

1.1 ..... moves to amend H.F. No. 4415, the first engrossment, as follows:

1.2 Page 6, delete section 2 and insert:

1.3 "**Sec. 2. FUND TRANSFERS; FISCAL YEAR 2020 ONLY.**

1.4 **Subdivision 1. Fund and account transfers allowed.** Notwithstanding Minnesota  
1.5 Statutes, section 123B.80, subdivision 3, for fiscal year 2020 only, a school district, charter  
1.6 school, or cooperative unit may transfer any funds not already assigned to, or encumbered  
1.7 by staff salary and benefits, or otherwise encumbered by federal law, from any accounts or  
1.8 operating fund to the undesignated balance in any other operating fund.

1.9 **Subd. 2. No aid or levy effect.** A fund or account transfer is allowed under this section  
1.10 if the transfer does not increase state aid obligations to the district or school, or result in  
1.11 additional property tax authority for the district. A fund or account transfer is limited to the  
1.12 operating funds and accounts of a school district, charter school, or cooperative unit.

1.13 **Subd. 3. Board approval required; reporting; audit trail.** A fund or account transfer  
1.14 under this section is effective June 30, 2020, and the school board must approve any fund  
1.15 or account transfer before the reporting deadline for fiscal year 2020. A school district,  
1.16 charter school, or cooperative unit must maintain accounting records for the purposes of  
1.17 this section that are sufficient to document both the specific funds transferred and use of  
1.18 those funds. The accounting records are subject to auditor review. Any execution of flexibility  
1.19 must not interfere with or jeopardize funding per federal requirements. Any transfer must  
1.20 not interfere with the equitable delivery of distance learning or social distancing models.

1.21 **Subd. 4. Commissioner's guidance.** The commissioner must prepare and post to the  
1.22 department's website a document providing guidance on the allowable uses and fund and  
1.23 account balance transfers authorized under this section.

- 2.1 **EFFECTIVE DATE.** This section is effective the day following final enactment and
- 2.2 applies retroactively to March 18, 2020."