

SENATE
STATE OF MINNESOTA
NINETY-SECOND SESSION

S.F. No. 3097

(SENATE AUTHORS: HOUSLEY, Champion, Hawj, Johnson and Putnam)		
DATE	D-PG	OFFICIAL STATUS
02/14/2022	4988	Introduction and first reading Referred to Jobs and Economic Growth Finance and Policy
02/17/2022	5060	Author added Champion
02/21/2022	5089	Author added Hawj
02/24/2022	5131	Author added Johnson
03/10/2022	5288	Author added Putnam

1.1

A bill for an act

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relating to economic development; appropriating money for a grant to the

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Neighborhood Development Center.

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

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Section 1. **THE NEIGHBORHOOD DEVELOPMENT CENTER; APPROPRIATION.**

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(a) \$9,500,000 in fiscal year 2023 is appropriated from the general fund to the

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commissioner of employment and economic development for a grant to the Neighborhood

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Development Center. This is a onetime appropriation.

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(b) Of the amount appropriated:

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(1) \$2,000,000 is for the Neighborhood Development Center's current and new small

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business incubators to assist with capital investment needs;

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(2) \$1,000,000 is to support the development of small business incubators outside the

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seven-county metropolitan area as defined in Minnesota Statutes, section 473.121, subdivision

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2;

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(3) \$1,000,000 is to leverage additional loan dollars in recourse lending capital and for

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loan loss reserve for high-risk lending to mitigate losses;

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(4) \$3,500,000 is for real estate lending capital to assist entrepreneurs to purchase

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commercial properties or to redevelop a property already owned by an entrepreneur; and

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(5) \$2,000,000 is for nonrecourse lending capital for low-income entrepreneurs, with

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an emphasis on BIPOC entrepreneurs, with loan payment schedules and terms customized

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to the entrepreneur.