

indicating what combination of factors would be necessary to happen for approximately 20 million in override is accomplished by the adoption of this amendment. I would urge its adoption.

PRESIDENT: Senator Vard Johnson.

SENATOR V. JOHNSON: Mr. Speaker, members of the Legislature, I'm going to oppose this amendment. It seemed to me that we have an obligation to replace the Cash Fund. And if in fact I had known some time ago that we intended to simply delay the replacement of the Cash Fund for another one year, then I might have taken a little different position on the sales tax bill suggesting that instead of it becoming effective January 1, 1987, it become effective July 1, 1986, as was originally drafted if it turned out that we had this kind of a problem that was arising. But I went right down the old primrose path believing that we were going to restore that Cash Fund this year, not July 15, 1987. So I'm going to continue to go down the primrose path, right, wrong, or indifferent, and suggest we get that Cash Fund restored at the time that we originally agreed in LB 870 we'd get it restored. I will oppose the amendment.

PRESIDENT: Senator Haberman. Okay. Senator Warner, anything else?

SENATOR WARNER: Mr. President, I would rise to make a clarification, what I understand. The bill, as introduced back in January, would have required only 5 million to be paid back...would not be paid back rather. Correction. The bill in January, the 5 million would have been paid back and the 8.5 million that was taken out would have been deferred to a later date. The amendment that Senator Goodrich is offering defers the 5 million as well, but it puts it all to be done between July 15 and July 30 of 1987. What is significant about that, if the sales tax is enacted January 1 then you only have five months collections, as a practical matter, in this fiscal year. But you'll have a full 12 months the following year. That obviously is an opportunity then, because of more months of collections, to rebuild that cash flow reserve back up for future problems of revenue shortfall should they occur, and adequate cash flow balances if necessary. The fund will be built up somewhat to the tune of about \$2 million a year because the interest on the fund would accrue to the fund. It is good management. It is adequate, if adopted, to meet the budget needs as they now stand with a 4 percent reserve. I would urge