

that are invested by the Investment Council, subsequently there is an Attorney General's opinion about three years ago indicating that those trust funds are under the constitution. The earnings from them must totally be dedicated to the purpose of the trust fund and no use of the investment the earnings could be appropriated for the operation of the agency itself. So the language that we are striking has never been implemented. The cash fund exists by law but does not function. All of the appropriation that is required for this agency comes out of the general fund. It has since it was initially established and the bill is merely corrective repealing language that is not usable. Mr. President, I move the bill be advanced.

PRESIDENT: The question is shall this bill, LB 364, be advanced. Record your vote. Record.

CLERK: 27 ayes, 0 nays.

PRESIDENT: The bill is advanced. LB 266. Senator DeCamp.

CLERK: Read LB 266. There are committee amendments by Senator DeCamp's Banking, Commerce, and Insurance Committee. Read committee amendment.

SENATOR DECAMP: Board of Educational Lands and Funds, the reason we're striking that is it's obsolete language. So this is merely a corrective change; it should have been done years ago. When they set up the state investment officer, we eliminated, of course, the Board of Educational Lands and Funds taking care of this function. So this just complies with other statutes. I move adoption of the amendment.

PRESIDENT: Any further discussion? The question is the adoption of the Banking Committee amendments. Record your vote. Record. Would you please vote again. There was a malfunction. Record.

CLERK: 25 ayes, 0 nays on motion to advance.

PRESIDENT: The amendments are adopted. Senator DeCamp.

SENATOR DECAMP: Mr. President, I move the bill be advanced. The bill does the following: allows additional collateral to be used as security, so instead of just United States Government Bonds banks could use this additional collateral. United States Government Guaranteed Bonds are notes. Bonds of any state or municipal subdivision which are fully defeased as to principle or interest, this type of thing. I move advancement of the bill.

PRESIDENT: Senator Keyes.

SENATOR KEYES: Just one question of Senator DeCamp. In line 10 and 11 on page 2, that you just got through speaking about, will that allow a bank to use SID bonds as depositories.

SENATOR DECAMP: Well, I would have to check out the exact nature of SID bonds, whether they fall within this category. I'm not that familiar with SID bonds.

SENATOR KEYES: Neither am I but I just wondered.