

1 Senator Cohen from the Committee on Finance, to which was
2 re-referred

3 S.F. No. 1980: A bill for an act relating to
4 appropriations; appropriating money for transportation,
5 Metropolitan Council, and public safety activities; providing
6 for general contingent accounts and tort claims; authorizing
7 issuance of trunk highway bonds; modifying provision for
8 handling state mail; modifying vehicle registration tax and fee
9 provisions; increasing fees for motor vehicle transfers and
10 driver and vehicle services; establishing and modifying
11 accounts; abolishing statewide bicycle registration program;
12 proposing an amendment to the Minnesota Constitution, article
13 XIV; providing for road signs; establishing multimodal
14 transportation fund; increasing and indexing tax on motor fuels
15 and allocating proceeds of the increase; reapportioning highway
16 state-aid money to counties; changing vehicle registration tax
17 rates; allocating proceeds of sales tax on motor vehicles;
18 authorizing local transportation sales and excise tax; requiring
19 a report; making technical and clarifying revisions; amending
20 Minnesota Statutes 2004, sections 16B.49; 115A.908, subdivision
21 1; 161.04, by adding a subdivision; 161.081, subdivision 3;
22 162.06, subdivision 2; 162.07, subdivision 1, by adding
23 subdivisions; 168.011, by adding a subdivision; 168.013,
24 subdivisions 1a, 8; 168.09, subdivision 7; 168.105, subdivisions
25 2, 3, 5; 168.12; 168.123; 168.1235; 168.124; 168.125; 168.1255;
26 168.127, subdivision 6; 168.128; 168.129; 168.1291; 168.1293;
27 168.1296; 168.1297; 168.27, subdivision 11; 168.33; 168.345,
28 subdivisions 1, 2; 168.381; 168.54, subdivisions 4, 5; 168A.152,
29 subdivision 2; 168A.29; 168A.31; 169.09, subdivision 13;
30 169A.60, subdivision 16; 171.06, subdivisions 2, 2a; 171.061,
31 subdivision 4; 171.07, subdivision 11; 171.13, subdivision 6, by
32 adding a subdivision; 171.20, subdivision 4; 171.26; 171.29,
33 subdivision 2; 171.36; 296A.07, subdivision 3, by adding a
34 subdivision; 296A.08, subdivision 2, by adding a subdivision;
35 297B.09, subdivision 1; 446A.085, subdivisions 3, 8, by adding a
36 subdivision; proposing coding for new law in Minnesota Statutes,
37 chapters 16A; 160; 161; 168; 297A; 299A; repealing Minnesota
38 Statutes 2004, sections 168.012, subdivision 12; 168.041,
39 subdivision 11; 168.105, subdivision 6; 168.231; 168.345,
40 subdivisions 3, 4; 168C.01; 168C.02; 168C.03; 168C.04; 168C.05;
41 168C.06; 168C.07; 168C.08; 168C.09; 168C.10; 168C.11; 168C.12;
42 168C.13; 170.23; 171.12, subdivision 8; 171.185; Minnesota
43 Rules, parts 7407.0100; 7407.0200; 7407.0300; 7407.0400;
44 7407.0500; 7407.0600; 7407.0700; 7407.0800; 7407.0900;
45 7407.1000; 7407.1100; 7407.1200; 7407.1300.

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

48 Pages 2 to 14, delete article 1 and insert:

49 "ARTICLE 1

50 APPROPRIATIONS

51 TRANSPORTATION AND OTHER AGENCIES

52 Section 1. [APPROPRIATIONS.]

53 The sums shown in the columns marked "APPROPRIATIONS" are
54 added to, or, if shown in parentheses, are subtracted from the
55 appropriations to the specified agencies in 2005 S.F. No. 1879,
56 article 8, if enacted. The appropriations are available for the
57 fiscal year indicated for each purpose. The figures "2006" and
58 "2007," where used in this article, mean that the additions to

1 or subtractions from the appropriations listed under them are
 2 for the year ending June 30, 2006, or June 30, 2007,
 3 respectively. The "first year" is fiscal year 2006. The
 4 "second year" is fiscal year 2007.

5 SUMMARY BY FUND

6		2006	2007	TOTAL
7	Trunk Highway	\$ 785,000	\$ -0-	\$ 785,000
8	Special Revenue	\$ 746,000	\$ 1,396,000	\$ 2,142,000
9	TOTAL	\$ 1,531,000	\$ 1,396,000	\$ 2,927,000

10 APPROPRIATIONS
 11 Available for the Year
 12 Ending June 30
 13 2006 2007

14 Sec. 2. TRANSPORTATION

15 Subdivision 1. State Roads -0- -0-

16 This appropriation is from the trunk
 17 highway fund.

18 (a) Infrastructure Investment Support

19 50,000,000 50,000,000

20 (b) State Road Construction

21 (50,000,000) (50,000,000)

22 This reduction reduces the amount of
 23 highway user tax revenues necessary to
 24 fund the state road construction
 25 appropriation.

26 \$1,000,000 of the appropriation for
 27 fiscal year 2006 contained in 2005 S.F.
 28 No. 1879, article 8, section 2,
 29 subdivision 3, paragraph (a), clause
 30 (2), if enacted, must be used to
 31 construct concrete or cable median
 32 safety barriers on interstate or trunk
 33 highways within the metropolitan area
 34 that do not have existing safety
 35 barriers.

36 Subd. 2. Transfers

37 The commissioner of finance shall
 38 transfer from the flexible account in
 39 the county state-aid highway fund
 40 \$7,429,000 the first year and
 41 \$5,277,000 the second year to the
 42 county principal arterial account in
 43 the county state-aid highway fund; and
 44 \$2,961,000 the first year and
 45 \$2,103,000 the second year to the
 46 municipal principal arterial account in
 47 the municipal state-aid street fund.

48 Sec. 3. PUBLIC SAFETY 1,531,000 1,396,000

49 Summary by Fund

1	Trunk Highway	785,000	-0-
2	Special Revenue	746,000	1,396,000

3 (a) State Patrol, Patrolling Highways

4	785,000	-0-
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5 Of this amount, \$785,000 in the first
6 year is for the purchase of automated
7 external defibrillators for state
8 patrol vehicles.

9 (b) Driver and Vehicle Services

10	246,000	196,000
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11 This appropriation is from the vehicle
12 services operating account in the
13 special revenue fund.

14 These amounts must be used for plate
15 production, postage costs, and
16 administration of the Support Our
17 Troops special license plates.

18 (c) Traffic Safety

19	500,000	1,200,000
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20 This appropriation is from the driver
21 services operating account in the
22 special revenue fund for traffic safety.

23 \$1,200,000 is added to the budget base
24 for each of fiscal years 2008 and 2009
25 for this appropriation.

26 These amounts must be used for traffic
27 and pedestrian safety, including, but
28 not limited to, producing educational
29 and informational materials on
30 pedestrian crosswalk safety, impaired
31 driving, seat belt usage, speeding, and
32 driver distraction. The commissioner
33 of public safety may make grants to
34 local units of government or use the
35 funds for research related to traffic
36 and pedestrian safety. As part of the
37 next biennial budget submission, the
38 commissioner shall report on the
39 expenditure of these funds and make
40 recommendations regarding the need for
41 continued funding of traffic and
42 pedestrian safety initiatives."

43 Page 15, line 31, delete "\$8" and insert "\$10"

44 Page 59, line 18, before the semicolon, insert ", through
45 June 30, 2007, and then \$10 thereafter"

46 Page 59, line 27, after "collected" insert "by the
47 commissioner"

48 Page 60, line 3, after "remainder" insert "of the fee
49 collected by the commissioner"

50 Page 68, lines 18 and 20, delete "\$21.50" and insert

1 "\$16.50" and delete "\$25.50" and insert "\$20.50"

2 Page 68, line 19, delete "\$32.50" and insert "\$27.50" and
3 delete "\$40.50" and insert "\$35.50"

4 Page 68, line 21, delete "\$32.50" and insert "\$27.50" and
5 delete "\$20.50" and insert "\$15.50"

6 Page 68, line 23, delete "\$12.50" and insert "\$7.50"

7 Page 68, line 25, delete "\$11.00" and insert "\$6"

8 Page 68, line 29, delete "\$15.50" and insert "\$10.50"

9 Page 69, after line 10, insert:

10 "(d) In addition to the fees required under this section,
11 the registrar shall collect an additional filing fee for each
12 application for a driver's license, provisional license,
13 restricted license, duplicate license, instruction permit,
14 Minnesota identification card, or motorized bicycle operator's
15 permit in the amount of \$5 through June 30, 2007, and then a
16 filing fee of \$6.50 thereafter."

17 Page 69, line 35, before the period, insert "through June
18 30, 2007, and then a filing fee of \$6.50 thereafter"

19 Page 77, line 30, delete "and" and after "171.185" insert
20 "; and 473.408, subdivision 1"

21 Page 78, after line 3, insert:

22 "Section 1. Minnesota Statutes 2004, section 160.294,
23 subdivision 1a, is amended to read:

24 Subd. 1a. [BUSINESS PANELS.] (a) Business panels shall be
25 made of reflective sheeting and shall not resemble a traffic
26 sign, signal, or device. The business' trademark, symbol, or
27 logo shall be consistent on all business panels for a specific
28 business. Except as provided in paragraph (b), the business
29 panel shall not include any supplemental messages or additional
30 verbiage.

31 (b) The Department of Transportation shall include on the
32 business panel of a business that sells E85, as defined in
33 section 296A.01, subdivision 19, at retail, a symbol or logo
34 indicating that E85 is available at the business. The
35 department shall not charge the business any additional fee for
36 this symbol or logo."

1 Page 81, after line 11, insert:

2 "Sec. 6. Minnesota Statutes 2004, section 161.14, is
3 amended by adding a subdivision to read:

4 Subd. 51. [VETERANS MEMORIAL BRIDGE.] The interstate
5 bridge on marked Trunk Highway 10 connecting the city of
6 Moorhead with the city of Fargo, North Dakota, is named and
7 designated as the Veterans Memorial Bridge. The commissioner of
8 transportation shall adopt a suitable marking design to mark
9 this bridge and erect appropriate signs, subject to section
10 161.139."

11 Page 81, after line 19, insert:

12 "Sec. 8. Minnesota Statutes 2004, section 169.01,
13 subdivision 78, is amended to read:

14 Subd. 78. [RECREATIONAL VEHICLE COMBINATION.]
15 "Recreational vehicle combination" means a combination of
16 vehicles consisting of a pickup truck as defined in section
17 168.011, subdivision 29, attached by means of a fifth-wheel
18 coupling to a camper-semitrailer which has hitched to it a
19 trailer carrying a watercraft as defined in section 86B.005,
20 subdivision 18; off-highway motorcycle as defined in section
21 84.787, subdivision 7; motorcycle; motorized bicycle; snowmobile
22 as defined in section 84.81, subdivision 3; ~~or~~ all-terrain
23 vehicle as defined in section 84.92, subdivision 8; or
24 equestrian equipment and supplies. For purposes of this
25 subdivision:

26 (a) A "fifth-wheel coupling" is a coupling between a
27 camper-semitrailer and a towing pickup truck in which a portion
28 of the weight of the camper-semitrailer is carried over or
29 forward of the rear axle of the towing pickup.

30 (b) A "camper-semitrailer" is a trailer, other than a
31 manufactured home as defined in section 327B.01, subdivision 13,
32 designed for human habitation and used for vacation or
33 recreational purposes for limited periods.

34 Sec. 9. Minnesota Statutes 2004, section 169.81,
35 subdivision 3c, is amended to read:

36 Subd. 3c. [RECREATIONAL VEHICLE COMBINATION.]

1 Notwithstanding subdivision 3, a recreational vehicle
2 combination may be operated without a permit if:

3 (1) the combination does not consist of more than three
4 vehicles, and the towing rating of the pickup truck is equal to
5 or greater than the total weight of all vehicles being towed;

6 (2) the combination does not exceed 60 feet in length;

7 (3) the camper-semitrailer in the combination does not
8 exceed 28 feet in length;

9 (4) the operator of the combination is at least 18 years of
10 age;

11 (5) the trailer carrying a watercraft, motorcycle,
12 motorized bicycle, off-highway motorcycle, snowmobile, or
13 all-terrain vehicle, or equestrian equipment and supplies meets
14 all requirements of law;

15 (6) the trailers in the combination are connected to the
16 pickup truck and each other in conformity with section 169.82;
17 and

18 (7) the combination is not operated within the seven-county
19 metropolitan area, as defined in section 473.121, subdivision 2,
20 during the hours of 6:00 a.m. to 9:00 a.m. and 4:00 p.m. to 7:00
21 p.m. on Mondays through Fridays.

22 Sec. 10. Minnesota Statutes 2004, section 169.8261, is
23 amended to read:

24 169.8261 [GROSS WEIGHT LIMITATIONS; FOREST PRODUCTS.]

25 (a) A vehicle or combination of vehicles hauling raw or
26 unfinished forest products, including wood chips, by the most
27 direct route to the nearest highway that has been designated
28 under section 169.832, subdivision 11, may be operated on any
29 highway with gross weights permitted under sections 169.822 to
30 169.829 without regard to load restrictions imposed on that
31 highway, except that ~~such~~ the vehicles must:

32 (1) comply with seasonal load restrictions in effect
33 between the dates set by the commissioner under section 169.87,
34 subdivision 2;

35 (2) comply with bridge load limits posted under section
36 169.84;

1 (3) be equipped and operated with six axles and brakes;

2 (4) not exceed 90,000 pounds gross weight, or 98,000 pounds
3 gross weight during the time when seasonal increases are
4 authorized under section 169.826;

5 (5) not be operated on interstate and defense highways;

6 (6) obtain an annual permit from the commissioner of
7 transportation; and

8 (7) obey all road postings; and

9 (8) not exceed 20,000 pounds gross weight on any single
10 axle.

11 (b) A vehicle operated under this section may exceed the
12 legal axle weight limits listed in section 169.824 by not more
13 than 12.5 percent; except that, the weight limits may be
14 exceeded by not more than 22.5 percent during the time when
15 seasonal increases are authorized under section 169.826,
16 subdivision 1.

17 Sec. 11. Minnesota Statutes 2004, section 169.851,
18 subdivision 5, is amended to read:

19 Subd. 5. [EXCEPTION FOR FARM AND FOREST PRODUCTS.] ~~The~~
20 ~~maximum-weight-provisions-of-this-section-de~~ Subdivision 4 of
21 this section does not apply to the first haul of unprocessed or
22 raw farm products and the transportation of raw and unfinished
23 forest products, including wood chips, when the ~~prescribed~~
24 ~~maximum weight limitation-is~~ limitations permitted under
25 sections 169.822 to 169.829 are not exceeded by more than ten
26 percent.

27 Sec. 12. Minnesota Statutes 2004, section 169.86,
28 subdivision 5, is amended to read:

29 Subd. 5. [FEE; PROCEEDS DEPOSITED; APPROPRIATION.] The
30 commissioner, with respect to highways under the commissioner's
31 jurisdiction, may charge a fee for each permit issued. All such
32 fees for permits issued by the commissioner of transportation
33 shall be deposited in the state treasury and credited to the
34 trunk highway fund. Except for those annual permits for which
35 the permit fees are specified elsewhere in this chapter, the
36 fees shall be:

1 (a) \$15 for each single trip permit.

2 (b) \$36 for each job permit. A job permit may be issued
3 for like loads carried on a specific route for a period not to
4 exceed two months. "Like loads" means loads of the same
5 product, weight, and dimension.

6 (c) \$60 for an annual permit to be issued for a period not
7 to exceed 12 consecutive months. Annual permits may be issued
8 for:

9 (1) motor vehicles used to alleviate a temporary crisis
10 adversely affecting the safety or well-being of the public;

11 (2) motor vehicles which travel on interstate highways and
12 carry loads authorized under subdivision 1a;

13 (3) motor vehicles operating with gross weights authorized
14 under section 169.826, subdivision 1a;

15 (4) special pulpwood vehicles described in section 169.863;

16 (5) motor vehicles bearing snowplow blades not exceeding
17 ten feet in width; and

18 (6) noncommercial transportation of a boat by the owner or
19 user of the boat.

20 (d) \$120 for an oversize annual permit to be issued for a
21 period not to exceed 12 consecutive months. Annual permits may
22 be issued for:

23 (1) mobile cranes;

24 (2) construction equipment, machinery, and supplies;

25 (3) manufactured homes and manufactured storage buildings;

26 (4) implements of husbandry when the movement is not made
27 according to the provisions of paragraph (i);

28 (5) double-deck buses;

29 (6) commercial boat hauling; and

30 (7) three-vehicle combinations consisting of two empty,
31 newly manufactured trailers for cargo, horses, or livestock, not
32 to exceed 28-1/2 feet per trailer; provided, however, the permit
33 allows the vehicles to be moved from a trailer manufacturer to a
34 trailer dealer only while operating on twin-trailer routes
35 designated under section 169.81, subdivision 3, paragraph (c).

36 (e) For vehicles which have axle weights exceeding the

1 weight limitations of sections 169.822 to 169.829, an additional
 2 cost added to the fees listed above. However, this paragraph
 3 applies to any vehicle described in section 168.013, subdivision
 4 3, paragraph (b), but only when the vehicle exceeds its gross
 5 weight allowance set forth in that paragraph, and then the
 6 additional cost is for all weight, including the allowance
 7 weight, in excess of the permitted maximum axle weight. The
 8 additional cost is equal to the product of the distance traveled
 9 times the sum of the overweight axle group cost factors shown in
 10 the following chart:

Overweight Axle Group Cost Factors			
Weight (pounds)	Cost Per Mile For Each Group Of:		
exceeding	Two consec-	Three consec-	Four consec-
weight	utive axles	utive axles	utive axles
limitations	spaced within	spaced within	spaced within
on axles	8 feet or less	9 feet or less	14 feet or less
0-2,000	.12	.05	.04
2,001-4,000	.14	.06	.05
4,001-6,000	.18	.07	.06
6,001-8,000	.21	.09	.07
8,001-10,000	.26	.10	.08
10,001-12,000	.30	.12	.09
12,001-14,000	Not permitted	.14	.11
14,001-16,000	Not permitted	.17	.12
16,001-18,000	Not permitted	.19	.15
18,001-20,000	Not permitted	Not permitted	.16
20,001-22,000	Not permitted	Not permitted	.20

28 The amounts added are rounded to the nearest cent for each axle
 29 or axle group. The additional cost does not apply to paragraph
 30 (c), clauses (1) and (3).

31 For a vehicle found to exceed the appropriate maximum permitted
 32 weight, a cost-per-mile fee of 22 cents per ton, or fraction of
 33 a ton, over the permitted maximum weight is imposed in addition
 34 to the normal permit fee. Miles must be calculated based on the
 35 distance already traveled in the state plus the distance from
 36 the point of detection to a transportation loading site or

1 unloading site within the state or to the point of exit from the
2 state.

3 (f) As an alternative to paragraph (e), an annual permit
4 may be issued for overweight, or oversize and overweight,
5 construction equipment, machinery, and supplies. The fees for
6 the permit are as follows:

7 Gross Weight (pounds) of Vehicle	Annual Permit Fee
8 90,000 or less	\$200
9 90,001 - 100,000	\$300
10 100,001 - 110,000	\$400
11 110,001 - 120,000	\$500
12 120,001 - 130,000	\$600
13 130,001 - 140,000	\$700
14 140,001 - 145,000	\$800

15 If the gross weight of the vehicle is more than 145,000 pounds
16 the permit fee is determined under paragraph (e).

17 (g) For vehicles which exceed the width limitations set
18 forth in section 169.80 by more than 72 inches, an additional
19 cost equal to \$120 added to the amount in paragraph (a) when the
20 permit is issued while seasonal load restrictions pursuant to
21 section 169.87 are in effect.

22 (h) \$85 for an annual permit to be issued for a period not
23 to exceed 12 months, for refuse-compactor vehicles that carry a
24 gross weight of not more than: 22,000 pounds on a single rear
25 axle; 38,000 pounds on a tandem rear axle; or, subject to
26 section 169.828, subdivision 2, 46,000 pounds on a tridem rear
27 axle. A permit issued for up to 46,000 pounds on a tridem rear
28 axle must limit the gross vehicle weight to not more than 62,000
29 pounds.

30 (i) For vehicles exclusively transporting implements of
31 husbandry, an annual permit fee of \$24. A vehicle operated
32 under a permit authorized by this paragraph may be moved at the
33 discretion of the permit holder without prior route approval by
34 the commissioner if:

35 (1) the total width of the transporting vehicle, including
36 load, does not exceed 14 feet;

1 (2) the vehicle is operated only between sunrise and 30
2 minutes after sunset, and is not operated at any time after
3 12:00 noon on Sundays or holidays;

4 (3) the vehicle is not operated when visibility is impaired
5 by weather, fog, or other conditions that render persons and
6 other vehicles not clearly visible at 500 feet;

7 (4) the vehicle displays at the front and rear of the load
8 or vehicle a pair of flashing amber lights, as provided in
9 section 169.59, subdivision 4, whenever the overall width of the
10 vehicle exceeds 126 inches; and

11 (5) the vehicle is not operated on a trunk highway with a
12 surfaced roadway width of less than 24 feet unless such
13 operation is authorized by the permit.

14 A permit under this paragraph authorizes movements of the
15 permitted vehicle on an interstate highway, and movements of 75
16 miles or more on other highways.

17 (j) \$300 for a motor vehicle described in section
18 169.8261. The fee under this paragraph must be deposited as
19 follows:

20 (1) in fiscal years 2005 through 2010:

21 (i) the first \$50,000 in each fiscal year must be deposited
22 in the trunk highway fund for costs related to administering the
23 permit program and inspecting and posting bridges;

24 (ii) all remaining money in each fiscal year must be
25 deposited in a bridge inspection and signing account in the
26 special revenue fund. Money in the account is appropriated to
27 the commissioner for:

28 (A) inspection of local bridges and identification of local
29 bridges to be posted, including contracting with a consultant
30 for some or all of these functions; and

31 (B) erection of weight-posting signs on local bridges; and

32 (2) in fiscal year 2011 and subsequent years must be
33 deposited in the trunk highway fund.

34 Sec. 13. [169.864] [SPECIAL PAPER PRODUCTS VEHICLE
35 PERMIT.]

36 Subdivision 1. [THREE-UNIT VEHICLE.] The commissioner may

1 issue a permit for a vehicle that meets the following
2 requirements:

3 (1) is a combination of vehicles, including a truck-tractor
4 and a semitrailer drawing one additional semitrailer, which may
5 be equipped with an auxiliary dolly. No semitrailer used in a
6 three-vehicle combination may have an overall length in excess
7 of 28-1/2 feet;

8 (2) has a maximum gross vehicle weight of 108,000 pounds;

9 (3) complies with the axle weight limits in section 169.824
10 or with the federal bridge formula for axle groups not described
11 in that section;

12 (4) complies with the tire weight limits in section 169.823
13 or the tire manufacturers' recommended load, whichever is less;

14 (5) is operated only in this state on Trunk Highway marked
15 2 between Grand Rapids and the port of Duluth; on Trunk Highway
16 marked 169 between Grand Rapids and its junction with Trunk
17 Highway marked 53; and on Trunk Highway marked 53 between
18 Virginia and the port of Duluth; and

19 (6) the seasonal weight increases authorized under section
20 169.826, subdivision 1, do not apply.

21 Subd. 2. [TWO-UNIT VEHICLE.] The commissioner may issue a
22 permit for a vehicle that meets the following requirements:

23 (1) is a combination of vehicles consisting of a
24 truck-tractor and a single semitrailer that may exceed 48 feet,
25 but not 53 feet if the distance from the kingpin to the
26 centerline of the rear axle group of the semitrailer does not
27 exceed 43 feet;

28 (2) has a maximum gross vehicle weight of 90,000 pounds;

29 (3) has a maximum gross vehicle weight of 98,000 pounds
30 during the time when seasonal weight increases authorized under
31 section 169.826, subdivision 1, are in effect;

32 (4) complies with the axle weight limits in section 169.824
33 or with the federal bridge formula for axle groups not described
34 in that section;

35 (5) complies with the tire weight limits in section 169.823
36 or the tire manufacturers' recommended load, whichever is less;

1 and

2 (6) is operated only on the highways specified in
3 subdivision 1, clause (5).

4 Subd. 3. [RESTRICTIONS.] Vehicles issued permits under
5 subdivisions 1 and 2 must comply with the following restrictions:

6 (1) the vehicle must be operated in compliance with
7 seasonal load restrictions under section 169.87;

8 (2) the vehicle may not be operated on the interstate
9 highway system; and

10 (3) the vehicle may be operated on streets or highways
11 under the control of local authorities only upon the approval of
12 the local authority; however, vehicles may have reasonable
13 access to terminals and facilities for food, fuel, repairs, and
14 rest and for continuity of route within one mile of the national
15 network as provided by section 169.81, subdivision 3, and by
16 Code of Federal Regulations, title 23, part 658.19.

17 Subd. 4. [PERMIT FEE.] Vehicle permits issued under
18 subdivision 1, clause (1), must be annual permits. The fee is
19 \$850 for each vehicle and must be deposited in the trunk highway
20 fund. An amount sufficient to administer the permit program is
21 appropriated to the commissioner for the costs of administering
22 the permit program.

23 [EFFECTIVE DATE.] This section is effective the later of
24 August 1, 2006, or the date on which the commissioner determines
25 that building permits have been issued for the construction of a
26 new pulp and paper manufacturing facility at Grand Rapids.

27 Sec. 14. Minnesota Statutes 2004, section 469.015,
28 subdivision 4, is amended to read:

29 Subd. 4. [EXCEPTIONS.] (a) An authority need not require
30 competitive bidding in the following circumstances:

31 (1) in the case of a contract for the acquisition of a
32 low-rent housing project:

33 (i) for which financial assistance is provided by the
34 federal government;

35 (ii) which does not require any direct loan or grant of
36 money from the municipality as a condition of the federal

1 financial assistance; and

2 (iii) for which the contract provides for the construction
3 of the project upon land that is either owned by the authority
4 for redevelopment purposes or not owned by the authority at the
5 time of the contract but the contract provides for the
6 conveyance or lease to the authority of the project or
7 improvements upon completion of construction;

8 (2) with respect to a structured parking facility:

9 (i) constructed in conjunction with, and directly above or
10 below, a development; and

11 (ii) financed with the proceeds of tax increment or parking
12 ramp general obligation or revenue bonds; and

13 (3) until August 1, 2009, with respect to a facility built
14 for the purpose of facilitating the operation of public transit
15 or encouraging its use:

16 (i) constructed in conjunction with, and directly above or
17 below, a development; and

18 (ii) financed with the proceeds of parking ramp general
19 obligation or revenue bonds or with at least 60 percent of the
20 construction cost being financed with funding provided by the
21 federal government; and

22 (4) in the case of any building in which at least 75
23 percent of the usable square footage constitutes a housing
24 development project if:

25 (i) the project is financed with the proceeds of bonds
26 issued under section 469.034 or from nongovernmental sources;

27 (ii) the project is either located on land that is owned or
28 is being acquired by the authority only for development
29 purposes, or is not owned by the authority at the time the
30 contract is entered into but the contract provides for
31 conveyance or lease to the authority of the project or
32 improvements upon completion of construction; and

33 (iii) the authority finds and determines that elimination
34 of the public bidding requirements is necessary in order for the
35 housing development project to be economical and feasible.

36 (b) An authority need not require a performance bond for

1 the following projects:

2 (1) a contract described in paragraph (a), clause (1);

3 (2) a construction change order for a housing project in
4 which 30 percent of the construction has been completed;

5 (3) a construction contract for a single-family housing
6 project in which the authority acts as the general construction
7 contractor; or

8 (4) a services or materials contract for a housing project.

9 For purposes of this paragraph, "services or materials
10 contract" does not include construction contracts."

11 Page 81, after line 26, insert:

12 "Sec. 16. [STUDY AND REPORT ON LOCAL ROAD FUNDING
13 ALTERNATIVES.]

14 (a) The commissioner of transportation shall study and
15 report on alternative methods of funding local road maintenance
16 and reconstruction.

17 (b) The study must include an identification and analysis
18 of alternatives to existing methods of collecting revenues,
19 including, but not limited to, a street utility fee.

20 (c) The study must focus on roads that are not on the
21 county state-aid highway system or municipal state-aid street
22 system, although state-aid streets and highways may be included
23 in any alternative included in the study. The study shall be
24 completed by November 15, 2005.

25 (d) By February 15, 2006, the commissioner shall report the
26 study results and recommendations to the chairs of the
27 legislative committees having jurisdiction over transportation
28 finance and to the governor. The commissioner shall also
29 present the study results to representatives of local
30 government, city and county highway engineers, and highway
31 users."

32 Page 82, after line 19, insert:

33 "Sec. 18. [HIGHWAY SIGNS FOR NORTHWESTERN HEALTH SCIENCES
34 UNIVERSITY.]

35 Notwithstanding any contrary law, rule, or agency order,
36 the commissioner of transportation shall place directional signs

1 displaying the name Northwestern Health Sciences University, in
2 appropriate locations approaching the Penn Avenue exit on
3 eastbound marked Interstate Highway 494 and approaching the 90th
4 Street exit on northbound marked Interstate Highway 35W and
5 southbound marked Interstate Highway 35W. The commissioner
6 shall erect the signs after being assured of the availability of
7 funds from nonstate sources sufficient to pay all costs of
8 producing, erecting, and maintaining the signs.

9 Sec. 19. [SPECIFIC SERVICE SIGN.]

10 Notwithstanding any other law or administrative rule or
11 order, the commissioner of transportation, after being assured
12 of adequate funding from nonstate sources, shall erect a
13 specific service sign on the east side of Trunk Highway 52, near
14 its intersection with 37th Street NW in Olmsted County. The
15 sign must display the name or business panel or both, of a
16 retail establishment on the east side of Trunk Highway 52 that
17 began operation before construction of the noise wall on the
18 east side of Trunk Highway 52, and the premises of which is
19 blocked by the noise wall from view from Trunk Highway 52.

20 Sec. 20. [FORMER AIRPORT PROPERTY.]

21 Notwithstanding any other law, the commissioner of
22 transportation shall not require the city of Willmar to repay
23 the state airports fund for acquisition costs of land that was
24 previously used for aviation purposes.

25 Sec. 21. [REPEALER.]

26 Minnesota Rules, parts 7800.0600; 7800.3200, subpart 1;
27 7805.0700; 8850.6900, subpart 20; and 8855.0500, subpart 1, are
28 repealed.

29 ARTICLE 5

30 SPECIAL PLATES

31 Section 1. Minnesota Statutes 2004, section 168.12,
32 subdivision 2a, is amended to read:

33 Subd. 2a. [PERSONALIZED PLATES; RULES.] (a) Personalized
34 license plates or, if requested for special plates issued under
35 section 168.123 for veterans, 168.124 for medal of honor
36 recipients, or 168.125 for former prisoners of war, applicable

1 personalized special veterans license plates must be issued to
2 an applicant for registration of a passenger automobile
3 including a passenger automobile registered as a classic car,
4 pioneer car, collector car, or street rod; van; pickup truck as
5 defined in section 168.011, subdivision 29, and any other truck
6 with a manufacturer's nominal rated capacity of one ton or less
7 and resembling a pickup truck; motorcycle including a classic
8 motorcycle; or self-propelled recreational vehicle, upon
9 compliance with the laws of this state relating to registration
10 of the vehicle and upon payment of a onetime fee of \$100 in
11 addition to the registration tax required by law for the
12 vehicle. The registrar shall designate a replacement ~~fee~~ fees
13 for personalized license plates and personalized special
14 veterans license plates issued according to section 168.123 that
15 ~~is~~ are calculated to cover the cost of replacement. ~~This-fee~~
16 These fees must be paid by the applicant whenever
17 the ~~personalized-license~~ plates are required to be replaced by
18 law. Fees may not be charged to replace personalized special
19 veterans license plates issued under section 168.124 or
20 168.125. In lieu of the numbers assigned as provided in
21 subdivision 1, personalized license plates and personalized
22 special veterans license plates must have imprinted on them a
23 series of not more than seven numbers and letters in any
24 combination and, as applicable, satisfy the design requirements
25 of section 168.123, 168.124, or 168.125. When an applicant has
26 once obtained personalized license plates or personalized
27 special veterans license plates, the applicant ~~shall-have~~ has a
28 prior claim for similar personalized plates in the next
29 succeeding year as long as current registration is maintained.
30 The commissioner of public safety shall adopt rules in the
31 manner provided by chapter 14, regulating the issuance and
32 transfer of personalized license plates and personalized special
33 veterans license plates. No words or combination of letters
34 placed on ~~personalized-license~~ these plates may be used for
35 commercial advertising, be of an obscene, indecent, or immoral
36 nature, or be of a nature that would offend public morals or

1 decency. The call signals or letters of a radio or television
2 station are not commercial advertising for the purposes of this
3 subdivision.

4 (b) Notwithstanding the provisions of subdivision 1,
5 personalized license plates and personalized special veterans
6 license plates issued under this subdivision may be transferred
7 to another motor vehicle described in paragraph (a) and owned or
8 jointly owned by the applicant, upon the payment of a fee of \$5,
9 which must be paid into the state treasury and credited to the
10 highway user tax distribution fund. The registrar may by rule
11 provide a form for notification. A personalized license
12 plate or personalized special veterans license plate issued for
13 a classic car, pioneer car, collector car, street rod, or
14 classic motorcycle may not be transferred to a vehicle not
15 eligible for such a license plate.

16 (c) Notwithstanding any law to the contrary, if the
17 ~~personalized-license~~ plates are lost, stolen, or destroyed, the
18 applicant may apply and shall receive duplicate license plates
19 bearing the same combination of letters and numbers and the same
20 design as:

21 (1) the former personalized license plates or personalized
22 special veterans license plates issued according to section
23 168.123, upon the payment of the fee required by section 168.29;
24 or

25 (2) the former personalized special veterans license plates
26 issued according to section 168.124 or 168.125, without charge.

27 (d) Fees from the sale of permanent and duplicate
28 personalized ~~license~~ plates must be paid into the state treasury
29 and credited to the highway user tax distribution fund.

30 Sec. 2. Minnesota Statutes 2004, section 168.12,
31 subdivision 2b, is amended to read:

32 Subd. 2b. [FIREFIGHTERS; SPECIAL PLATES.] (a) The
33 registrar shall issue special license plates, or a single plate
34 in the case of a motorcycle plate, to any applicant who is both
35 a member of a fire department receiving state aid under chapter
36 69 and an owner or joint owner of a passenger automobile, or a

1 truck with a manufacturer's nominal rated capacity of one ton
2 and resembling a pickup truck, or a motorcycle, upon payment of
3 a fee of \$10 and upon payment of the registration tax required
4 by law for the vehicle and compliance with other laws of this
5 state relating to registration and licensing of motor vehicles
6 and drivers. In lieu of the identification required under
7 subdivision 1, the special license plates ~~shall~~ must be
8 inscribed with a symbol of a Maltese Cross together with five
9 numbers. No applicant shall receive special plates for more
10 ~~than two sets-of-plates-for~~ vehicles owned or jointly owned by
11 the applicant.

12 (b) Special plates issued under this subdivision may only
13 be used during the period that the owner or joint owner of the
14 vehicle is a member of a fire department as specified in this
15 subdivision. When the person to whom the special plates were
16 issued is no longer a member of a fire department or when the
17 vehicle ownership is transferred, the special license plates
18 ~~shall~~ must be removed from the vehicle and returned to the
19 registrar. Upon return of the special plates, or special
20 motorcycle plate, the owner or purchaser of the vehicle is
21 entitled to receive regular plates, or a regular motorcycle
22 plate, for the vehicle, as applicable, without cost for the
23 remainder of the registration period for which the special plate
24 or plates were issued. ~~Firefighter-license-plates-issued~~
25 ~~pursuant-to-this-subdivision-may-be-transferred-to-another-motor~~
26 ~~vehicle-upon-payment-of-\$5,-which-fee-shall-be-paid-into-the~~
27 ~~state-treasury-and-credited-to-the-highway-user-tax-distribution~~
28 ~~fund-~~

29 (c) A special motorcycle license plate issued under this
30 subdivision must be the same size as a standard motorcycle
31 license plate.

32 (d) Upon payment of a fee of \$5, plates issued under this
33 subdivision for a passenger automobile or truck may be
34 transferred to another passenger automobile or truck owned or
35 jointly owned by the person to whom the plates were issued. On
36 payment of a fee of \$5, a plate issued under this subdivision

1 for a motorcycle may be transferred to another motorcycle owned
2 or jointly owned by the person to whom the plate was issued.

3 ~~(e)~~ (e) The commissioner of public safety may adopt rules
4 under the Administrative Procedure Act, sections 14.001 to
5 14.69, to govern the issuance and use of the special plates
6 authorized in this subdivision.

7 (f) All fees from the sale or transfer of special license
8 plates for firefighters ~~shall~~ must be paid into the state
9 treasury and credited to the highway user tax distribution fund.

10 Sec. 3. Minnesota Statutes 2004, section 168.123,
11 subdivision 1, is amended to read:

12 Subdivision 1. [GENERAL REQUIREMENTS; FEES.] (a) On
13 payment of a fee of \$10 for each set of two plates, or for a
14 single plate in the case of a motorcycle plate, payment of the
15 registration tax required by law, and compliance with
16 other applicable laws relating to the vehicle registration and
17 ~~licensing of a passenger automobile, pickup truck, van,~~
18 ~~self-propelled recreational equipment, or motorcycle,~~ as
19 applicable, the registrar shall issue:

20 (1) special license plates to an applicant who served in
21 the active military service in a branch of the armed forces of
22 the United States or of a nation or society allied with the
23 United States in conducting a foreign war, was discharged under
24 honorable conditions, and is an owner or joint owner of a
25 passenger automobile, pickup truck, van, ~~or~~ self-propelled
26 recreational equipment, or truck resembling a pickup truck and
27 having a manufacturer's nominal rated capacity of one ton, but
28 which is not a commercial motor vehicle as defined in section
29 169.01, subdivision 75; or

30 (2) a special motorcycle license plate as described in
31 subdivision 2, paragraph (a), ~~or another special license plate~~
32 ~~designed by the commissioner of public safety to an applicant~~
33 ~~who is a Vietnam veteran who served after July 17, 1961, and~~
34 ~~before July 17, 1978, and~~ (f), (h), or (i). A plate may be
35 issued under this clause only to a person who served in the
36 active military service in a branch of the armed forces of the

1 United States or a nation or society allied with the United
2 States in conducting a foreign war, was discharged under
3 honorable conditions, and is an owner or joint owner of a
4 motorcycle, and meets the criteria listed in this paragraph and
5 in subdivision 2, paragraph (a), (f), (h), or (i). Plates
6 issued under this clause must be the same size as standard
7 motorcycle license plates. Special motorcycle license plates
8 issued under this clause are not subject to section 168.1293.

9 (b) The additional fee of \$10 is payable for each set of
10 plates, is payable only when the plates are issued, and is not
11 payable in a year in which tabs or stickers are issued instead
12 of number plates. An applicant must not be issued plates for
13 more than two sets-of-plates-for vehicles listed in paragraph
14 (a) and owned or jointly owned by the applicant.

15 (c) The veteran ~~shall~~ must have a certified copy of the
16 veteran's discharge papers, indicating character of discharge,
17 at the time of application. If an applicant served in the
18 active military service in a branch of the armed forces of a
19 nation or society allied with the United States in conducting a
20 foreign war and is unable to obtain a record of that service and
21 discharge status, the commissioner of veterans affairs may
22 certify the applicant as qualified for the veterans' license
23 plates provided under this section.

24 (d) When issuing a set of license plates, or for a
25 motorcycle a single license plate, under subdivision 2,
26 paragraph (h) or (i), the commissioner shall assess a \$5
27 surcharge to the applicant, in addition to the fee required
28 under this section and the registration tax required by law.
29 The revenue from the surcharge must be deposited in the highway
30 user tax distribution fund. The commissioner shall cease to
31 collect the surcharge when total collections from the surcharge
32 since its inception exceed \$3,500.

33 [EFFECTIVE DATE.] This section is effective the day
34 following final enactment.

35 Sec. 4. Minnesota Statutes 2004, section 168.123,
36 subdivision 2, is amended to read:

1 Subd. 2. [DESIGN.] The commissioner of veterans affairs
2 shall design the special plates, subject to the approval of the
3 registrar, that satisfy the following requirements:

4 (a) For a Vietnam veteran who served after July 1, 1961,
5 and before July 1, 1978, the special plates must bear the
6 inscription "VIETNAM VET" and the letters "V" and "V" with the
7 first letter directly above the second letter and both letters
8 just preceding the first numeral of the special license plate
9 number.

10 (b) For a veteran stationed on the island of Oahu, Hawaii,
11 or offshore, during the attack on Pearl Harbor on December 7,
12 1941, the special plates must bear the inscription "PEARL HARBOR
13 SURVIVOR" and the letters "P" and "H" with the first letter
14 directly above the second letter and both letters just preceding
15 the first numeral of the special license plate number.

16 (c) For a veteran who served during World War I or World
17 War II, the special plates must bear the inscription "WORLD WAR
18 VET" and:

19 (1) for a World War I veteran, the characters "W" and "I"
20 with the first character directly above the second character and
21 both characters just preceding the first numeral of the special
22 license plate number; or

23 (2) for a World War II veteran, the characters "W" and "II"
24 with the first character directly above the second character and
25 both characters just preceding the first numeral of the special
26 license plate number.

27 (d) For a veteran who served during the Korean Conflict,
28 the special plates must bear the inscription "KOREAN VET" and
29 the letters "K" and "V" with the first letter directly above the
30 second letter and both letters just preceding the first numeral
31 of the special license plate number.

32 (e) For a combat wounded veteran who is a recipient of the
33 purple heart medal, the special plates must bear the inscription
34 "COMBAT WOUNDED VET" and inscribed with a facsimile of the
35 official purple heart medal and the letters "C" over "W" with
36 the first letter directly over the second letter just preceding

1 the first numeral of the special license plate number.

2 (f) For a Persian Gulf war veteran, the special plates must
3 bear the inscription "GULF WAR VET" and the letters "G" and "W"
4 with the first letter directly above the second letter and both
5 letters just preceding the first numeral of the special license
6 plate number. For the purposes of this section, "Persian Gulf
7 war veteran" means a person who served on active duty after
8 August 1, 1990, in a branch of the armed forces of the United
9 States or United Nations during Operation Desert Shield,
10 Operation Desert Storm, or other military operation in the
11 Persian Gulf area combat zone as designated in United States
12 Presidential Executive Order No. 12744, dated January 21, 1991.

13 (g) For a veteran who served in the Laos War after July 1,
14 1961, and before July 1, 1978, the special plates must bear the
15 inscription "LAOS WAR VET" and the letters "L" and "V" with the
16 first letter directly above the second letter and both letters
17 just preceding the first numeral of the special license plate
18 number.

19 (h) For a veteran who is the recipient of:

20 (1) the Iraq Campaign Medal, the special plates must be
21 inscribed with a facsimile of that medal and must bear the
22 inscription "IRAQ WAR VET" directly below the special license
23 plate number;

24 (2) the Afghanistan Campaign Medal, the special plates must
25 be inscribed with a facsimile of that medal and must bear the
26 inscription "AFGHAN WAR VET" directly below the special license
27 plate number; or

28 (3) the Global War on Terrorism Expeditionary Medal, the
29 special plates must be inscribed with a facsimile of that medal
30 and must bear the inscription "GWOT VETERAN" directly below the
31 special license plate number.

32 (i) For a veteran who is the recipient of the Global War on
33 Terrorism Service Medal, the special plates must be inscribed
34 with a facsimile of that medal and must bear the inscription
35 "GWOT VETERAN" directly below the special license plate number.
36 In addition, any member of the National Guard or other military

1 reserves who has been ordered to federally funded state active
2 service under United States Code, title 32, as defined in
3 section 190.05, subdivision 5b, and who is the recipient of the
4 Global War on Terrorism Service Medal, is eligible for the
5 license plate described in this paragraph, irrespective of
6 whether that person qualifies as a veteran under section 197.447.

7 [EFFECTIVE DATE.] This section is effective the day
8 following final enactment.

9 Sec. 5. Minnesota Statutes 2004, section 168.123,
10 subdivision 4, is amended to read:

11 Subd. 4. [PLATES TRANSFER.] (a) On payment of a fee of \$5,
12 plates issued under subdivision 1, paragraph (a), clause (1),
13 may be transferred to another vehicle, but only if the vehicle:

14 (1) is a passenger automobile, pickup truck, van, or
15 self-propelled recreational equipment, or one-ton truck
16 described in subdivision 1, paragraph (a), clause (1); and

17 (2) is owned or jointly owned by the person to whom the
18 plates were issued.

19 (b) On payment of a fee of \$5, a plate issued under
20 subdivision 1, paragraph (a), clause (2), may be transferred to
21 another motorcycle owned or jointly owned by the person to whom
22 the plate was issued.

23 Sec. 6. [168.1251] [DISABLED VETERANS OF AMERICA PLATES.]

24 Subdivision 1. [ISSUANCE AND DESIGN.] The registrar of
25 motor vehicles shall issue special license plates bearing the
26 inscription "DISABLED AMERICAN VETERAN" to an applicant who is
27 certified in writing by the United States Department of Veterans
28 Affairs or the state commissioner of veterans affairs as having
29 a permanent and total service-connected disability, who complies
30 with all laws relating to the registration and licensing of
31 motor vehicles and drivers, and who pays a fee of \$10 for each
32 set of license plates applied for. The special license plates
33 must be of a design and size determined by the registrar.

34 Subd. 2. [APPLICATION.] Application for issuance of these
35 plates may be made only at the time of renewal or first
36 application for registration.

1 Subd. 3. [TRANSFER.] On payment of a fee of \$5, special
 2 plates issued under this section may be transferred to another
 3 motor vehicle owned or jointly owned by the disabled veteran
 4 upon notification to the registrar of motor vehicles.

5 Subd. 4. [MOTOR VEHICLE; SPECIAL DEFINITION.] For purposes
 6 of this section, "motor vehicle" means a vehicle for personal
 7 use, not used for commercial purposes, and may include a
 8 passenger automobile, van, pickup truck, motorcycle, or
 9 recreational vehicle.

10 Subd. 5. [FEES CREDITED.] Fees paid under this section
 11 must be credited to the highway user tax distribution fund.

12 Sec. 7. Minnesota Statutes 2004, section 168.1293,
 13 subdivision 5, is amended to read:

14 Subd. 5. [DISCONTINUANCE OF PLATE.] (a) The department
 15 shall discontinue the issuance or renewal of any special license
 16 plate if (1) fewer than 1,000 sets of those plates are currently
 17 registered at the end of the first six years during which the
 18 plates are available, or (2) fewer than 1,000 sets of those
 19 plates are currently registered at the end of any subsequent
 20 two-year period following the first six years of availability.

21 (b) The department may discontinue the issuance or renewal
 22 of any special license plate, and distribution of any
 23 contributions resulting from that plate, if the department
 24 determines that (1) the fund or requester receiving the
 25 contributions no longer exists, (2) the requester has stopped
 26 providing services that are authorized to be funded from the
 27 contribution proceeds, (3) the requester has requested
 28 discontinuance, or (4) contributions have been used in violation
 29 of subdivision 6.

30 (c) Nothing in this subdivision applies to license plates
 31 issued under section 168.123, 168.124, 168.125, 168.1251, or
 32 168.1255.

33 Sec. 8. [168.1298] [SPECIAL "SUPPORT OUR TROOPS" LICENSE
 34 PLATES.]

35 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.] (a)
 36 The commissioner shall issue special "Support Our Troops"

1 license plates to an applicant who:

2 (1) is an owner of a passenger automobile, one-ton pickup
3 truck, recreational vehicle, or motorcycle;

4 (2) pays a fee of \$10 to cover the costs of handling and
5 manufacturing the plates;

6 (3) pays the registration tax required under section
7 168.013;

8 (4) pays the fees required under this chapter;

9 (5) contributes a minimum of \$30 annually to the Minnesota
10 "Support Our Troops" account established in section 190.19; and

11 (6) complies with laws and rules governing registration and
12 licensing of vehicles and drivers.

13 (b) The license application under this section must
14 indicate that the annual contribution specified under paragraph
15 (a), clause (5), is a minimum contribution to receive the plate
16 and that the applicant may make an additional contribution to
17 the account.

18 Subd. 2. [DESIGN.] After consultation with interested
19 groups, the adjutant general and the commissioner of veterans
20 affairs shall design the special plate, subject to the approval
21 of the commissioner.

22 Subd. 3. [NO REFUND.] Contributions under this section
23 must not be refunded.

24 Subd. 4. [PLATE TRANSFERS.] Notwithstanding section
25 168.12, subdivision 1, on payment of a transfer fee of \$5,
26 plates issued under this section may be transferred to another
27 passenger automobile, one-ton pickup truck, recreational
28 vehicle, or motorcycle owned by the individual to whom the
29 special plates were issued.

30 Subd. 5. [CONTRIBUTION AND FEES CREDITED.] Contributions
31 under subdivision 1, paragraph (a), clause (5), must be paid to
32 the commissioner and credited to the Minnesota "Support Our
33 Troops" account established in section 190.19. The fees
34 collected under this section must be deposited in the vehicle
35 services operating account in the special revenue fund.

36 Subd. 6. [RECORD.] The commissioner shall maintain a

1 record of the number of plates issued under this section.

2 Sec. 9. [168.1299] [SPECIAL "KNIGHTS OF COLUMBUS MEMBER"
3 LICENSE PLATES.]

4 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.] The
5 registrar shall issue special "Knights of Columbus member"
6 license plates to an applicant who:

7 (1) is an owner or joint owner of a passenger automobile,
8 pickup truck, or van;

9 (2) pays a fee of \$10 to cover the costs of handling and
10 manufacturing the plates;

11 (3) pays the registration tax required under section
12 168.013;

13 (4) pays the fees required under this chapter; and

14 (5) complies with laws and rules governing registration and
15 licensing of vehicles and drivers.

16 Subd. 2. [DESIGN.] A special license plate under this
17 section consists of a license plate with a unique symbol that is
18 the recognized emblem of the Knights of Columbus. The symbol
19 must be designed by the Knights of Columbus or a council
20 thereof, with the approval of the commissioner. The license
21 plate may be an embossed license plate or a generic license
22 plate with attached decal.

23 Subd. 3. [APPLICABILITY OF OTHER LAW.] Section 168.1293
24 does not apply to license plates authorized under this section.

25 Sec. 10. [190.19] [MINNESOTA "SUPPORT OUR TROOPS"
26 ACCOUNT.]

27 Subdivision 1. [ESTABLISHMENT.] The Minnesota "Support Our
28 Troops" account is established in the state treasury. The
29 account shall consist of contributions from private sources and
30 appropriations.

31 Subd. 2. [GRANTS.] (a) Money in the Minnesota "Support Our
32 Troops" account is appropriated to the adjutant general for the
33 purpose of making grants:

34 (1) directly to eligible individuals; or

35 (2) to one or more eligible foundations for the purpose of
36 making grants to eligible individuals, as provided in this

1 section.

2 (b) The term, "eligible individual" includes any person who
3 is:

4 (1) a member of the Minnesota National Guard or a reserve
5 unit based in Minnesota who has been called to active service as
6 defined in section 190.05, subdivision 5;

7 (2) a Minnesota resident who is a member of a military
8 reserve unit not based in Minnesota, if the member is called to
9 active service as defined in section 190.05, subdivision 5;

10 (3) any other Minnesota resident performing active service
11 for any branch of the military of the United States; and

12 (4) members of the immediate family of an individual
13 identified in clause (1), (2), or (3). For purposes of this
14 clause, "immediate family" means the individual's spouse and
15 minor children and, if they are dependents of the member of the
16 military, the member's parents, grandparents, siblings,
17 stepchildren, and adult children.

18 (c) The term "eligible foundation" includes any
19 organization that:

20 (1) is a tax-exempt organization under section 501(c)(3) of
21 the Internal Revenue Code;

22 (2) has articles of incorporation under chapter 317A
23 specifying the purpose of the organization as including the
24 provision of financial assistance to members of the Minnesota
25 National Guard and other United States armed forces reserves and
26 their families and survivors; and

27 (3) agrees in writing to distribute any grant money
28 received from the adjutant general under this section to
29 eligible individuals as defined in this section and in
30 accordance with any written policies and rules the adjutant
31 general may impose as conditions of the grant to the foundation.

32 (d) The maximum grant awarded to an eligible individual in
33 a calendar year with funds from the Minnesota "Support Our
34 Troops" account, either through an eligible institution or
35 directly from the adjutant general, may not exceed \$2,000.

36 Subd. 3. [ANNUAL REPORT.] The adjutant general must report

1 by February 1, 2007, and each year thereafter, to the chairs and
2 ranking minority members of the legislative committees and
3 divisions with jurisdiction over military and veterans' affairs
4 on the number, amounts, and use of grants issued from the
5 Minnesota "Support Our Troops" account in the previous year."

6 Pages 82 and 83, delete sections 1 and 2

7 Page 83, line 10, delete "including, but not" and insert
8 ". Of the money available in the fund each year, a minimum of
9 25 percent must be expended on highways and a minimum of 25
10 percent must be expended on transit purposes. Highway
11 expenditures may include, but are not"

12 Page 83, line 11, after "construction" insert "and related
13 sales tax charges whether incurred by the department or by
14 persons who contract with the department" and delete "transit
15 capital and"

16 Page 83, line 12, delete "operations,"

17 Page 83, line 13, delete the second "and"

18 Page 83, line 14, before the period, insert ", and
19 government agency indirect costs assessed against the Department
20 of Transportation or the trunk highway fund"

21 Page 88, after line 26, insert:

22 "[EFFECTIVE DATE.] This section is effective for first
23 registration periods in which the tax is first due on or after
24 July 1, 2005, and for renewals of registrations on those
25 vehicles assigned registration periods of July 1, 2005, through
26 June 30, 2006, or later."

27 Page 88, line 31, delete "2006" and insert "2007"

28 Page 89, line 1, delete everything before "2007" and insert:
29 "(b) On and after July 1,"

30 Page 89, delete lines 5 to 8 and insert:

31 "[EFFECTIVE DATE.] This section is effective July 1, 2005,
32 and applies to all gasoline, undyed diesel fuel, and special
33 fuel in distributor storage on July 1, 2005."

34 Page 89, delete section 9

35 Page 89, line 27, delete "2006" and insert "2007"

36 Page 89, line 36, delete everything before "2007" and

1 insert:

2 "(b) On and after July 1,"

3 Page 90, delete lines 7 to 13

4 Page 90, line 14, strike "(d)" and insert "(c)"

5 Page 90, after line 17, insert:

6 "[EFFECTIVE DATE.] This section is effective July 1, 2005,
7 and applies to all gasoline, undyed diesel fuel, and special
8 fuel in distributor storage on July 1, 2005."

9 Page 90, delete section 11

10 Page 91, line 17, delete "23" and insert "20.82"

11 Page 91, line 21, delete "27.25" and insert "29.60"

12 Page 91, line 23, delete "2.5" and insert "2.33"

13 Page 91, line 26, delete "19" and insert "19.83"

14 Page 91, line 30, delete "31" and insert "30.50"

15 Page 91, line 31, delete "2.75" and insert "2.43"

16 Page 91, line 35, delete "18" and insert "17.37"

17 Page 92, line 1, delete "42.75" and insert "43.30"

18 Page 92, line 2, delete "5.25" and insert "5.33"

19 Page 92, line 7, delete "16" and insert "16.57"

20 Page 92, line 9, delete "44.5" and insert "44.03"

21 Page 92, line 10, delete "5.5" and insert "5.40"

22 Page 92, line 15, delete "14" and insert "15.94"

23 Page 92, line 17, delete "46" and insert "44.59"

24 Page 92, line 18, delete "six" and insert "5.47"

25 Page 92, line 23, delete "14" and insert "15.5"

26 Page 92, line 25, delete "46" and insert "45"

27 Page 92, line 27, delete "six" and insert "5.5"

28 Page 96, line 17, after the period, insert "A minimum of
29 ten percent of this appropriation each year must be used for
30 transit capital improvements on trunk highways."

31 Page 96, line 19, delete "\$61,000,000" and insert
32 "\$55,800,000" and delete "\$123,000,000" and insert "\$65,700,000"

33 Page 96, line 24, delete "\$25,300,000" and insert
34 "\$23,700,000" and delete "\$54,000,000" and insert "\$32,600,000"

35 Page 96, line 27, delete "\$8,600,000" and insert
36 "\$7,700,000" and delete "\$16,900,000" and insert "\$10,300,000"

1 Page 96, line 30, after "(d)" insert "\$1,800,000 in fiscal
2 year 2006 and \$11,300,000 in fiscal year 2007, are appropriated
3 to the commissioner from the trunk highway fund for transfer to
4 the state bond fund for highway debt service.

5 (e)"

6 Pages 96 and 97, delete section 20

7 Pages 97 to 100, delete article 6

8 Renumber the articles and sections in sequence

9 Amend the title as follows:

10 Page 1, line 11, delete everything after the semicolon and
11 insert "exempting certain projects from competitive bidding;
12 authorizing issuance of special license plates;"

13 Page 1, delete line 12

14 Page 1, line 14, delete "and indexing"

15 Page 1, line 18, delete "authorizing"

16 Page 1, line 19, delete everything before "requiring"

17 Page 1, line 22, delete "161.04, by adding a" and insert
18 "160.294, subdivision 1a;"

19 Page 1, line 23, delete "subdivision;" and after "3;"
20 insert "161.14, by adding a subdivision;"

21 Page 1, line 33, after the first semicolon, insert "169.01,
22 subdivision 78;" and after "13;" insert "169.81, subdivision 3c;
23 169.8261; 169.851, subdivision 5; 169.86, subdivision 5;"

24 Page 1, line 37, delete the third comma

25 Page 1, line 38, delete "by adding a subdivision" and
26 delete ", by"

27 Page 1, line 39, delete "adding a subdivision"

28 Page 1, line 40, after the semicolon, insert "469.015,
29 subdivision 4;"

30 Page 1, line 42, delete "297A" and insert "169; 190"

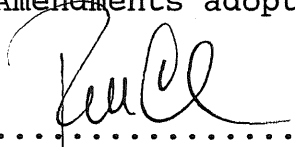
31 Page 2, line 2, after the second semicolon, insert
32 "473.408, subdivision 1;"

33 Page 2, line 5, before the period, insert "; 7800.0600;
34 7800.3200, subpart 1; 7805.0700; 8850.6900, subpart 20;
35 8855.0500, subpart 1"

36 And when so amended the bill do pass and be re-referred to

1 the Committee on Taxes. Amendments adopted. Report adopted.

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(Committee Chair)

April 28, 2005.....

(Date of Committee recommendation)

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A bill for an act

relating to appropriations; appropriating money for transportation, Metropolitan Council, and public safety activities; providing for general contingent accounts and tort claims; authorizing issuance of trunk highway bonds; modifying provision for handling state mail; modifying vehicle registration tax and fee provisions; increasing fees for motor vehicle transfers and driver and vehicle services; establishing and modifying accounts; abolishing statewide bicycle registration program; authorizing issuance of special license plates; proposing an amendment to the Minnesota Constitution, article XIV; providing for road signs; establishing multimodal transportation fund; increasing tax on motor fuels and allocating proceeds of the increase; reapportioning highway state-aid money to counties; changing vehicle registration tax rates; allocating proceeds of sales tax on motor vehicles; requiring a report; making technical and clarifying revisions; amending Minnesota Statutes 2004, sections 16B.49; 115A.908, subdivision 1; 160.294, subdivision 1a; 161.081, subdivision 3; 161.14, by adding a subdivision; 162.06, subdivision 2; 162.07, subdivision 1, by adding subdivisions; 168.011, by adding a subdivision; 168.013, subdivisions 1a, 8; 168.09, subdivision 7; 168.105, subdivisions 2, 3, 5; 168.12; 168.123; 168.1235; 168.124; 168.125; 168.1255; 168.127, subdivision 6; 168.128; 168.129; 168.1291; 168.1293; 168.1296; 168.1297; 168.27, subdivision 11; 168.33; 168.345, subdivisions 1, 2; 168.381; 168.54, subdivisions 4, 5; 168A.152, subdivision 2; 168A.29; 168A.31; 169.01, subdivision 78; 169.09, subdivision 13; 169.81, subdivision 3c; 169.8261; 169.851, subdivision 5; 169.86, subdivision 5; 169A.60, subdivision 16; 171.06, subdivisions 2, 2a; 171.061, subdivision 4; 171.07, subdivision 11; 171.13, subdivision 6, by adding a subdivision; 171.20, subdivision 4; 171.26; 171.29, subdivision 2; 171.36; 296A.07, subdivision 3; 296A.08, subdivision 2; 297B.09, subdivision 1; 446A.085, subdivisions 3, 8, by adding a subdivision; proposing coding for new law in Minnesota Statutes, chapters 16A; 160; 161; 168; 169; 190; 299A; repealing Minnesota Statutes 2004, sections 168.012, subdivision 12; 168.041, subdivision 11; 168.105, subdivision 6; 168.231; 168.345, subdivisions 3, 4; 168C.01; 168C.02; 168C.03; 168C.04; 168C.05; 168C.06; 168C.07; 168C.08; 168C.09; 168C.10; 168C.11; 168C.12; 168C.13; 170.23; 171.12, subdivision 8; 171.185; 473.408, subdivision 1; Minnesota Rules, parts 7407.0100; 7407.0200; 7407.0300; 7407.0400; 7407.0500; 7407.0600; 7407.0700; 7407.0800; 7407.0900; 7407.1000; 7407.1100; 7407.1200; 7407.1300; 7800.0600; 7800.3200, subpart 1; 7805.0700; 8850.6900, subpart 20; 8855.0500, subpart 1.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

ARTICLE 1

APPROPRIATIONS

TRANSPORTATION AND OTHER AGENCIES

Section 1. [APPROPRIATIONS.]

The sums shown in the columns marked "APPROPRIATIONS" are added to, or, if shown in parentheses, are subtracted from the appropriations to the specified agencies in 2005 S.F. No. 1879,

1 article 8, if enacted. The appropriations are available for the
 2 fiscal year indicated for each purpose. The figures "2006" and
 3 "2007," where used in this article, mean that the additions to
 4 or subtractions from the appropriations listed under them are
 5 for the year ending June 30, 2006, or June 30, 2007,
 6 respectively. The "first year" is fiscal year 2006. The
 7 "second year" is fiscal year 2007.

8 SUMMARY BY FUND

9		2006	2007	TOTAL
10	Special Revenue \$	500,000 \$	1,200,000 \$	1,700,000

11 APPROPRIATIONS
 12 Available for the Year
 13 Ending June 30
 14 2006 2007

15 Sec. 2. TRANSPORTATION

16 Subdivision 1. State Roads -0- -0-

17 This appropriation is from the trunk
 18 highway fund.

19 (a) Infrastructure Investment Support

20 50,000,000 50,000,000

21 (b) State Road Construction

22 (50,000,000) (50,000,000)

23 This reduction reduces the amount of
 24 highway user tax revenues necessary to
 25 fund the state road construction
 26 appropriation.

27 \$1,000,000 of the appropriation for
 28 fiscal year 2006 contained in 2005 S.F.
 29 No. 1879, article 8, section 2,
 30 subdivision 3, paragraph (a), clause
 31 (2), if enacted, must be used to
 32 construct concrete or cable median
 33 safety barriers on interstate or trunk
 34 highways within the metropolitan area
 35 that do not have existing safety
 36 barriers.

37 Subd. 2. Transfers

38 The commissioner of finance shall
 39 transfer from the flexible account in
 40 the county state-aid highway fund
 41 \$7,429,000 the first year and
 42 \$5,277,000 the second year to the
 43 county principal arterial account in
 44 the county state-aid highway fund; and
 45 \$2,961,000 the first year and
 46 \$2,103,000 the second year to the
 47 municipal principal arterial account in
 48 the municipal state-aid street fund.

49 Sec. 3. PUBLIC SAFETY 1,285,000 1,200,000

1 Summary by Fund

2 Trunk Highway	785,000	-0-
3 Special Revenue	500,000	1,200,000
4 (a) State Patrol, Patrolling Highways		
5	785,000	-0-

6 Of this amount, \$785,000 in the first
7 year is for the purchase of automated
8 external defibrillators for state
9 patrol vehicles.

10 (b) Traffic Safety

11	500,000	1,200,000
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12 This appropriation is from the driver
13 services operating account in the
14 special revenue fund for traffic safety.

15 These amounts must be used for traffic
16 and pedestrian safety, including, but
17 not limited to, producing educational
18 and informational materials on
19 pedestrian crosswalk safety, impaired
20 driving, seat belt usage, speeding, and
21 driver distraction. The commissioner
22 of public safety may make grants to
23 local units of government or use the
24 funds for research related to traffic
25 and pedestrian safety. As part of the
26 next biennial budget submission, the
27 commissioner shall report on the
28 expenditure of these funds and make
29 recommendations regarding the need for
30 continued funding of traffic and
31 pedestrian safety initiatives.

32 ARTICLE 2

33 CAPITAL PROJECTS

34 Section 1. [TRUNK HIGHWAY BOND PROCEEDS ACCOUNT
35 APPROPRIATIONS.]

36 Subdivision 1. [EXTERIOR REPAIR OF TRANSPORTATION
37 BUILDING.] \$9,342,000 is appropriated to the commissioner of
38 transportation from the trunk highway bond proceeds account to
39 repair and renovate the exterior of the Department of
40 Transportation building at 395 John Ireland Boulevard in St.
41 Paul. This appropriation is available until expended.

42 Subd. 2. [MANKATO HEADQUARTERS BUILDING.] \$16,620,000 is
43 appropriated to the commissioner of transportation from the
44 trunk highway bond proceeds account to design, construct,
45 furnish, and equip a new district headquarters facility in
46 Mankato. This appropriation is available until expended.

1 Subd. 3. [SMALL CAPITAL PROJECTS.] \$4,728,000 is
2 appropriated to the commissioner of transportation from the
3 trunk highway bond proceeds account to design, construct,
4 furnish, and equip statewide building projects, consisting of
5 truck stations, salt storage facilities, cold storage
6 facilities, and Mankato headquarters site work. Of this amount,
7 \$600,000 is for the department's share of the feasibility
8 studies, design, site preparation, and upgrade of common utility
9 services for a joint use truck station and public works facility
10 with Pope County. This appropriation is available until
11 expended.

12 Sec. 2. [BOND SALE.]

13 To provide the money appropriated by section 1 from the
14 bond proceeds account in the trunk highway fund, the
15 commissioner of finance shall sell and issue bonds of the state
16 in an amount up to \$30,690,000 in the manner, on the terms, and
17 with the effect prescribed by Minnesota Statutes, sections
18 167.50 to 167.52, and by the Minnesota Constitution, article
19 XIV, section 11.

20 ARTICLE 3

21 PUBLIC SAFETY ACTIVITIES, FEES, ACCOUNTS

22 Section 1. Minnesota Statutes 2004, section 16B.49, is
23 amended to read:

24 16B.49 [CENTRAL MAILING SYSTEM.]

25 (a) The commissioner shall maintain and operate for state
26 agencies, departments, institutions, and offices a central mail
27 handling unit. Official, outgoing mail for units in St. Paul
28 must be delivered unstamped to the unit. The unit shall also
29 operate an interoffice mail distribution system. The department
30 may add personnel and acquire equipment that may be necessary to
31 operate the unit efficiently and cost-effectively. Account must
32 be kept of the postage required on that mail, which is then a
33 proper charge against the agency delivering the mail. To
34 provide funds for the payment of postage, each agency shall make
35 advance payments to the commissioner sufficient to cover its
36 postage obligations for at least 60 days. For purposes of this

1 section, the Minnesota State Colleges and Universities is a
2 state agency.

3 (b) Notwithstanding paragraph (a) or section 16C.09, the
4 commissioner may approve the performance of mail-related
5 functions by an agency outside the state's central mail-handling
6 unit if the agency demonstrates it furthers program
7 effectiveness, better use of services, greater efficiency, or
8 greater economy in state government.

9 Sec. 2. Minnesota Statutes 2004, section 115A.908,
10 subdivision 1, is amended to read:

11 Subdivision 1. [FEE CHARGED.] A fee of \$4 \$10 shall be
12 charged on the initial registration and each subsequent transfer
13 of title within the state, other than transfers for resale
14 purposes, of every motor vehicle weighing more than 1,000
15 pounds. The fee shall be collected ~~in-an-appropriate-manner~~ by
16 the ~~motor-vehicle-registrar~~ commissioner of public safety.

17 Registration plates or certificates of title may not be issued
18 by the ~~motor-vehicle-registrar~~ commissioner of public safety for
19 the ownership or operation of a motor vehicle subject to the
20 transfer fee unless the fee is paid. The fee may not be charged
21 on the transfer of:

22 (1) previously registered vehicles if the transfer is to
23 the same person;

24 (2) vehicles subject to the conditions specified in section
25 297A.70, subdivision 2; or

26 (3) vehicles purchased in another state by a resident of
27 another state if more than 60 days have elapsed after the date
28 of purchase and the purchaser is transferring title to this
29 state and has become a resident of this state after the purchase.

30 Sec. 3. Minnesota Statutes 2004, section 168.011, is
31 amended by adding a subdivision to read:

32 Subd. 2a. [COMMISSIONER.] "Commissioner" means the
33 commissioner of the Department of Public Safety.

34 Sec. 4. Minnesota Statutes 2004, section 168.013,
35 subdivision 8, is amended to read:

36 Subd. 8. [PROCEEDS TO HIGHWAY USER FUND; VEHICLE SERVICES

1 OPERATING ACCOUNT.] (a) Unless otherwise specified in this
2 chapter, the net proceeds of the registration tax imposed on
3 motor-vehicles under this chapter shall must be collected by the
4 registrar-of-motor-vehicles-and commissioner, paid into the
5 state treasury, and credited to the highway user tax
6 distribution fund.

7 (b) All fees collected under this chapter, unless otherwise
8 specified, must be deposited in the vehicle services operating
9 account in the special revenue fund under section 299A.705.

10 Sec. 5. Minnesota Statutes 2004, section 168.09,
11 subdivision 7, is amended to read:

12 Subd. 7. [DISPLAY OF TEMPORARY PERMIT; SPECIAL PLATES.]

13 (a) A vehicle that displays a special plate issued under section
14 168.021; 168.12, subdivision 2, 2a, 2b, 2c, or 2d; 168.123;
15 168.124; 168.125; 168.126; 168.128; or 168.129, may display a
16 temporary permit in conjunction with expired registration if:

17 (1) the current registration tax and all other fees have
18 been paid in full; and

19 (2) the plate requires replacement under section 168.12,
20 subdivision 1, paragraph ~~(b)~~ (d), clause (3).

21 (b) A vehicle that is registered under section 168.10 may
22 display a temporary permit in conjunction with expired
23 registration, with or without a registration license plate, if:

24 (1) the license plates have been applied for and the
25 registration tax has been paid in full, as provided for in
26 section 168.10; and

27 (2) the vehicle is used solely as a collector vehicle while
28 displaying the temporary permit and not used for general
29 transportation purposes.

30 (c) The permit is valid for a period of 60 days. The
31 permit must be in a ~~form~~ format prescribed by the commissioner
32 ~~of-public-safety~~ and whenever practicable must be posted upon
33 the driver's side of the rear window on the inside of the
34 vehicle. The permit is valid only for the vehicle for which it
35 was issued to allow a reasonable time for the new license plates
36 to be manufactured and delivered to the applicant.

1 Sec. 6. Minnesota Statutes 2004, section 168.105,
2 subdivision 2, is amended to read:

3 Subd. 2. [AFFIDAVIT FOR REGISTRATION AND TAXATION.] (a) A
4 classic motorcycle must be ~~listed-for-taxation~~ taxed and
5 registration registered by executed the vehicle owner submitting
6 an affidavit to the commissioner stating (1) the name and
7 address of the owner, (2) the name and address of the person
8 from whom purchased, (3) the make of the classic motorcycle, (4)
9 the year and number of the model, (5) the manufacturer's vehicle
10 identification number, (6) that the motorcycle is owned and
11 operated solely as a collector's item and will not be used for
12 general transportation purposes, and (7) that the owner has one
13 or more motor vehicles with regular ~~license~~ plates.

14 (b) When the ~~registrar~~ commissioner is satisfied that the
15 affidavit is true, correct, and complete and ~~that~~ the owner has
16 paid a \$10 registration tax, the ~~registrar~~ commissioner shall
17 ~~list-the-vehicle-for-taxation-and-registration~~ register the
18 vehicle and ~~shall~~ issue special number plates.

19 Sec. 7. Minnesota Statutes 2004, section 168.105,
20 subdivision 3, is amended to read:

21 Subd. 3. [SPECIAL CLASSIC PLATES.] The ~~registrar~~
22 commissioner shall issue ~~number~~ plates of the same size as
23 standard motorcycle ~~license~~ plates and inscribed "collector" and
24 "Minnesota" with the registration number or other combination of
25 characters authorized under section 168.12, subdivision 2a, but
26 without a date. The plates are valid without renewal as long as
27 the classic motorcycle exists and may be issued for the
28 applicant's use only for the classic motorcycle. The ~~registrar~~
29 commissioner may revoke the plates for noncompliance with this
30 subdivision.

31 Sec. 8. Minnesota Statutes 2004, section 168.105,
32 subdivision 5, is amended to read:

33 Subd. 5. [ORIGINAL PLATES.] (a) Instead of being
34 issued ~~special~~ classic motorcycle plates, a classic motorcycle
35 registered under this section may display original Minnesota
36 ~~number~~ plates issued in the same year as the model year of the

1 motorcycle on which they are displayed. The number ~~of~~ on the
2 original plates must be provided to the ~~registrar~~ commissioner.

3 (b) Original Minnesota number plates may not be used if the
4 number on the original plate is identical to the number on a
5 current collector's plate issued by the ~~registrar~~ commissioner.

6 ~~(c) A person currently using classic motorcycle plates
7 issued under this section, shall return those plates to the
8 registrar before substituting original plates.~~

9 ~~(d) If the vehicle is not registered as a collector
10 vehicle, the registrar may commissioner shall~~ charge a fee of
11 \$10 for registering the number on the original plates.

12 Sec. 9. Minnesota Statutes 2004, section 168.12, is
13 amended to read:

14 168.12 [LICENSE PLATES.]

15 Subdivision 1. [NUMBER PLATES; DESIGN, VISIBILITY, PERIODS
16 OF ISSUANCE.] (a) The ~~registrar~~ commissioner, upon the approval
17 and payment, shall issue to the applicant the number plates
18 required by ~~law~~ this chapter, bearing the state name and ~~the~~ an
19 assigned vehicle registration number assigned. The number
20 assigned by the commissioner may be a combination of a letter or
21 sign with figures. The color of the plates and the color of the
22 abbreviation of the state name and the number assigned ~~shall~~
23 must be in marked contrast. The plates ~~shall~~ must be lettered,
24 spaced, or distinguished to suitably indicate the registration
25 of the vehicle according to the rules of the ~~registrar, and~~
26 commissioner.

27 (b) When a vehicle is registered on the basis of total
28 gross weight, the plates issued ~~shall~~ must clearly indicate by
29 letters or other suitable insignia the maximum gross weight for
30 which the tax has been paid. ~~These number~~

31 (c) The plates shall must be so treated as to be at least
32 100 times brighter than the conventional painted number plates.
33 When properly mounted on an unlighted vehicle, ~~these number the~~
34 plates, when viewed from a vehicle equipped with standard
35 headlights, ~~shall~~ must be visible for a distance of not less
36 than 1,500 feet and readable for a distance of not less than 110

1 feet.

2 ~~(b)~~ (d) The ~~registrar~~ commissioner shall issue these
3 number plates for the following periods:

4 (1) New number plates issued pursuant to section 168.012,
5 subdivision 1, ~~shall~~ must be issued to a vehicle for as long as
6 ~~it~~ the vehicle is owned by the exempt agency and the plate shall
7 not be transferable from one vehicle to another but the plate
8 may be transferred with the vehicle from one tax-exempt agency
9 to another.

10 (2) Plates issued for passenger automobiles ~~as defined in~~
11 ~~section 168.011, subdivision 7, shall~~ must be issued for a
12 seven-year period. All plates issued under this paragraph must
13 be replaced if they are seven years old or older at the time
14 of ~~annual~~ registration renewal or will become so during the
15 registration period.

16 (3) Number Plates issued under sections 168.053 and 168.27,
17 subdivisions 16 and 17, ~~shall~~ must be for a seven-year period.

18 (4) Number Plates issued under subdivisions 2c and 2d and
19 section 168.123 ~~shall~~ must be issued for the life of the veteran
20 under section 169.79.

21 (5) Plates for any vehicle not specified in clauses (1) to
22 (3), except for trailers as hereafter provided, ~~shall~~ must be
23 issued for the life of the vehicle. Beginning with number
24 plates issued for the year 1981, plates issued for trailers with
25 a total gross weight of 3,000 pounds or less ~~shall~~ must be
26 issued for the life of the trailer and ~~shall~~ must be not more
27 than seven inches in length and four inches in width.

28 ~~(c)~~ (e) In a year in which plates are not issued, the
29 ~~registrar~~ commissioner shall issue for each registration a ~~tab~~
30 ~~or~~ sticker to designate the year of registration. This ~~tab-or~~
31 sticker ~~shall~~ must show the ~~calendar~~ year or years for which the
32 sticker is issued, and is valid only for that period.

33 The number plates, ~~number-tabs, or~~ and stickers issued for a
34 ~~motor~~ vehicle may not be transferred to another ~~motor~~ vehicle
35 during the period for which ~~it~~ the sticker is issued, except
36 when issued for a ~~motor~~ vehicle registered under section 168.187.

1 ~~(d)-Notwithstanding~~ (f) Despite any other provision of this
2 subdivision, ~~number~~ plates issued to a vehicle ~~which-is~~ used for
3 behind-the-wheel instruction in a driver education course in a
4 public school may be transferred to another vehicle used for the
5 same purpose without payment of any additional fee. The
6 ~~registrar-shall-be-notified~~ public school shall notify the
7 commissioner of each transfer of ~~number~~ plates under this
8 paragraph ~~and.~~ The commissioner may prescribe a ~~form~~ format for
9 notification.

10 Subd. 2. [AMATEUR RADIO LICENSEE; SPECIAL PLATES.] (a) Any
11 The commissioner shall issue amateur radio plates to an
12 applicant who:

13 (1) is an owner or-joint-owner of a passenger automobile,
14 van-or-pickup-truck, or a-self-propelled recreational motor
15 vehicle,-and;

16 (2) is a resident of this state,-and-who;

17 (3) holds an official amateur radio station license, or a
18 citizens radio service class D license, in good standing, issued
19 by the Federal Communications Commission shall-upon-compliance;

20 (4) pays the registration tax required under section
21 168.013;

22 (5) pays a fee of \$10 for each set of special plates and
23 any other fees required by this chapter; and

24 (6) complies with all-laws-of-this-state-relating-to this
25 chapter and rules governing the registration of motor vehicles
26 and the licensing of motor-vehicles-and drivers,-be-furnished
27 with-license-plates-for-the-motor-vehicle,-as-prescribed-by-law,
28 upon-which;

29 (b) In lieu of the numbers registration number required for
30 identification under subdivision 1, ~~shall-be-inscribed~~ the
31 plates must indicate the official amateur call letters of the
32 applicant, as assigned by the Federal Communications Commission,
33 and the words "AMATEUR RADIO."

34 ~~The-applicant-shall-pay-in-addition-to-the-registration-tax~~
35 ~~required-by-law,-the-sum-of-\$10-for-the-special-license-plates,~~
36 ~~and-at-the-time-of-delivery-of-the-special-license-plates-the~~

1 ~~applicant shall surrender to the registrar the current license~~
2 ~~plates issued for the motor vehicle.~~

3 (c) This provision for the issue of special license plates
4 ~~shall apply~~ applies only if the applicant's motor vehicle is
5 already registered in Minnesota so that the applicant has valid
6 regular Minnesota plates issued for that motor vehicle under
7 which to operate it during the time that it will take to have
8 the necessary special license plates made.

9 (d) If owning ~~or jointly owning~~ more than one motor vehicle
10 of the type specified in this subdivision, the applicant may
11 apply for special plates for each of not more than two motor
12 vehicles, and, if each application complies with this
13 subdivision, the registrar commissioner shall furnish the
14 applicant with the special plates, ~~inscribed with~~ indicating the
15 official amateur call letters and other distinguishing
16 information as the registrar commissioner considers necessary,
17 for each of the two motor vehicles.

18 (e) ~~And~~ The registrar commissioner may make reasonable
19 rules governing the use of the special license plates as will
20 assure the full compliance by the owner ~~and holder~~ of the
21 special plates, with all existing laws governing the
22 registration of motor vehicles, and the transfer and the use
23 ~~thereof~~ of the plates.

24 ~~(b)~~ (f) Despite any contrary provision of subdivision 1,
25 the special license plates issued under this subdivision may be
26 transferred by an owner to another motor vehicle listed in
27 paragraph (a) and registered to the same owner, upon the payment
28 of a fee of \$5. The registrar commissioner must be notified ~~of~~
29 before the transfer and may prescribe a form format for the
30 notification.

31 ~~(c)~~ ~~Fees collected under this subdivision must be paid into~~
32 ~~the state treasury and credited to the highway user tax~~
33 ~~distribution fund.~~

34 Subd. 2a. [PERSONALIZED PLATES; RULES.] (a) The
35 commissioner shall issue personalized license plates must be
36 issued to an applicant for registration of who:

1 (1) is an owner of a passenger automobile including a
2 passenger automobile registered as a classic car, pioneer car,
3 collector car, or street rod; ~~van, pickup truck as defined in~~
4 ~~section 168-011, subdivision 29, and any other truck with a~~
5 manufacturer's nominal rated capacity of one ton or less and
6 resembling a pickup truck; a motorcycle, including a classic
7 motorcycle; or self-propelled a recreational motor vehicle, upon
8 ~~compliance with the laws of this state relating to registration~~
9 ~~of the vehicle and upon payment of;~~

10 (2) pays a onetime fee of \$100 in addition to and any other
11 fees required by this chapter;

12 (3) pays the registration tax required by law this chapter
13 for the motor vehicle; and

14 (4) complies with this chapter and rules governing
15 registration of motor vehicles and licensing of drivers.

16 (b) The registrar commissioner shall designate charge a
17 replacement fee for personalized license plates ~~that is~~
18 ~~calculated to cover the cost of replacement as specified in~~
19 subdivision 5. This fee must be paid by the applicant whenever
20 the personalized license plates are required to be replaced by
21 law.

22 (c) In lieu of the numbers registration number assigned as
23 provided in subdivision 1, personalized license plates must have
24 imprinted on them a series of not more than seven numbers and
25 letters in any combination. When an applicant has once obtained
26 personalized plates, the applicant shall have a prior claim for
27 similar personalized plates in the next succeeding year as long
28 as current motor vehicle registration is maintained.

29 (d) The commissioner of public safety shall adopt rules in
30 the manner provided by chapter 14, regulating the issuance and
31 transfer of personalized license plates. No words or
32 combination of letters placed on personalized license plates may
33 be used for commercial advertising, be of an obscene, indecent,
34 or immoral nature, or be of a nature that would offend public
35 morals or decency. The call signals or letters of a radio or
36 television station are not commercial advertising for the

1 purposes of this subdivision.

2 ~~(b)-Notwithstanding~~ (e) Despite the provisions of
3 subdivision 1, personalized license plates issued under this
4 subdivision may be transferred to another motor vehicle owned or
5 jointly listed in paragraph (a) and owned by the applicant, upon
6 the payment of a fee of \$57-which-must-be-paid-into-the-state
7 treasury-and-credited-to-the-highway-user-tax-distribution-fund.

8 (f) The registrar commissioner may by rule provide a form
9 specify the format for notification.

10 (g) A personalized license plate issued for a classic car,
11 pioneer car, collector car, street rod, or classic motorcycle
12 may not be transferred to a vehicle not eligible for such
13 a license plate.

14 ~~(e)-Notwithstanding~~ (h) Despite any law to the contrary, if
15 the personalized license plates are lost, stolen, or destroyed,
16 the applicant may apply and shall receive must be issued
17 duplicate license plates bearing the same combination of letters
18 and numbers as the former personalized plates upon the payment
19 of the fee required by section 168.29.

20 ~~(d)-Fees-from-the-sale-of-permanent-and-duplicate~~
21 ~~personalized-license-plates-must-be-paid-into-the-state-treasury~~
22 ~~and-credited-to-the-highway-user-tax-distribution-fund.~~

23 Subd. 2b. [FIREFIGHTERS; SPECIAL PLATES.] (a) The
24 registrar commissioner shall issue special license plates to any
25 applicant who:

26 (1) is both a member of a fire department receiving state
27 aid under chapter 69 and an owner or joint-owner of a passenger
28 automobile, or truck with a manufacturer's nominal rated
29 capacity of one ton and resembling a pickup truck, upon payment
30 of;

31 (2) pays a fee of \$10 and upon payment of any other fees
32 required by this chapter;

33 (3) pays the registration tax required by law this chapter
34 for the motor vehicle and compliance with other laws of this
35 state relating to; and

36 (4) complies with this chapter and rules governing the

1 registration of motor vehicles and licensing of ~~motor-vehicles~~
2 and drivers.

3 (b) In lieu of the identification required under
4 subdivision 1, the special ~~license~~ plates ~~shall-be-inscribed~~
5 ~~with-a-symbol~~ must bear an emblem of a Maltese Cross together
6 with ~~five~~ any numbers or characters prescribed by the
7 commissioner. No applicant shall receive more than two sets of
8 plates for motor vehicles ~~owned-or-jointly~~ owned by the
9 applicant.

10 ~~(b)~~ (c) Special plates issued under this subdivision may
11 only be used during the period that the owner ~~or-joint-owner~~ of
12 the motor vehicle is a member of a fire department as specified
13 in this subdivision. When the ~~person~~ individual to whom the
14 special plates were issued is no longer a member of a fire
15 department or when the motor vehicle ownership is transferred,
16 the owner shall remove the special ~~license~~ plates ~~shall-be~~
17 ~~removed~~ from the motor vehicle ~~and-returned-to-the-registrar~~.
18 Upon ~~return~~ removal of the special plates, either the owner or
19 purchaser of the motor vehicle is entitled to receive regular
20 plates for the motor vehicle without cost for the remainder of
21 the registration period for which the special plates were issued.

22 (d) Firefighter license plates issued pursuant to this
23 subdivision may be transferred to another motor vehicle upon
24 payment of a \$57-~~which fee shall-be-paid-into-the-state-treasury~~
25 ~~and-credited-to-the-highway-user-tax-distribution-fund~~.

26 ~~(e)~~ (e) The commissioner ~~of-public-safety~~ may adopt rules
27 under the Administrative Procedure Act, sections 14.001 to
28 14.69, to govern the issuance and use of the special plates
29 authorized in this subdivision. ~~All-fees-from-the-sale-of~~
30 ~~special-license-plates-for-firefighters-shall-be-paid-into-the~~
31 ~~state-treasury-and-credited-to-the-highway-user-tax-distribution~~
32 ~~fund~~.

33 Subd. 2c. [NATIONAL GUARD; SPECIAL PLATES.] (a) The
34 ~~registrar~~ commissioner shall issue special ~~license~~ plates to any
35 applicant who:

36 (1) is a regularly enlisted, commissioned, or retired

1 member of the Minnesota National Guard, other than an inactive
2 member who is not a retired member, and is an owner ~~or-joint~~
3 ~~owner~~ of a passenger automobile, ~~van, or pickup truck included~~
4 ~~within the definition of a passenger automobile upon payment of;~~

5 (2) pays a fee of \$10, payment of and any other fees
6 required by this chapter;

7 (3) pays the registration tax required by law, and
8 compliance with other laws of this state relating to this
9 chapter; and

10 (4) complies with this chapter and rules governing the
11 registration of motor vehicles and licensing of motor vehicles
12 and drivers.

13 (b) The adjutant general shall design the emblem for these
14 special plates subject to the approval of the registrar
15 commissioner. No

16 (c) An applicant shall must not be issued more than two
17 sets of plates for motor vehicles owned or jointly owned by
18 registered to the applicant. The adjutant general shall
19 estimate the number of special plates that will be required and
20 submit the estimate to the registrar.

21 ~~(b)~~ (d) Special plates issued under this subdivision may
22 only be used during the period that the owner or joint owner of
23 the motor vehicle is an active or retired member of the
24 Minnesota National Guard as specified in this subdivision. When
25 the person individual to whom the special plates were issued is
26 no longer an active or retired member of the Minnesota National
27 Guard, the special plates must be removed from the vehicle and
28 returned to by the registrar owner. Upon return removal of
29 the special plates, either the owner or purchaser of the motor
30 vehicle is entitled to receive regular plates for the motor
31 vehicle without cost for the remainder of the registration
32 period for which the special plates were issued.

33 (e) While the person is an active or retired member of the
34 Minnesota National Guard, plates issued pursuant to this
35 subdivision may be transferred to another motor vehicle owned or
36 jointly owned by that person individual upon payment of a fee of

1 \$5.

2 ~~(e)~~ (f) For purposes of this subdivision, "retired member"
3 means ~~a person~~ an individual placed on the roll of retired
4 officers or roll of retired enlisted members in the Office of
5 the Adjutant General under section 192.18 and who is not
6 deceased.

7 ~~(d)-All-fees-collected-under-the-provisions-of-this~~
8 ~~subdivision-shall-be-paid-into-the-state-treasury-and-credited~~
9 ~~to-the-highway-user-tax-distribution-fund-~~

10 (e) (g) The ~~registrar~~ commissioner may adopt rules under
11 the Administrative Procedure Act to govern the issuance and use
12 of the special plates authorized by this subdivision.

13 Subd. 2d. [READY RESERVE; SPECIAL PLATES.] (a) The
14 ~~registrar~~ commissioner shall issue special ~~license~~ plates to an
15 applicant who:

16 (1) is not eligible for special ~~license~~ National Guard
17 plates under subdivision 2c, who is a member of the United
18 States Armed Forces Ready Reserve as described in United States
19 Code, title 10, section 10142 or 10143, and is an owner ~~or-joint~~
20 ~~owner~~ of a passenger automobile, ~~van, or pickup truck, on~~
21 ~~paying;~~

22 (2) pays a fee of \$10, ~~paying~~ and any other fees required
23 by this chapter;

24 (3) pays the registration tax required by law, ~~and~~
25 complying with other laws of this state relating to this
26 chapter; and

27 (4) complies with this chapter and rules governing the
28 registration of motor vehicles and licensing of ~~motor vehicles~~
29 and drivers.

30 (b) The commissioner of veterans affairs shall design the
31 emblem for these special plates subject to the approval of the
32 ~~registrar~~ commissioner. No

33 (c) An applicant may ~~must not~~ be issued more than two sets
34 of plates for motor vehicles owned ~~or-jointly-owned~~ by the
35 applicant. ~~The commissioner of veterans affairs shall estimate~~
36 the number of special plates that will be required and submit

1 ~~the-estimate-to-the-registrar-~~

2 **(b)** (d) Special plates issued under this subdivision may
3 only be used during the period that the owner ~~or-joint-owner~~ of
4 the motor vehicle is a member of the ready reserve. When the
5 person owner is no longer a member, the special plates must be
6 removed from the motor vehicle ~~and-returned-to-the-registrar~~ by
7 the owner. On ~~returning~~ removing the special plates, either the
8 owner or purchaser of the motor vehicle is entitled to receive
9 regular plates for the motor vehicle without cost for the rest
10 of the registration period for which the special plates were
11 issued. While the person owner is a member of the ready
12 reserve, plates issued under this subdivision may be transferred
13 to another motor vehicle owned ~~or-jointly-owned~~ by that person
14 individual on paying a fee of \$5.

15 ~~(c)-The-fees-collected-under-this-subdivision-must-be-paid~~
16 ~~into-the-state-treasury-and-credited-to-the-highway-user-tax~~
17 ~~distribution-fund-~~

18 **(d)** (e) The registrar commissioner may adopt rules under
19 the Administrative Procedure Act to govern the issuance and use
20 of the special plates authorized by this subdivision.

21 Subd. 2e. [VOLUNTEER AMBULANCE ATTENDANTS; SPECIAL
22 PLATES.] (a) The registrar commissioner shall issue special
23 license plates to an applicant who:

24 (1) is a volunteer ambulance attendant as defined in
25 section 144E.001, subdivision 15, and ~~who-owns-or-jointly~~ owns a
26 motor vehicle taxed as a passenger automobile. ~~---The-registrar~~
27 ~~shall-issue-the-special-plates-on-payment-of;~~

28 (2) pays the registration tax required by ~~law~~ this chapter
29 for the motor vehicle, ~~compliance-with-all-other-applicable-laws~~
30 ~~relating-to;~~

31 (3) pays a fee of \$10 and any other fees required by this
32 chapter; and

33 (4) complies with this chapter and rules governing the
34 registration of motor vehicles and licensing of ~~motor-vehicles~~
35 and drivers, ~~and-payment-of-an-additional-fee-of-\$10.~~

36 **(b)** The registrar commissioner shall not issue more than

1 two sets of these plates to each qualified applicant.

2 ~~(b)-A-person~~ (c) An individual may use special plates
3 issued under this subdivision only during the period that
4 the ~~person~~ individual is a volunteer ambulance attendant. When
5 the ~~person~~ individual to whom the special plates were issued
6 ceases to be a volunteer ambulance attendant, the ~~person~~
7 individual shall ~~return~~ remove each set of special plates issued
8 ~~to-that-person~~. When ownership of a the motor vehicle is
9 transferred, the ~~person~~ individual shall remove the special
10 plates from that motor vehicle ~~and-return-them-to-the~~
11 registrar. On ~~return~~ removal of each set of plates, the owner
12 of the motor vehicle, or new owner in case of a
13 transferred motor vehicle, is entitled to receive
14 regular ~~license~~ plates for the motor vehicle without cost for
15 the rest of the registration period for which the set of special
16 plates were issued. Special plates issued under this
17 subdivision may be transferred to another motor vehicle owned by
18 the volunteer ambulance attendant on payment of a fee of \$5.

19 ~~(e)-The-fees-specified-in-this-subdivision-must-be-paid~~
20 ~~into-the-state-treasury-and-deposited-in-the-highway-user-tax~~
21 ~~distribution-fund-~~

22 (d) The commissioner may adopt rules governing the design,
23 issuance, and sale of the special plates authorized by this
24 subdivision.

25 Subd. 2f. [ORIGINAL LICENSE PLATES.] (a) On application of
26 the owner and in lieu of issuing ~~license~~ plates under
27 subdivision 1 to a motor vehicle registered and taxed as a
28 passenger automobile, the ~~registrar~~ commissioner may assign to
29 the motor vehicle original Minnesota number registration plates
30 issued in the same year as the model year of the motor vehicle,
31 if (1) the original ~~license~~ plates are at least 20 years old,
32 (2) the owner of the motor vehicle has the original ~~license~~
33 plates in possession at the time of the application, and (3) the
34 owner provides the ~~license~~ plate number to the ~~registrar~~
35 commissioner.

36 (b) ~~License~~ Plates displayed under this subdivision,

1 including tabs and stickers applied to the plates, must be
2 clearly legible and must be displayed ~~at the front and rear of~~
3 on the motor vehicle.

4 (c) The registrar commissioner shall not assign the
5 registration number on the original license plates to the motor
6 vehicle if the registrar commissioner determines that the number
7 on the original plate is identical to the number on any current
8 license plate in the current or reserved numbering system used
9 by the registrar commissioner. ~~A person currently using license~~
10 ~~plates issued by the registrar on the vehicle shall return those~~
11 ~~license plates to the registrar before displaying original~~
12 ~~license plates under this subdivision.~~

13 (d) ~~Notwithstanding~~ Despite subdivision 1, an original
14 license plate whose number has been assigned under this
15 subdivision may be displayed for as long as the license plates,
16 including tabs and stickers on the plates, are clearly
17 legible and the number is not subsequently used by the
18 commissioner as a plate number in a registration numbering
19 system.

20 (e) ~~Notwithstanding~~ Despite subdivision 1, original license
21 plates assigned under this subdivision need not bear a tab or
22 sticker to indicate the month or year of registration if
23 the motor vehicle carries the registration certificate issued
24 under section 168.11 at all times when the motor vehicle is
25 operated on the public highways.

26 (f) The registrar commissioner may charge a fee for
27 receiving an application and assigning original license plate
28 numbers.

29 Subd. 5. [ADDITIONAL FEE.] (a) In addition to any fee
30 otherwise authorized or any tax otherwise imposed upon any motor
31 vehicle, the payment of which is required as a condition to the
32 issuance of any number-license plate or plates, the commissioner
33 ~~of public safety~~ shall impose the fee specified in paragraph (b)
34 that is calculated to cover the cost of manufacturing and
35 issuing the license plate or plates, except for license plates
36 issued to disabled veterans as defined in section 168.031 and

1 license plates issued pursuant to section 168.124, 168.125, or
 2 168.27, subdivisions 16 and 17, for passenger automobiles. The
 3 commissioner shall issue graphic design license plates shall
 4 only be-issued for vehicles registered pursuant to section
 5 168.017 and recreational vehicles registered pursuant to section
 6 168.013, subdivision 1g.

7 (b) Unless otherwise specified or exempted by statute, the
 8 following plate and validation sticker fees apply for the
 9 original, duplicate, or replacement issuance of a plate in a
 10 plate year:

11 Sequential <u>Regular</u> Double Plate	\$ 4.25
12 Sequential Special Plate-Double	\$ 7.00
13 Sequential <u>Regular</u> Single Plate	\$ 3.00
14 Sequential Special Plate-Single	\$ 5.50
15 <u>Utility Trailer</u> Self-Adhesive Plate	\$ 2.50
16 Nonsequential Double Plate	\$14.00
17 Nonsequential Single Plate	\$10.00
18 Duplicate Sticker	\$ 1.00

19 ~~(c)-Fees-collected-under-this-subdivision-must-be-paid-into~~
 20 ~~the-state-treasury-and-credited-to-the-highway-user-tax~~
 21 ~~distribution-fund-~~

22 Sec. 10. Minnesota Statutes 2004, section 168.123, is
 23 amended to read:

24 168.123 [VETERANS; SPECIAL LICENSE PLATES.]

25 Subdivision 1. [GENERAL REQUIREMENTS; FEES.] (a) On
 26 payment of a fee of \$10 for each set of two plates, or for a
 27 single plate in the case of a motorcycle plate, payment of the
 28 registration tax required by law, and compliance with other laws
 29 relating to the registration and licensing of a passenger
 30 automobile, ~~pickup-truck, van, self-propelled~~ recreational
 31 ~~equipment~~ motor vehicle, or motorcycle, as applicable,
 32 the registrar commissioner shall issue:

33 (1) special license veteran's plates to an applicant who
 34 served in the active military service in a branch of the armed
 35 forces of the United States or of a nation or society allied
 36 with the United States in conducting a foreign war, was

1 discharged under honorable conditions, and is ~~an-owner-or-joint~~
2 a registered owner of a passenger automobile, ~~pick-up-truck, van,~~
3 or ~~self-propelled~~ recreational equipment motor vehicle; or

4 (2) a veteran's special motorcycle ~~license~~ plate as
5 described in subdivision 2, paragraph (a), or another
6 special ~~license~~ plate designed by the commissioner ~~of public~~
7 ~~safety~~ to an applicant who is a Vietnam veteran who served after
8 July 1, 1961, and before July 1, 1978, and who served in the
9 active military service in a branch of the armed forces of the
10 United States in conducting a foreign war, was discharged under
11 honorable conditions, and is ~~an-owner-or-joint~~ a registered
12 owner of a motorcycle. Plates issued under this clause must be
13 the same size as ~~standard~~ regular motorcycle ~~license~~ plates.

14 (b) The additional fee of \$10 is payable for each set
15 of veteran's plates, is payable only when the plates are issued,
16 and is not payable in a year in which ~~tabs-or~~ stickers are
17 issued instead of ~~number~~ plates. An applicant must not be
18 issued ~~more-than-two-sets-of~~ plates for more than two motor
19 vehicles listed in paragraph (a) and ~~owned-or-jointly-owned-by~~
20 registered to the applicant.

21 (c) The veteran ~~shall~~ must have a certified copy of the
22 veteran's discharge papers, indicating character of discharge,
23 at the time of application. If an applicant served in the
24 active military service in a branch of the armed forces of a
25 nation or society allied with the United States in conducting a
26 foreign war and is unable to obtain a record of that service and
27 discharge status, the commissioner of veterans affairs may
28 certify the applicant as qualified for the veterans' ~~license~~
29 plates provided under this section.

30 Subd. 2. [DESIGN.] The commissioner of veterans affairs
31 shall design the emblem for the veterans' special plates,
32 subject to the approval of the ~~registrar~~ commissioner, that
33 satisfy the following requirements:

34 (a) For a Vietnam veteran who served after July 1, 1961,
35 and before July 1, 1978, the special plates must bear the
36 inscription "VIETNAM VET" and the letters "V" and "V" with the

1 first letter directly above the second letter and both letters
2 just preceding the first numeral of the special license plate
3 number.

4 (b) For a veteran stationed on the island of Oahu, Hawaii,
5 or offshore, during the attack on Pearl Harbor on December 7,
6 1941, the special plates must bear the inscription "PEARL HARBOR
7 SURVIVOR" and the letters "P" and "H" with the first letter
8 directly above the second letter and both letters just preceding
9 the first numeral of the special license plate number.

10 (c) For a veteran who served during World War I or World
11 War II, the special plates must bear the inscription "WORLD WAR
12 VET" and:

13 (1) for a World War I veteran, the characters "W" and "I"
14 with the first character directly above the second character and
15 both characters just preceding the first numeral of the special
16 license plate number; or

17 (2) for a World War II veteran, the characters "W" and "II"
18 with the first character directly above the second character and
19 both characters just preceding the first numeral of the special
20 license plate number.

21 (d) For a veteran who served during the Korean Conflict,
22 the special plates must bear the inscription "KOREAN VET" and
23 the letters "K" and "V" with the first letter directly above the
24 second letter and both letters just preceding the first numeral
25 of the special license plate number.

26 (e) For a combat wounded veteran who is a recipient of the
27 purple heart medal, the special plates must bear the inscription
28 "COMBAT WOUNDED VET" and ~~inscribed-with~~ have a facsimile on an
29 emblem of the official purple heart medal and the letters "C"
30 over "W" with the first letter directly over the second letter
31 just preceding the first numeral of the special license plate
32 number.

33 (f) For a Persian Gulf War veteran, the special plates must
34 bear the inscription "GULF WAR VET" and the letters "G" and "W"
35 with the first letter directly above the second letter and both
36 letters just preceding the first numeral of the special license

1 plate number. For the purposes of this section, "Persian Gulf
 2 War veteran" means a person who served on active duty after
 3 August 1, 1990, in a branch of the armed forces of the United
 4 States or United Nations during Operation Desert Shield,
 5 Operation Desert Storm, or other military operation in the
 6 Persian Gulf area combat zone as designated in United States
 7 Presidential Executive Order No. 12744, dated January 21, 1991.

8 (g) For a veteran who served in the Laos War after July 1,
 9 1961, and before July 1, 1978, the special plates must bear the
 10 inscription "LAOS WAR VET" and the letters "L" and "V" with the
 11 first letter directly above the second letter and both letters
 12 just preceding the first numeral of the special license plate
 13 number.

14 ~~Subd. 3. --{NUMBER ESTIMATED.} The commissioner of veterans~~
 15 ~~affairs shall estimate the number of special plates that will be~~
 16 ~~required and submit the estimate to the registrar.~~

17 Subd. 4. [PLATES TRANSFER.] (a) On payment of a fee of \$5,
 18 plates issued under subdivision 1, paragraph (a), clause (1),
 19 may be transferred to another passenger automobile, ~~pickup~~
 20 ~~truck, van, or self-propelled recreational equipment owned or~~
 21 ~~jointly owned by~~ motor vehicle registered to the person
 22 individual to whom the plates were issued.

23 (b) On payment of a fee of \$5, a plate issued under
 24 subdivision 1, paragraph (a), clause (2), may be transferred to
 25 another motorcycle ~~owned or jointly owned by~~ registered to the
 26 person individual to whom the plate was issued.

27 ~~Subd. 5. --{FEES CREDITED.} Fees collected under this~~
 28 ~~section must be paid into the state treasury and credited to the~~
 29 ~~highway user tax distribution fund.~~

30 Subd. 6. [RULES.] The ~~registrar~~ commissioner may adopt
 31 rules under the Administrative Procedure Act to govern the
 32 issuance and use of the special plates authorized by this
 33 section.

34 Sec. 11. Minnesota Statutes 2004, section 168.1235, is
 35 amended to read:

36 168.1235 [VETERANS SERVICE GROUPS, ~~SPECIAL STICKERS~~ GROUP

1 EMBLEMS.]

2 Subdivision 1. [GENERAL REQUIREMENTS; FEES.] (a) On
3 ~~payment-of-a-fee-of-\$10-for-each-set-of-two-license-plates,~~
4 ~~payment-of-the-registration-tax-required-by-law,-and-compliance~~
5 ~~with-other-laws-relating-to-the-registration-and-licensing-of-a~~
6 ~~passenger-automobile,-pickup-truck,-van,-or-self-propelled~~
7 ~~recreational-vehicle,-as-applicable,~~ The registrar commissioner
8 shall issue a special license plate ~~sticker~~ emblem for each
9 plate to an applicant who:

10 (1) is a member of a congressionally chartered veterans
11 service organization and is an-owner-or-joint a registered owner
12 of a passenger automobile, pickup truck, van, or self-propelled
13 recreational vehicle;

14 (2) pays the registration tax required by law;

15 (3) pays a fee of \$10 for each set of two plates, and any
16 other fees required by this chapter; and

17 (4) complies with this chapter and rules governing the
18 registration of motor vehicles and licensing of drivers.

19 (b) The additional fee of \$10 is payable at the time of
20 initial application for the special license plate ~~stickers~~
21 emblem and when the license plates must be replaced or renewed.
22 An applicant must not be issued more than two sets of special
23 license plate ~~stickers~~ emblems for motor vehicles listed in
24 paragraph (a) and ~~owned-or-jointly-owned-by~~ registered to the
25 applicant.

26 (c) ~~The commissioner-of-veterans-affairs-shall-determine~~
27 ~~what-documentation-is-required-by-each-applicant-to-show-that~~
28 ~~the-applicant-is-a-member-of-a-congressionally-chartered~~
29 ~~veterans-service-organization-and-is-entitled-to-the-special~~
30 ~~license-plate-stickers~~ applicant must present a valid card
31 indicating membership in the American Legion or Veterans of
32 Foreign Wars.

33 Subd. 2. [DESIGN.] (a) The commissioner of veterans
34 affairs, after consultation with each of the congressionally
35 chartered veterans service organizations, shall design the
36 special license plate ~~stickers~~ emblems, subject to the approval

1 of the registrar commissioner. The emblem, ~~symbol, or other~~
 2 ~~pietorial representation on the sticker~~ must be at least as
 3 large as the letters and numerals on the plate and the registrar
 4 commissioner shall allow for plates with spaces for the ~~stickers~~
 5 emblem in place of a numeral or letter.

6 (b) Each congressionally chartered veterans service
 7 organization must arrange for any applicable rules of the
 8 national organization to be changed or copyrights to be released
 9 before the commissioner may issue special ~~license plate stickers~~
 10 emblems to members of any particular service organization under
 11 this section.

12 ~~Subd. 3. [NUMBER ESTIMATED.] The commissioner of veterans~~
 13 ~~affairs shall estimate the number of special plate stickers that~~
 14 ~~will be required and submit the estimate to the registrar.~~

15 Subd. 4. [PLATE STICKERS EMBLEM TRANSFER.] Notwithstanding
 16 Despite section 168.12 or other law to the contrary, on payment
 17 of a fee of \$5, the veterans service organization special plate
 18 ~~stickers~~ emblems issued under subdivision 1, may be transferred
 19 by the owner to other license plates on a passenger automobile,
 20 pickup truck, van, or self-propelled recreational vehicle owned
 21 ~~or jointly owned by~~ registered to the person to whom the
 22 ~~stickers~~ emblems were issued.

23 ~~Subd. 5. [FEES CREDITED.] Fees collected under this~~
 24 ~~section must be paid into the state treasury and credited to the~~
 25 ~~highway user tax distribution fund.~~

26 Sec. 12. Minnesota Statutes 2004, section 168.124, is
 27 amended to read:

28 168.124 [SPECIAL PLATES FOR MEDAL OF HONOR RECIPIENTS.]

29 Subdivision 1. [ISSUANCE AND DESIGN.] (a) The registrar of
 30 ~~motor vehicles~~ commissioner shall issue special license plates
 31 bearing the inscription "MEDAL OF HONOR" to an applicant who:

32 (1) is a recipient of the Congressional Medal of Honor and
 33 ~~upon the applicant's compliance with the laws of this state~~
 34 ~~relating to;~~

35 (2) is a registered owner of a passenger automobile,
 36 motorcycle, or recreational motor vehicle; and

1 (3) complies with this chapter and rules governing the
 2 registration of motor vehicles and licensing of motor-vehicles
 3 and drivers.

4 **(b)** The special license plates must be of a design and size
 5 determined by the registrar commissioner. Only one set of
 6 plates, or a single plate in the case of a motorcycle, bearing
 7 the inscription "MEDAL OF HONOR" may be issued for each
 8 qualified applicant.

9 Subd. 2. [APPLICATION.] Application for issuance of these
 10 plates may be made only at the time of renewal or first
 11 application for registration.

12 Subd. 3. [NO FEE.] The registrar commissioner shall issue
 13 a set of medal of honor plates to qualified applicants free of
 14 charge and the plates must be replaced ~~by-the-department~~ without
 15 charge if they become damaged. In addition, no fee may be
 16 charged for a subsequent year when ~~tabs-or~~ stickers are issued
 17 for ~~that~~ a motor vehicle listed in subdivision 1 on which the
 18 ~~special~~ medal of honor plates are placed. The motor vehicle
 19 must be for personal use, not commercial purposes.

20 Subd. 4. [TRANSFER.] Despite the provisions of section
 21 168.12, subdivision 1, medal of honor plates issued under this
 22 section may be transferred to another personal motor vehicle
 23 ~~owned-or-jointly-owned-by~~ registered to the medal of honor
 24 recipient upon notification to the ~~registrar-of-motor-vehicles~~
 25 commissioner.

26 ~~Subd.-5.--{MOTOR-VEHICLE,-SPECIAL-DEFINITION.-} For purposes~~
 27 ~~of this section, "motor vehicle" means a vehicle for personal~~
 28 ~~use, not used for commercial purposes, and may include a~~
 29 ~~passenger automobile, van, pickup truck, motorcycle, or~~
 30 ~~recreational vehicle.~~

31 ~~Subd.-6.--{WHEN-ISSUED.-} The registrar of motor vehicles~~
 32 ~~shall begin issuing medal of honor plates for the calendar year~~
 33 ~~1984 and thereafter.~~

34 Sec. 13. Minnesota Statutes 2004, section 168.125, is
 35 amended to read:

36 168.125 [SPECIAL LICENSE PLATES FOR FORMER PRISONERS OF

1 WAR.]

2 Subdivision 1. [ISSUANCE AND DESIGN.] (a) The registrar
3 commissioner shall issue special ~~license~~ plates bearing the
4 inscription "EX-POW" to any applicant who:

5 (1) is both a former prisoner of war and ~~an-owner-or-joint~~
6 a registered owner of a passenger automobile, motorcycle, or
7 recreational motor vehicle upon-the-applicant's-compliance-with
8 all-the-laws-of-this-state-relating-to; and

9 (2) complies with this chapter and rules governing the
10 registration of motor vehicles and licensing of ~~motor-vehicles~~
11 and drivers.

12 (b) The special ~~license~~ plates shall must be of a design
13 and size to be determined by the commissioner. Only one set of
14 plates, or a single plate in the case of a motorcycle, bearing
15 the "EX-POW" inscription may be issued for ~~only-one-motor~~
16 ~~vehicle-per~~ each qualified applicant.

17 Subd. 1a. [APPLICATION.] Application for issuance of these
18 plates shall must be made at the time of renewal or first
19 application for registration. The application shall must
20 include a certification by the commissioner of veterans affairs
21 that the applicant was a member of the military forces of the
22 United States who was captured, separated, and incarcerated by
23 an enemy of the United States during a period of armed conflict.

24 Subd. 1b. [NO FEE.] The registrar commissioner shall issue
25 a set of EX-POW plates, or a single plate for a motorcycle, to
26 qualified applicants, free of charge ~~for-the-cost-of-the-plates,~~
27 and shall replace them without charge if they become damaged.
28 In addition, no fee may be charged for a subsequent year
29 when ~~tabs-or~~ stickers are issued for that motor vehicle on which
30 the ~~special~~ EX-POW plates are placed.

31 Subd. 1c. [PLATES TRANSFER.] ~~Notwithstanding~~ Despite the
32 provisions of section 168.12, subdivision 1, the special ~~license~~
33 plates issued under this section may be transferred to another
34 motor vehicle ~~owned-or-jointly-owned-by~~ registered to the former
35 prisoner of war upon notification to the ~~registrar-of-motor~~
36 ~~vehicles~~ commissioner.

1 Subd. 1d. [SURVIVING SPOUSE.] Upon the death of a former
2 prisoner of war, the ~~registrar~~ commissioner shall continue to
3 issue free of charge, upon renewal, the special ~~license~~ plates
4 to a motor vehicle owned by the surviving spouse of the former
5 prisoner of war. Special ~~license~~ plates issued to a surviving
6 spouse may be transferred to another motor vehicle ~~owned-by~~
7 registered to the surviving spouse as provided in subdivision
8 1c. No fee may be charged for replacement plates issued to a
9 surviving spouse or for ~~tabs-or~~ stickers issued for the motor
10 vehicle on which the special "EX-POW" plates are placed. A
11 surviving spouse is not exempt from the motor vehicle
12 registration tax.

13 ~~Subd. 1e. --[MOTOR VEHICLE; SPECIAL DEFINITION.] For~~
14 ~~purposes of this section, "motor vehicle" means a passenger~~
15 ~~automobile, van, pickup truck, motorcycle, or recreational~~
16 ~~vehicle.~~

17 Subd. 2. [SPECIAL PLATES; EX-POW AND DISABILITY
18 INSIGNIA EMBLEMS.] The ~~registrar~~ commissioner shall issue
19 special ~~license~~ plates bearing both the "EX-POW" and
20 disability insignia emblem to any applicant who is entitled to
21 the special ~~license~~ plates provided under this section and who
22 is also entitled to special ~~license~~ plates for the physically
23 disabled under section 168.021 upon compliance with the
24 provisions of both sections. The ~~special-license~~ plates shall
25 must be of a design and size ~~to-be~~ determined by the
26 commissioner.

27 Subd. 3. [RULES; COMMISSIONER OF PUBLIC SAFETY.] The
28 commissioner of public safety may ~~promulgate~~ adopt by rule, in
29 accordance with ~~the-provisions-of~~ chapter 14, the procedures for
30 issuance or transfer of the special ~~license~~ plates authorized
31 under this section.

32 Subd. 4. [RULES; COMMISSIONER OF VETERANS AFFAIRS.] The
33 commissioner of veterans affairs shall establish the procedure
34 for obtaining the certification of former prisoner of war status.

35 Subd. 5. [SAVINGS PROVISION.] Nothing in this section
36 ~~shall-alter~~ alters the exemption for disabled war veterans

1 provided for in section 168.031.

2 Sec. 14. Minnesota Statutes 2004, section 168.1255, is
3 amended to read:

4 168.1255 [SPECIAL VETERAN CONTRIBUTION LICENSE PLATES.]

5 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.]

6 The ~~registrar~~ commissioner shall issue special veteran
7 contribution license plates to an applicant who:

8 (1) is a veteran, as defined in section 197.447;

9 (2) is ~~an owner or joint~~ a registered owner of a passenger
10 automobile, ~~pickup truck, or van~~;

11 (3) pays a fee of \$10 to cover the costs of handling and
12 manufacturing the plates;

13 (4) pays the registration tax required under section
14 168.013;

15 (5) pays the fees required under this chapter;

16 (6) pays an additional onetime World War II memorial
17 contribution of \$30, which the department shall retain until all
18 start-up costs associated with the development and issuing of
19 the plates have been recovered, after which the commissioner
20 shall deposit contributions in the World War II donation match
21 account; and

22 (7) complies with ~~laws~~ this chapter and rules governing the
23 registration of motor vehicles and licensing of ~~vehicles and~~
24 drivers.

25 Subd. 2. [DESIGN.] The commissioner of veterans affairs
26 shall design an emblem for the special plates, subject to the
27 approval of the ~~registrar~~ commissioner of public safety,
28 that ~~satisfy~~ satisfies the ~~following~~ requirements in this
29 subdivision:

30 (1) the special veteran contribution plates must bear the
31 inscription "PROUD TO BE A VETERAN" on the bottom of the plate;
32 and

33 (2) the flag of the United States of America must appear on
34 the left side of the plate just preceding the first letter or
35 numeral of the special license plate number.

36 Subd. 3. [PLATE TRANSFERS.] ~~Notwithstanding~~ Despite

1 section 168.12, subdivision 1, on payment of a transfer fee of
 2 \$5, plates issued under this section may be transferred to
 3 another passenger automobile, ~~pickup truck, or van owned or~~
 4 ~~jointly owned by~~ registered to the person individual to whom the
 5 special veteran contribution plates were issued.

6 Subd. 4. [FEES CREDITED.] ~~The fees collected under this~~
 7 ~~section must be deposited in the state treasury and credited to~~
 8 ~~the highway user tax distribution fund.~~ Fees collected under
 9 this section do not include the contributions collected for the
 10 World War II memorial donation match account.

11 Subd. 5. [RECORD.] The ~~registrar~~ commissioner shall
 12 maintain a record of the number of special plates issued under
 13 this section.

14 Sec. 15. Minnesota Statutes 2004, section 168.127,
 15 subdivision 6, is amended to read:

16 Subd. 6. [FEES.] Instead of the filing fee described in
 17 section 168.33, subdivision 7, the applicant for fleet
 18 registration shall pay an equivalent administrative fee to the
 19 commissioner for each vehicle in the fleet. ~~The administrative~~
 20 ~~fee must be deposited in the state treasury and credited to the~~
 21 ~~highway user tax distribution fund.~~

22 Sec. 16. Minnesota Statutes 2004, section 168.128, is
 23 amended to read:

24 168.128 [LIMOUSINE REGISTRATION, LICENSE PLATES.]

25 Subdivision 1. [UNIQUE LIMOUSINE REGISTRATION CATEGORY.] A
 26 unique vehicle registration category is established for
 27 limousines ~~as defined in section 168.011, subdivision 35.~~

28 Subd. 2. [LICENSE PLATES.] (a) A person who operates a
 29 limousine for other than personal use shall ~~apply to~~ register
 30 the motor vehicle as provided in this section.

31 (b) A person who operates a limousine for personal use may
 32 apply. The ~~registrar~~ commissioner shall issue limousine ~~license~~
 33 ~~plates upon the applicant's compliance with laws relating to~~
 34 ~~registration and licensing of motor vehicles and drivers and~~
 35 ~~certification by~~ to the registered owner of a limousine who:

36 (1) certifies that an insurance policy under section 65B.13

1 in an aggregate amount of \$300,000 per accident is in effect for
2 the entire period of the registration ~~under section 65B.135.~~
3 ~~The applicant must provide the registrar;~~

4 (2) provides the commissioner with proof that the passenger
5 automobile license tax and a \$10 fee have been paid for each
6 limousine receiving limousine license plates; and

7 (3) complies with this chapter and rules governing the
8 registration of motor vehicles and licensing of drivers.

9 (c) The limousine license plates must be designed to
10 specifically identify the vehicle as a limousine and must be
11 clearly marked with the letters "LM." Limousine license plates
12 may not be transferred upon sale of the limousine, but may be
13 transferred to another limousine owned by the same person upon
14 notifying the ~~registrar~~ commissioner and paying a \$5 transfer
15 fee.

16 Subd. 3. [INSURANCE.] (a) The application must include a
17 certificate of insurance verifying that a valid commercial
18 insurance policy is in effect and giving the name of the
19 insurance company and the number of the insurance policy. The
20 policy must provide stated limits of liability, exclusive of
21 interest and costs, with respect to each motor vehicle for which
22 coverage is granted, of not less than \$100,000 because of bodily
23 injury to one person in any one accident and, subject to ~~said~~
24 that limit for one person, of not less than \$300,000 because of
25 injury to two or more persons in any one accident and of not
26 less than \$100,000 because of injury to or destruction of
27 property. The insurance company must notify the commissioner if
28 the policy is canceled or if the policy no longer provides the
29 coverage required by this subdivision.

30 (b) The commissioner shall immediately notify the
31 commissioner of transportation if the policy of a person
32 required to have a permit under section 221.84 is canceled or no
33 longer provides the coverage required by this subdivision.

34 ~~Subd. 4. -- [FEES CREDITED TO HIGHWAY USER FUND.] Fees~~
35 ~~collected from the sale of license plates under this section~~
36 ~~must be paid into the state treasury and credited to the highway~~

1 ~~user-tax-distribution-fund-~~

2 Sec. 17. Minnesota Statutes 2004, section 168.129, is
3 amended to read:

4 168.129 [SPECIAL COLLEGIATE LICENSE PLATES.]

5 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.] The
6 commissioner ~~of-public-safety~~ shall issue special collegiate
7 license plates to an applicant who:

8 (1) is ~~an-owner-or-joint~~ a registered owner of a passenger
9 automobile, ~~pickup-truck,-or-van;~~

10 (2) pays a fee ~~determined-by-the-commissioner~~ as specified
11 in section 168.12, subdivision 5, to cover the costs of handling
12 and manufacturing the plates;

13 (3) pays the registration tax required under section
14 168.013;

15 (4) pays the fees required under this chapter;

16 (5) contributes at least \$25 annually to the scholarship
17 account established in subdivision 6; and

18 (6) complies with ~~laws~~ this chapter and rules governing
19 registration of motor vehicles and licensing of ~~vehicles-and~~
20 drivers.

21 Subd. 2. [DESIGN.] (a) After consultation with each
22 participating college, university, or postsecondary system, the
23 commissioner shall design the an emblem for each special
24 collegiate ~~plates~~ plate.

25 (b) In consultation with the commissioner, a participating
26 college or university annually shall indicate the anticipated
27 number of plates needed.

28 Subd. 3. [NO REFUND.] Contributions under this section
29 must not be refunded.

30 Subd. 4. [PLATES TRANSFER.] ~~Notwithstanding~~ Despite
31 section 168.12, subdivision 1, on payment of a transfer fee of
32 \$5, plates issued under this section may be transferred to
33 another passenger ~~vehicle,-pickup,-or-van-owned-or-jointly-owned~~
34 by automobile registered to the person individual to whom the
35 special collegiate plates were issued.

36 Subd. 5. [FEES CREDITED.] ~~The-fees-collected-under-this~~

1 ~~section-must-be-deposited-in-the-state-treasury-and-credited-to~~
2 ~~the-highway-user-tax-distribution-fund.~~ Fees collected under
3 this section do not include the contributions collected for the
4 scholarship account.

5 Subd. 6. [SCHOLARSHIP ACCOUNT.] A scholarship account is
6 created in the state treasury. Except for one percent that may
7 be retained by the commissioner ~~of-public-safety~~ for
8 administrative costs, all contributions received under this
9 section must be deposited by the commissioner in the scholarship
10 account. Money in the scholarship account is appropriated to
11 the governing board of the institution to which it is
12 attributable, as provided in subdivision 7.

13 Subd. 7. [RECORD.] The commissioner shall maintain a
14 record of the number of ~~license~~ license plates issued for each
15 postsecondary institution or system ~~in-order~~ to determine the
16 amount of scholarship funds available to that institution or
17 system.

18 Sec. 18. Minnesota Statutes 2004, section 168.1291, is
19 amended to read:

20 168.1291 [SPECIAL ~~license~~ LICENSE PLATES; UNIFORM DESIGN, UNIQUE
21 EMBLEMS.]

22 Subdivision 1. [DEFINITION.] For purposes of this section
23 "special ~~license~~ license plates" means ~~license~~ license plates issued under
24 sections 168.12, subdivisions 2b and 2e; 168.1235; and 168.129.

25 Subd. 2. [UNIFORM DESIGN OF SPECIAL PLATES.] (a) The
26 commissioner shall design a single special ~~license~~ license plate that
27 will contain a unique number and a space for a unique ~~symbol~~
28 emblem for plates issued under sections 168.12, subdivisions 2b
29 and 2e; 168.1235; and 168.129. The commissioner shall design a
30 unique ~~symbol~~ emblem related to the purpose of each
31 special ~~license~~ license plate.

32 (b) Any provision of sections 168.12, subdivisions 2b to
33 2e; 168.123; and 168.129, that requires the placement of a
34 specified letter or letters on a special ~~license~~ license plate applies
35 to those ~~license~~ license plates only to the extent that the commissioner
36 includes the letter or letters in the design. Where

1 (c) If a law authorizing a special license plate contains a
2 specific requirement for graphic design of that license plate,
3 that requirement applies to the appropriate unique symbol~~-the~~
4 ~~commissioner-designs~~ emblem.

5 Subd. 3. [ISSUANCE OF SPECIAL PLATES WITH UNIQUE
6 ~~SYMBOLS~~ EMBLEMS.] ~~Notwithstanding~~ Despite section 168.12,
7 subdivisions 2b to 2e; 168.123; or 168.129, beginning with
8 special license plates issued in calendar year 1996, the
9 commissioner shall issue each class of special license plates
10 permanently marked with specific designs under those laws only
11 until the commissioner's supply of those license plates is
12 exhausted. Thereafter the commissioner shall issue under those
13 laws only the license plate authorized under subdivision 2, with
14 the appropriate unique symbol emblem attached.

15 Subd. 4. [FEES.] ~~Notwithstanding~~ Despite section 168.12,
16 subdivisions 2b to 2e; 168.123; or 168.129, the commissioner
17 shall charge a fee of \$10 for each set of license plates issued
18 under this section.

19 Subd. 5. [~~APPLICATION~~ APPLICABILITY.] This section does
20 not apply to a special motorcycle license plate designed by the
21 ~~registrar~~ commissioner under section 168.123, subdivision 1,
22 clause (2).

23 Sec. 19. Minnesota Statutes 2004, section 168.1293, is
24 amended to read:

25 168.1293 [SPECIAL LICENSE PLATES; AUTHORIZATION;
26 DISCONTINUANCE.]

27 Subdivision 1. [DEFINITION.] For purposes of this section
28 and section 168.1297, "special license plate" means a license
29 plate ~~that-is~~ authorized by law sections 168.12, subdivisions 2b
30 and 2e; 168.1235; and 168.129, to have wording and graphics that
31 differ from a Minnesota passenger vehicle license plate.

32 Subd. 2. [SUBMISSIONS TO ~~DEPARTMENT~~ COMMISSIONER.] (a) A
33 person, legal entity, or other requester, however organized,
34 that plans to seek legislation establishing a new special
35 license plate shall submit the following information and fee to
36 the ~~Department-of-Public-Safety~~ commissioner:

1 (1) The requester shall submit a request for the special
2 license plate being sought, describing the proposed license
3 plate in general terms, the purpose of the plate, and the
4 proposed fee or minimum contribution required for the plate.

5 (2) The requester shall submit the results of a scientific
6 sample survey of Minnesota motor vehicle owners that indicates
7 that at least 10,000 motor vehicle owners intend to purchase the
8 proposed plate with the proposed fee or minimum contribution.
9 The requester's plan to undertake the survey must be reported to
10 the department commissioner before the survey is undertaken.
11 The survey must be performed independently of the requester by
12 another person or legal entity, however organized, that conducts
13 similar sample surveys in the normal course of business.

14 (3) The requester shall submit an application fee of
15 \$20,000, to cover the department's cost of reviewing the
16 application for a new plate and developing the new special
17 license plate if authorized by law. State funds may not be used
18 to pay the application fee.

19 (4) The requester shall submit a marketing strategy that
20 contains (i) short-term and long-term marketing plans for the
21 requested plate, and (ii) a financial analysis showing the
22 anticipated revenues and the planned expenditures of any fee or
23 contribution derived from the requested plate.

24 (b) The requester shall submit the information required
25 under paragraph (a) to the department commissioner at least 120
26 days before the convening of the next regular legislative
27 session at which the requester will submit the proposal.

28 Subd. 3. [DESIGN; REDESIGN.] (a) If the proposed new
29 special license plate sought by the requester is approved by
30 law, the requester shall submit the proposed design for the
31 plate to the department commissioner as soon as practicable, but
32 not later than 120 days after the effective date of the law
33 authorizing issuance of the plate. The department commissioner
34 is responsible for selecting the final design for the
35 special license plate.

36 (b) The requester that originally requested a special

1 license plate subsequently approved by law may not submit a new
2 design for the plate within the five years following the date of
3 first issuance of the plate unless the inventory of those plates
4 has been exhausted. The requester may deplete the remaining
5 inventory of the plates by reimbursing the department
6 commissioner for the cost of the plates.

7 Subd. 4. [REFUND OF FEE.] If the special license plate
8 requested is not authorized in the legislative session at which
9 authorization was sought, the department commissioner shall
10 refund \$17,500 of the application fee to the requester.

11 Subd. 5. [DISCONTINUANCE OF PLATE.] (a) The
12 department commissioner shall discontinue the issuance or
13 renewal of any special license plate authorized by sections
14 168.12, subdivisions 2b and 2e; 168.1235; and 168.129, if (1)
15 fewer than 1,000 sets of those plates are currently registered
16 at the end of the first six years during which the plates are
17 available, or (2) fewer than 1,000 sets of those plates are
18 currently registered at the end of any subsequent two-year
19 period following the first six years of availability.

20 (b) The ~~department-may~~ commissioner shall discontinue the
21 issuance or renewal of any special license plate authorized by
22 sections 168.12, subdivisions 2b and 2e; 168.1235; and 168.129,
23 and distribution of any contributions resulting from that plate,
24 if the department commissioner determines that (1) the fund or
25 requester receiving the contributions no longer exists, (2) the
26 requester has stopped providing services that are authorized to
27 be funded from the contribution proceeds, (3) the requester has
28 requested discontinuance, or (4) contributions have been used in
29 violation of subdivision 6.

30 (c) Nothing in this subdivision applies to license plates
31 issued under section 168.123, 168.124, 168.125, or 168.1255.

32 Subd. 6. [USE OF CONTRIBUTIONS.] Contributions made as a
33 condition of obtaining a special license plate authorized by
34 sections 168.12, subdivisions 2b and 2e; 168.1235; and 168.129,
35 and interest earned on the contributions, may not be spent for
36 commercial or for-profit purposes.

1 Subd. 7. [DEPOSIT OF FEE; APPROPRIATION.] The commissioner
2 shall deposit the application fee under subdivision 2, paragraph
3 (a), clause (3), in the ~~highway-user-tax-distribution-fund~~
4 vehicle services operating account of the special revenue fund
5 under section 299A.705. An amount sufficient to pay the
6 department's cost in implementing and administering this
7 section, including payment of refunds under subdivision 4, is
8 appropriated to the commissioner.

9 Sec. 20. Minnesota Statutes 2004, section 168.1296, is
10 amended to read:

11 168.1296 [SPECIAL CRITICAL HABITAT LICENSE PLATES.]

12 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.] (a)

13 The ~~registrar~~ commissioner shall issue ~~special~~ critical
14 habitat ~~license~~ plates to an applicant who:

15 (1) ~~is an-owner-or-joint~~ a registered owner of a passenger
16 automobile, ~~pickup-truck,~~ ~~or-van;~~

17 (2) pays a fee of \$10 to cover the costs of handling and
18 manufacturing the plates;

19 (3) pays the registration tax required under section
20 168.013;

21 (4) pays the fees required under this chapter;

22 (5) contributes a minimum of \$30 annually to the Minnesota
23 critical habitat private sector matching account established in
24 section 84.943; and

25 (6) complies with ~~laws~~ this chapter and rules governing
26 registration of motor vehicles and licensing of ~~vehicles-and~~
27 drivers.

28 (b) The critical habitat ~~license~~ plate application form
29 must ~~clearly~~ indicate that the annual contribution specified
30 under paragraph (a), clause (5), is a minimum contribution to
31 receive the ~~license~~ plate and that the applicant may make an
32 additional contribution to the account.

33 Subd. 2. [DESIGN.] After consultation with interested
34 groups, the commissioner of natural resources and the
35 ~~registrar~~ commissioner shall jointly select a suitable symbol
36 for use by the ~~registrar~~ commissioner to design the ~~special~~

1 plates.

2 Subd. 3. [NO REFUND.] Contributions under this section
3 must not be refunded.

4 Subd. 4. [PLATE TRANSFERS.] Notwithstanding section
5 168.12, subdivision 1, on payment of a transfer fee of \$5,
6 plates issued under this section may be transferred to another
7 passenger automobile, ~~pickup truck, or van owned or jointly~~
8 ~~owned by~~ registered to the person to whom the ~~special~~ plates
9 were issued.

10 Subd. 5. [CONTRIBUTION AND FEES CREDITED.] Contributions
11 under subdivision 1, paragraph (a), clause (5), must be paid to
12 the ~~registrar~~ commissioner and credited to the Minnesota
13 critical habitat private sector matching account established in
14 section 84.943. The fees collected under this section must be
15 deposited in the ~~highway-user-tax-distribution-fund~~ vehicle
16 services operating account of the special revenue fund under
17 section 299A.705.

18 Subd. 6. [RECORD.] The ~~registrar~~ commissioner shall
19 maintain a record of the number of ~~special~~ plates issued under
20 this section.

21 Sec. 21. Minnesota Statutes 2004, section 168.1297, is
22 amended to read:

23 168.1297 [SPECIAL "ROTARY MEMBER" LICENSE PLATES.]

24 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.]

25 The ~~registrar~~ commissioner shall issue special "Rotary member"
26 license plates to an applicant who:

27 (1) ~~is an owner or joint~~ a registered owner of a passenger
28 automobile, ~~pickup truck, or van;~~

29 (2) pays a fee of \$10 to cover the costs of handling and
30 manufacturing the plates;

31 (3) pays the registration tax required under section
32 168.013;

33 (4) pays the fees required under this chapter;

34 (5) submits proof to the ~~registrar~~ commissioner that the
35 applicant is a member of Rotary International; and

36 (6) complies with ~~laws~~ this chapter and rules governing

1 registration of motor vehicles and licensing of ~~vehicles~~-and
2 drivers.

3 Subd. 2. [DESIGN.] A special ~~license~~ license plate under this
4 section consists of a ~~special-license~~ license plate as described in
5 section 168.1291 with a unique ~~symbol~~ emblem that is the
6 recognized emblem of Rotary International.

7 Subd. 3. [COMPLIANCE WITH OTHER LAW.] The commissioner
8 shall take no action under this section unless the commissioner
9 determines that Rotary International, or one or more districts
10 of Rotary International, has complied with section 168.1293,
11 subdivision 2, paragraph (a). Issuance and renewal of ~~license~~
12 plates under this section are subject to section 168.1293,
13 subdivisions 3 to 6.

14 Sec. 22. Minnesota Statutes 2004, section 168.27,
15 subdivision 11, is amended to read:

16 Subd. 11. [DEALER'S LICENSES; LOCATION CHANGE NOTICE;
17 FEE.] (a) Application for a dealer's license or notification of
18 a change of location of the place of business on a dealer's
19 license must include a street address, not a post office box,
20 and is subject to the ~~registrar's~~ commissioner's approval.

21 (b) Upon the filing of an application for a dealer's
22 license and the proper fee, ~~the registrar is authorized,~~ unless
23 the application on its face appears to be invalid, ~~to the~~
24 commissioner shall grant a 90-day temporary license. During the
25 90-day period following issuance of the temporary license,
26 the ~~registrar~~ commissioner shall ~~investigate-the-fitness-of-the~~
27 ~~applicant,~~ inspect the place of business site, and ~~make-other~~
28 ~~investigation-as-necessary-to~~ insure compliance with the
29 ~~licensing-law~~ this section and rules adopted under this section.

30 (c) The ~~registrar~~ commissioner may extend the temporary
31 license 30 days to allow the temporarily licensed dealer to come
32 into full compliance with this section and rules adopted under
33 this section.

34 ~~At-the-end-of-the-period-of-investigation~~ (d) In no more
35 than 120 days following issuance of the temporary license, the
36 dealer license must either be granted or denied.

1 (e) A license must be denied under the following conditions:

2 (1) The license must be denied if within the previous ten
3 years the applicant was enjoined due to a violation of section
4 325F.69 or convicted of violating section 325E.14, 325E.15,
5 325E.16, or 325F.69, or convicted under section 609.53 of
6 receiving or selling stolen vehicles, or convicted of violating
7 United States Code, title 15, sections 1981 to 1991, ~~as amended~~
8 ~~through December 31, 1984~~, or pleaded guilty, entered a plea of
9 nolo contendere or no contest, or has been found guilty in a
10 court of competent jurisdiction of any charge of failure to pay
11 state or federal income or sales taxes or felony charge of
12 forgery, embezzlement, obtaining money under false pretenses,
13 theft by swindle, extortion, conspiracy to defraud, or bribery.

14 (2) The license must also be denied if within the previous
15 year the applicant has been denied a dealer license.

16 (3) A license must also be denied if the applicant has had
17 a dealer license revoked within the previous ten years.

18 (f) If the application is approved, the ~~registrar~~
19 commissioner shall license the applicant as a ~~motor-vehicle~~
20 dealer for one year from the date the temporary license is
21 granted and issue a certificate of license that must include a
22 distinguishing number of identification of the dealer. The
23 license must be displayed in a prominent place in the dealer's
24 licensed location place of business.

25 (g) Each initial application for a license must be
26 accompanied by a fee of ~~\$50~~ \$100 in addition to the annual fee.
27 The annual fee ~~shall be \$100~~ is \$150. ~~All~~ The initial fees and
28 annual fees must be paid into the state treasury and credited to
29 the general fund except that \$50 of each initial and annual fee
30 must be paid into the vehicle services operating account in the
31 special revenue fund under section 299A.705.

32 Sec. 23. [168.326] [EXPEDITED DRIVER AND VEHICLES
33 SERVICES; FEE.]

34 (a) When an applicant requests and pays an expedited
35 service fee of \$20, in addition to other specified and
36 statutorily mandated fees and taxes, the commissioner shall

1 expedite the processing of an application for a driver's
2 license, driving instruction permit, Minnesota identification
3 card, or vehicle title transaction.

4 (b) A driver's license agent or deputy registrar may retain
5 \$10 of the expedited service fee for each expedited service
6 request processed by the licensing agent or deputy registrar.

7 (c) When expedited service is requested, materials must be
8 mailed or delivered to the requestor within three days of
9 receipt of the expedited service fee excluding Saturdays,
10 Sundays, or the holidays listed in section 645.44, subdivision
11 5. The requestor shall comply with all relevant requirements of
12 the requested document.

13 (d) The commissioner may decline to accept an expedited
14 service request if it is apparent at the time it is made that
15 the request cannot be granted.

16 (e) The expedited service fees collected under this section
17 for an application for a driver's license, driving instruction
18 permit, or Minnesota identification card minus any portion
19 retained by a licensing agent or deputy registrar under
20 paragraph (b) must be paid into the driver services operating
21 account in the special revenue fund specified under section
22 299A.705.

23 (f) The expedited service fees collected under this section
24 for a transaction for a vehicle service minus any portion
25 retained by a licensing agent or deputy registrar under
26 paragraph (b) must be paid into the vehicle services operating
27 account in the special revenue fund specified under section
28 299A.705.

29 Sec. 24. [168.327] [DRIVER AND VEHICLE RECORD FEES.]

30 Subdivision 1. [RECORDS AND FEES.] (a) Upon request by any
31 person authorized in this section, the commissioner shall
32 furnish a certified copy of any driver's license record,
33 instruction permit record, Minnesota identification card record,
34 vehicle registration record, vehicle title record, or accident
35 record.

36 (b) Other than accident records governed under section

1 169.09, subdivision 13, the requester shall pay a fee of \$10 for
2 each certified record specified in paragraph (a) or a fee of \$9
3 for each record that is not certified.

4 (c) In addition to the record fee in paragraph (b), the fee
5 for a copy of the history of any vehicle title not in electronic
6 format is \$1 for each page of the historical record.

7 (d) Fees collected under paragraph (b) for driver's
8 license, instruction permit, and Minnesota identification card
9 records must be paid into the state treasury with 50 cents of
10 each fee credited to the general fund. The remainder of the
11 fees collected must be credited to the driver services operating
12 account in the special revenue fund under section 299A.705.

13 (e) Fees collected under paragraphs (b) and (c) for vehicle
14 registration or title records must be paid into the state
15 treasury with 50 cents of each fee credited to the general
16 fund. The remainder of the fees collected must be credited to
17 the vehicle services operating account in the special revenue
18 fund specified in section 299A.705.

19 (f) The commissioner shall permit a person to inquire into
20 a record by the person's own electronic means for a fee of \$4.50
21 for each inquiry, except that no fee may be charged when the
22 requester is the subject of the data.

23 (1) Of the \$4.50 fee, \$2.70 must be deposited in the
24 general fund.

25 (2) For driver's license, instruction permit, or Minnesota
26 identification card records, the remainder must be deposited in
27 the driver services operating account in the special revenue
28 fund under section 299A.705.

29 (3) For vehicle title or registration records, the
30 remainder must be deposited in the vehicle services operating
31 account in the special revenue fund under section 299A.705.

32 (g) Fees and the deposit of the fees for accident records
33 and reports are governed by section 169.09, subdivision 13.

34 Subd. 2. [REQUESTS FOR INFORMATION; SURCHARGE ON FEE.] (a)
35 Except as otherwise provided in subdivision 3, the commissioner
36 shall impose a surcharge of 50 cents on each fee charged by the

1 commissioner under section 13.03, subdivision 3, for copies or
2 electronic transmittals of public information about the
3 registration of a vehicle or an applicant, or holder of a
4 driver's license, instruction permit, or Minnesota
5 identification card.

6 (b) The surcharge only applies to a fee imposed in response
7 to a request made in person or by mail, or to a request for
8 transmittal through a computer modem. The surcharge does not
9 apply to the request of an individual for information about that
10 individual's driver's license, instruction permit, or Minnesota
11 identification card or about vehicles registered or titled in
12 the individual's name.

13 (c) The surcharges collected under this subdivision must be
14 credited to the general fund.

15 Subd. 3. [EXCEPTION TO FEE AND SURCHARGE.] (a)
16 Notwithstanding subdivision 2 or section 13.03, a fee or
17 surcharge may not be imposed in response to a request for public
18 information about the registration of a vehicle if the
19 commissioner is satisfied that:

20 (1) the requester seeks the information on behalf of a
21 community-based, nonprofit organization designated by a local
22 law enforcement agency to be a requester; and

23 (2) the information is needed to identify suspected
24 prostitution law violators, controlled substance law violators,
25 or health code violators.

26 (b) The commissioner shall not require a requester under
27 paragraph (a) to make a minimum number of data requests or limit
28 the requester to a maximum number of data requests.

29 Sec. 25. Minnesota Statutes 2004, section 168.33, is
30 amended to read:

31 168.33 [COMMISSIONER AS REGISTRAR OF MOTOR VEHICLES; DEPUTY
32 REGISTRARS.]

33 Subdivision 1. [REGISTRAR COMMISSIONER'S DUTIES AND
34 POWERS, GENERALLY.] The commissioner of public safety shall-be
35 is the registrar of motor vehicles of the state of Minnesota,
36 and shall exercise all the powers granted to and perform all the

1 duties imposed by this chapter. The commissioner of public
2 safety ~~may employ not to exceed eight persons as inspectors, is~~
3 authorized to obtain information ~~and report to the registrar~~
4 ~~regarding motor~~ about all vehicles subject to taxation under
5 this chapter upon which the tax has not been paid, and to
6 present suitable complaints to courts of competent jurisdiction.

7 Subd. 2. [DEPUTY REGISTRARS.] (a) ~~The registrar may~~
8 ~~appoint, hire, and discharge and fix the compensation of the~~
9 ~~necessary employees, in the manner provided by law, as may be~~
10 ~~required to enable the registrar to properly carry out the~~
11 ~~duties imposed by this chapter.~~ The registrar commissioner may
12 appoint, and for cause discontinue, a deputy registrar for any
13 statutory or home rule charter city as the public interest and
14 convenience may require, without regard to whether the county
15 auditor of the county in which the city is situated has been
16 appointed as the deputy registrar for the county or has been
17 discontinued as the deputy registrar for the county, and without
18 regard to whether the county in which the city is situated has
19 established a county license bureau ~~which~~ that issues motor
20 vehicle licenses as provided in section 373.32.

21 (b) The registrar commissioner may appoint, and for cause
22 discontinue, a deputy registrar for any statutory or home rule
23 charter city as the public interest and convenience may require,
24 if the auditor for the county in which the city is situated
25 chooses not to accept appointment as the deputy registrar for
26 the county or is discontinued as a deputy registrar, or if the
27 county in which the city is situated has not established a
28 county license bureau ~~which~~ that issues motor vehicle licenses
29 as provided in section 373.32. ~~A person~~ The individual
30 appointed by the registrar commissioner as a deputy registrar
31 for any statutory or home rule charter city must be a resident
32 of the county in which the city is situated.

33 (c) The registrar commissioner may appoint, and for cause
34 discontinue, the county auditor of each county as a deputy
35 registrar. ~~Upon approval of the county board, the auditor, with~~
36 ~~the approval of the director of motor vehicles, may appoint, and~~

1 ~~for cause discontinued, the clerk or equivalent officer of each~~
2 ~~statutory or home rule charter city or any other person as a~~
3 ~~deputy registrar as public interest and convenience may require,~~
4 ~~regardless of the appointee's county of residence. --- At the~~
5 ~~request of the governing body of a statutory or home rule~~
6 ~~charter city, the auditor shall appoint, and may for cause~~
7 ~~discontinue, the clerk or equivalent officer of a city, or~~
8 ~~another officer or employee of the city designated by the~~
9 ~~governing body, as a deputy registrar.~~

10 ~~(1) if the city is a county seat or, if not, is larger than~~
11 ~~the seat of the county in which it is situated; and~~

12 ~~(2) no office of a deputy registrar is situated within the~~
13 ~~city or within 15 miles of the city by the most direct public~~
14 ~~route.~~

15 (d) ~~Notwithstanding~~ Despite any other provision, a person
16 other than a county auditor or a director of a county license
17 bureau, who was appointed by the registrar before August 1,
18 1976, as a deputy registrar for any statutory or home rule
19 charter city, may continue to serve as deputy registrar and may
20 be discontinued for cause only by the registrar commissioner.
21 The county auditor who appointed the deputy registrars is
22 responsible for the acts of deputy registrars appointed by the
23 auditor.

24 (e) Each deputy, before entering upon the discharge of
25 duties, shall take and subscribe an oath to faithfully discharge
26 the duties and to uphold the laws of the state.

27 (f) If a deputy registrar appointed under this subdivision
28 is not an officer or employee of a county or statutory or home
29 rule charter city, the deputy shall in addition give bond to the
30 state in the sum of \$10,000, or a larger sum as may be required
31 by the registrar commissioner, conditioned upon the faithful
32 discharge of duties as deputy registrar.

33 ~~(e)~~ (g) Until January 1, 2009, a corporation governed by
34 chapter 302A may be appointed a deputy registrar. Upon
35 application by an individual serving as a deputy registrar and
36 the giving of the requisite bond as provided in this

1 subdivision, personally assured by the individual or another
2 individual approved by the commissioner ~~of public safety~~, a
3 corporation named in an application ~~shall become~~ then becomes
4 the duly appointed and qualified successor to the deputy
5 registrar. The appointment of any corporation as a deputy
6 registrar expires January 1, 2009. ~~A county board shall~~
7 ~~appoint, or~~ The commissioner shall appoint ~~if the county board~~
8 ~~declines to do so,~~ an individual as successor to the corporation
9 as a deputy registrar. The ~~county board or~~ commissioner shall
10 appoint as the successor agent to a corporation whose
11 appointment expires under this paragraph an officer of the
12 corporation if the officer applies for appointment before July
13 1, 2009.

14 ~~(f)~~ (h) Each deputy registrar appointed under this
15 subdivision shall keep and maintain, ~~in a convenient public~~
16 ~~place within or in close proximity to the place for which~~
17 ~~appointed, a registration and motor vehicle tax collection~~
18 ~~bureau, to be approved by the registrar,~~ office locations
19 approved by the commissioner for the registration of motor
20 vehicles and the collection of taxes and fees on motor vehicles.

21 (i) The deputy registrar shall keep records and make
22 reports to the registrar commissioner as the registrar, ~~from~~
23 ~~time to time, may require~~ commissioner requires. The records
24 must be maintained at the ~~facility~~ offices of the deputy
25 registrar. The records and ~~facilities~~ offices of the deputy
26 registrar must at all times be open to the inspection of
27 the registrar commissioner or the registrar's commissioner's
28 agents. The deputy registrar shall report to the registrar
29 commissioner by the next working day following receipt all
30 registrations made and taxes and fees collected by the deputy
31 registrar.

32 (j) The filing fee imposed under subdivision 7 must be
33 deposited in the treasury of the place for which appointed or,
34 if not a public official, a deputy shall retain the filing fee,
35 but the registration tax and any additional fees for delayed
36 registration the deputy registrar has collected the deputy

1 registrar shall deposit by the next working day following
2 receipt in an approved state depository to the credit of the
3 state through the commissioner of finance. The place for which
4 the deputy registrar is appointed through its governing body
5 must provide the deputy registrar with facilities and personnel
6 to carry out the duties imposed by this subdivision if the
7 deputy is a public official. In all other cases, the deputy
8 shall maintain a suitable facility for serving the public.

9 Subd. 2a. [DEPUTY REGISTRARS, CONTINUATION IN OFFICE.]

10 Persons serving as deputy registrars on ~~the effective date of~~
11 ~~this act shall~~ July 1, 1970, continue to hold ~~such~~ office until
12 a successor is duly appointed and qualifies.

13 Subd. 2b. [DEPUTY REGISTRARS, EMPLOYMENT STATUS.] (a)

14 Deputy registrars, and their employees, who retain the filing
15 fee in lieu of a salary, shall, after July 1, 1971, be
16 considered as independent contractors for pension purposes, and
17 ineligible because of such service for coverage under the
18 Minnesota State Retirement System or membership in the Public
19 Employees Retirement Association.

20 (b) Those deputy registrars as defined in this subdivision
21 who are covered by the Minnesota State Retirement System on June
22 30, 1971, ~~shall have the option of terminating said~~ may
23 terminate coverage on July 1, 1971, or ~~of continuing said~~
24 continue coverage until termination of state service. The form
25 of ~~the~~ this option and the time for filing ~~shall~~ must be as
26 prescribed by the board of directors of the system. Those
27 choosing to continue ~~said~~ coverage, shall provide from the
28 filing fees retained the employee and employer contributions as
29 required by chapter 352.

30 Subd. 3. [RECORD OF VEHICLE REGISTRATION; DISCLOSURE.] (a)

31 The ~~registrar~~ commissioner shall keep a ~~suitable~~ record of all
32 ~~motor~~ registered vehicles ~~registered in the registrar's office,~~
33 ~~indexed,~~ according to (1) registration plate number, ~~according~~
34 ~~to~~ (2) name of the registered owner, ~~according to~~ (3) make of
35 ~~motor~~ vehicle and the ~~factory~~ vehicle's identification number,
36 for ~~such makes as are~~ a vehicle so identified, or ~~according~~

1 to, if none, the vehicle's serial number ~~of-such-makes-as-are-so~~
 2 ~~identified~~ until the ~~manufacturers-thereof-adopt-and-use~~
 3 ~~an~~ manufacturer adopts and uses a vehicle identification number,
 4 ~~and-according-to-such-other-information-as-the-registrar-shall~~
 5 ~~deem-advisable.~~ ~~Duplicates-of-the-certificate-of-registration~~
 6 ~~shall-be-used,-until-a-more-efficient-system-is-evolved,-to-make~~
 7 ~~the-registration-number-and-registered-owner's-indexes-herein~~
 8 ~~required,-and-such-other-copies-as-are-desirable.--The-registrar~~
 9 ~~may-furnish-to-any-one-applying-therefor-transcripts-of-such~~
 10 ~~records-for-not-less-than-the-cost-of-preparing-the-same,~~
 11 ~~provided,-that-any-sums-in-excess-of-such-cost-received-by-the~~
 12 ~~registrar-for-furnishing-such-transcripts-shall-be-paid-by-the~~
 13 ~~registrar-into-the-state-treasury.~~

14 (b) The commissioner shall furnish to any person applying
 15 for a copy of the registration, a copy as specified in section
 16 168.327.

17 (c) The registrar commissioner shall also furnish copies
 18 thereof vehicle registration records, without charge, to the
 19 chiefs of police of-the-cities-of-Minneapolis,-St.-Paul,-and
 20 Duluth, county sheriffs, prosecuting attorneys, and other law
 21 enforcement agencies with the power to arrest.

22 Subd. 6. [APPLICATION FORMS.] The Every deputy registrar
 23 shall provide,-in-a-manner-and-format-prescribed-by-the
 24 registrar,-necessary-forms-and-information-to-deputy
 25 registrars.--The-registrar-and-deputy-registrars-shall
 26 immediately-destroy-all-number-plates-surrendered-and-shall
 27 cancel-all-certificates-surrendered use application forms or
 28 formats as prescribed by or approved by the commissioner.

29 Subd. 7. [FILING FEE.] (a) In addition to all other
 30 statutory fees and taxes, a filing fee of:

31 ~~(i)~~ (1) \$4.50 is imposed on every motor vehicle
 32 registration renewal, excluding pro rate transactions; and

33 ~~(ii)-\$7~~ (2) \$8.50 is imposed on every other type of vehicle
 34 transaction, including pro rate transactions, through June 30,
 35 2007, and then \$10 thereafter;

36 except that a filing fee may not be charged for a document

1 returned for a refund or for a correction of an error made by
2 the Department of Public Safety, a ~~licensed~~-auto dealer, or a
3 deputy registrar. The filing fee must be shown as a separate
4 item on all registration renewal notices sent out by the
5 department commissioner. No filing fee or other fee may be
6 charged for the permanent surrender of a ~~certificate-of~~ title
7 and ~~license-plates~~ for a motor vehicle.

8 (b) Filing All of the fees collected by the commissioner
9 under this-subdivision-by-the-department paragraph (a), clause
10 (1), must be paid into the state-treasury-and-credited-to-the
11 highway-user-tax-distribution-fund,--except-fees-for
12 registrations-of-motor-vehicles,--Filing-fees-collected-for
13 registrations-of-motor-vehicles-in-conjunction-with-a-title
14 transfer-or-first-application-in-this-state-must-be-paid-into
15 the-state-treasury-with-50-percent-of-the-money-credited-to-the
16 general-fund-and-50-percent-credited-to-the-highway-user-tax
17 distribution-fund vehicle services operating account in the
18 special revenue fund under section 299A.705. Of the fee
19 collected under paragraph (a), clause (2), \$3.50 must be paid
20 into the general fund with the remainder of the fee collected by
21 the commissioner deposited into the vehicle services operating
22 account in the special revenue fund under section 299A.705.

23 (c) A ~~motor-vehicle~~ dealer shall retain \$2.50 of each
24 filing fee imposed under this subdivision for a completed
25 transaction involving the sale of a ~~motor~~ vehicle to or by a
26 ~~licensed~~ dealer, if the dealer electronically transmits the
27 transaction to the department commissioner or a deputy registrar.
28 The department commissioner shall develop procedures to
29 implement this subdivision in consultation with the Minnesota
30 Deputy Registrar Association and the Minnesota Automobile
31 Dealers Association. Deputy registrars ~~shall~~ must not be
32 prohibited from receiving and processing required documents
33 supporting an electronic transaction.

34 Subd. 8. [TEMPORARY DISABILITY PERMIT AND FEE.] The
35 registrar commissioner shall allow deputy registrars to
36 implement and follow procedures for processing applications and

1 accepting and remitting fee payments for 30-day temporary
2 disability permits issued under section 169.345, subdivision 3,
3 paragraph (c), that are identical or substantially similar to
4 the procedures required by law or rule for ~~motor~~ vehicle
5 registration and titling transactions.

6 Subd. 9. [RULES.] The commissioner ~~of public safety~~ may
7 adopt rules for administering and enforcing this section.

8 Sec. 26. Minnesota Statutes 2004, section 168.345,
9 subdivision 1, is amended to read:

10 Subdivision 1. [INFORMATION BY TELEPHONE.] Information
11 ~~concerning motor~~ about vehicle registrations shall not be
12 furnished on the telephone to any person except the personnel of
13 law enforcement agencies and the personnel of governmental motor
14 vehicle and registration offices.

15 Sec. 27. Minnesota Statutes 2004, section 168.345,
16 subdivision 2, is amended to read:

17 Subd. 2. [LESSEES; INFORMATION.] The ~~registrar~~
18 commissioner may not furnish information ~~concerning~~ about
19 registered owners of passenger automobiles who are lessees under
20 a lease for a term of 180 days or more to any person except the
21 personnel of law enforcement agencies and federal, state, and
22 local governmental units, and, at the ~~registrar's~~ commissioner's
23 discretion, to persons who use the information to notify lessees
24 of automobile recalls. The ~~registrar~~ commissioner may release
25 information about lessees in the form of summary data, as
26 defined in section 13.02, to persons who use the information in
27 conducting statistical analysis and market research.

28 Sec. 28. Minnesota Statutes 2004, section 168.381, is
29 amended to read:

30 168.381 [MANUFACTURE OF VEHICLE LICENSE PLATES;
31 APPROPRIATIONS.]

32 Subdivision 1. [CORRECTIONAL FACILITIES; OTHER
33 MANUFACTURERS.] (a) ~~License-number~~ Plates required by ~~law~~ this
34 chapter may be manufactured by the Minnesota Correctional
35 Facility-St. Cloud, the Minnesota Correctional
36 Facility-Stillwater, or other facility established by law for

1 the confinement of persons convicted of felony, upon order from
2 the ~~registrar-of-motor-vehicles~~ commissioner. The order must
3 state the quality of material desired in the plates, the plate
4 specifications, and the amount or number desired.

5 (b) Should the commissioner of corrections decide not to
6 supply the required quantity of ~~license~~ plates, or discontinue
7 the manufacture of plates, the commissioner of public safety is
8 authorized to seek other suppliers on a competitive basis.

9 Subd. 2. [LABORATORY TESTING; COSTS.] (a) Materials
10 purchased to be used in the manufacture of ~~motor-vehicle-number~~
11 plates must be tested as to conformance with specifications
12 established by the commissioner ~~of-public-safety~~ in a privately
13 operated laboratory service to be designated by the
14 commissioner. The cost of the laboratory must be included in
15 the cost of materials purchased.

16 (b) The cost of delivery of ~~number~~ plates to the
17 commissioner ~~of-public-safety~~ at places designated by the
18 commissioner must be included in the expenses incurred in their
19 manufacture.

20 Subd. 3. [SPECIFICATIONS.] The commissioner ~~of-public~~
21 ~~safety~~ shall establish new or revised specifications for the
22 material and equipment used in the manufacture of ~~number~~ plates
23 ordered for manufacture after August 1, 1975, and may from time
24 to time revise the specifications; provided that the
25 specifications conform to the requirements of section 168.12.
26 In establishing new or revised specifications, the commissioner
27 shall consult with and give consideration to the advice and
28 recommendations of representatives of the Minnesota State
29 Patrol, local police officers' associations, and the county
30 sheriffs' association.

31 Subd. 4. [APPROPRIATIONS.] (a) Money appropriated to the
32 Department of Public Safety to procure the plates for any fiscal
33 year or years are is available for allotment, encumbrance, and
34 expenditure from and after the date of the enactment of the
35 appropriation. Materials and equipment used in the manufacture
36 of ~~number~~ plates are subject only to the approval of the

1 commissioner ~~of-public-safety~~.

2 (b) This section contemplates that money to be appropriated
3 to the Department of Public Safety ~~in-order~~ to carry out the
4 terms and provisions of this section will be appropriated by the
5 legislature from the highway-user-tax-distribution vehicle
6 services operating account in the special revenue fund.

7 ~~(c)-A-sum-sufficient-is-appropriated-annually-from-the~~
8 ~~highway-user-tax-distribution-fund-to-the-commissioner-of-public~~
9 ~~safety-to-pay-the-costs-of-purchasing,-delivering,-and-mailing~~
10 ~~motor-vehicle-license-number-plates,-license-plate-registration~~
11 ~~tabs-or-stickers,-and-license-plate-registration-notices-~~

12 Sec. 29. Minnesota Statutes 2004, section 168.54,
13 subdivision 4, is amended to read:

14 Subd. 4. [TRANSFER FEE.] A fee of \$3 is imposed upon every
15 transfer of ownership by the commissioner ~~of-public-safety~~ of
16 any ~~motor~~ vehicle for which a registration certificate has
17 heretofore been issued under this chapter, except vehicles sold
18 for the purposes of salvage ~~or~~, dismantling, or permanent
19 removal from the state.

20 Sec. 30. Minnesota Statutes 2004, section 168.54,
21 subdivision 5, is amended to read:

22 Subd. 5. [PROCEEDS TO GENERAL FUND.] The
23 ~~registrar~~ commissioner shall collect the proceeds of the fee
24 imposed under this section and deposit them in the general fund
25 pursuant to section 168A.31.

26 Sec. 31. Minnesota Statutes 2004, section 168A.152,
27 subdivision 2, is amended to read:

28 Subd. 2. [INSPECTION FEE; PROCEEDS TO ~~GENERAL-FUND~~ VEHICLE
29 SERVICES OPERATING ACCOUNT.] (a) A fee of ~~\$20~~ \$35 must be paid
30 to the department before the department issues a certificate of
31 title for a vehicle that has been inspected and for which a
32 certificate of inspection has been issued pursuant to
33 subdivision 1. The only additional fee that may be assessed for
34 issuing the certificate of title is the filing fee imposed under
35 section 168.33, subdivision 7.

36 (b) Fees Of the fee collected by the department under this

1 subdivision, for conducting inspections under subdivision 1, \$20
2 must be deposited in the general fund and the remainder of the
3 fee collected must be deposited in the vehicle services
4 operating account in the special revenue fund as specified in
5 section 299A.705.

6 Sec. 32. Minnesota Statutes 2004, section 168A.29, is
7 amended to read:

8 168A.29 [FEES.]

9 Subdivision 1. [AMOUNTS.] (a) The department ~~shall~~ must be
10 paid the following fees:

11 (1) for filing an application for and the issuance of an
12 original certificate of title, the sum of ~~\$3~~ \$5.50 of which
13 \$2.50 must be paid into the vehicle services operating account
14 of the special revenue fund under section 299A.705;

15 (2) for each security interest when first noted upon a
16 certificate of title, including the concurrent notation of any
17 assignment thereof and its subsequent release or satisfaction,
18 the sum of \$2, except that no fee is due for a security interest
19 filed by a public authority under section 168A.05, subdivision
20 8;

21 (3) for the transfer of the interest of an owner and the
22 issuance of a new certificate of title, the sum of ~~\$3~~ \$5.50 of
23 which \$2.50 must be paid into the vehicle services operating
24 account of the special revenue fund under section 299A.705;

25 (4) for each assignment of a security interest when first
26 noted on a certificate of title, unless noted concurrently with
27 the security interest, the sum of \$1;

28 (5) for issuing a duplicate certificate of title, the sum
29 of ~~\$4~~ \$6.50 of which \$2.50 must be paid into the vehicle
30 services operating account of the special revenue fund under
31 section 299A.705.

32 (b) After June 30, 1994, in addition to each of the fees
33 required under paragraph (a), clauses (1) and (3), the
34 department ~~shall~~ must be paid \$3.50. The additional \$3.50 fee
35 collected under this paragraph must be deposited in the special
36 revenue fund and credited to the public safety motor vehicle

1 account established in section 299A.70.

2 Subd. 2. [FEE IN LIEU OF OTHER FEE.] If a person applies
3 for an original or a new certificate of title to a vehicle,
4 concurrently with an application, as transferee, of registration
5 of the vehicle, the fee prescribed in subdivision 1 ~~shall~~ must
6 be in lieu of the fee prescribed by section 168.54, with respect
7 to any transfer of ownership or registration of the vehicle to
8 the applicant.

9 Subd. 3. [NO CERTIFICATE ISSUED UNTIL FEES PAID.] Subject
10 to subdivision 2, the department shall not issue a certificate
11 of title to a vehicle until all fees prescribed by sections
12 168.54 and 168A.10, subdivision 6, with respect to any prior
13 transfer of ownership or registration of the vehicle ~~shall~~ have
14 been paid.

15 Sec. 33. Minnesota Statutes 2004, section 168A.31, is
16 amended to read:

17 168A.31 [DISPOSITION OF FEES; PAYMENT OF EXPENSES.]

18 Subdivision 1. [~~PAID-TO-GENERAL~~ FUND DISTRIBUTION.] All
19 fees prescribed by sections 168A.01 to 168A.31 and 168.54
20 collected by the department must be paid into the general fund,
21 unless otherwise specified in chapter 168A.

22 Subd. 2. [EXPENSES; APPROPRIATION.] All necessary expenses
23 incurred by the department for the administration of sections
24 168A.01 to 168A.31 ~~shall~~ must be paid from ~~moneys~~ money in the
25 transfer-of-ownership-revolving vehicle services operating
26 account of the special revenue fund; -and-such-funds-are-hereby
27 appropriated as specified in section 299A.705.

28 Sec. 34. Minnesota Statutes 2004, section 169.09,
29 subdivision 13, is amended to read:

30 Subd. 13. [REPORTS CONFIDENTIAL; EVIDENCE, FEE, PENALTY,
31 APPROPRIATION.] (a) All ~~written~~ reports and supplemental reports
32 information required under this section ~~shall~~ must be for the
33 use of the commissioner of public safety and other appropriate
34 state, federal, county, and municipal governmental agencies for
35 accident analysis purposes, except:

36 (1) the commissioner of public safety or any law

1 enforcement agency shall, upon written request of any person
2 individual involved in an accident or upon written request of
3 the representative of the ~~person's~~ individual's estate,
4 surviving spouse, or one or more surviving next of kin, or a
5 trustee appointed ~~pursuant-to~~ under section 573.02, disclose to
6 the requester, the requester's legal counsel, or a
7 representative of the requester's insurer the report required
8 under subdivision 8;

9 (2) the commissioner of public safety shall, upon written
10 request, provide the driver filing a report under subdivision 7
11 with a copy of the report filed by the driver;

12 (3) the commissioner of public safety may verify with
13 insurance companies vehicle insurance information to enforce
14 sections 65B.48, 169.792, 169.793, 169.796, and 169.797;

15 (4) the commissioner of public safety shall provide the
16 commissioner of transportation the information obtained for each
17 traffic accident involving a commercial motor vehicle, for
18 purposes of administering commercial vehicle safety regulations;
19 and

20 (5) the commissioner of public safety may give to the
21 United States Department of Transportation commercial vehicle
22 accident information in connection with federal grant programs
23 relating to safety.

24 (b) Accident reports and data contained in the reports
25 ~~shall~~ are not be discoverable under any provision of law or rule
26 of court. No report shall be used as evidence in any trial,
27 civil or criminal, or any action for damages or criminal
28 proceedings arising out of an accident, ~~except that.~~ However,
29 the commissioner of public safety shall furnish, upon the demand
30 of any person who has, or claims to have, made a report, or,
31 upon demand of any court, a certificate showing that a specified
32 accident report has or has not been made to the commissioner
33 solely to prove compliance or failure to comply with the
34 requirements that the report be made to the commissioner.

35 (c) Nothing in this subdivision prevents any person
36 individual who has made a report ~~pursuant-to~~ under this section

1 from providing information to any ~~persons~~ individuals involved
2 in an accident or their representatives or from testifying in
3 any trial, civil or criminal, arising out of an accident, as to
4 facts within the ~~person's~~ individual's knowledge. It is
5 intended by this subdivision to render privileged the reports
6 required, but it is not intended to prohibit proof of the facts
7 to which the reports relate.

8 (d) Disclosing any information contained in any accident
9 report, except as provided in this subdivision, section 13.82,
10 subdivision 3 or 6, or other statutes, is a misdemeanor.

11 (e) The commissioner of public safety ~~may~~ shall charge
12 authorized persons as described in paragraph (a) a \$5 fee for a
13 copy of an accident report. Ninety percent of the \$5 fee
14 collected under this paragraph must be deposited in the special
15 revenue fund and credited to the driver services operating
16 account established in section 299A.705 and ten percent must be
17 deposited in the general fund. The commissioner may also
18 ~~furnish copies of the modified accident records~~ an electronic
19 copy of the database of accident records, which must not contain
20 personal or private data on an individual, to private agencies
21 as provided in paragraph (g), for not less than the cost of
22 preparing the copies on a bulk basis as provided in section
23 13.03, subdivision 3.

24 (f) The fees specified in paragraph (e) notwithstanding,
25 the commissioner and law enforcement agencies ~~may~~ shall charge
26 commercial users who request access to response or incident data
27 relating to accidents a fee not to exceed 50 cents per
28 ~~report~~ record. "Commercial user" is a user who in one location
29 requests access to data in more than five accident reports per
30 month, unless the user establishes that access is not for a
31 commercial purpose. Of the money collected by the commissioner
32 under this paragraph is-appropriated-to-the-commissioner, 90
33 percent must be deposited in the special revenue fund and
34 credited to the driver services operating account established in
35 section 299A.705 and ten percent must be deposited in the
36 general fund.

1 (g) The fees in paragraphs (e) and (f) notwithstanding, the
 2 commissioner may shall provide ~~a modified~~ an electronic copy of
 3 the accident records database ~~that does~~ to the public on a
 4 case-by-case basis using the cost-recovery charges provided for
 5 under section 13.03, subdivision 3. The database provided must
 6 not contain names, ~~driver's license numbers, vehicle license~~
 7 ~~plate numbers, addresses, or other identifying data to the~~
 8 ~~public upon request~~ personal or private data on an individual.
 9 However, unless the accident records data base includes
 10 the ~~motor~~ vehicle identification number, the commissioner shall
 11 include the vehicle ~~license~~ registration plate number if a
 12 private agency certifies and agrees that the agency:

13 (1) is in the business of collecting accident and damage
 14 information on vehicles;

15 (2) will use the vehicle ~~license~~ registration plate number
 16 only for ~~the purpose of~~ identifying vehicles that have been
 17 involved in accidents or damaged ~~in order,~~ to provide this
 18 information to persons seeking access to a vehicle's history and
 19 not for ~~the purpose of~~ identifying individuals or for any other
 20 purpose; and

21 (3) will be subject to the penalties and remedies under
 22 sections 13.08 and 13.09.

23 Sec. 35. Minnesota Statutes 2004, section 169A.60,
 24 subdivision 16, is amended to read:

25 Subd. 16. [~~FEES CREDITED TO HIGHWAY-USER-FUND.~~] Fees
 26 collected from the sale or reinstatement of license plates under
 27 this section must be paid into the state treasury and credited
 28 one-half to the ~~highway-user-tax-distribution-fund~~ vehicle
 29 services operating account in the special revenue fund specified
 30 in section 299A.705 and one-half to the general fund.

31 Sec. 36. Minnesota Statutes 2004, section 171.06,
 32 subdivision 2, is amended to read:

33 Subd. 2. [FEES.] (a) The fees for a license and Minnesota
 34 identification card are as follows:

35 Classified Driver's License D-~~\$18.50~~ \$16.50 C-~~\$22.50~~ \$20.50
 36 B-~~\$29.50~~ \$27.50 A-~~\$37.50~~ \$35.50

1 Classified Under-21 D.L. D-~~\$18.50~~ \$16.50 C-~~\$22.50~~ \$20.50
2 B-~~\$29.50~~ \$27.50 A-~~\$17.50~~ \$15.50
3 Instruction Permit \$ 99.50
4 Provisional License ~~\$-9.50~~ \$7.50
5 Duplicate License or
6 duplicate identification card ~~\$-8.00~~ \$6
7 Minnesota identification card or Under-21 Minnesota
8 identification card, other than duplicate,
9 except as otherwise provided in section 171.07,
10 subdivisions 3 and 3a ~~\$12.50~~ \$10.50

11 (b) Notwithstanding paragraph (a), ~~a person~~ an individual
12 who holds a provisional license and has a driving record free of
13 (1) convictions for a violation of section 169A.20, 169A.33,
14 169A.35, or sections 169A.50 to 169A.53, (2) convictions for
15 crash-related moving violations, and (3) convictions for moving
16 violations that are not crash related, shall have a \$3.50 credit
17 toward the fee for any classified under-21 driver's license.
18 "Moving violation" has the meaning given it in section 171.04,
19 subdivision 1.

20 (c) In addition to the driver's license fee required under
21 paragraph (a), the ~~registrar~~ commissioner shall collect an
22 additional \$4 processing fee from each new applicant or ~~person~~
23 individual renewing a license with a school bus endorsement to
24 cover the costs for processing an applicant's initial and
25 biennial physical examination certificate. The department shall
26 not charge these applicants any other fee to receive or renew
27 the endorsement.

28 (d) In addition to the fees required under this section,
29 the registrar shall collect an additional filing fee for each
30 application for a driver's license, provisional license,
31 restricted license, duplicate license, instruction permit,
32 Minnesota identification card, or motorized bicycle operator's
33 permit in the amount of \$5 through June 30, 2007, and then a
34 filing fee of \$6.50 thereafter.

35 Sec. 37. Minnesota Statutes 2004, section 171.06,
36 subdivision 2a, is amended to read:

1 Subd. 2a. [TWO-WHEELED VEHICLE ENDORSEMENT FEE INCREASED.]

2 (a) The fee for any duplicate driver's license ~~which is~~ obtained
3 for the purpose of adding a two-wheeled vehicle endorsement is
4 increased by \$18.50 for each first such duplicate license and
5 \$13 for each renewal thereof. The additional fee ~~shall~~ must be
6 paid into the state treasury and credited as follows:

7 (1) \$11 of the additional fee for each first duplicate
8 license, and \$7 of the additional fee for each renewal, must be
9 credited to the motorcycle safety fund, which is hereby created;
10 provided, that any ten percent of fee receipts in excess of
11 \$750,000 in a fiscal year ~~shall~~ must be credited ~~90-percent-to~~
12 ~~the-trunk-highway-fund-and-ten-percent~~ to the general fund, ~~as~~
13 ~~provided-in-section-171-26.~~

14 (2) The remainder of the additional fee must be credited to
15 the general fund.

16 (b) All application forms prepared by the commissioner for
17 two-wheeled vehicle endorsements ~~shall~~ must clearly state the
18 amount of the total fee that is dedicated to the motorcycle
19 safety fund.

20 Sec. 38. Minnesota Statutes 2004, section 171.061,
21 subdivision 4, is amended to read:

22 Subd. 4. [FEE; EQUIPMENT.] (a) The agent may charge and
23 retain a filing fee of ~~\$3.50~~ \$5 for each application through
24 June 30, 2007, and then a filing fee of \$6.50 thereafter.

25 Except as provided in paragraph (b), the fee shall cover all
26 expenses involved in receiving, accepting, or forwarding to the
27 department the applications and fees required under sections
28 171.02, subdivision 3; 171.06, subdivisions 2 and 2a; and
29 171.07, subdivisions 3 and 3a.

30 (b) The department shall maintain the photo identification
31 equipment for all agents appointed as of January 1, 2000. Upon
32 the retirement, resignation, death, or discontinuance of an
33 existing agent, and if a new agent is appointed in an existing
34 office pursuant to Minnesota Rules, chapter 7404, and
35 notwithstanding the above or Minnesota Rules, part 7404.0400,
36 the department shall provide and maintain photo identification

1 equipment without additional cost to a newly appointed agent in
2 that office if the office was provided the equipment by the
3 department before January 1, 2000. All photo identification
4 equipment must be compatible with standards established by the
5 department.

6 (c) A filing fee retained by the agent employed by a county
7 board must be paid into the county treasury and credited to the
8 general revenue fund of the county. An agent who is not an
9 employee of the county shall retain the filing fee in lieu of
10 county employment or salary and is considered an independent
11 contractor for pension purposes, coverage under the Minnesota
12 State Retirement System, or membership in the Public Employees
13 Retirement Association.

14 (d) Before the end of the first working day following the
15 final day of the reporting period established by the department,
16 the agent must forward to the department all applications and
17 fees collected during the reporting period except as provided in
18 paragraph (c).

19 Sec. 39. Minnesota Statutes 2004, section 171.07,
20 subdivision 11, is amended to read:

21 Subd. 11. [STANDBY OR TEMPORARY CUSTODIAN.] (a) Upon the
22 written request of the applicant and upon payment of an
23 additional fee of \$3.50, the department shall issue a driver's
24 license or Minnesota identification card bearing a symbol or
25 other appropriate identifier indicating that the license holder
26 has appointed an individual to serve as a standby or temporary
27 custodian under chapter 257B.

28 (b) The request must be accompanied by a copy of the
29 designation executed under section 257B.04.

30 (c) The department shall maintain a computerized records
31 system of all ~~persons~~ individuals listed as standby or temporary
32 custodians by driver's license and identification card
33 applicants. This data shall must be released to appropriate law
34 enforcement agencies under section 13.69. Upon a parent's
35 request and payment of a fee of \$3.50, the department shall
36 revise its list of standby or temporary custodians to reflect a

1 change in the appointment.

2 (d) At the request of the license or cardholder, the
3 department shall cancel the standby or temporary custodian
4 indication without additional charge. However, this paragraph
5 does not prohibit a fee that may be applicable for a duplicate
6 or replacement license or card, renewal of a license, or other
7 service applicable to a driver's license or identification card.

8 (e) Notwithstanding sections 13.08, subdivision 1, and
9 13.69, the department and department employees are conclusively
10 presumed to be acting in good faith when employees rely on
11 statements made, in person or by telephone, by persons
12 purporting to be law enforcement and subsequently release
13 information described in paragraph (b). When acting in good
14 faith, the department and department personnel are immune from
15 civil liability and not subject to suit for damages resulting
16 from the release of this information.

17 (f) The department and its employees:

18 (1) have no duty to inquire or otherwise determine whether
19 a designation submitted under this subdivision is legally valid
20 and enforceable; and

21 (2) are immune from all civil liability and not subject to
22 suit for damages resulting from a claim that the designation was
23 not legally valid and enforceable.

24 (g) Of the fees received by the department under this
25 subdivision:

26 (1) ~~Up to \$111,000 received in fiscal year 1997 and up to~~
27 ~~\$61,000 received in subsequent fiscal years~~ must be deposited in
28 the general fund.

29 (2) All other fees must be deposited in the ~~trunk-highway~~
30 driver services operating account in the special revenue fund
31 specified in section 299A.705.

32 Sec. 40. Minnesota Statutes 2004, section 171.13,
33 subdivision 6, is amended to read:

34 Subd. 6. [INITIAL MOTORCYCLE ENDORSEMENT FEE.] A person
35 applying for an initial motorcycle endorsement on a driver's
36 license shall pay at the place of examination a total fee of

1 \$21, which includes the examination fee and endorsement fee, but
2 does not include the fee for a duplicate driver's license
3 prescribed in section 171.06, subdivision 2. Of this amount,
4 \$11 must be credited as provided in section 171.06, subdivision
5 2a, paragraph (a), clause (1), \$2.50 must be credited to
6 the ~~trunk-highway~~ driver services operating account in the
7 special revenue fund specified under section 299A.705, and the
8 remainder must be credited to the general fund.

9 Sec. 41. Minnesota Statutes 2004, section 171.13, is
10 amended by adding a subdivision to read:

11 Subd. 7. [REPEAT EXAMINATION FEE.] (a) A fee of \$10 must
12 be paid by an individual to take a third and any subsequent
13 knowledge test administered by the department if the individual
14 has failed two previous consecutive knowledge tests on the
15 subject.

16 (b) A fee of \$20 must be paid by an individual to take a
17 third and any subsequent skills or road test administered by the
18 department if the individual has previously failed two
19 consecutive skill or road tests in a specified class of motor
20 vehicle.

21 (c) All fees received under this subdivision must be paid
22 into the state treasury and credited to the driver services
23 operating account in the special revenue fund specified under
24 section 299A.705.

25 Sec. 42. Minnesota Statutes 2004, section 171.20,
26 subdivision 4, is amended to read:

27 Subd. 4. [REINSTATEMENT FEE.] (a) Before the license is
28 reinstated, (1) ~~a-person~~ an individual whose driver's license
29 has been suspended under section 171.16, subdivision 2; 171.18,
30 except subdivision 1, clause (10); or 171.182, or who has been
31 disqualified from holding a commercial driver's license under
32 section 171.165, and (2) ~~a-person~~ an individual whose driver's
33 license has been suspended under section 171.186 and who is not
34 exempt from such a fee, must pay a fee of \$20.

35 (b) Before the license is reinstated, ~~a-person~~ an
36 individual whose license has been suspended under sections

1 169.791 to 169.798 must pay a \$20 reinstatement fee.

2 (c) When fees are collected by a licensing agent appointed
3 under section 171.061, a handling charge is imposed in the
4 amount specified under section 171.061, subdivision 4. The
5 reinstatement fee and surcharge must be deposited in an approved
6 state depository as directed under section 171.061, subdivision
7 4.

8 (d) A suspension may be rescinded without fee for good
9 cause.

10 Sec. 43. Minnesota Statutes 2004, section 171.26, is
11 amended to read:

12 171.26 [MONEY CREDITED TO FUNDS.]

13 All money received under this chapter must be paid into the
14 state treasury and credited to the ~~trunk-highway~~ driver services
15 operating account in the special revenue fund specified under
16 section 299A.705, except as provided in sections 171.06,
17 subdivision 2a; 171.07, subdivision 11, paragraph (g); ~~171.127~~
18 ~~subdivision-8~~ and 171.29, subdivision 2, paragraph (b).

19 Sec. 44. Minnesota Statutes 2004, section 171.29,
20 subdivision 2, is amended to read:

21 Subd. 2. [REINSTATEMENT FEES AND SURCHARGES ALLOCATED AND
22 APPROPRIATED.] (a) ~~A person~~ An individual whose driver's license
23 has been revoked as provided in subdivision 1, except under
24 section 169A.52, 169A.54, or 609.21, ~~shall~~ must pay a \$30 fee
25 before the driver's license is reinstated.

26 (b) A person whose driver's license has been revoked as
27 provided in subdivision 1 under section 169A.52, 169A.54, or
28 609.21, ~~shall~~ must pay a \$250 fee plus a \$40 surcharge before
29 the driver's license is reinstated. Beginning July 1, 2002, the
30 surcharge is \$145. Beginning July 1, 2003, the surcharge is
31 \$430. The \$250 fee is to be credited as follows:

32 (1) Twenty percent must be credited to the ~~trunk-highway~~
33 driver services operating account in the special revenue fund as
34 specified in section 299A.705.

35 (2) Sixty-seven percent must be credited to the general
36 fund.

1 (3) Eight percent must be credited to a separate account to
2 be known as the Bureau of Criminal Apprehension account. Money
3 in this account may be appropriated to the commissioner of
4 public safety and the appropriated amount must be apportioned 80
5 percent for laboratory costs and 20 percent for carrying out the
6 provisions of section 299C.065.

7 (4) Five percent must be credited to a separate account to
8 be known as the vehicle forfeiture account, which is created in
9 the special revenue fund. The money in the account is annually
10 appropriated to the commissioner for costs of handling vehicle
11 forfeitures.

12 (c) The revenue from \$50 of each surcharge must be credited
13 to a separate account to be known as the traumatic brain injury
14 and spinal cord injury account. The money in the account is
15 annually appropriated to the commissioner of health to be used
16 as follows: 83 percent for contracts with a qualified
17 community-based organization to provide information, resources,
18 and support to assist persons with traumatic brain injury and
19 their families to access services, and 17 percent to maintain
20 the traumatic brain injury and spinal cord injury registry
21 created in section 144.662. For the purposes of this
22 ~~clause~~ paragraph, a "qualified community-based organization" is
23 a private, not-for-profit organization of consumers of traumatic
24 brain injury services and their family members. The
25 organization must be registered with the United States Internal
26 Revenue Service under section 501(c)(3) as a tax-exempt
27 organization and must have as its purposes:

28 (i) the promotion of public, family, survivor, and
29 professional awareness of the incidence and consequences of
30 traumatic brain injury;

31 (ii) the provision of a network of support for persons with
32 traumatic brain injury, their families, and friends;

33 (iii) the development and support of programs and services
34 to prevent traumatic brain injury;

35 (iv) the establishment of education programs for persons
36 with traumatic brain injury; and

1 (v) the empowerment of persons with traumatic brain injury
2 through participation in its governance.
3 No A patient's name, identifying information, or identifiable
4 medical data ~~will~~ must not be disclosed to the organization
5 without the informed voluntary written consent of the patient or
6 patient's guardian or, if the patient is a minor, of the parent
7 or guardian of the patient.

8 (d) The remainder of the surcharge must be credited to a
9 separate account to be known as the remote electronic
10 alcohol-monitoring program account. The commissioner shall
11 transfer the balance of this account to the commissioner of
12 finance on a monthly basis for deposit in the general fund.

13 (e) When these fees are collected by a licensing agent,
14 appointed under section 171.061, a handling charge is imposed in
15 the amount specified under section 171.061, subdivision 4. The
16 reinstatement fees and surcharge must be deposited in an
17 approved ~~state~~ depository as directed under section 171.061,
18 subdivision 4.

19 Sec. 45. Minnesota Statutes 2004, section 171.36, is
20 amended to read:

21 171.36 [LICENSE RENEWAL; FEES; PROCEEDS TO ~~TRUNK-HIGHWAY~~
22 FUND DRIVER SERVICES OPERATING ACCOUNT.]

23 All licenses ~~shall~~ expire one year from the date of
24 issuance and may be renewed upon application to the
25 commissioner. Each application for an original or renewal
26 school license ~~shall~~ must be accompanied by a fee of \$150 and
27 each application for an original or renewal instructor's license
28 ~~shall~~ must be accompanied by a fee of \$50. The license fees
29 collected under sections 171.33 to 171.41 ~~shall~~ must be paid
30 into the ~~trunk-highway~~ driver services operating account in the
31 special revenue fund specified under section 299A.705. No A
32 license fee ~~shall~~ must not be refunded in the event that the
33 license is rejected or revoked.

34 Sec. 46. [299A.705] [DRIVER AND VEHICLE SERVICES OPERATING
35 ACCOUNTS.]

36 Subdivision 1. [VEHICLE SERVICES OPERATING ACCOUNT.] (a)

1 The vehicle services operating account is created in the special
2 revenue fund, consisting of all money from the vehicle services
3 fees specified in chapters 168 and 168A and any other money
4 otherwise donated, allotted, appropriated, or legislated to this
5 account.

6 (b) Funds appropriated are available to administer vehicle
7 services as specified in chapters 168 and 168A and section
8 169.345, including:

- 9 (1) designing, producing, issuing, and mailing vehicle
10 registrations, plates, emblems, and titles;
11 (2) collecting title and registration taxes and fees;
12 (3) transferring vehicle registration plates and titles;
13 (4) maintaining vehicle records;
14 (5) issuing disability certificates and plates;
15 (6) licensing vehicle dealers;
16 (7) appointing, monitoring, and auditing deputy registrars;
17 and
18 (8) inspecting vehicles when required by law.

19 Subd. 2. [DRIVER SERVICES OPERATING ACCOUNT.] (a) The
20 driver services operating account is created in the special
21 revenue fund, consisting of all money collected under chapter
22 171 and any other money otherwise donated, allotted,
23 appropriated, or legislated to the account.

24 (b) Money in the account must be used by the commissioner
25 of public safety to administer the driver services specified in
26 chapters 169A and 171, including the activities associated with
27 producing and mailing drivers' licenses and identification cards
28 and notices relating to issuance, renewal, or withdrawal of
29 driving and identification card privileges for any fiscal year
30 or years and for the testing and examination of drivers. Money
31 in the account may also be used for driver and traffic safety
32 activities.

33 Sec. 47. [INSTRUCTION TO REVISOR.]

34 (a) In the statute listed in column A, the revisor shall
35 change the reference in column B to the reference shown in
36 column C:

<u>A</u>	<u>B</u>	<u>C</u>
<u>168.181,</u>	<u>sections 168.181</u>	<u>this section and</u>
<u>subdivision 1</u>	<u>to 168.231</u>	<u>sections 168.183</u>
		<u>to 168.221</u>
<u>168.211</u>	<u>168.231</u>	<u>168.221</u>
<u>168.221</u>	<u>168.231</u>	<u>168.211 and this</u>
		<u>section</u>
<u>168.346</u>	<u>168.345,</u>	<u>168.327,</u>
	<u>subdivision 4</u>	<u>subdivision 3</u>

10 (b) The revisor of statutes shall renumber Minnesota
 11 Statutes, section 168.33, subdivision 3, as section 168.0185.

12 (c) The revisor of statutes shall also correct any
 13 references in Minnesota Rules to the rules repealed or
 14 renumbered by this act, as appropriate.

15 Sec. 48. [REPEALER.]

16 (a) Minnesota Statutes 2004, sections 168.012, subdivision
 17 12; 168.041, subdivision 11; 168.105, subdivision 6; 168.231;
 18 168.345, subdivisions 3 and 4; 170.23; 171.12, subdivision 8;
 19 171.185; and 473.408, subdivision 1, are repealed.

20 (b) Minnesota Statutes 2004, sections 168C.01; 168C.02;
 21 168C.03; 168C.04; 168C.05; 168C.06; 168C.07; 168C.08; 168C.09;
 22 168C.10; 168C.11; 168C.12; and 168C.13, are repealed.

23 (c) Minnesota Rules, parts 7407.0100; 7407.0200; 7407.0300;
 24 7407.0400; 7407.0500; 7407.0600; 7407.0700; 7407.0800;
 25 7407.0900; 7407.1000; 7407.1100; 7407.1200; and 7407.1300, are
 26 repealed.

ARTICLE 4

MISCELLANEOUS FINANCE POLICY

29 Section 1. Minnesota Statutes 2004, section 160.294,
 30 subdivision 1a, is amended to read:

31 Subd. 1a. [BUSINESS PANELS.] (a) Business panels shall be
 32 made of reflective sheeting and shall not resemble a traffic
 33 sign, signal, or device. The business' trademark, symbol, or
 34 logo shall be consistent on all business panels for a specific
 35 business. Except as provided in paragraph (b), the business
 36 panel shall not include any supplemental messages or additional

1 verbiage.

2 (b) The Department of Transportation shall include on the
3 business panel of a business that sells E85, as defined in
4 section 296A.01, subdivision 19, at retail, a symbol or logo
5 indicating that E85 is available at the business. The
6 department shall not charge the business any additional fee for
7 this symbol or logo.

8 Sec. 2. [160.298] [HIGHWAY SIGN PROGRAM; BILLING, ACCOUNT,
9 APPROPRIATION.]

10 The commissioner of transportation may bill highway
11 operations units of the department and local road authorities
12 for the costs of a centrally managed highway sign program.
13 These costs may include equipment acquisition and rental, labor,
14 materials, and other costs as determined by the commissioner.
15 Receipts must be credited to a special account, which is
16 established in the trunk highway fund, and are appropriated to
17 the commissioner to pay the costs for which the billings are
18 made. Amounts credited to the account are exempt from statewide
19 and agency indirect costs payments.

20 Sec. 3. Minnesota Statutes 2004, section 161.081,
21 subdivision 3, is amended to read:

22 Subd. 3. [FLEXIBLE HIGHWAY ACCOUNT; TURNBACK ACCOUNTS.]

23 (a) The flexible highway account is created in the state
24 treasury. Money in the account may be used ~~either~~ for the
25 restoration of former trunk highways that have reverted to
26 counties or to statutory or home rule charter cities, for grants
27 to counties for rural road safety under section 161.088, or
28 for ~~regular-trunk-highway-purposes~~ construction, reconstruction,
29 and maintenance of local roads functionally classified as
30 principal arterial roads under section 161.087.

31 (b) For purposes of this subdivision, "restoration" means
32 the level of effort required to improve the route that will be
33 turned back to an acceptable condition as determined by
34 agreement made between the commissioner and the county or city
35 before the route is turned back.

36 (c) The commissioner shall review the need for funds to

1 restore highways that have been or will be turned back and the
2 need for funds for ~~the-trunk-highway-system~~ rural road safety
3 and local principal arterials. The commissioner
4 shall ~~determine--on-a~~ recommend as part of the biennial basis
5 budget, the percentage of this flexible account to be used for
6 county turnbacks, for municipal turnbacks, and for ~~regular-trunk~~
7 highway-projects rural road safety grants, and for construction,
8 reconstruction, and maintenance of local principal arterials.
9 The commissioner shall make this ~~determination~~ recommendation
10 only after meeting and holding discussions with committees
11 selected by the statewide associations of both county
12 commissioners and municipal officials.

13 (d) Money that will be used for the restoration of trunk
14 highways that have reverted or that will revert to cities must
15 be deposited in the municipal turnback account, which is created
16 in the state treasury.

17 (e) Money that will be used for the restoration of trunk
18 highways that have reverted or that will revert to counties must
19 be deposited in the county turnback account, which is created in
20 the state treasury.

21 (f) Money that will be used for grants to counties for
22 rural road safety must be deposited in the rural road safety
23 account under section 161.088.

24 (g) Money that will be used for the construction and
25 maintenance of county principal arterials must be deposited in
26 the county principal arterial account under section 161.087.

27 (h) Money that will be used for the construction,
28 reconstruction, and maintenance of municipal principal arterials
29 must be deposited in the municipal principal arterial account
30 under section 161.087.

31 (i) As part of each biennial budget submission to the
32 legislature, the commissioner shall describe how the money in
33 the flexible highway account will be apportioned among the
34 county turnback account, the municipal turnback account, and ~~the~~
35 trunk-highway-fund rural road safety account, county principal
36 arterial account, and municipal principal arterial account.

1 ~~(g) Money apportioned from the flexible highway account to~~
2 ~~the trunk highway fund must be used for state road construction~~
3 ~~and engineering costs.~~

4 Sec. 4. [161.087] [PRINCIPAL ARTERIAL ACCOUNTS.]

5 (a) A county principal arterial account is established in
6 the county state-aid highway fund. Money in the account is
7 annually appropriated to the commissioner of transportation for
8 expenditure as specified in this subdivision. Money in the
9 account must be used as grants to counties to assist in paying
10 the costs of capital improvement projects on county state-aid
11 highways that are functionally classified as principal arterials.

12 (b) A municipal principal arterial account is established
13 in the municipal state-aid street fund. Money in the account is
14 annually appropriated to the commissioner of transportation for
15 expenditure as specified in this subdivision. Money in the
16 account must be used as grants to cities to assist in paying the
17 costs of capital improvement projects on municipal state-aid
18 streets that are functionally classified as principal arterials.

19 (c) The commissioner shall establish procedures for
20 counties and cities to apply for grants from the principal
21 arterial accounts and criteria to be used to select projects for
22 funding. The commissioner shall establish these procedures in
23 consultation with representatives appointed by the Association
24 of Minnesota Counties and the League of Minnesota Cities.
25 Project selection must be based on the ability of each project
26 to improve traffic flow in the principal arterial corridor and
27 improve safety.

28 Sec. 5. [161.088] [RURAL ROAD SAFETY ACCOUNT.]

29 (a) A rural road safety account is established in the
30 county state-aid highway fund. Money in the account is annually
31 appropriated to the commissioner of transportation for
32 expenditure as specified in this subdivision. Money in the
33 account must be used as grants to counties to assist in paying
34 the costs of capital improvement projects on county state-aid
35 highways that are intended primarily to reduce traffic crashes,
36 deaths, injuries, and property damage.

1 (b) The commissioner shall establish procedures for
2 counties to apply for grants from the rural road safety account
3 and criteria to be used to select projects for funding. The
4 commissioner shall establish these procedures and criteria in
5 consultation with representatives appointed by the Association
6 of Minnesota Counties. Eligibility for project selection must
7 be based on the ability of each proposed project to reduce the
8 frequency and severity of crashes.

9 (c) Money in the account must be allocated in each fiscal
10 year as follows:

11 (1) one-half of money in the account must be used for
12 projects in the counties of Anoka, Chisago, Carver, Dakota,
13 Hennepin, Ramsey, Scott, and Washington; and

14 (2) the remainder must be used for projects elsewhere in
15 the state.

16 Sec. 6. Minnesota Statutes 2004, section 161.14, is
17 amended by adding a subdivision to read:

18 Subd. 51. [VETERANS MEMORIAL BRIDGE.] The interstate
19 bridge on marked Trunk Highway 10 connecting the city of
20 Moorhead with the city of Fargo, North Dakota, is named and
21 designated as the Veterans Memorial Bridge. The commissioner of
22 transportation shall adopt a suitable marking design to mark
23 this bridge and erect appropriate signs, subject to section
24 161.139.

25 Sec. 7. Minnesota Statutes 2004, section 162.06,
26 subdivision 2, is amended to read:

27 Subd. 2. [ADMINISTRATIVE COSTS OF DEPARTMENT.] ~~A-sum-of~~
28 ~~1-1/2~~ Two percent shall must be deducted from the total amount
29 available in the county state-aid highway fund, set aside in a
30 separate account, and used for administrative costs incurred by
31 the state Transportation Department in carrying out the
32 provisions relating to the county state-aid highway system.

33 Sec. 8. Minnesota Statutes 2004, section 169.01,
34 subdivision 78, is amended to read:

35 Subd. 78. [RECREATIONAL VEHICLE COMBINATION.]
36 "Recreational vehicle combination" means a combination of

1 vehicles consisting of a pickup truck as defined in section
2 168.011, subdivision 29, attached by means of a fifth-wheel
3 coupling to a camper-semitrailer which has hitched to it a
4 trailer carrying a watercraft as defined in section 86B.005,
5 subdivision 18; off-highway motorcycle as defined in section
6 84.787, subdivision 7; motorcycle; motorized bicycle; snowmobile
7 as defined in section 84.81, subdivision 3; ~~or~~ all-terrain
8 vehicle as defined in section 84.92, subdivision 8; or
9 equestrian equipment and supplies. For purposes of this
10 subdivision:

11 (a) A "fifth-wheel coupling" is a coupling between a
12 camper-semitrailer and a towing pickup truck in which a portion
13 of the weight of the camper-semitrailer is carried over or
14 forward of the rear axle of the towing pickup.

15 (b) A "camper-semitrailer" is a trailer, other than a
16 manufactured home as defined in section 327B.01, subdivision 13,
17 designed for human habitation and used for vacation or
18 recreational purposes for limited periods.

19 Sec. 9. Minnesota Statutes 2004, section 169.81,
20 subdivision 3c, is amended to read:

21 Subd. 3c. [RECREATIONAL VEHICLE COMBINATION.]
22 Notwithstanding subdivision 3, a recreational vehicle
23 combination may be operated without a permit if:

24 (1) the combination does not consist of more than three
25 vehicles, and the towing rating of the pickup truck is equal to
26 or greater than the total weight of all vehicles being towed;

27 (2) the combination does not exceed 60 feet in length;

28 (3) the camper-semitrailer in the combination does not
29 exceed 28 feet in length;

30 (4) the operator of the combination is at least 18 years of
31 age;

32 (5) the trailer carrying a watercraft, motorcycle,
33 motorized bicycle, off-highway motorcycle, snowmobile, ~~or~~
34 all-terrain vehicle, or equestrian equipment and supplies meets
35 all requirements of law;

36 (6) the trailers in the combination are connected to the

1 pickup truck and each other in conformity with section 169.82;
2 and

3 (7) the combination is not operated within the seven-county
4 metropolitan area, as defined in section 473.121, subdivision 2,
5 during the hours of 6:00 a.m. to 9:00 a.m. and 4:00 p.m. to 7:00
6 p.m. on Mondays through Fridays.

7 Sec. 10. Minnesota Statutes 2004, section 169.8261, is
8 amended to read:

9 169.8261 [GROSS WEIGHT LIMITATIONS; FOREST PRODUCTS.]

10 (a) A vehicle or combination of vehicles hauling raw or
11 unfinished forest products, including wood chips, by the most
12 direct route to the nearest highway that has been designated
13 under section 169.832, subdivision 11, may be operated on any
14 highway with gross weights permitted under sections 169.822 to
15 169.829 without regard to load restrictions imposed on that
16 highway, except that such the vehicles must:

17 (1) comply with seasonal load restrictions in effect
18 between the dates set by the commissioner under section 169.87,
19 subdivision 2;

20 (2) comply with bridge load limits posted under section
21 169.84;

22 (3) be equipped and operated with six axles and brakes;

23 (4) not exceed 90,000 pounds gross weight, or 98,000 pounds
24 gross weight during the time when seasonal increases are
25 authorized under section 169.826;

26 (5) not be operated on interstate and defense highways;

27 (6) obtain an annual permit from the commissioner of
28 transportation; and

29 (7) obey all road postings; and

30 (8) not exceed 20,000 pounds gross weight on any single
31 axle.

32 (b) A vehicle operated under this section may exceed the
33 legal axle weight limits listed in section 169.824 by not more
34 than 12.5 percent; except that, the weight limits may be
35 exceeded by not more than 22.5 percent during the time when
36 seasonal increases are authorized under section 169.826,

1 subdivision 1.

2 Sec. 11. Minnesota Statutes 2004, section 169.851,
3 subdivision 5, is amended to read:

4 Subd. 5. [EXCEPTION FOR FARM AND FOREST PRODUCTS.] The
5 ~~maximum-weight-provisions-of-this-section-do~~ Subdivision 4 of
6 this section does not apply to the first haul of unprocessed or
7 raw farm products and the transportation of raw and unfinished
8 forest products, including wood chips, when the ~~prescribed~~
9 maximum weight ~~limitation-is~~ limitations permitted under
10 sections 169.822 to 169.829 are not exceeded by more than ten
11 percent.

12 Sec. 12. Minnesota Statutes 2004, section 169.86,
13 subdivision 5, is amended to read:

14 Subd. 5. [FEE; PROCEEDS DEPOSITED; APPROPRIATION.] The
15 commissioner, with respect to highways under the commissioner's
16 jurisdiction, may charge a fee for each permit issued. All such
17 fees for permits issued by the commissioner of transportation
18 shall be deposited in the state treasury and credited to the
19 trunk highway fund. Except for those annual permits for which
20 the permit fees are specified elsewhere in this chapter, the
21 fees shall be:

22 (a) \$15 for each single trip permit.

23 (b) \$36 for each job permit. A job permit may be issued
24 for like loads carried on a specific route for a period not to
25 exceed two months. "Like loads" means loads of the same
26 product, weight, and dimension.

27 (c) \$60 for an annual permit to be issued for a period not
28 to exceed 12 consecutive months. Annual permits may be issued
29 for:

30 (1) motor vehicles used to alleviate a temporary crisis
31 adversely affecting the safety or well-being of the public;

32 (2) motor vehicles which travel on interstate highways and
33 carry loads authorized under subdivision 1a;

34 (3) motor vehicles operating with gross weights authorized
35 under section 169.826, subdivision 1a;

36 (4) special pulpwood vehicles described in section 169.863;

1 (5) motor vehicles bearing snowplow blades not exceeding
2 ten feet in width; and

3 (6) noncommercial transportation of a boat by the owner or
4 user of the boat.

5 (d) \$120 for an oversize annual permit to be issued for a
6 period not to exceed 12 consecutive months. Annual permits may
7 be issued for:

8 (1) mobile cranes;

9 (2) construction equipment, machinery, and supplies;

10 (3) manufactured homes and manufactured storage buildings;

11 (4) implements of husbandry when the movement is not made
12 according to the provisions of paragraph (i);

13 (5) double-deck buses;

14 (6) commercial boat hauling; and

15 (7) three-vehicle combinations consisting of two empty,
16 newly manufactured trailers for cargo, horses, or livestock, not
17 to exceed 28-1/2 feet per trailer; provided, however, the permit
18 allows the vehicles to be moved from a trailer manufacturer to a
19 trailer dealer only while operating on twin-trailer routes
20 designated under section 169.81, subdivision 3, paragraph (c).

21 (e) For vehicles which have axle weights exceeding the
22 weight limitations of sections 169.822 to 169.829, an additional
23 cost added to the fees listed above. However, this paragraph
24 applies to any vehicle described in section 168.013, subdivision
25 3, paragraph (b), but only when the vehicle exceeds its gross
26 weight allowance set forth in that paragraph, and then the
27 additional cost is for all weight, including the allowance
28 weight, in excess of the permitted maximum axle weight. The
29 additional cost is equal to the product of the distance traveled
30 times the sum of the overweight axle group cost factors shown in
31 the following chart:

32 Overweight Axle Group Cost Factors

33 Weight (pounds)	34 Cost Per Mile For Each Group Of:		
35 exceeding weight limitations	36 Two consec- utive axles spaced within	Three consec- utive axles spaced within	Four consec- utive axles spaced within

	8 feet or less	9 feet or less	14 feet or less
1 on axles			
2 0-2,000	.12	.05	.04
3 2,001-4,000	.14	.06	.05
4 4,001-6,000	.18	.07	.06
5 6,001-8,000	.21	.09	.07
6 8,001-10,000	.26	.10	.08
7 10,001-12,000	.30	.12	.09
8 12,001-14,000	Not permitted	.14	.11
9 14,001-16,000	Not permitted	.17	.12
10 16,001-18,000	Not permitted	.19	.15
11 18,001-20,000	Not permitted	Not permitted	.16
12 20,001-22,000	Not permitted	Not permitted	.20

13 The amounts added are rounded to the nearest cent for each axle
 14 or axle group. The additional cost does not apply to paragraph
 15 (c), clauses (1) and (3).

16 For a vehicle found to exceed the appropriate maximum permitted
 17 weight, a cost-per-mile fee of 22 cents per ton, or fraction of
 18 a ton, over the permitted maximum weight is imposed in addition
 19 to the normal permit fee. Miles must be calculated based on the
 20 distance already traveled in the state plus the distance from
 21 the point of detection to a transportation loading site or
 22 unloading site within the state or to the point of exit from the
 23 state.

24 (f) As an alternative to paragraph (e), an annual permit
 25 may be issued for overweight, or oversize and overweight,
 26 construction equipment, machinery, and supplies. The fees for
 27 the permit are as follows:

Gross Weight (pounds) of Vehicle	Annual Permit Fee
29 90,000 or less	\$200
30 90,001 - 100,000	\$300
31 100,001 - 110,000	\$400
32 110,001 - 120,000	\$500
33 120,001 - 130,000	\$600
34 130,001 - 140,000	\$700
35 140,001 - 145,000	\$800

36 If the gross weight of the vehicle is more than 145,000 pounds

1 the permit fee is determined under paragraph (e).

2 (g) For vehicles which exceed the width limitations set
3 forth in section 169.80 by more than 72 inches, an additional
4 cost equal to \$120 added to the amount in paragraph (a) when the
5 permit is issued while seasonal load restrictions pursuant to
6 section 169.87 are in effect.

7 (h) \$85 for an annual permit to be issued for a period not
8 to exceed 12 months, for refuse-compactor vehicles that carry a
9 gross weight of not more than: 22,000 pounds on a single rear
10 axle; 38,000 pounds on a tandem rear axle; or, subject to
11 section 169.828, subdivision 2, 46,000 pounds on a tridem rear
12 axle. A permit issued for up to 46,000 pounds on a tridem rear
13 axle must limit the gross vehicle weight to not more than 62,000
14 pounds.

15 (i) For vehicles exclusively transporting implements of
16 husbandry, an annual permit fee of \$24. A vehicle operated
17 under a permit authorized by this paragraph may be moved at the
18 discretion of the permit holder without prior route approval by
19 the commissioner if:

20 (1) the total width of the transporting vehicle, including
21 load, does not exceed 14 feet;

22 (2) the vehicle is operated only between sunrise and 30
23 minutes after sunset, and is not operated at any time after
24 12:00 noon on Sundays or holidays;

25 (3) the vehicle is not operated when visibility is impaired
26 by weather, fog, or other conditions that render persons and
27 other vehicles not clearly visible at 500 feet;

28 (4) the vehicle displays at the front and rear of the load
29 or vehicle a pair of flashing amber lights, as provided in
30 section 169.59, subdivision 4, whenever the overall width of the
31 vehicle exceeds 126 inches; and

32 (5) the vehicle is not operated on a trunk highway with a
33 surfaced roadway width of less than 24 feet unless such
34 operation is authorized by the permit.

35 A permit under this paragraph authorizes movements of the
36 permitted vehicle on an interstate highway, and movements of 75

1 miles or more on other highways.

2 (j) \$300 for a motor vehicle described in section
3 169.8261. The fee under this paragraph must be deposited as
4 follows:

5 (1) in fiscal years 2005 through 2010:

6 (i) the first \$50,000 in each fiscal year must be deposited
7 in the trunk highway fund for costs related to administering the
8 permit program and inspecting and posting bridges;

9 (ii) all remaining money in each fiscal year must be
10 deposited in a bridge inspection and signing account in the
11 special revenue fund. Money in the account is appropriated to
12 the commissioner for:

13 (A) inspection of local bridges and identification of local
14 bridges to be posted, including contracting with a consultant
15 for some or all of these functions; and

16 (B) erection of weight-posting signs on local bridges; and

17 (2) in fiscal year 2011 and subsequent years must be
18 deposited in the trunk highway fund.

19 Sec. 13. [169.864] [SPECIAL PAPER PRODUCTS VEHICLE
20 PERMIT.]

21 Subdivision 1. [THREE-UNIT VEHICLE.] The commissioner may
22 issue a permit for a vehicle that meets the following
23 requirements:

24 (1) is a combination of vehicles, including a truck-tractor
25 and a semitrailer drawing one additional semitrailer, which may
26 be equipped with an auxiliary dolly. No semitrailer used in a
27 three-vehicle combination may have an overall length in excess
28 of 28-1/2 feet;

29 (2) has a maximum gross vehicle weight of 108,000 pounds;

30 (3) complies with the axle weight limits in section 169.824
31 or with the federal bridge formula for axle groups not described
32 in that section;

33 (4) complies with the tire weight limits in section 169.823
34 or the tire manufacturers' recommended load, whichever is less;

35 (5) is operated only in this state on Trunk Highway marked
36 2 between Grand Rapids and the port of Duluth; on Trunk Highway

1 marked 169 between Grand Rapids and its junction with Trunk
2 Highway marked 53; and on Trunk Highway marked 53 between
3 Virginia and the port of Duluth; and

4 (6) the seasonal weight increases authorized under section
5 169.826, subdivision 1, do not apply.

6 Subd. 2. [TWO-UNIT VEHICLE.] The commissioner may issue a
7 permit for a vehicle that meets the following requirements:

8 (1) is a combination of vehicles consisting of a
9 truck-tractor and a single semitrailer that may exceed 48 feet,
10 but not 53 feet if the distance from the kingpin to the
11 centerline of the rear axle group of the semitrailer does not
12 exceed 43 feet;

13 (2) has a maximum gross vehicle weight of 90,000 pounds;

14 (3) has a maximum gross vehicle weight of 98,000 pounds
15 during the time when seasonal weight increases authorized under
16 section 169.826, subdivision 1, are in effect;

17 (4) complies with the axle weight limits in section 169.824
18 or with the federal bridge formula for axle groups not described
19 in that section;

20 (5) complies with the tire weight limits in section 169.823
21 or the tire manufacturers' recommended load, whichever is less;
22 and

23 (6) is operated only on the highways specified in
24 subdivision 1, clause (5).

25 Subd. 3. [RESTRICTIONS.] Vehicles issued permits under
26 subdivisions 1 and 2 must comply with the following restrictions:

27 (1) the vehicle must be operated in compliance with
28 seasonal load restrictions under section 169.87;

29 (2) the vehicle may not be operated on the interstate
30 highway system; and

31 (3) the vehicle may be operated on streets or highways
32 under the control of local authorities only upon the approval of
33 the local authority; however, vehicles may have reasonable
34 access to terminals and facilities for food, fuel, repairs, and
35 rest and for continuity of route within one mile of the national
36 network as provided by section 169.81, subdivision 3, and by

1 Code of Federal Regulations, title 23, part 658.19.

2 Subd. 4. [PERMIT FEE.] Vehicle permits issued under
3 subdivision 1, clause (1), must be annual permits. The fee is
4 \$850 for each vehicle and must be deposited in the trunk highway
5 fund. An amount sufficient to administer the permit program is
6 appropriated to the commissioner for the costs of administering
7 the permit program.

8 [EFFECTIVE DATE.] This section is effective the later of
9 August 1, 2006, or the date on which the commissioner determines
10 that building permits have been issued for the construction of a
11 new pulp and paper manufacturing facility at Grand Rapids.

12 Sec. 14. [FEDERAL FUNDS FORMULA.]

13 The commissioner of transportation may not implement a new
14 formula for allocating federal transportation funds that results
15 in any construction district receiving an annual amount of
16 federal funds that is less than the annual average amount of
17 federal funding that district received in the previous three
18 years.

19 Sec. 15. [STUDY AND REPORT ON LOCAL ROAD FUNDING
20 ALTERNATIVES.]

21 (a) The commissioner of transportation shall study and
22 report on alternative methods of funding local road maintenance
23 and reconstruction.

24 (b) The study must include an identification and analysis
25 of alternatives to existing methods of collecting revenues,
26 including, but not limited to, a street utility fee.

27 (c) The study must focus on roads that are not on the
28 county state-aid highway system or municipal state-aid street
29 system, although state-aid streets and highways may be included
30 in any alternative included in the study. The study shall be
31 completed by November 15, 2005.

32 (d) By February 15, 2006, the commissioner shall report the
33 study results and recommendations to the chairs of the
34 legislative committees having jurisdiction over transportation
35 finance and to the governor. The commissioner shall also
36 present the study results to representatives of local

1 government, city and county highway engineers, and highway users.

2 Sec. 16. [TOWN ROAD SIGN REPLACEMENT PROGRAM.]

3 Subdivision 1. [SCOPE OF PROGRAM.] The commissioner of
4 transportation shall develop and implement a town road sign
5 replacement program to:

6 (1) inventory all county and town road signs;

7 (2) evaluate town road signs for compliance with applicable
8 sign standards;

9 (3) remove and replace town road signs as the commissioner
10 deems necessary; and

11 (4) establish an ongoing sign maintenance program.

12 Subd. 2. [SIGN STANDARDS.] Standards for sign removal,
13 replacement, and installation must conform to applicable
14 federal, state, and local safety standards, including
15 retroreflectivity standards and other provisions of the Manual
16 on Uniform Traffic Control Devices adopted by the commissioner.

17 Subd. 3. [LOCAL GOVERNMENT PARTICIPATION.] The
18 commissioner may establish conditions for local government
19 participation in the town road sign replacement program,
20 including, but not limited to, involvement of county engineers,
21 and establishment and maintenance by the local government of a
22 database of county and town road signs.

23 Subd. 4. [USE OF APPROPRIATIONS.] The commissioner may
24 utilize the proceeds of state appropriations for the town road
25 sign replacement program to match federal funds. The
26 commissioner may establish a pilot program in consultation with
27 the Minnesota Association of Townships.

28 [EFFECTIVE DATE.] This section takes effect on the
29 effective date of a state or federal appropriation for the town
30 road sign replacement program.

31 Sec. 17. [HIGHWAY SIGNS FOR NORTHWESTERN HEALTH SCIENCES
32 UNIVERSITY.]

33 Notwithstanding any contrary law, rule, or agency order,
34 the commissioner of transportation shall place directional signs
35 displaying the name Northwestern Health Sciences University, in
36 appropriate locations approaching the Penn Avenue exit on

1 eastbound marked Interstate Highway 494 and approaching the 90th
2 Street exit on northbound marked Interstate Highway 35W and
3 southbound marked Interstate Highway 35W. The commissioner
4 shall erect the signs after being assured of the availability of
5 funds from nonstate sources sufficient to pay all costs of
6 producing, erecting, and maintaining the signs.

7 Sec. 18. [SPECIFIC SERVICE SIGN.]

8 Notwithstanding any other law or administrative rule or
9 order, the commissioner of transportation, after being assured
10 of adequate funding from nonstate sources, shall erect a
11 specific service sign on the east side of Trunk Highway 52, near
12 its intersection with 37th Street NW in Olmsted County. The
13 sign must display the name or business panel or both, of a
14 retail establishment on the east side of Trunk Highway 52 that
15 began operation before construction of the noise wall on the
16 east side of Trunk Highway 52, and the premises of which is
17 blocked by the noise wall from view from Trunk Highway 52.

18 Sec. 19. [FORMER AIRPORT PROPERTY.]

19 Notwithstanding any other law, the commissioner of
20 transportation shall not require the city of Willmar to repay
21 the state airports fund for acquisition costs of land that was
22 previously used for aviation purposes.

23 Sec. 20. [REPEALER.]

24 Minnesota Rules, parts 7800.0600; 7800.3200, subpart 1;
25 7805.0700; 8850.6900, subpart 20; and 8855.0500, subpart 1, are
26 repealed.

27 ARTICLE 5

28 SPECIAL PLATES

29 Section 1. Minnesota Statutes 2004, section 168.12,
30 subdivision 2a, is amended to read:

31 Subd. 2a. [PERSONALIZED PLATES; RULES.] (a) Personalized
32 license plates or, if requested for special plates issued under
33 section 168.123 for veterans, 168.124 for medal of honor
34 recipients, or 168.125 for former prisoners of war, applicable
35 personalized special veterans license plates must be issued to
36 an applicant for registration of a passenger automobile

1 including a passenger automobile registered as a classic car,
2 pioneer car, collector car, or street rod; van; pickup truck as
3 defined in section 168.011, subdivision 29, and any other truck
4 with a manufacturer's nominal rated capacity of one ton or less
5 and resembling a pickup truck; motorcycle including a classic
6 motorcycle; or self-propelled recreational vehicle, upon
7 compliance with the laws of this state relating to registration
8 of the vehicle and upon payment of a onetime fee of \$100 in
9 addition to the registration tax required by law for the
10 vehicle. The registrar shall designate a replacement fee fees
11 for personalized license plates and personalized special
12 veterans license plates issued according to section 168.123 that
13 is are calculated to cover the cost of replacement. ~~This-fee~~
14 These fees must be paid by the applicant whenever
15 the ~~personalized-license~~ plates are required to be replaced by
16 law. Fees may not be charged to replace personalized special
17 veterans license plates issued under section 168.124 or
18 168.125. In lieu of the numbers assigned as provided in
19 subdivision 1, personalized license plates and personalized
20 special veterans license plates must have imprinted on them a
21 series of not more than seven numbers and letters in any
22 combination and, as applicable, satisfy the design requirements
23 of section 168.123, 168.124, or 168.125. When an applicant has
24 once obtained personalized license plates or personalized
25 special veterans license plates, the applicant ~~shall-have~~ has a
26 prior claim for similar personalized plates in the next
27 succeeding year as long as current registration is maintained.
28 The commissioner of public safety shall adopt rules in the
29 manner provided by chapter 14, regulating the issuance and
30 transfer of personalized license plates and personalized special
31 veterans license plates. No words or combination of letters
32 placed on ~~personalized-license~~ these plates may be used for
33 commercial advertising, be of an obscene, indecent, or immoral
34 nature, or be of a nature that would offend public morals or
35 decency. The call signals or letters of a radio or television
36 station are not commercial advertising for the purposes of this

1 subdivision.

2 (b) Notwithstanding the provisions of subdivision 1,
3 personalized license plates and personalized special veterans
4 license plates issued under this subdivision may be transferred
5 to another motor vehicle described in paragraph (a) and owned or
6 jointly owned by the applicant, upon the payment of a fee of \$5,
7 which must be paid into the state treasury and credited to the
8 highway user tax distribution fund. The registrar may by rule
9 provide a form for notification. A personalized license
10 plate or personalized special veterans license plate issued for
11 a classic car, pioneer car, collector car, street rod, or
12 classic motorcycle may not be transferred to a vehicle not
13 eligible for such a license plate.

14 (c) Notwithstanding any law to the contrary, if the
15 ~~personalized-license~~ plates are lost, stolen, or destroyed, the
16 applicant may apply and shall receive duplicate license plates
17 bearing the same combination of letters and numbers and the same
18 design as:

19 (1) the former personalized license plates or personalized
20 special veterans license plates issued according to section
21 168.123, upon the payment of the fee required by section 168.29;
22 or

23 (2) the former personalized special veterans license plates
24 issued according to section 168.124 or 168.125, without charge.

25 (d) Fees from the sale of permanent and duplicate
26 personalized ~~license~~ plates must be paid into the state treasury
27 and credited to the highway user tax distribution fund.

28 Sec. 2. Minnesota Statutes 2004, section 168.12,
29 subdivision 2b, is amended to read:

30 Subd. 2b. [FIREFIGHTERS; SPECIAL PLATES.] (a) The
31 registrar shall issue special license plates, or a single plate
32 in the case of a motorcycle plate, to any applicant who is both
33 a member of a fire department receiving state aid under chapter
34 69 and an owner or joint owner of a passenger automobile, ~~or a~~
35 truck with a manufacturer's nominal rated capacity of one ton
36 and resembling a pickup truck, or a motorcycle, upon payment of

1 a fee of \$10 and upon payment of the registration tax required
2 by law for the vehicle and compliance with other laws of this
3 state relating to registration and licensing of motor vehicles
4 and drivers. In lieu of the identification required under
5 subdivision 1, the special license plates ~~shall~~ must be
6 inscribed with a symbol of a Maltese Cross together with five
7 numbers. No applicant shall receive special plates for more
8 ~~than two sets-of-plates-for~~ vehicles owned or jointly owned by
9 the applicant.

10 (b) Special plates issued under this subdivision may only
11 be used during the period that the owner or joint owner of the
12 vehicle is a member of a fire department as specified in this
13 subdivision. When the person to whom the special plates were
14 issued is no longer a member of a fire department or when the
15 vehicle ownership is transferred, the special license plates
16 ~~shall~~ must be removed from the vehicle and returned to the
17 registrar. Upon return of the special plates, or special
18 motorcycle plate, the owner or purchaser of the vehicle is
19 entitled to receive regular plates, or a regular motorcycle
20 plate, for the vehicle, as applicable, without cost for the
21 remainder of the registration period for which the special plate
22 or plates were issued. ~~Firefighter-license-plates-issued~~
23 ~~pursuant-to-this-subdivision-may-be-transferred-to-another-motor~~
24 ~~vehicle-upon-payment-of-\$5,-which-fee-shall-be-paid-into-the~~
25 ~~state-treasury-and-credited-to-the-highway-user-tax-distribution~~
26 ~~fund-~~

27 (c) A special motorcycle license plate issued under this
28 subdivision must be the same size as a standard motorcycle
29 license plate.

30 (d) Upon payment of a fee of \$5, plates issued under this
31 subdivision for a passenger automobile or truck may be
32 transferred to another passenger automobile or truck owned or
33 jointly owned by the person to whom the plates were issued. On
34 payment of a fee of \$5, a plate issued under this subdivision
35 for a motorcycle may be transferred to another motorcycle owned
36 or jointly owned by the person to whom the plate was issued.

1 ~~(e)~~ (e) The commissioner of public safety may adopt rules
2 under the Administrative Procedure Act, sections 14.001 to
3 14.69, to govern the issuance and use of the special plates
4 authorized in this subdivision.

5 (f) All fees from the sale or transfer of special license
6 plates for firefighters ~~shall~~ must be paid into the state
7 treasury and credited to the highway user tax distribution fund.

8 Sec. 3. Minnesota Statutes 2004, section 168.123,
9 subdivision 1, is amended to read:

10 Subdivision 1. [GENERAL REQUIREMENTS; FEES.] (a) On
11 payment of a fee of \$10 for each set of two plates, or for a
12 single plate in the case of a motorcycle plate, payment of the
13 registration tax required by law, and compliance with
14 other applicable laws relating to the vehicle registration and
15 licensing ~~of-a-passenger-automobile,-pickup-truck,-van,~~
16 ~~self-propelled-recreational-equipment,-or-motorcycle,~~ as
17 applicable, the registrar shall issue:

18 (1) special license plates to an applicant who served in
19 the active military service in a branch of the armed forces of
20 the United States or of a nation or society allied with the
21 United States in conducting a foreign war, was discharged under
22 honorable conditions, and is an owner or joint owner of a
23 passenger automobile, pickup truck, van, ~~or~~ self-propelled
24 recreational equipment, or truck resembling a pickup truck and
25 having a manufacturer's nominal rated capacity of one ton, but
26 which is not a commercial motor vehicle as defined in section
27 169.01, subdivision 75; or

28 (2) a special motorcycle license plate as described in
29 subdivision 2, paragraph (a), ~~or-another-special-license-plate~~
30 ~~designed-by-the-commissioner-of-public-safety-to-an-applicant~~
31 ~~who-is-a-Vietnam-veteran-who-served-after-July-17-1961,-and~~
32 ~~before-July-17-1978,-and~~ (f), (h), or (i). A plate may be
33 issued under this clause only to a person who served in the
34 active military service in a branch of the armed forces of the
35 United States or a nation or society allied with the United
36 States in conducting a foreign war, was discharged under

1 honorable conditions, and is an owner or joint owner of a
2 motorcycle, and meets the criteria listed in this paragraph and
3 in subdivision 2, paragraph (a), (f), (h), or (i). Plates
4 issued under this clause must be the same size as standard
5 motorcycle license plates. Special motorcycle license plates
6 issued under this clause are not subject to section 168.1293.

7 (b) The additional fee of \$10 is payable for each set of
8 plates, is payable only when the plates are issued, and is not
9 payable in a year in which tabs or stickers are issued instead
10 of number plates. An applicant must not be issued plates for
11 more than two sets-of-plates-for vehicles listed in paragraph
12 (a) and owned or jointly owned by the applicant.

13 (c) The veteran ~~shall~~ must have a certified copy of the
14 veteran's discharge papers, indicating character of discharge,
15 at the time of application. If an applicant served in the
16 active military service in a branch of the armed forces of a
17 nation or society allied with the United States in conducting a
18 foreign war and is unable to obtain a record of that service and
19 discharge status, the commissioner of veterans affairs may
20 certify the applicant as qualified for the veterans' license
21 plates provided under this section.

22 (d) When issuing a set of license plates, or for a
23 motorcycle a single license plate, under subdivision 2,
24 paragraph (h) or (i), the commissioner shall assess a \$5
25 surcharge to the applicant, in addition to the fee required
26 under this section and the registration tax required by law.
27 The revenue from the surcharge must be deposited in the highway
28 user tax distribution fund. The commissioner shall cease to
29 collect the surcharge when total collections from the surcharge
30 since its inception exceed \$3,500.

31 [EFFECTIVE DATE.] This section is effective the day
32 following final enactment.

33 Sec. 4. Minnesota Statutes 2004, section 168.123,
34 subdivision 2, is amended to read:

35 Subd. 2. [DESIGN.] The commissioner of veterans affairs
36 shall design the special plates, subject to the approval of the

1 registrar, that satisfy the following requirements:

2 (a) For a Vietnam veteran who served after July 1, 1961,
3 and before July 1, 1978, the special plates must bear the
4 inscription "VIETNAM VET" and the letters "V" and "V" with the
5 first letter directly above the second letter and both letters
6 just preceding the first numeral of the special license plate
7 number.

8 (b) For a veteran stationed on the island of Oahu, Hawaii,
9 or offshore, during the attack on Pearl Harbor on December 7,
10 1941, the special plates must bear the inscription "PEARL HARBOR
11 SURVIVOR" and the letters "P" and "H" with the first letter
12 directly above the second letter and both letters just preceding
13 the first numeral of the special license plate number.

14 (c) For a veteran who served during World War I or World
15 War II, the special plates must bear the inscription "WORLD WAR
16 VET" and:

17 (1) for a World War I veteran, the characters "W" and "I"
18 with the first character directly above the second character and
19 both characters just preceding the first numeral of the special
20 license plate number; or

21 (2) for a World War II veteran, the characters "W" and "II"
22 with the first character directly above the second character and
23 both characters just preceding the first numeral of the special
24 license plate number.

25 (d) For a veteran who served during the Korean Conflict,
26 the special plates must bear the inscription "KOREAN VET" and
27 the letters "K" and "V" with the first letter directly above the
28 second letter and both letters just preceding the first numeral
29 of the special license plate number.

30 (e) For a combat wounded veteran who is a recipient of the
31 purple heart medal, the special plates must bear the inscription
32 "COMBAT WOUNDED VET" and inscribed with a facsimile of the
33 official purple heart medal and the letters "C" over "W" with
34 the first letter directly over the second letter just preceding
35 the first numeral of the special license plate number.

36 (f) For a Persian Gulf war veteran, the special plates must

1 bear the inscription "GULF WAR VET" and the letters "G" and "W"
2 with the first letter directly above the second letter and both
3 letters just preceding the first numeral of the special license
4 plate number. For the purposes of this section, "Persian Gulf
5 war veteran" means a person who served on active duty after
6 August 1, 1990, in a branch of the armed forces of the United
7 States or United Nations during Operation Desert Shield,
8 Operation Desert Storm, or other military operation in the
9 Persian Gulf area combat zone as designated in United States
10 Presidential Executive Order No. 12744, dated January 21, 1991.

11 (g) For a veteran who served in the Laos War after July 1,
12 1961, and before July 1, 1978, the special plates must bear the
13 inscription "LAOS WAR VET" and the letters "L" and "V" with the
14 first letter directly above the second letter and both letters
15 just preceding the first numeral of the special license plate
16 number.

17 (h) For a veteran who is the recipient of:

18 (1) the Iraq Campaign Medal, the special plates must be
19 inscribed with a facsimile of that medal and must bear the
20 inscription "IRAQ WAR VET" directly below the special license
21 plate number;

22 (2) the Afghanistan Campaign Medal, the special plates must
23 be inscribed with a facsimile of that medal and must bear the
24 inscription "AFGHAN WAR VET" directly below the special license
25 plate number; or

26 (3) the Global War on Terrorism Expeditionary Medal, the
27 special plates must be inscribed with a facsimile of that medal
28 and must bear the inscription "GWOT VETERAN" directly below the
29 special license plate number.

30 (i) For a veteran who is the recipient of the Global War on
31 Terrorism Service Medal, the special plates must be inscribed
32 with a facsimile of that medal and must bear the inscription
33 "GWOT VETERAN" directly below the special license plate number.
34 In addition, any member of the National Guard or other military
35 reserves who has been ordered to federally funded state active
36 service under United States Code, title 32, as defined in

1 section 190.05, subdivision 5b, and who is the recipient of the
2 Global War on Terrorism Service Medal, is eligible for the
3 license plate described in this paragraph, irrespective of
4 whether that person qualifies as a veteran under section 197.447.

5 [EFFECTIVE DATE.] This section is effective the day
6 following final enactment.

7 Sec. 5. Minnesota Statutes 2004, section 168.123,
8 subdivision 4, is amended to read:

9 Subd. 4. [PLATES TRANSFER.] (a) On payment of a fee of \$5,
10 plates issued under subdivision 1, paragraph (a), clause (1),
11 may be transferred to another vehicle, but only if the vehicle:

12 (1) is a passenger automobile, pickup truck, van, or
13 self-propelled recreational equipment, or one-ton truck
14 described in subdivision 1, paragraph (a), clause (1); and

15 (2) is owned or jointly owned by the person to whom the
16 plates were issued.

17 (b) On payment of a fee of \$5, a plate issued under
18 subdivision 1, paragraph (a), clause (2), may be transferred to
19 another motorcycle owned or jointly owned by the person to whom
20 the plate was issued.

21 Sec. 6. [168.1251] [DISABLED VETERANS OF AMERICA PLATES.]

22 Subdivision 1. [ISSUANCE AND DESIGN.] The registrar of
23 motor vehicles shall issue special license plates bearing the
24 inscription "DISABLED AMERICAN VETERAN" to an applicant who is
25 certified in writing by the United States Department of Veterans
26 Affairs or the state commissioner of veterans affairs as having
27 a permanent and total service-connected disability, who complies
28 with all laws relating to the registration and licensing of
29 motor vehicles and drivers, and who pays a fee of \$10 for each
30 set of license plates applied for. The special license plates
31 must be of a design and size determined by the registrar.

32 Subd. 2. [APPLICATION.] Application for issuance of these
33 plates may be made only at the time of renewal or first
34 application for registration.

35 Subd. 3. [TRANSFER.] On payment of a fee of \$5, special
36 plates issued under this section may be transferred to another

1 motor vehicle owned or jointly owned by the disabled veteran
2 upon notification to the registrar of motor vehicles.

3 Subd. 4. [MOTOR VEHICLE; SPECIAL DEFINITION.] For purposes
4 of this section, "motor vehicle" means a vehicle for personal
5 use, not used for commercial purposes, and may include a
6 passenger automobile, van, pickup truck, motorcycle, or
7 recreational vehicle.

8 Subd. 5. [FEES CREDITED.] Fees paid under this section
9 must be credited to the highway user tax distribution fund.

10 Sec. 7. Minnesota Statutes 2004, section 168.1293,
11 subdivision 5, is amended to read:

12 Subd. 5. [DISCONTINUANCE OF PLATE.] (a) The department
13 shall discontinue the issuance or renewal of any special license
14 plate if (1) fewer than 1,000 sets of those plates are currently
15 registered at the end of the first six years during which the
16 plates are available, or (2) fewer than 1,000 sets of those
17 plates are currently registered at the end of any subsequent
18 two-year period following the first six years of availability.

19 (b) The department may discontinue the issuance or renewal
20 of any special license plate, and distribution of any
21 contributions resulting from that plate, if the department
22 determines that (1) the fund or requester receiving the
23 contributions no longer exists, (2) the requester has stopped
24 providing services that are authorized to be funded from the
25 contribution proceeds, (3) the requester has requested
26 discontinuance, or (4) contributions have been used in violation
27 of subdivision 6.

28 (c) Nothing in this subdivision applies to license plates
29 issued under section 168.123, 168.124, 168.125, 168.1251, or
30 168.1255.

31 Sec. 8. [168.1298] [SPECIAL "SUPPORT OUR TROOPS" LICENSE
32 PLATES.]

33 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.] (a)
34 The commissioner shall issue special "Support Our Troops"
35 license plates to an applicant who:

36 (1) is an owner of a passenger automobile, one-ton pickup

1 truck, recreational vehicle, or motorcycle;

2 (2) pays a fee of \$10 to cover the costs of handling and
3 manufacturing the plates;

4 (3) pays the registration tax required under section
5 168.013;

6 (4) pays the fees required under this chapter;

7 (5) contributes a minimum of \$30 annually to the Minnesota
8 "Support Our Troops" account established in section 190.19; and

9 (6) complies with laws and rules governing registration and
10 licensing of vehicles and drivers.

11 (b) The license application under this section must
12 indicate that the annual contribution specified under paragraph
13 (a), clause (5), is a minimum contribution to receive the plate
14 and that the applicant may make an additional contribution to
15 the account.

16 Subd. 2. [DESIGN.] After consultation with interested
17 groups, the adjutant general and the commissioner of veterans
18 affairs shall design the special plate, subject to the approval
19 of the commissioner.

20 Subd. 3. [NO REFUND.] Contributions under this section
21 must not be refunded.

22 Subd. 4. [PLATE TRANSFERS.] Notwithstanding section
23 168.12, subdivision 1, on payment of a transfer fee of \$5,
24 plates issued under this section may be transferred to another
25 passenger automobile, one-ton pickup truck, recreational
26 vehicle, or motorcycle owned by the individual to whom the
27 special plates were issued.

28 Subd. 5. [CONTRIBUTION AND FEES CREDITED.] Contributions
29 under subdivision 1, paragraph (a), clause (5), must be paid to
30 the commissioner and credited to the Minnesota "Support Our
31 Troops" account established in section 190.19. The fees
32 collected under this section must be deposited in the vehicle
33 services operating account in the special revenue fund.

34 Subd. 6. [RECORD.] The commissioner shall maintain a
35 record of the number of plates issued under this section.

36 Sec. 9. [168.1299] [SPECIAL "KNIGHTS OF COLUMBUS MEMBER"

1 LICENSE PLATES.]

2 Subdivision 1. [GENERAL REQUIREMENTS AND PROCEDURES.] The
3 registrar shall issue special "Knights of Columbus member"
4 license plates to an applicant who:

5 (1) is an owner or joint owner of a passenger automobile,
6 pickup truck, or van;

7 (2) pays a fee of \$10 to cover the costs of handling and
8 manufacturing the plates;

9 (3) pays the registration tax required under section
10 168.013;

11 (4) pays the fees required under this chapter; and

12 (5) complies with laws and rules governing registration and
13 licensing of vehicles and drivers.

14 Subd. 2. [DESIGN.] A special license plate under this
15 section consists of a license plate with a unique symbol that is
16 the recognized emblem of the Knights of Columbus. The symbol
17 must be designed by the Knights of Columbus or a council
18 thereof, with the approval of the commissioner. The license
19 plate may be an embossed license plate or a generic license
20 plate with attached decal.

21 Subd. 3. [APPLICABILITY OF OTHER LAW.] Section 168.1293
22 does not apply to license plates authorized under this section.

23 Sec. 10. [190.19] [MINNESOTA "SUPPORT OUR TROOPS"
24 ACCOUNT.]

25 Subdivision 1. [ESTABLISHMENT.] The Minnesota "Support Our
26 Troops" account is established in the state treasury. The
27 account shall consist of contributions from private sources and
28 appropriations.

29 Subd. 2. [GRANTS.] (a) Money in the Minnesota "Support Our
30 Troops" account is appropriated to the adjutant general for the
31 purpose of making grants:

32 (1) directly to eligible individuals; or

33 (2) to one or more eligible foundations for the purpose of
34 making grants to eligible individuals, as provided in this
35 section.

36 (b) The term, "eligible individual" includes any person who

1 is:

2 (1) a member of the Minnesota National Guard or a reserve
3 unit based in Minnesota who has been called to active service as
4 defined in section 190.05, subdivision 5;

5 (2) a Minnesota resident who is a member of a military
6 reserve unit not based in Minnesota, if the member is called to
7 active service as defined in section 190.05, subdivision 5;

8 (3) any other Minnesota resident performing active service
9 for any branch of the military of the United States; and

10 (4) members of the immediate family of an individual
11 identified in clause (1), (2), or (3). For purposes of this
12 clause, "immediate family" means the individual's spouse and
13 minor children and, if they are dependents of the member of the
14 military, the member's parents, grandparents, siblings,
15 stepchildren, and adult children.

16 (c) The term "eligible foundation" includes any
17 organization that:

18 (1) is a tax-exempt organization under section 501(c)(3) of
19 the Internal Revenue Code;

20 (2) has articles of incorporation under chapter 317A
21 specifying the purpose of the organization as including the
22 provision of financial assistance to members of the Minnesota
23 National Guard and other United States armed forces reserves and
24 their families and survivors; and

25 (3) agrees in writing to distribute any grant money
26 received from the adjutant general under this section to
27 eligible individuals as defined in this section and in
28 accordance with any written policies and rules the adjutant
29 general may impose as conditions of the grant to the foundation.

30 (d) The maximum grant awarded to an eligible individual in
31 a calendar year with funds from the Minnesota "Support Our
32 Troops" account, either through an eligible institution or
33 directly from the adjutant general, may not exceed \$2,000.

34 Subd. 3. [ANNUAL REPORT.] The adjutant general must report
35 by February 1, 2007, and each year thereafter, to the chairs and
36 ranking minority members of the legislative committees and

1 divisions with jurisdiction over military and veterans' affairs
2 on the number, amounts, and use of grants issued from the
3 Minnesota "Support Our Troops" account in the previous year.

4 ARTICLE 6

5 TRANSPORTATION FINANCE

6 Section 1. [CONSTITUTIONAL AMENDMENT PROPOSED.]

7 An amendment to the Minnesota Constitution is proposed to
8 the people. If the amendment is adopted, a section must be
9 added to article XIV, to read:

10 Sec. 12. The proceeds of a tax imposed by the state on the
11 sale of new and used motor vehicles must be appropriated
12 exclusively for surface transportation purposes as defined by
13 law.

14 Sec. 2. [SCHEDULE AND QUESTION.]

15 The constitutional amendment proposed in section 1 must be
16 submitted to the people at the 2006 general election. If
17 approved, motor vehicle sales tax proceeds will be used
18 exclusively for surface transportation purposes as of July 1,
19 2010. The question submitted must be:

20 "Shall the Minnesota Constitution be amended to use the
21 revenue from the state motor vehicle sales tax exclusively for
22 surface transportation purposes, beginning July 1, 2010?

23 Yes

24 No"

25 Sec. 3. [16A.89] [MULTIMODAL TRANSPORTATION FUND.]

26 A multimodal transportation fund is established in the
27 state treasury. The fund consists of money credited under
28 section 297B.09, subdivision 1, and other money credited to the
29 fund by law. Money in the fund must be appropriated for
30 multimodal surface transportation purposes including, but not
31 limited to, state road construction and related sales tax
32 charges whether incurred by the department or by persons who
33 contract with the department, transit capital and operations,
34 state patrol operations, local road construction and
35 maintenance, transportation safety and research activities,
36 Department of Transportation tort claims, and government agency

1 indirect costs assessed against the Department of Transportation
2 or the trunk highway fund.

3 Sec. 4. Minnesota Statutes 2004, section 162.07,
4 subdivision 1, is amended to read:

5 Subdivision 1. [FORMULA.] After deducting for
6 administrative costs and for the disaster account and research
7 account and state park roads as heretofore provided in section
8 162.06, subdivisions 2 to 5, the remainder of the total sum
9 provided for in section 162.06, subdivision 1, shall-be is
10 identified as the apportionment sum and shall-be-apportioned-by
11 the-commissioner-to-the-several-counties-on-the-basis-of-the
12 needs-of-the-counties-as-determined-in-accordance-with-the
13 following-formula:

14 (a)-An-amount-equal-to-ten-percent-of-the-apportionment-sum
15 shall-be-apportioned-equally-among-the-87-counties.

16 (b)-An-amount-equal-to-ten-percent-of-the-apportionment-sum
17 shall-be-apportioned-among-the-several-counties-so-that-each
18 county-shall-receive-of-such-amount-the-percentage-that-its
19 motor-vehicle-registration-for-the-calendar-year-preceding-the
20 one-last-past,-determined-by-residence-of-registrants,-bears-to
21 the-total-statewide-motor-vehicle-registration.

22 (c)-An-amount-equal-to-30-percent-of-the-apportionment-sum
23 shall-be-apportioned-among-the-several-counties-so-that-each
24 county-shall-receive-of-such-amount-the-percentage-that-its
25 total-lane-miles-of-approved-county-state-aid-highways-bears-to
26 the-total-lane-miles-of-approved-statewide-county-state-aid
27 highways.--In-1997-and-subsequent-years-no-county-may-receive,
28 as-a-result-of-an-apportionment-under-this-clause-based-on
29 lane-miles-rather-than-miles-of-approved-county-state-aid
30 highways,-an-apportionment-that-is-less-than-its-apportionment
31 in-1996.

32 (d)-An-amount-equal-to-50-percent-of-the-apportionment-sum
33 shall-be-apportioned-among-the-several-counties-so-that-each
34 county-shall-receive-of-such-amount-the-percentage-that-its
35 money-needs-bears-to-the-sum-of-the-money-needs-of-all-of-the
36 individual-counties,-provided,-that-the-percentage-of-such

1 amount-that-each-county-is-to-receive-shall-be-adjusted-so-that
2 each-county-shall-receive-in-1958-a-total-apportionment-at-least
3 ten-percent-greater-than-its-total-1956-apportionments-from-the
4 state-road-and-bridge-fund;--and-provided-further-that-those
5 counties-whose-money-needs-are-thus-adjusted-shall-never-receive
6 a-percentage-of-the-apportionment-sum-less-than-the-percentage
7 that-such-county-received-in-1958 the excess sum.

8 (a) The excess sum is calculated as the sum of the amounts
9 described in clauses (1) and (2), reduced by a proportionate
10 share of the deductions for administrative costs and for the
11 disaster account and research account, as follows:

12 (1) on or after July 1, 2005, the amount due to an increase
13 imposed in the gasoline excise tax rate above a rate of 20 cents
14 per gallon; or in the excise tax rate for E85, M85, and special
15 fuels above the energy equivalent of a gasoline tax rate of 20
16 cents per gallon; and

17 (2) the amount due to a change in the passenger vehicle
18 registration tax under section 168.013, imposed on or after July
19 1, 2005, that exceeds the amount collected in fiscal year 2005
20 multiplied by the annual average United States Consumer Price
21 Index for all urban consumers, United States city average, as
22 determined by the United States Department of Labor for the
23 previous year, divided by that annual average for calendar year
24 2004.

25 (b) The apportionment sum is calculated by subtracting the
26 excess sum from the remainder of the total sum.

27 Sec. 5. Minnesota Statutes 2004, section 162.07, is
28 amended by adding a subdivision to read:

29 Subd. 1a. [APPORTIONMENT SUM.] The commissioner shall
30 apportion the apportionment sum among the several counties on
31 the basis of the needs of the counties as determined in
32 accordance with the following formula:

33 (a) An amount equal to ten percent of the apportionment sum
34 must be apportioned equally among the 87 counties.

35 (b) An amount equal to ten percent of the apportionment sum
36 must be apportioned among the several counties so that each

1 county receives of that amount the percentage that its motor
2 vehicle registration for the calendar year preceding the one
3 last past, determined by residence of registrants, bears to the
4 total statewide motor vehicle registration.

5 (c) An amount equal to 30 percent of the apportionment sum
6 must be apportioned among the several counties so that each
7 county receives of that amount the percentage that its total
8 lane-miles of approved county state-aid highways bears to the
9 total lane-miles of approved statewide county state-aid
10 highways. In 1997 and subsequent years, no county may receive,
11 as a result of an apportionment under this paragraph based on
12 lane-miles rather than miles of approved county state-aid
13 highways, an apportionment that is less than its apportionment
14 in 1996.

15 (d) An amount equal to 50 percent of the apportionment sum
16 must be apportioned among the several counties so that each
17 county receives of that amount the percentage that its money
18 needs bears to the sum of the money needs of all of the
19 individual counties; provided that the percentage of the amount
20 that each county is to receive must be adjusted so that each
21 county receives in 1958 a total apportionment at least ten
22 percent greater than its total 1956 apportionments from the
23 state road and bridge fund; and provided, further, that those
24 counties whose money needs are thus adjusted shall never receive
25 a percentage of the apportionment sum less than the percentage
26 that such county received in 1958.

27 Sec. 6. Minnesota Statutes 2004, section 162.07, is
28 amended by adding a subdivision to read:

29 Subd. 1b. [EXCESS SUM.] The commissioner shall apportion
30 the excess sum to the several counties on the basis of the needs
31 of the counties as determined in accordance with the following
32 formula:

33 (a) An amount equal to 40 percent of the excess sum must be
34 apportioned among the several counties so that each county
35 receives of that amount the percentage that its motor vehicle
36 registration for the calendar year preceding the one last past,

1 determined by residence of registrants, bears to the total
2 statewide motor vehicle registration.

3 (b) An amount equal to 60 percent of the excess sum must be
4 apportioned among the several counties so that each county
5 receives of that amount the percentage that its money needs
6 bears to the sum of the money needs of all of the individual
7 counties.

8 Sec. 7. Minnesota Statutes 2004, section 168.013,
9 subdivision 1a, is amended to read:

10 Subd. 1a. [PASSENGER AUTOMOBILE; HEARSE.] (a) On passenger
11 automobiles as defined in section 168.011, subdivision 7, and
12 hearses, except as otherwise provided, the tax shall be \$10 plus
13 an additional tax equal to 1.25 percent of the base value.

14 (b) Subject to the classification provisions herein, "base
15 value" means the manufacturer's suggested retail price of the
16 vehicle including destination charge using list price
17 information published by the manufacturer or determined by the
18 registrar if no suggested retail price exists, and shall not
19 include the cost of each accessory or item of optional equipment
20 separately added to the vehicle and the suggested retail price.

21 (c) If the manufacturer's list price information contains a
22 single vehicle identification number followed by various
23 descriptions and suggested retail prices, the registrar shall
24 select from those listings only the lowest price for determining
25 base value.

26 (d) If unable to determine the base value because the
27 vehicle is specially constructed, or for any other reason, the
28 registrar may establish such value upon the cost price to the
29 purchaser or owner as evidenced by a certificate of cost but not
30 including Minnesota sales or use tax or any local sales or other
31 local tax.

32 (e) The registrar shall classify every vehicle in its
33 proper base value class as follows:

34	FROM	TO
35	\$ 0	\$199.99
36	200	399.99

1 and thereafter a series of classes successively set in brackets
2 having a spread of \$200 consisting of such number of classes as
3 will permit classification of all vehicles.

4 (f) The base value for purposes of this section shall be
5 the middle point between the extremes of its class.

6 (g) The registrar shall establish the base value, when new,
7 of every passenger automobile and hearse registered prior to the
8 effective date of Extra Session Laws 1971, chapter 31, using
9 list price information published by the manufacturer or any
10 nationally recognized firm or association compiling such data
11 for the automotive industry. If unable to ascertain the base
12 value of any registered vehicle in the foregoing manner, the
13 registrar may use any other available source or method. The
14 registrar shall calculate tax using base value information
15 available to dealers and deputy registrars at the time the
16 application for registration is submitted. The tax on all
17 previously registered vehicles shall be computed upon the base
18 value thus determined taking into account the depreciation
19 provisions of paragraph (h).

20 (h) The annual additional tax computed upon the base value
21 as provided herein, during the first ~~and-second-years~~ year of
22 vehicle life shall be computed upon 100 percent of the base
23 value; for the second year, 80 percent of such value; for the
24 ~~third and-fourth-years~~7-90 year, 70 percent of such value; for
25 the fourth year, 60 percent of such value; for the fifth and
26 ~~sixth-years~~7-75 year, 50 percent of such value; for the sixth
27 year, 40 percent of such value; for the seventh year, ~~60~~ 35
28 percent of such value; for the eighth year, ~~40~~ 30 percent of
29 such value; for the ninth year, ~~30~~ 20 percent of such value; for
30 the tenth year, ten percent of such value; for the 11th and each
31 succeeding year, the sum of \$25.

32 In no event shall the annual additional tax be less than
33 \$25. ~~The-total-tax-under-this-subdivision-shall-not-exceed-\$189~~
34 ~~for-the-first-renewal-period-and-shall-not-exceed-\$99-for~~
35 ~~subsequent-renewal-periods.--The-total-tax-under-this~~
36 ~~subdivision-on-any-vehicle-filing-its-initial-registration-in~~

1 Minnesota-in-the-second-year-of-vehicle-life-shall-not-exceed
 2 \$189-and-shall-not-exceed-\$99-for-subsequent-renewal-periods.
 3 The-total-tax-under-this-subdivision-on-any-vehicle-filing-its
 4 initial-registration-in-Minnesota-in-the-third-or-subsequent
 5 year-of-vehicle-life-shall-not-exceed-\$99-and-shall-not-exceed
 6 \$99-in-any-subsequent-renewal-period.

7 (i) As-used-in-this-subdivision-and-section-168.0177,-the
 8 following-terms-have-the-meanings-given:--"initial-registration"
 9 means-the-12-consecutive-months-calendar-period-from-the-day-of
 10 first-registration-of-a-vehicle-in-Minnesota,-and-"renewal
 11 periods"-means-the-12-consecutive-calendar-months-periods
 12 following-the-initial-registration-period The annual additional
 13 tax under paragraph (h) must not exceed the annual additional
 14 tax that was previously paid or due on that vehicle.

15 [EFFECTIVE DATE.] This section is effective for first
 16 registration periods in which the tax is first due on or after
 17 July 1, 2005, and for renewals of registrations on those
 18 vehicles assigned registration periods of July 1, 2005, through
 19 June 30, 2006, or later.

20 Sec. 8. Minnesota Statutes 2004, section 296A.07,
 21 subdivision 3, is amended to read:

22 Subd. 3. [RATE OF TAX.] The gasoline excise tax is imposed
 23 at the following rates:

- 24 {1} (a) From July 1, 2005, to June 30, 2007, E85 is taxed
 25 at the rate of 14.2 17.0 cents per gallon;
- 26 {2} M85 is taxed at the rate of 11.4 13.7 cents per gallon;
- 27 and
- 28 {3} all other gasoline is taxed at the rate of 20 24 cents
 29 per gallon.

30 (b) On and after July 1, 2007, E85 is taxed at the rate of
 31 19.2 cents per gallon; M85 is taxed at the rate of 15.4 cents
 32 per gallon; and all other gasoline is taxed at the rate of 27
 33 cents per gallon.

34 [EFFECTIVE DATE.] This section is effective July 1, 2005,
 35 and applies to all gasoline, undyed diesel fuel, and special
 36 fuel in distributor storage on July 1, 2005.

1 Sec. 9. Minnesota Statutes 2004, section 296A.08,
2 subdivision 2, is amended to read:

3 Subd. 2. [RATE OF TAX.] The special fuel excise tax is
4 imposed at the following rates:

5 (a) From July 1, 2005, to June 30, 2007, liquefied
6 petroleum gas or propane is taxed at the rate of ~~15~~ 18 cents per
7 gallon;

8 ~~(b)~~ liquefied natural gas is taxed at the rate of ~~12~~ 14.4
9 cents per gallon; and

10 ~~(c)~~ compressed natural gas is taxed at the rate
11 of ~~\$1.739~~ \$2.087 per thousand cubic feet; or ~~20~~ 24 cents per
12 gasoline equivalent, as defined by the National Conference on
13 Weights and Measures, which is 5.66 pounds of natural gas.

14 (b) On and after July 1, 2007, liquefied petroleum gas or
15 propane is taxed at the rate of 20.3 cents per gallon; liquefied
16 natural gas is taxed at the rate of 16.2 cents per gallon; and
17 compressed natural gas is taxed at the rate of \$2.348 per
18 thousand cubic feet; or 27 cents per gasoline equivalent, as
19 defined by the National Conference on Weights and Measures,
20 which is 5.66 pounds of natural gas.

21 ~~(d)~~ (c) All other special fuel is taxed at the same rate as
22 the gasoline excise tax as specified in section 296A.07,
23 subdivision 2. The tax is payable in the form and manner
24 prescribed by the commissioner.

25 [EFFECTIVE DATE.] This section is effective July 1, 2005,
26 and applies to all gasoline, undyed diesel fuel, and special
27 fuel in distributor storage on July 1, 2005.

28 Sec. 10. Minnesota Statutes 2004, section 297B.09,
29 subdivision 1, is amended to read:

30 Subdivision 1. [DEPOSIT OF REVENUES.] (a) Money collected
31 and received under this chapter must be deposited as provided in
32 this subdivision.

33 ~~(b) From July 1, 2002, to June 30, 2003, 32 percent of the~~
34 ~~money collected and received must be deposited in the highway~~
35 ~~user tax distribution fund, 20.5 percent must be deposited in~~
36 ~~the metropolitan area transit fund under section 16A.88, and~~

1 ~~1-25-percent-must-be-deposited-in-the-greater-Minnesota-transit~~
2 ~~fund-under-section-16A.88---The-remaining-money-must-be~~
3 ~~deposited-in-the-general-fund.~~

4 (e) From July 1, 2003, to June 30, ~~2007~~ 2005, 30 percent of
5 the money collected and received must be deposited in the
6 highway user tax distribution fund, 21.5 percent must be
7 deposited in the metropolitan area transit fund under section
8 16A.88, 1.43 percent must be deposited in the greater Minnesota
9 transit fund under section 16A.88, 0.65 percent must be
10 deposited in the county state-aid highway fund, and 0.17 percent
11 must be deposited in the municipal state-aid street fund. The
12 remaining money must be deposited in the general fund.

13 (c) From July 1, 2005, to June 30, 2006, 22.82 percent of
14 the money collected and received must be deposited in the
15 highway user tax distribution fund, one percent must be
16 deposited in the right-of-way advance acquisition loan account
17 established under section 446A.085, subdivision 3, 27.80 percent
18 must be deposited in the metropolitan area transit fund under
19 section 16A.88, and 2.13 percent must be deposited in the
20 greater Minnesota transit fund under section 16A.88. The
21 remaining money must be deposited in the general fund.

22 (d) From July 1, 2006, to June 30, 2007, 21.83 percent of
23 the money collected and received must be deposited in the
24 highway user tax distribution fund, one percent must be
25 deposited in the right-of-way advance acquisition loan account
26 under section 446A.085, subdivision 3, 28.69 percent must be
27 deposited in the metropolitan area transit fund under section
28 16A.88, and 2.23 percent must be deposited in the greater
29 Minnesota transit fund under section 16A.88. The remaining
30 money must be deposited in the general fund.

31 (e) From July 1, 2007, to June 30, 2008, 17.37 percent of
32 the money collected and received must be deposited in the
33 highway user tax distribution fund, 43.30 percent must be
34 deposited in the metropolitan area transit fund under section
35 16A.88, 5.33 percent must be deposited in the greater Minnesota
36 transit fund under section 16A.88, and ten percent must be

1 deposited in the multimodal transportation fund under section
 2 16A.89. The remaining money must be deposited in the general
 3 fund.

4 (f) From July 1, 2008, to June 30, 2009, 16.57 percent of
 5 the money collected and received must be deposited in the
 6 highway user tax distribution fund, 44.03 percent must be
 7 deposited in the metropolitan area transit fund under section
 8 16A.88, 5.40 percent must be deposited in the greater Minnesota
 9 transit fund under section 16A.88, and 20 percent must be
 10 deposited in the multimodal transportation fund under section
 11 16A.89. The remaining money must be deposited in the general
 12 fund.

13 (g) From July 1, 2009, to June 30, 2010, 15.94 percent of
 14 the money collected and received must be deposited in the
 15 highway user tax distribution fund, 44.59 percent must be
 16 deposited in the metropolitan area transit fund under section
 17 16A.88, 5.47 percent must be deposited in the greater Minnesota
 18 transit fund under section 16A.88, and 30 percent must be
 19 deposited in the multimodal transportation fund under section
 20 16A.89. The remaining money must be deposited in the general
 21 fund.

22 ~~(d)~~ (h) On and after July 1, 2007 2010, 32 15.5 percent
 23 of the money collected and received must be deposited in the
 24 highway user tax distribution fund, 20.5 45 percent must be
 25 deposited in the metropolitan area transit fund under section
 26 16A.88, and 1.25 5.5 percent must be deposited in the greater
 27 Minnesota transit fund under section 16A.88, and 34 percent must
 28 be deposited in the multimodal transportation fund under section
 29 16A.89. The-remaining-money-must-be-deposited-in-the-general
 30 fund-

31 Sec. 11. Minnesota Statutes 2004, section 446A.085,
 32 subdivision 3, is amended to read:

33 Subd. 3. [ESTABLISHMENT OF FUND; ACCOUNTS.] (a) A
 34 transportation revolving loan fund is established to make loans
 35 for the purposes described in subdivision 2. A highway account
 36 is established in the fund for highway projects eligible under

1 United States Code, title 23. A transit account is established
2 in the fund for transit capital projects eligible under United
3 States Code, title 49. A state funds general loan account is
4 established in the fund for transportation projects eligible
5 under state law. A right-of-way advance acquisition loan
6 account is established in the fund for projects described in
7 subdivision 10a. Other accounts may be established in the fund
8 as necessary for its management and administration.

9 (b) The transportation revolving loan fund receives federal
10 money under the act and money from any source. Money received
11 under this section must be paid to the commissioner of finance
12 and credited to the transportation revolving loan fund. Money
13 in the fund is annually appropriated to the authority and does
14 not lapse. The fund must be credited with investment income,
15 and with repayments of principal and interest, except for
16 servicing fees assessed under sections 446A.04, subdivision 5,
17 and 446A.11, subdivision 8.

18 Sec. 12. Minnesota Statutes 2004, section 446A.085,
19 subdivision 8, is amended to read:

20 Subd. 8. [CERTIFICATION OF PROJECTS.] (a) Except as
21 provided in paragraph (b), the commissioner of transportation
22 shall consider the following information when evaluating
23 projects to certify for funding to the Transportation Committee:

24 (1) a description of the nature and purpose of the proposed
25 transportation project including an explanation of the need for
26 the project and the reasons why it is in the public interest;

27 (2) the relationship of the project to the area
28 transportation improvement program, the approved statewide
29 transportation improvement program, and to any transportation
30 plans required under state or federal law;

31 (3) the estimated cost of the project and the amount of
32 loans sought;

33 (4) proposed sources of funding in addition to loans sought
34 from the transportation revolving loan fund;

35 (5) the need for the project as part of the overall
36 transportation system;

1 (6) the overall economic impact of the project; and
2 (7) the extent to which completion of the project will
3 improve the movement of people and freight.

4 (b) For loans made from the right-of-way advance
5 acquisition loan account, the commissioner of transportation
6 shall consider the following information when evaluating
7 projects to certify for funding to the transportation committee:

8 (1) a description of the highway project, including
9 estimated schedules and costs, for which advance acquisition of
10 right-of-way is sought;

11 (2) the importance of the project as measured by the
12 criteria in paragraph (a), clauses (2) and (5) to (7);

13 (3) other sources of funding available for the acquisition;

14 (4) the necessity of preserving right-of-way for the
15 project as a means of reducing overall project costs and
16 preventing incompatible land uses;

17 (5) other options available for right-of-way preservation;
18 and

19 (6) the overall cost-effectiveness of advance right-of-way
20 acquisition for the project.

21 Sec. 13. Minnesota Statutes 2004, section 446A.085, is
22 amended by adding a subdivision to read:

23 Subd. 10a. [RIGHT-OF-WAY ADVANCE ACQUISITION LOANS.] (a)
24 Loans from the right-of-way advance acquisition loan account may
25 be made to the state, counties, towns, and statutory or home
26 rule charter cities for purchasing property within the
27 right-of-way of a state trunk highway shown on an official map
28 adopted under section 394.361 or 462.359.

29 (b) Loans under this subdivision may be made only:

30 (1) to accelerate the acquisition of primarily undeveloped
31 property when there is a reasonable probability that the
32 property will increase in value before highway construction, and
33 to update an expired environmental impact statement on a project
34 for which the right-of-way is being purchased;

35 (2) to avert the imminent conversion or the granting of
36 approvals that would allow the conversion of property to uses

1 that would jeopardize its availability for highway construction;
2 or

3 (3) to take advantage of open market opportunities when
4 developed properties become available for sale, provided all
5 parties involved are agreeable to the sale and funds are
6 available.

7 (c) A private property owner whose property is purchased
8 with proceeds of a loan under this subdivision may elect to
9 receive the purchase price either in a lump sum or in not more
10 than four annual installments without interest on the deferred
11 installments. If the purchase agreement provides for
12 installment payments, the loan may be made in installments
13 corresponding to those in the purchase agreement. The recipient
14 of an acquisition loan shall convey the property for the
15 construction of the highway at the same price the recipient paid
16 for the property. The price may include the costs of preparing
17 environmental documents that were required for the acquisition
18 and that were paid for with money that the recipient received
19 from the account. Upon notification by the commissioner to the
20 loan recipient that the plan to construct the highway has been
21 abandoned or the anticipated location of the highway changed,
22 the recipient shall sell the property at market value in
23 accordance with the procedures required for the disposition of
24 the property.

25 (d) All rents and other money received by the loan
26 recipient because of the recipient's ownership of the property
27 and all proceeds from the conveyance or sale of the property
28 must be paid to the commissioner for deposit in the account.
29 Amounts so received may be applied to repayment of the loan.

30 Sec. 14. [TRUNK HIGHWAY BONDS; ISSUANCE.]

31 The commissioner of finance shall, on recommendation of the
32 commissioner of transportation, sell and issue Minnesota trunk
33 highway bonds under Minnesota Statutes, sections 167.50 to
34 167.52, and the Minnesota Constitution, article XI, sections 4
35 to 7, and article XIV, section 11, at times and in amounts
36 determined by the commissioner of transportation. Bonds issued

1 under this section are authorized in an aggregate principal
2 amount of \$1,000,000,000 over a ten-year period. The proceeds
3 of the bonds, except accrued interest and any premium received
4 on the sale of the bonds, must be credited to the bond proceeds
5 account in the trunk highway fund. Notwithstanding Minnesota
6 Statutes, section 16A.642, this authorization must not be
7 canceled before February 1, 2017.

8 Sec. 15. [TRUNK HIGHWAY BOND PROCEEDS APPROPRIATION.]

9 \$1,000,000,000 is appropriated to the commissioner of
10 transportation from the separate bond proceeds account in the
11 trunk highway fund for the construction, reconstruction, and
12 improvement of trunk highways, including acquisition of real
13 property. No more than \$100,000,000 of this appropriation may
14 be encumbered in each of fiscal years 2006 to 2015. Up to 17
15 percent of the appropriation each year may be used by the
16 department for program delivery.

17 Sec. 16. [ROAD CONSTRUCTION APPROPRIATIONS.]

18 (a) \$55,800,000 in fiscal year 2006 and \$65,700,000 in
19 fiscal year 2007 are appropriated from the trunk highway fund to
20 the commissioner of transportation for state road construction.
21 Up to 17 percent of the appropriation each year may be used by
22 the department for program delivery.

23 (b) \$23,700,000 in fiscal year 2006 and \$32,600,000 in
24 fiscal year 2007 is appropriated to the commissioner from the
25 county state-aid highway fund for county state aid.

26 (c) \$7,700,000 in fiscal year 2006 and \$10,300,000 in
27 fiscal year 2007 is appropriated to the commissioner from the
28 municipal state-aid street fund for municipal state aid.

29 (d) \$1,800,000 in fiscal year 2006 and \$11,300,000 in
30 fiscal year 2007, are appropriated to the commissioner from the
31 trunk highway fund for transfer to the state bond fund for
32 highway debt service.

33 (e) These appropriations are in addition to any other
34 appropriation made for fiscal years 2006 and 2007 for the same
35 purposes.

36 Sec. 17. [APPROPRIATION; COMMUTER BUS, ELK RIVER TO

1 MINNEAPOLIS.]

2 \$350,000 for fiscal year 2006 and \$350,000 for fiscal year
3 2007 are appropriated from the Greater Minnesota transit fund to
4 the commissioner of transportation to be disbursed as grants to
5 the Northstar Corridor Development Authority to continue
6 Northstar Commuter Coach bus service between the cities of Elk
7 River and Minneapolis.

8 Sec. 19. [TRANSIT BUDGET BASE.]

9 The general fund budget base for metropolitan transit and
10 greater Minnesota transit for fiscal years 2008 and 2009 is zero.

Omnibus Transportation Bill 1980CE1

Article 6 -- Transportation Finance

Senator Steve Murphy

10 Year Revenue Estimates

New Gas Tax Revenues

Gas Tax Increase: 4 cents FY06
0 cents FY07
3 cents FY08

Fiscal Year	06	07	08	09	2010	2011	2012	2013	2014	2015	10 Year Total
Trunk Highway	75.4	76.5	135.9	138.0	140.0	142.1	144.3	146.4	148.6	150.9	1298.1
County State-Aid Highway	35.3	35.8	63.6	64.5	65.5	66.5	67.5	68.5	69.5	70.6	607.2
Municipal State-Aid Streets	10.9	11.1	19.7	20.0	20.3	20.6	20.9	21.3	21.6	21.9	188.4
Township Roads & Bridges	2.9	3.0	5.3	5.4	5.5	5.6	5.6	5.7	5.8	5.9	50.7
County & City Turnbacks	3.5	3.5	6.2	6.3	6.4	6.5	6.6	6.7	6.8	6.9	59.5
TOTAL	128.0	129.9	230.8	234.2	237.7	241.3	244.9	248.6	252.3	256.1	2204.0
Million \$'S Per Penny of Increase	32.0	32.5	33.0	33.5	34.0	34.5	35.0	35.5	36.0	36.6	

New Vehicle Registration Tax Revenues

Depreciation schedule: 100, 80, 70, 60, 50, 40, 35, 30, 20, 10
Phased-in, noone pays more than previous year

Fiscal Year	06	07	08	09	2010	2011	2012	2013	2014	2015	10 Year Total
Trunk Highway	9.0	33.8	54.2	70.5	83.2	93.5	102.9	111.1	119.6	128.4	806.2
County State-Aid Highway	4.2	15.8	25.3	33.0	38.9	43.7	48.1	52.0	55.9	60.1	377.1
Municipal State-Aid Streets	1.3	4.9	7.9	10.2	12.1	13.6	14.9	16.1	17.4	18.6	117.0
Township Roads & Bridges	0.4	1.3	2.1	2.8	3.2	3.7	4.0	4.3	4.7	5.0	31.5
County & City Turnbacks	0.4	1.5	2.5	3.2	3.8	4.3	4.7	5.1	5.5	5.9	37.0
TOTAL	15.3	57.4	92.0	119.7	141.2	158.8	174.7	188.7	203.0	218.0	1368.8
Total New Gas Tax & Registration Tax	143.3	187.3	322.8	353.9	378.9	400.1	419.6	437.3	455.3	474.1	3572.8
25% of New Revenues	35.8	46.8	80.7	88.5	94.7	100.0	104.9	109.3	113.8	118.5	893.2
New Revenues as a % of MVST	6.4	8.0	13.4	14.2	14.9	15.3	15.7	15.9	16.2	16.5	

Transfer MVST from HUTDF for Transit Operating

% of MVST Transferred to Transit 7.0 8.0 14.6 15.4 16.1 16.5 16.5 16.5 16.5 16.5
 (Includes eliminating MVST reduction to transit in current law in FY08 and on)

Fiscal Year	06	07	08	09	2010	2011	2012	2013	2014	2015
Trunk Highway	-20.4	-24.8	-54.6	-59.4	-63.3	-66.6	-68.3	-70.0	-71.7	-73.5
County State-Aid Highway	-13.2	-15.4	-21.6	-23.8	-25.5	-26.9	-27.6	-28.3	-29.0	-29.7
Municipal State-Aid Streets	-3.9	-4.6	-6.9	-7.6	-8.1	-8.6	-8.8	-9.0	-9.2	-9.4
Township Roads & Bridges	-0.8	-1.0	-2.1	-2.3	-2.5	-2.6	-2.7	-2.7	-2.8	-2.9
County & City Turnbacks	-0.9	-1.1	-2.5	-2.7	-2.9	-3.1	-3.1	-3.2	-3.3	-3.4
Metropolitan Transit	35.4	42.1	78.6	85.8	91.6	96.6	99.0	101.4	104.0	106.6
Greater Minnesota Transit	3.9	4.7	9.1	10.0	10.6	11.2	11.5	11.7	12.0	12.3
TOTAL	0.0	0.0	0.0	-0.0	0.0	0.0	-0.0	0.0	0.0	0.0
MVST Forecast	561.7	586.3	600.1	621.1	636.6	652.5	668.9	685.6	702.7	720.3

Statutory Transfer of MVST from General Fund to Multimodal

Phase-in of new 34% of MVST to new Multimodal Transportation Fund
 Phase-in occurs over four year period FY08-FY11 -- 10%, FY08, 10% FY09, 10% FY10, 4% FY11
 (Assumes existing transit general fund appropriations will be replaced with 12.25% MVST in FY 08)
 (2.5% MVST growth after FY09)

Fiscal Year	06	07	08	09	2010	2011	2012	2013	2014	2015	10 Year Total
Multimodal Fund Revenues (GF "Hole")	0.0	0.0	60.0	124.2	191.0	221.9	227.4	233.1	238.9	244.9	1541.4

(Multimodal fund to be legislatively or statutorily appropriated to surface transportation purposes)

Distribution of MVST (percentage):

HUTDF	23.82	22.83	17.37	16.57	15.94	15.49	15.49	15.49	15.49	15.49
Metropolitan Transit	27.80	28.69	43.30	44.02	44.59	45.00	45.00	45.00	45.00	45.00
Greater MN Transit	2.13	2.23	5.32	5.40	5.47	5.51	5.51	5.51	5.51	5.51
Multimodal Fund	0.00	0.00	10.00	20.00	30.00	34.00	34.00	34.00	34.00	34.00
General Fund	46.25	46.25	24.00	14.00	4.00	0.00	0.00	0.00	0.00	0.00
TOTAL	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

TOTAL REVENUES

Fiscal Year	06	07	08	09	2010	2011	2012	2013	2014	2015	10 Year Total
Trunk Highways	64.0	85.6	135.5	149.0	159.9	169.1	178.9	187.6	196.5	205.7	1531.7
County State-Aid Highways	26.3	36.2	67.3	73.7	78.9	83.3	88.0	92.2	96.5	100.9	743.4
Municipal State-Aid Streets	8.3	11.4	20.7	22.7	24.3	25.7	27.1	28.4	29.7	31.1	229.4
Township Roads & Bridges	2.5	3.3	5.3	5.8	6.2	6.6	7.0	7.3	7.7	8.0	59.8
County & City Turnbacks	2.9	3.9	6.2	6.8	7.3	7.7	8.2	8.6	9.0	9.4	70.2
Metropolitan Transit	35.4	42.1	78.6	85.8	91.6	96.6	99.0	101.4	104.0	106.6	841.1
Greater Minnesota Transit	3.9	4.7	9.1	10.0	10.6	11.2	11.5	11.7	12.0	12.3	97.1
Multimodal Transportation Fund	0.0	0.0	60.0	124.2	191.0	221.9	227.4	233.1	238.9	244.9	1541.4
TOTAL	143.3	187.3	382.8	478.2	569.9	622.0	647.0	670.4	694.3	719.0	5114.2

New Trunk Highway Bond Authorization	100	100	100	100	100	100	100	100	100	100	1000
Estimated Debt Service	-1.8	-11.3	-20.0	-35.6	-39.4	-54.7	-57.9	-72.6	-75.3	-89.1	-457.7
Trunk Highway Revenues (w/bonds-debt)	162.2	174.3	215.5	213.4	220.5	214.4	221.0	215.0	221.2	216.6	2074.0

Total New Revenues All Funds (with bonds - debt)	241.5	276.0	462.8	542.6	630.5	667.3	689.1	697.8	719.0	729.9	5656.5
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Estimated Federal Funds Increase

Fiscal Year	06	07	08	09	2010	2011	2012	2013	2014	2015	Total
Trunk Highways	60.0	70.0	112.0	112.0	112.0	112.0	112.0	112.0	112.0	112.0	1026.0
Local Roads	26.0	30.0	48.0	48.0	48.0	48.0	48.0	48.0	48.0	48.0	440.0
Total	86.0	100.0	160.0	160.0	160.0	160.0	160.0	160.0	160.0	160.0	1466.0

TOTAL NEW REVENUES OVER 10 YEARS

Trunk Highways (net of debt service)	\$2,074.0 million
County Highways (with wheelage tax)	743.4
Municipal Streets	229.4
Township Roads	59.8
County & City Turnbacks	70.2
Subtotal Highways	3,176.8
Metropolitan Transit	841.1
Greater MN Transit	97.1
Subtotal Transit	938.2
Multimodal Fund for Highways and Transit	1,541.4
TOTAL REVENUES	5,656.5
New Federal Funds	1,466.0
TOTAL WITH FEDERAL	7,122.5 million

Omnibus Transportation Finance Bill
S.F. 1980 Committee Engrossment (SS1980CE1S)

(all dollars in thousands, direct appropriations shown)

FY 2006 - 2007 Appropriations

Senator Steve Murphy

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
SF 1879 ARTICLE 8 TRANSPORTATION APPROPRIATIONS													
DEPARTMENT OF TRANSPORTATION													
MULTIMODAL SYSTEMS													
Aeronautics	AIR	19,383	19,383	38,766	19,383	19,383	38,766				19,383	19,383	38,766
	TH	1,012	1,012	2,024	1,012	1,012	2,024				1,012	1,012	2,024
<i>Base Adjustments</i>													
Approved Transfer	TH	(175)	(175)	(350)	(175)	(175)	(350)				(175)	(175)	(350)
<i>Recommendations</i>													
FY05 State Airports Fund Reduction	AIR												
Total Direct	AIR	19,383	19,383	38,766	19,383	19,383	38,766				19,383	19,383	38,766
	TH	837	837	1,674	837	837	1,674				837	837	1,674
	ALL	20,220	20,220	40,440	20,220	20,220	40,440				20,220	20,220	40,440
Greater MN Transit	GEN	15,810	15,810	31,620	15,810	15,810	31,620				15,810	15,810	31,620
	TH	148	148	296	148	148	296				148	148	296
(MVST Statutory Appropriation)	GrMN	8,032	8,384	16,416	8,032	8,384	16,416				8,032	8,384	16,416
<i>Base Adjustments</i>													
Approved Transfer	TH	647	647	1,294	647	647	1,294				647	647	1,294
Total Direct	GEN	15,810	15,810	31,620	15,810	15,810	31,620				15,810	15,810	31,620
	TH	795	795	1,590	795	795	1,590				795	795	1,590
	ALL	16,605	16,605	33,210	16,605	16,605	33,210				16,605	16,605	33,210
Freight/Commercial Vehicles	GEN	346	346	692	346	346	692				346	346	692
	TH	4,850	4,850	9,700	4,850	4,850	9,700				4,850	4,850	9,700
<i>Base Adjustments</i>													
Approved Transfer	TH	126	126	252	126	126	252				126	126	252
Total Direct	GEN	346	346	692	346	346	692				346	346	692
	TH	4,976	4,976	9,952	4,976	4,976	9,952				4,976	4,976	9,952
	ALL	5,322	5,322	10,644	5,322	5,322	10,644				5,322	5,322	10,644
TOTAL MULTIMODAL SYSTEMS	GEN	16,156	16,156	32,312	16,156	16,156	32,312				16,156	16,156	32,312
	AIR	19,383	19,383	38,766	19,383	19,383	38,766				19,383	19,383	38,766
	TH	6,608	6,608	13,216	6,608	6,608	13,216				6,608	6,608	13,216
	ALL	42,147	42,147	84,294	42,147	42,147	84,294				42,147	42,147	84,294

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
STATE ROADS													
Infrastructure Investment & Plng	TH												
Infrastructure Invst Support	TH	160,994	160,994	321,988	160,994	160,994	321,988				160,994	160,994	321,988
<i>Base Adjustments</i>													
Approved Transfer	TH	7,213	7,213	14,426	7,213	7,213	14,426				7,213	7,213	14,426
Transfer Consult. Design & Research	TH	0	0	0	0	0	0	50,000	50,000	100,000	50,000	50,000	100,000
Total Infrastructure Invst. Support	TH	168,207	168,207	336,414	168,207	168,207	336,414				218,207	218,207	436,414
State Road Construction	TH	685,450	685,450	1,370,900	685,450	685,450	1,370,900				685,450	685,450	1,370,900
<i>Base Adjustments</i>													
Current Law -- AC Adjustment	TH	25,000	25,000	50,000	25,000	25,000	50,000				25,000	25,000	50,000
<i>Recommendations</i>													
Road Construction Decrease	TH	(133,500)	(29,500)	(163,000)	(133,500)	(29,500)	(163,000)				(133,500)	(29,500)	(163,000)
Transfer Consult. Design & Research	TH	0	0	0	0	0	0	(50,000)	(50,000)	(100,000)	(50,000)	(50,000)	(100,000)
Total Road Construction	TH	576,950	680,950	1,257,900	576,950	680,950	1,257,900				526,950	630,950	1,157,900
Highway Debt Service	TH	60,583	60,583	121,166	60,583	60,583	121,166				60,583	60,583	121,166
<i>Base Adjustments</i>													
Feb. Forecast Debt Service Adj.	TH	(4,493)	3,803	(690)	(4,493)	3,803	(690)				(4,493)	3,803	(690)
<i>Recommendations</i>													
Debt Service Capital Bonding	TH	314	2,570	2,884	314	2,570	2,884				314	2,570	2,884
Debt Service Construction Bonding	TH	897	4,647	5,544	0	0	0				0	0	0
Total Debt Service	TH	57,301	71,603	128,904	56,404	66,956	123,360				56,404	66,956	123,360
Infrastructure Investment & Plng Total Direct	TH	802,458	920,760	1,723,218	801,561	916,113	1,717,674				801,561	916,113	1,717,674
Infrastructure Operations & Maint	TH	203,641	203,641	407,282	203,641	203,641	407,282				203,641	203,641	407,282
<i>Base Adjustments</i>													
Approved Transfer	TH	(7,520)	(7,520)	(15,040)	(7,520)	(7,520)	(15,040)				(7,520)	(7,520)	(15,040)
<i>Recommendations</i>													
Increase Maintenance Operations	TH	8,625	8,625	17,250	8,625	8,625	17,250				8,625	8,625	17,250
Total Direct	TH	204,746	204,746	409,492	204,746	204,746	409,492				204,746	204,746	409,492

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
Electronic Communications	GEN TH	9 4,981	9 4,981	18 9,962	9 4,981	9 4,981	18 9,962				9 4,981	9 4,981	18 9,962
<i>Base Adjustments</i> Approved Transfer	TH	100	100	200	100	100	200				100	100	200
<i>Recommendations</i> Increase Operations	TH	875	875	1,750	875	875	1,750				875	875	1,750
Total Direct	GEN TH ALL	9 5,956 5,965	9 5,956 5,965	18 11,912 11,930	9 5,956 5,965	9 5,956 5,965	18 11,912 11,930				9 5,956 5,965	9 5,956 5,965	18 11,912 11,930
TOTAL STATE ROADS	GEN TH ALL	9 1,013,160 1,013,169	9 1,131,462 1,131,471	18 2,144,622 2,144,640	9 1,012,263 1,012,272	9 1,126,815 1,126,824	18 2,139,078 2,139,096				9 1,012,263 1,012,272	9 1,126,815 1,126,824	18 2,139,078 2,139,096
LOCAL ROADS													
County State Aid Roads	CSA	441,335	453,948	895,283	441,335	453,948	895,283				441,335	453,948	895,283
<i>Flexible Fund Recommendations</i> Transfer to TH Fund		10,390	7,380	17,770	0	0	0				0	0	0
Transfer to MSA Turnbacks County Turnbacks		5,650	1,480	7,130	5,650	1,480	7,130				5,650	1,480	7,130
Local Principal Arterials Account		0	0	0	0	0	0	10,390	7,380	17,770	10,390	7,380	17,770
Municipal State Aid Streets	MSA	117,048	120,841	237,889	117,048	120,841	237,889				117,048	120,841	237,889
Total Direct	ALL	558,383	574,789	1,133,172	558,383	574,789	1,133,172				558,383	574,789	1,133,172
GENERAL SUPPORT & SERVICES													
Department Support	AIR TH	25 38,628	25 38,628	50 77,256	25 38,628	25 38,628	50 77,256				25 38,628	25 38,628	50 77,256
<i>Base Adjustments</i> Approved Transfer	TH	346	346	692	346	346	692				346	346	692
Total Direct	AIR TH ALL	25 38,974 38,999	25 38,974 38,999	50 77,948 77,998	25 38,974 38,999	25 38,974 38,999	50 77,948 77,998				25 38,974 38,999	25 38,974 38,999	50 77,948 77,998

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total			
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	
Buildings	GEN	56	56	112	56	56	112				56	56	112	
	TH	13,271	13,271	26,542	13,271	13,271	26,542				13,271	13,271	26,542	
	<i>Base Adjustments</i>													
	Approved Transfer	TH	(737)	(737)	(1,474)	(737)	(737)	(1,474)				(737)	(737)	(1,474)
	<i>Recommendations</i>													
	Small Buildings Request	TH	4,000	4,000	8,000	4,000	4,000	8,000				4,000	4,000	8,000
Total Direct	GEN	56	56	112	56	56	112				56	56	112	
	TH	16,534	16,534	33,068	16,534	16,534	33,068				16,534	16,534	33,068	
	ALL	16,590	16,590	33,180	16,590	16,590	33,180				16,590	16,590	33,180	
TOTAL GENERAL SUPPORT	GEN	56	56	112	56	56	112				56	56	112	
	TH	55,508	55,508	111,016	55,508	55,508	111,016				55,508	55,508	111,016	
	AIR	25	25	50	25	25	50				25	25	50	
	ALL	55,589	55,589	111,178	55,589	55,589	111,178				55,589	55,589	111,178	
TOTAL DEPT OF TRANSPORTATION	GEN	16,221	16,221	32,442	16,221	16,221	32,442				16,221	16,221	32,442	
	TH	1,075,276	1,193,578	2,268,854	1,074,379	1,188,931	2,263,310				1,074,379	1,188,931	2,263,310	
	AIR	19,408	19,408	38,816	19,408	19,408	38,816				19,408	19,408	38,816	
	CSA	441,335	453,948	895,283	441,335	453,948	895,283				441,335	453,948	895,283	
	MSA	117,048	120,841	237,889	117,048	120,841	237,889				117,048	120,841	237,889	
	ALL	1,669,288	1,803,996	3,473,284	1,668,391	1,799,349	3,467,740				1,668,391	1,799,349	3,467,740	
METROPOLITAN COUNCIL														
MET COUNCIL TRANSIT	GF Budget Base (MVST Statutory Appropriation)	GEN	54,010	54,010	108,020	54,010	54,010	108,020				54,010	54,010	108,020
		MAT	120,766	126,055	246,821	120,766	126,055	246,821				120,766	126,055	246,821
	<i>Base Adjustments</i>													
	Current Law Base Established	GEN	(557)	(557)	(1,114)	(557)	(557)	(1,114)				(557)	(557)	(1,114)
Total Direct	GEN	53,453	53,453	106,906	53,453	53,453	106,906				53,453	53,453	106,906	
RAIL OPERATIONS	GEN	3,900	3,900	7,800	3,900	3,900	7,800				3,900	3,900	7,800	
	<i>Base Adjustments</i>													
	Current Law Base Established	GEN	150	1,400	1,550	150	1,400	1,550				150	1,400	1,550
Total Direct	GEN	4,050	5,300	9,350	4,050	5,300	9,350				4,050	5,300	9,350	

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
TOTAL METROPOLITAN COUNCIL (MVST Statutory Appropriation)	GEN	57,503	58,753	116,256	57,503	58,753	116,256				57,503	58,753	116,256
	MAT	120,766	126,055	246,821	120,766	126,055	246,821				120,766	126,055	246,821
DEPARTMENT OF PUBLIC SAFETY													
ADMIN & RELATED SERVICES													
Office of Communications (No Recs) Total Direct	GEN	39	39	78	39	39	78				39	39	78
	TH	346	346	692	346	346	692				346	346	692
	ALL	385	385	770	385	385	770				385	385	770
Public Safety Support	GEN	2,236	2,236	4,472	2,236	2,236	4,472				2,236	2,236	4,472
	HUTD	1,366	1,366	2,732	1,366	1,366	2,732				1,366	1,366	2,732
	TH	3,248	3,248	6,496	3,248	3,248	6,496				3,248	3,248	6,496
Base Adjustments													
Current Law Base Change	GEN	5	10	15	5	10	15				5	10	15
Total Direct	GEN	2,241	2,246	4,487	2,241	2,246	4,487				2,241	2,246	4,487
	HUTD	1,366	1,366	2,732	1,366	1,366	2,732				1,366	1,366	2,732
	TH	3,248	3,248	6,496	3,248	3,248	6,496				3,248	3,248	6,496
	ALL	6,855	6,860	13,715	6,855	6,860	13,715				6,855	6,860	13,715
Technical Support Services (No Recs) Total Direct	GEN	91	91	182	91	91	182				91	91	182
	HUTD	19	19	38	19	19	38				19	19	38
	TH	2,344	2,344	4,688	2,344	2,344	4,688				2,344	2,344	4,688
	ALL	2,454	2,454	4,908	2,454	2,454	4,908				2,454	2,454	4,908
TOTAL ADMIN & RELATED SERVICES	GEN	2,371	2,376	4,747	2,371	2,376	4,747				2,371	2,376	4,747
	HUTD	1,385	1,385	2,770	1,385	1,385	2,770				1,385	1,385	2,770
	TH	5,938	5,938	11,876	5,938	5,938	11,876				5,938	5,938	11,876
	ALL	9,694	9,699	19,393	9,694	9,699	19,393				9,694	9,699	19,393

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total			
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	
STATE PATROL Patrolling Highways	GEN	37	37	74	37	37	74				37	37	74	
	HUTD	92	92	184	92	92	184				92	92	184	
	TH	60,595	60,595	121,190	60,595	60,595	121,190				60,595	60,595	121,190	
	<i>Base Adjustments</i>													
	Current Law Base Change	TH	15	6	21	15	6	21				15	6	21
	External Defibrillators	TH	0	0	0	0	0	0	785	0	785	785	0	0
	Total Direct	GEN	37	37	74	37	37	74				37	37	74
		HUTD	92	92	184	92	92	184				92	92	184
		TH	60,610	60,601	121,211	60,610	60,601	121,211				61,395	60,601	121,996
		ALL	60,739	60,730	121,469	60,739	60,730	121,469				61,524	60,730	122,254
Commercial Vehicle Enforcement (No Recommendations)	TH	6,474	6,474	12,948	6,474	6,474	12,948				6,474	6,474	12,948	
Total Direct	ALL	6,474	6,474	12,948	6,474	6,474	12,948				6,474	6,474	12,948	
Capitol Complex Security (No Recommendations)	GEN	2,834	2,834	5,668	2,834	2,834	5,668				2,834	2,834	5,668	
Total Direct	ALL	2,834	2,834	5,668	2,834	2,834	5,668				2,834	2,834	5,668	
TOTAL STATE PATROL	GEN	2,871	2,871	5,742	2,871	2,871	5,742				2,871	2,871	5,742	
	HUTD	92	92	184	92	92	184				92	92	184	
	TH	67,084	67,075	134,159	67,084	67,075	134,159				67,869	67,075	134,944	
	ALL	70,047	70,038	140,085	70,047	70,038	140,085				70,832	70,038	140,870	
DRIVER & VEHICLE SERVICES														
Vehicles Services	GEN	1,718	1,718	3,436	1,718	1,718	3,436				1,718	1,718	3,436	
	HUTD	10,734	10,734	21,468	10,734	10,734	21,468				10,734	10,734	21,468	
<i>Base Adjustments</i>														
Current Law Base Change	HUTD	8	6	14	8	6	14				8	6	14	
<i>Recommendations</i>														
Create Sp Rev Veh Serv Op Acc	GEN	(1,718)	(1,718)	(3,436)	(1,718)	(1,718)	(3,436)				(1,718)	(1,718)	(3,436)	
	HUTD	(3,776)	(3,704)	(7,480)	(3,776)	(3,704)	(7,480)				(3,776)	(3,704)	(7,480)	
Repeal HUTD Open Approp.	HUTD	(8,462)	(8,462)	(16,924)	(8,462)	(8,462)	(16,924)				(8,462)	(8,462)	(16,924)	
Sp Rev Vehicle Services	SR-VS	16,417	16,813	33,230	16,417	16,813	33,230				16,417	16,813	33,230	
Support Our Troops Plates	SR-VS	246	196	442	0	0	0	246	196	442	246	196	442	
Total Direct	GEN	0	0	0	0	0	0				0	0	0	
	HUTD	6,966	7,036	14,002	6,966	7,036	14,002				6,966	7,036	14,002	
	SR-VS	0	0	0	16,417	16,813	33,230				16,663	17,009	33,672	
	ALL	6,966	7,036	14,002	23,383	23,849	47,232				23,629	24,045	47,674	

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
Driver Services	GEN	56	56	112	56	56	112				56	56	112
	TH	24,362	24,362	48,724	24,362	24,362	48,724				24,362	24,362	48,724
<i>Base Adjustments</i>													
Current Law Base Change	TH	54	49	103	54	49	103				54	49	103
<i>Recommendations</i>													
Create Sp Rev Driver Serv Op Acc	GEN	(56)	(56)	(112)	(56)	(56)	(112)				(56)	(56)	(112)
	TH	(24,416)	(24,411)	(48,827)	(24,416)	(24,411)	(48,827)				(24,416)	(24,411)	(48,827)
Sp Rev Driver Services. (Gov's rec is for statutory approp.)	SR-DS	28,006	26,965	54,971	28,006	26,965	54,971				28,006	26,965	54,971
Total Direct	GEN	0	0	0	0	0	0				0	0	0
	TH	0	0	0	0	0	0				0	0	0
	SR-DS	0	0	0	28,006	26,965	54,971				28,006	26,965	54,971
	ALL	0	0	0	0	0	0				0	0	0
TOTAL DRIVER & VEHICLE SERVICES	GEN	0	0	0	0	0	0				0	0	0
	HUTD	6,966	7,036	14,002	6,966	7,036	14,002				6,966	7,036	14,002
	TH	0	0	0	0	0	0				0	0	0
	SR	0	0	0	44,423	43,778	88,201				44,669	43,974	88,643
	ALL	6,966	7,036	14,002	51,389	50,814	102,203				51,635	51,010	102,645
TRAFFIC SAFETY													
Traffic Safety & Research	TH	324	324	648	0	0	0				0	0	0
Traffic Safety & Research	SR-DS				324	324	648				324	324	648
Safety Education & Grants	SR-DS	0	0	0	0	0	0	500	1,200	1,700	500	1,200	1,700
TOTAL TRAFFIC SAFETY	TH	324	324	648	0	0	0				0	0	0
	SR-DS	0	0	0	324	324	648				824	1,524	2,348
PIPELINE SAFETY													
Pipeline Safety (No Governor's Rec's)	SR	994	994	1,988	994	994	1,988				994	994	1,988
TOTAL DEPT OF PUBLIC SAFETY	GEN	5,242	5,247	10,489	5,242	5,247	10,489				5,242	5,247	10,489
	HUTD	8,443	8,513	16,956	8,443	8,513	16,956				8,443	8,513	16,956
	TH	73,346	73,337	146,683	73,022	73,013	146,035				73,807	73,013	146,820
	SR	994	994	1,988	45,741	45,096	90,837				46,487	46,492	92,979
	ALL	88,025	88,091	176,116	132,448	131,869	264,317				133,979	133,265	267,244
GENERAL CONTINGENCY ACCOUNTS	TH	200	200	400	200	200	400				200	200	400
	HUTD	125	125	250	125	125	250				125	125	250
	AIR	50	50	650	50	50	650				50	50	650
	ALL	375	375	750	375	375	750				375	375	750

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
TORT CLAIMS	TH	600	600	1,200	600	600	1,200				600	600	1,200
ARTICLE 1													
ALL AGENCIES TOTAL DIRECT													
	GEN	78,966	80,221	159,187	78,966	80,221	159,187				78,966	80,221	159,187
	HUTD	8,568	8,638	17,206	8,568	8,638	17,206				8,568	8,638	17,206
	TH	1,149,422	1,267,715	2,417,137	1,148,201	1,262,744	2,410,945	785	0	785	1,148,986	1,262,744	2,411,730
	AIR	19,458	19,458	38,916	19,458	19,458	38,916				19,458	19,458	38,916
	CSA	441,335	453,948	895,283	441,335	453,948	895,283				441,335	453,948	895,283
	MSA	117,048	120,841	237,889	117,048	120,841	237,889				117,048	120,841	237,889
	SR	994	994	1,988	45,741	45,096	90,837	746	1,396	2,142	46,487	46,492	92,979
	ALL	1,815,791	1,951,815	3,767,606	1,859,317	1,990,946	3,850,263	1,531	1,396	2,927	1,860,848	1,992,342	3,853,190
AGENCY TOTAL DIRECT GENERAL FUND													
MnDOT Multimodal	GEN	16,156	16,156	32,312	16,156	16,156	32,312				16,156	16,156	32,312
MnDOT State Roads	GEN	9	9	18	9	9	18				9	9	18
MnDOT General Support	GEN	56	56	112	56	56	112				56	56	112
TOTAL MnDOT	GEN	16,221	16,221	32,442	16,221	16,221	32,442				16,221	16,221	32,442
METROPOLITAN COUNCIL TRANSIT	GEN	57,503	58,753	116,256	57,503	58,753	116,256				57,503	58,753	116,256
DPS Administration	GEN	2,371	2,376	4,747	2,371	2,376	4,747				2,371	2,376	4,747
DPS State Patrol	GEN	2,871	2,871	5,742	2,871	2,871	5,742				2,871	2,871	5,742
DPS Driver & Vehicle Services	GEN	0	0	0	0	0	0				0	0	0
TOTAL PUBLIC SAFETY	GEN	5,242	5,247	10,489	5,242	5,247	10,489				5,242	5,247	10,489
TOTAL GENERAL FUND		78,966	80,221	159,187	78,966	80,221	159,187				78,966	80,221	159,187
TRUNK HIGHWAY BOND APPROPRIATIONS (Article 2)													
Exterior Repair of Transp. Bldg.	THB	9,342	0	9,342				9,342	0	9,342	9,342	0	9,342
Mankato Building	THB	16,620	0	16,620				16,620	0	16,620	16,620	0	16,620
Small Capital Projects	THB	4,128	0	4,128				4,728	0	4,728	4,728	0	4,728
Total	THB	30,090	0	30,090				30,690	0	30,690	30,690	0	30,690

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
GENERAL FUND REVENUE ITEMS (Article 3)													
<i>Recommendations:</i>													
Driver's Lic Electronic Record Fee Increase \$2.50 to \$5.00	GF	1,500	1,500	3,000				1,500	1,500	3,000	1,500	1,500	3,000
Motor Vehicle Transfer Fee Increase \$4 to \$8, Senate \$10	GF	4,700	4,700	9,400				7,050	7,050	14,100	7,050	7,050	14,100
Accident Report Fees Transfer to SR-DS	GF	(16)	(16)	(32)				(16)	(16)	(32)	(16)	(16)	(32)
TOTAL NEW GF REVENUE	GF	6,184	6,184	12,368				8,534	8,534	17,068	8,534	8,534	17,068
OTHER FUND REVENUE ITEMS (Article 3)													
<i>Recommendations:</i>													
SR Vehicle Services Operating Account													
Transfer current HUTDF Fees	SR-VS	11,834	11,952	23,786	11,834	11,952	23,786				11,834	11,952	23,786
Increase title fee by \$2.50	SR-VS	3,500	3,535	7,035	3,500	3,535	7,035				3,500	3,535	7,035
Increase salvage veh insp fee by \$15	SR-VS	197	199	396	197	199	396				197	199	396
Motor veh dealer lic fee increase \$50	SR-VS	215	217	432	215	217	432				215	217	432
New fee to expedite veh transfer \$20	SR-VS	900	909	1,809	900	909	1,809				900	909	1,809
Increase fee for driver records by \$5	SR-VS	20	20	40	20	20	40				20	20	40
Total Vehicle Services Operating Account	SR-VS	16,666	16,832	33,498	16,666	16,832	33,498				16,666	16,832	33,498
SR Driver Services Operating Account													
Transfer current trunk highway fees	SR-DS	24,631	24,196	48,827	25,364	25,619	50,983				25,364	25,619	50,983
Transfer current accident report fees	SR-DS	16	16	32	16	16	32				16	16	32
Driver's lic agent fee increase \$1.50	SR-DS	600	606	1,206	600	606	1,206				600	606	1,206
Driver's lic card fee increase \$1.50	SR-DS	1,650	1,667	3,317	1,650	1,667	3,317				1,650	1,667	3,317
New multiple road test fee \$20	SR-DS	200	202	402	200	202	402				200	202	402
New multiple written test fee \$10	SR-DS	300	303	603	300	303	603				300	303	603
New expedite service fee \$20	SR-DS	9	9	18	9	9	18				9	9	18
Records fee increase \$1	SR-DS	600	606	1,206	600	606	1,206				600	606	1,206
Total Driver Services Operating Account	SR-DS	28,006	27,605	55,611	28,739	29,028	57,767				28,739	29,028	57,767
Motorcycle Safety Account													
Transfer from trunk highway	SR-MS	0	0	0	100	100	200				100	100	200
Trunk Highway Fund													
Transfer to Motorcycle Safety	THF	0	0	0	(100)	(100)	(200)				(100)	(100)	(200)
Transfer to Driver Services	THF	(24,631)	(24,196)	(48,827)	(25,364)	(25,619)	(50,983)				(25,364)	(25,619)	(50,983)
Total Trunk Highway	THF	(24,631)	(24,196)	(48,827)	(25,464)	(25,719)	(51,183)				(25,464)	(25,719)	(51,183)

AGENCY/PROGRAM/ACTIVITY	FUND	Governor's Rec's			Senate 1879			Senate 1980CE1 Changes			Senate Total		
		2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium	2006	2007	Total Biennium
TRANSPORTATION FINANCE (Article 6)													
Department of Transportation													
Road Construction	TH	0	0	0				55,800	65,700	121,500	55,800	65,700	121,500
Highway Debt Service	TH	0	0	0				1,800	11,300	13,100	1,800	11,300	13,100
Trunk Highway Bonds	THB	25,000	75,000	100,000				100,000	100,000	200,000	100,000	100,000	200,000
County State Aid Highways	CSA	0	0	0				23,700	32,600	56,300	23,700	32,600	56,300
Municipal State Aid Streets	MSA	0	0	0				7,700	10,300	18,000	7,700	10,300	18,000
Greater MN Transit (MVST Stat. Appr.)	GrMN	0	0	0				3,900	4,700	8,600	3,900	4,700	8,600
Total MnDOT		25,000	75,000	100,000				192,900	224,600	417,500	192,900	224,600	417,500
Metropolitan Council													
Metro Transit (MVST Stat. Appr.)	MSA	0	0	0				35,400	42,100	77,500	35,400	42,100	77,500

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**S.F. No. 1980 - Omnibus Transportation Funding Bill
(Committee Engrossment)**

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Date: April 28, 2005

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**ARTICLE 1
TRANSPORTATION AND OTHER AGENCIES APPROPRIATIONS**

Section 1. TOTAL TRANSPORTATION APPROPRIATIONS.

Numbers shown are additions to or subtractions from the appropriations in 2005 Senate File No. 1879, Article 8, if enacted.

Section 2. TRANSPORTATION DEPARTMENT APPROPRIATIONS.

Subdivision 1. State Roads

The trunk highway fund appropriation for infrastructure investment support is increased by \$50 million, and the state road construction appropriation is decreased by \$50 million, reducing the amount of highway user tax revenues necessary to fund state road construction.

\$1 million of the fiscal year 2006 state road construction appropriation is for concrete or cable median safety barriers on interstate or trunk highways in the metropolitan area that do not have safety barriers.

Subdivision 2. Transfers

The Commissioner of Finance is directed to transfer \$7.429 million the first year, and \$5.277 million the second year from the flexible account to the county principal arterial account, both in the county state-aid highway fund, and to transfer \$2.961 million the first year and \$2.103 million the second year to the municipal principal arterial account in the municipal state-aid street fund.

Section 3. PUBLIC SAFETY.

(a) The state patrol appropriation for patrolling highways is increased by \$785,000 in the first year for the purchase of automated external defibrillators for state patrol vehicles.

(b) The traffic safety appropriation from the driver services operating account in the special revenue fund is increased \$500,000 in the first year, and \$1.2 million in the second year, for traffic and pedestrian safety.

**ARTICLE 2
CAPITAL PROJECTS**

Section 1. TRUNK HIGHWAY BOND PROCEEDS ACCOUNT APPROPRIATIONS.

Subdivision 1. Exterior Repair of Transportation Building. Appropriates \$9.342 million to the commissioner from the trunk highway bond proceeds account to repair and renovate the exterior of the Department of Transportation building.

Subdivision 2. Mankato Headquarters Building. Appropriates \$16.620 million to the commissioner from the bond proceeds account to design, construct and furnish a new district headquarters facility in Mankato.

Subdivision 3. Small Capital Projects. Appropriates \$4.728 million to the commissioner from the bond proceeds account for statewide small capital buildings. Of this amount, \$600,000 is for the department's share of feasibility studies, design and upgrade of common utilities for a joint use facility with Pope County.

Section 2. BOND SALE. Authorizes the Commissioner of Finance to sell trunk highway bonds in an amount up to \$30.690 million to provide the money appropriated in section 1.

ARTICLE 3 PUBLIC SAFETY ACTIVITIES, FEES, ACCOUNTS

Section 1 allows the Commissioner of Administration to permit an agency outside the state's central mail-handling unit to perform mail-related functions, if the agency demonstrates efficiency and economy.

Section 2 increases from \$4 to \$10 the fee paid on initial motor vehicle registration and on vehicle transfer that is currently dedicated to the general fund and, beginning in fiscal year 2009, to the environmental fund.

Section 3 adds a definition of commissioner.

Section 4 provides that, unless otherwise specified in the vehicle registration chapter (168), the net proceeds of the registration tax are credited to the highway user tax distribution fund, and all fees are deposited in the vehicle services operating account in the special revenue fund under section 299A.705 (Section 46 of this article).

Sections 5, 6, and 7 make technical changes.

Section 8 deletes language requiring a person using classic motorcycle plates to return the plates to the registrar before substituting original plates. The section also specifies \$10 as the amount of the fee for registering the number on the original plates, which are plates from the model year of the classic motorcycle.

Section 9, Subdivision 1 makes technical and conforming changes.

Subdivision 2 strikes the requirement that holders of amateur radio licenses surrender current licenses to obtain special amateur radio plates.

Subdivision 2a provides that the replacement fee for personalized license plates is set by statute, not by the commissioner.

Subdivision 2b describes firefighters' special plates as bearing an emblem, rather than being inscribed with a symbol, of a Maltese Cross. The firefighters' plates may be inscribed with any numbers or characters prescribed by the commissioner. Current law requires five numbers.

Subdivision 2c strikes the requirement that the adjutant general estimate the number of required National Guard special plates and submit this to the commissioner.

Subdivision 2d strikes the requirement that the Commissioner of Veterans Affairs estimate the number of required United States Armed Forces Ready Reserve special plates and submit this to the commissioner.

Subdivision 2e makes technical and conforming changes.

Subdivision 2f strikes the requirement that a holder of original license plates (issued in the vehicle's model year) surrender current licenses to obtain the original plates.

Subdivision 5 makes technical and conforming changes.

Section 10 specifies that the design on veterans' special plates must be an emblem. The requirement is stricken that the Commissioner of Veterans Affairs specify the number of required plates.

Section 11 specifies that the commissioner issue an emblem rather than a sticker for members of veterans service organizations. To obtain the veterans service group emblem, an applicant must present a valid membership card in the American Legion or Veterans of Foreign Wars. The authority of the Commissioner of Veterans Affairs to determine required membership documentation is stricken. The requirement is stricken that the Commissioner of Veterans Affairs specify the number of required plates.

Section 12 allows the commissioner to issue a single motorcycle special plate for a recipient of the Congressional Medal of Honor.

Section 13 allows the commissioner to issue a single motorcycle special plate for a former Prisoner of War. The design issued by the commissioner for EX-POW plates and disability plates must be an emblem rather than an insignia.

Section 14 provides that the design issued by the Commissioner of Veterans Affairs for veteran contribution plates must be an emblem.

Sections 15 and 16 make technical and conforming changes.

Section 17 specifies that the design for special collegiate plates must be an emblem.

Section 18 provides that the design on the special plate (sometimes referred to as the generic plate) issued by the commissioner must be a unique emblem for firefighter plates, volunteer ambulance attendants plates, veterans service groups plates, and collegiate plates.

Section 19 applies the provisions relating to authorization and discontinuance of production of special plates to firefighter plates, volunteer ambulance attendants plates, veterans service groups plates, and collegiate plates.

Section 20 makes technical and conforming changes.

Section 21 specifies that the design on the special Rotary license plates must be an emblem.

Section 22 strikes the requirement that the commissioner investigate the fitness of a motor vehicle dealer applicant, but requires the commissioner to insure compliance with law and rules. Language is added to state that a 30-day extension of the temporary license is for the purpose allowing the temporarily-licensed dealer to come into full compliance with law and rules. A time limit of 120 days following issuance of the temporary license is specified during which the dealer license must be granted or denied. Motor vehicle dealer license application fees are increased from \$50 to \$100, and annual fees are increased from \$100 to \$150. Of each fee, \$50 is credited to the vehicle services operating account.

Section 23 allows for an applicant to pay a \$20 expedited service fee when applying for a driver's license, instruction permit, identification card, or vehicle title transaction. The commissioner may decline the request if expedited service cannot be given. Acceptance of the fee requires the commissioner to expedite processing of the application, by mailing or delivering requested documents within three days. Of this fee, the driver's license agent or deputy registrar may retain \$10, and the remainder is paid into the driver services operating account (if the application is for driver's license, permit, or ID card) or the vehicle services operating account (if the application is for vehicle service).

Section 24, Subdivision 1 sets fees to be paid to the commissioner to obtain certain documents. Fees are:

- \$10 for a certified copy of a driver's license record, instruction permit record, ID card record, vehicle registration record, vehicle title record, or accident record;
- \$9 for an uncertified copy of the above-named documents; and
- \$1/page additional fee for a copy of the history of any vehicle title not in electronic format.

Fees for vehicle registration or title are deposited in the general fund (\$.50) and the remainder in the vehicle services operating account. Fees for other documents are deposited in the general fund (\$.50) and the remainder in the driver services operating account.

A person may make inquiry through his/her own computer into another person's records for a fee of \$4.50, \$2.70 of which is deposited in the general fund, and the remainder in the vehicle or driver services operating account, depending on the nature of the documents accessed. No fee may be charged for a person to access data about the requester. Fees for accident records and reports are governed by another section of law, which is modified in section 34 of this article.

Subdivision 2 authorizes the commissioner to impose a \$.50 surcharge on a fee charged for a section 13.03 request for mailed or e-mailed information concerning vehicle registration or applications for driver's license, instruction permit, or ID card about someone other than the requester. Surcharge revenues are deposited in the general fund.

Subdivision 3 exempts from the fee and surcharge a community-based nonprofit designated by a local law enforcement agency as a requester, and a requester of information needed to identify violators of prostitution laws, controlled substance laws, or health codes.

Section 25, Subdivision 1 strikes language specifically authorizing the Commissioner of Public Safety to employ up to eight persons as inspectors, in favor of a general authorization to the commissioner to obtain information about taxable vehicles.

Subdivision 2 strikes language authorizing the commissioner to hire and compensate the employees necessary to carry out the duties of chapter 168. Language is stricken that authorizes the auditor to appoint a city official to act as deputy registrar, if the city is a county seat or larger than the county seat, and no deputy registrar office is located within 15 miles of the city. Language is stricken that requires deputy registrars to maintain a registration and motor vehicle tax collection bureau in a convenient public place in close proximity to the place for which the registrar was appointed. The subdivision requires office locations approved by the commissioner for vehicle registration and collection of taxes and fees.

Subdivisions 2a and 2b make technical changes.

Subdivision 3 strikes obsolete language concerning the commissioner's duty to furnish copies of a vehicle registration upon request. New language cross-references section 168.327 (section 24 in this Article) which governs the furnishing of registration copies. Chiefs of police, county sheriffs, prosecuting attorneys, and other law enforcement agencies with the power to arrest are entitled to vehicle registration records without charge.

Subdivision 6 strikes the requirement that the commissioner and deputy registrars destroy all number plates surrendered and cancel all certificates surrendered.

Subdivision 7 increases from \$7 to \$8.50 through June 30, 2007, and to \$10 thereafter, the filing fee on every vehicle transaction other than registration renewal (which continues to be \$4.50). Of the \$8.50 filing fee, \$3.50 is paid into the general fund, and the remaining \$5, along with the \$4.50 registration renewal fees, are paid into the vehicle services operating account in the special revenue fund.

Subdivisions 8 and 9 make technical changes.

Sections 26 and 27 contain technical changes.

Section 28 provides that appropriations to the Department of Public Safety for manufacture of license plates are to be made from the vehicle services operating account in the special revenue fund. Current law provides that these appropriations be made from the highway user tax distribution fund. This section strikes a standing appropriation from the highway user fund to the commissioner for purchasing, delivering, and mailing plates, registration tabs or stickers, and registration notices.

Sections 29 and 30 contain technical changes.

Section 31 increases from \$20 to \$35 the inspection fee for issuance of a salvage certificate of title. Of this fee, \$20 is paid to the general fund, and the remainder is paid to the vehicle services operating account in the special revenue fund.

Section 32 increases and deposits fees as follows:

- For an original certificate of title, fee is increased from \$3 to \$5.50, of which \$2.50 is paid into the vehicle services operating account;
- For a certificate of title after transfer, fee is increased from \$3 to \$5.50, of which \$2.50 is paid into the vehicle services operating account; and
- For a duplicate certificate of title, fee is increased from \$4 to \$6.50, of which \$2.50 is paid into the vehicle services operating account.

Section 33 provides that necessary expenses incurred by the department in administering the vehicle title system must be paid from the vehicle services operating account of the special revenue fund. A reference to the transfer of ownership revolving fund is stricken.

Section 34 prohibits the use of an accident report as evidence in an action for damages or criminal proceedings, expanding the current prohibition against use of accident reports in trials. The section requires (current language permits) the commissioner to charge government agencies \$5 for a copy of an accident report. Of the fee, 90 percent must be deposited in the driver services operating account, and ten percent must be deposited in the general fund. The commissioner is authorized to furnish an electronic copy of the database of accident records, which must not contain personal or private data on an individual, to the public at cost or to companies in the business of collecting accident and damage information on vehicles. The existing fee of 50 cents per record charged to commercial users who request access to accident data is deposited 90 percent in the driver services operating account, and ten percent in the general fund.

Section 35 redirects one-half of the fees from the sale or reinstatement of license plates following administrative impoundment, from the highway user fund to the vehicle services operating account. The other half continues to be deposited in the general fund.

Section 36 changes driver's license and identification card fees as follows:

- Class D driver's license from \$18.50 to \$16.50
- Class C driver's license from \$22.50 to \$20.50
- Class B driver's license from \$29.50 to \$27.50
- Class A driver's license from \$37.50 to \$35.50
- Under-21 Class D driver's license from \$18.50 to \$16.50
- Under-21 Class C driver's license from \$22.50 to \$20.50
- Under-21 Class B driver's license from \$29.50 to \$27.50
- Under-21 Class A driver's license from \$17.50 to \$15.50
- Provisional license from \$9.50 to \$7.50
- Duplicate license or duplicate ID card from \$8.00 to \$6.00
- Minnesota identification card from \$12.50 to \$10.50

In addition to the specified fees, the registrar must collect a filing fee of \$5.00 for each application through June 30, 2007. The additional fee increases to \$6.50 after June 30, 2007.

Section 37 provides that ten percent of certain fee receipts from the motorcycle driver's license endorsement in excess of \$750,000 in a fiscal year is credited to the general fund. The remaining 90 percent is credited to the motorcycle safety fund rather than to the trunk highway fund.

Section 38 increases from \$3.50 to \$5 the filing fee that a driver's license agent may charge and retain.

Section 39 provides that existing fees collected by the department to issue a driver's license or identification card bearing a temporary custodian identifier must be deposited in the driver services operating account.

Section 40 credits \$2.50 of each initial motorcycle endorsement on a driver's license to the driver services operating account, instead of the trunk highway fund.

Section 41 imposes fees, to be credited to the driver services operating account, for certain repeat examinations as follows:

- \$10 for a third and subsequent knowledge test, if the individual has failed two previous consecutive knowledge tests; and
- \$20 for a third and subsequent skills and road test if the individual has failed two previous consecutive road or skills tests in a specified motor vehicle class.

Section 42 makes technical changes.

Section 43 credits all money received under the driver's license chapter to the driver services operating account, except as otherwise specifically provided.

Section 44 redirects 20 percent of the \$250 driver's license reinstatement fee from the trunk highway fund to the driver services operating account.

Section 45 redirects driver training school license fees from the trunk highway fund to the driver services operating account.

Section 46 creates the driver and vehicle services operating accounts in the special revenue fund.

Subdivision 1 creates the vehicle services operating account, consisting of fees specified in chapters 168 and 168A and any other appropriations. Funds are available to administer vehicle services related to vehicle registrations, plates, and titles; vehicle records; disability certificates and plates; vehicle dealer licensing; deputy registrars; and vehicle inspection.

Subdivision 2 creates the driver services operating account, consisting of fees specified in chapter 171 and any other appropriations. Funds are available to administer driver services specified in chapters 169A and 171, including activities associated with drivers' licenses and identification cards, driver examination, and traffic safety activities.

Section 47 states an instruction to the Revisor to change certain statutory and Rules references.

Section 48 repeals:

- Minnesota Statutes, section 168.012, subdivision 12, crediting fees from license plate sales to highway user fund;
- Minnesota Statutes, section 168.041, subdivision 11, crediting fees from special series license plate sales to highway user fund;
- Minnesota Statutes, section 168.105, subdivision 6, containing obsolete language;
- Minnesota Statutes, section 168.231, crediting proceeds of reciprocity tax to highway user fund;
- Minnesota Statutes, section 168.345, subdivisions 3 and 4, imposing surcharge on requests for certain information;
- Minnesota Statutes, section 170.23, authorizing the commissioner to furnish an abstract of a person's driving record;
- Minnesota Statutes, section 171.12, subdivision 8, imposing surcharge on requests for certain driver's license information;
- Minnesota Statutes, section 171.185, spending trunk highway funds to pay the commissioner's costs in suspending licenses for lack of vehicle insurance;
- Minnesota Statutes, section 473.408, subdivision 1, defining "off-peak hours" in the transit sections of law;
- Minnesota Statutes, section 168C.01 through 168C.13, providing for bicycle registration; and
- Minnesota Rules, chapter 7407, relating to bicycle registration.

ARTICLE 4
MISCELLANEOUS FINANCE POLICY

Section 1 requires the Department of Transportation to include, without charge, a symbol or logo relating to E85, on a business panel sign of a business that sells E85.

Section 2 establishes a revolving account for the state highway sign program. Receipts collected by the commissioner from local road authorities and the department's highway operations unit that relate to equipment acquisition and rental, labor, materials, and other costs are credited to a special account in the trunk highway fund. The section includes an open and standing appropriation of money in the fund to pay sign costs. Money in the account is exempt from statewide and agency indirect cost payments.

Section 3 changes the allowable uses of the flexible highway account that receives 53.5 percent of the five percent formula from the highway user tax distribution fund. The ability to use the funds for trunk highway road construction purposes is eliminated and two new purposes are added, including the ability to use the funds for rural road safety purposes and for construction and maintenance of local roads functionally classified as principal arterial roads. The commissioner must recommend as part of the biennial budget the percentage of funds in the flexible highway account to be used for county and municipal turnbacks, rural road safety, and county and municipal principal arterials.

Section 4 establishes a county principal arterial account in the county state-aid highway fund and a municipal principal arterial account in the municipal state-aid street fund. Money in the accounts must be used as grants to counties and cities for capital improvements on county state-aid highways and municipal state-aid streets that are functionally classified as principal arterials. The commissioner must establish procedures for counties and cities to apply for the grants in consultation with representatives of the Association of Minnesota Counties and League of Minnesota Cities.

Section 5 establishes the rural road safety account in the county state-aid highway fund. Money in the account is annually appropriated to the Commissioner of Transportation for grants to counties to pay for capital improvement projects on county state-aid highways to increase safety. The commissioner must establish a grant process, in consultation with the Association of Minnesota Counties. Grant eligibility must be based on the project's ability to reduce the frequency and severity of crashes. Half the money must be used for projects in the counties of Anoka, Chisago, Carver, Dakota, Hennepin, Ramsey, Scott, and Washington; half the money must be used for projects in the rest of the state.

Section 6 designates the interstate bridge on Trunk Highway 10, connecting Moorhead and Fargo, as the Veterans Memorial Bridge. The commissioner must erect appropriate signs, using nonstate funds.

Section 7 increases the amount deducted from the county state-aid highway fund for administrative costs from one and one-half percent to two percent.

Section 8 modifies the definition of “recreational vehicle combination” to provide that the third vehicle, which is a trailer, can carry equestrian equipment and supplies.

Section 9 adds language conforming to section 8 to the description of the conditions under which recreational vehicle combinations may be operated without a permit.

Section 10 adds the condition that a vehicle hauling raw or unfinished forest products may not exceed 20,000 pounds gross weight on any single axle, to the conditions on which these vehicles may operate without regard to load restrictions. A vehicle under this section may exceed legal axle weights in the statutory gross weight schedule by up to 12.5 percent. Weight limits may be exceeded by up to 22.5 percent during the winter seasonal increase set by the commissioner.

Section 11 includes wood chips among the raw and unfinished forest products that may, in a first haul, exceed statutory weight limitations by up to ten percent.

Section 12 prescribes an annual oversize permit fee of \$120 for manufactured storage buildings.

Section 13, Subdivision 1 authorizes the commissioner to issue a permit for a three unit vehicle, consisting of a truck-tractor and semitrailer drawing one additional semitrailer, with a maximum gross vehicle weight of 108,000. These vehicles may be operated on Trunk Highway 2 between Grand Rapids and Duluth, on Trunk Highway 169 between Grand Rapids and Trunk Highway 53, and on Trunk Highway 53 between Virginia and Duluth.

Subdivision 2 authorizes the commissioner to issue a permit for a two unit vehicle, consisting of a truck-tractor and single semitrailer that may exceed 48 feet, but not 53 feet, and has a maximum gross vehicle weight of 90,000 pounds, or 98,000 pounds when seasonal weight increases are in effect.

Subdivision 3 restricts vehicles operated under these permits as follows:

- Must comply with seasonal load restrictions;
- May not be operated on interstates; and
- May be operated on local streets or highways only with approval of local authority, except they may have reasonable access to terminals and facilities for food, fuel, repairs, and rest, and for continuity of route within one mile of the national network.

Subdivision 4 requires permits under this section to be annual permits, issued for a fee of \$850/vehicle. Proceeds are deposited in the trunk highway fund. An amount sufficient to administer the permit program is appropriated to the commissioner.

This section is effective the later of August 1, 2006, or when the commissioner determines that building permits have been issued for construction of a new pulp and paper manufacturing facility in Grand Rapids.

Section 14 prohibits the Commissioner of Transportation from implementing a new formula for allocating federal funds that would result in a district receiving an amount of federal funding that is less than the annual average of the amounts received by that district over the previous three years.

Section 15 directs the Commissioner of Transportation to study and report by February 15, 2006, on alternative methods of funding local road maintenance and reconstruction, including, but not limited to, a street utility fee.

Section 16 establishes the town road sign replacement program.

Subdivision 1 directs the Commissioner of Transportation to implement the program to inventory and evaluate signs, and remove and replace signs as necessary on an ongoing basis.

Subdivision 2 requires program standards to comply with federal, state, and local safety standards, including retroreflectivity standards in the Manual on Uniform Traffic Control Devices.

Subdivision 3 allows the commissioner to establish conditions for local government participation, including involvement of county engineers and maintenance of a database of county and town road signs.

Subdivision 4 authorizes the commissioner to use state appropriations for sign replacement to match federal funds, and to establish a pilot program in consultation with the Minnesota Association of Townships.

This section takes effect on the effective date of a state or federal appropriation for this purpose.

Section 17 directs the Commissioner of Transportation, using nonstate funds, to place directional signs identifying Northwestern Health Sciences University, approaching the Penn Avenue exit on eastbound I-494, and approaching the 90th Street exit on northbound and southbound I-35W.

Section 18 directs the Commissioner of Transportation to erect a specific service sign, using nonstate funds, on the east side of Trunk Highway 52, near 37th Street NW in Olmsted County, displaying the name of a retail establishment that operates behind the noise wall and is blocked from view from Trunk Highway 52.

Section 19 prohibits the Commissioner of Transportation from requiring the city of Willmar to repay the state airports fund for acquisition costs of land that was previously used for airport purposes.

Section 20 repeals Minnesota Rules as follows:

- Part 7800.0600 requires regular route common carrier or petroleum carrier applicants to submit multiple copies of the application to the commissioner to serve all interested parties.

- Part 7800.3200, subpart 1, requires certificated regular route common carriers or petroleum carriers to present freight bills for payment of transportation charges within ten days from the delivery of the shipment, and to collect the charges within 20 days from delivery of the shipment.
- Part 7805.0700 provides that a carrier's class is determined by the average of its annual gross operating revenues for the preceding three years.
- Part 8850.6900, subpart 20, defines "regular route common carrier."
- Part 8855.0500, subpart 1, requires each petroleum carrier and regular route common freight carrier to obtain cargo insurance of \$5,000, and have the cargo insurer file a certificate of insurance or bond with the commissioner.

ARTICLE 5 SPECIAL PLATES

Section 1 requires the issuance of personalized special plates upon request for veterans, medal of honor recipients, and former prisoners of war. A replacement fee may be charged for personalized veterans plates, but not for personalized medal of honor recipient plates or personalized former prisoner of war plates.

Section 2 authorizes the issuance of single motorcycle firefighter special plates.

Section 3 authorizes issuance of veterans special license plates for a one-ton truck that resembles a pickup truck, but is not a commercial motor vehicle. Veterans of active military service to a nation or society allied with the United States in conducting a foreign war, who meets statutory requirements, qualifies for a veterans special plate. The commissioner must assess a surcharge of \$5 upon issuance of special plates for Iraq War Vets, Afghan War Vets, and Global War on Terrorism Vets, until the commissioner has collected a total of \$3,500, at which time the surcharge ceases to be collected. This section is effective the day following final enactment.

Section 4 authorizes issuance of certain special plates. Veterans who have received the Iraq Campaign Medal may obtain Iraq War Vet plates; those who have received the Afghanistan Campaign Medal may obtain Afghan War Vet plates. GWOT Veteran plates are available to veterans who have received the Global War on Terrorism Expeditionary Medal, and to veterans and military service reserve members who have received the Global War on Terrorism Service Medal. This section is effective the day following final enactment.

Section 5 allows transfer of veterans special license plates to another vehicle that is a one-ton truck that resembles a pickup truck, but is not a commercial motor vehicle.

Section 6 requires the commissioner to issue Disabled American Veteran special plates to an applicant who is certified as having a permanent and total service-connected disability, and meets all other statutory requirements. These plates may be used for personal vehicles, not used for

commercial purposes, including a passenger automobile, van, pickup truck, motorcycle, or recreational vehicle.

Section 7 exempts the Disabled American Veteran special plates from provisions requiring the department to discontinue renewal and issuance of special plates under specified circumstances.

Section 8 requires the commissioner to issue Support Our Troops special plates to an applicant who owns a passenger automobile, one-ton pickup truck, recreational vehicle, or motorcycle, pays required fees and taxes and contributes a minimum of \$30 annually to the Minnesota "Support Our Troops" account, established in section 10. The adjutant general and Commissioner of Veterans Affairs must design the plate, subject to approval of the Commissioner of Public Safety.

Section 9 requires the commissioner to issue Knights of Columbus Member special plates to an owner of a passenger automobile, pickup truck, or van, who pays all applicable fees and taxes. The plate may be embossed or a generic plate with decal, and it must bear the emblem of the Knights of Columbus, designed by the Knights of Columbus or its council with the approval of the commissioner.

Section 10 establishes the Minnesota Support Our Troops account in the state treasury. Money in the account is appropriated to the adjutant general to provide assistance through grants to eligible individuals (up to \$2000 per individual) or to foundations. The adjutant general must report by February 1, 2007, and each year thereafter, to the legislative committees with jurisdiction over Military and Veterans' Affairs on the number, amounts, and use of grants from this account in the previous year.

ARTICLE 6 TRANSPORTATION FINANCE

Section 1. Constitutional Amendment Proposed. Proposes an amendment to the Minnesota Constitution to dedicate the proceeds of the motor vehicle sales tax to be used exclusively for surface transportation purposes.

Section 2. Schedule and Question. States the question that must be posed to voters at the 2006 general election. If approved, the motor vehicle sales tax will be used exclusively for surface transportation purposes as of July 1, 2010 (fiscal year 2011).

Section 3. Multimodal Transportation Fund. Establishes a multimodal transportation fund in the state treasury. The fund consists of money credited under section 297B.09 (motor vehicle sales tax) and other money credited by law. Money in the fund must be appropriated for surface transportation purposes.

Section 4. Formula. Provides that the total county state-aid sum consists of an apportionment sum and an excess sum. The excess sum is calculated as the sum of the amounts collected from an

increase in the gas tax above 20 cents per gallon and a change in the registration tax that exceeds the amount collected in fiscal year 2005 multiplied by the consumer price index for the previous year divided by the consumer price index for the 2004, reduced by a proportionate share of the costs for administrative costs and the disaster and research account. The apportionment sum is calculated by subtracting the excess sum from the remainder of the total sum.

Section 5. Apportionment Sum. Recodifies the existing county state-aid apportionment sum, which distributes the funds ten percent equally to each county, ten percent based upon each county's share of vehicle registrations, 30 percent based upon each county's share of county state-aid highway lane miles, and 50 percent based upon each county's share of county state-aid highway needs.

Section 6. Excess Sum. Provides that the excess sum is to be distributed to the state's counties according to a formula that allocates 40 percent of the funds based upon each county's share of vehicle registrations and 60 percent based upon each county's share of county state-aid highway needs.

Section 7. Passenger Automobile. Changes the depreciation schedule for the passenger vehicle registration tax to be 100 percent of base value in the first year; 80 percent in the second year; 70 percent in the third year; 60 percent in the fourth year; 50 percent in the fifth year; 40 percent in the sixth year; 35 percent in the seventh year; 30 percent in the eighth year; 20 percent in the ninth year and ten percent in the tenth year. Deletes language establishing maximum tax rates of \$189 in the second year and \$99 in the third year and on. Specifies that a vehicle's registration tax may not exceed the tax paid for the same vehicle in the previous year.

Section 8. Rate of Tax. Increases the rate of the gasoline, E85 and M85 excise taxes as follows:

(a) From July 1, 2005 to June 30, 2007, E85 is taxed at 17 cents per gallon, M85 is taxed at 13.7 cents per gallon and gasoline is taxed at 24 cents per gallon.

(b) On and after July 1, 2007, E85 is taxed at 19.2 cents per gallon, M85 is taxed at 15.4 cents per gallon and gasoline is taxed at 27 cents per gallon.

Section 9. Rate of Tax. Increases the rate of the special fuels excise tax as follows:

(a) From July 1, 2005 to June 30, 2007, liquified petroleum or propane is taxed at 18 cents per gallon, liquified natural gas at 14.4 cents per gallon, and compressed natural gas is taxed at \$2.087 per thousand cubic feet or 24 cents per gasoline equivalent.

(b) On and after July 1, 2007, liquified petroleum or propane is taxed at 20.3 cents per gallon, liquified natural gas at 16.2 cents per gallon, and compressed natural gas is taxed at \$2.348 per thousand cubic feet or 27 cents per gasoline equivalent.

Section 10. Deposit of Revenues.

- (a) Specifies the deposit of revenues from the motor vehicle sales tax as follows below.
- (b) From July 1, 2003 to June 30, 2005 is the existing distribution under current law.
- (c) From July 1, 2005 to June 30, 2006, 22.82 percent to the highway user fund, one percent to the right-of-way advance acquisition loan fund, 27.80 percent to the metropolitan area transit fund, 2.13 percent to the Greater Minnesota transit fund, and the remaining money to the general fund.
- (d) From July 1, 2006 to June 30, 2007, 21.83 percent to the highway user fund, one percent to the right-of-way advance acquisition loan fund, 28.69 percent to the metropolitan area transit fund, 2.23 percent to the Greater Minnesota transit fund, and the remaining money to the general fund.
- (e) From July 1, 2007 to June 30, 2008, 17.37 percent to the highway user fund, 43.30 percent to the metropolitan area transit fund, 5.33 percent to the Greater Minnesota transit fund, ten percent to the multimodal fund and the remaining money to the general fund.
- (f) From July 1, 2008 to June 30, 2009, 16.57 percent to the highway user fund, 44.03 percent to the metropolitan area transit fund, 5.40 percent to the Greater Minnesota transit fund, 20 percent to the multimodal fund and the remaining money to the general fund.
- (g) From July 1, 2009 to June 30, 2010, 15.94 percent to the highway user fund, 44.59 percent to the metropolitan area transit fund, 5.47 percent to the Greater Minnesota transit fund, 30 percent to the multimodal fund and the remaining money to the general fund.
- (h) On and after July 1, 2010, 15.5 percent to the highway user fund, 45.0 percent to the metropolitan area transit fund, 5.5 percent to the Greater Minnesota transit fund, and 34 percent to the multimodal fund.

Section 11. Establishment of Fund. Establishes a right-of-way advance acquisition loan account in the transportation revolving loan fund.

Section 12. Certification of Projects. Specifies the criteria the commissioner must consider when evaluating projects to certify for funding from the right-of-way advance acquisition loan account including the importance of the project, the availability of other funding, the necessity of preserving right-of-way and preventing incompatible land uses, other options for preserving the right-of-way and the cost-effectiveness of advance right-of-way acquisition.

Section 13. Right-of-Way Advance Acquisition Loan Account. (a) Provides that loans for the right-of-way advance acquisition loan account may be made to the state, counties, towns, or cities for purchasing property within the right-of-way of a trunk highway shown on an official map.

(b) Specifies that loans may be made only to accelerate the acquisition of primarily undeveloped property where there is a reasonable probability the property will increase in value before highway construction, to avert the imminent conversion of the property to uses that would jeopardize its availability for highway construction, or to take advantage of open market opportunities when property becomes available for sale.

(c) Allows a private property owner to elect to receive the purchase price either in a lump sum or in not more than four annual installments. The recipient of an acquisition loan must convey the property for the construction of the highway at the same price the recipient paid for the property. The recipient must sell the property at market value upon notification that the plan to construct the highway has been abandoned.

(d) Requires all rents and other money received by the loan recipient from ownership of the property or from sale of the property to be paid into the loan account. These amounts may be applied to repayment of the loan.

Section 14. Trunk Highway Bond Issuance. Requires the Commissioner of Finance to sell and issue, upon recommendation of the Commissioner of Transportation, \$1.0 billion in trunk highway bonds over a ten year period. The proceeds of the bonds are deposited in the trunk highway fund bond proceeds account.

Section 15. Trunk Highway Bond Proceeds Appropriation. Appropriates \$1.0 billion to the Commissioner of Transportation from the bond proceeds account in the trunk highway fund for road construction. No more than \$100 million may be encumbered in each of fiscal years 2006 to 2015. The commissioner to use up to 17 percent of the appropriation for program delivery each year.

Section 16. Road Construction Appropriations.

(a) Appropriates \$55.8 million in fiscal year 2006 and \$65.7 million in fiscal year 2007 to the commissioner for state road construction.

(b) Appropriates \$23.7 million in fiscal year 2006 and \$32.6 million in fiscal year 2007 to the commissioner for county state-aid highways.

(c) Appropriates \$7.7 million in fiscal year 2006 and \$10.3 million in fiscal year 2007 to the commissioner for municipal state-aid streets.

(d) Appropriates \$1.8 million in fiscal year 2006 and \$11.3 million in fiscal year 2007 from the trunk highway fund for highway debt service.

(e) Specifies that these appropriations are in addition to any other appropriation made in fiscal year 2006 and 2007 for the same purpose.

Section 17. Commuter Bus Appropriation. Appropriates \$350,000 in each of fiscal years 2006 and 2007 from the Greater Minnesota transit fund for a grant to the Northstar Corridor Development Authority for commuter bus service between Elk River and Minneapolis.

Section 18. Transit Budget Base. Specifies that the general fund budget base for metropolitan transit and Greater Minnesota transit in fiscal years 2008 and 2009 is zero.

BB/AV:rer

Lawmakers OK bump in gas tax of 9.5 cents

SEATTLE POST-INTELLIGENCER

http://seattlepi.nwsource.com/transportation/221505_oly25.html

Lawmakers OK bump in gas tax of 9.5 cents

Viaduct, I-405 will benefit from \$8 billion road package

Monday, April 25, 2005

By CHRIS MCGANN

SEATTLE POST-INTELLIGENCER CAPITOL CORRESPONDENT

OLYMPIA -- The House blasted through the Legislature's biggest roadblock yesterday, passing a 9.5-cent-a-gallon gas tax increase for transportation projects and adjourning the 105-day legislative session on time.

After a session punctuated by angry outbursts and partisan pot shots, Democrats and Republicans reached across the aisle to exchange back slaps, hugs and tearful thank-yous.

related article

[How House members voted on the gas tax increase](#)

"Yeah, we tangled, but we got the job done," House Speaker Frank Chopp, D-Seattle, said.

Many lawmakers were simply pleased that it was over until next year. But leaders said there was much more to it than that.

"This is the single biggest investment in infrastructure in the history of Washington state," Senate Transportation Committee Chairwoman Mary Margaret Haugen said of the \$8 billion roads package as she embraced House Majority Leader Lynn Kessler.

Democrats said throughout the session that the transportation plan to help pay for replacing the Alaskan Way Viaduct, expanding Interstate 405 and hundreds of other road projects could be passed only with help from minority Republicans.

That wasn't easy.

The new transportation taxes failed Saturday after Republican leaders, who complained that they had been steamrolled by the Democrats all session, challenged Democrats to vote as they had on other big bills -- without Republican help.

In the resulting standoff, Seattle Democrats threatened to block the \$26 billion operating budget if the gas tax was not revived to help pay for the earthquake-damaged viaduct. Several of the eight Republicans who voted for the transportation tax bill on Saturday vowed to withdraw their support.

"The wheels had fallen off," said Kessler, D-Hoquiam. "We had to put them back on the track."

The state's most powerful business lobbyists, Gov. Christine Gregoire and leading lawmakers immediately stepped in to keep negotiations alive through yesterday. The transportation package was a top goal of the business lobby.

Gregoire told leaders that she would veto a transportation budget that did not include money for the big projects.

"We are on the brink of disaster, I cannot stand by and do nothing," Gregoire said.

Senate Majority Leader Lisa Brown, D-Spokane, said Gregoire's leadership "has been incredible."

Minority Leader Bill, Finkbeiner, R-Kirkland, met with Gregoire earlier yesterday to discourage a special session for transportation.

"It would be an exercise in futility," he said.

"I sat through one four years ago," Finkbeiner said. "Without deadlines and without having everybody here ... the Legislature rarely performs on things it doesn't absolutely have to in special sessions."

Finkbeiner said he told Gregoire that if she wanted to pass the transportation package, "it's got to be done (yesterday) and if they are that close and she really wants to get it passed, she could do it."

Gregoire said, "In the end, I simply asked them to stand up and do the right thing."

Chopp brought the bill up again yesterday, and 11 Republicans and 43 Democrats voted yes.

Kessler said that after the first vote, Democrats went back to Republicans with a promise to deliver 43 votes -- seven more than they'd previously said would support the tax, including many from swing districts.

When Chopp called for the second vote, Republicans held back to make sure Democrats delivered on their promise and then followed suit with their own votes to pass the bill 54-43.

"We agreed to do it in a manner that we could be sure there were no more political games played on a matter as important as transportation," said House Minority Leader Bruce Chandler, R-Granger.

The gas tax increase will be phased in over four years, beginning with a 3-cent boost in July. The tax now is 28 cents a gallon.

Tolls, local taxes and weight fees on cars, light trucks and SUVs also are planned. The full gas tax increase and weight fee will cost motorists \$67 to \$172 a year, depending on vehicle size.

With transportation settled, Democrats breezed to the finish line, passing the operating budget with party-line votes in both chambers.

Rep. Helen Sommers, D-Seattle, the House's main budget writer, called the spending plan "a strong commitment to kids" with a focus on education "to prepare our population for the new and emerging economy."

Said Gregoire: "I can't tell you how many times I've heard that old saying, nothing ever gets done around here. That has changed."

Republicans were still fuming about the \$481 million tax package Democrats pushed through last week. They used the operating budget debate as a chance to vent and cast dire predictions about Democrats' chances in future elections.

"Do you remember the last time this body considered a budget with a tax increase of over \$500 million?" Rep. Gary Alexander, R-Olympia, asked rhetorically, referring to 1993, the year before the "Republican Revolution," which cost Democrats 25 House seats and majority control.

"I believe that sometimes history repeats itself," Alexander said.

Chandler said the Legislature "missed a crucial opportunity to restore the economic health and fiscal discipline to the state."

In the early weeks of this year's session, Democratic budget writers braced to begin closing a budget deficit of more than \$2 billion -- though that dire prediction was later tempered by an optimistic revenue forecast.

Nonetheless, Senate Ways and Means Chairwoman Margarita Prentice, D-Renton, said it was the "heaviest lifting" she'd done in 17 years as a legislator. "I was afraid it was going to be back-breaking. We had to figure out how to get there and make sure the budget reflected what we believe in."

The budget provided long-awaited pay raises for state employees, cost-of-living allowances for teachers, money to keep 100,000 people insured under the state's Basic Health Plan, college enrollments for more than 8,000 more students and class-size reductions as outlined by voter Initiative 728.

Prentice said the state's needs grant to help lower-income students attend college was the "crowning jewel" of the budget.

Democrats also modified the state's unemployment insurance plan for the benefit of some seasonal workers, mandated that insurance companies provide mental health coverage, and implemented a system for substance abuse and mental health treatment.

Democratic leaders said their biggest disappointment was failure to expand the state Civil Rights Act to include gay people.

House Transportation Committee Chairman Ed Murray, D-Seattle, has championed the rights bill for a decade.

Although he could chalk up several successes this session -- including the transportation package and landmark legislation to reduce vehicle emissions -- he left Olympia on a down note.

"I had three big bills this session -- I'm happy with two out of three, even though I didn't get the one I wanted most."

GAS TAX PROJECTS

The 16-year transportation plan would help finance "mega-projects." It also would finance hundreds of highway and bridge projects and rail, ferry and other improvements. Among the big-ticket items:

Alaskan Way Viaduct: \$2 billion

I-405: \$972 million

State Route 520: \$500 million

Money for public transportation: \$411 million

Money for rail projects: \$387 million

Bridge replacements: \$341 million

Ferries: \$185 million

This report includes information from The Associated Press.

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1 Senator moves to amend the committee engrossment
2 (SS1980CE1S) of S.F. No. 1980 as follows:

3 Page 2, delete line 10, and insert:

4 "Trunk Highway	\$	785,000	\$	-0-	\$	785,000
5 Special Revenue	\$	746,000	\$	1,396,000	\$	2,142,000
6 TOTAL	\$	1,531,000	\$	1,396,000	\$	2,927,000"

7 Page 2, delete line 49, and insert:

8 "Sec. 3. PUBLIC SAFETY 1,531,000 1,396,000"

9 Page 3, delete line 3, and insert:

10 "Special Revenue 746,000 1,396,000"

11 Page 3, line 10, after "(b)" insert:

12 "Driver and Vehicle Services

13 246,000 196,000

14 This appropriation is from the vehicle
15 services operating account in the
16 special revenue fund.

17 These amounts must be used for plate
18 production, postage costs, and
19 administration of the Support Our
20 Troops special license plates.

21 (c)"

22 Page 3, after line 14, insert:

23 "\$1,200,000 is added to the budget base
24 for each of fiscal years 2008 and 2009
25 for this appropriation."

26 Page 109, line 8, delete "19" and insert "18"

27 Correct the subdivision and section totals and the
28 summaries by fund

1 Senator moves to amend the committee engrossment
2 (SS1980CE1S) of S.F. No. 1980 as follows:

3 Pages 108 and 109, delete section 17

4 Renumber the sections in sequence and correct the internal
5 references

6 Amend the title accordingly

1 Senator moves to amend the committee engrossment
2 (SS1980CE1S) of S.F. No. 1980 as follows:

3 Page 95, line 30, delete "including, but not" and insert
4 ". Of the money available in the fund each year, a minimum of
5 25 percent must be expended on highways and a minimum of 25
6 percent must be expended on transit purposes. Highway
7 expenditures may include, but are not"

8 Page 95, line 33, delete "transit capital and operations,"

9 Page 103, line 13, delete "22.82" and insert "20.82"

10 Page 103, line 17, delete "27.80" and insert "29.60"

11 Page 103, line 19, delete "2.13" and insert "2.33"

12 Page 103, line 22, delete "21.83" and insert "19.82"

13 Page 103, line 26, delete "28.69" and insert "30.50"

14 Page 103, line 28, delete "2.23" and insert "2.43"

15 Page 108, line 16, after the period, insert "A minimum of
16 ten percent of this appropriation each year must be used for
17 transit capital improvements on trunk highways."

- 1 Senator moves to amend the committee engrossment
- 2 (SS1980CE1S) of S.F. No. 1980 as follows:
- 3 Page 95, delete sections 1 and 2
- 4 Renumber the sections in sequence and correct the internal
- 5 references
- 6 Amend the title accordingly

1 Senator moves to amend the committee engrossment
2 (SS1980CE1S) of S.F. No. 1980 as follows:

3 Page 80, after line 11, insert:

4 "Sec. 14. Minnesota Statutes 2004, section 469.015,
5 subdivision 4, is amended to read:

6 Subd. 4. [EXCEPTIONS.] (a) An authority need not require
7 competitive bidding in the following circumstances:

8 (1) in the case of a contract for the acquisition of a
9 low-rent housing project:

10 (i) for which financial assistance is provided by the
11 federal government;

12 (ii) which does not require any direct loan or grant of
13 money from the municipality as a condition of the federal
14 financial assistance; and

15 (iii) for which the contract provides for the construction
16 of the project upon land that is either owned by the authority
17 for redevelopment purposes or not owned by the authority at the
18 time of the contract but the contract provides for the
19 conveyance or lease to the authority of the project or
20 improvements upon completion of construction;

21 (2) with respect to a structured parking facility:

22 (i) constructed in conjunction with, and directly above or
23 below, a development; and

24 (ii) financed with the proceeds of tax increment or parking
25 ramp general obligation or revenue bonds; and

26 (3) until August 1, 2009, with respect to a facility built
27 for the purpose of facilitating the operation of public transit
28 or encouraging its use:

29 (i) constructed in conjunction with, and directly above or
30 below, a development; and

31 (ii) financed with the proceeds of parking ramp general
32 obligation or revenue bonds or with at least 60 percent of the
33 construction cost being financed with funding provided by the
34 federal government; and

35 (4) in the case of any building in which at least 75
36 percent of the usable square footage constitutes a housing

1 development project if:

2 (i) the project is financed with the proceeds of bonds
3 issued under section 469.034 or from nongovernmental sources;

4 (ii) the project is either located on land that is owned or
5 is being acquired by the authority only for development
6 purposes, or is not owned by the authority at the time the
7 contract is entered into but the contract provides for
8 conveyance or lease to the authority of the project or
9 improvements upon completion of construction; and

10 (iii) the authority finds and determines that elimination
11 of the public bidding requirements is necessary in order for the
12 housing development project to be economical and feasible.

13 (b) An authority need not require a performance bond for
14 the following projects:

15 (1) a contract described in paragraph (a), clause (1);

16 (2) a construction change order for a housing project in
17 which 30 percent of the construction has been completed;

18 (3) a construction contract for a single-family housing
19 project in which the authority acts as the general construction
20 contractor; or

21 (4) a services or materials contract for a housing project.

22 For purposes of this paragraph, "services or materials
23 contract" does not include construction contracts."

24 Renumber the sections in sequence and correct the internal
25 references

26 Amend the title accordingly

1 Senator Cohen from the Committee on Finance, to which was
2 re-referred

3 S.F. No. 1703: A bill for an act relating to
4 transportation; imposing a sales tax within the metropolitan
5 area with the proceeds dedicated to metropolitan transportation
6 and transit improvements and services; providing for allocation
7 of revenues for the motor vehicle sales tax; appropriating
8 money; amending Minnesota Statutes 2004, section 297B.09,
9 subdivision 1; proposing coding for new law in Minnesota
10 Statutes, chapter 174; proposing coding for new law as Minnesota
11 Statutes, chapter 473J.

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

14 Pages 1 to 3, delete section 2

15 Page 7, line 4, delete "3" and insert "2" and delete "7"
16 and insert "6"

17 Page 7, delete section 9

18 Renumber the sections in sequence

19 Amend the title as follows:

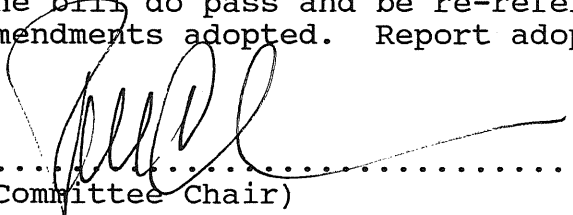
20 Page 1, line 2, after the semicolon, insert "creating a
21 high-speed rail fund;"

22 Page 1, line 5, delete "providing for allocation of"

23 Page 1, delete line 6

24 Page 1, lines 7 and 8, delete "amending Minnesota Statutes
25 2004, section 297B.09, subdivision 1;"

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

28
29 
30
(Committee Chair)

31
32 April 28, 2005.....
33 (Date of Committee recommendation)

Senators Marko, Belanger, Rest, Langseth and Senjem introduced--
S.F. No. 1703: Referred to the Committee on Taxes.

A bill for an act

2 relating to transportation; imposing a sales tax
3 within the metropolitan area with the proceeds
4 dedicated to metropolitan transportation and transit
5 improvements and services; providing for allocation of
6 revenues for the motor vehicle sales tax;
7 appropriating money; amending Minnesota Statutes 2004,
8 section 297B.09, subdivision 1; proposing coding for
9 new law in Minnesota Statutes, chapter 174; proposing
10 coding for new law as Minnesota Statutes, chapter 473J.

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

12 Section 1. [174.56] [HIGH-SPEED RAIL FUND.]

13 A high-speed rail fund is created in the state treasury,
14 consisting of money credited to the fund under section 297B.09,
15 subdivision 1. Money in the fund is appropriated to the
16 commissioner of transportation for the planning and design,
17 including environmental studies, of the Minnesota portion of a
18 high-speed rail corridor between the Twin Cities and Chicago as
19 part of the Midwest Regional Rail System.

20 Sec. 2. Minnesota Statutes 2004, section 297B.09,
21 subdivision 1, is amended to read:

22 Subdivision 1. [DEPOSIT OF REVENUES.] (a) Money collected
23 and received under this chapter must be deposited as provided in
24 this subdivision.

(b) ~~From July 1, 2002, to June 30, 2003, 32 percent of the~~
~~money collected and received must be deposited in the highway~~
27 ~~user tax distribution fund, 20.5 percent must be deposited in~~
28 ~~the metropolitan area transit fund under section 16A.88, and~~

~~1 1-25-percent-must-be-deposited-in-the-greater-Minnesota-transit
2 fund-under-section-16A.88.---The-remaining-money-must-be
3 deposited-in-the-general-fund.~~

4 ~~(c) From July 1, 2003~~ 2005, to June 30, 2007, ~~30~~ 32
5 percent of the money collected and received must be deposited in
6 the highway user tax distribution fund, ~~21.5~~ 31.5 percent must
7 be deposited in the metropolitan area transit fund under section
8 16A.88, ~~1.43~~ and nine percent must be deposited in the greater
9 Minnesota transit fund under section 16A.88, ~~0.65-percent-must
10 be-deposited-in-the-county-state-aid-highway-fund,--and-0.17
11 percent-must-be-deposited-in-the-municipal-state-aid-street
12 fund.~~ The remaining money must be deposited in the general fund.

13 ~~(d)-On-and-after-July-1, 2007,--32-percent-of-the-money
14 collected-and-received-must-be-deposited-in-the-highway-user-tax
15 distribution-fund,--20.5-percent-must-be-deposited-in-the
16 metropolitan-area-transit-fund-under-section-16A.88,--and-1.25
17 percent-must-be-deposited-in-the-greater-Minnesota-transit-fund
18 under-section-16A.88.---The-remaining-money-must-be-deposited-in
19 the-general-fund.~~

20 (c) From July 1, 2007, to June 30, 2008, 32 percent of the
21 money collected and received must be deposited in the highway
22 user tax distribution fund, 39 percent must be deposited in the
23 metropolitan area transit fund under section 16A.88, and 14
24 percent must be deposited in the greater Minnesota transit fund
25 under section 16A.88. The remaining money must be deposited in
26 the general fund.

27 (d) From July 1, 2008, to June 30, 2009, 32 percent of the
28 money collected and received must be deposited in the highway
29 user tax distribution fund, 41.5 percent must be deposited in
30 the metropolitan area transit fund under section 16A.88, and 14
31 percent must be deposited in the greater Minnesota transit fund
32 under section 16A.88. The remaining money must be deposited in
33 the general fund.

34 (e) From July 1, 2009, to June 30, 2010, 32 percent of the
35 money collected and received must be deposited in the highway
36 user tax distribution fund, 44 percent must be deposited in the

1 metropolitan area transit fund under section 16A.88, and 14
2 percent must be deposited in the greater Minnesota transit fund
3 under section 16A.88. The remaining money must be deposited in
4 the general fund.

5 (f) On and after July 1, 2010, 32 percent of the money
6 collected and received must be deposited in the highway user tax
7 distribution fund, 46 percent must be deposited in the
8 metropolitan area transit fund under section 16A.88, and 14
9 percent must be deposited in the greater Minnesota transit fund
10 under section 16A.88. The remaining money must be deposited in
11 the general fund.

12 (g) In the fiscal years ending June 30, 2006, and June 30,
13 2007, the commissioner shall transfer, from the amount to be
14 credited to the trunk highway fund from the amount deposited in
15 the highway user tax distribution fund under paragraph (b),
16 \$10,000,000 for deposit in the high-speed rail fund.

17 Sec. 3. [473J.01] [METROPOLITAN TRANSPORTATION AREA.]

18 The metropolitan transportation area is the area within the
19 counties of Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, and
20 Washington.

21 Sec. 4. [473J.02] [SALES TAX.]

22 A sales tax and a use tax of 0.50 percent is imposed on
23 retail sales and uses taxable under chapter 297A that occur in
24 the metropolitan transportation area. These taxes are in
25 addition to the taxes imposed by sections 297A.62, subdivision
26 1, and 297A.63, subdivision 1, and any local taxes imposed
27 pursuant to a special law.

28 [EFFECTIVE DATE.] This section is effective for sales and
29 purchases made after June 30, 2005.

30 Sec. 5. [473J.03] [TAX COLLECTION.]

31 The taxes imposed by section 473J.02 must be reported and
32 paid to the commissioner of revenue with the taxes imposed by
33 chapter 297A and in accordance with an agreement between the
34 counties in the metropolitan transportation area and the
35 commissioner of revenue. The taxes are subject to the same
36 interest, penalty, and other provisions provided for sales and

1 use taxes under chapters 289A and 297A. The commissioner has
2 the same powers to assess and collect the taxes as are given the
3 commissioner in chapters 270, 289A, and 297A to assess and
4 collect sales and use taxes. The commissioner shall deposit the
5 revenues, including interest and penalties, derived from the
6 taxes in the state treasury and credit them to the general fund.

7 [EFFECTIVE DATE.] This section is effective for sales and
8 purchases made after June 30, 2005.

9 Sec. 6. [473J.04] [METROPOLITAN TRANSPORTATION SALES TAX
10 ACCOUNT.]

11 Subdivision 1. [TRANSFER TO FUND.] (a) The revenue
12 collected under section 473J.03, less the cost of collection, is
13 appropriated from the general fund to the commissioner of
14 finance for transfer to a special account within the
15 metropolitan area transit fund in the state treasury, to be
16 called the metropolitan transportation sales tax account.

17 (b) The cost of collection equals the direct and indirect
18 costs of the Department of Revenue to administer, audit, and
19 collect the revenue, plus the metropolitan transportation area's
20 proportionate share of the indirect cost of administering all
21 local sales and use taxes under section 297A.99.

22 Subd. 2. [USE OF FUND.] Money in the metropolitan
23 transportation sales tax account is appropriated as follows:

24 (1) 85 percent to the Metropolitan Council:

25 (i) for capital and operating costs of bus, rail, and
26 paratransit service within the metropolitan transportation area,
27 including special transportation service under section 473.386
28 and replacement transit service under section 473.388; and

29 (ii) to provide for implementation by 2020 of the transit
30 portion of the Metropolitan Council's "2030 Transportation
31 Policy Plan"; and

32 (2) 15 percent to the Metropolitan Council for annual
33 distribution based on population to counties in the metropolitan
34 transportation area that are eligible for distribution under
35 section 473J.05, subdivision 2, with a minimum annual
36 distribution to each qualifying county of \$1,500,000. For

1 purposes of this subdivision, "population" has the meaning given
 2 in section 477A.011, subdivision 3. This money must be used as
 3 provided in section 473J.05 by counties, home rule charter and
 4 statutory cities, and towns to plan, design, build, maintain,
 5 promote, and operate public transit, bicycle, and pedestrian
 6 projects, and to plan, design, and provide transportation
 7 infrastructure associated with transit-oriented development.

8 [EFFECTIVE DATE.] This section is effective for sales and
 9 purchases made after June 30, 2005.

10 Sec. 7. [473J.05] [COUNTY USE OF DISTRIBUTION.]

11 Subdivision 1. [PURPOSES.] A county receiving money
 12 distributed by the Metropolitan Council under section 473J.04
 13 must distribute 50 percent of the funds to home rule charter and
 14 statutory cities and towns within the county. To receive a
 15 distribution from the county, a city or town shall apply for a
 16 grant from the county under this section by the time required by
 17 the county. The application must contain information specifying
 18 the project, amount of funds requested, and how the funds will
 19 be expended to further the implementation of the project. Funds
 20 may be used by the county, or distributed to a city for use by
 21 the city, only to:

22 (1) plan, design, build, maintain, promote, and operate
 23 public transit;

24 (2) plan, design, build, maintain, promote, and operate
 25 bicycle programs and pathways including, but not limited to,
 26 bicycle racks, bicycle lockers, off-road bicycle paths,
 27 on-street bicycle striping, signage, lighting, and other
 28 projects with a primary focus on bicycle transportation;

29 (3) plan, design, build, maintain, promote, and operate
 30 pedestrian programs within the county including, but not limited
 31 to, sidewalks, paths, signage, lighting, and pedestrian
 32 crossings with an emphasis on pedestrian transportation;

33 (4) plan, design, and provide transportation infrastructure
 34 associated with transit-oriented development; and

35 (5) provide the local match for federal transportation
 36 grants for projects that encourage transit use, bicycling, and

1 walking under the federal Transportation Enhancement, Congestion
2 Mitigation and Air Quality, or Surface Transportation programs.

3 Subd. 2. [ELIGIBILITY TO RECEIVE MONEY.] (a) To be
4 eligible to receive money distributed by the Metropolitan
5 Council under section 473J.04, a county shall by January 1, 2006:

6 (1) create a separate account in its general fund to credit
7 the money; and

8 (2) set up accounting procedures to ensure that money in
9 the separate account is spent only for the purposes in this
10 section.

11 (b) In each following year, each county shall also submit a
12 report by April 1 of each year to the chair of the Metropolitan
13 Council detailing for the previous calendar year:

14 (1) how the money was spent including, but not limited to,
15 specific information on the planning completed, the programs
16 implemented, the staff resources required, and a full accounting
17 of how the revenues were spent and distributed to local
18 communities; and

19 (2) the resulting increase in transit, bicycle, and
20 pedestrian travel; the improvement in transit, bicycle, and
21 pedestrian safety; the impact on roadway congestion; and the
22 need for vehicle parking.

23 (c) The chair of the Metropolitan Council shall withhold
24 all or part of the funds to be distributed to a county under
25 this section if the county fails to comply with this section.
26 Funds withheld under this paragraph may be distributed to the
27 county in the following year if the requirements of this section
28 have been met. If a county has not met these requirements by
29 the date of the following year's distribution, the withheld
30 funds and the funds for distribution to the county in the
31 current year must be included in the amount for distribution to
32 qualifying counties.

33 Subd. 3. [REPORT.] By July 1 of each odd-numbered year,
34 the Metropolitan Council shall report on how the money was spent
35 and the resulting improvements within the metropolitan area in
36 transit, bicycle travel, pedestrian travel, and safety to the

1 committees of the house of representatives and senate with
2 jurisdiction over transportation and transportation finance.

3 Sec. 8. [APPLICATION.]

4 Sections 3 to 7 apply in the counties of Anoka, Carver,
5 Dakota, Hennepin, Ramsey, Scott, and Washington.

6 Sec. 9. [APPROPRIATION.]

7 \$37,650,000 is appropriated July 1, 2005, from the general
8 fund to the commissioner of finance for deposit as follows:
9 \$28,750,000 to the metropolitan area transit fund for use by the
10 Metropolitan Council as provided under Minnesota Statutes,
11 section 16A.88, subdivision 2; and \$8,900,000 to the greater
12 Minnesota transit fund for use by the commissioner of
13 transportation as provided under Minnesota Statutes, section
14 16A.88, subdivision 1.

Consolidated Fiscal Note – 2005-06 Session

Bill #: S1703-0 Complete Date:

Chief Author: MARKO, SHARON

Title: MODIFY TRANSPORTATION FUNDING PROV

Fiscal Impact	Yes	No
State	X	
Local	X	
Fee/Departmental Earnings	X	
Tax Revenue	X	

Agencies: Metropolitan Council
Revenue Dept (04/11/05)

Transportation Dept (04/18/05)
Public Safety Dept (04/18/05)

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Net Expenditures					
General Fund		37,650			
Transportation Dept		8,900			
Metropolitan Council		28,750			
Metropolitan Area Transit Fund		169,400	186,700	192,300	199,000
Metropolitan Council		169,400	186,700	192,300	199,000
Revenues					
New Fund		10,000	10,000		
Transportation Dept		10,000	10,000		
General Fund		(105,319)	(109,931)	(187,531)	(209,621)
Transportation Dept		(105,319)	(109,931)	(187,531)	(209,621)
Municipal State Aid Street Fund		6	6	0	0
Transportation Dept		6	6	0	0
County State Aid Highway Fund		6	6	0	0
Transportation Dept		6	6	0	0
Trunk Highway Fund		(3,383)	(3,093)	0	0
Transportation Dept		(3,383)	(3,093)	0	0
Metropolitan Area Transit Fund		225,600	245,350	303,300	329,400
Metropolitan Council		225,600	245,350	303,300	329,400
Greater Minnesota Transit Fund		51,421	44,383	76,513	79,190
Transportation Dept		51,421	44,383	76,513	79,190
Net Cost <Savings>					
New Fund		(10,000)	(10,000)		
Transportation Dept		(10,000)	(10,000)		
General Fund		142,969	109,931	187,531	209,621
Transportation Dept		114,219	109,931	187,531	209,621
Metropolitan Council		28,750			
Municipal State Aid Street Fund		(6)	(6)	0	0
Transportation Dept		(6)	(6)	0	0
County State Aid Highway Fund		(6)	(6)	0	0
Transportation Dept		(6)	(6)	0	0
Trunk Highway Fund		3,383	3,093	0	0
Transportation Dept		3,383	3,093	0	0
Metropolitan Area Transit Fund		(56,200)	(58,650)	(111,000)	(130,400)
Metropolitan Council		(56,200)	(58,650)	(111,000)	(130,400)
Greater Minnesota Transit Fund		(51,421)	(44,383)	(76,513)	(79,190)
Transportation Dept		(51,421)	(44,383)	(76,513)	(79,190)
Total Cost <Savings> to the State		28,719	(21)	18	31

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
– No Impact –					
Total FTE					

Fiscal Note – 2005-06 Session

Bill #: S1703-0 Complete Date:

Chief Author: MARKO, SHARON

Title: MODIFY TRANSPORTATION FUNDING PROV

Fiscal Impact	Yes	No
State	X	
Local	X	
Fee/Departmental Earnings	X	
Tax Revenue	X	

Agency Name: Metropolitan Council

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
General Fund		28,750			
Metropolitan Area Transit Fund		169,400	186,700	192,300	199,000
Less Agency Can Absorb					
– No Impact –					
Net Expenditures					
General Fund		28,750			
Metropolitan Area Transit Fund		169,400	186,700	192,300	199,000
Revenues					
Metropolitan Area Transit Fund		225,600	245,350	303,300	329,400
Net Cost <Savings>					
General Fund		28,750			
Metropolitan Area Transit Fund		(56,200)	(58,650)	(111,000)	(130,400)
Total Cost <Savings> to the State		(27,450)	(58,650)	(111,000)	(130,400)

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
– No Impact –					
Total FTE					

Bill Description: This bill provides the following funding to transit:

MVST Distribution

<u>FY 2006 – 2007</u> 31.5% Metro Transit Fund 9% Greater MN Transit	<u>FY 2009</u> 41.5% Metro Transit Fund 14% Greater MN Transit	<u>FY 2011 and Beyond</u> 46% Metro Transit Fund 14% Greater MN Transit
<u>FY 2008</u> 39% Metro Transit Fund 14% Greater MN Transit	<u>FY 2010</u> 44% Metro Transit Fund 14% Greater MN Transit	

Sales Tax: This bill adds a ½ cent sales tax in the seven county metro area starting July 1, 2005.

- 85% of the money goes to the Metropolitan Council for transit
- 15% of the money goes to seven counties for transit-oriented development, transit improvements, and bike/ped improvements. The counties must distribute half to local units of government.

State General Fund: This bill allocates \$28.75 million to the Metropolitan Council and \$8.9 million to MnDOT for Greater Minnesota Transit from the General Fund in FY 2005.

High Speed Rail: \$10 M from trunk highway fund FY 2006 and in FY 2007 for high speed rail planning

Assumptions: The revenue information only provides the fiscal impacts on the Metropolitan Council. It is assumed appropriate agencies will provide fiscal information on the aspects of this legislation as to their impacts.

The sales tax revenues to be collected in the metropolitan area is shown below. The bill shows these revenues to be appropriated from the general fund by the Dept. of Finance for transfer into a special fund within the metropolitan area transit fund. Since this is a technical appropriation the spreadsheet for this fund shows the revenue and expenditure of these funds from the metropolitan area transit fund.

The calculations are based on the Feb. '05 forecasts.

Expenditure/Revenue Formula:

MVST Distribution for metropolitan transit (including the additional fund transfers):

	<u>MVST</u>
2006	\$177.0
2007	\$184.8
2008	\$234.0
2009	\$257.7

New Sales Tax for metropolitan transit

1/2 cent sales tax collections:

FY 2006: \$169.4 M
FY 2007: \$186.7 M
FY 2008: \$192.3 M
FY 2009: \$199.0 M

Of this, 85% is for transit:

FY 2006: \$144
FY 2007: \$158.7
FY 2008: \$163.5
FY 2009: \$169.2

Preliminary

Additional State General Funds for metropolitan transit: \$28.75 M

Total: These revenue sources would provide the following new revenues to the Metropolitan Council for transit programs in the metro area:

	MVST	Sales Tax	SGF	Total
2006	\$56.19	\$144	\$29	\$228.94
2007	\$58.65	\$158.70		\$217.35
2008	\$111.00	\$163.50		\$274.50
2009	\$130.40	\$169.20		\$299.60

The revenue formula is set in state law. The choice of expenditures is left up to the Metropolitan Council.

Long-Term Fiscal Considerations:

These revenue increases would be expected to be ongoing

Local Government Costs:

Local governments would not have costs, but receive 15% of the 0.5 state sales tax increase in the metro area. One-half of this amount would remain with the counties and the other one-half would go to municipalities.

Agency Contact Name: Nacho Diaz, Transp Plng Dir., 651-602-1754
FN Coord Signature: MIKE KUEHN
Date: 04/26/05 Phone: 602-1364

Preliminary

Fiscal Note – 2005-06 Session

Bill #: S1703-0 **Complete Date:** 04/11/05

Chief Author: MARKO, SHARON

Title: MODIFY TRANSPORTATION FUNDING PROV

Fiscal Impact	Yes	No
State		X
Local		X
Fee/Departmental Earnings		X
Tax Revenue		X

Agency Name: Revenue Dept

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
– No Impact –					
Less Agency Can Absorb					
– No Impact –					
Net Expenditures					
– No Impact –					
Revenues					
– No Impact –					
Net Cost <Savings>					
– No Impact –					
Total Cost <Savings> to the State					

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
– No Impact –					
Total FTE					

Preliminary

This bill version has no fiscal effect on our agency.

FN Coord Signature: JOHN POWERS
Date: 04/11/05 Phone: 556-4054

EBO Comments

Because the bill provides that the Department of Revenue's costs associated with assessing and collecting the sales and use taxes are reimbursed to the Department, no departmental costs are detailed on the fiscal note.

EBO Signature: NANCY HOMANS
Date: 04/11/05 Phone: 296-9370

Preliminary

Fiscal Note – 2005-06 Session

Bill #: S1703-0 Complete Date: 04/18/05

Chief Author: MARKO, SHARON

Title: MODIFY TRANSPORTATION FUNDING PROV

Fiscal Impact	Yes	No
State		X
Local		X
Fee/Departmental Earnings		X
Tax Revenue	X	

Agency Name: Public Safety Dept

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
- No Impact -					
Less Agency Can Absorb					
- No Impact -					
Net Expenditures					
- No Impact -					
Revenues					
- No Impact -					
Net Cost <Savings>					
- No Impact -					
Total Cost <Savings> to the State					

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
- No Impact -					
Total FTE					

Preliminary

Bill Description

Senate File 1703 proposes a substantial increase to transit funding through changes in the distribution of revenues attributed to the motor vehicle sales tax and a 0.5% sales tax increase dedicated to transit in the seven county metropolitan area. Appropriations are made, effective July 1, 2005, from the General Fund that also provide increased funding for both metropolitan area and greater Minnesota transit programs. The bill also proposes funding for a proposed new High Speed Rail Fund by reducing for fiscal years 2006 and 2007 the revenues from the motor vehicle sales tax that would ultimately be received by the Trunk Highway Fund and instead depositing these revenues in the proposed new fund.

Assumptions

Expenditure and/or Revenue Formula

Changes in allocation of revenues from motor vehicle sales tax are reflected in MnDOT's fiscal note. No additional costs are anticipated by Driver & Vehicle Services Division with the changes in allocation of motor vehicle sales tax revenues.

Long-Term Fiscal Considerations

Local Government Costs

References/Sources

Agency Contact Name: Larry Ollila 651 296-2497
FN Coord Signature: FRANK AHRENS
Date: 04/14/05 Phone: 296-9484

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: NORMAN FOSTER
Date: 04/18/05 Phone: 215-0594

Preliminary

Fiscal Note – 2005-06 Session

Bill #: S1703-0 Complete Date: 04/18/05

Chief Author: MARKO, SHARON

Title: MODIFY TRANSPORTATION FUNDING PROV

Fiscal Impact	Yes	No
State	X	
Local	X	
Fee/Departmental Earnings		X
Tax Revenue	X	

Agency Name: Transportation Dept

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
General Fund		8,900			
Less Agency Can Absorb					
- No Impact --					
Net Expenditures					
General Fund		8,900			
Revenues					
New Fund		10,000	10,000		
General Fund		(105,319)	(109,931)	(187,531)	(209,621)
Municipal State Aid Street Fund		6	6	0	0
County State Aid Highway Fund		6	6	0	0
Trunk Highway Fund		(3,383)	(3,093)	0	0
Greater Minnesota Transit Fund		51,421	44,383	76,513	79,190
Net Cost <Savings>					
New Fund		(10,000)	(10,000)		
General Fund		114,219	109,931	187,531	209,621
Municipal State Aid Street Fund		(6)	(6)	0	0
County State Aid Highway Fund		(6)	(6)	0	0
Trunk Highway Fund		3,383	3,093	0	0
Greater Minnesota Transit Fund		(51,421)	(44,383)	(76,513)	(79,190)
Total Cost <Savings> to the State		56,169	58,629	111,018	130,431

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
- No Impact --					
Total FTE					

Preliminary

Bill Description

Senate File 1703 proposes a substantial increase to transit funding through changes in the distribution of revenues attributed to the motor vehicle sales tax and a 0.5% sales tax increase dedicated to transit in the seven county metropolitan area. Appropriations are made, effective July 1, 2005, from the General Fund that also provide increased funding for both metropolitan area and greater Minnesota transit programs. The bill also proposes funding for a proposed new High Speed Rail Fund by reducing for fiscal years 2006 and 2007 the revenues from the motor vehicle sales tax that would ultimately be received by the Trunk Highway Fund and instead depositing these revenues in the proposed new fund.

Section 1 creates the proposed high speed rail fund.

Section 2 proposes an amendment to the sales tax on motor vehicles statute (M.S. 297B). The amendment would increase the percentages allocated to the Greater Minnesota Transit Fund and to Metropolitan Area Transit Fund, create a special distribution to the proposed high speed rail fund for fiscal years 2006 and 2007, and decrease the percentage allocated to the General Fund.

Sections 3 through 8 contain the provisions related to the 0.5% metropolitan area sales tax dedicated to transit.

Section 3 defines the metropolitan transportation area as the area within Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, and Washington counties.

Sections 4 – 8 prescribe the processes related to the 0.5% metropolitan area sales tax. They provide that the net revenues from this tax would be deposited in the General Fund. This revenue would be appropriated to the Commissioner of Finance for transfer to a proposed metropolitan transportation sales tax account in the Metropolitan Area Transit Fund.

Section 9 appropriates \$28.75 million to the Metropolitan Area Transit Fund and \$8.9 million to the Greater Minnesota Transit Fund. These appropriations are from the General Fund and would occur on July 1, 2005.

Assumptions

Money would not be directly distributed from the Highway User Tax Distribution Fund to the proposed High Speed Rail Fund, as described in Section 2, paragraph (g). A separate mechanism would be used to make this transfer prior to the money being deposited in the Highway User Tax Distribution Fund. (The provision, as drafted in the bill, does not seem to be consistent with Article XIV of the Minnesota Constitution.)

Changes in Revenues and Expenditures

Funds under the jurisdiction of the Department of Transportation would receive changed revenues as a result of the proposed provisions in Section 2. For all revenue that is required to be distributed to the Highway User Tax Distribution Fund shown in this fiscal note, the amounts are shown as being received by the three funds that ultimately receive those revenues after required distributions. The reason for this is that constitutional (Article XIV) and statutory (M.S. 161.081) provisions require that these revenues be distributed to the funds and accounts shown below.

1. Trunk Highway Fund (TH)	58.90%
2. County State Aid Highway (CSAH) Fund	32.55%
CSAH further allocated as follows:	
Regular Distribution	27.55%
Flexible Highway Account	2.675%
Township Roads	1.525%
Township Bridges	0.8%
3. Municipal State Aid Street (MSAS) Fund	8.55%

Section 2 -- Change in Allocation of Revenues From Motor Vehicle Sales Tax

The bill proposes a change in the allocation of revenues that are received from the motor vehicle sales tax. The specific changes are shown in the table below.

Percents of Motor Vehicle Sales Tax Revenues Allocated to Various Funds:
Current Versus Proposed In Senate File 1703

Preliminary

Fiscal Year	2005	2006	2007	2008	2009	2010	2011 & beyond
Highway User Tax Distribution Fund	30	32	32	32	32	32	32
County State Aid Highway Fund	0.65	0	0	0	0	0	0
Municipal State Aid Street Fund	0.17	0	0	0	0	0	0
Greater Minnesota Transit Fund	1.43	9	9	14	14	14	14
Metropolitan Area Transit Fund	21.5	31.5	31.5	39	41.5	44	46
General Fund	46.25	27.5	27.5	15	12.5	10	8

Note that under current law the percentages change in 2008, compared to what is shown above for 2005. The percentages in 2008 and beyond under current law are:

Highway User Tax Distribution Fund	32
Greater Minnesota Transit Fund	1.25
Metropolitan Area Transit Fund	20.5
General Fund	46.25

In addition to these changes the bill also directs that, for fiscal years 2006 and 2007, \$10 million in each year of the amount that would under normal procedures be transferred to the Trunk Highway Fund should instead be deposited in the proposed High Speed Rail Fund.

These changes would result in the changes in revenues to the funds listed above, as shown below.

(dollars in thousands)

Fund	FY 06	FY 07	FY 08	FY 09
Trunk Highway	(3,383)	(3,093)	0	0
County State Aid Highway	6	6	0	0
Municipal State Aid Street	6	6	0	0
Greater Minnesota Transit	42,521	44,383	76,513	79,190
Metropolitan Area Transit	56,170	58,630	111,019	130,431
High Speed Rail Fund	10,000	10,000	0	0
General Fund	(105,319)	(109,931)	(187,531)	(209,621)

These amounts, except for the amounts for the Metropolitan Area Transit Fund, have been entered on the front page of the fiscal note (see below, however, for fiscal year 2006 amount for the Greater Minnesota Transit Fund). The Metropolitan Council's fiscal note will contain the increased revenue for the Metropolitan Area Transit Fund.

Sections 3 – 8: 0.5% -- Metropolitan Area Sales Tax

These provisions would provide for increased revenue to the Metropolitan Area Transit Fund; they therefore do not directly affect Mn/DOT.

Section 9 – General Fund Appropriations for Transit

This section proposes that \$28,750,000 be appropriated from the General Fund for transfer to the Metropolitan Area Transit Fund and \$8,900,000 be appropriated for transfer to the Greater Minnesota Transit Fund, effective July 1, 2005. Based on this \$8,900,000 is added to the amount of additional revenue for fiscal year 2006 for the Greater Minnesota Transit Fund in Mn/DOT's fiscal note. Thus, the amount entered on the fiscal note for fiscal year 2006 is \$42,521 (from the table above) plus \$8,900, for a total of \$51, 421.

In addition, the \$8,900,000 is shown as an expenditure from the General Fund. (The \$28,750,000 portion of this appropriation will be addressed in the Metropolitan Council's fiscal note.)

Preliminary

Long-Term Fiscal Considerations

The percentage of motor vehicle sales tax revenue allocated to the Metropolitan Area Transit Fund would continue to increase beyond fiscal year 2009 (an increase of 2.5% in fiscal year 2010, and another increase of 2% in 2011); the percentage allocated to the General Fund would decrease by the same percentages for these two years.

Local Government Costs

References/Sources

FN Coord Signature: BRUCE BRIESE
Date: 04/13/05 Phone: 297-1203

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: NORMAN FOSTER
Date: 04/18/05 Phone: 215-0594

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Senate

State of Minnesota

S.F. No. 1703 – Relating to Transportation Finance

Author: Senator Sharon Marko

Prepared by: Amy Vennewitz, Fiscal Analyst (651/296-7681)
Bonnie Berezovsky, Senate Counsel (651/296-9191)

Date: April 28, 2005

Section 1 creates a high speed rail fund in the state treasury. Money in the fund is appropriated to the commissioner for the planning and design, including environmental studies, of the high speed rail corridor between the Twin Cities and Chicago.

Section 2 (a) Specifies the deposit of revenues from the motor vehicle sales tax as follows below.

(b) From July 1, 2005 to June 30, 2007, 32 percent (increased from 30 percent) to the highway user fund, 31.5 percent (increased from 21.5 percent) to the metropolitan area transit fund, 9 percent (increased from 1.43 percent) to the Greater Minnesota transit fund, and the remaining money to the general fund (27.5 percent, decreased from 46.25 percent).

(c) From July 1, 2007 to June 30, 2008, 32 percent to the highway user fund, 39 percent to the metropolitan area transit fund, 14 percent to the Greater Minnesota transit fund, and the remaining money to the general fund (15 percent).

(d) From July 1, 2008 to June 30, 2009, 32 percent to the highway user fund, 41.5 percent to the metropolitan area transit fund, 14 percent to the Greater Minnesota transit fund, and the remaining money to the general fund (12.5 percent).

(e) From July 1, 2009 to June 30, 2010, 32 percent to the highway user fund, 44 percent to the metropolitan area transit fund, 14 percent to the Greater Minnesota transit fund, and the remaining money to the general fund (10 percent).

(f) On and after July 1, 2010, 32 percent to the highway user fund, 46 percent to the metropolitan area transit fund, 14 percent to the Greater Minnesota transit fund, and the remaining money to the general fund (8 percent).

(g) In fiscal years 2006 and 2007, the commissioner must transfer \$10 million from the amount to be credited to the trunk highway fund from the amount deposited in the highway user tax distribution fund to the high speed rail fund.

Section 3 defines the metropolitan transportation area as the counties of Anoka, Carver, Dakota, Hennepin, Ramsey, Scott and Washington.

Section 4 imposes an additional sales tax of one half of one percent in the metropolitan transportation area. This section is effective for sales made after June 30, 2005.

Section 5 requires the sales tax imposed to be paid to the commissioner of revenue with other sales taxes imposed by chapter 297A. The commissioner must credit the sales tax to the general fund.

Section 6, subdivision 1 appropriates the revenue collected from the sales tax, less the cost of collection, to the commissioner of finance for transfer to the metropolitan transportation sales tax account within the metropolitan area transit fund.

Subdivision 2 specifies that money in the metropolitan transportation sales tax account is appropriated: (1) 85 percent to the Metropolitan Council for the capital and operating costs of bus, rail and paratransit service within the metropolitan area and to provide for implementation of the Metropolitan Council's 2030 Transportation Policy Plan by 2020; and (2) 15 percent to the Metropolitan Council for distribution based on population to the counties in the metropolitan transportation area. Each county must receive a minimum distribution of \$1.5 million. The money must be used as provided in section 7.

Section 7, subdivision 1 requires a county receiving money under section 6 to distribute 50 percent of the funds to cities and towns within the county. A city or town must apply for a grant from the county to receive the funds. The application must contain information specifying the project, amount of funds requested and how the funds will be expended. Funds may be used by the county, city or town only to plan, design, build, maintain, promote and operate public transit, bicycle and pathway programs, pedestrian programs, plan and provide transportation infrastructure for transit-oriented development and provide the local match for federal transportation grants.

Subdivision 2 specifies that to be eligible to receive money from the Metropolitan Council a county must by January 1, 2006, create a special account and accounting procedures to ensure the money is spent only for the allowable purposes. By April 1st of each year, the county must submit a report to the Council detailing how the money was spent, the resulting increase in transit, bicycle and pedestrian travel and the impact on roadway congestion and the need for vehicle parking. The chair of the Council must withhold funds if a county fails to comply with the requirements. If a

county has not met the requirements by the date of the following year's distribution, the funds must be included in the distribution to the other qualifying counties.

Subdivision 3 requires the Council by July 1st of each odd numbered year, to report to the legislative committees with jurisdiction over transportation on how the money was spent and the resulting improvements in transit, bicycle and pedestrian travel.

Section 8 makes sections 3 to 7 effective in the metropolitan area.

Section 9 appropriates, on July 1, 2005, \$37.65 million from the general fund for deposit \$28.75 million to the metropolitan area transit fund and \$8.9 million to the Greater Minnesota transit fund.

Envision Twin Cities Transitways



Northwest Corridor
Bus Rapid Transit



Cedar Avenue Corridor
A 16-mile busway running from the Mall of America south to Burnsville, Eagan, Apple Valley and Lakeville.



Central Corridor
An 11-mile light rail line connecting downtown St. Paul and downtown Minneapolis by way of University and Washington Avenues.



Hiawatha Light Rail Transit Line
A 12-mile light rail line running south from downtown Minneapolis to the Airport and the Mall of America.



Midtown Greenway
A bicycle trail and walking path within a wider Greenway corridor that connects the Chain of Lakes to the Mississippi River in South Minneapolis. The Greenway lies parallel to and one block north of Lake Street. A streetcar line is planned to run through the Midtown Greenway in the future.



Northstar Corridor
A 40-mile six-station commuter rail linking downtown Minneapolis to Big Lake.



Northwest Corridor
A 22-mile busway from Minneapolis northwest to Robbinsdale, Crystal, Brooklyn Park, Osseo, Dayton, Maple Grove and Rogers.



Red Rock Corridor
A 30-mile commuter rail corridor running north along Highway 61 from Hastings to St. Paul and on to Minneapolis.



Rush Line Corridor
An 80-mile corridor connecting downtown St. Paul with Hinkley.



Southwest Transitway
An approximately 14-mile light rail corridor extending southwest from downtown Minneapolis through Hopkins, St. Louis Park, Minnetonka and Eden Prairie.



Busways
High capacity, express bus service on dedicated bus lanes or designated streets.



Commuter Rail
Diesel-propelled trains for passenger service typically between a central city and suburbs. Stations are spaced approximately five miles apart with less frequent service than light rail. Tracks are often shared with freight rail.



Light Rail
One to three car trains powered by overhead electric wires running on dedicated right-of-way that is often shared with motor vehicles. Stations spaced one-quarter to one mile apart with frequent all day service.

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TRANSIT for



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Summary of Transportation Choices 2020 Initiative - HF 1735 / SF 1703

Overview

Transportation Choices 2020 would provide increased, stable and secure funding for transit and for bicycle and pedestrian projects in Minnesota. It would:

- 1) Fund full implementation of the transit portion of the Metropolitan Council's *Transportation Policy Plan* including expanded bus service, new park and ride capacity, and eight dedicated transitways - both bus and rail - by 2020 rather than 2030 or some later date
- 2) Provide revenue to local units of government in the metropolitan area to allocate toward transit, bicycle, and pedestrian projects
- 3) Expand transit in Greater Minnesota to all counties, extend service to more municipalities within counties, and provide more evening and weekend service.
- 4) Allocate money for planning and design of High Speed Rail as part of the Midwest Regional Rail Initiative

The initiative would be funded by a new one-half cent regional sales tax in the seven county metropolitan area and phasing in additional revenue from the state's Motor Vehicle Sales Tax. If passed by the legislature and signed by the Governor, the bill would go into effect on July 1, 2005 and the first money would be available on January 1, 2006.

Rationale

Transit investment in the Twin Cities region lags far behind U.S. regions of similar size. The Twin Cities region has a smaller bus system, fewer miles of rail transit, and lower transit ridership. The region secures fewer federal New Starts grants than our peers. Transit service in Greater Minnesota is limited. Because transit lacks secure and stable funding, it has been subjected to repeated cuts. Unlike roads, transit funding is not constitutionally dedicated and less than half of the budget is even statutorily dedicated. Minnesota's trunk highway system has had dedicated funding for nearly 50 years which has provided ongoing money for expansion projects and allows Minnesota to maximize federal funding for roads.

Expanding public transit is critical to Minnesota's quality of life and economic vitality. With stable, increased funding, our region's transit system can expand to meet the mobility and access demands of the 21st century. A fully funded transit system with multimodal hubs will give all Minnesotans alternatives to being stuck in traffic or stuck at home. When transit moves more people during rush hour, it reduces the need for costly expansion of highways and parking lots and reduces dependence on imported oil. In regions with a greater reliance on public transit, families spend less of their income on transportation and the elderly, disabled, and those without access to a car have more independence and opportunities. Transportation choices contribute to improved health and protect our air and water quality.

In other major metropolitan regions, the most common source of revenue for transit is a regional sales tax of one-half to a full cent. Atlanta, Cleveland, Dallas, Denver, and Houston all have a one cent regional sales tax, San Jose has a one-half cent, St. Louis has three-fourth cent and Seattle has eight-tenths of a cent dedicated for public transit.

Components of the bill

1. A new half-cent regional sales tax in the seven county metropolitan area would be distributed:

- **85% (approximately \$191 million) to the Metropolitan Council** for Metro Transit, the Opt-outs, Metro Mobility, and other transit services for capital and operating costs of bus, rail, and paratransit service. The sales tax will provide for full implementation of the Metropolitan Council's *Transportation Policy Plan* by 2020 including:
 - 1) Expanded express and local bus service and facilities,
 - 2) Transitway planning, design and construction for the Northwest Busway, Central Corridor light rail, Southwest Corridor light rail, Cedar Avenue transitway, Red Rock commuter rail, Rush line transitway, I-35W transitway, and
 - 3) High priority express bus and park and ride service for I-94 West Corridor, Highway 10/252/65 corridor, Highway 212/169 corridor, I-394 corridor. I-35E North corridor, I-94 East Corridor, I-35W North, Highway 52/55 corridor, Highway 36 corridor, I-35E South.

- **15% (approximately \$34 million annually) to the Metropolitan Council** for pass through to counties on a per-capita basis for planning design, maintenance, construction, promotion, and operation of public transit, bicycle and pedestrian projects, and for planning of transit oriented development. Half of this money would be provided by counties to municipalities on a pass through basis.

2. The percentage of the state Motor Vehicle Sales Tax dedicated to metropolitan area transit fund would be increased from the current 21.5 percent to 46 percent by 2011 to: 1) replace the current general fund appropriation that now goes to metropolitan area transit, and 2) ensure implementation of the transit portion of the Metropolitan Council *Transportation Policy Plan* by 2020. This change would secure the \$57.5 million in general fund dollars that were allocated to metro area transit in 2005 and raise an additional \$83 million by 2011.

3. The percentage of the state Motor Vehicle Sales Tax dedicated to Greater Minnesota Transit would be increased from the current 1.43 percent to 14 percent by 2009 to: 1) replace the current general fund appropriation that now goes to Greater Minnesota transit, and 2) provide for expansion of transit in Greater Minnesota. This change would secure the \$15.8 million in general fund dollars that were allocated to greater Minnesota transit in 2005 and raise an additional \$57 million by 2008. Additional funding would provide for operation of transit service in all 81 counties including the seven counties without any current service, extend service to more municipalities within counties, and provide more extensive service including evening and weekend service.

4. Allocate approximately \$10 million for the 2006-07 biennium for planning and design of high speed rail within Minnesota as part of the Midwest Regional Rail Initiative. The \$10 million would come from a two percent increase in the MVST and an allocation of \$10 million of those dollars to the Minnesota Department of Transportation for purposes of Regional Rail.

Transportation Choices 2020 Endorsements as of April 5, 2005

1. Alliance for Metropolitan Stability
2. Amalgamated Transit Union Local 1005
3. AFL-CIO Minnesota
4. American Institute of Architects Minnesota
5. American Heart Association
6. Environmental Justice Advocates of Minnesota
7. Friends of the Parks and Trails of Ramsey County
8. Isaiah
9. Jewish Community Action
10. Metropolitan Interfaith Council on Affordable Housing
11. Midtown Greenway Coalition
12. Minnesota Center for Independent Living
13. Minnesota Consortium for Citizens with Disabilities and its member organizations
14. Minnesota Public Health Association
15. Minnesota Public Transit Association
16. Minnesota Senior Federation
17. Minnesotans for an Energy Efficient Economy
18. National Federation of the Blind of Minnesota
19. Service Employees International Union Local 26
20. Sierra Club Northstar Chapter
21. Thousand Friends of Minnesota
22. Transit for Livable Communities
23. Twin Cities Bicycle Club
24. United Food and Commercial Workers Union Local 789
25. University United

METRO AREA TRANSIT NEEDS 2005 to 2020 - State share of unmet needs (in millions)

\$2005 constant \$	To double transit ridership by increasing bus service and completing transitways by 2020																Total	Avg	
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2005-20	\$ Needed	
BUS CAPITAL NEEDS -2004\$																			
Increase system by 80% by 2020 (1)		65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	65.0	975.6	
Debt service maintenance on regional bonding (2)								20.1	20.1	20.1	20.1	19.6						100.0	
US OPERATING NEEDS -2004\$																			
Maintain current system (3) 85% of 2004 (4)	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	187.0	2992.0	
Percentage increase of bus system by year (100)%		6.7	13.3	20.0	26.7	33.4	40.1	46.8	53.5	60.2	66.9	73.6	80.3	87.0	93.7	100.4			
Increase system by 80% by 2020 (8)		11.1	22.1	33.3	44.4	55.5	66.6	77.7	88.9	100.0	111.1	122.2	133.4	144.5	155.6	166.0	1332.4		
BUS OP/CAP NEEDS TOTAL		76.2	87.2	98.3	109.4	120.5	151.8	162.9	174.0	185.1	195.7	187.3	198.4	209.5	220.6	231.0	2408.0	160.5	
TRANSITWAYS-CAPITAL NEEDS (4)	Project Cost-total																		
Hiawatha LRT (5)	715																		0.0
Northstar CR (6)	266	37.5	50.8																88.3
NW Buswy (6)	92	2.2	33.1																35.3
Central LRT (7)	840	5.0	21.3	59.7	57.8	59.7	55.9	58.8											318.4
Oedar Buswy (8)	119	10.5		21.0	3.8	19.3	8.4												63.0
Red Rock CR (9)	262	1.1			41.4	41.4	11.9	15.7	4.2										115.7
Rush Line CR (10)	191	1.1										21.5	21.5	21.3	21.3				86.7
Southwest LRT (10)	805	0.4	0.9							19.8	55.7	91.1	97.9	72.6					338.3
Midtown Grwy Streetcar (12)	53										2		11.0	9.0	9.0	4.0	4.8		39.8
Union Depot (13)	189	2.6								2.6	11.2	11.2	10.5	10.5	6.8	6.8	8.3	8.3	78.9
High Speed Rail (14)	600										32.3	32.3	32.3	10.8					107.7
Subtotal Transitways-Capital	4031	60.5	106.1	80.7	61.6	120.5	105.7	70.7	38.1	103.4	136.6	140.7	126.3	37.3	37.1	33.6	13.0	1272.0	84.8
Total Federal New Starts \$ assumed by year (15)		32.5	48.0	100.0	89.1	105.3	104.0	100.3	100	24.25	100	100	100					1003.4	66.9
Total Other Fed \$ assumed by year (15)		17.5	7.3	20.4	3.6	23.0		8.0	0.8	113.3	113.3	117.7	136.3	41.8	33.5	33.3	9.8	679.5	45.3
TRANSITWAYS-OPER. NEEDS (16)																			
Hiawatha LRT (16)		12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	12.3	196.8
Northstar CR (16)					7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	7.6	99.0
Northwest Buswy (17)				5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	5.1	71.8
Central LRT (16)										3.7	3.7	3.7	3.7	3.7	3.7	3.7	3.7	3.7	33.2
Oedar Buswy (18)				0.9	0.9	0.9	0.9	0.9		4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	54.1
Red Rock CR (19)											8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	61.8
Rush Line CR (19)																			8.8
SW LRT (20)														14.4	14.4	14.4	14.4	14.4	57.8
MT Grwy (16)																		1.9	1.9
Union Depot (16)																			
High Speed Rail (21)														29.1	29.1	29.1	29.1		
Subtotal Transitways-Operating		12.3	12.3	18.3	25.9	25.9	25.9	25.9	32.8	32.8	41.6	41.6	41.6	102.4	102.4	102.4	113.1	757.2	50.5
TRANSITWAYS OP/CAP NEEDS		72.8	118.4	99.1	87.5	146.4	131.7	96.6	70.9	136.1	178.2	182.3	167.9	139.7	139.5	135.9	126.1	2029.2	135.3
BUS TRANSITWAYS OP/CAP TOTAL		72.8	194.6	186.2	185.8	255.8	252.2	248.4	233.7	310.1	363.3	378.0	355.2	338.1	349.0	356.6	357.2	4437.1	\$295.81
% local transit/bike/walk (21)		80.1	214.0	204.9	204.4	281.4	277.4	273.2	257.1	341.2	399.7	415.8	390.7	371.9	383.9	392.2	392.9	4880.8	\$325.39