

Governor Walz Supplemental Budget Recommendations 2022



Governor's Budget Recommendations

New State Investment:	\$7.5 Billion for FY 2022 - 23 \$5.6 Billion for FY 2024 - 25
American Rescue Plan:	\$1.1 Billion to frontline workers

Budget Highlights

\$5.6 Billion

Supporting Children and Families

- \$75 million for Early Learning Scholarships expansion.
- \$135 million to increase general education formula 2% in FY 2023.
- \$155 million for full-day, prekindergarten for at underserved 4-year old children.
- \$126 million for home visiting.

\$1.1 Billion

Expanding Economic Opportunity

- \$2.7 billion to repay the state's unemployment insurance debt.
- \$700 million in one-time rebates to 2.7 million households with incomes up to \$164,000 single filers and \$273,470 for joint filers.
- "Hero Pay" for frontline workers and an expansion of support programs aimed at workforce development for high-need careers.

\$1.6 Billion

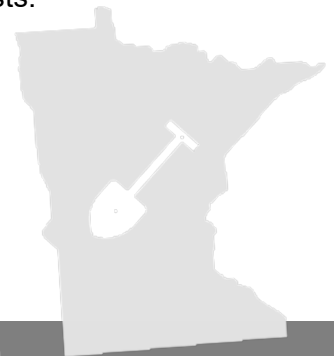
Protecting Minnesotans Health & Safety

- \$100 million in public safety aid for local governments.
- Legalizing recreational adult-use cannabis.
- \$100 million one-time increase in funding for "community stabilization" Naturally Occurring Affordable Housing.
- \$10 million for Prevention, Intervention, Enforcement Community Policing Grants.

\$282 Million

Local Jobs and Projects Plan

- 2022 Capital Budget Debt Service and Cash Capital Costs.



Biannual Operating Budget by the Numbers

\$7.7 billion: Forecasted state budget surplus
\$52 billion: Size of the state's two-year budget

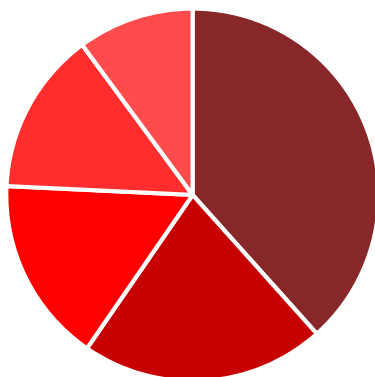


Governor Walz Capital Budget Recommendations 2022

2022 Capital Bonding Recommendations

\$2.7 Billion Local Jobs & Projects Plan

- \$2 billion in general obligation bonds.
- \$730 million in other funding sources, including appropriation bonds, general fund cash, trunk highway bonds, trunk highway cash, and user-financed bonds.
- **Asset Preservation - 38%**
Over \$1 billion to maintain and renew taxpayer-owned property including \$260 million to repair and replace buildings in the University of Minnesota and Minnesota State campuses.
- **Infrastructure - 21%**
Over \$560 million for infrastructure projects – bridges, roads, water treatment, etc.
- **Housing and Homelessness - 16%**
\$450 million for affordable housing projects including repairing existing shelters and investing in housing for veterans.
- **Community and Equity - 14%**
\$400 million for equity in bonding to fund organizations that service BIPOC communities.
- **Environmental Stewardship - 10%**
Over \$262 million to mitigate the impacts of climate change and preserve Minnesota's natural resources, including electric vehicle charging infrastructure and stormwater construction grants.



- Asset Preservation
- Infrastructure
- Housing and Homelessness
- Community and Equity
- Environmental Stewardship

FAST FACTS

Total 2022 bonding requests:
\$5.5 billion
\$4 billion in agency requests
\$1.5 billion in state agency requests

2020 bonding bill - \$1.9 billion
2020 Governor's request - \$2.6 billion

2018 bonding bill - \$1.43 billion
2018 Governor's request - \$1.5 billion

2017 bonding bill - \$988 million
2017 Governor's request - \$1.5 billion

Bonding bills require a supermajority to pass:
60% = 40 Senators and 80 Representatives

