

**SENATE BILL NO. 2306**

Introduced by

Senators Wanzek, Erbele, Grindberg

Representatives Brandenburg, Headland, Pollert

1 A BILL for an Act to amend and reenact sections 6-09.7-02 and 6-09.7-03 of the North Dakota  
2 Century Code, relating to the fuel production facility loan guarantee program; and to repeal  
3 section 6-09.7-08 of the North Dakota Century Code, relating to state funding limitations for  
4 recipients of fuel production facility loan guarantees.

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

6 **SECTION 1. AMENDMENT.** Section 6-09.7-02 of the North Dakota Century Code is  
7 amended and reenacted as follows:

8 **6-09.7-02. Powers and duties of the Bank of North Dakota.**

9 The Bank of North Dakota may:

- 10 1. Guarantee the loan of money by eligible banks, credit unions, and savings and loan  
11 associations, upon such terms, conditions, and procedures as it may establish in  
12 accordance with the provisions of this chapter, to any qualified person to assist that  
13 person in constructing an agriculturally derived fuel production ~~facilities of a size to~~  
14 ~~serve the community in or near which the facility is located~~facility. The facility must use  
15 ~~grain-related and biomass farm products~~ for agriculturally derived fuel production.  
16 2. Take, hold, and administer, on behalf of the state from any source, any property, or  
17 any interest ~~therein~~in the property, and the income therefrom, either absolutely or in  
18 trust, for any purpose of the guarantee loan program; provided, that no guarantee  
19 obligation of the Bank is payable out of any moneys of the Bank except those made  
20 available to ~~it~~the Bank under this chapter.  
21 3. Adopt standards governing the qualifications and financial needs of applicants, ~~and~~;  
22 establish a method of application for the guaranteeing of loans ~~which that~~that may be  
23 made by banks, credit unions, and savings and loan associations; ~~and~~; and adopt any  
24 other standards ~~as may be necessary to administer properly~~ this chapter.

1       **SECTION 2. AMENDMENT.** Section 6-09.7-03 of the North Dakota Century Code is  
2 amended and reenacted as follows:

3       **6-09.7-03. Extent of loan guarantee.**

4       The extent of the loan guarantee under this chapter may not exceed twenty-five percent of  
5 the total loan. The maximum dollar amount of any guarantee on a single loan may not exceed  
6 ~~twenty-five million five hundred thousand~~ dollars. The extent of the value of all loan  
7 guarantees under this chapter may not, at any one time, exceed ~~ten~~fifty million dollars.

8       **SECTION 3. REPEAL.** Section 6-09.7-08 of the North Dakota Century Code is repealed.