

1.1 moves to amend H.F. No. 1736 as follows:

1.2 Page 1, delete section 1 and insert:

1.3 "Section. 1. Minnesota Statutes 2020, section 469.176, is amended by adding a subdivision
1.4 to read:

1.5 Subd. 4n. **Temporary use of increment authorized.** (a) Notwithstanding any other
1.6 provision of this section or any other law to the contrary, except the requirements to pay
1.7 bonds to which increments are pledged, the authority may elect, by resolution, to transfer
1.8 unobligated increments from a district either (1) to the municipality for deposit into the
1.9 municipality's general fund upon the request of the municipality, or (2) to provide
1.10 improvements, loans, interest rate subsidies, or assistance in any form to businesses impacted
1.11 by COVID-19. The authority may transfer increments under this subdivision after the
1.12 spending plan and public hearing requirements under paragraph (c) are met. The municipality
1.13 may expend transferred increments under clause (1) for any purpose permitted under the
1.14 municipality's general fund.

1.15 (b) For each calendar year for which transfers are permitted under this subdivision, the
1.16 maximum transfer equals the excess of the district's unobligated increments which includes
1.17 any increment not required for payments of obligations due during the six months following
1.18 the transfer on outstanding bonds, binding contracts, and other outstanding financial
1.19 obligations of the district to which the district's increments are pledged.

1.20 (c) The authority may transfer increments permitted under this subdivision after creating
1.21 a written spending plan that authorizes the authority to take the action described in paragraph
1.22 (a) and details the use of transferred increments. Additionally, the municipality must approve
1.23 the authority's spending plan after holding a public hearing. The municipality must publish
1.24 notice of the hearing in a newspaper of general circulation in the municipality and on the

2.1 municipality's public website at least ten days, but not more than 30 days, prior to the date
2.2 of the hearing.

2.3 (d) Increment that is improperly received, spent, or transferred is not eligible for a transfer
2.4 under this subdivision.

2.5 (e) An authority making a transfer under this subdivision must provide to the Office of
2.6 the State Auditor a copy of the spending plan approved and signed by the municipality.

2.7 (f) The authority to transfer increments under this subdivision expires on December 31,
2.8 2022. All transferred increments must be spent by December 31, 2022. If the municipality
2.9 cannot spend the transferred increments by December 31, 2022, the municipality must adopt
2.10 a plan that details the use of transferred increments.

2.11 **EFFECTIVE DATE; APPLICATION.** This section is effective the day following
2.12 final enactment and applies to increments from any district that are unobligated as of the
2.13 date of final enactment regardless of when the authority made a request for certification."

2.14 Page 5, line 16, delete "2019" and insert "2017"

2.15 Amend the title accordingly