

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

S.F. No. 889

(SENATE AUTHORS: PORT, Rest and Fateh)

DATE	D-PG	OFFICIAL STATUS
02/11/2021	326	Introduction and first reading Referred to Housing Finance and Policy
02/17/2021	439	Chief author stricken, shown as co-author Rest Chief author added Port
02/25/2021	572	Author added Fateh

1.1 A bill for an act

1.2 relating to housing; maximizing the state's investment; preventing displacement;

1.3 requiring rental housing projects financed at least in part by the Housing Finance

1.4 Agency to be affordable for at least 30 years; amending Minnesota Statutes 2020,

1.5 section 462A.05, by adding a subdivision.

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

1.7 Section 1. Minnesota Statutes 2020, section 462A.05, is amended by adding a subdivision

1.8 to read:

1.9 Subd. 42. **Thirty-year affordability covenants.** The agency must impose rent, income,

1.10 or rent and income restrictions on a multifamily rental housing development as a condition

1.11 of agency financing as required in this chapter, or as a condition of an allocation or award

1.12 of federal low-income housing tax credits. The rent, income, or rent and income restrictions

1.13 must be contained in a covenant running with the land for at least 30 years.

1.14 **EFFECTIVE DATE.** This section is effective July 1, 2021, and applies on or after that

1.15 date to any multifamily rental housing development for which the agency allocates

1.16 low-income housing tax credits or funding, or with which the agency enters into a financing

1.17 or grant agreement.