LEGISLATURE OF NEBRASKA ONE HUNDRED EIGHTH LEGISLATURE FIRST SESSION

## **LEGISLATIVE BILL 410**

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, Section 1. Section 49-1499.03, Reissue Revised Statutes of Nebraska,
 is amended to read:

3 49-1499.03 (1)(a) An official of a political subdivision designated in section 49-1493 who would be required to take any action or make any 4 decision in the discharge of his or her official duties that may cause 5 financial benefit or detriment to him or her, a member of his or her 6 7 immediate family, or a business with which he or she is associated, which is distinguishable from the effects of such action on the public 8 9 generally or a broad segment of the public, shall take the following actions as soon as he or she is aware of such potential conflict or 10 should reasonably be aware of such potential conflict, whichever is 11 sooner: 12

(i) Prepare a written statement describing the matter requiring
 action or decision and the nature of the potential conflict; and

(ii) Deliver a copy of the statement to the commission and to the
person in charge of keeping records for the political subdivision who
shall enter the statement onto the public records of the subdivision.

(b) The official shall take such action as the commission shall
advise or prescribe to remove himself or herself from influence over the
action or decision on the matter.

(c) This subsection does not prevent such a person from making or participating in the making of a governmental decision to the extent that the individual's participation is legally required for the action or decision to be made. A person acting pursuant to this subdivision shall report the occurrence to the commission.

(2)(a) Any person holding an elective office of a city or village not designated in section 49-1493 and any person holding an elective office of a school district who would be required to take any action or make any decision in the discharge of his or her official duties that may cause financial benefit or detriment to him or her, a member of his or her immediate family, or a business with which he or she is associated,

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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

(iii) Except as otherwise provided in subsection (3) of this
section, abstain from participating or voting on the matter in which the
person holding elective office has a conflict of interest.

(b) The person holding elective office may apply to the commissionfor an opinion as to whether the person has a conflict of interest.

(3)(a) This section does not prevent a person holding an elective
office of any city, village, or school district from making or
participating in the making of a governmental decision:

(i) To the extent that the individual's participation is legallyrequired for the action or decision to be made; or

(ii) If the potential conflict of interest is based on a business association and (A) such business association is an association of cities and villages or school districts, (B) the city, village, or school district is a member of such association, and (C) the business association exists only as the result of such person holding elective office.

(b) A person holding elective office of any city subject to
subsection (1) of this section who is acting pursuant to this subsection
shall report the occurrence as provided in subdivisions (1)(a)(i) and
(ii) of this section.

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(c) A person subject to subsection (2) of this section who is acting
 pursuant to this subsection shall report the occurrence as provided in
 subdivisions (2)(a)(i) and (ii) of this section.

(4)(a) Any member of a library board of a city of the metropolitan 4 class who would be required to take any action or make any decision in 5 the discharge of his or her official duties that may cause financial 6 7 benefit or detriment to him or her, a member of his or her immediate family, or a business with which he or she is associated, which is 8 9 distinguishable from the effects of such action on the public generally 10 or a broad segment of the public, shall take the following actions as soon as he or she is aware of such potential conflict or should 11 reasonably be aware of such potential conflict, whichever is sooner: 12

(i) Prepare a written statement describing the matter requiring
 action or decision and the nature of the potential conflict;

15 (ii) Deliver a copy of the statement to the person in charge of 16 keeping records for the library board who shall enter the statement onto 17 the public records of the library board; and

(iii) Except as otherwise provided in subdivision (4)(c) of this
 section, abstain from participating or voting on the matter in which the
 member has a conflict of interest.

(b) A member of a library board of a city of the metropolitan class
 may apply to the commission for an opinion as to whether he or she has a
 conflict of interest.

(c) This subsection does not prevent a member of a library board of a city of the metropolitan class from making or participating in the making of a governmental decision to the extent that the individual's participation is legally required for the action or decision to be made. A member who is acting pursuant to this subdivision shall report the occurrence as provided in subdivisions (4)(a)(i) and (ii) of this section.

31 (5) (4) Matters involving an interest in a contract are governed

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either by sections 49-14,102 and 49-14,103 or by sections 49-14,103.01 to
49-14,103.06. Matters involving the hiring of an immediate family member
are governed by section 49-1499.04. Matters involving nepotism or the
supervision of a family member by an official or employee in the
executive branch of state government are governed by section 49-1499.07.
Sec. 2. Original section 49-1499.03, Reissue Revised Statutes of

7 Nebraska, is repealed.