

(\$ in thousands)

Project Title	Rank	Fund	Project Requests for State Funds			Gov's Rec	Gov's Planning Estimates	
			2022	2024	2026	2022	2024	2026
Historic Sites Asset Preservation	1	GO	13,310	10,500	12,725	9,900	9,900	9,900
		GF	275	0	0	275	0	0
MNHS   History Center Facility Enhancements - Predesign (2022); Design (2024); Construction (2026)	2	GO	500	3,500	40,000	0	0	0
County and Local Historic Preservation Grants	3	GO	1,000	1,000	1,000	750	750	750
<b>Total Project Requests</b>			15,085	15,000	53,725	10,925	10,650	10,650
<b>General Obligation Bonds (GO) Total</b>			14,810	15,000	53,725	10,650	10,650	10,650
<b>General Fund Cash (GF) Total</b>			275	0	0	275	0	0

<https://www.mnhs.org/>

### AT A GLANCE

- The Minnesota Historical Society (MNHS) preserves and provides access to Minnesota's past
- In a typical year, MNHS serves more than 1,000,000 in-person customers each year, including visitors to historic sites and the History Center Museum and Library
- MNHS hosts 4,300,000 visits each year to its award-winning website
- MNHS preserves more than 1,000,000 items in the collection:
  - 340,994 photographs
  - 502,317 publications
  - 6,606 works of art
  - 251,721 objects
  - 51,300 cubic feet of manuscripts
  - 60,000 cubic feet in State Archives, plus 60 terabytes of digital records

### PURPOSE

Created in 1849 by the Minnesota Territorial Legislature, the Minnesota Historical Society (MNHS) serves as the repository of state archival, documentary, photographic, archaeological, and museum collections, and as a center for research. MNHS also preserves and operates Minnesota's historic sites network, consisting of 26 sites throughout the state. As an educational organization, it uses its collections and sites to engage, inform, and inspire the people of Minnesota. These efforts, as well as MNHS's partnerships in heritage preservation, support the MNHS mission:

We serve all the people of Minnesota by creating powerful engagement with history to cultivate curiosity and foster a more inclusive, empathetic, and informed society

By sharing the stories of our state's past, MNHS's goal is to create community for all Minnesotans, whether new arrivals or those whose families have been in Minnesota for generations. MNHS supports the goal of having a well-informed citizenry that understands how people and events of the past have shaped the Minnesota of today.

### STRATEGIES

- Collect and preserve Minnesota's cultural heritage for today's and future Minnesotans.
- Maintain and operate a network of historic sites and museums across the state to reach Minnesotans and visitors in order to share history where it happened
- Provide resources and training for teachers, and support and inspire students through participation in programs like National History Day
- Engage with diverse communities throughout Minnesota and reflect the diversity of Minnesotans in MNHS collections, programs, staffing, and governance
- Advance new efforts to collect and preserve digital materials that document the state's history and culture
- Serve as a customer-oriented and accessible repository of state archival, documentary, photographic, archaeological, and museum collections

The MNHS Mission, Vision and Values can be found at: <http://www.mnhs.org/about/mission>

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Minnesota Statutes, Chapter 138 provides guidance for administration of Minnesota’s history and historical organizations. (<https://www.revisor.mn.gov/statutes/?id=138&view=chapter>)

**AT A GLANCE**

Over the past two years, the Minnesota Historical Society's board, staff and stakeholders have worked to develop a path to the future of Minnesota's history. The result of this strategic planning process has been the development of an updated mission statement, revised statements of vision and values and the following Strategic Imperatives:

**Transforming Access**

Transform our programs and services to better leverage and incorporate technology, creating innovative technological programs that blend onsite and online experiences to engage existing audiences in more meaningful ways, attract new audiences, and remove barriers to accessing MNHS content and programming.

**Reenvisioning Space**

Push history to all corners of Minnesota, beyond the confines of our existing properties.

**Expanding Authority and Expertise**

Partner with communities and organizations to seek, acknowledge, elevate, and share hidden histories, diverse stories, and non-traditional expertise.

**Creating a Sustainable Future**

Build out and support the infrastructure needed to achieve programmatic objectives in alignment with our financial and human resources.

Additional information about the Strategic Plan elements can be found at:

<http://www.mnhs.org/about/mission/>

**Factors Impacting Facilities or Capital Programs**

The Minnesota Historical Society (MNHS) is responsible for facilities statewide, including the Minnesota History Center and historic sites. Since these are statutorily mandated educational facilities, it is important that the State of Minnesota prioritize taking care of its own assets in the capital budget process. The MNHS works to preserve educational / historical properties through Asset Preservation requests, as well as through requests to enhance existing facilities. The following trends describe the context of the Society's work to preserve and present history to Minnesotans and visitors from near and far.

**Strategic Priorities**

In MNHS's Strategic Plan, two of the strategic imperatives are: *Creating a Sustainable Future* and *Reenvisioning Space*. To fulfill these strategic imperatives, MNHS will manage its facilities, including historic structures and more modern facilities, to ensure long-term viability of these irreplaceable resources. In addition, we will examine how space in various facilities will best serve MNHS's and Minnesotan's needs for the next several decades.

**Historic Sites**

Historic sites are recognized by MN Statutes as important public resources worth preserving. The "Minnesota Historic Sites Act" (M.S 138.661-138.669), first passed by the legislature in 1965, sets up the state historic sites network as a state responsibility, and confers upon MNHS the control and responsibility for preserving, developing, interpreting, and maintaining the sites for public use and benefit.

### **Asset Preservation**

Historic resources are like natural resources in that if lost, they cannot be replaced. Without a carefully planned capital investment strategy, Minnesota's historic resources will not survive to be enjoyed by future generations. The Society's 31 historic sites include land, trails, buildings, infrastructure, and exhibits; they are textbook examples of the problems associated with unmet facilities needs. The factors contributing to this challenge are magnified in the sites network, not only because of age, but also because of the long-term environmental effects on construction materials and techniques used at the time these structures were built.

### **Public Demand and Attendance**

The state historic sites network is in its fifth decade of heavy use by patrons. Over successive budget challenges in recent years, the upkeep and repair of more than 150 structures at the 31 state historic sites have suffered. Operating budget appropriations for repair and replacement have helped with facilities needs, but the historic sites network still has many significant unmet needs. Limited financial resources have forced the deferral of important restoration activities. Heavy public use (averaging over 600,000 annual visitors over time across the network) coupled with ongoing environmental factors have created visible and substantive wear and tear on the structures within the state historic sites system. Asset preservation appropriations have helped with larger preservation projects, but regular and periodic maintenance has suffered.

### **Heritage Tourism and Economic Impact**

Visiting historic sites is one of the primary reasons that tourists travel in Minnesota and across the nation. A recent survey by the Travel Industry Association of America found that 49 percent of U.S. adult travelers included a cultural, arts or historic activity to their travels, and of these activities, visiting a historic community or building was the most popular cultural activity listed on the survey. In addition to the educational benefits of heritage tourism, communities across the state experience economic benefits from tourism, including the significant number of visitors to historic sites and museums who are from out of state. Explore Minnesota Tourism estimates that tourism is a \$16 billion industry in Minnesota. Heritage tourism plays a significant part in this important element of our state's economy.

### **Self-Assessment of Agency Facilities and Assets**

MNHS estimates the total scope of its deferred maintenance/ asset preservation/ capital improvement needs for the next six years to be approximately \$37 million for Asset Preservation needs within a total request of \$83.8 million in future facilities requests over the six-year planning period.

### **Historic Site Facilities**

Since the enactment in 1965 of the state's historic sites program, the Society has pursued a planned approach to acquiring, developing, interpreting, and preserving historic sites. The Society owns or administers a network of 31 sites, comprising over 150 significant historical structures and contemporary buildings, totaling 793,000 square feet of interior space. The very nature of more than 150 varied facilities, many of which are over 100 years old, makes it challenging to provide a single assessment of "physical condition, suitability and functionality" of the historic sites network. Nevertheless, many challenges exist in preserving a statewide network of historic structures, and the financial challenges are great.

The historic relevance and importance of the state's historic sites coupled with their educational value cannot be disputed, but century old buildings are in need of a range of substantive levels of stabilization, restoration and preservation. Some components of the historic sites network are in constant need of cosmetic and surface attention, which may range from paint and carpeting to window repair; while other components may require immediate structural repair, such as roofs, foundations, support members, egress routes and utility access. Without that attention, these historic resources will deteriorate beyond repair. Preserving historic facilities that contain unique and expensive architectural features or period-specific construction techniques (such as the Forestville Historic Site or Hill House copper gutters or log structures) require capital funds that are greater than

the need of contemporary buildings, even as visitor centers built in the 1970s, 1980s, and 1990s are now in need of new roofs and improved or replaced HVAC systems.

### **Minnesota History Center**

The 1992 opening of the History Center, with 483,300 square feet on nine acres of land in the Capitol Complex, provided Minnesotans with a facility to showcase, preserve, and use the state’s historic resources. Since opening, over four million individuals have visited the History Center. The History Center provides state of the art museum exhibits, workshops, lectures, and public programs designed for visitors of all ages and diverse interests. A broad range of educational and entertaining programs tells the story of Minnesota’s people from earliest times to the present. Programs for over 100,000 school children each year are further enriched by hands-on activities in specially designed classrooms. In the library, visitors enjoy access to the state’s archives and to the manuscript, newspaper, audio-visual, map, art, and artifact collections. Environmentally controlled storage facilities enable staff to care for and preserve the collection of over three million artifacts (including 2.5 million archaeological artifacts and 260,000 historical artifacts).

While the History Center contains large amounts of storage space, additional space will be needed in the near future since many areas are nearly full. The need for additional space was envisioned in the building’s original design – a 9,500 square foot unfinished expansion space was constructed within the History Center’s walls. A request for construction to address collections space and visitor services needs is included in this six-year capital budget; the Society is currently undertaking planning to determine space needs and opportunities at the History Center and other locations.

### **Sustainability**

As a citizen of our community, the Society recognizes its responsibility to conserve our resources for the next generations. As an organization dedicated to preserving the past for the future, we have put this into practice in our daily work. Specific to the Capital Budget, we put these priorities to work in our efforts to preserve the historic buildings of the historic sites network. It has been said that “The greenest building is the one that is already built” and the Society puts this goal to work in our efforts to preserve the state’s most significant structures for future generations. Another important aspect of sustainability is the ability to fund a network of facilities across the state. MNHS will continue to analyze capital and operational financial needs and funding streams in the coming years.

### **Agency Process for Determining Capital Requests**

The process that the Society’s leadership team used to develop these requests began with the identification of facilities needs by staff, including the Historic Sites and Facilities & Risk Management Departments’ restoration and construction staff. This review used facility condition audits, as well as a matrix for Asset Preservation projects, which factors in life safety, historical significance, cost and sustainability. A series of meetings was held with senior staff to further develop and refine this information including cost information. These individual requests were then put in priority order then reviewed and approved by the Society’s leadership team and its governing board, the Executive Council.

### **Major Capital Projects Authorized in 2020 and 2021**

2020

Historic Sites Asset Preservation - \$2,350,000

County and Local Historic Preservation Grants - \$750,000

Historic Sites Asset Preservation

**AT A GLANCE**

**2022 Request Amount:** \$13,585

**Priority Ranking:** 1

**Project Summary:** The Minnesota Historical Society (MNHS) is requesting \$13.585 million in 2022 for the preservation and restoration of historic structures, landscapes and building systems in the State Historic Sites Network and for monuments located statewide. Due to deferred maintenance needs of historic structures outpacing appropriations, the state of facilities in the historic sites network is reaching a critical level.

**Project Description**

Funding for the Minnesota Historical Society's Historic Sites Asset Preservation request will help to preserve some of the state's most significant historic structures, which are preserved for the education and enjoyment of our citizens.

Over the past three decades more than 24 million students, families, and tourists have visited the 150+ landmark buildings, trails and museums of the State Historic Sites Network. MNHS is committed to keeping these extraordinary properties open and accessible to the public now and for future generations. Although many of the historic structures are now more than one hundred years old and holding up remarkably well, age and modern visitation do take their toll. While keeping pace with the impacts of visitor traffic and continuous aging of the historic structures is always one of our chief concerns, we also must keep up with changes in life/safety systems, environmental issues, security, accessibility, infrastructure upgrades and renovations necessary to support building use. In addition to the necessary work on historic structures, many of the modern visitor centers constructed 30 to 40 years ago are now in need of renewal or are reaching the end of their useful life. The asset preservation investment for such a vast network of varied structures is an indispensable component of operating the Historic Sites Network for the people of Minnesota.

In recognition of the integral part that these buildings and landscapes play in public education, the people of Minnesota have invested significantly in the State Historic Sites Network. Maintaining these resources is expensive, but it is a good cost-benefit ratio for the people of Minnesota and the over 600,000 visitors each year. As non-renewable social and cultural resources, historic buildings require a high standard of care. The skills of specially qualified architects, engineers and contractors are required to assess, design and implement repairs, maintenance, and systems improvements. The cost of high-quality materials increases every year. The investment is well rewarded by the educational benefits and public appreciation for preserving the state's precious heritage.

The Historic Sites Network also serves as a showcase for the principles and techniques of historic

preservation, setting a standard for the state. These structures are learning resources used by students of Minnesota history, by students and practitioners of architecture, and by the traditional building trades. Preservation of historic structures, by definition, meets the state's goal of funding sustainable, high-performance buildings, since historic structures preserve previous energy and financial investments. It has been said that "the greenest building is the one that is already built."

The Society's Facilities and Risk Management Department is responsible for all 150+ of the structures in the Historic Sites Network. Every year the staff typically manages five or six large projects and dozens of small projects scattered across the state. Staff prioritizes work projects based upon long-range planning, building analysis, and structural conditions. Working in consultation with preservation architects and specialty engineers, cost estimates are prepared for appropriation requests.

Projects in this request are part of the State Historic Sites Network, as defined in Minnesota Statutes, 138.661, and have strong local and regional support from the areas in which they are located, since historic sites are an important component of our state's tourism economy. Local citizens, businesses, and support group members have assisted these sites with volunteer hours, in-kind contributions, and grass-roots leadership. Minnesotans are rightfully proud of the sites.

The historic buildings, artifacts, and landscapes within the State Historic Sites Network are of national and state significance. They fulfill the mission given by the Territorial Legislature to the Society, to collect and preserve evidence of human culture in the state, and to teach Minnesota history in all its academic, technological, and social diversity. Failure to maintain these cultural treasures will result in irreversible loss of material and intellectual culture.

### **Project Rationale**

This request is for work that is critical to the preservation and maintenance of important historic resources, which are a state responsibility under Minnesota Statutes 138.661, the authorizing statute for the State Historic Sites Network. Preservation of historic structures, by definition, meets the state's goal of funding sustainable, high performance buildings, because historic structures preserve previous energy and financial investments.

### **Project Timeline**

The various projects will be completed along the timelines listed in the other considerations section below.

### **Other Considerations**

(dollars in thousands)

#### **2022 ASSET PRESERVATION REQUEST**

Historic Fort Snelling, Historic Fort Snelling Round Tower Exterior Repairs, \$600

Mill City Museum, Mill City Train Shed & East Engine House Preservation, \$1,075

Split Rock Lighthouse, Split Rock Historic Site Trails and Landscape Enhancements, \$800

Comstock House, Comstock House Foundation Stabilization, \$550



Ramsey House, Ramsey House Preservation, \$850  
Fort Ridgely, Fort Ridgely Masonry Stabilization, \$225  
Mill City Museum, Mill City Conveyors and Tunnel Rehabilitation, \$2,300  
Mill City Museum, Mill City Wheel House Rehabilitation, \$300  
Historic Fort Snelling, Historic Fort Snelling Wall Stabilization, \$360  
Split Rock Lighthouse, Split Rock Dwelling #3 Interior Preservation, \$300  
Kelley Farm, Kelley Farm Farmhouse Exterior Preservation, \$500  
Historic Fort Snelling, Historic Fort Snelling Building #30 Interior Preservation, \$600  
Kelley Farm, Kelley Farm Farmhouse Interior Preservation, \$425  
Mille Lacs Indian Museum, Mille Lacs HVAC Upgrades, \$600  
Historic Fort Snelling, Commandant's House Preservation, \$800  
Lower Sioux Agency Historic Site, Lower Sioux Visitor Center Exterior and Warehouse Preservation, \$275 (general fund)  
Historic Fort Snelling, Building 17 and Link Interior Preservation, \$2,475  
Statewide, Design for Future Asset Preservation Projects, \$400  
Statewide, Monuments and Markers, \$150  
**2022 Total: \$13,585**

#### **2024 ASSET PRESERVATION REQUEST**

NW Company / Snake River Fur Post, Security System and Fire System Update, \$150  
Historic Fort Snelling, Building 22 Preservation, \$3,000  
Southwestern MN Historic Sites, Trail Repairs and Update, \$700  
Mayo House, Mayo House Exterior Preservation, \$300  
Mill City Museum, East Wall Masonry Project, \$4,475  
Forest History Center, Forest History Center Entrance Road Upgrade, \$150  
Folsom House, Folsom House Interior Preservation, \$200  
Harkin Store, Harkin Store Exterior Envelope Rehabilitation, \$500  
Split Rock Lighthouse, Lighthouse Moisture Mitigation, \$475  
Statewide, Design for Future Asset Preservation Projects, \$400  
Statewide, Monuments and Markers, \$150  
**2024 Total: \$10,500**

#### **2026 ASSET PRESERVATION REQUEST**

Mill City Museum, Mill City Elevator #1 Rehabilitation, \$7,100  
Mille Lacs Indian Museum, Mille Lacs Trading Post Restroom Remodel, \$125  
Folsom House, Folsom House Roof Replacement, \$275  
NW Company / Snake River Fur Post, Fur Post Visitor Center & Picnic Shelter Roof Replacement, \$775  
James J. Hill House, Hill House Gatehouse Interior Preservation, \$325

Forest History Center, Forest History Center Logging Camp Restroom Renovation, \$750  
Forest History Center, Visitor Center Water Tank Replacement, \$50  
James J. Hill House, Hill House Landscape Rehabilitation, \$250  
Lindbergh House, Lindbergh House Landscape & Drainage Improvements, \$500  
Historic Fort Snelling, Historic Fort Exterior Preservation, \$2,000  
Lac Qui Parle Mission, Lac Qui Parle Mission Interior Preservation, \$150  
Statewide, Design for Future Asset Preservation Projects, \$400  
Statewide, Monuments and Markers, \$150  
**2026 Total: \$12,725**

### **Impact on Agency Operating Budgets**

Generally, not applicable. There may be some minor savings from energy efficiency.

### **Description of Previous Appropriations**

Appropriations for asset preservation of the state Historic Sites Network have been made in most major capital budget bills since 1990. In 2020, this activity received \$2.350 million; in 2018, it received \$8 million; in 2017, it received \$2.5 million; in 2014, it received \$1.44 million; in 2012, it received \$2.5 million; in 2011, it received \$1.9 million; in 2010, it received \$3.4 million; in 2009, it received \$2.165 million; and in 2008, it received \$4 million.

### **Project Contact Person**

David Kelliher  
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### **Governor's Recommendation**

The Governor recommends \$9.9 million in general obligation bonds and \$275,000 in general fund cash for this request. Also included are budget estimates of \$9.9 million in general obligation bonds for each planning period for 2024 and 2026.

(\$ in thousands)

**Historic Sites Asset Preservation**

**PROJECT FUNDING SOURCES**

Funding Source	Prior Years	FY 2022	FY 2024	FY 2026
<b>State Funds Requested</b>				
General Obligation Bonds	\$ 10,500	\$ 13,310	\$ 10,500	\$ 12,725
General Fund Cash	\$ 0	\$ 275	\$ 0	\$ 0
<b>Funds Already Committed</b>				
<b>Pending Contributions</b>				
<b>TOTAL</b>	<b>\$ 10,500</b>	<b>\$ 13,585</b>	<b>\$ 10,500</b>	<b>\$ 12,725</b>

**TOTAL PROJECT COSTS**

Cost Category	Prior Years	FY 2022	FY 2024	FY 2026
Property Acquisition	\$ 0	\$ 0	\$ 0	\$ 0
Predesign Fees	\$ 0	\$ 0	\$ 0	\$ 0
Design Fees	\$ 0	\$ 0	\$ 0	\$ 0
Project Management	\$ 0	\$ 0	\$ 0	\$ 0
Construction	\$ 10,500	\$ 13,585	\$ 10,500	\$ 12,725
Relocation Expenses	\$ 0	\$ 0	\$ 0	\$ 0
One Percent for Art	\$ 0	\$ 0	\$ 0	\$ 0
Occupancy Costs	\$ 0	\$ 0	\$ 0	\$ 0
Inflationary Adjustment	\$ 0	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 10,500</b>	<b>\$ 13,585</b>	<b>\$ 10,500</b>	<b>\$ 12,725</b>

**IMPACT ON STATE OPERATING COSTS**

Cost Category	FY 2022	FY 2024	FY 2026
IT Costs	\$ 0	\$ 0	\$ 0
Operating Budget Impact (\$)	\$ 0	\$ 0	\$ 0
Operating Budget Impact (FTE)	0.0	0.0	0.0

**SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS**

	Amount	Percent of Total
General Fund	\$ 13,310	100 %
User Financing	\$ 0	0 %

**STATUTORY REQUIREMENTS**

The following requirements will apply to projects after adoption of the bonding bill.

Is this project exempt from legislative review under M.S. 16B.335 subd. 1a?	Yes
<b>Pre-design Review (M.S. 16B.335 subd. 3):</b>	
Does this request include funding for pre-design?	N/A
Has the pre-design been submitted to the Department of Administration?	N/A
Has the pre-design been approved by the Department of Administration?	N/A
<b>Will the project design meet the Sustainable Building Guidelines under M.S. 16B.325?</b>	Yes
<b>Will the project designs meet applicable requirements and guidelines for energy conservation and alternative energy sources (M.S. 16B.335 subd. 4 and 16B.32)?</b>	Yes
<b>Have Information Technology Review Preconditions been met (M.S. 16B.335 subd. 5 &amp; 6)?</b>	N/A
<b>Will the project comply with the targeted group purchasing requirement (M.S. 16C.16 subd. 13)?</b>	Yes
<b>Will the project meet public ownership requirements (M.S. 16A.695)?</b>	Yes
<b>Will a use agreement be required (M.S. 16A.695 subd. 2)?</b>	No
<b>Will program funding be reviewed and ensured (M.S. 16A.695 subd. 5)?</b>	No
<b>Will the matching funds requirements be met (M.S. 16A.86 subd. 4)?</b>	No
<b>Will the project be fully encumbered prior to the Cancellation Deadline (M.S. 16A.642): December 31, 2026?</b>	Yes
<b>M.S. 16A.502 and M.S. 16B.31 (2): Full Funding Required</b>	Yes
<b>M.S. 473.4485: Guideway Project</b>	
Is this a Guideway Project?	No
Is the required information included in this request?	

MNHS | History Center Facility Enhancements - Pre-design (2022); Design (2024); Construction (2026)

**AT A GLANCE**

**2022 Request Amount:** \$500

**Priority Ranking:** 2

**Project Summary:** Through this project, the Minnesota Historical Society will complete pre-design, design and construction for renovations of MNHS facilities, including the Minnesota History Center, to optimize space use for collections and visitor services. This work will anticipate the next generation of collections practices and technology, as well as visitor engagement including exhibits, educational and public programs.

**Project Description**

The Minnesota Historical Society is requesting funds to plan for future use of the Minnesota History Center and other facilities. While some physical collections storage areas are nearly full, technology is rapidly changing, creating an opportunity for a different way of approaching collections. At the same time, we must examine the best ways to reach today’s and future in-person visitors to the History Center.

The MNHS will examine its program functions and space needs through a Master Planning process in the next several months and years, and anticipates readiness for pre-design and design funding to plan for optimal usage of space.

**Project Rationale**

In 2022, the Minnesota History Center will mark its 30th anniversary. Since its opening, the History Center has been the place where millions of Minnesotans and guests from around the world have discovered our history, and where collections have been preserved for future generations. Guests have celebrated special occasions, remembered our heroes and learned about our neighbors, whose background may be different from their own.

As we look to the next 30 years and beyond, the Minnesota Historical Society will assess its space needs for collections and visitor services in order to best preserve, share and connect Minnesotans with their history.

**Project Timeline**

Pre-design will be from August 2022-August 2023, design from June 2024-August 2026, and construction from September 2026-September 2028.

**Other Considerations**

N/A

**Impact on Agency Operating Budgets**

To be determined through the master planning and predesign process.

**Description of Previous Appropriations**

The Minnesota History Center opened in the Fall of 1992, and was funded through major State of Minnesota Capital Budget appropriations made in the late 1980s, as well as matching private donations.

**Project Contact Person**

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**Capitol Area Architectural and Planning Board Review**

The CAAPB is supportive of this request.

**Governor's Recommendation**

The Governor does not recommend capital funding for this request.

(\$ in thousands)

**MNHS | History Center Facility Enhancements - Predesign (2022); Design (2024); Construction (2026)**

<b>PROJECT FUNDING SOURCES</b>				
Funding Source	Prior Years	FY 2022	FY 2024	FY 2026
<b>State Funds Requested</b>				
General Obligation Bonds	\$ 0	\$ 500	\$ 3,500	\$ 40,000
<b>Funds Already Committed</b>				
<b>Pending Contributions</b>				
<b>TOTAL</b>	<b>\$ 0</b>	<b>\$ 500</b>	<b>\$ 3,500</b>	<b>\$ 40,000</b>

<b>TOTAL PROJECT COSTS</b>				
Cost Category	Prior Years	FY 2022	FY 2024	FY 2026
Property Acquisition	\$ 0	\$ 0	\$ 0	\$ 0
Predesign Fees	\$ 0	\$ 500	\$ 0	\$ 0
Design Fees	\$ 0	\$ 0	\$ 3,500	\$ 0
Project Management	\$ 0	\$ 0	\$ 0	\$ 0
Construction	\$ 0	\$ 0	\$ 0	\$ 40,000
Relocation Expenses	\$ 0	\$ 0	\$ 0	\$ 0
One Percent for Art	\$ 0	\$ 0	\$ 0	\$ 0
Occupancy Costs	\$ 0	\$ 0	\$ 0	\$ 0
Inflationary Adjustment	\$ 0	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 0</b>	<b>\$ 500</b>	<b>\$ 3,500</b>	<b>\$ 40,000</b>

<b>IMPACT ON STATE OPERATING COSTS</b>			
Cost Category	FY 2022	FY 2024	FY 2026
IT Costs	\$ 0	\$ 0	\$ 0
Operating Budget Impact (\$)	\$ 0	\$ 0	\$ 0
Operating Budget Impact (FTE)	0.0	0.0	0.0

<b>SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS</b>		
	Amount	Percent of Total
General Fund	\$ 500	100 %
User Financing	\$ 0	0 %

**STATUTORY REQUIREMENTS**

The following requirements will apply to projects after adoption of the bonding bill.

<b>Is this project exempt from legislative review under M.S. 16B.335 subd. 1a?</b>	No
<b>Predesign Review (M.S. 16B.335 subd. 3):</b>	
Does this request include funding for predesign?	Yes
Has the predesign been submitted to the Department of Administration?	No
Has the predesign been approved by the Department of Administration?	No
<b>Will the project design meet the Sustainable Building Guidelines under M.S. 16B.325?</b>	Yes
<b>Will the project designs meet applicable requirements and guidelines for energy conservation and alternative energy sources (M.S. 16B.335 subd. 4 and 16B.32)?</b>	Yes
<b>Have Information Technology Review Preconditions been met (M.S. 16B.335 subd. 5 &amp; 6)?</b>	N/A
<b>Will the project comply with the targeted group purchasing requirement (M.S. 16C.16 subd. 13)?</b>	Yes
<b>Will the project meet public ownership requirements (M.S. 16A.695)?</b>	Yes
<b>Will a use agreement be required (M.S. 16A.695 subd. 2)?</b>	No
<b>Will program funding be reviewed and ensured (M.S. 16A.695 subd. 5)?</b>	N/A
<b>Will the matching funds requirements be met (M.S. 16A.86 subd. 4)?</b>	No
<b>Will the project be fully encumbered prior to the Cancellation Deadline (M.S. 16A.642): December 31, 2026?</b>	Yes
<b>M.S. 16A.502 and M.S. 16B.31 (2): Full Funding Required</b>	Yes
<b>M.S. 473.4485: Guideway Project</b>	
Is this a Guideway Project?	No
Is the required information included in this request?	No



County and Local Historic Preservation Grants

**AT A GLANCE**

<b>2022 Request Amount:</b>	\$1,000
<b>Priority Ranking:</b>	3
<b>Project Summary:</b>	This project provides funding, on a competitive matching basis, for county and local historic preservation projects. This program will allow local communities to preserve their most significant historical resources.

**Project Description**

The county and local historic preservation program provides grants on a local match basis to preserve historic assets owned by public entities. These properties are historically significant structures, with priority given to those that are listed in the National Register of Historic Places. This program is one of the most successful of its type, with relatively small amounts of money leveraging local funding and volunteer efforts. Since recipients of county and local preservation grants are required to fully match state funds, this project provides the best possible return on the state’s investment. Funds appropriated between 1994 and 2020 were spread across Minnesota on a competitive grant basis, with requests more than double the funds available.

This project also has the effect of reducing the state’s overall share of investment in preserving historic resources while fulfilling the state’s statutory commitment to preserving elements of the state’s inventory of historic resources (according to M.S. Sec. 138.665). Some states, for example, attempt to preserve 125+ historic sites at the state level. In Minnesota, we have limited the state’s historic sites network to 32 sites, allowing the Minnesota Historical Society (MNHS) to concentrate on its mission of interpreting historic sites of statewide significance. Minnesota’s grant-in-aid program, initiated in 1969, encourages local organizations to take on such preservation projects.

Since 1969 more than 2,400 capital and operating grants have been awarded to qualified historical organizations in all 87 counties, resulting in the preservation of the evidence of Minnesota’s past. In recent rounds of grants, 248 grants from the Society’s capital bond-funded grant program have assisted in preserving and making accessible such projects as historic county courthouses (62 grants to 27 different courthouses); historic city halls (29 grants to 17 different city halls); and historic library buildings (20 grants to 16 different libraries). Grants have helped to preserve publicly owned historic structures that provide a unique lens on our state’s history.

Types of historic structures preserved with grants funds include depots, senior and community centers, schools, bridges, theaters, park buildings, museums, water towers, and township halls. Specific examples include Norman County Courthouse Preservation (Norman County); the Andrew Volstead House roof replacement (City of Granite Falls); the Olof Swensson House roof replacement (Chippewa County); the O.G. Anderson and Company Store restoration (City of Minneota); the Anna

and Mikko Pyhala Farm Restoration project (Town of Embarrass); the Mahnomen City Hall Restoration; Winona Masonic Hall/Senior Center (City of Winona); the Rensselaer Hubbard House restoration (City of Mankato); Robbinsdale Branch Library restoration (City of Robbinsdale); the Minneapolis Pioneers and Soldiers Memorial Cemetery Preservation, and the Norenberg Estate Water Tower (Hennepin County [Grantee is Three Rivers Park District]), and Bemidji Carnegie Library (City of Bemidji).

From a financial perspective, 1994, 1996, 1998, 2000, 2003, 2005, 2006, 2008, 2010, 2012, 2014, and 2020 appropriations totaling over \$9.25 million have leveraged at least an equal amount in local match funding, as well as countless hours of volunteer effort.

### **Project Rationale**

The county and local historic preservation grants program enables city and county government to fulfill their obligations to preserve historic structures, under MN Statute 138.665, while sharing the cost with the State of Minnesota.

### **Project Timeline**

If funds are appropriated in the 2022 Session, MNHS will conduct a grant round for funds in the fall of 2022. Successful applicants will be notified in late 2022/early 2023 and, depending on the project's readiness, including design and historic preservation reviews, projects will begin work later that year.

### **Other Considerations**

Against a backdrop of economic challenges and heightened concern for the environment, historic preservation has a proven track record in stimulating local economies and revitalizing local communities, large and small.

It has been said: "the greenest building is the one that is already built." Continuation of funding for this grant program leverages local resources and helps to preserve the built environment, thereby conserving the resources already put into these buildings and further the efforts to contribute to a sustainable future.

### **Impact on Agency Operating Budgets**

None.

### **Description of Previous Appropriations**

Funding for the County and Local Historic Preservation Grant program has been included in most major capital budget bills since 1994. The three most recent appropriations have been: 2020: \$750,000 (GO); 2014: \$1,400,000 (GF); 2012: \$750,000 (GO); 2010: \$1,000,000 (GO).

### **Project Contact Person**

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## **Governor's Recommendation**

The Governor recommends \$750,000 in general obligation bonds for this request. Also included are budget estimates of \$750,000 for each planning period for 2024 and 2026.

(\$ in thousands)

County and Local Historic Preservation Grants

PROJECT FUNDING SOURCES				
Funding Source	Prior Years	FY 2022	FY 2024	FY 2026
<b>State Funds Requested</b>				
General Obligation Bonds	\$ 750	\$ 1,000	\$ 1,000	\$ 1,000
<b>Funds Already Committed</b>				
Other Local Government Funds	\$ 750	\$ 1,000	\$ 1,000	\$ 1,000
<b>Pending Contributions</b>				
<b>TOTAL</b>	<b>\$ 1,500</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>

TOTAL PROJECT COSTS				
Cost Category	Prior Years	FY 2022	FY 2024	FY 2026
Property Acquisition	\$ 0	\$ 0	\$ 0	\$ 0
Predesign Fees	\$ 0	\$ 0	\$ 0	\$ 0
Design Fees	\$ 0	\$ 0	\$ 0	\$ 0
Project Management	\$ 0	\$ 0	\$ 0	\$ 0
Construction	\$ 1,500	\$ 2,000	\$ 2,000	\$ 2,000
Relocation Expenses	\$ 0	\$ 0	\$ 0	\$ 0
One Percent for Art	\$ 0	\$ 0	\$ 0	\$ 0
Occupancy Costs	\$ 0	\$ 0	\$ 0	\$ 0
Inflationary Adjustment	\$ 0	\$ 0	\$ 0	\$ 0
<b>TOTAL</b>	<b>\$ 1,500</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>

IMPACT ON STATE OPERATING COSTS			
Cost Category	FY 2022	FY 2024	FY 2026
IT Costs	\$ 0	\$ 0	\$ 0
Operating Budget Impact (\$)	\$ 0	\$ 0	\$ 0
Operating Budget Impact (FTE)	0.0	0.0	0.0

SOURCE OF FUNDS FOR DEBT SERVICE PAYMENTS		
	Amount	Percent of Total
General Fund	\$ 1,000	100 %
User Financing	\$ 0	0 %

**STATUTORY REQUIREMENTS**

The following requirements will apply to projects after adoption of the bonding bill.

<b>Is this project exempt from legislative review under M.S. 16B.335 subd. 1a?</b>	Yes
<b>Pre-design Review (M.S. 16B.335 subd. 3):</b>	
Does this request include funding for pre-design?	Yes
Has the pre-design been submitted to the Department of Administration?	N/A
Has the pre-design been approved by the Department of Administration?	N/A
<b>Will the project design meet the Sustainable Building Guidelines under M.S. 16B.325?</b>	N/A
<b>Will the project designs meet applicable requirements and guidelines for energy conservation and alternative energy sources (M.S. 16B.335 subd. 4 and 16B.32)?</b>	N/A
<b>Have Information Technology Review Preconditions been met (M.S. 16B.335 subd. 5 &amp; 6)?</b>	N/A
<b>Will the project comply with the targeted group purchasing requirement (M.S. 16C.16 subd. 13)?</b>	Yes
<b>Will the project meet public ownership requirements (M.S. 16A.695)?</b>	Yes
<b>Will a use agreement be required (M.S. 16A.695 subd. 2)?</b>	Yes
<b>Will program funding be reviewed and ensured (M.S. 16A.695 subd. 5)?</b>	Yes
<b>Will the matching funds requirements be met (M.S. 16A.86 subd. 4)?</b>	Yes
<b>Will the project be fully encumbered prior to the Cancellation Deadline (M.S. 16A.642): December 31, 2026?</b>	Yes
<b>M.S. 16A.502 and M.S. 16B.31 (2): Full Funding Required</b>	Yes
<b>M.S. 473.4485: Guideway Project</b>	
Is this a Guideway Project?	N/A
Is the required information included in this request?	N/A