

1.1 **Senator Marty from the Committee on Finance, to which was re-referred**

1.2 **S.F. No. 4307:** A bill for an act relating to capital investment; amending previous
 1.3 appropriations for capital projects; amending Minnesota Statutes 2022, section 469.53;
 1.4 Laws 2017, First Special Session chapter 8, article 1, section 20, subdivision 8, as amended;
 1.5 Laws 2018, chapter 214, article 1, section 16, subdivision 14, as amended; Laws 2020, Fifth
 1.6 Special Session chapter 3, article 1, sections 7, subdivisions 3, as amended, 26; 14,
 1.7 subdivisions 5, 6; 16, subdivision 36, as amended; 20, subdivision 5, as amended; 21,
 1.8 subdivisions 7, 27, 37, as amended; 22, subdivision 17; 25; article 2, section 2, subdivision
 1.9 3; Laws 2023, chapter 71, article 1, sections 9, subdivision 7; 10, subdivisions 3, 7, 8, 11,
 1.10 15; 11, subdivision 15; 14, subdivisions 1, 5, 6, 10, 12, 23, 37, 40, 51, 53, 58, 66, 67, 73,
 1.11 77, 84, 93, 94, 103, 106; 15, subdivisions 2, 5, 6, 12; 17, subdivision 3; Laws 2023, chapter
 1.12 72, article 1, sections 7, subdivision 8; 16, subdivisions 10, 14; 23, subdivision 10; 27;
 1.13 article 2, sections 3, subdivision 4; 7, subdivision 5; 10, subdivisions 3, 6, 12, 13.

1.14 Reports the same back with the recommendation that the bill be amended as follows:

1.15 Page 1, line 17, strike "AMENDING APPROPRIATIONS FROM THE GENERAL
 1.16 FUND" and insert "GENERAL FUND AND APPROPRIATION BONDS"

1.17 Page 4, strike line 14

1.18 Page 4, line 15, strike the comma

1.19 Page 4, line 16, after "runway" insert "and supporting facilities"

1.20 Page 4, line 17, after "and" insert "includes money for site grading and drainage, and"

1.21 Page 4, line 18, strike "for the same purposes"

1.22 Page 4, line 20, after the second "2" insert ", which was Phase 1 of the project"

1.23 Page 7, line 29, strike "and"

1.24 Page 7, line 31, after "facility" insert a comma

1.25 Page 8, line 1, delete "courts" and insert "court"

1.26 Page 8, line 4, after "Center" insert "and Conway Park facilities"

1.27 Page 9, after line 6, insert:

1.28 "Sec. 19. Laws 2023, chapter 71, article 1, section 14, subdivision 57, is amended to read:

1.29 Subd. 57. **Duluth Historic Armory** 4,500,000

1.30 (a) For ~~a grant~~ one or more grants to the
 1.31 Armory Arts and Music Center ~~to design,~~
 1.32 ~~construct, furnish, and equip~~ for the renovation
 1.33 of the historic Armory in the city of Duluth.

2.1 (b) \$500,000 of this appropriation is to
2.2 predesign and design the renovation of the
2.3 historic Armory. Any money remaining upon
2.4 completion of predesign and design may be
2.5 used for the purposes in paragraph (c).

2.6 (c) \$4,000,000 of this appropriation is to
2.7 construct, furnish, and equip the renovation
2.8 of the historic Armory.

2.9 ~~(b)~~ (d) This appropriation includes money for
2.10 improvements for the Music Resource Center,
2.11 the North Country Creative Center, and the
2.12 Food Enterprise Center; interior building
2.13 improvements, including structural
2.14 enhancements to meet current applicable
2.15 building codes; improvements for compliance
2.16 with Americans with Disabilities Act (ADA)
2.17 requirements; and building systems, including
2.18 mechanical, electrical, plumbing, and utility
2.19 upgrades.

2.20 ~~(e)~~ (e) This project must use design and
2.21 construction methods to maximize
2.22 consideration of energy efficiency and
2.23 long-life cycle materials, while meeting the
2.24 requirements of the federal National Parks
2.25 Service, Secretary of Interior Standards for
2.26 Rehabilitation.

2.27 ~~(d)~~ (f) Due to the integrated nature of the
2.28 overall development, public bidding is not
2.29 required for this project."

2.30 Page 10, line 16, delete "\$1,500,000"

2.31 Page 10, line 17, delete "of"

2.32 Page 11, after line 10, insert:

- 3.1 "Sec. 25. Laws 2023, chapter 71, article 1, section 14, subdivision 81, is amended to read:
- 3.2 Subd. 81. **Open Arms** 500,000
- 3.3 For a grant to Open Arms of Minnesota to
- 3.4 ~~construct, renovate, furnish, and equip~~ acquire
- 3.5 items of capital equipment to be used for a
- 3.6 new kitchen and nutrition counseling center
- 3.7 in Ramsey County to expand access to
- 3.8 medically tailored meals for Minnesotans with
- 3.9 life-threatening illnesses. These funds are
- 3.10 available for expenditures made on or after
- 3.11 July 1, 2023."
- 3.12 Page 14, line 11, strike "of" and insert "off"
- 3.13 Page 14, line 12, strike "installation" and after "~~main~~" insert "install"
- 3.14 Page 14, line 13, delete "replacement of" and insert "replace"
- 3.15 Page 15, after line 9, insert:
- 3.16 "Sec. 37. Laws 2023, chapter 72, article 2, section 7, subdivision 3, is amended to read:
- 3.17 Subd. 3. **Anoka County; Trunk Highway 65** 25,000,000
- 3.18 For one or more grants to the city of Blaine,
- 3.19 Anoka County, or both for the predesign,
- 3.20 right-of-way acquisition, design, engineering,
- 3.21 and construction of intersection improvements
- 3.22 along Trunk Highway 65 at 99th Avenue
- 3.23 Northeast, 105th Avenue Northeast, Anoka
- 3.24 County State-Aid Highway 12 (109th Avenue
- 3.25 Northeast), Anoka County State-Aid Highway
- 3.26 116, and 117th Avenue Northeast and the
- 3.27 associated frontage roads, backage roads,
- 3.28 connecting local streets, and utility
- 3.29 infrastructure improvements, if necessary or
- 3.30 required for the construction.

4.1 Sec. 38. Laws 2023, chapter 72, article 2, section 7, subdivision 4, is amended to read:

4.2 Subd. 4. **Baytown Township; Civil Air Patrol;**
4.3 **Hangar** 150,000

4.4 For a grant to the ~~town of Baytown~~ Civil Air
4.5 Patrol to construct, renovate, and equip a
4.6 hangar ~~for the Civil Air Patrol~~ at the Lake
4.7 Elmo Airport."

4.8 Page 15, line 27, after the second "to" insert "predesign and" and reinstate "~~design~~"

4.9 Page 15, line 29, delete "predesign and design" and strike "a new" and insert
4.10 "improvements to the existing"

4.11 Page 17, line 2, strike "AMENDING APPROPRIATIONS OF GENERAL OBLIGATION
4.12 BOND PROCEEDS" and insert "GENERAL OBLIGATION BONDS"

4.13 Page 19, line 29, strike "in Traverse County"

4.14 Page 21, lines 4 and 24, delete "the" and insert "this" and delete "in this subdivision"

4.15 Page 22, delete section 8

4.16 Page 23, line 12, delete "2026" and insert "2028"

4.17 Page 29, after line 12, insert:

4.18 "Sec. 17. Laws 2023, chapter 72, article 1, section 17, subdivision 2, is amended to read:

4.19 Subd. 2. **Inflow and Infiltration Grants** 12,000,000

4.20 (a) For grants to cities within the metropolitan
4.21 area, as defined in Minnesota Statutes, section
4.22 473.121, subdivision 2, for capital
4.23 improvements in municipal wastewater
4.24 collection systems to reduce the amount of
4.25 inflow and infiltration to the Metropolitan
4.26 Council's metropolitan sanitary sewer disposal
4.27 system. The council must award grants based
4.28 on applications from cities that identify
4.29 eligible capital costs and include a timeline
4.30 for inflow and infiltration mitigation
4.31 construction, pursuant to guidelines
4.32 established by the council.

5.1 (b) Any unencumbered amount of this
5.2 appropriation on July 1, 2024, shall be issued
5.3 as grants through the metropolitan cities
5.4 inflow and infiltration grants program under
5.5 Minnesota Statutes, section 473.5491."

5.6 Page 30, after line 4, insert:

5.7 **"ARTICLE 3**
5.8 **TRUNK HIGHWAY BONDS**

5.9 Section 1. Laws 2021, First Special Session chapter 5, article 2, section 3, is amended to
5.10 read:

5.11 **Sec. 3. BOND SALE EXPENSES** **\$ 413,000**

5.12 (a) This appropriation is to the commissioner
5.13 of management and budget for bond sale
5.14 expenses under Minnesota Statutes, sections
5.15 16A.641, subdivision 8, and 167.50,
5.16 subdivision 4.

5.17 (b) This appropriation is available in the
5.18 amounts of:

5.19 (1) \$213,000 in fiscal year 2022;

5.20 (2) \$100,000 in fiscal year 2024; and

5.21 (3) \$100,000 in fiscal year 2025.

5.22 (c) The appropriation in this section cancels
5.23 as specified under Minnesota Statutes, section
5.24 16A.642, except that the commissioner of
5.25 management and budget must count the start
5.26 of authorization for issuance of state bonds as
5.27 the first day of the fiscal year during which
5.28 the bonds are available to be issued as
5.29 specified under paragraph (b), and not as the
5.30 date of enactment of this section.

6.1 Sec. 2. Laws 2023, chapter 68, article 2, section 3, is amended to read:

6.2 Sec. 3. **BOND SALE EXPENSES** \$ **610,000**

6.3 (a) This appropriation is to the commissioner
6.4 of management and budget for bond sale
6.5 expenses under Minnesota Statutes, sections
6.6 16A.641, subdivision 8, and 167.50,
6.7 subdivision 4.

6.8 (b) This appropriation is available in the
6.9 amounts of:

6.10 (1) \$330,000 in fiscal year 2024;

6.11 (2) \$140,000 in fiscal year 2025; and

6.12 (3) \$140,000 in fiscal year 2026.

6.13 (c) The appropriation in this section cancels
6.14 as specified under Minnesota Statutes, section
6.15 16A.642, except that the commissioner of
6.16 management and budget must count the start
6.17 of authorization for issuance of state bonds as
6.18 the first day of the fiscal year during which
6.19 the bonds are available to be issued as
6.20 specified under paragraph (b), and not as the
6.21 date of enactment of this section.

6.22 Sec. 3. **EFFECTIVE DATE.**

6.23 This article is effective the day following final enactment.

6.24 ARTICLE 4

6.25 MISCELLANEOUS

6.26 Section 1. Minnesota Statutes 2022, section 16A.642, subdivision 1, is amended to read:

6.27 Subdivision 1. **Reports.** (a) The commissioner of management and budget shall report
6.28 to the chairs of the senate Committee on Finance and the house of representatives Committees
6.29 on Ways and Means and Capital Investment by ~~January~~ February 1 of each year on the
6.30 following:

(1) all laws authorizing the issuance of state bonds, bonds supported by a state appropriation, or appropriating general fund money for state or local government capital investment projects enacted more than four years before January 1 of that year; the projects authorized to be acquired and constructed for which less than 100 percent of the authorized total cost has been expended, encumbered, or otherwise obligated; the cost of contracts to be let in accordance with existing plans and specifications shall be considered expended for this report; and the amount of general fund money appropriated but not spent or otherwise obligated, and the amount of bonds not issued and bond proceeds held but not previously expended, encumbered, or otherwise obligated for these projects; and

(2) all laws authorizing the issuance of state bonds, bonds supported by a state appropriation, or appropriating general fund money for state or local government capital programs or projects other than those described in clause (1), enacted more than four years before January 1 of that year; and the amount of general fund money appropriated but not spent or otherwise obligated, and the amount of bonds not issued and bond proceeds held but not previously expended, encumbered, or otherwise obligated for these programs and projects.

(b) The commissioner shall also report on general fund appropriations for capital projects, bond authorizations or bond proceed balances that may be canceled because projects have been canceled, completed, or otherwise concluded, or because the purposes for which the money was appropriated or bonds were authorized or issued have been canceled, completed, or otherwise concluded. The general fund appropriations, bond authorizations or bond proceed balances that are unencumbered or otherwise not obligated that are reported by the commissioner under this subdivision are canceled, effective July 1 of the year of the report, unless specifically reauthorized by act of the legislature.

(c) The reports required by this subdivision shall only contain bond authorizations supported by a state appropriation and their associated general fund appropriations for projects authorized or amended after December 31, 2013.

Sec. 2. **EFFECTIVE DATE.**

This article is effective the day following final enactment."

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 2, after the second semicolon, insert "modifying a due date for an annual report;"

8.1 Amend the title numbers accordingly

8.2 And when so amended the bill do pass. Amendments adopted. Report adopted.

8.3
8.4 (Committee Chair)

8.5 April 4, 2024.....
8.6 (Date of Committee recommendation)