

November 24, 2020

The Honorable Tim Walz, Governor State of Minnesota 130 State Capitol 75 Dr. Reverend Martin Luther King Jr. Blvd. Saint Paul, MN 55155

Dear Governor Walz,

On behalf of hundreds of thousands of businesses and 90 local chambers of commerce and trade associations across Minnesota, we urge you to ensure that when a special session in December convenes, your administration and the legislature work together to provide immediate support to those businesses and their employees most at risk of closure due to issuance of Executive Order 20-99.

Since the outbreak of COVID-19, the business community has shared the responsibility of balancing the need for public health protections while absorbing the economic blows from the loss of customers and business activity. Small and mid-sized, Minnesota-based businesses, along with their employees have been severely impacted. Following the limits placed on operations and capacity since March of this year and now with the new pause in operations until December 18, their economic future is more precarious than ever before.

We share the goal of mitigating the spread of the virus and protecting the private sector economy. The impact of community spread on businesses through the loss of workforce and customers is a serious matter. At the same time, businesses most directly impacted by closures, especially with very short notice, deserve assistance from government.

Immediate, targeted assistance is needed for these employers to remain viable. Businesses most at risk of permanent closure include those in the hospitality industry, health and fitness facilities, event and entertainment facilities, and any business that has experienced state-imposed restrictions and operating limitations. The following provisions would provide support to those businesses and their employees most at risk of closure:

- Replenish the Small Business Grant Relief Program passed in June during the first Special Session and increase the available grant amounts as the need has greatly surpassed the initial allocation.
 Impacted businesses simply cannot take on more debt and cash for operations is urgently needed
- Provide a quick refund request option for businesses that have overpaid estimated taxes in Minnesota. This is currently allowed at the federal level (Federal Form 4466).
- Allow for a six-month extension of the sales tax remittance.

- Provide property tax relief through an abatement process for property taxes paid in 2020.
- Provide an automatic extension of estimated income tax payments with waiver of penalties and interest for business taxpayers until April 15, 2021.
- Create a temporary state tax credit for food donations for those businesses that have donated inventory that cannot be used due to shutdowns.
- Waive or delay other state-imposed fees such as general business or industry-specific annual licensing fees until spring 2021.
- Temporarily allow unused Workforce Development Fund dollars to be repurposed to provide relief directly to impacted businesses (the fund currently has a \$30 million balance).
- Continue to ensure that unemployment insurance claims made related to the COVID-19 pandemic are not counted against employers' experience rating.
- Return a proportional amount of the state Renewable Development Account for Xcel customers
 to impacted businesses in the form of a bill credit that is equivalent to the amount which the
 business paid in. Suspend Renewable Development Account assessments for these businesses
 for a minimum of six months beginning January 1, 2021.

As business organizations, we have helped to ensure our members have done all that you have asked of them. They have closed, reopened at reduced capacity, and closed again. They have instituted health and safety protocols for their workers and customers and adhere to the preparedness plans in place. They have done everything you have asked of them. But they need your help right now - Main Street Minnesota needs your help.

We know Congress must take immediate action to provide federal relief and support to Minnesota's businesses and employees to diminish these devastating economic impacts. But Minnesota can help, and it must do its part.

Thank you for your consideration and prompt action. We remain committed to the safety of Minnesotans and to helping Minnesota's economy come back stronger than ever.

MINNESOTA READY COALTION IN SUPPORT OF IMMEDIATE ASSISTANCE FOR BUSINESSES

Albert Lea-Freeborn County Chamber of Commerce

Alexandria Lakes Area Chamber of Commerce Anoka Area Chamber of Commerce

APEX
Apple Valley Chamber of Commerce
Austin Area Chamber of Commerce
Bemidji Area Chamber of Commerce
Blooming Prairie Area Chamber of Commerce
Blue Earth Chamber of Commerce
Brainerd Lakes Chamber of Commerce
Buffalo Area Chamber of Commerce
Burnsville Chamber of Commerce
Chisholm Area Chamber of Commerce

Cold Spring Area Chamber of Commerce

Cottage Grove Area Chamber of Commerce
Crookston Area Chamber & Visitors Bureau
Cross Lake Chamber of Commerce
Cuyuna Lakes Chamber of Commerce
Dakota County Regional Chamber of Commerce
Delano Area Chamber of Commerce
Duluth Area Chamber of Commerce
Eden Prairie Chamber of Commerce
Elk River Area Chamber of Commerce
Fairmont Area Chamber of Commerce
Faribault Area Chamber of Commerce &
Tourism

Fergus Falls Area Chamber of Commerce Forest Lake Area Chamber of Commerce Glencoe Area Chamber of Commerce Glenwood Lakes Area Chamber of Commerce Greater Mankato Growth, Inc. Greater Stillwater Chamber of Commerce Greater Wayzata Area Chamber of Commerce Ham Lake Area Chamber of Commerce Hastings Area Chamber of Commerce Hermantown Area Chamber of Commerce

Hermantown Area Chamber of Commerce
Hibbing Area Chamber of Commerce
Hospitality Minnesota
Hutchinson Area Chamber of Commerce and
Tourism

I94 West Chamber of Commerce
International Falls Area Chamber of Commerce
Jackson Area Chamber of Commerce
La Crescent Chamber of Commerce & Tourism
Lake City Chamber of Commerce
Lanesboro Area Chamber of Commerce
Little Falls Area Chamber of Commerce
Long Prairie Area Chamber of Commerce
Lonsdale Area Chamber of Commerce
Madelia Area Chamber of Commerce
Marshall Area Chamber of Commerce
Melrose Area Chamber of Commerce
Melrose Area Chamber of Commerce
MetroNorth Chamber of Commerce
Minnesota AgriGrowth Council
Minnesota Association of Convention and

Minnesota Chamber of Commerce
Minnesota Licensed Beverage Association
Minnesota Recruiting and Staffing Association
Minnesota Retailers Association
Minnesota Utility Contractors Association
Moose Lake Area Chamber of Commerce
Mountain Lake Area Chamber of Commerce
New Prague Chamber of Commerce
New Ulm Area Chamber of Commerce
Nisswa Chamber of Commerce
Northfield Area Chamber of Commerce
Tourism

Visitors Bureaus

Owatonna Area Chamber of Commerce & Tourism

Park Rapids Lakes Area Chamber of Commerce Pequot Lakes Chamber of Commerce Pipestone Area Chamber of Commerce & CVB Princeton Area Chamber of Commerce Red Wing Area Chamber of Commerce

Redwood Area Chamber & Tourism River Heights Chamber of Commerce Rochester Area Chamber of Commerce Saint Paul Area Chamber of Commerce Sauk Centre Area Chamber of Commerce Savage Chamber of Commerce Shakopee Chamber & Visitors Bureau Sleepy Eye Area Chamber of Commerce SouthWest Metro Chamber of Commerce St. Cloud Area Chamber of Commerce The Chamber Grand Forks & East Grand Forks Thief River Falls Chamber of Commerce Twin Cities North Chamber Waconia Chamber of Commerce Waseca Area Chamber of Commerce White Bear Area Chamber of Commerce Willmar Lakes Area Chamber of Commerce Windom Area Chamber of Commerce Winona Area Chamber of Commerce Woodbury Area Chamber of Commerce Worthington Area Chamber of Commerce & **CVB**

cc: Speaker Melissa Hortman, Senate Majority Leader Paul Gazelka, Senate Minority Leader Susan Kent, House Minority Leader Kurt Daudt