#### **TWENTY-FIFTH DAY - FEBRUARY 12, 2014**

### LEGISLATIVE JOURNAL

#### ONE HUNDRED THIRD LEGISLATURE SECOND SESSION

#### **TWENTY-FIFTH DAY**

Legislative Chamber, Lincoln, Nebraska Wednesday, February 12, 2014

### PRAYER

The prayer was offered by Senator Scheer.

# **ROLL CALL**

Pursuant to adjournment, the Legislature met at 9:00 a.m., President Heidemann presiding.

The roll was called and all members were present except Senators Conrad and Smith who were excused; and Senators Ashford, Hadley, B. Harr, Janssen, McCoy, and Murante who were excused until they arrive.

## **CORRECTIONS FOR THE JOURNAL**

The Journal for the twenty-fourth day was approved.

## **COMMITTEE REPORTS**

Banking, Commerce and Insurance

LEGISLATIVE BILL 799. Placed on General File with amendment.

AM1730

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. Section 44-322, Reissue Revised Statutes of
- 4 Nebraska, is amended to read:
- 5 44-322 (1)(a)(i) Every insurance company holding a
- 6 certificate of authority to transact the business of insurance in
- 7 this state shall file with the director or, if required by the
- 8 director, with the National Association of Insurance Commissioners,
- 9 on or before March 1 of each year, an annual financial statement
- 10 for the year ending December 31 immediately preceding on forms
- 11 prescribed by the director which conform substantially to the forms
- 12 adopted by the National Association of Insurance Commissioners,
- 13 except that fees, premium tax payments, and other payments
- 14 associated with such filings shall be paid to the director.
- 15 (ii) The financial statement shall be prepared in

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- 16 accordance with annual statement instructions and accounting
- 17 practices and procedures manuals as prescribed by the director
- 18 which conform substantially to the annual statement instructions
- and the Accounting Practices and Procedures Manuals adopted by the 19
- 20 National Association of Insurance Commissioners.
- 21 (iii) The salaries and compensation of the officers
- 22 and any other information required by the director shall be
- 23 filed with the director. All information regarding salaries and
- compensation filed pursuant to this subdivision shall be maintained 1
- 2 as confidential by the director and shall not be subject to
- 3 disclosure by the director to persons outside of the Department
- of Insurance except as agreed to by the insurance company or as 4
- 5 ordered by a court of competent jurisdiction.
- (iv) Every insurance company subject to this section 6
- 7 shall make such other periodic financial filings as the director 8 may reasonably require.
- (b)(i) Within seven days after the failure of an 9
- 10 insurance company to comply with the requirements of subdivision
- (1)(a) of this section, the director shall notify the insurance 11
- 12 company of such failure.
- 13 (ii) Subject to subdivision (1)(b)(iii) of this section,
- 14 if an insurance company fails to comply with the requirements of
- 15 subdivision (1)(a) of this section and any rules and regulations
- 16 adopted and promulgated under such subdivision and any orders
- 17 issued under such subdivision, (A) such insurance company shall
- 18 forfeit one hundred dollars for each day thereafter such failure
- 19 continues and the insurance company continues to transact any
- 20 business of insurance and (B) in addition to the forfeiture
- 21 required under subdivision (1)(b)(ii)(A) of this section, the
- 22 director may suspend or refuse to renew the certificate of
- 23 authority of the insurance company until it has complied with the
- 24 requirements of subdivision (1)(a) of this section and any rules
- 25 and regulations adopted and promulgated under such subdivision and
- 26 any orders issued under such subdivision. All such forfeitures
- collected by the director shall be remitted to the State Treasurer 27
- 1 for credit to the permanent school fund. The director shall remit
- 2 any forfeitures collected under this section to the State Treasurer
- 3 for distribution in accordance with Article VII, section 7, of the 4 Constitution of Nebraska.
- 5
- (iii) For good and sufficient cause shown, the director
- 6 may grant a reasonable extension of time not to exceed thirty
- 7 days within which the financial statement may be filed as
- 8 required under subdivision (1)(a) of this section without the
- 9 forfeiture required under subdivision (1)(b)(ii)(A) of this section and without any suspension or refusal to renew authorized under
- 10 11
- subdivision (1)(b)(ii)(B) of this section.
- (2) Every insurance company holding a certificate of 12
- 13 authority to transact the business of insurance in this state shall
- 14 participate in the National Association of Insurance Commissioners

- 15 Insurance Regulatory Information System, including the payment of
- 16 all fees and charges of such system, except as exempted by the
- 17 director. Each participating insurance company shall file with
- 18 the National Association of Insurance Commissioners on or before
- 19 March 1 of each year a copy of its annual financial statement
- 20 along with any additional filings required by the director for the
- 21 immediately preceding year. The financial statement so filed shall
- 22 be in the same format and scope as that required by subsection
- 23 (1) of this section and shall include a signed jurat page
- and actuarial certification except as exempted by the director.
- 25 Each participating insurance company shall file with the National
- 26 Association of Insurance Commissioners any amendments and addendums
- 27 to the financial statement and annual and quarterly financial
- 1 statement information in computer readable format as required by
- 2 the Insurance Regulatory Information System.
- 3 Sec. 2. Original section 44-322, Reissue Revised Statutes
- 4 of Nebraska, is repealed.

**LEGISLATIVE BILL 810.** Placed on General File with amendment. AM1865

- 1 1. On page 2, after line 12, insert the following new
- 2 subsection:
- 3 "(3) Subsection (1) of this section shall not apply
- 4 to any ordinance or resolution adopted pursuant to the Community
- 5 Development Law.".

(Signed) Mike Gloor, Chairperson

## ANNOUNCEMENT

The Appropriations Committee designates LB974 as its priority bill.

### ANNOUNCEMENT

Pursuant to Rule 8, Sec. 3, the Appropriations Committee presented its preliminary report on February 12, 2014, summarizing the recommended appropriations for the following biennium.

### GENERAL FILE

LEGISLATIVE BILL 838. Title read. Considered.

Advanced to Enrollment and Review Initial with 35 ayes, 0 nays, 7 present and not voting, and 7 excused and not voting.

**LEGISLATIVE BILL 438.** Senator Sullivan renewed her amendment, AM1580, found on page 113 and considered on page 512, to the committee amendment.

### SENATOR COASH PRESIDING

#### SENATOR KRIST PRESIDING

# SENATOR COASH PRESIDING

Pending.

#### **COMMITTEE REPORTS**

#### Health and Human Services

**LEGISLATIVE BILL 660.** Placed on General File with amendment. AM1882

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. Section 68-1212, Revised Statutes Cumulative
- 4 Supplement, 2012, is amended to read:
- 5  $6\bar{8}$ -1212 (1) Except as provided in subsection (2) of
- 6 this section, by April 1, 2012, for all cases in which a
- 7 court has awarded a juvenile to the care of the Department of
- 8 Health and Human Services according to subsection (1) of section
- 9 43-285 and for any noncourt and voluntary cases, the case manager
- 10 shall be an employee of the department. Such case manager shall
- 11 be responsible for and shall directly oversee: Case planning;
- 12 service authorization; investigation of compliance; monitoring
- 13 and evaluation of the care and services provided to children
- 14 and families; and decisionmaking regarding the determination of
- 15 visitation and the care, placement, medical services, psychiatric
- 16 services, training, and expenditures on behalf of each juvenile
- 17 under subsection (1) of section 43-285. Such case manager shall be
- 18 responsible for decisionmaking and direct preparation regarding the
- 19 proposed plan for the care, placement, services, and permanency of
- 20 the juvenile filed with the court required under subsection (2)
- 21 of section 43-285. The health and safety of the juvenile shall be
- 22 the paramount concern in the proposed plan in accordance with such 23 subsection.
- 1 (2) The department may contract with a lead agency
- 2 for a case management lead agency model pilot project in the
- 3 department's eastern service area as designated pursuant to section
- 4 81-3116. The department shall include in the pilot project the
- 5 appropriate conditions, performance outcomes, and oversight for the
- 6 lead agency, including, but not be limited to:
- 7 (a) The reporting and survey requirements of lead
- 8 agencies described in sections 43-4406 and 43-4407;
- 9 (b) Departmental monitoring and functional capacities of
- 10 lead agencies described in section 43-4408;
- 11 (c) The key areas of evaluation specified in subsection
- 12 (3) of section 43-4409;
- 13 (d) Compliance and coordination with the development of

- 14 the statewide strategic plan for child welfare program and service
- 15 reform pursuant to Laws 2012, LB821; and
- (e) Assurance of financial accountability and reportingby the lead agency.
- 18 (3) Prior to April 1, 2013, the Health and Human Services
- 19 Committee of the Legislature shall review the pilot project and
- 20 provide to the department and the Legislature recommendations,
- 21 and any legislation necessary to adopt the recommendations,
- 22 regarding the adaptation or continuation of the pilot project. In
- 23 making the recommendations, the committee shall utilize: (a) The
- 24 evaluation completed pursuant to Legislative Bill 1160, One Hundred
- 25 Second Legislature, Second Session, 2012; (b) the recommendations
- 26 of the statewide strategic plan pursuant to Legislative Bill
- 27 821, One Hundred Second Legislature, Second Session, 2012; (c)
- 1 the department's assessment of the pilot project; and (d) any
- 2 additional reports, surveys, information, and data provided to and
- 3 requested by the committee. If the pilot project continues past
- 4 April 1, 2013, the Before June 30, 2014, the department may extend
- 5 the contract for the pilot project described in subsection (2)
- 6 of this section to December 31, 2015. The lead agency shall also
- 7 comply with the requirements of section 43-4204.
- 8 Sec. 2. If the pilot project described in section 68-1212
- 9 is extended by the Department of Health and Human Services,
- 10 an evaluation of the pilot project shall be completed by the
- 11 Legislature prior to December 31, 2014. The Legislature shall
- 12 utilize all necessary resources, including the hiring of a
- 13 consultant if deemed necessary. The department and any child
- 14 welfare entity which has contracted with the department shall
- 15 provide all data and information to the Legislature to assist in
- 16 the evaluation.
- 17 Sec. 3. Original section 68-1212, Revised Statutes
- 18 Cumulative Supplement, 2012, is repealed.
- 19 Sec. 4. Since an emergency exists, this act takes effect
- 20 when passed and approved according to law.

(Signed) Kathy Campbell, Chairperson

Transportation and Telecommunications

## LEGISLATIVE BILL 816. Placed on General File.

**LEGISLATIVE BILL 983.** Placed on General File with amendment. AM1820 is available in the Bill Room.

(Signed) Annette Dubas, Chairperson

General Affairs

**LEGISLATIVE BILL 1104.** Indefinitely postponed.

#### LEGISLATIVE JOURNAL

The General Affairs Committee desires to report favorably upon the appointment(s) listed below. The Committee suggests the appointments(s) be confirmed by the Legislature and suggests a record vote.

Stanley Elsasser - State Electrical Board George Morrissey - State Electrical Board

Aye: 8 Bloomfield, Coash, Crawford, Johnson, Karpisek, Krist, Lautenbaugh, Schilz. Nay: 0. Absent: 0. Present and not voting: 0.

The General Affairs Committee desires to report favorably upon the appointment(s) listed below. The Committee suggests the appointments(s) be confirmed by the Legislature and suggests a record vote.

Candy Henning - Nebraska Arts Council Mark Laughlin - Nebraska Arts Council Melissa Marvin - Nebraska Arts Council

Aye: 8 Bloomfield, Coash, Crawford, Johnson, Karpisek, Krist, Lautenbaugh, Schilz. Nay: 0. Absent: 0. Present and not voting: 0.

The General Affairs Committee desires to report favorably upon the appointment(s) listed below. The Committee suggests the appointments(s) be confirmed by the Legislature and suggests a record vote.

Edward F. Hoffman - Nebraska Commission on Problem Gambling

Aye: 8 Bloomfield, Coash, Crawford, Johnson, Karpisek, Krist, Lautenbaugh, Schilz. Nay: 0. Absent: 0. Present and not voting: 0.

(Signed) Russ Karpisek, Chairperson

# NOTICE OF COMMITTEE HEARINGS

Judiciary

Room 1113

Wednesday, February 19, 2014 11:00 a.m.

Esther Casmer - Board of Parole

Wednesday, February 19, 2014 1:30 p.m.

LB1089 LB988 LB1044 LB839 LB962

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## (Signed) Brad Ashford, Chairperson

Revenue

### Room 1524

Wednesday, February 19, 2014 1:30 p.m.

LB723 LB922 LB938 LB956

Thursday, February 20, 2014 1:30 p.m.

LB812 LB960 LB1053

(Signed) Galen Hadley, Chairperson

# **REFERENCE COMMITTEE REPORT**

The Legislative Council Executive Board submits the following report:

## LB/LR Committee

LR440 Banking, Commerce and Insurance

(Signed) John Wightman, Chairperson Executive Board

## **BILL ON FIRST READING**

The following bill was read for the first time by title:

LEGISLATIVE BILL 872A. Introduced by Kolowski, 31.

A BILL FOR AN ACT relating to appropriations; to appropriate funds to aid in carrying out the provisions of Legislative Bill 872, One Hundred Third Legislature, Second Session, 2014.

# ANNOUNCEMENTS

The Transportation and Telecommunications Committee designates LB983 as its priority bill.

Senator B. Harr designates LB752 as his priority bill.

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### **AMENDMENTS - Print in Journal**

Senator Lautenbaugh filed the following amendment to LB438: FA199

Amend AM1580

On page 1 line 7 strike "Accountability" and insert "Postponement"

Senator Nordquist filed the following amendment to LB191: AM1918

(Amendments to Standing Committee amendments, AM707) 1. On page 1, line 20, strike "2020" and insert "2017".

1

# **UNANIMOUS CONSENT - Add Cointroducer**

Senator Gloor asked unanimous consent to add his name as cointroducer to LB748. No objections. So ordered.

# VISITORS

Visitors to the Chamber were members from Leadership Hastings.

The Doctor of the Day was Dr. Roger Meyer from Utica.

## **ADJOURNMENT**

At 11:58 a.m., on a motion by Senator Krist, the Legislature adjourned until 9:00 a.m., Thursday, February 13, 2014.

> Patrick J. O'Donnell Clerk of the Legislature

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