

Chapter 10

2023 Regular Session

Subject Budget Forecast

Bill H.F. 35

Analyst Colbey Sullivan

Date February 22, 2023

Summary

This act requires Minnesota Management and Budget (MMB) to include inflation when estimating future state expenditures in the agency's biannual budget forecasts.

Although the act does not specify what inflation measure(s) MMB must use, it does require MMB to consult the chairs and ranking minority members of certain legislative committees and legislative fiscal staff when determining both (1) the inflation rate, and (2) how inflation is incorporated into the agency's expenditure estimates. In the November 2022 forecast, MMB used the Consumer Price Index to suggest the impact that inflation may have on future state expenditures.

Governor Tim Walz signed this act into law on February 21, 2023, and it took effect the following day.