## **SENATE** STATE OF MINNESOTA **NINETY-THIRD SESSION**

A bill for an act

relating to economic development; providing special authority to the city of

S.F. No. 5220

(SENATE AUTHORS: HOFFMAN) D-PG

**DATE** 03/25/2024

1.1

1.2

**OFFICIAL STATUS** 

Introduction and first reading
Referred to Jobs and Economic Development

1.3 1.4 1.5	Brooklyn Park to allow for the establishment of a biotech innovation district; authorizing the city of Brooklyn Park to establish a value capture district; requiring reports; appropriating money; authorizing the sale and issuance of state bonds;					
1.6	amending Laws 2023, chapter 37, article 1, section 2, subdivision 17.					
1.7	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:					
1.8	Section 1. Laws 2023, chapter 37, article 1, section	2, subdivision 17, is a	mended to read:			
1.9	Subd. 17. Housing Infrastructure	100,000,000	100,000,000			
1.10	This appropriation is for the housing					
1.11	infrastructure program for the eligible					
1.12	purposes under Minnesota Statutes, section					
1.13	462A.37, subdivision 2. This is a onetime					
1.14	appropriation. Of the 2025 appropriation,					
1.15	\$10,000,000 is for awards to the city of					
1.16	Brooklyn Park, to be awarded after the city of					
1.17	Brooklyn Park submits documentation of a					
1.18	project or projects eligible for housing					
1.19	infrastructure bond funding.					
1.20	Sec. 2. BROOKLYN PARK BIOTECH INNOVA	ATION DISTRICT.				
1.21	Subdivision 1. <b>Definitions.</b> (a) For the purposes o	f this section, the follo	wing terms have			
1.22	the meanings given.					
1.23	(b) "Authority" means the Brooklyn Park Econor	nic Development Aut	hority.			

Sec. 2. 1

2.1	(c) "Biotech innovation district" means a geographic area in the city identified in the
2.2	development plan.
2.3	(d) "City" means the city of Brooklyn Park.
2.4	(e) "Development plan" means the plan adopted under subdivision 2.
2.5	(f) "Project" means a project to implement the development plan.
2.6	(g) "Public infrastructure project" means a project financed at least partially with public
2.7	money to:
2.8	(1) acquire or remediate real property, including site improvement;
2.9	(2) demolish, repair, or rehabilitate buildings;
2.10	(3) install, construct, or reconstruct public infrastructure necessary for the biotech
2.11	innovation district;
2.12	(4) acquire, construct, reconstruct, develop, or equip parking facilities and other
2.13	transit-related facilities; and
2.14	(5) acquire, install, construct, reconstruct, develop, or equip recreational, social, cultural,
2.15	or tourism facilities.
2.16	Subd. 2. <b>Development plan.</b> (a) The authority must prepare a plan for the development
2.17	of a biotech innovation district within the city. At least 60 days prior to a hearing on adopting
2.18	the proposed development plan, the economic development authority must provide copies
2.19	of the proposed development plan to the city, which the city must make available to the
2.20	public in its offices and on the city's website. At least ten days before the hearing, the
2.21	authority must publish notice of the hearing in a newspaper selected by the city for
2.22	publication of the notice. At the hearing, the authority may only adopt the plan if it finds
2.23	<u>that:</u>
2.24	(1) the plan provides an outline for the development of the city as a site of biotech
2.25	innovation;
2.26	(2) the plan identifies the location of the proposed biotech innovation district;
2.27	(3) the plan is sufficiently complete, including the identification of planned and
2.28	anticipated projects, to indicate its relationship to definite state and local objectives;
2.29	(4) the proposed development affords maximum opportunity, consistent with the needs
2.30	of the city, county, and state, for the development of the city by private enterprise as a
2.31	biotech innovation district;

Sec. 2. 2

(5) the plan conforms to the general plan for the development of the city and is consiste	<u>nt</u>
with the city comprehensive plan;	
(6) the city has approved the plan; and	
(7) the plan includes:	
(i) strategic planning consistent with a biotech innovation district;	
(ii) a framework to identify and prioritize short- and long-term public investment and	<u>1</u>
public infrastructure project development and to facilitate private investment and	
development;	
(iii) land use planning;	
(iv) multimodal transportation planning;	
(v) goals, objectives, and strategies to increase racial equity and to create community	<u>/</u>
wealth for city residents, local businesses, and businesses owned by women and people	<u>of</u>
color, guided by the city's racial equity principles; and	
(vi) ongoing market research plans.	
(b) In identifying planned and anticipated projects under paragraph (a), clause (2), the	<u>e</u>
authority must prioritize projects that will pay a wage covering the cost of living for Hennep	in
County, calculated using the most recent report completed pursuant to Minnesota Statute	es,
section 116J.013.	
(c) The city must adopt the development plan within 60 days following its adoption	by
the authority and may incorporate the development plan into the city's comprehensive pla	n.
Minnesota Statutes, section 15.99, does not apply to review and approval of the developme	nt nt
plan.	
(d) The authority may modify the development plan at any time and must modify the	<u> </u>
plan at least once every five years. To modify the development plan, the authority must	
follow the same procedures set out in paragraph (a) for the development plan.	
(e) When preparing the proposed development plan, the authority must seek input fro	<u>m</u>
the community and other partners such as biotech trade associations, the City of Brookly	yn
Park Planning Commission, the City of Brooklyn Park Community Long-Range Improvement	<u>nt</u>
Committee, skilled trades, and other regional partners.	
Subd. 3. Special powers; requirements; limitations. (a) In implementing the	
development plan, the city may exercise the powers of a port authority under Minnesota	-
Statutes, section 469.048 to 469.068.	

Sec. 2. 3

(b) The city must provide financial and administrative support to the authority and may 4.1 appropriate city funds to the authority for its work in developing and implementing the 4.2 4.3 development plan. (c) The city may issue general obligation bonds, revenue bonds, or other obligations to 4.4 finance the development and implementation of the development project. Debt undertaken 4.5 pursuant to this paragraph is not subject to the net debt limit in Minnesota Statutes, section 4.6 475.53. Approval of the electors is not necessary to issue bonds or other obligations under 4.7 this paragraph. The city may pledge any of its revenues, including property taxes and state 4.8 aid issued pursuant to Minnesota Statutes, section 469.47, to the obligations issued pursuant 4.9 to this paragraph. The city must not issue obligations that are only payable from or secured 4.10 by state aid issued pursuant to Minnesota Statutes, section 469.47. 4.11 (d) Notwithstanding Minnesota Statutes, section 469.068, the city and its authority need 4.12 not require competitive bidding on a parking facility or other public improvement constructed 4.13 to implement the development plan. 4.14 (e) Except as otherwise specified, all activities to develop and implement the development 4.15 plan must comply with applicable state law and regulations and city ordinances, zoning, 4.16 and planning requirements. 4.17 Subd. 4. Report. Beginning in 2025, by February 15 of each year, the city and authority 4.18 must submit a joint report to the chairs and ranking minority members of the legislative 4.19 committees and divisions with jurisdiction over jobs and economic development. The report 4.20 must include: 4.21 (1) the development plan and any proposed changes to the development plan; 4.22 (2) information on the progress of projects identified in the development plan; 4.23 (3) costs and financing sources for the costs, including the amount paid with state aid 4.24 4.25 and local contributions of projects completed in the previous two years; (4) estimated costs and financing sources for projects anticipated to start in the next two 4.26 4.27 years; and (5) debt service schedules for all outstanding obligations of the city and authority for 4.28 4.29 debt issued for projects identified in the plan. Sec. 3. APPROPRIATION; DRIVE FOR FIVE GRANT FOR BROOKLYN PARK. 4.30 Of the amount appropriated in Laws 2023, chapter 53, article 20, section 2, subdivision 4.31

2, paragraph (d), the commissioner of employment and economic development must award

Sec. 3. 4

4.32

	03/21/24	REVISOR	SS/VJ	24-07895	as introduced			
5.1	grants in the	amount of \$500,000	) to the city of I	Brooklyn Park to support N	MetroNorth and			
5.2	the North Me	the North Metro Manufacturers Consortium to connect Brooklyn Park students and job						
5.3	seekers with	in-demand careers	and local manut	facturers.				
5.4	Sec. 4. <b>BR</b> (	OOKLYN PARK V	WATER INFR	ASTRUCTURE.				
5.5	Subdivisi	Subdivision 1. Appropriation. \$12,000,000 is appropriated from the bond proceeds						
5.6	fund to the P	ublic Facilities Autl	nority for a grar	nt to the city of Brooklyn I	Park for a new			
5.7	water tower a	and three water mai	n crossings und	er Highway 610 and High	way 169.			
5.8	Subd. 2. 1	<b>Bond sale.</b> To provi	de the money a	ppropriated in this section	from the bond			
5.9	proceeds fun	d, the commissione	r of managemer	nt and budget shall sell and	d issue bonds of			
5.10	the state in a	n amount up to \$12,	000,000 in the r	nanner, upon the terms, an	d with the effect			
5.11	prescribed by	y Minnesota Statute	s, sections 16A	631 to 16A.675, and by the	ne Minnesota			
5.12	Constitution,	article XI, sections	4 to 7.					
5.13	EFFECT	TIVE DATE. This s	ection is effecti	ve the day following final	enactment.			
5.14	Sec. 5. <u>AP</u>	PROPRIATION; E	BROOKLYN P	ARK AND BROOKLYN	I CENTER			
5.15	WORKFOR	RCE DEVELOPM	ENT.					
5.16	\$3,000,00	00 in fiscal year 202	5 is appropriate	d from the workforce deve	elopment fund to			
5.17	the commissi	ioner of employmen	nt and economic	development for a grant t	to the city of			
5.18	Brooklyn Par	rk for the city to expe	and the workfor	ce development programm	ning of Brooklyn			
5.19	Park and Bro	ooklyn Center throu	gh workforce de	evelopment programs serv	ing primarily			
5.20	underreprese	ented populations, in	cluding such pr	ograms as Brooklynk, Car	reer Pathways,			
5.21	Youth Entrep	preneurship, and Co	mmunity Partne	ership. This appropriation	is onetime and			
5.22	available unt	il spent.						
5.23	Sec. 6. <u>AP</u>	PROPRIATION; I	BROOKLYN P	ARK SMALL BUSINES	SS CENTER.			
5.24	\$1,000,00	00 in fiscal year 202	5 is appropriate	d from the workforce deve	elopment fund to			
5.25	the commissi	ioner of employmer	nt and economic	development for a grant t	to the city of			
5.26	Brooklyn Par	rk for the Brooklyn	Park Small Bus	iness Center. This appropr	iation is onetime			
5.27	and available	e until spent.						
5.28	Sec. 7. <u>AL</u>	LOCATION; MIN	NESOTA INV	ESTMENT FUND.				
5.29	The com	missioner of employ	ment and econo	omic development shall gr	cant \$1,000,000			

from the Minnesota investment fund to the city of Brooklyn Park for its biotech innovation

Sec. 7. 5

5.29

5.30

03/21/24 REVISOR SS/VJ 24-07895 as introduced

6.1 <u>district under section 2</u>. The term of this grant contract shall make the funds available to

6.2 the city until June 30, 2035.

Sec. 7. 6