

SENATOR NORE: Mr. President, fellow members, I have no objections but I would like to warn folks who have rental property to take a good look at this bill. The reason I am suspicious of it is that the folks that are supporting it to look into your intent, and those who appeared in favor of the bill. Now last year we had a bill where, I think that it was sponsored by the Tenants Association for the tenant the bill called for where the tenant could do all of the repair work that he wanted to do on the property and charge it up to the landlord. I'm rather suspicious about this kind of legislation. I want to protect the tenant, but I also want to protect the landlord too, because as it is now tenant property, is not very good property and you might even make it worse. You might discourage folks from even building properties for rental purposes.

SPEAKER: Senator Goodrich.

SENATOR GOODRICH: Senator Nore, we just eliminated that provision from the bill.

PRESIDENT: We are now ready for LB680. That is Senator Kellys' bill, Senator Kelly are you ready for that?

SENATOR KELLY: Yes Mr. President.

SPEAKER: If you are the Clerk will read the title to LB680.

CLERK: Read LB680

SPEAKER: Senator Kelly.

SENATOR KELLY: Mr. President, I believe that there was a kill motion on this bill, is that correct? Has that been removed?

SPEAKER: Is there anything on the Clerk's desk concerning this bill? Clerk says that there is not. Senator Kelly.

SENATOR KELLY: To explain LB680 is changing the personal loan act as it affects banks and trust companies to allow the borrower to also use real estate collateral to make loans with banks and trust companies which is now prohibited. It is allowed at industrial loan companies and small loan companies. It would appear that the competition would be greatly increased in this area, when all of the institutions which make this type of loan will be competing on the same basis. I do have a letter from a Grand Island Turst Company on my desk that explains this procedure, and I have a letter from the state banking department that concurs with Mr. Woodyears assertions that this would make the three systems of small loans all equal in this area. I move to advance the bill to E & R Initial.

SPEAKER: Senator Nore.

SENATOR NORE: Mr. Chairman, fellow members, I am sorry that we have to go through this again, but as far as I know the banking industry has not asked for this bill, I don't think that they should have it and I don't think that it is good legislation. It is going to tie up money that we normally use in the operation of our business and as I say again back in the late, or early 20's and the late 20's and early 30's many of our bank failures was due to the fact that they had their money frozen in these rather nonliquid assets. I