

Adopted	Rejected
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COMMITTEE REPORT

YES:	13
NO:	0

MR. SPEAKER:

*Your Committee on Local Government, to which was referred House Bill 1177, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill **be amended** as follows:*

- 1 Page 1, between the enacting clause and line 1, begin a new
- 2 paragraph and insert:
- 3 "SECTION 1. IC 22-14-5-9, AS ADDED BY P.L.70-1995,
- 4 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 5 JULY 1, 1998]: Sec. 9. A loan under this chapter is subject to the
- 6 following conditions:
- 7 (1) The qualified entity may use the loan only for the purchase
- 8 of new or used firefighting and other emergency equipment or
- 9 apparatus, and legal and other incidental expenses that are
- 10 directly related to acquiring the equipment or apparatus.
- 11 (2) The repayment period may not exceed seven (7) years.
- 12 (3) The amount of the loan may not be less than ten thousand
- 13 dollars (\$10,000).
- 14 (4) The interest rate **of the loan is to be set by the board of**
- 15 **finance at a rate that is not more than two three percent (2%)**
- 16 **below the prime bank lending rate prevailing at the time the loan**

- 1 is ~~approved~~. (3%).
- 2 (5) All interest reverts to the revolving fund created by this
- 3 chapter.
- 4 (6) The loan must be repaid in installments, including interest on
- 5 the unpaid balance of the loan.
- 6 (7) The repayment of principal may be deferred for a period not
- 7 to exceed two (2) years.
- 8 (8) The repayment of the loan may be limited to a specified
- 9 revenue source of the qualified entity. If the repayment is
- 10 limited, the repayment:
- 11 (A) is not a general obligation of the qualified entity; and
- 12 (B) is payable solely from the specified revenue source.
- 13 (9) If prepayment of the loan is made, a penalty may not be
- 14 charged.
- 15 (10) The office shall have a security interest in the purchased
- 16 firefighting or other emergency equipment or apparatus for the
- 17 balance of the loan, accrued interest, penalties, and collection
- 18 expenses.
- 19 (11) Any other conditions that the office considers appropriate.".
- 20 Page 1, delete lines 10 through 15.
- 21 Delete pages 2 through 4.
- 22 Page 5, delete lines 1 through 24.
- 23 Page 7, delete lines 10 through 12.
- 24 Renumber all SECTIONS consecutively.
- (Reference is to HB 1177 as introduced.)

and when so amended that said bill do pass.

Representative Stevenson