

SENATE
STATE OF MINNESOTA
NINETY-SECOND SESSION

S.F. No. 3521

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DATE	D-PG	OFFICIAL STATUS
02/28/2022	5149	Introduction and first reading Referred to Housing Finance and Policy

1.1 A bill for an act

1.2 relating to capital investment; appropriating money for housing infrastructure and

1.3 public housing rehabilitation and preservation; authorizing the sale and issuance

1.4 of state bonds; amending Minnesota Statutes 2020, section 462A.37, by adding a

1.5 subdivision; Minnesota Statutes 2021 Supplement, section 462A.37, subdivision

1.6 5.

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

1.8 Section 1. Minnesota Statutes 2020, section 462A.37, is amended by adding a subdivision

1.9 to read:

1.10 Subd. 2i. **Additional authorization.** In addition to the amount authorized in subdivisions

1.11 2 to 2h, the agency may issue up to \$250,000,000 in housing infrastructure bonds in one or

1.12 more series to which the payments under this section may be pledged.

1.13 Sec. 2. Minnesota Statutes 2021 Supplement, section 462A.37, subdivision 5, is amended

1.14 to read:

1.15 Subd. 5. **Additional appropriation.** (a) The agency must certify annually to the

1.16 commissioner of management and budget the actual amount of annual debt service on each

1.17 series of bonds issued under this section.

1.18 (b) Each July 15, beginning in 2015 and through 2037, if any housing infrastructure

1.19 bonds issued under subdivision 2a remain outstanding, the commissioner of management

1.20 and budget must transfer to the housing infrastructure bond account established under section

1.21 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$6,400,000

1.22 annually. The amounts necessary to make the transfers are appropriated from the general

1.23 fund to the commissioner of management and budget.

2.1 (c) Each July 15, beginning in 2017 and through 2038, if any housing infrastructure
2.2 bonds issued under subdivision 2b remain outstanding, the commissioner of management
2.3 and budget must transfer to the housing infrastructure bond account established under section
2.4 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$800,000
2.5 annually. The amounts necessary to make the transfers are appropriated from the general
2.6 fund to the commissioner of management and budget.

2.7 (d) Each July 15, beginning in 2019 and through 2040, if any housing infrastructure
2.8 bonds issued under subdivision 2c remain outstanding, the commissioner of management
2.9 and budget must transfer to the housing infrastructure bond account established under section
2.10 462A.21, subdivision 33, the amount certified under paragraph (a), not to exceed \$2,800,000
2.11 annually. The amounts necessary to make the transfers are appropriated from the general
2.12 fund to the commissioner of management and budget.

2.13 (e) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure
2.14 bonds issued under subdivision 2d remain outstanding, the commissioner of management
2.15 and budget must transfer to the housing infrastructure bond account established under section
2.16 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
2.17 to make the transfers are appropriated from the general fund to the commissioner of
2.18 management and budget.

2.19 (f) Each July 15, beginning in 2020 and through 2041, if any housing infrastructure
2.20 bonds issued under subdivision 2e remain outstanding, the commissioner of management
2.21 and budget must transfer to the housing infrastructure bond account established under section
2.22 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
2.23 to make the transfers are appropriated from the general fund to the commissioner of
2.24 management and budget.

2.25 (g) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure
2.26 bonds issued under subdivision 2f remain outstanding, the commissioner of management
2.27 and budget must transfer to the housing infrastructure bond account established under section
2.28 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
2.29 to make the transfers are appropriated from the general fund to the commissioner of
2.30 management and budget.

2.31 (h) Each July 15, beginning in 2022 and through 2043, if any housing infrastructure
2.32 bonds issued under subdivision 2g remain outstanding, the commissioner of management
2.33 and budget must transfer to the housing infrastructure bond account established under section
2.34 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary

3.1 to make the transfers are appropriated from the general fund to the commissioner of
3.2 management and budget.

3.3 (i) Each July 15, beginning in 2023 and through 2044, if any housing infrastructure
3.4 bonds issued under subdivision 2h remain outstanding, the commissioner of management
3.5 and budget must transfer to the housing infrastructure bond account established under section
3.6 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
3.7 to make the transfers are appropriated from the general fund to the commissioner of
3.8 management and budget.

3.9 (j) Each July 15, beginning in 2024 and through 2045, if any housing infrastructure
3.10 bonds issued under subdivision 2i remain outstanding, the commissioner of management
3.11 and budget must transfer to the housing infrastructure bond account established under section
3.12 462A.21, subdivision 33, the amount certified under paragraph (a). The amounts necessary
3.13 to make the transfers are appropriated from the general fund to the commissioner of
3.14 management and budget.

3.15 ~~(j)~~ (k) The agency may pledge to the payment of the housing infrastructure bonds the
3.16 payments to be made by the state under this section.

3.17 Sec. 3. **PUBLIC HOUSING REHABILITATION.**

3.18 Subdivision 1. **Appropriation.** \$60,000,000 is appropriated from the bond proceeds
3.19 fund to the Minnesota Housing Finance Agency for transfer to the housing development
3.20 fund to finance the costs of rehabilitation to preserve public housing under Minnesota
3.21 Statutes, section 462A.202, subdivision 3a. For purposes of this section, "public housing"
3.22 means housing for low-income persons and households financed by the federal government
3.23 and publicly owned. Priority may be given to proposals that maximize federal or local
3.24 resources to finance the capital costs and requests that prioritize health, safety, and energy
3.25 improvements. The priority in Minnesota Statutes, section 462A.202, subdivision 3a, for
3.26 projects to increase the supply of affordable housing and the restrictions of Minnesota
3.27 Statutes, section 462A.202, subdivision 7, do not apply to this appropriation.

3.28 Subd. 2. **Bond sale.** To provide the money appropriated in this section from the bond
3.29 proceeds fund, the commissioner of management and budget shall sell and issue bonds of
3.30 the state in an amount up to \$60,000,000 in the manner, upon the terms, and with the effect
3.31 prescribed by Minnesota Statutes, sections 16A.631 to 16A.675, and by the Minnesota
3.32 Constitution, article XI, sections 4 to 7.

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