LEGISLATURE OF NEBRASKA ONE HUNDRED NINTH LEGISLATURE FIRST SESSION

LEGISLATIVE BILL 91

Introduced by DeKay, 40; Brandt, 32; Clouse, 37.
Read first time January 10, 2025
Committee:

- 1 $\,$ A BILL FOR AN ACT relating to public power; to amend section 70-650.01,
- 2 Reissue Revised Statutes of Nebraska; to change provisions relating
- 3 to the conveyance of electric distribution systems by public power
- 4 districts or public power and irrigation districts to cities or
- 5 villages; and to repeal the original section.
- 6 Be it enacted by the people of the State of Nebraska,

Section 1. Section 70-650.01, Reissue Revised Statutes of Nebraska, is amended to read:

3 70-650.01 Except as provided in sections 70-1101 to 70-1106, whenever any public power district or public power and irrigation 4 5 district shall have acquired, by purchase, lease, or otherwise, any electric distribution system, or any part or parts thereof, situated 6 7 within or partly within any city or village, and such district shall have fully paid and redeemed, or have accumulated reserves sufficient for the 8 9 redemption of, all of the bonds or other obligations of the district evidencing the indebtedness incurred as the cost of construction or the 10 purchase price of its lines, works, and system, then and in that event, 11 whenever any such city or village shall so request, such the said 12 13 district shall convey without cost all of its right, title, and interest 14 in and to its electric distribution system, as distinguished from its generating plants and transmission lines, to such the said city or 15 village within the territorial limits of which such system is located. 16 The request of such city or village shall be exercised by a resolution 17 duly adopted by its governing body. Such resolution shall not become 18 effective until thirty days' notice of the adoption thereof shall have 19 been given by the governing body by publication once each week for three 20 successive weeks in some legal newspaper published and of general 21 circulation in such city or village, or if no such newspaper is published 22 23 therein, then by posting in five or more public places therein. If, 24 within thirty days after the last publication of such notice or posting thereof, a referendum petition signed by qualified electors of such city 25 or village equal in number to at least twenty percent of the vote cast at 26 the last general municipal election held therein shall be filed with the 27 municipal clerk, such resolution shall not become effective until it has 28 been approved by a vote of the electors of such municipality at any 29 general or special municipal election. If a majority of the voters voting 30 on the issue vote against such resolution, the resolution shall not 31

become effective. If no such petitions are filed, the resolution shall 1 2 become effective at the expiration of such thirty-day period. In the absence of an agreement between any city or village and the public power 3 4 district or public power and irrigation district, the city or village may at any time determine what shall be included in the term distribution 5 system by a declaratory judgment in which the public power district or 6 public power and irrigation district owning the distribution system shall 7 be joined. This section shall not: (1) Prevent the refinancing or 8 changing of the form of the outstanding indebtedness of the district 9 existing on May 4, 1945, where the amount of the outstanding bonds or 10 other evidences of indebtedness representing the cost of existing 11 facilities shall not be increased nor the time of payment extended by any 12 obligations for which the revenue received through the said electric 13 distribution systems is pledged, or (2) prevent the issuance of other and 14 different series of bonds of the district representing the cost of 15 acquisition or construction of additional electric facilities, or the 16 pledging of the revenue of such additional facilities for the payment of 17 such other or further series of bonds, or to prevent the board of 18 directors of such the said district, by a duly adopted resolution, from 19 making reasonable determinations of the amount of the revenue of the 20 district attributable to such additional facilities. 21

Sec. 2. Original section 70-650.01, Reissue Revised Statutes of Nebraska, is repealed.