

1.1 moves to amend H.F. No. 3692 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "ARTICLE 1

1.4 APPROPRIATIONS

1.5 Section 1. CAPITAL IMPROVEMENT APPROPRIATIONS.

1.6 The sums shown in the column under "Appropriations" are appropriated from the
 1.7 bond proceeds fund, or another named fund, to the state agencies or officials indicated,
 1.8 to be spent for public purposes. Appropriations of bond proceeds must be spent as
 1.9 authorized by the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire
 1.10 and better public land and buildings and other public improvements of a capital nature, or
 1.11 as authorized by the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j),
 1.12 or article XIV. Unless otherwise specified, money appropriated in this act for a capital
 1.13 program or project may be used to pay state agency staff costs that are attributed directly
 1.14 to the capital program or project in accordance with accounting policies adopted by the
 1.15 commissioner of management and budget. Unless otherwise specified, the appropriations
 1.16 in this act are available until the project is completed or abandoned subject to Minnesota
 1.17 Statutes, section 16A.642. Unless otherwise specified in this act, money appropriated in
 1.18 this act for activities under Minnesota Statutes, sections 16B.307, 84.946, and 135A.046,
 1.19 should not be used for projects that can be financed within a reasonable time frame under
 1.20 Minnesota Statutes, section 16B.322 or 16C.144.

1.21 APPROPRIATIONS

1.22 Sec. 2. UNIVERSITY OF MINNESOTA

1.23 <u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>65,167,000</u>
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2.1 To the Board of Regents of the University
 2.2 of Minnesota for the purposes specified in
 2.3 this section.

2.4 **Subd. 2. Higher Education Asset Preservation**
 2.5 **and Replacement (HEAPR)** 38,000,000

2.6 To be spent in accordance with Minnesota
 2.7 Statutes, section 135A.046.

2.8 **Subd. 3. Chemical Sciences and Advanced**
 2.9 **Materials Science Building** 27,167,000

2.10 To design, construct, furnish, and equip
 2.11 a new laboratory building on the Duluth
 2.12 campus, including classrooms and research
 2.13 and undergraduate instructional laboratories.

2.14 **Subd. 4. University Share**

2.15 Except for the appropriation for HEAPR, the
 2.16 appropriations in this section are intended to
 2.17 cover approximately two-thirds of the cost of
 2.18 each project. The remaining costs must be
 2.19 paid from university sources.

2.20 **Subd. 5. Unspent Appropriations**

2.21 Upon substantial completion of a project
 2.22 authorized in this section and after written
 2.23 notice to the commissioner of management
 2.24 and budget, the Board of Regents must use
 2.25 any money remaining in the appropriation
 2.26 for that project for HEAPR under Minnesota
 2.27 Statutes, section 135A.046. The Board
 2.28 of Regents must report by February 1 of
 2.29 each even-numbered year to the chairs of
 2.30 the house of representatives and senate
 2.31 committees with jurisdiction over capital
 2.32 investment and higher education finance, and
 2.33 to the chairs of the house of representatives
 2.34 Ways and Means Committee and the senate

3.1 Finance Committee, on how the remaining
 3.2 money has been allocated or spent.

3.3 **Sec. 3. MINNESOTA STATE COLLEGES**
 3.4 **AND UNIVERSITIES**

3.5 **Subdivision 1. Total Appropriation** **\$ 72,723,000**

3.6 To the Board of Trustees of the Minnesota
 3.7 State Colleges and Universities for the
 3.8 purposes specified in this section.

3.9 **Subd. 2. Higher Education Asset Preservation**
 3.10 **and Replacement (HEAPR)** **35,500,000**

3.11 To be spent in accordance with Minnesota
 3.12 Statutes, section 135A.046.

3.13 **Subd. 3. Minnesota State Community and**
 3.14 **Technical College**

3.15 **(a) Fergus Falls campus** **978,000**

3.16 To design, renovate, furnish, and equip
 3.17 a new Center for Student and Workforce
 3.18 Success (CSWS) that integrates the Regional
 3.19 Workforce Center. The board must enter into
 3.20 a lease agreement with the commissioner of
 3.21 employment and economic development,
 3.22 or partners of the commissioner, for use of
 3.23 the workforce center subject to Minnesota
 3.24 Statutes, section 16A.695. The board must
 3.25 use nonstate money for the remainder of the
 3.26 cost of the renovation.

3.27 **(b) Wadena campus** **820,000**

3.28 To design, renovate, furnish, and equip
 3.29 the relocation of the current library to
 3.30 underutilized space and converting the
 3.31 vacated space into a centralized student
 3.32 services center.

3.33 **Subd. 4. Northland Community and Technical**
 3.34 **College, East Grand Forks** **826,000**

4.1 To design, renovate, furnish, and equip
 4.2 science and radiological lab space on the
 4.3 East Grand Forks campus.

4.4 **Subd. 5. Riverland Community College, Albert**
 4.5 **Lea** 7,427,000

4.6 To design, construct, furnish, and equip the
 4.7 renovation and expansion of the Trade and
 4.8 Industrial Education Center on the Albert Lea
 4.9 campus of Riverland Community College.

4.10 **Subd. 6. South Central College, North**
 4.11 **Mankato** 8,600,000

4.12 To design, renovate, renew, furnish, and
 4.13 equip laboratory, classroom and office spaces
 4.14 on the North Mankato campus.

4.15 **Subd. 7. St. Cloud State University** 18,572,000

4.16 To construct, renovate, furnish, and
 4.17 equip Eastman Hall for the relocation of
 4.18 consolidated student health services and
 4.19 academic programs.

4.20 **Subd. 8. Debt Service**

4.21 (a) Except as provided in paragraph (b), the
 4.22 Board of Trustees shall pay the debt service
 4.23 on one-third of the principal amount of state
 4.24 bonds sold to finance projects authorized
 4.25 by this section. After each sale of general
 4.26 obligation bonds, the commissioner of
 4.27 management and budget shall notify the
 4.28 board of the amounts assessed for each year
 4.29 for the life of the bonds.

4.30 (b) The board need not pay debt service
 4.31 on bonds sold to finance HEAPR. Where a
 4.32 nonstate match is required, the debt service is
 4.33 due on a principal amount equal to one-third

5.1 of the total project cost, less the match
5.2 committed before the bonds are sold.

5.3 (c) The commissioner of management and
5.4 budget shall reduce the board's assessment
5.5 each year by one-third of the net income
5.6 from investment of general obligation bond
5.7 proceeds in proportion to the amount of
5.8 principal and interest otherwise required to
5.9 be paid by the board. The board shall pay its
5.10 resulting net assessment to the commissioner
5.11 of management and budget by December
5.12 1 each year. If the board fails to make
5.13 a payment when due, the commissioner
5.14 of management and budget shall reduce
5.15 allotments for appropriations from the
5.16 general fund otherwise available to the board
5.17 and apply the amount of the reduction to
5.18 cover the missed debt service payment. The
5.19 commissioner of management and budget
5.20 shall credit the payments received from the
5.21 board to the bond debt service account in
5.22 the state bond fund each December 1 before
5.23 money is transferred from the general fund
5.24 under Minnesota Statutes, section 16A.641,
5.25 subdivision 10.

5.26 **Subd. 9. Unspent Appropriations**

5.27 (a) Upon substantial completion of a project
5.28 authorized in this section and after written
5.29 notice to the commissioner of management
5.30 and budget, the board must use any money
5.31 remaining in the appropriation for that
5.32 project for HEAPR under Minnesota
5.33 Statutes, section 135A.046. The Board
5.34 of Trustees must report by February 1 of
5.35 each even-numbered year to the chairs of

6.1 the house of representatives and senate
 6.2 committees with jurisdiction over capital
 6.3 investment and higher education finance, and
 6.4 to the chairs of the house of representatives
 6.5 Ways and Means Committee and the senate
 6.6 Finance Committee, on how the remaining
 6.7 money has been allocated or spent.

6.8 (b) The unspent portion of an appropriation
 6.9 for a project in this section that is complete is
 6.10 available for HEAPR under this subdivision,
 6.11 at the same campus as the project for which
 6.12 the original appropriation was made and the
 6.13 debt service requirement under subdivision 8
 6.14 is reduced accordingly. Minnesota Statutes,
 6.15 section 16A.642, applies from the date of the
 6.16 original appropriation to the unspent amount
 6.17 transferred.

6.18 **Sec. 4. EDUCATION**

6.19 **Subdivision 1. Total Appropriation** **\$ 16,070,000**

6.20 To the commissioner of education for the
 6.21 purposes specified in this section.

6.22 **Subd. 2. Library Construction Grants** **2,000,000**

6.23 For library construction grants under
 6.24 Minnesota Statutes, section 134.45.

6.25 **Subd. 3. Red Lake Independent School District**
 6.26 **No. 38 Facility Projects** **14,070,000**

6.27 (a) This appropriation is from the maximum
 6.28 effort school loan fund for a capital loan
 6.29 to Independent School District No. 38,
 6.30 Red Lake, as provided in Minnesota
 6.31 Statutes, sections 126C.60 to 126C.72.
 6.32 This appropriation is for the following
 6.33 projects at the Red Lake Elementary School
 6.34 and early childhood center: constructing,

7.1 furnishing, and equipping new classrooms
 7.2 connecting the early childhood center and the
 7.3 elementary school; renovating classrooms,
 7.4 computer labs, cafeteria expansion, and
 7.5 student support areas; updating mechanical
 7.6 systems; and relocating the main entrance
 7.7 and administrative office.

7.8 (b) Before any capital loan contract is
 7.9 approved under this subdivision, the district
 7.10 must provide documentation acceptable
 7.11 to the commissioner on how the capital
 7.12 loan will be used. If any portion of the
 7.13 appropriation remains after completion of
 7.14 the identified project components, the district
 7.15 may, with the commissioner's approval, use
 7.16 the money for other items identified in the
 7.17 review and comment submission.

7.18 **Sec. 5. MINNESOTA STATE ACADEMIES**

7.19 **Subdivision 1. Total Appropriation** **\$ 2,050,000**

7.20 To the commissioner of administration for
 7.21 the purposes specified in this section.

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

7.23 For capital asset preservation improvements
 7.24 and betterments on both campuses of the
 7.25 Minnesota State Academies, to be spent in
 7.26 accordance with Minnesota Statutes, section
 7.27 16B.307.

7.28 **Subd. 3. Minnesota State Academies Security**
 7.29 **Corridor** **50,000**

7.30 For predesign for a safety corridor on the
 7.31 Minnesota State Academy for the Deaf
 7.32 campus.

7.33 **Sec. 6. NATURAL RESOURCES**

8.1 Subdivision 1. **Total Appropriation** \$ **33,990,000**

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

8.4 (b) The appropriations in this section are
8.5 subject to the requirements of the natural
8.6 resources capital improvement program
8.7 under Minnesota Statutes, section 86A.12,
8.8 unless this section or the statutes referred
8.9 to in this section provide more specific
8.10 standards, criteria, or priorities for projects
8.11 than Minnesota Statutes, section 86A.12.

8.12 Subd. 2. **Natural Resources Asset Preservation** 12,000,000

8.13 For the renovation of state-owned facilities
8.14 and recreational assets operated by the
8.15 commissioner of natural resources to
8.16 be spent in accordance with Minnesota
8.17 Statutes, section 84.946. Notwithstanding
8.18 Minnesota Statutes, section 84.946: (1) the
8.19 commissioner may use this appropriation
8.20 to replace buildings if, considering the
8.21 embedded energy in the building, that is the
8.22 most energy-efficient and carbon-reducing
8.23 method of renovation; and (2) this
8.24 appropriation may be used for projects to
8.25 remove life safety hazards such as building
8.26 code violations or structural defects.

8.27 Subd. 3. **Flood Hazard Mitigation** 3,500,000

8.28 (a) For the state share of flood hazard
8.29 mitigation grants for publicly owned capital
8.30 improvements to prevent or alleviate flood
8.31 damage under Minnesota Statutes, section
8.32 103F.161.

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

9.4 (c) Project priorities shall be determined by
 9.5 the commissioner as appropriate and based
 9.6 on need.

9.7 (d) This appropriation includes \$750,000
 9.8 for the city of Browns Valley project and
 9.9 \$1,800,000 for the city of Ortonville project.

9.10 (e) For any project listed in this subdivision
 9.11 that the commissioner determines is not
 9.12 ready to proceed or does not expend all the
 9.13 money allocated to it, the commissioner may
 9.14 allocate that project's money to a project on
 9.15 the commissioner's priority list.

9.16 (f) To the extent that the cost of a project
 9.17 exceeds two percent of the median household
 9.18 income in a municipality or township
 9.19 multiplied by the number of households in the
 9.20 municipality or township, this appropriation
 9.21 is also for the local share of the project.

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

9.23 (a) To renovate or remove publicly owned
 9.24 dams. The commissioner shall determine
 9.25 project priorities as appropriate under
 9.26 Minnesota Statutes, sections 103G.511 and
 9.27 103G.515. Of this appropriation:

9.28 \$500,000 is for emergencies on state-owned
 9.29 dams;

9.30 \$3,600,000 is for a grant to the city of
 9.31 Lanesboro for repair of the Lanesboro dam
 9.32 and notwithstanding the match requirements
 9.33 in Minnesota Statutes, section 103G.511,
 9.34 does not require a nonstate contribution.

- 10.1 This includes funding for repairs of the
 10.2 hydropower system;
- 10.3 \$2,500,000 is for repairs of the Lake Bronson
 10.4 dam;
- 10.5 \$500,000 is for a grant to the city of Pelican
 10.6 Rapids for engineering work for the Pelican
 10.7 Rapids dam;
- 10.8 \$200,000 is for a grant to the city of Norway
 10.9 Lake for engineering work on the Norway
 10.10 Lake dam;
- 10.11 \$200,000 is for a grant to Yellow Medicine
 10.12 County for the Canby R-6 impoundment dam;
- 10.13 \$100,000 is for a grant to St. Louis County
 10.14 for the Little Stone Lake dam; and
- 10.15 \$1,400,000 is for state dams at Brawner,
 10.16 Collinwood, Grindstone River, and Sullivan.
- 10.17 If the commissioner determines that a project
 10.18 is not ready to proceed, this appropriation
 10.19 may be used for other projects on the
 10.20 commissioner's priority list.

10.21 Subd. 5. **Trail Development** 6,190,000

- 10.22 \$2,590,000 is for the Glacial Lakes Trail,
 10.23 to complete an approximately six and
 10.24 one-quarter mile trail connection between
 10.25 New London and Sibley State Park, and
 10.26 repair of the bicycle trail in Sibley State Park.

- 10.27 \$3,600,000 is for acquisition and
 10.28 development in the Cuyuna Country State
 10.29 Recreation Area, including the Cuyuna
 10.30 Mountain Bike System.

10.31 Subd. 6. **Champlin Mill Pond** 3,300,000

11.1 For a grant to the city of Champlin to dredge
 11.2 and remove sediment and for other capital
 11.3 improvements of the Champlin Mill Pond
 11.4 necessary to improve water quality, restore
 11.5 fish habitat, and provide other public benefits.

11.6 **Subd. 7. Unspent Appropriations**

11.7 The unspent portion of an appropriation for
 11.8 a project in this section that is complete,
 11.9 upon written notice to the commissioner
 11.10 of management and budget, is available
 11.11 for asset preservation under Minnesota
 11.12 Statutes, section 84.946. Minnesota Statutes,
 11.13 section 16A.642, applies from the date of the
 11.14 original appropriation to the unspent amount
 11.15 transferred.

11.16 **Sec. 7. POLLUTION CONTROL AGENCY**

11.17 **Subdivision 1. Total Appropriation** **\$ 20,505,000**

11.18 To the commissioner of the Pollution Control
 11.19 Agency for the purposes specified in this
 11.20 section.

11.21 **Subd. 2. St. Louis River Cleanup** **12,705,000**

11.22 To design and implement contaminated
 11.23 sediment management actions identified in
 11.24 the St. Louis River remedial action plan to
 11.25 restore water quality in the St. Louis River
 11.26 Area of Concern.

11.27 **Subd. 3. Redwood-Cottonwood Rivers Joint**
 11.28 **Powers - Lake Redwood Reclamation and**
 11.29 **Enhancement Project** **7,800,000**

11.30 For a grant to the Redwood-Cottonwood
 11.31 Rivers control area, a joint powers entity,
 11.32 to predesign, design, construct, and equip
 11.33 the reservoir reclamation and enhancement
 11.34 of the 66-acre Lake Redwood Reservoir, to

12.1 remove approximately 650,000 cubic yards
 12.2 of sediment and increase its depth from
 12.3 approximately 2.8 feet to approximately 20
 12.4 feet in order to secure renewable energy
 12.5 capacity of the hydroelectric dam which is
 12.6 impeded by lack of water capacity, reduce
 12.7 the flow of pollutants to the Minnesota
 12.8 River, and increase fish habitat and enhance
 12.9 recreational opportunities.

12.10 **Sec. 8. BOARD OF WATER AND SOIL**
 12.11 **RESOURCES**

12.12 **Subdivision 1. Total Appropriation** **\$ 7,000,000**

12.13 To the Board of Water and Soil Resources
 12.14 for the purposes specified in this section.

12.15 **Subd. 2. Reinvest in Minnesota (RIM) Reserve**
 12.16 **Program** **6,000,000**

12.17 (a) To acquire conservation easements from
 12.18 landowners to preserve, restore, create, and
 12.19 enhance wetlands and associated uplands
 12.20 of prairie and grasslands, and restore and
 12.21 enhance rivers and streams, riparian lands,
 12.22 and associated uplands of prairie and
 12.23 grasslands in order to protect soil and water
 12.24 quality, support fish and wildlife habitat,
 12.25 reduce flood damage, and provide other
 12.26 public benefits. The provisions of Minnesota
 12.27 Statutes, section 103F.515, apply to this
 12.28 program.

12.29 (b) The board shall give priority to leveraging
 12.30 federal money by enrolling targeted new
 12.31 lands or enrolling environmentally sensitive
 12.32 lands that have expiring federal conservation
 12.33 agreements.

13.1 (c) The board is authorized to enter into
 13.2 new agreements and amend past agreements
 13.3 with landowners as required by Minnesota
 13.4 Statutes, section 103F.515, subdivision 5, to
 13.5 allow for restoration. Of this appropriation,
 13.6 up to five percent may be used for restoration
 13.7 and enhancement.

13.8 **Subd. 3. Local Government Roads Wetland**
 13.9 **Replacement Program**

1,000,000

13.10 To acquire land or permanent easements
 13.11 and to restore, create, enhance, and preserve
 13.12 wetlands to replace those wetlands drained or
 13.13 filled as a result of the repair, reconstruction,
 13.14 replacement, or rehabilitation of existing
 13.15 public roads as required by Minnesota
 13.16 Statutes, section 103G.222, subdivision 1,
 13.17 paragraphs (l) and (m). The board may vary
 13.18 the priority order of Minnesota Statutes,
 13.19 section 103G.222, subdivision 3, paragraph
 13.20 (a), to implement an in-lieu fee agreement
 13.21 approved by the U.S. Army Corps of
 13.22 Engineers under section 404 of the Clean
 13.23 Water Act. The purchase price paid for
 13.24 acquisition of land or perpetual easement
 13.25 must be a fair market value as determined
 13.26 by the board. The board may enter into
 13.27 agreements with the federal government,
 13.28 other state agencies, political subdivisions,
 13.29 nonprofit organizations, fee title owners, or
 13.30 other qualified private entities to acquire
 13.31 wetland replacement credits in accordance
 13.32 with Minnesota Rules, chapter 8420.

13.33 **Sec. 9. RURAL FINANCE AUTHORITY**

\$ 35,000,000

13.34 For the purposes set forth in the Minnesota
 13.35 Constitution, article XI, section 5, paragraph

14.1 (h), to the Rural Finance Authority to
 14.2 purchase participation interests in or to
 14.3 make direct agricultural loans to farmers
 14.4 under Minnesota Statutes, chapter 41B. This
 14.5 appropriation is from the bond proceeds
 14.6 account in the rural finance administration
 14.7 fund and is for the beginning farmer program
 14.8 under Minnesota Statutes, section 41B.039;
 14.9 the loan restructuring program under
 14.10 Minnesota Statutes, section 41B.04; the
 14.11 seller-sponsored program under Minnesota
 14.12 Statutes, section 41B.042; the agricultural
 14.13 improvement loan program under Minnesota
 14.14 Statutes, section 41B.043; and the livestock
 14.15 expansion loan program under Minnesota
 14.16 Statutes, section 41B.045. All debt service
 14.17 on bond proceeds used to finance this
 14.18 appropriation must be repaid by the Rural
 14.19 Finance Authority under Minnesota Statutes,
 14.20 section 16A.643. Loan participations
 14.21 must be priced to provide full interest
 14.22 and principal coverage and a reserve for
 14.23 potential losses. Priority for loans must be
 14.24 given first to basic beginning farmer loans,
 14.25 second to seller-sponsored loans, and third to
 14.26 agricultural improvement loans.

14.27 **Sec. 10. MINNESOTA ZOOLOGICAL**
 14.28 **GARDEN**

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

14.30 To the Minnesota Zoological Garden Board
 14.31 for the purposes specified in this section.

14.32 **Subd. 2. Asset Preservation** **4,000,000**

14.33 For capital asset preservation improvements
 14.34 and betterments to infrastructure and
 14.35 exhibits at the Minnesota Zoo, to be spent in

15.1 accordance with Minnesota Statutes, section
 15.2 16B.307. Notwithstanding the specified
 15.3 uses of money under Minnesota Statutes,
 15.4 section 16B.307, the board may use this
 15.5 appropriation to replace buildings that are
 15.6 poor in condition, outdated, and no longer
 15.7 support the work of the Minnesota Zoo and
 15.8 to construct and renovate trails and roads on
 15.9 the Minnesota Zoo site.

15.10 Sec. 11. **ADMINISTRATION**

15.11 **Subdivision 1. Total Appropriation** **\$ 9,850,000**

15.12 To the commissioner of administration for
 15.13 the purposes specified in this section.

15.14 **Subd. 2. Centennial Parking Ramp** **7,000,000**

15.15 To complete design and for structural repairs
 15.16 to the Centennial parking ramp, including
 15.17 removal of the top deck green space to
 15.18 provide additional parking capacity, repairing
 15.19 damaged post-tension cables, and installation
 15.20 of a deck surface protection coating.

15.21 **Subd. 3. Capital Asset Preservation and**
 15.22 **Replacement Account** **2,500,000**

15.23 To be spent in accordance with Minnesota
 15.24 Statutes, section 16A.632.

15.25 **Subd. 4. Capitol Complex Monuments and**
 15.26 **Memorials** **350,000**

15.27 To design and complete critical repairs to the
 15.28 Peace Officers and Roy Wilkins memorials
 15.29 located on the Capitol complex.

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

15.31 To the commissioner of administration
 15.32 to predesign, design, construct, renovate,
 15.33 furnish, and equip existing state data

16.1 center facilities at the Bureau of Criminal
 16.2 Apprehension's Maryland Avenue office
 16.3 building and at the Department of Revenue's
 16.4 Stassen Office Building for the purpose
 16.5 of decommissioning and repurposing into
 16.6 usable office space.

16.7 Sec. 13. **MILITARY AFFAIRS** **\$ 2,500,000**

16.8 To the adjutant general for asset preservation
 16.9 improvements and betterments of a capital
 16.10 nature at military affairs facilities statewide,
 16.11 to be spent in accordance with Minnesota
 16.12 Statutes, section 16B.307.

16.13 Sec. 14. **PUBLIC SAFETY** **\$ 3,521,000**

16.14 To the commissioner of administration to
 16.15 design and construct a joint emergency
 16.16 railroad and pipeline emergency response
 16.17 training facility at Camp Ripley, including
 16.18 the construction of stations and capital
 16.19 infrastructure needed for mock disaster
 16.20 training.

16.21 Sec. 15. **TRANSPORTATION**

16.22 **Subdivision 1. Total Appropriation** **\$ 334,782,000**

16.23 To the commissioner of transportation for the
 16.24 purposes specified in this section.

16.25 **Subd. 2. Local Bridge Replacement and**
 16.26 **Rehabilitation** **90,000,000**

16.27 From the bond proceeds account in the state
 16.28 transportation fund to match federal money
 16.29 and to replace or rehabilitate local deficient
 16.30 bridges as provided in Minnesota Statutes,
 16.31 section 174.50.

- 17.1 Subd. 3. Local Road Improvement Fund
 17.2 Grants 137,200,000
- 17.3 (a) From the bond proceeds account in
 17.4 the state transportation fund as provided
 17.5 in Minnesota Statutes, section 174.50, for
 17.6 construction and reconstruction of local
 17.7 roads with statewide or regional significance
 17.8 under Minnesota Statutes, section 174.52,
 17.9 subdivision 4, or for grants to counties to
 17.10 assist in paying the costs of rural road safety
 17.11 capital improvement projects on county
 17.12 state-aid highways under Minnesota Statutes,
 17.13 section 174.52, subdivision 4a.
- 17.14 (b) This appropriation includes money
 17.15 for a grant to the city of Baxter for
 17.16 acquisition of land or interests in land,
 17.17 environmental analysis and environmental
 17.18 cleanup, predesign, design, engineering, and
 17.19 construction of improvements to Cypress
 17.20 Drive, including expansion to a four-lane
 17.21 divided urban roadway, between Excelsior
 17.22 Road and College Road.
- 17.23 (c) Of this amount, \$1,000,000 is for a grant
 17.24 to the town of Appleton in Swift County
 17.25 for upgrades to an existing township road
 17.26 to provide for a paved, ten-ton capacity
 17.27 township road extending between marked
 17.28 Trunk Highways 7 and 119.
- 17.29 (d) Of this amount, \$25,000,000 is for a grant
 17.30 to Hennepin County for design, right-of-way
 17.31 acquisition, engineering, and construction
 17.32 of public improvements related to the
 17.33 Interstate Highway 35W and Lake Street
 17.34 access project and related improvements
 17.35 within the Interstate Highway 35W corridor.

18.1 This appropriation is not available until the
 18.2 commissioner of management and budget
 18.3 determines that an amount sufficient to
 18.4 complete the project has been committed to
 18.5 the project.

18.6 (e) Of this amount, \$20,500,000 is for a grant
 18.7 to Ramsey County for preliminary and final
 18.8 design, environmental documentation, and
 18.9 construction of the interchange of marked
 18.10 Interstate Highway 694 and Rice Street in
 18.11 Ramsey County.

18.12 (f) Of this amount, \$700,000 is for a grant to
 18.13 Redwood County for paving Nobles Avenue
 18.14 as the main access road to a new State
 18.15 Veterans Cemetery to be located in Paxton
 18.16 Township.

18.17 **Subd. 4. Rail Grade Separations** 26,749,000

18.18 (a) \$14,762,000 is for a grant to the city
 18.19 of Red Wing for environmental analysis,
 18.20 design, engineering, removal of an existing
 18.21 structure, and construction of a rail grade
 18.22 crossing separation at Sturgeon Lake Road.

18.23 (b) \$11,987,000 is for a grant to Anoka
 18.24 County for environmental analysis, design,
 18.25 engineering, removal of an existing structure,
 18.26 and construction of a rail grade crossing
 18.27 separation at Anoka County State-Aid
 18.28 Highway 78, known as Hanson Boulevard,
 18.29 in Coon Rapids.

18.30 **Subd. 5. Railroad Warning Devices** 1,000,000

18.31 To design, construct, and equip new rail
 18.32 grade crossing warning safety devices at
 18.33 active highway-rail grade crossings, or to
 18.34 replace active highway-rail grade warning

19.1 safety devices that have reached the end of
 19.2 their useful life.

19.3 **Subd. 6. Minnesota Valley Regional Rail**
 19.4 **Authority**

4,000,000

19.5 For a grant to the Minnesota Valley Regional
 19.6 Rail Authority for the rehabilitation of
 19.7 a portion of the railroad track between
 19.8 Winthrop and Hanley Falls. The grant
 19.9 under this subdivision may also be used for
 19.10 any required environmental documentation
 19.11 and remediation, predesign, design, and
 19.12 rehabilitation or replacement of bridges with
 19.13 new bridges or culverts between Winthrop
 19.14 and Hanley Falls. A grant under this section
 19.15 is in addition to any grant, loan, or loan
 19.16 guarantee for this project made by the
 19.17 commissioner under Minnesota Statutes,
 19.18 sections 222.46 to 222.62. This appropriation
 19.19 is in addition to the appropriations in Laws
 19.20 2006, chapter 258, section 16, subdivision
 19.21 6; Laws 2008, chapter 179, section 16,
 19.22 subdivision 5; Laws 2009, chapter 93, article
 19.23 1, section 11, subdivision 4; Laws 2010,
 19.24 chapter 189, section 15, subdivision 5; and
 19.25 Laws 2015, First Special Session chapter 5,
 19.26 article 1, section 10, subdivision 4.

19.27 **Subd. 7. Hennepin County - U.S. Highway 12**

15,000,000

19.28 From the bond proceeds account in the
 19.29 trunk highway fund for projects, including
 19.30 preliminary and final design, engineering,
 19.31 environmental analysis, right-of-way
 19.32 acquisition, construction, and reconstruction
 19.33 on marked U.S. Highway 12 as follows:
 19.34 (1) realignment at the intersections with
 19.35 Hennepin County State-Aid Highway 92;

20.1 (2) realignment and safety improvements
 20.2 at the intersection with Hennepin County
 20.3 State-Aid Highway 90; and

20.4 (3) safety median improvements from the
 20.5 interchange with Wayzata Boulevard in
 20.6 Wayzata to approximately one-half mile east
 20.7 of the interchange with Hennepin County
 20.8 State-Aid Highway 6.

20.9 **Subd. 8. Chaska - Trunk Highway 212**
 20.10 **Interchange** 8,000,000

20.11 From the bond proceeds account in the trunk
 20.12 highway fund for right-of-way acquisition
 20.13 and construction of an interchange at marked
 20.14 Trunk Highway 212 and Carver County
 20.15 Road 140 in the city of Chaska, to support
 20.16 the development of approximately 400
 20.17 acres of property in the city of Chaska's
 20.18 comprehensive plan.

20.19 **Subd. 9. Anoka County - I-35W Interchange**
 20.20 **in Columbus** 13,000,000

20.21 From the bond proceeds account in the
 20.22 trunk highway fund for a grant to Anoka
 20.23 County to: (1) complete the design, land
 20.24 acquisition, engineering, and construction of
 20.25 an interchange at the intersection of marked
 20.26 Interstate Highway 35W, marked Trunk
 20.27 Highway 97, and County State-Aid Highway
 20.28 23, and (2) realign and make associated
 20.29 improvements to County State-Aid Highway
 20.30 54, known as West Freeway Drive, in the
 20.31 city of Columbus.

20.32 **Subdivision 10. I-94/Brockton Lane**
 20.33 **Interchange** 34,000,000

20.34 From the bond proceeds account in the
 20.35 trunk highway fund for the I-94/Brockton

- 21.1 Lane Interchange Project to construct an
 21.2 interchange and auxiliary lanes on marked
 21.3 Interstate Highway 94 east of the Hennepin
 21.4 County State-Aid Highway 101 (Brockton
 21.5 Lane) overpass in the city of Dayton.
- 21.6 **Subd. 11. Trunk Highway Bonds - Debt Service**
 21.7 **2017** 618,000
- 21.8 From the trunk highway fund in fiscal year
 21.9 2017 for transfer to the state bond fund. If
 21.10 this appropriation is insufficient to make all
 21.11 transfers required in the year for which it is
 21.12 made, the commissioner of management and
 21.13 budget shall transfer the deficiency amount
 21.14 under the statutory open appropriation,
 21.15 and notify the chairs and ranking minority
 21.16 members of the legislative committees with
 21.17 jurisdiction over transportation finance and
 21.18 the chairs of the senate Committee on Finance
 21.19 and the house of representatives Committee
 21.20 on Ways and Means of the amount of the
 21.21 deficiency. Any excess appropriation cancels
 21.22 to the trunk highway fund.
- 21.23 **Subd. 12. Red Wing - Highway 61**
 21.24 **Reconstruction** 833,000
- 21.25 From the trunk highway fund in fiscal
 21.26 year 2017 for State Project No. 2514-122,
 21.27 consisting of engineering and reconstruction
 21.28 of the segment of marked U.S. Highway
 21.29 61 in Red Wing from westerly of Old West
 21.30 Main Street to easterly of Potter Street and
 21.31 is for trunk highway costs in excess of the
 21.32 engineer's estimate and associated program
 21.33 delivery.
- 21.34 **Subd. 13. Port Development Assistance** 5,000,000

22.1 For grants under Minnesota Statutes, chapter
 22.2 457A. Any improvements made with the
 22.3 proceeds of these grants must be publicly
 22.4 owned.

22.5 Sec. 16. **METROPOLITAN COUNCIL**

22.6 **Subdivision 1. Total Appropriation** **\$ 23,350,000**

22.7 To the Metropolitan Council for the purposes
 22.8 specified in this section.

22.9 **Subd. 2. Metro Orange Line BRT** **12,100,000**

22.10 Up to \$12,100,000, but an amount that is no
 22.11 more than ten percent of the total project
 22.12 cost, is for the Metropolitan Council, or for
 22.13 the Metropolitan Council to make grants to
 22.14 political subdivisions, to construct capital
 22.15 improvements along the I-35W corridor for
 22.16 completion of the Metro Orange Bus Rapid
 22.17 Transit (BRT) Line.

22.18 The Metro Orange BRT Line must not follow
 22.19 a route that requires an underpass or tunnel
 22.20 to be built under I-494 at Knox Avenue, but
 22.21 must follow the Penn Avenue route after
 22.22 coming down into the circle on the bottom of
 22.23 Knox Avenue on the north side of I-494.

22.24 **Subd. 3. Mall of America Station** **8,750,000**

22.25 For design and construction of improvements
 22.26 to the Mall of America Station on the
 22.27 Hiawatha Corridor light rail transit line,
 22.28 subject to Minnesota Statutes, section
 22.29 16A.695. The Metropolitan Council must
 22.30 consult with the city of Bloomington
 22.31 throughout the design and construction
 22.32 process.

23.1 **Subd. 4. Metropolitan Cities Inflow and**
 23.2 **Infiltration Grants** 2,500,000

23.3 For grants to cities within the metropolitan
 23.4 area, as defined in Minnesota Statutes,
 23.5 section 473.121, subdivision 2, for capital
 23.6 improvements in municipal wastewater
 23.7 collection systems to reduce the amount of
 23.8 inflow and infiltration to the Metropolitan
 23.9 Council's metropolitan sanitary sewer
 23.10 disposal system. Grants from this
 23.11 appropriation are for up to 50 percent of the
 23.12 cost to mitigate inflow and infiltration in
 23.13 the publicly owned municipal wastewater
 23.14 collection systems. To be eligible for a grant,
 23.15 a city must be identified by the council
 23.16 as a contributor of excessive inflow and
 23.17 infiltration in the metropolitan disposal
 23.18 system or have a measured flow rate within 20
 23.19 percent of its allowable council-determined
 23.20 inflow and infiltration limits. The council
 23.21 must award grants based on applications
 23.22 from cities that identify eligible capital
 23.23 costs and include a timeline for inflow and
 23.24 infiltration mitigation construction, pursuant
 23.25 to guidelines established by the council.

23.26 **Sec. 17. HUMAN SERVICES**

23.27 **Subdivision 1. Total Appropriation** **\$ 70,071,000**

23.28 To the commissioner of administration, or
 23.29 another named agency, for the purposes
 23.30 specified in this section.

23.31 **Subd. 2. Minnesota Security Hospital - St.**
 23.32 **Peter** 57,611,000

23.33 To complete design, remodel, construct,
 23.34 furnish, and equip the second phase of the

24.1 two-phase project to remodel existing and to
 24.2 develop new residential, program, activity,
 24.3 and ancillary facilities for the Minnesota
 24.4 Security Hospital on the upper campus of the
 24.5 St. Peter Regional Treatment Center. This
 24.6 does not include construction of a new 48-bed
 24.7 transitional housing unit. This appropriation
 24.8 includes money to: demolish, renovate, and
 24.9 remodel existing space; construct new space;
 24.10 address fire and life safety, and other building
 24.11 code deficiencies; replace or renovate
 24.12 interior finishes; purchase furnishings,
 24.13 fixtures, and equipment; replace or renovate
 24.14 the Minnesota Security Hospital building's
 24.15 HVAC, plumbing, electrical, security, and life
 24.16 safety systems; tuck-point; replace windows
 24.17 and doors; design and abate asbestos and
 24.18 hazardous materials; and complete site work
 24.19 necessary to support the programmed use
 24.20 of the facilities on the St. Peter Regional
 24.21 Treatment Center upper campus.

24.22 **Subd. 3. Child and Adolescent Behavioral**
 24.23 **Health Services**

7,530,000

24.24 To purchase land in or near the city of
 24.25 Willmar for, and to predesign, design,
 24.26 construct, furnish, and equip, a 16-bed
 24.27 psychiatric hospital facility of approximately
 24.28 17,500 to 18,000 square feet that will house
 24.29 the Child and Adolescent Behavioral Health
 24.30 Services (CABHS) program. The facility
 24.31 shall include space for single bedrooms,
 24.32 bathing and toilets, dining, living, group and
 24.33 treatment rooms, education space, visitation,
 24.34 clinic/professional staff, operations staff,
 24.35 patient storage, operations storage, food
 24.36 preparation, HVAC/telecommunications/data

25.1 equipment, a small area for indoor recreation,
 25.2 and a secure outdoor activity space. The
 25.3 property for the facility will provide for staff
 25.4 and visitor parking, outdoor activities, and
 25.5 appropriate side, front, and rear setbacks.

25.6 **Subd. 4. Anoka Metro Regional Treatment**
 25.7 **Center Safety and Security Renovations**

2,250,000

25.8 To provide security upgrades of a capital
 25.9 nature at the Anoka Metro Regional
 25.10 Treatment Center campus, including but
 25.11 not limited to control centers, electronic
 25.12 monitoring and perimeter security
 25.13 equipment, new or updated security fencing,
 25.14 and other building security renovations. This
 25.15 appropriation includes money for: predesign,
 25.16 design, furnishing, fixtures, and equipment;
 25.17 construction of safety and security
 25.18 improvements to courtyards on residential
 25.19 treatment units; securely enclosing the
 25.20 nursing station on Unit G; and installing a
 25.21 campus-wide closed-circuit television video
 25.22 security system, a facility-wide personal
 25.23 duress alarm system, a key control system,
 25.24 and an electronic access control system.

25.25 **Subd. 5. Regional Medical Examiner's Facility**

2,680,000

25.26 For a grant to Hennepin County to design an
 25.27 approximately 67,000 square foot regional,
 25.28 state-of-the-art medical examiner's facility.
 25.29 The facility shall: (1) provide forensic
 25.30 death investigation and autopsy services
 25.31 for Dakota, Hennepin, and Scott Counties
 25.32 with the flexibility to accommodate future
 25.33 partner counties and agencies; (2) serve as a
 25.34 teaching facility for the state, on the science
 25.35 of forensic pathology; and (3) be located in

26.1 the city of Bloomington as a site that best
 26.2 supports access needs for the three founding
 26.3 counties and reasonable scene response times
 26.4 for the geographic service area.

26.5 Sec. 18. **VETERANS AFFAIRS** **\$** **4,000,000**

26.6 To the commissioner of administration
 26.7 for asset preservation improvements and
 26.8 betterments of a capital nature at the veterans
 26.9 homes in Minneapolis, Hastings, Fergus
 26.10 Falls, Silver Bay, and Luverne, to be spent in
 26.11 accordance with Minnesota Statutes, section
 26.12 16B.307.

26.13 Sec. 19. **CORRECTIONS**

26.14 **Subdivision 1. Total Appropriation** **\$** **28,900,000**

26.15 To the commissioner of administration for
 26.16 the purposes specified in this section.

26.17 **Subd. 2. Asset Preservation** **8,000,000**

26.18 For asset preservation improvements and
 26.19 betterments of a capital nature at Minnesota
 26.20 correctional facilities statewide, to be spent
 26.21 in accordance with Minnesota Statutes,
 26.22 section 16B.307.

26.23 **Subd. 3. Minnesota Correctional Facility - St.**
 26.24 **Cloud** **19,000,000**

26.25 To construct and equip a new intake unit and
 26.26 a loading dock with a secure connection to
 26.27 a new central warehouse at the Minnesota
 26.28 Correctional Facility – St. Cloud.

26.29 **Subd. 4. Minnesota Correctional Facility -**
 26.30 **Moose Lake** **1,900,000**

26.31 To expand and renovate the outdated master
 26.32 control center to improve security and
 26.33 efficiency at the Minnesota Correctional

27.1 Facility - Moose Lake. The renovation
 27.2 includes updating fire alarm panels and
 27.3 mechanical and electrical systems and
 27.4 improving visibility of the visiting area.

27.5 **Subd. 5. Unspent Appropriations**

27.6 The unspent portion of an appropriation for
 27.7 a Department of Corrections project in this
 27.8 section that is complete, upon written notice
 27.9 to the commissioner of management and
 27.10 budget, is available for asset preservation
 27.11 under Minnesota Statutes, section 16B.307.
 27.12 Minnesota Statutes, section 16A.642, applies
 27.13 from the date of the original appropriation to
 27.14 the unspent amount transferred.

27.15 **Sec. 20. EMPLOYMENT AND ECONOMIC**
 27.16 **DEVELOPMENT**

27.17 **Subdivision 1. Total Appropriation** **\$ 58,541,000**

27.18 To the commissioner of employment and
 27.19 economic development for the purposes
 27.20 specified in this section.

27.21 **Subd. 2. Transportation Economic**
 27.22 **Development** **6,000,000**

27.23 For grants under Minnesota Statutes, section
 27.24 116J.436.

27.25 **Subd. 3. Greater Minnesota Business**
 27.26 **Development Public Infrastructure Grants** **10,000,000**

27.27 For grants under Minnesota Statutes, section
 27.28 116J.431.

27.29 **Subd. 4. Innovative Business Development**
 27.30 **Public Infrastructure Grants** **2,000,000**

27.31 For grants under Minnesota Statutes, section
 27.32 116J.435.

27.33 **Subd. 5. Duluth - Steam Plant** **21,000,000**

28.1 For a grant to the city of Duluth to
 28.2 complete the design of and to renovate,
 28.3 construct, furnish, and equip an upgrade
 28.4 to the municipal district heating facility
 28.5 and systems, including conversion of the
 28.6 distribution system along Superior Street
 28.7 from steam, with no condensate return, to
 28.8 closed-loop hot water, subject to Minnesota
 28.9 Statutes, section 16A.695. This appropriation
 28.10 is not available until the commissioner of
 28.11 management and budget determines that an
 28.12 amount sufficient to complete the project is
 28.13 committed from nonstate sources.

28.14 **Subd. 6. Litchfield - Phase 2 Power Generation**
 28.15 **Improvements**

3,000,000

28.16 For a grant to the city of Litchfield to
 28.17 design and construct electrical generation
 28.18 improvements in the city of Litchfield
 28.19 to expand the current standby capacity,
 28.20 including replacement of two old generators.
 28.21 This appropriation is not available until the
 28.22 commissioner of management and budget
 28.23 determines that at least an equal amount
 28.24 is committed to the project from nonstate
 28.25 sources.

28.26 **Subd. 7. Madelia**

98,000

28.27 For a grant to the city of Madelia for repair
 28.28 and replacement of a capital nature of public
 28.29 infrastructure damaged by a fire in Madelia
 28.30 in February 2016. This appropriation does
 28.31 not require a nonstate contribution.

28.32 **Subd. 8. St. James - Public Infrastructure**

3,443,000

28.33 For a grant to the city of St. James. Of
 28.34 this amount, \$2,193,000 is for engineering,
 28.35 right-of-way acquisition, and reconstruction

29.1 of streets, sidewalks, storm water and
 29.2 sanitary sewer, water mains, lighting,
 29.3 utilities, and other capital improvements of
 29.4 publicly owned infrastructure required for
 29.5 the reconstruction of marked Trunk Highway
 29.6 4 in the city of St. James, and \$1,250,000
 29.7 is to replace the storm sewer drain which
 29.8 serves St. James Lake and the entire southern
 29.9 section of the City of St. James.

29.10 **Subd. 9. St. Paul - Science Museum of**
 29.11 **Minnesota Building Preservation** 13,000,000

29.12 For a grant to the city of St. Paul for
 29.13 predesign, design, and construction work
 29.14 to replace water-damaged elements of the
 29.15 Science Museum of Minnesota's exterior
 29.16 envelope and some resultant interior damage
 29.17 caused by latent design and construction
 29.18 defects, subject to Minnesota Statutes, section
 29.19 16A.695. This appropriation is not available
 29.20 until the commissioner of management and
 29.21 budget determines that an equal amount has
 29.22 been committed to the project from nonstate
 29.23 sources. Capital costs paid by the Science
 29.24 Museum of Minnesota since January 1, 2014,
 29.25 relating to the water intrusion damage, shall
 29.26 count towards the match requirement.

29.27 **Sec. 21. PUBLIC FACILITIES AUTHORITY**

29.28 **Subdivision 1. Total Appropriation** **\$ 150,300,000**

29.29 To the Public Facilities Authority for the
 29.30 purposes specified in this section.

29.31 **Subd. 2. State Match for Federal Grants** **17,000,000**

29.32 To match federal grants for the clean water
 29.33 revolving fund under Minnesota Statutes,
 29.34 section 446A.07, and the drinking water

30.1 revolving fund under Minnesota Statutes,
 30.2 section 446A.081. This appropriation must
 30.3 be used for qualified capital projects.

30.4 **Subd. 3. Water Infrastructure Funding**
 30.5 **Program**

70,000,000

30.6 (a) For grants to eligible municipalities under
 30.7 the water infrastructure funding program
 30.8 under Minnesota Statutes, section 446A.072.

30.9 (b) \$51,500,000 is for wastewater projects
 30.10 listed on the Pollution Control Agency's
 30.11 project priority list in the fundable range
 30.12 under the clean water revolving fund
 30.13 program.

30.14 (c) \$18,500,000 is for drinking water projects
 30.15 listed on the commissioner of health's project
 30.16 priority list in the fundable range under the
 30.17 drinking water revolving fund program.

30.18 (d) After all eligible projects under
 30.19 paragraph (b) or (c) have been funded, the
 30.20 Public Facilities Authority may transfer
 30.21 any remaining, uncommitted money to
 30.22 eligible projects under a program defined in
 30.23 paragraph (b) or (c) based on that program's
 30.24 project priority list.

30.25 **Subd. 4. Point Source Implementation Grants**
 30.26 **Program**

46,500,000

30.27 For grants to eligible municipalities under the
 30.28 point source implementation grants program
 30.29 under Minnesota Statutes, section 446A.073.
 30.30 This appropriation must be used for qualified
 30.31 capital projects.

30.32 **Subd. 5. Lewis and Clark Regional Water**
 30.33 **System**

11,500,000

31.1 This appropriation is from the general fund in
 31.2 fiscal year 2017 for a grant to the Lewis and
 31.3 Clark Joint Powers Board to acquire land,
 31.4 design, engineer, and construct facilities
 31.5 and infrastructure necessary to complete
 31.6 Phase 3 of the Lewis and Clark Regional
 31.7 Water System project, including extension
 31.8 of the project from the Lincoln-Pipestone
 31.9 Rural Water System connection near
 31.10 Adrian to Worthington, construction of a
 31.11 reservoir in Nobles County and a meter
 31.12 building in Worthington, and acquiring and
 31.13 installing a supervisory control and data
 31.14 acquisition (SCADA) system. This is a
 31.15 onetime appropriation and is not available
 31.16 until the commissioner of management and
 31.17 budget determines that at least \$9,000,000
 31.18 is committed to the Phase 3 of the project
 31.19 from nonstate sources. This appropriation
 31.20 is available until the project is completed or
 31.21 abandoned, subject to Minnesota Statutes,
 31.22 section 16A.642.

31.23 Subd. 6. **East Grand Forks** 5,300,000

31.24 For a grant to the city of East Grand
 31.25 Forks to design and construct wastewater
 31.26 infrastructure improvements interconnecting
 31.27 the wastewater system of East Grand Forks
 31.28 to the wastewater treatment system in Grand
 31.29 Forks, North Dakota. This appropriation
 31.30 may not be used for improvements outside
 31.31 the state. This appropriation is in addition
 31.32 to grants under Minnesota Statutes, section
 31.33 446A.072. A nonstate match is not required.

31.34 Sec. 22. **MINNESOTA HISTORICAL**
 31.35 **SOCIETY** \$ 2,500,000

32.1 To the Minnesota Historical Society for
 32.2 capital improvements and betterments at
 32.3 state historic sites, buildings, landscaping
 32.4 at historic buildings, exhibits, markers, and
 32.5 monuments, to be spent in accordance with
 32.6 Minnesota Statutes, section 16B.307. The
 32.7 society shall determine project priorities as
 32.8 appropriate based on need.

32.9 Sec. 23. **BOND SALE EXPENSES**

32.10 **Subdivision 1. Total Appropriation** **\$ 935,000**

32.11 To the commissioner of management and
 32.12 budget for the purposes specified in this
 32.13 section.

32.14 **Subd. 2. Bond Proceeds Fund** **865,000**

32.15 From the bond proceeds fund for bond sale
 32.16 expenses under Minnesota Statutes, section
 32.17 16A.641, subdivision 8.

32.18 **Subd. 3. Trunk Highway Fund** **70,000**

32.19 From the bond proceeds account in the
 32.20 trunk highway fund for bond sale expenses
 32.21 under Minnesota Statutes, sections 16A.641,
 32.22 subdivision 8, and 167.50, subdivision 4.

32.23 Sec. 24. **BOND SALE AUTHORIZATIONS.**

32.24 Subdivision 1. Bond proceeds fund. To provide the money appropriated in this act
 32.25 from the bond proceeds fund, the commissioner of management and budget shall sell and
 32.26 issue bonds of the state in an amount up to \$623,514,000 in the manner, upon the terms,
 32.27 and with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and
 32.28 by the Minnesota Constitution, article XI, sections 4 to 7.

32.29 Subd. 2. Transportation fund. To provide the money appropriated in this act
 32.30 from the bond proceeds account in the state transportation fund, the commissioner
 32.31 of management and budget shall sell and issue bonds of the state in an amount up to
 32.32 \$227,200,000 in the manner, upon the terms, and with the effect prescribed by Minnesota

33.1 Statutes, sections 16A.631 to 16A.675, and by the Minnesota Constitution, article XI,
 33.2 sections 4 to 7.

33.3 Subd. 3. **Maximum effort school loan fund.** To provide the money appropriated
 33.4 in this act from the maximum effort school loan fund, the commissioner of management
 33.5 and budget shall sell and issue bonds of the state in an amount up to \$14,070,000 in the
 33.6 manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
 33.7 16A.631 to 16A.675, and by the Minnesota Constitution, article XI, sections 4 to 7.

33.8 Subd. 4. **Trunk highway bonds.** To provide the money appropriated in subdivision
 33.9 1 from the bond proceeds account in the trunk highway fund, the commissioner of
 33.10 management and budget shall sell and issue bonds of the state in an amount up to
 33.11 \$70,070,000 in the manner, upon the terms, and with the effect prescribed by Minnesota
 33.12 Statutes, sections 167.50 to 167.52, and by the Minnesota Constitution, article XIV, section
 33.13 11, at the times and in the amounts requested by the commissioner of transportation. The
 33.14 proceeds of the bonds, except accrued interest and any premium received from the sale of
 33.15 the bonds, must be deposited in the bond proceeds account in the trunk highway fund.

33.16 Sec. 25. **CANCELLATIONS; BOND SALE AUTHORIZATION REDUCTIONS.**

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

33.19 (b) The bond sale authorization in Laws 1994, chapter 643, section 31, subdivision
 33.20 1, as amended, is reduced by \$24,480.

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

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

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

33.27 (f) The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision
 33.28 1, as amended, is reduced by \$188,471.

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

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

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

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

34.3 (k) The \$2,285,000 appropriation from the bond proceeds fund in Laws 2012,
 34.4 First Special Session chapter 1, article 1, section 3, subdivision 2, to the commissioner
 34.5 of public safety for disaster relief, is canceled and the bond sale authorization in Laws
 34.6 2012, First Special Session chapter 1, article 1, section 16, subdivision 1, is reduced
 34.7 by the same amount.

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

34.12 (m) \$2,335,000 of the appropriation from the bond proceeds fund in Laws 2012,
 34.13 First Special Session chapter 1, article 1, section 9, subdivision 2, to the commissioner of
 34.14 natural resources for disaster relief, is canceled, and the bond sale authorization in Laws
 34.15 2012, First Special Session chapter 1, article 1, section 16, subdivision 1, is reduced
 34.16 by the same amount.

34.17 Sec. 26. Laws 2015, First Special Session chapter 5, article 1, section 19, is amended
 34.18 to read:

34.19 **Sec. 19. BOND SALE SCHEDULE.**

34.20 The commissioner of management and budget shall schedule the sale of state
 34.21 general obligation bonds so that, during the biennium ending June 30, 2017, no more
 34.22 than ~~\$1,267,459,000~~ \$1,239,580,000 will need to be transferred from the general fund to
 34.23 the state bond fund to pay principal and interest due and to become due on outstanding
 34.24 state general obligation bonds. During the biennium, before each sale of state general
 34.25 obligation bonds, the commissioner of management and budget shall calculate the amount
 34.26 of debt service payments needed on bonds previously issued and shall estimate the amount
 34.27 of debt service payments that will be needed on the bonds scheduled to be sold. The
 34.28 commissioner shall adjust the amount of bonds scheduled to be sold so as to remain within
 34.29 the limit set by this section. The amount needed to make the debt service payments is
 34.30 appropriated from the general fund as provided in Minnesota Statutes, section 16A.641.

34.31 **Sec. 27. APPROPRIATIONS GIVEN EFFECT ONLY ONCE.**

34.32 Except for appropriations for, if an appropriation in this act is enacted more
 34.33 than once in the 2016 legislative session for the same purpose, the appropriation must

35.1 be given effect only once. If the appropriations for the same purpose are for different
 35.2 amounts, the lowest of the amounts is to be given effect.

35.3 Sec. 28. **EFFECTIVE DATE.**

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

35.6 ARTICLE 2

35.7 MISCELLANEOUS

35.8 Section 1. Minnesota Statutes 2015 Supplement, section 16A.967, subdivision 2,
 35.9 is amended to read:

35.10 Subd. 2. **Authorization to issue appropriation bonds.** (a) Subject to the limitations
 35.11 of this subdivision, the commissioner may sell and issue appropriation bonds of the state
 35.12 under this section for public purposes as provided by law, ~~including, in particular, the~~
 35.13 ~~financing of the land acquisition, design, engineering, and construction of facilities and~~
 35.14 ~~infrastructure necessary to complete the next phase of the Lewis and Clark Regional Water~~
 35.15 ~~System project, including completion of the pipeline to Magnolia, extension of the project~~
 35.16 ~~to the Lincoln-Pipestone Rural Water System connection near Adrian, and engineering,~~
 35.17 ~~design, and easement acquisition for the final phase of the project to Worthington. No~~
 35.18 ~~bonds shall be sold until the commissioner determines that a nonstate match of at least~~
 35.19 ~~\$9,000,000 is committed to this project phase. Grant agreements entered into under this~~
 35.20 section must provide for reimbursement to the state from any federal money provided for
 35.21 the project, consistent with the Lewis and Clark Regional Water System, Inc., agreement.

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

35.31 (c) Appropriation bonds may be sold and issued in amounts that, in the opinion of the
 35.32 commissioner, are necessary to provide sufficient money to the Public Facilities Authority
 35.33 under subdivision 7, not to exceed \$19,000,000 net of costs of issuance, for the purposes as
 35.34 provided under this paragraph (a), and pay debt service including capitalized interest, costs

36.1 of issuance, costs of credit enhancement, or make payments under other agreements entered
36.2 into under paragraph (e). The bonds authorized by this paragraph are for the purposes
36.3 of financing the land acquisition, design, engineering, and construction of facilities and
36.4 infrastructure necessary to complete Phase 2 of the Lewis and Clark Regional Water
36.5 System project, including completion of the pipeline to Magnolia; extension of the project
36.6 to the Lincoln-Pipestone Rural Water System connection near Adrian; and engineering,
36.7 design, and easement acquisition for the final phase of the project to Worthington. No
36.8 bonds shall be sold under this subdivision until the commissioner determines that a
36.9 nonstate match of at least \$9,000,000 is committed to this project phase. Upon completion
36.10 of Phase 2, the unspent, unencumbered portion of the appropriation in this subdivision
36.11 is available for the purposes of Phase 3, which includes extension of the project from
36.12 the Lincoln-Pipestone Rural Water System connection near Adrian to Worthington,
36.13 construction of a reservoir in Nobles County and a meter building in Worthington, and
36.14 acquiring and installing a supervisory control and data acquisition (SCADA) system.

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

36.20 (e) At the time of, or in anticipation of, issuing the appropriation bonds, and at any
36.21 time thereafter, so long as the appropriation bonds are outstanding, the commissioner may
36.22 enter into agreements and ancillary arrangements relating to the appropriation bonds,
36.23 including but not limited to trust indentures, grant agreements, lease or use agreements,
36.24 operating agreements, management agreements, liquidity facilities, remarketing or
36.25 dealer agreements, letter of credit agreements, insurance policies, guaranty agreements,
36.26 reimbursement agreements, indexing agreements, or interest exchange agreements. Any
36.27 payments made or received according to the agreement or ancillary arrangement shall be
36.28 made from or deposited as provided in the agreement or ancillary arrangement. The
36.29 determination of the commissioner included in an interest exchange agreement that the
36.30 agreement relates to an appropriation bond shall be conclusive.

36.31 (f) The commissioner may enter into written agreements or contracts relating to the
36.32 continuing disclosure of information necessary to comply with or facilitate the issuance
36.33 of appropriation bonds in accordance with federal securities laws, rules, and regulations,
36.34 including Securities and Exchange Commission rules and regulations in Code of Federal
36.35 Regulations, title 17, section 240.15c 2-12. An agreement may be in the form of covenants
36.36 with purchasers and holders of appropriation bonds set forth in the order or resolution

37.1 authorizing the issuance of the appropriation bonds, or a separate document authorized
37.2 by the order or resolution.

37.3 (g) The appropriation bonds are not subject to chapter 16C.

37.4 Sec. 2. Minnesota Statutes 2015 Supplement, section 16A.967, subdivision 7, is
37.5 amended to read:

37.6 Subd. 7. **Appropriation of proceeds.** The proceeds of appropriation bonds issued
37.7 under this section and interest credited to the special appropriation Lewis and Clark bond
37.8 proceeds fund are appropriated to ~~the commissioner:~~

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

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

37.17 Sec. 3. Minnesota Statutes 2015 Supplement, section 85.015, subdivision 6, is
37.18 amended to read:

37.19 Subd. 6. **Minnesota Valley Trail, Hennepin, Dakota, Scott, Carver, Sibley and**
37.20 **Le Sueur Counties.** (a) The trail shall originate at Fort Snelling State Park and thence
37.21 extend generally southwesterly along the Minnesota River Valley through Hennepin,
37.22 Dakota, Scott, Carver, Sibley, and Le Sueur Counties to the city of Le Sueur, and there
37.23 terminate. The trail shall include the following state waysides: (a) Rice Lake Wayside,
37.24 in Scott County; (b) Carver Rapids Wayside, in Scott County; (c) Lawrence wayside, in
37.25 Scott county; (d) Belle Plaine Wayside, in Carver, Scott, and Sibley Counties; (e) Blakeley
37.26 Wayside, in Scott County; and (f) Rush River Wayside, in Sibley County.

37.27 (b) The trail shall be developed primarily for riding and hiking. Motorized vehicles
37.28 are prohibited from that portion of the trail on the north side of the Minnesota River,
37.29 lying between Fort Snelling State Park and Rice Lake Wayside. ~~That portion of the~~
37.30 ~~trail on the north side of the Minnesota River, lying between the Bloomington Ferry~~
37.31 ~~Bridge pedestrian crossing and the Cedar Avenue Bridge, must be a paved trail developed~~
37.32 ~~primarily for hiking and bicycling.~~

38.1 (c) In establishing, developing, maintaining, and operating the trail the commissioner
38.2 shall cooperate with local units of government and private individuals and groups
38.3 whenever feasible.

38.4 Sec. 4. Minnesota Statutes 2014, section 85.34, subdivision 1, is amended to read:

38.5 Subdivision 1. **Upper bluff; lease terms.** The commissioner of natural resources
38.6 with the approval of the Executive Council may lease for purposes of restoration,
38.7 preservation, historical, recreational, educational, and commercial use and development,
38.8 that portion of Fort Snelling State Park known as the upper bluff consisting of officer's
38.9 row, area J, the polo grounds, the adjacent golf course, and all buildings and improvements
38.10 located thereon, all lying within an area bounded by Minneapolis-St. Paul International
38.11 Airport, Trunk Highways numbered 5 and 55, and Bloomington Road. The lease or leases
38.12 shall be in a form approved by the attorney general and for a term of not to exceed 99
38.13 years. The lease or leases may provide for the provision of capital improvements or other
38.14 performance by the tenant or tenants in lieu of all or some of the payments of rent that
38.15 would otherwise be required. Notwithstanding the continuing ownership of the upper bluff
38.16 by the state, any lease of one or more buildings improved with state general obligation
38.17 bond proceeds that exceeds 50 years shall be treated as a sale of the buildings for purposes
38.18 of section 16A.695, subdivision 3. Any disposition proceeds payable to the commissioner
38.19 upon execution of any lease relating to state bond financed buildings at the upper bluff
38.20 shall be applied in accordance with the requirements of section 16A.695, subdivision 3,
38.21 and used to pay, redeem, or defease state general obligation bonds issued for purposes of
38.22 improving those buildings. Any lease revenues paid to the commissioner subsequent to
38.23 the payment, redemption, or defeasance of state general obligation bonds shall be used
38.24 by the commissioner as further described in this section.

38.25 Sec. 5. Minnesota Statutes 2014, section 116J.431, subdivision 1, is amended to read:

38.26 Subdivision 1. **Grant program established; purpose.** (a) The commissioner shall
38.27 make grants to counties or cities to provide up to 50 percent of the capital costs of public
38.28 infrastructure necessary for an eligible economic development project. The county or city
38.29 receiving a grant must provide for the remainder of the costs of the project, either in cash
38.30 or in kind. In-kind contributions may include the value of site preparation other than the
38.31 public infrastructure needed for the project.

38.32 (b) The purpose of the grants made under this section is to keep or enhance jobs in
38.33 the area, increase the tax base, or to expand or create new economic development.

39.1 (c) In awarding grants under this section, the commissioner must adhere to the
 39.2 criteria under subdivision 4.

39.3 (d) If the commissioner awards a grant for less than 50 percent of the project, the
 39.4 commissioner shall provide the applicant and the chairs and ranking minority members
 39.5 of the senate and house of representatives committees with jurisdiction over economic
 39.6 development finance a written explanation of the reason less than 50 percent of the capital
 39.7 costs were awarded in the grant.

39.8 Sec. 6. Minnesota Statutes 2014, section 116J.431, subdivision 2, is amended to read:

39.9 Subd. 2. **Eligible projects.** An economic development project for which a county or
 39.10 city may be eligible to receive a grant under this section includes:

39.11 (1) manufacturing;

39.12 (2) technology;

39.13 (3) warehousing and distribution;

39.14 (4) research and development;

39.15 (5) agricultural processing, defined as transforming, packaging, sorting, or grading
 39.16 livestock or livestock products into goods that are used for intermediate or final
 39.17 consumption, including goods for nonfood use; or

39.18 (6) industrial park development that would be used by any other business listed in
 39.19 this subdivision even if no business has committed to locate in the industrial park at the
 39.20 time the grant application is made.

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

39.22 Sec. 7. Minnesota Statutes 2014, section 116J.431, subdivision 4, is amended to read:

39.23 Subd. 4. **Application.** (a) The commissioner must develop forms and procedures
 39.24 for soliciting and reviewing applications for grants under this section. At a minimum, a
 39.25 county or city must include in its application a resolution of the county or city council
 39.26 certifying that the required local match is available. The commissioner must evaluate
 39.27 complete applications for eligible projects using the following criteria:

39.28 (1) the project is an eligible project as defined under subdivision 2;

39.29 (2) the project ~~will~~ is expected to result in or will attract substantial public and
 39.30 private capital investment and provide substantial economic benefit to the county or city in
 39.31 which the project would be located;

39.32 (3) the project is not relocating substantially the same operation from another
 39.33 location in the state, unless the commissioner determines the project cannot be reasonably

40.1 accommodated within the county or city in which the business is currently located, or the
 40.2 business would otherwise relocate to another state; and

40.3 (4) the project is expected to or will create or ~~maintain~~ retain full-time jobs.

40.4 (b) The determination of whether to make a grant for a site is within the discretion of
 40.5 the commissioner, subject to this section. The commissioner's decisions and application of
 40.6 the ~~priorities~~ criteria are not subject to judicial review, except for abuse of discretion.

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

40.8 Sec. 8. Minnesota Statutes 2014, section 116J.431, subdivision 6, is amended to read:

40.9 Subd. 6. **Maximum grant amount.** A county or city may receive no more than
 40.10 ~~\$1,000,000~~ \$2,000,000 in two years for one or more projects.

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

40.12 Sec. 9. Minnesota Statutes 2014, section 174.50, subdivision 7, is amended to read:

40.13 Subd. 7. **Bridge grant program; rulemaking.** (a) The commissioner of
 40.14 transportation shall develop rules, procedures for application for grants, conditions of
 40.15 grant administration, standards, and criteria as provided under subdivision 6, including
 40.16 bridge specifications, in cooperation with road authorities of political subdivisions, for use
 40.17 in the administration of funds appropriated to the commissioner and for the administration
 40.18 of grants to subdivisions.

40.19 (b) The maximum use of standardized bridges is encouraged. Regardless of the size
 40.20 of the existing bridge, a bridge or replacement bridge is eligible for assistance from the
 40.21 state transportation fund if a hydrological survey indicates that the bridge or replacement
 40.22 bridge must be ten feet or more in length.

40.23 (c) As part of the standards or rules, the commissioner shall, in consultation with
 40.24 local road authorities, establish a minimum distance between any two bridges that cross
 40.25 over the same river, stream, or waterway, so that only one of the bridges is eligible for a
 40.26 grant under this section. As appropriate, the commissioner may establish exceptions from
 40.27 the minimum distance requirement or procedures for obtaining a variance.

40.28 (d) Political subdivisions may use grants made under this section to construct or
 40.29 reconstruct bridges, including but not limited to:

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

40.31 (2) paying the costs to abandon an existing bridge that is deficient and in need of
 40.32 replacement but where no replacement will be made; and

41.1 (3) paying the costs to construct a road or street to facilitate the abandonment of
 41.2 an existing bridge if the commissioner determines that the bridge is deficient, and that
 41.3 construction of the road or street is more economical than replacement of the existing
 41.4 bridge.

41.5 (e) Funds appropriated to the commissioner from the Minnesota state transportation
 41.6 fund shall be segregated from the highway tax user distribution fund and other funds
 41.7 created by article XIV of the Minnesota Constitution.

41.8 (f) The maximum grant amount for a local bridge replacement or rehabilitation
 41.9 project under this section is \$5,000,000.

41.10 Sec. 10. Minnesota Statutes 2014, section 446A.072, is amended to read:

41.11 **446A.072 ~~WASTEWATER~~ WATER INFRASTRUCTURE FUNDING**
 41.12 **PROGRAM.**

41.13 Subdivision 1. **Establishment of program.** The authority will establish a
 41.14 ~~wastewater~~ water infrastructure funding program to provide supplemental assistance to
 41.15 governmental units receiving funding through the clean water revolving fund program, the
 41.16 drinking water revolving fund program, or the United States Department of Agriculture
 41.17 Rural Economic and Community Development's (USDA/RECD) Water and Waste
 41.18 Disposal Loans and Grants program for the predesign, design, and construction of
 41.19 municipal wastewater ~~treatment~~ and drinking water systems, including purchase of land
 41.20 and easements. The purpose of the program is to assist governmental units demonstrating
 41.21 financial need to build cost-effective projects to address existing environmental or public
 41.22 health problems. To implement the program, the authority shall establish a ~~wastewater~~
 41.23 water infrastructure fund to provide grants ~~and loans~~ for the purposes authorized under
 41.24 title VI of the Federal Water Pollution Control Act and the federal Safe Drinking Water
 41.25 Act. The fund shall be credited with all investment income from the fund and all
 41.26 repayments of loans, grants, and penalties.

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

41.29 (1) whose projects are listed on the Pollution Control Agency's project priority list or
 41.30 the commissioner of health's project priority list;

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

41.33 (3) whose projects are approved by the USDA/RECD or certified by the
 41.34 commissioner of the Pollution Control Agency or the commissioner of health.

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

42.5 (c) For a governmental unit not receiving grant funding from the USDA/RECD,
 42.6 application must be made to the authority on forms prescribed by the authority for the
 42.7 clean water revolving fund program or the drinking water revolving fund program with
 42.8 additional information as required by the authority. In accordance with section 116.182,
 42.9 the Pollution Control Agency or the commissioner of health shall:

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

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

42.16 (d) Each fiscal year the authority shall make funds available for projects based on
 42.17 their ranking on the Pollution Control Agency's project priority list or the commissioner
 42.18 of health's project priority list. The authority shall reserve funds for a project when
 42.19 the applicant receives a funding commitment from the United States Department of
 42.20 Agriculture Rural Development (USDA/RECD) or ~~submits plans and specifications to~~
 42.21 the project is certified by the Pollution Control Agency or the commissioner of health.
 42.22 Funds must be reserved in an amount based on the project cost estimate submitted to the
 42.23 authority ~~prior to the appropriation of the funds and awarded based on the lesser of that~~
 42.24 ~~amount or the as-bid cost~~ when the project is certified or the as-bid cost, whichever is less.

42.25 Subd. 5a. **Type and amount of assistance.** (a) For a governmental unit receiving
 42.26 grant funding from the USDA/RECD, the authority may provide assistance in the form
 42.27 of a grant of up to 65 percent of the eligible grant need determined by USDA/RECD. A
 42.28 governmental unit may not receive a grant under this paragraph for more than \$4,000,000
 42.29 \$5,000,000 per project or ~~\$15,000~~ \$20,000 per existing connection, whichever is less,
 42.30 unless specifically approved by law.

42.31 (b) For a governmental unit receiving a loan from the clean water revolving fund
 42.32 under section 446A.07, the authority may provide assistance under this section in the form
 42.33 of a grant if the average annual residential wastewater system cost after completion of the
 42.34 project would otherwise exceed 1.4 percent of the median household income of the project
 42.35 service area. In determining whether the average annual residential wastewater system
 42.36 cost would exceed 1.4 percent, the authority must consider the total costs associated with

43.1 building, operating, and maintaining the wastewater system, including existing wastewater
43.2 debt service, debt service on the eligible project cost, and operation and maintenance
43.3 costs. Debt service costs for the proposed project are calculated based on the maximum
43.4 loan term permitted for the clean water revolving fund loan under section 446A.07,
43.5 subdivision 7. The amount of the grant is equal to 80 percent of the amount needed to
43.6 reduce the average annual residential wastewater system cost to 1.4 percent of median
43.7 household income in the project service area, to a maximum of ~~\$4,000,000~~ \$5,000,000 per
43.8 project or ~~\$15,000~~ \$20,000 per existing connection, whichever is less, unless specifically
43.9 approved by law. The eligible project cost is determined by multiplying the total project
43.10 costs minus any other grants by the essential project component percentage calculated
43.11 under subdivision 3, paragraph (c), clause (1). In no case may the amount of the grant
43.12 exceed 80 percent of the eligible project cost.

43.13 (c) For a governmental unit receiving a loan from the drinking water revolving
43.14 fund under section 446A.081, the authority may provide assistance under this section in
43.15 the form of a grant if the average annual residential drinking water system cost after
43.16 completion of the project would otherwise exceed 1.2 percent of the median household
43.17 income of the project service area. In determining whether the average annual residential
43.18 drinking water system cost would exceed 1.2 percent, the authority must consider the total
43.19 costs associated with building, operating, and maintaining the drinking water system,
43.20 including existing drinking water debt service, debt service on the eligible project cost,
43.21 and operation and maintenance costs. Debt service costs for the proposed project are
43.22 calculated based on the maximum loan term permitted for the drinking water revolving
43.23 fund loan under section 446A.081, subdivision 8, paragraph (c). The amount of the grant
43.24 is equal to 80 percent of the amount needed to reduce the average annual residential
43.25 drinking water system cost to 1.2 percent of median household income in the project
43.26 service area, to a maximum of \$5,000,000 per project or \$20,000 per existing connection,
43.27 whichever is less, unless specifically approved by law. The eligible project cost is
43.28 determined by multiplying the total project costs minus any other grants by the essential
43.29 project component percentage calculated under subdivision 3, paragraph (c), clause (1). In
43.30 no case may the amount of the grant exceed 80 percent of the eligible project cost.

43.31 (e) (d) Notwithstanding the limits in paragraphs (a) and (b), and (c), for a
43.32 governmental unit receiving supplemental assistance under this section after January 1,
43.33 2002, if the authority determines that the governmental unit's construction and installation
43.34 costs are significantly increased due to geological conditions of crystalline bedrock or karst
43.35 areas and discharge limits that are more stringent than secondary treatment, the maximum
43.36 award under this section shall not be more than \$25,000 per existing connection.

44.1 ~~Subd. 5b. **Special assessment deferral.** A governmental unit receiving a loan~~
 44.2 ~~under subdivision 5a that levies special assessments to repay the loan under subdivision~~
 44.3 ~~5a or section 446A.07 may defer payment of such assessments under the provisions of~~
 44.4 ~~sections 435.193 to 435.195.~~

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

44.9 ~~Subd. 7. **Loan repayments.** Notwithstanding the limitations set forth in section~~
 44.10 ~~475.54, subdivision 1, this subdivision shall govern the maturities and mandatory sinking~~
 44.11 ~~fund redemptions of the loans under this section. A governmental unit receiving a loan~~
 44.12 ~~under this section shall repay the loan in semiannual payment amounts determined by~~
 44.13 ~~the authority. The payment amount must be based on the average payments on the~~
 44.14 ~~governmental unit's clean water revolving fund loan or, if greater, the minimum amount~~
 44.15 ~~required to fully repay the loan by the maturity date. Payments must begin within one year~~
 44.16 ~~of the date of the governmental unit's final payment on the clean water revolving fund~~
 44.17 ~~loan. The final maturity date of the loan under this section must be no later than 20 years~~
 44.18 ~~from the date of the first payment on the loan under this section and no later than 40 years~~
 44.19 ~~from the date of the first payment on the clean water revolving fund loan.~~

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

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

44.28 Subd. 11. **Report on needs.** By February 1 of each even-numbered year, the
 44.29 authority, in conjunction with the Pollution Control Agency and the commissioner of
 44.30 health, shall prepare a report to the Finance Division of the senate Environment and
 44.31 Natural Resources Committee and the house of representatives Environment and Natural
 44.32 Resources Finance Committee on wastewater and drinking water funding assistance needs
 44.33 of governmental units under this section.

44.34 Subd. 12. **System replacement fund.** Each governmental unit receiving a loan ~~or~~
 44.35 grant under this section shall establish a system replacement fund and shall annually
 44.36 deposit a minimum of \$.50 per 1,000 gallons of flow for major rehabilitation ~~or~~ expansion,

45.1 ~~or replacement of the treatment wastewater or drinking water system, or replacement of~~
 45.2 ~~the treatment system at the end of its useful life.~~ Money must remain in the account for the
 45.3 life of the corresponding project loan from the authority or USDA/RECD, unless use of
 45.4 the fund is approved in writing by the authority for major rehabilitation, expansion, or
 45.5 replacement of the treatment wastewater or drinking water system. By March 1 each year
 45.6 during the life of the loan, each recipient shall submit a report to the authority regarding
 45.7 the amount deposited and the fund balance for the prior calendar year. A recipient is not
 45.8 required to maintain a fund balance greater than the amount of the grant received. Failure
 45.9 to comply with the requirements of this subdivision shall result in the authority assessing a
 45.10 penalty fee to the recipient equal to one percent of the supplemental assistance amount for
 45.11 each year of noncompliance. ~~Failure to make the required deposit or pay the penalty fee as~~
 45.12 ~~required constitutes a default on the loan.~~

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

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

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

45.20 (3) the county has adopted specific land use ordinances or controls so as to meet or
 45.21 exceed the requirements of Minnesota Rules, part 7080.0305.

45.22 Sec. 11. Minnesota Statutes 2014, section 446A.073, as amended by Laws 2015, First
 45.23 Special Session chapter 4, article 4, sections 127, 128, and 129, is amended to read:

45.24 **446A.073 POINT SOURCE IMPLEMENTATION GRANTS.**

45.25 Subdivision 1. **Program established.** When money is appropriated for grants
 45.26 under this program, the authority shall award grants up to a maximum of ~~\$3,000,000~~
 45.27 \$7,000,000 to governmental units to cover ~~up to one-half~~ 80 percent of the cost of water
 45.28 infrastructure projects made necessary by:

45.29 (1) a wasteload reduction prescribed under a total maximum daily load plan required
 45.30 by section 303(d) of the federal Clean Water Act, United States Code, title 33, section
 45.31 1313(d);

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

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

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

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

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

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

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

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

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

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

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

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

47.1 Sec. 12. Minnesota Statutes 2014, section 446A.081, subdivision 9, is amended to read:

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

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

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

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

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

47.15 (5) to earn interest on fund accounts;

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

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

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

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

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

47.31 ~~(b) Principal forgiveness or grants under paragraph (a), clause (8), must only be~~
47.32 ~~provided if the average annual residential drinking water system cost after completion of~~
47.33 ~~the project would otherwise exceed 1.2 percent of the median household income in the~~
47.34 ~~project service area. In determining whether the average annual residential drinking~~
47.35 ~~water system cost would exceed 1.2 percent, the authority must consider the total costs~~
47.36 ~~associated with building, operating, and maintaining the drinking water system, including~~

48.1 ~~debt service and operation and maintenance costs. Debt service costs for the proposed~~
 48.2 ~~project must be calculated based on the maximum loan term permitted for the drinking~~
 48.3 ~~water revolving fund loan under this section. The amount of the principal forgiveness or~~
 48.4 ~~grant must be equal to 80 percent of the amount needed to reduce the average annual~~
 48.5 ~~residential drinking water system cost to 1.2 percent of median household income in the~~
 48.6 ~~project service area, to a maximum of \$4,000,000 or \$15,000 per connection, whichever is~~
 48.7 ~~less, and not to exceed 80 percent of the total project cost.~~

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

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

48.19 Sec. 13. Minnesota Statutes 2014, section 446A.12, subdivision 1, is amended to read:

48.20 Subdivision 1. **Bonding authority.** The authority may issue negotiable bonds in a
 48.21 principal amount that the authority determines necessary to provide sufficient funds for
 48.22 achieving its purposes, including the making of loans and purchase of securities, the
 48.23 payment of interest on bonds of the authority, the establishment of reserves to secure its
 48.24 bonds, the payment of fees to a third party providing credit enhancement, and the payment
 48.25 of all other expenditures of the authority incident to and necessary or convenient to carry
 48.26 out its corporate purposes and powers, but not including the making of grants. Bonds of
 48.27 the authority may be issued as bonds or notes or in any other form authorized by law.
 48.28 The principal amount of bonds issued and outstanding under this section at any time
 48.29 may not exceed ~~\$1,500,000,000~~ \$2,000,000,000, excluding bonds for which refunding
 48.30 bonds or crossover refunding bonds have been issued, and excluding any bonds issued
 48.31 for the credit enhanced bond program or refunding or crossover refunding bonds issued
 48.32 under the program. The principal amount of bonds issued and outstanding under section
 48.33 446A.087, may not exceed \$500,000,000, excluding bonds for which refunding bonds or
 48.34 crossover refunding bonds have been issued.

49.1 Sec. 14. Laws 2002, chapter 393, section 22, subdivision 6, as amended by Laws 2005,
 49.2 chapter 20, article 1, section 43, and Laws 2013, chapter 136, section 10, is amended to
 49.3 read:

49.4 **Subd. 6. Fergus Falls Regional Treatment**
 49.5 **Center** 3,000,000

49.6 To design, renovate, construct, furnish,
 49.7 and equip ancillary support and program
 49.8 facilities, including improvements to basic
 49.9 infrastructure, such as sanitary and storm
 49.10 sewer and water lines, public streets,
 49.11 curb, gutter, street lights, or sidewalks, to
 49.12 make improvements for building envelope
 49.13 and structural integrity for the purposes
 49.14 of stabilizing the buildings for sale, for
 49.15 hazardous materials abatement, and for
 49.16 demolition of all or portions of surplus,
 49.17 nonfunctional, or deteriorated facilities
 49.18 and infrastructure or to renovate surplus,
 49.19 nonfunctional, or deteriorated facilities and
 49.20 infrastructure to facilitate the redevelopment
 49.21 of the Fergus Falls Regional Treatment
 49.22 Center campus. If the property is sold or
 49.23 transferred to a local unit of government, the
 49.24 unspent portion of this appropriation may be
 49.25 granted to the local unit of government that
 49.26 acquires the campus for the purposes stated
 49.27 in this subdivision.

49.28 Notwithstanding Minnesota Statutes, section
 49.29 16A.642, the bond sale authorization and
 49.30 appropriation of bond proceeds in this
 49.31 subdivision are available until December 31,
 49.32 ~~2016~~ 2018.

49.33 Sec. 15. Laws 2010, chapter 189, section 7, subdivision 5, is amended to read:

49.34 **Subd. 5. Dam Renovation and Removal** 4,750,000

- 50.1 To renovate or remove publicly owned dams.
- 50.2 The commissioner shall determine project
- 50.3 priorities as appropriate under Minnesota
- 50.4 Statutes, sections 103G.511 and 103G.515.
- 50.5 This appropriation includes money for the
- 50.6 following projects:
- 50.7 (a) Byllesby Dam, Dakota and Goodhue
- 50.8 Counties
- 50.9 (b) Champlin Mill Pond Dam, Hennepin
- 50.10 County
- 50.11 (c) Clayton Lake Dam, Pine County
- 50.12 (d) Drayton Dam, Kittson County
- 50.13 (e) Hallock Dam, Kittson County
- 50.14 (f) Lake Bronson Dam, Kittson County
- 50.15 (g) Lanesboro Dam, Fillmore County
- 50.16 (h) Milaca Dam, Mille Lacs County
- 50.17 (i) Montevideo Dam, Chippewa County
- 50.18 (j) Pike River Dam, St. Louis County
- 50.19 Notwithstanding Minnesota Statutes, section
- 50.20 16A.69, subdivision 2, upon the award of
- 50.21 final contracts for the completion of a project
- 50.22 listed in this subdivision, the commissioner
- 50.23 may transfer the unencumbered balance in the
- 50.24 project account to any other dam renovation
- 50.25 or removal project on the commissioner's
- 50.26 priority list. Notwithstanding the match
- 50.27 requirements in Minnesota Statutes, section
- 50.28 103G.511, a grant to the city of Lanesboro
- 50.29 does not require any nonstate match.

50.30 Sec. 16. Laws 2012, chapter 293, section 7, subdivision 3, is amended to read:

51.1 Subd. 3. **Dam Repair, Reconstruction, and**
 51.2 **Removal** 3,000,000

51.3 To renovate or remove publicly owned dams.

51.4 The commissioner shall determine project

51.5 priorities as appropriate under Minnesota

51.6 Statutes, sections 103G.511 and 103G.515.

51.7 Notwithstanding the match requirements

51.8 in Minnesota Statutes, section 103G.511,

51.9 a grant to the city of Lanesboro does not

51.10 require any nonstate match.

51.11 Sec. 17. Laws 2012, chapter 293, section 17, subdivision 4, is amended to read:

51.12 Subd. 4. **Phillips Community Center** 1,750,000

51.13 For a grant to the Minneapolis Park and

51.14 Recreation Board to predesign, design,

51.15 engineer, reconstruct, renovate, furnish,

51.16 and equip the Phillips Community Center

51.17 indoor competitive swimming pool and to

51.18 predesign, design, engineer, and construct

51.19 an additional indoor multipurpose family

51.20 pool and facilities associated with an aquatic

51.21 center in the community center, subject to

51.22 Minnesota Statutes, section 16A.695.

51.23 This appropriation is not available until

51.24 the commissioner determines that at least

51.25 \$350,000 is committed from nonstate

51.26 sources. Notwithstanding Minnesota

51.27 Statutes, section 16A.642, the bond

51.28 authorization and appropriation of bond

51.29 proceeds for this project are available until

51.30 December 31, 2018.

51.31 Sec. 18. Laws 2014, chapter 294, article 1, section 7, subdivision 15, is amended to read:

51.32 Subd. 15. **Grant County Trail Grant** 100,000

52.1 For a grant to Grant County for predesign,
 52.2 acquisition, ~~and~~ or improvements for a trail
 52.3 from the city of Elbow Lake to Pomme de
 52.4 Terre Lake. The commissioner of natural
 52.5 resources may allocate any amount not
 52.6 needed to complete this project to state
 52.7 trail acquisition and improvements under
 52.8 Minnesota Statutes, section 85.015.

52.9 Sec. 19. Laws 2014, chapter 294, article 1, section 17, subdivision 6, is amended to read:

52.10 Subd. 6. **Inver Grove Heights - Heritage**
 52.11 **Village Park** 2,000,000

52.12 \$1,500,000 of this appropriation is for a
 52.13 grant to the city of Inver Grove Heights
 52.14 and \$500,000 of this appropriation is for a
 52.15 grant to Dakota County. This appropriation
 52.16 is for public infrastructure improvements
 52.17 and land acquisition in and adjacent to the
 52.18 Heritage Village Park, the Mississippi River
 52.19 Trail, and the Rock Island Swing Bridge.
 52.20 These improvements will include but are
 52.21 not limited to motor vehicle access, utility
 52.22 service, stormwater treatment, and trail and
 52.23 sidewalk connections. This appropriation
 52.24 is not available until the commissioner of
 52.25 management and budget has determined that
 52.26 at least an equal amount has been committed
 52.27 to the project from nonstate sources.

52.28 Sec. 20. Laws 2014, chapter 294, article 1, section 17, subdivision 12, is amended to
 52.29 read:

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

52.32 For a grant to the city of West St. Paul to
 52.33 predesign, design, and construct a pedestrian
 52.34 ~~bridge for the North Urban Regional Trail~~

53.1 ~~as an overpass~~ grade separated crossing of
 53.2 Robert Street in the area near Wentworth
 53.3 Avenue in West St. Paul for the River to River
 53.4 Regional Greenway. This appropriation may
 53.5 also be used to acquire property or purchase
 53.6 rights-of-way needed for ~~bridge~~ construction.
 53.7 A nonstate match is not required.

53.8 Sec. 21. Laws 2015, First Special Session chapter 5, article 1, section 10, subdivision
 53.9 3, is amended to read:

53.10 Subd. 3. **Local Road Improvement Fund**
 53.11 **Grants** 8,910,000

53.12 (a) From the bond proceeds account in
 53.13 the state transportation fund as provided
 53.14 in Minnesota Statutes, section 174.50, for
 53.15 construction and reconstruction of local
 53.16 roads with statewide or regional significance
 53.17 under Minnesota Statutes, section 174.52,
 53.18 subdivision 4, or for grants to counties to
 53.19 assist in paying the costs of rural road safety
 53.20 capital improvement projects on county
 53.21 state-aid highways under Minnesota Statutes,
 53.22 section 174.52, subdivision 4a.

53.23 (b) This appropriation includes \$850,000 for
 53.24 a grant to the city of Sandstone for predesign,
 53.25 design, engineering, and construction of a
 53.26 road extending south off of marked Trunk
 53.27 Highway 23 across from Lundorff Drive
 53.28 to the airport area, and including a bridge
 53.29 over Skunk Creek in Sandstone, in order to
 53.30 facilitate repurposing of an area of the airport
 53.31 into a business park. This appropriation
 53.32 is not available until the commissioner of
 53.33 management and budget determines that
 53.34 sufficient resources to complete the project
 53.35 are committed to it from other sources,

54.1 including any funds made available from the
54.2 commissioner of transportation.

54.3 (c) This appropriation includes \$3,770,000
54.4 for a grant to Kandiyohi County for
54.5 construction and reconstruction of local
54.6 roads to facilitate the construction of
54.7 highway-rail grade separations at ~~U.S.~~
54.8 ~~Highway 12 and Minnesota Highway 40~~
54.9 ~~as part of one or more of the following~~
54.10 highway-rail intersections associated with
54.11 the Willmar Wye project: U.S. Highway 12,
54.12 marked Trunk Highway 40, and Kandiyohi
54.13 County State-Aid Highway 55.

54.14 Sec. 22. **REPORT ON FUTURE OF GLENSHEEN.**

54.15 The Board of Regents of the University of Minnesota must develop a plan for the
54.16 future of Glensheen, the historic Congdon estate in Duluth, in cooperation and consultation
54.17 with the city of Duluth, the Minnesota Historical Society, and other interested parties. The
54.18 plan must address facility ownership, a multiphased asset renewal plan, programmatic
54.19 operations, and cultural interpretation. The plan must be submitted by January 16, 2017,
54.20 to the chairs and ranking minority members of the legislative committees with jurisdiction
54.21 over higher education policy and finance, and capital investment, and as provided in
54.22 Minnesota Statutes, section 3.195.

54.23 Sec. 23. **REPEALER.**

54.24 Minnesota Statutes 2014, section 123A.446, is repealed.

54.25 Sec. 24. **EFFECTIVE DATE.**

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

54.28 Delete the title and insert:

54.29 "A bill for an act
54.30 relating to capital investment; authorizing spending to acquire and better public
54.31 land and buildings and other improvements of a capital nature with certain
54.32 conditions; modifying previous appropriations; establishing new programs
54.33 and modifying existing programs; authorizing the sale and issuance of state
54.34 bonds; appropriating money; amending Minnesota Statutes 2014, sections 85.34,
54.35 subdivision 1; 116J.431, subdivisions 1, 2, 4, 6; 174.50, subdivision 7; 446A.072;
54.36 446A.073, as amended; 446A.081, subdivision 9; 446A.12, subdivision 1;

55.1 Minnesota Statutes 2015 Supplement, sections 16A.967, subdivisions 2, 7;
55.2 85.015, subdivision 6; Laws 2002, chapter 393, section 22, subdivision 6, as
55.3 amended; Laws 2010, chapter 189, section 7, subdivision 5; Laws 2012, chapter
55.4 293, sections 7, subdivision 3; 17, subdivision 4; Laws 2014, chapter 294, article
55.5 1, sections 7, subdivision 15; 17, subdivisions 6, 12; Laws 2015, First Special
55.6 Session chapter 5, article 1, sections 10, subdivision 3; 19; repealing Minnesota
55.7 Statutes 2014, section 123A.446."