

ONE HUNDRED SECOND LEGISLATURE - SECOND SESSION - 2012
COMMITTEE STATEMENT
LB836

Hearing Date: Tuesday January 17, 2012
Committee On: Banking, Commerce and Insurance
Introducer: Pahls
One Liner: Change provisions relating to deposit and investment of public funds in certificates of deposit and time deposits

Roll Call Vote - Final Committee Action:
Advanced to General File with amendment(s)

Vote Results:
Aye: 7 Senators Christensen, Gloor, Langemeier, McCoy, Pahls, Pirsch, Schumacher
Nay:
Absent:
Present Not Voting:

Proponents: Senator Rich Pahls Robert Hallstrom	Representing: Introducer NE Bankers Association
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Opponents:	Representing:
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Neutral:	Representing:
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Summary of purpose and/or changes:

This bill would amend section 77-2365.02 to authorize investment or deposit of state or political subdivision funds in FDIC-insured "interest-bearing accounts" (rather than only "certificates of deposit" or "time deposits" issued by out-of-state depository financial institutions as part of deposit placement services, such as cash sweep programs.

The bill carries the emergency clause.

Explanation of amendments:

The committee amendments would further amend section 77-2365.02 to clarify that participation by a bank or savings and loan in a deposit placement service program is not the exclusive method for securing the uninsured portion of an interest-bearing deposit and that such participation is an alternative to the furnishing of securities or the providing of a deposit guaranty bond.

Rich Pahls, Chairperson