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LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 842

Introduced by Brewer, 43.

Read first time January 06, 2022

Committee: Urban Affairs

sections.

- A BILL FOR AN ACT relating to the Civic and Community Center Financing

 Act; to amend section 13-2706, Reissue Revised Statutes of Nebraska,

 and sections 13-2703, 13-2705, 13-2707, 13-2707.01, and 13-2709,

 Revised Statutes Cumulative Supplement, 2020; to define and redefine

 terms; to authorize grants of assistance to tribal governments as

 prescribed; to harmonize provisions; and to repeal the original
- 8 Be it enacted by the people of the State of Nebraska,

LB842 2022

1 Section 1. Section 13-2703, Revised Statutes Cumulative Supplement,

- 2 2020, is amended to read:
- 3 13-2703 For purposes of the Civic and Community Center Financing
- 4 Act:
- 5 (1) Applicant means and includes (a) any city or village in this
- 6 state that is eligible for a grant of assistance pursuant to section
- 7 13-2706 and (b) any tribal government;
- 8 (2) (1) Civic center means a facility that is used to host
- 9 conventions, meetings, and cultural events or a library;
- 10 (3) (2) Department means the Department of Economic Development;
- 11 (4) (3) Eligible facility means any civic center, historic building
- 12 or district, public space, or recreation center;
- 13 (5) (4) Fund means the Civic and Community Center Financing Fund;
- 14 (6) (5) Historic building or district means a building or district
- 15 eligible for listing on or currently listed on the National Register of
- 16 Historic Places or a building that is certified as contributing to the
- 17 significance of a registered state or national historic district;
- 18 (7) (6) Political subdivision means a county, school district,
- 19 community college area, or natural resources district;
- 20 (8) (7) Public space means property located within the traditional
- 21 center of a community, typically comprised of a cohesive core of
- 22 residential, civic, religious, and commercial buildings, arranged around
- 23 a main street and intersecting streets; and
- 24 (9) (8) Recreation center means a facility or park used for
- 25 athletics, fitness, sport activities, or recreation that is owned by an
- 26 <u>applicant</u> a municipality and is available for use by the general public
- 27 with or without charge. Recreation center does not include any facility
- 28 that requires a person to purchase a membership to utilize such facility;
- 29 <u>and</u> -
- 30 (10) Tribal government means the officially recognized government of
- 31 any Indian tribe, nation, or other organized group or community located

- 1 in the state exercising self-government powers and recognized as eligible
- 2 for services provided by the United States to Indians because of their
- 3 status as Indians or any Indian tribe located in the state and recognized
- 4 as an Indian tribe by the state. The term includes any economic
- 5 development corporation owned by or chartered by a tribal government.
- 6 Sec. 2. Section 13-2705, Revised Statutes Cumulative Supplement,
- 7 2020, is amended to read:
- 8 13-2705 The department may conditionally approve grants of
- 9 assistance from the fund to eligible and competitive applicants subject
- 10 to the following limits and requirements:
- 11 (1) Except as provided in subdivision (2) of this section, a grant
- 12 request shall be in an amount meeting the following requirements:
- 13 (a) For a grant of assistance under section 13-2704.01, at least
- 14 fifteen thousand dollars but no more than:
- 15 (i) For a city of the primary class or a tribal government, two
- 16 million two hundred fifty thousand dollars;
- 17 (ii) For a city with a population of at least forty thousand
- 18 inhabitants but fewer than one hundred thousand inhabitants as determined
- 19 by the most recent federal decennial census or the most recent revised
- 20 certified count by the United States Bureau of the Census, one million
- 21 one hundred twenty-five thousand dollars;
- 22 (iii) For a city with a population of at least twenty thousand
- 23 inhabitants but fewer than forty thousand inhabitants as determined by
- 24 the most recent federal decennial census or the most recent revised
- 25 certified count by the United States Bureau of the Census, seven hundred
- 26 fifty thousand dollars;
- 27 (iv) For a city with a population of at least ten thousand
- 28 inhabitants but fewer than twenty thousand inhabitants as determined by
- 29 the most recent federal decennial census or the most recent revised
- 30 certified count by the United States Bureau of the Census, six hundred
- 31 thousand dollars; and

- 1 (v) For a municipality with a population of fewer than ten thousand
- 2 inhabitants as determined by the most recent federal decennial census or
- 3 the most recent revised certified count by the United States Bureau of
- 4 the Census, three hundred seventy-five thousand dollars; and
- 5 (b) For a grant of assistance under section 13-2704.02, at least
- 6 three thousand dollars but no more than fifteen thousand dollars;
- 7 (2) Upon the balance of the fund reaching three million seven
- 8 hundred fifty thousand dollars, and until the balance of the fund falls
- 9 below one million five hundred thousand dollars, a grant request shall be
- in an amount meeting the following requirements:
- 11 (a) For a grant of assistance under section 13-2704.01, at least
- 12 fifteen thousand dollars but no more than:
- (i) For a city of the primary class or a tribal government, three
- 14 million three hundred seventy-five thousand dollars;
- 15 (ii) For a city with a population of at least forty thousand
- 16 inhabitants but fewer than one hundred thousand inhabitants as determined
- 17 by the most recent federal decennial census or the most recent revised
- 18 certified count by the United States Bureau of the Census, one million
- 19 six hundred eighty-seven thousand dollars;
- 20 (iii) For a city with a population of at least twenty thousand
- 21 inhabitants but fewer than forty thousand inhabitants as determined by
- 22 the most recent federal decennial census or the most recent revised
- 23 certified count by the United States Bureau of the Census, one million
- 24 one hundred twenty-five thousand dollars;
- 25 (iv) For a city with a population of at least ten thousand
- 26 inhabitants but fewer than twenty thousand inhabitants as determined by
- 27 the most recent federal decennial census or the most recent revised
- 28 certified count by the United States Bureau of the Census, nine hundred
- 29 thousand dollars; and
- 30 (v) For a municipality with a population of fewer than ten thousand
- 31 inhabitants as determined by the most recent federal decennial census or

- 1 the most recent revised certified count by the United States Bureau of
- 2 the Census, five hundred sixty-two thousand dollars; and
- 3 (b) For a grant of assistance under section 13-2704.02, at least
- 4 three thousand dollars but no more than fifteen thousand dollars;
- 5 (3) Assistance from the fund shall not amount to more than fifty
- 6 percent of the cost of the project for which a grant is requested;
- 7 (4) An applicant A municipality shall not be awarded more than one
- 8 grant of assistance under section 13-2704.01 and one grant of assistance
- 9 under section 13-2704.02 in any two-year period;
- 10 (5) Any eligible facility for which a grant of assistance under
- 11 section 13-2704.01 is made shall not be sold for at least five years
- 12 following the award of such grant of assistance; and
- 13 (6) An application for a grant of assistance to assist in the
- 14 preservation, restoration, conversion, rehabilitation, or reuse of a
- 15 historic building or district shall include a notification of approval
- 16 from the State Historic Preservation Officer that the work proposed in
- 17 the application conforms to the United States Secretary of the Interior's
- 18 Standards for the Treatment of Historic Properties. If the application
- 19 does not include such notification of approval from the State Historic
- 20 Preservation Officer, the department shall not award a grant of
- 21 assistance for such application.
- 22 Sec. 3. Section 13-2706, Reissue Revised Statutes of Nebraska, is
- 23 amended to read:
- 24 13-2706 (1) Except as provided in subsection (2) of this section for
- 25 a city of the primary class, any municipality that has applied for and
- 26 received a grant of assistance under the Sports Arena Facility Financing
- 27 Assistance Act shall not receive state assistance under the Civic and
- 28 Community Center Financing Act for the same project for which the grant
- 29 was awarded under the Sports Arena Facility Financing Assistance Act.
- 30 (2) A city of the primary class shall not be eligible to receive a
- 31 grant of assistance from the Civic and Community Center Financing Act if

- 1 the city has applied for and received a grant of assistance under the
- 2 Sports Arena Facility Financing Assistance Act.
- 3 (3) Any city that has received funding under the Convention Center
- 4 Facility Financing Assistance Act shall not receive state assistance
- 5 under the Civic and Community Center Financing Act.
- 6 (4) Any municipality eligible for a grant of assistance as provided
- 7 in this section may apply for a grant of assistance from the fund. Any
- 8 <u>tribal government may apply for a grant of assistance from the fund.</u>
- 9 Application shall be made on forms developed by the department.
- 10 Sec. 4. Section 13-2707, Revised Statutes Cumulative Supplement,
- 11 2020, is amended to read:
- 12 13-2707 (1) The department shall evaluate all applications for
- 13 grants of assistance under section 13-2704.01 based on the following
- 14 criteria, which are listed in no particular order of preference:
- 15 (a) Retention Impact. Funding decisions by the department shall be
- 16 based on the likelihood of the project retaining existing residents in
- 17 the community where the project is located, developing, sustaining, and
- 18 fostering community connections, and enhancing the potential for economic
- 19 growth in a manner that will sustain the quality of life and promote
- 20 long-term economic development;
- 21 (b) New Resident Impact. Funding decisions by the department shall
- 22 be based on the likelihood of the project attracting new residents to the
- 23 community where the project is located;
- (c) Visitor Impact. Funding decisions by the department shall be
- 25 based on the likelihood of the project enhancing or creating an
- 26 attraction that would increase the potential of visitors to the community
- 27 where the project is located from inside and outside the state;
- 28 (d) Readiness. The fiscal, economic, and operational capacity of the
- 29 applicant, and of any political subdivision that owns the eligible
- 30 facility jointly with the applicant, to finance and manage the project
- 31 and to operate the eligible facility; and

- 1 (e) Project Planning. Projects with completed technical assistance
- 2 and feasibility studies shall be preferred to those with no prior
- 3 planning.
- 4 (2) The department shall give priority to applications from
- 5 <u>applicants</u> municipalities which have not received a grant of assistance
- 6 under section 13-2704.01 within the last ten years.
- 7 (3) Any grant of assistance under section 13-2704.01 shall be
- 8 matched at least equally from local sources. At least fifty percent of
- 9 the local match must be in cash.
- 10 (4) To receive a grant of assistance under section 13-2704.01, the
- 11 project for which the grant is requested shall be located in the
- 12 municipality that applies for the grant or, for any city of the first
- 13 class, city of the second class, or village, within the municipality's
- 14 extraterritorial zoning jurisdiction. This subsection shall not apply to
- 15 any application submitted by a tribal government.
- 16 (5) To receive a grant of assistance under section 13-2704.01, the
- 17 project for which the grant is requested shall involve an eligible
- 18 facility that is owned by the applicant municipality applying for the
- 19 grant, except that a municipality may own an eligible facility jointly
- 20 with a political subdivision if the municipality's ownership interest in
- 21 such eligible facility is at least fifty percent. In such any case, the
- 22 municipality shall be the applicant for the grant of assistance.
- Sec. 5. Section 13-2707.01, Revised Statutes Cumulative Supplement,
- 24 2020, is amended to read:
- 25 13-2707.01 The department shall evaluate all applications for grants
- 26 of assistance under section 13-2704.02 based on the following criteria:
- 27 (1) Financial Support. Assistance from the fund shall be matched at
- 28 least equally from local sources. At least fifty percent of the local
- 29 match must be in cash. Projects with a higher level of local matching
- 30 funds shall be preferred as compared to those with a lower level of
- 31 matching funds; and

- 1 (2) Project Location. Assistance from the fund shall be for
- 2 engineering and technical studies related to projects that will be
- 3 located in the municipality that applies for the grant or, for any city
- 4 of the first class, city of the second class, or village, in the
- 5 municipality's extraterritorial zoning jurisdiction. This subdivision
- 6 shall not apply to any application submitted by a tribal government.
- 7 Sec. 6. Section 13-2709, Revised Statutes Cumulative Supplement,
- 8 2020, is amended to read:
- 9 13-2709 (1) The department shall submit, as part of the department's
- 10 annual status report under section 81-1201.11, the following information
- regarding the Civic and Community Center Financing Act:
- 12 (a) Information documenting the grants conditionally approved for
- 13 funding by the Legislature in the following fiscal year;
- 14 (b) Reasons why a full application was not sent to any <u>applicant</u>
- 15 municipality seeking assistance under the act;
- 16 (c) The amount of sales tax revenue generated for the fund pursuant
- 17 to subsection (6) of section 13-2610 and subsection (9) of section
- 18 13-3108, the total amount of grants applied for under the act, the year-
- 19 end fund balance, the amount of the year-end fund balance which has not
- 20 been committed to funding grants under the act, and, if all available
- 21 funds have not been committed to funding grants under the act, an
- 22 explanation of the reasons why all such funds have not been so committed;
- 23 (d) The amount of appropriated funds actually expended by the
- 24 department for the year;
- 25 (e) The department's current budget for administration of the act
- 26 and the department's planned use and distribution of funds, including
- 27 details on the amount of funds to be expended on grants and the amount of
- 28 funds to be expended by the department for administrative purposes; and
- 29 (f) Grant summaries, including the applicant—municipality, project
- 30 description, grant amount requested, amount and type of matching funds,
- 31 and reasons for approval or denial based on evaluation criteria from

1 section 13-2707 or 13-2707.01 for every application seeking assistance

- 2 under the act.
- (2) If the amount of the year-end fund balance which has not been committed to funding grants under the act as reported under subdivision (1)(c) of this section, excluding any amount required to be transferred under subsection (3) of section 13-2704, is more than one million dollars, the department shall notify the State Treasurer of the amount in excess of one million dollars. The State Treasurer shall transfer the
- 9 amount in excess of one million dollars from the Civic and Community
- 10 Center Financing Fund to the Political Subdivision Recapture Cash Fund.
- 11 (3) The Political Subdivision Recapture Cash Fund is created and
- 12 shall consist of money transferred under subsection (2) of this section.
- 13 Any money in the Political Subdivision Recapture Cash Fund available for
- 14 investment shall be invested by the state investment officer pursuant to
- 15 the Nebraska Capital Expansion Act and the Nebraska State Funds
- 16 Investment Act. By October 1 of each year, the State Treasurer shall
- 17 distribute the money in the Political Subdivision Recapture Cash Fund to
- 18 the political subdivisions which have an application for state assistance
- 19 for an eligible facility or an eligible sports arena facility approved
- 20 under the Convention Center Facility Financing Assistance Act or the
- 21 Sports Arena Facility Financing Assistance Act. Each political
- 22 subdivision shall receive a proportionate share of the amount to be
- 23 distributed under this subsection, and such proportionate share shall be
- 24 based on the amount of sales tax revenue generated for the Civic and
- 25 Community Center Financing Fund during the most recently completed fiscal
- 26 year by the political subdivision's facility. The Tax Commissioner shall
- 27 supply the State Treasurer with any information needed to make the
- 28 distributions required in this subsection.
- 29 Sec. 7. Original section 13-2706, Reissue Revised Statutes of
- 30 Nebraska, and sections 13-2703, 13-2705, 13-2707, 13-2707.01, and
- 31 13-2709, Revised Statutes Cumulative Supplement, 2020, are repealed.