

CAPITAL PROJECTS

Agency Overview

Dollars in Thousands

	Current		Forecast Base		Biennium 2010-11
	FY2008	FY2009	FY2010	FY2011	
<u>Direct Appropriations by Fund</u>					
General					
Current Appropriation	10,247	10,248	13,498	16,298	29,796
Forecast Base	10,247	10,248	13,500	16,300	29,800
Change		0	2	2	4
% Biennial Change from 2008-09					45.4%
<u>Expenditures by Fund</u>					
Direct Appropriations					
General	10,247	10,248	13,500	16,300	29,800
Total	10,247	10,248	13,500	16,300	29,800
<u>Expenditures by Category</u>					
Other Financial Transactions	10,247	10,248	13,500	16,300	29,800
Total	10,247	10,248	13,500	16,300	29,800
<u>Expenditures by Program</u>					
U Of M Stadium	10,247	10,248	10,250	10,250	20,500
U Of M Biomed Research Facil	0	0	850	3,650	4,500
MHFA Nonprofit Housing Bonds	0	0	2,400	2,400	4,800
Total	10,247	10,248	13,500	16,300	29,800

Program Description

The state makes a standing general fund appropriation to the University of Minnesota to reimburse the University for Part of the university’s costs to build a new football stadium on the university’s Minneapolis campus.

Historical Perspective

The 2006 legislature acted to provide state financing for a share of the construction of a new football stadium for the University of Minnesota. In return the University transferred a parcel of undeveloped park land in Dakota County to the state Department of Natural Resources.

<u>Program at a Glance</u>	
◆	M.S. 137.54 establishes a standing general fund appropriation to reimburse the University of Minnesota for a share of the university’s costs to construct an on-campus football stadium

Program Funding

The enacted statute, M.S. 137.54, requires the state to transfer to the University of Minnesota up to \$10.25 million each year, for 25 years, to reimburse the University for a Portion of the university’s costs to construct a new football stadium on the university’s Minneapolis campus. The state’s share of the stadium costs are capped at the amount of debt service required to pay off \$137.25 million of the bonds issued by the University for the Program. The state’s annual general fund payment amount is specified in the project’s debt service schedule, but is capped at a maximum of \$10.25 million each year.

The state’s required payment amounts for fiscal years 2009 through 2013 are listed below (dollars in thousands):

<u>FY2009</u>	<u>FY2010</u>	<u>FY2011</u>	<u>FY2012</u>	<u>FY2013</u>
10,248	\$10,247	\$10,248	\$10,250	\$10,250

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Program: U OF M STADIUM

Program Summary

Dollars in Thousands

	Current		Forecast Base		Biennium 2010-11
	FY2008	FY2009	FY2010	FY2011	
<u>Direct Appropriations by Fund</u>					
General					
Current Appropriation	10,247	10,248	10,248	10,248	20,496
Technical Adjustments					
Current Law Base Change			2	2	4
Forecast Base	10,247	10,248	10,250	10,250	20,500
<u>Expenditures by Fund</u>					
Direct Appropriations					
General	10,247	10,248	10,250	10,250	20,500
Total	10,247	10,248	10,250	10,250	20,500
<u>Expenditures by Category</u>					
Other Financial Transactions	10,247	10,248	10,250	10,250	20,500
Total	10,247	10,248	10,250	10,250	20,500
<u>Expenditures by Activity</u>					
U Of M Stadium	10,247	10,248	10,250	10,250	20,500
Total	10,247	10,248	10,250	10,250	20,500

Program Description

Beginning in FY2010, the state will make a standing general fund appropriation to the University of Minnesota to reimburse the University for 75% of its costs to build up to four biomedical science research facilities on campus.

Historical Perspective

The 2008 legislature established a program for the state to share in the cost of constructing up to four biomedical science research facilities at the University of Minnesota. Under the program, the state is funding 75% of the \$292 million facilities and infrastructure costs for four new research sites. The University is responsible for the other 25%, or \$73 million. The first facility, the Center for Magnetic Resonance Research, is scheduled for summer 2010 completion. The University's original plan, as presented to the legislature, is for the Cancer Biomedical Research and the Lillehei Biomedical Research buildings to follow in 2012, and the Infectious Disease and Neuroscience Biomedical Research Building arriving a year later.

<u>Program at a Glance</u>	
◆	M.S. 137.61 to 137.65 establishes a standing general fund appropriation to reimburse the University of Minnesota for 75% of the university's costs to construct up to four biomedical science research facilities

Program Funding

The enacted statute, M.S. 137.61 to M.S. 137.65, requires the state to transfer to the University of Minnesota a specified general fund appropriation, to reimburse the University for 75% of the University's costs to construct up to four biomedical science research facilities on the University's campus. The amount of the state's annual general fund payment depends upon the timing and cost of each building project undertaken by the University. However, the statute specifies that the maximum standing appropriation will be \$15.55 million in FY 2015. Maximum payment amounts continue for up to 25 years after the university has certified the last project.

The maximum amounts of the state's required payment amounts for fiscal years 2009 through 2013 are listed below (dollars in thousands):

<u>FY2010</u>	<u>FY2011</u>	<u>FY2012</u>	<u>FY2013</u>
\$850	\$3,650	\$7,825	\$12,100

CAPITAL PROJECTS

Program: U OF M BIOMED RESEARCH FACIL

Program Summary

Dollars in Thousands

	Current		Forecast Base		Biennium 2010-11
	FY2008	FY2009	FY2010	FY2011	
<u>Direct Appropriations by Fund</u>					
General					
Current Appropriation	0	0	850	3,650	4,500
Forecast Base	0	0	850	3,650	4,500
<u>Expenditures by Fund</u>					
Direct Appropriations					
General	0	0	850	3,650	4,500
Total	0	0	850	3,650	4,500
<u>Expenditures by Category</u>					
Other Financial Transactions	0	0	850	3,650	4,500
Total	0	0	850	3,650	4,500
<u>Expenditures by Activity</u>					
U Of M Biomed Research Facil	0	0	850	3,650	4,500
Total	0	0	850	3,650	4,500

Program Description

Beginning in FY2010, the state will make a standing general fund appropriation to the Minnesota Housing Finance Agency (MHFA) to pay the debt service costs of nonprofit housing bonds issued by that agency.

Historical Perspective

The 2008 legislature authorized the MHFA to issue up to \$30 million in nonprofit housing bonds to make loans to finance the construction, acquisition, preservation, and rehabilitation of permanent supportive housing for individuals and families. The authorizing legislation establishes a standing general fund appropriation of up to \$2.4 million per year, beginning with FY2010, to pay debt service on the bonds issued by the agency for this purpose.

Program Funding

The enacted statute, M.S. 462A.36, requires the state to transfer up to \$2.4 million each year, beginning in FY 2010 and through FY2032, to the MHFA's Nonprofit Housing Bonds account to pay the MHFA's debt service costs for nonprofit housing bonds.

The maximum amount of the state's required payment amounts for fiscal years 2009 through 2013 is \$2.4 million each year.

Program at a Glance

- ◆ M.S. 462A.36 establishes a standing general fund appropriation to the Minnesota Housing Finance Agency, to pay debt service on up to \$30 million in nonprofit housing bonds.

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Program: MHFA NONPROFIT HOUSING BONDS

Program Summary

<i>Dollars in Thousands</i>					
	Current		Forecast Base		Biennium
	FY2008	FY2009	FY2010	FY2011	2010-11
<u>Direct Appropriations by Fund</u>					
General					
Current Appropriation	0	0	2,400	2,400	4,800
Forecast Base	0	0	2,400	2,400	4,800
<u>Expenditures by Fund</u>					
Direct Appropriations					
General	0	0	2,400	2,400	4,800
Total	0	0	2,400	2,400	4,800
<u>Expenditures by Category</u>					
Other Financial Transactions	0	0	2,400	2,400	4,800
Total	0	0	2,400	2,400	4,800
<u>Expenditures by Activity</u>					
MHFA Nonprofit Housing Bonds	0	0	2,400	2,400	4,800
Total	0	0	2,400	2,400	4,800