House Joint Resolution 39

Sponsored by Representative BARKER; Representatives BUCKLEY, KRIEGER, RICHARDSON, WHISNANT, Senator DEVLIN (at the request of Mac MacDonald, United Veterans Groups of Oregon)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.**

Proposes amendment to Oregon Constitution relating to eligibility for farm and home loans from Oregon War Veterans' Fund.

Refers proposed amendment to people for their approval or rejection at special election held on same date as next primary election.

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JOINT RESOLUTION

2 Be It Resolved by the Legislative Assembly of the State of Oregon:

<u>PARAGRAPH 1.</u> Sections 1 and 3, Article XI-A of the Constitution of the State of Oregon, are
amended to read:

Sec. 1. (1) Notwithstanding the limits contained in section 7, Article XI of this Constitution, the 5 6 credit of the State of Oregon may be loaned and indebtedness incurred in an amount not to exceed 7 eight percent of the true cash value of all the property in the state, for the purpose of creating a fund, to be known as the "Oregon War Veterans' Fund," to be advanced for the acquisition, refi-8 nance or improvement of farms and homes wholly located within the State of Oregon for the 9 10 benefit of [male and female residents of the State of Oregon] persons described in section 3 of this Article who served or are serving in the Armed Forces of the United States or the Oregon Na-11 12 tional Guard. Secured repayment thereof shall be and is a prerequisite to the advancement of 13 money from [such] the fund, except that moneys in the Oregon War Veterans' Fund may also be appropriated to the Director of Veterans' Affairs to be expended, without security, for the following 14 purposes: 15

(a) Aiding congressionally chartered war veterans' organizations in connection with their
programs of service to war veterans;

(b) Training service officers appointed by the counties to give aid as provided by law to war
veterans and their dependents;

20 (c) Aiding the counties in connection with programs of service **or support** to war veterans;

(d) The duties of the Director of Veterans' Affairs as conservator of the estates of beneficiaries
of the United States Veterans' Administration; and

(e) The duties of the Director of Veterans' Affairs in providing services or support to war vet erans, their dependents and survivors.

(2) The Director of Veterans' Affairs may establish standards and priorities with respect to the granting of loans from, the expenditure of funds from and the operation of the Oregon War Veterans' Fund that, as determined by the director, best accomplish the purposes and promote the financial sustainability of the Oregon War Veterans' Fund, including, but not limited to, standards and priorities necessary to maintain the tax-exempt status of earnings from bonds issued under authority of this section and section 2 of this Article.

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Sec. 3. [No person shall receive money] Loans from the Oregon War Veterans' Fund [except the 1

2 following] for the acquisition, refinance or improvement of farms and homes may be made

only to the following persons: 3

4 (1) A person who:

 $\mathbf{5}$ [(a) Resides in the State of Oregon at the time of applying for a loan from the fund;]

[(b)] (a) Served honorably in active duty[, other than active duty for training,] in the Armed 6 Forces of the United States: 7

(A) For a period of not less than 210 days, excluding periods of active duty for training, or 8 9 who was, prior to completion of [such] this period of service, discharged, separated or released 10 from active duty [on account of] **due to** service-connected injury or illness; or

(B) In a theater of operations for which a campaign or expeditionary ribbon or medal is au-11 12 thorized by the United States; and

13 [(c)] (b) Has been honorably [separated or] discharged, separated or released from the Armed Forces of the United States, including by honorable transfer or release to a reserve. [or has been 14 15 furloughed to a reserve; and]

16 [(d) Makes application for a loan within the 30-year period immediately following the date on which the person was released from active duty in the Armed Forces of the United States.] 17

18 (2) A person who:

(a) Served honorably as a member of the Oregon National Guard or as a member of the 19 reserves of the Armed Forces of the United States for the duration of the member's initial 20active status obligation, or who was, prior to the completion of the member's initial active 2122status obligation, discharged, separated or released from this period of service due to 23service-connected injury or illness that occurred while serving honorably under military control and pursuant to military orders; and 24

(b) If discharged, separated or released from service, was discharged, separated or re-25leased honorably. 26

27[(2)(a)] (3) The spouse of a person [who is qualified to receive a loan under] described in paragraph (a) of subsection (1) of this section [but who has either been] who is missing in action or is 28a prisoner of war [while on] arising from the person's active duty in the Armed Forces of the 2930 United States even though the status of missing or being a prisoner occurred prior to the person's 31 completion of the minimum length of service [or residence set forth in subsection (1) of this section, provided the spouse resides in this state at the time of application for the loan] described in subpar-32agraph (A) of paragraph (a) of subsection (1) of this section. The eligibility of a spouse under 33 34 this subsection shall terminate on the spouse's remarriage.

35[(b)] (4) The surviving spouse of a person [who was qualified to receive a loan under subsection (1)] described in subsection (1) or (2) of this section [but who died while on active duty in the 36 37 Armed Forces of the United States even though the death occurred prior to completion of the minimum 38 length of service or residence set forth in subsection (1) of this section, provided the surviving spouse resides in this state at the time of application for the loan] who died as a material consequence of 39 the service-connected injury or illness, regardless of whether the service-connected injury 40 or illness led to an early discharge, separation or release from service. 41

[(c)] The eligibility of a surviving spouse under this subsection shall terminate on [his or her] 42 the surviving spouse's remarriage. 43

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PARAGRAPH 2. The amendment proposed by this resolution shall be submitted to the

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- 1 people for their approval or rejection at a special election held throughout this state on the
- 2 same date as the next primary election.

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