

**SPECIAL SESSION
FOURTEENTH DAY**

St. Paul, Minnesota, Monday, June 27, 2005

The Senate met at 12:00 noon and was called to order by the President.

CALL OF THE SENATE

Senator Johnson, D.E. imposed a call of the Senate. The Sergeant at Arms was instructed to bring in the absent members.

Prayer was offered by the Chaplain, Rev. Kisten H. Thompson.

The members of the Senate gave the pledge of allegiance to the flag of the United States of America.

The roll was called, and the following Senators answered to their names:

Anderson	Gaither	Langseth	Nienow	Saxhaug
Bachmann	Gerlach	Larson	Olson	Scheid
Bakk	Hann	LeClair	Ortman	Senjem
Belanger	Higgins	Limmer	Ourada	Skoe
Berglin	Hottinger	Lourey	Pariseau	Skoglund
Betzold	Johnson, D.E.	Marko	Pogemiller	Solon
Cohen	Johnson, D.J.	Marty	Ranum	Sparks
Day	Jungbauer	McGinn	Reiter	Stumpf
Dibble	Kelley	Metzen	Rest	Tomassoni
Dille	Kierlin	Michel	Robling	Vickerman
Fischbach	Kiscaden	Moua	Rosen	Wergin
Foley	Kleis	Murphy	Ruud	Wiger
Frederickson	Kubly	Neuville	Sams	

The President declared a quorum present.

The reading of the Journal was dispensed with and the Journal, as printed and corrected, was approved.

MOTIONS AND RESOLUTIONS

Senator Vickerman moved that his name be stricken as chief author, shown as a co-author, and the name of Senator Bakk be shown as chief author to S.F. No. 69. The motion prevailed.

Senator Senjem introduced--

Senate Resolution No. 6: A Senate resolution honoring John Beck of Rochester, Minnesota, for being named Civil Servant of the Year.

Referred to the Committee on Rules and Administration.

Senators Wergin, Kleis, Ruud, Ortman and Fischbach introduced--

Senate Concurrent Resolution No. 1: A Senate concurrent resolution proposing Senate and House expenditure limits for fiscal years 2006 and 2007 for the finance bills listed in this resolution for consideration in the 2005 First Special Session.

SUSPENSION OF RULES

Senator Wergin moved that Senate Rule 6 be suspended with respect to Senate Concurrent Resolution No. 1.

The question was taken on the adoption of the motion.

The roll was called, and there were yeas 29 and nays 35, as follows:

Those who voted in the affirmative were:

Bachmann	Gerlach	Larson	Nienow	Robling
Day	Hann	LeClair	Olson	Rosen
Dille	Johnson, D.J.	Limmer	Ortman	Ruud
Fischbach	Jungbauer	McGinn	Ourada	Senjem
Frederickson	Kierlin	Michel	Pariseau	Wergin
Gaither	Kleis	Neuville	Reiter	

Those who voted in the negative were:

Anderson	Foley	Langseth	Pogemiller	Skoglund
Bakk	Higgins	Lourey	Ranum	Solon
Belanger	Hottinger	Marko	Rest	Sparks
Berglin	Johnson, D.E.	Marty	Sams	Stumpf
Betzold	Kelley	Metzen	Saxhaug	Tomassoni
Cohen	Kiscaden	Moua	Scheid	Vickerman
Dibble	Kubly	Murphy	Skoe	Wiger

The motion did not prevail.

Senate Concurrent Resolution No. 1 was referred to the Committee on Rules and Administration.

MOTIONS AND RESOLUTIONS - CONTINUED

Senators Wergin, Kierlin, Pariseau, Day and LeClair introduced--

Senate Concurrent Resolution No. 2: A Senate concurrent resolution proposing Senate and House expenditure limits for fiscal years 2006 and 2007 for the finance bills listed in this resolution for consideration in the 2005 First Special Session.

Referred to the Committee on Rules and Administration.

INTRODUCTION AND FIRST READING OF SENATE BILLS

The following bills were read the first time and referred to the committees indicated.

Senator Jungbauer introduced--

S.F. No. 76: A bill for an act relating to veterans; authorizing license plates for veterans of global war on terrorism; amending Minnesota Statutes 2004, section 168.123, subdivisions 1, 2, by adding a subdivision.

Referred to the Committee on Rules and Administration.

Senator Olson introduced--

S.F. No. 77: A bill for an act relating to taxation; income; allowing a credit for contributions to school tuition organizations; amending Minnesota Statutes 2004, section 290.01, subdivisions 19a, 19b; proposing coding for new law in Minnesota Statutes, chapter 290.

Referred to the Committee on Rules and Administration.

Senators Kelley, Sams, McGinn, Vickerman and Murphy introduced--

S.F. No. 78: A bill for an act relating to pensions; police and fire fund; extending eligibility for survivor benefits by broadening the definition of active duty to include pension fund members in active military service; amending Minnesota Statutes 2004, section 353.657, subdivision 1.

Referred to the Committee on Rules and Administration.

Senator Ortman introduced--

S.F. No. 79: A bill for an act relating to appropriations; appropriating money for continued, temporary operation of state government.

Referred to the Committee on Rules and Administration.

Senators Moua, Cohen and Anderson introduced--

S.F. No. 80: A bill for an act relating to capital improvements; authorizing state bonds; appropriating money for land acquisition along the metropolitan Mississippi River.

Referred to the Committee on Rules and Administration.

Senator Cohen introduced--

S.F. No. 81: A bill for an act relating to natural and cultural resources; proposing an amendment to the Minnesota Constitution, article XI; increasing the sales tax one-half of one percent on taxable sales for natural and cultural resource purposes; creating an arts, humanities, museum, and public broadcasting fund; creating a heritage enhancement fund; creating a parks and trails fund; creating a clean water fund; establishing a Heritage Enhancement Council; establishing a Clean Waters Council; amending Minnesota Statutes 2004, section 10A.01, subdivision 35, as amended; proposing coding for new law in Minnesota Statutes, chapters 85; 97A; 103F; 129D.

Referred to the Committee on Rules and Administration.

RECESS

Senator Johnson, D.E. moved that the Senate do now recess subject to the call of the President. The motion prevailed.

After a brief recess, the President called the Senate to order.

CALL OF THE SENATE

Senator Johnson, D.E. imposed a call of the Senate. The Sergeant at Arms was instructed to bring in the absent members.

Without objection, the Senate reverted to the Order of Business of Reports of Committees.

REPORTS OF COMMITTEES

Senator Johnson, D.E. moved that the Committee Report at the Desk be now adopted. The motion prevailed.

Senator Johnson, D.E. from the Committee on Rules and Administration, to which was referred

S.F. No. 69: A bill for an act relating to natural resources; establishing a Minnesota future resources fund; imposing a cigarette fee to fund natural resources acceleration; amending Minnesota Statutes 2004, section 325D.32, subdivision 9; proposing coding for new law in Minnesota Statutes, chapter 116P.

Reports the same back with the recommendation that the bill be amended as follows:

Delete everything after the enacting clause and insert:

"ARTICLE 1

ENVIRONMENT, NATURAL RESOURCES, AND AGRICULTURE

Section 1. [ENVIRONMENT, NATURAL RESOURCES, AND AGRICULTURE APPROPRIATIONS.]

The sums shown in the columns marked "APPROPRIATIONS" are appropriated from the general fund, or another named fund, to the agencies and for the purposes specified in this article, to be available for the fiscal years indicated for each purpose. The figures "2006" and "2007," where used in this article, mean that the appropriation or appropriations listed under them are available for the year ending June 30, 2006, or June 30, 2007, respectively. The term "the first year" means the year ending June 30, 2006, and the term "the second year" means the year ending June 30, 2007.

SUMMARY BY FUND

	2006	2007	TOTAL
General	\$172,418,000	\$168,941,000	\$341,359,000
State Government Special Revenue	48,000	48,000	96,000
Environmental	34,806,000	34,806,000	69,612,000
Natural Resources	56,833,000	56,833,000	113,666,000
Game and Fish	82,050,000	82,050,000	164,100,000
Remediation	11,857,000	11,857,000	23,714,000
TOTAL	\$358,012,000	\$354,535,000	\$712,547,000

APPROPRIATIONS

Available for the Year

Ending June 30

2006

2007

Sec. 2. POLLUTION CONTROL
AGENCY

Subdivision 1. Total Appropriation		\$52,979,000	\$52,979,000
---------------------------------------	--	--------------	--------------

Summary by Fund

General	14,715,000	14,715,000
State Government Special Revenue	48,000	48,000
Environmental	26,812,000	26,812,000
Remediation	11,404,000	11,404,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Water

19,456,000	19,456,000
------------	------------

Summary by Fund

General	10,467,000	10,467,000
State Government Special Revenue	48,000	48,000
Environmental	8,941,000	8,941,000

\$2,348,000 the first year and \$2,348,000 the second year are for the clean water partnership program. Any balance remaining in the first year does not cancel and is available for the second year. This appropriation may be used for grants to local units of government for the purpose of restoring impaired waters listed under section 303(d) of the federal Clean Water Act in accordance with adopted total maximum daily loads (TMDLs), including implementation of approved clean water partnership diagnostic study work plans that will assist in restoration of such impaired waters.

\$2,324,000 the first year and \$2,324,000 the second year must be distributed as grants to delegated counties to administer the county feedlot program. Distribution of the funds must be conducted according to the following three-part formula:

(1) Number of feedlots in the county: 60 percent of the total appropriation must be distributed according to the number of feedlots that are required to be registered in the county. Grants awarded under this clause must be matched with a combination of local cash and in-kind contributions.

(2) Minimum program requirements: 25 percent of the total appropriation must be distributed based on the county (i) conducting an annual number of inspections at feedlots that is equal to or greater than seven percent of the total number of registered feedlots that are required to be registered in the county; and (ii) meeting

noninspection minimum program requirements as identified in the county feedlot workplan form. Counties that do not meet the inspection requirement must not receive 50 percent of the eligible funding under this clause. Counties must receive funding for noninspection requirements under this clause according to a scoring system checklist administered by the department. The commissioner, in consultation with the Minnesota Association of County Feedlot Officers executive team, shall make a final decision regarding any appeal by a county regarding the terms and conditions of this clause.

(3) Performance credits: 15 percent of the total appropriation must be distributed according to work that has been done by the counties during the fiscal year. The amount must be determined by the number of performance credits a county accumulates during the year based on a performance credit matrix jointly agreed upon by the commissioner in consultation with the Minnesota Association of County Feedlot Officers executive team. To receive an award under this clause the county must meet the requirements of clause (2)(i) and achieve 90 percent of the requirements according to clause (2)(ii) of the formula. The rate of reimbursement per performance credit item must not exceed \$200.

Delegated counties are eligible for a minimum grant of \$7,500. To receive the full \$7,500 amount a county must meet the requirements under clause (2) of the formula. Nondelegated counties that apply for delegation shall receive a grant prorated according to the number of full quarters remaining in the program year from the date of commissioner approval of the delegation. Funds for awards to any newly delegated counties must be made out of the appropriation reserved for clause (3) of the formula. The commissioner, in consultation with the Minnesota Association of County Feedlot Officers executive team, may decide to use funds reserved for clause (3) of the formula in an amount not to exceed five percent of the total annual appropriation for initiatives to enhance existing delegated county feedlot programs, information and education, or technical assistance efforts to reduce feedlot-related pollution hazards. Any funds remaining after distribution under clauses (1) and (2) of the formula must be transferred to clause (3) of the formula. Any money remaining after the first year is available for the second year.

\$335,000 the first year and \$335,000 the second year are for community technical assistance and education, including grants and technical assistance to communities for local and basinwide water quality protection.

\$405,000 the first year and \$405,000 the second year are for individual sewage treatment system (ISTS) administration and grants. Of this amount, \$86,000 in each year is for assistance to local units of government through competitive grant programs for ISTS program development. Any unexpended balance in the first year does not cancel but is available in the second year.

\$480,000 the first year and \$480,000 the second year are from the environmental fund to address the need for continued increased activity in the areas of new technology review, technical assistance for local governments, and enforcement under Minnesota Statutes, sections 115.55 to 115.58, and to complete the requirements of Laws 2003, chapter 128, article 1, sections 164 and 165. Of this amount, \$48,000 each year is for administration of individual septic tank fees, as provided in Minnesota Statutes, section 115.551.

Notwithstanding Minnesota Statutes, section 16A.28, the appropriations encumbered under contract on or before June 30, 2007, for clean water partnership, individual sewage treatment systems (ISTS), Minnesota River, total maximum daily loads (TMDLs), and local and basinwide water quality protection grants in this subdivision are available until June 30, 2009.

Subd. 3. Air

8,765,000 8,765,000

Summary by Fund

Environmental	8,765,000	8,765,000
---------------	-----------	-----------

Up to \$150,000 the first year and \$150,000 the second year may be transferred to the environmental fund for the small business environmental improvement loan program established in Minnesota Statutes, section 116.993.

\$200,000 the first year and \$200,000 the second year are from the environmental fund for a monitoring program under Minnesota Statutes, section 116.454.

\$125,000 the first year and \$125,000 the second year are from the environmental fund for

monitoring ambient air for hazardous pollutants in the metropolitan area.

Subd. 4. Land

18,469,000 18,469,000

Summary by Fund

Environmental	7,065,000	7,065,000
Remediation	11,404,000	11,404,000

All money for environmental response, compensation, and compliance in the remediation fund not otherwise appropriated is appropriated to the commissioners of the Pollution Control Agency and the Department of Agriculture for purposes of Minnesota Statutes, section 115B.20, subdivision 2, clauses (1), (2), (3), (6), and (7). At the beginning of each fiscal year, the two commissioners shall jointly submit an annual spending plan to the commissioner of finance that maximizes the utilization of resources and appropriately allocates the money between the two agencies. This appropriation is available until June 30, 2007.

\$574,000 the first year and \$574,000 the second year are from the petroleum tank fund to be transferred to the remediation fund for purposes of the leaking underground storage tank program to protect the land.

\$200,000 the first year and \$200,000 the second year are from the remediation fund to be transferred to the Department of Health for private water supply monitoring and health assessment costs in areas contaminated by unpermitted mixed municipal solid waste disposal facilities.

Subd. 5. Multimedia

4,306,000 4,306,000

Summary by Fund

General	2,265,000	2,265,000
Environmental	2,041,000	2,041,000

Subd. 6. Administrative Support

1,983,000 1,983,000

Sec. 3. OFFICE OF ENVIRONMENTAL ASSISTANCE

19,754,000 19,754,000

Summary by Fund

General	11,760,000	11,760,000
Environmental	7,994,000	7,994,000

\$12,500,000 each year is for SCORE block grants to counties. Of that amount, \$7,060,000 is from the general fund and \$5,440,000 is from the environmental fund.

Any unencumbered grant and loan balances in the first year do not cancel but are available for grants and loans in the second year.

All money deposited in the environmental fund for the metropolitan solid waste landfill fee in accordance with Minnesota Statutes, section 473.843, and not otherwise appropriated, is appropriated to the Office of Environmental Assistance for the purposes of Minnesota Statutes, section 473.844.

\$119,000 the first year and \$119,000 the second year are for environmental assistance grants or loans under Minnesota Statutes, section 115A.0716.

Notwithstanding Minnesota Statutes, section 16A.28, the appropriations encumbered under contract on or before June 30, 2007, for environmental assistance grants awarded under Minnesota Statutes, section 115A.0716, and for technical and research assistance under Minnesota Statutes, section 115A.152, technical assistance under Minnesota Statutes, section 115A.52, and pollution prevention assistance under Minnesota Statutes, section 115D.04, are available until June 30, 2009.

Sec. 4. ZOOLOGICAL BOARD	6,681,000	6,681,000
--------------------------	-----------	-----------

Summary by Fund

General	6,557,000	6,557,000
Natural Resources	124,000	124,000

\$124,000 the first year and \$124,000 the second year are from the natural resources fund. This appropriation is from the revenue deposited in the natural resources fund under Minnesota Statutes, section 297A.94, paragraph (e), clause (5).

Sec. 5. NATURAL RESOURCES

Subdivision 1. Total Appropriation	212,158,000	212,158,000
------------------------------------	-------------	-------------

Summary by Fund

General	77,941,000	77,941,000
Natural Resources	52,067,000	52,067,000
Game and Fish	82,050,000	82,050,000
Remediation	100,000	100,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Land and Mineral Resources
Management

7,914,000 7,914,000

Summary by Fund

General	4,925,000	4,925,000
Natural Resources	2,102,000	2,102,000
Game and Fish	887,000	887,000

\$275,000 the first year and \$275,000 the second year are for iron ore cooperative research, of which \$137,500 the first year and \$137,500 the second year are available only as matched by \$1 of nonstate money for each \$1 of state money. The match may be cash or in-kind.

\$172,000 the first year and \$172,000 the second year are for mineral diversification.

\$86,000 the first year and \$86,000 the second year are for minerals cooperative environmental research, of which \$43,000 the first year and \$43,000 the second year are available only as matched by \$1 of nonstate money for each \$1 of state money. The match may be cash or in-kind.

\$1,946,000 the first year and \$1,946,000 the second year are from the minerals management account in the natural resources fund for only the purposes specified in new Minnesota Statutes, section 93.2236, paragraph (c). Of this amount, \$1,526,000 the first year and \$1,526,000 the second year are for mineral resource management, \$420,000 the first year and \$420,000 the second year are for projects to enhance future income and promote new opportunities, including value-added iron products, geological mapping, and mercury research. The appropriation is from the revenue deposited in the minerals management account under Minnesota Statutes, section 93.22, subdivision 1, paragraph (b).

Subd. 3. Water Resources Management

10,684,000 10,684,000

Summary by Fund

General	10,404,000	10,404,000
Natural Resources	280,000	280,000

\$65,000 the first year and \$65,000 the second year are for a grant to the Mississippi

Headwaters Board for up to 50 percent of the cost of implementing the comprehensive plan for the upper Mississippi within areas under its jurisdiction.

\$5,000 the first year and \$5,000 the second year are for payment to the Leech Lake Band of Chippewa Indians to implement its portion of the comprehensive plan for the upper Mississippi.

\$125,000 the first year and \$125,000 the second year are for the construction of ring dikes under Minnesota Statutes, section 103F.161. The ring dikes may be publicly or privately owned. Any unencumbered balance does not cancel at the end of the first year and is available for the second year.

Subd. 4. Forest Management

32,237,000 32,237,000

Summary by Fund

General	26,022,000	26,022,000
Natural Resources	6,215,000	6,215,000

\$7,217,000 the first year and \$7,217,000 the second year are for prevention, presuppression, and suppression costs of emergency firefighting and other costs incurred under Minnesota Statutes, section 88.12. If the appropriation for either year is insufficient to cover all costs of presuppression and suppression, the amount necessary to pay for these costs during the biennium is appropriated from the general fund. By November 15 of each year, the commissioner of natural resources shall submit a report to the chairs of the house of representatives Ways and Means Committee, the senate Finance Committee, the Environment and Agriculture Budget Division of the senate Finance Committee, and the house of representatives Environment and Natural Resources Finance Committee, identifying all firefighting costs incurred and reimbursements received in the prior fiscal year. These appropriations may not be transferred. Any reimbursement of firefighting expenditures made to the commissioner from any source other than federal mobilizations shall be deposited into the general fund.

\$9,715,000 the first year and \$9,715,000 the second year are from the forest management investment account in the natural resources fund for only the purposes specified in Minnesota Statutes, section 89.039, subdivision 2.

\$730,000 the first year and \$730,000 the second year are for the Forest Resources Council for implementation of the Sustainable Forest Resources Act.

\$350,000 the first year and \$350,000 the second year are for the FORIST timber management information system and for increased forestry management.

Subd. 5. Parks and Recreation Management

29,284,000 29,284,000

Summary by Fund

General	16,211,000	16,211,000
Natural Resources	13,073,000	13,073,000

\$640,000 the first year and \$640,000 the second year are from the water recreation account in the natural resources fund for state park development projects.

\$3,725,000 the first year and \$3,813,000 the second year are from the natural resources fund for state park and recreation area operations. This appropriation is from the revenue deposited to the natural resources fund under Minnesota Statutes, section 297A.94, paragraph (e), clause (2).

\$8,971,000 the first year and \$8,971,000 the second year are from the state parks account in the natural resources fund for state park and recreation area operations.

Subd. 6. Trails and Waterways Management

19,930,000 19,930,000

Summary by Fund

General	1,234,000	1,234,000
Natural Resources	17,012,000	17,012,000
Game and Fish	1,684,000	1,684,000

\$5,724,000 the first year and \$5,724,000 the second year are from the snowmobile trails and enforcement account in the natural resources fund for snowmobile grants-in-aid. Any unencumbered balance does not cancel at the end of the first year and is available for the second year.

\$625,000 the first year and \$625,000 the second year are from the natural resources fund for off-highway vehicle grants-in-aid. Of this

amount, \$475,000 each year is from the all-terrain vehicle account; \$50,000 each year is from the off-highway motorcycle account; and \$100,000 each year is from the off-road vehicle account. Any unencumbered balance does not cancel at the end of the first year and is available for the second year.

\$261,000 the first year and \$261,000 the second year are from the water recreation account in the natural resources fund for a safe harbor program on Lake Superior.

\$742,000 the first year and \$760,000 the second year are from the natural resources fund for state trail operations. This appropriation is from the revenue deposited in the natural resources fund under Minnesota Statutes, section 297A.94, paragraph (e), clause (2).

\$632,000 the first year and \$645,000 the second year are from the natural resources fund for trail grants to local units of government on land to be maintained for at least 20 years for the purposes of the grant. This appropriation is from the revenue deposited in the natural resources fund under Minnesota Statutes, section 297A.94, paragraph (e), clause (4).

Subd. 7. Fish and Wildlife Management

55,937,000 55,937,000

Summary by Fund

General	1,966,000	1,966,000
Natural Resources	1,392,000	1,392,000
Game and Fish	52,579,000	52,579,000

\$407,000 the first year and \$412,000 the second year are for resource population surveys in the 1837 treaty area. Of this amount, \$265,000 the first year and \$270,000 the second year are from the game and fish fund.

\$177,000 the first year and \$177,000 the second year are for the reinvest in Minnesota programs of game and fish, critical habitat, and wetlands established under Minnesota Statutes, section 84.95, subdivision 2.

\$1,030,000 the first year and \$1,030,000 the second year are from the trout and salmon management account for only the purposes specified in Minnesota Statutes, section 97A.075, subdivision 3.

\$136,000 the first year and \$136,000 the second year are available for aquatic plant restoration.

Notwithstanding Minnesota Statutes, section 16A.28, the appropriations encumbered under contract on or before June 30, 2007, for aquatic restoration grants in this subdivision are available until June 30, 2009.

\$2,030,000 the first year and \$2,030,000 the second year are from the wildlife acquisition surcharge account for only the purposes specified in Minnesota Statutes, section 97A.071, subdivision 2a.

\$1,269,000 the first year and \$1,269,000 the second year are from the deer habitat improvement account for only the purposes specified in Minnesota Statutes, section 97A.075, subdivision 1, paragraph (b).

\$332,000 the first year and \$332,000 the second year are from the deer and bear management account for only the purposes specified in Minnesota Statutes, section 97A.075, subdivision 1, paragraph (c).

\$808,000 the first year and \$808,000 the second year are from the waterfowl habitat improvement account for only the purposes specified in Minnesota Statutes, section 97A.075, subdivision 2.

\$546,000 the first year and \$546,000 the second year are from the pheasant habitat improvement account for only the purposes specified in Minnesota Statutes, section 97A.075, subdivision 4.

\$120,000 the first year and \$120,000 the second year are from the wild turkey management account for only the purposes specified in Minnesota Statutes, section 97A.075, subdivision 5. Of this amount, \$8,000 the first year and \$8,000 the second year are appropriated from the game and fish fund for transfer to the wild turkey management account for purposes specified in Minnesota Statutes, section 97A.075, subdivision 5.

\$6,558,000 the first year and \$6,558,000 the second year are from the heritage enhancement account in the game and fish fund for only the purposes specified in Minnesota Statutes, section 297A.94, paragraph (e), clause (1).

\$13,000 the first year and \$13,000 the second year are to publicize the critical habitat license plate match program.

Notwithstanding Minnesota Statutes, section 297A.94, this appropriation may be used for

hunter recruitment and retention and public land user facilities.

Notwithstanding Minnesota Statutes, section 16A.28, the appropriations encumbered under contract on or before June 30, 2005, for wildlife habitat grants in this subdivision are available until June 30, 2009.

Subd. 8. Ecological Services

9,173,000 9,173,000

Summary by Fund

General	3,104,000	3,104,000
Natural Resources	2,789,000	2,789,000
Game and Fish	3,280,000	3,280,000

\$1,082,000 the first year and \$1,082,000 the second year are from the nongame wildlife management account in the natural resources fund for the purpose of nongame wildlife management.

\$477,000 the first year and \$477,000 the second year are for the reinvest in Minnesota programs of game and fish, critical habitat, and wetlands established under Minnesota Statutes, section 84.95, subdivision 2.

\$1,588,000 the first year and \$1,588,000 the second year are from the heritage enhancement account in the game and fish fund for only the purposes specified in Minnesota Statutes, section 297A.94, paragraph (e), clause (1).

Subd. 9. Enforcement

27,585,000 27,585,000

Summary by Fund

General	3,346,000	3,346,000
Natural Resources	6,786,000	6,786,000
Game and Fish	17,353,000	17,353,000
Remediation	100,000	100,000

\$1,082,000 the first year and \$1,082,000 the second year are from the water recreation account in the natural resources fund for grants to counties for boat and water safety.

\$100,000 the first year and \$100,000 the second year are from the remediation fund for solid waste enforcement activities under Minnesota Statutes, section 116.073.

\$315,000 the first year and \$315,000 the second year are from the snowmobile trails and

enforcement account in the natural resources fund for grants to local law enforcement agencies for snowmobile enforcement activities.

\$1,164,000 the first year and \$1,164,000 the second year are from the heritage enhancement account in the game and fish fund for only the purposes specified in Minnesota Statutes, section 297A.94, paragraph (e), clause (1).

Overtime shall be distributed to conservation officers at historical levels; however, a reasonable reduction or addition may be made to the officer's allocation, if justified, based on an individual officer's workload. If funding for enforcement is reduced because of an unallotment, the overtime bank may be reduced in proportion to reductions made in other areas of the budget.

\$700,000 the first year and \$700,000 the second year are from the natural resources fund for off-highway vehicle enforcement. Of this amount, \$665,000 the first year and \$665,000 the second year are from the all-terrain vehicle account, \$28,000 the first year and \$28,000 the second year are from the off-highway motorcycle account, and \$7,000 the first year and \$7,000 the second year are from the off-road vehicle account.

\$130,000 the first year and \$130,000 the second year are from the all-terrain vehicle account in the natural resources fund for administration of the all-terrain vehicle environmental and safety education and training program under Minnesota Statutes, section 84.925.

\$225,000 the first year and \$225,000 the second year are from the natural resources fund for grants to county law enforcement agencies for off-highway vehicle enforcement and public education activities based on off-highway vehicle use in the county. Of this amount, \$213,000 each year is from the all-terrain vehicle account; \$11,000 each year is from the off-highway motorcycle account; and \$1,000 each year is from the off-road vehicle account. The county enforcement agencies may use money received under this appropriation to make grants to other local enforcement agencies within the county that have a high concentration of off-highway vehicle use. Of this appropriation, \$25,000 each year is for administration of these grants.

Subd. 10. Operations Support

19,414,000

19,414,000

Summary by Fund

General	10,729,000	10,729,000
Natural Resources	2,418,000	2,418,000
Game and Fish	6,267,000	6,267,000

\$246,000 the first year and \$246,000 the second year are from the natural resources fund for grants to be divided equally between the city of St. Paul for the Como Zoo and Conservatory and the city of Duluth Zoo. This appropriation is from the revenue deposited to the natural resources fund under Minnesota Statutes, section 297A.94, paragraph (e), clause (5).

Sec. 6. MINNESOTA CONSERVATION CORPS

840,000

840,000

Summary by Fund

General	350,000	350,000
Natural Resources	490,000	490,000

The Minnesota Conservation Corps may receive money appropriated from the natural resources fund under this section only as provided in an agreement with the commissioner of natural resources.

Sec. 7. BOARD OF WATER AND SOIL RESOURCES

15,131,000

15,131,000

\$4,102,000 the first year and \$4,102,000 the second year are for natural resources block grants to local governments.

The board may reduce the amount of the natural resources block grant to a county by an amount equal to any reduction in the county's general services allocation to a soil and water conservation district from the county's previous year allocation when the board determines that the reduction was disproportionate.

Grants must be matched with a combination of local cash or in-kind contributions. The base grant portion related to water planning must be matched by an amount that would be raised by a levy under Minnesota Statutes, section 103B.3369.

\$3,566,000 the first year and \$3,566,000 the second year are for grants to soil and water conservation districts for general purposes, nonpoint engineering, and implementation of the reinvest in Minnesota conservation reserve program. Upon approval of the board,

expenditures may be made from these appropriations for supplies and services benefiting soil and water conservation districts.

\$3,285,000 the first year and \$3,285,000 the second year are for grants to soil and water conservation districts for cost-sharing contracts for erosion control and water quality management. Of this amount, at least \$1,500,000 the first year and \$1,500,000 the second year are for grants for cost-sharing contracts for water quality management on feedlots.

\$105,000 the first year and \$105,000 the second year are for grants to watershed districts and other local units of government in the southern Minnesota River basin study area 2 for floodplain management.

\$100,000 the first year and \$100,000 the second year are for a grant to the Red River Basin Commission to develop a Red River basin plan and to coordinate water management activities in the states and provinces bordering the Red River.

The appropriations for grants in this section are available until expended. If an appropriation for grants in either year is insufficient, the appropriation in the other year is available for it.

Sec. 8. SCIENCE MUSEUM
OF MINNESOTA

750,000 750,000

Sec. 9. METROPOLITAN COUNCIL

7,452,000 7,452,000

Summary by Fund

General 3,300,000 3,300,000

Natural Resources 4,152,000 4,152,000

\$3,300,000 the first year and \$3,300,000 the second year are for metropolitan area regional parks maintenance and operations.

\$4,152,000 the first year and \$4,152,000 the second year are from the natural resources fund for metropolitan area regional parks and trails maintenance and operations. This appropriation is from the revenue deposited in the natural resources fund under Minnesota Statutes, section 297A.94, paragraph (e), clause (3).

Sec. 10. AGRICULTURE

Subdivision 1. Total
Appropriation

37,864,000 34,387,000

Summary by Fund

General 37,511,000 34,034,000

Remediation 353,000 353,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Protection Services

10,297,000 10,297,000

Summary by Fund

General	9,944,000	9,944,000
---------	-----------	-----------

Remediation	353,000	353,000
-------------	---------	---------

\$388,000 the first year and \$388,000 the second year are from the remediation fund for administrative funding for the voluntary cleanup program.

The balance in the waste pesticide account in the agricultural fund is canceled to the pesticide regulatory account in the agricultural fund and the waste pesticide account is abolished.

Subd. 3. Agricultural Marketing and Development

4,097,000 4,097,000

\$71,000 the first year and \$71,000 the second year are for transfer to the Minnesota grown matching account and may be used as grants for Minnesota grown promotion under Minnesota Statutes, section 17.109. Grants may be made for one year. Notwithstanding Minnesota Statutes, section 16A.28, the appropriations encumbered under contract on or before June 30, 2007, for Minnesota grown grants in this subdivision are available until June 30, 2009.

\$80,000 the first year and \$80,000 the second year are for grants to farmers for demonstration projects involving sustainable agriculture as authorized in Minnesota Statutes, section 17.116. Of the amount for grants, up to \$20,000 may be used for dissemination of information about the demonstration projects. Notwithstanding Minnesota Statutes, section 16A.28, the appropriations encumbered under contract on or before June 30, 2007, for sustainable agriculture grants in this subdivision are available until June 30, 2009.

The commissioner may reduce appropriations for the administration of activities in this subdivision by up to \$135,000 each year and transfer the amounts reduced to activities under subdivision 5.

Subd. 4. Value-Added Agricultural Products

18,745,000 15,268,000

\$18,745,000 the first year and \$15,268,000 the second year are for ethanol producer payments under Minnesota Statutes, section 41A.09. Payments for eligible ethanol production in fiscal years 2006 and 2007 shall be disbursed at the rate of \$0.13 per gallon. If the total amount for which all producers are eligible in a quarter exceeds the amount available for payments, the commissioner shall make payments on a pro rata basis. If the appropriation exceeds the total amount for which all producers are eligible in a fiscal year for scheduled payments and for deficiencies in payments during previous fiscal years, the balance in the appropriation is available to the commissioner for value-added agricultural programs including the value-added agricultural product processing and marketing grant program under Minnesota Statutes, section 17.101, subdivision 5. The appropriation remains available until spent.

Subd. 5. Administration and
Financial Assistance

4,725,000	4,725,000
-----------	-----------

\$1,005,000 the first year and \$1,005,000 the second year are for continuation of the dairy development and profitability enhancement and dairy business planning grant programs established under Laws 1997, chapter 216, section 7, subdivision 2, and Laws 2001, First Special Session chapter 2, section 9, subdivision 2. The commissioner may allocate the available sums among permissible activities, including efforts to improve the quality of milk produced in the state, in the proportions which the commissioner deems most beneficial to Minnesota's dairy farmers. The commissioner must submit a work plan detailing plans for expenditures under this program to the chairs of the house and senate committees dealing with agricultural policy and budget on or before the start of each fiscal year. If significant changes are made to the plans in the course of the year, the commissioner must notify the chairs.

\$50,000 the first year and \$50,000 the second year are for the Northern Crops Institute. These appropriations may be spent to purchase equipment.

\$19,000 the first year and \$19,000 the second year are for a grant to the Minnesota Livestock Breeders Association.

\$2,000 the first year and \$2,000 the second year

are for family farm security interest payment adjustments. If the appropriation for either year is insufficient, the appropriation for the other year is available for it. No new loans may be approved in fiscal year 2006 or 2007.

Aid payments to county and district agricultural societies and associations under Minnesota Statutes, section 38.02, subdivision 1, shall be disbursed not later than July 15. These payments are the amount of aid owed by the state for an annual fair held in the previous calendar year.

Sec. 11. BOARD OF ANIMAL
HEALTH

2,803,000

2,803,000

\$200,000 the first year and \$200,000 the second year are for a program to control paratuberculosis ("Johne's disease") in domestic bovine herds.

\$80,000 the first year and \$80,000 the second year are for a program to investigate the avian pneumovirus disease and to identify the infected flocks. This appropriation must be matched on a dollar-for-dollar or in-kind basis with nonstate sources and is in addition to money currently designated for turkey disease research. Costs of blood sample collection, handling, and transportation, in addition to costs associated with early diagnosis tests and the expenses of vaccine research trials, may be credited to the match.

\$400,000 the first year and \$400,000 the second year are for the purposes of cervidae inspection as authorized in Minnesota Statutes, section 17.452.

Sec. 12. AGRICULTURAL UTILIZATION
RESEARCH INSTITUTE

1,600,000

1,600,000

Sec. 13. [DISPOSITION OF MINERAL PAYMENTS; FISCAL YEARS 2006 AND 2007.]

(a) Notwithstanding Minnesota Statutes, section 93.22, subdivision 1, in fiscal years 2006 and 2007, all payments under Minnesota Statutes, sections 93.14 to 93.285, shall be made to the Department of Natural Resources and shall be credited according to this section.

(b) Twenty percent of all payments under Minnesota Statutes, sections 93.14 to 93.285, shall be credited to the minerals management account in the natural resources fund as costs for the administration and management of state mineral resources by the commissioner of natural resources.

(c) The remainder of the payments shall be credited as follows:

(1) if the lands or minerals and mineral rights covered by a lease are held by the state by virtue of an act of Congress, payments made under the lease shall be credited to the permanent fund of the class of land to which the leased premises belong;

(2) if a lease covers the bed of navigable waters, payments made under the lease shall be credited to the permanent school fund of the state;

(3) if the lands or minerals and mineral rights covered by a lease are held by the state in trust for the taxing districts, payments made under the lease shall be distributed annually on the first day of September to the respective counties in which the lands lie, to be apportioned among the taxing districts interested therein as follows: county, three-ninths; town or city, two-ninths; and school district, four-ninths;

(4) if the lands or mineral rights covered by a lease became the absolute property of the state under the provisions of Minnesota Statutes, chapter 84A, payments made under the lease shall be distributed as follows: county containing the land from which the income was derived, five-eighths; and general fund of the state, three-eighths; and

(5) except as provided under this section and except where the disposition of payments may be otherwise directed by law, payments made under a lease shall be paid into the general fund of the state.

Sec. 14. [93.2236] [MINERALS MANAGEMENT ACCOUNT.]

(a) The minerals management account is created as an account in the natural resources fund. Interest earned on money in the account accrues to the account. Money in the account may be spent or distributed only as provided in paragraphs (b) and (c).

(b) If the balance in the minerals management account exceeds \$3,000,000 on June 30, the amount exceeding \$3,000,000 must be distributed to the permanent school fund and the permanent university fund. The amount distributed to each fund must be in the same proportion as the total mineral lease revenue received in the previous biennium from school trust lands and university lands.

(c) Subject to appropriation by the legislature, money in the minerals management account may be spent by the commissioner of natural resources for mineral resource management and projects to enhance future mineral income and promote new mineral resource opportunities.

ARTICLE 2

ECONOMIC DEVELOPMENT

Section 1. [ECONOMIC DEVELOPMENT; APPROPRIATIONS.]

The sums shown in the columns marked "APPROPRIATIONS" are appropriated from the general fund, or another named fund, to the agencies and for the purposes specified in this article, to be available for the fiscal years indicated for each purpose. The figures "2006" and "2007," where used in this article, mean that the appropriation or appropriations listed under them are available for the year ending June 30, 2006, or June 30, 2007, respectively. The term "first year" means the fiscal year ending June 30, 2006, and the term "second year" means the fiscal year ending June 30, 2007.

SUMMARY BY FUND

	2006	2007	TOTAL
General	\$152,263,000	\$152,136,000	\$304,399,000
Petroleum Tank Cleanup	1,084,000	1,084,000	2,168,000
Environmental	700,000	700,000	1,400,000
Workers' Compensation	21,725,000	21,725,000	43,450,000
Workforce Development	9,020,000	9,020,000	18,040,000
Special Revenue	200,000	200,000	400,000
TOTAL	\$184,992,000	\$184,865,000	\$369,857,000

APPROPRIATIONS
Available for the Year
Ending June 30
2006 2007

Sec. 2. EMPLOYMENT AND
ECONOMIC DEVELOPMENT

Subdivision 1. Total Appropriation	\$52,781,000	\$52,781,000
---------------------------------------	--------------	--------------

Summary by Fund

General	43,511,000	43,511,000
Remediation	700,000	700,000
Workforce Development	8,570,000	8,570,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Business and Community
Development

8,604,000	8,604,000	
-----------	-----------	--

Summary by Fund

General	7,904,000	7,904,000
Remediation	700,000	700,000

\$1,203,000 the first year and \$1,203,000 the second year are for Minnesota investment fund grants.

\$150,000 the first year and \$150,000 the second year are for grants to the Rural Policy and Development Center at Minnesota State University, Mankato. The grant shall be used for research and policy analysis on emerging economic and social issues in rural Minnesota, to serve as a policy resource center for rural Minnesota communities, to encourage collaboration across higher education institutions to provide interdisciplinary team approaches to research and problem solving in rural communities, and to administer overall operations of the center.

The grant shall be provided upon the condition that each state-appropriated dollar be matched with a nonstate dollar. Acceptable matching funds are nonstate contributions that the center has received and have not been used to match previous state grants. The funds not spent the first year are available the second year.

\$100,000 the first year and \$100,000 the second year are from the general fund for a grant to the

Metropolitan Economic Development Association for continuing minority business development programs in the metropolitan area.

\$150,000 the first year and \$150,000 the second year are from the general fund for a grant to WomenVenture for women's business development programs.

Subd. 3. Workforce Partnerships

13,990,000 13,990,000

Summary by Fund

General	12,165,000	12,165,000
Workforce Development	1,625,000	1,625,000
Special Revenue	200,000	200,000

(a) \$6,785,000 the first year and \$6,785,000 the second year are from the general fund for the Minnesota job skills partnership programs. If the appropriation for either year is insufficient, the appropriation for the other year is available. This appropriation does not cancel.

(b) \$250,000 the first year and \$250,000 the second year are from the general fund for a grant under Minnesota Statutes, section 116J.8747, to Twin Cities RISE! to provide training to hard-to-train individuals.

(c) \$875,000 the first year and \$875,000 the second year are from the workforce development fund for Opportunities Industrialization Center programs.

(d) \$950,000 the first year and \$950,000 the second year are for displaced homemaker programs under Minnesota Statutes, section 116L.96. Of this amount, \$750,000 each year is from the workforce development fund and \$200,000 each year is from the special revenue fund. The commissioner of economic security shall report to the legislature by February 15, 2007, on the outcome of grants under this paragraph.

(e) \$4,190,000 the first year and \$4,190,000 the second year are for the Minnesota youth program. If the appropriation in either year is insufficient, the appropriation for the other year is available. Of the money appropriated for the summer youth program for the first year, \$400,000 is immediately available. Any remaining balance of the immediately available money is available in the first year.

(f) \$183,000 the first year and \$183,000 the second year are for the learn-to-earn summer youth employment program. This appropriation is available until spent.

(g) \$757,000 the first year and \$757,000 the second year are for the youthbuild program under Minnesota Statutes, sections 268.361 to 268.366. A Minnesota Youthbuild program funded under this section as authorized in Minnesota Statutes, sections 116L.361 to 116L.366, qualifies as an approved training program under Minnesota Rules, part 5200.0930, subpart 1.

(h) Pursuant to Laws 2001, First Special Session chapter 4, article 1, section 4, subdivision 6, as amended by Laws 2002, chapter 220, article 12, section 12, the first \$2,000,000 deposited in each year of the biennium into the contingent account created under Minnesota Statutes, section 268.196, subdivision 3, shall be transferred upon deposit to the workforce development fund created under Minnesota Statutes, section 116L.20. Deposits in excess of the \$2,000,000 shall be transferred upon deposit to the general fund.

Subd. 4. Workforce Services

	27,110,000	27,110,000	
	Summary by Fund		
General	20,165,000		20,165,000
Workforce Development	6,945,000		6,945,000

(a) \$7,521,000 the first year and \$7,521,000 the second year are from the general fund for the state's vocational rehabilitation program for people with significant disabilities to assist with employment, under Minnesota Statutes, chapter 268A.

(b) \$4,864,000 the first year and \$4,864,000 the second year are from the general fund and \$6,920,000 the first year and \$6,920,000 the second year are from the workforce development fund for extended employment services for persons with severe disabilities or related conditions under Minnesota Statutes, section 268A.15.

(c) \$1,690,000 the first year and \$1,690,000 the second year are from the general fund for grants under Minnesota Statutes, section 268A.11, for the eight centers for independent living. Money

not expended the first year is available the second year.

(d) \$150,000 the first year and \$150,000 the second year are from the general fund and \$25,000 the first year and \$25,000 the second year are from the workforce development fund for grants to the Minnesota Employment Center for people who are deaf or hard-of-hearing. Money not expended the first year is available the second year.

(e) \$1,000,000 the first year and \$1,000,000 the second year are from the general fund for grants for programs that provide employment support services to persons with mental illness under Minnesota Statutes, sections 268A.13 and 268A.14. Up to \$70,000 each year may be used for administrative and salary expenses.

(f) \$4,940,000 the first year and \$4,940,000 the second year are from the general fund for State Services for the Blind activities.

Subd. 5. State-Funded Administration

3,277,000 3,277,000

Sec. 3. EXPLORE MINNESOTA TOURISM

8,626,000

8,626,000

To develop maximum private sector involvement in tourism, \$3,500,000 the first year and \$3,500,000 the second year of the amounts appropriated for marketing activities are contingent upon receipt of an equal contribution from nonstate sources that have been certified by the commissioner. Up to one-half of the match may be given in in-kind contributions.

In order to maximize marketing grant benefits, the commissioner must give priority for joint venture marketing grants to organizations with year-round sustained tourism activities. For programs and projects submitted, the commissioner must give priority to those that encompass two or more areas or that attract nonresident travelers to the state.

If an appropriation for either year for grants is not sufficient, the appropriation for the other year is available for it.

The commissioner may use grant dollars or the value of in-kind services to provide the state contribution for the partnership program.

Any unexpended money from general fund appropriations made under this subdivision does not cancel but must be placed in a special advertising account for use by Explore

Minnesota Tourism to purchase additional media.

\$175,000 the first year and \$175,000 the second year are for the Minnesota Film Board. The appropriation in each year is available only upon receipt by the board of \$1 in matching contributions of money or in-kind from nonstate sources for every \$3 provided by this appropriation.

Sec. 4. HOUSING FINANCE AGENCY

Subdivision 1. Total
Appropriation

35,770,000

35,770,000

The amounts that may be spent from this appropriation for certain programs are specified in the following subdivisions.

This appropriation is for transfer to the housing development fund for the programs specified. Except as otherwise indicated, this transfer is part of the agency's permanent budget base.

Subd. 2. Affordable Rental Investment Fund

9,273,000

9,273,000

For the affordable rental investment fund program under Minnesota Statutes, section 462A.21, subdivision 8b.

This appropriation is to finance the acquisition, rehabilitation, and debt restructuring of federally assisted rental property and for making equity take-out loans under Minnesota Statutes, section 462A.05, subdivision 39. The owner of the federally assisted rental property must agree to participate in the applicable federally assisted housing program and to extend any existing low-income affordability restrictions on the housing for the maximum term permitted. The owner must also enter into an agreement that gives local units of government, housing and redevelopment authorities, and nonprofit housing organizations the right of first refusal if the rental property is offered for sale. Priority must be given among comparable properties to properties with the longest remaining term under an agreement for federal rental assistance. Priority must also be given among comparable rental housing developments to developments that are or will be owned by local government units, a housing and redevelopment authority, or a nonprofit housing organization.

Subd. 3. Family Homeless Prevention

3,715,000

3,715,000

For family homeless prevention and assistance programs under Minnesota Statutes, section 462A.204. Any balance in the first year does not cancel but is available in the second year.

Subd. 4. Challenge Program

9,622,000	9,622,000
-----------	-----------

For the economic development and housing challenge program under Minnesota Statutes, section 462A.33.

Subd. 5. Rental Assistance for Mentally Ill

1,638,000	1,638,000
-----------	-----------

For a rental housing assistance program for persons with a mental illness or families with an adult member with a mental illness under Minnesota Statutes, section 462A.2097. The agency must not reduce the funding under this subdivision.

Subd. 6. Home Ownership Education, Counseling, and Training

770,000	770,000
---------	---------

For the home ownership education, counseling, and training program under Minnesota Statutes, section 462A.209.

Subd. 7. Housing Trust Fund

4,305,000	4,305,000
-----------	-----------

For the housing trust fund to be deposited in the housing trust fund account created under Minnesota Statutes, section 462A.201, and used for the purposes provided in that section.

Subd. 8. Urban Indian Housing Program

180,000	180,000
---------	---------

For the urban Indian housing program under Minnesota Statutes, section 462A.07, subdivision 15.

Subd. 9. Tribal Indian Housing Program

1,105,000	1,105,000
-----------	-----------

For the tribal Indian housing program under Minnesota Statutes, section 462A.07, subdivision 14.

Subd. 10. Capacity Building Grants

305,000	305,000
---------	---------

For nonprofit capacity building grants under Minnesota Statutes, section 462A.21, subdivision 3b.

Subd. 11. Housing Rehabilitation
and Accessibility

3,972,000 3,972,000

For the housing rehabilitation and accessibility
program under Minnesota Statutes, section
462A.05, subdivisions 14a and 15a.

Subd. 12. Home Ownership
Assistance Fund

885,000 885,000

For the home ownership assistance fund under
Minnesota Statutes, section 462A.21, subdivision
8.

Sec. 5. COMMERCE

Subdivision 1. Total
Appropriation

24,874,000 24,874,000

Summary by Fund

General 22,955,000 22,955,000

Petroleum
Cleanup 1,084,000 1,084,000

Workers'
Compensation 835,000 835,000

The amounts that may be spent from this
appropriation for each program are specified in
the following subdivisions.

Subd. 2. Financial Examinations

5,994,000 5,994,000

Subd. 3. Petroleum Tank Release
Cleanup Board

1,084,000 1,084,000

This appropriation is from the petroleum tank
release cleanup fund.

Subd. 4. Administrative Services

5,418,000 5,418,000

Subd. 5. Market Assurance

5,647,000 5,647,000

Summary by Fund

General 4,812,000 4,812,000

Workers' Compensation 835,000 835,000

Subd. 6. Energy and
Telecommunications

4,224,000 4,224,000

Subd. 7. Weights and
Measurements

2,507,000	2,507,000		
Sec. 6. BOARD OF ACCOUNTANCY		487,000	487,000
Effective the day following final enactment of this act and no later than June 30, 2006, the Board of Accountancy shall combine its administrative functions with those of the Board of Architecture, Engineering, Land Surveying, Landscape Architecture, Geoscience, and Interior Design.			
Sec. 7. BOARD OF ARCHITECTURE, ENGINEERING, LAND SURVEYING, LANDSCAPE ARCHITECTURE, GEOSCIENCE, AND INTERIOR DESIGN		785,000	785,000
Sec. 8. BOARD OF BARBER AND COSMETOLOGISTS EXAMINERS		699,000	699,000
Sec. 9. PUBLIC UTILITIES COMMISSION		4,163,000	4,163,000
Sec. 10. LABOR AND INDUSTRY			
Subdivision 1. Total Appropriation		22,216,000	22,216,000

Summary by Fund

General	2,494,000	2,494,000
Workers' Compensation	19,272,000	19,272,000
Workforce Development	450,000	450,000

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Workers' Compensation

10,346,000	10,346,000
------------	------------

This appropriation is from the workers' compensation fund.

\$125,000 the first year and \$125,000 the second year are for grants to the Vinland Center for rehabilitation service.

Subd. 3. Workplace Services

6,583,000	6,583,000
-----------	-----------

Summary by Fund

General	2,494,000	2,494,000
Workers' Compensation	3,639,000	3,639,000
Workforce Development	450,000	450,000

\$350,000 each year is from the workforce development fund for the apprenticeship program under Minnesota Statutes, chapter 178.

\$100,000 the first year and \$100,000 the second year are for labor education and advancement program grants. This appropriation is from the workforce development fund.

Subd. 4. General Support

5,287,000	5,287,000
-----------	-----------

This appropriation is from the workers' compensation fund.

Sec. 11. BUREAU OF MEDIATION SERVICES

Subdivision 1. Total

Appropriation	1,773,000	1,773,000
---------------	-----------	-----------

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Mediation Services

1,673,000	1,673,000
-----------	-----------

Subd. 3. Labor Management
Cooperation Grants

100,000	100,000
---------	---------

\$100,000 each year is for grants to area labor-management committees. Grants may be awarded for a 12-month period beginning July 1 of each year. Any unencumbered balance remaining at the end of the first year does not cancel but is available for the second year.

Sec. 12. WORKERS' COMPENSATION
COURT OF APPEALS

1,618,000	1,618,000
-----------	-----------

This appropriation is from the workers' compensation fund.

Sec. 13. MINNESOTA HISTORICAL
SOCIETY

Subdivision 1. Total

Appropriation	22,407,000	22,280,000
---------------	------------	------------

The amounts that may be spent from this appropriation for each program are specified in the following subdivisions.

Subd. 2. Education and Outreach

12,381,000	12,381,000
------------	------------

Subd. 3. Preservation and Access

9,772,000	9,772,000
-----------	-----------

Subd. 4. Fiscal Agent

	254,000	127,000
(a) Minnesota International Center		
	43,000	42,000
(b) Minnesota Air National Guard Museum		
	16,000	-0-
(c) Minnesota Military Museum		
	67,000	-0-
(d) Farmamerica		
	128,000	85,000

Notwithstanding any other law, this appropriation may be used for operations.

(e) Balances Forward

Any unencumbered balance remaining in this subdivision the first year does not cancel but is available for the second year of the biennium.

Subd. 5. Fund Transfer

The society may reallocate funds appropriated in and between subdivisions 2 and 3 for any program purposes.

Sec. 14. BOARD OF THE ARTS

Subdivision 1. Total Appropriation	8,593,000	8,593,000
---------------------------------------	-----------	-----------

If the appropriation for either year is insufficient, the appropriation for the other year is available.

Subd. 2. Operations and Services

	404,000	404,000
--	---------	---------

Subd. 3. Grants Programs

	5,767,000	5,767,000
--	-----------	-----------

Subd. 4. Regional Arts Councils

	2,422,000	2,422,000
--	-----------	-----------

Sec. 15. Minnesota Statutes 2004, section 345.47, subdivision 3, is amended to read:

Subd. 3. [SECURITIES.] Securities listed on an established stock exchange shall be sold at the prevailing prices on the exchange. Other securities may be sold over the counter at prevailing prices or, ~~with prior approval of the State Board of Investment,~~ by another method the commissioner determines advisable. United States government savings bonds and United States war bonds shall be presented to the United States for payment.

Sec. 16. Minnesota Statutes 2004, section 345.47, subdivision 3a, is amended to read:

Subd. 3a. [HOLDING PERIOD.] ~~All securities presumed abandoned under section 345.35 and delivered to the commissioner must be held for at least three years before they are sold. A person making a claim under this section is entitled to receive either the securities delivered to the commissioner by the holder, if they still remain in the hands of the commissioner, or the proceeds~~

received from the sale, but no person has any claim under this section against the state, the holder, any transfer agent, registrar, or other person acting for or on behalf of a holder for any appreciation in the value of the property occurring after delivery by the holder to the commissioner. If the property is of a type customarily sold on a recognized market or of a type that may be sold over the counter at prevailing prices, the commissioner may sell the property without notice by publication or otherwise. The commissioner may proceed with the liquidation after holding for one year, with the exception of securities being held as the result of an insurance company demutualization, these types of securities may be sold upon receipt. This section grants to the commissioner express authority to sell any property, including, but not limited to, stocks, bonds, notes, bills, and all other public or private securities. A person making a claim under section 345.35 is entitled to receive the securities delivered to the administrator by the holder, if they remain in the custody of the administrator, or the net proceeds received from sale, and is not entitled to receive any appreciation in the value of the property occurring after sale by the commissioner. The commissioner may liquidate all unclaimed securities currently held in custody in accordance with this section."

Delete the title and insert:

"A bill for an act relating to the financing of state government; providing for structural balance in the state budget; appropriating money for the environment, agriculture, and economic development with certain conditions; fixing and limiting fees; regulating the deposit of money in the state treasury; regulating transfers between appropriations and accounts; requiring certain studies and reports; shortening the holding period for abandoned securities; amending Minnesota Statutes 2004, section 345.47, subdivisions 3, 3a; proposing coding for new law in Minnesota Statutes, chapter 93."

And when so amended the bill do pass. Amendments adopted. Report adopted.

SECOND READING OF SENATE BILLS

S.F. No. 69 was read the second time.

MOTIONS AND RESOLUTIONS

Senator Larson introduced--

Senate Resolution No. 7: A Senate resolution congratulating Carl Hauser of Fergus Falls, Minnesota, for receiving the Eagle Award.

Referred to the Committee on Rules and Administration.

INTRODUCTION AND FIRST READING OF SENATE BILLS

The following bills were read the first time and referred to the committees indicated.

Senators Scheid and Gaither introduced--

S.F. No. 82: A bill for an act relating to state government; ratifying amendments to the plans governing unrepresented and managerial state employees.

Referred to the Committee on Rules and Administration.

Senators LeClair and Bachmann introduced--

S.F. No. 83: A bill for an act relating to the legislature; prohibiting payment of compensation to

legislators during a period of government shutdown; proposing coding for new law in Minnesota Statutes, chapter 3.

Referred to the Committee on Rules and Administration.

MEMBERS EXCUSED

Senators Chaudhary, Koering and Pappas were excused from the Session of today.

ADJOURNMENT

Senator Johnson, D.E. moved that the Senate do now adjourn until 12:00 noon, Tuesday, June 28, 2005. The motion prevailed.

Patrick E. Flahaven, Secretary of the Senate

INDEX TO DAILY JOURNAL

Monday, June 27, 2005

REPORTS OF COMMITTEES AND SECOND READINGS

S.F. Nos.	Report Page	2nd Reading Page	H.F. Nos.	Report Page	2nd Reading Page
69	50	79			

MOTIONS AND RESOLUTIONS

S.F. Nos.	Page	H.F. Nos.	Page
69	47		
Sen. Con. Res. No. 1	48		
Sen. Con. Res. No. 2	48		
Sen. Res. No . 6	47		
Sen. Res. No . 7	79		

INTRODUCTION AND FIRST READING OF SENATE BILLS

S.F. Nos. 76 to 81	Pages 48 to 49
S.F. Nos. 82 to 83	Page 79

