minnesota (RIM) Reserve**
- 14.35 **Program** 30,000,000

15.1 (a) To acquire conservation easements from  
 15.2 landowners to preserve, restore, create, and  
 15.3 enhance wetlands and associated uplands of  
 15.4 prairie and grasslands, and restore and enhance  
 15.5 rivers and streams, riparian lands, and  
 15.6 associated uplands of prairie and grasslands  
 15.7 in order to protect soil and water quality,  
 15.8 support fish and wildlife habitat, reduce flood  
 15.9 damage, and provide other public benefits.

15.10 The provisions of Minnesota Statutes, section  
 15.11 103F.515, apply to this program.

15.12 (b) The board shall give priority to leveraging  
 15.13 federal money by enrolling targeted new lands  
 15.14 or enrolling environmentally sensitive lands  
 15.15 that have expiring federal conservation  
 15.16 agreements.

15.17 (c) The board is authorized to enter into new  
 15.18 agreements and amend past agreements with  
 15.19 landowners as required by Minnesota Statutes,  
 15.20 section 103F.515, subdivision 5, to allow for  
 15.21 restoration. Of this appropriation, up to five  
 15.22 percent may be used for restoration and  
 15.23 enhancement.

15.24 **Subd. 3. Local Government Roads Wetland**  
 15.25 **Replacement Program**

5,000,000

15.26 To acquire land or permanent easements and  
 15.27 to restore, create, enhance, and preserve  
 15.28 wetlands to replace those wetlands drained or  
 15.29 filled as a result of the repair, reconstruction,  
 15.30 replacement, or rehabilitation of existing  
 15.31 public roads as required by Minnesota  
 15.32 Statutes, section 103G.222, subdivision 1,  
 15.33 paragraphs (l) and (m). The board may vary  
 15.34 the priority order of Minnesota Statutes,  
 15.35 section 103G.222, subdivision 3, paragraph

16.1 (a), to implement an in-lieu fee agreement  
 16.2 approved by the U.S. Army Corps of  
 16.3 Engineers under section 404 of the Clean  
 16.4 Water Act. The purchase price paid for  
 16.5 acquisition of land or perpetual easement must  
 16.6 be a fair market value as determined by the  
 16.7 board. The board may enter into agreements  
 16.8 with the federal government, other state  
 16.9 agencies, political subdivisions, nonprofit  
 16.10 organizations, fee title owners, or other  
 16.11 qualified private entities to acquire wetland  
 16.12 replacement credits in accordance with  
 16.13 Minnesota Rules, chapter 8420.

16.14 **Sec. 9. AGRICULTURE**

16.15 **Subdivision 1. Total Appropriation** **\$ 2,824,000**

16.16 To the commissioner of agriculture from the  
 16.17 general fund for the purposes specified in this  
 16.18 section.

16.19 **Subd. 2. Laboratory Capital Equipment** **2,218,000**

16.20 For capital equipment and instruments for the  
 16.21 agriculture laboratory.

16.22 **Subd. 3. AURI** **606,000**

16.23 For a grant to the Agricultural Utilization  
 16.24 Research Institute (AURI) for construction of  
 16.25 a development kitchen, sensory lab, and safety  
 16.26 and security upgrades at AURI's Marshall  
 16.27 facility and for updated equipment and  
 16.28 renovations at the Waseca facility.

16.29 **Sec. 10. MINNESOTA ZOOLOGICAL**  
 16.30 **GARDEN**

16.31 **Subdivision 1. Total Appropriation** **\$ 4,000,000**

16.32 To the Minnesota Zoological Garden Board  
 16.33 for the purposes specified in this section.



17.1	<b><u>Subd. 2. Asset Preservation</u></b>		<b><u>4,000,000</u></b>
17.2	<u>For capital asset preservation improvements</u>		
17.3	<u>and betterments to infrastructure and exhibits</u>		
17.4	<u>at the Minnesota Zoo, to be spent in</u>		
17.5	<u>accordance with Minnesota Statutes, section</u>		
17.6	<u>16B.307. Notwithstanding the specified uses</u>		
17.7	<u>of money under Minnesota Statutes, section</u>		
17.8	<u>16B.307, the board may use this appropriation</u>		
17.9	<u>to replace buildings that are in poor condition,</u>		
17.10	<u>outdated, and no longer support the work of</u>		
17.11	<u>the Minnesota Zoo and to construct and</u>		
17.12	<u>renovate trails and roads on the Minnesota</u>		
17.13	<u>Zoo site.</u>		
17.14	<b>Sec. 11. <u>ADMINISTRATION</u></b>		
17.15	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>26,178,000</u></b>
17.16	<u>To the commissioner of administration for the</u>		
17.17	<u>purposes specified in this section.</u>		
17.18	<b><u>Subd. 2. Centennial Parking Ramp</u></b>		<b><u>10,878,000</u></b>
17.19	<u>(a) To complete design and for structural</u>		
17.20	<u>repairs to the Centennial parking ramp,</u>		
17.21	<u>including removal of the top deck green space</u>		
17.22	<u>to provide additional parking capacity,</u>		
17.23	<u>repairing damaged post-tension cables, and</u>		
17.24	<u>installation of a deck surface protection</u>		
17.25	<u>coating.</u>		
17.26	<u>(b) Any unexpended amount of this</u>		
17.27	<u>appropriation after completing the project in</u>		
17.28	<u>paragraph (a) may be used to design and</u>		
17.29	<u>construct a storm water retention basin</u>		
17.30	<u>adjacent to the Centennial parking ramp, if the</u>		
17.31	<u>commissioner of administration determines</u>		
17.32	<u>that the basin is feasible.</u>		
17.33	<b><u>Subd. 3. Capital Asset Preservation and</u></b>		
17.34	<b><u>Replacement Account</u></b>		<b><u>2,500,000</u></b>

- 18.1 To be spent in accordance with Minnesota  
 18.2 Statutes, section 16A.632.
- 18.3 **Subd. 4. Capitol Complex Monuments and**  
 18.4 **Memorials** 350,000
- 18.5 To design and complete critical repairs to the  
 18.6 Peace Officers and Roy Wilkins Memorials  
 18.7 located on the Capitol complex.
- 18.8 **Subd. 5. Capitol Complex - Physical Security**  
 18.9 **Upgrades** 10,500,000
- 18.10 For the design, construction, and equipping  
 18.11 required to upgrade the physical security  
 18.12 elements and systems for one or more of the  
 18.13 buildings listed below, their attached tunnel  
 18.14 systems and surrounding grounds, and parking  
 18.15 facilities as identified in the 2014 Minnesota  
 18.16 State Capitol Complex Physical Security Study  
 18.17 conducted by Miller Dunwiddie Architecture.
- 18.18 Work includes but is not limited to the  
 18.19 installation of bollards, blast protection,  
 18.20 infrastructure security screen walls, door  
 18.21 access controls, emergency call stations,  
 18.22 security kiosks, locking devices, and traffic  
 18.23 control to the extent these funds allow. This  
 18.24 appropriation is for work associated with one  
 18.25 or more of the following buildings:
- 18.26 Administration, Centennial, Judicial,  
 18.27 Ag/Health Lab, Minnesota History Center,  
 18.28 Minnesota History Center loading dock,  
 18.29 Capitol complex power plant and shops,  
 18.30 Stassen, State Office, and Veterans Service.
- 18.31 **Subd. 6. Granite Falls - Pioneer Public Television** 1,950,000
- 18.32 From the general fund to provide an equipment  
 18.33 grant to Pioneer Public Television as part of  
 18.34 the station's construction of a new facility in  
 18.35 Granite Falls. The money may be used to

19.1 purchase and install equipment necessary to  
 19.2 the station's operation. This appropriation does  
 19.3 not require a nonstate contribution.

19.4 Sec. 12. **MN.IT** **\$** **\$1,432,000**

19.5 To the commissioner of administration to  
 19.6 predesign, design, construct, renovate, furnish,  
 19.7 and equip existing state data center facilities  
 19.8 at the Bureau of Criminal Apprehension's  
 19.9 Maryland Avenue office building, at the  
 19.10 Centennial Office Building, and at the  
 19.11 Department of Revenue's Stassen Office  
 19.12 Building for the purpose of decommissioning  
 19.13 and repurposing into usable office space.

19.14 Sec. 13. **MILITARY AFFAIRS**

19.15 **Subdivision 1. Total Appropriation** **\$** **2,500,000**

19.16 To the adjutant general for the purposes  
 19.17 specified in this section.

19.18 **Subd. 2. Asset Preservation** **2,500,000**

19.19 For asset preservation improvements and  
 19.20 betterments of a capital nature at military  
 19.21 affairs facilities statewide, to be spent in  
 19.22 accordance with Minnesota Statutes, section  
 19.23 16B.307.

19.24 Sec. 14. **PUBLIC SAFETY**

19.25 **Subdivision 1. Total Appropriation** **\$** **6,521,000**

19.26 To the named official for the purposes  
 19.27 specified in this section.

19.28 **Subd. 2. Camp Ripley Training Facility** **3,521,000**

19.29 To the adjutant general to predesign, design,  
 19.30 construct, and equip a joint emergency railroad  
 19.31 and pipeline emergency response training

20.1 facility at Camp Ripley. The project includes  
 20.2 construction of stations and capital  
 20.3 infrastructure needed for mock disaster  
 20.4 training, including infrastructure for training  
 20.5 in hazardous materials abatement and site  
 20.6 recovery work.

20.7 **Subd. 3. Minneapolis Emergency Operations**  
 20.8 **Training Facility (EOTF) Enhancement** 3,000,000

20.9 To the commissioner of public safety for a  
 20.10 grant to the city of Minneapolis for the  
 20.11 pre-design, design, engineering, and  
 20.12 construction of the expansion of the  
 20.13 Emergency Operation Center and Fire  
 20.14 Training Facility. This appropriation is not  
 20.15 available until the commissioner of  
 20.16 management and budget determines that an  
 20.17 equal amount is committed to the project from  
 20.18 nonstate sources.

20.19 **Sec. 15. TRANSPORTATION**

20.20 **Subdivision 1. Total Appropriation** **\$ 172,849,000**

20.21 To the commissioner of transportation for the  
 20.22 purposes specified in this section.

20.23 **Subd. 2. Local Bridge Replacement and**  
 20.24 **Rehabilitation** 16,018,000

20.25 From the bond proceeds account in the state  
 20.26 transportation fund to match federal money  
 20.27 and to replace or rehabilitate local deficient  
 20.28 bridges as provided in Minnesota Statutes,  
 20.29 section 174.50.

20.30 **Subd. 3. Local Road Improvement Fund Grants** 41,018,000

20.31 (a) From the bond proceeds account in the  
 20.32 state transportation fund as provided in  
 20.33 Minnesota Statutes, section 174.50, for trunk  
 20.34 highway corridor projects under Minnesota

21.1 Statutes, section 174.52, subdivision 2, for  
 21.2 construction and reconstruction of local roads  
 21.3 with statewide or regional significance under  
 21.4 Minnesota Statutes, section 174.52,  
 21.5 subdivision 4, or for grants to counties to assist  
 21.6 in paying the costs of rural road safety capital  
 21.7 improvement projects on county state-aid  
 21.8 highways under Minnesota Statutes, section  
 21.9 174.52, subdivision 4a.

21.10 (b) Of this amount, \$25,000,000 is for a grant  
 21.11 to Hennepin County for design, right-of-way  
 21.12 acquisition, engineering, and construction of  
 21.13 public improvements related to the Interstate  
 21.14 Highway 35W and Lake Street access project  
 21.15 and related improvements within the Interstate  
 21.16 Highway 35W corridor. This appropriation is  
 21.17 not available until the commissioner of  
 21.18 management and budget determines that an  
 21.19 amount sufficient to complete the Interstate  
 21.20 Highway 35W and Lake Street access project  
 21.21 has been committed to the project.

21.22 **Subd. 4. Intercity Passenger Rail Investment**  
 21.23 **Program**

23,000,000

21.24 (a) For intercity passenger rail implementation  
 21.25 on phase I corridors identified in the 2015  
 21.26 update to the state rail plan under Minnesota  
 21.27 Statutes, section 174.03, subdivision 1b. This  
 21.28 appropriation is available for development of  
 21.29 rail investment performance measures, project  
 21.30 cost estimating, feasibility studies, alternatives  
 21.31 analysis, program delivery, and capital  
 21.32 projects, including but not limited to: design,  
 21.33 preliminary and final engineering,  
 21.34 environmental analysis and mitigation,  
 21.35 acquisition of land and right-of-way, and  
 21.36 construction.

22.1 (b) \$500,000 is from the general fund for a  
 22.2 feasibility study and alternatives analysis of  
 22.3 the corridor from the Twin Cities metropolitan  
 22.4 area to Northfield and Albert Lea.

22.5 (c) Project development must conform with  
 22.6 federal requirements as necessary to maximize  
 22.7 availability of federal funds. Notwithstanding  
 22.8 any law to the contrary, a portion or phase of  
 22.9 an intercity passenger rail project may be  
 22.10 accomplished with one or more state  
 22.11 appropriations, and an intercity passenger rail  
 22.12 project need not be completed with any one  
 22.13 appropriation.

22.14 **Subd. 5. Rail Grade Separation on Crude Oil**  
 22.15 **Rail Corridors**

69,011,000

22.16 (a) To design and construct rail safety projects  
 22.17 at highway-rail grade crossings in accordance  
 22.18 with Minnesota Statutes, section 219.016. Of  
 22.19 this appropriation:

22.20 (1) \$11,987,000 is for a grant to Anoka County  
 22.21 for environmental analysis, design,  
 22.22 engineering, removal of an existing structure,  
 22.23 and construction of a rail grade crossing  
 22.24 separation at Anoka County State-Aid  
 22.25 Highway 78, known as Hanson Boulevard, in  
 22.26 Coon Rapids.

22.27 (2) \$42,262,000 is for a grant to the city of  
 22.28 Moorhead for environmental analysis, design,  
 22.29 engineering, removal of an existing structure,  
 22.30 and construction of a rail grade crossing  
 22.31 separation in the vicinity of 21st Street South;  
 22.32 and

22.33 (3) \$14,762,000 is for a grant to the city of  
 22.34 Red Wing for environmental analysis, design,  
 22.35 engineering, removal of an existing structure,

- 23.1 and construction of a rail grade crossing  
 23.2 separation at Sturgeon Lake Road.
- 23.3 (b) Any unspent portion of this appropriation  
 23.4 after completion of any project in this  
 23.5 subdivision may be used for additional grants  
 23.6 in accordance with Minnesota Statutes, section  
 23.7 219.016.
- 23.8 **Subd. 6. Port Development Assistance** 5,000,000
- 23.9 For grants under Minnesota Statutes, chapter  
 23.10 457A. Any improvements made with the  
 23.11 proceeds of these grants must be publicly  
 23.12 owned.
- 23.13 **Subd. 7. Minnesota Valley Regional Rail**  
 23.14 **Authority** 4,000,000
- 23.15 For a grant to the Minnesota Valley Regional  
 23.16 Rail Authority for the rehabilitation of a  
 23.17 portion of the railroad track between Winthrop  
 23.18 and Hanley Falls. The grant under this  
 23.19 subdivision may also be used for any required  
 23.20 environmental documentation and  
 23.21 remediation, predesign, design, and  
 23.22 rehabilitation or replacement of bridges with  
 23.23 new bridges or culverts between Winthrop and  
 23.24 Hanley Falls. A grant under this section is in  
 23.25 addition to any grant, loan, or loan guarantee  
 23.26 for this project made by the commissioner  
 23.27 under Minnesota Statutes, sections 222.46 to  
 23.28 222.62. This appropriation is in addition to  
 23.29 the appropriations in Laws 2006, chapter 258,  
 23.30 section 16, subdivision 6; Laws 2008, chapter  
 23.31 179, section 16, subdivision 5; Laws 2009,  
 23.32 chapter 93, article 1, section 11, subdivision  
 23.33 4; Laws 2010, chapter 189, section 15,  
 23.34 subdivision 5; and Laws 2015, First Special

- 24.1 Session chapter 5, article 1, section 10,  
 24.2 subdivision 4.
- 24.3 **Subd. 8. Grand Rapids - Pedestrian Bridge** 750,000
- 24.4 For a grant to the city of Grand Rapids to  
 24.5 design the construction of a bridge over the  
 24.6 Mississippi River for pedestrian and bicycle  
 24.7 use to provide a safe alternative route to the  
 24.8 existing marked Trunk Highway 169 vehicle  
 24.9 bridge and to serve as a connection to existing  
 24.10 trail systems on each side of the river. This  
 24.11 appropriation is not available until the  
 24.12 commissioner determines that at least an equal  
 24.13 amount has been committed to the project  
 24.14 from nonstate sources.
- 24.15 **Subd. 9. Hugo** 1,100,000
- 24.16 For a grant to the Minnesota Commercial  
 24.17 Railway for construction of repairs and other  
 24.18 capital improvements to approximately 6.5  
 24.19 miles of railroad track described as that portion  
 24.20 of the Minnesota Commercial Railway main  
 24.21 running lead, between M & D Junction in  
 24.22 White Bear Lake and the end of the track in  
 24.23 Hugo. This appropriation must be used for the  
 24.24 purposes set forth in the Minnesota  
 24.25 Constitution, article XI, section 5, clause (i),  
 24.26 to improve and rehabilitate railroad  
 24.27 rights-of-way and other rail facilities, whether  
 24.28 public or private.
- 24.29 **Subd. 10. International Falls-Koochiching**  
 24.30 **County Airport Commission** 3,000,000
- 24.31 (a) For a grant to the International  
 24.32 Falls-Koochiching County Airport  
 24.33 Commission for the following improvements  
 24.34 to the Falls International Airport:



- 25.1 (1) demolition of the existing terminal  
 25.2 building;  
 25.3 (2) rehabilitation;  
 25.4 (3) site preparation, including utilities and civil  
 25.5 work;  
 25.6 (4) design, construction, furnishing, and  
 25.7 equipping Phase II of the new terminal  
 25.8 building, including a Transportation Safety  
 25.9 Administration office, weather office,  
 25.10 conference room, circulation corridor, airport  
 25.11 administration offices, United States Customs  
 25.12 and Border Protection storage rooms, offices,  
 25.13 restrooms, passenger-processing area,  
 25.14 wet-hold room, interview room, search room,  
 25.15 pre and post-customs passenger waiting areas,  
 25.16 and vestibule; and  
 25.17 (5) associated appurtenances of a capital  
 25.18 nature.  
 25.19 (b) After completion of the improvements  
 25.20 under paragraph (a), any unspent money from  
 25.21 this appropriation may be used by the  
 25.22 International Falls-Koochiching County  
 25.23 Airport Commission for a commercial airline  
 25.24 apron expansion project at the Falls  
 25.25 International Airport.  
 25.26 (c) This appropriation does not require a  
 25.27 nonstate contribution or match.  
 25.28 **Subd. 11. Ramsey County Rail Grade Separation**  
 25.29 For a grant to the Ramsey County Regional  
 25.30 Railroad Authority for environmental analysis  
 25.31 and design of rail grade separation of Union  
 25.32 Pacific and Burlington Northern Santa Fe track  
 25.33 between Westminster Junction and Division  
 25.34 Street/Hoffman Interlocking in St. Paul. This

1,000,000

26.1 appropriation is not available until the  
 26.2 commissioner determines that an equal amount  
 26.3 has been committed to the project from  
 26.4 nonstate sources.

26.5 **Subd. 12. Duluth Airport Authority** 6,619,000

26.6 From the state airports fund for a grant to the  
 26.7 Duluth Airport Authority to provide the  
 26.8 federal match to design and construct runway  
 26.9 infrastructure at the Duluth International  
 26.10 Airport in accordance with Minnesota Statutes,  
 26.11 section 360.017. For the purposes of this  
 26.12 appropriation, the commissioner may waive  
 26.13 the requirements of Minnesota Statutes,  
 26.14 section 360.305, subdivision 4, paragraph (b).  
 26.15 This appropriation is available until and must  
 26.16 be encumbered by June 30, 2019.

26.17 **Subd. 13. Rochester International Airport** 2,333,000

26.18 From the state airports fund for a grant to the  
 26.19 city of Rochester to design, rehabilitate,  
 26.20 demolish, and expand portions of the existing  
 26.21 passenger terminal building at the Rochester  
 26.22 International Airport, provided that this  
 26.23 amount also includes money to remodel,  
 26.24 construct, furnish, and equip the existing  
 26.25 passenger terminal building and associated  
 26.26 appurtenances to meet United States Customs  
 26.27 and Border Protection and Transportation  
 26.28 Security Administration standards for safety,  
 26.29 security, and processing time to accommodate  
 26.30 domestic and international flights. The capital  
 26.31 improvements paid for with this appropriation  
 26.32 may be used as the local contribution required  
 26.33 by Minnesota Statutes, section 360.305,  
 26.34 subdivision 4. This appropriation may be used  
 26.35 to reimburse the city for costs incurred after

27.1 May 1, 2016. This appropriation is not  
 27.2 available until the commissioner of  
 27.3 management and budget determines that at  
 27.4 least an equal amount has been committed to  
 27.5 the project from nonstate sources. Work that  
 27.6 may be completed with this appropriation  
 27.7 includes but is not limited to:

27.8 (1) site preparation, including utilities, site  
 27.9 civil work, testing, and construction  
 27.10 administration services;

27.11 (2) the relocation, modification, and addition  
 27.12 of airline ticket counters, baggage claim  
 27.13 devices, public spaces, offices, restrooms,  
 27.14 support space, break rooms, lockers,  
 27.15 equipment storage, communications, hallways,  
 27.16 building signage, medical visitor rooms,  
 27.17 special needs accommodations, hold rooms,  
 27.18 secure storage, equipment maintenance area,  
 27.19 and building engineering and technology  
 27.20 systems;

27.21 (3) improvements needed outside the terminal  
 27.22 to remove, restore, and tie into adjacent  
 27.23 utilities, sidewalks, driveways, parking lots,  
 27.24 and aircraft aprons; and

27.25 (4) the construction of covered exterior  
 27.26 equipment storage.

27.27 **Sec. 16. METROPOLITAN COUNCIL**

27.28 **Subdivision 1. Total Appropriation** **\$ 46,350,000**

27.29 To the Metropolitan Council for the purposes  
 27.30 specified in this section.

27.31 **Subd. 2. Metropolitan Regional Parks and Trails**  
 27.32 **Capital Improvements**

**5,000,000**

28.1 For the cost of improvements and betterments  
 28.2 of a capital nature and acquisition by the  
 28.3 council and local government units of regional  
 28.4 recreational open-space lands in accordance  
 28.5 with the council's policy plan as provided in  
 28.6 Minnesota Statutes, section 473.147. This  
 28.7 appropriation must not be used to purchase  
 28.8 easements.

28.9 **Subd. 3. Metropolitan Cities Inflow and**  
 28.10 **Infiltration Grants**

2,500,000

28.11 For grants to cities within the metropolitan  
 28.12 area, as defined in Minnesota Statutes, section  
 28.13 473.121, subdivision 2, for capital  
 28.14 improvements in municipal wastewater  
 28.15 collection systems to reduce the amount of  
 28.16 inflow and infiltration to the Metropolitan  
 28.17 Council's metropolitan sanitary sewer disposal  
 28.18 system. Grants from this appropriation are for  
 28.19 up to 50 percent of the cost to mitigate inflow  
 28.20 and infiltration in the publicly owned  
 28.21 municipal wastewater collection systems. To  
 28.22 be eligible for a grant, a city must be identified  
 28.23 by the council as a contributor of excessive  
 28.24 inflow and infiltration in the metropolitan  
 28.25 disposal system or have a measured flow rate  
 28.26 within 20 percent of its allowable  
 28.27 council-determined inflow and infiltration  
 28.28 limits. The council must award grants based  
 28.29 on applications from cities that identify  
 28.30 eligible capital costs and include a timeline  
 28.31 for inflow and infiltration mitigation  
 28.32 construction, pursuant to guidelines  
 28.33 established by the council.

28.34 **Subd. 4. Metro Orange BRT Line**

12,100,000

29.1 Up to \$12,100,000, but an amount that is no  
 29.2 more than ten percent of the total project cost,  
 29.3 is for the Metropolitan Council, or for the  
 29.4 Metropolitan Council to make grants to  
 29.5 political subdivisions, for design, acquisition  
 29.6 of right-of-way, engineering, and construction  
 29.7 of capital improvements along the I-35W  
 29.8 corridor for completion of the Metro Orange  
 29.9 Bus Rapid Transit (BRT) Line.

29.10 **Subd. 5. Mall of America Station** 8,750,000

29.11 For design and construction of improvements  
 29.12 to the Mall of America station on the Hiawatha  
 29.13 Corridor light rail transit line, subject to  
 29.14 Minnesota Statutes, section 16A.695. The  
 29.15 Metropolitan Council must consult with the  
 29.16 city of Bloomington throughout the design  
 29.17 and construction process.

29.18 **Subd. 6. St. Paul - Como Zoo Project** 15,000,000

29.19 For a grant to the city of St. Paul for predesign,  
 29.20 design, and engineering of Phase I of the  
 29.21 renovation of the seal and sea lion habitat at  
 29.22 the Como Zoo. The renovated habitat will  
 29.23 support the zoo education programs. This  
 29.24 appropriation is not available until the  
 29.25 commissioner of management and budget  
 29.26 determines that at least \$1,100,000 is  
 29.27 committed to the project from nonstate  
 29.28 sources.

29.29 **Subd. 7. Washington County - Gateway Corridor** 3,000,000

29.30 For a grant to Washington County to complete  
 29.31 engineering and environmental analysis related  
 29.32 to the Gateway Corridor transitway. This  
 29.33 appropriation is not available until the  
 29.34 commissioner of management and budget  
 29.35 determines that an amount sufficient to

30.1 complete the project has been committed to  
 30.2 the project from nonstate sources.

30.3 Sec. 17. **HEALTH** **\$** **2,335,000**

30.4 From the general fund to the commissioner of  
 30.5 health for equipment and instruments for the  
 30.6 public health laboratory.

30.7 Sec. 18. **HUMAN SERVICES**

30.8 **Subdivision 1. Total Appropriation** **\$** **111,915,000**

30.9 To the commissioner of administration, or  
 30.10 another named agency, for the purposes  
 30.11 specified in this section.

30.12 **Subd. 2. Minnesota Security Hospital - St. Peter** **70,255,000**

30.13 To complete design, remodel, construct,  
 30.14 furnish, and equip the second phase of the  
 30.15 two-phase project to remodel existing and to  
 30.16 develop new residential, program, activity,  
 30.17 and ancillary facilities for the Minnesota  
 30.18 Security Hospital on the upper campus of the  
 30.19 St. Peter Regional Treatment Center. This  
 30.20 appropriation includes money to: demolish,  
 30.21 renovate, and remodel existing space;  
 30.22 construct new space; address fire and life  
 30.23 safety, and other building code deficiencies;  
 30.24 replace or renovate interior finishes; purchase  
 30.25 furnishings, fixtures, and equipment; replace  
 30.26 or renovate the Minnesota Security Hospital  
 30.27 building's HVAC, plumbing, electrical,  
 30.28 security, and life safety systems; tuck-point;  
 30.29 replace windows and doors; design and abate  
 30.30 asbestos and hazardous materials; and  
 30.31 complete site work necessary to support the  
 30.32 programmed use of the facilities on the St.

31.1 Peter Regional Treatment Center upper

31.2 campus.

31.3 **Subd. 3. Child and Adolescent Behavioral Health**

31.4 **Services**

7,530,000

31.5 (a) To predesign, design, construct, furnish,  
 31.6 and equip a new community-based 16-bed  
 31.7 psychiatric hospital facility to house the Child  
 31.8 and Adolescent Behavioral Health Services  
 31.9 (CABHS) program to be located in or near the  
 31.10 city of Willmar. This appropriation includes  
 31.11 funds for land purchase, surveying, predesign  
 31.12 and design fees, construction administration,  
 31.13 project management, site work, site and  
 31.14 building infrastructure, construction, and  
 31.15 furniture, fixtures, and equipment.

31.16 (b) Notwithstanding any law to the contrary,  
 31.17 the 16 hospital beds licensed to the CABHS's  
 31.18 facility on January 1, 2017, by the Department  
 31.19 of Health, may transfer to this new facility  
 31.20 upon completion and approved inspection by  
 31.21 the Departments of Health and Human  
 31.22 Services.

31.23 **Subd. 4. Anoka Metro Regional Treatment**

31.24 **Center - Safety and Security Renovations**

2,250,000

31.25 To provide security upgrades of a capital  
 31.26 nature at the Anoka Metro Regional Treatment  
 31.27 Center campus, including but not limited to  
 31.28 control centers, electronic monitoring and  
 31.29 perimeter security equipment, new or updated  
 31.30 security fencing, and other building security  
 31.31 renovations. This appropriation includes  
 31.32 money for: predesign, design, furnishing,  
 31.33 fixtures, and equipment; construction of safety  
 31.34 and security improvements to courtyards on  
 31.35 residential treatment units; securely enclosing  
 31.36 the nursing station on Unit G; and installing

- 32.1 a campus-wide closed-circuit television video  
 32.2 security system, a facility-wide personal  
 32.3 duress alarm system, a key control system,  
 32.4 and an electronic access control system.
- 32.5 **Subd. 5. Regional Medical Examiner's Facility** 2,680,000
- 32.6 To the commissioner of human services for a  
 32.7 grant to Hennepin County to design an  
 32.8 approximately 67,000 square foot regional,  
 32.9 state-of-the-art medical examiner's facility.
- 32.10 The facility shall:
- 32.11 (1) provide forensic death investigation and  
 32.12 autopsy services for Dakota, Hennepin, and  
 32.13 Scott Counties with the flexibility to  
 32.14 accommodate future partner counties and  
 32.15 agencies;
- 32.16 (2) serve as a teaching facility for the state on  
 32.17 the science of forensic pathology; and
- 32.18 (3) be located in Hennepin County as a site  
 32.19 that best supports access needs for the three  
 32.20 founding counties and reasonable scene  
 32.21 response times for the geographic service area.
- 32.22 **Subd. 6. St. Paul - Dorothy Day Opportunity**  
 32.23 **Center** 12,000,000
- 32.24 To the commissioner of human services for a  
 32.25 grant to the city of St. Paul to predesign,  
 32.26 design, construct, furnish, and equip an  
 32.27 opportunity center to serve as an integrated  
 32.28 one-stop delivery system connecting persons  
 32.29 at risk of becoming homeless, and persons  
 32.30 working to move up and out of homelessness,  
 32.31 and to provide services that improve their  
 32.32 health, income, housing stability, or  
 32.33 well-being, subject to Minnesota Statutes,  
 32.34 section 16A.695. This appropriation may be



33.1 used to acquire property for these purposes.  
 33.2 This appropriation is not available until the  
 33.3 commissioner of management and budget has  
 33.4 determined that at least an equal amount has  
 33.5 been committed to the project from nonstate  
 33.6 sources.

33.7 **Subd. 7. Perspectives Family Center**

600,000

33.8 (a) From the general fund to the commissioner  
 33.9 of human services for a grant to Perspectives,  
 33.10 Inc., to predesign, design, construct, furnish,  
 33.11 and equip the expansion and renovation of the  
 33.12 existing Perspectives Family Center facility  
 33.13 in St. Louis Park. The expanded and renovated  
 33.14 facility must be used to promote the public  
 33.15 welfare by providing any or all of the  
 33.16 following programs and services:

33.17 (1) supportive housing programs for homeless  
 33.18 women and their children;

33.19 (2) mental and chemical health programs;

33.20 (3) employment services;

33.21 (4) academic, social skills, and nutritional  
 33.22 programs for homeless and at-risk children;

33.23 (5) an all-day therapeutic early childhood  
 33.24 development program for homeless and at-risk  
 33.25 children; and

33.26 (6) a culturally sensitive safe and nurturing  
 33.27 environment for at-risk children to meet with  
 33.28 their nonresidential parents.

33.29 (b) This appropriation is not available until  
 33.30 the commissioner of management and budget  
 33.31 has determined that at least an equal amount  
 33.32 has been expended or committed to the project  
 33.33 from nonstate sources. Nonstate money spent

34.1 on the project since May 1, 2015, shall be  
 34.2 included in the determination of nonstate  
 34.3 commitments to the project.

34.4 **Subd. 8. Minneapolis - The Family Partnership** 1,600,000

34.5 From the general fund to the commissioner of  
 34.6 human services for a grant to the Family  
 34.7 Partnership in Minneapolis to predesign and  
 34.8 design a facility to provide mental health, early  
 34.9 childhood education, and other services to  
 34.10 support children and families. This  
 34.11 appropriation is not available until at least an  
 34.12 equal amount of money is committed from  
 34.13 nonstate resources.

34.14 **Subd. 9. Red Lake Indian Reservation - Social**  
 34.15 **Service Building Construction and**  
 34.16 **Whitefeather/Moe Education Technology Center**  
 34.17 **Remodel** 15,000,000

34.18 (a) From the general fund to the commissioner  
 34.19 of human services for a grant to the Red Lake  
 34.20 Nation to:

34.21 (1) construct a building to house the social  
 34.22 services of Oshkiimaajitahdah in Redby; and  
 34.23 (2) remodel the Whitefeather/Moe Education  
 34.24 Technology Center to return space to  
 34.25 classrooms and laboratories for educational  
 34.26 purposes.

34.27 (b) This appropriation is available after the  
 34.28 commissioner of management and budget  
 34.29 determines that \$200,000 is committed to the  
 34.30 project or has been expended on the project  
 34.31 by nonstate sources. Money spent for site  
 34.32 preparation shall count toward the \$200,000  
 34.33 nonstate contribution.

34.34 **Sec. 19. VETERANS AFFAIRS**

35.1	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$ 12,851,000</u></b>
35.2	<u>To the commissioner of administration for the</u>	
35.3	<u>purposes specified in this section.</u>	
35.4	<b><u>Subd. 2. Asset Preservation</u></b>	<b><u>5,000,000</u></b>
35.5	<u>For asset preservation improvements and</u>	
35.6	<u>betterments of a capital nature at the veterans</u>	
35.7	<u>homes in Minneapolis, Hastings, Fergus Falls,</u>	
35.8	<u>Silver Bay, and Luverne, to be spent in</u>	
35.9	<u>accordance with Minnesota Statutes, section</u>	
35.10	<u>16B.307.</u>	
35.11	<b><u>Subd. 3. Minneapolis Veterans Home Truss</u></b>	
35.12	<b><u>Bridge Project</u></b>	<b><u>7,851,000</u></b>
35.13	<u>To design, construct, renovate, and equip the</u>	
35.14	<u>historic truss bridge on the Minneapolis</u>	
35.15	<u>Veterans Home campus, including asbestos</u>	
35.16	<u>and hazardous materials abatement and</u>	
35.17	<u>associated site work.</u>	
35.18	<b><u>Sec. 20. CORRECTIONS</u></b>	
35.19	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$ 40,900,000</u></b>
35.20	<u>To the commissioner of administration for the</u>	
35.21	<u>purposes specified in this section.</u>	
35.22	<b><u>Subd. 2. Asset Preservation</u></b>	<b><u>20,000,000</u></b>
35.23	<u>For asset preservation improvements and</u>	
35.24	<u>betterments of a capital nature at Minnesota</u>	
35.25	<u>correctional facilities statewide, to be spent in</u>	
35.26	<u>accordance with Minnesota Statutes, section</u>	
35.27	<u>16B.307.</u>	
35.28	<b><u>Subd. 3. Minnesota Correctional Facility - St.</u></b>	
35.29	<b><u>Cloud</u></b>	<b><u>19,000,000</u></b>
35.30	<u>To construct and equip a new intake unit and</u>	
35.31	<u>loading dock with a secure connection to a</u>	
35.32	<u>new central warehouse at the St. Cloud</u>	
35.33	<u>correctional facility.</u>	

36.1	<b><u>Subd. 4. Minnesota Correctional Facility - Moose</u></b>		
36.2	<b><u>Lake</u></b>		<b><u>1,900,000</u></b>
36.3	<u>To expand and renovate the outdated master</u>		
36.4	<u>control center to improve security and</u>		
36.5	<u>efficiency at the Minnesota Correctional</u>		
36.6	<u>Facility - Moose Lake. The renovation</u>		
36.7	<u>includes updating fire alarm panels and</u>		
36.8	<u>mechanical and electrical systems and</u>		
36.9	<u>improving visibility of the visiting area.</u>		
36.10	<b><u>Subd. 5. Unspent Appropriations</u></b>		
36.11	<u>The unspent portion of an appropriation for a</u>		
36.12	<u>Department of Corrections project in this</u>		
36.13	<u>section that is complete, upon written notice</u>		
36.14	<u>to the commissioner of management and</u>		
36.15	<u>budget, is available for asset preservation</u>		
36.16	<u>under Minnesota Statutes, section 16B.307.</u>		
36.17	<u>Minnesota Statutes, section 16A.642, applies</u>		
36.18	<u>from the date of the original appropriation to</u>		
36.19	<u>the unspent amount transferred.</u>		
36.20	<b><u>Sec. 21. EMPLOYMENT AND ECONOMIC</u></b>		
36.21	<b><u>DEVELOPMENT</u></b>		
36.22	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>114,042,000</u></b>
36.23	<u>To the commissioner of employment and</u>		
36.24	<u>economic development for the purposes</u>		
36.25	<u>specified in this section.</u>		
36.26	<b><u>Subd. 2. Transportation Economic Development</u></b>		<b><u>7,000,000</u></b>
36.27	<u>For grants under Minnesota Statutes, section</u>		
36.28	<u>116J.436.</u>		
36.29	<b><u>Subd. 3. Greater Minnesota Business</u></b>		
36.30	<b><u>Development Public Infrastructure Grants</u></b>		<b><u>12,000,000</u></b>
36.31	<u>For grants under Minnesota Statutes, section</u>		
36.32	<u>116J.431.</u>		
36.33	<b><u>Subd. 4. Innovative Business Development Public</u></b>		
36.34	<b><u>Infrastructure Grants</u></b>		<b><u>2,500,000</u></b>

- 37.1 For grants under Minnesota Statutes, section  
 37.2 116J.435.
- 37.3 **Subd. 5. Chatfield - Center for the Arts** 7,985,000
- 37.4 For a grant to the city of Chatfield economic  
 37.5 development authority to predesign, design,  
 37.6 renovate, construct, furnish, and equip Phase  
 37.7 III of the Chatfield Center for the Arts in the  
 37.8 city of Chatfield, which is generally described  
 37.9 as the renovation of the 1916 high school and  
 37.10 the installation of a linking structure and  
 37.11 related improvements to serve both the 1936  
 37.12 auditorium building and the 1916 school  
 37.13 building. The renovation shall include interior,  
 37.14 exterior, and amenity improvements within  
 37.15 the high school building; improvements to the  
 37.16 electrical, plumbing, and HVAC systems  
 37.17 throughout the property; and general  
 37.18 improvements to the buildings and land that  
 37.19 are known as the Chatfield Center for the Arts,  
 37.20 currently owned by the economic development  
 37.21 authority. Money, land and buildings, and  
 37.22 in-kind contributions provided to the center  
 37.23 before the enactment of this section are  
 37.24 considered to be sufficient local match, and  
 37.25 no further local match is required.
- 37.26 **Subd. 6. Duluth - Steam Plant** 21,000,000
- 37.27 From the general fund for a grant to the city  
 37.28 of Duluth to upgrade the municipal district  
 37.29 heating facility and systems, including  
 37.30 conversion of the distribution system along  
 37.31 Superior Street from steam with no condensate  
 37.32 return, to closed-loop hot water. This  
 37.33 appropriation is for one or more of the project  
 37.34 elements or phases: predesign, design,  
 37.35 engineering, renovation, construction,

38.1 furnishing, and equipping the facility, systems,  
 38.2 and infrastructure. This appropriation is not  
 38.3 available until the commissioner of  
 38.4 management and budget determines that an  
 38.5 amount sufficient to complete the project, or  
 38.6 one or more of the distinct elements or phases  
 38.7 of the project, is committed from nonstate  
 38.8 sources.

38.9 **Subd. 7. Eagle's Healing Nest** 300,000

38.10 From the general fund for a grant to Eagle's  
 38.11 Healing Nest in Sauk Centre.

38.12 **Subd. 8. Hennepin County - Hennepin Center**  
 38.13 **for the Arts** 5,000,000

38.14 From the general fund for a grant to Hennepin  
 38.15 County for improvements and betterments of  
 38.16 a capital nature to renovate the historic  
 38.17 Hennepin Center for the Arts. This  
 38.18 appropriation is available after the  
 38.19 commissioner of management and budget  
 38.20 determines that \$3,000,000 has been  
 38.21 committed to complete the project from  
 38.22 nonstate sources.

38.23 **Subd. 9. Hermantown - Arrowhead Regional**  
 38.24 **Health and Wellness Center** 8,000,000

38.25 For a grant to the city of Hermantown to  
 38.26 prepare the middle school site on the  
 38.27 Hermantown School District campus,  
 38.28 including demolition of a portion of the middle  
 38.29 school, and to design, construct a new addition  
 38.30 to the middle school building and renovate the  
 38.31 remaining existing building, furnish, and equip  
 38.32 the facility as the Arrowhead Regional Health  
 38.33 and Wellness Center. The city may enter into  
 38.34 lease or management agreements under  
 38.35 Minnesota Statutes, section 16A.695, for

39.1 operation of the center. This appropriation is  
 39.2 not available until at least an equal amount is  
 39.3 committed to the project from nonstate  
 39.4 sources.

39.5 **Subd. 10. Litchfield - Phase 2 Power Generation**  
 39.6 **Improvements** 3,000,000

39.7 For a grant to the city of Litchfield to design  
 39.8 and construct electrical generation  
 39.9 improvements in the city of Litchfield to  
 39.10 expand the current standby capacity, including  
 39.11 replacement of two old generators. This  
 39.12 appropriation is not available until the  
 39.13 commissioner of management and budget  
 39.14 determines that at least an equal amount is  
 39.15 committed to the project from nonstate  
 39.16 sources.

39.17 **Subd. 11. Minneapolis - American Indian Center** 155,000

39.18 From the general fund for a grant to the  
 39.19 Minneapolis American Indian Center to  
 39.20 predesign the renovation of the center on  
 39.21 Franklin Avenue, taking into account and  
 39.22 protecting the significant and unique art and  
 39.23 features of the center.

39.24 **Subd. 12. Minneapolis - People's Center** 2,750,000

39.25 From the general fund to the commissioner of  
 39.26 human services for a grant to the People's  
 39.27 Center in Minneapolis to design, renovate,  
 39.28 improve, construct, and equip a facility that  
 39.29 provides medical, dental, mental health, and  
 39.30 wellness services to all patients, regardless of  
 39.31 their ability to pay. This appropriation is not  
 39.32 available until the commissioner of  
 39.33 management and budget confirms that at least  
 39.34 \$1,500,000 is committed to the project from  
 39.35 nonstate sources.

- 40.1 **Subd. 13. Minneapolis - Pioneers and Soldiers**
- 40.2 **Cemetery Restoration** 1,029,000
- 40.3 For a grant to the city of Minneapolis to
- 40.4 restore the historic steel and limestone pillar
- 40.5 fence along Cedar Avenue and Lake Street,
- 40.6 install a new steel fence and pillars along 21st
- 40.7 Avenue South, and install a waterproofing
- 40.8 system for preservation of the fence and pillars
- 40.9 at the Pioneer and Soldiers Cemetery. This
- 40.10 appropriation does not require a nonstate
- 40.11 contribution.
- 40.12 **Subd. 14. Polk County - North Country Food**
- 40.13 **Bank** 3,000,000
- 40.14 For a grant to Polk County to predesign,
- 40.15 design, construct, renovate, furnish, and equip
- 40.16 a regional charitable food warehouse,
- 40.17 distribution, and office facility in the city of
- 40.18 Crookston, subject to Minnesota Statutes,
- 40.19 section 16A.695. This appropriation is not
- 40.20 available until the commissioner of
- 40.21 management and budget determines that an
- 40.22 equal amount has been committed to the
- 40.23 project from nonstate sources. The value of
- 40.24 the land purchased or acquired by the county
- 40.25 after January 1, 2013, for this facility shall
- 40.26 count toward the nonstate match.
- 40.27 **Subd. 15. Red Wing - River Town Renaissance** 4,480,000
- 40.28 For a grant to the city of Red Wing to
- 40.29 complete removal and replacement of 250
- 40.30 linear feet of the harbor retaining wall; to
- 40.31 design, construct, furnish, and equip the
- 40.32 renovation of the historic T.B. Sheldon
- 40.33 Performing Arts Theater; and to design and
- 40.34 construct transient riverboat docking facilities,
- 40.35 levee wall extension, and levee promenade
- 40.36 improvements at Levee Park. This



41.1 appropriation is not available until the  
 41.2 commissioner of management and budget  
 41.3 determines that an amount sufficient to  
 41.4 complete the project has been committed from  
 41.5 nonstate sources.

41.6 **Subd. 16. St. James - Public Infrastructure** 3,443,000

41.7 For a grant to the city of St. James. Of this  
 41.8 amount, \$2,193,000 is for engineering,  
 41.9 right-of-way acquisition, and reconstruction  
 41.10 of streets, sidewalks, storm water and sanitary  
 41.11 sewer, water mains, lighting, utilities, and  
 41.12 other capital improvements of publicly owned  
 41.13 infrastructure required for the reconstruction  
 41.14 of marked Trunk Highway 4 in the city of St.  
 41.15 James, and \$1,250,000 is to replace the storm  
 41.16 sewer drain that serves St. James Lake and the  
 41.17 entire southern section of the city of St. James.

41.18 **Subd. 17. St. Paul - Science Museum of**  
 41.19 **Minnesota Building Preservation** 13,000,000

41.20 For a grant to the city of St. Paul for predesign,  
 41.21 design, and construction work to replace  
 41.22 water-damaged elements of the Science  
 41.23 Museum of Minnesota's exterior envelope and  
 41.24 some resultant interior damage caused by  
 41.25 latent design and construction defects, subject  
 41.26 to Minnesota Statutes, section 16A.695. This  
 41.27 appropriation is not available until the  
 41.28 commissioner of management and budget  
 41.29 determines that an equal amount has been  
 41.30 committed to the project from nonstate  
 41.31 sources. Capital costs paid by the Science  
 41.32 Museum of Minnesota since January 1, 2014,  
 41.33 relating to the water intrusion damage, shall  
 41.34 count toward the match requirement.

41.35 **Subd. 18. St. Paul Port Authority - Minnesota**  
 41.36 **Museum of American Art** 6,000,000

42.1 For a grant to the St. Paul Port Authority to  
 42.2 design, construct, furnish, and equip new  
 42.3 museum galleries and an art study facility for  
 42.4 the Minnesota Museum of American Art. The  
 42.5 museum provides space to celebrate the legacy  
 42.6 of Minnesota art and artists and is part of the  
 42.7 restoration of the historic Pioneer Endicott  
 42.8 Building. The museum is part of a multiphase  
 42.9 project of which only the museum galleries  
 42.10 and art study facility constructed with the  
 42.11 appropriation shall be state bond financed  
 42.12 property subject to Minnesota Statutes, section  
 42.13 16A.695. This appropriation is not available  
 42.14 until the commissioner of management and  
 42.15 budget has determined that (1) at least an equal  
 42.16 amount of nonstate funds has been committed  
 42.17 to the project or expended for design,  
 42.18 construction, and furnishing of the adjacent  
 42.19 Minnesota Museum of American Art Center  
 42.20 for Creativity facilities, which are not subject  
 42.21 to Minnesota Statutes, section 16A.695, and  
 42.22 (2) sufficient resources, state and nonstate, are  
 42.23 available to complete the museum galleries  
 42.24 and art study facility. Funds invested in the  
 42.25 Center for Creativity facilities by an investor  
 42.26 receiving an assignment of state historic tax  
 42.27 credits pursuant to Minnesota Statutes, section  
 42.28 290.0681, are nonstate funds for purposes of  
 42.29 this requirement. Only expenditures made after  
 42.30 January 1, 2012, qualify for the required  
 42.31 match. Due to the integrated nature of the  
 42.32 overall development, public bidding is not  
 42.33 required.

42.34 **Subd. 19. Virginia - Highway 53 Utility**  
 42.35 **Relocation**

3,400,000

- 43.1 From the general fund for grants to the city of  
 43.2 Virginia and the city of Virginia Public  
 43.3 Utilities Commission to acquire land for and  
 43.4 to predesign, design, construct, furnish, and  
 43.5 equip relocated public utilities, including  
 43.6 sanitary and storm water sewers and water,  
 43.7 electrical, and gas utilities; and to demolish  
 43.8 and remove old utility infrastructure, all  
 43.9 associated with the relocation of marked State  
 43.10 Highway 53. This appropriation may be used  
 43.11 in part or in whole to reimburse the grantees  
 43.12 for costs of the projects already paid for and  
 43.13 does not require a nonstate contribution.
- 43.14 **Subd. 20. West St. Paul - Robert Street** **10,000,000**
- 43.15 From the general fund for a grant to the city  
 43.16 of West St. Paul to complete the reconstruction  
 43.17 of South Robert Street. This appropriation may  
 43.18 be used in part or in whole to reimburse the  
 43.19 city for costs of the project already paid for  
 43.20 and does not require a nonstate contribution.
- 43.21 **Sec. 22. PUBLIC FACILITIES AUTHORITY**
- 43.22 **Subdivision 1. Total Appropriation** **\$ 143,366,000**
- 43.23 To the Public Facilities Authority for the  
 43.24 purposes specified in this section. The Public  
 43.25 Facilities Authority may use the funds in this  
 43.26 section or other available funds to amend  
 43.27 project financing agreements awarded after  
 43.28 July 1, 2016, based on program changes in  
 43.29 Minnesota Statutes, sections 446A.072 and  
 43.30 446A.073, in article 2 of this act.
- 43.31 **Subd. 2. State Match for Federal Grants** **17,000,000**
- 43.32 To match federal grants for the clean water  
 43.33 revolving fund under Minnesota Statutes,  
 43.34 section 446A.07, and the drinking water

44.1 revolving fund under Minnesota Statutes,  
 44.2 section 446A.081. This appropriation must be  
 44.3 used for qualified capital projects.

44.4 **Subd. 3. Water Infrastructure Funding Program** 70,000,000

44.5 (a) For grants to eligible municipalities under  
 44.6 the water infrastructure funding program under  
 44.7 Minnesota Statutes, section 446A.072.

44.8 (b) \$50,000,000 is for wastewater projects  
 44.9 listed on the Pollution Control Agency's  
 44.10 project priority list in the fundable range under  
 44.11 the clean water revolving fund program.

44.12 (c) \$20,000,000 is for drinking water projects  
 44.13 listed on the Department of Health's project  
 44.14 priority list in the fundable range under the  
 44.15 drinking water revolving fund program.

44.16 (d) After all eligible projects under paragraph  
 44.17 (b) or (c) have been funded, the Public  
 44.18 Facilities Authority may transfer any  
 44.19 remaining, uncommitted money to eligible  
 44.20 projects under a program defined in paragraph  
 44.21 (b) or (c) based on that program's project  
 44.22 priority list.

44.23 (e) Notwithstanding Minnesota Statutes,  
 44.24 section 446A.072, subdivision 5a, paragraph  
 44.25 (b), the Western Lake Superior Sanitary  
 44.26 District is eligible for a grant to predesign,  
 44.27 design, construct, furnish, and equip a  
 44.28 combined heat and power system.

44.29 **Subd. 4. Point Source Implementation Grants**  
 44.30 **Program** 46,500,000

44.31 For grants to eligible municipalities under the  
 44.32 point source implementation grants program  
 44.33 under Minnesota Statutes, section 446A.073.

45.1 This appropriation must be used for qualified  
45.2 capital projects.

45.3 Notwithstanding the limitations on grants in  
45.4 Minnesota Statutes, section 446A.073,  
45.5 subdivision 1, the city of Detroit Lakes is  
45.6 eligible to receive a grant for up to 80 percent  
45.7 of eligible project costs of the city's  
45.8 wastewater treatment facility phosphorus  
45.9 removal project.

45.10 **Subd. 5. Big Lake Area Sanitary District - Sewer**  
45.11 **System and Force Main**

1,200,000

45.12 For a grant to the Big Lake Area Sanitary  
45.13 District to construct a pressure sewer system  
45.14 and force main to convey sewage to the  
45.15 Western Lake Superior Sanitary District  
45.16 connection in the city of Cloquet. This  
45.17 appropriation is not available until the  
45.18 commissioner of management and budget  
45.19 determines that an equal amount is committed  
45.20 from nonstate sources. This appropriation is  
45.21 in addition to the appropriation in Laws 2014,  
45.22 chapter 294, article 1, section 22, subdivision  
45.23 4.

45.24 **Subd. 6. Dennison - Sewage Treatment System**  
45.25 **Improvements**

726,000

45.26 For a grant to the city of Dennison to  
45.27 predesign, design, and construct a new lift  
45.28 station and make sewage pond improvements.  
45.29 This appropriation does not require a nonstate  
45.30 contribution.

45.31 **Subd. 7. East Grand Forks - Wastewater**  
45.32 **Interconnection Infrastructure**

5,300,000

45.33 For a grant to the city of East Grand Forks to  
45.34 design and construct wastewater infrastructure  
45.35 improvements interconnecting the wastewater

46.1 system of East Grand Forks to the wastewater  
 46.2 treatment system in Grand Forks, North  
 46.3 Dakota. This appropriation may not be used  
 46.4 for improvements outside the state. This  
 46.5 appropriation is in addition to grants under  
 46.6 Minnesota Statutes, section 446A.072. A  
 46.7 nonstate match is not required.

46.8 **Subd. 8. Koochiching County - Voyageurs**  
 46.9 **National Park Clean Water Project**

2,000,000

46.10 (a) For a grant to Koochiching County to  
 46.11 acquire land or interests in land, and to design,  
 46.12 engineer, construct, and equip sanitary sewage  
 46.13 systems and facilities to implement a portion  
 46.14 or portions of the Voyageurs National Park  
 46.15 clean water project comprehensive plan. This  
 46.16 appropriation is available after the  
 46.17 commissioner of management and budget  
 46.18 determines that \$4,500,000 is committed from  
 46.19 nonstate sources.

46.20 (b) This appropriation is in addition to the  
 46.21 appropriation in Laws 2014, chapter 294,  
 46.22 article 1, section 22, subdivision 7.  
 46.23 Notwithstanding the match requirement in  
 46.24 Laws 2014, chapter 294, article 1, section 22,  
 46.25 subdivision 7, the nonstate match required for  
 46.26 this appropriation and the 2014 appropriation  
 46.27 for a grant to Koochiching County is 25  
 46.28 percent of the state grant amounts. Any money  
 46.29 remaining from this appropriation after  
 46.30 completion of the projects in paragraph (a) is  
 46.31 available for grants to Koochiching or St.  
 46.32 Louis County to be used for other capital  
 46.33 projects described in the comprehensive plan  
 46.34 and as determined by the Voyageur's National  
 46.35 Park Clean Water Joint Powers Board.

47.1 **Subd. 9. Oronoco - Wastewater Collection and**  
 47.2 **Treatment Facilities** 500,000

47.3 From the general fund for a grant to the city  
 47.4 of Oronoco to commission a study to evaluate  
 47.5 options for solving the wastewater  
 47.6 infrastructure needs for the region including  
 47.7 the city of Oronoco, the city of Pine Island, or  
 47.8 the city of Rochester. This appropriation does  
 47.9 not require a nonstate match.

47.10 **Subd. 10. Lilydale - Highway 13 Storm Water**  
 47.11 **Conveyance** 140,000

47.12 From the general fund for a grant to the city  
 47.13 of Lilydale to design, acquire, construct, and  
 47.14 install a storm water sewer and drop structure  
 47.15 along Trunk Highway 13 in Lilydale that will  
 47.16 be large enough to effectively collect water  
 47.17 from springs and storm water runoff from  
 47.18 above the road and safely convey the water to  
 47.19 below the bluff. The city must coordinate this  
 47.20 project with the Department of  
 47.21 Transportation's Trunk Highway 13 project.  
 47.22 The appropriation and project also include  
 47.23 capital repairs and improvements to existing  
 47.24 drainage structures along the Big Rivers  
 47.25 Regional Trail at the base of the bluff. This  
 47.26 appropriation may be used in part or in whole  
 47.27 to reimburse the city for project costs already  
 47.28 paid for and does not require a nonstate  
 47.29 contribution.

47.30 **Sec. 23. MINNESOTA HOUSING FINANCE**  
 47.31 **AGENCY** \$ 10,000,000

47.32 For transfer to the housing development fund  
 47.33 to finance the costs of rehabilitation to  
 47.34 preserve public housing under Minnesota  
 47.35 Statutes, section 462A.202, subdivision 3a.

48.1 For purposes of this section, "public housing"  
 48.2 means housing for low-income persons and  
 48.3 households financed by the federal  
 48.4 government and owned and operated by the  
 48.5 public housing authorities and agencies formed  
 48.6 by cities and counties. Public housing  
 48.7 authorities receiving a public housing  
 48.8 assessment composite score of 80 or above or  
 48.9 an equivalent designation are eligible to  
 48.10 receive funding. Priority must be given to  
 48.11 proposals that maximize federal or local  
 48.12 resources to finance the capital costs. The  
 48.13 priority in Minnesota Statutes, section  
 48.14 462A.202, subdivision 3a, for projects to  
 48.15 increase the supply of affordable housing and  
 48.16 the restrictions of Minnesota Statutes, section  
 48.17 462A.202, subdivision 7, do not apply to this  
 48.18 appropriation.

48.19 **Sec. 24. MINNESOTA HISTORICAL**  
 48.20 **SOCIETY**

48.21 **Subdivision 1. Total Appropriation** **\$ 36,500,000**

48.22 To the Minnesota Historical Society for the  
 48.23 purposes specified in this section.

48.24 **Subd. 2. Historic Fort Snelling** **34,000,000**

48.25 (a) To design, renovate, construct, furnish, and  
 48.26 equip facilities to support visitor services and  
 48.27 history programs at Historic Fort Snelling.

48.28 (b) This appropriation includes up to  
 48.29 \$4,000,000 to design facilities to support  
 48.30 visitor services and history programs at  
 48.31 Historic Fort Snelling. Money for design is  
 48.32 available the day following final enactment  
 48.33 and is not contingent on demonstrating a  
 48.34 nonstate contribution to the project. Upon



49.1 completion of the design, the unspent portion  
 49.2 of the amount specified in this paragraph is  
 49.3 available for the purposes of paragraph (c).

49.4 (c) The balance of this appropriation is to  
 49.5 demolish the existing visitor center, renovate,  
 49.6 construct, furnish, and equip facilities,  
 49.7 including landscaping and wayfinding, at  
 49.8 Historic Fort Snelling. This appropriation is  
 49.9 not available until the commissioner of  
 49.10 management and budget determines that an  
 49.11 amount sufficient to complete the project has  
 49.12 been committed from nonstate sources.

49.13 Subd. 3. **Historic Sites Asset Preservation** 2,500,000

49.14 For capital improvements and betterments at  
 49.15 state historic sites, buildings, landscaping at  
 49.16 historic buildings, exhibits, markers, and  
 49.17 monuments, to be spent in accordance with  
 49.18 Minnesota Statutes, section 16B.307. The  
 49.19 society shall determine project priorities as  
 49.20 appropriate based on need.

49.21 Sec. 25. **BOND SALE EXPENSES** \$ 1,126,000

49.22 To the commissioner of management and  
 49.23 budget for bond sale expenses under  
 49.24 Minnesota Statutes, section 16A.641,  
 49.25 subdivision 8.

49.26 Sec. 26. **BOND SALE AUTHORIZATION.**

49.27 Subdivision 1. **Bond proceeds fund.** To provide the money appropriated in this act from  
 49.28 the bond proceeds fund, the commissioner of management and budget shall sell and issue  
 49.29 bonds of the state in an amount up to \$1,068,379,000 in the manner, upon the terms, and  
 49.30 with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the  
 49.31 Minnesota Constitution, article XI, sections 4 to 7.

49.32 Subd. 2. **Transportation fund.** To provide the money appropriated in this act from the  
 49.33 state transportation fund, the commissioner of management and budget shall sell and issue

50.1 bonds of the state in an amount up to \$57,036,000 in the manner, upon the terms, and with  
50.2 the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the  
50.3 Minnesota Constitution, article XI, sections 4 to 7.

50.4 **Sec. 27. CANCELLATIONS; BOND SALE AUTHORIZATION REDUCTIONS.**

50.5 (a) The bond sale authorization in Laws 1990, chapter 610, article 1, section 30,  
50.6 subdivision 1, as amended, is reduced by \$3,129.

50.7 (b) The bond sale authorization in Laws 1994, chapter 643, section 31, subdivision 1,  
50.8 as amended, is reduced by \$24,480.

50.9 (c) The bond sale authorization in Laws 1997, Second Special Session chapter 2, section  
50.10 12, as amended, is reduced by \$96,992.

50.11 (d) The bond sale authorization in Laws 1999, chapter 240, article 1, section 13,  
50.12 subdivision 1, as amended, is reduced by \$212,472.

50.13 (e) The bond sale authorization in Laws 2000, chapter 492, article 1, section 26,  
50.14 subdivision 1, as amended, is reduced by \$7,933,538.

50.15 (f) The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision 1, as  
50.16 amended, is reduced by \$188,471.

50.17 (g) The bond sale authorization in Laws 2002, First Special Session chapter 1, section  
50.18 9, subdivision 1, is reduced by \$217,959.

50.19 (h) The bond sale authorization in Laws 2003, First Special Session chapter 19, article  
50.20 3, section 2, is reduced by \$201,530.

50.21 (i) The bond sale authorization in Laws 2003, First Special Session chapter 19, article  
50.22 4, section 4, is reduced by \$326,534.

50.23 (j) The bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision  
50.24 1, as amended, is reduced by \$3,366,628.

50.25 (k) The \$700,000 appropriation from the bond proceeds fund in Laws 2011, First Special  
50.26 Session chapter 12, section 13, subdivision 8, for St. Louis Park noise barriers, is canceled  
50.27 and the bond sale authorization in Laws 2011, First Special Session chapter 12, section 23,  
50.28 subdivision 1, is reduced by the same amount.

50.29 (l) The \$2,285,000 appropriation from the bond proceeds fund in Laws 2012, First  
50.30 Special Session chapter 1, article 1, section 3, subdivision 2, to the commissioner of public

51.1 safety for disaster relief, is canceled and the bond sale authorization in Laws 2012, First  
 51.2 Special Session chapter 1, article 1, section 16, subdivision 1, is reduced by the same amount.

51.3 (m) \$1,380,000 of the appropriation from the bond proceeds fund in Laws 2012, First  
 51.4 Special Session chapter 1, article 1, section 6, to the Public Facilities Authority for disaster  
 51.5 relief, is canceled and the bond sale authorization in Laws 2012, First Special Session chapter  
 51.6 1, article 1, section 16, subdivision 1, is reduced by the same amount.

51.7 (n) \$1,085,000 of the appropriation from the bond proceeds fund in Laws 2012, First  
 51.8 Special Session chapter 1, article 1, section 9, subdivision 2, to the commissioner of natural  
 51.9 resources for disaster relief, is canceled, and the bond sale authorization in Laws 2012, First  
 51.10 Special Session chapter 1, article 1, section 16, subdivision 1, is reduced by the same amount.

51.11 (o) The \$300,000 appropriation from the general fund in Laws 2015, First Special Session  
 51.12 chapter 5, article 1, section 14, subdivision 4, for Eagle's Healing Nest is canceled.

51.13 **Sec. 28. BOND SALE SCHEDULE.**

51.14 The commissioner of management and budget shall schedule the sale of state general  
 51.15 obligation bonds so that, during the biennium ending June 30, 2019, no more than \$.....  
 51.16 will need to be transferred from the general fund to the state bond fund to pay principal and  
 51.17 interest due and to become due on outstanding state general obligation bonds. During the  
 51.18 biennium, before each sale of state general obligation bonds, the commissioner of  
 51.19 management and budget shall calculate the amount of debt service payments needed on  
 51.20 bonds previously issued and shall estimate the amount of debt service payments that will  
 51.21 be needed on the bonds scheduled to be sold. The commissioner shall adjust the amount of  
 51.22 bonds scheduled to be sold so as to remain within the limit set by this section. The amount  
 51.23 needed to make the debt service payments is appropriated from the general fund as provided  
 51.24 in Minnesota Statutes, section 16A.641.

51.25 **Sec. 29. EFFECTIVE DATE.**

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

51.27 **ARTICLE 2**

51.28 **MISCELLANEOUS**

51.29 Section 1. Minnesota Statutes 2016, section 16A.967, is amended to read:

51.30 **16A.967 LEWIS AND CLARK APPROPRIATION BONDS.**

51.31 Subdivision 1. **Definitions.** (a) The definitions in this subdivision apply to this section.

52.1 (b) "Appropriation bond" or "bond" means a bond, note, or other similar instrument of  
52.2 the state payable during a biennium from one or more of the following sources:

52.3 (1) money appropriated by law from the general fund in any biennium for debt service  
52.4 due with respect to obligations described in ~~subdivision 2, paragraph (e)~~ subdivisions 2a  
52.5 and 2b;

52.6 (2) proceeds of the sale of obligations described in ~~subdivision 2, paragraph (e)~~  
52.7 subdivisions 2a and 2b;

52.8 (3) payments received for that purpose under agreements and ancillary arrangements  
52.9 described in subdivision 2, paragraph ~~(e)~~ (d); and

52.10 (4) investment earnings on amounts in clauses (1) to (3).

52.11 (c) "Debt service" means the amount payable in any biennium of principal, premium, if  
52.12 any, and interest on appropriation bonds.

52.13 **Subd. 2. Authorization to issue appropriation bonds.** (a) Subject to the limitations of  
52.14 this subdivision, the commissioner may sell and issue appropriation bonds of the state under  
52.15 this section for public purposes as provided by law, ~~including, in particular, the financing~~  
52.16 ~~of the land acquisition, design, engineering, and construction of facilities and infrastructure~~  
52.17 ~~necessary to complete the next phase of the Lewis and Clark Regional Water System project,~~  
52.18 ~~including completion of the pipeline to Magnolia, extension of the project to the~~  
52.19 ~~Lincoln Pipestone Rural Water System connection near Adrian, and engineering, design,~~  
52.20 ~~and easement acquisition for the final phase of the project to Worthington. No bonds shall~~  
52.21 ~~be sold until the commissioner determines that a nonstate match of at least \$9,000,000 is~~  
52.22 ~~committed to this project phase.~~ Grant agreements entered into under this section must  
52.23 provide for reimbursement to the state from any federal money provided for the project,  
52.24 consistent with the Lewis and Clark Regional Water System, Inc., agreement.

52.25 (b) The appropriation bonds may be issued and sold only after the commissioner  
52.26 determines that the construction and administration for work done on the project will comply  
52.27 with (1) all federal requirements and regulations associated with the Lewis and Clark Rural  
52.28 Water System Act of 2000, and (2) the cooperative agreement between the United States  
52.29 Department of the Interior and the Lewis and Clark Regional Water System, Inc. Proceeds  
52.30 of the appropriation bonds must be credited to a special appropriation Lewis and Clark bond  
52.31 proceeds fund in the state treasury. All income from investment of the bond proceeds, as  
52.32 estimated by the commissioner, is appropriated to the commissioner for the payment of  
52.33 principal and interest on the appropriation bonds.

53.1 ~~(e) Appropriation bonds may be sold and issued in amounts that, in the opinion of the~~  
 53.2 ~~commissioner, are necessary to provide sufficient money, not to exceed \$19,000,000 net of~~  
 53.3 ~~costs of issuance, for the purposes as provided under paragraph (a), and pay debt service~~  
 53.4 ~~including capitalized interest, costs of issuance, costs of credit enhancement, or make~~  
 53.5 ~~payments under other agreements entered into under paragraph (e).~~

53.6 ~~(d)~~ (c) Appropriation bonds may be issued in one or more issues or series on the terms  
 53.7 and conditions the commissioner determines to be in the best interests of the state, but the  
 53.8 term on any series of appropriation bonds may not exceed 25 years. The appropriation bonds  
 53.9 of each issue and series thereof shall be dated and bear interest, and may be includable in  
 53.10 or excludable from the gross income of the owners for federal income tax purposes.

53.11 ~~(e)~~ (d) At the time of, or in anticipation of, issuing the appropriation bonds, and at any  
 53.12 time thereafter, so long as the appropriation bonds are outstanding, the commissioner may  
 53.13 enter into agreements and ancillary arrangements relating to the appropriation bonds,  
 53.14 including but not limited to trust indentures, grant agreements, lease or use agreements,  
 53.15 operating agreements, management agreements, liquidity facilities, remarketing or dealer  
 53.16 agreements, letter of credit agreements, insurance policies, guaranty agreements,  
 53.17 reimbursement agreements, indexing agreements, or interest exchange agreements. Any  
 53.18 payments made or received according to the agreement or ancillary arrangement shall be  
 53.19 made from or deposited as provided in the agreement or ancillary arrangement. The  
 53.20 determination of the commissioner included in an interest exchange agreement that the  
 53.21 agreement relates to an appropriation bond shall be conclusive.

53.22 ~~(f)~~ (e) The commissioner may enter into written agreements or contracts relating to the  
 53.23 continuing disclosure of information necessary to comply with or facilitate the issuance of  
 53.24 appropriation bonds in accordance with federal securities laws, rules, and regulations,  
 53.25 including Securities and Exchange Commission rules and regulations in Code of Federal  
 53.26 Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants  
 53.27 with purchasers and holders of appropriation bonds set forth in the order or resolution  
 53.28 authorizing the issuance of the appropriation bonds, or a separate document authorized by  
 53.29 the order or resolution.

53.30 ~~(g)~~ (f) The appropriation bonds are not subject to chapter 16C.

53.31 Subd. 2a. Project authorization. Appropriation bonds may be sold and issued in amounts  
 53.32 that, in the opinion of the commissioner, are necessary to provide sufficient money to the  
 53.33 Public Facilities Authority under subdivision 7, paragraph (a), not to exceed \$19,000,000  
 53.34 net of costs of issuance, for the purposes as provided under this subdivision, and pay debt

54.1 service including capitalized interest, costs of issuance, costs of credit enhancement, or  
 54.2 make payments under other agreements entered into under subdivision 2, paragraph (d).  
 54.3 The bonds authorized by this subdivision are for the purposes of financing the land  
 54.4 acquisition, design, engineering, and construction of facilities and infrastructure necessary  
 54.5 to complete Phase 2 of the Lewis and Clark Regional Water System project, including  
 54.6 completion of the pipeline to Magnolia; extension of the project to the Lincoln-Pipestone  
 54.7 Rural Water System connection near Adrian; and engineering, design, and easement  
 54.8 acquisition for the final phase of the project to Worthington. No bonds shall be sold under  
 54.9 this subdivision until the commissioner determines that a nonstate match of at least  
 54.10 \$9,000,000 is committed to this project phase. Upon certification by the Lewis and Clark  
 54.11 Joint Powers Board that the bond sale authorization provided by this subdivision has fully  
 54.12 met the needs of Phase 2 of the project, and to the extent there is additional authorization  
 54.13 remaining, this authorization is also available for the purposes of and on the same conditions  
 54.14 as subdivision 2b.

54.15 Subd. 2b. **Additional project authorization.** Appropriation bonds may be sold and  
 54.16 issued in amounts that, in the opinion of the commissioner, are necessary to provide sufficient  
 54.17 money to the Public Facilities Authority under subdivision 7, paragraph (b), not to exceed  
 54.18 \$11,500,000 net of costs of issuance, for the purposes as provided under this subdivision,  
 54.19 and pay debt service including capitalized interest, costs of issuance, costs of credit  
 54.20 enhancement, or make payments under other agreements entered into under subdivision 2,  
 54.21 paragraph (d). The bonds authorized by this subdivision are for the purposes of financing  
 54.22 the land acquisition, design, engineering, and construction of facilities and infrastructure  
 54.23 necessary to complete Phase 3 of the Lewis and Clark Regional Water System project,  
 54.24 including extension of the project from the Lincoln-Pipestone Rural Water System connection  
 54.25 near Adrian to Worthington, construction of a reservoir in Nobles County and a meter  
 54.26 building in Worthington, and acquisition and installation of a supervisory control and data  
 54.27 acquisition (SCADA) system. No bonds shall be sold under this subdivision until the  
 54.28 commissioner determines that a nonstate match of at least \$9,000,000 is committed to the  
 54.29 final phase of the project.

54.30 **Subd. 3. Form; procedure.** (a) Appropriation bonds may be issued in the form of bonds,  
 54.31 notes, or other similar instruments, and in the manner provided in section 16A.672. In the  
 54.32 event that any provision of section 16A.672 conflicts with this section, this section shall  
 54.33 control.

54.34 (b) Every appropriation bond shall include a conspicuous statement of the limitation  
 54.35 established in subdivision 6.

55.1 (c) Appropriation bonds may be sold at either public or private sale upon such terms as  
55.2 the commissioner shall determine are not inconsistent with this section and may be sold at  
55.3 any price or percentage of par value. Any bid received may be rejected.

55.4 (d) Appropriation bonds must bear interest at a fixed or variable rate.

55.5 (e) Notwithstanding any other law, appropriation bonds issued under this section shall  
55.6 be fully negotiable.

55.7 Subd. 4. **Refunding bonds.** The commissioner may issue appropriation bonds for the  
55.8 purpose of refunding any appropriation bonds then outstanding, including the payment of  
55.9 any redemption premiums on the bonds, any interest accrued or to accrue to the redemption  
55.10 date, and costs related to the issuance and sale of the refunding bonds. The proceeds of any  
55.11 refunding bonds may, in the discretion of the commissioner, be applied to the purchase or  
55.12 payment at maturity of the appropriation bonds to be refunded, to the redemption of the  
55.13 outstanding appropriation bonds on any redemption date, or to pay interest on the refunding  
55.14 bonds and may, pending application, be placed in escrow to be applied to the purchase,  
55.15 payment, retirement, or redemption. Any escrowed proceeds, pending such use, may be  
55.16 invested and reinvested in obligations that are authorized investments under section 11A.24.  
55.17 The income earned or realized on the investment may also be applied to the payment of the  
55.18 appropriation bonds to be refunded or interest or premiums on the refunded appropriation  
55.19 bonds, or to pay interest on the refunding bonds. After the terms of the escrow have been  
55.20 fully satisfied, any balance of the proceeds and any investment income may be returned to  
55.21 the general fund or, if applicable, the special appropriation Lewis and Clark bond proceeds  
55.22 fund for use in any lawful manner. All refunding bonds issued under this subdivision must  
55.23 be prepared, executed, delivered, and secured by appropriations in the same manner as the  
55.24 appropriation bonds to be refunded.

55.25 Subd. 5. **Appropriation bonds as legal investments.** Any of the following entities may  
55.26 legally invest any sinking funds, money, or other funds belonging to them or under their  
55.27 control in any appropriation bonds issued under this section:

55.28 (1) the state, the investment board, public officers, municipal corporations, political  
55.29 subdivisions, and public bodies;

55.30 (2) banks and bankers, savings and loan associations, credit unions, trust companies,  
55.31 savings banks and institutions, investment companies, insurance companies, insurance  
55.32 associations, and other persons carrying on a banking or insurance business; and

55.33 (3) personal representatives, guardians, trustees, and other fiduciaries.

56.1 Subd. 6. **No full faith and credit; state not required to make appropriations.** The  
 56.2 appropriation bonds are not public debt of the state, and the full faith, credit, and taxing  
 56.3 powers of the state are not pledged to the payment of the appropriation bonds or to any  
 56.4 payment that the state agrees to make under this section. Appropriation bonds shall not be  
 56.5 obligations paid directly, in whole or in part, from a tax of statewide application on any  
 56.6 class of property, income, transaction, or privilege. Appropriation bonds shall be payable  
 56.7 in each fiscal year only from amounts that the legislature may appropriate for debt service  
 56.8 for any fiscal year, provided that nothing in this section shall be construed to require the  
 56.9 state to appropriate money sufficient to make debt service payments with respect to the  
 56.10 appropriation bonds in any fiscal year. Appropriation bonds shall be canceled and shall no  
 56.11 longer be outstanding on the earlier of (1) the first day of a fiscal year for which the  
 56.12 legislature shall not have appropriated amounts sufficient for debt service, or (2) the date  
 56.13 of final payment of the principal of and interest on the appropriation bonds.

56.14 Subd. 7. **Appropriation of proceeds.** (a) The proceeds of appropriation bonds issued  
 56.15 under subdivision 2a and interest credited to the special appropriation Lewis and Clark bond  
 56.16 proceeds fund are appropriated as follows:

56.17 (1) to the ~~commissioner~~ Public Facilities Authority for a grant to the Lewis and Clark  
 56.18 Joint Powers Board for payment of capital expenses for the purposes provided by as specified  
 56.19 in subdivision 2, ~~paragraph (a),~~ 2a; and

56.20 (2) to the commissioner for debt service on the bonds including capitalized interest,  
 56.21 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds and  
 56.22 payments under any agreements entered into under subdivision 2, paragraph ~~(e)~~ (d), each  
 56.23 as permitted by state and federal law, ~~and such proceeds may be granted, loaned, or otherwise~~  
 56.24 ~~provided for the public purposes provided by subdivision 2, paragraph (a).~~

56.25 (b) The proceeds of appropriation bonds issued under subdivision 2b and interest credited  
 56.26 to the special Lewis and Clark appropriation bond proceeds fund are appropriated as follows:

56.27 (1) to the Public Facilities Authority for a grant to the Lewis and Clark Joint Powers  
 56.28 Board for payment of capital expenses as specified in subdivision 2b; and

56.29 (2) to the commissioner for debt service on the bonds including capitalized interest,  
 56.30 nonsalary costs of issuance of the bonds, costs of credit enhancement of the bonds, and  
 56.31 payments under any agreements entered into under subdivision 2, paragraph (d), each as  
 56.32 permitted by state and federal law.

56.33 Subd. 8. **Appropriation for debt service and other purposes.** (a) An amount, up to  
 56.34 \$1,351,000 needed to pay principal and interest on appropriation bonds issued under this



57.1 ~~section~~ subdivision 2a is appropriated each fiscal year from the general fund to the  
 57.2 commissioner, subject to repeal, unallotment under section 16A.152, or cancellation,  
 57.3 otherwise pursuant to subdivision 6, for deposit into the bond payments account established  
 57.4 for such purpose in the special Lewis and Clark appropriation bond proceeds fund. The  
 57.5 appropriation is available beginning in fiscal year 2017 and through fiscal year 2038.

57.6 (b) An amount up to \$876,000 needed to pay principal and interest on appropriation  
 57.7 bonds issued under subdivision 2b is appropriated each fiscal year from the general fund  
 57.8 to the commissioner, subject to repeal, unallotment under section 16A.152, or cancellation,  
 57.9 otherwise pursuant to subdivision 6, for deposit into the bond payments account established  
 57.10 for such purpose in the special Lewis and Clark appropriation bond proceeds fund. The  
 57.11 appropriation is available beginning in fiscal year 2018 and through fiscal year 2039. The  
 57.12 appropriation in fiscal year 2018 is limited to \$438,000.

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

57.16 Sec. 2. Minnesota Statutes 2016, section 84.946, subdivision 2, is amended to read:

57.17 Subd. 2. **Standards.** (a) An appropriation for asset preservation may be used only for a  
 57.18 capital expenditure on a capital asset previously owned by the state, within the meaning of  
 57.19 generally accepted accounting principles as applied to public expenditures. The commissioner  
 57.20 of natural resources will consult with the commissioner of management and budget to the  
 57.21 extent necessary to ensure this and will furnish the commissioner of management and budget  
 57.22 a list of projects to be financed from the account in order of their priority. The legislature  
 57.23 assumes that many projects for preservation and replacement of portions of existing capital  
 57.24 assets will constitute betterments and capital improvements within the meaning of the  
 57.25 Constitution and capital expenditures under generally accepted accounting principles, and  
 57.26 will be financed more efficiently and economically under this section than by direct  
 57.27 appropriations for specific projects.

57.28 (b) An appropriation for asset preservation must not be used to acquire land or to acquire  
 57.29 or construct buildings or other facilities.

57.30 (c) Capital budget expenditures for natural resource asset preservation and replacement  
 57.31 projects must be for one or more of the following types of capital projects that support the  
 57.32 existing programmatic mission of the department: code compliance including health and  
 57.33 safety, Americans with Disabilities Act requirements, hazardous material abatement, access  
 57.34 improvement, or air quality improvement; building energy efficiency improvements using

58.1 current best practices; building or infrastructure repairs necessary to preserve the interior  
 58.2 and exterior of existing buildings; projects to remove life safety hazards such as building  
 58.3 code violations or structural defects; or renovation of other existing improvements to land,  
 58.4 including but not limited to trails and bridges.

58.5 (d) Up to ten percent of an appropriation awarded under this section may be used for  
 58.6 design costs for projects eligible to be funded from this account in anticipation of future  
 58.7 funding from the account.

58.8 Sec. 3. Minnesota Statutes 2016, section 85.34, subdivision 1, is amended to read:

58.9 Subdivision 1. **Upper bluff; lease terms.** The commissioner of natural resources with  
 58.10 the approval of the Executive Council may lease for purposes of restoration, preservation,  
 58.11 historical, recreational, educational, and commercial use and development, that portion of  
 58.12 Fort Snelling State Park known as the upper bluff consisting of officer's row, area J, the  
 58.13 polo grounds, the adjacent golf course, and all buildings and improvements located thereon,  
 58.14 all lying within an area bounded by Minneapolis-St. Paul International Airport, Trunk  
 58.15 Highways numbered 5 and 55, and Bloomington Road. The lease or leases shall be in a  
 58.16 form approved by the attorney general and for a term of not to exceed 99 years. The lease  
 58.17 or leases may provide for the provision of capital improvements or other performance by  
 58.18 the tenant or tenants in lieu of all or some of the payments of rent that would otherwise be  
 58.19 required. Notwithstanding the continuing ownership of the upper bluff by the state, any  
 58.20 lease of one or more buildings improved with state general obligation bond proceeds that  
 58.21 exceeds 50 years shall be treated as a sale of the buildings for purposes of section 16A.695,  
 58.22 subdivision 3. Any disposition proceeds payable to the commissioner upon execution of a  
 58.23 lease relating to state bond-financed buildings at the upper bluff shall be applied according  
 58.24 to section 16A.695, subdivision 3, and used to pay, redeem, or defease state general obligation  
 58.25 bonds issued for purposes of improving those buildings. Any lease revenues paid to the  
 58.26 commissioner subsequent to the payment, redemption, or defeasance of state general  
 58.27 obligation bonds shall be used by the commissioner as further described in this section.

58.28 Sec. 4. [219.016] CRUDE OIL AND HAZARDOUS MATERIALS RAIL SAFETY  
 58.29 ACCOUNT.

58.30 Subdivision 1. **Purpose.** A hazardous materials rail safety program is established for  
 58.31 the purpose of reducing the risks associated with the transportation of hazardous material  
 58.32 by rail.

59.1 Subd. 2. **Creation of account.** A hazardous materials rail safety program account is  
 59.2 established in the bond proceeds fund. Money in the account may only be used for capital  
 59.3 costs associated with planning, engineering, administration, and construction of public  
 59.4 highway-rail grade crossing improvements on rail corridors transporting crude oil and other  
 59.5 hazardous materials. Improvements may include upgrades to existing protection systems,  
 59.6 the closing of crossings and necessary roadwork, and reconstruction of at-grade crossings  
 59.7 to full grade separations.

59.8 Subd. 3. **Grants.** The commissioner may approve grants for financial assistance to  
 59.9 eligible applicants for capital costs associated with hazardous materials rail safety projects  
 59.10 on public highway-rail grade crossings. Qualifying capital costs include, but are not limited  
 59.11 to, upgrades to existing protection systems, the closing of crossings and necessary roadwork,  
 59.12 and reconstruction of at-grade crossings to full grade separations.

59.13 Subd. 4. **Eligible applicants.** Counties, statutory or home rule charter cities, or towns  
 59.14 that are responsible for establishing and maintaining public highway-rail grade crossings  
 59.15 on rail corridors transporting crude oil and other hazardous materials may apply to the  
 59.16 commissioner for financial assistance for the purposes specified in this section.

59.17 Subd. 5. **Criteria for grant award.** The commissioner shall consider the following  
 59.18 criteria to evaluate applications for a grant award for a hazardous materials rail safety project:

59.19 (1) whether the crossing was identified as a potential candidate for grade separation in  
 59.20 the department's crude by rail grade crossing study (Improvements to Highway Grade  
 59.21 Crossings and Rail Safety, December 2014);

59.22 (2) roadway traffic volumes and speeds;

59.23 (3) train volumes and speeds;

59.24 (4) adjacent land use;

59.25 (5) crash history;

59.26 (6) use of the crossing by emergency vehicles;

59.27 (7) use of the crossing by vehicles carrying hazardous materials; and

59.28 (8) local financial contributions to the project.

59.29 Sec. 5. Minnesota Statutes 2016, section 363A.36, is amended to read:

59.30 **363A.36 CERTIFICATES OF COMPLIANCE FOR PUBLIC CONTRACTS.**

60.1 Subdivision 1. **Scope of application.** (a) For all contracts for goods and services in  
60.2 excess of \$100,000, no department or agency of the state shall accept any bid or proposal  
60.3 for a contract or agreement from any business having more than 40 full-time employees  
60.4 within this state on a single working day during the previous 12 months, unless the  
60.5 commissioner is in receipt of the business' affirmative action plan for the employment of  
60.6 minority persons, women, and qualified disabled individuals. No department or agency of  
60.7 the state shall execute any such contract or agreement until the affirmative action plan has  
60.8 been approved by the commissioner. Receipt of a certificate of compliance issued by the  
60.9 commissioner shall signify that a firm or business has an affirmative action plan that has  
60.10 been approved by the commissioner. A certificate shall be valid for a period of four years.  
60.11 A municipality as defined in section 466.01, subdivision 1, that receives state money for  
60.12 any reason is encouraged to prepare and implement an affirmative action plan for the  
60.13 employment of minority persons, women, and the qualified disabled and submit the plan  
60.14 to the commissioner.

60.15 (b) This paragraph applies to a contract for goods or services in excess of \$100,000 to  
60.16 be entered into between a department or agency of the state and a business that is not subject  
60.17 to paragraph (a), but that has more than 40 full-time employees on a single working day  
60.18 during the previous 12 months in the state where the business has its primary place of  
60.19 business. A department or agency of the state may not execute a contract or agreement with  
60.20 a business covered by this paragraph unless the business has a certificate of compliance  
60.21 issued by the commissioner under paragraph (a) or the business certifies that it is in  
60.22 compliance with federal affirmative action requirements.

60.23 (c) This section does not apply to contracts entered into by the State Board of Investment  
60.24 for investment options under section 356.645.

60.25 (d) The commissioner shall issue a certificate of compliance or notice of denial within  
60.26 15 days of the application submitted by the business or firm.

60.27 (e) The requirements in paragraphs (a) and (b) apply to all contracts or agreements  
60.28 executed by public officers or agencies for goods and services in excess of \$100,000 for  
60.29 projects subject to section 16A.695.

60.30 Subd. 2. **Filing fee; account; appropriation.** The commissioner shall collect a \$150  
60.31 fee for each certificate of compliance issued by the commissioner or the commissioner's  
60.32 designated agent. The proceeds of the fee must be deposited in a human rights fee special  
60.33 revenue account. Money in the account is appropriated to the commissioner to fund the cost  
60.34 of issuing certificates and investigating grievances.

61.1 Subd. 3. **Revocation of certificate.** Certificates of compliance may be suspended or  
 61.2 revoked by the commissioner if a holder of a certificate has not made a good faith effort to  
 61.3 implement an affirmative action plan that has been approved by the commissioner. If a  
 61.4 contractor does not effectively implement an affirmative action plan approved by the  
 61.5 commissioner pursuant to subdivision 1, or fails to make a good faith effort to do so, the  
 61.6 commissioner may refuse to approve subsequent plans submitted by that firm or business.

61.7 Subd. 4. **Revocation of contract.** A contract awarded by a department or agency of the  
 61.8 state, or any other public officer or agency subject to section 16A.695, may be terminated  
 61.9 or abridged by the department or agency, or other public officer or agency subject to section  
 61.10 16A.695, because of suspension or revocation of a certificate based upon a contractor's  
 61.11 failure to implement or make a good faith effort to implement an affirmative action plan  
 61.12 approved by the commissioner under this section. If a contract is awarded to a person who  
 61.13 does not have a contract compliance certificate required under subdivision 1, the  
 61.14 commissioner may void the contract on behalf of the state.

61.15 Subd. 5. **Technical assistance.** In the case of a contractor whose certificate of compliance  
 61.16 has been suspended, the commissioner shall provide technical assistance that may enable  
 61.17 the contractor to be recertified within 90 days after the contractor's certificate has been  
 61.18 suspended.

61.19 Sec. 6. Minnesota Statutes 2016, section 363A.44, subdivision 1, is amended to read:

61.20 Subdivision 1. **Scope.** (a) No department, agency of the state, the Metropolitan Council,  
 61.21 or an agency subject to section 473.143, subdivision 1, shall execute a contract for goods  
 61.22 or services or an agreement for goods or services in excess of \$500,000 with a business that  
 61.23 has 40 or more full-time employees in this state or a state where the business has its primary  
 61.24 place of business on a single day during the prior 12 months, unless the business has an  
 61.25 equal pay certificate or it has certified in writing that it is exempt. A certificate is valid for  
 61.26 four years.

61.27 (b) This section does not apply to a business with respect to a specific contract if the  
 61.28 commissioner of administration determines that application of this section would cause  
 61.29 undue hardship to the contracting entity. This section does not apply to a contract to provide  
 61.30 goods and services to individuals under chapters 43A, 62A, 62C, 62D, 62E, 256B, 256I,  
 61.31 256L, and 268A, with a business that has a license, certification, registration, provider  
 61.32 agreement, or provider enrollment contract that is prerequisite to providing those goods and  
 61.33 services. This section does not apply to contracts entered into by the State Board of  
 61.34 Investment for investment options under section 352.965, subdivision 4.

62.1 (c) The requirements in paragraph (a) apply to all contracts or agreements executed by  
 62.2 public officers or agencies for goods and services in excess of \$500,000 for projects subject  
 62.3 to section 16A.695.

62.4 Sec. 7. Minnesota Statutes 2016, section 446A.072, is amended to read:

62.5 **446A.072 ~~WASTEWATER~~ WATER INFRASTRUCTURE FUNDING PROGRAM.**

62.6 Subdivision 1. **Establishment of program.** The authority will establish a ~~wastewater~~  
 62.7 water infrastructure funding program to provide supplemental assistance to governmental  
 62.8 units receiving funding through the clean water revolving fund program, the drinking water  
 62.9 revolving fund program, or the United States Department of Agriculture Rural Economic  
 62.10 and Community Development's (USDA/RECD) Water and Waste Disposal Loans and  
 62.11 Grants program for the predesign, design, and construction of municipal wastewater ~~treatment~~  
 62.12 and drinking water systems, including purchase of land and easements. The purpose of the  
 62.13 program is to assist governmental units demonstrating financial need to build cost-effective  
 62.14 projects to address existing environmental or public health problems. To implement the  
 62.15 program, the authority shall establish a ~~wastewater~~ water infrastructure fund to provide  
 62.16 grants ~~and loans~~ for the purposes authorized under title VI of the Federal Water Pollution  
 62.17 Control Act and the federal Safe Drinking Water Act. The fund shall be credited with all  
 62.18 investment income from the fund and all repayments of loans, grants, and penalties.

62.19 Subd. 3. **Program administration.** (a) The authority shall provide supplemental  
 62.20 assistance, as provided in subdivision 5a to governmental units:

62.21 (1) whose projects are listed on the Pollution Control Agency's project priority list or  
 62.22 the Department of Health's project priority list;

62.23 (2) that demonstrate their projects are a cost-effective solution to an existing  
 62.24 environmental or public health problem; and

62.25 (3) whose projects are approved by the USDA/RECD or certified by the commissioner  
 62.26 of the Pollution Control Agency or the Department of Health.

62.27 (b) For a governmental unit receiving grant funding from the USDA/RECD, applications  
 62.28 must be made to the USDA/RECD with additional information submitted to the authority  
 62.29 as required by the authority. Eligible project costs and affordability criteria shall be  
 62.30 determined by the USDA/RECD.

62.31 (c) For a governmental unit not receiving grant funding from the USDA/RECD,  
 62.32 application must be made to the authority on forms prescribed by the authority for the clean  
 62.33 water revolving fund program or the drinking water revolving fund program with additional

63.1 information as required by the authority. In accordance with section 116.182, the Pollution  
63.2 Control Agency or Department of Health shall:

63.3 (1) calculate the essential project component percentage based on the portion of project  
63.4 costs necessary to convey or treat the existing wastewater flows and loadings or, for drinking  
63.5 water projects, to provide safe drinking water to meet existing needs, which must be  
63.6 multiplied by the total project cost to determine the eligible project cost for the program  
63.7 under this section; and

63.8 (2) review and certify approved projects to the authority.

63.9 (d) Each fiscal year the authority shall make funds available for projects based on their  
63.10 ranking on the Pollution Control Agency's project priority list or the Department of Health's  
63.11 project priority list. The authority shall reserve funds for a project when the applicant receives  
63.12 a funding commitment from the United States Department of Agriculture Rural Development  
63.13 (USDA/RECD) or ~~submits plans and specifications to~~ the project is certified by the Pollution  
63.14 Control Agency or Department of Health. Funds must be reserved in an amount based on  
63.15 the project cost estimate submitted to the authority ~~prior to the appropriation of the funds~~  
63.16 ~~and awarded based on the lesser of that amount or the as-bid cost~~ when the project is certified  
63.17 or the as-bid cost, whichever is less.

63.18 Subd. 5a. **Type and amount of assistance.** (a) For a governmental unit receiving grant  
63.19 funding from the USDA/RECD, the authority may provide assistance in the form of a grant  
63.20 of up to 65 percent of the eligible grant need determined by USDA/RECD. A governmental  
63.21 unit may not receive a grant under this paragraph for more than ~~\$4,000,000~~ \$5,000,000 per  
63.22 project or ~~\$15,000~~ \$20,000 per existing connection, whichever is less, unless specifically  
63.23 approved by law.

63.24 (b) For a governmental unit receiving a loan from the clean water revolving fund under  
63.25 section 446A.07, the authority may provide assistance under this section in the form of a  
63.26 grant if the average annual residential wastewater system cost after completion of the project  
63.27 would otherwise exceed 1.4 percent of the median household income of the project service  
63.28 area. In determining whether the average annual residential wastewater system cost would  
63.29 exceed 1.4 percent, the authority must consider the total costs associated with building,  
63.30 operating, and maintaining the wastewater system, including existing wastewater debt  
63.31 service, debt service on the eligible project cost, and operation and maintenance costs. Debt  
63.32 service costs for the proposed project are calculated based on the maximum loan term  
63.33 permitted for the clean water revolving fund loan under section 446A.07, subdivision 7.  
63.34 The amount of the grant is equal to 80 percent of the amount needed to reduce the average

64.1 annual residential wastewater system cost to 1.4 percent of median household income in  
 64.2 the project service area, to a maximum of ~~\$4,000,000~~ \$5,000,000 per project or ~~\$15,000~~  
 64.3 \$20,000 per existing connection, whichever is less, unless specifically approved by law.  
 64.4 The eligible project cost is determined by multiplying the total project costs minus any other  
 64.5 grants by the essential project component percentage calculated under subdivision 3,  
 64.6 paragraph (c), clause (1). In no case may the amount of the grant exceed 80 percent of the  
 64.7 eligible project cost.

64.8 (c) For a governmental unit receiving a loan from the drinking water revolving fund  
 64.9 under section 446A.081, the authority may provide assistance under this section in the form  
 64.10 of a grant if the average annual residential drinking water system cost after completion of  
 64.11 the project would otherwise exceed 1.2 percent of the median household income of the  
 64.12 project service area. In determining whether the average annual residential drinking water  
 64.13 system cost would exceed 1.2 percent, the authority must consider the total costs associated  
 64.14 with building, operating, and maintaining the drinking water system, including existing  
 64.15 drinking water debt service, debt service on the eligible project cost, and operation and  
 64.16 maintenance costs. Debt service costs for the proposed project are calculated based on the  
 64.17 maximum loan term permitted for the drinking water revolving fund loan under section  
 64.18 446A.081, subdivision 8, paragraph (c). The amount of the grant is equal to 80 percent of  
 64.19 the amount needed to reduce the average annual residential drinking water system cost to  
 64.20 1.2 percent of median household income in the project service area, to a maximum of  
 64.21 \$5,000,000 per project or \$20,000 per existing connection, whichever is less, unless  
 64.22 specifically approved by law. The eligible project cost is determined by multiplying the  
 64.23 total project costs minus any other grants by the essential project component percentage  
 64.24 calculated under subdivision 3, paragraph (c), clause (1). In no case may the amount of the  
 64.25 grant exceed 80 percent of the eligible project cost.

64.26 ~~(e)~~ (d) Notwithstanding the limits in paragraphs (a) ~~and~~, (b), and (c), for a governmental  
 64.27 unit receiving supplemental assistance under this section after January 1, 2002, if the authority  
 64.28 determines that the governmental unit's construction and installation costs are significantly  
 64.29 increased due to geological conditions of crystalline bedrock or karst areas and discharge  
 64.30 limits that are more stringent than secondary treatment, the maximum award under this  
 64.31 section shall not be more than \$25,000 per existing connection.

64.32 ~~Subd. 5b. Special assessment deferral. A governmental unit receiving a loan under~~  
 64.33 ~~subdivision 5a that levies special assessments to repay the loan under subdivision 5a or~~  
 64.34 ~~section 446A.07 may defer payment of such assessments under the provisions of sections~~  
 64.35 ~~435.193 to 435.195.~~



65.1 Subd. 6. **Disbursements.** Disbursements of grants ~~or loans~~ awarded under this section  
 65.2 by the authority to recipients must be made for eligible project costs as incurred by the  
 65.3 recipients, and must be made by the authority in accordance with the project financing  
 65.4 agreement and applicable state and federal laws and rules governing the payments.

65.5 ~~Subd. 7. **Loan repayments.** Notwithstanding the limitations set forth in section 475.54,~~  
 65.6 ~~subdivision 1, this subdivision shall govern the maturities and mandatory sinking fund~~  
 65.7 ~~redemptions of the loans under this section. A governmental unit receiving a loan under~~  
 65.8 ~~this section shall repay the loan in semiannual payment amounts determined by the authority.~~  
 65.9 ~~The payment amount must be based on the average payments on the governmental unit's~~  
 65.10 ~~clean water revolving fund loan or, if greater, the minimum amount required to fully repay~~  
 65.11 ~~the loan by the maturity date. Payments must begin within one year of the date of the~~  
 65.12 ~~governmental unit's final payment on the clean water revolving fund loan. The final maturity~~  
 65.13 ~~date of the loan under this section must be no later than 20 years from the date of the first~~  
 65.14 ~~payment on the loan under this section and no later than 40 years from the date of the first~~  
 65.15 ~~payment on the clean water revolving fund loan.~~

65.16 Subd. 8. **Eligibility.** A governmental unit is eligible for assistance under this section  
 65.17 only after applying for grant funding from other sources and funding has been obtained,  
 65.18 rejected, or the authority has determined that the potential funding is unlikely.

65.19 Subd. 9. **Funding limitation.** Supplemental assistance may not be used to reduce the  
 65.20 ~~sewer~~ service charges of a significant ~~wastewater contributor~~ industrial user that has a  
 65.21 separate service charge agreement with the recipient, or a single user that has caused the  
 65.22 need for the project or whose current or projected ~~flow and load exceed~~ usage exceeds  
 65.23 one-half of the current wastewater ~~treatment plant's~~ or drinking water system capacity.

65.24 Subd. 11. **Report on needs.** By February 1 of each even-numbered year, the authority,  
 65.25 in conjunction with the Pollution Control Agency and Department of Health, shall prepare  
 65.26 a report to the Finance Division of the senate Environment and Natural Resources Committee  
 65.27 and the house of representatives Environment and Natural Resources Finance Committee  
 65.28 on wastewater and drinking water funding assistance needs of governmental units under  
 65.29 this section.

65.30 Subd. 12. **System replacement fund.** Each governmental unit receiving a ~~loan or grant~~  
 65.31 under this section shall establish a system replacement fund and shall annually deposit a  
 65.32 minimum of \$.50 per 1,000 gallons of flow for major rehabilitation ~~or~~ expansion, or  
 65.33 replacement of the treatment wastewater or drinking water system, ~~or replacement of the~~  
 65.34 ~~treatment system at the end of its useful life.~~ Money must remain in the account for the life

66.1 of the corresponding project loan from the authority or USDA/RECD, unless use of the  
 66.2 fund is approved in writing by the authority for major rehabilitation, expansion, or  
 66.3 replacement of the ~~treatment~~ wastewater or drinking water system. By March 1 each year  
 66.4 during the life of the loan, each recipient shall submit a report to the authority regarding the  
 66.5 amount deposited and the fund balance for the prior calendar year. A recipient is not required  
 66.6 to maintain a fund balance greater than the amount of the grant received. Failure to comply  
 66.7 with the requirements of this subdivision shall result in the authority assessing a penalty  
 66.8 fee to the recipient equal to one percent of the supplemental assistance amount for each  
 66.9 year of noncompliance. ~~Failure to make the required deposit or pay the penalty fee as~~  
 66.10 ~~required constitutes a default on the loan.~~

66.11 Subd. 14. **Consistency with land use plans.** A governmental unit applying for a project  
 66.12 in an unsewered area shall include in its application to the authority a certification from the  
 66.13 county in which the project is located that:

66.14 (1) the project is consistent with the county comprehensive land use plan, if the county  
 66.15 has adopted one;

66.16 (2) the project is consistent with the county water plan, if the county has adopted one;  
 66.17 and

66.18 (3) the county has adopted specific land use ordinances or controls so as to meet or  
 66.19 exceed the requirements of Minnesota Rules, part 7082.0050.

66.20 Sec. 8. Minnesota Statutes 2016, section 446A.073, is amended to read:

66.21 **446A.073 POINT SOURCE IMPLEMENTATION GRANTS.**

66.22 Subdivision 1. **Program established.** When money is appropriated for grants under this  
 66.23 program, the authority shall award grants up to a maximum of ~~\$3,000,000~~ \$7,000,000 to  
 66.24 governmental units to cover ~~up to one-half~~ 80 percent of the cost of water infrastructure  
 66.25 projects made necessary by:

66.26 (1) a wasteload reduction prescribed under a total maximum daily load plan required by  
 66.27 section 303(d) of the federal Clean Water Act, United States Code, title 33, section 1313(d);

66.28 (2) a phosphorus concentration or mass limit which requires discharging one milligram  
 66.29 per liter or less at permitted design flow which is incorporated into a permit issued by the  
 66.30 Pollution Control Agency;

67.1 (3) any other water quality-based effluent limit established under section 115.03,  
 67.2 subdivision 1, paragraph (e), clause (8), and incorporated into a permit issued by the Pollution  
 67.3 Control Agency that exceeds secondary treatment limits; or

67.4 (4) a total nitrogen concentration or mass limit of that requires discharging ten milligrams  
 67.5 per liter or less ~~for a land-based treatment system~~ at permitted design flow.

67.6 Subd. 2. **Grant application.** Application for a grant must be made to the authority on  
 67.7 forms prescribed by the authority ~~for the total maximum daily load grant program, with~~  
 67.8 ~~additional information as required by the authority~~, including a project schedule and cost  
 67.9 estimate for the work necessary to comply with the ~~point source wasteload allocation~~  
 67.10 requirements listed in subdivision 1. The Pollution Control Agency shall:

67.11 ~~(1) in accordance with section 116.182, calculate the essential project component~~  
 67.12 ~~percentage, which must be multiplied by the total project cost to determine the eligible~~  
 67.13 ~~project cost; and~~

67.14 ~~(2)~~ review and certify to the authority those projects that have plans and specifications  
 67.15 approved under section 115.03, subdivision 1, paragraph (f).

67.16 Subd. 3. **Project priorities.** ~~When money is appropriated for grants under this program,~~  
 67.17 The authority shall accept applications under this program during the month of July ~~and~~.  
 67.18 When a project is certified by the Pollution Control Agency, the authority shall reserve  
 67.19 ~~money for projects expected to proceed with construction by the end of the fiscal year~~ the  
 67.20 project in the order listed on the Pollution Control Agency's project priority list and in an  
 67.21 amount based on the cost estimate submitted to the authority ~~in the grant application~~ when  
 67.22 the project is certified or the as-bid costs, whichever is less. Notwithstanding Minnesota  
 67.23 Rules, chapter 7077, the Pollution Control Agency may rank a drinking water infrastructure  
 67.24 project on the agency's project priority list if the project is necessary to meet an applicable  
 67.25 requirement in subdivision 1.

67.26 Subd. 4. **Grant approval.** The authority must make a grant for an eligible project only  
 67.27 after:

67.28 (1) the applicant has submitted the as-bid cost for the water infrastructure project;

67.29 (2) the Pollution Control Agency has ~~approved the as-bid costs and~~ certified the grant  
 67.30 eligible portion of the project; and

67.31 (3) the authority has determined that the additional financing necessary to complete the  
 67.32 project has been committed from other sources.

68.1 Subd. 5. **Grant disbursement.** Disbursement of a grant must be made for eligible project  
68.2 costs as incurred by the governmental unit and in accordance with a project financing  
68.3 agreement and applicable state and federal laws and rules governing the payments.

68.4 Sec. 9. Minnesota Statutes 2016, section 446A.081, subdivision 9, is amended to read:

68.5 Subd. 9. **Other uses of fund.** (a) The drinking water revolving loan fund may be used  
68.6 as provided in the act, including the following uses:

68.7 (1) to buy or refinance the debt obligations, at or below market rates, of public water  
68.8 systems for drinking water systems, where the debt was incurred after the date of enactment  
68.9 of the act, for the purposes of construction of the necessary improvements to comply with  
68.10 the national primary drinking water regulations under the federal Safe Drinking Water Act;

68.11 (2) to purchase or guarantee insurance for local obligations to improve credit market  
68.12 access or reduce interest rates;

68.13 (3) to provide a source of revenue or security for the payment of principal and interest  
68.14 on revenue or general obligation bonds issued by the authority if the bond proceeds are  
68.15 deposited in the fund;

68.16 (4) to provide loans or loan guarantees for similar revolving funds established by a  
68.17 governmental unit or state agency;

68.18 (5) to earn interest on fund accounts;

68.19 (6) to pay the reasonable costs incurred by the authority, the Department of Employment  
68.20 and Economic Development, and the Department of Health for conducting activities as  
68.21 authorized and required under the act up to the limits authorized under the act;

68.22 (7) to develop and administer programs for water system supervision, source water  
68.23 protection, and related programs required under the act;

68.24 (8) notwithstanding Minnesota Rules, part 7380.0280, to provide principal forgiveness  
68.25 or grants to the extent permitted under the federal Safe Drinking Water Act and other federal  
68.26 law, based on the criteria and requirements established for drinking water projects under  
68.27 the water infrastructure funding program under section 446A.072;

68.28 (9) to provide loans, principal forgiveness or grants to the extent permitted under the  
68.29 federal Safe Drinking Water Act and other federal law to address green infrastructure, water  
68.30 or energy efficiency improvements, or other environmentally innovative activities; and

69.1 (10) to provide principal forgiveness, or grants for 50 percent of the project cost up to  
 69.2 a maximum of \$10,000 for projects needed to comply with national primary drinking water  
 69.3 standards for an existing community or noncommunity public water system.

69.4 ~~(b) Principal forgiveness or grants under paragraph (a), clause (8), must only be provided~~  
 69.5 ~~if the average annual residential drinking water system cost after completion of the project~~  
 69.6 ~~would otherwise exceed 1.2 percent of the median household income in the project service~~  
 69.7 ~~area. In determining whether the average annual residential drinking water system cost~~  
 69.8 ~~would exceed 1.2 percent, the authority must consider the total costs associated with building,~~  
 69.9 ~~operating, and maintaining the drinking water system, including debt service and operation~~  
 69.10 ~~and maintenance costs. Debt service costs for the proposed project must be calculated based~~  
 69.11 ~~on the maximum loan term permitted for the drinking water revolving fund loan under this~~  
 69.12 ~~section. The amount of the principal forgiveness or grant must be equal to 80 percent of the~~  
 69.13 ~~amount needed to reduce the average annual residential drinking water system cost to 1.2~~  
 69.14 ~~percent of median household income in the project service area, to a maximum of \$4,000,000~~  
 69.15 ~~or \$15,000 per connection, whichever is less, and not to exceed 80 percent of the total project~~  
 69.16 ~~cost.~~

69.17 ~~(e)~~ (b) Principal forgiveness or grants provided under paragraph (a), clause (9), may not  
 69.18 exceed 25 percent of the eligible project costs as determined by the Department of Health  
 69.19 for project components directly related to green infrastructure, water or energy efficiency  
 69.20 improvements, or other environmentally innovative activities, up to a maximum of  
 69.21 \$1,000,000.

69.22 ~~(d) The authority may reduce the percentage of median household income at which a~~  
 69.23 ~~loan term could extend to 30 years under subdivision 8, paragraph (c), and at which principal~~  
 69.24 ~~forgiveness or grants could be provided under paragraph (b) if it determines that the federal~~  
 69.25 ~~money allotted to the state cannot be fully utilized without the reduction. If it determines~~  
 69.26 ~~that the reduction is necessary to fully utilize the federal money, the authority must effect~~  
 69.27 ~~the change through its approval of the annual intended use plan.~~

69.28 Sec. 10. Minnesota Statutes 2016, section 446A.12, subdivision 1, is amended to read:

69.29 Subdivision 1. **Bonding authority.** The authority may issue negotiable bonds in a  
 69.30 principal amount that the authority determines necessary to provide sufficient funds for  
 69.31 achieving its purposes, including the making of loans and purchase of securities, the payment  
 69.32 of interest on bonds of the authority, the establishment of reserves to secure its bonds, the  
 69.33 payment of fees to a third party providing credit enhancement, and the payment of all other  
 69.34 expenditures of the authority incident to and necessary or convenient to carry out its corporate

70.1 purposes and powers, but not including the making of grants. Bonds of the authority may  
 70.2 be issued as bonds or notes or in any other form authorized by law. The principal amount  
 70.3 of bonds issued and outstanding under this section at any time may not exceed  
 70.4 ~~\$1,500,000,000~~ \$2,000,000,000, excluding bonds for which refunding bonds or crossover  
 70.5 refunding bonds have been issued, and excluding any bonds issued for the credit enhanced  
 70.6 bond program or refunding or crossover refunding bonds issued under the program. The  
 70.7 principal amount of bonds issued and outstanding under section 446A.087, may not exceed  
 70.8 \$500,000,000, excluding bonds for which refunding bonds or crossover refunding bonds  
 70.9 have been issued.

70.10 Sec. 11. Minnesota Statutes 2016, section 462A.37, subdivision 1, is amended to read:

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

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

70.14 (c) "Community land trust" means an entity that meets the requirements of section  
 70.15 462A.31, subdivisions 1 and 2.

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

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

70.22 (f) "Housing infrastructure bonds" means bonds issued by the agency under this chapter  
 70.23 that are qualified 501(c)(3) bonds, within the meaning of Section 145(a) of the Internal  
 70.24 Revenue Code, finance qualified residential rental projects within the meaning of Section  
 70.25 142(d) of the Internal Revenue Code, or are tax-exempt bonds that are not private activity  
 70.26 bonds, within the meaning of Section 141(a) of the Internal Revenue Code, for the purpose  
 70.27 of financing or refinancing affordable housing authorized under this chapter.

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

70.29 (h) "Senior" means a person 55 years of age or older with an annual income not greater  
 70.30 than 50 percent of:

70.31 (1) the metropolitan area median income for persons in the metropolitan area; or

70.32 (2) the statewide median income for persons outside the metropolitan area.

71.1 (i) "Senior housing" means housing intended and operated for occupancy by at least one  
 71.2 senior per unit with at least 80 percent of the units occupied by at least one senior per unit,  
 71.3 and for which there is publication of, and adherence to, policies and procedures that  
 71.4 demonstrate an intent by the owner or manager to provide housing for seniors. Senior  
 71.5 housing may be developed in conjunction with and as a distinct portion of mixed-income  
 71.6 senior housing developments that use a variety of public or private financing sources.

71.7 ~~(h)~~ (j) "Supportive housing" means housing that is not time-limited and provides or  
 71.8 coordinates with linkages to services necessary for residents to maintain housing stability  
 71.9 and maximize opportunities for education and employment.

71.10 Sec. 12. Minnesota Statutes 2016, section 462A.37, subdivision 2, is amended to read:

71.11 Subd. 2. **Authorization.** (a) The agency may issue up to \$30,000,000 in aggregate  
 71.12 principal amount of housing infrastructure bonds in one or more series to which the payment  
 71.13 made under this section may be pledged. The housing infrastructure bonds authorized in  
 71.14 this subdivision may be issued to fund loans, on terms and conditions the agency deems  
 71.15 appropriate, made for one or more of the following purposes:

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

71.18 (2) to finance the costs of the acquisition and rehabilitation of foreclosed or abandoned  
 71.19 housing to be used for affordable rental housing and the costs of new construction of rental  
 71.20 housing on abandoned or foreclosed property where the existing structures will be demolished  
 71.21 or removed;

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

71.25 (4) to finance the costs of acquisition and rehabilitation of federally assisted rental  
 71.26 housing and for the refinancing of costs of the construction, acquisition, and rehabilitation  
 71.27 of federally assisted rental housing, including providing funds to refund, in whole or in part,  
 71.28 outstanding bonds previously issued by the agency or another government unit to finance  
 71.29 or refinance such costs; and

71.30 (5) to finance the costs of acquisition, rehabilitation, adaptive reuse, or new construction  
 71.31 of senior housing.

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

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

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

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

72.10 (1) demonstrate a commitment to maintaining the housing financed as affordable to  
 72.11 seniors;

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

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

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

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

72.22 To the extent practicable, the agency shall balance the loans made between projects in the  
 72.23 metropolitan area and projects outside the metropolitan area. Of the loans made to projects  
 72.24 outside the metropolitan area, the agency shall, to the extent practicable, balance the loans  
 72.25 made between projects in counties or cities with a population of 20,000 or less, as established  
 72.26 by the most recent decennial census, and projects in counties or cities with populations in  
 72.27 excess of 20,000.

72.28 Sec. 13. Minnesota Statutes 2016, section 462A.37, subdivision 2a, is amended to read:

72.29 Subd. 2a. **Additional authorization.** In addition to the amount authorized in subdivision  
 72.30 2, the agency may issue up to ~~\$80,000,000~~ \$97,000,000 of housing infrastructure bonds in  
 72.31 one or more series to which the payments made under this section may be pledged.



73.1 Sec. 14. Minnesota Statutes 2016, section 462A.37, subdivision 2b, is amended to read:

73.2 Subd. 2b. **Additional authorization.** In addition to the amount authorized in subdivisions  
73.3 2 and 2a, the agency may issue up to ~~\$10,000,000~~ \$13,000,000 of housing infrastructure  
73.4 bonds in one or more series to which the payments made under this section may be pledged.

73.5 Sec. 15. Minnesota Statutes 2016, section 462A.37, is amended by adding a subdivision  
73.6 to read:

73.7 Subd. 2c. **Additional authorization.** In addition to the amount authorized in subdivisions  
73.8 2, 2a, and 2b, the agency may issue up to \$35,000,000 in housing infrastructure bonds in  
73.9 one or more series to which the payments under this section may be pledged.

73.10 Sec. 16. Minnesota Statutes 2016, section 462A.37, subdivision 5, is amended to read:

73.11 Subd. 5. **Additional appropriation.** (a) The agency must certify annually to the  
73.12 commissioner of management and budget the actual amount of annual debt service on each  
73.13 series of bonds issued under subdivisions 2a ~~and~~ 2b, and 2c.

73.14 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure  
73.15 bonds issued under subdivision 2a remain outstanding, the commissioner of management  
73.16 and budget must transfer to the housing infrastructure bond account established under section  
73.17 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000  
73.18 annually. The amounts necessary to make the transfers are appropriated from the general  
73.19 fund to the commissioner of management and budget.

73.20 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure  
73.21 bonds issued under subdivision 2b remain outstanding, the commissioner of management  
73.22 and budget must transfer to the housing infrastructure bond account established under section  
73.23 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000  
73.24 annually. The amounts necessary to make the transfers are appropriated from the general  
73.25 fund to the commissioner of management and budget.

73.26 (d) Each July 15, beginning in 2018 and through 2039, if any housing infrastructure  
73.27 bonds issued under subdivision 2c remain outstanding, the commissioner of management  
73.28 and budget must transfer to the housing infrastructure bond account established under section  
73.29 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$1,250,000  
73.30 in fiscal year 2018 and \$2,500,000 annually thereafter. The amounts necessary to make the  
73.31 transfers are appropriated from the general fund to the commissioner of management and  
73.32 budget.

74.1 ~~(d)~~ (e) The agency may pledge to the payment of the housing infrastructure bonds the  
74.2 payments to be made by the state under this section.

74.3 Sec. 17. Laws 2014, chapter 294, article 1, section 17, subdivision 12, is amended to read:

74.4 Subd. 12. **West St. Paul - ~~North Urban~~ River to**  
74.5 **River Regional Trail Bridge Greenway** 2,000,000

74.6 For a grant to the city of West St. Paul to  
74.7 predesign, design, and construct a ~~pedestrian~~  
74.8 ~~bridge for the North Urban Regional Trail as~~  
74.9 ~~an overpass~~ grade-separated crossing of Robert  
74.10 Street in the area near Wentworth Avenue in  
74.11 West St. Paul for the River to River Regional  
74.12 Greenway. This appropriation may also be  
74.13 used to acquire property or purchase  
74.14 rights-of-way needed for ~~bridge~~ construction.  
74.15 A nonstate match is not required.

74.16 Sec. 18. Laws 2015, First Special Session chapter 5, article 1, section 10, subdivision 7,  
74.17 is amended to read:

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

74.19 For a grant to the city of Richfield for  
74.20 right-of-way acquisition ~~and construction of~~  
74.21 for an extension of 77th Street under marked  
74.22 Trunk Highway 77/Cedar Avenue in the city  
74.23 of Richfield to provide local and regional  
74.24 access between Richfield, the Minneapolis/St.  
74.25 Paul International Airport, the city of  
74.26 Bloomington, and the Mall of America. After  
74.27 right-of-way acquisition is completed, the city  
74.28 may use any remaining money appropriated  
74.29 in this subdivision for construction of the  
74.30 extension. Notwithstanding Minnesota  
74.31 Statutes, section 16A.642, the bond sale  
74.32 authorization and appropriation of bond  
74.33 proceeds for the project in this subdivision are  
74.34 available until December 31, 2021.

75.1 Sec. 19. **REPEALER.**

75.2 Minnesota Statutes 2016, section 123A.446, is repealed.

75.3 Sec. 20. **EFFECTIVE DATE.**

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

APPENDIX  
Article locations in 17-4443

ARTICLE 1	APPROPRIATIONS .....	Page.Ln 1.14
ARTICLE 2	MISCELLANEOUS .....	Page.Ln 51.27

APPENDIX  
Repealed Minnesota Statutes: 17-4443

**123A.446 STATE BOND AUTHORIZATION.**

To provide money for the cooperative secondary facilities grant program, the commissioner of management and budget, upon the request of the commissioner of education, shall issue and sell bonds of the state up to the amount of \$14,000,000 in the manner, upon the terms and with the effect prescribed by sections 16A.631 to 16A.675 and the Minnesota Constitution, article XI, sections 4 to 7.