

AGRICULTURE: Hester, Chair; Fuhrman and Husak

FILED FEB 10 1987

SENATE FILE 147
BY PRIEBE

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the interest buy-down program of the Iowa
2 agricultural development authority.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SF 147

1 Section 1. Section 175.35, subsection 3, paragraph d, Code
2 1987, is amended to read as follows:

3 d. The operating loan will be used by the farmer for
4 reasonable and necessary expenses and cash flow requirements
5 of farming as defined by rules of the authority. The
6 reasonable and necessary expenses include the payment of rent
7 for real estate or personal property to be used in the farming
8 operation, where rent is required to be paid before the real
9 estate or personal property may be used.

10 EXPLANATION

11 The bill treats up front payments for rent for real estate
12 or personal property to be used in a farming operation as a
13 reasonable and necessary expense for which an operating loan
14 may be used under the Iowa agricultural development
15 authority's interest buy-down program.

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