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AMENDMENTS TO LB311

(Amendments to Standing Committee amendments, AM1111)

Introduced by DeBoer, 10.

- 1 1. Strike section 19 and insert the following new section:
- 2 Sec. 19. Section 86-704, Reissue Revised Statutes of Nebraska, is
- 3 amended to read:
- 4 86-704 (1) Any telecommunications company, incorporated or qualified
- 5 to do business in this state, is granted the right to construct, operate,
- 6 and maintain telecommunications lines and related facilities along, upon,
- 7 across, and under the public highways of this state, and upon and under
- 8 lands in this state, whether state or privately owned, except that (a)
- 9 such lines and related facilities shall be so constructed and maintained
- 10 as not to interfere with the ordinary use of such lands or of such
- 11 highways by the public and (b) all aerial wires and cables shall be
- 12 placed at a height of not less than eighteen feet above all highway
- 13 crossings.
- 14 (2) Sections 86-701 to 86-707 shall not transfer the rights now
- 15 vested in governing entities municipalities in relation to the regulation
- 16 of the poles, wires, cables, and other appliances or authorize a
- 17 telecommunications company to erect any poles or construct any conduit,
- 18 cable, or other facilities along, upon, across, or under a public highway
- 19 within a municipality without first obtaining the consent of the
- 20 governing entity body of the municipality. The governing entity
- 21 municipality shall not exercise any authority over any rights the
- 22 telecommunications company may have to deliver telecommunications
- 23 services as authorized by the Public Service Commission or the Federal
- 24 Communications Commission and shall not impose any requirement or
- 25 condition on Internet-protocol-enabled service and voice over Internet
- 26 protocol service, including rates, service, or service contract terms or

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- 1 conditions.
- 2 (3) Consent from a governing entity body for the use of a public
- 3 highway within a municipality shall be based upon a lawful exercise of
- the governing entity's its statutory and constitutional authority. Such 4
- 5 consent shall not be unreasonably withheld, and a preference
- 6 disadvantage shall not be created through the granting or withholding of
- 7 such consent. A governing entity municipality shall not adopt an
- 8 ordinance, resolution, rule, or regulation that prohibits or has the
- 9 effect of prohibiting the ability of a telecommunications company to
- provide telecommunications service. 10
- 11 (4) (4) A municipality shall not levy a tax, fee, or charge for
- 12 any right or privilege of engaging in a telecommunications business or
- for the use by a telecommunications company of a public highway other 13
- 14 than:
- 15 (a) (i) An occupation tax authorized under section 14-109, 15-202,
- 15-203, 16-205, or 17-525 that meets the following requirements: 16
- 17 (i) (A) The occupation tax shall be imposed only on the receipts
- from the sale of telecommunications service as defined in subdivision (7) 18
- (aa) of section 77-2703.04; and 19
- (ii) (B) Except as provided in subsection (5) of this section, the 20
- 21 occupation tax shall not exceed:
- (A) (I) Before October 1, 2024, six and twenty-five hundredths 22
- 23 percent; and
- 24 (B) (II) Beginning October 1, 2024, four percent; and
- (b) (ii) A public highway construction permit fee or charge that 25
- 26 complies with subsection (7) of this section. to the extent that the fee
- 27 or charge applies to all persons seeking use of the public highway in a
- substantially similar manner. All public highway construction permit fees 28
- 29 or charges shall be directly related to the costs incurred by the
- 30 municipality in providing services relating to the granting or
- administration of permits. Any highway construction permit fee or charge 31

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1 shall also be reasonably related in time to the occurrence of such costs.

- 2 (b) Any tax, fee, or charge imposed by a municipality shall be 3 competitively neutral.
- (5) A municipality may increase an occupation tax described in 4 5 subdivision (4)(a) (4)(a)(i) of this section to a rate that exceeds the 6 limit contained in subdivision (4)(a)(ii) (4)(a)(i)(B) of this section if 7 the question of whether to increase such rate has been submitted at a 8 primary or general election at which members of the governing body of the 9 municipality are nominated or elected or at a special election held within the municipality and in which all registered voters shall be 10 11 entitled to vote on such question. A municipality may not increase its 12 existing rate pursuant to this subsection by more than twenty-five hundredths percent at any one election. The officials of the municipality 13 14 shall order the submission of the question by submitting a certified copy 15 of the resolution proposing the rate increase to the election commissioner or county clerk at least fifty days before the election. The 16 17 election shall be conducted in accordance with the Election Act. If a majority of the votes cast upon such question are in favor of such rate 18 increase, then the governing body of such municipality shall be empowered 19 to impose the rate increase. If a majority of those voting on the 20 21 question are opposed to such rate increase, then the governing body of 22 the municipality shall not impose such rate increase.
- 23 (6) The changes made by Laws 1999, LB 496, shall not be construed to 24 affect the terms or conditions of any franchise, license, or permit issued by a municipality prior to August 28, 1999, or to release any 25 26 party from any obligations thereunder. Such franchises, licenses, or 27 permits shall remain fully enforceable in accordance with their terms. A municipality may lawfully enter into agreements with franchise holders, 28 29 licensees, or permittees to modify or terminate an existing franchise, 30 license, or agreement.
- (7) Any public highway construction permit fee or charge that is 31

imposed by a governing entity for the use of a public highway shall (a) 1

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- 2 apply to all persons seeking use of the public highway in a substantially
- 3 similar manner, (b) be directly related to the costs incurred by the
- governing entity in providing services relating to the granting or 4
- 5 administration of permits, and (c) be reasonably related in time to the
- 6 occurrence of such costs.
- 7 (8) Any tax, fee, or charge imposed by a governing entity as
- 8 described in this section shall be competitively neutral.
- 9 (9) (7) Taxes or fees shall not be collected by a governing entity
- 10 municipality through the provision of in-kind services by
- 11 telecommunications company, and a governing entity municipality shall not
- 12 require the provision of in-kind services as a condition of consent to
- the use of a public highway. 13
- 14 (10) (8) The terms of any agreement between a governing entity
- 15 municipality and a telecommunications company regarding use of public
- highways shall be matters of public record and shall be made available to 16
- any member of the public upon request, except that information submitted 17
- to a governing entity municipality by a telecommunications company which 18
- such telecommunications company determines to be proprietary shall be 19
- 20 deemed to be a trade secret pursuant to subdivision (3) of section
- 21 84-712.05 and shall be accorded full protection from disclosure to third
- 22 parties in a manner consistent with state law.
- 23 (11) For purposes of this section, unless the context otherwise
- 24 <u>requires:</u>
- 25 (a) Governing entity has the same meaning as in section 12 of this
- 26 act;
- 27 (b) Internet-protocol-enabled service has the same meaning as in
- section 86-111.01; 28
- 29 (c) Telecommunications service has the same meaning as in section
- 30 86-121; and
- (d) Voice over Internet protocol service has the same meaning as in 31

1 <u>section 86-121.01.</u>