LEGISLATURE OF NEBRASKA

ONE HUNDRED NINTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 526

FINAL READING

Introduced by Jacobson, 42; at the request of the Governor.

Read first time January 22, 2025

Committee: Revenue

- 1 A BILL FOR AN ACT relating to cryptocurrency mining; to define terms; to
- 2 provide powers and duties for public power suppliers; to allow
- 3 public power suppliers to impose requirements on cryptocurrency
- 4 mining operations for the costs of certain infrastructure upgrades;
- 5 and to provide an operative date.
- 6 Be it enacted by the people of the State of Nebraska,

LB526 2025

- 1 **Section 1.** (1) For purposes of this section:
- 2 <u>(a) Cryptocurrency mining means validating transactions for addition</u>
- 3 <u>to a blockchain distributed ledger;</u>
- 4 (b) Cryptocurrency mining operation means any facility of one
- 5 megawatt in size or greater that conducts cryptocurrency mining; and
- 6 (c) Public power supplier means a public power district, municipal
- 7 electric utility, or any other government entity providing electric
- 8 service.
- 9 (2) A public power supplier may impose requirements on any
- 10 cryptocurrency mining operation for the cost of infrastructure upgrades
- 11 <u>necessitated by such operations, including, but not limited to:</u>
- 12 <u>(a) Requiring direct payment or a letter of credit from such</u>
- 13 operation for such cost; or
- (b) Imposing terms and conditions on such operation.
- 15 (3) Requirements imposed pursuant to this section shall be fair,
- 16 reasonable, and not unduly discriminatory.
- 17 (4) Before any requirement is imposed pursuant to this section, the
- 18 public power supplier shall conduct a load study to determine the costs,
- 19 <u>impacts, and infrastructure upgrades necessitated by the cryptocurrency</u>
- 20 <u>mining operation</u>.
- 21 (5) Any person intending to install a cryptocurrency mining
- 22 operation is responsible for notifying the local public power supplier of
- 23 <u>such intent, and such operation is subject to the interconnection</u>
- 24 <u>requirements of such supplier.</u>
- 25 (6) Each public power supplier shall make available to the public on
- 26 <u>the supplier's website the number of cryptocurrency mining operations</u>
- 27 <u>under the jurisdiction of the supplier and the annual energy usage of</u>
- 28 each operation.
- 29 <u>(7) A cryptocurrency mining operation shall allow a public power</u>
- 30 supplier to interrupt such operation's electric service according to such
- 31 supplier's established rate schedules and policies.

1 Sec. 2. This act becomes operative on October 1, 2025.