SF2373 REVISOR SS S2373-2 2nd Engrossment

SENATE STATE OF MINNESOTA NINETY-FOURTH SESSION

S.F. No. 2373

(SENATE AUTHORS: MCEWEN)

DATE 03/10/2025 715 Introduction and first reading Referred to Labor Comm report: To pass as amended and re-refer to Judiciary and Public Safety 03/27/2025 1088 Comm report: To pass and re-referred to Labor 04/10/2025 1944a Comm report: To pass as amended and re-refer to Finance

1.1 A bill for an act

relating to state government; establishing a biennial budget for the Department of 1 2 Labor and Industry, Workers' Compensation Court of Appeals, and Bureau of 1.3 Mediation Services; making various policy changes; modifying provisions 1.4 governing the certification of underground telecommunications installers; requiring 1.5 reports; appropriating money; amending Minnesota Statutes 2024, sections 177.253, 1.6 subdivision 1, by adding a subdivision; 177.254, subdivisions 1, 2, by adding a 1.7 subdivision; 177.27, subdivision 5; 326B.103, by adding subdivisions; 326B.184, 1.8 subdivisions 1a, 2; 326B.198, subdivisions 2, 3; 326B.31, subdivision 29; 326B.33, 1.9 subdivision 21; 326B.37, subdivisions 1, 2, 4, 5, 6, 8, 9, by adding a subdivision; 1.10 326B.49, subdivisions 2, 3; 326B.986, subdivision 9; 327.31, by adding a 1.11 subdivision; 327.32, subdivisions 1a, 1e, 7; 327.33, subdivisions 1, 2, 2a, 2b, 2c, 1.12 by adding subdivisions; 327B.01, subdivisions 1, 7, 19, by adding subdivisions; 1.13 327B.04, subdivisions 3, 4, 6, 7a; 327B.041; 327B.05, subdivision 1; Laws 2024, 1.14 chapter 127, article 14, section 3; proposing coding for new law in Minnesota 1.15 Statutes, chapter 326B. 1.16

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

1.18 ARTICLE 1

1.19 **APPROPRIATIONS**

Section 1. APPROPRIATIONS.

(a) The sums shown in the columns marked "Appropriations" are appropriated to the agencies and for the purposes specified in this article. The appropriations are from the general fund, or another named fund, and are available for the fiscal years indicated for each purpose. The figures "2026" and "2027" used in this article mean that the appropriations listed under them are available for the fiscal year ending June 30, 2026, or June 30, 2027, respectively. "The first year" is fiscal year 2026. "The second year" is fiscal year 2027. "The biennium" is fiscal years 2026 and 2027.

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| 2.1 | (b) If an appropri | ation in this article | e is enacted more | than once in the 20 | 25 regular or |
|-------------------------------------|--------------------------------------------------------------------------------|-----------------------|-------------------|---------------------|---------------|
| 2.2 | special legislative session, the appropriation must be given effect only once. | | | | |
| 2.3 | | | | APPROPRIAT | IONS |
| 2.4 | | | | Available for the | e Year |
| 2.5 | | | | Ending June | 30 |
| 2.6 | | | | <u>2026</u> | <u>2027</u> |
| 2.7 2.8 | Sec. 2. DEPARTME INDUSTRY | ENT OF LABOR | AND | | |
| 2.9 | Subdivision 1. Total | Appropriation | <u>\$</u> | 49,478,000 \$ | 49,521,000 |
| 2.10 | Appro | priations by Fund | | | |
| 2.11 | | <u>2026</u> | <u>2027</u> | | |
| 2.12 | General | 7,876,000 | 8,043,000 | | |
| 2.13 2.14 | Workers' Compensation | 34,776,000 | 34,652,000 | | |
| 2.152.16 | Workforce Development | 6,826,000 | 6,826,000 | | |
| 2.17 | The amounts that ma | y be spent for each | <u>h</u> | | |
| 2.18 | purpose are specified | l in the following | | | |
| 2.19 | subdivisions. The ge | neral fund base is | | | |
| 2.20 | \$7,543,000 in fiscal | year 2028 and eacl | h year | | |
| 2.21 | thereafter. | | | | |
| 2.22 | Subd. 2. General Su | pport | | 9,106,000 | 9,106,000 |
| 2.23 | This appropriation is | from the workers' | - | | |
| 2.24 | compensation fund. | | | | |
| 2.25 | Subd. 3. Labor Stan | <u>dards</u> | | 8,881,000 | 9,095,000 |
| 2.26 | Appro | priations by Fund | | | |
| 2.27 | General | 7,185,000 | 7,399,000 | | |
| 2.28 2.29 | Workforce Development | 1,696,000 | 1,696,000 | | |
| 2.30 | (a) The general fund | base for this | | | |
| 2.31 | appropriation is \$6,89 | 99,000 in fiscal year | <u>r 2028</u> | | |
| 2.32 | and each year therea. | fter. | | | |
| 2.33 | (b) \$1,696,000 each | year is from the | | | |
| 2.34 | workforce developm | ent fund for preva | iling | | |
| 2.35 | wage enforcement. | | | | |

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| 3.1 | Subd. 4. Wor | kers' Compensation | | 17,609,000 | 17,919,000 |
| 3.2 | This appropri | ation is from the worker | rs' | | |
| 3.3 | compensation | fund. | | | |
| 3.4 | Subd. 5. Wor | kplace Safety | | 8,061,000 | 7,627,000 |
| 3.5 | This appropri | ation is from the worker | rs' | | |
| 3.6 | compensation | fund. | | | |
| 3.7 | Subd. 6. Emp | oloyment-Based Initiat | <u>ives</u> | 2,404,000 | 2,404,000 |
| 3.8 | | Appropriations by Fun | d | | |
| 3.9 | General | 33,000 | 33,000 | | |
| 3.10 3.11 | Workforce Development | 2,371,000 | 2,371,000 | | |
| 3.12 | (a) \$300,000 | each year is from the wo | orkforce | | |
| 3.13 | development | fund for the dual-training | ng | | |
| 3.14 | pipeline progr | ram. | | | |
| 3.15 | (b) \$200,000 | each year is from the wo | orkforce_ | | |
| 3.16 | development fund for identification of | | | | |
| 3.17 | competency s | tandards under Minneso | <u>ota</u> | | |
| 3.18 | Statutes, secti | on 175.45. | | | |
| 3.19 | (c) \$1,500,000 | each year is from the wo | orkforce_ | | |
| 3.20 | development | fund for youth skills tra | ining | | |
| 3.21 | grants under l | Minnesota Statutes, sect | ion | | |
| 3.22 | <u>175.46.</u> | | | | |
| 3.23 | (d) \$371,000 | each year is from the wo | orkforce | | |
| 3.24 | development | fund for administration | of the | | |
| 3.25 | youth skills tr | raining grants program u | <u>ınder</u> | | |
| 3.26 | Minnesota Sta | atutes, section 175.46. | | | |
| 3.27 | (e) \$33,000 ea | ach year is from the gene | ral fund | | |
| 3.28 | to identify occ | supational competency st | andards | | |
| 3.29 | and provide to | echnical assistance for | | | |
| 3.30 | developing du | al-training programs ur | <u>nder</u> | | |
| 3.31 | Minnesota Statutes, section 175.45, for the | | | | |
| 3.32 | legal cannabis | s industry. | | | |

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| 4.1 | Subd. 7. <u>Co</u> | ombative Sports | | <u>254,000</u> | 254,000 |
| 4.2 | <u>Subd. 8.</u> <u>Ap</u> | oprenticeship | | 2,759,000 | 2,759,000 |
| 4.3 | (a) This app | propriation is from the | e workforce | | |
| 4.4 | developmen | nt fund. | | | |
| 4.5 | (b) \$1,000,0 | 000 each year is from | the | | |
| 4.6 | workforce o | development fund for | labor | | |
| 4.7 | education a | nd advancement prog | ram grants | | |
| 4.8 | under Minn | esota Statutes, section | n 178.11. | | |
| 4.9 | (c) \$225,00 | 0 each year is from th | e workforce | | |
| 4.10 | developmen | nt fund for a grant to I | Building | | |
| 4.11 | Strong Con | nmunities, Inc. for the | Minnesota | | |
| 4.12 | Helmets to | Hardhats program. Th | his money | | |
| 4.13 | must be use | ed to facilitate particip | pation of | | |
| 4.14 | National G | uard, reserve, and acti | ive duty | | |
| 4.15 | military me | mbers and veterans in | <u>1</u> | | |
| 4.16 | apprentices | hip programs register | ed with the | | |
| 4.17 | Department | of Labor and Industry | and connect | | |
| 4.18 | these memb | ers and veterans to ca | reer training | | |
| 4.19 | and employ | ment in the building a | and | | |
| 4.20 | construction | n industries. Program | recruitment, | | |
| 4.21 | selection, en | mployment, and traini | ing must not | | |
| 4.22 | discriminate | e based on race, color | ; creed, | | |
| 4.23 | religion, na | tional origin, sex, sex | <u>ual</u> | | |
| 4.24 | orientation, | marital status, physic | cal or mental | | |
| 4.25 | disability, re | eceipt of public assista | ance, or age. | | |
| 4.26 | By Februar | y 1 of each year, the co | ommissioner | | |
| 4.27 | must submi | t a report to the chairs | and ranking | | |
| 4.28 | minority me | embers of the legislati | <u>ive</u> | | |
| 4.29 | committees | with jurisdiction over | r labor and | | |
| 4.30 | industry that | nt identifies: | | | |
| 4.31 | (1) a detaile | ed accounting of the u | ise of the | | |
| 4.32 | grant; | | | | |
| 4.33 | (2) the port | ion of the grant spent | <u>on</u> | | |

administration; and

| 5.1 | (3) the number of military members and | | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------|------------------------------------------------------|
| 5.2 | veterans served by the grant. | | |
| 5.3 | The report must be filed according to | | |
| 5.4 | Minnesota Statutes, section 3.195. | | |
| 5.5 5.6 | Subd. 9. Nursing Home Workforce Standards Board | 404,000 | 357,000 |
| 5.7 | Subd. 10. Construction Codes and Licensing | 500,000 | 500,000 |
| 5.8 | These appropriations are for initiatives to | | |
| 5.9 | promote mental health in the construction | | |
| 5.10 | industry and prevent suicide and may be used | | |
| 5.11 | for outreach, education, development of | | |
| 5.12 | resources related to stigma reduction and | | |
| 5.13 | worksite strategies, and grants to industry | | |
| 5.14 | groups for related activities. These are onetime | | |
| 5.15 | appropriations and are available until June 30, | | |
| 5.16 | <u>2027.</u> | | |
| | | | |
| 5.17 5.18 | Sec. 3. WORKERS' COMPENSATION COURT OF APPEALS § | <u>2,962,000</u> <u>\$</u> | 2,895,000 |
| | | <u>2,962,000</u> § | 2,895,000 |
| 5.18 | OF APPEALS § | <u>2,962,000</u> <u>\$</u> | <u>2,895,000</u> |
| 5.185.19 | OF APPEALS This appropriation is from the workers' \$ | 2,962,000 \$ 3,828,000 \$ | <u>2,895,000</u> <u>3,882,000</u> |
| 5.185.195.20 | OF APPEALS This appropriation is from the workers' compensation fund. | | |
| 5.185.195.205.21 | OF APPEALS This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ | | |
| 5.185.195.205.215.22 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the | | |
| 5.185.195.205.215.225.23 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment | | |
| 5.185.195.205.215.225.235.24 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment Relations Board under Minnesota Statutes, | | |
| 5.18 5.19 5.20 5.21 5.22 5.23 5.24 5.25 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment Relations Board under Minnesota Statutes, section 179A.041. | 3,828,000 \$ | 3,882,000 |
| 5.18 5.19 5.20 5.21 5.22 5.23 5.24 5.25 5.26 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment Relations Board under Minnesota Statutes, section 179A.041. Sec. 5. CANCELLATIONS. | 3,828,000 \$ rom the general fund for | 3,882,000 |
| 5.18 5.19 5.20 5.21 5.22 5.23 5.24 5.25 5.26 5.27 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment Relations Board under Minnesota Statutes, section 179A.041. Sec. 5. CANCELLATIONS. (a) \$25,000 of the fiscal year 2024 appropriation for | 3,828,000 \$ rom the general fund for under Laws 2023, chap | 3,882,000 |
| 5.18 5.19 5.20 5.21 5.22 5.23 5.24 5.25 5.26 5.27 5.28 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment Relations Board under Minnesota Statutes, section 179A.041. Sec. 5. CANCELLATIONS. (a) \$25,000 of the fiscal year 2024 appropriation for distribution of a veterans' benefits and services poster | 3,828,000 \$ rom the general fund founder Laws 2023, chap | 3,882,000 or creation and oter 53, article |
| 5.18 5.19 5.20 5.21 5.22 5.23 5.24 5.25 5.26 5.27 5.28 5.29 | This appropriation is from the workers' compensation fund. Sec. 4. BUREAU OF MEDIATION SERVICES \$ \$762,000 the first year and \$772,000 the second year are for the Public Employment Relations Board under Minnesota Statutes, section 179A.041. Sec. 5. CANCELLATIONS. (a) \$25,000 of the fiscal year 2024 appropriation for distribution of a veterans' benefits and services poster 19, section 2, subdivision 3, paragraph (f), is canceled. | 3,828,000 \$ com the general fund founder Laws 2023, chap from the general fund | 3,882,000 or creation and oter 53, article for the |

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| 6.1 | Sec. 6. Laws 2024, chapter 127, article 14, sec | tion 3, is a | mended to read: | |
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| 6.2 6.3 | Sec. 3. DEPARTMENT OF LABOR AND INDUSTRY | \$ | -0- \$ | 225,000 |
| 6.4 | This appropriation is for the single-egress | | | |
| 6.5 | stairway apartment building report under | | | |
| 6.6 | article 15, section 46. This is a onetime | | | |
| 6.7 | appropriation and is available until June 30, | | | |
| 6.8 | <u>2026</u> . | | | |
| 6.9 | EFFECTIVE DATE. This section is effective | ve the day | following final enac | ctment. |
| 6.10 | ARTICL | E 2 | | |
| 6.11 | DEPARTMENT OF LABOR A | ND INDU | STRY POLICY | |
| 6.12 | Section 1. Minnesota Statutes 2024, section 17 | 7.27, subd | ivision 5, is amende | ed to read: |
| 6.13 | Subd. 5. Civil actions. The commissioner ma | y bring an | action in the district | court where |
| 6.14 | an employer resides or where the commissioner | maintains | an office to enforce | or require |
| 6.15 | compliance with orders issued under subdivision | 4. <u>In additi</u> | on to any other reme | edy provided |
| 6.16 | by law, the commissioner may also apply in the c | district cou | rt where an employ | er resides or |
| 6.17 | where the commissioner maintains an office for a | n order enj | oining and restrainin | ng violations |
| 6.18 | of any statute or rule listed in subdivision 4. | | | |
| 6.19 6.20 | Sec. 2. Minnesota Statutes 2024, section 326B to read: | .103, is am | nended by adding a | subdivision |
| 6.21 | Subd. 4a. Closed construction. "Closed cons | truction" m | eans any building m | nanufactured |
| 6.22 | in such a manner that all portions cannot be readi | ily inspecte | ed at the installation | site without |
| 6.23 | disassembly, damage to, or destruction thereof. | | | |
| 6.24 | Sec. 3. Minnesota Statutes 2024, section 326B | .103, is am | nended by adding a | subdivision |
| 6.25 | to read: | | | |
| 6.26 | Subd. 8a. Industrialized or modular buildi | ng. "Indus | trialized or modular | r building" |
| 6.27 | means a building of closed construction, constru | cted so that | t concealed parts or | r processes |
| 6.28 | of manufacture cannot be inspected at the site, wi | thout disas | sembly, damage, or | destruction, |
| 6.29 | and made or assembled in manufacturing faciliti | es, off the | building site, for ins | stallation, or |
| 6.30 | assembly and installation, on the building site. In | ndustrialize | d or modular buildi | ng includes, |
| 6.31 | but is not limited to, modular housing that is fac- | tory-built s | single-family and m | ultifamily |
| 6.32 | housing, including closed-wall-panelized housing | g, and oth | er modular, nonresi | dential |

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| <u>bu</u> | ildings. Industrialized or modular building does not include a structure subject to the |
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| requirements of the National Manufactured Home Construction and Safety Standards Act | |
| <u>of</u> | 1974 or prefabricated buildings. |
| S | Sec. 4. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision |
| to | read: |
| | Subd. 8b. Manufactured home. "Manufactured home" has the meaning provided in |
| Co | ode of Federal Regulations, title 24, section 3280.2. |
| S | Sec. 5. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision |
| to | read: |
| | Subd. 10a. Prefabricated building. "Prefabricated building" means any building or |
| bu | ilding module intended for use as an R-3, one- or two-family dwelling, or a U-1 accessory |
| bu | ilding, that is of closed construction and is constructed on or off the building site for |
| ns | stallation, or on the building site for assembly and installation. Prefabricated building |
| lo | es not include relocatable contractors offices or storage buildings that are (1) 1,500 square |
| fee | et or less in floor area, (2) designed for temporary use by a contractor at a construction |
| sit | e, (3) not to be used by the general public or as a sales office, and (4) to be removed prior |
| to | or upon completion of the construction project. |
| S | Sec. 6. [326B.154] INDUSTRIALIZED MODULAR OR PREFABRICATED |
| BU | JILDINGS PLAN REVIEW AND INSPECTION FEES. |
| | Subdivision 1. Plan review fees. (a) The fees under this section relate to plan review |
| an | d inspection of industrialized or modular buildings as defined in Minnesota Statutes, |
| se | ction 326B.103, subdivision 8a, and prefabricated buildings as defined in Minnesota |
| Sta | atutes, section 326B.103, subdivision 10a. |
| | (b) Fees for the review of quality-control manuals, systems manuals, and related |
| do | cuments submitted as required by section 326B.106 are \$125 per hour. |
| | (c) Fees for the review of building plans, specifications, installation instructions, and |
| rel | ated documents submitted as required by section 326B.106 include 65 percent of the fee |
| as | set forth in the fee schedule in paragraph (d), but not less than \$135. |
| | (d) If the total cost of materials and labor for in-plant manufacture of the building is in |
| the | e noted range, the fee is as shown: |
| | (1) \$0 to \$5,000, \$135; |

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| (2) \$5,0 | 001 to \$25,000, \$135 for the first \$5,000, plus \$16.55 for each additional \$1,000 |
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| or fraction | thereof, to and including \$25,000; |
| (3) \$25, | ,001 to \$50,000, \$464.15 for the first \$25,000, plus \$12 for each additional \$1,000 |
| or fraction | thereof, to and including \$50,000; |
| <u>(4)</u> \$50 | ,001 to \$100,000, \$764.15 for the first \$50,000, plus \$8.45 for each additional |
| 1,000 or f | fraction thereof, to and including \$100,000; |
| (5) \$100 | 0,001 to \$500,000, \$1,186.65 for the first \$100,000, plus \$6.75 for each additional |
| 1,000 or f | fraction thereof, to and including \$500,000; |
| (6) \$50 | 0,001 to \$1,000,000, \$3,886.65 for the first \$500,000, plus \$5.50 for each |
| additional S | \$1,000 or fraction thereof, to and including \$1,000,000; and |
| (7) \$1,0 | 000,001 and over, \$6,636.65 for the first \$1,000,000, plus \$4.50 for each additional |
| \$1,000 or f | fraction thereof. |
| Subd. 2 | 2. Inspections and audit fees. Fees for the inspection and audit of approved |
| quality-cor | ntrol manuals, systems manuals, building plans, specifications, and related |
| documents | submitted as required by section 326B.106 are \$125 per hour. |
| Subd. 3 | Other inspections and fees. (a) Fees for the following are as stated: |
| (1) insp | pections outside of regular business hours, \$188 per hour, minimum charge two |
| nours; | |
| (2) rein | spection fees during regular business hours, \$125 per hour; |
| (3) insp | pections for which no fee is specifically indicated, minimum charge one hour, |
| \$125 per h | our; and |
| (4) addi | itional plan review required by changes, additions, or revisions to approved plans, |
| quality-cor | ntrol manuals, and systems manuals, minimum charge one hour, \$125 per hour. |
| (b) For | the purposes of this section, "regular business hours" means Monday to Friday, |
| 7:00 a.m. to | o 5:00 p.m. |
| Subd. 4 | Surcharge. Surcharge fees are required for permits issued on all buildings |
| | bublic buildings and state-licensed facilities as required by section 326B.148. |
| Subd. 5 | 5. Fee distribution between state and municipalities. (a) The commissioner |
| | de plan review and inspections services for all work occurring in the manufacturing |
| facility; pla | an review of the composite modular construction; and plan review of the structural |

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foundation, interconnection of the modules, attachments of modular systems to the building foundation, and integration of plumbing, mechanical, and electrical systems.

- (b) For projects not defined as public buildings or state licensed facilities, the municipal building official shall provide plan review for all nonmodular on-site construction and shall provide inspections for the entire composite building. The municipality may charge a full plan review fee in accordance with the municipality's fee schedule for construction performed on site. The municipality shall issue construction permits and charge permit fees for all work occurring on site. The municipality shall issue a construction permit and charge permit fees for the valuation of work associated with building module placement, attachment, and associated utility connections to each module and overall building systems.
- (c) For projects defined as public buildings or state-licensed facilities, the commissioner shall provide plan review for all modular and nonmodular construction and shall provide inspections for the entire composite building. Municipalities with state delegation agreements must distribute work according to this paragraph.
- Sec. 7. Minnesota Statutes 2024, section 326B.184, subdivision 1a, is amended to read: 9.15
 - Subd. 1a. Department permit and inspection fees. (a) The department permit and inspection fees to construct, install, alter, repair, or remove an elevator are as follows:
 - (1) the permit fee is \$100;
 - (2) the inspection fee is 0.015 of the total cost of the permitted work for labor and materials, including related electrical and mechanical equipment. The inspection fee covers two inspections. The inspection fee for additional inspections is \$80 per hour;
 - (3) the fee for each separate remote virtual inspection of a stairway chairlift installation or other authorized devices at a private residence is \$10;
 - (3) (4) when inspections scheduled by the permit submitter are not able to be completed because the work is not complete, a fee equal to two hours at the hourly rate of \$80 must be paid by the permit submitter; and
 - (4) (5) when the owner or permit holder requests inspections be performed outside of normal work hours or on weekends or holidays, an hourly rate of \$120 in addition to the inspection fee must be paid.
 - (b) The department fees for inspection of existing elevators when requested by the elevator owner or as a result of an accident resulting in personal injury are at an hourly rate

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of \$80 during normal work hours or \$120 outside of normal work hours or on weekends or holidays, with a one-hour minimum.

SS

Sec. 8. Minnesota Statutes 2024, section 326B.184, subdivision 2, is amended to read:

- Subd. 2. Operating permits and fees; periodic inspections. (a) No person may operate an elevator without first obtaining an annual operating permit from the department or a municipality authorized by subdivision 4 to issue annual operating permits. A \$100 \$145 annual operating permit fee must be paid to the department for each annual operating permit issued by the department, except that the original annual operating permit must be included in the permit fee for the initial installation of the elevator. Annual operating permits must be issued at 12-month intervals from the date of the initial annual operating permit. For each subsequent year, an owner must be granted an annual operating permit for the elevator upon the owner's or owner's agent's submission of a form prescribed by the commissioner and payment of the \$100 \$145 fee. Each form must include the location of the elevator, the results of any periodic test required by the code, and any other criteria established by rule. An annual operating permit may be revoked by the commissioner upon an audit of the periodic testing results submitted with the application or a failure to comply with elevator code requirements, inspections, or any other law related to elevators. Except for an initial operating permit fee, elevators in residential dwellings, hand-powered manlifts and electric endless belt manlifts, and vertical reciprocating conveyors are not subject to a subsequent operating permit fee.
- (b) All elevators are subject to periodic inspections by the department or a municipality authorized by subdivision 4 to perform periodic inspections, except that hand-powered manlifts and electric endless belt manlifts are exempt from periodic inspections. Periodic inspections by the department shall be performed at the following intervals:
- (1) a special purpose personnel elevator is subject to inspection not more than once every five years;
- (2) an elevator located within a house of worship that does not have attached school facilities is subject to inspection not more than once every three years; and
- 10.29 (3) all other elevators are subject to inspection not more than once each year.
- Sec. 9. Minnesota Statutes 2024, section 326B.31, subdivision 29, is amended to read:
- Subd. 29. **Technology circuits or systems.** "Technology circuits or systems" means class 2 or, class 3, or class 4 circuits or systems for, but not limited to, remote control,

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- Sec. 10. Minnesota Statutes 2024, section 326B.33, subdivision 21, is amended to read:
- Subd. 21. **Exemptions from licensing.** (a) An individual who is a maintenance electrician is not required to hold or obtain a license under sections 326B.31 to 326B.399 if:
 - (1) the individual is engaged in the maintenance and repair of electrical equipment, apparatus, and facilities that are owned or leased by the individual's employer and that are located within the limits of property operated, maintained, and either owned or leased by the individual's employer;
 - (2) the individual is supervised by:
- (i) the responsible master electrician for a contractor who has contracted with the individual's employer to provide services for which a contractor's license is required; or
 - (ii) a licensed master electrician, a licensed maintenance electrician, an electrical engineer, or, if the maintenance and repair work is limited to technology circuits or systems work, a licensed power limited technician; and
 - (3) the individual's employer has on file with the commissioner a current certificate of responsible person, signed by the responsible master electrician of the contractor, the licensed master electrician, the licensed maintenance electrician, the electrical engineer, or the licensed power limited technician, and stating that the person signing the certificate is responsible for ensuring that the maintenance and repair work performed by the employer's employees complies with the Minnesota Electrical Act and the rules adopted under that act. The employer must pay a filing fee to file a certificate of responsible person with the commissioner. The certificate shall expire two years from the date of filing. In order to maintain a current certificate of responsible person, the employer must resubmit a certificate

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of responsible person, with a filing fee, no later than two years from the date of the previous submittal.

- (b) Employees of a licensed electrical or technology systems contractor or other employer where provided with supervision by a master electrician in accordance with subdivision 1, or power limited technician in accordance with subdivision 7, paragraph (a), clause (1), are not required to hold a license under sections 326B.31 to 326B.399 for the planning, laying out, installing, altering, and repairing of technology circuits or systems except planning, laying out, or installing:
- (1) in other than residential dwellings, class 2 or class 3 remote control circuits that control circuits or systems other than class 2 or class 3, except circuits that interconnect these systems through communication, alarm, and security systems are exempted from this paragraph;
- (2) class 2 or class 3 circuits in electrical cabinets, enclosures, or devices containing physically unprotected circuits other than class 2 or class 3; or
- (3) class 4 circuits or systems; or
- (3) (4) technology circuits or systems in hazardous classified locations as covered by the National Electrical Code.
- (c) Companies and their employees that plan, lay out, install, alter, or repair class 2 and 12.18 class 3 remote control wiring associated with plug or cord and plug connected appliances 12.19 other than security or fire alarm systems installed in a residential dwelling are not required 12.20 to hold a license under sections 326B.31 to 326B.399. 12.21
 - (d) Heating, ventilating, air conditioning, and refrigeration contractors and their employees are not required to hold or obtain a license under sections 326B.31 to 326B.399 when performing heating, ventilating, air conditioning, or refrigeration work as described in section 326B.38.
 - (e) Employees of any electrical, communications, or railway utility, cable communications company as defined in section 238.02, or a telephone company as defined under section 237.01 or its employees, or of any independent contractor performing work on behalf of any such utility, cable communications company, or telephone company, shall not be required to hold a license under sections 326B.31 to 326B.399:
- (1) while performing work on installations, materials, or equipment which are owned 12.31 or leased, and operated and maintained by such utility, cable communications company, or 12.32 telephone company in the exercise of its utility, antenna, or telephone function, and which: 12.33

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| (i) are used exclusively for the generation, transformation, distribution, transmission, or |
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| metering of electric current, or the operation of railway signals, or the transmission of |
| intelligence and do not have as a principal function the consumption or use of electric current |
| or provided service by or for the benefit of any person other than such utility, cable |
| communications company, or telephone company; and |
| (ii) are generally accessible only to employees of such utility, cable communications |

- (ii) are generally accessible only to employees of such utility, cable communications company, or telephone company or persons acting under its control or direction; and
- (iii) are not on the load side of the service point or point of entrance for communication systems;
- (2) while performing work on installations, materials, or equipment which are a part of 13.10 the street lighting operations of such utility; or 13.11
 - (3) while installing or performing work on outdoor area lights which are directly connected to a utility's distribution system and located upon the utility's distribution poles, and which are generally accessible only to employees of such utility or persons acting under its control or direction.
 - (f) An individual who physically performs electrical work on a residential dwelling that is located on a property the individual owns and actually occupies as a residence or owns and will occupy as a residence upon completion of its construction is not required to hold or obtain a license under sections 326B.31 to 326B.399 if the residential dwelling has a separate electrical utility service not shared with any other residential dwelling.
 - (g) Companies and their employees licensed under section 326B.164 shall not be required to hold or obtain a license under sections 326B.31 to 326B.399 while performing elevator work.
- Sec. 11. Minnesota Statutes 2024, section 326B.37, subdivision 1, is amended to read: 13.24
- Subdivision 1. Schedule. State electrical inspection fees shall be calculated in accordance 13.25 with subdivisions $\frac{2}{2}$ 1 to $\frac{14}{18}$. The permit fee is \$25. 13.26
- Sec. 12. Minnesota Statutes 2024, section 326B.37, subdivision 2, is amended to read: 13.27
 - Subd. 2. Fee for each separate inspection. (a) The minimum fee for each separate on-site inspection of an installation, replacement, alteration, or repair is \$35 \$55. Except as otherwise provided in this section, the maximum number of separate inspections allowed without payment of an additional fee is the whole number resulting from dividing by 35 55 the total fee calculated in accordance with this section. Where additional separate inspections

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are necessary, additional fees are required to result in a value equal to the total number of separate inspections multiplied by 35 55. The fee for any inspections needed after a "final inspection" is performed shall be calculated without consideration of any fee paid before the final inspection.

- (b) The fee for the first remote virtual inspection under a permit is \$10. The fee for each 14.5 subsequent remote virtual inspection under a permit is \$35. 14.6
- Sec. 13. Minnesota Statutes 2024, section 326B.37, subdivision 4, is amended to read: 14.7
- Subd. 4. Fee for circuit, feeder, feeder tap, or set of transformer secondary 14.8 conductors. The inspection fee for the installation, addition, alteration, or repair of each 14.9 circuit, feeder, feeder tap, or set of transformer secondary conductors, including the 14.10 14.11 equipment served, is:
 - (1) 0 ampere to and including 200 ampere capacity, \$\frac{\$\frac{\$}}{2}\$ \$12; and
- 14.13 (2) ampere capacity above 200, \$15.
- Where existing feeders and circuits are reconnected to overcurrent devices installed as 14.14 14.15 part of the replacement of an existing disconnect, switchboard, motor control center, or panelboard, the inspection fee for each circuit or feeder is \$2. 14.16
- Sec. 14. Minnesota Statutes 2024, section 326B.37, subdivision 5, is amended to read: 14.17
- Subd. 5. Inspection fee for dwelling. (a) The inspection fee for a one-family dwelling 14.18 and each dwelling unit of a two-family dwelling is the following: 14.19
- (1) the fee for each service or other source of power as provided in subdivision 3; 14.20
- (2) \$100 \$165 for up to 30 feeders and circuits; and 14.21
- (3) for each additional feeder or circuit, the fee as provided in subdivision 4. 14.22
 - This fee applies to each separate installation for new dwellings and where 15 or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwellings. Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections shall be determined in accordance with subdivision 2. The fee for additional inspections or other installations is that specified in subdivisions 2, 4, 6, and 8. The installer may submit fees for additional inspections when filing the request for electrical inspection. The fee for each detached accessory structure directly associated with a dwelling unit shall be calculated in

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accordance with subdivisions 3 and 4. When included on the same request for electrical inspection form, inspection fees for detached accessory structures directly associated with the dwelling unit may be combined with the dwelling unit fees to determine the maximum number of separate inspections in accordance with subdivision 2.

- (b) The inspection fee for each dwelling unit of a multifamily dwelling with three or more dwelling units is \$70 \$110 for a combination of up to 20 feeders and circuits and \$6 \$12 for each additional feeder or circuit. This fee applies to each separate installation for each new dwelling unit and where ten or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwelling units. Where existing feeders or circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections for each dwelling unit shall be determined in accordance with subdivision 2. The fee for additional inspections or for inspection of other installations is that specified in subdivisions 2, 4, 6, and 8. These fees include only inspection of the wiring within individual dwelling units and the final feeder to that unit where the multifamily dwelling is provided with common service equipment and each dwelling unit is supplied by a separate feeder or feeders extended from common service or distribution equipment. The fee for multifamily dwelling services or other power source supplies and all other circuits is that specified in subdivisions 2 to 4.
- (c) A separate request for electrical inspection form must be filed for each dwelling unit that is supplied with an individual set of service entrance conductors. These fees are the one-family dwelling rate specified in paragraph (a).
- Sec. 15. Minnesota Statutes 2024, section 326B.37, subdivision 6, is amended to read: 15.23
 - Subd. 6. Additions to fees of subdivisions 3 to 5. (a) The fee for the electrical supply for each manufactured home park lot is \$35. This fee includes the service or feeder conductors up to and including the service equipment or disconnecting means. The fee for feeders and circuits that extend from the service or disconnecting means is that specified in subdivision 4.
 - (b) The fee for each recreational vehicle site electrical supply equipment is \$6 \$12 for each circuit originating within the equipment. The fee for recreational vehicle park services, feeders, and circuits is that specified in subdivisions 3 and 4.
 - (c) The fee for each street, parking lot, or outdoor area lighting standard and each traffic signal standard is \$5. Circuits originating within the standard or traffic signal controller shall not be used when calculating the fee for each standard.

| 16.1 | (d) The fee for transformers for light, heat, and power is \$15 for transformers rated up |
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| 16.2 | to ten kilovolt-amperes and \$30 for transformers rated in excess of ten kilovolt-amperes. |
| 16.3 | The previous sentence does not apply to Class 1 transformers or power supplies for Class |
| 16.4 | 1 power-limited circuits or to Class 2 or Class 3 transformers or power supplies. |
| 16.5 | (e) The fee for transformers and electronic power supplies for electric signs and outline |
| 16.6 | lighting is \$5 per unit. |
| 16.7 | (f) The fee for technology circuits or systems, and circuits of less than 50 volts, is 75 |
| 16.8 | cents for each system device or apparatus. |
| 16.9 | (g) The fee for each separate inspection of the bonding for a swimming pool, spa, |
| 16.10 | fountain, an equipotential plane for an agricultural confinement area, or similar installation |
| 16.11 | is \$35. Bonding conductors and connections require an inspection before being concealed. |
| 16.12 | (h) The fee for all wiring installed on center pivot irrigation booms is \$35 plus \$5 for |
| 16.13 | each electrical drive unit. |
| 16.14 | (i) The fee for retrofit modifications to existing lighting fixtures is 25 cents per luminaire. |
| 16.15 | (j) When a separate inspection of a concrete-encased grounding electrode is performed, |
| 16.16 | the fee is \$35_\$55. |
| 16.17 | (k) The fees required by subdivisions 3 and 4 are doubled for installations over 600 |
| 16.18 | volts. |
| 16.19 | (1) The fee for a class 4 circuit or system transmitter, receiver, or utilization equipment |
| 16.20 | is \$0.50 for each system device or apparatus. |
| 16.21 | Sec. 16. Minnesota Statutes 2024, section 326B.37, subdivision 8, is amended to read: |
| 16.22 | Subd. 8. Reinspection fee. Notwithstanding the provisions of subdivisions 2 and 5, |
| 16.23 | when reinspection is necessary to determine whether unsafe conditions identified during a |
| 16.24 | final inspection have been corrected and the conditions are not the subject of an appeal |
| 16.25 | pending before the commissioner or any court, a reinspection fee of \$35 fees shall be assessed |
| 16.26 | as follows: (1) \$55 for an on-site reinspection; and (2) \$35 for a remote virtual reinspection. |
| 16.27 | Reinspection fees shall be assessed in writing by the inspector. |
| 16.28 | Sec. 17. Minnesota Statutes 2024, section 326B.37, subdivision 9, is amended to read: |
| 16.29 | Subd. 9. Supplemental fee. When inspections scheduled by the installer are preempted, |

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obstructed, prevented, or otherwise not able to be completed as scheduled due to

circumstances beyond the control of the inspector, a supplemental inspection fee of \$35

- \$55 shall be assessed in writing by the inspector.
- Sec. 18. Minnesota Statutes 2024, section 326B.37, is amended by adding a subdivision
- to read:
- Subd. 18. Energy storage and battery systems. (a) The inspection fee for the installation
- of an energy storage or battery system is:
- (1) for zero watts to and including 5,000 watts, \$60;
- 17.8 (2) for 5,001 watts to and including 10,000 watts, \$100;
- 17.9 (3) for 10,001 watts to and including 20,000 watts, \$150;
- 17.10 (4) for 20,001 watts to and including 30,000 watts, \$200;
- 17.11 (5) for 30,001 watts to and including 40,000 watts, \$250;
- (6) for 40,001 watts to and including 1,000,000 watts, \$250, plus \$8 for each additional
- 17.13 <u>10,000</u> watts over 40,000 watts;
- (7) for 1,000,000 watts to 5,000,000 watts, \$1,518, plus \$5 for each additional 10,000
- 17.15 watts over 1,000,000 watts; or
- 17.16 (8) for 5,000,000 watts and larger, \$3,518, plus \$2 for each additional 10,000 watts over
- 17.17 5,000,000 watts.
- (b) For the purpose of paragraph (a), the watt rating is the total of the estimated energy
- output, AC or DC, of the energy storage or battery system.
- 17.20 Sec. 19. Minnesota Statutes 2024, section 326B.49, subdivision 2, is amended to read:
- Subd. 2. Fees for plan reviews and audits. Plumbing system plans and specifications
- that are submitted to the commissioner for review shall be accompanied by the appropriate
- plan examination fees. If the commissioner determines, upon review of the plans, that
- inadequate fees were paid, the necessary additional fees shall be paid prior to plan approval.
- 17.25 The commissioner shall charge the following fees for plan reviews and audits of plumbing
- installations for public, commercial, and industrial buildings based upon the construction
- valuation of the plumbing work and in accordance with the table in clause (1), or based
- 17.28 upon clause (2) or (3), as applicable:
- 17.29 (1) systems with both water distribution and drain, waste, and vent systems and having:
- 17.30 (i) 25 or fewer drainage fixture units, \$150;

- 18.1 (ii) 26 to 50 drainage fixture units, \$250;
- 18.2 (iii) 51 to 150 drainage fixture units, \$350;
- 18.3 (iv) 151 to 249 drainage fixture units, \$500;
- 18.4 (v) 250 or more drainage fixture units, \$3 per drainage fixture unit to a maximum of
- 18.5 \$4,000; and
- (vi) interceptors, separators, or catch basins, \$70 per interceptor, separator, or catch
- 18.7 basin design;
- 18.8 (2) building sewer service only, \$150;
- 18.9 (3) building water service only, \$150;
- (4) building water distribution system only, no drainage system, \$5 per supply fixture
- unit or \$150, whichever is greater;
- 18.12 (5) storm drainage system, a minimum fee of \$150 or:
- 18.13 (i) \$50 per drain opening, up to a maximum of \$500; and
- 18.14 (ii) \$70 per interceptor, separator, or catch basin design;
- 18.15 (1) the total valuation and fee schedule is:
- 18.16 (i) \$0 to \$1,500, \$135;
- 18.17 (ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$28 for each additional \$500 or
- 18.18 fraction thereof, to and including \$2,500;
- 18.19 (iii) \$2,501 to \$5,000, \$191 for the first \$2,500, plus \$25 for each additional \$500 or
- 18.20 fraction thereof, to and including \$5,000;
- (iv) \$5,001 to \$25,000, \$316 for the first \$5,000, plus \$33 for each additional \$1,000 or
- 18.22 fraction thereof, to and including \$25,000;
- (v) \$25,001 to \$50,000, \$976 for the first \$25,000, plus \$31 for each additional \$1,000
- or fraction thereof, to and including \$50,000;
- (vi) \$50,001 to \$500,000, \$1,751 for the first \$50,000, plus \$23 for each additional
- 18.26 \$10,000 or fraction thereof, to and including \$100,000;
- (vii) \$500,001 to \$3,000,000, \$2,786 for the first \$500,000, plus \$41 for each additional
- 18.28 \$100,000 or fraction thereof, to and including \$3,000,000; and
- (viii) \$3,000,001 and over, \$3,811 for the first \$3,000,000, plus \$33 for each additional
- 18.30 \$100,000 or fraction thereof;

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| 19.1 | (2) manufactured home park or campground: |
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| 19.2 | (6) manufactured home park or campground, (i) one to 25 sites, \$300; |
| 19.3 | (7) manufactured home park or campground, (ii) 26 to 50 sites, \$350; |
| 19.4 | (8) manufactured home park or campground, (iii) 51 to 125 sites, \$400; |
| 19.5 | (9) manufactured home park or campground, (iv) more than 125 sites, \$500; and |
| 19.6 | (v) other work shall be assessed per clause (1); and |
| 19.7 | (10) revision (3) revisions to previously reviewed or incomplete plans: |
| 19.8 | (i) review of plans for which the commissioner has issued two or more requests for |
| 19.9 | additional information, per review, \$100 or ten percent of the original fee, whichever is |
| 19.10 | greater \$125 per hour with a minimum of one hour; |
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| 19.11 | (ii) proposer-requested revision with no increase in project scope, \$50 or ten percent of |
| 19.12 | original fee, whichever is greater \$125 per hour with a minimum of one hour; and |
| 19.13 | (iii) proposer-requested revision with an increase in project scope, \$50 plus the difference |
| 19.14 | between the original project fee and the revised project fee the fee shall be based upon the |
| 19.15 | absolute value of the change in work scope as if the change in scope is a new project. |
| 19.16 | Sec. 20. Minnesota Statutes 2024, section 326B.49, subdivision 3, is amended to read: |
| 19.17 | Subd. 3. Permits; fees. (a) Before commencement of a plumbing installation to be |
| 19.18 | inspected by the commissioner, the plumbing contractor or registered plumbing employer |
| 19.19 | performing the plumbing work must submit to the commissioner an application for a permit |
| 19.20 | and the permit and inspection fees in paragraphs (b) to (f). based upon the construction |
| 19.21 | valuation of the plumbing work in accordance with clause (1), or based upon clause (2) or |
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| 19.22 | (3), as applicable: |
| 19.23 | (b) The permit fee is \$100. |
| 19.24 | (c) The residential inspection fee is \$50 for each inspection trip. |
| 19.25 | (d) The public, commercial, and industrial inspection fees are as follows: |
| 19.26 | (1) for systems with water distribution, drain, waste, and vent system connection: |
| 19.27 | (i) \$25 for each fixture, permanently connected appliance, floor drain, or other |
| 19.28 | appurtenance; |
| 19.29 | (ii) \$25 for each water conditioning, water treatment, or water filtration system; and |
| 19.30 | (iii) \$25 for each interceptor, separator, catch basin, or manhole; |

| 20.1 | (2) roof drains, \$25 for each drain; |
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| 20.2 | (3) building sewer service only, \$100; |
| 20.3 | (4) building water service only, \$100; |
| 20.4 | (5) building water distribution system only, no drainage system, \$5 for each fixture |
| 20.5 | supplied; |
| 20.6 | (6) storm drainage system, a minimum fee of \$25 for each drain opening, interceptor, |
| 20.7 | separator, or catch basin; |
| 20.8 | (1) the total valuation and fee schedule for plumbing permits is: |
| 20.9 | (i) \$0 to \$1,500, \$135; |
| 20.10 | (ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$43 for each additional \$500 or |
| 20.11 | fraction thereof, to and including \$2,500; |
| 20.12 | (iii) \$2,501 to \$5,000, \$221 for the first \$2,500, plus \$28 for each additional \$500 or |
| 20.13 | fraction thereof, to and including \$5,000; |
| 20.14 | (iv) \$5,001 to \$25,000, \$361 for the first \$5,000, plus \$53 for each additional \$1,000 or |
| 20.15 | fraction thereof, to and including \$25,000; |
| 20.16 | (v) \$25,001 to \$50,000, \$1,421 for the first \$25,000, plus \$51 for each additional \$1,000 |
| 20.17 | or fraction thereof, to and including \$50,000; |
| 20.18 | (vi) \$50,001 to \$500,000, \$2,696 for the first \$50,000, plus \$47 for each additional |
| 20.19 | \$10,000 or fraction thereof, to and including \$500,000; |
| 20.20 | (vii) \$500,001 to \$3,000,000, \$4,811 for the first \$500,000, plus \$61 for each additional |
| 20.21 | \$50,000 or fraction thereof, to and including \$3,000,000; or |
| 20.22 | (viii) \$3,000,001 and over, \$7,861 for the first \$3,000,000, plus \$51 for each additional |
| 20.23 | \$100,000 or fraction thereof; |
| 20.24 | (7) (2) manufactured home park or campground, \$25 for each site, minimum charge |
| 20.25 | <u>\$135; and</u> |
| 20.26 | (8) reinspection fee to verify corrections, regardless of the total fee submitted, \$100 for |
| 20.27 | each reinspection; and |
| 20.28 | (9) each \$100 in fees paid covers one inspection trip. |
| 20.29 | (e) In addition to the fees in paragraph (d), the fee submitter must pay an hourly rate of |

\$80 during regular business hours, or \$120 when inspections are requested to be performed

outside of normal work hours or on weekends and holidays, with a two-hour minimum 21.1 where the fee submitter requests inspections of installations as systems are being installed. 21.2 (f) The fee submitter must pay a fee equal to two hours at the hourly rate of \$80 when 21.3 inspections scheduled by the submitter are not able to be completed because the work is 21.4 21.5 not complete. (3) other inspections and fees: 21.6 21.7 (i) inspections outside of regular business hours, defined as Monday to Friday, 7:00 a.m. to 5:00 p.m., \$188 per hour, minimum charge two hours; 21.8 (ii) reinspection fees, \$125 per hour, minimum charge \$135; 21.9 (iii) inspections for which no fee is specifically indicated, \$125 per hour, minimum 21.10 one-half hour, minimum charge \$135; 21.11 (iv) changes or revisions to approved plans with no increase in work scope, \$125 per 21.12 hour, minimum charge one hour; and 21.13 (v) changes to approved plans with a change in work scope, fees shall be assessed for 21.14 change in valuation based upon the absolute value of the change work scope in accordance 21.15 with the fee schedule as if the change in scope were a new project. 21.16 (b) If the actual cost to the jurisdiction under paragraph (a), clause (3), is greater than 21.17 indicated by the schedule, the greater rate shall be paid. Hourly cost includes supervision, 21.18 overhead, equipment, hourly wages, and fringe benefits of the employees involved. 21.19 Sec. 21. Minnesota Statutes 2024, section 326B.986, subdivision 9, is amended to read: 21.20 Subd. 9. Boiler and pressure vessel registration fee. The annual registration fee for 21.21 boilers and pressure vessels in use and required to be inspected per section 326B.958 shall 21.22 be \$10 \$25 per boiler and pressure vessel. 21.23 Sec. 22. Minnesota Statutes 2024, section 327.31, is amended by adding a subdivision to 21.24 21.25 read: Subd. 24. Sale. "Sale" means: 21.26 (1) the passing of title from one person to another for consideration; 21.27 (2) an agreement to sell under which possession is delivered to the buyer but title is 21.28 retained by the seller; 21.29

| 22.1 | (3) an agreement to rent or lease a manufactured | home where the lessee becomes the | |
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| 22.2 | owner of the manufactured home after a set period of time or has the option to purchase the | | |
| 22.3 | manufactured home for an additional lump sum at the end of the agreement term; or | | |
| 22.4 | (4) a legally binding executory agreement to ma | ke a sale. | |
| 22.5 | Sec. 23. Minnesota Statutes 2024, section 327.32, | subdivision 1a, is amended to read: | |
| 22.6 | Subd. 1a. Requirement; used manufactured h | omes. (a) No person shall sell or offer | |
| 22.7 | for sale in this state any used manufactured home m | nanufactured after June 14, 1976, or | |
| 22.8 | install for occupancy any used manufactured home m | nanufactured after June 14, 1976, unless | |
| 22.9 | the used manufactured home complies with the Not | ice of Compliance Form for a used | |
| 22.10 | manufactured home as provided in this subdivision. | If manufactured after June 14, 1976, | |
| 22.11 | the home must bear a label or data plate as required | by the secretary. The Notice of | |
| 22.12 | Compliance Form shall be signed by the seller and | purchaser indicating which party is | |
| 22.13 | responsible for either making or paying for any nec | essary corrections prior to the sale and | |
| 22.14 | transferring ownership of the manufactured home. | | |
| 22.15 | The Notice of Compliance Form shall be substantia | lly in the following form: | |
| 22.16 | "Notice of Compliance Form as required in Minnesota Statutes, section 327.32, subdivision | | |
| 22.17 | 1 | | |
| 22.18 | This notice must be completed and signed by the pu | urchaser(s) and the seller(s) of the used | |
| 22.19 | manufactured home described in the purchase agree | ement and on the bottom of this notice | |
| 22.20 | before the parties transfer ownership of a used man | ufactured home constructed after June | |
| 22.21 | 14, 1976. | | |
| 22.22 | Electric ranges and clothes dryers must have require | ed four-conductor cords and plugs. For | |
| 22.23 | the purpose of complying with the requirements of | section 327B.06, a licensed retailer or | |
| 22.24 | limited retailer shall retain at least one copy of the f | orm required under this subdivision. | |
| 22.25 | Complies | orrection required | |
| 22.26 | Initialed by Responsible Party: Buyer See Section 1987 | eller | |
| 22.27 | Solid fuel-burning fireplaces or stoves must be listed | d for use in manufactured homes, Code | |
| 22.28 | of Federal Regulations, title 24, section 3280.709 (g |), and installed correctly in accordance | |
| 22.29 | with their listing or standards (i.e., chimney, doors, h | earth, combustion, or intake, etc., Code | |
| 22.30 | of Federal Regulations, title 24, section 3280.709 (g | g)). | |
| 22.31 | Complies | orrection required | |
| 22.32 | Initialed by Responsible Party: Buyer S | eller | |

| 23.1 | Gas water heaters and furnaces must be listed for m | nanufactured home use, Code of Federal | | |
|-------|---------------------------------------------------------------------------------------------|------------------------------------------|--|--|
| 23.2 | Regulations, title 24, section 3280.709 (a) and (d)(1) and (2), and installed correctly, in | | | |
| 23.3 | accordance with their listing or standards. | | | |
| 23.4 | Complies | Correction required | | |
| 23.5 | Initialed by Responsible Party: Buyer | Seller | | |
| 23.6 | Smoke alarms are required to be installed and oper | rational in accordance with Code of | | |
| 23.7 | Federal Regulations, title 24, section 3280.208. | | | |
| 23.8 | Complies | Correction required | | |
| 23.9 | Initialed by Responsible Party: Buyer | Seller | | |
| 23.10 | Carbon monoxide alarms or CO detectors that are a | approved and operational are required to | | |
| 23.11 | be installed within ten feet of each room lawfully u | used for sleeping purposes. | | |
| 23.12 | Complies | Correction required | | |
| 23.13 | Initialed by Responsible Party: Buyer | Seller | | |
| 23.14 | Egress windows are required in every bedroom wit | th at least one operable window with a | | |
| 23.15 | net clear opening of 20 inches wide and 24 inches | high, five square feet in area, with the | | |
| 23.16 | bottom of windows opening no more than 36 inches above the floor. Locks, latches, operating | | | |
| 23.17 | handles, tabs, or other operational devices shall not be located more than 54 inches above | | | |
| 23.18 | the finished floor. | | | |
| 23.19 | Complies | Correction required | | |
| 23.20 | Initialed by Responsible Party: Buyer | Seller | | |
| 23.21 | The furnace compartment of the home is required to | have interior finish with a flame spread | | |
| 23.22 | rating not exceeding 25, as specified in the 1976 Un | nited States Department of Housing and | | |
| 23.23 | Urban Development Code governing manufactured | d housing construction. | | |
| 23.24 | Complies | Correction required | | |
| 23.25 | Initialed by Responsible Party: Buyer | Seller | | |
| 23.26 | The water heater enclosure in this home is required | l to have interior finish with a flame | | |
| 23.27 | spread rating not exceeding 25, as specified in the 19 | 76 United States Department of Housing | | |
| 23.28 | and Urban Development Code governing manufact | tured housing construction. | | |
| 23.29 | Complies | Correction required | | |
| 23.30 | Initialed by Responsible Party: Buyer | Seller | | |
| 23.31 | The home complies with the snowload and heat zone requirements for the state of Minnesota | | | |
| 23.32 | as indicated by the data plate. | | | |
| | | | | |

| 24.1 | Complies Correction required |
|-------|---------------------------------------------------------------------------------------------------|
| 24.2 | Initialed by Responsible Party: Buyer Seller |
| 24.3 | The parties to this agreement have initialed all required sections and agree by their signature |
| 24.4 | to complete any necessary corrections prior to the sale or transfer of ownership of the home |
| 24.5 | described below as listed in the purchase agreement. The state of Minnesota or a local |
| 24.6 | building official has the authority to inspect the home in the manner described in Minnesota |
| 24.7 | Statutes, section 327.33, prior to or after the sale to ensure compliance was properly executed |
| 24.8 | as provided under the Manufactured Home Building Code. |
| 24.9 | Signature of Purchaser(s) of Home |
| 24.10 | datedatedate |
| 24.11 | |
| 24.12 | Print name as appears on purchase agreement Print name as appears on purchase agreement |
| 24.13 | Signature of Seller(s) of Home |
| 24.14 | datedatedate |
| 24.15 | |
| 24.16 | Print name and license number, if applicable Print name and license number, if applicable |
| 24.17 | (Street address of home at time of sale) |
| 24.18 | |
| 24.19 | (City/State/Zip) |
| 24.20 | Name of manufacturer of home |
| 24.21 | Model and year |
| 24.22 | Serial number " |
| 24.23 | (b) No dealer, limited dealer, retailer, limited retailer, broker, or any seller associated |
| 24.24 | with a dealer, limited dealer, retailer, limited retailer, or broker shall sell or offer for sale |
| 24.25 | in this state a used manufactured home manufactured after June 14, 1976, or install for |
| 24.26 | occupancy a used manufactured home manufactured after June 14, 1976, unless they have: |
| 24.27 | (1) completed and submitted to the commissioner the Notice of Compliance Form for |
| 24.28 | a used manufactured home as provided in this subdivision; and |
| 24.29 | (2) paid the Notice of Compliance Form for a used manufactured home filing fee. |
| 24.30 | (c) If manufactured after June 14, 1976, the home must bear a label or data plate as |
| 24.31 | required by the secretary, or a replacement label issued by the commissioner and a data |
| 24.32 | plate as required by the secretary. The Notice of Compliance Form for a Used Manufactured |
| 24.33 | Home shall be completed and signed by the purchaser(s) and saller(s) and shall confirm the |
| | Home shall be completed and signed by the purchaser(s) and seller(s) and shall confirm the |
| 24.34 | requirements of this subdivision have been met. To comply with section 326B.606, a licensed |

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| (d) The dealer, park owner, or seller may contract with a licensed electrician or maste | er |
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| electrician, or licensed electrical engineer to complete the electrical portions of the | |
| compliance form. The dealer or seller may contract with a bonded mechanical contractor | r |
| registered with the Department of Labor and Industry to complete the heating, ventilation | n, |
| and air conditioning portions of the compliance form. The dealer, park owner, or seller ma | ay |
| contract with a licensed plumber or master plumber, or mechanical engineer to complete | <u>;</u> |
| the plumbing portions of the compliance form. | |
| (e) The commissioner shall establish and make available a Notice of Compliance For | m |
| for a Used Manufactured Home, as prescribed in this section, that must be used to meet the | |
| requirements of this subdivision. The form must confirm that the requirements in paragraph | hs |
| (f) to (j) are met. | |
| (f) Life and safety requirements: | |
| (1) Life and safety requirements. | |
| (1) smoke alarms are installed and operational in accordance with Code of Federal | |
| Regulations, title 24, section 3280.208; | |
| (2) carbon monoxide alarms or carbon monoxide detectors are approved and operation | ıal |
| and are installed within ten feet of each room lawfully used for sleeping purposes; | |
| (3) egress windows are in every bedroom with at least one operable window with a n | ıet |
| clear opening of 20 inches wide and 24 inches high, five square feet in area, with the bottom | m |
| of windows opening no more than 36 inches above the floor. Locks, latches, operating | |
| handles, tabs, or other operational devices are located more than 54 inches above the finished | ed |
| floor; and | |
| (4) exterior doors, including sliding glass exterior doors, are operable and provide coo | de |
| compliant access to grade. | |
| | |
| (g) Electrical requirements: | |
| (1) distribution panels are installed in compliance with the approved listing, complete | <u>e</u> |
| with required breakers or fuses, with all unused openings covered with blank covers approve | ed |
| and listed for that purpose. Connections have been checked for tightness. Panels are readi | ly |
| accessible; | |
| (2) the electrical system, including switches, receptacles, fixtures, and devices, is installe | ed, |
| wired, and supported in accordance with code requirements at the time the electrical system | m |
| was installed and is in safe and functional condition; | |
| (3) the used manufactured home has been subjected to: | |
| (5) the about manaractared notice has been subjected to. | |

| 26.1 | (i) an electrical continuity test to assure that all metallic parts are bonded in accordance |
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| 26.2 | with code requirements; and |
| 26.3 | (ii) an electrical operational test to demonstrate that all fixtures and equipment except |
| 26.4 | water heaters, ranges, air conditioners and electric furnaces are connected and in working |
| 26.5 | order; |
| 26.6 | (4) the dealer, park owner, or seller may, in lieu of inspecting the electrical and heating |
| 26.7 | systems of a used manufactured home, request an electrical and heating inspection by a |
| 26.8 | qualified third party. Approval by the qualified third party is accepted as compliance with |
| 26.9 | those portions of the safety standards under the code that pertain to electrical and heating |
| 26.10 | systems; and |
| 26.11 | (5) electric ranges and clothes dryers have the required four-conductor cords and plugs. |
| 26.12 | (h) Plumbing requirements: |
| 26.13 | (1) fixtures: |
| 26.14 | (i) all plumbing fixtures are protected with approved workable "p" traps; |
| 26.15 | (ii) all plumbing fixtures are in a workable condition and vented through the roof in |
| 26.16 | accordance with code requirements at the time the plumbing was installed; and |
| 26.17 | (iii) an antisiphon trap vent device or mechanical vent may be used to vent single fixtures, |
| 26.18 | except water closets; |
| 26.19 | (2) water supply: |
| 26.20 | (i) water piping is not bent or kinked so as to retard or obstruct the flow of the water |
| 26.21 | supply; |
| 26.22 | (ii) the under-floor water supply piping is connected to the manufactured home's water |
| 26.23 | supply connection and to the site's water service supply piping in accordance with code |
| 26.24 | requirements at the time the plumbing was installed, except when the manufactured home |
| 26.25 | is being installed or reinstalled; |
| 26.26 | (iii) the under-floor water supply piping is supported in accordance with code |
| 26.27 | requirements at the time the plumbing was installed, except when the manufactured home |
| 26.28 | is being installed or reinstalled; and |
| 26.29 | (iv) the under-floor water supply piping is protected from freezing, except when the |
| 26.30 | manufactured home is being installed or reinstalled; |
| 26.31 | (3) drain waste: |

| 27.1 | (i) drain waste piping is in working condition; |
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| 27.2 | (ii) the under-floor drain waste piping is connected to the manufactured home's drain |
| 27.3 | waste outlet or outlets and to the site's service utility piping in accordance with code |
| 27.4 | requirements at the time the plumbing was installed, except when the manufactured home |
| 27.5 | is being installed or reinstalled; and |
| 27.6 | (iii) the under-floor drain waste piping is supported and sloped in accordance with code |
| 27.7 | requirements at the time the plumbing was installed, except when the manufactured home |
| 27.8 | is being installed or reinstalled; and |
| 27.9 | (4) water heating: |
| 27.10 | (i) the water heater is listed for manufactured home use under Code of Federal |
| 27.11 | Regulations, title 24, section 3280.709(a) and (d)(1) and (2), and installed correctly, in |
| 27.12 | accordance with federal standards; |
| 27.13 | (ii) the water heater is equipped with an approved listed relief valve to provide |
| 27.14 | temperature and pressure relief; |
| 27.15 | (iii) the water heater enclosure in the manufactured home is completed with an interior |
| 27.16 | finish having a flame spread rating not exceeding 25, as specified in the 1976 United States |
| 27.17 | Department of Housing and Urban Development Code governing manufactured housing |
| 27.18 | construction; and |
| 27.19 | (iv) water heater venting systems are in a safe and operable condition. Products of |
| 27.20 | combustion venting do not terminate within a roof, wall, or floor cavity. |
| 27.21 | (i) Heat-producing equipment requirements: |
| 27.22 | (1) the furnace is listed for manufactured home use under Code of Federal Regulations, |
| 27.23 | title 24, section 3280.709(a) and (d)(1) and (2), and installed correctly, in accordance with |
| 27.24 | the federal regulations; |
| 27.25 | (2) heating equipment such as a furnace, wall heater, or thermostat are in safe and |
| 27.26 | operable condition. All ducts are in usable, not collapsed condition, with all exterior and |
| 27.27 | interior joints and furnace connections mechanically secure and sealed; and |
| 27.28 | (3) the furnace venting systems are in a safe and operable condition. Products of |
| 27.29 | combustion venting do not terminate within a roof, wall, floor, or under-floor area. |
| 27.30 | (j) General requirements: |
| 27.31 | (1) fuel gas piping: |

| 28.1 | (i) fuel gas supply piping is not bent or kinked so as to obstruct the flow of the fuel gas |
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| 28.2 | or leak; |
| 28.3 | (ii) the under-floor fuel gas supply piping is connected to the manufactured home's fuel |
| 28.4 | gas supply connection and to the site's fuel gas service supply piping in accordance with |
| 28.5 | code requirements at the time the gas piping was installed, except when the manufactured |
| 28.6 | home is being installed or reinstalled; and |
| 28.7 | (iii) the under-floor fuel gas supply piping is supported in accordance with code |
| 28.8 | requirements at the time the gas piping was installed, except when the manufactured home |
| 28.9 | is being installed or reinstalled; |
| 28.10 | (2) solid fuel-burning fireplaces or stoves are listed for use in manufactured homes under |
| 28.11 | Code of Federal Regulations, title 24, section 3280.709(g), and installed correctly in |
| 28.12 | accordance with the federal regulations, including chimney, doors, hearth, combustion, or |
| 28.13 | intake; |
| 28.14 | (3) all exhaust vents are operable; |
| 28.15 | (4) insulation missing from exposed areas has been replaced and all holes in bottom |
| 28.16 | board have been securely sealed; |
| 28.17 | (5) exterior roof and wall systems prevent bulk water infiltration; |
| 28.18 | (6) water-damaged areas and holes in the subfloor have been replaced; and |
| 28.19 | (7) the home complies with code requirements for snowload and heat zone requirements |
| 28.20 | as indicated by the data plate. |
| 28.21 | Sec. 24. Minnesota Statutes 2024, section 327.32, subdivision 1e, is amended to read: |
| 28.22 | Subd. 1e. Reinstallation requirements for used manufactured homes. (a) All used |
| 28.23 | manufactured homes reinstalled less than 24 months from the date of installation by the |
| 28.24 | first purchaser must be reinstalled in compliance with subdivision 1c. All used manufactured |
| 28.25 | homes reinstalled more than 24 months from the date of installation by the first purchaser |
| 28.26 | may be reinstalled without a frost-protected foundation if the home is reinstalled in |
| 28.27 | compliance with Minnesota Rules, chapter 1350, for above frost-line installations and the |
| 28.28 | notice requirement of subdivision 1f is complied with by the seller and the purchaser of the |
| 28.29 | used manufactured home. |
| 28.30 | (b) The installer or licensed residential building contractor shall affix an installation seal |
| 28.31 | issued by the department to the outside of the home as required by the Minnesota State |
| 28.32 | Building Code. The certificate of installation issued by the installer of record shall clearly |

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state that the home has been reinstalled with an above frost-line foundation. Fees for inspection of a reinstallation and for issuance of reinstallation seals shall follow the requirements of sections 326B.802 to 326B.885; 326B.22, subdivision 2; and 326B.23, subdivision 2. Fees for review of plans, specifications, and on-site inspections shall be those as specified in section 326B.153, subdivision 1, paragraph (e) sections 326B.22, subdivision 2, and 326B.37, subdivision 4. Whenever an installation certificate for an above frost-line installation is issued to a used manufactured home being listed for sale, the purchase agreement must disclose that the home is installed on a nonfrost-protected foundation and recommend that the purchaser have the home inspected to determine the effects of frost on the home.

- (c) An installation seal may be issued to a residential building contractor licensed under section 326B.805 for use in the installation of used manufactured homes only after the qualifying person for the residential building contractor has completed a three-hour training course relating to the installation of manufactured homes that has been approved by either the United States Department of Housing and Urban Development or by the commissioner. The course completion certificate shall be submitted to the commissioner. For the purposes of this subdivision, "qualifying person" has the meaning given in section 326B.802, subdivision 10.
- Sec. 25. Minnesota Statutes 2024, section 327.32, subdivision 7, is amended to read:
 - Subd. 7. **Enforcement.** All jurisdictions enforcing the State Building Code, in accordance with sections 326B.101 to 326B.151, shall undertake or provide for the administration and enforcement of the manufactured home installation rules promulgated by the commissioner. Municipalities which have adopted the State Building Code may provide installation inspection and plan review services in noncode areas of the state without local building code enforcement.
- Sec. 26. Minnesota Statutes 2024, section 327.33, subdivision 1, is amended to read:
 - Subdivision 1. **Inspections.** The commissioner shall, through the department's inspectors or through a designated recognized inspection service acting as authorized representative of the commissioner perform sufficient inspections of manufacturing premises and manufactured homes to ensure compliance with sections 327.31 to 327.35. The commissioner shall have the exclusive right to conduct inspections, except for the inspections conducted or authorized by the secretary.

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Sec. 27. Minnesota Statutes 2024, section 327.33, subdivision 2, is amended to read:

- Subd. 2. Fees. Unless otherwise established in this section, the commissioner shall may by rule establish reasonable fees for seals, installation seals, Notice of Compliance Form for a used manufactured home filing, and inspections which are sufficient to cover all costs incurred in the administration of sections 327.31 to 327.35. The commissioner shall may also establish by rule a monitoring inspection fee in an amount that will comply with the secretary's fee distribution program. This monitoring inspection fee shall be an amount paid by the manufacturer for each manufactured home produced in Minnesota. The monitoring inspection fee shall be paid by the manufacturer to the secretary. The rules of the fee distribution program require the secretary to distribute the fees collected from all manufactured home manufacturers among states approved and conditionally approved based on the number of new manufactured homes whose first location after leaving the manufacturer is on the premises of a distributor, dealer or purchaser in that state. Fees for inspections in areas that have not adopted the State Building Code must be equal to the fees for inspections in code areas of the state. Third-party vendors may charge their usual and normal charge for inspections.
- Sec. 28. Minnesota Statutes 2024, section 327.33, subdivision 2a, is amended to read:
- Subd. 2a. **Construction seal fees.** Replacement manufactured home or accessory structure construction seal fees, including certificates, are \$30 \$70 per seal.
- Sec. 29. Minnesota Statutes 2024, section 327.33, subdivision 2b, is amended to read:
- Subd. 2b. **Installation seal fees.** Manufactured home installation seal fees, including anchoring and support and including certificates, are \$80 \\$325.
- Sec. 30. Minnesota Statutes 2024, section 327.33, subdivision 2c, is amended to read:
- Subd. 2c. **Temporary installation certificate fees.** A temporary certificate fee is \$2 30.25 \$15 per certificate.
- Sec. 31. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to read:
- Subd. 2f. Notice of Compliance Form for a used manufactured home filing fee. The

 Notice of Compliance Form for a used manufactured home filing fee is \$100 for each form

 submitted to the commissioner.

| 31.1 | Sec. 32. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to |
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| 31.2 | read: |
| 31.3 | Subd. 2g. Installation plan review and inspection fee. The plan review and inspection |
| 31.4 | fee for the commissioner's plan review and inspection of new and used installed or reinstalled |
| 31.5 | manufactured homes and manufactured home accessory structures in areas of the state |
| 31.6 | without local building code enforcement is \$1,200. |
| | |
| 31.7 | Sec. 33. Minnesota Statutes 2024, section 327B.01, subdivision 1, is amended to read: |
| 31.8 | Subdivision 1. Terms. As used in sections 327B.01 to 327B.12 the terms defined in this |
| 31.9 | section have the meanings given them. |
| 31.10 | Sec. 34. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision |
| 31.11 | to read: |
| 31.11 | to read. |
| 31.12 | Subd. 1a. Authorized representative. "Authorized representative" means a person, |
| 31.13 | firm, or corporation, or employee of a firm or corporation, approved or hired by the |
| 31.14 | commissioner of labor and industry. |
| | |
| 31.15 | Sec. 35. Minnesota Statutes 2024, section 327B.01, subdivision 7, is amended to read: |
| 31.16 | Subd. 7. Dealer or retailer. "Dealer" or "retailer" means any person who engages in |
| 31.17 | the business, either exclusively or in addition to any other occupation, of selling, distributing, |
| 31.18 | or brokering manufactured homes, new or used, or who offers to sell, solicit, broker or |
| 31.19 | advertise the sale of manufactured homes, new or used. |
| | |
| 31.20 | Sec. 36. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision |
| 31.21 | to read: |
| 31.22 | Subd. 7a. Distributor. "Distributor" means a person engaged in the sale and distribution |
| 31.23 | of manufactured homes for resale. |
| | |
| 31.24 | Sec. 37. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision |
| 31.25 | to read: |
| 31.26 | Subd. 10b. Installation. "Installation" of a manufactured home means installation or |
| 31.27 | reinstallation, at the site of occupancy, of all portions of a manufactured home, connection |
| 31.28 | of the manufactured home to existing utility connections, and installation of support and |
| 31.29 | anchoring systems. |

| 32.1 | Sec. 38. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision |
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| 32.2 | to read: |
| 32.3 | Subd. 13c. Manufactured home installer. "Manufactured home installer" means a |
| 32.4 | person, firm, or corporation licensed by the state of Minnesota that installs or repairs a |
| 32.5 | manufactured home for others at the site of occupancy. |
| 32.6 | Sec. 39. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision |
| 32.7 | to read: |
| 32.8 | Subd. 17a. Purchaser. "Purchaser" means the first individual purchasing a manufactured |
| 32.9 | home in good faith for purposes other than resale. |
| 32.10 | Sec. 40. Minnesota Statutes 2024, section 327B.01, subdivision 19, is amended to read: |
| 32.11 | Subd. 19. Salesperson. "Salesperson" means a person who acts on behalf of a dealer in |
| 32.12 | performing any act which that sections 327B.01 to 327B.12 authorize or require to be |
| 32.13 | performed by a dealer. |
| 32.14 | Sec. 41. Minnesota Statutes 2024, section 327B.04, subdivision 3, is amended to read: |
| 32.15 | Subd. 3. License application; manufacturer and dealer. Application for a license to |
| 32.16 | act as a manufacturer or dealer and its renewal shall be made to the commissioner, shall be |
| 32.17 | in writing, and duly verified by oath. The applicant shall submit any information required |
| 32.18 | by the commissioner, upon forms provided by the commissioner for that purpose, including: |
| 32.19 | (a) proof of identity; |
| 32.20 | (b) the name under which the applicant will be licensed and do business in this state; |
| 32.21 | (c) the applicant's type and place of business; |
| 32.22 | (d) the name, home and business address of the applicant's directors, officers, limited |
| 32.23 | and general partners, controlling shareholders and affiliates; |
| 32.24 | (e) whether the applicant, or any of its directors, officers, limited or general partners, |
| 32.25 | controlling shareholders or affiliates, has been convicted of a crime within the previous ten |
| 32.26 | years that either related directly to the business for which the license is sought or involved |
| 32.27 | fraud, misrepresentation or misuse of funds, or has suffered a judgment in a civil action |
| 32.28 | involving fraud, misrepresentation, or conversion within the previous five years or has had |
| 32.29 | any government license or permit suspended or revoked as a result of an action brought by |
| 32.30 | a federal or state governmental agency in this or any other state within the last five years; |
| 32.31 | and |

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(f) the applicant's qualifications and business history, including whether the applicant, or any of its directors, officers, limited or general partners, controlling shareholders or affiliates has ever been adjudged bankrupt or insolvent, or has any unsatisfied court judgments outstanding against it or them.

- Sec. 42. Minnesota Statutes 2024, section 327B.04, subdivision 4, is amended to read:
- Subd. 4. **License prerequisites.** No application shall be granted nor license issued <u>to</u> act as a manufacturer or dealer until the applicant proves to the commissioner that:
- (a) the applicant has a permanent, established place of business at each licensed location. An "established place of business" means a permanent enclosed building other than a residence, or a commercial office space, either owned by the applicant or leased by the applicant for a term of at least one year, located in an area where zoning regulations allow commercial activity, and where the books, records and files necessary to conduct the business are kept and maintained. The owner of a licensed manufactured home park who resides in or adjacent to the park may use the residence as the established place of business required by this subdivision, unless prohibited by local zoning ordinance.
- If a license is granted, the licensee may use unimproved lots and premises for sale, storage, and display of manufactured homes, if the licensee first notifies the commissioner in writing;
- (b) if the applicant desires to sell, solicit or advertise the sale of new manufactured homes, it has a bona fide contract or franchise in effect with a manufacturer or distributor of the new manufactured home it proposes to deal in;
- (c) the applicant has secured: (1) a surety bond in the amount of \$20,000 for each agency and each subagency location that bears the applicant's name and the name under which the applicant will be licensed and do business in this state. Each bond is for the protection of consumer customers, and must be executed by the applicant as principal and issued by a surety company admitted to do business in this state. Each bond shall be exclusively for the purpose of reimbursing consumer customers and shall be conditioned upon the faithful compliance by the applicant with all of the laws and rules of this state pertaining to the applicant's business as a dealer or manufacturer, including sections 325D.44, 325F.67 and 325F.69, and upon the applicant's faithful performance of all its legal obligations to consumer customers; and (2) a certificate of liability insurance in the amount of \$1,000,000 that provides aggregate coverage for the agency and each subagency location. In the event of a policy cancellation, the insurer shall send written notice to the commissioner at the same time that a cancellation request is received from or a notice is sent to the insured;

| 34.1 | (d) the applicant has established a trust account as required by section 327B.08, |
|-------|-----------------------------------------------------------------------------------------------|
| 34.2 | subdivision 3, unless the applicant states in writing its intention to limit its business to |
| 34.3 | selling, offering for sale, soliciting or advertising the sale of new manufactured homes; and |
| 34.4 | (e) the applicant has provided evidence of having had at least two years' prior experience |
| 34.5 | in the sale of manufactured homes, working for a licensed dealer. The applicant does not |
| 34.6 | have to satisfy the two-year prior experience requirement if: |
| 34.7 | (1) the applicant sells or brokers used manufactured homes as permitted under section |
| 34.8 | 327B.01, subdivision 7; or |
| 34.9 | (2) the applicant: |
| 34.10 | (i) has met all other licensing requirements; |
| 34.11 | (ii) is the owner of a manufactured home park; and |
| 34.12 | (iii) is selling new manufactured homes installed in the manufactured home park that |
| 34.13 | the applicant owns. |
| 34.14 | Sec. 43. Minnesota Statutes 2024, section 327B.04, subdivision 6, is amended to read: |
| 34.15 | Subd. 6. Certificate of license; manufacturer and dealer. For each license granted to |
| 34.16 | act as a manufacturer or dealer the commissioner shall issue a certificate which includes |
| 34.17 | the name of the licensee, the name of the surety company and the amount of the surety bond, |
| 34.18 | and the insurance underwriter and policy number, the names and addresses of any related |
| 34.19 | principal or subagencies, and a license number. |
| 34.20 | Sec. 44. Minnesota Statutes 2024, section 327B.04, subdivision 7a, is amended to read: |
| 34.21 | Subd. 7a. Fees. (a) Fees for licenses issued pursuant to this section shall be ealculated |
| 34.22 | pursuant to section 326B.092. for two years and the following fees apply: |
| 34.23 | (1) manufacturer's license and dealer's license, \$180; |
| 34.24 | (2) dealer's subagency license, \$80; and |
| 34.25 | (3) limited dealer's license, \$100. |
| 34.26 | (b) All initial limited dealer licenses shall be effective for more than one calendar year |
| 34.27 | and shall expire on December 31 of the year after the year in which the application is made. |
| 34.28 | (c) For the purposes of calculating fees under section 326B.092, any license issued under |
| 34.29 | this section is a business license, except that a subagency license is a master license. The |
| 34.30 | commissioner shall in a manner determined by the commissioner, without the need for any |

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rulemaking under chapter 14, phase in the renewal of limited dealer licenses from one year to two years. By June 30, 2011, all renewed limited dealer licenses shall be two-year licenses.

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Sec. 45. Minnesota Statutes 2024, section 327B.041, is amended to read:

327B.041 MANUFACTURED HOME INSTALLERS.

- (a) Manufactured home installers are subject to all of the fees in section 326B.092 and the requirements of sections 326B.802 to 326B.885, except for the following:
- (1) manufactured home installers are not subject to the continuing education requirements of sections 326B.0981, 326B.099, and 326B.821, but are subject to the continuing education requirements established in rules adopted under section 327B.10;
- (2) the examination requirement of section 326B.83, subdivision 3, for manufactured home installers shall be satisfied by successful completion of a written examination administered and developed specifically for the examination of manufactured home installers. The examination must be administered and developed by the commissioner. The commissioner and the state building official shall seek advice on the grading, monitoring, and updating of examinations from the Minnesota Manufactured Housing Association Manufactured and Modular Home Association of Minnesota;
- (3) a local government unit may not place a surcharge on a license fee, and may not charge a separate fee to installers;
- 35.19 (4) a dealer or distributor who does not install or repair manufactured homes is exempt from licensure under sections 326B.802 to 326B.885;
- 35.21 (5) the exemption under section 326B.805, subdivision 6, clause (5), does not apply; 35.22 and
 - (6) manufactured home installers are not subject to the contractor recovery fund in section 326B.89.
- 35.25 (b) The commissioner may waive all or part of the requirements for licensure as a
 35.26 manufactured home installer for any individual who holds an unexpired license or certificate
 35.27 issued by any other state or other United States jurisdiction if the licensing requirements of
 35.28 that jurisdiction meet or exceed the corresponding licensing requirements of the department
 35.29 and the individual complies with section 326B.092, subdivisions 1 and 3 to 7.

Sec. 46. Minnesota Statutes 2024, section 327B.05, subdivision 1, is amended to read:

- Subdivision 1. Grounds. In addition to the grounds in section 326B.082, subdivision 36.2
- 11, the commissioner may by order deny, suspend, limit, place conditions on, or revoke the 36.3
- application or license of any applicant or licensee or any of its directors, officers, limited 36.4
- or general partners, controlling shareholders, or affiliates for any of the following grounds: 36.5
- (a) (1) has violated any of the provisions of sections 327B.01 to 327B.12 or any rule or 36.6
- order issued by the commissioner or any prior law providing for the licensing of manufactured 36.7
- home dealers or manufacturers; 36.8
- (b) (2) has had a previous manufacturer or dealer license revoked in this or any other 36.9
- state; 36.10
- (e) (3) has engaged in acts or omissions which have been adjudicated or amount to a 36.11
- violation of any of the provisions of section 325D.44, 325F.67 or 325F.69; 36.12
- (d) (4) has sold or brokered the sale of a home containing a material violation of sections 36.13
- 327.31 to 327.35 about which that the dealer knew of or which should have been obvious 36.14
- to a reasonably prudent dealer could have known of with the exercise of reasonable diligence; 36.15
- (e) (5) has failed to make or provide all listings, notices and reports required by the 36.16
- commissioner; 36.17
- (f) (6) has failed to pay a civil penalty assessed under subdivision 5 within ten days after 36.18
- the assessment becomes final; 36.19
- (g) (7) has failed to pay to the commissioner or other responsible government agency 36.20
- all taxes, fees and arrearages due; 36.21
- (h) (8) has failed to duly apply for license renewal; 36.22
- (i) (9) has violated any applicable manufactured home building or safety code; 36.23
- (i) (10) has failed or refused to honor any express or implied warranty as provided in 36.24
- section 327B.03; 36.25
- 36.26 (k) (11) has failed to continuously occupy a permanent, established place of business
- licensed under section 327B.04; 36.27
- (12) has, without first notifying the commissioner, sold a new and unused 36.28
- manufactured home other than the make of manufactured home described in a franchise or 36.29
- contract filed with the application for license or license renewal; 36.30
- (m) (13) has wrongfully failed to deliver a certificate of title to a person entitled to it; 36.31

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by this section.

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of up to \$1,000 per employee per day during which rest breaks are not provided as required

| 38.1 | Sec. 3. Minnesota Statutes 2024, section 177.254, subdivision 1, is amended to read: |
|-------|--------------------------------------------------------------------------------------------------|
| 38.2 | Subdivision 1. Meal break. An employer must permit allow each employee who is |
| 38.3 | working for eight six or more consecutive hours sufficient time to eat a meal break of at |
| 38.4 | least 30 minutes. |
| | |
| 38.5 | Sec. 4. Minnesota Statutes 2024, section 177.254, subdivision 2, is amended to read: |
| 38.6 | Subd. 2. Payment not required. Except for subdivision 4, nothing in this section requires |
| 38.7 | the employer to pay the employee during the meal break. |
| 38.8 | Sec. 5. Minnesota Statutes 2024, section 177.254, is amended by adding a subdivision to |
| 38.9 | read: |
| | |
| 38.10 | Subd. 4. Remedies. (a) If an employer does not provide meal breaks to an employee as |
| 38.11 | required by this section and related rules, the employer is liable to the employee for the |
| 38.12 | meal break time that should have been provided at the employee's regular rate of pay, plus |
| 38.13 | an additional equal amount as liquidated damages. |
| 38.14 | (b) In addition to the remedies in paragraph (a), the commissioner may assess a penalty |
| 38.15 | of up to \$1,000 per employee per day during which meal breaks are not provided as required |
| 38.16 | by this section. |
| | |
| 38.17 | Sec. 6. MISCLASSIFICATION FRAUD IMPACT REPORT. |
| 38.18 | (a) Every two years, the commissioners of revenue, employment and economic |
| 38.19 | development, and labor and industry may coordinate to conduct an analysis of the costs of |
| 38.20 | misclassification to illustrate how misclassification impacts misclassified workers, |
| 38.21 | government programs, and tax collections. |
| 38.22 | (b) By January 15 of every odd-numbered year, beginning January 15, 2027, the |
| 38.23 | commissioner of labor and industry may report on the analysis performed under paragraph |
| 38.24 | (a) to the chairs and ranking minority members of the legislative committees with jurisdiction |
| 38.25 | over taxes, workforce, and labor. The commissioner of labor and industry may contract |
| 38.26 | with external experts or an independent third party to conduct a study, develop a report, and |
| 38.27 | perform other functions. |
| 38.28 | (c) At a minimum, the study and report must provide: |
| 38.29 | (1) an estimate of the number of workers experiencing misclassification in Minnesota; |
| 38.30 | (2) an estimate of the cost of misclassification to impacted workers; |

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| 40.1 | utilities or that crosses the existing underground utilities must be performed by |
|-------|--------------------------------------------------------------------------------------------|
| 40.2 | safety-qualified underground telecommunications installers as follows: |
| 40.3 | (1) the location of existing utilities by hand- or hydro-excavation or other accepted |
| 40.4 | methods must be performed by a safety-qualified underground telecommunications installer |
| 40.5 | and |
| 40.6 | (2) where telecommunications infrastructure is installed by means of directional drilling |
| 40.7 | the monitoring of the location and depth of the drill head must be performed by a |
| 40.8 | safety-qualified underground telecommunications installer; and. |
| 40.9 | (3) no fewer than two safety-qualified underground telecommunications installers mus |
| 40.10 | be present at all times at any location where telecommunications infrastructure is being |
| 40.11 | installed by means of directional drilling. |
| 40.12 | (b) Beginning July 1, 2025, all installations of underground telecommunications |
| 40.13 | infrastructure subject to this subdivision within the seven-county metropolitan area must |
| 40.14 | be performed by safety-qualified underground telecommunications installers that meet the |
| 40.15 | requirements of this subdivision. |
| 40.16 | (e) (b) Beginning January 1, 2026, all installations of underground telecommunications |
| 40.17 | infrastructure subject to this subdivision within this state must be performed by |
| 40.18 | safety-qualified underground telecommunications installers that meet the requirements of |
| 40.19 | this subdivision. |
| 40.20 | EFFECTIVE DATE. This section is effective the day following final enactment. |
| 40.21 | Sec. 2. Minnesota Statutes 2024, section 326B.198, subdivision 3, is amended to read: |
| 40.22 | Subd. 3. Certification Standards. (a) The commissioner of labor and industry, in |
| 40.23 | consultation with the Office of Broadband, shall approve standards for a safety-qualified |
| 40.24 | underground telecommunications installer certification program that requires a person to: |
| 40.25 | (1) complete a 40-hour initial course that includes classroom and hands-on instruction |
| 40.26 | covering proper work procedures for safe installation of underground utilities, including: |
| 40.27 | (i) regulations applicable to excavation near existing utilities; |
| 40.28 | (ii) identification, location, and verification of utility lines using hand- or |
| 40.29 | hydro-excavation or other accepted methods; |
| 40.30 | (iii) response to line strike incidents; |
| 40.31 | (iv) traffic control procedures; |

- 41.1 (v) use of a tracking device to safely guide directional drill equipment along a drill path;
 41.2 and
- 41.3 (vi) avoidance and mitigation of safety hazards posed by underground utility installation 41.4 projects;
 - (2) demonstrate knowledge of the course material by successfully completing an examination approved by the commissioner; and
- (3) complete a four-hour refresher course within three years of completing the original course and every three years thereafter in order to maintain certification.
 - (b) The commissioner must develop an approval process for training providers under this subdivision and may suspend or revoke the approval of any training provider that fails to demonstrate consistent delivery of approved curriculum or success in preparing participants to complete the examination.
 - (c) An approved training provider may apply for approval of classroom instruction course material delivered up to two years prior to becoming an approved training provider and before January 1, 2026, as being equivalent or substantially equivalent to classroom instruction course material that is contained in the approved program. An application must provide a copy of all written materials used for the training for which equivalent credit is sought, the specific subjects covered in the training, the name and qualifications of the training provider, a description of the delivery method for the training, and the date of the training. Once approved, a training provider may grant full or partial retroactive credit for completion of classroom instruction training delivered prior to the commissioner's decision to approve a program. A person granted retroactive credit must successfully complete the examination that the training provider is approved to administer in order to be certified as a safety-qualified underground telecommunications installer.
- 41.25 **EFFECTIVE DATE.** This section is effective the day following final enactment.

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APPENDIX Article locations for S2373-2

| ARTICLE 1 | APPROPRIATIONS | Page.Ln 1.18 |
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| ARTICLE 3 | LABOR AND INDUSTRY - MISCELLANEOUS | Page.Ln 37.15 |
| ARTICLE 4 | UNDERGROUND TELECOMMUNICATIONS INSTALLERS | Page I n 39 24 |