

Subject Workforce and affordable homeownership development program

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Overview

This bill expands the scope of the workforce and affordable homeownership development program to include loans as well as grants. It creates an account for the program and provides a source of funding for the program: the amount of the increase collected from the mortgage registry and deed taxes in one year compared to the previous year.

Summary

Section	Description
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| 1 | <p>Workforce and affordable homeownership development program.</p> <p>Subd. 1. Establishment. Expands the scope of the program to include loans as well as grants.</p> <p>Subd. 2. Use of funds. Conforming changes to add loans.</p> <p>Subd. 3. Application. Conforming changes to add loans.</p> <p>Subd. 4. Awarding grants and loans. Conforming changes to add loans.</p> <p>Subd. 5. Statewide program. Conforming changes to add loans. Also defines “metropolitan area” by cross-referencing the definition of the seven-county metro area.</p> <p>Subd. 6. Report. Conforming changes to add loans to the report content beginning in 2021.</p> <p>Subd. 7. Workforce and affordable homeownership development account. Establishes the account in the housing development fund and specifies that the money in the account is to “supplement traditional sources of funding for this purpose and must not be used as a substitute or to pay debt service on bonds.”</p> |
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Section **Description**

Money in the account is annually appropriated to the commissioner of the Minnesota Housing Finance Agency.

Subd. 8. Deposits; determination of funding amount. Requires the commissioner of revenue to deposit into the workforce and affordable homeownership account by September 15 each year the amount equal to the difference between the proceeds of the mortgage registry and deed taxes collected in one year compared to the previous year. The increment must not be less than \$0.

Loan repayments are deposited into the workforce and affordable homeownership development account.

This section is effective July 1, 2020.



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