## LEGISLATURE OF NEBRASKA

## ONE HUNDRED FIFTH LEGISLATURE

## FIRST SESSION

## **LEGISLATIVE BILL 353**

Introduced by Baker, 30.

Read first time January 12, 2017

Committee: Judiciary

- 1 A BILL FOR AN ACT relating to political subdivisions; to amend section
- 2 13-918, Reissue Revised Statutes of Nebraska; to change provisions
- 3 relating to the payment of claims, awards, and judgments under the
- 4 Political Subdivisions Tort Claims Act; to repeal the original
- 5 section; and to declare an emergency.
- 6 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. Section 13-918, Reissue Revised Statutes of Nebraska, is
- 2 amended to read:
- 3 13-918 Any <u>claims</u>, awards, or judgments pursuant to the Political
- 4 Subdivisions Tort Claims Act and sections 16-727, 16-728, 23-175, 39-809,
- 5 <u>77-1619</u>, <u>77-1620</u>, and <u>79-610</u> shall be paid in the same manner as other
- 6 claims, awards, or judgments against the political subdivision. If
- 7 insufficient funds are available to pay the claims, such awards, or
- 8 judgments the governing body shall include sufficient funds in the budget
- 9 for the next fiscal year or biennial period. If constitutional or
- 10 statutory provisions prevent any political subdivision from budgeting
- 11 sufficient funds to pay any claim, award, or judgment in its entirety,
- 12 the governing body shall pay that portion that can be paid under the
- 13 constitution and laws and then shall make application to the State
- 14 Treasurer for the loan of sufficient funds to pay the claim, award, or
- 15 judgment in full. When application is made for such a loan, the State
- 16 Treasurer shall make such investigation as he or she deems necessary to
- determine the validity of the <u>claim</u>, <u>award</u>, <u>or</u> judgment and the inability
- 18 of the political subdivision to make full payment on the claim, award, or
- 19 judgment, and the period of time during which the political subdivision
- 20 will be able to repay the loan. After determining that such loan will be
- 21 proper, the State Treasurer shall make the loan from funds available for
- 22 investment in the state treasury, which loan shall carry an interest rate
- 23 of one-half of one percent per annum. The State Treasurer shall determine
- 24 the schedule for repayment, and the governing body of the political
- 25 subdivision shall annually budget and levy a sufficient amount to meet
- 26 this schedule until the loan, with interest, has been repaid in full.
- 27 Sec. 2. Original section 13-918, Reissue Revised Statutes of
- 28 Nebraska, is repealed.
- 29 Sec. 3. Since an emergency exists, this act takes effect when
- 30 passed and approved according to law.