LEGISLATURE OF NEBRASKA

ONE HUNDRED THIRD LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 153

Final Reading

Introduced by Dubas, 34; Harms, 48; Johnson, 23.

Read first time January 11, 2013

Committee: Revenue

A BILL

1	FOR AN ACT relating to the Civic and Community Center Financing Act;
2	to amend sections 13-2701, 13-2702, 13-2703, 13-2704,
3	13-2705, 13-2707, and 13-2709, Reissue Revised Statutes
4	of Nebraska; to provide for additional uses of grants
5	under the act; to change provisions relating to the use
6	of a fund, the evaluation of grants, and reports; to
7	define a term; to eliminate obsolete provisions; to
8	harmonize provisions; and to repeal the original
9	sections.

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

1 Section 1. Section 13-2701, Reissue Revised Statutes of

- 2 Nebraska, is amended to read:
- 3 13-2701 Sections 13-2701 to 13-2710 and sections 5, 6,
- 4 and 9 of this act shall be known and may be cited as the Civic and
- 5 Community Center Financing Act.
- 6 Sec. 2. Section 13-2702, Reissue Revised Statutes of
- 7 Nebraska, is amended to read:
- 8 13-2702 The purpose of the Civic and Community Center
- 9 Financing Act is to support the development of civic, and community,
- 10 <u>and recreation</u> centers throughout Nebraska. Furthermore, the act is
- 11 intended to support projects that foster maintenance or growth of
- 12 communities.
- Sec. 3. Section 13-2703, Reissue Revised Statutes of
- 14 Nebraska, is amended to read:
- 15 13-2703 For purposes of the Civic and Community Center
- 16 Financing Act:
- 17 (1) Civic center means a facility that is primarily used
- 18 to host conventions, meetings, and cultural events and a library;
- 19 (2) Community center means the traditional center of a
- 20 community, typically comprised of a cohesive core of residential,
- 21 civic, religious, and commercial buildings, arranged around a main
- 22 street and intersecting streets;
- 23 (3) Department means the Department of Economic
- 24 Development;
- 25 (4) Fund means the Civic and Community Center Financing

- 1 Fund; and
- 2 (5) Historic building means a building eligible for
- 3 listing on or currently listed on the National Register of Historic
- 4 Places; and -
- 5 (6) Recreation center means a facility used for
- 6 athletics, fitness, sport activities, or recreation that is owned by
- 7 <u>a municipality and is available for use by the general public with or</u>
- 8 without charge. Recreation center does not include any facility that
- 9 requires a person to purchase a membership to utilize such facility.
- 10 Sec. 4. Section 13-2704, Reissue Revised Statutes of
- 11 Nebraska, is amended to read:
- 12 13-2704 (1) The Civic and Community Center Financing Fund
- 13 is created. The fund shall be administered by the department.
- 14 Transfers may be made from the fund to the General Fund at the
- 15 direction of the Legislature. Any money in the Civic and Community
- 16 Center Financing Fund fund available for investment shall be invested
- 17 by the state investment officer pursuant to the Nebraska Capital
- 18 Expansion Act and the Nebraska State Funds Investment Act. The fund
- 19 may be used for assistance for the construction of new civic centers,
- 20 the renovation or expansion of existing civic or community centers,
- 21 or the conversion, rehabilitation, or reuse of historic buildings for
- 22 purposes consistent with this section. The fund may not be used for
- 23 programming, marketing, advertising, and related activities.
- 24 Transfers may be made from the fund to the **General Fund**, the
- 25 Department of Revenue Enforcement Fund, and to—the State Colleges

- 1 Sport Facilities Cash Fund at the direction of the Legislature.
- 2 (2) It is the intent of the Legislature that on July 1,
- 3 2011, or as soon thereafter as is administratively possible the State
- 4 Treasurer shall transfer forty two thousand nine hundred dollars from
- 5 the Civic and Community Center Financing Fund to the Department of
- 6 Revenue Enforcement Fund.
- 7 (2)(a) The department shall use the Civic and Community
- 8 <u>Center Financing Fund for the following purposes:</u>
- 9 (i) For grants of assistance as described in section 5 of
- 10 this act;
- 11 (ii) For grants of assistance as described in section 6
- 12 of this act; and
- 13 <u>(iii) For reasonable and necessary costs of the</u>
- 14 department directly related to the administration of the fund, not to
- 15 exceed the amount needed to employ a one-half full-time equivalent
- 16 <u>employee</u>.
- 17 (b) The fund may not be used for programming, marketing,
- 18 <u>advertising</u>, or facility-staffing activities.
- 19 (3) The State Treasurer shall transfer two hundred fifty
- 20 thousand dollars from the Civic and Community Center Financing Fund
- 21 to the State Colleges Sport Facilities Cash Fund on October 1 of
- 22 2012, 2013, and 2014. Commencing October 1, 2015, and every year
- 23 thereafter, the State Treasurer shall transfer four hundred thousand
- 24 dollars from the Civic and Community Center Financing Fund to the
- 25 State Colleges Sport Facilities Cash Fund.

1 Sec. 5. (1) The department shall use the fund to provide

- 2 grants of assistance for the following purposes:
- 3 (a) To assist in the construction of new civic centers
- 4 and recreation centers or the renovation or expansion of existing
- 5 <u>civic centers and recreation centers;</u>
- 6 (b) To assist in the conversion, rehabilitation, or reuse
- 7 <u>of historic buildings; or</u>
- 8 (c) To upgrade community centers, including the
- 9 <u>demolition of substandard and abandoned buildings.</u>
- 10 (2) Applications for grants of assistance pursuant to
- 11 this section shall be evaluated by the department pursuant to section
- 12 <u>13-2707.</u>
- 13 Sec. 6. (1) The department shall use the fund to provide
- 14 grants of assistance for engineering and technical studies directly
- related to projects described in section 5 of this act.
- 16 (2) Applications for grants of assistance pursuant to
- 17 this section shall be evaluated by the department pursuant to section
- 18 9 of this act.
- 19 Sec. 7. Section 13-2705, Reissue Revised Statutes of
- 20 Nebraska, is amended to read:
- 21 13-2705 The department may conditionally approve grants
- 22 of assistance from the fund to eligible and competitive applicants
- 23 within the following limits:
- 24 (1) Except as provided in subdivision (2) of this
- 25 section, a grant request shall be at in an amount meeting the

- 1 <u>following requirements:</u>
- 2 (a) For a grant of assistance under section 5 of this
- 3 <u>act, at least ten thousand dollars but no more than:</u>
- 4 $\frac{(a)}{(i)}$ For a city of the primary class, one million five
- 5 hundred thousand dollars;
- 6 (b) (ii) For a municipality with a population of forty
- 7 thousand but less than one hundred thousand, seven hundred fifty
- 8 thousand dollars;
- 9 (c) (iii) For a municipality with a population of twenty
- 10 thousand but less than forty thousand, five hundred thousand dollars;
- 11 (d) (iv) For a municipality with a population of ten
- 12 thousand but less than twenty thousand, four hundred thousand
- 13 dollars; and
- $\frac{(e)}{(v)}$ For a municipality with a population of less than
- 15 ten thousand, two hundred fifty thousand dollars; and
- 16 (b) For a grant of assistance under section 6 of this
- 17 act, at least two thousand dollars but no more than ten thousand
- 18 <u>dollars;</u>
- 19 (2) Upon the balance of the fund reaching two million
- 20 five hundred thousand dollars, and until the balance of the fund
- 21 falls below one million dollars, a grant request shall be at in an
- 22 amount meeting the following requirements:
- 23 <u>(a) For a grant of assistance under section 5 of this</u>
- 24 <u>act, at least ten thousand dollars but no more than:</u>
- (a) (i) For a city of the primary class, two million two

- hundred fifty thousand dollars;
- 2 (b) (ii) For a municipality with a population of forty
- 3 thousand but less than one hundred thousand, one million one hundred
- 4 twenty-five thousand dollars;
- 5 (c) (iii) For a municipality with a population of twenty
- 6 thousand but less than forty thousand, seven hundred fifty thousand
- 7 dollars;
- 8 $\frac{(d)-(iv)}{(iv)}$ For a municipality with a population of ten
- 9 thousand but less than twenty thousand, six hundred thousand dollars;
- 10 and
- 11 $\frac{(e)}{(v)}$ For a municipality with a population of less than
- 12 ten thousand, three hundred seventy-five thousand dollars; and
- 13 (b) For a grant of assistance under section 6 of this
- 14 act, at least two thousand dollars but no more than ten thousand
- 15 <u>dollars;</u>
- 16 (3) Assistance from the fund shall not amount to more
- 17 than fifty percent of the cost of construction, renovation, or
- 18 expansion; the project for which a grant is requested; and
- 19 (4) A municipality shall not be awarded more than one
- 20 grant of assistance under section 5 of this act and one grant of
- 21 <u>assistance under section 6 of this act</u> in any five-year period.
- 22 Sec. 8. Section 13-2707, Reissue Revised Statutes of
- 23 Nebraska, is amended to read:
- 24 13-2707 (1) The department shall evaluate all
- 25 applications for grants of assistance under section 5 of this act

1 based on the following criteria, which are listed in no particular

- 2 order of preference:
- 3 (1) Attraction impact. Funding decisions by the
- 4 department shall be based in part on the likelihood of the project
- 5 attracting new civic or community activity to Nebraska from outside
- 6 of Nebraska. A project with greater out of state draw shall be
- 7 preferred over a project with less impact;
- 8 (2) Socioeconomic impact. The project's potential for
- 9 long-term positive impacts on the local and regional economy and
- 10 society;
- 11 (3) Financial support. Assistance from the fund shall be
- 12 matched at least equally from local sources. At least fifty percent
- of the local match must be in cash. Projects with a higher level of
- 14 local matching funds shall be preferred as compared to those with a
- 15 lower level of matching funds;
- 16 (a) Retention Impact. Funding decisions by the department
- 17 shall be based on the likelihood of the project retaining existing
- 18 residents in the community where the project is located, developing,
- 19 sustaining, and fostering community connections, and enhancing the
- 20 potential for economic growth in a manner that will sustain the
- 21 quality of life and promote long-term economic development;
- 22 (b) New Resident Impact. Funding decisions by the
- 23 department shall be based on the likelihood of the project attracting
- 24 new residents to the community where the project is located;
- 25 (c) Visitor Impact. Funding decisions by the department

1 shall be based on the likelihood of the project enhancing or creating

- 2 an attraction that would increase the potential of visitors to the
- 3 community where the project is located from inside and outside the
- 4 state;
- $\frac{(4)-(d)}{(d)}$ Readiness. The applicant's fiscal and economic
- 6 capacity to finance the local share and ability to proceed and
- 7 implement its plan and operate the civic or center, community center,
- 8 <u>or recreation center; and</u>
- 9 (5) Project location. A project shall be located in the
- 10 municipality that applies for the grant; and
- 11 (6) (e) Project planning. Projects with completed
- 12 technical assistance and feasibility studies shall be preferred to
- 13 those with no prior planning.
- 14 (2) Any grant of assistance under section 5 of this act
- 15 <u>shall be matched at least equally from local sources. At least fifty</u>
- 16 percent of the local match must be in cash.
- 17 (3) To receive a grant of assistance under section 5 of
- 18 this act, the project for which the grant is requested shall be
- 19 located in the municipality that applies for the grant.
- 20 Sec. 9. The department shall evaluate all applications
- 21 for grants of assistance under section 6 of this act based on the
- 22 <u>following criteria:</u>
- 23 (1) Financial support. Assistance from the fund shall be
- 24 matched at least equally from local sources. At least fifty percent
- 25 of the local match must be in cash. Projects with a higher level of

1 local matching funds shall be preferred as compared to those with a

- 2 lower level of matching funds; and
- 3 (2) Project location. Assistance from the fund shall be
- 4 for engineering and technical studies related to projects that will
- 5 be located in the municipality that applies for the grant.
- 6 Sec. 10. Section 13-2709, Reissue Revised Statutes of
- 7 Nebraska, is amended to read:
- 8 13-2709 The department shall submit, as part of the
- 9 department's annual status report under section 81-1201.11, the
- 10 <u>following</u> information <u>regarding the Civic and Community Center</u>
- 11 Financing Act:
- 12 <u>(1) Information documenting the grants conditionally</u>
- 13 approved for funding by the Legislature in the following fiscal
- 14 year<u>;</u> -
- 15 (2) Reasons why a full application was not sent to any
- 16 <u>municipality seeking assistance under the act;</u>
- 17 (3) The amount of sales tax revenue generated for the
- 18 fund pursuant to subsection (4) of section 13-2610 and subsection (6)
- 19 of section 13-3108, the total amount of grants applied for under the
- 20 act, the year-end fund balance, and, if all available funds have not
- 21 been committed to funding grants under the act, an explanation of the
- 22 reasons why all such funds have not been so committed;
- 23 (4) The amount of appropriated funds actually expended by
- 24 the department for the year;
- 25 (5) The department's current budget for administration of

- 1 the act and the department's planned use and distribution of funds,
- 2 including details on the amount of funds to be expended on grants and
- 3 the amount of funds to be expended by the department for
- 4 <u>administrative purposes; and</u>
- 5 (6) Grant summaries, including the applicant
- 6 <u>municipality</u>, <u>project description</u>, <u>grant amount requested</u>, <u>amount and</u>
- 7 type of matching funds, and reasons for approval or denial based on
- 8 evaluation criteria from section 13-2707 or section 9 of this act for
- 9 every application seeking assistance under the act.
- 10 Sec. 11. Original sections 13-2701, 13-2702, 13-2703,
- 11 13-2704, 13-2705, 13-2707, and 13-2709, Reissue Revised Statutes of
- 12 Nebraska, are repealed.