

1.1 moves to amend H.F. No. 1587 as follows:

1.2 Page 2, lines 16 to 17, delete "that is located outside of the metropolitan area defined in
1.3 section 473.121, subdivision 2,"

1.4 Page 2, after line 19, insert:

1.5 "Sec. Minnesota Statutes 2020, section 469.1763, subdivision 4, is amended to read:

1.6 Subd. 4. **Use of revenues for decertification.** (a) In each year beginning with the sixth
1.7 year following certification of the district, or beginning with the 11th year following
1.8 certification of the district for districts whose five-year periods described in subdivision 3,
1.9 paragraph (a), are extended to ten years under subdivision 3, paragraph (d), if the applicable
1.10 in-district percent of the revenues derived from tax increments paid by properties in the
1.11 district exceeds the amount of expenditures that have been made for costs permitted under
1.12 subdivision 3, an amount equal to the difference between the in-district percent of the
1.13 revenues derived from tax increments paid by properties in the district and the amount of
1.14 expenditures that have been made for costs permitted under subdivision 3 must be used and
1.15 only used to pay or defease the following or be set aside to pay the following:

1.16 (1) outstanding bonds, as defined in subdivision 3, paragraphs (a), clause (2), and (b);

1.17 (2) contracts, as defined in subdivision 3, paragraph (a), clauses (3) and (4);

1.18 (3) credit enhanced bonds to which the revenues derived from tax increments are pledged,
1.19 but only to the extent that revenues of the district for which the credit enhanced bonds were
1.20 issued are insufficient to pay the bonds and to the extent that the increments from the
1.21 applicable pooling percent share for the district are insufficient; or

1.22 (4) the amount provided by the tax increment financing plan to be paid under subdivision
1.23 2, paragraphs (b), (d), and (e).

2.1 (b) The district must be decertified and the pledge of tax increment discharged when
2.2 the outstanding bonds have been defeased and when sufficient money has been set aside to
2.3 pay, based on the increment to be collected through the end of the calendar year, the following
2.4 amounts:

2.5 (1) contractual obligations as defined in subdivision 3, paragraph (a), clauses (3) and
2.6 (4);

2.7 (2) the amount specified in the tax increment financing plan for activities qualifying
2.8 under subdivision 2, paragraph (b), that have not been funded with the proceeds of bonds
2.9 qualifying under paragraph (a), clause (1); and

2.10 (3) the additional expenditures permitted by the tax increment financing plan for housing
2.11 activities under an election under subdivision 2, paragraph (d), that have not been funded
2.12 with the proceeds of bonds qualifying under paragraph (a), clause (1).

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

2.14 Renumber the sections in sequence and correct the internal references

2.15 Amend the title accordingly