

October 10, 2025

Senator Matt Klein, Chair
Commerce and Consumer Protection Committee
95 University Avenue W.
Minnesota Senate Bldg., Room 2105
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 Gary Dahms,
Ranking Minority Member
Commerce and Consumer Protection Committee
95 University Avenue W.
Minnesota Senate Bldg., Room 2219
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 Kaohly Vang Her, Co-Chair
Commerce Finance and Policy Committee
5th Floor Centennial Office Building
St. Paul, MN 55155

Representative Patty Acomb, Co-Chair
Energy Finance and Policy Committee
5th Floor Centennial Office Building
St. Paul, MN 55155

Representative Tim O'Driscoll, Co-Chair
Commerce Finance and Policy Committee
2nd Floor Centennial Office Building
St. Paul, MN 55155

Representative Chris Swedzinski, Co-Chair
Energy Finance and Policy Committee
2nd Floor Centennial Office Building
St. Paul, MN 55155

October 10, 2025

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 2025.

As stated by Minnesota Statute 3.197: This report cost approximately \$1,917.00 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 Tim.Jahnke@state.mn.us.

Sincerely,



Grace Arnold
Commissioner

Department of Commerce

Fiscal Year 2025 Interagency Agreements and Service-Level Agreements

October 15, 2025

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 implementation, maintenance and updates of sustainable building guidelines for new construction or major renovation of buildings that use state funds or state bond funding.	7/1/2024	FY 2025
DEED	\$100,000.00	M.S. 248.062	The Department of Employment and Economic Development Accessible News for the Blind program provides accessible news services for the Commerce Telecommunications Access Minnesota (TAM) program.	7/1/2024	FY 2025
DHS	\$1,189,710.00	M.S. 237.5-237.56	The Department of Human Services Telephone Equipment Distribution Program administers the distribution of telecommunications devices on behalf of the Commerce Telecommunications Access Minnesota (TAM) program.	7/1/2024	FY 2025
DHS	\$180,892.00	M.S. 256C.30	The Department of Human Services Rural-Real-Time Caption program provides captioning services for the Commerce Telecommunications Access Minnesota (TAM) program.	7/1/2024	FY 2025
DHS	\$211,490.40	M.S. 471.59	The Department of Human Services coordinates the FileNet environment for a number of state agencies including Commerce.	7/1/2024	FY 2025
Health	\$400,000.00	M.S. 471.59	The Minnesota Department of Health contracts with Commerce to perform financial solvency reviews of Health Maintenance Organizations (HMOs).	7/1/2024	FY 2025
Health	\$125,279.00	M.S. 15.061	The Minnesota Department of Health provided network adequacy review as part of licensing and renewal for entities subject to the Minnesota Pharmacy Benefit Manager Licensure and Regulation Act.	7/1/2023	FY 2024-2025
Housing Finance	\$674,650.00	M.S. 471.59	The Minnesota Housing Finance Agency will partner with Commerce to foster interagency coordination to increase participation in the MHFA's Home Improvement Loan Program called the Fix Up Loan Program for energy efficient residential home improvements.	5/15/2025	FY 2025-2026
Public Safety	\$190,963.72	M.S. 216C.02	The Automobile Theft Prevention Board authorized a grant to Public Safety to assist in reducing the incidence of automobile theft and automobile theft-related crime in Minnesota.	7/1/2023	FY 2024-2025
Total	\$3,572,985.12				

Department of Commerce
Fiscal Year 2025 Transfers
October 15, 2025

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	\$460,486.65	Commerce	Misc Special Revenue	B132501	Residential Propane	\$460,486.65	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	\$3,512,368.67	Commerce	Misc Special Revenue	B135100	Petroleum Inspection	\$3,512,368.67	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	\$5,205,673.58	PCA	Remediation Fund	R32G108	Petroleum Remediation Cleanup	\$5,205,673.58	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	General Fund	B132030	Energy Benchmarking	\$283,000.00	MNIT	Misc Special Revenue	G467526	ITA26.026 B13 Lrg Bldng Enrgy	\$283,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used on systems to collect and manage data, help desk services, reporting and information sharing and map hosting.	MS 16E.21

Commerce	General Fund	B135000	Administrative Services	\$250,000.00	MNIT	Misc Special Revenue	G467530	ITA26.030 B13 Reloc/Upgrd Infr	\$250,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to develop infrastructure as Commerce transitions to new space. This will include furnishing hardware and cable to offices and cubicles, conference rooms, huddle rooms and the front desk.	MS 16E.21
Commerce	General Fund	B135000	Administrative Services	\$1,250,000.00	MNIT	Misc Special Revenue	G467531	ITA26.031 B13 IT Mod Part 2	\$1,250,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to continue IT modernization. This work will include an inventory of Access databases, assessing solutions to eliminate the databases and beginning to build solutions in other platforms.	MS 16E.21
Commerce	General Fund	B136000	Insurance	\$1,404,000.00	MNIT	Misc Special Revenue	G467531	ITA26.031 B13 IT Mod Part 2	\$1,404,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to continue IT modernization. This work will include an inventory of Access databases, assessing solutions to eliminate the databases and beginning to build solutions in other platforms.	MS 16E.21
Commerce	General Fund	B136011	Additional Property Casualty Staff	\$100,000.00	MNIT	Misc Special Revenue	G467531	ITA26.031 B13 IT Mod Part 2	\$100,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to continue IT modernization. This work will include an inventory of Access databases, assessing solutions to eliminate the databases and beginning to build solutions in other platforms.	MS 16E.21
Commerce	Workers' Comp	B134300	Rate Regulation	\$246,000.00	MNIT	Misc Special Revenue	G467531	ITA26.031 B13 IT Mod Part 2	\$246,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to continue IT modernization. This work will include an inventory of Access databases, assessing solutions to eliminate the databases and beginning to build solutions in other platforms.	MS 16E.21
Commerce	General Fund	B130518	Prescription Drug Affordability Board	\$1,000,000.00	MNIT	Misc Special Revenue	G467597	ITA26.097 B13 RX Affrdblty Brd	\$1,000,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to develop systems to collect and analyze large amounts of prescription drug data.	MS 16E.21

Commerce	Petrofund	B135200	Petrofund Operations	\$232,000.00	MNIT	Misc Special Revenue	G467527	ITA26.027 B13 Petrofund Dgtl	\$232,000.00	Transfer to the Information and Telecommunications Account established at MN.IT. Funds will be used to address technology shortfalls in the Petrofund operations. The Petrofund has been operating without a database system and are currently using manual email, PDF and spreadsheet processes. An integrated system will allow better data-sharing and a much enhanced customer experience.	MS 16E.21
TOTAL				\$13,943,528.90					\$13,943,528.90		