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State of Minnesota
HOUSE OF REPRESENTATIVES

EIGHTY-SIXTH
SESSION

HOUSE FILE No. 919

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The bill was read for the first time and referred to the Committee on Finance

1.1 A bill for an act
1.2 relating to capital investment; specifying information to be reported for local
1.3 capital improvement requests; amending Minnesota Statutes 2008, section
1.4 16A.86, subdivision 2, by adding a subdivision; repealing Minnesota Statutes
1.5 2008, section 16A.86, subdivision 3.

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

1.7 Section 1. Minnesota Statutes 2008, section 16A.86, subdivision 2, is amended to read:

1.8 Subd. 2. **Budget request.** A political subdivision that requests an appropriation of
1.9 state money for a local capital improvement project is encouraged to submit the request
1.10 to the commissioner of finance by July 15 of an odd-numbered year to ensure its full
1.11 consideration. The requests must be submitted in the form and with the supporting
1.12 documentation required by the commissioner of finance. All requests timely received by
1.13 the commissioner must be ~~forwarded~~ submitted to the legislature, along with ~~agency~~
1.14 ~~requests~~ the governor's recommendations, whether or not the governor recommends that a
1.15 request be funded, by the deadline established in section 16A.11, subdivision 1.

1.16 Sec. 2. Minnesota Statutes 2008, section 16A.86, is amended by adding a subdivision
1.17 to read:

1.18 Subd. 3a. **Information provided.** All requests for state assistance under this section
1.19 shall include the following information:

1.20 (1) the name of the political subdivision that will own the capital project for which
1.21 state assistance is being requested;

1.22 (2) the public purpose of the project;

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

- 2.1 (4) a list of the bondable activities that the project encompasses. Examples of
2.2 bondable activities are public improvements of a capital nature for land acquisition,
2.3 predesign, design, construction, and furnishing and equipping for occupancy;
2.4 (5) whether the project will require new or additional state operating subsidies;
2.5 (6) whether the governing body of the political subdivision requesting the project
2.6 has passed a resolution in support of the project and has established priorities for all
2.7 projects within its jurisdiction for which bonding appropriations are requested when
2.8 submitting multiple requests; and
2.9 (7) if the project requires a predesign under section 16B.335, whether the predesign
2.10 has been completed at the time the capital project request is submitted, and whether
2.11 the political subdivision has submitted the project predesign to the commissioner of
2.12 administration for review and approval.

2.13 Sec. 3. **REPEALER.**

2.14 Minnesota Statutes 2008, section 16A.86, subdivision 3, is repealed.

16A.86 CAPITAL PROJECT GRANTS TO POLITICAL SUBDIVISIONS.

Subd. 3. **Evaluation.** (a) The commissioner shall evaluate all requests from political subdivisions for state assistance based on the following criteria:

- (1) the political subdivision has provided for local, private, and user financing for the project to the maximum extent possible;
 - (2) the project helps fulfill an important state mission;
 - (3) the project is of regional or statewide significance;
 - (4) the project will not require new or any additional state operating subsidies;
 - (5) the project will not expand the state's role in a new policy area;
 - (6) state funding for the project will not create significant inequities among local jurisdictions;
 - (7) the project will not compete with other facilities in such a manner that they lose a significant number of users to the new project;
 - (8) the governing bodies of those political subdivisions primarily benefiting from the project have passed resolutions in support of the project and have established priorities for all projects within their jurisdictions for which bonding appropriations are requested when submitting multiple requests; and
 - (9) if a predesign that meets the requirements of section 16B.335 has been completed and is available at the time the project request is submitted to the commissioner of finance, the applicant has submitted the project predesign to the commissioner of administration.
- (b) The commissioner's evaluation of each request, including whether it meets each of the criteria in paragraph (a), must be submitted to the legislature along with the governor's recommendations under section 16A.11, subdivision 1, whether or not the governor recommends that the request be funded.