

LEGISLATIVE BILL 587

Approved by the Governor March 7, 1985

Introduced by DeCamp, 40

AN ACT relating to schools; to amend section 79-520, Reissue Revised Statutes of Nebraska, 1943; to change provisions relating to the issuance of promissory notes by certain school districts; to repeal the original section; and to declare an emergency.

Be it enacted by the people of the State of Nebraska,

Section 1. That section 79-520, Reissue Revised Statutes of Nebraska, 1943, be amended to read as follows:

79-520. (1) Class I, II, III, IV, and VI school districts may borrow money to the amount of seventy per cent of the unexpended balance of total anticipated receipts for the current year and the following year, including receipts from the current existing levy, receipts for the current year from the United States, and receipts for the current year from other sources, and Total anticipated receipts for the current year and the following year shall mean a sum equal to (a) the anticipated receipts from the current existing levy multiplied by two, plus (b) the anticipated receipts from the United States for the current year and the following year, plus (c) the anticipated receipts for other sources from the current year and the following year.

Class I, II, III, IV, and VI school districts may execute and deliver in evidence thereof their promissory notes which they are hereby authorized and empowered to make and negotiate, bearing a rate of interest set by the board of education, and maturing not more than one year two years from the date thereof. Such notes, before they are negotiated, shall be presented to the treasurer of the school district and registered by him or her, and shall be payable out of the funds collected by such school district in the order of their registry after the payment of prior registered warrants, but prior to the payment of any warrant subsequently registered, except 7 PROVIDED; that if both warrants and notes are registered, the total of such registered notes and warrants shall not exceed one hundred per cent of the unexpended balance of the total anticipated receipts of such district for the current year and the following year. For the purpose of making such calculation, such total anticipated receipts shall not include any anticipated receipts against which the school district has borrowed and issued notes pursuant to this section in either the current or the immediately preceding

year.

(2) In addition to the provisions of subsection (1) of this section, such school districts may accept interest-free or low-interest loans from the federal government and may execute and deliver in evidence thereof their promissory notes maturing not more than twenty years from the date of execution.

Sec. 2. That original section 79-520, Reissue Revised Statutes of Nebraska, 1943, is repealed.

Sec. 3. Since an emergency exists, this act shall be in full force and take effect, from and after its passage and approval, according to law.