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State of Minnesota

Printed Page No. 174

HOUSE OF REPRESENTATIVES

NINETY-FOURTH SESSION

H. F. No. 2438

- 03/17/2025 Authored by Davids, Koznick, Koegel and Gander  
The bill was read for the first time and referred to the Committee on Transportation Finance and Policy
- 04/21/2025 Adoption of Report: Amended and re-referred to the Committee on Taxes
- 04/22/2025 Adoption of Report: Re-referred to the Committee on Ways and Means
- 04/24/2025 Adoption of Report: Placed on the General Register as Amended  
Read for the Second Time
- 04/28/2025 Calendar for the Day, Amended  
Read Third Time as Amended  
Passed by the House as Amended and transmitted to the Senate to include Floor Amendments
- 05/05/2025 Passed by the Senate as Amended and returned to the House  
Refused to concur and a Conference Committee was appointed
- 05/19/2025 Pursuant to Joint Rule 3.02(a), the Conference Committee was discharged and the bill was laid on the table
- 05/16/2026 Bill was taken from the Table  
Refused to concur and a Conference Committee was appointed

1.1 A bill for an act

1.2 relating to transportation; establishing a budget for transportation; appropriating

1.3 money for transportation purposes, including Department of Transportation,

1.4 Department of Public Safety, and Metropolitan Council activities; modifying prior

1.5 appropriations; transferring money; modifying various policy and finance

1.6 provisions; modifying and providing for allocation of certain fees; directing certain

1.7 rulemaking; requiring studies; modifying and requiring certain legislative reporting;

1.8 amending Minnesota Statutes 2024, sections 4.076, subdivisions 4, 5; 161.115,

1.9 subdivision 177; 161.178, subdivisions 1, 2a, 8, by adding a subdivision; 162.16;

1.10 168.002, subdivision 6; 168.013, subdivision 1m; 168.091; 168.1287, subdivisions

1.11 1, 5; 168.27, subdivisions 8, 11, 16, 22; 168.33, by adding a subdivision; 168A.11,

1.12 subdivision 1; 168E.01, by adding subdivisions; 168E.05, subdivision 1; 169.011,

1.13 subdivision 36; 169.06, subdivision 5; 169.09, subdivision 8; 169.14, subdivision

1.14 1a; 169.686, subdivision 1; 169.865, subdivisions 1a, 3; 169A.55, subdivision 5;

1.15 171.01, by adding a subdivision; 171.05, subdivision 1; 171.06, by adding a

1.16 subdivision; 171.0605, subdivision 2, by adding a subdivision; 171.061, by adding

1.17 a subdivision; 171.13, subdivisions 7, 8; 171.17, subdivision 1; 171.2405,

1.18 subdivision 1; 171.301, subdivision 1; 171.306, subdivisions 1, 4; 174.02, by

1.19 adding a subdivision; 174.03, subdivision 12, by adding a subdivision; 174.07,

1.20 subdivision 3; 174.38, subdivision 4; 174.49, by adding a subdivision; 174.56;

1.21 174.634, subdivision 2; 289A.51, subdivisions 1, 3, 4; 297A.993, subdivision 2a;

1.22 299A.01, by adding a subdivision; 360.511, by adding subdivisions; 360.55,

1.23 subdivisions 4, 4a, 8, by adding a subdivision; 398A.04, by adding a subdivision;

1.24 473.13, by adding a subdivision; 473.39, subdivision 6, by adding subdivisions;

1.25 473.408, by adding a subdivision; 473.4465, subdivision 4, by adding a subdivision;

1.26 Laws 2021, First Special Session chapter 5, article 1, section 2, subdivision 2, as

1.27 amended; Laws 2021, First Special Session chapter 14, article 11, section 45; Laws

1.28 2023, chapter 60, article 10, section 9; Laws 2023, chapter 68, article 1, section

1.29 2, subdivisions 2, 3; article 4, section 109; Laws 2024, chapter 127, article 1,

1.30 section 2, subdivision 3; proposing coding for new law in Minnesota Statutes,

1.31 chapters 137; 168; 168A; 174.

2.1 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

2.2 **ARTICLE 1**

2.3 **APPROPRIATIONS**

2.4 Section 1. **TRANSPORTATION APPROPRIATIONS.**

2.5 The sums shown in the columns marked "Appropriations" are appropriated to the agencies  
 2.6 and for the purposes specified in this article. The appropriations are from the trunk highway  
 2.7 fund, or another named fund, and are available for the fiscal years indicated for each purpose.  
 2.8 Amounts for "Total Appropriation" and sums shown in the corresponding columns marked  
 2.9 "Appropriations by Fund" are summary only and do not have legal effect. Unless specified  
 2.10 otherwise, the amounts in fiscal year 2027 under "Appropriations by Fund" show the base  
 2.11 within the meaning of Minnesota Statutes, section 16A.11, subdivision 3, by fund. The  
 2.12 figures "2026" and "2027" used in this article mean that the appropriations listed under them  
 2.13 are available for the fiscal year ending June 30, 2026, or June 30, 2027, respectively. "Each  
 2.14 year" is each of fiscal years 2026 and 2027. "The biennium" is fiscal years 2026 and 2027.  
 2.15 "C.S.A.H." is the county state-aid highway fund. "M.S.A.S." is the municipal state-aid street  
 2.16 fund. "H.U.T.D." is the highway user tax distribution fund.

2.17 **APPROPRIATIONS**  
 2.18 **Available for the Year**  
 2.19 **Ending June 30**  
 2.20 **2026                      2027**

2.21 **Sec. 2. DEPARTMENT OF**  
2.22 **TRANSPORTATION**

2.23 **Subdivision 1. Total Appropriation**                      \$ **4,951,997,000** \$ **4,019,318,000**

2.24 **Appropriations by Fund**

	<u>2026</u>	<u>2027</u>
2.25		
2.26 <b><u>General</u></b>	<b><u>40,694,000</u></b>	<b><u>33,168,000</u></b>
2.27 <b><u>Airports</u></b>	<b><u>32,368,000</u></b>	<b><u>32,368,000</u></b>
2.28 <b><u>C.S.A.H.</u></b>	<b><u>1,110,374,000</u></b>	<b><u>1,143,461,000</u></b>
2.29 <b><u>M.S.A.S.</u></b>	<b><u>282,366,000</u></b>	<b><u>288,795,000</u></b>
2.30 <b><u>Trunk Highway</u></b>	<b><u>3,486,195,000</u></b>	<b><u>2,521,526,000</u></b>

2.31 The appropriations in this section are to the  
2.32 commissioner of transportation.

2.33 The amounts that may be spent for each  
2.34 purpose are specified in the following  
2.35 subdivisions.

3.1 Subd. 2. Multimodal Systems

3.2 (a) Aeronautics

3.3 <u>(1) Airport Development and Assistance</u>	<u>19,448,000</u>	<u>19,448,000</u>
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3.4 This appropriation is from the state airports  
 3.5 fund and must be spent according to  
 3.6 Minnesota Statutes, section 360.305,  
 3.7 subdivision 4.

3.8 Notwithstanding Minnesota Statutes, section  
 3.9 16A.28, subdivision 6, this appropriation is  
 3.10 available for five years after the year of the  
 3.11 appropriation. If the appropriation for either  
 3.12 year is insufficient, the appropriation for the  
 3.13 other year is available for it.

3.14 If the commissioner of transportation  
 3.15 determines that a balance remains in the state  
 3.16 airports fund following the appropriations  
 3.17 made in this article and that the appropriations  
 3.18 made are insufficient for advancing airport  
 3.19 development and assistance projects, an  
 3.20 amount necessary to advance the projects, not  
 3.21 to exceed the balance in the state airports fund,  
 3.22 is appropriated in each year to the  
 3.23 commissioner and must be spent according to  
 3.24 Minnesota Statutes, section 360.305,  
 3.25 subdivision 4. Within two weeks of a  
 3.26 determination under this contingent  
 3.27 appropriation, the commissioner of  
 3.28 transportation must notify the commissioner  
 3.29 of management and budget and the chairs and  
 3.30 ranking minority members of the legislative  
 3.31 committees with jurisdiction over  
 3.32 transportation finance concerning the funds  
 3.33 appropriated. Funds appropriated under this

4.1 contingent appropriation do not adjust the base  
 4.2 for fiscal years 2028 and 2029.

4.3 The base is \$19,498,000 in each of fiscal years  
 4.4 2028 and 2029.

4.5 **(2) Aviation Support Services** 14,583,000 14,733,000

	<u>Appropriations by Fund</u>	
	<u>2026</u>	<u>2027</u>
4.6		
4.7		
4.8	<u>1,843,000</u>	<u>1,993,000</u>
4.9	<u>12,740,000</u>	<u>12,740,000</u>

4.10 \$5,000,000 in each year from the state airports  
 4.11 fund is for a grant to the Duluth Airport  
 4.12 Authority to design, construct, furnish, and  
 4.13 equip a new air traffic control tower base  
 4.14 building at the Duluth International Airport,  
 4.15 including associated site preparation, building  
 4.16 demolition, and utility and stormwater  
 4.17 retention system improvements. This is a  
 4.18 onetime appropriation and is available until  
 4.19 June 30, 2028.

4.20 The base from the general fund is \$1,993,000  
 4.21 in each of fiscal years 2028 and 2029. The  
 4.22 base from the state airports fund is \$7,790,000  
 4.23 in each of fiscal years 2028 and 2029.

4.24 **(3) Civil Air Patrol** 180,000 180,000

4.25 This appropriation is from the state airports  
 4.26 fund for the Civil Air Patrol.

4.27 **(b) Transit and Active Transportation** 12,376,000 12,376,000

4.28 This appropriation is from the general fund.

4.29 **(c) Safe Routes to School** 1,500,000 1,500,000

4.30 This appropriation is from the general fund  
 4.31 for the safe routes to school program under  
 4.32 Minnesota Statutes, section 174.40.

5.1 If the appropriation for either year is  
 5.2 insufficient, the appropriation for the other  
 5.3 year is available for it.

5.4 **(d) Passenger Rail** 5,743,000 5,743,000

5.5 This appropriation is from the general fund  
 5.6 for passenger rail activities under Minnesota  
 5.7 Statutes, sections 174.632 to 174.636.

5.8 The base is \$1,273,000 in each of fiscal years  
 5.9 2028 and 2029.

5.10 **(e) Freight and Rail Safety** 9,165,000 9,219,000

5.11 Appropriations by Fund

	<u>2026</u>	<u>2027</u>
5.12		
5.13 <u>General</u>	<u>2,353,000</u>	<u>2,353,000</u>
5.14 <u>Trunk Highway</u>	<u>6,812,000</u>	<u>6,866,000</u>

5.15 **Subd. 3. State Roads**

5.16 **(a) Operations and Maintenance** 436,805,000 439,548,000

5.17 **(b) Program Planning and Delivery**

5.18 **(1) Planning and Research** 37,002,000 37,239,000

5.19 The commissioner may use any balance  
 5.20 remaining in this appropriation for program  
 5.21 delivery under clause (2).

5.22 \$130,000 in each year is available for  
 5.23 administrative costs of the targeted group  
 5.24 business program.

5.25 \$300,000 in each year is available for grants  
 5.26 to metropolitan planning organizations outside  
 5.27 the seven-county metropolitan area.

5.28 \$900,000 in each year is available for grants  
 5.29 for transportation studies outside the  
 5.30 metropolitan area to identify critical concerns,  
 5.31 problems, and issues. These grants are  
 5.32 available: (i) to regional development  
 5.33 commissions; (ii) in regions where no regional

6.1 development commission is functioning, to  
 6.2 joint powers boards established under  
 6.3 agreement of two or more political  
 6.4 subdivisions in the region to exercise the  
 6.5 planning functions of a regional development  
 6.6 commission; and (iii) in regions where no  
 6.7 regional development commission or joint  
 6.8 powers board is functioning, to the Department  
 6.9 of Transportation district office for that region.

6.10 \$3,000,000 in each year is for statewide trunk  
 6.11 highway corridor planning.

6.12 **(2) Program Delivery** 289,845,000      287,145,000

6.13	<u>Appropriations by Fund</u>	
6.14	<u>2026</u>	<u>2027</u>
6.15	<u>General</u> <u>2,000,000</u>	<u>2,000,000</u>
6.16	<u>Trunk Highway</u> <u>287,845,000</u>	<u>285,145,000</u>

6.17 This appropriation includes use of consultants  
 6.18 to support development and management of  
 6.19 projects.  
 6.20 \$7,700,000 in fiscal year 2026 and \$5,000,000  
 6.21 in fiscal year 2027 is from the trunk highway  
 6.22 fund for the transportation project activity  
 6.23 portal under Minnesota Statutes, section  
 6.24 174.034. This appropriation is available until  
 6.25 June 30, 2028.

6.26 \$1,000,000 in each year is available from the  
 6.27 trunk highway fund for management of  
 6.28 contaminated and regulated material on  
 6.29 property owned by the Department of  
 6.30 Transportation, including mitigation of  
 6.31 property conveyances, facility acquisition or  
 6.32 expansion, chemical release at maintenance  
 6.33 facilities, and spills on the trunk highway  
 6.34 system where there is no known responsible

7.1 party. If the appropriation for either year is  
 7.2 insufficient, the appropriation for the other  
 7.3 year is available for it.

7.4 **(c) State Road Construction** 2,205,557,000 1,222,157,000

7.5 This appropriation is for the actual  
 7.6 construction, reconstruction, and improvement  
 7.7 of trunk highways, including design-build  
 7.8 contracts, internal department costs associated  
 7.9 with delivering the construction program,  
 7.10 consultant usage to support these activities,  
 7.11 and the cost of actual payments to landowners  
 7.12 for lands acquired for highway rights-of-way,  
 7.13 payment to lessees, interest subsidies, and  
 7.14 relocation expenses.

7.15 This appropriation includes federal highway  
 7.16 aid. The commissioner of transportation must  
 7.17 notify the chairs and ranking minority  
 7.18 members of the legislative committees with  
 7.19 jurisdiction over transportation finance of any  
 7.20 significant events that cause the estimates of  
 7.21 federal aid to change.

7.22 \$650,000,000 in fiscal year 2026 is for the  
 7.23 John A. Blatnik Bridge between Duluth,  
 7.24 Minnesota, and Superior, Wisconsin. The  
 7.25 commissioner may use up to 17 percent of the  
 7.26 amount for program delivery. This is a  
 7.27 onetime appropriation and is available until  
 7.28 June 30, 2033.

7.29 The commissioner may expend up to one-half  
 7.30 of one percent of the federal appropriations  
 7.31 under this paragraph as grants to opportunity  
 7.32 industrialization centers and other nonprofit  
 7.33 job training centers for job training programs  
 7.34 related to highway construction.

8.1 The commissioner may transfer up to  
 8.2 \$15,000,000 in each year to the transportation  
 8.3 revolving loan fund.

8.4 The commissioner may receive money  
 8.5 covering other shares of the cost of partnership  
 8.6 projects. These receipts are appropriated to  
 8.7 the commissioner for these projects.

8.8 The base is \$1,331,813,000 in fiscal year 2028  
 8.9 and \$1,341,813,000 in fiscal year 2029.

8.10	<b><u>(d) Corridors of Commerce</u></b>	<u>40,000,000</u>	<u>40,000,000</u>
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8.11 This appropriation is for the corridors of  
 8.12 commerce program under Minnesota Statutes,  
 8.13 section 161.088. The commissioner may use  
 8.14 up to 17 percent of the amount in each year  
 8.15 for program delivery.

8.16 This amount includes funds available as a  
 8.17 result of transportation efficiency savings  
 8.18 under Minnesota Statutes, section 174.53.

8.19 The base is \$25,000,000 in each of fiscal years  
 8.20 2028 and 2029.

8.21	<b><u>(e) Transportation Economic Development</u></b>	<u>15,000,000</u>	<u>15,000,000</u>
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8.22 This appropriation is for the transportation  
 8.23 economic development program under  
 8.24 Minnesota Statutes, section 174.12. This is a  
 8.25 onetime appropriation.

8.26	<b><u>(f) Resilient Pavement</u></b>	<u>25,000,000</u>	<u>25,000,000</u>
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8.27 This appropriation is for the resilient pavement  
 8.28 program under Minnesota Statutes, section  
 8.29 174.205. This is a onetime appropriation.

8.30	<b><u>(g) Highway Debt Service</u></b>	<u>297,306,000</u>	<u>315,549,000</u>
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8.31 \$294,306,000 in fiscal year 2026 and  
 8.32 \$312,549,000 in fiscal year 2027 are for

9.1 transfer to the state bond fund. If this  
 9.2 appropriation is insufficient to make all  
 9.3 transfers required in the year for which it is  
 9.4 made, the commissioner of management and  
 9.5 budget must transfer the deficiency amount  
 9.6 as provided under Minnesota Statutes, section  
 9.7 16A.641, and notify the chairs and ranking  
 9.8 minority members of the legislative  
 9.9 committees with jurisdiction over  
 9.10 transportation finance and the chairs of the  
 9.11 senate Finance Committee and the house of  
 9.12 representatives Ways and Means Committee  
 9.13 of the amount of the deficiency. Any excess  
 9.14 appropriation cancels to the trunk highway  
 9.15 fund.

9.16 **(h) Statewide Radio Communications** 7,052,000 7,114,000

	<u>Appropriations by Fund</u>	
	<u>2026</u>	<u>2027</u>
9.18 <u>General</u>	<u>3,000</u>	<u>3,000</u>
9.20 <u>Trunk Highway</u>	<u>7,049,000</u>	<u>7,111,000</u>

9.21 \$3,000 in each year is from the general fund  
 9.22 to equip and operate the Roosevelt signal  
 9.23 tower for Lake of the Woods weather  
 9.24 broadcasting.

9.25 **Subd. 4. Local Roads**

9.26 **(a) County State-Aid Highways** 1,110,374,000 1,143,461,000

9.27 This appropriation is from the county state-aid  
 9.28 highway fund under Minnesota Statutes,  
 9.29 sections 161.081, 174.49, and 297A.815,  
 9.30 subdivision 3, and chapter 162, and is  
 9.31 available until June 30, 2035.

9.32 If the commissioner of transportation  
 9.33 determines that a balance remains in the  
 9.34 county state-aid highway fund following the

10.1 appropriations and transfers made in this  
 10.2 paragraph and that the appropriations made  
 10.3 are insufficient for advancing county state-aid  
 10.4 highway projects, an amount necessary to  
 10.5 advance the projects, not to exceed the balance  
 10.6 in the county state-aid highway fund, is  
 10.7 appropriated in each year to the commissioner.  
 10.8 Within two weeks of a determination under  
 10.9 this contingent appropriation, the  
 10.10 commissioner of transportation must notify  
 10.11 the commissioner of management and budget  
 10.12 and the chairs and ranking minority members  
 10.13 of the legislative committees with jurisdiction  
 10.14 over transportation finance concerning funds  
 10.15 appropriated. The governor must identify in  
 10.16 the next budget submission to the legislature  
 10.17 under Minnesota Statutes, section 16A.11, any  
 10.18 amount that is appropriated under this  
 10.19 paragraph.

10.20	<b><u>(b) Municipal State-Aid Streets</u></b>	<u>282,366,000</u>	<u>288,795,000</u>
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10.21 This appropriation is from the municipal  
 10.22 state-aid street fund under Minnesota Statutes,  
 10.23 chapter 162, and is available until June 30,  
 10.24 2035.

10.25 If the commissioner of transportation  
 10.26 determines that a balance remains in the  
 10.27 municipal state-aid street fund following the  
 10.28 appropriations and transfers made in this  
 10.29 paragraph and that the appropriations made  
 10.30 are insufficient for advancing municipal  
 10.31 state-aid street projects, an amount necessary  
 10.32 to advance the projects, not to exceed the  
 10.33 balance in the municipal state-aid street fund,  
 10.34 is appropriated in each year to the  
 10.35 commissioner. Within two weeks of a

11.1 determination under this contingent  
 11.2 appropriation, the commissioner of  
 11.3 transportation must notify the commissioner  
 11.4 of management and budget and the chairs and  
 11.5 ranking minority members of the legislative  
 11.6 committees with jurisdiction over  
 11.7 transportation finance concerning funds  
 11.8 appropriated. The governor must identify in  
 11.9 the next budget submission to the legislature  
 11.10 under Minnesota Statutes, section 16A.11, any  
 11.11 amount that is appropriated under this  
 11.12 paragraph.

11.13 **(c) Other Local Roads**

11.14 **(1) Local Transportation Disaster Support** 1,000,000 1,000,000

11.15 This appropriation is from the general fund to  
 11.16 provide a cost-share for federal assistance  
 11.17 from the Federal Highway Administration for  
 11.18 the emergency relief program under United  
 11.19 States Code, title 23, section 125.

11.20 **(2) Local Road Improvement** 3,838,000 -0-

11.21 This appropriation is from the general fund  
 11.22 for construction and reconstruction of local  
 11.23 roads under Minnesota Statutes, section  
 11.24 174.52.

11.25 **(2) Local Bridges** 3,838,000 -0-

11.26 This appropriation is from the general fund to  
 11.27 replace or rehabilitate local deficient bridges  
 11.28 under Minnesota Statutes, section 174.50.

11.29 **Subd. 5. Agency Management**

11.30 **(a) Agency Services** 89,709,000 89,709,000

11.31 Appropriations by Fund

11.32 2026 2027

12.1	<u>General</u>	<u>6,200,000</u>	<u>6,200,000</u>		
12.2	<u>Trunk Highway</u>	<u>83,509,000</u>	<u>83,509,000</u>		
12.3	<b><u>(b) Buildings</u></b>			<u>43,710,000</u>	<u>43,802,000</u>
12.4	<u>\$2,200,000 in each year is for maintenance,</u>				
12.5	<u>improvements, and modernization of</u>				
12.6	<u>Department of Transportation facilities,</u>				
12.7	<u>including truck stations and other buildings</u>				
12.8	<u>and excluding the central office building.</u>				
12.9	<u>Any money appropriated to the commissioner</u>				
12.10	<u>of transportation for building construction for</u>				
12.11	<u>any fiscal year before fiscal year 2026 is</u>				
12.12	<u>available to the commissioner during the</u>				
12.13	<u>biennium to the extent that the commissioner</u>				
12.14	<u>spends the money on the building construction</u>				
12.15	<u>projects for which the money was originally</u>				
12.16	<u>encumbered during the fiscal year for which</u>				
12.17	<u>it was appropriated. If the appropriation for</u>				
12.18	<u>either year is insufficient, the appropriation</u>				
12.19	<u>for the other year is available for it.</u>				
12.20	<b><u>(c) Tort Claims</u></b>			<u>600,000</u>	<u>600,000</u>
12.21	<u>If the appropriation for either year is</u>				
12.22	<u>insufficient, the appropriation for the other</u>				
12.23	<u>year is available for it.</u>				
12.24	<b><u>Subd. 6. Transfers; General Authority</u></b>				
12.25	<u>(a) With the approval of the commissioner of</u>				
12.26	<u>management and budget, the commissioner</u>				
12.27	<u>of transportation may transfer unencumbered</u>				
12.28	<u>balances among the appropriations from the</u>				
12.29	<u>trunk highway fund and the state airports fund</u>				
12.30	<u>made in this section. Transfers under this</u>				
12.31	<u>paragraph must not be made: (1) between</u>				
12.32	<u>funds; (2) from the appropriations for state</u>				
12.33	<u>road construction or debt service; or (3) from</u>				
12.34	<u>the appropriations for operations and</u>				

13.1 maintenance or program delivery, except for  
13.2 a transfer to state road construction or debt  
13.3 service.

13.4 (b) The commissioner of transportation must  
13.5 immediately report transfers under paragraph  
13.6 (a) to the chairs and ranking minority members  
13.7 of the legislative committees with jurisdiction  
13.8 over transportation finance. The authority for  
13.9 the commissioner of transportation to make  
13.10 transfers under Minnesota Statutes, section  
13.11 16A.285, is superseded by the authority and  
13.12 requirements under this subdivision.

13.13 **Subd. 7. Transfers; Flexible Highway Account**

13.14 The commissioner of transportation must  
13.15 transfer from the flexible highway account in  
13.16 the county state-aid highway fund:

13.17 (1) \$21,800,000 in fiscal year 2026 to the  
13.18 trunk highway fund;

13.19 (2) \$22,230,000 in fiscal year 2026 to the  
13.20 municipal turnback account in the municipal  
13.21 state-aid street fund; and

13.22 (3) the remainder in each year to the county  
13.23 turnback account in the county state-aid  
13.24 highway fund.

13.25 The money transferred under this subdivision  
13.26 is for highway turnback purposes as provided  
13.27 under Minnesota Statutes, section 161.081,  
13.28 subdivision 3.

13.29 **Subd. 8. Contingent Appropriations**

13.30 The commissioner of transportation, with the  
13.31 approval of the governor and the written  
13.32 approval of at least five members of a group  
13.33 consisting of the members of the Legislative



15.1	<b><u>Subd. 2. Transit System Operations</u></b>	<u>12,454,000</u>	<u>12,454,000</u>
15.2	<u>This appropriation is for transit system</u>		
15.3	<u>operations under Minnesota Statutes, sections</u>		
15.4	<u>473.371 to 473.449.</u>		
15.5	<u>The base is \$0 in each of fiscal years 2028 and</u>		
15.6	<u>2029.</u>		
15.7	<b><u>Subd. 3. Special Transportation Service</u></b>	<u>112,507,000</u>	<u>118,340,000</u>
15.8	<u>This appropriation is for special transportation</u>		
15.9	<u>service under Minnesota Statutes, section</u>		
15.10	<u>473.386, including Metro Mobility and Metro</u>		
15.11	<u>Move.</u>		
15.12	<u>Notwithstanding Minnesota Statutes, section</u>		
15.13	<u>473.386, subdivision 10, the base is</u>		
15.14	<u>\$118,000,000 in fiscal years 2028 and</u>		
15.15	<u>thereafter.</u>		
15.16	<b><u>Sec. 4. DEPARTMENT OF PUBLIC SAFETY</u></b>		
15.17	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$ 297,071,000</u></b>	<b><u>\$ 308,374,000</u></b>
15.18	<u>Appropriations by Fund</u>		
15.19	<u>2026</u>	<u>2027</u>	
15.20	<u>General</u>	<u>36,992,000</u>	<u>37,026,000</u>
15.21	<u>Special Revenue</u>	<u>81,067,000</u>	<u>81,050,000</u>
15.22	<u>H.U.T.D.</u>	<u>1,290,000</u>	<u>1,303,000</u>
15.23	<u>Trunk Highway</u>	<u>177,722,000</u>	<u>188,995,000</u>
15.24	<u>The appropriations in this section are to the</u>		
15.25	<u>commissioner of public safety.</u>		
15.26	<u>The amounts that may be spent for each</u>		
15.27	<u>purpose are specified in the following</u>		
15.28	<u>subdivisions. The commissioner must spend</u>		
15.29	<u>appropriations from the trunk highway fund</u>		
15.30	<u>in subdivision 3 only for State Patrol purposes.</u>		
15.31	<b><u>Subd. 2. Administration and Related Services</u></b>		
15.32	<b><u>(a) Office of Communications</u></b>	<u>1,198,000</u>	<u>1,232,000</u>

16.1 This appropriation is from the general fund.

16.2 **(b) Public Safety Support** 11,366,000 11,366,000

16.3 Appropriations by Fund

	<u>2026</u>	<u>2027</u>
16.4		
16.5 <u>General</u>	<u>6,001,000</u>	<u>6,001,000</u>
16.6 <u>Trunk Highway</u>	<u>5,365,000</u>	<u>5,365,000</u>

16.7 The base from the trunk highway fund is  
 16.8 \$5,472,000 in each of fiscal years 2028 and  
 16.9 2029.

16.10 **(c) Public Safety Officer Survivor Benefits** 1,640,000 1,640,000

16.11 This appropriation is from the general fund  
 16.12 for payment of public safety officer survivor  
 16.13 benefits under Minnesota Statutes, section  
 16.14 299A.44. If the appropriation for either year  
 16.15 is insufficient, the appropriation for the other  
 16.16 year is available for it.

16.17 **(d) Public Safety Officer Reimbursements** 1,367,000 1,367,000

16.18 This appropriation is from the general fund  
 16.19 for transfer to the public safety officer's benefit  
 16.20 account. This appropriation is available for  
 16.21 reimbursements under Minnesota Statutes,  
 16.22 section 299A.465.

16.23 **(e) Soft Body Armor Reimbursements** 745,000 745,000

16.24 This appropriation is from the general fund  
 16.25 for soft body armor reimbursements under  
 16.26 Minnesota Statutes, section 299A.38.

16.27 **(f) Technology and Support Services** 6,995,000 6,995,000

16.28 Appropriations by Fund

	<u>2026</u>	<u>2027</u>
16.29		
16.30 <u>General</u>	<u>1,743,000</u>	<u>1,743,000</u>
16.31 <u>Trunk Highway</u>	<u>5,252,000</u>	<u>5,252,000</u>

17.1 The base from the trunk highway fund is  
 17.2 \$5,387,000 in each of fiscal years 2028 and  
 17.3 2029.

17.4 **Subd. 3. State Patrol**

17.5 **(a) Patrolling Highways** 146,884,000      158,151,000

17.6 \$1,045,000 in fiscal year 2026 is for  
 17.7 recruitment and hiring initiatives.

17.8 \$10,365,000 in fiscal year 2027 is for  
 17.9 recruitment and hiring initiatives, and includes  
 17.10 costs associated with an additional State Patrol  
 17.11 trooper academy. This appropriation is  
 17.12 available until June 30, 2028.

17.13 The base is \$148,831,000 in each of fiscal  
 17.14 years 2028 and 2029.

17.15 **(b) Commercial Vehicle Enforcement** 18,861,000      18,861,000

17.16 **(c) Capitol Security** 19,243,000      19,243,000

17.17 This appropriation is from the general fund.

17.18 The commissioner must not:

17.19 (1) spend any money from the trunk highway  
 17.20 fund for capitol security; or

17.21 (2) permanently transfer any state trooper from  
 17.22 the patrolling highways activity to capitol  
 17.23 security.

17.24 The commissioner must not transfer any  
 17.25 money appropriated to the commissioner under  
 17.26 this section:

17.27 (1) to capitol security; or

17.28 (2) from capitol security.

17.29 **(d) Vehicle Crimes Unit** 1,290,000      1,303,000

17.30 This appropriation is from the highway user  
 17.31 tax distribution fund to investigate:

18.1 (1) registration tax and motor vehicle sales tax  
 18.2 liabilities from individuals and businesses that  
 18.3 currently do not pay all taxes owed; and  
 18.4 (2) illegal or improper activity related to the  
 18.5 sale, transfer, titling, and registration of motor  
 18.6 vehicles.

18.7 **Subd. 4. Driver and Vehicle Services**

18.8 <b><u>(a) Driver Services</u></b>	<u>47,665,000</u>	<u>47,647,000</u>
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18.9 This appropriation is from the driver and  
 18.10 vehicle services operating account under  
 18.11 Minnesota Statutes, section 299A.705.

18.12 \$133,000 in each year is for implementation  
 18.13 costs for the ignition interlock device program  
 18.14 under Minnesota Statutes, section 171.306.

18.15 \$11,000 in fiscal year 2026 is for costs related  
 18.16 to rulemaking for loss of consciousness or  
 18.17 voluntary control in conformance with article  
 18.18 2, section 74.

18.19 \$9,000 in fiscal year 2027 is for costs related  
 18.20 to appointment of a full-service provider in  
 18.21 Circle Pines in conformance with article 2,  
 18.22 section 75.

18.23 \$382,000 in each year is for costs related to  
 18.24 modification of driver's license revocation and  
 18.25 ignition interlock device program  
 18.26 requirements. This appropriation is only  
 18.27 available if a law is enacted in the 2025 regular  
 18.28 legislative session that amends requirements  
 18.29 governing driver's license revocations in  
 18.30 conjunction with ignition interlock device  
 18.31 program participation. If an appropriation for  
 18.32 this purpose is enacted more than once during

19.1 the 2025 regular legislative session, the  
 19.2 appropriation must be given effect once.

19.3 **(b) Vehicle Services** 31,959,000 31,960,000

19.4 This appropriation is from the driver and  
 19.5 vehicle services operating account under  
 19.6 Minnesota Statutes, section 299A.705.

19.7 \$2,189,000 in each year is for reimbursement  
 19.8 payments to deputy registrars under Minnesota  
 19.9 Statutes, section 168.33, subdivision 7a, and  
 19.10 to driver's license agents under Minnesota  
 19.11 Statutes, section 171.061, subdivision 4a.

19.12 \$91,000 in fiscal year 2026 and \$92,000 in  
 19.13 fiscal year 2027 is for public information costs  
 19.14 related to modification of the all-electric  
 19.15 vehicle surcharge under Minnesota Statutes,  
 19.16 section 168.013, subdivision 1m.

19.17 **Subd. 5. Traffic Safety** 5,855,000 5,861,000

19.18	<u>Appropriations by Fund</u>	
19.19	<u>2026</u>	<u>2027</u>
19.20	<u>4,495,000</u>	<u>4,495,000</u>
19.21	<u>1,360,000</u>	<u>1,366,000</u>

19.22 \$485,000 in each year is from the trunk  
 19.23 highway fund for a federal match related to  
 19.24 planning and administration of highway safety  
 19.25 activities.

19.26 \$1,000,000 in each year is from the general  
 19.27 fund for operations and traffic safety projects,  
 19.28 grants, and other activities of the Advisory  
 19.29 Council on Traffic Safety under Minnesota  
 19.30 Statutes, section 4.076.

19.31 \$2,000,000 in each year is from the general  
 19.32 fund for the drug evaluation and classification  
 19.33 program for drug recognition evaluator

20.1 training; phlebotomists; drug recognition  
 20.2 training for peace officers, as defined in  
 20.3 Minnesota Statutes, section 626.84,  
 20.4 subdivision 1, paragraph (c); required  
 20.5 continuing education training for drug  
 20.6 recognition experts; program administration;  
 20.7 grants to local law enforcement divisions; and  
 20.8 grants to eligible employers for drug  
 20.9 evaluation and classification training costs of  
 20.10 their staff. The commissioner must make  
 20.11 reasonable efforts to reflect the geographic  
 20.12 diversity of the state in making expenditures.

20.13 **Subd. 6. Pipeline Safety** 2,003,000 2,003,000

<u>Appropriations by Fund</u>	<u>2026</u>	<u>2027</u>
<u>General</u>	<u>560,000</u>	<u>560,000</u>
<u>Special Revenue</u>	<u>1,443,000</u>	<u>1,443,000</u>

20.18 The appropriation from the special revenue  
 20.19 fund is from the pipeline safety account under  
 20.20 Minnesota Statutes, section 299J.18.

20.21 **Sec. 5. APPROPRIATION; EMPOWERING SMALL MINNESOTA**  
 20.22 **COMMUNITIES PROGRAM.**

20.23 \$2,500,000 in fiscal year 2026 and \$2,500,000 in fiscal year 2027 is appropriated from  
 20.24 the general fund to the Board of Regents of the University of Minnesota for the empowering  
 20.25 small Minnesota communities program under Minnesota Statutes, section 137.345. This is  
 20.26 a onetime appropriation.

20.27 **Sec. 6. APPROPRIATION; LOCAL ROAD WETLAND REPLACEMENT**  
 20.28 **PROGRAM.**

20.29 \$10,000,000 in fiscal year 2026 is appropriated to the Board of Water and Soil Resources  
 20.30 to acquire land or permanent easements and to restore, create, enhance, and preserve wetlands  
 20.31 to replace those wetlands drained or filled as a result of the repair, reconstruction,  
 20.32 replacement, or rehabilitation of existing public roads as required by Minnesota Statutes,  
 20.33 section 103G.222, subdivision 1, paragraphs (l) and (m). The board may vary the priority

21.1 order of Minnesota Statutes, section 103G.222, subdivision 3, paragraph (a), to implement  
21.2 an in-lieu fee agreement approved by the United States Army Corps of Engineers under  
21.3 section 404 of the federal Clean Water Act. The purchase price paid for acquisition of land  
21.4 or permanent easement must be a fair market value as determined by the board. The board  
21.5 may enter into agreements with the federal government, other state agencies, political  
21.6 subdivisions, nonprofit organizations, fee title owners, or other qualified private entities to  
21.7 acquire wetland replacement credits in accordance with Minnesota Rules, chapter 8420.  
21.8 The base is \$6,370,000 in fiscal year 2028 and \$6,370,000 in fiscal year 2029.

21.9 Sec. 7. **APPROPRIATIONS; PRIORITY LOCAL TRANSPORTATION PROJECTS.**

21.10 Subdivision 1. **Anoka; Rum River Dam pedestrian bridge.** \$5,469,000 in fiscal year  
21.11 2026 is appropriated from the general fund to the commissioner of transportation for one  
21.12 or more grants to the city of Anoka for design, engineering, environmental analysis,  
21.13 right-of-way acquisition including easements, and construction of a pedestrian bridge over  
21.14 the Rum River Dam in the city of Anoka, in association with Rum River Dam improvements.  
21.15 This is a onetime appropriation and is available until June 30, 2029.

21.16 Subd. 2. **Arden Hills; Old Highway 10 Trail.** \$1,650,000 in fiscal year 2026 is  
21.17 appropriated from the general fund to the commissioner of transportation for a grant to the  
21.18 city of Arden Hills for right-of-way acquisition including easements and construction of a  
21.19 pedestrian and bicycle trail along Old Highway 10 North from Lake Valentine Road to  
21.20 Lakeshore Place in the city of Arden Hills to connect to the existing regional trail along  
21.21 Ramsey County State-Aid Highway 96. This appropriation is available for a boardwalk  
21.22 required by the United States Fish and Wildlife Service over a wetland space in the project  
21.23 area. This is a onetime appropriation and is available until June 30, 2029.

21.24 Subd. 3. **Fairmont; local roads.** \$5,430,000 in fiscal year 2026 is appropriated from  
21.25 the general fund to the commissioner of transportation for a grant to the city of Fairmont  
21.26 for right-of-way acquisition including easements and construction of Kot Street from Charles  
21.27 Street to South Prairie Avenue, and an extension of Fairlakes Avenue to connect Woodland  
21.28 Avenue with Lake Avenue, in the city of Fairmont. This appropriation is available for  
21.29 associated utility and street infrastructure. This is a onetime appropriation and is available  
21.30 until June 30, 2029.

21.31 Subd. 4. **Minneapolis; traffic calming.** \$2,500,000 in fiscal year 2026 and \$2,500,000  
21.32 in fiscal year 2027 is appropriated from the general fund to the commissioner of transportation  
21.33 for one or more grants to the city of Minneapolis for traffic calming infrastructure  
21.34 improvements in the city of Minneapolis, which may include but are not limited to horizontal

22.1 and vertical deflection elements, intersection improvements, paint, curb bump-outs, bollards,  
22.2 raised crosswalks, and other improvements to improve traffic safety in the road right-of-way.  
22.3 Improvements made on nonmunicipal state-aid streets do not need to meet municipal state-aid  
22.4 streets standards. This is a onetime appropriation.

22.5 Subd. 5. **Murray County; highway department maintenance facility.** \$2,000,000 in  
22.6 fiscal year 2026 is appropriated from the general fund to the commissioner of transportation  
22.7 for a grant to Murray County for design, engineering, construction, furnishing, and equipping  
22.8 Phase 2 of a new highway department maintenance facility for Murray County in the city  
22.9 of Slayton. This appropriation is available for the construction of facility space to store  
22.10 equipment, chemicals, and other materials related to highway maintenance; power and fuel  
22.11 supply systems; and associated improvements to the site to manage traffic safety and  
22.12 stormwater issues related to the facility. This is a onetime appropriation and is available  
22.13 until June 30, 2029.

22.14 Subd. 6. **Otter Tail County; Otter Tail CSAH 76 bridge.** \$270,000 in fiscal year 2026  
22.15 is appropriated from the general fund to the commissioner of transportation for a grant to  
22.16 Otter Tail County for improvements or replacement of the Otter Tail County State-Aid  
22.17 Highway 76 bridge over Bluff Creek. This is a onetime appropriation and is available until  
22.18 June 30, 2029.

22.19 Subd. 7. **Rogers; Hennepin CSAH 150.** \$4,000,000 in fiscal year 2026 is appropriated  
22.20 from the general fund to the commissioner of transportation for a grant to the city of Rogers  
22.21 for construction or reconstruction of Hennepin County State-Aid Highway 150 (Main Street)  
22.22 from Hennepin County State-Aid Highway 116 (Territorial Road) to John Deere Lane in  
22.23 the city of Rogers. This appropriation is available for replacement of associated utilities,  
22.24 pedestrian safety improvements, and improvements consistent with the safe routes to school  
22.25 program under Minnesota Statutes, section 174.40. This is a onetime appropriation and is  
22.26 available until June 30, 2029.

22.27 Subd. 8. **Shakopee; railroad quiet zones.** \$6,000,000 in fiscal year 2026 is appropriated  
22.28 from the general fund to the commissioner of transportation for a grant to the city of Shakopee  
22.29 for predesign, design, engineering, environmental analysis, right-of-way acquisition including  
22.30 easements, construction, and equipping new passive and active rail grade crossing warning  
22.31 safety devices necessary to establish quiet zone areas at grade crossings of railroad tracks  
22.32 and city streets in the city of Shakopee. This is a onetime appropriation and is available  
22.33 until June 30, 2029.

23.1 Subd. 9. Stearns County; 322nd Street. \$3,150,000 in fiscal year 2026 is appropriated  
23.2 from the general fund to the commissioner of transportation for one or more grants to Stearns  
23.3 County, the city of St. Cloud, or both for design, engineering, environmental analysis,  
23.4 right-of-way acquisition including easements, and reconstruction of 322nd Street from  
23.5 Stearns County State-Aid Highway 4 to Stearns County State-Aid Highway 133 in and  
23.6 adjacent to the city of St. Cloud. This is a onetime appropriation and is available until June  
23.7 30, 2029.

23.8 Subd. 10. Stillwater; Myrtle Street. \$2,023,000 in fiscal year 2026 is appropriated  
23.9 from the general fund to the commissioner of transportation for a grant to the city of Stillwater  
23.10 for design and reconstruction of Myrtle Street from Owens Street to Main Street, and other  
23.11 associated streets to support the construction, in the city of Stillwater. This appropriation  
23.12 is available for reconstruction of retaining walls and water and sanitary sewer utilities. This  
23.13 is a onetime appropriation and is available until June 30, 2029.

23.14 Subd. 11. Waconia; local roads with Trunk Highway 5. \$4,700,000 in fiscal year  
23.15 2026 is appropriated from the general fund to the commissioner of transportation for a grant  
23.16 to the city of Waconia for design, engineering, and construction or reconstruction of local  
23.17 road improvements related to the reconstruction of marked Trunk Highway 5 from the  
23.18 intersection with marked Trunk Highway 284 and South Olive Street to the intersection  
23.19 with Carver County State-Aid Highway 59 (Main Street) in the city of Waconia. For the  
23.20 purposes of this subdivision, "local road improvements" includes but is not limited to  
23.21 frontage roads, backage roads, connecting local streets, trails, and utility infrastructure. This  
23.22 is a onetime appropriation and is available until June 30, 2029.

23.23 **Sec. 8. APPROPRIATIONS; PRIORITY TRUNK HIGHWAY PROJECTS.**

23.24 Subdivision 1. Lakeville; Interstate 35 and Dakota CSAH 50 interchange. \$40,800,000  
23.25 in fiscal year 2026 is appropriated from the trunk highway fund to the commissioner of  
23.26 transportation for predesign, design, engineering, environmental analysis, right-of-way  
23.27 acquisition including easements, and construction of bridge and interchange improvements  
23.28 at marked Interstate Highway 35 and Dakota County State-Aid Highway 50 (Kenwood  
23.29 Trail) in the city of Lakeville, including bridges over Dakota County State-Aid Highway  
23.30 50. This is a onetime appropriation and is available until June 30, 2029.

23.31 Subd. 2. Crookston; U.S. Highway 2 improvements. \$2,700,000 in fiscal year 2026  
23.32 is appropriated from the trunk highway fund to the commissioner of transportation for  
23.33 predesign, design, engineering, right-of-way acquisition including easements, and  
23.34 construction of safety improvements along the marked U.S. Highway 2 corridor in the city

24.1 of Crookston. This appropriation is available for use on portions of the project eligible for  
24.2 trunk highway funds. This is a onetime appropriation and is available until June 30, 2029.

24.3 Subd. 3. **Shafer; U.S. Highway 8 roundabout.** \$3,500,000 in fiscal year 2026 is  
24.4 appropriated from the trunk highway fund to the commissioner of transportation for  
24.5 predesign, design, engineering, environmental analysis, right-of-way acquisition including  
24.6 easements, and construction of a roundabout on marked U.S. Highway 8 at the intersection  
24.7 with Chisago County State-Aid Highway 21 in the city of Shafer. This appropriation is for  
24.8 the portion of the project that is eligible for use of trunk highway fund money. This is a  
24.9 onetime appropriation and is available until June 30, 2029.

24.10 Subd. 4. **Maple Grove; U.S. Highway 169 and Hennepin CSAH 130**  
24.11 **interchange.** \$8,600,000 in fiscal year 2026 is appropriated from the general fund to the  
24.12 commissioner of transportation for predesign, design, engineering, right-of-way acquisition  
24.13 including easements, and construction of capacity and safety improvements to the interchange  
24.14 at marked U.S. Highway 169 and Hennepin County State-Aid Highway 130 in the city of  
24.15 Maple Grove. This appropriation does not require a nonstate match. This is a onetime  
24.16 appropriation and is available until June 30, 2029.

24.17 Subd. 5. **Coon Rapids; Trunk Highway 610 and East River Road**  
24.18 **interchange.** \$10,000,000 in fiscal year 2026 is appropriated from the trunk highway fund  
24.19 to the commissioner of transportation for final design, right-of-way acquisition including  
24.20 easements, construction, and associated improvements for the interchange at marked Trunk  
24.21 Highway 610 and Anoka County State-Aid Highway 1 (East River Road) in the city of  
24.22 Coon Rapids. This appropriation is for the portion of the project that is eligible for use of  
24.23 trunk highway fund money. This appropriation is in addition to the appropriations for the  
24.24 same project in Laws 2023, chapter 68, article 1, section 17, subdivision 15, and Laws 2020,  
24.25 Fifth Special Session chapter 3, article 1, section 16, subdivision 3. This is a onetime  
24.26 appropriation and is available until June 30, 2029.

24.27 Sec. 9. **APPROPRIATION CANCELLATIONS.**

24.28 (a) Of the appropriation in fiscal year 2023 under Laws 2023, chapter 68, article 1,  
24.29 section 10, for a rail corridor service analysis, \$3,072,000 is canceled to the general fund  
24.30 on the effective date of this section.

24.31 (b) Of the appropriation in fiscal years 2024 and 2025 under Laws 2023, chapter 68,  
24.32 article 1, section 4, subdivision 5, for projects and activities of the Advisory Council on  
24.33 Traffic Safety, \$3,250,000 is canceled to the general fund on the effective date of this section.

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

25.2 Sec. 10. **TRANSFERS.**

25.3 (a) \$6,155,000 in fiscal year 2026 and \$6,284,000 in fiscal year 2027 are transferred  
 25.4 from the general fund to the active transportation account under Minnesota Statutes, section  
 25.5 174.38.

25.6 (b) In each applicable forecast under Minnesota Statutes, section 16A.103, prepared on  
 25.7 or after the effective date of this section, the commissioner of management and budget must  
 25.8 include transfers of \$4,284,000 in fiscal year 2028 and in each fiscal year thereafter from  
 25.9 the general fund to the active transportation account under Minnesota Statutes, section  
 25.10 174.38.

25.11 (c) In each applicable forecast under Minnesota Statutes, section 16A.103, prepared on  
 25.12 or after the effective date of this section, the commissioner of management and budget must  
 25.13 include transfers of \$30,821,000 in fiscal year 2028 and \$35,759,000 in fiscal year 2029  
 25.14 from the general fund to the trunk highway fund.

25.15 (d) In each applicable forecast under Minnesota Statutes, section 16A.103, prepared on  
 25.16 or after the effective date of this section, the commissioner of management and budget must  
 25.17 include transfers of \$30,820,000 in fiscal year 2028 and \$35,758,000 in fiscal year 2029  
 25.18 from the general fund to the county state-aid highway fund.

25.19 Sec. 11. Laws 2021, First Special Session chapter 5, article 1, section 2, subdivision 2, as  
 25.20 amended by Laws 2024, chapter 127, article 1, section 10, is amended to read:

25.21 **Subd. 2. Multimodal Systems**

25.22 **(a) Aeronautics**

25.23 **(1) Airport Development and Assistance** 24,198,000 18,598,000

25.24 Appropriations by Fund

25.25 2022 2023

25.26 General 5,600,000 -0-

25.27 Airports 18,598,000 18,598,000

25.28 This appropriation is from the state airports  
 25.29 fund and must be spent according to  
 25.30 Minnesota Statutes, section 360.305,  
 25.31 subdivision 4.

26.1 \$5,600,000 in fiscal year 2022 is from the  
 26.2 general fund for a grant to the city of Karlstad  
 26.3 for the acquisition of land, predesign, design,  
 26.4 engineering, and construction of a primary  
 26.5 airport runway. This appropriation is for Phase  
 26.6 1 of the project.

26.7 Notwithstanding Minnesota Statutes, section  
 26.8 16A.28, subdivision 6, this appropriation is  
 26.9 available for five years after the year of the  
 26.10 appropriation. If the appropriation for either  
 26.11 year is insufficient, the appropriation for the  
 26.12 other year is available for it.

26.13 If the commissioner of transportation  
 26.14 determines that a balance remains in the state  
 26.15 airports fund following the appropriations  
 26.16 made in this article and that the appropriations  
 26.17 made are insufficient for advancing airport  
 26.18 development and assistance projects, an  
 26.19 amount necessary to advance the projects, not  
 26.20 to exceed the balance in the state airports fund,  
 26.21 is appropriated in each year to the  
 26.22 commissioner and must be spent according to  
 26.23 Minnesota Statutes, section 360.305,  
 26.24 subdivision 4. Within two weeks of a  
 26.25 determination under this contingent  
 26.26 appropriation, the commissioner of  
 26.27 transportation must notify the commissioner  
 26.28 of management and budget and the chairs,  
 26.29 ranking minority members, and staff of the  
 26.30 legislative committees with jurisdiction over  
 26.31 transportation finance concerning the funds  
 26.32 appropriated. Funds appropriated under this  
 26.33 contingent appropriation do not adjust the base  
 26.34 for fiscal years 2024 and 2025.

26.35 <b>(2) Aviation Support Services</b>	8,332,000	8,340,000
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27.1	Appropriations by Fund		
27.2		2022	2023
27.3	General	1,650,000	1,650,000
27.4	Airports	6,682,000	6,690,000
27.5	<p>\$28,000 in fiscal year 2022 and \$36,000 in</p>		
27.6	<p>fiscal year 2023 are from the state airports</p>		
27.7	<p>fund for costs related to regulating unmanned</p>		
27.8	<p>aircraft systems.</p>		
27.9	<b>(3) Civil Air Patrol</b>	80,000	80,000
27.10	<p>This appropriation is from the state airports</p>		
27.11	<p>fund for the Civil Air Patrol.</p>		
27.12	<b>(b) Transit and Active Transportation</b>	23,501,000	18,201,000
27.13	<p>This appropriation is from the general fund.</p>		
27.14	<p>\$5,000,000 in fiscal year 2022 is for the active</p>		
27.15	<p>transportation program under Minnesota</p>		
27.16	<p>Statutes, section 174.38. This is a onetime</p>		
27.17	<p>appropriation and is available until June 30,</p>		
27.18	<p>2025.</p>		
27.19	<p>\$300,000 in fiscal year 2022 is for a grant to</p>		
27.20	<p>the 494 Corridor Commission. The</p>		
27.21	<p>commissioner must not retain any portion of</p>		
27.22	<p>the funds appropriated under this section. The</p>		
27.23	<p>commissioner must make grant payments in</p>		
27.24	<p>full by December 31, 2021. Funds under this</p>		
27.25	<p>grant are for programming and service</p>		
27.26	<p>expansion to assist companies and commuters</p>		
27.27	<p>in telecommuting efforts and promotion of</p>		
27.28	<p>best practices. A grant recipient must provide</p>		
27.29	<p>telework resources, assistance, information,</p>		
27.30	<p>and related activities on a statewide basis. This</p>		
27.31	<p>is a onetime appropriation.</p>		
27.32	<b>(c) Safe Routes to School</b>	5,500,000	500,000

28.1 This appropriation is from the general fund  
 28.2 for the safe routes to school program under  
 28.3 Minnesota Statutes, section 174.40.

28.4 If the appropriation for either year is  
 28.5 insufficient, the appropriation for the other  
 28.6 year is available for it.

28.7 **(d) Passenger Rail** 10,500,000 500,000

28.8 This appropriation is from the general fund  
 28.9 for passenger rail activities under Minnesota  
 28.10 Statutes, sections 174.632 to 174.636.

28.11 \$10,000,000 in fiscal year 2022 is for final  
 28.12 design and construction to provide for a  
 28.13 second daily Amtrak train service between  
 28.14 Minneapolis and St. Paul and Chicago. The  
 28.15 commissioner may expend funds for program  
 28.16 delivery and administration from this amount.

28.17 This is a onetime appropriation and is  
 28.18 available until June 30, ~~2025~~ 2028.

28.19 **(e) Freight** 8,342,000 7,323,000

28.20	Appropriations by Fund		
28.21		2022	2023
28.22	General	2,464,000	1,445,000
28.23	Trunk Highway	5,878,000	5,878,000

28.24 \$1,000,000 in fiscal year 2022 is from the  
 28.25 general fund for procurement costs of a  
 28.26 statewide freight network optimization tool.

28.27 This is a onetime appropriation and is  
 28.28 available until June 30, 2023.

28.29 \$350,000 in fiscal year 2022 and \$287,000 in  
 28.30 fiscal year 2023 are from the general fund for  
 28.31 two additional rail safety inspectors in the state  
 28.32 rail safety inspection program under  
 28.33 Minnesota Statutes, section 219.015. In each  
 28.34 year, the commissioner must not increase the

29.1 total assessment amount under Minnesota  
 29.2 Statutes, section 219.015, subdivision 2, from  
 29.3 the most recent assessment amount.

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

29.5 Sec. 12. Laws 2021, First Special Session chapter 14, article 11, section 45, is amended  
 29.6 to read:

29.7 **Sec. 45. APPROPRIATION; DEPARTMENT OF TRANSPORTATION.**

29.8 \$6,200,000 in fiscal year 2022 is appropriated from the general fund to the commissioner  
 29.9 of transportation for project development of a land bridge freeway lid over marked Interstate  
 29.10 Highway 94 in a portion of the segment from Lexington Avenue to Rice Street in St. Paul.  
 29.11 This amount is available to match federal funds and for project planning and development,  
 29.12 including area planning, community and land use planning, economic development planning,  
 29.13 design, and project management and analysis. From this amount, the commissioner may  
 29.14 make grants to Reconnect Rondo to perform any eligible project development activities.  
 29.15 This is a onetime appropriation and is available until June 30, ~~2025~~ 2026.

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

29.17 Sec. 13. Laws 2023, chapter 60, article 10, section 9, is amended to read:

29.18	<b>Sec. 9. DEPARTMENT OF</b>			
29.19	<b>TRANSPORTATION</b>	<b>\$</b>	<b>310,000</b>	<b>\$ -0-</b>

29.20 ~~\$310,000 the first year is for awarding grants~~  
 29.21 to assist manufacturers to obtain  
 29.22 environmental product declarations for certain  
 29.23 construction materials used to build roads and  
 29.24 other transportation infrastructure under  
 29.25 Minnesota Statutes, section 16B.312. Of this  
 29.26 amount, up to \$10,000 is for the reasonable  
 29.27 costs of the department to administer that  
 29.28 section. This appropriation is available until  
 29.29 June 30, 2027.

30.1 Sec. 14. Laws 2023, chapter 68, article 1, section 2, subdivision 2, is amended to read:

30.2 Subd. 2. **Multimodal Systems**

30.3 (a) **Aeronautics**

30.4 (1) **Airport Development and Assistance** 69,598,000 18,598,000

30.5 Appropriations by Fund

30.6 2024 2025

30.7 General 36,000,000 -0-

30.8 Airports 33,598,000 18,598,000

30.9 The appropriation from the state airports fund  
 30.10 must be spent according to Minnesota Statutes,  
 30.11 section 360.305, subdivision 4.

30.12 \$36,000,000 in fiscal year 2024 is from the  
 30.13 general fund for matches to federal aid and  
 30.14 state investments related to airport  
 30.15 infrastructure projects. This is a onetime  
 30.16 appropriation and is available until June 30,  
 30.17 2027.

30.18 \$15,000,000 in fiscal year 2024 is from the  
 30.19 state airports fund for system maintenance of  
 30.20 critical airport safety systems, equipment, and  
 30.21 essential airfield technology.

30.22 Notwithstanding Minnesota Statutes, section  
 30.23 16A.28, subdivision 6, the appropriation from  
 30.24 the state airports fund is available for five  
 30.25 years after the year of the appropriation. If the  
 30.26 appropriation for either year is insufficient,  
 30.27 the appropriation for the other year is available  
 30.28 for it.

30.29 If the commissioner of transportation  
 30.30 determines that a balance remains in the state  
 30.31 airports fund following the appropriations  
 30.32 made in this article and that the appropriations  
 30.33 made are insufficient for advancing airport

31.1 development and assistance projects, an  
 31.2 amount necessary to advance the projects, not  
 31.3 to exceed the balance in the state airports fund,  
 31.4 is appropriated in each year to the  
 31.5 commissioner and must be spent according to  
 31.6 Minnesota Statutes, section 360.305,  
 31.7 subdivision 4. Within two weeks of a  
 31.8 determination under this contingent  
 31.9 appropriation, the commissioner of  
 31.10 transportation must notify the commissioner  
 31.11 of management and budget and the chairs,  
 31.12 ranking minority members, and staff of the  
 31.13 legislative committees with jurisdiction over  
 31.14 transportation finance concerning the funds  
 31.15 appropriated. Funds appropriated under this  
 31.16 contingent appropriation do not adjust the base  
 31.17 for fiscal years 2026 and 2027.

31.18 **(2) Aviation Support Services** 15,397,000 8,431,000

31.19	Appropriations by Fund		
31.20		2024	2025
31.21	General	8,707,000	1,741,000
31.22	Airports	6,690,000	6,690,000

31.23 \$7,000,000 in fiscal year 2024 is from the  
 31.24 general fund to purchase two utility aircraft  
 31.25 for the Department of Transportation.

31.26 **(3) Civil Air Patrol** 80,000 80,000

31.27 This appropriation is from the state airports  
 31.28 fund for the Civil Air Patrol.

31.29 **(b) Transit and Active Transportation** 58,478,000 18,374,000

31.30 This appropriation is from the general fund.  
 31.31 \$200,000 in fiscal year 2024 and \$50,000 in  
 31.32 fiscal year 2025 are for a grant to the city of  
 31.33 Rochester to implement demand response  
 31.34 transit service using electric transit vehicles.

32.1 The money is available for mobile software  
 32.2 application development; vehicles and  
 32.3 equipment, including accessible vehicles;  
 32.4 associated charging infrastructure; and capital  
 32.5 and operating costs.

32.6 \$40,000,000 in fiscal year 2024 is for matches  
 32.7 to federal aid and state investments related to  
 32.8 transit and active transportation projects. This  
 32.9 is a onetime appropriation and is available  
 32.10 until June 30, 2027.

32.11 **(c) Safe Routes to School** 15,297,000 10,500,000

32.12 This appropriation is from the general fund  
 32.13 for the safe routes to school program under  
 32.14 Minnesota Statutes, section 174.40.

32.15 If the appropriation for either year is  
 32.16 insufficient, the appropriation for the other  
 32.17 year is available for it. The appropriations in  
 32.18 each year are available until June 30, 2027.

32.19 The base for this appropriation is \$1,500,000  
 32.20 in each of fiscal years 2026 and 2027.

32.21 **(d) Passenger Rail** 197,521,000 4,226,000

32.22 This appropriation is from the general fund  
 32.23 for passenger rail activities under Minnesota  
 32.24 Statutes, sections 174.632 to 174.636.

32.25 \$194,700,000 in fiscal year 2024 is for capital  
 32.26 improvements and betterments for the  
 32.27 Minneapolis-Duluth Northern Lights Express  
 32.28 intercity passenger rail project, including  
 32.29 preliminary engineering, design, engineering,  
 32.30 environmental analysis and mitigation,  
 32.31 acquisition of land and right-of-way,  
 32.32 equipment and rolling stock, and construction.  
 32.33 From this appropriation, the amount necessary

33.1 is for: (1) Coon Rapids station improvements  
 33.2 to establish a joint station that provides for  
 33.3 Amtrak train service on the Empire Builder  
 33.4 line between Chicago and Seattle; and (2)  
 33.5 acquisition of equipment and rolling stock for  
 33.6 purposes of participation in the Midwest fleet  
 33.7 pool to provide for service on Northern Lights  
 33.8 Express and expanded Amtrak train service  
 33.9 between Minneapolis and St. Paul and  
 33.10 Chicago. The commissioner of transportation  
 33.11 must not approve additional stops or stations  
 33.12 beyond those included in the Federal Railroad  
 33.13 Administration's January 2018 Finding of No  
 33.14 Significant Impact and Section 4(f)  
 33.15 Determination if the commissioner determines  
 33.16 that the resulting speed reduction would  
 33.17 negatively impact total ridership. This  
 33.18 appropriation is onetime and is available until  
 33.19 June 30, 2028.

33.20 \$1,833,000 in fiscal year 2024 and \$3,238,000  
 33.21 in fiscal year 2025 are for a match to federal  
 33.22 aid for capital and operating costs for  
 33.23 expanded Amtrak train service between  
 33.24 Minneapolis and St. Paul and Chicago. These  
 33.25 amounts are available until June 30, 2028.

33.26 The base from the general fund is \$5,742,000  
 33.27 in each of fiscal years 2026 and 2027.

33.28 **(e) Freight** 14,650,000 9,066,000

33.29	Appropriations by Fund		
33.30	2024	2025	
33.31	General	8,283,000	2,400,000
33.32	Trunk Highway	6,367,000	6,666,000

33.33 \$5,000,000 in fiscal year 2024 is from the  
 33.34 general fund for matching federal aid grants  
 33.35 for improvements, engineering, and

34.1 administrative costs for the Stone Arch Bridge  
 34.2 in Minneapolis. This is a onetime  
 34.3 appropriation and is available until June 30,  
 34.4 2027.

34.5 \$1,000,000 in each year is from the general  
 34.6 fund for staff, operating costs, and  
 34.7 maintenance related to weight and safety  
 34.8 enforcement systems.

34.9 \$974,000 in fiscal year 2024 is from the  
 34.10 general fund for procurement costs of a  
 34.11 statewide freight network optimization tool  
 34.12 under Laws 2021, First Special Session  
 34.13 chapter 5, article 4, section 133. This is a  
 34.14 onetime appropriation and is available until  
 34.15 June 30, 2025.

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

34.17 Sec. 15. Laws 2023, chapter 68, article 1, section 2, subdivision 3, is amended to read:

34.18 **Subd. 3. State Roads**

34.19 **(a) Operations and Maintenance** 414,220,000 425,341,000

34.20	Appropriations by Fund		
34.21		2024	2025
34.22	General	2,000,000	-0-
34.23	Trunk Highway	412,220,000	425,341,000

34.24 \$1,000,000 in fiscal year 2024 is from the  
 34.25 general fund for the highways for habitat  
 34.26 program under Minnesota Statutes, section  
 34.27 160.2325. This amount is available until June  
 34.28 30, 2027.

34.29 \$248,000 in each year is from the trunk  
 34.30 highway fund for living snow fence  
 34.31 implementation and maintenance activities.

34.32 \$1,000,000 in fiscal year 2024 is from the  
 34.33 general fund for safe road zones under

35.1 Minnesota Statutes, section 169.065, including  
 35.2 development and delivery of public awareness  
 35.3 and education campaigns about safe road  
 35.4 zones.

35.5 **(b) Program Planning and Delivery**

35.6	<b>(1) Planning and Research</b>	32,679,000	33,465,000
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35.7 The commissioner may use any balance  
 35.8 remaining in this appropriation for program  
 35.9 delivery under clause (2).

35.10 \$130,000 in each year is available for  
 35.11 administrative costs of the targeted group  
 35.12 business program.

35.13 \$266,000 in each year is available for grants  
 35.14 to metropolitan planning organizations outside  
 35.15 the seven-county metropolitan area.

35.16 \$900,000 in each year is available for grants  
 35.17 for transportation studies outside the  
 35.18 metropolitan area to identify critical concerns,  
 35.19 problems, and issues. These grants are  
 35.20 available: (i) to regional development  
 35.21 commissions; (ii) in regions where no regional  
 35.22 development commission is functioning, to  
 35.23 joint powers boards established under  
 35.24 agreement of two or more political  
 35.25 subdivisions in the region to exercise the  
 35.26 planning functions of a regional development  
 35.27 commission; and (iii) in regions where no  
 35.28 regional development commission or joint  
 35.29 powers board is functioning, to the Department  
 35.30 of Transportation district office for that region.

35.31	<b>(2) Program Delivery</b>	274,451,000	273,985,000
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35.32 **Appropriations by Fund**

35.33		2024	2025
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36.1	General	2,250,000	2,000,000
36.2	Trunk Highway	272,201,000	271,985,000

36.3 This appropriation includes use of consultants  
 36.4 to support development and management of  
 36.5 projects.

36.6 \$10,000,000 in fiscal year 2024 is from the  
 36.7 trunk highway fund for roadway design and  
 36.8 related improvements that reduce speeds and  
 36.9 eliminate intersection interactions on rural  
 36.10 high-risk roadways. The commissioner must  
 36.11 identify roadways based on crash information  
 36.12 and in consultation with the Advisory Council  
 36.13 on Traffic Safety under Minnesota Statutes,  
 36.14 section 4.076, and local traffic safety partners.

36.15 This is a onetime appropriation and is  
 36.16 available until June 30, 2026.

36.17 \$2,000,000 in each year is from the general  
 36.18 fund for implementation of climate-related  
 36.19 programs as provided under the federal  
 36.20 Infrastructure Investment and Jobs Act, Public  
 36.21 Law 117-58.

36.22 \$1,193,000 in fiscal year 2024 is from the  
 36.23 trunk highway fund for costs related to the  
 36.24 property conveyance to the Upper Sioux  
 36.25 Community of state-owned land within the  
 36.26 boundaries of Upper Sioux Agency State Park,  
 36.27 including fee purchase, property purchase,  
 36.28 appraisals, and road and bridge demolition  
 36.29 and related engineering. This amount is  
 36.30 available until June 30, 2027.

36.31 \$250,000 in fiscal year 2024 is from the  
 36.32 general fund for costs related to the Clean  
 36.33 Transportation Fuel Standard Working Group  
 36.34 established under article 4, section 124.

37.1 \$1,000,000 in each year is available from the  
 37.2 trunk highway fund for management of  
 37.3 contaminated and regulated material on  
 37.4 property owned by the Department of  
 37.5 Transportation, including mitigation of  
 37.6 property conveyances, facility acquisition or  
 37.7 expansion, chemical release at maintenance  
 37.8 facilities, and spills on the trunk highway  
 37.9 system where there is no known responsible  
 37.10 party. If the appropriation for either year is  
 37.11 insufficient, the appropriation for the other  
 37.12 year is available for it.

37.13 **(c) State Road Construction** 1,207,013,000 1,174,045,000

37.14	Appropriations by Fund		
37.15		2024	2025
37.16	General	1,800,000	-0-
37.17	Trunk Highway	1,205,213,000	1,174,045,000

37.18 This appropriation is for the actual  
 37.19 construction, reconstruction, and improvement  
 37.20 of trunk highways, including design-build  
 37.21 contracts, internal department costs associated  
 37.22 with delivering the construction program,  
 37.23 consultant usage to support these activities,  
 37.24 and the cost of actual payments to landowners  
 37.25 for lands acquired for highway rights-of-way,  
 37.26 payment to lessees, interest subsidies, and  
 37.27 relocation expenses.

37.28 This appropriation includes federal highway  
 37.29 aid. The commissioner of transportation must  
 37.30 notify the chairs, ranking minority members,  
 37.31 and staff of the legislative committees with  
 37.32 jurisdiction over transportation finance of any  
 37.33 significant events that cause the estimates of  
 37.34 federal aid to change.

38.1 \$1,500,000 in fiscal year 2024 is from the  
 38.2 general fund for living snow fence  
 38.3 implementation, including: acquiring and  
 38.4 planting trees, shrubs, native grasses, and  
 38.5 wildflowers that are climate adaptive to  
 38.6 Minnesota; improvements; contracts;  
 38.7 easements; rental agreements; and program  
 38.8 delivery.

38.9 \$300,000 in fiscal year 2024 is from the  
 38.10 general fund for additions and modifications  
 38.11 to work zone design or layout to reduce  
 38.12 vehicle speeds in a work zone. This  
 38.13 appropriation is available following a  
 38.14 determination by the commissioner that the  
 38.15 initial work zone design or layout  
 38.16 insufficiently provides for reduced vehicle  
 38.17 speeds.

38.18 The commissioner may expend up to one-half  
 38.19 of one percent of the federal appropriations  
 38.20 under this paragraph as grants to opportunity  
 38.21 industrialization centers and other nonprofit  
 38.22 job training centers for job training programs  
 38.23 related to highway construction.

38.24 The commissioner may transfer up to  
 38.25 \$15,000,000 in each year to the transportation  
 38.26 revolving loan fund.

38.27 The commissioner may receive money  
 38.28 covering other shares of the cost of partnership  
 38.29 projects. These receipts are appropriated to  
 38.30 the commissioner for these projects.

38.31 The base from the trunk highway fund is  
 38.32 \$1,161,813,000 in each of fiscal years 2026  
 38.33 and 2027.

38.34	(d) <b>Corridors of Commerce</b>	25,000,000	25,000,000
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39.1 This appropriation is for the corridors of  
 39.2 commerce program under Minnesota Statutes,  
 39.3 section 161.088. The commissioner may use  
 39.4 up to 17 percent of the amount in each year  
 39.5 for program delivery.

39.6 **(e) Highway Debt Service** 268,336,000 291,394,000

39.7 \$265,336,000 in fiscal year 2024 and  
 39.8 \$288,394,000 in fiscal year 2025 are for  
 39.9 transfer to the state bond fund. If this  
 39.10 appropriation is insufficient to make all  
 39.11 transfers required in the year for which it is  
 39.12 made, the commissioner of management and  
 39.13 budget must transfer the deficiency amount  
 39.14 as provided under Minnesota Statutes, section  
 39.15 16A.641, and notify the chairs, ranking  
 39.16 minority members, and staff of the legislative  
 39.17 committees with jurisdiction over  
 39.18 transportation finance and the chairs of the  
 39.19 senate Finance Committee and the house of  
 39.20 representatives Ways and Means Committee  
 39.21 of the amount of the deficiency. Any excess  
 39.22 appropriation cancels to the trunk highway  
 39.23 fund.

39.24 **(f) Statewide Radio Communications** 8,653,000 6,907,000

39.25	Appropriations by Fund		
39.26		2024	2025
39.27	General	2,003,000	3,000
39.28	Trunk Highway	6,650,000	6,904,000

39.29 \$3,000 in each year is from the general fund  
 39.30 to equip and operate the Roosevelt signal  
 39.31 tower for Lake of the Woods weather  
 39.32 broadcasting.

39.33 \$2,000,000 in fiscal year 2024 is from the  
 39.34 general fund for Allied Radio Matrix for

40.1 Emergency Response (ARMER) tower  
 40.2 building improvements and replacement.

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

40.4 Sec. 16. Laws 2024, chapter 127, article 1, section 2, subdivision 3, is amended to read:

40.5 **Subd. 3. State Roads**

40.6 **(a) Operations and Maintenance** -0- 2,405,000

40.7 \$300,000 in fiscal year 2025 is for rumble  
 40.8 strips under Minnesota Statutes, section  
 40.9 161.1258.

40.10 \$1,000,000 in fiscal year 2025 is for  
 40.11 landscaping improvements located within  
 40.12 trunk highway rights-of-way under the  
 40.13 Department of Transportation's community  
 40.14 roadside landscape partnership program, with  
 40.15 prioritization of tree planting as feasible.

40.16 \$1,000,000 is from the general fund for the  
 40.17 traffic safety camera pilot program under  
 40.18 Minnesota Statutes, section 169.147, and the  
 40.19 evaluation and legislative report under article  
 40.20 3, sections 116 and 117. With the approval of  
 40.21 the commissioner of transportation, any  
 40.22 portion of this appropriation is available to the  
 40.23 commissioner of public safety. This is a  
 40.24 onetime appropriation and is available until  
 40.25 June 30, 2029.

40.26 \$105,000 in fiscal year 2025 is for the cost of  
 40.27 staff time to coordinate with the Public  
 40.28 Utilities Commission relating to placement of  
 40.29 high voltage transmission lines along trunk  
 40.30 highways.

40.31 **(b) Program Planning and Delivery** -0- 5,800,000

41.1 \$3,000,000 in fiscal year 2025 is for  
 41.2 implementation and development of statewide  
 41.3 and regional travel demand modeling related  
 41.4 to the requirements under Minnesota Statutes,  
 41.5 section 161.178. This is a onetime  
 41.6 appropriation and is available until June 30,  
 41.7 2026.

41.8 \$800,000 in fiscal year 2025 is for one or more  
 41.9 grants to metropolitan planning organizations  
 41.10 outside the metropolitan area, as defined in  
 41.11 Minnesota Statutes, section 473.121,  
 41.12 subdivision 2, for modeling activities related  
 41.13 to the requirements under Minnesota Statutes,  
 41.14 section 161.178. Notwithstanding Minnesota  
 41.15 Statutes, section 16B.98, subdivision 14, the  
 41.16 commissioner must not use any amount of this  
 41.17 appropriation for administrative costs. This is  
 41.18 a onetime appropriation and is available until  
 41.19 June 30, 2026.

41.20 \$2,000,000 in fiscal year 2025 is to complete  
 41.21 environmental documentation and for  
 41.22 preliminary engineering and design for the  
 41.23 reconstruction of marked Trunk Highway 55  
 41.24 from Hennepin County State-Aid Highway  
 41.25 19, north of the city of Loretto to Hennepin  
 41.26 County Road 118 near the city of Medina.  
 41.27 This is a onetime appropriation and is  
 41.28 available until June 30, 2027.

41.29	<b>(c) State Road Construction</b>	-0-	10,900,000
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41.30 \$8,900,000 in fiscal year 2025 is for the  
 41.31 acquisition, environmental analysis, predesign,  
 41.32 design, engineering, construction,  
 41.33 reconstruction, and improvement of trunk  
 41.34 highway bridges, including design-build  
 41.35 contracts, program delivery, consultant usage

42.1 to support these activities, and the cost of  
 42.2 payments to landowners for lands acquired  
 42.3 for highway rights-of-way. Projects under this  
 42.4 appropriation must follow eligible investment  
 42.5 priorities identified in the Minnesota state  
 42.6 highway investment plan under Minnesota  
 42.7 Statutes, section 174.03, subdivision 1c. The  
 42.8 commissioner may use up to 17 percent of this  
 42.9 appropriation for program delivery. This is a  
 42.10 onetime appropriation and is available until  
 42.11 June 30, 2028.

42.12 \$1,000,000 in fiscal year 2025 is for predesign  
 42.13 and design of intersection safety improvements  
 42.14 along marked Trunk Highway 65 from the  
 42.15 interchange with marked U.S. Highway 10 to  
 42.16 99th Avenue Northeast in the city of Blaine.  
 42.17 This is a onetime appropriation.

42.18 \$1,000,000 in fiscal year 2025 is to design and  
 42.19 construct trunk highway improvements  
 42.20 associated with an interchange at U.S.  
 42.21 Highway 169, marked Trunk Highway 282,  
 42.22 and Scott County State-Aid Highway 9 in the  
 42.23 city of Jordan, including accommodations for  
 42.24 bicycles and pedestrians and for bridge and  
 42.25 road construction. This is a onetime  
 42.26 appropriation and is available until June 30,  
 42.27 2027.

42.28 **(d) Highway Debt Service** -0- 468,000

42.29 This appropriation is for transfer to the state  
 42.30 bond fund. If this appropriation is insufficient  
 42.31 to make all transfers required in the year for  
 42.32 which it is made, the commissioner of  
 42.33 management and budget must transfer the  
 42.34 deficiency amount as provided under  
 42.35 Minnesota Statutes, section 16A.641, and

43.1 notify the chairs and ranking minority  
 43.2 members of the legislative committees with  
 43.3 jurisdiction over transportation finance and  
 43.4 the chairs of the senate Finance Committee  
 43.5 and the house of representatives Ways and  
 43.6 Means Committee of the amount of the  
 43.7 deficiency. Any excess appropriation cancels  
 43.8 to the trunk highway fund.

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

43.10 Sec. 17. **ALLOCATION; WASHINGTON AVENUE BRIDGE SUICIDE**  
 43.11 **PREVENTION.**

43.12 Notwithstanding Minnesota Statutes, section 174.49, subdivision 6, from funds received  
 43.13 under Minnesota Statutes, section 174.49, subdivision 6, paragraph (a), clause (1), as  
 43.14 attributed to the allocation under Minnesota Statutes, section 297A.9915, subdivision 4,  
 43.15 Hennepin County must award a grant of \$9,000,000 to the Board of Regents of the University  
 43.16 of Minnesota to design and construct suicide barriers and provide suicide diversion  
 43.17 information resources on the Washington Avenue Bridge in the city of Minneapolis.

## 43.18 **ARTICLE 2**

### 43.19 **TRANSPORTATION FINANCE AND POLICY**

43.20 Section 1. Minnesota Statutes 2024, section 4.076, subdivision 4, is amended to read:

43.21 Subd. 4. **Duties.** The advisory council must:

43.22 (1) advise the governor and heads of state departments and agencies on policies, programs,  
 43.23 and services affecting traffic safety;

43.24 (2) advise the appropriate representatives of state departments on the activities of the  
 43.25 Toward Zero Deaths program, including but not limited to educating the public about traffic  
 43.26 safety;

43.27 (3) encourage state departments and other agencies to conduct needed research in the  
 43.28 field of traffic safety;

43.29 (4) review recommendations of the subcommittees and working groups;

43.30 (5) review and comment on all grants dealing with traffic safety and on the development  
 43.31 and implementation of state and local traffic safety plans;

44.1 (6) advise the commissioner of public safety on agreements and grants as provided in  
44.2 subdivision 5; and

44.3 ~~(6)~~ (7) make recommendations on safe road zone safety measures under section 169.065.

44.4 Sec. 2. Minnesota Statutes 2024, section 4.076, subdivision 5, is amended to read:

44.5 Subd. 5. **Administration.** (a) The Office of Traffic Safety in the Department of Public  
44.6 Safety, in cooperation with the Departments of Transportation and Health, must serve as  
44.7 the host agency for the advisory council and must manage the administrative and operational  
44.8 aspects of the advisory council's activities. The commissioner of public safety must perform  
44.9 financial management on behalf of the council.

44.10 (b) The advisory council must meet no less than four times per year, or more frequently  
44.11 as determined by the chair, a vice chair, or a majority of the council members. The advisory  
44.12 council is subject to chapter 13D.

44.13 (c) The chair must regularly report to the respective commissioners on the activities of  
44.14 the advisory council and on the state of traffic safety in Minnesota.

44.15 (d) The terms, compensation, and appointment of members are governed by section  
44.16 15.059.

44.17 (e) The advisory council may appoint subcommittees and working groups. Subcommittees  
44.18 must consist of council members. Working groups may include nonmembers. Nonmembers  
44.19 on working groups must be compensated pursuant to section 15.059, subdivision 3, only  
44.20 for expenses incurred for working group activities.

44.21 (f) The commissioner of public safety may enter into contracts and interagency  
44.22 agreements for data, expertise, and research projects to provide assistance to the advisory  
44.23 council.

44.24 (g) From an appropriation in law to the advisory council, the commissioner of public  
44.25 safety may enter into grant agreements for projects that reduce serious and fatal injury  
44.26 crashes. Eligible recipients of funds include but are not limited to a local traffic safety  
44.27 coalition, local unit of government, nonprofit organization, and law enforcement agency.  
44.28 The commissioner must give priority to local traffic safety coalitions.

45.1 Sec. 3. [137.345] EMPOWERING SMALL MINNESOTA COMMUNITIES  
45.2 PROGRAM.

45.3 Subdivision 1. Definitions. (a) For purposes of this section, the following terms have  
45.4 the meanings given.

45.5 (b) "Program" means the empowering small Minnesota communities program established  
45.6 by the Board of Regents of the University of Minnesota.

45.7 (c) "Small community" means a local unit of government having a population of fewer  
45.8 than 15,000 or a collaboration of more than one local unit of government each having a  
45.9 population of fewer than 15,000.

45.10 Subd. 2. Program assistance. (a) An appropriation under the program is for small  
45.11 community partnerships on infrastructure project analysis and development as provided in  
45.12 this section.

45.13 (b) Support and assistance under the program must be prioritized for political subdivisions  
45.14 and federally recognized Tribal governments based on insufficient capacity to undertake  
45.15 project development and apply for state or federal infrastructure grants.

45.16 Subd. 3. Uses. (a) An appropriation under the program is available for:

45.17 (1) project partnership activities in the Regional Sustainable Development Partnerships,  
45.18 the Center for Transportation Studies, the Minnesota Design Center, the Humphrey School  
45.19 of Public Affairs, the Center for Urban and Regional Affairs, or other related entities; and

45.20 (2) support and assistance to small communities that includes:

45.21 (i) methods to incorporate consideration of sustainability, resiliency, and adaptation to  
45.22 the impacts of climate change; and

45.23 (ii) identification and cross-sector analysis of any potential associated projects and  
45.24 efficiencies through coordinated investments in other infrastructure or assets.

45.25 (b) An agreement with a small community may provide for infrastructure project analysis  
45.26 and development activities that include but are not limited to planning, scoping, analysis,  
45.27 predesign, and design.

45.28 Subd. 4. Program information. From an appropriation under the program, the regents  
45.29 must maintain information about the program on a website that, at a minimum, must include:

45.30 (1) a review of the program and implementation;

45.31 (2) a summary of projects under the program;

46.1 (3) financial information that identifies sources and uses of funds; and

46.2 (4) direction on applications for partnership assistance.

46.3 Sec. 4. Minnesota Statutes 2024, section 161.115, subdivision 177, is amended to read:

46.4 Subd. 177. **Route No. 246.** Beginning at a point in or adjacent to Nerstrand; thence  
46.5 extending in a general northerly direction to a point westerly of Dennison; thence continuing  
46.6 in a general northwesterly direction to a point ~~on Route No. 1~~ at or near 110th Street East  
46.7 near Northfield.

46.8 **EFFECTIVE DATE.** This section is effective the day after the commissioner of  
46.9 transportation notifies the revisor of statutes electronically or in writing of the effective  
46.10 date.

46.11 Sec. 5. Minnesota Statutes 2024, section 161.178, subdivision 1, is amended to read:

46.12 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have  
46.13 the meanings given.

46.14 (b) "Applicable entity" means the commissioner with respect to a project or portfolio  
46.15 for inclusion in the state transportation improvement program or a metropolitan planning  
46.16 organization with respect to a project or portfolio for inclusion in the appropriate metropolitan  
46.17 transportation improvement program.

46.18 (c) "Assessment" means the impact assessment under this section.

46.19 (d) "Capacity expansion project" means a project for trunk highway construction or  
46.20 reconstruction that:

46.21 (1) is a major highway project, as defined in section ~~174.56~~ 174.034, subdivision 1,  
46.22 paragraph ~~(b)~~ (c); and

46.23 (2) adds highway traffic capacity or provides for grade separation of motor vehicle traffic  
46.24 at an intersection, excluding auxiliary lanes with a length of less than 2,500 feet.

46.25 (e) "Greenhouse gas emissions" includes those emissions described in section 216H.01,  
46.26 subdivision 2.

46.27 Sec. 6. Minnesota Statutes 2024, section 161.178, subdivision 2a, is amended to read:

46.28 Subd. 2a. **Applicable projects; implementation.** (a) For purposes of this section:

46.29 (1) prior to the date established under paragraph (b), ~~a project or portfolio is a capacity~~  
46.30 ~~expansion project~~ the requirements under this section do not apply to any project; and

47.1 (2) on and after the date established under paragraph (b), a project or portfolio is a  
 47.2 capacity expansion project or a collection of trunk highway and multimodal projects for a  
 47.3 fiscal year and specific region.

47.4 (b) The commissioner must establish a date to implement impact assessments on the  
 47.5 basis of assessing a portfolio or program of projects ~~instead of~~ or on a project-by-project  
 47.6 basis. The date must be:

47.7 (1) August 1, ~~2027~~ 2028, which applies to projects that first enter the appropriate  
 47.8 transportation improvement program for fiscal year ~~2031~~ 2032 or a subsequent year; or

47.9 (2) after the date under clause (1) as established by the commissioner, if the  
 47.10 commissioner:

47.11 (i) consults with metropolitan planning organizations;

47.12 (ii) prioritizes and makes reasonable efforts to meet the date under clause (1) ~~or an earlier~~  
 47.13 ~~date~~;

47.14 (iii) determines that the date established under this clause is the earliest practicable in  
 47.15 which the necessary models and tools are sufficient for analysis under this section; and

47.16 (iv) submits a notice to the chairs and ranking minority members of the legislative  
 47.17 committees and divisions with jurisdiction over transportation policy and finance, which  
 47.18 must identify the date established and summarize the efforts under item (ii) and the  
 47.19 determination under item (iii).

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

47.21 Sec. 7. Minnesota Statutes 2024, section 161.178, subdivision 8, is amended to read:

47.22 Subd. 8. **Transportation impact assessment and mitigation account.** (a) A  
 47.23 transportation impact assessment and mitigation account is established in the special revenue  
 47.24 fund. The account consists of funds provided under section 168.013, subdivision 1m, and  
 47.25 by law and any other money donated, allotted, transferred, or otherwise provided to the  
 47.26 account.

47.27 (b) Money in the account is annually appropriated to the commissioner and must only  
 47.28 be expended on activities described or required under this section. In determining  
 47.29 expenditures from the account, the commissioner must include prioritization for offset  
 47.30 actions interlinked to trunk highway projects that reduce traffic fatalities or severe injuries.

48.1 Sec. 8. Minnesota Statutes 2024, section 161.178, is amended by adding a subdivision to  
48.2 read:

48.3 Subd. 9. **Account transfers.** (a) For purposes of this subdivision, "account balance"  
48.4 means the unencumbered balance in the transportation impact assessment and mitigation  
48.5 account under subdivision 8 on June 30 of a fiscal year.

48.6 (b) Beginning July 1, 2028, in each fiscal year, if the account balance for the previous  
48.7 fiscal year exceeds 50 percent of the total deposited during that fiscal year, by November  
48.8 1, the commissioner must transfer an amount as determined in paragraph (c) from the  
48.9 transportation impact assessment and mitigation account to the highway user tax distribution  
48.10 fund.

48.11 (c) The amount for transfer under paragraph (b) equals 90 percent of the lesser of (1)  
48.12 the account balance for the previous fiscal year, or (2) the amount of unencumbered funds  
48.13 in the transportation impact assessment and mitigation account at the time of transfer.

48.14 Sec. 9. Minnesota Statutes 2024, section 162.16, is amended to read:

48.15 **162.16 INVESTMENT OF MONEY IN STATE-AID FUNDS.**

48.16 Subdivision 1. **State investment of state-aid funds.** Upon the request of the  
48.17 commissioner, money in the county state-aid highway fund and money in the municipal  
48.18 state-aid street fund ~~shall~~ must be invested by the State Board of Investment in those  
48.19 securities authorized for such purpose in section 11A.21. All interest and profits from the  
48.20 investments ~~shall~~ must be credited to the fund on which the interest or profits are earned.  
48.21 The commissioner of management and budget ~~shall be~~ is the custodian of all securities  
48.22 purchased under the provisions of this section.

48.23 Subd. 2. **Use of local investment.** (a) For purposes of this subdivision, "transportation  
48.24 revenue source" includes but is not limited to:

48.25 (1) funds provided to a local unit of government under section 16A.88 or 297A.815 or  
48.26 chapters 160 to 174;

48.27 (2) grants, loans, or other financial assistance provided in law from state sources of funds  
48.28 for a specified transportation project, program, or purpose;

48.29 (3) revenue from transportation-related taxes and fees authorized in statutes, including  
48.30 under sections 163.051, 297A.9915, 297A.992, 297A.993, 473.408, and 473.446, except  
48.31 for filing fees under sections 168.33 and 171.061;

48.32 (4) reserves established from a source specified in this paragraph; and

49.1 (5) certificates of indebtedness, notes, or other obligations secured by a source specified  
49.2 in this paragraph.

49.3 (b) A local unit of government must use interest or other investment earnings on a  
49.4 transportation revenue source only for transportation purposes.

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

49.6 Sec. 10. Minnesota Statutes 2024, section 168.002, subdivision 6, is amended to read:

49.7 Subd. 6. **Dealer.** "Dealer" means any person, firm, or corporation regularly engaged in  
49.8 the business of manufacturing, or selling, purchasing, and generally dealing in new and  
49.9 unused motor vehicles having an established place of business for the sale, trade, and display  
49.10 of new and unused motor vehicles and having in possession new and unused motor vehicles  
49.11 for the purposes of sale or trade. "Dealer" also includes any person, firm or corporation  
49.12 regularly engaged in the business of manufacturing or selling, purchasing, and generally  
49.13 dealing in new and unused motor vehicle bodies, chassis mounted or not, and having an  
49.14 established place of business for the sale, trade and display of such new and unused motor  
49.15 vehicle bodies, and having in possession new and unused motor vehicle bodies for the  
49.16 purposes of sale or trade. For the purposes of sections 168.27, subdivision 28; 168.33,  
49.17 subdivision 8a; 168.345; and 168.346, the commissioner may consider a motor vehicle  
49.18 dealer licensed under the laws of a contiguous state as a dealer or licensed dealer.

49.19 **EFFECTIVE DATE.** This section is effective October 1, 2025.

49.20 Sec. 11. Minnesota Statutes 2024, section 168.013, subdivision 1m, is amended to read:

49.21 Subd. 1m. ~~Electric~~ **All-electric vehicle.** ~~In addition to the tax under subdivision 1a, (a)~~  
49.22 ~~A surcharge of \$75~~ \$200 is imposed for an all-electric vehicle, as defined in section 169.011,  
49.23 subdivision 1a. The surcharge is in addition to the tax under subdivision 1a.

49.24 (b) Notwithstanding subdivision 8, revenue from the fee imposed under this subdivision  
49.25 must be deposited as follows:

49.26 (1) 80 percent in the highway user tax distribution fund; and

49.27 (2) 20 percent in the transportation impact assessment and mitigation account under  
49.28 section 161.178, subdivision 8.

49.29 **EFFECTIVE DATE.** This section is effective the day following final enactment and  
49.30 applies to taxes payable for a registration period starting on or after July 1, 2025.

50.1 Sec. 12. Minnesota Statutes 2024, section 168.091, is amended to read:

50.2 **168.091 ~~31-DAY~~ 60-DAY TEMPORARY VEHICLE PERMIT.**

50.3 Subdivision 1. **Nonresident buyer.** (a) Upon payment of a fee of \$1, the commissioner  
50.4 may issue a permit to a nonresident purchasing a vehicle in this state for the sole purpose  
50.5 of allowing the vehicle to be removed from this state.

50.6 (b) The permit is in lieu of any other registration or taxation for use of the highways and  
50.7 is valid for a period of ~~31~~ 60 days from the date of sale, trade, or gift.

50.8 (c) The permit must be available in an electronic format as determined by the  
50.9 commissioner.

50.10 (d) If the sale, gift, or trade information is electronically transmitted to the commissioner  
50.11 by a dealer or deputy registrar of motor vehicles, the \$1 fee is waived.

50.12 (e) The permit must be affixed to the rear of the vehicle where it is plainly visible. Each  
50.13 permit is valid only for the vehicle for which the permit was issued.

50.14 Subd. 2. **Dealer.** The registrar may issue permits to licensed dealers upon payment of  
50.15 the proper fee for each permit.

50.16 Subd. 3. **Proceeds to highway user fund.** All payments received for such permits ~~shall~~  
50.17 must be paid into the state treasury and credited to the highway user tax distribution fund.

50.18 **EFFECTIVE DATE.** This section is effective October 1, 2025, for permits issued on  
50.19 or after that date.

50.20 Sec. 13. Minnesota Statutes 2024, section 168.1287, subdivision 1, is amended to read:

50.21 Subdivision 1. **Issuance of plates.** The commissioner must issue blackout special license  
50.22 plates or a single motorcycle plate to an applicant who:

50.23 (1) is a registered owner of a passenger automobile, noncommercial one-ton pickup  
50.24 truck, motorcycle, or recreational vehicle;

50.25 (2) pays an additional fee in the amount specified for special plates under section 168.12,  
50.26 subdivision 5;

50.27 (3) pays the registration tax as required under section 168.013;

50.28 (4) pays the fees required under this chapter;

50.29 (5) contributes a minimum of \$30 annually ~~to the driver and vehicle services operating~~  
50.30 ~~account~~; and

51.1 (6) complies with this chapter and rules governing registration of motor vehicles and  
51.2 licensing of drivers.

51.3 Sec. 14. Minnesota Statutes 2024, section 168.1287, subdivision 5, is amended to read:

51.4 Subd. 5. **Contributions; account.** Contributions collected under subdivision 1, clause  
51.5 (5), must be deposited:

51.6 (1) 56.25 percent in the driver and vehicle services operating account under section  
51.7 299A.705; and

51.8 (2) 43.75 percent in the highway user tax distribution fund.

51.9 Sec. 15. **[168.1289] RENTAL MOTOR VEHICLE PLATES.**

51.10 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have  
51.11 the meanings given.

51.12 (b) "Auto rental company" means a corporation, partnership, individual, or other person  
51.13 that is engaged primarily in the renting of at least 50 rental motor vehicles at per diem rates.

51.14 (c) "Rental motor vehicle" means a passenger automobile, noncommercial one-ton pickup  
51.15 truck, motorcycle, motorized bicycle, or recreational vehicle made available for rental by  
51.16 an auto rental company.

51.17 Subd. 2. **Issuance of plates.** (a) An auto rental company may, but is not required to,  
51.18 apply for rental motor vehicle plates under this section.

51.19 (b) Upon proper application, the commissioner must issue rental motor vehicle plates  
51.20 or a single motorcycle plate to an auto rental company that:

51.21 (1) is a registered owner of a rental motor vehicle;

51.22 (2) pays license plate fees under section 168.12, subdivision 5, for each set of plates for  
51.23 each rental motor vehicle, along with any other fees required by this chapter;

51.24 (3) pays the registration tax for each rental motor vehicle as required under section  
51.25 168.013;

51.26 (4) pays the fees required under this chapter; and

51.27 (5) complies with section 168.017 and rules governing registration of rental motor  
51.28 vehicles.

52.1 (c) Rental motor vehicle plates issued under this section are issued for a seven-year  
52.2 period and must be replaced as required under section 168.12, subdivision 1, paragraph (f),  
52.3 clause (2).

52.4 (d) Each set of rental motor vehicle plates issued under this section is only valid if the  
52.5 plates are registered to a single rental motor vehicle.

52.6 Subd. 3. **Design.** The commissioner must adopt a suitable plate design that includes the  
52.7 phrase "RENTAL MOTOR VEHICLE."

52.8 Subd. 4. **Plates transfer.** (a) On application to the commissioner and payment of a  
52.9 transfer fee of \$5 for each set of plates, rental motor vehicle plates may be transferred to  
52.10 another qualified rental motor vehicle that is registered to the same auto rental company to  
52.11 which the rental motor vehicle plates were originally issued.

52.12 (b) A deputy registrar who collects the \$5 transfer fee under paragraph (a) must retain  
52.13 the fee.

52.14 (c) Rental motor vehicle plates issued under this section must be removed from the rental  
52.15 motor vehicle if the vehicle is held for resale under section 168A.11.

52.16 Subd. 5. **Exemptions.** (a) Rental motor vehicle plates issued under this section are not  
52.17 subject to section 168.1293, subdivision 2.

52.18 (b) Notwithstanding sections 168.09, subdivision 4, and 169.79, subdivision 8, rental  
52.19 motor vehicle plates issued under this section are not required to display validation stickers  
52.20 issued pursuant to section 168.12, subdivision 1.

52.21 Subd. 6. **Application.** This section applies on the earlier of July 1, 2026, or the date the  
52.22 commissioner makes rental motor vehicle plates available.

52.23 Sec. 16. Minnesota Statutes 2024, section 168.27, subdivision 8, is amended to read:

52.24 Subd. 8. **Exemptions.** (a) Salespeople and other employees of licensed dealers under  
52.25 this section are not required to obtain individual licenses. For purposes of this subdivision,  
52.26 independent contractors are not employees.

52.27 (b) Isolated or occasional sales or leases of new or used motor vehicles are exempt from  
52.28 this section. A person who makes only isolated or occasional sales or leases is not required  
52.29 to be licensed under this section, is not considered to be in the business of selling or leasing  
52.30 motor vehicles, and does not qualify to receive dealer plates under subdivision 16. "Isolated  
52.31 or occasional sales or leases" means: (1) the sale or lease of a motor vehicle with an actual  
52.32 cash value of \$1,000 or less made by a charitable organization; (2) the sale, purchase, or

53.1 lease of not more than five motor vehicles in a 12-month period, other than pioneer or classic  
53.2 motor vehicles as defined in section 168.10, subdivisions 1a and 1b<sub>2</sub>; or (3) sales by a  
53.3 licensed auctioneer selling motor vehicles at an auction if, in the ordinary course of the  
53.4 auctioneer's business, the sale of motor vehicles is incidental to the sale of other real or  
53.5 personal property. For purposes of this subdivision, charitable organization means a nonprofit  
53.6 charitable organization that qualifies for tax exemption under section 501(c)(3) of the Internal  
53.7 Revenue Code.

53.8 (c) A person whose sales of new and used motor vehicles consist solely of sales to  
53.9 political subdivisions and their agencies of vehicles used solely as firefighting equipment  
53.10 is not required to obtain a license under this section. The person may apply for and receive  
53.11 in-transit plates under subdivision 17 in the same manner as licensed motor vehicle dealers  
53.12 for the purpose of allowing firefighting equipment to be transported from the dealer's source  
53.13 of supply or other place of storage to the dealer's place of business, to another place of  
53.14 storage, or directly to the purchaser.

53.15 **EFFECTIVE DATE.** This section is effective January 1, 2026.

53.16 Sec. 17. Minnesota Statutes 2024, section 168.27, subdivision 11, is amended to read:

53.17 Subd. 11. **Dealers' licenses; location change notice; fee.** (a) Application for a dealer's  
53.18 license or notification of a change of location of the place of business on a dealer's license  
53.19 must include a street address, not a post office box, and is subject to the commissioner's  
53.20 approval.

53.21 (b) Upon the filing of an application for a dealer's license and the proper fee, unless the  
53.22 application on its face appears to be invalid, the commissioner ~~shall~~ must grant a 90-day  
53.23 temporary license. During the 90-day period following issuance of the temporary license,  
53.24 the commissioner ~~shall~~ must inspect the place of business site and insure compliance with  
53.25 this section and rules adopted under this section.

53.26 (c) The commissioner may extend the temporary license 30 days to allow the temporarily  
53.27 licensed dealer to come into full compliance with this section and rules adopted under this  
53.28 section.

53.29 (d) In no more than 180 days following issuance of the temporary license, the dealer  
53.30 license must either be granted or denied.

53.31 (e) A license must be denied under the following conditions:

53.32 (1) if ~~within the previous ten years~~ the applicant was enjoined due to a violation of  
53.33 section 325F.69 or convicted of violating section 325E.14, 325E.15, 325E.16, or 325F.69,

54.1 or convicted under section 609.53 of receiving or selling stolen vehicles, or convicted of  
54.2 violating United States Code, title 49, sections 32701 to 32711 or pleaded guilty, entered a  
54.3 plea of nolo contendere or no contest, or has been found guilty in a court of competent  
54.4 jurisdiction of any charge of failure to pay state or federal income or sales taxes or felony  
54.5 charge of forgery, embezzlement, obtaining money under false pretenses, theft by swindle,  
54.6 extortion, conspiracy to defraud, ~~or~~ bribery, or similar offenses committed in another state;  
54.7 or

54.8 (2) if the applicant has had a dealer license revoked within the previous ten years.

54.9 (f) A license may be denied if a dealer is not in compliance with location requirements  
54.10 under subdivision 10 or has intentionally misrepresented any information on the dealer  
54.11 license application that would be grounds for suspension or revocation under subdivision  
54.12 12.

54.13 (g) If the application is approved, the commissioner ~~shall~~ must license the applicant as  
54.14 a dealer for one year from the date the temporary license is granted and issue a certificate  
54.15 of license that must include a distinguishing number of identification of the dealer. The  
54.16 license must be displayed in a prominent place in the dealer's licensed place of business.

54.17 (h) Each initial application for a license must be accompanied by a fee of \$100 in addition  
54.18 to the annual fee. The annual fee is \$150. The initial fees and annual fees must be paid into  
54.19 the state treasury and credited to the general fund except that \$50 of each initial and annual  
54.20 fee must be paid into the driver and vehicle services operating account under section  
54.21 299A.705.

54.22 (i) An applicant for a dealer's license under this section must submit to a criminal history  
54.23 records check of state data completed by the Bureau of Criminal Apprehension and a national  
54.24 criminal history records check, including a search of the records of the Federal Bureau of  
54.25 Investigation. The results of the background check must be returned to the commissioner.

54.26 (j) An applicant for a dealer's license must consent to a fingerprint-based criminal history  
54.27 background check as required under paragraph (i), pay all required fees, and cooperate with  
54.28 all requests for information. An applicant must complete a new criminal history background  
54.29 check if more than one year has elapsed since the applicant last applied for a license.

54.30 **EFFECTIVE DATE.** This section is effective January 1, 2026.

54.31 Sec. 18. Minnesota Statutes 2024, section 168.27, subdivision 16, is amended to read:

54.32 Subd. 16. **Dealer plates: ~~distinguishing number; issuance, fee, tax, use.~~** (a) The  
54.33 registrar ~~shall~~ must issue to every motor vehicle dealer, upon a request from the motor

55.1 vehicle dealer licensed as provided in subdivision 2 or 3, one or more plates, not to exceed  
55.2 50, displaying a general distinguishing number. This subdivision does not apply to a scrap  
55.3 metal processor, a used vehicle parts dealer, or a vehicle salvage pool.

55.4 (b) The fee for each of the first four plates plate issued by the registrar is \$75 per  
55.5 registration year, of which \$60 must be paid to the registrar and the remaining \$15 is payable  
55.6 as sales tax on motor vehicles under section 297B.035. For each additional plate, the dealer  
55.7 shall pay the registrar a fee of \$25 and a sales tax on motor vehicles of \$15 per registration  
55.8 year. The registrar shall must deposit the tax in the state treasury to be credited as provided  
55.9 in section 297B.09. Replacement plates are subject to the fees in section 168.12.

55.10 (c) A trade association exempt from federal taxation under section 501(c)(6) of the  
55.11 Internal Revenue Code, with a membership of at least 100 licensed new motor vehicle  
55.12 dealers, is authorized to issue dealer plates and process annual renewals on behalf of the  
55.13 registrar. A motor vehicle dealer licensed as provided in subdivision 2 or 3 may be issued  
55.14 up to 50 dealer plates by an authorized trade association and may annually renew plates  
55.15 previously purchased from the trade association. The fee for each plate issued or renewed  
55.16 under this paragraph is \$60 per registration year, of which \$45 must be paid to the registrar  
55.17 and the remaining \$15 is payable as sales tax on motor vehicles under section 297B.035.  
55.18 A trade association may impose and retain an additional service charge, which must be  
55.19 designed to cover the association's costs of compliance, distribution, and storage and other  
55.20 related costs. The total annual amount charged by a trade association for a dealer plate under  
55.21 this paragraph must not exceed the total imposed under paragraph (b).

55.22 (d) At any point in time, a dealer must not possess more than 50 plates issued under this  
55.23 subdivision.

55.24 (e) Motor vehicles, new or used, owned by the motor vehicle dealership and bearing the  
55.25 number plate, except vehicles leased to the user who is not an employee of the dealer during  
55.26 the term of the lease, held for hire, or used by the dealer as a tow truck, service truck, or  
55.27 parts vehicle, may be driven upon the streets and highways of this state:

55.28 (1) by the motor vehicle dealer or dealer's spouse, or any full-time employee of the motor  
55.29 vehicle dealer for either private or business purposes;

55.30 (2) by a part-time employee when the use is directly related to a particular business  
55.31 transaction of the dealer;

55.32 (3) for use on a courtesy vehicle provided to a customer of the dealership while the  
55.33 customer's vehicle is being repaired;

56.1 (4) for demonstration purposes by any prospective buyer for a period of ~~48 hours or in~~  
 56.2 ~~the case of a truck, truck tractor, or semitrailer, for a period of seven~~ 14 days; or

56.3 ~~(4)~~ (5) in a promotional event that lasts no longer than four days in which at least three  
 56.4 motor vehicles are involved.

56.5 ~~(b)~~ (f) A new or used motor vehicle sold by the motor vehicle dealer and bearing the  
 56.6 motor vehicle dealer's number plate may be driven upon the public streets and highways  
 56.7 for a period of 72 hours by the buyer for either of the following purposes: (1) removing the  
 56.8 vehicle from this state for registration in another state; or (2) permitting the buyer to use  
 56.9 the motor vehicle before the buyer receives number plates pursuant to registration. Use of  
 56.10 a motor vehicle by the buyer under clause (2) before the buyer receives number plates  
 56.11 pursuant to registration constitutes a use of the public streets or highways for the purpose  
 56.12 of the time requirements for registration of motor vehicles. The requirements under this  
 56.13 paragraph do not apply to a courtesy vehicle used as provided under paragraph (e), clause  
 56.14 (3).

56.15 (g) A vehicle displaying a dealer plate issued under this subdivision must carry written  
 56.16 documentation within the vehicle that includes:

56.17 (1) a valid driver's license;

56.18 (2) proof of insurance;

56.19 (3) the reason for use; and

56.20 (4) if the vehicle is for use as a courtesy vehicle under paragraph (e), clause (3), a courtesy  
 56.21 vehicle user agreement that includes a list of authorized drivers for the vehicle and their  
 56.22 driver's license numbers and the start and end dates of use.

56.23 (h) For purposes of this subdivision, a "courtesy vehicle" means a passenger-class motor  
 56.24 vehicle that a motor vehicle dealer temporarily provides at no or minimal cost to customers  
 56.25 for customer service or mobility purposes while the customer's vehicle is serviced, repaired,  
 56.26 or maintained.

56.27 Sec. 19. Minnesota Statutes 2024, section 168.27, subdivision 22, is amended to read:

56.28 Subd. 22. **Dealer license for trailers, motorized bicycles; plates, fees; exemptions.** (a)  
 56.29 Any person, copartnership, or corporation having a permanent enclosed commercial building  
 56.30 or structure either owned in fee or leased and engaged in the business, either exclusively or  
 56.31 in addition to any other occupation, of selling motorized bicycles, boat trailers, horse trailers,  
 56.32 or snowmobile trailers, may apply to the registrar for a dealer's license. Upon payment of

57.1 a \$10 fee the registrar ~~shall~~ must license the applicant as a dealer for the remainder of the  
57.2 calendar year in which the application was received. The license may be renewed on or  
57.3 before the second day of January of each succeeding year by payment of a fee of \$10.

57.4 (b) The registrar ~~shall~~ must issue to each dealer, upon request of the dealer, up to 50  
57.5 dealer plates as on payment of the fee provided in subdivision 16 ~~upon payment of \$5 for~~  
57.6 ~~each plate, and, paragraph (b).~~ The plates may be used in the same manner and for the same  
57.7 purposes as is provided in subdivision 16. Except for motorized bicycle dealers, the registrar  
57.8 ~~shall~~ must also issue to the dealer, upon request of the dealer, "in-transit" plates as provided  
57.9 in subdivision 17 upon payment of a fee of \$5 for each plate.

57.10 (c) This subdivision does not abrogate any of the provisions of this section relating to  
57.11 the duties, responsibilities, and requirements of persons, copartnerships, or corporations  
57.12 engaged in the business, either exclusively or in addition to other occupations, of selling  
57.13 motor vehicles or manufactured homes, except that a seller of boat trailers, utility trailers,  
57.14 or snowmobile trailers who is licensed under this subdivision is not required to have a  
57.15 contract or franchise with a manufacturer or distributor of new boat trailers, utility trailers,  
57.16 or new snowmobile trailers the seller proposes to sell, broker, wholesale, or auction. This  
57.17 section does not require a manufacturer of snowmobile trailers whose manufacturing facility  
57.18 is located outside of the metropolitan area as defined in section 473.121 to have a dealer's  
57.19 license to transport the snowmobile trailers to dealers or retail outlets in the state.

57.20 Sec. 20. Minnesota Statutes 2024, section 168.33, is amended by adding a subdivision to  
57.21 read:

57.22 Subd. 7a. Reimbursements. (a) The commissioner must issue payment to a deputy  
57.23 registrar as follows:

57.24 (1) \$2 for paying an account balance;

57.25 (2) \$4 for the following transactions:

57.26 (i) updating a vehicle's address or the county in which the vehicle is kept;

57.27 (ii) changing or verifying an address related to the International Registration Plan or the  
57.28 International Fuel Tax Agreement;

57.29 (iii) updating contact information for the International Registration Plan or the  
57.30 International Fuel Tax Agreement;

57.31 (iv) processing a vehicle that has been sold, donated, or removed from the state; and

57.32 (v) marking a vehicle as junked;

- 58.1 (3) \$8 for the following transactions:
- 58.2 (i) changing a customer's personal identification number;
- 58.3 (ii) adding or removing liens for veterans with a total service-connected disability;
- 58.4 (iii) providing a duplicate title;
- 58.5 (iv) issuing International Fuel Tax Agreement decals;
- 58.6 (v) managing an International Fuel Tax Agreement license; and
- 58.7 (vi) administrative review requests; and
- 58.8 (4) an amount that equals the fee established under subdivision 7, paragraph (a), clause
- 58.9 (2), for the following transactions:
- 58.10 (i) vehicle renewal for veterans with a total service-connected disability;
- 58.11 (ii) plate change for veterans with a total service-connected disability;
- 58.12 (iii) correcting or changing title and vehicle details;
- 58.13 (iv) issuing a new disability parking certificate;
- 58.14 (v) new title and registration for veterans with a total service-connected disability;
- 58.15 (vi) transferring title and registration for veterans with a total service-connected disability;
- 58.16 and
- 58.17 (vii) replacing plates, stickers, or registration cards.
- 58.18 (b) The following transactions for which no filing fee under subdivision 7 is collected
- 58.19 are not eligible for payment of any kind:
- 58.20 (1) collection of another fee type, including but not limited to a record request fee or a
- 58.21 fast track fee;
- 58.22 (2) voluntary waiver of a fee by the deputy registrar; and
- 58.23 (3) ancillary to a transaction for which a filing fee may be imposed.
- 58.24 (c) If the amount appropriated for payments under this subdivision is insufficient, the
- 58.25 commissioner must prorate the payments.
- 58.26 **EFFECTIVE DATE.** This section is effective August 1, 2025.

59.1 Sec. 21. Minnesota Statutes 2024, section 168A.11, subdivision 1, is amended to read:

59.2 Subdivision 1. **Requirements upon subsequent transfer; service fee.** (a) A dealer who  
59.3 buys a vehicle and holds it for resale need not apply for a certificate of title. Upon transferring  
59.4 the vehicle to another person, other than by the creation of a security interest, the dealer  
59.5 must promptly execute the assignment and warranty of title by a dealer, showing the names  
59.6 and addresses of the transferee and of any secured party holding a security interest created  
59.7 or reserved at the time of the resale, and the date of the security agreement in the spaces  
59.8 provided on the certificate of title or secure reassignment.

59.9 (b) If a dealer elects to apply for a certificate of title on a vehicle held for resale, the  
59.10 dealer need not register the vehicle but must pay one month's registration tax. If a dealer  
59.11 elects to apply for a certificate of title on a vehicle held for resale, the commissioner must  
59.12 not place any legend on the title that no motor vehicle sales tax was paid by the dealer but  
59.13 may indicate on the title whether the vehicle is a new or used vehicle.

59.14 (c) With respect to motor vehicles subject to the provisions of section 325E.15, the dealer  
59.15 must also, in the space provided on the certificate of title or secure reassignment, state the  
59.16 true cumulative mileage registered on the odometer or that the exact mileage is unknown  
59.17 if the odometer reading is known by the transferor to be different from the true mileage.

59.18 (d) The transferee must complete the application for title section on the certificate of  
59.19 title or separate title application form prescribed by the commissioner. The dealer must mail  
59.20 or deliver the certificate to the commissioner or deputy registrar with the transferee's  
59.21 application for a new certificate and appropriate taxes and fees, within the period specified  
59.22 under section 168A.10, subdivision 2.

59.23 (e) With respect to vehicles sold to buyers who will remove the vehicle from this state,  
59.24 the dealer must remove any license plates from the vehicle, issue a ~~31-day~~ 60-day temporary  
59.25 permit pursuant to section 168.091, and notify the commissioner within 48 hours of the sale  
59.26 that the vehicle has been removed from this state. The notification must be made in an  
59.27 electronic format prescribed by the commissioner. The dealer may contract with a deputy  
59.28 registrar for the notification of sale to an out-of-state buyer. The deputy registrar may charge  
59.29 a fee of \$7 per transaction to provide this service.

59.30 **EFFECTIVE DATE.** This section is effective October 1, 2025, for permits issued on  
59.31 or after that date.

60.1 **Sec. 22. [168A.1502] INSURER APPLICATION FOR TITLE.**

60.2 (a) When an insurer licensed to conduct business in Minnesota acquires ownership of a  
60.3 vehicle through payment of damages and the owner fails to deliver the vehicle's title to the  
60.4 insurer within 15 days of payment of the claim, the insurer or a designated agent may apply  
60.5 to the commissioner for a certificate of title as provided in this section. This section only  
60.6 applies to vehicles with a title issued by this state.

60.7 (b) At least 15 days prior to applying for a certificate of title under this section, the  
60.8 insurer or a designated agent must notify the owner and any lienholders of record of the  
60.9 insurer's intent to apply for a title. The notice must be sent to the last known address of the  
60.10 owner and any lienholders by certified mail or by a commercial delivery service that provides  
60.11 evidence of delivery.

60.12 (c) At least 15 days after notifying the owner and any lienholders under paragraph (b),  
60.13 the insurer may apply for a certificate of title from the commissioner. The application must  
60.14 attest that the insurer or a designated agent:

60.15 (1) paid the claim;

60.16 (2) requested the title or other necessary transfer documents from the owner; and

60.17 (3) provided notice to the owner and any lienholders as required under paragraph (b).

60.18 If the insurer or a designated agent does not attest to completing the requirements under  
60.19 clauses (1) to (3), the commissioner must reject the application.

60.20 (d) Notwithstanding any outstanding liens, upon proper application, the commissioner  
60.21 must issue a certificate of title in the name of the insurer. Issuance of a certificate of title  
60.22 extinguishes all existing liens against the vehicle. If the vehicle is sold, the insurer or a  
60.23 designated agent must assign the title to the buyer, and the vehicle is transferred without  
60.24 any liens.

60.25 **EFFECTIVE DATE.** This section is effective August 1, 2025.

60.26 **Sec. 23. [168A.1503] REQUIREMENTS UPON UNPAID INSURANCE VEHICLE**  
60.27 **CLAIM.**

60.28 Subdivision 1. **Definition.** For purposes of this section, "salvage vehicle auction  
60.29 company" or "auction company" means a business, organization, or individual that sells  
60.30 salvage vehicles on behalf of insurers.

60.31 Subd. 2. **Notice to auction company.** (a) If an insurance company licensed to conduct  
60.32 business in Minnesota requests an auction company to take possession of a salvage vehicle

61.1 that is subject to an insurance claim and the insurance company does not subsequently take  
61.2 ownership of the vehicle, the insurance company may direct the auction company to release  
61.3 the vehicle to the owner or lienholder.

61.4 (b) The insurance company must provide the auction company notice by commercial  
61.5 delivery service, email, or a proprietary electronic system accessible by both the insurance  
61.6 company and the auction company authorizing the auction company to release the vehicle  
61.7 to the vehicle's owner or lienholder.

61.8 Subd. 3. **Notice to owner or lienholder.** (a) Upon receiving notice from an insurance  
61.9 company under subdivision 2, the auction company must send two notices a minimum of  
61.10 14 days apart to the owner of the vehicle and any lienholders stating that the vehicle is  
61.11 available to be recovered from the auction company within 30 days of the date the first  
61.12 notice was sent. Each notice must include an invoice for any outstanding charges owed to  
61.13 the auction company that must be paid before the vehicle may be recovered.

61.14 (b) Notice under this subdivision must be sent to the address of the owner and any  
61.15 lienholder on record with the commissioner by certified mail or a commercially available  
61.16 delivery service that provides proof of delivery.

61.17 Subd. 4. **Vehicle deemed abandoned.** (a) If the owner or any lienholder does not recover  
61.18 the vehicle within 30 days of the date on which the first notice was sent under subdivision  
61.19 3:

61.20 (1) the vehicle is considered abandoned;

61.21 (2) the vehicle's certificate of title is deemed assigned to the auction company; and

61.22 (3) without surrendering the certificate of title, the auction company may request, on a  
61.23 form provided by the commissioner, that the commissioner issue a certificate of title that  
61.24 is free of liens.

61.25 (b) A request under paragraph (a) must be accompanied by a copy of (1) the notice sent  
61.26 by the insurance company required under subdivision 2, and (2) evidence of delivery of the  
61.27 notices sent to the owner and any lienholders required under subdivision 3 or evidence that  
61.28 the notices were undeliverable.

61.29 (c) Notwithstanding any outstanding liens against the vehicle, upon receipt of any fees  
61.30 charged under section 168A.29, the commissioner must issue a certificate of title that is  
61.31 free of liens to the auction company in possession of the vehicle.

61.32 **EFFECTIVE DATE.** This section is effective August 1, 2025.

62.1 Sec. 24. Minnesota Statutes 2024, section 168E.01, is amended by adding a subdivision  
62.2 to read:

62.3 Subd. 8a. **Fuel products.** "Fuel products" means liquefied natural gas or liquefied  
62.4 petroleum gas, as defined in section 296A.01, subdivisions 30 and 31.

62.5 **EFFECTIVE DATE.** This section is effective the day following final enactment for  
62.6 retail deliveries made after June 30, 2025.

62.7 Sec. 25. Minnesota Statutes 2024, section 168E.01, is amended by adding a subdivision  
62.8 to read:

62.9 Subd. 15a. **Road construction materials.** "Road construction materials" has the meaning  
62.10 given in section 169.869, subdivision 1.

62.11 **EFFECTIVE DATE.** This section is effective the day following final enactment for  
62.12 retail deliveries made after June 30, 2025.

62.13 Sec. 26. Minnesota Statutes 2024, section 168E.05, subdivision 1, is amended to read:

62.14 Subdivision 1. **Transactions.** The following retail deliveries are exempt from the fee  
62.15 imposed by this chapter:

62.16 (1) a retail delivery to a purchaser who is exempt from tax under chapter 297A;

62.17 (2) a retail delivery on a motor vehicle for which a permit issued by the commissioner  
62.18 of transportation or a road authority is required under chapter 169 or 221 and the retailer  
62.19 has maintained books and records through reasonable and verifiable standards that the retail  
62.20 delivery was on a qualifying vehicle;

62.21 (3) a retail delivery resulting from a retail sale of food and food ingredients or prepared  
62.22 food;

62.23 (4) a retail delivery resulting from a retail sale by a food and beverage service  
62.24 establishment, regardless of whether the retail delivery is made by a third party other than  
62.25 the food and beverage service establishment; ~~and~~

62.26 (5) a retail delivery resulting from a retail sale of drugs and medical devices, accessories  
62.27 and supplies, or baby products;

62.28 (6) a retail delivery resulting from a retail sale of fuel products purchased by and delivered  
62.29 to a political subdivision or a trade or business; and

63.1 (7) a retail delivery resulting from a retail sale of road construction materials purchased  
63.2 by and delivered to a political subdivision or a trade or business.

63.3 **EFFECTIVE DATE.** This section is effective the day following final enactment for  
63.4 retail deliveries made after June 30, 2025.

63.5 Sec. 27. Minnesota Statutes 2024, section 169.011, subdivision 36, is amended to read:

63.6 Subd. 36. **Intersection.** ~~(a)~~ "Intersection" means the area embraced within the  
63.7 prolongation or connection of the lateral curb lines or, if none, then the lateral boundary  
63.8 lines of the roadways of two highways which join one another at, or approximately at, right  
63.9 angles or the area within which vehicles traveling upon different highways joining at any  
63.10 other angle may come in conflict.

63.11 ~~(b) Where a highway includes two roadways 30 feet or more apart, then every crossing~~  
63.12 ~~of each roadway of such divided highway by an intersecting highway shall be regarded as~~  
63.13 ~~a separate intersection. In the event such intersecting highway also includes two roadways~~  
63.14 ~~30 feet or more apart, then every crossing of two roadways of such highways shall be~~  
63.15 ~~regarded as a separate intersection.~~

63.16 **EFFECTIVE DATE.** This section is effective August 1, 2025.

63.17 Sec. 28. Minnesota Statutes 2024, section 169.06, subdivision 5, is amended to read:

63.18 Subd. 5. **Traffic-control signal.** (a) Whenever traffic is controlled by traffic-control  
63.19 signals exhibiting different colored lights, or colored lighted arrows, successively one at a  
63.20 time or in combination, only the colors Green, Red, and Yellow shall be used, except for  
63.21 special pedestrian signals carrying a word or legend. The traffic-control signal lights or  
63.22 colored lighted arrows indicate and apply to drivers of vehicles and pedestrians as follows:

63.23 (1) Green indication:

63.24 (i) Vehicular traffic facing a circular green signal may proceed straight through or turn  
63.25 right or left unless a sign prohibits either turn. But vehicular traffic, including vehicles  
63.26 turning right or left, shall yield the right-of-way to other vehicles and to pedestrians lawfully  
63.27 within the intersection or adjacent crosswalk at the time this signal is exhibited. Vehicular  
63.28 traffic turning left or making a U-turn to the left shall yield the right-of-way to other vehicles  
63.29 approaching from the opposite direction so closely as to constitute an immediate hazard.

63.30 (ii) Vehicular traffic facing a green arrow signal, shown alone or in combination with  
63.31 another indication, may cautiously enter the intersection only to make the movement indicated  
63.32 by the arrow, or other movement as permitted by other indications shown at the same time.

64.1 Vehicular traffic shall yield the right-of-way to pedestrians lawfully within an adjacent  
64.2 crosswalk and to other traffic lawfully using the intersection.

64.3 (iii) Unless otherwise directed by a pedestrian-control signal as provided in subdivision  
64.4 6, pedestrians facing any green signal, except when the sole green signal is a turn arrow,  
64.5 may proceed across the roadway within any marked or unmarked crosswalk. Every driver  
64.6 of a vehicle shall yield the right-of-way to such pedestrian, except that the pedestrian shall  
64.7 yield the right-of-way to vehicles lawfully within the intersection at the time that the green  
64.8 signal indication is first shown.

64.9 (2) Steady yellow indication:

64.10 (i) Vehicular traffic facing a steady circular yellow or yellow arrow signal is thereby  
64.11 warned that the related green movement or flashing yellow movement is being terminated  
64.12 or that a red indication will be exhibited immediately thereafter when vehicular traffic must  
64.13 not enter the intersection, except for the continued movement allowed by any green arrow  
64.14 indication simultaneously exhibited.

64.15 (ii) Pedestrians facing a circular yellow signal, unless otherwise directed by a  
64.16 pedestrian-control signal as provided in subdivision 6, are thereby advised that there is  
64.17 insufficient time to cross the roadway before a red indication is shown and no pedestrian  
64.18 shall then start to cross the roadway.

64.19 (3) Steady red indication:

64.20 (i) Vehicular traffic facing a circular red signal alone must stop at a clearly marked stop  
64.21 line but, if none, before entering the crosswalk on the near side of the intersection or, if  
64.22 none, then before entering the intersection and shall remain standing until a green indication  
64.23 is shown, except as follows: (A) the driver of a vehicle stopped as close as practicable at  
64.24 the entrance to the crosswalk on the near side of the intersection or, if none, then at the  
64.25 entrance to the intersection in obedience to a red or stop signal, and with the intention of  
64.26 making a right turn may make the right turn, after stopping, unless an official sign has been  
64.27 erected prohibiting such movement, but shall yield the right-of-way to pedestrians and other  
64.28 traffic lawfully proceeding as directed by the signal at that intersection; or (B) the driver of  
64.29 a vehicle on a one-way street intersecting another one-way street on which traffic moves  
64.30 to the left shall stop in obedience to a red or stop signal and may then make a left turn into  
64.31 the one-way street, unless an official sign has been erected prohibiting the movement, but  
64.32 shall yield the right-of-way to pedestrians and other traffic lawfully proceeding as directed  
64.33 by the signal at that intersection.

65.1 (ii) Unless otherwise directed by a pedestrian-control signal as provided in subdivision  
65.2 6, pedestrians facing a steady red signal alone shall not enter the roadway.

65.3 (iii) Vehicular traffic facing a steady red arrow signal, with the intention of making a  
65.4 movement indicated by the arrow, must stop at a clearly marked stop line but, if none, before  
65.5 entering the crosswalk on the near side of the intersection or, if none, then before entering  
65.6 the intersection and must remain standing until a permissive signal indication permitting  
65.7 the movement indicated by the red arrow is displayed, except as follows: when an official  
65.8 sign has been erected permitting a turn on a red arrow signal, the vehicular traffic facing a  
65.9 red arrow signal indication is permitted to enter the intersection to turn right, or to turn left  
65.10 from a one-way street into a one-way street on which traffic moves to the left, after stopping,  
65.11 but must yield the right-of-way to pedestrians and other traffic lawfully proceeding as  
65.12 directed by the signal at that intersection.

65.13 (b) In the event an official traffic-control signal is erected and maintained at a place  
65.14 other than an intersection, the provisions of this section are applicable except those which  
65.15 can have no application. Any stop required must be made at a sign or marking on the  
65.16 pavement indicating where the stop must be made, but in the absence of any such sign or  
65.17 marking the stop must be made at the signal.

65.18 (c) When a traffic-control signal indication or indications placed to control a certain  
65.19 movement or lane are so identified by placing a sign near the indication or indications, no  
65.20 other traffic-control signal indication or indications within the intersection controls vehicular  
65.21 traffic for that movement or lane.

65.22 **EFFECTIVE DATE.** This section is effective August 1, 2025.

65.23 Sec. 29. Minnesota Statutes 2024, section 169.09, subdivision 8, is amended to read:

65.24 Subd. 8. **Officer to report accident to commissioner.** (a) A peace officer who  
65.25 investigates in the regular course of duty an accident that is required to be reported under  
65.26 this section must submit an electronic or written report of the accident to the commissioner  
65.27 of public safety within ten days after the date of the accident. Within two business days  
65.28 after identification of a fatality that resulted from an accident, the reporting agency must  
65.29 notify the commissioner of the basic circumstances of the accident. A report or notification  
65.30 under this subdivision must be in the format as prescribed in subdivision 9.

65.31 (b) Accidents on streets, highways, roadways, sidewalks, shoulders, shared use paths,  
65.32 or any other portion of a public right-of-way must be reported under the requirements of  
65.33 this section if the accident results in:

66.1 (1) a fatality;

66.2 (2) ~~bodily injury to a person who, because of the injury, immediately receives medical~~  
66.3 ~~treatment away from or at the scene of the accident;~~

66.4 (3) one or more of the motor vehicles incurring disabling damage that requires a vehicle  
66.5 to be transported away from the scene of the accident by tow truck or other vehicle; or

66.6 (4) damage to fixtures, infrastructure, or any other property alongside or on a highway.

66.7 (c) An accident involving a school bus, as defined in section 169.011, subdivision 71,  
66.8 must be reported under the requirements of this section and section 169.4511.

66.9 (d) An accident involving a commercial motor vehicle, as defined in section 169.781,  
66.10 subdivision 1, paragraph (a), must be reported under the requirements of this section and  
66.11 section 169.783.

66.12 (e) Accidents occurring on public lands or trail systems that result in the circumstances  
66.13 specified in paragraph (b) must be reported under the requirements of this section.

66.14 **EFFECTIVE DATE.** This section is effective August 1, 2025.

66.15 Sec. 30. Minnesota Statutes 2024, section 169.14, subdivision 1a, is amended to read:

66.16 Subd. 1a. **License revocation for extreme speed.** The driver's license of a person who  
66.17 violates any speed limit established in this section, by driving in excess of 100 miles per  
66.18 hour or 35 miles per hour or more over the posted speed limit, is revoked for six months  
66.19 under section 171.17, or for a longer minimum period of time applicable under section  
66.20 169A.53, 169A.54, or 171.174.

66.21 **EFFECTIVE DATE.** This section is effective July 1, 2025, for violations committed  
66.22 on or after that date.

66.23 Sec. 31. Minnesota Statutes 2024, section 169.686, subdivision 1, is amended to read:

66.24 Subdivision 1. **Seat belt requirement.** (a) Except as provided in section 169.685, a  
66.25 properly adjusted and fastened seat belt, including both the shoulder and lap belt when the  
66.26 vehicle is so equipped, ~~shall~~ must be worn by the driver and passengers of a passenger  
66.27 vehicle, commercial motor vehicle, type III vehicle, and type III Head Start vehicle.  
66.28 Notwithstanding the equipment exemption in section 169.685, subdivision 1, this paragraph  
66.29 applies to the driver and passengers of an autocycle equipped with seat belts. This paragraph  
66.30 applies to the operator and passengers of a class 2 all-terrain vehicle, as defined in section

67.1 84.92, subdivision 10, when operated on or within the right-of-way of a public road when  
 67.2 the all-terrain vehicle is factory-equipped with seat belts.

67.3 (b) A person who is 15 years of age or older and who violates paragraph (a) is subject  
 67.4 to a fine of \$25. The driver of the vehicle in which a violation occurs is subject to a \$25  
 67.5 fine for each violation of paragraph (a) by the driver or by a passenger under the age of 15,  
 67.6 but the court may not impose more than one surcharge under section 357.021, subdivision  
 67.7 6, on the driver. The Department of Public Safety ~~shall~~ must not record a violation of this  
 67.8 subdivision on a person's driving record.

67.9 (c) The driver of a bus is not subject to the fine under paragraph (b) for a violation of  
 67.10 paragraph (a) by a passenger under the age of 15. This paragraph does not apply to: (1) a  
 67.11 school bus, including a type III vehicle; and (2) a Head Start bus, including a type III Head  
 67.12 Start vehicle.

67.13 **EFFECTIVE DATE.** This section is effective July 1, 2025, for violations committed  
 67.14 on or after that date.

67.15 Sec. 32. Minnesota Statutes 2024, section 169.865, subdivision 1a, is amended to read:

67.16 Subd. 1a. **Definition.** For purposes of this section, "qualifying agricultural products"  
 67.17 means:

67.18 (1) agricultural crops, including but not limited to corn, soybeans, oats, grain, and  
 67.19 by-products of agricultural crops;

67.20 (2) livestock, including but not limited to cattle, hogs, and poultry;

67.21 (3) food crops, including but not limited to sugar beets, potatoes, carrots, and onions;

67.22 (4) fluid milk;

67.23 (5) seed and material used for or in livestock and poultry feed;

67.24 (6) livestock manure; ~~and~~

67.25 (7) raw or processed grass seed; and

67.26 (8) before January 1, 2031, crude soybean oil.

67.27 **EFFECTIVE DATE.** This section is effective January 1, 2026.

67.28 Sec. 33. Minnesota Statutes 2024, section 169.865, subdivision 3, is amended to read:

67.29 Subd. 3. **Requirements; restrictions.** (a) A vehicle or combination of vehicles operating  
 67.30 under this section:

- 68.1 (1) is subject to axle weight limitations under section 169.824, subdivision 1;
- 68.2 (2) is subject to seasonal load restrictions under section 169.87;
- 68.3 (3) is subject to bridge load limits posted under section 169.84;
- 68.4 (4) may only be operated on paved streets and highways other than interstate highways;
- 68.5 (5) may not be operated with loads that exceed the manufacturer's gross vehicle weight
- 68.6 rating as affixed to the vehicle, or other certification of gross vehicle weight rating complying
- 68.7 with Code of Federal Regulations, title 49, sections 567.4 to 567.7;
- 68.8 (6) must be issued a permit from each road authority having jurisdiction over a road on
- 68.9 which the vehicle is operated, if required;
- 68.10 (7) must comply with the requirements of section 169.851, subdivision 4; and
- 68.11 (8) must have brakes on all wheels.

68.12 (b) The percentage allowances for exceeding gross weights if transporting unfinished

68.13 forest products under section 168.013, subdivision 3, paragraph (b), or for the first haul of

68.14 unprocessed or raw farm products or unfinished forest products under section 168.013,

68.15 subdivision 3, paragraph (d), clause (3), do not apply to a vehicle or combination of vehicles

68.16 operated under this section.

68.17 (c) Notwithstanding paragraph (a), clause (4), a vehicle or combination of vehicles

68.18 hauling fluid milk under a permit issued by the commissioner of transportation may also

68.19 operate on interstate highways as provided under United States Code, title 23, section 127.

68.20 (d) A vehicle or combination of vehicles hauling crude soybean oil under this section

68.21 may only be operated in this state to perform transportation between soybean processing

68.22 facilities located in Mankato and Fairmont on:

- 68.23 (1) a route on a county highway or county state-aid highway as approved by the county;
- 68.24 (2) marked Trunk Highways 15, 30, and 60; and
- 68.25 (3) marked U.S. Highway 169.

68.26 **EFFECTIVE DATE.** This section is effective January 1, 2026.

68.27 Sec. 34. Minnesota Statutes 2024, section 171.01, is amended by adding a subdivision to

68.28 read:

68.29 Subd. 45e. **Road test.** "Road test" means the actual physical demonstration of skills and

68.30 ability to exercise ordinary and reasonable control in the operation of a motor vehicle. As

69.1 appropriate, a road test includes demonstration of ability to perform an inspection of a  
69.2 vehicle and equipment.

69.3 Sec. 35. Minnesota Statutes 2024, section 171.05, subdivision 1, is amended to read:

69.4 Subdivision 1. **Person 18 or more years of age.** (a) Any person who is 18 or more years  
69.5 of age and who, except for a lack of instruction in operating a motor vehicle, would otherwise  
69.6 be qualified to obtain a class D driver's license under this chapter, may apply for an  
69.7 instruction permit, and the department ~~shall~~ must issue the permit. The instruction permit  
69.8 entitles the applicant to drive a motor vehicle for which a class D license is valid upon the  
69.9 highways for a period of two years if the permit holder:

69.10 (1) has the permit in immediate possession; and

69.11 (2) is driving the vehicle while accompanied by an adult licensed driver who is actually  
69.12 occupying a seat beside the driver.

69.13 (b) Any license of a lower class may be used as an instruction permit to operate a vehicle  
69.14 requiring a higher class license for a period of ~~six months~~ one year after passage of the  
69.15 written test or tests required for the higher class and when the licensee is accompanied by  
69.16 and receiving instruction from a holder of the appropriate higher class license. A copy of  
69.17 the record of examination taken for the higher class license must be carried by the driver  
69.18 while using the lower class license as an instruction permit.

69.19 Sec. 36. Minnesota Statutes 2024, section 171.06, is amended by adding a subdivision to  
69.20 read:

69.21 Subd. 7a. **Online renewal.** (a) For purposes of this subdivision, "applicant" means a  
69.22 person who renews a REAL ID-compliant or noncompliant driver's license or identification  
69.23 card or applies for a duplicate card through the department's online renewal system  
69.24 established in this subdivision.

69.25 (b) The commissioner must establish a process for an applicant to renew or request a  
69.26 duplicate of a REAL ID-compliant or noncompliant driver's license or identification card,  
69.27 whether by website or some other means, as provided in this subdivision. Notwithstanding  
69.28 subdivision 3, an applicant for a renewal or duplicate driver's license or identification card  
69.29 submitted through the department's online renewal system may not designate a temporary  
69.30 mailing address for the delivery of the driver's license or identification card.

70.1 (c) The commissioner may renew or request a duplicate of a REAL ID-compliant or  
70.2 noncompliant driver's license or identification card for an individual who does not renew  
70.3 in person if:

70.4 (1) there is no change in identity, including any change to the applicant's name, address,  
70.5 signature, and driver's license or identification card number;

70.6 (2) the renewal application is not for a different type or class of driver's license or  
70.7 identification card;

70.8 (3) the renewal or duplicate application is not for an enhanced driver's license or  
70.9 identification card;

70.10 (4) the commissioner has a previous photograph of the applicant on file that was taken  
70.11 within the last five years or in conjunction with the most recent issuance of the applicant's  
70.12 current credential;

70.13 (5) the applicant is at least 18 years of age at the time of the application;

70.14 (6) the applicant's license or identification card is valid or has been expired for less than  
70.15 one year;

70.16 (7) the applicant has not obtained a driving credential or identification card from another  
70.17 state or jurisdiction since the most recent issuance of the applicant's Minnesota credential;

70.18 (8) no knowledge or road tests are required to maintain the credential;

70.19 (9) the applicant submits a vision examination certificate as described in subdivision 7;  
70.20 and

70.21 (10) the application is in a form prescribed by the commissioner.

70.22 (d) The commissioner must use the photograph on file as specified in paragraph (c),  
70.23 clause (4), for the applicant's REAL ID-compliant or noncompliant driver's license or  
70.24 identification card.

70.25 **EFFECTIVE DATE.** This section is effective July 1, 2026.

70.26 Sec. 37. Minnesota Statutes 2024, section 171.0605, subdivision 2, is amended to read:

70.27 Subd. 2. **Evidence; identity; date of birth.** (a) Only the following is satisfactory evidence  
70.28 of an applicant's identity and date of birth under section 171.06, subdivision 3, paragraph  
70.29 (b):

70.30 (1) a driver's license or identification card that:

- 71.1 (i) complies with all requirements of the REAL ID Act;
- 71.2 (ii) is not designated as temporary or limited term; and
- 71.3 (iii) is current or has been expired for five years or less;
- 71.4 (2) a valid, unexpired United States passport, including a passport booklet or passport  
71.5 card, issued by the United States Department of State;
- 71.6 (3) a certified copy of a birth certificate issued by a government bureau of vital statistics  
71.7 or equivalent agency in the applicant's state of birth, which must bear the raised or authorized  
71.8 seal of the issuing government entity;
- 71.9 (4) a consular report of birth abroad, certification of report of birth, or certification of  
71.10 birth abroad, issued by the United States Department of State, Form FS-240, Form DS-1350,  
71.11 or Form FS-545;
- 71.12 (5) a valid, unexpired permanent resident card issued by the United States Department  
71.13 of Homeland Security or the former Immigration and Naturalization Service of the United  
71.14 States Department of Justice, Form I-551. If the Form I-551 validity period has been  
71.15 automatically extended by the United States Department of Homeland Security, it is deemed  
71.16 unexpired, regardless of the expiration date listed;
- 71.17 (6) a foreign passport with an unexpired temporary I-551 stamp or a temporary I-551  
71.18 printed notation on a machine-readable immigrant visa with a United States Department of  
71.19 Homeland Security admission stamp within the validity period;
- 71.20 (7) a United States Department of Homeland Security Form I-94 or Form I-94A with a  
71.21 photograph and an unexpired temporary I-551 stamp;
- 71.22 (8) a United States Department of State Form DS-232 with a United States Department  
71.23 of Homeland Security admission stamp and validity period;
- 71.24 (9) a certificate of naturalization issued by the United States Department of Homeland  
71.25 Security, Form N-550 or Form N-570;
- 71.26 (10) a certificate of citizenship issued by the United States Department of Homeland  
71.27 Security, Form N-560 or Form N-561;
- 71.28 (11) an unexpired employment authorization document issued by the United States  
71.29 Department of Homeland Security, Form I-766 or Form I-688B. If the Form I-766 validity  
71.30 period has been automatically extended by the United States Department of Homeland  
71.31 Security, it is deemed unexpired, regardless of the expiration date listed;

72.1 (12) a valid, unexpired passport issued by a foreign country and a valid, unexpired United  
72.2 States visa accompanied by documentation of the applicant's most recent lawful admittance  
72.3 into the United States; or

72.4 (13) a document as designated by the United States Department of Homeland Security  
72.5 under Code of Federal Regulations, title 6, part 37.11 (c)(1)(x);;

72.6 ~~(14) a copy of the applicant's certificate of marriage certified by the issuing government~~  
72.7 ~~jurisdiction;~~

72.8 ~~(15) a certified copy of a court order that specifies the applicant's name change; or~~

72.9 ~~(16) a certified copy of a divorce decree or dissolution of marriage that specifies the~~  
72.10 ~~applicant's name change, issued by a court.~~

72.11 (b) A document under paragraph (a) must be legible and unaltered.

72.12 Sec. 38. Minnesota Statutes 2024, section 171.0605, is amended by adding a subdivision  
72.13 to read:

72.14 Subd. 7. Evidence of name change. The following is satisfactory evidence of an  
72.15 applicant's name change:

72.16 (1) a copy of the applicant's certificate of marriage certified by the issuing government  
72.17 jurisdiction;

72.18 (2) a certified copy of a court order that specifies the applicant's name change; or

72.19 (3) a certified copy of a court-issued divorce decree or dissolution of marriage that  
72.20 specifies the applicant's name change.

72.21 Sec. 39. Minnesota Statutes 2024, section 171.061, is amended by adding a subdivision  
72.22 to read:

72.23 Subd. 4a. Reimbursements. (a) The commissioner must issue payment to a driver's  
72.24 license agent as follows:

72.25 (1) \$2 for paying an account balance;

72.26 (2) \$4 for the following transactions:

72.27 (i) correcting credentials for veterans with a total service-connected disability, homeless  
72.28 fee, and those with reduced-fee credentials; and

72.29 (ii) payment of reinstatement fees for veterans with a total service-connected disability  
72.30 and homeless youth;

73.1 (3) \$8 for the following transactions:

73.2 (i) changing a customer's personal identification number; and

73.3 (ii) mail-in application photograph renewal; and

73.4 (4) an amount that equals the fee established under subdivision 4, paragraph (a), clause

73.5 (2), for the following transactions:

73.6 (i) addition of court order review;

73.7 (ii) paper temporary receipt of application permit for veterans with a total

73.8 service-connected disability; and

73.9 (iii) issuing a credential for veterans with a total service-connected disability, homeless

73.10 youth, and those with reduced-fee credentials.

73.11 (b) The following transactions for which no filing fee under subdivision 4 is collected

73.12 are not eligible for payment of any kind:

73.13 (1) collection of another fee type, including but not limited to a record request fee or a

73.14 fast track fee;

73.15 (2) voluntary waiver of a fee by the driver's license agent; and

73.16 (3) ancillary to a transaction for which a filing fee may be imposed.

73.17 (c) If the amount appropriated for payments under this subdivision is insufficient, the

73.18 commissioner must prorate the payments.

73.19 **EFFECTIVE DATE.** This section is effective August 1, 2025.

73.20 Sec. 40. Minnesota Statutes 2024, section 171.13, subdivision 7, is amended to read:

73.21 Subd. 7. **Examination fees.** (a) A fee of \$10 must be paid by an individual to take a  
73.22 third and any subsequent knowledge test administered by the department if the individual  
73.23 has failed two previous consecutive knowledge tests on the subject.

73.24 (b) A fee of \$20 must be paid by an individual to take a third and any subsequent skills  
73.25 or road test administered by the department if the individual has previously failed two  
73.26 consecutive skill or road tests in a specified class of motor vehicle.

73.27 (c) A fee of ~~\$20~~ \$40 must be paid by an individual who fails to appear for a scheduled  
73.28 ~~skills or road test~~ or who cancels a ~~skills or road test~~ within less than 24 hours of before the  
73.29 appointment time. A fee of \$20 must be paid by an individual who cancels a scheduled road  
73.30 test between 24 hours and 72 hours before the appointment time.

74.1 (d) All fees received under this subdivision must be paid into the state treasury and  
 74.2 credited to the driver and vehicle services operating account under section 299A.705.

74.3 **EFFECTIVE DATE.** This section is effective August 1, 2025, and applies to  
 74.4 cancellations and failures to appear on or after that date.

74.5 Sec. 41. Minnesota Statutes 2024, section 171.13, subdivision 8, is amended to read:

74.6 Subd. 8. **Test scheduling.** The commissioner must not schedule or reserve recurring  
 74.7 time with a public, private, or commercial driver education program for purposes of  
 74.8 administering ~~skills or~~ road tests to a class D ~~or commercial~~ driver's license applicant.

74.9 Sec. 42. Minnesota Statutes 2024, section 171.17, subdivision 1, is amended to read:

74.10 Subdivision 1. **Offenses.** (a) The department ~~shall~~ must immediately revoke the license  
 74.11 of a driver upon receiving a record of the driver's conviction of:

74.12 (1) manslaughter resulting from the operation of a motor vehicle ~~or~~ under section 609.20  
 74.13 or 609.205;

74.14 (2) criminal vehicular homicide or injury under section 609.2112, 609.2113, or 609.2114,  
 74.15 or Minnesota Statutes 2012, section 609.21;

74.16 ~~(2)~~ (3) a violation of section 169A.20 or 609.487;

74.17 ~~(3)~~ (4) a felony in the commission of which a motor vehicle was used;

74.18 ~~(4)~~ (5) failure to stop and disclose identity and render aid, as required under section  
 74.19 169.09, in the event of a motor vehicle accident, resulting in the death or personal injury of  
 74.20 another;

74.21 ~~(5)~~ (6) perjury or the making of a false affidavit or statement to the department under  
 74.22 any law relating to the application, ownership, or operation of a motor vehicle, including  
 74.23 on the certification required under section 171.05, subdivision 2, paragraph (a), clause (1),  
 74.24 item (ii), subitem (C), to issue an instruction permit to a homeschool student;

74.25 ~~(6)~~ (7) except as this section otherwise provides, three charges of violating within a  
 74.26 period of 12 months any of the provisions of chapter 169 or of the rules or municipal  
 74.27 ordinances enacted in conformance with chapter 169, for which the accused may be punished  
 74.28 upon conviction by imprisonment;

74.29 ~~(7)~~ (8) two or more violations, within five years, of the misdemeanor offense described  
 74.30 in section 169.444, subdivision 2, paragraph (a);

75.1 ~~(8)~~ (9) the gross misdemeanor offense described in section 169.444, subdivision 2,  
75.2 paragraph (b);

75.3 ~~(9)~~ (10) an offense in another state that, if committed in this state, would be grounds for  
75.4 revoking the driver's license; or

75.5 ~~(10)~~ (11) a violation of an applicable speed limit by a person driving in excess of 100  
75.6 miles per hour. The person's license must be revoked for six months for a violation of this  
75.7 clause, or for a longer minimum period of time applicable under section 169A.53, 169A.54,  
75.8 or 171.174.

75.9 (b) The department ~~shall~~ must immediately revoke the school bus endorsement of a  
75.10 driver upon receiving a record of the driver's conviction of the misdemeanor offense described  
75.11 in section 169.443, subdivision 7.

75.12 Sec. 43. Minnesota Statutes 2024, section 174.02, is amended by adding a subdivision to  
75.13 read:

75.14 Subd. 12. **Emissions reduction goals; financial assistance.** The commissioner may  
75.15 provide grants or other financial assistance at the commissioner's discretion pursuant to  
75.16 grant requirements under state law to meet the state's goals under subdivision 1a, clause  
75.17 (3), or section 216H.02.

75.18 Sec. 44. Minnesota Statutes 2024, section 174.03, subdivision 12, is amended to read:

75.19 Subd. 12. **Trunk highway performance, resiliency, and sustainability.** (a) The  
75.20 commissioner must implement performance measures and targets for the trunk highway  
75.21 system in order to construct resilient infrastructure, enhance the project selection for all  
75.22 transportation modes, improve economic security, and achieve the state transportation goals  
75.23 established in section 174.01.

75.24 (b) At a minimum, the transportation planning process must include:

75.25 (1) an inventory of transportation assets, including but not limited to bridge, pavement,  
75.26 geotechnical, pedestrian, bicycle, and transit asset categories;

75.27 (2) establishment of statewide performance measures and targets, reporting of  
75.28 performance measure results, and where possible, performance forecasts that are:

75.29 (i) statewide and, where data allow, district-specific;

75.30 (ii) for assets in each asset category specified in clause (1); and

75.31 (iii) identified in collaboration with the public;

76.1 (3) gap identification and an explanation of the difference between performance targets  
76.2 and current status; and

76.3 (4) life cycle assessment and corridor risk assessment as part of asset management  
76.4 programs in each district of the department.

76.5 (c) At a minimum, the ten-year capital highway investment plan in each district of the  
76.6 department must:

76.7 (1) be based on expected funding during the plan period and, to the extent feasible,  
76.8 maximize long-term benefits;

76.9 (2) estimate the funding necessary to make optimal life cycle investments;

76.10 (3) identify investments within each of the asset categories specified in paragraph (b),  
76.11 clause (1), that are funded through the trunk highway capital program;

76.12 (4) identify specific trunk highway segments programmed to be removed from the trunk  
76.13 highway system; and

76.14 (5) deliver annual progress toward achieving the state transportation goals established  
76.15 in section 174.01.

76.16 ~~(d) Annually by December 15, the commissioner must report trunk highway performance~~  
76.17 ~~measures and targets and identify gaps, including information detailing the department's~~  
76.18 ~~progress on achieving the state transportation goals, to the chairs and ranking minority~~  
76.19 ~~members of the legislative committees having jurisdiction over transportation policy and~~  
76.20 ~~finance. The report must be signed by the commissioner.~~

76.21 Sec. 45. Minnesota Statutes 2024, section 174.03, is amended by adding a subdivision to  
76.22 read:

76.23 Subd. 13. Asset sustainability ratio targets. (a) The commissioner must calculate and  
76.24 report the asset sustainability ratio (ASR) for pavements for each fiscal year. The ASR must  
76.25 be based on criteria developed by the commissioner and found in the Pavement Design  
76.26 Manual. The ASR is calculated as:

76.27 (1) total trunk highway system lane-mile years added each year; divided by

76.28 (2) total trunk highway mileage in that year.

76.29 (b) The department must meet the following pavement system targets for ASR:

76.30 (1) not less than 0.65 by 2027;

76.31 (2) not less than 0.75 by 2029; and

77.1 (3) not less than 0.85 by 2031 and thereafter.

77.2 (c) The commissioner must determine ASR results from projects constructed by the  
77.3 department for each year and include the results in the trunk highway performance report  
77.4 under section 174.56.

77.5 **EFFECTIVE DATE.** This section is effective August 1, 2025.

77.6 Sec. 46. **[174.034] TRANSPORTATION PROJECT ACTIVITY PORTAL.**

77.7 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have  
77.8 the meanings given.

77.9 (b) "Analysis activity" means an undertaking to analyze or study a highway or a corridor  
77.10 prior to project identification or as part of project development. Analysis activity includes  
77.11 but is not limited to: (1) planning, assessment, project scoping, project development, land  
77.12 acquisition, environmental review, and project-related public engagement; and (2) a safety  
77.13 study or audit, a corridor analysis or study, a planning study, a feasibility analysis, a purpose  
77.14 and need assessment, or similar assessment or analysis.

77.15 (c) "Major highway project" means a highway project that has a total cost for all segments  
77.16 that the commissioner most recently estimates to be at least (1) \$15,000,000 in the  
77.17 metropolitan highway construction district, or (2) \$5,000,000 in any nonmetropolitan  
77.18 highway construction district.

77.19 Subd. 2. **Portal establishment.** The commissioner must maintain a centralized portal  
77.20 on the department's website that provides comprehensive information on highway projects,  
77.21 project development, studies and assessments, and related activity.

77.22 Subd. 3. **Portal design.** The portal must:

77.23 (1) provide a geographic information system interface that allows for identification of  
77.24 projects and analysis activity through interactive mapping;

77.25 (2) identify:

77.26 (i) each trunk highway project that is specified in the state transportation improvement  
77.27 program, excluding general or maintenance set-asides; the statewide multimodal  
77.28 transportation plan; the Minnesota state highway investment plan; or a ten-year capital  
77.29 highway investment plan in a district;

77.30 (ii) each trunk highway project that reached substantial completion in the current or  
77.31 previous two calendar years;

- 78.1 (iii) each trunk highway project that is planned for the ensuing ten years; and
- 78.2 (iv) each trunk highway segment or corridor for which the commissioner: (A) is  
78.3 undertaking analysis activity; or (B) has completed an analysis activity under subitem (A)  
78.4 within the previous five years;
- 78.5 (3) identify department districts, jurisdictions of local units of government, state and  
78.6 local road systems, major geographic features, and relevant local landmarks;
- 78.7 (4) provide the ability to search, filter, and apply mapping layer visibility based on  
78.8 location, dates, status, and common transportation categories;
- 78.9 (5) present information in a manner that is readily understood by the general public;
- 78.10 (6) allow for future extension to incorporate local road projects; and
- 78.11 (7) provide access to the information required under subdivision 4 and the dashboard  
78.12 required under subdivision 5.
- 78.13 Subd. 4. **Information contents.** (a) The commissioner must provide information on the  
78.14 department's website for each project or analysis activity identified under subdivision 3,  
78.15 clause (2). At a minimum, the information must include:
- 78.16 (1) a plain language description of the nature and scope of the project or analysis activity;
- 78.17 (2) as appropriate, the state project number and bridge number;
- 78.18 (3) as appropriate, an explanation of the project purpose and need;
- 78.19 (4) at least one map that identifies the project limits, corridor, or general location;
- 78.20 (5) a timeline that provides any key milestones;
- 78.21 (6) the primary documentation for the project or analysis activity, including but not  
78.22 limited to project layout and design plans, data and results from relevant modeling, and any  
78.23 studies or reports;
- 78.24 (7) a fiscal overview that includes project or analysis activity cost and funding sources;
- 78.25 (8) notice of any scheduled public meetings, and if testimony is being taken, the ability  
78.26 for an individual to arrange to testify;
- 78.27 (9) details on each previous public meeting, including but not limited to meeting minutes,  
78.28 presentations, associated documents, and recordings;
- 78.29 (10) identification of a project or analysis activity contact; and
- 78.30 (11) for each major highway project, project details that at a minimum include:

79.1 (i) project purposes relative to objectives in the statewide multimodal transportation  
79.2 plan and investment priority areas established in the Minnesota state highway investment  
79.3 plan;

79.4 (ii) a history of the project, including but not limited to previous official actions by the  
79.5 department or the appropriate area transportation partnership, or both; the date on which  
79.6 the project was first included in the state transportation improvement plan; the cost of the  
79.7 project at that time; the planning estimate for the project; the engineer's estimate; the award  
79.8 price; the final cost as of six months after substantial completion, including any supplemental  
79.9 agreements and cost overruns or cost savings; the dates of environmental approval; the dates  
79.10 of municipal approval; the date of final geometric layout; and the date of establishment of  
79.11 any construction limits;

79.12 (iii) the project's priority listing or rank within its construction district, if any, as well  
79.13 as the reasons for that listing or rank, the criteria used in prioritization or rank, any changes  
79.14 in that prioritization or rank since the project was first included in a department work plan,  
79.15 and the reasons for those changes; and

79.16 (iv) past and potential future reasons for delay in letting or completing the project, details  
79.17 of all project cost changes that exceed \$500,000, and specific modifications to the overall  
79.18 program that are made as a result of delays and project cost changes.

79.19 (b) The commissioner must maintain and revise the information required under this  
79.20 subdivision in a timely manner, and must publish the public meeting information required  
79.21 under paragraph (a), clause (8), within two weeks of the meeting.

79.22 Subd. 5. **Fiscal transparency dashboard.** The commissioner must provide a fiscal  
79.23 transparency dashboard on the department's website that summarizes fiscal information for  
79.24 the current fiscal year and each year in the state transportation improvement program. At a  
79.25 minimum, the dashboard must include:

79.26 (1) a summary of total amounts by funding source and for projects;

79.27 (2) identification of total expenditures associated with each objective in the statewide  
79.28 multimodal transportation plan under section 174.03, subdivision 1a, and resulting impacts  
79.29 on associated performance targets; and

79.30 (3) an overview of expenditures by investment priority area established in the Minnesota  
79.31 state highway investment plan under section 174.03, subdivision 1c.

80.1 Subd. 6. **Implementation.** The commissioner must implement the requirements of this  
80.2 section by the earlier of January 1, 2028, or the completion of necessary information  
80.3 technology changes.

80.4 Sec. 47. **[174.065] CONSOLIDATED LOCAL TRANSPORTATION FINANCIALS**  
80.5 **REPORT.**

80.6 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have  
80.7 the meanings given.

80.8 (b) "Funding source" means the relevant tax or revenue source for which financial  
80.9 reporting information is required.

80.10 (c) "Reporting unit" means a county, regional railroad authority, or other political  
80.11 subdivision that is specifically required to submit financial information under this section.

80.12 Subd. 2. **Consolidated report.** (a) By March 1 annually, the commissioner must submit  
80.13 a report on consolidated local transportation financials to the chairs and ranking minority  
80.14 members of the legislative committees with jurisdiction over transportation finance and  
80.15 policy.

80.16 (b) At a minimum, the report must include:

80.17 (1) the information specified under subdivision 3 for each funding source as required  
80.18 under sections 174.49, subdivision 7; 297A.993, subdivision 2a; and 398A.04, subdivision  
80.19 12;

80.20 (2) subtotals for each reporting unit that is required to submit financial information under  
80.21 this section; and

80.22 (3) totals for all reporting units.

80.23 (c) The commissioner may establish submission requirements for the financial  
80.24 information, which may include but is not limited to a submission deadline and a format  
80.25 for the fiscal details.

80.26 Subd. 3. **Required financial information.** (a) At a minimum, each reporting unit must  
80.27 submit financial information on the funding source that includes:

80.28 (1) actual allocations or collections to the reporting unit for each of the previous five  
80.29 calendar years;

80.30 (2) balance actuals for each of the previous five calendar years;

81.1 (3) estimates of the amount that is expected to be allocated to or collected by the reporting  
81.2 unit in the current year and for the next ten calendar years; and

81.3 (4) for each of the previous five calendar years, the current calendar year, and for the  
81.4 next ten calendar years:

81.5 (i) the amount expended or proposed to be expended for each of the following, as  
81.6 applicable:

81.7 (A) planning, project development, construction, operation, or maintenance of guideways,  
81.8 as defined in section 473.4485, subdivision 1, paragraph (d);

81.9 (B) nonguideway transit uses;

81.10 (C) active transportation uses;

81.11 (D) highway uses; and

81.12 (E) uses not otherwise specified in subitems (A) to (D);

81.13 (ii) for each category under item (i), subitems (A) to (D), an accompanying list of  
81.14 completed, current, planned, and anticipated projects; and

81.15 (iii) an estimated balance of unspent or undesignated amounts from the funding source.

81.16 (b) The listing under paragraph (a), clause (4), item (ii), must include a brief identification  
81.17 or description of each project or program.

81.18 Subd. 4. **Aid withholding.** The commissioner must annually withhold payment of 25  
81.19 percent of the amount apportioned under section 162.07 for a county that (1) is a reporting  
81.20 unit, and (2) fails to meet financial information submission requirements established by the  
81.21 commissioner under subdivision 2, paragraph (c). The commissioner may release withheld  
81.22 funds no sooner than 30 days following acceptance of a submission.

81.23 Sec. 48. Minnesota Statutes 2024, section 174.07, subdivision 3, is amended to read:

81.24 Subd. 3. **Exceptions.** This section does not apply to:

81.25 (1) a law that establishes a requirement with general applicability for an agency or  
81.26 agencies to submit a report, including but not limited to reports and information under  
81.27 sections 14.05, subdivision 5, and 14.116;

81.28 (2) a law that specifies a reporting expiration date or a date for the submission of a final  
81.29 report;

82.1 (3) information required by law to be included in a budget submission to the legislature  
82.2 under section 16A.11;

82.3 (4) the plans required under section 174.03, subdivisions 1a, 1b, and 1c;

82.4 (5) the forecast information requirements under section 174.03, subdivision 9; and

82.5 (6) the reports required under sections 161.088, subdivision 7; 161.089; 161.3203,  
82.6 subdivision 4; 165.03, subdivision 8; ~~174.03, subdivision 12~~ 174.065; 174.185, subdivision  
82.7 3; 174.247; 174.56, subdivisions 1 and 2; and 174.75, subdivision 3.

82.8 Sec. 49. **[174.205] RESILIENT PAVEMENT PROGRAM.**

82.9 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have  
82.10 the meanings given.

82.11 (b) "Baseline project" means a trunk highway project without revision to pavement  
82.12 design life.

82.13 (c) "Commissioner" means the commissioner of transportation.

82.14 (d) "Modified project" means a project that is revised or under a revision analysis to  
82.15 contain a modified pavement design life using funds provided under the program.

82.16 (e) "Pavement cost" means the estimated total cost of pavement items, including pavement  
82.17 foundation, for the project, in conformance with standard specifications for construction  
82.18 established by the commissioner.

82.19 (f) "Program" means the resilient pavement program under this section.

82.20 Subd. 2. **Program established.** Subject to available funds, the commissioner must  
82.21 establish a resilient pavement program to provide supplemental funding for revisions to  
82.22 pavement design of trunk highway projects on the basis of long-term cost effectiveness.

82.23 Subd. 3. **Administration.** (a) In implementing the program, the commissioner must: (1)  
82.24 establish procedures for identification, analysis, and selection of projects that receive funding  
82.25 and are accordingly revised in the pavement design; and (2) specify a modified pavement  
82.26 design life, whether through pavement material, pavement foundation, or a combination,  
82.27 that is at least 50 years for modified projects.

82.28 (b) The commissioner must determine pavement design life using the current standard  
82.29 models used by the department for pavement design.

82.30 Subd. 4. **Project eligibility; cost effectiveness.** (a) To be eligible for funds under the  
82.31 program, a project must:

83.1 (1) be for trunk highway construction, reconstruction, maintenance, or improvement;

83.2 (2) be included in a prior or the current state transportation improvement program or  
83.3 capital highway investment plan with a proposed design life of less than or equal to 20  
83.4 years;

83.5 (3) be a modified project with a pavement design life as specified under subdivision 3,  
83.6 paragraph (a), clause (2); and

83.7 (4) have a cost-effectiveness ratio, as calculated under paragraph (b), that equals or is  
83.8 greater than two.

83.9 (b) The cost-effectiveness ratio is calculated as:

83.10 (1) the pavement cost of the baseline project, divided by the pavement design life of the  
83.11 baseline project; divided by

83.12 (2) the pavement cost of the modified project, divided by the modified pavement design  
83.13 life.

83.14 Subd. 5. Use of funds. (a) For a project selected under the program, the commissioner  
83.15 may expend program funds for up to 110 percent of the difference in anticipated pavement  
83.16 costs between the modified project and the baseline project.

83.17 (b) The commissioner may expend up to one-third of the funds on projects located wholly  
83.18 or substantially inside the Department of Transportation metropolitan district, as calculated  
83.19 using total funds under the program over (1) the current fiscal year, and (2) the latest prior  
83.20 two years in which funds are allocated.

83.21 (c) The commissioner must not expend funds under the program for program delivery.

83.22 Subd. 6. Public information. The commissioner must publish information regarding  
83.23 the program on the department's website. The information must include:

83.24 (1) a description of program implementation;

83.25 (2) identification of projects analyzed and selected under the program; and

83.26 (3) for each project selected, an overview that includes a brief project description, the  
83.27 pavement design changes, and information on expenditures from program funds.

83.28 Sec. 50. Minnesota Statutes 2024, section 174.38, subdivision 4, is amended to read:

83.29 Subd. 4. **Program administration.** (a) The commissioner must establish active  
83.30 transportation program requirements, including:

- 84.1 (1) assistance eligibility, subject to the requirements under subdivision 5;
- 84.2 (2) a solicitation and application process that minimizes the burden on applicants; and
- 84.3 (3) procedures to award and pay financial assistance.

84.4 (b) The commissioner must ~~annually~~ ~~conduct a solicitation~~ solicitations for active  
84.5 transportation projects under the program.

84.6 (c) The commissioner must make reasonable efforts to publicize each application  
84.7 solicitation among all eligible recipients. The commissioner must assist applicants to create  
84.8 and submit applications, with an emphasis on providing assistance in communities that are  
84.9 historically and currently underrepresented in local or regional planning, including  
84.10 communities of color, low-income households, people with disabilities, and people with  
84.11 limited English proficiency.

84.12 (d) The commissioner may provide grants or other financial assistance for a project.

84.13 (e) The commissioner is prohibited from expending more than one percent of available  
84.14 funds in a fiscal year under this section on program administration.

84.15 Sec. 51. Minnesota Statutes 2024, section 174.49, is amended by adding a subdivision to  
84.16 read:

84.17 **Subd. 7. Metropolitan counties; financial information.** (a) A metropolitan county  
84.18 must annually submit financial information to the commissioner on all sources of funds that  
84.19 are subject to the requirements under subdivision 6. The financial information must be  
84.20 submitted as provided under section 174.065 in the manner and by the dates prescribed by  
84.21 the commissioner.

84.22 (b) In addition to the requirements under section 174.065, subdivision 3, the submitted  
84.23 financial information must include the amount expended or proposed to be expended in  
84.24 each of the allowable uses under subdivision 6 for:

84.25 (1) each of the previous five calendar years;

84.26 (2) the current calendar year; and

84.27 (3) the next ten calendar years.

85.1 Sec. 52. Minnesota Statutes 2024, section 174.56, is amended to read:

85.2 **174.56 REPORT ON MAJOR HIGHWAY PROJECTS, TRUNK HIGHWAY**  
85.3 **FUND PERFORMANCE, EXPENDITURES, AND EFFICIENCIES.**

85.4 Subdivision 1. **Report required.** (a) The commissioner of transportation ~~shall~~ must  
85.5 submit a report by December 15 of each year on ~~(1) the status of major highway projects~~  
85.6 ~~completed during the previous two years or under construction or planned during the year~~  
85.7 ~~of the report and for the ensuing 15 years, (2) trunk highway fund expenditures, and (3)~~  
85.8 ~~efficiencies achieved during the previous two fiscal years~~ trunk highway system performance  
85.9 and department activity.

85.10 (b) ~~For purposes of this section, a "major highway project" is a highway project that has~~  
85.11 ~~a total cost for all segments that the commissioner estimates at the time of the report to be~~  
85.12 ~~at least (1) \$15,000,000 in the metropolitan highway construction district, or (2) \$5,000,000~~  
85.13 ~~in any nonmetropolitan highway construction district.~~

85.14 **Subd. 2. Report contents; major highway projects.** For each major highway project  
85.15 the report must include:

85.16 (1) ~~a description of the project sufficient to specify its scope and location;~~

85.17 (2) ~~a history of the project, including, but not limited to, previous official actions by the~~  
85.18 ~~department or the appropriate area transportation partnership, or both, the date on which~~  
85.19 ~~the project was first included in the state transportation improvement plan, the cost of the~~  
85.20 ~~project at that time, the planning estimate for the project, the engineer's estimate, the award~~  
85.21 ~~price, the final cost as of six months after substantial completion, including any supplemental~~  
85.22 ~~agreements and cost overruns or cost savings, the dates of environmental approval, the dates~~  
85.23 ~~of municipal approval, the date of final geometric layout, and the date of establishment of~~  
85.24 ~~any construction limits;~~

85.25 (3) ~~the project's priority listing or rank within its construction district, if any, as well as~~  
85.26 ~~the reasons for that listing or rank, the criteria used in prioritization or rank, any changes~~  
85.27 ~~in that prioritization or rank since the project was first included in a department work plan,~~  
85.28 ~~and the reasons for those changes;~~

85.29 (4) ~~past and potential future reasons for delay in letting or completing the project, details~~  
85.30 ~~of all project cost changes that exceed \$500,000, and specific modifications to the overall~~  
85.31 ~~program that are made as a result of delays and project cost changes;~~

86.1 ~~(5) two representative trunk highway construction projects, one each from the~~  
 86.2 ~~department's metropolitan district and from greater Minnesota, and for each project report~~  
 86.3 ~~the cost of environmental mitigation and compliance; and~~

86.4 ~~(6) the annual budget for products and services for each Department of Transportation~~  
 86.5 ~~district and office, with comparison to actual spending and including measures of productivity~~  
 86.6 ~~for the previous fiscal year.~~

86.7 Subd. 2a. **Report contents; ~~trunk highway fund expenditures.~~** The commissioner  
 86.8 ~~shall~~ must include in the report:

86.9 (1) a review of trunk highway performance measures and targets under section 174.03,  
 86.10 subdivisions 1c and 12, including identification of gaps;

86.11 (2) details on the department's progress on achieving the state transportation goals under  
 86.12 section 174.01;

86.13 (3) the annual budget for products and services for each Department of Transportation  
 86.14 district and office, including a comparison to actual spending and measures of productivity  
 86.15 for the previous fiscal year;

86.16 (4) information on the total expenditures from the trunk highway fund during the previous  
 86.17 fiscal year, which must include:

86.18 (i) a breakout for each Department of Transportation district, in the following categories:  
 86.19 road construction; planning; design and engineering; labor; compliance with environmental  
 86.20 regulations; administration; acquisition of right-of-way, including costs for attorney fees  
 86.21 and other compensation for property owners; litigation costs, including payment of claims,  
 86.22 settlements, and judgments; maintenance; and road operations; and

86.23 (ii) any other categories or information identified by the commissioner to provide for  
 86.24 expenditure overlap across the categories under item (i) and comparison to other fiscal  
 86.25 reporting;

86.26 (5) asset sustainability ratio results under section 174.03, subdivision 13; and

86.27 (6) efficiencies achieved during the previous two fiscal years.

86.28 Subd. 3. **Department resources.** The commissioner ~~shall~~ must prepare and submit the  
 86.29 report with existing department staff and resources.

86.30 ~~Subd. 4. **Availability of information.** The commissioner must maintain an Internet~~  
 86.31 ~~website that displays information for each major highway project. At a minimum, the~~  
 86.32 ~~information must include the report contents identified in subdivision 2.~~

87.1 Sec. 53. Minnesota Statutes 2024, section 174.634, subdivision 2, is amended to read:

87.2 Subd. 2. **Passenger rail account; transfers; appropriation.** (a) A passenger rail account  
87.3 is established in the special revenue fund. The account consists of funds as provided in this  
87.4 subdivision and any other money donated, allotted, transferred, collected, or otherwise  
87.5 provided to the account.

87.6 (b) By July 15 annually beginning in calendar year ~~2027~~ 2029, the commissioner of  
87.7 revenue must transfer an amount from the general fund to the passenger rail account that  
87.8 equals 50 percent of the portion of the state general tax under section 275.025 levied on  
87.9 railroad operating property, as defined under section 273.13, subdivision 24, in the prior  
87.10 calendar year.

87.11 (c) Money in the account is annually appropriated to the commissioner of transportation  
87.12 for the operating and capital maintenance costs of intercity passenger rail, which may include  
87.13 but are not limited to planning, designing, developing, constructing, equipping, administering,  
87.14 operating, promoting, maintaining, and improving passenger rail service within the state,  
87.15 after accounting for operating revenue, federal funds, and other sources.

87.16 (d) By November 1 each year beginning in calendar year 2029, the commissioner must  
87.17 report on the passenger rail account to the chairs and ranking minority members of the  
87.18 legislative committees with jurisdiction over transportation policy and finance. The report  
87.19 must, at a minimum, include:

87.20 (1) the actual revenue and expenditures in each of the previous two fiscal years;

87.21 (2) the budgeted and forecasted revenue and expenditures in the current fiscal year and  
87.22 each fiscal year within the state forecast period;

87.23 (3) the plan for collection of fees and revenue, as defined and authorized under  
87.24 subdivision 3, in the current fiscal year and each fiscal year within the state forecast period;  
87.25 and

87.26 (4) the uses of expenditures or planned expenditures in each fiscal year included under  
87.27 clauses (1) and (2).

87.28 Sec. 54. Minnesota Statutes 2024, section 289A.51, subdivision 1, is amended to read:

87.29 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have  
87.30 the meanings given.

88.1 (b) "Electric-assisted bicycle" has the meaning given in section 169.011, subdivision  
88.2 27, except that the term is limited to a new electric-assisted bicycle purchased from an  
88.3 eligible retailer.

88.4 (c) "Eligible expenses" means the amount paid for an electric-assisted bicycle and any  
88.5 qualifying accessories purchased at the same time as the electric-assisted bicycle, inclusive  
88.6 of sales tax but exclusive of any other related charges, including charges for a warranty,  
88.7 service, or delivery.

88.8 (d) "Eligible individual" means an individual who:

88.9 (1) is at least 15 years old;

88.10 (2) is a resident individual taxpayer at the time of application for a rebate certificate and  
88.11 in the previous calendar year; ~~and~~

88.12 (3) was not claimed as a dependent on another return in the taxable year described in  
88.13 subdivision 3, paragraph (c); and

88.14 (4) filed an individual income tax return for the taxable year used to determine eligibility  
88.15 under subdivision 3, paragraph (c).

88.16 (e) "Eligible retailer" means a person who has engaged in the business of retail sales of  
88.17 new electric-assisted bicycles for at least six months prior to receiving the approval of the  
88.18 commissioner under subdivision 5.

88.19 (f) "Qualifying accessories" means a bicycle helmet, lights, lock, luggage rack, basket,  
88.20 bag or backpack, fenders, or reflective clothing.

88.21 **EFFECTIVE DATE.** This section is effective for rebates after December 31, 2024.

88.22 Sec. 55. Minnesota Statutes 2024, section 289A.51, subdivision 3, is amended to read:

88.23 Subd. 3. **Amount of rebate.** (a) The amount of a rebate under this section equals the  
88.24 lesser of:

88.25 (1) ~~the applicable percentage, multiplied by the amount~~ 75 percent of eligible expenses  
88.26 paid by an eligible individual; or

88.27 (2) ~~\$1,500~~ \$750.

88.28 ~~(b) The applicable percentage equals 75 percent, but is reduced by one percentage point~~  
88.29 ~~until the percentage equals 50 percent, for each \$4,000 of the eligible individual's adjusted~~  
88.30 ~~gross income in excess of:~~

88.31 ~~(1) \$50,000 for a married taxpayer filing a joint return; and~~

89.1 ~~(2) \$25,000 for all other filers.~~

89.2 (b) Eligibility for a rebate under this section is limited to an eligible individual with  
89.3 adjusted gross income that was not more than:

89.4 (1) \$78,000 in the case of a married eligible individual who filed a joint return; or

89.5 (2) \$41,000 for all other individuals.

89.6 (c) For the purposes of determining the ~~applicable percentage~~ income limit under  
89.7 paragraph (b) ~~and subdivision 4, paragraph (a)~~, the commissioner must use the eligible  
89.8 individual's adjusted gross income for the taxable year ending in the calendar year prior to  
89.9 the year in which the individual applied for a rebate certificate.

89.10 **EFFECTIVE DATE.** This section is effective for rebates after December 31, 2024.

89.11 Sec. 56. Minnesota Statutes 2024, section 289A.51, subdivision 4, is amended to read:

89.12 **Subd. 4. Commissioner to issue rebate certificates.** (a) To qualify for a rebate under  
89.13 this section, an eligible individual must apply to the commissioner for a rebate certificate  
89.14 in the manner specified by the commissioner prior to purchasing an electric-assisted bicycle.  
89.15 As part of the application, the eligible individual must include proof of the individual's  
89.16 adjusted gross income for the taxable year specified in subdivision 3, paragraph (c). The  
89.17 commissioner must issue a rebate certificate to an eligible individual stating the issuance  
89.18 date, the applicable percentage, and the maximum rebate for which the taxpayer is eligible.  
89.19 For a married taxpayer filing a joint return, each spouse may apply to the commissioner  
89.20 separately, and the commissioner must issue each spouse a separate rebate certificate.

89.21 (b) The commissioner of revenue may determine the date on which to open applications  
89.22 for a rebate certificate, and applications must not be submitted before the date determined  
89.23 by the commissioner. Beginning July 1, 2024, and July 1 of each subsequent calendar year  
89.24 for which there is an allocation of rebate certificates, the commissioner must allocate rebate  
89.25 certificates ~~on a first-come, first-served basis. The commissioner must reserve 40 percent~~  
89.26 ~~of the certificates for a married taxpayer filing a joint return with an adjusted gross income~~  
89.27 ~~of less than \$78,000 or any other filer with an adjusted gross income of less than \$41,000.~~  
89.28 ~~Any portion of the reserved amount under this paragraph that is not allocated by September~~  
89.29 ~~30 is available for allocation to other rebate certificate applications beginning on October~~  
89.30 ~~1.~~ to eligible applicants. If the number of total applicants exceeds the available allocation  
89.31 of rebate certificates, the commissioner must allocate certificates through a random lottery.

90.1 (c) If a random lottery is used to allocate certificates as provided in paragraph (b), the  
 90.2 commissioner must, by August 1, 2025, determine a suitable randomized method to allocate  
 90.3 the certificates and must:

90.4 (1) detail the department's anticipated timeline for the lottery, including when applications  
 90.5 for the lottery by an eligible individual must be made and when the commissioner anticipates  
 90.6 distributing the certificates;

90.7 (2) establish a method for an eligible individual to apply for placement into the lottery;  
 90.8 and

90.9 (3) provide the amount of certificates available to be distributed by the department to  
 90.10 the public.

90.11 (d) The commissioner must not issue rebate certificates totaling more than \$2,000,000  
 90.12 in each of calendar years 2024 and 2025, except any amount authorized but not allocated  
 90.13 in any calendar year does not cancel and is added to the allocation for the next calendar  
 90.14 year. When calculating the amount of remaining allocations, the commissioner must assume  
 90.15 that each allocated but unclaimed certificate reduces the available allocations by \$1,500,  
 90.16 \$750.

90.17 ~~(d)~~ (e) A rebate certificate that is not assigned to a retailer expires two months after the  
 90.18 date the certificate was issued and may not be assigned to a retailer after expiration. The  
 90.19 amount of any expired rebate certificates is added to the available allocation under paragraph  
 90.20 ~~(e)~~ (d).

90.21 **EFFECTIVE DATE.** This section is effective for rebates after December 31, 2024.

90.22 Sec. 57. Minnesota Statutes 2024, section 297A.993, subdivision 2a, is amended to read:

90.23 Subd. 2a. **Uses reporting.** ~~By February 15 of each even-numbered year, A metropolitan~~  
 90.24 ~~county, as defined in section 473.121, subdivision 4, that imposes the taxes under this section~~  
 90.25 ~~must annually submit a report to the chairs and ranking minority members of the legislative~~  
 90.26 ~~committees with jurisdiction over transportation policy and finance~~ financial information  
 90.27 to the commissioner of transportation as provided under section 174.065 in the manner and  
 90.28 by the dates prescribed by the commissioner.

90.29 ~~At a minimum, the report must include:~~

90.30 ~~(1) actual transportation sales tax collections by the county over the previous five calendar~~  
 90.31 ~~years;~~

91.1 ~~(2) an estimation of the total sales tax revenue that is estimated to be collected by the~~  
 91.2 ~~county in the current year and for the next ten calendar years; and~~

91.3 ~~(3) for each of the previous five calendar years, the current calendar year, and for the~~  
 91.4 ~~next ten calendar years:~~

91.5 ~~(i) the amount of sales tax revenue expended or proposed to be expended for each of~~  
 91.6 ~~the following:~~

91.7 ~~(A) planning, construction, operation, or maintenance of guideways, as defined in section~~  
 91.8 ~~473.4485, subdivision 1, paragraph (d);~~

91.9 ~~(B) nonguideway transit and active transportation uses;~~

91.10 ~~(C) highway uses; and~~

91.11 ~~(D) uses not otherwise specified in subitems (A) to (C);~~

91.12 ~~(ii) completed, current, planned, and eligible projects for each category under item (i);~~

91.13 ~~and~~

91.14 ~~(iii) an estimated balance of unspent or undesignated county sales tax revenue.~~

91.15 Sec. 58. Minnesota Statutes 2024, section 299A.01, is amended by adding a subdivision  
 91.16 to read:

91.17 Subd. 9. Grant contracts and programs; administrative costs. (a) Notwithstanding  
 91.18 any other law to the contrary, unless money is otherwise appropriated or a percentage is  
 91.19 specified in law for administrative costs, the department may retain the following percentages  
 91.20 of a grant appropriation for staff and related operating costs for grant administration:

91.21 (1) five percent for grants enacted by the legislature, single or sole source grants, and  
 91.22 formula grants; and

91.23 (2) ten percent for competitively awarded grants.

91.24 (b) This subdivision applies to all new and existing grant programs administered by the  
 91.25 department.

91.26 (c) This subdivision does not apply to grants funded with an appropriation of proceeds  
 91.27 from the sale of state general obligation bonds.

92.1 Sec. 59. Minnesota Statutes 2024, section 360.511, is amended by adding a subdivision  
92.2 to read:

92.3 Subd. 22a. **Coordinated unmanned aircraft event.** "Coordinated unmanned aircraft  
92.4 event" means a one-day event involving a group of small unmanned aircraft systems that  
92.5 fly together as a unified and coordinated entity to accomplish a shared entertainment  
92.6 objective, which may include but is not limited to choreographed flight patterns, synchronized  
92.7 lighting, and music for visual displays.

92.8 Sec. 60. Minnesota Statutes 2024, section 360.511, is amended by adding a subdivision  
92.9 to read:

92.10 Subd. 23a. **Electronic attestation.** "Electronic attestation" means a statement of fact or  
92.11 confirmation, submitted by the owner in digital form, regarding the ownership and status  
92.12 of an aircraft, including a small unmanned aircraft system, and its compliance with applicable  
92.13 regulations.

92.14 **EFFECTIVE DATE.** This section is effective August 1, 2025.

92.15 Sec. 61. Minnesota Statutes 2024, section 360.55, subdivision 4, is amended to read:

92.16 Subd. 4. **Collector's aircraft.** (a) For purposes of this subdivision:

92.17 (1) "antique aircraft" means an aircraft constructed by the original manufacturer, or its  
92.18 licensee, on or before December 31, 1945, with the exception of certain pre-World War II  
92.19 aircraft models that had only a small postwar production, such as Beechcraft Staggerwing,  
92.20 Fairchild 24, and Monocoupe; and

92.21 (2) "classic aircraft" means an aircraft constructed by the original manufacturer, or its  
92.22 licensee, on or after January 1, 1946, and has a first year of life that precedes the date of  
92.23 registration by at least 50 years.

92.24 (b) If an antique or classic aircraft is owned and operated solely as a collector's item, its  
92.25 owner ~~may~~ must list it for taxation and registration ~~as follows~~ and execute an electronic  
92.26 attestation or sworn affidavit stating: ~~A sworn affidavit must be executed stating~~

92.27 (1) the name and address of the owner;<sub>2</sub>

92.28 (2) the name and address of the ~~person from whom purchased,~~ seller;

92.29 (3) the aircraft's make, year, model number, federal aircraft registration number, and  
92.30 manufacturer's identification number;<sub>2</sub> and

93.1 (4) that the aircraft is owned and operated solely as a collector's item and not for general  
93.2 transportation or commercial operations purposes.

93.3 The electronic attestation or sworn affidavit must be ~~filed with~~ submitted to the commissioner  
93.4 along with a fee of \$25.

93.5 (c) Upon satisfaction that the electronic attestation or sworn affidavit is true and correct,  
93.6 the commissioner ~~shall~~ must issue ~~to the applicant~~ a registration certificate to the applicant.  
93.7 The registration certificate is valid without renewal as long as the owner operates the aircraft  
93.8 solely as a collector's item.

93.9 (d) ~~Should~~ If an antique or classic aircraft ~~be~~ is operated other than as a collector's item,  
93.10 the registration certificate becomes void and the owner ~~shall~~ must list the aircraft for taxation  
93.11 and registration ~~in accordance with the other provisions of~~ under sections 360.511 to 360.67.

93.12 (e) Upon the sale of an antique or classic aircraft, the new owner must list the aircraft  
93.13 for taxation and registration in accordance with this subdivision, including the payment of  
93.14 a \$5 fee to transfer the registration to the new owner, ~~or the other provisions of~~ under sections  
93.15 360.511 to 360.67, whichever is applicable.

93.16 **EFFECTIVE DATE.** This section is effective August 1, 2025.

93.17 Sec. 62. Minnesota Statutes 2024, section 360.55, subdivision 4a, is amended to read:

93.18 Subd. 4a. **Recreational aircraft; classic license.** (a) An aircraft that has a base price  
93.19 for tax purposes under section 360.531 of \$10,000 or less; and ~~that~~ is owned and operated  
93.20 solely for recreational purposes; may be listed for taxation and registration by executing a  
93.21 an electronic attestation or sworn affidavit stating:

93.22 (1) the name and address of the owner;;

93.23 (2) the name and address of the ~~person from whom purchased,~~ seller;

93.24 (3) the aircraft's make, year, model number, federal aircraft registration number, and  
93.25 manufacturer's identification number;; and

93.26 (4) that the aircraft is owned and operated solely as a recreational aircraft and not for  
93.27 commercial operational purposes.

93.28 The electronic attestation or sworn affidavit must be ~~filed with~~ submitted to the commissioner  
93.29 along with an annual \$25 fee.

94.1 (b) ~~On being satisfied~~ Upon satisfaction that the electronic attestation or sworn affidavit  
 94.2 is true and correct, the commissioner ~~shall~~ must issue ~~to the applicant~~  
 94.3 to the applicant.

94.4 (c) ~~Should~~ If the aircraft ~~be~~ is operated other than as a recreational aircraft, the owner  
 94.5 ~~shall~~ must list the aircraft for taxation and registration and pay the appropriate registration  
 94.6 fee under sections 360.511 to 360.67.

94.7 (d) If the aircraft is sold, the new owner ~~shall~~ must list the aircraft for taxation and  
 94.8 registration under this subdivision, including the payment of the annual \$25 fee, or under  
 94.9 sections 360.511 to 360.67, whichever is applicable.

94.10 **EFFECTIVE DATE.** This section is effective August 1, 2025.

94.11 Sec. 63. Minnesota Statutes 2024, section 360.55, subdivision 8, is amended to read:

94.12 Subd. 8. **Agricultural aircraft.** Aircraft registered with the Federal Aviation  
 94.13 Administration as restricted category aircraft used for agricultural purposes must be listed  
 94.14 for taxation and registration ~~upon filing by the owner a sworn affidavit with.~~ The owner  
 94.15 must execute and submit an annual electronic attestation or sworn affidavit to the  
 94.16 commissioner. The electronic attestation or sworn affidavit must state:

94.17 (1) the name and address of the owner;

94.18 (2) the name and address of the ~~person from whom purchased~~ seller;

94.19 (3) the aircraft's make, year, model number, federal registration number, and  
 94.20 manufacturer's identification number; and

94.21 (4) that the aircraft is owned and operated solely for agricultural operations and purposes.

94.22 The owner ~~shall file the~~ must submit an electronic attestation or a sworn affidavit to the  
 94.23 commissioner and pay an annual fee established under sections 360.511 to 360.67, which  
 94.24 must not exceed \$500. ~~Should~~ If the aircraft ~~be~~ is operated other than for agricultural  
 94.25 purposes, the owner ~~shall~~ must list the aircraft for taxation and registration under sections  
 94.26 360.511 to 360.67. If the aircraft is sold, the new owner ~~shall~~ must list the aircraft for taxation  
 94.27 and registration under this subdivision or under sections 360.511 to 360.67, as applicable.

94.28 **EFFECTIVE DATE.** This section is effective August 1, 2025.

95.1 Sec. 64. Minnesota Statutes 2024, section 360.55, is amended by adding a subdivision to  
95.2 read:

95.3 Subd. 10. **Coordinated unmanned aircraft system fleets.** (a) An operator planning to  
95.4 conduct a coordinated unmanned aircraft event must register the fleet of small unmanned  
95.5 aircraft systems at least 15 days before the event. Registration under this subdivision must  
95.6 be in the manner specified by the commissioner.

95.7 (b) The registration must include:

95.8 (1) the name and contact information of the event organizer;

95.9 (2) the date, time, and location of the event;

95.10 (3) the number of small unmanned aircraft systems to be used;

95.11 (4) proof of liability insurance for the small unmanned aircraft systems;

95.12 (5) a copy of the operator's small unmanned aircraft system pilot's license; and

95.13 (6) a copy of the commercial operator's license.

95.14 (c) A daily registration fee of \$2 per small unmanned aircraft system used in the fleet  
95.15 applies to fleets registered under this subdivision. The fee is in lieu of the registration fee  
95.16 in subdivision 9. A fleet registered under this subdivision is exempt from the aircraft  
95.17 registration tax under sections 360.511 to 360.67.

95.18 Sec. 65. Minnesota Statutes 2024, section 398A.04, is amended by adding a subdivision  
95.19 to read:

95.20 Subd. 12. **Financial information.** An authority associated with a metropolitan county,  
95.21 as defined in section 473.121, subdivision 4, must annually submit financial information to  
95.22 the commissioner of transportation as provided under section 174.065 in the manner and  
95.23 by the dates prescribed by the commissioner.

95.24 Sec. 66. Minnesota Statutes 2024, section 473.13, is amended by adding a subdivision to  
95.25 read:

95.26 Subd. 7. **Use of certain investment.** The council is subject to the requirements under  
95.27 section 162.16, subdivision 2.

95.28 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
95.29 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
95.30 Scott, and Washington.

96.1 Sec. 67. Minnesota Statutes 2024, section 473.39, is amended by adding a subdivision to  
96.2 read:

96.3 Subd. 1y. **Obligations.** In addition to other authority in this section, the council may  
96.4 issue certificates of indebtedness, bonds, or other obligations under this section in an amount  
96.5 not exceeding \$110,800,000 for capital expenditures as prescribed in the council's transit  
96.6 capital improvement program and for related costs, including the costs of issuance and sale  
96.7 of the obligations. Of this authorization, after July 1, 2025, the council may issue certificates  
96.8 of indebtedness, bonds, or other obligations in an amount not exceeding \$54,600,000, and  
96.9 after July 1, 2026, the council may issue certificates of indebtedness, bonds, or other  
96.10 obligations in an additional amount not exceeding \$56,200,000.

96.11 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
96.12 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
96.13 Scott, and Washington.

96.14 Sec. 68. Minnesota Statutes 2024, section 473.39, is amended by adding a subdivision to  
96.15 read:

96.16 Subd. 3a. **General fund impacts.** (a) No later than June 30, 2026, and on June 30 of  
96.17 each subsequent year, the commissioner of revenue must certify to the council an estimate  
96.18 of the revenue lost to the state general fund in the following fiscal year as a result of the  
96.19 increase in the council's debt service levy as a result of the authorization under subdivision  
96.20 1y. The estimate must include but is not limited to the effect of the levy on the state's property  
96.21 tax refund programs and individual income tax collections.

96.22 (b) Beginning in fiscal year 2027, by July 31 in each fiscal year in which the  
96.23 commissioner of revenue estimates a general fund reduction under paragraph (a), the council  
96.24 must transfer to the state general fund the amount certified by the commissioner of revenue.

96.25 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
96.26 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
96.27 Scott, and Washington.

96.28 Sec. 69. Minnesota Statutes 2024, section 473.39, subdivision 6, is amended to read:

96.29 Subd. 6. **Limitation; light rail transit.** The council is prohibited from expending any  
96.30 proceeds from certificates of indebtedness, bonds, or other obligations under subdivisions  
96.31 1u, 1w, ~~and~~ 1x, and 1y for project development, land acquisition, or construction to (1)

97.1 establish a light rail transit line; or (2) expand a light rail transit line, including by extending  
97.2 a line or adding additional stops.

97.3 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
97.4 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
97.5 Scott, and Washington.

97.6 Sec. 70. Minnesota Statutes 2024, section 473.408, is amended by adding a subdivision  
97.7 to read:

97.8 **Subd. 11. Transit service for certified disabled riders.** (a) The council must provide  
97.9 regular route transit, as defined in section 473.385, subdivision 1, free of charge to an  
97.10 individual who is:

97.11 (1) certified as disabled under the Americans with Disabilities Act requirements of the  
97.12 Federal Transit Administration; or

97.13 (2) certified by the council under section 473.386, subdivision 2a.

97.14 (b) The requirements under this subdivision apply to operators of regular route transit  
97.15 receiving financial assistance under section 473.388 or operating under section 473.405,  
97.16 subdivision 12.

97.17 **APPLICATION.** This section applies in the counties of Anoka, Carver, Dakota,  
97.18 Hennepin, Ramsey, Scott, and Washington.

97.19 Sec. 71. Minnesota Statutes 2024, section 473.4465, is amended by adding a subdivision  
97.20 to read:

97.21 **Subd. 2a. Use of funds; Metropolitan Council; loan authorized.** From the amounts  
97.22 in subdivision 2, paragraph (a), clause (2), the council is authorized to loan to the Department  
97.23 of Transportation up to \$250,000,000 to advance and coordinate highway construction with  
97.24 one major transitway project in the metropolitan area. Funds may be used for any costs  
97.25 related to the selected project, including but not limited to predesign, design, engineering,  
97.26 environmental analysis, right-of-way acquisition including temporary and permanent  
97.27 easements, and construction. The loan agreement, including repayment terms, must be  
97.28 mutually agreed to by the council and the Department of Transportation.

97.29 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
97.30 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
97.31 Scott, and Washington.

98.1 Sec. 72. Minnesota Statutes 2024, section 473.4465, subdivision 4, is amended to read:

98.2 Subd. 4. **Use of funds; metropolitan counties; reporting.** (a) A metropolitan county  
98.3 must use revenue from the regional transportation sales and use tax under section 297A.9915  
98.4 in conformance with the requirements under section 174.49, subdivision 6.

98.5 ~~(b) By February 15 of each even-numbered year, a metropolitan county must submit a~~  
98.6 ~~report to the chairs and ranking minority members of the legislative committees with~~  
98.7 ~~jurisdiction over transportation policy and finance on the use of funds received under section~~  
98.8 ~~297A.9915. This report must be submitted in conjunction with the report required under~~  
98.9 ~~section 297A.993, subdivision 2a. At a minimum, the report must include:~~

98.10 ~~(1) actual sales tax collections allocated to the county over the previous five calendar~~  
98.11 ~~years;~~

98.12 ~~(2) an estimation of the total sales tax revenue that is estimated to be allocated to the~~  
98.13 ~~county in the current year and for the next ten calendar years; and~~

98.14 ~~(3) for each of the previous five calendar years, the current calendar year, and for the~~  
98.15 ~~next ten calendar years:~~

98.16 ~~(i) the amount of sales tax revenue expended or proposed to be expended for each of~~  
98.17 ~~the allowable uses under section 174.49, subdivision 6;~~

98.18 ~~(ii) completed, current, planned, and eligible projects or programs for each category~~  
98.19 ~~under item (i); and~~

98.20 ~~(iii) an estimated balance of unspent or undesignated regional transportation sales and~~  
98.21 ~~use tax revenue.~~

98.22 Sec. 73. Laws 2023, chapter 68, article 4, section 109, is amended to read:

98.23 Sec. 109. **TRAFFIC SAFETY VIOLATIONS DISPOSITION ANALYSIS.**

98.24 (a) The commissioner of public safety must enter into an agreement with the Center for  
98.25 Transportation Studies at the University of Minnesota to conduct an evaluation of the  
98.26 disposition in recent years of citations for speeding, impairment, distraction, and seatbelt  
98.27 violations. The evaluation under the agreement must include but is not limited to analysis  
98.28 of:

98.29 (1) rates of citations issued compared to rates of citations contested in court and the  
98.30 outcomes of the cases;

98.31 (2) amounts of fines imposed compared to counts and amounts of fine payments; and

99.1 (3) any related changes in patterns of traffic enforcement from 2017 to 2022.

99.2 (b) The agreement must require the Center for Transportation Studies to submit an  
99.3 interim progress report by July 1, 2024, and a final report by ~~July 1, 2025~~ January 15, 2026,  
99.4 to the commissioner and the chairs and ranking minority members of the legislative  
99.5 committees with jurisdiction over transportation policy and finance and public safety.

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

99.7 Sec. 74. **RULEMAKING; LOSS OF VOLUNTARY CONTROL PROVISIONS**  
99.8 **MODIFICATION.**

99.9 (a) By July 1, 2026, the commissioner of public safety must amend Minnesota Rules,  
99.10 part 7410.2500, subpart 5, by adding an item F, to no longer require an annual physician's  
99.11 statement from a driver if:

99.12 (1) a single nonepileptic seizure was responsible for the driver's loss of consciousness  
99.13 or voluntary control;

99.14 (2) the driver has been free from episodes of loss of consciousness or voluntary control  
99.15 for five years from the date of the incident under clause (1);

99.16 (3) the driver has not been prescribed or taking any antiseizure medication for five years  
99.17 from the date of the incident under clause (1); and

99.18 (4) a physician has indicated that no further review of the driver's condition is necessary  
99.19 due to the driver being in good health and the risk of reoccurrence for the condition  
99.20 responsible for causing a loss of consciousness or voluntary control is minimal.

99.21 (b) By July 1, 2026, the commissioner of public safety must amend Minnesota Rules,  
99.22 part 7410.2500, subpart 5, by adding an item G, to no longer require an annual physician's  
99.23 statement from a driver if:

99.24 (1) the driver has been free from episodes of loss of consciousness or voluntary control  
99.25 for ten years;

99.26 (2) the driver has not been prescribed or taking any antiseizure medication for ten years;  
99.27 and

99.28 (3) a physician has indicated that no further review of the driver's condition is necessary  
99.29 due to the driver being in good health and the risk of reoccurrence for the condition  
99.30 responsible for causing a loss of consciousness or voluntary control is minimal.

100.1 (c) A review by a physician under Minnesota Rules, part 7410.2500, subpart 5, item F  
100.2 or G, does not apply to a driver who is required to hold a valid medical examiner's certificate  
100.3 under Code of Federal Regulations, title 49, section 391.43, and does not constitute a  
100.4 determination of that driver's physical qualifications as required under Code of Federal  
100.5 Regulations, title 49, section 391.41.

100.6 (d) The commissioner may use the good cause exemption under Minnesota Statutes,  
100.7 section 14.388, subdivision 1, clause (3), to adopt rules under this section. Minnesota  
100.8 Statutes, section 14.386, does not apply except as provided under Minnesota Statutes, section  
100.9 14.388.

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

100.11 **Sec. 75. ADDITIONAL FULL-SERVICE PROVIDER FOR CIRCLE PINES.**

100.12 Notwithstanding Minnesota Statutes, sections 168.33 and 171.061, and rules adopted  
100.13 by the commissioner of public safety limiting sites for the office of deputy registrar or  
100.14 driver's license agent based on either the distance to an existing deputy registrar or driver's  
100.15 license agent office or the annual volume of transactions processed by any deputy registrar  
100.16 or driver's license agent before or after the proposed appointment, the commissioner of  
100.17 public safety must appoint the deputy registrar of motor vehicles currently at 9201 Lexington  
100.18 Avenue North in the city of Circle Pines as a driver's license agent to operate as a full-service  
100.19 office. The addition of a driver's license agent establishes the location as a full-service office  
100.20 with full authority to function as a registration and motor vehicle tax collection and driver's  
100.21 license bureau. All other provisions regarding the appointment and operation of a deputy  
100.22 registrar of motor vehicles and driver's license agent under Minnesota Statutes, sections  
100.23 168.33 and 171.061, and Minnesota Rules, chapters 7404 and 7406, apply to the office.

100.24 **Sec. 76. BUS RAPID TRANSIT ALTERNATE MODE ANALYSIS.**

100.25 (a) The Metropolitan Council must perform an analysis of alternate transit in the corridor  
100.26 of the Blue Line light rail transit extension project. At a minimum, the analysis must:

100.27 (1) evaluate bus rapid transit as an alternative mode of transit service in the corridor;

100.28 (2) perform a comparison between light rail transit and bus rapid transit alternatives that  
100.29 includes life cycle fiscal costs, ridership, transit system impacts, project risks, and any other  
100.30 relevant costs and benefits; and

100.31 (3) review considerations and develop any recommendations for a project redesign to  
100.32 implement bus rapid transit in the corridor.

101.1 (b) By January 15, 2026, the Metropolitan Council must submit a report on the analysis  
101.2 to the chairs and ranking minority members of the legislative committees with jurisdiction  
101.3 over transportation policy and finance and to the Hennepin County Board of Commissioners.

101.4 At a minimum, the report must:

101.5 (1) summarize the analysis; and

101.6 (2) provide information on each of the requirements under paragraph (a), clauses (1) to

101.7 (3).

101.8 (c) The council must use existing resources to perform the analysis and report under this  
101.9 section.

101.10 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
101.11 final enactment and applies to the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
101.12 Scott, and Washington.

101.13 Sec. 77. **HIGH-SUBSIDY TRANSIT SERVICE ANALYSIS.**

101.14 (a) By March 1, 2026, the Metropolitan Council must conduct an analysis of high-subsidy  
101.15 regional regular route transit service. At a minimum, the analysis must:

101.16 (1) calculate per-passenger operating subsidies for each route operated, by route type,  
101.17 as identified in the transportation policy plan under Minnesota Statutes, section 473.146;

101.18 (2) estimate the capital and operating savings from discontinuing each route in the highest  
101.19 tier of per-passenger subsidy, as defined in the transportation policy plan; and

101.20 (3) estimate and evaluate the cost of Metro Mobility rides provided near the highest tier  
101.21 routes identified under clause (2).

101.22 (b) Within 60 days of a request, a recipient of financial assistance from the Metropolitan  
101.23 Council under Minnesota Statutes, section 473.388, must provide data and information as  
101.24 requested by the council that is necessary for the analysis under this section.

101.25 (c) Following completion, the Metropolitan Council must submit a copy of the analysis  
101.26 to the chairs and ranking minority members of the legislative committees with jurisdiction  
101.27 over transportation policy and finance.

101.28 (d) The Metropolitan Council must use sales tax revenue under Minnesota Statutes,  
101.29 section 473.4465, subdivision 2, paragraph (a), clause (2), for the costs of analysis and  
101.30 reporting under this section.

102.1 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
102.2 final enactment and applies in the counties of Anoka, Carver, Dakota, Hennepin, Ramsey,  
102.3 Scott, and Washington.

102.4 Sec. 78. **METRO MOBILITY FORECASTING ANALYSIS.**

102.5 (a) By February 1, 2026, the commissioner of transportation must conduct an analysis  
102.6 of Metropolitan Council forecast practices for special transportation service as provided  
102.7 under Minnesota Statutes, section 473.386, subdivision 10. The commissioner must enter  
102.8 into an agreement with a third-party entity to perform the forecasting analysis. The third-party  
102.9 entity must have experience and expertise in transit systems, budgeting, and cost projections  
102.10 or relevant fiscal modeling.

102.11 (b) At a minimum, the analysis must:

102.12 (1) review data, projections, and assumptions used by the Metropolitan Council to  
102.13 forecast special transportation service costs and revenue;

102.14 (2) evaluate the forecasting methodology used by the Metropolitan Council;

102.15 (3) identify factors in the rate of anticipated cost growth;

102.16 (4) identify and analyze methods to improve efficiency and reduce costs; and

102.17 (5) develop findings and make recommendations related to the analysis.

102.18 (c) Following completion, the commissioner must submit a copy of the analysis to the  
102.19 chairs and ranking minority members of the legislative committees with jurisdiction over  
102.20 transportation policy and finance.

102.21 (d) The Metropolitan Council must provide data and information as requested by the  
102.22 commissioner on behalf of the third-party entity that is necessary for the analysis under this  
102.23 section. In the amount identified by the commissioner, the Metropolitan Council must use  
102.24 sales tax revenue under Minnesota Statutes, section 473.4465, subdivision 2, paragraph (a),  
102.25 clause (2), for the costs of the forecasting analysis under this section.

102.26 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following  
102.27 final enactment. Paragraph (d) applies in the counties of Anoka, Carver, Dakota, Hennepin,  
102.28 Ramsey, Scott, and Washington.

103.1

**ARTICLE 3**

103.2

**CONFORMING CHANGES**

103.3 Section 1. Minnesota Statutes 2024, section 169A.55, subdivision 5, is amended to read:

103.4 Subd. 5. **Reinstatement of driving privileges; certain criminal vehicular operation**

103.5 **offenses.** A person whose driver's license has been revoked under section 171.17, subdivision

103.6 1, paragraph (a), clause ~~(1)~~ (2) (revocation, criminal vehicular operation), or suspended

103.7 under section 171.187 (suspension, criminal vehicular operation), for a violation of section

103.8 609.2113, subdivision 1, clause (2), item (i) or (iii), (3), or (4), subdivision 2, clause (2),

103.9 item (i) or (iii), (3), or (4), or subdivision 3, clause (2), item (i) or (iii), (3), or (4); or section

103.10 609.2114, subdivision 2, clause (2), item (i) or (iii) (criminal vehicular operation,

103.11 alcohol-related provisions), resulting in bodily harm, substantial bodily harm, or great bodily

103.12 harm, shall not be eligible for reinstatement of driving privileges until the person has

103.13 submitted to the commissioner verification of the use of ignition interlock for the applicable

103.14 time period specified in those sections. To be eligible for reinstatement under this subdivision,

103.15 a person shall utilize an ignition interlock device that meets the performance standards and

103.16 certification requirements under subdivision 4, paragraph (c).

103.17 Sec. 2. Minnesota Statutes 2024, section 171.2405, subdivision 1, is amended to read:

103.18 Subdivision 1. **Establishment.** (a) A city or county may establish a license reinstatement

103.19 diversion program for holders of class D drivers' licenses who have been charged with

103.20 violating section 171.24, subdivision 1 or 2. An individual charged with driving after

103.21 revocation under section 171.24, subdivision 2, is eligible for diversion only if the revocation

103.22 was due to a violation of section 169.791; 169.797; 169A.52; 169A.54; 171.17, subdivision

103.23 1, paragraph (a), clause ~~(6)~~ (7); or 171.177. An individual who is a holder of a commercial

103.24 driver's license or who has committed an offense in a commercial motor vehicle is not

103.25 eligible to participate in the diversion program. Nothing in this section authorizes the issuance

103.26 of a driver's license to a diversion program participant during the underlying suspension or

103.27 revocation period at issue in the violation of section 171.24, subdivision 1 or 2.

103.28 (b) Notwithstanding any law or ordinance to the contrary, a city or county may contract

103.29 with a third party to create and administer the diversion program under this section. Any

103.30 participating city or county, at its own expense, may request an audit of the administrator.

103.31 (c) For purposes of this section, "administrator" means the city, county, or administrator

103.32 of the program.

104.1 Sec. 3. Minnesota Statutes 2024, section 171.301, subdivision 1, is amended to read:

104.2 Subdivision 1. **Conditions of issuance.** (a) The commissioner may issue a reintegration  
104.3 driver's license to any person:

104.4 (1) who is 18 years of age or older;

104.5 (2) who has been released from a period of at least 180 consecutive days of confinement  
104.6 or incarceration in:

104.7 (i) an adult correctional facility under the control of the commissioner of corrections or  
104.8 licensed by the commissioner of corrections under section 241.021;

104.9 (ii) a federal correctional facility for adults; or

104.10 (iii) an adult correctional facility operated under the control or supervision of any other  
104.11 state; and

104.12 (3) whose license has been suspended or revoked under the circumstances listed in  
104.13 section 171.30, subdivision 1, paragraph (a), clauses (1) to (4), for a violation that occurred  
104.14 before the individual was incarcerated for the period described in clause (2).

104.15 (b) If the person's driver's license or permit to drive has been revoked under section  
104.16 169.792 or 169.797, the commissioner may only issue a reintegration driver's license to the  
104.17 person after the person has presented an insurance identification card, policy, or written  
104.18 statement indicating that the driver or owner has insurance coverage satisfactory to the  
104.19 commissioner.

104.20 (c) If the person's driver's license or permit to drive has been suspended under section  
104.21 171.186, the commissioner may only issue a reintegration driver's license to the person after  
104.22 the commissioner receives notice of a court order provided pursuant to section 518A.65,  
104.23 paragraph (e), showing that the person's driver's license or operating privileges should no  
104.24 longer be suspended.

104.25 (d) If the person's driver's license has been revoked under section 171.17, subdivision  
104.26 1, paragraph (a), clause (1) or (2), the commissioner may only issue a reintegration driver's  
104.27 license to the person after the person has completed the applicable revocation period.

104.28 (e) The commissioner must not issue a reintegration driver's license:

104.29 (1) to any person described in section 171.04, subdivision 1, clause (7), (8), (10), or  
104.30 (11);

104.31 (2) to any person described in section 169A.55, subdivision 5;

105.1 (3) if the person has committed a violation after the person was released from custody  
105.2 that results in the suspension, revocation, or cancellation of a driver's license, including  
105.3 suspension for nonpayment of child support or maintenance payments as described in section  
105.4 171.186, subdivision 1; or

105.5 (4) if the issuance would conflict with the requirements of the nonresident violator  
105.6 compact.

105.7 (f) The commissioner must not issue a class A, class B, or class C reintegration driver's  
105.8 license.

105.9 Sec. 4. Minnesota Statutes 2024, section 171.306, subdivision 1, is amended to read:

105.10 Subdivision 1. **Definitions.** (a) As used in this section, the terms in this subdivision have  
105.11 the meanings given them.

105.12 (b) "Ignition interlock device" or "device" means equipment that is designed to measure  
105.13 breath alcohol concentration and to prevent a motor vehicle's ignition from being started  
105.14 by a person whose breath alcohol concentration measures 0.02 or higher on the equipment.

105.15 (c) "Location tracking capabilities" means the ability of an electronic or wireless device  
105.16 to identify and transmit its geographic location through the operation of the device.

105.17 (d) "Program participant" means a person who has qualified to take part in the ignition  
105.18 interlock program under this section, and whose driver's license has been:

105.19 (1) revoked, canceled, or denied under section 169A.52; 169A.54; 171.04, subdivision  
105.20 1, clause (10); or 171.177; or

105.21 (2) revoked under section 171.17, subdivision 1, paragraph (a), clause ~~(1)~~ (2), or  
105.22 suspended under section 171.187, for a violation of section 609.2113, subdivision 1, clause  
105.23 (2), item (i) or (iii), (3), or (4); subdivision 2, clause (2), item (i) or (iii), (3), or (4); or  
105.24 subdivision 3, clause (2), item (i) or (iii), (3), or (4); or 609.2114, subdivision 2, clause (2),  
105.25 item (i) or (iii), (3), or (4), resulting in bodily harm, substantial bodily harm, or great bodily  
105.26 harm.

105.27 (e) "Qualified prior impaired driving incident" has the meaning given in section 169A.03,  
105.28 subdivision 22.

105.29 Sec. 5. Minnesota Statutes 2024, section 171.306, subdivision 4, is amended to read:

105.30 Subd. 4. **Issuance of restricted license.** (a) The commissioner shall issue a class D  
105.31 driver's license, subject to the applicable limitations and restrictions of this section, to a

106.1 program participant who meets the requirements of this section and the program guidelines.

106.2 The commissioner shall not issue a license unless the program participant has provided  
106.3 satisfactory proof that:

106.4 (1) a certified ignition interlock device has been installed on the participant's motor  
106.5 vehicle at an installation service center designated by the device's manufacturer; and

106.6 (2) the participant has insurance coverage on the vehicle equipped with the ignition  
106.7 interlock device. If the participant has previously been convicted of violating section 169.791,  
106.8 169.793, or 169.797 or the participant's license has previously been suspended, revoked, or  
106.9 canceled under section 169.792 or 169.797, the commissioner shall require the participant  
106.10 to present an insurance identification card that is certified by the insurance company to be  
106.11 noncancelable for a period not to exceed 12 months.

106.12 (b) A license issued under authority of this section must contain a restriction prohibiting  
106.13 the program participant from driving, operating, or being in physical control of any motor  
106.14 vehicle not equipped with a functioning ignition interlock device certified by the  
106.15 commissioner. A participant may drive an employer-owned vehicle not equipped with an  
106.16 interlock device while in the normal course and scope of employment duties pursuant to  
106.17 the program guidelines established by the commissioner and with the employer's written  
106.18 consent.

106.19 (c) A program participant whose driver's license has been: (1) revoked under section  
106.20 169A.52, subdivision 3, paragraph (a), clause (1), (2), or (3), or subdivision 4, paragraph  
106.21 (a), clause (1), (2), or (3); 169A.54, subdivision 1, clause (1), (2), (3), or (4); or 171.177,  
106.22 subdivision 4, paragraph (a), clause (1), (2), or (3), or subdivision 5, paragraph (a), clause  
106.23 (1), (2), or (3); or (2) revoked under section 171.17, subdivision 1, paragraph (a), clause ~~(1)~~  
106.24 (2), or suspended under section 171.187, for a violation of section 609.2113, subdivision  
106.25 1, clause (2), item (i) or (iii), (3), or (4); subdivision 2, clause (2), item (i) or (iii), (3), or  
106.26 (4); or subdivision 3, clause (2), item (i) or (iii), (3), or (4); or 609.2114, subdivision 2,  
106.27 clause (2), item (i) or (iii), (3), or (4), resulting in bodily harm, substantial bodily harm, or  
106.28 great bodily harm, where the participant has fewer than two qualified prior impaired driving  
106.29 incidents within the past ten years or fewer than three qualified prior impaired driving  
106.30 incidents ever; may apply for conditional reinstatement of the driver's license, subject to  
106.31 the ignition interlock restriction.

106.32 (d) A program participant whose driver's license has been: (1) revoked, canceled, or  
106.33 denied under section 169A.52, subdivision 3, paragraph (a), clause (4), (5), or (6), or  
106.34 subdivision 4, paragraph (a), clause (4), (5), or (6); 169A.54, subdivision 1, clause (5), (6),

107.1 or (7); or 171.177, subdivision 4, paragraph (a), clause (4), (5), or (6), or subdivision 5,  
107.2 paragraph (a), clause (4), (5), or (6); or (2) revoked under section 171.17, subdivision 1,  
107.3 paragraph (a), clause ~~(1)~~ (2), or suspended under section 171.187, for a violation of section  
107.4 609.2113, subdivision 1, clause (2), item (i) or (iii), (3), or (4); subdivision 2, clause (2),  
107.5 item (i) or (iii), (3), or (4); or subdivision 3, clause (2), item (i) or (iii), (3), or (4); or  
107.6 609.2114, subdivision 2, clause (2), item (i) or (iii), (3), or (4), resulting in bodily harm,  
107.7 substantial bodily harm, or great bodily harm, where the participant has two or more qualified  
107.8 prior impaired driving incidents within the past ten years or three or more qualified prior  
107.9 impaired driving incidents ever; may apply for conditional reinstatement of the driver's  
107.10 license, subject to the ignition interlock restriction, if the program participant is enrolled in  
107.11 a licensed substance use disorder treatment or rehabilitation program as recommended in  
107.12 a chemical use assessment. As a prerequisite to eligibility for eventual reinstatement of full  
107.13 driving privileges, a participant whose chemical use assessment recommended treatment  
107.14 or rehabilitation shall complete a licensed substance use disorder treatment or rehabilitation  
107.15 program. If the program participant's ignition interlock device subsequently registers a  
107.16 positive breath alcohol concentration of 0.02 or higher, the commissioner shall extend the  
107.17 time period that the participant must participate in the program until the participant has  
107.18 reached the required abstinence period described in section 169A.55, subdivision 4.

107.19 (e) Notwithstanding any statute or rule to the contrary, the commissioner has authority  
107.20 to determine when a program participant is eligible for restoration of full driving privileges,  
107.21 except that the commissioner shall not reinstate full driving privileges until the program  
107.22 participant has met all applicable prerequisites for reinstatement under section 169A.55 and  
107.23 until the program participant's device has registered no positive breath alcohol concentrations  
107.24 of 0.02 or higher during the preceding 90 days.

APPENDIX  
Article locations for H2438-3

ARTICLE 1 APPROPRIATIONS..... Page.Ln 2.2  
ARTICLE 2 TRANSPORTATION FINANCE AND POLICY..... Page.Ln 43.18  
ARTICLE 3 CONFORMING CHANGES..... Page.Ln 103.1