

1.1ARTICLE 1

1.2APPROPRIATIONS; JOBS

1.3Section 1. APPROPRIATIONS.

1.4(a) The sums shown in the columns marked "Appropriations" are appropriated to the
1.5agencies and for the purposes specified in this article. The appropriations are from the
1.6general fund, or another named fund, and are available for the fiscal years indicated for
1.7each purpose. The figures "2026" and "2027" used in this article mean that the appropriations
1.8listed under them are available for the fiscal year ending June 30, 2026, or June 30, 2027,
1.9respectively. "The first year" is fiscal year 2026. "The second year" is fiscal year 2027. "The
1.10biennium" is fiscal years 2026 and 2027.

1.11(b) If an appropriation in this article is enacted more than once in the 2025 regular or
1.12special legislative session, the appropriation must be given effect only once.

1.13APPROPRIATIONS

1.14Available for the Year

1.15Ending June 30

1.1620262027

1.17Sec. 2. DEPARTMENT OF EMPLOYMENT
1.18AND ECONOMIC DEVELOPMENT

1.19Subdivision 1. Total Appropriation \$ 200,415,000 \$ 156,201,000

1.20Appropriations by Fund

1.21		<u>2026</u>	<u>2027</u>
1.22	<u>General</u>	<u>92,602,000</u>	<u>87,024,000</u>
1.23	<u>Family and Medical</u>		
1.24	<u>Benefit Insurance</u>	<u>40,544,000</u>	<u>5,000,000</u>
1.25	<u>Remediation</u>	<u>700,000</u>	<u>700,000</u>
1.26	<u>Workforce</u>		
1.27	<u>Development</u>	<u>66,569,000</u>	<u>63,477,000</u>

1.28The amounts that may be spent for each
1.29purpose are specified in the following
1.30subdivisions.

1.31Subd. 2. Business and Community Development 50,693,000 44,345,000

1.32Appropriations by Fund

1.33	<u>General</u>	<u>48,393,000</u>	<u>42,045,000</u>
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2.1	<u>Remediation</u>	<u>700,000</u>	<u>700,000</u>
2.2	<u>Workforce</u>		
2.3	<u>Development</u>	<u>1,600,000</u>	<u>1,600,000</u>
2.4	<u>(a) \$2,287,000 each year is for the greater</u>		
2.5	<u>Minnesota business development public</u>		
2.6	<u>infrastructure grant program under Minnesota</u>		
2.7	<u>Statutes, section 116J.431. This appropriation</u>		
2.8	<u>is available until June 30, 2029.</u>		
2.9	<u>(b) \$350,000 each year is for the</u>		
2.10	<u>administration of the Energy Transition Office</u>		
2.11	<u>under Minnesota Statutes, section 116J.5491.</u>		
2.12	<u>(c) \$500,000 each year is for grants to small</u>		
2.13	<u>business development centers under Minnesota</u>		
2.14	<u>Statutes, section 116J.68. Money made</u>		
2.15	<u>available under this paragraph may be used to</u>		
2.16	<u>match funds under the federal Small Business</u>		
2.17	<u>Development Center (SBDC) program under</u>		
2.18	<u>United States Code, title 15, section 648, to</u>		
2.19	<u>provide consulting and technical services or</u>		
2.20	<u>to build additional SBDC network capacity to</u>		
2.21	<u>serve entrepreneurs and small businesses.</u>		
2.22	<u>(d) \$2,725,000 each year is for the small</u>		
2.23	<u>business assistance partnerships program</u>		
2.24	<u>under Minnesota Statutes, section 116J.682.</u>		
2.25	<u>All grant awards shall be for two consecutive</u>		
2.26	<u>years. Grants shall be awarded in the first year.</u>		
2.27	<u>The department may use up to five percent of</u>		
2.28	<u>the appropriation for administrative purposes.</u>		
2.29	<u>The base for this appropriation is \$1,725,000</u>		
2.30	<u>in fiscal year 2028 and each year thereafter.</u>		
2.31	<u>(e) \$1,772,000 each year is for contaminated</u>		
2.32	<u>site cleanup and development grants under</u>		
2.33	<u>Minnesota Statutes, sections 116J.551 to</u>		
2.34	<u>116J.558. This appropriation is available until</u>		
2.35	<u>June 30, 2029. The base for this appropriation</u>		

3.1 is \$1,022,000 in fiscal year 2028 and each year
3.2 thereafter.

3.3 (f) \$700,000 each year is from the remediation
3.4 fund for contaminated site cleanup and
3.5 development grants under Minnesota Statutes,
3.6 sections 116J.551 to 116J.558. This
3.7 appropriation is available until June 30, 2029.

3.8 (g) \$139,000 each year is for the Center for
3.9 Rural Policy and Development.

3.10 (h) \$25,000 each year is for the administration
3.11 of state aid for the Destination Medical Center
3.12 Corporation under Minnesota Statutes,
3.13 sections 469.40 to 469.47.

3.14 (i) \$710,000 the first year and \$711,000 the
3.15 second year are for the host community
3.16 economic development program established
3.17 in Minnesota Statutes, section 116J.548. The
3.18 base for this appropriation is \$875,000 in fiscal
3.19 year 2028 and each year thereafter.

3.20 (j)(1) \$1,500,000 each year is for grants to
3.21 local communities to increase the number of
3.22 quality child care providers to support
3.23 economic development. Fifty percent of grant
3.24 funds must go to communities located outside
3.25 the seven-county metropolitan area as defined
3.26 in Minnesota Statutes, section 473.121,
3.27 subdivision 2.

3.28 (2) Grant recipients must obtain a 50 percent
3.29 nonstate match to grant funds in either cash
3.30 or in-kind contribution, unless the
3.31 commissioner waives the requirement. Grant
3.32 funds available under this paragraph must be
3.33 used to implement projects to reduce the child
3.34 care shortage in the state, including but not

- 4.1 limited to funding for child care business
4.2 start-ups or expansion, training, facility
4.3 modifications, direct subsidies or incentives
4.4 to retain employees, or improvements required
4.5 for licensing, and assistance with licensing
4.6 and other regulatory requirements. In awarding
4.7 grants, the commissioner must give priority
4.8 to communities that have demonstrated a
4.9 shortage of child care providers.
- 4.10 (3) Within one year of receiving grant funds,
4.11 grant recipients must report to the
4.12 commissioner on the outcomes of the grant
4.13 program, including but not limited to the
4.14 number of new providers, the number of
4.15 additional child care provider jobs created, the
4.16 number of additional child care slots, and the
4.17 amount of cash and in-kind local funds
4.18 invested. Within one month of all grant
4.19 recipients reporting on program outcomes, the
4.20 commissioner must report the grant recipients'
4.21 outcomes to the chairs and ranking minority
4.22 members of the legislative committees with
4.23 jurisdiction over early learning and child care
4.24 and economic development.
- 4.25 (k) \$500,000 each year is for the Office of
4.26 Child Care Community Partnerships. Of this
4.27 amount:
- 4.28 (1) \$450,000 each year is for administration
4.29 of the Office of Child Care Community
4.30 Partnerships; and
- 4.31 (2) \$50,000 each year is for the Labor Market
4.32 Information Office to conduct research and
4.33 analysis related to the child care industry.

5.1 (1) \$1,000,000 each year is for grants in equal
5.2 amounts to each of the Minnesota Initiative
5.3 Foundations. This appropriation is available
5.4 until June 30, 2029. The Minnesota Initiative
5.5 Foundations must use grant money under this
5.6 paragraph to:

5.7 (1) facilitate planning processes for rural
5.8 communities resulting in a community solution
5.9 action plan that guides decision making to
5.10 sustain and increase the supply of quality child
5.11 care in the region to support economic
5.12 development;

5.13 (2) engage the private sector to invest local
5.14 resources to support the community solution
5.15 action plan and ensure quality child care is a
5.16 vital component of additional regional
5.17 economic development planning processes;

5.18 (3) provide locally based training and technical
5.19 assistance to rural child care business owners
5.20 individually or through a learning cohort.
5.21 Access to financial and business development
5.22 assistance must prepare child care businesses
5.23 for quality engagement and improvement by
5.24 stabilizing operations, leveraging funding from
5.25 other sources, and fostering business acumen
5.26 that allows child care businesses to plan for
5.27 and afford the cost of providing quality child
5.28 care; and

5.29 (4) recruit child care programs to participate
5.30 in quality rating and improvement
5.31 measurement programs. The Minnesota
5.32 Initiative Foundations must work with local
5.33 partners to provide low-cost training,
5.34 professional development opportunities, and
5.35 continuing education curricula. The Minnesota

6.1 Initiative Foundations must fund through local
6.2 partners an enhanced level of coaching to rural
6.3 child care providers to obtain a quality rating
6.4 through measurement programs.

6.5 (m) \$4,954,000 the first year and \$4,955,000
6.6 the second year are for the Minnesota job
6.7 creation fund under Minnesota Statutes,
6.8 section 116J.8748. Of this amount, the
6.9 commissioner of employment and economic
6.10 development may use up to three percent for
6.11 administrative expenses. This appropriation
6.12 is available until June 30, 2029. The base for
6.13 this appropriation is \$5,600,000 in fiscal year
6.14 2028 and each year thereafter.

6.15 (n) \$12,370,000 each year is for the Minnesota
6.16 investment fund under Minnesota Statutes,
6.17 section 116J.8731. Of this amount, the
6.18 commissioner of employment and economic
6.19 development may use up to three percent for
6.20 administration and monitoring of the program.
6.21 This appropriation is available until June 30,
6.22 2029. Notwithstanding Minnesota Statutes,
6.23 section 116J.8731, money appropriated to the
6.24 commissioner for the Minnesota investment
6.25 fund may be used for the redevelopment
6.26 program under Minnesota Statutes, sections
6.27 116J.575 and 116J.5761, at the discretion of
6.28 the commissioner. Grants under this paragraph
6.29 are not subject to the grant amount limitation
6.30 under Minnesota Statutes, section 116J.8731.

6.31 (o) \$1,246,000 each year is for the
6.32 redevelopment program under Minnesota
6.33 Statutes, sections 116J.575 and 116J.5761.

6.34 (p) \$12,000 each year is for a grant to the
6.35 Upper Minnesota Film Office.

7.1 (q) \$4,195,000 each year is for the Minnesota
7.2 job skills partnership program under
7.3 Minnesota Statutes, sections 116L.01 to
7.4 116L.17. If the appropriation for either year
7.5 is insufficient, the appropriation for the other
7.6 year is available. This appropriation is
7.7 available until June 30, 2029.

7.8 (r) \$1,350,000 each year from the workforce
7.9 development fund is for jobs training grants
7.10 under Minnesota Statutes, section 116L.41.

7.11 (s) \$250,000 each year is for the publication,
7.12 dissemination, and use of labor market
7.13 information under Minnesota Statutes, section
7.14 116J.401.

7.15 (t) \$750,000 each year is for the CanNavigate
7.16 program established under Minnesota Statutes,
7.17 section 116J.6595. Of this amount, up to four
7.18 percent may be used for administrative
7.19 purposes. Any unencumbered balances
7.20 remaining in the first year do not cancel but
7.21 are available for the second year.

7.22 (u) \$500,000 each year is for a grant to
7.23 MNSBIR, Inc., for support of the small
7.24 business research and development goals
7.25 provided in Minnesota Statutes, section 3.222.
7.26 This appropriation is onetime and is available
7.27 until June 30, 2027.

7.28 The purpose of the grant is to support moving
7.29 scientific excellence and technological
7.30 innovation from the lab to the market for
7.31 startups and small businesses by securing
7.32 federal research and development funding to
7.33 build a strong innovation economy and
7.34 stimulate the creation of novel products,

8.1 services, and solutions; strengthening the role
8.2 of startups and small businesses in meeting
8.3 federal research and development needs;
8.4 increasing the commercial application of
8.5 federally supported research results; and
8.6 developing and increasing the Minnesota
8.7 workforce, especially by fostering and
8.8 encouraging participation by small businesses
8.9 owned by people who are Black, Indigenous,
8.10 People of Color, and women.

8.11 MNSBIR, Inc. shall use grant money to
8.12 become the federal research and development
8.13 dedicated resource for Minnesota small
8.14 businesses to support research and
8.15 commercialization of novel ideas, concepts,
8.16 and projects to develop cutting-edge products
8.17 and services for worldwide economic impact.

8.18 Grant money shall be used to:

8.19 (1) assist startups and small businesses in
8.20 securing federal research and development
8.21 funding including the small business
8.22 innovation research and small business
8.23 technology transfer programs;

8.24 (2) support technology transfer and
8.25 commercialization from the University of
8.26 Minnesota, Mayo Clinic, and federal
8.27 laboratories;

8.28 (3) collaborate with corporate venture groups
8.29 and large businesses nationally;

8.30 (4) conduct statewide outreach, education, and
8.31 training on federal rules, regulations, and
8.32 requirements;

8.33 (5) assist with scientific and technical writing;

9.1 (6) help manage federal grants and contracts;
9.2 and
9.3 (7) support cost accounting and federal
9.4 sole-source procurement opportunities.
9.5 (v) \$5,523,000 the first year is for the
9.6 PROMISE grant program. This appropriation
9.7 is available until June 30, 2029. Of this
9.8 amount:
9.9 (1) \$1,105,000 the first year is for grants in
9.10 equal amounts to each of the Minnesota
9.11 Initiative Foundations to serve businesses in
9.12 greater Minnesota. Of this amount, \$88,000
9.13 is for grants to businesses with less than
9.14 \$100,000 in revenue the prior year; and
9.15 (2) \$4,418,000 the first year is for grants to
9.16 the Neighborhood Development Center. Of
9.17 this amount, the following amounts are
9.18 designated for the following areas:
9.19 (i) \$1,105,000 the first year is for North
9.20 Minneapolis' West Broadway, Camden, and
9.21 other Northside neighborhoods. Of this
9.22 amount, \$88,000 is for grants to businesses
9.23 with less than \$100,000 in revenue in the prior
9.24 year;
9.25 (ii) \$1,105,000 the first year is for South
9.26 Minneapolis' Lake Street, 38th and Chicago,
9.27 Franklin, Nicollet, and Riverside corridors.
9.28 Of this amount, \$88,000 is for grants to
9.29 businesses with less than \$100,000 in revenue
9.30 in the prior year;
9.31 (iii) \$1,104,000 the first year is for St. Paul's
9.32 University Avenue, Midway, Eastside, or other
9.33 St. Paul neighborhoods. Of this amount,
9.34 \$88,000 is for grants to businesses with less

10.1 than \$100,000 in revenue in the prior year;
10.2 and
10.3 (iv) \$1,104,000 the first year is for grants to
10.4 businesses in the counties of Anoka, Carver,
10.5 Dakota, Hennepin, Ramsey, Scott, and
10.6 Washington, excluding the cities of
10.7 Minneapolis and St. Paul.

10.8 The base for this appropriation is \$1,402,000
10.9 in fiscal year 2028 and each year thereafter.
10.10 Of this amount, \$281,000 each year is for the
10.11 purposes of clause (1); \$1,121,000 each year
10.12 is for the purposes of clause (2); \$281,000
10.13 each year is for the purposes of clause (2),
10.14 item (i); \$280,000 each year is for the purposes
10.15 of clause (2), item (ii); \$280,000 each year is
10.16 for the purposes of clause (2), item (iii); and
10.17 \$280,000 each year is for the purposes of
10.18 clause (2), item (iv).

10.19 (w) \$500,000 each year is for a grant to the
10.20 Neighborhood Development Center (NDC) to
10.21 support small business programs, including
10.22 training, lending, business services, and real
10.23 estate initiatives. Money may be used to assist
10.24 organizations outside of the seven-county
10.25 metropolitan area with technical assistance
10.26 and grants to help implement elements of
10.27 NDC's small business support model; provide
10.28 one-on-one technical assistance for
10.29 entrepreneurs; and support the operations and
10.30 marketing of a cybersecurity center. This is a
10.31 onetime appropriation. Any unencumbered
10.32 balance remaining at the end of the first year
10.33 does not cancel and is available for use in the
10.34 second year.

- 11.1 (x) \$627,000 the first year is for a grant to
11.2 Community and Economic Development
11.3 Associates (CEDA) to provide funding for
11.4 economic development technical assistance
11.5 and economic development project grants to
11.6 small communities across rural Minnesota and
11.7 for CEDA to design, implement, market, and
11.8 administer specific types of basic community
11.9 and economic development programs tailored
11.10 to individual community needs. Technical
11.11 assistance grants shall be based on need and
11.12 given to communities that are otherwise
11.13 unable to afford these services. Of the amount
11.14 appropriated, up to \$270,000 may be used for
11.15 economic development project implementation
11.16 in conjunction with the technical assistance
11.17 received. This is a onetime appropriation. Any
11.18 unencumbered balance remaining at the end
11.19 of the first year does not cancel but is available
11.20 the second year.
- 11.21 (y) \$200,000 the first year is for a grant to the
11.22 African Development Center for
11.23 capacity-building initiatives to support small
11.24 business growth and sustainability. This is a
11.25 onetime appropriation and is available until
11.26 June 30, 2027.
- 11.27 (z) \$250,000 each year is for a grant to
11.28 Enterprise Minnesota, Inc. to directly invest
11.29 in Minnesota manufacturers under the Made
11.30 in Minnesota program under Minnesota
11.31 Statutes, section 116O.115. This is a onetime
11.32 appropriation.
- 11.33 (aa) \$250,000 each year is for a grant to
11.34 Enterprise Minnesota, Inc., to reach and
11.35 deliver talent, leadership, employee retention,

12.1 continuous improvement, strategy, quality
12.2 management systems, revenue growth, and
12.3 manufacturing peer-to-peer advisory services
12.4 to small manufacturing companies employing
12.5 250 or fewer full-time equivalent employees
12.6 and for operations of Enterprise Minnesota.
12.7 This is a onetime appropriation. No later than
12.8 February 1, 2026, and February 1, 2027,
12.9 Enterprise Minnesota, Inc. must provide a
12.10 report to the chairs and ranking minority
12.11 members of the legislative committees with
12.12 jurisdiction over economic development that
12.13 includes:

12.14 (1) the amount of money awarded during the
12.15 past 12 months;

12.16 (2) the estimated financial impact of the
12.17 money awarded to each company receiving
12.18 service under the program;

12.19 (3) the actual financial impact of the money
12.20 awarded during the past 24 months; and

12.21 (4) the total amount of federal money
12.22 leveraged from the Manufacturing Extension
12.23 Partnership at the United States Department
12.24 of Commerce.

12.25 (bb) \$250,000 each year is for a grant to the
12.26 Coalition of Asian American Leaders to
12.27 support outreach, training, technical assistance,
12.28 peer network development, and direct financial
12.29 assistance targeted to Asian Minnesotan
12.30 women entrepreneurs and Asian-owned
12.31 businesses. This is a onetime appropriation
12.32 and is available until June 30, 2028.

12.33 (cc) \$250,000 each year from the workforce
12.34 development fund is for a grant to

13.1 WomenVenture to support child care providers
13.2 through business training and shared services
13.3 programs and to create materials that may be
13.4 used, at no cost to child care providers, for
13.5 start-up, expansion, and operation of child care
13.6 businesses statewide, with the goal of helping
13.7 new and existing child care businesses in
13.8 underserved areas of the state become
13.9 profitable and sustainable.

13.10 Of this amount, up to five percent may be used
13.11 for WomenVenture's technical assistance and
13.12 administrative costs. This is a onetime
13.13 appropriation and is available until June 30,
13.14 2028.

13.15 By December 15, 2028, WomenVenture must
13.16 submit a report to the chairs and ranking
13.17 minority members of the legislative
13.18 committees with jurisdiction over agriculture
13.19 and employment and economic development.

13.20 The report must include a summary of the uses
13.21 of the appropriation, including the amount of
13.22 the appropriation used for administration. The
13.23 report must also provide a breakdown of the
13.24 amount of funding used for loans, forgivable
13.25 loans, and grants; information about the terms
13.26 of the loans issued; a discussion of how money
13.27 from repaid loans will be used; the number of
13.28 entrepreneurs assisted; and a breakdown of
13.29 how many entrepreneurs received assistance
13.30 in each county.

13.31 (dd) \$250,000 each year is for a grant to the
13.32 Latino Economic Development Center to
13.33 assist, support, finance, and launch
13.34 microentrepreneurs by delivering training,
13.35 workshops, and one-on-one consultations to

14.1	<u>businesses; and to guide prospective</u>		
14.2	<u>entrepreneurs in their start-up process by</u>		
14.3	<u>introducing them to key business concepts,</u>		
14.4	<u>including business start-up readiness. Grant</u>		
14.5	<u>proceeds must be used to offer workshops on</u>		
14.6	<u>a variety of topics throughout the year,</u>		
14.7	<u>including finance, customer service,</u>		
14.8	<u>food-handler training, and food-safety</u>		
14.9	<u>certification. Grant proceeds may also be used</u>		
14.10	<u>to provide lending to business startups. This</u>		
14.11	<u>is a onetime appropriation and is available</u>		
14.12	<u>until June 30, 2027.</u>		
14.13	<u>(ee) \$150,000 each year is for a grant to</u>		
14.14	<u>Isuroon for the following:</u>		
14.15	<u>(1) providing loans to microbusinesses to</u>		
14.16	<u>promote entrepreneurship and economic</u>		
14.17	<u>growth in underserved communities;</u>		
14.18	<u>(2) awarding grants to microbusinesses to</u>		
14.19	<u>support start-up costs, capacity building, and</u>		
14.20	<u>business sustainability;</u>		
14.21	<u>(3) delivering technical assistance and training</u>		
14.22	<u>to entrepreneurs, including support for</u>		
14.23	<u>business operations, financial management,</u>		
14.24	<u>and development strategies; and</u>		
14.25	<u>(4) establishing and operating a business</u>		
14.26	<u>incubator program to support microbusinesses</u>		
14.27	<u>with shared resources, mentorship, and access</u>		
14.28	<u>to professional networks.</u>		
14.29	<u>This is a onetime appropriation and is</u>		
14.30	<u>available until June 30, 2027.</u>		
14.31	<u>Subd. 3. Workforce Development Services</u>	<u>47,715,000</u>	<u>44,623,000</u>

- 15.1 Appropriations by Fund
- | | | |
|-------------------------|-------------------|-------------------|
| 15.2 <u>General</u> | <u>6,742,000</u> | <u>6,742,000</u> |
| 15.3 <u>Workforce</u> | | |
| 15.4 <u>Development</u> | <u>40,973,000</u> | <u>37,881,000</u> |
- 15.5 (a) \$500,000 each year is from the workforce
- 15.6 development fund for rural career counseling
- 15.7 coordinators in the workforce service areas
- 15.8 and for the purposes specified under
- 15.9 Minnesota Statutes, section 116L.667.
- 15.10 (b) \$750,000 each year is for the women and
- 15.11 high-wage, high-demand, nontraditional jobs
- 15.12 grant program under Minnesota Statutes,
- 15.13 section 116L.99. Of this amount, up to five
- 15.14 percent is for administration and monitoring
- 15.15 of the program.
- 15.16 (c) \$1,117,000 each year from the general fund
- 15.17 and \$8,033,000 each year from the workforce
- 15.18 development fund are for the pathways to
- 15.19 prosperity competitive grant program. Of this
- 15.20 amount, up to five percent is for administration
- 15.21 and monitoring of the program. The base for
- 15.22 this appropriation is \$2,546,000 from the
- 15.23 general fund and \$4,604,000 from the
- 15.24 workforce development fund in fiscal year
- 15.25 2028 and each year thereafter.
- 15.26 (d) \$500,000 each year is from the workforce
- 15.27 development fund for current Minnesota
- 15.28 affiliates of OIC of America, Inc. This
- 15.29 appropriation shall be divided equally among
- 15.30 the eligible centers.
- 15.31 (e) \$1,000,000 each year is for competitive
- 15.32 grants to organizations providing services to
- 15.33 relieve economic disparities in the Southeast
- 15.34 Asian community through workforce
- 15.35 recruitment, development, job creation,

16.1 assistance of smaller organizations to increase
16.2 capacity, and outreach. Of this amount, up to
16.3 five percent is for administration and
16.4 monitoring of the program.

16.5 (f) \$1,000,000 each year from the general fund
16.6 and \$750,000 each year from the workforce
16.7 development fund are for a competitive grant
16.8 program to provide grants to organizations
16.9 that provide support services for individuals,
16.10 such as job training, employment preparation,
16.11 internships, job assistance to parents, financial
16.12 literacy, academic and behavioral interventions
16.13 for low-performing students, and youth
16.14 intervention. Grants made under this paragraph
16.15 must focus on low-income communities,
16.16 young adults from families with a history of
16.17 intergenerational poverty, and communities
16.18 of color. Of this amount, up to five percent is
16.19 for administration and monitoring of the
16.20 program. The base for this appropriation is
16.21 \$1,000,000 from the general fund and \$0 from
16.22 the workforce development fund in fiscal year
16.23 2028 and each year thereafter.

16.24 (g) \$750,000 each year from the general fund
16.25 and \$4,348,000 each year from the workforce
16.26 development fund are for the youth-at-work
16.27 competitive grant program under Minnesota
16.28 Statutes, section 116L.562. Of this amount,
16.29 up to five percent is for administration and
16.30 monitoring of the youth workforce
16.31 development competitive grant program. All
16.32 grant awards shall be for two consecutive
16.33 years. Grants shall be awarded in the first year.
16.34 The base for this appropriation is \$750,000
16.35 from the general fund and \$3,348,000 from

17.1 the workforce development fund in fiscal year
17.2 2028 and each year thereafter.

17.3 (h) \$1,000,000 each year is from the
17.4 workforce development fund for the
17.5 youthbuild program under Minnesota Statutes,
17.6 sections 116L.361 to 116L.366.

17.7 (i) \$4,050,000 each year is from the workforce
17.8 development fund for the Minnesota youth
17.9 program under Minnesota Statutes, sections
17.10 116L.56 and 116L.561.

17.11 (j) \$25,000 each year is for a grant to the
17.12 University of Minnesota Tourism Center for
17.13 ongoing system maintenance, management,
17.14 and content updates of an online hospitality
17.15 training program in partnership with Explore
17.16 Minnesota Tourism. This training program
17.17 must be made available at no cost to
17.18 Minnesota residents in an effort to address
17.19 critical workforce shortages in the hospitality
17.20 and tourism industries and assist in career
17.21 development. The grant provided under this
17.22 paragraph is not subject to Minnesota Statutes,
17.23 section 116L.98. By January 30 each year, the
17.24 University of Minnesota Tourism Center must
17.25 submit a report to the commissioner of
17.26 employment and economic development and
17.27 to the chairs and ranking minority members
17.28 of the legislative committees with jurisdiction
17.29 over workforce development and policy. The
17.30 report must include an accurate and detailed
17.31 account of the program, the program's
17.32 outcomes, and the program's revenues and
17.33 expenses, including the use of all state money
17.34 appropriated in this paragraph.

- 18.1 (k) \$150,000 each year is for prevailing wage
18.2 staff under Minnesota Statutes, section
18.3 116J.871, subdivision 2.
- 18.4 (l) \$750,000 each year is for the Office of New
18.5 Americans under Minnesota Statutes, section
18.6 116J.4231.
- 18.7 (m) \$250,000 each year is for the CanTrain
18.8 program established under Minnesota Statutes,
18.9 section 116L.90. Of this amount, up to four
18.10 percent may be used for administrative
18.11 purposes. The base for this appropriation is
18.12 \$750,000 in fiscal year 2028 and each year
18.13 thereafter.
- 18.14 (n) \$250,000 each year is for a grant to
18.15 Comunidades Organizando el Poder y la
18.16 Acción Latina (COPAL) for capacity building,
18.17 career planning, GED attainment classes,
18.18 educational resources and materials, health
18.19 resources, training programs, and job
18.20 navigation for adult individuals. Funds may
18.21 also be used for programming, including but
18.22 not limited to driver's license exams, certified
18.23 nursing assistant (CNA) certification,
18.24 computer classes, solar panel trainings, tax
18.25 preparation trainings, and workshops for work
18.26 readiness and finance. This is a onetime
18.27 appropriation.
- 18.28 (o) \$450,000 each year is for grants to
18.29 Minnesota Diversified Industries to provide
18.30 inclusive employment opportunities and
18.31 services for people with disabilities. This is a
18.32 onetime appropriation.
- 18.33 (p) \$150,000 each year from the workforce
18.34 development fund is for a grant to All Square

19.1 of Minnesota. The grant shall be used to
19.2 support the operations of All Square's
19.3 workforce development programs that operate
19.4 in the cities of Minneapolis and St. Paul and
19.5 correctional facilities in Shakopee, Faribault,
19.6 Lino Lakes, Rush City, and Moose Lake to
19.7 assist Minnesotans who are incarcerated,
19.8 formerly incarcerated, or directly impacted by
19.9 the existence of a criminal record in
19.10 overcoming employment barriers that prevent
19.11 economic and emotional freedom. Grant
19.12 proceeds may be used for any or all of the
19.13 following All Square programs: (1) the
19.14 Restaurant and Food Truck Fellowship
19.15 program; (2) the Prison to Law Pipeline
19.16 program; or (3) the Legal Revolution Law
19.17 Firm. This is a onetime appropriation.

19.18 (q) \$250,000 each year is for a grant to Al
19.19 Maa'uun, previously known as the North at
19.20 Work program, for a strategic intervention
19.21 program designed to target and connect
19.22 program participants to meaningful and
19.23 sustainable living-wage employment for adult
19.24 individuals. This is a onetime appropriation.

19.25 (r) \$400,000 each year from the workforce
19.26 development fund is for a grant to Ujamaa
19.27 Place to provide workforce development
19.28 services targeted to the needs of African
19.29 American men, including job training,
19.30 employment preparation, internships,
19.31 education, and vocational housing, as well as
19.32 for organizational capacity building. This is a
19.33 onetime appropriation.

19.34 (s) \$400,000 each year from the workforce
19.35 development fund is for a grant to Hired to

20.1 support their workforce development
20.2 programming and services for adult
20.3 individuals. Grant proceeds may be used to
20.4 expand their career pathway job training and
20.5 placement program that connects lower-skilled
20.6 job seekers to entry-level and gateway jobs in
20.7 high-growth sectors. Grant proceeds may also
20.8 be used to create services for low-income
20.9 Minnesotans designed to increase job retention
20.10 and create a more stable workforce for
20.11 employers by offering a continuum of
20.12 employment coaching, navigation, and support
20.13 services to economically disadvantaged
20.14 employees. This is a onetime appropriation.

20.15 (t) \$500,000 each year from the workforce
20.16 development fund is for a grant to the
20.17 American Indian Opportunities and
20.18 Industrialization Center for workforce
20.19 development programming. This is a onetime
20.20 appropriation.

20.21 (u) \$750,000 each year from the workforce
20.22 development fund is for a grant to Goodwill
20.23 Easter Seals Minnesota and its partners. The
20.24 grant must be used to continue the FATHER
20.25 Project in Rochester, St. Cloud, St. Paul,
20.26 Minneapolis, and the surrounding areas to
20.27 assist fathers in overcoming barriers that
20.28 prevent fathers from supporting their children
20.29 economically and emotionally, including with
20.30 community reentry following confinement.
20.31 This is a onetime appropriation.

20.32 (v) \$250,000 each year from the workforce
20.33 development fund is for a grant to Big
20.34 Brothers Big Sisters of the Greater Twin Cities
20.35 to provide disadvantaged youth ages 12 to 21

21.1 with job-seeking skills, connections to job
21.2 training and education opportunities, and
21.3 mentorship while exploring careers. The grant
21.4 shall serve youth in the Big Brothers Big
21.5 Sisters chapters in the Twin Cities, central
21.6 Minnesota, and southern Minnesota. This is a
21.7 onetime appropriation.

21.8 (w) \$250,000 each year from the workforce
21.9 development fund is for grants to the
21.10 Minnesota Grocers Association Foundation
21.11 for providing postsecondary tuition assistance
21.12 through Carts to Careers, a statewide initiative
21.13 to promote careers in the food industry,
21.14 conduct outreach, provide job skills training,
21.15 and award scholarships for students pursuing
21.16 careers in the food industry. This is a onetime
21.17 appropriation.

21.18 (x) \$250,000 each year from the workforce
21.19 development fund is for grants to the
21.20 Hospitality Minnesota Education Foundation
21.21 for the ProStart hospitality and tourism
21.22 management program, a statewide initiative
21.23 in high schools to address the critical
21.24 workforce shortages in hospitality. Grant
21.25 money must be used by the recipient to
21.26 provide students culinary and management
21.27 education curriculum, tools, skills,
21.28 professional development opportunities within
21.29 the hospitality industry, and scholarships. This
21.30 is a onetime appropriation.

21.31 (y) \$875,000 each year from the workforce
21.32 development fund is for a grant to
21.33 Comunidades Latinas Unidas En Servicio
21.34 (CLUES) to address employment, economic,
21.35 and technology access disparities for

22.1 low-income unemployed or underemployed
22.2 adult individuals. Funds must support
22.3 short-term certifications and transferable skills
22.4 in high-demand fields, workforce readiness,
22.5 customized financial capability, and
22.6 employment supports. At least 50 percent of
22.7 this amount must be used for programming
22.8 targeted at greater Minnesota. This is a
22.9 onetime appropriation.

22.10 (z) \$700,000 each year from the workforce
22.11 development fund is for performance grants
22.12 under Minnesota Statutes, section 116J.8747,
22.13 to Twin Cities RISE to provide training to
22.14 adult individuals facing barriers to
22.15 employment. This appropriation is onetime
22.16 and available until June 30, 2028.

22.17 (aa) \$275,000 each year from the workforce
22.18 development fund is for a grant to Workforce
22.19 Development, Inc., of the Southeast Minnesota
22.20 Workforce Development Area #8, to provide
22.21 career planning, career pathway training and
22.22 education, wraparound support services, and
22.23 job skills advancement in high-demand careers
22.24 to individuals with barriers to employment in
22.25 Steele County, helping families build secure
22.26 pathways out of poverty and addressing
22.27 worker shortages in the Owatonna and Steele
22.28 County area. Grant proceeds must support
22.29 employer outreach services by providing
22.30 solutions to workforce challenges and direct
22.31 connections to workforce programming. Grant
22.32 proceeds may be used for program expenses,
22.33 including but not limited to hiring instructors
22.34 and navigators; space rental; and supportive
22.35 services to help participants attend classes,

23.1 including assistance with course fees, child
23.2 care, incentive and training completion
23.3 payments, transportation, and safe and stable
23.4 housing. Up to five percent of grant money
23.5 may be used for Workforce Development,
23.6 Inc.'s administrative costs. This is a onetime
23.7 appropriation and is available until June 30,
23.8 2027. Any unencumbered balance remaining
23.9 at the end of the first year does not cancel but
23.10 is available for the second year.

23.11 By January 15 each year, Workforce
23.12 Development, Inc. must report to the
23.13 commissioner of employment and economic
23.14 development and to the chairs and ranking
23.15 minority members of the legislative
23.16 committees with jurisdiction over economic
23.17 development and workforce development
23.18 regarding the uses of this grant, including any
23.19 amounts used for administration of the grant.

23.20 The report must also be filed with the
23.21 Legislative Reference Library in compliance
23.22 with Minnesota Statutes, section 3.195.

23.23 (bb) \$375,000 each year from the workforce
23.24 development fund is for a grant to Project for
23.25 Pride in Living for job training and workforce
23.26 development services focusing on individuals
23.27 who are unemployed or underemployed. This
23.28 is a onetime appropriation.

23.29 (cc) \$125,000 each year from the workforce
23.30 development fund is for a grant to Pillsbury
23.31 United Communities to provide job training
23.32 and workforce development services for
23.33 individuals who are unemployed or
23.34 underemployed. This is a onetime
23.35 appropriation.

24.1 (dd) \$500,000 each year from the workforce
24.2 development fund is for a grant to the
24.3 International Institute of Minnesota. Grant
24.4 funds must be used for workforce training for
24.5 new Americans in industries in need of a
24.6 trained workforce. This is a onetime
24.7 appropriation.

24.8 (ee) \$175,000 each year from the workforce
24.9 development fund is for the Minnesota Family
24.10 Resiliency Partnership under Minnesota
24.11 Statutes, section 116L.96. The commissioner,
24.12 through the adult career pathways program,
24.13 shall distribute the funds to existing nonprofit
24.14 and state displaced homemaker programs. This
24.15 is a onetime appropriation.

24.16 (ff) \$225,000 each year from the workforce
24.17 development fund is for a grant to Emerge
24.18 Community Development to support and
24.19 reinforce critical workforce at the Emerge
24.20 Career and Technical Center, Cedar Riverside
24.21 Opportunity Center, and Emerge Second
24.22 Chance programs in the city of Minneapolis.
24.23 This is a onetime appropriation.

24.24 (gg) \$375,000 each year from the workforce
24.25 development fund is for a grant to Workforce
24.26 Development, Inc., for their Bridges to
24.27 Healthcare program to provide career
24.28 education, wraparound support services, and
24.29 job skills training in high-demand health care
24.30 fields to low-income parents, nonnative
24.31 speakers of English, and other hard-to-train
24.32 individuals, helping families build secure
24.33 pathways out of poverty while also addressing
24.34 worker shortages in one of Minnesota's most
24.35 innovative industries. Grant proceeds may be

25.1 used for program expenses, including but not
25.2 limited to hiring instructors and navigators;
25.3 space rental; and supportive services to help
25.4 participants attend classes, including assistance
25.5 with course fees, child care, transportation,
25.6 and safe and stable housing. In addition, up to
25.7 five percent of grant proceeds may be used
25.8 for Workforce Development, Inc.'s (Bridges
25.9 to Healthcare) administrative costs. This is a
25.10 onetime appropriation.

25.11 (hh) \$500,000 each year from the workforce
25.12 development fund is for a grant to Propel
25.13 Nonprofits. Grant proceeds may be used for
25.14 purposes including but not limited to capacity
25.15 building, technical assistance and training, and
25.16 strategic consulting to community-based
25.17 workforce organizations. Of this amount, up
25.18 to five percent may be used by Propel
25.19 Nonprofits for administrative costs. This is a
25.20 onetime appropriation.

25.21 (ii) \$750,000 each year from the workforce
25.22 development fund is for a grant to Summit
25.23 Academy OIC to expand student enrollment,
25.24 employment placement, and program access
25.25 in the Twin Cities and throughout Minnesota;
25.26 to expand GED preparation and administration
25.27 and STEM programming; and to start and
25.28 enroll students in a dental assistant program
25.29 and work with employers to place students
25.30 upon successful completion of the program.
25.31 This is a onetime appropriation.

25.32 (jj) \$250,000 each year from the workforce
25.33 development fund is for a grant to Better
25.34 Futures Minnesota to provide job skills
25.35 training to individuals who have been released

26.1 from incarceration for a felony-level offense.

26.2 Enrollment in the training program must

26.3 happen no more than 12 months from the date

26.4 of release. Better Futures Minnesota shall

26.5 annually report to the commissioner on how

26.6 the money was spent and what results were

26.7 achieved. The report must include, at a

26.8 minimum, information and data about the

26.9 number of participants; participant

26.10 homelessness, employment, recidivism, and

26.11 child support compliance; and job skills

26.12 training provided to program participants. This

26.13 is a onetime appropriation.

26.14 (kk) \$125,000 each year from the workforce

26.15 development fund is for a grant to 30,000 Feet,

26.16 a nonprofit organization, to fund youth

26.17 apprenticeship jobs, wraparound services,

26.18 after-school programming, and summer

26.19 learning loss prevention efforts targeted at

26.20 African American youth. This is a onetime

26.21 appropriation.

26.22 (ll) \$250,000 each year from the workforce

26.23 development fund is for a grant to Bolder

26.24 Options Youth Mentoring Program to provide

26.25 disadvantaged youth ages 12 through 22 with

26.26 intensive one-to-one wellness, goal setting,

26.27 and academic-focused mentorship;

26.28 programming that teaches life and job-seeking

26.29 skills; career and college achievement coaches;

26.30 and connections to employment, job training,

26.31 and education opportunities. The grant must

26.32 serve youth in the Bolder Options program in

26.33 the Twin Cities and Rochester. This is a

26.34 onetime appropriation.

27.1 (mm) \$1,000,000 the first year from the
27.2 workforce development fund is for a grant to
27.3 Change Starts With Community for a violence
27.4 prevention jobs program. Grant money must
27.5 be used to establish and deliver a
27.6 comprehensive workforce development
27.7 initiative, specifically tailored for youth and
27.8 adults who are Black, Indigenous, and People
27.9 of Color and at-risk, located on site at Shiloh
27.10 Cares Food Shelf - Northside Community
27.11 Safety Resource Center in the city of
27.12 Minneapolis. This is a onetime appropriation
27.13 and is available until June 30, 2028.

27.14 (nn) \$75,000 each year from the workforce
27.15 development fund is for a grant to InspireMSP
27.16 to develop and execute programming to assist
27.17 middle and high school aged children in
27.18 Minneapolis and St. Paul to develop an interest
27.19 in and connect with the creative industry in
27.20 Minnesota. For the purpose of this paragraph,
27.21 creative industries may include but are not
27.22 limited to businesses in fields such as visual
27.23 arts, design, media, advertising, film, music,
27.24 performing arts, publishing, fashion,
27.25 architecture, and creative technology. Money
27.26 must be used for program development and
27.27 career exploration in the creative industry for
27.28 historically excluded youth by providing
27.29 access to essential resources, networks, and
27.30 hands-on experience. This is a onetime
27.31 appropriation.

27.32 (oo) \$250,000 the first year from the
27.33 workforce development fund is for a grant to
27.34 Avivo to provide low-income individuals with
27.35 career education and job skills training that is

28.1 fully integrated with chemical and mental
28.2 health services. This is a onetime
28.3 appropriation.

28.4 (pp) \$250,000 each year from the workforce
28.5 development fund is for a grant to the city of
28.6 Brooklyn Park for the city to expand the
28.7 workforce development programming of
28.8 Brooklyn Park and Brooklyn Center through
28.9 workforce development programs targeted to
28.10 serving underrepresented populations,
28.11 including such programs as Brooklynk, Career
28.12 Pathways, Youth Entrepreneurship, and
28.13 Community Partnership. This is a onetime
28.14 appropriation and is available until June 30,
28.15 2028.

28.16 (qq) \$200,000 each year from the workforce
28.17 development fund is for a grant to YMCA of
28.18 the North to provide career exploration, job
28.19 training, a workforce development partnership
28.20 with the Beacons program at Minneapolis
28.21 Community and Technical College, and
28.22 workforce development services for
28.23 underserved youth and young adults. This is
28.24 a onetime appropriation.

28.25 (rr) \$200,000 each year from the workforce
28.26 development fund is for a grant to Urban
28.27 League Twin Cities for support and expansion
28.28 of its workforce solutions and wealth building
28.29 programs. This is a onetime appropriation.

28.30 (ss) \$200,000 each year from the workforce
28.31 development fund is for a grant to Abijah's on
28.32 the Backside to provide equine-experiential
28.33 mental health therapy to first responders
28.34 suffering from job-related trauma and
28.35 post-traumatic stress disorder. The grant

29.1 provided under this paragraph is not subject
29.2 to Minnesota Statutes, section 116L.98. This
29.3 is a onetime appropriation. Any unencumbered
29.4 balance remaining at the end of the first year
29.5 does not cancel but is available the second
29.6 year.

29.7 For purposes of this paragraph, a "first
29.8 responder" is an active or retired:

29.9 (1) peace officer as defined in Minnesota
29.10 Statutes, section 626.84, subdivision 1,
29.11 paragraph (c);

29.12 (2) full-time firefighter as defined in
29.13 Minnesota Statutes, section 299N.03,
29.14 subdivision 5;

29.15 (3) volunteer firefighter as defined in
29.16 Minnesota Statutes, section 299N.03,
29.17 subdivision 7;

29.18 (4) ambulance service personnel as defined in
29.19 Minnesota Statutes, section 144E.001,
29.20 subdivision 3a;

29.21 (5) 911 telecommunicator as defined in
29.22 Minnesota Statutes, section 403.02,
29.23 subdivision 17c; or

29.24 (6) correctional officer as defined in
29.25 Minnesota Statutes, section 241.026,
29.26 subdivision 1, paragraph (b).

29.27 Abijah's on the Backside must report to the
29.28 commissioner of employment and economic
29.29 development and the chairs and ranking
29.30 minority members of the legislative
29.31 committees with jurisdiction over employment
29.32 and economic development policy and finance
29.33 on the equine-experiential mental health

30.1 therapy provided to first responders under this
30.2 paragraph. The report must include an
30.3 overview of the program's budget, a detailed
30.4 explanation of program expenditures, the
30.5 number of first responders served by the
30.6 program, and a list and explanation of the
30.7 services provided to and benefits received by
30.8 program participants. An initial report is due
30.9 by January 15, 2026, and a final report is due
30.10 by January 15, 2028.

30.11 (tt) \$250,000 each year from the workforce
30.12 development fund is for a grant to the Black
30.13 Women's Wealth Alliance to provide
30.14 individuals with job skills training, career
30.15 counseling, and career placement assistance
30.16 for in-demand careers with family sustaining
30.17 wages. This is a onetime appropriation.

30.18 (uu) \$42,000 the first year from the workforce
30.19 development fund is for a grant to Aspirus
30.20 Lake View Hospital, a nonprofit organization,
30.21 to provide workforce training to create a
30.22 minimum of 12 new certified nursing
30.23 assistants for local employers. Grant money
30.24 may be used for training and curriculum costs,
30.25 certification testing, and a retention bonus for
30.26 trainees. This is a onetime appropriation and
30.27 is available until June 30, 2027.

30.28 (vv) \$125,000 each year from the workforce
30.29 development fund is for a grant to West
30.30 Broadway Business and Area Coalition to
30.31 support their Youth Jobs program to provide
30.32 career readiness training and internship
30.33 opportunities throughout the community for
30.34 youth in North Minneapolis. This is a onetime
30.35 appropriation.

31.1 (ww) \$500,000 each year from the workforce
31.2 development fund is for a grant to the Sanneh
31.3 Foundation, a nonprofit organization, to fund
31.4 out-of-school and summer programs focused
31.5 on mentoring and behavioral, social, and
31.6 emotional learning interventions and
31.7 enrichment activities tailored for low-income
31.8 students of color. This appropriation is
31.9 onetime and available until June 30, 2029.

31.10 (xx) \$500,000 each year from the workforce
31.11 development fund is for a grant to the
31.12 Minnesota Alliance of Boys and Girls Clubs
31.13 to administer a statewide project of youth job
31.14 skills and career development. This project,
31.15 which may have career guidance components
31.16 including health and life skills, must be
31.17 designed to encourage, train, and assist youth
31.18 in early access to education and job-seeking
31.19 skills, work-based learning experience,
31.20 including career pathways in STEM learning,
31.21 career exploration and matching, and first job
31.22 placement through local community
31.23 partnerships and on-site job opportunities. This
31.24 grant requires a 25 percent match from
31.25 nonstate resources. This is a onetime
31.26 appropriation.

31.27 (yy) \$375,000 each year from the workforce
31.28 development fund is for a grant to Mind the
31.29 G.A.P.P. (Gaining Assistance to Prosperity
31.30 Program) to improve the quality of life of
31.31 unemployed and underemployed individuals
31.32 by improving their employment outcomes and
31.33 developing individual earnings potential. This
31.34 is a onetime appropriation. Any unencumbered
31.35 balance remaining at the end of the first year

32.1 does not cancel but is available in the second
32.2 year.

32.3 (zz) \$1,500,000 the first year from the
32.4 workforce development fund is for a grant to
32.5 Minnesota STEM Ecosystem to support
32.6 STEM learning opportunities, including but
32.7 not limited to high school and college
32.8 internships, or use of virtual reality
32.9 technology, and workforce development
32.10 within the science and technology areas. The
32.11 Minnesota STEM Ecosystem shall award
32.12 grants to programs that support STEM
32.13 learning or use of virtual reality technology,
32.14 and workforce development to ensure strategic
32.15 alignment of STEM initiatives across the state.

32.16 The Minnesota STEM Ecosystem must
32.17 provide notification to the commissioner prior
32.18 to issuing any subgrant under this paragraph.
32.19 This is a onetime appropriation and is
32.20 available until June 30, 2029.

32.21 (aaa) \$250,000 each year from the workforce
32.22 development fund is for a grant to the
32.23 Minnesota Association of Black Lawyers to
32.24 be used for a program supporting
32.25 undergraduate students pursuing admission to
32.26 law school. The grant provided under this
32.27 paragraph is not subject to Minnesota Statutes,
32.28 section 116L.98. This is a onetime
32.29 appropriation.

32.30 The program must:

32.31 (1) enroll Minnesota resident students
32.32 attending a baccalaureate degree-granting
32.33 postsecondary institution in Minnesota
32.34 full-time;

33.1 (2) support each of the program's students with
33.2 an academic scholarship in the amount of
33.3 \$4,000 per academic year;

33.4 (3) organize events and programming,
33.5 including but not limited to one-on-one
33.6 mentoring, to familiarize enrolled students
33.7 with law school and legal careers; and

33.8 (4) provide the program's students free test
33.9 preparation materials, academic support, and
33.10 registration for the Law School Admission
33.11 Test (LSAT) examination.

33.12 The Minnesota Association of Black Lawyers
33.13 may use grant money under this paragraph for
33.14 costs related to student scholarships; academic
33.15 events and programming, including food and
33.16 transportation costs for students; LSAT
33.17 preparation materials, courses, and
33.18 registrations; and hiring staff for the program.

33.19 By January 30, 2026, and again by January
33.20 30, 2027, the Minnesota Association of Black
33.21 Lawyers must submit a report to the
33.22 commissioner of employment and economic
33.23 development and to the chairs and ranking
33.24 minority members of the legislative
33.25 committees with jurisdiction over workforce
33.26 development and policy. The report must
33.27 include an accurate and detailed account of
33.28 the program, the program's outcomes, and the
33.29 program's revenues and expenses, including
33.30 the use of all state money appropriated in this
33.31 paragraph.

33.32 (bbb) \$250,000 each year from the workforce
33.33 development fund is for a grant to the Rural
33.34 Cancer Institute for a pilot program to expand

34.1 the clinical workforce specific to oncology
34.2 care in rural districts. This program may work
34.3 to increase the number of cancer care
34.4 clinicians in rural districts and provide health
34.5 care students with skills critical to the
34.6 challenges of providing cancer care in a rural
34.7 setting using a community-based model. The
34.8 community-based model may work to grow
34.9 the oncology clinical workforce in rural
34.10 districts and directly address the cancer care
34.11 workforce shortage in rural districts. This is a
34.12 onetime appropriation.

34.13 (ccc) \$50,000 each year is from the workforce
34.14 development fund for a grant to the Center for
34.15 African Immigrants and Refugees
34.16 Organization (CAIRO) to implement the
34.17 Gateways2Growth Initiative. This is a onetime
34.18 appropriation.

34.19 CAIRO may use grant proceeds for the
34.20 Gateways2Growth Initiative including:

34.21 (1) IT workforce training, including (i)
34.22 expanding access to full-stack development,
34.23 cybersecurity, and business analysis training
34.24 programs and (ii) partnering with statewide
34.25 employers to facilitate hiring and paid
34.26 internships for IT trainees;

34.27 (2) commercial driver's license (CDL) training,
34.28 including (i) expanding training opportunities
34.29 for new CDL drivers to address Minnesota's
34.30 critical shortage in transportation and logistics
34.31 and (ii) partnering with trucking companies
34.32 to provide job placements and apprenticeship
34.33 programs; and

35.1 (3) health care workforce development,
35.2 including (i) training certified nursing
35.3 assistants, phlebotomists, pharmacy
35.4 technicians, and other essential health care
35.5 professionals to meet Minnesota's growing
35.6 demand in long-term care facilities and
35.7 hospitals and (ii) collaborating with statewide
35.8 health care providers to support job placement,
35.9 credentialing, and licensure.

35.10 CAIRO shall distribute grant proceeds equally
35.11 between workforce programs inside and
35.12 outside the seven-county Twin Cities
35.13 metropolitan area.

35.14 Priority must be given to (1) individuals from
35.15 historically underserved communities,
35.16 including immigrants, refugees, and rural
35.17 populations; (2) workers seeking reskilling or
35.18 career transitions due to economic
35.19 displacement; and (3) underemployed
35.20 individuals looking to enter high-demand
35.21 fields with strong career growth potential.

35.22 At the conclusion of each fiscal year, CAIRO,
35.23 in collaboration with the commissioner of
35.24 employment and economic development, shall
35.25 submit a report to the legislature detailing the
35.26 number of participants enrolled in each of the
35.27 following training sectors: IT, CDL, and health
35.28 care; the employment outcomes and wage
35.29 growth of program graduates; the regional
35.30 distribution of participants, ensuring equitable
35.31 access inside and outside the seven-county
35.32 Twin Cities metropolitan area; and
35.33 recommendations for program expansion and
35.34 sustainability.

36.1 (ddd) \$25,000 each year from the workforce
36.2 development fund is for a grant to Duluth
36.3 Public Schools for the Duluth Promise
36.4 initiative to strengthen career planning, career
36.5 pathway training and education, wraparound
36.6 support services, and job skills advancement
36.7 in high-demand careers including health care,
36.8 manufacturing, and business finance. The
36.9 Duluth Promise aims to reduce barriers to
36.10 employment and address workforce shortages
36.11 in the Duluth area and St. Louis County by
36.12 building intentional strategies with employers,
36.13 kindergarten through grade 12 students, and
36.14 higher education partners. Money appropriated
36.15 under this paragraph:

36.16 (1) must be focused on establishing clear
36.17 pathways with early college credit, credit for
36.18 prior learning, college in the schools, early
36.19 work experiences, and earn-and-learn
36.20 opportunities;

36.21 (2) must support employer outreach services
36.22 to solve current and anticipated workforce
36.23 challenges and be directly connected to
36.24 workforce programming; and

36.25 (3) may be used for program expenses,
36.26 including but not limited to hiring instructors
36.27 and navigators, space rental, and supportive
36.28 services to help participants attend classes.

36.29 This appropriation is onetime and is available
36.30 until June 30, 2027.

36.31 (eee) \$1,000,000 each year from the workforce
36.32 development fund is for the Service to Success
36.33 initiative. The base for this appropriation is
36.34 \$500,000 in fiscal year 2028 and each year

37.1 thereafter. Of this amount, up to \$150,000 may
37.2 be transferred to the Department of Education
37.3 to support career pathways development. Of
37.4 the amounts for fiscal year 2026 and fiscal
37.5 year 2027:

37.6 (1) \$200,000 each year is for the Office of
37.7 Public Service, established under Minnesota
37.8 Statutes, section 116J.9921;

37.9 (2) \$50,000 each year is to support career
37.10 pathways development. The commissioner of
37.11 employment and economic development may
37.12 enter into an interagency agreement with the
37.13 Department of Education, including
37.14 agreements to transfer funds and to administer
37.15 this clause; and

37.16 (3) \$750,000 each year is for grants to expand
37.17 service opportunities, including but not limited
37.18 to ServeMinnesota Innovation Act, Minnesota
37.19 Statutes, sections 124D.37 to 124D.45; the
37.20 Domestic and Volunteer Service Act of 1973,
37.21 United States Code, title 42, section 4950; and
37.22 the National and Community Service Act of
37.23 1990, United States Code, title 42, section
37.24 12501. Of this amount, up to five percent may
37.25 be used for administration of the grants.

37.26 (fff) \$6,000,000 each year is from the
37.27 workforce development fund for the Drive for
37.28 Five Initiative to conduct outreach and provide
37.29 job skills training, career counseling, case
37.30 management, and supportive services for
37.31 careers in technology, labor, the caring
37.32 professions, manufacturing, and educational
37.33 and professional services. This is a onetime
37.34 appropriation.

38.1 (ggg) Of the amount appropriated in paragraph
38.2 (fff), the commissioner must make \$3,375,000
38.3 each year available through a competitive
38.4 request for proposal process. The grant awards
38.5 must be used to provide education and training
38.6 in the five industries identified in paragraph
38.7 (fff). Education and training may include:
38.8 (1) student tutoring and testing support
38.9 services;
38.10 (2) training and employment placement in
38.11 high-wage and high-growth employment;
38.12 (3) assistance in obtaining industry-specific
38.13 certifications;
38.14 (4) remedial training leading to enrollment in
38.15 employment training programs or services;
38.16 (5) real-time work experience;
38.17 (6) career and educational counseling;
38.18 (7) work experience and internships; and
38.19 (8) supportive services.
38.20 (hhh) Of the amount appropriated in paragraph
38.21 (fff), \$1,500,000 each year must be awarded
38.22 through competitive grants made to trade
38.23 associations or chambers of commerce for job
38.24 placement services. Grant awards must be used
38.25 to encourage workforce training efforts to
38.26 ensure that efforts are aligned with employer
38.27 demands and that graduates are connected with
38.28 employers that are currently hiring. Trade
38.29 associations or chambers of commerce must
38.30 partner with employers with current or
38.31 anticipated employment opportunities and
38.32 nonprofit workforce training partners
38.33 participating in this program. The trade

39.1 associations or chambers of commerce must
39.2 work closely with the industry sector training
39.3 providers in the five industries identified in
39.4 paragraph (fff). Grant awards may be used for:

39.5 (1) employer engagement strategies to align
39.6 employment opportunities for individuals
39.7 exiting workforce development training
39.8 programs. Strategies may include business
39.9 recruitment, job opening development,
39.10 employee recruitment, and job matching.
39.11 Trade associations must utilize the state's labor
39.12 exchange system;

39.13 (2) diversity, inclusion, and retention training
39.14 of their members to increase the business'
39.15 understanding of welcoming and retaining a
39.16 diverse workforce; and

39.17 (3) industry-specific training.

39.18 (iii) Of the amount appropriated in paragraph
39.19 (fff), \$1,125,000 each year is to hire, train,
39.20 and deploy business services representatives
39.21 in local workforce development areas
39.22 throughout the state. Business services
39.23 representatives must work with an assigned
39.24 local workforce development area to address
39.25 the hiring needs of Minnesota's businesses by
39.26 connecting job seekers and program
39.27 participants in the CareerForce system.
39.28 Business services representatives serve in the
39.29 classified service of the state and operate as
39.30 part of the agency's Employment and Training
39.31 Office. The commissioner shall develop and
39.32 implement training materials and reporting
39.33 and evaluation procedures for the activities of
39.34 the business services representatives. The
39.35 business services representatives must:

40.1 (1) serve as the primary contact for businesses
40.2 in that area;

40.3 (2) actively engage employers by assisting
40.4 with matching employers to job seekers by
40.5 referring candidates, convening job fairs, and
40.6 assisting with job announcements;

40.7 (3) work with the local area board and its
40.8 partners to identify candidates for openings in
40.9 small and midsize companies in the local area;
40.10 and

40.11 (4) engage in workforce innovation solutions.

40.12 (jjj)(1) \$150,000 the first year is for
40.13 conducting a comprehensive review of the
40.14 department's programs and competitive grant
40.15 processes, including how grants are
40.16 announced, reviewed, awarded, and
40.17 administered, and how those processes impact
40.18 how services are delivered. This review must
40.19 include input from past applicants and
40.20 potential applicants. This appropriation is
40.21 onetime and is available until June 30, 2027.

40.22 (2) No later than February 15, 2026, the
40.23 commissioner must submit a preliminary
40.24 written report to the chairs and ranking
40.25 minority members of the legislative
40.26 committees and divisions with jurisdiction
40.27 over employment and economic development.
40.28 The report must include the preliminary results
40.29 of the comprehensive review, as well as any
40.30 recommendations or draft legislation that the
40.31 commissioner would like to propose for
40.32 improving the department's programs and
40.33 grant-making system in the future.

41.1 (3) No later than January 15, 2027, the
 41.2 commissioner must submit a final written
 41.3 report to the chairs and ranking minority
 41.4 members of the legislative committees and
 41.5 divisions with jurisdiction over employment
 41.6 and economic development. The report must
 41.7 include the final results of the comprehensive
 41.8 review, as well as any recommendations or
 41.9 draft legislation that the commissioner would
 41.10 like to propose for improving the department's
 41.11 programs and grant-making system in the
 41.12 future.

41.13 (kkk) \$150,000 the first year from the
 41.14 workforce development fund is for the
 41.15 expenses of the Task Force on Workforce
 41.16 Development System Reform. This
 41.17 appropriation is onetime and is available until
 41.18 June 30, 2027.

41.19	<u>Subd. 4. General Support Services</u>	<u>6,605,000</u>	<u>7,375,000</u>
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41.20	<u>Appropriations by Fund</u>		
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41.21	<u>General</u>	<u>6,510,000</u>	<u>7,280,000</u>
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41.22	<u>Workforce</u>		
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41.23	<u>Development</u>	<u>95,000</u>	<u>95,000</u>
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41.24 \$1,269,000 each year from the general fund

41.25 is for transfer to the Minnesota Housing

41.26 Finance Agency for operating the Olmstead

41.27 Compliance Office.

41.28	<u>Subd. 5. Minnesota Trade Office</u>	<u>2,242,000</u>	<u>2,242,000</u>
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41.29 (a) \$300,000 each year is for the STEP grants

41.30 in Minnesota Statutes, section 116J.979.

41.31 (b) \$180,000 each year is for the Invest

41.32 Minnesota marketing initiative in Minnesota

41.33 Statutes, section 116J.9781.

42.1 (c) \$270,000 each year is for the Minnesota
42.2 Trade Offices under Minnesota Statutes,
42.3 section 116J.978.

42.4 **Subd. 6. Vocational Rehabilitation** 44,191,000 44,191,000

42.5 Appropriations by Fund

42.6 General 20,290,000 20,290,000

42.7 Workforce

42.8 Development 23,901,000 23,901,000

42.9 (a) \$3,229,000 each year from the general fund
42.10 and \$16,071,000 each year from the workforce
42.11 development fund are for the state's vocational
42.12 rehabilitation program under Minnesota
42.13 Statutes, chapter 268A. The base for this
42.14 appropriation is \$1,800,000 from the general
42.15 fund and \$17,500,000 from the workforce
42.16 development fund in fiscal year 2028 and each
42.17 year thereafter.

42.18 (b) \$10,495,000 each year from the general
42.19 fund and \$6,830,000 each year from the
42.20 workforce development fund are for extended
42.21 employment services for persons with severe
42.22 disabilities under Minnesota Statutes, section
42.23 268A.15. Of the amounts appropriated from
42.24 the general fund, \$4,500,000 each year is for
42.25 maintaining prior rate increases to providers
42.26 of extended employment services for persons
42.27 with severe disabilities under Minnesota
42.28 Statutes, section 268A.15.

42.29 (c) \$3,555,000 each year is for grants to
42.30 programs that provide employment support
42.31 services to persons with mental illness under
42.32 Minnesota Statutes, sections 268A.13 and
42.33 268A.14.

43.1 (d) \$3,011,000 each year is for grants to
43.2 centers for independent living under
43.3 Minnesota Statutes, section 268A.11.

43.4 (e) \$1,000,000 each year is from the workforce
43.5 development fund for grants under Minnesota
43.6 Statutes, section 268A.16, for employment
43.7 services for persons, including transition-age
43.8 youth, who are deaf, deafblind, or
43.9 hard-of-hearing. If the amount in the first year
43.10 is insufficient, the amount in the second year
43.11 is available in the first year.

43.12 Subd. 7. **Services for the Blind** 8,425,000 8,425,000

43.13 Of this amount, \$500,000 each year is for
43.14 senior citizens who are becoming blind. At
43.15 least one-half of the funds for this purpose
43.16 must be used to provide training services for
43.17 seniors who are becoming blind. Training
43.18 services must provide independent living skills
43.19 to seniors who are becoming blind to allow
43.20 them to continue to live independently in their
43.21 homes.

43.22 Subd. 8. **Paid Leave** 40,544,000 5,000,000

43.23 This appropriation is from the family and
43.24 medical benefit insurance account for the
43.25 purposes of Minnesota Statutes, chapter 268B.

43.26 Sec. 3. **EXPLORE MINNESOTA** \$ 23,652,000 \$ 18,108,000

43.27 (a) \$500,000 each year must be matched from
43.28 nonstate sources to develop maximum private
43.29 sector involvement in tourism. Each \$1 of state
43.30 incentive must be matched with \$6 of private
43.31 sector money. "Matched" means revenue to
43.32 the state or documented in-kind, soft match,
43.33 or cash expenditures directly expended to
43.34 support Explore Minnesota under Minnesota

44.1 Statutes, section 116U.05. The incentive in
44.2 fiscal year 2026 is based on fiscal year 2025
44.3 private sector contributions. The incentive in
44.4 fiscal year 2027 is based on fiscal year 2026
44.5 private sector contribution. This incentive is
44.6 ongoing.

44.7 (b) \$825,000 each year is for Explore
44.8 Minnesota Film under Minnesota Statutes,
44.9 section 116U.255.

44.10 (c) \$671,000 the first year is for a grant to the
44.11 2026 Special Olympics USA Games. This is
44.12 a onetime appropriation.

44.13 (d) \$5,000,000 the first year is for a grant to
44.14 Minnesota Sports and Events for costs related
44.15 to the World Junior Hockey Championships,
44.16 which will occur in Minnesota in December
44.17 of 2025 and January of 2026. This
44.18 appropriation is onetime and is available until
44.19 June 30, 2027.

44.20 **Sec. 4. DEPARTMENT OF CHILDREN,**
44.21 **YOUTH, AND FAMILIES**

\$ **516,000** **\$** **516,000**

44.22 (a) \$466,000 each year is for a grant to Greater
44.23 Twin Cities United Way to fully or partially
44.24 subsidize child care costs for individuals who
44.25 are:

44.26 (1) eligible for the early learning scholarship
44.27 program under Minnesota Statutes, chapter
44.28 142D.25, subdivision 2;

44.29 (2) not receiving an early learning scholarship
44.30 or assistance through the child care assistance
44.31 program; and

44.32 (3) working at least 32 hours a week providing
44.33 direct care for children in a licensed child care

45.1 center, certified child care center, or licensed
45.2 family child care setting.

45.3 Of this amount, up to ten percent is available
45.4 for Greater Twin Cities United Way to
45.5 administer the program. This is a onetime
45.6 appropriation and is available until June 30,
45.7 2028.

45.8 Subsidies must not exceed \$5,000 per child
45.9 per year and eligibility under clause (3) must
45.10 be reverified approximately every three
45.11 months. At least 25 percent of recipients must
45.12 be employed in a licensed child care center,
45.13 certified child care center, or licensed family
45.14 child care provider located in Economic
45.15 Development Area 3.

45.16 Notwithstanding any law to the contrary,
45.17 subsidies under this paragraph must not be
45.18 considered income, assets, or personal
45.19 property for purposes of determining eligibility
45.20 or recertifying eligibility for:

45.21 (i) child care assistance programs under
45.22 Minnesota Statutes, chapter 142E, and early
45.23 learning scholarships under Minnesota
45.24 Statutes, section 142D.25;

45.25 (ii) general assistance and Minnesota
45.26 supplemental aid under Minnesota Statutes,
45.27 chapter 256D;

45.28 (iii) housing support under Minnesota Statutes,
45.29 chapter 256I;

45.30 (iv) the Minnesota family investment program
45.31 and diversionary work program under
45.32 Minnesota Statutes, chapter 142G; or

46.1 (v) economic assistance programs under

46.2 Minnesota Statutes, chapter 256P.

46.3 (b) \$50,000 each year is to verify whether

46.4 applicants for subsidies in paragraph (a) meet

46.5 the eligibility requirements in clauses (1) and

46.6 (2). This is a onetime appropriation and is

46.7 available until June 30, 2028.

46.8 **Sec. 5. PUBLIC FACILITIES AUTHORITY \$ 3,000,000 \$ -0-**

46.9 \$3,000,000 the first year is to provide lead

46.10 service line replacement grants under

46.11 Minnesota Statutes, section 446A.077. This

46.12 is a onetime appropriation and is available

46.13 until June 30, 2033.

46.14 **Sec. 6. CARRYFORWARD; EXTENSIONS.**

46.15 (a) Notwithstanding any other law to the contrary, the availability of the appropriations

46.16 for the following projects is extended to June 30, 2026:

46.17 (1) Laws 2023, chapter 53, article 20, section 2, subdivision 2, paragraph (c), clause (2);

46.18 and

46.19 (2) Laws 2023, chapter 53, article 20, section 2, subdivision 2, paragraph (f).

46.20 (b) Notwithstanding any other law to the contrary, the availability of the appropriations

46.21 for the following projects is extended to June 30, 2027:

46.22 (1) Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph (d);

46.23 (2) Laws 2023, chapter 63, article 9, section 9, paragraph (c); and

46.24 (3) Laws 2023, chapter 63, article 9, section 9, paragraph (d).

46.25 (c) Notwithstanding any other law to the contrary, the availability of the appropriations

46.26 for the following projects is extended to June 30, 2029:

46.27 (1) Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph (nn); and

46.28 (2) Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph (yyy).

46.29 (d) Any unspent funds appropriated in Laws 2024, chapter 120, article 1, section 2,

46.30 subdivision 4, as of the date of enactment of this section must be spent equally between

46.31 fiscal year 2026 and fiscal year 2027.

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

47.2 Sec. 7. **TRANSFERS.**

47.3 (a) \$500,000 in fiscal year 2026 and \$500,000 in fiscal year 2027 are transferred from
47.4 the general fund to the emerging entrepreneur program special revenue fund account created
47.5 under Minnesota Statutes, section 116M.18. The commissioner of employment and economic
47.6 development may use up to four percent of this transfer for administration and monitoring
47.7 of the program. For fiscal years 2028 to 2031, the commissioner of management and budget
47.8 must include a transfer of \$500,000 each year from the general fund to the emerging
47.9 entrepreneur program special revenue fund account when preparing each forecast through
47.10 the February 2027 forecast, under Minnesota Statutes, section 16A.103.

47.11 (b) \$1,000,000 in fiscal year 2026 and \$1,000,000 in fiscal year 2027 are transferred
47.12 from the general fund to the CanStartup revolving loan account established under Minnesota
47.13 Statutes, section 116J.659, subdivision 3. The commissioner of employment and economic
47.14 development may use up to four percent of this transfer for administrative purposes. For
47.15 fiscal years 2028 to 2031, the commissioner of management and budget must include a
47.16 transfer of \$1,250,000 each year from the general fund to the CanStartup revolving loan
47.17 account when preparing each forecast through the February 2027 forecast, under Minnesota
47.18 Statutes, section 16A.103.

47.19 Sec. 8. **CANCELLATIONS.**

47.20 (a) \$1,000,000 of the fiscal year 2024 general fund appropriation under Laws 2023,
47.21 chapter 53, article 20, section 2, subdivision 2, paragraph (e), is canceled to the general
47.22 fund.

47.23 (b) \$1,000,000 of the fiscal year 2024 and \$2,500,000 of the fiscal year 2025 general
47.24 fund appropriations under Laws 2023, chapter 53, article 20, section 2, subdivision 2,
47.25 paragraph (ss), is canceled to the general fund.

47.26 (c) \$1,200,000 of the fiscal year 2025 general fund appropriation under Laws 2023,
47.27 chapter 53, article 20, section 2, subdivision 3, paragraph (b), is canceled to the general
47.28 fund.

47.29 (d) \$200,000 of the fiscal year 2025 general fund appropriation under Laws 2024, chapter
47.30 120, article 1, section 2, subdivision 2, paragraph (i), is canceled to the general fund.

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

Sec. 9. APPROPRIATION CANCELLATION; JOB CREATION FUND.

49.1 The amounts that may be spent for each
49.2 purpose are specified in the following
49.3 subdivisions.

49.4 Subd. 2. **General Support** 9,106,000 9,106,000

49.5 This appropriation is from the workers'
49.6 compensation fund.

49.7 Subd. 3. **Labor Standards** 9,634,000 9,187,000

49.8 Appropriations by Fund

49.9 General 7,572,000 7,491,000

49.10 Family and Medical
49.11 Benefit 366,000 -0-

49.12 Workforce
49.13 Development 1,696,000 1,696,000

49.14 (a) The general fund base is \$7,170,000 in
49.15 fiscal year 2028 and each year thereafter.

49.16 (b) \$2,046,000 each year is for wage theft
49.17 prevention.

49.18 (c) \$1,696,000 each year is from the workforce
49.19 development fund for prevailing wage
49.20 enforcement.

49.21 (d) \$351,000 the first year and \$356,000 the
49.22 second year are for enforcement, education,
49.23 and training related to employee
49.24 misclassification.

49.25 (e) \$1,899,000 each year is for enforcement
49.26 and other duties regarding earned sick and safe
49.27 time under Minnesota Statutes, chapter 177,
49.28 and sections 181.9445 to 181.9448.

49.29 (f) \$134,000 each year is for outreach and
49.30 enforcement efforts related to the nursing
49.31 mothers, lactating employees, and pregnancy
49.32 accommodations law under Minnesota
49.33 Statutes, chapter 181.

50.1 (g) \$169,000 each year is for the purposes of
 50.2 the Safe Workplaces for Meat and Poultry
 50.3 Processing Workers Act.

50.4 (h) \$123,000 each year is for enforcement,
 50.5 education, and outreach regarding Minnesota
 50.6 Statutes, sections 181C.02 and 181C.03.

50.7 (i) \$366,000 the first year and \$0 the second
 50.8 year are from the family and medical benefit
 50.9 insurance account in the special revenue fund
 50.10 for the purposes of Minnesota Statutes, chapter
 50.11 268B.

50.12 (j) \$460,000 the first year and \$160,000 the
 50.13 second year are for costs associated with the
 50.14 misclassification fraud impact report under
 50.15 Minnesota Statutes, section 181.725,
 50.16 subdivision 4b. This appropriation is onetime
 50.17 and is available until June 30, 2027. The
 50.18 commissioner of labor and industry may enter
 50.19 into interagency agreements with the
 50.20 commissioners of employment and economic
 50.21 development and revenue to transfer funds
 50.22 appropriated in this paragraph as needed to
 50.23 fulfill the requirements of the misclassification
 50.24 fraud impact report.

50.25	<u>Subd. 4. Workers' Compensation</u>	<u>17,609,000</u>	<u>17,919,000</u>
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50.26 This appropriation is from the workers'
 50.27 compensation fund.

50.28	<u>Subd. 5. Workplace Safety</u>	<u>8,061,000</u>	<u>7,627,000</u>
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50.29 This appropriation is from the workers'
 50.30 compensation fund.

50.31	<u>Subd. 6. Employment-Based Initiatives</u>	<u>2,404,000</u>	<u>2,404,000</u>
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51.1	<u>Appropriations by Fund</u>		
51.2	<u>General</u>	<u>33,000</u>	<u>33,000</u>
51.3	<u>Workforce</u>		
51.4	<u>Development</u>	<u>2,371,000</u>	<u>2,371,000</u>
51.5	<u>(a) \$500,000 each year is from the workforce</u>		
51.6	<u>development fund for the dual-training</u>		
51.7	<u>pipeline program and the identification of</u>		
51.8	<u>competency standards under Minnesota</u>		
51.9	<u>Statutes, section 175.45.</u>		
51.10	<u>(b) \$1,500,000 each year is from the</u>		
51.11	<u>workforce development fund for youth skills</u>		
51.12	<u>training grants under Minnesota Statutes,</u>		
51.13	<u>section 175.46.</u>		
51.14	<u>(c) \$371,000 each year is from the workforce</u>		
51.15	<u>development fund for administration of the</u>		
51.16	<u>youth skills training grant program under</u>		
51.17	<u>Minnesota Statutes, section 175.46.</u>		
51.18	<u>(d) \$33,000 each year is to identify</u>		
51.19	<u>occupational competency standards and</u>		
51.20	<u>provide technical assistance for developing</u>		
51.21	<u>dual-training programs under Minnesota</u>		
51.22	<u>Statutes, section 175.45, for the legal cannabis</u>		
51.23	<u>industry.</u>		
51.24	<u>Subd. 7. Combative Sports</u>	<u>254,000</u>	<u>254,000</u>
51.25	<u>Subd. 8. Apprenticeship</u>	<u>7,172,000</u>	<u>6,672,000</u>
51.26	<u>(a) This appropriation is from the workforce</u>		
51.27	<u>development fund. The workforce</u>		
51.28	<u>development fund base is \$2,772,000 in fiscal</u>		
51.29	<u>year 2028 and each year thereafter.</u>		
51.30	<u>(b) \$1,000,000 each year is from the</u>		
51.31	<u>workforce development fund for labor</u>		
51.32	<u>education and advancement program grants</u>		
51.33	<u>under Minnesota Statutes, section 178.11.</u>		

52.1 (c) \$238,000 each year is from the workforce
52.2 development fund for a grant to Building
52.3 Strong Communities, Inc. for the Minnesota
52.4 Helmets to Hardhats program. Money
52.5 appropriated in this paragraph must be used
52.6 to facilitate participation of National Guard,
52.7 reserve, and active duty military members and
52.8 veterans in apprenticeship programs registered
52.9 with the Department of Labor and Industry
52.10 and connect these members and veterans to
52.11 career training and employment in the building
52.12 and construction industries. Program
52.13 recruitment, selection, employment, and
52.14 training must not discriminate based on race,
52.15 color, creed, religion, national origin, sex,
52.16 sexual orientation, marital status, physical or
52.17 mental disability, receipt of public assistance,
52.18 or age. By February 1 of each year, Building
52.19 Strong Communities, Inc. must submit a report
52.20 to the commissioner of labor and industry and
52.21 the chairs and ranking minority members of
52.22 the legislative committees with jurisdiction
52.23 over labor and industry that identifies:

52.24 (1) a detailed accounting of the use of the
52.25 grant; and

52.26 (2) the number and demographics of
52.27 individuals served by the grant.

52.28 The report must be filed according to
52.29 Minnesota Statutes, section 3.195.

52.30 (d) \$3,500,000 each year is from the
52.31 workforce development fund for a registered
52.32 teacher apprenticeship competitive grant
52.33 program. This is a onetime appropriation and
52.34 is available until June 30, 2029. Funds must
52.35 be awarded through a competitive request for

53.1 proposal process with preference given to
53.2 programs with multiple participating school
53.3 districts. As much as practical, the
53.4 commissioner must ensure that school districts
53.5 in all regions of the state have a meaningful
53.6 opportunity to participate in one or more of
53.7 the funded programs. Grant awards must be
53.8 used to establish, administer, and
53.9 operationalize registered teacher
53.10 apprenticeship programs and joint
53.11 apprenticeship training committees statewide
53.12 in accordance with the requirements of
53.13 Minnesota Statutes, chapter 178. Grant money
53.14 may be used to:

53.15 (1) fund personnel costs;

53.16 (2) design and update related instruction for
53.17 the programs in coordination with teacher
53.18 preparation providers approved by the
53.19 Professional Educators Licensing and
53.20 Standards Board;

53.21 (3) purchase equipment, training materials,
53.22 and software licenses for apprentice tracking
53.23 systems for the programs;

53.24 (4) fund marketing costs associated with the
53.25 recruitment of signatory school districts,
53.26 journeyworker teachers, and apprentices; and

53.27 (5) fund subawards to signatory school
53.28 districts to offset costs for participation in the
53.29 program. Subawards may be used for:

53.30 (i) apprentice tuition, scholarships, and other
53.31 supportive services; and

53.32 (ii) journeyworker teacher stipends.

54.1 Grant money may not be used to pay for
54.2 apprentice wages and registered apprentices
54.3 must not incur any cost for their participation
54.4 in the apprenticeship programs.
54.5 Notwithstanding any law to the contrary,
54.6 payments under clause (5) must not be
54.7 considered income, assets, or personal
54.8 property for purposes of determining eligibility
54.9 or recertifying eligibility for aid authorized by
54.10 Minnesota Statutes, section 136A.1465.

54.11 By January 15 every year, beginning in 2028,
54.12 the commissioner must report to the legislative
54.13 committees with jurisdiction over kindergarten
54.14 through grade 12 education, higher education,
54.15 labor, and workforce development on how
54.16 teacher apprenticeship program funding was
54.17 used and recommendations for statutory or
54.18 rule changes to facilitate program
54.19 improvement and expansion of teacher
54.20 apprenticeship programs as a pathway to
54.21 teacher licensure.

54.22 (e) \$500,000 the first year is from the
54.23 workforce development fund for a grant to
54.24 Independent School District No. 294, Houston,
54.25 for the Minnesota Virtual Academy's career
54.26 pathways program with Operating Engineers
54.27 Local 49. This is a onetime appropriation and
54.28 is available until June 30, 2027. The following
54.29 requirements apply:

54.30 (1) the career pathways program must
54.31 encourage, support, and provide continuity for
54.32 student participation in structured career
54.33 pathways. The program may include up to five
54.34 semesters of courses and must lead to

55.1 eligibility for the Operating Engineers Local
55.2 49 apprenticeship program;

55.3 (2) the grant may be used to encourage and
55.4 support student participation in the career
55.5 pathways program through additional
55.6 academic, counseling, and other support
55.7 services provided by the student's enrolling
55.8 school district. The Minnesota Virtual
55.9 Academy may contract with a student's
55.10 enrolling school district to provide these
55.11 services;

55.12 (3) the career pathways program must provide
55.13 outreach to and encourage participation in its
55.14 programming by students of color, Indigenous
55.15 students, students from families with low
55.16 income, students located throughout
55.17 Minnesota, and underserved students; and

55.18 (4) by January 15 of each year following
55.19 receipt of a grant, Independent School District
55.20 No. 294, Houston, must submit a written
55.21 report to the commissioner of labor and
55.22 industry and the chairs and ranking minority
55.23 members of the legislative committees with
55.24 jurisdiction over education and workforce
55.25 development. The grant award and report must
55.26 comply with the provisions of Minnesota
55.27 Statutes, sections 3.195 and 127A.20. The
55.28 report must:

55.29 (i) describe students' experiences with the
55.30 program;

55.31 (ii) document the program's spending and the
55.32 number of students participating in the
55.33 program and entering into the apprenticeship
55.34 program;

56.1 (iii) include geographic and demographic
 56.2 information on the program participants;
 56.3 (iv) make recommendations to improve the
 56.4 support of career pathways programs
 56.5 statewide; and
 56.6 (v) make recommendations to improve student
 56.7 participation in career pathways programs.
 56.8 (f) \$400,000 each year is from the workforce
 56.9 development fund for a grant to Building
 56.10 Strong Communities, Inc., for a statewide
 56.11 apprenticeship readiness program that prepares
 56.12 women; individuals who are Black,
 56.13 Indigenous, and People of Color; and veterans
 56.14 to enter the building and construction
 56.15 industries. This is a onetime appropriation. By
 56.16 February 1 of each year following receipt of
 56.17 a grant, Building Strong Communities, Inc.
 56.18 must submit a report to the commissioner of
 56.19 labor and industry and the chairs and ranking
 56.20 minority members of the legislative
 56.21 committees with jurisdiction over labor and
 56.22 industry that identifies:
 56.23 (1) a detailed accounting of the use of the
 56.24 grant; and
 56.25 (2) the number and demographics of
 56.26 individuals served by the grant.
 56.27 The report must be filed according to
 56.28 Minnesota Statutes, section 3.195.

56.29 Subd. 9. **Nursing Home Workforce Standards**
 56.30 **Board**

404,000

357,000

56.31 Subd. 10. **Construction Codes and Licensing**

500,000

500,000

56.32 This appropriation is from the workforce
 56.33 development fund for initiatives to promote
 56.34 mental health and prevent suicide in the

57.1 construction industry and may be used for
57.2 outreach, education, development of resources
57.3 related to stigma reduction and worksite
57.4 strategies, and grants to industry groups for
57.5 related activities. This is a onetime
57.6 appropriation and is available until June 30,
57.7 2029.

57.8 **Sec. 3. WORKERS' COMPENSATION COURT**
57.9 **OF APPEALS**

\$ 2,962,000 \$ 2,895,000

57.10 This appropriation is from the workers'
57.11 compensation fund.

57.12 **Sec. 4. BUREAU OF MEDIATION SERVICES** **\$ 3,828,000 \$ 3,882,000**

57.13 \$762,000 the first year and \$772,000 the
57.14 second year are for the Public Employment
57.15 Relations Board under Minnesota Statutes,
57.16 section 179A.041.

57.17 **Sec. 5. CANCELLATIONS.**

57.18 (a) \$25,000 of the fiscal year 2024 appropriation from the general fund for creation and
57.19 distribution of a veterans' benefits and services poster under Laws 2023, chapter 53, article
57.20 19, section 2, subdivision 3, paragraph (f), is canceled.

57.21 (b) \$1,000,000 of the fiscal year 2024 appropriation from the workforce development
57.22 fund for grants to registered apprenticeship programs for clean economy occupations under
57.23 Laws 2023, chapter 53, article 19, section 2, subdivision 8, paragraph (c), is canceled.

57.24 **Sec. 6. Laws 2024, chapter 127, article 14, section 3, is amended to read:**

57.25 **Sec. 3. DEPARTMENT OF LABOR AND**
57.26 **INDUSTRY**

\$ -0- \$ 225,000

57.27 This appropriation is for the single-egress
57.28 stairway apartment building report under
57.29 article 15, section 46. This is a onetime
57.30 appropriation and is available until June 30,
57.31 2026.

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

58.1

58.2

ARTICLE 3

APPROPRIATION MODIFICATIONS

58.3

58.4

Section 1. Laws 2023, chapter 53, article 20, section 2, subdivision 2, as amended by Laws 2024, chapter 120, article 1, section 6, is amended to read:

58.5

Subd. 2. **Business and Community Development**

195,061,000

139,104,000

58.6

Appropriations by Fund			
58.7	General	193,011,000	137,054,000
58.8	Remediation	700,000	700,000
58.9	Workforce		
58.10	Development	1,350,000	1,350,000

58.11

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(a) \$2,287,000 each year is for the greater Minnesota business development public infrastructure grant program under Minnesota Statutes, section 116J.431. This appropriation is available until June 30, 2027.

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(b) \$500,000 each year is for grants to small business development centers under Minnesota Statutes, section 116J.68. Money made available under this paragraph may be used to match funds under the federal Small Business Development Center (SBDC) program under United States Code, title 15, section 648, to provide consulting and technical services or to build additional SBDC network capacity to serve entrepreneurs and small businesses.

58.26

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58.28

(c) \$2,500,000 the first year is for Launch Minnesota. This is a onetime appropriation. Of this amount:

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58.31

(1) \$1,500,000 is for innovation grants to eligible Minnesota entrepreneurs or start-up businesses to assist with their operating needs;

58.32

58.33

(2) \$500,000 is for administration of Launch Minnesota; and

59.1 (3) \$500,000 is for grantee activities at Launch
59.2 Minnesota.

59.3 (d)(1) \$500,000 each year is for grants to
59.4 MNSBIR, Inc., to support moving scientific
59.5 excellence and technological innovation from
59.6 the lab to the market for start-ups and small
59.7 businesses by securing federal research and
59.8 development funding. The purpose of the grant
59.9 is to build a strong Minnesota economy and
59.10 stimulate the creation of novel products,
59.11 services, and solutions in the private sector;
59.12 strengthen the role of small business in
59.13 meeting federal research and development
59.14 needs; increase the commercial application of
59.15 federally supported research results; and
59.16 develop and increase the Minnesota
59.17 workforce, especially by fostering and
59.18 encouraging participation by small businesses
59.19 owned by women and people who are Black,
59.20 Indigenous, or people of color. This is a
59.21 onetime appropriation.

59.22 (2) MNSBIR, Inc., shall use the grant money
59.23 to be the dedicated resource for federal
59.24 research and development for small businesses
59.25 of up to 500 employees statewide to support
59.26 research and commercialization of novel ideas,
59.27 concepts, and projects into cutting-edge
59.28 products and services for worldwide economic
59.29 impact. MNSBIR, Inc., shall use grant money
59.30 to:

59.31 (i) assist small businesses in securing federal
59.32 research and development funding, including
59.33 the Small Business Innovation Research and
59.34 Small Business Technology Transfer programs

60.1 and other federal research and development
60.2 funding opportunities;

60.3 (ii) support technology transfer and
60.4 commercialization from the University of
60.5 Minnesota, Mayo Clinic, and federal
60.6 laboratories;

60.7 (iii) partner with large businesses;

60.8 (iv) conduct statewide outreach, education,
60.9 and training on federal rules, regulations, and
60.10 requirements;

60.11 (v) assist with scientific and technical writing;

60.12 (vi) help manage federal grants and contracts;
60.13 and

60.14 (vii) support cost accounting and sole-source
60.15 procurement opportunities.

60.16 (e) \$10,000,000 the first year is ~~for~~ transferred
60.17 from the general fund to the Minnesota
60.18 Expanding Opportunity Fund Program special
60.19 revenue account under Minnesota Statutes,
60.20 section 116J.8733. This is a onetime
60.21 ~~appropriation transfer~~ and is available until
60.22 June 30, 2025.

60.23 (f) \$6,425,000 each year is for the small
60.24 business assistance partnerships program
60.25 under Minnesota Statutes, section 116J.682.

60.26 All grant awards shall be for two consecutive
60.27 years. Grants shall be awarded in the first year.

60.28 The department may use up to five percent of
60.29 the appropriation for administrative purposes.

60.30 The base for this appropriation is \$2,725,000
60.31 in fiscal year 2026 and each year thereafter.

60.32 (g) \$350,000 each year is for administration
60.33 of the community energy transition office.

61.1 (h) \$5,000,000 each year is transferred from
61.2 the general fund to the community energy
61.3 transition account for grants under Minnesota
61.4 Statutes, section 116J.55. This is a onetime
61.5 transfer.

61.6 (i) \$1,772,000 each year is for contaminated
61.7 site cleanup and development grants under
61.8 Minnesota Statutes, sections 116J.551 to
61.9 116J.558. This appropriation is available until
61.10 expended.

61.11 (j) \$700,000 each year is from the remediation
61.12 fund for contaminated site cleanup and
61.13 development grants under Minnesota Statutes,
61.14 sections 116J.551 to 116J.558. This
61.15 appropriation is available until expended.

61.16 (k) \$389,000 each year is for the Center for
61.17 Rural Policy and Development. The base for
61.18 this appropriation is \$139,000 in fiscal year
61.19 2026 and each year thereafter.

61.20 (l) \$25,000 each year is for the administration
61.21 of state aid for the Destination Medical Center
61.22 under Minnesota Statutes, sections 469.40 to
61.23 469.47.

61.24 (m) \$875,000 each year is for the host
61.25 community economic development program
61.26 established in Minnesota Statutes, section
61.27 116J.548.

61.28 (n) \$6,500,000 each year is for grants to local
61.29 communities to increase the number of quality
61.30 child care providers to support economic
61.31 development. Fifty percent of grant money
61.32 must go to communities located outside the
61.33 seven-county metropolitan area as defined in
61.34 Minnesota Statutes, section 473.121,

62.1 subdivision 2. The base for this appropriation
62.2 is \$1,500,000 in fiscal year 2026 and each year
62.3 thereafter.

62.4 Grant recipients must obtain a 50 percent
62.5 nonstate match to grant money in either cash
62.6 or in-kind contribution, unless the
62.7 commissioner waives the requirement. Grant
62.8 money available under this subdivision must
62.9 be used to implement projects to reduce the
62.10 child care shortage in the state, including but
62.11 not limited to funding for child care business
62.12 start-ups or expansion, training, facility
62.13 modifications, direct subsidies or incentives
62.14 to retain employees, or improvements required
62.15 for licensing, and assistance with licensing
62.16 and other regulatory requirements. In awarding
62.17 grants, the commissioner must give priority
62.18 to communities that have demonstrated a
62.19 shortage of child care providers.

62.20 Within one year of receiving grant money,
62.21 grant recipients must report to the
62.22 commissioner on the outcomes of the grant
62.23 program, including but not limited to the
62.24 number of new providers, the number of
62.25 additional child care provider jobs created, the
62.26 number of additional child care openings, and
62.27 the amount of cash and in-kind local money
62.28 invested. Within one month of all grant
62.29 recipients reporting on program outcomes, the
62.30 commissioner must report the grant recipients'
62.31 outcomes to the chairs and ranking members
62.32 of the legislative committees with jurisdiction
62.33 over early learning and child care and
62.34 economic development.

63.1 (o) \$500,000 each year is for the Office of
63.2 Child Care Community Partnerships. Of this
63.3 amount:

63.4 (1) \$450,000 each year is for administration
63.5 of the Office of Child Care Community
63.6 Partnerships; and

63.7 (2) \$50,000 each year is for the Labor Market
63.8 Information Office to conduct research and
63.9 analysis related to the child care industry.

63.10 (p) \$3,500,000 each year is for grants in equal
63.11 amounts to each of the Minnesota Initiative
63.12 Foundations. This appropriation is available
63.13 until June 30, 2027. The base for this
63.14 appropriation is \$1,000,000 in fiscal year 2026
63.15 and each year thereafter. The Minnesota
63.16 Initiative Foundations must use grant money
63.17 under this section to:

63.18 (1) facilitate planning processes for rural
63.19 communities resulting in a community solution
63.20 action plan that guides decision making to
63.21 sustain and increase the supply of quality child
63.22 care in the region to support economic
63.23 development;

63.24 (2) engage the private sector to invest local
63.25 resources to support the community solution
63.26 action plan and ensure quality child care is a
63.27 vital component of additional regional
63.28 economic development planning processes;

63.29 (3) provide locally based training and technical
63.30 assistance to rural business owners
63.31 individually or through a learning cohort.
63.32 Access to financial and business development
63.33 assistance must prepare child care businesses
63.34 for quality engagement and improvement by

64.1 stabilizing operations, leveraging funding from
64.2 other sources, and fostering business acumen
64.3 that allows child care businesses to plan for
64.4 and afford the cost of providing quality child
64.5 care; and

64.6 (4) recruit child care programs to participate
64.7 in quality rating and improvement
64.8 measurement programs. The Minnesota
64.9 Initiative Foundations must work with local
64.10 partners to provide low-cost training,
64.11 professional development opportunities, and
64.12 continuing education curricula. The Minnesota
64.13 Initiative Foundations must fund, through local
64.14 partners, an enhanced level of coaching to
64.15 rural child care providers to obtain a quality
64.16 rating through measurement programs.

64.17 (q) \$8,000,000 each year is for the Minnesota
64.18 job creation fund under Minnesota Statutes,
64.19 section 116J.8748. Of this amount, the
64.20 commissioner of employment and economic
64.21 development may use up to three percent for
64.22 administrative expenses. This appropriation
64.23 is available until expended. Notwithstanding
64.24 Minnesota Statutes, section 116J.8748, money
64.25 appropriated for the job creation fund may be
64.26 used for redevelopment under Minnesota
64.27 Statutes, sections 116J.575 and 116J.5761, at
64.28 the discretion of the commissioner.

64.29 (r) \$12,370,000 each year is for the Minnesota
64.30 investment fund under Minnesota Statutes,
64.31 section 116J.8731. Of this amount, the
64.32 commissioner of employment and economic
64.33 development may use up to three percent for
64.34 administration and monitoring of the program.
64.35 This appropriation is available until expended.

65.1 Notwithstanding Minnesota Statutes, section
65.2 116J.8731, money appropriated to the
65.3 commissioner for the Minnesota investment
65.4 fund may be used for the redevelopment
65.5 program under Minnesota Statutes, sections
65.6 116J.575 and 116J.5761, at the discretion of
65.7 the commissioner. Grants under this paragraph
65.8 are not subject to the grant amount limitation
65.9 under Minnesota Statutes, section 116J.8731.

65.10 (s) \$4,246,000 each year is for the
65.11 redevelopment program under Minnesota
65.12 Statutes, sections 116J.575 and 116J.5761.

65.13 The base for this appropriation is \$2,246,000
65.14 in fiscal year 2026 and each year thereafter.

65.15 This appropriation is available until expended.

65.16 (t) \$1,000,000 each year is for the Minnesota
65.17 emerging entrepreneur loan program under
65.18 Minnesota Statutes, section 116M.18. Money
65.19 available under this paragraph is for transfer
65.20 into the emerging entrepreneur program
65.21 special revenue fund account created under
65.22 Minnesota Statutes, chapter 116M, and are
65.23 available until expended. Of this amount, up
65.24 to four percent is for administration and
65.25 monitoring of the program.

65.26 (u) \$325,000 the first year is for the Minnesota
65.27 Film and TV Board. The appropriation is
65.28 available only upon receipt by the board of \$1
65.29 in matching contributions of money or in-kind
65.30 contributions from nonstate sources for every
65.31 \$3 provided by this appropriation, except that
65.32 up to \$50,000 is available on July 1 even if
65.33 the required matching contribution has not
65.34 been received by that date. This is a onetime
65.35 appropriation.

66.1 (v) \$12,000 each year is for a grant to the
66.2 Upper Minnesota Film Office.

66.3 (w) \$500,000 the first year is for a grant to the
66.4 Minnesota Film and TV Board for the film
66.5 production jobs program under Minnesota
66.6 Statutes, section 116U.26. This appropriation
66.7 is available until June 30, 2027. This is a
66.8 onetime appropriation.

66.9 (x) \$4,195,000 each year is for the Minnesota
66.10 job skills partnership program under
66.11 Minnesota Statutes, sections 116L.01 to
66.12 116L.17. If the appropriation for either year
66.13 is insufficient, the appropriation for the other
66.14 year is available. This appropriation is
66.15 available until expended.

66.16 (y) \$1,350,000 each year from the workforce
66.17 development fund is for jobs training grants
66.18 under Minnesota Statutes, section 116L.41.

66.19 (z) \$47,475,000 the first year and \$50,475,000
66.20 the second year are for the PROMISE grant
66.21 program. This is a onetime appropriation and
66.22 is available until June 30, 2027. Any
66.23 unencumbered balance remaining at the end
66.24 of the first year does not cancel but is available
66.25 the second year. Of this amount:

66.26 (1) \$475,000 each year is for administration
66.27 of the PROMISE grant program;

66.28 (2) \$7,500,000 each year is for grants in equal
66.29 amounts to each of the Minnesota Initiative
66.30 Foundations to serve businesses in greater
66.31 Minnesota. Of this amount, \$600,000 each
66.32 year is for grants to businesses with less than
66.33 \$100,000 in revenue in the prior year; and

67.1 (3) \$39,500,000 the first year and \$42,500,000
67.2 the second year are for grants to the
67.3 Neighborhood Development Center. Of this
67.4 amount, the following amounts are designated
67.5 for the following areas:

67.6 (i) \$16,000,000 each year is for North
67.7 Minneapolis' West Broadway, Camden, ~~or~~ and
67.8 other Northside neighborhoods. Of this
67.9 amount, \$1,000,000 each year is for grants to
67.10 businesses with less than \$100,000 in revenue
67.11 in the prior year;

67.12 (ii) ~~\$13,500,000 each year is~~ \$12,500,000 the
67.13 first year and \$13,500,000 the second year are
67.14 for South Minneapolis' Lake Street, 38th and
67.15 Chicago, Franklin, Nicollet, and Riverside
67.16 corridors. Of this amount, \$750,000 each year
67.17 is for grants to businesses with less than
67.18 \$100,000 in revenue in the prior year;

67.19 (iii) \$10,000,000 each year is for St. Paul's
67.20 University Avenue, Midway, Eastside, or other
67.21 St. Paul neighborhoods. Of this amount,
67.22 \$750,000 each year is for grants to businesses
67.23 with less than \$100,000 in revenue in the prior
67.24 year;

67.25 (iv) \$1,000,000 the first year is for South
67.26 Minneapolis' Hennepin Avenue Commercial
67.27 corridor, South Hennepin Community
67.28 corridor, and Uptown Special Service District;
67.29 and

67.30 (v) \$3,000,000 the second year is for grants
67.31 to businesses in the counties of Anoka, Carver,
67.32 Dakota, Hennepin, Ramsey, Scott, and
67.33 Washington, excluding the cities of
67.34 Minneapolis and St. Paul.

68.1 (aa) \$15,150,000 each year is for the
68.2 PROMISE loan program. This is a onetime
68.3 appropriation and is available until June 30,
68.4 2027. Of this amount:

68.5 (1) \$150,000 each year is for administration
68.6 of the PROMISE loan program;

68.7 (2) \$3,000,000 each year is for grants in equal
68.8 amounts to each of the Minnesota Initiative
68.9 Foundations to serve businesses in greater
68.10 Minnesota; and

68.11 (3) \$12,000,000 each year is for grants to the
68.12 Metropolitan Economic Development
68.13 Association (MEDA). Of this amount, the
68.14 following amounts are designated for the
68.15 following areas:

68.16 (i) \$4,500,000 each year is for North
68.17 Minneapolis' West Broadway, Camden, ~~or~~ and
68.18 other Northside neighborhoods;

68.19 (ii) \$4,500,000 each year is for South
68.20 Minneapolis' Lake Street, 38th and Chicago,
68.21 Franklin, Nicollet, and Riverside corridors;
68.22 and

68.23 (iii) \$3,000,000 each year is for St. Paul's
68.24 University Avenue, Midway, Eastside, or other
68.25 St. Paul neighborhoods.

68.26 (bb) \$1,500,000 each year is for a grant to the
68.27 Metropolitan Consortium of Community
68.28 Developers for the community wealth-building
68.29 grant program pilot project. Of this amount,
68.30 up to two percent is for administration and
68.31 monitoring of the community wealth-building
68.32 grant program pilot project. This is a onetime
68.33 appropriation.

69.1 (cc) \$250,000 each year is for the publication,
69.2 dissemination, and use of labor market
69.3 information under Minnesota Statutes, section
69.4 116J.401.

69.5 (dd) \$5,000,000 the first year is for a grant to
69.6 the Bloomington Port Authority to provide
69.7 funding for the Expo 2027 host organization.

69.8 The Bloomington Port Authority must enter
69.9 into an agreement with the host organization
69.10 over the use of money, which may be used for
69.11 activities, including but not limited to
69.12 finalizing the community dossier and staffing
69.13 the host organization and for infrastructure
69.14 design and planning, financial modeling,
69.15 development planning and coordination of
69.16 both real estate and public private partnerships,
69.17 and reimbursement of costs the Bloomington
69.18 Port Authority incurred. In selecting vendors
69.19 and exhibitors for Expo 2027, the host
69.20 organization shall prioritize outreach to,
69.21 collaboration with, and inclusion of businesses
69.22 that are majority owned by people of color,
69.23 women, and people with disabilities. The host
69.24 organization and Bloomington Port Authority
69.25 may be reimbursed for expenses 90 days prior
69.26 to encumbrance. This appropriation is
69.27 contingent on approval of the project by the
69.28 Bureau International des Expositions. If the
69.29 project is not approved by the Bureau
69.30 International des Expositions, the money shall
69.31 transfer to the Minnesota investment fund
69.32 under Minnesota Statutes, section 116J.8731.
69.33 Any unencumbered balance remaining at the
69.34 end of the first year does not cancel but is
69.35 available for the second year.

70.1 (ee) \$5,000,000 the first year is for a grant to
70.2 the Neighborhood Development Center for
70.3 small business programs, including training,
70.4 lending, business services, and real estate
70.5 programming; small business incubator
70.6 development in the Twin Cities and outside
70.7 the seven-county metropolitan area; and
70.8 technical assistance activities for partners
70.9 outside the seven-county metropolitan area;
70.10 and for high-risk, character-based loan capital
70.11 for nonrecourse loans. This is a onetime
70.12 appropriation. Any unencumbered balance
70.13 remaining at the end of the first year does not
70.14 cancel but is available for the second year.

70.15 (ff) \$5,000,000 the first year is for transfer to
70.16 the emerging developer fund account in the
70.17 special revenue fund. Of this amount, up to
70.18 five percent is for administration and
70.19 monitoring of the emerging developer fund
70.20 program under Minnesota Statutes, section
70.21 116J.9926, and the remainder is for a grant to
70.22 the Local Initiatives Support Corporation -
70.23 Twin Cities to serve as a partner organization
70.24 under the program. This is a onetime
70.25 appropriation.

70.26 (gg) \$5,000,000 the first year is for the
70.27 Canadian border counties economic relief
70.28 program under article 5. Of this amount, up
70.29 to \$1,000,000 is for Tribal economic
70.30 development and \$2,100,000 is for a grant to
70.31 Lake of the Woods County for the forgivable
70.32 loan program for remote recreational
70.33 businesses. This is a onetime appropriation
70.34 and is available until June 30, 2026.

71.1 (hh) \$1,000,000 each year is for a grant to
71.2 African Economic Development Solutions.
71.3 This is a onetime appropriation and is
71.4 available until June 30, 2026. Of this amount:

71.5 (1) \$500,000 each year is for a loan fund that
71.6 must address pervasive economic inequities
71.7 by supporting business ventures of
71.8 entrepreneurs in the African immigrant
71.9 community; and

71.10 (2) \$250,000 each year is for workforce
71.11 development and technical assistance,
71.12 including but not limited to business
71.13 development, entrepreneur training, business
71.14 technical assistance, loan packing, and
71.15 community development services.

71.16 (ii) \$1,500,000 each year is for a grant to the
71.17 Latino Economic Development Center. This
71.18 is a onetime appropriation and is available
71.19 until June 30, 2025. Of this amount:

71.20 (1) \$750,000 each year is to assist, support,
71.21 finance, and launch microentrepreneurs by
71.22 delivering training, workshops, and
71.23 one-on-one consultations to businesses; and

71.24 (2) \$750,000 each year is to guide prospective
71.25 entrepreneurs in their start-up process by
71.26 introducing them to key business concepts,
71.27 including business start-up readiness. Grant
71.28 proceeds must be used to offer workshops on
71.29 a variety of topics throughout the year,
71.30 including finance, customer service,
71.31 food-handler training, and food-safety
71.32 certification. Grant proceeds may also be used
71.33 to provide lending to business startups.

72.1 (jj) \$627,000 the first year is for a grant to
72.2 Community and Economic Development
72.3 Associates (CEDA) to provide funding for
72.4 economic development technical assistance
72.5 and economic development project grants to
72.6 small communities across rural Minnesota and
72.7 for CEDA to design, implement, market, and
72.8 administer specific types of basic community
72.9 and economic development programs tailored
72.10 to individual community needs. Technical
72.11 assistance grants shall be based on need and
72.12 given to communities that are otherwise
72.13 unable to afford these services. Of the amount
72.14 appropriated, up to \$270,000 may be used for
72.15 economic development project implementation
72.16 in conjunction with the technical assistance
72.17 received. This is a onetime appropriation. Any
72.18 unencumbered balance remaining at the end
72.19 of the first year does not cancel but is available
72.20 the second year.

72.21 (kk) \$2,000,000 the first year is for a grant to
72.22 WomenVenture to:

72.23 (1) support child care providers through
72.24 business training and shared services programs
72.25 and to create materials that could be used, free
72.26 of charge, for start-up, expansion, and
72.27 operation of child care businesses statewide,
72.28 with the goal of helping new and existing child
72.29 care businesses in underserved areas of the
72.30 state become profitable and sustainable; and

72.31 (2) support business expansion for women
72.32 food entrepreneurs throughout Minnesota's
72.33 food supply chain to help stabilize and
72.34 strengthen their business operations, create
72.35 distribution networks, offer technical

73.1 assistance and support to beginning women
73.2 food entrepreneurs, develop business plans,
73.3 develop a workforce, research expansion
73.4 strategies, and for other related activities.

73.5 Eligible uses of the money include but are not
73.6 limited to:

73.7 (i) leasehold improvements;

73.8 (ii) additions, alterations, remodeling, or
73.9 renovations to rented space;

73.10 (iii) inventory or supplies;

73.11 (iv) machinery or equipment purchases;

73.12 (v) working capital; and

73.13 (vi) debt refinancing.

73.14 Money distributed to entrepreneurs may be
73.15 loans, forgivable loans, and grants. Of this
73.16 amount, up to five percent may be used for
73.17 the WomenVenture's technical assistance and
73.18 administrative costs. This is a onetime
73.19 appropriation and is available until June 30,
73.20 2026.

73.21 By December 15, 2026, WomenVenture must
73.22 submit a report to the chairs and ranking
73.23 minority members of the legislative
73.24 committees with jurisdiction over agriculture
73.25 and employment and economic development.

73.26 The report must include a summary of the uses
73.27 of the appropriation, including the amount of
73.28 the appropriation used for administration. The
73.29 report must also provide a breakdown of the
73.30 amount of funding used for loans, forgivable
73.31 loans, and grants; information about the terms
73.32 of the loans issued; a discussion of how money
73.33 from repaid loans will be used; the number of

74.1 entrepreneurs assisted; and a breakdown of
74.2 how many entrepreneurs received assistance
74.3 in each county.

74.4 (ll) \$2,000,000 the first year is for a grant to
74.5 African Career, Education, and Resource, Inc.,
74.6 for operational infrastructure and technical
74.7 assistance to small businesses. This
74.8 appropriation is available until June 30, 2025.

74.9 (mm) \$5,000,000 the first year is for a grant
74.10 to the African Development Center to provide
74.11 loans to purchase commercial real estate and
74.12 to expand organizational infrastructure. This
74.13 appropriation is available until June 30, 2025.
74.14 Of this amount:

74.15 (1) \$2,800,000 is for loans to purchase
74.16 commercial real estate targeted at African
74.17 immigrant small business owners;

74.18 (2) \$364,000 is for loan loss reserves to
74.19 support loan volume growth and attract
74.20 additional capital;

74.21 (3) \$836,000 is for increasing organizational
74.22 capacity;

74.23 (4) \$300,000 is for the safe 2 eat project of
74.24 inclusive assistance with required restaurant
74.25 licensing examinations; and

74.26 (5) \$700,000 is for a center for community
74.27 resources for language and technology
74.28 assistance for small businesses.

74.29 (nn) \$7,000,000 the first year is for grants to
74.30 the Minnesota Initiative Foundations to
74.31 capitalize their revolving loan funds, which
74.32 address unmet financing needs of for-profit
74.33 business start-ups, expansions, and ownership

75.1 transitions; nonprofit organizations; and
75.2 developers of housing to support the
75.3 construction, rehabilitation, and conversion
75.4 of housing units. Of the amount appropriated:
75.5 (1) \$1,000,000 is for a grant to the Southwest
75.6 Initiative Foundation;
75.7 (2) \$1,000,000 is for a grant to the West
75.8 Central Initiative Foundation;
75.9 (3) \$1,000,000 is for a grant to the Southern
75.10 Minnesota Initiative Foundation;
75.11 (4) \$1,000,000 is for a grant to the Northwest
75.12 Minnesota Foundation;
75.13 (5) \$2,000,000 is for a grant to the Initiative
75.14 Foundation of which \$1,000,000 is for
75.15 redevelopment of the St. Cloud Youth and
75.16 Family Center; and
75.17 (6) \$1,000,000 is for a grant to the Northland
75.18 Foundation.
75.19 (oo) \$500,000 each year is for a grant to
75.20 Enterprise Minnesota, Inc., to reach and
75.21 deliver talent, leadership, employee retention,
75.22 continuous improvement, strategy, quality
75.23 management systems, revenue growth, and
75.24 manufacturing peer-to-peer advisory services
75.25 to small manufacturing companies employing
75.26 35 or fewer full-time equivalent employees.
75.27 This is a onetime appropriation. No later than
75.28 February 1, 2025, and February 1, 2026,
75.29 Enterprise Minnesota, Inc., must provide a
75.30 report to the chairs and ranking minority
75.31 members of the legislative committees with
75.32 jurisdiction over economic development that
75.33 includes:

76.1 (1) the grants awarded during the past 12
76.2 months;

76.3 (2) the estimated financial impact of the grants
76.4 awarded to each company receiving services
76.5 under the program;

76.6 (3) the actual financial impact of grants
76.7 awarded during the past 24 months; and

76.8 (4) the total amount of federal funds leveraged
76.9 from the Manufacturing Extension Partnership
76.10 at the United States Department of Commerce.

76.11 (pp) \$375,000 each year is for a grant to
76.12 PFund Foundation to provide grants to
76.13 LGBTQ+-owned small businesses and
76.14 entrepreneurs. Of this amount, up to five
76.15 percent may be used for PFund Foundation's
76.16 technical assistance and administrative costs.
76.17 This is a onetime appropriation and is
76.18 available until June 30, 2026. To the extent
76.19 practicable, money must be distributed by
76.20 PFund Foundation as follows:

76.21 (1) at least 33.3 percent to businesses owned
76.22 by members of racial minority communities;
76.23 and

76.24 (2) at least 33.3 percent to businesses outside
76.25 of the seven-county metropolitan area as
76.26 defined in Minnesota Statutes, section
76.27 473.121, subdivision 2.

76.28 (qq) \$125,000 each year is for a grant to
76.29 Quorum to provide business support, training,
76.30 development, technical assistance, and related
76.31 activities for LGBTQ+-owned small
76.32 businesses that are recipients of a PFund
76.33 Foundation grant. Of this amount, up to five
76.34 percent may be used for Quorum's technical

77.1 assistance and administrative costs. This is a
77.2 onetime appropriation and is available until
77.3 June 30, 2026.

77.4 (rr) \$5,000,000 the first year is for a grant to
77.5 the Metropolitan Economic Development
77.6 Association (MEDA) for statewide business
77.7 development and assistance services to
77.8 minority-owned businesses. This is a onetime
77.9 appropriation. Any unencumbered balance
77.10 remaining at the end of the first year does not
77.11 cancel but is available the second year. Of this
77.12 amount:

77.13 (1) \$3,000,000 is for a revolving loan fund to
77.14 provide additional minority-owned businesses
77.15 with access to capital; and

77.16 (2) \$2,000,000 is for operating support
77.17 activities related to business development and
77.18 assistance services for minority business
77.19 enterprises.

77.20 By February 1, 2025, MEDA shall report to
77.21 the commissioner and the chairs and ranking
77.22 minority members of the legislative
77.23 committees with jurisdiction over economic
77.24 development policy and finance on the loans
77.25 and operating support activities, including
77.26 outcomes and expenditures, supported by the
77.27 appropriation under this paragraph.

77.28 (ss) \$2,500,000 each year is for a grant to a
77.29 Minnesota-based automotive component
77.30 manufacturer and distributor specializing in
77.31 electric vehicles and sensor technology that
77.32 manufactures all of their parts onshore to
77.33 expand their manufacturing. The grant
77.34 recipient under this paragraph shall submit

78.1 reports on the uses of the money appropriated,
78.2 the number of jobs created due to the
78.3 appropriation, wage information, and the city
78.4 and state in which the additional
78.5 manufacturing activity was located to the
78.6 chairs and ranking minority members of the
78.7 legislative committees with jurisdiction over
78.8 economic development. An initial report shall
78.9 be submitted by December 15, 2023, and a
78.10 final report is due by December 15, 2025. This
78.11 is a onetime appropriation.

78.12 (tt)(1) \$125,000 each year is for grants to the
78.13 Latino Chamber of Commerce Minnesota to
78.14 support the growth and expansion of small
78.15 businesses statewide. Funds may be used for
78.16 the cost of programming, outreach, staffing,
78.17 and supplies. This is a onetime appropriation.

78.18 (2) By January 15, 2026, the Latino Chamber
78.19 of Commerce Minnesota must submit a report
78.20 to the legislative committees with jurisdiction
78.21 over economic development that details the
78.22 use of grant funds and the grant's economic
78.23 impact.

78.24 (uu) \$175,000 the first year is for a grant to
78.25 the city of South St. Paul to study options for
78.26 repurposing the 1927 American Legion
78.27 Memorial Library after the property is no
78.28 longer used as a library. This appropriation is
78.29 available until the project is completed or
78.30 abandoned, subject to Minnesota Statutes,
78.31 section 16A.642.

78.32 (vv) \$250,000 the first year is for a grant to
78.33 LatinoLEAD for organizational
78.34 capacity-building.

79.1 (ww) \$80,000 the first year is for a grant to
79.2 the Neighborhood Development Center for
79.3 small business competitive grants to software
79.4 companies working to improve employee
79.5 engagement and workplace culture and to
79.6 reduce turnover.

79.7 (xx)(1) \$3,000,000 in the first year is for a
79.8 grant to the Center for Economic Inclusion for
79.9 strategic, data-informed investments in job
79.10 creation strategies that respond to the needs
79.11 of underserved populations statewide. This
79.12 may include forgivable loans, revenue-based
79.13 financing, and equity investments for
79.14 entrepreneurs with barriers to growth. Of this
79.15 amount, up to five percent may be used for
79.16 the center's technical assistance and
79.17 administrative costs. This appropriation is
79.18 available until June 30, 2025.

79.19 (2) By January 15, 2026, the Center for
79.20 Economic Inclusion shall submit a report on
79.21 the use of grant funds, including any loans
79.22 made, to the legislative committees with
79.23 jurisdiction over economic development.

79.24 (yy) \$500,000 the first year is for a grant to
79.25 the Asian Economic Development Association
79.26 for asset building and financial empowerment
79.27 for entrepreneurs and small business owners,
79.28 small business development and technical
79.29 assistance, and cultural placemaking. This is
79.30 a onetime appropriation.

79.31 (zz) \$500,000 each year is for a grant to
79.32 Isuroon to support primarily African
79.33 immigrant women with entrepreneurial
79.34 training to start, manage, and grow
79.35 self-sustaining microbusinesses, develop

80.1 incubator space for these businesses, and
80.2 provide support with financial and language
80.3 literacy, systems navigation to eliminate
80.4 capital access disparities, marketing, and other
80.5 technical assistance. This is a onetime
80.6 appropriation.

80.7 **EFFECTIVE DATE.** This section is effective retroactively from July 1, 2023, except
80.8 that the amendment in paragraph (z), clause (3), item (ii), is effective retroactively from
80.9 July 1, 2024.

80.10 Sec. 2. Laws 2023, chapter 53, article 20, section 2, subdivision 3, as amended by Laws
80.11 2024, chapter 120, article 1, section 7, is amended to read:

80.12	Subd. 3. Employment and Training Programs	112,038,000	104,499,000
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80.13	Appropriations by Fund		
80.14		2024	2025
80.15	General	91,036,000	83,497,000
80.16	Workforce		
80.17	Development	21,002,000	21,002,000

80.18 (a) \$500,000 each year from the general fund
80.19 and \$500,000 each year from the workforce
80.20 development fund are for rural career
80.21 counseling coordinators in the workforce
80.22 service areas and for the purposes specified
80.23 under Minnesota Statutes, section 116L.667.

80.24 (b) \$25,000,000 each year is for the targeted
80.25 population workforce grants under Minnesota
80.26 Statutes, section 116L.43. The department
80.27 may use up to five percent of this
80.28 appropriation for administration, monitoring,
80.29 and oversight of the program. Of this amount:

80.30 (1) \$18,500,000 each year is for job and
80.31 entrepreneurial skills training grants under
80.32 Minnesota Statutes, section 116L.43,
80.33 subdivision 2;

81.1 (2) \$1,500,000 each year is for diversity and
81.2 inclusion training for small employers under
81.3 Minnesota Statutes, section 116L.43,
81.4 subdivision 3; and

81.5 (3) \$5,000,000 each year is for capacity
81.6 building grants under Minnesota Statutes,
81.7 section 116L.43, subdivision 4.

81.8 The base for this appropriation is \$1,275,000
81.9 in fiscal year 2026 and each year thereafter.

81.10 (c) \$750,000 each year is for the women and
81.11 high-wage, high-demand, nontraditional jobs
81.12 grant program under Minnesota Statutes,
81.13 section 116L.99. Of this amount, up to five
81.14 percent is for administration and monitoring
81.15 of the program.

81.16 (d) \$10,000,000 each year is for the Drive for
81.17 Five Initiative to conduct outreach and provide
81.18 job skills training, career counseling, case
81.19 management, and supportive services for
81.20 careers in (1) technology, (2) labor, (3) the
81.21 caring professions, (4) manufacturing, and (5)
81.22 educational and professional services. This is
81.23 a onetime appropriation.

81.24 (e) Of the amounts appropriated in paragraph
81.25 (d), the commissioner must make \$7,000,000
81.26 each year available through a competitive
81.27 request for proposal process. The grant awards
81.28 must be used to provide education and training
81.29 in the five industries identified in paragraph
81.30 (d). Education and training may include:

81.31 (1) student tutoring and testing support
81.32 services;

81.33 (2) training and employment placement in high
81.34 wage and high growth employment;

- 82.1 (3) assistance in obtaining industry-specific
82.2 certifications;
- 82.3 (4) remedial training leading to enrollment in
82.4 employment training programs or services;
- 82.5 (5) real-time work experience;
- 82.6 (6) career and educational counseling;
- 82.7 (7) work experience and internships; and
- 82.8 (8) supportive services.
- 82.9 (f) Of the amount appropriated in paragraph
82.10 (d), \$2,000,000 each year must be awarded
82.11 through competitive grants made to trade
82.12 associations or chambers of commerce for job
82.13 placement services. Grant awards must be used
82.14 to encourage workforce training efforts to
82.15 ensure that efforts are aligned with employer
82.16 demands and that graduates are connected with
82.17 employers that are currently hiring. Trade
82.18 associations or chambers must partner with
82.19 employers with current or anticipated
82.20 employment opportunities and nonprofit
82.21 workforce training partners participating in
82.22 this program. The trade associations or
82.23 chambers must work closely with the industry
82.24 sector training providers in the five industries
82.25 identified in paragraph (d). Grant awards may
82.26 be used for:
- 82.27 (1) employer engagement strategies to align
82.28 employment opportunities for individuals
82.29 exiting workforce development training
82.30 programs. These strategies may include
82.31 business recruitment, job opening
82.32 development, employee recruitment, and job
82.33 matching. Trade associations must utilize the
82.34 state's labor exchange system;

83.1 (2) diversity, inclusion, and retention training
83.2 of their members to increase the business'
83.3 understanding of welcoming and retaining a
83.4 diverse workforce; and

83.5 (3) industry-specific training.

83.6 (g) Of the amount appropriated in paragraph
83.7 (d), \$1,000,000 each year is to hire, train, and
83.8 deploy business services representatives in
83.9 local workforce development areas throughout
83.10 the state. Business services representatives
83.11 must work with an assigned local workforce
83.12 development area to address the hiring needs
83.13 of Minnesota's businesses by connecting job
83.14 seekers and program participants in the
83.15 CareerForce system. Business services
83.16 representatives serve in the classified service
83.17 of the state and operate as part of the agency's
83.18 Employment and Training Office. The
83.19 commissioner shall develop and implement
83.20 training materials and reporting and evaluation
83.21 procedures for the activities of the business
83.22 services representatives. The business services
83.23 representatives must:

83.24 (1) serve as the primary contact for businesses
83.25 in that area;

83.26 (2) actively engage employers by assisting
83.27 with matching employers to job seekers by
83.28 referring candidates, convening job fairs, and
83.29 assisting with job announcements; and

83.30 (3) work with the local area board and its
83.31 partners to identify candidates for openings in
83.32 small and midsize companies in the local area.

83.33 (h) \$2,546,000 each year from the general fund
83.34 and \$4,604,000 each year from the workforce

84.1 development fund are for the pathways to
84.2 prosperity competitive grant program. Of this
84.3 amount, up to five percent is for administration
84.4 and monitoring of the program.

84.5 (i) \$500,000 each year is from the workforce
84.6 development fund for current Minnesota
84.7 affiliates of OIC of America, Inc. This
84.8 appropriation shall be divided equally among
84.9 the eligible centers.

84.10 (j) \$1,000,000 each year is for competitive
84.11 grants to organizations providing services to
84.12 relieve economic disparities in the Southeast
84.13 Asian community through workforce
84.14 recruitment, development, job creation,
84.15 assistance of smaller organizations to increase
84.16 capacity, and outreach. Of this amount, up to
84.17 five percent is for administration and
84.18 monitoring of the program.

84.19 (k) \$1,000,000 each year is for a competitive
84.20 grant program to provide grants to
84.21 organizations that provide support services for
84.22 individuals, such as job training, employment
84.23 preparation, internships, job assistance to
84.24 parents, financial literacy, academic and
84.25 behavioral interventions for low-performing
84.26 students, and youth intervention. Grants made
84.27 under this section must focus on low-income
84.28 communities, young adults from families with
84.29 a history of intergenerational poverty, and
84.30 communities of color. Of this amount, up to
84.31 five percent is for administration and
84.32 monitoring of the program.

84.33 (l) \$750,000 each year from the general fund
84.34 and \$6,698,000 each year from the workforce
84.35 development fund are for the youth-at-work

85.1 competitive grant program under Minnesota
85.2 Statutes, section 116L.562. Of this amount,
85.3 up to five percent is for administration and
85.4 monitoring of the youth workforce
85.5 development competitive grant program. All
85.6 grant awards shall be for two consecutive
85.7 years. Grants shall be awarded in the first year.
85.8 The base for this appropriation is \$750,000
85.9 from the general fund and \$3,348,000 from
85.10 the workforce development fund beginning in
85.11 fiscal year 2026 and each year thereafter.

85.12 (m) \$1,093,000 each year is from the general
85.13 fund and \$1,000,000 each year is from the
85.14 workforce development fund for the
85.15 youthbuild program under Minnesota Statutes,
85.16 sections 116L.361 to 116L.366. The base for
85.17 this appropriation is \$1,000,000 from the
85.18 workforce development fund in fiscal year
85.19 2026 and each year thereafter.

85.20 (n) \$4,511,000 each year from the general fund
85.21 and \$4,050,000 each year from the workforce
85.22 development fund are for the Minnesota youth
85.23 program under Minnesota Statutes, sections
85.24 116L.56 and 116L.561. The base for this
85.25 appropriation is \$0 from the general fund and
85.26 \$4,050,000 from the workforce development
85.27 fund in fiscal year 2026 and each year
85.28 thereafter.

85.29 (o) \$750,000 each year is for the Office of
85.30 New Americans under Minnesota Statutes,
85.31 section 116J.4231.

85.32 (p) \$1,000,000 each year from the workforce
85.33 development fund is for a grant to the
85.34 Minnesota Technology Association to support
85.35 the SciTech internship program, a program

86.1 that supports science, technology, engineering,
86.2 and math (STEM) internship opportunities for
86.3 two- and four-year college students and
86.4 graduate students in their fields of study. The
86.5 internship opportunities must match students
86.6 with paid internships within STEM disciplines
86.7 at small, for-profit companies located in
86.8 Minnesota having fewer than 250 employees
86.9 worldwide. At least 325 students must be
86.10 matched each year. No more than 15 percent
86.11 of the hires may be graduate students. Selected
86.12 hiring companies shall receive from the grant
86.13 50 percent of the wages paid to the intern,
86.14 capped at \$3,000 per intern. The program must
86.15 work toward increasing the participation
86.16 among women or other underserved
86.17 populations. This is a onetime appropriation.

86.18 (q) \$750,000 each year is for grants to the
86.19 Minneapolis Park and Recreation Board's Teen
86.20 Teamworks youth employment and training
86.21 programs. This is a onetime appropriation and
86.22 available until June 30, 2027. Any
86.23 unencumbered balance remaining at the end
86.24 of the first year does not cancel but is available
86.25 in the second year.

86.26 (r) \$900,000 each year is for a grant to Avivo
86.27 to provide low-income individuals with career
86.28 education and job skills training that is fully
86.29 integrated with chemical and mental health
86.30 services. Of this amount, up to \$250,000 each
86.31 year is for a grant to Avivo to provide
86.32 resources and support services to survivors of
86.33 sex trafficking and domestic abuse in the
86.34 greater St. Cloud area as they search for
86.35 employment. Program resources include but

87.1 are not limited to costs for day care,
87.2 transportation, housing, legal advice, procuring
87.3 documents required for employment, interview
87.4 clothing, technology, and Internet access. The
87.5 program shall also include public outreach and
87.6 corporate training components to communicate
87.7 to the public and potential employers about
87.8 the specific struggles faced by survivors as
87.9 they re-enter the workforce. This is a onetime
87.10 appropriation.

87.11 (s) \$1,000,000 each year is for the getting to
87.12 work grant program under Minnesota Statutes,
87.13 section 116J.545. Of this amount, up to five
87.14 percent is for administration and monitoring
87.15 of the program. This is a onetime
87.16 appropriation.

87.17 (t) \$400,000 each year is for a grant to the
87.18 nonprofit 30,000 Feet to fund youth
87.19 apprenticeship jobs, wraparound services,
87.20 after-school programming, and summer
87.21 learning loss prevention efforts targeted at
87.22 African American youth. This is a onetime
87.23 appropriation.

87.24 (u) \$463,000 the first year is for a grant to the
87.25 Boys and Girls Club of Central Minnesota.
87.26 This is a onetime appropriation. Of this
87.27 amount:

87.28 (1) \$313,000 is to fund one year of free
87.29 full-service programming for a new program
87.30 in Waite Park that will employ part-time youth
87.31 development staff and provide community
87.32 volunteer opportunities for people of all ages.
87.33 Career exploration and life skills programming
87.34 will be a significant dimension of
87.35 programming at this new site; and

88.1 (2) \$150,000 is for planning and design for a
88.2 new multiuse facility for the Boys and Girls
88.3 Club of Waite Park and other community
88.4 partners, including the Waite Park Police
88.5 Department and the Whitney Senior Center.

88.6 (v) \$1,000,000 each year is for a grant to the
88.7 Minnesota Alliance of Boys and Girls Clubs
88.8 to administer a statewide project of youth job
88.9 skills and career development. This project,
88.10 which may have career guidance components
88.11 including health and life skills, must be
88.12 designed to encourage, train, and assist youth
88.13 in early access to education and job-seeking
88.14 skills, work-based learning experience,
88.15 including career pathways in STEM learning,
88.16 career exploration and matching, and first job
88.17 placement through local community
88.18 partnerships and on-site job opportunities. This
88.19 grant requires a 25 percent match from
88.20 nonstate resources. This is a onetime
88.21 appropriation.

88.22 (w) \$1,000,000 the first year is for a grant to
88.23 the Owatonna Area Chamber of Commerce
88.24 Foundation for the Learn and Earn Initiative
88.25 to help the Owatonna and Steele County
88.26 region grow and retain a talented workforce.
88.27 This is a onetime appropriation and is
88.28 available until June 30, 2025. Of this amount:

88.29 (1) \$900,000 is to develop an advanced
88.30 manufacturing career pathway program for
88.31 youth and adult learners with shared learning
88.32 spaces, state-of-the-art equipment, and
88.33 instructional support to grow and retain talent
88.34 in Owatonna; and

89.1 (2) \$100,000 is to create the Owatonna
89.2 Opportunity scholarship model for the Learn
89.3 and Earn Initiative for students and employers.

89.4 (x) \$250,000 each year from the workforce
89.5 development fund is for a grant to the White
89.6 Bear Center for the Arts for establishing a paid
89.7 internship program for high school students
89.8 to learn professional development skills
89.9 through an arts perspective. This is a onetime
89.10 appropriation.

89.11 (y) \$250,000 each year is for the Minnesota
89.12 Family Resiliency Partnership under
89.13 Minnesota Statutes, section 116L.96. The
89.14 commissioner, through the adult career
89.15 pathways program, shall distribute the money
89.16 to existing nonprofit and state displaced
89.17 homemaker programs. This is a onetime
89.18 appropriation.

89.19 (z) \$600,000 each year is for a grant to East
89.20 Side Neighborhood Services. This is a onetime
89.21 appropriation of which:

89.22 (1) \$300,000 each year is for the senior
89.23 community service employment program,
89.24 which provides work readiness training to
89.25 low-income adults ages 55 and older to
89.26 provide ongoing support and mentoring
89.27 services to the program participants as well as
89.28 the transition period from subsidized wages
89.29 to unsubsidized wages; and

89.30 (2) \$300,000 each year is for the nursing
89.31 assistant plus program to serve the increased
89.32 need for growth of medical talent pipelines
89.33 through expansion of the existing program and
89.34 development of in-house training.

90.1 The amounts specified in clauses (1) and (2)
90.2 may also be used to enhance employment
90.3 programming for youth and young adults, ages
90.4 14 to 24, to introduce them to work culture,
90.5 develop essential work readiness skills, and
90.6 make career plans through paid internship
90.7 experiences and work readiness training.

90.8 (aa) \$1,500,000 each year from the workforce
90.9 development fund is for a grant to Ujamaa
90.10 Place to assist primarily African American
90.11 men with job training, employment
90.12 preparation, internships, education, vocational
90.13 housing, and organizational capacity building.
90.14 This is a onetime appropriation.

90.15 (bb) \$500,000 each year is for a grant to
90.16 Comunidades Organizando el Poder y la
90.17 Acción Latina (COPAL) for worker center
90.18 programming that supports primarily
90.19 low-income, migrant, and Latinx workers with
90.20 career planning, workforce training and
90.21 education, workers' rights advocacy, health
90.22 resources and navigation, and wealth creation
90.23 resources. This is a onetime appropriation.

90.24 (cc) \$2,000,000 each year is for a grant to
90.25 Propel Nonprofits to provide capacity-building
90.26 grants and related technical assistance to small,
90.27 culturally specific organizations that primarily
90.28 serve historically underserved cultural
90.29 communities. Propel Nonprofits may only
90.30 award grants to nonprofit organizations that
90.31 have an annual organizational budget of less
90.32 than \$1,000,000. These grants may be used
90.33 for:

90.34 (1) organizational infrastructure
90.35 improvements, including developing database

91.1 management systems and financial systems,
91.2 or other administrative needs that increase the
91.3 organization's ability to access new funding
91.4 sources;

91.5 (2) organizational workforce development,
91.6 including hiring culturally competent staff,
91.7 training and skills development, and other
91.8 methods of increasing staff capacity; or

91.9 (3) creating or expanding partnerships with
91.10 existing organizations that have specialized
91.11 expertise in order to increase capacity of the
91.12 grantee organization to improve services to
91.13 the community.

91.14 Of this amount, up to five percent may be used
91.15 by Propel Nonprofits for administrative costs.
91.16 This is a onetime appropriation.

91.17 (dd) \$1,000,000 each year is for a grant to
91.18 Goodwill Easter Seals Minnesota and its
91.19 partners. The grant must be used to continue
91.20 the FATHER Project in Rochester, St. Cloud,
91.21 St. Paul, Minneapolis, and the surrounding
91.22 areas to assist fathers in overcoming barriers
91.23 that prevent fathers from supporting their
91.24 children economically and emotionally,
91.25 including with community re-entry following
91.26 confinement. This is a onetime appropriation.

91.27 (ee) \$250,000 the first year is for a grant to
91.28 the ProStart and Hospitality Tourism
91.29 Management Program for a well-established,
91.30 proven, and successful education program that
91.31 helps young people advance careers in the
91.32 hospitality industry and addresses critical
91.33 long-term workforce shortages in that industry.

92.1 (ff) \$450,000 each year is for grants to
92.2 Minnesota Diversified Industries to provide
92.3 inclusive employment opportunities and
92.4 services for people with disabilities. This is a
92.5 onetime appropriation.

92.6 (gg) \$1,000,000 the first year is for a grant to
92.7 Minnesota Diversified Industries to assist
92.8 individuals with disabilities through the
92.9 unified work model by offering virtual and
92.10 in-person career skills classes augmented with
92.11 virtual reality tools. Minnesota Diversified
92.12 Industries shall submit a report on the number
92.13 and demographics of individuals served, hours
92.14 of career skills programming delivered,
92.15 outreach to employers, and recommendations
92.16 for future career skills delivery methods to the
92.17 chairs and ranking minority members of the
92.18 legislative committees with jurisdiction over
92.19 labor and workforce development policy and
92.20 finance by January 15, 2026. This is a onetime
92.21 appropriation and is available until June 30,
92.22 2025.

92.23 (hh) \$1,264,000 each year is for a grant to
92.24 Summit Academy OIC to expand employment
92.25 placement, GED preparation and
92.26 administration, and STEM programming in
92.27 the Twin Cities, Saint Cloud, and Bemidji.
92.28 This is a onetime appropriation.

92.29 (ii) \$500,000 each year is for a grant to
92.30 Minnesota Independence College and
92.31 Community to provide employment
92.32 preparation, job placement, job retention, and
92.33 service coordination services to adults with
92.34 autism and learning differences. This is a
92.35 onetime appropriation.

93.1 (jj) \$1,000,000 the first year and \$2,000,000
93.2 the second year are for a clean economy
93.3 equitable workforce grant program. Money
93.4 must be used for grants to support partnership
93.5 development, planning, and implementation
93.6 of workforce readiness programs aimed at
93.7 workers who are Black, Indigenous, and
93.8 People of Color. Programs must include
93.9 workforce training, career development,
93.10 workers' rights training, employment
93.11 placement, and culturally appropriate job
93.12 readiness and must prepare workers for careers
93.13 in the high-demand fields of construction,
93.14 clean energy, and energy efficiency. Grants
93.15 must be given to nonprofit organizations that
93.16 serve historically disenfranchised
93.17 communities, including new Americans, with
93.18 preference for organizations that are new
93.19 providers of workforce programming or which
93.20 have partnership agreements with registered
93.21 apprenticeship programs. This is a onetime
93.22 appropriation.

93.23 (kk) \$350,000 the first year and \$25,000 the
93.24 second year are for a grant to the University
93.25 of Minnesota Tourism Center for the creation
93.26 and operation of an online hospitality training
93.27 program in partnership with Explore
93.28 Minnesota Tourism. This training program
93.29 must be made available at no cost to
93.30 Minnesota residents in an effort to address
93.31 critical workforce shortages in the hospitality
93.32 and tourism industries and assist in career
93.33 development. The base for this appropriation
93.34 is \$25,000 in fiscal year 2026 and each year
93.35 thereafter for ongoing system maintenance,
93.36 management, and content updates.

94.1 (ll) \$3,000,000 the first year is for competitive
94.2 grants to support high school robotics teams
94.3 and prepare youth for careers in STEM fields.
94.4 Of this amount, \$2,000,000 is for creating
94.5 internships for high school students to work
94.6 at private companies in STEM fields,
94.7 including the payment of student stipends.
94.8 This is a onetime appropriation and is
94.9 available until June 30, 2028.

94.10 (mm) \$750,000 each year is for grants to the
94.11 nonprofit Sanneh Foundation to fund
94.12 out-of-school and summer programs focused
94.13 on mentoring and behavioral, social, and
94.14 emotional learning interventions and
94.15 enrichment activities directed toward
94.16 low-income students of color. This is a
94.17 onetime appropriation and available until June
94.18 30, 2027.

94.19 (nn) \$1,000,000 each year is for a grant to the
94.20 Hmong American Partnership to expand job
94.21 training and placement programs primarily
94.22 serving the Southeast Asian community. This
94.23 is a onetime appropriation.

94.24 (oo) \$1,000,000 each year is for a grant to
94.25 Comunidades Latinas Unidas En Servicio
94.26 (CLUES) to address employment, economic,
94.27 and technology access disparities for
94.28 low-income unemployed or underemployed
94.29 individuals. Grant money must support
94.30 short-term certifications and transferable skills
94.31 in high-demand fields, workforce readiness,
94.32 customized financial capability, and
94.33 employment supports. At least 50 percent of
94.34 this amount must be used for programming

95.1 targeted at greater Minnesota. This is a
95.2 onetime appropriation.

95.3 (pp) \$300,000 each year is for a grant to All
95.4 Square. The grant must be used to support the
95.5 operations of All Square's Fellowship and
95.6 Prison to Law Pipeline programs which
95.7 operate in Minneapolis, St. Paul, and
95.8 surrounding correctional facilities to assist
95.9 incarcerated and formerly incarcerated
95.10 Minnesotans in overcoming employment
95.11 barriers that prevent economic and emotional
95.12 freedom. This is a onetime appropriation.

95.13 (qq) \$1,000,000 each year is for a grant to the
95.14 Redemption Project to provide employment
95.15 services to adults leaving incarceration,
95.16 including recruiting, educating, training, and
95.17 retaining employment mentors and partners.
95.18 This is a onetime appropriation.

95.19 (rr) \$500,000 each year is for a grant to
95.20 Greater Twin Cities United Way to make
95.21 grants to partner organizations to provide
95.22 workforce training using the career pathways
95.23 model that helps students gain work
95.24 experience, earn experience in high-demand
95.25 fields, and transition into family-sustaining
95.26 careers. This is a onetime appropriation.

95.27 (ss) \$3,000,000 each year is for a grant to
95.28 Community Action Partnership of Hennepin
95.29 County. This is a onetime appropriation. Of
95.30 this amount:

95.31 (1) \$1,500,000 each year is for grants to 21
95.32 Days of Peace for social equity building and
95.33 community engagement activities; and

96.1 (2) \$1,500,000 each year is for grants to A
96.2 Mother's Love for community outreach,
96.3 empowerment training, and employment and
96.4 career exploration services.

96.5 (tt) \$750,000 each year is for a grant to Mind
96.6 the G.A.P.P. (Gaining Assistance to Prosperity
96.7 Program) to improve the quality of life of
96.8 unemployed and underemployed individuals
96.9 by improving their employment outcomes and
96.10 developing individual earnings potential. This
96.11 is a onetime appropriation. Any unencumbered
96.12 balance remaining at the end of the first year
96.13 does not cancel but is available in the second
96.14 year.

96.15 (uu) \$550,000 each year is for a grant to the
96.16 International Institute of Minnesota. Grant
96.17 money must be used for workforce training
96.18 for new Americans in industries in need of a
96.19 trained workforce. This is a onetime
96.20 appropriation.

96.21 (vv) \$400,000 each year from the workforce
96.22 development fund is for a grant to Hired to
96.23 expand their career pathway job training and
96.24 placement program that connects lower-skilled
96.25 job seekers to entry-level and gateway jobs in
96.26 high-growth sectors. This is a onetime
96.27 appropriation.

96.28 (ww) \$500,000 each year is for a grant to the
96.29 American Indian Opportunities and
96.30 Industrialization Center for workforce
96.31 development programming, including reducing
96.32 academic disparities for American Indian
96.33 students and adults. This is a onetime
96.34 appropriation.

97.1 (xx) \$500,000 each year from the workforce
97.2 development fund is for a grant to the Hmong
97.3 Chamber of Commerce to train ethnically
97.4 Southeast Asian business owners and
97.5 operators in better business practices. Of this
97.6 amount, up to \$5,000 may be used for
97.7 administrative costs. This is a onetime
97.8 appropriation.

97.9 (yy) \$275,000 each year is for a grant to
97.10 Southeast Minnesota Workforce Development
97.11 Area 8 and Workforce Development, Inc., to
97.12 provide career planning, career pathway
97.13 training and education, wraparound support
97.14 services, and job skills advancement in
97.15 high-demand careers to individuals with
97.16 barriers to employment in Steele County, and
97.17 to help families build secure pathways out of
97.18 poverty and address worker shortages in the
97.19 Owatonna and Steele County area, as well as
97.20 supporting Employer Outreach Services that
97.21 provide solutions to workforce challenges and
97.22 direct connections to workforce programming.
97.23 Money may be used for program expenses,
97.24 including but not limited to hiring instructors
97.25 and navigators; space rental; and supportive
97.26 services to help participants attend classes,
97.27 including assistance with course fees, child
97.28 care, transportation, and safe and stable
97.29 housing. Up to five percent of grant money
97.30 may be used for Workforce Development,
97.31 Inc.'s administrative costs. This is a onetime
97.32 appropriation and is available until June 30,
97.33 2027.

97.34 (zz) \$589,000 the first year and \$588,000 the
97.35 second year are for grants to the Black

98.1 Women's Wealth Alliance to provide
98.2 low-income individuals with job skills
98.3 training, career counseling, and job placement
98.4 assistance. This is a onetime appropriation.

98.5 (aaa) \$250,000 each year is for a grant to
98.6 Abijahs on the Backside to provide equine
98.7 experiential mental health therapy to first
98.8 responders suffering from job-related trauma
98.9 and post-traumatic stress disorder. For
98.10 purposes of this paragraph, a "first responder"
98.11 is a peace officer as defined in Minnesota
98.12 Statutes, section 626.84, subdivision 1,
98.13 paragraph (c); a full-time firefighter as defined
98.14 in Minnesota Statutes, section 299N.03,
98.15 subdivision 5; or a volunteer firefighter as
98.16 defined in Minnesota Statutes, section
98.17 299N.03, subdivision 7.

98.18 Abijahs on the Backside must report to the
98.19 commissioner of employment and economic
98.20 development and the chairs and ranking
98.21 minority members of the legislative
98.22 committees with jurisdiction over employment
98.23 and economic development policy and finance
98.24 on the equine experiential mental health
98.25 therapy provided to first responders under this
98.26 paragraph. The report must include an
98.27 overview of the program's budget, a detailed
98.28 explanation of program expenditures, the
98.29 number of first responders served by the
98.30 program, and a list and explanation of the
98.31 services provided to and benefits received by
98.32 program participants. An initial report is due
98.33 by January 15, 2024, and a final report is due
98.34 by January 15, 2026. This is a onetime
98.35 appropriation.

99.1 (bbb) \$500,000 each year is for a grant to
99.2 Ramsey County to provide job training and
99.3 workforce development for underserved
99.4 communities. Grant money may be subgranted
99.5 to Milestone Community Development for the
99.6 Milestone Tech program. This is a onetime
99.7 appropriation.

99.8 (ccc) \$500,000 each year is for a grant to
99.9 Ramsey County for a technology training
99.10 pathway program focused on intergenerational
99.11 community tech work for residents who are
99.12 at least 18 years old and no more than 24 years
99.13 old and whose household income is at or
99.14 below 200 percent of the federal poverty level.
99.15 Grant money may be used for program
99.16 administration, training, training stipends,
99.17 wages, and support services. This is a onetime
99.18 appropriation and is available until December
99.19 31, 2027.

99.20 (ddd) \$200,000 each year is for a grant to
99.21 Project Restore Minnesota for the Social
99.22 Kitchen project, a pathway program for careers
99.23 in the culinary arts. This is a onetime
99.24 appropriation and is available until June 30,
99.25 2027.

99.26 (eee) \$100,000 each year is for grants to the
99.27 Minnesota Grocers Association Foundation
99.28 for Carts to Careers, a statewide initiative to
99.29 promote careers, conduct outreach, provide
99.30 job skills training, and award scholarships for
99.31 students pursuing careers in the food industry.
99.32 This is a onetime appropriation.

99.33 (fff) \$1,200,000 each year is for a grant to
99.34 Twin Cities R!SE. Of this amount, \$700,000
99.35 each year is for performance grants under

100.1 Minnesota Statutes, section 116J.8747, to
100.2 Twin Cities R!SE to provide training to
100.3 individuals facing barriers to employment;
100.4 and \$500,000 each year is to increase the
100.5 capacity of the Empowerment Institute through
100.6 employer partnerships across Minnesota and
100.7 expansion of the youth personal empowerment
100.8 curriculum. This is a onetime appropriation
100.9 and available until June 30, 2026.

100.10 (ggg) \$750,000 each year is for a grant to
100.11 Bridges to Healthcare to provide career
100.12 education, wraparound support services, and
100.13 job skills training in high-demand health care
100.14 fields to low-income parents, nonnative
100.15 speakers of English, and other hard-to-train
100.16 individuals, helping families build secure
100.17 pathways out of poverty while also addressing
100.18 worker shortages in one of Minnesota's most
100.19 innovative industries. Grants may be used for
100.20 program expenses, including but not limited
100.21 to hiring instructors and navigators; space
100.22 rental; and supportive services to help
100.23 participants attend classes, including assistance
100.24 with course fees, child care, transportation,
100.25 and safe and stable housing. In addition, up to
100.26 five percent of grant money may be used for
100.27 Bridges to Healthcare's administrative costs.
100.28 This is a onetime appropriation.

100.29 (hhh) \$500,000 each year is for a grant to Big
100.30 Brothers Big Sisters of the Greater Twin Cities
100.31 to provide disadvantaged youth ages 12 to 21
100.32 with job-seeking skills, connections to job
100.33 training and education opportunities, and
100.34 mentorship while exploring careers. The grant
100.35 shall serve youth in the Big Brothers Big

101.1 Sisters chapters in the Twin Cities, central
101.2 Minnesota, and southern Minnesota. This is a
101.3 onetime appropriation.

101.4 (iii) \$3,000,000 each year is for a grant to
101.5 Youthprise to provide economic development
101.6 services designed to enhance long-term
101.7 economic self-sufficiency in communities with
101.8 concentrated African populations ~~statewide.~~
101.9 ~~Of these amounts, 50 percent is for subgrants~~
101.10 ~~to Ka Joog and 50 percent is for competitive~~
101.11 ~~subgrants to community organizations by~~
101.12 offering subgrants to community
101.13 organizations. This is a onetime appropriation
101.14 and money is available until June 30, 2026.

101.15 (jjj) \$350,000 each year is for a grant to the
101.16 YWCA Minneapolis to provide training to
101.17 eligible individuals, including job skills
101.18 training, career counseling, and job placement
101.19 assistance necessary to secure a child
101.20 development associate credential and to have
101.21 a career path in early education. This is a
101.22 onetime appropriation.

101.23 (kkk) \$500,000 each year is for a grant to
101.24 Emerge Community Development to support
101.25 and reinforce critical workforce training at the
101.26 Emerge Career and Technical Center, Cedar
101.27 Riverside Opportunity Center, and Emerge
101.28 Second Chance programs in the city of
101.29 Minneapolis. This is a onetime appropriation.

101.30 (lll) \$425,000 each year is for a grant to Better
101.31 Futures Minnesota to provide job skills
101.32 training to individuals who have been released
101.33 from incarceration for a felony-level offense
101.34 and are no more than 12 months from the date
101.35 of release. This is a onetime appropriation.

102.1 Better Futures Minnesota shall annually report
102.2 to the commissioner on how the money was
102.3 spent and what results were achieved. The
102.4 report must include, at a minimum,
102.5 information and data about the number of
102.6 participants; participant homelessness,
102.7 employment, recidivism, and child support
102.8 compliance; and job skills training provided
102.9 to program participants.

102.10 (mmm) \$500,000 each year is for a grant to
102.11 Pillsbury United Communities to provide job
102.12 training and workforce development services
102.13 for underserved communities. This is a
102.14 onetime appropriation.

102.15 (nnn) \$500,000 each year is for a grant to
102.16 Project for Pride in Living for job training and
102.17 workforce development services for
102.18 underserved communities. This is a onetime
102.19 appropriation.

102.20 (ooo) \$300,000 each year is for a grant to
102.21 YMCA of the North to provide career
102.22 exploration, job training, and workforce
102.23 development services for underserved youth
102.24 and young adults. This is a onetime
102.25 appropriation.

102.26 (ppp) \$500,000 each year is for a grant to Al
102.27 Maa'uun, formerly the North at Work program,
102.28 for a strategic intervention program designed
102.29 to target and connect program participants to
102.30 meaningful, sustainable living wage
102.31 employment. This is a onetime appropriation.

102.32 (qqq) \$500,000 each year is for a grant to
102.33 CAIRO to provide workforce development
102.34 services in health care, technology, and

103.1 transportation (CDL) industries. This is a
103.2 onetime appropriation.

103.3 (rrr) \$500,000 each year is for a grant to the
103.4 Central Minnesota Community Empowerment
103.5 Organization for providing services to relieve
103.6 economic disparities in the African immigrant
103.7 community through workforce recruitment,
103.8 development, job creation, assistance of
103.9 smaller organizations to increase capacity, and
103.10 outreach. Of this amount, up to five percent
103.11 is for administration and monitoring of the
103.12 program. This is a onetime appropriation.

103.13 (sss) \$270,000 each year is for a grant to the
103.14 Stairstep Foundation for community-based
103.15 workforce development efforts. This is a
103.16 onetime appropriation.

103.17 (ttt) \$400,000 each year is for a grant to
103.18 Building Strong Communities, Inc, for a
103.19 statewide apprenticeship readiness program
103.20 to prepare women, BIPOC community
103.21 members, and veterans to enter the building
103.22 and construction trades. This is a onetime
103.23 appropriation.

103.24 (uuu) \$150,000 each year is for prevailing
103.25 wage staff under Minnesota Statutes, section
103.26 116J.871, subdivision 2.

103.27 (vvv) \$250,000 each year is for the purpose
103.28 of awarding a grant to Minnesota Community
103.29 of African People with Disabilities
103.30 (MNCAPD), Roots Connect, and Fortune
103.31 Relief and Youth Empowerment Organization
103.32 (FRAYEO). This is a onetime appropriation.
103.33 MNCAPD, Roots Connect, and FRAYEO
103.34 must use grant proceeds to provide funding

104.1 for workforce development activities for
104.2 at-risk youth from low-income families and
104.3 unengaged young adults experiencing
104.4 disabilities, including:

104.5 (1) job readiness training for at-risk youth,
104.6 including resume building, interview skills,
104.7 and job search strategies;

104.8 (2) on-the-job training opportunities with local
104.9 businesses;

104.10 (3) support services such as transportation
104.11 assistance and child care to help youth attend
104.12 job training programs; and

104.13 (4) mentorship and networking opportunities
104.14 to connect youth with professionals in the
104.15 youth's desired fields.

104.16 (www)(1) \$250,000 each year is for a grant
104.17 to Greater Rochester Advocates for
104.18 Universities and Colleges (GRAUC), a
104.19 collaborative organization representing health
104.20 care, business, workforce development, and
104.21 higher education institutions, for expenses
104.22 relating to starting up a state-of-the-art
104.23 simulation center for training health care
104.24 workers in southeast Minnesota. Once
104.25 established, this center must be self-sustaining
104.26 through user fees. Eligible expenses include
104.27 leasing costs, developing and providing
104.28 training, and operational costs. This is a
104.29 onetime appropriation.

104.30 (2) By January 15, 2025, GRAUC must submit
104.31 a report, including an independent financial
104.32 audit of the use of grant money, to the chairs
104.33 and ranking minority members of the
104.34 legislative committees having jurisdiction over

105.1 higher education and economic development.

105.2 This report must include details on the training

105.3 provided at the simulation center, including

105.4 the names of all organizations that use the

105.5 center for training, the number of individuals

105.6 each organization trained, and the type of

105.7 training provided.

105.8 (xxx)(1) \$350,000 each year is for a grant to

105.9 the Minnesota Association of Black Lawyers

105.10 for a pilot program supporting black

105.11 undergraduate students pursuing admission to

105.12 law school. This is a onetime appropriation.

105.13 (2) The program must:

105.14 (i) enroll an initial cohort of ten to 20 black

105.15 Minnesota resident students attending a

105.16 baccalaureate degree-granting postsecondary

105.17 institution in Minnesota full time;

105.18 (ii) support each of the program's students with

105.19 an academic scholarship in the amount of

105.20 \$4,000 per academic year;

105.21 (iii) organize events and programming,

105.22 including but not limited to one-on-one

105.23 mentoring, to familiarize enrolled students

105.24 with law school and legal careers; and

105.25 (iv) provide the program's students free test

105.26 preparation materials, academic support, and

105.27 registration for the Law School Admission

105.28 Test (LSAT) examination.

105.29 (3) The Minnesota Association of Black

105.30 Lawyers may use grant funds under clause (1)

105.31 for costs related to:

105.32 (i) student scholarships;

106.1 (ii) academic events and programming,
106.2 including food and transportation costs for
106.3 students;

106.4 (iii) LSAT preparation materials, courses, and
106.5 registrations; and

106.6 (iv) hiring staff for the program.

106.7 (4) By January 30, 2024, and again by January
106.8 30, 2025, the Minnesota Association of Black
106.9 Lawyers must submit a report to the
106.10 commissioner and to the chairs and ranking
106.11 minority members of legislative committees
106.12 with jurisdiction over workforce development
106.13 finance and policy and higher education
106.14 finance and policy. The report must include
106.15 an accurate and detailed account of the pilot
106.16 program, its outcomes, and its revenues and
106.17 expenses, including the use of all state funds
106.18 appropriated in clause (1).

106.19 (yyy) \$2,000,000 the first year is for a grant
106.20 to the Power of People Leadership Institute
106.21 (POPLI) to expand pre- and post-release
106.22 personal development and leadership training
106.23 and community reintegration services, to
106.24 reduce recidivism, and increase access to
106.25 employment. This is a onetime appropriation
106.26 and is available until June 30, 2025.

106.27 (zzz) \$500,000 the first year is to the
106.28 Legislative Coordinating Commission for the
106.29 Working Group on Youth Interventions. This
106.30 is a onetime appropriation.

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

Sec. 3. Laws 2023, chapter 53, article 21, section 7, as amended by Laws 2024, chapter 120, article 1, section 12, and Laws 2024, chapter 125, article 8, section 9, is amended to read:

Sec. 7. **APPROPRIATIONS.**

(a) \$50,000,000 in fiscal year 2024 is appropriated from the Minnesota forward fund account to the commissioner of employment and economic development ~~for providing businesses with matching funds required by federal programs~~. Money awarded under this program is made retroactive to February 1, 2023, for applications and projects. The commissioner may use up to two percent of this appropriation for administration. This is a onetime appropriation and is available until June 30, ~~2027~~ 2030. Any funds that remain unspent are canceled to the general fund.

(b) \$100,000,000 in fiscal year 2024 is appropriated from the Minnesota forward fund account to the commissioner of employment and economic development to match existing federal funds made available in the Consolidated Appropriations Act, Public Law 117-328. This appropriation must be used to (1) construct and operate a bioindustrial manufacturing pilot innovation facility, biorefinery, or commercial campus utilizing agricultural feedstocks or (2) for a Minnesota aerospace center for research, development, and testing, or both (1) and (2). This appropriation is not subject to the grant limit requirements of Minnesota Statutes, section 116J.8752, subdivisions 4, paragraph (b), and 5. Notwithstanding Minnesota Statutes, section 116J.8752, subdivision 4, paragraph (a), this appropriation may include land acquisition as an eligible use to construct a bioindustrial manufacturing pilot innovation facility, a biorefinery, and an aerospace center for research, development, and testing. The commissioner may use up to two percent of this appropriation for administration. This is a onetime appropriation and is available until June 30, ~~2027~~ 2030. Any funds that remain unspent are canceled to the general fund.

(c) \$240,000,000 in fiscal year 2024 is appropriated from the Minnesota forward fund account to the commissioner of employment and economic development to match federal funds made available in the Chips and Science Act, Public Law 117-167. Money awarded under this program is made retroactive to February 1, 2023, for applications and projects. This appropriation is not subject to Minnesota Statutes, section 116J.8752, subdivision 5. The commissioner may use up two percent for administration. This is a onetime appropriation and is available until June 30, ~~2027~~ 2030. Any funds that remain unspent are canceled to the general fund.

(d) The commissioner may use the appropriation under paragraph (c) to allocate up to 15 percent of the total project cost with a maximum of \$75,000,000 per project for the purpose of constructing, modernizing, or expanding commercial facilities on the front- and back-end fabrication of leading-edge, current-generation, and mature-node semiconductors; funding semiconductor materials and manufacturing equipment facilities; and for research and development facilities.

(e) The commissioner may use the appropriation under paragraph (c) to award:

(1) grants to institutions of higher education for developing and deploying training programs and to build pipelines to serve the needs of industry; and

(2) grants to increase the capacity of institutions of higher education to serve industrial requirements for research and development that coincide with current and future requirements of projects eligible under this section. Grant money may be used to construct and equip facilities that serve the purpose of the industry. The maximum grant award per institution of higher education under this section is \$5,000,000 and may not represent more than 50 percent of the total project funding from other sources. Use of this funding must be supported by businesses receiving funds under clause (1).

(f) Money appropriated in paragraphs (a), (b), and (c) may be transferred between appropriations within the Minnesota forward fund account by the commissioner of employment and economic development with approval of the commissioner of management and budget. The commissioner must notify the Legislative Advisory Commission at least 15 days prior to changing appropriations under this paragraph.

Sec. 4. Laws 2023, chapter 64, article 15, section 30, is amended to read:

Sec. 30. APPROPRIATION; CITY OF MINNEAPOLIS; GRANT.

(a) \$10,000,000 in fiscal year 2024 is appropriated from the general fund to the commissioner of employment and economic development for a grant to the city of Minneapolis. This is a onetime appropriation. ~~The grant must be paid by July 15, 2023.~~ The city of Minneapolis may use up to one percent of the grant for administrative costs. This appropriation is available until June 30, 2027.

(b) Of the amount granted to the city of Minneapolis under paragraph (a), \$8,000,000 must be used for a grant to a foundation that provides business advising, branding and marketing support, and real estate consulting to businesses located on Lake Street in Minneapolis, between 30th Avenue South and Nicollet Avenue. The organization must use

109.1 the funds for direct business support or direct corridor support, including assistance with
109.2 marketing, placemaking, and public relations services.

109.3 (c) Of the amount granted to the city of Minneapolis under paragraph (a), \$2,000,000
109.4 must be used for property acquisition in the city of Minneapolis at 1860 28th Street East
109.5 and 2717 Longfellow Avenue.

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

109.7 Sec. 5. Laws 2024, chapter 120, article 1, section 2, subdivision 3, is amended to read:

109.8 Subd. 3. **Employment and Training Programs** \$ -0- \$ 12,207,000

109.9	Appropriations by Fund		
109.10		2024	2025
109.11	General	-0-	50,000
109.12	Workforce		
109.13	Development	-0-	12,157,000

109.14 (a) \$400,000 the second year is from the
109.15 workforce development fund for a grant to
109.16 Sabathani Community Center for specialized
109.17 community outreach and engagement, a
109.18 marketing and communication plan, program
109.19 evaluation, personal empowerment training
109.20 for men, empowerment and truancy
109.21 curriculum for youth, wellness training for
109.22 seniors, a workforce strategies mentorship and
109.23 jobs training program, a 15-passenger van,
109.24 and service kiosks for the Sabathani
109.25 Community Center, including a onetime paid
109.26 internship to support these programs. This is
109.27 a onetime appropriation.

109.28 (b) \$700,000 the second year is from the
109.29 workforce development fund for a grant to the
109.30 Shakopee Chamber Foundation for the
109.31 Shakopee area workforce development
109.32 scholarship pilot program. This is a onetime
109.33 appropriation and is available until June 30,
109.34 2027. The commissioner of employment and

110.1 economic development may enter into an
110.2 interagency agreement with the Office of
110.3 Higher Education, including agreements to
110.4 transfer funds and to administer the program.

110.5 (c) \$100,000 the second year is from the
110.6 workforce development fund for a grant to
110.7 Inspire Change Clinic for their health care
110.8 fellowship program designed to create
110.9 pathways to medicine for high school and
110.10 college students interested in pursuing a career
110.11 in the health care workforce. The health care
110.12 fellowship program is intended to remove
110.13 barriers for minority students, foster
110.14 inclusivity and diversity in the health care
110.15 sector, and provide valuable opportunities for
110.16 students, including mentorship programs,
110.17 access to renowned health institutions in the
110.18 state of Minnesota, and hands-on work
110.19 experience. In addition to the reporting
110.20 requirements in section 14, the commissioner
110.21 must include the number of participants served
110.22 by the grant and provide information about
110.23 program outcomes. This is a onetime
110.24 appropriation.

110.25 (d) \$250,000 the second year is from the
110.26 workforce development fund for a grant to
110.27 Bolder Options Youth Mentoring Program to
110.28 provide disadvantaged youth ages 12 to 22
110.29 with intensive one-to-one wellness,
110.30 goal-setting, and academic-focused
110.31 mentorship; programming that teaches life and
110.32 job-seeking skills; career and college
110.33 achievement coaches; and connections to
110.34 employment, job training, and education
110.35 opportunities. The grant must serve youth in

111.1 the Bolder Options program in the Twin Cities
111.2 and the city of Rochester. In addition to the
111.3 reporting requirements in section 14, the
111.4 commissioner must include the number of
111.5 participants served by the grant. This is a
111.6 onetime appropriation.

111.7 (e) \$1,000,000 the second year is from the
111.8 workforce development fund for a grant to
111.9 Change Starts With Community for a violence
111.10 prevention program. Grant money must be
111.11 used to establish a comprehensive workforce
111.12 development initiative, specifically tailored
111.13 for at-risk youth and adults, located on site at
111.14 Shiloh Cares Food Shelf in the city of
111.15 Minneapolis. This is a onetime appropriation.

111.16 (f) \$100,000 the second year is from the
111.17 workforce development fund for a grant to
111.18 InspireMSP to develop programming to assist
111.19 middle school-aged children in Minneapolis
111.20 and St. Paul to develop an interest in and
111.21 connect with the creative industry in
111.22 Minnesota. Money must be used for program
111.23 development and career exploration in the
111.24 creative industry for historically excluded
111.25 youth by providing access to essential
111.26 resources, networks, and hands-on experience.
111.27 This is a onetime appropriation.

111.28 (g) \$100,000 the second year is from the
111.29 workforce development fund for a grant to
111.30 Lake County Ambulance Service to establish
111.31 a training program for Cook County and Lake
111.32 County high school students interested in
111.33 pursuing careers as emergency medical
111.34 technicians. This is a onetime appropriation.

112.1 (h) \$350,000 the second year is from the
112.2 workforce development fund for a grant to the
112.3 city of Austin to develop and implement
112.4 training programs for water operators and
112.5 wastewater operators. Riverland Community
112.6 College must offer the training programs. This
112.7 is a onetime appropriation and is available
112.8 until June 30, 2027. Of this amount, the city
112.9 of Austin may use up to five percent for
112.10 administration of the program. The
112.11 commissioner must provide an annual report
112.12 by January 5 of each year until January 5,
112.13 2028, regarding the use of grant funds under
112.14 this paragraph to the chairs and ranking
112.15 minority members of the legislative
112.16 committees with jurisdiction over economic
112.17 development and higher education. The report
112.18 must include the number of students enrolled
112.19 and number of students who have completed
112.20 courses funded by this appropriation.

112.21 (i) \$250,000 the second year is from the
112.22 workforce development fund for a grant to the
112.23 Greater Minneapolis Council of Churches for
112.24 a STEM training and career preparation
112.25 program targeted at the needs of BIPOC youth.
112.26 The program shall serve youth who are at least
112.27 11 years of age and less than 24 years of age
112.28 and shall provide career training, job skills
112.29 development, mentorship, and employment
112.30 opportunities. This is a onetime appropriation
112.31 and is available until June 30, 2027.

112.32 (j) \$200,000 the second year is from the
112.33 workforce development fund and is for a grant
112.34 to the Jobs Foundation for direct training,
112.35 support services, safety enhancements, and

113.1 economic support for formerly incarcerated
113.2 individuals participating in the Repowered
113.3 work readiness program. This is a onetime
113.4 appropriation.

113.5 (k) \$100,000 the second year is from the
113.6 workforce development fund for a grant to the
113.7 North Minneapolis Pet Resource Center, also
113.8 known as Mypitbullisfamilycom.Inc,
113.9 Community Animal Medicine Professionals
113.10 (CAMP) program to provide training,
113.11 professional development workshops,
113.12 mentorship and leadership programs, and
113.13 develop recruitment and retention strategies.
113.14 This is a onetime appropriation.

113.15 (l) \$1,000,000 the second year is from the
113.16 workforce development fund and is for a grant
113.17 to African Immigrants Community Services
113.18 for workforce development for new
113.19 Americans. This is a onetime appropriation.

113.20 (m) \$1,000,000 the second year is from the
113.21 workforce development fund and is for a grant
113.22 to WomenVenture for supporting child care
113.23 providers by providing business training,
113.24 mentorship, services, and educational
113.25 materials, by facilitating shared administrative
113.26 staff and pooled management of services such
113.27 as banking and payroll, by providing child
113.28 care management software and software
113.29 training, and by distributing subgrants and
113.30 loans, which may be forgivable at
113.31 WomenVenture's discretion. This is a onetime
113.32 appropriation and is available until June 30,
113.33 2027.

113.34 (n) \$1,000,000 the second year is from the
113.35 workforce development fund and is for a grant

114.1 to the Black Chamber of Commerce for
114.2 technical support to Black-owned small
114.3 businesses, for implementing initiatives to
114.4 address barriers facing the Black business
114.5 community, and for networking, mentorship,
114.6 and training programs. This is a onetime
114.7 appropriation and is available until June 30,
114.8 2027.

114.9 (o) \$250,000 the second year is from the
114.10 workforce development fund and is for a grant
114.11 to the Karen Organization of Minnesota for
114.12 job training and financial support and
114.13 incentives for job training participants. This
114.14 is a onetime appropriation.

114.15 (p) \$100,000 the second year is from the
114.16 workforce development fund and is for a grant
114.17 to Indigenous Roots for soft skills training and
114.18 career readiness training for youth. This is a
114.19 onetime appropriation.

114.20 (q) \$100,000 the second year is from the
114.21 workforce development fund and is for a grant
114.22 to Ramsey County for a subgrant with People
114.23 in Action to provide workforce development
114.24 programming. This amount is available until
114.25 June 30, 2026, and 40 percent of the amount
114.26 must be expended within the city of St. Paul.
114.27 Grants provided by People in Action must be
114.28 awarded through at least two requests for
114.29 proposals. This is a onetime appropriation.

114.30 (r) \$500,000 the second year is from the
114.31 workforce development fund and is for a grant
114.32 to the Metro Youth Diversion Center to
114.33 support its Youth-Care Assessment and
114.34 Readiness Education program to enhance
114.35 workforce development opportunities for

115.1 youth with a focus on underrepresented East
115.2 African students. This is a onetime
115.3 appropriation.

115.4 (s) \$174,000 the second year is from the
115.5 workforce development fund and is for a grant
115.6 to Independent School District No. 709,
115.7 Duluth, for a software subscription to facilitate
115.8 the career planning of students. This is a
115.9 onetime appropriation.

115.10 (t) \$171,000 the second year is from the
115.11 workforce development fund and is for a grant
115.12 to Independent School District No. 704,
115.13 Proctor, to develop a regional career and
115.14 technical education program to serve
115.15 Independent School District No. 704, Proctor,
115.16 Independent School District No. 700,
115.17 Hermantown, and Independent School District
115.18 No. 99, Esko. This is a onetime appropriation.

115.19 (u) \$1,000,000 the second year is from the
115.20 workforce development fund and is for a grant
115.21 to the city of Brooklyn Park for the Brooklyn
115.22 Park Small Business Center and for the city
115.23 to expand the workforce development
115.24 programming of Brooklyn Park and Brooklyn
115.25 Center through workforce development
115.26 programs serving primarily underrepresented
115.27 populations, including such programs as
115.28 Brooklynk, Career Pathways, Youth
115.29 Entrepreneurship, and Community Partnership.
115.30 This is a onetime appropriation and is
115.31 available until June 30, 2027.

115.32 (v) \$500,000 the second year is from the
115.33 workforce development fund and is for a grant
115.34 to Riverside Plaza Tenant Association to
115.35 address employment, economic, and

116.1 technology access disparities for low-income
116.2 unemployed or underemployed individuals
116.3 through training in health care, technology,
116.4 and construction or skilled trades industries.

116.5 This is a onetime appropriation.

116.6 (w) \$300,000 the second year is from the
116.7 workforce development fund and is for a grant
116.8 to African Career, Education, and Resources,
116.9 Inc., to develop a program for health care
116.10 skills training and computer skills training in
116.11 collaboration with the Organization of
116.12 Liberians in Minnesota. This is a onetime
116.13 appropriation.

116.14 (x) \$75,000 the second year is from the
116.15 workforce development fund and is for a grant
116.16 to Equitable Development Action for it to fund
116.17 programs and provide technical assistance to
116.18 underserved businesses. This is a onetime
116.19 appropriation.

116.20 (y) \$50,000 the second year is from the
116.21 workforce development fund and is for a grant
116.22 to HIRPHA International for use on youth
116.23 apprenticeships, entrepreneurship training,
116.24 computer skills, and work readiness training.
116.25 This is a onetime appropriation.

116.26 (z) \$200,000 the second year is from the
116.27 workforce development fund and is for a grant
116.28 to YWCA St. Paul for a strategic intervention
116.29 program designed to target and connect
116.30 program participants to meaningful,
116.31 sustainable living wage employment. This is
116.32 a onetime appropriation.

116.33 (aa) \$50,000 the second year is from the
116.34 workforce development fund and is for a grant

117.1 to United Senior Lao American Association
117.2 to provide job and skills training for an
117.3 underserved population. This is a onetime
117.4 appropriation.

117.5 (bb) \$100,000 the second year is from the
117.6 workforce development fund and is for a grant
117.7 to Hmong American Farmers Association for
117.8 workforce readiness, employment exploration,
117.9 and skills development. This is a onetime
117.10 appropriation.

117.11 (cc) \$240,000 the second year is from the
117.12 workforce development fund and is for a grant
117.13 to MN Zej Zog for workforce readiness,
117.14 employment exploration, and skills
117.15 development. This is a onetime appropriation.

117.16 (dd) \$100,000 the second year is from the
117.17 workforce development fund and is for a grant
117.18 to Ramsey County for a Justice Impact
117.19 Navigator to support Ramsey County residents
117.20 who have a justice impact or who are
117.21 reentering the community after incarceration
117.22 to connect to resources with a focus on
117.23 employment and training supports. Funds must
117.24 be used for a navigator pilot and other
117.25 administrative expenses such as outreach,
117.26 marketing, and resources for residents. This
117.27 is a onetime appropriation.

117.28 (ee) \$100,000 the second year is from the
117.29 workforce development fund and is for a grant
117.30 to Ramsey County for a Digital Equity
117.31 Specialist to support Ramsey County residents
117.32 with digital literacy resources and skills to
117.33 connect to employment and training supports.
117.34 Funds must be used for a digital navigator
117.35 pilot serving in Ramsey County Career Labs

118.1 and community-based locations and other
118.2 administrative expenses, such as outreach,
118.3 marketing, and resources for residents. This
118.4 is a onetime appropriation.

118.5 (ff) \$100,000 the second year is from the
118.6 workforce development fund for a grant to
118.7 Film North to attract a film festival. This is a
118.8 onetime appropriation. The commissioner of
118.9 employment and economic development may
118.10 enter into an interagency agreement with
118.11 Explore Minnesota, including agreements to
118.12 transfer funds and administer the grant.

118.13 (gg) \$400,000 the second year is from the
118.14 workforce development fund for a grant to the
118.15 Twin Cities Urban League for support,
118.16 capacity building, and expansion of the Work
118.17 Readiness Program. This is a onetime
118.18 appropriation.

118.19 (hh) \$500,000 the second year is from the
118.20 workforce development fund for a grant to
118.21 Arrowhead Economic Opportunity Agency
118.22 ~~for the purposes of expanding workforce~~
118.23 ~~development opportunities in the region. This~~
118.24 ~~is a onetime appropriation.~~ a revolving fund
118.25 for acquiring and rehabilitating tax-forfeited
118.26 properties for owner-occupied workforce
118.27 housing. Housing funded with this grant must
118.28 be affordable to the local workforce. By
118.29 January 15 each year through 2028, the
118.30 commissioner must report to the chairs and
118.31 ranking minority members of the legislative
118.32 committees with jurisdiction over economic
118.33 and workforce development and housing
118.34 regarding the use of grant money, including
118.35 the number of people employed to carry out

119.1 the purposes of the grant, the wage and benefit
119.2 information for those employed, the number
119.3 of homes acquired, the number of homes
119.4 rehabilitated, and the number of homes sold
119.5 to owner occupants. As a condition of
119.6 receiving this grant, the Arrowhead Economic
119.7 Opportunity Agency must provide the
119.8 commissioner any information necessary to
119.9 complete the required reports. This is a
119.10 onetime appropriation and is available until
119.11 June 30, 2027.

119.12 (ii) \$597,000 the second year is from the
119.13 workforce development fund for a grant to the
119.14 Minneapolis Downtown Council for
119.15 infrastructure and associated costs for the
119.16 Taste of Minnesota event, including but not
119.17 limited to buildout, permits, garbage services,
119.18 staffing, security, equipment rentals, signage,
119.19 and insurance. This is a onetime appropriation.
119.20 The commissioner of employment and
119.21 economic development may enter into an
119.22 interagency agreement with Explore
119.23 Minnesota, including agreements to transfer
119.24 funds and administer the grant.

119.25 (jj) \$50,000 the second year is from the
119.26 general fund for a grant to Block Builders
119.27 Foundation. This appropriation must be used
119.28 for programming targeted toward at-risk youth
119.29 coaching, financial literacy education, juvenile
119.30 offender diversion programming, and
119.31 community outreach. This is a onetime
119.32 appropriation.

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

120.1 Sec. 6. Laws 2024, chapter 120, article 1, section 4, is amended to read:

120.2 Sec. 4. **EXPLORE MINNESOTA** \$ -0- \$ 4,475,000

120.3 (a) \$825,000 the second year is for Explore
120.4 Minnesota Film. This appropriation is added
120.5 to the Explore MN base in fiscal year 2026
120.6 and each year thereafter.

120.7 (b) \$400,000 the second year is for a grant to
120.8 ~~Ka Joog~~ the Minnesota Humanities Center for
120.9 Somali community and cultural festivals and
120.10 events, including festivals and events in
120.11 greater Minnesota. This is a onetime
120.12 appropriation and is available until June 30,
120.13 2026.

120.14 (c) \$2,000,000 the second year is for a grant
120.15 to the 2026 Special Olympics USA Games to
120.16 expend on providing food and housing to 2026
120.17 Special Olympics USA Games athletes. This
120.18 is a onetime appropriation.

120.19 (d) \$1,250,000 the second year is for a grant
120.20 to the Minneapolis Downtown Council for
120.21 infrastructure and associated costs for the
120.22 Taste of Minnesota event, including but not
120.23 limited to buildout, permits, garbage services,
120.24 staffing, security, equipment rentals, signage,
120.25 and insurance. This is a onetime appropriation.

120.26 **EFFECTIVE DATE.** The section is effective the day following final enactment.

120.27 Sec. 7. **APPLICABILITY OF CERTAIN REQUIREMENTS TO APPROPRIATION.**

120.28 The appropriation in Laws 2023, chapter 53, article 20, section 2, subdivision 3, paragraph
120.29 (ee), is not subject to Minnesota Statutes, section 116L.98.

120.30 **EFFECTIVE DATE.** This section is effective retroactively from July 1, 2023.

ARTICLE 4**EMPLOYMENT AND ECONOMIC DEVELOPMENT POLICY**

Section 1. Minnesota Statutes 2024, section 116J.431, subdivision 2, is amended to read:

Subd. 2. **Eligible projects.** (a) An economic development project for which a county or city may be eligible to receive a grant under this section includes:

(1) manufacturing;

(2) technology;

(3) warehousing and distribution;

(4) research and development;

(5) agricultural processing, defined as transforming, packaging, sorting, or grading livestock or livestock products or plants and plant-based products into goods that are used for intermediate or final consumption, including goods for nonfood use; or

(6) industrial park development that would be used by any other business listed in this subdivision even if no business has committed to locate in the industrial park at the time the grant application is made.

(b) Up to 15 percent of the development of a project may be for a purpose that is not included under this subdivision as an eligible project. A city or county must provide notice to the commissioner for the commissioner's approval of the proposed project.

Sec. 2. Minnesota Statutes 2024, section 116J.659, subdivision 4, is amended to read:

Subd. 4. **Loans to businesses.** (a) The criteria in this subdivision apply to loans made by nonprofit corporations under the program.

(b) Loans must be used to support a new cannabis microbusiness in the legal cannabis industry. Priority must be given to loans to businesses owned by individuals who are eligible to be social equity applicants and businesses located in communities where long-term residents are eligible to be social equity applicants.

(c) Loans must be made to cannabis microbusinesses that are not likely to undertake the project for which loans are sought without assistance from the program.

(d) The minimum state contribution to a loan is \$2,500 and the maximum is either:

(1) ~~\$50,000~~ \$75,000; or

122.1 (2) ~~\$150,000~~ \$200,000, if state contributions are matched by an equal or greater amount
 122.2 of new private investment.

122.3 (e) Loan applications given preliminary approval by the nonprofit corporation must be
 122.4 forwarded to the commissioner for approval. The commissioner must ~~give final approval~~
 122.5 ~~for each loan made by the nonprofit corporation under the program~~ make approval decisions
 122.6 within 30 days of receiving a loan application. If the application contains insufficient
 122.7 information to make an approval decision, the nonprofit corporation must be notified within
 122.8 14 days with all information that needs to be provided.

122.9 (f) A cannabis microbusiness that receives a loan may apply to ~~renew the~~ for a subsequent
 122.10 loan. ~~Renewal applications must be made on an annual basis and~~ A cannabis microbusiness
 122.11 may receive loans for up to six consecutive years have a maximum of two program loans.
 122.12 A nonprofit corporation may ~~renew~~ originate a loan to a cannabis microbusiness that is no
 122.13 longer a new business provided the business would otherwise qualify for an initial loan and
 122.14 is in good standing with the nonprofit corporation and the commissioner. A nonprofit
 122.15 corporation may ~~adjust the amount of a renewed loan, or not renew a loan,~~ decline to originate
 122.16 a subsequent loan if the nonprofit corporation determines that the cannabis microbusiness
 122.17 is financially stable and is substantially likely to continue the project for which the loan
 122.18 ~~renewal~~ is sought. Refinancing of existing debt is prohibited.

122.19 (g) If a borrower has met lender criteria, including being current with all payments for
 122.20 a minimum of three years, the commissioner may approve either full or partial forgiveness
 122.21 of interest or principal amounts.

122.22 Sec. 3. Minnesota Statutes 2024, section 116J.659, subdivision 5, is amended to read:

122.23 Subd. 5. **Revolving loan account administration.** (a) The commissioner shall establish
 122.24 a minimum interest rate for loans or guarantees to ensure that necessary loan administration
 122.25 costs are covered. The interest rate or fee equivalent charged by a nonprofit corporation for
 122.26 a loan under this section must not exceed the Wall Street Journal prime rate. For a loan
 122.27 under this section, the nonprofit corporation may charge a loan origination fee equal to or
 122.28 less than one percent of the loan value. The nonprofit corporation may retain the amount
 122.29 of the origination fee.

122.30 (b) Loan repayment of principal must be paid to the commissioner for deposit in the
 122.31 CanStartup revolving loan account. Loan interest payments ~~must be deposited in a revolving~~
 122.32 ~~loan account created by the nonprofit corporation originating the loan being repaid for~~
 122.33 ~~further distribution or use, consistent with the criteria of this section~~ may be retained by the

123.1 nonprofit corporation originating the loan to help cover expenses for loan servicing and
123.2 origination.

123.3 (c) Administrative expenses of the nonprofit corporations with whom the commissioner
123.4 enters into agreements, including expenses incurred by a nonprofit corporation in providing
123.5 technology, insurance, legal, audit and accounting, reporting, financial, technical, managerial,
123.6 and marketing assistance to a business receiving a loan under this section, are eligible
123.7 program expenses the commissioner may agree to pay under the grant agreement.

123.8 (d) Average interest rates charged by the nonprofit corporations must be reported
123.9 biannually and publicly published by both the agency and the nonprofit corporation.

123.10 Sec. 4. Minnesota Statutes 2024, section 116J.8733, subdivision 4, is amended to read:

123.11 Subd. 4. ~~Revolving loan fund~~ Minnesota expanding opportunity account. (a) The
123.12 ~~commissioner shall establish a revolving loan fund to make loans to nonprofit corporations,~~
123.13 ~~Tribal economic development entities, and community development financial institutions~~
123.14 ~~for the purpose of increasing nonprofit corporation, Tribal economic development entity,~~
123.15 ~~and community development financial institution capital and lending activities with~~
123.16 ~~Minnesota small businesses.~~ A Minnesota expanding opportunity account is created in the
123.17 special revenue fund in the state treasury. Money in the account is appropriated to the
123.18 commissioner for revolving loans to nonprofit corporations, Tribal economic development
123.19 entities, and community development financial institutions for the purpose of increasing
123.20 nonprofit corporation capital and lending activities with Minnesota small businesses.

123.21 (b) Nonprofit corporations, Tribal economic development entities, and community
123.22 development financial institutions that receive loans from the commissioner under the
123.23 program must establish appropriate accounting practices for the purpose of tracking eligible
123.24 loans.

123.25 (c) All loan repayments must be paid into the Minnesota expanding opportunity account
123.26 created in this section to fund additional loans.

123.27 Sec. 5. Minnesota Statutes 2024, section 116J.8752, subdivision 2, is amended to read:

123.28 Subd. 2. **Purpose.** The Minnesota forward fund account is created to increase the state's
123.29 competitiveness by providing the state the authority and flexibility to facilitate private
123.30 investment. The fund serves as a closing fund to allow the authority and flexibility to
123.31 negotiate incentives to better compete with other states for business retention, expansion
123.32 and attraction of projects in existing and new industries, and develop properties for business

124.1 ~~use, and leverage to meet matching requirements of federal funding~~ for resiliency in economic
124.2 security and economic enhancement opportunities that provide the public high-quality
124.3 employment opportunities.

124.4 Sec. 6. **[116J.9921] OFFICE OF PUBLIC SERVICE.**

124.5 Subdivision 1. **Definitions.** (a) For the purposes of this section, the terms in this
124.6 subdivision have the meanings given.

124.7 (b) "Department" means the Department of Employment and Economic Development.

124.8 (c) "Office" means the Office of Public Service established under this section.

124.9 (d) "Public service opportunity" means a public service position, including but not limited
124.10 to those in the ServeMinnesota Innovation Act, sections 124D.37 to 124D.45; the Domestic
124.11 and Volunteer Service Act of 1973, United States Code, title 42, section 4950, as amended;
124.12 and the National and Community Service Act of 1990, United States Code, title 42, section
124.13 12501, as amended.

124.14 (e) "ServeMinnesota" means the Minnesota Commission on National and Community
124.15 Service as established in section 124D.385.

124.16 Subd. 2. **Office established; purpose.** (a) An Office of Public Service is established
124.17 within the Department of Employment and Economic Development. The department may
124.18 employ a director and staff necessary to carry out the office's duties under subdivision 4.

124.19 (b) The purpose of the office is to promote and expand existing public service
124.20 opportunities, ensure state public service goals and strategy align with the state's workforce
124.21 development strategy, identify available service opportunities across the state, identify areas
124.22 for expansion of service programs, and create and strengthen career pathways aligned with
124.23 public service opportunities.

124.24 Subd. 3. **Organization.** The office shall consist of a director and staff necessary to carry
124.25 out the office's duties under subdivision 4.

124.26 Subd. 4. **Duties.** The office shall have the power and duty to:

124.27 (1) coordinate with state agencies including but not limited to Minnesota Management
124.28 and Budget and the Department of Education, and with state and federal public service
124.29 organizations such as ServeMinnesota to develop, recommend, and implement solutions to
124.30 promote and expand existing public service opportunities;

124.31 (2) administer the Service to Success Opportunity grant program and other appropriations
124.32 to the department for this purpose;

125.1 (3) identify state and federal public service opportunities;

125.2 (4) develop career pathways aligned with public service opportunities;

125.3 (5) provide an annual report, as required by subdivision 5; and

125.4 (6) perform any other activities consistent with the office's purpose.

125.5 Subd. 5. **Reporting.** (a) Beginning January 15, 2027, and every two years thereafter,
125.6 the Office of Public Service shall report to the legislative committees with jurisdiction over
125.7 the Department of Employment and Economic Development on the office's activities during
125.8 the previous year.

125.9 (b) The report shall contain, at a minimum:

125.10 (1) a summary of the office's activities;

125.11 (2) an update of any grants administered by the office, including the number of grants,
125.12 grant recipients, average grant amount, and outcomes of those grants;

125.13 (3) a summary of the office's activities; and

125.14 (4) any other information requested by the legislative committees with jurisdiction over
125.15 the Department of Employment and Economic Development, or that the office deems
125.16 necessary.

125.17 (c) The report may be submitted electronically and is subject to section 3.195, subdivision
125.18 1.

125.19 Sec. 7. Minnesota Statutes 2024, section 116L.03, subdivision 2, is amended to read:

125.20 Subd. 2. **Appointment.** The Minnesota Job Skills Partnership Board consists of: seven
125.21 members appointed by the governor, the commissioner of employment and economic
125.22 development or the commissioner's designee, the chancellor, or the chancellor's designee,
125.23 of the Minnesota State Colleges and Universities, the president, or the president's designee,
125.24 of the University of Minnesota, and two nonlegislator members, one appointed by the
125.25 Subcommittee on Committees of the senate Committee on Rules and Administration and
125.26 one appointed by the speaker of the house. If the chancellor or the president of the university
125.27 makes a designation under this subdivision, the designee must have experience in technical
125.28 education. Four of the appointed members must be members of the governor's Workforce
125.29 Development Board, of whom two must represent organized labor and two must represent
125.30 business and industry. One of the appointed members must be a representative of a nonprofit
125.31 organization that provides workforce development or job training services.

126.1 Sec. 8. Minnesota Statutes 2024, section 116L.04, subdivision 1, is amended to read:

126.2 Subdivision 1. **Partnership program.** (a) The partnership program may provide
126.3 grants-in-aid to educational or other nonprofit educational institutions using the following
126.4 guidelines:

126.5 (1) the educational or other nonprofit educational institution is a provider of training
126.6 within the state in either the public or private sector;

126.7 (2) the program involves skills training that is an area of employment need; and

126.8 (3) preference will be given to educational or other nonprofit training institutions which
126.9 serve economically disadvantaged people, minorities, or those who are victims of economic
126.10 dislocation and to businesses located in rural areas.

126.11 (b) A single grant to any one institution shall not exceed ~~\$400,000~~ \$500,000. A portion
126.12 of a grant may be used for preemployment training.

126.13 (c) Each institution must provide for the dissemination of summary results of a
126.14 grant-funded project, including, but not limited to, information about curriculum and all
126.15 supporting materials developed in conjunction with the grant. Results of projects developed
126.16 by any Minnesota State Colleges and Universities system institution must be disseminated
126.17 throughout the system.

126.18 (d) At the discretion of the board, higher education institutions may charge up to a
126.19 30-percent increase on the direct project costs, not including equipment costs.

126.20 Sec. 9. Minnesota Statutes 2024, section 116L.04, subdivision 1a, is amended to read:

126.21 Subd. 1a. **Pathways program.** (a) The pathways program may provide grants-in-aid
126.22 for developing programs which assist in the transition of persons from welfare to work and
126.23 assist individuals at or below 200 percent of the federal poverty guidelines. The program
126.24 is to be operated by the board. The board shall consult and coordinate with program
126.25 administrators at the Department of Employment and Economic Development to design
126.26 and provide services for temporary assistance for needy families recipients.

126.27 (b) Pathways grants-in-aid may be awarded to educational or other nonprofit training
126.28 institutions or to workforce development intermediaries for education and training programs
126.29 and services supporting education and training programs that serve eligible recipients.

126.30 Preference shall be given to projects that:

126.31 (1) provide employment with benefits paid to employees;

127.1 (2) provide employment where there are defined career paths for trainees;

127.2 (3) pilot the development of an educational pathway that can be used on a continuing
127.3 basis for transitioning persons from welfare to work; and

127.4 (4) demonstrate the active participation of Department of Employment and Economic
127.5 Development workforce centers, Minnesota State College and University institutions and
127.6 other educational institutions, and local welfare agencies.

127.7 (c) Pathways projects must demonstrate the active involvement and financial commitment
127.8 of a participating business. Pathways projects must be matched with cash or in-kind
127.9 contributions on at least a one-half-to-one ratio by a participating business.

127.10 (d) A single grant to any one institution shall not exceed \$400,000 \$500,000. A portion
127.11 of a grant may be used for preemployment training.

127.12 (e) At the discretion of the board, higher education institutions may charge up to a
127.13 30-percent increase on the direct project costs, not including equipment costs.

127.14 Sec. 10. Minnesota Statutes 2024, section 116L.05, subdivision 5, is amended to read:

127.15 Subd. 5. **Use of workforce development funds.** After March 1 of any fiscal year, the
127.16 board may use workforce development funds for the purposes outlined in sections 116L.02
127.17 and 116L.04, or to provide incumbent worker training services under section 116L.18 if
127.18 the following conditions have been met:

127.19 (1) the board examines relevant economic indicators, including the projected number
127.20 of layoffs for the remainder of the fiscal year and the next fiscal year, evidence of declining
127.21 and expanding industries, the number of initial applications for and the number of exhaustions
127.22 of unemployment benefits, job vacancy data, county labor force participation rates, and any
127.23 additional relevant information brought to the board's attention;

127.24 (2) the board accounts for all allocations made in section 116L.17, subdivision 2;

127.25 (3) based on the past expenditures and projected revenue, the board estimates future
127.26 funding needs for services under section 116L.17 for the remainder of the current fiscal
127.27 year and the next fiscal year;

127.28 (4) the board determines there will be unspent funds after meeting the needs of dislocated
127.29 workers in the current fiscal year and there will be sufficient revenue to meet the needs of
127.30 dislocated workers in the next fiscal year; and

128.1 (5) the board reports its findings in clauses (1) to (4) to the chairs of legislative
128.2 committees with jurisdiction over the workforce development fund, to the commissioners
128.3 of revenue and management and budget, and to the public.

128.4 Sec. 11. Minnesota Statutes 2024, section 116L.562, subdivision 1, is amended to read:

128.5 Subdivision 1. **Establishment.** The commissioner shall award grants to eligible
128.6 organizations for the purpose of providing workforce development and training opportunities
128.7 or preemployment services and mentorship opportunities to economically disadvantaged
128.8 or at-risk youth ages 14 to 24.

128.9 Sec. 12. Minnesota Statutes 2024, section 116L.562, subdivision 3, is amended to read:

128.10 Subd. 3. **Competitive grant awards.** (a) In awarding competitive grants, priority shall
128.11 be given to programs that:

128.12 (1) provide students with information about education and training requirements for
128.13 careers in high-growth, in-demand occupations;

128.14 (2) serve youth from communities of color who are underrepresented in the workforce;
128.15 or

128.16 (3) serve youth with disabilities.

128.17 (b) Eligible organizations must have demonstrated effectiveness in administering youth
128.18 ~~workforce~~ programs and must leverage nonstate or private sector funds.

128.19 (c) New eligible applicants must be youth-serving organizations with significant capacity
128.20 and demonstrable youth development experience and outcomes to operate ~~a youth workforce~~
128.21 ~~development~~ an eligible project.

128.22 (d) If a program is not operated by a local unit of government or a workforce development
128.23 board, the grant recipient must coordinate the program with the local workforce development
128.24 board.

128.25 Sec. 13. Minnesota Statutes 2024, section 116L.665, subdivision 2, is amended to read:

128.26 Subd. 2. **Membership.** (a) The governor's Workforce Development Board is composed
128.27 of members appointed by the governor. In selecting the representatives of the board, the
128.28 governor shall ensure that a majority of the members come from the private sector, pursuant
128.29 to United States Code, title 29, section 3111. For the public members, membership terms,
128.30 compensation of members, and removal of members are governed by section 15.059,

129.1 subdivisions 2, 3, and 4. To the extent practicable, the membership should be balanced as
129.2 to gender and ethnic diversity.

129.3 (b) No person shall serve as a member of more than one category described in paragraph
129.4 (c).

129.5 (c) Voting members shall consist of the following:

129.6 (1) the governor or the governor's designee;

129.7 (2) two members of the house of representatives, one appointed by the speaker of the
129.8 house and one appointed by the minority leader of the house of representatives;

129.9 (3) two members of the senate, one appointed by the senate majority leader and one
129.10 appointed by the senate minority leader;

129.11 (4) a majority of the members must be representatives of businesses in the state appointed
129.12 by the governor who:

129.13 (i) are owners of businesses, chief executives, or operating officers of businesses, or
129.14 other business executives or employers with optimum policy-making or hiring authority
129.15 and who, in addition, may be members of a local board under United States Code, title 29,
129.16 section 3122(b)(2)(A)(i);

129.17 (ii) represent businesses, including small businesses, or organizations representing
129.18 businesses that provide employment opportunities that, at a minimum, include high-quality,
129.19 work-relevant training and development in in-demand industry sectors or occupations in
129.20 the state; and

129.21 (iii) are appointed from individuals nominated by state business organizations and
129.22 business trade associations;

129.23 (5) six representatives of labor organizations appointed by the governor, including:

129.24 (i) representatives of labor organizations who have been nominated by state labor
129.25 federations; and

129.26 (ii) a member of a labor organization or a training director from a joint labor organization;

129.27 (6) commissioners of the state agencies with primary responsibility for core programs
129.28 identified within the state plan including:

129.29 (i) the Department of Employment and Economic Development;

129.30 (ii) the Department of Education; and

129.31 (iii) ~~the Department of Human Services; and~~

- 130.1 ~~(iv)~~ the Department of Children, Youth, and Families;
- 130.2 (7) two chief elected officials, appointed by the governor, collectively representing cities
- 130.3 and counties;
- 130.4 (8) two representatives ~~who are people of color or people with disabilities, appointed~~
- 130.5 ~~by the governor,~~ of community-based organizations, appointed by the governor, that have
- 130.6 demonstrated experience and expertise in addressing the employment, training, or education
- 130.7 needs of individuals with barriers to employment; ~~and~~
- 130.8 (9) four officials responsible for education programs in the state, appointed by the
- 130.9 governor, including chief executive officers of community colleges and other institutions
- 130.10 of higher education, including:
- 130.11 (i) the chancellor of the Minnesota State Colleges and Universities;
- 130.12 (ii) the president of the University of Minnesota;
- 130.13 (iii) a president from a private postsecondary school; and
- 130.14 (iv) a representative of career and technical education; and
- 130.15 (10) the chair or executive director of the Minnesota Association of Workforce Boards.
- 130.16 (d) The nonvoting members of the board shall be appointed by the governor and consist
- 130.17 of one of each of the following:
- 130.18 (1) ~~a representative of Adult Basic Education;~~
- 130.19 ~~(2)~~ a representative of public libraries;
- 130.20 ~~(3)~~ (2) a person with expertise in women's economic security;
- 130.21 ~~(4) the chair or executive director of the Minnesota Workforce Council Association;~~
- 130.22 ~~(5)~~ (3) the commissioner of labor and industry;
- 130.23 ~~(6)~~ (4) the commissioner of the Office of Higher Education;
- 130.24 ~~(7)~~ (5) the commissioner of corrections;
- 130.25 ~~(8)~~ (6) the commissioner of management and budget;
- 130.26 ~~(9)~~ (7) two representatives of community-based organizations ~~who are people of color~~
- 130.27 ~~or people with disabilities~~ who have demonstrated experience and expertise in addressing
- 130.28 the employment, training, and education needs of individuals with barriers to employment;
- 130.29 ~~(10) a representative of secondary, postsecondary, or career technical education;~~

- 131.1 ~~(11)~~ (8) a representative of school-based service learning;
- 131.2 ~~(12)~~ (9) a representative of the Council on Asian-Pacific Minnesotans;
- 131.3 ~~(13)~~ (10) a representative of the Minnesota Council on Latino Affairs;
- 131.4 ~~(14)~~ (11) a representative of the Council for Minnesotans of African Heritage;
- 131.5 ~~(15)~~ (12) a representative of the Minnesota Indian Affairs Council;
- 131.6 ~~(16)~~ (13) a representative of the Minnesota State Council on Disability; ~~and~~
- 131.7 ~~(17)~~ (14) a representative of the Office on the Economic Status of Women; and
- 131.8 (15) the commissioner of human services.

131.9 (e) Each member shall be appointed for a term of three years from the first day of January

131.10 or July immediately following their appointment. Elected officials shall forfeit their

131.11 appointment if they cease to serve in elected office.

131.12 Sec. 14. Minnesota Statutes 2024, section 116L.90, is amended to read:

131.13 **116L.90 CANNABIS INDUSTRY TRAINING GRANTS.**

131.14 Subdivision 1. **Establishment.** The commissioner of employment and economic

131.15 development shall establish CanTrain, a program to award grants to ~~(1)~~ eligible organizations

131.16 to train people for work in the legal cannabis industry, ~~and (2) eligible individuals to acquire~~

131.17 ~~such training.~~

131.18 Subd. 2. **Definitions.** (a) For the purposes of this section, the following terms have the

131.19 meanings given.

131.20 (b) "Commissioner" means the commissioner of employment and economic development.

131.21 (c) "Eligible organization" means any organization capable of providing training relevant

131.22 to the legal cannabis industry, particularly for individuals facing barriers to education or

131.23 employment, and may include educational institutions, nonprofit organizations, private

131.24 businesses, community groups, units of local government, labor organizations that represent

131.25 cannabis workers in the state, or partnerships between different types of organizations.

131.26 ~~(d) "Eligible individual" means a Minnesota resident who is 21 years old or older.~~

131.27 ~~(e)~~ (d) "Industry" means the legal cannabis industry in Minnesota.

131.28 ~~(f)~~ (e) "Program" means the CanTrain grant program.

131.29 ~~(g)~~ (f) "Social equity applicant" means a person who meets the qualification requirements

131.30 in section 342.17.

132.1 Subd. 3. **Grants to organizations.** (a) Grant money awarded to eligible organizations
132.2 may be used for both developing a training program relevant to the legal cannabis industry
132.3 and for providing such training to individuals.

132.4 (b) The commissioner must award grants to eligible organizations through a competitive
132.5 grant process.

132.6 (c) To receive grant money, an eligible organization must submit a written application
132.7 to the commissioner, using a form developed by the commissioner, explaining the
132.8 organization's ability to train individuals for successful careers in the legal cannabis industry,
132.9 particularly individuals facing barriers to education or employment.

132.10 (d) An eligible organization's grant application must also include:

132.11 (1) a description of the proposed training;

132.12 (2) an analysis of the degree of demand in the legal cannabis industry for the skills gained
132.13 through the proposed training;

132.14 (3) any evidence of the organization's past success in training individuals for successful
132.15 careers, particularly in new or emerging industries;

132.16 (4) an estimate of the cost of providing the proposed training;

132.17 (5) the sources and amounts of any nonstate funds or in-kind contributions that will
132.18 supplement grant money, including any amounts that individuals will be charged to
132.19 participate in the training; and

132.20 (6) any additional information requested by the commissioner.

132.21 (e) In awarding grants under this subdivision, the commissioner shall give weight to
132.22 applications from organizations that demonstrate a history of successful career training,
132.23 particularly for individuals facing barriers to education or employment. The commissioner
132.24 shall also give weight to applications where the proposed training will:

132.25 (1) result in an industry-relevant credential; or

132.26 (2) include opportunities for hands-on or on-site experience in the industry.

132.27 The commissioner shall fund training for a broad range of careers in the legal cannabis
132.28 industry, including both potential business owners and employees and for work in the
132.29 growing, processing, and retail sectors of the legal cannabis industry.

~~Subd. 4. **Grants to individuals.** (a) The commissioner shall award grants of up to \$20,000 to eligible individuals to pursue a training program relevant to a career in the legal cannabis industry.~~

~~(b) To receive grant money, an eligible individual must submit a written application to the commissioner, using a form developed by the commissioner, identifying a training program relevant to the legal cannabis industry and the estimated cost of completing that training. The application must also indicate whether:~~

~~(1) the applicant is eligible to be a social equity applicant;~~

~~(2) the proposed training program results in an industry-relevant credential; and~~

~~(3) the proposed training program includes opportunities for hands-on or on-site experience in the industry.~~

~~The commissioner shall attempt to make the application process simple for individuals to complete, such as by publishing lists of industry-relevant training programs along with the training program's estimated cost of completing the training programs and whether the training programs will result in an industry-relevant credential or include opportunities for hands-on or on-site experience in the legal cannabis industry.~~

~~(c) The commissioner must award grants to eligible individuals through a lottery process. Applicants who have filed complete applications by the deadline set by the commissioner shall receive one entry in the lottery, plus one additional entry for each of the following:~~

~~(1) being eligible to be a social equity applicant;~~

~~(2) seeking to enroll in a training program that results in an industry-relevant credential;~~

~~and~~

~~(3) seeking to enroll in a training program that includes opportunities for hands-on or on-site experience in the industry.~~

~~(d) Grant money awarded to eligible individuals shall be used to pay the costs of enrolling in a training program relevant to the legal cannabis industry, including tuition, fees, and materials costs. Grant money may also be used to remove external barriers to attending such a training program, such as the cost of child care, transportation, or other expenses approved by the commissioner.~~

Subd. 5. Program outreach. The commissioner shall make extensive efforts to publicize these grants, including through partnerships with community organizations, particularly

134.1 those organizations located in areas where long-term residents are eligible to be social equity
134.2 applicants.

134.3 Subd. 6. **Reports to the legislature.** By January 15, 2024, and each January 15 thereafter,
134.4 the commissioner must submit a report to the chairs and ranking minority members of the
134.5 committees of the house of representatives and the senate having jurisdiction over workforce
134.6 development that describes awards given through the CanTrain program and the use of
134.7 grant money, including any measures of success toward training people for successful
134.8 careers in the legal cannabis industry.

134.9 Sec. 15. Minnesota Statutes 2024, section 116L.98, subdivision 2, is amended to read:

134.10 Subd. 2. **Definitions.** (a) For the purposes of this section, the terms defined in this
134.11 subdivision have the meanings given.

134.12 (b) "Credential" means ~~postsecondary~~ degrees, diplomas, licenses, and certificates
134.13 awarded in recognition of an individual's attainment of measurable technical or occupational
134.14 skills necessary to obtain employment or advance with an occupation. This definition does
134.15 not include certificates awarded by workforce investment boards or work-readiness
134.16 certificates.

134.17 (c) "Exit" means to have not received service under a workforce program for 90
134.18 consecutive calendar days. The exit date is the last date of service.

134.19 ~~(d) "Net impact" means the use of matched control groups and regression analysis to~~
134.20 ~~estimate the impacts attributable to program participation net of other factors, including~~
134.21 ~~observable personal characteristics and economic conditions.~~

134.22 ~~(e)~~ (d) "Pre-enrollment" means the period of time before an individual was enrolled in
134.23 a workforce program.

134.24 Sec. 16. Minnesota Statutes 2024, section 116L.98, subdivision 3, is amended to read:

134.25 Subd. 3. **Uniform outcome report card; reporting by commissioner.** (a) By December
134.26 31 of each ~~even-numbered~~ year, the commissioner must report to the chairs and ranking
134.27 minority members of the committees of the house of representatives and the senate having
134.28 jurisdiction over economic development and workforce policy and finance the following
134.29 information separately for ~~each of the previous two~~ fiscal or calendar ~~years~~ year, for each
134.30 program subject to the requirements of subdivision 1:

134.31 (1) the total number of participants enrolled;

135.1 (2) the median pre-enrollment wages based on participant wages for the second through
135.2 the fifth calendar quarters immediately preceding the quarter of enrollment excluding those
135.3 with zero income;

135.4 (3) the total number of participants with zero income in the second through fifth calendar
135.5 quarters immediately preceding the quarter of enrollment;

135.6 (4) the total number of participants enrolled in training;

135.7 (5) the total number of participants enrolled in training by occupational group;

135.8 (6) the total number of participants that exited the program and the average enrollment
135.9 duration of participants that have exited the program during the year;

135.10 (7) the total number of exited participants who completed training;

135.11 (8) the total number of exited participants who attained a credential;

135.12 (9) the total number of participants employed during three consecutive quarters
135.13 immediately following the quarter of exit, by industry;

135.14 (10) the median wages of participants employed during three consecutive quarters
135.15 immediately following the quarter of exit;

135.16 (11) the total number of participants employed during eight consecutive quarters
135.17 immediately following the quarter of exit, by industry;

135.18 (12) the median wages of participants employed during eight consecutive quarters
135.19 immediately following the quarter of exit;

135.20 (13) the total cost of the program;

135.21 (14) the total cost of the program per participant;

135.22 (15) the cost per credential received by a participant; and

135.23 (16) the administrative cost of the program.

135.24 (b) In addition to meeting any reporting requirements included in the grant agreement,
135.25 each program grant recipient and any individually specified grantee named in an appropriation
135.26 to be administered by or through the commissioner is subject to this section and must provide
135.27 the following information to the commissioner:

135.28 (1) a summary of the purpose of the grant;

135.29 (2) the amount of the grant awarded to the grantee;

(3) the amount of previous grants issued by or through the commissioner of employment and economic development to the grantee for the previous four years;

(4) to the extent that participant geographic data is available, if a grantee uses grant money to provide services to persons who reside outside of Minnesota, the grantee must list the states where non-Minnesotan participants reside and an explanation of why grant money was used to provide services to non-Minnesota residents; and

(5) the organization's charitable giving ratio if available on the grantee's Internal Revenue Service Form 990.

The commissioner must provide the information required in this paragraph for each grantee separately in the report required under paragraph (a). A grantee must provide updated information required to complete the report under paragraph (a) to the commissioner annually by October 1 until October 1 in the year when all of the grant funds have been spent or canceled.

(c) The report to the legislature must contain participant information by education level, race and ethnicity, gender, and geography, and a comparison of exited participants who completed training and those who did not.

~~(e)~~ (d) The requirements of this section apply to programs administered directly by the commissioner or administered by other organizations under a grant made by the department.

(e) As a condition of receiving a grant from the department, a grantee must agree to provide the commissioner any information necessary to complete the report required by this section.

Sec. 17. Minnesota Statutes 2024, section 116L.98, subdivision 6, is amended to read:

Subd. 6. **Limitations on future appropriations.** (a) A program, program grantee, or direct appropriation grant recipient that is a recipient of public funds and subject to the requirements of this section as of May 1, ~~2014~~ 2025, is not eligible for additional state appropriations for any fiscal year beginning after June 30, ~~2015~~ 2026, and the commissioner may withhold grant disbursements from a grantee, unless all of the reporting requirements under ~~subdivision~~ subdivisions 3 and 4 have been satisfied.

(b) A program, program grantee, or direct appropriation grant recipient with an initial request for funds on or after July 1, ~~2014~~ 2025, may be considered for receipt of public funds for the first two fiscal years only if a plan that demonstrates how the data collection and reporting requirements under ~~subdivision~~ subdivisions 3 and 4 will be met has been

137.1 submitted and approved by the commissioner. Any subsequent request for funds after an
137.2 initial request is subject to the requirements of paragraph (a).

137.3 Sec. 18. Minnesota Statutes 2024, section 116M.18, subdivision 3, is amended to read:

137.4 Subd. 3. ~~Revolving loan fund~~ **Minnesota emerging entrepreneur program account.** (a)
137.5 ~~The department shall establish a revolving loan fund~~ A Minnesota emerging entrepreneur
137.6 program account is created in the special revenue fund in the state treasury. Money in the
137.7 account is appropriated to the commissioner for revolving loans to make grants to nonprofit
137.8 corporations, Tribal economic development entities, and community development financial
137.9 institutions for the purpose of making loans to businesses owned by minority or low-income
137.10 persons, women, veterans, or people with disabilities, and to support minority business
137.11 enterprises and job creation for minority and low-income persons.

137.12 (b) Nonprofit corporations, Tribal economic development entities, and community
137.13 development financial institutions that receive grants from the department under the program
137.14 must establish a commissioner-certified revolving loan fund for the purpose of making
137.15 eligible loans.

137.16 (c) Eligible business enterprises include, but are not limited to, technologically innovative
137.17 industries, value-added manufacturing, and information industries.

137.18 (d) Loan applications given preliminary approval by the nonprofit corporation, Tribal
137.19 economic development entity, or community development financial institution must be
137.20 forwarded to the department. Nonprofit corporations, Tribal economic development entities,
137.21 and community development financial institutions designated as preferred partners do not
137.22 need final approval by the commissioner. All other loans must be approved by the
137.23 commissioner and the commissioner must make approval decisions within 20 days of
137.24 receiving a loan application unless the application contains insufficient information to make
137.25 an approval decision. The amount of the state funds contributed to any loan may not exceed
137.26 50 percent of each loan. The commissioner must develop the criteria necessary to receive
137.27 loan forgiveness.

137.28 Sec. 19. Minnesota Statutes 2024, section 116U.05, is amended to read:

137.29 **116U.05 EXPLORE MINNESOTA; ESTABLISHMENT.**

137.30 Explore Minnesota is an office in the executive branch with a director appointed by the
137.31 governor. The director is under the supervision of the commissioner of employment and
137.32 economic development and oversees Explore Minnesota Tourism and, Explore Minnesota

138.1 for Business, and Explore Minnesota Film divisions. The director serves in the unclassified
138.2 service and must be qualified by experience and training in related fields.

138.3 Sec. 20. Minnesota Statutes 2024, section 116U.06, is amended to read:

138.4 **116U.06 EXPLORE MINNESOTA TOURISM.**

138.5 Explore Minnesota Tourism ~~is a division of Explore Minnesota and~~ exists to support
138.6 Minnesota's economy through promotion and facilitation of travel to and within the state
138.7 of Minnesota.

138.8 Sec. 21. Minnesota Statutes 2024, section 116U.15, is amended to read:

138.9 **116U.15 MISSION.**

138.10 (a) The mission of Explore Minnesota is to ~~promote and facilitate increased travel to~~
138.11 ~~and within the state of Minnesota, promote overall livability, and promote workforce and~~
138.12 ~~economic opportunity in Minnesota~~ support the growth of Minnesota's economy through
138.13 the management of the state's tourism, livability and economic opportunity, outdoor
138.14 recreation, film, and other statewide promotion efforts as directed. To further the mission
138.15 of Explore Minnesota, the office is advised by various advisory councils ~~focused on tourism~~
138.16 ~~and talent attraction and business marketing.~~ Its goals are to:

138.17 (1) expand public and private partnerships through increased interagency efforts and
138.18 increased tourism and business industry participation;

138.19 (2) increase productivity through enhanced flexibility and options; and

138.20 (3) use innovative fiscal and human resource practices to manage the state's resources
138.21 and operate the office as efficiently as possible.

138.22 (b) The director shall report to the legislature on the performance of the office's operations
138.23 and the accomplishment of its goals in the office's biennial budget according to section
138.24 16A.10, subdivision 1.

138.25 Sec. 22. Minnesota Statutes 2024, section 116U.30, is amended to read:

138.26 **116U.30 DUTIES OF DIRECTOR.**

138.27 (a) The director shall:

138.28 (1) publish, disseminate, and distribute informational and promotional materials;

139.1 (2) promote and encourage the coordination of Explore Minnesota ~~travel, tourism, overall~~
139.2 ~~livability, and workforce and economic opportunity~~ promotion efforts with other state
139.3 agencies and develop multiagency marketing strategies when appropriate;

139.4 (3) promote and encourage the expansion and development of ~~international tourism,~~
139.5 ~~trade, and Minnesota livability marketing~~ programs that support the mission of the office;

139.6 (4) advertise and disseminate information about ~~Minnesota travel, tourism, and workforce~~
139.7 ~~and economic development opportunities~~ Explore Minnesota and its activities that support
139.8 the mission of the office;

139.9 (5) ~~aid various~~ provide local communities a reasonable level of support to improve their
139.10 ~~travel, tourism, and overall livability~~ marketing programs as they relate to the mission of
139.11 the office;

139.12 (6) coordinate and implement comprehensive state ~~travel, tourism, workforce and~~
139.13 ~~economic development, and overall livability~~ mission-driven marketing programs that take
139.14 into consideration public and private businesses and attractions;

139.15 (7) contract, in accordance with section 16C.08, for professional services if the work or
139.16 services cannot be satisfactorily performed by employees of the agency or by any other
139.17 state agency;

139.18 (8) provide local, regional, and statewide organizations with information, ~~technical~~
139.19 ~~assistance~~ educational opportunities, training, and advice on ~~using state tourism and livability~~
139.20 ~~information and promotional~~ programs related to the office's mission; and

139.21 (9) generally gather, compile, and make available statistical information relating to
139.22 ~~Minnesota travel, tourism, workforce and economic development, overall livability, and~~
139.23 ~~related areas in this state~~ the office's mission. The director has the authority to call upon
139.24 other state agencies for statistical data and results obtained by them and to arrange and
139.25 compile that statistical information.

139.26 (b) The director may:

139.27 (1) apply for, receive, and spend money for ~~travel, tourism, workforce and economic~~
139.28 ~~development, and overall livability development and marketing,~~ as it relates to the mission
139.29 of the office, from other agencies, organizations, and businesses;

139.30 (2) apply for, accept, and disburse grants and other aids for ~~tourism~~ development and
139.31 marketing from the federal government and other sources;

(3) enter into joint powers or cooperative agreements with agencies of the federal government, local governmental units, regional development commissions, other state agencies, the University of Minnesota and other educational institutions, other states, Canadian provinces, and local, statewide, and regional organizations as necessary to perform the director's duties;

(4) enter into interagency agreements and agree to share net revenues with the contributing agencies;

(5) make grants;

(6) conduct market research and analysis to improve marketing techniques ~~in the area of travel, tourism, workforce and economic development, and overall livability;~~

(7) monitor and study trends in the related industries and provide resources and training to address change;

(8) annually convene conferences of Minnesota providers for the purposes of exchanging information on tourism development, coordinating marketing activities, and formulating ~~tourism, overall livability, and workforce and economic opportunity~~ mission-related promotion development strategies; and

(9) enter into promotion contracts or other agreements with private persons and public entities, including agreements to establish and maintain offices and other types of representation in foreign countries to promote international travel and to implement this chapter.

(c) Contracts for goods and ~~nonprofessional~~ services and professional technical services made under paragraph (b), clauses (3) and (9), are not subject to the provisions of sections 16C.03, subdivision 3, and 16C.06 concerning competitive bidding and section 16C.055 concerning barter arrangements. Professional technical service contracts that promote Minnesota as a tourism travel destination or a talent attraction may be negotiated and are not subject to the provisions of chapter 16C relating to competitive bidding.

Sec. 23. Minnesota Statutes 2024, section 116U.35, is amended to read:

116U.35 PROMOTIONAL EXPENSES.

To promote ~~travel, tourism, workforce and economic development, and overall livability of the state~~ programs that align with Explore Minnesota's mission, the director may expend money appropriated by the legislature for these purposes in the same manner as private persons, firms, corporations, and associations make expenditures for these purposes. Policies

141.1 on promotional expenses must be approved by the commissioner of administration. A policy
141.2 for expenditures on food, lodging, and travel must be approved by the commissioner of
141.3 management and budget. No money may be expended for the appearance in radio or
141.4 television broadcasts by an elected public official.

141.5 Sec. 24. Minnesota Statutes 2024, section 248.07, subdivision 7, is amended to read:

141.6 Subd. 7. **Blind, vending ~~stands and machines~~ facilities on governmental property;**
141.7 **liability limited.** (a) Notwithstanding any other law, for the rehabilitation of blind persons
141.8 the commissioner shall have exclusive authority to establish and to operate vending ~~stands~~
141.9 ~~and vending machines~~ facilities in all buildings and properties owned or rented exclusively
141.10 by the Minnesota State Colleges and Universities at a state university, a community college,
141.11 a consolidated community technical college, or a technical college served by the
141.12 commissioner before January 1, 1996, or by any department or agency of the state of
141.13 Minnesota except the Department of Natural Resources properties operated directly by the
141.14 Division of State Parks and not subject to private leasing. Vending ~~stands and machines~~
141.15 facilities authorized under this subdivision may dispense nonalcoholic beverages, food,
141.16 candies, tobacco, souvenirs, notions, and related items and must be operated on the same
141.17 basis as other vending ~~stands~~ facilities for the blind established and supervised by the
141.18 commissioner under federal law. The commissioner shall waive this authority to displace
141.19 any present private individual concessionaire in any state-owned or rented building or
141.20 property who is operating under a contract with a specific renewal or termination date, until
141.21 the renewal or termination date. With the consent of the governing body of a governmental
141.22 subdivision of the state, the commissioner may establish and supervise vending ~~stands and~~
141.23 ~~vending machines~~ facilities for the blind in any building or property exclusively owned or
141.24 rented by the governmental subdivision.

141.25 (b) The Department of Employment and Economic Development is not liable under
141.26 chapter 176 for any injury sustained by a blind vendor's employee or agent. The Department
141.27 of Employment and Economic Development, its officers, and its agents are not liable for
141.28 the acts or omissions of a blind vendor or of a blind vendor's employee or agent that may
141.29 result in the blind vendor's liability to third parties. The Department of Employment and
141.30 Economic Development, its officers, and its agents are not liable for negligence based on
141.31 any theory of liability for claims arising from the relationship created under this subdivision
141.32 with the blind vendor.

142.1 Sec. 25. Minnesota Statutes 2024, section 248.07, subdivision 8, is amended to read:

142.2 Subd. 8. **Use of revolving fund, licenses for operation of vending ~~stands~~ facilities.** (a)

142.3 The revolving fund created by Laws 1947, chapter 535, section 5, is continued as provided
142.4 in this subdivision and shall be known as the revolving fund for vocational rehabilitation
142.5 of the blind. It shall be used for the purchase of equipment and supplies for establishing and
142.6 operating of vending ~~stands~~ facilities by blind persons. All income, receipts, earnings, and
142.7 federal vending ~~machine~~ facility income due to the operation of vending ~~stands~~ facilities
142.8 operated under this subdivision shall also be paid into the fund. All interest earned on money
142.9 accrued in the fund must be credited to the fund by the commissioner of management and
142.10 budget. All equipment, supplies, and expenses for setting up these ~~stands~~ facilities shall be
142.11 paid for from the fund.

142.12 (b) The commissioner is authorized to use the money available in the revolving fund
142.13 that originated as operational charges to individuals licensed under this subdivision for the
142.14 establishment, operation, and supervision of vending ~~stands~~ facilities by blind persons for
142.15 the following purposes:

142.16 (1) purchase, upkeep and replacement of equipment;

142.17 (2) expenses incidental to the setting up of new ~~stands~~ facilities and improvement of old
142.18 ~~stands~~ facilities;

142.19 (3) reimbursement under section 15.059 to individual blind vending operators for
142.20 reasonable expenses incurred in attending supervisory meetings as called by the commissioner
142.21 and other expenditures for management services consistent with federal law; and

142.22 (4) purchase of fringe benefits for blind vending operators and their employees such as
142.23 group health insurance, retirement program, vacation or sick leave assistance provided that
142.24 the purchase of any fringe benefit is approved by a majority vote of blind vending operators
142.25 licensed pursuant to this subdivision after the commissioner provides to each blind vending
142.26 operator information on all matters relevant to the fringe benefits. "Majority vote" means
142.27 a majority of blind vending operators voting. Fringe benefits shall be paid only from
142.28 assessments of operators for specific benefits, gifts to the fund for fringe benefit purposes,
142.29 and vending income which is not assignable to an individual ~~stand~~ facility.

142.30 (c) Money originally deposited as merchandise and supplies repayments by individuals
142.31 licensed under this subdivision may be expended for initial and replacement stocks of
142.32 supplies and merchandise. Money originally deposited from vending income on federal
142.33 property must be spent consistent with federal law.

143.1 (d) All other deposits may be used for the purchase of general liability insurance or any
143.2 other expense related to the operation and supervision of vending ~~stands~~ facilities.

143.3 (e) The commissioner shall issue each license for the operation of a vending ~~stand~~ facility
143.4 or vending machine for an indefinite period but may terminate any license in the manner
143.5 provided. In granting licenses for new or vacated ~~stands~~ facilities preference on the basis
143.6 of seniority of experience in operating ~~stands~~ facilities under the control of the commissioner
143.7 shall be given to capable operators who are deemed competent to handle the enterprise
143.8 under consideration. Application of this preference shall not prohibit the commissioner from
143.9 selecting an operator from the community in which the ~~stand~~ facility is located.

143.10 Sec. 26. Minnesota Statutes 2024, section 268.184, subdivision 1, is amended to read:

143.11 Subdivision 1. **Misrepresentation; administrative penalties.** (a) The commissioner
143.12 must penalize an employer if that employer or any employee, officer, or agent of that
143.13 employer made a false statement or representation without a good faith belief as to correctness
143.14 of the statement or representation or knowingly failed to disclose a material fact in order
143.15 to:

143.16 (1) assist an applicant to receive unemployment benefits to which the applicant is not
143.17 entitled;

143.18 (2) prevent or reduce the payment of unemployment benefits to an applicant; or

143.19 (3) avoid or reduce any payment required from an employer under this chapter or section
143.20 116L.20.

143.21 The penalty is the greater of \$500 or ~~50~~ 100 percent of the following resulting from the
143.22 employer's action:

143.23 (i) the amount of any overpaid unemployment benefits to an applicant;

143.24 (ii) the amount of unemployment benefits not paid to an applicant that would otherwise
143.25 have been paid; or

143.26 (iii) the amount of any payment required from the employer under this chapter or section
143.27 116L.20 that was not paid.

143.28 (b) The commissioner must penalize an employer if that employer failed or refused to
143.29 honor a subpoena issued under section 268.188. The penalty is \$500 and any costs of
143.30 enforcing the subpoena, including attorney fees.

143.31 (c) Penalties under this subdivision and under section 268.047, subdivision 4, paragraph
143.32 (b), are in addition to any other penalties and subject to the same collection procedures that

144.1 apply to past due taxes. Penalties must be paid within 30 calendar days of issuance of the
144.2 determination of penalty and credited to the trust fund.

144.3 (d) The determination of penalty is final unless the employer files an appeal within 45
144.4 calendar days after the sending of the determination of penalty to the employer by mail or
144.5 electronic transmission. Proceedings on the appeal are conducted in accordance with section
144.6 268.105.

144.7 **EFFECTIVE DATE.** This section is effective for penalties imposed on or after October
144.8 1, 2025.

144.9 Sec. 27. Minnesota Statutes 2024, section 268B.14, subdivision 7, is amended to read:

144.10 Subd. 7. **Premium rate adjustments.** The commissioner may adjust the annual premium
144.11 rates pursuant to this section prior to January 1, 2026. By July 31, 2026, and then by July
144.12 31 of each year thereafter, the commissioner must adjust the annual premium rates for the
144.13 following calendar year based on program historical experience and sound actuarial principles
144.14 and so that the projected fund balance as a percentage of total program expenditure does
144.15 not fall below 25 percent. The commissioner shall contract with a qualified independent
144.16 actuarial consultant to conduct an actuarial study for this purpose no less than every year.
144.17 A copy of all actuarial studies, and any revisions or other documents received that relate to
144.18 an actuarial study, must be provided promptly to the chairs and ranking minority members
144.19 of the legislative committees with jurisdiction over this chapter. All actuarial studies, and
144.20 any revisions or other documents received that relate to an actuarial study, must also be
144.21 filed with the Legislative Reference Library in compliance with section 3.195. A qualified
144.22 independent actuarial consultant is one who is a Fellow of the Society of Actuaries (FSA)
144.23 and a Member of the American Academy of Actuaries (MAAA) and who has experience
144.24 directly relevant to the analysis required. In no year shall the annual premium rate exceed
144.25 ~~4.2~~ 1.1 percent of taxable wages paid to each employee.

144.26 Sec. 28. Minnesota Statutes 2024, section 469.54, subdivision 4, is amended to read:

144.27 Subd. 4. **Credit for parking revenue.** (a) By March 1 of the year following the year in
144.28 which the parking facilities or structures are constructed within the district, the city must
144.29 certify to the commissioner:

144.30 (1) the total amount of revenue generated by the parking facilities and structures in the
144.31 preceding year; and

145.1 (2) the total amount necessary for operational and maintenance expenses of the facilities
145.2 or structures in the ~~current~~ preceding year.

145.3 (b) By July 1 of each year thereafter, for a period of 25 years, the commissioner must
145.4 confirm or revise the amounts as reported. An amount equal to 50 percent of the amount of
145.5 revenue received by the city by the parking structures and facilities in the ~~previous~~ preceding
145.6 year that is greater than the amount necessary for operational and maintenance expenses of
145.7 the facilities or structures in the ~~current~~ preceding year must be paid by the city to the
145.8 commissioner of employment and economic development by September 1 for deposit into
145.9 the general fund.

145.10 Sec. 29. Laws 2023, chapter 53, article 15, section 33, subdivision 4, as amended by Laws
145.11 2024, chapter 120, article 9, section 5, is amended to read:

145.12 Subd. 4. **Loans to community businesses.** (a) A partner organization that receives a
145.13 grant under subdivision 3 shall establish a plan for making low-interest loans to community
145.14 businesses. The plan requires approval by the commissioner.

145.15 (b) Under the plan:

145.16 (1) the state contribution to each loan shall be no less than ~~\$50,000~~ \$10,000 and no more
145.17 than \$500,000;

145.18 (2) loans shall be made for projects that are unlikely to be undertaken unless a loan is
145.19 received under the program;

145.20 (3) priority shall be given to loans to businesses in the lowest income areas;

145.21 (4) the fee or interest rate on a loan shall not be higher than the Wall Street Journal prime
145.22 rate plus two percent, with a maximum of ten percent;

145.23 (5) 50 percent of all repayments of principal on a loan under the program shall be used
145.24 to fund additional related lending. The partner organization may retain the remainder of
145.25 loan repayments to service loans and provide further technical assistance;

145.26 (6) the partner organization may charge a loan origination fee of no more than one
145.27 percent of the loan value and may retain that origination fee;

145.28 (7) a partner organization may not make a loan to a project in which it has an ownership
145.29 interest; and

145.30 (8) up to 15 percent of a loan's principal amount may be forgiven by the partner
145.31 organization if the borrower has met all lending criteria developed by the partner organization

146.1 and the commissioner, including creating or retaining jobs and being current with all loan
146.2 payments, for at least two years.

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

146.4 Sec. 30. Laws 2023, chapter 53, article 18, section 2, subdivision 1, is amended to read:

146.5 Subdivision 1. **Definitions.** (a) For the purposes of this section, the following terms have
146.6 the meanings given.

146.7 (b) "Business" means both for-profit businesses and nonprofit organizations that earn
146.8 revenue in ways similar to businesses.

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

146.10 (d) "Partner organization" or "partner" means the Minnesota Initiative Foundations and
146.11 nonprofit corporations receiving grants to provide grants to businesses under this section.

146.12 (e) "Prior taxable year" means the most recently completed tax year to the calendar year
146.13 that an application is submitted.

146.14 (f) "Program" means the PROMISE grant program under this section.

146.15 (g) "Taxpayer" has the meaning given in Minnesota Statutes, section 290.01, subdivision
146.16 6.

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

146.18 Sec. 31. Laws 2023, chapter 53, article 18, section 2, subdivision 4, is amended to read:

146.19 Subd. 4. **Grants to businesses.** (a) Partners shall make grants to businesses using criteria,
146.20 forms, applications, and reporting requirements developed by the partner organization and
146.21 approved by the commissioner.

146.22 (b) To be eligible for a grant under this subdivision, a business must:

146.23 (1) have primary business operations located in the state of Minnesota;

146.24 (2) be located in a community that has been adversely affected by structural racial
146.25 discrimination, civil unrest, lack of access to capital, a loss of population or an aging
146.26 population, or a lack of regional economic diversification; and

146.27 (3) have a gross annual revenue of \$750,000 or less based on ~~2021 taxes~~ the prior taxable
146.28 year.

147.1 (c) In addition to the requirements under paragraph (a), if a taxpayer's business meets
147.2 requirements of paragraph (b), clause (2), and the business location is the taxpayer's
147.3 residence, the taxpayer must have been eligible for the deduction allowed under section
147.4 280A(c)(1) of the Internal Revenue Code, in the prior taxable year.

147.5 ~~(e)~~ (d) Preference shall be given to businesses that did not receive previous assistance
147.6 of more than \$10,000 cumulatively from the state under:

147.7 (1) the governor's Executive Order No. 20-15;

147.8 (2) Laws 2020, First Special Session chapter 1, section 4;

147.9 (3) Laws 2020, Seventh Special Session chapter 2, article 4 or 5; or

147.10 (4) Laws 2021, First Special Session chapter 10, article 2, section 22.

147.11 ~~(d)~~ (e) Preference shall be given to businesses that are able to demonstrate financial
147.12 hardship.

147.13 ~~(e)~~ (f) Preference shall be given to businesses that were in operation in 2021 and had
147.14 revenue of \$750,000 or less based on the prior year tax documentation submitted under
147.15 paragraph (b), clause (3).

147.16 (g) Grants under this subdivision must not exceed:

147.17 (1) \$10,000 for businesses with a gross revenue in the prior year of \$100,000 or less;

147.18 (2) \$25,000 for businesses with a gross revenue in the prior year of more than \$100,000
147.19 but no more than \$350,000; and

147.20 (3) \$50,000 for businesses with a gross revenue in the prior year of more than \$350,000
147.21 but no more than \$750,000.

147.22 ~~(f)~~ (h) No business or individual may receive more than one grant under this section.

147.23 ~~(g)~~ (i) Grant money may be used for working capital to support payroll expenses, rent
147.24 or mortgage payments, utility bills, equipment, and other similar expenses that occur in the
147.25 regular course of business.

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

147.27 Sec. 32. Laws 2023, chapter 53, article 18, section 3, subdivision 1, is amended to read:

147.28 Subdivision 1. **Definitions.** (a) For the purposes of this section, the following terms have
147.29 the meanings given.

147.30 (b) "Borrower" means an eligible recipient receiving a loan under this section.

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

148.2 (d) "Eligible project" means the development, redevelopment, demolition, site preparation,
148.3 predesign, design, engineering, repair, land acquisition, relocation, or renovation of real
148.4 property or capital improvements. Eligible project includes but is not limited to construction
148.5 of buildings, equipment purchases, infrastructure, related site amenities, landscaping, and
148.6 street-scaping.

148.7 (e) "Eligible recipient" means a:

148.8 (1) business;

148.9 (2) nonprofit organization; or

148.10 (3) developer that is seeking funding to complete an eligible project. Eligible recipient
148.11 does not include a partner organization or a local unit of government.

148.12 Eligible recipients must: (i) have primary operations located in the state of Minnesota; (ii)
148.13 have gross annual revenue of less than ~~\$1,000,000~~ \$1,500,000 based on ~~2021 taxes~~ the prior
148.14 taxable year; and (iii) be located in a community that has been adversely affected by structural
148.15 racial discrimination, civil unrest, lack of access to capital, a loss of population or an aging
148.16 population, or a lack of regional economic diversification.

148.17 (f) "Partner organization" or "Partner" means the Minnesota Initiative Foundations and
148.18 nonprofit corporations receiving grants to provide loans under this section.

148.19 (g) "Program" means the PROMISE loan program under this section.

148.20 (h) "Redevelopment" means the acquisition of real property; site preparation; predesign,
148.21 design, engineering, repair, or renovation of facilities facade improvements, and construction
148.22 of buildings, infrastructure, and related site amenities; landscaping; street-scaping;
148.23 land-banking for future development or redevelopment; or financing any of these activities
148.24 taken on by a private party pursuant to an agreement with the city. Redevelopment does not
148.25 include project costs that have received compensation or assistance available through
148.26 insurance policies or from other organizations or government agencies.

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

148.28 Sec. 33. Laws 2023, chapter 53, article 18, section 3, subdivision 4, is amended to read:

148.29 Subd. 4. **Loans to eligible recipients.** (a) A partner organization may make loans to
148.30 eligible recipients for eligible projects. A loan to an eligible recipient for an eligible project
148.31 must:

149.1 (1) be for no more than ~~\$1,000,000~~ \$1,500,000;

149.2 (2) be for a term of no more than ~~ten~~ 20 years; and

149.3 (3) not charge an interest rate of more than three percent.

149.4 (b) Loans must not be used for working capital or inventory; consolidating; or repaying;
149.5 ~~or refinancing~~ debt; or speculation or investment in rental real estate.

149.6 (c) All payments of interest on a loan under this section are the property of the partner
149.7 organization ~~and shall be used for its administrative and operating expenses under the~~
149.8 ~~program.~~

149.9 (d) A partner organization may:

149.10 (1) charge a loan origination fee of no more than one percent per loan; and

149.11 (2) charge a monthly fee in lieu of interest.

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

149.13 Sec. 34. Laws 2023, chapter 53, article 18, section 3, subdivision 5, is amended to read:

149.14 Subd. 5. **Revolving loan fund.** Partner organizations that receive grants from the
149.15 commissioner under the program must establish a commissioner-certified revolving loan
149.16 fund for the purpose of making eligible loans. All loan payments shall be deposited in the
149.17 partner organization's revolving loan fund. Funds repaid to the partner organization are not
149.18 limited in their uses by the language in this section, except that funds repaid may not be
149.19 used for loans for speculation or investment in rental real estate.

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

149.21 Sec. 35. **IRON ORE MINING ADDITIONAL UNEMPLOYMENT BENEFITS**
149.22 **PROGRAM.**

149.23 Subdivision 1. **Availability of additional benefits.** Additional unemployment benefits
149.24 are available from the Minnesota unemployment insurance trust fund to an applicant who
149.25 was laid off due to lack of work on or after March 15, 2025, and before June 16, 2025, from:

149.26 (1) an employer in the iron ore mining industry that laid off 40 percent or more of the
149.27 employer's workforce on or after March 15, 2025, and before June 16, 2025; or

149.28 (2) an employer that is in the explosive manufacturing industry providing goods or
149.29 services to an employer in the iron ore mining industry if the applicant was laid off due to

150.1 the cessation or substantial reduction in operations of an employer in the iron ore mining
150.2 industry as described in clause (1).

150.3 Subd. 2. **Eligibility requirements.** An applicant is eligible to receive additional
150.4 unemployment benefits under this section for any week through the week ending June 20,
150.5 2026, if:

150.6 (1) the applicant established a benefit account under Minnesota Statutes, section 268.07,
150.7 with 50 percent or greater of the wage credits from an employer as described in subdivision
150.8 1, and has exhausted the maximum amount of regular unemployment benefits available on
150.9 that benefit account; and

150.10 (2) the applicant meets the same requirements that an applicant for regular unemployment
150.11 benefits must meet under Minnesota Statutes, section 268.069, subdivision 1.

150.12 Subd. 3. **Weekly and maximum amount of additional unemployment benefits.** (a)
150.13 The weekly benefit amount of additional unemployment benefits is the same as the weekly
150.14 benefit amount of regular unemployment benefits on the benefit account established in
150.15 subdivision 2, clause (1).

150.16 (b) The maximum amount of additional unemployment benefits available to an applicant
150.17 under this section is an amount equal to 26 weeks of payment at the applicant's weekly
150.18 additional unemployment benefit amount.

150.19 (c) If an applicant qualifies for a new regular benefit account that meets the requirements
150.20 of subdivision 4, paragraph (b), before the applicant has been paid additional unemployment
150.21 benefits, and the new regular benefit account meets the requirements of subdivision 2, clause
150.22 (1), the applicant's weekly additional unemployment benefit amount is equal to the weekly
150.23 unemployment benefit amount on the applicant's new regular benefit account.

150.24 Subd. 4. **Qualifying for a new regular benefit account.** (a) If, after exhausting the
150.25 maximum amount of regular unemployment benefits available as a result of the layoff under
150.26 subdivision 1, an applicant qualifies for the new regular benefit account under Minnesota
150.27 Statutes, section 268.07, the applicant must apply for and establish the new regular benefit
150.28 account.

150.29 (b) If the applicant's weekly benefit amount under the new regular benefit account is
150.30 equal to or higher than the applicant's weekly additional unemployment benefit amount, the
150.31 applicant must request unemployment benefits under the new regular benefit account. An
150.32 applicant is ineligible for additional unemployment benefits under this section until the

151.1 applicant has exhausted the maximum amount of unemployment benefits available on the
151.2 new regular benefit account.

151.3 (c) If the applicant's weekly unemployment benefit amount on the new regular benefit
151.4 account is less than the applicant's weekly benefit amount of additional unemployment
151.5 benefits, the applicant must request additional unemployment benefits. An applicant is
151.6 ineligible for new regular unemployment benefits until the applicant has exhausted the
151.7 maximum amount of additional unemployment benefits available under this section.

151.8 Subd. 5. **Eligibility for federal Trade Readjustment Allowance benefits.** An applicant
151.9 who has applied and been determined eligible for federal Trade Readjustment Allowance
151.10 benefits is not eligible for additional unemployment benefits under this section.

151.11 **EFFECTIVE DATE.** This section is effective retroactively from March 15, 2025.

151.12 Sec. 36. **CHANGE STARTS WITH COMMUNITY VIOLENCE PREVENTION**
151.13 **PROGRAM.**

151.14 Subdivision 1. **Objectives.** Change Starts With Community must:

151.15 (1) develop and implement year-round job training programs for at-risk youth and adults
151.16 and provide trusted adult mentorship for at-risk Black, Indigenous, and People of Color
151.17 youth, providing them with the skills needed for gainful employment and career opportunities;
151.18 and

151.19 (2) create on-site job opportunities at Shiloh Cares Food Shelf - Northside Community
151.20 Safety Resource Center, promoting community engagement and economic development.

151.21 Subd. 2. **Partnership.** Change Starts With Community shall partner with the Cargill
151.22 Foundation to support at-risk youth educational career exposure field trips and exposing
151.23 participants to the Change Starts With Community Agrihood garden and preventing further
151.24 trauma through field trips for youth.

151.25 Subd. 3. **At-risk youth and adult job program positions.** Change Starts With
151.26 Community must use grant proceeds to add positions to the program's complement, including
151.27 but not limited to adult food service workers, youth food service workers, an executive
151.28 director, operations director, program coordinator, and food shelf manager.

151.29 Subd. 4. **Report.** Beginning in fiscal year 2026, Change Starts With Community shall
151.30 report to the commissioner of employment and economic development outlining the use of
151.31 grant money, program outcomes, and the impact on the targeted population. The report must
151.32 be submitted no later than six months after the end of each fiscal year.

152.1 Sec. 37. **TASK FORCE ON WORKFORCE DEVELOPMENT SYSTEM REFORM.**

152.2 **Subdivision 1. Establishment.** The Task Force on Workforce Development System
152.3 Reform is established to examine and improve how the state develops strategies, sets goals,
152.4 and allocates money to meet Minnesota's workforce development needs. This examination
152.5 must include a review of programs, funding mechanisms, and evaluation metrics.

152.6 **Subd. 2. Membership.** (a) The task force consists of the following members:

152.7 (1) the commissioner of employment and economic development or the commissioner's
152.8 designee;

152.9 (2) two senators, with each of the two largest senate caucuses appointing one member;

152.10 (3) two representatives, with each of the two largest house caucuses appointing one
152.11 member; and

152.12 (4) four members of the governor's Workforce Development Board, appointed by the
152.13 chair of the governor's Workforce Development Board, who represent local workforce
152.14 development boards from communities across the state.

152.15 (b) Appointments to the task force must be made within 30 days after the effective date
152.16 of this section.

152.17 (c) Member compensation and reimbursement for expenses are governed by Minnesota
152.18 Statutes, section 15.059, subdivision 3.

152.19 **Subd. 3. Chairs; meetings.** (a) The commissioner of employment and economic
152.20 development must convene the first meeting of the task force no later than eight weeks after
152.21 the effective date of this act. At the first meeting, members must elect two co-chairs from
152.22 among the task force members.

152.23 (b) The task force must meet a minimum of six times between the effective date of this
152.24 section and January 15, 2027.

152.25 (c) Task force meetings are subject to the Open Meeting Law under Minnesota Statutes,
152.26 chapter 13D.

152.27 **Subd. 4. Administrative support.** The commissioner of employment and economic
152.28 development must provide administrative support and meeting space for the task force.

152.29 **Subd. 5. Duties.** At a minimum, the task force must:

152.30 (1) review existing workforce development programs in Minnesota, including those
152.31 funded by the federal and state governments;

- 153.1 (2) study the current system for funding workforce development efforts;
- 153.2 (3) investigate potential metrics for evaluating workforce development program outcomes;
- 153.3 (4) make recommendations for changes to practices, programs, funding, and laws related
- 153.4 to state workforce development efforts; and
- 153.5 (5) propose draft legislation to implement any of the task force's recommendations.
- 153.6 Subd. 6. **Community and stakeholder input.** In pursuing its duties under subdivision
- 153.7 5, the task force must seek input statewide, with an emphasis on (1) hearing from
- 153.8 communities with unemployment rates significantly above the state average or workforce
- 153.9 participation rates significantly below the state average and (2) consulting with other relevant
- 153.10 stakeholders, including workforce development providers, the state's ethnic councils, and
- 153.11 the state demographer.
- 153.12 Subd. 7. **Report.** No later than February 15, 2026, the task force must submit a
- 153.13 preliminary written report and, no later than January 15, 2027, the task force must submit
- 153.14 a final written report to the chairs and ranking minority members of the legislative committees
- 153.15 and divisions with jurisdiction over workforce development. Each report must outline a
- 153.16 description of the task force's activities, how the task force addressed each duty described
- 153.17 in subdivision 5, any recommendations made by the task force, and any proposed legislation
- 153.18 recommended by the task force.
- 153.19 Subd. 8. **Expiration.** The task force expires January 16, 2027.
- 153.20 **EFFECTIVE DATE.** This section is effective the day following final enactment.
- 153.21 Sec. 38. **REVISOR INSTRUCTION.**
- 153.22 The revisor of statutes shall change the term "small business growth acceleration program"
- 153.23 to "Made in Minnesota program" wherever it appears in Minnesota Statutes, section
- 153.24 116O.115.
- 153.25 Sec. 39. **REPEALER.**
- 153.26 Minnesota Statutes 2024, sections 116L.35; and 116L.98, subdivision 7, are repealed.

ARTICLE 5

DEPARTMENT OF LABOR AND INDUSTRY POLICY

Section 1. Minnesota Statutes 2024, section 177.253, subdivision 1, is amended to read:

Subdivision 1. **Rest breaks.** An employer must allow each employee ~~adequate time from work~~ a rest break of at least 15 minutes or enough time to utilize the nearest convenient restroom, whichever is longer, within each four consecutive hours of work ~~to utilize the nearest convenient restroom.~~

EFFECTIVE DATE. This section is effective January 1, 2026.

Sec. 2. Minnesota Statutes 2024, section 177.253, is amended by adding a subdivision to read:

Subd. 3. **Remedies.** If an employer does not allow an employee rest breaks as required by this section and related rules, the employer is liable to the employee for the rest break time that should have been allowed at the employee's regular rate of pay, plus an additional equal amount as liquidated damages.

EFFECTIVE DATE. This section is effective January 1, 2026.

Sec. 3. Minnesota Statutes 2024, section 177.254, subdivision 1, is amended to read:

Subdivision 1. **Meal break.** An employer must ~~permit~~ allow each employee who is working for ~~eight~~ six or more consecutive hours ~~sufficient time to eat~~ a meal break of at least 30 minutes.

EFFECTIVE DATE. This section is effective January 1, 2026.

Sec. 4. Minnesota Statutes 2024, section 177.254, subdivision 2, is amended to read:

Subd. 2. **Payment not required.** Except for subdivision 4, nothing in this section requires the employer to pay the employee during the meal break.

EFFECTIVE DATE. This section is effective January 1, 2026.

Sec. 5. Minnesota Statutes 2024, section 177.254, is amended by adding a subdivision to read:

Subd. 4. **Remedies.** If an employer does not allow an employee meal breaks as required by this section and related rules, the employer is liable to the employee for the meal break

155.1 time that should have been allowed at the employee's regular rate of pay, plus an additional
155.2 equal amount as liquidated damages.

155.3 **EFFECTIVE DATE.** This section is effective January 1, 2026.

155.4 Sec. 6. Minnesota Statutes 2024, section 177.27, subdivision 5, is amended to read:

155.5 Subd. 5. **Civil actions.** The commissioner may bring an action in the district court where
155.6 an employer resides or where the commissioner maintains an office to enforce or require
155.7 compliance with orders issued under subdivision 4. In addition to any other remedy provided
155.8 by law, the commissioner may also apply in the district court where an employer resides or
155.9 where the commissioner maintains an office for an order enjoining and restraining violations
155.10 of any statute or rule listed in subdivision 4.

155.11 Sec. 7. Minnesota Statutes 2024, section 181.211, subdivision 7, is amended to read:

155.12 Subd. 7. **Nursing home.** "Nursing home" means a nursing home licensed under chapter
155.13 144A and reimbursed under chapter 256R, or a boarding care home licensed under sections
155.14 144.50 to 144.56 and reimbursed under chapter 256R.

155.15 Sec. 8. Minnesota Statutes 2024, section 181.211, subdivision 8, is amended to read:

155.16 Subd. 8. **Nursing home employer.** "Nursing home employer" means an employer of
155.17 nursing home workers in a ~~licensed, Medicaid-certified facility that is reimbursed under~~
155.18 ~~chapter 256R~~ nursing home as defined under subdivision 7.

155.19 Sec. 9. Minnesota Statutes 2024, section 181.725, is amended by adding a subdivision to
155.20 read:

155.21 Subd. 4b. **Misclassification fraud impact report.** (a) The commissioners of revenue,
155.22 employment and economic development, and labor and industry must coordinate to conduct
155.23 an analysis of the costs of misclassification to illustrate how misclassification impacts
155.24 misclassified workers, government programs, and tax collections.

155.25 (b) By January 15, 2027, and every six years thereafter, subject to available
155.26 appropriations, the commissioner of labor and industry must report on the analysis performed
155.27 under paragraph (a) to the chairs and ranking minority members of the legislative committees
155.28 with jurisdiction over taxes, workforce, and labor. The commissioner of labor and industry
155.29 may contract with external experts or an independent third party to conduct a study, develop
155.30 a report, and perform other functions.

- 156.1 (c) At a minimum, the study and report must provide:
- 156.2 (1) an estimate of the number of workers experiencing misclassification in Minnesota;
- 156.3 (2) an estimate of the cost of misclassification to impacted workers;
- 156.4 (3) an estimate of the prevalence of misclassification by industry; and
- 156.5 (4) an estimate of the impact to:
- 156.6 (i) the unemployment insurance trust fund;
- 156.7 (ii) the family and medical benefit insurance account;
- 156.8 (iii) state income tax collection;
- 156.9 (iv) the workers' compensation fund; and
- 156.10 (v) the workforce development fund.
- 156.11 (d) Data and information relevant to the required report elements in paragraph (c) must
- 156.12 be provided to the commissioner of labor and industry for purposes of the study and report,
- 156.13 including but not limited to the following:
- 156.14 (1) from the Department of Employment and Economic Development, information and
- 156.15 data relevant to:
- 156.16 (i) the unemployment insurance trust fund;
- 156.17 (ii) the family and medical benefit insurance account;
- 156.18 (iii) unemployment insurance program audits and findings; and
- 156.19 (iv) the workforce development fund;
- 156.20 (2) from the Department of Revenue, information and data relevant to:
- 156.21 (i) misclassification tax audits and findings;
- 156.22 (ii) income tax collection; and
- 156.23 (iii) 1099 filings; and
- 156.24 (3) from the Department of Labor and Industry, information and data relevant to:
- 156.25 (i) misclassification complaints, investigations, and findings; and
- 156.26 (ii) the workers' compensation fund.
- 156.27 (e) By January 15, 2031, and every six years thereafter, the commissioners of revenue,
- 156.28 employment and economic development, and labor and industry must submit a budget

157.1 request to the chairs and ranking minority members of the legislative committees with
157.2 jurisdiction over labor outlining the cost to complete a follow-up report under paragraph
157.3 (b).

157.4 Sec. 10. Minnesota Statutes 2024, section 326B.0981, subdivision 4, is amended to read:

157.5 Subd. 4. **Internet continuing education.** (a) The design and delivery of an Internet
157.6 continuing education course must be approved by the International Distance Education
157.7 Certification Center (IDECC) or the International ~~Association~~ Accreditors for Continuing
157.8 Education and Training (IACET) before the course is submitted for the commissioner's
157.9 approval. The approval must accompany the course submitted.

157.10 (b) Paragraphs (a) and (d) do not apply to approval of an Internet continuing education
157.11 course for manufactured home installers. An Internet continuing education course for
157.12 manufactured home installers must be approved by the United States Department of Housing
157.13 and Urban Development or by the commissioner of labor and industry. The approval must
157.14 accompany the course completion certificate issued to each student by the course sponsor.

157.15 (c) Paragraph (a) does not apply to approval of an Internet continuing education course
157.16 for elevator constructors. An Internet continuing education course for elevator constructors
157.17 must be approved by the commissioner of labor and industry. The approval must accompany
157.18 the course completion certificate issued to each student by the course sponsor.

157.19 (d) An Internet continuing education course must:

157.20 (1) specify the minimum computer system requirements;

157.21 (2) provide encryption that ensures that all personal information, including the student's
157.22 name, address, and credit card number, cannot be read as it passes across the Internet;

157.23 (3) include technology to guarantee seat time;

157.24 (4) include a high level of interactivity;

157.25 (5) include graphics that reinforce the content;

157.26 (6) include the ability for the student to contact an instructor or course sponsor within
157.27 a reasonable amount of time;

157.28 (7) include the ability for the student to get technical support within a reasonable amount
157.29 of time;

158.1 (8) include a statement that the student's information will not be sold or distributed to
158.2 any third party without prior written consent of the student. Taking the course does not
158.3 constitute consent;

158.4 (9) be available 24 hours a day, seven days a week, excluding minimal downtime for
158.5 updating and administration, except that this provision does not apply to live courses taught
158.6 by an actual instructor and delivered over the Internet;

158.7 (10) provide viewing access to the online course at all times to the commissioner,
158.8 excluding minimal downtime for updating and administration;

158.9 (11) include a process to authenticate the student's identity;

158.10 (12) inform the student and the commissioner how long after its purchase a course will
158.11 be accessible;

158.12 (13) inform the student that license education credit will not be awarded for taking the
158.13 course after it loses its status as an approved course;

158.14 (14) provide clear instructions on how to navigate through the course;

158.15 (15) provide automatic bookmarking at any point in the course;

158.16 (16) provide questions after each unit or chapter that must be answered before the student
158.17 can proceed to the next unit or chapter;

158.18 (17) include a reinforcement response when a quiz question is answered correctly;

158.19 (18) include a response when a quiz question is answered incorrectly;

158.20 (19) include a final examination in which the student must correctly answer 70 percent
158.21 of the questions;

158.22 (20) allow the student to go back and review any unit at any time, except during the final
158.23 examination;

158.24 (21) provide a course evaluation at the end of the course. At a minimum, the evaluation
158.25 must ask the student to report any difficulties caused by the online education delivery
158.26 method;

158.27 (22) provide a completion certificate when the course and exam have been completed
158.28 and the provider has verified the completion. Electronic certificates are sufficient and shall
158.29 include the name of the provider, date and location of the course, educational program
158.30 identification that was provided by the department, hours of instruction or continuing

159.1 education hours, and licensee's or attendee's name and license, certification, or registration
159.2 number or the last four digits of the licensee's or attendee's Social Security number; and
159.3 (23) allow the commissioner the ability to electronically review the class to determine
159.4 if credit can be approved.

159.5 (e) The final examination must be either an encrypted online examination or a paper
159.6 examination that is monitored by a proctor who certifies that the student took the examination.

159.7 Sec. 11. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
159.8 to read:

159.9 Subd. 4a. **Closed construction.** "Closed construction" means any building manufactured
159.10 in such a manner that all portions cannot be readily inspected at the installation site without
159.11 disassembly, damage to, or destruction thereof.

159.12 Sec. 12. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
159.13 to read:

159.14 Subd. 8a. **Industrialized or modular building.** "Industrialized or modular building"
159.15 means a building of closed construction, constructed so that concealed parts or processes
159.16 of manufacture cannot be inspected at the site, without disassembly, damage, or destruction,
159.17 and made or assembled in manufacturing facilities, off the building site, for installation, or
159.18 assembly and installation, on the building site. Industrialized or modular building includes,
159.19 but is not limited to, modular housing that is factory-built single-family and multifamily
159.20 housing, including closed-wall-panelized housing, and other modular, nonresidential
159.21 buildings. Industrialized or modular building does not include a structure subject to the
159.22 requirements of the National Manufactured Home Construction and Safety Standards Act
159.23 of 1974 or prefabricated buildings.

159.24 Sec. 13. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
159.25 to read:

159.26 Subd. 8b. **Manufactured home.** "Manufactured home" has the meaning provided in
159.27 Code of Federal Regulations, title 24, section 3280.2.

159.28 Sec. 14. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision
159.29 to read:

159.30 Subd. 10a. **Prefabricated building.** "Prefabricated building" means any building or
159.31 building module intended for use as an R-3, one- or two-family dwelling, or a U-1 accessory

building, that is of closed construction and is constructed on or off the building site for installation, or on the building site for assembly and installation. Prefabricated building does not include relocatable contractors offices or storage buildings that are (1) 1,500 square feet or less in floor area, (2) designed for temporary use by a contractor at a construction site, (3) not to be used by the general public or as a sales office, and (4) to be removed prior to or upon completion of the construction project.

Sec. 15. **[326B.154] INDUSTRIALIZED MODULAR OR PREFABRICATED BUILDINGS PLAN REVIEW AND INSPECTION FEES.**

Subdivision 1. Plan review fees. (a) The fees under this section relate to plan review and inspection of industrialized or modular buildings as defined in Minnesota Statutes, section 326B.103, subdivision 8a, and prefabricated buildings as defined in Minnesota Statutes, section 326B.103, subdivision 10a.

(b) Fees for the review of quality-control manuals, systems manuals, and related documents submitted as required by section 326B.106 are \$125 per hour.

(c) Fees for the review of building plans, specifications, installation instructions, and related documents submitted as required by section 326B.106 include 65 percent of the fee as set forth in the fee schedule in paragraph (d), but not less than \$135.

(d) If the total cost of materials and labor for in-plant manufacture of the building is in the noted range, the fee is as shown:

(1) \$0 to \$5,000, \$135;

(2) \$5,001 to \$25,000, \$135 for the first \$5,000, plus \$16.55 for each additional \$1,000 or fraction thereof, to and including \$25,000;

(3) \$25,001 to \$50,000, \$464.15 for the first \$25,000, plus \$12 for each additional \$1,000 or fraction thereof, to and including \$50,000;

(4) \$50,001 to \$100,000, \$764.15 for the first \$50,000, plus \$8.45 for each additional \$1,000 or fraction thereof, to and including \$100,000;

(5) \$100,001 to \$500,000, \$1,186.65 for the first \$100,000, plus \$6.75 for each additional \$1,000 or fraction thereof, to and including \$500,000;

(6) \$500,001 to \$1,000,000, \$3,886.65 for the first \$500,000, plus \$5.50 for each additional \$1,000 or fraction thereof, to and including \$1,000,000; and

(7) \$1,000,001 and over, \$6,636.65 for the first \$1,000,000, plus \$4.50 for each additional \$1,000 or fraction thereof.

161.1 Subd. 2. **Inspections and audit fees.** Fees for the inspection and audit of approved
161.2 quality-control manuals, systems manuals, building plans, specifications, and related
161.3 documents submitted as required by section 326B.106 are \$125 per hour.

161.4 Subd. 3. **Other inspections and fees.** (a) Fees for the following are as stated:

161.5 (1) inspections outside of regular business hours, \$188 per hour, minimum charge two
161.6 hours;

161.7 (2) reinspection fees during regular business hours, \$125 per hour;

161.8 (3) inspections for which no fee is specifically indicated, minimum charge one hour,
161.9 \$125 per hour; and

161.10 (4) additional plan review required by changes, additions, or revisions to approved plans,
161.11 quality-control manuals, and systems manuals, minimum charge one hour, \$125 per hour.

161.12 (b) For the purposes of this section, "regular business hours" means Monday to Friday,
161.13 7:00 a.m. to 5:00 p.m.

161.14 Subd. 4. **Surcharge.** Surcharge fees are required for permits issued on all buildings
161.15 including public buildings and state-licensed facilities as required by section 326B.148.

161.16 Subd. 5. **Fee distribution between state and municipalities.** (a) The commissioner
161.17 shall provide plan review and inspections services for all work occurring in the manufacturing
161.18 facility; plan review of the composite modular construction; and plan review of the structural
161.19 foundation, interconnection of the modules, attachments of modular systems to the building
161.20 foundation, and integration of plumbing, mechanical, and electrical systems.

161.21 (b) For projects not defined as public buildings or state licensed facilities, the municipal
161.22 building official shall provide plan review for all nonmodular on-site construction and shall
161.23 provide inspections for the entire composite building. The municipality may charge a full
161.24 plan review fee in accordance with the municipality's fee schedule for construction performed
161.25 on site. The municipality shall issue construction permits and charge permit fees for all
161.26 work occurring on site. The municipality shall issue a construction permit and charge permit
161.27 fees for the valuation of work associated with building module placement, attachment, and
161.28 associated utility connections to each module and overall building systems.

161.29 (c) For projects defined as public buildings or state-licensed facilities, the commissioner
161.30 shall provide plan review for all modular and nonmodular construction and shall provide
161.31 inspections for the entire composite building. Municipalities with state delegation agreements
161.32 must distribute work according to this paragraph.

162.1 Sec. 16. Minnesota Statutes 2024, section 326B.184, subdivision 1a, is amended to read:

162.2 Subd. 1a. **Department permit and inspection fees.** (a) The department permit and
162.3 inspection fees to construct, install, alter, repair, or remove an elevator are as follows:

162.4 (1) the permit fee is \$100;

162.5 (2) the inspection fee is 0.015 of the total cost of the permitted work for labor and
162.6 materials, including related electrical and mechanical equipment. The inspection fee covers
162.7 two inspections. The inspection fee for additional inspections is \$80 per hour;

162.8 (3) the fee for each separate remote virtual inspection of a stairway chairlift installation
162.9 or other authorized devices at a private residence is \$10;

162.10 ~~(3)~~ (4) when inspections scheduled by the permit submitter are not able to be completed
162.11 because the work is not complete, a fee equal to two hours at the hourly rate of \$80 must
162.12 be paid by the permit submitter; and

162.13 ~~(4)~~ (5) when the owner or permit holder requests inspections be performed outside of
162.14 normal work hours or on weekends or holidays, an hourly rate of \$120 in addition to the
162.15 inspection fee must be paid.

162.16 (b) The department fees for inspection of existing elevators when requested by the
162.17 elevator owner or as a result of an accident resulting in personal injury are at an hourly rate
162.18 of \$80 during normal work hours or \$120 outside of normal work hours or on weekends or
162.19 holidays, with a one-hour minimum.

162.20 Sec. 17. Minnesota Statutes 2024, section 326B.184, subdivision 2, is amended to read:

162.21 Subd. 2. **Operating permits and fees; periodic inspections.** (a) No person may operate
162.22 an elevator without first obtaining an annual operating permit from the department or a
162.23 municipality authorized by subdivision 4 to issue annual operating permits. A ~~\$100~~ \$145
162.24 annual operating permit fee must be paid to the department for each annual operating permit
162.25 issued by the department, except that the original annual operating permit must be included
162.26 in the permit fee for the initial installation of the elevator. Annual operating permits must
162.27 be issued at 12-month intervals from the date of the initial annual operating permit. For
162.28 each subsequent year, an owner must be granted an annual operating permit for the elevator
162.29 upon the owner's or owner's agent's submission of a form prescribed by the commissioner
162.30 and payment of the ~~\$100~~ \$145 fee. Each form must include the location of the elevator, the
162.31 results of any periodic test required by the code, and any other criteria established by rule.
162.32 An annual operating permit may be revoked by the commissioner upon an audit of the
162.33 periodic testing results submitted with the application or a failure to comply with elevator

163.1 code requirements, inspections, or any other law related to elevators. Except for an initial
163.2 operating permit fee, elevators in residential dwellings, hand-powered manlifts and electric
163.3 endless belt manlifts, and vertical reciprocating conveyors are not subject to a subsequent
163.4 operating permit fee.

163.5 (b) All elevators are subject to periodic inspections by the department or a municipality
163.6 authorized by subdivision 4 to perform periodic inspections, except that hand-powered
163.7 manlifts and electric endless belt manlifts are exempt from periodic inspections. Periodic
163.8 inspections by the department shall be performed at the following intervals:

163.9 (1) a special purpose personnel elevator is subject to inspection not more than once every
163.10 five years;

163.11 (2) an elevator located within a house of worship that does not have attached school
163.12 facilities is subject to inspection not more than once every three years; and

163.13 (3) all other elevators are subject to inspection not more than once each year.

163.14 Sec. 18. Minnesota Statutes 2024, section 326B.31, subdivision 29, is amended to read:

163.15 Subd. 29. **Technology circuits or systems.** "Technology circuits or systems" means
163.16 class 2 ~~or~~ class 3, or class 4 circuits or systems for, but not limited to, remote control,
163.17 signaling, control, alarm, and audio signal, including associated components as covered by
163.18 the National Electrical Code, ~~articles 640, 645, 650, 725, 760, 770, and 780~~, and which are
163.19 isolated from circuits or systems other than class 2 ~~or~~ class 3, or class 4 by a demarcation
163.20 and are not process control circuits or systems; antenna and communication circuits or
163.21 systems as covered by ~~chapter 8 of~~ the National Electrical Code; and circuitry and equipment
163.22 ~~for indoor lighting and outdoor landscape lighting systems that are supplied by the secondary~~
163.23 ~~circuit of an isolating power supply operating at 30 volts or less as~~ for low-voltage lighting,
163.24 limited to a class 2 or class 3 power supply covered by the Low-Voltage Lighting article in
163.25 the National Electrical Code, article 411. The planning, laying out, installing, altering, and
163.26 repairing of technology circuits or systems must be performed in accordance with the
163.27 applicable requirements of the National Electrical Code pursuant to section 326B.35.

163.28 Sec. 19. Minnesota Statutes 2024, section 326B.33, subdivision 21, is amended to read:

163.29 Subd. 21. **Exemptions from licensing.** (a) An individual who is a maintenance electrician
163.30 is not required to hold or obtain a license under sections 326B.31 to 326B.399 if:

163.31 (1) the individual is engaged in the maintenance and repair of electrical equipment,
163.32 apparatus, and facilities that are owned or leased by the individual's employer and that are

164.1 located within the limits of property operated, maintained, and either owned or leased by
164.2 the individual's employer;

164.3 (2) the individual is supervised by:

164.4 (i) the responsible master electrician for a contractor who has contracted with the
164.5 individual's employer to provide services for which a contractor's license is required; or

164.6 (ii) a licensed master electrician, a licensed maintenance electrician, an electrical engineer,
164.7 or, if the maintenance and repair work is limited to technology circuits or systems work, a
164.8 licensed power limited technician; and

164.9 (3) the individual's employer has on file with the commissioner a current certificate of
164.10 responsible person, signed by the responsible master electrician of the contractor, the licensed
164.11 master electrician, the licensed maintenance electrician, the electrical engineer, or the
164.12 licensed power limited technician, and stating that the person signing the certificate is
164.13 responsible for ensuring that the maintenance and repair work performed by the employer's
164.14 employees complies with the Minnesota Electrical Act and the rules adopted under that act.
164.15 The employer must pay a filing fee to file a certificate of responsible person with the
164.16 commissioner. The certificate shall expire two years from the date of filing. In order to
164.17 maintain a current certificate of responsible person, the employer must resubmit a certificate
164.18 of responsible person, with a filing fee, no later than two years from the date of the previous
164.19 submittal.

164.20 (b) Employees of a licensed electrical or technology systems contractor or other employer
164.21 where provided with supervision by a master electrician in accordance with subdivision 1,
164.22 or power limited technician in accordance with subdivision 7, paragraph (a), clause (1), are
164.23 not required to hold a license under sections 326B.31 to 326B.399 for the planning, laying
164.24 out, installing, altering, and repairing of technology circuits or systems except planning,
164.25 laying out, or installing:

164.26 (1) in other than residential dwellings, class 2 or class 3 remote control circuits that
164.27 control circuits or systems other than class 2 or class 3, except circuits that interconnect
164.28 these systems through communication, alarm, and security systems are exempted from this
164.29 paragraph;

164.30 (2) class 2 or class 3 circuits in electrical cabinets, enclosures, or devices containing
164.31 physically unprotected circuits other than class 2 or class 3; ~~or~~

164.32 (3) class 4 circuits or systems; or

165.1 ~~(3)~~ (4) technology circuits or systems in hazardous classified locations as covered by
165.2 the National Electrical Code.

165.3 (c) Companies and their employees that plan, lay out, install, alter, or repair class 2 and
165.4 class 3 remote control wiring associated with plug or cord and plug connected appliances
165.5 other than security or fire alarm systems installed in a residential dwelling are not required
165.6 to hold a license under sections 326B.31 to 326B.399.

165.7 (d) Heating, ventilating, air conditioning, and refrigeration contractors and their
165.8 employees are not required to hold or obtain a license under sections 326B.31 to 326B.399
165.9 when performing heating, ventilating, air conditioning, or refrigeration work as described
165.10 in section 326B.38.

165.11 (e) Employees of any electrical, communications, or railway utility, cable communications
165.12 company as defined in section 238.02, or a telephone company as defined under section
165.13 237.01 or its employees, or of any independent contractor performing work on behalf of
165.14 any such utility, cable communications company, or telephone company, shall not be required
165.15 to hold a license under sections 326B.31 to 326B.399:

165.16 (1) while performing work on installations, materials, or equipment which are owned
165.17 or leased, and operated and maintained by such utility, cable communications company, or
165.18 telephone company in the exercise of its utility, antenna, or telephone function, and which:

165.19 (i) are used exclusively for the generation, transformation, distribution, transmission, or
165.20 metering of electric current, or the operation of railway signals, or the transmission of
165.21 intelligence and do not have as a principal function the consumption or use of electric current
165.22 or provided service by or for the benefit of any person other than such utility, cable
165.23 communications company, or telephone company; ~~and~~

165.24 (ii) are generally accessible only to employees of such utility, cable communications
165.25 company, or telephone company or persons acting under its control or direction; and

165.26 (iii) are not on the load side of the service point or point of entrance for communication
165.27 systems;

165.28 (2) while performing work on installations, materials, or equipment which are a part of
165.29 the street lighting operations of such utility; or

165.30 (3) while installing or performing work on outdoor area lights which are directly
165.31 connected to a utility's distribution system and located upon the utility's distribution poles,
165.32 and which are generally accessible only to employees of such utility or persons acting under
165.33 its control or direction.

(f) An individual who physically performs electrical work on a residential dwelling that is located on a property the individual owns and actually occupies as a residence or owns and will occupy as a residence upon completion of its construction is not required to hold or obtain a license under sections 326B.31 to 326B.399 if the residential dwelling has a separate electrical utility service not shared with any other residential dwelling.

(g) Companies and their employees licensed under section 326B.164 shall not be required to hold or obtain a license under sections 326B.31 to 326B.399 while performing elevator work.

Sec. 20. Minnesota Statutes 2024, section 326B.37, subdivision 1, is amended to read:

Subdivision 1. **Schedule.** State electrical inspection fees shall be calculated in accordance with subdivisions 2 1 to 14 18. The permit fee is \$25.

Sec. 21. Minnesota Statutes 2024, section 326B.37, subdivision 2, is amended to read:

Subd. 2. **Fee for each separate inspection.** (a) The minimum fee for each separate on-site inspection of an installation, replacement, alteration, or repair is \$35 \$55. Except as otherwise provided in this section, the maximum number of separate inspections allowed without payment of an additional fee is the whole number resulting from dividing by 35 55 the total fee calculated in accordance with this section. Where additional separate inspections are necessary, additional fees are required to result in a value equal to the total number of separate inspections multiplied by 35 55. The fee for any inspections needed after a "final inspection" is performed shall be calculated without consideration of any fee paid before the final inspection.

(b) The fee for the first remote virtual inspection under a permit is \$10. The fee for each subsequent remote virtual inspection under a permit is \$35.

Sec. 22. Minnesota Statutes 2024, section 326B.37, subdivision 4, is amended to read:

Subd. 4. **Fee for circuit, feeder, feeder tap, or set of transformer secondary conductors.** The inspection fee for the installation, addition, alteration, or repair of each circuit, feeder, feeder tap, or set of transformer secondary conductors, including the equipment served, is:

(1) 0 ampere to and including 200 ampere capacity, \$6 \$12; and

(2) ampere capacity above 200, \$15.

Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing disconnect, switchboard, motor control center, or panelboard, the inspection fee for each circuit or feeder is \$2.

Sec. 23. Minnesota Statutes 2024, section 326B.37, subdivision 5, is amended to read:

Subd. 5. Inspection fee for dwelling. (a) The inspection fee for a one-family dwelling and each dwelling unit of a two-family dwelling is the following:

(1) the fee for each service or other source of power as provided in subdivision 3;

(2) ~~\$100~~ \$165 for up to 30 feeders and circuits; and

(3) for each additional feeder or circuit, the fee as provided in subdivision 4.

This fee applies to each separate installation for new dwellings and where 15 or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwellings. Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections shall be determined in accordance with subdivision 2. The fee for additional inspections or other installations is that specified in subdivisions 2, 4, 6, and 8. The installer may submit fees for additional inspections when filing the request for electrical inspection. The fee for each detached accessory structure directly associated with a dwelling unit shall be calculated in accordance with subdivisions 3 and 4. When included on the same request for electrical inspection form, inspection fees for detached accessory structures directly associated with the dwelling unit may be combined with the dwelling unit fees to determine the maximum number of separate inspections in accordance with subdivision 2.

(b) The inspection fee for each dwelling unit of a multifamily dwelling with three or more dwelling units is ~~\$70~~ \$110 for a combination of up to 20 feeders and circuits and ~~\$6~~ \$12 for each additional feeder or circuit. This fee applies to each separate installation for each new dwelling unit and where ten or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwelling units. Where existing feeders or circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections for each dwelling unit shall be determined in accordance with subdivision 2. The fee for additional inspections or for inspection of other installations is that specified in subdivisions 2, 4, 6, and 8. These fees include only inspection of the wiring within individual dwelling units and the final feeder to that unit

168.1 where the multifamily dwelling is provided with common service equipment and each
168.2 dwelling unit is supplied by a separate feeder or feeders extended from common service or
168.3 distribution equipment. The fee for multifamily dwelling services or other power source
168.4 supplies and all other circuits is that specified in subdivisions 2 to 4.

168.5 (c) A separate request for electrical inspection form must be filed for each dwelling unit
168.6 that is supplied with an individual set of service entrance conductors. These fees are the
168.7 one-family dwelling rate specified in paragraph (a).

168.8 Sec. 24. Minnesota Statutes 2024, section 326B.37, subdivision 6, is amended to read:

168.9 Subd. 6. **Additions to fees of subdivisions 3 to 5.** (a) The fee for the electrical supply
168.10 for each manufactured home park lot is \$35. This fee includes the service or feeder conductors
168.11 up to and including the service equipment or disconnecting means. The fee for feeders and
168.12 circuits that extend from the service or disconnecting means is that specified in subdivision
168.13 4.

168.14 (b) The fee for each recreational vehicle site electrical supply equipment is ~~\$6~~ \$12 for
168.15 each circuit originating within the equipment. The fee for recreational vehicle park services,
168.16 feeders, and circuits is that specified in subdivisions 3 and 4.

168.17 (c) The fee for each street, parking lot, or outdoor area lighting standard and each traffic
168.18 signal standard is \$5. Circuits originating within the standard or traffic signal controller
168.19 shall not be used when calculating the fee for each standard.

168.20 (d) The fee for transformers for light, heat, and power is \$15 for transformers rated up
168.21 to ten kilovolt-amperes and \$30 for transformers rated in excess of ten kilovolt-amperes.
168.22 The previous sentence does not apply to Class 1 transformers or power supplies for Class
168.23 1 power-limited circuits or to Class 2 or Class 3 transformers or power supplies.

168.24 (e) The fee for transformers and electronic power supplies for electric signs and outline
168.25 lighting is \$5 per unit.

168.26 (f) The fee for technology circuits or systems, and circuits of less than 50 volts, is 75
168.27 cents for each system device or apparatus.

168.28 (g) The fee for each separate inspection of the bonding for a swimming pool, spa,
168.29 fountain, an equipotential plane for an agricultural confinement area, or similar installation
168.30 is \$35. Bonding conductors and connections require an inspection before being concealed.

168.31 (h) The fee for all wiring installed on center pivot irrigation booms is \$35 plus \$5 for
168.32 each electrical drive unit.

169.1 (i) The fee for retrofit modifications to existing lighting fixtures is 25 cents per luminaire.

169.2 (j) When a separate inspection of a concrete-encased grounding electrode is performed,
169.3 the fee is ~~\$35~~ \$55.

169.4 (k) The fees required by subdivisions 3 and 4 are doubled for installations over 600
169.5 volts.

169.6 (l) The fee for a class 4 circuit or system transmitter, receiver, or utilization equipment
169.7 is \$0.50 for each system device or apparatus.

169.8 Sec. 25. Minnesota Statutes 2024, section 326B.37, subdivision 8, is amended to read:

169.9 Subd. 8. **Reinspection fee.** Notwithstanding the provisions of subdivisions 2 and 5,
169.10 when reinspection is necessary to determine whether unsafe conditions identified during a
169.11 final inspection have been corrected and the conditions are not the subject of an appeal
169.12 pending before the commissioner or any court, a reinspection fee of ~~\$35~~ fees shall be assessed
169.13 as follows: (1) \$55 for an on-site reinspection; and (2) \$35 for a remote virtual reinspection.
169.14 Reinspection fees shall be assessed in writing by the inspector.

169.15 Sec. 26. Minnesota Statutes 2024, section 326B.37, subdivision 9, is amended to read:

169.16 Subd. 9. **Supplemental fee.** When inspections scheduled by the installer are preempted,
169.17 obstructed, prevented, or otherwise not able to be completed as scheduled due to
169.18 circumstances beyond the control of the inspector, a supplemental inspection fee of ~~\$35~~
169.19 \$55 shall be assessed in writing by the inspector.

169.20 Sec. 27. Minnesota Statutes 2024, section 326B.37, is amended by adding a subdivision
169.21 to read:

169.22 Subd. 18. **Energy storage and battery systems.** (a) The inspection fee for the installation
169.23 of an energy storage or battery system is:

169.24 (1) for zero watts to and including 5,000 watts, \$60;

169.25 (2) for 5,001 watts to and including 10,000 watts, \$100;

169.26 (3) for 10,001 watts to and including 20,000 watts, \$150;

169.27 (4) for 20,001 watts to and including 30,000 watts, \$200;

169.28 (5) for 30,001 watts to and including 40,000 watts, \$250;

169.29 (6) for 40,001 watts to and including 1,000,000 watts, \$250, plus \$8 for each additional
169.30 10,000 watts over 40,000 watts;

170.1 (7) for 1,000,000 watts to 5,000,000 watts, \$1,518, plus \$5 for each additional 10,000
170.2 watts over 1,000,000 watts; or

170.3 (8) for 5,000,000 watts and larger, \$3,518, plus \$2 for each additional 10,000 watts over
170.4 5,000,000 watts.

170.5 (b) For the purpose of paragraph (a), the watt rating is the total of the estimated energy
170.6 output, AC or DC, of the energy storage or battery system.

170.7 Sec. 28. Minnesota Statutes 2024, section 326B.43, is amended by adding a subdivision
170.8 to read:

170.9 Subd. 2a. **Agreement with Department of Health.** By January 1, 2026, the commissioner
170.10 must delegate plan and specification review and inspections authority to the commissioner
170.11 of health for work performed by a well contractor or a limited well/boring contractor who
170.12 is licensed and bonded under section 103I.525 or 103I.531 and who is performing the scope
170.13 of work outlined in section 326B.46, subdivision 6, for the exclusive purposes of
170.14 administering the Minnesota State Plumbing Code pertaining specifically to work associated
170.15 with section 326B.46, subdivision 6. Any delegation entered into under this subdivision
170.16 must require the commissioner of health to:

170.17 (1) review plumbing plans and specifications, provide correction notices to applicants
170.18 when construction documents do not comply with the Minnesota State Plumbing Code, and
170.19 approve compliant submittals;

170.20 (2) forward a plan approval letter to the commissioner when additional plumbing work
170.21 is needed beyond the scope of the commissioner of health's review;

170.22 (3) issue plan approvals and perform the required field inspections for plumbing work
170.23 in accordance with Minnesota Rules, part 1300.0215;

170.24 (4) enforce the Minnesota Plumbing Code in its entirety with regards to the specified
170.25 work;

170.26 (5) ensure that there is no physical connection between water supply systems that are
170.27 safe for domestic use and those that are unsafe for domestic use;

170.28 (6) ensure that there is no apparatus through which unsafe water may be discharged or
170.29 drawn into a safe water supply system;

170.30 (7) ensure that the individuals who will conduct the inspections and the plumbing plan
170.31 and specification reviews do not have any conflicts of interest in conducting the inspections
170.32 and the plan and specification reviews;

171.1 (8) ensure that individuals who will conduct the plumbing plan and specification reviews
171.2 for the Department of Health are:

171.3 (i) licensed master plumbers;

171.4 (ii) licensed professional engineers; or

171.5 (iii) individuals who are working under the supervision of a licensed master plumber or
171.6 licensed professional engineer and who are licensed master or journeyworker plumbers or
171.7 hold a postsecondary degree in engineering;

171.8 (9) ensure that individuals who will conduct the plumbing plan and specification reviews
171.9 for the Department of Health have passed a competency assessment required by the
171.10 commissioner to assess the individual's competency at reviewing plumbing plans and
171.11 specifications;

171.12 (10) ensure that individuals who will conduct the plumbing inspections for the Department
171.13 of Health are licensed master or journeyworker plumbers or inspectors meeting the
171.14 competency requirements established in Minnesota Rules, part 1301.1400;

171.15 (11) ensure that persons, as defined in section 103I.005, subdivision 16, who are
171.16 performing the work are licensed well contractors or limited licensed well contractors;

171.17 (12) include in the licensing examination for well drillers and limited well drillers
171.18 Minnesota Plumbing Code criteria pertaining to work associated with section 326B.46,
171.19 subdivision 6;

171.20 (13) require continuing education criteria for licensing well drillers and limited well
171.21 drillers that includes Minnesota Plumbing Code criteria pertaining to work associated with
171.22 section 326B.46, subdivision 6;

171.23 (14) maintain official records of all documents received, including plans, specifications,
171.24 surveys, and plot plans, and of all plan reviews, permits and certificates issued, reports of
171.25 inspections, and notices issued in connection with plumbing inspections and the review of
171.26 plumbing plans and specifications for four years;

171.27 (15) include as a necessary term of any such delegation an agreement that if at any time
171.28 during the delegation the commissioner determines that the Department of Health is not
171.29 properly administering and enforcing the Minnesota State Plumbing Code or is otherwise
171.30 not complying with the agreement:

171.31 (i) the commissioner may, effective 28 days after the Department of Health's receipt of
171.32 written notice, terminate the delegation;

172.1 (ii) the Department of Health may challenge the termination in a contested case before
172.2 the commissioner pursuant to chapter 14, the Administrative Procedure Act; and

172.3 (iii) while any challenge is pending under item (ii), the commissioner must perform plan
172.4 and specification reviews covered by the challenged delegation agreement under Minnesota
172.5 Rules, part 1300.0215, subpart 6;

172.6 (16) include as a necessary term of any such delegation an agreement that the Department
172.7 of Health may terminate the delegation with or without cause upon 90 days' written notice
172.8 to the commissioner; and

172.9 (17) include as a necessary term of any such delegation an agreement that the Department
172.10 of Health must forward to the state for review all plumbing plans and specifications for the
172.11 following types of projects that may otherwise have been subject to the delegation:

172.12 (i) state-licensed facilities, as defined in section 326B.103, subdivision 13;

172.13 (ii) public buildings, as defined in section 326B.103, subdivision 11; and

172.14 (iii) projects of a special nature for which department review is requested by either the
172.15 Department of Health or the state.

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

172.17 Sec. 29. Minnesota Statutes 2024, section 326B.49, subdivision 2, is amended to read:

172.18 Subd. 2. **Fees for plan reviews and audits.** Plumbing system plans and specifications
172.19 that are submitted to the commissioner for review shall be accompanied by the appropriate
172.20 plan examination fees. If the commissioner determines, upon review of the plans, that
172.21 inadequate fees were paid, the necessary additional fees shall be paid prior to plan approval.
172.22 The commissioner shall charge the following fees for plan reviews and audits of plumbing
172.23 installations for public, commercial, and industrial buildings based upon the construction
172.24 valuation of the plumbing work and in accordance with the table in clause (1), or based
172.25 upon clause (2) or (3), as applicable:

172.26 ~~(1) systems with both water distribution and drain, waste, and vent systems and having:~~

172.27 ~~(i) 25 or fewer drainage fixture units, \$150;~~

172.28 ~~(ii) 26 to 50 drainage fixture units, \$250;~~

172.29 ~~(iii) 51 to 150 drainage fixture units, \$350;~~

172.30 ~~(iv) 151 to 249 drainage fixture units, \$500;~~

173.1 ~~(v) 250 or more drainage fixture units, \$3 per drainage fixture unit to a maximum of~~
173.2 ~~\$4,000; and~~

173.3 ~~(vi) interceptors, separators, or catch basins, \$70 per interceptor, separator, or catch~~
173.4 ~~basin design;~~

173.5 ~~(2) building sewer service only, \$150;~~

173.6 ~~(3) building water service only, \$150;~~

173.7 ~~(4) building water distribution system only, no drainage system, \$5 per supply fixture~~
173.8 ~~unit or \$150, whichever is greater;~~

173.9 ~~(5) storm drainage system, a minimum fee of \$150 or:~~

173.10 ~~(i) \$50 per drain opening, up to a maximum of \$500; and~~

173.11 ~~(ii) \$70 per interceptor, separator, or catch basin design;~~

173.12 (1) the total valuation and fee schedule is:

173.13 (i) \$0 to \$1,500, \$135;

173.14 (ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$28 for each additional \$500 or
173.15 fraction thereof, to and including \$2,500;

173.16 (iii) \$2,501 to \$5,000, \$191 for the first \$2,500, plus \$25 for each additional \$500 or
173.17 fraction thereof, to and including \$5,000;

173.18 (iv) \$5,001 to \$25,000, \$316 for the first \$5,000, plus \$33 for each additional \$1,000 or
173.19 fraction thereof, to and including \$25,000;

173.20 (v) \$25,001 to \$50,000, \$976 for the first \$25,000, plus \$31 for each additional \$1,000
173.21 or fraction thereof, to and including \$50,000;

173.22 (vi) \$50,001 to \$500,000, \$1,751 for the first \$50,000, plus \$23 for each additional
173.23 \$10,000 or fraction thereof, to and including \$100,000;

173.24 (vii) \$500,001 to \$3,000,000, \$2,786 for the first \$500,000, plus \$41 for each additional
173.25 \$100,000 or fraction thereof, to and including \$3,000,000; and

173.26 (viii) \$3,000,001 and over, \$3,811 for the first \$3,000,000, plus \$33 for each additional
173.27 \$100,000 or fraction thereof;

173.28 (2) manufactured home park or campground:

173.29 ~~(6) manufactured home park or campground, (i) one to 25 sites, \$300;~~

173.30 ~~(7) manufactured home park or campground, (ii) 26 to 50 sites, \$350;~~

- 174.1 ~~(8) manufactured home park or campground, (iii) 51 to 125 sites, \$400;~~
- 174.2 ~~(9) manufactured home park or campground, (iv) more than 125 sites, \$500; and~~
- 174.3 (v) other work shall be assessed per clause (1); and
- 174.4 ~~(10) revision~~ (3) revisions to previously reviewed or incomplete plans:
- 174.5 (i) review of plans for which the commissioner has issued two or more requests for
- 174.6 additional information, per review, ~~\$100 or ten percent of the original fee, whichever is~~
- 174.7 ~~greater~~ \$125 per hour with a minimum of one hour;
- 174.8 (ii) proposer-requested revision with no increase in project scope, ~~\$50 or ten percent of~~
- 174.9 ~~original fee, whichever is greater~~ \$125 per hour with a minimum of one hour; and
- 174.10 (iii) proposer-requested revision with an increase in project scope, ~~\$50 plus the difference~~
- 174.11 ~~between the original project fee and the revised project fee~~ the fee shall be based upon the
- 174.12 absolute value of the change in work scope as if the change in scope is a new project.
- 174.13 Sec. 30. Minnesota Statutes 2024, section 326B.49, subdivision 3, is amended to read:
- 174.14 Subd. 3. **Permits; fees.** (a) Before commencement of a plumbing installation to be
- 174.15 inspected by the commissioner, the plumbing contractor or registered plumbing employer
- 174.16 performing the plumbing work must submit to the commissioner an application for a permit
- 174.17 and the permit and inspection fees ~~in paragraphs (b) to (f).~~ based upon the construction
- 174.18 valuation of the plumbing work in accordance with clause (1), or based upon clause (2) or
- 174.19 (3), as applicable:
- 174.20 ~~(b) The permit fee is \$100.~~
- 174.21 ~~(c) The residential inspection fee is \$50 for each inspection trip.~~
- 174.22 ~~(d) The public, commercial, and industrial inspection fees are as follows:~~
- 174.23 ~~(1) for systems with water distribution, drain, waste, and vent system connection:~~
- 174.24 ~~(i) \$25 for each fixture, permanently connected appliance, floor drain, or other~~
- 174.25 ~~appurtenance;~~
- 174.26 ~~(ii) \$25 for each water conditioning, water treatment, or water filtration system; and~~
- 174.27 ~~(iii) \$25 for each interceptor, separator, catch basin, or manhole;~~
- 174.28 ~~(2) roof drains, \$25 for each drain;~~
- 174.29 ~~(3) building sewer service only, \$100;~~
- 174.30 ~~(4) building water service only, \$100;~~

175.1 ~~(5) building water distribution system only, no drainage system, \$5 for each fixture~~
175.2 ~~supplied;~~

175.3 ~~(6) storm drainage system, a minimum fee of \$25 for each drain opening, interceptor,~~
175.4 ~~separator, or catch basin;~~

175.5 (1) the total valuation and fee schedule for plumbing permits is:

175.6 (i) \$0 to \$1,500, \$135;

175.7 (ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$43 for each additional \$500 or
175.8 fraction thereof, to and including \$2,500;

175.9 (iii) \$2,501 to \$5,000, \$221 for the first \$2,500, plus \$28 for each additional \$500 or
175.10 fraction thereof, to and including \$5,000;

175.11 (iv) \$5,001 to \$25,000, \$361 for the first \$5,000, plus \$53 for each additional \$1,000 or
175.12 fraction thereof, to and including \$25,000;

175.13 (v) \$25,001 to \$50,000, \$1,421 for the first \$25,000, plus \$51 for each additional \$1,000
175.14 or fraction thereof, to and including \$50,000;

175.15 (vi) \$50,001 to \$500,000, \$2,696 for the first \$50,000, plus \$47 for each additional
175.16 \$10,000 or fraction thereof, to and including \$500,000;

175.17 (vii) \$500,001 to \$3,000,000, \$4,811 for the first \$500,000, plus \$61 for each additional
175.18 \$50,000 or fraction thereof, to and including \$3,000,000; or

175.19 (viii) \$3,000,001 and over, \$7,861 for the first \$3,000,000, plus \$51 for each additional
175.20 \$100,000 or fraction thereof;

175.21 ~~(7)~~ (2) manufactured home park or campground, \$25 for each site, minimum charge
175.22 \$135; and

175.23 ~~(8) reinspection fee to verify corrections, regardless of the total fee submitted, \$100 for~~
175.24 ~~each reinspection; and~~

175.25 ~~(9) each \$100 in fees paid covers one inspection trip.~~

175.26 ~~(e) In addition to the fees in paragraph (d), the fee submitter must pay an hourly rate of~~
175.27 ~~\$80 during regular business hours, or \$120 when inspections are requested to be performed~~
175.28 ~~outside of normal work hours or on weekends and holidays, with a two-hour minimum~~
175.29 ~~where the fee submitter requests inspections of installations as systems are being installed.~~

~~(f) The fee submitter must pay a fee equal to two hours at the hourly rate of \$80 when inspections scheduled by the submitter are not able to be completed because the work is not complete.~~

(3) other inspections and fees:

(i) inspections outside of regular business hours, defined as Monday to Friday, 7:00 a.m. to 5:00 p.m., \$188 per hour, minimum charge two hours;

(ii) reinspection fees, \$125 per hour, minimum charge \$135;

(iii) inspections for which no fee is specifically indicated, \$125 per hour, minimum one-half hour, minimum charge \$135;

(iv) changes or revisions to approved plans with no increase in work scope, \$125 per hour, minimum charge one hour; and

(v) changes to approved plans with a change in work scope, fees shall be assessed for change in valuation based upon the absolute value of the change work scope in accordance with the fee schedule as if the change in scope were a new project.

(b) If the actual cost to the jurisdiction under paragraph (a), clause (3), is greater than indicated by the schedule, the greater rate shall be paid. Hourly cost includes supervision, overhead, equipment, hourly wages, and fringe benefits of the employees involved.

Sec. 31. Minnesota Statutes 2024, section 326B.986, subdivision 9, is amended to read:

Subd. 9. **Boiler and pressure vessel registration fee.** The annual registration fee for boilers and pressure vessels in use and required to be inspected per section 326B.958 shall be ~~\$10~~ \$25 per boiler and pressure vessel.

Sec. 32. Minnesota Statutes 2024, section 327.31, subdivision 6, is amended to read:

Subd. 6. **Manufactured home.** ~~"Manufactured home" means a structure, transportable in one or more sections, which in the traveling mode, is eight body feet or more in width or 40 body feet or more in length, or, when erected on site, is 320 or more square feet, and which is built on a permanent chassis and designed to be used as a dwelling with or without a permanent foundation when connected to the required utilities, and includes the plumbing, heating, air conditioning, and electrical systems contained therein; except that the term includes any structure which meets all the requirements and with respect to which the manufacturer voluntarily files a certification required by the secretary and complies with~~

177.1 ~~the standards established under this chapter~~ has the meaning provided in Code of Federal
177.2 Regulations, title 24, section 3280.2.

177.3 Sec. 33. Minnesota Statutes 2024, section 327.32, subdivision 1a, is amended to read:

177.4 Subd. 1a. **Requirement; used manufactured homes.** (a) No person shall sell or offer
177.5 for sale in this state any used manufactured home manufactured after June 14, 1976, or
177.6 install for occupancy any used manufactured home manufactured after June 14, 1976, unless
177.7 the used manufactured home complies with the Notice of Compliance Form as provided in
177.8 this subdivision. If manufactured after June 14, 1976, the home must bear a label or data
177.9 plate as required by the secretary. The Notice of Compliance Form shall be signed by the
177.10 seller and purchaser indicating which party is responsible for either making or paying for
177.11 any necessary corrections prior to the sale and transferring ownership of the manufactured
177.12 home.

177.13 (b) No licensee, as defined in section 327B.01, subdivision 11a, shall sell in this state a
177.14 used manufactured home manufactured after June 14, 1976, or install for occupancy a used
177.15 manufactured home manufactured after June 14, 1976, unless they have:

177.16 (1) completed and submitted to the commissioner the Notice of Compliance Form for
177.17 a used manufactured home as provided in this subdivision; and

177.18 (2) paid the Notice of Compliance Form for a used manufactured home filing fee.

177.19 (c) No person shall lease or sublease any used manufactured home located in a
177.20 manufactured home park, as defined in section 327.14, subdivision 3, unless the used
177.21 manufactured home complies with the Notice of Compliance Form as prescribed in this
177.22 subdivision. It is the responsibility of the owner of the used manufactured home to cover
177.23 the cost of necessary compliance work or complete necessary compliance work prior to
177.24 occupancy. The owner of the used manufactured home shall complete a new Notice of
177.25 Compliance Form every three years or prior to the owner of a used manufactured home
177.26 signing a new lease agreement for occupancy of a used manufactured home. A copy of the
177.27 fully executed Notice of Compliance Form shall be provided to the renter as part of the
177.28 lease agreement prior to occupancy of the home.

177.29 The Notice of Compliance Form shall be substantially in the following form, except that
177.30 the commissioner, in consultation with industry stakeholders, shall make available a version
177.31 of the following form with only necessary modifications so that it may be used for the
177.32 purposes of this paragraph:

178.1 "Notice of Compliance Form as required in Minnesota Statutes, section 327.32,
178.2 subdivision 1

178.3 This notice must be completed and signed by the purchaser(s) and the seller(s) of the used
178.4 manufactured home described in the purchase agreement and on the bottom of this notice
178.5 before the parties transfer ownership of a used manufactured home constructed after June
178.6 14, 1976.

178.7 Electric ranges and clothes dryers must have required four-conductor cords and plugs. For
178.8 the purpose of complying with the requirements of section 327B.06, a licensed retailer or
178.9 limited retailer shall retain at least one copy of the form required under this subdivision.

178.10 Complies Correction required

178.11 Initialed by Responsible Party: Buyer Seller

178.12 Solid fuel-burning fireplaces or stoves must be listed for use in manufactured homes, Code
178.13 of Federal Regulations, title 24, section 3280.709 (g), and installed correctly in accordance
178.14 with their listing or standards (i.e., chimney, doors, hearth, combustion, or intake, etc., Code
178.15 of Federal Regulations, title 24, section 3280.709 (g)).

178.16 Complies Correction required

178.17 Initialed by Responsible Party: Buyer Seller

178.18 Gas water heaters and furnaces must be listed for manufactured home use, Code of Federal
178.19 Regulations, title 24, section 3280.709 (a) and (d)(1) and (2), and installed correctly, in
178.20 accordance with their listing or standards.

178.21 Complies Correction required

178.22 Initialed by Responsible Party: Buyer Seller

178.23 Smoke alarms are required to be installed and operational in accordance with Code of
178.24 Federal Regulations, title 24, section 3280.208.

178.25 Complies Correction required

178.26 Initialed by Responsible Party: Buyer Seller

178.27 Carbon monoxide alarms or CO detectors that are approved and operational are required to
178.28 be installed within ten feet of each room lawfully used for sleeping purposes.

178.29 Complies Correction required

178.30 Initialed by Responsible Party: Buyer Seller

178.31 Egress windows are required in every bedroom with at least one operable window with a
178.32 net clear opening of 20 inches wide and 24 inches high, five square feet in area, with the

179.1 bottom of windows opening no more than 36 inches above the floor. Locks, latches, operating
179.2 handles, tabs, or other operational devices shall not be located more than 54 inches above
179.3 the finished floor.

179.4 Complies Correction required

179.5 Initialed by Responsible Party: Buyer Seller

179.6 The furnace compartment of the home is required to have interior finish with a flame spread
179.7 rating not exceeding 25, as specified in the 1976 United States Department of Housing and
179.8 Urban Development Code governing manufactured housing construction.

179.9 Complies Correction required

179.10 Initialed by Responsible Party: Buyer Seller

179.11 The water heater enclosure in this home is required to have interior finish with a flame
179.12 spread rating not exceeding 25, as specified in the 1976 United States Department of Housing
179.13 and Urban Development Code governing manufactured housing construction.

179.14 Complies Correction required

179.15 Initialed by Responsible Party: Buyer Seller

179.16 The home complies with the snowload and heat zone requirements for the state of Minnesota
179.17 as indicated by the data plate.

179.18 Complies Correction required

179.19 Initialed by Responsible Party: Buyer Seller

179.20 The parties to this agreement have initialed all required sections and agree by their signature
179.21 to complete any necessary corrections prior to the sale or transfer of ownership of the home
179.22 described below as listed in the purchase agreement. The state of Minnesota or a local
179.23 building official has the authority to inspect the home in the manner described in Minnesota
179.24 Statutes, section 327.33, prior to or after the sale to ensure compliance was properly executed
179.25 as provided under the Manufactured Home Building Code.

179.26 Signature of Purchaser(s) of Home

179.27date.....date.....

179.28date.....date.....

179.29 Print name as appears on purchase agreement Print name as appears on purchase agreement

179.30 Signature of Seller(s) of Home

179.31date.....date.....

179.32date.....date.....

179.33 Print name and license number, if applicable Print name and license number, if applicable
179.34 (Street address of home at time of sale)

180.1
180.2 (City/State/Zip)
180.3 Name of manufacturer of home
180.4 Model and year
180.5 Serial number "

180.6 **EFFECTIVE DATE.** This section is effective July 1, 2025, except paragraph (b) is
180.7 effective for sales executed on or after January 1, 2026, and paragraph (c) is effective January
180.8 1, 2026.

180.9 Sec. 34. Minnesota Statutes 2024, section 327.32, subdivision 1e, is amended to read:

180.10 Subd. 1e. **Reinstallation requirements for used manufactured homes.** (a) All used
180.11 manufactured homes reinstalled less than 24 months from the date of installation by the
180.12 first purchaser must be reinstalled in compliance with subdivision 1c. All used manufactured
180.13 homes reinstalled more than 24 months from the date of installation by the first purchaser
180.14 may be reinstalled without a frost-protected foundation if the home is reinstalled in
180.15 compliance with Minnesota Rules, chapter 1350, for above frost-line installations and the
180.16 notice requirement of subdivision 1f is complied with by the seller and the purchaser of the
180.17 used manufactured home.

180.18 (b) The installer or licensed residential building contractor shall affix an installation seal
180.19 issued by the department to the outside of the home as required by the Minnesota State
180.20 Building Code. The certificate of installation issued by the installer of record shall clearly
180.21 state that the home has been reinstalled with an above frost-line foundation. Fees for
180.22 inspection of a reinstallation and for issuance of reinstallation seals shall follow the
180.23 requirements of sections 326B.802 to 326B.885 and 327.33. Fees for review of plans,
180.24 specifications, and on-site inspections shall be those as specified in ~~section~~ sections 326B.153,
180.25 subdivision 1, paragraph (c), and 326B.154, subdivisions 2 and 3. Whenever an installation
180.26 certificate for an above frost-line installation is issued to a used manufactured home being
180.27 listed for sale, the purchase agreement must disclose that the home is installed on a
180.28 nonfrost-protected foundation and recommend that the purchaser have the home inspected
180.29 to determine the effects of frost on the home.

180.30 (c) An installation seal may be issued to a residential building contractor licensed under
180.31 section 326B.805 for use in the installation of used manufactured homes only after the
180.32 qualifying person for the residential building contractor has completed a three-hour training
180.33 course relating to the installation of manufactured homes that has been approved by either
180.34 the United States Department of Housing and Urban Development or by the commissioner.

181.1 The course completion certificate shall be submitted to the commissioner. For the purposes
181.2 of this subdivision, "qualifying person" has the meaning given in section 326B.802,
181.3 subdivision 10.

181.4 Sec. 35. Minnesota Statutes 2024, section 327.32, subdivision 7, is amended to read:

181.5 Subd. 7. **Enforcement.** All jurisdictions enforcing the State Building Code, in accordance
181.6 with sections 326B.101 to 326B.151, shall undertake or provide for the administration and
181.7 enforcement of the manufactured home installation rules promulgated by the commissioner.
181.8 Municipalities which have adopted the State Building Code may provide installation
181.9 inspection and plan review services in ~~nonecode~~ areas of the state without local building
181.10 code enforcement.

181.11 Sec. 36. Minnesota Statutes 2024, section 327.33, subdivision 1, is amended to read:

181.12 Subdivision 1. **Inspections.** The commissioner shall, through the department's inspectors
181.13 or through a designated recognized inspection service acting as authorized representative
181.14 of the commissioner perform ~~sufficient~~ inspections of manufacturing premises and
181.15 manufactured homes to ensure compliance with sections 327.31 to 327.35. The commissioner
181.16 shall have the exclusive right to conduct inspections, except for the inspections conducted
181.17 or authorized by the secretary.

181.18 Sec. 37. Minnesota Statutes 2024, section 327.33, subdivision 2a, is amended to read:

181.19 Subd. 2a. **Construction seal fees.** Replacement manufactured home or accessory structure
181.20 construction seal fees, including certificates, are ~~\$30~~ \$70 per seal.

181.21 Sec. 38. Minnesota Statutes 2024, section 327.33, subdivision 2b, is amended to read:

181.22 Subd. 2b. **Installation seal fees.** Manufactured home installation seal fees, including
181.23 anchoring and support and including certificates, are ~~\$80~~ \$325.

181.24 Sec. 39. Minnesota Statutes 2024, section 327.33, subdivision 2c, is amended to read:

181.25 Subd. 2c. **Temporary installation certificate fees.** A temporary certificate fee is ~~\$2~~
181.26 \$15 per certificate.

182.1 Sec. 40. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to
182.2 read:

182.3 Subd. 2f. **Notice of Compliance Form for a used manufactured home filing fee.** The
182.4 Notice of Compliance Form for a used manufactured home filing fee is \$100 for each form
182.5 submitted to the commissioner either electronically or as a hard copy.

182.6 Sec. 41. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to
182.7 read:

182.8 Subd. 2g. **Installation plan review and inspection fee.** The plan review and inspection
182.9 fee for the commissioner's plan review and inspection of new or reinstalled manufactured
182.10 homes and manufactured home accessory structures in areas of the state without local
182.11 building code enforcement is \$1,200.

182.12 Sec. 42. Minnesota Statutes 2024, section 327B.04, subdivision 7a, is amended to read:

182.13 Subd. 7a. **Fees.** (a) Fees for licenses issued pursuant to this section shall be ~~calculated~~
182.14 ~~pursuant to section 326B.092.~~ for two years and the following fees apply:

182.15 (1) manufacturer's license and dealer's license, \$180;

182.16 (2) dealer's subagency license, \$80; and

182.17 (3) limited dealer's license, \$100.

182.18 (b) All initial limited dealer licenses shall be effective for more than one calendar year
182.19 and shall expire on December 31 of the year after the year in which the application is made.

182.20 (c) For the purposes of calculating fees under section 326B.092, any license issued under
182.21 this section is a business license, except that a subagency license is a master license. ~~The~~
182.22 ~~commissioner shall in a manner determined by the commissioner, without the need for any~~
182.23 ~~rulemaking under chapter 14, phase in the renewal of limited dealer licenses from one year~~
182.24 ~~to two years. By June 30, 2011, all renewed limited dealer licenses shall be two-year licenses.~~

182.25 Sec. 43. Minnesota Statutes 2024, section 327B.041, is amended to read:

182.26 **327B.041 MANUFACTURED HOME INSTALLERS.**

182.27 (a) Manufactured home installers are subject to all of the fees in section 326B.092 and
182.28 the requirements of sections 326B.802 to 326B.885, except for the following:

183.1 (1) manufactured home installers are not subject to the continuing education requirements
183.2 of sections 326B.0981, 326B.099, and 326B.821, but are subject to the continuing education
183.3 requirements established in rules adopted under section 327B.10;

183.4 (2) the examination requirement of section 326B.83, subdivision 3, for manufactured
183.5 home installers shall be satisfied by successful completion of a written examination
183.6 administered and developed specifically for the examination of manufactured home installers.
183.7 The examination must be administered and developed by the commissioner. The
183.8 commissioner and the state building official shall seek advice on the grading, monitoring,
183.9 and updating of examinations from the ~~Minnesota Manufactured Housing Association~~,
183.10 Manufactured and Modular Home Association of Minnesota;

183.11 (3) a local government unit may not place a surcharge on a license fee, and may not
183.12 charge a separate fee to installers;

183.13 (4) a dealer or distributor who does not install or repair manufactured homes is exempt
183.14 from licensure under sections 326B.802 to 326B.885;

183.15 (5) the exemption under section 326B.805, subdivision 6, clause (5), does not apply;
183.16 and

183.17 (6) manufactured home installers are not subject to the contractor recovery fund in
183.18 section 326B.89.

183.19 (b) The commissioner may waive all or part of the requirements for licensure as a
183.20 manufactured home installer for any individual who holds an unexpired license or certificate
183.21 issued by any other state or other United States jurisdiction if the licensing requirements of
183.22 that jurisdiction meet or exceed the corresponding licensing requirements of the department
183.23 and the individual complies with section 326B.092, subdivisions 1 and 3 to 7.

183.24 Sec. 44. Minnesota Statutes 2024, section 327B.05, subdivision 1, is amended to read:

183.25 Subdivision 1. **Grounds.** In addition to the grounds in section 326B.082, subdivision
183.26 11, the commissioner may by order deny, suspend, limit, place conditions on, or revoke the
183.27 application or license of any applicant or licensee or any of its directors, officers, limited
183.28 or general partners, controlling shareholders, or affiliates for any of the following grounds:

183.29 ~~(a)~~ (1) has violated any of the provisions of sections 327B.01 to 327B.12 or any rule or
183.30 order issued by the commissioner or any prior law providing for the licensing of manufactured
183.31 home dealers or manufacturers;

184.1 ~~(b)~~ (2) has had a previous manufacturer or dealer license revoked in this or any other
184.2 state;

184.3 ~~(c)~~ (3) has engaged in acts or omissions which have been adjudicated or amount to a
184.4 violation of any of the provisions of section 325D.44, 325F.67 or 325F.69;

184.5 ~~(d)~~ (4) has sold or brokered the sale of a home containing a material violation of sections
184.6 327.31 to 327.35 ~~about which that the dealer knew of or which should have been obvious~~
184.7 ~~to a reasonably prudent dealer~~ could have known of with the exercise of reasonable diligence;

184.8 ~~(e)~~ (5) has failed to make or provide all listings, notices and reports required by the
184.9 commissioner;

184.10 ~~(f)~~ (6) has failed to pay a civil penalty assessed under subdivision 5 within ten days after
184.11 the assessment becomes final;

184.12 ~~(g)~~ (7) has failed to pay to the commissioner or other responsible government agency
184.13 all taxes, fees and arrearages due;

184.14 ~~(h)~~ (8) has failed to duly apply for license renewal;

184.15 ~~(i)~~ (9) has violated any applicable manufactured home building or safety code;

184.16 ~~(j)~~ (10) has failed or refused to honor any express or implied warranty as provided in
184.17 section 327B.03;

184.18 ~~(k)~~ (11) has failed to continuously occupy a permanent, established place of business
184.19 licensed under section 327B.04;

184.20 ~~(l)~~ (12) has, without first notifying the commissioner, sold a new and unused
184.21 manufactured home other than the make of manufactured home described in a franchise or
184.22 contract filed with the application for license or license renewal;

184.23 ~~(m)~~ (13) has wrongfully failed to deliver a certificate of title to a person entitled to it;

184.24 ~~(n)~~ (14) is insolvent or bankrupt;

184.25 ~~(o)~~ (15) holds an impaired or canceled bond;

184.26 ~~(p)~~ (16) has failed to notify the commissioner of bankruptcy proceedings within ten days
184.27 after a petition in bankruptcy has been filed by or against the dealer or manufacturer;

184.28 ~~(q)~~ (17) has, within the previous ten years, been convicted of a crime that either related
184.29 directly to the business of the dealer or manufacturer or involved fraud, misrepresentation
184.30 or misuse of funds;

185.1 ~~(s)~~ (18) has suffered a judgment within the previous five years in a civil action involving
185.2 fraud, misrepresentation or misuse of funds; or

185.3 ~~(s)~~ (19) has failed to reasonably supervise any employee or agent of the dealer or
185.4 manufacturer, resulting in injury or harm to the public.

185.5 The commissioner may establish rules pursuant to section 327B.10 further specifying,
185.6 defining or establishing standards of conduct for manufactured home dealers and
185.7 manufacturers.