

individuals who would seek to obtain credit under this act. It provides that they would have to demonstrate that they were unable to secure credit from normal channels, provides also that it has to be someone who is actually engaged, or who will become engaged in agricultural enterprise and will not be an absentee owner. It provides that the aggregate amount of the loan shall not exceed \$500,000 and that is basically what it does. I move adoption of the amendment.

SPEAKER MARVEL: The motion is the adoption of the Schmit amendment #2. Senator Vickers and then Senator Barrett. Senator Vickers.

SENATOR VICKERS: Mr. Speaker, I would like to ask Senator Schmit a question if he would respond please.

SPEAKER MARVEL: Senator Schmit, do you yield?

SENATOR SCHMIT: Yes, I yield.

SENATOR VICKERS: Senator Schmit, is this amendment printed in the Journal? Or. . . .

SENATOR SCHMIT: It is not printed in the Journal. But we are trying to get the copies made but they are not out yet Senator Vickers. I'll try to get them for you.

SENATOR VICKERS: Yes, I would appreciate that. I would like to see what we are voting on here before we get this voted on. Do I understand Senator Schmit that this is to trying set up some criteria?

SENATOR SCHMIT: Yes, Senator Vickers, this provides, as I said the applicant for the loan must have been rejected by other sources or could not obtain credit from normal sources. He must be actively engaged in or will engage in the enterprise himself and provides a \$500,000 maximum amount of loan. I don't know for sure if that is going to be too large or too small Senator Burrows and I discussed it with several other individuals and they have had difficulty in the State of Iowa, because they had a \$100,000 maximum because so oftentimes that wouldn't do anything at all for an individual.

SENATOR VICKERS: Thank you Senator Schmit. I guess my concern, and of course I haven't read the amendment as of yet, but my concern is the limit on the amount of the loan is probably the wrong limit. I agree with Senator Schmit, who knows what the problem as far as amount of loan if you are a cattle feeder, \$500,000 might not be very much, or attempting to buy some land or something. I would suggest instead that we would have a limit on the net worth of the individual. It seems to me that net