

1.1 moves to amend H.F. No. 1133 as follows:

1.2 Page 1, after line 6, insert:

1.3 "Section 1. **[16A.685] CAPITAL PROJECT ANNUAL SITE VISITS REQUIRED.**

1.4 Subdivision 1. **Site visits required.** (a) The commissioner must conduct an annual
1.5 in-person site visit for each grantee of state funds for a capital project during the term of
1.6 the grant agreement.

1.7 (b) The commissioner must conduct a site visit with high-risk grantees within 30 days
1.8 of the issuance of a grant. For the purposes of this section, "high-risk grantee" means a
1.9 grantee that:

1.10 (1) has a history of unsatisfactory performance with state grants;

1.11 (2) is not financially stable; or

1.12 (3) has not conformed to the terms and conditions of previous state grants.

1.13 (c) The commissioner may conduct a site visit for a capital project grantee more than
1.14 once annually if the grantee is new to receiving a state grant for a capital project or is a
1.15 high-risk grantee.

1.16 Subd. 2. **Site visit procedures.** (a) A site visit must include, at a minimum, a review of
1.17 the grantee's accounting records related to the capital project and an evaluation of the
1.18 adequacy of support for the grantee's expenditures.

1.19 (b) The commissioner must prescribe and use standardized evaluation forms for in-person
1.20 site visits.

1.21 Subd. 3. **Record retention.** The commissioner must keep records of each site visit
1.22 conducted. The records must be retained for a period of five fiscal years after the termination
1.23 of the grant agreement.

- 2.1 **EFFECTIVE DATE.** This section is effective August 1, 2023."
- 2.2 Renumber the sections in sequence and correct the internal references
- 2.3 Amend the title accordingly