

April 2, 1981

LB 167

going to be paid off until the lots are actually sold and because of the...(interruption).

SENATOR COPE: And now within the city limits they are paid generally in most towns, that is, I shouldn't say they are paid. They are paid on an installment basis.

SENATOR HOAGLAND: That is right and they are spread out over ten years. Now the SIDs are not within city limits, see, they are outside city limits...

SENATOR COPE: I know.

SENATOR HOAGLAND: ...and have their own political subdivision out there.

SENATOR COPE: But I...the difference, that is what I am trying to ascertain is the difference between the two. Now there isn't much difference in the way that they are handled then. They are both paid in the future.

SENATOR HOAGLAND: That is right.

SENATOR COPE: Alright.

SENATOR HOAGLAND: They are both paid in the future...

SENATOR COPE: Then shouldn't they be paid off at the same percentage of delinquent taxes.

SENATOR HOAGLAND: Yes, what this provides is that when they are paid off over the ten years of installments, they are paid off at 2% above the percentage for nondelinquent taxes in the levying resolution so that we won't make those delinquent taxes retroactive. See this is a retroactivity problem we had ten days ago, Senator Cope. If this bill passes as written why this higher 14% rate is going to be applied retroactively all the way back to some lots that have been on the market since '72, '73, '74.

SENATOR COPE: That would be the same within the city limits also.

SENATOR HOAGLAND: Well, I can't speak for the city limits one. The section we are amending here just deals with the SID situation. SIDs are separate political subdivisions.

SENATOR COPE: Yes, I know.

SENATOR HOAGLAND: And we are giving that separate political subdivision the discretion to determine what is best for it