

1.1 ..... moves to amend H.F. No. 1507, the first engrossment, as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "**Section 1. SMALL BUSINESS EMERGENCY LOAN PROGRAM; TRANSFER.**

1.4 \$5,000,000 in fiscal year 2020 is transferred from the loan guarantee trust fund account  
1.5 in the special revenue fund under Minnesota Statutes, section 116J.881, subdivision 4, to  
1.6 the commissioner of employment and economic development for deposit in the small  
1.7 business emergency loan account in the special revenue fund under Minnesota Statutes,  
1.8 section 116M.18, subdivision 9, to make loans as set forth in governor's Executive Order  
1.9 No. 20-15, Providing Immediate Relief to Small Businesses During the COVID-19 Peacetime  
1.10 Emergency.

1.11 **EFFECTIVE DATE.** This section is effective the day following final enactment.

1.12 **Sec. 2. SMALL BUSINESS EMERGENCY LOAN PROGRAM; APPROPRIATIONS.**

1.13 (a) \$50,000,000 in fiscal year 2020 is appropriated from the federal funds received by  
1.14 the state of Minnesota under the Coronavirus Aid, Relief, and Economic Security Act,  
1.15 Public Law 116-136, Title V, to the commissioner of employment and economic development  
1.16 for loans under paragraph (c). The appropriation in this paragraph is reduced by any amount  
1.17 appropriated in paragraph (b). Funds are available until December 31, 2020.

1.18 (b) If the appropriation in paragraph (a) is unable to be made before May 15, 2020, then  
1.19 \$50,000,000 in fiscal year 2020 is appropriated from the general fund to the commissioner  
1.20 of employment and economic development for loans under paragraph (c). Funds are available  
1.21 until December 31, 2020.

2.1 (c) Money appropriated under paragraph (a) or (b) shall be used to make loans as set  
2.2 forth in governor's Executive Order No. 20-15, Providing Immediate Relief to Small  
2.3 Businesses During the COVID-19 Peacetime Emergency. Of the \$50,000,000 appropriated:

2.4 (1) \$11,000,000 is for making loans as specified in paragraph (d);

2.5 (2) \$8,000,000 is for making loans as specified in paragraph (e); and

2.6 (3) \$10,000,000 is for making loans as specified in paragraph (f).

2.7 (d) Loans under this paragraph are available only to businesses employing no more than  
2.8 the equivalent of six full-time persons in Minnesota. The terms of these loans will be the  
2.9 same as those under Executive Order No. 20-15, except that:

2.10 (1) the maximum loan amount is \$15,000;

2.11 (2) payments on loans are deferred for 12 months instead of six; and

2.12 (3) up to 100 percent of the loan may be forgiven if the commissioner approves and the  
2.13 business continues operating in the community at substantially the same levels for two years  
2.14 following loan disbursement.

2.15 (e) Loans under this paragraph are available only to businesses employing the equivalent  
2.16 of at least seven but not more than 20 full-time persons in Minnesota. The terms of these  
2.17 loans will be the same as those under Executive Order No. 20-15, except that:

2.18 (1) the maximum loan amount is \$20,000;

2.19 (2) payments on loans are deferred for 12 months instead of six; and

2.20 (3) up to an additional 25 percent of the loan may be forgiven if the commissioner  
2.21 approves and the business continues operating in the community at substantially the same  
2.22 levels for a third year following loan disbursement.

2.23 (f) Loans under this paragraph are available only to:

2.24 (1) minority business enterprises, as defined in Minnesota Statutes, section 116M.14,  
2.25 subdivision 5; or

2.26 (2) operators of permanent indoor retail space that has a strong ethnic cultural orientation  
2.27 and is leased primarily to very small businesses.

2.28 The terms of these loans will be the same as those under Executive Order No. 20-15, except  
2.29 that for loans under clause (2):

2.30 (i) there is no maximum loan amount;

- 3.1        (ii) payments on loans are deferred for 12 months instead of six;
- 3.2        (iii) up to an additional 25 percent of the loan may be forgiven if the commissioner
- 3.3        approves and the business continues operating in the community at substantially the same
- 3.4        levels for a third year following loan disbursement, however, no part of the loan may be
- 3.5        forgiven unless the loan recipient has offered forgiveness of at least 50 percent of rent due
- 3.6        from existing vendors during the COVID-19 peacetime emergency; and
- 3.7        (iv) loan funds must be used primarily for maintaining existing vendors as tenants, such
- 3.8        as through full or partial forgiveness of rent during the COVID-19 peacetime emergency.
- 3.9        **EFFECTIVE DATE.** This section is effective the day following final enactment."
- 3.10      Amend the title accordingly