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State of Minnesota  
**HOUSE OF REPRESENTATIVES**

EIGHTY-NINTH SESSION

**H. F. No. 3945**

04/18/2016 Authored by Runbeck, Rarick, Daniels and O'Driscoll

The bill was read for the first time and referred to the Committee on Government Operations and Elections Policy

1.1 A bill for an act  
1.2 relating to state government; requiring reporting on state grants to nonprofits;  
1.3 requiring reporting of information on nonprofits receiving state grants; proposing  
1.4 coding for new law in Minnesota Statutes, chapter 16A.

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

1.6 Section 1. **[16A.112] GRANTS TO NONPROFITS.**

1.7 When the governor submits a detailed operating budget for the biennium in each  
1.8 odd-numbered year, the commissioner of management and budget shall report to the  
1.9 chairs and ranking minority members of the house of representatives Ways and Means  
1.10 Committee and the senate Finance Committee on the total amount of state grants to  
1.11 nonprofit entities during the prior fiscal year and the total amount anticipated in the current  
1.12 fiscal year. The report must include:

1.13 (1) the name of each nonprofit receiving one or more state grants, the nonprofit's  
1.14 Web site URL, the state agencies through which grants were awarded, and a brief  
1.15 description of the purpose of the grants;

1.16 (2) the total amount of state grant dollars received by the nonprofit in the fiscal year  
1.17 ending the prior June 30 and the total amount of state funds anticipated to be received  
1.18 by the nonprofit in the current fiscal year;

1.19 (3) for each nonprofit, the percent of total revenue represented by donations from  
1.20 nonstate funds;

1.21 (4) for each nonprofit, the percent of total revenue distributed for administrative  
1.22 purposes and the percent of total revenue directed to fulfilling the purpose of the nonprofit;  
1.23 and

- 2.1 (5) for each nonprofit, the amount of revenue that was taxable, including revenue  
2.2 from investment income and revenue taxable because of political expenditures.
- 2.3 As a condition of receiving a state grant, a nonprofit must agree to provide the commissioner  
2.4 with information necessary for the commissioner to report on items in clauses (3) to (5).