

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Administration

Centennial Parking Ramp Structural Repairs

General Obligation Bonds	10,878
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The Governor recommends \$10.878 million to repair structural deficiencies in the Centennial Parking Ramp. Many structural support cables, integral to the integrity and safety of the structure, are damaged or severed. Funding will provide for the design and repair of the existing facility, and installation of a stormwater retention system to prevent future damage.

Visitor and Staff Parking Facilities

General Obligation Bonds	6,000
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The Governor recommends \$6 million for land acquisition to begin to address the parking needs in the capitol complex. The funds will be used to acquire two properties currently for sale on the capitol complex, demolish existing structures on these properties, and complete any site-work and paving.

Statewide Capital Asset Preservation and Replacement Account

General Obligation Bonds	2,500
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The Governor recommends \$2.5 million to replenish the Capital Asset Preservation and Replacement Account (CAPRA). This account is for emergency repairs and unanticipated hazardous material abatement needs for state owned facilities.

Capitol Complex Monuments and Memorials Repairs and Restoration

General Obligation Bonds	350
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The Governor recommends \$350,000 to make critical repairs to the Peace Officers Memorial, honoring police and other law enforcement officers, and the Roy Wilkins Memorial, honoring the civil rights leader, both located on the capitol grounds.

Agency Relocation

General Fund Cash	1,500
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The Governor recommends \$1.5 million from the general fund to finance state agency relocation expenses that are not bond eligible. Relocation funds are used, for example, to pay for the costs of moving to a new location when a landlord does not renew a state agency's lease.

General Obligation Bonds	19,728
General Fund Cash	1,500
Total For Administration	21,228

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Agriculture

Rural Finance Authority Loans

GO Bonds-User Financing	35,000
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The Governor recommends \$35 million in user-financed bonds for the Rural Finance Authority (RFA) loan programs. The RFA partners with agricultural lenders to provide low-cost financing to farmers on terms and conditions not otherwise available from other credit sources. The RFA portion of the loan is carried at a reduced interest rate to improve the cash flow of eligible farmers.

Laboratory Capital Equipment

General Fund Cash	2,218
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The Governor recommends \$2.218 million from the general fund to replace lab equipment in the Department of Agriculture's laboratory. The existing equipment, which is used for food safety and agricultural chemical and plant disease sample testing, has reached the end of its useful life and is not bond-eligible.

GO Bonds-User Financing	35,000
General Fund Cash	2,218
Total For Agriculture	37,218

Amateur Sports Commission

National Sports Center

General Obligation Bonds	5,082
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The Governor recommends \$5.082 million to complete the expansion of playing fields at the National Sports Center in Blaine, including demolition of buildings on the field location, site remediation, design and site improvements, construction of field maintenance facilities, and construction of 12 athletic fields. The purpose of this expansion is to attract major tournaments to the facility.

NSC Asset Preservation

General Obligation Bonds	500
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The Governor recommends \$500,000 for asset preservation at the National Sports Center (NSC) in Blaine. These projects are intended to ensure the safety and health of participants and staff using the stadium, dorms, parking lot, and main administrative offices.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Amateur Sports Commission

General Obligation Bonds	5,582
Total For Amateur Sports Commission	5,582

Corrections

Asset Preservation

General Obligation Bonds	20,000
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The Governor recommends \$20 million for asset preservation to repair and renew Minnesota prisons. Projects may include safety hazard and code compliance issues, emergency power/lighting upgrades, preservation of building exteriors and interiors, perimeter security systems replacement/upgrades, tuck pointing, roof replacement, window and door replacement, and other similar projects. The Department's total asset preservation needs are estimated to be around \$570 million.

Saint Cloud Intake, Health Services and Loading Dock - Phase 2

General Obligation Bonds	19,000
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The Governor recommends \$19 million to complete a two-phase project at the Saint Cloud prison. The first phase, funded in 2014, constructed a new Health Services unit. This second phase will build a larger and more secure Intake Unit and relocate the Loading Dock outside the secured perimeter wall to improve the flow of vehicles, offenders, and supplies. This prison serves as the central intake unit for all male offenders coming into the state prison system and the current facilities are inadequate for this function.

Willow River Expansion for Challenge Incarceration Program

General Obligation Bonds	1,500
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The Governor recommends \$1.5 million to design, construct, furnish and equip new and existing buildings at the Willow River Correctional Facility to increase the program capacity for the Challenge Incarceration Program (CIP) by 45 beds for adult male offenders. This project will reduce the bed space need in standard correctional facilities, allowing the Department more leeway for housing additional offenders projected to be committed in the next five years. The specific changes at Willow River would include relocating a weight room and remodeling it into a barracks area that will house 45 CIP participants, and construction of a new building for chemical dependency treatment.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Corrections

Togo Expansion for Challenge Incarceration Program

General Obligation Bonds	2,000
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The Governor recommends \$2 million to design, construct, furnish, and equip existing buildings and wastewater/septic systems at the Togo Correctional Facility to increase the program capacity for the Challenge Incarceration Program (CIP) by 30 beds for adult male offenders. In addition, this project will reduce the bed space need in standard correctional facilities, allowing the Department more leeway for housing additional offenders projected to be committed to it in the next five years. The specific changes at Togo include the repair and improvement of the current septic system, the repurposing of existing space for medical examination and treatment rooms, shower improvements, and electrical capacity upgrades.

Lino Lakes Building E Renovation

General Obligation Bonds	5,000
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The Governor recommends \$5 million to renovate a vacant building on the Lino Lakes prison campus to add 60 prison beds and necessary support space, helping the Department to address its prison bed space needs.

Saint Cloud Perimeter Wall Repair

General Obligation Bonds	4,400
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The Governor recommends \$4.4 million for the first phase of a three phase project to repair the mile long wall at the St. Cloud prison. Nearly 400,000 linear feet, or 76 miles, of the mortar is in need of repair. Without these repairs, the wall will continue to deteriorate.

Moose Lake Control Room Renovation

General Obligation Bonds	1,900
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The Governor recommends \$1.9 million to renovate the outdated and inefficient Master Control Center at the Moose Lake prison facility to improve security and staff efficiency. The project would include updating the facility's fire alarm panels and improving the visibility of the visitor area from the Center.

General Obligation Bonds	53,800
Total For Corrections	53,800

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

	Funding Source	Recommendation Amount
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Education

ISD 38 (Red Lake) Facility Projects

	General Obligation Bonds	14,070
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The Governor recommends \$14.07 million to complete projects at the Red Lake Early Childhood Center and Red Lake Elementary School. Construction of additional classrooms will connect the two buildings, and an expanded cafeteria will streamline food service. Existing space will be renovated to provide for special education, music, and art classes.

Library Construction Grants

	General Obligation Bonds	2,000
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The Governor recommends \$2 million for the Library Construction competitive grant program. This program enables public libraries receiving funding to improve access and meet ADA compliance standards by removing architectural barriers and replacing deficient facilities.

	General Obligation Bonds	16,070
	Total For Education	16,070

Employment and Economic Development

Asset Preservation: South Minneapolis Workforce Center

	General Obligation Bonds	1,342
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The Governor recommends \$1.342 million to repair and preserve the South Minneapolis Workforce Center. Improvements will address safety and code compliance issues including roof replacement, parking lot replacement, elevator door restrictor installation, and heating, ventilation and air conditioning system unit and instrumentation replacement.

Transportation Economic Development Program (TED)

	General Obligation Bonds	10,000
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The Governor recommends \$10 million for the Transportation Economic Development (TED) program. TED is a competitive grant program that provides up to 70% of the transportation and public infrastructure costs associated with economic development projects. TED is a collaboration between DEED and the Minnesota Department of Transportation.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Employment and Economic Development

Business Development Public Infrastructure (BDPI)

General Obligation Bonds	21,000
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The Governor recommends \$21 million for the Business Development Public Infrastructure (BDPI) program. BDPI is a competitive grant program that provides cities in Greater Minnesota with up to 50% of public infrastructure costs necessary to support economic development in high-growth industries. Eligible public infrastructure projects include sewers, streets and utility extensions.

Innovative Business Development Public Infrastructure Grant Program (IBDPI)

General Obligation Bonds	5,000
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The Governor recommends \$5 million for the Innovative Business Development Public Infrastructure (IBDPI) program. IBDPI is a competitive grant program that provides cities in Minnesota with up to 50% of public infrastructure costs necessary to support economic development in innovative industries. Eligible public infrastructure projects include sewers, streets, utility extensions, land acquisition, and telecommunications.

General Obligation Bonds	37,342
Total For Employment and Economic Development	37,342

Health

Public Health Lab Capital Equipment

General Fund Cash	2,335
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The Governor recommends \$2.335 million from the general fund to purchase equipment for the agency's Public Health Lab that has reached the end of its useful life and is not bond-eligible. New, more technologically advanced pieces of equipment will allow the agency to conduct testing in the areas of environmental contaminants, foodborne illness, infectious disease, and newborn screening.

General Fund Cash	2,335
Total For Health	2,335

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Historical Society

Historic Fort Snelling Visitor Center

General Obligation Bonds	34,000
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The Governor recommends \$34 million for design and construction costs at Historic Fort Snelling to close its deteriorating Visitor Center and renovate a cavalry barracks building on site as the new Visitor Center, in time for the Fort's bicentennial in 2020. The entire project is estimated to cost \$46 million, with \$12 million of the total project cost coming from private donations raised by the Minnesota Historical Society.

Historic Sites Asset Preservation

General Obligation Bonds	2,500
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The Governor recommends \$2.5 million for preservation and restoration of historic structures, landscapes, and building systems in the State Historic Sites Network and for monuments located statewide. Projects are prioritized based on long-range planning, building analysis, and structural conditions.

General Obligation Bonds	36,500
Total For Historical Society	36,500

Housing Finance

Housing Infrastructure Bonds

Appropriation Bonds	70,000
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The Governor recommends the Minnesota Housing Finance Agency (MHFA) be authorized to sell \$70 million in housing infrastructure bonds and up to \$5.6 million be appropriated from the general fund each year for 20 years to pay the debt service on the bonds. Funds will be used to preserve federally subsidized rental housing; to acquire, rehabilitate, or construct permanent supportive housing; or to acquire land that will be held in community land trusts for single family homeownership. Funding is allocated statewide on a competitive basis.

Public Housing Rehabilitation

General Obligation Bonds	20,000
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The Governor recommends \$20 million for Public Housing Rehabilitation grants to preserve existing publicly owned housing and keep it decent, safe, and healthy for its low income residents. Funds are allocated statewide on a competitive basis to local public housing authorities.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Housing Finance

General Obligation Bonds	20,000
Appropriation Bonds	70,000
Total For Housing Finance	90,000

Human Services

MN Security Hospital Phase 2

General Obligation Bonds	70,255
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The Governor recommends \$70.255 million for renovation and construction at the Minnesota Security Hospital to improve the therapeutic environment and increase staff and patient safety. These funds will be used to renovate living units, reconstruct bedroom wings, and construct new acute care and transition housing units.

Anoka Metro Regional Treatment Center: Safety and Security Renovations

General Obligation Bonds	2,250
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The Governor recommends \$2.25 million to improve the safety of patients and staff at the Anoka Metro Regional Treatment Center. Funds will be used to install camera and personal duress systems, make safety upgrades and develop additional, secure outdoor activity areas.

MN Sex Offender Program (St. Peter) Phase 2

General Obligation Bonds	14,500
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The Governor recommends \$14.5 million for the renovation and construction of 30 additional beds for Community Preparation Services within the Minnesota Sex Offender Program and for programming space to support these clients. Community Preparation Services is a program that prepares clients to move back to the community.

MN Sex Offender Program Less Restrictive Alternatives

General Obligation Bonds	12,420
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The Governor recommends \$12.42 million to design and construct two community-based residential treatment facilities for the Minnesota Sex Offender Program. These buildings would serve as less restrictive alternatives to the program's more highly secure facilities on the Moose Lake and St. Peter campuses.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Human Services

Early Childhood Facilities

General Obligation Bonds	15,000
General Fund Cash	5,000

The Governor recommends \$15 million in general obligation bonds and \$5 million in general fund cash to construct and renovate early childhood facilities. The purpose of this funding is to ensure families have access to early childhood programs housed in safe facilities. DHS selects projects through a RFP process and requires a 50% non-state match.

System-Wide Asset Preservation

General Obligation Bonds	1,500
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The Governor recommends \$1.5 million to perform asset preservation on DHS facilities for State Operated Services and the Minnesota Sex Offender Program to ensure they are functional, safe and in good repair.

General Obligation Bonds	115,925
General Fund Cash	5,000
Total For Human Services	120,925

Iron Range Resources and Rehabilitation

Giants Ridge Aerial Lift

General Obligation Bonds	5,000
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The Governor recommends \$5 million to replace the highest use chairlift at Giants Ridge with a modern chairlift, move the existing chairlift to the race hill, and retire the lift at the race hill. The new chairlift will meet new safety standards and decrease the length of trip up the hill from 8 minutes to 2.3 minutes, making Giants Ridge a more modern and competitive ski operation.

General Obligation Bonds	5,000
Total For Iron Range Resources and Rehabilitation	5,000

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Management and Budget

Bond Sale Expenses

General Obligation Bonds	1,374
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The Governor recommends \$1.374 million to cover expenses associated with the bond sales necessary to fund the projects included in his 2016 capital budget recommendations.

General Obligation Bonds	1,374
Total For Management and Budget	1,374

Metropolitan Council

Metropolitan Regional Parks

General Obligation Bonds	10,000
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The Governor recommends \$10 million to improve and expand the metropolitan regional parks and trails system. The funds will be matched by the Metropolitan Council.

Inflow/Infiltration Grant Program

General Obligation Bonds	5,000
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The Governor recommends \$5 million for grants to local governments to correct inflow and infiltration problems in municipal wastewater collection systems. Grants require a match from local governments.

General Obligation Bonds	15,000
Total For Metropolitan Council	15,000

Military Affairs

West St. Paul

General Obligation Bonds	4,500
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The Governor recommends \$4.5 million to build a new National Guard Readiness Center in West Saint Paul. State funds will be paired with federal and local funds to construct a facility that better meets the needs of the National Guard by providing adequate parking, classrooms, showers, latrines, locker rooms and administrative and storage capacity.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Military Affairs

St Cloud Facility Batch and Construction

General Obligation Bonds	3,500
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The Governor recommends \$3.5 million to renovate and expand the St. Cloud Readiness Center, which will be matched with federal funds. The renovations include installing HVAC systems, upgrading life/safety systems, increasing energy efficiency, and upgrading the facility to serve a dual gender force. The request also includes a 1,500 square foot expansion.

Asset Preservation

General Obligation Bonds	2,500
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The Governor recommends \$2.5 million for asset preservation needs at armory and training buildings throughout the state. This request will be matched by federal funds.

General Obligation Bonds	10,500
Total For Military Affairs	10,500

Minnesota State Colleges and Universities

Higher Education Asset Preservation and Replacement

General Obligation Bonds	80,000
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The Governor recommends \$80 million for Higher Education Asset Preservation and Replacement (HEAPR). This funding will address mechanical, plumbing and electrical system needs, roof, window and building exterior repairs, and life safety and code compliance projects.

South Central College, North Mankato - STEM and Healthcare Design and Renovation

General Obligation Bonds	5,733
GO Bonds-MnSCU User Financing	2,867

The Governor recommends \$8.6 million to renovate existing space to create multipurpose lab rooms; increase the quality of instruction; and expand the capacity of the mechatronic and science, technology, engineering and math (STEM) programs.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding Source	Recommendation Amount
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Minnesota State Colleges and Universities

Minnesota State Community and Technical College, Fergus Falls - Center for Student and Workforce Success Design and Renovation

General Obligation Bonds	652
GO Bonds-MnSCU User Financing	326

The Governor recommends \$978,000 to renovate and re-purpose existing space to create a new Center for Student and Workforce Success (CSWS) that integrates the Regional Workforce Center into the campus, giving students access to a broader range of post-secondary and employment services.

Minnesota State Community and Technical College, Wadena - Library and Student Development Design and Renovation

General Obligation Bonds	547
GO Bonds-MnSCU User Financing	273

The Governor recommends \$820,000 to relocate the Wadena campus library and convert the space vacated by the library into a centralized student services center to better serve students.

Northland Community and Technical College, East Grand Forks - Laboratory Design and Renovations

General Obligation Bonds	551
GO Bonds-MnSCU User Financing	275

The Governor recommends \$826,000 to renovate campus laboratories to increase lab safety, and provide students access to up-to-date technologies for placement in the healthcare industry.

Bemidji State University - Academic Learning Center (Hagg Sauer Replacement) Design and Renovation

General Obligation Bonds	12,065
GO Bonds-MnSCU User Financing	6,032

The Governor recommends \$18.097 million to replace Hagg-Sauer Hall with a new Academic Learning Center and to renovate underutilized space in 5 other campus buildings. The result will be more flexible teaching space to incorporate modern teaching strategies. This project will also remove over \$7 million of deferred maintenance backlog on the campus.

Rochester Community and Technical College - Memorial and Plaza Halls Removal, Design, Renovation and Construction

General Obligation Bonds	13,590
GO Bonds-MnSCU User Financing	6,795

The Governor recommends \$20.385 million to replace severely outdated classroom and office space by renovating and expanding existing academic buildings. The result will be more efficient space adaptable to current learning strategies.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Minnesota State Colleges and Universities

Hibbing Community College - Campus Reconfiguration

General Obligation Bonds	6,639
GO Bonds-MnSCU User Financing	3,319

The Governor recommends \$9.958 million to reorient the "front door" of this campus to simplify campus circulation. Additional renovations will create flexible, modern classrooms along with a one stop student services hub and space for Advanced Minnesota--Northeast Higher Education District's regional, customized/continuing education training enterprise.

Winona State University - Education Village Phase 2, Renovation and Demolition

General Obligation Bonds	16,871
GO Bonds-MnSCU User Financing	8,435

The Governor recommends \$25.306 million for Phase 2 of the Education Village project. Phase 2 renovates three existing buildings and creates specialty labs and flexible, high tech classroom space to improve delivery of the College of Education's curriculum.

St. Cloud State University - Student Health and Academic Renovation

General Obligation Bonds	12,381
GO Bonds-MnSCU User Financing	6,191

The Governor recommends \$18.572 million to renovate unused space to co-locate academic and health related programs, creating a consolidated student health center and eliminating \$3.8 million of deferred maintenance.

Minnesota State University, Mankato - Clinical Sciences Phase 2, Design and Renovation

General Obligation Bonds	4,350
GO Bonds-MnSCU User Financing	2,175

The Governor recommends \$6.525 million to renovate and renew four different buildings to re-purpose space recently vacated by programs moving into the new Clinical Sciences building funded in the 2014 bonding bill. These renovations will improve campus efficiencies and provide for flexible classrooms and a collaborative learning lab.

General Obligation Bonds	153,379
GO Bonds-MnSCU User Financing	36,688
Total For Minnesota State Colleges and Universities	190,067

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Minnesota Zoo

Heart of the Zoo 2

General Obligation Bonds	17,780
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The Governor recommends \$17.78 million to complete the Heart of the Zoo 2 project, which includes the revitalization of the snow monkey exhibit, the addition of a meerkat exhibit, improvements to the main bathroom, and expansion and relocation of retail space. This project builds on the previous Heart of the Zoo project which revamped the main entrance.

Asset Preservation

General Obligation Bonds	4,000
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The Governor recommends \$4 million for essential repairs and improvements to existing state-owned Zoo buildings and grounds.

General Obligation Bonds	21,780
Total For Minnesota Zoo	21,780

MN.IT Services

Repurpose of State-Office Data Center Facilities Back To Usable Office Space

General Obligation Bonds	1,432
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The Governor recommends \$1.432 million to repurpose space formerly used to house agency data centers into usable office space.

General Obligation Bonds	1,432
Total For MN.IT Services	1,432

Natural Resources

Natural Resources Asset Preservation

General Obligation Bonds	33,000
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The Governor recommends \$33 million for the repair and rehabilitation of Department of Natural Resources facilities across the state, including buildings, trails, roads, bridges, public water accesses, water control structures, and for energy efficiency upgrades.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Natural Resources

Building and Facilities Development

General Obligation Bonds	2,000
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The Governor recommends \$2 million to plan for, construct and renovate Department of Natural Resources buildings and storage facilities around the state.

Flood Hazard Mitigation Grant Assistance Program

General Obligation Bonds	3,500
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The Governor recommends \$3.5 million for flood hazard mitigation. The funding provides state cost-share grants to local governments of up to 50 percent of non-federal project costs to implement measures that reduce or eliminate flood damage.

Mille Lacs Lake Fisheries Management Station

General Obligation Bonds	3,500
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The Governor recommends \$3.5 million to develop a Mille Lacs Lake fisheries management station, including construction of a Department of Natural Resources office, laboratory, education and outreach center, and hatchery infrastructure.

Dam Safety Repair, Reconstruction and Removal

General Obligation Bonds	7,000
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The Governor recommends \$7 million for the repair, reconstruction, or removal of dams, and for response to dam safety emergencies. Minnesota's dam infrastructure consists of nearly 800 publicly-owned dams. This funding is intended to ensure their structural integrity and prevent public safety hazards.

State Land Reforestation and Stand Improvement

General Obligation Bonds	2,000
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The Governor recommends \$2 million for reforestation and stand improvement on state lands, including preparation of sites, planting and seeding, protection of seedlings, and stand improvement practices such as removing unhealthy trees.

Native Prairie Bank Acquisition and Development

General Obligation Bonds	2,000
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The Governor recommends \$2 million to protect Minnesota's native prairies by acquiring conservation easements on privately-owned native prairie and developing acres to increase the viability of native prairie.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

	Funding Source	Recommendation Amount
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Natural Resources

Itasca State Park Renovation

General Obligation Bonds	3,000
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The Governor recommends \$3 million for essential renovations to Itasca State Park lands, structures, and buildings.

WMA/AMA Acquisition and Development - Pheasant Action Plan

General Obligation Bonds	9,500
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The Governor recommends \$9.5 million to acquire, develop, and improve lands for wildlife management areas (WMAs) and aquatic management areas (AMAs). WMAs and AMAs provide public hunting and fishing lands and conserve fish and wildlife habitat.

State Park Campground Renovations

General Obligation Bonds	1,000
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The Governor recommends \$1 million for state park campground renovations. Examples of renovations include replacing shower and toilet facilities to meet ADA compliance and address safety issues, upgrading electrical systems, upgrading waterlines and wastewater utilities, redesigning and repaving campground roads to accommodate large recreational vehicles, and updating building lighting.

Park, State Recreation Area and Trail Development

General Obligation Bonds	2,000
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The Governor recommends \$2 million to develop recreational features within state parks, recreation areas, and trails as well as to acquire land to allow for trail connections.

Fish Hatchery Enhancement

General Obligation Bonds	1,000
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The Governor recommends \$1 million for improvements to the agency's fish hatchery facilities, including upgrades to control fish pathogens and invasive species; improvements to the rearing pond access areas; upgrades to water systems and equipment; development of fish holding facilities; energy efficiency and production capacity upgrades; and enhancement of education and outreach facilities.

Scientific and Natural Area Acquisition and Development

General Obligation Bonds	1,000
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The Governor recommends \$1 million to acquire and designate state scientific and natural areas (SNAs) and to develop SNA land to both conserve native plant communities and provide better access.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Natural Resources

Reinvest in Minnesota Critical Habitat Match Program

General Obligation Bonds	2,000
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The Governor recommends \$2 million to match private donations of cash and land through the Reinvest in Minnesota (RIM) Critical Habitat Match program for the acquisition and improvement of critical fish, wildlife, and native plant habitat.

General Obligation Bonds	72,500
Total For Natural Resources	72,500

Perpich Center for Arts Education

Asset Preservation

General Obligation Bonds	2,300
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The Governor recommends \$2.3 million for asset preservation. This request will maintain, repair, and replace various building systems such as boilers, air handlers, chillers, and elevators.

General Obligation Bonds	2,300
Total For Perpich Center for Arts Education	2,300

Pollution Control

St. Louis River Area of Concern (SLRAOC)

General Obligation Bonds	12,705
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The Governor recommends \$12.705 million to complete design work and clean up contaminated sediment and industrial waste at ten locations in the St. Louis River Estuary and the Duluth harbor and bay.

Closed Landfill Construction: Waste Disposal Engineering (WDE) Landfill

General Obligation Bonds	12,000
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The Governor recommends \$12 million to design and construct a partial replacement of the Waste Disposal Engineering Landfill and to remove both the hazardous waste that is currently leaking into the soil below and the contaminated soil.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding Source	Recommendation Amount
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Pollution Control

General Obligation Bonds	24,705
Total For Pollution Control	24,705

Public Facilities Authority

Water Infrastructure Initiative: State Matching Funds for U.S. EPA Grants

General Obligation Bonds	25,000
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The Governor recommends \$25 million to match \$85 million in federal funds and to increase available funding in the clean water and drinking water revolving funds. State and federal funds are used together with loan repayments and PFA revenue bonds to provide low-interest loans to local governments for both clean water infrastructure, which includes wastewater and stormwater, and drinking water infrastructure projects. Eligible projects are prioritized based on environmental and public health criteria.

Water Infrastructure Initiative: Wastewater Infrastructure Fund

General Obligation Bonds	80,000
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The Governor recommends \$80 million for supplemental assistance grants to municipalities for high-cost clean water and drinking water infrastructure projects that address existing environmental or public health problems. Wastewater Infrastructure Fund (WIF) funds are used to supplement either low-interest loans from the Clean Water Revolving Fund or to match grant and loan funding from the U.S. Department of Agriculture (USDA) Rural Development. This funding would also support an expansion of this program to include drinking water infrastructure projects.

Water Infrastructure Initiative: Point Source Implementation Grants

General Obligation Bonds	62,000
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The Governor recommends \$62 million for Point Source Implementation Grants (PSIG) which help local governments fund water treatment plant upgrades to meet treatment requirements for pollutants and meet water quality restoration and protection goals. Funding is allocated on a competitive basis and provides grants of up to 50% of eligible costs, with a local match required.

General Obligation Bonds	167,000
Total For Public Facilities Authority	167,000

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Public Safety

New State Emergency Operations Center

General Obligation Bonds	33,302
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The Governor recommends \$33.302 million to design, develop, construct, and equip a new State Emergency Operations Center and Homeland Security and Emergency Management office adjacent to the National Guard's Arden Hills training site. This facility will serve to coordinate the support of state agencies and local governments during disasters and emergencies, and as a continuity of government facility for government leaders during a crisis, as well as a training center for state and local government personnel.

Oil Train Derailment - Joint Emergency Response Training Center (JERTC)

General Obligation Bonds	3,521
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The Governor recommends \$3.521 million to build a training facility for state and local responders at Camp Ripley. The facility would include a one-mile section of railroad track that will be used for derailment simulations, pipeline facilities to simulate gasoline and natural gas leaks and spills, and high volume water connections for drills and training.

General Obligation Bonds	36,823
Total For Public Safety	36,823

State Academies

Asset Preservation

General Obligation Bonds	2,000
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The Governor recommends \$2 million in asset preservation to maintain and preserve buildings on the campuses of the MN State Academy for the Blind and the MN State Academy for the Deaf.

Minnesota State Academies Security Corridor Design

General Obligation Bonds	50
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The Governor recommends \$50,000 for pre-design of a safety corridor on the MN State Academy for the Deaf campus. The security corridor would create a single entrance for three academic buildings on campus to control student, staff, and public access during and after the school day.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

State Academies

Minnesota State Academies Track Project

General Obligation Bonds	160
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The Governor recommends \$160,000 to construct a track on the grounds of the MN State Academy for the Blind. This funding would be matched by contributions from two other philanthropic organizations, the Foundation for the Academy for the Blind and the Ray Charles Foundation, to complete the project.

General Obligation Bonds	2,210
Total For State Academies	2,210

Transportation

Rail Grade Separation on Crude Oil Rail Lines Program

General Obligation Bonds	69,624
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The Governor recommends \$69.624 million to construct grade separations where highways meet railroad crossings on crude oil corridors in the state.

Highway/Railroad Grade Crossing - Warning Devices Replacement

General Obligation Bonds	5,000
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The Governor recommends \$5 million to replace obsolete railroad crossing signals around the state. These signal systems are 25 to 30 years old and frequently break down, and replacement parts are hard to find.

Facilities Capital Program

Trunk Highway Cash	40,000
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The Governor recommends \$40 million from the trunk highway fund to build and maintain DOT owned buildings across the state. In the past, funding was requested for specific projects. A programmatic approach will allow more flexibility as final project costs differ from initial estimates.

Port Development Assistance Program

General Obligation Bonds	10,000
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The Governor recommends \$10 million to support the infrastructure needs of Minnesota's public ports. This program funds partnership programs with local governments to improve freight handling efficiency on the commercial waterway systems. Typical project funding requires a 20 percent local share.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Transportation

Passenger Rail Program

General Obligation Bonds	1,000
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The Governor recommends \$1 million to provide matching funds for implementation of passenger rail service, such as the Northern Lights Express service to Duluth or Twin Cities to Milwaukee High Speed rail.

Rail Quiet Zones

General Obligation Bonds	10,000
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The Governor recommends \$10 million to develop the safety improvements required by the Federal Railroad Administration before designation as a quiet zone. Quiet zones are established in residential areas impacted by train whistles at public crossings.

General Obligation Bonds	95,624
Trunk Highway Cash	40,000
Total For Transportation	135,624

University Of Minnesota

Higher Education Asset Preservation and Replacement (HEAPR)

General Obligation Bonds	55,000
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The Governor recommends \$55 million for Higher Education Asset Preservation and Replacement (HEAPR). The funds will be used system-wide to maximize and extend the life of the University's existing facilities. Individual projects will fall into one of four broad categories: health, safety and accessibility; building systems; utility infrastructure; and energy efficiency.

Chemistry and Advanced Materials Science Building

General Obligation Bonds	27,167
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The Governor recommends \$27.167 million to construct a science and engineering building on the Duluth campus that includes research and instructional laboratories, classrooms, and administrative and meeting space for the Swenson College of Science and Engineering. The facility is needed to meet the growing demand for science, technology, engineering and math (STEM) graduates.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

University Of Minnesota

Health Sciences Education Facility

General Obligation Bonds	66,667
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The Governor recommends \$66.667 million to design, renovate, construct, furnish and equip education facilities to meet the needs of the Medical School and Academic Health Center on the Twin Cities campus.

Plant Growth Research Facility

General Obligation Bonds	4,400
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The Governor recommends \$4.4 million to predesign, design, construct, furnish and equip an addition to the plant growth facilities on the St. Paul campus and to demolish the existing Biological Sciences greenhouse.

General Obligation Bonds	153,234
Total For University Of Minnesota	153,234

Veterans Affairs

Asset Preservation

General Obligation Bonds	5,000
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The Governor recommends \$5 million for department-wide asset preservation. MDVA uses asset preservation funding to maintain and repair over one million square feet spread over 58 buildings, some of which are over 100 years old, that house approximately 900 client residents.

Minneapolis Veterans Home Truss Bridge Project

General Obligation Bonds	7,851
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The Governor recommends \$7.851 million to repair the historic truss bridge on the Minneapolis Veterans Home campus. The bridge has been closed since August 2014 and represents a life/safety concern as it has increased the difficulty and time for emergency vehicles to reach the veterans home campus.

General Obligation Bonds	12,851
Total For Veterans Affairs	12,851

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

**Funding
Source**

**Recommendation
Amount**

Water and Soil Resources

Reinvest in Minnesota (RIM) Reserve Program

General Obligation Bonds	30,000
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The Governor recommends \$30 million to compensate private landowners for granting permanent conservation easements and establishing wetlands or riparian areas on their land in order to improve water quality, reduce soil erosion, enhance habitat, and help with flood control and groundwater recharge.

Local Government Roads Wetland Replacement Program

General Obligation Bonds	5,000
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The Governor recommends \$5 million to support replacing wetlands drained or filled by local government road construction projects with wetlands elsewhere in the state. This program helps meet the "no net loss" requirements in state and federal regulations.

General Obligation Bonds	35,000
Total For Water and Soil Resources	35,000

State Agency Total

General Obligation Bonds	1,115,659
GO Bonds-User Financing	35,000
GO Bonds-MnSCU User Financing	36,688
Appropriation Bonds	70,000
General Fund Cash	11,053
Trunk Highway Cash	40,000
State Agency Total	1,308,400

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Local Government Projects

Arrowhead Regional Corrections

NERCC Vocational Programming Improvements

General Obligation Bonds	2,853
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The Governor recommends \$2.853 million for a grant to Arrowhead Regional Corrections for improvements to the buildings that support vocational and educational programming at the Northeast Regional Corrections Center (NERCC), including updating fire systems, installing a new electrical system, updating a heat and air exchange unit, and new roofs on barns. The total cost of the project is \$2.853 million.

Bemidji, City of

Regional Dental Facility

General Obligation Bonds	6,000
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The Governor recommends \$6 million for a grant to the city of Bemidji to design, construct and equip a new community clinic for Northern Dental Access Center. The total project cost is \$9 million.

Duluth Airport Authority

Runway Reconstruction and Realignment Project

Other Funding	5,274
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The Governor recommends \$5.274 million from the State Airports Fund for a grant to the Duluth Airport Authority to reconstruct a runway at the Duluth International Airport, and shorten and rotate the runway at the Sky Harbor Airport. The state funding will be matched with \$47.5 million in Federal Aviation Administration Airport Improvement Program (FAA AIP) funds.

Duluth, City of

Duluth Energy Systems - Superior Street steam to hot water conversion project

General Obligation Bonds	21,000
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The Governor recommends \$21 million for a grant to the city of Duluth to convert the city's steam facility and distribution system from steam to hot water. The conversion will allow for the city to change its fuel source from coal to a mix of natural gas and biomass, which will increase energy efficiency and reduce carbon emissions. The total cost of the project is \$42 million.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Local Government Projects

Grand Rapids, City of

Mississippi River Pedestrian Bridge

General Obligation Bonds	750
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The Governor recommends \$750,000 for a grant to the city of Grand Rapids to design and construct a pedestrian bridge over the Mississippi River as an alternative route to the Trunk Highway 169 vehicle bridge. The total project cost is \$1.5 million.

Hennepin County

Regional Medical Examiner's Facility

General Obligation Bonds	25,932
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The Governor recommends \$25.932 million for a grant to Hennepin County to design, construct and equip a new Hennepin County Medical Examiner facility to provide investigative services and forensic autopsy services to Hennepin, Dakota and Scott counties. The total project cost is \$51.115 million.

International Falls-Koochiching County Airport Commission

Airline Terminal Construction Project

General Obligation Bonds	3,000
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The Governor recommends \$3 million for a grant to the International Falls-Koochiching County Airport Commission, to be matched with \$1.5 million in federal funds, to complete Phase II of the Airline Terminal Construction project at the International Falls-Koochiching County Airport. The project will allow the airport to meet security standards for an international port of entry, and accommodate increasing levels of travel.

Lewis and Clark Joint Powers Board

Lewis and Clark Regional Water System

Appropriation Bonds	16,000
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The Governor recommends \$16 million for a grant to the Lewis and Clark Water Joint Powers Board to complete phase III of the pipeline, which will bring water to Worthington and complete the water system project. The total cost of phase III of the project is \$19 million.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Local Government Projects

Minneapolis, City of

10th Avenue SE Bridge over the Mississippi River Concrete Arch Rehabilitation

General Obligation Bonds	31,875
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The Governor recommends \$31.875 million for a grant to the city of Minneapolis for design and full rehabilitation of the 10th Avenue S.E. Bridge, which crosses over the Mississippi River between West River Parkway and 2nd Street S.E. The total cost of the project is \$41.8 million.

Emergency Operations Training Facility (EOTF) Enhancement

General Obligation Bonds	2,500
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The Governor recommends \$2.5 million for a grant to the city of Minneapolis to develop a multi-agency public safety training site for rail response, gas and electrical emergencies, technical rescues, and tactical law enforcement. The total project cost is \$5 million.

Polk County

North Country Food Bank

General Obligation Bonds	3,000
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The Governor recommends \$3 million for a grant to Polk County to acquire land, design, construct and furnish a new facility for North Country Food Bank in Crookston, Minnesota. The total project cost is \$6.527 million.

Ramsey County

Battle Creek Winter Recreation

General Obligation Bonds	2,135
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The Governor recommends \$2.135 million for a grant to Ramsey County to implement a permanent snow-making system for cross-country and downhill skiing, tubing and sledding at Battle Creek Regional Park in St. Paul. The total project cost is \$4.271 million.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Local Government Projects

Ramsey County Regional Rail Authority

Union Pacific/BNSF Grade Separation

General Obligation Bonds	1,000
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The Governor recommends \$1 million for a grant to the Ramsey County Regional Railroad Authority for environmental analysis and design of capital improvements associated with grade separation of Union Pacific and BNSF track between Westminster Junction and Division Street/Hoffman Interlocking. The total cost of the project is \$1.5 million.

Red Wing, City of

Red Wing River Town Renaissance

General Obligation Bonds	4,000
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The Governor recommends \$4 million for a grant to the city of Red Wing to construct a levee dock at the Red Wing port, improve access between the dock and downtown Red Wing, reconfigure and improve the levee promenade, finish the replacement of the small boat harbor retaining wall, and renovate the Performing Arts Center in the city of Red Wing. The total project cost is \$8 million.

Rochester, City of

Rochester International Airport Customs and Border Patrol Improvements and Other Airport Improvements

Other Funding	4,985
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The Governor recommends \$4.985 million from the State Airports Fund for a grant to the city of Rochester to make improvements that will allow the Rochester International Airport to meet updated U.S. Customs requirements to accommodate international flights. The total cost of the project is \$10.5 million.

St. Paul, City of

Kellogg - Third Street Bridge Reconstruction

General Obligation Bonds	42,920
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The Governor recommends \$42.92 million for a grant to the city of St. Paul to replace the structurally deficient Kellogg Boulevard Bridge over Interstate 94 and multiple railways. The total cost of the project is \$59.4 million.

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

Local Government Projects

St. Paul, City of

Como Zoo Habitat Preservation Exhibit Renovation

General Obligation Bonds	14,500
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The Governor recommends \$14.5 million for a grant to the city of St. Paul to design and construct the renewal of the seals and sea lions exhibit at the Como Zoo. The new exhibit will provide year-round use that meets or exceeds all regulatory and collection management requirements. The total cost of the project is \$15.6 million.

Dorothy Day Revision Phase 2

General Obligation Bonds	12,000
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The Governor recommends \$12 million for a grant to the city of St. Paul to acquire land, design, construct, furnish, and equip the Dorothy Day Connection and Opportunity Center. This facility will provide supportive mental and chemical health services, job training, meals and other resources to people experiencing homelessness. The total cost of the project is \$35.7 million.

Science Museum of Minnesota Building Preservation

General Obligation Bonds	13,000
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The Governor recommends \$13 million for a grant to the city of St. Paul to repair interior and exterior water-damage and fix latent building design defects at the Science Museum of Minnesota. The total cost of the project is \$26 million.

Two Harbors, City of

Two Harbors Small Craft Harbor Facility

General Obligation Bonds	763
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The Governor recommends \$763,000 for a grant to the city of Two Harbors to design improvements to the small craft harbor on Lake Superior within the City of Two Harbors. The total project cost is \$908,000.

Local Government Total

General Obligation Bonds	187,228
Appropriation Bonds	16,000
Other Funding	10,259
Local Government Total	213,487

Governor's 2016 Capital Budget Recommendations

(\$ in Thousands)

Funding
Source

Recommendation
Amount

State Agency And Local Government Total

General Obligation Bonds	1,302,887
Appropriation Bonds	86,000
General Fund Cash	11,053
General Fund Supported Subtotal	1,399,940
GO Bonds-User Financing	35,000
GO Bonds-MnSCU User Financing	36,688
Trunk Highway Cash	40,000
Other Funding	10,259
Other Fund Supported Subtotal	121,947
Grand Total	1,521,887