

TWENTY-SEVENTH DAY

St. Paul, Minnesota, Thursday, March 9, 2017

The Senate met at 11:00 a.m. and was called to order by the President.

CALL OF THE SENATE

Senator Gazelka 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. Dr. David Breeden.

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:

Abeler	Dziedzic	Ingebrigtsen	Marty	Senjem
Anderson, B.	Eaton	Isaacson	Mathews	Simonson
Anderson, P.	Eichorn	Jasinski	Miller	Sparks
Bakk	Eken	Jensen	Nelson	Tomassoni
Benson	Fischbach	Johnson	Newman	Torres Ray
Carlson	Franzen	Kent	Newton	Utke
Chamberlain	Frentz	Kiffmeyer	Osmek	Weber
Champion	Gazelka	Klein	Pappas	Westrom
Clausen	Goggin	Koran	Pratt	Wiger
Cohen	Hall	Laine	Relph	Wiklund
Cwodzinski	Hawj	Lang	Rest	
Dahms	Hayden	Limmer	Rosen	
Dibble	Hoffman	Little	Ruud	
Draheim	Housley	Lourey	Schoen	

The President declared a quorum present.

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

EXECUTIVE AND OFFICIAL COMMUNICATIONS

The following communications were received.

March 8, 2017

The Honorable Michelle L. Fischbach
President of the Senate

Dear Senator Fischbach:

As the Senate Minority Leader, I hereby make the following appointment:

Pursuant to Minnesota Statutes 2016

3.305: LCC Revisor's Subcommittee - Senator Rest to serve until January 1, 2019.

Sincerely,
Thomas M. Bakk
Senate DFL Leader
State Senate - District 3

March 8, 2017

The Honorable Kurt L. Daudt
Speaker of the House of Representatives

The Honorable Michelle L. Fischbach
President of the Senate

I have the honor to inform you that the following enrolled Act of the 2017 Session of the State Legislature has been received from the Office of the Governor and is deposited in the Office of the Secretary of State for preservation, pursuant to the State Constitution, Article IV, Section 23:

S.F. No.	H.F. No.	Session Laws Chapter No.	Time and Date Approved 2017	Date Filed 2017
	30	6	2:31 p.m. March 7	March 8

Sincerely,
Steve Simon
Secretary of State

REPORTS OF COMMITTEES

Senator Gazelka moved that the Committee Reports at the Desk be now adopted. The motion prevailed.

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 1243: A bill for an act relating to life insurance; limitation on payments to beneficiaries of persons furthering terrorism; amending Minnesota Statutes 2016, section 61A.09, by adding a subdivision.

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

Page 1, after line 13, insert:

"(c) Conviction of a crime in violation of section 609.714 is not necessary for any court of competent jurisdiction to determine by a preponderance of evidence whether a terrorist act has occurred for the purpose of this section."

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

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 997: A bill for an act relating to health insurance; requiring coverage under health plans for certain prescription eye drops refills; proposing coding for new law in Minnesota Statutes, chapter 62A.

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

Page 2, after line 2, insert:

"EFFECTIVE DATE. This section is effective for health plans offered, sold, issued, or renewed on or after January 1, 2018."

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

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 1627: A bill for an act relating to health; requiring health plans to indicate level of coverage for certain anticancer medication; amending Minnesota Statutes 2016, section 62A.3075.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

H.F. No. 444: A bill for an act relating to securities; modifying the MNvest registration exemption; amending Minnesota Statutes 2016, section 80A.461.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 1848: A bill for an act relating to commerce; regulating no-fault auto benefits; requiring the deduction of basic economic loss benefits previously provided; amending Minnesota Statutes 2016, sections 65B.44, subdivision 5; 65B.51, by adding a subdivision.

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

Page 2, line 1, delete the first comma and insert "or" and delete ", or otherwise,"

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

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 1826: A bill for an act relating to insurance; regulating rates; modifying depreciation calculations; amending Minnesota Statutes 2016, section 70A.06, by adding a subdivision.

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

Page 1, line 18, after the comma, insert "upon request from a policy holder,"

Page 1, line 20, delete "An insurance" and insert "A" and after "policy" insert "form"

Page 1, line 21, delete "insurance" and after "policy" insert "form"

Page 1, after line 21, insert:

"Sec. 2. Minnesota Statutes 2016, section 72A.201, subdivision 5, is amended to read:

Subd. 5. **Standards for fair settlement offers and agreements.** The following acts by an insurer, an adjuster, a self-insured, or a self-insurance administrator constitute unfair settlement practices:

(1) making any partial or final payment, settlement, or offer of settlement, which does not include an explanation of what the payment, settlement, or offer of settlement is for;

(2) making an offer to an insured of partial or total settlement of one part of a claim contingent upon agreement to settle another part of the claim;

(3) refusing to pay one or more elements of a claim by an insured for which there is no good faith dispute;

(4) threatening cancellation, rescission, or nonrenewal of a policy as an inducement to settlement of a claim;

(5) notwithstanding any inconsistent provision of section 65A.01, subdivision 3, failing to issue payment for any amount finally agreed upon in settlement of all or part of any claim within five business days from the receipt of the agreement by the insurer or from the date of the performance by the claimant of any conditions set by such agreement, whichever is later;

(6) failing to inform the insured of the policy provision or provisions under which payment is made;

(7) settling or attempting to settle a claim or part of a claim with an insured under actual cash value provisions for less than the value of the property immediately preceding the loss, including all applicable taxes and license fees. In no case may an insurer be required to pay an amount greater than the amount of insurance;

(8) except where limited by policy provisions, settling or offering to settle a claim or part of a claim with an insured under replacement value provisions for less than the sum necessary to replace the damaged item with one of like kind and quality, including all applicable taxes, license, and transfer fees;

(9) reducing or attempting to reduce for expense depreciation any settlement or any offer of settlement for items not adversely affected by age, use, or obsolescence. The costs of goods, material, labor, and services necessary to replace, repair, or rebuild damaged property may be depreciated;

(10) reducing or attempting to reduce for betterment any settlement or any offer of settlement unless the resale value of the item has increased over the preloss value by the repair of the damage."

Amend the title numbers accordingly

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

Senator Newman from the Committee on Transportation Finance and Policy, to which was referred

S.F. No. 1092: A bill for an act relating to transportation; governing driver's licenses; modifying requirements for the restricted farm work license; amending Minnesota Statutes 2016, section 171.041.

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

Page 1, line 17, delete the new language and insert "An individual may perform farm work under the restricted license for any entity authorized to farm under section 500.24."

Page 1, line 18, delete the new language

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

Senator Newman from the Committee on Transportation Finance and Policy, to which was referred

S.F. No. 1879: A bill for an act relating to transportation; modifying sales tax deposits and accounts for transportation purposes; amending Minnesota Statutes 2016, sections 297A.815, subdivision 3; 297A.94.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Taxes. Report adopted.

Senator Miller from the Committee on Jobs and Economic Growth Finance and Policy, to which was referred

S.F. No. 1394: A bill for an act relating to Iron Range resources and rehabilitation; modifying duties of the commissioner; creating a Legislative-Citizen Commission; amending Minnesota Statutes 2016, sections 116J.424; 298.001, subdivision 8, by adding a subdivision; 298.22, subdivisions 1, 1a, 5a, 6, 10, 11, by adding subdivisions; 298.2211, subdivisions 3, 6; 298.223; 298.227; 298.28,

subdivisions 7, 7a, 9c, 9d, 11; 298.292, subdivision 2; 298.296; 298.2961; 298.297; repealing Minnesota Statutes 2016, sections 298.22, subdivision 8; 298.2213; 298.298.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 15.38, subdivision 7, is amended to read:

Subd. 7. **Iron Range resources and rehabilitation Board.** After seeking a recommendation from the Iron Range Resources and Rehabilitation Board, the commissioner of Iron Range resources and rehabilitation Board may purchase insurance ~~it considers~~ the commissioner deems necessary and appropriate to insure facilities operated by the board.

Sec. 2. Minnesota Statutes 2016, section 116J.423, subdivision 2, is amended to read:

Subd. 2. **Use of fund.** The commissioner shall use money in the fund to make loans ~~or, including~~ forgivable loans, equity investments or grants for infrastructure in mineral, steel, or any other industry processing, production, manufacturing, or technology project that would enhance the economic diversification and that is located within the taconite relief tax area as defined under section 273.134. The commissioner must, prior to making any loans or equity investments and after consultation with industry and public officials, develop a strategy for making loans ~~and~~ equity investments or grants for infrastructure that assists the taconite relief area in retaining and enhancing its economic competitiveness. Money in the fund may also be used to pay for the costs of carrying out the commissioner's due diligence duties under this section.

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

Sec. 3. Minnesota Statutes 2016, section 116J.424, is amended to read:

116J.424 IRON RANGE RESOURCES AND REHABILITATION BOARD CONTRIBUTION.

The commissioner of ~~the~~ Iron Range resources and rehabilitation Board ~~with approval by the board,~~ may provide an equal match for any loan or equity investment made for a project located in the tax relief area defined in section 273.134, paragraph (b), by the Minnesota 21st century fund created by section 116J.423. The match may be in the form of a loan or equity investment, notwithstanding whether the fund makes a loan or equity investment. The state shall not acquire an equity interest because of an equity investment or loan ~~by the board under this section and the board at its sole discretion~~ commissioner, after consultation with the Iron Range Resources and Rehabilitation Board, shall have the sole discretion to decide what interest ~~the board~~ acquires in a project. The commissioner of employment and economic development may require a commitment from the ~~board~~ commissioner to make the match prior to disbursing money from the fund.

Sec. 4. Minnesota Statutes 2016, section 216B.161, subdivision 1, is amended to read:

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

(b) "Area development rate" means a rate schedule established by a utility that provides customers within an area development zone service under a base utility rate schedule, except that charges may be reduced from the base rate as agreed upon by the utility and the customer consistent with this section.

(c) "Area development zone" means a contiguous or noncontiguous area designated by an authority or municipality for development or redevelopment and within which one of the following conditions exists:

(1) obsolete buildings not suitable for improvement or conversion or other identified hazards to the health, safety, and general well-being of the community;

(2) buildings in need of substantial rehabilitation or in substandard condition; or

(3) low values and damaged investments.

(d) "Authority" means a rural development financing authority established under sections 469.142 to 469.151; a housing and redevelopment authority established under sections 469.001 to 469.047; a port authority established under sections 469.048 to 469.068; an economic development authority established under sections 469.090 to 469.108; a redevelopment agency as defined in sections 469.152 to 469.165; the commissioner of Iron Range resources and rehabilitation, acting after consultation with the board established under section 298.22; a municipality that is administering a development district created under sections 469.124 to 469.133 or any special law; a municipality that undertakes a project under sections 469.152 to 469.165, except a town located outside the metropolitan area as defined in section 473.121, subdivision 2, or with a population of 5,000 persons or less; or a municipality that exercises the powers of a port authority under any general or special law.

(e) "Municipality" means a city, however organized, and, with respect to a project undertaken under sections 469.152 to 469.165, "municipality" has the meaning given in sections 469.152 to 469.165, and, with respect to a project undertaken under sections 469.142 to 469.151 or a county or multicounty project undertaken under sections 469.004 to 469.008, also includes any county.

Sec. 5. Minnesota Statutes 2016, section 276A.01, subdivision 8, is amended to read:

Subd. 8. **Municipality.** "Municipality" means a city, town, or township located in whole or part within the area. If a municipality is located partly within and partly without the area, the references in sections 276A.01 to 276A.09 to property or any portion thereof subject to taxation or taxing jurisdiction within the municipality are to the property or portion thereof that is located in that portion of the municipality within the area, except that the fiscal capacity of the municipality must be computed upon the basis of the valuation and population of the entire municipality. A municipality shall be excluded from the area if its municipal comprehensive zoning and planning policies conscientiously exclude most commercial-industrial development, for reasons other than preserving an agricultural use. The commissioner of Iron Range resources and rehabilitation Board and the commissioner of revenue shall jointly make this determination annually and shall notify those municipalities that are ineligible to participate in the tax base sharing program provided in this chapter for the following year. Before making the joint determination, the commissioner of Iron Range resources and rehabilitation shall seek a recommendation from the Iron Range Resources and Rehabilitation Board.

Sec. 6. Minnesota Statutes 2016, section 276A.01, subdivision 17, is amended to read:

Subd. 17. **School fund allocation.** (a) "School fund allocation" means an amount up to 25 percent of the areawide levy certified by the commissioner of Iron Range resources and rehabilitation, after seeking a recommendation from the Iron Range Resources and Rehabilitation Board, to be used for the purposes of the Iron Range school consolidation and cooperatively operated school account under section 298.28, subdivision 7a.

(b) The allocation under paragraph (a) shall only be made after the commissioner of Iron Range resources and rehabilitation, after seeking a recommendation from the Iron Range Resources and Rehabilitation Board, has certified by June 30 that the Iron Range school consolidation and cooperatively operated account has insufficient funds to make payments as authorized under section 298.28, subdivision 7a.

Sec. 7. Minnesota Statutes 2016, section 282.38, subdivision 1, is amended to read:

Subdivision 1. **Development.** In any county where the county board by proper resolution sets aside funds for forest development pursuant to section 282.08, clause (5), item (i), or section 459.06, subdivision 2, the commissioner of Iron Range resources and rehabilitation ~~with the approval of the,~~ after seeking a recommendation from the Iron Range Resources and Rehabilitation Board, may upon request of the county board assist said county in carrying out any project for the long range development of its forest resources through matching of funds or otherwise.

Sec. 8. Minnesota Statutes 2016, section 298.001, subdivision 8, is amended to read:

Subd. 8. **Commissioner.** "Commissioner" means the commissioner of revenue of the state of Minnesota, except that when used in sections 298.22 to 298.227, and 298.291 to 298.298, "commissioner" means the commissioner of Iron Range resources and rehabilitation.

Sec. 9. Minnesota Statutes 2016, section 298.22, subdivision 1, is amended to read:

Subdivision 1. **The Office of the Commissioner of Iron Range Resources and Rehabilitation.** (a) The Office of the Commissioner of Iron Range Resources and Rehabilitation is created as an agency in the executive branch of state government. The governor shall appoint the commissioner of Iron Range resources and rehabilitation under section 15.06. The commissioner may expend amounts appropriated to the commissioner or the board for projects after submitting the expenditure to the board for a recommendation under subdivision 1a.

(b) The commissioner may hold other positions or appointments that are not incompatible with duties as commissioner of Iron Range resources and rehabilitation. The commissioner may appoint a deputy commissioner. All expenses of the commissioner, including the payment of staff and other assistance as may be necessary, must be paid out of the amounts appropriated by section 298.28 or otherwise made available by law to the commissioner. Notwithstanding chapters 16A, 16B, and 16C, the commissioner may utilize contracting options available under section 471.345 when the commissioner determines it is in the best interest of the agency. The agency is not subject to sections 16E.016 and 16C.05. The agency has the authority to reimburse any nongovernmental manager operating state-owned facilities within the Giants Ridge Recreation Area for purchasing materials, supplies, equipment, or other items used in the operations at such facilities.

(c) When the commissioner determines that distress and unemployment exists or may exist in the future in any county by reason of the removal of natural resources or a possibly limited use of natural resources in the future and any resulting decrease in employment, the commissioner may use whatever amounts of the appropriation made to the commissioner of revenue in section 298.28 that are determined to be necessary and proper in the development of the remaining resources of the county and in the vocational training and rehabilitation of its residents, ~~except that the amount needed to cover cost overruns awarded to a contractor by an arbitrator in relation to a contract awarded by the commissioner or in effect after July 1, 1985, is appropriated from the general fund.~~ For the purposes of this section, "development of remaining resources" includes, but is not limited to, the promotion of tourism.

Sec. 10. Minnesota Statutes 2016, section 298.22, subdivision 1a, is amended to read:

Subd. 1a. **Iron Range Resources and Rehabilitation Board.** The Iron Range Resources and Rehabilitation Board consists of the state senators and representatives elected from state senatorial or legislative districts in which one-third or more of the residents reside in a taconite assistance area as defined in section 273.1341. One additional state senator shall also be appointed by the senate Subcommittee on Committees of the Committee on Rules and Administration. All expenditures and projects made by the commissioner shall first be submitted to the board ~~for approval.~~ The board shall recommend approval or disapproval or modification of the expenditures and projects. The expenses of the board shall be paid by the state from the funds raised pursuant to this section. Members of the board may be reimbursed for expenses in the manner provided in sections 3.099, subdivision 1, and 3.101, and may receive per diem payments during the interims between legislative sessions in the manner provided in section 3.099, subdivision 1.

The members shall be appointed in January of every odd-numbered year, and shall serve until January of the next odd-numbered year. Vacancies on the board shall be filled in the same manner as original members were chosen.

Sec. 11. Minnesota Statutes 2016, section 298.22, subdivision 5a, is amended to read:

Subd. 5a. **Forest trust.** The commissioner, ~~upon approval by~~ after requesting a recommendation from the board, may purchase forest lands in the taconite assistance area defined in under section 273.1341 with funds specifically authorized for the purchase. The acquired forest lands must be held in trust for the benefit of the citizens of the taconite assistance area as the Iron Range Miners' Memorial Forest. The forest trust lands shall be managed and developed for recreation and economic development purposes. The commissioner, ~~upon approval by~~ after requesting a recommendation from the board, may sell forest lands purchased under this subdivision if the ~~board finds~~ commissioner determines that the sale advances the purposes of the trust. Proceeds derived from the management or sale of the lands and from the sale of timber or removal of gravel or other minerals from these forest lands shall be deposited into an Iron Range Miners' Memorial Forest account that is established within the state financial accounts. Funds may be expended from the account ~~upon approval by~~ after the commissioner has sought a recommendation from the board, to purchase, manage, administer, convey interests in, and improve the forest lands. ~~With approval by~~ After the commissioner has sought a recommendation from the board, money in the Iron Range Miners' Memorial Forest account may be transferred into the corpus of the Douglas J. Johnson economic protection trust fund established under sections 298.291 to 298.294. The property acquired under the authority granted by this subdivision and income derived from the property or the operation or management of the

property are exempt from taxation by the state or its political subdivisions while held by the forest trust.

Sec. 12. Minnesota Statutes 2016, section 298.22, subdivision 6, is amended to read:

Subd. 6. **Private entity participation.** After seeking a recommendation from the board, the commissioner may acquire an equity interest in any project for which ~~it~~ the commissioner provides funding. The commissioner may establish, participate in the management of, and dispose of the assets of charitable foundations, nonprofit limited liability companies, and nonprofit corporations associated with any project for which it provides funding, including specifically, but without limitation, a corporation within the meaning of section 317A.011, subdivision 6.

Sec. 13. Minnesota Statutes 2016, section 298.22, subdivision 10, is amended to read:

Subd. 10. **Sale or privatization of functions.** The commissioner of Iron Range resources and rehabilitation may not sell or privatize the Ironworld Discovery Center or Giants Ridge Golf and Ski Resort without ~~prior approval by~~ first seeking a recommendation from the board.

Sec. 14. Minnesota Statutes 2016, section 298.22, subdivision 11, is amended to read:

Subd. 11. **Budgeting.** The commissioner of Iron Range resources and rehabilitation shall annually prepare a budget for operational expenditures, programs, and projects, and submit it to the Iron Range Resources and Rehabilitation Board for a recommendation. After the budget is approved by ~~the board and~~ the governor, the commissioner may spend money in accordance with the approved budget.

Sec. 15. Minnesota Statutes 2016, section 298.221, is amended to read:

298.221 RECEIPTS FROM CONTRACTS; APPROPRIATION.

(a) Except as provided in paragraph (c), all money paid to the state of Minnesota pursuant to the terms of any contract entered into by the state under authority of section 298.22 and any fees which may, in the discretion of the commissioner of Iron Range resources and rehabilitation, be charged in connection with any project pursuant to that section as amended, shall be deposited in the state treasury to the credit of the Iron Range Resources and Rehabilitation Board account in the special revenue fund and are hereby appropriated for the purposes of section 298.22.

(b) Notwithstanding section 16A.013, merchandise may be accepted by the commissioner of the Iron Range Resources and Rehabilitation Board for payment of advertising contracts if the commissioner determines that the merchandise can be used for special event prizes or mementos at facilities operated by the board. Nothing in this paragraph authorizes the commissioner or a member of the board to receive merchandise for personal use.

(c) All fees charged by the commissioner in connection with public use of the state-owned ski and golf facilities at the Giants Ridge Recreation Area and all other revenues derived by the commissioner from the operation or lease of those facilities and from the lease, sale, or other disposition of undeveloped lands at the Giants Ridge Recreation Area must be deposited into an Iron Range Resources and Rehabilitation Board account that is created within the state enterprise

fund. All funds deposited in the enterprise fund account are appropriated to the commissioner to be expended, ~~subject to approval by~~ after seeking a recommendation from the board, as follows:

(1) to pay costs associated with the construction, equipping, operation, repair, or improvement of the Giants Ridge Recreation Area facilities or lands;

(2) to pay principal, interest and associated bond issuance, reserve, and servicing costs associated with the financing of the facilities; and

(3) to pay the costs of any other project authorized under section 298.22.

Sec. 16. Minnesota Statutes 2016, section 298.2211, subdivision 3, is amended to read:

Subd. 3. **Project approval.** All projects authorized by this section shall be submitted by the commissioner to the Iron Range Resources and Rehabilitation Board for ~~approval by a recommendation from~~ the board. Prior to the commencement of a project involving the exercise by the commissioner of any authority of sections 469.174 to 469.179, the governing body of each municipality in which any part of the project is located and the county board of any county containing portions of the project not located in an incorporated area shall by majority vote approve or disapprove the project. Any project approved by the ~~board~~ commissioner and the applicable governing bodies, if any, together with detailed information concerning the project, its costs, the sources of its funding, and the amount of any bonded indebtedness to be incurred in connection with the project, shall be transmitted to the governor, who shall approve, disapprove, or return the proposal for additional consideration within 30 days of receipt. No project authorized under this section shall be undertaken, and no obligations shall be issued and no tax increments shall be expended for a project authorized under this section until the project has been approved by the governor.

Sec. 17. Minnesota Statutes 2016, section 298.223, subdivision 1, is amended to read:

Subdivision 1. **Creation; purposes.** A fund called the taconite environmental protection fund is created for the purpose of reclaiming, restoring and enhancing those areas of northeast Minnesota located within the taconite assistance area defined in section 273.1341, that are adversely affected by the environmentally damaging operations involved in mining taconite and iron ore and producing iron ore concentrate and for the purpose of promoting the economic development of northeast Minnesota. The taconite environmental protection fund shall be used for the following purposes:

(1) to initiate investigations into matters the Iron Range Resources and Rehabilitation Board determines are in need of study and which will determine the environmental problems requiring remedial action;

(2) reclamation, restoration, or reforestation of mine lands not otherwise provided for by state law;

(3) local economic development projects but only if those projects are approved by the commissioner after seeking a recommendation of the projects from the board, and public works, including construction of sewer and water systems located within the taconite assistance area defined in section 273.1341;

(4) monitoring of mineral industry related health problems among mining employees; and

(5) local public works projects under section 298.227, paragraph (c).

Sec. 18. Minnesota Statutes 2016, section 298.223, subdivision 2, is amended to read:

Subd. 2. **Administration.** (a) The taconite area environmental protection fund shall be administered by the commissioner of the Iron Range Resources and Rehabilitation Board. ~~The commissioner shall by September 1 of each year submit to the board a list of projects to be funded from the taconite area environmental protection fund, with such supporting information including description of the projects, plans, and cost estimates as may be necessary.~~

~~(b) Each year no less than one-half of the amounts deposited into the taconite environmental protection fund must be used for public works projects, including construction of sewer and water systems, as specified under subdivision 1, clause (3). The Iron Range Resources and Rehabilitation Board may waive the requirements of this paragraph.~~

~~(c) Upon approval by the board, the list of projects approved under this subdivision shall be submitted to the governor by November 1 of each year. By December 1 of each year, the governor shall approve or disapprove, or return for further consideration, each project. The commissioner must seek review of the projects by the board. Funds for a project may be expended only upon approval of the project by the board and the governor. The commissioner may submit supplemental projects to the board and governor for approval at any time after seeking review of the projects by the board.~~

Sec. 19. Minnesota Statutes 2016, section 298.227, is amended to read:

298.227 TACONITE ECONOMIC DEVELOPMENT FUND.

~~(a)~~ An amount equal to that distributed pursuant to each taconite producer's taxable production and qualifying sales under section 298.28, subdivision 9a, shall be held by the Iron Range Resources and Rehabilitation Board in a separate taconite economic development fund for each taconite and direct reduced ore producer. Money from the fund for each producer shall be released by the commissioner after review by a joint committee consisting of an equal number of representatives of the salaried employees and the nonsalaried production and maintenance employees of that producer. The District 11 director of the United States Steelworkers of America, on advice of each local employee president, shall select the employee members. In nonorganized operations, the employee committee shall be elected by the nonsalaried production and maintenance employees. The review must be completed no later than six months after the producer presents a proposal for expenditure of the funds to the committee. The funds held pursuant to this section may be released only for workforce development and associated public facility improvement, or for acquisition of plant and stationary mining equipment and facilities for the producer or for research and development in Minnesota on new mining, or taconite, iron, or steel production technology, but only if the producer provides a matching expenditure equal to the amount of the distribution to be used for the same purpose beginning with distributions in 2014. Effective for proposals for expenditures of money from the fund beginning May 26, 2007, the commissioner may not release the funds before the next scheduled meeting of the board. If a proposed expenditure is not approved by the commissioner, after seeking a recommendation from the board, the funds must be deposited in the Taconite Environmental Protection Fund under sections 298.222 to 298.225. ~~If a producer uses money which has been released from the fund prior to May 26, 2007 to procure haulage trucks, mobile equipment,~~

or mining shovels, and the producer removes the piece of equipment from the taconite tax relief area defined in section 273.134 within ten years from the date of receipt of the money from the fund, a portion of the money granted from the fund must be repaid to the taconite economic development fund. The portion of the money to be repaid is 100 percent of the grant if the equipment is removed from the taconite tax relief area within 12 months after receipt of the money from the fund, declining by ten percent for each of the subsequent nine years during which the equipment remains within the taconite tax relief area. If a taconite production facility is sold after operations at the facility had ceased, any money remaining in the fund for the former producer may be released to the purchaser of the facility on the terms otherwise applicable to the former producer under this section. If a producer fails to provide matching funds for a proposed expenditure within six months after the commissioner approves release of the funds, the funds are available for release to another producer in proportion to the distribution provided and under the conditions of this section. Any portion of the fund which is not released by the commissioner within one year of its deposit in the fund shall be divided between the taconite environmental protection fund created in section 298.223 and the Douglas J. Johnson economic protection trust fund created in section 298.292 for placement in their respective special accounts. Two-thirds of the unreleased funds shall be distributed to the taconite environmental protection fund and one-third to the Douglas J. Johnson economic protection trust fund.

~~(b)(i) Notwithstanding the requirements of paragraph (a), setting the amount of distributions and the review process, an amount equal to ten cents per taxable ton of production in 2007, for distribution in 2008 only, that would otherwise be distributed under paragraph (a), may be used for a loan or grant for the cost of providing for a value-added wood product facility located in the taconite tax relief area and in a county that contains a city of the first class. This amount must be deducted from the distribution under paragraph (a) for which a matching expenditure by the producer is not required. The granting of the loan or grant is subject to approval by the board. If the money is provided as a loan, interest must be payable on the loan at the rate prescribed in section 298.2213, subdivision 3. (ii) Repayments of the loan and interest, if any, must be deposited in the taconite environment protection fund under sections 298.222 to 298.225. If a loan or grant is not made under this paragraph by July 1, 2012, the amount that had been made available for the loan under this paragraph must be transferred to the taconite environment protection fund under sections 298.222 to 298.225. (iii) Money distributed in 2008 to the fund established under this section that exceeds ten cents per ton is available to qualifying producers under paragraph (a) on a pro rata basis.~~

~~(e) Repayment or transfer of money to the taconite environmental protection fund under paragraph (b), item (ii), must be allocated by the Iron Range resources and rehabilitation Board for public works projects in house legislative districts in the same proportion as taxable tonnage of production in 2007 in each house legislative district, for distribution in 2008, bears to total taxable tonnage of production in 2007, for distribution in 2008. Notwithstanding any other law to the contrary, expenditures under this paragraph do not require approval by the governor. For purposes of this paragraph, "house legislative districts" means the legislative districts in existence on May 15, 2009.~~

Sec. 20. Minnesota Statutes 2016, section 298.28, subdivision 7a, is amended to read:

Subd. 7a. **Iron Range school consolidation and cooperatively operated school account.** (a) The following amounts must be allocated to the Iron Range Resources and Rehabilitation Board to be deposited in the Iron Range school consolidation and cooperatively operated school account that is hereby created:

(1)(i) for distributions in 2015 through 2023, ten cents per taxable ton of the tax imposed under section 298.24; and

(ii) for distributions beginning in 2024, five cents per taxable ton of the tax imposed under section 298.24;

(2) the amount as determined under section 298.17, paragraph (b), clause (3);

(3)(i) for distributions in 2015, an amount equal to two-thirds of the increased tax proceeds attributable to the increase in the implicit price deflator as provided in section 298.24, subdivision 1, with the remaining one-third to be distributed to the Douglas J. Johnson economic protection trust fund;

(ii) for distributions in 2016, an amount equal to two-thirds of the sum of the increased tax proceeds attributable to the increase in the implicit price deflator as provided in section 298.24, subdivision 1, for distribution years 2015 and 2016, with the remaining one-third to be distributed to the Douglas J. Johnson economic protection trust fund; and

(iii) for distributions in 2017, an amount equal to two-thirds of the sum of the increased tax proceeds attributable to the increase in the implicit price deflator as provided in section 298.24, subdivision 1, for distribution years 2015, 2016, and 2017, with the remaining one-third to be distributed to the Douglas J. Johnson economic protection trust fund; and

(4) any other amount as provided by law.

(b) Expenditures from this account may be approved as ongoing annual expenditures and shall be made only to provide disbursements to assist school districts with the payment of bonds that were issued for qualified school projects, or for any other school disbursement as approved by the commissioner of Iron Range resources and rehabilitation after the commissioner of Iron Range resources and rehabilitation has sought review of the expenditures by the Iron Range Resources and Rehabilitation Board. For purposes of this section, "qualified school projects" means school projects within the taconite assistance area as defined in section 273.1341, that were (1) approved, by referendum, after April 3, 2006; and (2) approved by the commissioner of education pursuant to section 123B.71.

(c) Beginning in fiscal year 2019, the disbursement to school districts for payments for bonds issued under section 123A.482, subdivision 9, must be increased each year to offset any reduction in debt service equalization aid that the school district qualifies for in that year, under section 123B.53, subdivision 6, compared with the amount the school district qualified for in fiscal year 2018.

(d) No expenditure under this section shall be made unless approved by seven members of the commissioner of Iron Range resources and rehabilitation after seeking review of the expenditure from the Iron Range Resources and Rehabilitation Board.

Sec. 21. Minnesota Statutes 2016, section 298.28, subdivision 9d, is amended to read:

Subd. 9d. **Iron Range higher education account.** Five cents per taxable ton must be allocated to the Iron Range Resources and Rehabilitation Board to be deposited in an Iron Range higher

education account that is hereby created, to be used for higher education programs conducted at educational institutions in the taconite assistance area defined in section 273.1341. The Iron Range Higher Education committee under section 298.2214, and the ~~Iron Range Resources and Rehabilitation Board~~ commissioner of Iron Range resources and rehabilitation must approve all expenditures from the account, after seeking review and recommendation of the expenditures from the Iron Range Resources and Rehabilitation Board.

Sec. 22. Minnesota Statutes 2016, section 298.292, subdivision 2, is amended to read:

Subd. 2. **Use of money.** Money in the Douglas J. Johnson economic protection trust fund may be used for the following purposes:

(1) to provide loans, loan guarantees, interest buy-downs and other forms of participation with private sources of financing, but a loan to a private enterprise shall be for a principal amount not to exceed one-half of the cost of the project for which financing is sought, and the rate of interest on a loan to a private enterprise shall be no less than the lesser of eight percent or an interest rate three percentage points less than a full faith and credit obligation of the United States government of comparable maturity, at the time that the loan is approved;

(2) to fund reserve accounts established to secure the payment when due of the principal of and interest on bonds issued pursuant to section 298.2211;

(3) to pay in periodic payments or in a lump-sum payment any or all of the interest on bonds issued pursuant to chapter 474 for the purpose of constructing, converting, or retrofitting heating facilities in connection with district heating systems or systems utilizing alternative energy sources;

(4) to invest in a venture capital fund or enterprise that will provide capital to other entities that are engaging in, or that will engage in, projects or programs that have the purposes set forth in subdivision 1. No investments may be made in a venture capital fund or enterprise unless at least two other unrelated investors make investments of at least \$500,000 in the venture capital fund or enterprise, and the investment by the Douglas J. Johnson economic protection trust fund may not exceed the amount of the largest investment by an unrelated investor in the venture capital fund or enterprise. For purposes of this subdivision, an "unrelated investor" is a person or entity that is not related to the entity in which the investment is made or to any individual who owns more than 40 percent of the value of the entity, in any of the following relationships: spouse, parent, child, sibling, employee, or owner of an interest in the entity that exceeds ten percent of the value of all interests in it. For purposes of determining the limitations under this clause, the amount of investments made by an investor other than the Douglas J. Johnson economic protection trust fund is the sum of all investments made in the venture capital fund or enterprise during the period beginning one year before the date of the investment by the Douglas J. Johnson economic protection trust fund; and

(5) to purchase forest land in the taconite assistance area defined in section 273.1341 to be held and managed as a public trust for the benefit of the area for the purposes authorized in section 298.22, subdivision 5a. Property purchased under this section may be sold by the commissioner ~~upon approval by~~ after seeking a recommendation from the board. The net proceeds must be deposited in the trust fund for the purposes and uses of this section.

Money from the trust fund shall be expended only in or for the benefit of the taconite assistance area defined in section 273.1341.

Sec. 23. Minnesota Statutes 2016, section 298.296, subdivision 1, is amended to read:

Subdivision 1. **Project approval.** (a) The commissioner of Iron Range resources and rehabilitation, after seeking a recommendation from the board and commissioner shall by August 1 of each year prepare a list of projects to be funded, may expend funds for projects to be funded from the Douglas J. Johnson economic protection trust with necessary supporting information including description of the projects, plans, and cost estimates. These projects shall be consistent with the priorities established in section 298.292 and shall not be approved by the board commissioner unless # the commissioner, after seeking a recommendation from the board, finds that:

~~(a)~~ (1) the project will materially assist, directly or indirectly, the creation of additional long-term employment opportunities;

~~(b)~~ (2) the prospective benefits of the expenditure exceed the anticipated costs; and

~~(c)~~ (3) in the case of assistance to private enterprise, the project will serve a sound business purpose.

(b) Each project must be approved by over one-half of all of the members of the board and the commissioner of Iron Range resources and rehabilitation after seeking a recommendation from the board for the project. The list of projects shall be submitted to the governor, who shall, by November 15 of each year, approve or disapprove, or return for further consideration, each project. The money for a project may be expended only upon approval of the project by the governor. The board may submit supplemental projects for approval at any time.

Sec. 24. Minnesota Statutes 2016, section 298.296, subdivision 2, is amended to read:

Subd. 2. **Expenditure of funds.** (a) Before January 1, 2028, funds may be expended on projects and for administration of the trust fund only from the net interest, earnings, and dividends arising from the investment of the trust at any time, including net interest, earnings, and dividends that have arisen prior to July 13, 1982, plus \$10,000,000 made available for use in fiscal year 1983, except that any amount required to be paid out of the trust fund to provide the property tax relief specified in Laws 1977, chapter 423, article X, section 4, and to make school bond payments and payments to recipients of taconite production tax proceeds pursuant to section 298.225, may be taken from the corpus of the trust.

(b) Additionally, upon recommendation by the commissioner after seeking a recommendation from the board, up to \$13,000,000 from the corpus of the trust may be made available for use as provided in subdivision 4, and up to \$10,000,000 from the corpus of the trust may be made available for use as provided in section 298.2961.

(c) Additionally, an amount equal to 20 percent of the value of the corpus of the trust on May 18, 2002, not including the funds authorized in paragraph (b), plus the amounts made available under section 298.28, subdivision 4, and Laws 2002, chapter 377, article 8, section 17, may be expended on projects. Funds may be expended for projects under this paragraph only if the project:

(1) is for the purposes established under section 298.292, subdivision 1, clause (1) or (2); and

(2) is approved by ~~two-thirds of all of the members of~~ the commissioner after seeking a recommendation from the board.

No money made available under this paragraph or paragraph (d) can be used for administrative or operating expenses of the Iron Range Resources and Rehabilitation Board or expenses relating to any facilities owned or operated by the board on May 18, 2002.

(d) Upon recommendation by ~~a unanimous vote of all members~~ the commissioner after seeking a recommendation of the board, amounts in addition to those authorized under paragraphs (a), (b), and (c) may be expended on projects described in section 298.292, subdivision 1.

(e) Annual administrative costs, not including detailed engineering expenses for the projects, shall not exceed five percent of the net interest, dividends, and earnings arising from the trust in the preceding fiscal year.

(f) Principal and interest received in repayment of loans made pursuant to this section, and earnings on other investments made under section 298.292, subdivision 2, clause (4), shall be deposited in the state treasury and credited to the trust. These receipts are appropriated to the board for the purposes of sections 298.291 to 298.298.

(g) Additionally, notwithstanding section 298.293, upon the approval of the commissioner of Iron Range resources and rehabilitation, after seeking a recommendation from the board, money from the corpus of the trust may be expanded to purchase forest lands within the taconite assistance area as provided in sections 298.22, subdivision 5a, and 298.292, subdivision 2, clause (5).

Sec. 25. Minnesota Statutes 2016, section 298.296, subdivision 4, is amended to read:

Subd. 4. **Temporary loan authority.** (a) After seeking a recommendation from the board, the commissioner of Iron Range resources and rehabilitation may recommend that use up to \$7,500,000 from the corpus of the trust may be ~~used~~ for loans, loan guarantees, grants, or equity investments as provided in this subdivision. The money would be available for loans for construction and equipping of facilities constituting (1) a value added iron products plant, which may be either a new plant or a facility incorporated into an existing plant that produces iron upgraded to a minimum of 75 percent iron content or any iron alloy with a total minimum metallic content of 90 percent; or (2) a new mine or minerals processing plant for any mineral subject to the net proceeds tax imposed under section 298.015. A loan or loan guarantee under this paragraph may not exceed \$5,000,000 for any facility.

(b) Additionally, ~~the board~~ the commissioner of Iron Range resources and rehabilitation must reserve the first \$2,000,000 of the net interest, dividends, and earnings arising from the investment of the trust after June 30, 1996, to be used for grants, loans, loan guarantees, or equity investments for the purposes set forth in paragraph (a). This amount must be reserved until it is used as described in this subdivision.

(c) Additionally, ~~the board~~ the commissioner may recommend that up to \$5,500,000 from the corpus of the trust may be used for additional grants, loans, loan guarantees, or equity investments for the purposes set forth in paragraph (a).

(d) The commissioner of Iron Range resources and rehabilitation, after seeking a recommendation from the board, may require that ~~it~~ the board receive an equity percentage in any project to which it contributes under this section.

Sec. 26. Minnesota Statutes 2016, section 298.2961, subdivision 2, is amended to read:

Subd. 2. **Projects; approval.** (a) Projects funded must be for:

(1) environmentally unique reclamation projects; or

(2) pit or plant repairs, expansions, or modernizations other than for a value added iron products plant.

(b) ~~To be proposed by the board, a project must be approved by~~ Before the commissioner may propose a project, the commissioner must seek a recommendation from the board. The money for a project may be spent only upon approval of the project by the governor. The board commissioner may submit a supplemental projects project for approval at any time after seeking a recommendation for the project from the board.

(c) ~~The board~~ commissioner may require that ~~it~~ the board receive an equity percentage in any project to which it contributes under this section.

Sec. 27. Minnesota Statutes 2016, section 298.2961, subdivision 4, is amended to read:

Subd. 4. **Grant and loan fund.** (a) A fund is established to receive distributions under section 298.28, subdivision 9b, and to make grants or loans as provided in this subdivision. Any grant or loan made under this subdivision must first be approved by the commissioner after seeking a recommendation from the board, established under section 298.22.

(b) All distributions received in 2009 and subsequent years are allocated for projects under section 298.223, subdivision 1.

Sec. 28. Minnesota Statutes 2016, section 298.46, subdivision 2, is amended to read:

Subd. 2. **Unmined iron ore; valuation petition.** When in the opinion of the duly constituted authorities of a taxing district there are in existence reserves of unmined iron ore located in such district, these authorities may petition the commissioner of Iron Range resources and rehabilitation Board for authority to petition the county assessor to verify the existence of such reserves and to ascertain the value thereof by drilling in a manner consistent with established engineering and geological exploration methods, in order that such taxing district may be able to forecast in a proper manner its future economic and fiscal potentials. The commissioner of Iron Range resources and rehabilitation may grant the authority to petition after seeking a recommendation from the Iron Range Resources and Rehabilitation Board.

Sec. 29. Minnesota Statutes 2016, section 477A.17, is amended to read:

**477A.17 LAKE VERMILION-SOUDAN UNDERGROUND MINE STATE PARK;
ANNUAL PAYMENTS.**

(a) In lieu of the payment amount provided under section 477A.12, subdivision 1, clause (1), the county shall receive an annual payment for state-owned land within the boundary of Lake Vermilion-Soudan Underground Mine State Park, established in section 85.012, subdivision 38a, equal to 1.5 percent of the appraised value of the state-owned land.

(b) For the purposes of this section, the appraised value of the land acquired for Lake Vermilion-Soudan Underground Mine State Park for the first five years after acquisition shall be the purchase price of the land, plus the value of any portion of the land that is acquired by donation. Thereafter, the appraised value of the state-owned land shall be as determined under section 477A.12, subdivision 3, except that the appraised value of the state-owned land within the park shall not be reduced below the 2010 appraised value of the land.

(c) The annual payments under this section shall be distributed to the taxing jurisdictions containing the property as follows: one-third to the school districts; one-third to the town; and one-third to the county. The payment to school districts is not a county apportionment under section 127A.34 and is not subject to aid recapture. Each of those taxing jurisdictions may use the payments for their general purposes.

(d) Except as provided in this section, the payments shall be made as provided in sections 477A.11 to 477A.13.

EFFECTIVE DATE. This section is effective beginning with aids payable in 2017.

Sec. 30. Laws 2010, chapter 216, section 58, as amended by Laws 2010, chapter 347, article 7, section 1, and Laws 2010, chapter 389, article 7, section 20, is amended to read:

Sec. 58. 2010 DISTRIBUTIONS ONLY.

For distributions in 2010 only, a special fund is established to receive the sum of the following amounts that otherwise would be allocated under Minnesota Statutes, section 298.28, subdivision 6. The following amounts are allocated to St. Louis County acting as the fiscal agent for the recipients for the specific purposes:

(1) 0.764 cent per ton must be paid to Northern Minnesota Dental to provide incentives for at least two dentists to establish dental practices in high-need areas of the taconite tax relief area;

(2) 0.955 cent per ton must be paid to the city of Virginia for repairs and geothermal heat at the Olcott Park Greenhouse/Virginia Commons project;

(3) 0.796 cent per ton must be paid to the city of Virginia for health and safety repairs at the Miners Memorial;

(4) 1.114 cents per ton must be paid to the city of Eveleth for the reconstruction of Highway 142/Grant and Park Avenues;

(5) 0.478 cent per ton must be paid to the Greenway Joint Recreation Board for upgrades and capital improvements to the public arena in Coleraine;

(6) 0.796 cent per ton must be paid to the city of Calumet for water treatment and pumpouse modifications;

(7) 0.159 cent per ton must be paid to the city of Bovey for residential and commercial claims for water damage due to water and flood-related damage caused by the Canisteo Pit;

(8) 0.637 cent per ton must be paid to the city of Nashwauk for a community and child care center;

(9) 0.637 cent per ton must be paid to the city of Keewatin for water and sewer upgrades;

(10) 0.637 cent per ton must be paid to the city of Marble for the city hall and library project;

(11) 0.955 cent per ton must be paid to the city of Grand Rapids for extension of water and sewer services for Lakewood Housing;

(12) 0.159 cent per ton must be paid to the city of Grand Rapids for exhibits at the Children's Museum;

(13) 0.637 cent per ton must be paid to the city of Grand Rapids for Block 20/21 soil corrections. This amount must be matched by local sources;

(14) 0.605 cent per ton must be paid to the city of Aitkin for three water loops;

(15) 0.048 cent per ton must be paid to the city of Aitkin for signage;

(16) 0.159 cent per ton must be paid to Aitkin County for a trail;

(17) 0.637 cent per ton must be paid to the city of Cohasset for the Beiers Road railroad crossing;

(18) 0.088 cent per ton must be paid to the town of Clinton for expansion and striping of the community center parking lot;

(19) 0.398 cent per ton must be paid to the city of Kinney for water line replacement;

(20) 0.796 cent per ton must be paid to the city of Gilbert for infrastructure improvements, milling, and overlay for Summit Street between Alaska Avenue and Highway 135;

(21) 0.318 cent per ton must be paid to the city of Gilbert for sanitary sewer main replacements and improvements in the Northeast Lower Alley area;

(22) 0.637 cent per ton must be paid to the town of White for replacement of the Stepetz Road culvert;

(23) 0.796 cent per ton must be paid to the city of Buhl for reconstruction of Sharon Street and associated infrastructure;

(24) 0.796 cent per ton must be paid to the city of Mountain Iron for site improvements at the Park Ridge development;

(25) 0.796 cent per ton must be paid to the city of Mountain Iron for infrastructure and site preparation for its renewable and sustainable energy park;

(26) 0.637 cent per ton must be paid to the city of Biwabik for sanitary sewer improvements;

(27) 0.796 cent per ton must be paid to the city of Aurora for alley and road rebuilding for the Summit Addition;

(28) 0.955 cent per ton must be paid to the city of Silver Bay for bioenergy facility improvements;

(29) 0.318 cent per ton must be paid to the city of Grand Marais for water and sewer infrastructure improvements;

(30) 0.318 cent per ton must be paid to the city of Orr for airport, water, and sewer improvements;

(31) 0.716 cent per ton must be paid to the city of Cook for street and bridge improvements and land purchase, provided that if the city sells or otherwise disposes of any of the land purchased with the money provided under this clause within a period of ~~ten~~ five years after it was purchased, the city must transfer a portion of the proceeds of the sale equal to the amount of the purchase price paid from the money provided under this clause to the commissioner of Iron Range Resources and Rehabilitation for deposit in the taconite environmental protection fund to be used for the purposes of the fund under Minnesota Statutes, section 298.223;

(32) 0.955 cent per ton must be paid to the city of Ely for street, water, and sewer improvements;

(33) 0.318 cent per ton must be paid to the city of Tower for water and sewer improvements;

(34) 0.955 cent per ton must be paid to the city of Two Harbors for water and sewer improvements;

(35) 0.637 cent per ton must be paid to the city of Babbitt for water and sewer improvements;

(36) 0.096 cent per ton must be paid to the township of Duluth for infrastructure improvements;

(37) 0.096 cent per ton must be paid to the township of Tofte for infrastructure improvements;

(38) 3.184 cents per ton must be paid to the city of Hibbing for sewer improvements;

(39) 1.273 cents per ton must be paid to the city of Chisholm for NW Area Project infrastructure improvements;

(40) 0.318 cent per ton must be paid to the city of Chisholm for health and safety improvements at the athletic facility;

(41) 0.796 cent per ton must be paid to the city of Hoyt Lakes for residential street improvements;

(42) 0.796 cent per ton must be paid to the Bois Forte Indian Reservation for infrastructure related to a housing development;

(43) 0.159 cent per ton must be paid to Balkan Township for building improvements;

(44) 0.159 cent per ton must be paid to the city of Grand Rapids for a grant to a nonprofit for a signage kiosk;

(45) 0.318 cent per ton must be paid to the city of Crane Lake for sanitary sewer lines and adjacent development near County State-Aid Highway 24; and

(46) 0.159 cent per ton must be paid to the city of Chisholm to rehabilitate historic wall infrastructure around the athletic complex.

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

Sec. 31. CLARIFYING AUTHORITY TO USE PREVIOUSLY DISTRIBUTED TACONITE TAX PROCEEDS.

The commissioner of Iron Range Resources and Rehabilitation may use any unspent amounts allocated under Minnesota Statutes 2014, section 298.2961, subdivision 5, clause (19), remaining as of May 22, 2016, for the specific purposes identified in that section. Notwithstanding Minnesota Statutes, section 298.28, subdivision 11, paragraph (a), or any other law to the contrary, interest accrued on this amount shall also be distributed to the recipient. Amounts under this section are available until expended and do not lapse or cancel under Minnesota Statutes, section 16A.28.

EFFECTIVE DATE. This section is effective retroactively from May 22, 2016.

Sec. 32. IRON RANGE RESOURCES AND REHABILITATION BOARD; EARLY SEPARATION INCENTIVE PROGRAM AUTHORIZATION.

(a) "Commissioner" as used in this section means the commissioner of the Iron Range Resources and Rehabilitation Board unless otherwise specified.

(b) Notwithstanding any law to the contrary, the commissioner, in consultation with the commissioner of management and budget, shall offer a targeted early separation incentive program for employees of the commissioner who have attained the age of 60 years or who have received credit for at least 30 years of allowable service under the provisions of Minnesota Statutes, chapter 352. The commissioner shall also offer a targeted separation incentive program for employees of the commissioner whose positions are in support of operations at Giants Ridge and will be eliminated if the agency no longer directly manages Giants Ridge operations.

(c) The early separation incentive program may include one or more of the following:

(1) employer-paid postseparation health, medical, and dental insurance until age 65; and

(2) cash incentives that may, but are not required to be, used to purchase additional years of service credit through the Minnesota State Retirement System, to the extent that the purchases are otherwise authorized by law.

(d) The commissioner shall establish eligibility requirements for employees to receive an incentive.

(e) The commissioner, consistent with the established program provisions under paragraph (b), and with the eligibility requirements under paragraph (f), may designate specific programs or employees as eligible to be offered the incentive program.

(f) Acceptance of the offered incentive must be voluntary on the part of the employee and must be in writing. The incentive may only be offered at the sole discretion of the commissioner.

(g) The cost of the incentive is payable solely by funds made available to the commissioner by law, but only on prior approval of the expenditures by the commissioner, after seeking a recommendation from the Iron Range Resources and Rehabilitation Board.

(h) Unilateral implementation of this section by the commissioner is not an unfair labor practice under Minnesota Statutes, chapter 179A.

EFFECTIVE DATE. This section is effective the day following final enactment. This section is repealed July 30, 2019.

Sec. 33. **APPROPRIATION CANCELLATION.**

All unspent funds, estimated to be \$7,100,000, for a grant or forgivable loan to Hoyt Lakes pursuant to Laws 2014, chapter 312, article 2, section 2, subdivision 6, are canceled to the Minnesota 21st century fund on June 1, 2017.

Sec. 34. **REVISOR'S INSTRUCTION.**

The revisor of statutes shall identify and propose necessary changes to Minnesota Statutes and Minnesota Rules that are consistent with the goals of this act to (i) transfer discretionary approval authority for all expenditures and projects from the Iron Range Resources and Rehabilitation Board to the commissioner of Iron Range resources and rehabilitation, and (ii) provide that the commissioner must, in good faith, seek the review and recommendation of the board, as required, before exercising approval authority. The revisor shall submit the proposal, in a form ready for introduction, during the 2017 regular legislative session to the chairs and ranking minority members of the senate and house of representatives committees with jurisdiction over taxes.

Sec. 35. **REPEALER.**

Minnesota Statutes 2016, sections 298.22, subdivision 8; 298.2213, subdivisions 4, 5, and 6; and 298.298, are repealed."

Amend the title accordingly

And when so amended the bill do pass and be re-referred to the Committee on State Government Finance and Policy and Elections. Amendments adopted. Report adopted.

Senator Miller from the Committee on Jobs and Economic Growth Finance and Policy, to which was referred

S.F. No. 1549: A bill for an act relating to unemployment insurance; adopting recommendations of the Unemployment Insurance Advisory Council; amending Minnesota Statutes 2016, sections 268.031, subdivision 1; 268.035, subdivisions 15, 20, 21d, 23, 30; 268.042, subdivision 1; 268.046, subdivision 3; 268.051, subdivisions 1, 9; 268.065, subdivision 2; 268.07, subdivisions 2, 3a, 3b; 268.085, subdivisions 1, 6, 7, 12, 13, 13a, 16; 268.0865, subdivision 5; 268.095, subdivisions 1, 2, 5; 268.101, subdivision 2; 268.105, subdivision 2; 268.131; 268.18, subdivisions 2, 2b, 5; 268.182; 268.184; 268.194, subdivisions 1, 4; repealing Laws 2005, chapter 112, article 1, section 14.

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

Page 11, delete section 7

Page 31, delete section 23 and insert:

"Sec. 23. REVISOR'S INSTRUCTION.

In the following sections of Minnesota Statutes, the revisor of statutes shall delete the term "considered": Minnesota Statutes, sections 268.035, subdivisions 21c and 26; 268.07, subdivision 1; 268.085, subdivisions 4a, 13c, 15, and 16; 268.095, subdivision 3; 268.101, subdivision 6; and 268.105, subdivisions 3a and 7."

Renumber the sections in sequence

Amend the title numbers accordingly

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

Senator Miller from the Committee on Jobs and Economic Growth Finance and Policy, to which was re-referred

S.F. No. 745: A bill for an act relating to administrative rulemaking; requiring agencies to determine the impact of a proposed rule on the cost of residential construction or remodeling; requiring notice to the applicable legislative committees; permitting a legislative committee to require approval of a rule by law; proposing coding for new law in Minnesota Statutes, chapter 14.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Finance. Report adopted.

Senator Miller from the Committee on Jobs and Economic Growth Finance and Policy, to which was referred

S.F. No. 314: A bill for an act relating to state government; modifying a grant for assistive technology; amending Laws 2015, First Special Session chapter 1, article 1, section 2, subdivision 6.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Miller from the Committee on Jobs and Economic Growth Finance and Policy, to which was referred

S.F. No. 969: A bill for an act relating to labor and industry; making technical corrections to the duties of the commissioner; amending Minnesota Statutes 2016, section 326B.101.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Miller from the Committee on Jobs and Economic Growth Finance and Policy, to which was referred

S.F. No. 1457: A bill for an act relating to labor and industry; making housekeeping changes; modifying employment agents and construction codes and licensing; regulating combative sports; modifying OSHA regulations; amending Minnesota Statutes 2016, sections 182.653, subdivision 9; 182.659, subdivision 8; 182.67, subdivision 1; 184.38, subdivision 17; 184.41; 326B.095; 326B.127, subdivision 5; 326B.133, subdivision 8; 326B.164, subdivisions 1, 3, 6, 7; 326B.439; 326B.46, subdivision 2; 326B.91, subdivisions 3, 6; 326B.92, subdivision 2; 326B.921, subdivisions 1, 2, 3, 4, 5, 6, 7; 326B.922; 326B.925, subdivision 1; 341.25; 341.27; 341.321; repealing Minnesota Statutes 2016, section 326B.37, subdivision 15; Minnesota Rules, parts 5200.0780; 5226.0100; 5226.0200; 5226.0300.

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

Page 20, delete section 2

Renumber the sections in sequence

Amend the title numbers accordingly

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

Senator Limmer from the Committee on Judiciary and Public Safety Finance and Policy, to which was referred

S.F. No. 1098: A bill for an act relating to public safety; creating the crime of tampering with a public safety motor vehicle; establishing criminal penalties; proposing coding for new law in Minnesota Statutes, chapter 609.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 609.595, subdivision 1, is amended to read:

Subdivision 1. **Criminal damage to property in the first degree.** Whoever intentionally causes damage to physical property of another without the latter's consent may be sentenced to imprisonment for not more than five years or to payment of a fine of not more than \$10,000, or both, if:

(1) the damage to the property caused a reasonably foreseeable risk of bodily harm; or

(2) the property damaged was a public safety motor vehicle, the defendant knew the vehicle was a public safety motor vehicle, and the damage to the vehicle caused a substantial interruption or impairment of public safety service or a reasonably foreseeable risk of bodily harm; or

(3) the property damaged belongs to a common carrier and the damage impairs the service to the public rendered by the carrier; or

~~(3)~~ (4) the damage reduces the value of the property by more than \$1,000 measured by the cost of repair and replacement; or

~~(4)~~ (5) the damage reduces the value of the property by more than \$500 measured by the cost of repair and replacement and the defendant has been convicted within the preceding three years of an offense under this subdivision or subdivision 2.

In any prosecution under clause ~~(3)~~ (4), the value of any property damaged by the defendant in violation of that clause within any six-month period may be aggregated and the defendant charged accordingly in applying the provisions of this section; provided that when two or more offenses are committed by the same person in two or more counties, the accused may be prosecuted in any county in which one of the offenses was committed for all of the offenses aggregated under this paragraph.

EFFECTIVE DATE. This section is effective August 1, 2017, and applies to crimes committed on or after that date.

Sec. 2. Minnesota Statutes 2016, section 609.595, subdivision 2, is amended to read:

Subd. 2. **Criminal damage to property in the third degree.** (a) Except as otherwise provided in subdivision 1a, whoever intentionally causes damage to another person's physical property without the other person's consent may be sentenced to imprisonment for not more than one year or to payment of a fine of not more than \$3,000, or both, if: (1) the damage reduces the value of the property by more than \$500 but not more than \$1,000 as measured by the cost of repair and replacement; or (2) the damage was to a public safety motor vehicle and the defendant knew the vehicle was a public safety motor vehicle.

(b) Whoever intentionally causes damage to another person's physical property without the other person's consent because of the property owner's or another's actual or perceived race, color, religion, sex, sexual orientation, disability as defined in section 363A.03, age, or national origin may be sentenced to imprisonment for not more than one year or to payment of a fine of not more than \$3,000, or both, if the damage reduces the value of the property by not more than \$500.

(c) In any prosecution under paragraph (a), clause (1), the value of property damaged by the defendant in violation of that paragraph within any six-month period may be aggregated and the defendant charged accordingly in applying this section. When two or more offenses are committed by the same person in two or more counties, the accused may be prosecuted in any county in which one of the offenses was committed for all of the offenses aggregated under this paragraph.

EFFECTIVE DATE. This section is effective August 1, 2017, and applies to crimes committed on or after that date.

Sec. 3. Minnesota Statutes 2016, section 609.595, is amended by adding a subdivision to read:

Subd. 4. **Definitions.** (a) As used in this section, "public safety motor vehicle" includes:

(1) marked vehicles used by law enforcement agencies and specially marked vehicles permitted under section 169.98, subdivision 2a, owned or leased by the state or a political subdivision;

(2) fire apparatuses, including fire-suppression support vehicles, owned or leased by the state or a political subdivision;

(3) ambulances owned or leased by the state or a political subdivision;

(4) vehicles owned by ambulance services licensed under section 144E.10 that are equipped and specifically intended for emergency response or providing ambulance services; and

(5) marked vehicles used by conservation officers of the Division of Enforcement and Field Service of the Department of Natural Resources.

(b) As used in subdivision 1, clause (2), and subdivision 2, paragraph (a), clause (2), "damage" includes tampering with a public safety motor vehicle and acts that obstruct or interfere with the vehicle's use.

EFFECTIVE DATE. This section is effective August 1, 2017, and applies to crimes committed on or after that date."

Delete the title and insert:

"A bill for an act relating to public safety; expanding the damage to property crime by including public safety motor vehicles; imposing criminal penalties; amending Minnesota Statutes 2016, section 609.595, subdivisions 1, 2, by adding a subdivision."

And when so amended the bill do pass and be re-referred to the Committee on Finance. Amendments adopted. Report adopted.

Senator Limmer from the Committee on Judiciary and Public Safety Finance and Policy, to which was referred

S.F. No. 445: A bill for an act relating to public safety; requiring peace officers to receive training in crisis response, conflict management, and cultural diversity; reforming and increasing funding for peace officer training reimbursement; providing reimbursement grants for pathway to policing programs; authorizing the Peace Officer Standards and Training Board to collect peace officer race data for a limited purpose; appropriating money; amending Minnesota Statutes 2016, sections 171.20, subdivision 4; 357.021, subdivision 7; 363A.08, subdivision 4; 626.8432, subdivision 1; 626.845, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 626.

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

Page 1, delete section 1

Page 2, delete section 2

Page 4, delete section 4

Page 6, delete sections 6 to 8

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 2, delete everything after the semicolon

Page 1, delete lines 3 and 4

Page 1, line 5, delete everything before "authorizing"

Page 1, line 6, delete "appropriating"

Page 1, line 7, delete "money;"

Amend the title numbers accordingly

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

Senator Limmer from the Committee on Judiciary and Public Safety Finance and Policy, to which was referred

S.F. No. 1615: A bill for an act relating to courts; updating outdated statutes pertaining to court reporters; modifying name of drug court to treatment court; authorizing direct appeals of referee orders and decrees in probate or civil commitment court proceedings to the Court of Appeals; clarifying statutes related to penalty of perjury for documents provided to the court; modifying service of harassment restraining orders; amending Minnesota Statutes 2016, sections 243.49; 299A.707, subdivision 2; 357.42; 358.116; 484.70, subdivision 7; 484.702, by adding a subdivision; 486.01; 486.02; 486.05, subdivision 1; 486.06; 609.48, by adding a subdivision; 609.748, subdivision 4; repealing Minnesota Statutes 2016, sections 484.72; 486.05, subdivision 1a; 525.112.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Limmer from the Committee on Judiciary and Public Safety Finance and Policy, to which was referred

S.F. No. 1614: A bill for an act relating to courts; permitting the Department of Public Safety to share data with the courts; amending Minnesota Statutes 2016, section 13.69, subdivision 1.

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

Page 2, after line 11, insert:

"Sec. 2. Minnesota Statutes 2016, section 13.82, subdivision 31, is amended to read:

Subd. 31. **Use of surveillance technology.** Notwithstanding subdivision 25 and section 13.37, subdivision 2, the existence and description of the types and capabilities of all technology maintained by a law enforcement agency that may be used to electronically capture an audio, video, photographic, or other record of the activities of the general public, or of an individual or group of individuals, for purposes of conducting an investigation, responding to an incident or request for service, monitoring or maintaining public order and safety, or engaging in any other law enforcement function authorized by law is public data."

Amend the title as follows:

Page 1, line 3, after the semicolon, insert "specifying surveillance technology data requirements;"

Amend the title numbers accordingly

And when so amended the bill do pass and be re-referred to the Committee on Finance. Amendments adopted. Report adopted.

Senator Limmer from the Committee on Judiciary and Public Safety Finance and Policy, to which was referred

S.F. No. 648: A bill for an act relating to civil commitment; specifying limitation on notice of release or discharge; amending Minnesota Statutes 2016, section 253B.05, subdivision 3.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Ruud from the Committee on Environment and Natural Resources Policy and Legacy Finance, to which was referred

S.F. No. 1802: A bill for an act relating to environment; enabling landfill to enter closed landfill program under certain conditions; amending Minnesota Statutes 2016, sections 115B.39, subdivision 2; 115B.40, subdivision 4.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Environment and Natural Resources Finance. Report adopted.

Senator Ruud from the Committee on Environment and Natural Resources Policy and Legacy Finance, to which was referred

S.F. No. 1693: A bill for an act relating to natural resources; modifying requirements for buffers on public waters and drainage ditches; clarifying certain rulemaking for soil loss ordinances; amending Minnesota Statutes 2016, sections 103B.101, subdivision 12a; 103F.411, subdivision 1; 103F.48, subdivisions 1, 3, 7.

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

Page 2, line 30, strike "the issuance of"

Page 2, strike line 31

Page 2, line 32, strike everything before the period and insert "enforcing this section"

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

Senator Ruud from the Committee on Environment and Natural Resources Policy and Legacy Finance, to which was referred

S.F. No. 1124: A bill for an act relating to state lands; modifying requirements for exchanging road easements and for leasing forest lands; deleting from state forests; providing for public or private sale of certain consolidated conservation land; amending Minnesota Statutes 2016, sections 84.633, subdivision 2; 89.17.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 84.633, subdivision 2, is amended to read:

Subd. 2. **Substantially equal acres.** The acres covered by the state easement conveyed by the commissioner must be substantially equal to the acres covered by the easement being received by the commissioner. For purposes of this section, "substantially equal" means that the acres do not differ by more than 20 percent. The commissioner's finding of substantially equal acres is in lieu of an appraisal or other determination of value of the lands. A state easement may be exchanged for an easement that has more than substantially equal acres if the other party to the exchange waives payment for the difference.

Sec. 2. Minnesota Statutes 2016, section 89.17, is amended to read:

89.17 LEASES AND PERMITS.

(a) Notwithstanding the permit procedures of chapter 90, the commissioner ~~shall have power to~~ may grant and execute, in the name of the state, leases and permits for the use of any forest lands under the authority of the commissioner for any purpose ~~which~~ that in the commissioner's opinion is not inconsistent with the maintenance and management of the forest lands, on forestry principles for timber production. Every such lease or permit ~~shall be~~ is revocable at the discretion of the commissioner at any time subject to such conditions as may be agreed on in the lease. The approval of the commissioner of administration ~~shall is~~ is not be required upon any such lease or permit. No such lease or permit for a period exceeding 21 years shall be granted except with the approval of the Executive Council.

(b) Public access to the leased land for outdoor recreation ~~shall be~~ is the same as access would be under state management.

(c) Notwithstanding section 16A.125, subdivision 5, after deducting the reasonable costs incurred for preparing and issuing the lease, all remaining proceeds from ~~the~~ leasing of school trust land and university land for roads on forest lands must be deposited into the respective permanent fund for the lands.

(d) The commissioner may require a performance bond for removing any improvements or personal property left on the leased premises by the lessee upon termination or cancellation of the lease.

Sec. 3. Laws 2011, chapter 3, section 13, is amended to read:

Sec. 13. **PRIVATE SALE OF SURPLUS STATE LAND; CARLTON COUNTY.**

(a) Notwithstanding Minnesota Statutes, sections 94.09 and 94.10, the commissioner of natural resources may sell by private sale ~~to a political subdivision~~ the surplus land that is described in paragraph (c).

(b) The conveyance must be in a form approved by the attorney general. The attorney general may make necessary changes to the legal description to correct errors and ensure accuracy.

(c) The land that may be sold is located in Carlton County and is described as: the Northeast Quarter of the Northwest Quarter of the Southeast Quarter, except state trunk highway right-of-way, Section 26, Township 49 North, Range 17 West, containing 9.324 acres, more or less.

(d) The Department of Natural Resources has determined that the land is not needed for natural resource purposes.

Sec. 4. **DELETIONS FROM STATE FORESTS.**

[89.021][Subd. 13.] Cloquet Valley State Forest. The following area is deleted from the Cloquet Valley State Forest: Sections 1 and 12, Township 55 North, Range 18 West, St. Louis County.

Sec. 5. **PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; BELTRAMI COUNTY.**

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Beltrami County may sell the tax-forfeited land described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Beltrami County and are described as:

(1) PID number 08.00213.00;

(2) PID number 34.00212.00;

(3) PID number 47.00586.00; and

(4) PID number 83.0006.00.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 6. **PUBLIC SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; BELTRAMI COUNTY.**

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Beltrami County may sell the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Beltrami County and are described as:

(1) the East 462 feet of Lot 2, Section 22, Township 146, Range 30 West (parcel number 08.00213.00);

(2) .20 acres of Lot 1, Section 21, Township 148 North, Range 32 West (parcel number 34.00212.00);

(3) that part of Lot 1 lying northerly of relocated County State-Aid Highway 22 and easterly of the following described line: commencing at a point on the north line of Lot 1 200 feet West of meander corner 57, which is the point of beginning of said line; thence running southerly at a right angle to the north line of said lot to the northerly boundary line of relocated County State-Aid Highway 22, less the North 450 feet thereof, Section 33, Township 148 North, Range 33 West (parcel number 47.00586.00); and

(4) Lot 3, Section 26, Township 152 North, Range 30 West (parcel number 83.00006.00).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 7. PUBLIC SALE OF SURPLUS STATE LAND BORDERING PUBLIC WATER; BIG STONE COUNTY.

(a) Notwithstanding Minnesota Statutes, section 92.45, the commissioner of natural resources may sell by public sale the surplus land bordering public water that is described in paragraph (c).

(b) The commissioner may make necessary changes to the legal description to correct errors and ensure accuracy.

(c) The land that may be sold is located in Big Stone County and is described as: Lot A of Lot Two, Block One, Mikkelson Subdivision, located within Government Lot 2, Section 10, Township 122 North, Range 47 West, according to the plat on file in the Office of the County Recorder, Big Stone County, in Book 5 of Plats, page 75, containing 2.5 acres, more or less.

(d) The land borders on Big Stone Lake. The Department of Natural Resources has determined that the land is not needed for natural resource purposes and that the state's land management interests would be best served if the land were returned to private ownership.

Sec. 8. PUBLIC SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; BLUE EARTH COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Blue Earth County may sell the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Blue Earth County and are described as:

(1) Government Lot 4 West of river and meandered river land, Section 36, Township 109 North, Range 27 West (parcel identification number R40.03.36.200.009);

(2) the West 5.71 acres of the North 34.46 acres, excluding 1.36 acres in the northeast corner and the West 100 feet of the South 26.2 acres of Lot 6, Section 23, Township 108 North, Range 27 West (parcel identification number R43.08.23.326.004);

(3) the East Half of old riverbed lying westerly of and adjacent to Government Lots 5 and 6, Section 23, Township 108 North, Range 27 West, 3.71 acres (parcel identification number R43.08.23.326.009);

(4) the West Half of old riverbed lying easterly of and adjacent to Government Lots 3 and 4, Section 23, Township 108 North, Range 27 West, 4.74 acres (parcel identification number R50.08.23.326.008); and

(5) that part of Government Lot 5 lying East of the easterly line of the 'old' river channel and West of the westerly line of the current river channel described as follows: beginning at a point where an iron stake is now situated in the ground, 736.2 feet North and 600 feet West of the southeast corner of Section 23, Township 108 North, Range 27 West; thence going in a westerly direction to the 'old' Blue Earth River; thence following 'old' Blue Earth River in a northerly direction to the north line of the South Half of the South Half of said Section 23; thence in an easterly direction along said line to a point 600 feet West of the east line of said Section 23; thence southerly to the point of beginning, containing about 32.31 acres of land, more or less (parcel identification number R43.08.23.326.005).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 9. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; CARLTON COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Carlton County may sell the tax-forfeited land described in paragraph (c) by public sale under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal description to correct errors and ensure accuracy.

(c) The lands to be sold are located in Carlton County and are described as:

- (1) PID number 45-058-3840;
- (2) PID number 72-090-4970;
- (3) PID number 72-090-5080;
- (4) PID number 72-090-5110; and
- (5) PID number 84-020-0410.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 10. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; CARLTON COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Carlton County may sell the tax-forfeited land described in paragraph (c) by public sale under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal description to correct errors and ensure accuracy. Before each sale, the commissioner of revenue must grant a permanent conservation easement according to Minnesota Statutes, section 282.37. The easements must be 75 feet in width on each side of the designated trout stream, to provide riparian protection and angler access. The easement must exclude any existing road right-of-way.

(c) The lands to be sold are located in Carlton County and are described as:

- (1) PID number 78-020-2150; and
- (2) PID number 78-020-2160.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 11. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; CASS COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Cass County may sell the tax-forfeited land bordering public water that is described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The land to be sold is located in Cass County and is described as:

(1) part of Lot 9, Block 2, and part of Government Lot 3, Section 29, Township 138 North, Range 29 West (parcel identification number 86-337-0220);

(2) all that part of Government Lot 3, Section 8, Township 137 North, Range 29 West, lying southwesterly of the railway right-of-way, except that part of Government Lot 3, Section 8, Township 137 North, Range 29 West, described as follows: commencing at the northeast corner of Government Lot 4, said Section 8; thence North 89 degrees 46 minutes 27 seconds West 1,698.14 feet along the north line of Government Lot 4, Section 8, Township 137 North, Range 29 West (parcel identification number 50-008-1302); and

(3) that part of the Southeast Quarter of the Northwest Quarter, Section 17, Township 133, Range 30, described as follows: beginning at the southeast corner of the Southeast Quarter of the Northwest Quarter; thence North along the east line of said 40 a distance of 815 feet; thence North 87 degrees, 30 minutes West a distance of 740 feet; thence South a distance of 783.7 feet to the south line of the Southeast Quarter of the Northwest Quarter; thence South 89 degrees, 21 minutes East a distance of 740 feet to the point of beginning, containing 13.59 acres more or less and less the right-of-way for the public road and for the state highway.

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 12. PRIVATE SALE OF TAX-FORFEITED LAND; CASS COUNTY.

(a) Notwithstanding the public sale provisions of Minnesota Statutes, chapter 282, or other law to the contrary, Cass County may sell by private sale the tax-forfeited land described in paragraph (c) for less than market value.

(b) The conveyance must be in a form approved by the attorney general. The attorney general may make changes to the land description to correct errors and ensure accuracy.

(c) The land to be sold is located in Cass County and is described as: the Northeast Quarter of the Northwest Quarter, less the Northeast Quarter, Section 12, Township 140 North, Range 27 West (parcel identification number 44-112-2102).

(d) The county has determined that the county's land management interests would best be served if the land was sold to the Minnesota Pollution Control Agency, which has jurisdiction over the closed landfill located on the parcel.

Sec. 13. CONVEYANCE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; CHISAGO COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Chisago County may convey the tax-forfeited land described in paragraph (c) to the city of Rush City for no consideration, under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general and provide that the land reverts to the state if the city of Rush City stops using the land for the public purpose described in paragraph (d). The attorney general may make changes to the legal description to correct errors and ensure accuracy.

(c) The land to be conveyed is located in Chisago County and is described as: that part of the South Half of the Northeast Quarter described as follows: beginning at the point 30 feet East of the southeast corner of Lot 12, Block 26, of the recorded plat of village of Rush City; thence South to the center of Rush Creek; thence southeasterly and southwesterly down center of creek to a point directly South of the east line of Lot 5, Block 25, of the recorded plat of village of Rush City; thence North to the center line of the railroad right-of-way; thence southwesterly along center line of right-of-way to the east line of Avenue E; thence South on the east line thereof to a point directly East of the point of beginning; thence West to the point of beginning (parcel identification number 17.00490.00).

(d) The county has determined that the land is needed by the city of Rush City for a public park.

Sec. 14. CONVEYANCE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; CHISAGO COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Chisago County may convey the tax-forfeited land described in paragraph (c) to the city of Harris for no consideration, under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general and provide that the land reverts to the state if the city of Harris stops using the land for the public purpose described in paragraph (d). The attorney general may make changes to the legal description to correct errors and ensure accuracy.

(c) The land to be conveyed is located in Chisago County and is described as: Block 5 of Harris except the North 150 feet thereof (parcel identification number 14.00342.00).

(d) The county has determined that the land is needed by the city of Harris for any or all of the following: a public park, public trails, or a public parking lot.

Sec. 15. CONVEYANCE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; GOODHUE COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Goodhue County may convey to Goodhue County for no consideration the tax-forfeited land bordering public water that is described in paragraph (c).

(b) The conveyance must be in a form approved by the attorney general and provide that the land reverts to the state if Goodhue County stops using the land for the public purpose described in paragraph (d). The attorney general may make changes to the land description to correct errors and ensure accuracy.

(c) The land to be conveyed is located in Goodhue County and is described as: the West 4 chains and 78 links of the North 33 chains of the Southwest Quarter of Section 7, Township 109 North, Range 18 West, also described as Lot 11 of Auditor's Subdivision of the Southwest Quarter of said Section 7, except all that part of said tract which lies South of the south bank of the Zumbro River (parcel number 36.150.0090).

(d) The county has determined that the land is needed for a county park.

Sec. 16. PRIVATE SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; HENNEPIN COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Hennepin County may sell by private sale the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Hennepin County and are described as: Outlot 2, Paradise Valley, subject to a railroad right-of-way over the West Half of the Southwest Quarter, Section 4, Township 116, Range 22 (parcel identification number 04-116-22 32 0031).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 17. PRIVATE SALE OF TAX-FORFEITED LAND; ITASCA COUNTY.

(a) Notwithstanding the public sale provisions of Minnesota Statutes, chapter 282, or other law to the contrary, Itasca County may sell by private sale the tax-forfeited land described in paragraph (c).

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The land to be sold is located in Itasca County and is described as: that part of Government Lot 1, Section 30, Township 60 North, Range 24 West, commencing at the northwest corner of said Government Lot 1; thence on an assumed bearing of South 02 degrees 25 minutes 17 seconds West, along the west line of said Government Lot 1, a distance of 270.00 feet to the actual point of beginning of the tract of land herein described; thence continuing South 02 degrees 25 minutes 17 seconds West, along last described west line, a distance of 353.00 feet; thence North 57 degrees 27 minutes 46 seconds East a distance of 68.64 feet; thence North 67 degrees 47 minutes 47 seconds East a distance of 131.59 feet; thence North 67 degrees 07 minutes 23 seconds East a distance of 261.19 feet; thence North 53 degrees 05 minutes 42 seconds East a distance of 174.36 feet; thence North 44 degrees 56 minutes 54 seconds East a distance of 101.85 feet to the intersection with a line bearing North 88 degrees 51 minutes 33 seconds East from said point of beginning; thence South 88 degrees 51 minutes 33 seconds West a distance of 616.93 feet to said point of beginning.

(d) The county has determined that the county's land management interests would best be served if the land was returned to private ownership.

Sec. 18. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; KANDIYOHI COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Kandiyohi County may sell the tax-forfeited land described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Kandiyohi County and are described as:

(1) PID number 17-026-0120; and

(2) PID number 23-005-0520.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 19. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; LAKE COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Lake County may sell the tax-forfeited land described in paragraph (c) by public sale under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Lake County and are described as:

(1) PID number 25-5711-20790;

(2) PID number 26-5700-35850; and

(3) PID number 26-5700-35910.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 20. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; LAKE COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Lake County may sell the tax-forfeited land described in paragraph (c) by public sale under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal descriptions to correct errors and ensure accuracy. Before each sale, the commissioner of revenue must grant a permanent conservation easement according to Minnesota Statutes, section 282.37. The easements

must be 75 feet in width on each side of the designated trout stream, excluding existing roads and trails, to provide riparian protection and angler access.

(c) The lands to be sold are located in Lake County and are described as:

(1) PID number 25-5711-29130;

(2) PID number 25-5711-29610;

(3) PID number 26-5607-03070;

(4) PID number 27-5707-33250;

(5) PID number 29-5410-30610; and

(6) PID number 29-5410-35070.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 21. PRIVATE SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; LAKE COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Lake County may sell the tax-forfeited land described in paragraph (c) by private sale under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal description to correct errors and ensure accuracy.

(c) The land to be sold is located in Lake County and is described as: the South Half of the South Half of the Northwest Quarter of the Northeast Quarter, Section 6, Township 53, Range 11.

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 22. PUBLIC OR PRIVATE SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; PINE COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Pine County may sell the tax-forfeited land described in paragraph (c) by public or private sale under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general for not less than the appraised value of the land. The attorney general may make changes to the legal description to correct errors and ensure accuracy. Prior to the sale of the land described in paragraph (c), clause (3), the commissioner of revenue shall grant a permanent conservation easement according to

Minnesota Statutes, section 282.37, to provide for a 75-foot-wide easement from the centerline on each side of Crooked Creek and from the centerline of each side Bang's Brook for riparian protection, angler access, and future restoration work.

(c) The lands to be sold are located in Pine County and are described as:

(1) that part of the Northeast Quarter of the Northeast Quarter lying northwesterly of State Highway 23 and described as follows: beginning at the northwest corner of the Northeast Quarter of the Northeast Quarter; thence East along section line 417 feet to the point of beginning; thence South 470 feet; thence East to westerly right-of-way of highway; thence northeasterly along westerly right-of-way of State Highway 23 470 feet to the north section line of Section 8; thence West along section line 500 feet to the point of beginning. Section 8, Township 45, Range 17 (PIN 21.0188.001);

(2) that part of the Northwest Quarter of the Northeast Quarter described as follows: commencing at the northeast corner of said Northwest Quarter of Northeast Quarter; thence North 89 degrees 42 minutes West (assumed bearing) along the north line of said Northwest Quarter of Northeast Quarter, a distance of 200.00 feet to the actual point of beginning; thence continue North 89 degrees 42 minutes West along said north line, a distance of 465.00 feet; thence South 00 degrees 31 minutes 30 seconds East, a distance of 468.43 feet; thence South 89 degrees 42 minutes East, a distance of 465.00 feet; thence North 00 degrees 31 minutes 30 seconds West, a distance of 468.43 feet to the point of beginning. Subject to the right-of-way of Pine County Highway Number 24 over the North 33 feet thereof. Section 5, Township 41, Range 17 (PIN 23.0097.002);

(3) the South 100 feet of the Southwest Quarter of the Southwest Quarter, Section 20, Township 41, Range 17 (PIN 23.0221.000);

(4) the West 580 feet of the Northwest Quarter of the Northwest Quarter lying North of the centerline of County Highway 7, subject to a nonexclusive easement for ingress and egress to the Snake River for the plat of West Shoreview 1st Addition, less Lots 1, 2, 4, and 5, Block 1, Section 6, Township 38, Range 21 (PIN 26.0208.000); and

(5) the South 467 feet of the West 467 feet of the Southeast Quarter of the Southeast Quarter, Section 4, Township 39, Range 22 (PIN 28.0545.000).

(d) The county has determined that the county's land management interests would be best served if the lands were returned to private ownership.

Sec. 23. PUBLIC SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; POLK COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Polk County may sell the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The land to be sold is located in Polk County and is described as:

(1) Lots 1, 2, 3, and 4, subject to railway easement, Block 54, Carman Townsite, city of Crookston (parcel number 82.02352.00);

(2) Lots 5 and 6, Block 54, Carman Townsite, city of Crookston (parcel number 82.02352.01);

(3) the North 7.30 acres of the East 13.60 acres of Lot 3, Section 26, Township 150, Range 48 (parcel number 24.00170.00);

(4) Lot 5, Block 2, Northern Lights Addition, city of Erskine (parcel number 45.00504.00); and

(5) part of Government Lot 9, Section 36, Township 150, Range 47 (parcel number 82.00129.00).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 24. **CONVEYANCE OF LAND; REDWOOD COUNTY.**

(a) Notwithstanding Minnesota Statutes, sections 16A.695 and 16B.281 to 16B.298, or any other law to the contrary, the Minnesota Historical Society may convey to the Lower Sioux Indian Community in the state of Minnesota for no consideration the surplus land that is described in paragraph (c).

(b) The conveyance must be in a form approved by the attorney general. The attorney general may make changes to the land description to correct errors and ensure accuracy.

(c) The land to be conveyed is located in Redwood County and is described as:

(1) that part of the Northeast Quarter of the Northwest Quarter of Section 8, Township 112, Range 34, Redwood County, Minnesota, described as follows: beginning at the northeast corner of said Northeast Quarter of the Northwest Quarter; thence on an assumed bearing of South 00 degrees 20 minutes 07 seconds East along the east line of said Northeast Quarter of the Northwest Quarter, a distance of 569.40 feet; thence on a bearing of South 89 degrees 40 minutes 12 seconds West, 623.99 feet; thence on a bearing of South 00 degrees 19 minutes 48 seconds East, 28.75 feet; thence on a bearing of North 89 degrees 40 minutes 12 seconds East, 456.28 feet; thence on a bearing of South 26 degrees 08 minutes 59 seconds West, 640.67 feet to the centerline of County State-Aid Highway 2; thence northwesterly 901.55 feet along last said centerline, along a nontangent curve concave to the southwest, having a radius of 4,540.70 feet, a central angle of 11 degrees 22 minutes 34 seconds and a chord bearing and distance of North 75 degrees 14 minutes 49 seconds West, 900.07 feet to its intersection with the west line of said Northeast Quarter of the Northwest Quarter; thence on a bearing of North 00 degrees 10 minutes 02 seconds West along last said line, 941.91 feet to the northwest corner of said Northeast Quarter of the Northwest Quarter; thence on a bearing of North 89 degrees 51 minutes 56 seconds East along the north line of said Northeast Quarter of the Northwest Quarter, a distance of 1,319.72 feet to the point of beginning. Subject to easements of record. Subject to the rights of the public in County State-Aid Highway 2;

(2) that part of the Northwest Quarter of the Northwest Quarter of Section 8, Township 112, Range 34, Redwood County, Minnesota, lying south of the following described line: commencing at the northwest corner of said Section 8; thence on an assumed bearing of South 00 degrees 00 minutes 00 seconds East along the west line of said Section 8, a distance of 696.45 feet to the

centerline of County State-Aid Highway 2, said point being the point of beginning of the following described line; thence on a bearing of South 62 degrees 28 minutes 55 seconds East along last said centerline, 25.95 feet; thence southeasterly 571.04 feet along last said centerline, along a tangent curve concave to the northeast, having a radius of 1,432.4 feet and a central angle of 22 degrees 50 minutes 30 seconds; thence on a bearing of South 00 degrees 00 minutes 00 seconds East, nontangent to last said curve, 123.98 feet; thence on a bearing of North 89 degrees 54 minutes 50 seconds East, 729.36 feet to the east line of said Northwest Quarter of the Northwest Quarter and said line there terminating; and

(3) Government Lots 5 and 6, Section 5, Township 112 North, Range 34 West.

(d) The Minnesota Historical Society has determined that the state's land management interests and interpretive program interests would best be served if portions of the Lower Sioux Agency Historic Site were conveyed to the Lower Sioux Indian Community in the state of Minnesota to operate as a historic site open to the public.

Sec. 25. PUBLIC OR PRIVATE SALE OF CONSOLIDATED CONSERVATION LAND BORDERING PUBLIC WATER; ROSEAU COUNTY.

(a) Notwithstanding the classification and public sale provisions of Minnesota Statutes, chapters 84A and 282, and notwithstanding Minnesota Statutes, section 92.45, Roseau County may sell by public or private sale the consolidated conservation lands that are described in paragraph (c).

(b) The conveyance must be in a form approved by the attorney general. The attorney general may make necessary changes to the legal description to correct errors and ensure accuracy. The consideration for the conveyance must be for no less than the survey costs and appraised value of the land and timber. Proceeds must be disposed of according to Minnesota Statutes, chapter 84A.

(c) The lands that may be sold are located in Roseau County and are described as:

(1) the Northwest Quarter of the Southwest Quarter, Section 34, Township 162 North, Range 35 West, containing 40 acres, more or less;

(2) that part of Government Lot 1 south of railroad, Section 4, Township 162 North, Range 36 West, containing one acre, more or less;

(3) the Northwest Quarter of the Northeast Quarter, Section 21, Township 162 North, Range 36 West, containing 40 acres, more or less;

(4) the Southeast Quarter of the Northeast Quarter, Section 28, Township 162 North, Range 36 West, containing 40 acres, more or less;

(5) the Southeast Quarter of the Southwest Quarter, the Northwest Quarter of the Southeast Quarter, and the Southwest Quarter of the Southeast Quarter, Section 2, Township 163 North, Range 37 West, containing 120 acres, more or less;

(6) the Southeast Quarter of the Northeast Quarter, Section 19, Township 163 North, Range 37 West, containing 40 acres, more or less;

(7) that part of the Northeast Quarter of the Northeast Quarter north of highway, Section 10, Township 162 North, Range 38 West, containing six acres, more or less;

(8) the Northeast Quarter of the Northwest Quarter, Section 25, Township 163 North, Range 38 West, containing 40 acres, more or less;

(9) the Southwest Quarter of the Northwest Quarter, Section 34, Township 163 North, Range 38 West, containing 40 acres, more or less;

(10) Government Lot 4, Section 1, Township 159 North, Range 39 West, containing 48.55 acres, more or less;

(11) the Southwest Quarter of the Southwest Quarter, Section 10, Township 159 North, Range 39 West, containing 40 acres, more or less;

(12) the Northwest Quarter of the Northwest Quarter, Section 15, Township 159 North, Range 39 West, containing 40 acres, more or less;

(13) the Northeast Quarter of the Northeast Quarter and the Southeast Quarter of the Northeast Quarter, Section 16, Township 159 North, Range 39 West, containing 80 acres, more or less;

(14) the South Half of the Northeast Quarter, Section 28, Township 159 North, Range 39 West, containing 80 acres, more or less;

(15) the South 10 acres of the Southeast Quarter of the Northwest Quarter, Section 34, Township 159 North, Range 39 West, containing 10 acres, more or less;

(16) that part of the Southeast Quarter of the Southwest Quarter north and east of river, Section 30, Township 163 North, Range 39 West, containing 38 acres, more or less.

(d) The Department of Natural Resources has determined that the lands are not needed for natural resource purposes.

Sec. 26. CONVEYANCE OF STATE LAND BORDERING PUBLIC WATER; ST. LOUIS COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45, 94.09, and 94.10, the commissioner of natural resources may convey the surplus land bordering public water that is described in paragraph (c). The land was previously tax-forfeited land and was sold to the state, acting through the commissioner of natural resources, pursuant to Laws 2008, chapter 368, article 1, section 56. The sale transaction may be reversed, with the land to be conveyed to the state and held in trust in favor of the respective taxing districts.

(b) Notwithstanding Minnesota Statutes, sections 94.10, 94.16, and 97A.056, the commissioner of natural resources may sell the land at the value paid in 2011, plus sale expenses. The commissioner must deposit in the outdoor heritage fund the amount paid for the value of the land. Any payment for sale expenses in excess of the land value must be deposited into the account from which the expenses were paid.

(c) The land that may be conveyed is located in St. Louis County and is described as Lot 7, Klimek's Addition to Grand Lake, according to the plat thereof on file and of record in the Office of the County Recorder, St. Louis County.

(d) The county has requested use of the land to allow snowmobile traffic to connect between Little Grand Lake and Grand Lake.

Sec. 27. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; ST. LOUIS COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, St. Louis County may sell the tax-forfeited land bordering public water that is described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy. Before the sale of the lands described in paragraph (c), clauses (1), (3) to (7), (10), and (12), the commissioner of revenue must grant a permanent conservation easement according to Minnesota Statutes, section 282.37, to provide for a 75-foot-wide easement from the centerline on each side of the streams for riparian protection, angler access, and future restoration work.

(c) The lands to be sold are located in St. Louis County and are described as:

(1) Lot 3, Decker Road Addition to city of Duluth, Township 50, Range 14, Section 19 (parcel number 010-0825-00030);

(2) Lots 7, 8, and 9, including part of vacant street, Bailey Rearrangement of Block 29, Hunter's Grassy Point Addition to city of Duluth, Township 49, Range 15, Section 13 (parcel number 010-2390-00070);

(3) the South Half of the West 3-1/3 acres of the North Half of the Northwest Quarter of the Southeast Quarter, city of Duluth, Township 50, Range 14, Section 19 (parcel number 010-2710-05590);

(4) the North 3-1/3 acres of the Southwest Quarter of the Northwest Quarter of the Southeast Quarter, city of Duluth, Township 50, Range 14, Section 19 (parcel number 010-2710-05600);

(5) the North 2-1/2 acres of the South 6-2/3 acres of the Southwest Quarter of the Northwest Quarter of the Southeast Quarter, city of Duluth, Township 50, Range 14, Section 19 (parcel number 010-2710-05610);

(6) the South 1-2/3 acres of the Southwest Quarter of the Northwest Quarter of the Southeast Quarter, city of Duluth, Township 50, Range 14, Section 19 (parcel number 010-2710-05630);

(7) the East 5/6 of the North Half of the Southwest Quarter of the Southeast Quarter, except 8 acres at the northeast corner and except the South 261-28/100 feet of the East 522-44/100 feet and except the westerly 166 feet of the easterly 688-44/100 feet lying South of the northerly 396 feet and except a 110.44-foot by 124.99-foot parcel abutting the east line of Lot 5, Decker Road Addition

located in the Northwest Quarter of the Southwest Quarter of the Southeast Quarter, city of Duluth, Township 50, Range 14, Section 19 (parcel number 010-2710-05670);

(8) a one-acre square in the southwest corner of the Southwest Quarter of the Southwest Quarter of the Southwest Quarter, city of Duluth, Township 54, Range 17, Section 3 (parcel number 305-0020-00460);

(9) Lot 5, town of Cotton, Township 54, Range 17, Section 10 (parcel number 305-0020-01590);

(10) the South Half of the Northwest Quarter of the Southeast Quarter, except 5 acres at the southwest corner, town of Duluth, Township 52, Range 12, Section 10 (parcel number 315-0020-01700);

(11) Lot 5, except the part subject to flowage rights, town of Fredenberg, Township 52, Range 15, Section 28 (parcel number 365-0010-05100); and

(12) the Northeast Quarter of the Southeast Quarter, town of Normanna, Township 52, Range 13, Section 32 (parcel number 485-0010-05390).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 28. PRIVATE OR PUBLIC SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; ST. LOUIS COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, St. Louis County may sell by private or public sale the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in St. Louis County and are described as:

(1) the Northwest Quarter of the Southeast Quarter, except beginning at the northeast corner of the forty; thence West 200 feet; thence South 435.60 feet; thence East 200 feet; thence North 435.60 feet to the point of beginning and except that part lying westerly of the easterly 200 feet, town of Fayal, Township 57, Range 17, Section 29 (parcel number 340-0010-05320);

(2) the West 660 feet of Lot 5, town of Grand Lake, Township 51, Range 16, Section 19 (parcel number 380-0010-03970);

(3) the South Half of the North Half of the Southeast Quarter of the Northeast Quarter, town of Morcom, Township 61, Range 21, Section 15 (parcel number 460-0010-02376); and

(4) the East Half of the Northwest Quarter of the Northeast Quarter, town of Owens, Township 62, Range 18, Section 23 (parcel number 495-0010-02890).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 29. PRIVATE SALE OR CONVEYANCE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; ST. LOUIS COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, St. Louis County may sell by private sale or may convey the tax-forfeited lands bordering public water described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The conveyances may be for less than the appraised value of the lands. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in St. Louis County and are described as:

(1) Lot 1, Block 29, Bailey Rearrangement of Block 29, Hunter's Grassy Point Addition to city of Duluth, Township 49, Range 15, Section 13 (parcel number 010-2390-00010); and

(2) Lot 2, Block 29, Bailey Rearrangement of Block 29, Hunter's Grassy Point Addition to city of Duluth, Township 49, Range 15, Section 13 (parcel number 010-2390-00020).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership or conveyed to a governmental subdivision.

Sec. 30. PRIVATE SALE OF TAX-FORFEITED LANDS; ST. LOUIS COUNTY.

(a) Notwithstanding the public sale provisions of Minnesota Statutes, chapter 282, or other law to the contrary, St. Louis County may sell by private sale the tax-forfeited lands described in paragraph (c).

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in St. Louis County and are described as:

(1) Lot 5, except the northerly 3 feet and except the southerly 10 feet, West Duluth 5th Division, Township 49, Range 14, Section 7 (parcel number 010-4510-06740);

(2) the East Half of Lot 6, Block 21, city of Tower, Township 62, Range 15, Section 32 (parcel number 080-0010-02470);

(3) part of the southerly 66 feet of the Northeast Quarter of the Northwest Quarter, city of Mountain Iron, Township 58, Range 18, Section 22 (parcel number 175-0071-03002);

(4) part of the West Half of the Southeast Quarter of the Northwest Quarter lying northerly of the southerly 200 feet, exempt 10 acres taconite, city of Mountain Iron, Township 58, Range 18, Section 22 (parcel number 175-0071-03032);

(5) part of the West 250 feet of the Southeast Quarter of the Southeast Quarter, Township 56, Range 17, Section 34 (parcel number 690-0010-05735);

(6) part of the Northeast Quarter, Township 64, Range 17, Section 24 (parcel number 699-0010-03590); and

(7) all or part of the South 166 feet of the North 516 feet of the Northeast Quarter of the Southeast Quarter, city of Aurora, Township 58, Range 15, Section 10 (parcel number 100-0080-01186).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 31. PRIVATE SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; ST. LOUIS COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, St. Louis County may sell by private sale the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy. Before the sale of the land described in paragraph (c), clause (1), the commissioner of revenue must grant a permanent conservation easement according to Minnesota Statutes, section 282.37, to provide for a 75-foot-wide easement from the centerline on each side of the stream for riparian protection, angler access, and future restoration work.

(c) The lands to be sold are located in St. Louis County and are described as:

(1) part of the Southeast Quarter of the Southwest Quarter beginning 658.95 feet North of the southeast corner; thence West 996.51 feet; thence South 658.95 feet; thence East 50 feet; thence North 508.95 feet; thence East 946.51 feet; thence North 150 feet to the point of beginning, city of Rice Lake, Township 51, Range 14, Section 25 (parcel number 520-0016-02470);

(2) Lot 15, Block 29, including part of vacant street, Bailey Rearrangement of Block 29, Hunter's Grassy Point Addition to city of Duluth, Township 49, Range 15, Section 13 (parcel number 010-2390-00150);

(3) Lot 16, Block 29, including part of vacant street, Bailey Rearrangement of Block 29, Hunter's Grassy Point Addition to city of Duluth, Township 49, Range 15, Section 13 (parcel number 010-2390-00160); and

(4) Lot 3, town of Gnesen, Township 52, Range 14, Section 36 (parcel number 375-0010-07490).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 32. PUBLIC SALE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; TRAVERSE COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Traverse County may sell the tax-forfeited land bordering public water that is described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyance must be in a form approved by the attorney general. The attorney general may make changes to the land description to correct errors and ensure accuracy.

(c) The land to be sold is located in Traverse County and is described as: Lots 2, 3, and 4 in the South Side Addition in the city of Browns Valley, Traverse County, Minnesota (parcel number 20-0427000).

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 33. CONVEYANCE OF TAX-FORFEITED LAND BORDERING PUBLIC WATER; WASHINGTON COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, and the public sale provisions of Minnesota Statutes, chapter 282, Washington County may sell by private sale, for market value as determined by the county board, the tax-forfeited land bordering public water that is described in paragraph (c).

(b) The conveyance must be in a form approved by the attorney general for not less than the market value. The attorney general may make changes to the land description to correct errors and ensure accuracy.

(c) The land to be conveyed is located in Washington County and is described as: Government Lot 1, Section 32, Township 32N, Range 20W (PID 32.032.20.33.0001).

(d) The property described in paragraph (c) does not have access to a public road and the county has determined that it should be sold by private sale to an adjacent land owner.

Sec. 34. PUBLIC SALE OF TAX-FORFEITED LANDS BORDERING PUBLIC WATER; WATONWAN COUNTY.

(a) Notwithstanding Minnesota Statutes, sections 92.45 and 282.018, subdivision 1, Watonwan County may sell the tax-forfeited lands bordering public water that are described in paragraph (c) under the remaining provisions of Minnesota Statutes, chapter 282.

(b) The conveyances must be in a form approved by the attorney general. The attorney general may make changes to the land descriptions to correct errors and ensure accuracy.

(c) The lands to be sold are located in Watonwan County and are described as:

(1) Lot 2 of Auditor's Subdivision of Government Lot 13, Section 18, Township 105, Range 31; and

(2) Lot 7 of Berndt's Subdivision, Section 8, Township 105, Range 31.

(d) The county has determined that the county's land management interests would best be served if the lands were returned to private ownership.

Sec. 35. **EFFECTIVE DATE.**

This act is effective the day following final enactment."

Amend the title accordingly

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

Senator Newman from the Committee on Transportation Finance and Policy, to which was re-referred

S.F. No. 150: A bill for an act relating to transit; prohibiting the Metropolitan Council from undertaking a light rail project without explicit legislative authority; appropriating money; proposing coding for new law in Minnesota Statutes, chapters 398A; 471; 473.

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

Page 2, lines 2 and 6, delete "2017" and insert "2018"

Page 2, line 7, after "rapid" insert "transit"

Page 2, line 9, delete "Section 3 applies" and insert "Sections 1 and 3 apply"

And when so amended the bill do pass and be re-referred to the Committee on Finance. Amendments adopted. Report adopted.

Senator Newman from the Committee on Transportation Finance and Policy, to which was re-referred

S.F. No. 1011: A bill for an act relating to transportation; requiring auditing and reporting on certain transit financial activity; appropriating money; amending Minnesota Statutes 2016, sections 3.971, subdivisions 2, 6; 3.972, by adding a subdivision.

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

Page 1, delete section 1

Page 2, delete section 3

Page 3, delete sections 4 and 5

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 2, delete everything after "to" and insert "the Metropolitan Council; authorizing the legislative auditor to audit the Metropolitan Council's financial statements;"

Page 1, line 3, delete "activity; appropriating money;"

Amend the title numbers accordingly

And when so amended the bill do pass and be re-referred to the Committee on Local Government. Amendments adopted. Report adopted.

Senator Newman from the Committee on Transportation Finance and Policy, to which was re-referred

S.F. No. 514: A bill for an act relating to elections; modifying provisions related to elections and election administration; establishing a voting equipment grant; establishing uniform election dates, polling place hours, and polling places; requiring counties to administer school district elections; requiring additional voter data to be public; modifying voter status challenge provisions; establishing a provisional ballot system; appropriating money; amending Minnesota Statutes 2016, sections 3.088, subdivision 1; 13.15, subdivision 4; 13.607, by adding a subdivision; 13.6905, subdivision 33; 13.841, subdivision 3; 13.851, subdivision 10; 103B.545, subdivision 2; 123A.46, subdivision 12; 123A.48, subdivisions 14, 15; 123B.09, subdivision 5b; 123B.63, subdivision 3; 126C.17, subdivision 11; 126C.69, subdivision 11; 128D.05, subdivision 2; 200.02, subdivision 4, by adding subdivisions; 201.022, subdivision 1; 201.061, subdivisions 3, 6; 201.091, subdivision 4; 201.121, subdivision 3; 201.225, subdivisions 1, 2, 6; 201.27, subdivision 2; 203B.01, subdivision 2; 203B.04, subdivision 1; 203B.05, subdivision 2; 203B.081, subdivision 1; 203B.085; 203B.11, subdivision 1; 203B.121, subdivisions 1, 2; 203B.15; 204B.09, subdivision 3; 204B.13, subdivision 1; 204B.16, subdivisions 1, 1a; 204B.181, subdivision 2; 204B.21, subdivision 2, by adding a subdivision; 204B.25, subdivision 4; 204B.29; 204B.32; 204B.40; 204B.46; 204C.08, subdivision 4; 204C.10; 204C.12, subdivisions 1, 2, 3; 204C.14, subdivision 1; 204C.20, subdivision 4; 204C.25; 204C.26, subdivision 3; 204C.27; 204C.28, subdivision 3; 204C.29, subdivision 1; 204C.32, subdivision 2; 204C.33, subdivision 3; 204C.36, subdivisions 1, 2, 3, 5; 204D.09, subdivision 1; 204D.19, by adding a subdivision; 205.065, subdivision 5; 205.07, subdivisions 1, 3; 205.10, subdivision 4, by adding a subdivision; 205A.03, subdivisions 3, 4; 205A.04, subdivision 3; 205A.05, subdivisions 1, 2, 3, by adding a subdivision; 205A.055, subdivision 2; 205A.06, subdivisions 1, 1a, 2, 5; 205A.07, subdivisions 1, 2, 3, 3a, 3b; 205A.08, subdivision 5; 205A.10, subdivisions 1, 2, 3, 5; 205A.11, subdivision 2a; 206.805, subdivision 1; 208.04, subdivision 1; 209.021, subdivision 3; 211B.11, subdivision 1; 216B.46; 241.065, subdivision 2; 365A.06, subdivision 2; 367.33, subdivision 1; 375.101, subdivision 1; 375B.07, subdivision 2; 375B.10; 383B.031, subdivision 1; 383E.24, subdivision 7; 410.10, subdivision 1; 447.32, subdivision 2; 475.59; proposing coding for new law in Minnesota Statutes, chapters 201; 204C; repealing Minnesota Statutes 2016, sections 201.096; 201.15; 201.155; 201.157; 201.158; 204B.16, subdivision 3; 205.10, subdivision 3; 205.175; 205A.09; 205A.11, subdivisions 2, 3; 205A.12, subdivision 5a.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Finance. Report adopted.

SECOND READING OF SENATE BILLS

S.F. Nos. 1243, 997, 1627, 1848, 1826, 1092, 1549, 314, 969, 1457, 445, 1615, 648, 1693, and 1124 were read the second time.

SECOND READING OF HOUSE BILLS

H.F. No. 444 was read the second time.

INTRODUCTION AND FIRST READING OF SENATE BILLS

The following bills were read the first time.

Senator Osmek introduced--

S.F. No. 1964: A bill for an act relating to transportation; requiring the use of remaining service life in pavement management processes; amending Minnesota Statutes 2016, section 174.185, by adding a subdivision.

Referred to the Committee on Transportation Finance and Policy.

Senator Osmek introduced--

S.F. No. 1965: A bill for an act relating to taxation; income; modifying the small business investment credit to include a credit for qualifying investments in pediatric medical device businesses; amending Minnesota Statutes 2016, sections 116J.8737, subdivisions 1, 2, 5, 9; 290.0692, subdivision 2.

Referred to the Committee on Taxes.

Senator Osmek introduced--

S.F. No. 1966: A bill for an act relating to natural resources; requiring rulemaking to allow mechanical control of hybrid and narrow-leaved cattail without an aquatic plant management permit.

Referred to the Committee on Environment and Natural Resources Policy and Legacy Finance.

Senator Chamberlain introduced--

S.F. No. 1967: A bill for an act relating to local government financing; expanding the authority to issue capital notes, certificates of indebtedness, and certain general obligation revenue bonds; permitting issuance of street reconstruction bonds by majority vote; modifying publication requirements; making clarifying changes; amending Minnesota Statutes 2016, sections 366.095, subdivision 1; 383B.117, subdivision 2; 410.32; 412.301; 469.034, subdivision 2; 469.101, subdivision 1; 475.58, subdivision 3b; 475.60, subdivision 2.

Referred to the Committee on Taxes.

Senators Wiger and Dibble introduced--

S.F. No. 1968: A bill for an act relating to water; establishing Human Right to Water Act; proposing coding for new law in Minnesota Statutes, chapter 103A.

Referred to the Committee on Environment and Natural Resources Policy and Legacy Finance.

Senators Anderson, B.; Lang; Senjem; Hayden; and Weber introduced--

S.F. No. 1969: A resolution expressing concern over persistent and credible reports of systematic, state-sanctioned, forced organ harvesting from nonconsenting prisoners of conscience, primarily from Falun Gong practitioners imprisoned for their spiritual beliefs, and members of other religious and ethnic minority groups in the People's Republic of China.

Referred to the Committee on Judiciary and Public Safety Finance and Policy.

Senator Little introduced--

S.F. No. 1970: A bill for an act relating to health; appropriating money for a public awareness campaign promoting adoption.

Referred to the Committee on Human Services Reform Finance and Policy.

Senator Hawj introduced--

S.F. No. 1971: A bill for an act relating to agriculture; appropriating money to renovate the GROW-IT Center.

Referred to the Committee on Agriculture, Rural Development, and Housing Finance.

Senators Nelson, Senjem, and Simonson introduced--

S.F. No. 1972: A bill for an act relating to economic development; appropriating money for the Clean Energy Economy Profile.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senators Anderson, B. and Relph introduced--

S.F. No. 1973: A bill for an act relating to claims against the state; providing for settlement of certain claims; appropriating money.

Referred to the Committee on Finance.

Senator Dibble introduced--

S.F. No. 1974: A bill for an act relating to health; prohibiting conversion therapy with children or vulnerable adults; prohibiting medical assistance coverage for conversion therapy; amending Minnesota Statutes 2016, section 256B.0625, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapter 214.

Referred to the Committee on Health and Human Services Finance and Policy.

Senators Marty and Clausen introduced--

S.F. No. 1975: A bill for an act relating to agriculture; appropriating money for the Forever Green Agriculture Initiative at the University of Minnesota.

Referred to the Committee on Agriculture, Rural Development, and Housing Finance.

Senators Marty, Carlson, and Laine introduced--

S.F. No. 1976: A bill for an act relating to ethics in government; requiring conference committee and budget negotiations to be open to the public; closing a loophole in disclosure of economic interests of public officials to include disclosure of certain independent contracting and consulting; prohibiting former legislators, constitutional officers, and agency heads from lobbying for seven years after leaving office; requiring additional disclosure of lobbying and lobbyist contributions; requiring certain reports of lobbying activity; requiring disclosures of campaign contributions from lobbyists, principals, and political committees; modifying definition of expressly advocating; providing for disclosure of electioneering communications; providing penalties; amending Minnesota Statutes 2016, sections 3.055, subdivision 1; 10A.01, subdivisions 5, 16a; 10A.04, subdivisions 4, 6; 10A.121, subdivision 1; 10A.20, subdivisions 3, 5; 10A.244; 10A.25, subdivision 3a; 10A.27, subdivision 15; proposing coding for new law in Minnesota Statutes, chapter 10A.

Referred to the Committee on State Government Finance and Policy and Elections.

Senator Marty introduced--

S.F. No. 1977: A bill for an act relating to taxation; corporate franchise; expanding the definition of domestic corporations to include certain foreign corporations incorporated in tax havens; amending Minnesota Statutes 2016, sections 290.01, subdivision 5, by adding a subdivision; 290.17, subdivision 4.

Referred to the Committee on Taxes.

Senator Eken introduced--

S.F. No. 1978: A bill for an act relating to commerce; establishing a State Bank of Minnesota; authorizing beginning farmer loans; appropriating money; amending Minnesota Statutes 2016, section 16A.27, subdivisions 1, 3, 5; proposing coding for new law as Minnesota Statutes, chapter 48B; repealing Minnesota Statutes 2016, section 16A.27, subdivision 4.

Referred to the Committee on Commerce and Consumer Protection Finance and Policy.

Senators Kent and Latz introduced--

S.F. No. 1979: A bill for an act relating to education; modifying the qualifications of the board of the Perpich Center for Arts Education; modifying the qualifications of certain employees; requiring a report; amending Minnesota Statutes 2016, section 129C.10, subdivisions 1, 3b, 4.

Referred to the Committee on E-12 Policy.

Senators Kent and Dibble introduced--

S.F. No. 1980: A bill for an act relating to education; providing for student-user data privacy; proposing coding for new law in Minnesota Statutes, chapter 125B.

Referred to the Committee on E-12 Policy.

Senator Kent introduced--

S.F. No. 1981: A bill for an act relating to public safety; modifying reporting requirements for drivers involved in certain types of collisions; amending Minnesota Statutes 2016, section 169.09, subdivisions 5, 8, 9, 13, 14; repealing Minnesota Statutes 2016, section 169.09, subdivisions 7, 14a, 17.

Referred to the Committee on Transportation Finance and Policy.

Senator Fischbach introduced--

S.F. No. 1982: A bill for an act relating to higher education; modifying the treatment of private institutions in the case of an adjudication of fraud or misrepresentation; amending Minnesota Statutes 2016, section 136A.685.

Referred to the Committee on Higher Education Finance and Policy.

Senator Jensen introduced--

S.F. No. 1983: A bill for an act relating to taxation; sales and use; exempting certain 501(c)(3) and 501(c)(4) organizations from sales and use tax on purchases and fund-raising; amending Minnesota Statutes 2016, section 297A.70, subdivisions 4, 14.

Referred to the Committee on Taxes.

Senators Cohen, Hawj, Pappas, Marty, and Senjem introduced--

S.F. No. 1984: A bill for an act relating to capital investment; appropriating money for an environmental learning center; authorizing the sale and issuance of state bonds.

Referred to the Committee on Capital Investment.

Senators Utke and Dahms introduced--

S.F. No. 1985: A bill for an act relating to commerce; regulating insurance adjusters; modifying the definition of adjuster; amending Minnesota Statutes 2016, section 72B.03, subdivision 1.

Referred to the Committee on Commerce and Consumer Protection Finance and Policy.

Senator Little introduced--

S.F. No. 1986: A bill for an act relating to labor and industry; modifying the pipeline dual-training programs; appropriating money; amending Minnesota Statutes 2016, section 175.45.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senator Anderson, B. introduced--

S.F. No. 1987: A bill for an act relating to solid waste; specifying waste management methods for certain types of waste; proposing coding for new law in Minnesota Statutes, chapter 115A.

Referred to the Committee on Environment and Natural Resources Policy and Legacy Finance.

Senators Relph, Lourey, and Abeler introduced--

S.F. No. 1988: A bill for an act relating to human services; modifying child care assistance provider rate differential for Parent Aware; amending Minnesota Statutes 2016, section 119B.13, subdivision 3b.

Referred to the Committee on Human Service Reform Finance and Policy.

Senators Relph and Kiffmeyer introduced--

S.F. No. 1989: A bill for an act relating to transportation; appropriating money to study the feasibility of expanding or reconstructing marked Interstate Highway 94 between the cities of St. Michael and St. Cloud.

Referred to the Committee on Transportation Finance and Policy.

Senators Nelson and Franzen introduced--

S.F. No. 1990: A bill for an act relating to health; authorizing a statewide quitline service to help Minnesotans quit using tobacco products; appropriating money; proposing coding for new law in Minnesota Statutes, chapter 144.

Referred to the Committee on Health and Human Services Finance and Policy.

Senator Laine introduced--

S.F. No. 1991: A bill for an act relating to health; requiring commissioner of health to adopt specific rules relating to the incidence of cancer; amending Minnesota Statutes 2016, section 144.672, subdivision 1.

Referred to the Committee on Health and Human Services Finance and Policy.

Senator Laine introduced--

S.F. No. 1992: A bill for an act relating to legacy; appropriating money for aquatic invasive species work.

Referred to the Committee on Environment and Natural Resources Policy and Legacy Finance.

Senator Laine introduced--

S.F. No. 1993: A bill for an act relating to natural resources; appropriating money for aquatic invasive species grants; proposing coding for new law in Minnesota Statutes, chapter 84D.

Referred to the Committee on Environment and Natural Resources Finance.

Senators Klein, Marty, Rest, Wiklund, and Dziejczak introduced--

S.F. No. 1994: A bill for an act relating to health; authorizing minor consent for HPV vaccinations; amending Minnesota Statutes 2016, section 144.3441.

Referred to the Committee on Health and Human Services Finance and Policy.

Senators Relph and Torres Ray introduced--

S.F. No. 1995: A bill for an act relating to economic development; appropriating money for a grant for small business development centers.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senators Nelson, Rosen, Cohen, Hawj, and Anderson, B. introduced--

S.F. No. 1996: A bill for an act relating to arts and cultural heritage; appropriating money for Medal of Honor commemorative memorial.

Referred to the Committee on Environment and Natural Resources Policy and Legacy Finance.

Senator Utke introduced--

S.F. No. 1997: A bill for an act relating to workforce development; providing for a regional American Indian and communities of color worker reintegration and stabilization initiative; appropriating money.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senator Cohen introduced--

S.F. No. 1998: A bill for an act relating to the city of St. Paul; increasing the authorized local lodging tax rate; amending Laws 1986, chapter 462, section 31, as amended.

Referred to the Committee on Taxes.

Senators Cohen and Pappas introduced--

S.F. No. 1999: A bill for an act relating to capital investment; appropriating money for the RiverCentre Parking Ramp; authorizing the sale and issuance of state bonds.

Referred to the Committee on Capital Investment.

Senators Draheim, Isaacson, Miller, Goggin, and Champion introduced--

S.F. No. 2000: A bill for an act relating to economic development; appropriating money for a nonprofit infrastructure, workforce development, and partnerships program.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senator Eken introduced--

S.F. No. 2001: A resolution expressing support for the continuation of, and urging the Congress of the United States to take immediate action to permanently reauthorize the Perkins Loan Program in its entirety and original form.

Referred to the Committee on Higher Education Finance and Policy.

Senators Ingebrigtsen and Abeler introduced--

S.F. No. 2002: A bill for an act relating to health; authorizing the use of certain handheld portable x-ray systems in facilities; proposing coding for new law in Minnesota Statutes, chapter 144.

Referred to the Committee on Health and Human Services Finance and Policy.

Senators Marty, Laine, Klein, and Wiklund introduced--

S.F. No. 2003: A bill for an act relating to health; providing coverage for certain nutritional supplements for persons with liver or pancreas diseases; amending Minnesota Statutes 2016, section 256B.0625, subdivision 32; proposing coding for new law in Minnesota Statutes, chapter 62A.

Referred to the Committee on Health and Human Services Finance and Policy.

Senators Wiklund, Dzedzic, and Franzen introduced--

S.F. No. 2004: A bill for an act relating to taxation; income; allowing individual and corporate credits for employer-provided child care; proposing coding for new law in Minnesota Statutes, chapter 290.

Referred to the Committee on Taxes.

Senators Wiklund, Simonson, Dzedzic, and Franzen introduced--

S.F. No. 2005: A bill for an act relating to employer-provided child care; requiring a report; appropriating money.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senators Wiklund, Simonson, Hoffman, and Franzen introduced--

S.F. No. 2006: A bill for an act relating to child care; requiring reports; appropriating money for child care business training.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senator Wiklund introduced--

S.F. No. 2007: A bill for an act relating to human services; modifying the at-home infant child care program; appropriating money; amending Minnesota Statutes 2016, section 119B.035, subdivisions 1, 2, 4, by adding a subdivision.

Referred to the Committee on Human Services Reform Finance and Policy.

Senator Koran introduced--

S.F. No. 2008: A bill for an act relating to commerce; modifying price marking requirements for retail merchandise; amending Minnesota Statutes 2016, section 325F.53, subdivision 1.

Referred to the Committee on Commerce and Consumer Protection Finance and Policy.

Senator Kiffmeyer introduced--

S.F. No. 2009: A bill for an act relating to information technology; requiring MN.IT to accomplish certain performance outcomes; requiring reports; amending Minnesota Statutes 2016, section 16E.0466.

Referred to the Committee on State Government Finance and Policy and Elections.

Senators Ingebrigtsen, Gazelka, Bakk, Tomassoni, and Lang introduced--

S.F. No. 2010: A bill for an act relating to game and fish; allowing two lines for angling to take fish with second-line endorsement; amending Minnesota Statutes 2016, section 97C.315, subdivision 1.

Referred to the Committee on Environment and Natural Resources Finance.

Senator Dibble introduced--

S.F. No. 2011: A bill for an act relating to health; creating an exception to the prohibition of tobacco products in public schools when used in an experiment or demonstration; amending Minnesota Statutes 2016, section 144.4165.

Referred to the Committee on Health and Human Services Finance and Policy.

Senator Dibble introduced--

S.F. No. 2012: A bill for an act relating to employment; establishing a regional minimum wage; proposing coding for new law in Minnesota Statutes, chapter 177.

Referred to the Committee on Jobs and Economic Growth Finance and Policy.

Senator Abeler introduced--

S.F. No. 2013: A bill for an act relating to health care; authorizing the Board of Medical Practice to issue a limited license to practice medicine in rural or underserved communities for international medical graduates; proposing coding for new law in Minnesota Statutes, chapter 147.

Referred to the Committee on Health and Human Services Finance and Policy.

Senators Koran and Eichorn introduced--

S.F. No. 2014: A bill for an act relating to legacy; appropriating money for Minnesota State Council on Disability.

Referred to the Committee on Environment and Natural Resources Policy and Legacy Finance.

Senator Chamberlain introduced--

S.F. No. 2015: A bill for an act relating to taxation; individual income; modifying tax rates and updating brackets to current amounts; amending Minnesota Statutes 2016, section 290.06, subdivisions 2c, 2d.

Referred to the Committee on Taxes.

Senator Little introduced--

S.F. No. 2016: A bill for an act relating to disabled veterans; providing grants through the Support Our Troops account for disability access home improvements; amending Minnesota Statutes 2016, section 190.19, subdivision 2a.

Referred to the Committee on Veterans and Military Affairs Finance and Policy.

Senators Eaton, Klein, and Jensen introduced--

S.F. No. 2017: A bill for an act relating to human services; limiting the use of pain assessments for purposes of determining provider payments; amending Minnesota Statutes 2016, section 256B.072.

Referred to the Committee on Health and Human Services Finance and Policy.

MOTIONS AND RESOLUTIONS

Senator Pappas moved that the name of Senator Latz be added as a co-author to S.F. No. 229. The motion prevailed.

Senator Isaacson moved that the name of Senator Marty be added as a co-author to S.F. No. 370. The motion prevailed.

Senator Clausen moved that the name of Senator Cohen be added as a co-author to S.F. No. 926. The motion prevailed.

Senator Abeler moved that the name of Senator Jensen be added as a co-author to S.F. No. 1132. The motion prevailed.

Senator Utke moved that the name of Senator Benson be added as a co-author to S.F. No. 1291. The motion prevailed.

Senator Goggin moved that the name of Senator Eken be added as a co-author to S.F. No. 1414. The motion prevailed.

Senator Clausen moved that the name of Senator Senjem be added as a co-author to S.F. No. 1689. The motion prevailed.

Senator Senjem moved that the name of Senator Little be added as a co-author to S.F. No. 1846. The motion prevailed.

Senator Hoffman moved that his name be stricken as chief author, shown as a co-author, and the name of Senator Eichorn be shown as chief author to S.F. No. 1904. The motion prevailed.

Senator Kiffmeyer moved that the name of Senator Mathews be added as a co-author to S.F. No. 1936. The motion prevailed.

Senator Eken moved that the name of Senator Wiger be added as a co-author to S.F. No. 1941. The motion prevailed.

Senator Marty moved that the name of Senator Dibble be added as a co-author to S.F. No. 1949. The motion prevailed.

Senator Bakk moved that S.F. No. 914, No. 52 on General Orders, be stricken and re-referred to the Committee on Finance. The motion prevailed.

Senator Hayden moved that S.F. No. 1074 be withdrawn from the Committee on Jobs and Economic Growth Finance and Policy and re-referred to the Committee on Commerce and Consumer Protection Finance and Policy. The motion prevailed.

Senator Miller moved that S.F. No. 1456, No. 47 on General Orders, be stricken and re-referred to the Committee on Finance. The motion prevailed.

Senator Benson moved that S.F. No. 1472 be withdrawn from the Committee on Health and Human Services Finance and Policy and re-referred to the Committee on Judiciary and Public Safety Finance and Policy. The motion prevailed.

Senator Ruud moved that S.F. No. 1650 be withdrawn from the Committee on Environment and Natural Resources Policy and Legacy Finance and re-referred to the Committee on Environment and Natural Resources Finance. The motion prevailed.

Senator Relph moved that S.F. No. 910 be withdrawn from the Committee on Judiciary and Public Safety Finance and Policy and re-referred to the Committee on State Government Finance and Policy and Elections. The motion prevailed.

Senator Pratt moved that S.F. No. 1473 be withdrawn from the Committee on Judiciary and Public Safety Finance and Policy, given a second reading, and placed on General Orders. The motion prevailed.

S.F. No. 1473 was read the second time.

Senator Anderson, B. moved that S.F. No. 1874 be withdrawn from the Committee on Health and Human Services Finance and Policy and re-referred to the Committee on Judiciary and Public Safety Finance and Policy. The motion prevailed.

Without objection, remaining on the Order of Business of Motions and Resolutions, the Senate reverted to the Order of Business of Reports of Committees.

REPORTS OF COMMITTEES

Senator Gazelka moved that the Committee Report at the Desk be now adopted. The motion prevailed.

Senator Abeler from the Committee on Human Services Reform Finance and Policy, to which was referred

S.F. No. 1154: A bill for an act relating to human services; establishing the Human Services Financing Reform Task Force.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on State Government Finance and Policy and Elections. Report adopted.

RECESS

Senator Gazelka 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.

MOTIONS AND RESOLUTIONS - CONTINUED

Without objection, remaining on the Order of Business of Motions and Resolutions, the Senate reverted to the Orders of Business of Reports of Committees and Second Reading of Senate Bills.

REPORTS OF COMMITTEES

Senator Jasinski moved that the Committee Reports at the Desk be now adopted. The motion prevailed.

Senator Ingebrigtsen from the Committee on Environment and Natural Resources Finance, to which was referred

S.F. No. 1395: A bill for an act relating to natural resources; providing aid to counties and watershed districts to assume jurisdiction for implementation and enforcement of the buffer law; appropriating money; amending Minnesota Statutes 2016, section 103F.48, subdivision 3; proposing coding for new law in Minnesota Statutes, chapter 477A.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 103B.101, subdivision 12a, is amended to read:

Subd. 12a. **Authority to issue penalty orders.** ~~(a) A county or watershed district with jurisdiction~~ ~~or~~ The Board of Water and Soil Resources may issue an order requiring violations of the water resources riparian protection requirements under sections 103F.415, 103F.421, and 103F.48 to be corrected and administratively assessing monetary penalties up to \$500 for noncompliance commencing on day one of the 11th month after the noncompliance notice was issued. The proceeds collected from an administrative penalty order issued under this section must be remitted to ~~the county or watershed district with jurisdiction over the noncompliant site, or otherwise remitted to~~ the Board of Water and Soil Resources.

(b) Before exercising this authority, the Board of Water and Soil Resources must adopt a plan containing procedures for the issuance of administrative penalty orders ~~by local governments and the board as authorized in this subdivision~~. This plan, and any subsequent amendments, will become effective 30 days after being published in the State Register. The initial plan must be published in the State Register no later than July 1, 2017.

(c) Administrative penalties may be reissued and appealed under paragraph (a) according to section 103F.48, subdivision 9.

Sec. 2. Minnesota Statutes 2016, section 103F.411, subdivision 1, is amended to read:

Subdivision 1. **Authority.** The Board of Water and Soil Resources, in consultation with counties, soil and water conservation districts, and other appropriate agencies, shall adopt a model ordinance and rules that serve as a guide for local governments that have adopted a soil loss ordinance to implement sections 103F.401 to 103F.455 and provide administrative procedures for the board for sections 103F.401 to 103F.455.

Sec. 3. Minnesota Statutes 2016, section 103F.48, subdivision 1, is amended to read:

Subdivision 1. **Definitions.** (a) For the purposes of this section, the following terms have the meanings given them.

(b) "Board" means the Board of Water and Soil Resources.

(c) "Buffer" means an area consisting of perennial vegetation, excluding invasive plants and noxious weeds, adjacent to all bodies of water within the state and that protects the water resources

of the state from runoff pollution; stabilizes soils, shores, and banks; and protects or provides riparian corridors.

(d) "Buffer protection map" means buffer maps established and maintained by the commissioner of natural resources.

(e) "Commissioner" means the commissioner of natural resources.

(f) "Executive director" means the executive director of the Board of Water and Soil Resources.

(g) "Local water management authority" means a watershed district, metropolitan water management organization, or county operating separately or jointly in its role as local water management authority under chapter 103B or 103D.

(h) "Normal water level" means the level evidenced by the long-term presence of surface water as indicated directly by hydrophytic plants or hydric soils or indirectly determined via hydrological models or analysis.

(i) "Public waters" ~~has the meaning given in section 103G.005, subdivision 15. The term means public waters as used in this section applies to waters that are on the public waters inventory as provided in section 103G.201~~ that have water in them continually for 12 months each year.

(j) "With jurisdiction" means a board determination that the county or watershed district has adopted a rule, ordinance, or official controls providing procedures for ~~the issuance of administrative penalty orders, enforcement, and appeals for purposes of this section and section 103B.101, subdivision 12a enforcing this section.~~

Sec. 4. Minnesota Statutes 2016, section 103F.48, subdivision 3, is amended to read:

Subd. 3. **Water resources riparian protection requirements on public waters and public drainage systems.** (a) Except as provided in paragraph (b), landowners owning property adjacent to a water body identified and mapped on a buffer protection map must maintain a buffer to protect the state's water resources as follows:

(1) for all public waters that have a shoreland classification, the more restrictive of:

(i) a 50-foot average width, 30-foot minimum width, continuous buffer of perennially rooted vegetation; or

(ii) the state shoreland standards and criteria adopted by the commissioner under section 103F.211; and

(2) for public drainage systems established under chapter 103E and public waters that do not have a shoreland classification, a 16.5-foot minimum width continuous buffer as provided in section 103E.021, subdivision 1. The buffer vegetation shall not impede future maintenance of the ditch.

(b) A landowner owning property adjacent to a water body identified in a buffer protection map and whose property is used for cultivation farming may meet the requirements under paragraph (a) by adopting an alternative riparian water quality practice, or combination of structural, vegetative, and management practices, based on the Natural Resources Conservation Service Field Office

Technical Guide or other practices approved by the local soil and water conservation district board, that provide water quality protection comparable to the buffer protection for the water body that the property abuts. Included in these practices are retention ponds and alternative measures that prevent overland flow to the water resource.

(c) The width of a buffer on public waters must be measured from the top or crown of the bank. Where there is no defined bank, measurement must be from the edge of the normal water level. The width of the buffer on public drainage systems must be measured as provided in section 103E.021, subdivision 1.

(d) Upon request by a landowner or authorized agent or operator of a landowner, a technical professional employee or contractor of the soil and water conservation district or its delegate may issue a validation of compliance with the requirements of this subdivision. The soil and water conservation district validation may be appealed to the board as described in subdivision 9.

(e) Buffers or alternative water quality practices required under paragraph (a) or (b) must be in place on or before:

(1) November 1, ~~2017~~ 2019, for public waters; and

(2) November 1, ~~2018~~ 2020, for public drainage systems.

(f) Nothing in this section limits the eligibility of a landowner or authorized agent or operator of a landowner to participate in federal or state conservation programs, including enrolling or reenrolling in federal conservation programs.

(g) After the effective date of this section, a person planting buffers or water quality protection practices to meet the requirements in paragraph (a) must use only seed mixes that were grown and processed in Minnesota. The board, a county, or a watershed district must not take corrective action under subdivision 7 against a landowner who does not have seed available to comply with this paragraph.

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

Sec. 5. Minnesota Statutes 2016, section 103F.48, subdivision 7, is amended to read:

Subd. 7. **Corrective actions.** (a) If the soil and water conservation district determines a landowner is not in compliance with this section, and the landowner has declined state or federal assistance to pay 100 percent of the cost to establish buffers or other water resource protection measures approved by the board and annual payments or an easement for the land, the district must notify the county or watershed district with jurisdiction over the noncompliant site and the board. The county or watershed district with jurisdiction or the board must provide the landowner with a list of corrective actions needed to come into compliance and a practical timeline to meet the requirements in this section. The county or watershed district with jurisdiction must provide a copy of the corrective action notice to the board.

(b) A county or watershed district exercising jurisdiction under this subdivision ~~and the enforcement authority granted in section 103B.101, subdivision 12a~~, shall affirm their jurisdiction and identify the ordinance, rule, or other official controls to carry out the compliance provisions of

this section ~~and section 103B.101, subdivision 12a~~, by notice to the board ~~prior to March 31, 2017~~. A county or watershed district must provide notice to the board at least 60 days prior to the effective date of a subsequent decision on their jurisdiction.

(c) If the landowner does not comply with the list of actions and timeline provided, the county or watershed district may enforce this section ~~under the authority granted in section 103B.101, subdivision 12a~~, or by rule of the watershed district or ordinance or other official control of the county. ~~Before exercising administrative penalty authority, a county or watershed district must adopt a plan consistent with the plan adopted by the board containing procedures for the issuance of administrative penalty orders and may issue orders beginning November 1, 2017.~~ If a county or watershed district with jurisdiction over the noncompliant site has not adopted a plan, rule, ordinance, or official control under this paragraph, the board must enforce this section under the authority granted in section 103B.101, subdivision 12a.

(d) If the county, watershed district, or board determines that sufficient steps have been taken to fully resolve noncompliance, all or part of the penalty may be forgiven.

(e) An order issued under paragraph (c) may be appealed to the board as provided under subdivision 9.

(f) A corrective action is not required for conditions resulting from a flood or other act of nature.

(g) A landowner agent or operator of a landowner may not remove or willfully degrade a riparian buffer or water quality practice, wholly or partially, unless the agent or operator has obtained a signed statement from the property owner stating that the permission for the work has been granted by the unit of government authorized to approve the work in this section or that a buffer or water quality practice is not required as validated by the soil and water conservation district. Removal or willful degradation of a riparian buffer or water quality practice, wholly or partially, by an agent or operator is a separate and independent offense and may be subject to the corrective actions and penalties in this subdivision.

(h) A county or watershed district or the board shall not enforce this section unless federal or state assistance is available to the landowner to pay 100 percent of the cost to establish buffers or other water resource protection measures approved by the board and annual payments or an easement for the land."

Delete the title and insert:

"A bill for an act relating to natural resources; modifying requirements for buffers on public water; clarifying certain rulemaking for soil loss ordinances; amending Minnesota Statutes 2016, sections 103B.101, subdivision 12a; 103F.411, subdivision 1; 103F.48, subdivisions 1, 3, 7."

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

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 450: A bill for an act relating to natural resources; modifying conditions for state park passes issued without a fee to military members and disabled veterans; amending Minnesota Statutes 2016, section 85.053, subdivisions 8, 10.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 85.053, subdivision 8, is amended to read:

Subd. 8. **Free permit; military personnel; exemption.** (a) ~~A one-day permit, Annual permits under subdivision 4, shall~~ 1 must be issued without a fee for a motor vehicle being used by a person who is serving in to active military service personnel in any branch or unit of the United States armed forces and who is stationed outside Minnesota, during the period of active service and for 90 days immediately thereafter, if the or their dependents and to recipients of a Purple Heart medal. To qualify for a free permit under this subdivision, a person presents the person's current military orders must present qualifying military identification or an annual pass for the United States military issued through the National Parks and Federal Recreational Lands Pass program to the park attendant on duty or other designee of the commissioner.

(b) ~~For purposes of this section, "active service" has the meaning given under section 190.05, subdivision 5e, when performed outside Minnesota.~~ subdivision, the commissioner shall establish what constitutes qualifying military identification by written order published in the State Register. The written order is exempt from the rulemaking provisions of chapter 14, and section 14.386 does not apply.

(c) ~~A permit is not required for a motor vehicle being used by military personnel or their dependents who have in their possession the annual pass for United States military and their dependents issued by the federal government for access to federal recreation sites. For vehicles permitted under paragraph (a), the permit or decal issued under this subdivision is valid only when displayed on a vehicle owned and occupied by the person to whom the permit is issued.~~

(d) The commissioner may issue a daily vehicle permit free of charge to an individual who qualifies under paragraph (a) and does not own or operate a motor vehicle.

Sec. 2. Minnesota Statutes 2016, section 85.053, subdivision 10, is amended to read:

Subd. 10. **Free entrance permit; disabled veterans.** (a) ~~The commissioner shall issue an annual park permit for no charge to any veteran with a total and permanent service-connected disability, and a daily park permit to any resident veteran with any level of service-connected disability, as determined by the United States Department of Veterans Affairs, who presents each year a copy of the veteran's determination letter or other official form of validation issued by the United States Department of Veterans Affairs or the United States Department of Defense to a park attendant or commissioner's designee. For the purposes of this section~~ subdivision, "veteran" has the meaning given in section 197.447.

(b) For vehicles permitted under paragraph (a), the permit or decal issued under this subdivision is valid only when displayed on a vehicle owned and occupied by the person to whom the permit is issued.

(c) The commissioner may issue a daily vehicle permit free of charge to an individual who qualifies under paragraph (a) and does not own or operate a motor vehicle."

Delete the title and insert:

"A bill for an act relating to natural resources; modifying military and veteran eligibility requirements for state park permits; amending Minnesota Statutes 2016, section 85.053, subdivisions 8, 10."

And when so amended the bill do pass and be re-referred to the Committee on Environment and Natural Resources Finance. Amendments adopted. Report adopted.

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 861: A bill for an act relating to property taxes; extending the maximum exclusion amount under the disabled veterans homestead credit to veterans with a 100 percent temporary disability rating; increasing the maximum excluded amount to \$400,000; amending Minnesota Statutes 2016, section 273.13, subdivision 34.

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

Page 1, line 17, reinstate the stricken language and delete the new language

Page 1, line 18, strike "total (100 percent) and permanent" and insert "100 percent" and after "disability" insert "rating"

Page 1, lines 19 and 20, delete the new language

And when so amended the bill do pass and be re-referred to the Committee on Taxes. Amendments adopted. Report adopted.

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 1710: A bill for an act relating to state government; establishing a new state holiday to recognize Hmong people who assisted the United States during the Vietnam War; proposing coding for new law in Minnesota Statutes, chapter 10.

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

Delete everything after the enacting clause and insert:

"Section 1. [10.5805] HMONG-LAO VETERAN MEMORIAL DAY; STATEMENT OF PURPOSE.

May 14 of each year is designated as Hmong-Lao Veteran Memorial Day in honor of all Southeast Asians, Americans, and their allies who served, suffered, sacrificed, or died in the Secret War in Laos during the Vietnam War in the years 1961 to 1975 in support of the armed forces of the United States, and in recognition of the significance of May 14, 1975, the last day of airlift evacuation of officers and their families from the covert headquarters in Long Tieng, Laos, to the Nam Phong refugee camp in Thailand. At least 35,000 Hmong lost their lives protecting American troops. Schools are encouraged to read about Hmong history or the passage above to students in honor of this day on May 14 or, if May 14 falls on a Saturday or Sunday, on the Friday preceding May 14. Businesses may close in honor of this day and an employee may request the day off without pay in observance of this day with two weeks' notice to the employer. The governor may order the American flag and Minnesota flag flown on the grounds of the Capitol area to be flown at half-staff on May 14. Local governments, private businesses, and public and private schools are encouraged to fly American and Minnesota flags at half-staff on May 14."

Amend the title as follows:

Page 1, line 2, delete "Hmong" and insert "Hmong-Lao veterans and their allies"

Page 1, line 3, delete "people"

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

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 1694: A bill for an act relating to the military; designating June 29 as General John Vessey Day; requiring the placement of a General John Vessey statue in the State Capitol; appropriating money; proposing coding for new law in Minnesota Statutes, chapter 10.

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

Page 1, delete sections 2 and 3

Amend the title as follows:

Page 1, line 2, delete "requiring"

Page 1, delete line 3

Page 1, line 4, delete "money;"

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

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 1703: A bill for an act relating to veterans; designating July 16 as Atomic Veterans Day; proposing coding for new law in Minnesota Statutes, chapter 10.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 1699: A bill for an act relating to taxation; individual income; extending the military pay and military retirement pay subtractions to military technicians; amending Minnesota Statutes 2016, section 290.0132, subdivisions 11, 21.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Taxes. Report adopted.

Senator Anderson, B. from the Committee on Veterans and Military Affairs Finance and Policy, to which was referred

S.F. No. 1700: A bill for an act relating to crime; clarifying military member and adding veterans to offense of impersonation; amending Minnesota Statutes 2016, section 609.475.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Judiciary and Public Safety Finance and Policy. Report adopted.

Senator Rosen from the Committee on Finance, to which was re-referred

S.F. No. 720: A bill for an act relating to commerce; authorizing the Minnesota premium security plan as a state-based reinsurance program administered by the Minnesota Comprehensive Health Association; modifying certain provider taxes; imposing a reinsurance tax; appropriating money; amending Minnesota Statutes 2016, section 62E.10, subdivision 2; proposing coding for new law in Minnesota Statutes, chapter 62E.

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

Page 1, delete section 1 and insert:

"Section 1. Minnesota Statutes 2016, section 62E.10, subdivision 2, is amended to read:

Subd. 2. **Board of directors; organization.** The board of directors of the association shall be made up of ~~eleven~~ 13 members as follows: six directors selected by contributing members, subject to approval by the commissioner, one of which must be a health actuary; two directors selected by the commissioner of human services, one of whom must represent hospitals and one of whom must represent health care providers; five public directors selected by the commissioner, at least two of whom must be plan enrollees, two of whom are covered under an individual plan subject to assessment under section 62E.11 or group plan offered by an employer subject to assessment under section 62E.11, enrollees in the individual market and one of whom must be a licensed insurance agent. At least two of the public directors must reside outside of the seven-county metropolitan area. In determining voting rights at members' meetings, each member shall be entitled to vote in person or proxy. ~~The vote shall be a weighted vote based upon the member's cost of self insurance, accident and health insurance premium, subscriber contract charges, health maintenance contract payment, or community integrated service network payment derived from or on behalf of Minnesota residents in the previous calendar year, as determined by the commissioner.~~ In approving directors of the board, the commissioner shall consider, among other things, whether all types of members are fairly represented. Directors selected by contributing members may be reimbursed from the money of the

association for expenses incurred by them as directors, but shall not otherwise be compensated by the association for their services. ~~The costs of conducting meetings of the association and its board of directors shall be borne by members of the association.~~"

Page 6, line 12, delete "fund" and insert "pay all valid claims submitted by eligible carriers for"

Page 8, line 1, delete "and"

Page 8, line 2, delete "available." and insert "from the health care access fund; and"

Page 8, after line 2, insert:

"(4) any state funds from the general fund.

(c) The association shall return to the commissioner of commerce any general fund amount not used to pay claims submitted by eligible health carriers under the Minnesota premium security plan by June 30, 2021. Any amount returned to the commissioner of commerce shall be transferred to the budget reserve account under section 16A.152, subdivision 1a."

Page 9, line 8, delete "TRANSFER" and insert "TRANSFERS"

Page 9, line 9, before "The" insert "(a)"

Page 9, after line 11, insert:

"(b) The commissioner of management and budget shall transfer \$120,000,000 in fiscal year 2018 and \$120,000,000 in fiscal year 2019 from the budget reserve account in Minnesota Statutes, section 16A.152, subdivision 1a, to the general fund. This is a onetime transfer."

(c) The commissioner of management and budget shall transfer \$120,000,000 in fiscal year 2018 and \$120,000,000 in fiscal year 2019 from the general fund to the reinsurance fund account in the special revenue fund. This is a onetime transfer."

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

Senator Fischbach from the Committee on Higher Education Finance and Policy, to which was referred

S.F. No. 609: A bill for an act relating to education finance; authorizing additional school employees to participate in Southwest Minnesota State University's special education teacher education program; extending an appropriation; amending Laws 2016, chapter 189, article 25, section 62, subdivision 17.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on E-12 Finance. Report adopted.

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 444: A bill for an act relating to liquor; creating labeling requirements for 3.2 percent malt liquor; amending Minnesota Statutes 2016, section 340A.301, by adding a subdivision.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 340A.22, subdivision 2, is amended to read:

Subd. 2. **Cocktail room license.** (a) A municipality, including a city with a municipal liquor store, may issue the holder of a microdistillery license under this chapter a microdistillery cocktail room license. A microdistillery cocktail room license authorizes on-sale of distilled liquor produced by the distiller for consumption on the premises of or adjacent to one distillery location owned by the distiller. Notwithstanding section 340A.504, subdivision 3, a cocktail room may be open and may conduct on-sale business on Sundays if authorized by the municipality. Nothing in this subdivision precludes the holder of a microdistillery cocktail room license from also holding a license to operate a restaurant at the distillery. Section 340A.409 shall apply to a license issued under this subdivision. All provisions of this chapter that apply to a retail liquor license shall apply to a license issued under this subdivision unless the provision is explicitly inconsistent with this subdivision.

(b) A distiller may only have one cocktail room license under this subdivision, and may not have an ownership interest in a distillery licensed under section 340A.301, subdivision 6, clause (a).

(c) The municipality shall impose a licensing fee on a distiller holding a microdistillery cocktail room license under this subdivision, subject to limitations applicable to license fees under section 340A.408, subdivision 2, paragraph (a).

(d) A municipality shall, within ten days of the issuance of a license under this subdivision, inform the commissioner of the licensee's name and address and trade name, and the effective date and expiration date of the license. The municipality shall also inform the commissioner of a license transfer, cancellation, suspension, or revocation during the license period.

(e) No single entity may hold both a cocktail room and taproom license, and a cocktail room and taproom may not be collocated.

Sec. 2. Minnesota Statutes 2016, section 340A.301, is amended by adding a subdivision to read:

Subd. 12. **3.2 percent malt liquor; label.** 3.2 percent malt liquor, as defined under section 340A.101, subdivision 19, may be sold with a label that states "MAX 3.2% ALC/WT" or equivalent, on the side of the can or bottle, and does not require a similar disclosure on the can top or bottom. The commissioner shall establish standards to implement this requirement.

EFFECTIVE DATE. This section is effective on July 1, 2017, and applies to all cans or bottles sold after that date.

Sec. 3. **CITY OF MINNEAPOLIS; SPECIAL LICENSES.**

The city of Minneapolis may issue an on-sale intoxicating liquor license to a restaurant located at 4312 Upton Avenue South, notwithstanding any law or local ordinance or charter provision.

EFFECTIVE DATE. This section is effective upon approval by the Minneapolis City Council and compliance with Minnesota Statutes, section 645.021.

Sec. 4. **NATIONAL FOOTBALL LEAGUE TRAINING SITE; ON-SALE LICENSES.**

Notwithstanding Minnesota Statutes, section 340A.404, subdivision 1, or any other law or local ordinance to the contrary, the city of Eagan may issue an on-sale intoxicating liquor license to the owner of a National Football League sports facility located on property in the city of Eagan in Dakota County, legally described as Lot 1, Block 1, Viking Lakes, and to any concessionaire operator or third-party vendor under contract with the owner. The license authorizes the sale of intoxicating liquor to persons attending any and all events on Lots 1 and 2, Block 1, Viking Lakes, that are in conjunction with activities on Lot 1. The license may be issued for a space that is not compact and contiguous, provided that the licensed premises shall only be the space described in the approved license. The license authorizes sales on all days of the week. All provisions of Minnesota Statutes, chapter 340A, not inconsistent with this section, apply to the license under this section.

EFFECTIVE DATE. This section is effective upon approval by the Eagan City Council and compliance with Minnesota Statutes, section 645.021.

Sec. 5. **RENVILLE COUNTY; GOLF COURSE.**

Notwithstanding any law, local ordinance, or charter provision to the contrary, the Renville County Board may issue an on-sale intoxicating liquor license for the golf course in Fort Ridgely State Park. The provisions of Minnesota Statutes, chapter 340A, not inconsistent with this section, apply to the license issued under this section.

EFFECTIVE DATE. This section is effective upon approval by the Renville County board and compliance with Minnesota Statutes, section 645.021.

Sec. 6. **SPECIAL CLOSING TIMES; 2018 SUPER BOWL.**

During the 2018 National Football League Super Bowl at U.S. Bank Stadium, licensing jurisdictions that lie fully or partially within Hennepin and Ramsey Counties may, at their discretion, issue special permits for service of alcohol through extended hours lasting until 4:00 a.m. each day. This section is subject to the following conditions:

(1) only holders of an existing on-sale intoxicating liquor license or a 3.2 malt liquor license are eligible for later closing hours;

(2) later closing hours apply only during the period from 12:00 p.m. on February 2, 2018, through 4:00 a.m. on February 5, 2018;

(3) local licensing jurisdictions issuing special permits to operate with extended hours during the days listed in clause (2) may charge a fee up to but not to exceed \$250 for a permit. In the process

of issuing a permit under this section, the licensing jurisdiction may limit approval to specified geographic, zoning, or license classifications within its jurisdiction; and

(4) this section expires at 4:01 a.m. on February 5, 2018.

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

Sec. 7. SPECIAL LICENSE; NEW HOPE.

Notwithstanding any law or ordinance to the contrary, the city of New Hope may issue an on-sale intoxicating liquor license for the New Hope Village Golf Course that is located at 8130 Bass Lake Road and is owned by the city. The provisions of Minnesota Statutes, chapter 340A, not inconsistent with this section, apply to the license issued under this section. The city of New Hope is deemed the licensee under this section, and the provisions of Minnesota Statutes, sections 340A.603 and 340A.604, apply to the license as if the establishment were a municipal liquor store.

EFFECTIVE DATE. This section is effective upon approval by the New Hope City Council and compliance with Minnesota Statutes, section 645.021.

Sec. 8. SPECIAL LICENSE; SARTELL.

The city of Sartell may issue an on-sale intoxicating liquor license, an on-sale wine license, or an on-sale malt liquor license for the city-owned facilities known as Sartell Community Center, located at 850 19th Street South; Pinecone Central Park, located at 1105 Central Park Blvd; and Champion Field, located at 710 12th Street North, notwithstanding any law, local ordinance, or charter provision. A license issued under this section authorizes sales on all days of the week to persons attending events at these facilities.

EFFECTIVE DATE. This section is effective upon approval by the Sartell City Council and compliance with Minnesota Statutes, section 645.021."

Amend the title accordingly

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

Senator Kiffmeyer from the Committee on State Government Finance and Policy and Elections, to which was referred

S.F. No. 1778: A bill for an act relating to state government; precluding per diem living expenses for legislators during a special session; proposing coding for new law in Minnesota Statutes, chapter 3.

Reports the same back with the recommendation that the bill do pass. Report adopted.

Senator Kiffmeyer from the Committee on State Government Finance and Policy and Elections, to which was re-referred

S.F. No. 1130: A bill for an act relating to veterans; establishing a veterans preference in hiring in the legislature and state courts; amending Minnesota Statutes 2016, section 197.455, subdivision 1; proposing coding for new law in Minnesota Statutes, chapters 3; 480.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Judiciary and Public Safety Finance and Policy. Report adopted.

Senator Kiffmeyer from the Committee on State Government Finance and Policy and Elections, to which was re-referred

S.F. No. 1288: A bill for an act relating to human services; establishing an advisory committee; modifying the tax code; modifying assertive community treatment and intensive residential treatment services, Minnesota family investment program innovation funds, and appeals and fair hearings for Northstar Care for Children; amending Minnesota Statutes 2016, sections 256.01, by adding a subdivision; 256B.0622, subdivisions 3a, 4; 256J.626, subdivision 5; 270B.14, subdivision 1.

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

Page 1, delete section 1

Page 5, delete sections 4 and 5

Renumber the sections in sequence

Amend the title as follows:

Page 1, line 2, delete everything after "human services;"

Page 1, delete lines 3 and 4 and insert "modifying certification requirements for assertive community treatment;"

Page 1, line 5, delete everything before "amending"

Amend the title numbers accordingly

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

Senator Kiffmeyer from the Committee on State Government Finance and Policy and Elections, to which was re-referred

S.F. No. 1293: A bill for an act relating to workers' compensation; adopting recommendations of the Workers' Compensation Advisory Council; adopting department proposals; allowing a forbearance of amounts owed to the special compensation fund; modifying intervention procedures; authorizing rulemaking; amending Minnesota Statutes 2016, sections 176.1362, subdivisions 1, 2; 176.275, subdivision 1; 176.285; 176.361, subdivisions 2, 3; 176.521, by adding a subdivision; 176.541, subdivisions 1, 8, by adding a subdivision; 176.611, subdivision 2; proposing coding for

new law in Minnesota Statutes, chapter 176; repealing Minnesota Statutes 2016, section 176.541, subdivision 7.

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

Page 15, delete lines 6 to 8 and insert:

"The Office of Administrative Hearings shall adopt rules under Minnesota Statutes, chapter 14, only to the extent necessary to conform to the amendments made in section 3 to Minnesota Statutes, section 176.521, subdivision 2b. This authorization to conduct rulemaking expires December 31, 2018."

And when so amended the bill do pass and be re-referred to the Committee on Finance. Amendments adopted. Report adopted.

Senator Kiffmeyer from the Committee on State Government Finance and Policy and Elections, to which was re-referred

S.F. No. 1154: A bill for an act relating to human services; establishing the Human Services Financing Reform Task Force.

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

Page 1, line 15, delete "must consist of" and insert "consists of 17 members, as follows"

Page 1, delete line 21

Page 2, line 1, delete "(5) three" and insert "(4) four"

Page 2, delete line 2 and insert "Hennepin or Ramsey Counties; one must represent the counties of Anoka, Carver, Dakota, Scott, or Washington; and two must represent greater Minnesota. Of these four members"

Page 2, line 3, delete "additionally,"

Page 2, line 5, delete "(6)" and insert "(5)"

Page 2, line 8, delete "(7)" and insert "(6)"

Page 2, line 10, delete "(8)" and insert "(7)"

Page 2, line 13, before "the" insert "public members of"

Page 2, line 14, after "that" insert "public members of the" and delete the second "members"

Page 2, line 30, delete "and"

Page 2, after line 30, insert:

"(4) inventory and analysis of current human services programs available through federal, state, and local funds; and"

Page 3, line 1, delete "(4)" and insert "(5)"

Page 3, line 6, delete "July 1" and insert "December 31"

Page 3, line 7, after "financing" insert "and with any draft legislation necessary to implement the recommendations"

Page 3 line 8, delete everything after the second comma and insert "or upon submission of the report required in this section"

Page 3, line 9, delete "legislature"

And when so amended the bill do pass and be re-referred to the Committee on Rules and Administration. Amendments adopted. Report adopted.

Senator Kiffmeyer from the Committee on State Government Finance and Policy and Elections, to which was referred

S.F. No. 1251: A bill for an act relating to state government; establishing a Legislative Commission on Cyber Security; providing legislative appointments; proposing coding for new law in Minnesota Statutes, chapter 3.

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

Page 1, line 6, delete "CYBER SECURITY" and insert "CYBERSECURITY"

Page 1, line 7, delete "Cyber Security" and insert "Cybersecurity"

Page 1, line 8, delete "six" and insert "eight"

Page 1, line 9, delete "three" and insert "four"

Page 1, line 10, delete "one senator" and insert "two senators"

Page 1, line 11, delete "three" and insert "four"

Page 1, line 12, after "speaker" insert "of the house of representatives" and delete "one member" and insert "two members"

Page 1, lines 19 and 21, delete "cyber security" and insert "cybersecurity"

Page 2, line 1, delete "cyber security" and insert "cybersecurity" and delete "may" and insert "shall" and delete "for"

Page 2, delete line 2 and insert "and draft legislation to support and strengthen the state's cybersecurity infrastructure."

Page 2, line 8, before "The" insert "The commission must meet at least three times per calendar year."

Page 2, line 9, delete "cyber" and insert "cybersecurity"

Page 2, line 10, delete "security"

Page 2, delete lines 13 to 16

Renumber the subdivisions in sequence

Page 2, line 19, delete "CYBER SECURITY" and insert "CYBERSECURITY"

Page 2, line 21, delete "Cyber Security" and insert "Cybersecurity" and delete "March 15" and insert "May 1"

Page 2, line 23, delete "Cyber Security" and insert "Cybersecurity"

Page 2, after line 25, insert:

"Subd. 3. **Meetings in 2017.** Notwithstanding Minnesota Statutes, section 3.888, subdivision 5, the commission must meet at least twice in 2017."

Amend the title as follows:

Page 1, line 2, delete "Cyber" and insert "Cybersecurity"

Page 1, line 3, delete "Security"

And when so amended the bill do pass and be re-referred to the Committee on Rules and Administration. Amendments adopted. Report adopted.

Senator Benson from the Committee on Health and Human Services Finance and Policy, to which was referred

S.F. No. 730: A bill for an act relating to health; establishing an opiate stewardship program; appropriating money; requiring a report; amending Minnesota Statutes 2016, sections 151.065, subdivision 3; 151.252, subdivision 1; proposing coding for new law in Minnesota Statutes, chapter 151.

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

Delete everything after the enacting clause and insert:

"Section 1. Minnesota Statutes 2016, section 151.065, is amended by adding a subdivision to read:

Subd. 3a. **Stewardship fee.** (a) In addition to the annual renewal fee specified under subdivision 3, any drug manufacturer licensed under section 151.252 that sells opiates listed under section 152.02, subdivision 3, paragraph (b) or (c), in this state shall pay an annual stewardship fee.

(b) Annually by March 1, beginning March 1, 2018, a manufacturer must report to the board the quantity of each opiate listed in section 152.02, subdivision 3, paragraphs (b) and (c), that the manufacturer sold in the state in the previous calendar year. The board shall use the information in the report to calculate the stewardship fee for each manufacturer. The stewardship fee shall be equal

to one cent per morphine milligram equivalent of opiates listed in section 152.02, subdivision 3, paragraphs (b) and (c). The board shall use a morphine equivalent chart published by the Centers for Disease Control and Prevention or another reputable source to calculate morphine equivalents. If there is no commonly accepted morphine equivalent for an opiate in a manufacturer's report, the board shall determine an appropriate conversion based on its knowledge and expertise and shall notify the manufacturer of the conversion value and method.

(c) The stewardship fees received by the board under this subdivision shall be deposited in the state treasury and credited to the opiate stewardship account established under section 151.255.

Sec. 2. Minnesota Statutes 2016, section 151.252, subdivision 1, is amended to read:

Subdivision 1. **Requirements.** (a) No person shall act as a drug manufacturer without first obtaining a license from the board and paying any applicable fee specified in section 151.065.

(b) Application for a drug manufacturer license under this section shall be made in a manner specified by the board.

(c) No license shall be issued or renewed for a drug manufacturer unless the applicant agrees to operate in a manner prescribed by federal and state law and according to Minnesota Rules.

(d) No license shall be issued or renewed for a drug manufacturer that is required to be registered pursuant to United States Code, title 21, section 360, unless the applicant supplies the board with proof of registration. The board may establish by rule the standards for licensure of drug manufacturers that are not required to be registered under United States Code, title 21, section 360.

(e) No license shall be issued or renewed for a drug manufacturer that is required to be licensed or registered by the state in which it is physically located unless the applicant supplies the board with proof of licensure or registration. The board may establish, by rule, standards for the licensure of a drug manufacturer that is not required to be licensed or registered by the state in which it is physically located.

(f) The board shall require a separate license for each facility located within the state at which drug manufacturing occurs and for each facility located outside of the state at which drugs that are shipped into the state are manufactured.

(g) The board shall not issue an initial or renewed license for a drug manufacturing facility unless the facility passes an inspection conducted by an authorized representative of the board. In the case of a drug manufacturing facility located outside of the state, the board may require the applicant to pay the cost of the inspection, in addition to the license fee in section 151.065, unless the applicant furnishes the board with a report, issued by the appropriate regulatory agency of the state in which the facility is located or by the United States Food and Drug Administration, of an inspection that has occurred within the 24 months immediately preceding receipt of the license application by the board. The board may deny licensure unless the applicant submits documentation satisfactory to the board that any deficiencies noted in an inspection report have been corrected.

(h) The board shall not renew the license of any drug manufacturer that is required to pay the stewardship fee under section 151.065, subdivision 3a, unless the drug manufacturer pays the board the required fee in accordance with section 151.065, subdivision 3a.

Sec. 3. **[151.255] OPIATE PRODUCT STEWARDSHIP.**

Subdivision 1. Establishment of the advisory council. (a) The Opiate Product Stewardship Advisory Council is established to confront the opioid addiction and overdose epidemic in this state and focus on:

(1) prevention and education, including public education and awareness for adults and youth, prescriber education, and the development and sustainability of opioid overdose prevention programs;

(2) a continuum of care for opioid-related substance use disorders that expands and enhances all modalities of treatment from detox to sober housing; and

(3) services to ensure overdose prevention as well as public safety and community well-being, including expanding access to naloxone and providing social services to families affected by the opioid overdose epidemic.

(b) The council shall:

(1) review local, state, and federal initiatives and activities related to education, prevention, and services for individuals and families experiencing and affected by opioid abuse;

(2) establish priorities and actions to address the state's opioid epidemic for the purpose of allocating funds;

(3) ensure optimal allocation of available funding and alignment of existing state and federal funding to achieve the greatest impact and ensure a coordinated state effort;

(4) develop criteria and procedures to be used in awarding grants and allocating available funds from the opiate stewardship account; and

(5) develop measurable outcomes to determine the effectiveness of the funds allocated under this section.

(c) The council shall make recommendations on possible grant and funding options for the funds annually appropriated to the commissioner of human services from the opiate stewardship account. The options for funding may include prescriber education, the development and sustainability of prevention programs, the creation of a continuum of care for opioid-related substance abuse disorders from detox to sober houses, and additional funding for child protection case management services for children and families affected by opioid addiction.

(d) The council shall submit recommendations for possible funding options to the chairs and ranking minority members of the legislative committees with jurisdiction over health and human services policy and finance by March 1 of each year beginning March 1, 2019.

Subd. 2. Membership. (a) The council shall consist of 17 members appointed by the commissioner of human services, except as otherwise specified:

(1) two members of the house of representatives, one from the majority party appointed by the speaker of the house and one from the minority party appointed by the minority leader;

(2) two members of the senate, one from the majority party appointed by the senate majority leader and one from the minority party appointed by the senate minority leader;

(3) one member appointed by the Board of Pharmacy;

(4) one member appointed by the Minnesota chapter of the American College of Emergency Physicians who is a medical doctor;

(5) one member representing opioid treatment facilities or sober living facilities;

(6) one member who is a medical doctor appointed by the Minnesota Hospital Association;

(7) one member who is a medical doctor appointed by the Minnesota Society of Addiction Medicine;

(8) one member representing a pain psychologist;

(9) one member appointed by the Steve Rummeler Hope Network;

(10) one member appointed by the Minnesota Ambulance Association;

(11) one member representing the Minnesota courts who is a judge or law enforcement officer;

(12) one public member who is a Minnesota resident and who has been impacted by the opioid epidemic;

(13) one member representing an Indian tribe;

(14) the commissioner of human services or designee; and

(15) the commissioner of health or designee.

(b) Except for section 15.059, subdivisions 2 and 3, section 15.059 shall apply to the council and all the council member appointments, except those members who are commissioners or their designees. The members of the council shall receive no compensation other than reimbursement for expenses. Notwithstanding section 15.059, subdivision 6, the council shall not expire.

(c) The chair must convene the council at least quarterly, and may convene other meetings as deemed necessary.

(d) The commissioner of human services shall provide staff for administrative services for the advisory council.

Subd. 3. **Dedicated account.** (a) The opiate stewardship account is created in the special revenue fund in the state treasury. The fees collected by the Board of Pharmacy under section 151.065, subdivision 3a, shall be deposited in the account.

(b) In fiscal year 2018, money in the account is appropriated to the commissioner of human services to be allocated in accordance with section 4.

(c) Beginning July 1, 2019, and each fiscal year thereafter, money in the account shall be appropriated to the commissioner of human services to be awarded as grants as determined appropriate to address the opioid epidemic in the state.

Sec. 4. OPIOID ABUSE PREVENTION GRANTS FOR FISCAL YEAR 2018.

Subdivision 1. **Opioid prescriber education and public awareness grants.** For fiscal year 2018, from the funds appropriated to the commissioner of human services from the opioid stewardship account established in Minnesota Statutes, section 151.255, subdivision 3, the commissioner of human services shall award up to \$1,000,000 in grants to nonprofit organizations for the purpose of expanding prescriber education, public awareness and outreach on the opioid epidemic and overdose prevention programs. The grantees must coordinate with health care systems, professional associations, and emergency medical services providers. Each grantee receiving funds under this paragraph shall report to the commissioner of human services and the Opiate Product Stewardship Advisory Council on how the funds were spent and the outcomes achieved.

Subd. 2. **County social services.** For fiscal year 2018, \$15,000,000 of the funds appropriated to the commissioner of human services from the opiate stewardship account established in Minnesota Statutes, section 151.255, subdivision 3, shall be used for county social services agencies to provide services to children in placement who are affected by opioid addiction. The commissioner shall distribute the money allocated under this subdivision proportionally to counties based on the number of open child protection case management cases in the county using data from the previous calendar year.

Subd. 3. **Pilot projects.** (a) For fiscal year 2018, from the funds appropriated to the commissioner of human services from the opiate stewardship account in Minnesota Statutes, section 151.255, subdivision 3, the commissioner of human services shall transfer \$2,500,000 to the commissioner of health to establish up to 12 opioid abuse prevention pilot projects.

(b) Each pilot project must:

(1) be designed to reduce emergency room and other health care provider visits resulting from opioid use or abuse, and reduce rates of opioid addiction in the community;

(2) establish multi-disciplinary controlled substance care teams, that may consist of physicians, pharmacists, social workers, nurse care coordinators, and mental health professionals;

(3) deliver health care services and care coordination, through controlled substance care teams, to reduce the inappropriate use of opioids by patients and rates of opioid addiction;

(4) address any unmet social service needs that create barriers to managing pain effectively and obtaining optimal health outcomes;

(5) provide prescriber and dispenser education and assistance to reduce the inappropriate prescribing and dispensing of opioids;

(6) promote the adoption of best practices related to opioid disposal and reducing opportunities for illegal access to opioids; and

(7) engage partners outside of the health care system, including schools, law enforcement, and social services, to address root causes of opioid abuse and addiction at the community level.

(c) The commissioner shall contract with an accountable community for health that operates an opioid abuse prevention project, and can document success in reducing opioid use through the use of controlled substance care teams, to assist the commissioner in administering this section, and to provide technical assistance to the commissioner and to entities selected to operate a pilot project.

(d) The contract under paragraph (c) shall require the accountable community for health to evaluate the extent to which the pilot projects were successful in reducing the inappropriate use of opioids. The evaluation must analyze changes in the number of opioid prescriptions, the number of emergency room visits related to opioid use, and other relevant measures. The accountable community for health shall report evaluation results to the chairs and ranking minority members of the legislative committees with jurisdiction over health and human services policy and finance and public safety, by December 15, 2019.

Subd. 4. **Board of Pharmacy.** For fiscal year 2018, from the funds appropriated to the commissioner of human services from the opiate stewardship account in Minnesota Statutes, section 151.255, subdivision 3, the commissioner shall transfer \$50,000 to the Board of Pharmacy to be used for system changes needed to collect the stewardship fee specified in Minnesota Statutes, section 151.065, subdivision 3a.

Sec. 5. OPIATE PRODUCT STEWARDSHIP ADVISORY COUNCIL FIRST MEETING.

The commissioner of human services shall convene the first meeting of the Opiate Product Stewardship Advisory Council no later than October 1, 2017. The members shall elect a chair at the first meeting."

Amend the title numbers accordingly

And when so amended the bill do pass and be re-referred to the Committee on State Government Finance and Policy and Elections. Amendments adopted. Report adopted.

Senator Benson from the Committee on Health and Human Services Finance and Policy, to which was referred

S.F. No. 1517: A bill for an act relating to health; modifying record and data provisions for quality of care complaints; amending Minnesota Statutes 2016, section 62D.115, subdivision 4.

Reports the same back with the recommendation that the bill do pass and be re-referred to the Committee on Judiciary and Public Safety Finance and Policy. Report adopted.

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 1738: A bill for an act relating to health care; requiring health plan companies to provide enrollees access to participating primary care providers; requiring health plan companies to contract with certain primary care providers; proposing coding for new law in Minnesota Statutes, chapter 62Q; repealing Minnesota Statutes 2016, section 62Q.57.

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

Page 1, delete lines 17 to 20 and insert:

"(2) is in the process of becoming certified as a health care home under section 256B.0751. To remain eligible for in-network status under this subdivision, the primary care provider must complete the certification process within six months to remain an in-network provider."

Page 2, delete lines 3 to 6 and insert:

"(d) The primary care provider and health plan company may negotiate the payment rate for covered services provided by the primary care provider. The rate must not be less than the rate paid by the health plan company to the provider under a different category of coverage or health product, or other arrangement within a category of coverage."

Page 2, line 30, delete "and" and insert "or"

Page 3, after line 2, insert:

"Subd. 8. **Enforcement.** The commissioner shall enforce this section."

And when so amended the bill do pass and be re-referred to the Committee on Health and Human Services Finance and Policy. Amendments adopted. Report adopted.

Senator Benson from the Committee on Health and Human Services Finance and Policy, to which was referred

S.F. No. 1309: A bill for an act relating to health; protecting physician-patient relationship by prohibiting noncompete agreements; proposing coding for new law in Minnesota Statutes, chapter 145.

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

Delete everything after the enacting clause and insert:

"Section 1. [62J.775] RESTRICTIVE NONCOMPETE AGREEMENTS.

Subdivision 1. **Purpose.** In order to maintain continuity of care, protect the physician-patient relationship, and increase access to care, the right of physicians to practice medicine in a particular locale and for a definite period of time shall not be restrained by noncompete agreements.

Subd. 2. **Restrictive noncompete agreements.** Any contract or agreement that creates or establishes the terms of a partnership, employment, or any other form of professional relationship with a primary-care physician licensed to practice medicine under chapter 147 that includes any restriction on the right of the physician to practice medicine in any geographic area for any period of time after the termination of the partnership, employment, or professional relationship is void and unenforceable with respect to such restriction. Nothing in this section shall render the remaining provisions of the contract or agreement void or unenforceable."

Amend the title accordingly

And when so amended the bill do pass and be re-referred to the Committee on Judiciary and Public Safety Finance and Policy. Amendments adopted. Report adopted.

Senator Benson from the Committee on Health and Human Services Finance and Policy, to which was referred

S.F. No. 1032: A bill for an act relating to human services; modifying the definition of traumatic brain injury for the state traumatic brain injury program; appropriating money for programs related to reducing fetal alcohol syndrome and related effects; amending Minnesota Statutes 2016, section 256B.093, subdivision 4.

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

Page 1, delete section 1 and insert:

"Section 1. Minnesota Statutes 2016, section 256B.093, subdivision 2, is amended to read:

Subd. 2. **Eligibility.** Persons eligible for traumatic brain injury administrative case management and consultation must be eligible medical assistance recipients who have traumatic or certain acquired brain injury, including a brain injury acquired by fetal alcohol exposure, and are at risk of institutionalization.

Sec. 2. **DIRECTION TO THE COMMISSIONER.**

The commissioner of human services shall seek to amend the brain injury waiver to include, as eligible persons, individuals with a fetal alcohol spectrum disorder diagnosis who are not being served under the developmental disability waiver."

Page 1, delete lines 20 and 21

Page 2, line 2, after "organization" insert "and, where available, a family home visiting program"

Renumber the sections in sequence

Delete the title and insert:

"A bill for an act relating to human services; directing the commissioner of human services to seek an amendment to the brain injury waiver; modifying eligibility for traumatic brain injury administrative case management and consultation; appropriating money for programs related to reducing fetal alcohol syndrome and related effects; amending Minnesota Statutes 2016, section 256B.093, subdivision 2."

And when so amended the bill do pass and be re-referred to the Committee on Human Services Reform Finance and Policy. Amendments adopted. Report adopted.

Senator Dahms from the Committee on Commerce and Consumer Protection Finance and Policy, to which was referred

S.F. No. 1963: A bill for an act relating to health insurance; regulating coverages; amending Minnesota Statutes 2016, sections 62A.04, subdivision 1; 62A.21, subdivision 2a; 62A.65,

subdivisions 2, 5, by adding a subdivision; 62D.105, subdivisions 1, 2; 62E.04, subdivision 11; 62E.05, subdivision 1; 62E.06, by adding a subdivision; 62Q.18, subdivision 7; Laws 2017, chapter 2, article 2, section 13; proposing coding for new law in Minnesota Statutes, chapter 62V.

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

Page 1, delete lines 13 to 16 and insert "provisions of subdivision 2, clauses (4), (5), (6), (7), (8), (9), (10), and (12); subdivision 3, clauses (1), (3), (4), (5), (6), and (7); subdivision 6; and subdivision 10 do not apply to accident and sickness or accident and health insurance that are health plans defined in section 62A.011, subdivision 3."

And when so amended the bill do pass and be re-referred to the Committee on Health and Human Services Finance and Policy. Amendments adopted. Report adopted.

SECOND READING OF SENATE BILLS

S.F. Nos. 1395, 1710, 1694, 1703, 720, 444, 1778, and 1288 were read the second time.

MOTIONS AND RESOLUTIONS - CONTINUED

Senator Senjem moved that S.F. No. 1543 be withdrawn from the Committee on Environment and Natural Resources Policy and Legacy Finance and re-referred to the Committee on Transportation Finance and Policy. The motion prevailed.

MEMBERS EXCUSED

Senator Latz was excused from the Session of today. Senator Ruud was excused from the Session of today at 6:45 p.m.

ADJOURNMENT

Senator Jasinski moved that the Senate do now adjourn until 11:00 a.m., Monday, March 13, 2017. The motion prevailed.

Cal R. Ludeman, Secretary of the Senate

