

One Hundred Seventh Legislature - Second Session - 2022

Introducer's Statement of Intent

LB826

Chairperson: Senator Matt Williams

Committee: Banking, Commerce and Insurance

Date of Hearing: January 24, 2022

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

Under current law, financial institutions authorized for public funds may use bonds or obligations of another state, or a political subdivision of another state, which are rated within the two highest classifications by at least one of the standard credit rating services as collateral for public funds.

LB 826 would clarify that bonds were obligations of a political subdivision of another state with an underlying credit rating or enhanced credit rating, whichever is higher, with such classifications may also be used as collateral for public funds.

Principal Introducer: _____

Senator Brett Lindstrom