

Capital Investment Committee Actions: Estimated Fiscal Impact

Bills Passed from Capital Investment to Ways and Means (HF 1104 & HF 1232)

\$ in thousands

1	General Fund Impact - Specific Project Cancellations from HF 1104 & HF 1232^{1,2}	Biennial Total
2	FY 2012-13 Biennium Savings	\$9,107
3	FY 2014-15 Biennium Savings	\$10,272
4		
5	General Fund Impact - 2011 Bonding Bill of \$140 Million (Forecasted Amount)³	Biennial Total
6	FY 2012-13 Biennium Savings	\$0
7	FY 2014-15 Biennium Savings	\$0
8		
9	General Fund Impact - Refunding Not Possible Based on Market Conditions⁴	Biennial Total
10	FY 2012-13 Biennium Savings	\$0
11	FY 2014-15 Biennium Savings	\$0
12		
13	General Fund Impact - Delaying \$322 Million in Additional Projects⁵	Biennial Total
14	FY 2012-13 Biennium Savings	\$61,236
15	FY 2014-15 Biennium Savings	(\$6,295)
16		
17	TOTAL GENERAL FUND IMPACT⁶	Biennial Total
18	FY 2012-13 Biennium Savings	\$70,343
19	FY 2014-15 Biennium Savings	\$3,977
20		
21		
22		
23	OTHER FUND IMPACTS	Biennial Total
24	FY 2012-13 Biennium - Federal Fund Revenues	(\$478,000)
25	FY 2012-13 Biennium - Transit Assistance Fund Spending to Payback FTA	\$38,700
26	FY 2012-13 Biennium Savings (Cost)	(\$516,700)

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SPECIFIC PROJECT CANCELLATIONS (Bond Funds) HF 1104 and HF 1232			
Agency and Project	Year Appropriated	Cancellations ¹	Notes
University of Minnesota			
National Solar Rating and Certification Lab	2009	\$2,150	
Agriculture Water Management Research Partnership	2005	\$8	Total amount included in cancellation report.
Minnesota State Academies			
Mott Hall	2008	\$100	
Department of Natural Resources			
Heartland State Trail	2008	\$1,500	
Mesabi Trail Connection	2006	\$950	
Greenleaf Lake State Recreation Area	2008	\$1,366	
Lake Superior Safe Harbor	2006	\$2	Total amount included in cancellation report.
Monson Lake State Park	2006	\$7	Total amount included in cancellation report.
Water Access Acquisition and Piers	2006	\$17	Portion included in cancellation report.
Clara City Walking Path	2008	\$225	
Board of Water and Soil Resources			
Reinvest in Minnesota	1994	\$1	
Conservation Reserve Enhancement	2001	\$628	Total amount included in cancellation report.
CREP 2 Implementation	2005	\$2	Total amount included in cancellation report.
CREP 2 Easements	2005	\$175	Portion included in cancellation report.
Local Government Wetland Road Repair	2006	\$28	Portion included in cancellation report.
Streambank Lakeshore Erosion Control	2006	\$16	Total amount included in cancellation report.
Department of Agriculture			
Biosafety Level Three Agriculture Lab	2006	\$90	Total amount included in cancellation report.

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	Year		
Agency and Project	Appropriated	Cancellations ¹	Notes
Department of Administration			
Capitol Complex Electrical Infrastructure	2001	\$3	Total amount included in cancellation report.
CAPRA	2005	\$1	Total amount included in cancellation report.
Capitol Restoration	2005	\$200	Portion included in cancellation report.
Hmong Vets Statue	2006	\$137	Total amount included in cancellation report.
Property Acquisition - 639 Jackson	2008	\$78	
MnDOT Exterior Repair	2008	\$133	Trunk Highway Bonds
Arts Board - Percent for the Arts			
Luverne Veterans Home	2005	\$3	Total amount included in cancellation report.
Central Lakes College	2005	\$6	Total amount included in cancellation report.
Anoka Ramsey Community College	2005	\$7	Total amount included in cancellation report.
St. Cloud Technical College	2005	\$10	Total amount included in cancellation report.
Minneapolis Veterans Home	2005	\$10	Total amount included in cancellation report.
Luverne Veterans Home	2006	\$6	Total amount included in cancellation report.
MN State Mankato, Trafton Science Center	2006	\$10	Total amount included in cancellation report.
Normandale Community College	2008	\$2	
Department of Public Safety			
Olmsted County, Regional Public Safety Training Center	2008	\$3,655	
Department of Transportation			
Rail Service Improvement Program	2006	\$2,000	Total amount included in cancellation report.
Intercity Passenger Rail	2009	\$25,200	
Veterans Affairs / Veterans Home Board			
Hastings Veteran's Home, Utility Infrastructure	2002	\$35	Total amount included in cancellation report.
Hastings Veterans Home, Supportive Housing	2006	\$95	Total amount included in cancellation report.
Minneapolis Veterans Home, Emergency Power System	2006	\$398	Total amount included in cancellation report.
Silver Bay Veterans Home, Renovation	2008	\$4	

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Department of Corrections			
Minnesota Correctional Facility, Faribault	2005	\$8	Total amount included in cancellation report.
Minnesota Correctional Facility, Faribault Phase 2	2006	\$11	Total amount included in cancellation report.
Minnesota Correctional Facility, Lino Lakes Medical Services	2006	\$58	Portion included in cancellation report.
Minnesota Correctional Facility, Red Wing Education Building	2008	\$3	
Department of Employment and Economic Development			
Minneapolis Planetarium	2005	\$22,000	
Housing Finance Agency			
Hennepin County Supportive Housing	2005	\$13	Total amount included in cancellation report.
Historical Society			
History Center Visitor Services	2006	\$3	Total amount included in cancellation report.
Total Reductions		\$61,354	

Notes and Assumptions

1. Cancellations noted are the amounts listed in the bill.
2. The actual general fund impact is based upon cash flow needs for each project. The amounts noted here assume 50.3 percent of the bond funds would be needed the first year and 49.7 percent the second year for cash flow for the projects. These cancellations would impact the August 2011 and August 2012 bond sales.
3. This assumption is based on the February forecast, which assumes that a \$140 million bonding bill will be enacted during the 2011 session.
4. The fiscal note for HF 1232-1E assumes no refunding will take place during the summer 2011 bond sale. This is based on the interest rates in the February 2011 Forecast and market conditions at that time.
5. Assumes the Department would delay the sale of bonds rather than cancel projects. The savings noted reflect a reduction of \$322 million in bonds sold during the August 2011 bond sale and an increase of \$322 million in bonds sold during the August 2013 bond sale.
6. These estimates do not include the potential cost associated with any legal action if contractual agreements cannot be fulfilled. It is not possible to estimate these costs at this time.