



Ninety-Ninth Legislature - Second Session - 2006
Introducer's Statement of Intent
LB 1128

Chairperson: Mick Mines
Committee: Banking, Commerce and Insurance
Date of Hearing: February 6, 2006

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

LB 1128 would repeal provisions of the Uniform Commercial Code relating to "demand drafts" (a type of check printed by a merchant or telemarketer that has purportedly obtained permission from a customer to create a draft drawn on the customer's account, without the customer's signature being affixed), in light of the adoption of a recent Federal Reserve Board regulation regarding "remotely created checks," that supersedes inconsistent state law governing "demand drafts."

Principal Introducer: _____
Senator Mike Flood