Hearing Date: Monday February 13, 2017
Committee On: Banking, Commerce and Insurance
Introducer: Schumacher
One Liner: Provide for governmental unit bond priority under the Nebraska Governmental Unit Security Interest Act and rename the act

Roll Call Vote - Final Committee Action:
Advanced to General File

Vote Results:
Aye: 8 Senators Baker, Brewer, Craighead, Kolterman, Lindstrom, McCollister, Schumacher, Williams
Nay:
Absent:
Present Not Voting:

Verbal Testimony:
Proponents: Senator Paul Schumacher
Bob Hallstrom
Opponents: Paul Kratz
John Corrigan
Lynn Rex
Darren Garrean
Representing: Introducer
NE Bankers Association
City of Omaha
NPFFA
League of NE Municipalities
NE Professional Fire Fighters Association

Summary of purpose and/or changes:
This bill would amend the sections of the Nebraska Governmental Unit Security Interest Act, sections 10-1101 to 10-1106, and rename the act the Nebraska Governmental Unit Security "and Pledge" Act.

The bill would create a statutory lien and grant a security interest on ad valorem taxes and bond-pledged revenue sources of an issuing governmental unit with respect to general obligation bonds, notes, and other financing obligations. The lien would be valid, binding, and prior against all parties having claims against the governmental unit in a bankruptcy filing.

The bill would amend sections 70-1813 and 70-1819 of the Public Entities Mandated Project Charges Act to harmonize internal references.