

1.1 **Senator Fateh from the Committee on Higher Education, to which was referred**

1.2 **S.F. No. 2483:** A bill for an act relating to higher education; providing funding and
 1.3 policy-related changes for the Office of Higher Education, Minnesota State Colleges and
 1.4 Universities, the University of Minnesota, and the Mayo Clinic; modifying certain scholarship
 1.5 and student aid programs; creating and modifying grant programs to higher education
 1.6 institutions; providing authority to the Office of Higher Education for treatment of certain
 1.7 appropriations; providing for certain policy changes to student financial aid, institution
 1.8 eligibility, institutional licensure provisions, student loan programs, and institutional grant
 1.9 programs; requiring reports; appropriating money; amending Minnesota Statutes 2024,
 1.10 sections 135A.137; 136A.01, by adding a subdivision; 136A.101, subdivision 5a; 136A.103;
 1.11 136A.121, subdivisions 5, 6, 7, 13; 136A.1465, subdivisions 1, 2, by adding a subdivision;
 1.12 136A.155; 136A.162; 136A.1701, subdivision 4; 136A.1796; 136A.658; 136A.69,
 1.13 subdivision 1; 136A.82; 136A.821, subdivisions 4, 5, by adding subdivisions; 136A.822,
 1.14 subdivisions 3, 6, 8, 13; 136A.824, subdivisions 1, 2, 6, 7; 136A.833; 136A.834, subdivisions
 1.15 1, 5; repealing Minnesota Statutes 2024, sections 136A.69, subdivisions 3, 5; 136A.824,
 1.16 subdivisions 3, 5.

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

1.18 Delete everything after the enacting clause and insert:

1.19 **"ARTICLE 1**

1.20 **APPROPRIATIONS**

1.21 Section 1. **APPROPRIATIONS.**

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

1.29		<u>APPROPRIATIONS</u>
1.30		<u>Available for the Year</u>
1.31		<u>Ending June 30</u>
1.32		<u>2026</u> <u>2027</u>

1.33 Sec. 2. **OFFICE OF HIGHER EDUCATION**

1.34	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>357,204,000</u>	<u>\$</u>	<u>357,423,000</u>
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1.35 The amounts that may be spent for each
 1.36 purpose are specified in the following
 1.37 subdivisions. The base for this appropriation
 1.38 is \$319,840,000 in fiscal year 2028 and each
 1.39 year thereafter.

2.1	<u>Subd. 2. State Grants</u>	<u>277,326,000</u>	<u>277,326,000</u>
2.2	<u>If the appropriation in this subdivision for</u>		
2.3	<u>either year is insufficient, the appropriation</u>		
2.4	<u>for the other year is available for it. These</u>		
2.5	<u>appropriations are available until June 30,</u>		
2.6	<u>2029. The base for this appropriation is</u>		
2.7	<u>\$239,743,000 in fiscal year 2028 and each</u>		
2.8	<u>year thereafter.</u>		
2.9	<u>Subd. 3. Child Care Grants</u>	<u>7,694,000</u>	<u>7,694,000</u>
2.10	<u>Subd. 4. State Work-Study</u>	<u>14,102,000</u>	<u>14,102,000</u>
2.11	<u>Subd. 5. Interstate Tuition Reciprocity</u>	<u>8,500,000</u>	<u>8,500,000</u>
2.12	<u>If the appropriation in this subdivision for</u>		
2.13	<u>either year is insufficient, the appropriation</u>		
2.14	<u>for the other year is available to meet</u>		
2.15	<u>reciprocity contract obligations.</u>		
2.16	<u>Subd. 6. Safety Officer's Survivors</u>	<u>100,000</u>	<u>100,000</u>
2.17	<u>This appropriation is to provide educational</u>		
2.18	<u>benefits under Minnesota Statutes, section</u>		
2.19	<u>299A.45, to eligible dependent children and</u>		
2.20	<u>to the spouses of public safety officers killed</u>		
2.21	<u>in the line of duty.</u>		
2.22	<u>If the appropriation in this subdivision for</u>		
2.23	<u>either year is insufficient, the appropriation</u>		
2.24	<u>for the other year is available for it.</u>		
2.25	<u>Subd. 7. Indian Scholarships</u>	<u>3,500,000</u>	<u>3,500,000</u>
2.26	<u>The commissioner must contract with or</u>		
2.27	<u>employ at least one person with demonstrated</u>		
2.28	<u>competence in American Indian culture and</u>		
2.29	<u>residing in or near the city of Bemidji to assist</u>		
2.30	<u>students with the scholarships under</u>		
2.31	<u>Minnesota Statutes, section 136A.126, and</u>		
2.32	<u>with other information about financial aid for</u>		
2.33	<u>which the students may be eligible.</u>		

3.1	<u>Subd. 8. Tribal College Supplemental Assistance</u>	<u>3,150,000</u>	<u>3,150,000</u>
3.2	<u>Grants</u>		
3.3	<u>(a) For Tribal college assistance grants under</u>		
3.4	<u>Minnesota Statutes, section 136A.1796.</u>		
3.5	<u>(b) A Tribal college must use grant funds</u>		
3.6	<u>received under this section to supplement, not</u>		
3.7	<u>supplant, any existing funding. Each eligible</u>		
3.8	<u>Tribal college may receive a grant in an</u>		
3.9	<u>amount no less than \$1,000,000 and no more</u>		
3.10	<u>than \$1,050,000, subject to available</u>		
3.11	<u>appropriations.</u>		
3.12	<u>Subd. 9. Intervention for College Attendance</u>	<u>1,142,000</u>	<u>1,142,000</u>
3.13	<u>Program Grants</u>		
3.14	<u>For the intervention for college attendance</u>		
3.15	<u>program under Minnesota Statutes, section</u>		
3.16	<u>136A.861.</u>		
3.17	<u>Notwithstanding Minnesota Statutes, section</u>		
3.18	<u>136A.01, subdivision 4, the commissioner</u>		
3.19	<u>may use no more than three percent of this</u>		
3.20	<u>appropriation to administer the program.</u>		
3.21	<u>Subd. 10. Student-Parent Information</u>	<u>122,000</u>	<u>122,000</u>
3.22	<u>Subd. 11. Get Ready!</u>	<u>180,000</u>	<u>180,000</u>
3.23	<u>Subd. 12. Midwest Higher Education Compact</u>	<u>115,000</u>	<u>115,000</u>
3.24	<u>Subd. 13. MnLINK Gateway and Minitex</u>	<u>7,155,000</u>	<u>7,208,000</u>
3.25	<u>Subd. 14. Statewide Longitudinal Education</u>	<u>2,550,000</u>	<u>2,550,000</u>
3.26	<u>Data System</u>		
3.27	<u>Subd. 15. Summer Academic Enrichment</u>	<u>250,000</u>	<u>250,000</u>
3.28	<u>Program</u>		
3.29	<u>For summer academic enrichment grants under</u>		
3.30	<u>Minnesota Statutes, section 136A.091.</u>		
3.31	<u>Notwithstanding Minnesota Statutes, section</u>		
3.32	<u>136A.01, subdivision 4, the commissioner</u>		
3.33	<u>may use no more than three percent of this</u>		
3.34	<u>appropriation to administer the program.</u>		

4.1	<u>Subd. 16. Campus Sexual Violence Prevention</u>	<u>150,000</u>	<u>150,000</u>
4.2	<u>and Response Coordinator</u>		
4.3	<u>For the Office of Higher Education to staff a</u>		
4.4	<u>campus sexual violence prevention and</u>		
4.5	<u>response coordinator to serve as a statewide</u>		
4.6	<u>resource providing professional development</u>		
4.7	<u>and guidance on best practices for</u>		
4.8	<u>postsecondary institutions. \$50,000 each year</u>		
4.9	<u>is for administrative funding to conduct</u>		
4.10	<u>trainings and provide materials to</u>		
4.11	<u>postsecondary institutions.</u>		
4.12	<u>Subd. 17. Emergency Assistance for</u>	<u>550,000</u>	<u>550,000</u>
4.13	<u>Postsecondary Students</u>		
4.14	<u>(a) For the Office of Higher Education to</u>		
4.15	<u>allocate to nonprofit private postsecondary</u>		
4.16	<u>institutions and Tribal colleges that are eligible</u>		
4.17	<u>under Minnesota Statutes, section 136A.103,</u>		
4.18	<u>for emergency assistance grants to students.</u>		
4.19	<u>The commissioner must establish processes</u>		
4.20	<u>for soliciting applications from institutions,</u>		
4.21	<u>selecting applicants to receive an allocation,</u>		
4.22	<u>and determining the funding amount allocated</u>		
4.23	<u>and issue guidance regarding how institutions</u>		
4.24	<u>must award emergency assistance grants to</u>		
4.25	<u>students. Notwithstanding Minnesota Statutes,</u>		
4.26	<u>section 136A.01, subdivision 4, the</u>		
4.27	<u>commissioner may use no more than \$50,000</u>		
4.28	<u>of the annual appropriation to administer the</u>		
4.29	<u>program.</u>		
4.30	<u>(b) Postsecondary institutions must use the</u>		
4.31	<u>funding allocated to them under this</u>		
4.32	<u>subdivision to award emergency assistance</u>		
4.33	<u>grants directly to students to meet immediate</u>		
4.34	<u>needs that could interfere with the student</u>		
4.35	<u>completing the term or their program,</u>		
4.36	<u>including but not limited to emergency</u>		

- 5.1 housing, food, and transportation. Institutions
5.2 must minimize any negative impact on student
5.3 financial aid resulting from the receipt of
5.4 emergency money.
- 5.5 (c) Money under this subdivision must not be
5.6 distributed to selected applicants until the
5.7 Office of Higher Education has approved their
5.8 plans to award grants to students.
- 5.9 (d) By February 1 each year, the commissioner
5.10 must submit a report to the chairs and ranking
5.11 minority members of the legislative
5.12 committees with jurisdiction over higher
5.13 education on emergency assistance grants
5.14 awarded to students using the money
5.15 appropriated in this subdivision. The report
5.16 must detail:
- 5.17 (1) how money was distributed among
5.18 institutions;
- 5.19 (2) the process by which students apply for
5.20 emergency assistance grants and institutions
5.21 make a determination about whether money
5.22 will be awarded;
- 5.23 (3) how many students received emergency
5.24 assistance grants and the average award
5.25 amount;
- 5.26 (4) the most common student needs that grants
5.27 were awarded to meet; and
- 5.28 (5) the average length of time between grant
5.29 application and disbursement to students.
- 5.30 (e) At the end of each biennium, institutions
5.31 must return any unused portion of the funding
5.32 allocated to them under this subdivision to the
5.33 Office of Higher Education.

6.1	<u>Subd. 18. Grants to Student Teachers in</u>	<u>500,000</u>	<u>500,000</u>
6.2	<u>Shortage Areas</u>		
6.3	<u>For grants to student teachers in shortage areas</u>		
6.4	<u>under Minnesota Statutes, section 136A.1275.</u>		
6.5	<u>Notwithstanding Minnesota Statutes, section</u>		
6.6	<u>136A.01, subdivision 4, the commissioner</u>		
6.7	<u>may use no more than three percent of the</u>		
6.8	<u>appropriation to administer the program.</u>		
6.9	<u>Subd. 19. Grants to Underrepresented Student</u>	<u>625,000</u>	<u>625,000</u>
6.10	<u>Teachers</u>		
6.11	<u>For grants to underrepresented student teachers</u>		
6.12	<u>under Minnesota Statutes, section 136A.1274.</u>		
6.13	<u>Notwithstanding Minnesota Statutes, section</u>		
6.14	<u>136A.01, subdivision 4, the commissioner</u>		
6.15	<u>may use no more than three percent of the</u>		
6.16	<u>appropriation to administer the program.</u>		
6.17	<u>Subd. 20. Grants for Students with Intellectual</u>	<u>200,000</u>	<u>200,000</u>
6.18	<u>and Developmental Disabilities</u>		
6.19	<u>For grants for students with intellectual and</u>		
6.20	<u>developmental disabilities under Minnesota</u>		
6.21	<u>Statutes, section 136A.1215.</u>		
6.22	<u>Subd. 21. Loan Repayment Assistance Program</u>	<u>55,000</u>	<u>55,000</u>
6.23	<u>For a grant to the Loan Repayment Assistance</u>		
6.24	<u>Program of Minnesota to provide education</u>		
6.25	<u>debt relief to attorneys with full-time</u>		
6.26	<u>employment providing legal advice or</u>		
6.27	<u>representation to low-income clients or support</u>		
6.28	<u>services for this work.</u>		
6.29	<u>Subd. 22. Student Loan Debt Counseling</u>	<u>250,000</u>	<u>250,000</u>
6.30	<u>For student loan debt counseling under</u>		
6.31	<u>Minnesota Statutes, section 136A.1788.</u>		
6.32	<u>Notwithstanding Minnesota Statutes, section</u>		
6.33	<u>136A.01, subdivision 4, the commissioner</u>		

7.1	<u>may use no more than three percent of the</u>		
7.2	<u>appropriation to administer the program.</u>		
7.3	<u>Subd. 23. Hunger-Free Campus Grants</u>	<u>200,000</u>	<u>200,000</u>
7.4	<u>(a) For the Office of Higher Education to</u>		
7.5	<u>award grants to nonprofit private</u>		
7.6	<u>postsecondary institutions and Tribal colleges</u>		
7.7	<u>registered with the Office of Higher Education</u>		
7.8	<u>under Minnesota Statutes, section 136A.63,</u>		
7.9	<u>for hunger-free campus activities. The</u>		
7.10	<u>commissioner must establish a competitive</u>		
7.11	<u>grant program to distribute the money</u>		
7.12	<u>appropriated in this subdivision, which must:</u>		
7.13	<u>(1) have an application process and selection</u>		
7.14	<u>criteria established by the commissioner in</u>		
7.15	<u>collaboration with student associations</u>		
7.16	<u>representing eligible institutions;</u>		
7.17	<u>(2) provide a maximum annual grant award</u>		
7.18	<u>of \$25,000 per institution;</u>		
7.19	<u>(3) give preference to applications from</u>		
7.20	<u>institutions with the highest number of federal</u>		
7.21	<u>Pell Grant eligible students enrolled; and</u>		
7.22	<u>(4) require grant recipients to match at least</u>		
7.23	<u>50 percent of the amount awarded with either</u>		
7.24	<u>in-kind contributions or other resources.</u>		
7.25	<u>(b) Postsecondary institutions must use the</u>		
7.26	<u>grant money awarded to them under this</u>		
7.27	<u>subdivision to meet the following hunger-free</u>		
7.28	<u>campus requirements:</u>		
7.29	<u>(1) maintain an on-campus food pantry or</u>		
7.30	<u>partnership with a local food bank to provide</u>		
7.31	<u>regular, on-campus food distributions;</u>		
7.32	<u>(2) provide information to students on the</u>		
7.33	<u>Supplemental Nutrition Assistance Program</u>		

- 8.1 (SNAP), the Minnesota Family Investment
 8.2 Program (MFIP), and other programs that
 8.3 reduce food insecurity;
- 8.4 (3) notify students in work-study employment
 8.5 of their potential eligibility for SNAP benefits
 8.6 and provide information to those students
 8.7 about eligibility criteria and how to apply for
 8.8 benefits;
- 8.9 (4) hold or participate in one hunger awareness
 8.10 event per academic year;
- 8.11 (5) provide emergency assistance grants to
 8.12 students; and
- 8.13 (6) establish a hunger task force that meets a
 8.14 minimum of three times per academic year
 8.15 and that includes at least two students
 8.16 currently enrolled at the institution.
- 8.17 (c) By February 1 each year, the commissioner
 8.18 must submit a report to the chairs and ranking
 8.19 minority members of the legislative
 8.20 committees with jurisdiction over higher
 8.21 education on hunger-free campus activities
 8.22 performed using the money appropriated in
 8.23 this subdivision. The report must detail:
- 8.24 (1) how money was distributed among
 8.25 institutions;
- 8.26 (2) how hunger-free campus requirements
 8.27 were met at those institutions; and
- 8.28 (3) how many students were served.
- 8.29 **Subd. 24. Fostering Independence Higher**
 8.30 **Education Grants**
- 8.31 For grants to eligible students under Minnesota
 8.32 Statutes, section 136A.1241. Notwithstanding
 8.33 Minnesota Statutes, section 136A.01,

8,416,000

8,416,000

9.1	<u>subdivision 4, the commissioner may use no</u>		
9.2	<u>more than three percent of the appropriation</u>		
9.3	<u>to administer the grants.</u>		
9.4	<u>Subd. 25. Student-Parent Support Initiative</u>	<u>3,000,000</u>	<u>3,000,000</u>
9.5	<u>For grants to support student parents under</u>		
9.6	<u>Minnesota Statutes, section 136A.1251.</u>		
9.7	<u>Notwithstanding Minnesota Statutes, section</u>		
9.8	<u>136A.01, subdivision 4, the commissioner</u>		
9.9	<u>may use no more than \$338,000 of the annual</u>		
9.10	<u>appropriation for administrative and</u>		
9.11	<u>promotional costs.</u>		
9.12	<u>Subd. 26. Director of Tribal Relations</u>	<u>143,000</u>	<u>143,000</u>
9.13	<u>Subd. 27. Direct Admissions Program</u>	<u>900,000</u>	<u>900,000</u>
9.14	<u>For the direct admissions program under</u>		
9.15	<u>Minnesota Statutes, section 136A.84.</u>		
9.16	<u>Subd. 28. American Indian Scholars</u>	<u>8,500,000</u>	<u>8,500,000</u>
9.17	<u>(a) To support implementation of Minnesota</u>		
9.18	<u>Statutes, section 135A.121.</u>		
9.19	<u>(b) \$4,032,000 in fiscal year 2026 and</u>		
9.20	<u>\$4,032,000 in fiscal year 2027 are for transfer</u>		
9.21	<u>to the Board of Regents of the University of</u>		
9.22	<u>Minnesota.</u>		
9.23	<u>(c) \$4,468,000 in fiscal year 2026 and</u>		
9.24	<u>\$4,468,000 in fiscal year 2027 are for transfer</u>		
9.25	<u>to the Board of Trustees of the Minnesota</u>		
9.26	<u>State Colleges and Universities.</u>		
9.27	<u>Subd. 29. Inclusive Higher Education</u>	<u>250,000</u>	<u>250,000</u>
9.28	<u>To enter into a contract establishing the</u>		
9.29	<u>Inclusive Higher Education Technical</u>		
9.30	<u>Assistance Center under Minnesota Statutes,</u>		
9.31	<u>section 135A.161.</u>		

10.1	<u>Subd. 30. Paramedic Scholarship Program</u>	<u>1,000,000</u>	<u>1,000,000</u>
10.2	<u>For the paramedic scholarship program under</u>		
10.3	<u>Minnesota Statutes, section 136A.1278.</u>		
10.4	<u>Notwithstanding Minnesota Statutes, section</u>		
10.5	<u>136A.01, subdivision 4, the commissioner</u>		
10.6	<u>may use no more than \$50,000 of the annual</u>		
10.7	<u>appropriation for administrative and</u>		
10.8	<u>promotional costs.</u>		
10.9	<u>Subd. 31. Unemployment Insurance Aid</u>	<u>158,000</u>	<u>158,000</u>
10.10	<u>For unemployment insurance aid to Tribal</u>		
10.11	<u>colleges under Minnesota Statutes, section</u>		
10.12	<u>268.193. Of the amount appropriated, \$24,000</u>		
10.13	<u>each year is for administration of</u>		
10.14	<u>unemployment insurance aid.</u>		
10.15	<u>Subd. 32. North Star Promise; Administrative</u>	<u>202,000</u>	<u>202,000</u>
10.16	<u>Costs</u>		
10.17	<u>For administrative and promotion expenses to</u>		
10.18	<u>implement and direct the scholarship awards</u>		
10.19	<u>under Minnesota Statutes, section 136A.1465.</u>		
10.20	<u>Subd. 33. Agency Administration</u>	<u>6,219,000</u>	<u>6,385,000</u>
10.21	<u>Subd. 34. Balances Forward</u>		
10.22	<u>A balance in the first year under this section</u>		
10.23	<u>does not cancel, but is available for the second</u>		
10.24	<u>year.</u>		
10.25	<u>Subd. 35. Transfers</u>		
10.26	<u>The commissioner of the Office of Higher</u>		
10.27	<u>Education may transfer unencumbered</u>		
10.28	<u>balances from the appropriations in this</u>		
10.29	<u>section to the state grant appropriation, the</u>		
10.30	<u>interstate tuition reciprocity appropriation, the</u>		
10.31	<u>child care grant appropriation, the Indian</u>		
10.32	<u>scholarship appropriation, the state work-study</u>		
10.33	<u>appropriation, the get ready appropriation, the</u>		

11.1	<u>intervention for college attendance</u>			
11.2	<u>appropriation, the student-parent information</u>			
11.3	<u>appropriation, the summer academic</u>			
11.4	<u>enrichment program appropriation, the public</u>			
11.5	<u>safety officers' survivors appropriation, and</u>			
11.6	<u>the fostering independence higher education</u>			
11.7	<u>grant program. The commissioner may transfer</u>			
11.8	<u>unencumbered balances from the hunger-free</u>			
11.9	<u>campus appropriations to the emergency</u>			
11.10	<u>assistance for postsecondary students grant.</u>			
11.11	<u>To the extent there is a projected surplus in</u>			
11.12	<u>the appropriation for either the student</u>			
11.13	<u>teachers in shortage areas grant program or</u>			
11.14	<u>the underrepresented student teacher grant</u>			
11.15	<u>program, the commissioner may transfer</u>			
11.16	<u>unencumbered balances between the two</u>			
11.17	<u>programs as needed to meet demand. Transfers</u>			
11.18	<u>from the child care, state work-study, or the</u>			
11.19	<u>hunger-free campus appropriations may only</u>			
11.20	<u>be made to the extent there is a projected</u>			
11.21	<u>surplus in the appropriation. A transfer may</u>			
11.22	<u>be made only with prior written notice to the</u>			
11.23	<u>chairs and ranking minority members of the</u>			
11.24	<u>senate and house of representatives</u>			
11.25	<u>committees with jurisdiction over higher</u>			
11.26	<u>education finance.</u>			
11.27	<u>Sec. 3. BOARD OF TRUSTEES OF THE</u>			
11.28	<u>MINNESOTA STATE COLLEGES AND</u>			
11.29	<u>UNIVERSITIES</u>			
11.30	<u>Subdivision 1. Total Appropriation</u>	<u>\$</u>	<u>880,039,000</u>	<u>\$</u> <u>879,050,000</u>
11.31	<u>The amounts that may be spent for each</u>			
11.32	<u>purpose are specified in the following</u>			
11.33	<u>subdivisions.</u>			
11.34	<u>Subd. 2. Central Office and Shared Services</u>			
11.35	<u>Unit</u>		<u>36,401,000</u>	<u>36,401,000</u>

12.1	<u>For the Office of the Chancellor and the</u>		
12.2	<u>Shared Services Division.</u>		
12.3	<u>Subd. 3. Operations and Maintenance</u>	<u>831,873,000</u>	<u>830,884,000</u>
12.4	<u>(a) \$5,700,000 in fiscal year 2026 and</u>		
12.5	<u>\$5,700,000 in fiscal year 2027 are to provide</u>		
12.6	<u>supplemental aid for operations and</u>		
12.7	<u>maintenance to the president of each two-year</u>		
12.8	<u>institution in the system with at least one</u>		
12.9	<u>campus that is not located in a metropolitan</u>		
12.10	<u>county, as defined in Minnesota Statutes,</u>		
12.11	<u>section 473.121, subdivision 4. The board</u>		
12.12	<u>shall transfer at least \$158,000 for each</u>		
12.13	<u>campus not located in a metropolitan county</u>		
12.14	<u>in each year to the president of each institution</u>		
12.15	<u>that includes such a campus.</u>		
12.16	<u>(b) The Board of Trustees is requested to help</u>		
12.17	<u>Minnesota close the attainment gap by funding</u>		
12.18	<u>activities which improve retention and</u>		
12.19	<u>completion for students of color.</u>		
12.20	<u>(c) \$9,500,000 in fiscal year 2026 and</u>		
12.21	<u>\$9,500,000 in fiscal year 2027 are for</u>		
12.22	<u>enterprise-wide technology, including</u>		
12.23	<u>upgrading the Integrated Statewide Record</u>		
12.24	<u>System and maintaining enterprise-wide</u>		
12.25	<u>technology services.</u>		
12.26	<u>(d) \$550,000 in fiscal year 2026 and \$550,000</u>		
12.27	<u>in fiscal year 2027 are to reduce students'</u>		
12.28	<u>out-of-pocket costs by expanding free</u>		
12.29	<u>offerings in course materials and resources,</u>		
12.30	<u>including through open educational resources,</u>		
12.31	<u>open textbooks, and implementation of</u>		
12.32	<u>Z-Degrees under Minnesota Statutes, section</u>		
12.33	<u>136F.305.</u>		

- 13.1 (e) \$3,158,000 in fiscal year 2026 and
13.2 \$3,158,000 in fiscal year 2027 are to expand
13.3 student support services. This appropriation
13.4 provides funding to campuses to address basic
13.5 needs insecurity, mental health, and other
13.6 high-need student support services by
13.7 increasing the amount of available resources
13.8 to students. In addition, this funding provides
13.9 systemwide resources and coordination,
13.10 including electronic connections for peer
13.11 support and professional clinical support for
13.12 mental health. These systemwide resources
13.13 must be available online 24 hours a day, seven
13.14 days a week.
- 13.15 (f) \$883,000 in fiscal year 2026 and \$894,000
13.16 in fiscal year 2027 are for costs associated
13.17 with the increased employer contribution rates
13.18 for the higher education individual retirement
13.19 account plan under Minnesota Statutes, section
13.20 354B.23, subdivision 3.
- 13.21 (g) \$809,000 in fiscal year 2026 and \$809,000
13.22 in fiscal year 2027 are for unemployment
13.23 insurance aid under Minnesota Statutes,
13.24 section 268.193, to institutions within the
13.25 system.
- 13.26 (h) \$500,000 in fiscal year 2026 and \$500,000
13.27 in fiscal year 2027 are for the Juvenile
13.28 Detention Alternatives Initiative at
13.29 Metropolitan State University. Of this amount,
13.30 \$280,000 each year is to provide juvenile
13.31 justice services and resources, including the
13.32 Juvenile Detention Alternatives Initiative, to
13.33 Minnesota counties and federally recognized
13.34 Tribes; and \$220,000 each year is for funding
13.35 to local units of government, federally

14.1	<u>recognized Tribes, and agencies to support</u>		
14.2	<u>local Juvenile Detention Alternative</u>		
14.3	<u>Initiatives, including but not limited to</u>		
14.4	<u>alternatives to detention. Any unencumbered</u>		
14.5	<u>balance remaining in the first year does not</u>		
14.6	<u>cancel and is available in the second year.</u>		
14.7	<u>(i) \$1,000,000 in fiscal year 2026 is to address</u>		
14.8	<u>contamination of PFAS, as defined in</u>		
14.9	<u>Minnesota Statutes, section 116.943, arising</u>		
14.10	<u>from or associated with the use of firefighting</u>		
14.11	<u>foam at the Lake Superior College Emergency</u>		
14.12	<u>Response Training Center (ERTC) prior to</u>		
14.13	<u>January 1, 2015. Money may be used to</u>		
14.14	<u>conduct environmental investigation and</u>		
14.15	<u>response activities, including ERTC program</u>		
14.16	<u>accommodations, and reimburse past expenses</u>		
14.17	<u>incurred for these activities. This is a onetime</u>		
14.18	<u>appropriation.</u>		
14.19	<u>Subd. 4. Direct Student Support</u>	<u>7,350,000</u>	<u>7,350,000</u>
14.20	<u>(a) \$4,500,000 in fiscal year 2026 and</u>		
14.21	<u>\$4,500,000 in fiscal year 2027 are for</u>		
14.22	<u>workforce development scholarships under</u>		
14.23	<u>Minnesota Statutes, section 136F.38.</u>		
14.24	<u>(b) \$2,250,000 in fiscal year 2026 and</u>		
14.25	<u>\$2,250,000 in fiscal year 2027 are for</u>		
14.26	<u>emergency assistance grants to Minnesota</u>		
14.27	<u>State Colleges and Universities students. The</u>		
14.28	<u>Board of Trustees must:</u>		
14.29	<u>(1) award emergency assistance grants directly</u>		
14.30	<u>to students to meet immediate needs that could</u>		
14.31	<u>interfere with the student completing the term</u>		
14.32	<u>or their program, including but not limited to</u>		
14.33	<u>emergency housing, food, and transportation;</u>		

- 15.1 (2) minimize any negative impact on student
15.2 financial aid resulting from the receipt of
15.3 emergency money; and
- 15.4 (3) by February 1 of each year, submit a report
15.5 to the chairs and ranking minority members
15.6 of the legislative committees with jurisdiction
15.7 over higher education on emergency assistance
15.8 grants awarded to students using the money
15.9 appropriated in this paragraph. The report must
15.10 detail:
- 15.11 (i) how money was distributed among
15.12 institutions;
- 15.13 (ii) the process by which students apply for
15.14 emergency assistance grants and institutions
15.15 make a determination about whether money
15.16 will be awarded;
- 15.17 (iii) how many students received emergency
15.18 assistance grants and the average award
15.19 amount;
- 15.20 (iv) the most common student needs that
15.21 grants were awarded to meet; and
- 15.22 (v) the average length of time between grant
15.23 application and disbursement to students.
- 15.24 (c) \$600,000 in fiscal year 2026 and \$600,000
15.25 in fiscal year 2027 are for hunger-free campus
15.26 activities. The Board of Trustees must:
- 15.27 (1) meet the following hunger-free campus
15.28 requirements on Minnesota State Colleges and
15.29 Universities campuses:
- 15.30 (i) maintain an on-campus food pantry or
15.31 partnership with a local food bank to provide
15.32 regular, on-campus food distributions;

- 16.1 (ii) provide information to students on the
16.2 Supplemental Nutrition Assistance Program
16.3 (SNAP), the Minnesota Family Investment
16.4 Program (MFIP), and other programs that
16.5 reduce food insecurity;
- 16.6 (iii) notify students in work-study employment
16.7 of their potential eligibility for SNAP benefits
16.8 and provide information to those students
16.9 about eligibility criteria and how to apply for
16.10 benefits;
- 16.11 (iv) hold or participate in one hunger
16.12 awareness event per academic year;
- 16.13 (v) provide emergency assistance grants to
16.14 students; and
- 16.15 (vi) establish a hunger task force that meets a
16.16 minimum of three times per academic year
16.17 and that includes at least two students
16.18 currently enrolled at the institution;
- 16.19 (2) match at least 50 percent of the amount
16.20 appropriated in this paragraph with either
16.21 in-kind contributions or other resources; and
- 16.22 (3) by February 1 each year, submit a report
16.23 to the chairs and ranking minority members
16.24 of the legislative committees with jurisdiction
16.25 over higher education on hunger-free campus
16.26 activities performed using the money
16.27 appropriated in this paragraph. The report must
16.28 detail:
- 16.29 (i) how money was distributed among
16.30 institutions;
- 16.31 (ii) how hunger-free campus requirements
16.32 were met at those institutions; and
- 16.33 (iii) how many students were served.

17.1	<u>Subd. 5. Cook County Higher Education Board</u>	<u>300,000</u>	<u>300,000</u>
17.2	<u>For a grant to the Cook County Higher</u>		
17.3	<u>Education Board to provide educational</u>		
17.4	<u>programming, workforce development, and</u>		
17.5	<u>academic support services to remote regions</u>		
17.6	<u>in northeastern Minnesota. The Cook County</u>		
17.7	<u>Higher Education Board shall continue to</u>		
17.8	<u>provide information to the Board of Trustees</u>		
17.9	<u>on the number of students served, credit hours</u>		
17.10	<u>delivered, and services provided to students.</u>		
17.11	<u>Subd. 6. Learning Network of Minnesota</u>	<u>4,115,000</u>	<u>4,115,000</u>
17.12	<u>Sec. 4. BOARD OF REGENTS OF THE</u>		
17.13	<u>UNIVERSITY OF MINNESOTA</u>		
17.14	<u>Subdivision 1. Total Appropriation</u>	<u>\$ 744,263,000</u>	<u>\$ 744,263,000</u>
17.15	<u>Appropriations by Fund</u>		
17.16	<u>2026 2027</u>		
17.17	<u>General 742,106,000 742,106,000</u>		
17.18	<u>Health Care Access 2,157,000 2,157,000</u>		
17.19	<u>The amounts that may be spent for each</u>		
17.20	<u>purpose are specified in the following</u>		
17.21	<u>subdivisions.</u>		
17.22	<u>Subd. 2. Operations and Maintenance</u>	<u>644,128,000</u>	<u>644,128,000</u>
17.23	<u>Subd. 3. Special Appropriations; Research and</u>		
17.24	<u>Innovation</u>	<u>33,033,000</u>	<u>33,033,000</u>
17.25	<u>(a) \$12,000,000 in fiscal year 2026 and</u>		
17.26	<u>\$12,000,000 in fiscal year 2027 are for</u>		
17.27	<u>Medical Discovery Teams on Addiction, the</u>		
17.28	<u>Biology of Aging, Optical Imaging and Brain</u>		
17.29	<u>Science, Rural and American Indian Health</u>		
17.30	<u>Disparities, Incretin Mimetics, and other</u>		
17.31	<u>critical, complex health issues.</u>		
17.32	<u>(b) \$2,150,000 in fiscal year 2026 and</u>		
17.33	<u>\$2,150,000 in fiscal year 2027 are for the</u>		
17.34	<u>Clinical and Translational Science Institute.</u>		

- 18.1 (c) The Board of Regents may transfer
18.2 unencumbered balances between the
18.3 appropriations for the Medical Discovery
18.4 Teams and the Clinical and Translational
18.5 Science Institute as needed.
- 18.6 (d) \$4,000,000 in fiscal year 2026 and
18.7 \$4,000,000 in fiscal year 2027 are for the
18.8 Minnesota Cancer Clinical Trials Network.
- 18.9 (e) \$2,465,000 in fiscal year 2026 and
18.10 \$2,465,000 in fiscal year 2027 are for health
18.11 sciences research at the Office of Academic
18.12 Clinical Affairs and the School of Public
18.13 Health.
- 18.14 (f) \$7,491,000 in fiscal year 2026 and
18.15 \$7,491,000 in fiscal year 2027 are for
18.16 competitive grants for biotechnology and
18.17 medical genomics research at the University
18.18 of Minnesota and Mayo Foundation. By June
18.19 30 of each year, the Board of Regents must
18.20 submit a report on the expenditure of this
18.21 money to the governor and the chairs and
18.22 ranking minority members of the legislative
18.23 committees with jurisdiction over higher
18.24 education.
- 18.25 (g) \$4,350,000 in fiscal year 2026 and
18.26 \$4,350,000 in fiscal year 2027 are for
18.27 competitive grants for regenerative medicine
18.28 research and commercialization.
- 18.29 (h) \$500,000 in fiscal year 2026 and \$500,000
18.30 in fiscal year 2027 are for competitive grants
18.31 for research into the prevention, treatment,
18.32 causes, and cures of Alzheimer's disease and
18.33 other dementias.

19.1 (i) \$77,000 in fiscal year 2026 and \$77,000 in
19.2 fiscal year 2027 are for biomedical
19.3 engineering.

19.4	Subd. 4. Special Appropriations; Medical			
19.5	<u>Training and Care</u>	\$	<u>12,946,000</u>	\$ <u>12,946,000</u>

19.6	<u>Appropriations by Fund</u>		
19.7		<u>2026</u>	<u>2027</u>
19.8	<u>General</u>	<u>10,789,000</u>	<u>10,789,000</u>
19.9	Health Care Access	2,157,000	2,157,000

19.10 (a) \$1,043,000 in fiscal year 2026 and
19.11 \$1,043,000 in fiscal year 2027 are for the
19.12 Rural Physician Associate Program (RPAP)
19.13 and Metropolitan Physician Associate Program
19.14 (MetroPAP).

19.15 (b) \$6,247,000 in fiscal year 2026 and
19.16 \$6,247,000 in fiscal year 2027 are to support
19.17 faculty physicians teaching at eight clinical
19.18 residency program sites, including medical
19.19 resident and student training programs in the
19.20 Department of Family Medicine and
19.21 Community Health.

19.22 (c) \$346,000 in fiscal year 2026 and \$346,000
19.23 in fiscal year 2027 are to support up to 12
19.24 resident physicians in the St. Cloud Hospital
19.25 family medicine residency program, which
19.26 must prepare doctors to practice primary care
19.27 medicine in rural areas of Minnesota.

19.28 (d) \$1,500,000 in fiscal year 2026 and
19.29 \$1,500,000 in fiscal year 2027 are for a
19.30 partnership between the University of
19.31 Minnesota Medical School and CentraCare to
19.32 establish and operate new residency programs
19.33 and maintain existing residency programs
19.34 based in CentraCare hospitals and clinics in
19.35 St. Cloud and Willmar. Eligible uses of this

20.1	<u>appropriation include but are not limited to</u>		
20.2	<u>program administration, curriculum</u>		
20.3	<u>development, resident recruitment, training,</u>		
20.4	<u>and resident stipends.</u>		
20.5	<u>(e) \$993,000 in fiscal year 2026 and \$993,000</u>		
20.6	<u>in fiscal year 2027 are for the Mobile Dental</u>		
20.7	<u>Clinic.</u>		
20.8	<u>(f) \$2,157,000 in fiscal year 2026 and</u>		
20.9	<u>\$2,157,000 in fiscal year 2027 are from the</u>		
20.10	<u>health care access fund for primary care</u>		
20.11	<u>education initiatives.</u>		
20.12	<u>(g) \$660,000 in fiscal year 2026 and \$660,000</u>		
20.13	<u>in fiscal year 2027 are for geriatrics education.</u>		
20.14	<u>Subd. 5. Special Appropriations; Social Sciences</u>	<u>1,802,000</u>	<u>1,802,000</u>
20.15	<u>(a) \$985,000 in fiscal year 2026 and \$985,000</u>		
20.16	<u>in fiscal year 2027 are for the Center for Urban</u>		
20.17	<u>and Regional Affairs.</u>		
20.18	<u>(b) \$39,000 in fiscal year 2026 and \$39,000</u>		
20.19	<u>in fiscal year 2027 are for the Bureau of</u>		
20.20	<u>Business and Economic Research at the</u>		
20.21	<u>University of Minnesota Duluth.</u>		
20.22	<u>(c) \$778,000 in fiscal year 2026 and \$778,000</u>		
20.23	<u>in fiscal year 2027 are for industrial relations</u>		
20.24	<u>education at the Carlson School of</u>		
20.25	<u>Management.</u>		
20.26	<u>Subd. 6. Special Appropriations; Natural</u>		
20.27	<u>Resources Management and Education</u>	<u>50,009,000</u>	<u>50,009,000</u>
20.28	<u>(a) \$27,086,000 in fiscal year 2026 and</u>		
20.29	<u>\$27,086,000 in fiscal year 2027 are for the</u>		
20.30	<u>Minnesota Agricultural Experiment Station.</u>		
20.31	<u>(b) \$15,836,000 in fiscal year 2026 and</u>		
20.32	<u>\$15,836,000 in fiscal year 2027 are for the</u>		
20.33	<u>University of Minnesota Extension.</u>		

21.1 (c) The amounts appropriated in paragraphs
21.2 (a) and (b) must be used for the following:
21.3 (1) the Minnesota Agricultural Experiment
21.4 Station and University of Minnesota Extension
21.5 must convene agricultural advisory groups to
21.6 focus research, education, and Extension
21.7 activities on producer needs and implement
21.8 an outreach strategy that more effectively and
21.9 rapidly transfers research results and best
21.10 practices to producers throughout the state;
21.11 (2) this appropriation includes funding for
21.12 research and outreach on the production of
21.13 renewable energy from Minnesota biomass
21.14 resources, including agronomic crops, plant
21.15 and animal wastes, and native plants or trees.
21.16 The following areas should be prioritized and
21.17 carried out in consultation with Minnesota
21.18 producers, renewable energy, and bioenergy
21.19 organizations:
21.20 (i) biofuel and other energy production from
21.21 perennial crops, small grains, row crops, and
21.22 forestry products in conjunction with the
21.23 Natural Resources Research Institute (NRRI);
21.24 (ii) alternative bioenergy crops and cropping
21.25 systems; and
21.26 (iii) biofuel coproducts used for livestock feed;
21.27 (3) this appropriation includes funding for the
21.28 College of Food, Agricultural, and Natural
21.29 Resource Sciences to establish and provide
21.30 leadership for organic agronomic,
21.31 horticultural, livestock, and food systems
21.32 research, education, and outreach and for the
21.33 purchase of state-of-the-art laboratory,

- 22.1 planting, tilling, harvesting, and processing
- 22.2 equipment necessary for this project;
- 22.3 (4) this appropriation includes funding for
- 22.4 research efforts that demonstrate a renewed
- 22.5 emphasis on the needs of the state's agriculture
- 22.6 community. The following areas should be
- 22.7 prioritized and carried out in consultation with
- 22.8 Minnesota farm organizations:
- 22.9 (i) vegetable crop research with priority for
- 22.10 extending the Minnesota vegetable growing
- 22.11 season;
- 22.12 (ii) fertilizer and soil fertility research and
- 22.13 development;
- 22.14 (iii) soil, groundwater, and surface water
- 22.15 conservation practices and contaminant
- 22.16 reduction research;
- 22.17 (iv) discovering and developing plant varieties
- 22.18 that use nutrients more efficiently;
- 22.19 (v) breeding and development of turf seed and
- 22.20 other biomass resources in all three Minnesota
- 22.21 biomes;
- 22.22 (vi) development of new disease-resistant and
- 22.23 pest-resistant varieties of turf and agronomic
- 22.24 crops;
- 22.25 (vii) utilizing plant and livestock cells to treat
- 22.26 and cure human diseases;
- 22.27 (viii) the development of dairy coproducts;
- 22.28 (ix) a rapid agricultural response fund for
- 22.29 current or emerging animal, plant, and insect
- 22.30 problems affecting production or food safety;
- 22.31 (x) crop pest and animal disease research;

- 23.1 (xi) developing animal agriculture that is
23.2 capable of sustainably feeding the world;
- 23.3 (xii) consumer food safety education and
23.4 outreach;
- 23.5 (xiii) programs to meet the research and
23.6 outreach needs of organic livestock and crop
23.7 farmers; and
- 23.8 (xiv) alternative bioenergy crops and cropping
23.9 systems and growing, harvesting, and
23.10 transporting biomass plant material; and
- 23.11 (5) by February 1, 2027, the Board of Regents
23.12 must submit a report to the legislative
23.13 committees and divisions with jurisdiction
23.14 over agriculture and higher education finance
23.15 on the status and outcomes of research and
23.16 initiatives funded in paragraphs (a) and (b).
- 23.17 (d) \$4,414,000 in fiscal year 2026 and
23.18 \$4,414,000 in fiscal year 2027 are for the
23.19 Natural Resources Research Institute.
- 23.20 (e) \$1,673,000 in fiscal year 2026 and
23.21 \$1,673,000 in fiscal year 2027 are for the
23.22 Veterinary Diagnostic Laboratory.
- 23.23 (f) \$1,000,000 in fiscal year 2026 and
23.24 \$1,000,000 in fiscal year 2027 are for a
23.25 University of Minnesota Extension program
23.26 that enhances the capacity of the state's
23.27 agriculture sector, land and resource managers,
23.28 and communities to plan for and adapt to
23.29 weather extremes, including but not limited
23.30 to droughts and floods. The money
23.31 appropriated in this paragraph must be used
23.32 to support existing Extension staff members
23.33 and to hire additional staff members for a

24.1	<u>program with broad geographic reach</u>		
24.2	<u>throughout the state. The program must:</u>		
24.3	<u>(1) identify, develop, implement, and evaluate</u>		
24.4	<u>educational programs that increase the</u>		
24.5	<u>capacity of Minnesota's agriculture sector,</u>		
24.6	<u>land and resource managers, and communities</u>		
24.7	<u>to be prepared for and adapt to projected</u>		
24.8	<u>physical changes in temperature, precipitation,</u>		
24.9	<u>and other weather parameters that affect crops,</u>		
24.10	<u>lands, horticulture, pests, and wildlife in ways</u>		
24.11	<u>that present challenges to the state's agriculture</u>		
24.12	<u>sector and the communities that depend on the</u>		
24.13	<u>agriculture sector; and</u>		
24.14	<u>(2) communicate and interpret the latest</u>		
24.15	<u>research on critical weather trends and the</u>		
24.16	<u>scientific basis for critical weather trends to</u>		
24.17	<u>further prepare Extension staff throughout the</u>		
24.18	<u>state to educate and provide technical</u>		
24.19	<u>assistance to the agriculture sector, land and</u>		
24.20	<u>resource managers, and community members</u>		
24.21	<u>at the local level regarding technical</u>		
24.22	<u>information on water resource management,</u>		
24.23	<u>agriculture and forestry, engineering and</u>		
24.24	<u>infrastructure design, and emergency</u>		
24.25	<u>management that is necessary to develop</u>		
24.26	<u>strategies to mitigate the effects of extreme</u>		
24.27	<u>weather change.</u>		
24.28	<u>Subd. 7. Special Appropriations; Campus</u>		
24.29	<u>Management and Student Support</u>	<u>2,345,000</u>	<u>2,345,000</u>
24.30	<u>(a) \$1,000,000 in fiscal year 2026 and</u>		
24.31	<u>\$1,000,000 in fiscal year 2027 are for campus</u>		
24.32	<u>safety and security measures.</u>		
24.33	<u>(b) \$366,000 in fiscal year 2026 and \$366,000</u>		
24.34	<u>in fiscal year 2027 are for unemployment</u>		

25.1 insurance aid under Minnesota Statutes,
25.2 section 268.193.

25.3 (c) \$779,000 in fiscal year 2026 and \$779,000
25.4 in fiscal year 2027 are for emergency
25.5 assistance grants to University of Minnesota
25.6 students. The Board of Regents must:

25.7 (1) award emergency assistance grants directly
25.8 to students to meet immediate needs that could
25.9 interfere with the student completing the term
25.10 or their program, including but not limited to
25.11 emergency housing, food, and transportation;

25.12 (2) minimize any negative impact on student
25.13 financial aid resulting from the receipt of
25.14 emergency money; and

25.15 (3) by February 1 each year, submit a report
25.16 to the chairs and ranking minority members
25.17 of the legislative committees with jurisdiction
25.18 over higher education on emergency assistance
25.19 grants awarded to students using the money
25.20 appropriated in this paragraph. The report must
25.21 detail:

25.22 (i) how money was distributed among
25.23 institutions;

25.24 (ii) the process by which students apply for
25.25 emergency assistance grants and institutions
25.26 make a determination about whether money
25.27 will be awarded;

25.28 (iii) how many students received emergency
25.29 assistance grants and the average award
25.30 amount;

25.31 (iv) the most common student needs that
25.32 grants were awarded to meet; and

- 26.1 (v) the average length of time between grant
26.2 application and disbursement to students.
- 26.3 (d) \$200,000 in fiscal year 2026 and \$200,000
26.4 in fiscal year 2027 are for hunger-free campus
26.5 activities. The Board of Regents must:
- 26.6 (1) meet the following hunger-free campus
26.7 requirements on University of Minnesota
26.8 campuses:
- 26.9 (i) maintain an on-campus food pantry or
26.10 partnership with a local food bank to provide
26.11 regular, on-campus food distributions;
- 26.12 (ii) provide information to students on the
26.13 Supplemental Nutrition Assistance Program
26.14 (SNAP), the Minnesota Family Investment
26.15 Program (MFIP), and other programs that
26.16 reduce food insecurity;
- 26.17 (iii) notify students in work-study employment
26.18 of their potential eligibility for SNAP benefits
26.19 and provide information to those students
26.20 about eligibility criteria and how to apply for
26.21 benefits;
- 26.22 (iv) hold or participate in one hunger
26.23 awareness event per academic year;
- 26.24 (v) provide emergency assistance grants to
26.25 students; and
- 26.26 (vi) establish a hunger task force that meets a
26.27 minimum of three times per academic year
26.28 and that includes at least two students
26.29 currently enrolled at the institution;
- 26.30 (2) match at least 50 percent of the amount
26.31 appropriated in this paragraph with either
26.32 in-kind contributions or other resources; and

27.1 (3) by February 1 of each year, submit a report
27.2 to the chairs and ranking minority members
27.3 of the legislative committees with jurisdiction
27.4 over higher education on hunger-free campus
27.5 activities performed using the money
27.6 appropriated in this paragraph. The report must
27.7 detail:
27.8 (i) how funding was distributed among
27.9 institutions;
27.10 (ii) how hunger-free campus requirements
27.11 were met at those institutions; and
27.12 (iii) how many students were served.

27.13 Sec. 5. **TRANSFERS.**

27.14 (a) \$3,000,000 in fiscal year 2026 and \$3,000,000 in fiscal year 2027 are transferred
27.15 from the general fund to the spinal cord and traumatic brain injury grant account in the
27.16 special revenue fund under Minnesota Statutes, section 136A.901, subdivision 1. The
27.17 commissioner may use up to three percent of the amounts transferred under this paragraph
27.18 to administer the program. Under Minnesota Statutes, section 16A.103, the commissioner
27.19 of management and budget must include a transfer of \$3,000,000 each year for fiscal years
27.20 2028 through 2031 from the general fund to the spinal cord and traumatic brain injury grant
27.21 account in the special revenue fund when preparing each forecast from the effective date
27.22 of this section through the February 2027 forecast.

27.23 (b) \$3,132,000 in fiscal year 2026 and \$3,132,000 in fiscal year 2027 are transferred
27.24 from the general fund to the dual training account in the special revenue fund under
27.25 Minnesota Statutes, section 136A.246, subdivision 10. Of the amounts transferred under
27.26 this paragraph, \$132,000 each year is for transfer to the Department of Labor and Industry
27.27 to support identification of competency standards and development of dual training programs
27.28 in the transportation and child care industries as required under Minnesota Statutes, section
27.29 175.45. Under Minnesota Statutes, section 16A.103, the commissioner of management and
27.30 budget must include a transfer of \$3,132,000 each year for fiscal years 2028 through 2031
27.31 from the general fund to the dual training account in the special revenue fund when preparing
27.32 each forecast from the effective date of this section through the February 2027 forecast.

28.1 (c) \$200,000 in fiscal year 2026 and \$200,000 in fiscal year 2027 are transferred from
28.2 the general fund to the teacher shortage loan repayment account in the special revenue fund
28.3 under Minnesota Statutes, section 136A.1791, subdivision 8. The commissioner may use
28.4 up to three percent of the amounts transferred under this paragraph to administer the program.
28.5 Under Minnesota Statutes, section 16A.103, the commissioner of management and budget
28.6 must include a transfer of \$200,000 each year for fiscal years 2028 through 2031 from the
28.7 general fund to the teacher shortage loan repayment account in the special revenue fund
28.8 when preparing each forecast from the effective date of this section through the February
28.9 2027 forecast.

28.10 (d) \$750,000 in fiscal year 2026 and \$750,000 in fiscal year 2027 are transferred from
28.11 the general fund to the inclusive higher education grant account in the special revenue fund
28.12 under Minnesota Statutes, section 135A.162, subdivision 4. The commissioner may use up
28.13 to five percent of the amounts transferred under this paragraph to administer the program.
28.14 Under Minnesota Statutes, section 16A.103, the commissioner of management and budget
28.15 must include a transfer of \$750,000 each year for fiscal years 2028 through 2031 from the
28.16 general fund to the inclusive higher education grant account in the special revenue fund
28.17 when preparing each forecast from the effective date of this section through the February
28.18 2027 forecast.

28.19 (e) \$49,500,000 in fiscal year 2026 and \$49,500,000 in fiscal year 2027 are transferred
28.20 from the general fund to the account in the special revenue fund for North Star Promise
28.21 scholarships under Minnesota Statutes, section 136A.1465, subdivision 8. Under Minnesota
28.22 Statutes, section 16A.103, the commissioner of management and budget must include a
28.23 transfer of \$49,500,000 each year for fiscal years 2028 through 2031 from the general fund
28.24 to the account in the special revenue fund for North Star Promise scholarships when preparing
28.25 each forecast from the effective date of this section through the February 2027 forecast.

28.26 **Sec. 6. CANCELLATIONS.**

28.27 (a) The \$500,000 fiscal year 2025 appropriation from the general fund for the Kids on
28.28 Campus initiative under Laws 2024, chapter 124, article 1, section 6, is canceled.

28.29 (b) \$500,000 from the dual training account in the special revenue fund is canceled to
28.30 the general fund.

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

29.1

ARTICLE 2

29.2

HIGHER EDUCATION POLICY

29.3

Section 1. [120B.1251] PARTICIPATION IN DIRECT ADMISSIONS PROGRAM.

29.4

29.5

Starting in the 2029-2030 school year, a district or charter school high school must participate in the direct admissions program under section 136A.84.

29.6

Sec. 2. Minnesota Statutes 2024, section 135A.052, subdivision 1, is amended to read:

29.7

29.8

29.9

29.10

Subdivision 1. **Statement of missions.** (a) The legislature recognizes each type of public postsecondary institution to have a distinctive mission within the overall provision of public higher education in the state and a responsibility to cooperate with each other. These missions are as follows:

29.11

29.12

(1) the technical colleges shall offer vocational training and education to prepare students for skilled occupations that do not require a baccalaureate degree;

29.13

29.14

29.15

29.16

(2) the community colleges shall offer lower division instruction in academic programs, occupational programs in which all credits earned will be accepted for transfer to a baccalaureate degree in the same field of study, and remedial studies, for students transferring to baccalaureate institutions and for those seeking associate degrees;

29.17

29.18

29.19

(3) consolidated community technical colleges shall offer the same types of instruction, programs, certificates, diplomas, and degrees as the technical colleges and community colleges offer;

29.20

29.21

29.22

29.23

(4) the state universities shall offer undergraduate and graduate instruction through the master's degree, including specialist certificates, in the liberal arts and sciences and professional education, and may offer applied doctoral degrees in education, business, psychology, physical therapy, audiology, cybersecurity, and nursing; and

29.24

29.25

29.26

(5) the University of Minnesota shall offer undergraduate, graduate, and professional instruction through the doctoral degree, and shall be the primary state supported academic agency for research and extension services.

29.27

29.28

(b) It is part of the mission of each system that within the system's resources the system's governing board and chancellor or president shall endeavor to:

29.29

(1) prevent the waste or unnecessary spending of public money;

29.30

29.31

(2) use innovative fiscal and human resource practices to manage the state's resources and operate the system as efficiently as possible;

30.1 (3) coordinate the system's activities wherever appropriate with the activities of the other
30.2 system and governmental agencies;

30.3 (4) use technology where appropriate to increase system productivity, improve customer
30.4 service, increase public access to information about the system, and increase public
30.5 participation in the business of the system;

30.6 (5) utilize constructive and cooperative labor-management practices to the extent
30.7 otherwise required by chapters 43A and 179A; and

30.8 (6) recommend to the legislature appropriate changes in law necessary to carry out the
30.9 mission of the system.

30.10 **Sec. 3. [135A.1367] OPIATE ANTAGONIST.**

30.11 (a) The Board of Trustees of the Minnesota State Colleges and Universities must, and
30.12 the Board of Regents of the University of Minnesota is requested to:

30.13 (1) maintain a supply of opiate antagonists, as defined in section 604A.04, subdivision
30.14 1, at each campus site to be administered in compliance with section 151.37, subdivision
30.15 12; and

30.16 (2) have at least two doses of a nasal opiate antagonist available on site at each campus
30.17 residential building.

30.18 (b) The commissioner of health shall identify resources, including at least one training
30.19 video, to help postsecondary institutions implement an opiate antagonist emergency response
30.20 and make the resources available for institutions.

30.21 (c) The Board of Trustees and the Board of Regents may adopt a model plan for use,
30.22 storage, and administration of opiate antagonists on system campuses.

30.23 **EFFECTIVE DATE.** This section is effective beginning in the 2025-2026 academic
30.24 year.

30.25 **Sec. 4.** Minnesota Statutes 2024, section 135A.15, subdivision 1a, is amended to read:

30.26 **Subd. 1a. Definitions.** (a) For the purposes of this section, the following terms have the
30.27 meanings given.

30.28 (b) "Advisor" means a person who is selected by a responding or reporting party to serve
30.29 as a support during a campus investigation and disciplinary process. This person may be
30.30 an attorney. An advisor serves as a support to a party by offering comfort or attending
30.31 meetings.

- 31.1 (c) "Domestic violence" has the meaning given in section 518B.01, subdivision 2.
- 31.2 (d) "Incident" means one report of sexual misconduct to a postsecondary institution,
31.3 regardless of the number of complainants included in the report, the number of respondents
31.4 included in the report, and whether or not the identity of any party is known by the reporting
31.5 postsecondary institution. Incident encompasses all nonconsensual events included within
31.6 one report if multiple events have been identified.
- 31.7 (e) "Intimate partner violence" means any physical or sexual harm or a pattern of any
31.8 other coercive behavior committed, enabled, or solicited to gain or maintain power and
31.9 control over a victim, including verbal, psychological, economic, or technological abuse
31.10 that may or may not constitute criminal behavior against an individual, that may be classified
31.11 as a sexual misconduct, dating violence, or domestic violence caused by:
- 31.12 (1) a current or former spouse of the individual; or
- 31.13 (2) a person in a sexual or romantic relationship with the individual.
- 31.14 (f) "Nonconsensual dissemination of sexual images" has the meaning given in section
31.15 617.261.
- 31.16 (g) "Reporting party" means the party in a disciplinary proceeding who has reported
31.17 being subjected to conduct or communication that could constitute sexual misconduct.
- 31.18 (h) "Responding party" means the party in a disciplinary proceeding who has been
31.19 reported to be the perpetrator of conduct or communication that could constitute sexual
31.20 misconduct.
- 31.21 (i) "Retaliation" means intimidation, threats, coercion, or discrimination against a
31.22 reporting party, responding party, or witness for the purpose of interfering with any right
31.23 or privilege or because the person has reported information, made a complaint, testified,
31.24 assisted, or participated or refused to participate in any manner in an investigation,
31.25 proceeding, or hearing under this section, including in nondisciplinary restorative justice
31.26 services.
- 31.27 (j) "Sexual assault" means rape, sex offenses - fondling, sex offenses - incest, or sex
31.28 offenses - statutory rape as defined in Code of Federal Regulations, title 34, part 668, subpart
31.29 D, appendix A, as amended.
- 31.30 ~~(j)~~ (k) "Sexual extortion" has the meaning given in section 609.3458.
- 31.31 ~~(k)~~ (l) "Sex trafficking" has the meaning given in section 609.321, subdivision 7a.
- 31.32 ~~(l)~~ (m) "Sexual harassment" has the meaning given in section 363A.03, subdivision 43.

32.1 ~~(m)~~ (n) "Sexual misconduct" means an incident of sexual violence, intimate partner
 32.2 violence, domestic violence, sexual assault, sexual harassment, nonconsensual distribution
 32.3 of sexual images, sexual extortion, nonconsensual dissemination of a deepfake depicting
 32.4 intimate parts or sexual acts, sex trafficking, or stalking.

32.5 ~~(n)~~ (o) "Stalking" has the meaning given in section 609.749.

32.6 Sec. 5. Minnesota Statutes 2024, section 135A.15, subdivision 2a, is amended to read:

32.7 Subd. 2a. ~~Campus investigation and disciplinary hearing procedures sexual~~
 32.8 ~~misconduct grievance process.~~ (a) A postsecondary institution must establish a sexual
 32.9 misconduct grievance process as outlined in this section. The postsecondary institution must
 32.10 provide a reporting party an opportunity for an impartial, timely, and thorough investigation
 32.11 of a report of sexual misconduct against a student. If an investigation reveals that sexual
 32.12 misconduct has occurred, the postsecondary institution must take prompt and effective steps
 32.13 reasonably calculated to end the sexual misconduct, prevent its recurrence, and, as
 32.14 appropriate, remedy its effects. Remedial action may include any or all of the following:

32.15 (1) disciplinary action against the responding party;

32.16 (2) with the consent of the parties, alternative resolution options; and

32.17 (3) academic or residential supportive measures, as requested by the reporting party.

32.18 (b) Throughout any investigation or disciplinary proceeding, a postsecondary institution
 32.19 must treat the reporting parties, responding parties, witnesses, and other participants in the
 32.20 proceeding with dignity and respect.

32.21 ~~(c) If a postsecondary institution conducts a hearing, an advisor may provide opening~~
 32.22 ~~and closing remarks on behalf of a party or assist with formulating questions to the other~~
 32.23 ~~party or witnesses about related evidence or credibility. A postsecondary institution must~~
 32.24 provide due process protections before imposing disciplinary action against a responding
 32.25 party who is a student. The responding party must be informed in writing of the allegations
 32.26 with sufficient details related to the allegations, including the alleged misconduct; the identity
 32.27 of the reporting party; and to the extent possible, the date, time, and location of the alleged
 32.28 sexual misconduct. The responding party must be provided with the campus code of conduct
 32.29 guidelines listing possible sanctions.

32.30 (d) A postsecondary institution must offer and coordinate, as needed, academic and
 32.31 residential supportive measures equitably to both reporting and responding parties
 32.32 participating in a campus sexual misconduct grievance process. Supportive measures must
 32.33 be determined on a case-by-case basis and may include but are not limited to exam or

33.1 assignment extensions, excused class absence, change in on-campus residence, or schedule
33.2 changes.

33.3 (e) A postsecondary institution must allow the reporting and responding parties to present
33.4 and review relevant testimony by parties and witnesses and relevant evidence compiled in
33.5 an investigative report.

33.6 (f) A postsecondary institution must hold a hearing related to disciplinary action under
33.7 this section if requested by either the reporting or responding party.

33.8 (g) A hearing or other proceeding related to disciplinary action under this section is
33.9 subject to the following requirements:

33.10 (1) the reporting and responding party must be given equal opportunity to:

33.11 (i) present relevant evidence and witnesses;

33.12 (ii) retain an advisor to serve as support to a reporting or responding party in any meeting,
33.13 interview, or investigative, or disciplinary process, and any restriction of an advisor's role
33.14 must be applied equally to the reporting and responding parties;

33.15 (iii) inspect, review, and respond to relevant evidence and testimony provided by either
33.16 party and witnesses collected through an investigative report written by the postsecondary
33.17 institution or designee; and

33.18 (iv) discuss the investigation and disciplinary proceedings with their advisor and parents
33.19 or guardians;

33.20 (2) the postsecondary institution must:

33.21 (i) allow for the opportunity for both parties to question the credibility of the other party
33.22 and witnesses through written remarks or by cross-examination if a postsecondary institution
33.23 conducts a live hearing;

33.24 (ii) appoint a decision-maker or a panel of decision-makers who is not the investigator
33.25 to assess credibility of the parties and witnesses;

33.26 (iii) allow an advisor to assist with formulating questions to the other party or witnesses
33.27 about related evidence or credibility, if a postsecondary institution conducts a hearing;

33.28 (iv) if a postsecondary institution conducts a hearing, provide the reporting and responding
33.29 parties with the equal opportunity to provide testimony without encountering the other party
33.30 in person, and to review testimony provided by the other party in a similar manner. This
33.31 may be done through video conference or closed-circuit television;

- 34.1 (v) proceed with the campus sexual misconduct grievance process, if requested by the
34.2 reporting party, concurrently with a criminal investigation, except that a postsecondary
34.3 institution may temporarily delay a campus proceeding if requested by law enforcement
34.4 and if the campus proceeding may impede a criminal investigation; and
- 34.5 (vi) deliver the outcome of the grievance process simultaneously to the reporting and
34.6 responding parties;
- 34.7 (3) if a postsecondary institution allows for cross-examination of witnesses and parties,
34.8 neither the reporting party nor responding party may be permitted to personally cross-examine
34.9 one another or other witnesses. Any cross-examination must be performed by an advisor.
34.10 An adjudicator of the campus disciplinary proceeding may ask questions of any party or
34.11 witness;
- 34.12 (4) information related to character, including character witnesses, questions or evidence
34.13 about the sexual behavior or sexual preferences of the reporting party, or mental health
34.14 records, must not be considered, except:
- 34.15 (i) information related to the sexual behavior of the reporting party may be considered
34.16 if it substantiates that the misconduct may have occurred, and is deemed relevant by the
34.17 decision maker;
- 34.18 (ii) mental health and medical information of the reporting party may be considered if
34.19 a release is signed by the reporting party and nonrelevant information is redacted;
- 34.20 (iii) if a responding party is found responsible, a postsecondary institution may consider
34.21 medical and mental health information of the reporting party to determine sanctions; and
- 34.22 (iv) questions and evidence regarding the sexual preferences or past sexual behavior of
34.23 the reporting party may be considered if such evidence is offered to prove that someone
34.24 other than the responding party committed the conduct alleged by the reporting party, or
34.25 the evidence concerns specific incidents of the reporting party's prior sexual behavior with
34.26 respect to the responding party and is offered to prove consent;
- 34.27 (5) to the extent possible, the postsecondary institution must:
- 34.28 (i) inform parties no later than 24 hours before a decision is rendered, and provide the
34.29 timeline of the outcome's release;
- 34.30 (ii) offer community mental health resources and, if applicable, on-campus resources
34.31 with the notice of outcome equitably to parties; and

35.1 (iii) not deliver the decision to the parties at the end of the day or during a weekend or
35.2 holiday to ensure parties have the opportunity to arrange supportive services;

35.3 (6) in any grievance process arising from an alleged incident of sexual misconduct
35.4 against a student, a postsecondary institution must apply, at a minimum, a preponderance
35.5 of the evidence standard of proof; and

35.6 (7) a postsecondary institution must have a policy prohibiting retaliation, including what
35.7 constitutes retaliation and possible actions for students and employees if retaliation is found
35.8 to have occurred against a reporting party, responding party, or witness due to a person's
35.9 participation in a campus sexual misconduct process.

35.10 (h) Notwithstanding any other applicable grievance process, including an employee
35.11 grievance process, if a reporting party is a student at the postsecondary institution, the
35.12 institution must use the grievance process provided in this subdivision.

35.13 Sec. 6. Minnesota Statutes 2024, section 135A.1582, is amended to read:

35.14 **135A.1582 PROTECTIONS FOR PREGNANT AND PARENTING STUDENTS.**

35.15 Subdivision 1. **Definition Definitions.** (a) For the purpose of this section, the following
35.16 ~~term has~~ terms have the meaning meanings given.

35.17 (b) "Parenting student" means a student enrolled at a public college or university who
35.18 is the parent or legal guardian of or can claim as a dependent a child under the age of 18.

35.19 (c) "Pregnancy or related conditions" means: (1) pregnancy, childbirth, termination of
35.20 pregnancy, or lactation; (2) medical conditions related to pregnancy, childbirth, termination
35.21 of pregnancy, or lactation; or (3) recovery from pregnancy, childbirth, termination of
35.22 pregnancy, lactation, or related medical conditions.

35.23 (d) "Postsecondary institution" means an institution governed by the Board of Trustees
35.24 of the Minnesota State Colleges and Universities or a private postsecondary institution that
35.25 offers in-person courses on a campus located in Minnesota and that is an eligible institution
35.26 as defined in section 136A.103. Institutions governed by the Board of Regents of the
35.27 University of Minnesota are requested to comply with this section.

35.28 Subd. 2. **Rights and protections.** (a) A ~~Minnesota state college or university~~
35.29 postsecondary institution may not require and the University of Minnesota is requested not
35.30 to require a pregnant or parenting student, solely because of the student's status as a pregnant
35.31 or parenting student or due to issues related to the student's pregnancy or parenting, to:

35.32 (1) take a leave of absence or withdraw from the student's degree or certificate program;

- 36.1 (2) limit the student's studies;
- 36.2 (3) participate in an alternative program;
- 36.3 (4) change the student's major, degree, or certificate program; or
- 36.4 (5) refrain from joining or cease participating in any course, activity, or program at the
- 36.5 college or university.
- 36.6 (b) A ~~Minnesota state college or university~~ postsecondary institution shall provide and
- 36.7 the University of Minnesota is requested to provide reasonable modifications to a pregnant
- 36.8 student, including modifications that:
- 36.9 (1) would be provided to a student with a temporary medical condition; or
- 36.10 (2) are related to the health and safety of the student and the student's unborn child, such
- 36.11 as allowing the student to maintain a safe distance from substances, areas, and activities
- 36.12 known to be hazardous to pregnant women or unborn children.
- 36.13 (c) A ~~Minnesota state college or university~~ postsecondary institution must and the
- 36.14 University of Minnesota is requested to, for reasons related to a student's pregnancy,
- 36.15 childbirth, or any resulting medical status or condition:
- 36.16 (1) excuse the student's absence;
- 36.17 (2) allow the student to make up missed assignments or assessments;
- 36.18 (3) allow the student additional time to complete assignments in the same manner as the
- 36.19 institution allows for a student with a temporary medical condition; and
- 36.20 (4) provide the student with access to instructional materials and video recordings of
- 36.21 lectures for classes for which the student has an excused absence under this section to the
- 36.22 same extent that instructional materials and video recordings of lectures are made available
- 36.23 to any other student with an excused absence.
- 36.24 (d) A ~~Minnesota state college or university~~ postsecondary institution must and the
- 36.25 University of Minnesota is requested to allow a pregnant or parenting student to:
- 36.26 (1) take a leave of absence; and
- 36.27 (2) if in good academic standing at the time the student takes a leave of absence, return
- 36.28 to the student's degree or certificate program in good academic standing without being
- 36.29 required to reapply for admission.
- 36.30 (e) If a ~~public college or university~~ postsecondary institution provides early registration
- 36.31 for courses or programs at the institution for any group of students, the ~~Minnesota state~~

37.1 ~~college or university~~ postsecondary institution must provide and the University of Minnesota
37.2 is requested to provide early registration for those courses or programs for pregnant or
37.3 parenting students in the same manner.

37.4 Subd. 3. **Policy on discrimination.** Each ~~Minnesota state college or university~~
37.5 postsecondary institution must adopt and the University of Minnesota is requested to adopt
37.6 a policy for students on pregnancy and parenting discrimination. The policy must:

37.7 (1) include the contact information of the Title IX coordinator who is the designated
37.8 point of contact for a student requesting each protection or modification under this section.
37.9 Contact information must include the Title IX coordinator's name, phone number, email,
37.10 and office;

37.11 (2) be posted in an easily accessible, straightforward format on the college or university's
37.12 website; and

37.13 (3) be made available annually to faculty, staff, and employees of the college or
37.14 university.

37.15 Subd. 4. **Administration.** The commissioner of the Office of Higher Education must,
37.16 in consultation with the Board of Trustees of the Minnesota State Colleges and Universities
37.17 ~~and~~ the Board of Regents of the University of Minnesota, and other relevant stakeholders,
37.18 establish guidelines, as necessary, to administer this section. The guidelines must establish
37.19 minimum periods for which a pregnant or parenting student must be given a leave of absence
37.20 under subdivision 2, paragraph (d). In establishing the minimum periods, the Office of
37.21 Higher Education shall consider the maximum amount of time a student may be absent
37.22 without significantly interfering with the student's ability to complete the student's degree
37.23 or certificate program.

37.24 Sec. 7. Minnesota Statutes 2024, section 136A.01, is amended by adding a subdivision to
37.25 read:

37.26 Subd. 4. **Treatment of appropriations.** Notwithstanding section 16B.98, subdivision
37.27 14, the office may retain up to five percent of competitively awarded grants if another
37.28 amount is not already designated as administrative funding in the appropriation.

37.29 Sec. 8. **[136A.054] CONSOLIDATED COMPETITIVE GRANT AND STUDENT**
37.30 **LOAN REPAYMENT PROGRAM REPORTING.**

37.31 (a) The commissioner of the Office of Higher Education shall report annually by February
37.32 15 to the chairs and ranking minority members of the legislative committees with jurisdiction

38.1 over higher education on the details of programs administered under sections 136A.1251,
38.2 136A.1788, 136A.1789, 136A.1791, 136A.1794, 136A.1795, 136A.861, and 136A.91
38.3 including the following, where applicable:

38.4 (1) organizations receiving grant awards;
38.5 (2) grant award amounts and utilization rates;
38.6 (3) grant program activities, goals, and outcomes;
38.7 (4) grant matching sources and funding levels;
38.8 (5) number and amount of loan repayment awards disbursed; and
38.9 (6) demographic data of loan repayment program participants.

38.10 (b) The commissioner must report any additional data and outcomes relevant to the
38.11 evaluation of programs administered under sections 136A.1251, 136A.1788, 136A.1789,
38.12 136A.1791, 136A.1794, 136A.1795, 136A.861, and 136A.91 as evidenced by activities
38.13 funded under each program.

38.14 **Sec. 9. [136A.0901] STANDARD FINANCIAL AID OFFER FORM FOR HIGHER**
38.15 **EDUCATION INSTITUTIONS.**

38.16 Subdivision 1. **Citation.** Sections 136A.0901 to 136A.0905 may be cited as the "College
38.17 Financing Literacy Act."

38.18 Subd. 2. **Standard format and terminology.** The commissioner must develop standard
38.19 terminology and financial aid offer forms. The commissioner may develop separate financial
38.20 aid offer forms for:

- 38.21 (1) undergraduate students;
38.22 (2) graduate students;
38.23 (3) first-time students; and
38.24 (4) returning students.

38.25 Subd. 3. **Consultation with stakeholders.** In developing the financial aid offer form,
38.26 the commissioner must consult with and consider the recommendations of stakeholders,
38.27 including the student loan advocate in the Department of Commerce, representatives of
38.28 students, institutions of higher education, financial aid administrators and counselors, school
38.29 counselors, and any other relevant stakeholders as determined by the commissioner. The
38.30 commissioner must begin consulting with and soliciting recommendations from stakeholders
38.31 by September 1, 2025. By September 1, 2026, the commissioner must publish on the

39.1 department's website a draft of the form created under subdivision 2 and solicit feedback
 39.2 from stakeholders regarding the form.

39.3 Subd. 4. **Final form.** The commissioner must publish on the department's website the
 39.4 final financial aid offer form with sufficient time for institutions to implement use of the
 39.5 form for the 2028-2029 academic year.

39.6 Subd. 5. **Authority to modify.** The commissioner may update and modify the definitions,
 39.7 terms, formatting, and design of the financial aid offer form based on changes in laws, in
 39.8 process, or for purposes of clarity.

39.9 Subd. 6. **Use of standard financial aid offer forms and terms.** Beginning with the
 39.10 2028-2029 academic year, institutions of higher education that receive state grant aid must:

39.11 (1) use the financial aid offer form developed under this section in providing official
 39.12 and unofficial offers, including paper, mobile-optimized, or other electronic offers to all
 39.13 students who are accepted at the institution and apply for aid; and

39.14 (2) use the standard terminology and definitions developed by the commissioner for all
 39.15 communications from the institution related to financial aid offers.

39.16 **Sec. 10. [136A.0902] REQUIRED CONTENTS FOR FINANCIAL AID OFFER**
 39.17 **FORM.**

39.18 Subdivision 1. **General.** The financial aid offer form developed under section 136A.0901
 39.19 must be a form titled "Financial Aid Offer" which includes the required information under
 39.20 this section with costs listed first, followed by grants and scholarships clearly separated
 39.21 with separate headings, and the additional information under section 136A.0903 included
 39.22 last. The form must be in a consumer-friendly format that is simple to understand and must
 39.23 allow for each institution to customize the form with the institution's own logo, branding,
 39.24 or other identifiers.

39.25 Subd. 2. **Cost information.** The financial aid offer form must contain information on
 39.26 the student's estimated cost of attendance including:

39.27 (1) total direct costs, including the totals for estimated tuition and fees charged by an
 39.28 institution, including differential tuition if applicable, college or university-sponsored
 39.29 housing, and food costs;

39.30 (2) total estimated other expenses, including estimated housing and food costs for students
 39.31 who reside off-campus, and for all students, costs for books, materials, supplies,
 39.32 transportation, and miscellaneous personal expenses;

40.1 (3) the academic period covered by the financial aid offer and an explanation that the
40.2 financial aid offered may change for academic periods not covered by the aid offer or by
40.3 program;

40.4 (4) whether cost and aid estimates are based on full-time or part-time enrollment;

40.5 (5) whether tuition and fees cover a set range of credits or are per credit hour; and

40.6 (6) whether the tuition and fees are estimated based on the previous year or are set for
40.7 the academic period indicated in accordance with clause (3).

40.8 Subd. 3. **Grants and scholarships.** The financial aid offer form must include the
40.9 aggregate amount of grants and scholarships itemized by source and type that the student
40.10 does not have to repay, including grant aid:

40.11 (1) offered under title IV of the Higher Education Act of 1965, United States Code, title
40.12 20, section 1070, et seq.;

40.13 (2) offered through other federal programs;

40.14 (3) offered by the institution;

40.15 (4) offered by the state; and

40.16 (5) from an outside source to the student for the academic period, if known, including
40.17 a disclosure that the grants and scholarships do not have to be repaid. If institutional aid is
40.18 included, the form must also note:

40.19 (i) the conditions under which the student can expect to receive similar amounts of
40.20 financial aid for each academic period the student is enrolled at the institution; and

40.21 (ii) whether the institutional aid offer may change if grants or scholarships from outside
40.22 sources are applied after the student receives the financial aid offer form and how the
40.23 institutional aid will change, if applicable.

40.24 Subd. 4. **Net price.** The financial aid offer form must include:

40.25 (1) the estimated net price that the student, or the student's family on behalf of the student,
40.26 is estimated to have to pay for the student to attend the institution for the academic period,
40.27 equal to the cost of attendance as described in subdivision 2, clauses (1) and (2), for the
40.28 student for the period indicated in subdivision 2, clause (3), minus the amount of grant and
40.29 scholarship aid described in subdivision 3 that is included in the financial aid offer form;
40.30 and

41.1 (2) a disclosure that the estimated net price is an estimate of the total expenses for the
41.2 year and not equivalent to the amount the student will owe directly to the institution.

41.3 Subd. 5. **Loans.** (a) The financial aid offer form must include:

41.4 (1) information on loans that are available to the student under part D or E of title IV of
41.5 the Higher Education Act of 1965, United States Code, title 20, sections 1087a, et seq., and
41.6 1087aa, et seq., except a Federal Direct PLUS Loan under part D of that act;

41.7 (2) information on other loans under this chapter for the academic period covered by
41.8 the offer;

41.9 (3) a disclosure that the loans have to be repaid and a disclosure that the student can
41.10 borrow a lesser or, if applicable, greater amount than the recommended loan amount;

41.11 (4) a disclosure that the interest rates and fees on the loans are set annually and affect
41.12 total cost over time and a link to the Department of Education's and the Office of Higher
41.13 Education's websites that includes current information on interest rates and fees; and

41.14 (5) a link to the Department of Education's repayment calculator website for students
41.15 with instruction that the website contains customizable estimates of expected repayment
41.16 costs under different loan repayment plans.

41.17 (b) The offer must clearly use the word "loan" to describe the recommended loan amounts
41.18 and must clearly label subsidized and unsubsidized loans with a plain language explanation
41.19 of the difference between the two.

41.20 Subd. 6. **Supplemental information on cost of attendance.** The financial aid offer
41.21 form must contain information on how a student may request an adjustment to increase the
41.22 cost of attendance to accommodate the student's special circumstances or higher costs of
41.23 housing, food, or other eligible expenses.

41.24 Subd. 7. **Supplemental information for students with dependents.** The financial aid
41.25 offer form must contain information on resources available to students with dependents
41.26 including:

41.27 (1) the dependent care allowance, including a disclosure that a student with a dependent
41.28 child in paid child care may request a dependent care allowance as part of the student's
41.29 financial aid calculation, which may result in a higher grant or loan amount; and

41.30 (2) information on the Minnesota child care grant program provided in section 136A.125
41.31 and instructions on how to apply.

42.1 Subd. 8. **Process for accepting or declining aid.** The financial aid offer form must
42.2 include:

42.3 (1) deadlines and a summary of the process for accepting the financial aid offered in the
42.4 financial aid offer form, requesting higher loan amounts if recommended loan amounts
42.5 were included, and declining aid offered in the form;

42.6 (2) information on when and how direct costs to the institution must be paid, including
42.7 information on payment plans if available;

42.8 (3) a disclosure that verification of financial circumstances may require the student to
42.9 submit further documentation; and

42.10 (4) information about where a student or the student's family can seek additional
42.11 information regarding the financial aid offered, including contact information for the
42.12 institution's financial aid office, the Department of Education's website on financial aid,
42.13 and the Office of Higher Education's website.

42.14 Sec. 11. **[136A.0903] ADDITIONAL REQUIREMENTS FOR THE FINANCIAL**
42.15 **AID OFFER FORM.**

42.16 Subdivision 1. **Repayment resources; private student loans; work study.** In addition
42.17 to the information described in section 136A.0902, the financial aid offer form must, in a
42.18 concise format determined by the commissioner, include:

42.19 (1) at the institution's discretion, additional options and potential resources for paying
42.20 the amount listed in section 136A.0902, subdivision 4, such as tuition payment plans;

42.21 (2) the following information relating to private student loans:

42.22 (i) a statement that students considering borrowing to cover the cost of attendance should
42.23 consider available federal and state student loans prior to applying for private student loans,
42.24 including an explanation that federal and state student loans offer generally more favorable
42.25 terms and beneficial repayment options than private student loans;

42.26 (ii) the impact of a proposed private student loan on the student's potential eligibility for
42.27 other financial assistance, including federal financial assistance under title IV of the Higher
42.28 Education Act of 1965, United States Code, title 20, section 1070, et seq.; and

42.29 (iii) a statement explaining the student's ability to select a private educational lender of
42.30 the student's choice; and

42.31 (3) information on work-study employment opportunities under section 136A.233, and
42.32 work-study offered in accordance with part C of title IV of the Higher Education Act of

43.1 1965, United States Code, title 20, section 1087-51, et seq., including a disclosure that the
43.2 work-study aid offered is subject to the availability of qualified employment opportunities
43.3 and is disbursed over time as earned by the student. Work-study employment opportunities
43.4 must not be included in the category of financial aid described under section 136A.0902,
43.5 subdivision 3.

43.6 Subd. 2. **Additional requirements.** The financial aid offer form must meet the
43.7 requirements of this section and section 136A.0902 by:

43.8 (1) including, in addition to the requirements described in subdivision 1 and section
43.9 136A.0902, a concise summary in plain language of:

43.10 (i) the terms and conditions of financial aid under subdivision 1, clause (3), and section
43.11 136A.0902, subdivisions 3 and 5, and a method to provide students with additional
43.12 information about the terms and conditions, such as links to the supplementary information;
43.13 and

43.14 (ii) federal, state, or institutional conditions required to receive and renew financial aid
43.15 and a method to provide students with additional information about these conditions, such
43.16 as links to the supplementary information;

43.17 (2) clearly distinguishing between aid offered under subdivision 1, clause (3), and section
43.18 136A.0902, subdivisions 3 and 5, by including a subtotal for the aid offered and by refraining
43.19 from commingling the different types of aid described;

43.20 (3) using standard terminology and definitions, as determined by the commissioner, and
43.21 using plain language where possible;

43.22 (4) providing additional information on federal student loans, including the types and
43.23 amounts for which the student is eligible in an attached document or web page, if an
43.24 institution's recommended federal student loan aid offered under section 136A.0902,
43.25 subdivision 5, is less than the federal maximum available to the student;

43.26 (5) including a delivery confirmation for electronic financial aid offer forms, except that
43.27 receipt of the financial aid offer form shall not be considered an acceptance or rejection of
43.28 aid by the student; and

43.29 (6) accompanying any reference to private education loans, with respect to dependent
43.30 students, with:

43.31 (i) information about the availability of and terms and conditions associated with Federal
43.32 Direct PLUS Loans under section 455 of the Higher Education Act of 1965, United States
43.33 Code, title 20, section 1087e, for the student's parents regardless of family income; and

44.1 (ii) a notification of the student's increased eligibility for unsubsidized federal student
 44.2 loans under title IV of the Higher Education Act of 1965, United States Code, title 20,
 44.3 section 1070, et seq., if the student's parents are rejected under the Federal Direct PLUS
 44.4 Loan program.

44.5 Sec. 12. **[136A.0904] SUPPLEMENTAL INFORMATION; REMOVAL OF**
 44.6 **INFORMATION.**

44.7 (a) Nothing in sections 136A.0901 to 136A.0903 precludes an institution from
 44.8 supplementing the financial aid offer form with additional information if the additional
 44.9 information supplements the financial aid offer form and is not located on the financial aid
 44.10 offer form and if the information utilizes the same standard terminology developed by the
 44.11 commissioner under this act.

44.12 (b) Nothing in sections 136A.0901 to 136A.0903 precludes an institution from omitting
 44.13 a required item in an individual offer form if that item is inapplicable to the student receiving
 44.14 the offer.

44.15 Sec. 13. **[136A.0905] SUPERSEDING FEDERAL LAW.**

44.16 Sections 136A.0901 to 136A.0904 are null and void upon the effective date of a federal
 44.17 law or regulation establishing a uniform financial aid offer form and requiring institutions
 44.18 of higher education to adopt it.

44.19 Sec. 14. Minnesota Statutes 2024, section 136A.101, subdivision 5a, is amended to read:

44.20 Subd. 5a. **Assigned family responsibility.** "Assigned family responsibility" means the
 44.21 amount of a family's contribution to a student's cost of attendance, as determined by a federal
 44.22 need analysis. For dependent students, the assigned family responsibility is ~~79~~ 90 percent
 44.23 of the parental contribution. If the parental contribution is ~~less than~~ between \$0 and negative
 44.24 \$1,500, the assigned family responsibility is 100 percent of the parental contribution. If the
 44.25 parental contribution is less than negative \$1,500, the assigned family responsibility is
 44.26 negative \$1,500. For independent students with dependents other than a spouse, the assigned
 44.27 family responsibility is 71 percent of the student contribution. For independent students
 44.28 without dependents other than a spouse, the assigned family responsibility is 35 percent of
 44.29 the student contribution. If the student contribution is ~~less than~~ between \$0 and negative
 44.30 \$1,500, the assigned family responsibility is 100 percent of the student contribution. If the
 44.31 student contribution is less than negative \$1,500, the assigned family responsibility is
 44.32 negative \$1,500. For a student registering for less than full time, the office shall prorate the

45.1 assigned family responsibility using the ratio of the number of credits the student is enrolled
45.2 in to the number of credits for full-time enrollment.

45.3 Sec. 15. Minnesota Statutes 2024, section 136A.103, is amended to read:

45.4 **136A.103 INSTITUTION ELIGIBILITY REQUIREMENTS.**

45.5 Subdivision 1. Eligibility. (a) A postsecondary institution is eligible for state student
45.6 aid ~~and to receive state student aid on behalf of students under this chapter 136A and sections~~
45.7 197.791 and 299A.45, if the institution is located in this state and:

45.8 (1) is operated by this state or the Board of Regents of the University of Minnesota; or

45.9 (2) is operated privately and, ~~as determined by the office,~~ meets the requirements of
45.10 paragraph (b).

45.11 (b) A private institution must:

45.12 ~~(1) maintain academic standards substantially equivalent to those of comparable~~
45.13 ~~institutions operated in this state;~~

45.14 ~~(2) (1) be licensed or registered as a postsecondary institution by the office; and~~

45.15 ~~(3)(i) by July 1, 2010, participate in the federal Pell Grant program under Title IV of~~
45.16 ~~the Higher Education Act of 1965, Public Law 89-329, as amended; or~~

45.17 (2) meet one of the following criteria:

45.18 (i) the institution participates in the federal Pell Grant program under Title IV of the
45.19 Higher Education Act of 1965, Public Law 89-329, as amended;

45.20 (ii) if an the institution was participating in state student aid programs as of June 30,
45.21 2010, and the institution did but does not participate in the federal Pell Grant program by
45.22 June 30, 2010, the institution must require every student who enrolls to sign a disclosure
45.23 form, provided by the office, stating that the institution is not participating in the federal
45.24 Pell Grant program, under Title IV of the Higher Education Act of 1965, Public Law 89-329,
45.25 as amended; and

45.26 (A) the institution requires every student who enrolls to sign a disclosure form, provided
45.27 by the office, stating that the institution is not participating in the federal Pell Grant program;
45.28 and

45.29 (B) the institution has not had a change in ownership as defined in section 136A.63,
45.30 subdivision 2; or

46.1 ~~(e) An (iii) the institution that~~ offers only graduate-level degrees or graduate-level
 46.2 nondegree programs ~~is an eligible institution if the institution is licensed or registered as a~~
 46.3 ~~postsecondary institution by the office and participates in federal financial aid under Title~~
 46.4 ~~IV of the Higher Education Act of 1965, Public Law 89-329, as amended.~~

46.5 ~~(d) (c) An eligible institution under paragraph (b), clause (3), item (ii) (2), that changes~~
 46.6 ownership as defined in section 136A.63, subdivision 2, ~~must participate in the federal Pell~~
 46.7 ~~Grant program within four calendar years of the first ownership change to continue eligibility~~
 46.8 ~~remains eligible for state student aid for six months following the change in ownership.~~

46.9 ~~(e) An institution that loses its eligibility for the federal Pell Grant program is not an~~
 46.10 ~~eligible institution. The office may terminate an institution's eligibility to participate in state~~
 46.11 ~~student aid programs effective the date of the loss of eligibility for the federal Pell Grant~~
 46.12 ~~program.~~

46.13 ~~(f) An institution must maintain adequate administrative and financial standards and~~
 46.14 ~~compliance with all state statutes, rules, and administrative policies related to state financial~~
 46.15 ~~aid programs.~~

46.16 ~~(g) The office may terminate a postsecondary institution's eligibility to participate in~~
 46.17 ~~state student aid programs if the institution is~~

46.18 Subd. 2. **Ineligibility.** A postsecondary institution otherwise eligible for state student
 46.19 aid under this chapter and sections 197.791 and 299A.45 becomes ineligible if the institution:

46.20 (1) fails to maintain adequate compliance with administrative and financial standards
 46.21 and compliance with all state statutes, rules, and administrative policies related to state
 46.22 financial aid programs; or

46.23 (2) has been terminated from participating in federal financial aid programs by the United
 46.24 States Department of Education for a violation of laws, regulations, or participation
 46.25 agreements governing federal financial aid programs.

46.26 Sec. 16. Minnesota Statutes 2024, section 136A.121, subdivision 6, is amended to read:

46.27 Subd. 6. **Cost of attendance.** (a) The recognized cost of attendance consists of: (1) a
 46.28 allowance specified in law for living and miscellaneous expenses, and (2) an allowance for
 46.29 tuition and fees equal to the lesser of the average tuition and fees charged by the institution,
 46.30 or a tuition and fee maximum if one is established in law. If no living and miscellaneous
 46.31 expense allowance is established in law, the allowance is equal to ~~45~~ 110 percent of the
 46.32 federal poverty guidelines for a one person household in Minnesota for nine months. If no
 46.33 tuition and fee maximum is established in law, the allowance for tuition and fees is equal

47.1 to the lesser of: (1) the average tuition and fees charged by the institution, and (2) for
47.2 two-year programs, an amount equal to the highest tuition and fees charged at a public
47.3 two-year institution, or for four-year programs, an amount equal to the highest tuition and
47.4 fees charged at a public university.

47.5 (b) For a student registering for less than full time, the office shall prorate the cost of
47.6 attendance using the ratio of the number of credits the student is enrolled in to the number
47.7 of credits for full-time enrollment.

47.8 (c) The recognized cost of attendance for a student who is confined to a Minnesota
47.9 correctional institution shall consist of the tuition and fee component in paragraph (a), with
47.10 no allowance for living and miscellaneous expenses.

47.11 (d) For the purpose of this subdivision, "fees" include only those fees that are mandatory
47.12 and charged to full-time resident students attending the institution. Fees do not include
47.13 charges for tools, equipment, computers, or other similar materials where the student retains
47.14 ownership. Fees include charges for these materials if the institution retains ownership. Fees
47.15 do not include optional or punitive fees.

47.16 Sec. 17. Minnesota Statutes 2024, section 136A.121, subdivision 7, is amended to read:

47.17 Subd. 7. **Insufficient appropriation.** (a) If the amount appropriated is determined by
47.18 the office to be insufficient to make full awards to applicants under subdivision 5, awards
47.19 must be reduced by:

47.20 (1) adding a surcharge to the applicant's assigned family responsibility, as defined in
47.21 section 136A.101, subdivision 5a; and

47.22 (2) a percentage increase in the applicant's assigned student responsibility, as defined
47.23 in subdivision 5.

47.24 (b) The reduction under paragraph (a), clauses (1) and (2), must be equal dollar amounts.
47.25 The total assigned family responsibility after the addition of the surcharge may exceed 100
47.26 percent of the parental or student contribution, as applicable, assigned by the federal needs
47.27 analysis. The commissioner must not adjust the surcharge under paragraph (a), clause (1),
47.28 according to the student's status as a dependent student, an independent student with
47.29 dependents other than a spouse, or an independent student without dependents other than
47.30 a spouse. The commissioner must not use any methods other than those provided in this
47.31 subdivision to reduce awards.

48.1 Sec. 18. Minnesota Statutes 2024, section 136A.121, subdivision 7a, is amended to read:

48.2 Subd. 7a. **Surplus appropriation.** (a) If the amount appropriated is determined by the
48.3 office to be more than sufficient to fund projected grant demand in the second year of the
48.4 biennium, the office may:

48.5 (1) increase the living and miscellaneous expense allowance in the second year of the
48.6 biennium by up to an amount that retains sufficient appropriations to fund the projected
48.7 grant demand; or

48.8 (2) assess the assigned family responsibility for students with a student or parent
48.9 contribution that is less than negative \$1,500 at 100 percent of the parent or student
48.10 contribution to a lower limit that is equal to the lowest student contribution provided under
48.11 the federal needs analysis.

48.12 (b) The adjustment adjustments in paragraph (a) may be made one or more times. Each
48.13 time the commissioner makes an adjustment under this subdivision, the commissioner must
48.14 use any surplus to fully reassess assigned family responsibility under paragraph (a), clause
48.15 (2), before increasing the living and miscellaneous expense allowance under paragraph (a),
48.16 clause (1). In making the determination that there are more than sufficient funds, the office
48.17 shall balance the need for sufficient resources to meet the projected demand for grants with
48.18 the goal of fully allocating the appropriation for state grants. An increase in the living and
48.19 miscellaneous expense allowance or a modified assessment of assigned family responsibility
48.20 under this subdivision does not carry forward into a subsequent biennium.

48.21 Sec. 19. Minnesota Statutes 2024, section 136A.121, subdivision 9, is amended to read:

48.22 Subd. 9. **Awards.** An undergraduate student who meets the office's requirements is
48.23 eligible to apply for and receive a grant in any year of undergraduate study unless the student
48.24 has obtained a baccalaureate degree or previously has received a state grant award for ~~180~~
48.25 120 credits or the equivalent, excluding (1) courses taken from a Minnesota school or
48.26 postsecondary institution which is not participating in the state grant program and from
48.27 which a student transferred no credit, and (2) courses taken that qualify as developmental
48.28 education or below college-level. A student enrolled in a two-year program at a four-year
48.29 institution is only eligible for the tuition and fee maximums established by law for two-year
48.30 institutions.

49.1 Sec. 20. Minnesota Statutes 2024, section 136A.121, subdivision 13, is amended to read:

49.2 Subd. 13. **Deadline.** The deadline for the office to accept applications for state grants
49.3 for a term is ~~June 30 of the fiscal year for which the student applies for a grant~~ 30 days after
49.4 the start of that term.

49.5 Sec. 21. Minnesota Statutes 2024, section 136A.1465, subdivision 1, is amended to read:

49.6 Subdivision 1. **Definitions.** The following terms have the meanings given:

49.7 (1) "eligible student" means a resident student under section 136A.101, subdivision 8,
49.8 who is enrolled in any public postsecondary educational institution or Tribal college and
49.9 who meets the eligibility requirements in subdivision 2;

49.10 (2) "gift aid" includes:

49.11 (i) all federal financial aid that is not a loan or pursuant to a work-study program;

49.12 (ii) state financial aid, unless designated for other expenses, that is not a loan or pursuant
49.13 to a work-study program;

49.14 (iii) institutional financial aid, including a grant, scholarship, tuition waiver, fellowship
49.15 stipend, or other payment, unless designated for other expenses, that is not a loan or pursuant
49.16 to a work-study program; and

49.17 (iv) all private financial aid that is not a loan or pursuant to a work-study program.

49.18 Financial aid from the state, public postsecondary educational institutions, and Tribal colleges
49.19 that is specifically designated for other expenses is not gift aid for purposes of the North
49.20 Star Promise scholarship.

49.21 (3) "other expenses" includes books, required supplies, child care, emergency assistance,
49.22 food, and housing;

49.23 (4) "public postsecondary educational institution" means an institution operated by this
49.24 state, or the Board of Regents of the University of Minnesota;

49.25 (5) "recognized cost of attendance" has the meaning given in United States Code, title
49.26 20, chapter 28, subchapter IV, part F, section 1087ll;

49.27 (6) "Tribal college" means a college defined in section 136A.1796, subdivision 1,
49.28 paragraph ~~(e)~~ (d); and

49.29 (7) "tuition and fees" means the ~~actual~~ eligible resident tuition and mandatory fees
49.30 charged by an institution.

50.1 Sec. 22. Minnesota Statutes 2024, section 136A.1465, is amended by adding a subdivision
50.2 to read:

50.3 Subd. 1a. **Resident tuition.** The Board of Regents of the University of Minnesota and
50.4 the Board of Trustees of Minnesota State Colleges and Universities must adopt a policy to
50.5 charge resident tuition rates for all students eligible for North Star Promise.

50.6 Sec. 23. Minnesota Statutes 2024, section 136A.1465, subdivision 2, is amended to read:

50.7 Subd. 2. **Conditions for eligibility.** A scholarship may be awarded to an eligible student
50.8 who:

50.9 (1) has completed the Free Application for Federal Student Aid (FAFSA) or the state
50.10 aid application;

50.11 (2) has a family adjusted gross income below \$80,000;

50.12 (3) is a graduate of a secondary school or its equivalent, or is 17 years of age or over
50.13 and has met all requirements for admission as a student to an eligible college or university;

50.14 (4) has not ~~earned a~~ completed the degree requirements for the first baccalaureate degree
50.15 at the time the scholarship is awarded;

50.16 (5) is enrolled in at least one credit per fall, spring, or summer semester;

50.17 (6) is enrolled in a program or course of study that applies to a degree, diploma, or
50.18 certificate;

50.19 (7) is not in default, as defined by the office, of any federal or state student educational
50.20 loan;

50.21 (8) is not more than 30 days in arrears in court-ordered child support that is collected or
50.22 enforced by the public authority responsible for child support enforcement or, if the applicant
50.23 is more than 30 days in arrears in court-ordered child support that is collected or enforced
50.24 by the public authority responsible for child support enforcement, but is complying with a
50.25 written payment agreement under section 518A.69 or order for arrearages;

50.26 (9) has not been convicted of or pled nolo contendere or guilty to a crime involving
50.27 fraud in obtaining federal Title IV funds within the meaning of Code of Federal Regulations,
50.28 subtitle B, chapter VI, part 668, subpart C; and

50.29 (10) is meeting satisfactory academic progress as defined in section 136A.101, subdivision
50.30 10.

51.1 Sec. 24. Minnesota Statutes 2024, section 136A.155, is amended to read:

51.2 **136A.155 ADDITIONAL INSTITUTION ELIGIBILITY REQUIREMENTS.**

51.3 A postsecondary institution is an eligible institution for purposes of sections 136A.15
51.4 to 136A.1702, if the institution:

51.5 (1) meets the eligibility requirements under section 136A.103; or

51.6 (2) is operated publicly or privately in another state; and is approved by the United States
51.7 Secretary of Education; ~~and, as determined by the office, maintains academic standards~~
51.8 ~~substantially equal to those of comparable institutions operated in this state.~~

51.9 Sec. 25. Minnesota Statutes 2024, section 136A.162, is amended to read:

51.10 **136A.162 CLASSIFICATION OF DATA.**

51.11 (a) Except as provided in paragraphs (b) and (c), data on applicants for financial assistance
51.12 collected and used by the office for student financial aid programs administered by that
51.13 office are private data on individuals as defined in section 13.02, subdivision 12.

51.14 (b) Data on applicants may be disclosed to the commissioner of children, youth, and
51.15 families to the extent necessary to determine eligibility under section 136A.121, subdivision
51.16 2, clause (5).

51.17 (c) The following data collected in the Minnesota supplemental loan program under
51.18 sections 136A.1701 and 136A.1704 may be disclosed to a consumer credit reporting agency
51.19 only if the borrower and the cosigner give informed consent, according to section 13.05,
51.20 subdivision 4, at the time of application for a loan:

51.21 (1) the lender-assigned borrower identification number;

51.22 (2) the name and address of borrower;

51.23 (3) the name and address of cosigner;

51.24 (4) the date the account is opened;

51.25 (5) the outstanding account balance;

51.26 (6) the dollar amount past due;

51.27 (7) the number of payments past due;

51.28 ~~(8) the number of late payments in previous 12 months;~~

51.29 ~~(9)~~ (8) the type of account;

52.1 ~~(10)~~ (9) the responsibility for the account; and

52.2 ~~(11)~~ (10) the status or remarks code.

52.3 Sec. 26. Minnesota Statutes 2024, section 136A.1796, is amended to read:

52.4 **136A.1796 TRIBAL COLLEGE SUPPLEMENTAL GRANT ASSISTANCE.**

52.5 Subdivision 1. **Definitions.** (a) As used in this section, the following terms have the
52.6 meanings given ~~them~~.

52.7 (b) "Beneficiary student" means a resident of Minnesota who is enrolled in a certificate,
52.8 diploma, or degree program in a Tribally controlled college and is an enrolled member of
52.9 a federally recognized Indian Tribe.

52.10 ~~(b)~~ (c) "Nonbeneficiary student" means a resident of Minnesota who is enrolled in a
52.11 certificate, diploma, or degree program in a Tribally controlled college but is not an enrolled
52.12 member of a federally recognized Indian Tribe.

52.13 ~~(e)~~ (d) "Tribally controlled college" means an accredited institution of higher education
52.14 located in this state that is formally controlled by or has been formally sanctioned or chartered
52.15 by the governing body of a federally recognized Indian Tribe, or a combination of federally
52.16 recognized Indian Tribes. Tribally controlled college does not include any institution or
52.17 campus subject to the jurisdiction of the Board of Trustees of the Minnesota State Colleges
52.18 and Universities or the Board of Regents of the University of Minnesota.

52.19 Subd. 2. **Eligibility; grant assistance.** (a) A Tribally controlled college is eligible to
52.20 receive supplemental grant assistance from the office, as provided in this section, for
52.21 beneficiary and nonbeneficiary student enrollment if the college is not otherwise eligible
52.22 to receive federal grant funding for those students under United States Code, title 25, section
52.23 1808 in the fall, spring, and summer terms.

52.24 (b) The office shall make grants to Tribally controlled colleges to defray the costs of
52.25 education associated with the enrollment of beneficiary and nonbeneficiary students. Grants
52.26 made pursuant to this section must be provided directly to the recipient college.

52.27 (c) The minimum annual grant amount for each eligible Tribally controlled college is
52.28 \$1,000,000. The maximum annual grant amount for each eligible Tribally controlled college
52.29 is \$1,050,000.

52.30 Subd. 3. **Grant application.** To receive a grant under this section, a Tribally controlled
52.31 college must submit an application in the manner required by the office. Upon submission
52.32 of a completed application indicating that the Tribally controlled college is eligible, the

53.1 office shall distribute to the college, during each year of the biennium, a grant of \$5,300
 53.2 for each beneficiary and nonbeneficiary student on a full-time equivalent basis. If the amount
 53.3 appropriated for grants under this section is insufficient to cover the total amount of grant
 53.4 eligibility, the office shall distribute a prorated amount per beneficiary and nonbeneficiary
 53.5 student on a full-time equivalent basis.

53.6 Subd. 4. **Reporting by recipient institutions.** Each Tribally controlled college receiving
 53.7 a grant under this section shall provide to the office, on an annual basis, an accurate and
 53.8 detailed account of the expenditures of the grant funds received by the college, and a copy
 53.9 of the college's most recent audit report and documentation of the enrollment status and
 53.10 ethnic status of each beneficiary and nonbeneficiary student for which grant assistance is
 53.11 sought under this section.

53.12 Sec. 27. Minnesota Statutes 2024, section 136A.246, subdivision 1a, is amended to read:

53.13 Subd. 1a. **Definitions.** (a) The terms defined in this subdivision apply to this section.

53.14 (b) "Competency standard" has the meaning given in section 175.45, subdivision 2.

53.15 (c) "Eligible training" means training provided by an eligible training provider that:

53.16 (1) includes training to meet one or more identified competency standards;

53.17 (2) is instructor-led for a majority of the training; and

53.18 (3) results in the employee receiving an industry-recognized accredited degree, certificate,
 53.19 or credential.

53.20 (d) "Eligible training provider" means an institution:

53.21 (1) operated by the Board of Trustees of the Minnesota State Colleges and Universities
 53.22 or the Board of Regents of the University of Minnesota;

53.23 (2) licensed or registered as a postsecondary institution by the office; or

53.24 (3) exempt from the provisions of section 136A.822 to 136A.834 or 136A.61 to 136A.71
 53.25 as approved by the office.

53.26 (e) "Industry-recognized accredited degrees, certificates, or credentials" means:

53.27 (1) certificates, diplomas, or degrees issued by a an accredited postsecondary institution;

53.28 (2) registered apprenticeship certifications or certificates;

53.29 (3) occupational licenses or registrations;

53.30 (4) certifications issued by, or recognized by, industry or professional associations; and

54.1 (5) other certifications as approved by the commissioner.

54.2 Sec. 28. Minnesota Statutes 2024, section 136A.246, subdivision 3, is amended to read:

54.3 Subd. 3. **Eligible training provider.** The Office of Higher Education and the Department
54.4 of Labor and Industry must cooperate in maintaining an inventory of accredited degree,
54.5 certificate, and credential programs that provide training to meet competency standards.
54.6 The inventory must be posted on each agency's website with contact information for each
54.7 program. The postings must be updated periodically.

54.8 Sec. 29. Minnesota Statutes 2024, section 136A.65, subdivision 4, is amended to read:

54.9 Subd. 4. **Criteria for approval.** (a) A school applying to be registered and to have its
54.10 degree or degrees and name approved must substantially meet the following criteria:

54.11 (1) the school has an organizational framework with administrative and teaching personnel
54.12 to provide the educational programs offered;

54.13 (2) the school has financial resources sufficient to meet the school's financial obligations,
54.14 including refunding tuition and other charges consistent with its stated policy if the institution
54.15 is dissolved, or if claims for refunds are made, to provide service to the students as promised,
54.16 and to provide educational programs leading to degrees as offered;

54.17 (3) the school operates in conformity with generally accepted accounting principles
54.18 according to the type of school;

54.19 (4) the school provides an educational program leading to the degree it offers;

54.20 (5) the school provides appropriate and accessible library, laboratory, and other physical
54.21 facilities to support the educational program offered;

54.22 (6) the school has a policy on freedom or limitation of expression and inquiry for faculty
54.23 and students which is published or available on request;

54.24 (7) the school uses only publications and advertisements which are truthful and do not
54.25 give any false, fraudulent, deceptive, inaccurate, or misleading impressions about the school,
54.26 its personnel, programs, services, or occupational opportunities for its graduates for promotion
54.27 and student recruitment;

54.28 (8) the school's compensated recruiting agents who are operating in Minnesota identify
54.29 themselves as agents of the school when talking to or corresponding with students and
54.30 prospective students;

54.31 (9) the school provides information to students and prospective students concerning:

- 55.1 (i) comprehensive and accurate policies relating to student admission, evaluation,
55.2 suspension, and dismissal;
- 55.3 (ii) clear and accurate policies relating to granting credit for prior education, training,
55.4 and experience and for courses offered by the school;
- 55.5 (iii) current schedules of fees, charges for tuition, required supplies, student activities,
55.6 housing, and all other standard charges;
- 55.7 (iv) policies regarding refunds and adjustments for withdrawal or modification of
55.8 enrollment status; and
- 55.9 (v) procedures and standards used for selection of recipients and the terms of payment
55.10 and repayment for any financial aid program;
- 55.11 (10) the school must not withhold a student's official transcript because the student is
55.12 in arrears or in default on any loan issued by the school to the student if the loan qualifies
55.13 as an institutional loan under United States Code, title 11, section 523(a)(8)(b);
- 55.14 (11) the school has a process to receive and act on student complaints;
- 55.15 (12) if the school is unaccredited, the school includes a joint and several liability provision
55.16 for torts and compliance with the requirements of sections 136A.61 to 136A.71 in any
55.17 contract effective after July 1, 2026, with any individual, entity, or postsecondary school
55.18 located in another state for the purpose of providing educational or training programs or
55.19 awarding postsecondary credits or continuing education credits to Minnesota residents that
55.20 may be applied to a degree program; and
- 55.21 (13) the school must not use nondisclosure agreements or other contracts restricting a
55.22 student's ability to disclose information in connection with school actions or conduct that
55.23 would be covered under section 136A.672.
- 55.24 (b) An application for degree approval must also include:
- 55.25 (i) title of degree and formal recognition awarded;
- 55.26 (ii) location where such degree will be offered;
- 55.27 (iii) proposed implementation date of the degree;
- 55.28 (iv) admissions requirements for the degree;
- 55.29 (v) length of the degree;
- 55.30 (vi) projected enrollment for a period of five years;
- 55.31 (vii) the curriculum required for the degree, including course syllabi or outlines;

56.1 (viii) statement of academic and administrative mechanisms planned for monitoring the
56.2 quality of the proposed degree;

56.3 (ix) statement of satisfaction of professional licensure criteria, if applicable;

56.4 (x) documentation of the availability of clinical, internship, externship, or practicum
56.5 sites, if applicable; and

56.6 (xi) statement of how the degree fulfills the institution's mission and goals, complements
56.7 existing degrees, and contributes to the school's viability.

56.8 Sec. 30. Minnesota Statutes 2024, section 136A.653, subdivision 5, is amended to read:

56.9 Subd. 5. **Higher Learning Commission accredited institutions in Minnesota.** (a) A
56.10 postsecondary institution accredited by the Higher Learning Commission or its successor
56.11 with its primary physical location in Minnesota is exempt from the provisions of sections
56.12 136A.61 to 136A.71, including related fees, when it creates new or modifies existing:

56.13 (1) program degree levels, program degree types, majors, minors, concentrations,
56.14 specializations, and areas of emphasis within approved degrees;

56.15 (2) nondegree programs ~~within approved degrees~~;

56.16 (3) underlying curriculum or courses;

56.17 (4) modes of delivery; ~~and~~

56.18 (5) locations; and

56.19 (6) course or term changes that do not impact the number of instructional hours.

56.20 (b) The institution must annually notify the commissioner of the exempt actions listed
56.21 in paragraph (a) and, upon the commissioner's request, must provide additional information
56.22 about the action.

56.23 (c) The institution must notify the commissioner within 60 days of a program closing.

56.24 (d) Nothing in this subdivision exempts an institution from the annual registration and
56.25 degree approval requirements of sections 136A.61 to 136A.71.

56.26 (e) Institutions under this provision may advertise, recruit, and enroll students while the
56.27 program is evaluated for an exemption. In the event the program is determined not to be
56.28 exempt, institutions must complete the full review application to the office within 60 days
56.29 of notification or cease advertisement, recruitment, and enrollment of students and will be
56.30 subject to the penalty provisions of sections 136A.65, subdivision 8; 136A.705; and 136A.71.

57.1 Sec. 31. Minnesota Statutes 2024, section 136A.658, is amended to read:

57.2 **136A.658 EXEMPTION; STATE AUTHORIZATION RECIPROCITY**
57.3 **AGREEMENT SCHOOLS.**

57.4 (a) The office may participate in an interstate reciprocity agreement regarding
57.5 postsecondary distance education if it determines that participation is in the best interest of
57.6 Minnesota postsecondary students.

57.7 (b) If the office decides to participate in an interstate reciprocity agreement, an institution
57.8 that meets the following requirements is exempt from the provisions of sections 136A.61
57.9 to 136A.71:

57.10 (1) the institution is situated in a state which is also participating in the interstate
57.11 reciprocity agreement;

57.12 (2) the institution has been approved to participate in the interstate reciprocity agreement
57.13 by the institution's home state and other entities with oversight of the interstate reciprocity
57.14 agreement; and

57.15 (3) the institution has elected to participate in and operate in compliance with the terms
57.16 of the interstate reciprocity agreement.

57.17 (c) If the office participates in an interstate reciprocity agreement and the office is
57.18 responsible for the administration of that interstate reciprocity agreement, which may include
57.19 the approval of applications for membership of in-state institutions to participate in the
57.20 interstate reciprocity agreement, the office shall collect reasonable fees sufficient to recover,
57.21 but not exceed, its costs to administer the interstate reciprocity agreement. The office
57.22 processing fees for approving an in-state institution application shall be as follows:

57.23 (1) ~~\$750~~ \$1,500 for institutions with ~~fewer than 2,500~~ or fewer full-time equivalent
57.24 enrollment;

57.25 (2) ~~\$3,000~~ \$5,000 for institutions with 2,501 to ~~20,000~~ 12,500 full-time equivalent
57.26 enrollment; and

57.27 (3) \$7,500 for institutions with greater than ~~20,000~~ 12,500 full-time equivalent enrollment.

57.28 Full-time equivalent enrollment is established using the previous year's full-time equivalent
57.29 enrollment as established in the United States Department of Education Integrated
57.30 Postsecondary Education Data System.

58.1 Sec. 32. Minnesota Statutes 2024, section 136A.69, subdivision 1, is amended to read:

58.2 Subdivision 1. **Registration fees.** (a) The office shall collect reasonable registration fees
58.3 that are sufficient to recover, but do not exceed, its costs of administering the registration
58.4 program. The office shall charge the fees listed in paragraphs (b) to (d) for new registrations.

58.5 (b) A new school ~~offering no more than one degree at each level during its first year~~
58.6 must pay registration fees ~~for each applicable level~~ based on the institution's total full-time
58.7 equivalent enrollment in the following amounts:

58.8	associate degree	\$2,000
58.9	baccalaureate degree	\$2,500
58.10	master's degree	\$3,000
58.11	doctorate degree	\$3,500

58.12 (1) \$5,000 for institutions with 2,500 or fewer full-time equivalent enrollment;

58.13 (2) \$7,500 for institutions with 2,501 to 5,000 full-time equivalent enrollment;

58.14 (3) \$10,000 for institutions with 5,001 to 7,500 full-time equivalent enrollment;

58.15 (4) \$15,000 for institutions with 7,501 to 10,000 full-time equivalent enrollment; and

58.16 (5) \$20,000 for institutions with 10,001 or greater full-time equivalent enrollment, and
58.17 for institutions with no data on the previous year's full-time equivalent enrollment.

58.18 Full-time equivalent enrollment is established using the previous year's full-time equivalent
58.19 enrollment as established in the United States Department of Education Integrated
58.20 Postsecondary Education Data System.

58.21 (c) A new school ~~that will offer more than one degree per level during its first year~~ must
58.22 pay registration fees in an amount equal to the fee ~~for the first degree at each degree level~~
58.23 under paragraph (b), plus fees for each ~~additional~~ nondegree program or degree as follows:

58.24	nondegree program	\$250
58.25	additional associate degree	\$250
58.26	additional baccalaureate degree	\$500
58.27	additional master's degree program	\$750
58.28	additional doctorate degree	\$1,000

58.29 (d) In addition to the fees under paragraphs (b) and (c), a fee of \$600 must be paid for
58.30 an initial application that: (1) has had four revisions, corrections, amendment requests, or
58.31 application reminders for the same application or registration requirement; or (2) cumulatively
58.32 has had six revisions, corrections, amendment requests, or application reminders for the

59.1 same license application and the school seeks to continue with the application process with
59.2 additional application submissions. If this fee is paid, the school may submit two final
59.3 application submissions for review prior to application denial under section 136A.65,
59.4 subdivision 8. This provision excludes from its scope nonrepetitive questions or clarifications
59.5 initiated by the school before the submission of the application, initial interpretation questions
59.6 or inquiries from the office regarding a completed application, and initial requests from the
59.7 office for verification or validation of a completed application.

59.8 (e) The annual renewal registration fee is ~~\$1,500~~, based on an institution's total full-time
59.9 equivalent enrollment in the following amounts:

59.10 (1) \$1,500 for institutions with 2,500 or fewer full-time equivalent enrollment;

59.11 (2) \$3,000 for institutions with 2,501 to 5,000 full-time equivalent enrollment;

59.12 (3) \$5,000 for institutions with 5,001 to 10,000 full-time equivalent enrollment; and

59.13 (4) \$7,500 for institutions with 10,001 or greater full-time equivalent enrollment, and
59.14 for institutions with no data on the previous year's full-time equivalent enrollment.

59.15 Full-time equivalent enrollment is established using the previous year's full-time equivalent
59.16 enrollment as established in the United States Department of Education Integrated
59.17 Postsecondary Education Data System.

59.18 (f) In addition to the fee under paragraph (e), a fee of \$600 must be paid for a renewal
59.19 application that: (1) has had four revisions, corrections, amendment requests, or application
59.20 reminders for the same application or registration requirement; or (2) cumulatively has had
59.21 six revisions, corrections, amendment requests, or application reminders for the same license
59.22 application and the school seeks to continue with the application process with additional
59.23 application submissions. If this fee is paid, the school may submit two final application
59.24 submissions for review prior to application denial under section 136A.65, subdivision 8.
59.25 This provision excludes from its scope nonrepetitive questions or clarifications initiated by
59.26 the school before the submission of the application, initial interpretation questions or inquiries
59.27 from the office regarding a completed application, and initial requests from the office for
59.28 verification or validation of a completed application.

59.29 Sec. 33. Minnesota Statutes 2024, section 136A.821, subdivision 4, is amended to read:

59.30 Subd. 4. **Person.** "Person" means any individual, partnership, company, firm, society,
59.31 trust, association, or corporation or any combination thereof. Person does not extend to:

59.32 (1) a government body;

- 60.1 (2) a public school as defined in section 120A.05, subdivisions 9, 11, 13, and 17; or
60.2 (3) a nonpublic school, religious organization, or home school as defined in section
60.3 120A.22, subdivision 4.

60.4 Sec. 34. Minnesota Statutes 2024, section 136A.821, subdivision 5, is amended to read:

60.5 Subd. 5. **Private career school.** "Private career school" means a person who maintains
60.6 a physical presence for any program at less than an associate degree level; ~~is not registered~~
60.7 ~~as a private institution under sections 136A.61 to 136A.71;~~ and is not specifically exempted
60.8 by section 136A.833. Private career school does not extend to:

60.9 (1) public postsecondary institutions with a physical presence in Minnesota;

60.10 (2) postsecondary institutions registered under sections 136A.61 to 136A.71;

60.11 (3) postsecondary institutions exempt from registration under sections 136A.653,
60.12 subdivisions 1b, 2, 3, and 3a; 136A.657; or 136A.658 due to the nature of the institution's
60.13 programs;

60.14 (4) schools exclusively engaged in training physically or mentally disabled persons;

60.15 (5) courses taught to students in an apprenticeship program registered by the United
60.16 States Department of Labor or Minnesota Department of Labor and taught by or required
60.17 by a trade union in which students are not responsible for tuition, fees, or any other charges,
60.18 regardless of payment or reimbursement method;

60.19 (6) programs contracted by persons or government agencies for the training of their own
60.20 employees for which no fee is charged to the employee, regardless of whether that fee is
60.21 reimbursed by the employer or a third party after the employee successfully completes the
60.22 training, except institutions or programs required to obtain a limited license exclusively to
60.23 receive the dual training grant;

60.24 (7) schools with no physical presence in Minnesota engaged exclusively in offering
60.25 distance programs that are located in and approved by other states or jurisdictions if the
60.26 distance education program does not include internships, externships, field placements, or
60.27 clinical placements for residents of Minnesota;

60.28 (8) schools licensed or approved by other state boards or agencies authorized under
60.29 Minnesota law to issue licenses for institutions or programs, except for institutions or
60.30 programs required to be licensed exclusively to participate in state financial aid, be listed
60.31 on the eligible training provider list, access WIOA funding, or receive the dual training
60.32 grant;

61.1 (9) review classes, courses, or programs intended to prepare students to sit for
61.2 undergraduate, graduate, postgraduate, or occupational licensing, certification, or entrance
61.3 examinations;

61.4 (10) classes, courses, or programs conducted by a bona fide trade, professional, or
61.5 fraternal organization, solely for that organization's membership and not available to the
61.6 public. In making the determination that the organization is bona fide, the office may request
61.7 the school provide three certified letters from persons that qualify as evaluators under section
61.8 136A.828, subdivision 3, paragraph (l), that the organization is recognized in Minnesota;

61.9 (11) programs in the fine arts provided by organizations exempt from taxation under
61.10 section 290.05 and registered with the attorney general under chapter 309. For purposes of
61.11 this clause, "fine arts" means activities resulting in artistic creation or artistic performance
61.12 of works of the imagination which are engaged in for the primary purpose of creative
61.13 expression rather than commercial sale, vocational or career advancement, or employment;
61.14 or

61.15 (12) classes, courses, or programs intended to fulfill the continuing education
61.16 requirements for a bona fide licensure or certification in a profession that have been approved
61.17 by a legislatively or judicially established board or agency responsible for regulating the
61.18 practice of the profession or by an industry-specific certification entity and that are offered
61.19 exclusively to individuals with the professional licensure or certification.

61.20 Sec. 35. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
61.21 to read:

61.22 Subd. 21. **Vocational.** "Vocational" means education or training for skills used in the
61.23 labor market.

61.24 Sec. 36. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
61.25 to read:

61.26 Subd. 22. **Trade union.** "Trade union" means an organization of workers in a skilled
61.27 occupation who act together to secure all members favorable wages, hours, or other working
61.28 conditions.

61.29 Sec. 37. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
61.30 to read:

61.31 Subd. 23. **Eligible training provider.** "Eligible training provider" has the meaning given
61.32 in Code of Federal Regulations, title 20, section 680.410.

62.1 Sec. 38. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
62.2 to read:

62.3 Subd. 24. **Eligible training provider list.** "Eligible training provider list" means the list
62.4 of eligible training providers that the state must maintain under Code of Federal Regulations,
62.5 title 20, section 680.430.

62.6 Sec. 39. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
62.7 to read:

62.8 Subd. 25. **State financial aid** For the purposes of sections 136A.82 to 136A.834, "state
62.9 financial aid" includes all financial aid that may be awarded under chapter 136A, with the
62.10 exception of the dual training grant under section 136A.246.

62.11 Sec. 40. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
62.12 to read:

62.13 Subd. 26. **WIOA funding.** "WIOA funding" means any money available through the
62.14 Workforce Innovation and Opportunity Act under Code of Federal Regulations, title 20,
62.15 section 680.

62.16 Sec. 41. Minnesota Statutes 2024, section 136A.821, is amended by adding a subdivision
62.17 to read:

62.18 Subd. 27. **Dual training grant.** "Dual training grant" means any money awarded under
62.19 section 136A.246.

62.20 Sec. 42. Minnesota Statutes 2024, section 136A.822, subdivision 3, is amended to read:

62.21 Subd. 3. **Refunds.** If a contract is ~~deemed~~ determined by the office to be unenforceable
62.22 under subdivision 2, a private career school must refund tuition, fees, and other charges
62.23 received from a student or on behalf of a student within 30 days of receiving written
62.24 notification and demand for refund from the office.

62.25 Sec. 43. Minnesota Statutes 2024, section 136A.822, subdivision 6, is amended to read:

62.26 Subd. 6. **Bond.** (a) No license shall be issued to any private career school with a physical
62.27 presence within the state of Minnesota for any program, unless the applicant files with the
62.28 office a continuous corporate surety bond written by a company authorized to do business
62.29 in Minnesota conditioned upon the faithful performance of all contracts and agreements
62.30 with students made by the applicant.

63.1 (b)(1) The amount of the surety bond shall be ten percent of the preceding year's net
63.2 revenue from student tuition, fees, and other required institutional charges collected, but in
63.3 no event less than \$10,000, except that a private career school may deposit a greater amount
63.4 at its own discretion. A private career school in each annual application for licensure must
63.5 compute the amount of the surety bond and verify that the amount of the surety bond complies
63.6 with this subdivision. A private career school that operates at two or more locations may
63.7 combine net revenue from student tuition, fees, and other required institutional charges
63.8 collected for all locations for the purpose of determining the annual surety bond requirement.
63.9 The net revenue from tuition and fees used to determine the amount of the surety bond
63.10 required for a private career school having a license for the sole purpose of recruiting students
63.11 in Minnesota shall be only that paid to the private career school by the students recruited
63.12 from Minnesota.

63.13 ~~(2) A person required to obtain a private career school license due to the use of~~
63.14 ~~"academy," "institute," "college," or "university" in its name and which is also licensed by~~
63.15 ~~another state agency or board, except not including those schools licensed exclusively in~~
63.16 ~~order to participate in state grants or SELF loan financial aid programs, shall be required~~
63.17 ~~to provide a school bond of \$10,000.~~

63.18 (c) The bond shall run to the state of Minnesota and to any person who may have a cause
63.19 of action against the applicant arising at any time after the bond is filed and before it is
63.20 canceled for breach of any contract or agreement made by the applicant with any student.
63.21 The aggregate liability of the surety for all breaches of the conditions of the bond shall not
63.22 exceed the principal sum deposited by the private career school under paragraph (b). The
63.23 surety of any bond may cancel it upon giving 60 days' notice in writing to the office and
63.24 shall be relieved of liability for any breach of condition occurring after the effective date
63.25 of cancellation.

63.26 (d) In lieu of bond, the applicant may deposit with the commissioner of management
63.27 and budget a sum equal to the amount of the required surety bond in cash, an irrevocable
63.28 letter of credit issued by a financial institution equal to the amount of the required surety
63.29 bond, or securities as may be legally purchased by savings banks or for trust funds in an
63.30 aggregate market value equal to the amount of the required surety bond.

63.31 (e) Failure of a private career school to post and maintain the required surety bond or
63.32 deposit under paragraph (d) may result in denial, suspension, or revocation of the school's
63.33 license.

- 64.1 Sec. 44. Minnesota Statutes 2024, section 136A.822, subdivision 8, is amended to read:
- 64.2 Subd. 8. **Minimum standards.** A license shall be issued if the office first determines:
- 64.3 (1) that the applicant has a sound financial condition with sufficient resources available
- 64.4 to:
- 64.5 (i) meet the private career school's financial obligations;
- 64.6 (ii) refund all tuition and other charges, within ~~a reasonable period of time~~ 60 days, in
- 64.7 the event of dissolution of the private career school or in the event of any justifiable claims
- 64.8 for refund against the private career school by the student body;
- 64.9 (iii) provide adequate service to its students and prospective students; and
- 64.10 (iv) maintain and support the private career school;
- 64.11 (2) that the applicant has satisfactory facilities with sufficient tools and equipment and
- 64.12 the necessary number of work stations to prepare adequately the students currently enrolled,
- 64.13 and those proposed to be enrolled;
- 64.14 (3) that the applicant employs a sufficient number of qualified teaching personnel to
- 64.15 provide the educational programs contemplated;
- 64.16 (4) that the private career school has an organizational framework with administrative
- 64.17 and instructional personnel to provide the programs and services it intends to offer;
- 64.18 (5) that the quality and content of each occupational course or program of study provides
- 64.19 education and adequate preparation to enrolled students for entry level positions in the
- 64.20 occupation for which prepared;
- 64.21 (6) that the premises and conditions where the students work and study and the student
- 64.22 living quarters which are owned, maintained, recommended, or approved by the applicant
- 64.23 are sanitary, healthful, and safe, as evidenced by certificate of occupancy issued by the
- 64.24 municipality or county where the private career school is physically situated, a fire inspection
- 64.25 by the local or state fire marshal, or another verification deemed acceptable by the office;
- 64.26 (7) that the contract or enrollment agreement used by the private career school complies
- 64.27 with the provisions in section 136A.826;
- 64.28 (8) that contracts and agreements do not contain a wage assignment provision or a
- 64.29 confession of judgment clause;

65.1 (9) that there has been no adjudication of fraud or misrepresentation in any criminal,
65.2 civil, or administrative proceeding in any jurisdiction against the private career school or
65.3 its owner, officers, agents, or sponsoring organization;

65.4 (10) that the private career school or its owners, officers, agents, or sponsoring
65.5 organization has not had a license revoked under section 136A.829 or its equivalent in other
65.6 states or has closed the institution prior to all students, enrolled at the time of the closure,
65.7 completing their program within two years of the effective date of the revocation; and

65.8 (11) that the school includes a joint and several liability provision for torts and compliance
65.9 with the requirements of sections 136A.82 to 136A.834 in any contract effective after July
65.10 1, 2026, with any individual, entity, or postsecondary school located in another state for the
65.11 purpose of providing educational or training programs or awarding postsecondary credits
65.12 to Minnesota residents that may be applied to a program.

65.13 Sec. 45. Minnesota Statutes 2024, section 136A.822, subdivision 13, is amended to read:

65.14 Subd. 13. ~~Private career schools licensed by another state agency or board~~ **Limited**
65.15 **license.** Unless otherwise exempt under this act:

65.16 (1) a private career school, which is licensed by another state agency or board, is required
65.17 to obtain a private career school limited license due to the use of "academy," "institute,"
65.18 "college," or "university" in its name or licensed for the purpose of participating participate
65.19 in state financial aid under chapter 136A, and which is also licensed by another state agency
65.20 or board;

65.21 (2) a private career school seeking exclusively to be listed on the eligible training provider
65.22 list, access WIOA funding, or receive the dual training grant shall be required to obtain a
65.23 limited license; and

65.24 (3) a private career school seeking a limited license under this subdivision is shall be
65.25 required to satisfy only the requirements of subdivisions 4, clauses (1), (2), (3), (5), (7), (8),
65.26 (9), and (10); 5, 6, paragraph (b), clause (2); 8, clauses (1), (4), (7), (8), and (9), and (10);
65.27 9; 10; 11; and 12. If a school is licensed to participate in state financial aid under this chapter,
65.28 the school must follow the refund policy in section 136A.827, even if that section conflicts
65.29 with the refund policy of the licensing agency or board. A distance education private career
65.30 school located in another state, or a school licensed to recruit Minnesota residents for
65.31 attendance at a school outside of this state, or a school licensed by another state agency as
65.32 its primary licensing body, may continue to use the school's name as permitted by its home
65.33 state or its primary licensing body.

66.1 Sec. 46. Minnesota Statutes 2024, section 136A.824, subdivision 1, is amended to read:

66.2 Subdivision 1. **Initial licensure fee.** (a) The office processing fee for an initial licensure
66.3 application is:

66.4 (1) ~~\$2,500~~ \$3,730 for a private career school that will offer no more than one program
66.5 during its first year of operation;

66.6 (2) ~~\$750~~ \$1,500 for a private career school licensed exclusively ~~due to the use of the~~
66.7 ~~term "college," "university," "academy," or "institute" in its name, or licensed exclusively~~
66.8 ~~in order to participate in state grant or SELF loan financial aid programs, be listed on the~~
66.9 eligible training provider list, access WIOA funding, or receive the dual training grant; and

66.10 (3) ~~\$2,500~~ \$3,730, plus \$500 for each additional program offered by the private career
66.11 school, for a private career school during its first year of licensed operation.

66.12 (b) In addition to the fee under paragraph (a), a fee of \$600 must be paid for an initial
66.13 application that: (1) has had four revisions, corrections, amendment requests, or application
66.14 reminders for the same application or licensure requirement; or (2) cumulatively has had
66.15 six revisions, corrections, amendment requests, or application reminders for the same license
66.16 application and the private career school seeks to continue with the application process with
66.17 additional application submissions. If this fee is paid, the private career school may submit
66.18 two final application submissions for review prior to application denial under section
66.19 136A.829, subdivision 1, clause (2). This provision excludes from its scope nonrepetitive
66.20 questions or clarifications initiated by the school before the submission of the application,
66.21 initial interpretation questions or inquiries from the office regarding a completed application,
66.22 and initial requests from the office for verification or validation of a completed application.

66.23 Sec. 47. Minnesota Statutes 2024, section 136A.824, subdivision 2, is amended to read:

66.24 Subd. 2. **Renewal licensure fee; late fee.** (a) The office processing fee for a renewal
66.25 licensure application is:

66.26 (1) for a private career school ~~that offers one program~~, the license renewal fee is ~~\$1,150~~
66.27 \$3,160; and

66.28 ~~(2) for a private career school that offers more than one program, the license renewal~~
66.29 ~~fee is \$1,150, plus \$200 for each additional program with a maximum renewal licensing~~
66.30 ~~fee of \$2,000;~~

66.31 ~~(3) for a private career school licensed exclusively due to the use of the term "college,"~~
66.32 ~~"university," "academy," or "institute" in its name, the license renewal fee is \$750; and~~

67.1 ~~(4)~~ (2) for a private career school licensed by another state agency and also licensed
67.2 with the office exclusively in order to participate in state ~~student~~ financial aid programs, be
67.3 listed on the eligible training provider list, access WIOA funding, or receive the dual training
67.4 grant, the license renewal fee is ~~\$750~~ \$1,500.

67.5 (b) If a license renewal application is not received by the office by ~~the close of business~~
67.6 ~~at least 60 days before~~ the expiration of the current license, a late fee of \$100 per business
67.7 day, not to exceed \$3,000, shall be assessed.

67.8 (c) In addition to the fee under paragraph (a), a fee of \$600 must be paid for a renewal
67.9 application that: (1) has had four revisions, corrections, amendment requests, or application
67.10 reminders for the same application or licensure requirement; or (2) cumulatively has had
67.11 six revisions, corrections, amendment requests, or application reminders for the same license
67.12 application and the private career school seeks to continue with the application process with
67.13 additional application submissions. If this fee is paid, the private career school may submit
67.14 two final application submissions for review prior to application denial under section
67.15 136A.829, subdivision 1, clause (2). This provision excludes from its scope nonrepetitive
67.16 questions or clarifications initiated by the school before the submission of the application,
67.17 initial interpretation questions or inquiries from the office regarding a completed application,
67.18 and initial requests from the office for verification or validation of a completed application.

67.19 Sec. 48. Minnesota Statutes 2024, section 136A.824, subdivision 6, is amended to read:

67.20 Subd. 6. **Solicitor permit fee.** The solicitor permit fee is ~~\$350~~ \$500 and must be paid
67.21 annually.

67.22 Sec. 49. Minnesota Statutes 2024, section 136A.824, subdivision 7, is amended to read:

67.23 Subd. 7. **Multiple location fee.** Private career schools wishing to operate at multiple
67.24 locations must pay the greater of:

67.25 (1) ~~\$250~~ \$500 per location, ~~for locations two to five; and; or~~

67.26 (2) ~~an additional \$100 for each location over five; the actual cost of travel expenses,~~
67.27 lodging, and customary meals incurred for an in-person site visit, should the office determine
67.28 one is necessary.

68.1 Sec. 50. Minnesota Statutes 2024, section 136A.833, is amended to read:

68.2 **136A.833 EXEMPTIONS.**

68.3 Subdivision 1. **Application for exemptions.** (a) A school that seeks an exemption from
68.4 the provisions of sections 136A.822 to 136A.834 for the school and all of its programs or
68.5 some of its programs must apply to the office to establish that the school or program meets
68.6 the requirements of an exemption. An exemption for the school or program expires two
68.7 years from the date of approval or when a school adds a new program or makes a
68.8 modification equal to or greater than 25 percent to an existing educational program. If a
68.9 school is reapplying for an exemption, the application must be submitted to the office 90
68.10 days before the current exemption expires. If a school fails to apply within 90 days of
68.11 expiration, the school is subject to fees and penalties under sections 136A.831 and 136A.832.
68.12 This exemption shall not extend to any school that uses any publication or advertisement
68.13 that is not truthful and gives any false, fraudulent, deceptive, inaccurate, or misleading
68.14 impressions about the school or its personnel, programs, services, or occupational
68.15 opportunities for its graduates for promotion and student recruitment. Exemptions denied
68.16 under this section are subject to appeal under section 136A.829. If an appeal is initiated,
68.17 the denial of the exemption is not effective until the final determination of the appeal, unless
68.18 immediate effect is ordered by the court.

68.19 (b) A school that meets any of the exemptions in this section and exclusively seeks to
68.20 be listed on the eligible training provider list, access WIOA funding, or receive the dual
68.21 training grant is exempt from sections 136A.822 to 136A.834, except that the school must
68.22 satisfy the requirements of section 136A.822, subdivisions 4, clauses (1), (2), and (3); 8,
68.23 clauses (9) and (10); 10, clause (8); and 12.

68.24 Subd. 2. **Exemption reasons.** Sections 136A.821 to 136A.832 shall not apply to the
68.25 following:

68.26 ~~(1) public postsecondary institutions;~~

68.27 ~~(2) postsecondary institutions registered under sections 136A.61 to 136A.71;~~

68.28 ~~(3) postsecondary institutions exempt from registration under sections 136A.653,~~
68.29 ~~subdivisions 1b, 2, 3, and 3a; 136A.657; and 136A.658;~~

68.30 ~~(4) private schools complying with the requirements of section 120A.22, subdivision 4;~~

68.31 ~~(5) courses taught to students in an apprenticeship program registered by the United~~
68.32 ~~States Department of Labor or Minnesota Department of Labor and taught by or required~~
68.33 ~~by a trade union. A trade union is an organization of workers in the same skilled occupation~~

69.1 ~~or related skilled occupations who act together to secure all members favorable wages,~~
69.2 ~~hours, and other working conditions;~~

69.3 ~~(6) private career schools exclusively engaged in training physically or mentally disabled~~
69.4 ~~persons;~~

69.5 ~~(7) private career schools licensed or approved by boards authorized under Minnesota~~
69.6 ~~law to issue licenses for training programs except private career schools required to obtain~~
69.7 ~~a private career school license due to the use of "academy," "institute," "college," or~~
69.8 ~~"university" in their names;~~

69.9 ~~(8) private career schools and educational programs, or training programs, contracted~~
69.10 ~~for by persons, firms, corporations, government agencies, or associations, for the training~~
69.11 ~~of their own employees, for which no fee is charged the employee, regardless of whether~~
69.12 ~~that fee is reimbursed by the employer or third party after the employee successfully~~
69.13 ~~completes the training;~~

69.14 ~~(9) (1) private career schools engaged exclusively in the teaching of purely avocational~~
69.15 ~~programs that are engaged primarily for personal development, recreational recreation, or~~
69.16 ~~remedial subjects that education, and are not advertised or maintained generally intended~~
69.17 ~~for vocational or career advancement, including adult basic education, exercise or fitness~~
69.18 ~~teacher programs, modeling, or acting, as determined by the office except private career~~
69.19 ~~schools required to obtain a private career school license due to the use of "college" or~~
69.20 ~~"university" in their names;~~

69.21 ~~(10) classes, courses, or programs conducted by a bona fide trade, professional, or~~
69.22 ~~fraternal organization, solely for that organization's membership and not available to the~~
69.23 ~~public. In making the determination that the organization is bona fide, the office may request~~
69.24 ~~the school provide three certified letters from persons that qualify as evaluators under section~~
69.25 ~~136A.828, subdivision 3, paragraph (1), that the organization is recognized in Minnesota;~~

69.26 ~~(11) programs in the fine arts provided by organizations exempt from taxation under~~
69.27 ~~section 290.05 and registered with the attorney general under chapter 309. For the purposes~~
69.28 ~~of this clause, "fine arts" means activities resulting in artistic creation or artistic performance~~
69.29 ~~of works of the imagination which are engaged in for the primary purpose of creative~~
69.30 ~~expression rather than commercial sale, vocational or career advancement, or employment.~~
69.31 ~~In making this determination the office may seek the advice and recommendation of the~~
69.32 ~~Minnesota Board of the Arts;~~

69.33 ~~(12) classes, courses, or programs intended to fulfill the continuing education~~
69.34 ~~requirements for a bona fide licensure or certification in a profession, that have been approved~~

70.1 ~~by a legislatively or judicially established board or agency responsible for regulating the~~
 70.2 ~~practice of the profession or by an industry-specific certification entity, and that are offered~~
 70.3 ~~exclusively to individuals with the professional licensure or certification. In making the~~
 70.4 ~~determination that the licensure or certification is bona fide, the office may request the~~
 70.5 ~~school provide three certified letters from persons that qualify as evaluators under section~~
 70.6 ~~136A.828, subdivision 3, paragraph (1), that the licensure and certification is recognized in~~
 70.7 ~~Minnesota;~~

70.8 ~~(13) review classes, courses, or programs intended to prepare students to sit for~~
 70.9 ~~undergraduate, graduate, postgraduate, or occupational licensing, certification, or entrance~~
 70.10 ~~examinations and does not include the instruction to prepare students for that license,~~
 70.11 ~~occupation, certification, or exam;~~

70.12 ~~(14)~~ (2) classes, courses, or programs providing ~~16~~ 40 or fewer clock hours of instruction;
 70.13 and

70.14 ~~(15) classes, courses, or programs providing instruction in personal development that is~~
 70.15 ~~not advertised or maintained for vocational or career advancement, modeling, or acting;~~

70.16 ~~(16) private career schools with no physical presence in Minnesota engaged exclusively~~
 70.17 ~~in offering distance instruction that are located in and regulated by other states or jurisdictions~~
 70.18 ~~if the distance education instruction does not include internships, externships, field~~
 70.19 ~~placements, or clinical placements for residents of Minnesota; and~~

70.20 ~~(17)~~ (3) private career schools providing ~~exclusively~~ training, instructional programs,
 70.21 or courses where tuition, fees, and any other charges, ~~regardless of payment or reimbursement~~
 70.22 ~~method,~~ for a student to participate do not exceed \$100 \$500.

70.23 Sec. 51. Minnesota Statutes 2024, section 136A.834, subdivision 1, is amended to read:

70.24 Subdivision 1. **Exemption.** (a) A program is exempt from the provisions of sections
 70.25 136A.821 to 136A.832 if it is:

70.26 (1) offered by a ~~private career~~ school or any department or branch of a ~~private career~~
 70.27 school that is substantially owned, operated, or supported by a bona fide church or religious
 70.28 organization;

70.29 (2) primarily designed for, aimed at, and attended by persons who sincerely hold or seek
 70.30 to learn the particular religious faith or beliefs of that church or religious organization; and

71.1 (3) primarily intended to prepare its students to become ministers of, to enter into some
 71.2 other vocation closely related to, or to conduct their lives in consonance with the particular
 71.3 faith of that church or religious organization.

71.4 (b) Any ~~private-career~~ school or any department or branch of a ~~private-career~~ school is
 71.5 exempt from the provisions of sections 136A.821 to 136A.832 if all of its programs are
 71.6 exempt under paragraph (a).

71.7 Sec. 52. Minnesota Statutes 2024, section 136A.834, subdivision 5, is amended to read:

71.8 Subd. 5. **Application.** A school that seeks an exemption from the provisions of sections
 71.9 136A.82 to 136A.834 must apply to the office to establish that the school meets the
 71.10 requirements of an exemption. An exemption expires two years from the date of approval
 71.11 or when a school adds a new program or makes a modification equal to or greater than 25
 71.12 percent to an existing educational program. If a school is reapplying for an exemption, the
 71.13 application must be submitted to the office 90 days before the current exemption expires.
 71.14 If a school fails to apply within 90 days of expiration, the school is subject to the fees and
 71.15 penalties under sections 136A.831 and 136A.832.

71.16 Sec. 53. Minnesota Statutes 2024, section 136A.87, is amended to read:

71.17 **136A.87 PLANNING INFORMATION FOR POSTSECONDARY EDUCATION.**

71.18 (a) The office shall make available to all residents beginning in 7th grade through
 71.19 adulthood information about planning and preparing for postsecondary opportunities.
 71.20 Information must be provided to all 7th grade students and their parents annually by
 71.21 September 30 about planning for their postsecondary education. The office may also provide
 71.22 information to high school students and their parents, to adults, and to out-of-school youth.

71.23 ~~(b) The office shall gather and share information with students and parents about the~~
 71.24 ~~dual-credit acceptance policies of each Minnesota public and private college and university.~~
 71.25 ~~The office shall gather and share information related to the acceptance policies for concurrent~~
 71.26 ~~enrollment courses, postsecondary enrollment options courses, advanced placement courses,~~
 71.27 ~~and international baccalaureate courses. This information must be shared on the office's~~
 71.28 ~~website and included in the information under paragraph (a).~~

71.29 (e)(b) The information provided under paragraph (a) may include the following:

71.30 (1) the need to start planning early;

71.31 (2) the availability of assistance in educational planning from educational institutions
 71.32 and other organizations;

- 72.1 (3) suggestions for studying effectively during high school;
- 72.2 (4) high school courses necessary to be adequately prepared for postsecondary education;
- 72.3 (5) encouragement to involve parents actively in planning for all phases of education;
- 72.4 (6) information about postsecondary education and training opportunities existing in the
- 72.5 state, their respective missions and expectations for students, their preparation requirements,
- 72.6 admission requirements, and student placement;
- 72.7 (7) ways to evaluate and select postsecondary institutions;
- 72.8 (8) the process of transferring credits among Minnesota postsecondary institutions and
- 72.9 systems;
- 72.10 (9) the costs of postsecondary education and the availability of financial assistance in
- 72.11 meeting these costs, including specific information about the Minnesota Promise;
- 72.12 (10) the interrelationship of assistance from student financial aid, public assistance, and
- 72.13 job training programs;
- 72.14 (11) financial planning for postsecondary education; and
- 72.15 (12) postsecondary education options for students with intellectual and developmental
- 72.16 disabilities.

72.17 Sec. 54. Minnesota Statutes 2024, section 136A.901, subdivision 1, is amended to read:

72.18 Subdivision 1. **Grant program.** (a) The commissioner shall establish a grant program

72.19 to award grants to institutions in Minnesota for research into spinal cord injuries and traumatic

72.20 brain injuries. Grants shall be awarded to conduct research into new and innovative treatments

72.21 and rehabilitative efforts for the functional improvement of people with spinal cord and

72.22 traumatic brain injuries. Research topics may include, but are not limited to, pharmaceutical,

72.23 medical device, brain stimulus, and rehabilitative approaches and techniques. The

72.24 commissioner, in consultation with the advisory council established under section 136A.902,

72.25 shall award 50 percent of the grant funds for research involving spinal cord injuries and 50

72.26 percent to research involving traumatic brain injuries. In addition to the amounts appropriated

72.27 by law, the commissioner may accept additional funds from private and public sources.

72.28 Amounts received from these sources are appropriated to the commissioner for the purposes

72.29 of issuing grants under this section.

72.30 (b) Institutions that are eligible to apply for a grant under this section include

72.31 postsecondary institutions, nonprofit organizations, and for-profit organizations.

73.1 ~~(b)~~(c) A spinal cord and traumatic brain injury grant account is established in the special
73.2 revenue fund. Money in the account is appropriated to the commissioner to make grants
73.3 and to administer the grant program under this section. Appropriations to the commissioner
73.4 for the program are for transfer to the account. Appropriations from the account do not
73.5 cancel and are available until expended.

73.6 Sec. 55. Minnesota Statutes 2024, section 137.022, subdivision 3, is amended to read:

73.7 Subd. 3. **Endowed chair account.** (a) For purposes of this section, the permanent
73.8 university fund has three accounts. The sources of the money in the endowed mineral
73.9 research and endowed scholarship accounts are set out in paragraph (b) and subdivision 4.
73.10 All money in the fund that is not otherwise allocated is in the endowed chair account. The
73.11 income from the endowed chair account must be used, and capital gains allocated to that
73.12 account may be used, to provide endowment support for professorial chairs in academic
73.13 disciplines. The endowment support for the chairs from the income and the capital gains
73.14 must not total more than six percent per year of the 36-month trailing average market value
73.15 of the endowed chair account of the fund, as computed quarterly or otherwise as directed
73.16 by the regents. The endowment support from the income and the capital gains must not
73.17 provide more than half the sum of the endowment support for all university chairs and
73.18 professorships endowed, with nonstate sources providing the remainder. The endowment
73.19 support from the income and the capital gains may provide more than half the endowment
73.20 support of an individual chair.

73.21 (b) If any portion of the annual appropriation of the income is not used for the purposes
73.22 specified in paragraph (a) or subdivision 4, that portion lapses and must be added to the
73.23 principal of the three accounts of the permanent university fund in proportion to the market
73.24 value of each account.

73.25 Sec. 56. Minnesota Statutes 2024, section 137.022, subdivision 4, is amended to read:

73.26 Subd. 4. **Mineral research; scholarships.** (a) All income credited after July 1, 1992,
73.27 to the permanent university fund from royalties for mining under state mineral leases from
73.28 and after July 1, 1991, must be allocated as provided in this subdivision.

73.29 ~~(b)(1)~~ Beginning January 1, 2013 2026, 50 percent of the income must be allocated
73.30 according to this paragraph.

73.31 ~~One-half~~ (1) One-fourth of the income under this paragraph, up to ~~\$50,000,000~~
73.32 \$100,000,000, must be credited to the endowed mineral research account of the fund ~~to be~~
73.33 ~~allocated for the Natural Resources Research Institute-Duluth and Coleraine facilities; for~~

74.1 mineral and mineral-related research, including mineral-related environmental research, at
 74.2 the Natural Resources Research Institute-Duluth and Coleraine facilities.

74.3 ~~The other one-half~~ (2) One-fourth of the income under this paragraph, up to \$25,000,000,
 74.4 is must be credited to an endowment for ~~the costs of~~ operating mining, mineral, and
 74.5 mineral-related; degree programs or science, technology, engineering, and mathematics
 74.6 (STEM) degree programs offered through the University of Minnesota at Minnesota North
 74.7 College and the University of Minnesota Duluth Swenson College of Science and Engineering
 74.8 ~~at Duluth~~ to support workforce development and collaborations benefiting regional
 74.9 academics, industry, and natural resources on the Iron Range in northeast Minnesota, and
 74.10 for providing scholarships for Minnesota students, prioritizing students in the Minnesota
 74.11 Economic Development Region 3, to attend the mining, mineral, mineral-related, or STEM
 74.12 degree programs. The maximum scholarship awarded to attend the degree programs funded
 74.13 under this paragraph cannot exceed 75 percent of current resident tuition rates per academic
 74.14 year and may be awarded a maximum of four academic years.

74.15 (3) One-fourth of the income under this paragraph must be credited to the Natural
 74.16 Resources Research Institute for general operating and research costs.

74.17 ~~(2) The remainder of the income under paragraph (a)~~ (4) One-fourth of the income under
 74.18 this paragraph, plus the amount of any remainder of the income allocated under clause (1)
 74.19 after \$50,000,000 \$100,000,000 has been credited to the endowed mineral research account
 74.20 for the Natural Resources Research Institute and the amount of any income over the
 74.21 \$25,000,000 for the programming in clause (1) and the remainder of the income allocated
 74.22 under clause (2) after \$25,000,000 has been credited to an endowment for mining, mineral,
 74.23 mineral-related, or STEM degree programs and scholarships, must be credited to the endowed
 74.24 scholarship account of the fund for distribution annually for scholastic achievement as
 74.25 provided by the Board of Regents to undergraduates enrolled at the University of Minnesota
 74.26 who are resident students as defined in section 136A.101, subdivision 8.

74.27 (c) The annual distribution from the endowed scholarship account must be allocated to
 74.28 the various campuses of the University of Minnesota in proportion to the number of
 74.29 undergraduate resident students enrolled on each campus.

74.30 (d) The Board of Regents must report to the education committees of the legislature
 74.31 biennially at the time of the submission of its budget request on the disbursement of money
 74.32 from the endowed scholarship account and to the environment and natural resources
 74.33 committees on the use of the mineral research account.

75.1 (e) Capital gains and losses and portfolio income of the permanent university fund must
75.2 be credited to its three accounts in proportion to the market value of each account.

75.3 (f) The endowment support from the income and capital gains of the endowed mineral
75.4 research and endowed scholarship accounts of the fund must not total more than six percent
75.5 per year of the 36-month trailing average market value of the account from which the support
75.6 is derived.

75.7 Sec. 57. Minnesota Statutes 2024, section 151.37, subdivision 12, is amended to read:

75.8 Subd. 12. **Administration of opiate antagonists for drug overdose.** (a) A licensed
75.9 physician, a licensed advanced practice registered nurse authorized to prescribe drugs
75.10 pursuant to section 148.235, or a licensed physician assistant may authorize the following
75.11 individuals to administer opiate antagonists, as defined in section 604A.04, subdivision 1:

75.12 (1) an emergency medical responder registered pursuant to section 144E.27;

75.13 (2) a peace officer as defined in section 626.84, subdivision 1, paragraphs (c) and (d);

75.14 (3) correctional employees of a state or local political subdivision;

75.15 (4) staff of community-based health disease prevention or social service programs;

75.16 (5) a volunteer firefighter;

75.17 (6) a nurse or any other personnel employed by, or under contract with, a postsecondary
75.18 institution or a charter, public, or private school; and

75.19 (7) transit rider investment program personnel authorized under section 473.4075.

75.20 (b) For the purposes of this subdivision, opiate antagonists may be administered by one
75.21 of these individuals only if:

75.22 (1) the licensed physician, licensed physician assistant, or licensed advanced practice
75.23 registered nurse has issued a standing order to, or entered into a protocol with, the individual;
75.24 and

75.25 (2) the individual has training in the recognition of signs of opiate overdose and the use
75.26 of opiate antagonists as part of the emergency response to opiate overdose.

75.27 (c) Nothing in this section prohibits the possession and administration of naloxone
75.28 pursuant to section 604A.04.

75.29 (d) Notwithstanding section 148.235, subdivisions 8 and 9, a licensed practical nurse is
75.30 authorized to possess and administer according to this subdivision an opiate antagonist in
75.31 a school setting.

76.1 Sec. 58. Minnesota Statutes 2024, section 474A.061, subdivision 2b, is amended to read:

76.2 Subd. 2b. **Small issue pool allocation.** Commencing on the second Tuesday in January
76.3 and continuing on each Monday through the last Monday in June, the commissioner shall
76.4 allocate available bonding authority from the small issue pool to applications received on
76.5 or before the Monday of the preceding week for manufacturing projects and enterprise zone
76.6 facility projects. From the second Tuesday in January through the last Monday in June, the
76.7 commissioner shall reserve \$5,000,000 of the available bonding authority from the small
76.8 issue pool for applications for agricultural development bond loan projects of the Minnesota
76.9 Rural Finance Authority.

76.10 Beginning in calendar year ~~2002~~ 2026, on the second Tuesday in January through the
76.11 last Monday in June, the commissioner shall reserve ~~\$10,000,000~~ \$25,000,000 of available
76.12 bonding authority in the small issue pool for applications for student loan bonds of or on
76.13 behalf of the Minnesota Office of Higher Education. The total amount of allocations for
76.14 student loan bonds from the small issue pool may not exceed ~~\$10,000,000~~ \$25,000,000 per
76.15 year.

76.16 The commissioner shall reserve \$10,000,000 until the day after the last Monday in
76.17 February, \$10,000,000 until the day after the last Monday in April, and \$10,000,000 until
76.18 the day after the last Monday in June in the small issue pool for enterprise zone facility
76.19 projects and manufacturing projects. The amount of allocation provided to an issuer for a
76.20 specific enterprise zone facility project or manufacturing project will be based on the number
76.21 of points received for the proposed project under the scoring system under section 474A.045.

76.22 If there are two or more applications for manufacturing and enterprise zone facility
76.23 projects from the small issue pool and there is insufficient bonding authority to provide
76.24 allocations for all projects in any one week, the available bonding authority shall be awarded
76.25 based on the number of points awarded a project under section 474A.045, with those projects
76.26 receiving the greatest number of points receiving allocation first. If two or more applications
76.27 receive an equal number of points, available bonding authority shall be awarded by lot
76.28 unless otherwise agreed to by the respective issuers.

76.29 Sec. 59. Laws 2023, chapter 41, article 2, section 31, subdivision 1, is amended to read:

76.30 Subdivision 1. **Establishment.** The commissioner of the Office of Higher Education
76.31 shall establish a program to provide ~~up to 600~~ scholarships to students entering paramedic
76.32 programs ~~by 2026~~.

77.1 Sec. 60. Laws 2023, chapter 41, article 2, section 31, subdivision 4, is amended to read:

77.2 Subd. 4. **Reporting.** By February 1, ~~2025, and again by February 1, 2026~~ each year, the
77.3 commissioner must submit a report on the program to the chairs and ranking minority
77.4 members of the legislative committees with jurisdiction over higher education finance and
77.5 policy. The report must include the following information and any other information the
77.6 commissioner considers relevant:

77.7 (1) information about all postsecondary programs giving rise to eligibility for a
77.8 scholarship under this section, including the programs' locations, costs, enrollment capacities,
77.9 acceptance rates, and other relevant information;

77.10 (2) available data on the current and forecasted demand for paramedics in Minnesota;
77.11 and

77.12 (3) the total number of scholarships issued, disaggregated by:

77.13 (i) year of award;

77.14 (ii) postsecondary institution attended; and

77.15 (iii) relevant and available demographic data about award recipients.

77.16 Sec. 61. **SURPLUS APPROPRIATION UNAVAILABLE.**

77.17 Notwithstanding Minnesota Statutes, section 136A.121, subdivision 7a, the commissioner
77.18 of the Office of Higher Education must not apply the adjustments to grant awards provided
77.19 in Minnesota Statutes, section 136A.121, subdivision 7a, in the fiscal years 2026 through
77.20 2028.

77.21 Sec. 62. **MINNESOTA STATE COLLEGES AND UNIVERSITIES ENROLLMENT**
77.22 **FRAUD WORKING GROUP.**

77.23 The Board of Trustees of the Minnesota State Colleges and Universities must convene
77.24 a working group to develop policies and procedures to prevent fraudulent enrollment in
77.25 online courses for the purpose of gaining access to financial aid, campus information
77.26 technology systems, and student support services. The board must submit a report to the
77.27 chairs and ranking minority members of the legislative committees with jurisdiction over
77.28 higher education by January 15, 2026. No additional compensation will be provided for
77.29 participation in this working group. The working group must include representatives from:

77.30 (1) the Minnesota State University Student Association;

77.31 (2) the Minnesota State College Student Association;

- 78.1 (3) the Minnesota State College Faculty;
- 78.2 (4) the Inter Faculty Organization;
- 78.3 (5) the Minnesota Association of Professional Employees;
- 78.4 (6) the Minnesota State University Association of Administrative and Service Faculty;
- 78.5 and
- 78.6 (7) others as deemed necessary by the working group.

78.7 Sec. 63. **REVISOR INSTRUCTION.**

78.8 The revisor of statutes shall codify Laws 2023, chapter 41, article 2, section 31, as

78.9 amended by this act, as a new section in Minnesota Statutes numbered section 136A.1278.

78.10 Sec. 64. **REVISOR INSTRUCTION.**

78.11 Subdivision 1. **Student parent support.** The revisor of statutes must renumber Minnesota

78.12 Statutes, section 136A.1251, as Minnesota Statutes, section 136A.915. The revisor must

78.13 also make cross-reference changes consistent with the renumbering.

78.14 Subd. 2. **Inclusive higher education.** The revisor of statutes must renumber Minnesota

78.15 Statutes, section 135A.161, as Minnesota Statutes, section 136A.921. The revisor of statutes

78.16 must renumber Minnesota Statutes, section 135A.162, as Minnesota Statutes, section

78.17 136A.922. The revisor must also make cross-reference changes consistent with the

78.18 renumbering.

78.19 Sec. 65. **REPEALER.**

78.20 (a) Minnesota Statutes 2024, sections 135A.137; 136A.69, subdivisions 3 and 5; and

78.21 136A.824, subdivisions 3 and 5, are repealed.

78.22 (b) Laws 2023, chapter 41, article 2, section 31, subdivision 5, is repealed.

78.23 (c) Minnesota Statutes 2024, sections 5.41, subdivision 2; 136A.057; 136A.1251,

78.24 subdivision 5; 136A.1788, subdivision 5; 136A.1791, subdivision 9; 136A.861, subdivision

78.25 7; and 136A.91, subdivision 3, are repealed.

78.26 (d) Minnesota Rules, part 4850.0014, subparts 1 and 2, are repealed."

78.27 Delete the title and insert:

78.28 "A bill for an act

78.29 relating to higher education; providing funding and policy related changes for the

78.30 Office of Higher Education, Minnesota State Colleges and Universities, and the

79.1 University of Minnesota; creating and modifying certain scholarships and student
 79.2 aid programs; modifying program reporting requirements; modifying requirements
 79.3 for sexual misconduct grievance processes; requiring a standardized financial aid
 79.4 offer form; modifying requirements for licensing of nonpublic and out-of-state
 79.5 postsecondary institutions; requiring reports; appropriating money; amending
 79.6 Minnesota Statutes 2024, sections 135A.052, subdivision 1; 135A.15, subdivisions
 79.7 1a, 2a; 135A.1582; 136A.01, by adding a subdivision; 136A.101, subdivision 5a;
 79.8 136A.103; 136A.121, subdivisions 6, 7, 7a, 9, 13; 136A.1465, subdivisions 1, 2,
 79.9 by adding a subdivision; 136A.155; 136A.162; 136A.1796; 136A.246, subdivisions
 79.10 1a, 3; 136A.65, subdivision 4; 136A.653, subdivision 5; 136A.658; 136A.69,
 79.11 subdivision 1; 136A.821, subdivisions 4, 5, by adding subdivisions; 136A.822,
 79.12 subdivisions 3, 6, 8, 13; 136A.824, subdivisions 1, 2, 6, 7; 136A.833; 136A.834,
 79.13 subdivisions 1, 5; 136A.87; 136A.901, subdivision 1; 137.022, subdivisions 3, 4;
 79.14 151.37, subdivision 12; 474A.061, subdivision 2b; Laws 2023, chapter 41, article
 79.15 2, section 31, subdivisions 1, 4; proposing coding for new law in Minnesota
 79.16 Statutes, chapters 120B; 135A; 136A; repealing Minnesota Statutes 2024, sections
 79.17 5.41, subdivision 2; 135A.137; 136A.057; 136A.1251, subdivision 5; 136A.1788,
 79.18 subdivision 5; 136A.1791, subdivision 9; 136A.69, subdivisions 3, 5; 136A.824,
 79.19 subdivisions 3, 5; 136A.861, subdivision 7; 136A.91, subdivision 3; Laws 2023,
 79.20 chapter 41, article 2, section 31, subdivision 5; Minnesota Rules, part 4850.0014,
 79.21 subparts 1, 2."

79.22 And when so amended the bill do pass and be re-referred to the Committee on Finance.

79.23 Amendments adopted. Report adopted.

79.24
 79.25

.....
 (Committee Chair)

79.26
 79.27

April 10, 2025.....
 (Date of Committee recommendation)