

**SENATE**  
**STATE OF MINNESOTA**  
**EIGHTY-SEVENTH LEGISLATURE**      **S.F. No. 506**

(SENATE AUTHORS: ORTMAN, Limmer and Marty)

DATE	D-PG	OFFICIAL STATUS
02/28/2011	309	Introduction and first reading Referred to Judiciary and Public Safety
04/18/2011	1374a 1393	Comm report: To pass as amended and re-refer to Finance Author added Marty
05/09/2011	1797 1846	Comm report: To pass Second reading
05/14/2011	2047a	General Orders: To pass as amended
05/16/2011	2083	Calendar: Third reading Passed
04/23/2012	6001 6001 6101	Returned from House with amendment Senate not concur, conference committee of 3 requested Senate conferees Ortman; Limmer; Metzen
04/24/2012	6197	House conferees Shimanski; Mazorol; Kath
05/03/2012		Conference committee report Senate adopted CC report and repassed bill Third reading

A bill for an act

relating to courts; increasing conciliation court civil claim limit; appropriating money; amending Minnesota Statutes 2010, section 491A.01, subdivision 3.

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

Section 1. Minnesota Statutes 2010, section 491A.01, subdivision 3, is amended to read:

Subd. 3. **Jurisdiction; general.** (a) Except as provided in subdivisions 4 and 5, the conciliation court has jurisdiction to hear, conciliate, try, and determine civil claims if the amount of money or property that is the subject matter of the claim does not exceed: ~~(1) \$7,500; (2) \$4,000; (1) \$20,000; (2) subject to clause (3), \$10,000~~ if the claim involves a consumer credit transaction; ~~or (3) \$15,000, if the claim involves money or personal property subject to forfeiture under section 609.5311, 609.5312, 609.5314, or 609.5318; or (3) \$4,000 if the claim involves a consumer credit transaction and the claim is brought by a person who purchased the debt instrument or account and who is not the original creditor.~~

"Consumer credit transaction" means a sale of personal property, or a loan arranged to facilitate the purchase of personal property, in which:

(1) credit is granted by a seller or a lender who regularly engages as a seller or lender in credit transactions of the same kind;

(2) the buyer is a natural person;

(3) the claimant is the seller or lender in the transaction; and

(4) the personal property is purchased primarily for a personal, family, or household purpose and not for a commercial, agricultural, or business purpose.

(b) Except as otherwise provided in this subdivision and subdivisions 5 to 10, the territorial jurisdiction of conciliation court is coextensive with the county in which the

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2.1 court is established. The summons in a conciliation court action under subdivisions 6 to  
2.2 10 may be served anywhere in the state, and the summons in a conciliation court action  
2.3 under subdivision 7, paragraph (b), may be served outside the state in the manner provided  
2.4 by law. The court administrator shall serve the summons in a conciliation court action  
2.5 by first class mail, except that if the amount of money or property that is the subject of  
2.6 the claim exceeds \$2,500, the summons must be served by the plaintiff by certified mail,  
2.7 and service on nonresident defendants must be made in accordance with applicable law  
2.8 or rule. Subpoenas to secure the attendance of nonparty witnesses and the production of  
2.9 documents at trial may be served anywhere within the state in the manner provided by law.

2.10 When a court administrator is required to summon the defendant by certified mail  
2.11 under this paragraph, the summons may be made by personal service in the manner  
2.12 provided in the Rules of Civil Procedure for personal service of a summons of the district  
2.13 court as an alternative to service by certified mail.

2.14 **EFFECTIVE DATE.** This section is effective July 1, 2011, and applies to claims  
2.15 filed on or after that date.

2.16 Sec. 2. **APPROPRIATION.**

2.17 \$158,000 is appropriated for the fiscal year ending June 30, 2012, and \$158,000 is  
2.18 appropriated for the fiscal year ending June 30, 2013, from the general fund to the district  
2.19 courts for general operations.