

1.1 Senator moves to amend the delete-everything amendment (SCS0203A-1)
1.2 to S.F. No. 203 as follows:

1.3 Page 1, before line 3, insert:

1.4 "Section 1. Minnesota Statutes 2024, section 462A.20, subdivision 2, is amended to read:

1.5 Subd. 2. **Which money in fund.** There shall be paid into the housing development fund:

1.6 (1) any moneys appropriated before July 1, 2027, and made available by the state for
1.7 the purposes of the fund;

1.8 (2) any moneys transferred into on or after July 1, 2027, and made available by the state
1.9 for the purposes of the fund;

1.10 ~~(2)~~ (3) any moneys which the agency receives in repayment of advances made from the
1.11 fund;

1.12 ~~(3)~~ (4) any other moneys which may be made available to the agency for the purpose of
1.13 the fund from any other source or sources;

1.14 ~~(4)~~ (5) all fees and charges collected by the agency;

1.15 ~~(5)~~ (6) all interest or other income not required by the provisions of a resolution or
1.16 indenture securing notes or bonds to be paid into another special fund.

1.17 Sec. 2. Minnesota Statutes 2024, section 462A.20, subdivision 3, is amended to read:

1.18 Subd. 3. **Separate accounts; transfers; limits.** Whenever any money is appropriated
1.19 by the state to the agency solely for a specified purpose or purposes, the agency shall establish
1.20 a separate bookkeeping account or accounts in the housing development fund to record the
1.21 receipt and disbursement of such money and of the income, gain, and loss from the
1.22 investment and reinvestment thereof. Earnings from investment of any amounts appropriated
1.23 by the state to the agency for a specified purpose or purposes may be aggregated. The costs
1.24 and expenses necessary and incidental to the development and operation of all programs
1.25 funded by state appropriations may be paid from the aggregated earnings from investments
1.26 prior to periodic distributions of earnings to separate accounts to be used for the same
1.27 purpose as the respective original appropriation. The agency may transfer unencumbered
1.28 balances from one appropriated account to another, provided that no money appropriated
1.29 for the purpose of agency loan programs may be transferred to an account to be used for
1.30 making grants, except that money appropriated for the purpose of section 462A.05,

2.1 subdivision 14a, may be transferred for the purpose of section 462A.05, subdivision 15a.
2.2 This subdivision applies to appropriations made before July 1, 2027.

2.3 Sec. 3. Minnesota Statutes 2024, section 462A.20, is amended by adding a subdivision to
2.4 read:

2.5 Subd. 3a. **Separate accounts; transfers; limits.** Whenever any money is appropriated
2.6 from the housing development fund by the state to the agency solely for a specified purpose
2.7 or purposes, the agency shall establish a separate bookkeeping account or accounts in the
2.8 housing development fund to record the receipt and disbursement of such money and of the
2.9 income, gain, and loss from the investment and reinvestment thereof. Earnings from
2.10 investment of any amounts appropriated by the state from the housing development fund
2.11 to the agency for a specified purpose or purposes may be aggregated. The costs and expenses
2.12 necessary and incidental to the development and operation of all programs funded by state
2.13 appropriations may be paid from the aggregated earnings from investments from the housing
2.14 development fund prior to periodic distributions of earnings to separate accounts to be used
2.15 for the same purpose as the respective original appropriation. The agency may transfer
2.16 unencumbered balances from one appropriated account to another, provided that no money
2.17 appropriated for the purpose of agency loan programs may be transferred to an account to
2.18 be used for making grants, except that money appropriated for the purpose of section
2.19 462A.05, subdivision 14a, may be transferred for the purpose of section 462A.05, subdivision
2.20 15a. This subdivision applies to appropriations made on or after July 1, 2027.

2.21 Sec. 4. Minnesota Statutes 2024, section 462A.20, subdivision 4, is amended to read:

2.22 Subd. 4. **Operating costs report.** On or before February 15 of each year, the agency
2.23 ~~shall deliver~~ must submit a report to the chairs of the finance and appropriations committees
2.24 of the legislature and ranking minority members of the legislative committees having
2.25 jurisdiction over housing finance and policy, ways and means, and finance on the costs of
2.26 operating the agency in the previous fiscal year. The report ~~shall include~~ must differentiate
2.27 between costs to administer programs funded by state appropriations and other agency
2.28 activities. For both types of costs, the report must include the following: (1) the expenditures
2.29 for salaries and benefits, rent, professional and technical services, and general agency
2.30 administration; (2) the number of full-time equivalent staff positions; and (3) the agency's
2.31 audited financial statements which include information on expenditures and receipts relating
2.32 to debt issuance and administration and loan origination and administration. The report ~~shall~~
2.33 must also include a budget plan for operating costs that differentiates between the costs to
2.34 administer programs funded by state appropriations and other agency activities. For both

3.1 types of costs, the report must include projected costs for salaries and benefits, rent,
 3.2 professional and technical services, and general administration for the current fiscal year,
 3.3 including estimates of changes in costs from the previous fiscal year. If it appears that the
 3.4 costs in the current fiscal year will exceed the budget plan contained in the report submitted
 3.5 under this subdivision, the agency must notify the chairs and ranking minority members of
 3.6 the legislative committees ~~or divisions~~ with jurisdiction over ~~the agency's budget~~ housing
 3.7 finance and policy that the costs in the current fiscal year will exceed the submitted budget
 3.8 plan and the reasons for the changes in costs and must submit a revised budget plan to the
 3.9 commissioner of management and budget and obtain the commissioner's concurrence with
 3.10 the revised plan. The agency must also notify the chairs and ranking minority members of
 3.11 the legislative committees ~~or divisions~~ with jurisdiction over ~~the agency's budget~~ housing
 3.12 finance and policy when the agency is considering an expansion of agency activities that
 3.13 were not contemplated in the submitted budget plan.

3.14 Sec. 5. [462A.2094] CAPACITY BUILDING GRANTS.

3.15 The agency may make capacity building grants to nonprofit organizations, local
 3.16 government units, Indian tribes, and Indian tribal organizations to expand their capacity to
 3.17 provide affordable housing and housing-related services. The grants may be used to assess
 3.18 housing needs and to develop and implement strategies to meet those needs, including but
 3.19 not limited to the creation or preservation of affordable housing, prepurchase and
 3.20 postpurchase counseling and associated administrative costs, and the linking of supportive
 3.21 services to the housing. The agency shall adopt policies and procedures specifying the
 3.22 eligible uses of grant money. Funding priority may be given to those applicants that include
 3.23 low-income persons in their membership, have provided housing-related services to
 3.24 low-income people, and demonstrate a local commitment of local resources, which may
 3.25 include in-kind contributions.

3.26 Sec. 6. Minnesota Statutes 2024, section 462A.21, subdivision 10, is amended to read:

3.27 Subd. 10. **Certain appropriations available until expended.** Notwithstanding the
 3.28 repeal of section 462A.26 and the provisions of section 16A.28 or any other law relating to
 3.29 lapse of an appropriation, the appropriations made to the agency by the legislature in 1976
 3.30 and subsequent years are available until fully expended, and the allocations provided in the
 3.31 appropriations remain in effect. Earnings from investments of any of the amounts
 3.32 appropriated to the agency are appropriated to the agency to be used for the same purposes
 3.33 as the respective original appropriations, after payment of the costs and expenses necessary
 3.34 and incidental to the development and operation of the ~~programs authorized under this~~

4.1 ~~chapter~~ respective original appropriations. This subdivision applies to appropriations made
4.2 before July 1, 2027.

4.3 **EFFECTIVE DATE.** This section is effective the day following final enactment.

4.4 Sec. 7. Minnesota Statutes 2024, section 462A.21, is amended by adding a subdivision to
4.5 read:

4.6 **Subd. 10a. Certain appropriations available until expended.** Notwithstanding section
4.7 16A.28 or any other law relating to lapse of an appropriation, the appropriations made from
4.8 the housing development fund to the agency by the legislature are available until fully
4.9 expended, and the allocations provided in the appropriations remain in effect. Earnings from
4.10 investments of any of the amounts appropriated to the agency are appropriated to the agency
4.11 to be used for the same purposes as the respective original appropriations, after payment of
4.12 the costs and expenses necessary and incidental to the development and operation of the
4.13 respective original appropriations. This subdivision applies to appropriations made on or
4.14 after July 1, 2027.

4.15 **EFFECTIVE DATE.** This section is effective the day following final enactment.

4.16 Sec. 8. Minnesota Statutes 2024, section 462A.21, subdivision 12a, is amended to read:

4.17 **Subd. 12a. Program money transfer.** Unencumbered balances of money appropriated
4.18 for the purpose of loans or grants for agency programs under these subdivisions may be
4.19 transferred between programs created by these subdivisions or in accordance with section
4.20 462A.20, subdivision 3. This subdivision applies to appropriations made before July 1,
4.21 2027.

4.22 Sec. 9. Minnesota Statutes 2024, section 462A.21, is amended by adding a subdivision to
4.23 read:

4.24 **Subd. 12b. Program money transfer.** Unencumbered balances of money appropriated
4.25 from the housing development fund for the purpose of loans or grants for agency programs
4.26 under these subdivisions may be transferred between programs created by these subdivisions
4.27 or in accordance with section 462A.20, subdivision 3. This subdivision applies to
4.28 appropriations made on or after July 1, 2027."

4.29 Page 5, after line 30, insert:

5.1 "Sec. 15. **REPEALER.**

5.2 Minnesota Statutes 2024, section 462A.21, subdivisions 3b, 5, 23, and 26, are repealed."

5.3 Amend the title accordingly