

LEGISLATURE OF NEBRASKA  
ONE HUNDRED EIGHTH LEGISLATURE  
FIRST SESSION

**LEGISLATIVE BILL 594**

Introduced by Hardin, 48; Ballard, 21; Brewer, 43; Halloran, 33.

Read first time January 17, 2023

Committee: Banking, Commerce and Insurance

- 1 A BILL FOR AN ACT relating to political subdivisions; to provide for
- 2 investment in commercial paper by local government investment pools.
- 3 Be it enacted by the people of the State of Nebraska,

1           Section 1.   (1) For purposes of this section, local government  
2 investment pool means an investment pool or trust created pursuant to the  
3 laws of this state, including, but not limited to, the Interlocal  
4 Cooperation Act, for the purpose of investing the funds of two or more  
5 political subdivisions.

6           (2) A local government investment pool shall have the power and  
7 authority to invest and reinvest funds in its custody in commercial  
8 paper, if such commercial paper:

9           (a) Has a stated maturity of three hundred ninety days or fewer from  
10 its date of issuance; and

11           (b) Receives an investment quality rating of not less than A-1 or  
12 P-1, or an equivalent rating, by a nationally recognized investment  
13 rating firm.

14           (3) Nothing in this section shall be construed to expand the  
15 investment authority of the separate participants in a local government  
16 investment pool.