

HOUSE BILL No. 2047

By Committee on Water

1-17

1 AN ACT concerning water; relating to the Kansas water pollution control
2 revolving fund; increasing the amortization period on loans from the
3 Kansas water pollution control revolving fund; amending K.S.A. 65-
4 3326 and repealing the existing section.

5
6 *Be it enacted by the Legislature of the State of Kansas:*

7 Section 1. K.S.A. 65-3326 is hereby amended to read as follows: 65-
8 3326. (a) Municipalities ~~which~~ *that* desire the provision of a loan under
9 K.S.A. 65-3321 through 65-3329, *and amendments thereto*, shall submit
10 an application therefor to the secretary. Applications shall be in such form
11 and shall include such information as the secretary shall require and shall
12 be submitted in a manner and at a time to be determined by the secretary.

13 (b) The secretary may enter into agreements with any municipality
14 for the provision of a loan thereto for payment of all or a part of project
15 costs and any municipality may enter into such an agreement and may
16 accept such loan when so authorized by its governing body. The purposes
17 of the loan to be provided, the amount thereof, the interest rate thereon,
18 and the repayment terms and conditions thereof, all of which may vary
19 among municipalities, shall be included in the agreements. Loans shall be
20 provided at or below market interest rates and may be provided interest
21 free. All such agreements shall require that municipalities establish a
22 dedicated source of revenue for repayment of the loans as provided in
23 K.S.A. 65-3327, *and amendments thereto*. Such agreements shall further
24 provide that repayment of any loan received shall begin not later than one
25 year after completion of the project ~~and that~~. *For agreements entered into*
26 *on or before June 30, 2023, such loan shall be repaid in full no not* later
27 *than 20 years thereafter. On and after July 1, 2023, agreements for loans*
28 *shall provide that such loans shall be repaid in full not later than 30 years*
29 *thereafter.*

30 (c) In the event any municipality to which a loan is made available
31 under K.S.A. 65-3321 through 65-3329, *and amendments thereto*, fails to
32 enter into an agreement with the secretary for the provision of such loan in
33 accordance with the requirements of such statutes, the secretary is
34 authorized to make the amount of the loan available for one or more other
35 projects on the project priority list.

36 (d) The secretary shall provide any municipality, upon its request,

1 with technical advice and assistance regarding a project or an application
2 for a loan for the payment of all or a part of project costs.

3 Sec. 2. K.S.A. 65-3326 is hereby repealed.

4 Sec. 3. This act shall take effect and be in force from and after its
5 publication in the statute book.