

LEGISLATIVE BILL 322

Approved by the Governor February 16, 1989

Introduced by Banking, Commerce and Insurance Committee,
Landis, 46, Chairperson; Lynch, 13;
Conway, 17; Abboud, 12; Wesely, 26;
Schmit, 23; Weihsing, 48

AN ACT relating to banks and banking; to amend section 8-126, Revised Statutes Supplement, 1988; to change a requirement for bank directors; and to repeal the original section.

Be it enacted by the people of the State of Nebraska,

Section 1. That section 8-126, Revised Statutes Supplement, 1988, be amended to read as follows:

8-126. A majority of the members of the board of directors of any bank transacting business under sections 8-101 to 8-1,121 shall have their residences in this state or within twenty-five miles of the bank's main office of the bank. Reasonable efforts shall be made to acquire members of ~~the boards~~ such board of directors from the county in which such bank is located. ~~Every~~ Each director shall be the owner in his or her own name and right of at least one share of the paid-up capital stock of the bank of which he or she is a director or of its holding company, if any. ~~in his or her own name and right.~~ Directors of banks shall be persons of good moral character, known integrity, business experience, and responsibility. No person shall act as a ~~such~~ member of the board of directors of any bank until such bank applies for and obtains approval from the Department of Banking and Finance.

Sec. 2. That original section 8-126, Revised Statutes Supplement, 1988, is repealed.