

MARINA DREDGING LOAN ORIGINATION ACT (EXCERPT)
Act 10 of 2013

324.95233 Marina dredging loan origination program; establishment; requirements; limitation on loan amount.

Sec. 3.

- (1) The state treasurer may establish a marina dredging loan origination program as provided in this act.
- (2) The program shall meet all of the following:
 - (a) A qualified financial institution shall make marina dredging loans before March 1, 2014.
 - (b) A person receiving a marina dredging loan shall pay an interest rate authorized under this act and established by the qualified financial institution.
 - (c) This state shall pay loan origination fees, on a first come first serve basis, for administrative costs incurred by the qualified financial institution equal to 5% of the original principal amount of the loan.
- (3) A marina dredging loan shall comply with all of the following:
 - (a) Interest shall be set by the qualified financial institution at a rate of not more than the higher of 2.5% or the adjusted prime rate minus 0.75%. As used in this subdivision, "adjusted prime rate" means that term as it is defined in section 23 of 1941 PA 122, MCL 205.23.
 - (b) The term of the loan shall not be more than 5 years.
 - (c) The first principal payment required under the loan shall not occur before 24 months after the issuance of the loan.
- (4) A marina dredging loan shall not exceed \$500,000.00 per eligible marina.

History: 2013, Act 10, Imd. Eff. Mar. 27, 2013