

LEGISLATIVE BILL 884

Approved by the Governor February 5, 1972

Introduced by Richard F. Proud, 12th District; Roland A. Luedtke, 28th District

AN ACT to amend section 18-1202, Reissue Revised Statutes of Nebraska, 1943, relating to cities and villages, all; to provide for issuance of fire department bonds as prescribed; to repeal the original section; and to declare an emergency. Be it enacted by the people of the State of Nebraska,

Section 1. That section 18-1202, Reissue Revised Statutes of Nebraska, 1943, be amended to read as follows:

18-1202. ~~Any city or village which has levied a tax as authorized by section 18-1201 may anticipate the collection of such tax so levied, and for that purpose may issue bonds, with interest coupons attached, in a sum amounting to ninety per cent of the tax so levied. Such bonds may run for a period of not more than ten years, and may bear interest. Bonds so issued shall be secured by such tax so assessed and levied, and shall be payable only out of the funds derived from such tax. It shall be the duty of such city or village, on receipt of such tax then paid, to hold the same as a separate fund to the amount of the bonds so issued, and the interest thereon, for the purpose of paying or redeeming such bonds. Any city or village which has levied or intends to levy a tax as authorized by section 18-1201 may anticipate the collection of such taxes, including the anticipation of collections from levies to be made in future years, and for such purpose may issue tax anticipation bonds, which shall be payable in not exceeding twenty years and may bear interest, payable annually or semiannually, at such rate or rates as the mayor and council or chairman and board of trustees may determine. The total of principal and interest payable on such bonds in any calendar year shall not exceed ninety per cent of the anticipated tax collection for such calendar year on the assumption that the assessed valuation for such city or village in all succeeding years shall be the same as the assessed valuation most recently determined prior to passage of the ordinance authorizing such bonds and applying the mill levy made or agreed to be made by the city or village, but not exceeding one mill on the dollar, and using tax due and delinquency dates in effect at the time of passage of the bond ordinance. The city or village~~

may agree in such bond ordinance to make and to continue to make a levy under section 18-1201 until such bonds and interest thereon are fully paid. Such bonds shall be secured by such tax so assessed and levied, and shall be payable only out of the funds derived from such tax. It shall be the duty of such city or village on receipt of such taxes to hold the same as a separate fund to the amount of the bonds so issued and the interest thereon, for the purpose of paying or redeeming such bonds.

Sec. 2. That original section 18-1202, Reissue Revised Statutes of Nebraska, 1943, is repealed.

Sec. 3. Since an emergency exists, this act shall be in full force and take effect, from and after its passage and approval, according to law.