LEGISLATURE OF NEBRASKA ONE HUNDRED SEVENTH LEGISLATURE SECOND SESSION

LEGISLATIVE BILL 1024

Introduced by Wayne, 13; McKinney, 11. Read first time January 13, 2022 Committee:

- A BILL FOR AN ACT relating to municipalities; to adopt the North Omaha
 Recovery Act; to create a fund; to state legislative intent for
 appropriations; and to declare an emergency.
- 4 Be it enacted by the people of the State of Nebraska,

1	Section 1. <u>Sections 1 to 6 of this act shall be known and may be</u>
2	<u>cited as the North Omaha Recovery Act.</u>
3	Sec. 2. <u>The Legislature finds that:</u>
4	(1) The COVID-19 public health emergency has caused widespread
5	economic, social, and public health-related turmoil that deepened
6	existing disparities;
7	(2) The social and economic challenges caused and exacerbated by the
8	<u>COVID-19 public health emergency include high unemployment, wage</u>
9	decreases, increased homelessness, and food insecurity;
10	(3) The impact of the COVID-19 public health emergency and related
11	challenges were disproportionately felt in low-income and minority
12	<u>communities such as North Omaha;</u>
13	(4) The social and economic challenges in North Omaha have persisted
14	for multiple generations, partially fueled by past racial segregation and
15	the historical practice known as redlining;
16	<u>(5) Funding under the federal American Rescue Plan Act of 2021</u>
17	presents a once-in-a-lifetime opportunity to respond to the challenges
18	facing North Omaha that have been worsened by the COVID-19 public health
19	<u>emergency; and</u>
20	(6) Federal guidance issued by the United States Department of the
21	Treasury has identified qualified census tracts as areas in which certain
22	activities and investments will be deemed presumptively eligible for the
23	use of funds under the federal American Rescue Plan Act of 2021.
24	Sec. 3. For purposes of the North Omaha Recovery Act, qualified
25	census tract means a qualified census tract as defined in 26 U.S.C. 42(d)
26	<pre>(5)(B)(ii)(I), as such section existed on January 1, 2022.</pre>
27	Sec. 4. (1) The North Omaha Recovery Special Committee of the
28	Legislature is established as a special committee of the Legislature to
29	exercise the powers and perform the duties provided in the North Omaha
30	Recovery Act. The special legislative committee shall consist of no fewer
31	than five members of the Legislature as determined by the Executive Board

1 of the Legislative Council. The special legislative committee shall 2 consist of the chairperson of the Urban Affairs Committee of the 3 Legislature, who shall serve as chairperson of the special legislative 4 committee, the Speaker of the Legislature, the chairperson of the 5 Appropriations Committee of the Legislature or his or her designee, and at least two other members of the Legislature appointed by the executive 6 7 board. The appointed members of the special legislative committee shall be members who represent legislative districts containing one or more 8 9 qualified census tracts located within the boundaries of a city of the 10 metropolitan class.

(2) The Executive Board of the Legislative Council shall provide 11 staff as required by the special legislative committee from existing 12 legislative staff. In addition, the special legislative committee may 13 hire additional staff, make expenditures for travel, and enter into 14 15 contracts for services related to the duties of the special legislative 16 committee. The contracts shall be based on competitive bids and subject 17 to approval of the executive board upon the recommendation of a majority of the members of the special legislative committee. 18

19 (3) The special legislative committee may hold hearings and request and receive reports from the federal government, state agencies, 20 counties, municipalities, and other public and private entities regarding 21 22 the impact of the COVID-19 public health emergency on low-income and 23 minority communities in Nebraska. The special legislative committee may 24 hold one or more closed sessions for the receipt of confidential 25 information if at least one-half of the members of the special legislative committee vote in open session to hold a closed session. 26

(4) The special legislative committee may provide grants under the
 North Omaha Recovery Act and develop an application process by which
 eligible applicants may apply for such grant funding. All grants made by
 the special legislative committee shall meet the eligible uses under the
 federal American Rescue Plan Act of 2021 and pursuant to any relevant

1	guidance on the use of such funds by the United States Department of the
2	Treasury. Grants shall be targeted to at least one of the following four
3	categories: Housing and homelessness, community and small business
4	recovery, community well-being, and community assistance and programming.
5	Sec. 5. <u>The North Omaha Recovery Act Fund is created. The fund</u>
6	shall be used by the North Omaha Recovery Special Committee of the
7	Legislature to provide grant funding to public and private entities
8	utilizing funds from the federal American Rescue Plan Act of 2021 to
9	respond to the COVID-19 public health emergency and its negative impact
10	within qualified census tracts located within the boundaries of a city of
11	the metropolitan class, and to defray any administrative expenses
12	incurred by the special legislative committee or the Legislative Council
13	in carrying out the North Omaha Recovery Act. The fund shall consist of
14	transfers by the Legislature as provided under section 6 of this act. Any
15	money in the fund available for investment shall be invested by the state
16	investment officer pursuant to the Nebraska Capital Expansion Act and the
17	<u>Nebraska State Funds Investment Act.</u>
18	Sec. 6. It is the intent of the Legislature to appropriate four

10 been of <u>iffy million dollars from federal funds for FY2022-23 to the</u> 19 <u>hundred fifty million dollars from federal funds appropriated in this</u> 20 <u>North Omaha Recovery Act Fund. The federal funds appropriated in this</u> 21 <u>section shall be from the funds allocated to the State of Nebraska from</u> 22 <u>the federal Coronavirus State Fiscal Recovery Fund pursuant to the</u> 23 <u>federal American Rescue Plan Act of 2021, Public Law 117-2, Subtitle M,</u> 24 <u>Sec. 9901.</u>

25 Sec. 7. Since an emergency exists, this act takes effect when 26 passed and approved according to law.

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