

\$10,000 and on an equal matching basis with funds of the borrowing subdivision, for the purpose of financing site engineering and/or planning studies of a potential industrial site owned by or under option to the borrowing subdivision OR OWNED BY THE FEDERAL GOVERNMENT UPON REASONABLE ASSURANCE THAT THE SITE WILL BE MADE AVAILABLE TO THE SUBDIVISION. Upon approval of any such loan, the Secretary and the subdivision shall enter into a loan agreement requiring repayment within seven years at an interest rate calculated pursuant to subsection (c) (3) hereof, and in accordance with an amortization schedule approved by the Secretary.

441.

(d) (2) Upon the sale of the land or any part thereof by the subdivision, [[the entire purchase price]] SO MUCH OF THE SALE PRICE AS EQUALS THE AMOUNT OF THE LOAN TIMES THE PROPORTION OF THE LAND SOLD OF THE TOTAL LAND COVERED BY THE LOAN shall be applied in reduction of the principal balance of the land and accrued interest thereon. The principal balance remaining at the end of two years shall, subject to the required prepayments in the event of sale or sales, be amortized over a period not exceeding twenty-five years in accordance with an amortization schedule approved by the Secretary.

(g) The Secretary may, upon application and after investigation, approve a loan not exceeding [\$7,500] \$15,000 and on an equal matching basis with funds of the borrowing subdivision, for the purpose of financing planning and/or engineering study costs of or for a project situate or to be situate on land owned by or under option to the borrowing subdivision OR OWNED BY THE FEDERAL GOVERNMENT UPON REASONABLE ASSURANCE THAT THE SITE WILL BE MADE AVAILABLE TO THE SUBDIVISION. Upon approval of any such loan, the Secretary and the subdivision shall enter into a loan agreement requiring repayment within five years at an interest rate calculated pursuant to § 440(c) (3) and in accordance with an amortization schedule approved by the Secretary.

SECTION 2. AND BE IT FURTHER ENACTED, That the provisions of this Act shall apply to loans settled after January 1, 1974.

SECTION [[2]] 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1974.

Approved April 30, 1974.
