

TRANSCRIPT PREPARED BY THE CLERK OF THE LEGISLATURE
Transcriber's Office
FLOOR DEBATE

January 19, 2006 LB 548

SENATOR CHAMBERS: Now, in lines 20 and 21 are the two words "broker dealer." What is the difference between a broker and a broker dealer? Is it that a broker is broke, and a broker dealer is more broker?

SPEAKER BRASHEAR: (Laugh) No.

SENATOR CUDABACK: One minute.

SPEAKER BRASHEAR: It's not a broker and a dealer, it's a broker dealer, so it's a broker who's dealing in the bonds.

SENATOR CHAMBERS: And what is a broker?

SPEAKER BRASHEAR: And that's a term of art.

SENATOR CHAMBERS: And what is a broker?

SPEAKER BRASHEAR: A broker is someone who's making a deal.

SENATOR CHAMBERS: So a broker is dealing, and broker dealer is...

SPEAKER BRASHEAR: Deals.

SENATOR CHAMBERS: ...dealing. Are they the same? I really don't know. I had never seen "broker dealer" as distinct...

SPEAKER BRASHEAR: They...I think...

SENATOR CHAMBERS: ...from a broker.

SPEAKER BRASHEAR: I think they could...we could call them broker fees, we could call them broker dealer fees. We're into the jargon of bond placements, issuance and placement, here.

SENATOR CHAMBERS: Okay. I just want to be sure that this term of art is not something different from "broker." Now, when we go to the next page, because you mentioned, in line 20 on this page, "underwriting fees," what do underwriting fees have to do