## AMENDMENTS TO LB 235

Introduced by Adams, 24.

L	1.	Strike	the	original	sections	and	all	amendments

- 2 thereto and insert the following new sections:
- 3 Section 1. Leases involving the production of wind or
- 4 solar energy on lands under the control of the Board of Educational
- 5 Lands and Funds shall be regulated by sections 1 to 5 of this act.
- 6 Sec. 2. For purposes of sections 1 to 5 of this act:
- 7 (1) Board means the Board of Educational Lands and Funds;
- 8 (2) Lease means any lease, easement, covenant, or other
- 9 such contractual arrangement;
- 10 (3) Lessee means any individual, corporation, or other
- 11 entity that enters into a lease with the board;
- 12 (4) Solar energy means radiant energy, direct, diffuse,
- 13 or reflected, received from the sun at wavelengths suitable for
- 14 conversion into thermal, chemical, or electrical energy; and
- 15 (5) Wind energy means the use of wind to produce
- 16 electricity.
- 17 Sec. 3. The board may authorize leases of any school
- 18 or public lands belonging to the state and under its control
- 19 for exploration and development of wind or solar energy for such
- 20 durations and under such terms and conditions as the board shall
- 21 deem appropriate, except that the initial term for any such wind
- 22 energy lease and any amendment thereto shall not exceed forty
- 23 years. In making such determinations, the board shall consider

AM1640 LB235 MLU-01/26/2010

in sections 66-911 and 66-911.01.

8

15

16

17

18

19

20

21

22

AM1640 LB235

MLU-01/26/2010

1 comparable arrangements involving other lands similarly situated

2 and any other relevant factors bearing upon such leases. Any such

3 lease authorized by the board shall be created in writing and shall

4 be filed, duly recorded, and indexed in the office of the register

5 of deeds of the county in which the real property subject to the

6 lease is located. Such leases shall run with the land benefited and

7 burdened and shall include, as applicable, the contents specified

9 Sec. 4. (1) If a wind or solar energy lease is authorized
10 by the board on land already being leased for agricultural or other
11 purposes by a prior lessee, the existing rights of the prior lessee
12 shall not be impaired, and the board shall reduce the rental amount
13 due from such prior lessee in proportion to the amount of land that
14 is removed from use as a result of the wind or solar energy lease.

(2) A lessee for agricultural or other purposes shall be compensated for all damages to personal property owned by such lessee or to growing crops, including grass, caused by operations under a concurrent lease of such land for wind or solar energy purposes, and the board shall require the lessee under the wind or solar energy lease to provide such insurance and indemnity agreements which the board determines are necessary for the protection of the state and its lessees.

23 (3) If a wind or solar energy lease is authorized by the
24 board on land concurrently being leased for agricultural purposes,
25 the lessee for agricultural purposes shall have priority as to
26 the use of the water on the land, but lessees for other purposes,
27 including wind or solar lessees, shall be allowed reasonable use of

AM1640 AM1640 LB235 LB235 MLU-01/26/2010 MLU-01/26/2010

1 the water on the land.

Sec. 5. The board may adopt and promulgate such rules

and regulations as it shall deem necessary and proper to regulate

the leasing of school and public lands for wind or solar energy

exploration and development pursuant to sections 1 to 5 of this act

and to prescribe such terms and conditions, including bonds, as it

shall deem necessary in order to protect the interests of the state

and its lessees.