

107TH CONGRESS
2D SESSION

S. 3181

To amend the Consolidated Farm and Rural Development Act to ensure that the interest rate for direct loans paid by low income, limited resource borrowers is less than the interest rate for direct loans paid by other borrowers under that Act.

IN THE SENATE OF THE UNITED STATES

NOVEMBER 20, 2002

Mr. LEAHY (for himself and Ms. LANDRIEU) introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

A BILL

To amend the Consolidated Farm and Rural Development Act to ensure that the interest rate for direct loans paid by low income, limited resource borrowers is less than the interest rate for direct loans paid by other borrowers under that Act.

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

1 **SECTION 1. MINIMUM INTEREST RATE FOR DIRECT LOANS**
2 **FOR LOW INCOME, LIMITED RESOURCE BOR-**
3 **ROWERS.**

4 Section 316(a)(2) of the Consolidated Farm and
5 Rural Development Act (7 U.S.C. 1946(a)(2)) is amended
6 by striking subparagraph (B) and inserting the following:

7 “(B) less than the lesser of—

8 “(i) 5 percent per year; or

9 “(ii) the interest rate on such loans pay-
10 able under paragraph (1), less 25 basis
11 points.”.

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