SF1858 REVISOR SGS S1858-1 1st Engrossment

## SENATE STATE OF MINNESOTA NINETY-FOURTH SESSION

S.F. No. 1858

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DATE
02/24/2025
490 Introduction and first reading
Referred to Health and Human Services
03/06/2025
644a Comm report: To pass as amended and re-refer to State and Local Government
675 Authors added Port; Boldon
03/20/2025
893 Comm report: To pass and re-referred to Health and Human Services
See First Special Session, HF2

relating to health; transferring the healthy eating, here at home program to the 1 2 Department of Health; establishing the fresh bucks pilot program; requiring a 1.3 report; appropriating money; amending Minnesota Statutes 2024, section 138.912, 1.4 subdivisions 1, 2, 3, 4, 6; repealing Minnesota Statutes 2024, section 138.912, 1.5 subdivision 7. 1.6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: 1.7 Section 1. Minnesota Statutes 2024, section 138.912, subdivision 1, is amended to read: 1.8 Subdivision 1. Establishment. The healthy eating, here at home program is established 1.9 to provide incentives for low-income Minnesotans to use federal Supplemental Nutrition 1.10 Assistance Program (SNAP) or SUN bucks (Summer EBT) benefits for healthy purchases 1.11 at Minnesota-based farmers' markets, mobile markets, and direct-farmer sales, including 1.12 community-supported agriculture shares. 1.13

A bill for an act

Subd. 2. **Definitions.** (a) The definitions in this subdivision apply to this section.

Sec. 2. Minnesota Statutes 2024, section 138.912, subdivision 2, is amended to read:

- 1.16 (b) "Healthy eating, here at home" means a program administered by the Minnesota

  1.17 Humanities Center Department of Health to provide incentives for low-income Minnesotans

  1.18 to use SNAP or SUN bucks (Summer EBT) benefits for healthy purchases at Minnesota-based

  1.19 farmers' markets.
- 1.20 (c) "Healthy purchases" means SNAP-eligible foods.

Sec. 2. 1

(d) "Minnesota-based farmers' market" means a physical market as defined in section 28A.151, subdivision 1, paragraph (b), and also includes mobile markets and direct-farmer sales, including through a community-supported agriculture model.

(e) "Voucher" means a physical or electronic credit.

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- (f) "Eligible household" means an individual or family that is determined to be a recipientof SNAP or SUN bucks (Summer EBT).
- Sec. 3. Minnesota Statutes 2024, section 138.912, subdivision 3, is amended to read:
  - Subd. 3. **Grants.** The <u>Minnesota Humanities Center commissioner</u> shall allocate grant funds to nonprofit organizations that work with Minnesota-based farmers' markets to provide up to \$10 vouchers to SNAP or SUN bucks (Summer EBT) participants who use electronic benefits transfer (EBT) cards for healthy purchases. Funds may also be provided for vouchers distributed through nonprofit organizations engaged in healthy cooking and food education outreach to eligible households for use at farmers' markets. Funds appropriated under this section may not be used for healthy cooking classes or food education outreach. When awarding grants, the <u>Minnesota Humanities Center commissioner</u> must consider how the nonprofit organizations will achieve geographic balance, including specific efforts to reach eligible households across the state, and the organizations' capacity to manage the programming and outreach.
- Sec. 4. Minnesota Statutes 2024, section 138.912, subdivision 4, is amended to read:
- Subd. 4. **Household eligibility; participation.** To be eligible for a healthy eating, here at home voucher, an eligible household must meet the Minnesota SNAP or SUN bucks

  (Summer EBT) eligibility requirements under section 142F.10.
- Sec. 5. Minnesota Statutes 2024, section 138.912, subdivision 6, is amended to read:
  - Subd. 6. **Program reporting.** The nonprofit organizations that receive grant funds must report annually to the Minnesota Humanities Center commissioner with information regarding the operation of the program, including the number of vouchers issued and the number of people served. To the extent practicable, the nonprofit organizations must report on the usage of the vouchers and evaluate the program's effectiveness.

Sec. 5. 2

3.1	Sec. 6. FRESH BUCKS PILOT PROGRAM.
3.2	Subdivision 1. <b>Establishment.</b> (a) The fresh bucks pilot program is established by the
3.3	commissioner to help Minnesotans participating in SNAP or SUN bucks (Summer EBT)
3.4	purchase fresh produce from retailers to support a more nutritious diet.
3.5	(b) Under this program, eligible households may use EBT cards at SNAP retailers to
3.6	receive a dollar-for-dollar match on the purchase of produce up to a \$20 match per day per
3.7	eligible household, with a monthly limit of \$80 per eligible household. This program is
3.8	available until the appropriation is expended.
3.9	Subd. 2. <b>Definitions.</b> (a) For purposes of this section, the terms in this subdivision have
3.10	the meanings given.
3.11	(b) "Commissioner" means the commissioner of the Department of Health.
3.12	(c) "Eligible household" means an individual or family that is determined to be a recipient
3.13	of SNAP or SUN bucks (Summer EBT).
3.14	(d) "Nonprofit organization" means a nonprofit organization chosen by the department
3.15	to assist with the administration of the fresh bucks pilot program.
3.16	(e) "Produce" means fresh whole or cut fruits, vegetables, and herbs without added
3.17	sugars, fats, oils, or salt.
3.18	(f) "Program" means the fresh bucks pilot program.
3.19	(g) "SNAP retailer" means grocery stores, small food retailers, gas stations, and other
3.20	entities that have been selected to participate in the program.
3.21	Subd. 3. Program administration. The nonprofit organization, under the review and
3.22	guidance of the commissioner, shall implement the program by:
3.23	(1) developing and issuing program guidelines;
3.24	(2) creating a process for selecting SNAP retailers using the criteria in subdivision 4;
3.25	(3) reviewing and accepting applications for the program;
3.26	(4) establishing monitoring and accountability mechanisms to ensure the funds from the

Sec. 6. 3

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program are used to support the purposes of the program;

(5) establishing a system for reimbursing SNAP retailers in a timely manner, considering

any specific needs or circumstances of the SNAP retailer based on size or other factors;

(6) regularly monitoring the balance of the program funds to ensure that n	o SNAP retailer
reimbursements combined with any other program-related expenses exceed	d the amount
appropriated for the program; and	
(7) establishing additional guidelines to implement the program as the	nonprofit
organization deems reasonable.	
Subd. 4. SNAP retailer selection criteria. (a) To be eligible to participate	e in the program,
SNAP retailers must meet the following minimum criteria:	
(1) accept expenditures of benefits provided by SNAP in accordance wi	th United States
Code, title 7, section 2011, and SUN bucks (Summer EBT);	
(2) be in good standing with SNAP and SUN bucks (Summer EBT);	
(3) demonstrate the capacity to successfully implement the program;	
(4) commit to begin offering the program to eligible households no late	er than 90 days
from the date the retailer receives notice of approval to participate in the pr	rogram;
(5) agree to comply with all data collection and reporting requirements	established by
the commissioner or state agency;	
(6) agree to cooperate with efforts to market the program; and	
(7) agree to cooperate with any audit or investigation to protect against	the fraudulent
use of funds under this section that is conducted by a nonprofit organization	or state agency.
(b) The commissioner and nonprofit organization shall consider the following	lowing criteria:
(1) the geographic diversity of the participating SNAP retailer and its part	icipating stores;
(2) a demonstrated commitment to carrying locally grown food, when p	possible; and
(3) any other criteria that the commissioner or nonprofit organization d	etermines
necessary and consistent with the purposes of this section.	
Subd. 5. Report. By, the commissioner, in collaboration with the	nonprofit
organization and any other contracted entity, shall submit a report to the cha	airs and ranking
minority members of the legislative committees with jurisdiction over health	h containing the
following information:	
(1) the number of retailers participating and the retailers' geographic dis	stribution;
(2) the demographics of the areas and individuals served;	
(3) the costs associated with the program; and	

Sec. 6. 4

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5.1	(4) any other	information the co	ommissioner det	ermines useful or releva	nt to understanding
5.2	the reach and e	ffectiveness of the	program.		
5.3	<u>EFFECTIV</u>	E DATE. This se	ection is effective	e the day following fin	nal enactment.
5.4	Sec. 7. <b>APPR</b>	OPRIATIONS;	HEALTHY EA	TING, HERE AT HO	OME; FRESH
5.5	<b>BUCKS PILO</b>	T PROGRAM.			
5.6	(a) \$500,000	) in fiscal year 202	26 and \$500,000	in fiscal year 2027 are	appropriated from
5.7	the general fund	l to the commission	ner of health for	the healthy eating, her	e at home program
5.8	under section 1	<u>-</u>			
5.9	(b) \$1,000,0	000 in fiscal year 2	2026 and \$1,000	,000 in fiscal year 202	7 are appropriated
5.10	from the genera	l fund to the comm	nissioner of heal	th for the fresh bucks p	ilot program under
5.11	section 6. This	is a onetime appro	opriation and is	available until January	1, 2028.
5.12	Sec. 8. <u>TRAN</u>	ISFER OF PRO	GRAM.		
5.13	The healthy	eating, here at hor	ne program is tr	ansferred from the Min	nesota Humanities
5.14	Center to the D	epartment of Heal	th on July 1, 202	25. The provisions of N	Minnesota Statutes,
5.15	section 15.039,	apply to this trans	sfer.		
5.16	Sec. 9. <u><b>REVI</b></u>	SOR INSTRUCT	ΓΙΟΝ.		
5.17	The revisor	of statutes shall re	enumber Minnes	sota Statutes, section 13	38.912, as section
5.18	144.0554. The 1	evisor shall make	any cross-refere	ence changes necessary	resulting from the
5.19	renumbering of	the healthy eating	g, here at home	orogram.	

Minnesota Statutes 2024, section 138.912, subdivision 7, is repealed.

Sec. 10. 5

Sec. 10. **REPEALER.** 

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## APPENDIX Repealed Minnesota Statutes: S1858-1

## 138.912 HEALTHY EATING, HERE AT HOME.

Subd. 7. **Grocery inclusion.** The commissioner of children, youth, and families must submit a waiver request to the federal United States Department of Agriculture seeking approval for the inclusion of Minnesota grocery stores in this program so that SNAP participants may use the vouchers for healthy produce at grocery stores. Grocery store participation is voluntary and a grocery store's associated administrative costs will not be reimbursed.