

Subject Biofuel sales volume incentive program

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Overview

This bill establishes a biofuel sales volume incentive program. Under this program, the Minnesota Department of Agriculture (MDA) would award volume-based payments to retail gasoline stations for selling certain ethanol blends. This bill appropriates \$5,000,000 in fiscal year 2027 to MDA to administer the program.

Summary

Section	Description
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| 1 | <p>Biofuel sales volume incentive program.</p> <p>Subd. 1. Establishment. Requires MDA to establish and administer this program beginning January 1, 2028.</p> <p>Subd. 2. Definitions. Defines terms. Limits biofuel eligible for this program to blends of gasoline and ethanol between E11 and E15.</p> <p>Subd. 3. Incentive payments. Sets payment amounts at 5 cents per gallon of eligible fuel sold. Limits the payments to a retailer to \$50,000 per year.</p> <p>Subd. 4. Eligibility. Establishes eligibility for payments under this program as, among other requirements, retail gasoline stations in Minnesota that haven't sold eligible blends before the start of this program and haven't received an AGRI Biofuels Infrastructure Grant.</p> <p>Subd. 5. Application. Requires applications to include volume of gallons of eligible biofuel blend sold, copies of fuel sales records, and any other information required by MDA.</p> <p>Subd. 6. Verification. Requires MDA to verify applicants' sales volumes with the applicant's monthly reports submitted to the Department of Commerce.</p> |
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Section	Description
	<p>Subd. 7. Payments. Requires MDA to make payments on a first-come, first-serve basis.</p> <p>Subd. 8. Rulemaking. Allows MDA to adopt rules to administer the program.</p>
2	<p>Appropriation: biofuel sales volume incentive program. Appropriates \$5,000,000 in fiscal year 2027 to MDA to administer the program. This is a onetime appropriation and is available until June 30, 2032.</p>



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