



**Ninety-Seventh Legislature - Second Session - 2002**  
**Committee Statement**  
**LB 1089**

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**Hearing Date:** January 29, 2002

**Committee On:** Banking, Commerce and Insurance

**Introducer(s):** (Landis)

**Title:** Eliminate certain branch banking restrictions

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**Roll Call Vote – Final Committee Action:**

- X Advanced to General File
  - Advanced to General File with Amendments
  - Indefinitely Postponed
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**Vote Results:**

- 5 Yes                                 Senators Landis, Bruning, Jensen, Quandahl, Smith
  - 3 No                                    Senators Tyson, Aguilar, Kremer
  - Present, not voting
  - Absent
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**Proponents:**

Senator David Landis  
J. William Henry  
J.B. Eberly  
Tim Tighe  
Leslie Andersen  
Steven Michel  
Sam Baird

**Representing:**

Introducer  
First National of Nebraska  
Stanton National Bank  
The Bank of Madison  
NE Bankers Association  
NE Independent Community Bankers Association  
NE Department of Banking and Finance

**Opponents:**

Sam Moyer  
Robert J. Routh  
  
Mark Hesser  
Roy Dinsdale

**Representing:**

Heritage Bank  
United Nebraska Bank  
United Nebraska Financial Co.  
Pinnacle Bank  
Self

**Neutral:**

**Representing:**

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**Summary of purpose and/or changes:**

LB 1089 (Landis) would amend various sections of statute regarding bank structure to generally accomplish two things:

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First, the bill would lift restrictions on the establishment of branches and permit unlimited statewide de novo branching. The bill would retain geographical limitations based on current law in two areas—mobile branches and school savings account programs.

Second, the bill would amend the holding company statutes to raise the “deposit cap” which currently prohibits acquisitions if banks owned or controlled would have deposits in Nebraska greater than 14 percent of total bank and savings and loan deposits in Nebraska. The bill would raise the cap to 20 percent in 2002, then to 22 percent in 2004, and then to 25 percent in 2007.

**Explanation of amendments, if any:**

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**Senator David M. Landis, Chairperson**