

April 30, 1991

LB 528, 583

CLERK: (Read LB 528 on Final Reading.)

SPEAKER BAACK: All provisions of law relative to procedure having been complied with, the question is, shall LB 528 pass? All those in favor vote aye, opposed vote no. Have you all voted? Record, Mr. Clerk.

CLERK: (Record vote read. See Page 1861 of the Legislative Journal.) 44 ayes, 0 nays, 5 excused and not voting, Mr. President.

SPEAKER BAACK: LB 528 passes. We will now go to LB 583 with the emergency clause.

CLERK: Mr. President, I have a motion on the desk. Senator Schmit would move to return 583 to Select File for a specific amendment, the amendment being to strike the enacting clause.

SPEAKER BAACK: Senator Schmit.

SENATOR SCHMIT: Mr. President and members, I do not intend to belabor this point to any great length, but I do believe that it is important that some comments be made for the record. I have expressed on this floor several times and specifically in regard to LB 583 my deep concern with the fact that we are now taking mandatory checkoff funds, transferring them to a private agency. I just want to point out that this state has undergone in the past two years a number of traumatic experiences. I just want to point out again that each time that we have attempted to assist some type of quasi government agency in this type of project, that we have run into extreme difficulties. I do not need to refresh your memory, but I will do so. We created the NDIGC and that gave to certain depositors certain assurances that today are coming back to haunt us relative to the idea that they would be protected if deposits were placed in industrial banks and we do not know yet the full extent of the cost of that guarantee. We understand, of course, that the NCUA which interred the federal Franklin Federal Credit Union is another entity which because of political influence did not exercise its responsibility and, therefore, substantial losses developed. We know now that the Nebraska Investment Finance Authority created by this Legislature in an attempt to assist the funding of worthwhile projects and homeownership, business and agriculture, has, in fact, developed some hard times and only now we learn