



2025 South Dakota Legislature

Senate Bill 6

HOUSE ENGROSSED

This bill has been extensively amended (hoghoused) and may no longer be consistent with the original intention of the sponsor.

Introduced by: **Senator Duhamel**

1 **An Act to authorize a loan from the South Dakota housing infrastructure fund to a**
 2 **school district adjoining a federal military installation for the construction or**
 3 **expansion of a school building.**

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

5 **Section 1. That § 11-15-6 be AMENDED:**

6 **11-15-6.** The authority shall promulgate rules, pursuant to chapter 1-26,
 7 specifying the criteria and process for the application, approval, and disbursement of
 8 loans:

- 9 (1) Loans and grants provided in this chapter accordance with §§ 11-15-1 to 11-15-5,
 10 inclusive, and § 11-15-7; and
 11 (2) Loans provided in accordance with section 2 of this Act.

12 **Section 2. That a NEW SECTION be added to chapter 11-15:**

13 In addition to any other loan or grant authorized in § 11-15-2, the authority may
 14 make a loan from the South Dakota housing infrastructure fund, as created in § 11-15-2,
 15 to a school district adjoining a federal military installation for the purpose of constructing
 16 or expanding a school building, as defined in § 34-44-2. The authority must provide the
 17 loan to the district at an interest rate of zero percent and may not require collateral from
 18 the district. The loan may not exceed an aggregate of fifteen million dollars.

19 The terms of the loan must require that the payments be based on a straight and
 20 level amortization of twenty years and be made annually over a term of twenty years,
 21 with the first payment due one year from the date of the funding of the loan.

22 Any loan issued pursuant to this section must be approved by the authority at a
 23 public meeting held pursuant to chapter 1-25 and issued prior to June 30, 2029.

24 Thirty percent of any loan issued pursuant to this section must be made from
 25 moneys that are otherwise available for municipalities having a population of fifty

1 thousand or more, pursuant to subdivision 11-15-3(1), and seventy percent from moneys
2 that are otherwise available in all other areas of the state, pursuant to subdivision 11-15-
3 3(2).

4 Any loan issued pursuant to this section is exempt from the provisions of chapter
5 6-8B and §§ 13-19-2 to 13-19-6, inclusive.

6 All moneys received by the authority in repayment of a loan issued pursuant to this
7 section must be deposited in the South Dakota housing infrastructure fund and used for
8 making new loans, pursuant to § 11-15-2.