

107TH CONGRESS
2D SESSION

H. R. 5645

To improve the calculation of the subsidy rate with respect to certain small business loans and certain development company debentures.

IN THE HOUSE OF REPRESENTATIVES

OCTOBER 16, 2002

Mr. MANZULLO (for himself and Mr. NUSSLE) introduced the following bill; which was referred to the Committee on the Budget, and in addition to the Committee on Small Business, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To improve the calculation of the subsidy rate with respect to certain small business loans and certain development company debentures.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Small Business Access
5 to Credit Act of 2002”.

6 **SEC. 2. SUBSIDY RATE FOR SMALL BUSINESS LOANS.**

7 For purposes of calculating the cost (as that term
8 is defined in section 502 of the Federal Credit Reform

1 Act of 1990) to the Small Business Administration of
2 loans and loan guarantees and modifications thereof under
3 section 7(a) of the Small Business Act (15 U.S.C. 636(a))
4 for fiscal year 2003 and each fiscal year thereafter, the
5 Director of the Office of Management and Budget shall
6 use an econometric model approved by the Director of the
7 Office of Management and Budget for such purpose.

8 **SEC. 3. SUBSIDY RATE FOR DEVELOPMENT COMPANY DE-**
9 **BENTURES.**

10 (a) IN GENERAL.—For purposes of calculating the
11 cost (as that term is defined in section 502 of the Federal
12 Credit Reform Act of 1990) to the Small Business Admin-
13 istration of guarantees and modifications thereof under
14 title V of the Small Business Investment Act of 1958 (15
15 U.S.C. 695 et seq.) for fiscal year 2003 and each fiscal
16 year thereafter, the Director of the Office of Management
17 and Budget shall use an econometric model approved by
18 the Director of the Office of Management and Budget for
19 such purpose.

20 (b) APPROVAL OF MODEL FOR 2003.—Not later than
21 the end of the 120-day period beginning on the date of
22 the enactment of this Act—

23 (1) the Director of the Office of Management
24 and Budget shall approve an econometric model de-
25 scribed in subsection (a) for fiscal year 2003; and

1 (2) before such approval, the Comptroller Gen-
2 eral of the United States shall review and verify the
3 initial results of such model.

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