LEGISLATURE OF NEBRASKA

ONE HUNDRED SIXTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 20

Introduced by Briese, 41. Read first time January 10, 2019 Committee: Government, Military and Veterans Affairs
1 A BILL FOR AN ACT relating to political subdivisions; to amend sections
2 13-1304 and 13-1306, Reissue Revised Statutes of Nebraska; to
3 require approval by the voters for the issuance of bonds by public
4 building commissions; to harmonize provisions; and to repeal the
5 original sections.

6 Be it enacted by the people of the State of Nebraska,

Section 1. Section 13-1304, Reissue Revised Statutes of Nebraska, is
 amended to read:

3 13-1304 Any commission established under sections 13-1301 to 13-1312
4 shall have power to:

5 (1) Sue and be sued;

6 (2) Have a seal and alter the seal;

7 (3) Acquire, hold, and dispose of personal property for its8 corporate purposes;

9 (4) Acquire in the name of the city and county, by gift, grant, 10 bequest, purchase, or condemnation, real property or rights and easements 11 thereon necessary or convenient for its corporate purposes and use such 12 property or rights and easements so long as its corporate existence 13 continues;

(5) Make bylaws for the management and regulation of its affairs and
 make rules and regulations for the use of its projects;

(6) With the consent of the city or the county, as the case may be,
use the services of agents, employees, and facilities of the city or
county, for which the commission may reimburse the city or the county its
proper proportion of the compensation or cost thereof, and use the
services of the city attorney as legal advisor to the commission;

(7) Appoint officers, agents, and employees and fix their
compensation, except that the county treasurer shall be the ex officio
treasurer of the commission;

(8) Design, acquire, construct, maintain, operate, improve, remodel,
remove, and reconstruct, so long as its corporate existence continues,
such projects for the use both by the city and county as are approved by
the city and the county and all facilities necessary or convenient in
connection with any such projects;

(9) Enter into agreements with the city or county, or both, as to
the operation, maintenance, repair, and use of its projects. Such
agreements may provide that the city or county, or both, has

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1 responsibility for a certain area within any building, structure, or 2 facility, including the maintenance, repair, use, furnishing, or 3 management of such area;

4 (10) With the approval of both the city and the county, enter into 5 agreements with the United States of America, the State of Nebraska, any 6 body, board, agency, corporation, or other governmental entity of either 7 of them, or other governmental units for use by them of any projects to 8 the extent that such use is not required by the city or the county;

9 (11) Make all other contracts, leases, and instruments necessary or 10 convenient to the carrying out of the corporate purposes or powers of the 11 commission;

(12) Annually levy, assess, and certify to the governing body of the 12 13 county the amount of tax to be levied for the purposes of the commission subject to section 77-3443, not to exceed one and seven-tenths cents on 14 each one hundred dollars upon the taxable valuation of all the taxable 15 16 property in the county. The governing body of the county shall collect 17 the tax so certified at the same time and in the same manner as other county taxes are levied and collected, and the proceeds of such taxes 18 19 when due and as collected shall be set aside and deposited in the special account or accounts in which other revenue of the commission is 20 21 deposited;

(13) Accept grants, loans, or contributions from the United States of America, the State of Nebraska, any agency or instrumentality of either of them, the city, the county, any other governmental unit, or any private person, firm, or corporation and expend the proceeds thereof for any corporate purposes;

(14) <u>Subject to section 13-1306, incur</u> Incur debt, issue bonds and
notes and provide for the rights of the holders thereof, and pledge and
apply to the payment of such bonds and notes the taxes and other
receipts, income, revenue, profits, and money of the commission;

31 (15) Enter on any lands, waters, and premises for the purpose of

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1 making surveys, findings, and examinations; and

2 (16) Do all things necessary or convenient to carry out the powers
3 specially conferred on the commission by sections 13-1301 to 13-1312.

Sec. 2. Section 13-1306, Reissue Revised Statutes of Nebraska, is
amended to read:

(1)(a) With the prior approval of both the city and the 6 13-1306 7 county for which the commission was created, the commission shall have the power and is hereby authorized from time to time to issue its bonds 8 9 for any corporate purpose in such amounts as may be required to carry out 10 and fully perform the purposes for which such commission is established. No bonds shall be issued by any commission on or after the effective date 11 of this act until the question has been submitted to the qualified 12 13 electors of the county at an election called for that purpose as provided in this subsection and a majority of the qualified electors voting on the 14 question voted in favor of issuing the same. 15

(b) The county board shall give notice of the election at least
 fifty days prior to the election. The question of issuing bonds may be
 submitted at the statewide primary or general election. The election
 shall be conducted in accordance with the Election Act.

(c) The question of bond issues, when defeated, shall not be
 resubmitted in substance for a period of six months from and after the
 date of such election.

(d) Before the issuance of bonds pursuant to sections 13-1301 to 23 24 13-1312, the commission shall make a written statement of all proceedings 25 relative to the vote upon the issuance of such bonds and the notice of the election, the manner and time of giving notice, the question 26 27 submitted, and the result of the canvass of the vote on the proposition 28 pursuant to which it is proposed to issue such bonds, together with a full statement of the taxable valuation and the total bonded indebtedness 29 of the county. Such statement shall be certified to under oath. 30

31 (2) The commission shall have power from time to time and when

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refunding is deemed expedient to issue bonds in amounts sufficient to 1 2 refund any bonds, including any premiums payable upon the redemption of the bonds to be refunded and interest to their redemption date upon the 3 bonds to be refunded, by the issuance of new bonds, whether the bonds to 4 be refunded have or have not matured. It may issue bonds partly to refund 5 bonds then outstanding and partly for any other corporate purpose subject 6 7 to approval by the voters if required under subsection (1) of this section. The refunding bonds may be exchanged for the bonds to be 8 9 refunded with such cash adjustment as may be agreed or may be sold and the proceeds applied to the purchase, redemption, or payment of the bonds 10 to be refunded. 11

(3) All bonds shall be general obligations of the commission issuing
 the same and shall be payable out of the tax and other receipts, revenue,
 income receipts, profits, or other money of the commission.

(4) A commission shall have power from time to time to issue bond 15 anticipation notes referred to as notes in this section and from time to 16 time to issue renewal notes, such notes in any case to mature not later 17 thirty months from the date of incurring the indebtedness 18 than represented thereby in an amount not exceeding in the aggregate at any 19 time outstanding the amount of bonds then or theretofore authorized. Such 20 notes shall be general obligations of the commission. Payment of such 21 notes shall be made from any money or revenue which the commission may 22 have available for such purpose or from the proceeds of the sale of bonds 23 24 of the commission or such notes may be exchanged for a like amount of 25 such bonds.

26 (5) All such bonds and notes shall be authorized by a resolution or 27 resolutions of the board, after approval by the voters if required under 28 subsection (1) of this section, and shall bear such date or dates, mature 29 at such time or times, bear interest at such rate or rates, be in such 30 denominations, be in such form, either coupon or registered, carry such 31 exchange privileges, be executed in such manner, be payable in such

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medium of payment at such place or places within or without the State of 1 2 Nebraska and be subject to such terms of redemption and at such redemption premiums, as such resolution or resolutions may provide and 3 the provisions of section 10-126, shall not be applicable to such bonds 4 5 or notes. The bonds and notes may be sold at public or private sale for such price or prices as the commission shall determine. No proceedings 6 for the issuance of bonds or notes of a commission shall be required 7 other than those required by the provisions of sections 13-1301 to 8 9 13-1312 and the provisions of all other laws and city charters, if any, relative to the terms and conditions for the issuance, payment, 10 redemption, registration, sale or delivery of bonds of public bodies, 11 corporations or political subdivisions of this state shall not be 12 applicable to bonds and notes issued by commissions pursuant to sections 13 14 13-1301 to 13-1312.

(6) The full faith and credit of the commission shall be pledged to 15 16 the payment and security of the bonds and notes issued by it, whether or not such pledge shall be set forth in the bonds or notes. So long as any 17 of its bonds or notes are outstanding, the commission shall have the 18 power and be obligated to levy taxes within the limitation as provided in 19 section 13-1304 to the extent required, together with any other money 20 available to the commission therefor to pay the principal of and interest 21 and premium, if any, on such bonds and notes as the same become due and 22 23 payable.

All bonds and notes issued pursuant to the provisions of sections 13-1301 to 13-1312 shall be and are hereby made negotiable instruments within the meaning of and for all the purposes of the Uniform Commercial Code subject only to any provisions contained in such bonds and notes for the registration of the principal thereof.

(8) A commission shall have power to purchase bonds or notes of the
 commission out of any money available therefor. Any bonds so purchased
 shall be canceled by the commission.

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Sec. 3. Original sections 13-1304 and 13-1306, Reissue Revised
 Statutes of Nebraska, are repealed.