

**SENATE
STATE OF MINNESOTA
NINETY-FOURTH SESSION**

S.F. No. 4400

(SENATE AUTHORS: MOHAMED)

DATE	D-PG	OFFICIAL STATUS
03/12/2026	6667	Introduction and first reading Referred to Housing and Homelessness Prevention
03/18/2026	6786	Comm report: To pass and re-referred to Finance
05/16/2026	10904a	Comm report: To pass as amended
	10918	Second reading

1.1 A bill for an act

1.2 relating to public finance; reducing the aggregate bond limitation applicable to the

1.3 allocation of private activity bonds for qualifying residential rental projects;

1.4 amending Minnesota Statutes 2024, section 474A.02, subdivision 1a.

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

1.6 Section 1. Minnesota Statutes 2024, section 474A.02, subdivision 1a, is amended to read:

1.7 Subd. 1a. **Aggregate bond limitation.** "Aggregate bond limitation" means ~~up to 55~~ the

1.8 greater of: (1) 30 percent of the reasonably expected aggregate basis of a residential rental

1.9 project and the land on which the project is or will be located; or (2) the maximum

1.10 supportable permanent amortizing debt, subject to a maximum of 40 percent of the reasonably

1.11 expected aggregate basis of a residential rental project and the land on which the project is

1.12 or will be located.

1.13 **EFFECTIVE DATE.** This section is effective January 1, 2027.