

August 31, 2026

Governor Jim Pillen
State Capitol
2nd Floor, N.E.
P.O. Box 94848
Lincoln, NE 68509-4848

Clerk of the Legislature
State Capitol, Room 2018
P.O. Box 94604
Lincoln, NE 68509-4604

SUBJECT: Nebraska Resources Development Fund Biennial Report for July 1, 2024 - June 30, 2026

Dear Governor Pillen & the Clerk of the Legislature:

Pursuant to Neb. Rev. Stat § 2-1588(3) the Department of Water Energy and Environment (DWEE) is pleased to submit the 2026 Biennial Report for the Nebraska Resources Development Fund (NRDF). This report briefly summarizes the history of the Fund and focuses on the status of NRDF, including related legislative activities.

Since 1974, the NRDF has helped local subdivisions of government promote natural resources development opportunities and address related problems. By using funding from this program to leverage other monies, many beneficial projects have been completed that likely would not otherwise have been undertaken due to local funding constraints. The \$122.5 million of state funds invested has leveraged an additional \$152 million of federal and local funds to provide the citizens of Nebraska with an estimated \$1.42 billion in benefits over the projected life of the program.

In addition, the 67 projects that the NRDF helped to build will continue to protect the state's natural resources, while producing significant recreation and economic benefits for our citizens. These projects have leveraged significant federal and local funding to develop, preserve and maintain the state's water, and related land resources, including: programs and projects for the abatement of pollution; reduction of potential flood damages; reservation of lands for resources development projects; provision of public irrigation facilities; preservation and creation of fish and wildlife resources; protection and improvement of public land; provision of public outdoor recreation lands and facilities; provision and preservation of the waters of the state for all beneficial uses, including domestic, agriculture, and manufacturing uses; conservation of land resources; and protection of health, safety, and general welfare of the people.

In its 2014 session, the Legislature passed legislation in response to Nebraska's water funding needs identified in the "Strategic Plan and Recommendations Report", which was submitted to the Legislature

by the Water Funding Task Force in December 2013. LB906 and LB 1098 created the Water Sustainability Fund (WSF). LB 906 indicated a Legislative intent that the project assistance role previously performed by the NRDF be replaced by the new fund and limited future NRDF expenditures to those projects previously approved.

To complete the remaining NRDF projects under construction, legislative activities have allowed funding re-appropriation to continue through FY 2026-27 to this fund. No general fund request for this program will be presented in the future. Once contract commitments to existing projects are satisfied, the NRDF will cease to operate, and any remaining funds will be transferred to the Water Sustainability Fund.

Four NRDF projects remain; each is anticipated to be closed out in FY 2027-28 or before.

- Upper Prairie/Silver/Moores Sponsor: Central Platte NRD

This project, which includes four upland dams and large high water detention cells along the stream channel, will serve to reduce flooding along portions of Prairie, Silver and Moores Creeks west of Grand Island. It will also remove a portion of northwestern Grand Island from the 100-year flood plain. Four upstream dams, two on Duck Creek and two on Prairie Creek are complete, as well as excavation of detention cells. Construction of the education facility located within the detention cells' wetland complex is complete. This project is scheduled to be closed out in the Fall of 2026.

- Lower Turkey Creek Sponsor: Lower Big Blue NRD

This flood control project consists of seven floodwater-retarding structures (earthen dams) in Saline and Fillmore counties and drainage structure improvements in the Village of DeWitt. All construction related activities are complete. The sponsor must prepare a letter of map revision as required by the U.S. Army Corps of Engineers. Once completed the project will be closed out.

- Lake Wanhoo Sponsor: Lower Platte North NRD

This project is the largest component of the Sand Creek Environmental Restoration project designed and principally funded by the Corps of Engineers to restore nearly two thousand acres of Todd Valley wetlands, pond habitat, central deciduous forest and tall grass prairie. Located on Sand Creek just upstream of Wahoo, Nebraska, this project provides educational and recreational activities including swimming, boating, fishing, hiking, camping, youth hunting, wildlife viewing and more in conjunction with the 660-acre reservoir and ancillary flood reduction benefits. Construction is complete. Following completion of the NRD/contractor Borrow Pit AGREEMENT in December 2027, the project will be closed out.

Governor Jim Pillen
Clerk of the Legislature
August 31, 2026
Page 3 of 3

- Western Sarpy/Clear Creek Sponsor: Papio-Missouri River NRD

The Western Sarpy/Clear Creek Project, planned and designed by the U.S. Army Corps of Engineers, involves the improvement of levees on both sides of the Platte River near Ashland, and the elevation, relocation or removal of several cabins. Initial construction is complete; close-out is pending construction of a USA COE project modification in the Fall of 2026.

If you have questions or would like additional information, please contact Kent Zimmerman at kent.zimmerman@nebraska.gov or refer to the Natural Resources Commission's website at <https://nrc.nebraska.gov/resources-development-fund>.

With best regards,

A handwritten signature in black ink, appearing to read "Matt Manning", with a stylized flourish at the end.

Matt Manning, P.E., J.D.
Chief Water Officer, DWEE