

LEGISLATURE OF NEBRASKA
ONE HUNDRED THIRD LEGISLATURE
FIRST SESSION
LEGISLATIVE BILL 594

Introduced by Price, 3.

Read first time January 23, 2013

Committee: Nebraska Retirement Systems

A BILL

1 FOR AN ACT relating to veterans aid; to amend section 80-401, Reissue
2 Revised Statutes of Nebraska; to change provisions
3 relating to the Nebraska Veterans' Aid Fund; and to
4 repeal the original section.
5 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~~ Nebraska Investment Council is directed to purchase bonds
6 or notes issued by the government of the United States or the State
7 of Nebraska, or any county, school district, or municipality therein,
8 with a face value of twelve million dollars, as of August 1, 1984, to
9 carry out sections 80-401 to 80-405 and to place them in the custody
10 and 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~~ Director of Veterans' Affairs for
3 aid to needy veterans as authorized by law. ~~The Board of Educational~~
4 ~~Lands and Funds~~

5 (4) The Nebraska Investment Council shall manage the
6 Nebraska Veterans' Aid Fund, ~~except that the investment and~~
7 ~~reinvestment of such fund shall be the duty of the state investment~~
8 ~~officer,~~ with investment and reinvestment to be made in the same type
9 securities authorized for investment of funds by the Nebraska Capital
10 Expansion Act and the Nebraska State Funds Investment Act.

11 (5) The director shall advise the ~~council~~ Nebraska
12 Investment Council when amounts in the Veterans' Aid Income Fund are
13 not immediately required for aid to needy veterans. The state
14 investment officer shall invest such amounts available from the
15 Veterans' Aid Income Fund in the same manner as investments of the
16 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.