

1.1 Senator ..... moves to amend S.F. No. 1089 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. **FEMA REIMBURSEMENT FOR LOCAL GOVERNMENT**  
1.4 **CORONAVIRUS RELIEF FUND EXPENSES.**

1.5 Subdivision 1. **Expense reimbursement.** Any local government unit that has received  
1.6 funds from the federal coronavirus relief fund through the state of Minnesota may review  
1.7 its expenditures of the funds to determine whether any amounts are eligible for reimbursement  
1.8 provided by the Federal Emergency Management Agency (FEMA). If a local government  
1.9 unit determines that an expenditure may be eligible for FEMA reimbursement, the local  
1.10 government may seek reimbursement of the expenditure from FEMA. A local government  
1.11 that seeks reimbursement of its expenses from FEMA under this subdivision shall notify  
1.12 the commissioner of management and budget within ten days of making an application for  
1.13 reimbursement to FEMA.

1.14 Subd. 2. **Reimbursement allocation.** (a) A local government unit receiving  
1.15 reimbursement of expenditures from the federal coronavirus relief fund from FEMA by  
1.16 November 1, 2021, may retain up to 50 percent of the reimbursement for the use by the  
1.17 local government unit consistent with federal law and the guidance provided by the United  
1.18 States Department of Treasury governing the use of federal coronavirus relief fund money.

1.19 (b) A local government receiving reimbursement of expenditures from the federal  
1.20 coronavirus relief fund from FEMA by November 1, 2021, must provide 50 percent of the  
1.21 reimbursement to the commissioner of management and budget within 14 days of receiving  
1.22 the reimbursement.

1.23 (c) A local government receiving reimbursement of expenditures from the federal  
1.24 coronavirus relief fund from FEMA after November 1, 2021, must provide 100 percent of  
1.25 the reimbursement to the commissioner of management and budget within five days of  
1.26 receiving the reimbursement.

1.27 Subd. 3. **Coronavirus relief fund extension.** Notwithstanding the federal coronavirus  
1.28 relief fund request number 14 submitted to the Legislative Advisory Commission on June  
1.29 25, 2020, the coronavirus relief fund action order number 14 signed by the commissioner  
1.30 of management and budget on June 26, 2020, and the Department of Revenue coronavirus  
1.31 relief fund certification form agreements with local governments, a local government that  
1.32 receives FEMA reimbursement for federal coronavirus relief fund expenses must expend  
1.33 its share of the FEMA reimbursement by December 31, 2021, consistent with federal law

2.1 and the guidance provided by the United States Department of Treasury governing the use  
2.2 of federal coronavirus relief fund money.

2.3 Subd. 4. **Reporting.** A local unit of government that expends FEMA reimbursements  
2.4 under subdivision 3 must report its expenditures to the commissioner of management and  
2.5 budget in a form and manner prescribed by the commissioner.

2.6 Subd. 5. **Application.** This section applies to any local government that received federal  
2.7 coronavirus relief funds from the state of Minnesota through action order number 14 signed  
2.8 by the commissioner of management and budget on June 26, 2020.

2.9 **EFFECTIVE DATE.** This section is effective the day following final enactment and  
2.10 applies retroactively to June 30, 2020, for claims submitted after December 30, 2020."

2.11 Delete the title and insert:

2.12 "A bill for an act  
2.13 relating to state finance; establishing a process to encourage local units of  
2.14 government to apply for Federal Emergency Management Agency reimbursement  
2.15 for COVID-19 expenses; permitting local units of government to retain a portion  
2.16 of any reimbursements; requiring local units of government to submit a portion  
2.17 of any reimbursement to the state."