

LEGISLATURE OF NEBRASKA

ONE HUNDRED THIRD LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1012

Final Reading

Introduced by Schilz, 47.

Read first time January 21, 2014

Committee: Urban Affairs

A BILL

1 FOR AN ACT relating to the Community Development Law; to amend
2 section 18-2103, Revised Statutes Supplement, 2013; to
3 change provisions relating to blighted areas; to repeal
4 the original section; and to declare an emergency.
5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 18-2103, Revised Statutes Supplement,
2 2013, is amended to read:

3 18-2103 For purposes of the Community Development Law,
4 unless the context otherwise requires:

5 (1) An authority means any community redevelopment
6 authority created pursuant to section 18-2102.01 and a city or
7 village which has created a community development agency pursuant to
8 the provisions of section 18-2101.01 and does not include a limited
9 community redevelopment authority;

10 (2) Limited community redevelopment authority means a
11 community redevelopment authority created pursuant to section
12 18-2102.01 having only one single specific limited pilot project
13 authorized;

14 (3) City means any city or incorporated village in the
15 state;

16 (4) Public body means the state or any municipality,
17 county, township, board, commission, authority, district, or other
18 political subdivision or public body of the state;

19 (5) Governing body or local governing body means the city
20 council, board of trustees, or other legislative body charged with
21 governing the municipality;

22 (6) Mayor means the mayor of the city or chairperson of
23 the board of trustees of the village;

24 (7) Clerk means the clerk of the city or village;

25 (8) Federal government means the United States of

1 America, or any agency or instrumentality, corporate or otherwise, of
2 the United States of America;

3 (9) Area of operation means and includes the area within
4 the corporate limits of the city and such land outside the city as
5 may come within the purview of sections 18-2123 and 18-2123.01;

6 (10) Substandard areas means an area in which there is a
7 predominance of buildings or improvements, whether nonresidential or
8 residential in character, which, by reason of dilapidation,
9 deterioration, age or obsolescence, inadequate provision for
10 ventilation, light, air, sanitation, or open spaces, high density of
11 population and overcrowding, or the existence of conditions which
12 endanger life or property by fire and other causes, or any
13 combination of such factors, is conducive to ill health, transmission
14 of disease, infant mortality, juvenile delinquency, and crime, (which
15 cannot be remedied through construction of prisons), and is
16 detrimental to the public health, safety, morals, or welfare;

17 (11) Blighted area means an area, which (a) by reason of
18 the presence of a substantial number of deteriorated or deteriorating
19 structures, existence of defective or inadequate street layout,
20 faulty lot layout in relation to size, adequacy, accessibility, or
21 usefulness, insanitary or unsafe conditions, deterioration of site or
22 other improvements, diversity of ownership, tax or special assessment
23 delinquency exceeding the fair value of the land, defective or
24 unusual conditions of title, improper subdivision or obsolete
25 platting, or the existence of conditions which endanger life or

1 property by fire and other causes, or any combination of such
2 factors, substantially impairs or arrests the sound growth of the
3 community, retards the provision of housing accommodations, or
4 constitutes an economic or social liability and is detrimental to the
5 public health, safety, morals, or welfare in its present condition
6 and use and (b) in which there is at least one of the following
7 conditions: (i) Unemployment in the designated area is at least one
8 hundred twenty percent of the state or national average; (ii) the
9 average age of the residential or commercial units in the area is at
10 least forty years; (iii) more than half of the plotted and subdivided
11 property in an area is unimproved land that has been within the city
12 for forty years and has remained unimproved during that time; (iv)
13 the per capita income of the area is lower than the average per
14 capita income of the city or village in which the area is designated;
15 or (v) the area has had either stable or decreasing population based
16 on the last two decennial censuses. In no event shall a city of the
17 metropolitan, primary, or first class designate more than thirty-five
18 percent of the city as blighted, a city of the second class shall not
19 designate an area larger than fifty percent of the city as blighted,
20 and a village shall not designate an area larger than one hundred
21 percent of the village as blighted. A redevelopment project involving
22 a formerly used defense site as authorized under section 18-2123.01
23 shall not count towards the percentage limitations contained in this
24 subdivision;

25 (12) Redevelopment project means any work or undertaking

1 in one or more community redevelopment areas: (a) To acquire
2 substandard and blighted areas or portions thereof, including lands,
3 structures, or improvements the acquisition of which is necessary or
4 incidental to the proper clearance, development, or redevelopment of
5 such substandard and blighted areas; (b) to clear any such areas by
6 demolition or removal of existing buildings, structures, streets,
7 utilities, or other improvements thereon and to install, construct,
8 or reconstruct streets, utilities, parks, playgrounds, public spaces,
9 public parking facilities, sidewalks or moving sidewalks, convention
10 and civic centers, bus stop shelters, lighting, benches or other
11 similar furniture, trash receptacles, shelters, skywalks and
12 pedestrian and vehicular overpasses and underpasses, and any other
13 necessary public improvements essential to the preparation of sites
14 for uses in accordance with a redevelopment plan; (c) to sell, lease,
15 or otherwise make available land in such areas for residential,
16 recreational, commercial, industrial, or other uses, including
17 parking or other facilities functionally related or subordinate to
18 such uses, or for public use or to retain such land for public use,
19 in accordance with a redevelopment plan; and may also include the
20 preparation of the redevelopment plan, the planning, survey, and
21 other work incident to a redevelopment project and the preparation of
22 all plans and arrangements for carrying out a redevelopment project;
23 (d) to dispose of all real and personal property or any interest in
24 such property, or assets, cash, or other funds held or used in
25 connection with residential, recreational, commercial, industrial, or

1 other uses, including parking or other facilities functionally
2 related or subordinate to such uses, or any public use specified in a
3 redevelopment plan or project, except that such disposition shall be
4 at its fair value for uses in accordance with the redevelopment plan;
5 (e) to acquire real property in a community redevelopment area which,
6 under the redevelopment plan, is to be repaired or rehabilitated for
7 dwelling use or related facilities, repair or rehabilitate the
8 structures, and resell the property; and (f) to carry out plans for a
9 program of voluntary or compulsory repair, rehabilitation, or
10 demolition of buildings or other improvements in accordance with the
11 redevelopment plan;

12 (13) Redevelopment plan means a plan, as it exists from
13 time to time for one or more community redevelopment areas, or for a
14 redevelopment project, which (a) conforms to the general plan for the
15 municipality as a whole and (b) is sufficiently complete to indicate
16 such land acquisition, demolition and removal of structures,
17 redevelopment, improvements, and rehabilitation as may be proposed to
18 be carried out in the community redevelopment area, zoning and
19 planning changes, if any, land uses, maximum densities, and building
20 requirements;

21 (14) Redeveloper means any person, partnership, or public
22 or private corporation or agency which enters or proposes to enter
23 into a redevelopment contract;

24 (15) Redevelopment contract means a contract entered into
25 between an authority and a redeveloper for the redevelopment of an

1 area in conformity with a redevelopment plan;

2 (16) Real property means all lands, including
3 improvements and fixtures thereon, and property of any nature
4 appurtenant thereto, or used in connection therewith, and every
5 estate, interest and right, legal or equitable, therein, including
6 terms for years and liens by way of judgment, mortgage, or otherwise,
7 and the indebtedness secured by such liens;

8 (17) Bonds means any bonds, including refunding bonds,
9 notes, interim certificates, debentures, or other obligations issued
10 pursuant to the Community Development Law except for bonds issued
11 pursuant to section 18-2142.04;

12 (18) Obligee means any bondholder, agent, or trustee for
13 any bondholder, or lessor demising to any authority, established
14 pursuant to section 18-2102.01, property used in connection with a
15 redevelopment project, or any assignee or assignees of such lessor's
16 interest or any part thereof, and the federal government when it is a
17 party to any contract with such authority;

18 (19) Person means any individual, firm, partnership,
19 limited liability company, corporation, company, association, joint-
20 stock association, or body politic and includes any trustee,
21 receiver, assignee, or other similar representative thereof;

22 (20) Community redevelopment area means a substandard and
23 blighted area which the community redevelopment authority designates
24 as appropriate for a renewal project;

25 (21) Redevelopment project valuation means the valuation

1 for assessment of the taxable real property in a redevelopment
2 project last certified for the year prior to the effective date of
3 the provision authorized in section 18-2147;

4 (22) Enhanced employment area means an area not exceeding
5 six hundred acres (a) within a community redevelopment area which is
6 designated by an authority as eligible for the imposition of an
7 occupation tax or (b) not within a community redevelopment area as
8 may be designated under section 18-2142.04;

9 (23) Employee means a person employed at a business as a
10 result of a redevelopment project;

11 (24) Employer-provided health benefit means any item paid
12 for by the employer in total or in part that aids in the cost of
13 health care services, including, but not limited to, health
14 insurance, health savings accounts, and employer reimbursement of
15 health care costs;

16 (25) Equivalent employees means the number of employees
17 computed by (a) dividing the total hours to be paid in a year by (b)
18 the product of forty times the number of weeks in a year;

19 (26) Business means any private business located in an
20 enhanced employment area;

21 (27) New investment means the value of improvements to
22 real estate made in an enhanced employment area by a developer or a
23 business;

24 (28) Number of new employees means the number of
25 equivalent employees that are employed at a business as a result of

1 the redevelopment project during a year that are in excess of the
2 number of equivalent employees during the year immediately prior to
3 the year that a redevelopment plan is adopted; and

4 (29) Occupation tax means a tax imposed under section
5 18-2142.02.

6 Sec. 2. Original section 18-2103, Revised Statutes
7 Supplement, 2013, is repealed.

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