

One Hundred Seventh Legislature - First Session - 2021

Introducer's Statement of Intent

LB66

Chairperson: Senator Matt Williams

Committee: Banking, Commerce and Insurance

Date of Hearing: January 26, 2021

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

LB 66 makes a series of “technical” amendments to the Public Funds Deposit Security Act in recognition of the differences between the “dedicated” method and the “single bank pooled collateral” method of pledging for public funds by changing references from “custodial official” to “governmental unit,” where applicable. In addition, the bill provides for the manner in which a valid and perfected security interest is to be established in securities pledged for public funds under the “single bank pooled collateral” method of pledging for public funds. Finally, the bill clarifies that a bank, capital stock financial institution or qualifying mutual financial institution which is chartered by a foreign state agency as defined in Neb. Rev. Stat. Section 8–101.03(13) may serve as a qualified trustee under the “dedicated” and the “single bank pooled collateral” method of pledging for public funds.

Principal Introducer: _____

Senator Matt Williams