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AMENDMENTS TO LB39

Introduced by Flood, 19.

- 1 1. Insert the following new sections:
- Section 1. Section 13-2709, Revised Statutes Cumulative Supplement,
- 3 2020, is amended to read:
- 4 13-2709 (1) The department shall submit, as part of the department's
- 5 annual status report under section 81-1201.11, the following information
- 6 regarding the Civic and Community Center Financing Act:
- 7 (a) Information documenting the grants conditionally approved for
- 8 funding by the Legislature in the following fiscal year;
- 9 (b) Reasons why a full application was not sent to any municipality
- 10 seeking assistance under the act;
- 11 (c) The amount of sales tax revenue generated for the fund pursuant
- 12 to subsection (6) of section 13-2610—and subsection (9) of section
- 13 13-3108, the total amount of grants applied for under the act, the year-
- 14 end fund balance, the amount of the year-end fund balance which has not
- 15 been committed to funding grants under the act, and, if all available
- 16 funds have not been committed to funding grants under the act, an
- 17 explanation of the reasons why all such funds have not been so committed;
- 18 (d) The amount of appropriated funds actually expended by the
- 19 department for the year;
- 20 (e) The department's current budget for administration of the act
- 21 and the department's planned use and distribution of funds, including
- 22 details on the amount of funds to be expended on grants and the amount of
- 23 funds to be expended by the department for administrative purposes; and
- 24 (f) Grant summaries, including the applicant municipality, project
- 25 description, grant amount requested, amount and type of matching funds,
- 26 and reasons for approval or denial based on evaluation criteria from
- 27 section 13-2707 or 13-2707.01 for every application seeking assistance

1 under the act.

- 2 (2) If the amount of the year-end fund balance which has not been 3 committed to funding grants under the act as reported under subdivision (1)(c) of this section, excluding any amount required to be transferred 4 5 under subsection (3) of section 13-2704, is more than one million 6 dollars, the department shall notify the State Treasurer of the amount in 7 excess of one million dollars. The State Treasurer shall transfer the 8 amount in excess of one million dollars from the Civic and Community 9 Center Financing Fund to the Political Subdivision Recapture Cash Fund.
- (3) The Political Subdivision Recapture Cash Fund is created and 10 11 shall consist of money transferred under subsection (2) of this section. 12 Any money in the Political Subdivision Recapture Cash Fund available for investment shall be invested by the state investment officer pursuant to 13 14 the Nebraska Capital Expansion Act and the Nebraska State Funds 15 Investment Act. By October 1 of each year, the State Treasurer shall distribute the money in the Political Subdivision Recapture Cash Fund to 16 17 the political subdivisions which have an application for state assistance for an eligible facility or an eligible sports arena facility approved 18 under the Convention Center Facility Financing Assistance Act or the 19 20 Sports Arena Facility Financing Assistance Act. Each political 21 subdivision shall receive a proportionate share of the amount to be 22 distributed under this subsection, and such proportionate share shall be 23 based on the amount of sales tax revenue generated for the Civic and 24 Community Center Financing Fund during the most recently completed fiscal year by the political subdivision's facility. The Tax Commissioner shall 25 26 supply the State Treasurer with any information needed to make the 27 distributions required in this subsection.
- Sec. 7. Section 13-3108, Revised Statutes Cumulative Supplement, 29 2020, is amended to read:
- 30 13-3108 (1) The Sports Arena Facility Support Fund is created. Any 31 money in the fund available for investment shall be invested by the state

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- investment officer pursuant to the Nebraska Capital Expansion Act and the 1
- 2 Nebraska State Funds Investment Act.
- 3 (2)(a) Upon receiving the certification described in subsection (3)
- of section 13-3107, the State Treasurer shall transfer the amount 4
- 5 certified to the fund.
- 6 (b) Upon receiving the quarterly certification described
- 7 subsection (4) of section 13-3107, the State Treasurer shall transfer the
- 8 amount certified to the fund.
- 9 (3)(a) It is the intent of the Legislature to appropriate from the
- fund money to be distributed as provided in subsections (4) and (5) of 10
- 11 this section to any political subdivision for which an application for
- 12 state assistance under the Sports Arena Facility Financing Assistance Act
- has been approved an amount not to exceed seventy percent of the (i) 13
- 14 state sales tax revenue collected by retailers doing business at eligible
- 15 sports arena facilities on sales at such facilities, (ii) state sales tax
- revenue collected on primary and secondary box office sales of admissions 16
- 17 to such facilities, and (iii) new state sales tax revenue collected by
- nearby retailers and sourced under sections 77-2703.01 to 77-2703.04 to 18
- 19 the program area.
- 20 (b) The amount to be appropriated for distribution as state
- 21 assistance to a political subdivision under this subsection for any one
- 22 year after the tenth year shall not exceed the highest such amount
- 23 appropriated under subdivision (3)(a) of this section during any one year
- 24 of the first ten years of such appropriation. If seventy percent of the
- state sales tax revenue as described in subdivision (3)(a) of this 25
- 26 section exceeds the amount to be appropriated under this subdivision,
- 27 such excess funds shall be transferred to the General Fund.
- (4) The amount certified under subsection (3) of section 13-3107 28
- 29 shall be distributed as state assistance on or before April 15, 2014.
- 30 Beginning in 2014, quarterly distributions and associated
- transfers of state assistance shall be made. Such quarterly distributions 31

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- and transfers shall be based on the certifications provided under 1
- 2 subsection (4) of section 13-3107 and shall occur within fifteen days
- 3 after receipt of such certification.
- (6) The total amount of state assistance approved for an eligible 4
- 5 sports arena facility shall neither (a) exceed fifty million dollars nor
- 6 (b) be paid out for more than twenty years after the issuance of the
- 7 first bond for the sports arena facility.
- (7) State assistance to the political subdivision shall no longer be 8
- 9 available upon the retirement of the bonds issued to acquire, construct,
- improve, or equip the facility or any subsequent bonds that refunded the 10
- 11 original issue or when state assistance reaches the amount determined
- 12 under subsection (6) of this section, whichever comes first.
- (8) State assistance shall not be used for an operating subsidy or 13
- 14 other ancillary facility.
- 15 (9) The thirty percent of state sales tax revenue remaining after
- the appropriation and transfer in subsection (3) of this section shall be 16
- 17 appropriated by the Legislature and transferred quarterly to the Support
- the Arts Cash Fund beginning in 2014 to the Civic and Community Center 18
- 19 Financing Fund.
- (10) Except as provided in subsection (11) of this section for a 20
- 21 city of the primary class, any municipality that has applied for and
- 22 received a grant of assistance under the Civic and Community Center
- 23 Financing Act shall not receive state assistance under the Sports Arena
- 24 Facility Financing Assistance Act for the same project for which the
- grant was awarded under the Civic and Community Center Financing Act. 25
- 26 (11) A city of the primary class shall not be eliqible to receive a
- 27 grant of assistance from the Civic and Community Center Financing Act if
- the city has applied for and received a grant of assistance under the 28
- 29 Sports Arena Facility Financing Assistance Act.
- 30 Sec. 8. Section 82-313, Revised Statutes Cumulative Supplement,
- 31 2020, is amended to read:

- 1 82-313 (1) The Nebraska Arts Council may:
- 2 (a) Hold public and private hearings;
- 3 (b) Enter into contracts, within the limit of funds available
- 4 therefor, with individuals, organizations, and institutions for services
- 5 furthering the educational objectives of the council's programs;
- 6 (c) Enter into contracts, within the limit of funds available
- 7 therefor, with local and regional associations for cooperative endeavors
- 8 furthering the educational objectives of the council's programs;
- 9 (d) Accept gifts, contributions, and bequests of unrestricted funds
- 10 from individuals, foundations, corporations, and other organizations or
- 11 institutions for the purpose of furthering the educational objectives of
- 12 the council's programs;
- 13 (e) Distribute funds appropriated by the Legislature to any
- 14 organization which has been designated as the state affiliate of the
- 15 National Endowment for the Humanities for the period covered by the
- 16 appropriation;
- 17 (f) Make and sign any agreements and do and perform any acts that
- 18 may be necessary to carry out the purposes of sections 82-309 to 82-316;
- 19 (g) Enter into contracts, make and sign any agreements, and perform
- 20 any acts that may be necessary to stabilize funding for the arts and
- 21 humanities and to carry out the intent of sections 82-330 to 82-333;
- (h) Prepare a plan that would permit, to the extent that funds are
- 23 available, the establishment of a competitive grant program to award a
- 24 grant to any creative district that is certified pursuant to the plan
- 25 adopted by the Legislature under subdivision (5) of section 82-312 and
- 26 that meets the criteria for the competitive grant, including eligibility
- 27 criteria, application and appeal processes, conditions on receipt of a
- 28 grant, and consequences of failure to meet the conditions. For any grants
- 29 <u>to be awarded from funds transferred to the Support the Arts Cash Fund</u>
- 30 pursuant to subsection (9) of section 13-3108, the following requirements
- 31 shall apply: ; and

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- (i) Grant funding shall go to creative districts that have a ten-1
- 2 year plan for integration of the arts intended to catalyze economic and
- 3 workforce development initiatives in a city of the first class;
- (ii) Priority in grant funding shall go to any creative district 4
- 5 that demonstrates that its project includes the partnership of a city
- 6 convention and visitors bureau or county convention and visitors bureau
- 7 located within the creative district;
- 8 (iii) The grant may fund capital assets, video projection mapping,
- 9 and intangible video or audio artistic expression presentations;
- (iv) The grant shall not fund ongoing operational and personnel 10
- expenses of a political subdivision or nonprofit corporation, live 11
- 12 performances involving humans, promotional or marketing efforts of the
- creative district, legal expenses, lobbying expenses, planning expenses, 13
- 14 architectural expenses, or engineering expenses;
- 15 (v) Grant funding shall not go to any city of the first class that
- 16 is receiving state assistance under the Sports Arena Facility Financing
- 17 Assistance Act; and
- (vi) Any grant awarded must be at least equal to one million five 18
- 19 hundred thousand dollars; and
- (i) Adopt and promulgate rules and regulations to carry out its 20
- 21 powers and duties.
- 22 (2) The council may request from any department, division, board,
- 23 bureau, commission, or agency of the state such assistance and data as
- will enable it properly to carry out its powers and duties. 24
- Sec. 9. Section 82-334, Revised Statutes Cumulative Supplement, 25
- 26 2020, is amended to read:
- 27 82-334 (1) The Support the Arts Cash Fund is created. The fund shall
- consist of all money credited to the fund pursuant to section 60-3,252 28
- 29 and all money transferred to the fund pursuant to section 13-3108. The
- 30 Nebraska Arts Council shall administer and distribute the Support the
- Arts Cash Fund. The fund shall be expended by the Nebraska Arts Council 31

- 1 to provide aid to communities that designate a focus area of the city for
- 2 arts and cultural development, to provide money for the a competitive
- 3 grant program described in subdivision (1)(h) of section 82-313 that
- 4 awards a grant to any creative district that meets the criteria for the
- 5 competitive grant, if such program exists, and to defray costs directly
- 6 related to the administration of the fund. All money transferred to the
- 7 fund pursuant to section 13-3108 shall be used for the competitive grant
- 8 program described in subdivision (1)(h) of section 82-313.
- 9 (2) Any money in the fund available for investment shall be invested
- 10 by the state investment officer pursuant to the Nebraska Capital
- 11 Expansion Act and the Nebraska State Funds Investment Act.
- 12 2. Renumber the remaining sections and correct the repealer
- 13 accordingly.