

**ACT 82**

H.B. NO. 1877

A Bill for an Act Relating to Guarantee of Commercial Loans.

*Be It Enacted by the Legislature of the State of Hawaii:*

SECTION 1. The legislature finds that chapter 211, Hawaii Revised Statutes, authorizing the director of business, economic development, and tourism to guarantee loans made by private lending institutions to eligible businesses has not been used since its creation in 1965 and no funds have been made available by legislative appropriation for the payment of loans in default. The ready availability of loan guarantees from the federal government has made this state program unnecessary.

SECTION 2. Chapter 211, Hawaii Revised Statutes, is repealed.

SECTION 3. This Act shall take effect upon its approval.

(Approved May 25, 1995.)