

	FIRST	REGULAR SH	ESSION	
O	NE HUNDRED AN	ND ELEVENTH	H LEGISLATURE	2
Legislative [Document			No. 949
H.P. 740		House of	f Representatives,	March 1, 1983
Referred and ordered p		on State Gover	rnment. Sent up fo	or concurrence
			EDWIN H	. PERT, Clerk
	Representative Le or: Representative			
	ST	ATE OF MAIN	NE	
		YEAR OF OUNDRED AND I	JR LORD EIGHTY-THREE	
F	ees for Loán		rocessing ons Filed Wit Authority.	h
Be it ena follows:	cted by the 1	People of 1	the State of	Maine as
Sec. 476, §2, place:	1. 10 MRSA 4 is repealed a	§1028, as eand the fol	enacted by PI llowing enact	1981, c. d in its
§1028. Aj	oplication, :	filing and	service fees	5
exceed \$50 ter. In refuses to chapter,	00 per applie the event the o insure a me any applicat from the app	cation file at the Main ortgage as ion, filin	service fees ed under this ne Guarantee provided in ng and serv all be return	a subchap- Authority this sub- vice fees

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1	Sec. 2. 10 MRSA §1042-A is enacted to read:
2	§1042-A. Application, filing and service fees
3 4 5 6 7 8 9	Application, filing and service fees, authorized under this subchapter, shall not exceed \$500 per application plus 1/2 of 1% of the outstanding balance of the mortgage. In the event that an application is denied under this subchapter, any application, filing or service fees collected from the applicant shall be returned to the applicant.
10	Sec. 3. 10 MRSA §1062-A is enacted to read:
11	§1062-A. Application, filing and service fees
12 13 14 15 16 17 18	Application, filing and service fees, authorized under this subchapter, shall not exceed \$500 per application plus 1/2 of 1% of the outstanding balance of the mortgage loan. In the event that an applica- tion is denied under this subchapter, any applica- tion, filing or service fees collected from the applicant shall be returned to the applicant.
19	STATEMENT OF FACT
20 21 22 23 24 25 26 27 28 29 30 31	The purpose of this bill is to encourage and enable a business with good potential, but limited resources, to use Maine Guarantee Authority funds. Many smaller businesses are discouraged from expand- ing because of the application fees charged by the Maine Guarantee Authority. Under the present law and regulations pertaining to the Maine Guarantee Author- ity, application fees range from \$1500 to \$9,000, and service fees are added to these initial costs. A large number of Maine businesses are discouraged from using the services of the Maine Guarantee Authority as a result of the application fees.

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