COMMERCE DEPARTMENT

October 10, 2024

Senator Matt Klein, Chair Commerce and Consumer Protection Committee 95 University Avenue W. Minnesota Senate Bldg., Room 2105 St. Paul, MN 55155

Senator Gary Dahms, Ranking Minority Member Commerce and Consumer Protection Committee 95 University Avenue W. Minnesota Senate Bldg., Room 2219 St. Paul, MN 55155

Representative Zack Stephenson, Chair Commerce Finance and Policy Committee 449 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155

Representative Tim O'Driscoll, Ranking Minority Member Commerce Finance and Policy Committee 237 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155 Senator Nick Frentz, Chair Energy, Utilities, Environment and Climate Committee 95 University Avenue W. Minnesota Senate Bldg., Room 3109 St. Paul, MN 55155

Senator Andrew Mathews, Ranking Minority Member Energy, Utilities, Environment and Climate Committee 95 University Avenue W. Minnesota Senate Bldg., Room 2233 St. Paul, MN 55155

Representative Patty Acomb, Chair Climate and Energy Finance and Policy Committee 593 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155

Representative Chris Swedzinski, Ranking Minority Member Climate and Energy Finance and Policy Committee 245 State Office Building 100 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155 October 10, 2024 Page Two

RE: Interagency Agreement and Transfer Report

Dear Legislators:

This letter addresses the reporting requirement set forth by the Legislature in Minn. Stat. § 15.0395 as outlined in the language below:

[15.0395] INTERAGENCY AGREEMENTS AND INTRA-AGENCY TRANSFERS.

(a) By October 15, 2018, and annually thereafter, the head of each agency must provide reports to the chairs and ranking minority members of the legislative committees with jurisdiction over the department or agency's budget on:

(1) each interagency agreement or service-level agreement, including any renewal or extension of an existing interagency or service-level agreement with another agency if the cumulative value of those agreements between two agencies is more than \$100,000 in the previous fiscal year; and

(2) transfers of appropriations between accounts within or between agencies, if the cumulative value of the transfers is more than \$100,000 in the previous fiscal year.

The report must include the statutory citation authorizing the agreement, transfer or dollar amount, purpose, the effective date of the agreement, and the duration of the agreement. Interagency agreements and service-level agreements that authorize enterprise central services and transfers specifically required by statute or session law are not required to be reported under this section.

(b) As used in this section, "agency" includes the departments of the state listed in section 15.01, a multimember state agency in the executive branch described in section 15.012, paragraph (a), the Department of Information Technology Services, and the Office of Higher Education.

Attached please find the report that provide the required interagency agreement and transfer information for the Commerce Department for Fiscal Year 2024.

As stated by Minnesota Statute 3.197: This report cost approximately \$2,082 to prepare, including staff time.

If you have any questions, please do not hesitate to contact me or Tim Jahnke, Chief Operating Officer at (651) 539-1501 or <u>Tim.Jahnke@state.mn.us</u>.

Sincerely,

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Grace Arnold Commissioner

Department of Commerce

Fiscal Year 2024 Interagency Agreements and Service-Level Agreements October 15, 2024

Agency Amount Legal Authority			Purpose	Effective Date	Duration
Administration	\$500,000.00	M.S. 216B.241	The Department of Administration Real Estate and Construction Services Division contracts for the	7/1/2023	FY 2024
			implementation, maintenance and updates of sustainable building guidelines for new construction or major		
			renovation of buildings that use state funds or state bond funding.		
DEED	\$100,000.00	M.S. 248.062	The Department of Employment and Economic Development Accessible News for the Blind program provides	7/1/2023	FY 2024
			accessible news services for the Commerce Telecommunications Access Minnesota (TAM) program.		
	\$1,116,771.43	M.S. 237.5-237.56	The Department of Human Services Telephone Equipment Distribution Program administers the distribution of	7/1/2023	FY 2024
DHS			telecommunications devices on behalf of the Commerce Telecommunications Access Minnesota (TAM) program.		
DHS	\$162,839.00	M.S. 256C.30	The Department of Human Services Rural-Real-Time Caption program provides captioning services for the	7/1/2023	FY 2024
			Commerce Telecommunications Access Minnesota (TAM) program.		
DHS	\$223,720.00	M.S. 471.59	The Department of Human Services coordinates the FileNet environment for a number of state agencies including	7/1/2023	FY 2024
			Commerce.		
Health	\$350,000.00	M.S. 471.59	The Minnesota Department of Health contracts with Commerce to perform financial solvency reviews of Health	7/1/2023	FY 2024
			Maintenance Organizations (HMOs).		
Total	\$2,453,330.43				

Department of Commerce

Fiscal Year 2024 Transfers

October 15, 2024

TRANSFER FROM					TRANSFER TO						
Transfer Out Agency	Transfer Out Fund Name	Transfer Out AppropID	Transfer Out AppropID Name	Transfer Out Amt	Transfer In Agency	Transfer In Fund Name	Transfer In AppropID	Transfer In AppropID Name	Transfer In Amount	Purpose of Transfer	Legal Authority for Transfer
Revenue	Misc Special Revenue	G906002	Liquefied Petro Gas Fee	\$395,296.01	Commerce	Misc Special Revenue	B132501	Residential Propane	\$395,296.01	The Department of Revenue collects the liquefied petroleum gas fee from terminal operators located in Minnesota from which liquefied petroleum gas is dispensed and from any person in Minnesota receiving liquefied petroleum gas from a source outside of Minnesota. The funds are then transferred to Commerce.	MS 239.785, subd 6
Revenue	Misc Special Revenue	G906003	Petroleum Inspection Fees	\$3,488,351.81	Commerce	Misc Special Revenue	B135100	Petroleum Inspection	\$3,488,351.81	The Department of Revenue collects the Petroleum Inspection Fee on petroleum products when received from the first licensed distributor and on petroleum products not received from a licensed distributor. The fee is \$1 for every 1,000 gallons received. Revenue collects the fee and transfers the proceeds to Commerce.	MS 239.101, subd 3
Commerce	Petrofund	B135202	Petro Transfer to PCA	\$7,251,321.00	PCA	Remediation Fund	R32G108	Petroleum Remediation Cleanup	\$7,251,321.00	The Petrofund board has the ability to pay the MPCA to investigate and clean up contamination from leaking petroleum storage tanks when a responsible person cannot be identified or the responsible person is unwilling or unable to do the work. Minn. Stat. §115C.08, subd. 4 allows the MPCA to use Petrofund dollars to pay for these 'fund-financed' projects. The Petrofund Board approves the use of funds at the beginning of each fiscal year.	MS 115C.10, subd 1
Commerce	Misc Special Revenue	B132200	Energy Planning and Systems	\$20,000.00	ММВ	General Fund	G9R0017	Misc Revenue from Other Funds	\$20,000.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Petrofund	B135200	Petro Fund Operations	\$5,000.00	ммв	General Fund	G9R0017	Misc Revenue from Other Funds	\$5,000.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Workers' Comp	B134300	Rate Regulation	\$20,000.00	ммв	General Fund	G9R0017	Misc Revenue from Other Funds	\$20,000.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Misc Special Revenue	B132300	Power Plant Assessment	\$25,000.00	ММВ	General Fund	G9R0017	Misc Revenue from Other Funds	\$25,000.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Misc Special Revenue	B133200	ТАМ	\$10,000.00	ММВ	General Fund	G9R0017	Misc Revenue from Other Funds	\$10,000.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Misc Special Revenue	B134001	License Technology Surcharge	\$75,312.00	ММВ	General Fund	G9R0017	Misc Revenue from Other Funds	\$75,312.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Misc Special Revenue	B134200	Auto Theft Prevention	\$75,000.00	ММВ	General Fund	G9R0017	Misc Revenue from Other Funds	\$75,000.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
Commerce	Misc Special Revenue	B131004	Financial Inst Account ITC	\$43,869.00	ММВ	General Fund	G9R0017	Misc Revenue from Other Funds	\$43,869.00	Session law required MMB to administer appropriation reductions for executive agencies.	Laws 2023, Chap. 62, Art. 1, Sec. 38
TOTAL				\$11,409,149.82					\$11,409,149.82		