AMENDMENTS TO LB549

Introduced by Urban Affairs.

1. Strike the original sections and insert the following new 1 sections: 2 3 Sections 1 to 9 of this act shall be known and may be Section 1. cited as the Municipal Natural Gas System Emergency Assistance Act. 4 5 Sec. 2. The purpose of the Municipal Natural Gas System Emergency 6 Assistance Act is to assist municipalities which own and operate a natural gas plant or natural gas system in addressing extraordinary costs 7 8 due to extreme weather events. 9 Sec. 3. For purposes of the Municipal Natural Gas System Emergency 10 Assistance Act: 11 (1) Extraordinary costs means expenses that exceed the usual, average, or budgeted costs related to procuring and delivering natural 12 13 gas, including the purchase of spot or incremental natural gas, the purchase of gas to replenish depleted storage, overtime pay for utility 14 workers, costs related to propane injection, and pipeline charges beyond 15 16 the scope of normal and customary charges; 17 (2) Extreme weather event means a weather event occurring on or after January 1, 2021, including, but not limited to, snow, rain, 18 drought, flood, storm, extreme heat, or extreme cold, that generates 19 20 extraordinary costs related to such event; and 21 (3) Municipality means any city of the first class, city of the second class, or village which owns or operates a natural gas plant or 22 23 natural gas system. Sec. 4. A municipality may apply to the State Treasurer for a grant 24 under the Municipal Natural Gas System Emergency Assistance Act to cover 25 up to ninety percent of the extraordinary costs incurred by such 26 27 municipality as a result of an extreme weather event. Applications shall

1 be submitted on a form prescribed by the State Treasurer. Each 2 application shall include the amount of grant funds requested, the date 3 or dates of the extreme weather event, and documentation of the extraordinary costs incurred as a result of such extreme weather event. 4 5 The State Treasurer shall consider applications in the order in which they are received and may approve applications within the limits of 6 7 available appropriations. The State Treasurer shall not be required to 8 verify the information provided in the application.

9 The Municipal Natural Gas System Emergency Assistance Fund Sec. 5. 10 is created. The fund shall be used by the State Treasurer to make grants to municipalities under the Municipal Natural Gas System Emergency 11 Assistance Act and to defray any administrative expenses incurred by the 12 State Treasurer in carrying out the act. The fund shall consist of 13 14 appropriations made by the Legislature, transfers authorized by the 15 Legislature, and any federal funds which may become available for the 16 purposes of the act. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska 17 Capital Expansion Act and the Nebraska State Funds Investment Act. 18

Sec. 6. <u>The State Treasurer shall transfer ten million dollars from</u>
<u>the General Fund to the Municipal Natural Gas System Emergency Assistance</u>
<u>Fund on the effective date of this act or as soon thereafter as</u>
<u>administratively practicable.</u>

23 Sec. 7. <u>On or before December 31 of each year, the State Treasurer</u> 24 <u>shall electronically submit a report to the Urban Affairs Committee of</u> 25 <u>the Legislature documenting the grants approved under the Municipal</u> 26 <u>Natural Gas System Emergency Assistance Act during the calendar year.</u>

Sec. 8. <u>The State Treasurer may adopt and promulgate rules and</u>
<u>regulations to carry out the Municipal Natural Gas System Emergency</u>
<u>Assistance Act.</u>

30 Sec. 9. <u>The Municipal Natural Gas System Emergency Assistance Act</u> 31 terminates on June 30, 2023. The State Treasurer shall transfer any 1 <u>unobligated money remaining in the Municipal Natural Gas System Emergency</u>

2 <u>Assistance Fund on such date to the General Fund.</u>

3 Sec. 10. The Revisor of Statutes shall assign sections 1 to 9 of 4 this act to a new article in Chapter 19.

5 Sec. 11. Since an emergency exists, this act takes effect when 6 passed and approved according to law.