

February 21, 1991 LB 237

SPEAKER BAACK: Time.

SENATOR LANDIS: Page 17.

SENATOR BEUTLER: Page 17.

SENATOR LANDIS: Subsection (5), line 24, page 17.

SENATOR BEUTLER: Okay, thank you.

SPEAKER BAACK: Thank you, Senator Beutler. I see no other lights on. Is there any more discussion? Seeing none, Senator Landis, do you wish to close?

SENATOR LANDIS: I would like to reserve about two or three minutes to close, but I would be happy to waive to Senator Beutler maybe the first two minutes of my closing for purposes of any additional questions.

SENATOR BEUTLER: I did have a couple.

SENATOR LANDIS: You had that look on your face, Chris.

SENATOR BEUTLER: Section 5, no, I'm sorry, whatever section it is that has the categories in them, page 12...

SENATOR LANDIS: Right.

SENATOR BEUTLER: ...category 1, there is a phrase in here that I don't understand and it starts on page 7 and it seems to me it's very key to determining the cloture on this particular category. It says if Moody's Investors Service, Inc. and Standard and Poor's Corporation do not rate the investment in credit (sic) and either service rates an obligation of the obligor, I'm assuming we're talking about the insurance company then, having a priority equal to or lower than the investment in question, the insurer may apply such rating to the investment. So it looks like it's at the discretion of the insurer to apply the rating to the investment within that guideline, but I don't understand the guideline.

SENATOR LANDIS: Chris, what is it that you don't understand about this provision?