AM223 LB156 MAL - 02/16/2021

## AMENDMENTS TO LB156

Introduced by Urban Affairs.

- 1 1. Strike the original sections and insert the following new
- 2 sections:
- 3 Section 1. Sections 1 to 15 of this act shall be known and may be
- 4 cited as the Municipal Inland Port Authority Act.
- 5 Sec. 2. The Legislature finds and declares as follows:
- 6 (1) Nebraska is ideally situated as a potential industrial and
- 7 logistical hub for multiple industries across the rest of the country.
- 8 The state is home to major railroads and trucking firms, and is within a
- 9 two-day drive to major cities on the east coast, west coast, Mexico, and
- 10 Canada;
- 11 (2) Increasingly, major companies looking to locate their
- 12 headquarters or expand operations seek large shovel-ready commercial and
- 13 <u>industrial sites, commonly referred to as mega sites;</u>
- 14 (3) Nebraska currently lacks the economic development tools
- 15 necessary to acquire and develop large shovel-ready commercial and
- 16 industrial sites, and the creation of one or more inland port authorities
- 17 in Nebraska could serve as a mechanism to develop such sites; and
- 18 (4) In addition to the development of large shovel-ready commercial
- 19 and industrial sites, the creation of one or more inland port authorities
- 20 <u>could serve as a regional merging point for multi-modal transportation</u>
- 21 <u>and distribution of goods to and from ports and other locations in other</u>
- 22 regions.
- 23 Sec. 3. For purposes of the Municipal Inland Port Authority Act:
- 24 (1) Board means the board of commissioners of an inland port
- 25 authority;
- 26 (2) City means any city of the metropolitan class, city of the
- 27 primary class, or city of the first class which contains an area eligible

- 1 to be designated as an inland port district;
- 2 (3) Direct financial benefit means any form of financial benefit
- 3 that accrues to an individual directly, including compensation,
- 4 commission, or any other form of a payment or increase of money, or an
- 5 <u>increase in the value of a business or property. Direct financial benefit</u>
- 6 does not include a financial benefit that accrues to the public
- 7 generally;
- 8 (4) Family member means a spouse, parent, sibling, child, or
- 9 grandchild;
- 10 <u>(5) Inland port authority means an authority created by a city,</u>
- 11 <u>county, or a city and one or more counties under the Municipal Inland</u>
- 12 Port Authority Act to manage an inland port district;
- 13 (6) Inland port district means an area within the corporate
- 14 boundaries or extraterritorial zoning jurisdiction or both of a city,
- 15 within the boundaries of one or more counties, or within both the
- 16 corporate boundaries or extraterritorial zoning jurisdiction or both of a
- 17 city and the boundaries of one or more counties, and which meets at least
- 18 <u>two of the following criteria:</u>
- 19 (a) Is located within one mile of a navigable river or other
- 20 <u>navigable waterway;</u>
- 21 (b) Is located within one mile of a major rail line;
- 22 (c) Is located within two miles of any portion of the federally
- 23 <u>designated National System of Interstate and Defense Highways or any</u>
- 24 other four-lane divided highway; or
- (d) Is located within two miles of a major airport;
- 26 (7) Intermodal facility means a hub or other facility for trade
- 27 combining any combination of rail, barge, trucking, air cargo, or other
- 28 transportation services;
- 29 <u>(8) Major airport means an airport with commercial service as</u>
- 30 <u>defined by the Federal Aviation Administration; and</u>
- 31 (9) Major rail line means a rail line that is accessible to a Class

AM223 AM223 LB156 MAL - 02/16/2021

- 1 I railroad as defined by the federal Surface Transportation Board.
- 2 (1) Any city which encompasses an area greater than three
- 3 hundred acres eligible to be designated as an inland port district may
- 4 propose to create an inland port authority by ordinance, subject to the
- 5 cap on the total number of inland port districts provided in subsection
- 6 (4) of this section. In determining whether to propose the creation of an
- 7 inland port authority, the city shall consider the following criteria:
- 8 (a) The desirability and economic feasibility of locating an inland
- 9 port district within the corporate boundaries, extraterritorial zoning
- jurisdiction, or both of the city; 10
- 11 (b) The technical and economic capability of the city and any other
- 12 public and private entities to plan and carry out development within the
- 13 proposed inland port district;
- 14 (c) The strategic location of the proposed inland port district in
- 15 proximity to existing and potential transportation infrastructure that is
- conducive to facilitating regional, national, and international trade and 16
- 17 the businesses and facilities that promote and complement such trade;
- (d) The potential impact that development of the proposed inland 18
- 19 port district will have on the immediate area; and
- 20 (e) The regional and statewide economic impact of development of the
- 21 proposed inland port district.
- 22 (2) Any city and one or more counties in which a city of the
- 23 metropolitan class, city of the primary class, or city of the first class
- 24 is located, or in which the extraterritorial zoning jurisdiction of such
- 25 city is located, which encompass an area greater than three hundred acres
- 26 eligible to be designated as an inland port district may enter into an
- 27 agreement pursuant to the Interlocal Cooperation Act to propose joint
- creation of an inland port authority, subject to the cap on the total 28
- 29 number of inland port districts provided in subsection (4) of this
- 30 section. In determining whether to propose the creation of an inland port
- 31 authority, the city and counties shall consider the following criteria:

- 1 (a) The desirability and economic feasibility of locating an inland
- 2 port district within the corporate boundaries or extraterritorial zoning
- 3 jurisdiction or both of the city, or within both the corporate boundaries
- 4 or extraterritorial zoning jurisdiction or both of a city and the
- 5 boundaries of one or more counties;
- 6 (b) The technical and economic capability of the city and county or
- 7 <u>counties and any other public and private entities to plan and carry out</u>
- 8 <u>development within the proposed inland port district;</u>
- 9 (c) The strategic location of the proposed inland port district in
- 10 proximity to existing and potential transportation infrastructure that is
- 11 <u>conducive to facilitating regional, national, and international trade and</u>
- 12 the businesses and facilities that promote and complement such trade;
- 13 (d) The potential impact that development of the proposed inland
- 14 port district will have on the immediate area; and
- 15 (e) The regional and statewide economic impact of development of the
- 16 proposed inland port district.
- 17 <u>(3) Any county with a population greater than twenty thousand</u>
- 18 inhabitants according to the most recent federal census or the most
- 19 recent revised certified count by the United States Bureau of the Census
- 20 <u>which encompasses an area greater than three hundred acres eligible to be</u>
- 21 <u>designated as an inland port district may propose to create an inland</u>
- 22 port authority by resolution, subject to the cap on the total number of
- 23 inland port districts provided in subsection (4) of this section. In
- 24 <u>determining whether to propose the creation of an inland port authority,</u>
- 25 the county shall consider the following criteria:
- 26 (a) The desirability and economic feasibility of locating an inland
- 27 port district within the county;
- 28 (b) The technical and economic capability of the county and any
- 29 <u>other public or private entities to plan and carry out development within</u>
- 30 <u>the proposed inland port district;</u>
- 31 (c) The strategic location of the proposed inland port district in

AM223 AM223 LB156 MAL - 02/16/2021

1 proximity to existing and potential transportation infrastructure that is

- 2 conducive to facilitating regional, national, and international trade and
- 3 the businesses and facilities that promote and complement such trade;
- (d) The potential impact that development of the proposed inland 4
- port district will have on the immediate area; and 5
- 6 (e) The regional and statewide economic impact of development of the
- 7 proposed inland port district.
- 8 (4) No more than five inland port districts may be designated
- 9 statewide. No inland port authority shall designate more than one inland
- 10 port district, and no inland port authority may be created without also
- 11 designating an inland port district.
- (5) Following the adoption of an ordinance, resolution, or execution 12
- 13 of an agreement pursuant to the Interlocal Cooperation Act proposing
- 14 creation of an inland port authority, the city clerk or county clerk
- 15 shall transmit a copy of such ordinance, resolution, or agreement to the
- Department of Economic Development. Upon receipt of such ordinance, 16
- 17 resolution, or agreement, the Director of Economic Development shall
- certify to the city clerk or county clerk whether the proposed creation 18
- 19 of such inland port authority exceeds the cap on the total number of
- 20 inland port districts pursuant to subsection (4) of this section. If the
- 21 proposed inland port authority does not exceed such cap, the inland port
- 22 authority shall be deemed created. If the proposed inland port authority
- 23 exceeds such cap, the city shall repeal such ordinance, the county shall
- 24 repeal such resolution, or the city and county or counties shall rescind
- 25 such agreement and the proposed inland port authority shall not be
- 26 created.
- 27 (1) The city council of any city which has created an
- 28 inland port authority pursuant to subsection (1) of section 4 of this act
- 29 shall designate what areas within the corporate limits, extraterritorial
- 30 zoning jurisdiction, or both of the city shall comprise the inland port
- 31 district, subject to the limitations of the Municipal Inland Port

AM223 LB156 MAL - 02/16/2021

1 Authority Act. The boundaries of any inland port district shall be filed

- 2 with the city clerk and shall become effective upon approval of the city
- 3 council. The city council may from time to time enlarge or reduce the
- 4 area comprising any inland port district, except that such district shall
- 5 <u>not be reduced to an area less than three hundred acres. Any change of</u>
- 6 boundaries shall be filed with the city clerk and become effective upon
- 7 <u>such filing.</u>
- 8 (2) The city council of any city and county board of any county or
- 9 counties which have created an inland port authority pursuant to
- 10 <u>subsection (2) of section 4 of this act shall designate what areas within</u>
- 11 the corporate limits, extraterritorial zoning jurisdiction, or both of
- 12 the city or within the county or counties shall comprise the inland port
- 13 district, subject to the limitations of the Municipal Inland Port
- 14 Authority Act. The boundaries of any inland port district shall be filed
- 15 with the city clerk and the county clerk or clerks and shall become
- 16 effective upon approval of the city council and the county board or
- 17 boards. The city council and the county board or boards may from time to
- 18 time enlarge or reduce the area comprising any inland port district,
- 19 except that such district shall not be reduced to an area less than three
- 20 <u>hundred acres. Any change of boundaries shall be filed with the city</u>
- 21 <u>clerk and the county clerk or clerks and become effective upon such</u>
- 22 <u>filing.</u>
- 23 (3) The county board of any county which has created an inland port
- 24 authority pursuant to subsection (3) of section 4 of this act shall
- 25 designate what areas within the county shall comprise the inland port
- 26 <u>district</u>, <u>subject to the limitations of the Municipal Inland Port</u>
- 27 Authority Act. The boundaries of any inland port district shall be filed
- 28 with the county clerk and shall become effective upon approval of the
- 29 <u>county board. The county board may from time to time enlarge or reduce</u>
- 30 the area comprising any inland port district, except that such district
- 31 <u>shall not be reduced to an area less than three hundred acres. Any change</u>

- 1 <u>of boundaries shall be filed with the county clerk and become effective</u>
- 2 <u>upon such filing.</u>
- 3 Sec. 6. (1) An inland port authority shall have the power to:
- 4 (a) Plan, facilitate, and develop the inland port district in
- 5 conjunction with the city, the county or counties, and other public and
- 6 private entities, including the development of publicly-owned
- 7 infrastructure and improvements within the inland port district;
- 8 <u>(b) Engage in marketing and business recruitment activities and</u>
- 9 efforts to encourage and facilitate development of the inland port
- 10 district;
- 11 <u>(c) Apply for and take all other necessary actions for the</u>
- 12 establishment of a foreign trade zone, as provided under federal law,
- 13 within the inland port district;
- 14 (d) Levy a sales and use tax, upon a two-thirds vote of the board,
- 15 <u>within the boundaries of the inland port district for the purposes of</u>
- 16 paying any part of the cost of a project in such inland port district;
- 17 <u>(e) Issue and sell revenue bonds as provided in section 8 of this</u>
- 18 act;
- 19 (f) Acquire, own, lease, sell, or otherwise dispose of interest in
- 20 and to any real property and improvements located thereon, and in any
- 21 personal property, necessary to fulfill the purposes of the inland port
- 22 <u>authority;</u>
- 23 (g) Acquire rights-of-way and property of any kind or nature within
- 24 the inland port district necessary for its purposes by purchase or
- 25 negotiation;
- 26 (h) Enter into lease agreements for real or personal property,
- 27 <u>either as lessee or lessor;</u>
- 28 <u>(i) Sue and be sued in its own name;</u>
- 29 <u>(j) Enter into contracts and other instruments necessary,</u>
- 30 <u>incidental</u>, or convenient to the performance of its duties and the
- 31 exercise of its powers, including, but not limited to, agreements under

AM223 AM223 LB156 MAL - 02/16/2021

1 the Interlocal Cooperation Act with the city, the county or counties, or

- 2 any other political subdivision of this or any other state;
- 3 (k) Borrow money from private lenders, from the state, or from the
- 4 federal government as may be necessary for the operation and work of the
- 5 inland port authority;
- 6 (1) Accept appropriations, contributions, gifts, grants, or loans
- 7 from the United States, the State of Nebraska, political subdivisions, or
- 8 other public and private agencies, individuals, partnerships, or
- 9 corporations;
- 10 (m) Employ such managerial, engineering, legal, technical, clerical,
- accounting, advertising, administrative, or other assistance as may be 11
- deemed advisable, or to contract with independent contractors for any 12
- 13 such assistance;
- 14 (n) Adopt, alter, or repeal its own bylaws, rules, and regulations
- 15 governing the manner in which its business may be transacted, except that
- 16 such bylaws, rules, and regulations shall not exceed the powers granted
- 17 to the inland port authority by the Municipal Inland Port Authority Act;
- (o) Enter into agreements with private operators or public entities 18
- 19 for the joint development, redevelopment, reclamation, and other uses of
- 20 property within the inland port district; and
- 21 (p) Own and operate an intermodal facility and other publicly-owned
- 22 infrastructure and improvements within the boundaries of the inland port
- 23 <u>district.</u>
- (2) An inland port authority shall neither possess nor exercise the 24
- 25 power of eminent domain.
- 26 Sec. 7. The State of Nebraska and any municipality, county, or
- 27 other political subdivision of the state may, in its discretion, with or
- without consideration, transfer or cause to be transferred to any inland 28
- 29 port authority or place in its possession or control, by lease or other
- 30 contract or agreement, either for a limited period or in fee, any real
- 31 property within its inland port district. Nothing in this section shall

- 1 in any way impair, alter, or change any obligations of such entities,
- 2 contractual or otherwise, existing prior to the effective date of this
- 3 act.
- 4 Sec. 8. (1) An inland port authority created under the Municipal
- 5 <u>Inland Port Authority Act may issue and sell revenue bonds necessary to</u>
- 6 provide sufficient funds for achieving its purposes, including the
- 7 construction of intermodal facilities and the financing of port
- 8 improvement projects, except that such authority shall not issue or sell
- 9 general obligation bonds.
- 10 (2) The State of Nebraska shall not be liable for any bonds of any
- 11 <u>inland port authority</u>. Any such bonds shall not be a debt of the state
- 12 <u>and shall contain on the faces thereof a statement to such effect.</u>
- 13 (3) No commissioner of any board of any inland port authority or any
- 14 other authorized person executing inland port authority bonds shall be
- 15 personally liable on such bonds or be subject to any personal liability
- or accountability by reason of the issuance thereof.
- 17 Sec. 9. <u>No inland port authority shall be required to pay any taxes</u>
- 18 or any assessments whatsoever to the State of Nebraska or to any
- 19 <u>political subdivision of the state. The bonds of every inland port</u>
- 20 <u>authority and the income therefrom shall, at all times, be exempt from</u>
- 21 any taxes and any assessments, except for inheritance and gift taxes and
- 22 <u>taxes on transfers.</u>
- 23 Sec. 10. (1) An inland port authority shall be administered by the
- 24 <u>board which shall consist of:</u>
- 25 (a) If created by a city of the metropolitan class, nine members;
- 26 (b) If created by a city of the primary class, seven members;
- 27 (c) If created by a city of the first class, five members;
- 28 <u>(d) If jointly created by a city of the metropolitan class and one</u>
- 29 <u>or more counties, eleven members;</u>
- 30 (e) If jointly created by a city of the primary class and one or
- 31 <u>more counties, nine members;</u>

1 (f) If jointly created by a city of the first class and one or more

- 2 <u>counties</u>, <u>seven members</u>; <u>or</u>
- 3 (g) If created by a county, nine members.
- 4 (2) Upon the creation of an inland port authority under subsection
- 5 (1) or (2) of section 4 of this act, the mayor of the city that created
- 6 the authority, with the approval of the city council, and, if the
- 7 authority is created under subsection (2) of section 4 of this act, with
- 8 the approval of the county board or boards, shall appoint a temporary
- 9 board to govern the authority until a board is elected pursuant to
- 10 section 11 of this act. Members of the temporary board shall be residents
- 11 of the city, or, if the authority is created under subsection (2) of
- 12 <u>section 4 of this act, members of the temporary board shall be residents</u>
- of the county or counties.
- 14 (3) Upon the creation of an inland port authority under subsection
- 15 (3) of section 4 of this act, the chairperson of the county board, with
- 16 the approval of the county board, shall appoint a temporary board to
- 17 govern the authority until a board is elected pursuant to section 11 of
- 18 this act. Members of the temporary board shall be residents of the
- 19 county.
- 20 (4) Any vacancy on the temporary board of an inland port authority
- 21 <u>shall be filled in the same manner as the vacating board member was</u>
- 22 appointed to serve the unexpired portion of the temporary board member's
- 23 <u>term.</u>
- 24 Sec. 11. (1) Following the creation of an inland port authority,
- 25 the election commissioner or county clerk of the county in which the
- 26 majority of the inland port district is located shall divide the
- 27 territory of the city, county, or the city and county or counties which
- 28 created the authority into the number of districts required under
- 29 <u>subsection (1) of section 10 of this act for the purpose of electing</u>
- 30 <u>members to the board. Such districts shall be compact and contiguous and</u>
- 31 <u>substantially equal in population. The newly established districts shall</u>

- 1 <u>be certified to the Secretary of State following such creation. The newly</u>
- 2 <u>established districts shall apply beginning with the nomination and</u>
- 3 <u>election of board members at the next statewide primary and general</u>
- 4 elections held at least seventy days after the creation of the inland
- 5 port authority. Following the drawing of initial districts pursuant to
- 6 this section, additional redistricting shall be undertaken by the board
- 7 according to section 32-553. One member shall be elected from each
- 8 <u>district as provided in section 12 of this act.</u>
- 9 (2) A vacancy in office for an elected member of the board shall
- 10 <u>occur upon the happening of an event as described in section 32-560.</u>
- 11 Whenever any such vacancy occurs, the remaining members of the board
- 12 <u>shall appoint an individual residing within the geographical boundaries</u>
- 13 <u>of the district in which the vacancy occurred for the balance of the</u>
- 14 <u>unexpired term.</u>
- 15 Sec. 12. (1) Members of the board of an inland port authority shall
- 16 be nominated at the statewide primary election and elected at the
- 17 <u>statewide general election following the creation of the authority as</u>
- 18 provided in section 11 of this act, and subsequently elected members
- 19 shall be nominated at subsequent statewide primary elections and elected
- 20 <u>at subsequent statewide general elections. Candidates for election shall</u>
- 21 <u>be nominated upon a nonpartisan ballot.</u>
- 22 (2) A member elected to represent an odd-numbered district in the
- 23 <u>first election of board members shall be elected for a two-year term. A</u>
- 24 member elected to represent an even-numbered district in the first
- 25 election of board members shall be elected for a four-year term. Members
- 26 <u>elected in subsequent elections shall be elected for four-year terms and</u>
- 27 <u>until their successors are elected and qualified.</u>
- 28 (3) Members shall take office on the first Thursday after the first
- 29 <u>Tuesday in January following their election</u>, except that members
- 30 appointed to fill vacancies shall take office immediately following
- 31 <u>administration of the oath of office.</u>

- 1 Sec. 13. (1) No individual may serve as a commissioner or an
- 2 <u>employee of an inland port authority if:</u>
- 3 (a) The individual or a family member of the individual owns an
- 4 interest in any real property located within the boundaries of the inland
- 5 port district; or
- 6 (b) The individual or a family member of the individual owns an
- 7 interest in, is directly affiliated with, or is an employee or officer of
- 8 <u>a private firm, company, or other entity that the individual reasonably</u>
- 9 <u>believes is likely to:</u>
- 10 <u>(i) Participate in or receive a direct financial benefit from the</u>
- 11 <u>development of the inland port district; or</u>
- 12 (ii) Acquire an interest in any facility located within the inland
- 13 port district.
- 14 (2) Before taking office as a commissioner or accepting employment
- 15 with an inland port authority, an individual shall submit to the
- 16 authority a statement verifying that the individual's service as a
- 17 commissioner or an employee will not violate subsection (1) of this
- 18 section.
- 19 (3) An individual shall not, at any time during the individual's
- 20 <u>service as a commissioner or an employee of an inland port authority,</u>
- 21 <u>acquire or take any action to initiate, negotiate, or otherwise arrange</u>
- 22 for the acquisition of an interest in any real property located within
- 23 <u>the boundaries of the inland port district.</u>
- 24 (4) A commissioner or an employee of an inland port authority shall
- 25 not receive a direct financial benefit from the development of any real
- 26 property located within the boundaries of the inland port district.
- 27 Sec. 14. (1) The board shall cause minutes of meetings and a record
- 28 to be kept of all its proceedings. Meetings of the board shall be subject
- 29 <u>to the Open Meetings Act.</u>
- 30 (2) An inland port authority's records and documents, except those
- 31 which may be lawfully excluded, shall be considered public records for

AM223

LB156

1 purposes of sections 84-712 to 84-712.09.

9

2 Sec. 15. (1) The city council of a city that created an inland port 3 authority under subsection (1) of section 4 of this act or the county board of a county that created an inland port authority under subsection 4 5 (3) of section 4 of this act may dissolve such inland port authority if 6 such inland port authority has no outstanding obligations. The inland 7 port authority shall be dissolved as of the date of approval by the city council or county board. All funds and other assets of the inland port 8

authority shall be transferred upon dissolution to the city or county.

(2) The city council of a city and the county board or county boards 10 11 of a county or counties that created an inland port authority under 12 subsection (2) of section 4 of this act may dissolve such inland port authority if such inland port authority has no outstanding obligations. 13 14 The inland port authority shall be dissolved as of the date of approval 15 by the city council and the county board or boards. Upon dissolution, all 16 funds and other assets of the inland port authority shall be transferred 17 to the city or the county or counties as agreed upon by the city and county or counties. 18

19 The Revisor of Statutes shall assign sections 1 to 15 of 20 this act to a new article in Chapter 13.