

SENATOR KELLY: Well, it would certainly appear to me that those people that do use corporations for family ownership are hurting themselves in requesting that you enter the bill this way. I will not amend it if that would be your desire.

SENATOR SIMPSON: Thank you.

SPEAKER: Now, Senator Whitney. Still on 178.

SENATOR WHITNEY: Mr. President, as I understand this bill, Section 2 on Page 3 it says, "Every licensee must," I suppose this licensee is a racing group, "must hold two additional races limited to horses registered with the Nebraska Thoroughbred Registry". I would presume that the licensee would now have that power to have these extra races if they wanted to. Now, isn't that correct, Senator Simpson?

SPEAKER: Senator Simpson, do you care to respond?

SENATOR SIMPSON: Mr. President and Senator Whitney, the committee amendment strikes the original section 2 from the Senator Schmit assigned of the second amendment underneath.

SENATOR WHITNEY: I see the committee amendment now, yes. It struck that particular one.

SENATOR SIMPSON: There was an intent in the original bill that there should be definitely additional races. There was something done in this area already. There was an agreement between the tracks and the owners that it should not go into law so we struck that section.

SENATOR WHITNEY: Then with reference to what Senator Kelly mentioned, let's say you have a family corporation and the son in the family moved to Kansas. He had a grandson. He wanted to give a share of stock to the grandson. That means that Nebraska bred horse is no longer a Nebraska bred horse because now the grandson has his share of stock in the corporation. Now, why would this hurt the Nebraska bred horses, if you give a share of stock to a grandson in Kansas?

SPEAKER: Senator Simpson.

SENATOR SIMPSON: Do you suppose then they might also try to make this a Kansas bred horse if one of the owners lives in Kansas. There could be this problem.

SENATOR WHITNEY: Well, I would feel it should be amended, such that majority of, say, stockholders should be Nebraska residents. I'd think that would improve the bill because I think it'd hurt the family corporations to a certain extent.

SENATOR SIMPSON: No one came in and opposed this and it was well known what was being done and it was only done because it was done in many other states, exactly the same thing.

SPEAKER: The chair recognizes Senator Stull.

SENATOR STULL: Mr. President and members of the Legislature, I would like to reply to the statement that..the question that Senator Whitney raised and I think with a corporation, if they were located in Nebraska and that was their principal place of business that would be considered the residence

(End of Belt #6)