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State of Minnesota

HOUSE OF REPRESENTATIVES

A bill for an act

NINETY-FIRST SESSION

н. г. No. 2704

03/25/2019 Authored by Murphy; Winkler; Carlson, L., and Lee
The bill was read for the first time and referred to the Committee on Ways and Means

relating to capital investment; authorizing spending to acquire and better public 1.2 land and buildings and other improvements of a capital nature with certain 1.3 conditions; modifying previous appropriations; establishing new programs and 1.4 modifying existing programs; authorizing the sale and issuance of state bonds; 1.5 appropriating money; amending Minnesota Statutes 2018, sections 16A.641, by 1.6 adding a subdivision; 363A.36, subdivisions 1, 4; 363A.44, subdivision 1; 462A.37, 1.7 subdivision 5, by adding a subdivision; Laws 2017, First Special Session chapter 1.8 8, article 1, section 18, subdivision 3; Laws 2018, chapter 214, article 1, sections 19 7, subdivision 1; 21, subdivision 1; proposing coding for new law in Minnesota 1.10 Statutes, chapter 174. 1 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: 1.12 **ARTICLE 1** 1.13 1.14 **APPROPRIATIONS** Section 1. CAPITAL IMPROVEMENT APPROPRIATIONS. 1.15 The sums shown in the column under "Appropriations" are appropriated from the bond 1.16 proceeds fund, or another named fund, to the state agencies or officials indicated, to be 1.17 spent for public purposes. Appropriations of bond proceeds must be spent as authorized by 1.18 the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire and better public 1.19 land and buildings and other public improvements of a capital nature, or as authorized by 1.20 the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j), or article XIV. Unless 1.21

otherwise specified, money appropriated in this act:

management and budget;

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(1) may be used to pay state agency staff costs that are attributed directly to the capital

program or project in accordance with accounting policies adopted by the commissioner of

(2) is available until the project is completed or abandoned	subject to Minr	nesota Statutes,
section 16A.642;		
(3) for activities under Minnesota Statutes, sections 16B.3	307, 84.946, ar	nd 135A.046,
should not be used for projects that can be financed within a	reasonable tim	e frame under
Minnesota Statutes, section 16B.322 or 16C.144; and		
(4) is available for a grant to a political subdivision after the	commissioner	of management
and budget determines that an amount sufficient to complete t	the project as de	escribed in this
act has been committed to the project, as required by Minneso	ota Statutes, se	ction 16A.502.
	APPF	ROPRIATIONS
Sec. 2. UNIVERSITY OF MINNESOTA		
Subdivision 1. Total Appropriation	<u>\$</u>	150,000,000
To the Board of Regents of the University of		
Minnesota for the purposes specified in this		
section.		
Subd. 2. Higher Education Asset Preservation and Replacement (HEAPR)		117,700,000
To be spent in accordance with Minnesota		
Statutes, section 135A.046.		
Subd. 3. Institute of Child Development Building		28,000,000
To predesign, design, renovate, expand,		
furnish, and equip the Institute of Child		
Development building on the Twin Cities		
campus. This project includes the demolition		
and replacement of the 1968 building addition.		
Subd. 4. AB Anderson Hall Renovation		4,300,000
To predesign, design, renovate, furnish, and		
equip campus teaching and learning spaces in		
AB Anderson Hall on the Duluth campus.		
Subd. 5. University Share		
Except for the appropriations for HEAPR, the		
appropriations in this section are intended to		
cover approximately two-thirds of the cost of		

3.1	each project. The remaining costs must be paid		
3.2	from university sources.		
3.3	Subd. 6. Unspent Appropriations		
3.4	Upon substantial completion of a project		
3.5	authorized in this section and after written		
3.6	notice to the commissioner of management		
3.7	and budget, the Board of Regents must use		
3.8	any money remaining in the appropriation for		
3.9	that project for HEAPR under Minnesota		
3.10	Statutes, section 135A.046. The Board of		
3.11	Regents must report by February 1 of each		
3.12	even-numbered year to the chairs of the house		
3.13	of representatives and senate committees with		
3.14	jurisdiction over capital investment and higher		
3.15	education finance, and to the chairs of the		
3.16	house of representatives Ways and Means		
3.17	Committee and the senate Finance Committee,		
3.18	on how the remaining money has been		
3.19	allocated or spent.		
3.20 3.21	Sec. 3. MINNESOTA STATE COLLEGES AND UNIVERSITIES	<u>\$</u>	150,000,000
3.22	To the Board of Trustees of the Minnesota		
3.23	State Colleges and Universities to be spent in		
3.24	accordance with Minnesota Statutes, section		
3.25	<u>135A.046.</u>		
3.26	Sec. 4. <u>EDUCATION</u>	<u>\$</u>	1,500,000
3.27	To the commissioner of education for library		
3.28	construction grants under Minnesota Statutes,		
3.29	section 134.45.		
3.30	Sec. 5. MINNESOTA STATE ACADEMIES		
3.31	Subdivision 1. Total Appropriation	<u>\$</u>	13,200,000
3.32	To the commissioner of administration for the		
3.33	purposes specified in this section.		

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5.1 5.2	Sec. 6. PERPICH CENTER FOR ARTS EDUCATION	<u>\$</u>	5,000,000
5.3	To the commissioner of administration for		
5.4	capital asset preservation improvements and		
5.5	betterments at the Perpich Center for Arts		
5.6	Education, to be spent in accordance with		
5.7	Minnesota Statutes, section 16B.307.		
5.8	Sec. 7. NATURAL RESOURCES		
5.9	Subdivision 1. Total Appropriation	<u>\$</u>	131,000,000
5.10	(a) To the commissioner of natural resources		
5.11	for the purposes specified in this section.		
5.12	(b) The appropriations in this section are		
5.13	subject to the requirements of the natural		
5.14	resources capital improvement program under		
5.15	Minnesota Statutes, section 86A.12, unless		
5.16	this section or the statutes referred to in this		
5.17	section provide more specific standards,		
5.18	criteria, or priorities for projects than		
5.19	Minnesota Statutes, section 86A.12.		
5.20	Subd. 2. Natural Resources Asset Preservation		71,500,000
5.21	(a) For the renovation of state-owned facilities		
5.22	and recreational assets operated by the		
5.23	commissioner of natural resources to be spent		
5.24	in accordance with Minnesota Statutes, section		
5.25	84.946. Notwithstanding Minnesota Statutes,		
5.26	section 84.946, the commissioner may use this		
5.27	appropriation to replace buildings if,		
5.28	considering the embedded energy in the		
5.29	building, that is the most energy-efficient and		
5.30	carbon-reducing method of renovation.		
5.31	(b) Notwithstanding Minnesota Statutes,		
5.32	section 16C.33, the Soudan mine shaft		
5.33	rehabilitation project shall be permitted to use		
5.34	design-build and is exempt from utilizing the		

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6.1	required designer selection board proces	s in	
6.2	Minnesota Statutes, section 16C.33,		
6.3	subdivision 5, and from any requirement	for	
6.4	a minimum number of proposals.		
6.5	Subd. 3. Dam Renovation, Repair, Ren	noval	2,000,000
6.6	For design, engineering, and construction	n to	
6.7	repair, reconstruct, or remove dams and		
6.8	respond to dam safety emergencies. The		
6.9	commissioner shall determine project prio	rities	
6.10	as appropriate under Minnesota Statutes	<u>.</u>	
6.11	sections 103G.511 and 103G.515.		
6.12	Subd. 4. Betterment of Buildings		14,000,000
6.13	For acquisition, predesign, design, and		
6.14	construction to replace existing facilities	that	
6.15	no longer meet the business needs of the		
6.16	department; for the design and construct	ion	
6.17	of a drill core facility in Hibbing; and fo	r the	
6.18	design and construction of storage facilit		
6.19	Subd. 5. State Park and Recreation Ar	'A9	
6.20	Accessibility	<u> </u>	19,500,000
6.21	For the predesign, design, and construction	on of	
6.22	improvements to bring the facilities and		
6.23	related infrastructure within state parks a	and	
6.24	recreation areas up to the Americans wit	h	
6.25	Disabilities Act standards.	_	
6.26	Subd. 6. Local Parks and Trails		2,000,000
6.27	For matching grants under Minnesota Stat	utes,	
6.28	section 85.019.		
6.29 6.30	Subd. 7. Acquisition and Betterment of Lands	f Public	20,000,000
6.31	For the betterment of public lands. The		
6.32	commissioner shall determine project prior	rities	
6.33	as appropriate under Minnesota Statutes	<u>.</u>	

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7.1	section 86A.12. This appropriation may be	
7.2	used for the following purposes:	
7.3	(1) reforestation to meet the requirements of	
7.4	Minnesota Statutes, section 89.002,	
7.5	subdivision 2;	
7.6	(2) for land acquisition, design, and	
7.7	construction to complete existing trail	
7.8	segments;	
7.9	(3) for prairie restoration;	
7.10	(4) for projects, such as parking lots, to	
7.11	provide and improve access to units of the	
7.12	Outdoor Recreation Act under Minnesota	
7.13	Statutes, chapter 86A;	
7.14	(5) for rehabilitation or replacement of	
7.15	groundwater monitoring wells;	
7.16	(6) for acquisition of in-holdings within units	
7.17	of the Outdoor Recreation Act under	
7.18	Minnesota Statutes, chapter 86A; and	
7.19	(7) for acquisition of parcels to provide or	
7.20	improve access to units of the Outdoor	
7.21	Recreation Act under Minnesota Statutes,	
7.22	chapter 86A.	
7.23	Subd. 8. Fire Operation Airport Infrastructure	2,000,000
7.24	For a grant to the Chisholm/Hibbing Airport	
7.25	Authority to reconstruct the ramps and staging	
7.26	areas that support the department's firefighting	
7.27	response operations at the Range Regional	
7.28	Airport. Any unspent portion of this	
7.29	appropriation remaining after the completion	
7.30	of the project, upon written notice to the	
7.31	commissioner of management and budget, is	
7.32	available for a grant to the Brainerd Lakes	
7.33	Regional Airport Commission, the Bemidji	

and equip a new resource recovery campus

10.1	Engineers under section 404 of the Clean		
10.2	Water Act. The purchase price paid for		
10.3	acquisition of land or perpetual easement must		
10.4	be a fair market value as determined by the		
10.5	board. The board may enter into agreements		
10.6	with the federal government, other state		
10.7	agencies, political subdivisions, nonprofit		
10.8	organizations, fee title owners, or other		
10.9	qualified private entities to acquire wetland		
10.10	replacement credits in accordance with		
10.11	Minnesota Rules, chapter 8420.		
10.12	Sec. 10. AGRICULTURE	<u>\$</u>	20,621,000
10.13	To the commissioner of administration to		
10.14	construct, renovate, and equip the Department		
10.15	of Agriculture/Department of Health		
10.16	Laboratory Building in St. Paul, including but		
10.17	not limited to creating a dedicated biosafety		
10.18	level 3 laboratory space, to meet safety,		
10.19	energy, and operational efficiency needs.		
10.20	\$720,000 of this appropriation is from the		
10.21	general fund in fiscal year 2020 for relocation		
10.22	expenses associated with this project.		
10.23	Sec. 11. RURAL FINANCE AUTHORITY	<u>\$</u>	40,000,000
10.24	For the purposes set forth in the Minnesota		
10.25	Constitution, article XI, section 5, paragraph		
10.26	(h), to the Rural Finance Authority to purchase		
10.27	participation interests in or to make direct		
10.28	agricultural loans to farmers under Minnesota		
10.29	Statutes, chapter 41B. This appropriation is		
10.30	for the beginning farmer program under		
10.31	Minnesota Statutes, section 41B.039; the loan		
10.32	restructuring program under Minnesota		
10.33	Statutes, section 41B.04; the seller-sponsored		
10.34	program under Minnesota Statutes, section		
10.35	41B.042; the agricultural improvement loan		

11.1	program under Minnesota Statutes, section		
11.2	41B.043; and the livestock expansion loan		
11.3	program under Minnesota Statutes, section		
11.4	41B.045. All debt service on bond proceeds		
11.5	used to finance this appropriation must be		
11.6	repaid by the Rural Finance Authority under		
11.7	Minnesota Statutes, section 16A.643. Loan		
11.8	participations must be priced to provide full		
11.9	interest and principal coverage and a reserve		
11.10	for potential losses. Priority for loans must be		
11.11	given first to basic beginning farmer loans,		
11.12	second to seller-sponsored loans, and third to		
11.13	agricultural improvement loans.		
11.14 11.15	Sec. 12. MINNESOTA ZOOLOGICAL GARDEN		
11.16	Subdivision 1. Total Appropriation	<u>\$</u>	25,000,000
11.17	To the Minnesota Zoological Garden Board		
11.18	for the purposes specified in this section.		
11.18 11.19	for the purposes specified in this section. Subd. 2. Asset Preservation		4,000,000
			4,000,000
11.19	Subd. 2. Asset Preservation		4,000,000
11.19 11.20	Subd. 2. Asset Preservation For capital asset preservation improvements		4,000,000
11.19 11.20 11.21	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits		4,000,000
11.19 11.20 11.21 11.22	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in		4,000,000
11.19 11.20 11.21 11.22 11.23	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24 11.25	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24 11.25 11.26	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section 16B.307, the board may use this appropriation		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24 11.25 11.26 11.27	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section 16B.307, the board may use this appropriation to replace buildings that are in poor condition,		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24 11.25 11.26 11.27 11.28	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section 16B.307, the board may use this appropriation to replace buildings that are in poor condition, outdated, and no longer support the work of		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24 11.25 11.26 11.27 11.28 11.29	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section 16B.307, the board may use this appropriation to replace buildings that are in poor condition, outdated, and no longer support the work of the Minnesota Zoo and to construct and		4,000,000
11.19 11.20 11.21 11.22 11.23 11.24 11.25 11.26 11.27 11.28 11.29 11.30	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section 16B.307, the board may use this appropriation to replace buildings that are in poor condition, outdated, and no longer support the work of the Minnesota Zoo and to construct and renovate trails and roads on the Minnesota		<u>4,000,000</u> <u>21,000,000</u>
11.19 11.20 11.21 11.22 11.23 11.24 11.25 11.26 11.27 11.28 11.29 11.30 11.31	Subd. 2. Asset Preservation For capital asset preservation improvements and betterments to infrastructure and exhibits at the Minnesota Zoo, to be spent in accordance with Minnesota Statutes, section 16B.307. Notwithstanding the specified uses of money under Minnesota Statutes, section 16B.307, the board may use this appropriation to replace buildings that are in poor condition, outdated, and no longer support the work of the Minnesota Zoo and to construct and renovate trails and roads on the Minnesota Zoo site.		

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12.1	closed monorail and portion of the Trop	oics		
12.2	Trail; paths, roadways, and guest ameni	ties;		
12.3	and the animal hospital.			
12.4	Sec. 13. ADMINISTRATION			
12.5	Subdivision 1. Total Appropriation		<u>\$</u>	12,700,000
12.6	To the commissioner of administration for	or the		
12.7	purposes specified in this section.			
12.8 12.9	Subd. 2. Capital Asset Preservation and Replacement Account	<u>nd</u>		10,000,000
12.10	To be spent in accordance with Minneso	<u>ota</u>		
12.11	Statutes, section 16A.632.			
12.12	Subd. 3. Ford Building Redevelopmen	<u>nt</u>		1,500,000
12.13	To design and complete abatement of			
12.14	hazardous materials and demolition of t	<u>he</u>		
12.15	Ford Building and associated infrastruc	ture		
12.16	located on the Capitol complex as the fi	rst		
12.17	phase of overall site redevelopment. Th	<u>is</u>		
12.18	appropriation may also be used to desig	<u>n,</u>		
12.19	construct, and equip modifications nece	essary		
12.20	to provide tunnel access to and irrigation	n and		
12.21	landscaping for the site.			
12.22	Subd. 4. Real Estate Strategic Plan			1,200,000
12.23	From the general fund in fiscal year 202	20 for		
12.24	a long-range strategic plan, in accordance	e with		
12.25	Minnesota Statutes, section 16B.24,			
12.26	subdivision 1.			
12.27	Sec. 14. AMATEUR SPORTS COMM	<u>MISSION</u>		
12.28	Subdivision 1. Total Appropriation		<u>\$</u>	3,000,000
12.29	To the Minnesota Amateur Sports			
12.30	Commission for the purposes specified i	<u>n this</u>		
12.31	section.			
12.32	Subd. 2. National Sports Center			2,500,000

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13.1	For demolition of a maintenance facility	y, and		
13.2	to design, construct, and equip a new			
13.3	maintenance facility at the National Spo	<u>orts</u>		
13.4	Center in Blaine.			
13.5	Subd. 3. Asset Preservation			500,000
13.6	For asset preservation improvements an	<u>ıd</u>		
13.7	betterments of a capital nature at the Nat	tional		
13.8	Sports Center in Blaine, to be spent in			
13.9	accordance with Minnesota Statutes, see	ction		
13.10	<u>16B.307.</u>			
13.11	Sec. 15. MILITARY AFFAIRS			
13.12	Subdivision 1. Total Appropriation		<u>\$</u>	12,702,000
13.13	To the adjutant general for the purposes			
13.14	specified in this section.			
13.15	Subd. 2. Rosemount Readiness Center	<u>r</u>		10,507,000
13.16	To design and renovate existing space a	t the		
13.17	Rosemount Readiness Center, including	7 2		
13.18	mechanical, electrical, building envelop	oe,		
13.19	energy efficiency, and life safety			
13.20	improvements.			
13.21	Subd. 3. Fergus Falls Readiness Center	<u>er</u>		2,195,000
13.22	To design and renovate existing space a	t the		
13.23	Fergus Falls Readiness Center, includin	<u>g</u>		
13.24	mechanical, electrical, building envelop	<u>oe,</u>		
13.25	energy efficiency, and life safety			
13.26	improvements.			
13.27	Sec. 16. TRANSPORTATION			
13.28	Subdivision 1. Total Appropriation		<u>\$</u>	350,000,000
13.29	To the commissioner of transportation for	or the		
13.30	purposes specified in this section.			
13.31 13.32	Subd. 2. Local Bridge Replacement an Rehabilitation	<u>nd</u>		100,000,000

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14.1	From the bond proceeds account in the s	tate		
14.2	transportation fund to match federal mor	ney		
14.3	and to replace or rehabilitate local defici	ent		
14.4	bridges as provided in Minnesota Statute	es,		
14.5	section 174.50.			
14.6	Subd. 3. Local Road Improvement Fun	d Grants		100,000,000
14.7	From the bond proceeds account in the s	<u>tate</u>		
14.8	transportation fund as provided in Minne	<u>esota</u>		
14.9	Statutes, section 174.50, for trunk highw	ay		
14.10	corridor projects under Minnesota Statut	es,		
14.11	section 174.52, subdivision 2, for construc	etion_		
14.12	and reconstruction of local roads with			
14.13	statewide or regional significance under			
14.14	Minnesota Statutes, section 174.52,			
14.15	subdivision 4, or for grants to counties to a	<u>assist</u>		
14.16	in paying the costs of rural road safety ca	pital_		
14.17	improvement projects on county state-ai	<u>d</u>		
14.18	highways under Minnesota Statutes, sect	ion		
14.19	174.52, subdivision 4a.			
14.20	Subd. 4. Safe Routes to School			10,000,000
14.21	For grants under Minnesota Statutes, sec	tion		
14.22	<u>174.40.</u>			
14.23	Subd. 5. Rail Service Improvement			5,000,000
14.24	For rail service improvement grants under	<u>er</u>		
14.25	Minnesota Statutes, section 222.50.			
14.26	Subd. 6. Port Development Assistance			14,000,000
14.27	For grants under Minnesota Statutes, cha	<u>ipter</u>		
14.28	457A. Any improvements made with the	<u>}</u>		
14.29	proceeds of these grants must be publicly	<u>Y</u>		
14.30	owned.			
14.31	Subd. 7. Railroad Warning Devices			12,000,000

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crossing separations in the vicinity of Trunk

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17.1	construction, pursuant to guidelines		
17.2	established by the council.		
17.3	Subd. 3. Busway and Express Bus Development		20,000,000
17.4	For regional express bus and busway corridors		
17.5	including land and property acquisition,		
17.6	predesign, design and engineering,		
17.7	environmental testing and mitigation, utility		
17.8	relocation, traffic mitigation, construction,		
17.9	demolition, and furnishing and equipping		
17.10	facilities for busway and express bus projects.		
17.11	The council must allocate the money among		
17.12	projects based on criteria in its transitway		
17.13	capital improvement plan including:		
17.14	consistency with the council's long-range		
17.15	transportation policy plan; project readiness;		
17.16	potential current and forecasted ridership;		
17.17	expansion of the busway system; availability		
17.18	of federal or other matching funds;		
17.19	coordination with other major projects; and		
17.20	additional criteria for priorities otherwise		
17.21	specified in state law or rule applicable to a		
17.22	busway transitway, including state law		
17.23	authorizing state bond fund appropriations for		
17.24	the busway transitway.		
17.25	Sec. 18. <u>HUMAN SERVICES</u>	<u>\$</u>	18,288,000
17.26	To the commissioner of administration to		
17.27	design, renovate, furnish, and equip the second		
17.28	phase of a multiphase project to develop		
17.29	additional residential, program, activity, and		
17.30	ancillary facilities for the Minnesota sex		
17.31	offender program on the lower campus of the		
17.32	St. Peter Regional Treatment Center. This		
17.33	appropriation includes money to design,		
17.34	renovate, construct, furnish, and equip the		
17.35	north wing of Green Acres; the west, south,		

18.1	and north wings of Sunrise; and the Tomlinson		
18.2	Building. This appropriation also includes		
18.3	money to: replace or renovate HVAC,		
18.4	plumbing, electrical, security, and life safety		
18.5	systems; address fire and life safety, and other		
18.6	building code deficiencies; replace windows		
18.7	and doors; tuck-point exterior building		
18.8	envelopes; reconfigure and remodel space;		
18.9	design and abate asbestos and other hazardous		
18.10	materials; remove or demolish nonfunctioning		
18.11	building components; and complete site work		
18.12	necessary to support the programmed use of		
18.13	these three buildings.		
18.14	Sec. 19. <u>VETERANS AFFAIRS</u>	<u>\$</u>	10,000,000
18.15	To the commissioner of administration for		
18.16	asset preservation improvements and		
18.17	betterments of a capital nature at the veterans		
18.18	homes in Minneapolis, Hastings, Fergus Falls,		
18.19	Silver Bay, and Luverne, and the Little Falls		
18.20	Cemetery, to be spent in accordance with		
18.21	Minnesota Statutes, section 16B.307.		
18.22	Sec. 20. CORRECTIONS		
18.23	Subdivision 1. Total Appropriation	<u>\$</u>	38,800,000
18.24	To the commissioner of administration for the		
18.25	purposes specified in this section.		
18.26	Subd. 2. Asset Preservation		20,000,000
18.27	For asset preservation improvements and		
18.28	betterments of a capital nature at Minnesota		
18.29	correctional facilities statewide, to be spent in		
18.30	accordance with Minnesota Statutes, section		
18.31	<u>16B.307.</u>		
18.32 18.33	Subd. 3. Minnesota Correctional Facility - Lino Lakes		7,500,000

19.1	To design, renovate, furnish, and equip an	
19.2	existing vacant building into an offender living	
19.3	unit at the Minnesota Correctional Facility -	
19.4	Lino Lakes. The renovation includes but is	
19.5	not limited to the removal of hazardous	
19.6	materials, upgrades to comply with current	
19.7	building codes, and construction of functional	
19.8	living and program space.	
19.9 19.10	Subd. 4. Minnesota Correctional Facility - St. Cloud	4,300,000
19.11	(a) \$2,700,000 of this appropriation is to	
19.12	design and construct a perimeter security	
19.13	system at the Minnesota Correctional Facility	
19.14	- St. Cloud. The security system includes but	
19.15	is not limited to the installation of the second	
19.16	of two 12-foot-high fences circling the interior	
19.17	of the existing granite perimeter wall. The	
19.18	appropriate lighting, cameras, and fence	
19.19	detection systems will also be installed as part	
19.20	of the project.	
19.21	(b) \$1,600,000 of this appropriation is to	
19.22	design, renovate, construct, equip, and install	
19.23	a new fire suppression system in Living Units	
19.24	A, B, and C at the Minnesota Correctional	
19.25	Facility - St. Cloud. This installation includes	
19.26	but is not limited to cells, common areas, and	
19.27	control areas and will comply with all	
19.28	applicable codes.	
19.29	Subd. 5. Minnesota Correctional Facility - Togo	2,600,000
19.30	To design, construct, and equip a new sewer	
19.31	treatment system at the Minnesota	
19.32	Correctional Facility - Togo. The system	
19.33	includes but is not limited to settling ponds,	
19.34	pumping stations, and other underground	
19.35	infrastructure improvements associated with	

the unspent amount transferred.

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22.1	Subdivision 1. Total Appropriation		<u>\$</u>	67,000,000
22.2	To the Public Facilities Authority for the	;		
22.3	purposes specified in this section.	-		
22.4 22.5	Subd. 2. State Match for Federal Grant Revolving Loan Programs	ts to State		5,000,000
22.6	To match federal capitalization grants for	r the		
22.7	clean water revolving fund under Minne	sota		
22.8	Statutes, section 446A.07, and the drink	ing		
22.9	water revolving fund under Minnesota			
22.10	Statutes, section 446A.081. This appropri	ation_		
22.11	must be used for qualified capital project	ts.		
22.12	Subd. 3. Water Infrastructure Funding	Program		40,000,000
22.13	(a) For grants to eligible municipalities u	<u>inder</u>		
22.14	the water infrastructure funding program u	<u>inder</u>		
22.15	Minnesota Statutes, section 446A.072.			
22.16	(b) \$15,000,000 is for wastewater project	<u>ets</u>		
22.17	listed on the Pollution Control Agency's			
22.18	project priority list in the fundable range u	<u>inder</u>		
22.19	the clean water revolving fund program.			
22.20	(c) \$25,000,000 is for drinking water pro	<u>jects</u>		
22.21	listed on the commissioner of health's pr	<u>oject</u>		
22.22	priority list in the fundable range under	<u>the</u>		
22.23	drinking water revolving fund program.			
22.24	(d) After all eligible projects under parag	graph		
22.25	(b) or (c) have been funded, the Public			
22.26	Facilities Authority may transfer any			
22.27	remaining, uncommitted money to eligib	<u>ole</u>		
22.28	projects under a program defined in parag	graph_		
22.29	(b) or (c) based on that program's project	<u>t</u>		
22.30	priority list.			
22.31 22.32	Subd. 4. Point Source Implementation Program	<u>Grants</u>		22,000,000
22.33	For grants to eligible municipalities unde	er the		
22.34	point source implementation grants prog	<u>gram</u>		

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23.1	under Minnesota Statutes, section 446A	.073.		
23.2	This appropriation must be used for qua	lified		
23.3	capital projects.			
23.4 23.5	Sec. 24. MINNESOTA HISTORICAL SOCIETY	<u>'</u>		
23.6	Subdivision 1. Total Appropriation		<u>\$</u>	16,750,000
23.7	To the Minnesota Historical Society for	the		
23.8	purposes specified in this section.			
23.9	Subd. 2. Historic Sites Asset Preservat	<u>ion</u>		4,000,000
23.10	For capital improvements and bettermen	ats at		
23.11	state historic sites, buildings, landscapin	g at		
23.12	historic buildings, exhibits, markers, and	1		
23.13	monuments, to be spent in accordance w	<u>rith</u>		
23.14	Minnesota Statutes, section 16B.307. Th	<u>ne</u>		
23.15	society shall determine project priorities	as		
23.16	appropriate based on need.			
23.17	Subd. 3. Historic Fort Snelling Visitor	<u>Center</u>		12,000,000
23.18	To design, renovate, construct, furnish, a	and		
23.19	equip facilities, including landscaping a	<u>nd</u>		
23.20	wayfinding, to support visitor services a	<u>nd</u>		
23.21	history programs at Historic Fort Snellin	ng.		
23.22	Subd. 4. County and Local Preservation	on Grants		750,000
23.23	For grants to county and local jurisdiction	ns as		
23.24	matching money for historic preservation	<u>n</u>		
23.25	projects of a capital nature, as provided	<u>in</u>		
23.26	Minnesota Statutes, section 138.0525.			
23.27	Sec. 25. BOND SALE EXPENSES			
23.28	Subdivision 1. Total Appropriation		<u>\$</u>	<u>1,151,000</u>
23.29	To the commissioner of management an	<u>d</u>		
23.30	budget for the purposes specified in this			
23.31	section.			
23.32	Subd. 2. Bond Proceeds Fund			1,059,000

25.1	bonds. During the biennium, before each sale of state general obligation bonds, the
25.2	commissioner of management and budget shall calculate the amount of debt service payments
25.3	needed on bonds previously issued and shall estimate the amount of debt service payments
25.4	that will be needed on the bonds scheduled to be sold. The commissioner shall adjust the
25.5	amount of bonds scheduled to be sold so as to remain within the limit set by this section.
25.6	The amount needed to make the debt service payments is appropriated from the general
25.7	fund as provided in Minnesota Statutes, section 16A.641.
25.8	Sec. 28. EFFECTIVE DATE.
25.9	Except as otherwise provided, this article is effective the day following final enactment.
25.10	ARTICLE 2
25.11	MISCELLANEOUS
25.12	Section 1. Minnesota Statutes 2018, section 16A.641, is amended by adding a subdivision
25.13	to read:
25.14	Subd. 4c. Negotiated sales authority. Notwithstanding the public sale requirements of
25.15	subdivision 4 and section 16A.66, subdivision 2, the commissioner may sell bonds, including
25.16	refunding bonds, at negotiated sale.
25.17	Soc. 2. 1174 121 TD ANSDODTATION EACH ITIES CADITAL DDOCD AM
25.17	Sec. 2. [174.13] TRANSPORTATION FACILITIES CAPITAL PROGRAM.
25.18	Subdivision 1. Establishment; accounts. (a) A transportation facilities capital program
25.19	is established to prioritize among eligible projects that:
25.20	(1) support the programmatic mission of the department;
25.21	(2) extend the useful life of existing buildings; or
25.22	(3) renovate or construct facilities to meet the department's current and future operational
25.23	needs.
25.24	(b) Projects under the transportation facilities capital program are funded by proceeds
25.25	from the sale of trunk highway bonds or from other funds appropriated for the purposes of
25.26	this section.
25.27	(c) A transportation facilities capital account is established in the trunk highway fund.
25.28	The account consists of all money appropriated from the trunk highway fund for the purposes
25.29	of this section and any other money donated, allotted, transferred, or otherwise provided to

26.1	the account by law. Money in the account is appropriated to the commissioner for the
26.2	purposes specified and consistent with the standards and criteria set forth in this section.
26.3	(d) A transportation facilities capital account is established in the bond proceeds account
26.4	of the trunk highway fund. The account consists of trunk highway bond proceeds appropriated
26.5	to the commissioner. Money in the account may only be expended on trunk highway
26.6	purposes, which includes the purposes in this section.
26.7	Subd. 2. Standards. Article XIV of the Minnesota Constitution states that the trunk
26.8	highway fund may be used for the purposes of constructing, improving, and maintaining
26.9	the trunk highway system in the state. When allocating funding under this section, the
26.10	commissioner must review the projects deemed eligible under subdivision 3 and prioritize
26.11	allocations using the criteria in subdivision 4. Money allocated to a specific project in an
26.12	act of appropriation or other law must be allocated as provided by the law.
26.13	Subd. 3. Eligible expenditures. A project is eligible under this section only if it involves
26.14	the construction, improvement, or maintenance of a capital building asset that is part of the
26.15	state trunk highway system. These capital building assets include, but are not limited to,
26.16	district headquarter buildings, truck stations, salt storage or other unheated storage buildings,
26.17	deicing and anti-icing facilities, fuel dispensing facilities, highway rest areas, and vehicle
26.18	weigh and inspection stations.
26.19	Subd. 4. Criteria for priorities. When prioritizing funding allocation among projects
26.20	eligible under subdivision 3, the commissioner must consider:
26.21	(1) whether a project ensures the effective and efficient condition and operation of the
26.22	<u>facility;</u>
26.23	(2) the urgency in ensuring the safe use of existing buildings;
26.24	(3) the project's total life-cycle cost;
26.25	(4) additional criteria for priorities otherwise specified in state law, statute, or rule that
26.26	applies to a category listed in the act making an appropriation for the program; and
26.27	(5) any other criteria the commissioner deems necessary.
26.28	Sec. 3. Minnesota Statutes 2018, section 363A.36, subdivision 1, is amended to read:
26.29	Subdivision 1. Scope of application. (a) For all contracts for goods and services in
26.30	excess of \$100,000, no department or agency of the state or public officer or agency subject
26.31	to section 16A.695 shall accept any bid or proposal for a contract or agreement from any
26.32	business having more than 40 full-time employees within this state on a single working day

during the previous 12 months, unless the commissioner is in receipt of the business' affirmative action plan for the employment of minority persons, women, and qualified disabled individuals. No department or agency of the state shall execute any such contract or agreement until the affirmative action plan has been approved by the commissioner. Receipt of a certificate of compliance issued by the commissioner shall signify that a firm or business has an affirmative action plan that has been approved by the commissioner. A certificate shall be valid for a period of four years. A municipality as defined in section 466.01, subdivision 1, that receives state money for any reason is encouraged to prepare and implement an affirmative action plan for the employment of minority persons, women, and the qualified disabled and submit the plan to the commissioner.

- (b) This paragraph applies to a contract for goods or services in excess of \$100,000 to be entered into between a department or agency of the state or public officer or agency subject to section 16A.695, and a business that is not subject to paragraph (a), but that has more than 40 full-time employees on a single working day during the previous 12 months in the state where the business has its primary place of business. A department or agency of the state may not execute a contract or agreement with a business covered by this paragraph unless the business has a certificate of compliance issued by the commissioner under paragraph (a) or the business certifies that it is in compliance with federal affirmative action requirements.
- (c) This section does not apply to contracts entered into by the State Board of Investment for investment options under section 356.645.
- 27.22 (d) The commissioner shall issue a certificate of compliance or notice of denial within 27.23 15 days of the application submitted by the business or firm.
- Sec. 4. Minnesota Statutes 2018, section 363A.36, subdivision 4, is amended to read:
 - Subd. 4. **Revocation of contract.** A contract awarded by a department or agency of the state, or a public officer or agency subject to section 16A.695, may be terminated or abridged by the department or agency, or public officer or agency subject to section 16A.695, because of suspension or revocation of a certificate based upon a contractor's failure to implement or make a good faith effort to implement an affirmative action plan approved by the commissioner under this section. If a contract is awarded to a person who does not have a contract compliance certificate required under subdivision 1, the commissioner may void the contract on behalf of the state.

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Sec. 5. Minnesota Statutes 2018, section 363A.44, subdivision 1, is amended to read:

Subdivision 1. **Scope.** (a) No department, agency of the state, the Metropolitan Council, or an agency subject to section 473.143, subdivision 1, or a public officer or agency subject to section 16A.695, shall execute a contract for goods or services or an agreement for goods or services in excess of \$500,000 with a business that has 40 or more full-time employees in this state or a state where the business has its primary place of business on a single day during the prior 12 months, unless the business has an equal pay certificate or it has certified in writing that it is exempt. A certificate is valid for four years.

- (b) This section does not apply to a business with respect to a specific contract if the commissioner of administration determines that application of this section would cause undue hardship to the contracting entity. This section does not apply to a contract to provide goods and services to individuals under chapters 43A, 62A, 62C, 62D, 62E, 256B, 256I, 256L, and 268A, with a business that has a license, certification, registration, provider agreement, or provider enrollment contract that is prerequisite to providing those goods and services. This section does not apply to contracts entered into by the State Board of Investment for investment options under section 352.965, subdivision 4.
- Sec. 6. Minnesota Statutes 2018, section 462A.37, is amended by adding a subdivision to read:
- Subd. 2f. Additional authorization. In addition to the amount authorized in subdivisions

 28.20 2 to 2e, the agency may issue up to \$120,000,000 in housing infrastructure bonds in one or

 more series to which the payments under this section may be pledged.
- Sec. 7. Minnesota Statutes 2018, section 462A.37, subdivision 5, is amended to read:
- Subd. 5. **Additional appropriation.** (a) The agency must certify annually to the commissioner of management and budget the actual amount of annual debt service on each series of bonds issued under subdivisions 2a, 2b, 2e, 2d, and 2e to 2f.
 - (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure bonds issued under subdivision 2a remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000 annually. The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.

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(c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure bonds issued under subdivision 2b remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000 annually. The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.

- (d) Each July 15, beginning in 2019 and through 2040, if any housing infrastructure bonds issued under subdivision 2c remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,800,000 annually. The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure bonds issued under subdivision 2d remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- (f) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure bonds issued under subdivision 2e remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- (g) Each July 15, beginning in 2021 and through 2042, if any housing infrastructure bonds issued under subdivision 2f remain outstanding, the commissioner of management and budget must transfer to the housing infrastructure bond account established under section 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary to make the transfers are appropriated from the general fund to the commissioner of management and budget.
- 29.31 (g) (h) The agency may pledge to the payment of the housing infrastructure bonds the payments to be made by the state under this section.

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Sec. 8. Laws 2017, First Special Session chapter 8, article 1, section 18, subdivision 3, is 30.1 30.2 amended to read: Subd. 3. Minneapolis Veterans Home Truss 30.3 7,851,000 30.4 **Bridge Project** To design, construct, renovate, and equip the 30.5 historic truss bridge on the Minneapolis 30.6 Veterans Home campus, including asbestos 30.7 and hazardous materials abatement and 30.8 associated site work. The unspent portion of 30.9 this appropriation after the project has been 30.10 substantially completed, upon written notice 30.11 to the commissioner of management and 30.12 budget, is available for asset preservation 30.13 under Minnesota Statutes, section 16B.307. 30.14 Minnesota Statutes, section 16A.642, applies 30.15 30.16 from the date of the original appropriation to the unspent amount transferred. 30.17 30.18 Sec. 9. Laws 2018, chapter 214, article 1, section 7, subdivision 1, is amended to read: 78,669,000 30.19 74,309,000 30.20 Subdivision 1. **Total Appropriation** \$ (a) To the commissioner of natural resources 30.21 for the purposes specified in this section. 30.22 (b) The appropriations in this section are 30.23 subject to the requirements of the natural 30.24 resources capital improvement program under 30.25 Minnesota Statutes, section 86A.12, unless 30.26 this section or the statutes referred to in this 30.27 30.28 section provide more specific standards, criteria, or priorities for projects than 30.29 Minnesota Statutes, section 86A.12. 30.30 Sec. 10. Laws 2018, chapter 214, article 1, section 21, subdivision 1, is amended to read: 30.31 109,344,000 30.32 **Subdivision 1. Total Appropriation** \$ 109,085,000 30.33

- 31.1 To the commissioner of employment and
- 31.2 economic development for the purposes
- 31.3 specified in this section.
- 31.4 Sec. 11. **EFFECTIVE DATE.**
- This article is effective the day following final enactment.