

SENATE
STATE OF MINNESOTA
NINETY-FOURTH SESSION

S.F. No. 1832

(SENATE AUTHORS: CHAMPION)		
DATE	D-PG	OFFICIAL STATUS
02/24/2025	486	Introduction and first reading Referred to Jobs and Economic Development
04/10/2025	1798a 1870	Comm report: To pass as amended and re-refer to Finance Rule 12.10: report of votes in committee
04/25/2025	3970a	Comm report: To pass as amended
04/28/2025	4010	Second reading General Orders: Stricken and re-referred to Finance Comm report: To pass as amended Second reading

1.1A bill for an act

1.2relating to state government; establishing a biennial budget for jobs, labor, and

1.3economic development; appropriating money for the Department of Employment

1.4and Economic Development, Department of Labor and Industry, Bureau of

1.5Mediation Services, and Workers' Compensation Court of Appeals; modifying

1.6economic development provisions; modifying Explore Minnesota provisions;

1.7making labor policy changes; modifying provisions governing the certification of

1.8underground telecommunications installers; creating accounts; requiring reports;

1.9amending Minnesota Statutes 2024, sections 116J.431, subdivision 2; 116J.659,

1.10subdivisions 4, 5; 116J.8733, subdivision 4; 116J.8752, subdivision 2; 116L.04,

1.11subdivisions 1, 1a; 116L.05, subdivision 5; 116L.98, subdivision 2; 116M.18,

1.12subdivision 3; 116U.05; 116U.06; 116U.15; 116U.30; 116U.35; 177.253,

1.13subdivision 1, by adding a subdivision; 177.254, subdivisions 1, 2, by adding a

1.14subdivision; 177.27, subdivision 5; 248.07, subdivisions 7, 8; 268.085, subdivision

1.1515; 268.184, subdivision 1; 326B.103, by adding subdivisions; 326B.184,

1.16subdivisions 1a, 2; 326B.198, subdivisions 2, 3; 326B.31, subdivision 29; 326B.33,

1.17subdivision 21; 326B.37, subdivisions 1, 2, 4, 5, 6, 8, 9, by adding a subdivision;

1.18326B.49, subdivisions 2, 3; 326B.986, subdivision 9; 327.31, by adding a

1.19subdivision; 327.32, subdivisions 1a, 1e, 7; 327.33, subdivisions 1, 2, 2a, 2b, 2c,

1.20by adding subdivisions; 327B.01, subdivisions 1, 7, 19, by adding subdivisions;

1.21327B.04, subdivisions 3, 4, 6, 7a; 327B.041; 327B.05, subdivision 1; 469.54,

1.22subdivision 4; Laws 2023, chapter 53, article 15, section 33, subdivision 4, as

1.23amended; article 18, sections 2, subdivisions 1, 4; 3, subdivisions 1, 4, 5; article

1.2420, section 2, subdivision 2, as amended; article 21, section 7, as amended; Laws

1.252024, chapter 127, article 14, section 3; proposing coding for new law in Minnesota

1.26Statutes, chapters 116J; 326B; repealing Laws 2024, chapter 120, article 1, section

1.2713.

1.28BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.29ARTICLE 1

1.30APPROPRIATIONS; JOBS

1.31Section 1. APPROPRIATIONS.

1.32(a) The sums shown in the columns marked "Appropriations" are appropriated to the

1.33agencies and for the purposes specified in this article. The appropriations are from the

2.1 general fund, or another named fund, and are available for the fiscal years indicated for
2.2 each purpose. The figures "2026" and "2027" used in this article mean that the appropriations
2.3 listed under them are available for the fiscal year ending June 30, 2026, or June 30, 2027,
2.4 respectively. "The first year" is fiscal year 2026. "The second year" is fiscal year 2027. "The
2.5 biennium" is fiscal years 2026 and 2027.

2.6 (b) If an appropriation in this article is enacted more than once in the 2025 regular or
2.7 special legislative session, the appropriation must be given effect only once.

2.8 (c) Notwithstanding Minnesota Statutes, section 16B.98, subdivision 14, the
2.9 commissioners of the agencies receiving grant appropriations in this article must not use
2.10 any amount of the grant appropriations for administration costs unless otherwise appropriated
2.11 or stated in Minnesota Statutes, section 116J.035, subdivision 7.

2.12	<u>APPROPRIATIONS</u>	
2.13	<u>Available for the Year</u>	
2.14	<u>Ending June 30</u>	
2.15	2026	2027

2.16 **Sec. 2. DEPARTMENT OF EMPLOYMENT**
2.17 **AND ECONOMIC DEVELOPMENT**

2.18	Subdivision 1. Total Appropriation	\$ 159,277,000	\$ 149,835,000
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2.19 Appropriations by Fund

2.20		<u>2026</u>	<u>2027</u>
2.21	<u>General</u>	<u>113,113,000</u>	<u>108,433,000</u>
2.22	<u>Remediation</u>	<u>700,000</u>	<u>700,000</u>
2.23	<u>Workforce</u>		
2.24	Development	45,464,000	40,702,000

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

2.28	Subd. 2. Business and Community Development	54,254,000	49,104,000
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2.29 Appropriations by Fund

2.30	<u>General</u>	<u>51,204,000</u>	<u>46,054,000</u>
2.31	<u>Remediation</u>	<u>700,000</u>	<u>700,000</u>
2.32	<u>Workforce</u>		
2.33	<u>Development</u>	2,350,000	2,350,000

2.34 (a) \$2,287,000 each year is for the greater
2.35 Minnesota business development public

3.1 infrastructure grant program under Minnesota
3.2 Statutes, section 116J.435. This appropriation
3.3 is available until June 30, 2029.

3.4 (b) \$350,000 each year is for the
3.5 administration of the Energy Transition Office
3.6 under Minnesota Statutes, section 116J.5491.

3.7 (c) \$500,000 each year is for grants to small
3.8 business development centers under Minnesota
3.9 Statutes, section 116J.68. Money made
3.10 available under this paragraph may be used to
3.11 match funds under the federal Small Business
3.12 Development Center (SBDC) program under
3.13 United States Code, title 15, section 648, to
3.14 provide consulting and technical services or
3.15 to build additional SBDC network capacity to
3.16 serve entrepreneurs and small businesses.

3.17 (d) \$2,725,000 each year is for the small
3.18 business assistance partnerships program
3.19 under Minnesota Statutes, section 116J.682.
3.20 All grant awards shall be for two consecutive
3.21 years. Grants shall be awarded in the first year.
3.22 The department may use up to five percent of
3.23 the appropriation for administrative purposes.

3.24 (e) \$1,772,000 each year is for contaminated
3.25 site cleanup and development grants under
3.26 Minnesota Statutes, sections 116J.551 to
3.27 116J.558. This appropriation is available until
3.28 June 30, 2029.

3.29 (f) \$700,000 each year is from the remediation
3.30 fund for contaminated site cleanup and
3.31 development grants under Minnesota Statutes,
3.32 sections 116J.551 to 116J.558. This
3.33 appropriation is available until June 30, 2029.

- 4.1 (g) \$139,000 each year is for the Center for
4.2 Rural Policy and Development.
- 4.3 (h) \$25,000 each year is for the administration
4.4 of state aid for the Destination Medical Center
4.5 Corporation under Minnesota Statutes,
4.6 sections 469.40 to 469.47.
- 4.7 (i) \$575,000 each year is for the host
4.8 community economic development program
4.9 established in Minnesota Statutes, section
4.10 116J.548. The base for this appropriation is
4.11 \$375,000 in fiscal year 2028 and each year
4.12 thereafter.
- 4.13 (j)(1) \$1,500,000 each year is for grants to
4.14 local communities to increase the number of
4.15 quality child care providers to support
4.16 economic development. Fifty percent of grant
4.17 funds must go to communities located outside
4.18 the seven-county metropolitan area as defined
4.19 in Minnesota Statutes, section 473.121,
4.20 subdivision 2.
- 4.21 (2) Grant recipients must obtain a 50 percent
4.22 nonstate match to grant funds in either cash
4.23 or in-kind contribution, unless the
4.24 commissioner waives the requirement. Grant
4.25 funds available under this paragraph must be
4.26 used to implement projects to reduce the child
4.27 care shortage in the state, including but not
4.28 limited to funding for child care business
4.29 start-ups or expansion, training, facility
4.30 modifications, direct subsidies or incentives
4.31 to retain employees, or improvements required
4.32 for licensing, and assistance with licensing
4.33 and other regulatory requirements. In awarding
4.34 grants, the commissioner must give priority

5.1 to communities that have demonstrated a
5.2 shortage of child care providers.

5.3 (3) Within one year of receiving grant funds,
5.4 grant recipients must report to the
5.5 commissioner on the outcomes of the grant
5.6 program, including but not limited to the
5.7 number of new providers, the number of
5.8 additional child care provider jobs created, the
5.9 number of additional child care slots, and the
5.10 amount of cash and in-kind local funds
5.11 invested. Within one month of all grant
5.12 recipients reporting on program outcomes, the
5.13 commissioner must report the grant recipients'
5.14 outcomes to the chairs and ranking members
5.15 of the legislative committees with jurisdiction
5.16 over early learning and child care and
5.17 economic development.

5.18 (k) \$500,000 each year is for the Office of
5.19 Child Care Community Partnerships. Of this
5.20 amount:

5.21 (1) \$450,000 each year is for administration
5.22 of the Office of Child Care Community
5.23 Partnerships; and

5.24 (2) \$50,000 each year is for the Labor Market
5.25 Information Office to conduct research and
5.26 analysis related to the child care industry.

5.27 (l) \$1,000,000 each year is for a grant to the
5.28 Minnesota Initiative Foundations. This
5.29 appropriation is available until June 30, 2029.
5.30 The Minnesota Initiative Foundations must
5.31 use grant funds under this section to:

5.32 (1) facilitate planning processes for rural
5.33 communities resulting in a community solution
5.34 action plan that guides decision making to

6.1 sustain and increase the supply of quality child
6.2 care in the region to support economic
6.3 development;

6.4 (2) engage the private sector to invest local
6.5 resources to support the community solution
6.6 action plan and ensure quality child care is a
6.7 vital component of additional regional
6.8 economic development planning processes;

6.9 (3) provide locally based training and technical
6.10 assistance to rural child care business owners
6.11 individually or through a learning cohort.

6.12 Access to financial and business development
6.13 assistance must prepare child care businesses
6.14 for quality engagement and improvement by
6.15 stabilizing operations, leveraging funding from
6.16 other sources, and fostering business acumen
6.17 that allows child care businesses to plan for
6.18 and afford the cost of providing quality child
6.19 care; and

6.20 (4) recruit child care programs to participate
6.21 in quality rating and improvement
6.22 measurement programs. The Minnesota
6.23 Initiative Foundations must work with local
6.24 partners to provide low-cost training,
6.25 professional development opportunities, and
6.26 continuing education curricula. The Minnesota
6.27 Initiative Foundations must fund, through local
6.28 partners, an enhanced level of coaching to
6.29 rural child care providers to obtain a quality
6.30 rating through measurement programs.

6.31 (m) \$8,000,000 each year is for the Minnesota
6.32 job creation fund under Minnesota Statutes,
6.33 section 116J.8748. Of this amount, the
6.34 commissioner of employment and economic
6.35 development may use up to three percent for

7.1 administrative expenses. This appropriation
7.2 is available until June 30, 2029.

7.3 (n) \$12,370,000 each year is for the Minnesota
7.4 investment fund under Minnesota Statutes,
7.5 section 116J.8731. Of this amount, the
7.6 commissioner of employment and economic
7.7 development may use up to three percent for
7.8 administration and monitoring of the program.
7.9 This appropriation is available until June 30,
7.10 2029. Notwithstanding Minnesota Statutes,
7.11 section 116J.8731, money appropriated to the
7.12 commissioner for the Minnesota investment
7.13 fund may be used for the redevelopment
7.14 program under Minnesota Statutes, sections
7.15 116J.575 and 116J.5761, at the discretion of
7.16 the commissioner. Grants under this paragraph
7.17 are not subject to the grant amount limitation
7.18 under Minnesota Statutes, section 116J.8731.

7.19 (o) \$2,246,000 each year is for the
7.20 redevelopment program under Minnesota
7.21 Statutes, sections 116J.575 and 116J.5761.

7.22 (p) \$12,000 each year is for a grant to the
7.23 Upper Minnesota Film Office.

7.24 (q) \$4,195,000 each year is for the Minnesota
7.25 job skills partnership program under
7.26 Minnesota Statutes, sections 116L.01 to
7.27 116L.17. If the appropriation for either year
7.28 is insufficient, the appropriation for the other
7.29 year is available. This appropriation is
7.30 available until June 30, 2029.

7.31 (r) \$1,350,000 each year from the workforce
7.32 development fund is for jobs training grants
7.33 under Minnesota Statutes, section 116L.41.

8.1 (s) \$250,000 each year is for the publication,
8.2 dissemination, and use of labor market
8.3 information under Minnesota Statutes, section
8.4 116J.401.

8.5 (t) \$1,000,000 each year is for the
8.6 CanNavigate program established under
8.7 Minnesota Statutes, section 116J.6595. Of this
8.8 amount, up to four percent may be used for
8.9 administrative purposes. Any unencumbered
8.10 balances remaining in the first year do not
8.11 cancel but are available for the second year.

8.12 (u) \$500,000 each year is for a grant to
8.13 MNSBIR, Inc., for support of the small
8.14 business research and development goals
8.15 provided in Minnesota Statutes, section 3.222.
8.16 This appropriation is onetime and is available
8.17 until June 30, 2027.

8.18 The purpose of the grant is to support moving
8.19 scientific excellence and technological
8.20 innovation from the lab to the market for
8.21 startups and small businesses by securing
8.22 federal research and development funding to
8.23 build a strong innovation economy and
8.24 stimulate the creation of novel products,
8.25 services, and solutions; strengthening the role
8.26 of startups and small businesses in meeting
8.27 federal research and development needs;
8.28 increasing the commercial application of
8.29 federally supported research results; and
8.30 developing and increasing the Minnesota
8.31 workforce, especially by fostering and
8.32 encouraging participation by small businesses
8.33 owned by people who are Black, Indigenous,
8.34 People of Color, and women.

9.1 MNSBIR, Inc. shall use grant money to
9.2 become the federal research and development
9.3 dedicated resource for Minnesota small
9.4 businesses to support research and
9.5 commercialization of novel ideas, concepts,
9.6 and projects to develop cutting-edge products
9.7 and services for worldwide economic impact.
9.8 Grant money shall be used to:
9.9 (1) assist startups and small businesses in
9.10 securing federal research and development
9.11 funding including the small business
9.12 innovation research and small business
9.13 technology transfer programs;
9.14 (2) support technology transfer and
9.15 commercialization from the University of
9.16 Minnesota, Mayo Clinic, and federal
9.17 laboratories;
9.18 (3) collaborate with corporate venture groups
9.19 and large businesses nationally;
9.20 (4) conduct statewide outreach, education, and
9.21 training on federal rules, regulations, and
9.22 requirements;
9.23 (5) assist with scientific and technical writing;
9.24 (6) help manage federal grants and contracts;
9.25 and
9.26 (7) support cost accounting and federal
9.27 sole-source procurement opportunities.
9.28 (v) \$4,523,000 the first year is for the
9.29 PROMISE grant program. This is a onetime
9.30 appropriation and is available until June 30,
9.31 2029. Of this amount:
9.32 (1) \$905,000 the first year is for grants in
9.33 equal amounts to each of the Minnesota

10.1 Initiative Foundations to serve businesses in
10.2 greater Minnesota. Of this amount, \$72,000
10.3 is for grants to businesses with less than
10.4 \$100,000 in revenue the prior year; and
10.5 (2) \$3,618,000 the first year is for grants to
10.6 the Neighborhood Development Center. Of
10.7 this amount, the following amounts are
10.8 designated for the following areas:
10.9 (i) \$905,000 the first year is for North
10.10 Minneapolis' West Broadway, Camden, and
10.11 other Northside neighborhoods. Of this
10.12 amount, \$72,000 is for grants to businesses
10.13 with less than \$100,000 in revenue in the prior
10.14 year;
10.15 (ii) \$905,000 the first year is for South
10.16 Minneapolis' Lake Street, 38th and Chicago,
10.17 Franklin, Nicollet, and Riverside corridors.
10.18 Of this amount, \$72,000 is for grants to
10.19 businesses with less than \$100,000 in revenue
10.20 in the prior year;
10.21 (iii) \$904,000 the first year is for St. Paul's
10.22 University Avenue, Midway, Eastside, or other
10.23 St. Paul neighborhoods. Of this amount,
10.24 \$72,000 is for grants to businesses with less
10.25 than \$100,000 in revenue in the prior year;
10.26 and
10.27 (iv) \$904,000 the first year is for grants to
10.28 businesses in the counties of Anoka, Carver,
10.29 Dakota, Hennepin, Ramsey, Scott, and
10.30 Washington, excluding the cities of
10.31 Minneapolis and St. Paul.
10.32 (w) \$500,000 each year is for a grant to the
10.33 Neighborhood Development Center (NDC) to
10.34 support small business programs, including

11.1 training, lending, business services, and real
11.2 estate initiatives. Money may be used to assist
11.3 organizations outside of the seven-county
11.4 metropolitan area with technical assistance
11.5 and grants to help implement elements of
11.6 NDC's small business support model; provide
11.7 one-on-one technical assistance for
11.8 entrepreneurs; and support the operations and
11.9 marketing of a cybersecurity center. This is a
11.10 onetime appropriation. Any unencumbered
11.11 balance remaining at the end of the first year
11.12 does not cancel and is available for use in the
11.13 second year.

11.14 (x) \$627,000 the first year is for a grant to
11.15 Community and Economic Development
11.16 Associates (CEDA) to provide funding for
11.17 economic development technical assistance
11.18 and economic development project grants to
11.19 small communities across rural Minnesota and
11.20 for CEDA to design, implement, market, and
11.21 administer specific types of basic community
11.22 and economic development programs tailored
11.23 to individual community needs. Technical
11.24 assistance grants shall be based on need and
11.25 given to communities that are otherwise
11.26 unable to afford these services. Of the amount
11.27 appropriated, up to \$270,000 may be used for
11.28 economic development project implementation
11.29 in conjunction with the technical assistance
11.30 received. This is a onetime appropriation. Any
11.31 unencumbered balance remaining at the end
11.32 of the first year does not cancel but is available
11.33 the second year.

11.34 (y) \$250,000 each year is for a grant to
11.35 Enterprise Minnesota, Inc. to directly invest

12.1 in Minnesota manufacturers under the Made
12.2 in Minnesota program under Minnesota
12.3 Statutes, section 116O.115. This is a onetime
12.4 appropriation.

12.5 (z) \$250,000 each year is for a grant to
12.6 Enterprise Minnesota, Inc., to reach and
12.7 deliver talent, leadership, employee retention,
12.8 continuous improvement, strategy, quality
12.9 management systems, revenue growth, and
12.10 manufacturing peer-to-peer advisory services
12.11 to small manufacturing companies employing
12.12 250 or fewer full-time equivalent employees
12.13 and for operations of Enterprise Minnesota.
12.14 This is a onetime appropriation. No later than
12.15 February 1, 2026, and February 1, 2027,
12.16 Enterprise Minnesota, Inc. must provide a
12.17 report to the chairs and ranking minority
12.18 members of the legislative committees with
12.19 jurisdiction over economic development that
12.20 includes:

12.21 (1) the amount of money awarded during the
12.22 past 12 months;

12.23 (2) the estimated financial impact of the
12.24 money awarded to each company receiving
12.25 service under the program;

12.26 (3) the actual financial impact of the money
12.27 awarded during the past 24 months; and

12.28 (4) the total amount of federal money
12.29 leveraged from the Manufacturing Extension
12.30 Partnership at the United States Department
12.31 of Commerce.

12.32 (aa) \$500,000 each year is for a grant to the
12.33 Coalition of Asian American Leaders to
12.34 support outreach, training, technical assistance,

- 13.1 peer network development, and direct financial
13.2 assistance for Asian Minnesotan women
13.3 entrepreneurs and Asian-owned businesses.
13.4 This is a onetime appropriation and is
13.5 available until June 30, 2027.
- 13.6 (bb) \$500,000 each year from the workforce
13.7 development fund is for a grant to the Asian
13.8 Economic Development Association (AEDA),
13.9 in cooperation with and in support of the
13.10 coalition of Minnesota Asian Building Trades
13.11 Entrepreneurs (MABTE) and related firms to
13.12 grow their businesses through training, hiring,
13.13 and capacity building. This is a onetime
13.14 appropriation and is available until June 30,
13.15 2029.
- 13.16 (cc) \$500,000 each year from the workforce
13.17 development fund is for a grant to
13.18 WomenVenture to:
- 13.19 (1) support child care providers through
13.20 business training and shared services programs
13.21 and to create materials that may be used, at no
13.22 cost to child care providers, for start-up,
13.23 expansion, and operation of child care
13.24 businesses statewide, with the goal of helping
13.25 new and existing child care businesses in
13.26 underserved areas of the state become
13.27 profitable and sustainable; and
- 13.28 (2) support business expansion for women
13.29 food entrepreneurs throughout Minnesota's
13.30 food supply chain to help stabilize and
13.31 strengthen their business operations, create
13.32 distribution networks, offer technical
13.33 assistance and support to women entrepreneurs
13.34 in agribusiness, develop business plans,

14.1 develop a workforce, research expansion
 14.2 strategies, and for other related activities.

14.3 Eligible uses of the money include but are not
 14.4 limited to leasehold improvements; additions,
 14.5 alterations, remodeling, or renovations to
 14.6 rented space; emergency grant funding for
 14.7 damage caused by natural disasters; inventory
 14.8 or supplies; machinery or equipment
 14.9 purchases; working capital; and debt
 14.10 refinancing.

14.11 Money distributed to entrepreneurs may be
 14.12 loans, forgivable loans, and grants. Of this
 14.13 amount, up to five percent may be used for
 14.14 WomenVenture's technical assistance and
 14.15 administrative costs. This is a onetime
 14.16 appropriation and is available until June 30,
 14.17 2028.

14.18 By December 15, 2028, WomenVenture must
 14.19 submit a report to the chairs and ranking
 14.20 minority members of the legislative
 14.21 committees with jurisdiction over agriculture
 14.22 and employment and economic development.

14.23 The report must include a summary of the uses
 14.24 of the appropriation, including the amount of
 14.25 the appropriation used for administration. The
 14.26 report must also provide a breakdown of the
 14.27 amount of funding used for loans, forgivable
 14.28 loans, and grants; information about the terms
 14.29 of the loans issued; a discussion of how money
 14.30 from repaid loans will be used; the number of
 14.31 entrepreneurs assisted; and a breakdown of
 14.32 how many entrepreneurs received assistance
 14.33 in each county.

14.34 Subd. 3. **Workforce Development Services**

47,560,000

42,498,000

15.1	<u>Appropriations by Fund</u>		
15.2	<u>General</u>	<u>12,371,000</u>	<u>12,071,000</u>
15.3	<u>Workforce</u>		
15.4	<u>Development</u>	<u>35,189,000</u>	<u>30,427,000</u>
15.5	<u>(a) \$500,000 each year from the general fund</u>		
15.6	<u>and \$500,000 each year from the workforce</u>		
15.7	<u>development fund are for rural career</u>		
15.8	<u>counseling coordinators in the workforce</u>		
15.9	<u>service areas and for the purposes specified</u>		
15.10	<u>under Minnesota Statutes, section 116L.667.</u>		
15.11	<u>(b) \$750,000 each year is for the women and</u>		
15.12	<u>high-wage, high-demand, nontraditional jobs</u>		
15.13	<u>grant program under Minnesota Statutes,</u>		
15.14	<u>section 116L.99. Of this amount, up to five</u>		
15.15	<u>percent is for administration and monitoring</u>		
15.16	<u>of the program.</u>		
15.17	<u>(c) \$2,546,000 each year from the general fund</u>		
15.18	<u>and \$4,604,000 each year from the workforce</u>		
15.19	<u>development fund are for the pathways to</u>		
15.20	<u>prosperity competitive grant program. Of this</u>		
15.21	<u>amount, up to five percent is for administration</u>		
15.22	<u>and monitoring of the program.</u>		
15.23	<u>(d) \$500,000 each year is from the workforce</u>		
15.24	<u>development fund for current Minnesota</u>		
15.25	<u>affiliates of OIC of America, Inc. This</u>		
15.26	<u>appropriation shall be divided equally among</u>		
15.27	<u>the eligible centers.</u>		
15.28	<u>(e) \$1,000,000 each year is for competitive</u>		
15.29	<u>grants to organizations providing services to</u>		
15.30	<u>relieve economic disparities in the Southeast</u>		
15.31	<u>Asian community through workforce</u>		
15.32	<u>recruitment, development, job creation,</u>		
15.33	<u>assistance of smaller organizations to increase</u>		
15.34	<u>capacity, and outreach. Of this amount, up to</u>		

- 16.1 five percent is for administration and
16.2 monitoring of the program.
- 16.3 (f) \$1,000,000 each year is for a competitive
16.4 grant program to provide grants to
16.5 organizations that provide support services for
16.6 individuals, such as job training, employment
16.7 preparation, internships, job assistance to
16.8 parents, financial literacy, academic and
16.9 behavioral interventions for low-performing
16.10 students, and youth intervention. Grants made
16.11 under this section must focus on low-income
16.12 communities, young adults from families with
16.13 a history of intergenerational poverty, and
16.14 communities of color. Of this amount, up to
16.15 five percent is for administration and
16.16 monitoring of the program.
- 16.17 (g) \$750,000 each year from the general fund
16.18 and \$3,348,000 each year from the workforce
16.19 development fund are for the youth-at-work
16.20 competitive grant program under Minnesota
16.21 Statutes, section 116L.562. Of this amount,
16.22 up to five percent is for administration and
16.23 monitoring of the youth workforce
16.24 development competitive grant program. All
16.25 grant awards shall be for two consecutive
16.26 years. Grants shall be awarded in the first year.
- 16.27 (h) \$1,000,000 each year is from the
16.28 workforce development fund for the
16.29 youthbuild program under Minnesota Statutes,
16.30 sections 116L.361 to 116L.366.
- 16.31 (i) \$4,050,000 each year is from the workforce
16.32 development fund for the Minnesota youth
16.33 program under Minnesota Statutes, sections
16.34 116L.56 and 116L.561.

- 17.1 (j) \$1,275,000 each year is for the targeted
17.2 populations workforce grants under Minnesota
17.3 Statutes, section 116L.43. The department
17.4 may use up to five percent of this
17.5 appropriation for administration, monitoring,
17.6 and oversight of the program.
- 17.7 (k) \$25,000 each year is for a grant to the
17.8 University of Minnesota Tourism Center for
17.9 ongoing system maintenance, management,
17.10 and content updates of an online hospitality
17.11 training program in partnership with Explore
17.12 Minnesota Tourism. This training program
17.13 must be made available at no cost to
17.14 Minnesota residents in an effort to address
17.15 critical workforce shortages in the hospitality
17.16 and tourism industries and assist in career
17.17 development. The grant provided under this
17.18 paragraph is not subject to Minnesota Statutes,
17.19 section 116L.98.
- 17.20 (l) \$150,000 each year is for prevailing wage
17.21 staff under Minnesota Statutes, section
17.22 116J.871, subdivision 2.
- 17.23 (m) \$750,000 each year is for the Office of
17.24 New Americans under Minnesota Statutes,
17.25 section 116J.4231.
- 17.26 (n) \$2,000,000 each year is for the CanTrain
17.27 program established under Minnesota Statutes,
17.28 section 116L.90. Of this amount, up to four
17.29 percent may be used for administrative
17.30 purposes.
- 17.31 (o) \$375,000 each year is for a grant to
17.32 Comunidades Organizando el Poder y la
17.33 Acción Latina (COPAL) for capacity building,
17.34 worker's center programming, youth

18.1 workforce programming, career planning,
18.2 GED attainment classes, educational resources
18.3 and materials, health resources, training
18.4 programs, and job navigation. This is a
18.5 onetime appropriation.

18.6 (p) \$450,000 each year is for grants to
18.7 Minnesota Diversified Industries to provide
18.8 inclusive employment opportunities and
18.9 services for people with disabilities. This is a
18.10 onetime appropriation.

18.11 (q) \$250,000 the first year from the workforce
18.12 development fund is for a grant to Minnesota
18.13 Diversified Industries to assist individuals with
18.14 disabilities through the unified work model
18.15 by offering virtual, online, and in-person
18.16 career skills classes augmented with virtual
18.17 reality tools. Minnesota Diversified Industries
18.18 shall submit a report on the number and
18.19 demographics of individuals served, hours of
18.20 career skills programming delivered, outreach
18.21 to employers, and recommendations for future
18.22 career skills delivery methods to the chairs
18.23 and ranking minority members of the
18.24 legislative committees with jurisdiction over
18.25 labor and workforce development policy and
18.26 finance by January 15, 2028. This is a onetime
18.27 appropriation and is available until June 30,
18.28 2027.

18.29 (r) \$300,000 the first year is for a grant to All
18.30 Square of Minnesota. The grant must be used
18.31 to support the operations of All Square's
18.32 workforce development programs that operate
18.33 in the cities of Minneapolis and St. Paul and
18.34 correctional facilities in the surrounding area
18.35 to assist Minnesotans who are incarcerated,

19.1 formerly incarcerated, or directly impacted by
 19.2 the existence of a criminal record in
 19.3 overcoming employment barriers that prevent
 19.4 economic and emotional freedom. Grant
 19.5 proceeds may be used for any or all of the
 19.6 following All Square programs: (1) the
 19.7 Restaurant and Food Truck Fellowship
 19.8 program; (2) the Prison to Law Pipeline
 19.9 program; or (3) the Legal Revolution Law
 19.10 Firm. This is a onetime appropriation.
 19.11 (s) \$500,000 each year is for a grant to Al
 19.12 Maa'uun, previously known as the North at
 19.13 Work program, for a strategic intervention
 19.14 program designed to target and connect
 19.15 program participants to meaningful and
 19.16 sustainable living-wage employment. This is
 19.17 a onetime appropriation.
 19.18 (t) \$400,000 each year from the workforce
 19.19 development fund is for a grant to Ujamaa
 19.20 Place to provide workforce development
 19.21 services targeted to the needs of African
 19.22 American men, including job training,
 19.23 employment preparation, internships,
 19.24 education, and vocational housing, as well as
 19.25 for organizational capacity building. This is a
 19.26 onetime appropriation.
 19.27 (u) \$400,000 each year from the workforce
 19.28 development fund is for a grant to Hired to
 19.29 support their workforce development
 19.30 programming and services. Grant proceeds
 19.31 may be used to expand their career pathway
 19.32 job training and placement program that
 19.33 connects lower-skilled job seekers to
 19.34 entry-level and gateway jobs in high-growth
 19.35 sectors. Grant proceeds may also be used to

20.1 create services for low-income Minnesotans
20.2 designed to increase job retention and create
20.3 a more stable workforce for employers by
20.4 offering a continuum of employment coaching,
20.5 navigation, and support services to
20.6 economically disadvantaged employees. This
20.7 is a onetime appropriation.

20.8 (v) \$500,000 each year from the workforce
20.9 development fund is for a grant to the
20.10 American Indian Opportunities and
20.11 Industrialization Center for workforce
20.12 development programming. This is a onetime
20.13 appropriation.

20.14 (w) \$1,000,000 each year from the workforce
20.15 development fund is for a grant to Goodwill
20.16 Easter Seals Minnesota and its partners. The
20.17 grant must be used to continue the FATHER
20.18 Project in Rochester, St. Cloud, St. Paul,
20.19 Minneapolis, and the surrounding areas to
20.20 assist fathers in overcoming barriers that
20.21 prevent fathers from supporting their children
20.22 economically and emotionally, including with
20.23 community reentry following confinement.
20.24 This is a onetime appropriation.

20.25 (x) \$250,000 each year from the workforce
20.26 development fund is for a grant to Big
20.27 Brothers Big Sisters of the Greater Twin Cities
20.28 to provide disadvantaged youth ages 12 to 21
20.29 with job-seeking skills, connections to job
20.30 training and education opportunities, and
20.31 mentorship while exploring careers. The grant
20.32 shall serve youth in the Big Brothers Big
20.33 Sisters chapters in the Twin Cities, central
20.34 Minnesota, and southern Minnesota. This is a
20.35 onetime appropriation.

21.1 (y) \$250,000 each year from the workforce
21.2 development fund is for grants to the
21.3 Minnesota Grocers Association Foundation
21.4 for Carts to Careers, a statewide initiative to
21.5 promote careers in the food industry, conduct
21.6 outreach, provide job skills training, and award
21.7 scholarships for students pursuing careers in
21.8 the food industry. The amount may also be
21.9 used for training and development costs;
21.10 certifications; hiring support for employers
21.11 who hire workers with disabilities, a history
21.12 of chemical or substance abuse, a previous
21.13 criminal record, or other variables that cause
21.14 a potential employee to have an increased cost
21.15 to train or retain; and other activities aimed at
21.16 strengthening the workforce pipeline in the
21.17 food retail sector. This is a onetime
21.18 appropriation.

21.19 (z) \$250,000 each year from the workforce
21.20 development fund is for grants to the
21.21 Hospitality Minnesota Education Foundation
21.22 for the ProStart hospitality and tourism
21.23 management program, a statewide initiative
21.24 in high schools to address the critical
21.25 workforce shortages in hospitality. Grant
21.26 money must be used by the recipient to
21.27 provide students culinary and management
21.28 education curriculum, tools, skills,
21.29 professional development opportunities within
21.30 the hospitality industry, and scholarships. This
21.31 is a onetime appropriation.

21.32 (aa) \$700,000 each year from the workforce
21.33 development fund is for a grant to
21.34 Comunidades Latinas Unidas En Servicio
21.35 (CLUES) to address employment, economic,

22.1 and technology access disparities for
22.2 low-income unemployed or underemployed
22.3 adult individuals. Funds must support
22.4 short-term certifications and transferable skills
22.5 in high-demand fields, workforce readiness,
22.6 customized financial capability, and
22.7 employment supports. At least 50 percent of
22.8 this amount must be used for programming
22.9 targeted at greater Minnesota. These are
22.10 onetime appropriations.

22.11 (bb) \$700,000 each year from the workforce
22.12 development fund is for performance grants
22.13 under Minnesota Statutes, section 116J.8747,
22.14 to Twin Cities R!SE to provide training to
22.15 individuals facing barriers to employment.
22.16 This appropriation is onetime and available
22.17 until June 30, 2028.

22.18 (cc) \$275,000 each year from the workforce
22.19 development fund is for a grant to Workforce
22.20 Development, Inc., of the Southeast Minnesota
22.21 Workforce Development Area #8, to provide
22.22 career planning, career pathway training and
22.23 education, wraparound support services, and
22.24 job skills advancement in high-demand careers
22.25 to individuals with barriers to employment in
22.26 Steele County, helping families build secure
22.27 pathways out of poverty and addressing
22.28 worker shortages in the Owatonna and Steele
22.29 County area. Grant proceeds must support
22.30 employer outreach services by providing
22.31 solutions to workforce challenges and direct
22.32 connections to workforce programming. Grant
22.33 proceeds may be used for program expenses,
22.34 including but not limited to hiring instructors
22.35 and navigators; space rental; and supportive

23.1 services to help participants attend classes,
23.2 including assistance with course fees, child
23.3 care, incentive and training completion
23.4 payments, transportation, and safe and stable
23.5 housing. Up to five percent of grant money
23.6 may be used for Workforce Development,
23.7 Inc.'s administrative costs. This is a onetime
23.8 appropriation and is available until June 30,
23.9 2027. Any unencumbered balance remaining
23.10 at the end of the first year does not cancel but
23.11 is available for the second year.

23.12 By January 15 each year, the commissioner
23.13 of employment and economic development
23.14 must report to the chairs and ranking minority
23.15 members of the legislative committees with
23.16 jurisdiction over economic development and
23.17 workforce development regarding the uses of
23.18 this grant, including any amounts used for
23.19 administration of the grant. The report must
23.20 also be filed with the Legislative Reference
23.21 Library in compliance with Minnesota
23.22 Statutes, section 3.195. As a condition of
23.23 receiving the grant, Workforce Development,
23.24 Inc., of the Southeast Minnesota Workforce
23.25 Development Area #8, must agree to provide
23.26 the commissioner any information needed to
23.27 complete the report.

23.28 (dd) \$500,000 each year from the workforce
23.29 development fund is for a grant to Project for
23.30 Pride in Living for job training and workforce
23.31 development services focusing on individuals
23.32 who are unemployed or underemployed. This
23.33 is a onetime appropriation.

23.34 (ee) \$125,000 each year from the workforce
23.35 development fund is for a grant to Pillsbury

- 24.1 United Communities to provide job training
24.2 and workforce development services for
24.3 individuals who are unemployed or
24.4 underemployed. This is a onetime
24.5 appropriation.
- 24.6 (ff) \$550,000 each year from the workforce
24.7 development fund is for a grant to the
24.8 International Institute of Minnesota. Grant
24.9 funds must be used for workforce training for
24.10 New Americans in industries in need of a
24.11 trained workforce. This is a onetime
24.12 appropriation.
- 24.13 (gg) \$200,000 each year from the workforce
24.14 development fund is for the Minnesota Family
24.15 Resiliency Partnership under Minnesota
24.16 Statutes, section 116L.96. The commissioner,
24.17 through the adult career pathways program,
24.18 shall distribute the funds to existing nonprofit
24.19 and state displaced homemaker programs. This
24.20 is a onetime appropriation.
- 24.21 (hh) \$250,000 each year from the workforce
24.22 development fund is for a grant to Emerge
24.23 Community Development to support and
24.24 reinforce critical workforce at the Emerge
24.25 Career and Technical Center, Cedar Riverside
24.26 Opportunity Center, and Emerge Second
24.27 Chance programs in the city of Minneapolis.
24.28 This is a onetime appropriation.
- 24.29 (ii) \$500,000 each year from the workforce
24.30 development fund is for a grant to Workforce
24.31 Development, Inc., for their Bridges to
24.32 Healthcare program to provide career
24.33 education, wraparound support services, and
24.34 job skills training in high-demand health care
24.35 fields to low-income parents, nonnative

25.1 speakers of English, and other hard-to-train
25.2 individuals, helping families build secure
25.3 pathways out of poverty while also addressing
25.4 worker shortages in one of Minnesota's most
25.5 innovative industries. Grant proceeds may be
25.6 used for program expenses, including but not
25.7 limited to hiring instructors and navigators;
25.8 space rental; and supportive services to help
25.9 participants attend classes, including assistance
25.10 with course fees, child care, transportation,
25.11 and safe and stable housing. In addition, up to
25.12 five percent of grant proceeds may be used
25.13 for Workforce Development, Inc.'s (Bridges
25.14 to Healthcare) administrative costs. This is a
25.15 onetime appropriation.

25.16 (jj) \$1,000,000 each year from the workforce
25.17 development fund is for a grant to Propel
25.18 Nonprofits. Grant proceeds may be used for
25.19 purposes including but not limited to capacity
25.20 building, technical assistance and training, and
25.21 strategic consulting to community-based
25.22 organizations. Of this amount, up to five
25.23 percent may be used by Propel Nonprofits for
25.24 administrative costs. This is a onetime
25.25 appropriation.

25.26 (kk) \$750,000 each year from the workforce
25.27 development fund is for a grant to Summit
25.28 Academy OIC to expand student enrollment,
25.29 employment placement, and program access
25.30 in the Twin Cities and throughout Minnesota;
25.31 to expand GED preparation and administration
25.32 and STEM programming; and to start and
25.33 enroll students in a dental assistant program
25.34 and work with employers to place students

- 26.1 upon successful completion of the program.
- 26.2 This is a onetime appropriation.
- 26.3 (ll) \$300,000 each year from the workforce
- 26.4 development fund is for a grant to Better
- 26.5 Futures Minnesota to provide job skills
- 26.6 training to individuals who have been released
- 26.7 from incarceration for a felony-level offense
- 26.8 and are no more than 12 months from the date
- 26.9 of release. Better Futures Minnesota shall
- 26.10 annually report to the commissioner on how
- 26.11 the money was spent and what results were
- 26.12 achieved. The report must include, at a
- 26.13 minimum, information and data about the
- 26.14 number of participants; participant
- 26.15 homelessness, employment, recidivism, and
- 26.16 child support compliance; and job skills
- 26.17 training provided to program participants. This
- 26.18 is a onetime appropriation.
- 26.19 (mm) \$125,000 each year from the workforce
- 26.20 development fund is for a grant to 30,000 Feet,
- 26.21 a nonprofit organization, to fund youth
- 26.22 apprenticeship jobs, wraparound services,
- 26.23 after-school programming, and summer
- 26.24 learning loss prevention efforts targeted at
- 26.25 African American youth. This is a onetime
- 26.26 appropriation.
- 26.27 (nn) \$300,000 each year from the workforce
- 26.28 development fund is for a grant to the Hmong
- 26.29 American Partnership for job training,
- 26.30 employment services, technology, business
- 26.31 development, lending and financial services,
- 26.32 capacity building, wealth management, and
- 26.33 empowerment services. This is a onetime
- 26.34 appropriation. Any unencumbered balance

27.1 remaining at the end of the first year does not
27.2 cancel but is available the second year.

27.3 (oo) \$500,000 each year from the workforce
27.4 development fund is for a grant to Bolder
27.5 Options Youth Mentoring Program to provide
27.6 disadvantaged youth ages 12 through 22 with
27.7 intensive one-to-one wellness, goal setting,
27.8 and academic-focused mentorship;
27.9 programming that teaches life and job-seeking
27.10 skills; career and college achievement coaches;
27.11 and connections to employment, job training,
27.12 and education opportunities. The grant must
27.13 serve youth in the Bolder Options program in
27.14 the Twin Cities and Rochester. This is a
27.15 onetime appropriation.

27.16 (pp) \$1,000,000 the first year from the
27.17 workforce development fund is for a grant to
27.18 Change Starts With Community for a violence
27.19 prevention jobs program. Grant money must
27.20 be used to establish and deliver a
27.21 comprehensive workforce development
27.22 initiative, specifically tailored for youth and
27.23 adults who are Black, Indigenous, and People
27.24 of Color and at-risk, located on site at Shiloh
27.25 Cares Food Shelf - Northside Community
27.26 Safety Resource Center in the city of
27.27 Minneapolis. This is a onetime appropriation
27.28 and is available until June 30, 2027.

27.29 (qq) \$100,000 each year from the workforce
27.30 development fund is for a grant to InspireMSP
27.31 to develop and execute programming to assist
27.32 middle and high school aged children in
27.33 Minneapolis and St. Paul to develop an interest
27.34 in and connect with the creative industry in
27.35 Minnesota. Money must be used for program

28.1 development and career exploration in the
28.2 creative industry for historically excluded
28.3 youth by providing access to essential
28.4 resources, networks, and hands-on experience.
28.5 This is a onetime appropriation.

28.6 (rr) \$125,000 each year from the workforce
28.7 development fund is for a grant to Jobs
28.8 Foundation to support the Repowered
28.9 workforce readiness program. Money may be
28.10 used for direct training, support services,
28.11 safety enhancements, and economic support
28.12 for formerly incarcerated individuals
28.13 experiencing barriers to employment. This is
28.14 a onetime appropriation.

28.15 (ss) \$500,000 each year from the workforce
28.16 development fund is for a grant to the city of
28.17 Brooklyn Park for the city to expand the
28.18 workforce development programming of
28.19 Brooklyn Park and Brooklyn Center through
28.20 workforce development programs serving
28.21 primarily underrepresented populations,
28.22 including such programs as Brooklynk, Career
28.23 Pathways, Youth Entrepreneurship, and
28.24 Community Partnership. This is a onetime
28.25 appropriation and is available until June 30,
28.26 2028.

28.27 (tt) \$170,000 the first year from the workforce
28.28 development fund is for a grant to Equitable
28.29 Development Action to enhance the training
28.30 and support provided to direct support
28.31 professionals (DSPs) who work with residents
28.32 24 hours per day, seven days per week,
28.33 provide DSPs with the necessary skills and
28.34 resources to meet the evolving needs of the
28.35 residents, and ensure compliance with the

29.1 latest regulations. This is a onetime
29.2 appropriation and is available until June 30,
29.3 2027. Equitable Development Action must
29.4 use the money appropriated to:

29.5 (1) implement a training program for DSPs
29.6 with a focus on best practices, safety protocols,
29.7 emergency response, and effective
29.8 communication skills and offer specialized
29.9 training modules to address specific needs of
29.10 residents, including residents with disabilities,
29.11 mental health issues, and chronic illnesses;

29.12 (2) provide ongoing support and development
29.13 by establishing a support network for DSPs,
29.14 including access to mental health resources,
29.15 peer support groups, and professional
29.16 counseling services;

29.17 (3) create opportunities for continuing
29.18 education and professional development to
29.19 ensure DSPs stay updated with the latest
29.20 industry standards and practices; and

29.21 (4) reduce the cost burden to the state by
29.22 training DSPs to de-escalate issues with
29.23 residents resulting in fewer 911 calls and
29.24 emergency interventions. The expected
29.25 program outcomes include improved safety
29.26 and quality of care for residents; increased
29.27 career stability and job satisfaction for DSPs;
29.28 enhanced compliance with state and federal
29.29 regulations; reduced turnover rates and
29.30 recruitment challenges in the DSP industry;
29.31 and enhanced delivery services by minority
29.32 service providers.

29.33 (uu) \$200,000 each year from the workforce
29.34 development fund is for a grant to YMCA of

30.1 the North to provide career exploration, job
30.2 training, a workforce development partnership
30.3 with the Beacons program at Minneapolis
30.4 Community and Technical College, and
30.5 workforce development services for
30.6 underserved youth and young adults. This is
30.7 a onetime appropriation.

30.8 (vv) \$200,000 each year from the workforce
30.9 development fund is for a grant to Urban
30.10 League Twin Cities for support and expansion
30.11 of its workforce solutions and wealth building
30.12 programs. This is a onetime appropriation.

30.13 (ww) \$250,000 each year from the workforce
30.14 development fund is for a grant to Abijah's on
30.15 the Backside to provide equine-experiential
30.16 mental health therapy to first responders
30.17 suffering from job-related trauma and
30.18 post-traumatic stress disorder. The grant
30.19 provided under this paragraph is not subject
30.20 to Minnesota Statutes, section 116L.98. This
30.21 is a onetime appropriation. Any unencumbered
30.22 balance remaining at the end of the first year
30.23 does not cancel but is available the second
30.24 year.

30.25 For purposes of this paragraph, a "first
30.26 responder" is an active or retired:

30.27 (1) peace officer as defined in Minnesota
30.28 Statutes, section 626.84, subdivision 1,
30.29 paragraph (c);

30.30 (2) full-time firefighter as defined in
30.31 Minnesota Statutes, section 299N.03,
30.32 subdivision 5;

31.1 (3) volunteer firefighter as defined in
31.2 Minnesota Statutes, section 299N.03,
31.3 subdivision 7;

31.4 (4) ambulance service personnel as defined in
31.5 Minnesota Statutes, section 144E.001,
31.6 subdivision 3a;

31.7 (5) 911 telecommunicator as defined in
31.8 Minnesota Statutes, section 403.02,
31.9 subdivision 17c; or

31.10 (6) correctional officer as defined in
31.11 Minnesota Statutes, section 241.026,
31.12 subdivision 1, paragraph (b).

31.13 Abijah's on the Backside must report to the
31.14 commissioner of employment and economic
31.15 development and the chairs and ranking
31.16 minority members of the legislative
31.17 committees with jurisdiction over employment
31.18 and economic development policy and finance
31.19 on the equine-experiential mental health
31.20 therapy provided to first responders under this
31.21 paragraph. The report must include an
31.22 overview of the program's budget, a detailed
31.23 explanation of program expenditures, the
31.24 number of first responders served by the
31.25 program, and a list and explanation of the
31.26 services provided to and benefits received by
31.27 program participants. An initial report is due
31.28 by January 15, 2026, and a final report is due
31.29 by January 15, 2028.

31.30 (xx) \$500,000 each year from the workforce
31.31 development fund is for a grant to the Latino
31.32 Economic Development Center (LEDC). Grant
31.33 proceeds may be used to assist, support,
31.34 finance, and launch microentrepreneurs by

32.1 delivering training, workshops, and
32.2 one-on-one consultations to businesses as well
32.3 as capacity building and general operations.
32.4 Proceeds may also be used to assist
32.5 prospective entrepreneurs in the start-up
32.6 process by introducing prospective
32.7 entrepreneurs to key business concepts,
32.8 including business start-up readiness and
32.9 innovating career pathways into trades, green
32.10 lending, technology, coding, STEM careers,
32.11 translation services, and manufacturing. This
32.12 is a onetime appropriation.

32.13 (yy) \$250,000 the first year from the
32.14 workforce development fund is for a grant to
32.15 Northside Boxing Club to provide business
32.16 and life skills to youth through mentorships
32.17 and training in the craft of barbering.
32.18 Northside Boxing shall select barbers to act
32.19 as positive role models for youth, instilling
32.20 Northside Boxing's core values of discipline,
32.21 respect, and hard work. Programming for
32.22 youth participants shall include development
32.23 of essential and transferable skills such as
32.24 customer service, communication, money
32.25 management, and professionalism. Northside
32.26 Boxing may use funds to provide wraparound
32.27 services, including but not limited to meals,
32.28 nutrition education, homework help, and
32.29 tutoring to help participants start and stay in
32.30 the program. This is a onetime appropriation
32.31 and is available until June 30, 2027.

32.32 (zz) \$500,000 each year from the workforce
32.33 development fund is for a grant to the Black
32.34 Women's Wealth Alliance to provide
32.35 individuals with job skills training, career

33.1 counseling, and career placement assistance
33.2 for in-demand careers with family sustaining
33.3 wages. This is a onetime appropriation.

33.4 (aaa) \$42,000 the first year from the workforce
33.5 development fund is for a grant to Aspirus
33.6 Lake View Hospital, a nonprofit organization,
33.7 to provide workforce training to create a
33.8 minimum of 12 new certified nursing
33.9 assistants for local employers. Grant money
33.10 may be used for training and curriculum costs,
33.11 certification testing, and a retention bonus for
33.12 trainees. This is a onetime appropriation and
33.13 is available until June 30, 2027.

33.14 (bbb) \$125,000 each year from the workforce
33.15 development fund is for a grant to West
33.16 Broadway Business and Area Coalition to
33.17 support their Youth Jobs program to provide
33.18 soft skills, marketing, and advertising training
33.19 for youth in North Minneapolis. This is a
33.20 onetime appropriation.

33.21 (ccc) \$750,000 each year from the workforce
33.22 development fund is for a grant to the Sanneh
33.23 Foundation, a nonprofit organization, to fund
33.24 out-of-school and summer programs focused
33.25 on mentoring and behavioral, social, and
33.26 emotional learning interventions and
33.27 enrichment activities directed toward
33.28 low-income students of color. This
33.29 appropriation is onetime and available until
33.30 June 30, 2029.

33.31 (ddd) \$750,000 each year from the workforce
33.32 development fund is for a grant to the
33.33 Minnesota Alliance of Boys and Girls Clubs
33.34 to administer a statewide project of youth job
33.35 skills and career development. This project,

34.1 which may have career guidance components
34.2 including health and life skills, must be
34.3 designed to encourage, train, and assist youth
34.4 in early access to education and job-seeking
34.5 skills, work-based learning experience,
34.6 including career pathways in STEM learning,
34.7 career exploration and matching, and first job
34.8 placement through local community
34.9 partnerships and on-site job opportunities. This
34.10 grant requires a 25 percent match from
34.11 nonstate resources. This is a onetime
34.12 appropriation.

34.13 (eee) \$750,000 each year from the workforce
34.14 development fund is for a grant to Mind the
34.15 G.A.P.P. (Gaining Assistance to Prosperity
34.16 Program) to improve the quality of life of
34.17 unemployed and underemployed individuals
34.18 by improving their employment outcomes and
34.19 developing individual earnings potential. This
34.20 is a onetime appropriation. Any unencumbered
34.21 balance remaining at the end of the first year
34.22 does not cancel but is available in the second
34.23 year.

34.24 (fff) \$500,000 each year from the workforce
34.25 development fund is for a grant to Minnesota
34.26 Independence College and Community
34.27 (MICC) to provide employment preparation,
34.28 job placement, job retention, and service
34.29 coordination services to adults with autism
34.30 and learning differences. This is a onetime
34.31 appropriation. Any unencumbered balance
34.32 remaining at the end of the first year does not
34.33 cancel but is available the second year.

34.34 (ggg) \$250,000 each year from the workforce
34.35 development fund is for a grant to the city of

35.1 St. Paul to expand the city's Right Track youth
35.2 internship program. The Right Track program
35.3 connects young people from cost-burdened
35.4 households to internships that develop work
35.5 readiness skills and provides opportunities for
35.6 mentorship and exploring career pathways.
35.7 This is a onetime appropriation.

35.8 (hhh) \$2,300,000 the first year from the
35.9 workforce development fund is for a grant to
35.10 Minnesota STEM Ecosystem to support
35.11 STEM learning opportunities or use of virtual
35.12 reality technology, and workforce
35.13 development within the science and
35.14 technology areas. The Minnesota STEM
35.15 Ecosystem shall award grants to programs that
35.16 support STEM learning or use of virtual reality
35.17 technology, and workforce development to
35.18 ensure strategic alignment of STEM initiatives
35.19 across the state. This is a onetime
35.20 appropriation and is available until June 30,
35.21 2029.

35.22 (iii) \$350,000 each year from the workforce
35.23 development fund is for a grant to the
35.24 Minnesota Association of Black Lawyers to
35.25 be used for a program supporting Black
35.26 undergraduate students pursuing admission to
35.27 law school. This is a onetime appropriation.

35.28 The program must:

35.29 (1) enroll Black Minnesota resident students
35.30 attending a baccalaureate degree-granting
35.31 postsecondary institution in Minnesota
35.32 full-time;

36.1 (2) support each of the program's students with
36.2 an academic scholarship in the amount of
36.3 \$4,000 per academic year;

36.4 (3) organize events and programming,
36.5 including but not limited to one-on-one
36.6 mentoring, to familiarize enrolled students
36.7 with law school and legal careers; and

36.8 (4) provide the program's students free test
36.9 preparation materials, academic support, and
36.10 registration for the Law School Admission
36.11 Test (LSAT) examination.

36.12 The Minnesota Association of Black Lawyers
36.13 may use grant money under this paragraph for
36.14 costs related to student scholarships; academic
36.15 events and programming, including food and
36.16 transportation costs for students; LSAT
36.17 preparation materials, courses, and
36.18 registrations; and hiring staff for the program.

36.19 By January 30, 2026, and again by January
36.20 30, 2027, the Minnesota Association of Black
36.21 Lawyers must submit a report to the
36.22 commissioner of employment and economic
36.23 development and to the chairs and ranking
36.24 minority members of the legislative
36.25 committees with jurisdiction over workforce
36.26 development and policy. The report must
36.27 include an accurate and detailed account of
36.28 the program, the program's outcomes, and the
36.29 program's revenues and expenses, including
36.30 the use of all state money appropriated in this
36.31 paragraph.

36.32 (jjj) \$100,000 each year from the workforce
36.33 development fund is for a grant to
36.34 OneCommunity Alliance to assist individuals

37.1 seeking careers with local businesses in
37.2 Central Minnesota within the manufacturing,
37.3 food production, agriculture, and health care
37.4 sectors. OneCommunity Alliance, through the
37.5 nonprofit's employment and economy action
37.6 committee, must launch a program in 2025 to
37.7 equip job seekers in central Minnesota with
37.8 the knowledge and skills they need to
37.9 successfully secure employment.
37.10 OneCommunity Alliance shall provide the
37.11 following services with the money
37.12 appropriated: workforce training, career
37.13 readiness training, job placement assistance,
37.14 and ongoing support. OneCommunity Alliance
37.15 must focus program participation on primarily
37.16 unemployed and underemployed people,
37.17 recent graduates struggling to find work, and
37.18 those looking to transition into new career
37.19 fields. This is a onetime appropriation.
37.20 (kkk) \$150,000 each year from the workforce
37.21 development fund is for grants to
37.22 Ambassadors of Culture, Hooyo Hour, and
37.23 United Way of Central Minnesota to work
37.24 collaboratively in providing workforce
37.25 development services for diverse communities,
37.26 particularly young adults, mothers from
37.27 immigrant backgrounds, and youth from East
37.28 African communities. The services must focus
37.29 on enhancing skills, education, and
37.30 employment opportunities through job
37.31 training, job coaching, employer engagement,
37.32 and career coaching. This is a onetime
37.33 appropriation. Of this amount:
37.34 (1) \$50,000 each year is for a grant to
37.35 Ambassadors of Culture;

38.1 (2) \$50,000 each year is for a grant to Hooyo
38.2 Hour; and

38.3 (3) \$50,000 each year is for a grant to United
38.4 Way of Central Minnesota.

38.5 (lll) \$300,000 each year from the workforce
38.6 development fund is for a grant to the Rural
38.7 Cancer Institute for a pilot program to expand
38.8 the clinical workforce specific to oncology
38.9 care in rural districts. This program must
38.10 increase the number of cancer care clinicians
38.11 in rural districts and provide health care
38.12 students with skills critical to the challenges
38.13 of providing cancer care in a rural setting
38.14 using a community-based model. The
38.15 community-based model must grow the
38.16 oncology clinical workforce in rural districts
38.17 and directly address the cancer care workforce
38.18 shortage in rural districts. This is a onetime
38.19 appropriation.

38.20 (mmm) \$50,000 the first year from the
38.21 workforce development fund is for a grant to
38.22 the Somali American Youth Enrichment Club
38.23 (SAYEC) to support the youth sports program
38.24 and parent education program. Money may be
38.25 used for direct training, support services, and
38.26 economic support for individuals experiencing
38.27 barriers to employment. This is a onetime
38.28 appropriation.

38.29 (nnn) \$200,000 each year from the workforce
38.30 development fund is for a grant to MAD
38.31 DADS of Minneapolis to implement a youth
38.32 workforce development program for youth
38.33 ages 16 to 24 with a focus on underserved
38.34 communities. This earn-to-learn initiative must
38.35 provide career exploration opportunities,

39.1 hands-on job training, mentorships, and
39.2 certification pathways in high-demand
39.3 industries. The program must include training
39.4 in fields including but not limited to HVAC,
39.5 energy efficiency, and solar panel installation.
39.6 This is a onetime appropriation.

39.7 (ooo) \$250,000 the first year from the
39.8 workforce development fund is for the test
39.9 preparation pilot program under Minnesota
39.10 Statutes, section 116J.9927.

39.11 (ppp) \$300,000 each year is from the
39.12 workforce development fund for a grant to the
39.13 Center for African Immigrants and Refugees
39.14 Organization (CAIRO) to implement the
39.15 Gateways2Growth Initiative. This is a onetime
39.16 appropriation.

39.17 CAIRO may use grant proceeds for the
39.18 Gateways2Growth Initiative including:

39.19 (1) IT workforce training, including (i)
39.20 expanding access to full-stack development,
39.21 cybersecurity, and business analysis training
39.22 programs and (ii) partnering with statewide
39.23 employers to facilitate hiring and paid
39.24 internships for IT trainees;

39.25 (2) commercial driver's license (CDL) training,
39.26 including (i) expanding training opportunities
39.27 for new CDL drivers to address Minnesota's
39.28 critical shortage in transportation and logistics
39.29 and (ii) partnering with trucking companies
39.30 to provide job placements and apprenticeship
39.31 programs; and

39.32 (3) health care workforce development,
39.33 including (i) training certified nursing
39.34 assistants, phlebotomists, pharmacy

40.1 technicians, and other essential health care
40.2 professionals to meet Minnesota's growing
40.3 demand in long-term care facilities and
40.4 hospitals and (ii) collaborating with statewide
40.5 health care providers to support job placement,
40.6 credentialing, and licensure.

40.7 CAIRO shall distribute grant proceeds equally
40.8 between workforce programs inside and
40.9 outside the seven-county Twin Cities
40.10 metropolitan area.

40.11 Priority must be given to (1) individuals from
40.12 historically underserved communities,
40.13 including immigrants, refugees, and rural
40.14 populations; (2) workers seeking reskilling or
40.15 career transitions due to economic
40.16 displacement; and (3) underemployed
40.17 individuals looking to enter high-demand
40.18 fields with strong career growth potential.

40.19 At the conclusion of each fiscal year, CAIRO,
40.20 in collaboration with the commissioner of
40.21 employment and economic development, shall
40.22 submit a report to the legislature detailing the
40.23 number of participants enrolled in each of the
40.24 following training sectors: IT, CDL, and health
40.25 care; the employment outcomes and wage
40.26 growth of program graduates; the regional
40.27 distribution of participants, ensuring equitable
40.28 access inside and outside the seven-county
40.29 Twin Cities metropolitan area; and
40.30 recommendations for program expansion and
40.31 sustainability.

40.32 (qqq) \$50,000 each year from the workforce
40.33 development fund is for a grant to Inspire
40.34 Change Clinic for their health care fellowship
40.35 program designed to create pathways to

41.1 medicine for high school and college students
 41.2 interested in pursuing a career in the health
 41.3 care workforce. The health care fellowship
 41.4 program is intended to remove barriers for
 41.5 minority students, foster inclusivity and
 41.6 diversity in the health care sector, and provide
 41.7 valuable opportunities for students, including
 41.8 mentorship programs, access to renowned
 41.9 health institutions in the state of Minnesota,
 41.10 and hands-on work experience. This is a
 41.11 onetime appropriation.

41.12 **Subd. 4. General Support Services** 6,605,000 7,375,000

41.13 Appropriations by Fund

41.14 General Fund 6,510,000 7,280,000

41.15 Workforce

41.16 Development 95,000 95,000

41.17 \$1,269,000 each year from the general fund
 41.18 is for transfer to the Minnesota Housing
 41.19 Finance Agency for operating the Olmstead
 41.20 Compliance Office.

41.21 **Subd. 5. Minnesota Trade Office** 2,242,000 2,242,000

41.22 (a) \$300,000 each year is for the STEP grants
 41.23 in Minnesota Statutes, section 116J.979.

41.24 (b) \$180,000 each year is for the Invest
 41.25 Minnesota marketing initiative in Minnesota
 41.26 Statutes, section 116J.9781.

41.27 (c) \$270,000 each year is for the Minnesota
 41.28 Trade Offices under Minnesota Statutes,
 41.29 section 116J.978.

41.30 **Subd. 6. Vocational Rehabilitation** 40,191,000 40,191,000

41.31 Appropriations by Fund

41.32 General 32,361,000 32,361,000

41.33 Workforce

41.34 Development 7,830,000 7,830,000

42.1 (a) \$15,300,000 each year is for the state's
 42.2 vocational rehabilitation program under
 42.3 Minnesota Statutes, chapter 268A.

42.4 (b) \$11,495,000 each year from the general
 42.5 fund and \$6,830,000 each year from the
 42.6 workforce development fund are for extended
 42.7 employment services for persons with severe
 42.8 disabilities under Minnesota Statutes, section
 42.9 268A.15. Of the amounts appropriated from
 42.10 the general fund, \$4,500,000 each year is for
 42.11 maintaining prior rate increases to providers
 42.12 of extended employment services for persons
 42.13 with severe disabilities under Minnesota
 42.14 Statutes, section 268A.15.

42.15 (c) \$2,555,000 each year is for grants to
 42.16 programs that provide employment support
 42.17 services to persons with mental illness under
 42.18 Minnesota Statutes, sections 268A.13 and
 42.19 268A.14.

42.20 (d) \$3,011,000 each year is for grants to
 42.21 centers for independent living under
 42.22 Minnesota Statutes, section 268A.11.

42.23 (e) \$1,000,000 each year is from the workforce
 42.24 development fund for grants under Minnesota
 42.25 Statutes, section 268A.16, for employment
 42.26 services for persons, including transition-age
 42.27 youth, who are deaf, deafblind, or
 42.28 hard-of-hearing. If the amount in the first year
 42.29 is insufficient, the amount in the second year
 42.30 is available in the first year.

42.31 Subd. 7. **Services for the Blind**

8,425,000

8,425,000

42.32 Of this amount, \$500,000 each year is for
 42.33 senior citizens who are becoming blind. At
 42.34 least one-half of the funds for this purpose

44.1 Sec. 4. **GRANTEE EVALUATIONS; REPORT TO LEGISLATURE.**

44.2 (a) This section applies to any grant funded under this act where the recipient of the
44.3 grant is individually specified in this act. The commissioner of employment and economic
44.4 development must ensure compliance with the requirements of this section, and all applicable
44.5 requirements under existing law, including applicable grants management policies and
44.6 procedures established by the Office of Grants Management.

44.7 (b) In addition to meeting any reporting requirements included in the grant agreement,
44.8 each grant recipient subject to this section must provide the following information to the
44.9 commissioner of employment and economic development:

44.10 (1) a summary of the purpose of the grant;

44.11 (2) the amount of the grant awarded to the grantee;

44.12 (3) the amount of previous grants issued by the commissioner of employment and
44.13 economic development to the grantee;

44.14 (4) the amount of other state and federal grants awarded to the grantee in the most recent
44.15 fiscal year;

44.16 (5) the number of Minnesotans served by the organization and, if applicable, completing
44.17 the organization's job training program;

44.18 (6) the number of Minnesotans successfully placed in a living wage job by the
44.19 organization;

44.20 (7) the placement effectiveness, calculated by dividing the number of Minnesotans
44.21 calculated in clause (6) by the number in clause (5);

44.22 (8) the cost effectiveness, calculated by dividing the sum of clauses (2) and (4) by the
44.23 number of Minnesotans calculated in clause (6); and

44.24 (9) the organization's charitable giving ratio.

44.25 (c) As a condition of receiving a grant from the Department of Employment and
44.26 Economic Development, a grantee must agree to provide the commissioner any information
44.27 necessary to complete the report required by this section.

44.28 (d) If a grantee uses grant money to provide services to persons who reside outside of
44.29 Minnesota, the grantee must list the states where non-Minnesotan participants reside and
44.30 an explanation of why grant money was used to provide services to non-Minnesota residents.

(e) The commissioner is not required to provide information in response to paragraph (b), clauses (5) to (8), for a grantee that does not offer programming that requires completion or that cannot be measured by objective standards.

(f) Beginning January 15, 2026, the commissioner of employment and economic development must submit a report containing the information provided by grant recipients as required in paragraph (b) to the chairs and ranking minority members of the legislative committees with jurisdiction over workforce development. The report submitted under this section must also include an analysis of the grant recipients' success in meeting the purpose and any goals or measurable outcomes specified for the grant. An updated version of this report must be submitted on January 15 of each succeeding year until January 15 in the year following the date when all of the grant funds have been spent.

Sec. 5. **CARRYFORWARD; EXTENSIONS.**

Notwithstanding any other law to the contrary, the availability of the appropriations for the following projects is extended to June 30, 2029:

(1) Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph (nn);

(2) Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph (ccc); and

(3) Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph (yyy).

Sec. 6. **TRANSFERS.**

(a) \$1,000,000 in fiscal year 2026 and \$1,000,000 in fiscal year 2027 are transferred from the general fund to the emerging entrepreneur program special revenue fund account created under Minnesota Statutes, section 116M.18. The commissioner of employment and economic development may use up to four percent of this transfer for administration and monitoring of the program. For fiscal years 2028 to 2031, the commissioner of management and budget must include a transfer of \$1,000,000 each year from the general fund to the emerging entrepreneur program special revenue fund account when preparing each forecast through the February 2027 forecast, under Minnesota Statutes, section 16A.103.

(b) \$3,000,000 in fiscal year 2026 and \$3,000,000 in fiscal year 2027 are transferred from the general fund to the CanStartup revolving loan account established under Minnesota Statutes, section 116J.659, subdivision 3. The commissioner of employment and economic development may use up to four percent of this transfer for administrative purposes. For fiscal years 2028 to 2031, the commissioner of management and budget must include a transfer of \$3,000,000 each year from the general fund to the CanStartup revolving loan

account when preparing each forecast through the February 2027 forecast, under Minnesota Statutes, section 16A.103.

(c) \$14,000,000 in fiscal year 2026 is transferred from the Minnesota forward fund account established under Minnesota Statutes, section 116J.8752, subdivision 3, to the general fund. This is a onetime transfer.

Sec. 7. **CANCELLATION.**

\$14,000,000 of the fiscal year 2024 Minnesota forward fund account appropriation in Laws 2023, chapter 53, article 21, section 7, paragraph (c), is canceled.

Sec. 8. **APPROPRIATION CANCELLATION; JOB CREATION FUND.**

\$3,000,000 of the appropriation in fiscal year 2025 from the general fund as appropriated under Laws 2023, chapter 53, article 20, section 2, subdivision 2, paragraph (q), is canceled to the general fund. This is a onetime cancellation.

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

Sec. 9. **REPEALER.**

Laws 2024, chapter 120, article 1, section 13, is repealed retroactively from July 1, 2024.

ARTICLE 2

APPROPRIATIONS; LABOR

Section 1. **APPROPRIATIONS.**

(a) 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 general fund, or another named fund, and are available for the fiscal years indicated for each purpose. 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. "The first year" is fiscal year 2026. "The second year" is fiscal year 2027. "The biennium" is fiscal years 2026 and 2027.

(b) If an appropriation in this article is enacted more than once in the 2025 regular or special legislative session, the appropriation must be given effect only once.

APPROPRIATIONS

Available for the Year

47.1	<u>Ending June 30</u>		
47.2	<u>2026</u> <u>2027</u>		
47.3	Sec. 2. <u>DEPARTMENT OF LABOR AND</u>		
47.4	<u>INDUSTRY</u>		
47.5	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 50,133,000</u>	<u>\$ 49,866,000</u>
47.6	<u>Appropriations by Fund</u>		
47.7	<u>2026</u>	<u>2027</u>	
47.8	<u>General</u>	<u>7,876,000</u>	<u>8,043,000</u>
47.9	<u>Workers'</u>		
47.10	<u>Compensation</u>	<u>34,776,000</u>	<u>34,652,000</u>
47.11	<u>Workforce</u>		
47.12	<u>Development</u>	<u>7,481,000</u>	<u>7,171,000</u>
47.13	<u>The amounts that may be spent for each</u>		
47.14	<u>purpose are specified in the following</u>		
47.15	<u>subdivisions. The general fund base is</u>		
47.16	<u>\$7,543,000 in fiscal year 2028 and each year</u>		
47.17	<u>thereafter. The workforce development fund</u>		
47.18	<u>base is \$6,826,000 in fiscal year 2028 and each</u>		
47.19	<u>year thereafter.</u>		
47.20	<u>Subd. 2. General Support</u>	<u>9,106,000</u>	<u>9,106,000</u>
47.21	<u>These appropriations are from the workers'</u>		
47.22	<u>compensation fund.</u>		
47.23	<u>Subd. 3. Labor Standards</u>	<u>8,776,000</u>	<u>8,755,000</u>
47.24	<u>Appropriations by Fund</u>		
47.25	<u>General</u>	<u>6,685,000</u>	<u>6,899,000</u>
47.26	<u>Workforce</u>		
47.27	<u>Development</u>	<u>2,091,000</u>	<u>1,856,000</u>
47.28	<u>(a) \$1,696,000 each year is from the workforce</u>		
47.29	<u>development fund for prevailing wage</u>		
47.30	<u>enforcement.</u>		
47.31	<u>(b) \$395,000 the first year and \$160,000 the</u>		
47.32	<u>second year are from the workforce</u>		
47.33	<u>development fund for costs associated with</u>		
47.34	<u>the misclassification fraud impact report</u>		
47.35	<u>pursuant to article 9, section 6. These</u>		

48.1 appropriations are available until June 30,
 48.2 2027. The department may enter into
 48.3 interagency agreements with the Department
 48.4 of Employment and Economic Development
 48.5 and the Department of Revenue to transfer
 48.6 funds appropriated in this paragraph as needed
 48.7 to fulfill the requirements of the
 48.8 misclassification fraud impact report.

48.9	<u>Subd. 4. Workers' Compensation</u>	<u>17,609,000</u>	<u>17,919,000</u>
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48.10 These appropriations are from the workers'
 48.11 compensation fund.

48.12	<u>Subd. 5. Workplace Safety</u>	<u>8,061,000</u>	<u>7,627,000</u>
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48.13 These appropriations are from the workers'
 48.14 compensation fund.

48.15	<u>Subd. 6. Employment-Based Initiatives</u>	<u>2,404,000</u>	<u>2,404,000</u>
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48.16	<u>Appropriations by Fund</u>		
48.17	<u>General</u>	<u>33,000</u>	<u>33,000</u>
48.18	<u>Workforce</u>		
48.19	<u>Development</u>	<u>2,371,000</u>	<u>2,371,000</u>

48.20 (a) \$300,000 each year is from the workforce
 48.21 development fund for the dual-training
 48.22 pipeline program.

48.23 (b) \$200,000 each year is from the workforce
 48.24 development fund for identification of
 48.25 competency standards under Minnesota
 48.26 Statutes, section 175.45.

48.27 (c) \$1,500,000 each year is from the workforce
 48.28 development fund for youth skills training
 48.29 grants under Minnesota Statutes, section
 48.30 175.46.

48.31 (d) \$371,000 each year is from the workforce
 48.32 development fund for administration of the

49.1 youth skills training grant program under

49.2 Minnesota Statutes, section 175.46.

49.3 (e) \$33,000 each year is from the general fund

49.4 to identify occupational competency standards

49.5 and provide technical assistance for

49.6 developing dual-training programs under

49.7 Minnesota Statutes, section 175.45, for the

49.8 legal cannabis industry.

49.9 Subd. 7. **Combative Sports**

254,000

254,000

49.10 Subd. 8. **Apprenticeship**

3,019,000

2,944,000

49.11 (a) These appropriations are from the

49.12 workforce development fund. The workforce

49.13 development fund base is \$2,599,000 in fiscal

49.14 year 2028 and each year thereafter.

49.15 (b) \$1,000,000 each year is from the

49.16 workforce development fund for labor

49.17 education and advancement program grants

49.18 under Minnesota Statutes, section 178.11.

49.19 (c) \$225,000 each year is from the workforce

49.20 development fund for a grant to Building

49.21 Strong Communities, Inc. for the Minnesota

49.22 Helmets to Hardhats program. These are

49.23 onetime appropriations. Money appropriated

49.24 in this paragraph must be used to facilitate

49.25 participation of National Guard, reserve, and

49.26 active duty military members and veterans in

49.27 apprenticeship programs registered with the

49.28 Department of Labor and Industry and connect

49.29 these members and veterans to career training

49.30 and employment in the building and

49.31 construction industries. Program recruitment,

49.32 selection, employment, and training must not

49.33 discriminate based on race, color, creed,

49.34 religion, national origin, sex, sexual

50.1 orientation, marital status, physical or mental
50.2 disability, receipt of public assistance, or age.
50.3 By February 1 of each year, the commissioner
50.4 must submit a report to the chairs and ranking
50.5 minority members of the legislative
50.6 committees with jurisdiction over labor and
50.7 industry that identifies:
50.8 (1) a detailed accounting of the use of the
50.9 grant;
50.10 (2) the portion of the grant spent on
50.11 administration; and
50.12 (3) the number and demographics of
50.13 individuals served by the grant.
50.14 The report must be filed according to
50.15 Minnesota Statutes, section 3.195.
50.16 (d) \$140,000 the first year is from the
50.17 workforce development fund for a grant to
50.18 Independent School District No. 294, Houston,
50.19 for the Minnesota Virtual Academy's career
50.20 pathways program with Operating Engineers
50.21 Local 49. This is a onetime appropriation and
50.22 is available until June 30, 2027. The following
50.23 requirements apply:
50.24 (1) the career pathways program must
50.25 encourage, support, and provide continuity for
50.26 student participation in structured career
50.27 pathways. The program may include up to five
50.28 semesters of courses and must lead to
50.29 eligibility for the Operating Engineers Local
50.30 49 apprenticeship program;
50.31 (2) the grant may be used to encourage and
50.32 support student participation in the career
50.33 pathways program through additional
50.34 academic, counseling, and other support

51.1 services provided by the student's enrolling
51.2 school district. The Minnesota Virtual
51.3 Academy may contract with a student's
51.4 enrolling school district to provide these
51.5 services;

51.6 (3) the career pathways program must provide
51.7 outreach to and encourage participation in its
51.8 programming by students of color, Indigenous
51.9 students, students from families with low
51.10 income, students located throughout
51.11 Minnesota, and underserved students; and

51.12 (4) by January 15 of each year following
51.13 receipt of a grant, Independent School District
51.14 No. 294, Houston, must submit a written
51.15 report to the chairs and ranking minority
51.16 members of the legislative committees with
51.17 jurisdiction over education and workforce
51.18 development. The grant award and report must
51.19 comply with the provisions of Minnesota
51.20 Statutes, sections 3.195 and 127A.20. The
51.21 report must:

51.22 (i) describe students' experiences with the
51.23 program;

51.24 (ii) document the program's spending and the
51.25 number of students participating in the
51.26 program and entering into the apprenticeship
51.27 program;

51.28 (iii) include geographic and demographic
51.29 information on the program participants;

51.30 (iv) make recommendations to improve the
51.31 support of career pathways programs
51.32 statewide; and

51.33 (v) make recommendations to improve student
51.34 participation in career pathways programs.

52.1 (e) \$120,000 each year is from the workforce
 52.2 development fund for a grant to Building
 52.3 Strong Communities, Inc., for a statewide
 52.4 apprenticeship readiness program that prepares
 52.5 women; individuals who are Black,
 52.6 Indigenous, and People of Color; and veterans
 52.7 to enter the building and construction
 52.8 industries. These appropriations are onetime.
 52.9 By February 1 of each year, the commissioner
 52.10 must submit a report to the chairs and ranking
 52.11 minority members of the legislative
 52.12 committees with jurisdiction over labor and
 52.13 industry that identifies:

52.14 (1) a detailed accounting of the use of the
 52.15 grant;

52.16 (2) the portion of the grant spent on
 52.17 administration; and

52.18 (3) the number and demographics of
 52.19 individuals served by the grant.

52.20 The report must be filed according to
 52.21 Minnesota Statutes, section 3.195.

52.22 Subd. 9. **Nursing Home Workforce Standards**
 52.23 **Board**

404,000

357,000

52.24 Subd. 10. **Construction Codes and Licensing**

500,000

500,000

52.25 These appropriations are for initiatives to
 52.26 promote mental health in the construction
 52.27 industry and prevent suicide and may be used
 52.28 for outreach, education, development of
 52.29 resources related to stigma reduction and
 52.30 worksite strategies, and grants to industry
 52.31 groups for related activities. These are onetime
 52.32 appropriations and are available until June 30,
 52.33 2027.

53.1	Sec. 3. <u>WORKERS' COMPENSATION COURT</u>		
53.2	<u>OF APPEALS</u>	\$ 2,962,000	\$ 2,895,000

53.3 These appropriations are from the workers'
53.4 compensation fund.

53.5	Sec. 4. <u>BUREAU OF MEDIATION SERVICES</u>	\$	<u>3,828,000</u>	\$	<u>3,882,000</u>
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53.6 \$762,000 the first year and \$772,000 the
53.7 second year are for the Public Employment
53.8 Relations Board under Minnesota Statutes,
53.9 section 179A.041.

53.10 **Sec. 5. CANCELLATIONS.**

53.11 (a) \$25,000 of the fiscal year 2024 appropriation from the general fund for creation and
53.12 distribution of a veterans' benefits and services poster under Laws 2023, chapter 53, article
53.13 19, section 2, subdivision 3, paragraph (f), is canceled.

53.14 (b) \$214,000 of the fiscal year 2024 appropriation from the general fund for the
53.15 ergonomics safety grant program under Laws 2023, chapter 53, article 19, section 2,
53.16 subdivision 5, is canceled.

53.17 (c) \$1,000,000 of the fiscal year 2024 appropriation from the workforce development
53.18 fund for grants to registered apprenticeship programs for clean economy occupations under
53.19 Laws 2023, chapter 53, article 19, section 2, subdivision 8, paragraph (c), is canceled.

53.20 Sec. 6. Laws 2024, chapter 127, article 14, section 3, is amended to read:

53.21	Sec. 3. DEPARTMENT OF LABOR AND			
53.22	INDUSTRY	\$	-0-	\$ 225,000

53.23 This appropriation is for the single-egress
53.24 stairway apartment building report under
53.25 article 15, section 46. This is a onetime
53.26 appropriation and is available until June 30,
53.27 2026.

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

54.1 **ARTICLE 3**

54.2 **EMPLOYMENT AND ECONOMIC DEVELOPMENT POLICY**

54.3 Section 1. Minnesota Statutes 2024, section 116J.431, subdivision 2, is amended to read:

54.4 Subd. 2. **Eligible projects.** (a) An economic development project for which a county or
54.5 city may be eligible to receive a grant under this section includes:

54.6 (1) manufacturing;

54.7 (2) technology;

54.8 (3) warehousing and distribution;

54.9 (4) research and development;

54.10 (5) agricultural processing, defined as transforming, packaging, sorting, or grading
54.11 livestock or livestock products or plants and plant-based products into goods that are used
54.12 for intermediate or final consumption, including goods for nonfood use; or

54.13 (6) industrial park development that would be used by any other business listed in this
54.14 subdivision even if no business has committed to locate in the industrial park at the time
54.15 the grant application is made.

54.16 (b) Up to 15 percent of the development of a project may be for a purpose that is not
54.17 included under this subdivision as an eligible project. A city or county must provide notice
54.18 to the commissioner for the commissioner's approval of the proposed project.

54.19 **EFFECTIVE DATE.** This section is effective July 1, 2027.

54.20 Sec. 2. Minnesota Statutes 2024, section 116J.8733, subdivision 4, is amended to read:

54.21 Subd. 4. ~~Revolving loan fund~~ **Minnesota expanding opportunity account.** (a) ~~The~~
54.22 ~~commissioner shall establish a revolving loan fund to make loans to nonprofit corporations,~~
54.23 ~~Tribal economic development entities, and community development financial institutions~~
54.24 ~~for the purpose of increasing nonprofit corporation, Tribal economic development entity,~~
54.25 ~~and community development financial institution capital and lending activities with~~
54.26 ~~Minnesota small businesses.~~ A Minnesota expanding opportunity account is created in the
54.27 special revenue fund in the state treasury. Money in the account is appropriated to the
54.28 commissioner for revolving loans to nonprofit corporations for the purpose of increasing
54.29 nonprofit corporation capital and lending activities with Minnesota small businesses.

54.30 (b) ~~Nonprofit corporations, Tribal economic development entities, and community~~
54.31 ~~development financial institutions~~ that receive loans from the commissioner under the

55.1 program must establish appropriate accounting practices for the purpose of tracking eligible
55.2 loans.

55.3 (c) All loan repayments must be paid into the Minnesota expanding opportunity account
55.4 created in this section to fund additional loans.

55.5 **EFFECTIVE DATE.** This section is effective retroactively from July 1, 2023.

55.6 Sec. 3. Minnesota Statutes 2024, section 116J.8752, subdivision 2, is amended to read:

55.7 Subd. 2. **Purpose.** The Minnesota forward fund account is created to increase the state's
55.8 competitiveness by providing the state the authority and flexibility to facilitate private
55.9 investment. The fund serves as a closing fund to allow the authority and flexibility to
55.10 negotiate incentives to better compete with other states for business retention, expansion
55.11 and attraction of projects in existing and new industries, and develop properties for business
55.12 use, and leverage to meet matching requirements of federal funding for resiliency in economic
55.13 security and economic enhancement opportunities that provide the public high-quality
55.14 employment opportunities.

55.15 Sec. 4. **[116J.9927] PREPARE MINNESOTA.**

55.16 Subdivision 1. **Establishment.** (a) The commissioner must establish and administer a
55.17 comprehensive test and professional licensure pilot program that must be provided at no
55.18 cost to students at one University of Minnesota system campus, students at one Minnesota
55.19 State Colleges and Universities system campus, and dislocated workers as defined in section
55.20 116L.17.

55.21 (b) The pilot program must, at a minimum, offer students and dislocated workers test
55.22 preparation services for the Medical College Admission Test, Law School Admission Test,
55.23 Graduate Record Examination, Graduate Management Admission Test, and other preparation
55.24 programs for professional exams, including but not limited to the areas of nursing, teaching,
55.25 real estate, securities, and law. The pilot program must, at a minimum, also provide
55.26 preparation for the Securities Industry Essentials exam, a Financial Paraplanner Qualified
55.27 Professional exam, and a Wealth Management Specialist exam.

55.28 Subd. 2. **Vendors.** The commissioner must procure and contract with a vendor to provide
55.29 comprehensive test and professional licensure preparation services.

55.30 Subd. 3. **Priority of recipients.** If money is insufficient to provide comprehensive test
55.31 and professional licensure preparation to all students or dislocated workers seeking to

56.1 participate in the program, the commissioner may prioritize offering the services to recipients
56.2 of a state grant under section 136A.121.

56.3 Subd. 4. **Reporting.** By February 15 of each year, the commissioner must submit a
56.4 report on the details of the pilot program under this section to the legislative committees
56.5 with jurisdiction over workforce development finance and policy. The report must include
56.6 the following information:

56.7 (1) research and analysis on the effectiveness and impact of the program that considers
56.8 the following:

56.9 (i) aggregate and deidentified demographic data including the race and ethnicity, age,
56.10 and gender;

56.11 (ii) federal Pell grant eligibility; and

56.12 (iii) the long-term value the program offers to students; and

56.13 (2) the number of students who participated in the program in the prior academic year,
56.14 including identifying the number of each exam type for which preparation was provided.

56.15 Sec. 5. Minnesota Statutes 2024, section 116L.04, subdivision 1, is amended to read:

56.16 Subdivision 1. **Partnership program.** (a) The partnership program may provide
56.17 grants-in-aid to educational or other nonprofit educational institutions using the following
56.18 guidelines:

56.19 (1) the educational or other nonprofit educational institution is a provider of training
56.20 within the state in either the public or private sector;

56.21 (2) the program involves skills training that is an area of employment need; and

56.22 (3) preference will be given to educational or other nonprofit training institutions which
56.23 serve economically disadvantaged people, minorities, or those who are victims of economic
56.24 dislocation and to businesses located in rural areas.

56.25 (b) A single grant to any one institution shall not exceed ~~\$400,000~~ \$500,000. A portion
56.26 of a grant may be used for preemployment training.

56.27 (c) Each institution must provide for the dissemination of summary results of a
56.28 grant-funded project, including, but not limited to, information about curriculum and all
56.29 supporting materials developed in conjunction with the grant. Results of projects developed
56.30 by any Minnesota State Colleges and Universities system institution must be disseminated
56.31 throughout the system.

57.1 (d) At the discretion of the board, higher education institutions may charge up to a
57.2 30-percent increase on the direct project costs, not including equipment costs.

57.3 Sec. 6. Minnesota Statutes 2024, section 116L.04, subdivision 1a, is amended to read:

57.4 Subd. 1a. **Pathways program.** (a) The pathways program may provide grants-in-aid
57.5 for developing programs which assist in the transition of persons from welfare to work and
57.6 assist individuals at or below 200 percent of the federal poverty guidelines. The program
57.7 is to be operated by the board. The board shall consult and coordinate with program
57.8 administrators at the Department of Employment and Economic Development to design
57.9 and provide services for temporary assistance for needy families recipients.

57.10 (b) Pathways grants-in-aid may be awarded to educational or other nonprofit training
57.11 institutions or to workforce development intermediaries for education and training programs
57.12 and services supporting education and training programs that serve eligible recipients.

57.13 Preference shall be given to projects that:

57.14 (1) provide employment with benefits paid to employees;

57.15 (2) provide employment where there are defined career paths for trainees;

57.16 (3) pilot the development of an educational pathway that can be used on a continuing
57.17 basis for transitioning persons from welfare to work; and

57.18 (4) demonstrate the active participation of Department of Employment and Economic
57.19 Development workforce centers, Minnesota State College and University institutions and
57.20 other educational institutions, and local welfare agencies.

57.21 (c) Pathways projects must demonstrate the active involvement and financial commitment
57.22 of a participating business. Pathways projects must be matched with cash or in-kind
57.23 contributions on at least a one-half-to-one ratio by a participating business.

57.24 (d) A single grant to any one institution shall not exceed ~~\$400,000~~ \$500,000. A portion
57.25 of a grant may be used for preemployment training.

57.26 (e) At the discretion of the board, higher education institutions may charge up to a
57.27 30-percent increase on the direct project costs, not including equipment costs.

57.28 Sec. 7. Minnesota Statutes 2024, section 116L.98, subdivision 2, is amended to read:

57.29 Subd. 2. **Definitions.** (a) For the purposes of this section, the terms defined in this
57.30 subdivision have the meanings given.

(b) "Credential" means ~~postsecondary~~ degrees, diplomas, licenses, and certificates awarded in recognition of an individual's attainment of measurable technical or occupational skills necessary to obtain employment or advance with an occupation. This definition does not include certificates awarded by workforce investment boards or work-readiness certificates.

(c) "Exit" means to have not received service under a workforce program for 90 consecutive calendar days. The exit date is the last date of service.

(d) "Net impact" means the use of matched control groups and regression analysis to estimate the impacts attributable to program participation net of other factors, including observable personal characteristics and economic conditions.

(e) "Pre-enrollment" means the period of time before an individual was enrolled in a workforce program.

Sec. 8. Minnesota Statutes 2024, section 116M.18, subdivision 3, is amended to read:

Subd. 3. ~~Revolving loan fund~~ **Minnesota emerging entrepreneur program account.** (a) ~~The department shall establish a revolving loan fund~~ A Minnesota emerging entrepreneur program account is created in the special revenue fund in the state treasury. Money in the account is appropriated to the commissioner for revolving loans to make grants to nonprofit corporations, Tribal economic development entities, and community development financial institutions for the purpose of making loans to businesses owned by minority or low-income persons, women, veterans, or people with disabilities, and to support minority business enterprises and job creation for minority and low-income persons.

(b) Nonprofit corporations, Tribal economic development entities, and community development financial institutions that receive grants from the department under the program must establish a commissioner-certified revolving loan fund for the purpose of making eligible loans.

(c) Eligible business enterprises include, but are not limited to, technologically innovative industries, value-added manufacturing, and information industries.

(d) Loan applications given preliminary approval by the nonprofit corporation, Tribal economic development entity, or community development financial institution must be forwarded to the department. Nonprofit corporations, Tribal economic development entities, and community development financial institutions designated as preferred partners do not need final approval by the commissioner. All other loans must be approved by the commissioner and the commissioner must make approval decisions within 20 days of

59.1 receiving a loan application unless the application contains insufficient information to make
59.2 an approval decision. The amount of the state funds contributed to any loan may not exceed
59.3 50 percent of each loan. The commissioner must develop the criteria necessary to receive
59.4 loan forgiveness.

59.5 Sec. 9. Minnesota Statutes 2024, section 469.54, subdivision 4, is amended to read:

59.6 Subd. 4. **Credit for parking revenue.** (a) By March 1 of the year following the year in
59.7 which the parking facilities or structures are constructed within the district, the city must
59.8 certify to the commissioner:

59.9 (1) the total amount of revenue generated by the parking facilities and structures in the
59.10 preceding year; and

59.11 (2) the total amount necessary for operational and maintenance expenses of the facilities
59.12 or structures in the ~~current~~ preceding year.

59.13 (b) By July 1 of each year thereafter, for a period of 25 years, the commissioner must
59.14 confirm or revise the amounts as reported. An amount equal to 50 percent of the amount of
59.15 revenue received by the city by the parking structures and facilities in the ~~previous~~ preceding
59.16 year that is greater than the amount necessary for operational and maintenance expenses of
59.17 the facilities or structures in the ~~current~~ preceding year must be paid by the city to the
59.18 commissioner of employment and economic development by September 1 for deposit into
59.19 the general fund.

59.20 Sec. 10. Laws 2023, chapter 53, article 15, section 33, subdivision 4, as amended by Laws
59.21 2024, chapter 120, article 9, section 5, is amended to read:

59.22 Subd. 4. **Loans to community businesses.** (a) A partner organization that receives a
59.23 grant under subdivision 3 shall establish a plan for making low-interest loans to community
59.24 businesses. The plan requires approval by the commissioner.

59.25 (b) Under the plan:

59.26 (1) the state contribution to each loan shall be no less than ~~\$50,000~~ \$10,000 and no more
59.27 than \$500,000;

59.28 (2) loans shall be made for projects that are unlikely to be undertaken unless a loan is
59.29 received under the program;

59.30 (3) priority shall be given to loans to businesses in the lowest income areas;

(4) the fee or interest rate on a loan shall not be higher than the Wall Street Journal prime rate plus two percent, with a maximum of ten percent;

(5) 50 percent of all repayments of principal on a loan under the program shall be used to fund additional related lending. The partner organization may retain the remainder of loan repayments to service loans and provide further technical assistance;

(6) the partner organization may charge a loan origination fee of no more than one percent of the loan value and may retain that origination fee;

(7) a partner organization may not make a loan to a project in which it has an ownership interest; and

(8) up to 15 percent of a loan's principal amount may be forgiven by the partner organization if the borrower has met all lending criteria developed by the partner organization and the commissioner, including creating or retaining jobs and being current with all loan payments, for at least two years.

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

Sec. 11. Laws 2023, chapter 53, article 20, section 2, subdivision 2, as amended by Laws 2024, chapter 120, article 1, section 6, is amended to read:

Subd. 2. Business and Community Development	195,061,000	139,104,000
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Appropriations by Fund

General	193,011,000	137,054,000
Remediation	700,000	700,000
Workforce Development	1,350,000	1,350,000

(a) \$2,287,000 each year is for the greater Minnesota business development public infrastructure grant program under Minnesota Statutes, section 116J.431. This appropriation is available until June 30, 2027.

(b) \$500,000 each year is for grants to small business development centers under Minnesota Statutes, section 116J.68. Money made available under this paragraph may be used to match funds under the federal Small Business Development Center (SBDC) program under

61.1 United States Code, title 15, section 648, to
61.2 provide consulting and technical services or
61.3 to build additional SBDC network capacity to
61.4 serve entrepreneurs and small businesses.

61.5 (c) \$2,500,000 the first year is for Launch
61.6 Minnesota. This is a onetime appropriation.
61.7 Of this amount:

61.8 (1) \$1,500,000 is for innovation grants to
61.9 eligible Minnesota entrepreneurs or start-up
61.10 businesses to assist with their operating needs;

61.11 (2) \$500,000 is for administration of Launch
61.12 Minnesota; and

61.13 (3) \$500,000 is for grantee activities at Launch
61.14 Minnesota.

61.15 (d)(1) \$500,000 each year is for grants to
61.16 MNSBIR, Inc., to support moving scientific
61.17 excellence and technological innovation from
61.18 the lab to the market for start-ups and small
61.19 businesses by securing federal research and
61.20 development funding. The purpose of the grant
61.21 is to build a strong Minnesota economy and
61.22 stimulate the creation of novel products,
61.23 services, and solutions in the private sector;
61.24 strengthen the role of small business in
61.25 meeting federal research and development
61.26 needs; increase the commercial application of
61.27 federally supported research results; and
61.28 develop and increase the Minnesota
61.29 workforce, especially by fostering and
61.30 encouraging participation by small businesses
61.31 owned by women and people who are Black,
61.32 Indigenous, or people of color. This is a
61.33 onetime appropriation.

62.1 (2) MNSBIR, Inc., shall use the grant money
62.2 to be the dedicated resource for federal
62.3 research and development for small businesses
62.4 of up to 500 employees statewide to support
62.5 research and commercialization of novel ideas,
62.6 concepts, and projects into cutting-edge
62.7 products and services for worldwide economic
62.8 impact. MNSBIR, Inc., shall use grant money
62.9 to:

62.10 (i) assist small businesses in securing federal
62.11 research and development funding, including
62.12 the Small Business Innovation Research and
62.13 Small Business Technology Transfer programs
62.14 and other federal research and development
62.15 funding opportunities;

62.16 (ii) support technology transfer and
62.17 commercialization from the University of
62.18 Minnesota, Mayo Clinic, and federal
62.19 laboratories;

62.20 (iii) partner with large businesses;

62.21 (iv) conduct statewide outreach, education,
62.22 and training on federal rules, regulations, and
62.23 requirements;

62.24 (v) assist with scientific and technical writing;

62.25 (vi) help manage federal grants and contracts;
62.26 and

62.27 (vii) support cost accounting and sole-source
62.28 procurement opportunities.

62.29 (e) \$10,000,000 the first year is ~~for~~ transferred
62.30 from the general fund to the Minnesota
62.31 Expanding Opportunity Fund Program special
62.32 revenue account under Minnesota Statutes,
62.33 section 116J.8733. This is a onetime

63.1 ~~appropriation~~ transfer and is available until
63.2 June 30, 2025.

63.3 (f) \$6,425,000 each year is for the small
63.4 business assistance partnerships program
63.5 under Minnesota Statutes, section 116J.682.
63.6 All grant awards shall be for two consecutive
63.7 years. Grants shall be awarded in the first year.
63.8 The department may use up to five percent of
63.9 the appropriation for administrative purposes.
63.10 The base for this appropriation is \$2,725,000
63.11 in fiscal year 2026 and each year thereafter.

63.12 (g) \$350,000 each year is for administration
63.13 of the community energy transition office.

63.14 (h) \$5,000,000 each year is transferred from
63.15 the general fund to the community energy
63.16 transition account for grants under Minnesota
63.17 Statutes, section 116J.55. This is a onetime
63.18 transfer.

63.19 (i) \$1,772,000 each year is for contaminated
63.20 site cleanup and development grants under
63.21 Minnesota Statutes, sections 116J.551 to
63.22 116J.558. This appropriation is available until
63.23 expended.

63.24 (j) \$700,000 each year is from the remediation
63.25 fund for contaminated site cleanup and
63.26 development grants under Minnesota Statutes,
63.27 sections 116J.551 to 116J.558. This
63.28 appropriation is available until expended.

63.29 (k) \$389,000 each year is for the Center for
63.30 Rural Policy and Development. The base for
63.31 this appropriation is \$139,000 in fiscal year
63.32 2026 and each year thereafter.

63.33 (l) \$25,000 each year is for the administration
63.34 of state aid for the Destination Medical Center

64.1 under Minnesota Statutes, sections 469.40 to
64.2 469.47.

64.3 (m) \$875,000 each year is for the host
64.4 community economic development program
64.5 established in Minnesota Statutes, section
64.6 116J.548.

64.7 (n) \$6,500,000 each year is for grants to local
64.8 communities to increase the number of quality
64.9 child care providers to support economic
64.10 development. Fifty percent of grant money
64.11 must go to communities located outside the
64.12 seven-county metropolitan area as defined in
64.13 Minnesota Statutes, section 473.121,
64.14 subdivision 2. The base for this appropriation
64.15 is \$1,500,000 in fiscal year 2026 and each year
64.16 thereafter.

64.17 Grant recipients must obtain a 50 percent
64.18 nonstate match to grant money in either cash
64.19 or in-kind contribution, unless the
64.20 commissioner waives the requirement. Grant
64.21 money available under this subdivision must
64.22 be used to implement projects to reduce the
64.23 child care shortage in the state, including but
64.24 not limited to funding for child care business
64.25 start-ups or expansion, training, facility
64.26 modifications, direct subsidies or incentives
64.27 to retain employees, or improvements required
64.28 for licensing, and assistance with licensing
64.29 and other regulatory requirements. In awarding
64.30 grants, the commissioner must give priority
64.31 to communities that have demonstrated a
64.32 shortage of child care providers.

64.33 Within one year of receiving grant money,
64.34 grant recipients must report to the
64.35 commissioner on the outcomes of the grant

65.1 program, including but not limited to the
65.2 number of new providers, the number of
65.3 additional child care provider jobs created, the
65.4 number of additional child care openings, and
65.5 the amount of cash and in-kind local money
65.6 invested. Within one month of all grant
65.7 recipients reporting on program outcomes, the
65.8 commissioner must report the grant recipients'
65.9 outcomes to the chairs and ranking members
65.10 of the legislative committees with jurisdiction
65.11 over early learning and child care and
65.12 economic development.

65.13 (o) \$500,000 each year is for the Office of
65.14 Child Care Community Partnerships. Of this
65.15 amount:

65.16 (1) \$450,000 each year is for administration
65.17 of the Office of Child Care Community
65.18 Partnerships; and

65.19 (2) \$50,000 each year is for the Labor Market
65.20 Information Office to conduct research and
65.21 analysis related to the child care industry.

65.22 (p) \$3,500,000 each year is for grants in equal
65.23 amounts to each of the Minnesota Initiative
65.24 Foundations. This appropriation is available
65.25 until June 30, 2027. The base for this
65.26 appropriation is \$1,000,000 in fiscal year 2026
65.27 and each year thereafter. The Minnesota
65.28 Initiative Foundations must use grant money
65.29 under this section to:

65.30 (1) facilitate planning processes for rural
65.31 communities resulting in a community solution
65.32 action plan that guides decision making to
65.33 sustain and increase the supply of quality child

66.1 care in the region to support economic
66.2 development;

66.3 (2) engage the private sector to invest local
66.4 resources to support the community solution
66.5 action plan and ensure quality child care is a
66.6 vital component of additional regional
66.7 economic development planning processes;

66.8 (3) provide locally based training and technical
66.9 assistance to rural business owners
66.10 individually or through a learning cohort.
66.11 Access to financial and business development
66.12 assistance must prepare child care businesses
66.13 for quality engagement and improvement by
66.14 stabilizing operations, leveraging funding from
66.15 other sources, and fostering business acumen
66.16 that allows child care businesses to plan for
66.17 and afford the cost of providing quality child
66.18 care; and

66.19 (4) recruit child care programs to participate
66.20 in quality rating and improvement
66.21 measurement programs. The Minnesota
66.22 Initiative Foundations must work with local
66.23 partners to provide low-cost training,
66.24 professional development opportunities, and
66.25 continuing education curricula. The Minnesota
66.26 Initiative Foundations must fund, through local
66.27 partners, an enhanced level of coaching to
66.28 rural child care providers to obtain a quality
66.29 rating through measurement programs.

66.30 (q) \$8,000,000 each year is for the Minnesota
66.31 job creation fund under Minnesota Statutes,
66.32 section 116J.8748. Of this amount, the
66.33 commissioner of employment and economic
66.34 development may use up to three percent for
66.35 administrative expenses. This appropriation

67.1 is available until expended. Notwithstanding
67.2 Minnesota Statutes, section 116J.8748, money
67.3 appropriated for the job creation fund may be
67.4 used for redevelopment under Minnesota
67.5 Statutes, sections 116J.575 and 116J.5761, at
67.6 the discretion of the commissioner.

67.7 (r) \$12,370,000 each year is for the Minnesota
67.8 investment fund under Minnesota Statutes,
67.9 section 116J.8731. Of this amount, the
67.10 commissioner of employment and economic
67.11 development may use up to three percent for
67.12 administration and monitoring of the program.
67.13 This appropriation is available until expended.
67.14 Notwithstanding Minnesota Statutes, section
67.15 116J.8731, money appropriated to the
67.16 commissioner for the Minnesota investment
67.17 fund may be used for the redevelopment
67.18 program under Minnesota Statutes, sections
67.19 116J.575 and 116J.5761, at the discretion of
67.20 the commissioner. Grants under this paragraph
67.21 are not subject to the grant amount limitation
67.22 under Minnesota Statutes, section 116J.8731.

67.23 (s) \$4,246,000 each year is for the
67.24 redevelopment program under Minnesota
67.25 Statutes, sections 116J.575 and 116J.5761.
67.26 The base for this appropriation is \$2,246,000
67.27 in fiscal year 2026 and each year thereafter.
67.28 This appropriation is available until expended.

67.29 (t) \$1,000,000 each year is for the Minnesota
67.30 emerging entrepreneur loan program under
67.31 Minnesota Statutes, section 116M.18. Money
67.32 available under this paragraph is for transfer
67.33 into the emerging entrepreneur program
67.34 special revenue fund account created under
67.35 Minnesota Statutes, chapter 116M, and are

68.1 available until expended. Of this amount, up
68.2 to four percent is for administration and
68.3 monitoring of the program.

68.4 (u) \$325,000 the first year is for the Minnesota
68.5 Film and TV Board. The appropriation is
68.6 available only upon receipt by the board of \$1
68.7 in matching contributions of money or in-kind
68.8 contributions from nonstate sources for every
68.9 \$3 provided by this appropriation, except that
68.10 up to \$50,000 is available on July 1 even if
68.11 the required matching contribution has not
68.12 been received by that date. This is a onetime
68.13 appropriation.

68.14 (v) \$12,000 each year is for a grant to the
68.15 Upper Minnesota Film Office.

68.16 (w) \$500,000 the first year is for a grant to the
68.17 Minnesota Film and TV Board for the film
68.18 production jobs program under Minnesota
68.19 Statutes, section 116U.26. This appropriation
68.20 is available until June 30, 2027. This is a
68.21 onetime appropriation.

68.22 (x) \$4,195,000 each year is for the Minnesota
68.23 job skills partnership program under
68.24 Minnesota Statutes, sections 116L.01 to
68.25 116L.17. If the appropriation for either year
68.26 is insufficient, the appropriation for the other
68.27 year is available. This appropriation is
68.28 available until expended.

68.29 (y) \$1,350,000 each year from the workforce
68.30 development fund is for jobs training grants
68.31 under Minnesota Statutes, section 116L.41.

68.32 (z) \$47,475,000 the first year and \$50,475,000
68.33 the second year are for the PROMISE grant
68.34 program. This is a onetime appropriation and

69.1 is available until June 30, 2027. Any
69.2 unencumbered balance remaining at the end
69.3 of the first year does not cancel but is available
69.4 the second year. Of this amount:

69.5 (1) \$475,000 each year is for administration
69.6 of the PROMISE grant program;

69.7 (2) \$7,500,000 each year is for grants in equal
69.8 amounts to each of the Minnesota Initiative
69.9 Foundations to serve businesses in greater
69.10 Minnesota. Of this amount, \$600,000 each
69.11 year is for grants to businesses with less than
69.12 \$100,000 in revenue in the prior year; and

69.13 (3) \$39,500,000 the first year and \$42,500,000
69.14 the second year are for grants to the
69.15 Neighborhood Development Center. Of this
69.16 amount, the following amounts are designated
69.17 for the following areas:

69.18 (i) \$16,000,000 each year is for North
69.19 Minneapolis' West Broadway, Camden, ~~or~~ and
69.20 other Northside neighborhoods. Of this
69.21 amount, \$1,000,000 each year is for grants to
69.22 businesses with less than \$100,000 in revenue
69.23 in the prior year;

69.24 (ii) ~~\$13,500,000 each year is~~ \$12,500,000 the
69.25 first year and \$13,500,000 the second year are
69.26 for South Minneapolis' Lake Street, 38th and
69.27 Chicago, Franklin, Nicollet, and Riverside
69.28 corridors. Of this amount, \$750,000 each year
69.29 is for grants to businesses with less than
69.30 \$100,000 in revenue in the prior year;

69.31 (iii) \$10,000,000 each year is for St. Paul's
69.32 University Avenue, Midway, Eastside, or other
69.33 St. Paul neighborhoods. Of this amount,
69.34 \$750,000 each year is for grants to businesses

70.1 with less than \$100,000 in revenue in the prior
70.2 year;

70.3 (iv) \$1,000,000 the first year is for South
70.4 Minneapolis' Hennepin Avenue Commercial
70.5 corridor, South Hennepin Community
70.6 corridor, and Uptown Special Service District;
70.7 and

70.8 (v) \$3,000,000 the second year is for grants
70.9 to businesses in the counties of Anoka, Carver,
70.10 Dakota, Hennepin, Ramsey, Scott, and
70.11 Washington, excluding the cities of
70.12 Minneapolis and St. Paul.

70.13 (aa) \$15,150,000 each year is for the
70.14 PROMISE loan program. This is a onetime
70.15 appropriation and is available until June 30,
70.16 2027. Of this amount:

70.17 (1) \$150,000 each year is for administration
70.18 of the PROMISE loan program;

70.19 (2) \$3,000,000 each year is for grants in equal
70.20 amounts to each of the Minnesota Initiative
70.21 Foundations to serve businesses in greater
70.22 Minnesota; and

70.23 (3) \$12,000,000 each year is for grants to the
70.24 Metropolitan Economic Development
70.25 Association (MEDA). Of this amount, the
70.26 following amounts are designated for the
70.27 following areas:

70.28 (i) \$4,500,000 each year is for North
70.29 Minneapolis' West Broadway, Camden, ~~or~~ and
70.30 other Northside neighborhoods;

70.31 (ii) \$4,500,000 each year is for South
70.32 Minneapolis' Lake Street, 38th and Chicago,

71.1 Franklin, Nicollet, and Riverside corridors;
71.2 and

71.3 (iii) \$3,000,000 each year is for St. Paul's
71.4 University Avenue, Midway, Eastside, or other
71.5 St. Paul neighborhoods.

71.6 (bb) \$1,500,000 each year is for a grant to the
71.7 Metropolitan Consortium of Community
71.8 Developers for the community wealth-building
71.9 grant program pilot project. Of this amount,
71.10 up to two percent is for administration and
71.11 monitoring of the community wealth-building
71.12 grant program pilot project. This is a onetime
71.13 appropriation.

71.14 (cc) \$250,000 each year is for the publication,
71.15 dissemination, and use of labor market
71.16 information under Minnesota Statutes, section
71.17 116J.401.

71.18 (dd) \$5,000,000 the first year is for a grant to
71.19 the Bloomington Port Authority to provide
71.20 funding for the Expo 2027 host organization.
71.21 The Bloomington Port Authority must enter
71.22 into an agreement with the host organization
71.23 over the use of money, which may be used for
71.24 activities, including but not limited to
71.25 finalizing the community dossier and staffing
71.26 the host organization and for infrastructure
71.27 design and planning, financial modeling,
71.28 development planning and coordination of
71.29 both real estate and public private partnerships,
71.30 and reimbursement of costs the Bloomington
71.31 Port Authority incurred. In selecting vendors
71.32 and exhibitors for Expo 2027, the host
71.33 organization shall prioritize outreach to,
71.34 collaboration with, and inclusion of businesses
71.35 that are majority owned by people of color,

72.1 women, and people with disabilities. The host
72.2 organization and Bloomington Port Authority
72.3 may be reimbursed for expenses 90 days prior
72.4 to encumbrance. This appropriation is
72.5 contingent on approval of the project by the
72.6 Bureau International des Expositions. If the
72.7 project is not approved by the Bureau
72.8 International des Expositions, the money shall
72.9 transfer to the Minnesota investment fund
72.10 under Minnesota Statutes, section 116J.8731.
72.11 Any unencumbered balance remaining at the
72.12 end of the first year does not cancel but is
72.13 available for the second year.

72.14 (ee) \$5,000,000 the first year is for a grant to
72.15 the Neighborhood Development Center for
72.16 small business programs, including training,
72.17 lending, business services, and real estate
72.18 programming; small business incubator
72.19 development in the Twin Cities and outside
72.20 the seven-county metropolitan area; and
72.21 technical assistance activities for partners
72.22 outside the seven-county metropolitan area;
72.23 and for high-risk, character-based loan capital
72.24 for nonrecourse loans. This is a onetime
72.25 appropriation. Any unencumbered balance
72.26 remaining at the end of the first year does not
72.27 cancel but is available for the second year.

72.28 (ff) \$5,000,000 the first year is for transfer to
72.29 the emerging developer fund account in the
72.30 special revenue fund. Of this amount, up to
72.31 five percent is for administration and
72.32 monitoring of the emerging developer fund
72.33 program under Minnesota Statutes, section
72.34 116J.9926, and the remainder is for a grant to
72.35 the Local Initiatives Support Corporation -

73.1 Twin Cities to serve as a partner organization
73.2 under the program. This is a onetime
73.3 appropriation.

73.4 (gg) \$5,000,000 the first year is for the
73.5 Canadian border counties economic relief
73.6 program under article 5. Of this amount, up
73.7 to \$1,000,000 is for Tribal economic
73.8 development and \$2,100,000 is for a grant to
73.9 Lake of the Woods County for the forgivable
73.10 loan program for remote recreational
73.11 businesses. This is a onetime appropriation
73.12 and is available until June 30, 2026.

73.13 (hh) \$1,000,000 each year is for a grant to
73.14 African Economic Development Solutions.
73.15 This is a onetime appropriation and is
73.16 available until June 30, 2026. Of this amount:

73.17 (1) \$500,000 each year is for a loan fund that
73.18 must address pervasive economic inequities
73.19 by supporting business ventures of
73.20 entrepreneurs in the African immigrant
73.21 community; and

73.22 (2) \$250,000 each year is for workforce
73.23 development and technical assistance,
73.24 including but not limited to business
73.25 development, entrepreneur training, business
73.26 technical assistance, loan packing, and
73.27 community development services.

73.28 (ii) \$1,500,000 each year is for a grant to the
73.29 Latino Economic Development Center. This
73.30 is a onetime appropriation and is available
73.31 until June 30, 2025. Of this amount:

73.32 (1) \$750,000 each year is to assist, support,
73.33 finance, and launch microentrepreneurs by

74.1 delivering training, workshops, and
74.2 one-on-one consultations to businesses; and
74.3 (2) \$750,000 each year is to guide prospective
74.4 entrepreneurs in their start-up process by
74.5 introducing them to key business concepts,
74.6 including business start-up readiness. Grant
74.7 proceeds must be used to offer workshops on
74.8 a variety of topics throughout the year,
74.9 including finance, customer service,
74.10 food-handler training, and food-safety
74.11 certification. Grant proceeds may also be used
74.12 to provide lending to business startups.

74.13 (jj) \$627,000 the first year is for a grant to
74.14 Community and Economic Development
74.15 Associates (CEDA) to provide funding for
74.16 economic development technical assistance
74.17 and economic development project grants to
74.18 small communities across rural Minnesota and
74.19 for CEDA to design, implement, market, and
74.20 administer specific types of basic community
74.21 and economic development programs tailored
74.22 to individual community needs. Technical
74.23 assistance grants shall be based on need and
74.24 given to communities that are otherwise
74.25 unable to afford these services. Of the amount
74.26 appropriated, up to \$270,000 may be used for
74.27 economic development project implementation
74.28 in conjunction with the technical assistance
74.29 received. This is a onetime appropriation. Any
74.30 unencumbered balance remaining at the end
74.31 of the first year does not cancel but is available
74.32 the second year.

74.33 (kk) \$2,000,000 the first year is for a grant to
74.34 WomenVenture to:

75.1 (1) support child care providers through
75.2 business training and shared services programs
75.3 and to create materials that could be used, free
75.4 of charge, for start-up, expansion, and
75.5 operation of child care businesses statewide,
75.6 with the goal of helping new and existing child
75.7 care businesses in underserved areas of the
75.8 state become profitable and sustainable; and

75.9 (2) support business expansion for women
75.10 food entrepreneurs throughout Minnesota's
75.11 food supply chain to help stabilize and
75.12 strengthen their business operations, create
75.13 distribution networks, offer technical
75.14 assistance and support to beginning women
75.15 food entrepreneurs, develop business plans,
75.16 develop a workforce, research expansion
75.17 strategies, and for other related activities.

75.18 Eligible uses of the money include but are not
75.19 limited to:

75.20 (i) leasehold improvements;
75.21 (ii) additions, alterations, remodeling, or
75.22 renovations to rented space;
75.23 (iii) inventory or supplies;
75.24 (iv) machinery or equipment purchases;
75.25 (v) working capital; and
75.26 (vi) debt refinancing.

75.27 Money distributed to entrepreneurs may be
75.28 loans, forgivable loans, and grants. Of this
75.29 amount, up to five percent may be used for
75.30 the WomenVenture's technical assistance and
75.31 administrative costs. This is a onetime
75.32 appropriation and is available until June 30,
75.33 2026.

76.1 By December 15, 2026, WomenVenture must
76.2 submit a report to the chairs and ranking
76.3 minority members of the legislative
76.4 committees with jurisdiction over agriculture
76.5 and employment and economic development.
76.6 The report must include a summary of the uses
76.7 of the appropriation, including the amount of
76.8 the appropriation used for administration. The
76.9 report must also provide a breakdown of the
76.10 amount of funding used for loans, forgivable
76.11 loans, and grants; information about the terms
76.12 of the loans issued; a discussion of how money
76.13 from repaid loans will be used; the number of
76.14 entrepreneurs assisted; and a breakdown of
76.15 how many entrepreneurs received assistance
76.16 in each county.

76.17 (ll) \$2,000,000 the first year is for a grant to
76.18 African Career, Education, and Resource, Inc.,
76.19 for operational infrastructure and technical
76.20 assistance to small businesses. This
76.21 appropriation is available until June 30, 2025.

76.22 (mm) \$5,000,000 the first year is for a grant
76.23 to the African Development Center to provide
76.24 loans to purchase commercial real estate and
76.25 to expand organizational infrastructure. This
76.26 appropriation is available until June 30, 2025.
76.27 Of this amount:

76.28 (1) \$2,800,000 is for loans to purchase
76.29 commercial real estate targeted at African
76.30 immigrant small business owners;

76.31 (2) \$364,000 is for loan loss reserves to
76.32 support loan volume growth and attract
76.33 additional capital;

77.1 (3) \$836,000 is for increasing organizational
77.2 capacity;

77.3 (4) \$300,000 is for the safe 2 eat project of
77.4 inclusive assistance with required restaurant
77.5 licensing examinations; and

77.6 (5) \$700,000 is for a center for community
77.7 resources for language and technology
77.8 assistance for small businesses.

77.9 (nn) \$7,000,000 the first year is for grants to
77.10 the Minnesota Initiative Foundations to
77.11 capitalize their revolving loan funds, which
77.12 address unmet financing needs of for-profit
77.13 business start-ups, expansions, and ownership
77.14 transitions; nonprofit organizations; and
77.15 developers of housing to support the
77.16 construction, rehabilitation, and conversion
77.17 of housing units. Of the amount appropriated:

77.18 (1) \$1,000,000 is for a grant to the Southwest
77.19 Initiative Foundation;

77.20 (2) \$1,000,000 is for a grant to the West
77.21 Central Initiative Foundation;

77.22 (3) \$1,000,000 is for a grant to the Southern
77.23 Minnesota Initiative Foundation;

77.24 (4) \$1,000,000 is for a grant to the Northwest
77.25 Minnesota Foundation;

77.26 (5) \$2,000,000 is for a grant to the Initiative
77.27 Foundation of which \$1,000,000 is for
77.28 redevelopment of the St. Cloud Youth and
77.29 Family Center; and

77.30 (6) \$1,000,000 is for a grant to the Northland
77.31 Foundation.

77.32 (oo) \$500,000 each year is for a grant to
77.33 Enterprise Minnesota, Inc., to reach and

78.1 deliver talent, leadership, employee retention,
78.2 continuous improvement, strategy, quality
78.3 management systems, revenue growth, and
78.4 manufacturing peer-to-peer advisory services
78.5 to small manufacturing companies employing
78.6 35 or fewer full-time equivalent employees.
78.7 This is a onetime appropriation. No later than
78.8 February 1, 2025, and February 1, 2026,
78.9 Enterprise Minnesota, Inc., must provide a
78.10 report to the chairs and ranking minority
78.11 members of the legislative committees with
78.12 jurisdiction over economic development that
78.13 includes:

78.14 (1) the grants awarded during the past 12
78.15 months;

78.16 (2) the estimated financial impact of the grants
78.17 awarded to each company receiving services
78.18 under the program;

78.19 (3) the actual financial impact of grants
78.20 awarded during the past 24 months; and

78.21 (4) the total amount of federal funds leveraged
78.22 from the Manufacturing Extension Partnership
78.23 at the United States Department of Commerce.

78.24 (pp) \$375,000 each year is for a grant to
78.25 PFund Foundation to provide grants to
78.26 LGBTQ+-owned small businesses and
78.27 entrepreneurs. Of this amount, up to five
78.28 percent may be used for PFund Foundation's
78.29 technical assistance and administrative costs.
78.30 This is a onetime appropriation and is
78.31 available until June 30, 2026. To the extent
78.32 practicable, money must be distributed by
78.33 PFund Foundation as follows:

79.1 (1) at least 33.3 percent to businesses owned
79.2 by members of racial minority communities;
79.3 and

79.4 (2) at least 33.3 percent to businesses outside
79.5 of the seven-county metropolitan area as
79.6 defined in Minnesota Statutes, section
79.7 473.121, subdivision 2.

79.8 (qq) \$125,000 each year is for a grant to
79.9 Quorum to provide business support, training,
79.10 development, technical assistance, and related
79.11 activities for LGBTQ+-owned small
79.12 businesses that are recipients of a PFund
79.13 Foundation grant. Of this amount, up to five
79.14 percent may be used for Quorum's technical
79.15 assistance and administrative costs. This is a
79.16 onetime appropriation and is available until
79.17 June 30, 2026.

79.18 (rr) \$5,000,000 the first year is for a grant to
79.19 the Metropolitan Economic Development
79.20 Association (MEDA) for statewide business
79.21 development and assistance services to
79.22 minority-owned businesses. This is a onetime
79.23 appropriation. Any unencumbered balance
79.24 remaining at the end of the first year does not
79.25 cancel but is available the second year. Of this
79.26 amount:

79.27 (1) \$3,000,000 is for a revolving loan fund to
79.28 provide additional minority-owned businesses
79.29 with access to capital; and

79.30 (2) \$2,000,000 is for operating support
79.31 activities related to business development and
79.32 assistance services for minority business
79.33 enterprises.

80.1 By February 1, 2025, MEDA shall report to
80.2 the commissioner and the chairs and ranking
80.3 minority members of the legislative
80.4 committees with jurisdiction over economic
80.5 development policy and finance on the loans
80.6 and operating support activities, including
80.7 outcomes and expenditures, supported by the
80.8 appropriation under this paragraph.

80.9 (ss) \$2,500,000 each year is for a grant to a
80.10 Minnesota-based automotive component
80.11 manufacturer and distributor specializing in
80.12 electric vehicles and sensor technology that
80.13 manufactures all of their parts onshore to
80.14 expand their manufacturing. The grant
80.15 recipient under this paragraph shall submit
80.16 reports on the uses of the money appropriated,
80.17 the number of jobs created due to the
80.18 appropriation, wage information, and the city
80.19 and state in which the additional
80.20 manufacturing activity was located to the
80.21 chairs and ranking minority members of the
80.22 legislative committees with jurisdiction over
80.23 economic development. An initial report shall
80.24 be submitted by December 15, 2023, and a
80.25 final report is due by December 15, 2025. This
80.26 is a onetime appropriation.

80.27 (tt)(1) \$125,000 each year is for grants to the
80.28 Latino Chamber of Commerce Minnesota to
80.29 support the growth and expansion of small
80.30 businesses statewide. Funds may be used for
80.31 the cost of programming, outreach, staffing,
80.32 and supplies. This is a onetime appropriation.

80.33 (2) By January 15, 2026, the Latino Chamber
80.34 of Commerce Minnesota must submit a report
80.35 to the legislative committees with jurisdiction

81.1 over economic development that details the
81.2 use of grant funds and the grant's economic
81.3 impact.

81.4 (uu) \$175,000 the first year is for a grant to
81.5 the city of South St. Paul to study options for
81.6 repurposing the 1927 American Legion
81.7 Memorial Library after the property is no
81.8 longer used as a library. This appropriation is
81.9 available until the project is completed or
81.10 abandoned, subject to Minnesota Statutes,
81.11 section 16A.642.

81.12 (vv) \$250,000 the first year is for a grant to
81.13 LatinoLEAD for organizational
81.14 capacity-building.

81.15 (ww) \$80,000 the first year is for a grant to
81.16 the Neighborhood Development Center for
81.17 small business competitive grants to software
81.18 companies working to improve employee
81.19 engagement and workplace culture and to
81.20 reduce turnover.

81.21 (xx)(1) \$3,000,000 in the first year is for a
81.22 grant to the Center for Economic Inclusion for
81.23 strategic, data-informed investments in job
81.24 creation strategies that respond to the needs
81.25 of underserved populations statewide. This
81.26 may include forgivable loans, revenue-based
81.27 financing, and equity investments for
81.28 entrepreneurs with barriers to growth. Of this
81.29 amount, up to five percent may be used for
81.30 the center's technical assistance and
81.31 administrative costs. This appropriation is
81.32 available until June 30, 2025.

81.33 (2) By January 15, 2026, the Center for
81.34 Economic Inclusion shall submit a report on

82.1 the use of grant funds, including any loans
 82.2 made, to the legislative committees with
 82.3 jurisdiction over economic development.

82.4 (yy) \$500,000 the first year is for a grant to
 82.5 the Asian Economic Development Association
 82.6 for asset building and financial empowerment
 82.7 for entrepreneurs and small business owners,
 82.8 small business development and technical
 82.9 assistance, and cultural placemaking. This is
 82.10 a onetime appropriation.

82.11 (zz) \$500,000 each year is for a grant to
 82.12 Isuroon to support primarily African
 82.13 immigrant women with entrepreneurial
 82.14 training to start, manage, and grow
 82.15 self-sustaining microbusinesses, develop
 82.16 incubator space for these businesses, and
 82.17 provide support with financial and language
 82.18 literacy, systems navigation to eliminate
 82.19 capital access disparities, marketing, and other
 82.20 technical assistance. This is a onetime
 82.21 appropriation.

82.22 **EFFECTIVE DATE.** This section is effective retroactively from July 1, 2023, except
 82.23 that the amendment in paragraph (z), clause (3), item (ii), is effective retroactively from
 82.24 July 1, 2024.

82.25 Sec. 12. Laws 2023, chapter 53, article 21, section 7, as amended by Laws 2024, chapter
 82.26 120, article 1, section 12; and Laws 2024, chapter 125, article 8, section 9, is amended to
 82.27 read:

82.28 **Sec. 7. APPROPRIATIONS.**

82.29 (a) \$50,000,000 in fiscal year 2024 is appropriated from the Minnesota forward fund
 82.30 account to the commissioner of employment and economic development ~~for providing~~
 82.31 ~~businesses with matching funds required by federal programs.~~ Money awarded under this
 82.32 program is made retroactive to February 1, 2023, for applications and projects. The
 82.33 commissioner may use up to two percent of this appropriation for administration. This is a

83.1 onetime appropriation and is available until June 30, ~~2027~~ 2030. Any funds that remain
83.2 unspent are canceled to the general fund.

83.3 (b) \$100,000,000 in fiscal year 2024 is appropriated from the Minnesota forward fund
83.4 account to the commissioner of employment and economic development to match existing
83.5 federal funds made available in the Consolidated Appropriations Act, Public Law 117-328.
83.6 This appropriation must be used to (1) construct and operate a bioindustrial manufacturing
83.7 pilot innovation facility, biorefinery, or commercial campus utilizing agricultural feedstocks
83.8 or (2) for a Minnesota aerospace center for research, development, and testing, or both (1)
83.9 and (2). This appropriation is not subject to the grant limit requirements of Minnesota
83.10 Statutes, section 116J.8752, subdivisions 4, paragraph (b), and 5. Notwithstanding Minnesota
83.11 Statutes, section 116J.8752, subdivision 4, paragraph (a), this appropriation may include
83.12 land acquisition as an eligible use to construct a bioindustrial manufacturing pilot innovation
83.13 facility, a biorefinery, and an aerospace center for research, development, and testing. The
83.14 commissioner may use up to two percent of this appropriation for administration. This is a
83.15 onetime appropriation and is available until June 30, ~~2027~~ 2030. Any funds that remain
83.16 unspent are canceled to the general fund.

83.17 (c) \$240,000,000 in fiscal year 2024 is appropriated from the Minnesota forward fund
83.18 account to the commissioner of employment and economic development to match federal
83.19 funds made available in the Chips and Science Act, Public Law 117-167. Money awarded
83.20 under this program is made retroactive to February 1, 2023, for applications and projects.
83.21 This appropriation is not subject to Minnesota Statutes, section 116J.8752, subdivision 5.
83.22 The commissioner may use up two percent for administration. This is a onetime appropriation
83.23 and is available until June 30, ~~2027~~ 2030. Any funds that remain unspent are canceled to
83.24 the general fund.

83.25 (d) The commissioner may use the appropriation under paragraph (c) to allocate up to
83.26 15 percent of the total project cost with a maximum of \$75,000,000 per project for the
83.27 purpose of constructing, modernizing, or expanding commercial facilities on the front- and
83.28 back-end fabrication of leading-edge, current-generation, and mature-node semiconductors;
83.29 funding semiconductor materials and manufacturing equipment facilities; and for research
83.30 and development facilities.

83.31 (e) The commissioner may use the appropriation under paragraph (c) to award:

83.32 (1) grants to institutions of higher education for developing and deploying training
83.33 programs and to build pipelines to serve the needs of industry; and

(2) grants to increase the capacity of institutions of higher education to serve industrial requirements for research and development that coincide with current and future requirements of projects eligible under this section. Grant money may be used to construct and equip facilities that serve the purpose of the industry. The maximum grant award per institution of higher education under this section is \$5,000,000 and may not represent more than 50 percent of the total project funding from other sources. Use of this funding must be supported by businesses receiving funds under clause (1).

(f) Money appropriated in paragraphs (a), (b), and (c) may be transferred between appropriations within the Minnesota forward fund account by the commissioner of employment and economic development with approval of the commissioner of management and budget. The commissioner must notify the Legislative Advisory Commission at least 15 days prior to changing appropriations under this paragraph.

Sec. 13. CHANGE STARTS WITH COMMUNITY VIOLENCE PREVENTION PROGRAM.

Subdivision 1. Objectives. Change Starts With Community must:

(1) develop and implement year-round job training programs for at-risk youth and adults and provide trusted adult mentorship for at-risk Black, Indigenous, and People of Color youth, providing them with the skills needed for gainful employment and career opportunities; and

(2) create on-site job opportunities at Shiloh Cares Food Shelf - Northside Community Safety Resource Center, promoting community engagement and economic development.

Subd. 2. Partnership. Change Starts With Community shall partner with the Cargill Foundation to support at-risk youth educational career exposure field trips and exposing participants to the Change Starts With Community Agrihood garden and preventing further trauma through field trips for youth.

Subd. 3. At-risk youth and adult job program positions. Change Starts With Community must use grant proceeds to add positions to the program's complement, including but not limited to adult food service workers, youth food service workers, an executive director, operations director, program coordinator, and food shelf manager.

Subd. 4. Report. Beginning in fiscal year 2026, Change Starts With Community shall report to the commissioner of employment and economic development outlining the use of grant money, program outcomes, and the impact on the targeted population. The report must be submitted no later than six months after the end of each fiscal year.

85.1 Sec. 14. **APPLICABILITY OF CERTAIN REQUIREMENTS TO APPROPRIATION.**

85.2 The appropriation in Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph
85.3 (ee), is not subject to Minnesota Statutes, section 116L.98.

85.4 **EFFECTIVE DATE.** This section is effective retroactively from July 1, 2023.

85.5 Sec. 15. **RELOCATION GRANTS.**

85.6 The commissioner of employment and economic development must reissue a request
85.7 for proposal for relocation grants under Laws 2024, chapter 120, article 1, section 2,
85.8 paragraph (i). The commissioner must make best efforts to conduct outreach and provide
85.9 technical assistance to businesses eligible for the grants. The appropriation under Laws
85.10 2024, chapter 120, article 1, section 2, paragraph (i), is available until June 30, 2026.

85.11 Sec. 16. **REVISOR INSTRUCTION.**

85.12 The revisor of statutes shall change the term "small business growth acceleration program"
85.13 to "Made in Minnesota program" wherever it appears in Minnesota Statutes, section
85.14 116O.115.

85.15 **ARTICLE 4**

85.16 **EXPLORE MINNESOTA**

85.17 Section 1. Minnesota Statutes 2024, section 116U.05, is amended to read:

85.18 **116U.05 EXPLORE MINNESOTA; ESTABLISHMENT.**

85.19 Explore Minnesota is an office in the executive branch with a director appointed by the
85.20 governor. The director is under the supervision of the commissioner of employment and
85.21 economic development and oversees Explore Minnesota Tourism ~~and~~, Explore Minnesota
85.22 for Business, and Explore Minnesota Film divisions. The director serves in the unclassified
85.23 service and must be qualified by experience and training in related fields.

85.24 Sec. 2. Minnesota Statutes 2024, section 116U.06, is amended to read:

85.25 **116U.06 EXPLORE MINNESOTA TOURISM.**

85.26 ~~Explore Minnesota Tourism is a division of Explore Minnesota and~~ exists to support
85.27 Minnesota's economy through promotion and facilitation of travel to and within the state
85.28 of Minnesota.

Sec. 3. Minnesota Statutes 2024, section 116U.15, is amended to read:

116U.15 MISSION.

(a) The mission of Explore Minnesota is to ~~promote and facilitate increased travel to and within the state of Minnesota, promote overall livability, and promote workforce and economic opportunity in Minnesota~~ support the growth of Minnesota's economy through the management of the state's tourism, livability and economic opportunity, outdoor recreation, film, and other statewide promotion efforts as directed. To further the mission of Explore Minnesota, the office is advised by various advisory councils ~~focused on tourism and talent attraction and business marketing.~~ Its goals are to:

(1) expand public and private partnerships through increased interagency efforts and increased tourism and business industry participation;

(2) increase productivity through enhanced flexibility and options; and

(3) use innovative fiscal and human resource practices to manage the state's resources and operate the office as efficiently as possible.

(b) The director shall report to the legislature on the performance of the office's operations and the accomplishment of its goals in the office's biennial budget according to section 16A.10, subdivision 1.

Sec. 4. Minnesota Statutes 2024, section 116U.30, is amended to read:

116U.30 DUTIES OF DIRECTOR.

(a) The director shall:

(1) publish, disseminate, and distribute informational and promotional materials;

(2) promote and encourage the coordination of Explore Minnesota ~~travel, tourism, overall livability, and workforce and economic opportunity~~ promotion efforts with other state agencies and develop multiagency marketing strategies when appropriate;

(3) promote and encourage the expansion and development of ~~international tourism, trade, and Minnesota livability marketing~~ programs that support the mission of the office;

(4) advertise and disseminate information about ~~Minnesota travel, tourism, and workforce and economic development opportunities~~ Explore Minnesota and its activities that support the mission of the office;

87.1 (5) ~~aid various~~ provide local communities a reasonable level of support to improve their
87.2 ~~travel, tourism, and overall livability~~ marketing programs as they relate to the mission of
87.3 the office;

87.4 (6) coordinate and implement comprehensive state ~~travel, tourism, workforce and~~
87.5 ~~economic development, and overall livability~~ mission-driven marketing programs that take
87.6 into consideration public and private businesses and attractions;

87.7 (7) contract, in accordance with section 16C.08, for professional services if the work or
87.8 services cannot be satisfactorily performed by employees of the agency or by any other
87.9 state agency;

87.10 (8) provide local, regional, and statewide organizations with information, ~~technical~~
87.11 ~~assistance~~ educational opportunities, training, and advice on ~~using state tourism and livability~~
87.12 ~~information and promotional~~ programs related to the office's mission; and

87.13 (9) generally gather, compile, and make available statistical information relating to
87.14 ~~Minnesota travel, tourism, workforce and economic development, overall livability, and~~
87.15 ~~related areas in this state~~ the office's mission. The director has the authority to call upon
87.16 other state agencies for statistical data and results obtained by them and to arrange and
87.17 compile that statistical information.

87.18 (b) The director may:

87.19 (1) apply for, receive, and spend money ~~for travel, tourism, workforce and economic~~
87.20 ~~development, and overall livability development and marketing~~, as it relates to the mission
87.21 of the office, from other agencies, organizations, and businesses;

87.22 (2) apply for, accept, and disburse grants and other aids for ~~tourism~~ development and
87.23 marketing from the federal government and other sources;

87.24 (3) enter into joint powers or cooperative agreements with agencies of the federal
87.25 government, local governmental units, regional development commissions, other state
87.26 agencies, the University of Minnesota and other educational institutions, other states,
87.27 Canadian provinces, and local, statewide, and regional organizations as necessary to perform
87.28 the director's duties;

87.29 (4) enter into interagency agreements and agree to share net revenues with the contributing
87.30 agencies;

87.31 (5) make grants;

(6) conduct market research and analysis to improve marketing techniques ~~in the area of travel, tourism, workforce and economic development, and overall livability;~~

(7) monitor and study trends in the related industries and provide resources and training to address change;

(8) annually convene conferences of Minnesota providers for the purposes of exchanging information on tourism development, coordinating marketing activities, and formulating ~~tourism, overall livability, and workforce and economic opportunity~~ mission-related promotion development strategies; and

(9) enter into promotion contracts or other agreements with private persons and public entities, including agreements to establish and maintain offices and other types of representation in foreign countries to promote international travel and to implement this chapter.

(c) Contracts for goods and ~~nonprofessional~~ services and professional technical services made under paragraph (b), clauses (3) and (9), are not subject to the provisions of sections 16C.03, subdivision 3, and 16C.06 concerning competitive bidding and section 16C.055 concerning barter arrangements. Professional technical service contracts that promote Minnesota as a tourism travel destination or a talent attraction may be negotiated and are not subject to the provisions of chapter 16C relating to competitive bidding.

Sec. 5. Minnesota Statutes 2024, section 116U.35, is amended to read:

116U.35 PROMOTIONAL EXPENSES.

To promote ~~travel, tourism, workforce and economic development, and overall livability of the state~~ programs that align with Explore Minnesota's mission, the director may expend money appropriated by the legislature for these purposes in the same manner as private persons, firms, corporations, and associations make expenditures for these purposes. Policies on promotional expenses must be approved by the commissioner of administration. A policy for expenditures on food, lodging, and travel must be approved by the commissioner of management and budget. No money may be expended for the appearance in radio or television broadcasts by an elected public official.

89.1 **ARTICLE 5**

89.2 **DEED CANNABIS PROGRAMS**

89.3 Section 1. Minnesota Statutes 2024, section 116J.659, subdivision 4, is amended to read:

89.4 Subd. 4. **Loans to businesses.** (a) The criteria in this subdivision apply to loans made
89.5 by nonprofit corporations under the program.

89.6 (b) Loans must be used to support a new cannabis microbusiness in the legal cannabis
89.7 industry. Priority must be given to loans to businesses owned by individuals who are eligible
89.8 to be social equity applicants and businesses located in communities where long-term
89.9 residents are eligible to be social equity applicants.

89.10 (c) Loans must be made to cannabis microbusinesses that are not likely to undertake the
89.11 project for which loans are sought without assistance from the program.

89.12 (d) The minimum state contribution to a loan is \$2,500 and the maximum is either:

89.13 (1) ~~\$50,000~~ \$75,000; or

89.14 (2) ~~\$150,000~~ \$200,000, if state contributions are matched by ~~an equal or greater amount~~
89.15 at least 25 percent of new private investment.

89.16 (e) Loan applications given preliminary approval by the nonprofit corporation must be
89.17 forwarded to the commissioner for approval. The commissioner must ~~give final approval~~
89.18 ~~for each loan made by the nonprofit corporation under the program~~ make approval decisions
89.19 within 30 days of receiving a loan application. If the application contains insufficient
89.20 information to make an approval decision, the nonprofit corporation must be notified within
89.21 14 days with all information that needs to be provided.

89.22 (f) A cannabis microbusiness that receives a loan may apply ~~to renew the~~ for a subsequent
89.23 ~~loan. Renewal applications must be made on an annual basis and~~ A cannabis microbusiness
89.24 ~~may receive loans for up to six consecutive years~~ have a maximum of two program loans.
89.25 A nonprofit corporation may ~~renew~~ originate a loan to a cannabis microbusiness that is no
89.26 longer a new business provided the business would otherwise qualify for an initial loan and
89.27 is in good standing with the nonprofit corporation and the commissioner. A nonprofit
89.28 corporation may ~~adjust the amount of a renewed loan, or not renew a loan,~~ decline to originate
89.29 a subsequent loan if the nonprofit corporation determines that the cannabis microbusiness
89.30 is financially stable and is substantially likely to continue the project for which the loan
89.31 ~~renewal~~ is sought. Refinancing of existing debt is prohibited.

(g) If a borrower has met lender criteria, including being current with all payments for a minimum of three years, the commissioner may approve either full or partial forgiveness of interest or principal amounts.

Sec. 2. Minnesota Statutes 2024, section 116J.659, subdivision 5, is amended to read:

Subd. 5. Revolving loan account administration. (a) The commissioner shall establish a minimum interest rate for loans or guarantees to ensure that necessary loan administration costs are covered. The interest rate or fee equivalent charged by a nonprofit corporation for a loan under this section must not exceed the Wall Street Journal prime rate. For a loan under this section, the nonprofit corporation may charge a loan origination fee equal to or less than one percent of the loan value. The nonprofit corporation may retain the amount of the origination fee.

(b) Loan repayment of principal must be paid to the commissioner for deposit in the CanStartup revolving loan account. Loan interest payments ~~must be deposited in a revolving loan account created by the nonprofit corporation originating the loan being repaid for further distribution or use, consistent with the criteria of this section~~ may be retained by the nonprofit corporation originating the loan to help cover expenses for loan servicing and origination.

(c) Administrative expenses of the nonprofit corporations with whom the commissioner enters into agreements, including expenses incurred by a nonprofit corporation in providing technology, insurance, legal, audit and accounting, reporting, financial, technical, managerial, and marketing assistance to a business receiving a loan under this section, are eligible program expenses the commissioner may agree to pay under the grant agreement.

(d) Average interest rates charged by the nonprofit corporations must be reported biannually and publicly published by both the agency and the nonprofit corporation.

ARTICLE 6

PROMISE ACT MODIFICATIONS

Section 1. Laws 2023, chapter 53, article 18, section 2, subdivision 1, is amended to read:

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

(b) "Business" means both for-profit businesses and nonprofit organizations that earn revenue in ways similar to businesses.

(c) "Commissioner" means the commissioner of employment and economic development.

91.1 (d) "Partner organization" or "partner" means the Minnesota Initiative Foundations and
 91.2 nonprofit corporations receiving grants to provide grants to businesses under this section.

91.3 (e) "Prior taxable year" means the most recently completed tax year to the calendar year
 91.4 that an application is submitted.

91.5 (f) "Program" means the PROMISE grant program under this section.

91.6 (g) "Taxpayer" has the meaning given in Minnesota Statutes, section 290.01, subdivision
 91.7 6.

91.8 Sec. 2. Laws 2023, chapter 53, article 18, section 2, subdivision 4, is amended to read:

91.9 Subd. 4. **Grants to businesses.** (a) Partners shall make grants to businesses using criteria,
 91.10 forms, applications, and reporting requirements developed by the partner organization and
 91.11 approved by the commissioner.

91.12 (b) To be eligible for a grant under this subdivision, a business must:

91.13 (1) have primary business operations located in the state of Minnesota;

91.14 (2) be located in a community that has been adversely affected by structural racial
 91.15 discrimination, civil unrest, lack of access to capital, a loss of population or an aging
 91.16 population, or a lack of regional economic diversification; and

91.17 (3) have a gross annual revenue of \$750,000 or less based on ~~2021 taxes~~ the prior taxable
 91.18 year.

91.19 (c) In addition to the requirements under paragraph (a), if a taxpayer's business meets
 91.20 requirements of paragraph (b), clause (2), and the business location is the taxpayer's
 91.21 residence, the taxpayer must have been eligible for the deduction allowed under section
 91.22 280A(c)(1) of the Internal Revenue Code, in the prior taxable year.

91.23 ~~(e)~~ (d) Preference shall be given to businesses that did not receive previous assistance
 91.24 of more than \$10,000 cumulatively from the state under:

91.25 (1) the governor's Executive Order No. 20-15;

91.26 (2) Laws 2020, First Special Session chapter 1, section 4;

91.27 (3) Laws 2020, Seventh Special Session chapter 2, article 4 or 5; or

91.28 (4) Laws 2021, First Special Session chapter 10, article 2, section 22.

91.29 ~~(d)~~ (e) Preference shall be given to businesses that are able to demonstrate financial
 91.30 hardship.

92.1 ~~(e)~~ (f) Preference shall be given to businesses that were in operation in 2021 and had
92.2 revenue of \$750,000 or less based on the prior year tax documentation submitted under
92.3 paragraph (b), clause (3).

92.4 (g) Grants under this subdivision must not exceed:

92.5 (1) \$10,000 for businesses with a gross revenue in the prior year of \$100,000 or less;

92.6 (2) \$25,000 for businesses with a gross revenue in the prior year of more than \$100,000
92.7 but no more than \$350,000; and

92.8 (3) \$50,000 for businesses with a gross revenue in the prior year of more than \$350,000
92.9 but no more than \$750,000.

92.10 ~~(f)~~ (h) No business or individual may receive more than one grant under this section.

92.11 ~~(g)~~ (i) Grant money may be used for working capital to support payroll expenses, rent
92.12 or mortgage payments, utility bills, equipment, and other similar expenses that occur in the
92.13 regular course of business.

92.14 Sec. 3. Laws 2023, chapter 53, article 18, section 3, subdivision 1, is amended to read:

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

92.17 (b) "Borrower" means an eligible recipient receiving a loan under this section.

92.18 (c) "Commissioner" means the commissioner of employment and economic development.

92.19 (d) "Eligible project" means the development, redevelopment, demolition, site preparation,
92.20 predesign, design, engineering, repair, land acquisition, relocation, or renovation of real
92.21 property or capital improvements. Eligible project includes but is not limited to construction
92.22 of buildings, equipment purchases, infrastructure, related site amenities, landscaping, and
92.23 street-scaping.

92.24 (e) "Eligible recipient" means a:

92.25 (1) business;

92.26 (2) nonprofit organization; or

92.27 (3) developer that is seeking funding to complete an eligible project. Eligible recipient
92.28 does not include a partner organization or a local unit of government.

92.29 Eligible recipients must: (i) have primary operations located in the state of Minnesota; (ii)
92.30 have gross annual revenue of less than ~~\$1,000,000~~ \$1,500,000 based on ~~2021 taxes~~ the prior

93.1 taxable year; and (iii) be located in a community that has been adversely affected by structural
93.2 racial discrimination, civil unrest, lack of access to capital, a loss of population or an aging
93.3 population, or a lack of regional economic diversification.

93.4 (f) "Partner organization" or "Partner" means the Minnesota Initiative Foundations and
93.5 nonprofit corporations receiving grants to provide loans under this section.

93.6 (g) "Program" means the PROMISE loan program under this section.

93.7 (h) "Redevelopment" means the acquisition of real property; site preparation; predesign,
93.8 design, engineering, repair, or renovation of facilities facade improvements, and construction
93.9 of buildings, infrastructure, and related site amenities; landscaping; street-scaping;
93.10 land-banking for future development or redevelopment; or financing any of these activities
93.11 taken on by a private party pursuant to an agreement with the city. Redevelopment does not
93.12 include project costs that have received compensation or assistance available through
93.13 insurance policies or from other organizations or government agencies.

93.14 Sec. 4. Laws 2023, chapter 53, article 18, section 3, subdivision 4, is amended to read:

93.15 Subd. 4. **Loans to eligible recipients.** (a) A partner organization may make loans to
93.16 eligible recipients for eligible projects. A loan to an eligible recipient for an eligible project
93.17 must:

93.18 (1) be for no more than ~~\$1,000,000~~ \$1,500,000;

93.19 (2) be for a term of no more than ~~ten~~ 20 years; and

93.20 (3) not charge an interest rate of more than three percent.

93.21 (b) Loans must not be used for working capital or inventory; consolidating; or repaying;
93.22 ~~or refinancing~~ debt; or speculation or investment in rental real estate.

93.23 (c) All payments of interest on a loan under this section are the property of the partner
93.24 organization ~~and shall be used for its administrative and operating expenses under the~~
93.25 ~~program.~~

93.26 (d) A partner organization may:

93.27 (1) charge a loan origination fee of no more than one percent per loan; and

93.28 (2) charge a monthly fee in lieu of interest.

94.1 Sec. 5. Laws 2023, chapter 53, article 18, section 3, subdivision 5, is amended to read:

94.2 Subd. 5. **Revolving loan fund.** Partner organizations that receive grants from the
94.3 commissioner under the program must establish a commissioner-certified revolving loan
94.4 fund for the purpose of making eligible loans. All loan payments shall be deposited in the
94.5 partner organization's revolving loan fund. Funds repaid to the partner organization are not
94.6 limited in their uses by the language in this section, except that funds repaid may not be
94.7 used for loans for speculation or investment in rental real estate.

94.8 Sec. 6. **EFFECTIVE DATE.**

94.9 Sections 1 to 5 are effective the day following final enactment.

94.10 ARTICLE 7

94.11 EMPLOYMENT AND ECONOMIC DEVELOPMENT MISCELLANEOUS

94.12 Section 1. Minnesota Statutes 2024, section 116L.05, subdivision 5, is amended to read:

94.13 Subd. 5. **Use of workforce development funds.** After March 1 of any fiscal year, the
94.14 board may use workforce development funds for the purposes outlined in sections 116L.02
94.15 and 116L.04, or to provide incumbent worker training services under section 116L.18 if
94.16 the following conditions have been met:

94.17 (1) the board examines relevant economic indicators, including the projected number
94.18 of layoffs for the remainder of the fiscal year and the next fiscal year, evidence of declining
94.19 and expanding industries, the number of initial applications for and the number of exhaustions
94.20 of unemployment benefits, job vacancy data, county labor force participation rates, and any
94.21 additional relevant information brought to the board's attention;

94.22 (2) the board accounts for all allocations made in section 116L.17, subdivision 2;

94.23 (3) based on the past expenditures and projected revenue, the board estimates future
94.24 funding needs for services under section 116L.17 for the remainder of the current fiscal
94.25 year and the next fiscal year;

94.26 (4) the board determines there will be unspent funds after meeting the needs of dislocated
94.27 workers in the current fiscal year and there will be sufficient revenue to meet the needs of
94.28 dislocated workers in the next fiscal year; and

94.29 (5) the board reports its findings in clauses (1) to (4) to the chairs of legislative
94.30 committees with jurisdiction over the workforce development fund, to the commissioners
94.31 of revenue and management and budget, and to the public.

95.1 Sec. 2. Minnesota Statutes 2024, section 248.07, subdivision 7, is amended to read:

95.2 Subd. 7. **Blind, vending ~~stands and machines~~ facilities on governmental property;**
95.3 **liability limited.** (a) Notwithstanding any other law, for the rehabilitation of blind persons
95.4 the commissioner shall have exclusive authority to establish and to operate vending ~~stands~~
95.5 ~~and vending machines~~ facilities in all buildings and properties owned or rented exclusively
95.6 by the Minnesota State Colleges and Universities at a state university, a community college,
95.7 a consolidated community technical college, or a technical college served by the
95.8 commissioner before January 1, 1996, or by any department or agency of the state of
95.9 Minnesota except the Department of Natural Resources properties operated directly by the
95.10 Division of State Parks and not subject to private leasing. Vending ~~stands and machines~~
95.11 facilities authorized under this subdivision may dispense nonalcoholic beverages, food,
95.12 candies, tobacco, souvenirs, notions, and related items and must be operated on the same
95.13 basis as other vending ~~stands~~ facilities for the blind established and supervised by the
95.14 commissioner under federal law. The commissioner shall waive this authority to displace
95.15 any present private individual concessionaire in any state-owned or rented building or
95.16 property who is operating under a contract with a specific renewal or termination date, until
95.17 the renewal or termination date. With the consent of the governing body of a governmental
95.18 subdivision of the state, the commissioner may establish and supervise vending ~~stands and~~
95.19 ~~vending machines~~ facilities for the blind in any building or property exclusively owned or
95.20 rented by the governmental subdivision.

95.21 (b) The Department of Employment and Economic Development is not liable under
95.22 chapter 176 for any injury sustained by a blind vendor's employee or agent. The Department
95.23 of Employment and Economic Development, its officers, and its agents are not liable for
95.24 the acts or omissions of a blind vendor or of a blind vendor's employee or agent that may
95.25 result in the blind vendor's liability to third parties. The Department of Employment and
95.26 Economic Development, its officers, and its agents are not liable for negligence based on
95.27 any theory of liability for claims arising from the relationship created under this subdivision
95.28 with the blind vendor.

95.29 Sec. 3. Minnesota Statutes 2024, section 248.07, subdivision 8, is amended to read:

95.30 Subd. 8. **Use of revolving fund, licenses for operation of vending ~~stands~~ facilities.** (a)
95.31 The revolving fund created by Laws 1947, chapter 535, section 5, is continued as provided
95.32 in this subdivision and shall be known as the revolving fund for vocational rehabilitation
95.33 of the blind. It shall be used for the purchase of equipment and supplies for establishing and
95.34 operating of vending ~~stands~~ facilities by blind persons. All income, receipts, earnings, and

96.1 federal vending ~~machine~~ facility income due to the operation of vending ~~stands~~ facilities
96.2 operated under this subdivision shall also be paid into the fund. All interest earned on money
96.3 accrued in the fund must be credited to the fund by the commissioner of management and
96.4 budget. All equipment, supplies, and expenses for setting up these ~~stands~~ facilities shall be
96.5 paid for from the fund.

96.6 (b) The commissioner is authorized to use the money available in the revolving fund
96.7 that originated as operational charges to individuals licensed under this subdivision for the
96.8 establishment, operation, and supervision of vending ~~stands~~ facilities by blind persons for
96.9 the following purposes:

96.10 (1) purchase, upkeep and replacement of equipment;

96.11 (2) expenses incidental to the setting up of new ~~stands~~ facilities and improvement of old
96.12 ~~stands~~ facilities;

96.13 (3) reimbursement under section 15.059 to individual blind vending operators for
96.14 reasonable expenses incurred in attending supervisory meetings as called by the commissioner
96.15 and other expenditures for management services consistent with federal law; and

96.16 (4) purchase of fringe benefits for blind vending operators and their employees such as
96.17 group health insurance, retirement program, vacation or sick leave assistance provided that
96.18 the purchase of any fringe benefit is approved by a majority vote of blind vending operators
96.19 licensed pursuant to this subdivision after the commissioner provides to each blind vending
96.20 operator information on all matters relevant to the fringe benefits. "Majority vote" means
96.21 a majority of blind vending operators voting. Fringe benefits shall be paid only from
96.22 assessments of operators for specific benefits, gifts to the fund for fringe benefit purposes,
96.23 and vending income which is not assignable to an individual ~~stand~~ facility.

96.24 (c) Money originally deposited as merchandise and supplies repayments by individuals
96.25 licensed under this subdivision may be expended for initial and replacement stocks of
96.26 supplies and merchandise. Money originally deposited from vending income on federal
96.27 property must be spent consistent with federal law.

96.28 (d) All other deposits may be used for the purchase of general liability insurance or any
96.29 other expense related to the operation and supervision of vending ~~stands~~ facilities.

96.30 (e) The commissioner shall issue each license for the operation of a vending ~~stand~~ facility
96.31 or vending machine for an indefinite period but may terminate any license in the manner
96.32 provided. In granting licenses for new or vacated ~~stands~~ facilities preference on the basis
96.33 of seniority of experience in operating ~~stands~~ facilities under the control of the commissioner

97.1 shall be given to capable operators who are deemed competent to handle the enterprise
97.2 under consideration. Application of this preference shall not prohibit the commissioner from
97.3 selecting an operator from the community in which the ~~stand~~ facility is located.

97.4 Sec. 4. Minnesota Statutes 2024, section 268.085, subdivision 15, is amended to read:

97.5 Subd. 15. **Available for suitable employment defined.** (a) "Available for suitable
97.6 employment" means an applicant is ready, willing, and able to accept suitable employment.
97.7 The attachment to the work force must be genuine. An applicant may restrict availability
97.8 to suitable employment, but there must be no other restrictions, either self-imposed or created
97.9 by circumstances, temporary or permanent, that prevent accepting suitable employment.

97.10 (b) Unless the applicant is in reemployment assistance training, to be "available for
97.11 suitable employment," a student who has regularly scheduled classes must be willing to
97.12 discontinue classes to accept suitable employment when:

97.13 (1) class attendance restricts the applicant from accepting suitable employment; and

97.14 (2) the applicant is unable to change the scheduled class or make other arrangements
97.15 that excuse the applicant from attending class.

97.16 (c) Except for an active search that may be done remotely, an applicant who is absent
97.17 from the labor market area for personal reasons, other than to search for work, is not
97.18 "available for suitable employment." An applicant who is conducting an active work search
97.19 remotely must be able to be physically present for an in-person interview, if scheduled, to
97.20 be considered "available for suitable employment" under this paragraph.

97.21 (d) An applicant who has restrictions on the hours of the day or days of the week that
97.22 the applicant can or will work, that are not normal for the applicant's usual occupation or
97.23 other suitable employment, is not "available for suitable employment." An applicant must
97.24 be available for daytime employment, if suitable employment is performed during the
97.25 daytime, even though the applicant previously worked the night shift.

97.26 Sec. 5. Minnesota Statutes 2024, section 268.184, subdivision 1, is amended to read:

97.27 Subdivision 1. **Misrepresentation; administrative penalties.** (a) The commissioner
97.28 must penalize an employer if that employer or any employee, officer, or agent of that
97.29 employer made a false statement or representation without a good faith belief as to correctness
97.30 of the statement or representation or knowingly failed to disclose a material fact in order
97.31 to:

98.1 (1) assist an applicant to receive unemployment benefits to which the applicant is not
98.2 entitled;

98.3 (2) prevent or reduce the payment of unemployment benefits to an applicant; or

98.4 (3) avoid or reduce any payment required from an employer under this chapter or section
98.5 116L.20.

98.6 The penalty is the greater of \$500 or ~~50~~ 100 percent of the following resulting from the
98.7 employer's action:

98.8 (i) the amount of any overpaid unemployment benefits to an applicant;

98.9 (ii) the amount of unemployment benefits not paid to an applicant that would otherwise
98.10 have been paid; or

98.11 (iii) the amount of any payment required from the employer under this chapter or section
98.12 116L.20 that was not paid.

98.13 (b) The commissioner must penalize an employer if that employer failed or refused to
98.14 honor a subpoena issued under section 268.188. The penalty is \$500 and any costs of
98.15 enforcing the subpoena, including attorney fees.

98.16 (c) Penalties under this subdivision and under section 268.047, subdivision 4, paragraph
98.17 (b), are in addition to any other penalties and subject to the same collection procedures that
98.18 apply to past due taxes. Penalties must be paid within 30 calendar days of issuance of the
98.19 determination of penalty and credited to the trust fund.

98.20 (d) The determination of penalty is final unless the employer files an appeal within 45
98.21 calendar days after the sending of the determination of penalty to the employer by mail or
98.22 electronic transmission. Proceedings on the appeal are conducted in accordance with section
98.23 268.105.

98.24 **EFFECTIVE DATE.** This section is effective for penalties imposed on or after October
98.25 1, 2025.

98.26 ARTICLE 8

98.27 DEPARTMENT OF LABOR AND INDUSTRY POLICY

98.28 Section 1. Minnesota Statutes 2024, section 177.27, subdivision 5, is amended to read:

98.29 Subd. 5. **Civil actions.** The commissioner may bring an action in the district court where
98.30 an employer resides or where the commissioner maintains an office to enforce or require
98.31 compliance with orders issued under subdivision 4. In addition to any other remedy provided

99.1 by law, the commissioner may also apply in the district court where an employer resides or
99.2 where the commissioner maintains an office for an order enjoining and restraining violations
99.3 of any statute or rule listed in subdivision 4.

99.4 Sec. 2. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
99.5 to read:

99.6 Subd. 4a. **Closed construction.** "Closed construction" means any building manufactured
99.7 in such a manner that all portions cannot be readily inspected at the installation site without
99.8 disassembly, damage to, or destruction thereof.

99.9 Sec. 3. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
99.10 to read:

99.11 Subd. 8a. **Industrialized or modular building.** "Industrialized or modular building"
99.12 means a building of closed construction, constructed so that concealed parts or processes
99.13 of manufacture cannot be inspected at the site, without disassembly, damage, or destruction,
99.14 and made or assembled in manufacturing facilities, off the building site, for installation, or
99.15 assembly and installation, on the building site. Industrialized or modular building includes,
99.16 but is not limited to, modular housing that is factory-built single-family and multifamily
99.17 housing, including closed-wall-panelized housing, and other modular, nonresidential
99.18 buildings. Industrialized or modular building does not include a structure subject to the
99.19 requirements of the National Manufactured Home Construction and Safety Standards Act
99.20 of 1974 or prefabricated buildings.

99.21 Sec. 4. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
99.22 to read:

99.23 Subd. 8b. **Manufactured home.** "Manufactured home" has the meaning provided in
99.24 Code of Federal Regulations, title 24, section 3280.2.

99.25 Sec. 5. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
99.26 to read:

99.27 Subd. 10a. **Prefabricated building.** "Prefabricated building" means any building or
99.28 building module intended for use as an R-3, one- or two-family dwelling, or a U-1 accessory
99.29 building, that is of closed construction and is constructed on or off the building site for
99.30 installation, or on the building site for assembly and installation. Prefabricated building
99.31 does not include relocatable contractors offices or storage buildings that are (1) 1,500 square

100.1 feet or less in floor area, (2) designed for temporary use by a contractor at a construction
100.2 site, (3) not to be used by the general public or as a sales office, and (4) to be removed prior
100.3 to or upon completion of the construction project.

100.4 Sec. 6. **[326B.154] INDUSTRIALIZED MODULAR OR PREFABRICATED**
100.5 **BUILDINGS PLAN REVIEW AND INSPECTION FEES.**

100.6 Subdivision 1. **Plan review fees.** (a) The fees under this section relate to plan review
100.7 and inspection of industrialized or modular buildings as defined in Minnesota Statutes,
100.8 section 326B.103, subdivision 8a, and prefabricated buildings as defined in Minnesota
100.9 Statutes, section 326B.103, subdivision 10a.

100.10 (b) Fees for the review of quality-control manuals, systems manuals, and related
100.11 documents submitted as required by section 326B.106 are \$125 per hour.

100.12 (c) Fees for the review of building plans, specifications, installation instructions, and
100.13 related documents submitted as required by section 326B.106 include 65 percent of the fee
100.14 as set forth in the fee schedule in paragraph (d), but not less than \$135.

100.15 (d) If the total cost of materials and labor for in-plant manufacture of the building is in
100.16 the noted range, the fee is as shown:

100.17 (1) \$0 to \$5,000, \$135;

100.18 (2) \$5,001 to \$25,000, \$135 for the first \$5,000, plus \$16.55 for each additional \$1,000
100.19 or fraction thereof, to and including \$25,000;

100.20 (3) \$25,001 to \$50,000, \$464.15 for the first \$25,000, plus \$12 for each additional \$1,000
100.21 or fraction thereof, to and including \$50,000;

100.22 (4) \$50,001 to \$100,000, \$764.15 for the first \$50,000, plus \$8.45 for each additional
100.23 \$1,000 or fraction thereof, to and including \$100,000;

100.24 (5) \$100,001 to \$500,000, \$1,186.65 for the first \$100,000, plus \$6.75 for each additional
100.25 \$1,000 or fraction thereof, to and including \$500,000;

100.26 (6) \$500,001 to \$1,000,000, \$3,886.65 for the first \$500,000, plus \$5.50 for each
100.27 additional \$1,000 or fraction thereof, to and including \$1,000,000; and

100.28 (7) \$1,000,001 and over, \$6,636.65 for the first \$1,000,000, plus \$4.50 for each additional
100.29 \$1,000 or fraction thereof.

Subd. 2. **Inspections and audit fees.** Fees for the inspection and audit of approved quality-control manuals, systems manuals, building plans, specifications, and related documents submitted as required by section 326B.106 are \$125 per hour.

Subd. 3. **Other inspections and fees.** (a) Fees for the following are as stated:

(1) inspections outside of regular business hours, \$188 per hour, minimum charge two hours;

(2) reinspection fees during regular business hours, \$125 per hour;

(3) inspections for which no fee is specifically indicated, minimum charge one hour, \$125 per hour; and

(4) additional plan review required by changes, additions, or revisions to approved plans, quality-control manuals, and systems manuals, minimum charge one hour, \$125 per hour.

(b) For the purposes of this section, "regular business hours" means Monday to Friday, 7:00 a.m. to 5:00 p.m.

Subd. 4. **Surcharge.** Surcharge fees are required for permits issued on all buildings including public buildings and state-licensed facilities as required by section 326B.148.

Subd. 5. **Fee distribution between state and municipalities.** (a) The commissioner shall provide plan review and inspections services for all work occurring in the manufacturing facility; plan review of the composite modular construction; and plan review of the structural foundation, interconnection of the modules, attachments of modular systems to the building foundation, and integration of plumbing, mechanical, and electrical systems.

(b) For projects not defined as public buildings or state licensed facilities, the municipal building official shall provide plan review for all nonmodular on-site construction and shall provide inspections for the entire composite building. The municipality may charge a full plan review fee in accordance with the municipality's fee schedule for construction performed on site. The municipality shall issue construction permits and charge permit fees for all work occurring on site. The municipality shall issue a construction permit and charge permit fees for the valuation of work associated with building module placement, attachment, and associated utility connections to each module and overall building systems.

(c) For projects defined as public buildings or state-licensed facilities, the commissioner shall provide plan review for all modular and nonmodular construction and shall provide inspections for the entire composite building. Municipalities with state delegation agreements must distribute work according to this paragraph.

Sec. 7. Minnesota Statutes 2024, section 326B.184, subdivision 1a, is amended to read:

Subd. 1a. **Department permit and inspection fees.** (a) The department permit and inspection fees to construct, install, alter, repair, or remove an elevator are as follows:

(1) the permit fee is \$100;

(2) the inspection fee is 0.015 of the total cost of the permitted work for labor and materials, including related electrical and mechanical equipment. The inspection fee covers two inspections. The inspection fee for additional inspections is \$80 per hour;

(3) the fee for each separate remote virtual inspection of a stairway chairlift installation or other authorized devices at a private residence is \$10;

~~(3)~~ (4) when inspections scheduled by the permit submitter are not able to be completed because the work is not complete, a fee equal to two hours at the hourly rate of \$80 must be paid by the permit submitter; and

~~(4)~~ (5) when the owner or permit holder requests inspections be performed outside of normal work hours or on weekends or holidays, an hourly rate of \$120 in addition to the inspection fee must be paid.

(b) The department fees for inspection of existing elevators when requested by the elevator owner or as a result of an accident resulting in personal injury are at an hourly rate of \$80 during normal work hours or \$120 outside of normal work hours or on weekends or holidays, with a one-hour minimum.

Sec. 8. Minnesota Statutes 2024, section 326B.184, subdivision 2, is amended to read:

Subd. 2. **Operating permits and fees; periodic inspections.** (a) No person may operate an elevator without first obtaining an annual operating permit from the department or a municipality authorized by subdivision 4 to issue annual operating permits. A ~~\$100~~ \$145 annual operating permit fee must be paid to the department for each annual operating permit issued by the department, except that the original annual operating permit must be included in the permit fee for the initial installation of the elevator. Annual operating permits must be issued at 12-month intervals from the date of the initial annual operating permit. For each subsequent year, an owner must be granted an annual operating permit for the elevator upon the owner's or owner's agent's submission of a form prescribed by the commissioner and payment of the ~~\$100~~ \$145 fee. Each form must include the location of the elevator, the results of any periodic test required by the code, and any other criteria established by rule. An annual operating permit may be revoked by the commissioner upon an audit of the periodic testing results submitted with the application or a failure to comply with elevator

103.1 code requirements, inspections, or any other law related to elevators. Except for an initial
103.2 operating permit fee, elevators in residential dwellings, hand-powered manlifts and electric
103.3 endless belt manlifts, and vertical reciprocating conveyors are not subject to a subsequent
103.4 operating permit fee.

103.5 (b) All elevators are subject to periodic inspections by the department or a municipality
103.6 authorized by subdivision 4 to perform periodic inspections, except that hand-powered
103.7 manlifts and electric endless belt manlifts are exempt from periodic inspections. Periodic
103.8 inspections by the department shall be performed at the following intervals:

103.9 (1) a special purpose personnel elevator is subject to inspection not more than once every
103.10 five years;

103.11 (2) an elevator located within a house of worship that does not have attached school
103.12 facilities is subject to inspection not more than once every three years; and

103.13 (3) all other elevators are subject to inspection not more than once each year.

103.14 Sec. 9. Minnesota Statutes 2024, section 326B.31, subdivision 29, is amended to read:

103.15 Subd. 29. **Technology circuits or systems.** "Technology circuits or systems" means
103.16 class 2 ~~or~~ class 3, or class 4 circuits or systems for, but not limited to, remote control,
103.17 signaling, control, alarm, and audio signal, including associated components as covered by
103.18 the National Electrical Code, ~~articles 640, 645, 650, 725, 760, 770, and 780~~, and which are
103.19 isolated from circuits or systems other than class 2 ~~or~~ class 3, or class 4 by a demarcation
103.20 and are not process control circuits or systems; antenna and communication circuits or
103.21 systems as covered by ~~chapter 8 of~~ the National Electrical Code; and circuitry and equipment
103.22 ~~for indoor lighting and outdoor landscape lighting systems that are supplied by the secondary~~
103.23 ~~circuit of an isolating power supply operating at 30 volts or less as~~ for low-voltage lighting,
103.24 limited to a class 2 or class 3 power supply covered by the Low-Voltage Lighting article in
103.25 the National Electrical Code, article 411. The planning, laying out, installing, altering, and
103.26 repairing of technology circuits or systems must be performed in accordance with the
103.27 applicable requirements of the National Electrical Code pursuant to section 326B.35.

103.28 Sec. 10. Minnesota Statutes 2024, section 326B.33, subdivision 21, is amended to read:

103.29 Subd. 21. **Exemptions from licensing.** (a) An individual who is a maintenance electrician
103.30 is not required to hold or obtain a license under sections 326B.31 to 326B.399 if:

103.31 (1) the individual is engaged in the maintenance and repair of electrical equipment,
103.32 apparatus, and facilities that are owned or leased by the individual's employer and that are

104.1 located within the limits of property operated, maintained, and either owned or leased by
104.2 the individual's employer;

104.3 (2) the individual is supervised by:

104.4 (i) the responsible master electrician for a contractor who has contracted with the
104.5 individual's employer to provide services for which a contractor's license is required; or

104.6 (ii) a licensed master electrician, a licensed maintenance electrician, an electrical engineer,
104.7 or, if the maintenance and repair work is limited to technology circuits or systems work, a
104.8 licensed power limited technician; and

104.9 (3) the individual's employer has on file with the commissioner a current certificate of
104.10 responsible person, signed by the responsible master electrician of the contractor, the licensed
104.11 master electrician, the licensed maintenance electrician, the electrical engineer, or the
104.12 licensed power limited technician, and stating that the person signing the certificate is
104.13 responsible for ensuring that the maintenance and repair work performed by the employer's
104.14 employees complies with the Minnesota Electrical Act and the rules adopted under that act.
104.15 The employer must pay a filing fee to file a certificate of responsible person with the
104.16 commissioner. The certificate shall expire two years from the date of filing. In order to
104.17 maintain a current certificate of responsible person, the employer must resubmit a certificate
104.18 of responsible person, with a filing fee, no later than two years from the date of the previous
104.19 submittal.

104.20 (b) Employees of a licensed electrical or technology systems contractor or other employer
104.21 where provided with supervision by a master electrician in accordance with subdivision 1,
104.22 or power limited technician in accordance with subdivision 7, paragraph (a), clause (1), are
104.23 not required to hold a license under sections 326B.31 to 326B.399 for the planning, laying
104.24 out, installing, altering, and repairing of technology circuits or systems except planning,
104.25 laying out, or installing:

104.26 (1) in other than residential dwellings, class 2 or class 3 remote control circuits that
104.27 control circuits or systems other than class 2 or class 3, except circuits that interconnect
104.28 these systems through communication, alarm, and security systems are exempted from this
104.29 paragraph;

104.30 (2) class 2 or class 3 circuits in electrical cabinets, enclosures, or devices containing
104.31 physically unprotected circuits other than class 2 or class 3; ~~or~~

104.32 (3) class 4 circuits or systems; or

105.1 ~~(3)~~ (4) technology circuits or systems in hazardous classified locations as covered by
105.2 the National Electrical Code.

105.3 (c) Companies and their employees that plan, lay out, install, alter, or repair class 2 and
105.4 class 3 remote control wiring associated with plug or cord and plug connected appliances
105.5 other than security or fire alarm systems installed in a residential dwelling are not required
105.6 to hold a license under sections 326B.31 to 326B.399.

105.7 (d) Heating, ventilating, air conditioning, and refrigeration contractors and their
105.8 employees are not required to hold or obtain a license under sections 326B.31 to 326B.399
105.9 when performing heating, ventilating, air conditioning, or refrigeration work as described
105.10 in section 326B.38.

105.11 (e) Employees of any electrical, communications, or railway utility, cable communications
105.12 company as defined in section 238.02, or a telephone company as defined under section
105.13 237.01 or its employees, or of any independent contractor performing work on behalf of
105.14 any such utility, cable communications company, or telephone company, shall not be required
105.15 to hold a license under sections 326B.31 to 326B.399:

105.16 (1) while performing work on installations, materials, or equipment which are owned
105.17 or leased, and operated and maintained by such utility, cable communications company, or
105.18 telephone company in the exercise of its utility, antenna, or telephone function, and which:

105.19 (i) are used exclusively for the generation, transformation, distribution, transmission, or
105.20 metering of electric current, or the operation of railway signals, or the transmission of
105.21 intelligence and do not have as a principal function the consumption or use of electric current
105.22 or provided service by or for the benefit of any person other than such utility, cable
105.23 communications company, or telephone company; ~~and~~

105.24 (ii) are generally accessible only to employees of such utility, cable communications
105.25 company, or telephone company or persons acting under its control or direction; and

105.26 (iii) are not on the load side of the service point or point of entrance for communication
105.27 systems;

105.28 (2) while performing work on installations, materials, or equipment which are a part of
105.29 the street lighting operations of such utility; or

105.30 (3) while installing or performing work on outdoor area lights which are directly
105.31 connected to a utility's distribution system and located upon the utility's distribution poles,
105.32 and which are generally accessible only to employees of such utility or persons acting under
105.33 its control or direction.

(f) An individual who physically performs electrical work on a residential dwelling that is located on a property the individual owns and actually occupies as a residence or owns and will occupy as a residence upon completion of its construction is not required to hold or obtain a license under sections 326B.31 to 326B.399 if the residential dwelling has a separate electrical utility service not shared with any other residential dwelling.

(g) Companies and their employees licensed under section 326B.164 shall not be required to hold or obtain a license under sections 326B.31 to 326B.399 while performing elevator work.

Sec. 11. Minnesota Statutes 2024, section 326B.37, subdivision 1, is amended to read:

Subdivision 1. **Schedule.** State electrical inspection fees shall be calculated in accordance with subdivisions ~~2~~ 1 to ~~14~~ 18. The permit fee is \$25.

Sec. 12. Minnesota Statutes 2024, section 326B.37, subdivision 2, is amended to read:

Subd. 2. **Fee for each separate inspection.** (a) The minimum fee for each separate on-site inspection of an installation, replacement, alteration, or repair is ~~\$35~~ \$55. Except as otherwise provided in this section, the maximum number of separate inspections allowed without payment of an additional fee is the whole number resulting from dividing by ~~35~~ 55 the total fee calculated in accordance with this section. Where additional separate inspections are necessary, additional fees are required to result in a value equal to the total number of separate inspections multiplied by ~~35~~ 55. The fee for any inspections needed after a "final inspection" is performed shall be calculated without consideration of any fee paid before the final inspection.

(b) The fee for the first remote virtual inspection under a permit is \$10. The fee for each subsequent remote virtual inspection under a permit is \$35.

Sec. 13. Minnesota Statutes 2024, section 326B.37, subdivision 4, is amended to read:

Subd. 4. **Fee for circuit, feeder, feeder tap, or set of transformer secondary conductors.** The inspection fee for the installation, addition, alteration, or repair of each circuit, feeder, feeder tap, or set of transformer secondary conductors, including the equipment served, is:

(1) 0 ampere to and including 200 ampere capacity, ~~\$6~~ \$12; and

(2) ampere capacity above 200, \$15.

Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing disconnect, switchboard, motor control center, or panelboard, the inspection fee for each circuit or feeder is \$2.

Sec. 14. Minnesota Statutes 2024, section 326B.37, subdivision 5, is amended to read:

Subd. 5. Inspection fee for dwelling. (a) The inspection fee for a one-family dwelling and each dwelling unit of a two-family dwelling is the following:

(1) the fee for each service or other source of power as provided in subdivision 3;

(2) ~~\$100~~ \$165 for up to 30 feeders and circuits; and

(3) for each additional feeder or circuit, the fee as provided in subdivision 4.

This fee applies to each separate installation for new dwellings and where 15 or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwellings. Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections shall be determined in accordance with subdivision 2. The fee for additional inspections or other installations is that specified in subdivisions 2, 4, 6, and 8. The installer may submit fees for additional inspections when filing the request for electrical inspection. The fee for each detached accessory structure directly associated with a dwelling unit shall be calculated in accordance with subdivisions 3 and 4. When included on the same request for electrical inspection form, inspection fees for detached accessory structures directly associated with the dwelling unit may be combined with the dwelling unit fees to determine the maximum number of separate inspections in accordance with subdivision 2.

(b) The inspection fee for each dwelling unit of a multifamily dwelling with three or more dwelling units is ~~\$70~~ \$110 for a combination of up to 20 feeders and circuits and ~~\$6~~ \$12 for each additional feeder or circuit. This fee applies to each separate installation for each new dwelling unit and where ten or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwelling units. Where existing feeders or circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections for each dwelling unit shall be determined in accordance with subdivision 2. The fee for additional inspections or for inspection of other installations is that specified in subdivisions 2, 4, 6, and 8. These fees include only inspection of the wiring within individual dwelling units and the final feeder to that unit

108.1 where the multifamily dwelling is provided with common service equipment and each
108.2 dwelling unit is supplied by a separate feeder or feeders extended from common service or
108.3 distribution equipment. The fee for multifamily dwelling services or other power source
108.4 supplies and all other circuits is that specified in subdivisions 2 to 4.

108.5 (c) A separate request for electrical inspection form must be filed for each dwelling unit
108.6 that is supplied with an individual set of service entrance conductors. These fees are the
108.7 one-family dwelling rate specified in paragraph (a).

108.8 Sec. 15. Minnesota Statutes 2024, section 326B.37, subdivision 6, is amended to read:

108.9 Subd. 6. **Additions to fees of subdivisions 3 to 5.** (a) The fee for the electrical supply
108.10 for each manufactured home park lot is \$35. This fee includes the service or feeder conductors
108.11 up to and including the service equipment or disconnecting means. The fee for feeders and
108.12 circuits that extend from the service or disconnecting means is that specified in subdivision
108.13 4.

108.14 (b) The fee for each recreational vehicle site electrical supply equipment is ~~\$6~~ \$12 for
108.15 each circuit originating within the equipment. The fee for recreational vehicle park services,
108.16 feeders, and circuits is that specified in subdivisions 3 and 4.

108.17 (c) The fee for each street, parking lot, or outdoor area lighting standard and each traffic
108.18 signal standard is \$5. Circuits originating within the standard or traffic signal controller
108.19 shall not be used when calculating the fee for each standard.

108.20 (d) The fee for transformers for light, heat, and power is \$15 for transformers rated up
108.21 to ten kilovolt-amperes and \$30 for transformers rated in excess of ten kilovolt-amperes.
108.22 The previous sentence does not apply to Class 1 transformers or power supplies for Class
108.23 1 power-limited circuits or to Class 2 or Class 3 transformers or power supplies.

108.24 (e) The fee for transformers and electronic power supplies for electric signs and outline
108.25 lighting is \$5 per unit.

108.26 (f) The fee for technology circuits or systems, and circuits of less than 50 volts, is 75
108.27 cents for each system device or apparatus.

108.28 (g) The fee for each separate inspection of the bonding for a swimming pool, spa,
108.29 fountain, an equipotential plane for an agricultural confinement area, or similar installation
108.30 is \$35. Bonding conductors and connections require an inspection before being concealed.

108.31 (h) The fee for all wiring installed on center pivot irrigation booms is \$35 plus \$5 for
108.32 each electrical drive unit.

109.1 (i) The fee for retrofit modifications to existing lighting fixtures is 25 cents per luminaire.

109.2 (j) When a separate inspection of a concrete-encased grounding electrode is performed,
109.3 the fee is ~~\$35~~ \$55.

109.4 (k) The fees required by subdivisions 3 and 4 are doubled for installations over 600
109.5 volts.

109.6 (l) The fee for a class 4 circuit or system transmitter, receiver, or utilization equipment
109.7 is \$0.50 for each system device or apparatus.

109.8 Sec. 16. Minnesota Statutes 2024, section 326B.37, subdivision 8, is amended to read:

109.9 Subd. 8. **Reinspection fee.** Notwithstanding the provisions of subdivisions 2 and 5,
109.10 when reinspection is necessary to determine whether unsafe conditions identified during a
109.11 final inspection have been corrected and the conditions are not the subject of an appeal
109.12 pending before the commissioner or any court, ~~a reinspection fee of \$35~~ fees shall be assessed
109.13 as follows: (1) \$55 for an on-site reinspection; and (2) \$35 for a remote virtual reinspection.
109.14 Reinspection fees shall be assessed in writing by the inspector.

109.15 Sec. 17. Minnesota Statutes 2024, section 326B.37, subdivision 9, is amended to read:

109.16 Subd. 9. **Supplemental fee.** When inspections scheduled by the installer are preempted,
109.17 obstructed, prevented, or otherwise not able to be completed as scheduled due to
109.18 circumstances beyond the control of the inspector, a supplemental inspection fee of ~~\$35~~
109.19 \$55 shall be assessed in writing by the inspector.

109.20 Sec. 18. Minnesota Statutes 2024, section 326B.37, is amended by adding a subdivision
109.21 to read:

109.22 Subd. 18. **Energy storage and battery systems.** (a) The inspection fee for the installation
109.23 of an energy storage or battery system is:

109.24 (1) for zero watts to and including 5,000 watts, \$60;

109.25 (2) for 5,001 watts to and including 10,000 watts, \$100;

109.26 (3) for 10,001 watts to and including 20,000 watts, \$150;

109.27 (4) for 20,001 watts to and including 30,000 watts, \$200;

109.28 (5) for 30,001 watts to and including 40,000 watts, \$250;

109.29 (6) for 40,001 watts to and including 1,000,000 watts, \$250, plus \$8 for each additional
109.30 10,000 watts over 40,000 watts;

110.1 (7) for 1,000,000 watts to 5,000,000 watts, \$1,518, plus \$5 for each additional 10,000
110.2 watts over 1,000,000 watts; or

110.3 (8) for 5,000,000 watts and larger, \$3,518, plus \$2 for each additional 10,000 watts over
110.4 5,000,000 watts.

110.5 (b) For the purpose of paragraph (a), the watt rating is the total of the estimated energy
110.6 output, AC or DC, of the energy storage or battery system.

110.7 Sec. 19. Minnesota Statutes 2024, section 326B.49, subdivision 2, is amended to read:

110.8 Subd. 2. **Fees for plan reviews and audits.** Plumbing system plans and specifications
110.9 that are submitted to the commissioner for review shall be accompanied by the appropriate
110.10 plan examination fees. If the commissioner determines, upon review of the plans, that
110.11 inadequate fees were paid, the necessary additional fees shall be paid prior to plan approval.
110.12 The commissioner shall charge the following fees for plan reviews and audits of plumbing
110.13 installations for public, commercial, and industrial buildings based upon the construction
110.14 valuation of the plumbing work and in accordance with the table in clause (1), or based
110.15 upon clause (2) or (3), as applicable:

110.16 ~~(1) systems with both water distribution and drain, waste, and vent systems and having:~~

110.17 ~~(i) 25 or fewer drainage fixture units, \$150;~~

110.18 ~~(ii) 26 to 50 drainage fixture units, \$250;~~

110.19 ~~(iii) 51 to 150 drainage fixture units, \$350;~~

110.20 ~~(iv) 151 to 249 drainage fixture units, \$500;~~

110.21 ~~(v) 250 or more drainage fixture units, \$3 per drainage fixture unit to a maximum of~~
110.22 ~~\$4,000; and~~

110.23 ~~(vi) interceptors, separators, or catch basins, \$70 per interceptor, separator, or catch~~
110.24 ~~basin design;~~

110.25 ~~(2) building sewer service only, \$150;~~

110.26 ~~(3) building water service only, \$150;~~

110.27 ~~(4) building water distribution system only, no drainage system, \$5 per supply fixture~~
110.28 ~~unit or \$150, whichever is greater;~~

110.29 ~~(5) storm drainage system, a minimum fee of \$150 or:~~

110.30 ~~(i) \$50 per drain opening, up to a maximum of \$500; and~~

- 111.1 ~~(ii) \$70 per intercepter, separator, or catch basin design;~~
- 111.2 (1) the total valuation and fee schedule is:
- 111.3 (i) \$0 to \$1,500, \$135;
- 111.4 (ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$28 for each additional \$500 or
- 111.5 fraction thereof, to and including \$2,500;
- 111.6 (iii) \$2,501 to \$5,000, \$191 for the first \$2,500, plus \$25 for each additional \$500 or
- 111.7 fraction thereof, to and including \$5,000;
- 111.8 (iv) \$5,001 to \$25,000, \$316 for the first \$5,000, plus \$33 for each additional \$1,000 or
- 111.9 fraction thereof, to and including \$25,000;
- 111.10 (v) \$25,001 to \$50,000, \$976 for the first \$25,000, plus \$31 for each additional \$1,000
- 111.11 or fraction thereof, to and including \$50,000;
- 111.12 (vi) \$50,001 to \$500,000, \$1,751 for the first \$50,000, plus \$23 for each additional
- 111.13 \$10,000 or fraction thereof, to and including \$100,000;
- 111.14 (vii) \$500,001 to \$3,000,000, \$2,786 for the first \$500,000, plus \$41 for each additional
- 111.15 \$100,000 or fraction thereof, to and including \$3,000,000; and
- 111.16 (viii) \$3,000,001 and over, \$3,811 for the first \$3,000,000, plus \$33 for each additional
- 111.17 \$100,000 or fraction thereof;
- 111.18 (2) manufactured home park or campground:
- 111.19 ~~(6) manufactured home park or campground, (i) one to 25 sites, \$300;~~
- 111.20 ~~(7) manufactured home park or campground, (ii) 26 to 50 sites, \$350;~~
- 111.21 ~~(8) manufactured home park or campground, (iii) 51 to 125 sites, \$400;~~
- 111.22 ~~(9) manufactured home park or campground, (iv) more than 125 sites, \$500; and~~
- 111.23 (v) other work shall be assessed per clause (1); and
- 111.24 ~~(10) revision~~ (3) revisions to previously reviewed or incomplete plans:
- 111.25 (i) review of plans for which the commissioner has issued two or more requests for
- 111.26 additional information, per review, ~~\$100 or ten percent of the original fee, whichever is~~
- 111.27 ~~greater~~ \$125 per hour with a minimum of one hour;
- 111.28 (ii) proposer-requested revision with no increase in project scope, ~~\$50 or ten percent of~~
- 111.29 ~~original fee, whichever is greater~~ \$125 per hour with a minimum of one hour; and

112.1 (iii) proposer-requested revision with an increase in project scope, ~~\$50 plus the difference~~
112.2 ~~between the original project fee and the revised project fee~~ the fee shall be based upon the
112.3 absolute value of the change in work scope as if the change in scope is a new project.

112.4 Sec. 20. Minnesota Statutes 2024, section 326B.49, subdivision 3, is amended to read:

112.5 Subd. 3. **Permits; fees.** (a) Before commencement of a plumbing installation to be
112.6 inspected by the commissioner, the plumbing contractor or registered plumbing employer
112.7 performing the plumbing work must submit to the commissioner an application for a permit
112.8 and the permit and inspection fees ~~in paragraphs (b) to (f).~~ based upon the construction
112.9 valuation of the plumbing work in accordance with clause (1), or based upon clause (2) or
112.10 (3), as applicable:

112.11 ~~(b) The permit fee is \$100.~~

112.12 ~~(c) The residential inspection fee is \$50 for each inspection trip.~~

112.13 ~~(d) The public, commercial, and industrial inspection fees are as follows:~~

112.14 ~~(1) for systems with water distribution, drain, waste, and vent system connection:~~

112.15 ~~(i) \$25 for each fixture, permanently connected appliance, floor drain, or other~~
112.16 ~~appurtenance;~~

112.17 ~~(ii) \$25 for each water conditioning, water treatment, or water filtration system; and~~

112.18 ~~(iii) \$25 for each interceptor, separator, catch basin, or manhole;~~

112.19 ~~(2) roof drains, \$25 for each drain;~~

112.20 ~~(3) building sewer service only, \$100;~~

112.21 ~~(4) building water service only, \$100;~~

112.22 ~~(5) building water distribution system only, no drainage system, \$5 for each fixture~~
112.23 ~~supplied;~~

112.24 ~~(6) storm drainage system, a minimum fee of \$25 for each drain opening, interceptor,~~
112.25 ~~separator, or catch basin;~~

112.26 (1) the total valuation and fee schedule for plumbing permits is:

112.27 (i) \$0 to \$1,500, \$135;

112.28 (ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$43 for each additional \$500 or
112.29 fraction thereof, to and including \$2,500;

113.1 (iii) \$2,501 to \$5,000, \$221 for the first \$2,500, plus \$28 for each additional \$500 or
113.2 fraction thereof, to and including \$5,000;

113.3 (iv) \$5,001 to \$25,000, \$361 for the first \$5,000, plus \$53 for each additional \$1,000 or
113.4 fraction thereof, to and including \$25,000;

113.5 (v) \$25,001 to \$50,000, \$1,421 for the first \$25,000, plus \$51 for each additional \$1,000
113.6 or fraction thereof, to and including \$50,000;

113.7 (vi) \$50,001 to \$500,000, \$2,696 for the first \$50,000, plus \$47 for each additional
113.8 \$10,000 or fraction thereof, to and including \$500,000;

113.9 (vii) \$500,001 to \$3,000,000, \$4,811 for the first \$500,000, plus \$61 for each additional
113.10 \$50,000 or fraction thereof, to and including \$3,000,000; or

113.11 (viii) \$3,000,001 and over, \$7,861 for the first \$3,000,000, plus \$51 for each additional
113.12 \$100,000 or fraction thereof;

113.13 ~~(7)~~ (2) manufactured home park or campground, \$25 for each site, minimum charge
113.14 \$135; and

113.15 ~~(8) reinspection fee to verify corrections, regardless of the total fee submitted, \$100 for~~
113.16 ~~each reinspection; and~~

113.17 ~~(9) each \$100 in fees paid covers one inspection trip.~~

113.18 ~~(e) In addition to the fees in paragraph (d), the fee submitter must pay an hourly rate of~~
113.19 ~~\$80 during regular business hours, or \$120 when inspections are requested to be performed~~
113.20 ~~outside of normal work hours or on weekends and holidays, with a two-hour minimum~~
113.21 ~~where the fee submitter requests inspections of installations as systems are being installed.~~

113.22 ~~(f) The fee submitter must pay a fee equal to two hours at the hourly rate of \$80 when~~
113.23 ~~inspections scheduled by the submitter are not able to be completed because the work is~~
113.24 ~~not complete.~~

113.25 (3) other inspections and fees:

113.26 (i) inspections outside of regular business hours, defined as Monday to Friday, 7:00 a.m.
113.27 to 5:00 p.m., \$188 per hour, minimum charge two hours;

113.28 (ii) reinspection fees, \$125 per hour, minimum charge \$135;

113.29 (iii) inspections for which no fee is specifically indicated, \$125 per hour, minimum
113.30 one-half hour, minimum charge \$135;

114.1 (iv) changes or revisions to approved plans with no increase in work scope, \$125 per
114.2 hour, minimum charge one hour; and

114.3 (v) changes to approved plans with a change in work scope, fees shall be assessed for
114.4 change in valuation based upon the absolute value of the change work scope in accordance
114.5 with the fee schedule as if the change in scope were a new project.

114.6 (b) If the actual cost to the jurisdiction under paragraph (a), clause (3), is greater than
114.7 indicated by the schedule, the greater rate shall be paid. Hourly cost includes supervision,
114.8 overhead, equipment, hourly wages, and fringe benefits of the employees involved.

114.9 Sec. 21. Minnesota Statutes 2024, section 326B.986, subdivision 9, is amended to read:

114.10 Subd. 9. **Boiler and pressure vessel registration fee.** The annual registration fee for
114.11 boilers and pressure vessels in use and required to be inspected per section 326B.958 shall
114.12 be ~~\$10~~ \$25 per boiler and pressure vessel.

114.13 Sec. 22. Minnesota Statutes 2024, section 327.31, is amended by adding a subdivision to
114.14 read:

114.15 Subd. 24. **Sale.** "Sale" means:

114.16 (1) the passing of title from one person to another for consideration;

114.17 (2) an agreement to sell under which possession is delivered to the buyer but title is
114.18 retained by the seller;

114.19 (3) an agreement to rent or lease a manufactured home where the lessee becomes the
114.20 owner of the manufactured home after a set period of time or has the option to purchase the
114.21 manufactured home for an additional lump sum at the end of the agreement term; or

114.22 (4) a legally binding executory agreement to make a sale.

114.23 Sec. 23. Minnesota Statutes 2024, section 327.32, subdivision 1a, is amended to read:

114.24 Subd. 1a. **Requirement; used manufactured homes.** (a) No person shall sell or offer
114.25 for sale in this state any used manufactured home manufactured after June 14, 1976, or
114.26 install for occupancy any used manufactured home manufactured after June 14, 1976, unless
114.27 the used manufactured home complies with the Notice of Compliance Form for a used
114.28 manufactured home as provided in this subdivision. ~~If manufactured after June 14, 1976,~~
114.29 ~~the home must bear a label or data plate as required by the secretary. The Notice of~~
114.30 ~~Compliance Form shall be signed by the seller and purchaser indicating which party is~~

115.1 ~~responsible for either making or paying for any necessary corrections prior to the sale and~~
115.2 ~~transferring ownership of the manufactured home.~~

115.3 ~~The Notice of Compliance Form shall be substantially in the following form:~~

115.4 ~~"Notice of Compliance Form as required in Minnesota Statutes, section 327.32, subdivision~~

115.5 ~~1~~

115.6 ~~This notice must be completed and signed by the purchaser(s) and the seller(s) of the used~~
115.7 ~~manufactured home described in the purchase agreement and on the bottom of this notice~~
115.8 ~~before the parties transfer ownership of a used manufactured home constructed after June~~
115.9 ~~14, 1976.~~

115.10 ~~Electric ranges and clothes dryers must have required four-conductor cords and plugs. For~~
115.11 ~~the purpose of complying with the requirements of section 327B.06, a licensed retailer or~~
115.12 ~~limited retailer shall retain at least one copy of the form required under this subdivision.~~

115.13 ~~Complies~~ ~~Correction required~~

115.14 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~

115.15 ~~Solid fuel-burning fireplaces or stoves must be listed for use in manufactured homes, Code~~
115.16 ~~of Federal Regulations, title 24, section 3280.709 (g), and installed correctly in accordance~~
115.17 ~~with their listing or standards (i.e., chimney, doors, hearth, combustion, or intake, etc., Code~~
115.18 ~~of Federal Regulations, title 24, section 3280.709 (g)).~~

115.19 ~~Complies~~ ~~Correction required~~

115.20 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~

115.21 ~~Gas water heaters and furnaces must be listed for manufactured home use, Code of Federal~~
115.22 ~~Regulations, title 24, section 3280.709 (a) and (d)(1) and (2), and installed correctly, in~~
115.23 ~~accordance with their listing or standards.~~

115.24 ~~Complies~~ ~~Correction required~~

115.25 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~

115.26 ~~Smoke alarms are required to be installed and operational in accordance with Code of~~
115.27 ~~Federal Regulations, title 24, section 3280.208.~~

115.28 ~~Complies~~ ~~Correction required~~

115.29 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~

115.30 ~~Carbon monoxide alarms or CO detectors that are approved and operational are required to~~
115.31 ~~be installed within ten feet of each room lawfully used for sleeping purposes.~~

- 116.1 ~~Complies~~ ~~Correction required~~
- 116.2 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~
- 116.3 ~~Egress windows are required in every bedroom with at least one operable window with a~~
- 116.4 ~~net clear opening of 20 inches wide and 24 inches high, five square feet in area, with the~~
- 116.5 ~~bottom of windows opening no more than 36 inches above the floor. Locks, latches, operating~~
- 116.6 ~~handles, tabs, or other operational devices shall not be located more than 54 inches above~~
- 116.7 ~~the finished floor.~~
- 116.8 ~~Complies~~ ~~Correction required~~
- 116.9 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~
- 116.10 ~~The furnace compartment of the home is required to have interior finish with a flame spread~~
- 116.11 ~~rating not exceeding 25, as specified in the 1976 United States Department of Housing and~~
- 116.12 ~~Urban Development Code governing manufactured housing construction.~~
- 116.13 ~~Complies~~ ~~Correction required~~
- 116.14 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~
- 116.15 ~~The water heater enclosure in this home is required to have interior finish with a flame~~
- 116.16 ~~spread rating not exceeding 25, as specified in the 1976 United States Department of Housing~~
- 116.17 ~~and Urban Development Code governing manufactured housing construction.~~
- 116.18 ~~Complies~~ ~~Correction required~~
- 116.19 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~
- 116.20 ~~The home complies with the snowload and heat zone requirements for the state of Minnesota~~
- 116.21 ~~as indicated by the data plate.~~
- 116.22 ~~Complies~~ ~~Correction required~~
- 116.23 ~~Initialed by Responsible Party: Buyer~~ ~~Seller~~
- 116.24 ~~The parties to this agreement have initialed all required sections and agree by their signature~~
- 116.25 ~~to complete any necessary corrections prior to the sale or transfer of ownership of the home~~
- 116.26 ~~described below as listed in the purchase agreement. The state of Minnesota or a local~~
- 116.27 ~~building official has the authority to inspect the home in the manner described in Minnesota~~
- 116.28 ~~Statutes, section 327.33, prior to or after the sale to ensure compliance was properly executed~~
- 116.29 ~~as provided under the Manufactured Home Building Code.~~
- 116.30 ~~Signature of Purchaser(s) of Home~~
- 116.31 ~~.....date.....~~ ~~.....date.....~~
- 116.32 ~~.....~~ ~~.....~~
- 116.33 ~~Print name as appears on purchase agreement~~ ~~Print name as appears on purchase agreement~~

117.1 ~~Signature of Seller(s) of Home~~

117.2 ~~.....date.....~~ ~~.....date.....~~

117.3 ~~.....~~ ~~.....~~

117.4 ~~Print name and license number, if applicable~~ ~~Print name and license number, if applicable~~

117.5 ~~(Street address of home at time of sale)~~

117.6 ~~.....~~

117.7 ~~(City/State/Zip)~~ ~~.....~~

117.8 ~~Name of manufacturer of home~~ ~~.....~~

117.9 ~~Model and year~~ ~~.....~~

117.10 ~~Serial number~~ ~~.....~~ "

117.11 (b) No dealer, limited dealer, retailer, limited retailer, broker, or any seller associated

117.12 with a dealer, limited dealer, retailer, limited retailer, or broker shall sell or offer for sale

117.13 in this state a used manufactured home manufactured after June 14, 1976, or install for

117.14 occupancy a used manufactured home manufactured after June 14, 1976, unless they have:

117.15 (1) completed and submitted to the commissioner the Notice of Compliance Form for

117.16 a used manufactured home as provided in this subdivision; and

117.17 (2) paid the Notice of Compliance Form for a used manufactured home filing fee.

117.18 (c) If manufactured after June 14, 1976, the home must bear a label or data plate as

117.19 required by the secretary, or a replacement label issued by the commissioner and a data

117.20 plate as required by the secretary. The Notice of Compliance Form for a Used Manufactured

117.21 Home shall be completed and signed by the purchaser(s) and seller(s) and shall confirm the

117.22 requirements of this subdivision have been met. To comply with section 326B.606, a licensed

117.23 dealer, limited dealer, or seller shall retain at least one copy of the notice.

117.24 (d) The dealer, park owner, or seller may contract with a licensed electrician or master

117.25 electrician, or licensed electrical engineer to complete the electrical portions of the

117.26 compliance form. The dealer or seller may contract with a bonded mechanical contractor

117.27 registered with the Department of Labor and Industry to complete the heating, ventilation,

117.28 and air conditioning portions of the compliance form. The dealer, park owner, or seller may

117.29 contract with a licensed plumber or master plumber, or mechanical engineer to complete

117.30 the plumbing portions of the compliance form.

117.31 (e) The commissioner shall establish and make available a Notice of Compliance Form

117.32 for a Used Manufactured Home, as prescribed in this section, that must be used to meet the

117.33 requirements of this subdivision. The form must confirm that the requirements in paragraphs

117.34 (f) to (j) are met.

118.1 (f) Life and safety requirements:

118.2 (1) smoke alarms are installed and operational in accordance with Code of Federal
118.3 Regulations, title 24, section 3280.208;

118.4 (2) carbon monoxide alarms or carbon monoxide detectors are approved and operational
118.5 and are installed within ten feet of each room lawfully used for sleeping purposes;

118.6 (3) egress windows are in every bedroom with at least one operable window with a net
118.7 clear opening of 20 inches wide and 24 inches high, five square feet in area, with the bottom
118.8 of windows opening no more than 36 inches above the floor. Locks, latches, operating
118.9 handles, tabs, or other operational devices are located more than 54 inches above the finished
118.10 floor; and

118.11 (4) exterior doors, including sliding glass exterior doors, are operable and provide code
118.12 compliant access to grade.

118.13 (g) Electrical requirements:

118.14 (1) distribution panels are installed in compliance with the approved listing, complete
118.15 with required breakers or fuses, with all unused openings covered with blank covers approved
118.16 and listed for that purpose. Connections have been checked for tightness. Panels are readily
118.17 accessible;

118.18 (2) the electrical system, including switches, receptacles, fixtures, and devices, is installed,
118.19 wired, and supported in accordance with code requirements at the time the electrical system
118.20 was installed and is in safe and functional condition;

118.21 (3) the used manufactured home has been subjected to:

118.22 (i) an electrical continuity test to assure that all metallic parts are bonded in accordance
118.23 with code requirements; and

118.24 (ii) an electrical operational test to demonstrate that all fixtures and equipment except
118.25 water heaters, ranges, air conditioners and electric furnaces are connected and in working
118.26 order;

118.27 (4) the dealer, park owner, or seller may, in lieu of inspecting the electrical and heating
118.28 systems of a used manufactured home, request an electrical and heating inspection by a
118.29 qualified third party. Approval by the qualified third party is accepted as compliance with
118.30 those portions of the safety standards under the code that pertain to electrical and heating
118.31 systems; and

118.32 (5) electric ranges and clothes dryers have the required four-conductor cords and plugs.

119.1 (h) Plumbing requirements:

119.2 (1) fixtures:

119.3 (i) all plumbing fixtures are protected with approved workable "p" traps;

119.4 (ii) all plumbing fixtures are in a workable condition and vented through the roof in

119.5 accordance with code requirements at the time the plumbing was installed; and

119.6 (iii) an antisiphon trap vent device or mechanical vent may be used to vent single fixtures,

119.7 except water closets;

119.8 (2) water supply:

119.9 (i) water piping is not bent or kinked so as to retard or obstruct the flow of the water

119.10 supply;

119.11 (ii) the under-floor water supply piping is connected to the manufactured home's water

119.12 supply connection and to the site's water service supply piping in accordance with code

119.13 requirements at the time the plumbing was installed, except when the manufactured home

119.14 is being installed or reinstalled;

119.15 (iii) the under-floor water supply piping is supported in accordance with code

119.16 requirements at the time the plumbing was installed, except when the manufactured home

119.17 is being installed or reinstalled; and

119.18 (iv) the under-floor water supply piping is protected from freezing, except when the

119.19 manufactured home is being installed or reinstalled;

119.20 (3) drain waste:

119.21 (i) drain waste piping is in working condition;

119.22 (ii) the under-floor drain waste piping is connected to the manufactured home's drain

119.23 waste outlet or outlets and to the site's service utility piping in accordance with code

119.24 requirements at the time the plumbing was installed, except when the manufactured home

119.25 is being installed or reinstalled; and

119.26 (iii) the under-floor drain waste piping is supported and sloped in accordance with code

119.27 requirements at the time the plumbing was installed, except when the manufactured home

119.28 is being installed or reinstalled; and

119.29 (4) water heating:

120.1 (i) the water heater is listed for manufactured home use under Code of Federal
120.2 Regulations, title 24, section 3280.709(a) and (d)(1) and (2), and installed correctly, in
120.3 accordance with federal standards;

120.4 (ii) the water heater is equipped with an approved listed relief valve to provide
120.5 temperature and pressure relief;

120.6 (iii) the water heater enclosure in the manufactured home is completed with an interior
120.7 finish having a flame spread rating not exceeding 25, as specified in the 1976 United States
120.8 Department of Housing and Urban Development Code governing manufactured housing
120.9 construction; and

120.10 (iv) water heater venting systems are in a safe and operable condition. Products of
120.11 combustion venting do not terminate within a roof, wall, or floor cavity.

120.12 (i) Heat-producing equipment requirements:

120.13 (1) the furnace is listed for manufactured home use under Code of Federal Regulations,
120.14 title 24, section 3280.709(a) and (d)(1) and (2), and installed correctly, in accordance with
120.15 the federal regulations;

120.16 (2) heating equipment such as a furnace, wall heater, or thermostat are in safe and
120.17 operable condition. All ducts are in usable, not collapsed condition, with all exterior and
120.18 interior joints and furnace connections mechanically secure and sealed; and

120.19 (3) the furnace venting systems are in a safe and operable condition. Products of
120.20 combustion venting do not terminate within a roof, wall, floor, or under-floor area.

120.21 (j) General requirements:

120.22 (1) fuel gas piping:

120.23 (i) fuel gas supply piping is not bent or kinked so as to obstruct the flow of the fuel gas
120.24 or leak;

120.25 (ii) the under-floor fuel gas supply piping is connected to the manufactured home's fuel
120.26 gas supply connection and to the site's fuel gas service supply piping in accordance with
120.27 code requirements at the time the gas piping was installed, except when the manufactured
120.28 home is being installed or reinstalled; and

120.29 (iii) the under-floor fuel gas supply piping is supported in accordance with code
120.30 requirements at the time the gas piping was installed, except when the manufactured home
120.31 is being installed or reinstalled;

121.1 (2) solid fuel-burning fireplaces or stoves are listed for use in manufactured homes under
121.2 Code of Federal Regulations, title 24, section 3280.709(g), and installed correctly in
121.3 accordance with the federal regulations, including chimney, doors, hearth, combustion, or
121.4 intake;

121.5 (3) all exhaust vents are operable;

121.6 (4) insulation missing from exposed areas has been replaced and all holes in bottom
121.7 board have been securely sealed;

121.8 (5) exterior roof and wall systems prevent bulk water infiltration;

121.9 (6) water-damaged areas and holes in the subfloor have been replaced; and

121.10 (7) the home complies with code requirements for snowload and heat zone requirements
121.11 as indicated by the data plate.

121.12 Sec. 24. Minnesota Statutes 2024, section 327.32, subdivision 1e, is amended to read:

121.13 Subd. 1e. **Reinstallation requirements for used manufactured homes.** (a) All used
121.14 manufactured homes reinstalled less than 24 months from the date of installation by the
121.15 first purchaser must be reinstalled in compliance with subdivision 1c. All used manufactured
121.16 homes reinstalled more than 24 months from the date of installation by the first purchaser
121.17 may be reinstalled without a frost-protected foundation if the home is reinstalled in
121.18 compliance with Minnesota Rules, chapter 1350, for above frost-line installations and the
121.19 notice requirement of subdivision 1f is complied with by the seller and the purchaser of the
121.20 used manufactured home.

121.21 (b) The installer or licensed residential building contractor shall affix an installation seal
121.22 issued by the department to the outside of the home as required by the Minnesota State
121.23 Building Code. The certificate of installation issued by the installer of record shall clearly
121.24 state that the home has been reinstalled with an above frost-line foundation. Fees for
121.25 inspection of a reinstallation and for issuance of reinstallation seals shall follow the
121.26 requirements of sections 326B.802 to 326B.885; 326B.22, subdivision 2; and 326B.23,
121.27 subdivision 2. Fees for review of plans, specifications, and on-site inspections shall be those
121.28 as specified in ~~section 326B.153, subdivision 1, paragraph (c)~~ sections 326B.22, subdivision
121.29 2, and 326B.37, subdivision 4. Whenever an installation certificate for an above frost-line
121.30 installation is issued to a used manufactured home being listed for sale, the purchase
121.31 agreement must disclose that the home is installed on a nonfrost-protected foundation and
121.32 recommend that the purchaser have the home inspected to determine the effects of frost on
121.33 the home.

122.1 (c) An installation seal may be issued to a residential building contractor licensed under
122.2 section 326B.805 for use in the installation of used manufactured homes only after the
122.3 qualifying person for the residential building contractor has completed a three-hour training
122.4 course relating to the installation of manufactured homes that has been approved by either
122.5 the United States Department of Housing and Urban Development or by the commissioner.
122.6 The course completion certificate shall be submitted to the commissioner. For the purposes
122.7 of this subdivision, "qualifying person" has the meaning given in section 326B.802,
122.8 subdivision 10.

122.9 Sec. 25. Minnesota Statutes 2024, section 327.32, subdivision 7, is amended to read:

122.10 Subd. 7. **Enforcement.** All jurisdictions enforcing the State Building Code, in accordance
122.11 with sections 326B.101 to 326B.151, shall undertake or provide for the administration and
122.12 enforcement of the manufactured home installation rules promulgated by the commissioner.
122.13 Municipalities which have adopted the State Building Code may provide installation
122.14 inspection and plan review services in ~~none~~ areas of the state without local building
122.15 code enforcement.

122.16 Sec. 26. Minnesota Statutes 2024, section 327.33, subdivision 1, is amended to read:

122.17 Subdivision 1. **Inspections.** The commissioner shall, through the department's inspectors
122.18 or through a designated recognized inspection service acting as authorized representative
122.19 of the commissioner perform ~~sufficient~~ inspections of manufacturing premises and
122.20 manufactured homes to ensure compliance with sections 327.31 to 327.35. The commissioner
122.21 shall have the exclusive right to conduct inspections, except for the inspections conducted
122.22 or authorized by the secretary.

122.23 Sec. 27. Minnesota Statutes 2024, section 327.33, subdivision 2, is amended to read:

122.24 Subd. 2. **Fees.** Unless otherwise established in this section, the commissioner ~~shall~~ may
122.25 by rule establish reasonable fees for seals, installation seals, Notice of Compliance Form
122.26 for a used manufactured home filing, and inspections which are sufficient to cover all costs
122.27 incurred in the administration of sections 327.31 to 327.35. The commissioner ~~shall~~ may
122.28 also establish by rule a monitoring inspection fee in an amount that will comply with the
122.29 secretary's fee distribution program. This monitoring inspection fee shall be an amount paid
122.30 by the manufacturer for each manufactured home produced in Minnesota. The monitoring
122.31 inspection fee shall be paid by the manufacturer to the secretary. The rules of the fee
122.32 distribution program require the secretary to distribute the fees collected from all
122.33 manufactured home manufacturers among states approved and conditionally approved based

123.1 on the number of new manufactured homes whose first location after leaving the
123.2 manufacturer is on the premises of a distributor, dealer or purchaser in that state. Fees for
123.3 inspections in areas that have not adopted the State Building Code must be equal to the fees
123.4 for inspections in code areas of the state. Third-party vendors may charge their usual and
123.5 normal charge for inspections.

123.6 Sec. 28. Minnesota Statutes 2024, section 327.33, subdivision 2a, is amended to read:

123.7 Subd. 2a. **Construction seal fees.** Replacement manufactured home or accessory structure
123.8 construction seal fees, including certificates, are ~~\$30~~ \$70 per seal.

123.9 Sec. 29. Minnesota Statutes 2024, section 327.33, subdivision 2b, is amended to read:

123.10 Subd. 2b. **Installation seal fees.** Manufactured home installation seal fees, including
123.11 anchoring and support and including certificates, are ~~\$80~~ \$325.

123.12 Sec. 30. Minnesota Statutes 2024, section 327.33, subdivision 2c, is amended to read:

123.13 Subd. 2c. **Temporary installation certificate fees.** A temporary certificate fee is ~~\$2~~
123.14 \$15 per certificate.

123.15 Sec. 31. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to
123.16 read:

123.17 Subd. 2f. **Notice of Compliance Form for a used manufactured home filing fee.** The
123.18 Notice of Compliance Form for a used manufactured home filing fee is \$100 for each form
123.19 submitted to the commissioner.

123.20 Sec. 32. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to
123.21 read:

123.22 Subd. 2g. **Installation plan review and inspection fee.** The plan review and inspection
123.23 fee for the commissioner's plan review and inspection of new and used installed or reinstalled
123.24 manufactured homes and manufactured home accessory structures in areas of the state
123.25 without local building code enforcement is \$1,200.

123.26 Sec. 33. Minnesota Statutes 2024, section 327B.01, subdivision 1, is amended to read:

123.27 Subdivision 1. **Terms.** As used in sections 327B.01 to 327B.12 the terms defined in this
123.28 section have the meanings given ~~them~~.

124.1 Sec. 34. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision
124.2 to read:

124.3 Subd. 1a. **Authorized representative.** "Authorized representative" means a person,
124.4 firm, or corporation, or employee of a firm or corporation, approved or hired by the
124.5 commissioner of labor and industry.

124.6 Sec. 35. Minnesota Statutes 2024, section 327B.01, subdivision 7, is amended to read:

124.7 Subd. 7. **Dealer or retailer.** "Dealer" or "retailer" means any person who engages in
124.8 the business, either exclusively or in addition to any other occupation, of selling, distributing,
124.9 or brokering manufactured homes, new or used, or who offers to sell, solicit, broker or
124.10 advertise the sale of manufactured homes, new or used.

124.11 Sec. 36. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision
124.12 to read:

124.13 Subd. 7a. **Distributor.** "Distributor" means a person engaged in the sale and distribution
124.14 of manufactured homes for resale.

124.15 Sec. 37. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision
124.16 to read:

124.17 Subd. 10b. **Installation.** "Installation" of a manufactured home means installation or
124.18 reinstallation, at the site of occupancy, of all portions of a manufactured home, connection
124.19 of the manufactured home to existing utility connections, and installation of support and
124.20 anchoring systems.

124.21 Sec. 38. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision
124.22 to read:

124.23 Subd. 13c. **Manufactured home installer.** "Manufactured home installer" means a
124.24 person, firm, or corporation licensed by the state of Minnesota that installs or repairs a
124.25 manufactured home for others at the site of occupancy.

124.26 Sec. 39. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision
124.27 to read:

124.28 Subd. 17a. **Purchaser.** "Purchaser" means the first individual purchasing a manufactured
124.29 home in good faith for purposes other than resale.

125.1 Sec. 40. Minnesota Statutes 2024, section 327B.01, subdivision 19, is amended to read:

125.2 Subd. 19. **Salesperson.** "Salesperson" means a person who acts on behalf of a dealer in
125.3 performing any act ~~which~~ that sections 327B.01 to 327B.12 authorize or require to be
125.4 performed by a dealer.

125.5 Sec. 41. Minnesota Statutes 2024, section 327B.04, subdivision 3, is amended to read:

125.6 Subd. 3. **License application; manufacturer and dealer.** Application for a license to
125.7 act as a manufacturer or dealer and its renewal shall be made to the commissioner, shall be
125.8 in writing, and duly verified by oath. The applicant shall submit any information required
125.9 by the commissioner, upon forms provided by the commissioner for that purpose, including:

125.10 (a) proof of identity;

125.11 (b) the name under which the applicant will be licensed and do business in this state;

125.12 (c) the applicant's type and place of business;

125.13 (d) the name, home and business address of the applicant's directors, officers, limited
125.14 and general partners, controlling shareholders and affiliates;

125.15 (e) whether the applicant, or any of its directors, officers, limited or general partners,
125.16 controlling shareholders or affiliates, has been convicted of a crime within the previous ten
125.17 years that either related directly to the business for which the license is sought or involved
125.18 fraud, misrepresentation or misuse of funds, or has suffered a judgment in a civil action
125.19 involving fraud, misrepresentation, or conversion within the previous five years or has had
125.20 any government license or permit suspended or revoked as a result of an action brought by
125.21 a federal or state governmental agency in this or any other state within the last five years;
125.22 and

125.23 (f) the applicant's qualifications and business history, including whether the applicant,
125.24 or any of its directors, officers, limited or general partners, controlling shareholders or
125.25 affiliates has ever been adjudged bankrupt or insolvent, or has any unsatisfied court judgments
125.26 outstanding against it or them.

125.27 Sec. 42. Minnesota Statutes 2024, section 327B.04, subdivision 4, is amended to read:

125.28 Subd. 4. **License prerequisites.** No application shall be granted nor license issued to
125.29 act as a manufacturer or dealer until the applicant proves to the commissioner that:

125.30 (a) the applicant has a permanent, established place of business at each licensed location.
125.31 An "established place of business" means a permanent enclosed building other than a

126.1 residence, or a commercial office space, either owned by the applicant or leased by the
126.2 applicant for a term of at least one year, located in an area where zoning regulations allow
126.3 commercial activity, and where the books, records and files necessary to conduct the business
126.4 are kept and maintained. The owner of a licensed manufactured home park who resides in
126.5 or adjacent to the park may use the residence as the established place of business required
126.6 by this subdivision, unless prohibited by local zoning ordinance.

126.7 If a license is granted, the licensee may use unimproved lots and premises for sale,
126.8 storage, and display of manufactured homes, if the licensee first notifies the commissioner
126.9 in writing;

126.10 (b) if the applicant desires to sell, solicit or advertise the sale of new manufactured
126.11 homes, it has a bona fide contract or franchise in effect with a manufacturer or distributor
126.12 of the new manufactured home it proposes to deal in;

126.13 (c) the applicant has secured: (1) a surety bond in the amount of \$20,000 for each agency
126.14 and each subagency location that bears the applicant's name and the name under which the
126.15 applicant will be licensed and do business in this state. Each bond is for the protection of
126.16 consumer customers, and must be executed by the applicant as principal and issued by a
126.17 surety company admitted to do business in this state. Each bond shall be exclusively for the
126.18 purpose of reimbursing consumer customers and shall be conditioned upon the faithful
126.19 compliance by the applicant with all of the laws and rules of this state pertaining to the
126.20 applicant's business as a dealer or manufacturer, including sections 325D.44, 325F.67 and
126.21 325F.69, and upon the applicant's faithful performance of all its legal obligations to consumer
126.22 customers; and (2) a certificate of liability insurance in the amount of \$1,000,000 that
126.23 provides aggregate coverage for the agency and each subagency location. In the event of a
126.24 policy cancellation, the insurer shall send written notice to the commissioner at the same
126.25 time that a cancellation request is received from or a notice is sent to the insured;

126.26 (d) the applicant has established a trust account as required by section 327B.08,
126.27 subdivision 3, unless the applicant states in writing its intention to limit its business to
126.28 selling, offering for sale, soliciting or advertising the sale of new manufactured homes; and

126.29 (e) the applicant has provided evidence of having had at least two years' prior experience
126.30 in the sale of manufactured homes, working for a licensed dealer. The applicant does not
126.31 have to satisfy the two-year prior experience requirement if:

126.32 (1) the applicant sells or brokers used manufactured homes as permitted under section
126.33 327B.01, subdivision 7; or

126.34 (2) the applicant:

127.1 (i) has met all other licensing requirements;

127.2 (ii) is the owner of a manufactured home park; and

127.3 (iii) is selling new manufactured homes installed in the manufactured home park that
127.4 the applicant owns.

127.5 Sec. 43. Minnesota Statutes 2024, section 327B.04, subdivision 6, is amended to read:

127.6 Subd. 6. **Certificate of license; manufacturer and dealer.** For each license granted to
127.7 act as a manufacturer or dealer the commissioner shall issue a certificate which includes
127.8 the name of the licensee, the name of the surety company and the amount of the surety bond,
127.9 and the insurance underwriter and policy number, the names and addresses of any related
127.10 principal or subagencies, and a license number.

127.11 Sec. 44. Minnesota Statutes 2024, section 327B.04, subdivision 7a, is amended to read:

127.12 Subd. 7a. **Fees.** (a) Fees for licenses issued pursuant to this section shall be ~~calculated~~
127.13 ~~pursuant to section 326B.092.~~ for two years and the following fees apply:

127.14 (1) manufacturer's license and dealer's license, \$180;

127.15 (2) dealer's subagency license, \$80; and

127.16 (3) limited dealer's license, \$100.

127.17 (b) All initial limited dealer licenses shall be effective for more than one calendar year
127.18 and shall expire on December 31 of the year after the year in which the application is made.

127.19 ~~(c) For the purposes of calculating fees under section 326B.092, any license issued under~~
127.20 ~~this section is a business license, except that a subagency license is a master license. The~~
127.21 ~~commissioner shall in a manner determined by the commissioner, without the need for any~~
127.22 ~~rulemaking under chapter 14, phase in the renewal of limited dealer licenses from one year~~
127.23 ~~to two years. By June 30, 2011, all renewed limited dealer licenses shall be two-year licenses.~~

127.24 Sec. 45. Minnesota Statutes 2024, section 327B.041, is amended to read:

127.25 **327B.041 MANUFACTURED HOME INSTALLERS.**

127.26 (a) Manufactured home installers are subject to all of the fees in section 326B.092 and
127.27 the requirements of sections 326B.802 to 326B.885, except for the following:

127.28 (1) manufactured home installers are not subject to the continuing education requirements
127.29 of sections 326B.0981, 326B.099, and 326B.821, but are subject to the continuing education
127.30 requirements established in rules adopted under section 327B.10;

128.1 (2) the examination requirement of section 326B.83, subdivision 3, for manufactured
128.2 home installers shall be satisfied by successful completion of a written examination
128.3 administered and developed specifically for the examination of manufactured home installers.
128.4 The examination must be administered and developed by the commissioner. The
128.5 commissioner and the state building official shall seek advice on the grading, monitoring,
128.6 and updating of examinations from the ~~Minnesota Manufactured Housing Association~~
128.7 Manufactured and Modular Home Association of Minnesota;

128.8 (3) a local government unit may not place a surcharge on a license fee, and may not
128.9 charge a separate fee to installers;

128.10 (4) a dealer or distributor who does not install or repair manufactured homes is exempt
128.11 from licensure under sections 326B.802 to 326B.885;

128.12 (5) the exemption under section 326B.805, subdivision 6, clause (5), does not apply;
128.13 and

128.14 (6) manufactured home installers are not subject to the contractor recovery fund in
128.15 section 326B.89.

128.16 (b) The commissioner may waive all or part of the requirements for licensure as a
128.17 manufactured home installer for any individual who holds an unexpired license or certificate
128.18 issued by any other state or other United States jurisdiction if the licensing requirements of
128.19 that jurisdiction meet or exceed the corresponding licensing requirements of the department
128.20 and the individual complies with section 326B.092, subdivisions 1 and 3 to 7.

128.21 Sec. 46. Minnesota Statutes 2024, section 327B.05, subdivision 1, is amended to read:

128.22 Subdivision 1. **Grounds.** In addition to the grounds in section 326B.082, subdivision
128.23 11, the commissioner may by order deny, suspend, limit, place conditions on, or revoke the
128.24 application or license of any applicant or licensee or any of its directors, officers, limited
128.25 or general partners, controlling shareholders, or affiliates for any of the following grounds:

128.26 ~~(a)~~ (1) has violated any of the provisions of sections 327B.01 to 327B.12 or any rule or
128.27 order issued by the commissioner or any prior law providing for the licensing of manufactured
128.28 home dealers or manufacturers;

128.29 ~~(b)~~ (2) has had a previous manufacturer or dealer license revoked in this or any other
128.30 state;

128.31 ~~(c)~~ (3) has engaged in acts or omissions which have been adjudicated or amount to a
128.32 violation of any of the provisions of section 325D.44, 325F.67 or 325F.69;

- 129.1 ~~(d)~~ (4) has sold or brokered the sale of a home containing a material violation of sections
129.2 327.31 to 327.35 ~~about which~~ that the dealer knew of or ~~which should have been obvious~~
129.3 ~~to a reasonably prudent dealer~~ could have known of with the exercise of reasonable diligence;
- 129.4 ~~(e)~~ (5) has failed to make or provide all listings, notices and reports required by the
129.5 commissioner;
- 129.6 ~~(f)~~ (6) has failed to pay a civil penalty assessed under subdivision 5 within ten days after
129.7 the assessment becomes final;
- 129.8 ~~(g)~~ (7) has failed to pay to the commissioner or other responsible government agency
129.9 all taxes, fees and arrearages due;
- 129.10 ~~(h)~~ (8) has failed to duly apply for license renewal;
- 129.11 ~~(i)~~ (9) has violated any applicable manufactured home building or safety code;
- 129.12 ~~(j)~~ (10) has failed or refused to honor any express or implied warranty as provided in
129.13 section 327B.03;
- 129.14 ~~(k)~~ (11) has failed to continuously occupy a permanent, established place of business
129.15 licensed under section 327B.04;
- 129.16 ~~(l)~~ (12) has, without first notifying the commissioner, sold a new and unused
129.17 manufactured home other than the make of manufactured home described in a franchise or
129.18 contract filed with the application for license or license renewal;
- 129.19 ~~(m)~~ (13) has wrongfully failed to deliver a certificate of title to a person entitled to it;
- 129.20 ~~(n)~~ (14) is insolvent or bankrupt;
- 129.21 ~~(o)~~ (15) holds an impaired or canceled bond;
- 129.22 ~~(p)~~ (16) has failed to notify the commissioner of bankruptcy proceedings within ten days
129.23 after a petition in bankruptcy has been filed by or against the dealer or manufacturer;
- 129.24 ~~(q)~~ (17) has, within the previous ten years, been convicted of a crime that either related
129.25 directly to the business of the dealer or manufacturer or involved fraud, misrepresentation
129.26 or misuse of funds;
- 129.27 ~~(r)~~ (18) has suffered a judgment within the previous five years in a civil action involving
129.28 fraud, misrepresentation or misuse of funds; or
- 129.29 ~~(s)~~ (19) has failed to reasonably supervise any employee or agent of the dealer or
129.30 manufacturer, resulting in injury or harm to the public.

130.1 The commissioner may establish rules pursuant to section 327B.10 further specifying,
130.2 defining or establishing standards of conduct for manufactured home dealers and
130.3 manufacturers.

130.4 **ARTICLE 9**

130.5 **LABOR AND INDUSTRY - MISCELLANEOUS**

130.6 Section 1. Minnesota Statutes 2024, section 177.253, subdivision 1, is amended to read:

130.7 Subdivision 1. **Rest breaks.** An employer must allow each employee ~~adequate time~~
130.8 ~~from work~~ a rest break of at least 15 minutes or enough time to utilize the nearest convenient
130.9 restroom, whichever is longer, within each four consecutive hours of work ~~to utilize the~~
130.10 ~~nearest convenient restroom.~~

130.11 Sec. 2. Minnesota Statutes 2024, section 177.253, is amended by adding a subdivision to
130.12 read:

130.13 Subd. 3. **Remedies.** (a) If an employer does not provide rest breaks to an employee as
130.14 required by this section and related rules, the employer is liable to the employee for the rest
130.15 break time that should have been provided at the employee's regular rate of pay, plus an
130.16 additional equal amount as liquidated damages.

130.17 (b) In addition to the remedies in paragraph (a), the commissioner may assess a penalty
130.18 of up to \$1,000 per employee per day during which rest breaks are not provided as required
130.19 by this section.

130.20 Sec. 3. Minnesota Statutes 2024, section 177.254, subdivision 1, is amended to read:

130.21 Subdivision 1. **Meal break.** An employer must ~~permit~~ allow each employee who is
130.22 working for ~~eight~~ six or more consecutive hours ~~sufficient time to eat~~ a meal break of at
130.23 least 30 minutes.

130.24 Sec. 4. Minnesota Statutes 2024, section 177.254, subdivision 2, is amended to read:

130.25 Subd. 2. **Payment not required.** Except for subdivision 4, nothing in this section requires
130.26 the employer to pay the employee during the meal break.

131.1 Sec. 5. Minnesota Statutes 2024, section 177.254, is amended by adding a subdivision to
131.2 read:

131.3 Subd. 4. Remedies. (a) If an employer does not provide meal breaks to an employee as
131.4 required by this section and related rules, the employer is liable to the employee for the
131.5 meal break time that should have been provided at the employee's regular rate of pay, plus
131.6 an additional equal amount as liquidated damages.

131.7 (b) In addition to the remedies in paragraph (a), the commissioner may assess a penalty
131.8 of up to \$1,000 per employee per day during which meal breaks are not provided as required
131.9 by this section.

131.10 Sec. 6. MISCLASSIFICATION FRAUD IMPACT REPORT.

131.11 (a) Every two years, the commissioners of revenue, employment and economic
131.12 development, and labor and industry must coordinate to conduct an analysis of the costs of
131.13 misclassification to illustrate how misclassification impacts misclassified workers,
131.14 government programs, and tax collections.

131.15 (b) By January 15 of every odd-numbered year, beginning January 15, 2027, the
131.16 commissioner of labor and industry must report on the analysis performed under paragraph
131.17 (a) to the chairs and ranking minority members of the legislative committees with jurisdiction
131.18 over taxes, workforce, and labor. The commissioner of labor and industry may contract
131.19 with external experts or an independent third party to conduct a study, develop a report, and
131.20 perform other functions.

131.21 (c) At a minimum, the study and report must provide:

131.22 (1) an estimate of the number of workers experiencing misclassification in Minnesota;

131.23 (2) an estimate of the cost of misclassification to impacted workers;

131.24 (3) an estimate of the prevalence of misclassification by industry; and

131.25 (4) an estimate of the impact to:

131.26 (i) the unemployment insurance trust fund;

131.27 (ii) the family and medical benefit insurance account;

131.28 (iii) state income tax collection;

131.29 (iv) the workers' compensation fund; and

131.30 (v) the workforce development fund.

132.1 (d) Data and information relevant to the required report elements in paragraph (c) must
132.2 be provided to the commissioner of labor and industry for purposes of the study and report,
132.3 including, but not limited to, the following:

132.4 (1) from the Department of Employment and Economic Development, information and
132.5 data relevant to:

132.6 (i) the unemployment insurance trust fund;

132.7 (ii) the family and medical benefit insurance account;

132.8 (iii) unemployment insurance program audits and findings; and

132.9 (iv) the workforce development fund;

132.10 (2) from the Department of Revenue, information and data relevant to:

132.11 (i) misclassification tax audits and findings;

132.12 (ii) income tax collection; and

132.13 (iii) 1099 filings; and

132.14 (3) from the Department of Labor and Industry, information and data relevant to:

132.15 (i) misclassification complaints, investigations, and findings; and

132.16 (ii) the workers' compensation fund.

132.17 **ARTICLE 10**

132.18 **UNDERGROUND TELECOMMUNICATIONS INSTALLERS**

132.19 Section 1. Minnesota Statutes 2024, section 326B.198, subdivision 2, is amended to read:

132.20 Subd. 2. **Installation requirements.** (a) The installation of underground
132.21 telecommunications infrastructure that is located within ten feet of existing underground
132.22 utilities or that crosses the existing underground utilities must be performed by
132.23 safety-qualified underground telecommunications installers as follows:

132.24 (1) the location of existing utilities by hand- or hydro-excavation or other accepted
132.25 methods must be performed by a safety-qualified underground telecommunications installer;
132.26 and

132.27 (2) where telecommunications infrastructure is installed by means of directional drilling,
132.28 the monitoring of the location and depth of the drill head must be performed by a
132.29 safety-qualified underground telecommunications installer; ~~and.~~

133.1 ~~(3) no fewer than two safety-qualified underground telecommunications installers must~~
133.2 ~~be present at all times at any location where telecommunications infrastructure is being~~
133.3 ~~installed by means of directional drilling.~~

133.4 ~~(b) Beginning July 1, 2025, all installations of underground telecommunications~~
133.5 ~~infrastructure subject to this subdivision within the seven-county metropolitan area must~~
133.6 ~~be performed by safety-qualified underground telecommunications installers that meet the~~
133.7 ~~requirements of this subdivision.~~

133.8 ~~(e)~~ (b) Beginning January 1, 2026, all installations of underground telecommunications
133.9 infrastructure subject to this subdivision within this state must be performed by
133.10 safety-qualified underground telecommunications installers that meet the requirements of
133.11 this subdivision.

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

133.13 Sec. 2. Minnesota Statutes 2024, section 326B.198, subdivision 3, is amended to read:

133.14 Subd. 3. **Certification Standards.** (a) The commissioner of labor and industry, in
133.15 consultation with the Office of Broadband, shall approve standards for a safety-qualified
133.16 underground telecommunications installer certification program that requires a person to:

133.17 (1) complete a 40-hour initial course that includes classroom and hands-on instruction
133.18 covering proper work procedures for safe installation of underground utilities, including:

133.19 (i) regulations applicable to excavation near existing utilities;

133.20 (ii) identification, location, and verification of utility lines using hand- or
133.21 hydro-excavation or other accepted methods;

133.22 (iii) response to line strike incidents;

133.23 (iv) traffic control procedures;

133.24 (v) use of a tracking device to safely guide directional drill equipment along a drill path;
133.25 and

133.26 (vi) avoidance and mitigation of safety hazards posed by underground utility installation
133.27 projects;

133.28 (2) demonstrate knowledge of the course material by successfully completing an
133.29 examination approved by the commissioner; and

133.30 (3) complete a four-hour refresher course within three years of completing the original
133.31 course and every three years thereafter in order to maintain certification.

(b) The commissioner must develop an approval process for training providers under this subdivision and may suspend or revoke the approval of any training provider that fails to demonstrate consistent delivery of approved curriculum or success in preparing participants to complete the examination.

(c) An approved training provider may apply for approval of classroom instruction course material delivered up to two years prior to becoming an approved training provider and before January 1, 2026, as being equivalent or substantially equivalent to classroom instruction course material that is contained in the approved program. An application must provide a copy of all written materials used for the training for which equivalent credit is sought, the specific subjects covered in the training, the name and qualifications of the training provider, a description of the delivery method for the training, and the date of the training. Once approved, a training provider may grant full or partial retroactive credit for completion of classroom instruction training delivered prior to the commissioner's decision to approve a program. A person granted retroactive credit must successfully complete the examination that the training provider is approved to administer in order to be certified as a safety-qualified underground telecommunications installer.

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

APPENDIX
Article locations for S1832-2

ARTICLE 1 APPROPRIATIONS; JOBS..... Page.Ln 1.29

ARTICLE 2 APPROPRIATIONS; LABOR..... Page.Ln 46.16

ARTICLE 3 EMPLOYMENT AND ECONOMIC DEVELOPMENT POLICY..... Page.Ln 54.1

ARTICLE 4 EXPLORE MINNESOTA..... Page.Ln 85.15

ARTICLE 5 DEED CANNABIS PROGRAMS..... Page.Ln 89.1

ARTICLE 6 PROMISE ACT MODIFICATIONS..... Page.Ln 90.25

 EMPLOYMENT AND ECONOMIC DEVELOPMENT

ARTICLE 7 MISCELLANEOUS..... Page.Ln 94.10

ARTICLE 8 DEPARTMENT OF LABOR AND INDUSTRY POLICY..... Page.Ln 98.26

ARTICLE 9 LABOR AND INDUSTRY - MISCELLANEOUS..... Page.Ln 130.4

ARTICLE 10 UNDERGROUND TELECOMMUNICATIONS INSTALLERS..... Page.Ln 132.17

APPENDIX
Repealed Minnesota Session Laws: S1832-2

Laws 2024, chapter 120, article 1, section 13

Sec. 13. **JOB CREATION FUND; TRANSFER OUT.**

\$3,000,000 in fiscal year 2025 is transferred from the job creation fund under Minnesota Statutes, section 116J.8748, to the general fund. This is a onetime transfer.