#### TWENTY-NINTH DAY - FEBRUARY 20, 2014

## LEGISLATIVE JOURNAL

# ONE HUNDRED THIRD LEGISLATURE SECOND SESSION

#### TWENTY-NINTH DAY

Legislative Chamber, Lincoln, Nebraska Thursday, February 20, 2014

#### **PRAYER**

The prayer was offered by Chaplain Jim Haack, Beautiful Savior Lutheran Church, La Vista.

#### ROLL CALL

Pursuant to adjournment, the Legislature met at 9:00 a.m., Senator Coash presiding.

The roll was called and all members were present except Senator Kolowski who was excused; and Senators Ashford, Conrad, Davis, Karpisek, and Lautenbaugh who were excused until they arrive.

#### CORRECTIONS FOR THE JOURNAL

Page 547, line 17, strike "Maria" and insert "Marla". The Journal for the twenty-seventh day was approved as corrected.

The Journal for the twenty-eighth day was approved.

#### COMMITTEE REPORTS

**Executive Board** 

# **LEGISLATIVE BILL 720.** Placed on General File with amendment. AM1874

- 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. Section 84-907.10, Reissue Revised Statutes of
- 4 Nebraska, is amended to read:
- 5 84-907.10 (1) After an agency submits a copy of each
- 6 amendment or rule or regulation pursuant to section 84 907.06, or
- 7 any time thereafter, (1) If any member of the Legislature who feels
- 8 aggrieved by a rule or regulation or by the proposed adoption,
- 9 amendment, or repeal of a rule, or regulation pursuant to section
- 10 <u>84-907.06</u> or believes that the (a) a rule or regulation or the
- 11 <u>adoption</u>, amendment, <del>rule</del>, or regulation or repeal of a rule or

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regulation is in excess of the statutory authority or jurisdiction

of the agency, is unconstitutional, or is inconsistent with the

legislative intent of the authorizing statute, or creates an undue

burden in a manner that significantly outweighs its benefit to

the public, (b) circumstances have changed since the passage of 16

17 the statute which a rule or regulation implements, or (c) a rule

18 or regulation or an amendment or repeal overlaps, duplicates, or 19

conflicts with federal, state, or local laws, rules, regulations,

20 or ordinances, the member may file a complaint with the Chairperson

21 of the Executive Board of the Legislative Council. The complaint

22 shall explain in detail the member's contentions.

- (2) The chairperson of the executive board or a committee staff member of the executive board shall refer the complaint to the chairperson of the standing committee of the Legislature which has subject matter jurisdiction over the issue involved in the rule or regulation or which has traditionally handled the issue and, if practicable, to the member of the Legislature who was the primary sponsor of the legislative bill that granted the agency the rulemaking authority if the member is still serving or, if the legislative bill was amended to include the rulemaking authority, to the primary sponsor of the amendment granting rulemaking authority if the member is still serving.
- (3) The standing committee and primary sponsor of the 12 legislative bill or amendment granting rulemaking authority may 13 consider the complaint and, if such committee or primary sponsor 14 concludes that the complaint has merit, then such committee or 15 primary sponsor may request a written response from the agency 16 which shall include, but not be limited to (a) a description of the amendment or rule or regulation, (b) when applicable, a description 18 of the legislative intent of the statute granting the agency
- 19 rulemaking authority and a statement explaining how the rule or regulation or the adoption, amendment, or repeal of the or-rule or
- regulation is within the authority or jurisdiction of the agency, 22 is constitutional, is consistent with legislative intent, or is not
- an undue burden, (c) if the description required in subdivision (b)
- 24 of this subsection is inapplicable, an explanation as to why the
- 25 <u>rule or regulation or the adoption, amendment, or repeal or rule or</u>
- 26 regulation is necessary, and (d) an explanation of the extent to
  - which and how any public comment was taken into consideration by
  - the agency with respect to the rule or regulation or the adoption,
  - amendment, or repeal. or rule or regulation. The agency shall
- respond within sixty days of a request, and such response shall be 4 a public record.
- (4) Nothing in this section shall be construed to
- prohibit the adoption or promulgation of the rule or regulation
- in accordance with other sections provisions of the Administrative
- Procedure Act.
- Sec. 2. Original section 84-907.10, Reissue Revised
- 10 Statutes of Nebraska, is repealed.

# **LEGISLATIVE BILL 996.** Placed on General File with amendment. AM1881

- 1. On page 2, line 24, after the period insert "A state
- 2 agency may respond pursuant to subdivision (b) of this subsection
- 3 that access to the information requested under this section is
- 4 being denied because it is information which may be withheld from
- 5 the public under section 84-712.05 or otherwise specify the legal
- 6 basis, including the appropriate state or federal law, rule, or
- 7 regulation.".

(Signed) John Wightman, Chairperson

Banking, Commerce and Insurance

**LEGISLATIVE BILL 883.** Placed on General File. **LEGISLATIVE BILL 926.** Placed on General File.

(Signed) Mike Gloor, Chairperson

#### Natural Resources

# **LEGISLATIVE BILL 1115.** Placed on General File with amendment. AM1999

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. It is the intent of the Legislature to
- 4 appropriate an additional \$200,000 for FY2014-15 to the Nebraska
- 5 Power Review Board from the General Fund to provide funds to
- 6 conduct or cause to be conducted a study of state, regional,
- 7 and national transmission infrastructure and policy and future
- 8 needs for transmission infrastructure and policy to serve Nebraska
- 9 electric consumers and utilities and generation facilities in
- 10 Nebraska seeking to export electricity outside of the state.
- 11 Sec. 2. <u>It is the policy of the state to encourage</u>
- 12 and allow opportunities for development and operation of renewable
- 13 energy facilities intended primarily for export from the state in
- 14 a manner that protects the ratepayers of consumer-owned utility
- 15 systems operating in the state from subsidizing the costs of
- 16 such export facilities through their rates and that results in
- 17 economic development and employment opportunities for residents and
- 18 communities of the state.
- 19 Sec. 3. The purposes of the study provided for under
- 20 sections 1 to 5 of this act shall include, but not be limited
- 21 to, identification of electric transmission and generation
- 22 constraints and opportunities, federal and state legal and
- 23 regulatory requirements and practices, national and regional
- 1 transmission operation, national and regional transmission plans
- 2 and policies, national and regional markets for electricity export

- 3 and opportunities for and barriers to exporting electricity to such markets, and economic development benefits of expanded state, 5 regional, and national transmission connections. Sec. 4. The scope of the study provided for under sections 1 to 5 of this act shall receive input from a working 7 group that may include, but not be limited to, members of 8 the Legislature, the State Energy Office, the Department of 10 Economic Development, public power districts and other Nebraska 11 electric providers, renewable energy development companies, municipalities, the Southwest Power Pool, the Western Area Power 13 Administration, other transmission system owners, transmission 14 operators, transmission developers, environmental interests, and 15 other interested parties. Sec. 5. (1) The Nebraska Power Review Board shall issue 16 17 a request for proposals to conduct the study provided for under 18 sections 1 to 5 of this act after consultation with the working group as provided for in section 4 of this act. 19 20 (2) Any contracts or agreements entered into under this subsection shall not be subject to the Nebraska Consultants' 21 Competitive Negotiation Act or sections 73-301 to 73-306 or 73-501 23 to 73-510.20. (3) The Nebraska Power Review Board shall present the
- 24 25 results of the study to the Executive Board of the Legislative
- 26 Council with a copy to the Clerk of the Legislature and the
- 27 Governor on or before December 15, 2014. The report shall be

submitted electronically.

- Sec. 6. Since an emergency exists, this act takes effect
- 3 when passed and approved according to law.

(Signed) Tom Carlson, Chairperson

#### NOTICE OF COMMITTEE HEARINGS

**Judiciary** 

Room 1113

Friday, February 28, 2014 1:30 p.m.

LB963

LB724

LB694

LB879

LB1030

(Signed) Brad Ashford, Chairperson

#### Health and Human Services

#### Room 1510

Thursday, February 27, 2014 1:30 p.m.

Jessye Goertz - Nebraska Rural Health Advisory Commission Martin Fattig - Nebraska Rural Health Advisory Commission Robert L. Newman - Commission for the Blind and Visually Impaired Carol Lomicky - Commission for the Deaf and Hard of Hearing Regina "Gina" Frerichs - Commission for the Deaf and Hard of Hearing John Hogue - Commission for the Deaf and Hard of Hearing Paul L. Salansky Jr. - State Board of Health Shane M. Fleming - State Board of Health

(Signed) Kathy Campbell, Chairperson

## **COMMITTEE REPORT**

Banking, Commerce and Insurance

The Banking, Commerce and Insurance 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.

Patrick Booth - Nebraska Exchange Stakeholder Commission Craig D. Buescher - Nebraska Exchange Stakeholder Commission Shari Flowers - Nebraska Exchange Stakeholder Commission James "JJ" Green - Nebraska Exchange Stakeholder Commission Michael Groene - Nebraska Exchange Stakeholder Commission Laura S. Gyhra - Nebraska Exchange Stakeholder Commission Kyle Kollmorgen - Nebraska Exchange Stakeholder Commission Britt A. Thedinger - Nebraska Exchange Stakeholder Commission Sherry Wupper - Nebraska Exchange Stakeholder Commission

Aye: 8 Campbell, Carlson, Christensen, Garrett, Gloor, Howard, Pirsch, Schumacher. Nay: 0. Absent: 0. Present and not voting: 0.

(Signed) Mike Gloor, Chairperson

#### MESSAGE FROM THE GOVERNOR

February 18, 2014

Patrick J. O'Donnell Clerk of the Legislature State Capitol, Room 2018 Lincoln, NE 68509

Dear Mr. O'Donnell:

Engrossed Legislative Bills 56e and 588 were received in my office on February 13, 2014.

These bills were signed and delivered to the Secretary of State on February 18, 2014.

Sincerely,
(Signed) Dave Heineman
Governor

## **ANNOUNCEMENTS**

Senator Kintner designates LB1032 as his priority bill.

Senator Krist designates LB474 as his priority bill.

The Agriculture Committee designates LB768 and LB941 as its priority bills.

The Health and Human Services Committee designates LB853 and LB854 as its priority bills.

Senator Bolz designates LB690 as her priority bill.

## **MOTIONS - Approve Appointments**

Senator Carlson moved the adoption of the Natural Resources Committee report for the confirmation of the following appointment(s) found on page 538:

Game and Parks Commission Richard R. Bell

Voting in the affirmative, 32:

Adams Coash Harms McCoy Sullivan Wallman Cook Howard McGill Avery Crawford Bloomfield Janssen Mello Watermeier Bolz Garrett Johnson Wightman Nelson Brasch Gloor Kintner Nordquist Haar, K. Campbell Krist Pirsch Carlson Hadley Larson Smith

Voting in the negative, 0.

Present and not voting, 11:

Chambers Hansen Murante Schumacher Christensen Harr, B. Scheer Seiler Dubas Lathrop Schilz

Excused and not voting, 6:

Ashford Davis Kolowski Conrad Karpisek Lautenbaugh

The appointment was confirmed with 32 ayes, 0 nays, 11 present and not voting, and 6 excused and not voting.

Senator Campbell moved the adoption of the Health and Human Services Committee report for the confirmation of the following appointment(s) found on page 557:

Board of Emergency Medical Services Donald L. Harmon

Voting in the affirmative, 32:

Adams Coash Harms McCoy Sullivan Avery Cook Howard Mello Wallman Bloomfield Crawford Janssen Nelson Watermeier Bolz Garrett Johnson Nordquist Wightman Brasch Haar, K. Kintner Pirsch Schumacher Campbell Hadley Krist Christensen Hansen Lathrop Seiler

Voting in the negative, 0.

Present and not voting, 11:

Carlson Gloor McGill Schilz Chambers Harr, B. Murante Smith Dubas Larson Scheer

Excused and not voting, 6:

Ashford Davis Kolowski Conrad Karpisek Lautenbaugh

The appointment was confirmed with 32 ayes, 0 nays, 11 present and not voting, and 6 excused and not voting.

Senator Campbell moved the adoption of the Health and Human Services Committee report for the confirmation of the following appointment(s) found on page 557:

Commission for the Blind and Visually Impaired Becky Rieken

Voting in the affirmative, 29:

Adams Chambers McCoy Schumacher Hadley Coash Hansen Nelson Sullivan Avery Bloomfield Cook Harms Nordquist Wallman Bolz Garrett Johnson Pirsch Watermeier Brasch Gloor Kintner Scheer Wightman Campbell Haar, K. Krist Schilz

Voting in the negative, 0.

Present and not voting, 14:

CarlsonDubasJanssenMcGillSeilerChristensenHarr, B.LarsonMelloSmithCrawfordHowardLathropMurante

Excused and not voting, 6:

Ashford Davis Kolowski Conrad Karpisek Lautenbaugh

The appointment was confirmed with 29 ayes, 0 nays, 14 present and not voting, and 6 excused and not voting.

Senator Campbell moved the adoption of the Health and Human Services Committee report for the confirmation of the following appointment(s) found on page 557:

Nebraska Child Abuse Prevention Fund Board

Trisha Crandall Lisa L. Knoche Brandon Verzal

Voting in the affirmative, 31:

Adams	Christensen	Hadley	McGill	Sullivan
Bloomfield	Coash	Hansen	Mello	Wallman
Bolz	Cook	Harms	Nelson	Watermeier
Brasch	Crawford	Howard	Nordquist	
Campbell	Garrett	Johnson	Pirsch	
Carlson	Gloor	Krist	Scheer	
Chambers	Haar, K.	McCoy	Schumacher	

Voting in the negative, 0.

Present and not voting, 13:

Ashford Harr, B. Larson Schilz Wightman Avery Janssen Lathrop Seiler Dubas Kintner Murante Smith

Excused and not voting, 5:

Conrad Davis Karpisek Kolowski Lautenbaugh

The appointments were confirmed with 31 ayes, 0 nays, 13 present and not voting, and 5 excused and not voting.

Senator Campbell moved the adoption of the Health and Human Services Committee report for the confirmation of the following appointment(s) found on page 557:

State Board of Health Jeromy Warner

Voting in the affirmative, 31:

Adams	Christensen	Hadley	McCoy	Seiler
Bloomfield	Coash	Harms	Mello	Wallman
Bolz	Cook	Howard	Nelson	Watermeier
Brasch	Crawford	Janssen	Nordquist	
Campbell	Garrett	Johnson	Pirsch	
Carlson	Gloor	Krist	Scheer	
Chambers	Haar, K.	Lathrop	Schumacher	

Voting in the negative, 0.

Present and not voting, 13:

Ashford Hansen Larson Schilz Wightman Avery Harr, B. McGill Smith Dubas Kintner Murante Sullivan

Excused and not voting, 5:

Conrad Davis Karpisek Kolowski Lautenbaugh

The appointment was confirmed with 31 ayes, 0 nays, 13 present and not voting, and 5 excused and not voting.

## **ANNOUNCEMENTS**

The Business and Labor Committee designates LB961 and LB560 as its priority bills.

Senator Lathrop designates LB1074 as his priority bill.

Senator Wallman designates LB1001 as his priority bill.

Senator Nordquist designates LB943 as his priority bill.

The Urban Affairs Committee designates LB1012 and LB1014 as its priority bills.

The Appropriations Committee designates LB1114 as its priority bill.

#### RESOLUTIONS

## **LEGISLATIVE RESOLUTION 446.** Introduced by Wallman, 30.

WHEREAS, the Lincoln Southwest High School girls' cross country team won the 2013 Class A Girls' State Cross Country Championship; and

WHEREAS, the Lincoln Southwest Silver Hawks defeated defending state champion Lincoln East High School to win the school's first ever girls' cross country state championship; and

WHEREAS, the Legislature recognizes the academic, athletic, and artistic achievements of the youth of our state.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE ONE HUNDRED THIRD LEGISLATURE OF NEBRASKA, SECOND SESSION:

- 1. That the Legislature congratulates the Lincoln Southwest High School Silver Hawks on winning the 2013 Class A Girls' State Cross Country Championship.
- 2. That a copy of this resolution be sent to the Lincoln Southwest High School girls' cross country team.

Laid over.

## **LEGISLATIVE RESOLUTION 447.** Introduced by Wallman, 30.

WHEREAS, the Lincoln Southwest High School boys' tennis team won the 2013 Class A Boys' State Tennis Championship; and

WHEREAS, the Lincoln Southwest Silver Hawks defeated defending state champion Creighton Preparatory School to win the school's first ever boys' tennis state championship; and

WHEREAS, the Legislature recognizes the academic, athletic, and artistic achievements of the youth of our state.

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF THE ONE HUNDRED THIRD LEGISLATURE OF NEBRASKA, SECOND SESSION:

- 1. That the Legislature congratulates the Lincoln Southwest High School Silver Hawks on winning the 2013 Class A Boys' State Tennis Championship.
- 2. That a copy of this resolution be sent to the Lincoln Southwest High School boys' tennis team.

Laid over.

## REFERENCE COMMITTEE REPORTS

The Legislative Council Executive Board submits the following report:

**LB/LR** Committee
LR444 Executive Board

Hoffman, Edward F. - Nebraska Commission on Problem Gambling - General Affairs

(Signed) John Wightman, Chairperson Executive Board

## **GENERAL FILE**

**LEGISLATIVE BILL 191.** Senator Nordquist renewed his amendment, AM1935, found on page 541 and considered on page 558.

Senator Schumacher renewed his amendment, AM1971, found on page 558, to the Nordquist amendment.

Senator Schumacher withdrew his amendment, AM1971.

Senator Nordquist withdrew his amendment, AM1935.

Senator Schumacher withdrew his amendment, FA200, found on page 560.

Advanced to Enrollment and Review Initial with 32 ayes, 0 nays, 12 present and not voting, and 5 excused and not voting.

#### **LEGISLATIVE BILL 755.** Title read. Considered.

Advanced to Enrollment and Review Initial with 29 ayes, 0 nays, 15 present and not voting, and 5 excused and not voting.

## **LEGISLATIVE BILL 749.** Title read. Considered.

Advanced to Enrollment and Review Initial with 30 ayes, 0 nays, 15 present and not voting, and 4 excused and not voting.

## **LEGISLATIVE BILL 983.** Title read. Considered.

Committee AM1820, found on page 527, was adopted with 25 ayes, 0 nays, 19 present and not voting, and 5 excused and not voting.

Advanced to Enrollment and Review Initial with 26 ayes, 0 nays, 18 present and not voting, and 5 excused and not voting.

## **BILL ON FIRST READING**

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

## **LEGISLATIVE BILL 983A.** Introduced by Dubas, 34.

A BILL FOR AN ACT relating to appropriations; to appropriate funds to aid in carrying out the provisions of Legislative Bill 983, One Hundred Third Legislature, Second Session, 2014; and to declare an emergency.

#### **ANNOUNCEMENTS**

The Natural Resources Committee designates LB699 as its priority bill.

Senator McGill designates LB901 as her priority bill.

Senator Hadley designates LB867 as his priority bill.

Senator Watermeier designates LB916 as his priority bill.

Senator Schumacher designates LR423CA as his priority resolution.

Senator Coash designates LB920 as his priority bill.

## **GENERAL FILE**

LEGISLATIVE BILL 661. Title read. Considered.

## SENATOR GLOOR PRESIDING

Committee AM1778, found on page 517, was adopted with 30 ayes, 0 nays,

16 present and not voting, and 3 excused and not voting.

Senator Murante offered his motion, MO137, found on page 486, to indefinitely postpone.

## SENATOR COASH PRESIDING

Senator Murante withdrew his motion to indefinitely postpone.

Advanced to Enrollment and Review Initial with 35 ayes, 0 nays, 10 present and not voting, and 4 excused and not voting.

## LEGISLATIVE BILL 661A. Title read. Considered.

Advanced to Enrollment and Review Initial with 30 ayes, 0 nays, 14 present and not voting, and 5 excused and not voting.

## **COMMITTEE REPORTS**

Agriculture

**LEGISLATIVE BILL 768.** Placed on General File with amendment. AM1945 is available in the Bill Room.

**LEGISLATIVE BILL 60.** Indefinitely postponed. **LEGISLATIVE BILL 654.** Indefinitely postponed.

(Signed) Ken Schilz, Chairperson

## **ANNOUNCEMENTS**

Senator Seiler designates LB999 as his priority bill.

Senator K. Haar designates LB965 as his priority bill.

Senator Howard designates LB526 as her priority bill.

Senator Dubas designates LB1092 as her priority bill.

The Transportation and Telecommunications Committee designates LB776 as its priority bill.

Senator Nelson designates LB565 as his priority bill.

Senator Mello designates LB559 as his priority bill.

The General Affairs Committee designates LB863 as its priority bill.

The Revenue Committee designates LB986 and LB987 as its priority bills.

Senator Janssen designates LB383 as his priority bill.

Senator Karpisek designates LB998 as his priority bill.

The Judiciary Committee designates LB1028 as its priority bill.

Senator Murante designates LB946 as his priority bill.

## **COMMITTEE REPORTS**

Education

LEGISLATIVE BILL 143. Indefinitely postponed. LEGISLATIVE BILL 1059. Indefinitely postponed. LEGISLATIVE BILL 1061. Indefinitely postponed.

# LEGISLATIVE RESOLUTION 421CA. Indefinitely postponed.

(Signed) Kate Sullivan, Chairperson

#### **EASE**

The Legislature was at ease from 10:50 a.m. until 11:17 a.m.

#### COMMITTEE REPORTS

General Affairs

## LEGISLATIVE BILL 1052. Placed on General File.

# **LEGISLATIVE BILL 444.** Placed on General File with amendment. AM1864

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. Section 53-101, Revised Statutes Cumulative
- 4 Supplement, 2012, is amended to read:
- 5 53-101 Sections 53-101 to 53-1,122 <u>and section 4 of this</u>
- 6 <u>act</u> shall be known and may be cited as the Nebraska Liquor Control 7 Act.
- 8 Sec. 2. Section 53-117.03, Revised Statutes Supplement,
- 9 2013, is amended to read:
- 10 53-117.03 (1) On or before January 1, 2007, the The
- 11 commission shall adopt and promulgate rules and regulations
- 12 governing programs which provide training for persons employed in
- 13 the sale and service of alcoholic liquor and management of licensed
- 14 premises. Such rules and regulations may include, but need not be
- 15 limited to:
- 16 (a) Minimum standards governing training of beverage
- 17 servers, including standards and requirements governing curriculum,
- 18 program trainers, and certification requirements;
- 19 (b) Minimum standards governing training in management of

- 20 licensed premises, including standards and requirements governing curriculum, program trainers, and certification requirements;
- (c) Minimum standards governing the methods allowed for 23 training programs which may include the Internet, interactive video, live training in various locations across the state, and other means deemed appropriate by the commission;

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- (d) Methods for approving beverage-server training organizations and programs. All beverage-server training programs approved by the commission shall issue a certificate of completion to all persons who successfully complete the program and shall provide the names of all persons completing the program to the commission;
- (e) Enrollment fees in an amount determined by the 10 commission to be necessary to cover the administrative costs, including salary and benefits, of enrolling in a training program offered by the commission pursuant to subsection (2) of this section, but not to exceed thirty dollars; and 13
- (f) Procedures and fees for certification, which fees 15 shall be in an amount determined by the commission to be sufficient to defray the administrative costs, including salary and benefits, associated with maintaining a list of persons certified under this 18 section and issuing proof of certification to eligible individuals but shall not exceed twenty dollars.
- (2) The commission may create a program to provide training for persons employed in the sale and service of alcoholic 22 liquor and management of licensed premises. The program shall 23 include training on the issues of sales and service of alcoholic 24 liquor to minors and to visibly inebriated purchasers. The commission may charge each person enrolling in the program an 26 enrollment fee as provided in the rules and regulations, but such fee shall not exceed thirty dollars. All such fees shall be collected by the commission and remitted to the State Treasurer for credit to the Nebraska Liquor Control Commission Rule and Regulation Cash Fund.
  - (3) A person who has completed a training program which complies with the rules and regulations, whether such program is offered by the commission or by another organization, may become certified by the commission upon the commission receiving evidence that he or she has completed such program and the person seeking certification paying the certification fee established under this section.
- 11 (4) In order to receive certification from the 12 commission, a person shall file an application on a form 13 prescribed by the commission and pay a certification application 14 fee of fifteen dollars. The applicant shall include evidence of 15 successful completion of a course as provided for in this section 16 and successful completion of the examination prescribed by the
- commission. Upon successful completion of the application process,
- 18 the commission shall provide the applicant with a certified seller

- 19 document which shall be valid for three years.
- 20 Sec. 3. Section 53-117.06, Revised Statutes Supplement,
- 21 2013, is amended to read:
- 22 53-117.06 Any money collected by the commission pursuant
- 23 to section <u>53-117.03</u>, 53-117.05, or 53-167.02 shall be credited
- 24 to the Nebraska Liquor Control Commission Rule and Regulation
- 25 Cash Fund, which fund is hereby created. The purpose of the fund
- 26 shall be to cover any administrative costs, including salary and
- 27 benefits, incurred by the commission in producing or distributing
- 1 the material referred to in such-sections 53-117.05 and 53-167.02
- 2 and to defray the costs associated with electronic regulatory
- 3 transactions, industry education events, enforcement training, and
- 4 equipment for regulatory work, and administering section 53-117.03
- 5 and section 4 of this act. Transfers may be made from the fund
- 6 to the General Fund at the direction of the Legislature. Any
- 7 money in the Nebraska Liquor Control Commission Rule and Regulation
- 8 Cash Fund available for investment shall be invested by the state
- 9 investment officer pursuant to the Nebraska Capital Expansion Act
- 10 and the Nebraska State Funds Investment Act.
- Sec. 4. (1) Beginning November 1, 2015, a retail licensee
- 12 shall only employ a person to be a manager as defined in section
- 13 53-103.18 if such person has successfully completed a course and
- 14 received a certification as provided for in section 53-117.03. The
- 15 person shall show proof of certification to the retail licensee by
- presenting the certification issued by the commission. The retail
- 17 linear and all maintain and its linear and mannions a constant
- 17 <u>licensee shall maintain on its licensed premises a copy of each</u>
- 18 such manager's required certificate.
- 19 (2) Any retail licensee who employs a person in violation
- 20 of this section may have its license suspended, canceled, or
  - 1 revoked by the commission.
- Sec. 5. Original section 53-101, Revised Statutes
- 23 Cumulative Supplement, 2012, and sections 53-117.03 and 53-117.06,
- 24 Revised Statutes Supplement, 2013, are repealed.

# **LEGISLATIVE BILL 855.** Placed on General File with amendment. AM1909

- 1 1. Strike original sections 1, 6, and 7 and insert the
- 2 following new sections:
- 3 Section 1. (1) A cemetery association which takes over
- 4 the management and operation of a cemetery pursuant to section 12
- 5 of this act shall, within one year after taking over, prepare a
- 6 map of the cemetery and make a good faith effort to identify the
- 7 remains buried in the cemetery according to the headstones and the
- 8 owner of all lots. The cemetery association shall file the map and
- 9 identifying information and a record of all business conducted by
- 10 the cemetery association in the prior calendar year with the county
- clerk at the time it files the audit, compilation, or statement of
- 12 accounts under subsection (2) of this section.
- 13 (2)(a) On June 30 of each year, the individual trustees

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14 or corporate trustee, as the case may be, of a perpetual care trust
15 fund for a cemetery association described in subsection (1) of this
   section which has a balance of one hundred thousand dollars or more
    on such date shall have an audit of the perpetual care trust fund
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   made by a certified public accountant. The report of such audit by
    the auditor shall be filed within thirty days after June 30 of such
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    year with the county clerk of the county in which the cemetery is
    located. The expense of the audit and the filing fee of the report
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    shall be paid by the cemetery association.
      (b) On June 30 of each year, the individual trustees or
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    corporate trustee, as the case may be, of a perpetual care trust
    fund for a cemetery association described in subsection (1) of this
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    section which has a balance of more than ten thousand dollars and
    less than one hundred thousand dollars on such date shall have a
    compilation of the perpetual care trust fund made by a certified
    public accountant. The report of such compilation by the certified
    public accountant shall be filed within thirty days after June 30
    of such year with the county clerk of the county in which the
    cemetery is located. The expense of the compilation and the filing
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    fee of the report shall be paid by the cemetery association.
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      (c) On June 30 of each year, the individual trustees or
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    corporate trustee, as the case may be, of a perpetual care trust
13
    fund for a cemetery association described in subsection (1) of this
    section which has a balance of ten thousand dollars or less on such
    date shall file a statement of accounts of the perpetual care trust
16 <u>fund within thirty days after June 30 of such year with the county</u>
17
    clerk of the county in which the cemetery is located. There shall
18
    be no filing fee for filing the statement of accounts.
       Sec. 6. Section 12-512.02, Reissue Revised Statutes of
19
20 Nebraska, is amended to read:
21
       12-512.02 The cemetery association shall place at least
    the following sums one hundred dollars for each cemetery lot sold
    into the perpetual care trust fund.: (1) Monument plan cemeteries,
24 fifty cents per square foot of each cemetery lot sold; (2) park
25 plan or memorial plan cemeteries, twenty five cents per square foot
26 of each cemetery lot sold; and (3) combined monument and park
   plan cemeteries, fifty cents per square foot of each cemetery lot
    sold. Such funds shall be paid by the cemetery association to the
    trustees of the perpetual care trust fund, who shall invest the
    funds under the same conditions and restrictions as trust funds are
 4 invested under the provisions of section 30-3201. If ; Provided,
   that when any lots are sold on contract, thirty percent of all
    payments received on the contract shall be paid to the trustee or
 7
    trustees of the perpetual care trust fund until the entire payments
    required by this section are made.
 8
       Sec. 7. Section 12-512.04, Reissue Revised Statutes of
```

10

11

Nebraska, is amended to read:

12-512.04 On June 30 of each year, the individual 12 trustees or corporate trustee, as the case may be, of such a

- 13 perpetual care trust fund shall have an audit of the perpetual
- 14 care trust fund made by a certified public accountant except as
- 15 otherwise provided in section 1 of this act. The and the report of
- 16 such audit by the auditor shall be filed within thirty days after
- 17 June 30 of such year with the county clerk of the county in which
- 18 the cemetery is located. The expense of the audit and the filing
- 19 fee of the report shall be paid by the cemetery association.

# **LEGISLATIVE BILL 861.** Placed on General File with amendment. AM1697

- 1 1. Strike the original sections and insert the following
- 2 new sections:
- 3 Section 1. Section 28-101, Revised Statutes Supplement,
- 4 2013, is amended to read:
- 5 28-101 Sections 28-101 to 28-1356 <u>and sections 3 and 8 of</u>
- 6 <u>this act</u> shall be known and may be cited as the Nebraska Criminal Code.
- 8 Sec. 2. Section 28-1418, Reissue Revised Statutes of
- 9 Nebraska, is amended to read:
- 10 28-1418 Whoever, being a minor under the age of eighteen
- 11 years, shall smoke cigarettes or cigars, use vapor products or
- 12 alternative nicotine products, or use tobacco in any form whatever,
- 13 in this state, shall be guilty of a Class V misdemeanor. Any
- 14 minor so-charged with the a violation of this section may be free
- 15 from prosecution when if he shall have furnished or she furnishes
- 16 evidence for the conviction of the person or persons selling
- 17 or giving him or her the cigarettes, cigars, vapor products,
- 18 alternative nicotine products, or tobacco.
- 19 Sec. 3. <u>For purposes of sections 28-1418 to 28-1429.02</u>
- 20 and sections 3 and 8 of this act:
- 21 (1) Alternative nicotine product means any noncombustable
- 22 product containing nicotine that is intended for human consumption,
- 23 whether chewed, absorbed, dissolved, or ingested by any other
- 1 means. Alternative nicotine product does not include any vapor
- 2 product, cigarette, cigar, or other tobacco product, or any product
- 3 regulated as a drug or device by the United States Food and Drug
- 4 Administration under Chapter V of the federal Food, Drug, and
- 5 Cosmetic Act;
- (2) Self-service display means a retail display that
- 7 contains a tobacco product, a tobacco derived product, a vapor
- 3 product, or an alternative nicotine product and is located in
- 9 an area openly accessible to a retailer's customers and from
- 10 which such customers can readily access the product without the
- 11 <u>assistance of a salesperson. Self-service display does not include</u>
- 12 <u>a display case that holds tobacco products, vapor products, or</u>
- 13 alternative nicotine products behind locked doors;
- 14 (3) Tobacco specialty store means a retail store that (a)
- 15 derives at least seventy-five percent of its revenue from tobacco
- 16 products, tobacco derived products, vapor products, or alternative

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nicotine products and (b) does not permit minors under the age of
    eighteen years to enter the premises unless accompanied by a parent
19
    or legal guardian; and
20
      (4) Vapor product means any noncombustible product
21
    containing nicotine that employs a heating element, power source,
22
    electronic circuit, or other electronic, chemical, or mechanical
    means, regardless of shape or size, that can be used to produce
23
    vapor from nicotine in a solution or other form. Vapor product
    includes any electronic cigarette, electronic cigar, electronic
25
26 cigarillo, electronic pipe, or similar product or device and any
27
    vapor cartridge or other container of nicotine in a solution or
    other form that is intended to be used with or in an electronic
 1
 2
    cigarette, electronic cigar, electronic cigarillo, electronic pipe,
    or similar product or device. Vapor product does not include an
    alternative nicotine product, cigarette, cigar, or other tobacco
    product, or any product regulated as a drug or device by the United
    States Food and Drug Administration under Chapter V of the federal
 6
    Food, Drug, and Cosmetic Act.
 7
 8
      Sec. 4. Section 28-1419, Reissue Revised Statutes of
 9
    Nebraska, is amended to read:
10
      28-1419 Whoever shall sell, give, or furnish, in any way,
11 any tobacco in any form whatever, or any cigarettes, or cigarette
12 paper, vapor products, or alternative nicotine products, to any
13 minor under eighteen years of age, shall be is guilty of a Class
14 III misdemeanor for each offense.
      Sec. 5. Section 28-1425, Reissue Revised Statutes of
15
16 Nebraska, is amended to read:
      28-1425 Any licensee who shall sell, give, or furnish
17
18 in any way to any person under the age of eighteen years, or
19 who shall willingly allow to be taken from his or her place
20 of business by any person under the age of eighteen years, any
    cigars, tobacco, cigarettes, or cigarette material, vapor products,
22 or alternative nicotine products shall be guilty of a Class III
23 misdemeanor. Any officer, director, or manager having charge or
24 control, either separately or jointly with others, of the business
25 of any corporation which violates the provisions of sections
26 28-1420 to 28-1429, and sections 3 and 8 of this act, if he
27 have or she has knowledge of the same, such violation, shall be
    subject to the penalties provided in this section. In addition
    to the penalties provided in this section, such licensee shall be
    subject to the additional penalty of a revocation and forfeiture
    of his, her, their, or its license, at the discretion of the court
 5 before whom the complaint for violation of said-such sections may
   be heard. If such license be is revoked and forfeited, all rights
 7
    under such license shall at once cease and terminate.
 8
      Sec. 6. Section 28-1427, Reissue Revised Statutes of
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28-1427 Any person under the age of eighteen years who 11 shall obtain cigars, tobacco, cigarettes, or cigarette material,

9

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Nebraska, is amended to read:

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vapor products, or alternative nicotine products from a licensee
    hereunder-by representing that he or she is of the age of eighteen
    years or over, shall be is guilty of a Class V misdemeanor.
15
      Sec. 7. Section 28-1429.02, Reissue Revised Statutes of
16 Nebraska, is amended to read:
17
      28-1429.02 (1) Except as provided in subsection (2) of
18 this section, it shall be unlawful to dispense cigarettes, or other
    tobacco products, vapor products, or alternative nicotine products
19
20 from a vending machine or similar device. Any person violating this
    section shall be is guilty of a Class III misdemeanor. In addition,
22 upon conviction for a second offense, the court shall order a
    six-month suspension of the offender's license to sell tobacco,
24 if any, and, upon conviction for a third or subsequent offense,
25 the court shall order the permanent revocation of the offender's
26 license to sell tobacco, if any.
      (2) Cigarettes, or other tobacco products, vapor
27
    products, or alternative nicotine products may be dispensed from
 1
    a vending machine or similar device when such machine or device
    is located in an area, office, business, plant, or factory which
    is not open to the general public or on the licensed premises of
    any establishment having a license issued under the Nebraska Liquor
    Control Act for the sale of alcoholic liquor for consumption on the
    premises when such machine or device is located in the same room in
    which the alcoholic liquor is dispensed.
      (3) Nothing in this section shall be construed to
10 restrict or prohibit a governing body of a city or village
    from establishing and enforcing ordinances at least as stringent as
    or more stringent than the provisions of this section.
13
      Sec. 8. (1) Except as provided in subsection (2) of this
14
    section and section 28-1429.02, it shall be unlawful to sell or
15 distribute cigarettes, cigars, vapor products, alternative nicotine
16 products, or tobacco in any form whatever through a self-service
    display. Any person violating this section is guilty of a Class
18 III misdemeanor. In addition, upon conviction for a second or
    subsequent offense within a twelve-month period, the court shall
    order a six-month suspension of the license issued under section
22
      (2) Cigarettes, cigars, vapor products, alternative
    nicotine products, or tobacco in any form whatever may be sold or
    distributed in a self-service display that is located in a tobacco
    specialty store or cigar bar as defined in section 53-103.08.
      Sec. 9. Section 59-1523, Revised Statutes Cumulative
    Supplement, 2012, is amended to read:
      59-1523 (1) The cigarette tax division of the Tax
 2 Commissioner may, after notice and hearing, revoke or suspend
 3 for any violation of section 59-1520 the license or licenses of any
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person licensed under sections 28-1418 to <del>28-1429-28-1429.02</del> and sections 3 and 8 of this act or sections 77-2601 to 77-2622. (2) Cigarettes that are acquired, held, owned, possessed,

- 7 transported, sold, or distributed in or imported into this state in
- 8 violation of section 59-1520 are declared to be contraband goods
- 9 and are subject to seizure and forfeiture. Any cigarettes so seized
- 10 and forfeited shall be destroyed. Such cigarettes shall be declared
- to be contraband goods whether the violation of section 59-1520 is
- 12 knowing or otherwise.
- 13 Sec. 10. Original sections 28-1418, 28-1419, 28-1425,
- 14 28-1427, and 28-1429.02, Reissue Revised Statutes of Nebraska,
- 15 section 59-1523, Revised Statutes Cumulative Supplement, 2012, and
- 16 section 28-101, Revised Statutes Supplement, 2013, are repealed.

(Signed) Russ Karpisek, Chairperson

Transportation and Telecommunications

**LEGISLATIVE BILL 1039.** Placed on General File.

# **LEGISLATIVE BILL 701.** Placed on General File with amendment. AM1905

- 1 1. On page 3, line 2, strike "<u>oral or</u>"; and in line 8
- 2 strike "an oral or" and insert "a".

(Signed) Annette Dubas, Chairperson

## **UNANIMOUS CONSENT - Add Cointroducers**

Senator Larson asked unanimous consent to add his name as cointroducer to LB1058. No objections. So ordered.

Senator Gloor asked unanimous consent to add his name as cointroducer to LB942. No objections. So ordered.

Senator Pirsch asked unanimous consent to add his name as cointroducer to LB1032. No objections. So ordered.

## WITHDRAW - Cointroducer

Senator Murante withdrew his name as cointroducer to LB1058.

## **ANNOUNCEMENTS**

Senator Pirsch designates LB1087 as his priority bill.

Senator Larson designates LB1058 as his priority bill.

Senator Lautenbaugh designates LB972 as his priority bill.

Senator Schilz designates LB942 as his priority bill.

The Natural Resources Committee designates LB844 as its priority bill.

# **VISITORS**

Visitors to the Chamber were 25 ninth-grade students and teachers from Lincoln Southwest High School.

# ADJOURNMENT

At 11:18~a.m., on a motion by Speaker Adams, the Legislature adjourned until 9:00~a.m., Friday, February  $21,\,2014.$ 

Patrick J. O'Donnell Clerk of the Legislature