



SC3262-1 – Policy

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SC3262-1 includes policy provisions related to capital projects.

Section 1. Information provided; 16A.86, subd. 3a. Requires a political subdivision that requests funding for capital projects to state whether the political subdivision has a plan for maintenance and preservation of the capital project, including safety and security, maintenance and utility costs, availability of repair parts and materials, sustainability, and any other criteria the political subdivision deems relevant. This section is effective January 1, 2026.

Section 2. Funding. 16A.86, subd. 4. Makes grants to nonprofit organizations for capital projects subject to the limit that the state’s share of the project cannot exceed 50% of the total cost. Defines types of state funding that count toward the “state share.”

Section 3. Notice of State Contribution; 16A.865. Requires recipients of state money for capital projects to display a notice that a project was funded with state taxes collected statewide. Projects funded through a state asset preservation program are exempted. Describes required content for the notice. Drinking water and wastewater infrastructure projects require the notice to be included on city utility billing statements. Performance venue projects require the notice on programs and on the venue’s website. Requires the commissioner of management and budget to develop a logo and to post downloadable sign templates.

Section 4. Accessibility Account; 16B.308. Establishes an account to receive state bond proceeds. Money in the account is appropriated to the commissioner of administration for expenditures for accessibility improvements to capital assets owned by the state. Projects on property controlled or managed by the University of Minnesota are not eligible. Requires the commissioner of administration to provide instructions to agencies on how to apply for money, and to review applications, make initial allocations, collaborate with the Minnesota Council on Disability to determine priorities for funding, and allocate money in priority order. The commissioner of administration is required to report to the legislature on projects funded with the money.

Section 5. Community Tree-Planting Grants; 84.705. Establishes a grant program administered by the commissioner of natural resources to make grants to cities, counties, townships, Tribal governments, park and recreation boards in cities of the first class, and owners of private property for removing and planting shade trees on public or Tribal land for environmental benefits; replacing trees lost to forest pests, disease, or storms; and establishing a more diverse community forest better able to withstand disease and forest pests. Specifies criteria for prioritization of grant applicants. Limits the use of bond proceeds to projects owned by public entities.

Section 6. Grant authority; 142A.46. Modifies an existing grant program to provide money to construct or rehabilitate facilities for early childhood programs, crisis nurseries or parenting time centers. This section expands the list of eligible grant applicants to nonprofit organizations, Indian Tribal governments, and private child care providers licensed as a child care center or to provide in-home family child care. Specifies that grants funded with general obligation bond proceeds are limited to public entities. Lowers the nonstate match requirement from 50 percent to 25 percent.

Section 7. State Armory Building Commission, Powers; 193.143. Increases the cap on the aggregate sum of total bonded indebtedness allowed for debt authorized by the state armory building commission for constructing and equipping new armories.



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