

LEGISLATURE OF NEBRASKA

ONE HUNDRED FIRST LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 752

Introduced by Pahls, 31.

Read first time January 06, 2010

Committee: Banking, Commerce and Insurance

A BILL

1 FOR AN ACT relating to trust companies; to amend section 8-210,
2 Revised Statutes Supplement, 2009; to change provisions
3 relating to pledged securities; to repeal the original
4 section; and to declare an emergency.

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

1 Section 1. Section 8-210, Revised Statutes Supplement,
2 2009, is amended to read:

3 8-210 (1) Securities pledged pursuant to section 8-209
4 shall consist of any securities which constitute a legal investment
5 for the trust company except for bills of exchange, notes,
6 mortgages, or banker's acceptances, ~~or certificates of deposit.~~
7 State, county, municipal, and corporate bond issues must be of
8 investment quality and be rated in the three top categories of
9 investment by at least one nationally recognized rating service,
10 except that all issues of counties and municipalities of Nebraska
11 shall be acceptable.

12 (2) Such securities shall not be accepted for purpose of
13 pledge at a rate above par value and if their market value is less
14 than par value they shall not be accepted for such purpose above
15 their actual market value. The safekeeping of such securities and
16 all other expenses incidental to the pledging of such securities
17 shall be at the expense of the trust company.

18 (3) A trust company which has pledged securities in the
19 form of certificates of deposit in satisfaction of the requirements
20 of section 8-209 shall not assign, withdraw, or redeem such
21 securities without substituting other securities of equal value in
22 lieu of the securities so assigned, withdrawn, or redeemed.

23 Sec. 2. Original section 8-210, Revised Statutes
24 Supplement, 2009, is repealed.

25 Sec. 3. Since an emergency exists, this act takes effect

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1 when passed and approved according to law.