

1.1 **Senator Jasinski from the Committee on Local Government Policy, to which was**  
1.2 **referred**

1.3 **S.F. No. 4214:** A bill for an act relating to local government; providing additional  
1.4 investment authority for certain self-insurance pools; proposing coding for new law in  
1.5 Minnesota Statutes, chapter 118A.

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

1.7 Page 1, after line 5, insert:

1.8 "Section 1. Minnesota Statutes 2020, section 118A.09, subdivision 1, is amended to read:

1.9 Subdivision 1. **Definition; qualifying government.** "Qualifying government" means:

1.10 (1) a county or statutory or home rule charter city with a population of more than 100,000;

1.11 (2) a county or statutory or home rule charter city ~~which had its most recently issued~~  
1.12 ~~general obligation bonds rated in the highest category by a national bond rating agency~~  
1.13 whose most recent long-term, senior, general obligation rating by one or more national  
1.14 rating organizations in the prior 18-month period is AA or higher; or

1.15 (3) a self-insurance pool listed in section 471.982, subdivision 3.

1.16 A county or statutory or home rule charter city with a population of 100,000 or less that is  
1.17 a qualifying government, but is subsequently ~~rated less than the highest category by a~~  
1.18 ~~national bond rating agency on a general obligation bond issue~~ does not meet the threshold  
1.19 under clause (2), may not invest additional funds under this section but may continue to  
1.20 manage funds previously invested under subdivision 2.

1.21 **EFFECTIVE DATE.** This section is effective July 1, 2022.

1.22 Sec. 2. Minnesota Statutes 2020, section 118A.09, subdivision 2, is amended to read:

1.23 Subd. 2. **Additional investment authority.** Qualifying governments may invest the  
1.24 amount described in subdivision 3:

1.25 (1) in index mutual funds based in the United States and indexed to a broad market  
1.26 United States equity index, on the condition that index mutual fund investments must be  
1.27 made directly with the main sales office of the fund; or

1.28 (2) with the Minnesota State Board of Investment subject to such terms and minimum  
1.29 amounts as may be adopted by the board. ~~Index mutual fund investments must be made~~  
1.30 ~~directly with the main sales office of the fund.~~

1.31 **EFFECTIVE DATE.** This section is effective July 1, 2022."

2.1 Page 1, line 11, delete "according to the limitations under subdivision 3"

2.2 Renumber the sections in sequence

2.3 Amend the title as follows:

2.4 Page 1, line 3, after "pools" insert "and qualifying governments"

2.5 Amend the title numbers accordingly

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



2.7 .....  
2.8 (Committee Chair)

2.9 March 29, 2022.....  
2.10 (Date of Committee recommendation)