## LEGISLATURE OF NEBRASKA

## ONE HUNDRED SEVENTH LEGISLATURE

## SECOND SESSION

## **LEGISLATIVE BILL 1025**

Introduced by Wayne, 13; McKinney, 11.

Read first time January 13, 2022

Committee: Appropriations

- 1 A BILL FOR AN ACT relating to appropriations; to appropriate federal
- funds to the Department of Economic Development; and to declare an
- 3 emergency.
- 4 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. (1) The Legislature hereby finds and declares that:
- 2 (a) The COVID-19 public health emergency has caused widespread
- 3 <u>economic</u>, <u>social</u>, <u>and public health-related turmoil that deepened</u>
- 4 <u>existing disparities;</u>
- 5 (b) The social and economic challenges caused and exacerbated by the
- 6 COVID-19 public health emergency include high unemployment, wage losses,
- 7 increased homelessness, and food insecurity;
- 8 (c) The impact of the COVID-19 public health emergency and related
- 9 <u>challenges were disproportionately felt in low-income and minority</u>
- 10 communities, such as North Omaha;
- 11 (d) The social and economic challenges in North Omaha have persisted
- 12 <u>for multiple generations, partially fueled by past racial segregation and</u>
- 13 the historical practice known as redlining;
- 14 (e) Funding under the federal American Rescue Plan Act of 2021
- 15 presents a once-in-a-lifetime opportunity to respond to the challenges
- 16 facing North Omaha that have been exacerbated by the COVID-19 public
- 17 health emergency; and
- 18 (f) Federal quidance issued by the United States Department of the
- 19 Treasury has identified qualified census tracts as areas in which certain
- 20 <u>activities</u> and investments will be deemed presumptively eligible for the
- 21 use of funds under the federal act.
- 22 (2) There is hereby appropriated \$450,000,000 from Federal Funds for
- 23 FY2022-23 to the Department of Economic Development for the purposes
- 24 <u>described</u> in <u>subsection</u> (3) of this <u>section</u>. The <u>Federal Funds</u>
- 25 appropriated in this section are from the funds allocated to the State of
- 26 Nebraska from the federal Coronavirus State Fiscal Recovery Fund pursuant
- 27 to the federal American Rescue Plan Act of 2021, Public Law 117-2,
- 28 Subtitle M, Sec. 9901.
- 29 (3)(a) The Department of Economic Development shall create the North
- 30 Omaha Recovery Grant Program to provide funding to public and private
- 31 entities to respond to the negative impact of the COVID-19 public health

- 1 <u>emergency</u>.
- 2 (b) To be eligible for a grant pursuant to the North Omaha Recovery
- 3 Grant Program, an applicant shall explain how the grant will relieve the
- 4 <u>negative impact of the COVID-19 public health emergency within a</u>
- 5 qualified census tract located within the boundaries of a city of the
- 6 <u>metropolitan class.</u>
- 7 (c) For purposes of this section, qualified census tract means a
- 8 qualified census tract as defined in 26 U.S.C. 42(d)(5)(B)(ii)(I), as
- 9 <u>such section existed on January 1, 2022.</u>
- 10 Sec. 2. Since an emergency exists, this act takes effect when
- 11 passed and approved according to law.