

LEGISLATURE OF NEBRASKA

ONE HUNDRED SECOND LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 116

Introduced by Avery, 28; Karpisek, 32; Louden, 49; Price, 3;
Sullivan, 41.

Read first time January 06, 2011

Committee: Government, Military and Veterans Affairs

A BILL

1 FOR AN ACT relating to the Veterans' Aid Income Fund; to amend
2 section 80-401, Reissue Revised Statutes of Nebraska; to
3 provide for use of the fund for the state veteran
4 cemetery system; to repeal the original section; and to
5 declare an emergency.
6 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 80-401, Reissue Revised Statutes of
2 Nebraska, is amended to read:

3 80-401 (1) There is hereby established a fund to be known
4 as the Nebraska Veterans' Aid Fund. The Board of Educational Lands
5 and Funds is directed to purchase bonds or notes issued by the
6 government of the United States or the State of Nebraska, or any
7 county, school district, or municipality therein, with a face value
8 of twelve million dollars, as of August 1, 1984, to carry out
9 sections 80-401 to 80-405 and to place them in the custody and
10 control of the State Treasurer of the State of Nebraska under the
11 same conditions as other state money.

12 (2) Such fund shall be managed as follows: ~~(1)-(a)~~ When
13 necessary to pay a premium for bonds for such fund, the amount of the
14 premium shall be amortized over the term of the bonds from the
15 interest received on such bonds; and ~~(2)-(b)~~ when bonds for such fund
16 are purchased at a discount, the amount of the discount shall be used
17 to purchase additional bonds, it being contemplated that the face
18 amount of the bonds in such fund may in this manner aggregate in
19 excess of twelve million dollars at some future time.

20 (3) The interest on the Nebraska Veterans' Aid Fund,
21 except so much as may be required for amortization of premium bond
22 purchases as authorized in this section and so much as may be
23 required to pay a pro rata share of the budget appropriated for the
24 Nebraska Investment Council pursuant to section 72-1249.02, shall be
25 paid to the Veterans' Aid Income Fund, which fund is hereby created.

1 The Veterans' Aid Income Fund, when appropriated by the Legislature,
2 shall be available to the director for aid to needy veterans as
3 authorized by law. The director may also use the fund for the
4 administration, maintenance, and operation of cemeteries in the state
5 veteran cemetery system.

6 (4) The Board of Educational Lands and Funds shall manage
7 the Nebraska Veterans' Aid Fund, except that the investment and
8 reinvestment of such fund shall be the duty of the state investment
9 officer, with investment and reinvestment to be made in the same type
10 securities authorized for investment of funds by the Nebraska Capital
11 Expansion Act and the Nebraska State Funds Investment Act. The
12 director shall advise the council when amounts in the Veterans' Aid
13 Income Fund are not immediately required for aid to needy veterans.
14 The state investment officer shall invest such amounts available from
15 the Veterans' Aid Income Fund in the same manner as investments of
16 the Nebraska Veterans' Aid Fund, and the interest thereon shall also
17 become a part of the Veterans' Aid Income Fund.

18 Sec. 2. Original section 80-401, Reissue Revised Statutes
19 of Nebraska, is repealed.

20 Sec. 3. Since an emergency exists, this act takes effect
21 when passed and approved according to law.