

LEGISLATURE OF NEBRASKA  
ONE HUNDREDTH LEGISLATURE  
FIRST SESSION  
**LEGISLATIVE BILL 113**

Introduced By: Pahls, 31;  
Read first time: January 8, 2007  
Committee: Banking, Commerce and Insurance

A BILL

1 FOR AN ACT relating to banks and banking; to prohibit branch  
2 banking by industrial loan companies or industrial banks; to  
3 provide a duty for the Revisor of Statutes; and to declare  
4 an emergency.

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

1           Section 1. (1) An industrial loan company or industrial  
2 bank shall not establish or operate a branch in this state.

3           (2) For purposes of this section, an industrial loan  
4 company or industrial bank means a company that is (a) chartered by  
5 another state to make consumer loans or commercial loans or to accept  
6 deposits insured by the Federal Deposit Insurance Corporation, but  
7 not to accept demand deposits, and (b) owned, directly or indirectly,  
8 by a commercial entity that is not a bank holding company or a  
9 financial holding company subject to the federal Bank Holding Company  
10 Act of 1956 or to supervision by the Federal Reserve System.

11           Sec. 2. The Revisor of Statutes shall assign section 1 of  
12 this act to Chapter 8, article 4.

13           Sec. 3. Since an emergency exists, this act takes effect  
14 when passed and approved according to law.