

Subject Nonstate funding and capital project submission requirements modified

Authors Lee

Analyst Chelsea Griffin

Date April 19, 2022

Overview

This bill amends the statute requiring full funding of capital projects to reflect the legislative intent that the state share of a capital project's funding not exceed half of the total cost of a project. The local match requirement in current law is repealed.

The capital budget request criteria is also amended to require a stated percentage of state funding requested for a political subdivision's capital project.

Summary

Section	Description
---------	-------------

1	Nonstate commitments to capital projects.
----------	--

Adds a paragraph to the statute requiring full funding of capital projects before an appropriation or grant is made available. The new language states that the state share of a capital project requested by a political subdivision is intended to fund no more than half of the cost of the project.

Effective the day following final enactment.

2	Information provided.
----------	------------------------------

Amends capital budget request criteria to include the percentage of funding necessary from the state to complete a capital project or project phase for which a political subdivision has secured nonstate funds.

Effective the day following final enactment.

3	Repealer.
----------	------------------

Repeals the subdivision in current law requiring that the state share of a political subdivision's capital project be no more than half the cost of the project unless (1) the project is necessary due to a disaster or very low average net tax capacity, or (2)

Section **Description**

the governor or legislature recommends or funds the project notwithstanding this requirement.

Effective the day following final enactment.



**MN HOUSE
RESEARCH**

Minnesota House Research Department provides nonpartisan legislative, legal, and information services to the Minnesota House of Representatives. This document can be made available in alternative formats.

www.house.mn/hrd | 651-296-6753 | 155 State Office Building | St. Paul, MN 55155