

1.1 moves to amend H.F. No. 3966 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. Minnesota Statutes 2020, section 462A.38, subdivision 3, is amended to read:

1.4 Subd. 3. **Application.** The commissioner shall develop forms and procedures for soliciting
 1.5 and reviewing applications for grants under this section. ~~The commissioner shall consult~~
 1.6 ~~with interested stakeholders when developing the guidelines and procedures for the program.~~
 1.7 No later than August 15, 2022, and annually thereafter, the commissioner shall consult with
 1.8 stakeholders regarding the guidelines and procedures for the program, including program
 1.9 requirements, scoring rubrics, program timelines, program design, forms, applications, and
 1.10 reporting requirements. In making grants, the commissioner shall establish semiannual
 1.11 application deadlines in which grants will be authorized from all or part of the available
 1.12 appropriations.

1.13 Sec. 2. Laws 2021, First Special Session chapter 8, article 1, section 3, subdivision 16, is
 1.14 amended to read:

1.15			<u>2,000,000</u>
1.16	Subd. 16. Build Wealth MN	500,000	<u>500,000</u>

1.17 This appropriation is for a grant to Build
 1.18 Wealth Minnesota to provide a family
 1.19 stabilization plan program including program
 1.20 outreach, financial literacy education, and
 1.21 budget and debt counseling.

2.1 Sec. 3. **HOMEOWNERSHIP INVESTMENT GRANTS PROGRAM;**
2.2 **APPROPRIATION.**

2.3 Subdivision 1. Definitions. For the purposes of this section, the following terms have
2.4 the meanings given:

2.5 (1) "commissioner" means the commissioner of the Minnesota Housing Finance Agency;
2.6 and

2.7 (2) "eligible organization" means a nonprofit organization the commissioner determines
2.8 to be eligible under subdivision 2.

2.9 Subd. 2. Eligible organization. To be eligible for a grant under this section, a nonprofit
2.10 organization must:

2.11 (1) be an organization defined under section 501(c)(3) of the Internal Revenue Code, or
2.12 an equivalent organization;

2.13 (2) have primary operations in the state of Minnesota;

2.14 (3) be certified as a community development financial institution by the United States
2.15 Department of the Treasury or a qualified nonprofit affordable housing lender; and

2.16 (4) serve low- and moderate-income households, first-generation homebuyers, or
2.17 communities or geographic areas disproportionately affected by the COVID-19 public health
2.18 emergency.

2.19 Subd. 3. Eligible services. (a) Eligible organizations may apply for housing investment
2.20 grants for the following services:

2.21 (1) grants or low- or no-interest loans for housing development to increase the supply
2.22 of affordable homes for owner occupancy;

2.23 (2) low- or no-interest construction financing programs for ownership housing;

2.24 (3) grants or low- or no-interest loans for repairs to owner-occupied homes of low- and
2.25 moderate-income households;

2.26 (4) low- or no-interest manufactured housing financing programs;

2.27 (5) services to improve access to affordable, stable housing for low-income communities,
2.28 Indigenous American Indian communities, and communities of color;

2.29 (6) residential counseling or housing navigation assistance for home ownership;

2.30 (7) low- or no-interest financing to nonprofit affordable homeownership developers for
2.31 all eligible activities;

3.1 (8) affordable mortgages for low- and moderate-income borrowers;

3.2 (9) loan loss reserves for nonprofit affordable housing lenders; and

3.3 (10) credit builder loans for low- and moderate-income individuals.

3.4 (b) Grantees may spend up to 15 percent of the amount awarded on administrative
3.5 expenses.

3.6 (c) Grants must be for services for households that have incomes that do not exceed 115
3.7 percent of the greater of state or area median income as determined the United States
3.8 Department of Housing and Urban Development.

3.9 Subd. 4. **Commissioner duties.** Within 90 days after final enactment of this section, the
3.10 commissioner shall consult with eligible organizations to develop the program guidelines,
3.11 including scoring rubrics, program timelines, program design, forms, applications, and
3.12 reporting requirements for use by eligible organizations. All organizations applying for a
3.13 grant must include as part of their application a plan to create new affordable home ownership
3.14 and home preservation opportunities for targeted areas, and how the organization will comply
3.15 with the allowable uses of grant money. The commissioner shall develop a grant award
3.16 scoring system that ensures a distribution of awards throughout the state based on population
3.17 and eligible households and communities. Priority shall be given to applicants who intend
3.18 to regrant funds to other nonprofit affordable homeownership developers and lenders.

3.19 Subd. 5. **Appropriation.** \$120,000,000 in fiscal year 2022 is appropriated from the
3.20 general fund to the commissioner of the Minnesota Housing Finance Agency for grants
3.21 under this section. Any unencumbered balances remaining in fiscal year 2022 do not cancel
3.22 but are available for fiscal year 2023.

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

3.24 Sec. 4. **WORKFORCE HOMEOWNERSHIP PROGRAM; APPROPRIATION.**

3.25 \$45,000,000 in fiscal year 2022 is appropriated from the general fund to the commissioner
3.26 of the Minnesota Housing Finance Agency for the workforce homeownership program
3.27 under Minnesota Statutes, section 462A.38. Of this amount, \$15,000,000 is added to the
3.28 base. Any unencumbered balances remaining in fiscal year 2022 do not cancel but are
3.29 available for fiscal year 2023.

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

4.1 Sec. 5. **HOMEOWNERSHIP PRODUCTION ACCELERATION PROGRAM;**
4.2 **APPROPRIATION.**

4.3 Subdivision 1. Definitions. For the purposes of this section, the following terms have
4.4 the meanings given:

4.5 (1) "commissioner" means the commissioner of the Minnesota Housing Finance Agency;
4.6 and

4.7 (2) "eligible organization" means a nonprofit organization the commissioner determines
4.8 to be eligible under subdivision 3.

4.9 Subd. 2. Commissioner duties. The commissioner shall develop, in partnership with
4.10 eligible organizations, the program requirements, program timelines, program design, forms,
4.11 applications, and reporting requirements for use by eligible organizations for the
4.12 homeownership production acceleration program within 90 days of the final enactment of
4.13 this appropriation.

4.14 Subd. 3. Eligible organization. To be eligible for a grant under this section, a nonprofit
4.15 organization must:

4.16 (1) be an organization defined under section 501(c)(3) of the Internal Revenue Code, or
4.17 an equivalent organization;

4.18 (2) have primary operations in the state of Minnesota;

4.19 (3) provide affordable ownership housing programs, services, or lending programs, or
4.20 develop new affordable homeownership opportunities; and

4.21 (4) serve primarily low- and moderate-income households or first-generation homebuyers.

4.22 Subd. 4. Eligible activities. Eligible organizations may apply for grants for the following
4.23 activities:

4.24 (1) to hire contractors, consultants, and staff in support of increasing ownership housing
4.25 production;

4.26 (2) to provide training and technical assistance for eligible organizations;

4.27 (3) to develop technology solutions that advance efficiency and effectiveness of the
4.28 organization; and

4.29 (4) to conduct program evaluation regarding programs established through this fund.

5.1 Subd. 5. **Appropriation.** \$10,000,000 in fiscal year 2022 is appropriated from the general
5.2 fund to the commissioner for grants under this section. Any unencumbered balances
5.3 remaining in the first year do not cancel but are available for the second year.

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

5.5 Amend the title accordingly