

LEGISLATIVE BILL 1152

Approved by the Governor March 21, 1972

Introduced by Calvin F. Carsten, 2nd District

AN ACT to amend section 16-715, Reissue Revised Statutes of Nebraska, 1943, relating to cities of the first class; to change security requirements for depository banks as prescribed; to repeal the original section; and to declare an emergency.

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

Section 1. That section 16-715, Reissue Revised Statutes of Nebraska, 1943, be amended to read as follows:

16-715. In lieu of the bond required by section 16-714, any bank making application to become a depository may deposit as security with the city clerk, United States government bonds, bonds of the State of Nebraska or of any state whose bonds are purchased by the Board of Educational Lands and Funds of this state for investment of the Permanent School Fund, warrants of the State of Nebraska, county bonds, municipal bonds or school district bonds of any county, city, village or school district in the State of Nebraska issued under the direction of and with the approval of the Auditor of Public Accounts, bonds and debentures issued either singly or collectively by any of the twelve federal land banks, the twelve intermediate credit banks, or the thirteen banks for cooperatives under the supervision of the Farm Credit Administration, or warrants of the county or any city, village or school district in the county; Provided, that the penal sum of said bond or the sum of said pledge of assets shall be double of the value equal to or greater than the amount of the deposit; ~~but may be reduced in the amount in excess of that portion~~ of said deposit insured by the Federal Deposit Insurance Corporation. The depository bank furnishing securities above described shall have the right to substitute other approved securities herein provided for in lieu of securities already pledged if it so desires at any time.

Sec. 2. That original section 16-715, Reissue Revised Statutes of Nebraska, 1943, is repealed.

Sec. 3. Since an emergency exists, this act shall be in full force and take effect, from and after its passage and approval, according to law.