LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1006

Introduced by Murman, 38; Day, 49; Flood, 19; Gragert, 40; Morfeld, 46; Pansing Brooks, 28.

Read first time January 12, 2022

Committee: Appropriations

- 1 A BILL FOR AN ACT relating to appropriations; to appropriate federal
- funds to the Department of Economic Development; and to declare an
- 3 emergency.
- 4 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. (1) The Legislature hereby finds and declares that:
- 2 <u>(a) The milk processing industry in Nebraska has been adversely</u>
- 3 impacted by the COVID-19 public health emergency;
- 4 (b) Supply chain disruptions have occurred due to logistical
- 5 problems getting milk from dairies to processing plants, which caused
- 6 lower prices in markets and increased prices for consumers;
- 7 (c) Milk production growth has been stymied due to the insufficient
- 8 capacity of dairy processing plants in Nebraska;
- 9 <u>(d) Dairy processing plants with local stakeholders are needed to</u>
- 10 increase milk production; and
- 11 (e) Recent price inflation for construction costs make it more
- 12 <u>difficult to build new dairy processing plants.</u>
- 13 (2) There is hereby appropriated \$25,000,000 from Federal Funds for
- 14 FY2022-23 to the Department of Economic Development for the purposes
- 15 described in subsection (3) of this section. The Federal Funds
- 16 appropriated in this section are from the funds allocated to the State of
- 17 Nebraska from the federal Coronavirus State Fiscal Recovery Fund pursuant
- 18 to the federal American Rescue Plan Act of 2021, Public Law 117-2,
- 19 Subtitle M, Sec. 9901.
- 20 (3)(a) The Department of Economic Development shall provide grants
- 21 <u>for construction of new dairy processing plants.</u>
- 22 (b) Any award of a grant pursuant to this section shall be
- 23 coordinated and administered by the Department of Economic Development in
- 24 compliance with the federal American Rescue Plan Act of 2021.
- 25 (c) The recipient of a grant pursuant to this section shall only
- 26 spend the grant in compliance with the federal American Rescue Plan Act
- 27 of 2021.
- 28 Sec. 2. Since an emergency exists, this act takes effect when
- 29 passed and approved according to law.