

HOUSE OF REPRESENTATIVES

NINETY-FOURTH SESSION

H. F. No. 2438

03/17/2025

Authored by Koznick, Koegel and Gander

04/21/2025

The bill was read for the first time and referred to the Committee on Transportation Finance and Policy

04/22/2025

Adoption of Report: Amended and re-referred to the Committee on Taxes

04/24/2025

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

04/28/2025

Read for the Second Time

04/28/2025

Calendar for the Day, Amended

04/28/2025

Read Third Time as Amended

05/05/2025

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

05/19/2025

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

1.1A bill for an act

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

1.3money for transportation purposes, including Department of Transportation,

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

1.5appropriations; transferring money; modifying various policy and finance

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

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

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

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

1.10168.002, subdivision 6; 168.013, subdivision 1m; 168.091; 168.1287, subdivisions

1.111, 5; 168.27, subdivisions 8, 11, 16, 22; 168.33, by adding a subdivision; 168A.11,

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

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

1.141a; 169.686, subdivision 1; 169.865, subdivisions 1a, 3; 169A.55, subdivision 5;

1.15171.01, by adding a subdivision; 171.05, subdivision 1; 171.06, by adding a

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

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

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

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

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

1.21174.634, subdivision 2; 289A.51, subdivisions 1, 3, 4; 297A.993, subdivision 2a;

1.22299A.01, by adding a subdivision; 360.511, by adding subdivisions; 360.55,

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

1.24473.13, by adding a subdivision; 473.39, subdivision 6, by adding subdivisions;

1.25473.408, by adding a subdivision; 473.4465, subdivision 4, by adding a subdivision;

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

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

1.282023, chapter 60, article 10, section 9; Laws 2023, chapter 68, article 1, section

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

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

1.31chapters 137; 168; 168A; 174.

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

ARTICLE 1
APPROPRIATIONS

Section 1. TRANSPORTATION APPROPRIATIONS.

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

APPROPRIATIONS
Available for the Year
Ending June 30
2026 2027

Sec. 2. DEPARTMENT OF
TRANSPORTATION

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

Appropriations by Fund

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

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

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

3.1 Subd. 2. **Multimodal Systems**3.2 (a) **Aeronautics**3.3 (1) **Airport Development and Assistance**19,448,00019,448,0003.4 This appropriation is from the state airports3.5 fund and must be spent according to3.6 Minnesota Statutes, section 360.305,3.7 subdivision 4.3.8 Notwithstanding Minnesota Statutes, section3.9 16A.28, subdivision 6, this appropriation is3.10 available for five years after the year of the3.11 appropriation. If the appropriation for either3.12 year is insufficient, the appropriation for the3.13 other year is available for it.3.14 If the commissioner of transportation3.15 determines that a balance remains in the state3.16 airports fund following the appropriations3.17 made in this article and that the appropriations3.18 made are insufficient for advancing airport3.19 development and assistance projects, an3.20 amount necessary to advance the projects, not3.21 to exceed the balance in the state airports fund,3.22 is appropriated in each year to the3.23 commissioner and must be spent according to3.24 Minnesota Statutes, section 360.305,3.25 subdivision 4. Within two weeks of a3.26 determination under this contingent3.27 appropriation, the commissioner of3.28 transportation must notify the commissioner3.29 of management and budget and the chairs and3.30 ranking minority members of the legislative3.31 committees with jurisdiction over3.32 transportation finance concerning the funds3.33 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

4.6 Appropriations by Fund

4.7 2026 2027

4.8 General 1,843,000 1,993,000

4.9 Airports 12,740,000 12,740,000

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

5.12 2026 2027

5.13 General 2,353,000 2,353,000

5.14 Trunk Highway 6,812,000 6,866,000

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	<u>(2) Program Delivery</u>	<u>289,845,000</u>	<u>287,145,000</u>
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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	<u>(c) State Road Construction</u>	<u>2,205,557,000</u>	<u>1,222,157,000</u>
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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	<u>(d) Corridors of Commerce</u>	<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	<u>(e) Transportation Economic Development</u>	<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	<u>(f) Resilient Pavement</u>	<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	<u>(g) Highway Debt Service</u>	<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	<u>(h) Statewide Radio Communications</u>	<u>7,052,000</u>	<u>7,114,000</u>
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9.17	<u>Appropriations by Fund</u>		
9.18		<u>2026</u>	<u>2027</u>
9.19	<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	<u>(a) County State-Aid Highways</u>	<u>1,110,374,000</u>	<u>1,143,461,000</u>
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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	<u>(b) Municipal State-Aid Streets</u>	<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	<u>determination under this contingent</u>		
11.2	<u>appropriation, the commissioner of</u>		
11.3	<u>transportation must notify the commissioner</u>		
11.4	<u>of management and budget and the chairs and</u>		
11.5	<u>ranking minority members of the legislative</u>		
11.6	<u>committees with jurisdiction over</u>		
11.7	<u>transportation finance concerning funds</u>		
11.8	<u>appropriated. The governor must identify in</u>		
11.9	<u>the next budget submission to the legislature</u>		
11.10	<u>under Minnesota Statutes, section 16A.11, any</u>		
11.11	<u>amount that is appropriated under this</u>		
11.12	<u>paragraph.</u>		
11.13	<u>(c) Other Local Roads</u>		
11.14	<u>(1) Local Transportation Disaster Support</u>	<u>1,000,000</u>	<u>1,000,000</u>
11.15	<u>This appropriation is from the general fund to</u>		
11.16	<u>provide a cost-share for federal assistance</u>		
11.17	<u>from the Federal Highway Administration for</u>		
11.18	<u>the emergency relief program under United</u>		
11.19	<u>States Code, title 23, section 125.</u>		
11.20	<u>(2) Local Road Improvement</u>	<u>3,838,000</u>	<u>-0-</u>
11.21	<u>This appropriation is from the general fund</u>		
11.22	<u>for construction and reconstruction of local</u>		
11.23	<u>roads under Minnesota Statutes, section</u>		
11.24	<u>174.52.</u>		
11.25	<u>(2) Local Bridges</u>	<u>3,838,000</u>	<u>-0-</u>
11.26	<u>This appropriation is from the general fund to</u>		
11.27	<u>replace or rehabilitate local deficient bridges</u>		
11.28	<u>under Minnesota Statutes, section 174.50.</u>		
11.29	<u>Subd. 5. Agency Management</u>		
11.30	<u>(a) Agency Services</u>	<u>89,709,000</u>	<u>89,709,000</u>
11.31	<u>Appropriations by Fund</u>		
11.32	<u>2026</u>	<u>2027</u>	

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	<u>(b) Buildings</u>			<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	<u>(c) Tort Claims</u>			<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	<u>Subd. 6. Transfers; General Authority</u>				
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

14.1 Advisory Commission under Minnesota
14.2 Statutes, section 3.30, and the ranking minority
14.3 members of the legislative committees with
14.4 jurisdiction over transportation finance, may
14.5 transfer all or part of the unappropriated
14.6 balance in the trunk highway fund to an
14.7 appropriation: (1) for trunk highway design,
14.8 construction, or inspection in order to take
14.9 advantage of an unanticipated receipt of
14.10 income to the trunk highway fund or to take
14.11 advantage of federal advanced construction
14.12 funding; (2) for trunk highway maintenance
14.13 in order to meet an emergency; or (3) to pay
14.14 tort or environmental claims. Nothing in this
14.15 subdivision authorizes the commissioner to
14.16 increase the use of federal advanced
14.17 construction funding beyond amounts
14.18 specifically authorized. Any transfer as a result
14.19 of the use of federal advanced construction
14.20 funding must include an analysis of the effects
14.21 on the long-term trunk highway fund balance.
14.22 The amount transferred is appropriated for the
14.23 purpose of the account to which it is
14.24 transferred.

14.25 Sec. 3. **METROPOLITAN COUNCIL**

14.26	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>124,961,000</u>	<u>\$</u>	<u>130,794,000</u>
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14.27 The appropriations in this section are from the
14.28 general fund to the Metropolitan Council.

14.29 The amounts that may be spent for each
14.30 purpose are specified in the following
14.31 subdivisions.

15.1	Subd. 2. <u>Transit System Operations</u>		<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	Subd. 3. <u>Special Transportation Service</u>		<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	Sec. 4. <u>DEPARTMENT OF PUBLIC SAFETY</u>			
15.17	Subdivision 1. <u>Total Appropriation</u>	<u>\$</u>	<u>297,071,000</u>	<u>\$ 308,374,000</u>
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	Subd. 2. <u>Administration and Related Services</u>			
15.32	(a) <u>Office of Communications</u>		<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

16.4 2026 2027

16.5 General 6,001,000 6,001,000

16.6 Trunk Highway 5,365,000 5,365,000

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

16.29 2026 2027

16.30 General 1,743,000 1,743,000

16.31 Trunk Highway 5,252,000 5,252,000

- 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 <u>(a) Driver Services</u>	<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 Appropriations by Fund

19.19 2026 2027

19.20 General 4,495,000 4,495,000

19.21 Trunk Highway 1,360,000 1,366,000

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

20.14 Appropriations by Fund

	<u>2026</u>	<u>2027</u>
20.15		
20.16 <u>General</u>	<u>560,000</u>	<u>560,000</u>
20.17 <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

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

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

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

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

Sec. 9. APPROPRIATION CANCELLATIONS.

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

(b) Of the appropriation in fiscal years 2024 and 2025 under Laws 2023, chapter 68, article 1, section 4, subdivision 5, for projects and activities of the Advisory Council on 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	(2) Aviation Support Services	8,332,000	8,340,000
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27.1 Appropriations by Fund

27.2		2022	2023
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27.3	General	1,650,000	1,650,000
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27.4	Airports	6,682,000	6,690,000
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27.5 \$28,000 in fiscal year 2022 and \$36,000 in
 27.6 fiscal year 2023 are from the state airports
 27.7 fund for costs related to regulating unmanned
 27.8 aircraft systems.

27.9	(3) Civil Air Patrol	80,000	80,000
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27.10 This appropriation is from the state airports
 27.11 fund for the Civil Air Patrol.

27.12	(b) Transit and Active Transportation	23,501,000	18,201,000
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27.13 This appropriation is from the general fund.
 27.14 \$5,000,000 in fiscal year 2022 is for the active
 27.15 transportation program under Minnesota
 27.16 Statutes, section 174.38. This is a onetime
 27.17 appropriation and is available until June 30,
 27.18 2025.

27.19 \$300,000 in fiscal year 2022 is for a grant to
 27.20 the 494 Corridor Commission. The
 27.21 commissioner must not retain any portion of
 27.22 the funds appropriated under this section. The
 27.23 commissioner must make grant payments in
 27.24 full by December 31, 2021. Funds under this
 27.25 grant are for programming and service
 27.26 expansion to assist companies and commuters
 27.27 in telecommuting efforts and promotion of
 27.28 best practices. A grant recipient must provide
 27.29 telework resources, assistance, information,
 27.30 and related activities on a statewide basis. This
 27.31 is a onetime appropriation.

27.32	(c) Safe Routes to School	5,500,000	500,000
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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
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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
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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	Sec. 9. DEPARTMENT OF			
29.19	TRANSPORTATION	\$	310,000	\$ -0-

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
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30.5	Appropriations by Fund		
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30.6		2024	2025
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30.7	General	36,000,000	-0-
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30.8	Airports	33,598,000	18,598,000
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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
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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
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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
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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
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34.20	Appropriations by Fund		
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34.21		2024	2025
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34.22	General	2,000,000	-0-
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34.23	Trunk Highway	412,220,000	425,341,000
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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	(1) Planning and Research	32,679,000	33,465,000
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	(2) Program Delivery	274,451,000	273,985,000
35.32	Appropriations by Fund		
35.33	2024	2025	

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. <u>This amount is</u>		
36.30	<u>available until June 30, 2027.</u>		
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
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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) Corridors of Commerce	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	(c) State Road Construction	-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
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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.

Sec. 3. **[137.345] EMPOWERING SMALL MINNESOTA COMMUNITIES PROGRAM.**

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

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

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

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

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

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

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

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

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

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

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

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

(1) a review of the program and implementation;

(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

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

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

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

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

(i) consults with metropolitan planning organizations;

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

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

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

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

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

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

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

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

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

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

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

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

162.16 INVESTMENT OF MONEY IN STATE-AID FUNDS.

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

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

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

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

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

(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

lease of not more than five motor vehicles in a 12-month period, other than pioneer or classic motor vehicles as defined in section 168.10, subdivisions 1a and 1b₂; or (3) sales by a licensed auctioneer selling motor vehicles at an auction if, in the ordinary course of the auctioneer's business, the sale of motor vehicles is incidental to the sale of other real or personal property. For purposes of this subdivision, charitable organization means a nonprofit charitable organization that qualifies for tax exemption under section 501(c)(3) of the Internal Revenue Code.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Subd. 16. **Dealer plates: ~~distinguishing number~~; issuance, fee, tax, use.** (a) The 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 posses 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

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

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

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

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

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

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

(2) \$4 for the following transactions:

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

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

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

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

(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.

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

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

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

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

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

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

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

(b) Accidents on streets, highways, roadways, sidewalks, shoulders, shared use paths, or any other portion of a public right-of-way must be reported under the requirements of 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:

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

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

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

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

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

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

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

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

(3) an overview of expenditures by investment priority area established in the Minnesota 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 Staggetwing,
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;₂

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;₂ 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~~ a registration certificate
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

(3) any related changes in patterns of traffic enforcement from 2017 to 2022.

(b) The agreement must require the Center for Transportation Studies to submit an interim progress report by July 1, 2024, and a final report by ~~July 1, 2025~~ January 15, 2026, to the commissioner and the chairs and ranking minority members of the legislative committees with jurisdiction over transportation policy and finance and public safety.

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

Sec. 74. **RULEMAKING; LOSS OF VOLUNTARY CONTROL PROVISIONS**
MODIFICATION.

(a) By July 1, 2026, the commissioner of public safety must amend Minnesota Rules, part 7410.2500, subpart 5, by adding an item F, to no longer require an annual physician's statement from a driver if:

(1) a single nonepileptic seizure was responsible for the driver's loss of consciousness or voluntary control;

(2) the driver has been free from episodes of loss of consciousness or voluntary control for five years from the date of the incident under clause (1);

(3) the driver has not been prescribed or taking any antiseizure medication for five years from the date of the incident under clause (1); and

(4) a physician has indicated that no further review of the driver's condition is necessary due to the driver being in good health and the risk of reoccurrence for the condition responsible for causing a loss of consciousness or voluntary control is minimal.

(b) By July 1, 2026, the commissioner of public safety must amend Minnesota Rules, part 7410.2500, subpart 5, by adding an item G, to no longer require an annual physician's statement from a driver if:

(1) the driver has been free from episodes of loss of consciousness or voluntary control for ten years;

(2) the driver has not been prescribed or taking any antiseizure medication for ten years; and

(3) a physician has indicated that no further review of the driver's condition is necessary due to the driver being in good health and the risk of reoccurrence for the condition responsible for causing a loss of consciousness or voluntary control is minimal.

(c) A review by a physician under Minnesota Rules, part 7410.2500, subpart 5, item F or G, does not apply to a driver who is required to hold a valid medical examiner's certificate under Code of Federal Regulations, title 49, section 391.43, and does not constitute a determination of that driver's physical qualifications as required under Code of Federal Regulations, title 49, section 391.41.

(d) The commissioner may use the good cause exemption under Minnesota Statutes, section 14.388, subdivision 1, clause (3), to adopt rules under this section. Minnesota Statutes, section 14.386, does not apply except as provided under Minnesota Statutes, section 14.388.

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

Sec. 75. ADDITIONAL FULL-SERVICE PROVIDER FOR CIRCLE PINES.

Notwithstanding Minnesota Statutes, sections 168.33 and 171.061, and rules adopted by the commissioner of public safety limiting sites for the office of deputy registrar or driver's license agent based on either the distance to an existing deputy registrar or driver's license agent office or the annual volume of transactions processed by any deputy registrar or driver's license agent before or after the proposed appointment, the commissioner of public safety must appoint the deputy registrar of motor vehicles currently at 9201 Lexington Avenue North in the city of Circle Pines as a driver's license agent to operate as a full-service office. The addition of a driver's license agent establishes the location as a full-service office with full authority to function as a registration and motor vehicle tax collection and driver's license bureau. All other provisions regarding the appointment and operation of a deputy registrar of motor vehicles and driver's license agent under Minnesota Statutes, sections 168.33 and 171.061, and Minnesota Rules, chapters 7404 and 7406, apply to the office.

Sec. 76. BUS RAPID TRANSIT ALTERNATE MODE ANALYSIS.

(a) The Metropolitan Council must perform an analysis of alternate transit in the corridor of the Blue Line light rail transit extension project. At a minimum, the analysis must:

(1) evaluate bus rapid transit as an alternative mode of transit service in the corridor;

(2) perform a comparison between light rail transit and bus rapid transit alternatives that includes life cycle fiscal costs, ridership, transit system impacts, project risks, and any other relevant costs and benefits; and

(3) review considerations and develop any recommendations for a project redesign to 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.

ARTICLE 3

CONFORMING CHANGES

Section 1. Minnesota Statutes 2024, section 169A.55, subdivision 5, is amended to read:

Subd. 5. **Reinstatement of driving privileges; certain criminal vehicular operation offenses.** A person whose driver's license has been revoked under section 171.17, subdivision 1, paragraph (a), clause ~~(1)~~ (2) (revocation, criminal vehicular operation), or suspended under section 171.187 (suspension, criminal vehicular operation), for a violation of section 609.2113, subdivision 1, clause (2), item (i) or (iii), (3), or (4), subdivision 2, clause (2), item (i) or (iii), (3), or (4), or subdivision 3, clause (2), item (i) or (iii), (3), or (4); or section 609.2114, subdivision 2, clause (2), item (i) or (iii) (criminal vehicular operation, alcohol-related provisions), resulting in bodily harm, substantial bodily harm, or great bodily harm, shall not be eligible for reinstatement of driving privileges until the person has submitted to the commissioner verification of the use of ignition interlock for the applicable time period specified in those sections. To be eligible for reinstatement under this subdivision, a person shall utilize an ignition interlock device that meets the performance standards and certification requirements under subdivision 4, paragraph (c).

Sec. 2. Minnesota Statutes 2024, section 171.2405, subdivision 1, is amended to read:

Subdivision 1. **Establishment.** (a) A city or county may establish a license reinstatement diversion program for holders of class D drivers' licenses who have been charged with violating section 171.24, subdivision 1 or 2. An individual charged with driving after revocation under section 171.24, subdivision 2, is eligible for diversion only if the revocation was due to a violation of section 169.791; 169.797; 169A.52; 169A.54; 171.17, subdivision 1, paragraph (a), clause ~~(6)~~ (7); or 171.177. An individual who is a holder of a commercial driver's license or who has committed an offense in a commercial motor vehicle is not eligible to participate in the diversion program. Nothing in this section authorizes the issuance of a driver's license to a diversion program participant during the underlying suspension or revocation period at issue in the violation of section 171.24, subdivision 1 or 2.

(b) Notwithstanding any law or ordinance to the contrary, a city or county may contract with a third party to create and administer the diversion program under this section. Any participating city or county, at its own expense, may request an audit of the administrator.

(c) For purposes of this section, "administrator" means the city, county, or administrator 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

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ARTICLE 2 TRANSPORTATION FINANCE AND POLICY..... Page.Ln 43.18

ARTICLE 3 CONFORMING CHANGES..... Page.Ln 103.1