

LEGISLATIVE BILL 1279

Approved by the Governor March 28, 1972

Introduced by Appropriations Committee, Richard D. Marvel, 33rd District, Chairman; John S. Savage, 10th District; Robert L. Clark, 47th District; Fern Hubbard Orme, 29th District; Herb Nore, 22nd District; Wayne W. Ziebarth, 37th District; David H. Stahmer, 8th District; Ramey C. Whitney, 44th District; E. Thome Johnson, 15th District

AN ACT to amend section 72-1249, Revised Statutes Supplement, 1969, relating to the state investment officer; to provide a cash fund, its source and use; to provide an operative date; to repeal the original section; and to declare an emergency.

Be it enacted by the people of the State of Nebraska,

Section 1. That section 72-1249, Revised Statutes Supplement, 1969, be amended to read as follows:

72-1249. Any expenses with respect to the purchase, sale, or exchange of any security shall be charged to the fund or funds on behalf of which such purchase, sale, or exchange was made. All expenses incurred in the management of long-term investment funds shall be paid from the State Investment Officer's Cash Fund established by section 2 of this act. All other expenses of the state investment officer shall be paid out of appropriations from the General Fund for the office of the state investment officer.

Sec. 2. There is hereby established in the state treasury the State Investment Officer's Cash Fund. The state investment officer shall annually, on or before July 1, estimate the expense to be incurred by him in the ensuing fiscal year in the management of long-term investment funds. Such estimate shall not exceed one-tenth of one per cent of the net asset value of all such long-term investment funds as of the close of business on June 30 of each year. Such estimate shall be prorated among the various long-term funds managed by him in proportion to their respective net asset values as of such date and the state investment officer shall certify the amounts so prorated to the State Treasurer. The State Treasurer shall, as of the first day of each fiscal quarter, transfer the amounts so prorated from the income from the respective funds to the State Investment Officer's Cash Fund. The estimate of expense and

certificate to the State Treasurer may be adjusted at any quarter of the fiscal year subject to the maximum annual limitation contained in this section. For purposes of section 72-1249 and this section, long-term investment shall mean any investment having a maturity date of more than one year from the date of its acquisition.

Sec. 3. This act shall become operative on July 1, 1972.

Sec. 4. That original section 72-1249, Revised Statutes Supplement, 1969, is repealed.

Sec. 5. Since an emergency exists, this act shall be in full force and take effect, from and after its passage and approval, according to law.