## STATE OF MINNESOTA

SPECIAL SESSION — 2017

## SECOND DAY

## Saint Paul, Minnesota, Tuesday, May 23, 2017

The House of Representatives convened at 3:00 p.m. and was called to order by Kurt Daudt, Speaker of the House.

Prayer was offered by James Kinyanjui, Graduate, Humphrey School of Public Affairs, Minneapolis, Minnesota.
The members of the House gave the pledge of allegiance to the flag of the United States of America.
The roll was called and the following members were present:

| Albright | Davnie | Hausman | Lien | Nornes | Slocum |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Allen | Dean, M. | Heintzeman | Lillie | O'Driscoll | Smith |
| Anderson, P. | Dehn, R. | Hertaus | Loeffler | Olson | Sundin |
| Anderson, S. | Dettmer | Hilstrom | Lohmer | Omar | Swedzinski |
| Anselmo | Drazkowski | Hoppe | Loon | O'Neill | Theis |
| Applebaum | Ecklund | Hornstein | Loonan | Pelowski | Thissen |
| Backer | Erickson | Hortman | Lucero | Peppin | Torkelson |
| Bahr, C. | Fabian | Howe | Lueck | Petersburg | Uglem |
| Baker | Fenton | Jessup | Mahoney | Pierson | Urdahl |
| Barr, R. | Fischer | Johnson, B. | Mariani | Pinto | Vogel |
| Becker-Finn | Flanagan | Johnson, C. | Marquart | Poppe | Wagenius |
| Bennett | Franke | Johnson, S. | Masin | Poston | Ward |
| Bernardy | Franson | Jurgens | Maye Quade | Pryor | West |
| Bliss | Freiberg | Kiel | McDonald | Pugh | Whelan |
| Bly | Garofalo | Knoblach | Metsa | Quam | Wills |
| Carlson, A. | Green | Koegel | Miller | Rarick | Youakim |
| Carlson, L. | Grossell | Koznick | Moran | Rosenthal | Zerwas |
| Christensen | Gruenhagen | Kresha | Murphy, E. | Runbeck | Spk. Daudt |
| Clark | Gunther | Kunesh-Podein | Murphy, M. | Sandstede |  |
| Considine | Haley | Layman | Nash | Sauke |  |
| Cornish | Halverson | Lee | Nelson | Schomacker |  |
| Daniels | Hamilton | Lesch | Neu | Schultz |  |
| Davids | Hansen | Liebling | Newberger | Scott |  |

A quorum was present.
Peterson was excused.

Peppin moved that the House recess subject to the call of the Chair. The motion prevailed.

## RECESS

## RECONVENED

The House reconvened and was called to order by Speaker pro tempore Albright.

Pursuant to rule 1.50, Peppin moved that the House be allowed to continue in session after 12:00 midnight. The motion prevailed.

The Chief Clerk proceeded to read the Journal of the preceding day. There being no objection, further reading of the Journal was dispensed with and the Journal was approved as corrected by the Chief Clerk.

## INTRODUCTION AND FIRST READING OF HOUSE BILLS

The following House Files were introduced:

Davids and Marquart introduced:
H. F. No. 1, A bill for an act relating to financing and operation of state and local government; making changes to individual income, corporate franchise, estate, property, sales and use, excise, mineral, tobacco, special, local, and other miscellaneous taxes and tax-related provisions; providing for new income tax subtractions, additions, and credits; providing for a Social Security subtraction; providing a student loan credit; modifying the research and development credit; establishing a first-time home buyer savings account program; modifying the child and dependent care credit; modifying residency definitions; modifying estate tax exemption amount and rates; establishing and modifying property tax exemptions and classifications; establishing school building bond agricultural credit; modifying state general levy; modifying certain local government aids; establishing riparian protection aid; providing exemption from certain property taxes for a Major League Soccer stadium; authorizing assessor accreditation waivers; modifying provisions related to tax-forfeited land; modifying sales tax definitions and exemptions; providing sales tax exemptions; clarifying the appropriation for certain sales tax refunds; establishing sales tax collection duties for marketplace providers and certain retailers; dedicating certain sales and use tax revenues from the sale of fireworks; providing an exemption from sales and use taxes for a Major League Soccer stadium; providing sales tax exemptions for certain construction projects; modifying the exemption for Super Bowl admission, events, and parking; providing exemptions for suite licenses and stadium builder's licenses; authorizing certain tax increment financing authority; authorizing and modifying certain local sales and use taxes; modifying provisions related to taconite; modifying taxes on tobacco products and cigarettes; modifying tax administration procedures; making minor policy, technical, and conforming changes; requiring reports; appropriating money; amending Minnesota Statutes 2016, sections 13.51, subdivision 2; 16A.152, subdivision 2; 40A.18, subdivision $2 ; 69.021$, subdivision $5 ; 84.82$, subdivision $10 ; 84.922$, subdivision $11 ; 86$ B.401, subdivision 12 ; 116 J .8738 , subdivisions 3,$4 ; 128 \mathrm{C} .24 ; 270.071$, subdivisions $2,7,8$, by adding a subdivision; 270.072 , subdivisions 2 , 3 , by adding a subdivision; 270.074, subdivision $1 ; 270.078$, subdivision $1 ; 270.12$, by adding a subdivision; 270.82, subdivision 1; 270A.03, subdivision 5; 270B.14, subdivision 1, by adding subdivisions; 270C.171, subdivision $1 ; 270$ C.30; 270C.33, subdivisions 5,$8 ; 270$ C. 34 , subdivision $2 ; 270$ C. 35 , subdivision 3 , by adding a subdivision; 270C.38, subdivision 1; 270C.445, subdivisions $2,3,5 \mathrm{a}, 6,6 \mathrm{a}, 6 \mathrm{~b}, 6 \mathrm{c}, 7$, 8 , by adding a subdivision; 270C.446, subdivisions $2,3,4,5 ; 270$ C.447, subdivisions $1,2,3$, by adding a subdivision; 270C.72, subdivision 4; 270C.89, subdivision 1; 270C.9901; 271.06, subdivisions 2, 2a, 6, 7; 271.08, subdivision 1; 271.18; 272.02,
subdivisions $9,10,86$, by adding subdivisions; 272.0211, subdivision $1 ; 272.0213 ; 272.025$, subdivision $1 ; 272.029$, subdivisions 2,4 , by adding a subdivision; 272.0295, subdivision 4 , by adding a subdivision; 272.03 , subdivision 1 ; 272.115, subdivisions 2,$3 ; 272.162 ; 273.061$, subdivision $7 ; 273.0755 ; 273.08 ; 273.121$, by adding a subdivision; 273.124, subdivisions 13, 13d; 273.125, subdivision $8 ; 273.13$, subdivisions $22,23,25,34 ; 273.135$, subdivision 1 ; 273.1384, subdivision 2; 273.1392, as amended; 273.1393; 273.33, subdivisions 1, 2; 273.371; 273.372, subdivisions 2 , 4, by adding subdivisions; 274.01, subdivision $1 ; 274.014$, subdivision $3 ; 274.13$, subdivision 1 ; 274.135, subdivision 3 ; 275.025, subdivisions 1,2 , 4, by adding a subdivision; 275.065, subdivisions 1,$3 ; 275.07$, subdivisions 1,$2 ; 275.08$, subdivision $1 \mathrm{~b} ; 275.62$, subdivision $2 ; 276.017$, subdivision $3 ; 276.04$, subdivision 2 ; 278.01, subdivision $1 ; 279.01$, subdivisions $1,2,3 ; 279.37$, by adding a subdivision; 281.17; 281.173, subdivision 2; 281.174, subdivision 3; 282.01, subdivisions 1a, 1d, 4, by adding a subdivision; 282.016; 282.018, subdivision 1; 282.02; 282.04, subdivision $2 ; 282.241$, subdivision $1 ; 282.322 ; 287.08 ; 287.2205 ; 289$ A. 08 , subdivisions 11 , 16, by adding a subdivision; 289A.09, subdivisions 1, 2; 289A.10, subdivision 1; 289A.11, subdivision 1; 289A.12, subdivision 14; 289A.18, subdivision 1, by adding a subdivision; 289A.19, subdivision 7; 289A.20, subdivision 2; 289A.31, subdivision 1; 289A.35; 289A.37, subdivision 2; 289A.38, subdivision 6; 289A.50, subdivisions 2a, 7; 289A.60, subdivisions 13, 28, by adding a subdivision; 289A.63, by adding a subdivision; 290.01, subdivisions 4a, 7; 290.0131, by adding a subdivision; 290.0132, subdivision 21 , by adding subdivisions; 290.05, subdivision 1 ; 290.06, subdivision 22 , by adding subdivisions; 290.067, subdivisions $1,2 \mathrm{~b} ; 290.0671$, subdivision 1 , as amended; 290.0672, subdivision $1 ; 290.0674$, subdivision 2 , by adding a subdivision; 290.068 , subdivisions 1,$2 ; 290.0692$, by adding a subdivision; 290.081; 290.091, subdivision 2, as amended; 290.0922, subdivision $2 ; 290.17$, subdivisions 2 , 4; 290.31, subdivision 1; 290A.03, subdivisions 3, 13; 290A.10; 290A.19; 290C.01; 290C.02, subdivisions 1, 3, 6; 290C.03; 290C.04; 290C.05; 290C.055; 290C.07; 290C.08, subdivision 1; 290C.10; 290C.11; 290C.13, subdivision 6; 291.005, subdivision 1 , as amended; 291.016, subdivisions 2 , 3 ; 291.03, subdivisions $1,9,11 ; 291.075$; 295.53, subdivision 1, as amended; 295.54, subdivision 2; 295.55, subdivision 6; 296A.01, subdivisions 7, 12, 33, 42, by adding subdivisions; 296A.02, by adding a subdivision; 296A.07, subdivisions 1, 4; 296A.08, subdivision 2 ; 296A.15, subdivisions 1, 4; 296A.17, subdivision 3; 296A.19, subdivision 1; 296A.22, subdivision 9; 296A.26; 297A.61, subdivisions $3,10,34$, by adding a subdivision; 297A.66, subdivisions 1,2 , 4, by adding a subdivision; 297A.67, subdivisions $2,4,5,6$, by adding subdivisions; 297A.68, subdivisions 5, 9, 19, 35a, by adding a subdivision; 297A.70, subdivisions 4, 12, 14, by adding subdivisions; 297A.71, subdivision 44, by adding subdivisions; 297A.75, subdivisions 1, 2, 3, 5; 297A.82, subdivisions 4, 4a; 297A.94; 297A.9905; 297B.07; 297D.02; 297E.02, subdivisions 3, 7; 297E.04, subdivision 1; 297E.05, subdivision 4; 297E.06, subdivision 1; 297F.01, subdivision 13a; 297F.05, subdivisions 1, 3, 3a, 4, 4a; 297F.09, subdivision 1; 297F.23; 297G.03, by adding a subdivision; 297G.09, subdivision 1; 297G.22; 297H.04, subdivision 2; 297H.06, subdivision 2; 297I.05, subdivision 2; 297I.10, subdivisions 1, 3; 297I.30, subdivision 7, by adding a subdivision; 297I.60, subdivision 2; 298.01, subdivisions 3, 4, 4c; 298.227; 298.24, subdivision 1, as amended; 298.28, subdivisions 2, 5; 366.095, subdivision 1; 383B.117, subdivision 2; 410.32; 412.301; 414.09, subdivision 2; 469.034, subdivision 2; 469.101, subdivision 1; 469.169, by adding a subdivision; 469.174, subdivision 12; 469.175, subdivision 3; 469.176, subdivision $4 \mathrm{c} ; 469.1761$, by adding a subdivision; 469.1763, subdivisions $1,2,3 ; 469.178$, subdivision $7 ; 469.319$, subdivision 5; 473.39, by adding subdivisions; $473 \mathrm{H} .09 ; 473 \mathrm{H} .17$, subdivision 1a; 475.58, subdivision 3b; 475.60, subdivision 2; 477A.011, subdivisions 34, 45; 477A.0124, subdivisions 2 , 4, by adding a subdivision; 477A.013, subdivisions $1,8,9$, by adding a subdivision; 477A.015; 477A.03, subdivisions $2 \mathrm{a}, 2 \mathrm{~b}$; 477A.12, subdivision 1 ; 477A.17; 477A.19, by adding subdivisions; 504B.285, subdivision 1 ; 559.202, subdivision $2 ; 609.5316$, subdivision 3; Laws 1980, chapter 511, sections 1, subdivision 2, as amended; 2, as amended; Laws 1991, chapter 291, article 8, section 27 , subdivisions 3 , as amended, 4 , as amended, 5 ; Laws 1996, chapter 471, article 2 , section 29 , subdivisions 1 , as amended, 4 , as amended; article 3, section 51 ; Laws 1999 , chapter 243 , article 4 , sections 17 , subdivisions 3, 5 , by adding a subdivision; 18, subdivision 1, as amended; Laws 2005, First Special Session chapter 3, article 5, sections 38 , subdivisions 2 , as amended, 4 , as amended; 44, subdivisions 3, as amended, 4, 5 , as amended; Laws 2008, chapter 154 , article 9 , section 21 , subdivision 2 ; Laws 2008, chapter 366, article 7, section 20 ; Laws 2009, chapter 88 , article 5 , section 17 , as amended; Laws 2010 , chapter 216 , sections 12 , as amended; 58 , as amended;

Laws 2014, chapter 308, article 6, sections 8, subdivision 1; 9; article 9, section 94; Laws 2016, chapter 187, section 5; proposing coding for new law in Minnesota Statutes, chapters 41B; 88; 273; 281; 289A; 290; 290B; 290C; 293; 297A; 473; 477A; proposing coding for new law as Minnesota Statutes, chapter 462D; repealing Minnesota Statutes 2016, sections 136A.129; 270.074, subdivision 2; 270C.445, subdivision 1; 270C.447, subdivision 4; 272.02, subdivision 23; 281.22; 290.06, subdivision 36; 290.067, subdivision $2 ; 290.9743 ; 290.9744 ; 290 \mathrm{C} .02$, subdivisions 5, 9; 297F.05, subdivision 1a; 477A.0124, subdivision 5; 477A.20; Minnesota Rules, parts 8092.1400; 8092.2000; 8100.0700; 8125.1300, subpart 3.

The bill was read for the first time.

Loon and Erickson introduced:
H. F. No. 2, A bill for an act relating to education finance; providing funding in early childhood, kindergarten through grade 12, and adult education, including general education, education excellence, teachers, special education, facilities and technology, nutrition, libraries, early childhood and family support, community education and prevention, self-sufficiency and lifelong learning, and state agencies; making forecast adjustments; restructuring Minnesota's teacher licensing system; establishing and transferring all teacher licensing and support personnel licensing and credentialing authority to the Professional Educator Licensing and Standards Board; providing for rulemaking; requiring a report; appropriating money; amending Minnesota Statutes 2016, sections 43A.08, subdivisions 1, 1a; 120A.22, subdivision 9; 120A.41; 120B.021, subdivisions 1, 3; 120B.022, subdivision 1b; 120B.12, subdivisions 2, 2a, 3; 120B.125; 120B.132; 120B.22, subdivision 2 ; 120B.23, subdivision 3; 120B.232, subdivision 1 ; 120B.30, subdivision 1 ; 120B.31, subdivisions 4, 4a, by adding a subdivision; 120B.35, subdivision 3; 120B.36, subdivision 1 ; 121A.22, subdivision 2 ; 121A.221; 122A.14, subdivision 9; 122A.18, subdivisions 7c, 8; 122A.21, subdivisions 1,2 , by adding a subdivision; 122A.40, subdivision 10; 122A.41, by adding a subdivision; 122A.414, subdivision 2 ; 122A.415, subdivision $4 ; 122$ A.416; 123A.30, subdivision $6 ; 123 \mathrm{~A} .73$, subdivision 2; 123B.41, subdivisions 2, 5a; 123B.52, subdivision 1, by adding a subdivision; 123B.595, subdivisions 1, 4; 123B.71, subdivisions 11 , 12; 123B.92, subdivision 1; 124D.03, subdivision 5a; 124D.05, subdivision 3; 124D.09, subdivisions $3,5,10,12$, 13, by adding subdivisions; 124D.1158, subdivisions 3,$4 ; 124 \mathrm{D} .165$, subdivisions $1,2,3,4$; 124D.52, subdivision 7; 124D.549; 124D.55; 124D.59, subdivision 2; 124D.68, subdivision 2; 124D.695; 124D.83, subdivision 2; 124E.03, subdivision 2; 124E.05, subdivision 7; 124E.11; 124E.22; 125A.083; 125A.0941; 125A.11, subdivision 1; 125A.21, subdivision 2; 125A.515; 125A.56, subdivision 1; 125A.74, subdivision 1; 125A.76, subdivision 2c; 126C.05, subdivisions 1, 8; 126C.10, subdivisions 2 , 2a, 3, 13a, by adding a subdivision; 126C.17, subdivision 9; 127A.45, subdivision 10; 129C.10, subdivisions 1, 4; 129C.105; 134.31, subdivision 2; 136A.1791, subdivisions 1, 2, 9; 256B.0625, subdivision 26; 256J.08, subdivisions 38, 39; 297A.70, subdivision 2; Laws 2015, First Special Session chapter 3, article 1, section 27, subdivisions 2, as amended, 3, 4, as amended, 6, as amended, 7, as amended, 9 , as amended; article 2 , section 70 , subdivisions 2 , as amended, 3 , as amended, 4 , as amended, 5 , as amended, 7, as amended, 11, as amended; article 4, section 9, subdivision 2, as amended; article 5, section 30, subdivisions 2, as amended, 3 , as amended, 5 , as amended, 6 ; article 6 , section 13 , subdivisions 2 , as amended, 3 , as amended; article 7 , section 7 , subdivisions 2 , as amended, 3 , as amended, 4 , as amended; article 9 , section 8 , subdivisions 5 , as amended, 6 , as amended; article 10 , section 3 , subdivision 2 , as amended; article 11 , section 3 , subdivision 2, as amended; Laws 2016, chapter 189, article 25, sections $58 ; 62$, subdivisions $7,11,17$; article 30 , section 25, subdivision 5; proposing coding for new law in Minnesota Statutes, chapters 120A; 120B; 121A; 122A; 124D; 129C; 136A; repealing Minnesota Statutes 2016, sections 122A.40, subdivision 11; 122A.41, subdivision 14; 123A.73, subdivision 3; 124D.151; 124D.73, subdivision 2; 125A.75, subdivision 7; 125A.76, subdivision 2b; 129C.10, subdivision 5a; 129C.30; Minnesota Rules, part 3500.3100, subpart 4.

The bill was read for the first time.
H. F. No. 1 was reported to the House.

## DECLARATION OF URGENCY

Pursuant to Article IV, Section 19, of the Constitution of the state of Minnesota, Davids moved that the rule therein be suspended and an urgency be declared and that the rules of the House be so far suspended so that H. F. No. 1 be given its second and third readings and be placed upon its final passage.

A roll call was requested and properly seconded.

The question was taken on the Davids motion and the roll was called. There were 110 yeas and 22 nays as follows:

Those who voted in the affirmative were:

| Albright | Drazkowski | Hertaus | Loonan | Petersburg | Swedzinski |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Ecklund | Hoppe | Lucero | Pierson | Theis |
| Anderson, S. | Erickson | Hortman | Lueck | Pinto | Thissen |
| Anselmo | Fabian | Howe | Marquart | Poppe | Torkelson |
| Backer | Fenton | Jessup | Maye Quade | Poston | Uglem |
| Bahr, C. | Flanagan | Johnson, B. | McDonald | Pryor | Urdahl |
| Baker | Franke | Johnson, C. | Metsa | Pugh | Vogel |
| Barr, R. | Franson | Jurgens | Miller | Quam | Wagenius |
| Bennett | Garofalo | Kiel | Moran | Rarick | Ward |
| Bliss | Green | Knoblach | Murphy, M. | Rosenthal | West |
| Carlson, A. | Grossell | Koegel | Nash | Runbeck | Whelan |
| Carlson, L. | Gruenhagen | Koznick | Neu | Sandstede | Wills |
| Christensen | Gunther | Kresha | Newberger | Sauke | Youakim |
| Cornish | Haley | Kunesh-Podein | Nornes | Schomacker | Zerwas |
| Daniels | Halverson | Layman | O'Driscoll | Schultz | Spk. Daudt |
| Davids | Hamilton | Lien | Olson | Scott |  |
| Davnie | Hansen | Loeffler | O'Neill | Slocum |  |
| Dean, M. | Hausman | Lohmer | Pelowski | Smith |  |
| Dettmer | Heintzeman | Loon | Peppin | Sundin |  |

Those who voted in the negative were:

| Allen | Bly | Freiberg | Lee | Mahoney | Nelson |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Applebaum | Clark | Hilstrom | Lesch | Mariani | Omar |
| Becker-Finn | Considine | Hornstein | Liebling | Masin |  |
| Bernardy | Dehn, R. | Johnson, S. | Lillie | Murphy, E. |  |

The motion prevailed.
H. F. No. 1 was read for the second time.

The Speaker resumed the Chair.

## CALL OF THE HOUSE

On the motion of Peppin and on the demand of 10 members, a call of the House was ordered. The following members answered to their names:

| Albright | Davids | Hamilton | Lesch | Nelson | Sauke |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Allen | Davnie | Hansen | Liebling | Neu | Schomacker |
| Anderson, P. | Dean, M. | Hausman | Lien | Newberger | Schultz |
| Anderson, S. | Dehn, R. | Heintzeman | Lillie | Nornes | Scott |
| Anselmo | Dettmer | Hertaus | Loeffler | O'Driscoll | Slocum |
| Applebaum | Drazkowski | Hilstrom | Lohmer | Olson | Smith |
| Backer | Ecklund | Hoppe | Loon | Omar | Sundin |
| Bahr, C. | Erickson | Hornstein | Loonan | O'Neill | Swedzinski |
| Baker | Fabian | Howe | Lucero | Pelowski | Theis |
| Barr, R. | Fenton | Jessup | Lueck | Peppin | Torkelson |
| Becker-Finn | Fischer | Johnson, B. | Mahoney | Petersburg | Uglem |
| Bennett | Flanagan | Johnson, C. | Mariani | Pierson | Urdahl |
| Bernardy | Franke | Johnson, S. | Marquart | Pinto | Vogel |
| Bliss | Franson | Jurgens | Masin | Poppe | Wagenius |
| Bly | Freiberg | Kiel | Maye Quade | Poston | Ward |
| Carlson, A. | Garofalo | Knoblach | McDonald | Pryor | West |
| Carlson, L. | Green | Koegel | Metsa | Pugh | Whelan |
| Cristensen | Grossell | Koznick | Miller | Quam | Wills |
| Clark | Gruenhagen | Kresha | Moran | Rarick | Youakim |
| Considine | Gunther | Kunesh-Podein | Murphy, E. | Rosenthal | Zerwas |
| Cornish | Haley | Layman | Murphy, M. | Runbeck | Spk. Daudt |
| Daniels | Halverson | Lee | Nash | Sandstede |  |

Peppin moved that further proceedings of the roll call be suspended and that the Sergeant at Arms be instructed to bring in the absentees. The motion prevailed and it was so ordered.

The Speaker called Albright to the Chair.

Drazkowski moved to amend H. F. No. 1 as follows:

Page 243, delete section 16

Renumber the sections in sequence and correct the internal references

Amend the title accordingly

A roll call was requested and properly seconded.

The question was taken on the Drazkowski amendment and the roll was called.

Peppin moved that those not voting be excused from voting. The motion prevailed.

There were 48 yeas and 81 nays as follows:

Those who voted in the affirmative were:

| Allen | Davnie | Hausman | Lesch | Moran | Sauke |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Becker-Finn | Dehn, R. | Hilstrom | Liebling | Murphy, E. | Schultz |
| Bernardy | Ecklund | Hornstein | Lillie | Murphy, M. | Slocum |
| Bly | Fischer | Johnson, C. | Loeffler | Nelson | Sundin |
| Carlson, A. | Flanagan | Johnson, S. | Mahoney | Olson | Thissen |
| Carlson, L. | Freiberg | Koegel | Mariani | Omar | Wagenius |
| Clark | Hamilton | Kunesh-Podein | Masin | Pinto | Ward |
| Considine | Hansen | Lee | Metsa | Sandstede | Youakim |

Those who voted in the negative were:

| Albright | Davids | Haley | Lien | O'Neill | Swedzinski |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Dean, M. | Halverson | Lohmer | Pelowski | Theis |
| Anderson, S. | Dettmer | Heintzeman | Loon | Peppin | Torkelson |
| Anselmo | Drazkowski | Hertaus | Loonan | Petersburg | Uglem |
| Applebaum | Erickson | Hoppe | Lucero | Poppe | Urdahl |
| Backer | Fabian | Howe | Lueck | Poston | Vogel |
| Bahr, C. | Fenton | Jessup | Marquart | Pugh | West |
| Baker | Franke | Johnson, B. | McDonald | Quam | Whelan |
| Barr, R. | Franson | Jurgens | Miller | Rarick | Wills |
| Bennett | Garofalo | Kiel | Nash | Rosenthal | Zerwas |
| Bliss | Green | Knoblach | Neu | Runbeck | Spk. Daudt |
| Christensen | Grossell | Koznick | Newberger | Schomacker |  |
| Cornish | Gruenhagen | Kresha | Nornes | Scott |  |
| Daniels | Gunther | Layman | O'Driscoll | Smith |  |

The motion did not prevail and the amendment was not adopted.

Lesch moved to amend H. F. No. 1 as follows:

Page 79, line 20, reinstate "base amount"

Page 79, line 21, delete "and thereafter"

Page 79, line 27, after "levy" insert "base amount"

Page 79, line 28, delete "and thereafter"

Page 79, line 28, after the period, insert "For taxes payable in subsequent years, the levy base amounts are increased each year by multiplying the levy base amount for the prior year by the sum of one plus the rate of increase, if any, in the implicit price deflator for government consumption expenditures and gross investment for state and local governments prepared by the Bureau of Economic Analysts of the United States Department of Commerce for the 12 -month period ending March 31 of the year prior to the year the taxes are payable."

A roll call was requested and properly seconded.

The question was taken on the Lesch amendment and the roll was called.
Marquart moved that those not voting be excused from voting. The motion did not prevail.
There were 43 yeas and 90 nays as follows:

Those who voted in the affirmative were:

| Allen | Considine | Hilstrom | Liebling | Nelson | Wagenius |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Applebaum | Davnie | Hornstein | Lillie | Olson | Ward |
| Becker-Finn | Dehn, R. | Johnson, C. | Loeffler | Omar | Youakim |
| Bernardy | Ecklund | Johnson, S. | Mahoney | Pinto |  |
| Bly | Flanagan | Koegel | Mariani | Schultz |  |
| Carlson, A. | Freiberg | Kunesh-Podein | Masin | Slocum |  |
| Carlson, L. | Hansen | Lee | Moran | Sundin |  |
| Clark | Hausman | Lesch | Murphy, E. | Thissen |  |

Those who voted in the negative were:

| Albright | Dettmer | Hamilton | Lohmer | O'Driscoll | Sauke |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Drazkowski | Heintzeman | Loon | O'Neill | Schomacker |
| Anderson, S. | Erickson | Hertaus | Loonan | Pelowski | Scott |
| Anselmo | Fabian | Hoppe | Lucero | Peppin | Smith |
| Backer | Fenton | Hortman | Lueck | Petersburg | Swedzinski |
| Bahr, C. | Fischer | Howe | Marquart | Pierson | Theis |
| Baker | Franke | Jessup | Maye Quade | Poppe | Torkelson |
| Barr, R. | Franson | Johnson, B. | McDonald | Poston | Uglem |
| Bennett | Garofalo | Jurgens | Metsa | Pryor | Urdahl |
| Bliss | Green | Kiel | Miller | Pugh | Vogel |
| Christensen | Grossell | Knoblach | Murphy, M. | Quam | West |
| Cornish | Gruenhagen | Koznick | Nash | Rarick | Whelan |
| Daniels | Gunther | Kresha | Neu | Rosenthal | Wills |
| Davids | Haley | Layman | Newberger | Runbeck | Zerwas |
| Dean, M. | Halverson | Lien | Nornes | Sandstede | Spk. Daudt |

The motion did not prevail and the amendment was not adopted.

Lesch moved to amend H. F. No. 1 as follows:

Page 8, delete section 2

Page 40, delete section 32
Page 42, delete section 33

Page 43, delete section 34

Renumber the sections in sequence and correct the internal references

Amend the title accordingly

A roll call was requested and properly seconded.

The question was taken on the Lesch amendment and the roll was called. There were 45 yeas and 88 nays as follows:

Those who voted in the affirmative were:

| Allen | Davnie | Hornstein | Lillie | Nelson | Sundin |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Becker-Finn | Dehn, R. | Johnson, C. | Loeffler | Olson | Thissen |
| Bernardy | Ecklund | Johnson, S. | Mahoney | Omar | Wagenius |
| Bly | Flanagan | Koegel | Mariani | Pinto | Ward |
| Carlson, A. | Freiberg | Kunesh-Podein | Masin | Sandstede | Youakim |
| Carlson, L. | Hansen | Lee | Metsa | Sauke |  |
| Clark | Hausman | Lesch | Moran | Schultz |  |
| Considine | Hilstrom | Liebling | Murphy, E. | Slocum |  |

Those who voted in the negative were:

| Albright | Dean, M. | Halverson | Lien | O'Driscoll | Scott |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Dettmer | Hamilton | Lohmer | O'Neill | Smith |
| Anderson, S. | Drazkowski | Heintzeman | Loon | Pelowski | Swedzinski |
| Anselmo | Erickson | Hertaus | Loonan | Peppin | Theis |
| Applebaum | Fabian | Hoppe | Lucero | Petersburg | Torkelson |
| Backer | Fenton | Hortman | Lueck | Pierson | Uglem |
| Bahr, C. | Fischer | Howe | Marquart | Poppe | Urdahl |
| Baker | Franke | Jessup | Maye Quade | Poston | Vogel |
| Barr, R. | Franson | Johnson, B. | McDonald | Pryor | West |
| Bennett | Garofalo | Jurgens | Miller | Pugh | Whelan |
| Bliss | Green | Kiel | Murphy, M. | Quam | Wills |
| Christensen | Grossell | Knoblach | Nash | Rarick | Zerwas |
| Cornish | Gruenhagen | Koznick | Neu | Rosenthal | Spk. Daudt |
| Daniels | Gunther | Kresha | Newberger | Runbeck |  |
| Davids | Haley | Layman | Nornes | Schomacker |  |

The motion did not prevail and the amendment was not adopted.

Halverson moved to amend H. F. No. 1 as follows:

Page 214, delete article 9
Renumber the sections in sequence and correct the internal references

Amend the title accordingly

The motion did not prevail and the amendment was not adopted.

Hornstein moved to amend H. F. No. 1 as follows:

Page 11, after line 10, insert:
"Sec. 5. Minnesota Statutes 2016, section 290.01, subdivision 5, is amended to read:

Subd. 5. Domestic corporation. The term "domestic" when applied to a corporation means a corporation:
(1) created or organized in the United States, or under the laws of the United States or of any state, the District of Columbia, or any political subdivision of any of the foregoing but not including the Commonwealth of Puerto Rico, or any possession of the United States; or
(2) which that qualifies as a DISC, as defined in section 992(a) of the Internal Revenue Code-;
(3) that is incorporated in a tax haven;
(4) that reports that 20 percent or more of its gross income derive from sources in one or more tax havens; or
(5) that has the average of its property, payroll, and sales factors, as defined under section 290.191 , within the 50 states of the United States and the District of Columbia of 20 percent or more.

EFFECTIVE DATE. This section is effective for taxable years beginning after December 31, 2016.
Sec. 6. Minnesota Statutes 2016, section 290.01, is amended by adding a subdivision to read:
Subd. 5c. Tax haven. (a) "Tax haven" means the following foreign jurisdictions, unless the listing of the jurisdiction does not apply under paragraph (b):
(1) Andorra;
(2) Anguilla;
(3) Antigua and Barbuda;
(4) Aruba;
(5) Bahamas;
(6) Bahrain;
(7) Barbados;
(8) Belize;
(9) Bermuda;
(10) Bonaire;
(11) British Virgin Islands;
(12) Cayman Islands;
(13) Cook Islands;
(14) Curacao;
(15) Cyprus;
(16) Dominica;
(17) Gibraltar;
(18) Grenada;
(19) Guatemala;
(20) Guernsey-Sark-Alderney;
(21) Isle of Man;
(22) Jersey;
(23) Liberia;
(24) Liechtenstein;
(25) Luxembourg;
(26) Malta;
(27) Marshall Islands;
(28) Mauritius;
(29) Monaco;
(30) Montserrat;
(31) Nauru;
(32) Niue;
(33) Panama;
(34) St. Kitts and Nevis;
(35) St. Lucia;
(36) St. Vincent and Grenadines;
(37) Saba;
(38) Samoa;
(39) San Marino;
(40) Seychelles;
(41) Sint Eustatius;
(42) Sint Maarten;
(43) Trinidad and Tobago;
(44) Turks and Caicos;
(45) United States Virgin Islands; and
(46) Vanuatu.
(b) A foreign jurisdiction's listing under paragraph (a) does not apply to the first taxable year after:
(1) the United States enters into a tax treaty or other agreement with the foreign jurisdiction that provides for prompt, obligatory, and automatic exchange of information with the United States government relevant to enforcing the provisions of federal tax laws applicable to both individuals and all corporations and other entities, and the treaty or other agreement was in effect for the taxable year; and
(2) the foreign jurisdiction imposes a tax rate of at least ten percent on a tax base equal to at least 90 percent of the tax base that applies to corporations under the Internal Revenue Code.

EFFECTIVE DATE. This section is effective for returns filed for taxable years beginning after December 31, 2016."
Page 38, line 11, after the period, insert "The legislature intends that the provisions of this paragraph are not severable from the provisions of section 290.01 , subdivision 5, clauses (3) to (5), and if any of those provisions are found to be unconstitutional, the provisions of this paragraph are void for the respective taxable years."

Renumber the sections in sequence and correct the internal references

Amend the title accordingly

A roll call was requested and properly seconded.

The question was taken on the Hornstein amendment and the roll was called. There were 48 yeas and 83 nays as follows:

Those who voted in the affirmative were:

| Allen | Davnie | Hausman | Lesch | Moran | Sauke |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Applebaum | Dehn, R. | Hilstrom | Liebling | Murphy, E. | Schultz |
| Becker-Finn | Ecklund | Hornstein | Lillie | Nelson | Slocum |
| Bernardy | Fischer | Johnson, C. | Loeffler | Olson | Sundin |
| Bly | Flanagan | Johnson, S. | Mahoney | Omar | Thissen |
| Carlson, A. | Freiberg | Koegel | Mariani | Pinto | Wagenius |
| Carlson, L. | Halverson | Kunesh-Podein | Maye Quade | Rosenthal | Ward |
| Clark | Hansen | Lee | Metsa | Sandstede | Youakim |

Those who voted in the negative were:

| Albright | Bahr, C. | Christensen | Dettmer | Franke | Gruenhagen |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Baker | Cornish | Drazkowski | Franson | Gunther |
| Anderson, S. | Barr, R. | Daniels | Erickson | Garofalo | Haley |
| Anselmo | Bennett | Davids | Fabian | Green | Hamilton |
| Backer | Bliss | Dean, M. | Fenton | Grossell | Heintzeman |


| Hertaus | Koznick | Marquart | O'Neill | Quam | Uglem |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Hoppe | Kresha | McDonald | Pelowski | Rarick | Urdahl |
| Hortman | Layman | Miller | Peppin | Runbeck | Vogel |
| Howe | Lien | Murphy, M. | Petersburg | Schomacker | West |
| Jessup | Lohmer | Nash | Pierson | Scott | Whelan |
| Johnson, B. | Loon | Neu | Poppe | Smith | Wills |
| Jurgens | Loonan | Newberger | Poston | Swedzinski | Zerwas |
| Kiel | Lucero | Nornes | Pryor | Theis | Spk. Daudt |
| Knoblach | Lueck | O'Driscoll | Pugh | Torkelson |  |

The motion did not prevail and the amendment was not adopted.

## CALL OF THE HOUSE LIFTED

Peppin moved that the call of the House be lifted. The motion prevailed and it was so ordered.

The Speaker resumed the Chair.

Freiberg moved to amend H. F. No. 1 as follows:
Page 214, delete section 1
Page 216, delete sections 4 and 6

Renumber the sections in sequence and correct the internal references
Amend the title accordingly

The motion did not prevail and the amendment was not adopted.
H. F. No. 1 was read for the third time.

## LAY ON THE TABLE

Davids moved that H. F. No. 1 be laid on the table. The motion prevailed.

Peppin moved that the House recess subject to the call of the Chair. The motion prevailed.

## RECESS

## RECONVENED

The House reconvened and was called to order by the Speaker.

## TAKE FROM TABLE

Davids moved that H. F. No. 1 be taken from the table. The motion prevailed.
H. F. No. 1, A bill for an act relating to financing and operation of state and local government; making changes to individual income, corporate franchise, estate, property, sales and use, excise, mineral, tobacco, special, local, and other miscellaneous taxes and tax-related provisions; providing for new income tax subtractions, additions, and credits; providing for a Social Security subtraction; providing a student loan credit; modifying the research and development credit; establishing a first-time home buyer savings account program; modifying the child and dependent care credit; modifying residency definitions; modifying estate tax exemption amount and rates; establishing and modifying property tax exemptions and classifications; establishing school building bond agricultural credit; modifying state general levy; modifying certain local government aids; establishing riparian protection aid; providing exemption from certain property taxes for a Major League Soccer stadium; authorizing assessor accreditation waivers; modifying provisions related to tax-forfeited land; modifying sales tax definitions and exemptions; providing sales tax exemptions; clarifying the appropriation for certain sales tax refunds; establishing sales tax collection duties for marketplace providers and certain retailers; dedicating certain sales and use tax revenues from the sale of fireworks; providing an exemption from sales and use taxes for a Major League Soccer stadium; providing sales tax exemptions for certain construction projects; modifying the exemption for Super Bowl admission, events, and parking; providing exemptions for suite licenses and stadium builder's licenses; authorizing certain tax increment financing authority; authorizing and modifying certain local sales and use taxes; modifying provisions related to taconite; modifying taxes on tobacco products and cigarettes; modifying tax administration procedures; making minor policy, technical, and conforming changes; requiring reports; appropriating money; amending Minnesota Statutes 2016, sections 13.51, subdivision 2; 16A.152, subdivision 2; 40A.18, subdivision $2 ; 69.021$, subdivision $5 ; 84.82$, subdivision $10 ; 84.922$, subdivision 11; 86B.401, subdivision 12; 116J.8738, subdivisions 3,$4 ; 128$ C.24; 270.071, subdivisions $2,7,8$, by adding a subdivision; 270.072, subdivisions 2 , 3 , by adding a subdivision; 270.074, subdivision $1 ; 270.078$, subdivision $1 ; 270.12$, by adding a subdivision; 270.82, subdivision 1; 270A.03, subdivision 5; 270B.14, subdivision 1, by adding subdivisions; 270C.171, subdivision $1 ; 270$ C. $30 ; 270 \mathrm{C} .33$, subdivisions 5 , $8 ; 270 \mathrm{C} .34$, subdivision $2 ; 270 \mathrm{C} .35$, subdivision 3 , by adding a subdivision; 270C.38, subdivision 1; 270C.445, subdivisions $2,3,5 \mathrm{a}, 6,6 \mathrm{a}, 6 \mathrm{~b}, 6 \mathrm{c}, 7$, 8 , by adding a subdivision; 270C.446, subdivisions $2,3,4,5$; 270C.447, subdivisions 1,2 , 3 , by adding a subdivision; 270C.72, subdivision 4; 270C.89, subdivision 1; 270C.9901; 271.06, subdivisions 2, 2a, 6, 7; 271.08, subdivision 1; 271.18; 272.02, subdivisions $9,10,86$, by adding subdivisions; 272.0211 , subdivision $1 ; 272.0213 ; 272.025$, subdivision $1 ; 272.029$, subdivisions 2,4 , by adding a subdivision; 272.0295, subdivision 4 , by adding a subdivision; 272.03, subdivision 1 ; 272.115, subdivisions 2,$3 ; 272.162 ; 273.061$, subdivision $7 ; 273.0755 ; 273.08 ; 273.121$, by adding a subdivision; 273.124, subdivisions 13 , 13d; 273.125, subdivision $8 ; 273.13$, subdivisions $22,23,25,34 ; 273.135$, subdivision 1 ; 273.1384, subdivision 2; 273.1392, as amended; 273.1393; 273.33, subdivisions 1, 2; 273.371; 273.372, subdivisions 2 , 4, by adding subdivisions; 274.01, subdivision $1 ; 274.014$, subdivision $3 ; 274.13$, subdivision 1 ; 274.135, subdivision 3; 275.025, subdivisions 1, 2, 4, by adding a subdivision; 275.065, subdivisions 1 , 3; 275.07, subdivisions 1, 2; 275.08, subdivision 1b; 275.62, subdivision 2 ; 276.017, subdivision 3; 276.04, subdivision 2; 278.01, subdivision $1 ; 279.01$, subdivisions $1,2,3 ; 279.37$, by adding a subdivision; 281.17; 281.173, subdivision 2; 281.174, subdivision 3 ; 282.01, subdivisions 1a, 1d, 4, by adding a subdivision; 282.016; 282.018, subdivision 1 ; 282.02; 282.04, subdivision $2 ; 282.241$, subdivision $1 ; 282.322 ; 287.08 ; 287.2205 ; 289$ A. 08 , subdivisions 11 , 16, by adding a subdivision; 289A.09, subdivisions 1, 2; 289A.10, subdivision 1; 289A.11, subdivision 1; 289A.12, subdivision 14; 289A.18, subdivision 1, by adding a subdivision; 289A.19, subdivision 7; 289A.20, subdivision 2; 289A.31, subdivision 1; 289A.35; 289A.37, subdivision 2; 289A.38, subdivision 6; 289A.50, subdivisions 2a, 7; 289A.60, subdivisions 13, 28, by adding a subdivision; 289A.63, by adding a subdivision; 290.01, subdivisions 4a, 7; 290.0131, by adding a subdivision; 290.0132, subdivision 21 , by adding subdivisions; 290.05, subdivision 1 ; 290.06, subdivision 22, by adding subdivisions; 290.067, subdivisions $1,2 \mathrm{~b} ; 290.0671$, subdivision 1 , as amended; 290.0672, subdivision $1 ; 290.0674$, subdivision 2 , by adding a subdivision; 290.068, subdivisions 1,$2 ; 290.0692$, by adding a subdivision; 290.081; 290.091, subdivision 2, as amended; 290.0922, subdivision $2 ; 290.17$, subdivisions 2,4 ;
290.31, subdivision 1; 290A.03, subdivisions 3, 13; 290A.10; 290A.19; 290C.01; 290C.02, subdivisions 1, 3, 6; 290C.03; 290C.04; 290C.05; 290C.055; 290C.07; 290C.08, subdivision 1; 290C.10; 290C.11; 290C.13, subdivision 6; 291.005, subdivision 1 , as amended; 291.016, subdivisions 2,$3 ; 291.03$, subdivisions $1,9,11 ; 291.075 ; 295.53$, subdivision 1 , as amended; 295.54, subdivision 2 ; 295.55, subdivision 6 ; 296A.01, subdivisions 7,12 , 33 , 42, by adding subdivisions; 296A.02, by adding a subdivision; 296A.07, subdivisions 1, 4; 296A.08, subdivision 2; 296A.15, subdivisions 1, 4; 296A.17, subdivision 3; 296A.19, subdivision 1; 296A.22, subdivision 9; 296A.26; 297A.61, subdivisions $3,10,34$, by adding a subdivision; 297A.66, subdivisions 1,2 , 4, by adding a subdivision; 297A.67, subdivisions $2,4,5,6$, by adding subdivisions; 297A.68, subdivisions 5 , 9,19 , 35a, by adding a subdivision; 297A.70, subdivisions 4, 12, 14, by adding subdivisions; 297A.71, subdivision 44, by adding subdivisions; 297A.75, subdivisions 1, 2, 3, 5; 297A.82, subdivisions 4, 4a; 297A.94; 297A.9905; 297B.07; 297D.02; 297E.02, subdivisions 3, 7; 297E.04, subdivision 1; 297E.05, subdivision 4; 297E.06, subdivision 1; 297F.01, subdivision 13a; 297F.05, subdivisions 1, 3, 3a, 4, 4a; 297F.09, subdivision 1; 297F.23; 297G.03, by adding a subdivision; 297G.09, subdivision 1; 297G.22; 297H.04, subdivision 2; 297H.06, subdivision 2; 297I.05, subdivision 2; 297I.10, subdivisions 1, 3; 297I.30, subdivision 7, by adding a subdivision; 297I.60, subdivision 2; 298.01, subdivisions 3, 4, 4c; 298.227; 298.24, subdivision 1, as amended; 298.28, subdivisions 2, 5; 366.095, subdivision $1 ; 383$ B.117, subdivision $2 ; 410.32 ; 412.301 ; 414.09$, subdivision $2 ; 469.034$, subdivision $2 ; 469.101$, subdivision 1; 469.169, by adding a subdivision; 469.174, subdivision $12 ; 469.175$, subdivision $3 ; 469.176$, subdivision $4 \mathrm{c} ; 469.1761$, by adding a subdivision; 469.1763, subdivisions $1,2,3 ; 469.178$, subdivision $7 ; 469.319$, subdivision 5; 473.39, by adding subdivisions; $473 \mathrm{H} .09 ; 473 \mathrm{H} .17$, subdivision 1a; 475.58, subdivision 3b; 475.60, subdivision 2; 477A.011, subdivisions 34, 45; 477A.0124, subdivisions 2 , 4, by adding a subdivision; 477A.013, subdivisions $1,8,9$, by adding a subdivision; 477A.015; 477A.03, subdivisions $2 \mathrm{a}, 2 \mathrm{~b}$; 477A.12, subdivision 1 ; 477A.17; 477A.19, by adding subdivisions; 504B.285, subdivision $1 ; 559.202$, subdivision $2 ; 609.5316$, subdivision 3 ; Laws 1980, chapter 511 , sections 1 , subdivision 2, as amended; 2, as amended; Laws 1991, chapter 291, article 8, section 27 , subdivisions 3 , as amended, 4 , as amended, 5 ; Laws 1996, chapter 471, article 2, section 29 , subdivisions 1 , as amended, 4, as amended; article 3, section 51; Laws 1999, chapter 243, article 4, sections 17 , subdivisions 3, 5 , by adding a subdivision; 18, subdivision 1, as amended; Laws 2005, First Special Session chapter 3, article 5, sections 38 , subdivisions 2 , as amended, 4 , as amended; 44, subdivisions 3 , as amended, 4 , 5 , as amended; Laws 2008, chapter 154, article 9, section 21, subdivision 2; Laws 2008, chapter 366, article 7, section 20; Laws 2009, chapter 88 , article 5 , section 17 , as amended; Laws 2010 , chapter 216 , sections 12 , as amended; 58 , as amended; Laws 2014, chapter 308, article 6, sections 8, subdivision 1; 9; article 9, section 94; Laws 2016, chapter 187, section 5; proposing coding for new law in Minnesota Statutes, chapters 41B; 88; 273; 281; 289A; 290; 290B; 290C; 293; 297A; 473; 477A; proposing coding for new law as Minnesota Statutes, chapter 462D; repealing Minnesota Statutes 2016, sections 136A.129; 270.074, subdivision 2; 270C.445, subdivision 1; 270C.447, subdivision 4; 272.02, subdivision 23; 281.22; 290.06, subdivision 36; 290.067, subdivision $2 ; 290.9743 ; 290.9744 ; 290 \mathrm{C} .02$, subdivisions 5, 9; 297F.05, subdivision 1a; 477A.0124, subdivision 5; 477A.20; Minnesota Rules, parts 8092.1400; 8092.2000; 8100.0700; 8125.1300, subpart 3.

The bill was placed upon its final passage.
The question was taken on the passage of the bill and the roll was called. There were 102 yeas and 31 nays as follows:

Those who voted in the affirmative were:

| Albright | Barr, R. | Considine | Ecklund | Garofalo | Hamilton |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Becker-Finn | Cornish | Erickson | Green | Heintzeman |
| Anderson, S. | Bennett | Daniels | Fabian | Grossell | Hertaus |
| Anselmo | Bliss | Davids | Fenton | Gruenhagen | Hoppe |
| Backer | Carlson, A. | Dean, M. | Fischer | Gunther | Hortman |
| Bahr, C. | Carlson, L. | Dettmer | Franke | Haley | Howe |
| Baker | Christensen | Drazkowski | Franson | Halverson | Jessup |


| Johnson, B. | Lohmer | Miller | Peppin | Runbeck | Torkelson |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Johnson, C. | Loon | Murphy, M. | Petersburg | Sandstede | Uglem |
| Jurgens | Loonan | Nash | Pierson | Sauke | Urdahl |
| Kiel | Lucero | Neu | Poppe | Schomacker | Vogel |
| Knoblach | Lueck | Newberger | Poston | Schultz | Ward |
| Koegel | Marquart | Nornes | Pryor | Scott | West |
| Koznick | Masin | O'Driscoll | Pugh | Socum | Whelan |
| Kresha | Maye Quade | Olson | Quam | Smith | Wills |
| Layman | McDonald | O'Neill | Rarick | Swedzinski | Zerwas |
| Lien | Metsa | Pelowski | Rosenthal | Theis | Spk. Daudt |

Those who voted in the negative were:

| Allen | Dehn, R. | Hornstein | Lillie | Nelson | Youakim |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Applebaum | Flanagan | Johnson, S. | Loeffler | Omar |  |
| Bernardy | Freiberg | Kunesh-Podein | Mahoney | Pinto |  |
| Bly | Hansen | Lee | Mariani | Sundin |  |
| Clark | Hausman | Lesch | Moran | Thissen |  |
| Davnie | Hilstrom | Liebling | Murphy, E. | Wagenius |  |

The bill was passed and its title agreed to.
H. F. No. 2 was reported to the House.

## DECLARATION OF URGENCY

Pursuant to Article IV, Section 19, of the Constitution of the state of Minnesota, Loon moved that the rule therein be suspended and an urgency be declared and that the rules of the House be so far suspended so that H. F. No. 2 be given its second and third readings and be placed upon its final passage. The motion prevailed.
H. F. No. 2 was read for the second time.

Loon and Davnie moved to amend H. F. No. 2 as follows:
Page 11, line 17, delete " 46 " and insert "18.2"

The motion prevailed and the amendment was adopted.
H. F. No. 2, A bill for an act relating to education finance; providing funding in early childhood, kindergarten through grade 12, and adult education, including general education, education excellence, teachers, special education, facilities and technology, nutrition, libraries, early childhood and family support, community education and prevention, self-sufficiency and lifelong learning, and state agencies; making forecast adjustments; restructuring Minnesota's teacher licensing system; establishing and transferring all teacher licensing and support personnel licensing and credentialing authority to the Professional Educator Licensing and Standards Board; providing for rulemaking; requiring a report; appropriating money; amending Minnesota Statutes 2016, sections 43A.08, subdivisions 1, 1a; 120A.22, subdivision 9; 120A.41; 120B.021, subdivisions 1, 3; 120B.022, subdivision 1b;

120B.12, subdivisions 2, 2a, 3; 120B.125; 120B.132; 120B.22, subdivision 2; 120B.23, subdivision 3; 120B.232, subdivision 1; 120B.30, subdivision 1; 120B.31, subdivisions 4, 4a, by adding a subdivision; 120B.35, subdivision 3; 120B.36, subdivision 1 ; 121A.22, subdivision 2 ; 121A.221; 122A.14, subdivision 9; 122A.18, subdivisions 7c, 8 ; 122A. 21 , subdivisions 1 , 2 , by adding a subdivision; 122A. 40 , subdivision $10 ; 122 \mathrm{~A} .41$, by adding a subdivision; 122A.414, subdivision 2; 122A.415, subdivision $4 ; 122$ A. $416 ; 123 \mathrm{~A} .30$, subdivision $6 ; 123 \mathrm{~A} .73$, subdivision 2; 123B.41, subdivisions 2, 5a; 123B.52, subdivision 1, by adding a subdivision; 123B.595, subdivisions 1, 4; 123B.71, subdivisions 11, 12; 123B.92, subdivision 1; 124D.03, subdivision 5a; 124D.05, subdivision 3; 124D.09, subdivisions $3,5,10,12,13$, by adding subdivisions; 124D.1158, subdivisions 3,$4 ; 124 \mathrm{D} .165$, subdivisions $1,2,3,4$; 124D.52, subdivision 7; 124D.549; 124D.55; 124D.59, subdivision 2; 124D.68, subdivision 2; 124D.695; 124D.83, subdivision 2; 124E.03, subdivision 2; 124E.05, subdivision 7; 124E.11; 124E.22; 125A.083; 125A.0941; 125A.11, subdivision 1 ; 125A.21, subdivision 2 ; 125A.515; 125A.56, subdivision 1; 125A.74, subdivision 1; 125A.76, subdivision 2c; 126C.05, subdivisions 1, 8; 126C.10, subdivisions 2, 2a, 3, 13a, by adding a subdivision; 126C.17, subdivision 9; 127A.45, subdivision 10; 129C.10, subdivisions 1, 4; 129C.105; 134.31, subdivision 2; 136A.1791, subdivisions 1, 2, 9; 256B.0625, subdivision 26; 256J.08, subdivisions 38, 39; 297A.70, subdivision 2; Laws 2015, First Special Session chapter 3, article 1, section 27, subdivisions 2, as amended, 3, 4, as amended, 6, as amended, 7, as amended, 9 , as amended; article 2 , section 70 , subdivisions 2 , as amended, 3 , as amended, 4 , as amended, 5 , as amended, 7 , as amended, 11 , as amended; article 4 , section 9 , subdivision 2 , as amended; article 5 , section 30 , subdivisions 2 , as amended, 3 , as amended, 5 , as amended, 6 ; article 6 , section 13 , subdivisions 2 , as amended, 3 , as amended; article 7 , section 7 , subdivisions 2 , as amended, 3 , as amended, 4 , as amended; article 9 , section 8 , subdivisions 5, as amended, 6 , as amended; article 10 , section 3 , subdivision 2 , as amended; article 11 , section 3 , subdivision 2, as amended; Laws 2016, chapter 189, article 25 , sections 58 ; 62 , subdivisions $7,11,17$; article 30, section 25, subdivision 5; proposing coding for new law in Minnesota Statutes, chapters 120A; 120B; 121A; 122A; 124D; 129C; 136A; repealing Minnesota Statutes 2016, sections 122A.40, subdivision 11; 122A.41, subdivision 14; 123A.73, subdivision 3; 124D.151; 124D.73, subdivision 2; 125A.75, subdivision 7; 125A.76, subdivision 2b; 129C.10, subdivision 5a; 129C.30; Minnesota Rules, part 3500.3100, subpart 4.

The bill was read for the third time, as amended, and placed upon its final passage.
The question was taken on the passage of the bill and the roll was called. There were 79 yeas and 54 nays as follows:

Those who voted in the affirmative were:

| Albright | Dettmer | Hertaus | Loonan | Petersburg | Torkelson |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Drazkowski | Hoppe | Lueck | Pierson | Uglem |
| Anderson, S. | Erickson | Howe | Mariani | Poppe | Urdahl |
| Anselmo | Fabian | Jessup | Marquart | Poston | Vogel |
| Backer | Fenton | Johnson, B. | Maye Quade | Pryor | West |
| Baker | Franke | Jurgens | McDonald | Pugh | Whelan |
| Barr, R. | Franson | Kiel | Murphy, M. | Quam | Wills |
| Bennett | Garofalo | Knoblach | Nash | Rarick | Zerwas |
| Bliss | Green | Koznick | Neu | Runbeck | Spk. Daudt |
| Christensen | Grossell | Kresha | Nornes | Schomacker |  |
| Cornish | Gunther | Layman | O'Driscoll | Scott |  |
| Daniels | Haley | Lien | O'Neill | Smith |  |
| Davids | Hamilton | Lohmer | Pelowski | Swedzinski |  |
| Dean, M. | Heintzeman | Loon | Peppin | Theis |  |

Those who voted in the negative were:

| Allen | Becker-Finn | Carlson, A. | Considine | Ecklund | Freiberg |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Applebaum | Bernardy | Carlson, L. | Davnie | Fischer | Gruenhagen |
| Bahr, C. | Bly | Clark | Dehn, R. | Flanagan | Halverson |


| Hansen | Johnson, S. | Lillie | Miller | Omar | Slocum |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Hausman | Koegel | Loeffler | Moran | Pinto | Sundin |
| Hilstrom | Kunesh-Podein | Lucero | Murphy, E. | Rosenthal | Thissen |
| Hornstein | Lee | Mahoney | Nelson | Sandstede | Wagenius |
| Hortman | Lesch | Masin | Newberger | Sauke | Ward |
| Johnson, C. | Liebling | Metsa | Olson | Schultz | Youakim |

The bill was passed, as amended, and its title agreed to.

## INTRODUCTION AND FIRST READING OF HOUSE BILLS, Continued

The following House File was introduced:

Torkelson introduced:
H. F. No. 3, A bill for an act relating to transportation; establishing a budget for transportation; appropriating money for transportation purposes, including Department of Transportation, Metropolitan Council, and Department of Public Safety activities; modifying various provisions governing transportation policy and finance; allocating certain sales and use tax revenue; establishing accounts; requiring reports; making technical changes; authorizing sale and issuance of state bonds; amending Minnesota Statutes 2016, sections 53C.01, subdivision 2; 85.016; 117.189; 160.02 , subdivision 27 , by adding subdivisions; 160.18 , by adding a subdivision; 160.262 , subdivisions 1 , 3,$4 ; 160.266$, subdivisions 3,4 , 5 , by adding subdivisions; 161.04 , subdivision $5 ; 161.081$, subdivision $3 ; 161.088$, subdivisions $4,5,7 ; 161.115$, subdivision 190; 161.14, by adding a subdivision; 161.21, subdivision $1 ; 161.321$, subdivision $6 ; 161.38$, by adding a subdivision; 161.44 , subdivisions $5,6 \mathrm{a}$, by adding a subdivision; 168.013, subdivision 1a, by adding a subdivision; 168.021, subdivisions $1,2,2 \mathrm{a} ; 168.27$, by adding a subdivision; 168.33, subdivision 2 ; 168A. 09 , subdivision 1 ; 168A. 141 ; 168A.142; 169.011, subdivisions 34 , 47, by adding a subdivision; 169.14, by adding a subdivision; 169.18, subdivisions 5,$7 ; 169.224$, subdivision $3 ; 169.345$, subdivisions 1 , 3 ; 169.442, subdivision 5; 169.443, subdivision 2 ; 169.444, subdivision $2 ; 169.449$, subdivision 1 ; 169.4501, subdivisions 1,$2 ; 169.4503$, subdivisions $4,7,14,23,30 ; 169.64$, subdivision $8 ; 169.80$, subdivision $1 ; 169.829$, by adding a subdivision; 169.864, subdivisions 3, 4, by adding a subdivision; 169.865, subdivision 3; 171.02, subdivision 2b; 171.06, subdivision 2a; 171.061, subdivision 3, as amended; 171.12, subdivision 6; 173.02, subdivisions 18 , 23, by adding subdivisions; 173.06 , subdivision $1 ; 173.07$, subdivision $1 ; 173.08$, by adding subdivisions; 173.13, subdivision $11 ; 173.16$, by adding subdivisions; 174.03, subdivisions 1a, 1c; 174.50, subdivisions $5,6 \mathrm{~b}, 6 \mathrm{c}, 7$, by adding a subdivision; 174.56 , by adding a subdivision; 174.93; 221.031, by adding a subdivision; 222.49; 222.50, subdivision 6; 256B.15, subdivision 1a, as amended; 297A.815, subdivision 3; 297A.94; 297A.992, by adding a subdivision; 297B.01, subdivision 16; 299D.03, subdivision 6; 398A.10, subdivisions 3,$4 ; 473.121$, subdivision $2 ; 473.388$, subdivision 4 , by adding a subdivision; 473.39 , by adding a subdivision; 473.4051, subdivision 2; 473.857, subdivision 2; proposing coding for new law in Minnesota Statutes, chapters 160; 168; 168A; 169; 173; 174; 473; repealing Minnesota Statutes 2016, sections 160.262, subdivision 2; 160.265 ; 160.266, subdivisions 1 , 2 ; 161.115, subdivision $32 ; 165.15$, subdivision $8 ; 169.4502$, subdivision 5; 219.375, subdivision 4; Minnesota Rules, parts 8810.0800 , subpart 3; 8810.1300, subpart 4; 8810.6000; 8810.6100; 8810.6300; 8810.6400; 8810.6500; 8810.6600; 8810.6700; 8810.6800; 8810.6900; 8810.7000; 8810.9910; 8810.9911; 8810.9912; 8810.9913.

The bill was read for the first time.

## DECLARATION OF URGENCY

Pursuant to Article IV, Section 19, of the Constitution of the state of Minnesota, Torkelson moved that the rule therein be suspended and an urgency be declared and that the rules of the House be so far suspended so that H. F. No. 3 be given its second and third readings and be placed upon its final passage. The motion prevailed.
H. F. No. 3 was read for the second time.
H. F. No. 3 was read for the third time.

LAY ON THE TABLE
Torkelson moved that H. F. No. 3 be laid on the table. The motion prevailed.

## INTRODUCTION AND FIRST READING OF HOUSE BILLS, Continued

The following House File was introduced:

Garofalo introduced:
H. F. No. 4, A bill for an act relating to labor standards; making changes to Minnesota statewide and major local public employee retirement plans; increasing contribution rates; adjusting benefits and contributions; requiring a study on postretirement adjustments; modifying executive director credentials; modifying annual benefit limitations for federal tax code compliance; authorizing use of IRS correction procedures; modifying actuarial assumptions; authorizing the transfer of assets and members from the voluntary statewide volunteer firefighter retirement plan to a volunteer firefighter relief association; adopting recommendations of the Volunteer Firefighter Relief Association Working Group; making changes to volunteer firefighter relief pensions; establishing a fire state aid work group; modifying various Department of Human Services and Department of Corrections employment classifications eligible for correctional retirement coverage; modifying public safety officer death benefits; authorizing certain service credit purchases, transfers, and elections; increasing maximum employer contribution to a supplemental laborers pension fund; authorizing certain additional sources of retirement plan funding; ratifying certain collective bargaining agreements; providing uniformity for employment mandates on private employers; making technical and conforming changes; providing for wage theft prevention; appropriating money; amending Minnesota Statutes 2016, sections 3A.02, subdivision 4; 3A.03, subdivisions 2, 3; 16A.14, subdivision 2a; 181.03, subdivision 1; 352.01, subdivisions 2a, 13a; 352.017, subdivision $2 ; 352.03$, subdivisions 5,$6 ; 352.04$, subdivisions $2,3,8,9 ; 352.113$, subdivisions 2 , 4,$14 ; 352.116$, subdivision 1a; 352.22 , subdivisions 2 , 3 , by adding subdivisions; $352.23 ; 352.27$; 352.91, subdivisions $3 \mathrm{f}, 3 \mathrm{~g}$, by adding a subdivision; 352.92 , subdivisions 1 , 2 , by adding a subdivision; 352.955, subdivision 3; 352B.013, subdivision 2; 352B.02, subdivisions 1a, 1c; 352B.08, by adding a subdivision; 352B.085; 352B.086; 352B.11, subdivision 4; 352D.02, subdivisions 1, 3; 352D.04, subdivision 2; 352D.05, subdivision 4; 352D.06, subdivision 1; 352D.085, subdivision 1; 352D.11, subdivision 2; 352D.12; 352F.04, subdivisions 1, 2, by adding a subdivision; 353.01, subdivisions $2 \mathrm{~b}, 10,16,43,47 ; 353.012 ; 353.0162 ; 353.03$, subdivision $3 ; 353.27$, subdivisions 3c, 7a, 12, 12a, 12b; 353.28, subdivision 5; 353.29, subdivisions 4, 7; 353.30, subdivision 3c; 353.32, subdivisions 1,$4 ; 353.34$, subdivision $2 ; 353.35$, subdivision $1 ; 353.37$, subdivision $1 ; 353.64$, subdivision 10 ; 353.65, subdivisions 2 , 3 , by adding a subdivision; 353F.02, subdivision 5 a ; 353F. 025 , subdivision 2 ; 353F. 04 ,
subdivision 2; 353F.05; 353F.057; 353F.06; 353F.07; 353G.01, subdivision 9, by adding a subdivision; 353G.02, subdivision 6; 353G.03, subdivision 3; 353G.08, subdivision 3; 353G.11, subdivision $1 ; 354.05$, subdivision 2 , by adding a subdivision; 354.06 , subdivisions 2 , $2 \mathrm{a} ; 354.095 ; 354.436$, subdivision $3 ; 354.44$, subdivisions 3 , $9 ; 354.45$, by adding a subdivision; 354.46 , subdivision $6 ; 354.48$, subdivision $1 ; 354.50$, subdivision $2 ; 354.51$, subdivision 5 ; 354.512; 354.52, subdivisions 4, 4d; 354.53, subdivision 5; 354.55, subdivision $11 ; 354.66$, subdivision 2; 354.72, subdivision 1; 354A.011, subdivisions 3a, 29; 354A.093, subdivisions 4, 6; 354A.095; 354A.096; 354A.12, subdivisions 1, 1a, 2a, 3a, 3c, 7; 354A.29, subdivision 7; 354A.31, subdivisions 3, 7; 354A.34; 354A.35, subdivision 2; 354A.37, subdivisions 2,$3 ; 354 \mathrm{~A} .38 ; 356.195$, subdivision $2 ; 356.215$, subdivisions $8,9,11 ; 356.24$, subdivision 1 ; 356.30 , subdivision $1 ; 356.32$, subdivision $2 ; 356.415$, subdivisions $1,1 \mathrm{a}, 1 \mathrm{~b}, 1 \mathrm{c}, 1 \mathrm{~d}, 1 \mathrm{e}, 1 \mathrm{f}$, by adding a subdivision; $356.44 ; 356.47$, subdivisions 1,$3 ; 356.50$, subdivision $2 ; 356.551$, subdivision $2 ; 356.635$, subdivision 10 , by adding subdivisions; 356.96 , subdivisions $1,2,3,4,5,6,7,8,9,10,11,12,13 ; 356 \mathrm{~A} .06$, subdivision 7; 423A.02, subdivisions 3 , 5 ; 424A.001, subdivisions 2 , 3,10 , by adding a subdivision; 424A.002, subdivision 1 ; 424A.01, subdivisions $1,5,6$, by adding subdivisions; 424A.015, subdivision 1, by adding a subdivision; 424A.016, subdivision 2; 424A.02, subdivisions 1, 3, 3a, 7; 424A.04, subdivision 1; 424A.07; 424A.091, subdivision 3; 424A.094, subdivision 3; 424A.10, subdivision 1; 424B.20, subdivision 4; 490.121, subdivisions 4, 25, 26; 490.1211; 490.124, subdivision 12; proposing coding for new law in Minnesota Statutes, chapters 181; 353F; 353G; 356; 424A; repealing Minnesota Statutes 2016, sections 3A.12; 352.04, subdivision 11; 352.045; 352.72; 352B.30; 353.0161; 353.27, subdivision 3b; 353.34, subdivision 6; 353.71, subdivision $1 ; 354.42$, subdivisions 4a, 4b, 4c, 4d; 354.60; 354A.12, subdivision 2c; 354A.29, subdivisions 8, 9; 354A.39; 356.611, subdivisions 3, 3a, 4, 5; 356.96, subdivisions 14,15 ; 424A.02, subdivision 13.

The bill was read for the first time and referred to the Committee on Rules and Legislative Administration.

## ADJOURNMENT

Peppin moved that when the House adjourns today it adjourn until 7:01 a.m., Wednesday, May 24, 2017.

A roll call was requested and properly seconded.

The question was taken on the Peppin motion and the roll was called. There were 77 yeas and 55 nays as follows:

Those who voted in the affirmative were:

| Albright | Davids | Gunther | Layman | O'Driscoll | Scott |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Anderson, P. | Dean, M. | Haley | Lohmer | O'Neill | Smith |
| Anderson, S. | Dettmer | Heintzeman | Loon | Pelowski | Swedzinski |
| Anselmo | Drazkowski | Hertaus | Loonan | Peppin | Theis |
| Backer | Erickson | Hoppe | Lucero | Petersburg | Torkelson |
| Bahr, C. | Fabian | Howe | Lueck | Pierson | Uglem |
| Baker | Fenton | Jessup | Marquart | Poppe | Urdahl |
| Barr, R. | Franke | Johnson, B. | McDonald | Poston | Vogel |
| Bennett | Franson | Jurgens | Miller | Pugh | West |
| Bliss | Garofalo | Kiel | Nash | Quam | Whelan |
| Christensen | Green | Knoblach | Neu | Rarick | Wills |
| Cornish | Grossell | Koznick | Newberger | Runbeck | Zerwas |
| Daniels | Gruenhagen | Kresha | Nornes | Schomacker |  |

Those who voted in the negative were:

| Allen | Dehn, R. | Hornstein | Lillie | Nelson | Sundin |
| :--- | :--- | :--- | :--- | :--- | :--- |
| Applebaum | Ecklund | Hortman | Loeffler | Olson | Thissen |
| Becker-Finn | Fischer | Johnson, C. | Mahoney | Omar | Wagenius |
| Bernardy | Flanagan | Johnson, S. | Mariani | Pinto | Ward |
| Bly | Freiberg | Koegel | Masin | Pryor | Youakim |
| Carlson, A. | Halverson | Kunesh-Podein | Maye Quade | Rosenthal |  |
| Carlson, L. | Hamilton | Lee | Metsa | Sandstede |  |
| Clark | Hansen | Lesch | Moran | Sauke |  |
| Considine | Hausman | Liebling | Murphy, E. | Schultz |  |
| Davnie | Hilstrom | Lien | Murphy, M. | Slocum |  |

The motion prevailed.

Peppin moved that the House adjourn. The motion prevailed, and the Speaker declared the House stands adjourned until 7:01 a.m., Wednesday, May 24, 2017.

Patrick D. Murphy, Chief Clerk, House of Representatives

