

Sixty-sixth
Legislative Assembly
of North Dakota

HOUSE BILL NO. 1494

Introduced by

Representatives Ertelt, Bellew, B. Koppelman

Senator Luick

1 A BILL for an Act to create and enact a new section to chapter 6-09 of the North Dakota Century
2 Code, relating to interest rates set by the Bank of North Dakota.

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

4 **SECTION 1.** A new section to chapter 6-09 of the North Dakota Century Code is created
5 and enacted as follows:

6 **Bank loans to political subdivisions - Interest rates.**

7 ~~1.~~ Notwithstanding contrary provisions of law, in making a loan to a political subdivision
8 that is a taxing district, the Bank shall set interest at the market rate.

9 ~~2. This section does not apply to a loan the Bank makes to a political subdivision, except~~
10 ~~this section applies to a loan to a political subdivision that is a taxing district to the~~
11 ~~extent that if the~~ political subdivision imposes additional property or sales tax ~~or,~~
12 applies special assessments, or increases relevant utility fees to repay the loan. If the
13 Bank makes a loan to a political subdivision, the Bank shall inquire whether the
14 political subdivision is a taxing district, and if so, whether the political subdivision will
15 impose any property or sales tax ~~or,~~ apply a special assessment, or increase relevant
16 utility fees to repay the loan.