



November 1, 2010

The Honorable Keith Langseth  
Chair, Senate Capital Investment Committee  
122 Capitol  
St. Paul, MN 55155

The Honorable Paul Koering  
Ranking Minority Member, Senate Capital  
Investment Committee  
119 State Office Bldg.  
St. Paul, MN 55155

The Honorable Steve Murphy  
Chair, Senate Transportation Committee  
325 Capitol  
St. Paul, MN 55155

The Honorable Michael Jungbauer  
Ranking Minority Member, Senate  
Transportation Committee  
121 State Office Bldg.  
St. Paul, MN 55155

The Honorable Alice Hausman  
Chair, House Capital Investment Committee  
453 State Office Bldg.  
St. Paul, MN 55155

The Honorable Larry Howes  
Ranking Minority Member, House Capital  
Investment Committee  
201 State Office Bldg.  
St. Paul, MN 55155

The Honorable Bernard Lieder  
Chair, House Transportation Finance and Policy  
Division  
423 State Office Bldg.  
St. Paul, MN 55155

The Honorable Michael Beard  
Ranking Minority Member, House  
Transportation Finance and Policy Division  
207 State Office Bldg.  
St. Paul, MN 55155

Dear Members of the Minnesota Legislature:

As required by Laws of Minnesota 2010, Chapter 189, Section 15, Subdivision 2, we are pleased to present our report on the revised grant administration method we have adopted for grants provided under the Minnesota Department of Transportation's local bridge replacement and rehabilitation program and local road improvement program under Minnesota Statutes, Sections 174.50 and 174.52, respectively.

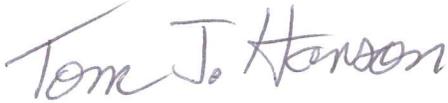
As discussed in the attached report, we also enclose new grant agreement forms for each of the above-referenced programs. We have no recommendations for future legislation at this time.

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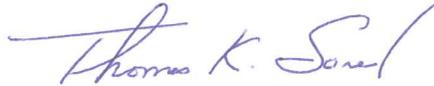
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Please contact either of us if you have any questions about this report, or you may contact Gay Greiter at MMB or Rick Kjonaas at Mn/DOT, whose contact information is given at the end of the report.

Sincerely,



Tom J. Hanson  
Commissioner  
Minnesota Management & Budget



Thomas K. Sorel  
Commissioner  
Minnesota Department of Transportation

Enclosures

cc: Rick Kjonaas, Mn/DOT  
Merry Daher, Mn/DOT  
Erik Rudeen, Mn/DOT  
Gay Greiter, MMB  
Keith Bogut, MMB  
Ryan O'Connor, Association of Minnesota Counties  
Anne Finn, League of Minnesota Cities  
Jess Hopeman, Legislative Reference Library  
Sheila Hatchell, Mn/DOT Library