# LEGISLATURE OF NEBRASKA

# ONE HUNDRED FIRST LEGISLATURE

# FIRST SESSION

# LEGISLATIVE BILL 633

### FINAL READING

Introduced by Mello, 5; Howard, 9; Nordquist, 7; Cook, 13.

Read first time January 21, 2009

Committee: Urban Affairs

#### A BILL

- 1 FOR AN ACT relating to community development; to create the
  2 Neighborhood Development Act; to create a fund; to
- 3 provide powers and duties; and to provide a termination
- 4 date.
- Be it enacted by the people of the State of Nebraska,

1 Section 1. This act shall be known and may be cited as

- 2 the Neighborhood Development Act.
- 3 Sec. 2. The Legislature finds that there is a need to:
- 4 (1) Stimulate local community development efforts
- 5 statewide;
- 6 (2) Build an environment to engage in more effective
- 7 community development; and
- 8 (3) Assist community improvement groups which have
- 9 positive impacts upon the vitality, cohesiveness, and continued
- 10 viability of both urban and rural communities throughout the state.
- 11 Sec. 3. The purposes of the Neighborhood Development Act
- 12 are to:
- 13 (1) Strengthen neighborhoods and small communities by
- 14 enhancing their ability to develop community development plans;
- 15 (2) Coordinate the use of existing programs and funds
- 16 more efficiently and effectively in support of new programs and
- 17 initiatives; and
- 18 (3) Revitalize declining neighborhoods and small
- 19 communities, maintain the integrity of stable, viable neighborhoods
- 20 and small communities, and strengthen existing neighborhoods and
- 21 small communities.
- 22 Sec. 4. For purposes of the Neighborhood Development Act:
- 23 (1) College means the College of Public Affairs and
- 24 Community Service of the University of Nebraska at Omaha;
- 25 (2) Community improvement group means a neighborhood

- 1 association or small community;
- 2 (3) Fund means the Neighborhood Development Grant Fund;
- 3 (4) Neighborhood association means an organization that
- 4 is recognized or endorsed by an incorporated city or village or
- 5 county as representing all of the residents within a specific,
- 6 <u>defined geographical area</u>, with the organization representing those
- 7 residents on a wide range of issues through an open meeting process
- 8 with elected officers and regularly scheduled meetings; and
- 9 (5) Small community means an unincorporated village or
- 10 an incorporated city of the second class or village as defined in
- 11 sections 17-101 and 17-201.
- 12 Sec. 5. (1) The Neighborhood Development Grant Fund is
- 13 created. The fund shall be used by the college to carry out its
- 14 duties and responsibilities under the Neighborhood Development Act.
- 15 The college shall distribute no more than fifty percent of the fund
- 16 to neighborhood associations and no more than fifty percent of the
- 17 fund to small communities. It is the intent of the Legislature that
- 18 one hundred twenty-five thousand dollars be appropriated to the
- 19 fund for FY2009-10 and each of the following fiscal years through
- 20 <u>FY2012-13.</u>
- 21 (2) The State Treasurer shall credit to the fund any
- 22 money (a) appropriated to the fund by the Legislature, (b) donated
- 23 as gifts, bequests, grants, or otherwise contributed to the fund
- 24 from public or private sources, and (c) received pursuant to this
- 25 section. Any money in the fund available for investment shall be

1 invested by the state investment officer pursuant to the Nebraska

- 2 Capital Expansion Act and the Nebraska State Funds Investment Act.
- 3 Sec. 6. (1) The college shall award development grants
- 4 to qualified community improvement groups through an application
- 5 process. The college shall develop and provide requesting community
- 6 improvement groups with an application form. The form shall be
- 7 simple and concise, using nontechnical language, and the questions
- 8 on the form shall be factual in nature.
- 9 (2) To be eligible for a grant, the applying community
- 10 improvement group shall:
- 11 (a) Demonstrate that the grant funds will be used for a
- 12 neighborhood or community project;
- 13 (b) Demonstrate with regard to the project:
- 14 (i) That it will provide a public benefit;
- 15 (ii) That it will provide a particular benefit to the
- 16 applicant's neighborhood or small community;
- 17 (iii) That it will be completed within one year after
- 18 receipt of the grant;
- 19 (iv) That neighborhood or small community residents were
- 20 involved in the identification and planning for the project and
- 21 will be involved in the project's execution; and
- (v) That the project does not duplicate an existing
- 23 public program;
- 24 (c) Document verifiable goals for the project for which
- 25 grant funds are requested; and

1 (d) Document that the applicant will bring to the project

- 2 a match equivalent in money or in-kind services equal to the
- 3 following:
- 4 (i) For a grant of five thousand dollars or less, a match
- 5 equivalent to at least twenty-five percent of the amount of the
- 6 grant sought;
- 7 (ii) For a grant of seven thousand five hundred dollars
- 8 or less but more than five thousand dollars, a match equivalent to
- 9 at least twenty-six percent and no more than forty-nine percent of
- 10 the amount of the grant sought; and
- 11 (iii) For a grant of ten thousand dollars or less but
- 12 more than seven thousand five hundred dollars, a match equivalent
- 13 to fifty percent or more of the amount of the grant sought.
- 14 (3) A recipient of a grant shall not use the grant
- 15 funds for administrative support of the recipient, for the planning
- 16 of a project, or for the administrative costs relating to the
- 17 planning of a project. Not more than five percent of the grant
- 18 funds received shall be expended by the recipient of the grant
- 19 for expenses incurred in administering the grant. A recipient of
- 20 a grant may not receive more than one grant for the same project,
- 21 and a project may not receive more than one grant in any one year.
- 22 No grant to a single community improvement group shall exceed ten
- thousand dollars.
- 24 Sec. 7. In assessing the applications received from
- 25 community improvement groups, the college shall weigh the relative

1 merits of the applications, giving consideration to the following

- 2 factors:
- 3 (1) The amount of the match;
- 4 (2) The level of involvement by persons living in the
- 5 community;
- 6 (3) The community needs that are reflected in the
- 7 application;
- 8 (4) The likelihood of the successful completion of the
- 9 project;
- 10 (5) The innovative character of the proposed solution;
- 11 and
- 12 (6) The efficiency of the proposed allocation of state,
- 13 local, public, and private resources in solving the local community
- 14 needs.
- 15 Sec. 8. Upon completion of a project for which a grant
- 16 has been received or within one year from the date of receipt of
- 17 a grant, whichever comes first, the recipient community improvement
- 18 group shall provide the college with an evaluation reporting the
- 19 results of the project.
- 20 Sec. 9. The college shall submit an annual report to the
- 21 Governor and the Legislature on or before January 1 of each year
- 22 listing the recipients and amounts of grants made pursuant to the
- 23 Neighborhood Development Act in the previous year, the impact of
- 24 the grants, and an evaluation of each project's performance based
- 25 on the documented reports of the recipient community improvement

- 1 groups.
- 2 Sec. 10. The Neighborhood Development Act terminates on
- 3 <u>June 30, 2013.</u>