

State of Minnesota

H. F. No. **2040**

2.1 payable in 2025; 50 percent for aids payable in 2026; 60 percent for aids payable in 2027;  
2.2 and 70 percent for aids payable in 2028 and later.

2.3 (c) By February 1, 2023, and annually thereafter, the city must file a certification with  
2.4 the state auditor stating whether the city has complied with the requirements of paragraph  
2.5 (a) in the previous aids payable year. The certification must indicate the city's actual aid  
2.6 dedication for the dedicated uses under this subdivision. The state auditor shall determine  
2.7 the form and manner of the certification. By March 15, 2023, and annually thereafter, the  
2.8 state auditor must certify to the commissioner of revenue whether a city required to file a  
2.9 certification under this paragraph has complied with the requirements of paragraph (a).

2.10 (d) If a city fails to meet the requirements of paragraph (a), the commissioner must  
2.11 reduce that city's aid distribution under subdivision 9 calculated for the payable year  
2.12 following the date of the required certification. The reduction must be equal to the greater  
2.13 of zero or (1) the required aid dedication for the second previous aids payable year according  
2.14 to paragraph (b) minus (2) the city's actual aid dedication for the second previous aids  
2.15 payable year. Any aid reductions under this subdivision must cancel to the general fund and  
2.16 not be reallocated among other cities.