

1.1 **Senator Rest from the Committee on Taxes, to which was re-referred**

1.2 **S.F. No. 2669:** A bill for an act relating to state government; establishing budget  
 1.3 provisions for the Departments of Human Services, Health, and Children, Youth, and  
 1.4 Families; modifying provisions relating to health, health licensing boards, health and  
 1.5 education facilities, pharmacy benefits, health care finance, behavioral health, children's  
 1.6 mental health terminology, assertive community treatment and intensive residential treatment  
 1.7 services, background studies, Department of Human Services program integrity, human  
 1.8 services licensing, economic supports, child protection and welfare, early care and learning,  
 1.9 and children and families licensing; making conforming changes for the statutory  
 1.10 establishment of the Department of Children, Youth, and Families; making forecast  
 1.11 adjustments; requiring reports; establishing criminal penalties; appropriating money;  
 1.12 amending Minnesota Statutes 2024, sections 3.732, subdivision 1; 3.922, subdivision 1;  
 1.13 10A.01, subdivision 35; 13.41, subdivision 1; 13.46, subdivisions 3, 4, 9, 10; 13.598,  
 1.14 subdivision 10; 14.03, subdivision 3; 62A.673, subdivision 2; 62D.21; 62D.211; 62E.23,  
 1.15 subdivision 1; 62J.461, subdivisions 3, 4, 5; 62J.51, subdivision 19a; 62J.581; 62J.84,  
 1.16 subdivisions 2, 3, 6, 10, 11, 12, 13, 14, 15; 62K.10, subdivisions 2, 5, 6; 62M.17, subdivision  
 1.17 2; 62Q.522, subdivision 1; 62Q.527, subdivisions 1, 2, 3; 103I.005, subdivision 17b;  
 1.18 103I.101, subdivisions 2, 5, 6, by adding a subdivision; 103I.208, subdivisions 1, 1a, 2;  
 1.19 103I.235, subdivision 1; 103I.525, subdivisions 2, 6, 8; 103I.531, subdivisions 2, 6, 8;  
 1.20 103I.535, subdivisions 2, 6, 8; 103I.541, subdivisions 2b, 2c, 4; 103I.545, subdivisions 1,  
 1.21 2; 103I.601, subdivisions 2, 4; 116L.881; 121A.61, subdivision 3; 125A.15; 125A.744,  
 1.22 subdivision 2; 127A.11; 127A.70, subdivision 2; 128C.02, subdivision 5; 136A.25; 136A.26;  
 1.23 136A.27; 136A.28; 136A.29, subdivisions 1, 3, 6, 9, 10, 14, 19, 20, 21, 22, by adding a  
 1.24 subdivision; 136A.32, subdivisions 1, 4, by adding a subdivision; 136A.33; 136A.34,  
 1.25 subdivisions 3, 4; 136A.36; 136A.38; 136A.41; 136A.42; 136F.67, subdivision 1; 138.912,  
 1.26 subdivisions 1, 2, 3, 4, 6; 142A.03, subdivision 2, by adding a subdivision; 142A.607,  
 1.27 subdivision 14; 142A.609, subdivision 21; 142A.76, subdivisions 2, 3; 142B.01, subdivision  
 1.28 15; 142B.05, subdivision 3; 142B.10, subdivision 14; 142B.16, subdivision 2; 142B.171,  
 1.29 subdivision 2; 142B.30, subdivision 1; 142B.41, subdivision 9, by adding a subdivision;  
 1.30 142B.47; 142B.51, subdivision 2; 142B.65, subdivisions 8, 9; 142B.66, subdivision 3;  
 1.31 142B.70, subdivisions 7, 8; 142B.80; 142C.06, by adding a subdivision; 142C.11, subdivision  
 1.32 8; 142C.12, subdivisions 1, 6; 142D.31, subdivision 2; 142E.03, subdivision 3; 142E.11,  
 1.33 subdivisions 1, 2; 142E.13, subdivision 2; 142E.15, subdivision 1; 142E.16, subdivisions  
 1.34 3, 7; 142E.51, subdivisions 5, 6; 142G.02, subdivision 56; 142G.27, subdivision 4; 142G.42,  
 1.35 subdivision 3; 144.061; 144.0758, subdivision 3; 144.1205, subdivisions 2, 4, 8, 9, 10;  
 1.36 144.121, subdivisions 1a, 2, 5, by adding subdivisions; 144.1215, by adding a subdivision;  
 1.37 144.1222, subdivision 1a; 144.125, subdivision 2; 144.225, subdivision 2a; 144.3831,  
 1.38 subdivision 1; 144.50, by adding a subdivision; 144.55, subdivision 1a; 144.554; 144.555,  
 1.39 subdivisions 1a, 1b; 144.562, subdivisions 2, 3; 144.563; 144.608, subdivision 2; 144.651,  
 1.40 subdivision 2; 144.966, subdivision 2; 144.99, subdivision 1; 144A.43, subdivision 15;  
 1.41 144E.123, subdivision 3; 144E.35; 144G.08, subdivision 45; 144G.45, subdivision 6;  
 1.42 145.8811; 145.895; 145.901, subdivisions 1, 2, 4; 145.9255, subdivision 1; 145.9265;  
 1.43 145.987, subdivisions 1, 2; 147.01, subdivision 7; 147.037, by adding a subdivision; 147A.02;  
 1.44 147D.03, subdivision 1; 148.108, subdivision 1, by adding subdivisions; 148.191, subdivision  
 1.45 2; 148.241; 148.512, subdivision 17a; 148.5192, subdivision 3; 148.5194, subdivision 3b;  
 1.46 148.56, subdivision 1; 148.6401; 148.6402, subdivisions 1, 7, 8, 13, 14, 16, 16a, 19, 20, 23,  
 1.47 25, by adding subdivisions; 148.6403; 148.6404; 148.6405; 148.6408, subdivision 2, by  
 1.48 adding a subdivision; 148.6410, subdivision 2, by adding a subdivision; 148.6412,  
 1.49 subdivisions 2, 3; 148.6415; 148.6418; 148.6420, subdivision 1; 148.6423, subdivisions 1,  
 1.50 2, by adding a subdivision; 148.6425, subdivision 2, by adding subdivisions; 148.6428;  
 1.51 148.6432, subdivisions 1, 2, 3, 4, by adding a subdivision; 148.6435; 148.6438; 148.6443,  
 1.52 subdivisions 3, 4, 5, 6, 7, 8; 148.6445, by adding subdivisions; 148.6448, subdivisions 1,  
 1.53 2, 4, 6; 148.6449, subdivisions 1, 2, 7; 148B.53, subdivision 3; 148E.180, subdivisions 1,  
 1.54 5, 7, by adding subdivisions; 148F.11, subdivision 1; 149A.02, by adding a subdivision;  
 1.55 150A.105, by adding a subdivision; 151.01, subdivisions 15, 23; 151.065, subdivisions 1,  
 1.56 3, 6; 151.101; 151.741, subdivision 5; 152.12, subdivision 1; 153B.85, subdivisions 1, 3;  
 1.57 156.015, by adding subdivisions; 157.16, subdivisions 2, 2a, 3, 3a, by adding a subdivision;

2.1 174.285, subdivision 4; 214.104; 216C.266, subdivisions 2, 3; 241.021, subdivision 2;  
 2.2 242.09; 242.21; 242.32, subdivision 1; 245.095, subdivision 5, by adding a subdivision;  
 2.3 245.462, subdivisions 4, 20; 245.4661, subdivisions 2, 6, 7, 9; 245.4662, subdivision 1;  
 2.4 245.467, subdivision 4; 245.4682, subdivision 3; 245.469; 245.4711, subdivisions 1, 4;  
 2.5 245.4712, subdivisions 1, 3; 245.4835, subdivision 2; 245.4863; 245.487, subdivision 2;  
 2.6 245.4871, subdivisions 3, 4, 5, 6, 13, 15, 17, 19, 21, 22, 28, 29, 31, 32, 34, by adding a  
 2.7 subdivision; 245.4873, subdivision 2; 245.4874, subdivision 1; 245.4875, subdivision 5;  
 2.8 245.4876, subdivisions 4, 5; 245.4877; 245.488, subdivisions 1, 3; 245.4881, subdivisions  
 2.9 1, 3, 4; 245.4882, subdivisions 1, 5; 245.4884; 245.4885, subdivision 1; 245.4889,  
 2.10 subdivision 1; 245.4901, subdivision 3; 245.4905; 245.4906, subdivision 2; 245.4907,  
 2.11 subdivisions 2, 3; 245.491, subdivision 2; 245.492, subdivision 3; 245.50, subdivision 3,  
 2.12 by adding a subdivision; 245.697, subdivisions 1, 2a; 245.814, subdivisions 1, 2, 3, 4;  
 2.13 245.826; 245.91, subdivisions 2, 4; 245.92; 245.94, subdivision 1; 245.975, subdivision 1;  
 2.14 245A.03, subdivision 2; 245A.04, subdivisions 1, 7; 245A.05; 245A.07, subdivision 2;  
 2.15 245A.16, subdivision 1; 245A.18, subdivision 1; 245A.242, subdivision 2; 245A.26,  
 2.16 subdivisions 1, 2; 245C.02, subdivisions 7, 12, 13, by adding a subdivision; 245C.031,  
 2.17 subdivision 9; 245C.033, subdivision 2; 245C.05, subdivision 7, by adding a subdivision;  
 2.18 245C.07; 245C.08, subdivision 3; 245C.13, subdivision 2; 245C.14, by adding subdivisions;  
 2.19 245C.15, subdivision 4a; 245C.22, subdivision 5; 245D.02, subdivision 4a; 245I.05,  
 2.20 subdivisions 3, 5; 245I.06, subdivision 3; 245I.11, subdivision 5; 245I.12, subdivision 5;  
 2.21 245I.23, subdivision 7; 246C.12, subdivision 4; 252.27, subdivision 1; 254B.04, subdivision  
 2.22 1a; 254B.05, subdivision 1a; 254B.06, by adding a subdivision; 256.01, by adding a  
 2.23 subdivision; 256.478, subdivision 2; 256.88; 256.89; 256.90; 256.91; 256.92; 256.9657, by  
 2.24 adding a subdivision; 256.969, subdivision 2b; 256.98, subdivision 1; 256.983, subdivision  
 2.25 4; 256B.02, subdivision 11; 256B.0371, subdivision 3; 256B.04, subdivision 21; 256B.051,  
 2.26 subdivision 3; 256B.055, subdivision 12; 256B.0615, subdivisions 1, 3; 256B.0616,  
 2.27 subdivisions 1, 4, 5; 256B.0622, subdivisions 1, 3a, 7a, 8, 11, 12; 256B.0625, subdivisions  
 2.28 2, 3b, 13, 13c, 13d, 13e, 17a, 20, 25c, 30, 54, by adding subdivisions; 256B.064, subdivision  
 2.29 1a; 256B.0659, subdivision 21; 256B.0757, subdivisions 2, 5, by adding a subdivision;  
 2.30 256B.0943, subdivisions 1, 3, 9, 12, 13; 256B.0945, subdivision 1; 256B.0946, subdivision  
 2.31 6; 256B.0947, subdivision 3a; 256B.12; 256B.1973, by adding a subdivision; 256B.69,  
 2.32 subdivisions 6d, 23, by adding a subdivision; 256B.76, subdivisions 1, 6, by adding a  
 2.33 subdivision; 256B.761; 256B.766; 256B.77, subdivision 7a; 256B.82; 256B.85, subdivision  
 2.34 12; 256D.44, subdivision 5; 256G.01, subdivisions 1, 3; 256G.03, subdivision 2; 256G.04,  
 2.35 subdivision 2; 256G.09, subdivisions 2, 3, 4, 5; 256G.10; 256G.11; 256G.12, subdivision  
 2.36 1; 256L.03, subdivision 5; 256R.01, by adding a subdivision; 260.65; 260.66, subdivision  
 2.37 1; 260.691, subdivision 1; 260.692; 260.762, subdivision 2a; 260.810, subdivisions 1, 2;  
 2.38 260.821, subdivision 2; 260B.157, subdivision 3; 260B.171, subdivision 4; 260C.001,  
 2.39 subdivision 2; 260C.007, subdivisions 16, 19, 26d, 27b; 260C.150, subdivision 3; 260C.157,  
 2.40 subdivision 3; 260C.201, subdivisions 1, 2; 260C.202, subdivision 2; 260C.204; 260C.212,  
 2.41 subdivisions 1, 1a; 260C.221, subdivision 2; 260C.223, subdivisions 1, 2; 260C.301,  
 2.42 subdivision 4; 260C.329, subdivision 8; 260C.452, subdivision 4; 260D.01; 260D.02,  
 2.43 subdivisions 5, 9; 260D.03, subdivision 1; 260D.04; 260D.06, subdivision 2; 260D.07;  
 2.44 260E.03, subdivisions 6, 15; 260E.09; 260E.11, subdivisions 1, 3; 260E.20, subdivision 1;  
 2.45 260E.24, subdivisions 1, 2; 260E.30, subdivision 4; 260E.33, subdivision 6; 261.232;  
 2.46 270B.14, subdivision 1, by adding a subdivision; 295.50, subdivision 9b; 295.52, subdivisions  
 2.47 1, 1a, 2, 3, 4; 299C.76, subdivision 1; 299F.011, subdivision 4a; 326.72, subdivision 1;  
 2.48 326.75, subdivisions 3, 3a; 327.15, subdivisions 3, 4, by adding a subdivision; 354B.20,  
 2.49 subdivision 7; 402A.10, subdivisions 1a, 2, 4c; 402A.12; 402A.16, subdivisions 1, 2, 3, 4;  
 2.50 402A.18, subdivisions 2, 3, by adding a subdivision; 402A.35, subdivisions 1, 4, 5;  
 2.51 462A.2095, subdivision 6; 466.131; 518.165, subdivision 5; 524.5-106; 524.5-118,  
 2.52 subdivision 2; 595.02, subdivision 2; 626.5533; Laws 2021, First Special Session chapter  
 2.53 7, article 2, section 81; Laws 2023, chapter 70, article 7, section 34; article 20, section 2,  
 2.54 subdivisions 7, 30; Laws 2024, chapter 127, article 67, sections 4; 6; proposing coding for  
 2.55 new law in Minnesota Statutes, chapters 62J; 62Q; 62V; 142B; 142F; 144; 144E; 145; 148;  
 2.56 153; 245; 256B; 260E; 295; 306; 307; 609; proposing coding for new law as Minnesota  
 2.57 Statutes, chapter 148G; repealing Minnesota Statutes 2024, sections 62E.21; 62E.22; 62E.23;  
 2.58 62E.24; 62E.25; 62J.824; 62K.10, subdivision 3; 103I.550; 136A.29, subdivision 4; 138.912,

subdivision 7; 142A.15; 142E.50, subdivisions 2, 12; 148.108, subdivisions 2, 3, 4; 148.6402, subdivision 22a; 148.6420, subdivisions 2, 3, 4; 148.6423, subdivisions 4, 5, 7, 8, 9; 148.6425, subdivision 3; 148.6430; 148.6445, subdivisions 5, 6, 8; 156.015, subdivision 1; 245A.02, subdivision 6d; 245A.11, subdivision 8; 256B.0622, subdivision 4; 256B.0625, subdivision 38; 256G.02, subdivisions 3, 5; 261.003; Minnesota Rules, parts 2500.1150; 2500.2030; 4695.2900; 6800.5100, subpart 5; 6800.5400, subparts 5, 6; 6900.0250, subparts 1, 2; 9100.0400, subparts 1, 3; 9100.0500; 9100.0600.

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

Page 238, after line 12, insert:

"Sec. 21. Minnesota Statutes 2024, section 295.50, subdivision 3, is amended to read:

Subd. 3. **Gross revenues.** (a) "Gross revenues" are total amounts received in money or otherwise by:

(1) a hospital for patient services;

(2) a surgical center for patient services;

(3) a health care provider, other than a staff model health plan company, for patient services;

(4) a wholesale drug distributor for sale or distribution of legend drugs that are delivered in Minnesota by the wholesale drug distributor, by common carrier, or by mail, unless the legend drugs are delivered to another wholesale drug distributor who sells legend drugs exclusively at wholesale; and

(5) a staff model health plan company as gross premiums for enrollees, co-payments, deductibles, coinsurance, and fees for patient services.

(b) For purposes of paragraph (a), clause (4), "gross revenues" includes the amount of any rebate provided by the wholesale drug distributor to a customer, however provided, including a rebate provided under a contractual obligation. "Rebate" means any price concession provided by a wholesale drug distributor, including any discount or other price concession based on the actual or estimated utilization, sale volume, or effectiveness of a legend drug.

**EFFECTIVE DATE.** This section is effective for gross revenues received after June 30, 2025."

Page 238, after line 15, insert:

**"EFFECTIVE DATE.** This section is effective for gross revenues received after June 30, 2025."

Page 238, after line 18, insert:

4.1

"**EFFECTIVE DATE.** This section is effective for gross revenues received after June

4.2

30, 2025."

4.3

Page 238, after line 21, insert:

4.4

"**EFFECTIVE DATE.** This section is effective for gross revenues received after June

4.5

30, 2025."

4.6

Page 238, after line 24, insert:

4.7

"**EFFECTIVE DATE.** This section is effective for gross revenues received after June

4.8

30, 2025."

4.9

Page 239, after line 4, insert:

4.10

"**EFFECTIVE DATE.** This section is effective for gross revenues received after June

4.11

30, 2025."

4.12

Renumber the sections in sequence

4.13

Amend the title numbers accordingly

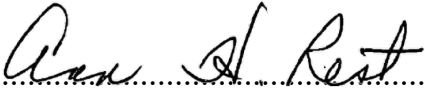
4.14

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

4.15

Amendments adopted. Report adopted.

4.16



4.17

(Committee Chair)

4.18

April 23, 2025.....

4.19

(Date of Committee recommendation)