

103^D CONGRESS
1ST SESSION

H. R. 2687

To amend the Small Business Act to reduce the interest rates on disaster loans provided by the Small Business Administration for losses resulting from flooding in the Midwest.

IN THE HOUSE OF REPRESENTATIVES

JULY 21, 1993

Mr. WHEAT (for himself, Ms. DANNER, Mr. EMERSON, Mr. SKELTON, Mr. VOLKMER, Mr. CLAY, and Mr. GEPHARDT) introduced the following bill; which was referred to the Committee on Small Business

A BILL

To amend the Small Business Act to reduce the interest rates on disaster loans provided by the Small Business Administration for losses resulting from flooding in the Midwest.

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. REDUCTION OF INTEREST RATES ON SBA DIS-**
4 **ASTER LOANS.**

5 (a) INTEREST RATE.—Section 7(c) of the Small
6 Business Act (16 U.S.C. 636(c)) is amended by adding
7 at the end the following new paragraph:

1 “(8)(A) The interest rate on the Federal share of any
2 loan made under subsection (b)(1) or (b)(2) for losses re-
3 sulting from flooding in the Midwest during the period be-
4 ginning on June 1, 1993, and ending on May 31, 1994,
5 shall be 1 percent per year.

6 “(B) With respect to any loan described in subpara-
7 graph (A) which is outstanding on the date of the enact-
8 ment of this paragraph, the Administrator shall make
9 such change in the interest rate on the balance of such
10 loan as is required under subparagraph (A) effective as
11 of such date of enactment.”.

12 (b) CONFORMING AMENDMENT.—Section 7(c)(5) of
13 such Act is amended by inserting “except as provided by
14 paragraph (8),” after “October 1, 1982,”.

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