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AMENDMENTS TO LB986

Introduced by Hansen, 26.

- 1 1. Strike the original sections and insert the following new
- 2 sections:
- 3 Section 1. Sections 1 to 19 of this act shall be known and may be
- 4 cited as the Neighborhood Improvement District Act.
- 5 Sec. 2. The Legislature finds that municipalities in the state
- 6 contain many older neighborhoods in need of revitalization but lack the
- 7 funds with which to provide and maintain improvements. The purpose of the
- 8 Neighborhood Improvement District Act is to provide a means by which such
- 9 <u>municipalities may raise the necessary funds to be used for the purpose</u>
- 10 of providing and maintaining the improvements authorized by the act, to
- 11 <u>stimulate the development of public improvements by providing an</u>
- 12 equitable and politically expeditious method of financing such
- 13 <u>improvements</u>, and to supplement, but not reduce, the level of government
- 14 <u>services provided.</u>
- 15 Sec. 3. For purposes of the Neighborhood Improvement District Act:
- 16 (1) Homeowners association means a nonprofit corporation duly
- 17 incorporated under the laws of the State of Nebraska for the purpose of
- 18 enforcing the restrictive covenants established upon the real property
- 19 legally described in the articles of incorporation and located within the
- 20 corporate limits of a municipality. Each member of such association must
- 21 <u>be an owner of a lot located within the plat or subdivision and, by</u>
- 22 <u>virtue of membership or ownership of a lot, obligated to pay costs for</u>
- 23 the administration, maintenance, and care of the common area within the
- 24 plat or subdivision. Homeowners association includes associations of
- 25 residential homeowners, nonresidential property owners, or both;
- 26 (2) Municipality means any city of the primary class, city of the
- 27 first class, or city of the second class;

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1 (3) Neighborhood means a well-defined and established area of the

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- 2 municipality zoned primarily for residential use;
- 3 (4) Neighborhood association means an organization that is
- recognized or endorsed by a municipality as representing all of the 4
- 5 residents within a specifically defined geographical area, with the
- organization representing those residents on a wide range of issues 6
- 7 through an open meeting process with elected officers and regularly
- 8 scheduled meetings; and
- 9 (5) Record owner means the fee owner of real property as shown in
- 10 the records of the office of the register of deeds in the county in which
- 11 the neighborhood area is located. A contract purchaser of real property
- shall be considered the record owner and the only person entitled to 12
- 13 petition pursuant to section 8 or 14 of this act or protest pursuant to
- 14 section 9 or 15 of this act, if the contract is recorded in the office of
- 15 the register of deeds in the county in which the neighborhood area is
- 16 located.
- Any funds available under the Neighborhood Improvement 17 Sec. 4.
- District Act may be used for any one or more of the following purposes: 18
- 19 (1) Improvement of any public place or facility in the neighborhood
- 20 improvement district area, including landscaping, physical improvements
- 21 for decoration or security purposes, and plantings;
- 22 (2) Construction or installation of pedestrian plazas, sidewalks,
- 23 parks, public restrooms, meeting and display facilities, bus stop
- 24 shelters, lighting, benches or other seating furniture, sculptures, trash
- 25 receptacles, shelters, fountains, pedestrian and vehicular overpasses and
- 26 underpasses, and any other useful or necessary public improvements or
- 27 projects whether capital or noncapital in nature;
- 28 (3) Creation and implementation of a plan for improving the general
- 29 architectural design of public areas in the neighborhood improvement
- 30 <u>district;</u>
- 31 (4) The development and promotion of any public or social activities

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- and public events within the neighborhood improvement district area; 1
- 2 (5) Maintenance, repair, and reconstruction of any improvements or
- 3 facilities authorized by the Neighborhood Improvement District Act;
- 4 (6) Establishing or assisting with neighborhood watch programs;
- 5 (7) Establishing or assisting with neighborhood cleanup, litter
- cleanup, recycling, or other trash abatement programs; and 6
- 7 (8) Employing or contracting for personnel, including administrators
- 8 for any improvement program under the act, and providing for any service
- 9 as may be necessary or proper to carry out the purposes of the
- 10 Neighborhood Improvement District Act.
- 11 Sec. 5. A neighborhood improvement district may be created as
- 12 provided by the Neighborhood Improvement District Act and shall be within
- 13 the boundaries of a neighborhood.
- 14 Sec. 6. (1) The mayor, with the approval of the city council, shall
- 15 appoint a neighborhood improvement board consisting of residents and
- 16 property owners within the neighborhood to be improved. The boundaries of
- the neighborhood improvement district shall be declared by resolution of 17
- the city council at or prior to the time of the appointment of the 18
- 19 neighborhood improvement board. The neighborhood improvement board shall
- make recommendations to the city council for the establishment of a plan 20
- 21 or plans for improvements in the neighborhood improvement district. The
- 22 neighborhood improvement board may make recommendations to the
- 23 municipality as to the use of any funds collected, and may administer
- 24 such funds if so directed by the mayor and city council. The neighborhood
- 25 improvement board shall also review and make recommendations to the
- 26 municipality regarding expansion of the boundaries of the neighborhood
- 27 improvement district under sections 13 to 16 of this act.
- 28 (2) The mayor, with approval of the city council, may designate an
- 29 existing neighborhood association board or homeowners association board
- 30 within the neighborhood as the neighborhood improvement board in lieu of
- 31 appointing a neighborhood improvement board under subsection (1) of this

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- 1 section.
- 2 Sec. 7. <u>Unless the mayor designates an existing neighborhood</u>
- 3 association board or homeowners association board as the neighborhood
- improvement board pursuant to subsection (2) of section 6 of this act, 4
- 5 the neighborhood improvement board shall consist of five or more members
- to serve such terms as the city council by resolution determines. A 6
- 7 majority of the members of the board shall be residents of the
- 8 neighborhood. The mayor, with the approval of the city council, shall
- 9 fill any vacancy for the term vacated. A board member may serve more than
- 10 one term. The board shall select from its members a chairperson and a
- 11 secretary.
- If the city council has not acted to call a hearing to 12 Sec. 8.
- 13 create a neighborhood improvement district as provided in section 11 of
- 14 this act, it shall do so when presented with a petition signed by the
- 15 record owners of at least thirty percent of the assessable front footage
- 16 in a neighborhood.
- 17 Whenever a hearing is held pursuant to section 8 or 11 of Sec. 9.
- 18 this act, the city council shall:
- 19 (1) Hear all protests and receive evidence for or against the
- 20 proposed action;
- 21 (2) Rule upon all written protests received prior to the close of
- 22 the hearing, which ruling shall be final; and
- 23 (3) Continue the hearing from time to time as the city council may
- 24 deem necessary.
- 25 If the city council decides to change the boundaries of
- 26 the proposed neighborhood improvement district or to change the proposed
- 27 modifications to the boundaries of an existing neighborhood improvement
- district or districts from those recommended by the neighborhood 28
- 29 improvement board, the hearing shall be continued to a time at least
- 30 fifteen days after such decision, and notice showing the boundary
- 31 amendments shall be given as prescribed in section 12 of this act. The

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- 1 city council may not expand the proposed boundaries recommended by the
- 2 <u>neighborhood improvement board without the city council's proposed</u>
- 3 <u>boundaries being considered by the neighborhood improvement board.</u>
- 4 Sec. 11. <u>Upon receiving a recommendation from the neighborhood</u>
- 5 <u>improvement board, the city council may create one or more neighborhood</u>
- 6 improvement districts. The city council, following a hearing, may
- 7 establish or reject any proposed neighborhood improvement district or
- 8 <u>districts</u>. If the city council decides to establish any neighborhood
- 9 <u>improvement district, it shall adopt an ordinance to that effect. Such</u>
- 10 <u>ordinance shall contain the following information:</u>
- 11 (1) A statement that notice of hearing was given, including the date
- 12 or dates on which notice was given, in accordance with section 12 of this
- 13 <u>act;</u>
- 14 (2) The time and place the hearing was held concerning the formation
- 15 of the neighborhood improvement district;
- 16 (3) A statement that a neighborhood improvement district has been
- 17 <u>established;</u>
- 18 (4) The purposes of the neighborhood improvement district, and the
- 19 public improvements or facilities to be included in such district; and
- 20 (5) A description of the boundaries of the neighborhood improvement
- 21 <u>district.</u>
- 22 Sec. 12. <u>(1) At least thirty days prior to the date of any hearing</u>
- 23 under section 8, 11, 13, or 14 of this act, notice of such hearing shall
- 24 <u>be given by:</u>
- 25 (a) Two publications of the notice of hearing in a legal newspaper
- 26 <u>in or of general circulation in the municipality with the second notice</u>
- 27 <u>published no later than ten days prior to the hearing;</u>
- 28 <u>(b) Mailing a copy of the notice of hearing to each owner of taxable</u>
- 29 property in the proposed, modified, or expanded neighborhood improvement
- 30 <u>district as shown on the latest tax rolls of the county treasurer for</u>
- 31 such county; and

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1 (c) Providing a copy of the notice of hearing to any neighborhood

- 2 association registered pursuant to subsection (2) of this section in the
- 3 manner requested by such neighborhood association unless the board of any
- such neighborhood association has been designated as the neighborhood 4
- 5 improvement district board pursuant to subsection (2) of section 6 of
- 6 this act.
- 7 (2) The notice required by subdivision (1)(c) of this section shall
- 8 be provided to any neighborhood association which is registered pursuant
- 9 to this subsection and whose area of concern is located, in whole or in
- 10 part, within a one-mile radius of the existing or proposed boundaries of
- 11 the neighborhood improvement district. Each neighborhood association
- 12 desiring to receive such notice shall register with the municipality the
- area of concern of such association and provide the name of and contact 13
- 14 information for the individual designated to receive notice on behalf of
- 15 such association and the requested manner of service, whether by email or
- regular, certified, or registered mail. The registration shall be in 16
- accordance with any rule or ordinance adopted by the city council. 17
- (3) Any notice of hearing for any hearing required by section 8 or 18
- 19 11 of this act shall contain the following information:
- 20 (a) A description of the boundaries of the proposed neighborhood
- 21 improvement district;
- 22 (b) The time and place of a hearing to be held by the city council
- 23 to consider establishment of the neighborhood improvement district;
- 24 (c) The proposed public facilities or improvements to be made or
- 25 maintained within any such neighborhood improvement district; and
- 26 (d) The proposed or estimated costs for such improvements or
- 27 facilities within the proposed neighborhood improvement district and the
- 28 method by which such costs will be paid.
- 29 (4) Any notice of hearing for any hearing required by section 13 or
- 30 14 of this act shall contain the following information:
- 31 (a) A description of the boundaries of the area to be added to the

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1 existing neighborhood improvement district and a description of the new

- 2 boundaries of the modified neighborhood improvement district;
- 3 (b) The time and place of a hearing to be held by the city council
- 4 to consider establishment of the modified neighborhood improvement
- 5 <u>district;</u>
- 6 (c) The new public facilities or improvements, if any, to be made or
- 7 <u>maintained within any such neighborhood improvement district; and</u>
- 8 <u>(d) The proposed or estimated costs for new or existing improvements</u>
- 9 and facilities within the proposed modified neighborhood improvement
- 10 <u>district and the method by which such costs will be paid.</u>
- 11 Sec. 13. <u>Upon receiving a recommendation to expand the boundaries</u>
- 12 or change the functions or provisions of an existing neighborhood
- 13 improvement district from the neighborhood improvement board, the city
- 14 <u>council may expand the boundaries or change the functions or provisions</u>
- 15 of one or more neighborhood improvement districts by adopting an
- 16 ordinance to expand the boundaries or change the functions or provisions
- 17 of such neighborhood improvement district or districts. Prior to adopting
- 18 the ordinance, a hearing shall be held to consider the ordinance.
- 19 Sec. 14. If a city council has not acted to call a hearing to
- 20 <u>expand the boundaries or change the functions or provisions of an</u>
- 21 <u>existing neighborhood improvement district as provided in section 13 of</u>
- 22 this act, it shall do so when presented with a petition signed by the
- 23 record owners of at least thirty percent of the assessable front footage
- 24 in a portion of a neighborhood proposed to be added to an existing
- 25 <u>neighborhood improvement district.</u>
- 26 Sec. 15. Whenever a hearing is held to expand the boundaries or
- 27 change the functions or provisions of an existing neighborhood
- 28 <u>improvement district under section 13 or 14 of this act, the city council</u>
- 29 <u>shall:</u>
- 30 <u>(1) Hear all protests and receive evidence for or against the</u>
- 31 proposed action;

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1 (2) Rule upon all written protests received prior to the close of

- 2 the hearing, which ruling shall be final; and
- 3 (3) Continue the hearing from time to time as the city council may
- 4 deem necessary.
- 5 Sec. 16. The city council, following a hearing under section 13 or
- 6 14 of this act, may expand the boundaries or change the functions or
- 7 provisions of any neighborhood improvement district or districts. If the
- 8 <u>city council decides to expand the boundaries or change the functions or</u>
- 9 provisions of any district or districts, it shall adopt an ordinance to
- 10 that effect. The ordinance shall contain the following information:
- 11 (1) The name of the neighborhood improvement district to be expanded
- 12 <u>or otherwise changed;</u>
- 13 (2) A statement that notice of hearing was given, including the date
- 14 <u>or dates on which notice was given, in accordance with section 12 of this</u>
- 15 <u>act;</u>
- 16 (3) The time and place the hearing was held concerning the new
- 17 <u>boundaries or changed functions or provisions of such neighborhood</u>
- 18 <u>improvement district;</u>
- 19 (4) The purposes of the boundary expansion or changed functions or
- 20 provisions and any new public improvements or facilities to be included
- 21 <u>in such neighborhood improvement district; and</u>
- 22 <u>(5) A description of the new boundaries or changed functions or</u>
- 23 provisions of such neighborhood improvement district.
- 24 Sec. 17. The city council may dissolve a neighborhood improvement
- 25 district by ordinance after a hearing before the city council. The city
- 26 <u>council shall adopt a resolution of intention to dissolve the area at</u>
- 27 least fifteen days prior to the hearing required by this section. The
- 28 resolution shall give the time and place of the hearing.
- 29 Sec. 18. <u>Upon dissolution of a neighborhood improvement district</u>,
- 30 <u>any assets acquired by the district shall be subject to disposition as</u>
- 31 the city council shall determine.

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1 Sec. 19. A municipality is authorized to receive, administer, and

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- disburse donated funds or grants of federal or state funds for the 2
- purposes of, and in the manner authorized by, the Neighborhood 3
- <u>Improvement District Act.</u> 4
- 5 Sec. 20. The Revisor of Statutes shall assign sections 1 to 19 of
- 6 this act to a new article in Chapter 19.