

Governor's Revised 2025 Capital Investment Requests

House Capital Investment Committee

April 29, 2025



DOC 2025 Revised Bonding Recommendations



MCF-Rush City Education & Programming Expansion - \$57.97M in bonds



Asset Preservation - \$44.015M in bonds and \$9M in cash



Space Consolidation & Strategic Planning Studies - \$1M in cash

Space Consolidation & Management Studies - \$1M

- MCF-Stillwater and MCF-St. Cloud are the oldest state correctional facilities—**built over 100 years ago**
- Both prisons are outdated, unsafe, and no longer meet the needs of a modern correctional system
- 2020 OLA report recommended closure or replacement
- Both prisons **have extensive deferred maintenance** and high operating costs
- Closure is inevitable. **It is not if these facilities will close, but when.**



Strategic Consolidation & Strategic Planning Studies - \$1M

Management Study - \$500,000

- Assess and provide recommendations for the operational change management involved with vacating MCF-Stillwater.
- Key factors to be examined include labor management, the logistics of incarcerated persons transfers, community impacts, and more.

Decommissioning Study - \$500,000

- Provide options and recommendations for how to decommission the physical infrastructure of MCF-Stillwater and what the state can do with the buildings and land.
- Key factors to be examined include outstanding contractual obligations, land reuse planning, decommissioning protocols, environmental regulations, and more.

Why MCF-Stillwater?

- Incarcerated population can be managed across the other 10 facilities
- No other facility is equipped with the intake functions of MCF-St. Cloud.
- Lack of modern security features and life safety systems poses significant risks
 - Poor sightlines for staff, manual locking mechanisms, and lack of air-conditioning.
- Highest deferred maintenance
 - Over the last four years, the DOC has spent \$8.4 million on asset preservation.
 - MCF-Stillwater still represents **25% of the DOC's deferred maintenance, totaling more than \$180m.**



Massive Cost to Renovate or Replace MCF-Stillwater

- DOC contracted with Klein McCarthy Architects (KMA) in response to the 2020 OLA Safety in State Correctional Facilities report.
- Renovation and maintenance costs were deemed prohibitively high.
 - The immediate safety and security needs alone calculated at **\$113 million**.
- KMA estimated that replacing MCF-Stillwater would cost approximately **\$1.35 billion**.



A Long-Term Strategy for State Safety and Efficiency

- Despite investments, DOC's deferred maintenance continues to grow
- Moving beyond short-term fixes towards a long-term solution
- Developing a safer, more efficient system for staff and the incarcerated population, and better stewardship of state resources



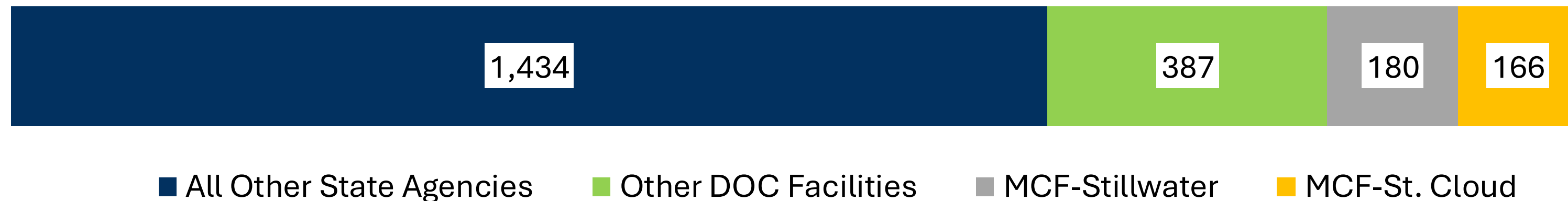
Asset Preservation - \$44.015M in bonds, \$9M in cash



Investing in DOC's Asset Preservation Needs – \$44.015M in bonds, \$9M in cash

- The DOC has 33% of all state agency's deferred maintenance – \$733 million.
- 11 facilities, 336 buildings, 7.5 million sq. ft., most used 24/7/365
- Environments were 4,300 staff and 8,300 incarcerated individuals live and work
- Many of the security infrastructure needed cannot be bonded.
 - Electronic doors, fence systems, intercom system, etc.

Minnesota State Agency Deferred Maintenance (in millions)





Questions?