

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 - Interest rates.**

7 1. Notwithstanding contrary provisions of law, in making a loan, the Bank shall set
8 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 political subdivision imposes additional property or sales tax or applies
12 special assessments to repay the loan. If the Bank makes a loan to a political
13 subdivision, the Bank shall inquire whether the political subdivision is a taxing district,
14 and if so, whether the political subdivision will impose any property or sales tax or
15 apply a special assessment to repay the loan.