



# Minnesota Department of Military Affairs Policy Request

Major General Shawn Manke, The Adjutant General  
Mr. Donald Kerr, Executive Director

# Department of Military Affairs Increase to MSABC Bonding Authority

## Increase to Minnesota State Armory Building Commission (MSABC) Bonding Authority

- The Governor recommends increasing the bonding authority of the MSABC from \$15M to \$45M. The aim of the increased authority is to allow the agency to better compete for and match federal funding for armory projects.
- New armory projects generally require a 25% state investment. New armories are expected to cost \$40-60M. MSABC's current bonding authority does not allow more than one project every twenty years.



# Current MSABC Debt Capacity

- The only current debt owed by MSABC is for the funding of the Luverne Armory
- Available debt capacity for MSABC today is \$9.9M, more than 2/3 of the current authorized total debt capacity
- That amount is expected to be insufficient to support the state funding requirement for our next Federal Military Construction Project in Anoka

# Cost Escalations

<b>Project</b>	<b>Year</b>	<b>SF</b>	<b>Cost</b>	<b>SF Cost</b>
Arden Hills Army Training Site (AHATS) - Ben Franklin*	2013	64000	\$ 17,100,000.00	<b>\$ 267.19</b>
Stillwater*	2016	80650	\$ 21,375,000.00	<b>\$ 265.03</b>
AHATS - Div HQ*	2019	145000	\$ 43,528,000.00	<b>\$ 300.19</b>
Luverne	2023	46502	\$ 19,765,000.00	<b>\$ 425.04</b>
New Ulm*	2024	54250	\$ 23,808,000.00	<b>\$ 438.86</b>
Anoka (Inflation Est @ 3%)	2032	63000	\$ 58,400,000.00	<b>\$ 926.98</b>

\* Indicates ~100% Federal Funding

# Thank you

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