

Subject Nonstate funding and capital project submission requirements amended for projects requesting state assistance

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Overview

This bill amends the full funding statute for capital projects to specify that the state share of a political subdivision's capital project is intended to fund no more than half the total cost of the project. Similar presumption language in current law is repealed.

The bill also amends the information required to be collected as part of the capital budget process to specify the percentage of funding needed to complete the capital project or project phase for which the political subdivision has secured nonstate funding.

All sections are effective the day following final enactment.

Summary

Section	Description
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1	Nonstate commitments to capital projects.
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Adds language similar to a statement in the repealed provision in section 3 to the statute which requires an appropriation or grant for a capital project to be fully funded before the appropriation or grant is made available. The new language states that the state share of a political subdivision capital project for which state assistance is requested is intended to fund no more than half the total cost of the project.

Effective the day following final enactment.

2	Information provided.
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Amends the information required for capital budget submissions to Minnesota Management and Budget to include the percentage of funding necessary to complete the capital project or project phase for which the political subdivision has secured nonstate funding for the project. Current law requires the political

Section	Description
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subdivision to provide information regarding the extent to which it has or expects to provide nonstate funding for the project.

Effective the day following final enactment.

3 **Repealer.**

Repeals the presumption under current law that the state share of a political subdivision's capital project is no more than half the total cost of the project. The provision specifies that the state share may be more than half of the total cost of the project if the project is deemed needed due to disaster, very low average net tax capacity, or the legislature decides to fund more than half of the project.

Effective the day following final enactment.



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