



Hundredth Legislature - First Session - 2007
Introducer's Statement of Intent
LB 126

Chairperson: Rich Pahls
Committee: Banking, Commerce and Insurance
Date of Hearing: January 29, 2007

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 126 is a bill introduced at the request of the Nebraska Department of Banking and Finance. Its primary purpose is to add trust companies to the list of financial institutions that are subject to the laws which prohibit two or more financial institutions in the same city, village, or county in Nebraska from having identical or confusingly similar names.

LB 126 would amend section 8-1901 to include the term “trust company” within the definition of “financial institution.” As a result of this amendment, trust companies will be subject to section 8-1902, which contains the prohibition against identical or confusingly similar names within the specified locations, and which gives the Department of Banking and Finance authority to require a name change or name modification of the financial institution in violation of the law. Trust companies would also be bound by any rules and regulations adopted and promulgated by the department pursuant to section 8-1903 as a result of the amendment.

Principal Introducer: _____
Senator Rich Pahls