

February 11, 1980

LB 507

SENATOR KREMER: You mean will each individual entity, it could be a county, it could be a city, it could be the elevator, would they each be responsible for the retirement of those bonds?

SENATOR BEUTLER: Yes.

SENATOR KREMER: Let me check just a moment.

SPEAKER MARVEL: Senator Kremer, are you ready to advance the bill now?

SENATOR KREMER: Mr. Chairman, I have not answered Senator Beutler's question I don't believe. I am not sure (inaudible), the regional council, that is made of any number of people who want to participate can issue general obligation bonds and they are responsible....

SENATOR BEUTLER: You say they can issue general obligation bonds?

SENATOR KREMER: Yes, sir. But they cannot spend any money from the county or from the city or from the owners of the elevator unless it goes to a vote of the people.

SENATOR BEUTLER: Okay, I am just trying to think through, Senator Kremer, how this is going to work. Of course, the council itself has no money or no taxing authority, right?

SENATOR KREMER: That is right.

SENATOR BEUTLER: So they are going to rely on the political subdivisions to pay back the bonds in the case that the project goes blotto?

SENATOR KREMER: And they have to prove to the council that reviews their plan that they can retire the bonds that they have issued. It has to go through the state organization known as the council.

SENATOR BEUTLER: Okay, thank you.

SPEAKER MARVEL: Senator Kremer, we are not going to get through this bill this morning but do you want (interruption)?

SENATOR KREMER: Are we ready to move for the adoption of these amendments?

SPEAKER MARVEL: Okay, the motion is the adoption of the