

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.