

**Summary of proposed amendment to HB1425 to Create
The Legacy Infrastructure Revolving Loan Fund
Note: New section 6-09-49.1 is Created**

- Bullet Point 1 Replicates existing language and identifies a new section 7, 8 and 9.
- Bullet Point 2 Replicates existing language enabling BND to administer the program
- Bullet Point 3 Replicates existing language setting the interest rate at 2%. Establishes a loan term for a political subdivision to be a maximum of the lesser of the useful life or 30-years and the lesser of the useful life or 40-years for roads, bridges and water supply projects.
- Bullet Point 4 Transfers repayment back to the Legacy Fund via the Bank of North Dakota.
- Bullet Point 5 Replicates existing language requiring a political subdivision to guarantee the loan.
- Bullet Point 6 Replicates existing language in requiring BND to underwrite the loan. Increases the maximum outstanding loan to \$40m for essential infrastructure projects in Section 7 for political subdivisions. Maximum loan amounts in Section 8 for roads and bridges and Section 9 for water infrastructure to be established by the Legislature.
- Bullet Point 7 Replaces the existing definition of “essential infrastructure” with the definitions used in Operation Prairie Dog from the 2019 session.
- Bullet Point 8 New language provides for DOT to approve county road and bridge projects. Enables DOT to establish policies for the review and approval of loans.
- Bullet Point 9 New language provides for the State Water Commission to review projects for new water infrastructure and defines the projects eligible under the section.
- Bullet Point 10 Disallows routine maintenance and repair projects in section 7 and 9.

