

HOUSE RESEARCH

Bill Summary

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Overview

This is the governor's bonding bill. For information on the appropriations, sections 1 to 19 of the bill, see the spreadsheet by Koryn Zewers, House Fiscal Analyst, at <http://www.house.leg.state.mn.us/fiscal/files/bond11.pdf>

- 20** **Bond sale schedule.** Directs the commissioner of management and budget to schedule the sale of general obligation bonds to that during the biennium, no more than \$1,149,506,000 will needed from the general fund to pay debt service on all outstanding state GO debt.
- 21** **Bond sale authorization.** Authorizes the sale of the bonds to provide the money appropriated in the bill.
- 22** **Bond sale authorization reductions.** Reduces the bond sale authorizations in the 2008 bonding law to reflect the reduction in the appropriation for the Minneapolis Veterans Home Campus Building 17 HVAC replacement (see section 24) and in the 2010 bonding law to reflect vetoed appropriations.
- 23** **Nonprofit housing bonds; foreclosed affordable housing.** Allows the Minnesota Housing Finance Agency (MHFA) to issue up to \$10 million in nonprofit housing bonds to finance the costs of (a) acquiring, preserving, and rehabilitating foreclosed property to be used for rental housing for low- and moderate-income households, and (b) community land trusts acquiring the land portion of foreclosed property for lease to low- and moderate-income homebuyers.
- Provides a standing general fund appropriation of up to \$800,000 each year, to 2034, to pay debt service on the bonds issued by the agency.
- Under current law, the MHFA issued nonprofit housing bonds for which there is a standing general fund appropriation of up to \$2,400,000 per year, to 2031, to pay debt service.
- 24, 27** **Minneapolis Veterans Home.** Reduces by \$2.2 million the 2008 appropriation for the building 17 HVAC project and in section 27 adds that same amount to the 2010 buildings 16 and 17 projects.
- 25, 26** **Minnesota State Academies.** Reduces the 2010 Alpha building demolition appropriation and increases the storage building construction appropriation by the same amount.