

SF4011 - 0 - Sustainable Aviation Fuel Definition Modified

Chief Author: **Aric Putnam**
 Committee: **Agriculture and Rural Development**
 Date Completed: **3/7/2024 9:05:12 AM**
 Agency: **Agriculture Dept**

State Fiscal Impact	Yes	No
Expenditures		X
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative.
 Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium	
	FY2023	FY2024	FY2025	FY2026	FY2027
Dollars in Thousands					
Total	-	-	-	-	-
Biennial Total			-		-

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2023	FY2024	FY2025	FY2026	FY2027
Total	-	-	-	-	-

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Chloe Burns **Date:** 3/7/2024 9:05:12 AM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2023	FY2024	FY2025	FY2026	FY2027
Total		-	-	-	-	-
Biennial Total				-		-
1 - Expenditures, Absorbed Costs*, Transfers Out*						
Total		-	-	-	-	-
Biennial Total				-		-
2 - Revenues, Transfers In*						
Total		-	-	-	-	-
Biennial Total				-		-

Bill Description

This bill is a technical correction modifying the definition of Sustainable Aviation Fuel (SAF) in Minnesota Statutes 41A.30. This technical correction adds gaseous carbon oxides derived from biomass or direct air capture, and green electrolytic hydrogen as SAF feedstocks.

Assumptions

MDA assumes there will not be additional costs to the agency to administer the Sustainable Aviation Fuel Tax Credit because of the technical correction. In 2023, the Legislature appropriated \$7.4 million in fiscal year 2025, \$2.1 million in fiscal year 2026 and \$2.1 million in fiscal year 2027 for SAF tax credits. The Commissioner of Agriculture must allocate tax credit certificates on a first-come, first-served basis. MDA assumes that there will be no change to the total dollar value of SAF tax credit certificates issued as a result of the technical correction.

Expenditure and/or Revenue Formula

NA

Long-Term Fiscal Considerations

NA

Local Fiscal Impact

NA

References/Sources

NA

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