LEGISLATURE OF NEBRASKA

ONE HUNDRED EIGHTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 818

FINAL READING

Introduced by Arch, 14; at the request of the Governor.

Read first time January 25, 2023

Committee: Appropriations

A BILL FOR AN ACT relating to government funds; to amend sections 1 9-1,101, 37-324, 39-2805, 72-2211, 77-913, 79-1021, 80-401, and 2 81-15,174, Reissue Revised Statutes of Nebraska, and sections 3 37-1804, 46-1, 164, 61-218, 61-224, 61-305, 71-7611, 72-729.01, 4 5 72-2201, 75-109.01, 81-12,147, 81-12,148, 81-12,220, 81-12,221, 6 81-12,222, 81-12,223, 81-12,225, 81-12,241, 81-12,243, 84-612, 7 86-163, and 86-324, Revised Statutes Cumulative Supplement, 2022; to 8 provide for fund transfers; to provide, change, and eliminate 9 provisions regarding the sources, uses, and transfers of funds; to 10 provide for and change provisions regarding grants and funding of various projects; to create funds; to provide a duty for the 11 Department of Health and Human Services; to eliminate funds and 12 obsolete provisions; to harmonize provisions; to repeal the original 13 14 sections; to outright repeal sections 72-2208, 81-1278, 81-1279, and 81-1280, Reissue Revised Statutes of Nebraska, and sections 86-127 15 and 86-579, Revised Statutes Cumulative Supplement, 2022; and to 16 17 declare an emergency.

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

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Section 1. <u>The State Treasurer shall transfer an amount as directed</u>
 by the budget administrator of the budget division of the Department of
 Administrative Services, pursuant to subsections (2) and (3) of section
 82-331, not to exceed \$1,000,000, from the General Fund to the Nebraska
 Cultural Preservation Endowment Fund on December 31, 2023, or as soon
 thereafter as administratively possible.

7 Sec. 2. <u>The State Treasurer shall transfer an amount as directed by</u> 8 <u>the budget administrator of the budget division of the Department of</u> 9 <u>Administrative Services, pursuant to subsections (2) and (3) of section</u> 10 <u>82-331, not to exceed \$1,000,000, from the General Fund to the Nebraska</u> 11 <u>Cultural Preservation Endowment Fund on December 31, 2024, or as soon</u> 12 <u>thereafter as administratively possible.</u>

Sec. 3. <u>The State Treasurer shall transfer \$5,000,000 from the</u>
 <u>Prison Overcrowding Contingency Fund to the Vocational and Life Skills</u>
 <u>Programming Fund, on or after July 1, 2023, but before June 30, 2024, on</u>
 <u>such dates and in such amounts as directed by the budget administrator of</u>
 <u>the budget division of the Department of Administrative Services.</u>

Sec. 4. <u>The State Treasurer shall transfer \$5,000,000 from the</u>
 <u>Prison Overcrowding Contingency Fund to the Vocational and Life Skills</u>
 <u>Programming Fund, on or after July 1, 2024, but before June 30, 2025, on</u>
 <u>such dates and in such amounts as directed by the budget administrator of</u>
 <u>the budget division of the Department of Administrative Services.</u>

23 Sec. 5. <u>The State Treasurer shall transfer the remaining balance of</u> 24 <u>the Nebraska Competitive Telephone Marketplace Fund to the General Fund</u> 25 <u>on or before June 30, 2024, on such date as directed by the budget</u> 26 <u>administrator of the budget division of the Department of Administrative</u> 27 <u>Services.</u>

Sec. 6. <u>The State Treasurer shall transfer the remaining balance of</u> <u>the Nebraska Agricultural Products Research Fund to the General Fund on</u> <u>or before June 30, 2024, on such date as directed by the budget</u> <u>administrator of the budget division of the Department of Administrative</u>

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1 <u>Services.</u>

Sec. 7. Section 9-1,101, Reissue Revised Statutes of Nebraska, is
amended to read:

9-1,101 (1) The Nebraska Bingo Act, the Nebraska County and City 4 Lottery Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle 5 Card Lottery Act, the Nebraska Small Lottery and Raffle Act, and section 6 9-701 shall be administered and enforced by the Charitable Gaming 7 Division of the Department of Revenue, which division is hereby created. 8 9 The Department of Revenue shall make annual reports to the Governor, Legislature, Auditor of Public Accounts, and Attorney General on all tax 10 revenue received, expenses incurred, and other activities relating to the 11 administration and enforcement of such acts. The report submitted to the 12 13 Legislature shall be submitted electronically.

14 (2) The Charitable Gaming Operations Fund is hereby created. Any
15 money in 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.

(3)(a) Forty percent of the taxes collected pursuant to sections 18 19 9-239, 9-344, 9-429, and 9-648 shall be available to the Charitable Gaming Division for administering and enforcing the acts listed in 20 subsection (1) of this section and providing administrative support for 21 the Nebraska Commission on Problem Gambling. The remaining sixty percent 22 shall be transferred to the General Fund. Any portion of the forty 23 24 percent not used by the division in the administration and enforcement of 25 such acts and section shall be distributed as provided in this subsection. 26

(b) Beginning July 1, 2019, through June 30, <u>2025</u> 2023, on or before
the last day of the last month of each calendar quarter, the State
Treasurer shall transfer one hundred thousand dollars from the Charitable
Gaming Operations Fund to the Compulsive Gamblers Assistance Fund.

31 (c) Any money remaining in the Charitable Gaming Operations Fund

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1 after the transfer pursuant to subdivision (b) of this subsection not 2 used by the Charitable Gaming Division in its administration and 3 enforcement duties pursuant to this section may be transferred to the 4 General Fund and the Compulsive Gamblers Assistance Fund at the direction 5 of the Legislature.

(4) The Tax Commissioner shall employ investigators who shall be 6 7 vested with the authority and power of a law enforcement officer to carry out the laws of this state administered by the Tax Commissioner or the 8 9 Department of Revenue and to enforce sections 28-1101 to 28-1117 relating to possession of a gambling device. For purposes of enforcing sections 10 28-1101 to 28-1117, the authority of the investigators shall be limited 11 to investigating possession of a gambling device, notifying local law 12 13 enforcement authorities, and reporting suspected violations to the county attorney for prosecution. 14

(5) The Charitable Gaming Division may charge a fee for publications and listings it produces. The fee shall not exceed the cost of publication and distribution of such items. The division may also charge a fee for making a copy of any record in its possession equal to the actual cost per page. The division shall remit the fees to the State Treasurer for credit to the Charitable Gaming Operations Fund.

(6) For administrative purposes only, the Nebraska Commission on Problem Gambling shall be located within the Charitable Gaming Division. The division shall provide office space, furniture, equipment, and stationery and other necessary supplies for the commission. Commission staff shall be appointed, supervised, and terminated by the director of the Gamblers Assistance Program pursuant to section 9-1004.

27 Sec. 8. Section 37-324, Reissue Revised Statutes of Nebraska, is 28 amended to read:

29 37-324 (1) The funds derived from the sale of permits and 30 publications as provided in the Game Law, any unexpended balance now on 31 hand from the sale of hunting, fur-harvesting, and fishing permits, and

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1 all money required by the Game Law to be paid into the State Game Fund 2 are hereby appropriated to the use of the commission (a) for the propagation, importation, protection, preservation, and distribution of 3 4 game and fish and necessary equipment therefor and all things pertaining 5 thereto, (b) for the creation of cash funds under section 37-326, (c) for the administration and enforcement of the State Boat Act, (d) for boating 6 safety educational programs, (e) for the construction and maintenance of 7 boating and docking facilities, navigation aids, and access to boating 8 9 areas and such other uses which will promote the safety and convenience of the boating public in Nebraska, and (f) for payment of claims by 10 landowners in Nebraska for property damage caused by deer, antelope, or 11 elk, if such payment is in compliance with federal laws and regulations, 12 13 and (g) for publishing costs for publications relating to topics listed in subdivisions (a) and (b) of this subsection and other topics of 14 general interest to the state as approved by the commission. An amount 15 16 equal to two dollars from each annual resident fishing permit and two dollars from each combination hunting and fishing permit sold in this 17 by the commission for the administration, 18 state shall be used 19 construction, operation, and maintenance of fish hatcheries and for the distribution of fish. 20

(2) Expenditures for publications on topics of general interest to
the state shall not exceed the income derived from single-copy and
subscription sales of commission publications and advertising revenue
from such publications.

Sec. 9. Section 37-1804, Revised Statutes Cumulative Supplement,
26 2022, is amended to read:

27 37-1804 (1) The Water Recreation Enhancement Fund is created. The 28 fund shall be administered by the Game and Parks Commission. The State 29 Treasurer shall credit to the fund any money transferred to the fund by 30 the Legislature and such donations, gifts, bequests, or other money 31 received from any federal or state agency or public or private source.

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Except as otherwise provided in subsections (2) and (3) of this section, the The fund shall be used for water and recreational projects pursuant to the Water Recreation Enhancement Act. 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. Any investment earnings from investment of money in the fund shall be credited to the fund.

8 (2) For any amount credited to the fund from a source other than a 9 transfer authorized by the Legislature, the State Treasurer shall 10 transfer an equal amount from the Water Recreation Enhancement Fund to 11 the Jobs and Economic Development Initiative Fund at the end of the 12 fiscal year in which such funds were credited, on such dates as directed 13 by the budget administrator of the budget division of the Department of 14 Administrative Services to be used pursuant to section 61-405.

15 <u>(3) Transfers may be made from the investment earnings in the Water</u> 16 <u>Recreation Enhancement Fund to the Panhandle Improvement Project Cash</u> 17 <u>Fund at the direction of the Legislature. The State Treasurer shall</u> 18 <u>transfer one million dollars on July 1, 2023, or as soon thereafter as</u> 19 <u>administratively possible, from the Water Recreation Enhancement Fund to</u> 20 <u>the Panhandle Improvement Project Cash Fund.</u>

21 Sec. 10. Section 39-2805, Reissue Revised Statutes of Nebraska, is 22 amended to read:

23 39-2805 (1) The County Bridge Match Program is created. The 24 department shall administer the program using funds from the 25 Transportation Infrastructure Bank Fund. Forty , except that no more than forty million dollars shall be expended for this program. The purpose of 26 the program is to promote innovative solutions and provide additional 27 funding to accelerate the repair and replacement of deficient bridges on 28 the county road system. The department shall develop the program, 29 including participation criteria and matching fund requirements for 30 counties, in consultation with a statewide association representing 31

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county officials. Participation by counties in the program shall be
 voluntary. The details of the program shall be presented to the
 Appropriations Committee and the Transportation and Telecommunications
 Committee of the Legislature on or before December 1, 2016.

5 (2) The County Bridge Match Program terminates on June 30, <u>2029</u>
6 2023.

Sec. 11. Section 46-1,164, Revised Statutes Cumulative Supplement,
2022, is amended to read:

9 46-1,164 There is hereby created the Surface Water Irrigation 10 Infrastructure Fund to be administered by the Department of Natural Resources. The fund shall be used to provide grants in accordance with 11 section 46-1,165 to irrigation districts. There shall be a one-time 12 13 transfer of fifty million dollars from the Cash Reserve Fund to the Surface Water Irrigation Infrastructure Fund to carry out the purposes of 14 in 15 section 46-1,165. Any money the Surface Water Irrigation 16 Infrastructure Fund available for investment shall be invested by the 17 state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. Investment earnings from 18 investment of money in the fund shall be credited to the fund. 19

20 Sec. 12. Section 61-218, Revised Statutes Cumulative Supplement, 21 2022, is amended to read:

61-218 (1) The Water Resources Cash Fund is created. The fund shall be administered by the Department of Natural Resources. 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.

(2) The State Treasurer shall credit to the fund such money as is
(a) transferred to the fund by the Legislature, (b) paid to the state as
fees, deposits, payments, and repayments relating to the fund, both
principal and interest, (c) donated as gifts, bequests, or other
contributions to such fund from public or private entities, (d) made

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available by any department or agency of the United States if so directed
by such department or agency, (e) allocated pursuant to section
81-15,175, and (f) received by the state for settlement of claims
regarding Colorado's past use of water under the Republican River
Compact.

(3) The fund shall be expended by the department (a) to aid 6 7 management actions taken to reduce consumptive uses of water or to enhance streamflows or ground water recharge in river basins, subbasins, 8 9 or reaches which are deemed by the department overappropriated pursuant 10 to section 46-713 or fully appropriated pursuant to section 46-714 or are bound by an interstate compact or decree or a formal state contract or 11 agreement, (b) for purposes of projects or proposals described in the 12 13 grant application as set forth in subdivision (2)(h) of section 81-15,175, and (c) to the extent funds are not expended pursuant to 14 subdivisions (a) and (b) of this subsection, the department may conduct a 15 16 statewide assessment of short-term and long-term water management 17 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 18 19 or decree or formal state contract or agreement. The fund shall not be used to pay for administrative expenses or any salaries for the 20 department or any political subdivision. 21

22 (4) It is the intent of the Legislature that three million three 23 hundred thousand dollars be transferred each fiscal year from the General 24 Fund to the Water Resources Cash Fund for FY2011-12 through FY2022-23, 25 except that for FY2012-13 it is the intent of the Legislature that four million seven hundred thousand dollars be transferred from the General 26 Fund to the Water Resources Cash Fund. It is the intent of the 27 28 Legislature that the State Treasurer credit any money received from any 29 Republican River Compact settlement to the Water Resources Cash Fund in the fiscal year in which it is received. 30

31 (5)(a) Expenditures from the Water Resources Cash Fund may be made

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to natural resources districts eligible under subsection (3) of this 1 2 section for activities to either achieve a sustainable balance of consumptive water uses or assure compliance with an interstate compact or 3 4 decree or a formal state contract or agreement and shall require a match 5 of local funding in an amount equal to or greater than forty percent of the total cost of carrying out the eligible activity. The department 6 7 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 8 9 districts from the Water Resources Cash Fund and notify natural resources 10 districts of this determination. The department shall adopt and promulgate rules and regulations governing application for and use of the 11 Water Resources Cash Fund by natural resources districts. Such rules and 12 regulations shall, at a minimum, include the following components: 13

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

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

31 (a) Details regarding the use and cost of activities carried out by

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

5 (7)(a) Prior to the application deadline for fiscal year 2011-12, the Department of Natural Resources shall apply for a grant of nine 6 million nine hundred thousand dollars from the Nebraska Environmental 7 Trust Fund, to be paid out in three annual installments of three million 8 9 three hundred thousand dollars. The purposes listed in the grant application shall be consistent with the uses of the Water Resources Cash 10 Fund provided in this section and shall be used to aid management actions 11 taken to reduce consumptive uses of water, to enhance streamflows, to 12 13 recharge ground water, or to support wildlife habitat in any river basin 14 determined to be fully appropriated pursuant to section 46-714 or 15 designated as overappropriated pursuant to section 46-713.

16 (b) If the application is granted, funds received from such grant 17 shall be remitted to the State Treasurer for credit to the Water Resources Cash Fund for the purpose of supporting the projects set forth 18 19 in the grant application. The department shall include in its grant application documentation that the Legislature has authorized a transfer 20 of three million three hundred thousand dollars from the General Fund 21 into the Water Resources Cash Fund for each of fiscal years 2011-12 and 22 2012-13 and has stated its intent to transfer three million three hundred 23 24 thousand dollars to the Water Resources Cash Fund for fiscal year 25 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 28 2014-15, an additional three-year grant from the Nebraska Environmental 29 Trust Fund that would begin in fiscal year 2017-18, and an additional 30 three-year grant from the Nebraska Environmental Trust Fund that would 31 begin in fiscal year 2020-21 if the criteria established in subsection

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1 (4) of section 81-15,175 are achieved.

2 (8) The department shall establish a subaccount within the Water Resources Cash Fund for the accounting of all money received as a grant 3 4 the Nebraska Environmental Trust Fund as the result of from an application made pursuant to subsection (7) of this section. At the end 5 of each calendar month, the department shall calculate the amount of 6 7 interest earnings accruing to the subaccount and shall notify the State Treasurer who shall then transfer a like amount from the Water Resources 8 9 Cash Fund to the Nebraska Environmental Trust Fund.

<u>(9) Any funds transferred from the Nebraska Environmental Trust Fund</u>
 <u>to the Water Resources Cash Fund shall be expended in accordance with</u>
 <u>section 81-15,168.</u>

Sec. 13. Section 61-224, Revised Statutes Cumulative Supplement,
2022, is amended to read:

15 61-224 There is hereby created the Critical Infrastructure Facilities Cash Fund in the Department of Natural Resources. The fund 16 17 shall consist of funds appropriated or transferred by the Legislature. The fund shall be used by the Department of Natural Resources (1) to 18 provide a grant to a natural resources district to offset costs related 19 improvements intended to 20 to soil and water protect critical infrastructure facilities within the district which includes military 21 22 installations, transportation routes, and wastewater treatment facilities, and (2) to provide a grant to an irrigation district for 23 24 reimbursement of costs related to temporary repairs to the main canal and 25 tunnels of an interstate irrigation system which experienced a failure, and (3) to provide a grant to an entity within a county with a population 26 exceeding one hundred thousand inhabitants formed pursuant to the 27 28 Interlocal Cooperation Act for the purpose of funding a portion of the cost of a wastewater system. Any funds remaining after all such project 29 costs have been completely funded shall be transferred to the General 30 Fund. Transfers may be made from the Critical Infrastructure Facilities 31

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Cash Fund to the General Fund at the direction of the Legislature. - The 1 2 State Treasurer shall transfer three hundred eighty-four thousand two 3 hundred twenty-two dollars plus any accrued interest through April 5_{τ} 4 2018, from the Critical Infrastructure Facilities Cash Fund to the 5 General Fund on or before June 30, 2019, on such dates and in such 6 amounts as directed by the budget administrator of the budget division of 7 the Department of Administrative Services. Any money in the Critical Infrastructure Facilities Cash Fund available for investment shall be 8 9 invested by the state investment officer pursuant to the Nebraska Capital 10 Expansion Act and the Nebraska State Funds Investment Act, and any interest earned by the fund shall be credited to the General Fund. 11

Sec. 14. Section 61-305, Revised Statutes Cumulative Supplement,
2022, is amended to read:

61-305 (1) The Perkins County Canal Project Fund is created. The 14 fund shall be administered by the Department of Natural Resources. The 15 State Treasurer shall credit to the fund any money transferred by the 16 17 Legislature and such grants, loans, donations, gifts, bequests, or other money received from any federal or state agency or public or private 18 19 source for use by the department for the canal project. Any fees collected for water delivery may be credited to the fund. Any money in 20 the Perkins County Canal Project Fund available for investment shall be 21 22 invested by the state investment officer pursuant to the Nebraska Capital 23 Expansion Act and the Nebraska State Funds Investment Act. Any investment 24 earnings from investment of money in the fund shall be credited to the 25 fund.

(2)(a) The department shall use the fund <u>to identify the optimal</u> route and purchase land for and develop, construct, manage, and operate <u>the Perkins County Canal</u> for design, engineering, permitting, and options to purchase land related to building a canal as outlined by the South Platte River Compact and to contract with an independent firm for the purposes of completing a study of such canal. The study shall include,

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1 but may not be limited to, the following:

(i) Costs of completion of a canal and adjoining reservoirs as 2 outlined in the South Platte River Compact; 3

(ii) A timeline for completion of a canal and adjoining reservoirs 4 5 as outlined in the South Platte River Compact;

6

(iii) A cost-effectiveness study examining alternatives, including 7 alternatives that may reduce environmental or financial impacts; and

8 (iv) The impacts of the canal on drinking water supplies for the cities of Lincoln and Omaha. 9

10 (b) The department shall provide the findings of such study electronically to the Clerk of the Legislature and present the findings 11 at a public hearing held by the Appropriations Committee of the 12 13 Legislature on or before December 31, 2022.

Sec. 15. Section 71-7611, Revised Statutes Cumulative Supplement, 14 2022, is amended to read: 15

71-7611 (1) The Nebraska Health Care Cash Fund is created. The State 16 17 Treasurer shall transfer (a) sixty million three hundred thousand dollars on or before July 15, 2014, (b) sixty million three hundred fifty 18 19 thousand dollars on or before July 15, 2015, (c) sixty million three hundred fifty thousand dollars on or before July 15, 2016, (d) sixty 20 million seven hundred thousand dollars on or before July 15, 2017, (e) 21 five hundred thousand dollars on or before May 15, 2018, (f) sixty-one 22 23 million six hundred thousand dollars on or before July 15, 2018, (g) 24 sixty-two million dollars on or before July 15, 2019, (h) sixty-one 25 million four hundred fifty thousand dollars on or before July 15, 2020, (i) sixty-six million two hundred thousand dollars on or before July 15, 26 2022, and (j) sixty-one million seven hundred thousand dollars on or 27 before July 15, 2023, (k) sixty-one million five hundred thousand dollars 28 on or before July 15, 2024, and (1) fifty-five million four hundred 29 thousand fifty-one million dollars on or before every July 15 thereafter 30 from the Nebraska Medicaid Intergovernmental Trust Fund and the Nebraska 31

1 Tobacco Settlement Trust Fund to the Nebraska Health Care Cash Fund, except that such amount shall be reduced by the amount of the unobligated 2 balance in the Nebraska Health Care Cash Fund at the time the transfer is 3 made. The state investment officer shall advise the State Treasurer on 4 5 the amounts to be transferred first from the Nebraska Medicaid 6 Intergovernmental Trust Fund until the fund balance is depleted and from 7 the Nebraska Tobacco Settlement Trust Fund thereafter in order to sustain such transfers in perpetuity. The state investment officer shall report 8 9 electronically to the Legislature on or before October 1 of every evennumbered year on the sustainability of such transfers. The Nebraska 10 Health Care Cash Fund shall also include money received pursuant to 11 section 77-2602. Except as otherwise provided by law, no more than the 12 amounts specified in this subsection may be appropriated or transferred 13 from the Nebraska Health Care Cash Fund in any fiscal year. 14

15 The State Treasurer shall transfer ten million dollars from the 16 Nebraska Medicaid Intergovernmental Trust Fund to the General Fund on 17 June 28, 2018, and June 28, 2019.

Except as otherwise provided in subsections <u>(5) and (6)</u> and (7) of this section, it is the intent of the Legislature that no additional programs are funded through the Nebraska Health Care Cash Fund until funding for all programs with an appropriation from the fund during FY2012-13 are 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.

27 (3) The University of Nebraska and postsecondary educational 28 institutions having colleges of medicine in Nebraska and their affiliated 29 research hospitals in Nebraska, as a condition of receiving any funds 30 appropriated or transferred from the Nebraska Health Care Cash Fund, 31 shall not discriminate against any person on the basis of sexual

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1 orientation.

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

7 <u>(4)</u> (5) It is the intent of the Legislature that the cost of the 8 staff and operating costs necessary to carry out the changes made by Laws 9 2018, LB439, and not covered by fees or federal funds shall be funded 10 from the Nebraska Health Care Cash Fund for fiscal years 2018-19 and 11 2019-20.

12 <u>(5)</u> (6) It is the intent of the Legislature to fund the grants to be 13 awarded pursuant to section 75-1101 with the Nebraska Health Care Cash 14 Fund for FY2019-20 and FY2020-21.

(6) (7) The State Treasurer shall transfer fifteen million dollars 15 from the Nebraska Health Care Cash Fund on or after July 1, 2022, but 16 17 before June 30, 2023, to the Board of Regents of the University of Nebraska for the University of Nebraska Medical Center for pancreatic 18 19 cancer research at the University of Nebraska Medical Center. Transfers from the Nebraska Health Care Cash Fund in this subsection shall be 20 contingent upon receipt of any matching funds from private or other 21 sources, up to fifteen million dollars, certified by the budget 22 administrator of the budget division of the Department of Administrative 23 24 Services. Upon receipt of any matching funds certified by the budget 25 administrator, the State Treasurer shall transfer an equal amount of funds to the Board of Regents of the University of Nebraska. 26

Sec. 16. Section 72-729.01, Revised Statutes Cumulative Supplement,
28 2022, is amended to read:

29 72-729.01 There is hereby created the Hall of Fame Trust Fund to be 30 administered by the Nebraska Hall of Fame Commission for the purpose of 31 the creation, design, size, configuration, and placement of busts or

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other appropriate objects as authorized in section 72-729. Deposits to 1 2 such fund shall include money received from public donation and from funds appropriated specifically for such purpose by the Legislature. The 3 4 State Treasurer shall transfer It is the intent of the Legislature that 5 ten thousand dollars be transferred from the General Fund to the Hall of Fame Trust Fund annually beginning with fiscal year 2021-22, between July 6 7 1 and July 30 of each year, on such date as directed by the budget administrator of the budget division of the Department of Administrative 8 9 Services, except that if the balance of the Hall of Fame Trust Fund 10 exceeds fifty thousand dollars on the last day of the preceding fiscal year, such transfer shall not take place. Any money in the fund available 11 for investment shall be invested by the state investment officer pursuant 12 13 to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. 14

Sec. 17. Section 72-2201, Revised Statutes Cumulative Supplement,
2022, is amended to read:

72-2201 Sections 72-2201 to 72-2215 <u>and section 19 of this act shall</u>
be known and may be cited as the Nebraska State Capitol Preservation and
Restoration Act.

20 Sec. 18. Section 72-2211, Reissue Revised Statutes of Nebraska, is 21 amended to read:

72-2211 (1) The Capitol Restoration Cash Fund is created. The
administrator shall administer the fund, which shall consist of money
received from the sale of material, rental revenue, private donations,
public donations, transfers from the Capitol Preservation, Restoration,
and Enhancement Endowment Fund, and transfers from the Nebraska Capital
Construction Fund as directed by the Legislature.

(2)(a) The Capitol Restoration Cash Fund shall be used to finance
 projects for the restoration, preservation, and enhancement of to restore
 the State Capitol and <u>its courtyards and capitol</u> grounds to their
 original condition, to purchase and conserve items to be added to the

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Nebraska Capitol Collections housed in the State Capitol, to produce 1 2 promotional material concerning the State Capitol, its grounds, and the Nebraska State Capitol Environs District, and to pay the expenditures for 3 project manager for the Capitol Heating, Ventilation, 4 а and Air 5 Conditioning Systems Replacement Project until such time as the project is completed, except that transfers may be made from the fund to the 6 7 General Fund at the direction of the Legislature. Such expenditures shall be prescribed by the administrator and approved by the commission. 8

9 <u>(b) Money transferred to the fund from the Capitol Preservation,</u> 10 <u>Restoration, and Enhancement Endowment Fund shall only be used for the</u> 11 <u>restoration, preservation, and enhancement of the courtyards located at</u> 12 <u>the State Capitol.</u>

<u>(3)</u> Any money in the Capitol Restoration 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.

17 Sec. 19. (1) The Capitol Preservation, Restoration, and Enhancement Endowment Fund is created. The commission shall administer the fund. The 18 19 fund shall consist of money transferred to the fund by the Legislature and bequests, donations, gifts, grants, or other money received from any 20 federal or state agency or public or private source for the preservation, 21 22 restoration, and enhancement of the State Capitol and capitol grounds. Any money accepted by the state for credit to the fund that is subject to 23 24 conditions shall be held in trust and used subject to such conditions. 25 Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act 26 27 and the Nebraska State Funds Investment Act.

(2) The State Treasurer shall transfer money from the Capitol
 Preservation, Restoration, and Enhancement Endowment Fund to the Capitol
 Restoration Cash Fund in amounts and at times as directed by the
 commission. Money transferred from the Capitol Preservation, Restoration,

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1 and Enhancement Endowment Fund in any year shall not exceed four percent

2 of the total balance in the fund as the balance existed on January 1 of

3 <u>the most recent odd-numbered year.</u>

Sec. 20. Section 75-109.01, Revised Statutes Cumulative Supplement,
2022, is amended to read:

75-109.01 Except as otherwise specifically provided by law, the
Public Service Commission shall have jurisdiction, as prescribed, over
the following subjects:

9 (1) Common carriers, generally, pursuant to sections 75-101 to 10 75-158;

(2) Grain pursuant to the Grain Dealer Act and the Grain Warehouse
 Act and sections 89-1,104 to 89-1,108;

(3) Manufactured homes and recreational vehicles pursuant to the
 Uniform Standard Code for Manufactured Homes and Recreational Vehicles;

(4) Modular housing units pursuant to the Nebraska Uniform Standards
for Modular Housing Units Act;

17 (5) Motor carrier registration, licensure, and safety pursuant to 18 sections 75-301 to 75-343, 75-369.03, 75-370, and 75-371;

(6) Pipeline carriers and rights-of-way pursuant to the Major Oil
Pipeline Siting Act, the State Natural Gas Regulation Act, and sections
75-501 to 75-503. If the provisions of Chapter 75 are inconsistent with
the provisions of the Major Oil Pipeline Siting Act, the provisions of
the Major Oil Pipeline Siting Act control;

24 (7) Railroad carrier safety pursuant to sections 74-918, 74-919,
25 74-1323, and 75-401 to 75-430;

(8) Telecommunications carriers pursuant to the Automatic Dialing-26 Announcing Devices Act, the Emergency Telephone Communications Systems 27 Act, the Enhanced Wireless 911 Services Act, the Intrastate Pay-Per-Call 28 Regulation Act, the Nebraska Telecommunications Regulation Act, the 29 Nebraska Telecommunications Universal the 30 Service Fund Act, Telecommunications Relay System Act, the Telephone Consumer Slamming 31

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Prevention Act, and sections 86-574 to <u>86-578</u> 86-579, 86-1307, and
 2 86-1308;

3 (9) Transmission lines and rights-of-way pursuant to sections 70-301
4 and 75-702 to 75-724;

5 (10) Water service pursuant to the Water Service Regulation Act; and 6 (11) Jurisdictional utilities governed by the State Natural Gas 7 Regulation Act. If the provisions of Chapter 75 are inconsistent with the 8 provisions of the State Natural Gas Regulation Act, the provisions of the 9 State Natural Gas Regulation Act control.

Sec. 21. Section 77-913, Reissue Revised Statutes of Nebraska, is amended to read:

12 77-913 The Insurance Tax Fund is created. The State Treasurer shall 13 receive the funds paid pursuant to Chapter 77, article 9, and except as 14 provided in sections 77-912 and 77-918 shall keep all money received in 15 the Insurance Tax Fund. Any money in the fund available for investment 16 shall be invested by the state investment officer pursuant to the 17 Nebraska Capital Expansion Act and the Nebraska State Funds Investment 18 Act.

19 Prior to June 1 of each year, the State Treasurer shall disburse or 20 allocate all of the funds in the Insurance Tax Fund on May 1 of each year 21 as follows:

(1) Ten percent of the total shall be allocated to the counties
proportionately in the proportion that the population of each county
bears to the entire state, as shown by the last federal decennial census;

(2) Thirty percent of the total shall be allocated to the MunicipalEqualization Fund; and

(3) Sixty percent of the total shall be allocated to the State
Department of Education for distribution to school districts as
equalization aid pursuant to the Tax Equity and Educational Opportunities
Support Act as follows: The Commissioner of Education shall (a) include
the amount certified by the State Treasurer pursuant to this section with

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1 the amount appropriated to the Tax Equity and Educational Opportunities 2 Fund for distribution in the ensuing school fiscal year, (b) include such 3 amounts in the state aid certified to each school district pursuant to 4 section 79-1022₇ and (b) (c) distribute such funds as equalization aid 5 under the provisions of the act during the ensuing fiscal year.

6 Sec. 22. Section 79-1021, Reissue Revised Statutes of Nebraska, is
7 amended to read:

(1) The Education Future Tax Equity and Educational 8 79-1021 Opportunities Fund is created. The fund shall be administered by the 9 department and shall consist of money transferred to the fund by the 10 11 receive dedicated income tax appropriations and Legislature 12 appropriations made by the Legislature to fund the Tax Equity and 13 Educational Opportunities Support Act and shall be administered by the state board. Any money in the fund available for investment shall be 14 invested by the state investment officer pursuant to the Nebraska Capital 15 Expansion Act and the Nebraska State Funds Investment Act. 16

17 (2) The fund shall be used only for the following purposes, in order 18 of priority:

19 (a) To fully fund equalization aid under the Tax Equity and
 20 Educational Opportunities Support Act;

21 (b) To fund reimbursements related to special education under 22 section 79-1142;

23 (c) To fund foundation aid under the Tax Equity and Educational
 24 Opportunities Support Act;

25 (d) To increase funding for school districts in a way that results
 26 in direct property tax relief, which means a dollar-for-dollar
 27 replacement of property taxes by a state funding source;

(e) To provide funding for a grant program created by the
 Legislature to address teacher turnover rates and keep existing teachers
 in classrooms;

31 (f) To provide funding to increase career and technical educational

1 <u>classroom opportunities for students. Such funding must provide students</u>

2 with the academic and technical skills, knowledge, and training necessary

3 to succeed in future careers; and

4 <u>(g) To provide funding for a grant program created by the</u> 5 <u>Legislature to provide students the opportunity to have a mentor who will</u> 6 <u>continuously engage with the student directly to aid in the student's</u> 7 <u>professional growth and give ongoing support and encouragement to the</u> 8 <u>student.</u>

9 <u>(3)(a) The State Treasurer shall transfer one billion dollars from</u> 10 <u>the General Fund to the Education Future Fund in fiscal year 2023-24 on</u> 11 <u>such dates and in such amounts as directed by the budget administrator of</u> 12 <u>the budget division of the Department of Administrative Services.</u>

(b) The State Treasurer shall transfer two hundred fifty million
 dollars from the General Fund to the Education Future Fund in fiscal year
 2024-25, on such dates and in such amounts as directed by the budget
 administrator of the budget division of the Department of Administrative
 Services.

(c) It is the intent of the Legislature that two hundred fifty
 million dollars be transferred from the General Fund to the Education
 Future Fund in fiscal year 2025-26 and each fiscal year thereafter.

21 Sec. 23. Section 80-401, Reissue Revised Statutes of Nebraska, is 22 amended to read:

80-401 (1) There is hereby established a fund to be known as the 23 24 Nebraska Veterans' Aid Fund. The Nebraska Investment Council is directed 25 to purchase bonds or notes issued by the government of the United States or the State of Nebraska, or any county, school district, or municipality 26 27 therein, with a face value of twelve million dollars, as of August 1, 1984, to carry out sections 80-401 to 80-405 and to place them in the 28 custody and control of the State Treasurer of the State of Nebraska under 29 the same conditions as other state money. 30

31 (2) Such fund shall be managed as follows: (a) When necessary to pay

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a premium for bonds for such fund, the amount of the premium shall be 1 2 amortized over the term of the bonds from the interest received on such bonds; and (b) when bonds for such fund are purchased at a discount, the 3 4 amount of the discount shall be used to purchase additional bonds, it 5 being contemplated that the face amount of the bonds in such fund may in this manner aggregate in excess of twelve million dollars at some future 6 7 time. Transfers may be made from the Nebraska Veterans' Aid Fund to the Veteran Cemetery Construction Fund at the direction of the Legislature 8 9 until July 30, 2024. The State Treasurer shall transfer four million 10 dollars from the Nebraska Veterans' Aid Fund to the Veteran Cemetery Construction Fund on July 15, 2023. The State Treasurer shall transfer 11 four million dollars from the Nebraska Veterans' Aid Fund to the Veteran 12 Cemetery Construction Fund on July 15, 2024. 13

(3) The interest on the Nebraska Veterans' Aid Fund, except so much 14 may be required for amortization of premium bond purchases as 15 as authorized in this section and so much as may be required to pay a pro 16 17 rata share of the budget appropriated for the Nebraska Investment Council pursuant to section 72-1249.02, shall be paid to the Veterans' Aid Income 18 19 Fund, which fund is hereby created. The Veterans' Aid Income Fund, when appropriated by the Legislature, shall be available to the Director of 20 Veterans' Affairs for aid to needy veterans as authorized by law. 21

(4) The Nebraska Investment Council shall manage the Nebraska
Veterans' Aid Fund, with investment and reinvestment to be made in the
same type securities authorized for investment of funds by the Nebraska
Capital Expansion Act and the Nebraska State Funds Investment Act.

(5) The director shall advise the Nebraska Investment Council when amounts in the Veterans' Aid Income Fund are not immediately required for aid to needy veterans. The state investment officer shall invest such amounts available from the Veterans' Aid Income Fund in the same manner as investments of the Nebraska Veterans' Aid Fund, and the interest thereon shall also become a part of the Veterans' Aid Income Fund.

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Sec. 24. Section 81-12,147, Revised Statutes Cumulative Supplement,
 2022, is amended to read:

81-12,147 (1) Except as provided in subsection (2) of this section, 3 the Department of Economic Development shall use the Site and Building 4 5 Development to finance loans, grants, Fund subsidies, credit enhancements, and other financial assistance for industrial site and 6 7 building development and for expenses of the department as appropriated by the Legislature for administering the fund. The following activities 8 9 are eligible for assistance from the fund:

(a) Grants or zero-interest loans to villages, cities, or counties
to acquire land, infuse infrastructure, or otherwise make large sites and
buildings ready for industrial development;

(b) Matching funds for new construction, rehabilitation, or acquisition of land and buildings to assist villages, cities, and counties;

16 (c) Technical assistance, design and finance services, and 17 consultation for villages, cities, and counties for the preparation and 18 creation of industrial-ready sites and buildings;

19 (d) Loan guarantees for eligible projects;

(e) Projects making industrial-ready sites and buildings more
accessible to business and industry;

(f) Infrastructure projects necessary for the development ofindustrial-ready sites and buildings;

(g) Projects that mitigate the economic impact of a closure or
 downsizing of a private-sector entity by making necessary improvements to
 buildings and infrastructure;

(h) Public and private sector initiatives that will improve the
military value of military installations by making necessary improvements
to buildings and infrastructure, including, but not limited to, a grant
for the establishment of the United States Strategic Command Nuclear
Command, Control, and Communications public-private-partnership facility;

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1 and

2 (i) <u>A grant to a city of the second class that is served by two</u>
3 <u>first-class railroads, that is within fifteen miles of two state borders,</u>
4 <u>and that Grants to any city of the second class which partners with</u>
5 public power utilities for purposes of expanding electrical system
6 capacities and enhancing redundancy and resilience; -

7 (j) A grant of two million dollars to a city of the first class 8 located in the first congressional district if the property previously 9 housed a university or college that is no longer extant and if the 10 improvement and revitalization of the real property is for purposes of 11 supporting the housing, employment, and program needs of youth exiting 12 the foster care system. In addition, the real property may be used for 13 youth exiting juvenile court supervision in an out-of-home placement;

(k) Public and private sector initiatives that will improve the
 value of cities of the second class that have partnered with the United
 States Department of Defense or its contractors on upgrades to ground based nuclear deterrence. Such improvements include the construction of
 electrical, drinking water, and clean water infrastructure; and

19 (1) Identification, evaluation, and development of large commercial and industrial sites and building infrastructure to attract major 20 investment and employment opportunities for advanced manufacturing, 21 22 processing, trade, technology, aerospace, automotive, clean energy, life 23 science, and other transformational industries in Nebraska by means of 24 the department providing grants to or partnering with political subdivisions, including inland port authorities under the Municipal 25 Inland Port Authority Act, or nonprofit economic development corporations 26 27 and entering into contracts for consulting, engineering, and development studies to identify, evaluate, and develop large commercial and 28 industrial sites in Nebraska. 29

30 (2) The Department of Economic Development shall use the subaccount
 31 of the Site and Building Development Fund described in subsection (2) of

section 81-12,146 to provide financial assistance to any inland port
 authority created under the Municipal Inland Port Authority Act to help
 finance large shovel-ready commercial and industrial sites developed
 under such act.

5 Sec. 25. Section 81-12,148, Revised Statutes Cumulative Supplement,
6 2022, is amended to read:

81-12,148 (1) Governmental subdivisions and Nebraska nonprofit 7 organizations are eligible to receive assistance under the Site and 8 9 Building Development Act. Any entity receiving assistance under subsection (1) of section 81-12,147 shall provide, or cause to be 10 11 provided, matching funds for the eligible activity in an amount determined by the Department of Economic Development, which amount shall 12 be at least equal to one hundred percent of the amount of assistance 13 provided by the Site and Building Development Fund. Nothing in the act 14 shall be construed to allow individuals or businesses to receive direct 15 16 loans from the fund.

(2) An applicant for a grant for development of a public-private-17 partnership facility under subdivision (1)(h) of section 81-12,147 shall 18 provide the Director of Economic Development with a letter of support 19 from the United States Strategic Command prior to approval of the 20 application and with proof of the availability of twenty million dollars 21 in private or other funds for the facility. No funds shall be expended or 22 23 grants awarded until receipt of proof of the availability of twenty 24 million dollars in private or other funds for the facility and 25 certification is provided by the Director of Economic Development to the budget administrator of the budget division of the Department of 26 Administrative Services. 27

(3) An applicant for a grant for development under subdivision (1)
 (k) of section 81-12,147 is not required to meet the matching fund
 requirements pursuant to this section but shall provide the Director of
 Economic Development a letter from the United States Department of

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Defense or contractor providing upgrades to ground-based nuclear deterrence that infrastructure improvements, including the construction of electrical, drinking water, and clean water infrastructure, will not be included in the scope of the project. No grants shall be awarded or funds expended until such letter is received.

6 (4) (3) This section does not apply to any inland port authority
7 receiving assistance under subsection (2) of section 81-12,147.

8 Sec. 26. Section 81-12,220, Revised Statutes Cumulative Supplement,
9 2022, is amended to read:

10 81-12,220 The purpose of the Shovel-Ready Capital Recovery and 11 Investment Act is to partner with the private sector by providing grants 12 to qualified nonprofit organizations to assist such organizations with 13 capital projects that have been delayed due to COVID-19 <u>or and</u> that will 14 provide a positive economic impact in the State of Nebraska.

Sec. 27. Section 81-12,221, Revised Statutes Cumulative Supplement,
2022, is amended to read:

17 81-12,221 For purposes of the Shovel-Ready Capital Recovery and18 Investment Act:

(1) Capital project means a construction project to build, expand,
or develop a new or existing facility or facilities or restoration work
on a facility designated as a National Historic Landmark;

(2) Cost, in the context of a capital project, means the cost of
land, engineering, architectural planning, contract services,
construction, materials, and equipment needed to complete the capital
project;

(3) COVID-19 means the novel coronavirus identified as SARS-CoV-2,
the disease caused by the novel coronavirus SARS-CoV-2 or a virus
mutating therefrom, and the health conditions or threats associated with
the disease caused by the novel coronavirus SARS-CoV-2 or a virus
mutating therefrom;

31 (4) Department means the Department of Economic Development;

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1 2 (5) Qualified nonprofit organization means a tax-exempt organization under section 501(c)(3) of the Internal Revenue Code that:

(a) Is related to arts, culture, or the humanities, including any
organization formed for the purpose of developing and promoting the work
of artists and the humanities in various visual and performing forms,
such as film, sculpture, dance, painting, horticulture, multimedia,
poetry, photography, performing arts, zoology, or botany;-or

8

(b) Operates a sports complex; or

9 <u>(c) Is a postsecondary educational institution in a city of the</u> 10 metropolitan class and partners with an organization hosting a regional 11 or national event for purposes of infrastructure development related to 12 furnishing and equipment for a health sciences education center, enhanced 13 mobility by vacation of a public street, pedestrian safety, and 14 construction of a community athletic complex;

15 (6) Sports complex means property that:

16 (a) Includes indoor areas, outdoor areas, or both;

17 (b) Is primarily used for competitive sports; and

18 (c) Contains multiple separate sports venues; and

19 (7) Sports venue includes, but is not limited to:

20 (a) A baseball field;

21 (b) A softball field;

22 (c) A soccer field;

23 (d) An outdoor stadium primarily used for competitive sports;

24 (e) An outdoor arena primarily used for competitive sports; and

25 (f) An enclosed, temperature-controlled building primarily used for 26 competitive sports.

Sec. 28. Section 81-12,222, Revised Statutes Cumulative Supplement,
28 2022, is amended to read:

81-12,222 (1) Beginning July 1, <u>2023</u> 2021, through July <u>1, 2024</u> 15,
2021, a qualified nonprofit organization may apply to the department for
a grant under the Shovel-Ready Capital Recovery and Investment Act. The

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1 application shall include, but not be limited to, the following
2 information:

3 (a) A description of the qualified nonprofit organization's capital4 project;

5 (b) The estimated cost of the capital project; and

6 (c) The date when the capital project was delayed due to COVID-19
7 and the date when the capital project is expected to begin or resume,
8 which shall be no later than June 30, 2022; and

9 (c) (d) Documentation on the amount of funds for the capital project 10 which have been received or will be received by the qualified nonprofit 11 organization from private sources. Such amount shall be at least equal to 12 the amount of any grant received under the act. The documentation 13 provided under this subdivision does not need to identify the names of 14 any donors.

(2) The department shall consider applications in the order in which they are received. If an applicant is a qualified nonprofit organization and otherwise qualifies for funding under the Shovel-Ready Capital Recovery and Investment Act, the department shall, subject to subsection (3) of this section, approve the application and notify the applicant of the approval.

(3) The department may approve applications within the limits of available funding. The amount of any grant approved under this section shall be equal to the amount of funds to be supplied by the qualified nonprofit organization from private sources, as documented under subdivision (1)(c) (1)(d) of this section, subject to the following limitations:

27 (a) For any capital project with an estimated cost of less than five
 28 hundred thousand dollars, the grant shall not exceed two hundred fifty
 29 thousand dollars;

30 (b) (a) For any capital project with an estimated cost of <u>at least</u>
 31 <u>five hundred thousand dollars but</u>less than five million dollars, the

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1 grant shall not exceed one million five hundred thousand dollars;

2 (c) (b) For any capital project with an estimated cost of at least
3 five million dollars but less than twenty-five million dollars, the grant
4 shall not exceed five million dollars;

5 <u>(d)</u> (c) For any capital project with an estimated cost of at least 6 twenty-five million dollars but less than fifty million dollars, the 7 grant shall not exceed ten million dollars;—and

8 <u>(e)</u> (d) For any capital project with an estimated cost of <u>at least</u> 9 fifty million dollars <u>but less than one hundred million dollars</u> or more, 10 the grant shall not exceed fifteen million dollars<u>; and</u> .

11 (f) For any capital project with an estimated cost of at least one 12 hundred million dollars, the grant shall not exceed thirty million 13 dollars.

Sec. 29. Section 81-12,223, Revised Statutes Cumulative Supplement,
2022, is amended to read:

16 81-12,223 (1) Each qualified nonprofit organization that receives a
 17 grant under the Shovel-Ready Capital Recovery and Investment Act shall:

18 (a) Secure all of the private funds described in subdivision (1)(c)19 (1)(d) of section 81-12,222 through a written pledge or payment by 20 December 31, <u>2024</u> 2021, and shall begin or resume construction on the 21 organization's capital project by June 30, <u>2025</u> 2022; and

(b) Abide by the federal laws commonly known as the Davis-Bacon andRelated Acts.

(2) Any qualified nonprofit organization that fails to meet the
 requirements of subsection (1) of this section shall repay any grant
 funds received under the act.

Sec. 30. Section 81-12,225, Revised Statutes Cumulative Supplement,
28 2022, is amended to read:

81-12,225 (1) For any federal funds appropriated to the department
 pursuant to the Shovel-Ready Capital Recovery and Investment Act, it is
 the intent of the Legislature that the department divide the total

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appropriation for grants to capital projects eligible under the act 1 2 equally for each congressional district and give priority to grant requests less than or equal to five million dollars. After eligible 3 4 grantees with priority status have been awarded grant funds, remaining 5 funds may be awarded on a statewide basis with the department considering each project based on the overall economic impact of the project to the 6 7 respective community and the overall benefit to the State of Nebraska. It is the intent of the Legislature that the department make reasonable 8 9 adjustments to dates and deadlines and request additional documentation 10 pursuant to any requirements for the use of funds received pursuant to the federal American Rescue Plan Act of 2021. 11 (2) For any cash funds appropriated to the department pursuant to 12 13 the Shovel-Ready Capital Recovery and Investment Act, it is the intent of the Legislature that the department divide the total appropriation for 14

15 grants to capital projects eligible under the act as follows:

(a) Thirty million dollars for grants to nonprofit organizations
 holding a certificate of exemption under section 501(c)(3) of the
 Internal Revenue Code that are qualified nonprofit organizations under
 subdivision (5)(c) of section 81-12,221; and

20 (b) Remaining funds equally by each congressional district.

21 (3) The changes made in this section and sections 81-12,220, 22 81-12,221, 81-12,222, and 81-12,223 by this legislative bill apply to all 23 grant applications filed on or after July 1, 2023. For all applications 24 filed prior to the effective date of this act, the provisions of the 25 Shovel-Ready Capital Recovery and Investment Act as they existed 26 immediately prior to such date apply.

It is the intent of the Legislature to allocate fifteen million dollars from the General Fund and an additional amount of federal funds, subject to the appropriations process, up to the amount needed to fully fund all approved grants, from federal funds allocated to states pursuant to the American Rescue Plan Act of 2021 from the Coronavirus State Fiscal Recovery Fund and received by the State of Nebraska on or after May 26,
 2021, if such use is permitted under section 9901 of the American Rescue
 Plan Act of 2021, for use by the department for purposes of carrying out
 the Shovel-Ready Capital Recovery and Investment Act.

5 Sec. 31. Section 81-12,241, Revised Statutes Cumulative Supplement,
6 2022, is amended to read:

7 81-12,241 (1) A primary responsibility of the Economic Recovery and 8 Incentives Division of the Department of Economic Development shall be to 9 utilize federal or state funding to award grants as provided in this 10 section. The division shall develop a coordinated plan and a grant 11 application and scoring process to award grants under subsection (3) of 12 this section.

13 (2) The coordinated plan developed pursuant to this section shall direct and prioritize the use of grants toward the economic recovery of 14 those communities and neighborhoods within gualified census tracts 15 located within the boundaries of a city of the metropolitan class that 16 17 were disproportionately impacted by the COVID-19 public health emergency and related challenges, with an emphasis on housing needs, assistance for 18 small businesses, job training, and business development within such 19 communities and neighborhoods. In prioritizing the use of grants, the 20 Economic Recovery and Incentives Division may rely on any studies 21 22 produced pursuant to section 81-12,242. Not later than August 1, 2022, 23 the division shall submit a copy of an initial coordinated plan to the 24 Economic Recovery Special Committee of the Legislature. Not later than 25 December 1, 2022, the division shall submit a final copy of such coordinated plan to the Economic Recovery Special Committee of the 26 27 Legislature.

(3)(a) The Economic Recovery and Incentives Division shall create a
Qualified Census Tract Recovery Grant Program to provide funding to
public and private entities located within qualified census tracts
throughout the state to respond to the negative impact of the COVID-19

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1 public health emergency.

(b) Not to exceed ten million dollars in grants shall be distributed
under the grant program to eligible grantees in qualified census tracts
that are located in a city of the primary class.

5 (c) Not to exceed ten million dollars in grants shall be distributed 6 under the grant program to eligible grantees in qualified census tracts 7 that are located outside of a city of the metropolitan class or a city of 8 the primary class.

9 (d) All remaining funds shall be allocated for grants distributed under the grant program to eligible grantees in qualified census tracts 10 that are located in a city of the metropolitan class, with no less than 11 thirty-five million dollars in such grants allocated to eligible grantees 12 13 which are located south of Dodge Street and east of 72nd Street in such city and no less than fifty-five million dollars in such grants allocated 14 to eligible grantees which are located north of Dodge Street and east of 15 72nd Street in such city. Any funds not applied for within such areas may 16 17 be allocated for grants to eligible grantees in any qualified census tract in such city. 18

(4) In addition to grants under the Qualified Census Tract Recovery
Grant Program, the Economic Recovery and Incentives Division shall
provide grant funding for the following purposes:

(a) Not to exceed <u>ninety</u> sixty million dollars in grants to a
nonprofit economic development organization for the development of a
business park located within or adjacent to one or more qualified census
tracts located within the boundaries of a city of the metropolitan class
and within two miles of a major airport as defined in section 13-3303;

(b) Not to exceed thirty million dollars in grants to one or more innovation hubs located in one or more qualified census tracts and within two miles of a major airport as defined in section 13-3303 providing services and resources within qualified census tracts located within the boundaries of a city of the metropolitan class;

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1 (c) Not to exceed <u>six three</u> million dollars in grants <u>in fiscal year</u> 2 2022-23 and not to exceed three million dollars in fiscal year 2023-24 to 3 a nonprofit organization partnering with a city of the metropolitan class 4 for the purpose of providing internships and crime prevention within 5 qualified census tracts located within the boundaries of such city;

6 (d) Not to exceed five million dollars in grants pursuant to the 7 purposes of the Nebraska Film Office Fund on or before June 30, 2023, for 8 the purpose of producing a film on Chief Standing Bear, a portion of 9 which is to be filmed in one or more qualified census tracts located 10 within the boundaries of a city of the metropolitan class;

(e) Not to exceed twenty million dollars in grants to public or 11 private entities to prepare land parcels for affordable housing or 12 13 conduct other eligible affordable housing interventions under the federal American Rescue Plan Act of 2021 including production, rehabilitation, 14 15 and preservation of affordable rental housing and affordable 16 homeownership units within qualified census tracts which are located in a 17 city of the metropolitan class;

(f) Not to exceed twenty million dollars in grants to public or 18 private entities to prepare land parcels for affordable housing or 19 conduct other eligible affordable housing interventions under the federal 20 American Rescue Plan Act of 2021 including production, rehabilitation, 21 22 and preservation of affordable rental housing and affordable 23 homeownership units within qualified census tracts which are located in a 24 city of the primary class;

(g) Not to exceed five million dollars in grants to a county agricultural society with facilities within a city of the primary class to recoup lost revenue; and

(h) Not to exceed one million dollars in grants to a postsecondary
institution located in a qualified census tract in a city of the
metropolitan class to provide funding for a financial literacy program to
improve economic and health outcomes for individuals residing in

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1 qualified census tracts.

2 (5) For purposes of subdivisions (4)(e) and (f) of this section,
3 preparing land parcels shall include:

4 (a) Laying drinking water mains, lines, pipes, or channels;

5 (b) Rehabilitation, renovation, maintenance, or other costs to 6 secure vacant or abandoned properties in disproportionately impacted 7 communities;

8 (c) Acquiring and securing legal title of vacant or abandoned
9 properties in disproportionately impacted communities;

10 (d) Removal and remediation of environmental contaminants or hazards 11 from vacant or abandoned properties in disproportionately impacted 12 communities when conducted in compliance with applicable environmental 13 laws or regulations;

(e) Demolition or deconstruction of vacant or abandoned buildings indisproportionately impacted communities; and

(f) Costs associated with inspection fees and other administrative costs incurred to ensure compliance with applicable environmental laws and regulations for demolition or other remediation activities in disproportionately impacted communities.

(6) All grants made by the Economic Recovery and Incentives Division utilizing federal funds allocated to the State of Nebraska from the federal Coronavirus State Fiscal Recovery Fund under the federal American Rescue Plan Act of 2021 shall meet the eligible uses under such act and any relevant guidance on the use of such funds by the United States Department of the Treasury.

26 Sec. 32. Section 81-12,243, Revised Statutes Cumulative Supplement, 27 2022, is amended to read:

81-12,243 (1) The Economic Recovery Contingency Fund is created. The fund shall consist of transfers by the Legislature to carry out the Economic Recovery Act. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the

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Nebraska Capital Expansion Act and the Nebraska State Funds Investment 1 2 Act.

3 (2) The Department of Economic Development may review the projects 4 listed in the coordination plan and the appendices by the Economic 5 Recovery Special Committee of the Legislature dated January 10, 2023, and shall prioritize the use of the fund on projects listed in the 6 7 coordination plan followed by the projects in the appendices No funds shall be expended from the Economic Recovery Contingency Fund until the 8 9 Economic Recovery and Incentives Division of the Department of Economic 10 Development has submitted a final copy of its coordinated plan to the Economic Recovery Special Committee of the Legislature pursuant to 11 12 section 81-12,241 and to the budget administrator of the budget division 13 of the Department of Administrative Services.

Sec. 33. Section 81-15,174, Reissue Revised Statutes of Nebraska, is 14 amended to read: 15

16 81-15,174 The Nebraska Environmental Trust Fund is created. The fund 17 shall be maintained in the state accounting system as a cash fund. Except as otherwise provided in this section, the fund shall be used to carry 18 19 out the purposes of the Nebraska Environmental Trust Act, including the payment of administrative costs. Money in the fund shall include proceeds 20 credited pursuant to section 9-812 and proceeds designated by the board 21 22 pursuant to section 81-15,173. Transfers may be made from the Nebraska Environmental Trust Fund to the Water Resources Cash Fund at the 23 direction of the Legislature, and any money so transferred shall be 24 expended in accordance with section 81-15,168. Any money in the fund 25 available for investment shall be invested by the state investment 26 27 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. 28

29 Sec. 34. Section 84-612, Revised Statutes Cumulative Supplement, 2022, is amended to read: 30

31

84-612 (1) There is hereby created within the state treasury a fund

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known as the Cash Reserve Fund which shall be under the direction of the
 State Treasurer. The fund shall only be used pursuant to this section.

3 (2) The State Treasurer shall transfer funds from the Cash Reserve 4 Fund to the General Fund upon certification by the Director of 5 Administrative Services that the current cash balance in the General Fund 6 is inadequate to meet current obligations. Such certification shall 7 include the dollar amount to be transferred. Any transfers made pursuant 8 to this subsection shall be reversed upon notification by the Director of 9 Administrative Services that sufficient funds are available.

(3) In addition to receiving transfers from other funds, the Cash
 Reserve Fund shall receive federal funds received by the State of
 Nebraska for undesignated general government purposes, federal revenue
 sharing, or general fiscal relief of the state.

14 (4) The State Treasurer shall transfer two million dollars from the
 15 Governor's Emergency Cash Fund to the Cash Reserve Fund on or before June
 16 30, 2024, on such dates and in such amounts as directed by the budget
 17 administrator of the budget division of the Department of Administrative
 18 Services.

19 (4) The State Treasurer shall transfer fifty-four million seven 20 hundred thousand dollars on or after July 1, 2019, but before June 15, 2021, from the Cash Reserve Fund to the Nebraska Capital Construction 22 Fund on such dates and in such amounts as directed by the budget 23 administrator of the budget division of the Department of Administrative 24 Services.

(5) The State Treasurer shall transfer two hundred <u>sixteen fifteen</u>
million <u>one five</u> hundred <u>twenty eighty</u> thousand dollars from the Cash
Reserve Fund to the Nebraska Capital Construction Fund on or after July
1, 2022, but before June 15, 2023, on such dates and in such amounts as
directed by the budget administrator of the budget division of the
Department of Administrative Services.

31 (6) The State Treasurer shall transfer one hundred eighty-two

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1 million six hundred twenty-three thousand eight hundred twenty-five
2 dollars from the Cash Reserve Fund to the Nebraska Capital Construction
3 Fund on or after July 1, 2023, but before June 30, 2024, on such dates
4 and in such amounts as directed by the budget administrator of the budget
5 division of the Department of Administrative Services.

6 <u>(7)</u> (6) The State Treasurer shall transfer fifty-three million five 7 hundred thousand dollars from the Cash Reserve Fund to the Perkins County 8 Canal Project Fund on or before June 30, 2023, on such dates and in such 9 amounts as directed by the budget administrator of the budget division of 10 the Department of Administrative Services.

11 (8) (7) No funds shall be transferred from the Cash Reserve Fund to 12 fulfill the obligations created under the Nebraska Property Tax Incentive 13 Act unless the balance in the Cash Reserve Fund after such transfer will 14 be at least equal to five hundred million dollars.

15 (9) (8) The State Treasurer shall transfer thirty million dollars 16 from the Cash Reserve Fund to the Military Base Development and Support 17 Fund on or before June 30, 2023, but not before July 1, 2022, on such 18 dates and in such amounts as directed by the budget administrator of the 19 budget division of the Department of Administrative Services.

20 (10) (9) The State Treasurer shall transfer eight million three 21 hundred thousand dollars from the Cash Reserve Fund to the Trail 22 Development and Maintenance Fund on or after July 1, 2022, but before 23 July 30, 2022, on such dates and in such amounts as directed by the 24 budget administrator of the budget division of the Department of 25 Administrative Services.

26 (11) (10) The State Treasurer shall transfer fifty million dollars 27 from the Cash Reserve Fund to the Nebraska Rural Projects Fund on or 28 after July 1, 2022, but before July 15, 2023, on such dates and in such 29 amounts as directed by the budget administrator of the budget division of 30 the Department of Administrative Services.

31 (12) (11) The State Treasurer shall transfer thirty million dollars

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1 from the Cash Reserve Fund to the Rural Workforce Housing Investment Fund 2 on or after July 1, 2022, but before July 15, 2023, on such dates and in 3 such amounts as directed by the budget administrator of the budget 4 division of the Department of Administrative Services.

5 (13) (12) The State Treasurer shall transfer twenty million dollars 6 from the Cash Reserve Fund to the Intern Nebraska Cash Fund on or after 7 July 1, 2022, but before June 15, 2023, on such dates and in such amounts 8 as directed by the budget administrator of the budget division of the 9 Department of Administrative Services.

10 (14) (13) The State Treasurer shall transfer twenty million dollars from the Cash Reserve Fund to the Middle Income Workforce Housing 11 12 Investment Fund July 15, 2022, or soon thereafter on as as administratively possible, and in such amounts as directed by the budget 13 administrator of the budget division of the Department of Administrative 14 Services. 15

16 <u>(15)</u> (14) The State Treasurer shall transfer eighty million dollars 17 from the Cash Reserve Fund to the Jobs and Economic Development 18 Initiative Fund on or after July 1, 2022, but before July 15, 2023, on 19 such dates and in such amounts as directed by the budget administrator of 20 the budget division of the Department of Administrative Services.

21 (16) (15) The State Treasurer shall transfer twenty million dollars 22 from the Cash Reserve Fund to the Site and Building Development Fund on 23 July 15, 2022, or as soon thereafter as administratively possible, and in 24 such amounts as directed by the budget administrator of the budget 25 division of the Department of Administrative Services.

(17) (16) The State Treasurer shall transfer fifty million dollars
 from the Cash Reserve Fund to the Surface Water Irrigation Infrastructure
 Fund on or after July 15, 2022, but before January 1, 2023, on such dates
 and in such amounts as directed by the budget administrator of the budget
 division of the Department of Administrative Services.

31 (18) (17) The State Treasurer shall transfer fifteen million dollars

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1 from the Cash Reserve Fund to the Site and Building Development Fund on 2 or before June 30, 2022, on such dates and in such amounts as directed by 3 the budget administrator of the budget division of the Department of 4 Administrative Services.

5 <u>(19)</u> (18) The State Treasurer shall transfer fifty-five million 6 dollars from the Cash Reserve Fund to the Economic Recovery Contingency 7 Fund on or before June 30, 2022, on such dates and in such amounts as 8 directed by the budget administrator of the budget division of the 9 Department of Administrative Services.

(20) The State Treasurer shall transfer three million dollars from
 the Cash Reserve Fund to the Risk Loss Trust on or before June 30, 2024,
 on such dates and in such amounts as directed by the budget administrator
 of the budget division of the Department of Administrative Services.

14 (21) The State Treasurer shall transfer eleven million three hundred 15 twenty thousand dollars from the Cash Reserve Fund to the Health and 16 Human Services Cash Fund on or after July 1, 2023, but on or before June 17 30, 2024, on such dates and in such amounts as directed by the budget 18 administrator of the budget division of the Department of Administrative 19 Services.

(22) The State Treasurer shall transfer five hundred seventy-four
 million five hundred thousand dollars from the Cash Reserve Fund to the
 Perkins County Canal Project Fund on or before June 30, 2024, on such
 dates and in such amounts as directed by the budget administrator of the
 budget division of the Department of Administrative Services.

25 (23) The State Treasurer shall transfer one million four hundred 26 thousand dollars from the Cash Reserve Fund to the State Building 27 Revolving Fund on or before July 10, 2023, on such dates and in such 28 amounts as directed by the budget administrator of the budget division of 29 the Department of Administrative Services.

30 (24) The State Treasurer shall transfer one million one hundred
 31 thousand dollars from the Cash Reserve Fund to the Accounting Division

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<u>Revolving Fund on or before July 10, 2023, on such dates and in such</u>
 <u>amounts as directed by the budget administrator of the budget division of</u>
 the Department of Administrative Services.

4 (25) The State Treasurer shall transfer one million one hundred
5 fifteen thousand dollars from the Cash Reserve Fund to the Public Safety
6 Cash Fund on or after July 1, 2023, but before June 30, 2024, on such
7 dates and in such amounts as directed by the budget administrator of the
8 budget division of the Department of Administrative Services.

9 (26) The State Treasurer shall transfer one hundred million dollars 10 from the Cash Reserve Fund to the Roads Operations Cash Fund before June 11 <u>30, 2023, on such dates and in such amounts as directed by the budget</u> 12 administrator of the budget division of the Department of Administrative 13 <u>Services.</u>

14 <u>(27) The State Treasurer shall transfer eighteen million seven</u> 15 <u>hundred fifty thousand dollars from the Cash Reserve Fund to the State</u> 16 <u>Self-Insured Indemnification Fund before June 30, 2023, on such dates and</u> 17 <u>in such amounts as directed by the budget administrator of the budget</u> 18 <u>division of the Department of Administrative Services.</u>

<u>(28) The State Treasurer shall transfer five million dollars from</u>
 <u>the Cash Reserve Fund to the Nebraska Public Safety Communication System</u>
 <u>Revolving Fund on or after July 1, 2023, but before June 30, 2024, on</u>
 <u>such dates and in such amounts as directed by the budget administrator of</u>
 <u>the budget division of the Department of Administrative Services.</u>

(29) The State Treasurer shall transfer ninety million dollars from
 the Cash Reserve Fund to the Shovel-Ready Capital Recovery and Investment
 Fund on or after July 1, 2023, but before June 30, 2024, on such dates
 and in such amounts as directed by the budget administrator of the budget
 division of the Department of Administrative Services.

(30) The State Treasurer shall transfer two million dollars from the
 Cash Reserve Fund to the Site and Building Development Fund on or after
 July 1, 2023, but before June 30, 2024, on such dates and in such amounts

as directed by the budget administrator of the budget division of the
 Department of Administrative Services.

3 (31) The State Treasurer shall transfer twenty million dollars from
4 the Cash Reserve Fund to the Economic Development Cash Fund on or after
5 July 1, 2023, but before June 30, 2024, on such dates and in such amounts
6 as directed by the budget administrator of the budget division of the
7 Department of Administrative Services.

8 (32) The State Treasurer shall transfer twenty million dollars from 9 the Cash Reserve Fund to the Rural Workforce Housing Investment Fund on 10 or after July 1, 2023, but before June 30, 2024, on such dates and in 11 such amounts as directed by the budget administrator of the budget 12 division of the Department of Administrative Services.

(33) The State Treasurer shall transfer twenty million dollars from
 the Cash Reserve Fund to the Middle Income Workforce Housing Investment
 Fund on or after July 1, 2023, but before June 30, 2024, on such dates
 and in such amounts as directed by the budget administrator of the budget
 division of the Department of Administrative Services.

18 (34) The State Treasurer shall transfer two hundred forty million
 19 dollars from the Cash Reserve Fund to the Economic Recovery Contingency
 20 Fund on or after July 1, 2023, but before June 30, 2024, on such dates
 21 and in such amounts as directed by the budget administrator of the budget
 22 division of the Department of Administrative Services.

(35) The State Treasurer shall transfer ten million dollars from the
 Cash Reserve Fund to the Critical Infrastructure Facilities Cash Fund on
 or after July 1, 2023, but before June 30, 2024, on such dates and in
 such amounts as directed by the budget administrator of the budget
 division of the Department of Administrative Services.

(36) The State Treasurer shall transfer four hundred forty million
 dollars from the General Fund to the Cash Reserve Fund on or after July
 1, 2023, but before June 30, 2024, on such dates and in such amounts as
 directed by the budget administrator of the budget division of the

Department of Administrative Services. 1 2 (37) The State Treasurer shall transfer ten million dollars from the 3 Cash Reserve Fund to the Site and Building Development Fund on or after July 1, 2024, but before June 30, 2025, on such dates and in such amounts 4 as directed by the budget administrator of the budget division of the 5 Department of Administrative Services. 6 7 (38) The State Treasurer shall transfer one million dollars from the Cash Reserve Fund to the General Fund on or after July 1, 2024, but 8 9 before June 30, 2025, on such dates and in such amounts as directed by 10 the budget administrator of the budget division of the Department of Administrative Services. 11 (39) The State Treasurer shall transfer twenty-five million four 12 hundred fifty-eight thousand eight hundred dollars from the Cash Reserve 13 Fund to the Nebraska Capital Construction Fund on or after July 1, 2024, 14 but before June 30, 2025, on such dates and in such amounts as directed 15 by the budget administrator of the budget division of the Department of 16 17 Administrative Services. (40) The State Treasurer shall transfer two million five hundred 18 thousand dollars from the Cash Reserve Fund to the Materiel Division 19 Revolving Fund on or after July 1, 2023, but before June 30, 2024, on 20 21 such dates and in such amounts as directed by the budget administrator of 22 the budget division of the Department of Administrative Services. (41) The State Treasurer shall transfer ten million dollars from the 23 24 Cash Reserve Fund to the Youth Outdoor Education Innovation Fund on or 25 after July 1, 2023, but before June 30, 2024, on such dates and in such amounts as directed by the budget administrator of the budget division of 26 27 the Department of Administrative Services.

Sec. 35. Section 86-163, Revised Statutes Cumulative Supplement,
2022, is amended to read:

30 86-163 The commission shall file with the Clerk of the Legislature
31 an annual report on or before September 30 of each year on the status of

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5 (2) Describe the availability of diverse and affordable6 telecommunications service to all of the people of Nebraska;

7

(3) Describe the level of telecommunications service rates;

8 (4) Describe the use and continued need for the Nebraska9 Telecommunications Universal Service Fund;

10 (5) Describe the availability and location of 911 service and E-911
11 service as required by section 86-437;

12 (6) Describe the availability and location of wireless 911 service
13 or enhanced wireless 911 service as required by section 86-460;

14 (7) Address the need for further legislation to achieve the purposes
 15 of the Nebraska Telecommunications Regulation Act; and

16 (8) Address the funding level of the Nebraska Competitive Telephone 17 Marketplace Fund and an accounting of commission expenses related to its 18 duties under section 86-127; and

<u>(8)</u> (9) Assess, based on information provided by public safety
 answering points, the level of wireless E-911 location accuracy
 compliance for wireless carriers.

Sec. 36. Section 86-324, Revised Statutes Cumulative Supplement,
2022, is amended to read:

24 86-324 (1) The Nebraska Telecommunications Universal Service Fund is 25 hereby created. The fund shall provide the assistance necessary to make universal access to telecommunications services available to all persons 26 in the state consistent with the policies set forth in the Nebraska 27 28 Telecommunications Universal Service Fund Act. 0nlv eligible telecommunications companies designated by the commission shall be 29 eligible to receive support to serve high-cost areas from the fund. A 30 telecommunications company that receives such support shall use that 31

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support only for the provision, maintenance, and upgrading of facilities
 and services for which the support is intended. Any such support should
 be explicit and sufficient to achieve the purpose of the act.

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

7 (a) Shall have authority and power to subject eliqible telecommunications companies to service quality, customer service, and 8 9 billing regulations. Such regulations shall apply only to the extent of any telecommunications services or offerings made by an eligible 10 telecommunications company which are eligible for support by the fund. 11 The commission shall be reimbursed from the fund for all costs related to 12 13 drafting, implementing, and enforcing the regulations and any other services provided on behalf of customers pursuant to this subdivision; 14

(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;

22 (d) Shall require every telecommunications company to contribute to any universal service mechanism established by the commission pursuant to 23 state law. The commission shall require, as reasonably necessary, an 24 25 annual audit of any telecommunications company to be performed by a third-party certified public accountant to 26 insure the billing, collection, and remittance of a surcharge for universal service. The 27 28 costs of any audit required pursuant to this subdivision shall be paid by the telecommunications company being audited; 29

30 (e) Shall require an audit of information provided by a31 telecommunications company to be performed by a third-party certified

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public accountant for purposes of calculating universal service fund 1 2 payments to such telecommunications company. The costs of any audit 3 required pursuant to this subdivision shall be paid bv the 4 telecommunications company being audited; and

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

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

10 (4) Transfers may be made from earnings on the Nebraska Telecommunications Universal Service Fund to the 211 Cash Fund at the 11 direction of the Legislature. The State Treasurer shall transfer one 12 13 million two hundred seventy-five nine hundred fifty-five thousand dollars on July 1, 2023, beginning in 2022 from the earnings on the Nebraska 14 Telecommunications Universal Service Fund to the 211 Cash Fund. The State 15 Treasurer shall transfer one million four hundred fifty-five thousand 16 17 dollars on July 1, 2024, from the earnings on the Nebraska Telecommunications Universal Service Fund to the 211 Cash Fund. 18

19 Sec. 37. The HCBS Enhanced FMAP Fund is created. The fund shall be used to enhance and expand home and community-based services (HCBS) 20 spending as outlined in the federal American Rescue Plan Act of 2021, 42 21 22 U.S.C. 802, as amended. The fund shall be administered by the Department 23 of Health and Human Services. The fund shall consist of transfers 24 authorized by the Legislature and any gifts, grants, or bequests for such purposes from any source, including federal, state, public, and private 25 sources. Any money in the fund available for investment may be invested 26 by the state investment officer pursuant to the Nebraska Capital 27 28 Expansion Act and the Nebraska State Funds Investment Act.

29 Sec. 38. <u>The Department of Health and Human Services shall submit a</u> 30 <u>state plan amendment to the federal Administration for Children and</u> 31 <u>Families, pursuant to Section 404(a)(2) of the federal Personal</u>

Responsibility and Work Opportunity Reconciliation Act of 1996, to allow 1 2 the funds provided to the state for the Temporary Assistance for Needy 3 Families program established in 42 U.S.C. 601 et seq., as such sections 4 existed on January 1, 2023, to be used for the following purposes: 5 (1) Activities of child advocacy centers pursuant to sections 28-728 6 to 28-730; 7 (2) Coordination activities of the state chapter of child advocacy centers as defined in 34 U.S.C. 20302, as such section existed on January 8 9 1, 2023, including, but not limited to, development of a distribution 10 formula for funding provided pursuant to subdivision (1) of this section, data collection and analysis required for reports to the federal 11 Administration for Children and Families, accounting of the fund 12 13 expenditures per state and federal requirements, and preparing the annual Temporary Assistance for Needy Families reports for funds appropriated 14 15 pursuant to this subdivision and subdivision (1) of this section, which shall be filed with the Department of Health and Human Services on a date 16 17 specified by the department; 18 (3) Domestic violence services; and (4) Grants to nonprofit organizations holding a certificate of 19

exemption under section 501(c)(3) of the Internal Revenue Code that 20 21 distribute food in ten or more counties in Nebraska and qualify for the 22 Emergency Food Assistance Program administered by the United States Department of Agriculture, which shall be applicable for FY2023-24 only. 23 The Economic Development Cash Fund is created. The 24 Sec. 39. 25 Department of Economic Development shall administer the fund to provide a 26 grant to a community college serving a city of the metropolitan class to 27 partner with a four-year public university serving a city of the 28 metropolitan class to offer microcredentials to support education expansion, curricula development, and staff hires to meet demand for 29 30 microchip fabrication and microelectronics manufacturing in the state in conjunction with the Creating Helpful Incentives to Produce 31

2023	2023
1	Semiconductors (CHIPS) for America Act, Public Law 116-283. The fund
2	shall consist of money transferred by the Legislature and gifts, grants,
3	or bequests from any source, including money remitted to the fund from
4	any other federal, state, public, and private sources. Any money in the
5	fund available for investment shall be invested by the state investment
6	officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
7	State Funds Investment Act.
8	Sec. 40. <u>The Lead Service Line Cash Fund is created. The fund shall</u>
9	be administered by the Department of Environment and Energy. The fund
10	shall consist of funds transferred by the Legislature. The fund shall be
11	used for grants to utilities districts to expedite the replacement of
12	homeowner-owned lead service lines. Any money in the fund available for
13	investment shall be invested by the state investment officer pursuant to
14	<u>the Nebraska Capital Expansion Act and the Nebraska State Funds</u>
15	Investment Act.
16	Sec. 41. <u>(1) The Panhandle Improvement Project Cash Fund is</u>
17	created. The fund shall be administered by the Department of Economic
18	Development. The fund shall consist of funds transferred by the
19	Legislature. Any money in the fund available for investment shall be
20	invested by the state investment officer pursuant to the Nebraska Capital
21	Expansion Act and the Nebraska State Funds Investment Act.
22	(2) The fund shall be used for grants for the following purposes:
23	<u>(a) A grant to a county in the third congressional district that</u>
24	owns and operates the county fairgrounds for renovation to the
25	fairgrounds. A grant under this subdivision shall be limited to nine
26	hundred ninety-five thousand dollars; and

(b) A grant to a village with a population of less than ten persons
for renovation to a community facility that serves the surrounding rural
area. A grant under this subdivision shall be limited to five thousand
dollars.

31 (3) The Department of Economic Development shall develop criteria

1	for grant applications pursuant to this section.
2	Sec. 42. (1) For purposes of this section:
3	(a) Department means the Department of Economic Development;
4	(b) Director means the Director of Economic Development;
5	(c) Eligible grantee means a nonprofit organization holding a
6	certificate of exemption under section 501(c)(3) of the Internal Revenue
7	Code of 1986; and
8	(d) Eligible location means a location on or contiguous to the
9	location of a youth outdoor education camp that is located west of the
10	one hundredth meridian where youth outdoor education camp facilities were
11	destroyed by a natural or manmade disaster that occurred after January 1,
12	2022.
13	(2)(a) An eligible grantee may apply to the department for a grant
14	for ten million dollars for the uses described in subsection (4) of this
15	section at an eligible location.
16	(b) The department shall award one grant for ten million dollars to
17	an eligible grantee if:
18	(i) The eligible grantee completes a feasibility study for the
19	intended use of the grant and presents such completed feasibility study
20	to the director on or before June 30, 2024; and
21	(ii) The director finds that the results of the completed
22	feasibility study demonstrate the viability of the project and approves
23	such completed feasibility study.
24	(3) The grantee shall receive grant money on a dollar-for-dollar
25	matching basis from the department, which may be released in multiple
26	stages, at any time within ten years after being awarded the grant, if
27	the applicant provides documentation to the department that matching
28	funds have been received in the amount requested for release and that the
29	grant money is being used to complete the project in conformity with the
30	approved feasibility study. At the end of the ten-year allowable grant
31	period, if any grant money was not spent in conformity with the approved

1	feasibility study or if any unmatched grant money was erroneously awarded
2	to the grantee, the grantee shall remit such grant money to the State
3	Treasurer for credit to the Youth Outdoor Education Innovation Fund. The
4	matching funds may include any money, real estate subject to section
5	<u>81-1108.33, in-kind donation, private or public grant, gift, endowment</u>
6	raised to sustain the uses described in subsection (4) of this section,
7	expense for a feasibility study, or planning cost.
8	(4) The grant may be used to pay for:
9	(a) Construction of physical structures;
10	(b) Construction of year-round facilities, including lodging,
11	conference, and meeting facilities, and related infrastructure, to
12	generate local and regional economic development;
13	(c) Equipment that will be used for construction and maintenance of
14	physical structures, facilities, and infrastructure described in this
15	subsection; and
16	<u>(d) Infrastructure necessary to ensure accessibility to the physical</u>
17	structures and facilities by the public.
18	(5) The department may adopt and promulgate rules and regulations to
19	carry out this section.
20	Sec. 43. <u>The Youth Outdoor Education Innovation Fund is created.</u>
21	The fund shall consist of transfers made by the Legislature and any
22	gifts, grants, bequests, donations, or money remitted pursuant to section
23	42 of this act for credit to the fund. The Department of Economic
24	Development shall administer the fund for the purposes described in
25	section 42 of this act. Any money in the fund available for investment
26	shall be invested by the state investment officer pursuant to the
27	Nebraska Capital Expansion Act and the Nebraska State Funds Investment
28	Act. Investment earnings from investment of money in the fund shall be
29	<u>credited to the fund.</u>
30	Sec. 44. Original sections 9-1,101, 37-324, 39-2805, 72-2211,
31	77-913, 79-1021, 80-401, and 81-15,174, Reissue Revised Statutes of

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Nebraska, and sections 37-1804, 46-1,164, 61-218, 61-224, 61-305,
 71-7611, 72-729.01, 72-2201, 75-109.01, 81-12,147, 81-12,148, 81-12,220,
 81-12,221, 81-12,222, 81-12,223, 81-12,225, 81-12,241, 81-12,243, 84-612,
 86-163, and 86-324, Revised Statutes Cumulative Supplement, 2022, are
 repealed.

6 Sec. 45. The following sections are outright repealed: Sections 7 72-2208, 81-1278, 81-1279, and 81-1280, Reissue Revised Statutes of 8 Nebraska, and sections 86-127 and 86-579, Revised Statutes Cumulative 9 Supplement, 2022.

Sec. 46. Since an emergency exists, this act takes effect when passed and approved according to law.