

VETOES

(3) THE APPLICATION ALSO SHALL INCLUDE A CERTIFICATION BY THE POLITICAL SUBDIVISION THAT THE PROJECT FOR WHICH ASSISTANCE IS REQUESTED WOULD SERVE A MANUFACTURING, PROCESSING, OR OTHER INDUSTRIAL ESTABLISHMENT THAT HAS BEEN CONSTRUCTED OR WILL BE CONSTRUCTED.

(D) AFTER RECEIVING AN APPLICATION, THE SECRETARY MAY CONDUCT ANY INVESTIGATION AND CONSULTATION HE CONSIDERS NECESSARY TO DETERMINE THE MERITS OF THE APPLICATION.

(E) (1) SUBJECT TO THE LIMITATIONS SET BY THIS SUBSECTION, THE SECRETARY MAY APPROVE A LOAN, A GRANT, OR BOTH TO COVER ALL OR ANY PORTION OF THE ANTICIPATED PROJECT COST.

(2) ~~FOR ANY ONE PROJECT.~~

~~(i) A LOAN MADE UNDER THIS SECTION MAY NOT EXCEED \$500,000.~~

~~(ii) A GRANT MADE UNDER THIS SECTION MAY NOT EXCEED \$150,000 AND MAY BE MADE ONLY ON AN EQUAL MATCHING BASIS WITH FUNDS OF THE POLITICAL SUBDIVISION.~~

~~(iii) A LOAN AND GRANT IN THE AGGREGATE MAY NOT EXCEED \$650,000.~~

(F) (1) BEFORE MAKING A LOAN THAT HAS BEEN APPROVED BY THE SECRETARY UNDER THIS SECTION, THE DEPARTMENT SHALL ENTER INTO A LOAN AGREEMENT WITH THE BORROWING POLITICAL SUBDIVISION.

(2) EACH LOAN AGREEMENT SHALL INCLUDE:

(I) A PROVISION FOR PAYMENTS OF INTEREST ONLY FOR A 2-YEAR PERIOD FROM THE DATE OF THE LOAN;

(II) A PROVISION FOR PAYMENTS OF PRINCIPAL AND INTEREST, IN ACCORDANCE WITH AN AMORTIZATION SCHEDULE THAT THE SECRETARY APPROVES, FOR NOT MORE THAN A 25-YEAR PERIOD FROM THE END OF THE 2-YEAR PERIOD;

(III) A PROVISION FOR AN INTEREST RATE

1. THAT EQUALS THE NET INTEREST COSTS OF THE MOST RECENT SALE OF STATE GENERAL OBLIGATION BONDS BEFORE THE DATE OF THE LOAN PLUS 1/8 OF 1 PERCENT FOR A LOAN MADE FROM SOURCES OTHER THAN STATE GENERAL OBLIGATION BOND PROCEEDS OR

2. THAT EQUALS THE NET INTEREST COSTS OF THE SALE OF STATE GENERAL OBLIGATION BONDS OUT OF WHICH THE LOAN IS MADE PLUS 1/8 OF 1 PERCENT FOR A LOAN MADE FROM PROCEEDS OF A STATE GENERAL OBLIGATION BOND ISSUE.