

Sixty-sixth
Legislative Assembly
of North Dakota

ENGROSSED 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 Notwithstanding contrary provisions of law, in making a loan to a political subdivision that is
8 a taxing district, the Bank shall set interest at the market rate if the political subdivision imposes
9 additional property or sales tax, applies special assessments, or increases relevant utility fees
10 to repay the loan. If the Bank makes a loan to a political subdivision, the Bank shall inquire
11 whether the political subdivision is a taxing district, and if so, whether the political subdivision
12 will impose any property or sales tax, apply a special assessment, or increase relevant utility
13 fees to repay the loan.