

Subject Emergency shelter facility appropriation bonds

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### Overview

This bill creates a new appropriation bond to fund emergency shelter facility grants to be issued by the commissioner of human services for qualifying projects.

Effective the day following final enactment.

### Summary

Section	Description
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1	<b>[16A.9691] Emergency shelter facility appropriation bonds.</b>
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**Subd. 1. Definitions.** Defines the following terms for purposes of the section: “appropriation bond,” “debt service,” “eligible applicant,” and “emergency shelter facility.”

**Subd. 2. Authorization to issue appropriation bonds.** Authorizes the commissioner of management and budget to sell and issue emergency shelter facility appropriation bonds in an amount not to exceed \$47,000,000. Specifies requirements for the term, accounting, agreements, and contracts related to the bonds.

**Subd. 3. Form; procedure.** Specifies the form and procedures for sale and issuance of the appropriation bonds.

**Subd. 4. Refunding bonds.** Authorizes the issuance of refunding appropriation bonds for the purpose of refinancing.

**Subd. 5. Appropriation bonds as legal investments.** Authorizes certain entities and individuals to invest in the appropriation bonds.

**Subd. 6. No full faith and credit; state not required to make appropriations.** Specifies that the appropriation bonds are not backed by the full faith and credit of the state of Minnesota; they are payable from amounts appropriated by the

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legislature. States the conditions under which the appropriation bonds are canceled and are no longer outstanding.

**Subd. 7. Appropriation of proceeds.** Appropriates the appropriation bond proceeds and credited interest to the commissioner of human services for emergency shelter facility grants to eligible applicants, and to the commissioner of management and budget for debt service and bond sale costs.

**Subd. 8. Additional grant limitations and requirements.** Specifies requirements that apply to the emergency shelter facility grants awarded with the appropriation bond proceeds.

**Subd. 9. Appropriation for debt service and other purposes.** Appropriates the amount needed to pay debt service on the bonds from the general fund. The appropriation is available from fiscal year 2027 through fiscal year 2048.

**Subd. 10. Waiver of immunity.** Applies the waiver of immunity by the state to the appropriation bonds and ancillary contracts.



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