

Sixtieth
Legislative Assembly
of North Dakota

SENATE BILL NO. 2120

Introduced by

Senator Holmberg

(At the request of the Bank of North Dakota)

1 A BILL for an Act to amend and reenact subdivision c of subsection 1 of section 6-09.15-01 and
2 section 6-09.15-03 of the North Dakota Century Code, relating to definitions and Bank of North
3 Dakota participation caps for the beginning entrepreneur loan guarantee program; and to
4 declare an emergency.

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

6 **SECTION 1. AMENDMENT.** Subdivision c of subsection 1 of section 6-09.15-01 of the
7 North Dakota Century Code is amended and reenacted as follows:

8 c. Has, including the net worth of that person's dependents and spouse, if any, a
9 net worth of less than one two hundred thousand dollars, ~~not including the~~
10 ~~value of their equity in their principal residence, the value of one personal or~~
11 ~~family motor vehicle, and the value of their household goods, including~~
12 ~~furniture, appliances, musical instruments, clothing, and other personal~~
13 ~~belongings.~~

14 **SECTION 2. AMENDMENT.** Section 6-09.15-03 of the North Dakota Century Code is
15 amended and reenacted as follows:

16 **6-09.15-03. Application for guarantee - Term - Annual fee.** A lender may apply to
17 the Bank of North Dakota for a loan guarantee for a loan of up to one hundred thousand dollars.
18 The Bank may approve a guarantee of a loan of up to five thousand dollars to a beginning
19 entrepreneur for use by the beginning entrepreneur for accounting, legal, and business
20 planning and other consulting or advisory services in planning for the establishment of a
21 qualified revenue-producing enterprise. The Bank may approve a guarantee of a loan of up to
22 twenty-five thousand dollars to a beginning entrepreneur without requiring the beginning
23 entrepreneur to provide collateral for the loan. The term of a loan guarantee may not exceed
24 five years. The Bank may charge a lender an annual fee during the term of a loan guarantee.

- 1 The Bank may not guarantee more than ~~four~~ eight million dollars in loans outstanding under the
- 2 beginning entrepreneur loan guarantee program.

- 3 **SECTION 3. EMERGENCY.** Section 2 of this Act is declared to be an emergency
- 4 measure.