



Interagency Agreement and Intra-Fund Transfers 2025 Annual Report

As required by Minnesota Statutes, section
15.0395 October 15, 2025

Contact Information

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As required by Minnesota Statute 3.197: This report cost approximately under \$1,000.00 to prepare, including staff time, printing, and mailing expenses.

Upon request, this material will be made available in an alternative format such as large print, Braille, or audio recording. Printed on recycled paper.

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October 15, 2025

Senate Jobs and Economic Development Committee

The Honorable Senator Champion
Minnesota Senate Bldg., Room 3401
St. Paul, MN 55155

The Honorable Senator Draheim
Minnesota Senate Bldg., Room 2225
St. Paul, MN 55155

House Workforce, Labor, and Economic Development Finance and Policy Committee

The Honorable Representative Baker
2nd Floor, Centennial Office Building
St. Paul, MN 55155

The Honorable Representative Pinto
5th Floor, Centennial Office Building
St. Paul, MN 55155

RE: Submission of Interagency Agreement and Intra-Fund Transfers 2025 Annual Report

Dear Legislators:

As required by Minn. Stat. § 15.0395, please find enclosed the Interagency Agreement and Intra-Fund Transfers 2025 Report to the Minnesota Legislature.

If you have any questions or concerns about this report, please do not hesitate to contact Director of Government Relations Deven Bowdry, deven.bowdry@state.mn.us

Regards,

Matt Varilek
Commissioner

Enclosure

CC: Governor's Office
Legislative Reference Library

Legislative Requirement

This report is issued to comply with Minn. Stat. 15.0395.

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

Summary of Contents:

This report contains information on:

Interagency agreements including income contracts, data sharing agreements, service-level agreements and any renewals or extensions of existing interagency or service-level agreements with another agency if the cumulative value of those agreements is more than \$100,000 in the previous fiscal year and 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 also contains 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.

Department of Employment and Economic Development (DEED)
SFY25 Interagency Agreements and Service Level Agreements

Agency	Amount	Legal Authority	Purpose	Effective Date	Duration
Commerce Department	\$ 100,000.00	MS 116J.035 6, 248.061-.062., MS 237.52 4	IA with Commerce Telecommunications Access Minnesota (TAM) for DEED SSB Accessible News for the Blind (ANB) to provide an accessible electronic information service for eligible individuals	7/1/2024	6/30/2025
Explore Minnesota	\$ 100,000.00	2024 Minnesota Laws, Chapter 120, Article 1, Section 2, Subd. 3	Provide promotional and marketing support to the Film North to attract a film festival	7/1/2024	6/30/2025
Explore Minnesota	\$ 597,000.00	2024 Minnesota Laws, Chapter 120, Article 1, Section 2, Subd. 3	Provide promotional and marketing support to the Taste of Minnesota event	7/1/2024	6/30/2025
Explore Minnesota Tourism	\$ 4,065,487.00	MS 116J.035 6	Tourism Marketing - Winter; Spring/Summer marketing campaigns	12/1/2021	11/9/2025
Human Services Department	\$ 122,214.00	MS 116J.035 6	IA with Minnesota Department of Human Services (DHS) to partner with DEED VRS on the U.S. Department of Education, Rehabilitation Services Administration (RSA) Disability Innovation Fund (DIF) grant: Subminimum Wage to Competitive Integrated Employment (CIE) Model Demonstration Project	3/1/2023	12/31/2024
Minnesota Department of Education	\$ 371,475.00	MS 116J.035 6	The Minnesota Department of Education will partner with the State of Minnesota, Department of Employment and Economic Development, Vocational Rehabilitation Services on the Rehabilitation Services Administration Disability Innovation Fund: Subminimum Wage to Competitive Integrated Employment Model Demonstration Project.	7/1/2023	6/30/2026
Minnesota Department of Natural Resources	\$ 5,000,000.00	2023 Minnesota Laws, Chapter 72, Article 2, Section 9, Subd. 12.	DEED will provide \$5 million allocated in the special appropriation (2023 Minnesota Laws, Chapter 72, Article 2, Section 9, Subd. 12) to DNR.	10/15/2024	12/31/2032
Minnesota IT Services	\$ 7,872,040.00	MS 16E.21	INFORMATION AND TELECOMMUNICATIONS ACCOUNT. Grants Management System; Loan Management System (LMS) LoanPro; Workflow Improvement; Workforce One VRS SSB, Anaplan and Paid Leave Development	7/1/2025	6/30/2027
Minnesota Management & Budget	\$ 405,233.00	MS 116J.035 6	IA with MMB MAD to Lanterna Consulting to assist VRS in creation and initial implementation of the first year's project plan, including milestones, key tasks, accountabilities, roles/responsibilities, and timeline for federal Go MN! planning process as part of a collaborative pilot model demonstration Disability Innovation Fund (DIF) project over 5 years through U.S. Department of Education. (Multi contracts)	10/1/2023	9/30/2024
Minnesota Management & Budget	\$ 292,814.00	MS 116J.035 6	IA with MMB MAD to Lanterna Consulting to assist VRS in creation and initial implementation of the first year's project plan, including milestones, key tasks, accountabilities, roles/responsibilities, and timeline for federal Go MN! planning process as part of a collaborative pilot model demonstration Disability Innovation Fund (DIF) project over 5 years through U.S. Department of Education. (Multi contracts)	10/1/2024	9/30/2025
Minnesota Pollution Control Agency	\$ 554,080.00	MS 116J.035 6	DEED will assist the MPCA in completing deliverables for the US Environmental Protection Agency climate pollution reduction grant planning grant, which will inform the update of Minnesota's Climate Action Framework.	9/23/2024	5/31/2027
Minnesota Public Facilities	\$ 138,000.00	MS 471.59 and 446A.04 Sub 5	Provide the payroll, human resources, communications, continuity of operations and other fiscal and general administrative support services	7/1/2024	6/30/2025
Minnesota State Arts Board	\$ 4,100,000.00	2023 Minnesota Laws, Chapter 71-- H.F.No.670, Article 1, Sec. 14, Subd. 103	to be given to Walker West Music Academy (Walker West) as a grant to acquire property, predesign, and design, renovate, and contract a building in the city of St. Paul to support youth music education.	2/19/2025	1/1/2029

Department of Employment and Economic Development (DEED)
SFY25 Interagency Agreements and Service Level Agreements

Agency	Amount	Legal Authority	Purpose	Effective Date	Duration
Minnesota Department of Children, Youth, and Families, Economic Assistance and Employment Supports Division (DCYF)	\$ 1,995,271.79	MS 116J.035 6	DCYF, in partnership with DEED and MNIT-DEED, developed Workforce Once (WF1), a web-based case management tool/management information system used by employment services agencies providing employment and training services for Minnesota Family Investment Program (MFIP), Diversionary Work Program (DWP), Supplemental Nutrition Assistance Program Employment and Training (SNAP E&T), Career Force, State Services for the Blind, Vocational Rehabilitation Services, and Employment and Training Programs, and related customized programs, to administer these programs and use information collected by these providers for auditing and reporting purposes.	7/1/2024	6/30/2026
Public Safety Department	\$ 545,000.00	MS 471.59	IA with DPS BCA to assign two full-time special agents and one full-time Cooperative Disability Investigations (CDI) Unit to provide support and investigate potential fraud to assure the integrity of DDS Program	7/1/2023	6/30/2024

Department of Employment and Economic Development (DEED)
SFY25 Appropriation Transfers

TRANSFER FROM:					TRANSFER TO:						
Transfer from Agency	Transfer From Fund Name	Transfer from Approp ID	Transfer From Approp ID Name	Transfer From Amt	Transfer to Agency	Transfer to Fund Name	Transfer to Approp ID	Transfer to Approp ID Name	Transfer to Amt	Purpose of Transfer	Legal Authority of Transfer
DEED	Climate and Economic Dev	B221348	MN Forward Fed Match Exp	(\$2,500,000.00)	ADMIN	Climate and Economic Dev	G0212B4	Elective Pay	\$2,500,000.00	DEED B221348 to Admin G0212B4	MS 116J.8752
DEED	General	B221893	Border to Border Broadband	(\$50,000,000.00)	DEED	Other Misc Special Revenue	B221892	Border-to-Border Broadband	\$50,000,000.00	Border to Border Broadband, transfer GF appropriation to special revenue account as authorized in the session appropriation language.	23 043 03 02A 000
DEED	General	B221717	Cannabis Start Up Grants	(\$6,000,000.00)	DEED	Other Misc Special Revenue	B221719	CanStartup RLF	\$6,000,000.00	Transferring funds from B221717 - Cannabis Start Up Grants to B221719 - CanStartup RLF. Under Legal Citation:, "3,000,000 each year is for transfer to the CanStartup revolving loan account"	23 63 09 09B 000

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DEED	General	B221149	MN Job Creation	(\$5,000,000.00)	DEED	General	B221150	Minnesota Investment Fund	\$5,000,000.00	Transfer funds from the JCF program to the MIF Program. authorizes the transfer of up to \$5 million annually between Minnesota Investment Fund (MIF) and the Job Creation Fund (JCF).	Minn. Stat. 116J.8731, Subdivision 10
DEED	General	B221313	Community Energy Trans Grt GF	(\$5,000,000.00)	DEED	Other Misc Special Revenue	B221347	Community Energy Trans Grants	\$5,000,000.00	B221313 to B221347 - legal cite - \$5,000,000 each year is transferred from the general fund to the community energy transition account for grants under Minnesota Statutes, section 116J.55. This is a onetime transfer.	23 053 20 002 02H
DEED	General	B221304	MN Emerging Entrepreneur Prog	(\$1,000,000.00)	DEED	Other Misc Special Revenue	B221108	Emerging Entrpnr Revolving	\$1,000,000.00	Emerging Entrepreneur Loan Program, transfer GF appropriation to special revenue revolving loan fund as authorized in the appropriation language	23 053 20 002 02T

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SFY25 Appropriation Transfers

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DEED	General	B224907	DEED Operating Adjustment GF	(\$800,405.00)	DEED	General	B221095	BCD Business Development	\$800,405.00	BFY25 Operating Adjustment Transfer from DEED General Support Division (B224907 DEED Operating Adj) to BCD and Trade Divisions.	MS 16A.285
DEED	General	B224907	DEED Operating Adjustment GF	(\$275,000.00)	DEED	General	B221098	BCD Community Finance	\$275,000.00	BFY25 Operating Adjustment Transfer from DEED General Support Division (B224907 DEED Operating Adj) to BCD and Trade Divisions.	MS 16A.285
DEED	General	B224907	DEED Operating Adjustment GF	(\$269,000.00)	DEED	General	B221800	Small Business Office	\$269,000.00	BFY25 Operating Adjustment Transfer from DEED General Support Division (B224907 DEED Operating Adj) to BCD and Trade Divisions.	MS 16A.285
DEED	General	B224907	DEED Operating Adjustment GF	(\$265,000.00)	DEED	General	B221900	Mn Trade Office	\$265,000.00	BFY25 Operating Adjustment Transfer from DEED General Support Division (B224907 DEED Operating Adj) to BCD and Trade Divisions.	MS 16A.285

Department of Employment and Economic Development (DEED)
SFY25 Appropriation Transfers

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DEED	General	B224907	DEED Operating Adjustment GF	(\$110,000.00)	DEED	General	B224130	Labor Maket Information Genera	\$110,000.00	BFY25 Operating Adjustment Transfer from DEED General Support Division (B224907 DEED Operating Adj) to BCD and Trade Divisions.	MS 16A.285
DEED	Workforce Development	B223A67	MPLS DTWN Taste of MN WDF	(\$597,000.00)	Explore MN	General	B201439	Mpls Downtown Council	\$597,000.00	This is transfer from DEED B223A67 to Explore MN for Mpls Downtown Council/Taste of Mn B201439	24 120 01 002 3ii
DEED	Workforce Development	B223A64	Film North Sundance WDF	(\$100,000.00)	Explore MN	General	B201438	Film North	\$100,000.00	This is transfer to Deed B223A64 Transfer for Explore MN for Film North/Film Festival B201438	24 120 01 002 3ff
DEED	General	B223438	Olmstead Implementatio n Office	(\$1,269,000.00)	HFA	Housing Finance Agency	B340001	Gen Reserve Overhead Control	\$1,269,000.00	2025 Deed Transfer Approp B223438 to Housing Finance Olmstead B340001	23 053 20 002 04a
DEED	Other Misc Special Revenue	B221121	21st Century Fund	(\$10,000,000.00)	IRRRB	Iron Range Resources & Rehab	B4321CN	21st Century Transfers	\$10,000,000.00	Transferring \$10 million from Approp B221121 - 21st Century Fund to Approp B4321CN Legal Citation:	Sec 471.59 Subdivision 3

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DEED	Other Misc Special Revenue	B221121	21st Century Fund	(\$4,500,000.00)	IRRRB	Iron Range Resources & Rehab	B4321CN	21st Century Transfers	\$4,500,000.00	IA Participation Agreement under ; DEED to take a 50.00% participation in the IRRR HEDA loan of \$9 million. \$4,500,000 to be transferred from DEED to IRRR. DEED funds provided from MN Minerals 21st Century Fund M.S. 116J.423	MS 471.59
DEED	Other Misc Special Revenue	B221121	21st Century Fund	(\$3,000,000.00)	IRRRB	Iron Range Resources & Rehab	B4321CN	21st Century Transfers	\$3,000,000.00	IA Participation Agreement; DEED to take a 46.15% participation in the IRRR LM loan of \$6.5 million. \$3,000,000 to be transferred from DEED to IRRR. DEED funds provided from MN Minerals 21st Century Fund M.S. 116J.423	MS 471.59

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DEED	Family and Medical Benefit Ins	B228101	Family and Medical Leave	(\$4,500,000.00)	MNIT	Other Misc Special Revenue	G467623	ITA26.123 B22 Paid Lv App Dev	\$4,500,000.00	INFORMATION AND TELECOMMUNICATIONS ACCOUNT. Paid Leave Application Development Effort - Leveraging Unemployment Insurance System	Minnesota Statute 16E.21
DEED	General	B224907	DEED Operating Adjustment GF	(\$1,758,886.00)	MNIT	Other Misc Special Revenue	G467533	ITA26.033 B22 Grants Mgmt Sys	\$1,758,886.00	INFORMATION AND TELECOMMUNICATIONS ACCOUNT. Grants Management System; Loan Management System (LMS) LoanPro; Workflow Improvement; Workforce One VRS SSB.	MS 16E.21
DEED	General	B224907	DEED Operating Adjustment GF	(\$606,000.00)	MNIT	Other Misc Special Revenue	G467575	ITA26.075 G10 FP&A Tool Impl	\$606,000.00	Financial Planning and Analysis Tool Implementation	ITA26.075

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DEED	General	B224907	DEED Operating Adjustment GF	(\$461,443.00)	MNIT	Other Misc Special Revenue	G467535	ITA26.035 B22 Wrkflow Imprmnt	\$461,443.00	INFORMATION AND TELECOMMUNICATIONS ACCOUNT. Grants Management System; Loan Management System (LMS) LoanPro; Workflow Improvement; Workforce One VRS SSB.	MS 16E.21
DEED	General	B224907	DEED Operating Adjustment GF	(\$295,711.00)	MNIT	Other Misc Special Revenue	G467534	ITA26.034 B22 LoanPro (LMS)	\$295,711.00	INFORMATION AND TELECOMMUNICATIONS ACCOUNT. Grants Management System; Loan Management System (LMS) LoanPro; Workflow Improvement; Workforce One VRS SSB.	MS 16E.21

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DEED	General	B224907	DEED Operating Adjustment GF	(\$250,000.00)	MNIT	Other Misc Special Revenue	G467596	ITA26.096 B22 Wrkfr 1 BRS SSB	\$250,000.00	INFORMATION AND TELECOMMUNICATIONS ACCOUNT. Grants Management System; Loan Management System (LMS) LoanPro; Workflow Improvement; Workforce One VRS SSB.	MS 16E.21