

March 1, 1988

LB 1130, 1220

LB 1130. All those in favor vote aye, opposed nay. Have you all voted? Have you all voted? Record, Mr. Clerk.

CLERK: 26 ayes, 0 nays, Madam President, on the advancement of 1130.

SENATOR LABEDZ: LB 1130 is advanced. Mr. Clerk, LB 1220.

CLERK: LB 1220, Madam President, by Senator Conway. (Read title.) The bill was introduced on January 21, referred to the Banking Committee, advanced to General File. I have committee amendments pending by the Banking, Commerce and Insurance Committee.

SENATOR LABEDZ: Senator Remmers, on the committee amendments.

SENATOR REMMERS: Madam Chairman and members of the Legislature, LB 1220 would amend provisions regarding authorized investments by a domestic insurance company. The committee amendments would provide that before a domestic insurance company may invest in mortgage bonds, debentures or other evidence of indebtedness of a corporation, other than a railroad or public utility, such securities must be of investment grade as indicated by a yes rating issued by the Securities Valuation Office of the National Association of Insurance Commissioners, or by Moody's, or by Standard and Poor's. I urge you to adopt the amendments.

SENATOR LABEDZ: Senator Remmers, there are no further lights. You have moved for the adoption of the committee amendments. All those in favor vote aye, opposed nay. Have you all voted? Have you all voted? Record, Mr. Clerk.

CLERK: 25 ayes, 0 nays on adoption of the committee amendments.

SENATOR LABEDZ: The committee amendments are adopted. Senator Conway, on the advancement of LB 1220.

SENATOR CONWAY: Madam President and members, LB 1220, for the most part, is not much more than what Senator Remmers explained by virtue of the introduction of the committee amendments. Basically, we have a situation under current Nebraska law that authorizes a certain type and quality of investments which Nebraska domestic insurance companies may make and, by going through that analysis to establish the quality and grade of those investments, the standards are literally the same by going