

SENATE  
STATE OF MINNESOTA  
NINETY-FOURTH SESSION

S.F. No. 1552

(SENATE AUTHORS: KUPEC, Putnam, Dornink and Westrom)

DATE	D-PG	OFFICIAL STATUS
02/17/2025	420	Introduction and first reading Referred to Agriculture, Veterans, Broadband, and Rural Development
02/24/2025	473	Comm report: To pass
	473	Second reading
02/27/2025	582a	Special Order: Amended
	582	Third reading Passed as amended
03/13/2025	731	Returned from House Presentment date 03/14/25
	948	Governor's action Approval 03/17/25
	948	Secretary of State Chapter 1 03/17/2025

1.1

A bill for an act

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relating to agriculture; modifying financial reporting requirements for grain buyers;

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amending Minnesota Statutes 2024, section 223.17, subdivision 6.

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

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Section 1. Minnesota Statutes 2024, section 223.17, subdivision 6, is amended to read:

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Subd. 6. **Financial statements.** (a) Except as allowed in paragraph (c), a grain buyer

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licensed under this chapter must annually submit to the commissioner a financial statement

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prepared, reviewed, or audited by a third-party independent accountant or certified public

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accountant in accordance with ~~generally accepted accounting principles~~ national or

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international accounting standards. The annual financial statement required under this

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subdivision must also:

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(1) include; but not be limited to the following:

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(i) a balance sheet;

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(ii) a statement of income (profit and loss);

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(iii) a statement of retained earnings;

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(iv) a statement of ~~changes in financial position~~ cash flow; and

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(v) a statement of the dollar amount of grain purchased in the previous fiscal year of the

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grain buyer;

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(2) be accompanied by a ~~compilation~~ report of the financial statement that is prepared

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by a grain commission firm or a management firm approved by the commissioner or by an

independent public accountant, in accordance with standards established by the American Institute of Certified Public Accountants or similar international standards;

(3) be accompanied by a certification by the chief executive officer or the chief executive officer's designee of the licensee, and where applicable, all members of the governing board of directors under penalty of perjury, that the financial statement accurately reflects the financial condition of the licensee for the period specified in the statement;

~~(4) for grain buyers purchasing under \$7,500,000 of grain annually, be reviewed by a certified public accountant in accordance with standards established by the American Institute of Certified Public Accountants, and must show that the financial statements are free from material misstatements; and~~

~~(5)~~ (4) for grain buyers purchasing \$7,500,000 or more of grain annually, be audited or reviewed by a certified public accountant in accordance with standards established by the American Institute of Certified Public Accountants ~~and~~ or similar international standards. An audit must include an opinion statement from the certified public accountant performing the audit; and

(5) for grain buyers purchasing \$17,500,000 or more of grain annually, be audited by a certified public accountant in accordance with standards established by the American Institute of Certified Public Accountants or similar international standards. The audit must include an opinion statement from the certified public accountant performing the audit.

(b) Only one financial statement must be filed for a chain of warehouses owned or operated as a single business entity, unless otherwise required by the commissioner. All financial statements filed with the commissioner are private or nonpublic data as provided in section 13.02.

(c) A grain buyer who purchases grain immediately upon delivery solely with cash; ~~a certified check; a cashier's check; or a postal, bank, or express money order~~, as defined in section 223.16, subdivision 2a, paragraph (b), is exempt from this subdivision if the grain buyer's gross annual purchases are \$1,000,000 or less.

(d) For a grain buyer that qualifies for the exemption in paragraph (c), the commissioner retains the right to require the grain buyer to provide the commissioner with financial reporting based on inspections, any report of nonpayment, or other documentation related to violations of this chapter, chapter 232, or Minnesota Rules, chapter 1562.

(e) To ensure compliance with this chapter, the commissioner must annually review financial statements submitted under paragraph (a).

3.1       ~~(d) (f)~~ The commissioner shall annually provide information on a person's fiduciary  
3.2       duties to each licensee. ~~To the extent practicable, the commissioner must direct each licensee~~  
3.3       ~~to provide this information to all persons required to certify the licensee's financial statement~~  
3.4       ~~under paragraph (a), clause (3).~~

3.5       (g) The commissioner may require a grain buyer to provide additional financial statements  
3.6       or financial reporting, including audited financial statements.

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