## LEGISLATURE OF NEBRASKA

## ONE HUNDRED SEVENTH LEGISLATURE

## SECOND SESSION

## **LEGISLATIVE BILL 1024**

Introduced by Wayne, 13; McKinney, 11.

Read first time January 13, 2022

Committee: Urban Affairs

- 1 A BILL FOR AN ACT relating to municipalities; to adopt the North Omaha
- 2 Recovery Act; to create a fund; to state legislative intent for
- appropriations; and to declare an emergency.
- 4 Be it enacted by the people of the State of Nebraska,

LB1024 2022

1 Section 1. Sections 1 to 6 of this act shall be known and may be

- 2 cited as the North Omaha Recovery Act.
- 3 Sec. 2. The Legislature finds that:
- 4 (1) The COVID-19 public health emergency has caused widespread
- 5 <u>economic</u>, <u>social</u>, <u>and public health-related turmoil that deepened</u>
- 6 existing disparities;
- 7 (2) The social and economic challenges caused and exacerbated by the
- 8 <u>COVID-19</u> <u>public</u> <u>health</u> <u>emergency</u> <u>include</u> <u>high</u> <u>unemployment</u>, <u>wage</u>
- 9 <u>decreases</u>, <u>increased homelessness</u>, <u>and food insecurity</u>;
- 10 (3) The impact of the COVID-19 public health emergency and related
- 11 <u>challenges were disproportionately felt in low-income and minority</u>
- 12 <u>communities such as North Omaha;</u>
- 13 (4) The social and economic challenges in North Omaha have persisted
- 14 for multiple generations, partially fueled by past racial segregation and
- 15 the historical practice known as redlining;
- 16 (5) Funding under the federal American Rescue Plan Act of 2021
- 17 presents a once-in-a-lifetime opportunity to respond to the challenges
- 18 facing North Omaha that have been worsened by the COVID-19 public health
- 19 emergency; and
- 20 (6) Federal guidance issued by the United States Department of the
- 21 Treasury has identified qualified census tracts as areas in which certain
- 22 activities and investments will be deemed presumptively eligible for the
- 23 use of funds under the federal American Rescue Plan Act of 2021.
- 24 Sec. 3. For purposes of the North Omaha Recovery Act, qualified
- 25 census tract means a qualified census tract as defined in 26 U.S.C. 42(d)
- 26 (5)(B)(ii)(I), as such section existed on January 1, 2022.
- 27 Sec. 4. (1) The North Omaha Recovery Special Committee of the
- 28 Legislature is established as a special committee of the Legislature to
- 29 exercise the powers and perform the duties provided in the North Omaha
- 30 Recovery Act. The special legislative committee shall consist of no fewer
- 31 than five members of the Legislature as determined by the Executive Board

- 1 of the Legislative Council. The special legislative committee shall
- 2 consist of the chairperson of the Urban Affairs Committee of the
- 3 Legislature, who shall serve as chairperson of the special legislative
- 4 committee, the Speaker of the Legislature, the chairperson of the
- 5 Appropriations Committee of the Legislature or his or her designee, and
- 6 at least two other members of the Legislature appointed by the executive
- 7 board. The appointed members of the special legislative committee shall
- 8 be members who represent legislative districts containing one or more
- 9 qualified census tracts located within the boundaries of a city of the
- 10 metropolitan class.
- 11 (2) The Executive Board of the Legislative Council shall provide
- 12 staff as required by the special legislative committee from existing
- 13 legislative staff. In addition, the special legislative committee may
- 14 hire additional staff, make expenditures for travel, and enter into
- 15 contracts for services related to the duties of the special legislative
- 16 committee. The contracts shall be based on competitive bids and subject
- 17 to approval of the executive board upon the recommendation of a majority
- 18 of the members of the special legislative committee.
- 19 (3) The special legislative committee may hold hearings and request
- 20 and receive reports from the federal government, state agencies,
- 21 counties, municipalities, and other public and private entities regarding
- 22 the impact of the COVID-19 public health emergency on low-income and
- 23 minority communities in Nebraska. The special legislative committee may
- 24 hold one or more closed sessions for the receipt of confidential
- 25 information if at least one-half of the members of the special
- 26 <u>legislative committee vote in open session to hold a closed session.</u>
- 27 (4) The special legislative committee may provide grants under the
- 28 North Omaha Recovery Act and develop an application process by which
- 29 eligible applicants may apply for such grant funding. All grants made by
- 30 the special legislative committee shall meet the eligible uses under the
- 31 federal American Rescue Plan Act of 2021 and pursuant to any relevant

- 1 guidance on the use of such funds by the United States Department of the
- 2 Treasury. Grants shall be targeted to at least one of the following four
- 3 categories: Housing and homelessness, community and small business
- 4 recovery, community well-being, and community assistance and programming.
- 5 Sec. 5. The North Omaha Recovery Act Fund is created. The fund
- 6 shall be used by the North Omaha Recovery Special Committee of the
- 7 Legislature to provide grant funding to public and private entities
- 8 utilizing funds from the federal American Rescue Plan Act of 2021 to
- 9 respond to the COVID-19 public health emergency and its negative impact
- 10 within qualified census tracts located within the boundaries of a city of
- 11 the metropolitan class, and to defray any administrative expenses
- 12 <u>incurred by the special legislative committee or the Legislative Council</u>
- 13 <u>in carrying out the North Omaha Recovery Act. The fund shall consist of</u>
- 14 transfers by the Legislature as provided under section 6 of this act. Any
- money in the fund available for investment shall be invested by the state
- 16 investment officer pursuant to the Nebraska Capital Expansion Act and the
- 17 Nebraska State Funds Investment Act.
- 18 Sec. 6. It is the intent of the Legislature to appropriate four
- 19 hundred fifty million dollars from federal funds for FY2022-23 to the
- 20 North Omaha Recovery Act Fund. The federal funds appropriated in this
- 21 <u>section shall be from the funds allocated to the State of Nebraska from</u>
- 22 the federal Coronavirus State Fiscal Recovery Fund pursuant to the
- 23 federal American Rescue Plan Act of 2021, Public Law 117-2, Subtitle M,
- 24 Sec. 9901.
- 25 Sec. 7. Since an emergency exists, this act takes effect when
- 26 passed and approved according to law.