THIRTY-NINTH DAY - MARCH 8, 2016

LEGISLATIVE JOURNAL

ONE HUNDRED FOURTH LEGISLATURE SECOND SESSION

THIRTY-NINTH DAY

Legislative Chamber, Lincoln, Nebraska Tuesday, March 8, 2016

PRAYER

The prayer was offered by Chaplain Brian High, First Baptist Church, Tekamah.

ROLL CALL

Pursuant to adjournment, the Legislature met at 9:00 a.m., Speaker Hadley presiding.

The roll was called and all members were present except Senator Kuehn who was excused; and Senators Campbell, Craighead, Hansen, Howard, Kolowski, Larson, Mello, and Pansing Brooks who were excused until they arrive.

CORRECTIONS FOR THE JOURNAL

The Journal for the thirty-eighth day was approved.

RESOLUTION(S)

Pursuant to Rule 4, Sec. 5(b), LRs 451, 453, 454, 456, and 457 were adopted.

SPEAKER SIGNED

While the Legislature was in session and capable of transacting business, the Speaker signed the following: LRs 451, 453, 454, 456, and 457.

GENERAL FILE

LEGISLATIVE BILL 817. Title read. Considered.

SENATOR KRIST PRESIDING

Advanced to Enrollment and Review Initial with 38 ayes, 0 nays, 7 present and not voting, and 4 excused and not voting.

LEGISLATIVE BILL 1109. Senator Chambers offered the following motion:

MO197

Indefinitely postpone pursuant to Rule 6, Sec. 3(f).

Senator Chambers moved for a call of the house. The motion prevailed with 31 ayes, 0 nays, and 18 not voting.

Senator Chambers requested a record vote on the motion to indefinitely postpone.

Voting in the affirmative, 5:

Cook	Davis	Ebke	Groene	McCoy
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Voting in the negative, 34:

Baker	Garrett	Hughes	Mello	Schumacher
Bolz	Gloor	Johnson	Morfeld	Seiler
Campbell	Haar, K.	Kintner	Murante	Smith
Coash	Hadley	Kolowski	Riepe	Stinner
Craighead	Hansen	Kolterman	Scheer	Watermeier
Fox	Harr, B.	Larson	Schilz	Williams
Friesen	Hilkemann	Lindstrom	Schnoor	

Present and not voting, 8:

Bloomfield Chambers Howard McCollister Brasch Crawford Krist Sullivan

Excused and not voting, 2:

Kuehn Pansing Brooks

The Chambers motion to indefinitely postpone failed with 5 ayes, 34 nays, 8 present and not voting, and 2 excused and not voting.

The Chair declared the call raised.

Senator Chambers offered the following motion:

MO198

Reconsider the vote taken to indefinitely postpone.

SPEAKER HADLEY PRESIDING

Senator Chambers moved for a call of the house. The motion prevailed with 20 ayes, 0 nays, and 29 not voting.

Senator Chambers requested a roll call vote on the motion to reconsider.

Voting in the affirmative, 5:

Chambers Davis Ebke Groene McCoy

Voting in the negative, 32:

Murante Baker Hadley Kolterman Smith Bolz Hansen Krist Stinner Riepe Coash Harr, B. Watermeier Larson Scheer Williams Friesen Hilkemann Lindstrom Schilz Garrett Hughes McCollister Schnoor Johnson Mello Schumacher Gloor

Morfeld

Seiler

Present and not voting, 7:

Haar, K.

Bloomfield Crawford Howard Sullivan

Brasch Fox Kolowski

Kintner

Excused and not voting, 5:

Campbell Cook Craighead Kuehn Pansing Brooks

The Chambers motion to reconsider failed with 5 ayes, 32 nays, 7 present and not voting, and 5 excused and not voting.

The Chair declared the call raised.

Title read. Considered.

SENATOR SCHEER PRESIDING

Senator Chambers offered the following motion:

MO199

Recommit to the Government, Military and Veterans Affairs Committee.

Senator Chambers withdrew his motion.

Pending.

COMMITTEE REPORT(S)

Revenue

LEGISLATIVE BILL 774. Placed on General File with amendment. AM2422 is available in the Bill Room.

LEGISLATIVE BILL 1051. Placed on General File with amendment. AM2309

- 1 1. Strike the original sections and insert the following new
- 2 sections:
- 3 Section 1. Section 77-5715, Revised Statutes Cumulative Supplement,
- 4 2014, is amended to read:
- 5 77-5715 (1) For a tier 2, tier 3, tier 4, or tier 5 project,
- 6 qualified business means any business engaged in:
- 7 (a) The conducting of research, development, or testing for
- 8 scientific, agricultural, animal husbandry, food product, or industrial 9 purposes;
- 10 (b) The performance of data processing, data analysis, or
- 11 telecommunication, insurance, or financial services. For purposes of this
- 12 subdivision, financial services includes only financial services provided
- 13 by any financial institution subject to tax under Chapter 77, article 38,
- 14 or any person or entity licensed by the Department of Banking and Finance
- 15 or the federal Securities and Exchange Commission and telecommunication
- 16 services includes community antenna television service, Internet access,
- 17 satellite ground station, call center, or telemarketing. For purposes of
- 18 this subdivision, data analysis means the process of extracting,
- 19 compiling, and modeling raw data for purposes of obtaining constructive
- 20 information that can be applied to formulating conclusions, predicting
- 21 outcomes, or supporting decisions in business, scientific, and social
- 22 science settings;
- 23 (c) The assembly, fabrication, manufacture, or processing of
- 24 tangible personal property;
- 25 (d) The administrative management of the taxpayer's activities,
- 26 including headquarter facilities relating to such activities or the
- 27 administrative management of any of the activities of any business entity
- 1 or entities in which the taxpayer or a group of its shareholders holds
- 2 any direct or indirect ownership interest of at least ten percent,
- 3 including headquarter facilities relating to such activities;
- 4 (e) The storage, warehousing, distribution, transportation, or sale
- 5 of tangible personal property:
- 6 (f) The sale of tangible personal property if the taxpayer derives
- 7 at least seventy-five percent or more of the sales or revenue
- 8 attributable to such activities relating to the project from sales to
- 9 consumers who are not related persons and are located outside the state;
- 10 (g) The sale of software development services, computer systems
- 11 design, product testing services, or guidance or surveillance systems
- 12 design services or the licensing of technology if the taxpayer derives at
- 13 least seventy-five percent of the sales or revenue attributable to such
- 14 activities relating to the project from sales or licensing either to
- 15 customers who are not related persons and located outside the state or to
- 16 the United States Government, including sales of such services, systems,
- 17 or products delivered by providing the customer with software or access
- 18 to software over the Internet or by other electronic means, regardless of
- 19 whether the software or data accessed by customers is stored on a
- 20 computer owned by the applicant, the customer, or a third party and

- 21 regardless of whether the computer storing the software or data is
- 22 located at the project;
- 23 (h) The research, development, and maintenance of an Internet web
- 24 portal. For purposes of this subdivision, Internet web portal means an
- 25 Internet site that allows users to access, search, and navigate the 26 Internet;
- 27 (i) The research, development, and maintenance of a data center;
- 28 (i) The production of electricity by using one or more sources of
- 29 renewable energy to produce electricity for sale. For purposes of this
- 30 subdivision, sources of renewable energy includes, but is not limited to,
- 31 wind, solar, geothermal, hydroelectric, biomass, and transmutation of 1 elements; or
- 2 (k) Any combination of the activities listed in this subsection.
- 3 (2) For a tier 1 project, qualified business means any business 4 engaged in:
- 5 (a) The conducting of research, development, or testing for
- 6 scientific, agricultural, animal husbandry, food product, or industrial 7 purposes;
- 8 (b) The assembly, fabrication, manufacture, or processing of 9 tangible personal property;
- 10 (c) The sale of software development services, computer systems
- 11 design, product testing services, or guidance or surveillance systems
- 12 design services or the licensing of technology if the taxpayer derives at
- 13 least seventy-five percent of the sales or revenue attributable to such
- 14 activities relating to the project from sales or licensing either to
- 15 customers who are not related persons and are located outside the state
- 16 or to the United States Government, including sales of such services,
- 17 systems, or products delivered by providing the customer with software or
- 18 access to software over the Internet or by other electronic means,
- 19 regardless of whether the software or data accessed by customers is
- 19 regardless of whether the software of data accessed by customers is
- 20 stored on a computer owned by the applicant, the customer, or a third
- 21 party and regardless of whether the computer storing the software or data
- 22 is located at the project; or
- 23 (d) Any combination of activities listed in this subsection.
- 24 (3) For a tier 6 project, qualified business means any business
- 25 except a business excluded by subsection (4) of this section.
- 26 (4) Except for business activity described in subdivision (1)(f) of
- 27 this section, qualified business does not include any business activity
- 28 in which eighty percent or more of the total sales are sales to the
- 29 ultimate consumer of (a) food prepared for immediate consumption or (b)
- 30 tangible personal property which is not assembled, fabricated,
- 31 manufactured, or processed by the taxpayer or used by the purchaser in
- 1 any of the activities listed in subsection (1) or (2) of this section.
- 2 Sec. 2. Original section 77-5715, Revised Statutes Cumulative
- 3 Supplement, 2014, is repealed.

(Signed) Mike Gloor, Chairperson

BILL ON FIRST READING

The following bill was read for the first time by title:

LEGISLATIVE BILL 910A. Introduced by Bolz, 29.

A BILL FOR AN ACT relating to appropriations; to appropriate funds to aid in carrying out the provisions of Legislative Bill 910, One Hundred Fourth Legislature, Second Session, 2016.

AMENDMENT(S) - Print in Journal

Senator Garrett filed the following amendment to <u>LB768</u>: AM2350

(Amendments to Standing Committee amendments, AM2058)

- 1 1. On page 7, strike beginning with "and" in line 7 through "weight"
- 2 in line 9, show as stricken, and insert "<u>trailers</u>, and semitrailers.
- 3 except motor vehicles, trailers, and semitrailers registered under
- 4 section 60-3,198".
- 5 2. On page 9, line 11, strike "when it is designed" and insert 6 "beginning January 1, 2017"; in line 22 strike "A" and insert "Beginning 7 January 1, 2017, a"; and in line 27 after "tons" insert "or a commercial 8 truck or truck-tractor with a gross weight of five tons or over".

Senator Chambers filed the following amendment to <u>LB673</u>: AM2449

(Amendments to Standing Committee amendments, AM2244)

- 1 1. On page 1, line 11, after "exists" insert "or the court 2 determines that an appointment outside of the guardian ad litem division
- 3 would be more appropriate to serve the child's best interests".
- 4 2. On page 3, line 28, strike "and if" and insert "unless"; and 5 strike beginning with the underscored comma in line 28 through "division"
- 6 in line 29 and insert "or the court determines that an appointment
- 7 outside of the guardian ad litem division would be more appropriate to
- 8 serve the child's best interests".
- 9 3. On page 4, line 31, after "experience" insert "as a guardian ad
- 10 litem for children, including both trial and appellate practice
- 11 experience.".
 12 4. On page 5, lines 18, after "appointed" insert "outside of the
- 13 guardian ad litem division"; and in lines 20 through 25 strike the new
- 14 matter and reinstate the stricken matter.

CONFLICT OF INTEREST STATEMENT

Pursuant to Rule 1, Sec. 19, Senator Schilz has filed a Potential Conflict of Interest Statement under the Nebraska Political Accountability and Disclosure Act. The statement is on file in the Clerk of the Legislature's Office.

UNANIMOUS CONSENT - Add Cointroducer(s)

Unanimous consent to add Senator(s) as cointroducer(s). No objections. So ordered.

Davis, Groene - LB817 McCoy, Riepe, Schnoor, Smith, Stinner - LB768 Kolowski, Larson - LB768

VISITOR(S)

Visitors to the Chamber were Anna Holmquist from Lincoln; members from the Bellevue Chamber of Commerce; 22 members of Girl Scouts Spirit of Nebraska; Senator Krist's sister, niece, and friend, Kate and Teresa Malmberg, and Jace Noble from Papillion; and Rod, Sheila, Karen, and Kayla Livesay from Mount Sterling, IA.

RECESS

At 12:03 p.m., on a motion by Senator Bloomfield, the Legislature recessed until 1:30 p.m.

AFTER RECESS

The Legislature reconvened at 1:30 p.m., Speaker Hadley presiding.

ROLL CALL

The roll was called and all members were present except Senator Kuehn who was excused; and Senators Bolz, Fox, Hansen, Hughes, Krist, McCollister, Mello, Morfeld, Pansing Brooks, Schilz, Schnoor, and Watermeier who were excused until they arrive.

GENERAL FILE

LEGISLATIVE BILL 1109. Considered.

Senator Chambers moved for a call of the house. The motion prevailed with 26 ayes, 0 nays, and 23 not voting.

Senator Chambers requested a roll call vote on the advancement of the bill.

Voting in the affirmative, 36:

Baker Gloor Johnson Morfeld Smith Bolz Haar, K. Kintner Stinner Murante Campbell Kolowski Pansing Brooks Watermeier Hadley Hansen Williams Coash Kolterman Scheer Craighead Harr, B. Larson Schilz Hilkemann Lindstrom Fox Schnoor McCollister Schumacher Friesen Howard Garrett Hughes Mello Seiler

Voting in the negative, 1:

McCoy

Present and not voting, 10:

Bloomfield Chambers Crawford Ebke Riepe Brasch Cook Davis Groene Sullivan

Excused and not voting, 2:

Krist Kuehn

Advanced to Enrollment and Review Initial with 36 ayes, 1 nay, 10 present and not voting, and 2 excused and not voting.

The Chair declared the call raised.

LEGISLATIVE BILL 794. Title read. Considered.

SENATOR SCHEER PRESIDING

Senator Chambers offered the following motion: MO200

Indefinitely postpone.

Senator Chambers withdrew his motion.

Advanced to Enrollment and Review Initial with 27 ayes, 0 nays, 17 present and not voting, and 5 excused and not voting.

COMMITTEE REPORT(S)

Judiciary

LEGISLATIVE BILL 707. Placed on General File. **LEGISLATIVE BILL 815.** Placed on General File. **LEGISLATIVE BILL 971.** Placed on General File.

LEGISLATIVE BILL 847. Placed on General File with amendment. AM2273

- 1 1. Strike original section 42 and insert the following new section:
- 2 Sec. 42. The following section is outright repealed: Section 72-247,
- 3 Reissue Revised Statutes of Nebraska.
- 4 2. On page 6, line 5, strike "<u>seventy</u>" and reinstate the stricken 5 "sixty-five".
- 6 3. On page 11, line 4, strike "immediately" and show as stricken.

(Signed) Les Seiler, Chairperson

AMENDMENT(S) - Print in Journal

Senator Chambers filed the following amendment to <u>LB1109</u>: FA93

Page 6, line 25 strike the period and insert "which input shall be taken into consideration by the Board of Regents prior to the hiring of the priority candidate."

GENERAL FILE

LEGISLATIVE BILL 867. Title read. Considered.

SENATOR COASH PRESIDING

Committee AM1976, found on page 665, was adopted with 29 ayes, 0 nays, 12 present and not voting, and 8 excused and not voting.

Senator Watermeier offered the following amendment: AM2380

1 1. On page 6, line 28, after "<u>84-907</u>" insert "<u>and the review process</u> 2 required under section 84-905.01".

The Watermeier amendment was adopted with 31 ayes, 0 nays, 10 present and not voting, and 8 excused and not voting.

Advanced to Enrollment and Review Initial with 33 ayes, 0 nays, 8 present and not voting, and 8 excused and not voting.

LEGISLATIVE BILL 867A. Title read. Considered.

Advanced to Enrollment and Review Initial with 31 ayes, 0 nays, 10 present and not voting, and 8 excused and not voting.

LEGISLATIVE BILL 894. Title read. Considered.

Committee AM1962, found on page 544, was offered.

Senator Coash withdrew his amendments, AM2053 and AM2321, found on pages 543 and 753.

Senator Krist offered the following amendment to the committee amendment:

AM2456

(Amendments to Standing Committee amendments, AM1962)

1 1. Insert the following new section:

2 Sec. 16. Section 43-3503, Revised Statutes Cumulative Supplement,

3 2014, is amended to read:

- 4 43-3503 (1) It is the intent of the Legislature to encourage
- 5 counties to develop a continuum of <u>alternatives to detention</u> nonsecure
- 6 detention services for the purpose of enhancing, developing, and
- 7 expanding the availability of such services to juveniles requiring
- 8 alternatives to detention nonsecure detention.
- 9 (2) A county may enhance, develop, or expand <u>alternatives to</u>
- 10 detention nonsecure detention services as needed with private or public
- 11 providers. Grants from the Commission Grant Program and aid from the
- 12 Community-based Juvenile Services Aid Program under the Juvenile Services
- 13 Act and the federal Juvenile Justice and Delinquency Prevention Act of
- 14 1974 may be used to fund <u>alternatives to detention</u> nonsecure detention
- 15 services. Each county shall routinely review services provided by
- 16 contract providers and modify services as needed.
- 17 2. On page 13, lines 14 and 15, strike "least restrict" and insert
- 18 "cause the least restriction of".
- 19 3. On page 14, lines 2 through 4, strike the new matter and
- 20 reinstate the stricken matter; and in lines 7 through 30 strike the new
- 21 matter and reinstate the stricken matter.
- 22 4. On page 15, line 6, strike the new matter and reinstate the
- 23 stricken matter; and in line 7, strike "(3)" and insert "(1), (2),",
- 24 reinstate the stricken "(3)(b)", and insert ", or (4)" before the first 25 "of".
- 26 5. On page 23, lines 20 and 22, strike "facilities", show as
- 1 stricken, and insert "programs, services, facilities, and providers"; and
- 2 in line 22 after "with" insert "the".
- 3 6. Renumber the remaining sections and correct the repealer

4 accordingly.

The Krist amendment was adopted with 25 ayes, 0 nays, 16 present and not voting, and 8 excused and not voting.

The committee amendment, as amended, was adopted with 26 ayes, 0 nays, 15 present and not voting, and 8 excused and not voting.

Advanced to Enrollment and Review Initial with 31 ayes, 0 nays, 10 present and not voting, and 8 excused and not voting.

COMMITTEE REPORT(S)

Banking, Commerce and Insurance

LEGISLATIVE BILL 678. Placed on General File with amendment. AM2431

- 1 1. Strike the original sections and insert the following new 2 sections:
- 3 Section 1. Section 81-885, Reissue Revised Statutes of Nebraska, is 4 amended to read:
- 5 81-885 Sections 81-885 to 81-885.55 and section 3 of this act shall
- 6 be known and may be cited as the Nebraska Real Estate License Act.
- 7 Sec. 2. Section 81-885.01, Revised Statutes Supplement, 2015, is 8 amended to read:
- 9 81-885.01 For purposes of the Nebraska Real Estate License Act, 10 unless the context otherwise requires:
- 11 (1) Real estate means and includes condominiums and leaseholds, as
- 12 well as any other interest or estate in land, whether corporeal,
- 13 incorporeal, freehold, or nonfreehold, and whether the real estate is
- 14 situated in this state or elsewhere;
- 15 (2) Broker means any person who, for any form of compensation or
- 16 consideration or with the intent or expectation of receiving the same
- 17 from another, negotiates or attempts to negotiate the listing, sale,
- 18 purchase, exchange, rent, lease, or option for any real estate or
- 19 improvements thereon, or assists in procuring prospects or holds himself
- 20 or herself out as a referral agent for the purpose of securing prospects
- 21 for the listing, sale, purchase, exchange, renting, leasing, or optioning
- 22 of any real estate or collects rents or attempts to collect rents, gives
- 23 a broker's price opinion or comparative market analysis, or holds himself
- 24 or herself out as engaged in any of the foregoing. Broker also includes
- 25 any person: (a) Employed, by or on behalf of the owner or owners of lots
- 26 or other parcels of real estate, for any form of compensation or
- 27 consideration to sell such real estate or any part thereof in lots or
- 1 parcels or make other disposition thereof; (b) who auctions, offers,
- 2 attempts, or agrees to auction real estate; or (c) who buys or offers to
- 3 buy or sell or otherwise deals in options to buy real estate;
- 4 (3) Associate broker means a person who has a broker's license and
- 5 who is employed by another broker to participate in any activity
- 6 described in subdivision (2) of this section;
- 7 (4) Designated broker means an individual holding a broker's license
- 8 who has full authority to conduct the real estate activities of a real
- 9 estate business. In a sole proprietorship, the owner, or broker
- 10 identified by the owner, shall be the designated broker. In the event the
- 11 owner identifies the designated broker, the owner shall file a statement
- 12 with the commission subordinating to the designated broker full authority
- 13 to conduct the real estate activities of the sole proprietorship. In a
- 14 partnership, limited liability company, or corporation, the partners,
- 15 limited liability company members, or board of directors shall identify
- 16 the designated broker for its real estate business by filing a statement
- 17 with the commission subordinating to the designated broker full authority

- 18 to conduct the real estate activities of the partnership, limited
- 19 liability company, or corporation. The designated broker shall also be
- 20 responsible for supervising the real estate activities of any associate
- 21 brokers or salespersons;
- 22 (5) Inactive broker means an associate broker whose license has been
- 23 returned to the commission by the licensee's broker, a broker who has
- 24 requested the commission to place the license on inactive status, a new
- 25 licensee who has failed to designate an employing broker or have the
- 26 license issued as an individual broker, or a broker whose license has
- 27 been placed on inactive status under statute, rule, or regulation;
- 28 (6) Salesperson means any person, other than an associate broker,
- 29 who is employed by a broker to participate in any activity described in 30 subdivision (2) of this section;
- 31 (7) Inactive salesperson means a salesperson whose license has been
- 1 returned to the commission by the licensee's broker, a salesperson who
- 2 has requested the commission to place the license on inactive status, a
- 3 new licensee who has failed to designate an employing broker, or a
- 4 salesperson whose license has been placed on inactive status under
- 5 statute, rule, or regulation;
- 6 (8) Person means and includes individuals, corporations,
- 7 partnerships, and limited liability companies, except that when referring
- 8 to a person licensed under the act, it means an individual;
- 9 (9) Team means two or more persons licensed by the commission who
- 10 (a) work under the supervision of the same broker, (b) work together on
- 11 real estate transactions to provide real estate brokerage services, (c)
- 12 represent themselves to the public as being part of a team, and (d) are
- 13 designated by a team name;
- 14 (10) Team leader means any person licensed by the commission and
- 15 appointed or recognized by his or her broker as the leader for his or her team:
- $17\overline{(11\ 9)}$ Subdivision or subdivided land means any real estate offered
- 18 for sale and which has been registered under the Interstate Land Sales
- 19 Full Disclosure Act, 82 Stat. 590 and following, 15 U.S.C. 1701 et seq.
- 20 and following, as such act existed on January 1, 1973, or real estate
- 21 located out of this state which is divided or proposed to be divided into
- 22 twenty-five or more lots, parcels, or units;
- 23 (12 10) Subdivider means any person who causes land to be subdivided
- 24 into a subdivision for himself, herself, or others or who undertakes to
- 25 develop a subdivision but does not include a public agency or officer
- 26 authorized by law to create subdivisions;
- 27 (13 14) Purchaser means a person who acquires or attempts to acquire 28 or succeeds to an interest in land;
- 29 (14 12) Commission means the State Real Estate Commission;
- $30 (\underline{15} \ \underline{13})$ Broker's price opinion means an analysis, opinion, or
- 31 conclusion prepared by a person licensed under the Nebraska Real Estate
- 1 License Act in the ordinary course of his or her business relating to the
- 2 price of specified interests in or aspects of identified real estate or
- 3 identified real property for the purpose of (a) listing, purchase, or
- 4 sale, (b) originating, extending, renewing, or modifying a loan in a

5 transaction other than a federally related transaction, or (c) real 6 property tax appeals;

7 (<u>16</u> <u>14</u>) Comparative market analysis means an analysis, opinion, or 8 conclusion prepared by a person licensed under the act in the ordinary 9 course of his or her business relating to the price of specified

10 interests in or aspects of identified real estate or identified real

11 property by comparison to other real property currently or recently in

12 the marketplace for the purpose of (a) listing, purchase, or sale, (b)

13 originating, extending, renewing, or modifying a loan in a transaction

14 other than a federally related transaction, or (c) real property tax 15 appeals;

 $16(\frac{17}{15})$ Distance education means courses in which instruction does 17 not take place in a traditional classroom setting, but rather through

18 other media by which instructor and student are separated by distance and 19 sometimes by time;

20 (18 16) Regulatory jurisdiction means a state, district, or

21 territory of the United States, a province of Canada or a foreign

22 country, or a political subdivision of a foreign country, which has

23 implemented and administers laws regulating the activities of a broker;

24 (19 17) Federal financial institution regulatory agency means (a)

25 the Board of Governors of the Federal Reserve System, (b) the Federal

26 Deposit Insurance Corporation, (c) the Office of the Comptroller of the

27 Currency, (d) the Office of Thrift Supervision, (e) the National Credit

28 Union Administration, or (f) the successors of any of those agencies; and

29 (20 18) Federally related transaction means a real-estate-related

30 transaction that (a) requires the services of an appraiser and (b) is

31 engaged in, contracted for, or regulated by a federal financial

1 institution regulatory agency.

2 Sec. 3. A team leader shall be responsible for supervising the real

3 estate activities of his or her team performed under the Nebraska Real

4 Estate License Act subject to the overall supervision by the designated

5 broker of the team leader and team members.

6 Sec. 4. Section 81-885.24, Reissue Revised Statutes of Nebraska, is 7 amended to read:

8 81-885.24 The commission may, upon its own motion, and shall, upon

9 the sworn complaint in writing of any person, investigate the actions of

10 any broker, associate broker, salesperson, or subdivider, may censure the

11 licensee or certificate holder, revoke or suspend any license or

12 certificate issued under the Nebraska Real Estate License Act, or enter

13 into consent orders, and, alone or in combination with such disciplinary

14 actions, may impose a civil fine on a licensee pursuant to section

15 81-885.10, whenever the license or certificate has been obtained by false

16 or fraudulent representation or the licensee or certificate holder has

17 been found guilty of any of the following unfair trade practices:

18 (1) Refusing because of religion, race, color, national origin,

19 ethnic group, sex, familial status, or disability to show, sell, or rent

20 any real estate for sale or rent to prospective purchasers or renters;

21 (2) Intentionally using advertising which is misleading or

22 inaccurate in any material particular or in any way misrepresents any

- 23 property, terms, values, policies, or services of the business conducted;
- 24 (3) Failing to account for and remit any money coming into his or
- 25 her possession belonging to others;
- 26 (4) Commingling the money or other property of his or her principals
- 27 with his or her own;
- 28 (5) Failing to maintain and deposit in a separate trust account all
- 29 money received by a broker acting in such capacity, or as escrow agent or
- 30 the temporary custodian of the funds of others, in a real estate
- 31 transaction unless all parties having an interest in the funds have 1 agreed otherwise in writing;
- 2 (6) Accepting, giving, or charging any form of undisclosed
- 3 compensation, consideration, rebate, or direct profit on expenditures
- 4 made for a principal;
- 5 (7) Representing or attempting to represent a real estate broker,
- 6 other than the employer, without the express knowledge and consent of the 7 employer;
- 8 (8) Accepting any form of compensation or consideration by an
- 9 associate broker or salesperson from anyone other than his or her
- 10 employing broker without the consent of his or her employing broker;
- 11 (9) Acting in the dual capacity of agent and undisclosed principal 12 in any transaction;
- 13 (10) Guaranteeing or authorizing any person to guarantee future
- 14 profits which may result from the resale of real property;
- 15 (11) Placing a sign on any property offering it for sale or rent
- 16 without the written consent of the owner or his or her authorized agent;
- 17 (12) Offering real estate for sale or lease without the knowledge
- 18 and consent of the owner or his or her authorized agent or on terms other
- 19 than those authorized by the owner or his or her authorized agent;
- 20 (13) Inducing any party to a contract of sale or lease to break such
- 21 contract for the purpose of substituting, in lieu thereof, a new contract
- 22 with another principal;
- 23 (14) Negotiating a sale, exchange, listing, or lease of real estate
- 24 directly with an owner or lessor if he or she knows that such owner has a
- 25 written outstanding listing contract in connection with such property
- 26 granting an exclusive agency or an exclusive right to sell to another
- 27 broker or negotiating directly with an owner to withdraw from or break
- 28 such a listing contract for the purpose of substituting, in lieu thereof,
- 29 a new listing contract;
- 30 (15) Discussing or soliciting a discussion of, with an owner of a
- 31 property which is exclusively listed with another broker, the terms upon
- 1 which the broker would accept a future listing upon the expiration of the
- 2 present listing unless the owner initiates the discussion;
- 3 (16) Violating any provision of sections 76-2401 to 76-2430;
- 4 (17) Soliciting, selling, or offering for sale real estate by
- 5 offering free lots or conducting lotteries for the purpose of influencing
- 6 a purchaser or prospective purchaser of real estate;
- 7 (18) Providing any form of compensation or consideration to any
- 8 person for performing the services of a broker, associate broker, or
- 9 salesperson who has not first secured his or her license under the

- 10 Nebraska Real Estate License Act unless such person is (a) a nonresident
- 11 who is licensed in his or her resident regulatory jurisdiction or (b) a
- 12 citizen and resident of a foreign country which does not license persons
- 13 conducting the activities of a broker and such person provides reasonable
- 14 written evidence to the Nebraska broker that he or she is a resident
- 15 citizen of that foreign country, is not a resident of this country, and
- 16 conducts the activities of a broker in that foreign country;
- 17 (19) Failing to include a fixed date of expiration in any written
- 18 listing agreement and failing to leave a copy of the agreement with the 19 principal;
- 20 (20) Failing to deliver within a reasonable time a completed and
- 21 dated copy of any purchase agreement or offer to buy or sell real estate
- 22 to the purchaser and to the seller;
- 23 (21) Failing by a broker to deliver to the seller in every real
- 24 estate transaction, at the time the transaction is consummated, a
- 25 complete, detailed closing statement showing all of the receipts and
- 26 disbursements handled by such broker for the seller, failing to deliver
- 27 to the buyer a complete statement showing all money received in the
- 28 transaction from such buyer and how and for what the same was disbursed,
- 29 and failing to retain true copies of such statements in his or her files;
- 30 (22) Making any substantial misrepresentations;
- 31 (23) Acting for more than one party in a transaction without the
- 1 knowledge of all parties for whom he or she acts;
- 2 (24) Failing by an associate broker or salesperson to place, as soon
- 3 after receipt as practicable, in the custody of his or her employing
- 4 broker any deposit money or other money or funds entrusted to him or her
- 5 by any person dealing with him or her as the representative of his or her
- 6 licensed broker;
- 7 (25) Filing a listing contract or any document or instrument
- 8 purporting to create a lien based on a listing contract for the purpose
- 9 of casting a cloud upon the title to real estate when no valid claim
- 10 under the listing contract exists;
- 11 (26) Violating any rule or regulation adopted and promulgated by the
- 12 commission in the interest of the public and consistent with the Nebraska
- 13 Real Estate License Act;
- 14 (27) Failing by a subdivider, after the original certificate has
- 15 been issued, to comply with all of the requirements of the Nebraska Real
- 16 Estate License Act;
- 17 (28) Conviction of a felony or entering a plea of guilty or nolo
- 18 contendere to a felony charge by a broker or salesperson;
- 19 (29) Demonstrating negligence, incompetency, or unworthiness to act
- 20 as a broker, associate broker, or salesperson, whether of the same or of
- 21 a different character as otherwise specified in this section; or
- 22 (30) Inducing or attempting to induce a person to transfer an
- 23 interest in real property, whether or not for monetary gain, or
- 24 discouraging another person from purchasing real property, by
- 25 representing that (a) a change has occurred or will or may occur in the
- 26 composition with respect to religion, race, color, national origin,
- 27 ethnic group, sex, familial status, or disability of the owners or

- 28 occupants in the block, neighborhood, or area or (b) such change will or
- 29 may result in the lowering of property values, an increase in criminal or
- 30 antisocial behavior, or a decline in the quality of schools in the block,
- 31 neighborhood, or area; -
- 1 (31) Failing by a team leader to provide a current list of all team
- 2 members to his or her designated broker;
- 3 (32) Failing by a designated broker to maintain a record of all team
- 4 leaders and team members working under him or her;
- 5 (33) Utilizing advertising which does not prominently display the
- 6 name under which the designated broker does business as filed with the
- 7 commission; or
- 8 (34) Utilizing team advertising or a team name suggesting the team
- 9 is an independent real estate brokerage.
- 10 Sec. 5. This act becomes operative on October 1, 2016.
- 11 Sec. 6. Original sections 81-885 and 81-885.24, Reissue Revised
- 12 Statutes of Nebraska, and section 81-885.01, Revised Statutes Supplement,
- 13 2015, are repealed.

(Signed) Jim Scheer, Chairperson

RESOLUTION(S)

LEGISLATIVE RESOLUTION 470. Introduced by Campbell, 25.

WHEREAS, the Lincoln East High School girls' basketball team won the 2016 Class A Girls' State Basketball Championship; and

WHEREAS, the Lincoln East Spartans defeated the Millard West Wildcats in the championship game by a score of 48-46; and

WHEREAS, the Spartans were seeded eighth at the beginning of the tournament but ended the season on a 12-game winning streak; and

WHEREAS, this is the team's first state championship since 2004; and

WHEREAS, the Legislature recognizes the academic, athletic, and artistic achievements of the youth of our state.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE ONE HUNDRED FOURTH LEGISLATURE OF NEBRASKA, SECOND SESSION:

- 1. That the Legislature congratulates the Lincoln East High School girls' basketball team on winning the 2016 Class A Girls' State Basketball Championship.
- 2. That a copy of this resolution be sent to the Lincoln East High School girls' basketball team and Coach Dennis Prichard.

Laid over.

BILL ON FIRST READING

The following bill was read for the first time by title:

LEGISLATIVE BILL 1067A. Introduced by Sullivan, 41.

A BILL FOR AN ACT relating to appropriations; to appropriate funds to aid in carrying out the provisions of Legislative Bill 1067, One Hundred Fourth Legislature, Second Session, 2016.

AMENDMENT(S) - Print in Journal

Senator Larson filed the following amendment to <u>LB1105</u>: AM2384

(Amendments to Standing Committee amendments, AM2029)

- 1 1. On page 1, line 15, after "The" insert "Director of Agriculture 2 or his or her designee and the"; and strike line 17 and insert "be
- 3 nonvoting, ex officio members of the board.".
 4 2. On page 7, strike beginning with the second "a" in line 27 though
- 5 "premises" in line 28, show the old matter as stricken, and insert "the
- 6 production of"; and in line 29 after "year" insert "in the aggregate from all physical locations comprising the licensed premises".

GENERAL FILE

LEGISLATIVE BILL 1092. Title read. Considered.

Advanced to Enrollment and Review Initial with 26 ayes, 0 nays, 14 present and not voting, and 9 excused and not voting.

LEGISLATIVE BILL 467. Title read. Considered.

Committee AM2351, found on page 797, was offered.

Pending.

COMMITTEE REPORT(S)

Natural Resources

LEGISLATIVE BILL 1038. Placed on General File with amendment. AM2472 is available in the Bill Room.

LEGISLATIVE BILL 961. Indefinitely postponed.

(Signed) Ken Schilz, Chairperson

AMENDMENT(S) - Print in Journal

Senator Smith filed the following amendment to <u>LB977</u>: AM2478

(Amendments to Standing Committee amendments, AM2318)

1 1. On page 27, line 23, after the first comma insert "not including

2 <u>animal manure</u>,"; and strike beginning with "(f)" in line 28 through "(g)" 3 in line 29 and insert "and (f)".

Senator Krist filed the following amendment to <u>LB1098</u>: AM2452

- 1 1. Strike the original sections and insert the following new 2 sections:
- 3 Section 1. Section 33-107.01, Reissue Revised Statutes of Nebraska, 4 is amended to read:
- 5 33-107.01 A legal services fee of six five dollars and twenty-five
- 6 cents shall be taxed as costs in each case filed in each separate
- 7 juvenile court and district court, including appeals to such courts, and
- 8 on each case filed in each county court except those filed in county
- 9 court pursuant to its jurisdiction under section 25-2802. A legal
- 10 services fee of six five dollars and twenty-five cents shall be taxed as
- 11 costs for each appeal and original action filed in the Court of Appeals
- 12 and the Supreme Court. Such fees shall be remitted to the State Treasurer
- 13 on forms prescribed by the State Treasurer within ten days after the
- 14 close of each month for credit to the Legal Aid and Services Fund.
- 15 Sec. 2. Section 33-107.03, Revised Statutes Cumulative Supplement, 16 2014, is amended to read:
- 17 33-107.03 In addition to all other court costs assessed according to
- 18 law, a court automation fee of seven eight dollars shall be taxed as
- 19 costs for each case filed in each county court, separate juvenile court,
- 20 and district court, including appeals to such courts, and for each appeal
- 21 and original action filed in the Court of Appeals and the Supreme Court.
- 22 The fees shall be remitted to the State Treasurer on forms prescribed by
- 23 the State Treasurer within ten days after the end of each month. The
- 24 State Treasurer shall credit the fees to the Supreme Court Automation
- 25 Cash Fund.
- 26 Sec. 3. Original section 33-107.01, Reissue Revised Statutes of
- 27 Nebraska, and section 33-107.03, Revised Statutes Cumulative Supplement, 1 2014, are repealed.

Senator Krist filed the following amendment to <u>LB1098</u>: AM2451

- 1 1. Strike the original sections and insert the following new 2 sections:
- 3 Section 1. Section 25-3002, Reissue Revised Statutes of Nebraska, is
- 4 amended to read:
- 5 25-3002 The Legal Aid and Services Fund is created. Money in the
- 6 fund shall be used to provide civil legal services to eligible low-income
- 7 persons. The Commission on Public Advocacy shall distribute all money in

8 the fund periodically in the form of grants to service providers of civil 9 legal services to eligible low-income persons as determined by the

10 commission pursuant to section 25-3004. Any money in the fund available

- 11 for investment shall be invested by the state investment officer pursuant
- 12 to the Nebraska Capital Expansion Act and the Nebraska State Funds
- 13 Investment Act. Any money left in the Legal Aid and Services Fund on
- 14 December 31 of any year shall be distributed in the following year. The
- 15 State Treasurer shall transfer three hundred fifty thousand dollars from
- 16 the General Fund to the Legal Aid and Services Fund on or before October
- 17 1 of each year beginning in 2016.
- 18 Sec. 2. Original section 25-3002, Reissue Revised Statutes of
- 19 Nebraska, is repealed.

ADJOURNMENT

At 4:56 p.m., on a motion by Senator Baker, the Legislature adjourned until 9:00 a.m., Wednesday, March 9, 2016.

Patrick J. O'Donnell Clerk of the Legislature

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