

March 21, 1979

LB 180, 220

SENATOR MARSH PRESIDING

SENATOR MARSH: The bill is advanced. We are now ready and will hear LB 220.

CLERK: (Read title to LB 220.) The bill was first read on January 11. It was referred to the Banking, Commerce and Insurance Committee. There are committee amendments pending, Mr. President, by Senator DeCamp's committee.

SENATOR MARSH: Senator DeCamp.

SENATOR DeCAMP: Mr. President, members of the Legislature, LB 220 is several things, all of them minor but one of them major. The major element has nothing to do with the substance of the bill but it is a new concept that we have tried in Banking and you will see us on a number of bills. LB 220 represents a number of bills that have been combined into one. The rules provide specifically that you can amend bills and kill them and put them out on the floor and there is one other thing in the rules that has never been utilized and we decided to try to see if it would work, one of the reasons to satisfy the public concern about so many bills and so we took a number of housekeeping bills, combined them into one under the authority of the rules and that is what 220 does and they are housekeeping bills such as LB 333 amends section 8-110, the banking act, to provide for a blanket type surety bond to protect the bank against dishonest or criminal acts of its employees. In addition it provides for other coverage such as robbery, burglary, mysterious disappearance, et cetera. The amendment in LB 333 also provides for an increase in the minimum deductible amount of the bond from \$1,000 to \$5,000. These are generally considered housecleaning provisions to bring the statute to date with existing conditions appearing among financial institutions, so LB 333 is in this bill. LB 335. LB 335 amends a provision of section 8-140 of the banking act as it would apply to officer and employee borrowings within their own bank. The Comptroller of the Currency has recently amended his regulations his regulations applying to national banks allowing officers and employees of national banks to borrow \$10,000 for personal use, \$60,000 for a residence and \$20,000 for the education of children of such officers or employees. LB 269 is included in this. It would require the preprinting on checks the following: name of the maker and also to have magnetically encoded the routing and transit symbol of the bank and the account number of the maker, however, it is my observation that we