

SENATOR KREMER: Before I can vote intelligently on the motion to return the bill to committee I need some information and frankly I know that I should.....being interested in the concept like this I should have looked at the bill more than I have and I have not. I would like to start out by asking Senator Schmit or Senator DeCamp a question.

SPEAKER MARVEL: Senator DeCamp.

SENATOR KREMER: It is pretty simple, either one of you can answer it.

SENATOR DeCAMP: Go ahead.

SENATOR KREMER: Who has the authority to oversee the operation of this borrower? Is it something like FHA and a FHA loan where in times past it has been almost impossible to fill out the forms and keep the records and all of those things demanded by the overseeing body or person or whoever it may be. Who oversees the re-payment of the loan and the operation of the borrower?

SENATOR DeCAMP: Okay Senator, it is a good question. The answer is that it is identical, identical almost I think in this case right down to the people involved as our Nebraska mortgage finance fund that now was used in the tough times to finance homes. I think we are using the same body. The loans have to stand 100% on their own merits unlike, let's say a subsidized loan there is no subsidy whatsoever. Unlike a guaranteed loan the state has no guarantee, no obligation, it is simply a loan that has to stand on its own. So, the forms are essentially the same as we are using for the mortgage finance fund and you can see that they process those fairly quickly and there hasn't been that many problems. I'll explain the subsidy aspect that Senator Beutler touched on a little later.

SENATOR KREMER: You want to do that on your own time, don't you? Thank you. I have many other questions, our time is limited and I'm not going to ask them now. I'm having a little bit of trouble with the bill. I think perhaps Senator Schmit and Senator DeCamp that we need to have a look to be sure that those that could get started by some other means would not, you know, take away from those that are really deserving. Now, next I would like to say that I am aware that some of the points that Senator Beutler brought out ought to be considered.