

Introduced by

Representatives Koppelman, Belter, Nelson, Nicholas

Senators G. Lee, Taylor

1 A BILL for an Act to create and enact a new section to chapter 6-09.7 of the North Dakota  
2 Century Code, relating to Bank of North Dakota agricultural real estate loan guarantees; and to  
3 provide an expiration date.

4 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

5 **SECTION 1.** A new section to chapter 6-09.7 of the North Dakota Century Code is  
6 created and enacted as follows:

7 **Agricultural real estate loans - Guarantee.** The Bank of North Dakota may guarantee  
8 the loan of money by banks, credit unions, lending institutions that are part of the farm credit  
9 system, and savings and loan associations in this state to eligible persons for the purchase of  
10 agricultural real estate or the restructuring of agricultural real estate loans, provided the  
11 transactions do not exceed a loan to value ratio of eighty percent and further provided that no  
12 single loan exceed four hundred thousand dollars. The Bank of North Dakota may have no  
13 more than five million dollars in outstanding loan guarantees under this section. The Bank of  
14 North Dakota may establish additional terms, conditions, and procedures, as necessary to meet  
15 the requirements of this section.

16 **SECTION 2. EXPIRATION DATE.** This Act is effective through July 31, 2007, and  
17 after that date is ineffective.