

**Subject** Local housing trust fund grants

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## Summary

This bill appropriates \$10 million from the general fund in fiscal year 2022 for grants to local housing trust funds. Grant amounts are equal to a 100% match of public revenue commitments of up to \$150,000, from any source that is not the state or federal government, plus a 50% match of such commitments that are more than \$150,000 but not more than \$300,000.

\$100,000 of the appropriation is for technical assistance grants to local and regional housing trust funds. The Minnesota Housing Finance Agency (MHFA) must make such grants on a first-come, first-served basis. A technical assistance grant cannot exceed \$5,000.

The grant funds must be used within eight years of receipt for housing trust fund authorized expenditures and for benefiting households with incomes at or below 115% of the state median income. Any grant funds not used within eight years must be returned to MHFA for deposit in the housing development fund.

Effective July 1, 2021.