LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 695

Introduced by Blood, 3.

Read first time January 05, 2022

Committee: Urban Affairs

1 A BILL FOR AN ACT relating to political subdivisions; to amend section 2 23-114.01, Reissue Revised Statutes of Nebraska, section 19-929, 3 Revised Statutes Cumulative Supplement, 2020, and section 18-2119, 4 Revised Statutes Supplement, 2021; to prohibit granting conditional 5 use permits or zoning exceptions to persons delinquent in the 6 payment of real property taxes; to provide a duty and a contracting 7 requirement under the Community Development Law; to harmonize 8 provisions; to provide a duty for the Revisor of Statutes; and to 9 repeal the original sections.

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

- 1 Section 1. A city of the metropolitan class or any appropriate
- 2 planning board or city official of such city, in exercising the powers
- 3 conferred by sections 14-401 to 14-418, shall not grant a conditional use
- 4 permit or zoning change or exception to any person applying for such
- 5 permit, change, or exception who is delinquent in the payment of any real
- 6 property taxes owed to such city until such delinquent taxes are paid and
- 7 collected in full.
- 8 Sec. 2. A city of the primary class or any city planning commission
- 9 or city planning director of such city shall not grant a conditional use
- 10 permit or zoning change or exception to any person applying for such
- 11 permit, change, or exception who is delinquent in the payment of any real
- 12 property taxes owed to such city until such delinquent taxes are paid and
- 13 <u>collected in full.</u>
- 14 Sec. 3. Section 18-2119, Revised Statutes Supplement, 2021, is
- 15 amended to read:
- 16 18-2119 (1)(a) (1) An authority shall, by public notice by
- 17 publication once each week for two consecutive weeks in a legal newspaper
- 18 having a general circulation in the city, prior to the consideration of
- 19 any redevelopment contract proposal relating to real estate owned or to
- 20 be owned by the authority, invite proposals from, and make available all
- 21 pertinent information to, private redevelopers or any persons interested
- 22 in undertaking the redevelopment of an area, or any part thereof, which
- 23 the governing body has declared to be in need of redevelopment. Such
- 24 notice shall identify the area, and shall state that such further
- 25 information as is available may be obtained at the office of the
- 26 authority. The authority shall consider all redevelopment proposals and
- 27 the financial and legal ability of the prospective redevelopers to carry
- 28 out their proposals. The authority shall state in any request for
- 29 proposals issued pursuant to this section that no contract will be
- 30 entered into with any redeveloper who is delinquent in the payment of any
- 31 real property taxes owed to the city.

- 1 (b) The authority and may negotiate with any redevelopers for 2 proposals for the purchase or lease of any real property in the 3 redevelopment project area. The authority may accept such redevelopment contract proposal as it deems to be in the public interest and in 4 furtherance of the purposes of the Community Development Law if the 5 authority has, not less than thirty days prior thereto, notified the 6 governing body in writing of its intention to accept such redevelopment 7 contract proposal. Thereafter, the authority 8 may execute such 9 redevelopment contract in accordance with the provisions of section 18-2118 and deliver deeds, leases, and other instruments and take all 10 steps necessary to effectuate such redevelopment contract. In its 11 discretion, the authority may, without regard to the foregoing provisions 12 of this <u>subdivision</u> section, dispose of real property in a redevelopment 13 14 project area to private redevelopers for redevelopment under such reasonable competitive bidding procedures as it shall prescribe, subject 15 to the provisions of section 18-2118. 16
- (2) In the case of any real estate owned by a redeveloper, the 17 authority may enter into a redevelopment contract providing for such 18 undertakings as the authority shall determine appropriate. Any such 19 redevelopment contract relating to real estate within an enhanced 20 employment area shall include a statement of the redeveloper's consent 21 with respect to the designation of the area as an enhanced employment 22 23 area, shall be recorded with respect to the real estate owned by the 24 redeveloper, and shall be binding upon all future owners of such real 25 estate.
- (3)(a) Prior to entering into a redevelopment contract pursuant to this section for a redevelopment plan that includes the division of taxes as provided in section 18-2147, the authority shall require the redeveloper to certify the following to the authority:
- (i) Whether the redeveloper has filed or intends to file an application to receive tax incentives under the Nebraska Advantage Act or

- 1 the ImagiNE Nebraska Act for a project located or to be located within
- 2 the redevelopment project area;
- 3 (ii) Whether such application includes or will include, as one of
- 4 the tax incentives, a refund of the city's local option sales tax
- 5 revenue; and
- 6 (iii) Whether such application has been approved under the Nebraska
- 7 Advantage Act or the ImagiNE Nebraska Act; and -
- 8 (iv) That the redeveloper is current on the payment of all real
- 9 property taxes owed to the city.
- 10 (b) The authority may consider the information provided under
- 11 subdivision (3)(a) of this section in determining whether to enter into
- 12 the redevelopment contract.
- 13 (4) A redevelopment contract for a redevelopment plan or
- 14 redevelopment project that includes the division of taxes as provided in
- 15 section 18-2147 shall include a provision requiring that the redeveloper
- 16 retain copies of all supporting documents that are associated with the
- 17 redevelopment plan or redevelopment project and that are received or
- 18 generated by the redeveloper for three years following the end of the
- 19 last fiscal year in which ad valorem taxes are divided and provide such
- 20 copies to the city as needed to comply with the city's retention
- 21 requirements under section 18-2117.04. For purposes of this subsection,
- 22 supporting document includes any cost-benefit analysis conducted pursuant
- 23 to section 18-2113 and any invoice, receipt, claim, or contract received
- 24 or generated by the redeveloper that provides support for receipts or
- 25 payments associated with the division of taxes.
- 26 (5) A redevelopment contract for a redevelopment plan that includes
- 27 the division of taxes as provided in section 18-2147 shall may include a
- 28 provision requiring that all ad valorem taxes levied upon real property
- 29 in a redevelopment project be paid before the taxes become delinquent in
- 30 order for such redevelopment project to receive funds from such division
- 31 of taxes.

- 1 redevelopment contract for a redevelopment (6) plan or 2 redevelopment project that includes the division of taxes as provided in section 18-2147 may include any additional requirements deemed necessary 3 by the city to ensure that such plan or project complies with the city's 4 comprehensive development plan, the city's affordable housing action plan 5 required under section 19-5505, city zoning regulations, and any other 6 7 reasonable planning requirements or goals established by the city.
- 8 Sec. 4. Section 19-929, Revised Statutes Cumulative Supplement, 9 2020, is amended to read:

19-929 (1) Except as provided in sections 19-930 to 19-933, the 10 planning commission of a city of the first class, city of the second 11 class, or village shall (a) make and adopt plans for the physical 12 development of the city or village, including any areas outside its 13 14 boundaries which in the commission's judgment bear relation to the planning of such city or village and including a comprehensive 15 16 development plan as defined by section 19-903, (b) prepare and adopt such 17 implemental means as a capital improvement program, subdivision regulations, building codes, and a zoning ordinance in cooperation with 18 other interested municipal departments, and (c) consult with and advise 19 public officials and agencies, public utilities, civic organizations, 20 educational institutions, and citizens with relation to the promulgation 21 and implementation of the comprehensive development plan and 22 23 implemental programs. The commission may delegate authority to any such group to conduct studies and make surveys for the commission, make 24 preliminary reports on its findings, and hold public hearings before 25 submitting its final reports. The city council or village board of 26 trustees shall not take final action on matters relating to the 27 28 comprehensive development plan, capital improvements, building codes, 29 subdivision development, annexation of territory, or zoning until it has received the recommendation of the planning commission if such commission 30 in fact has been created and is existent. The city council or village 31

1 board of trustees shall by ordinance set a reasonable time within which

- 2 the recommendation from the planning commission is to be received. A
- 3 recommendation from the planning commission shall not be required for
- 4 subdivision of existing lots and blocks whenever all required public
- 5 improvements have been installed, no new dedication of public rights-of-
- 6 way or easements is involved, and such subdivision complies with the
- 7 ordinance requirements concerning minimum areas and dimensions of such
- 8 lots and blocks, if the city council or village board of trustees has
- 9 designated, by ordinance, an agent pursuant to section 19-916.
- 10 (2) The planning commission may, with the consent of the city
- 11 council or village board of trustees, in its own name (a) make and enter
- 12 into contracts with public or private bodies, (b) receive contributions,
- 13 bequests, gifts, or grant funds from public or private sources, (c)
- 14 expend the funds appropriated to it by the city or village, (d) employ
- 15 agents and employees, and (e) acquire, hold, and dispose of property.
- 16 The planning commission may on its own authority make arrangements
- 17 consistent with its program, conduct or sponsor special studies or
- 18 planning work for any public body or appropriate agency, receive grants,
- 19 remuneration, or reimbursement for such studies or work, and at its
- 20 public hearings, summon witnesses, administer oaths, and compel the
- 21 giving of testimony.
- 22 (3)(a) (3) The planning commission may grant conditional uses or
- 23 special exceptions to property owners for the use of their property if
- 24 the city council or village board of trustees has, through a zoning
- 25 ordinance or special ordinance, generally authorized the commission to
- 26 exercise such powers and has approved the standards and procedures
- 27 adopted by the commission for equitably and judiciously granting such
- 28 conditional uses or special exceptions. The granting of a conditional use
- 29 permit or special exception shall only allow property owners to put their
- 30 property to a special use if it is among those uses specifically
- 31 identified in the zoning ordinance as classifications of uses which may

- 1 require special conditions or requirements to be met by the owners before
- 2 a use permit or building permit is authorized. The power to grant
- 3 conditional uses or special exceptions shall be the exclusive authority
- 4 of the commission, except that the city council or village board of
- 5 trustees may choose to retain for itself the power to grant conditional
- 6 uses or special exceptions for those classifications of uses specified in
- 7 the zoning ordinance. The city council or village board of trustees may
- 8 exercise such power if it has formally adopted standards and procedures
- 9 for granting such conditional uses or special exceptions in a manner that
- 10 is equitable and will promote the public interest. An appeal of a
- 11 decision by the commission or the city council or village board of
- 12 trustees regarding a conditional use or special exception shall be made
- 13 to the district court.
- 14 (b) No city of the first class, city of the second class, or
- 15 village, or planning commission of such city or village, shall grant a
- 16 conditional use permit or special exception under subdivision (a) of this
- 17 subsection to any property owner who is delinquent in the payment of any
- 18 real property taxes owed to such city or village until such delinguent
- 19 taxes are paid and collected in full.
- Sec. 5. Section 23-114.01, Reissue Revised Statutes of Nebraska, is
- 21 amended to read:
- 22 23-114.01 (1) In order to avail itself of the powers conferred by
- 23 section 23-114, the county board shall appoint a planning commission to
- 24 be known as the county planning commission. The members of the commission
- 25 shall be residents of the county to be planned and shall be appointed
- 26 with due consideration to geographical and population factors. Since the
- 27 primary focus of concern and control in county planning and land-use
- 28 regulatory programs is the unincorporated area, a majority of the members
- 29 of the commission shall be residents of unincorporated areas, except that
- 30 this requirement shall not apply to joint planning commissions. Members
- 31 of the commission shall hold no county or municipal office, except that a

1 member may also be a member of a city, village, or other type of planning commission. The term of each member shall be three years, except that 2 3 approximately one-third of the members of the first commission shall 4 serve for terms of one year, one-third for terms of two years, and onethird for terms of three years. All members shall hold office until their 5 successors are appointed. Members of the commission may be removed by a 6 majority vote of the county board for inefficiency, neglect of duty, or 7 malfeasance in office or other good and sufficient cause upon written 8 9 charges being filed with the county board and after a public hearing has been held regarding such charges. Vacancies occurring otherwise than 10 through the expiration of terms shall be filled for the unexpired terms 11 by individuals appointed by the county board. Members of the commission 12 shall be compensated for their actual and necessary expenses incurred in 13 14 connection with their duties in an amount to be fixed by the county board. Reimbursement for mileage shall be made at the rate provided in 15 16 section 81-1176. Each county board may provide a per diem payment for members of the commission of not to exceed fifteen dollars for each day 17 that each such member attends meetings of the commission or is engaged in 18 matters concerning the commission, but no member shall receive more than 19 one thousand dollars in any one year. Such per diem payments shall be in 20 addition to and separate from compensation for expenses. 21

(2) The commission: (a) Shall prepare and adopt as its policy 22 statement a comprehensive development plan and such implemental means as 23 24 a capital improvement program, subdivision regulations, building codes, and a zoning resolution; (b) shall consult with and advise public 25 public officials agencies, utilities, civic 26 and organizations, educational institutions, and citizens relating to the promulgation of 27 28 implemental programs; (c) may delegate authority to any of the groups named in subdivision (b) of this subsection to conduct studies and make 29 surveys for the commission; and (d) shall make preliminary reports on its 30 31 findings and hold public hearings before submitting its final reports.

- 1 The county board shall not hold its public meetings or take action on
- 2 matters relating to the comprehensive development plan, capital
- 3 improvements, building codes, subdivision development, or zoning until it
- 4 has received the recommendations of the commission.
- 5 (3) The commission may, with the consent of the governing body, in
- 6 its own name: Make and enter into contracts with public or private
- 7 bodies; receive contributions, bequests, gifts, or grants of funds from
- 8 public or private sources; expend the funds appropriated to it by the
- 9 county board; employ agents and employees; and acquire, hold, and dispose
- 10 of property. The commission may, on its own authority: Make arrangements
- 11 consistent with its program; conduct or sponsor special studies or
- 12 planning work for any public body or appropriate agency; receive grants,
- 13 remuneration, or reimbursement for such studies or work; and at its
- 14 public hearings, summon witnesses, administer oaths, and compel the
- 15 giving of testimony.
- 16 (4) In all counties in the state, the county planning commission may 17 grant conditional uses or special exceptions to property owners for the use of their property if the county board of commissioners or supervisors 18 19 has officially and generally authorized the commission to exercise such powers and has approved the standards and procedures the commission 20 adopted for equitably and judiciously granting such conditional uses or 21 special exceptions. The granting of a conditional use permit or special 22 23 exception shall only allow property owners to put their property to a 24 special use if it is among those uses specifically identified in the 25 county zoning regulations as classifications of uses which may require special conditions or requirements to be met by the owners before a use 26 permit or building permit is authorized. The applicant for a conditional 27 28 use permit or special exception for a livestock operation specifically identified in the county zoning regulations as a classification of use 29 which may require special conditions or requirements to be met within an 30 area of a county zoned for agricultural use may request a determination 31

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2 planning commission or by the county board of commissioners supervisors if the board has not authorized the commission to exercise 3 4 such authority. Upon request the commission or board shall issue such 5 determination of the special conditions or requirements to be imposed in a timely manner. Such special conditions or requirements to be imposed 6 may include, but are not limited to, the submission of information that 7 may be separately provided to state or federal agencies in applying to 8 9 obtain the applicable state and federal permits. The commission or the board may request and review, prior to making a determination of the 10 special conditions or requirements to be imposed, reasonable information 11 relevant to the conditional use or special exception. If a determination 12 13 of the special conditions or requirements to be imposed has been made, final permit approval may be withheld subject only to a final review by 14 the commission or county board to determine whether there is a 15 substantial change in the applicant's proposed use of the property upon 16 17 which the determination was based and that the applicant has met, or will 18 the special conditions or requirements imposed determination. For purposes of this section, substantial change shall 19 include any significant alteration in the original application including 20 significant change in the design or location of buildings or 21 22 facilities, in waste disposal methods or facilities, or in capacity. 23 (5) The power to grant conditional uses or special exceptions as set 24 forth in subsection (4) of this section shall be the exclusive authority 25 of the commission, except that the county board of commissioners or

of the special conditions or requirements to be imposed by the county

(5) The power to grant conditional uses or special exceptions as set forth in subsection (4) of this section shall be the exclusive authority of the commission, except that the county board of commissioners or supervisors may choose to retain for itself the power to grant conditional uses or special exceptions for those classifications of uses specified in the county zoning regulations. The county board of commissioners or supervisors may exercise such power if it has formally adopted standards and procedures for granting such conditional uses or special exceptions in a manner that is equitable and which will promote

- 1 the public interest. In any county other than a county in which is
- 2 located a city of the primary class, an appeal of a decision by the
- 3 county planning commission or county board of commissioners or
- 4 supervisors regarding a conditional use or special exception shall be
- 5 made to the district court. In any county in which is located a city of
- 6 the primary class, an appeal of a decision by the county planning
- 7 commission regarding a conditional use or special exception shall be made
- 8 to the county board of commissioners or supervisors, and an appeal of a
- 9 decision by the county board of commissioners or supervisors regarding a
- 10 conditional use or special exception shall be made to the district court.
- 11 (6) Whenever a county planning commission or county board is
- 12 authorized to grant conditional uses or special exceptions pursuant to
- 13 subsection (4) or (5) of this section, the planning commission or county
- 14 board shall, with its decision to grant or deny a conditional use permit
- 15 or special exception, issue a statement of factual findings arising from
- 16 the record of proceedings that support the granting or denial of the
- 17 conditional use permit or special exception. If a county planning
- 18 commission's role is advisory to the county board, the county planning
- 19 commission shall submit such statement with its recommendation to the
- 20 county board as to whether to approve or deny a conditional use permit or
- 21 special exception.
- 22 (7) No county planning commission or county board shall grant a
- 23 conditional use permit or special exception under this section to any
- 24 property owner who is delinquent in the payment of any real property
- 25 taxes owed to the county until such delinquent taxes are paid and
- 26 collected in full.
- 27 Sec. 6. The Revisor of Statutes shall assign:
- 28 (1) Section 1 of this act to Chapter 14, article 4; and
- 29 (2) Section 2 of this act to Chapter 15, article 9.
- 30 Sec. 7. Original section 23-114.01, Reissue Revised Statutes of
- 31 Nebraska, section 19-929, Revised Statutes Cumulative Supplement, 2020,

1 and section 18-2119, Revised Statutes Supplement, 2021, are repealed.