

SportsCar July 2007

Division Reports

Rocky's Road

Midwest Division

BUY BONDS TO GO RACING

The first SCCA races at the new Motorsport Park Hastings - a double Regional weekend - will take place Sept. 15-16. To finance the startup, Nebraska Region has authorized a no-interest bond issue.

MiDiv's Nebraska Region will be joining with Colorado Region of the Rocky Mountain Division to put on the races at MPH (gotta love those initials). The unusual joint arrangement between regions in two different divisions comes about in no small part because, outside of the road course circuits in Colorado, Hastings is the next-closest track barely 400 miles for a Denver-area driver.

The situation, as reported in the Nebraska Region newsletter *Exhaust Notes*, is that a new racing program at a new track requires significant up-front money before the first dollar of income is seen. Startup costs for a new racing program include such items as track rental deposit, sanction and insurance, awards and equipment.

To that end, Nebraska's board authorized the bonds with \$250 face value. No interest will accrue on the bonds, but they become long-term non-collateral debts of the region.

Bondholders may redeem them any time after Dec. 31, 2008. The region may pay off the bonds at any time. Funds raised by the bonds are to be used solely to finance the racing activities of Nebraska Region.