

1.1 moves to amend H.F. No. 9 as follows:

1.2 Page 5, after line 3, insert:

1.3 "Sec. Minnesota Statutes 2020, section 116J.8737, subdivision 12, is amended to read:

1.4 Subd. 12. **Sunset.** This section expires for taxable years beginning after December 31,
1.5 ~~2021~~ 2022, except that reporting requirements under subdivision 6 and revocation of credits
1.6 under subdivision 7 remain in effect through ~~2023~~ 2024 for qualified investors and qualified
1.7 funds, and through ~~2025~~ 2026 for qualified small businesses, reporting requirements under
1.8 subdivision 9 remain in effect through ~~2021~~ 2022, and the appropriation in subdivision 11
1.9 remains in effect through ~~2025~~ 2026.

1.10 **EFFECTIVE DATE.** This section is effective the day following final enactment."

1.11 Page 5, line 24, delete "and all promotional trailers worldwide"

1.12 Page 6, line 1, delete "sections" and insert "section" and delete "and" and insert "or"

1.13 Page 9, line 20, before the period, insert "as enacted or amended through March 31,
1.14 2021"

1.15 Page 10, delete subdivision 6

1.16 Page 12, line 20, delete "transferee" and insert "assignee" and delete "a transferee's" and
1.17 insert "an assignee's"

1.18 Page 12, line 22, delete "transferor" and insert "assignor"

1.19 Page 16, line 13, delete "fund" and insert "account" and delete "fund" and insert
1.20 "account" and delete "fund" and insert "account"

1.21 Page 16, line 20, delete "and" and insert "or"

1.22 Page 16, lines 21, 22, and 30, delete "fund" and insert "account"

- 2.1 Page 17, lines 13, 18, and 25, delete "fund" and insert "account"
- 2.2 Page 18, line 2, delete "fund" and insert "account"
- 2.3 Page 19, line 18, after "after" insert "and for premiums received after"
- 2.4 Page 19, line 19, before the period, insert ", and before January 1, 2029"
- 2.5 Page 19, line 22, delete "Fund" and insert "Account" and delete "fund" and insert
- 2.6 "account"
- 2.7 Page 19, line 23, delete the second "fund" and insert "account"
- 2.8 Page 19, lines 24 and 26, delete "fund" and insert "account"
- 2.9 Page 20, line 6, after "(1)" insert "at least"
- 2.10 Page 20, line 9, after "(2)" insert "at least"
- 2.11 Page 20, line 13, after "(3)" insert "at least"
- 2.12 Page 20, lines 21 and 27, delete "fund" and insert "account"
- 2.13 Page 21, lines 1, 5, 7, and 12, delete "fund" and insert "account"
- 2.14 Page 22, line 3, delete "fund" and insert "account"
- 2.15 Page 40, after line 2, insert:

2.16 "Sec. Minnesota Statutes 2020, section 289A.08, subdivision 7, is amended to read:

2.17 Subd. 7. **Composite income tax returns for nonresident partners, shareholders, and**

2.18 **beneficiaries.** (a) The commissioner may allow a partnership with nonresident partners to

2.19 file a composite return and to pay the tax on behalf of nonresident partners who have no

2.20 other Minnesota source income. This composite return must include the names, addresses,

2.21 Social Security numbers, income allocation, and tax liability for the nonresident partners

2.22 electing to be covered by the composite return.

2.23 (b) The computation of a partner's tax liability must be determined by multiplying the

2.24 income allocated to that partner by the highest rate used to determine the tax liability for

2.25 individuals under section 290.06, subdivision 2c. Nonbusiness deductions, standard

2.26 deductions, or personal exemptions are not allowed.

2.27 (c) The partnership must submit a request to use this composite return filing method for

2.28 nonresident partners. The requesting partnership must file a composite return in the form

2.29 prescribed by the commissioner of revenue. The filing of a composite return is considered

2.30 a request to use the composite return filing method.

3.1 (d) The electing partner must not have any Minnesota source income other than the
3.2 income from the partnership, ~~and~~ other electing partnerships, and other qualifying entities
3.3 electing to file and pay the pass-through entity tax under subdivision 7a. If it is determined
3.4 that the electing partner has other Minnesota source income, the inclusion of the income
3.5 and tax liability for that partner under this provision will not constitute a return to satisfy
3.6 the requirements of subdivision 1. The tax paid for the individual as part of the composite
3.7 return is allowed as a payment of the tax by the individual on the date on which the composite
3.8 return payment was made. If the electing nonresident partner has no other Minnesota source
3.9 income, filing of the composite return is a return for purposes of subdivision 1.

3.10 (e) This subdivision does not negate the requirement that an individual pay estimated
3.11 tax if the individual's liability would exceed the requirements set forth in section 289A.25.
3.12 The individual's liability to pay estimated tax is, however, satisfied when the partnership
3.13 pays composite estimated tax in the manner prescribed in section 289A.25.

3.14 (f) If an electing partner's share of the partnership's gross income from Minnesota sources
3.15 is less than the filing requirements for a nonresident under this subdivision, the tax liability
3.16 is zero. However, a statement showing the partner's share of gross income must be included
3.17 as part of the composite return.

3.18 (g) The election provided in this subdivision is only available to a partner who has no
3.19 other Minnesota source income and who is either (1) a full-year nonresident individual or
3.20 (2) a trust or estate that does not claim a deduction under either section 651 or 661 of the
3.21 Internal Revenue Code.

3.22 (h) A corporation defined in section 290.9725 and its nonresident shareholders may
3.23 make an election under this paragraph. The provisions covering the partnership apply to
3.24 the corporation and the provisions applying to the partner apply to the shareholder.

3.25 (i) Estates and trusts distributing current income only and the nonresident individual
3.26 beneficiaries of the estates or trusts may make an election under this paragraph. The
3.27 provisions covering the partnership apply to the estate or trust. The provisions applying to
3.28 the partner apply to the beneficiary.

3.29 (j) For the purposes of this subdivision, "income" means the partner's share of federal
3.30 adjusted gross income from the partnership modified by the additions provided in section
3.31 290.0131, subdivisions 8 to 10 and 16, and the subtractions provided in: (1) section 290.0132,
3.32 subdivision 9, to the extent the amount is assignable or allocable to Minnesota under section
3.33 290.17; and (2) section 290.0132, subdivision 14. The subtraction allowed under section

4.1 290.0132, subdivision 9, is only allowed on the composite tax computation to the extent
4.2 the electing partner would have been allowed the subtraction.

4.3 **EFFECTIVE DATE.** This section is effective for taxable years beginning after December
4.4 31, 2020."

4.5 Page 42, line 2, delete "and" and insert a comma and after "entities" insert ", and other
4.6 partnerships electing to file a composite return under subdivision 7"

4.7 Page 52, delete lines 21 and 22 and insert:

4.8 "(e) For the purposes of paragraph (b), "vendor of construction materials" means a retailer
4.9 that sells any of the following construction materials, if 50 percent or more of the retailer's
4.10 sales revenue for the fiscal year ending June 30 is from the sale of those materials:"

4.11 Page 53, after line 15, insert:

4.12 "Sec. Minnesota Statutes 2020, section 297A.67, is amended by adding a subdivision
4.13 to read:

4.14 Subd. 38. **Season ticket purchasing rights to collegiate events.** The sale of a right to
4.15 purchase the privilege of admission to a college or university athletic event in a preferred
4.16 viewing location for a season of a particular athletic event is exempt provided that:

4.17 (1) the consideration paid for the right to purchase is used entirely to support student
4.18 scholarships, wellness, and academic costs;

4.19 (2) the consideration paid for the right to purchase is separately stated from the admission
4.20 price; and

4.21 (3) the admission price is equal to or greater than the highest priced general admission
4.22 ticket for the closest seat not in the preferred viewing location.

4.23 **EFFECTIVE DATE.** This section is effective retroactively for sales and purchases
4.24 made after June 30, 2021."

4.25 Page 54, after line 27, insert:

4.26 "Sec. Minnesota Statutes 2020, section 297A.71, is amended by adding a subdivision
4.27 to read:

4.28 Subd. 53. **Public safety facilities.** (a) Materials and supplies used or consumed in and
4.29 equipment incorporated into the construction, remodeling, expansion, or improvement of

5.1 a fire station or police station, including related facilities, owned and operated by a local
5.2 government, as defined in section 297A.70, subdivision 2, paragraph (d), are exempt.

5.3 (b) For purposes of this subdivision, "related facilities" includes access roads, lighting,
5.4 sidewalks, and utility components on or adjacent to the property on which the fire station
5.5 or police station is located that are necessary for safe access to and use of those buildings.

5.6 (c) The tax must be imposed and collected as if the rate under section 297A.62,
5.7 subdivision 1, applied and then refunded in the manner provided in section 297A.75.

5.8 **EFFECTIVE DATE.** This section is effective retroactively for sales and purchases
5.9 made after June 30, 2021.

5.10 Sec. Minnesota Statutes 2020, section 297A.75, subdivision 1, is amended to read:

5.11 Subdivision 1. **Tax collected.** The tax on the gross receipts from the sale of the following
5.12 exempt items must be imposed and collected as if the sale were taxable and the rate under
5.13 section 297A.62, subdivision 1, applied. The exempt items include:

5.14 (1) building materials for an agricultural processing facility exempt under section
5.15 297A.71, subdivision 13;

5.16 (2) building materials for mineral production facilities exempt under section 297A.71,
5.17 subdivision 14;

5.18 (3) building materials for correctional facilities under section 297A.71, subdivision 3;

5.19 (4) building materials used in a residence for veterans with a disability exempt under
5.20 section 297A.71, subdivision 11;

5.21 (5) elevators and building materials exempt under section 297A.71, subdivision 12;

5.22 (6) materials and supplies for qualified low-income housing under section 297A.71,
5.23 subdivision 23;

5.24 (7) materials, supplies, and equipment for municipal electric utility facilities under
5.25 section 297A.71, subdivision 35;

5.26 (8) equipment and materials used for the generation, transmission, and distribution of
5.27 electrical energy and an aerial camera package exempt under section 297A.68, subdivision
5.28 37;

5.29 (9) commuter rail vehicle and repair parts under section 297A.70, subdivision 3, paragraph
5.30 (a), clause (10);

6.1 (10) materials, supplies, and equipment for construction or improvement of projects and
6.2 facilities under section 297A.71, subdivision 40;

6.3 (11) materials, supplies, and equipment for construction, improvement, or expansion of
6.4 a biopharmaceutical manufacturing facility exempt under section 297A.71, subdivision 45;

6.5 (12) enterprise information technology equipment and computer software for use in a
6.6 qualified data center exempt under section 297A.68, subdivision 42;

6.7 (13) materials, supplies, and equipment for qualifying capital projects under section
6.8 297A.71, subdivision 44, paragraph (a), clause (1), and paragraph (b);

6.9 (14) items purchased for use in providing critical access dental services exempt under
6.10 section 297A.70, subdivision 7, paragraph (c);

6.11 (15) items and services purchased under a business subsidy agreement for use or
6.12 consumption primarily in greater Minnesota exempt under section 297A.68, subdivision
6.13 44;

6.14 (16) building materials, equipment, and supplies for constructing or replacing real
6.15 property exempt under section 297A.71, subdivisions 49; 50, paragraph (b); and 51; ~~and~~

6.16 (17) building materials, equipment, and supplies for qualifying capital projects under
6.17 section 297A.71, subdivision 52; and

6.18 (18) building materials, equipment, and supplies for constructing, remodeling, expanding,
6.19 or improving a fire station, police station, or related facilities exempt under section 297A.71,
6.20 subdivision 53.

6.21 **EFFECTIVE DATE.** This section is effective retroactively for sales and purchases
6.22 made after June 30, 2021.

6.23 Sec. Minnesota Statutes 2020, section 297A.75, subdivision 2, is amended to read:

6.24 Subd. 2. **Refund; eligible persons.** Upon application on forms prescribed by the
6.25 commissioner, a refund equal to the tax paid on the gross receipts of the exempt items must
6.26 be paid to the applicant. Only the following persons may apply for the refund:

6.27 (1) for subdivision 1, clauses (1), (2), and (14), the applicant must be the purchaser;

6.28 (2) for subdivision 1, clause (3), the applicant must be the governmental subdivision;

6.29 (3) for subdivision 1, clause (4), the applicant must be the recipient of the benefits
6.30 provided in United States Code, title 38, chapter 21;

7.1 (4) for subdivision 1, clause (5), the applicant must be the owner of the homestead
7.2 property;

7.3 (5) for subdivision 1, clause (6), the owner of the qualified low-income housing project;

7.4 (6) for subdivision 1, clause (7), the applicant must be a municipal electric utility or a
7.5 joint venture of municipal electric utilities;

7.6 (7) for subdivision 1, clauses (8), (11), (12), and (15), the owner of the qualifying
7.7 business;

7.8 (8) for subdivision 1, clauses (9), (10), (13), ~~and (17)~~, and (18), the applicant must be
7.9 the governmental entity that owns or contracts for the project or facility; and

7.10 (9) for subdivision 1, clause (16), the applicant must be the owner or developer of the
7.11 building or project.

7.12 **EFFECTIVE DATE.** This section is effective retroactively for sales and purchases
7.13 made after June 30, 2021.

7.14 Sec. Minnesota Statutes 2020, section 297A.75, subdivision 3, is amended to read:

7.15 Subd. 3. **Application.** (a) The application must include sufficient information to permit
7.16 the commissioner to verify the tax paid. If the tax was paid by a contractor, subcontractor,
7.17 or builder, under subdivision 1, clauses (3) to (13) or (15) to ~~(17)~~ (18), the contractor,
7.18 subcontractor, or builder must furnish to the refund applicant a statement including the cost
7.19 of the exempt items and the taxes paid on the items unless otherwise specifically provided
7.20 by this subdivision. The provisions of sections 289A.40 and 289A.50 apply to refunds under
7.21 this section.

7.22 (b) An applicant may not file more than two applications per calendar year for refunds
7.23 for taxes paid on capital equipment exempt under section 297A.68, subdivision 5.

7.24 **EFFECTIVE DATE.** This section is effective retroactively for sales and purchases
7.25 made after June 30, 2021.

7.26 Sec. Laws 2017, First Special Session chapter 1, article 3, section 32, the effective
7.27 date, as amended by Laws 2019, First Special Session chapter 6, article 3, section 18, is
7.28 amended to read:

7.29 **EFFECTIVE DATE.** Paragraph (a) is effective retroactively for sales and purchases
7.30 made after September 30, 2016, and before ~~January~~ July 1, 2023. Paragraph (b) is effective

8.1 for sales and purchases made (1) after September 30, 2016, and before July 1, 2017; and
 8.2 (2) after December 31, 2018, and before July 1, 2019.

8.3 **EFFECTIVE DATE.** This section is effective the day following final enactment.

8.4 Sec. **PROPERTIES DESTROYED OR DAMAGED BY FIRE; CITY OF**
 8.5 **ALEXANDRIA.**

8.6 (a) The sale and purchase of the following items are exempt from sales and use tax
 8.7 imposed under Minnesota Statutes, chapter 297A, if the items are used to repair, replace,
 8.8 clean, or otherwise remediate damage to real and personal property damaged or destroyed
 8.9 in the February 25, 2020, fire in the city of Alexandria, if sales and purchases are made after
 8.10 February 24, 2020, and before February 28, 2023:

8.11 (1) building materials and supplies used or consumed in, and equipment incorporated
 8.12 into the construction, replacement, or repair of real property; and

8.13 (2) durable equipment used in a restaurant for food storage, preparation, and serving.

8.14 (b) Building cleaning and disinfecting services related to mitigating smoke damage to
 8.15 real property are exempt from sales and use tax imposed under Minnesota Statutes, chapter
 8.16 297A, if sales and purchases are made after February 24, 2020, and before January 1, 2021.

8.17 (c) For sales and purchases made after February 24, 2020, and before July 1, 2021, the
 8.18 tax must be imposed and collected as if the rate under Minnesota Statutes, section 297A.62,
 8.19 subdivision 1, applied and then refunded in the manner provided in Minnesota Statutes,
 8.20 section 297A.75. The amount required to pay the refunds under this section is appropriated
 8.21 from the general fund to the commissioner of revenue. Refunds for eligible purchases must
 8.22 not be issued until after June 30, 2021.

8.23 **EFFECTIVE DATE.** This section is effective the day following final enactment and
 8.24 applies retroactively to sales and purchases made after February 24, 2020."

8.25 Page 55, delete lines 8 to 25 and insert:

8.26 "Sec. 2. Minnesota Statutes 2020, section 297F.01, subdivision 22b, is amended to read:

8.27 Subd. 22b. **Nicotine solution products.** (a) "Nicotine solution products" means any
 8.28 cartridge, bottle, or other package that contains nicotine made or derived from tobacco, that
 8.29 is in a solution that is consumed, or meant to be consumed, through the use of a heating
 8.30 element, power source, electronic circuit, or other electronic, chemical, or mechanical means
 8.31 that produces vapor or aerosol. This paragraph expires December 31, 2019.

9.1 (b) Beginning January 1, 2020, "nicotine solution products" means any cartridge, bottle,
 9.2 or other package that contains nicotine, including nicotine made or derived from tobacco
 9.3 or sources other than tobacco, that is in a solution that is consumed, or meant to be consumed,
 9.4 through the use of a heating element, power source, electronic circuit, or other electronic,
 9.5 chemical, or mechanical means that produces vapor or aerosol.

9.6 (c) Nicotine solution products includes any electronic cigarette, electronic cigar, electronic
 9.7 cigarillo, electronic pipe, electronic nicotine delivery system, electronic vaping device,
 9.8 electronic vape pen, electronic oral device, electronic delivery device, or similar product
 9.9 or device, and any batteries, heating elements, or other components, parts, or accessories
 9.10 sold with and meant to be used in the consumption of a solution containing nicotine."

9.11 Page 95, line 1, delete "2022" and insert "2023"

9.12 Page 104, after line 31, insert:

9.13 "Sec. **REVIEW OF UTILITY AND PIPELINE VALUATION PROCESS.**

9.14 The commissioner of revenue shall initiate a review of the framework for valuations of
 9.15 property described in sections 273.33, 273.35, 273.36, and 273.37, including the methodology
 9.16 for valuations prescribed in Minnesota Rule 8100.

9.17 **EFFECTIVE DATE.** This section is effective the day following final enactment."

9.18 Page 105, after line 34, insert:

9.19 "Sec. Minnesota Statutes 2020, section 477A.17, is amended to read:

9.20 **477A.17 LAKE VERMILION-SOUDAN UNDERGROUND MINE STATE PARK;**
 9.21 **ANNUAL PAYMENTS.**

9.22 (a) Except as provided in paragraph (b), in lieu of the payment amount provided under
 9.23 section 477A.12, subdivision 1, clause (1), the county shall receive an annual payment for
 9.24 state-owned land within the boundary of Lake Vermilion-Soudan Underground Mine State
 9.25 Park, established in section 85.012, subdivision 38a, equal to 1.5 percent of the appraised
 9.26 value of the state-owned land.

9.27 ~~(b)~~ For the purposes of this ~~section~~ paragraph, the appraised value of the land acquired for
 9.28 Lake Vermilion-Soudan Underground Mine State Park for the first five years after acquisition
 9.29 shall be the purchase price of the land, plus the value of any portion of the land that is
 9.30 acquired by donation. Thereafter, the appraised value of the state-owned land shall be as
 9.31 determined under section 477A.12, subdivision 3, except that the appraised value of the

10.1 state-owned land within the park shall not be reduced below the 2010 appraised value of
10.2 the land.

10.3 ~~(e)~~ The annual payments under this ~~section~~ paragraph shall be distributed to the taxing
10.4 jurisdictions containing the property as follows: one-third to the school districts; one-third
10.5 to the town; and one-third to the county. The payment to school districts is not a county
10.6 apportionment under section 127A.34 and is not subject to aid recapture. Each of those
10.7 taxing jurisdictions may use the payments for their general purposes.

10.8 (b) Beginning with aids payable in 2022, for land within the boundary of Lake
10.9 Vermilion-Soudan Underground Mine State Park designated as the Granelda Unit under
10.10 section 85.012, subdivision 38a, the county shall receive an annual payment equal to 1.5
10.11 percent of the appraised value of all parcels comprising the Granelda Unit as determined
10.12 for assessment year 2021. In each subsequent year, the county shall receive an annual
10.13 payment equal to 1.5 percent of the appraised value of all parcels comprising the Granelda
10.14 Unit for the most recent assessment year except that the appraised value of the parcels shall
10.15 not be reduced below the assessment year 2021 appraised value of the parcels.

10.16 The annual payments under this paragraph shall be distributed to the taxing jurisdictions
10.17 containing the property as follows: one-third to the school districts; one-third to the town;
10.18 and one-third to the county, except that the annual payment distributed to the county on
10.19 behalf of unorganized Township 63, Range 17, shall be transferred by the county to the
10.20 governing body of the public safety facility located in Section 32 in Township 63, Range
10.21 17, to be used for ongoing operations and maintenance of the facility. The payment to school
10.22 districts is not a county apportionment under section 127A.34 and is not subject to aid
10.23 recapture. Unless otherwise noted, each of those taxing jurisdictions may use the payments
10.24 for their general purposes.

10.25 ~~(d)~~ (c) Except as provided in this section, the payments shall be made as provided in
10.26 sections 477A.11 to 477A.13.

10.27 **EFFECTIVE DATE.** This section is effective beginning with aids payable in 2022."

10.28 Page 108, after line 14, insert:

10.29 "Sec. **ADDITION TO STATE PARK.**

10.30 **[85.012] [Subd. 38a.] Lake Vermilion-Soudan Underground Mine State Park, St.**
10.31 **Louis County.** The following areas are added to Lake Vermilion-Soudan Underground
10.32 Mine State Park, St. Louis County, and are designated as the Granelda Unit:

11.1 (1) Lot 3 of Section 28 and Lot 5 of Section 29 in Township 63 North of Range 17, all
11.2 West of the 4th Principal Meridian, according to the United States Government Survey
11.3 thereof;

11.4 (2) the Northeast Quarter of the Southwest Quarter, the Northwest Quarter, the Southeast
11.5 Quarter of the Northeast Quarter, the Northeast Quarter of the Northeast Quarter, and Lots
11.6 numbered 1, 2, 3, and 4 of Section 29 in Township 63 North of Range 17, all West of the
11.7 4th Principal Meridian, according to the United States Government Survey thereof;

11.8 (3) Lots 1 and 2 of Section 32 in Township 63 North of Range 17, all West of the 4th
11.9 Principal Meridian, according to the United States Government Survey thereof; and

11.10 (4) Lot 4 of Section 23 in Township 63 North of Range 18, all West of the 4th Principal
11.11 Meridian, according to the United States Government Survey thereof.

11.12 **EFFECTIVE DATE.** This section is effective the day following final enactment."

11.13 Page 109, after line 7, insert:

11.14 "Sec. **LOCAL GOVERNMENT GRANTS.**

11.15 (a) \$29,354,688 in fiscal year 2022 only is appropriated from the general fund to the
11.16 commissioner of revenue for grants to counties identified in this section to pay a portion of
11.17 the refund to a taxpayer under Minnesota Statutes, chapter 271 or Minnesota Statutes, section
11.18 278.12, for a final judgment that is the result of an appeal filed by a fluid pipeline company
11.19 under Minnesota Statutes, section 273.372, based on assessment years 2012 through
11.20 assessment years 2018. These grants must be used by each county to pay refund amounts
11.21 owed by the county and other taxing districts within the county. The grants are exempt from
11.22 the requirements of Minnesota Statutes, section 16B.98, and must be paid to the counties
11.23 by August 15, 2021, and allocated as follows:

11.24 (1) \$91,781 to Aitkin County;

11.25 (2) \$2,225,319 to Beltrami County;

11.26 (3) \$2,573,615 to Carlton County;

11.27 (4) \$2,631,052 to Cass County;

11.28 (5) \$3,690,961 to Clearwater County;

11.29 (6) \$549,582 to Hubbard County;

11.30 (7) \$5,591,840 to Itasca County;

11.31 (8) \$1,189,765 to Kittson County;

12.1 (9) \$2,404,267 to Marshall County;

12.2 (10) \$2,551,225 to Pennington County;

12.3 (11) \$1,166,654 to Polk County;

12.4 (12) \$1,904,685 to Red Lake County; and

12.5 (13) \$2,783,942 to Saint Louis County.

12.6 (b) The appropriation under this section is onetime.

12.7 **EFFECTIVE DATE.** This section is effective the day following final enactment."

12.8 Page 117, line 25, after "2" insert "for projects approved by the voters as required under
12.9 Minnesota Statutes, section 297A.99, subdivision 3, paragraph (a)"

12.10 Page 118, delete section 8 and insert:

12.11 "Sec. 8. **CITY OF HERMANTOWN; TAXES AUTHORIZED.**

12.12 Subdivision 1. **Sales and use tax authorization.** Notwithstanding Minnesota Statutes,
12.13 section 297A.99, subdivision 1, or 477A.016, or any other law, ordinance, or city charter,
12.14 and if approved by the voters at a general election as required under Minnesota Statutes,
12.15 section 297A.99, subdivision 3, the city of Hermantown may impose by ordinance a sales
12.16 and use tax of one-half of one percent for the purposes specified in subdivision 2. Except
12.17 as otherwise provided in this section, the provisions of Minnesota Statutes, section 297A.99,
12.18 govern the imposition, administration, collection, and enforcement of the tax authorized
12.19 under this subdivision. The tax imposed under this subdivision is in addition to any local
12.20 sales and use tax imposed under any other special law.

12.21 Subd. 2. **Use of sales and use tax revenues.** The revenues derived from the tax authorized
12.22 under subdivision 1 must be used by the city of Hermantown to pay the costs of collecting
12.23 and administering the tax and paying for the following projects in the city related to a
12.24 Community Recreational Initiative, including securing and paying debt service on bonds
12.25 issued to finance all or part of the following projects:

12.26 (1) \$10,840,000 for an addition of a second ice sheet with locker rooms and other facilities
12.27 and upgrades to the Hermantown Hockey Arena;

12.28 (2) \$4,570,000 for construction of the Hermantown-Proctor trail running from the Essentia
12.29 Wellness Center to the border with Proctor and eventually connecting to the Munger Trail;
12.30 and

12.31 (3) \$3,900,000 for improvements and upgrades to Fichtner Park.

13.1 Subd. 3. **Bonding authority.** (a) The city of Hermantown may issue bonds under
13.2 Minnesota Statutes, chapter 475, to finance all or a portion of the costs of the facilities
13.3 authorized in subdivision 2 and approved by the voters as required under Minnesota Statutes,
13.4 section 297A.99, subdivision 3, paragraph (a). The aggregate principal amount of bonds
13.5 issued under this subdivision may not exceed:

13.6 (1) \$10,840,000 for the project listed in subdivision 2, clause (1), plus an amount to be
13.7 applied to the payment of the costs of issuing the bonds;

13.8 (2) \$4,570,000 for the project listed in subdivision 2, clause (2), plus an amount to be
13.9 applied to the payment of the costs of issuing the bonds; and

13.10 (3) \$3,900,000 for the project listed in subdivision 2, clause (3), plus an amount to be
13.11 applied to the payment of the costs of issuing the bonds.

13.12 The bonds may be paid from or secured by any funds available to the city of Hermantown,
13.13 including the tax authorized under subdivision 1. The issuance of bonds under this
13.14 subdivision is not subject to Minnesota Statutes, sections 275.60 and 275.61.

13.15 (b) The bonds are not included in computing any debt limitation applicable to the city
13.16 of Hermantown, and any levy of taxes under Minnesota Statutes, section 475.61, to pay
13.17 principal and interest on the bonds is not subject to any levy limitation. A separate election
13.18 to approve the bonds under Minnesota Statutes, section 475.58, is not required.

13.19 Subd. 4. **Termination of taxes.** Subject to Minnesota Statutes, section 297A.99,
13.20 subdivision 12, the tax imposed under subdivision 1 expires at the earlier of (1) 20 years
13.21 after being first imposed, or (2) when the city council determines that the amount received
13.22 from the tax is sufficient to pay for the project costs authorized under subdivision 2 for
13.23 projects approved by voters as required under Minnesota Statutes, section 297A.99,
13.24 subdivision 3, paragraph (a), plus an amount sufficient to pay the costs related to issuance
13.25 of any bonds authorized under subdivision 3, including interest on the bonds. Except as
13.26 otherwise provided in Minnesota Statutes, section 297A.99, subdivision 3, paragraph (f),
13.27 any funds remaining after payment of the allowed costs due to the timing of the termination
13.28 of the tax under Minnesota Statutes, section 297A.99, subdivision 12, shall be placed in the
13.29 general fund of the city. The tax imposed under subdivision 1 may expire at an earlier time
13.30 if the city so determines by ordinance.

13.31 **EFFECTIVE DATE.** This section is effective the day after the governing body of the
13.32 city of Hermantown and its chief clerical officer comply with Minnesota Statutes, section
13.33 645.021, subdivisions 2 and 3."

14.1 Page 141, line 18, delete "economic development authority" and insert "housing and
14.2 redevelopment authority"

14.3 Page 153, line 29, before "data" insert "summary"

14.4 Page 154, line 4, before the period, insert ", subdivision 2"

14.5 Page 155, after line 8, insert:

14.6 "Sec. **[10.65] GOVERNMENT-TO-GOVERNMENT RELATIONSHIP WITH**
14.7 **TRIBAL GOVERNMENTS.**

14.8 **Subdivision 1. Recognition of Tribal status and relationship with the state of**

14.9 **Minnesota.** (a) The state of Minnesota is home to 11 federally recognized Indian Tribes
14.10 with elected Tribal government officials. The state of Minnesota acknowledges and supports
14.11 the unique status of the Minnesota Tribes and their absolute right to existence,
14.12 self-governance, and self-determination.

14.13 (b) The United States and the state of Minnesota have a unique relationship with federally
14.14 recognized Indian Tribes, formed by the Constitution of the United States, treaties, statutes,
14.15 case law, and agreements.

14.16 (c) The state of Minnesota and the Minnesota Tribal governments significantly benefit
14.17 from working together, learning from one another, and partnering where possible.

14.18 (d) Timely and meaningful consultation between the state of Minnesota and Minnesota
14.19 Tribal governments will facilitate better understanding and informed decision-making by
14.20 allowing for communication on matters of mutual interest and help to establish mutually
14.21 respectful and beneficial relationships between the state and Minnesota Tribal governments.

14.22 **Subd. 2. Definitions.** (a) As used in this section, the following terms have the meanings
14.23 given:

14.24 (1) "agency" means the Department of Administration, Department of Agriculture,
14.25 Department of Commerce, Department of Corrections, Department of Education, Department
14.26 of Employment and Economic Development, Department of Health, Office of Higher
14.27 Education, Housing Finance Agency, Department of Human Rights, Department of Human
14.28 Services, Office of MN.IT Services, Department of Iron Range Resources and Rehabilitation,
14.29 Department of Labor and Industry, Minnesota Management and Budget, Bureau of Mediation
14.30 Services, Department of Military Affairs, Metropolitan Council, Department of Natural
14.31 Resources, Pollution Control Agency, Department of Public Safety, Department of Revenue,
14.32 Department of Transportation, Department of Veterans Affairs, Gambling Control Board,

15.1 Racing Commission, the Minnesota Lottery, the Animal Health Board, and the Board of
15.2 Water and Soil Resources;

15.3 (2) "consultation" means the direct and interactive involvement of the Minnesota Tribal
15.4 governments in the development of policy on matters that have Tribal implications.
15.5 Consultation is the proactive, affirmative process of identifying and seeking input from
15.6 appropriate Tribal governments and considering their interest as a necessary and integral
15.7 part of the decision-making process. This definition adds to statutorily mandated notification
15.8 procedures. During a consultation, the burden is on the agency to show that it has made a
15.9 good faith effort to elicit feedback. Consultation is a formal engagement between agency
15.10 officials and the governing body or bodies of an individual Minnesota Tribal government
15.11 that the agency or an individual Tribal government may initiate. Formal meetings or
15.12 communication between top agency officials and the governing body of a Minnesota Tribal
15.13 government is a necessary element of consultation;

15.14 (3) "matters that have Tribal implications" means rules, legislative proposals, policy
15.15 statements, or other actions that have substantial direct effects on one or more Minnesota
15.16 Tribal government, or on the distribution of power and responsibilities between the state
15.17 and Minnesota Tribal governments;

15.18 (4) "Minnesota Tribal governments" means the federally recognized Indian Tribes located
15.19 in Minnesota including: Bois Forte Band; Fond Du Lac Band; Grand Portage Band; Leech
15.20 Lake Band; Mille Lacs Band; White Earth Band; Red Lake Nation; Lower Sioux Indian
15.21 Community; Prairie Island Indian Community; Shakopee Mdewakanton Sioux Community;
15.22 and Upper Sioux Community; and

15.23 (5) "timely and meaningful" means done or occurring at a favorable or useful time that
15.24 allows the result of consultation to be included in the agency's decision-making process for
15.25 a matter that has Tribal implications.

15.26 Subd. 3. **Consultation duties.** (a) An agency must recognize the unique legal relationship
15.27 between the state of Minnesota and the Minnesota Tribal governments, respect the
15.28 fundamental principles that establish and maintain this relationship, and accord Tribal
15.29 governments the same respect accorded to other governments.

15.30 (b) An agency must, in consultation with Minnesota Tribal governments, implement
15.31 Tribal consultation policies to comply with this section and guide their work with Minnesota
15.32 Tribal governments, and must submit these policies to the governor and lieutenant governor.
15.33 Tribal consultation policies should address the communication protocols for each Minnesota
15.34 Tribal government, which should be developed in coordination with representatives of each

16.1 Minnesota Tribal government. An agency must update the Tribal consultation policies as
16.2 often as required in order to facilitate timely and meaningful consultation, but no less than
16.3 biannually.

16.4 (c) Consultation under this section is a duty of an agency to consult with the governing
16.5 body or bodies of each individual Minnesota Tribal government. Coordination with groups
16.6 or entities that have representation on some or all of the governing bodies of the Minnesota
16.7 Tribal governments, such as the Minnesota Indian Affairs Council or the Minnesota
16.8 Chippewa Tribe, is encouraged but does not satisfy an agency's duty to consult with
16.9 individual Minnesota Tribal governments on matters that have Tribal implications. If a
16.10 matter has implications for one Minnesota Tribal government, but not others, the agency's
16.11 duty is to only consult those Minnesota Tribal governments affected.

16.12 (d) An agency must consult with each Minnesota Tribal government at least annually,
16.13 and as often as it is required to address matters that have Tribal implications.

16.14 (e) An agency must consult with Minnesota Tribal governments on legislative and fiscal
16.15 matters that affect one or all Minnesota Tribal governments or their members to identify
16.16 priority issues in order to allow agencies to proactively engage Minnesota Tribal governments
16.17 in the agency's development of legislative and fiscal proposals in time for submission into
16.18 the governor's recommended budget and legislative proposals each year.

16.19 (f) An agency must develop and maintain ongoing consultation with the Minnesota
16.20 Tribal governments related to matters that have Tribal implications. Agencies must consider
16.21 the input gathered from Tribal consultation into their decision-making processes, with the
16.22 goal of achieving mutually beneficial solutions.

16.23 (g) An agency and a Minnesota Tribal government may agree that a formal consultation
16.24 is not necessary for a given year on a given matter that has Tribal implications, and the
16.25 agency must keep a written record of this decision.

16.26 (h) The prospective duty to consult does not apply to action on a matter that has Tribal
16.27 implications if immediate action is required to address a present and immediate threat to
16.28 the health, safety, or welfare of Minnesota citizens. For these actions, every effort should
16.29 be made to communicate, and formal consultation should occur as soon as possible. The
16.30 duty to consult also does not apply to criminal proceedings or other investigations or legal
16.31 proceedings that prohibit an agency from disclosure.

16.32 (i) An agency must designate a Tribal liaison to assume responsibility for implementation
16.33 of the Tribal consultation policy and to serve as the principal point of contact for Minnesota
16.34 Tribal governments. The Tribal liaison must be able to directly and regularly meet and

17.1 communicate with the agency's commissioner and deputy and assistant commissioners in
17.2 order to appropriately conduct government-to-government consultation and cooperation.

17.3 (j) The state has instituted Tribal state government relations training, which is the
17.4 foundation and basis of all other Tribal government relations training sources. All agencies
17.5 must direct certain staff to complete available training to foster a collaborative relationship
17.6 between the state of Minnesota and Minnesota Tribal governments, and to facilitate timely
17.7 and meaningful consultation. In addition to all commissioners, deputy commissioners, and
17.8 assistant commissioners, at a minimum all agency employees whose work is likely to include
17.9 matters that have Tribal implications must attend Tribal-state relations training. Tribal
17.10 liaisons must actively support and participate in the Tribal state relations training.

17.11 (k) Any agency or board that is not listed in the definition of "agency" in subdivision 2
17.12 is encouraged to and may engage in consultation and communication with the Minnesota
17.13 Tribal governments for all matters that have Tribal implications.

17.14 Subd. 4. **Applicability.** Nothing in this section requires the state or an agency to violate
17.15 or ignore any laws, rules, directives, or other legal requirements or obligations imposed by
17.16 state or federal law or set forth in agreements or compact between one or more Minnesota
17.17 Tribal governments or any other Tribal government and the state or its agencies. This section
17.18 is not intended to, and does not create, any right to administrative or judicial review, or any
17.19 other right, benefit, or responsibility, substantive or procedural, enforceable against the state
17.20 of Minnesota, its agencies or instrumentalities, its officers or employees, or its subdivisions
17.21 or any other persons. Nothing in this section prohibits or limits any agency from asserting
17.22 any rights or pursuing any administrative or judicial action under state or federal law to
17.23 effectuate the interests of the state of Minnesota or any of its agencies. Nothing in this
17.24 section is intended to alter or reduce the state's duties to individual Minnesota citizens
17.25 including those of Native American descent.

17.26 **EFFECTIVE DATE.** This section is effective the day following final enactment."

17.27 Page 156, delete section 7

17.28 Page 156, after line 10, insert:

17.29 "Sec. Minnesota Statutes 2020, section 41A.19, is amended to read:

17.30 **41A.19 REPORT; INCENTIVE PROGRAMS.**

17.31 By January 15 each year, the commissioner shall report on the incentive programs under
17.32 sections 41A.16, 41A.17, ~~and~~ 41A.18, 41A.20, and 41A.21 to the legislative committees

18.1 with jurisdiction over environment and agriculture policy and finance. The report shall
18.2 include information on production and incentive expenditures under the programs.

18.3 Sec. **[41A.21] ORIENTED STRAND BOARD PRODUCTION INCENTIVE.**

18.4 **Subdivision 1. Definitions.** (a) For the purposes of this section, the terms defined in this
18.5 subdivision have the meanings given them.

18.6 (b) "Commissioner" means the commissioner of agriculture.

18.7 (c) "Forest resources" means raw wood logs and material primarily made up of cellulose,
18.8 hemicellulose, or lignin, or a combination of those ingredients.

18.9 (d) "Oriented strand board" or "OSB" means a material manufactured into panels using
18.10 forest resources.

18.11 **Subd. 2. Eligibility.** (a) A facility eligible for payment under this section must source
18.12 at least 80 percent of its forest resources raw materials from Minnesota. The facility must
18.13 be located in Minnesota, must begin construction activities by December 31, 2022, for a
18.14 specific location, must begin production at a specific location by June 30, 2025, and must
18.15 not begin operating before January 1, 2022. Eligible facilities must be new OSB construction
18.16 sites with total capital investment in excess of \$250,000,000. Eligible OSB production
18.17 facilities must produce at least 200,000,000 OSB square feet on a 3/8 inch nominal basis
18.18 of OSB each year. At least one product produced at the facility should be a wood-based
18.19 wall or roof structural sheathing panel that has an integrated, cellulose-based paper overlay
18.20 that serves as a water resistive barrier.

18.21 (b) No payments shall be made for OSB production that occurs after June 30, 2036, for
18.22 those eligible producers under paragraph (a).

18.23 (c) An eligible producer of OSB shall not transfer the producer's eligibility for payments
18.24 under this section to a facility at a different location.

18.25 (d) A producer that ceases production for any reason is ineligible to receive payments
18.26 under this section until the producer resumes production.

18.27 **Subd. 3. Payment amounts; limits.** (a) The commissioner shall make payments to
18.28 eligible producers of OSB. The amount of the payment for each eligible producer's annual
18.29 production is \$7.50 per 1,000 OSB square feet on a 3/8 inch nominal basis of OSB produced
18.30 at a specific location for ten years starting after the first calendar year in which production
18.31 begins.

19.1 (b) Total payments under this section to an eligible OSB producer in a fiscal year may
19.2 not exceed the amount necessary for 400,000,000 OSB square feet on a 3/8 inch nominal
19.3 basis of OSB produced. Total payments under this section to all eligible OSB producers in
19.4 a fiscal year may not exceed the amount necessary for 400,000,000 OSB square feet on a
19.5 3/8 inch nominal basis of OSB produced. If the total amount for which all producers are
19.6 eligible in a quarter exceeds the amount available for payments, the commissioner shall
19.7 make the payments on a pro rata basis.

19.8 (c) For purposes of this section, an entity that holds a controlling interest in more than
19.9 one OSB facility is considered a single eligible producer.

19.10 Subd. 4. **Forest resources requirements.** Forest resources that are purchased to be used
19.11 at the facility must be in compliance with one or more of the following: the Sustainable
19.12 Forestry Initiative Fiber Sourcing Standard, the Forest Stewardship Council Chain of Custody
19.13 Standard, or the Forest Stewardship Controlled Wood Standard. For forest resources that
19.14 come from land parcels greater than 160 acres, all efforts must be made to procure from
19.15 land that is certified by one or more of the following: the Forest Stewardship Council Forest
19.16 Management Standard, the Sustainable Forestry Initiative Forest Management Standard, or
19.17 the American Tree Farm System.

19.18 Subd. 5. **Claims.** (a) By the last day of October, January, April, and July, each eligible
19.19 OSB producer shall file a claim for payment for OSB production during the preceding three
19.20 calendar months. An eligible OSB producer that files a claim under this subdivision shall
19.21 include a statement of the eligible producer's total board feet of OSB produced during the
19.22 quarter covered by the claim. For each claim and statement of total board feet of OSB filed
19.23 under this subdivision, the board feet of OSB produced must be examined by a certified
19.24 public accounting firm with a valid permit to practice under chapter 326A, in accordance
19.25 with Statements on Standards for Attestation Engagements established by the American
19.26 Institute of Certified Public Accountants.

19.27 (b) The commissioner must issue payments by November 15, February 15, May 15, and
19.28 August 15. A separate payment must be made for each claim filed.

19.29 Subd. 6. **Appropriation.** (a) In fiscal year 2025, a sum sufficient to make the payments
19.30 required by this section, not to exceed \$1,500,000, is appropriated from the general fund to
19.31 the commissioner. This is a onetime appropriation.

19.32 (b) From fiscal year 2026 through fiscal year 2034, a sum sufficient to make the payments
19.33 required by this section, not to exceed \$3,000,000 in a fiscal year, is annually appropriated
19.34 from the general fund to the commissioner.

20.1 Sec. **[116J.9924] TARGETED COMMUNITY CAPITAL PROJECT GRANT**
20.2 **PROGRAM.**

20.3 Subdivision 1. Definitions. (a) For the purposes of this section, the following terms have
20.4 the meanings given.

20.5 (b) "Capital project" or "project" means the acquisition or betterment of land, buildings,
20.6 and other improvements of a capital nature.

20.7 (c) "Commissioner" means the commissioner of employment and economic development.

20.8 (d) "Government entity" means a city, township, county, or any political subdivision,
20.9 or an American Indian Tribal government entity located within a federally recognized
20.10 American Indian reservation.

20.11 (e) "Nonprofit organization" means a not-for-profit corporation under section 501(c)(3)
20.12 of the Internal Revenue Code or a Tribal nonprofit under section 7871 of the Internal Revenue
20.13 Code that serves underserved communities. Nonprofit organization includes nonprofits
20.14 -serving as fiscal agents for other nonprofits. Nonprofit hospitals, private schools, credit
20.15 unions, and higher education institutions do not qualify as a nonprofit organization for the
20.16 purposes of this section.

20.17 Subd. 2. Grant program established. (a) The commissioner shall make competitive
20.18 grants for capital projects to nonprofit organizations and government entities that provide
20.19 services, either alone or in partnership, in one or more of the following areas:

20.20 (1) economic development;

20.21 (2) education;

20.22 (3) food;

20.23 (4) arts;

20.24 (5) veterans services;

20.25 (6) housing;

20.26 (7) health care; or

20.27 (8) workforce development.

20.28 (b) The commissioner shall give priority to applicants under subdivision 3 that:

20.29 (1) do not have a history of receiving capital grants from the state;

20.30 (2) have previously received phased grant funds as described under subdivision 4; or

21.1 (3) represent or serve underserved communities.

21.2 Subd. 3. **Eligibility.** A prospective grantee under this section must submit a written
21.3 application to the commissioner in the form, at the time, and in the manner prescribed by
21.4 the commissioner. The written application must include:

21.5 (1) a description of the capital project to be funded by the grant;

21.6 (2) the rationale for the project, including a description of the services provided and
21.7 populations served by the applicant;

21.8 (3) the total cost of the project and the cost of individual phases of the project, including
21.9 but not limited to predesign, design, construction, engineering, furnishing, and equipping;

21.10 (4) the requested grant amount;

21.11 (5) the property owner of the facility to be improved;

21.12 (6) the sources and amounts of state and nonstate funds previously received and
21.13 committed to the project;

21.14 (7) the public purpose achieved by the project;

21.15 (8) an estimated timeline of the project; and

21.16 (9) any additional information requested by the commissioner.

21.17 Subd. 4. **Project phasing; minimum grant amount.** The commissioner has the discretion
21.18 to fund one or more phases of a capital project for which an applicant has applied for grant
21.19 funds under this section, up to the total project cost. A grant awarded under this section
21.20 must be no less than the amount required to complete a phase of the project, less any nonstate
21.21 funds already committed for such activities.

21.22 Subd. 5. **Determination of application.** On the basis of applicable law and available
21.23 information, the commissioner must determine whether an applicant shall be awarded a
21.24 grant under this section. The commissioner must notify the applicant of the determination.
21.25 This notice must be in writing and contain the basis for the determination. An applicant
21.26 who is not selected for a grant award may apply for a grant under this section the fiscal year
21.27 following receipt of the notice of determination under this subdivision.

21.28 Subd. 6. **Applicability of other laws.** The provisions of chapter 16A that apply to general
21.29 fund appropriations for capital projects also apply to grants under this section. Money
21.30 granted under this section is available until the project is completed or abandoned subject
21.31 to section 16A.642.

22.1 Subd. 7. **Appropriation; administration and monitoring.** Up to five percent of any
 22.2 appropriation for the program under this section is for administration and monitoring of the
 22.3 program. The commissioner must also use the funds under this subdivision to provide
 22.4 technical assistance, education, and support for program applicants, as needed, and may
 22.5 contract with a third-party to provide such services.

22.6 Subd. 8. **Report to the legislature.** On or before January 15, 2022, and every January
 22.7 15 thereafter, the commissioner must submit a report as required under section 3.195 that
 22.8 details the grants awarded under this section, including the total grants distributed, the
 22.9 recipients of the grants, the services supported by the grants, and any other information the
 22.10 commissioner deems pertinent. A copy of this report must also be sent to the chairs and
 22.11 ranking minority members of the committees of the house of representatives and the senate
 22.12 having jurisdiction over capital investment and economic development.

22.13 **EFFECTIVE DATE.** This section is effective August 1, 2021."

22.14 Page 165, after line 29, insert:

22.15 "Sec. 19. Laws 2020, Fifth Special Session chapter 3, article 3, section 5, subdivision 10,
 22.16 is amended to read:

22.17 Subd. 10. **Victoria Theater, St. Paul** 1,400,000

22.18 For a grant to the city of St. Paul to acquire
 22.19 property located at 825 University Avenue
 22.20 West, and to predesign, design, and construct,
 22.21 ~~furnish, and equip the renovation of the~~
 22.22 ~~historic Victoria Theater, to serve as a regional~~
 22.23 ~~multicultural community and event center.~~
 22.24 ~~This appropriation includes money for:~~
 22.25 ~~demolition work;~~ improvements to or
 22.26 replacement of the mechanical, electrical,
 22.27 plumbing, heating, and ventilating, ~~and air~~
 22.28 ~~conditioning~~ systems; repairs to the existing
 22.29 roof and exterior enclosure; site
 22.30 improvements; construction or renovation of
 22.31 interior spaces; and other improvements of a
 22.32 capital nature to the historic Victoria Theater,
 22.33 to serve as a regional multicultural community
 22.34 and event center.

23.1 **EFFECTIVE DATE.** This section is effective the day following final enactment."

23.2 Page 166, before line 1, insert:

23.3 "Sec. **ELIGIBILITY OF PRIOR TARGETED GRANT RECIPIENTS FOR**
23.4 **TARGETED COMMUNITY CAPITAL PROJECT GRANTS.**

23.5 Notwithstanding the eligibility criteria in Minnesota Statutes, section 116J.9924, any
23.6 grantee named in Laws 2020, Fifth Special Session chapter 3, article 3, is eligible for a grant
23.7 under the targeted community capital project grant program under Minnesota Statutes,
23.8 section 116J.9924, in fiscal year 2022, so long as the grantee submits a written application
23.9 at the time, and in the form and manner, prescribed by the commissioner of employment
23.10 and economic development.

23.11 **EFFECTIVE DATE.** This section is effective August 1, 2021.

23.12 Sec. **FRONTLINE WORKER PAY WORKING GROUP.**

23.13 Subdivision 1. **Establishment.** A working group is established to make recommendations
23.14 to the legislature on the disbursement of \$250,000,000 in direct financial support to frontline
23.15 workers.

23.16 Subd. 2. **Membership** (a) The working group consists of nine members:

23.17 (1) two members of the house of representatives appointed by the speaker of the house
23.18 of representatives;

23.19 (2) one member of the house of representatives appointed by the minority leader of the
23.20 house of representatives;

23.21 (3) two members of the senate appointed by the senate majority leader;

23.22 (4) one member of the senate appointed by the minority leader of the senate; and

23.23 (5) three members representing the executive branch appointed by the governor.

23.24 (b) All appointments under this subdivision must be made by July 15, 2021. The working
23.25 group must elect a chair and vice-chair from among its members.

23.26 Subd. 3. **Duties.** The working group must make a recommendation for the disbursement
23.27 of \$250,000,000 in direct financial support to frontline workers, including but not limited
23.28 to long-term care workers. In developing its recommendation, the working group must
23.29 consider factors including a frontline worker's increased financial burden and increased risk
23.30 of virus exposure due to the nature of their work.

24.1 Subd. 4. **Meetings; administrative support.** The speaker of the house must designate
 24.2 one member to convene the first meeting. Meetings of the working group must be open to
 24.3 the public. The Legislative Coordinating Commission must provide physical or electronic
 24.4 meeting space and other administrative support as requested by the working group.

24.5 Subd. 5. **Submission of legislation.** (a) The working group must submit proposed
 24.6 legislative language implementing its recommendations to the governor, speaker of the
 24.7 house, and senate majority leader by September 6, 2021. For the working group to adopt a
 24.8 recommendation, seven of nine members must vote to approve it.

24.9 (b) If seven of nine members do not approve a single recommendation, then the working
 24.10 group may present not more than three drafts of legislation implementing potential options.

24.11 Subd. 6. **Expiration.** The working group expires upon submission of the proposed
 24.12 legislation required by subdivision 5.

24.13 **EFFECTIVE DATE.** This section is effective the day following final enactment.

24.14 Sec. **APPROPRIATION; TARGETED COMMUNITY CAPITAL PROJECT**
 24.15 **GRANT PROGRAM.**

24.16 \$24,000,000 in fiscal year 2022 is appropriated from the general fund to the commissioner
 24.17 of employment and economic development for the targeted community capital project grant
 24.18 program under Minnesota Statutes, section 116J.9924. This appropriation is available until
 24.19 encumbered or spent subject to Minnesota Statutes, section 16A.642.

24.20 **EFFECTIVE DATE.** This section is effective August 1, 2021."

24.21 Page 166, after line 23, insert:

24.22 "Sec. **DEPARTMENT OF TRANSPORTATION.**

24.23 \$6,200,000 in fiscal year 2022 is appropriated from the general fund to the commissioner
 24.24 of transportation for project development of a land bridge freeway lid over marked Interstate
 24.25 Highway 94 in a portion of the segment from Lexington Avenue to Rice Street in St. Paul.
 24.26 This amount is available to match federal funds and for project planning and development,
 24.27 including area planning, community and land use planning, economic development planning,
 24.28 design, and project management and analysis. From this amount, the commissioner may
 24.29 make grants to Reconnect Rondo to perform any eligible project development activities.
 24.30 This is a onetime appropriation and is available until June 30, 2025.

25.1 Sec. **RECOVERY GRANT; GRAND PORTAGE BAND.**

25.2 If a bill styled as Senate File 20, the first engrossment, is enacted in 2021, the first special
25.3 session, \$250,000 of the amount appropriated to Explore Minnesota Tourism in article 1,
25.4 section 9, paragraph (d), is for a grant to the Grand Portage Band to focus tourism to Grand
25.5 Portage.

25.6 Sec. **APPROPRIATIONS; FIRE REMEDIATION GRANTS.**

25.7 Subdivision 1. City of Melrose. \$643,729 in fiscal year 2022 is appropriated from the
25.8 general fund to the commissioner of revenue for a grant to the city of Melrose to remediate
25.9 the effects of fires in the city on September 8, 2016. This appropriation represents the
25.10 amounts that lapsed by the terms of the appropriation in Laws 2017, First Special Session
25.11 chapter 1, article 4, section 31. The commissioner of revenue must remit the funds to the
25.12 city of Melrose by July 20, 2021. The city must use the funds to administer grants to public
25.13 or private entities for use in accordance with subdivision 3.

25.14 Subd. 2. City of Alexandria. \$120,000 in fiscal year 2022 is appropriated from the
25.15 general fund to the commissioner of revenue for a grant to the city of Alexandria to remediate
25.16 the effects of the fire in the city on February 25, 2020. The commissioner of revenue must
25.17 remit the funds to the city of Alexandria by July 20, 2021. The city must use the funds to
25.18 administer grants to public or private entities for use in accordance with subdivision 3.

25.19 Subd. 3. Allowed use. A grant recipient must use the money appropriated under this
25.20 section for remediation costs, including disaster recovery, infrastructure, reimbursement
25.21 for emergency personnel costs, reimbursement for equipment costs, and reimbursements
25.22 for property tax abatements, incurred by public or private entities as a result of the fires.
25.23 These appropriations are onetime and are available until June 30, 2023.

25.24 **EFFECTIVE DATE.** This section is effective the day following final enactment."

25.25 Renumber the sections in sequence and correct the internal references

25.26 Amend the title accordingly