

Legislative Update 5/18/2021

Tim O'Brien, Director – Economic Development & External Relations





State Legislative Update



2021 Nebraska Legislative Calendar

Nebraska's 107th Legislature

- January 6th Legislature convened at 10 am
- January 20th Last day of bill introduction
- January 25th All day public hearings begin
- March 4th Date to complete committee hearings, except Judiciary Committee on introduced bills
- March 10th Deadline for Speaker priority requests
- March 12th Deadline for designation of Committee and Senator priority bills (extended)
- March 12th Judiciary Committee hearings to be completed
- March 15th Full-day debate
- June 10th Day 90, sine die



2021 Legislation – Priority Status

Bill & Current Status	Summary
LB 83 Flood	Change the Open Meetings Act to provide for virtual conferencing
Support	1/7/21 Introduced, 1/11/21 Referred to Government, Military and Veterans Affairs Committee, 1/27/21 Hearing held OPPD submitted a letter in support, Placed on General File with AM127, 3/10/21 Government, Military and Veterans Affairs priority bill, 3/17/21 Advanced to Select File, 4/15/21 Passed on Final Reading 43-0-6 with Emergency Clause. 4/21/21 Signed by Governor.
LB 84 Bostelman	Redefine terms relating to tax incentive performance audits and the ImagiNE Nebraska Act
Support	1/7/21 Introduced, 1/11/21 Referred to Revenue Committee, 2/26/21 Hearing held, OPPD submitted a letter in support, 3/10/21 Placed on General File, 3/17/21 Speaker priority bill, 4/27/21 Advanced to Select File.
LB 139 Briese	Adopt the COVID-19 Liability Protection Act
Neutral	1/8/21 Introduced, 1/12/21 Referred to Judiciary Committee, 2/18/21 Hearing held, 3/11/21 Slama priority bill
LB 279 Bostar	Authorize certain activities that are eligible for assistance from the Affordable Housing Trust Fund.
Neutral	1/14/21 Referred to Appropriations Committee, 2/26/21 Hearing held, 4/9/21 Amended into LB 384 budget bill, 4/26/21 Signed by Governor
LB 306 Brandt	Provide eligibility requirements for the low-income home energy assistance program
Support	1/12/21 Introduced, 1/14/21 Referred to Health and Human Service Committee, 1/29/21 Hearing held, OPPD testified in support, 3/9/21 Placed on General file, 3/12/21 Brandt priority bill, 4/29/21 Advanced to Select File



2021 Legislation – Priority Status

Bill & Current Status	Summary
LB 368 Sanders	Provide the Auditor of Public Accounts enforcement powers for failure of political subdivisions to file reports
Neutral	1/13/21 Introduced, 1/15/21 Referred to Government, Military and Veterans Affairs Committee, 1/29/21 Hearing held, 2/8/21 Placed on General File with AM66, 3/12/21 Advanced to Select File, 3/23/21 Advanced to Final Reading, 3/25/21 Passed on Final Reading 46-0-3, 3/31/21 Signed by Governor.
LB 409 Brewer	Provide a moratorium on construction of electric transmission lines and create the Electric Transmission Line Study Committee of the Legislature
Oppose	1/14/21 Introduced, 1/20/21 Referred to Executive Board, 1/22/21 Brewer priority bill, 2/3/21 Hearing held, OPPD submitted opposition letter
LB 449 Wishart	Appropriate funds to the Department of Environment and Energy
Support	1/15/21 Introduced, 1/20/21 Referred to Appropriations Committee, 2/26/21 Hearing held, 4/9/21 Amended into LB380 budget bill, 4/1/21 LB 380 Placed on General File with AM393, 4/12/21 Advanced to Select File with ER56, 4/14/21 Advanced to Final Reading, 4/20/21 Passed on Final Reading with Emergency Clause, 4/26/21 Signed by Governor
LB 460 Brandt	Authorize leasing of dark fiber and eliminate certain powers of the Public Service Commission
Support	1/15/21 Introduced, 1/20/21 Referred to Transportation and Telecommunications Committee, 2/9/21 Hearing held
LB 474 Wishart	Adopt the Medicinal Cannabis Act
Neutral	1/15/21 Introduced, 1/20/21 Referred to Judiciary Committee, 3/10/21 Hearing scheduled, 3/12/21 Wishart priority bill, 3/31/21 Placed on General File with AM824.



Other Bills of Interest

- LB 338 Change provisions regarding broadband service and provide requirements for and change provisions relating to funding for broadband infrastructure.
 - 5/5/21 Signed by Governor
- LB 380 Appropriate funds for the expenses of Nebraska State Government for the biennium ending June 30, 2023
 - 4/26/21 Signed by Governor
- LB 388 Adopt the Nebraska Broadband Bridge Act
 - 4/28/21 Advanced to Select File
- LB 650 Adopt the Nebraska Geologic Storage of Carbon Dioxide Act
 - 4/20/21 Advanced to Final Reading





Federal Legislative Update



Federal Update Summary

- 4,510 bills introduced in the 117th Congress as of May 6th
- Hearings are starting on energy and environmental policies to set the groundwork for future legislation on climate.
- Infrastructure package is the next major focus after COVID-19 stimulus.
 - President Biden's \$2 trillion, 8 year infrastructure package. GOP \$568 billion counterproposal (slides 10-12).
 - H.R. 1848 LIFT America Act House Energy & Commerce Committee's Leading Infrastructure for Tomorrow's America Act (H.R. 1848 LIFT America Act) introduced March 11th.
- Other major bills of interest:
 - H.R. 848, the GREEN Act (renewable energy tax incentives).
 - H.R. 1512, the CLEAN Future Act (Clean Energy Standard) the basis for the House Climate Package.
- 21 of 23 Cabinet nominees confirmed. Hearings begin for Undersecretaries and other appointed positions. (slide 30 in appendix).





Infrastructure Proposals



Biden's American Jobs Plan infrastructure summary

BACKGROUND: On March 31st, President Biden released his \$2 trillion American Jobs Plan, a proposal to restore and upgrade US infrastructure, and his Made in America Tax Plan, a proposal to overhaul the corporate tax code and fully fund the American Jobs Plan within 15 years. The American Jobs Plan focuses on:



Repairing highways, roads, and bridges



Expanding high-speed broadband internet access



Completing and upgrading new schools



Shifting towards clean energy

Purpose



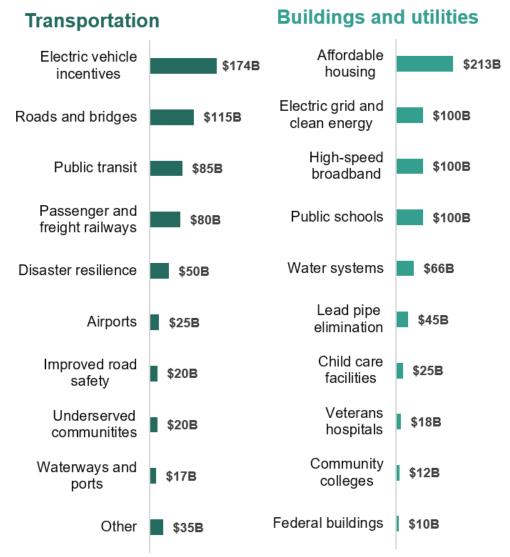
- Rebuild US infrastructure after decades of disinvestment
- Create millions of jobs
- Position the US to out-compete China

Outlook

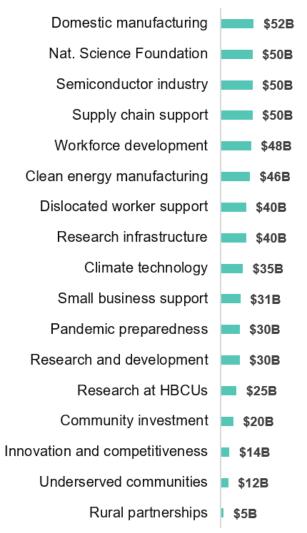
- Republican support for the plan in the Senate appears unlikely
- To avoid the filibuster, Democrats would need the support of their entire caucus plus ten Republican senators
- Democrats could use budget reconciliation to pass the legislation with a simple majority, which they already used to pass the American Rescue Plan



American Jobs Plan estimated spending, by category



Jobs and innovation





Key revenue provisions in President Biden's Made in **America Tax Plan**



Raising corporate tax rate to 28%



Raising tax on US firms' foreign income



Altering taxes on foreign corporations



Discouraging US firms from claiming residence in other countries



fuel tax preferences



Discouraging job offshoring



Increasing corporate enforcement



Removing deduction on foreign-derived intangible income (FDII)

%

Instituting minimum tax of 15% on corporate book income

Removing fossil



SOURCE The White House, JD Supra.



Senate GOP infrastructure package

Senate Republicans \$568 billion proposal is meant to serve as a counteroffer to the American Jobs Plan, President Biden's proposed \$2 trillion infrastructure package. No bill text as of May 6th.

Overview of the GOP counterproposal

- Emphasizes spending on "traditional" infrastructure including roads, ports, and airports as well as water infrastructure and expanded broadband
- Proposed revenue sources include repurposing federal funds and instituting user fees

Key differences from the American Jobs Plan

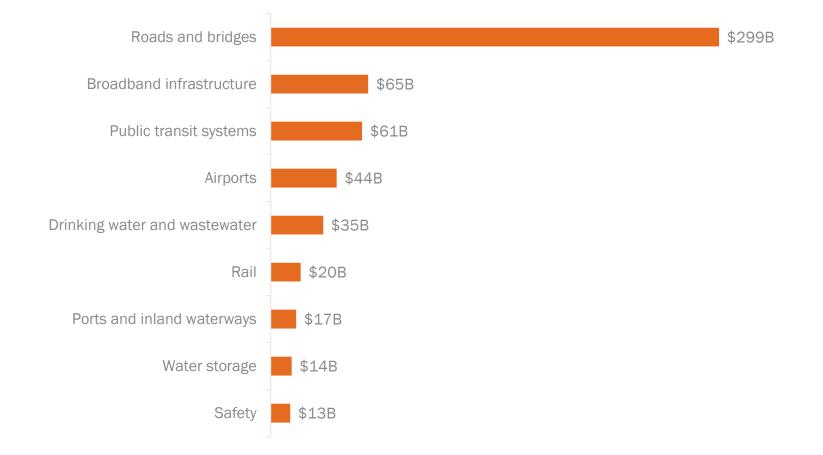
- Includes \$568B in spending versus \$2T in President Biden's American Jobs Plan
- Does not call for spending on emissions reduction or racial justice
- Maintains key provisions from President Trump's Tax Cuts and Jobs Act, including a corporate tax rate of 21% – compared to Biden's proposal of 28%

Outlook

- Sen. Joe Manchin (D-WV), a key Senate swing vote, expressed support for the GOP package
- Most other Democratic policymakers are likely to oppose the plan, in part because it includes substantially lower funding levels than the American Jobs Plan
- Biden is working to reach a bipartisan infrastructure agreement, but the prospect of a deal is uncertain



Spending levels in Republicans' \$568B infrastructure counterproposal, by category



SOURCE Axios, Senate Environment and Public Works Committee.





Biden Administration first 100 Days



Overview of Biden's first 100 days in office

An overview of Biden and congressional Democrats' priorities for the first 100 days of his presidency

Senate confirmations and impeachment trial

- Trump's impeachment trial started soon after inauguration
- Twenty-one of Biden's cabinet and cabinet-level members have been confirmed by the Senate

Addressing the coronavirus pandemic

- Passed a major stimulus bill
- Created a nation-wide testing strategy
- Overtook management of vaccine development and distribution

Reversing Trump admin policies

- Started the process of rejoining international orgs: Paris Climate Accord, WHO, Iran nuclear deal
- Reversed executive orders on immigration, reproductive health and civil rights

Advancing legislative priorities

- COVID-19 Relief (H.R.1319), American Rescue Plan Act of 2021
- Climate change and infrastructure, American Jobs Plan and American Families Plan
- Election reform (H.R. 1), reinstating the Voting Rights Act
- Immigration reform

SOURCE National Journal









Status of legislative priorities for the first 100 days

COVID-19 stimulus

• H.R.1319 - American Rescue Plan Act of 2021: Became Law

Climate change/infrastructure

- H.R. 1512 Climate Leadership and Environmental Action for our Nation's Future Act of 2021: Introduced
- On March 31, Biden released his American Jobs Plan, a \$2 trillion proposal to restore and upgrade US infrastructure

Education

- S.96/H.R.604 Reopen and Rebuild America's Schools Act of 2021: Introduced
- On April 28, Biden released his American Families Plan, a \$1.8 trillion proposal which includes investments in child care, universal preschool, and free community college

Health care

- H.R.153 Protecting Consumer Access to Generic Drugs Act of 2021: Introduced
- H.R.3 Elijah E. Cummings Lower Drug Costs Now Act: Introduced

Immigration

- S.264 Dream Act of 2021: Introduced
- H.R.1177/S.348 US Citizenship Act: Introduced

Political/government reform

• H.R.1 – For the People Act of 2021: Passed House

