

One Hundred Fifth Legislature - First Session - 2017

Introducer's Statement of Intent

LB94

Chairperson: Senator Mark Kolterman

Committee: Nebraska Retirement Systems

Date of Hearing: January 19, 2017

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

LB 94 increases from \$6 million to \$16 million, the maximum amount of time deposit open accounts made available to banks, capital stock financial institutions and qualifying mutual financial institutions willing to meet the rate and other requirements of the Nebraska Capital Expansion Act.

LB 94 would allow any bank, capital stock financial institutions, and qualifying mutual financial institution accepting deposits in the amount of \$1 million from the initial offering of deposits, to make application for additional funds in the amount, not to exceed each bank's, capital stock financial institution's and qualifying mutual financial institution's pro-rata share of the remaining funds from the initial offering, or \$15 million for each such bank, capital stock financial institution, and qualifying mutual financial institution, whichever is less.

Providing additional access to time deposit open accounts as proposed in LB 94 will assist banks seeking additional liquidity for lending purposes.

Principal Introducer: _____

Senator Mark Kolterman