

1.1 ..... moves to amend H.F. No. 270, the delete everything amendment  
1.2 (H0270DE1) as follows:

1.3 Delete everything after the enacting clause and insert:

1.4 "Section 1. CAPITOL RENOVATION; RESTORATION.

1.5 Subdivision 1. Appropriation. (a) \$109,000,000 is appropriated from the bond  
1.6 proceeds fund to the commissioner of administration for one or more of the following  
1.7 purposes:

1.8 (1) to complete the design of, and to construct, repair, improve, renovate, restore,  
1.9 furnish, and equip, the State Capitol Building and grounds; including but not limited  
1.10 to exterior stone repairs and window replacement; asbestos and hazardous materials  
1.11 abatement; mechanical, electrical, and plumbing security systems replacement; general  
1.12 construction, including but not limited to demolition, site improvements, life safety  
1.13 improvements, accessibility, security, and telecommunications; roof replacement; and  
1.14 finish work; and

1.15 (2) to predesign, design, conduct hazardous materials abatement, construct, repair,  
1.16 renovate, remodel, furnish, and equip the State Office Building, Administration Building,  
1.17 Centennial Office Building, 321 Grove Street Buildings, and other properties located  
1.18 on the Capitol campus as determined by the commissioner of administration to meet  
1.19 temporary and permanent office, storage, parking, and other space needs occasioned by  
1.20 and in furtherance of an efficient restoration of the State Capitol Building and for the  
1.21 efficient and effective function of the tenants currently located in the Capitol Building.

1.22 (b) \$1,860,000 is appropriated from the general fund to the commissioner of  
1.23 administration for rent loss and relocation expenses related to the Capitol renovation  
1.24 project. This appropriation is available until expended.

1.25 (c) \$10,000 is appropriated from the bond proceeds fund to the commissioner  
1.26 of management and budget for bond sale expenses under Minnesota Statutes, section  
1.27 16A.641, subdivision 8.

2.1           Subd. 2. **Bond sale.** To provide the money appropriated in this section from the  
2.2           bond proceeds fund, the commissioner of management and budget shall sell and issue  
2.3           bonds of the state in an amount up to \$109,010,000 in the manner, upon the terms, and  
2.4           with the effect prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the  
2.5           Minnesota Constitution, article XI, sections 4 to 7.

2.6           **EFFECTIVE DATE.** This section is effective the day following final enactment.

2.7           Sec. 2. Minnesota Statutes 2012, section 16B.24, subdivision 5, is amended to read:

2.8           Subd. 5. **Renting out state property.** (a) **Authority.** The commissioner may rent  
2.9           out state property, real or personal, that is not needed for public use, if the rental is not  
2.10           otherwise provided for or prohibited by law. The property may not be rented out for  
2.11           more than five years at a time without the approval of the State Executive Council and  
2.12           may never be rented out for more than 25 years. A rental agreement may provide that  
2.13           the state will reimburse a tenant for a portion of capital improvements that the tenant  
2.14           makes to state real property if the state does not permit the tenant to renew the lease at  
2.15           the end of the rental agreement.

2.16           (b) **Restrictions.** Paragraph (a) does not apply to state trust fund lands, other state  
2.17           lands under the jurisdiction of the Department of Natural Resources, lands forfeited for  
2.18           delinquent taxes, or lands acquired under section 298.22.

2.19           (c) **Rental of living accommodations.** The commissioner shall establish rental rates  
2.20           for all living accommodations provided by the state for its employees. Money collected as  
2.21           rent by state agencies pursuant to this paragraph must be deposited in the state treasury  
2.22           and credited to the general fund.

2.23           (d) **Lease of space in certain state buildings to state agencies.** The commissioner  
2.24           may lease portions of the state-owned buildings under the custodial control of the  
2.25           commissioner to state agencies and the court administrator on behalf of the judicial branch  
2.26           of state government and charge rent on the basis of space occupied. Notwithstanding any  
2.27           law to the contrary, all money collected as rent pursuant to the terms of this section shall  
2.28           be deposited in the state treasury. Money collected as rent to recover the bond interest  
2.29           costs of a building funded from the state bond proceeds fund shall be credited to the  
2.30           general fund. Money collected as rent to recover the depreciation costs of a building  
2.31           funded from the state bond proceeds fund and money collected as rent to recover capital  
2.32           expenditures from capital asset preservation and replacement appropriations and statewide  
2.33           building access appropriations shall be credited to a segregated asset preservation and  
2.34           replacement account in a special revenue fund. Fifty percent of the money credited to the  
2.35           account each fiscal year must be transferred to the general fund. The remaining money

3.1 in the account is appropriated to the commissioner to be expended for asset preservation  
3.2 projects as determined by the commissioner. Money collected as rent to recover the  
3.3 depreciation and interest costs of a building built with other state dedicated funds shall  
3.4 be credited to the dedicated fund which funded the original acquisition or construction.  
3.5 All other money received shall be credited to the general services revolving fund. The  
3.6 commissioner shall not collect rent to recover bond interest costs or building depreciation  
3.7 costs for any appropriations utilized for the Capitol restoration project, between calendar  
3.8 years 2012 and 2017.

3.9 (e) **Lease of space in Andersen and Freeman buildings.** The commissioner may  
3.10 lease space in the Elmer L. Andersen and Orville L. Freeman buildings to state agencies  
3.11 and charge rent on the basis of space occupied. Money collected as rent under this  
3.12 paragraph to fund future building repairs must be credited to a segregated account for each  
3.13 building in the special revenue fund and is appropriated to the commissioner to make  
3.14 the repairs. When the state acquires title to each building, the account for that building  
3.15 must be abolished and any balance remaining in the account must be transferred to the  
3.16 appropriate asset preservation and replacement account created under paragraph (d).

3.17 **EFFECTIVE DATE.** This section is effective the day following final enactment."

3.18 Amend the title accordingly