

1.1 ..... moves to amend H.F. No. 1077, the delete everything amendment  
1.2 (H1077DE1), as follows:

1.3 Page 8, delete lines 3 to 28 and insert:

1.4 "This appropriation is for loans or grants under  
1.5 the naturally occurring affordable housing  
1.6 program under Minnesota Statutes, section  
1.7 462A.40."

1.8 Page 14, line 24, strike "and"

1.9 Page 14, line 26, strike the period and insert "; and"

1.10 Page 14, after line 26, insert:

1.11 "(8) to finance the costs of construction, acquisition, and rehabilitation of permanent  
1.12 housing that is affordable to households with incomes at or below 50 percent of the area  
1.13 median income. "Area median income" means the area median income for the applicable  
1.14 county or metropolitan area as published by the Department of Housing and Urban  
1.15 Development, as adjusted for household size."

1.16 Page 15, after line 17, insert:

1.17 "(d) Of comparable proposals for permanent housing, the agency must give preference  
1.18 to projects that will provide housing that is affordable to households at or below 30 percent  
1.19 of area median income."

1.20 Page 15, line 18, before "To" insert "(e)"

1.21 Page 15, after line 30, insert:

2.1 "Sec. 9. [462A.40] NATURALLY OCCURRING AFFORDABLE HOUSING  
2.2 PROGRAM.

2.3 Subdivision 1. Establishment. The Minnesota Housing Finance Agency shall establish  
2.4 a naturally occurring affordable housing program for the purpose of supporting the  
2.5 preservation of naturally occurring affordable housing through acquisition and rehabilitation.

2.6 Subd. 2. Definition. For the purposes of this section, "naturally occurring affordable  
2.7 housing" means multiunit rental housing that:

2.8 (1) is at least 20 years old;

2.9 (2) has rents in a majority of units that are affordable to households at or below 60  
2.10 percent of the area median income;

2.11 (3) did not receive an initial state or federal government subsidy for its construction;  
2.12 and

2.13 (4) does not otherwise receive place-based federal governmental subsidies.

2.14 Subd. 3. Use of funds. Funds appropriated for the program under this section shall be  
2.15 used by the commissioner with the goal of preserving the most units for the lowest income  
2.16 households for the longest period of time. The commissioner shall make loans or grants  
2.17 from funds appropriated for the program on an as-needed basis and may approve requests  
2.18 on a per-application basis from prospective acquirers of naturally occurring affordable  
2.19 housing or through statewide intermediaries.

2.20 Subd. 4. Voucher requirement. Properties that receive funds must accept vouchers  
2.21 under Section 8 of the United States Housing Act of 1937, as amended."

2.22 Page 29, line 13, delete "before,"

2.23 Page 34, line 17, delete "an individual" and insert "a defendant"

2.24 Renumber the sections in sequence and correct internal references