REVISOR SS SF2373 S2373-1 1st Engrossment

SENATE STATE OF MINNESOTA **NINETY-FOURTH SESSION**

S.F. No. 2373

(SENATE AUTHORS: MCEWEN)

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DATE 03/10/2025 **OFFICIAL STATUS** D-PG

715 Introduction and first reading Referred to Labor

03/17/2025 815a Comm report: To pass as amended and re-refer to Judiciary and Public Safety

A bill for an act 1.1

relating to state government; establishing a biennial budget for the Department of Labor and Industry, Workers' Compensation Court of Appeals, and Bureau of Mediation Services; making various policy changes; requiring reports; appropriating money; amending Minnesota Statutes 2024, sections 177.253, subdivision 1, by adding a subdivision; 177.254, subdivisions 1, 2, by adding a subdivision; 177.27, subdivision 5; 326B.103, by adding subdivisions; 326B.184, subdivisions 1a, 2; 326B.31, subdivision 29; 326B.33, subdivision 21; 326B.37, subdivisions 1, 2, 4, 5, 6, 8, 9, by adding a subdivision; 326B.49, subdivisions 2, 3; 326B.986, subdivision 9; 327.31, by adding subdivisions; 327.32, subdivisions 1a, 1e, 7, 8; 327.33, subdivisions 1, 2, 2a, 2b, 2c, 3, 7, by adding subdivisions; 327.34, subdivision 1; 327.35, subdivision 1; 327B.01, subdivisions 1, 7, 11a, 19, by adding subdivisions; 327B.03; 327B.04, subdivisions 3, 4, 5, 6, 7, 7a, by adding subdivisions; 327B.041; 327B.042, subdivisions 1, 2; 327B.05, subdivision 1; 327B.06, subdivision 2; 327B.08, subdivision 1; 327B.09, subdivisions 1, 2, 3, 4; 327B.10; 327B.11, subdivision 1; 327B.12; Laws 2024, chapter 127, article 14, section 3; proposing coding for new law in Minnesota Statutes, chapter 326B.

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

1.19 ARTICLE 1

APPROPRIATIONS 1.20

Section 1. APPROPRIATIONS.

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

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2.1	(b) If an appropriati	on in this article	is enacted more	than once in the 20	25 regular or
2.2	special legislative session, the appropriation must be given effect only once.				
2.3				APPROPRIAT	IONS
2.4				Available for the	e Year
2.5				Ending June	30
2.6				<u>2026</u>	<u>2027</u>
2.7 2.8	Sec. 2. <u>DEPARTMEN</u> <u>INDUSTRY</u>	T OF LABOR	<u>AND</u>		
2.9	Subdivision 1. Total A	ppropriation	<u>\$</u>	<u>54,605,000</u> <u>\$</u>	51,287,000
2.10	Appropri	ations by Fund			
2.11		<u>2026</u>	<u>2027</u>		
2.12	General	7,637,000	7,809,000		
2.13 2.14	Workers' Compensation	34,776,000	34,652,000		
2.15 2.16	Workforce Development	11,826,000	8,826,000		
2.17 2.18	Family and Medical Benefit	366,000	<u>-0-</u>		
2.19	The amounts that may	be spent for each	<u>1</u>		
2.20	purpose are specified in	n the following			
2.21	subdivisions. The work	force developme	<u>ent</u>		
2.22	fund base is \$6,826,000) in fiscal year 2	028		
2.23	and each year thereafte	<u>r.</u>			
2.24	Subd. 2. General Supp	<u>oort</u>		9,106,000	9,106,000
2.25	This appropriation is fr	om the workers'			
2.26	compensation fund.				
2.27	Subd. 3. Labor Standa	ards		9,008,000	8,861,000
2.28	Appropri	iations by Fund			
2.29	General	6,946,000	7,165,000		
2.30 2.31	Workforce Development	1,696,000	1,696,000		
2.32 2.33	Family and Medical Benefit	366,000	<u>-0-</u>		
2.34	(a) \$2,046,000 each year	ar is for wage the	<u>eft</u>		
2.35	prevention.				

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3.1	(b) \$1,696,000 ea	ch year is from	the		
3.2	workforce develo	pment fund for	prevailing		
3.3	wage enforcemen	<u>t.</u>			
3.4	(c) \$134,000 each	n year is for out	reach and		
3.5	enforcement effor	rts related to ch	anges to the		
3.6	nursing mothers,	lactating emplo	yees, and		
3.7	pregnancy accom	modations law.			
3.8	(d) \$169,000 each	n year is for the	purposes of		
3.9	the Safe Workpla	ces for Meat an	d Poultry		
3.10	Processing Worke	ers Act.			
3.11	(e) \$1,899,000 ea	ch year is for e	nforcement		
3.12	and other duties re	garding earned	sick and safe		
3.13	time under Minne	esota Statutes, c	hapter 177,		
3.14	and sections 181.	9445 to 181.94	48.		
3.15	(f) \$366,000 the f	irst year and \$(the second		
3.16	year are from the	family and med	dical benefit		
3.17	insurance account	t for the purpos	es of		
3.18	Minnesota Statute	es, chapter 2681	<u>3.</u>		
3.19	(g) \$351,000 the	first year and \$	356,000 the		
3.20	second year are fo	or enforcement,	education,		
3.21	and training relate	ed to employee			
3.22	misclassification.				
3.23	(h) \$123,000 each	n year is for the	purposes of		
3.24	enforcement, edu	cation, and out	each		
3.25	regarding Minnes	ota Statutes, se	ctions		
3.26	181C.02 and 1810	C.03.			
3.27	Subd. 4. Workers	s' Compensati	<u>on</u>	17,609,000	17,919,000
3.28	This appropriation	n is from the w	orkers'		
3.29	compensation fun	<u>id.</u>			
3.30	Subd. 5. Workpla	ace Safety		8,061,000	7,627,000
3.31	This appropriation	n is from the w	orkers'		
3.32	compensation fun	<u>ıd.</u>			

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4.1	Subd. 6. Employment-Based Initiatives	2,404,000	2,404,000
4.2	Appropriations by Fund		
4.3	<u>General</u> <u>33,000</u> <u>33,000</u>		
4.4 4.5	Workforce Development 2,371,000 2,371,000		
4.6	(a) \$500,000 each year is from the workforce		
4.7	development fund for the dual-training		
4.8	pipeline program and the identification of		
4.9	competency standards under Minnesota		
4.10	Statutes, section 175.45.		
4.11	(b) \$1,500,000 each year is from the		
4.12	workforce development fund for youth skills		
4.13	training grants under Minnesota Statutes,		
4.14	section 175.46.		
4.15	(c) \$371,000 each year is from the workforce		
4.16	development fund for administration of the		
4.17	youth skills training grants program under		
4.18	Minnesota Statutes, section 175.46.		
4.19	(d) \$33,000 each year is from the general fund		
4.20	to identify occupational competency standards		
4.21	and provide technical assistance for		
4.22	developing dual-training programs under		
4.23	Minnesota Statutes, section 175.45, for the		
4.24	legal cannabis industry.		
4.25	Subd. 7. Combative Sports	254,000	254,000
4.26	Subd. 8. Apprenticeship	7,759,000	4,759,000
4.27	(a) This appropriation is from the workforce		
4.28	development fund. The base for this		
4.29	appropriation is \$2,759,000 in fiscal year 2028		
4.30	and each year thereafter.		
4.31	(b) \$1,000,000 the first year and \$1,000,000		
4.32	the second year are from the workforce		
4.33	development fund for labor education and		

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5.2	Statutes, section 178.11.
5.3	(c) \$225,000 the first year and \$225,000 the
5.4	second year are from the workforce
5.5	development fund for grants to Building
5.6	Strong Communities for the Helmets to
5.7	Hardhats Minnesota initiative. Grant money
5.8	must be used to recruit, retain, assist, and
5.9	support National Guard, reserve, and active
5.10	duty military members' and veterans'
5.11	participation in apprenticeship programs
5.12	registered with the Department of Labor and
5.13	Industry and to connect service members and
5.14	veterans with career training and employment
5.15	in the building and construction industry. The
5.16	recruitment, selection, employment, and
5.17	training must be without discrimination due
5.18	to race, color, creed, religion, national origin,
5.19	sex, sexual orientation, marital status, physical
5.20	or mental disability, receipt of public
5.21	assistance, or age.
5.22	(d) \$5,000,000 the first year and \$2,000,000
5.23	the second year are from the workforce
5.24	development fund for a grant to a labor
5.25	organization representing educators to
5.26	establish a statewide registered teacher
5.27	apprenticeship program and joint
5.28	apprenticeship training committee. This
5.29	appropriation is onetime and available until
5.30	June 30, 2029. Grant money may be used to:
5.31	(1) fund personnel costs to plan, make
5.32	operational, and initially administer the
5.33	statewide program;
5.34	(2) design and update related instruction for
5.35	the statewide program in coordination with

advancement program grants under Minnesota

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6.1	teacher preparatio	n providers appro	oved by the			
6.2	Professional Educ	eators Licensing	and			
6.3	Standards Board;					
6.4	(3) purchase equip	oment, training n	naterials,			
6.5	and software licer	ises for apprentic	ce tracking			
6.6	systems for the sta	atewide program	<u>;</u>			
6.7	(4) fund marketin	g costs associate	d with the			
6.8	recruitment of sig	natory school dis	stricts,			
6.9	journeyworker tea	chers, and appre	entices; and			
6.10	(5) fund subaward	ls to signatory so	<u>chool</u>			
6.11	districts to offset of	costs for participa	ation in the			
6.12	program. Subawa	rds may be used	for:			
6.13	(i) apprentice tuit	on, scholarships	, and other			
6.14	supportive service	es, up to \$30,000	for up to			
6.15	24 months; and					
6.16	(ii) journeyworke	r teacher stipend	s of at a			
6.17	minimum \$6,000	and up to \$10,00	00 for each			
6.18	apprentice mentor	ed during a scho	ool year.			
6.19	Money under this	paragraph may 1	not be used			
6.20	to pay for apprent	ice wages and re	egistered			
6.21	apprentices must	not incur any cos	st for their			
6.22	participation in th	e apprenticeship	program.			
6.23	Notwithstanding a	any law to the co	ontrary,			
6.24	payments under the	nis section must	not be			
6.25	considered incom	e, assets, or pers	<u>onal</u>			
6.26	property for purpo	ses of determinin	g eligibility			
6.27	or recertifying elig	gibility for aid au	thorized by			
6.28	Minnesota Statute	es, section 136A.	1465.			
6.29 6.30	Subd. 9. Nursing Board	Home Workfor	ce Standards		404,000	357,000
6.31 6.32	Sec. 3. WORKER OF APPEALS	RS' COMPENSA	TION COURT	<u>\$</u>	<u>2,962,000</u> \$	2,895,000
6.33	This appropriation	n is from the wor	<u>'kers'</u>			
6.34	compensation fun	<u>d.</u>				

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Sec. 3. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision to read:

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Subd. 8a. Industrialized or modular building. "Industrialized or modular building" means a building of closed construction, constructed so that concealed parts or processes of manufacture cannot be inspected at the site, without disassembly, damage, or destruction, and made or assembled in manufacturing facilities, off the building site, for installation, or assembly and installation, on the building site. Industrialized or modular building includes, but is not limited to, modular housing that is factory-built single-family and multifamily housing, including closed-wall-panelized housing, and other modular, nonresidential buildings. Industrialized or modular building does not include a structure subject to the requirements of the National Manufactured Home Construction and Safety Standards Act of 1974 or prefabricated buildings.

Sec. 4. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision to read:

Subd. 8b. Manufactured home. "Manufactured home" means a structure that is transportable in one or more sections in the traveling mode; is eight body feet or more in width, 40 body feet or more in length or, is 320 or more square feet when erected on site; is built on a permanent chassis and designed to be used as a dwelling with or without a permanent foundation when connected to the required utilities; and includes the plumbing, heating, air conditioning, and electrical systems contained therein. Manufactured home includes any structure that meets all the requirements as shown by the manufacturer voluntarily filing the certification required by the secretary and complies with the standards established under this chapter.

Sec. 5. Minnesota Statutes 2024, section 326B.103, is amended by adding a subdivision to read:

Subd. 10a. **Prefabricated building.** "Prefabricated building" means any building or building module intended for use as an R-3, one- or two-family dwelling, or a U-1 accessory building, that is of closed construction and is constructed on or off the building site for installation, or on the building site for assembly and installation. Prefabricated building does not include relocatable contractors offices or storage buildings that are (1) 1,500 square feet or less in floor area, (2) designed for temporary use by a contractor at a construction site, (3) not to be used by the general public or as a sales office, and (4) to be removed prior to or upon completion of the construction project.

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Sec. 6. [326B.154] INDUSTRIALIZED MODULAR OR PREFABRICATED
BUILDINGS PLAN REVIEW AND INSPECTION FEES.

- Subdivision 1. Plan review fees. (a) The fees under this section relate to plan review and inspection of industrialized or modular buildings as defined in Minnesota Statutes, section 326B.103, subdivision 8a, and prefabricated buildings as defined in Minnesota Statutes, section 326B.103, subdivision 10a.
- (b) Fees for the review of quality-control manuals, systems manuals, and related documents submitted as required by section 326B.106 are \$125 per hour.
 - (c) Fees for the review of building plans, specifications, installation instructions, and related documents submitted as required by section 326B.106 include 65 percent of the fee as set forth in the fee schedule in paragraph (d), but not less than \$135.
- 9.12 (d) If the total cost of materials and labor for in-plant manufacture of the building is in 9.13 the noted range, the fee is as shown:
- 9.14 <u>(1)</u> \$0 to \$5,000, \$135;
- 9.15 (2) \$5,001 to \$25,000, \$135 for the first \$5,000, plus \$16.55 for each additional \$1,000 or fraction thereof, to and including \$25,000;
- 9.17 (3) \$25,001 to \$50,000, \$464.15 for the first \$25,000, plus \$12 for each additional \$1,000 or fraction thereof, to and including \$50,000;
- 9.19 (4) \$50,001 to \$100,000, \$764.15 for the first \$50,000, plus \$8.45 for each additional \$1,000 or fraction thereof, to and including \$100,000;
- 9.21 (5) \$100,001 to \$500,000, \$1,186.65 for the first \$100,000, plus \$6.75 for each additional \$1,000 or fraction thereof, to and including \$500,000;
- 9.23 (6) \$500,001 to \$1,000,000, \$3,886.65 for the first \$500,000, plus \$5.50 for each additional \$1,000 or fraction thereof, to and including \$1,000,000; and
- 9.25 (7) \$1,000,001 and over, \$6,636.65 for the first \$1,000,000, plus \$4.50 for each additional \$1,000 or fraction thereof.
- 9.27 Subd. 2. Inspections and audit fees. Fees for the inspection and audit of approved quality-control manuals, systems manuals, building plans, specifications, and related documents submitted as required by section 326B.106 are \$125 per hour.
- 9.30 Subd. 3. Other inspections and fees. (a) Fees for the following are as stated:

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10.1	(1) inspections outside of regular business hours, \$188 per hour, minimum charge two
10.2	hours;
10.3	(2) reinspection fees during regular business hours, \$125 per hour;
10.4	(3) inspections for which no fee is specifically indicated, minimum charge one hour,
10.5	\$125 per hour; and
10.6	(4) additional plan review required by changes, additions, or revisions to approved plans,
10.7	quality-control manuals, and systems manuals, minimum charge one hour, \$125 per hour.
10.8	(b) For the purposes of this section, "regular business hours" means Monday to Friday,
10.9	7:00 a.m. to 5:00 p.m.
10.10	Subd. 4. Surcharge. Surcharge fees are required for permits issued on all buildings
10.11	including public buildings and state-licensed facilities as required by section 326B.148.
10.12	Subd. 5. Fee distribution between state and municipalities. (a) The commissioner
10.13	shall provide plan review and inspections services for all work occurring in the manufacturing
10.14	facility; plan review of the composite modular construction; and plan review of the structural
10.15	foundation, interconnection of the modules, attachments of modular systems to the building
10.16	foundation, and integration of plumbing, mechanical, and electrical systems.
10.17	(b) For projects not defined as public buildings or state licensed facilities, the municipal
10.18	building official shall provide plan review for all nonmodular on-site construction and shall
10.19	provide inspections for the entire composite building. The municipality may charge a full
10.20	plan review fee in accordance with the municipality's fee schedule for construction performed
10.21	on site. The municipality shall issue construction permits and charge permit fees for all
10.22	work occurring on site. The municipality shall issue a construction permit and charge permit
10.23	fees for the valuation of work associated with building module placement, attachment, and
10.24	associated utility connections to each module and overall building systems.
10.25	(c) For projects defined as public buildings or state-licensed facilities, the commissioner
10.26	shall provide plan review for all modular and nonmodular construction and shall provide
10.27	inspections for the entire composite building. Municipalities with state delegation agreements
10.28	must distribute work according to this paragraph.
10.29	Sec. 7. Minnesota Statutes 2024, section 326B.184, subdivision 1a, is amended to read:
10.30	Subd. 1a. Department permit and inspection fees. (a) The department permit and
10.31	inspection fees to construct, install, alter, repair, or remove an elevator are as follows:
10.32	(1) the permit fee is \$100:

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(2) the inspection fee is 0.015 of the total cost of the permitted work for labor and materials, including related electrical and mechanical equipment. The inspection fee covers two inspections. The inspection fee for additional inspections is \$80 per hour;

- (3) the fee for each separate remote virtual inspection of a stairway chairlift installation or other authorized devices at a private residence is \$10;
- (3) (4) when inspections scheduled by the permit submitter are not able to be completed because the work is not complete, a fee equal to two hours at the hourly rate of \$80 must be paid by the permit submitter; and
- (4) (5) when the owner or permit holder requests inspections be performed outside of normal work hours or on weekends or holidays, an hourly rate of \$120 in addition to the inspection fee must be paid.
- (b) The department fees for inspection of existing elevators when requested by the elevator owner or as a result of an accident resulting in personal injury are at an hourly rate of \$80 during normal work hours or \$120 outside of normal work hours or on weekends or holidays, with a one-hour minimum.
- 11.16 Sec. 8. Minnesota Statutes 2024, section 326B.184, subdivision 2, is amended to read:
 - Subd. 2. Operating permits and fees; periodic inspections. (a) No person may operate an elevator without first obtaining an annual operating permit from the department or a municipality authorized by subdivision 4 to issue annual operating permits. A \$100 \$145 annual operating permit fee must be paid to the department for each annual operating permit issued by the department, except that the original annual operating permit must be included in the permit fee for the initial installation of the elevator. Annual operating permits must be issued at 12-month intervals from the date of the initial annual operating permit. For each subsequent year, an owner must be granted an annual operating permit for the elevator upon the owner's or owner's agent's submission of a form prescribed by the commissioner and payment of the \$100 \$145 fee. Each form must include the location of the elevator, the results of any periodic test required by the code, and any other criteria established by rule. An annual operating permit may be revoked by the commissioner upon an audit of the periodic testing results submitted with the application or a failure to comply with elevator code requirements, inspections, or any other law related to elevators. Except for an initial operating permit fee, elevators in residential dwellings, hand-powered manlifts and electric endless belt manlifts, and vertical reciprocating conveyors are not subject to a subsequent operating permit fee.

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(b) All elevators are subject to periodic inspections by the department or a municipality authorized by subdivision 4 to perform periodic inspections, except that hand-powered manlifts and electric endless belt manlifts are exempt from periodic inspections. Periodic inspections by the department shall be performed at the following intervals:

- (1) a special purpose personnel elevator is subject to inspection not more than once every five years;
- (2) an elevator located within a house of worship that does not have attached school facilities is subject to inspection not more than once every three years; and
 - (3) all other elevators are subject to inspection not more than once each year.
- Sec. 9. Minnesota Statutes 2024, section 326B.31, subdivision 29, is amended to read:
 - Subd. 29. **Technology circuits or systems.** "Technology circuits or systems" means class 2 of class 3, or class 4 circuits or systems for, but not limited to, remote control, signaling, control, alarm, and audio signal, including associated components as covered by the National Electrical Code, articles 640, 645, 650, 725, 760, 770, and 780, and which are isolated from circuits or systems other than class 2 of class 3, or class 4 by a demarcation and are not process control circuits or systems; antenna and communication circuits or systems as covered by chapter 8 of the National Electrical Code; and circuitry and equipment for indoor lighting and outdoor landscape lighting systems that are supplied by the secondary circuit of an isolating power supply operating at 30 volts or less as for low-voltage lighting, limited to a class 2 or class 3 power supply covered by the Low-Voltage Lighting article in the National Electrical Code, article 411. The planning, laying out, installing, altering, and repairing of technology circuits or systems must be performed in accordance with the applicable requirements of the National Electrical Code pursuant to section 326B.35.
 - Sec. 10. Minnesota Statutes 2024, section 326B.33, subdivision 21, is amended to read:
- Subd. 21. **Exemptions from licensing.** (a) An individual who is a maintenance electrician is not required to hold or obtain a license under sections 326B.31 to 326B.399 if:
 - (1) the individual is engaged in the maintenance and repair of electrical equipment, apparatus, and facilities that are owned or leased by the individual's employer and that are located within the limits of property operated, maintained, and either owned or leased by the individual's employer;
- 12.31 (2) the individual is supervised by:

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(i) the responsible master electrician for a contractor who has contracted with the individual's employer to provide services for which a contractor's license is required; or

- (ii) a licensed master electrician, a licensed maintenance electrician, an electrical engineer, or, if the maintenance and repair work is limited to technology circuits or systems work, a licensed power limited technician; and
- (3) the individual's employer has on file with the commissioner a current certificate of responsible person, signed by the responsible master electrician of the contractor, the licensed master electrician, the licensed maintenance electrician, the electrical engineer, or the licensed power limited technician, and stating that the person signing the certificate is responsible for ensuring that the maintenance and repair work performed by the employer's employees complies with the Minnesota Electrical Act and the rules adopted under that act. The employer must pay a filing fee to file a certificate of responsible person with the commissioner. The certificate shall expire two years from the date of filing. In order to maintain a current certificate of responsible person, the employer must resubmit a certificate of responsible person, with a filing fee, no later than two years from the date of the previous submittal.
- (b) Employees of a licensed electrical or technology systems contractor or other employer where provided with supervision by a master electrician in accordance with subdivision 1, or power limited technician in accordance with subdivision 7, paragraph (a), clause (1), are not required to hold a license under sections 326B.31 to 326B.399 for the planning, laying out, installing, altering, and repairing of technology circuits or systems except planning, laying out, or installing:
- (1) in other than residential dwellings, class 2 or class 3 remote control circuits that control circuits or systems other than class 2 or class 3, except circuits that interconnect these systems through communication, alarm, and security systems are exempted from this paragraph;
- (2) class 2 or class 3 circuits in electrical cabinets, enclosures, or devices containing physically unprotected circuits other than class 2 or class 3; or
 - (3) class 4 circuits or systems; or
- (3) (4) technology circuits or systems in hazardous classified locations as covered by 13.30 the National Electrical Code. 13.31
 - (c) Companies and their employees that plan, lay out, install, alter, or repair class 2 and class 3 remote control wiring associated with plug or cord and plug connected appliances

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other than security or fire alarm systems installed in a residential dwelling are not required to hold a license under sections 326B.31 to 326B.399.

- (d) Heating, ventilating, air conditioning, and refrigeration contractors and their employees are not required to hold or obtain a license under sections 326B.31 to 326B.399 when performing heating, ventilating, air conditioning, or refrigeration work as described in section 326B.38.
- (e) Employees of any electrical, communications, or railway utility, cable communications company as defined in section 238.02, or a telephone company as defined under section 237.01 or its employees, or of any independent contractor performing work on behalf of any such utility, cable communications company, or telephone company, shall not be required to hold a license under sections 326B.31 to 326B.399:
- (1) while performing work on installations, materials, or equipment which are owned or leased, and operated and maintained by such utility, cable communications company, or telephone company in the exercise of its utility, antenna, or telephone function, and which:
- (i) are used exclusively for the generation, transformation, distribution, transmission, or metering of electric current, or the operation of railway signals, or the transmission of intelligence and do not have as a principal function the consumption or use of electric current or provided service by or for the benefit of any person other than such utility, cable communications company, or telephone company; and
- (ii) are generally accessible only to employees of such utility, cable communications company, or telephone company or persons acting under its control or direction; and
- (iii) are not on the load side of the service point or point of entrance for communication systems;
- (2) while performing work on installations, materials, or equipment which are a part of the street lighting operations of such utility; or
 - (3) while installing or performing work on outdoor area lights which are directly connected to a utility's distribution system and located upon the utility's distribution poles, and which are generally accessible only to employees of such utility or persons acting under its control or direction.
- (f) An individual who physically performs electrical work on a residential dwelling that is located on a property the individual owns and actually occupies as a residence or owns and will occupy as a residence upon completion of its construction is not required to hold

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or obtain a license under sections 326B.31 to 326B.399 if the residential dwelling has a separate electrical utility service not shared with any other residential dwelling.

- (g) Companies and their employees licensed under section 326B.164 shall not be required to hold or obtain a license under sections 326B.31 to 326B.399 while performing elevator work.
- Sec. 11. Minnesota Statutes 2024, section 326B.37, subdivision 1, is amended to read:
- Subdivision 1. **Schedule.** State electrical inspection fees shall be calculated in accordance with subdivisions 2 1 to 14 18. The permit fee is \$25.
- Sec. 12. Minnesota Statutes 2024, section 326B.37, subdivision 2, is amended to read:
 - Subd. 2. Fee for each separate inspection. (a) The minimum fee for each separate on-site inspection of an installation, replacement, alteration, or repair is \$35 \$55. Except as otherwise provided in this section, the maximum number of separate inspections allowed without payment of an additional fee is the whole number resulting from dividing by 35 55 the total fee calculated in accordance with this section. Where additional separate inspections are necessary, additional fees are required to result in a value equal to the total number of separate inspections multiplied by 35 55. The fee for any inspections needed after a "final inspection" is performed shall be calculated without consideration of any fee paid before the final inspection.
- (b) The fee for the first remote virtual inspection under a permit is \$10. The fee for each
 subsequent remote virtual inspection under a permit is \$35.
- 15.21 Sec. 13. Minnesota Statutes 2024, section 326B.37, subdivision 4, is amended to read:
- Subd. 4. Fee for circuit, feeder, feeder tap, or set of transformer secondary

 conductors. The inspection fee for the installation, addition, alteration, or repair of each
 circuit, feeder, feeder tap, or set of transformer secondary conductors, including the
 equipment served, is:
- (1) 0 ampere to and including 200 ampere capacity, \$6 \$12; and
- 15.27 (2) ampere capacity above 200, \$15.
- Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing disconnect, switchboard, motor control center, or panelboard, the inspection fee for each circuit or feeder is \$2.

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Sec. 14. Minnesota Statutes 2024, section 326B.37, subdivision 5, is amended to read:

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- Subd. 5. **Inspection fee for dwelling.** (a) The inspection fee for a one-family dwelling and each dwelling unit of a two-family dwelling is the following:
 - (1) the fee for each service or other source of power as provided in subdivision 3;
 - (2) \$100 \$165 for up to 30 feeders and circuits; and
- (3) for each additional feeder or circuit, the fee as provided in subdivision 4.

This fee applies to each separate installation for new dwellings and where 15 or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwellings. Where existing feeders and circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections shall be determined in accordance with subdivision 2. The fee for additional inspections or other installations is that specified in subdivisions 2, 4, 6, and 8. The installer may submit fees for additional inspections when filing the request for electrical inspection. The fee for each detached accessory structure directly associated with a dwelling unit shall be calculated in accordance with subdivisions 3 and 4. When included on the same request for electrical inspection form, inspection fees for detached accessory structures directly associated with the dwelling unit may be combined with the dwelling unit fees to determine the maximum number of separate inspections in accordance with subdivision 2.

(b) The inspection fee for each dwelling unit of a multifamily dwelling with three or more dwelling units is \$70 \$110 for a combination of up to 20 feeders and circuits and \$6 \$12 for each additional feeder or circuit. This fee applies to each separate installation for each new dwelling unit and where ten or more feeders or circuits are installed or extended in connection with any addition, alteration, or repair to existing dwelling units. Where existing feeders or circuits are reconnected to overcurrent devices installed as part of the replacement of an existing panelboard, the fee for each reconnected feeder or circuit is \$2. The maximum number of separate inspections for each dwelling unit shall be determined in accordance with subdivision 2. The fee for additional inspections or for inspection of other installations is that specified in subdivisions 2, 4, 6, and 8. These fees include only inspection of the wiring within individual dwelling units and the final feeder to that unit where the multifamily dwelling is provided with common service equipment and each dwelling unit is supplied by a separate feeder or feeders extended from common service or distribution equipment. The fee for multifamily dwelling services or other power source supplies and all other circuits is that specified in subdivisions 2 to 4.

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(c) A separate request for electrical inspection form must be filed for each dwelling unit that is supplied with an individual set of service entrance conductors. These fees are the one-family dwelling rate specified in paragraph (a).

- Sec. 15. Minnesota Statutes 2024, section 326B.37, subdivision 6, is amended to read: 17.4
 - Subd. 6. Additions to fees of subdivisions 3 to 5. (a) The fee for the electrical supply for each manufactured home park lot is \$35. This fee includes the service or feeder conductors up to and including the service equipment or disconnecting means. The fee for feeders and circuits that extend from the service or disconnecting means is that specified in subdivision 4.
 - (b) The fee for each recreational vehicle site electrical supply equipment is \$6 \$12 for each circuit originating within the equipment. The fee for recreational vehicle park services, feeders, and circuits is that specified in subdivisions 3 and 4.
 - (c) The fee for each street, parking lot, or outdoor area lighting standard and each traffic signal standard is \$5. Circuits originating within the standard or traffic signal controller shall not be used when calculating the fee for each standard.
- 17.16 (d) The fee for transformers for light, heat, and power is \$15 for transformers rated up to ten kilovolt-amperes and \$30 for transformers rated in excess of ten kilovolt-amperes. 17.17 17.18 The previous sentence does not apply to Class 1 transformers or power supplies for Class 1 power-limited circuits or to Class 2 or Class 3 transformers or power supplies. 17.19
- (e) The fee for transformers and electronic power supplies for electric signs and outline 17.20 lighting is \$5 per unit. 17.21
- (f) The fee for technology circuits or systems, and circuits of less than 50 volts, is 75 17.22 cents for each system device or apparatus. 17.23
- (g) The fee for each separate inspection of the bonding for a swimming pool, spa, 17.24 fountain, an equipotential plane for an agricultural confinement area, or similar installation 17.25 is \$35. Bonding conductors and connections require an inspection before being concealed. 17.26
- (h) The fee for all wiring installed on center pivot irrigation booms is \$35 plus \$5 for 17.27 each electrical drive unit. 17.28
- (i) The fee for retrofit modifications to existing lighting fixtures is 25 cents per luminaire. 17.29
- (j) When a separate inspection of a concrete-encased grounding electrode is performed, 17.30 the fee is \$35 \$55. 17.31

(k) The fees required by subdivisions 3 and 4 are doubled for installations over 600 18.1 volts. 18.2 18.3 (l) The fee for a class 4 circuit or system transmitter, receiver, or utilization equipment is \$0.50 for each system device or apparatus. 18.4 Sec. 16. Minnesota Statutes 2024, section 326B.37, subdivision 8, is amended to read: 18.5 Subd. 8. Reinspection fee. Notwithstanding the provisions of subdivisions 2 and 5, 18.6 when reinspection is necessary to determine whether unsafe conditions identified during a 18.7 final inspection have been corrected and the conditions are not the subject of an appeal 18.8 pending before the commissioner or any court, a reinspection fee of \$35 fees shall be assessed 18.9 as follows: (1) \$55 for an on-site reinspection; and (2) \$35 for a remote virtual reinspection. 18.10 Reinspection fees shall be assessed in writing by the inspector. 18.11 Sec. 17. Minnesota Statutes 2024, section 326B.37, subdivision 9, is amended to read: 18.12 Subd. 9. Supplemental fee. When inspections scheduled by the installer are preempted, 18.13 obstructed, prevented, or otherwise not able to be completed as scheduled due to 18.14 circumstances beyond the control of the inspector, a supplemental inspection fee of \$35 18.15 \$55 shall be assessed in writing by the inspector. 18.16 18.17 Sec. 18. Minnesota Statutes 2024, section 326B.37, is amended by adding a subdivision to read: 18.18 18.19 Subd. 18. Energy storage and battery systems. (a) The inspection fee for the installation of an energy storage or battery system is: 18.20 (1) for zero watts to and including 5,000 watts, \$60; 18.21 (2) for 5,001 watts to and including 10,000 watts, \$100; 18.22 (3) for 10,001 watts to and including 20,000 watts, \$150; 18.23 (4) for 20,001 watts to and including 30,000 watts, \$200; 18.24 (5) for 30,001 watts to and including 40,000 watts, \$250; 18.25 (6) for 40,001 watts to and including 1,000,000 watts, \$250, plus \$8 for each additional 18.26 10,000 watts over 40,000 watts; 18.27 (7) for 1,000,000 watts to 5,000,000 watts, \$1,518, plus \$5 for each additional 10,000 18.28

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watts over 1,000,000 watts; or

(8) for 5,000,000 watts and larger, \$3,518, plus \$2 for each additional 10,000 watts over

19.2	5,000,000 watts.
19.3	(b) For the purpose of paragraph (a), the watt rating is the total of the estimated energy
19.4	output, AC or DC, of the energy storage or battery system.
19.5	Sec. 19. Minnesota Statutes 2024, section 326B.49, subdivision 2, is amended to read:
19.6	Subd. 2. Fees for plan reviews and audits. Plumbing system plans and specifications
19.7	that are submitted to the commissioner for review shall be accompanied by the appropriate
19.8	plan examination fees. If the commissioner determines, upon review of the plans, that
19.9	inadequate fees were paid, the necessary additional fees shall be paid prior to plan approval.
19.10	The commissioner shall charge the following fees for plan reviews and audits of plumbing
19.11	installations for public, commercial, and industrial buildings based upon the construction
19.12	valuation of the plumbing work and in accordance with the table in clause (1), or based
19.13	upon clause (2) or (3), as applicable:
19.14	(1) systems with both water distribution and drain, waste, and vent systems and having:
19.15	(i) 25 or fewer drainage fixture units, \$150;
19.16	(ii) 26 to 50 drainage fixture units, \$250;
19.17	(iii) 51 to 150 drainage fixture units, \$350;
19.18	(iv) 151 to 249 drainage fixture units, \$500;
19.19	(v) 250 or more drainage fixture units, \$3 per drainage fixture unit to a maximum of
19.20	\$4,000; and
19.21	(vi) interceptors, separators, or catch basins, \$70 per interceptor, separator, or catch
19.22	basin design;
19.23	(2) building sewer service only, \$150;
19.24	(3) building water service only, \$150;
19.25	(4) building water distribution system only, no drainage system, \$5 per supply fixture
19.26	unit or \$150, whichever is greater;
19.27	(5) storm drainage system, a minimum fee of \$150 or:
19.28	(i) \$50 per drain opening, up to a maximum of \$500; and
19.29	(ii) \$70 per interceptor, separator, or catch basin design;
19.30	(1) the total valuation and fee schedule is:

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20.1	(i) \$0 to \$1,500, \$135;
20.2	(ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$28 for each additional \$500 or
20.3	fraction thereof, to and including \$2,500;
20.4	(iii) \$2,501 to \$5,000, \$191 for the first \$2,500, plus \$25 for each additional \$500 or
20.5	fraction thereof, to and including \$5,000;
20.6	(iv) \$5,001 to \$25,000, \$316 for the first \$5,000, plus \$33 for each additional \$1,000 or
20.7	fraction thereof, to and including \$25,000;
20.8	(v) \$25,001 to \$50,000, \$976 for the first \$25,000, plus \$31 for each additional \$1,000
20.9	or fraction thereof, to and including \$50,000;
20.10	(vi) \$50,001 to \$500,000, \$1,751 for the first \$50,000, plus \$23 for each additional
20.11	\$10,000 or fraction thereof, to and including \$100,000;
20.12	(vii) \$500,001 to \$3,000,000, \$2,786 for the first \$500,000, plus \$41 for each additional
20.13	\$100,000 or fraction thereof, to and including \$3,000,000; and
20.14	(viii) \$3,000,001 and over, \$3,811 for the first \$3,000,000, plus \$33 for each additional
20.15	\$100,000 or fraction thereof;
20.16	(2) manufactured home park or campground:
20.17	(6) manufactured home park or campground, (i) one to 25 sites, \$300;
20.18	(7) manufactured home park or campground, (ii) 26 to 50 sites, \$350;
20.19	(8) manufactured home park or campground, (iii) 51 to 125 sites, \$400;
20.20	(9) manufactured home park or campground, (iv) more than 125 sites, \$500; and
20.21	(v) other work shall be assessed per clause (1); and
20.22	(10) revision (3) revisions to previously reviewed or incomplete plans:
20.23	(i) review of plans for which the commissioner has issued two or more requests for
20.24	additional information, per review, \$100 or ten percent of the original fee, whichever is
20.25	greater \$125 per hour with a minimum of one hour;
20.26	(ii) proposer-requested revision with no increase in project scope, \$50 or ten percent of
20.27	original fee, whichever is greater \$125 per hour with a minimum of one hour; and

- original fee, whichever is greater \$125 per hour with a minimum of one hour; and
- (iii) proposer-requested revision with an increase in project scope, \$50 plus the difference 20.28 between the original project fee and the revised project fee the fee shall be based upon the 20.29 absolute value of the change in work scope as if the change in scope is a new project. 20.30

21.1	Sec. 20. Minnesota Statutes 2024, section 326B.49, subdivision 3, is amended to read:
21.2	Subd. 3. Permits; fees. (a) Before commencement of a plumbing installation to be
21.3	inspected by the commissioner, the plumbing contractor or registered plumbing employer
21.4	performing the plumbing work must submit to the commissioner an application for a permit
21.5	and the permit and inspection fees in paragraphs (b) to (f). based upon the construction
21.6	valuation of the plumbing work in accordance with clause (1), or based upon clause (2) or
21.7	(3), as applicable:
21.8	(b) The permit fee is \$100.
21.9	(c) The residential inspection fee is \$50 for each inspection trip.
21.10	(d) The public, commercial, and industrial inspection fees are as follows:
21.11	(1) for systems with water distribution, drain, waste, and vent system connection:
21.12	(i) \$25 for each fixture, permanently connected appliance, floor drain, or other
21.13	appurtenance;
21.14	(ii) \$25 for each water conditioning, water treatment, or water filtration system; and
21.15	(iii) \$25 for each interceptor, separator, eatch basin, or manhole;
21.16	(2) roof drains, \$25 for each drain;
21.17	(3) building sewer service only, \$100;
21.18	(4) building water service only, \$100;
21.19	(5) building water distribution system only, no drainage system, \$5 for each fixture
21.20	supplied;
21.21	(6) storm drainage system, a minimum fee of \$25 for each drain opening, interceptor,
21.22	separator, or catch basin;
21.23	(1) the total valuation and fee schedule for plumbing permits is:
21.24	(i) \$0 to \$1,500, \$135;
21.25	(ii) \$1,501 to \$2,500, \$135 for the first \$1,500, plus \$43 for each additional \$500 or
21.26	fraction thereof, to and including \$2,500;
21.27	(iii) \$2,501 to \$5,000, \$221 for the first \$2,500, plus \$28 for each additional \$500 or
21 28	fraction thereof, to and including \$5,000:

fraction thereof, to and including \$25,000;

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(iv) \$5,001 to \$25,000, \$361 for the first \$5,000, plus \$53 for each additional \$1,000 or

	(v) \$25,001 to \$50,000, \$1,421 for the first \$25,000, plus \$51 for each additional \$1,000
<u>(</u>	or fraction thereof, to and including \$50,000;
	(vi) \$50,001 to \$500,000, \$2,696 for the first \$50,000, plus \$47 for each additional
5	\$10,000 or fraction thereof, to and including \$500,000;
	(vii) \$500,001 to \$3,000,000, \$4,811 for the first \$500,000, plus \$61 for each additional
9	550,000 or fraction thereof, to and including \$3,000,000; or
	(viii) \$3,000,001 and over, \$7,861 for the first \$3,000,000, plus \$51 for each additional
5	\$100,000 or fraction thereof;
	(7) (2) manufactured home park or campground, \$25 for each site, minimum charge
9	5135; and
	(8) reinspection fee to verify corrections, regardless of the total fee submitted, \$100 for
E	each reinspection; and
	(9) each \$100 in fees paid covers one inspection trip.
	(e) In addition to the fees in paragraph (d), the fee submitter must pay an hourly rate of
4	580 during regular business hours, or \$120 when inspections are requested to be performed
€	outside of normal work hours or on weekends and holidays, with a two-hour minimum
+	where the fee submitter requests inspections of installations as systems are being installed.
	(f) The fee submitter must pay a fee equal to two hours at the hourly rate of \$80 when
i	nspections scheduled by the submitter are not able to be completed because the work is
ť	not complete.
	(3) other inspections and fees:
	(i) inspections outside of regular business hours, defined as Monday to Friday, 7:00 a.m.
<u>t</u>	o 5:00 p.m., \$188 per hour, minimum charge two hours;
	(ii) reinspection fees, \$125 per hour, minimum charge \$135;
	(iii) inspections for which no fee is specifically indicated, \$125 per hour, minimum
(one-half hour, minimum charge \$135;
	(iv) changes or revisions to approved plans with no increase in work scope, \$125 per
<u>1</u>	nour, minimum charge one hour; and
_	(v) changes to approved plans with a change in work scope, fees shall be assessed for
C	change in valuation based upon the absolute value of the change work scope in accordance
	with the fee schedule as if the change in scope were a new project.

23.1	(b) If the actual cost to the jurisdiction under paragraph (a), clause (3), is greater than
23.2	indicated by the schedule, the greater rate shall be paid. Hourly cost includes supervision,
23.3	overhead, equipment, hourly wages, and fringe benefits of the employees involved.
23.4	Sec. 21. Minnesota Statutes 2024, section 326B.986, subdivision 9, is amended to read:
23.5	Subd. 9. Boiler and pressure vessel registration fee. The annual registration fee for
23.6	boilers and pressure vessels in use and required to be inspected per section 326B.958 shall
23.7	be \$10 \$25 per boiler and pressure vessel.
23.8	Sec. 22. Minnesota Statutes 2024, section 327.31, is amended by adding a subdivision to
23.9	read:
23.10	Subd. 24. Sale. "Sale" means:
23.11	(1) the passing of title from one person to another for consideration;
23.12	(2) an agreement to sell under which possession is delivered to the buyer but title is
23.13	retained by the seller;
23.14	(3) an agreement in the form of a bailment or lease of goods if the bailee or lessee agrees
23.15	to pay as compensation for use a sum substantially equivalent to or in excess of the aggregate
23.16	value of the goods involved and it is agreed that the bailee or lessee must become, or for
23.17	no other than a nominal consideration has the option to become, the owner of the goods
23.18	upon full compliance with the bailee's or lessee's obligations under the agreement; or
23.19	(4) a legally binding executory agreement to make a sale.
23.20	Sec. 23. Minnesota Statutes 2024, section 327.31, is amended by adding a subdivision to
23.21	read:
23.22	Subd. 25. Shipment label. "Shipment label" means a device, insignia, or label issued
23.23	to the manufacturer by the commissioner to be displayed on every transportable section of
23.24	each new manufactured home manufactured for sale and certified by the secretary and
23.25	shipped to a dealer in Minnesota after August 1, 2025.
23.26	Sec. 24. Minnesota Statutes 2024, section 327.31, is amended by adding a subdivision to
23.27	read:
23.28	Subd. 26. Salesperson. "Salesperson" means a person who acts on behalf of a dealer in
23.29	performing any act that sections 326B.601 to 326B.612 authorize or require to be performed
23.30	by a dealer.

Sec. 25. Minnesota Statutes 2024, section 327.31, is amended by adding a subdivision to 24.1 24.2 read: Subd. 27. Used manufactured home resale decal. "Used manufactured home resale 24.3 decal" means a device, insignia, or decal issued to the dealer or seller before selling, leasing, 24.4 or leasing to purchase a used manufactured home to a person. 24.5 Sec. 26. Minnesota Statutes 2024, section 327.32, subdivision 1a, is amended to read: 24.6 Subd. 1a. Requirement; used manufactured homes. (a) No person shall sell or offer 24.7 for sale in this state any used manufactured home manufactured after June 14, 1976, or 24.8 install for occupancy any used manufactured home manufactured after June 14, 1976, unless 24.9 the used manufactured home complies with the Notice of Compliance Form for a Used 24.10 Manufactured Home as provided in this subdivision. If manufactured after June 14, 1976, 24.11 the home must bear a label or data plate as required by the secretary. The Notice of 24.12 Compliance Form shall be signed by the seller and purchaser indicating which party is 24.13 responsible for either making or paying for any necessary corrections prior to the sale and 24.14 transferring ownership of the manufactured home. 24.15 24.16 The Notice of Compliance Form shall be substantially in the following form: "Notice of Compliance Form as required in Minnesota Statutes, section 327.32, subdivision 24.17 1 24.18 This notice must be completed and signed by the purchaser(s) and the seller(s) of the used 24.19 manufactured home described in the purchase agreement and on the bottom of this notice 24.20 before the parties transfer ownership of a used manufactured home constructed after June 24.21 14, 1976. 24.22 Electric ranges and clothes dryers must have required four-conductor cords and plugs. For 24.23 the purpose of complying with the requirements of section 327B.06, a licensed retailer or 24.24 limited retailer shall retain at least one copy of the form required under this subdivision. 24.25 Complies Correction required 24.26 Initialed by Responsible Party: Buyer 24.27 Seller Solid fuel-burning fireplaces or stoves must be listed for use in manufactured homes, Code 24.28 of Federal Regulations, title 24, section 3280.709 (g), and installed correctly in accordance 24.29 with their listing or standards (i.e., chimney, doors, hearth, combustion, or intake, etc., Code 24.30 of Federal Regulations, title 24, section 3280.709 (g)). 24.31

25.2 Gas water heaters and furnaces must be listed for manufactured home use, Code of Federal 25.3 Regulations, title 24, section 3280.709 (a) and (d)(1) and (2), and installed correctly, in 25.4 accordance with their listing or standards. 25.5 Complies Correction required 25.6 Initialed by Responsible Party: Buyer 25.7 Seller Smoke alarms are required to be installed and operational in accordance with Code of 25.8 Federal Regulations, title 24, section 3280.208. 25.9 25.10 Complies Correction required 25.11 Initialed by Responsible Party: Buyer Seller Carbon monoxide alarms or CO detectors that are approved and operational are required to 25.12 be installed within ten feet of each room lawfully used for sleeping purposes. 25.13 Complies Correction required 25.14 Initialed by Responsible Party: Buyer Seller 25.15 Egress windows are required in every bedroom with at least one operable window with a 25.16 net clear opening of 20 inches wide and 24 inches high, five square feet in area, with the 25.17 bottom of windows opening no more than 36 inches above the floor. Locks, latches, operating 25.18 handles, tabs, or other operational devices shall not be located more than 54 inches above 25.19 the finished floor. 25.20 25.21 Complies Correction required 25.22 Initialed by Responsible Party: Buyer Seller The furnace compartment of the home is required to have interior finish with a flame spread 25.23 rating not exceeding 25, as specified in the 1976 United States Department of Housing and 25.24 Urban Development Code governing manufactured housing construction. 25.25 25.26 Complies Correction required Initialed by Responsible Party: Buyer 25.27 Seller The water heater enclosure in this home is required to have interior finish with a flame 25.28 spread rating not exceeding 25, as specified in the 1976 United States Department of Housing 25.29 and Urban Development Code governing manufactured housing construction. 25.30 Complies Correction required 25.31

Article 2 Sec. 26.

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Initialed by Responsible Party: Buyer

Seller

26.1	The home complies with the snowload and heat zone requirements for the state of Minnesota
26.2	as indicated by the data plate.
26.3	Complies Correction required
26.4	Initialed by Responsible Party: Buyer Seller
26.5	The parties to this agreement have initialed all required sections and agree by their signature
26.6	to complete any necessary corrections prior to the sale or transfer of ownership of the home
26.7	described below as listed in the purchase agreement. The state of Minnesota or a local
26.8	building official has the authority to inspect the home in the manner described in Minnesota
26.9	Statutes, section 327.33, prior to or after the sale to ensure compliance was properly executed
26.10	as provided under the Manufactured Home Building Code.
26.11	Signature of Purchaser(s) of Home
26.12	datedatedate
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26.14	Print name as appears on purchase agreement Print name as appears on purchase agreement
26.15	Signature of Seller(s) of Home
26.16	datedatedatedate
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26.18	Print name and license number, if applicable Print name and license number, if applicable
26.19	(Street address of home at time of sale)
26.20	
26.21	(City/State/Zip)
26.22	Name of manufacturer of home
26.23	Model and year
26.24	Serial number "
26.25	(b) No dealer or seller shall sell or offer for sale in this state a used manufactured home
26.26	manufactured after June 14, 1976, or install for occupancy a used manufactured home
26.27	manufactured after June 14, 1976, unless the dealer or seller has completed and submitted
26.28	to the commissioner the Notice of Compliance Form for a Used Manufactured Home as
26.29	provided in this subdivision and has placed a used manufactured home decal issued by the
26.30	commissioner on the inside door of the electric panel.
26.31	(c) If manufactured after June 14, 1976, the home must bear a label and data plate as
26.32	required by the secretary, or a replacement label issued by the commissioner and a data
26.33	plate as required by the secretary. The Notice of Compliance Form for a Used Manufactured
26.34	Home shall be completed and signed by the purchaser(s) and seller(s) and shall confirm the

27.1	requirements of this subdivision have been met. To comply with section 326B.606, a licensed
27.2	dealer or limited dealer shall retain at least one copy of the notice.
27.3	(d) The dealer may contract with a licensed electrician or master electrician, or licensed
27.4	electrical engineer to complete the electrical portions of the compliance form. The dealer
27.5	may contract with a bonded mechanical contractor registered with the Department of Labor
27.6	and Industry to complete the heating, ventilation, and air conditioning portions of the
27.7	compliance form. The dealer may contract with a licensed plumber or master plumber, or
27.8	mechanical engineer to complete the plumbing portions of the compliance form.
27.9	(e) The commissioner shall establish and distribute a sample Notice of Compliance Form
27.10	for a Used Manufactured Home that may be used to meet the requirements of this subdivision.
27.11	The form must confirm that the requirements in paragraphs (f) to (j) are met.
27.12	(f) Life and safety requirements:
27.13	(1) smoke alarms are installed and operational in accordance with Code of Federal
27.14	Regulations, title 24, section 3280.208;
27.15	(2) carbon monoxide alarms or carbon monoxide detectors are approved and operational
27.16	and are installed within ten feet of each room lawfully used for sleeping purposes;
27.17	(3) egress windows are in every bedroom with at least one operable window with a net
27.18	clear opening of 20 inches wide and 24 inches high, five square feet in area, with the bottom
27.19	of windows opening no more than 36 inches above the floor. Locks, latches, operating
27.20	handles, tabs, or other operational devices are located more than 54 inches above the finished
27.21	floor; and
27.22	(4) exterior doors, including sliding glass exterior doors, are operable and provide exit
27.23	to grade.
27.24	(g) Electrical requirements:
27.25	(1) distribution panels are installed in compliance with the approved listing, complete
27.26	with required breakers or fuses, with all unused openings covered with blank covers approved
27.27	and listed for that purpose. Connections have been checked for tightness. Panels are readily
27.28	accessible;
27.29	(2) the electrical system, including switches, receptacles, fixtures, and devices, is installed,
27.30	wired, and supported in accordance with code requirements and is in safe and usable
27.31	condition;
27.32	(3) the used manufactured home has been subjected to:

28.1	(i) an electrical continuity test to assure that all metallic parts are bonded in accordance
28.2	with code requirements; and
28.3	(ii) an electrical operational test to demonstrate that all fixtures and equipment except
28.4	water heaters, ranges, air conditioners and electric furnaces are connected and in working
28.5	order;
28.6	(4) the dealer may, in lieu of inspecting the electrical and heating systems of a used
28.7	manufactured home, request an electrical and heating inspection by a qualified third party.
28.8	Approval by the qualified third party is accepted as compliance with those portions of the
28.9	safety standards under the code that pertain to electrical and heating systems; and
28.10	(5) electric ranges and clothes dryers have the required four-conductor cords and plugs.
28.11	(h) Plumbing requirements:
28.12	(1) fixtures:
28.13	(i) all plumbing fixtures are protected with approved workable "p" traps;
28.14	(ii) all plumbing fixtures are in a workable condition and vented through the roof in
28.15	accordance with code requirements; and
28.16	(iii) an antisiphon trap vent device or mechanical vent may be used to vent single fixtures,
28.17	except water closets;
28.18	(2) water supply:
28.19	(i) water piping is not bent or kinked so as to retard or obstruct the flow of the water
28.20	supply;
28.21	(ii) the under-floor water supply piping is connected to the manufactured home's water
28.22	supply connection and to the site's water service supply piping in accordance with code
28.23	requirements, except when the manufactured home is being installed or reinstalled;
28.24	(iii) the under-floor water supply piping is supported in accordance with code
28.25	requirements, except when the manufactured home is being installed or reinstalled; and
28.26	(iv) the under-floor water supply piping is protected from freezing, except when the
28.27	manufactured home is being installed or reinstalled;
28.28	(3) drain waste:
28.29	(i) drain waste piping is in working condition;

29.1	(ii) the under-floor drain waste piping is connected to the manufactured home's drain
29.2	waste outlet or outlets and to the site's service utility piping in accordance with code
29.3	requirements, except when the manufactured home is being installed or reinstalled; and
29.4	(iii) the under-floor drain waste piping is supported and sloped in accordance with code
29.5	requirements, except when the manufactured home is being installed or reinstalled; and
29.6	(4) water heating:
29.7	(i) the water heater is listed for manufactured home use under Code of Federal
29.8	Regulations, title 24, section 3280.709(a) and (d)(1) and (2), and installed correctly, in
29.9	accordance with federal standards;
29.10	(ii) the water heater is equipped with an approved listed relief valve to provide
29.11	temperature and pressure relief;
29.12	(iii) the water heater enclosure in the manufactured home is completed with an interior
29.13	finish having a flame spread rating not exceeding 25, as specified in the 1976 United States
29.14	Department of Housing and Urban Development Code governing manufactured housing
29.15	construction; and
29.16	(iv) water heater venting systems are in a safe and operable condition. Products of
29.17	combustion venting do not terminate within a roof, wall, or floor cavity.
29.18	(i) Heat-producing equipment requirements:
29.19	(1) the furnace is listed for manufactured home use under Code of Federal Regulations,
29.20	title 24, section 3280.709(a) and (d)(1) and (2), and installed correctly, in accordance with
29.21	the federal regulations;
29.22	(2) heating equipment such as a furnace, wall heater, or thermostat are in safe and
29.23	operable condition. All ducts are in usable, not collapsed condition, with all exterior and
29.24	interior joints and furnace connections mechanically secure and sealed; and
29.25	(3) the furnace venting systems are in a safe and operable condition. Products of
29.26	combustion venting do not terminate within a roof, wall, floor, or under-floor area.
29.27	(j) General requirements:
29.28	(1) fuel gas piping:
29.29	(i) fuel gas supply piping is not bent or kinked so as to obstruct the flow of the fuel gas
29.30	or leak;

30.1	(ii) the under-floor fuel gas supply piping is connected to the manufactured home's fuel
30.2	gas supply connection and to the site's fuel gas service supply piping in accordance with
30.3	code requirements, except when the manufactured home is being installed or reinstalled;
30.4	<u>and</u>
30.5	(iii) the under-floor fuel gas supply piping is supported in accordance with code
30.6	requirements, except when the manufactured home is being installed or reinstalled;
30.7	(2) solid fuel-burning fireplaces or stoves are listed for use in manufactured homes under
30.8	Code of Federal Regulations, title 24, section 3280.709(g), and installed correctly in
30.9	accordance with the federal regulations, including chimney, doors, hearth, combustion, or
30.10	intake;
30.11	(3) all exhaust vents are operable;
30.12	(4) insulation missing from exposed areas has been replaced and all holes in bottom
30.13	board have been securely sealed;
30.14	(5) exterior roof and wall systems prevent bulk water infiltration;
30.15	(6) water-damaged areas and holes in the subfloor have been replaced; and
30.16	(7) the home complies with code requirements for snowload and heat zone requirements
30.17	as indicated by the data plate.
30.18	Sec. 27. Minnesota Statutes 2024, section 327.32, subdivision 1e, is amended to read:
30.19	Subd. 1e. Reinstallation requirements for used manufactured homes. (a) All used
30.20	manufactured homes reinstalled less than 24 months from the date of installation by the
30.21	first purchaser must be reinstalled in compliance with subdivision 1c. All used manufactured
30.22	homes reinstalled more than 24 months from the date of installation by the first purchaser
30.23	may be reinstalled without a frost-protected foundation if the home is reinstalled in
30.24	compliance with Minnesota Rules, chapter 1350, for above frost-line installations and the
30.25	notice requirement of subdivision 1f is complied with by the seller and the purchaser of the
30.26	used manufactured home.
30.27	(b) The installer or licensed residential building contractor shall affix an installation seal
30.28	issued by the department to the outside of the home as required by the Minnesota State
30.29	Building Code. The certificate of installation issued by the installer of record shall clearly
30.30	state that the home has been reinstalled with an above frost-line foundation. Fees for
30.31	inspection of a reinstallation and for issuance of reinstallation seals shall follow the
30.32	requirements of sections 326B.802 to 326B.885; 326B.22, subdivision 2; and 326B.23,

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

- (c) An installation seal may be issued to a residential building contractor licensed under section 326B.805 for use in the installation of used manufactured homes only after the qualifying person for the residential building contractor has completed a three-hour training course relating to the installation of manufactured homes that has been approved by either the United States Department of Housing and Urban Development or by the commissioner. The course completion certificate shall be submitted to the commissioner. For the purposes of this subdivision, "qualifying person" has the meaning given in section 326B.802, subdivision 10.
- Sec. 28. Minnesota Statutes 2024, section 327.32, subdivision 7, is amended to read:
- Subd. 7. **Enforcement.** All jurisdictions enforcing the State Building Code, in accordance with sections 326B.101 to 326B.151, shall undertake or provide for the administration and enforcement of the manufactured home installation rules promulgated by the commissioner.

 Municipalities which have adopted the State Building Code may provide installation inspection and plan review services in noneode areas of the state without local building code enforcement.
- Sec. 29. Minnesota Statutes 2024, section 327.32, subdivision 8, is amended to read:
 - Subd. 8. **Evidence of compliance.** Each manufacturer, distributor, and dealer shall establish and maintain records, make reports, and provide information as the commissioner or the secretary may reasonably require to be able to determine whether the manufacturer, distributor, or dealer has acted or is acting in compliance with sections 327.31 to 327.35 326B.21 to 326B.25, and shall, upon request of a person duly designated by the commissioner or the secretary, permit that person to inspect appropriate books, papers, records, and documents relevant to determining whether that manufacturer, distributor, or dealer has acted or is acting in compliance with sections 327.31 to 327.35 326B.21 to 326B.25, and the National Manufactured Home Construction and Safety Standards Act of 1974, United States Code, title 42, section 5401, et seq., as amended by the National Manufactured

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Housing Construction and Safety Standards Act, Title VI, Manufactured Housing

- 32.2 Improvement Act of 2000, or other applicable federal or state law.
- Sec. 30. Minnesota Statutes 2024, section 327.33, subdivision 1, is amended to read:
- Subdivision 1. **Inspections.** The commissioner shall, through the department's inspectors or through a designated recognized inspection service acting as authorized representative of the commissioner perform sufficient inspections of manufacturing premises and manufactured homes to ensure compliance with sections 327.31 to 327.35 326B.21 to 326B.25. The commissioner shall have the exclusive right to conduct inspections, except
- 32.8 <u>326B.25</u>. The commissioner shall have the exclusive right to conduct inspections, except
- 32.9 for the inspections conducted or authorized by the secretary.
- Sec. 31. Minnesota Statutes 2024, section 327.33, subdivision 2, is amended to read:
 - Subd. 2. **Fees.** The commissioner shall may by rule establish reasonable fees for seals, installation seals, shipment labels, resale decals, and inspections which are sufficient to cover all costs incurred in the administration of sections 327.31 to 327.35 326B.21 to 326B.25. The commissioner shall may also establish by rule a monitoring inspection fee in an amount that will comply with the secretary's fee distribution program. This monitoring inspection fee shall be an amount paid by the manufacturer for each manufactured home produced in Minnesota. The monitoring inspection fee shall be paid by the manufacturer to the secretary. The rules of the fee distribution program require the secretary to distribute the fees collected from all manufactured home manufacturers among states approved and conditionally approved based on the number of new manufactured homes whose first location after leaving the manufacturer is on the premises of a distributor, dealer or purchaser in that state. Fees for inspections in areas that have not adopted the State Building Code must be equal to the fees for inspections in code areas of the state. Third-party vendors may charge their usual and normal charge for inspections.
- Sec. 32. Minnesota Statutes 2024, section 327.33, subdivision 2a, is amended to read:
- Subd. 2a. **Construction seal fees.** Replacement manufactured home or accessory structure construction seal fees, including certificates, are \$30 \$70 per seal.
- Sec. 33. Minnesota Statutes 2024, section 327.33, subdivision 2b, is amended to read:
- Subd. 2b. **Installation seal fees.** Manufactured home installation seal fees, including anchoring and support and including certificates, are \$80 \$130.

Sec. 34. Minnesota Statutes 2024, section 327.33, subdivision 2c, is amended to read: 33.1 Subd. 2c. Temporary installation certificate fees. A temporary certificate fee is \$2 33.2 \$15 per certificate. 33.3 Sec. 35. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to 33.4 read: 33.5 Subd. 2f. Shipment label fee. The shipment label fee is \$75 for each transportable 33.6 section of a new manufactured home. The manufacturer's payment is due on the tenth day 33.7 of each month for the previous month's shipments. 33.8 Sec. 36. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to 33.9 33.10 read: Subd. 2g. Used manufactured home resale decal fee. The used manufactured home 33.11 resale decal fee is \$100 for every used home sold. 33.12 Sec. 37. Minnesota Statutes 2024, section 327.33, is amended by adding a subdivision to 33.13 33.14 read: Subd. 2h. Installation plan review and inspection fee. The plan review and inspection 33.15 fee for the commissioner's plan review and inspection of new and used installed or reinstalled 33.16 manufactured homes and manufactured home accessory structures in areas of the state 33.17 without local building code enforcement is \$1,200. 33.18 Sec. 38. Minnesota Statutes 2024, section 327.33, subdivision 3, is amended to read: 33.19 Subd. 3. Administration and enforcement rules. The commissioner may adopt other 33.20 rules as may be necessary to administer and enforce sections 327.31 to 327.35 326B.21 to 33.21 326B.25. The rules shall, to the extent practicable, be uniform with those adopted by other 33.22 states. All rules shall be adopted in the manner prescribed by sections 14.001 to 14.69. 33.23 Sec. 39. Minnesota Statutes 2024, section 327.33, subdivision 7, is amended to read: 33.24 Subd. 7. Employees. The commissioner may appoint such employees within the 33.25 Department of Labor and Industry as deemed necessary for the administration of sections 33.26 327.31 to 327.35 326B.21 to 326B.25. 33.27 Sec. 40. Minnesota Statutes 2024, section 327.34, subdivision 1, is amended to read: 33.28

Subdivision 1. Generally. It shall be a misdemeanor for any person,

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34.1	(a) to sell, lease, or offer to sell or lease, any manufactured home manufactured after
34.2	June 14, 1976, which does not comply with the Manufactured Home Building Code or
34.3	which does not bear a seal or label as required by sections 327.31 to 327.34 326B.21 to
34.4	326B.24, unless the action is subject to the provisions of section 327.35 326B.25;
34.5	(b) to affix a seal or label, or cause a seal or label to be affixed, to any manufactured
34.6	home which does not comply with the Manufactured Home Building Code unless the action
34.7	is subject to the provisions of section 327.35 326B.25;
34.8	(c) to alter a manufactured home manufactured after June 14, 1976, in a manner prohibited
34.9	by sections 327.31 to 327.34 <u>326B.21 to 326B.24</u> ; or
34.10	(d) to fail to correct a Manufactured Home Building Code violation in a manufactured
34.11	home manufactured after June 14, 1976, which is owned, manufactured, or sold by that
34.12	person, within 40 days of being ordered to do so in writing by an authorized representative
34.13	of the commissioner, unless the correction is subject to the provisions of section 327.35
34.14	<u>326B.25</u> .
34.15	Sec. 41. Minnesota Statutes 2024, section 327.35, subdivision 1, is amended to read:
34.16	Subdivision 1. Monetary penalty. Notwithstanding the penalty amount of section
34.17	326B.082, subdivisions 7 and 12, any person who violates any provision of this section is
34.18	liable to the state of Minnesota for a monetary penalty of not to exceed \$1,000 under the
34.19	rules adopted by and pursuant to the federal Manufactured Home Construction and Safety
34.20	Standards Act of 1974, United States Code, title 42, section 5401, et seq., Code of Federal
34.21	Regulations, title 24, section 3282.10, as amended, for each violation. Each violation
34.22	involving a separate manufactured home or involving a separate failure or refusal to allow
34.23	or perform any act required by this section constitutes a separate violation, except that the
34.24	maximum monetary penalties for any related series of violations occurring within one year
34.25	from the date of the first violation may not exceed \$1,000,000.
34.26	Sec. 42. Minnesota Statutes 2024, section 327B.01, subdivision 1, is amended to read:
34.27	Subdivision 1. Terms. As used in sections 327B.01 to 327B.12 326B.601 to 326B.612
34.28	the terms defined in this section have the meanings given them.

site of occupancy.

Article 2 Sec. 48.

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Subd. 13c. Manufactured home installer. "Manufactured home installer" means a

person, firm, or corporation that installs or repairs a manufactured home for others at the

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36.1	Sec. 49. Minnesota Statutes 2024, section 327B.01, is amended by adding a subdivision
36.2	to read:

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- Subd. 17a. Purchaser. "Purchaser" means the first individual purchasing a manufactured home in good faith for purposes other than resale.
- Sec. 50. Minnesota Statutes 2024, section 327B.01, subdivision 19, is amended to read: 36.5
- Subd. 19. Salesperson. "Salesperson" means a person who acts on behalf of a dealer in 36.6 performing any act which that sections 327B.01 to 327B.12 326B.601 to 326B.612 authorize 36.7 or require to be performed by a dealer. 36.8
- Sec. 51. Minnesota Statutes 2024, section 327B.03, is amended to read: 36.9

327B.03 WARRANTIES; DURATION, HONORING.

- Subdivision 1. **Duration.** The warranties implied by section 327B.02 326B.602 shall run for a period of one year from the date of delivery of the manufactured home to the consumer customer.
- Subd. 2. Notice and cooperation by buyer. To invoke either a warranty implied by section 327B.02 326B.602 or an express warranty made by the manufacturer the buyer must notify the dealer and the manufacturer within a reasonable time after discovering the breach and not later than 90 days after the expiration of the warranty. To invoke an express warranty made by the dealer, the buyer must notify the dealer within a reasonable time after discovering the breach and not later than 90 days after the expiration of the warranty. After giving the notice the buyer must allow reasonable opportunity for the service or repair.
- Subd. 3. Responsibility to honor. The manufacturer and dealer, jointly and severally, shall service or repair a manufactured home at its site within a reasonable time after receiving written notice of breach of either a warranty implied by section 327B.02 326B.602 or an express warranty made by the manufacturer. The dealer shall service or repair a manufactured home at its site within a reasonable time after receiving written notice of breach of an express warranty made by the dealer.
- Sec. 52. Minnesota Statutes 2024, section 327B.04, subdivision 3, is amended to read: 36.27
- Subd. 3. License application; manufacturer and dealer. Application for a license to 36.28 act as a manufacturer or dealer and its renewal shall be made to the commissioner, shall be 36.29 in writing, and duly verified by oath. The applicant shall submit any information required 36.30 by the commissioner, upon forms provided by the commissioner for that purpose, including: 36.31

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(b) the name under which the applicant will be licensed and do business in this state;

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- 37.3 (c) the applicant's type and place of business;
 - (d) the name, home and business address of the applicant's directors, officers, limited and general partners, controlling shareholders and affiliates;
 - (e) whether the applicant, or any of its directors, officers, limited or general partners, controlling shareholders or affiliates, has been convicted of a crime within the previous ten years that either related directly to the business for which the license is sought or involved fraud, misrepresentation or misuse of funds, or has suffered a judgment in a civil action involving fraud, misrepresentation, or conversion within the previous five years or has had any government license or permit suspended or revoked as a result of an action brought by a federal or state governmental agency in this or any other state within the last five years; and
 - (f) the applicant's qualifications and business history, including whether the applicant, or any of its directors, officers, limited or general partners, controlling shareholders or affiliates has ever been adjudged bankrupt or insolvent, or has any unsatisfied court judgments outstanding against it or them.
- Sec. 53. Minnesota Statutes 2024, section 327B.04, is amended by adding a subdivision to read:
- Subd. 3a. License application salesperson. Application for a license to act as a

 salesperson and application for license renewal shall be made to the commissioner, in

 writing, and duly verified by oath. The applicant shall submit information required by the

 commissioner, upon forms provided by the commissioner for that purpose, including:
- 37.24 (1) the applicant's name;
- 37.25 (2) the name of the dealer for which the salesperson works;
- 37.26 (3) the dealer's license number and the dealer's place of business address;
- 37.27 (4) the applicant's home address and phone number;
- 37.28 (5) the applicant's first day of employment with the dealer;
- (6) whether the applicant has: (i) been convicted of a crime within the previous ten years
 that either related directly to the business for which the license is sought or involved fraud
 or misrepresentation or misuse of funds; (ii) suffered a judgment in a civil action involving

	fraud, misrepresentation, or conversion within the previous five years; or (iii) had any
	government license or permit suspended or revoked as a result of an action brought by a
	federal or state governmental agency in this or any other state within the last five years;
	(7) whether the applicant has ever been adjudged bankrupt or insolvent, or has any
1	unsatisfied court judgments outstanding against the applicant or business;
	(8) whether the applicant intends to sell new or used manufactured homes, or broker the
	sale of new or used manufactured homes; and
	(9) whether the applicant has completed seven hours of training provided by the
(commissioner in the sale of manufactured homes.
	Sec. 54. Minnesota Statutes 2024, section 327B.04, subdivision 4, is amended to read:
	Subd. 4. License prerequisites. No application shall be granted nor license issued to
:	act as a manufacturer or dealer until the applicant proves to the commissioner that:
	(a) the applicant has a permanent, established place of business at each licensed location.
ı	An "established place of business" means a permanent enclosed building other than a
	residence, or a commercial office space, either owned by the applicant or leased by the
;	applicant for a term of at least one year, located in an area where zoning regulations allow
(commercial activity, and where the books, records and files necessary to conduct the business
;	are kept and maintained. The owner of a licensed manufactured home park who resides in
	or adjacent to the park may use the residence as the established place of business required
	by this subdivision, unless prohibited by local zoning ordinance.
	If a license is granted, the licensee may use unimproved lots and premises for sale,
	storage, and display of manufactured homes, if the licensee first notifies the commissioner
	in writing;
	(b) if the applicant desires to sell, solicit or advertise the sale of new manufactured
	homes, it has a bona fide contract or franchise in effect with a manufacturer or distributor
	of the new manufactured home it proposes to deal in;
	(c) the applicant has secured: (1) a surety bond in the amount of \$20,000 for each agency
	and each subagency location that bears the applicant's name and the name under which the
	applicant will be licensed and do business in this state. Each bond is for the protection of
	consumer customers, and must be executed by the applicant as principal and issued by a
	surety company admitted to do business in this state. Each bond shall be exclusively for the
	purpose of reimbursing consumer customers and shall be conditioned upon the faithful
	compliance by the applicant with all of the laws and rules of this state pertaining to the

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39.1	applicant's business as a dealer or manufacturer, including sections 325D.44, 325F.67 and
39.2	325F.69, and upon the applicant's faithful performance of all its legal obligations to consumer
39.3	customers; and (2) a certificate of liability insurance in the amount of \$1,000,000 that
39.4	provides aggregate coverage for the agency and each subagency location. In the event of a
39.5	policy cancellation, the insurer shall send written notice to the commissioner at the same
39.6	time that a cancellation request is received from or a notice is sent to the insured;
39.7	(d) the applicant has established a trust account as required by section 327B.08 326B.608,
39.8	subdivision 3, unless the applicant states in writing its intention to limit its business to
39.9	selling, offering for sale, soliciting or advertising the sale of new manufactured homes; and
39.10	(e) the applicant has provided evidence of having had at least two years' prior experience
39.11	in the sale of manufactured homes, working for a licensed dealer. The applicant does not
39.12	have to satisfy the two-year prior experience requirement if:
39.13	(1) the applicant sells or brokers used manufactured homes as permitted under section
39.14	327B.01 326B.601, subdivision 7; or
39.15	(2) the applicant:
39.16	(i) has met all other licensing requirements;
39.17	(ii) is the owner of a manufactured home park; and
39.18	(iii) is selling new manufactured homes installed in the manufactured home park that
39.19	the applicant owns.
39.20	Sec. 55. Minnesota Statutes 2024, section 327B.04, subdivision 5, is amended to read:
39.21	Subd. 5. Exemption for real estate brokers and salespeople. Any person licensed as
39.22	a real estate broker or salesperson under chapter 82 who brokers the sale of used
39.23	manufactured homes is not required to obtain a license or a bond as required by this section,
39.24	but is subject to all other provisions of sections 327B.01 to 327B.12 326B.601 to 326B.612.
39.25	Any real estate broker or salesperson who violates a provision of sections 327B.06 to
39.26	327B.09 326B.606 to 326B.609 in selling or offering for sale a used manufactured home
39.27	shall be deemed to have violated a provision of chapter 82.
39.28	Sec. 56. Minnesota Statutes 2024, section 327B.04, subdivision 6, is amended to read:
39.29	Subd. 6. Certificate of license; manufacturer and dealer. For each license granted to
39.30	act as a manufacturer or dealer the commissioner shall issue a certificate which includes
39.31	the name of the licensee, the name of the surety company and the amount of the surety bond,

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and the insurance underwriter and policy number, the names and addresses of any related principal or subagencies, and a license number.

- Sec. 57. Minnesota Statutes 2024, section 327B.04, is amended by adding a subdivision to read:
- Subd. 6a. Certificate of license; salesperson. For each license granted to act as a
 salesperson, the commissioner shall issue a certificate that includes the name of the licensee,
 the licensee's license number, the dealer's doing business as name, the dealer's place of
 business address, and the dealer's license number.
- Sec. 58. Minnesota Statutes 2024, section 327B.04, subdivision 7, is amended to read:
 - Subd. 7. **Licenses; renewal.** In addition to the requirements of this section, each application for a license or license renewal must be accompanied by all applicable fees required by section 326B.092. The fees shall be set in an amount which over the fiscal biennium will produce revenues approximately equal to the expenses which the commissioner expects to incur during that fiscal biennium while administering and enforcing sections 327B.01 to 327B.12 326B.601 to 326B.612. If the license is granted, the commissioner shall license the applicant as a dealer or manufacturer for the remainder of the licensure period. Upon application by the licensee, the commissioner shall renew the license for a two-year period, if:
- 40.19 (1) the renewal application satisfies the requirements of subdivisions 3 and 4;
- 40.20 (2) the renewal applicant has made all listings, registrations, notices and reports required 40.21 by the commissioner during the preceding licensure period; and
- 40.22 (3) the renewal applicant has paid all fees owed pursuant to sections 327B.01 to 327B.12 40.23 326B.601 to 326B.612 and all taxes, arrearages, and penalties owed to the state.
- Sec. 59. Minnesota Statutes 2024, section 327B.04, subdivision 7a, is amended to read:
- Subd. 7a. **Fees.** (a) Fees for licenses issued pursuant to this section shall be calculated pursuant to section 326B.092. for two years and the following fees apply:
- 40.27 (1) manufacturer's license and dealer's license, \$180;
- 40.28 (2) dealer's subagency license, \$80;
- 40.29 (3) limited dealer's license, \$100; and
- 40.30 (4) salesperson's license, \$80.

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41.1	(b) All in	itial limited dealer lic	censes shall be e	effective for more that	n one calendar year
41.2	and shall exp	ire on December 31 o	of the year after	the year in which the	application is made.
41.3	(c) For the	e purposes of calculat	ing fees under so	ection 326B.092, any	license issued under
41.4	this section i	s a business license, c	except that a sub	pagency license is a r	naster license. The
41.5	commissione	e r shall in a manner de	etermined by the	e commissioner, with	out the need for any
41.6	rulemaking u	ınder chapter 14, phas	se in the renewa	l of limited dealer lic	enses from one year
41.7	to two years.	By June 30, 2011, all 1	renewed limited	dealer licenses shall l	se two-year licenses.
41.8	Sec. 60. M	innesota Statutes 202	4, section 327B	.041, is amended to r	read:
41.9	327B.041	MANUFACTURE	D HOME INST	ΓALLERS.	
41.10	(a) Manu	factured home install	ers are subject t	o all of the fees in se	ction 326B.092 and
41.11	the requirem	ents of sections 326B	3.802 to 326B.83	85, except for the following	lowing:
41.12	(1) manuf	factured home installed	rs are not subjec	t to the continuing edu	acation requirements
41.13	of sections 32	26B.0981, 326B.099,	and 326B.821, b	out are subject to the c	continuing education
41.14	requirements	established in rules a	adopted under s	ection <u>327B.10</u> <u>326B</u>	<u>3.610</u> ;
41.15	(2) the ex	amination requireme	nt of section 32	6B.83, subdivision 3	, for manufactured
41.16	home installe	ers shall be satisfied b	y successful co	mpletion of a written	examination
41.17	administered	and developed specifi	cally for the exa	mination of manufact	ured home installers.
41.18	The examina	tion must be adminis	tered and devel	oped by the commiss	ioner. The
41.19	commissione	er and the state building	ng official shall	seek advice on the g	rading, monitoring,
41.20	and updating	of examinations from	n the Minnesota	a Manufactured Hous	sing Association;
41.21	(3) a loca	l government unit ma	ay not place a su	archarge on a license	fee, and may not
41.22	charge a sepa	arate fee to installers;			
41.23	(4) a deal	er or distributor who	does not install	or repair manufactur	red homes is exempt
41.24	from licensu	re under sections 326	B.802 to 326B.	885;	

- (5) the exemption under section 326B.805, subdivision 6, clause (5), does not apply; 41.25 and 41.26
- (6) manufactured home installers are not subject to the contractor recovery fund in 41.27 section 326B.89. 41.28
 - (b) The commissioner may waive all or part of the requirements for licensure as a manufactured home installer for any individual who holds an unexpired license or certificate issued by any other state or other United States jurisdiction if the licensing requirements of

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that jurisdiction meet or exceed the corresponding licensing requirements of the department 42.1 and the individual complies with section 326B.092, subdivisions 1 and 3 to 7. 42.2

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- Sec. 61. Minnesota Statutes 2024, section 327B.042, subdivision 1, is amended to read: 42.3
- Subdivision 1. Notification. A person licensed as a dealer, limited dealer, salesperson, 42.4 or manufacturer shall notify the commissioner of the occurrence of any of the events in 42.5 subdivisions 2 to 5. 42.6
- Sec. 62. Minnesota Statutes 2024, section 327B.042, subdivision 2, is amended to read: 42.7
- Subd. 2. Change in application information. A licensee shall notify the commissioner 42.8 in writing within ten days of the change of any change in information contained in the most 42.9 recent license application on file with the commissioner, which shall include any change 42.10 in the information pertaining to the individual designated under section 327B.04 326B.604, 42.11 subdivision 8, clause (1), item (vi). 42.12
- Sec. 63. Minnesota Statutes 2024, section 327B.05, subdivision 1, is amended to read: 42.13
- Subdivision 1. Grounds. In addition to the grounds in section 326B.082, subdivision 42.14 11, the commissioner may by order deny, suspend, limit, place conditions on, or revoke the 42.15 application or license of any applicant or licensee or any of its directors, officers, limited 42.16 or general partners, controlling shareholders, or affiliates for any of the following grounds: 42.17
- (a) (1) has violated any of the provisions of sections 327B.01 to 327B.12 326B.601 to 42.18 326B.612 or any rule or order issued by the commissioner or any prior law providing for 42.19 the licensing of manufactured home dealers, salespersons, or manufacturers; 42.20
- (b) (2) has had a previous manufacturer, salesperson, or dealer license revoked in this 42.21 or any other state; 42.22
- (e) (3) has engaged in acts or omissions which have been adjudicated or amount to a 42.23 violation of any of the provisions of section 325D.44, 325F.67 or 325F.69; 42.24
- 42.25 (d) (4) has sold or brokered the sale of a home containing a material violation of sections 327.31 to 327.35 about which 326B.21 to 326B.25 that the dealer or salesperson knew of 42.26 or which should have been obvious to a reasonably prudent dealer could have known of 42.27 with the exercise of reasonable diligence; 42.28
- (e) (5) has failed to make or provide all listings, notices and reports required by the 42.29 commissioner; 42.30

43.1	(f) (6) has failed to pay a civil penalty assessed under subdivision 5 within ten days after
43.2	the assessment becomes final;
43.3	$\frac{g}{g}$ (7) has failed to pay to the commissioner or other responsible government agency
43.4	all taxes, fees and arrearages due;
43.5	(h) (8) has failed to duly apply for license renewal;
43.6	(i) (9) has violated any applicable manufactured home building or safety code;
43.7	(j) (10) has failed or refused to honor any express or implied warranty as provided in
43.8	section 327B.03 326B.603;
43.9	(k) (11) has failed to continuously occupy a permanent, established place of business
43.10	licensed under section 327B.04 326B.604;
43.11	(1) (12) has, without first notifying the commissioner, sold a new and unused
43.12	manufactured home other than the make of manufactured home described in a franchise or
43.13	contract filed with the application for license or license renewal;
43.14	(m) (13) has wrongfully failed to deliver a certificate of title to a person entitled to it;
43.15	(n) (14) is insolvent or bankrupt;
43.16	(o) (15) holds an impaired or canceled bond;
43.17	$\frac{(p)}{(16)}$ has failed to notify the commissioner of bankruptcy proceedings within ten days
43.18	after a petition in bankruptcy has been filed by or against the dealer, salesperson, or
43.19	manufacturer;
43.20	$\frac{(q)}{(17)}$ has, within the previous ten years, been convicted of a crime that either related
43.21	directly to the business of the dealer, salesperson, or manufacturer or involved fraud,
43.22	misrepresentation or misuse of funds;
43.23	$\frac{(r)}{(18)}$ has suffered a judgment within the previous five years in a civil action involving
43.24	fraud, misrepresentation or misuse of funds; or
43.25	(s) (19) has failed to reasonably supervise any employee or agent of the dealer or
43.26	manufacturer, resulting in injury or harm to the public.
43.27	The commissioner may establish rules pursuant to section 327B.10 326B.610 further
43.28	specifying, defining or establishing standards of conduct for manufactured home dealers,
43.29	salespersons, and manufacturers.

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Sec. 64. Minnesota Statutes 2024, section 327B.06, subdivision 2, is amended to read:

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Subd. 2. Examination of records. The commissioner may make examinations within or without this state of each dealer's records at such reasonable time and in such scope as is necessary to enforce the provisions of sections 327B.01 to 327B.12 326B.601 to 326B.612.

Sec. 65. Minnesota Statutes 2024, section 327B.08, subdivision 1, is amended to read:

Subdivision 1. Disclosure required. Prior to the consummation of the sale of any manufactured home where a dealer or salesperson acts as a broker, the dealer or salesperson shall disclose in writing to all parties to the transaction all charges, payments, commissions and other fees paid or payable in connection with the transaction. Any commission charged by the dealer or salesperson shall be expressed both as a dollar amount and as a percentage of the sales price. If the home being sold is located in a manufactured home park, prior to the buyer's signing of the purchase agreement the dealer or salesperson shall disclose in writing to the buyer the state law concerning the in park sale of manufactured homes. This subdivision does not require any dealer or salesperson to disclose any consideration received (1) for having acted as an insurance agent, as defined in section 60A.02, subdivision 7, in connection with the transaction, or (2) in return for the dealer or salesperson having agreed to any contingent liability in connection with the financing of the sale. The commissioner may prescribe a form to be used to comply with this subdivision and may require all dealers and salespersons to use that form.

Sec. 66. Minnesota Statutes 2024, section 327B.09, subdivision 1, is amended to read:

Subdivision 1. License required. No person shall engage in the business, either exclusively or in addition to any other occupation of manufacturing, selling, offering to sell, soliciting or advertising the sale of manufactured homes, or act as a broker without being licensed as a manufacturer, salesperson, or a dealer as provided in section 327B.04 326B.604. Any person who manufactures, sells, offers to sell, solicits or advertises the sale of manufactured homes, or acts as a broker in violation of this subdivision shall nevertheless be subject to the duties, prohibitions and penalties imposed by sections 327B.01 to 327B.12 326B.601 to 326B.612. This chapter does not prohibit either an individual from reselling, without a license, a manufactured home which is or has been the individual's residence or any bank, savings bank, savings association, or credit union, chartered by either this state or the federal government, from reselling, without a license, a repossessed manufactured home.

Sec. 67. Minnesota Statutes 2024, section 327B.09, subdivision 2, is amended to read: 45.1 Subd. 2. Advertising. No person shall advertise as a manufactured home dealer, 45.2 salesperson, or as a lister, broker or agent for the sale of manufactured homes, without being 45.3 licensed as a dealer or salesperson as provided in section 327B.04 326B.604. 45.4 Sec. 68. Minnesota Statutes 2024, section 327B.09, subdivision 3, is amended to read: 45.5 Subd. 3. **Display of license.** No person shall act as a dealer, salesperson, or manufacturer 45.6 unless the certificate authorizing that activity is prominently displayed on the business 45.7 premises covered by the license. Before moving to a new location from the established place 45.8 of business occupied when the license is granted, the licensee must first secure the 45.9 commissioner's written permission. To obtain that permission, the licensee must prove that 45.10 the proposed new premises conform to the requirements of section 327B.04 326B.604, 45.11 subdivision 4. 45.12 Sec. 69. Minnesota Statutes 2024, section 327B.09, subdivision 4, is amended to read: 45.13 Subd. 4. Net listing prohibited. No dealer or salesperson shall use or offer to use a net 45.14 listing agreement. 45.15 Sec. 70. Minnesota Statutes 2024, section 327B.10, is amended to read: 45.16 327B.10 RULEMAKING AUTHORITY. 45.17 The commissioner may promulgate rules and issue orders reasonably necessary to 45.18 implement and administer the provisions of sections 327B.01 to 327B.12 326B.601 to 45.19 326B.612. The commissioner shall adopt rules establishing and approving education programs 45.20 for manufactured home installers. Each manufactured home installer must satisfactorily 45.21 complete the continuing education requirements established by the commissioner in rule. 45.22 Sec. 71. Minnesota Statutes 2024, section 327B.11, subdivision 1, is amended to read: 45.23 Subdivision 1. Consumer claimants. Any consumer customer sustaining injuries within 45.24 the terms of a surety bond issued pursuant to section 327B.04 326B.604 may proceed against 45.25 45.26 the principal and surety without making the state a party to the proceedings. Provided, however, that the aggregate liability of the surety to all persons for all losses or damages 45.27

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shall in no event exceed the amount of the bond.

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Sec. 72. Minnesota Statutes 2024, section 327B.12, is amended to read: 46.1

327B.12 ADDITIONAL REMEDIES AND ENFORCEMENT.

- Subdivision 1. **Private remedies.** (a) Any person injured or threatened with injury by a dealer or manufacturer's violation of sections 327B.01 to 327B.12 326B.601 to 326B.612 may bring a private action in any court of competent jurisdiction.
- (b) A borrower injured by a violation of the standards, duties, prohibitions, or 46.6 requirements of sections 327B.08 326B.608, subdivision 6; 327B.09 326B.609, subdivision 46.7 6; or 327B.095 326B.6095, shall have a private right of action and the court shall award 46.8 actual, incidental, and consequential damages. 46.9
- Subd. 2. Fraud remedies. In addition to the remedies provided in sections 327B.01 to 46.10 327B.12 326B.601 to 326B.612, any violation of section 327B.08 or 327B.09 326B.608 or 46.11 326B.609 is a violation of section 325F.69, subdivision 1 and the provisions of section 8.31 46.12 shall apply. A private right of action by the borrower under this chapter is in the public 46.13 interest. 46.14

Sec. 73. REVISOR INSTRUCTION.

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(a) The revisor of statutes shall renumber each section of Minnesota Statutes listed in 46.16 column A with the number in column B. 46.17

46.18	Column A	Column B
46.19	327.31	326B.21
46.20	327.32	326B.22
46.21	327.33	326B.23
46.22	327.335	326B.235
46.23	327.34	326B.24
46.24	<u>327.35</u> , subdivision <u>1</u>	326B.25
46.25	<u>327B.01</u>	326B.601
46.26	<u>327B.02</u>	326B.602
46.27	<u>327B.03</u>	326B.603
46.28	<u>327B.04</u>	326B.604
46.29	327B.041	326B.6041
46.30	327B.042	326B.6042
46.31	327B.05	326B.605
46.32	327B.06	326B.606
46.33	<u>327B.07</u>	326B.607
46.34	<u>327B.08</u>	326B.608

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47.1		327B.09		326B.609	
47.1		327B.095		326B.6095	
47.3		327B.10		326B.610	
47.4		327B.11		326B.611	
47.5		327B.12		326B.612	
47.6	(b) The rev	visor of statutes shall	make any ne	cessary grammatical o	r technical changes
47.7				eserve the meaning of t	<u>-</u>
47.8		ng in paragraph (a).			
47.9			ARTICL		
47.10			BREAK L	AWS	
47.11	Section 1. M	Iinnesota Statutes 202	24, section 17	77.253, subdivision 1,	is amended to read:
47.12	Subdivisio	on 1. Rest breaks. An	n employer m	ust allow each employ	ee adequate time at
47.13	least 15 minut	<u>es away</u> from work w	vithin each fo	ur consecutive hours o	f work to utilize the
47.14	nearest conver	nient restroom or to o	otherwise be 1	relieved from work dut	<u>ies</u> .
47.15		nesota Statutes 2024,	section 177.2	53, is amended by add	ing a subdivision to
47.16	read:				
47.17	<u>Subd. 3.</u> <u>R</u>	temedies. (a) If an em	nployer does	not provide rest breaks	to an employee as
47.18	required by th	is section and related	rules, the em	ployer is liable to the e	mployee for the rest
47.19	break time that	it should have been p	rovided at the	e employee's regular ra	te of pay, plus an
47.20	additional equ	al amount as liquidat	ted damages.		
47.21	(b) In addi	tion to the remedies i	n paragraph (a), the commissioner r	nay assess a penalty
47.22	of up to \$1,00	0 per employee per da	ay during whi	ch rest breaks are not p	provided as required
47.23	by this section	<u>1.</u>			
47.24	Sec. 3. Minr	nesota Statutes 2024,	section 177.2	254, subdivision 1, is a	mended to read:
47.25	Subdivisio	on 1. Meal break. An	employer m	ust permit each employ	yee who is working
47.26	for eight six o	r more consecutive h	ours sufficier	nt time at least 30 minu	ites to eat a meal.
47.27	Sec 4 Mins	nesota Statutas 2024	section 177	254, subdivision 2, is a	mandad to rood:
47.27					
47.28				abdivision 4, nothing in	this section requires
47.29	the employer	to pay the employee	during the me	eal break.	

Sec. 5. Minnesota Statutes 2024, section 177.254, is amended by adding a subdivision to read:

- Subd. 4. Remedies. (a) If an employer does not provide meal breaks to an employee as required by this section and related rules, the employer is liable to the employee for the meal break time that should have been provided at the employee's regular rate of pay, plus an additional equal amount as liquidated damages.
- (b) In addition to the remedies in paragraph (a), the commissioner may assess a penalty
 of up to \$1,000 per employee per day during which meal breaks are not provided as required
 by this section.

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APPENDIX Article locations for S2373-1

ARTICLE 1	APPROPRIATIONS	Page.Ln 1.19
ARTICLE 2	DEPARTMENT OF LABOR AND INDUSTRY POLICY	Page.Ln 7.15
ARTICLE 3	BREAK LAWS	Page Ln 47 9