

**SENATE
STATE OF MINNESOTA
NINETY-THIRD SESSION**

S.F. No. 249

(SENATE AUTHORS: DRAHEIM)

DATE
01/12/2023

D-PG

Introduction and first reading
Referred to Higher Education

OFFICIAL STATUS

1.1 A bill for an act
1.2 relating to higher education; capping the interest rate on higher education loan
1.3 program; amending Minnesota Statutes 2022, section 136A.1701, subdivision 6.

1.4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.5 Section 1. Minnesota Statutes 2022, section 136A.1701, subdivision 6, is amended to
1.6 read:

1.7 Subd. 6. **Rate of interest.** ~~The office shall determine the rate of interest to be charged~~
1.8 ~~on loans. The rate of interest on student loans however computed, shall not be subject to~~
1.9 ~~any provision of state law limiting the rate of interest to be charged for a loan of money~~ rate
1.10 of interest for variable and fixed loans is capped at three percent.