AMENDMENTS TO LB331

Introduced by Appropriations.

Strike the original sections and insert the following new
 sections:

Section 1. <u>The State Treasurer shall transfer \$221,000,000 from the</u>
<u>General Fund to the Property Tax Credit Cash Fund on or before December</u>
<u>15, 2017, on such date as directed by the budget administrator of the</u>
<u>budget division of the Department of Administrative Services.</u>

7 Sec. 2. <u>The State Treasurer shall transfer \$221,000,000 from the</u>
8 <u>General Fund to the Property Tax Credit Cash Fund on or before December</u>
9 <u>15, 2018, on such date as directed by the budget administrator of the</u>
10 <u>budget division of the Department of Administrative Services.</u>

Sec. 3. <u>The State Treasurer shall transfer \$10,670,000 from the</u>
 <u>General Fund to the Water Sustainability Fund on or before June 30, 2018,</u>
 <u>on such dates and in such amounts as directed by the budget administrator</u>
 <u>of the budget division of the Department of Administrative Services.</u>

Sec. 4. <u>The State Treasurer shall transfer \$10,670,000 from the</u>
<u>General Fund to the Water Sustainability Fund on or before June 30, 2019,</u>
<u>on such dates and in such amounts as directed by the budget administrator</u>
<u>of the budget division of the Department of Administrative Services.</u>

Sec. 5. <u>The State Treasurer shall transfer \$3,300,000 from the</u>
 <u>General Fund to the Water Resources Cash Fund on or before June 30, 2018,</u>
 <u>on such dates and in such amounts as directed by the budget administrator</u>
 <u>of the budget division of the Department of Administrative Services.</u>

23 Sec. 6. <u>The State Treasurer shall transfer \$3,300,000 from the</u> 24 <u>General Fund to the Water Resources Cash Fund on or before June 30, 2019,</u> 25 <u>on such dates and in such amounts as directed by the budget administrator</u> 26 <u>of the budget division of the Department of Administrative Services.</u>

27 Sec. 7. <u>The State Treasurer shall transfer \$1,200,000 from the</u>

-1-

Health and Human Services Cash Fund to the General Fund on or before June 30, 2018, at the direction of the budget administrator of the budget division of the Department of Administrative Services. It is the intent of the Legislature that the transfer to the General Fund in this section be from funds credited to the False Medicaid Claims Act Cash Fund, a subfund of the Health and Human Services Cash Fund.

7 Sec. 8. <u>The State Treasurer shall transfer up to \$1,500,000 from the</u> 8 <u>Petroleum Release Remedial Action Cash Fund to the Superfund Cost Share</u> 9 <u>Cash Fund on or before June 30, 2018, on such dates and in such amounts</u> 10 <u>as directed by the budget administrator of the budget division of the</u> 11 <u>Department of Administrative Services. Transfers shall be made as</u> 12 <u>required by the Department of Environmental Quality and used pursuant to</u> 13 <u>subdivision (2)(i) of section 66-1519.</u>

Sec. 9. The State Treasurer shall transfer up to \$1,500,000 from the Petroleum Release Remedial Action Cash Fund to the Superfund Cost Share Cash Fund on or before June 30, 2019, on such dates and in such amounts as directed by the budget administrator of the budget division of the Department of Administrative Services. Transfers shall be made as required by the Department of Environmental Quality and used pursuant to subdivision (2)(i) of section 66-1519.

21 Sec. 10. <u>The State Treasurer shall transfer \$700,000 from the Litter</u> 22 <u>Reduction and Recycling Fund to the General Fund on or before June 30,</u> 23 <u>2018, on such dates and in such amounts as directed by the budget</u> 24 <u>administrator of the budget division of the Department of Administrative</u> 25 <u>Services.</u>

Sec. 11. <u>The State Treasurer shall transfer \$200,000 from the Litter</u> <u>Reduction and Recycling Fund to the General Fund on or before June 30,</u> <u>2019, on such dates and in such amounts as directed by the budget</u> <u>administrator of the budget division of the Department of Administrative</u> <u>Services.</u>

31 Sec. 12. There is hereby created the Shared Services Revolving

-2-

Fund. The fund shall be administered by the Department of Administrative 1 2 Services. The fund shall consist of money received from state agencies, 3 boards, commissions, political subdivisions, and other governmental 4 entities for shared services provided by the department. Shared services 5 include, but are not limited to, human resource management including payroll processing, process improvement projects, and financial services. 6 7 Billings for shared services shall be adequate to cover actual and 8 necessary expenses associated with providing these services. The fund 9 shall be used to pay for the administrative expenses incurred by the 10 department to provide such services. Any money in the fund available for 11 investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds 12 13 Investment Act.

14 Sec. 13. There is hereby created the Combined Law Enforcement 15 Information Network Cash Fund. The fund shall be maintained by the Nebraska State Patrol and administered by the Superintendent of Law 16 17 Enforcement and Public Safety. The fund shall consist of fees collected by the Nebraska State Patrol from users of the network and shall be used 18 19 to pay the costs of operating, maintaining, and enhancing the network. 20 Any money in the fund available for investment shall be invested by the 21 state investment officer pursuant to the Nebraska Capital Expansion Act 22 and the Nebraska State Funds Investment Act.

23 Sec. 14. There is hereby created the Treasury Agency Forfeitures 24 Cash Fund. All forfeitures and proceeds received by the Nebraska State Patrol under the federal equitable sharing provisions distributed by 25 26 federal Treasury agencies as of July 1, 2017, shall be deposited in the 27 fund. This section shall not apply to funds otherwise subject to sections 28 28-431 and 28-1439.02. The fund shall be used only in accordance with the 29 applicable requirements of the federal government. The fund shall be 30 administered by the Superintendent of Law Enforcement and Public Safety. 31 Any money in the fund available for investment shall be invested by the 1 <u>state investment officer pursuant to the Nebraska Capital Expansion Act</u>

2 and the Nebraska State Funds Investment Act.

3 Sec. 15. There is hereby created the Accounting Division Cash Fund. The fund shall be administered by the Department of Administrative 4 5 Services. The fund shall consist of funds transferred from the State 6 Building Renewal Assessment Fund and the Building Renewal Allocation 7 Fund. The fund shall be used to finance the consolidation, 8 implementation, operation, and migration of the state's existing 9 enterprise resourcing planning (ERP) platform, the human resource management platform, an eProcurement platform, and other financial 10 recordkeeping platforms to an off-premise software driven platform or 11 12 platforms. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital 13 14 Expansion Act and the Nebraska State Funds Investment Act.

Sec. 16. Section 2-1222, Revised Statutes Cumulative Supplement,
2016, is amended to read:

2-1222 There is hereby created the Racing Commission's Cash Fund 17 from which shall be appropriated such amounts as are available therefrom 18 and as shall be considered incident to the administration of the State 19 20 Racing Commission's office. The fund shall contain all license fees and 21 gross receipt taxes collected by the commission as provided under 22 sections 2-1203, 2-1203.01, and 2-1208 but shall not include taxes 23 collected pursuant to section 2-1208.01, and such fees and taxes 24 collected shall be remitted to the State Treasurer for credit to the Racing Commission's Cash Fund. Money in the fund may be transferred to 25 26 the General Fund at the direction of the Legislature. The State Treasurer 27 shall transfer one hundred fifty thousand dollars from the fund to the General Fund on or before June 15, 2018, on such dates and in such 28 29 amounts as directed by the budget administrator of the budget division of 30 the Department of Administrative Services. Any money in the fund 31 available for investment shall be invested by the state investment

-4-

officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
 State Funds Investment Act.

3 Sec. 17. Section 7-209, Revised Statutes Cumulative Supplement,
4 2016, is amended to read:

5 7-209 The Legal Education for Public Service and Rural Practice Loan 6 Repayment Assistance Fund is created. The fund shall consist of funds 7 appropriated or transferred by the Legislature, funds donated to the 8 legal education for public legal service and rural practice loan 9 repayment assistance program pursuant to section 7-208, and application fees collected under the Legal Education for Public Service and Rural 10 11 Practice Loan Repayment Assistance Act. Any money in the Legal Education for Public Service Loan Repayment Fund on July 18, 2014, shall be 12 transferred to the Legal Education for Public Service and Rural Practice 13 14 Loan Repayment Assistance Fund. Any money in the fund available for 15 investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds 16 17 Investment Act.

18 <u>The unexpended, unobligated balance in the Legal Education for</u> 19 <u>Public Service and Rural Practice Loan Repayment Assistance Fund existing</u> 20 <u>on June 30, 2017, shall be transferred to the General Fund on or before</u> 21 <u>July 30, 2017, as directed by the budget administrator of the budget</u> 22 <u>division of the Department of Administrative Services.</u>

Sec. 18. Section 12-1301, Reissue Revised Statutes of Nebraska, is
 amended to read:

25 12-1301 (1) The Director of Veterans' Affairs may establish and 26 operate a state veteran cemetery system consisting of a facility in Box 27 Butte County, a facility in Sarpy County, and the Nebraska Veterans' 28 Memorial Cemetery in Hall County. The director may seek and expend 29 private, state, and federal funds for the establishment, construction, 30 maintenance, administration, and operation of the cemetery system as 31 provided in this section. Any gift, bequest, or devise of real property

-5-

and any acquisition of real property with the proceeds of a donation, 1 2 gift, bequest, devise, or grant from an individual, an organization, a 3 corporation, a foundation, or a similar entity or from a nonfederal governmental agency for the cemetery system shall be subject to the 4 5 approval requirements of section 81-1108.33 notwithstanding the value of 6 the real property. All funds received for the construction of the 7 cemetery system shall be remitted to the State Treasurer for credit to 8 the Veteran Cemetery Construction Fund. Any funds remaining in the 9 Veteran Cemetery Construction Fund following the completion of construction of the three facilities comprising the state veteran 10 11 cemetery system shall upon such completion be transferred to the Nebraska 12 Veteran Cemetery System Endowment Fund, and the Veteran Cemetery Construction Fund shall thereafter terminate. 13

14 (2)(a) A trust fund to be known as the Nebraska Veteran Cemetery
15 System Endowment Fund is hereby created. The fund shall consist of:

(i) Gifts, bequests, grants, or contributions from private or public
 sources designated for the maintenance, administration, or operation of
 the state veteran cemetery system;

(ii) Any funds transferred from the Veteran Cemetery Construction
Fund following the completion of construction of the three facilities
comprising the state veteran cemetery system; and

(iii) Following the termination of the Veteran Cemetery Construction
Fund, any funds received by the state from any source for the state
veteran cemetery system.

(b) No revenue from the General Fund shall be remitted to the Nebraska Veteran Cemetery System Endowment Fund. The Legislature shall not appropriate or transfer money from the Nebraska Veteran Cemetery System Endowment Fund for any purpose other than as provided in this section. Any money in the Nebraska Veteran Cemetery System Endowment Fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska

-6-

1 State Funds Investment Act. No portion of the principal of the Nebraska 2 Veteran Cemetery System Endowment Fund shall be expended for any purpose 3 except investment pursuant to this subdivision. All investment earnings 4 from the Nebraska Veteran Cemetery System Endowment Fund shall be 5 credited on a quarterly basis to the Nebraska Veteran Cemetery System 6 Operation Fund.

7 (3) There is hereby created the Nebraska Veteran Cemetery System 8 Operation Fund. Money in the fund shall be used for the operation, 9 administration, and maintenance of the state veteran cemetery system. Any 10 money in the fund available for investment shall be invested by the state 11 investment officer pursuant to the Nebraska Capital Expansion Act and the 12 Nebraska State Funds Investment Act.

13 (4) The director may make formal application to the federal 14 government regarding federal financial assistance for the construction of 15 any of the facilities comprising the state veteran cemetery system which 16 is located in a county with a population of less than one hundred 17 thousand persons when he or she determines that the requirements for such 18 assistance have been met.

(5) The director may make formal application to the federal 19 20 government regarding financial assistance for the construction of any 21 facility comprising a portion of the state veteran cemetery system 22 located in a county with a population of more than one hundred thousand 23 persons when sufficient funds have been remitted to the Nebraska Veteran 24 Cemetery System Endowment Fund such that (a) the projected annual earnings from such fund available for transfer to the Nebraska Veteran 25 26 Cemetery System Operation Fund plus (b) the projected annual value of 27 formal agreements that have been entered into between the state and any political subdivisions or private entities to subsidize or undertake the 28 29 operation, administration, or maintenance of any of the facilities within 30 the state veteran cemetery system, has a value that is sufficient to fund the operation, administration, and maintenance of any cemetery created 31

-7-

1 pursuant to this subsection.

2 (6) The director may expend such funds as may be available for any3 of the purposes authorized in this section.

(7) The director, with the approval of the Governor, may enter into 4 agreements for cemetery construction, administration, operation, 5 or 6 maintenance with qualified persons, political subdivisions, or business 7 entities. The director shall provide lots in the cemetery system for the 8 interment of deceased veterans as defined by the National Cemetery 9 Administration of the United States Department of Veterans Affairs. The director shall provide lots for the interment of those veterans' spouses, 10 11 minor children, and unmarried adult children who were physically or 12 mentally disabled and incapable of self-support. Section 12-501 does not apply to the state veteran cemetery system. 13

14 (8) The Veteran Cemetery Construction Fund is created. Any money in 15 the fund available for investment shall be invested by the state 16 investment officer pursuant to the Nebraska Capital Expansion Act and the 17 Nebraska State Funds Investment Act. <u>The balance in the Veteran Cemetery</u> 18 <u>Construction Fund shall be transferred to the General Fund on or before</u> 19 <u>June 30, 2018, as directed by the budget administrator of the budget</u> 20 <u>division of the Department of Administrative Services.</u>

(9) The director may adopt and promulgate rules and regulations to carry out this section. The rules and regulations shall include requirements for proof of residency, cost of burial if any, and standards for cemeteries, including decorations and headstones.

25 Sec. 19. Section 19-102, Reissue Revised Statutes of Nebraska, is 26 amended to read:

27 19-102 There is hereby created the City of the Primary Class 28 Development Fund. Amounts credited to the fund pursuant to section 29 77-2602 shall, upon appropriation by the Legislature, be first expended 30 to support the design and development of the Antelope Valley project and 31 financing costs related thereto for the Antelope Valley Study as outlined

-8-

in the Environmental Impact Statement and Comprehensive Plan Amendment
94-60 to the 1994 Lincoln/Lancaster County Comprehensive Plan. Any money
in the fund available for investment shall be invested by the state
investment officer pursuant to the Nebraska Capital Expansion Act and the
Nebraska State Funds Investment Act.

6 No distribution from the fund shall be made unless the city of the 7 primary class provides matching funds equal to the ratio of one dollar 8 for each three dollars of the state distribution. Funds derived from any 9 state source may not be utilized as matching funds for purposes of this 10 section.

11 The State Treasurer shall transfer the unobligated balance in the 12 City of the Primary Class Development Fund to the General Fund on or 13 before June 30, 2017, on such date as directed by the budget 14 administrator of the budget division of the Department of Administrative 15 Services. On July 1, 2017, the City of the Primary Class Development Fund 16 shall terminate.

17 Sec. 20. Section 19-103, Reissue Revised Statutes of Nebraska, is 18 amended to read:

19-103 There is hereby created the City of the Metropolitan Class 19 20 Development Fund. Amounts credited to the fund pursuant to section 21 77-2602 shall, upon appropriation by the Legislature, be first expended 22 to support the design and development of the redevelopment projects 23 within the riverfront redevelopment plan designated for the area along 24 the Missouri River generally north of Interstate 480 to Interstate 680 by the city of Omaha, except that each fiscal year there shall be no 25 26 distribution from the fund until the finance director of the city 27 certifies that other funds have been encumbered for that calendar year by the city to pay the cost of the combined sewer separation program project 28 29 east of Seventy-second Street in the city of Omaha. Such certification 30 shall be required only until such sewer separation project is completed or until no cigarette tax money is available to the fund. The amount 31

-9-

certified shall be at least seven million dollars each calendar year 1 2 until 2007 and at least four million dollars each calendar year 3 thereafter. The sewer separation project has such a significant impact on the health and welfare of such a large percentage of the population and 4 5 on public health in general that the project is a matter of statewide 6 concern. Any money in the fund available for investment shall be invested 7 by the state investment officer pursuant to the Nebraska Capital 8 Expansion Act and the Nebraska State Funds Investment Act.

9 No distribution from the fund shall be made unless the city of the 10 metropolitan class provides matching funds equal to the ratio of one 11 dollar for each three dollars of the state distribution. Funds derived 12 from any state source may not be utilized as matching funds for purposes 13 of this section.

The State Treasurer shall transfer the unobligated balance in the City of the Metropolitan Class Development Fund to the General Fund on or before June 30, 2017, on such date as directed by the budget administrator of the budget division of the Department of Administrative Services. On July 1, 2017, the City of the Metropolitan Class Development Fund shall terminate.

20 Sec. 21. Section 29-4115.01, Reissue Revised Statutes of Nebraska, 21 is amended to read:

22 29-4115.01 The State DNA Sample and Data Base Fund is created. The 23 fund shall be maintained by the Nebraska State Patrol and administered by 24 the Superintendent of Law Enforcement and Public Safety Department of Justice and administered by the Attorney General. The fund shall consist 25 26 of any funds transferred to the fund by the Legislature or made available 27 by any department or agency of the United States Government if so directed by such department or agency. The fund shall be used to pay the 28 29 expenses of the Department of Correctional Services and the Nebraska 30 State Patrol as needed to collect DNA samples as provided in section 29-4106. Any money in the fund available for investment shall be invested 31

-10-

by the state investment officer pursuant to the Nebraska Capital
 Expansion Act and the Nebraska State Funds Investment Act.

Sec. 22. Section 37-327.02, Reissue Revised Statutes of Nebraska, is
amended to read:

37-327.02 The Game and Parks Commission Capital Maintenance Fund is 5 6 created. The fund shall consist of money credited to the fund pursuant to 7 section 77-27,132, transfers authorized by the Legislature, and any 8 gifts, grants, bequests, or donations to the fund. The fund shall be 9 administered by the commission and shall be used to build, repair, renovate, rehabilitate, restore, modify, or improve any infrastructure 10 within the statutory authority and administration of the commission. Any 11 money in the fund available for investment shall be invested by the state 12 investment officer pursuant to the Nebraska Capital Expansion Act and the 13 14 Nebraska State Funds Investment Act.

15 Transfers may be made from the Game and Parks Commission Capital Maintenance Fund to the General Fund at the direction of the Legislature 16 17 through June 30, 2019. The State Treasurer shall transfer four million five hundred thousand dollars from the Game and Parks Commission Capital 18 19 Maintenance Fund to the General Fund between June 1, 2018, and June 30, 20 2018, on such date as directed by the budget administrator of the budget 21 division of the Department of Administrative Services. The State 22 Treasurer shall transfer four million five hundred thousand dollars from 23 the Game and Parks Commission Capital Maintenance Fund to the General 24 Fund between June 1, 2019, and June 30, 2019, on such date as directed by 25 the budget administrator of the budget division of the Department of 26 Administrative Services.

27 Sec. 23. Section 47-632, Revised Statutes Cumulative Supplement, 28 2016, is amended to read:

47-632 (1) The Community Corrections Uniform Data Analysis Cash Fund is created. Except as provided in subsections (2)<u>, and</u> (3)<u>, and (4)</u> of this section, the fund shall be within the Nebraska Commission on Law

-11-

1 Enforcement and Criminal Justice, shall be administered by the division, 2 and shall only be used to support operations costs and analysis relating 3 to the implementation and coordination of the uniform analysis of crime 4 data pursuant to the Community Corrections Act, including associated 5 information technology projects. The fund shall consist of money 6 collected pursuant to section 47-633.

7 (2) Transfers may be made from the fund to the General Fund at the8 direction of the Legislature.

9 (3) The State Treasurer shall transfer the following amounts from 10 the Community Corrections Uniform Data Analysis Cash Fund to the Violence 11 Prevention Cash Fund:

12 (a) Two hundred thousand dollars on July 1, 2011, or as soon
 13 thereafter as administratively possible; and

(b) Two hundred thousand dollars on July 1, 2012, or as soonthereafter as administratively possible.

16 (4) The State Treasurer shall transfer the following amounts from
 17 the Community Corrections Uniform Data Analysis Cash Fund to the Nebraska
 18 Law Enforcement Training Center Cash Fund:

<u>(a) Two hundred thousand dollars on July 1, 2017, or as soon</u>
 <u>thereafter as administratively possible; and</u>

(b) Two hundred thousand dollars on July 1, 2018, or as soon
 thereafter as administratively possible.

(5) (4) Any money in the Community Corrections Uniform Data Analysis
 Cash Fund available for investment shall be invested by the state
 investment officer pursuant to the Nebraska Capital Expansion Act and the
 Nebraska State Funds Investment Act.

27 Sec. 24. Section 48-1,116, Reissue Revised Statutes of Nebraska, is 28 amended to read:

48-1,116 The Compensation Court Cash Fund is hereby created. The
fund shall be used to aid in providing for the expense of administering
the Nebraska Workers' Compensation Act and the payment of the salaries

-12-

and expenses of the personnel of the Nebraska Workers' Compensation
 Court, except that transfers may be made from the fund to the General
 Fund at the direction of the Legislature through June 30, 2011.

4 <u>The State Treasurer shall transfer one million five hundred thousand</u> 5 <u>dollars from the Compensation Court Cash Fund to the General Fund after</u> 6 <u>June 15, 2018, and before June 30, 2018, on such dates as directed by the</u> 7 <u>budget administrator of the budget division of the Department of</u> 8 <u>Administrative Services.</u>

9 All fees received pursuant to sections 48-120, 48-120.02, 48-138, 48-139, 48-145.04, and 48-165 shall be remitted to the State Treasurer 10 11 for credit to the Compensation Court Cash Fund. The fund shall also 12 consist of amounts credited to the fund pursuant to sections 48-1,113, 48-1,114, and 77-912. The State Treasurer may receive and credit to the 13 14 fund any money which may at any time be contributed to the state or the 15 fund by the federal government or any agency thereof to which the state may be or become entitled under any act of Congress or otherwise by 16 17 reason of any payment made from the fund.

Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act.

21 Sec. 25. Section 48-735.01, Reissue Revised Statutes of Nebraska, is 22 amended to read:

Inspection Cash Fund 23 48-735.01 The Boiler is created. The 24 commissioner shall use the fund for the administration of the boiler inspection program pursuant to the Boiler Inspection Act. The fund shall 25 26 consist of money appropriated to it by the Legislature and fees collected 27 in the administration of the act. Fees so collected shall be remitted to the State Treasurer with an itemized statement showing the source of 28 29 collection. The State Treasurer shall credit the fees to the fund and the 30 money in the fund shall not lapse into the General Fund, except that money in the Boiler Inspection Cash Fund may be transferred to the 31

-13-

<u>General Fund at the direction of the Legislature</u>. Any money in the Boiler
 Inspection Cash Fund available for investment shall be invested by the
 state investment officer pursuant to the Nebraska Capital Expansion Act
 and the Nebraska State Funds Investment Act.

5 <u>The State Treasurer shall transfer one hundred fifty thousand</u> 6 <u>dollars from the Boiler Inspection Cash Fund to the General Fund on or</u> 7 <u>before June 15, 2018, on such dates and in such amounts as directed by</u> 8 <u>the budget administrator of the budget division of the Department of</u> 9 <u>Administrative Services.</u>

Sec. 26. Section 54-197, Reissue Revised Statutes of Nebraska, is amended to read:

12 54-197 The Nebraska Brand Inspection and Theft Prevention Fund is created. Fees and money collected pursuant to the Livestock Brand Act not 13 14 otherwise provided for in the act shall be remitted to the State 15 Treasurer for credit to the fund. The fund shall be used by the Nebraska Brand Committee in the administration and enforcement of the act and 16 17 section 54-415. All expenses and salaries provided for under such act or incurred by reason thereof shall be paid out of the fund. The State 18 19 Treasurer shall transfer one hundred thousand dollars from the Nebraska 20 Brand Inspection and Theft Prevention Fund to the General Fund on or 21 before June 30, 2018, on such dates and in such amounts as directed by 22 the budget administrator of the budget division of the Department of 23 Administrative Services. Any money in the fund available for investment 24 shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment 25 26 Act.

Sec. 27. Section 59-1608.04, Revised Statutes Cumulative Supplement,
28 2016, is amended to read:

59-1608.04 (1) The State Settlement Cash Fund is created. The fund shall be maintained by the Department of Justice and administered by the Attorney General. Except as otherwise provided by law, the fund shall

-14-

consist of all recoveries received pursuant to the Consumer Protection 1 Act, including any money, funds, securities, or other things of value in 2 3 the nature of civil damages or other payment, except criminal penalties, whether such recovery is by way of verdict, judgment, compromise, or 4 5 settlement in or out of court, or other final disposition of any case or 6 controversy, or any other payments received on behalf of the state by the 7 Department of Justice and administered by the Attorney General for the 8 benefit of the state or the general welfare of its citizens, but 9 excluding all funds held in a trust capacity where specific benefits accrue to specific individuals, organizations, or governments. The fund 10 11 may be expended for any allowable legal purposes as determined by the 12 Attorney General. Transfers from the State Settlement Cash Fund may be made at the direction of the Legislature to the Nebraska Capital 13 14 Construction Fund and the General Fund. To provide necessary financial 15 accountability and management oversight, revenue from individual settlement agreements or other separate sources credited to the State 16 17 Settlement Cash Fund may be tracked and accounted for within the state accounting system through the use of separate and distinct funds, 18 subfunds, or any other available accounting mechanism specifically 19 20 approved by the Accounting Administrator for use by the Department of 21 Justice. Any money in the fund available for investment shall be invested 22 by the state investment officer pursuant to the Nebraska Capital 23 Expansion Act and the Nebraska State Funds Investment Act.

(2) The State Treasurer shall transfer two million five hundred
thousand dollars from the State Settlement Cash Fund to the Nebraska
Capital Construction Fund on July 1, 2013, or as soon thereafter as
administratively possible.

(3) The State Treasurer shall transfer seven hundred fifty thousand
 dollars from the State Settlement Cash Fund to the General Fund on or
 before June 30, 2018, on such dates and in such amounts as directed by
 the budget administrator of the budget division of the Department of

-15-

1 <u>Administrative Services.</u>

2 (4) The State Treasurer shall transfer seven hundred fifty thousand
3 dollars from the State Settlement Cash Fund to the General Fund on or
4 before June 30, 2019, on such dates and in such amounts as directed by
5 the budget administrator of the budget division of the Department of
6 Administrative Services.

Sec. 28. Section 60-3,218, Reissue Revised Statutes of Nebraska, isamended to read:

9 60-3,218 (1) There is hereby created the Nebraska Snowmobile Trail 10 Cash Fund into which shall be deposited the portion of the fees collected 11 from snowmobile registration as provided in section 60-3,217.

12 (2) The Game and Parks Commission shall use the money in the 13 Nebraska Snowmobile Trail Cash Fund for the operation, maintenance, 14 enforcement, planning, establishment, and marking of snowmobile trails 15 throughout the state and for the acquisition by purchase or lease of real 16 property to carry out the provisions of this section.

17 (3) The commission shall establish rules and regulations pertaining18 to the use and maintenance of snowmobile trails.

(4) Transfers may be made from the Nebraska Snowmobile Trail Cash
Fund to the General Fund at the direction of the Legislature through June
30, 2011. Any money in the Nebraska Snowmobile Trail Cash Fund available
for investment shall be invested by the state investment officer pursuant
to the Nebraska Capital Expansion Act and the Nebraska State Funds
Investment Act.

(5) The State Treasurer shall transfer the unobligated June 30,
 2017, balance in the Nebraska Snowmobile Trail Cash Fund to the General
 Fund on or before July 31, 2017, on such date as directed by the budget
 administrator of the budget division of the Department of Administrative
 Services.

30 Sec. 29. Section 60-6,211.05, Revised Statutes Cumulative
31 Supplement, 2016, is amended to read:

-16-

60-6,211.05 (1) If an order is granted under section 60-6,196 or 1 60-6,197 and sections 60-6,197.02 and 60-6,197.03, the court may order 2 3 that the defendant install an ignition interlock device of a type approved by the Director of Motor Vehicles on each motor vehicle operated 4 5 by the defendant during the period of revocation. Upon sufficient 6 evidence of installation, the defendant may apply to the director for an 7 ignition interlock permit pursuant to section 60-4,118.06. The device shall, without tampering or the intervention of another person, prevent 8 9 the defendant from operating the motor vehicle when the defendant has an alcohol concentration greater than three-hundredths of one gram or more 10 11 by weight of alcohol per one hundred milliliters of his or her blood or 12 three-hundredths of one gram or more by weight of alcohol per two hundred ten liters of his or her breath. The Department of Motor Vehicles shall 13 14 issue an ignition interlock permit to the defendant under section 15 60-4,118.06 only upon sufficient proof that a defendant has installed an ignition interlock device on any motor vehicle that the defendant will 16 operate during his or her release. 17

(2) If the court orders installation of an ignition interlock device and issuance of an ignition interlock permit pursuant to subsection (1) of this section, the court may also order the use of a continuous alcohol monitoring device and abstention from alcohol use at all times. The device shall, without tampering or the intervention of another person, test and record the alcohol consumption level of the defendant on a periodic basis and transmit such information to probation authorities.

(3) Any order issued by the court pursuant to this section shall not take effect until the defendant is eligible to operate a motor vehicle pursuant to subsection (8) of section 60-498.01. A person shall be eligible to be issued an ignition interlock permit allowing operation of a motor vehicle equipped with an ignition interlock device if he or she is not subject to any other suspension, cancellation, required no-driving period, or period of revocation and has successfully completed the

-17-

ignition interlock permit application process. The Department of Motor 1 Vehicles shall review its records and the driving record abstract of any 2 3 person who applies for an ignition interlock permit allowing operation of a motor vehicle equipped with an ignition interlock device to determine 4 5 (a) the applicant's eligibility for an ignition interlock permit, (b) the 6 applicant's previous convictions under section 60-6,196, 60-6,197, or 7 60-6,197.06 or any previous administrative license revocation, if any, and (c) if the applicant is subject to any required no-drive periods 8 9 before the ignition interlock permit may be issued.

10 (4)(a) If the court orders an ignition interlock device or the Board 11 of Pardons orders an ignition interlock device under section 83-1,127.02, 12 the court or the Board of Pardons shall order the defendant to apply for 13 an ignition interlock permit as provided in section 60-4,118.06 which 14 indicates that the defendant is only allowed to operate a motor vehicle 15 equipped with an ignition interlock device.

16 (b) Such court order shall remain in effect for a period of time as 17 determined by the court not to exceed the maximum term of revocation 18 which the court could have imposed according to the nature of the 19 violation and shall allow operation by the defendant of only an ignition-20 interlock-equipped motor vehicle.

(c) Such Board of Pardons order shall remain in effect for a period
of time not to exceed any period of revocation the applicant is subject
to at the time the application for a reprieve is made.

(5) Any person restricted to operating a motor vehicle equipped with an ignition interlock device, pursuant to a Board of Pardons order, who operates upon the highways of this state a motor vehicle without such device or if the device has been disabled, bypassed, or altered in any way, shall be punished as provided in subsection (3) of section 83-1,127.02.

30 (6) If a person ordered to use a continuous alcohol monitoring
 31 device and abstain from alcohol use pursuant to a court order as provided

-18-

1 in subsection (2) of this section violates the provisions of such court 2 order by removing, tampering with, or otherwise bypassing the continuous 3 alcohol monitoring device or by consuming alcohol while required to use 4 such device, he or she shall have his or her ignition interlock permit 5 revoked and be unable to apply for reinstatement for the duration of the 6 revocation period imposed by the court.

7 (7) The director shall adopt and promulgate rules and regulations 8 regarding the approval of ignition interlock devices, the means of 9 installing ignition interlock devices, and the means of administering the 10 ignition interlock permit program.

11 (8)(a) The costs incurred in order to comply with the ignition 12 interlock requirements of this section shall be paid directly to the 13 ignition interlock provider by the person complying with an order for an 14 ignition interlock permit and installation of an ignition interlock 15 device.

(b) If the Department of Motor Vehicles has determined the person to 16 be indigent and incapable of paying for the cost of installation, 17 removal, or maintenance of the ignition interlock device in accordance 18 with this section, such costs shall be paid out of the Department of 19 20 Motor Vehicles Ignition Interlock Fund if such funds are available, 21 according to rules and regulations adopted and promulgated by the 22 department. Such costs shall also be paid out of the Department of Motor 23 Vehicles Ignition Interlock Fund if such funds are available and if the 24 court or the Board of Pardons, whichever is applicable, has determined the person to be indigent and incapable of paying for the cost of 25 26 installation, removal, or maintenance of the ignition interlock device in 27 accordance with this section. The Department of Motor Vehicles Ignition Interlock Fund is created. Money in the Department of Motor Vehicles 28 29 Ignition Interlock Fund may be used for transfers to the General Fund at 30 the direction of the Legislature. On October 1, 2017, or as soon thereafter as administratively possible, the State Treasurer shall 31

-19-

transfer twenty-five thousand dollars from the Department of Motor 1 2 Vehicles Ignition Interlock Fund to the Violence Prevention Cash Fund. On 3 October 1, 2018, or as soon thereafter as administratively possible, the State Treasurer shall transfer twenty-five thousand dollars from the 4 5 Department of Motor Vehicles Ignition Interlock Fund to the Violence 6 Prevention Cash Fund. Any money in the Department of Motor Vehicles 7 Ignition Interlock Fund available for investment shall be invested by the 8 state investment officer pursuant to the Nebraska Capital Expansion Act 9 and the Nebraska State Funds Investment Act.

(9)(a)(i) An ignition interlock service facility shall notify the appropriate district probation office or the appropriate court, as applicable, of any evidence of tampering with or circumvention of an ignition interlock device, or any attempts to do so, when the facility becomes aware of such evidence. Failure of the facility to provide notification as provided in this subdivision is a Class V misdemeanor.

16 (ii) An ignition interlock service facility shall notify the 17 Department of Motor Vehicles, if the ignition interlock permit is issued 18 pursuant to sections 60-498.01 to 60-498.04, of any evidence of tampering 19 with or circumvention of an ignition interlock device, or any attempts to 20 do so, when the facility becomes aware of such evidence. Failure of the 21 facility to provide notification as provided in this subdivision is a 22 Class V misdemeanor.

23 (b) If a district probation office receives evidence of tampering 24 with or circumvention of an ignition interlock device, or any attempts to so, from an ignition interlock service facility, the district 25 do 26 probation office shall notify the appropriate court of such violation. 27 The court shall immediately schedule an evidentiary hearing to be held within fourteen days after receiving such evidence, either from the 28 29 district probation office or an ignition interlock service facility, and 30 the court shall cause notice of the hearing to be given to the person operating a motor vehicle pursuant to an order under subsection (1) of 31

-20-

this section. If the person who is the subject of such evidence does not appear at the hearing and show cause why the order made pursuant to subsection (1) of this section should remain in effect, the court shall rescind the original order. Nothing in this subsection shall apply to an order made by the Board of Pardons pursuant to section 83-1,127.02.

6 (10) Notwithstanding any other provision of law, the issuance of an 7 ignition interlock permit by the Department of Motor Vehicles under section 60-498.01 or an order for the installation of an ignition 8 9 interlock device and ignition interlock permit made pursuant to subsection (1) of this section as part of a conviction, as well as the 10 11 administration of such court order by the Office of Probation 12 Administration for the installation, maintenance, and removal of such device, as applicable, shall not be construed to create an order of 13 14 probation when an order of probation has not been issued.

Sec. 30. Section 60-1409, Revised Statutes Cumulative Supplement,
2016, is amended to read:

17 60-1409 The Nebraska Motor Vehicle Industry Licensing Fund is created. All fees collected under the Motor Vehicle Industry Regulation 18 Act shall be remitted by the board, as collected, to the State Treasurer 19 20 for credit to the fund. Such fund shall be appropriated by the 21 Legislature for the operations of the Nebraska Motor Vehicle Industry 22 Licensing Board and shall be paid out from time to time by warrants of 23 the Director of Administrative Services on the State Treasurer for 24 authorized expenditures upon duly itemized vouchers executed as provided by law and approved by the chairperson of the board or the executive 25 26 secretary, except that transfers from the fund to the General Fund may be 27 made at the direction of the Legislature through June 30, 2018 2011. The expenses of conducting the office must always be kept within the income 28 29 collected and reported to the State Treasurer by such board. Such office 30 and expense thereof shall not be supported or paid from the General Fund, and all money deposited in the Nebraska Motor Vehicle Industry Licensing 31

-21-

Fund shall be expended only for such office and expense thereof and,
 unless determined by the board, it shall not be required to expend any
 funds to any person or any other governmental agency.

Any money in the Nebraska Motor Vehicle Industry Licensing Fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. The fund shall be audited by the Auditor of Public Accounts at such time as he or she determines necessary.

9 <u>The State Treasurer shall transfer five hundred thousand dollars</u> 10 <u>from the Nebraska Motor Vehicle Industry Licensing Fund to the General</u> 11 <u>Fund on or before June 30, 2018, on such dates and in such amounts as</u> 12 <u>directed by the budget administrator of the budget division of the</u> 13 <u>Department of Administrative Services.</u>

14 Sec. 31. Section 61-218, Revised Statutes Cumulative Supplement, 15 2016, is amended to read:

16 61-218 (1) The Water Resources Cash Fund is created. The fund shall 17 be administered by the Department of Natural Resources. Any money in the 18 fund available for investment shall be invested by the state investment 19 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska 20 State Funds Investment Act.

21 (2) The State Treasurer shall credit to the fund such money as is 22 (a) transferred to the fund by the Legislature, (b) paid to the state as 23 fees, deposits, payments, and repayments relating to the fund, both 24 principal and interest, (c) donated as gifts, bequests, or other contributions to such fund from public or private entities, (d) made 25 26 available by any department or agency of the United States if so directed 27 by such department or agency, and (e) allocated pursuant to section 81-15,175. 28

(3) The fund shall be expended by the department (a) to aid
management actions taken to reduce consumptive uses of water or to
enhance streamflows or ground water recharge in river basins, subbasins,

-22-

or reaches which are deemed by the department overappropriated pursuant 1 to section 46-713 or fully appropriated pursuant to section 46-714 or are 2 3 bound by an interstate compact or decree or a formal state contract or agreement, (b) for purposes of projects or proposals described in the 4 5 grant application as set forth in subdivision (2)(h) of section 6 81-15,175, and (c) to the extent funds are not expended pursuant to 7 subdivisions (a) and (b) of this subsection, the department may conduct a 8 statewide assessment of short-term and long-term water management 9 activities and funding needs to meet statutory requirements in sections 46-713 to 46-718 and 46-739 and any requirements of an interstate compact 10 11 or decree or formal state contract or agreement. The fund shall not be 12 used to pay for administrative expenses or any salaries for the department or any political subdivision. 13

14 (4) It is the intent of the Legislature that three million three 15 hundred thousand dollars be transferred each fiscal year from the General 16 Fund to the Water Resources Cash Fund for FY2011-12 through FY2018-19, 17 except that for FY2012-13 it is the intent of the Legislature that four 18 million seven hundred thousand dollars be transferred from the General 19 Fund to the Water Resources Cash Fund.

20 (5)(a) Expenditures from the Water Resources Cash Fund may be made 21 to natural resources districts eligible under subsection (3) of this 22 section for activities to either achieve a sustainable balance of 23 consumptive water uses or assure compliance with an interstate compact or 24 decree or a formal state contract or agreement and shall require a match of local funding in an amount equal to or greater than forty percent of 25 26 the total cost of carrying out the eligible activity. The department 27 shall, no later than August 1 of each year, beginning in 2007, determine the amount of funding that will be made available to natural resources 28 29 districts from the Water Resources Cash Fund and notify natural resources districts of this determination. The department shall adopt and 30 promulgate rules and regulations governing application for and use of the 31

-23-

Water Resources Cash Fund by natural resources districts. Such rules and
 regulations shall, at a minimum, include the following components:

3 (i) Require an explanation of how the planned activity will achieve 4 a sustainable balance of consumptive water uses or will assure compliance 5 with an interstate compact or decree or a formal state contract or 6 agreement as required by section 46-715 and the controls, rules, and 7 regulations designed to carry out the activity; and

8 (ii) A schedule of implementation of the activity or its components, 9 including the local match as set forth in subdivision (5)(a) of this 10 section.

(b) Any natural resources district that fails to implement and enforce its controls, rules, and regulations as required by section 46-715 shall not be eligible for funding from the Water Resources Cash Fund until it is determined by the department that compliance with the provisions required by section 46-715 has been established.

(6) The Department of Natural Resources shall submit electronically
an annual report to the Legislature no later than October 1 of each year,
beginning in the year 2007, that shall detail the use of the Water
Resources Cash Fund in the previous year. The report shall provide:

20 (a) Details regarding the use and cost of activities carried out by21 the department; and

(b) Details regarding the use and cost of activities carried out by
each natural resources district that received funds from the Water
Resources Cash Fund.

(7)(a) Prior to the application deadline for fiscal year 2011-12, the Department of Natural Resources shall apply for a grant of nine million nine hundred thousand dollars from the Nebraska Environmental Trust Fund, to be paid out in three annual installments of three million three hundred thousand dollars. The purposes listed in the grant application shall be consistent with the uses of the Water Resources Cash Fund provided in this section and shall be used to aid management actions

-24-

1 taken to reduce consumptive uses of water, to enhance streamflows, to 2 recharge ground water, or to support wildlife habitat in any river basin 3 determined to be fully appropriated pursuant to section 46-714 or 4 designated as overappropriated pursuant to section 46-713.

5 (b) If the application is granted, funds received from such grant 6 shall be remitted to the State Treasurer for credit to the Water 7 Resources Cash Fund for the purpose of supporting the projects set forth 8 in the grant application. The department shall include in its grant 9 application documentation that the Legislature has authorized a transfer of three million three hundred thousand dollars from the General Fund 10 11 into the Water Resources Cash Fund for each of fiscal years 2011-12 and 12 2012-13 and has stated its intent to transfer three million three hundred thousand dollars to the Water Resources Cash Fund for fiscal year 13 14 2013-14.

(c) It is the intent of the Legislature that the department apply for an additional three-year grant that would begin in fiscal year 2014-15 and an additional three-year grant from the Nebraska Environmental Trust Fund that would begin in fiscal year 2017-18 if the criteria established in subsection (4) of section 81-15,175 are achieved.

20 (8) The department shall establish a subaccount within the Water 21 Resources Cash Fund for the accounting of all money received as a grant 22 from the Nebraska Environmental Trust Fund as the result of an 23 application made pursuant to subsection (7) of this section. At the end 24 of each calendar month, the department shall calculate the amount of interest earnings accruing to the subaccount and shall notify the State 25 26 Treasurer who shall then transfer a like amount from the Water Resources 27 Cash Fund to the Nebraska Environmental Trust Fund.

28 Sec. 32. Section 66-4,100, Revised Statutes Cumulative Supplement, 29 2016, is amended to read:

30 66-4,100 The Highway Cash Fund and the Roads Operations Cash Fund 31 are hereby created. If bonds are issued pursuant to subsection (2) of

-25-

section 39-2223, the balance of the share of the Highway Trust Fund 1 2 allocated to the Department of Roads and deposited into the Highway 3 Restoration and Improvement Bond Fund as provided in subsection (6) of section 39-2215 and the balance of the money deposited in the Highway 4 5 Restoration and Improvement Bond Fund as provided in section 39-2215.01 6 shall be transferred by the State Treasurer, on or before the last day of 7 each month, to the Highway Cash Fund. If no bonds are issued pursuant to subsection (2) of section 39-2223, the share of the Highway Trust Fund 8 9 allocated to the Department of Roads shall be transferred by the State Treasurer on or before the last day of each month to the Highway Cash 10 11 Fund.

12 The Legislature may direct the State Treasurer to transfer funds from the Highway Cash Fund to the Roads Operations Cash Fund. Both funds 13 14 shall be expended by the department (1) for acquiring real estate, road 15 materials, equipment, and supplies to be used in the construction, reconstruction, improvement, and maintenance of state highways, (2) for 16 17 the construction, reconstruction, improvement, and maintenance of state 18 highways, including grading, drainage, structures, surfacing, roadside development, landscaping, and other incidentals necessary for proper 19 20 completion and protection of state highways as the department shall, 21 after investigation, find and determine shall be for the best interests 22 of the highway system of the state, either independent of or in 23 conjunction with federal-aid money for highway purposes, (3) for the 24 share of the department of the cost of maintenance of state aid bridges, (4) for planning studies in conjunction with federal highway funds for 25 26 the purpose of analyzing traffic problems and financial conditions and 27 problems relating to state, county, township, municipal, federal, and all other roads in the state and for incidental costs in connection with the 28 29 federal-aid grade crossing program for roads not on state highways, (5) 30 for tests and research by the department or proportionate costs of of 31 membership, tests, and research highway organizations when

-26-

participated in by the highway departments of other states, (6) for the 1 2 payment of expenses and costs of the Board of Examiners for County 3 Highway and City Street Superintendents as set forth in section 39-2310, public transportation assistance 4 (7) for support of the program 5 established under section 13-1209 and the intercity bus system assistance 6 program established under section 13-1213, and (8) for purchasing from 7 political or governmental subdivisions or public corporations, pursuant 8 to section 39-1307, any federal-aid transportation funds available to 9 such entities.

Any money in the Highway Cash Fund and the Roads Operations Cash Fund not needed for current operations of the department shall, as directed by the Director-State Engineer to the State Treasurer, be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act, subject to approval by the board of each investment. All income received as a result of such investment shall be placed in the Highway Cash Fund.

Transfers may be made from the Roads Operations Cash Fund to the 17 General Fund at the direction of the Legislature through June 30, 2019. 18 The State Treasurer shall transfer fifteen million dollars from the Roads 19 20 Operations Cash Fund to the General Fund on or before June 30, 2018, on 21 such date as directed by the budget administrator of the budget division 22 of the Department of Administrative Services. The State Treasurer shall 23 transfer fifteen million dollars from the Roads Operations Cash Fund to 24 the General Fund on or after July 1, 2018, but on or before June 30, 2019, on such date as directed by the budget administrator of the budget 25 26 division of the Department of Administrative Services.

27 Sec. 33. Section 66-1519, Revised Statutes Cumulative Supplement, 28 2016, is amended to read:

66-1519 (1) There is hereby created the Petroleum Release Remedial
Action Cash Fund to be administered by the department. Revenue from the
following sources shall be remitted to the State Treasurer for credit to

-27-

1 the fund:

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(a) The fees imposed by sections 66-1520 and 66-1521;

3 (b) Money paid under an agreement, stipulation, cost-recovery award
4 under section 66-1529.02, or settlement; and

5 (c) Money received by the department in the form of gifts, grants, 6 reimbursements, property liquidations, or appropriations from any source 7 intended to be used for the purposes of the fund.

8 (2) Money in the fund may be spent for: (a) Reimbursement for the 9 costs of remedial action by a responsible person or his or her designated representative and costs of remedial action undertaken by the department 10 11 in response to a release first reported after July 17, 1983, and on or 12 before June 30, 2020, including reimbursement for damages caused by the department or a person acting at the department's direction while 13 14 investigating or inspecting or during remedial action on property other 15 than property on which a release or suspected release has occurred; (b) payment of any amount due from a third-party claim; (c) fee collection 16 expenses incurred by the State Fire Marshal; (d) direct expenses incurred 17 by the department in carrying out the Petroleum Release Remedial Action 18 Act; (e) other costs related to fixtures and tangible personal property 19 20 as provided in section 66-1529.01; (f) interest payments as allowed by 21 section 66-1524; (g) claims approved by the State Claims Board authorized 22 under section 66-1531; and (h) the direct and indirect costs incurred by 23 the department in responding to spills and other environmental 24 emergencies related to petroleum or petroleum products; and (i) to pay up to one million five hundred thousand dollars each fiscal year of the 25 26 department's cost share obligations and operation and maintenance 27 obligations under the federal Comprehensive Environmental Response, Compensation, and Liability Act of 1980, 42 U.S.C. 9601 et seq. 28

(3) Transfers may be made from the Petroleum Release Remedial Action
Cash Fund to the General Fund at the direction of the Legislature. The
State Treasurer shall transfer one million five hundred thousand dollars

-28-

1 from the Petroleum Release Remedial Action Cash Fund to the Ethanol 2 Production Incentive Cash Fund on July 1 of each of the following years: 3 2004 through 2011.

4 <u>(4) Transfers may be made from the Petroleum Release Remedial Action</u>
5 <u>Cash Fund to the Superfund Cost Share Cash Fund at the direction of the</u>
6 <u>Legislature.</u>

7 <u>(5)</u> (4) Any money in the Petroleum Release Remedial Action Cash Fund 8 available for investment shall be invested by the state investment 9 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska 10 State Funds Investment Act.

11 Sec. 34. Section 71-1001, Reissue Revised Statutes of Nebraska, is 12 amended to read:

71-1001 The heads of the anatomy departments of the medical schools 13 14 and colleges of this state, one professor of anatomy appointed by the 15 head of the anatomy department from each medical school or college of this state, one professor of anatomy appointed from each dental school or 16 17 college of this state, and one layperson appointed by the Department of Health and Human Services shall constitute the State Anatomical Board of 18 the State of Nebraska for the distribution, delivery, and use of certain 19 dead human bodies, described in section 71-1002, to and among such 20 21 schools, colleges, and persons as are entitled thereto under the 22 provisions of such section. The board shall have power to establish rules 23 and regulations for its government and for the collection, storage, and 24 distribution of dead human bodies for anatomical purposes. It shall have power to appoint and remove its officers and agents. It shall keep 25 26 minutes of its meetings. It shall cause a record to be kept of all of its 27 transactions, of bodies received and distributed by it, and of the school, college, or person receiving every such body, and its records 28 29 shall be open at all times to the inspection of each member of the board 30 and to every county attorney within this state.

31 <u>There is hereby created the State Anatomical Board Cash Fund. The</u>

1 fund shall be under the University of Nebraska Medical Center for 2 accounting and budgeting purposes only. The fund shall consist of revenue 3 collected by the State Anatomical Board and shall only be used to pay for 4 costs of operating the board. Any money in the fund available for 5 investment shall be invested by the state investment officer pursuant to 6 the Nebraska Capital Expansion Act and the Nebraska State Funds 7 Investment Act.

8 Sec. 35. Section 71-7450, Reissue Revised Statutes of Nebraska, is
9 amended to read:

10 71-7450 (1) Licensure activities under the Wholesale Drug 11 Distributor Licensing Act shall be funded by license fees. An applicant 12 for an initial or renewal license under the act shall pay a license fee 13 as provided in this section.

14 (2) License fees shall include (a) a base fee of fifty dollars and 15 (b) an additional fee of not more than five hundred dollars based on 16 variable costs to the department of inspections and of receiving and 17 investigating complaints, other similar direct and indirect costs, and 18 other relevant factors as determined by the department.

(3) If the licensure application is denied, the license fee shall be returned to the applicant, except that the department may retain up to twenty-five dollars as an administrative fee and may retain the entire license fee if an inspection has been completed prior to such denial.

(4) The department shall also collect a fee for reinstatement of a
license that has lapsed or has been suspended or revoked. The department
shall collect a fee of ten dollars for a duplicate original license.

(5) The department shall remit all license fees collected under this section to the State Treasurer for credit to the Health and Human Services Cash Fund. License fees collected under this section shall only be used for activities related to the licensure of wholesale drug distributors, except for the transfer of funds provided for under subsection (6) of this section.

-30-

(6) The State Treasurer shall transfer three million seven hundred 1 2 thousand dollars from the Health and Human Services Cash Fund to the 3 General Fund on or before June 30, 2018, on such dates and in such amounts as directed by the budget administrator of the budget division of 4 5 the Department of Administrative Services. It is the intent of the 6 Legislature that the transfer to the General Fund in this subsection be 7 from funds credited to the Wholesale Drug Distributor Licensing subfund of the Health and Human Services Cash Fund. 8

9 Sec. 36. Section 71-7611, Revised Statutes Cumulative Supplement,
10 2016, is amended to read:

11 71-7611 (1) The Nebraska Health Care Cash Fund is created. The State 12 Treasurer shall transfer (a) sixty million three hundred thousand dollars on or before July 15, 2014, (b) sixty million three hundred fifty 13 14 thousand dollars on or before July 15, 2015, (c) sixty million three 15 hundred fifty thousand dollars on or before July 15, 2016, (d) sixty million seven three hundred fifty thousand dollars on or before July 15, 16 2017, (e) sixty million seven three hundred fifty thousand dollars on or 17 before July 15, 2018, and (f) sixty million four one hundred fifty 18 thousand dollars on or before every July 15 thereafter from the Nebraska 19 20 Medicaid Intergovernmental Trust Fund and the Nebraska Tobacco Settlement 21 Trust Fund to the Nebraska Health Care Cash Fund, except that such amount 22 shall be reduced by the amount of the unobligated balance in the Nebraska 23 Health Care Cash Fund at the time the transfer is made. The state 24 investment officer upon consultation with the Nebraska Investment Council shall advise the State Treasurer on the amounts to be transferred first 25 26 from the Nebraska Medicaid Intergovernmental Trust Fund until the fund 27 balance is depleted and from the Nebraska Tobacco Settlement Trust Fund thereafter under this section in order to sustain such transfers in 28 29 perpetuity. The state investment officer shall report electronically to 30 the Legislature on or before October 1 of every even-numbered year on the sustainability of such transfers. The Nebraska Health Care Cash Fund 31

-31-

shall also include money received pursuant to section 77-2602. Except as
 otherwise provided by law, no more than the amounts specified in this
 subsection may be appropriated or transferred from the Nebraska Health
 Care Cash Fund in any fiscal year.

5 <u>The State Treasurer shall transfer ten million dollars from the</u> 6 <u>Nebraska Medicaid Intergovernmental Trust Fund to the General Fund on</u> 7 <u>June 28, 2018, and June 28, 2019.</u>

8 It is the intent of the Legislature that no additional programs are 9 funded through the Nebraska Health Care Cash Fund until funding for all 10 programs with an appropriation from the fund during FY2012-13 are 11 restored to their FY2012-13 levels.

(2) Any money in the Nebraska Health Care Cash Fund available for
investment shall be invested by the state investment officer pursuant to
the Nebraska Capital Expansion Act and the Nebraska State Funds
Investment Act.

16 (3) The University of Nebraska and postsecondary educational 17 institutions having colleges of medicine in Nebraska and their affiliated 18 research hospitals in Nebraska, as a condition of receiving any funds 19 appropriated or transferred from the Nebraska Health Care Cash Fund, 20 shall not discriminate against any person on the basis of sexual 21 orientation.

(4) The State Treasurer shall transfer fifty thousand dollars on or
before July 15, 2016, from the Nebraska Health Care Cash Fund to the
Board of Regents of the University of Nebraska for the University of
Nebraska Medical Center. It is the intent of the Legislature that these
funds be used by the College of Public Health for workforce training.

27 Sec. 37. Section 72-1001, Revised Statutes Cumulative Supplement, 28 2016, is amended to read:

72-1001 The Nebraska Capital Construction Fund is created. The fund
shall consist of revenue and transfers credited to the fund as authorized
by law. Money shall be appropriated from the fund to state agencies for

-32-

making payments on projects as determined by the Legislature, including, 1 but not limited to, purchases of land, structural improvements to land, 2 3 of buildings, construction of buildings, acquisition including architectural and engineering costs, replacement of or major repairs to 4 5 structural improvements to land or buildings, additions to existing 6 structures, remodeling of buildings, and acquisition of equipment and 7 furnishings of new or remodeled buildings. The fund shall be administered 8 by the State Treasurer as a multiple-agency-use fund and appropriated to 9 state agencies as determined by the Legislature. Transfers may be made from the fund to the Capitol Restoration Cash Fund at the direction of 10 11 the Legislature. Any money in the fund available for investment shall be 12 invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. 13

14 The State Treasurer shall transfer four million five hundred 15 seventy-four thousand four hundred sixty-six dollars from the Nebraska 16 Capital Construction Fund to the General Fund on or before June 30, 2010, 17 on such date as directed by the budget administrator of the budget 18 division of the Department of Administrative Services.

Sec. 38. Section 72-2211, Revised Statutes Cumulative Supplement,20 2016, is amended to read:

21 72-2211 Capitol Restoration Cash Fund is created. The The 22 administrator shall administer the fund, which shall consist of money 23 received from the sale of material, rental revenue, private donations, 24 public donations, and transfers from the Nebraska Capital and Construction Fund as directed by the Legislature. The fund shall be used 25 26 to finance projects to restore the State Capitol and capitol grounds to 27 their original condition, to purchase and conserve items to be added to the Nebraska Capitol Collections housed in the State Capitol, and to 28 29 produce promotional material concerning the State Capitol, its grounds, 30 and the Nebraska State Capitol Environs District, and to pay the expenditures for a project manager for the Capitol Heating, Ventilation, 31

-33-

and Air Conditioning Systems Replacement Project until such time as the 1 2 project is completed, except that transfers may be made from the fund to 3 the General Fund at the direction of the Legislature. Such expenditures shall be prescribed by the administrator and approved by the commission. 4 5 Any money in the Capitol Restoration Cash Fund available for investment 6 shall be invested by the state investment officer pursuant to the 7 Nebraska Capital Expansion Act and the Nebraska State Funds Investment 8 Act.

9 Sec. 39. Section 77-27,132, Revised Statutes Cumulative Supplement,
10 2016, is amended to read:

11 77-27,132 (1) There is hereby created a fund to be designated the 12 Revenue Distribution Fund which shall be set apart and maintained by the Tax Commissioner. Revenue not required to be credited to the General Fund 13 14 or any other specified fund may be credited to the Revenue Distribution 15 Fund. Credits and refunds of such revenue shall be paid from the Revenue Distribution Fund. The balance of the amount credited, after credits and 16 17 refunds, shall be allocated as provided by the statutes creating such revenue. 18

19 (2) The Tax Commissioner shall pay to a depository bank designated 20 by the State Treasurer all amounts collected under the Nebraska Revenue 21 Act of 1967. The Tax Commissioner shall present to the State Treasurer 22 bank receipts showing amounts so deposited in the bank, and of the 23 amounts so deposited the State Treasurer shall:

(a) For transactions occurring on or after October 1, 2014, and
before October 1, <u>2022</u> 2019, credit to the Game and Parks Commission
Capital Maintenance Fund all of the proceeds of the sales and use taxes
imposed pursuant to section 77-2703 on the sale or lease of motorboats as
defined in section 37-1204, personal watercraft as defined in section
37-1204.01, all-terrain vehicles as defined in section 60-103, and
utility-type vehicles as defined in section 60-135.01;

31 (b) Credit to the Highway Trust Fund all of the proceeds of the

-34-

1 sales and use taxes derived from the sale or lease for periods of more 2 than thirty-one days of motor vehicles, trailers, and semitrailers, 3 except that the proceeds equal to any sales tax rate provided for in 4 section 77-2701.02 that is in excess of five percent derived from the 5 sale or lease for periods of more than thirty-one days of motor vehicles, 6 trailers, and semitrailers shall be credited to the Highway Allocation 7 Fund;

8 (c) For transactions occurring on or after July 1, 2013, and before 9 July 1, 2033, of the proceeds of the sales and use taxes derived from 10 transactions other than those listed in subdivisions (2)(a) and (b) of 11 this section from a sales tax rate of one-quarter of one percent, credit 12 monthly eighty-five percent to the State Highway Capital Improvement Fund 13 and fifteen percent to the Highway Allocation Fund; and

(d) Of the proceeds of the sales and use taxes derived from
transactions other than those listed in subdivisions (2)(a) and (b) of
this section, credit to the Property Tax Credit Cash Fund the amount
certified under section 77-27,237, if any such certification is made.

18 The balance of all amounts collected under the Nebraska Revenue Act 19 of 1967 shall be credited to the General Fund.

20 Sec. 40. Section 81-179, Reissue Revised Statutes of Nebraska, is 21 amended to read:

22 81-179 (1) There is hereby created under the control of the 23 Governor, for allocation to building renewal projects of the various 24 agencies, a fund to be known as the Building Renewal Allocation Fund. The fund shall contain the revenue from the special privilege tax as provided 25 26 in section 77-2602 and such other money as is appropriated by the 27 Legislature. Such appropriation is declared to consist of building renewal funds which shall be kept separate and distinct from the program 28 29 continuation funds and project construction funds.

30 (2) Separate subfunds, subprograms, projects, or accounts shall be
 31 established to separately account for any expenditures on state buildings

-35-

or facilities to comply with the federal Americans with Disabilities Act
 of 1990. A minimal amount of the funds contained in the subfunds,
 subprograms, projects, or accounts may be used for planning and
 evaluation of buildings and facilities.

5 (3) The budget division of the Department of Administrative Services 6 may administratively transfer funds to appropriate accounting entities to 7 correctly account for the operating expenditures. A separate fund, cash 8 fund, project, or other account may be administratively established for 9 such purpose.

(4) Any money in the fund available for investment shall be invested
by the state investment officer pursuant to the Nebraska Capital
Expansion Act and the Nebraska State Funds Investment Act.

(5) The State Treasurer shall transfer seven hundred eighty-three
 thousand six hundred sixty-seven dollars from the Building Renewal
 Allocation Fund to the General Fund on or after June 15, 2018, but before
 June 30, 2018, on such date as directed by the budget administrator of
 the budget division of the Department of Administrative Services.

(6) The State Treasurer shall transfer two hundred thousand dollars
 from the Building Renewal Allocation Fund to the General Fund on or after
 June 15, 2019, but before June 30, 2019, on such date as directed by the
 budget administrator of the budget division of the Department of
 Administrative Services.

<u>(7) The State Treasurer shall transfer one million seven hundred</u>
 sixteen thousand three hundred thirty-three dollars from the Building
 Renewal Allocation Fund to the Accounting Division Cash Fund on July 1,
 <u>2017, or as soon thereafter as administratively possible.</u>

27 (8) The State Treasurer shall transfer two million three hundred
 28 thousand dollars from the Building Renewal Allocation Fund to the
 29 Accounting Division Cash Fund on July 1, 2018, or as soon thereafter as
 30 administratively possible.

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Sec. 41. Section 81-188.01, Reissue Revised Statutes of Nebraska, is

-36-

1 amended to read:

2 81-188.01 (1) The State Building Renewal Assessment Fund is created. 3 The fund shall be under the control of the Governor for allocation to projects of the various agencies and shall 4 building renewal be administered in a manner consistent with the administration of the 5 6 Building Renewal Allocation Fund pursuant to the Deferred Building 7 Renewal Act. No amounts accruing to the State Building Renewal Assessment 8 Fund shall be expended in any manner for purposes other than as provided 9 in this section or as appropriated by the Legislature to meet the cost of administering the act. Transfers may be made from the fund to the General 10 11 Fund at the direction of the Legislature.

(2) Revenue credited to the State Building Renewal Assessment Fund shall include amounts derived from charges assessed pursuant to subdivision (4)(b) of section 81-1108.17 and such other revenue as may be incident to the administration of the fund.

(3) Amounts appropriated from the fund shall be expended to conduct 16 17 renewal work as defined in section 81-173 and to complete other improvements incident to such renewal work as deemed necessary or 18 appropriate by the task force. From amounts accruing to the fund as the 19 20 result of depreciation charges assessed pursuant to subdivision (4)(b) of 21 section 81-1108.17, expenditures for capital improvements shall be 22 limited to improvements to only those facilities for which such charges 23 have been assessed and remitted. From amounts accruing to the fund as the 24 result of depreciation charges assessed pursuant to section 81-188.02 prior to July 1, 2011, expenditures for capital improvement projects 25 26 shall be limited to exclude (a) capital improvement projects relating to 27 facilities, structures, or buildings owned, leased, or operated by the (i) University of Nebraska, 28 (ii) Nebraska state colleges, (iii) 29 Department of Aeronautics, (iv) Department of Roads, (v) Game and Parks 30 Commission, or (vi) Board of Educational Lands and Funds and (b) capital improvement projects relating to facilities, structures, or buildings for 31

-37-

1 which depreciation charges are assessed pursuant to subdivision (4)(b) of 2 section 81-1108.17.

3 <u>(4) The State Treasurer shall transfer three million four hundred</u> 4 <u>thirty-two thousand six hundred sixty-seven dollars from the State</u> 5 <u>Building Renewal Assessment Fund to the Accounting Division Cash Fund on</u> 6 July 1, 2017, or as soon thereafter as administratively possible.

7 (5) The State Treasurer shall transfer four million six hundred
 8 thousand dollars from the State Building Renewal Assessment Fund to the
 9 Accounting Division Cash Fund on July 1, 2018, or as soon thereafter as
 10 administratively possible.

(6) (4) Any money in the fund available for investment shall be
 invested by the state investment officer pursuant to the Nebraska Capital
 Expansion Act and the Nebraska State Funds Investment Act.

14 Sec. 42. Section 81-405, Reissue Revised Statutes of Nebraska, is 15 amended to read:

81-405 The Mechanical Safety Inspection Fund is created. All fees 16 17 collected by the Department of Labor pursuant to the Nebraska Amusement Ride Act and the Conveyance Safety Act shall be remitted to the State 18 Treasurer for credit to the Mechanical Safety Inspection Fund. Fees so 19 collected shall not lapse into the General Fund. Fees so collected shall 20 21 be used for the sole purpose of administering the provisions of the 22 Nebraska Amusement Ride Act and the Conveyance Safety Act. Any money in 23 the Mechanical Safety Inspection Fund available for investment shall be 24 invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. Money in the 25 Mechanical Safety Inspection Fund may be transferred to the General Fund 26 27 at the direction of the Legislature All funds existing in the Elevator Inspection Fund and the Nebraska Amusement Ride Fund on January 1, 2008, 28 29 shall be transferred to the Mechanical Safety Inspection Fund.

30 <u>The State Treasurer shall transfer one hundred fifty thousand</u> 31 dollars from the Mechanical Safety Inspection Fund to the General Fund on or before June 15, 2018, on such dates and in such amounts as directed by
 the budget administrator of the budget division of the Department of
 Administrative Services.

Sec. 43. Section 81-406, Revised Statutes Cumulative Supplement,
2016, is amended to read:

6 81-406 (1) The Contractor and Professional Employer Organization 7 Registration Cash Fund is created. The fund shall be administered by the 8 Department of Labor and shall consist of fees collected by the department 9 pursuant to the Farm Labor Contractors Act, the Contractor Registration Act, and the Professional Employer Organization Registration Act and such 10 11 sums as are appropriated to the fund by the Legislature. The fund shall 12 be used for enforcing and administering the Farm Labor Contractors Act, the Contractor Registration Act, the Employee Classification Act, and the 13 14 Professional Employer Organization Registration Act. Any money in the 15 fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska 16 17 State Funds Investment Act. Money in the Contractor and Professional Employer Organization Registration Cash Fund may be transferred to the 18 19 General Fund at the direction of the Legislature.

20 <u>The State Treasurer shall transfer one million seven hundred</u> 21 <u>thousand dollars from the Contractor and Professional Employer</u> 22 <u>Organization Registration Cash Fund to the General Fund on or before June</u> 23 <u>15, 2018, on such dates and in such amounts as directed by the budget</u> 24 <u>administrator of the budget division of the Department of Administrative</u> 25 <u>Services.</u>

(2) The Farm Labor Contractors Fund, the Contractor Registration
 Cash Fund, and the Professional Employer Organization Cash Fund terminate
 on July 1, 2016, and the State Treasurer shall transfer any money in such
 funds on such date to the Contractor and Professional Employer
 Organization Registration Cash Fund.

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Sec. 44. Section 81-638, Reissue Revised Statutes of Nebraska, is

-39-

1 amended to read:

81-638 (1) Subject to subsection (4) of this section, the The 2 3 Legislature shall appropriate for each year from the Health and Human Services Cash Fund to the department an amount derived from one cent of 4 5 cigarette tax imposed by section 77-2602, less anv amount the 6 appropriated from the fund specifically to the University of Nebraska 7 Eppley Institute for Research in Cancer and Allied Diseases. The 8 department shall, after deducting expenses incurred in the administration 9 of such funds, distribute such funds exclusively for grants and contracts for research of cancer and smoking diseases, for funding the cancer 10 11 registry prescribed in sections 81-642 to 81-650, and for associated 12 expenses due to the establishment and maintenance of such cancer than two hundred thousand dollars 13 registry. Not more shall be 14 appropriated for funding the cancer registry and associated expenses. The 15 University of Nebraska may receive such grants and contracts, and other postsecondary institutions having colleges of medicine located in the 16 17 State of Nebraska may receive such contracts.

(2) <u>Subject to subsection (4) of this section, the</u> <u>The</u> Legislature 18 shall appropriate for each year from the Health and Human Services Cash 19 20 Fund to the department for cancer research an amount derived from two 21 cents of the cigarette tax imposed by section 77-2602 to be used 22 exclusively for grants and contracts for research on cancer and smoking 23 diseases. No amount shall be appropriated or used pursuant to this 24 subsection for the operation and associated expenses of the cancer registry. Not more than one-half of the funds appropriated pursuant to 25 26 this subsection shall be distributed to the University of Nebraska 27 Medical Center for research in cancer and allied diseases and the University of Nebraska Eppley Institute for Research in Cancer and Allied 28 29 Diseases. The remaining funds available pursuant to this subsection shall be distributed for contracts with other postsecondary educational 30 institutions having colleges of medicine located in Nebraska which have 31

-40-

cancer research programs for the purpose of conducting research in cancer
 and allied diseases.

3 (3) Any contract between the department and another postsecondary
4 educational institution for cancer research under subsection (2) of this
5 section shall provide that:

6 (a) Any money appropriated for such contract shall only be used for 7 cancer research and shall not be used to support any other program in the 8 institution;

9 (b) Full and detailed reporting of the expenditure of all funds 10 under the contract is required. The report shall include, but not be 11 limited to, separate accounting for personal services, equipment 12 purchases or leases, and supplies. Such reports shall be made available 13 electronically to the Legislature; and

(c) No money appropriated for such contract shall be spent for
travel, building construction, or any other purpose not directly related
to the research that is the subject of the contract.

17 (4) The State Treasurer shall transfer seven million dollars from the Health and Human Services Cash Fund to the General Fund on or before 18 19 June 30, 2018, on such dates and in such amounts as directed by the 20 budget administrator of the budget division of the Department of 21 Administrative Services. It is the intent of the Legislature that the 22 transfer to the General Fund in this subsection be from funds credited to the Cancer Research subfund of the Health and Human Services Cash Fund 23 24 which were in excess of appropriations established in subsections (1) and 25 (2).

26 Sec. 45. Section 81-885.15, Reissue Revised Statutes of Nebraska, is 27 amended to read:

81-885.15 All fees collected under the Nebraska Real Estate License Act shall be deposited in the state treasury in a fund to be known as the State Real Estate Commission's Fund. The commission may use such part of the money in this fund as is necessary to be used by it in the

-41-

administration and enforcement of the act. Transfers may be made from the 1 2 fund to the General Fund at the direction of the Legislature through June 3 30, 2019 2011. The State Real Estate Commission's Fund shall be paid out only upon proper vouchers and upon warrants issued by the Director of 4 5 Administrative Services and countersigned by the State Treasurer, as 6 provided by law. The expenses of conducting the office must always be 7 kept within the income collected and deposited with the State Treasurer by such commission and such office, and the expense thereof shall not be 8 9 supported or paid from any other state fund. Any money in the State Real Estate Commission's Fund available for investment shall be invested by 10 11 the state investment officer pursuant to the Nebraska Capital Expansion 12 Act and the Nebraska State Funds Investment Act.

The State Treasurer shall transfer two hundred thousand dollars from 13 14 the State Real Estate Commission's Fund to the General Fund on or before 15 June 30, 2018, on such dates and in such amounts as directed by the budget administrator of the budget division of the Department of 16 Administrative Services. The State Treasurer shall transfer two hundred 17 thousand dollars from the State Real Estate Commission's Fund to the 18 General Fund on or before June 30, 2019, on such dates and in such 19 amounts as directed by the budget administrator of the budget division of 20 21 the Department of Administrative Services.

Sec. 46. Section 81-12,160, Revised Statutes Cumulative Supplement,
23 2016, is amended to read:

24 81-12,160 (1) The department shall establish a financial assistance program to provide financial assistance to businesses operating 25 in 26 Nebraska that employ no more than five hundred employees or to 27 individuals that have a prototype of a product or process for the purposes of commercializing such product or process. The applicant shall 28 29 submit a feasibility study stating the potential sales and profit 30 projections for the product or process.

31 (2) The department shall create a program with the following

-42-

1 provisions to support commercialization of a product or process:

2 (a) Commercialization infrastructure documentation, including market
3 assessments and start-up strategic planning;

4 (b) Promotion, marketing, advertising, and consulting;

5 (c) Management and business planning support;

6 (d) Linking companies and entrepreneurs to mentors;

7 (e) Preparing companies and entrepreneurs to acquire venture8 capital; and

9 (f) Linking companies to sources of capital.

10 (3) Funds shall be matched by nonstate funds equal to fifty percent 11 of the funds requested. Matching funds may be from any nonstate source, 12 including private foundations, federal or local government sources, 13 quasi-governmental entities, or commercial lending institutions, or any 14 other funds whose source does not include funds appropriated by the 15 Legislature.

(4) The department shall not provide more than five hundred thousand
dollars to any one project. Each year the department <u>may shall</u> award <u>up</u>
<u>to</u> at least two million dollars but not more than four million dollars
under this section.

(5) Financial assistance provided under this section shall be
expended within twenty-four months after the date of the awarding
decision.

(6) To carry out this section, the department shall contract with
one statewide venture development organization that is incorporated in
the State of Nebraska and exempt for federal tax purposes under section
501(c)(3) of the Internal Revenue Code.

Sec. 47. Section 81-12,162, Revised Statutes Cumulative Supplement,
28 2016, is amended to read:

81-12,162 (1) The department shall establish a small business
investment program. The program:

31 (a) Shall provide grants to microloan delivery or microloan

-43-

1 technical assistance organizations to:

2 (i) Better assure that Nebraska's microenterprises are able to 3 realize their full potential to create jobs, enhance entrepreneurial 4 skills and activity, and increase low-income households' capacity to 5 become self-sufficient;

6

(ii) Provide funding to foster the creation of microenterprises;

7 (iii) Establish the department as the coordinating office for the8 facilitation of microlending and microenterprise development;

9 (iv) Facilitate the development of a permanent, statewide 10 infrastructure of microlending support organizations to serve Nebraska's 11 microenterprise and self-employment sectors;

(v) Enable the department to provide grants to community-based
 microenterprise development organizations in order to encourage the
 development and growth of microenterprises throughout Nebraska; and

(vi) Enable the department to engage in contractual relationships
with statewide microlending support organizations which have the capacity
to leverage additional nonstate funds for microenterprise lending.

To the maximum extent possible, the selection process should assure that the distribution of such financial assistance provides equitable access to the benefits of the Business Innovation Act by all geographic areas of the state; and

(b) May identify and coordinate other state and federal sources of
funds which may be available to the department to enhance the state's
ability to facilitate financial assistance pursuant to the program.

(2) To establish the criteria for making an award to a microloan
 delivery or microloan technical assistance organization, the department
 shall consider:

(a) The plan for providing business development services and
 microloans to microenterprises;

30 (b) The scope of services to be provided by the microloan delivery
31 or microloan technical assistance organization;

-44-

1 (c) The plan for coordinating the services and loans provided by the 2 microloan delivery or microloan technical assistance organization with 3 commercial lending institutions;

4 (d) The geographic representation of all regions of the state,
5 including both urban and rural communities and neighborhoods;

6 (e) The ability of the microloan delivery or microloan technical 7 assistance organization to provide for business development in areas of 8 chronic economic distress and low-income regions of the state;

9 (f) The ability of the microloan delivery or microloan technical 10 assistance organization to provide business training and technical 11 assistance to microenterprise clients;

(g) The ability of the microloan delivery or microloan technical
assistance organization to monitor and provide financial oversight of
recipients of microloans; and

(h) Sources and sufficiency of operating funds for themicroenterprise development organization.

17 (3) Awards made by the department to a microloan delivery or
 18 microloan technical assistance organization may be used to:

(a) Satisfy matching fund requirements for other federal or privategrants;

(b) Establish a revolving loan fund from which the microloan
delivery or microloan technical assistance organization may make loans to
microenterprises;

(c) Establish a guaranty fund from which the microloan delivery or
 microloan technical assistance organization may guarantee loans made by
 commercial lending institutions to microenterprises;

(d) Provide funding for the operating costs of a microloan delivery
 or microloan technical assistance organization not to exceed twenty
 percent; and

30 (e) Provide grants to establish loan-loss reserve funds to match
 31 loan capital borrowed from other sources, including federal

-45-

1 microenterprise loan programs.

2 (4) Any award of financial assistance to a microloan delivery or
3 microloan technical assistance organization shall meet the following
4 qualifications:

5 (a) Funds shall be matched by nonstate funds equivalent in money or 6 in-kind contributions or a combination of both equal to thirty-five 7 percent of the grant funds requested. Such matching funds may be from any 8 nonstate source, including private foundations, federal or local 9 government sources, quasi-governmental entities, or commercial lending institutions, or any other funds whose source does not include funds 10 11 appropriated by the Legislature;

(b) Microloan funds shall be disbursed in microloans which do not
exceed one hundred thousand dollars or used to capitalize loan-loss
reserve funds for such loans; and

(c) A minimum of fifty percent of the microloan funds shall be used
by a microenterprise development assistance organization for small
business technical assistance.

18 The department shall contract with a statewide microenterprise 19 development assistance organization to carry out this section.

(5) Each year the department <u>may</u> shall award <u>up to</u> at least one
 million dollars but not more than two million dollars under this section.

22 Sec. 48. Section 81-1558, Reissue Revised Statutes of Nebraska, is 23 amended to read:

24 81-1558 There is hereby created within the state treasury a fund to be known as the Nebraska Litter Reduction and Recycling Fund. The 25 26 proceeds of the fee imposed by sections 81-1559 to 81-1560.02, money 27 received by the department as gifts, donations, or contributions toward the goals stated in section 81-1535, and money received by the department 28 29 for nonprofit activities concerning litter reduction and recycling, 30 including, but not limited to, honoraria, literature furnished by the and funds realized as reimbursement for 31 department, expenses in

-46-

1 conducting educational forums, shall be remitted to the State Treasurer 2 for credit to such fund to be used for the administration and enforcement 3 of the Nebraska Litter Reduction and Recycling Act. <u>Transfers may be made</u> 4 <u>from the fund to the General Fund at the direction of the Legislature.</u> 5 Any money in the fund available for investment shall be invested by the 6 state investment officer pursuant to the Nebraska Capital Expansion Act 7 and the Nebraska State Funds Investment Act.

8 Sec. 49. Section 81-15,175, Reissue Revised Statutes of Nebraska, is
9 amended to read:

81-15,175 (1) The board may make an annual allocation each fiscal 10 11 year from the Nebraska Environmental Trust Fund to the Nebraska 12 Environmental Endowment Fund as provided in section 81-15,174.01. The board shall make annual allocations from the Nebraska Environmental Trust 13 14 Fund and may make annual allocations each fiscal year from the Nebraska 15 Environmental Endowment Fund for projects which conform to the environmental categories of the board established pursuant to section 16 81-15,176 and to the extent the board determines those projects to have 17 merit. The board shall establish a calendar annually for receiving and 18 evaluating proposals and awarding grants. To evaluate the economic, 19 20 financial, and technical feasibility of proposals, the board may 21 establish subcommittees, request or contract for assistance, or establish 22 advisory groups. Private citizens serving on advisory groups shall be 23 reimbursed for their actual and necessary expenses pursuant to sections 24 81-1174 to 81-1177.

(2) The board shall establish rating systems for ranking proposals which meet the board's environmental categories and other criteria. The rating systems shall include, but not be limited to, the following considerations:

29 (a) Conformance with categories established pursuant to section
30 81-15,176;

31 (b) Amount of funds committed from other funding sources;

-47-

AM594 LB331 JMP - 04/18/2017

1 (c) Encouragement of public-private partnerships;

2 (d) Geographic mix of projects over time;

3 (e) Cost-effectiveness and economic impact;

4 (f) Direct environmental impact;

5 (g) Environmental benefit to the general public and the long-term6 nature of such public benefit; and

7 (h) Applications recommended by the Director of Natural Resources 8 and submitted by the Department of Natural Resources pursuant to 9 subsection (7) of section 61-218 shall be awarded fifty priority points in the ranking process for the 2011 grant application if the Legislature 10 11 has authorized annual transfers of three million three hundred thousand 12 dollars to the Water Resources Cash Fund for each of fiscal years 2011-12 and 2012-13 and has stated its intent to transfer three million three 13 14 hundred thousand dollars to the Water Resources Cash Fund in fiscal year 15 2013-14. Priority points shall be awarded if the proposed programs set forth in the grant application are consistent with the purposes of 16 reducing consumptive uses of water, enhancing streamflows, recharging 17 ground water, or supporting wildlife habitat in any river basin 18 determined to be fully appropriated pursuant to section 46-714 or 19 20 designated as overappropriated pursuant to section 46-713.

(3) A grant awarded under this section pursuant to an application made under subsection (7) of section 61-218 shall be paid out in the following manner:

(a) The initial three million three hundred thousand dollar
installment shall be remitted to the State Treasurer for credit to the
Water Resources Cash Fund no later than fifteen business days after the
date that the grant is approved by the board;

(b) The second three million three hundred thousand dollar
installment shall be remitted to the State Treasurer for credit to the
Water Resources Cash Fund no later than May 15, 2013; and

31 (c) The third three million three hundred thousand dollar

-48-

installment shall be remitted to the State Treasurer for credit to the
Water Resources Cash Fund no later than May 15, 2014, if the Legislature
has authorized a transfer of three million three hundred thousand dollars
from the General Fund to the Water Resources Cash Fund for fiscal year
2013-14.

6 (4) It is the intent of the Legislature that the Department of 7 Natural Resources apply for an additional three-year grant from the 8 Nebraska Environmental Trust Fund that would begin in fiscal year 2014-15 9 <u>and a three-year grant that would begin in fiscal year 2017-18</u> and such 10 application shall be awarded fifty priority points in the ranking process 11 as set forth in subdivision (2)(h) of this section if the following 12 criteria are met:

(a) The Natural Resources Committee of the Legislature has examined
options for water funding and has submitted a report electronically to
the Clerk of the Legislature and the Governor by December 1, 2012,
setting forth:

(i) An outline and priority listing of water management and funding
needs in Nebraska, including instream flows, residential, agricultural,
recreational, and municipal needs, interstate obligations, water quality
issues, and natural habitats preservation;

(ii) An outline of statewide funding options which create a dedicated, sustainable funding source to meet the needs set forth in the report; and

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(iii) Recommendations for legislation;

(b) The projects and activities funded by the department through grants from the Nebraska Environmental Trust Fund under this section have resulted in enhanced streamflows, reduced consumptive uses of water, recharged ground water, supported wildlife habitat, or otherwise contributed towards conserving, enhancing, and restoring Nebraska's ground water and surface water resources. On or before July 1, 2014, the department shall submit electronically a report to the Natural Resources

-49-

Committee of the Legislature providing demonstrable evidence of the
 benefits accrued from such projects and activities; and

3 (c) In addition to the grant reporting requirements of the trust, on 4 or before July 1, 2014, the department provides to the board a report 5 which includes documentation that:

6 (i) Expenditures from the Water Resources Cash Fund made to natural
7 resources districts have met the matching fund requirements provided in
8 subdivision (5)(a) of section 61-218;

9 (ii) Ten percent or less of the matching fund requirements has been 10 provided by in-kind contributions for expenses incurred for projects 11 enumerated in the grant application. In-kind contributions shall not 12 include land or land rights; and

(iii) All other projects and activities funded by the department
through grants from the Nebraska Environmental Trust Fund under this
section were matched not less than forty percent of the project or
activity cost by other funding sources.

17 The board may establish a subcommittee to rate grant (5) applications. If the board uses a subcommittee, the meetings of such 18 subcommittee shall be subject to the Open Meetings Act. The subcommittee 19 shall (a) use the rating systems established by the board under 20 21 subsection (2) of this section, (b) assign a numeric value to each rating 22 criterion, combine these values into a total score for each application, 23 and rank the applications by the total scores, (c) recommend an amount of 24 funding for each application, which amount may be more or less than the requested amount, and (d) submit the ranked list and recommended funding 25 26 to the board for its approval or disapproval.

(6) The board may commit funds to multiyear projects, subject to
available funds and appropriations. No commitment shall exceed three
years without formal action by the board to renew the grant or contract.
Multiyear commitments may be exempt from the rating process except for
the initial application and requests to renew the commitment.

-50-

1 (7) The board shall adopt and promulgate rules and regulations and 2 publish guidelines governing allocations from the fund. The board shall 3 conduct annual reviews of existing projects for compliance with project 4 goals and grant requirements.

5 (8) Every five years the board may evaluate the long-term effects of 6 the projects it funds. The evaluation may assess a sample of such 7 projects. The board may hire an independent consultant to conduct the 8 evaluation and may report the evaluation findings to the Legislature and 9 the Governor. The report submitted to the Legislature shall be submitted 10 electronically.

Sec. 50. Section 81-3432, Revised Statutes Cumulative Supplement, 2016, is amended to read:

81-3432 The Engineers and Architects Regulation Fund is created. The 13 14 secretary of the board shall receive and account for all money derived 15 from the operation of the Engineers and Architects Regulation Act and shall remit the money to the State Treasurer for credit to the Engineers 16 17 and Architects Regulation Fund. All expenses certified by the board as properly and necessarily incurred in the discharge of duties, including 18 compensation and administrative staff, and any expense incident to the 19 administration of the act relating to other states shall be paid out of 20 21 the fund. Debt repayments payable pursuant to section 81-3432.01 shall be 22 paid out of the fund. Warrants for the payment of expenses shall be 23 issued by the Director of Administrative Services and paid by the State 24 presentation of vouchers regularly drawn by the Treasurer upon chairperson and secretary of the board and approved by the board. At no 25 26 time shall the total amount of warrants exceed the total amount of the 27 fees collected under the act and to the credit of the fund. Any money in the fund available for investment shall be invested by the state 28 29 investment officer pursuant to the Nebraska Capital Expansion Act and the 30 Nebraska State Funds Investment Act. Money in the Engineers and Architects Regulation Fund may be transferred to the General Fund at the 31

-51-

1 <u>direction of the Legislature.</u>

2 <u>The State Treasurer shall transfer three hundred thousand dollars</u> 3 <u>from the Engineers and Architects Regulation Fund to the General Fund on</u> 4 <u>or before June 15, 2018, on such dates and in such amounts as directed by</u> 5 <u>the budget administrator of the budget division of the Department of</u> 6 <u>Administrative Services.</u>

7 Sec. 51. Section 82-331, Revised Statutes Cumulative Supplement,8 2016, is amended to read:

9 82-331 (1) There is hereby established in the state treasury a trust 10 fund to be known as the Nebraska Cultural Preservation Endowment Fund. 11 The fund shall consist of funds appropriated or transferred by the 12 Legislature, and only the earnings of the fund may be used as provided in 13 this section.

14 (2) On August 1, 1998, the State Treasurer shall transfer five
 15 million dollars from the General Fund to the Nebraska Cultural
 16 Preservation Endowment Fund.

(3) Except as provided in subsection (4) of this section, it is the 17 intent of the Legislature that the State Treasurer shall transfer (a) an 18 amount not to exceed one million dollars from the General Fund to the 19 Nebraska Cultural Preservation Endowment Fund on December 31, 2013, (b) 20 21 an amount not to exceed five hundred thousand dollars from the General 22 Fund to the Nebraska Cultural Preservation Endowment Fund on December 31, 23 2014, (c) an amount not to exceed seven hundred fifty thousand dollars 24 from the General Fund to the Nebraska Cultural Preservation Endowment Fund on December 31 of 2015 and 2016, and (d) an amount not to exceed 25 26 five hundred thousand dollars from the General Fund to the Nebraska 27 Cultural Preservation Endowment Fund annually on December 31 beginning in 2019 2017 and continuing through December 31, 2028 2026. 28

(4) Prior to the transfer of funds from any state account into the
Nebraska Cultural Preservation Endowment Fund, the Nebraska Arts Council
shall provide documentation to the budget division of the Department of

-52-

Administrative Services that qualified endowments have generated a 1 2 dollar-for-dollar match of new money, up to the amount of state funds 3 authorized by the Legislature to be transferred to the Nebraska Cultural Preservation Endowment Fund. For purposes of this section, new money 4 5 means a contribution to a qualified endowment generated after July 1, 6 2011. Contributions not fully matched by state funds shall be carried 7 forward to succeeding years and remain available to provide a dollar-for-8 dollar match for state funds. For an endowment to be a qualified 9 endowment (a) the endowment must meet the standards set by the Nebraska Arts Council or Nebraska Humanities Council, (b) the endowment must be 10 11 intended for long-term stabilization of the organization, and (c) the 12 funds of the endowment must be endowed and only the earnings thereon expended. The budget division of the Department of Administrative 13 14 Services shall notify the State Treasurer to execute a transfer of state 15 funds up to the amount specified by the Legislature, but only to the extent that the Nebraska Arts Council has provided documentation of a 16 17 dollar-for-dollar match. State funds not transferred shall be carried forward to the succeeding year and be added to the funds authorized for a 18 dollar-for-dollar match during that year. 19

(5) The Legislature shall not appropriate or transfer money from the Nebraska Cultural Preservation Endowment Fund for any purpose other than the purposes stated in sections 82-330 to 82-333, except that the Legislature may appropriate or transfer money from the fund upon a finding that the purposes of such sections are not being accomplished by the fund.

(6) Any money in the Nebraska Cultural Preservation Endowment Fund
available for investment shall be invested by the state investment
officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
State Funds Investment Act.

30 (7) All investment earnings from the Nebraska Cultural Preservation
 31 Endowment Fund shall be credited to the Nebraska Arts and Humanities Cash

-53-

Fund. 1

Sec. 52. Section 85-1414.01, Revised Statutes Cumulative Supplement, 2 3 2016, is amended to read:

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85-1414.01 (1) The Legislature finds that:

5 (a) The availability and accessibility of quality, affordable oral 6 health care for all residents of the State of Nebraska is a matter of 7 public concern and represents a compelling need affecting the general 8 welfare of all residents;

9 (b) The development and sustainability of a skilled workforce in the practice of dentistry is a public health priority for the State of 10 11 Nebraska; and

12 (c) According to research sponsored by the Office of Oral Health and Dentistry of the Department of Health and Human Services, the Nebraska 13 14 Rural Health Advisory Commission, and the Health Professions Tracking 15 Service of the College of Public Health of the University of Nebraska Medical Center: 16

17 (i) A majority of the ninety-three counties of the State of Nebraska are general dentistry shortage areas as designated by the Nebraska Rural 18 Health Advisory Commission and more than twenty percent of the ninety-19 20 three counties have no dentist;

21 (ii) Eighty-two counties are shortage areas in pediatric dentistry 22 as designated by the Nebraska Rural Health Advisory Commission;

23 (iii) The uneven distribution of dentists in the State of Nebraska 24 is a public health concern and twenty-four percent of the dentists in Nebraska are estimated to be planning to retire by 2017; 25

26 (iv) Sixty percent of the children in the State of Nebraska experience dental disease by the time they are in the third grade; and 27

(v) It is estimated that more than twenty-five thousand children 28 29 attending public schools in Omaha, Nebraska, do not have a means of 30 continuing dental care.

31 (2) It is the intent of the Legislature to provide for the

-54-

development of a skilled and diverse workforce in the practice of 1 2 dentistry and oral health care in order to provide for the oral health of 3 all residents of Nebraska, to assist in dispersing the workforce to address the disparities of the at-risk populations in the state, and to 4 5 focus efforts in areas and demographic groups in which access to a 6 skilled workforce in the practice of dentistry and oral health care is 7 most needed. In order to accomplish these goals, the Legislature 8 recognizes that it is necessary to contract with professional dental 9 education institutions committed to addressing the critical oral health care needs of the residents of Nebraska. 10

11 (3) The Oral Health Training and Services Fund is created. The 12 Coordinating Commission for Postsecondary Education shall administer the fund to contract for reduced-fee and charitable oral health services, 13 14 oral health workforce development, and oral health services using 15 telehealth as defined in section 71-8503 for the residents of Nebraska. Any money in the fund available for investment shall be invested by the 16 state investment officer pursuant to the Nebraska Capital Expansion Act 17 and the Nebraska State Funds Investment Act. 18

(4) To be eligible to enter into a contract under this section, an 19 applicant shall be a corporation exempt for federal tax purposes under 20 21 section 501(c)(3) of the Internal Revenue Code and shall submit a plan to 22 the commission as prescribed in subsection (5) of this section to provide 23 oral health training, including assistance for the graduation of dental 24 students at a Nebraska dental college, to provide discounted or charitable oral health services focusing on lower-income and at-risk 25 26 populations within the state, and to target the unmet oral health care 27 needs of residents of Nebraska. In addition, the applicant shall submit at least five letters of intent with school districts or federally 28 29 qualified health centers as defined in section 1905(1)(2)(B) of the 30 federal Social Security Act, 42 U.S.C. 1396d(1)(2)(B), as such act and section existed on January 1, 2010, in at least five different counties 31

-55-

throughout the state to provide discounted or charitable oral health 1 2 services for a minimum of ten years. An application to enter into a 3 contract under this section shall be made no later than January 1, 2017. (5) The plan shall include (a) a proposal to provide oral health 4 5 training at a reduced fee to students in dental education programs who 6 agree to practice dentistry for at least five years after graduation in a 7 dental health profession shortage area designated by the Nebraska Rural Health Advisory Commission pursuant to section 71-5665, (b) a proposal to 8 9 provide discounted or charitable oral health services for a minimum of ten years to residents of Nebraska, and (c) a proposal to provide oral 10 11 health services to residents of Nebraska using telehealth as defined in 12 section 71-8503.

(6) Any party entering into a contract under this section shall 13 14 agree that any funds disbursed pursuant to the contract shall only be 15 used for services and equipment related to the proposals in the plan and shall not be used for any other program operated by the contracting 16 17 party. If any of the funds disbursed pursuant to the contract are used for equipment, such funds shall only be used for patient-centered oral 18 health care equipment, including, but not limited to, dental chairs for 19 20 patients, lighting for examination and procedure rooms, and other 21 equipment used for oral health services for patients and for training 22 students in dental education programs, and shall not be used for travel, 23 construction, or any other purpose not directly related to the proposals 24 in the plan.

(7) The contract shall require matching funds from other sources in a four-to-one ratio with the funds to be disbursed under the contract. The party entering into the contract shall specify the source and amount of all matching funds. No applicant shall receive an award amount under a contract under this section of more than eight million dollars. If more than one applicant meets the requirements of this section to enter into a contract and provides evidence that private or other funds have been

-56-

received by the applicant as matching funds for such a contract in an 1 amount greater than or equal to sixteen million dollars, each of such 2 3 applicants shall receive an award amount under a contract equal to eight million dollars divided by the number of such applicants. If one of such 4 5 applicants qualifies for a contract award amount of less than four 6 million dollars, any other such applicant may receive a contract award 7 amount up to eight million dollars minus the amount awarded to the 8 applicant qualifying for less than four million dollars. The contract 9 amount shall be awarded first to the applicant qualifying for the lowest contract award amount. The contract shall require full and detailed 10 11 reporting of the expenditure of funds disbursed pursuant to the contract. 12 Any party entering into a contract under this section shall report electronically to the Legislature within one hundred twenty days after 13 14 the expenditure of the funds disbursed pursuant to the contract detailing 15 the nature of the expenditures made as a result of the contract. In addition, any party entering into a contract under this section shall 16 report electronically to the Legislature on an annual basis 17 the charitable oral health services provided in school districts and 18 federally qualified health centers and the number of recipients and the 19 20 placements of students receiving oral health training at a reduced fee in 21 dental education programs.

(8) The State Treasurer shall transfer the June 30, 2017,
 unobligated balance in the Oral Health Training and Services Fund to the
 Cash Reserve Fund on such date as directed by the budget administrator of
 the budget division of the Department of Administrative Services.

26 Sec. 53. Section 86-324, Reissue Revised Statutes of Nebraska, is 27 amended to read:

86-324 (1) The Nebraska Telecommunications Universal Service Fund is hereby created. The fund shall provide the assistance necessary to make universal access to telecommunications services available to all persons in the state consistent with the policies set forth in the Nebraska

-57-

Fund eligible 1 Telecommunications Universal Service Act. 0nlv 2 telecommunications companies designated by the commission shall be 3 eligible to receive support to serve high-cost areas from the fund. A telecommunications company that receives such support shall use that 4 5 support only for the provision, maintenance, and upgrading of facilities 6 and services for which the support is intended. Any such support should 7 be explicit and sufficient to achieve the purpose of the act.

8 (2) Notwithstanding the provisions of section 86-124, in addition to 9 other provisions of the act, and to the extent not prohibited by federal 10 law, the commission:

11 (a) Shall have authority and power to subject eligible 12 telecommunications companies to service quality, customer service, and billing regulations. Such regulations shall apply only to the extent of 13 14 any telecommunications services or offerings made by an eligible 15 telecommunications company which are eligible for support by the fund. The commission shall be reimbursed from the fund for all costs related to 16 17 drafting, implementing, and enforcing the regulations and any other services provided on behalf of customers pursuant to this subdivision; 18

(b) Shall have authority and power to issue orders carrying out its
responsibilities and to review the compliance of any eligible
telecommunications company receiving support for continued compliance
with any such orders or regulations adopted pursuant to the act;

(c) May withhold all or a portion of the funds to be distributed
from any telecommunications company failing to continue compliance with
the commission's orders or regulations;

26 (d) Shall require every telecommunications company to contribute to 27 any universal service mechanism established by the commission pursuant to state law. The commission shall require, as reasonably necessary, an 28 29 annual audit of any telecommunications company to be performed by a 30 third-party certified public accountant to insure the billing, collection, and remittance of a surcharge for universal service. The 31

-58-

costs of any audit required pursuant to this subdivision shall be paid by
 the telecommunications company being audited;

3 Shall require an audit of information provided (e) by а telecommunications company to be performed by a third-party certified 4 5 public accountant for purposes of calculating universal service fund 6 payments to such telecommunications company. The costs of any audit 7 required pursuant to this subdivision shall be paid by the 8 telecommunications company being audited; and

9 (f) May administratively fine pursuant to section 75-156 any person 10 who violates the Nebraska Telecommunications Universal Service Fund Act.

(3) Any money in the fund available for investment shall be invested
by the state investment officer pursuant to the Nebraska Capital
Expansion Act and the Nebraska State Funds Investment Act.

(4) Beginning July 1, 2017, until June 30, 2019, and any interest
 earned by the fund shall be transferred to the General Fund on a
 guarterly basis.

17 (4)(a) The State Treasurer shall transfer funds from the Nebraska Telecommunications Universal Service Fund to the General Fund upon 18 19 certification by the Director of Administrative Services that the current cash balances in the General Fund and the Cash Reserve Fund are 20 21 inadequate to meet current obligations. Such certification shall include 22 the dollar amount to be transferred which shall not exceed the amount by 23 which the General Fund and Cash Reserve Fund are inadequate to meet 24 current obligations. The total of such transfers shall not reduce the 25 Nebraska Telecommunications Universal Service Fund balance below an 26 amount sufficient to meet the obligations on the fund for the next sixty 27 days. Any transfers made pursuant to this subsection shall be reversed upon notification by the Director of Administrative Services that 28 29 sufficient funds are available or on June 30, 2007, whichever occurs 30 first.

31

(b) Any transfer under this subsection not reversed within thirty

1 days after the initial transfer shall accrue interest in the amount of 2 five percent annually. Interest shall be calculated beginning on the 3 thirty-first day after the initial transfer and continue until the 4 transfer is completely reversed. The interest calculated shall be 5 credited to the Nebraska Telecommunications Universal Service Fund. 6 (c) Any transfer of funds which has not been reversed as provided in

6 (c) Any transfer of funds which has not been reversed as provided in
7 this subsection, with accrued interest, shall be considered an
8 encumbrance against the General Fund.

9

(d) This subsection terminates on June 30, 2007.

Sec. 54. Section 86-463, Revised Statutes Cumulative Supplement,
2016, is amended to read:

12 86-463 (1) The Enhanced Wireless 911 Fund is created. The fund shall consist of the surcharges credited to the fund, any money 13 14 appropriated by the Legislature, any federal funds received for wireless 15 emergency communication except as otherwise provided in section 86-1028, and any other funds designated for credit to the fund. Money in the fund 16 17 shall be used for the costs of administering the fund and the purposes specified in section 86-465 unless otherwise directed by federal law with 18 respect to any federal funds. Money shall be transferred from the fund to 19 20 the 911 Service System Fund at the direction of the Legislature. Within 21 five days after April 19, 2016, the State Treasurer shall transfer two 22 million one hundred thirty-eight thousand three hundred thirty-seven 23 dollars from the Enhanced Wireless 911 Fund to the 911 Service System 24 Fund. On or before July 5, 2017, the State Treasurer shall transfer one million nine hundred eighty-eight thousand seven hundred ninety dollars 25 26 from the Enhanced Wireless 911 Fund to the 911 Service System Fund. The 27 costs of administering the Enhanced Wireless 911 Fund shall be kept to a minimum. The money in the Enhanced Wireless 911 Fund shall not be subject 28 29 to any fiscal-year limitation or lapse provision of unexpended balance at 30 the end of any fiscal year or biennium. Any money in the Enhanced Wireless 911 Fund available for investment shall be invested by the state 31

-60-

investment officer pursuant to the Nebraska Capital Expansion Act and the
 Nebraska State Funds Investment Act.

3 (2) Beginning July 1, 2017, until June 30, 2019, any interest earned
4 by the fund shall be transferred to the General Fund on a quarterly
5 basis.

6 Sec. 55. Original sections 12-1301, 19-102, 19-103, 29-4115.01, 7 37-327.02, 48-1,116, 48-735.01, 54-197, 60-3,218, 71-1001, 71-7450, 81-179, 81-188.01, 81-405, 81-638, 81-885.15, 81-1558, 81-15,175, and 8 9 86-324, Reissue Revised Statutes of Nebraska, and sections 2-1222, 7-209, 47-632, 59-1608.04, 60-6,211.05, 60-1409, 61-218, 66-4,100, 66-1519, 10 11 71-7611, 72-1001, 72-2211, 77-27,132, 81-406, 81-12,160, 81-12,162, 12 81-3432, 82-331, 85-1414.01, and 86-463, Revised Statutes Cumulative Supplement, 2016, are repealed. 13

14 Sec. 56. Since an emergency exists, this act takes effect when 15 passed and approved according to law.