

April 3, 1992

LB 719A

SENATOR LANDIS: This is in the eye of the beholder, Tim, and my guess is if you'd like to...

SENATOR HALL: Okay, all right.

SENATOR LANDIS: ...take it that way, you may.

SENATOR HALL: Second question. Why is this only in place for two years? What revenue source is going to pick up the balance of the cost when this sunsets in 1995?

SENATOR LANDIS: The purpose of this is to replenish the capital, I'm sorry, the Cash Reserve Fund which we will be drawing out of to make 1063 cash flow. We'll have to take a certain amount of money from the Cash Reserve Fund and this will pay that back without burdening any other resource or state revenue stream. Once we get the cash reserve paid back, we have no more need for this mechanism.

SENATOR HALL: Now wait a minute. Walk me through this because I'm not quite tracking. We're going to take the money that we're short in 1063 and pay for it out of the Cash Reserve Fund.

SENATOR LANDIS: Yes.

SENATOR HALL: Okay, and then effective January 1 of 1993 and for the years '93 and '94 we're going to have this fee in place.

SENATOR LANDIS: Yes.

SENATOR HALL: And in those years, how are we going to fund 1063, this approximately \$2 million that we're short? Is that going to be drawn out of the Cash Reserve Fund or is that going to be paid for by these corporation filing fees?

SENATOR LANDIS: The Cash Reserve Fund will be...

SENATOR HALL: It will be drawn on?

SENATOR LANDIS: ...will be drawn on and then this money will be used to replace the Cash Reserve Fund.

SENATOR HALL: It will be used to replenish it.