DEPARTMENT OF NATURAL RESOURCES

# 2022 Capital Budget: Asset Preservation

Presentation to the Senate Capital Investment Committee: April 20, 2022

Commissioner Sarah Strommen

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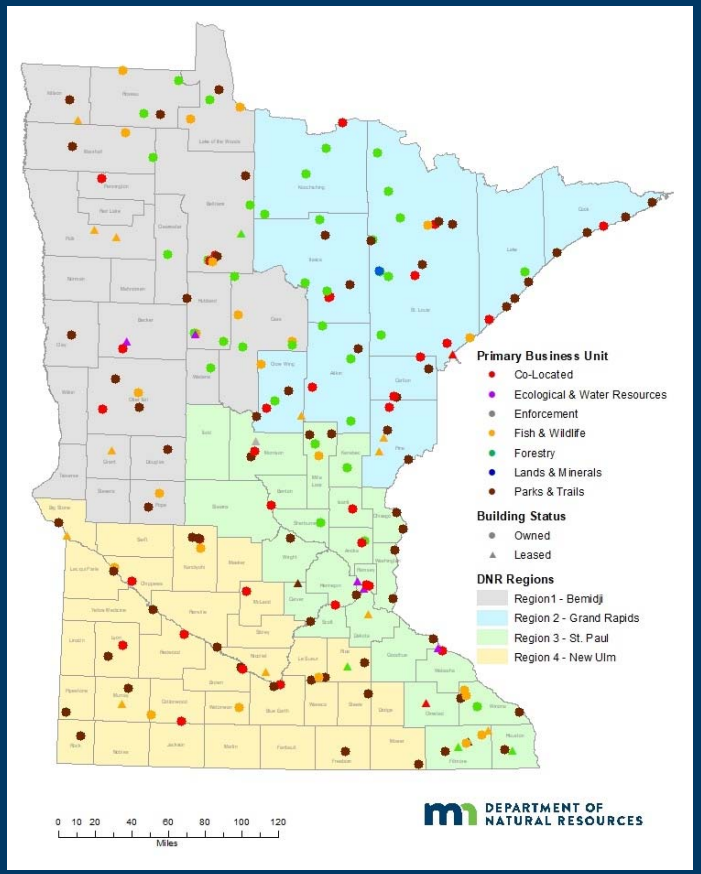
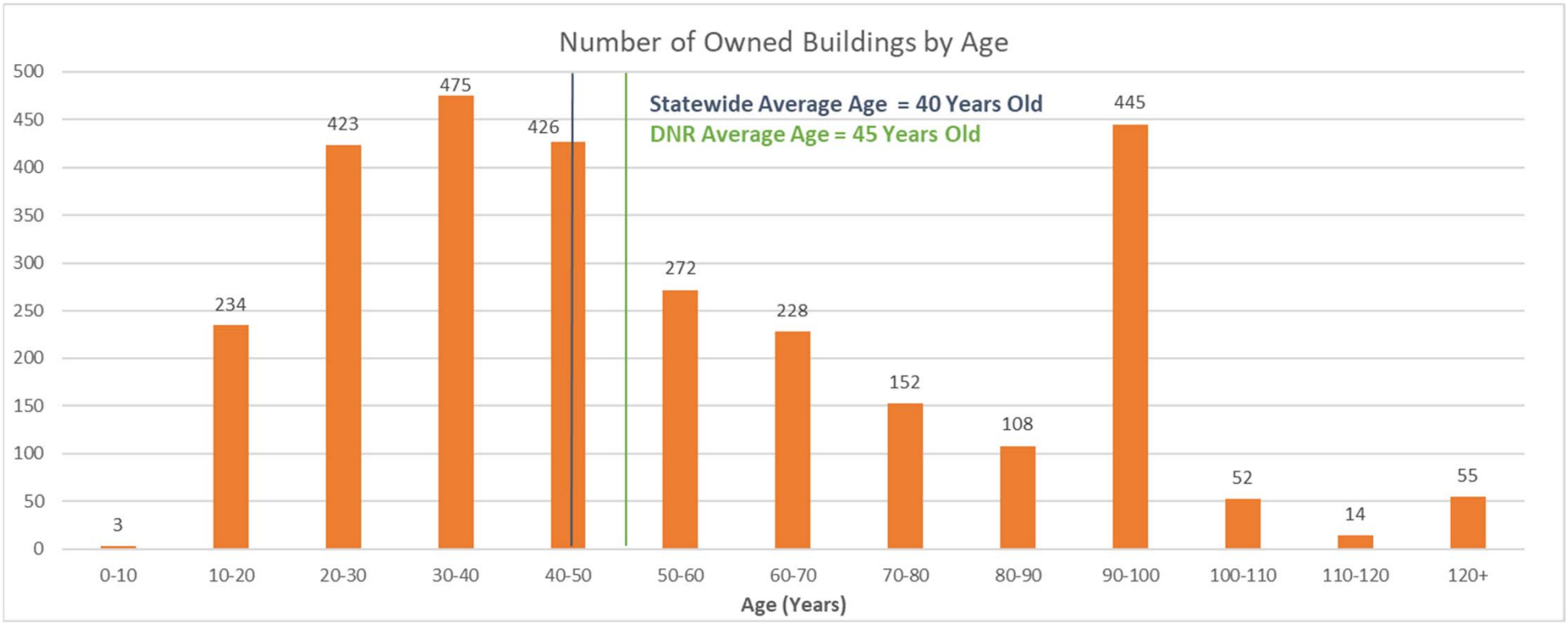
# DNR Capital Assets
## Diverse

# DNR Capital Assets
## Geographically Dispersed




- DNR is in all 87 counties. This includes:
  - 5.6 million acres of land
  - 2,902 buildings
    - 245 work sites *(map to left)*
    - About 30,000 building components
- DNR "built" assets are valued at about $3 billion (Current Replacement Value)

# DNR Capital Assets
## Aging



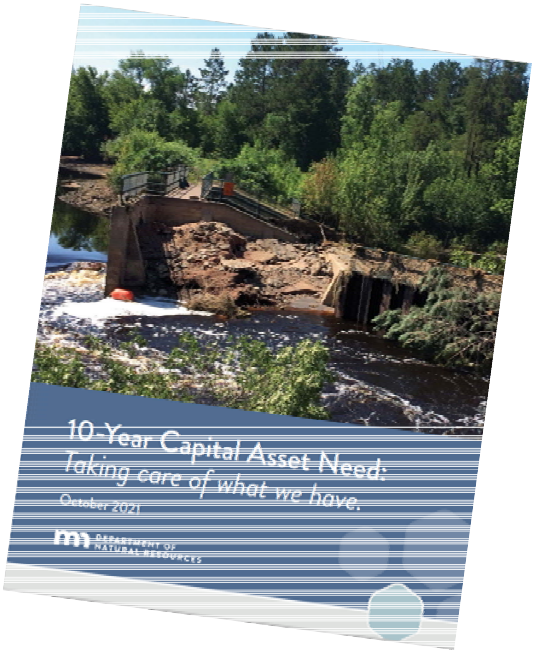
# Determining the Need

Standardized framework

- Based on asset inventories and condition assessments
- ARCHIBUS, GIS for tracking
- Continually improving our data

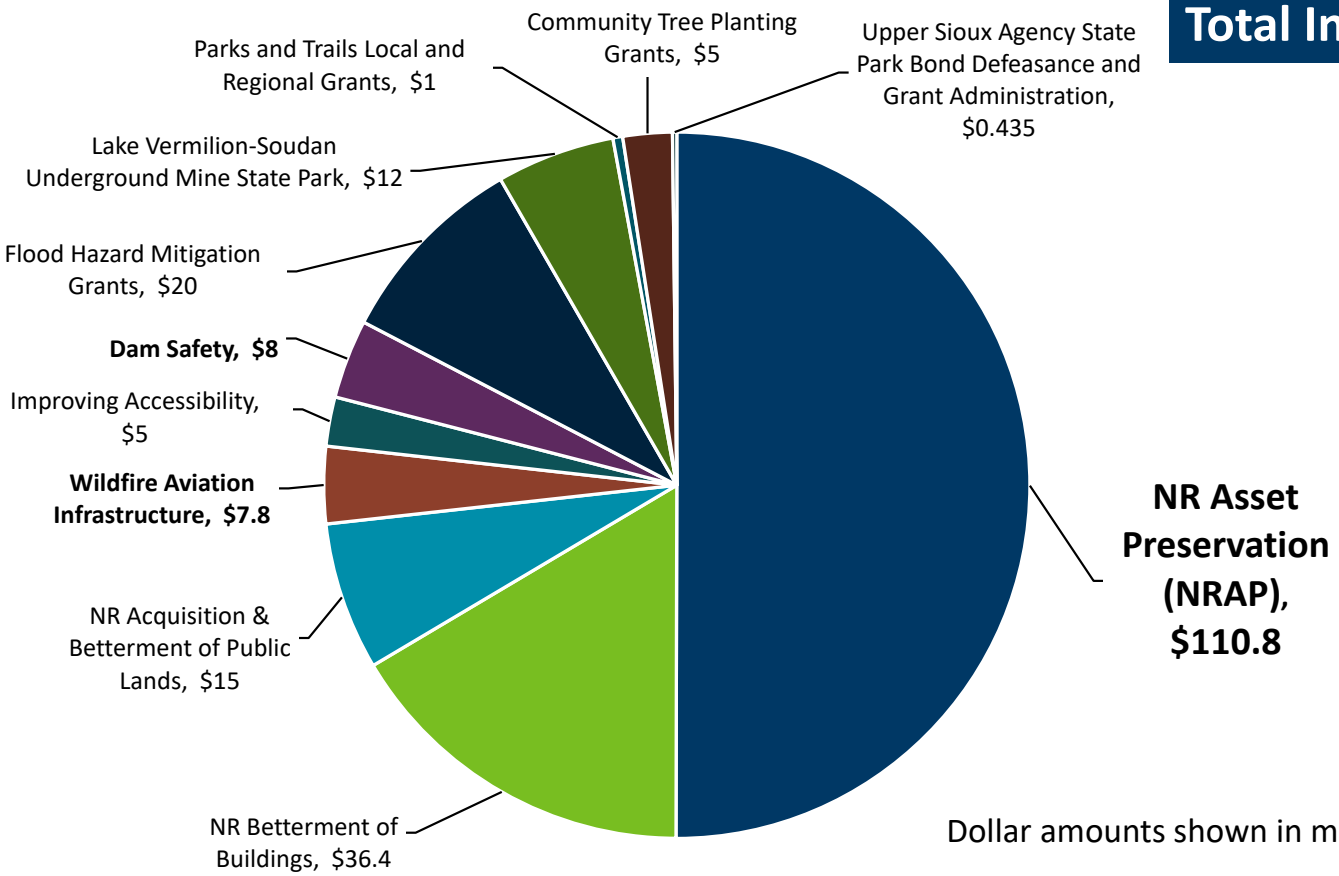
Summarized in *10-Year Capital Asset Need* report (2021):

| | |
|---|---|
| Deferred Maintenance (Annualized over 10 years) | $68.2 million |
| Annual Renewal & Replacement | $103.6 million |
| **Total Annual Need** | **$171.8 million** |



# DNR 2022 Bonding Proposal Overview

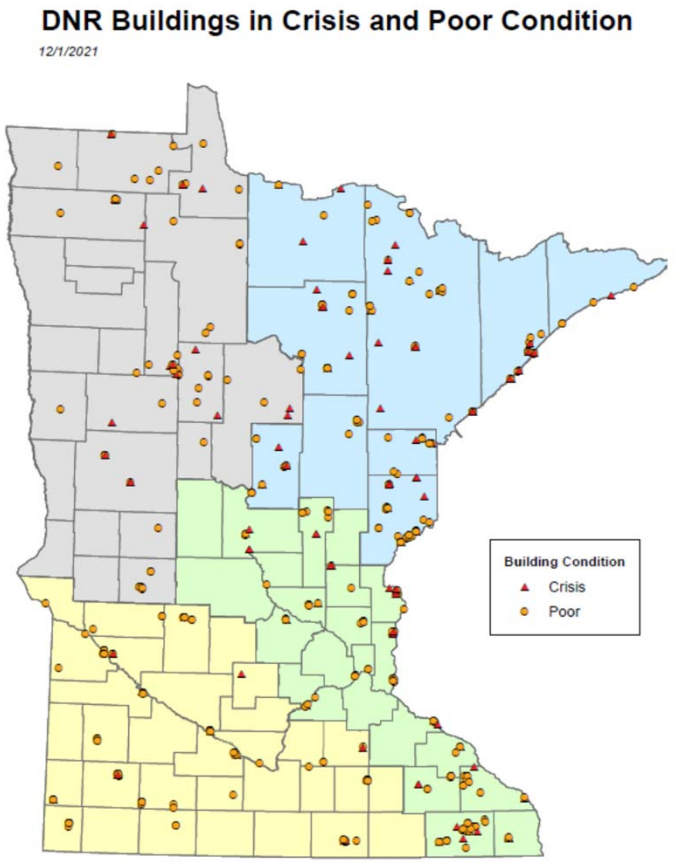
**Total Investment: $221.4 million**



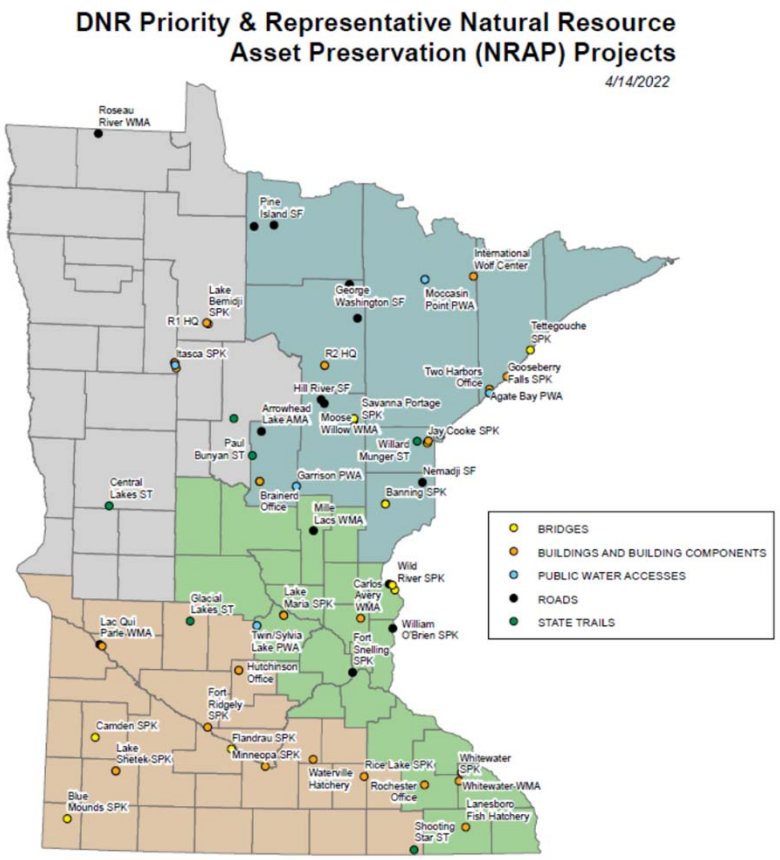

Dollar amounts shown in millions ($000,000)

# Asset Preservation Proposal: $110.8 million

- Includes:
  - Buildings and Building Components
  - Water and Wastewater Systems
  - Roads, Trails and Bridges
  - Public Water Accesses
  - Campsites, Group Camps, Day Use Areas
  - Hatcheries
  - Water Control Structures, Monitoring Wells
- Considers need and achievability

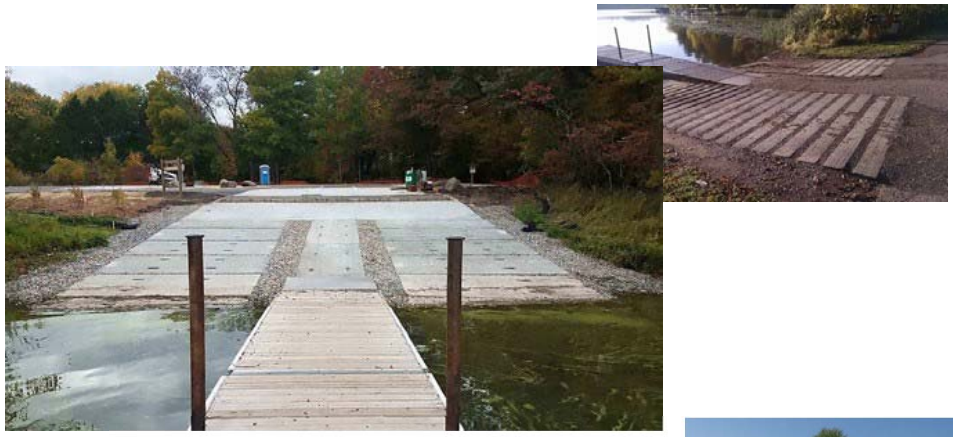


# Highest-Priority Preservation Needs



# Benefits of Taking Care of What We Have

- Enhanced safety and accessibility
- Lower operating costs
- Preserved revenue
- Extended useful life
- Improved access and service to Minnesotans



# Summary

- DNR is responsible for extensive capital assets
- This infrastructure benefits Minnesotans throughout the state.
- Preserving, enhancing and renewing this infrastructure requires significant ongoing investment.

DEPARTMENT OF NATURAL RESOURCES

# Thank you!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