

March 1, 1991

LB 205, 498

clear that when a person is laid off and as a part of that is required to take their company retirement funds and roll them into another qualified fund, that that is not counted as income for that person for the purpose of determining an unemployment insurance benefits. And the other change that the federal government wants us to make is to a little change in language to make sure that military disability retirement pensions are not counted as income for the purposes of reducing unemployment weekly benefits that they are entitled to because of their employment. So with that explanation I would move the advancement of LB 498. Thank you.

PRESIDENT MOUL: Thank you, Senator Coordsen. Seeing no one wishing to debate the issue, we will proceed to vote on the motion to advance LB 498. All those in favor please vote aye, opposed nay. Have you all voted? Please record, Mr. Clerk.

CLERK: 25 ayes, 0 nays, Madam President, on the advancement of 498.

PRESIDENT MOUL: LB 498 is advanced. LB 205.

CLERK: LB 205, Madam President, by Senator Abboud. (Read title.) Introduced on January 14, referred to Banking, advanced to General File. I have no amendments to the bill.

PRESIDENT MOUL: Senator Abboud.

Senator Abboud Madam President, colleagues, LB 205 provides a technical clarifying amendment to Section 3-106 of the Uniform Commercial Code. The legislation is intended to clarify the variable rate interest notes are eligible for treatment as negotiable instruments. Under the UCC one of the requirements for an instrument to be negotiated is that the instrument contain an unconditional promise or order to pay a sum certain in money. Many of today's financial transactions involve the use of promissory notes which bear a variable rate of interest. This variable rate of interest will most often be tied or indexed with a source outside the four corners of the promissory note. LB 205 would recognize the ability to look outside the instrument to ascertain the rate of interest without affecting the negotiability of the instrument. I would move the advancement of LB 205.

PRESIDENT MOUL: Thank you, Senator Abboud. Seeing no one