

February 7, 1973

would to a question.

SPEAKER: Senator Goodrich, will you yield?

SENATOR GOODRICH: Yes.

SENATOR BARNETT: Senator Goodrich, in the committee statement in the middle, it says at the present time the funds must be divided or pro rated between the financial institutions in the given district. Does that take this out of this bill.

SENATOR GOODRICH: Not as far as the regular like checking account type of deposits. That stays in there. The only thing that is being exempted from this provision, that is what we call the pro rata provision..the only thing that is exempted from the pro rata provision as far as this bill is concerned are the certificates of deposit. Now the reason for that is that the bigger the amount of a certificate of deposit that you go in and negotiate with, the better the interest rate you're going to get and it's that interest rate that we're asking for..we want to get to produce as much revenue to the school district as we can get from these funds that are idle for whatever period of time they are. That just saves the taxpayer that much money that we don't have to raise for or through the tax base to fund the schools.

SENATOR BARNETT: Now this will cover all school districts in the state of Nebraska.

SENATOR GOODRICH: Yes. Yes, they should all do it.

SENATOR BARNETT: Thank you.

SPEAKER: The chair recognizes Senator Carpenter, then Senator Whitney.

SENATOR CARPENTER: I'd like to enter into a general conversation with Senator Goodrich if he will yield.

SPEAKER: Senator Goodrich, will you yield?

SENATOR GOODRICH: Yes.

SENATOR CARPENTER: Now, let's take the bill as it is. Maybe, I misunderstand it. Section 77 23 50-01..

SENATOR GOODRICH: Yes.

SENATOR CARPENTER: ..remains as it now is. Is that right or not?

SENATOR GOODRICH: With the exception of Line 10, 11, & 12, we are inserting new material. The rest of the Section stays identical to the way it is right now.

SENATOR CARPENTER: The present law, for example, is not changed at all.

SENATOR GOODRICH: That's true with the exception of adding the provision for the CD's.

SENATOR CARPENTER: I am only saying the present law has not been changed at all except by the exception.

SENATOR GOODRICH: Right.

SENATOR GOODRICH: Now you say provided that the provisions of this act, this section shall not apply to the investment of school funds as authorized by Section 79-1308. Now what is that. What's in that section?

SENATOR GOODRICH: Pro rata. That's the provision for pro-rating among the banks.