## LEGISLATURE OF NEBRASKA

## ONE HUNDRED EIGHTH LEGISLATURE

## FIRST SESSION

## **LEGISLATIVE BILL 408**

Introduced by Cavanaugh, M., 6.

Read first time January 12, 2023

Committee: Government, Military and Veterans Affairs

- 1 A BILL FOR AN ACT relating to the Nebraska Political Accountability and
- 2 Disclosure Act; to amend section 49-1499.03, Reissue Revised
- 3 Statutes of Nebraska; to change provisions relating to certain
- 4 conflicts of interest; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 49-1499.03, Reissue Revised Statutes of Nebraska,

- 2 is amended to read:
- 3 49-1499.03 (1)(a) An official of a political subdivision designated
- 4 in section 49-1493 who would be required to take any action or make any
- 5 decision in the discharge of his or her official duties that may cause
- 6 financial benefit or detriment to him or her, a member of his or her
- 7 immediate family, or a business with which he or she is associated, which
- 8 is distinguishable from the effects of such action on the public
- 9 generally or a broad segment of the public, shall take the following
- 10 actions as soon as he or she is aware of such potential conflict or
- 11 should reasonably be aware of such potential conflict, whichever is
- 12 sooner:
- (i) Prepare a written statement describing the matter requiring
- 14 action or decision and the nature of the potential conflict; and
- 15 (ii) Deliver a copy of the statement to the commission and to the
- 16 person in charge of keeping records for the political subdivision who
- 17 shall enter the statement onto the public records of the subdivision.
- 18 (b) The official shall take such action as the commission shall
- 19 advise or prescribe to remove himself or herself from influence over the
- 20 action or decision on the matter.
- 21 (c) This subsection does not prevent such a person from making or
- 22 participating in the making of a governmental decision to the extent that
- 23 the individual's participation is legally required for the action or
- 24 decision to be made. A person acting pursuant to this subdivision shall
- 25 report the occurrence to the commission.
- 26 (2)(a) Any person holding an elective office of a city or village
- 27 not designated in section 49-1493 and any person holding an elective
- 28 office of a school district who would be required to take any action or
- 29 make any decision in the discharge of his or her official duties that may
- 30 cause financial benefit or detriment to him or her, a member of his or
- 31 her immediate family, or a business with which he or she is associated,

- 1 which is distinguishable from the effects of such action on the public
- 2 generally or a broad segment of the public, shall take the following
- 3 actions as soon as he or she is aware of such potential conflict or
- 4 should reasonably be aware of such potential conflict, whichever is
- 5 sooner:
- 6 (i) Prepare a written statement describing the matter requiring
- 7 action or decision and the nature of the potential conflict;
- 8 (ii) Deliver a copy of the statement to the person in charge of
- 9 keeping records for the city, village, or school district who shall enter
- 10 the statement onto the public records of the city, village, or school
- 11 district; and
- 12 (iii) Except as otherwise provided in subsection (3) of this
- 13 section, abstain from participating or voting on the matter in which the
- 14 person holding elective office has a conflict of interest.
- 15 (b) The person holding elective office may apply to the commission
- 16 for an opinion as to whether the person has a conflict of interest.
- 17 (3)(a) This section does not prevent a person holding an elective
- 18 office of any city, village, or school district from making or
- 19 participating in the making of a governmental decision:
- 20 (i) To the extent that the individual's participation is legally
- 21 required for the action or decision to be made; or
- 22 (ii) If the potential conflict of interest is based on a business
- 23 association and (A) such business association is an association of cities
- 24 and villages or school districts, (B) the city, village, or school
- 25 district is a member of such association, and (C) the business
- 26 association exists only as the result of such person holding elective
- 27 office.
- 28 (b) A person holding elective office of any city subject to
- 29 subsection (1) of this section who is acting pursuant to this subsection
- 30 shall report the occurrence as provided in subdivisions (1)(a)(i) and
- 31 (ii) of this section.

- 1 (c) A person subject to subsection (2) of this section who is acting
- 2 pursuant to this subsection shall report the occurrence as provided in
- 3 subdivisions (2)(a)(i) and (ii) of this section.
- 4 (4)(a) Any member of a nonelective government body not designated in
- 5 <u>section 49-1493 who would be required to take any action or make any</u>
- 6 <u>decision</u> in the discharge of his or her official duties that may cause
- 7 <u>financial benefit or detriment to him or her, a member of his or her</u>
- 8 <u>immediate family, or a business with which he or she is associated, which</u>
- 9 is distinguishable from the effects of such action on the public
- 10 generally or a broad segment of the public, shall take the following
- 11 <u>actions as soon as he or she is aware of such potential conflict or</u>
- 12 <u>should reasonably be aware of such potential conflict, whichever is</u>
- 13 <u>sooner:</u>
- 14 (i) Prepare a written statement describing the matter requiring
- 15 action or decision and the nature of the potential conflict;
- 16 (ii) Deliver a copy of the statement to the person in charge of
- 17 <u>keeping records for the government body who shall enter the statement</u>
- 18 onto the public records of the government body; and
- 19 (iii) Except as otherwise provided in subdivision (4)(c) of this
- 20 <u>section, abstain from participating or voting on the matter in which the</u>
- 21 <u>member has a conflict of interest.</u>
- 22 (b) A member described in subdivision (4)(a) of this section may
- 23 apply to the commission for an opinion as to whether he or she has a
- 24 <u>conflict of interest.</u>
- 25 (c) This subsection does not prevent a member described in
- 26 <u>subdivision (4)(a) of this section from making or participating in the</u>
- 27 making of a governmental decision to the extent that the individual's
- 28 participation is legally required for the action or decision to be made.
- 29 A member who is acting pursuant to this subdivision shall report the
- 30 occurrence as provided in subdivisions (4)(a)(i) and (ii) of this
- 31 <u>section</u>.

1 (5) (4) Matters involving an interest in a contract are governed either by sections 49-14,102 and 49-14,103 or by sections 49-14,103.01 to 2 49-14,103.06. Matters involving the hiring of an immediate family member 3 are governed by section 49-1499.04. Matters involving nepotism or the 4 supervision of a family member by an official or employee in the 5 executive branch of state government are governed by section 49-1499.07. 6 7 Original section 49-1499.03, Reissue Revised Statutes of 8 Nebraska, is repealed.