

1.1 Senator moves to amend the SCS1424A-3 amendment to S.F. No. 1424 as
1.2 follows:

1.3 Page 12, after line 19, insert:

1.4 "Sec. 23. Minnesota Statutes 2022, section 16B.32, subdivision 1, is amended to read:

1.5 Subdivision 1. **Alternative energy sources.** ~~Plans prepared by the commissioner for a~~
1.6 ~~new building or for a renovation of 50 percent or more of an existing building or its energy~~
1.7 ~~systems must include designs which use active and passive solar energy systems, earth~~
1.8 ~~sheltered construction, and other alternative energy sources where feasible. (a) If the~~
1.9 incorporation of cost-effective energy efficiency measures into the design, materials, and
1.10 operations of a building or major building renovation subject to section 16B.325 is not
1.11 sufficient to meet Sustainable Building 2030 energy performance standards required under
1.12 section 216B.241, subdivision 9, cost-effective renewable energy sources or solar thermal
1.13 energy systems, or both, must be deployed to achieve those standards.

1.14 (b) The commissioners of administration and commerce shall review compliance of
1.15 building designs and plans subject to this section with Sustainable Building 2030 performance
1.16 standards developed under section 216B.241, subdivision 9, and shall make recommendations
1.17 to the legislature as necessary to ensure that those performance standards are met.

1.18 (c) For the purposes of this section:

1.19 (1) "energy efficiency" has the meaning given in section 216B.2402, subdivision 7;

1.20 (2) "renewable energy" has the meaning given in section 216B.2422, subdivision 1,
1.21 paragraph (c), and includes hydrogen generated from wind, solar, or hydroelectric; and

1.22 (3) "solar thermal energy systems" has the meaning given to "qualifying solar thermal
1.23 project" in section 216B.2411, subdivision 2, paragraph (e).

1.24 Sec. 24. Minnesota Statutes 2022, section 16B.32, subdivision 1a, is amended to read:

1.25 Subd. 1a. **Onsite energy generation from renewable sources.** ~~A state agency that~~
1.26 ~~prepares a predesign for a new building must consider meeting at least two percent of the~~
1.27 ~~energy needs of the building from renewable sources located on the building site. For~~
1.28 ~~purposes of this subdivision, "renewable sources" are limited to wind and the sun. The~~
1.29 ~~predesign must include an explicit cost and price analysis of complying with the two-percent~~
1.30 ~~requirement compared with the present and future costs of energy supplied by a public~~
1.31 ~~utility from a location away from the building site and the present and future costs of~~
1.32 ~~controlling carbon emissions. If the analysis concludes that the building should not meet at~~

2.1 ~~least two percent of its energy needs from renewable sources located on the building site,~~
2.2 ~~the analysis must provide explicit reasons why not. The building may not receive further~~
2.3 ~~state appropriations for design or construction unless at least two percent of its energy needs~~
2.4 ~~are designed to be met from renewable sources, unless the commissioner finds that the~~
2.5 ~~reasons given by the agency for not meeting the two-percent requirement were supported~~
2.6 ~~by evidence in the record.~~ The total aggregate nameplate capacity of all renewable energy
2.7 sources utilized to meet Sustainable Building 2030 standards in a state-owned building or
2.8 facility, including any subscription to a community solar garden under section 216B.1641,
2.9 may not exceed 120 percent of the average annual electric energy consumption of the
2.10 state-owned building or facility."

2.11 Page 14, after line 27, insert:

2.12 "Sec. 28. Minnesota Statutes 2022, section 16B.87, subdivision 2, is amended to read:

2.13 Subd. 2. **Award and terms of loans.** (a) An agency shall apply for a loan on a form
2.14 developed by the commissioner of administration that requires an applicant to submit the
2.15 following information:

2.16 (1) a description of the proposed project, including existing equipment, structural
2.17 elements, operating characteristics, and other conditions affecting energy use that the energy
2.18 conservation improvements financed by the loan modify or replace;

2.19 (2) the total estimated project cost and the loan amount sought;

2.20 (3) a detailed project budget;

2.21 (4) projections of the proposed project's expected energy and monetary savings;

2.22 (5) information demonstrating the agency's ability to repay the loan;

2.23 (6) a description of the energy conservation programs offered by the utility providing
2.24 service to the state building from which the applicant seeks additional funding for the project;
2.25 and

2.26 (7) any additional information requested by the commissioner.

2.27 (b) The committee shall review applications for loans and shall award a loan based upon
2.28 criteria adopted by the committee. A loan made under this section must:

2.29 (1) be at or below the market rate of interest, including a zero interest loan; and

2.30 (2) have a term no longer than ~~seven~~ ten years.

2.31 (c) In making awards, the committee shall give preference to:

3.1 (1) applicants that have sought funding for the project through energy conservation
3.2 projects offered by the utility serving the state building that is the subject of the application;
3.3 and

3.4 (2) to the extent feasible, applications for state buildings located within the electric retail
3.5 service area of the utility that is subject to section 116C.779."

3.6 Page 27, delete section 46 and insert:

3.7 "Sec. 49. **REPEALER.**

3.8 (a) Minnesota Statutes 2022, section 136F.03, is repealed.

3.9 (b) Minnesota Statutes 2022, section 16B.24, subdivision 13, is repealed.

3.10 (c) Minnesota Statutes 2022, sections 179.90; and 179.91, are repealed.

3.11 (d) Minnesota Statutes 2022, sections 16B.323, subdivisions 1 and 2; and 16B.326, are
3.12 repealed."

3.13 Page 29, line 28, before "A" insert "(a)"

3.14 Page 29, line 29, before the period, insert ", with the exception of specific investments
3.15 authorized under section 11A.24, subdivision 6, paragraph (a), clauses (1) to (5)\"

3.16 Page 29, after line 29, insert:

3.17 "(b) Investments authorized under this section are subject to the limitations under section
3.18 11A.24.

3.19 (c) A qualifying government may invest with the State Board of Investment subject to
3.20 the terms and minimum amounts adopted by the State Board of Investment."

3.21 Renumber the sections in sequence and correct the internal references

3.22 Amend the title accordingly