

104TH CONGRESS
1ST SESSION

H. R. 1258

To amend the Small Business Act to increase the guarantee fee charged by the Small Business Administration on general business loans, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MARCH 16, 1995

Mr. FLAKE introduced the following bill; which was referred to the Committee on Small Business

A BILL

To amend the Small Business Act to increase the guarantee fee charged by the Small Business Administration on general business loans, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Small Business Capital
5 Access Act of 1995”.

6 **SEC. 2. LENDER PAID FEES.**

7 The first sentence of section 5(g)(4)(A) of the Small
8 Business Act (15 U.S.C. 634(g)(4)(A)) is amended to read
9 as follows: “The Administration may collect the following

1 fees: (i) for loan guarantees made pursuant to section
2 7(a), an amount equal to not more than $\frac{4}{10}$ of one percent
3 per year of the outstanding principal amount of the por-
4 tion of such loan guaranteed by the Administration, and
5 (ii) for loan guarantees sold into the secondary market
6 pursuant to subsection (f) of this section, an amount equal
7 to not more than 50 percent of the portion of the sale
8 price which is in excess of 110 percent of the outstanding
9 principal amount of any portion of such loan guaranteed
10 by the Administration.”.

11 **SEC. 3. GUARANTEE FEES.**

12 Section 7(a)(18) of the Small Business Act (15
13 U.S.C. 636(a)(18)) is amended by striking “a guarantee
14 fee equal to two percent of the amount of the deferred
15 participation share of any loan under this subsection” and
16 inserting “a guarantee fee equal to two percent of the
17 gross amount of any loan guaranteed under this sub-
18 section”.

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