

A bill for an act
relating to transportation; appropriating money for local road improvement
program; authorizing sale and issuance of state bonds.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. **LOCAL ROAD IMPROVEMENT PROGRAM.**

Subdivision 1. **Appropriation.** \$100,000,000 is appropriated from the bond
proceeds account in the state transportation fund as provided in Minnesota Statutes,
section 174.50, to the commissioner of transportation, for the local road improvement
program under Minnesota Statutes, section 174.52. Of this appropriation:

(1) \$65,000,000 is for grants to counties to assist in paying the costs of rural road
safety capital improvement projects on county state-aid highways under Minnesota
Statutes, section 174.52, subdivision 4a; and

(2) \$35,000,000 is for grants for construction and reconstruction of local roads with
statewide or regional significance under Minnesota Statutes, section 174.52, subdivision 4.

Subd. 2. **Bond sale.** To provide the money appropriated in subdivision 1 from the
bond proceeds account in the state transportation fund, the commissioner of management
and budget shall sell and issue bonds of the state in an amount up to \$100,000,000 in the
manner, upon the terms, and with the effect prescribed by Minnesota Statutes, sections
16A.631 to 16A.675, and by the Minnesota Constitution, article XI, sections 4 to 7. The
proceeds of the bonds, except accrued interest and any premium received on the sale of
the bonds, must be credited to the bond proceeds account in the state transportation fund.

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