## LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE

FIRST SESSION

## **LEGISLATIVE BILL 636**

Introduced by Stinner, 48.

Read first time January 23, 2019

## Committee:

- 1 A BILL FOR AN ACT relating to political subdivisions; to create the
- 2 Financial Condition of Counties and Municipalities Task Force; and
- 3 to provide powers and duties.
- 4 Be it enacted by the people of the State of Nebraska,

1 Section 1. (1) The Financial Condition of Counties and

- 2 Municipalities Task Force is hereby created.
- 3 (2) The task force shall include the following nonvoting, ex officio
- 4 members:
- 5 (a) The chairperson of the Appropriations Committee of the
- 6 Legislature; and
- 7 (b) One additional member of the Legislature selected by the
- 8 <u>Executive Board of the Legislative Council.</u>
- 9 (3) The task force shall include the following voting members:
- 10 (a) The Auditor of Public Accounts or his or her designee, who shall
- 11 <u>serve as chairperson of the task force;</u>
- 12 <u>(b) The executive director of the Nebraska Association of County</u>
- 13 Officials or his or her designee;
- 14 (c) The executive director of the League of Nebraska Municipalities
- 15 or his or her designee; and
- 16 <u>(d) The following ten members, who shall be appointed by the</u>
- 17 Governor:
- (i) Two representatives from cities of the second class;
- 19 (ii) Two representatives from villages;
- 20 (iii) Four representatives from counties that do not include a city
- 21 of the metropolitan class or a city of the primary class;
- 22 (iv) One representative from the School of Public Administration of
- 23 <u>the University of Nebraska at Omaha; and</u>
- 24 (v) One attorney with expertise in the field of public finance.
- 25 (4) The task force may appoint advisory groups to assist the task
- 26 force by providing technical expertise and advice on any issue. The
- 27 <u>advisory groups may be composed of representatives of stakeholder groups</u>
- 28 with expertise in the field of county and municipal budgets and
- 29 <u>financing</u>. No compensation or expense reimbursement shall be provided to
- 30 any member of any advisory group appointed by the task force.
- 31 (5) The Auditor of Public Accounts shall provide staff assistance to

- 1 the task force in consultation with other interested parties. The task
- 2 force may hire consultants to assist in carrying out its duties.
- 3 (6) The task force shall:
- 4 (a) Consider whether it is advisable to create a system to
- 5 <u>effectively detect</u>, monitor, and prevent financial distress in counties
- 6 and municipalities;
- 7 (b) Consider whether it is advisable to provide a rating criterion
- 8 to evaluate the financial health of counties and municipalities; and
- 9 (c) Provide recommendations as to the state's role in alleviating
- 10 any such financial distress.
- 11 (7) The task force shall meet at the call of the chairperson and
- 12 shall present its findings in a report to the Executive Board of the
- 13 Legislative Council no later than December 1, 2019. The report shall be
- 14 <u>submitted electronically.</u>
- 15 (8) It is the intent of the Legislature to appropriate fifty
- 16 thousand dollars to carry out this section.