

SENATE
STATE OF MINNESOTA
NINETY-FOURTH SESSION

S.F. No. 4874

(SENATE AUTHORS: GUSTAFSON and Drazkowski)

DATE	D-PG	OFFICIAL STATUS
03/26/2026	7092	Introduction and first reading Referred to State and Local Government
04/07/2026		Comm report: To pass as amended Second reading Author added Drazkowski

1.1 A bill for an act

1.2 relating to state government; precluding state contracts with person or business

1.3 convicted of fraud; proposing coding for new law in Minnesota Statutes, chapter

1.4 16C.

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

1.6 Section 1. 16C.0535] CONTRACTS PROHIBITED WITH VENDORS WHO HAVE

1.7 COMMITTED FRAUD.

1.8 Subdivision 1. Contract prohibited. A state agency must not enter into a contract to

1.9 procure goods or services with a company owned by a person that has been:

1.10 (1) convicted of theft in violation of section 609.52, perjury in violation of section 609.48,

1.11 or aggravated forgery or forgery in violation of sections 609.625 and 609.63, or convicted

1.12 under substantially similar federal laws; or

1.13 (2) held liable for making false claims against the state under chapter 15C or held liable

1.14 for making false claims against the United States under substantially similar federal laws.

1.15 Subd. 2. Ownership. For purposes of this section, a person who owns the company is:

1.16 (1) for a sole proprietorship, the sole proprietor;

1.17 (2) for a business partnership, any one of the partners with an ownership interest in the

1.18 company; or

1.19 (3) for a corporation, any one of the persons with an ownership interest in the company.