

**ONE HUNDRED FIRST LEGISLATURE - FIRST SESSION - 2009**  
**COMMITTEE STATEMENT**  
**LB259**

---

**Hearing Date:** Tuesday January 27, 2009  
**Committee On:** Banking, Commerce and Insurance  
**Introducer:** Utter  
**One Liner:** Clarify Federal Deposit Insurance Corporation coverage with respect to public funds

---

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

---

**Vote Results:**

**Aye:** 8 Senators Christensen, Gloor, Langemeier, McCoy, Pahls, Pankonin,  
Pirsch, Utter

**Nay:**

**Absent:**

**Present Not Voting:**

---

**Proponents:**

Senator Dennis Utter  
Robert Hallstrom

**Representing:**

Introducer  
NE Bankers Association

**Opponents:**

**Representing:**

**Neutral:**

**Representing:**

---

**Summary of purpose and/or changes:**

LB 259 (Utter) would amend various sections in Chapters 2, 14, 15, 16, 17, and 77 and would enact a new section to be assigned in Chapter 77, article 23, to provide that for purposes of any law requiring a bank, capital stock financial institution, or qualifying mutual financial institution meeting a requirement to secure the deposit of public money or public funds in excess of the amount insured by the Federal Deposit Insurance Corporation (FDIC), references to amounts "insured" by the FDIC also include amounts "guaranteed" by the FDIC.

The bill carries the emergency clause.

---

**Explanation of amendments:**

The committee amendments would insert two sections that were overlooked in the preparation of the bill:

In section 16-716, provisions regarding deposit of public funds of cities of the first class would be amended to refer to amounts "guaranteed" by as well as insured by the FDIC.

In section 30-3202, provisions regarding investment of political subdivision retirement funds would be amended to refer to the extent thrift institution accounts are "guaranteed" by as well as insured by the FDIC.

