A bill for an act
relating to capital improvements; authorizing spending to acquire and better
public land and buildings and other improvements of a capital nature with
certain conditions; establishing new programs and modifying existing programs;
authorizing the sale and issuance of state bonds; cancelling and modifying
previous appropriations; appropriating money; amending Minnesota Statutes
2008, sections 103F.515, by adding a subdivision; 174.50, subdivisions 6,
7; 462A.36, by adding subdivisions; Minnesota Statutes 2009 Supplement,
section 16A.86, subdivision 3a; Laws 2005, chapter 20, article 1, sections
19, subdivision 4; 23, subdivision 12, as amended; Laws 2006, chapter 258,
sections 8, subdivision 4; 17, subdivision 5; Laws 2008, chapter 179, section 5,
subdivision 4; Laws 2008, chapter 365, section 4, subdivision 3; Laws 2009,
chapter 93, article 1, sections 11, subdivision 5; 20; proposing coding for new
law in Minnesota Statutes, chapters 16A; 16B; repealing Laws 2009, chapter
93, article 1, section 45.

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

ARTICLE 1

CAPITAL IMPROVEMENTS

Section 1. CAPITAL IMPROVEMENT APPROPRIATIONS.

The sums shown in the column under "Appropriations" are appropriated from the
bond proceeds fund, or another named fund, to the state agencies or officials indicated,
to be spent for public purposes. Appropriations of bond proceeds must be spent as
authorized by the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire
and better public land and buildings and other public improvements of a capital nature, or
as authorized by the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j), or
article XIV. Unless otherwise specified, the appropriations in this act are available until
the project is completed or abandoned subject to Minnesota Statutes, section 16A.642.
SUMMARY

2.2 University of Minnesota $ 77,001,000
2.3 Minnesota State Colleges and Universities 338,576,000
2.4 Education 7,780,000
2.5 Minnesota State Academies 2,500,000
2.6 Perpich Center for Arts Education 1,244,000
2.7 Natural Resources 73,588,000
2.8 Pollution Control Agency 17,411,000
2.9 Board of Water and Soil Resources 2,500,000
2.10 Zoological Garden 32,500,000
2.11 Administration 10,000,000
2.12 Minnesota Amateur Sports Commission 4,000,000
2.13 Military Affairs 11,900,000
2.14 Public Safety 16,050,000
2.15 Transportation 164,452,000
2.16 Metropolitan Council 74,295,000
2.17 Health 5,000,000
2.18 Human Services 5,125,000
2.19 Veterans Affairs 9,975,000
2.20 Corrections 11,529,000
2.21 Employment and Economic Development 126,668,000
2.22 Public Facilities Authority 60,000,000
2.23 Housing Finance Agency 10,000,000
2.24 Minnesota Historical Society 14,257,000
2.25 Bond Sale Expenses 1,035,000
2.26 Cancellations (27,562,000)

TOTAL $ 1,049,824,000

2.27 Bond Proceeds Fund (General Fund Debt Service) 856,002,000
2.28 Bond Proceeds Fund (User Financed Debt Service) 92,859,000
2.29 Maximum Effort School Loan Fund 5,780,000
2.30 State Transportation Fund 67,000,000
2.31 Trunk Highway Fund Bond Proceeds Account 32,945,000
2.32 Trunk Highway Fund 22,800,000
2.33 Bond Proceeds Cancellations (9,062,000)
2.34 Trunk Highway Bond Proceeds Cancellations (18,500,000)

APPROPRIATIONS

2.37 Sec. 2. UNIVERSITY OF MINNESOTA

2.38 Subdivision 1. Total Appropriation $ 77,001,000
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) $40,000,000

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

Subd. 3. Twin Cities Campus

**Folwell Hall** $20,000,000

To design, renovate, furnish, and equip the interior of Folwell Hall for teaching and research space for College of Liberal Arts programs.

Subd. 4. Duluth Campus

**American Indian Learning Resource Center** $6,667,000

To design, construct, furnish, and equip an American Indian Learning Resource Center to colocate existing programs and provide academic, classrooms, computer lab, and other spaces.

Subd. 5. Itasca Biological Station

**Campus Center** $3,667,000

To design, construct, furnish, and equip a campus center at the Itasca field station with classrooms, labs, library, auditorium and other spaces to replace deteriorating single-function buildings.

Subd. 6. Laboratory Renovation $6,667,000

To renovate, furnish, and equip laboratory facilities on the Crookston, Duluth, Morris, and Twin Cities campuses.

Subd. 7. University Share
Except for Higher Education Asset Preservation and Replacement (HEAPR) under subdivision 2, the appropriations in this section are intended to cover approximately two-thirds of the cost of each project. The remaining costs must be paid from university sources.

Subd. 8. Unspent Appropriations

Upon substantial completion of a project authorized in this section and after written notice to the commissioner of management and budget, the Board of Regents must use any money remaining in the appropriation for that project for HEAPR under Minnesota Statutes, section 135A.046. The Board of Regents must report by February 1 of each even-numbered year to the chairs of the house of representatives and senate committees with jurisdiction over capital investment and higher education finance, and to the chairs of the house of representatives Ways and Means and Finance Committees and the senate Finance Committee, on how the remaining money has been allocated or spent.

Sec. 3. MINNESOTA STATE COLLEGES AND UNIVERSITIES

Subdivision 1. Total Appropriation $338,576,000

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

Subd. 2. Higher Education Asset Preservation and Replacement (HEAPR) 60,000,000

To be spent in accordance with Minnesota Statutes, section 135A.046.
5.1 Subd. 3. Alexandria Technical College

5.2 **Main Building Renovation and Addition** 4,363,000

5.3 To complete design, construct, renovate, furnish, and equip an infill addition for the library, student services, and student commons.

5.7 Subd. 4. Anoka Ramsey Community College, Coon Rapids

5.9 (a) **Fine Arts Building Renovation** 5,357,000

5.10 To complete design, renovate, furnish, and equip the Fine Arts classroom and lab building.

5.13 (b) **Bioscience and Allied Health Addition** 16,484,000

5.14 To complete design, construct, furnish, and equip a Bioscience and Allied Health addition and renovation to support Science Technology and Math (STEM) and nursing program initiatives.

5.19 Subd. 5. Bemidji State University

5.20 **Business Building Addition Design and Demolition** 3,425,000

5.22 To design an addition to and renovation of Hobson Hall; to design renovation of Memorial Hall and a portion of Deputy Hall; to design the demolition of three obsolete buildings; and to demolish Maple Hall.

5.27 Subd. 6. Dakota County Technical College

5.28 **Transportation and Emerging Technologies Lab** 7,230,000

5.30 To complete design, renovate, furnish, and equip the transportation and emerging
6.1 technologies classrooms, laboratories, and
6.2 related spaces.

6.3 Subd. 7. **Hennepin Technical College, Eden Prairie, Brooklyn Park**

6.5 Learning Resource and Student Services Renovation 10,566,000
6.6

6.7 To renovate, furnish, and equip existing
6.8 space at the Brooklyn Park and Eden
6.9 Prairie campuses for a Library and Learning
6.10 Resource Center and student services with an
6.11 addition and new entrances at both campuses.

6.12 Subd. 8. **Lake Superior College**

6.13 Health Science Center 12,098,000
6.14

6.15 To construct, renovate, furnish, and equip a
6.16 new Health and Science Center addition and
6.17 to design renovation of existing spaces.

6.18 Subd. 9. **Metropolitan State University**

6.19 (a) Classroom Center 5,860,000
6.20

6.21 To construct, furnish, and equip technology-enhanced classrooms and
6.22 academic offices located above the power
6.23 plant building. This appropriation includes
6.24 money to demolish the power plant annex to
6.25 enable the new construction.

6.26 (b) Science Education Center Design and Property Acquisition 3,444,000
6.27

6.28 To design for construction and to acquire
6.29 adjacent property for a Science Education
6.30 Center.

6.31 Subd. 10. **Minneapolis Community and Technical College**

6.32 Workforce Program Renovation 12,990,000
6.33
To complete design, renovate, furnish, and equip instructional space, support space, and infrastructure for workforce programs.

Subd. 11. Minnesota State Community and Technical College, Moorhead

**Library and Classroom Addition**  
5,448,000

To complete design, construct, furnish, and equip a classroom and library addition, and to demolish obsolete space.

Subd. 12. Minnesota State University, Moorhead

**Livingston Lord Library and Information Technology Renovation**  
14,901,000

To complete design, renovate, furnish, and equip Livingston Lord Library.

Subd. 13. Minnesota State University, Mankato

**Clinical Science Building Design**  
1,908,000

To design for construction a Clinical Science Building.

Subd. 14. Minnesota West Community and Technical College, Worthington

**Fieldhouse Renovation**  
4,641,000

To construct, renovate, furnish, and equip an addition to and renovation of the Fieldhouse.

Subd. 15. Minnesota West Community and Technical College, Canby

**Wind Turbine Training Facility**  
4,000,000

To acquire land and for preliminary engineering, design to acquire, construct, and install a commercial scale wind turbine for the wind energy technology program.

Subd. 16. NHED Mesabi Range Community and Technical College, Eveleth
8.1 **Shop Space Addition**

5,477,000

8.2 To construct, furnish, and equip shop space

8.3 for the industrial mechanical technology

8.4 and carpentry programs. This appropriation

8.5 includes funding for renovation of existing

8.6 space for Americans with Disabilities Act

8.7 (ADA) compliance.

8.8 Subd. 17. **NHED Mesabi Range Community and Technical College, Virginia**

8.9

8.10 **Iron Range Engineering Program Facilities**

3,000,000

8.11 Predesign, design, construct, furnish, and

8.12 equip an addition to and renovation of

8.13 existing space for laboratories, flexible

8.14 classrooms, and office space for the

8.15 engineering program on the Virginia campus.

8.16 Subd. 18. **Normandale Community College**

8.17

8.18 **Academic Partnership Center and Student Services**

22,984,000

8.19 To design, construct, furnish, and equip a

8.20 new building for classrooms and offices and

8.21 to design renovation of the Student Services

8.22 Building.

8.23 Subd. 19. **North Hennepin Community College**

8.24 (a) **Bioscience and Health Careers Center Addition**

26,581,000

8.25 To complete design, construct, furnish,

8.26 and equip a new building for Bioscience

8.27 and Health Careers Center laboratory and

8.28 classroom space.

8.29 (b) **Center for Business and Technology**

14,782,000

8.30 To construct, furnish, and equip an addition

8.31 to the Center for Business and Technology
and to renovate existing space for classrooms
and related space.

Subd. 20. **Ridgewater Community Technical College, Willmar**

**Technical Instruction Renovation**  14,300,000

To design, renovate, furnish, and equip classroom and existing instructional lab space and construct an addition for circulation; and to demolish obsolete space.

Subd. 21. **Rochester Community Technical College**

**Workforce Center Colocation**  3,238,000

To complete design, construct, and renovate heating, ventilation, and air conditioning systems for the Heintz Center and the Minnesota Workforce Center addition.

Subd. 22. **South Central College, Faribault**  13,360,000

**Classroom Renovation and Addition**

To complete design, construct, renovate, furnish, and equip an addition, and to renovate space for classrooms, a learning resource center, related spaces, and laboratories.

Subd. 23. **Southwest Minnesota State University**

**Science Lab Renovation**  5,666,000

To complete design, renovate, furnish, and equip the Science and Math building and an addition to the Plant Science building.

Subd. 24. **St. Cloud State University**

**Integrated Science and Engineering Laboratory Facility**  42,334,000
To complete design, construct, furnish, and equip Integrated Science and Engineering Laboratory Facility.

**Subd. 25. St. Cloud Technical College**

**Allied Health Center Renovation** 5,421,000

To complete design, renovate, furnish, and equip an Allied Health Center.

**Subd. 26. Systemwide Initiatives**

(a) **Classroom Initiative and Demolition** 3,883,000

To design, renovate, furnish, and equip classrooms and academic space statewide and demolish obsolete space. Campuses may use internal and nonstate funds to increase the size of the projects. This appropriation may be used at the following campuses:

- Central Lakes College, Brainerd; Minnesota State Community Technical College, Wadena and Moorhead; Minnesota West Community Technical College,
- Technical College, Pipestone; Northland Community Technical College, Thief River Falls; Pine Technical College, Pine City; and Rochester Community Technical College,
- Rochester.

(b) **Science, Technology, Engineering, and Math Initiative** 4,835,000

To design, renovate, furnish, and equip science laboratories and classrooms at campuses statewide. Campuses may use internal and nonstate funds to increase the size of the projects. This appropriation may be used at the following campuses:

- Bemidji State University; Century College;
- Minnesota State Community and Technical College;
- Moorhead; Minnesota State
Subd. 27. Debt Services

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

(b) The board need not pay debt service on bonds sold to finance higher education asset preservation and replacement. Where a nonstate match is required, the debt service is due on a principal amount equal to one-third of the total project cost, less the match committed before the bonds are sold. For the workforce center colocated project at Rochester Community and Technical College, the board shall pay the debt service on $1,079,000 of the principal amount of state bonds sold to finance the project; the commissioner of employment and economic development shall pay the debt service on $5,262,000 of the principal amount of state bonds sold to finance the project, in the manner provided in Minnesota Statutes, section 16A.643.

(c) The commissioner shall reduce the board's assessment each year by one-third of the net income from investment of general
obligation bond proceeds in proportion to the
amount of principal and interest otherwise
required to be paid by the board. The board
shall pay its resulting net assessment to the
commissioner of management and budget by
December 1 each year. If the board fails to
make a payment when due, the commissioner
of management and budget shall reduce
allotments for appropriations from the
general fund otherwise available to the board
and apply the amount of the reduction to
cover the missed debt service payment. The
commissioner of management and budget
shall credit the payments received from the
board to the bond debt service account in
the state bond fund each December 1 before
money is transferred from the general fund
under Minnesota Statutes, section 16A.641,
subdivision 10.

Subd. 28. Unspent Appropriations

(a) Upon completion of a project authorized
in this section and after written notice to the
commissioner of management and budget,
the board must use any money remaining in
the appropriation for that project for higher
asset preservation and replacement (HEAPR)
der under Minnesota Statutes, section 135A.046.
The board must report by February 1 of
each even-numbered year to the chairs of
the house of representatives and senate
committees with jurisdiction over capital
investment and higher education finance, and
to the chairs of the house of representatives
Ways and Means Committee and the senate
Finance Committee, on how the remaining
money has been allocated or spent.
(b) The unspent portion of an appropriation for a project in this section that is complete is available for higher education asset preservation and replacement under this subdivision, at the same campus as the project for which the original appropriation was made and the debt service requirement under subdivision 27 is reduced accordingly. Minnesota Statutes, section 16A.642, applies from the date of the original appropriation to the unspent amount transferred.

Sec. 4. EDUCATION

Subdivision 1. Total Appropriation

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

Subd. 2. Independent School District No. 38, Red Lake

From the maximum effort school loan fund for a capital loan to Independent School District No. 38, Red Lake, as provided in Minnesota Statutes, sections 126C.60 to 126C.72, to design, construct, furnish, and equip renovation of existing facilities and construction of new facilities. The project paid for with this appropriation includes a portion of the renovation and construction identified in the review and comment performed by the commissioner of education under the capital loan provisions of Minnesota Statutes, section 126C.69. This portion includes renovation and construction of a single kitchen and cafeteria to serve the high school and middle school, a receiving area and dock and adjacent drives, utilities, and grading.
Before any capital loan contract is approved
under this authorization, the district must
provide documentation acceptable to the
commissioner on how the capital loan will
be used. If any portion of the appropriation
remains after completion of the identified
project components, the district may, with the
commissioner's approval, use funds for other
items identified in the review and comment
submission.

Subd. 3. Library Accessibility and
Improvement Grants

For library accessibility and improvement
grants under Minnesota Statutes, section
134.45.

Sec. 5. MINNESOTA STATE ACADEMIES

Subdivision 1. Total Appropriation

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

Subd. 2. Asset Preservation

For asset preservation on both campuses of
the academies, to be spent in accordance with
Minnesota Statutes, section 16B.307.

Subd. 3. Independent Living Housing

To predesign, design, construct, furnish, and
equip independent living housing on the
Academy for the Blind campus. The project
will be conducted in collaboration with the
carpentry class of South Central College of
Faribault and provide housing for students
18 to 21 years of age in the nontraditional
student component of the Academy Plus
Transition program.
Sec. 6. PERPICH CENTER FOR ARTS
EDUCATION

Subdivision 1. Total Appropriation $1,244,000

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

Subd. 2. Alpha Building Demolition 755,000

To demolish the Alpha building.

Subd. 3. Delta Dorm Windows 489,000

To install new windows in the Delta
dormitory, completing the building's
renovations.

Sec. 7. NATURAL RESOURCES

Subdivision 1. Total Appropriation $73,588,000

To the commissioner of natural resources for
the purposes specified in this section.

The appropriations in this section are
subject to the requirements of the natural
resources capital improvement program
under Minnesota Statutes, section 86A.12,
unless this section or the statutes referred
to in this section provide more specific
standards, criteria, or priorities for projects
than Minnesota Statutes, section 86A.12.

To the extent possible, a person conducting
prairie restoration with state money must
plant vegetation or sow seed only of ecotypes
native to Minnesota, and preferably of the
local ecotype, using a high diversity of
species originating from as close to the
restoration site as possible, and protect
existing native prairies from genetic
contamination.

Subd. 2. Statewide Asset Preservation 1,000,000
For the renovation of state-owned facilities operated by the commissioner of natural resources that can be substantially completed in calendar year 2010, as determined by the commissioner of natural resources, to be spent in accordance with Minnesota Statutes, section 84.946, including renovation of buildings for energy efficiency, roof replacements, replacement of well and water treatment systems, road resurfacing, major culvert replacement and erosion control, water access rehabilitation, trail resurfacing and widening, and bridge replacement and rehabilitation. The commissioner may use this appropriation to replace buildings if, considering the embedded energy in the building, that is the most energy-efficient and carbon-reducing method of renovation.

Subd. 3. **Groundwater Monitoring and Observation Wells**

2,000,000

To install new groundwater level observation wells to monitor the Mount Simon aquifer and assess groundwater for water supply planning in the south and central regions of the state. This appropriation may also be used to seal existing obsolete monitoring wells in the Mount Simon aquifer that are no longer functional.

Subd. 4. **Dam Renovation and Removal**

6,000,000

To renovate or remove publicly owned dams. The commissioner shall determine project priorities as appropriate under Minnesota Statutes, sections 103G.511 and 103G.515. This appropriation includes money for the following projects:
(a) Byllesby Dam, Dakota and Goodhue Counties.

(b) Champlin Mill Pond Dam, Hennepin County.

(c) Clayton Lake Dam, Pine County.

(d) Drayton Dam, Kittson County.

(e) Hallock Dam, Kittson County.

(f) Lake Bronson Dam, Kittson County.

(g) Milaca Dam, Mille Lacs County.

(h) Montevideo Dam, Chippewa County.

(i) Pike River Dam, St. Louis County.

(j) $900,000 is to renovate the Lanesboro Dam in the south branch Root River in Fillmore County.

(k) $2,000,000 is for a grant to the Three Rivers Park District to renovate the Coon Rapids Dam. This appropriation is not available until the commissioner determines that an amount sufficient to complete the project is committed to the project.

Notwithstanding Minnesota Statutes, section 16A.69, subdivision 2, upon the award of final contracts for the completion of a project listed in this subdivision, the commissioner may transfer the unencumbered balance in the project account to any other dam renovation or removal project on the commissioner's priority list.

Subd. 5. Water Control Structures $500,000

To rehabilitate or replace water control structures used to manage shallow lakes and wetlands for waterfowl habitat on wildlife management areas under Minnesota Statutes.
section 86A.05, subdivision 8, or for the
purposes of public water reserves under
Minnesota Statutes, section 97A.101; or
structures on other waters under Minnesota
Statutes, section 103G.505.

Subd. 6. **Aquatic Management Areas**

**Acquisition**

1,000,000

To acquire land in fee that is critical for
fish and other aquatic life under Minnesota
Statutes, section 86A.05, and to make
public improvements and betterments of a
capital nature to aquatic management areas
established under Minnesota Statutes, section
86A.05, subdivision 14.

Subd. 7. **RIM Critical Habitat Match**

3,000,000

To provide the state match for the critical
habitat private sector matching account under
Minnesota Statutes, section 84.943. This
appropriation must be used only to acquire
fee title.

Subd. 8. **Scientific and Natural Area Native Prairie Acquisition And Development**

5,649,000

To acquire in fee the Hastings Sand Coulee
in Dakota County, and other lands identified
by the commissioner as targeted sites for
potential acquisition for scientific and natural
areas under Minnesota Statutes, sections
84.033 and 86A.05, subdivision 5. Not less
than five percent of this appropriation is for
restoration of lands acquired.

Subd. 9. **State Forest Land Reforestation**

3,000,000

To increase reforestation activities to meet
the reforestation requirements of Minnesota
Statutes, section 89.002, subdivision 2,
including planting, seeding, site preparation,
19.1 and purchasing seeds and seedlings of
19.2 species native to Minnesota.
19.3 Subd. 10. **Shade Tree Program** 3,000,000
19.4 For grants to cities, counties, townships, and
19.5 park and recreation boards in cities of the first
19.6 class for the planting of publicly owned shade
19.7 trees to provide environmental benefits;
19.8 replace trees lost to forest pests, disease,
19.9 or storm; or to establish a more diverse
19.10 community forest better able to withstand
19.11 disease and forest pests. The commissioner
19.12 must give priority to grant requests to remove
19.13 and replace trees with active infestations
19.14 of emerald ash borer. For purposes of this
19.15 appropriation, "shade tree" means a woody
19.16 perennial grown primarily for aesthetic or
19.17 environmental purposes with minimal to
19.18 residual timber value and no intent to harvest
19.19 the tree for its wood. Any tree planted with
19.20 funding under this subdivision must be a
19.21 species native to Minnesota.
19.22 Subd. 11. **State Park Rehabilitation** 5,659,000
19.23 For rehabilitation projects within state
19.24 parks established under Minnesota Statutes,
19.25 section 85.012, as identified in the January
19.26 20, 2010, list of projects titled "State Park
19.27 Development Projects - 12 month completion
19.28 possible," including: at the Soudan
19.29 Underground Mine, water treatment system
19.30 and lab building, and new discharge pipeline;
19.31 at Minneopa, safety improvements to the
19.32 historic pedestrian bridge; at Itasca, repaving
19.33 the wilderness drive and improvements
19.34 to the beach area amphitheater; at Fort
19.35 Ridgely, office consolidation into the historic
museum building; at Whitewater and
Mille Lacs Kathio, new RV sanitary dump
stations; at Lake Maria, road paving and rehabilitation; and at all parks, campground
electrical upgrades. Up to one percent of this appropriation may be used for project
predesign for next funding cycle. At least 80 percent of the appropriation in this subdivision must be spent during the 2010
construction season.

**Subd. 12. State Park and Recreation Area Acquisition and Development**

2,150,000

To acquire from willing sellers private lands for the following state parks established under Minnesota Statutes, section 85.012:
land within William O’Brien State Park
and land adjacent to or near Split Rock Lighthouse State Park that provides a view of the lighthouse; and land within Cuyuna Country State Recreation Area, established under Minnesota Statutes, section 85.013. This appropriation is also for a grant to Wright County to acquire land for Bertram Chain of Lakes Regional Park, under Minnesota Statutes, section 85.019, subdivision 2.

**Subd. 13. State Trail Rehabilitation**

10,000,000

To renovate state trails established under Minnesota Statutes, section 85.015, according to the commissioner’s priorities and as provided in Minnesota Statutes, section 84.946. At least 80 percent of the appropriation in this subdivision must be spent during the 2010 construction season.

This includes funding for the following trails:
(1) Gateway Trail, resurface and widen County State-Aid Highway 15 to Pine Point Park, in Washington County;

(2) Luce Line Trail, replace three bridges between Winsted and Hutchinson, in McLeod County;

(3) Munger Trail, replace culverts at mile post 139 and 138, in Carlton County;

(4) Munger Trail, resurface and widen 15 miles of trail between Duluth and Thomson, in St. Louis and Carlton Counties;

(5) Munger Trail, replacement of the Grand Avenue bridge in Duluth;

(6) Paul Bunyan Trail realignment along County Road 159, in Cass County;

(7) Paul Bunyan Trail resurfacing between Hackensack and Chippewa Forest, in Cass and Crow Wing Counties;

(8) Pengilly-Alborn Trail, replace two bridges, in St. Louis County;

(9) Root River Trail, resurface and widen 20 miles, in Fillmore County;

(10) Root River Trail, rehabilitate or replace eight bridges, in Fillmore County.

Subd. 14. State Trail Acquisition and Development

21,000,000

(a) For state trail acquisition and development of trails designated in Minnesota Statutes, section 85.015, including:

(1) Blazing Star Trail, develop Albert Lea Lake bridge crossing and one mile of trail;

(2) Browns Creek Trail, acquire land along the former Minnesota Zephyr corridor;

Article 1 Sec. 7.
(3) Casey Jones Trail, complete Pipestone to Woodstock segment;

(4) Cuyuna Lakes Trail, acquire and develop Riverton to Deerwood;

(5) Gateway Trail, develop Pine Point Park to May Township segment, acquire approximately two miles between May Township and Marine on St. Croix;

(6) Glacial Lakes Trail, acquire and develop New London to Sibley State Park;

(7) Gitchi Gami Trail, develop Lutsen and Silver Bay segments;

(8) Goodhue Pioneer Trail, develop Zumbrota to Goodhue segment;

(9) Heartland Trail, develop Detroit Lakes to Frazee segment;

(10) Luce Line Trail;

(11) Mill Towns Trail, acquire eight miles from Dundas to Faribault, develop marked Trunk Highway 21 grade separation and trail in Faribault;

(12) Minnesota River Trail;

(13) Paul Bunyan Trail, develop south shore Lake Bemidji segment, marked Trunk Highway 197 grade separation in Bemidji, Crow Wing State Park to Baxter segment;

(14) Shooting Star Trail, develop Adams to Rose Creek segment.

(b) At least 80 percent of the appropriation in this subdivision must be spent during the 2010 construction season. Up to one percent of this appropriation may be used to predesign and design projects not included in...
this subdivision and in preparation for future funding.

Subd. 15, Regional Trails and Trail Connections

(a) For matching grants for regional trails and trail connections under Minnesota Statutes, section 85.019, subdivisions 4b and 4c, as provided in this subdivision.

(1) $250,000 is for a grant to Stearns County for development of the 26-mile Dairyland Trail connecting to the Lake Wobegon Trail.

(2) $1,500,000 is for a grant to Dakota County for a bridge over the Cannon River to connect Lake Bylesby Regional Park to the Mill Towns State Trail.

(3) $413,000 is for a grant to the city of Rochester to acquire the DM&E Pine Island spur right-of-way to connect to the Douglas State Trail.

(4) $800,000 is for a grant to the Rocori Trail Board for acquisition, design, and construction of phase 1 of the Rocori Trail, connecting the Glacial Lakes State Trail to the Beaver Island Trail and Lake Wobegon Trail.

(5) $1,400,000 is for a grant to the city of Walker for acquisition and development of the Shingobee Connection Trail connecting Walker to the Paul Bunyan State Trail and the Heartland State Trail.

(6) $512,000 is for a grant to the city of Granite Falls to renovate the Roebling suspension pedestrian bridge over the Minnesota River in Granite Falls. This appropriation is not available until the
commissioner determines that at least an equal amount has been committed to the project from nonstate sources.

(7) $400,000 is for a grant to Dodge County to acquire land for the Stagecoach Trail, primarily a nonmotorized recreational trail that will connect the proposed Prairie Wildflower State Trail in Steele County to the existing Douglas State Trail in Olmsted County.

(8) $175,000 is for a grant to the city of Hibbing to acquire land, predesign, design, construct, and resurface the Carey Lake Bike Trail which follows 25th Street (Dupont Road) east to the Carey Lake Park in Hibbing, St. Louis County. This appropriation is not available until the commissioner determines that at least an equal amount has been committed to the project from nonstate sources.

For any project listed in this paragraph that the commissioner determines is not ready to proceed, the commissioner may allocate that project's money to another trail connection project in this paragraph. The chairs of the house of representatives and senate committees with jurisdiction over the environment and natural resources and legislators from the affected legislative districts must be notified of any changes.

(b) $55,000 is for a grant to Carlton County to make safety improvements on the Soo Line Trail in Moose Lake, including restoring decking, railings, and approaches of the trestles on the trail.
(c) $2,000,000 is to design, acquire land for, and develop the Camp Ripley/Mississippi River Cross Roads Trail, in conjunction with the United States Department of Defense and the Minnesota Department of Transportation. The trail shall originate at Crow Wing State Park in Crow Wing County at the southern end of the Paul Bunyan Trail and shall extend from Crow Wing State Park westerly to the city of Pillager, then southerly along the west side of Camp Ripley, then easterly along the south side of Camp Ripley across to the east side of the Mississippi River, and then northerly through Fort Ripley to Crow Wing State Park. A second segment of the trail shall be established that shall extend in a southerly direction and in close proximity to the Mississippi River from the southeasterly portion of the first segment of the trail to the city of Little Falls, and then terminate at the Soo Line Trail in Morrison County.

Subd. 16. **Rum River Buffer and Bridge Replacement**

For a grant to the city of Milaca to demolish and remove the pedestrian bridge over the Rum River between Rec Park and Forest Hill cemetery in the city of Milaca, and to design, engineer, construct, and install a new accessible pedestrian bridge in the same location. The project must remove the pillars in the river and the new bridge must not have pillars in the river. This appropriation is not available until the city has agreed to develop a 100-foot-wide permanent buffer on the east side of the river that will protect the...
river where currently there is no appropriate
buffer.

Subd. 17. **Fort Snelling Upper Bluff**

For a grant to Hennepin County to conduct
emergency building stabilization at Fort
Snelling Upper Bluff. This appropriation
is not available until the commissioner of
management and budget has determined
that Hennepin County has entered into
appropriate agreements to use Sentence to
Serve labor for the project that will train
the Sentence to Serve laborers in the skills
needed for the work.

Subd. 18. **Unspent Appropriations**

The unspent portion of an appropriation, but
not to exceed ten percent of the appropriation,
for a project in this section that is complete,
other than an appropriation for flood hazard
mitigation, is available for asset preservation
under Minnesota Statutes, section 16B.307.
Minnesota Statutes, section 16A.642, applies
from the date of the original appropriation
to the unspent amount transferred for asset
preservation.

Sec. 8. **POLLLUTION CONTROL AGENCY**

Subdivision 1. **Total Appropriation**

$ 17,411,000

To the Pollution Control Agency for the
purposes specified in this section.

Subd. 2. **Closed Landfill Cleanup**

8,700,000

To design and construct remedial systems
and acquire land at landfills throughout
the state in accordance with the closed
landfill program under Minnesota Statutes.
sections 115B.39 to 115B.42. The agency
must follow the agency priorities. Entities
administering projects undertaken with funds
in this subdivision must:

(1) conform to occupational safety and health
standards under federal law and Minnesota
Statutes, chapter 182;

(2) as an additional occupational safety and
health standard, develop a comprehensive
human health and safety plan for each project
location and provide personal protective
equipment to all workers performing
labor at each project location that protects
against all contaminants of concern and
contaminants of potential concern identified
at the project location. For the purposes of
this subdivision, "contaminants of concern"
and "contaminants of potential concern"
must be identified by methods substantially
the same as the United States Environmental
Protection Agency's Superfund remedial
investigation processes;

(3) before commencing work on a project
undertaken with funds in this subdivision,
submit a report to the chairs of the
committees of the house of representatives
and the senate having jurisdiction over
labor and the environment on how they are
complying with the occupational safety and
health standards required by this subdivision;
and

(4) provide onsite monitoring of compliance
with the occupational safety and health
standards required by this subdivision at all
times that workers are performing labor at a
project location.

Subd. 3. *Capital Assistance Program* 8,711,000

For grants under the solid waste capital
assistance grants program in Minnesota
Statutes, section 115A.54.

(1) $1,800,000 is for a grant to Becker
County to construct a waste transfer facility,
including an office building for staff,
installation of a truck scale, and construction
of a material recovery facility. This amount
includes 75 percent of the cost of the transfer
station and 50 percent of the cost of the
material recovery facility. The counties
using this facility must agree to achieve a
60 percent recycling rate and an organics
recovery rate of 15 percent by 2025. This
grant is not available until the agency
determines that an amount sufficient to
complete the project is committed to it from
nonstate sources.

(2) $5,000,000 is for a grant to the
Pope/Douglas Solid Waste Joint Powers
Board to design, construct, furnish, and
equip the expansion of the Pope/Douglas
waste-to-energy facility located in
Alexandria. The counties using this facility
must agree to achieve a 60 percent recycling
rate and an organics recovery rate of 15
percent by 2025.

(3) $1,911,000 is for a grant to Redwood
County under the solid waste capital
assistance grants program in Minnesota
Statutes, section 115A.54, to predesign,
design, construct, furnish, and equip the
Redwood County Materials Recovery
Facility in order to allow processing of
recyclables from other counties. The
counties using this facility must agree to
achieve a 60 percent recycling rate and an
organics recovery rate of 15 percent by 2025.
This grant is not available until the agency
determines that an amount sufficient to
complete the project is committed to it from
nonstate sources.

Sec. 9. BOARD OF WATER AND SOIL
RESOURCES

Subdivision 1. Total Appropriation $ 2,500,000
To the Board of Water and Soil Resources
for the purposes specified in this section.
To the extent possible, a person conducting
prairie restoration with state money must
plant vegetation or sow seed only of ecotypes
native to Minnesota, and preferably of the
local ecotype, using a high diversity of
species originating from as close to the
restoration site as possible, and protect
existing native prairies from genetic
contamination.

Subd. 2. Wetland Replacement Due to Public
Road Projects 2,500,000
To acquire land for wetland restoration or
preservation to replace wetlands drained
or filled as a result of the repair or
reconstruction, replacement, or rehabilitation
of existing public roads as required by
Minnesota Statutes, section 103G.222,
subdivision 1, paragraph (l) and (m). Up
to 17 percent of this appropriation is to
implement the program.
The provisions of Minnesota Statutes, section 103F.515, apply to this appropriation, except that the board may establish alternative payment rates for easements and practices to establish restored native prairies, as defined in Minnesota Statutes, section 84.02, subdivision 7, and to protect uplands.

The purchase price paid for acquisition of land, fee, or perpetual easement must be the fair market value as determined by the board. The board may enter into agreements with the federal government, other state agencies, political subdivisions, and nonprofit organizations or fee owners to acquire land and restore and create wetlands and to acquire existing wetland banking credits. Acquisition of or the conveyance of land may be in the name of the political subdivision.

Sec. 10. MINNESOTA ZOOLOGICAL GARDEN

Subdivision 1. Total Appropriation $32,500,000

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

Subd. 2. Master Plan Implementation, Phase I 15,000,000

For phase I of the 2001 Minnesota Zoological Garden Facilities and Business Master Plan, which includes renovation and expansion of the zoo's entry and main building, visitor center, and environmental education center.

Subd. 3. Asset Preservation and Exhibit Renewal 17,500,000

For capital asset preservation improvements, exhibit renewals, and betterments, to be
spent in accordance with Minnesota Statutes, section 16B.307. Of this:

(a) $11,000,000 is for a grant to Como Zoo for exhibit renewal.

(b) $500,000 is for a grant to the Duluth Zoo for asset preservation and exhibit renewal needed to achieve accreditation.

Sec. 11. ADMINISTRATION

Subdivision 1. Total Appropriation $ 10,000,000

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

Subd. 2. Asset Preservation 8,000,000

For capital asset preservation improvements and betterments, to be spent in accordance with Minnesota Statutes, section 16B.307, $500,000 is for Capitol campus security upgrades.

Subd. 3. Capital Asset Preservation and Replacement Account (CAPRA) 2,000,000

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

Sec. 12. AMATEUR SPORTS COMMISSION $ 4,000,000

To the Minnesota Amateur Sports Commission to complete phase II of the National Volleyball Center in Rochester, adding approximately 22,000 square feet of space to the existing facility and including the following: a high intensity training center, a training and weight center, a conference-classroom, lobby and assembly hall, public toilet rooms, locker room, vestibule, and observation mezzanine.
Sec. 13. **MILITARY AFFAIRS**

Subdivision 1. **Total Appropriation**  
$11,900,000

To the adjutant general for the purposes specified in this section.

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

For asset preservation improvements and betterments of a capital nature at military affairs facilities statewide, to be spent in accordance with Minnesota Statutes, section 16B.307.

Subd. 3. **Facility Life Safety Improvements**  
1,000,000

For life safety improvements and to correct code deficiencies at military affairs facilities statewide, to be spent in accordance with Minnesota Statutes, section 16B.307.

Subd. 4. **Facility ADA Compliance**  
900,000

For Americans with Disabilities Act (ADA) alterations to existing National Guard Training and Community Centers in locations throughout the state, to be spent in accordance with Minnesota Statutes, section 16B.307.

Subd. 5. **Cedar Street Armory, St. Paul**  
5,000,000

To renovate the Cedar Street Armory in St. Paul. This project includes window replacement, mechanical and electrical system upgrades, office space renovation, and asbestos abatement.

Subd. 6. **Camp Ripley Troop Support Facility**  
1,000,000

To complete design, renovation, furnishing, and equipping of the Troop Support Facility at Camp Ripley, including but not limited to: window replacement,
interior floor installation and finishings, air conditioning, upgrade of electrical, data, and telecommunication systems, and kitchen installation.

Subd. 7. Unspent Appropriations

The unspent portion of an appropriation for a project under this section that has been completed may be used for any other purpose permitted under Minnesota Statutes, section 16B.307.

Sec. 14. PUBLIC SAFETY

Subdivision 1. Total Appropriation

$ 16,050,000

To the commissioner of public safety, or another named agency, for the purposes specified in this section.

Subd. 2. Phase II, Camp Ripley

10,000,000

To the commissioner of administration to complete phase II of the tier 3 homeland security and emergency management training and exercise center at Camp Ripley, which includes a classroom facility and several facilities for field response training.

Nonmilitary public safety personnel from Minnesota must be given access to the facility.

Subd. 3. Maplewood - East Metro Regional Fire Training Facility

3,000,000

For a grant to the city of Maplewood to acquire land, prepare a site including environmental work, predesign, design, and construct the East Metro Regional Fire Training Facility in Ramsey County, within the city of Maplewood.
Subd. 4. Minneapolis - Emergency Operations Center and Fire Training Facility 750,000

For a grant to the city of Minneapolis to complete design and construction of an Emergency Operations Center and Fire Training Facility in the city of Minneapolis.

Subd. 5. Annandale Tactical Training Center 160,000

For a grant to the city of Annandale to predesign, design, construct, furnish, and equip improvements in the tactical training center, including improvements to the indoor live-fire shoothouse for air quality and noise mitigation, a steel breaching door, moving target systems within the shoothouse and outdoor range, and a 40-foot rappelling tower for high-angle fire, rescue, and police tactical training.

Subd. 6. Marshall - Minnesota Emergency Response and Industry Training Center (MERIT) 2,140,000

For a grant to the city of Marshall to acquire land, predesign, design, construct, furnish, and equip the expansion of the Minnesota Emergency Response and Industry Training Center (MERIT Center) in Marshall, Lyon County. The project includes acquiring approximately 80 acres of land for expanded facilities that will include a driving course, classrooms and offices, skid pad, and training simulators for driving, hand gun shooting, and driving education. This appropriation is not available until the commissioner determines that at least an equal amount is committed to the project from nonstate sources.
Sec. 15. **TRANSPORTATION**

Subdivision 1. **Total Appropriation**

$164,452,000

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

Subd. 2. **Local Bridge Replacement and Rehabilitation**

67,000,000

This appropriation is from the bond proceeds account in the state transportation fund to match federal money and to replace or rehabilitate local deficient bridges as provided in Minnesota Statutes, section 174.50. To the extent practicable, the commissioner shall expend the funds as provided under Minnesota Statutes, section 174.50, subdivisions 6c and 7, paragraph (c).

Political subdivisions may use grants made under this subdivision to construct or reconstruct bridges, including but not limited to:

1. matching federal aid grants to construct or reconstruct key bridges;
2. paying the costs of preliminary engineering and environmental studies authorized under Minnesota Statutes, section 174.50, subdivision 6a;
3. paying the costs to abandon an existing bridge that is deficient and in need of replacement, but where no replacement will be made; and
4. paying the costs to construct a road or street to facilitate the abandonment of an existing bridge determined by the commissioner to be deficient, if the commissioner determines that construction...
of the road or street is more economical than
replacement of the existing bridge.

$1,000,000 is for a grant to the city of
Fairmont to demolish the existing bridge
and to design and construct a new bridge
over the channel between Budd Lake and
Hall Lake, on West Lair Road in Gomrud
Park. This appropriation is not available
until the commissioner determines that at
least $1,500,000 has been committed to the
project from nonstate sources.

$1,500,000 is for a grant to the city of Fergus
Falls to renovate the Tower Road bridge.

$10,000,000 is for a grant to Hennepin
County for phase II of the project for the
removal of the existing Canadian Pacific
Railway bridge and crib wall structure
supporting the roadway, construction of a
retaining wall structure to support Lowry
Avenue, and construction of an extension of
phase I, the construction and replacement
of the Lowry Avenue Bridge carrying
County State-Aid Highway 153 across the
Mississippi River in Minneapolis.

$7,000,000 is for a grant to the city of
Minneapolis to construct a bridge for St.
Anthony Parkway over the Northtown Rail
Yard.

By November 1, 2010, the commissioner of
management and budget, subject to approval
of the commissioner of transportation, shall
implement a grant administration method for
grants provided under Minnesota Statutes,
sections 174.50 and 174.52. The grant
administration method must:
(1) not require a separate grant agreement for each project funded in whole or in part from general obligation grants;

(2) provide for efficient audits concerning state bond-financed property;

(3) ensure that all uses of the state bond-financed property will not cause the interest on the state general obligation bonds to be or become subject to federal income taxation for any reason; and

(4) otherwise comply with Minnesota Statutes, section 16A.695, the Minnesota Constitution, and all commissioner's orders.

By November 1, 2010, the commissioners of management and budget and transportation shall jointly submit a report on the grant administration method to the chairs and ranking minority members of the house of representatives and senate committees with jurisdiction over transportation policy and finance and capital investment.

At a minimum, the report must briefly summarize the grant administration method being implemented, provide a copy of any model grant agreement, and provide recommendations, if any, for legislative changes.

**Subd. 3. Greater Minnesota Transit 4,000,000**

For capital assistance for greater Minnesota transit systems to be used for transit capital facilities under Minnesota Statutes, section 174.24, subdivision 3c. Money from this appropriation may be used to pay up to 80 percent of the nonfederal share of these facilities. $520,000 is for a grant to the city.
of Northfield to design, construct, furnish, and equip a multimodal hub to serve as a transfer station, park and ride, intercity hub and trailhead, providing connections to Mill Towns State Trail, bike paths, and sidewalks within the city of Northfield.

Subd. 4. Rail Service Improvement

For the rail service improvement program to be spent for the purposes set forth in Minnesota Statutes, section 222.50, subdivision 7.

Subd. 5. Minnesota Valley Railroad Track Rehabilitation

For a grant to the Minnesota Valley Regional Rail Authority for capital improvements and rehabilitation of railroad track from Norwood-Young America to Hanley Falls. A grant under this subdivision is in addition to any grant, loan, or loan guarantee for this project made by the commissioner under Minnesota Statutes, sections 222.46 to 222.62.

Subd. 6. Northstar Commuter Rail Extension

To match federal funds for environmental analysis, design, engineering, negotiations with the Burlington Northern Santa Fe Railway, and acquisition of real property or interests in real property to extend the Northstar commuter rail line from Big Lake to the St. Cloud area.

Subd. 7. Railroad Grade Crossings

(a) To replace aging grade crossing safety warning devices statewide.
(b) $900,000 is for a grant to the city of Grand Rapids to make at-grade railroad crossing improvements in the city. The project includes closing at-grade crossings at 12th Avenue West and 5th Avenue East along with at-grade crossing improvements on and adjacent to 19th Avenue West and 3rd Avenue East under City Projects 2003-6 and 2010-3. Crossing improvements include but are not limited to concrete crossings, railroad cross arms and signals, and street and utility improvements necessary to facilitate the crossing closures and improvements including design and construction engineering. This appropriation is not subject to the requirements of the commissioner to receive funding under paragraph (a) or under the department's rail grade crossing improvement program. This appropriation is not available until the commissioner of management and budget has determined that at least $2,400,000 has been committed, including expenditures prior to July 1, 2010, to the project from nonstate sources.

Subd. 8. Port Development Assistance 7,000,000

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

Subd. 9. Lower Minnesota River Watershed 225,000

For a grant to the Lower Minnesota River Watershed District for site preparation, environmental mitigation, to acquire land for, and to design and construct improvements.
for dredge material site projects located
within the district.

Subd. 10. **Chisholm-Hibbing Airport**
3,700,000

For a grant to the Chisholm-Hibbing Airport
Authority for site preparation and to design
and construct a Department of Natural
Resources hangar and to design and construct
an addition to the western multiple plane
storage hangar.

Subd. 11. **Duluth Airport**
11,700,000

For a grant to the city of Duluth to predesign,
design, construct, furnish, and equip phase 2
of the new terminal facilities at the Duluth
International Airport as phase 2 of the airport
terminal project is described for purposes of
the Federal Aviation Administration project
grant. This appropriation is not available
until the commissioner determines that at
least an equal amount is committed to the
project from nonstate sources. The airport
terminal phase 2 project for which funds are
appropriated in this subdivision is not subject
to the provisions of Minnesota Statutes,
section 16A.695.

Subd. 12. **Thief River Falls Airport**
2,097,000

For a grant to the city of Thief River Falls
to design, construct, furnish, and equip a
multipurpose hangar at the Thief River Falls
Regional Airport in Pennington County,
subject to Minnesota Statutes, section
16A.695. This appropriation is not available
until the commissioner determines that
a nonstate match of at least $699,000 is
committed to the project.
41.1 Subd. 13. **Rochester Maintenance Facility** 26,430,000

41.2 This appropriation is from the bond proceeds

41.3 account in the trunk highway fund for

41.4 site preparation and construction of a new

41.5 maintenance facility in Rochester.

41.6 Subd. 14. **Arden Hills Training Center** 6,500,000

41.7 This appropriation is from the bond proceeds

41.8 account in the trunk highway fund for

41.9 an addition and remodeling at the Arden

41.10 Hills Training Center. The project includes

41.11 construction of a 35,000 square foot

41.12 conference center, containing a 9,000 square

41.13 foot meeting room that is divisible into four

41.14 smaller rooms, additional classrooms, and

41.15 support facilities; remodeling approximately

41.16 12,500 square feet of office space for the

41.17 State Patrol to consolidate their two metro

41.18 district offices; and remodeling the existing

41.19 classroom building to bring it to current

41.20 standards.

41.21 Subd. 15. **Maple Grove Truck Station** 15,800,000

41.22 This appropriation is from the trunk highway

41.23 fund to construct a new Maple Grove truck

41.24 station and mechanics facility. The 95,000

41.25 square foot truck station will contain offices,

41.26 shops, vehicle support, inventory space,

41.27 storage spaces, and mechanics work bays. It

41.28 will provide salt, yard, and unheated storage

41.29 space, and a fuel dispensing station.

41.30 Subd. 16. **Little Falls Truck Station** 3,300,000

41.31 This appropriation is from the trunk

41.32 highway fund to construct a new Little

41.33 Falls truck station. This project includes

41.34 an approximately 16,000 square foot truck
station facility with offices, shops, vehicle
support, inventory space, storage spaces,
and mechanics work bays. The site will also
house a salt storage building, an unheated
storage building, fuel dispensing, and yard
storage.

Subd. 17. Maplewood Bridge Crew Building
This appropriation is from the trunk highway
fund to construct an approximately 17,590
square foot facility for the new bridge crew
to be located at an existing Department of
Transportation site in Maplewood, including
offices, shops, vehicle storage, and crew
support spaces. The site will also provide salt
and yard storage, unheated storage building,
and fuel dispensing.

Subd. 18. Design
This appropriation is from the trunk highway
fund for design of the new Willmar district
headquarters vehicle storage facility and the
new Plymouth truck station.

Sec. 16. METROPOLITAN COUNCIL
Subdivision 1. Total Appropriation
$ 74,295,000
To the Metropolitan Council for the purposes
specified in this section.

Subd. 2. Transit Capital Improvement Program
50,000,000
(a) To implement the Metropolitan Council's
adopted 2030 Transportation Policy Plan for
transit way corridors, in consultation with
the Counties Transit Improvement Board.
Transit way corridors include the following:
Bottineau Boulevard, Cedar Avenue, Central
Corridor LRT, I-35W corridor, I-94 corridor,
Red Rock corridor, Riverview corridor, Robert Street corridor, Rush Line, and Southwest corridor.

(b) In addition to the corridors identified in the 2030 plan, this appropriation is for:

(1) a grant to the Anoka County Regional Rail Authority for environmental analysis, design, engineering, negotiations with the Burlington Northern Santa Fe Railway, acquisition of real property or interests in real property, and construction of related infrastructure and other improvements of a capital nature for the Foley Boulevard Northstar commuter rail station;

(2) a grant to the Hennepin County Regional Rail Authority to match federal funds for environmental analysis, engineering, design, acquisition of real property or interests in real property, and site preparation for the Minneapolis Transportation Interchange Facility located in the vicinity of the confluence of the Hiawatha light rail line and the Northstar commuter rail line;

(3) a grant to the city of Rosemount to predesign, design, construct, furnish, and equip a parking lot and transit station shelter on land owned by the city of Rosemount in the city's downtown area. The parking lot will have approximately 100 spaces for vehicles;

(4) a grant to the city of Ramsey to match federal and local funds for environmental analysis, engineering, design, negotiations with the Burlington Northern Santa Fe Railway, acquisition of real property or
interests in real property, and construction
of a Northstar commuter rail station in the
vicinity of the city of Ramsey Municipal
Center;

(5) a grant to the Ramsey County Regional
Railroad Authority to acquire land and
structures, to renovate structures, and
for design, engineering, and construction
to revitalize Union Depot for use as a
multimodal transit center in St. Paul. The
center must be designed so that it facilitates
a potential future connection of high-speed
rail to Minneapolis;

(6) for environmental analysis, engineering,
acquisition of real property or interests in
real property, and construction relating to
capacity improvements at the Hoffman
Interlocking/Hoffman Yard in St. Paul as
identified in the Minnesota Comprehensive
Statewide Freight and Passenger Rail Plan;

and

(7) for a grant to Washington County to
construct a park-and-ride facility for the Red
Rock Corridor Transit Way.

(c) $1,500,000 is for environmental analysis,
engineering, acquisition of real property or
interests in real property, and construction
of a park-and-ride facility in the city of
Woodbury for the I-94 Corridor Transit Way.

Subd. 3. Metropolitan Cities Inflow and
Infiltration Grants

For grants to cities within the metropolitan
area, as defined in Minnesota Statutes,
section 473.121, subdivision 2, for capital
improvements in municipal wastewater

3,000,000
collection systems to reduce the amount of
inflow and infiltration to the Metropolitan
Council's metropolitan sanitary sewer
disposal system. To be eligible for a grant, a
city must be identified by the Metropolitan
Council as a contributor of excessive inflow
or infiltration and must be subject to the
council's inflow and infiltration surcharge.
Grants from this appropriation are for up to
50 percent of the cost to mitigate inflow and
infiltration in the publicly owned municipal
wastewater collection systems. The council
must award grants based on applications from
eligible cities that identify eligible capital
costs and include a timeline for inflow and
infiltration mitigation construction, pursuant
to guidelines established by the council.

Subd. 4. Metropolitan Regional Parks and
Trails Capital Improvements

(a) Metropolitan Council Priorities 10,500,000

For the cost of improvements and betterments
of a capital nature and acquisition by the
council and local government units of
regional recreational open-space lands in
accordance with the council's policy plan
as provided in Minnesota Statutes, section
473.147. Priority must be given to park
rehabilitation and land acquisition projects.
This appropriation must not be used to
purchase easements.

(b) Phalen-Keller Regional Park 1,100,000

For grants to the city of St. Paul and
Ramsey County for improvements to the
Phalen-Keller Regional Park, including
design, engineering, and construction for
channel restoration and other associated
channel improvements between Phalen,
Keller, and Round Lakes, renovation of
the waterfall on the northwest shore of
Lake Phalen and addition of lighting and
landscaping along the path near the waterfall,
and design and construction of a paved
off-road trail between Roselawn Avenue and
County Road B connecting use areas within
Keller Regional Park and to Phalen Regional
Park and the Gateway State Trail.

(c) Springbrook Nature Center 2,151,000

For a grant to the city of Fridley to predesign,
design, construct, furnish, and equip
the redevelopment and expansion of the
Springbrook Nature Center. No nonstate
match is required.

(d) Theodore Wirth Park Winter Recreation
Area 1,150,000

For a grant to the Minneapolis Park and
Recreation Board to predesign, design,
construct, furnish, and equip a winter
recreation center at Theodore Wirth Regional
Park in Golden Valley, Hennepin County,
including warming and training areas and
maintenance facilities.

(e) Veterans Memorial Parks, Minneapolis 2,500,000

For a grant to the Minneapolis Park and
Recreation Board to: (1) restore the Sheridan
Veterans Memorial Park on the Mississippi
River in Minneapolis. Funds must be used
to construct the appropriate monument to
memorialize the war service of Minnesota
veterans of all wars and related park facilities;
and (2) to match funds provided by Hennepin
County to restore the flagpole monument
and plaza, and make other infrastructure
improvements of a capital nature for the
Veterans of World War I Victory Memorial
Parkway, consistent with Hennepin County’s
planned infrastructure improvements.

(f) Minneapolis Sculpture Garden 200,000

For a grant to the Minneapolis Park and
Recreation Board to predesign, design, and
construct the renovation of the Minneapolis
Sculpture Garden, which displays art
owned by the Walker Art Center, subject to
Minnesota Statutes, section 16A.695. The
renovation will include improving irrigation,
drainage, the parking lot, security, granite
substructures, concrete, and fixtures, in
order to update them with more ecologically
sustainable options that are less expensive to
maintain; increasing physical accessibility
in accordance with the Americans with
Disabilities Act; transplanting and replacing
trees and plant materials; and improving the
mechanical plant, piping, and flooring of the
Cowles Conservatory to permit its flexible
reuse in a way that is more ecologically
sustainable and less expensive to maintain.

(g) Bloomington, Old Cedar Avenue Bridge 2,000,000

For a grant to the city of Bloomington to
renovate the Old Cedar Avenue Bridge for
bicycle commuters and recreational users.
The city of Bloomington must consult with
the city of Eagan and Dakota County on the
renovation.

(h) Dakota Rail Regional Trail, Pedestrian and
Bicycle Tunnel 344,000
For a grant to the city of Minnetonka Beach to construct a pedestrian and bicycle tunnel under Hennepin County State-Aid Highway 15 that would link an existing city trail with the Dakota Rail Regional Trail.

(i) Rock Island Bridge Park and Trail Development

For a grant to the city of Inver Grove Heights for park and trail development on the west bank of the Mississippi River in Dakota County at the site of Mississippi River Bridge JAR 5600, commonly known as the Rock Island Bridge. Any park or trails developed with this appropriation must connect with any local, regional, or state trails in the vicinity, and the historic Rock Island Bridge.

Sec. 17. HEALTH

Hyperbaric Chamber Replacement

To the commissioner of health for a grant to Hennepin County for Hennepin County Medical Center (HCMC) to design, construct, furnish, and equip the relocation of a hyperbaric oxygen facility on the HCMC campus.

Sec. 18. HUMAN SERVICES

Subdivision 1. Total Appropriation

$ 5,125,000

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

Subd. 2. Asset Preservation

3,000,000

For asset preservation improvements and betterments of a capital nature at Department of Human Services facilities statewide, to be
spent in accordance with Minnesota Statutes, section 16B.307.

Subd. 3. **Early Childhood Learning Facilities**  
To the commissioner of human services for grants to construct and rehabilitate facilities for programs under Minnesota Statutes, section 256E.37.

Subd. 4. **Remembering with Dignity**  
For grave markers or memorial monuments for unmarked graves of deceased residents of state hospitals or regional treatment centers.

**Sec. 19. VETERANS AFFAIRS**

Subdivision 1. **Total Appropriation**  
$9,975,000

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

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

For asset preservation improvements and betterments of a capital nature at veterans homes statewide, to be spent in accordance with Minnesota Statutes, section 16B.307.

Subd. 3. **Luverne Veterans Home**  
450,000

To design, construct, and furnish a new enclosure attached to the front entrance of the Luverne Veterans Home. This project also includes re-engineering the circle drive parking lot adjoining the entrance to increase visitor parking capacity.

Subd. 4. **Kandiyohi Veterans Home**  
5,525,000

For the state share to design, construct, furnish, and equip a 90-bed facility in Kandiyohi County to provide geriatric and mental health skilled nursing services to
veterans or their spouses. This appropriation
is not available until the commissioner
determines that an amount sufficient to
complete the project is committed to it from
nonstate sources.

Sec. 20. CORRECTIONS

Subdivision 1. Total Appropriation $ 11,529,000

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

Subd. 2. Asset Preservation 8,000,000

For improvements and betterments of a
capital nature at Minnesota correctional
facilities statewide, in accordance with
Minnesota Statutes, section 16B.307.

Subd. 3. MCF - Oak Park Heights 3,529,000

To replace the intrusion detection system
on the top of the walls surrounding the
interior courtyard and to upgrade lighting
and cameras on the exterior perimeter fences.

Subd. 4. Unspent appropriations

The unspent portion of an appropriation for
a project in this section that is complete,
upon written notice to the commissioner of
management and budget, is available for
asset preservation under Minnesota Statutes,
section 16B.307, at the same correctional
facility as the project for which the original
appropriation was made. Minnesota Statutes,
section 16A.642, applies from the date of the
original appropriation to the unspent amount
transferred.

Sec. 21. EMPLOYMENT AND ECONOMIC DEVELOPMENT
Subdivision 1. **Total Appropriation** $126,668,000

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

Subd. 2. **Greater Minnesota Business Development Infrastructure Grant Program** 7,259,000

For grants under Minnesota Statutes, section 116J.431. Up to $200,000 is for a grant to the Board of Trustees of the Minnesota State Colleges and Universities for Pine Technical College as a match for a grant from the United States Economic Development Administration to design, construct, furnish, and equip an entrepreneurship and technology business incubator.

$1,000,000 is for a grant to the city of Perham in Otter Tail County to design, construct, furnish, and equip a material recovery facility at the Perham Resource Recovery Facility. The counties using the facility must agree to achieve a 60 percent recycling rate and an organics recovery rate of 15 percent by 2025.

Subd. 3. **Bioscience Business Development Public Infrastructure Grant Program** 4,000,000

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

Subd. 4. **Redevelopment Account** 5,000,000

For purposes of the redevelopment account under Minnesota Statutes, sections 116J.571 to 116J.575.

$2,000,000 is for a grant to the city of Lake Elmo. $1,000,000 must be used to design and construct an expansion of the city's water pumping, storage, and distribution system
to provide approximately 1,000 additional
service hookups and replace a city well lost to
contamination by perfluoroochemicals (PFCs).
$1,000,000 must be used to design and
construct the extension of a 16-inch sanitary
sewer force main from the Metropolitan
Council interceptor on Interstate Highway
94 to 30th Street to the proposed southern
edge of the Lake Elmo Village area. This
appropriation is not available until the
council has determined that at least an equal
amount has been committed to the project
from nonstate sources.
The commissioner may require that grant
money not committed by contract for
approved project activities within 120 days
after the grant agreement was signed be
returned and credited to the redevelopment
account.
Notwithstanding Minnesota Statutes,
section 16A.642, grant number
RDGP-06-0007-0-FY07, awarded in
September 2006 to the city of Tower from an
appropriation to the redevelopment account
in Laws 2005, chapter 20, article 1, section
23, subdivision 11, is available until June 30,
2013.

Subd. 5. **Bemidji - Headwaters Science Center**  
475,000

For a grant to the city of Bemidji to predesign
and design the Headwaters Science Center
in the city of Bemidji.

Subd. 6. **Chatfield - Potter Center for the Arts/Historic Preservation**  
7,094,000

For a grant to Independent School District
No. 227, Chatfield, to predesign, design,
renovate, construct, furnish, and equip the
Potter Center for the Arts, in the city of
Chatfield, subject to Minnesota Statutes,
section 16A.695.

Subd. 7. Hennepin County

Minnesota African American History Museum
and Cultural Center 840,000

For a grant to Hennepin County to predesign,
design, construct, furnish, and equip the
renovation of an historic mansion for the
African American History Museum and
Cultural Center in Minneapolis, subject to
Minnesota Statutes, section 16A.695.

Subd. 8. Mankato - Civic Center and All
Seasons Arenas 13,900,000

For a grant to the city of Mankato to
design, construct, furnish, and equip the
expansion of the civic center auditorium
and the renovation and expansion of the
civic center and all seasons arenas, including
the Southern Minnesota Women's Hockey
Exposition Center jointly used by the city
and Minnesota State University, Mankato.

Subd. 9. Minneapolis - Orchestra Hall 17,000,000

For a grant to the city of Minneapolis
to predesign, design, construct, furnish,
and equip the renovation of Orchestra
Hall and Peavey Plaza at its current
downtown Minneapolis location. The city
of Minneapolis may operate a performing
arts center and adjacent property for public
recreation, and may enter into a lease or
management agreement for the improved
facilities, subject to Minnesota Statutes,
section 16A.695.
Subd. 10. **Ramsey County - Rice Street Bioscience Corridor** 5,000,000

For a grant to Ramsey County to reconstruct the Rice Street bridge where it crosses marked Trunk Highway 36 in Ramsey County, and for other improvements of a capital nature to publicly owned infrastructure to support bioscience business development.

Subd. 11. **Rochester - Mayo Civic Center Complex** 28,000,000

For a grant to the city of Rochester to construct, furnish, and equip the renovation and expansion of the Mayo Civic Center Complex.

Subd. 12. **St. Cloud - Civic Center Expansion** 15,100,000

For a grant to the city of St. Cloud to predesign, design, construct, furnish, and equip an expansion of the St. Cloud Civic Center, including a parking facility and skyway connection. This appropriation is not available until the commissioner determines that at least an equal amount is committed to the project from nonstate sources.

Subd. 13. **St. Paul**

(a) **Ordway Center for the Performing Arts** 16,000,000

For a grant to the city of St. Paul to construct, furnish, and equip a 1,100-seat concert hall and support spaces at the Ordway Center for the Performing Arts, subject to Minnesota Statutes, section 16A.695.

(b) **Asian Pacific Cultural Center** 7,000,000

For a grant to the city of St. Paul to construct, furnish, and equip an Asian Pacific Cultural
Center, subject to Minnesota Statutes, section 16A.695. This appropriation does not require a local match.

Sec. 22. PUBLIC FACILITIES AUTHORITY

Subdivision 1. Total Appropriation $60,000,000

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

Subd. 2. State Match For Federal Grants 30,000,000

(a) To match federal grants for the clean water revolving fund under Minnesota Statutes, section 446A.07, and the drinking water revolving fund under Minnesota Statutes, section 446A.081.

(b) $10,800,000 of this appropriation shall provide matching funds for the drinking water revolving fund to match the 2011 and 2012 federal grants, with the balance to be made available to the clean water revolving fund.

(c) This appropriation must be used for qualified capital projects.

Subd. 3. Wastewater Infrastructure Funding Program 30,000,000

For grants to eligible municipalities under the wastewater infrastructure funding program under Minnesota Statutes, section 446A.072.

Up to $400,000 may be used for eligible costs to implement the wastewater infrastructure funding program.

Sec. 23. MINNESOTA HOUSING FINANCE AGENCY $10,000,000

To the Minnesota Housing Finance Agency for transfer to the housing development fund.
to finance the rehabilitation costs to preserve
public housing under Minnesota Statutes,
section 462A.202, subdivision 3a. For
purposes of this section, "public housing"
means housing for low-income persons
and households financed by the federal
government and owned and operated by
the public housing authorities and agencies
formed by cities and counties. Eligible
public housing authorities must have a public
housing assessment system rating of standard
or above. Priority must be given to proposals
that maximize federal or local resources
to finance the capital costs. The priority
in Minnesota Statutes, section 462A.202,
subdivision 3a, for projects to increase
the supply of affordable housing and the
restrictions of Minnesota Statutes, section
462A.202, subdivision 7, do not apply to this
appropriation.

Sec. 24. MINNESOTA HISTORICAL
SOCIETY

Subdivision 1. Total Appropriation $ 14,257,000

To the Minnesota Historical Society for the
purposes specified in this section.

Subd. 2. Historic Sites Asset Preservation

For capital improvements and betterments
at state historic sites, buildings, landscaping
at historic buildings, exhibits, markers, and
monuments, to be spent in accordance with
Minnesota Statutes, section 16B.307. The
society shall determine project priorities as
appropriate based on need.

Subd. 3. County and Local Preservation
Grants

1,000,000
To be allocated to county and local 
jurisdictions as matching money for historic 
preservation projects of a capital nature, 
as provided in Minnesota Statutes, section 
138.0525.

Subd. 4. Oliver H. Kelley Farm Historic Site
9,857,000

To complete design and to construct, furnish, 
and equip the renovation of the Oliver H. 
Kelley Farm Historic Site, including the 
site's visitor center and other essential visitor 
services and site operations facilities.

Sec. 25. BOND SALE EXPENSES
$ 1,035,000

(a) $1,020,000 is from the bond proceeds 
and budget for bond sale expenses under 
Minnesota Statutes, section 16A.641,
subdivision 8.

(b) $15,000 is from the bond proceeds 
account in the trunk highway fund to the 
commissioner of management and budget 
for bond sale expenses under Minnesota 
Statutes, section 167.50, subdivision 4.

Sec. 26. BOND SALE AUTHORIZATION.

Subdivision 1. Bond proceeds fund. To provide the money appropriated in this 
article from the bond proceeds fund, the commissioner of management and budget shall 
sell and issue bonds of the state in an amount up to $948,861,000 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.

Subd. 2. Maximum effort school loan fund. To provide the money appropriated in 
this article from the maximum effort school loan fund, the commissioner of management 
and budget shall sell and issue bonds of the state in an amount up to $5,780,000 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 a bond proceeds account in the maximum effort school
loan fund.

Subd. 3. **Transportation fund bond proceeds account.** To provide the money
appropriated in this article from the state transportation fund, the commissioner of
management and budget shall sell and issue bonds of the state in an amount up to
$67,000,000 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 a bond proceeds account in the
state transportation fund.

Subd. 4. **Trunk highway bond proceeds fund.** To provide the money appropriated
in this article from the bond proceeds account in the trunk highway fund, the commissioner
of management and budget shall sell and issue bonds of the state in an amount up to
$32,945,000 in the manner, upon the terms, and with the effect prescribed by Minnesota
Statutes, sections 167.50 to 167.52, and by the Minnesota Constitution, article XIV, section
11, at the times and in the amounts requested by the commissioner of transportation. The
proceeds of the bonds, except accrued interest and any premium received from the sale of
the bonds, must be credited to the bond proceeds account in the trunk highway fund.

Sec. 27. **CANCELLATIONS; BOND SALE AUTHORIZATIONS REDUCED.**

Subdivision 1. **Bureau of Criminal Apprehension.** $525,000 of the appropriation
in Laws 2002, chapter 374, article 11, section 7, subdivision 3, as amended by Laws
2002, chapter 393, section 90, for construction of the Bureau of Criminal Apprehension
building in Saint Paul, is canceled. The bond sale authorization in Laws 2002, chapter
374, article 11, section 17, is reduced by $525,000.

Subd. 2. **Administration; property acquisition.** $5,311.83 of the appropriation in
Laws 2002, chapter 374, article 11, section 7, subdivision 4, for property acquisition, is
canceled. The bond sale authorization in Laws 2002, chapter 374, article 11, section 17,
is reduced by $5,311.83.

Subd. 3. **Human services.** $23,642.57 of the appropriation in Laws 2002, chapter
374, article 11, section 11, for Department of Human Services asset preservation, is
canceled. The bond sale authorization in Laws 2002, chapter 374, article 11, section 17, is
reduced by $23,642.57.

Subd. 4. **CAPRA.** $101,485.07 of the appropriation in Laws 2002, chapter 393,
section 13, subdivision 2, for the capital asset preservation and replacement account, is

Subd. 5. **Administration.** $1,041.79 of the appropriation in Laws 2002, chapter 393, section 13, subdivision 3, for electrical utility infrastructure in the capitol complex, is canceled. The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $1,041.79.

Subd. 6. **Health and agriculture lab.** $10,701.71 of the appropriation in Laws 2002, chapter 393, section 13, subdivision 6, for health and agriculture lab, is canceled.

The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $10,701.71.

Subd. 7. **Minnesota State Academies.** $8,730.46 of the appropriation in Laws 2002, chapter 393, section 6, for asset preservation, is canceled. The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $8,730.46.

Subd. 8. **Human services.** $5,829.55 of the appropriation in Laws 2002, chapter 393, section 22, subdivision 2, for systemwide roof renovation and replacement, is canceled. The bond sale authorization in Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $5,829.55.

Subd. 9. **Human services.** $53,695.76 of the appropriation in Laws 2002, chapter 393, section 22, subdivision 3, for asset preservation, is canceled. Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $53,695.76.

Subd. 10. **Human services.** $77,034.74 of the appropriation in Laws 2002, chapter 393, section 22, subdivision 4, for demolition, is canceled. Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $77,034.74.

Subd. 11. **Human services.** $8,873.69 of the appropriation in Laws 2002, chapter 393, section 22, subdivision 6, as amended by Laws 2005, chapter 20, article 1, section 43, for the Fergus Falls Regional Treatment Center, is canceled. Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $8,873.69.
Subd. 12. **Human services.** $3,498 of the appropriation in Laws 2002, chapter 393, section 22, subdivision 7, for the St. Peter Regional Treatment Center, is canceled. Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $3,498.

Subd. 13. **Veterans Home Board.** $8,022.83 of the appropriation in Laws 2002, chapter 393, section 23, subdivision 2, for asset preservation, is canceled. Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $8,022.83.

Subd. 14. **Veterans Home Board.** $2,000 of the appropriation in Laws 2002, chapter 393, section 23, subdivision 3, for the Hastings Veterans Home utility infrastructure, is canceled. Laws 2002, chapter 393, section 30, subdivision 1, as amended by Laws 2005, chapter 20, article 2, section 1, and Laws 2008, chapter 179, section 28, is reduced by $2,000.

Subd. 15. **Phalen Boulevard.** $201,486 of the appropriation in Laws 2003, First Special Session chapter 20, article 1, section 12, subdivision 6, for a grant to the city of St. Paul for the Phalen Boulevard project, is canceled. The bond sale authorization in Laws 2003, First Special Session chapter 20, article 1, section 16, as amended by Laws 2008, chapter 179, section 28, is reduced by $201,486.

Subd. 16. **PCAPE.** $1.12 of the appropriation in Laws 2005, chapter 20, article 1, section 4, subdivision 2, for asset preservation, is canceled. The bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as amended by Laws 2008, chapter 179, section 28, is reduced by $1.12.

Subd. 17. **PCAPE.** $7,480.88 of the appropriation in Laws 2005, chapter 20, article 1, section 4, subdivision 3, for the Beta Building, is canceled. The bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as amended by Laws 2008, chapter 179, section 28, is reduced by $7,480.88.

Subd. 18. **Administration.** $28,261.71 of the appropriation in Laws 2005, chapter 20, article 1, section 13, subdivision 4, for capitol area parking, is canceled. The bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as amended by Laws 2008, chapter 179, section 28, is reduced by $28,261.71.

Subd. 19. **CAAPB.** $14,140.75 of the appropriation in Laws 2005, chapter 20, article 1, section 14, subdivision 2, for capitol interior renovation, is canceled. The bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as amended by Laws 2008, chapter 179, section 28, is reduced by $14,140.75.

Subd. 20. **Veterans Home Board.** $1,863.57 of the appropriation in Laws 2005, chapter 20, article 1, section 21, subdivision 3, for the Luverne home, is canceled. The
bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as
amended by Laws 2008, chapter 179, section 28, is reduced by $1,863.57.

Subd. 21. **Veterans Home Board.** $25,720 of the appropriation in Laws 2005,
chapter 20, article 1, section 21, subdivision 5, as amended by Laws 2005, First Special
Session chapter 7, section 5, for predesign of a home in Willmar, is canceled. The bond
sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as
amended by Laws 2008, chapter 179, section 28, is reduced by $25,720.

Subd. 22. **MCF Stillwater.** $1,003,283.99 of the appropriation in Laws 2005,
chapter 20, article 1, section 22, subdivision 3, for new segregation unit, is canceled. The
bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1, as
amended by Laws 2008, chapter 179, section 28, is reduced by $1,003,283.99.

Subd. 23. **MCF Willow River.** $962.09 of the appropriation in Laws 2005,
chapter 20, article 1, section 22, subdivision 4, paragraph (a), for an activities building,
is canceled. The bond sale authorization in Laws 2005, chapter 20, article 1, section 28,
subdivision 1, as amended by Laws 2008, chapter 179, section 28, is reduced by $962.09.

Subd. 24. **MCF beds.** $853 of the appropriation in Laws 2005, chapter 20, article 1,
section 22, subdivision 4, paragraph (b), for additional beds at Willow River, is canceled.
The bond sale authorization in Laws 2005, chapter 20, article 1, section 28, subdivision 1,
as amended by Laws 2008, chapter 179, section 28, is reduced by $853.

Subd. 25. **Institute of Nanotechnology.** $600,000 of the appropriation in Laws
2005, chapter 20, article 1, section 23, subdivision 11, as amended by Laws 2006, chapter
171, section 1, and Laws 2008, chapter 179, section 57, for a grant to the city of Rushford
for the Institute of Nanotechnology, is canceled. The bond sale authorization in Laws
2005, chapter 20, article 1, section 28, subdivision 1, as amended by Laws 2008, chapter
179, section 28, is reduced by $600,000.

Subd. 26. **Veterans Home Board.** $7,770.30 of the appropriation in Laws 2006,
chapter 258, section 19, subdivision 5, for the Luverne addition, is canceled. The bond
sale authorization in Laws 2006, chapter 258, section 25, subdivision 1, as amended by
Laws 2007, chapter 45, article 3, section 6, and Laws 2008, chapter 179, section 28,
is reduced by $7,770.30.

Subd. 27. **DNR facility damage.** $2,283,263 of the appropriation in Laws 2007,
First Special Session chapter 2, article 1, section 5, subdivision 2, to rehabilitate and
replace state facilities and restore natural resources in the flood damaged area, is canceled.
The bond sale authorization in Laws 2007, First Special Session chapter 2, article 1,
section 15, subdivision 1, is reduced by $2,283,263.
Subd. 28. **Department of Transportation; Urban Partnership Agreement.**

$9,000,000 of the appropriation in Laws 2008, chapter 152, article 2, section 3, subdivision 4, for the urban partnership agreement, is canceled. The trunk highway bond sale authorization in Laws 2008, chapter 152, article 2, section 7, subdivision 1, is reduced by $9,000,000.

Subd. 29. **Transportation Building.** $9,500,000 of the appropriation in Laws 2008, chapter 152, article 2, section 5, for the exterior of the Department of Transportation building in Saint Paul, is canceled. The trunk highway bond sale authorization in Laws 2008, chapter 152, article 2, section 7, subdivision 1, is reduced by $9,500,000.

Subd. 30. **Agriculture.** $2,660 of the appropriation in Laws 2008, chapter 179, section 10, for the potato inspection unit building roof, is canceled. The bond sale authorization in Laws 2008, chapter 179, section 27, subdivision 1, as amended by Laws 2008, chapter 365, section 7, is reduced by $2,660.

Subd. 31. **Bayport storm sewer.** The $150,000 appropriation in Laws 2008, chapter 179, section 22, subdivision 8, for the Bayport storm sewer, is canceled. The bond sale authorization in Laws 2008, chapter 179, section 27, subdivision 1, as amended by Laws 2008, chapter 365, section 7, is reduced by $150,000.

Subd. 32. **Disaster relief.** $3,900,000 of the appropriation in Laws 2009, chapter 93, article 2, section 3, subdivision 3, for state and local match, is canceled. The bond sale authorization in Laws 2009, chapter 93, article 2, section 13, subdivision 1, is reduced by $3,900,000.

Sec. 28. **[16A.505] CAPITAL PROJECTS ENCOURAGED TO MEET STATE CLIMATE GOALS.**

Subdivision 1. **State climate goals.** The state climate goals are the goals in section 216H.02, subdivision 1.

Subd. 2. **State capital projects to provide leadership to meet goals.** The commissioners of commerce, administration, and management and budget must promote and encourage incorporating solar, wind, and geothermal energy systems into state and local capital projects to help achieve the state climate goals.

Sec. 29. Minnesota Statutes 2009 Supplement, section 16A.86, subdivision 3a, is amended to read:

Subd. 3a. **Information provided.** All requests for state assistance under this section must include the following information:
(1) the name of the political subdivision that will own the capital project for which state assistance is being requested;

(2) the public purpose of the project;

(3) the extent to which the political subdivision has or expects to provide local, private, user financing, or other nonstate funding for the project;

(4) a list of the bondable activities that the project encompasses; examples of bondable activities are public improvements of a capital nature for land acquisition, predesign, design, construction, and furnishing and equipping for occupancy;

(5) whether the project will require new or additional state operating subsidies;

(6) whether the governing body of the political subdivision requesting the project has passed a resolution in support of the project and has established priorities for all projects within its jurisdiction for which bonding appropriations are requested when submitting multiple requests; and

(7) if the project requires a predesign under section 16B.335, whether the predesign has been completed at the time the capital project request is submitted, and whether the political subdivision has submitted the project predesign to the commissioner of administration for review and approval; and

(8) whether the project will help the state achieve the state climate goals in section 216H.02, subdivision 1.

Sec. 30. [16B.327] RECYCLING CONSTRUCTION AND DEMOLITION

WASTE FROM STATE BUILDINGS; REQUIREMENT.

The commissioner of administration shall require in contracts for the construction, renovation, or demolition of a state building that the contractor and any subcontractor must divert from deposit in a landfill and must recycle at least 50 percent of the waste, measured by tonnage or volume, produced by the project. This requirement applies to state building projects receiving funding from the bond proceeds fund after January 1, 2010, as follows: (1) construction and renovation projects of $5,000,000 or more; and (2) all demolition projects.

Sec. 31. Minnesota Statutes 2008, section 103F.515, is amended by adding a subdivision to read:

Subd. 10. Use for mitigation prohibited. Funds made available under the reinvest in Minnesota reserve program may not be used for environmental regulatory or wetland mitigation purposes required under federal or state law.
Sec. 32. Minnesota Statutes 2008, section 116J.435, as amended by Laws 2009,  
chapter 35, sections 1, 2, chapter 78, article 2, section 12, is amended to read:

116J.435 BIOSCIENCE INNOVATIVE BUSINESS DEVELOPMENT PUBLIC INFRASTRUCTURE GRANT PROGRAM.

Subdivision 1. Creation of account. A bioscience innovative business development public infrastructure account is created in the bond proceeds fund. Money in the account may only be used for capital costs of public infrastructure for eligible bioscience innovative business development projects.

Subd. 2. Definitions. For purposes of this section:

1. "local governmental unit" means a county, city, town, special district, public higher education institution, or other political subdivision or public corporation;

2. "governing body" means the council, board of commissioners, board of trustees, board of regents, or other body charged with governing a local governmental unit;

3. "public infrastructure" means publicly owned physical infrastructure in this state, including, but not limited to, wastewater collection and treatment systems, drinking water systems, storm sewers, utility extensions, telecommunications infrastructure, streets, roads, bridges, parking ramps, facilities that support basic science technology and clinical research, and research infrastructure; and

4. "innovative business" means a business that is engaged in, or is committed to engage in, innovation in Minnesota in one of the following: using proprietary technology to add value to a product, process, or service in a high technology field; researching or developing a proprietary product, process, or service in a high technology field; researching, developing, or producing a new proprietary technology for use in the fields of tourism, forestry, mining, transportation, or green manufacturing;

5. "proprietary technology" means the technical innovations that are unique and legally owned or licensed by a business and includes, without limitation, those innovations that are patented, patent pending, a subject of trade secrets, or copyrighted; and

6. "eligible project" means a bioscience innovative business development capital improvement project in this state, including: manufacturing; technology; warehousing and distribution; research and development; bioscience innovative business incubator; agricultural bioprocessing or processing; or industrial, office, or research park development that would be used by a bioscience-based innovative business.

Subd. 3. Grant program established. (a) The commissioner shall make competitive grants to local governmental units to acquire and prepare land on which public infrastructure required to support an eligible project will be located, including demolition of structures and remediation of any hazardous conditions on the land, or to
predesign, design, acquire, construct, furnish, and equip public infrastructure required to support an eligible project. The local governmental unit receiving a grant must provide for the remainder of the public infrastructure costs from other sources. The commissioner may waive the requirements related to an eligible project under subdivision 2 if a project would be eligible under this section but for the fact that its location requires infrastructure improvements to residential development.

(b) The amount of a grant may not exceed the lesser of the cost of the public infrastructure or 50 percent of the sum of the cost of the public infrastructure plus the cost of the completed eligible project.

(c) The purpose of the program is to keep or enhance jobs in the area, increase the tax base, or to expand or create new economic development through the growth of new bioscience innovative businesses and organizations.

Subd. 4. Application. (a) The commissioner must develop forms and procedures for soliciting and reviewing applications for grants under this section. At a minimum, a local governmental unit must include the following information in its application:

1. a resolution of its governing body certifying that the money required to be supplied by the local governmental unit to complete the public infrastructure is available and committed;

2. a detailed estimate, along with necessary supporting evidence, of the total development costs for the public infrastructure and eligible project;

3. an assessment of the potential or likely use of the site for bioscience innovative business activities after completion of the public infrastructure and eligible project;

4. a timeline indicating the major milestones of the public infrastructure and eligible project and their anticipated completion dates;

5. a commitment from the governing body to repay the grant if the milestones are not realized by the completion date identified in clause (4); and

6. any additional information or material the commissioner prescribes.

(b) The determination of whether to make a grant under subdivision 3 is within the discretion of the commissioner, subject to this section. The commissioner's decisions and application of the priorities are not subject to judicial review, except for abuse of discretion.

Subd. 5. Priorities. (a) If applications for grants exceed the available appropriations, grants must be made for public infrastructure that, in the commissioner's judgment, provides the highest return in public benefits for the public costs incurred. "Public benefits" include job creation, environmental benefits to the state and region, efficient use of public transportation, efficient use of existing infrastructure, provision of affordable housing, multiuse development that constitutes community rebuilding rather than single-use
development, crime reduction, blight reduction, community stabilization, and property tax
base maintenance or improvement. In making this judgment, the commissioner shall give
priority to eligible projects with one or more of the following characteristics:

(1) the potential of the local governmental unit to attract viable bioscience innovative
businesses;
(2) proximity to public transit if located in a metropolitan county, as defined in
section 473.121, subdivision 4;
(3) multijurisdictional eligible projects that take into account the need for affordable
housing, transportation, and environmental impact;
(4) the eligible project is not relocating substantially the same operation from another
location in the state, unless the commissioner determines the eligible project cannot be
reasonably accommodated within the local governmental unit in which the business is
currently located, or the business would otherwise relocate to another state or country; and
(5) the number of jobs that will be created.

(b) The factors in paragraph (a) are not listed in a rank order of priority; rather, the
commissioner may weigh each factor, depending upon the facts and circumstances, as
the commissioner considers appropriate.

Subd. 6. Cancellation of grant. If a grant is awarded to a local governmental unit
and funds are not encumbered for the grant within four years after the award date, the
grant must be canceled.

Subd. 7. Repayment of grant. If an eligible project supported by public
infrastructure funded with a grant awarded under this section is not occupied by a
bioscience innovative business in accordance with the grant application under
subdivision 4 within five years after the date of the last grant payment, the grant recipient
must repay the amount of the grant received. The commissioner must deposit all money
received under this subdivision into the state treasury and credit it to the debt service
account in the state bond fund.

Sec. 33. Minnesota Statutes 2008, section 174.50, subdivision 6, is amended to read:

Subd. 6. Grant rules criteria; rulemaking. Procedures for application for
grants from the fund, conditions for their administration, and criteria for priority,
unless established in the laws authorizing the grants, shall be established by rules of
the Department of Transportation consistent with those laws. The commissioner of
transportation shall adopt rules consistent with this section that establish criteria for
determining priorities and amounts of grants which must be based on consideration
of:
(1) effectiveness of the project in eliminating a deficiency in the transportation system;
(2) number of persons affected by the deficiency;
(3) economic feasibility;
(4) effect on optimum land use and other concerns of state and regional planning;
(5) availability of other financing capability; and
(6) adequacy of provision for proper operation and maintenance after construction.

Sec. 34. Minnesota Statutes 2008, section 174.50, subdivision 7, is amended to read:
Subd. 7. Rules for administering funds and grants Program administration;
rulemaking. (a) The commissioner of transportation shall develop rules, procedures for
application for grants, conditions of grant administration, standards, and criteria, including
bridge specifications, in cooperation with road authorities of political subdivisions, for use
in the administration of funds appropriated to the commissioner and for the administration
of grants to subdivisions.
(b) The maximum use of standardized bridges is encouraged. Regardless of the size
of the existing bridge, a bridge or replacement bridge is eligible for assistance from the
state transportation fund if a hydrological survey indicates that the bridge or replacement
bridge must be ten feet or more in length.
(c) As part of the standards or rules, the commissioner shall, in consultation with
local road authorities, establish a minimum distance between any two bridges that cross
over the same river, stream, or waterway, so that only one of the bridges is eligible for a
grant under this section. As appropriate, the commissioner may establish exceptions from
the minimum distance requirement or procedures for obtaining a variance.
(d) Funds appropriated to the commissioner from the Minnesota state transportation
fund shall be segregated from the highway tax user distribution fund and other funds
created by article XIV of the Constitution.

Sec. 35. Minnesota Statutes 2008, section 256E.37, subdivision 2, is amended to read:
Subd. 2. Grant priority. (a) The commissioner must give priority to:
(1) projects in counties or municipalities with the highest percentage of children
living in poverty;
(2) grants that involve collaboration among sponsors of programs under this section;
and
(3) where feasible, grants for programs that utilize Youthbuild under sections
116L.361 to 116L.366 for at least 25 percent of each grant awarded or $50,000 of the labor
portion of the construction, whichever is less, if:
(i) the work is appropriate for Youthbuild, as mutually agreed upon by the grantee
and the local Youthbuild program, considering safety and skills needed;
(ii) it is demonstrated by Youthbuild that using Youthbuild will not increase the
overall cost of the project; and
(iii) eligible programs consult with appropriate labor organizations to deliver
education and training.
(b) The commissioner may give priority to:
(1) projects that collaborate with child care providers, including all-day and
school-age child care programs, special needs care, sick child care, nontraditional hour
care, and programs that include services to refugee and immigrant families; and
(2) grants for programs that will increase their child care workers' wages as a result
of the grant; and
(3) projects that will improve the quality of early childhood programs.
Sec. 36. Minnesota Statutes 2008, section 462A.36, is amended by adding a
subdivision to read:
Subd. 2a. Authorization; foreclosed and abandoned properties. (a) The agency
may issue up to $5,000,000 of nonprofit housing bonds in one or more series to which the
payments made under this section may be pledged.
(b) The agency shall use 50 percent of funds from any nonprofit housing bonds
issued under this subdivision for the purpose of making grants, on terms and conditions
the agency deems appropriate, to neighborhood land trusts authorized under section
462A.31, to acquire land for preservation and rehabilitation of foreclosed, abandoned,
or vacant residential properties. Grants to acquire land made under this subdivision are
a supplement to be used by the agency with other sources of funding, and the agency
must consider the award of a grant under this subdivision when making decisions under
other funding programs for preservation and rehabilitation of foreclosed, abandoned,
or vacant residential properties.
(c) The agency shall use 50 percent of funds from any nonprofit housing bonds issued
under this subdivision for the purpose of making loans or grants, on terms and conditions
the agency deems appropriate, to finance the costs of acquisition, preservation, and
rehabilitation of foreclosed, abandoned, or vacant residential rental properties. The agency
shall make loans or grants under this paragraph in a manner that meets the requirements of
the economic development and housing challenge program under section 462A.33.

Sec. 37. Minnesota Statutes 2008, section 462A.36, subdivision 4, is amended to read:

Subd. 4. Appropriation Appropriations: payment to the agency or trustee. (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 subdivision
subdivisions 2 and 2a, respectively.

(b) Each July 15, beginning in 2009 and through 2031, if any nonprofit housing
bonds issued under subdivision 2 remain outstanding, the commissioner of management
and budget must transfer to the nonprofit housing bond account established under
section 462A.21, subdivision 32, the amount certified under paragraph (a), not to exceed
$2,400,000 annually. The amounts necessary to make the transfers are appropriated from
the general fund to the commissioner of management and budget.

(c) Each July 15, beginning in 2010 and through 2032, if any nonprofit housing
bonds issued under subdivision 2a remain outstanding, the commissioner of management
and budget must transfer to the nonprofit housing bond account the amount certified
under paragraph (a), not to exceed $400,000 annually. The amounts necessary to make
the transfers are appropriated from the general fund to the commissioner of management
and budget.

(d) The agency may pledge to the payment of the nonprofit housing bonds the
payments to be made by the state under this section.

Sec. 38. Laws 2005, chapter 20, article 1, section 19, subdivision 4, is amended to read:

Subd. 4. Red Rock Corridor Transit Way 500,000

For preliminary engineering and
environmental review, acquisition of
real property or interests in real property
and construction of the Red Rock corridor
transit way from Hastings through St. Paul
to Minneapolis.

This appropriation may not be spent for
capital improvements within a trunk highway
right-of-way.
Sec. 39. Laws 2005, chapter 20, article 1, section 23, subdivision 12, as amended by
Laws 2006, chapter 171, section 2, and Laws 2006, chapter 258, section 50, is amended to
read:

Subd. 12. **Bioscience Development** 18,500,000

For grants to political subdivisions to
predesign, design, acquire, construct, furnish,
and equip publicly owned infrastructure
required to support bioscience development
in this state.

$2,500,000 is for a grant to the city of
Worthington.

$14,000,000 cumulatively is for grants to the
counties of Ramsey and Anoka for public
improvements to the portion of County
Road J located within each county, and
for road and bridge improvement costs at
marked Trunk Highway 36 and Rice Street
in Ramsey County in support of bioscience
business development. This amount may be
used to repay loans the proceeds of which
were used for the public improvement. The
grants to the individual counties shall be
in amounts proportionate to the individual
counties' costs associated with the public
improvements.

$2,000,000 is for bioscience business
development public infrastructure grants
under new Minnesota Statutes, section
116J.435.

Sec. 40. Laws 2006, chapter 258, section 5, subdivision 3, is amended to read:

Subd. 3. **Frechette Hall Asset Preservation** 25,000

To begin to design the renovation of
Frechette Hall, including a new electrical
system; new HVAC system; new windows;
plumbing upgrades; removal of the fireplace
and sunken seating in the commons area;
addition of recreational space for students to
utilize during inclement weather, and repair
of the Scout Cabin. For asset preservation
on either campus of the academies, to be
spent in accordance with Minnesota Statutes,
section 16B.307.

Sec. 41. Laws 2006, chapter 258, section 8, subdivision 4, is amended to read:

Subd. 4. Koochiching Renewable Energy
Clean Air Project (RECAP) 2,500,000

For a grant to Koochiching County to
prepare a site for and or the Koochiching
Development Authority to design, construct;
and equip a plasma torch gasification facility
that converts municipal solid waste into
energy and slag, reducing the need to dispose
of the waste in a landfill.

After the design has been completed, this
appropriation may be used for any or all or
any combination of the following: (1) to
upgrade an existing waste transfer station
in Koochiching County to serve the facility
by performing site work, construction, or
placement of equipment; or (2) to prepare a
site for or to construct or equip a portion of
the plasma torch gasification facility.

This appropriation, or any portion of it, is
not available until the commissioner has
determined that at least an equal amount has
been committed to the project as matched.
dollar for dollar, with money from nonstate
sources.
Sec. 42. Laws 2006, chapter 258, section 17, subdivision 5, is amended to read:

Subd. 5. **Red Rock corridor transit way**  500,000

For preliminary engineering and
environmental review, acquisition of
real property or interests in real property and
construction of the Red Rock corridor transit
way between Hastings and Minneapolis via
St. Paul.

Sec. 43. Laws 2006, chapter 258, section 21, subdivision 14, as amended by Laws 2008, chapter 179, section 66, is amended to read:

Subd. 14. **Itasca County - infrastructure**  12,000,000

For a grant to Itasca County for public
infrastructure needed to support a steel plant
in Itasca County and economic development
projects in the surrounding area. Grant
money may be used by Itasca County and the
Itasca County Regional Railroad Authority
to acquire right-of-way and mitigate loss
of wetlands and runoff of storm water; and
to predesign, design, construct, and equip
roads and rail lines; and, in cooperation
with Nashwauk Municipal Utility, may be
used by the Public Utilities Commission
to acquire right-of-way and mitigate loss
of wetlands and runoff of storm water and
to predesign, design, construct, and equip
natural gas pipelines, electric infrastructure,
water supply systems, and wastewater
collection and treatment systems. If the
county determines that any of the listed uses
are not needed, then the grant may be used
for the remaining listed uses.
The public ownership requirement contained
in article XI, section 5, paragraph (a),
of the Minnesota Constitution may be satisfied by way of Itasca County, the Itasca County Regional Railroad Authority, or the Nashwauk Public Utilities Commission possessing the required ownership interest even though the grant is only to Itasca County.

Up to $4,000,000 of this appropriation may be spent before the full financing for either project has been closed.

Sec. 44. Laws 2008, chapter 152, article 2, section 3, subdivision 2, is amended to read:

Subd. 2. State Road Construction 1,717,694,000

(a) For the actual construction, reconstruction, and improvement of trunk highways, including design-build contracts and consultant usage to support these activities. This includes the cost of actual payments to landowners for lands acquired for highway rights-of-way, payments to lessees, interest subsidies, and relocation expenses. This appropriation is in the following amounts:

1) $417,694,000 in fiscal year 2009, and the commissioner may use up to $71,008,000 of this amount for program delivery;

2) $500,000,000 in fiscal year 2010, and the commissioner may use up to $85,000,000 of this amount for program delivery; and

3) $200,000,000 in each fiscal year for fiscal years 2011 and 2012, and the commissioner may use up to $34,000,000 of the amount in each fiscal year for program delivery; and
(4) $100,000,000 in each fiscal year for 2011 through 2018, and the commissioner may use up to $17,000,000 of the amount in each fiscal year for program delivery.

(b) Of the amount in fiscal year 2009, $40,000,000 is for construction of interchanges involving a trunk highway, where the interchange will promote economic development, increase employment, relieve growing traffic congestion, and promote traffic safety. The amount under this paragraph must be allocated 50 percent to the department's metropolitan district, and 50 percent to districts in greater Minnesota.

(c) Of the amount in fiscal years 2009 and 2010, the commissioner shall use $300,000,000 each year for redesign, preliminary engineering, right-of-way acquisition, construction, reconstruction, and maintenance of bridges in the trunk highway bridge improvement program under Minnesota Statutes, section 165.14.

(d) Of the total appropriation under this subdivision, the commissioner shall use at least $50,000,000 for accelerating transit facility improvements on or adjacent to trunk highways.

(e) Of the total appropriation under this subdivision provided to the Department of Transportation's district 7, the commissioner shall first expend funds as necessary to accelerate all projects that (1) are on a trunk highway classified as a medium priority.
interregional corridor, (2) are included in the
district's long-range transportation plan, but
are not included in the state transportation
improvement program or the ten-year
highway work plan, and (3) expand capacity
from a two-lane highway to a freeway
or expressway, as defined in Minnesota
Statutes, section 160.02, subdivision 19. The
commissioner shall establish as the highest
priority under this paragraph any project that
currently has a final environmental impact
statement completed. The requirement
under this paragraph does not change the
department's funding allocation process
or the amount otherwise allocated to each
transportation district.

(f) The appropriation in this subdivision
cancels as specified under section 16A.642,
except that the commissioner of management
and budget shall count the start of
authorization for issuance of state bonds as
the first day of the fiscal year specified under
paragraph (a), clause (1), (2), (3), or (4),
respectively, and not as the date of enactment
of this subdivision.

Sec. 45. Laws 2008, chapter 179, section 5, subdivision 4, is amended to read:

Subd. 4. Mott Memorial Hall Technology Center

100,000

To redesign the renovation of Mott
Memorial Hall a technology center for the
Minnesota State Academies.

Sec. 46. Laws 2008, chapter 179, section 7, subdivision 8, is amended to read:

Subd. 8. Mississippi River Aquatic Invasive Species Barrier

500,000
To predesign and design, renovate,
or construct an adequate barrier in the
Mississippi River to prevent aquatic invasive
species from migrating up river. This money
may be used by the commissioner to match
available federal money and money from
other states. The commissioner must inform
and work with affected federal and state
agencies and local communities along the
Mississippi River before constructing the
river barrier.

Sec. 47. Laws 2008, chapter 179, section 21, subdivision 9, is amended to read:

Subd. 9. Itasca County - Steel Plant Infrastructure

For a grant to Itasca County for public
infrastructure needed to support a steel plant
in Itasca County and economic development
projects in the surrounding area. Grant
money may be used by Itasca County and the
Itasca County Regional Railroad Authority
to acquire right-of-way and mitigate loss
of wetlands and runoff of storm water; and
to predesign, design, construct, and equip
roads and rail lines; and in cooperation with
may be used by the Nashwauk Municipal Utility, Public Utilities Commission to
acquire right-of-way and mitigate loss of
wetlands and runoff of storm water and
to predesign, design, construct, and equip
natural gas pipelines, electric infrastructure,
water supply systems, and wastewater
collection and treatment systems. If the
county determines that any of the listed uses
are not needed, then the grant may be used
for the remaining listed uses.
The public ownership requirement contained in article XI, section 5, paragraph (a), of the Minnesota Constitution may be satisfied by way of Itasca County, the Itasca County Regional Railroad Authority, or the Nashwauk Public Utilities Commission possessing the required ownership interest even though the grant is only to Itasca County.

Sec. 48. Laws 2008, chapter 365, section 4, subdivision 3, is amended to read:

Subd. 3. **Old Cedar Avenue Bridge**

For a grant to the city of Bloomington for removal and replacement of to renovate the old Cedar Avenue bridge for bicycle commuters and recreational users. This appropriation is added to the appropriation in Laws 2006, chapter 258, section 17, subdivision 8.

Sec. 49. Laws 2008, chapter 365, section 5, subdivision 2, is amended to read:

Subd. 2. **Minneapolis Veterans Home Campus**

(a) **Building 9 Demolition**

To demolish Building 9 and, relocate a water main serving the campus and make associated site improvements and modifications necessary to complete the project. This appropriation is to cover 100 percent of the cost of this portion of the project.

(b) **New Nursing Facility**

To design, construct, furnish, and equip a 100-bed nursing facility on the Minneapolis campus.
The appropriation is to cover the 35 percent
state share of this portion of the project.

Sec. 50. Laws 2008, chapter 365, section 25, is amended to read:

Sec. 25. ACQUISITION; LAKE VERMILION STATE PARK.

The commissioner of natural resources may acquire by gift or purchase the lands
for Lake Vermilion State Park. Minnesota Statutes, section 84.0272, subdivision 1, does
not apply to a purchase, except for the requirement that the lands be appraised. The
commissioner must not pay more than 12 percent above the appraised value of the land:

Sec. 51. Laws 2009, chapter 93, article 1, section 11, subdivision 5, is amended to read:

Subd. 5. Intercity Passenger Rail Projects

To implement capital improvements and
betterments for intercity passenger rail
projects as identified in the statewide freight
and passenger rail plan under Minnesota
Statutes, section 174.03, subdivision 1b,
which are determined to be eligible for
USDOT funding. Notwithstanding any
law to the contrary, a portion or phase
of an intercity passenger rail project may
be accomplished with one or more state
appropriations, and an intercity passenger rail
project need not be completed with any one
appropriation. Capital improvements and
betterments include preliminary engineering,
design, engineering, environmental analysis
and mitigation, acquisition of land and
right-of-way, and construction. Up to
$3,000,000 is for a grant to the St. Louis
and Lake Counties Regional Railroad
Authority for the Northern Lights Express
Intercity Passenger Rail Project for
preliminary engineering, design, including
preparation of the reports and plans required
for the Federal Railroad Administration
Corridor Transportation Plan, engineering,
environmental analysis and mitigation,
and project administration, to be used in
conjunction with 20 percent Federal Railroad
Administration matching funding.

Sec. 52. Laws 2009, chapter 93, article 1, section 20, is amended to read:

Sec. 20. BOND SALE SCHEDULE.

The commissioner of \textit{finance} management and budget shall schedule the sale of state
general obligation bonds so that, during the biennium ending June 30, 2011, no more
than \$1,085,281,000 \$957,001,000 will need to be transferred from the general fund to
the state bond fund to pay principal and interest due and to become due on outstanding
state general obligation bonds. During the biennium, before each sale of state general
obligation bonds, the commissioner of \textit{finance} management and budget shall calculate the
amount of debt service payments needed on bonds previously issued and shall estimate the
amount of debt service payments that will be needed on the bonds scheduled to be sold.
The commissioner shall adjust the amount of bonds scheduled to be sold so as to remain
within the limit set by this section. The amount needed to make the debt service payments
is appropriated from the general fund as provided in Minnesota Statutes, section 16A.641.

Sec. 53. LEASE REVENUE; ST. CLOUD TECHNICAL COLLEGE.

Notwithstanding Minnesota Statutes, section 16A.695, subdivision 2, the Board of
Trustees of the Minnesota State Colleges and Universities shall pay the commissioner
of management and budget one-third of the lease revenue received from the property
acquired for St. Cloud Technical College pursuant to Laws 2006, chapter 258, section 3,
subdivision 22, paragraph (c). The commissioner shall deposit the amount received in the
state bond fund to be used to pay, redeem, or defease bonds issued to finance the property
in accordance with the commissioner's order authorizing their issuance. The commissioner
shall credit the board's total general obligation bond debt service assessment by an amount
equal to the lease revenue it receives from the board under this provision.

Sec. 54. BUY AMERICAN/BUY LOCAL CERTIFICATION.

(a) No money appropriated in this act may be spent to acquire and better public land
and buildings and make other improvements of a capital nature until the commissioner of
management and budget receives a certification from the entity to whom the appropriation
was made that: (1) all iron, steel, and manufactured goods to be purchased are produced
in the United States and obtained through local suppliers and manufacturers; and (2) preference will be given to the employment of local workers when workers are hired in connection with the project.

(b) The certification required in paragraph (a) is not required if the entity certifies to the commissioner of management and budget before any money appropriated by this act is spent that: (1) the iron, steel, and other relevant goods are not produced in the United States and this state in sufficient and reasonably available quantities of satisfactory quality; or (2) requiring iron, steel, and manufactured goods produced in the United States and this state will increase the overall cost of the project.

The entity must also publish the certificate under this paragraph in the State Register promptly after it is submitted to the commissioner.

Sec. 55. **REPEALER.**

Laws 2009, chapter 93, article 1, section 45, is repealed.

Sec. 56. **EFFECTIVE DATE.**

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

ARTICLE 2

FLOOD HAZARD MITIGATION AND PREVENTION

Section 1. **APPROPRIATION SUMMARY.**

The sums shown in the column under "Appropriations" are appropriated from the bond proceeds fund, or another named fund, to the state agencies or officials indicated, to be spent for public purposes. Appropriations of bond proceeds must be spent as authorized by the Minnesota Constitution, article XI, section 5, paragraph (a), to acquire and better public land and buildings and other public improvements of a capital nature, or as authorized by the Minnesota Constitution, article XI, section 5, paragraphs (b) to (j), or article XIV. Unless otherwise specified, the appropriations in this act are available until the project is completed or abandoned subject to Minnesota Statutes, section 16A.642.

**SUMMARY**

<table>
<thead>
<tr>
<th>Natural Resources</th>
<th>$   50,000,000</th>
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</thead>
<tbody>
<tr>
<td>Board of Water and Soil Resources</td>
<td>30,000,000</td>
</tr>
<tr>
<td>Bond Sale Expenses</td>
<td>80,000</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$ 80,080,000</strong></td>
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<tr>
<td>Bond Proceeds Fund</td>
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</tbody>
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Sec. 2. **NATURAL RESOURCES**

Subdivision 1. **Total Appropriation** $50,000,000

To the commissioner of natural resources for the purposes specified in this section.

To the extent possible, a person conducting prairie restoration with state money must plant vegetation or sow seed only of ecotypes native to Minnesota, and preferably of the local ecotype, using a high diversity of species originating from as close to the restoration site as possible, and protect existing native prairies from genetic contamination.

Subd. 2. **Flood Hazard Mitigation Grants** 50,000,000

(a) For the state share of flood hazard mitigation grants for publicly owned capital improvements to prevent or alleviate flood damage under Minnesota Statutes, section 103F.161, and enhance natural resources consistent with the flood damage reduction mediation agreement. Within this paragraph, the commissioner shall determine project priorities as appropriate, based on need.

(b) $23,500,000 is for the following Red River Basin impoundment projects:

1. Bois de Sioux Watershed District, North Ottawa, and Redpath projects;

2. Brandt-Angus;

3. Hay Creek-Norland; and

4. Wild Rice River Watershed District, South Branch project.
For any project listed in this paragraph that the commissioner determines is not ready to proceed or does not expend all the money allocated to it, the commissioner may allocate that project's money to another impoundment project identified in the flood damage reduction mediation agreement.

(c) $26,500,000 is for the following projects:

(1) Ada;

(2) Afton;

(3) Austin;

(4) Clay County;

(5) Crookston;

(6) Granite Falls;

(7) Montevideo;

(8) Moorhead;

(9) Oakport Township;

(10) Oslo;

(11) Roseau;

(12) Rushford; and

(13) Halstad, Shelly, Nielsville, Climax, St. Vincent, Felton, Borup, Perley, Hendrum, and Georgetown, all in the Red River Basin.

To the extent that the cost of a project exceeds two percent of the median household income in the municipality multiplied by the number of households in the municipality, this appropriation is also for the local share of the project.

Sec. 3. BOARD OF WATER AND SOIL RESOURCES

Subdivision 1. **Total Appropriation**

$ 30,000,000
To the Board of Water and Soil Resources for the purposes specified in this section.

To the extent possible, a person conducting prairie restoration with state money must plant vegetation or sow seed only of ecotypes native to Minnesota, and preferably of the local ecotype, using a high diversity of species originating from as close to the restoration site as possible, and protect existing native prairies from genetic contamination.

**Subd. 2. RIM Conservation Reserve**

(a) To acquire conservation easements from landowners to preserve, restore, create, and enhance wetlands; restore and enhance rivers and streams, riparian lands, and associated uplands in order to protect soil and water quality; support fish and wildlife habitat; reduce flood damage; and provide other public benefits. The provisions of Minnesota Statutes, section 103F.515, apply to this appropriation, except that the board may establish alternative payment rates for easements and practices to establish restored native prairies, as defined in Minnesota Statutes, section 84.02, subdivision 7, and to protect uplands. Of this appropriation, up to ten percent may be used to implement the program.

The board shall give priority to the area designated for relief and recovery from the flooding that occurred on or after August 18, 2007, in the area of southeast Minnesota designated under Presidential Declaration of Major Disaster DR-1717.
At least $2,000,000 of this amount is available for use by the Cedar River and Turtle Creek Watershed Districts in Freeborn, Mower, and Steele Counties to restore wetlands and reduce flooding in the Austin area.

Up to $8,000,000 of this amount is available for use in Minnesota counties in the Red River Basin to restore wetlands and reduce flooding.

Up to $500,000 is for use in the Rum River watershed.

Up to $500,000 is for use in Area II.

$7,500,000 is for use in the seven-county metropolitan area.

(b) The board is authorized to enter into new agreements and amend past agreements with landowners as required by Minnesota Statutes, section 103F.515, subdivision 5, to allow for restoration, including overseeding and harvesting of native prairie vegetation for use for energy production in a manner that does not devalue the natural habitat, water quality benefits, or carbon sequestration functions of the area enrolled in the easement. This shall occur after seed production and minimize impacts on wildlife.

Of this appropriation, up to five percent may be used for restoration, including overseeding. The board must submit to the legislative committees with jurisdiction over environment finance and capital investment an interim report on this program by October 1, 2010, and a final report by February 1, 2011.
Sec. 4. BOND SALE EXPENSES $ 80,000

To the commissioner of management and budget for bond sale expenses under Minnesota Statutes, section 16A.641, subdivision 8.

Sec. 5. BOND SALE AUTHORIZATIONS.

To provide the money appropriated in this article from the bond proceeds fund, the commissioner of management and budget shall sell and issue bonds of the state in an amount up to $80,080,000 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.

Sec. 6. Minnesota Statutes 2008, section 103F.161, subdivision 3, is amended to read:

Subd. 3. Red River basin flood mitigation projects. Notwithstanding subdivision 2, a grant for implementation of a flood hazard mitigation project in the Red River basin that is consistent with the 1998 mediation agreement and approved by the Red River flood damage reduction work group may be for up to 75 percent of the cost of the proposed mitigation measures for the Agassiz-Audubon, North Ottawa, Hay Creek, and Thief River subwatershed projects.

Sec. 7. EFFECTIVE DATE.

This article is effective the day following final enactment.