

---

# City of Grand Island



**Tuesday, May 06, 2008**  
**Study Session Packet**

---

**City Council:**

**Tom Brown**  
**Larry Carney**  
**John Gericke**  
**Peg Gilbert**  
**Joyce Haase**  
**Robert Meyer**  
**Mitchell Nickerson**  
**Bob Niemann**  
**Kirk Ramsey**  
**Jose Zapata**

**Mayor:**

**Margaret Hornady**

**City Administrator:**

**Jeff Pederson**

**City Clerk:**

**RaNae Edwards**

---

**7:00:00 PM**  
**Council Chambers - City Hall**  
**100 East First Street**

## **Call to Order**

This is an open meeting of the Grand Island City Council. The City of Grand Island abides by the Open Meetings Act in conducting business. A copy of the Open Meetings Act is displayed in the back of this room as required by state law.

The City Council may vote to go into Closed Session on any agenda item as allowed by state law.

---

## **Pledge of Allegiance**

## **Roll Call**

---

### **A - SUBMITTAL OF REQUESTS FOR FUTURE ITEMS**

Individuals who have appropriate items for City Council consideration should complete the Request for Future Agenda Items form located at the Information Booth. If the issue can be handled administratively without Council action, notification will be provided. If the item is scheduled for a meeting or study session, notification of the date will be given.

---

### **B - RESERVE TIME TO SPEAK ON AGENDA ITEMS**

This is an opportunity for individuals wishing to provide input on any of tonight's agenda items to reserve time to speak. Please come forward, state your name and address, and the Agenda topic on which you will be speaking.

---

### **MAYOR COMMUNICATION**

This is an opportunity for the Mayor to comment on current events, activities, and issues of interest to the community.

---



# **City of Grand Island**

**Tuesday, May 06, 2008**

**Study Session**

## **Item -1**

**Discussion Concerning State Fair Funding and Infrastructure**

**Staff Contact: Jeff Pederson**

# **Council Agenda Memo**

**From:** Dale Shotkoski, City Attorney  
Dave Springer, Finance Director

**Meeting:** May 6, 2008

**Subject:** Discussion Concerning State Fair Funding and Infrastructure

**Item #'s:** 1

**Presenter(s):** Dale Shotkoski, City Attorney  
Dave Springer, Finance Director

## **Background**

The State of Nebraska has approved moving the site of the state fair to Grand Island to operate at the Fonner Park location in 2010. To accommodate the fair, several new buildings will be required, upgrades and refurbishment of existing facilities is needed, as well as enhanced infrastructure support in utilities and streets. To accomplish this, a fund of \$42 million is to be provided, of which a minimum of \$8.5 million is to come from local sources. The necessary aggregate commitments for these monies is \$3 million by 10/1/2008, \$6 million by 2/1/2009, and the total \$8.5 million by 7/1/2009

## **Discussion**

While many local entities, organizations, and groups have been supportive of the fair and may donate to the \$8.5 million local share, it appears that the City would be asked to be a significant contributor. Tonight, we are seeking council direction in this endeavor and what they wish the City's role to be.

- Level of the City's involvement in the project?
- One option would be a City / County bond issue for \$5 million.
- The debt service would require additional tax of some form.
- The bonding and city participation would necessitate that the City be the owner of one or more of the new buildings.
- The City would be obligated, as the largest in the County, to also do a 10% annual match of lottery revenues, estimated at \$200,000 to start.

LEGISLATURE OF NEBRASKA  
ONE HUNDREDTH LEGISLATURE  
SECOND SESSION  
**LEGISLATIVE BILL 1116**

FINAL READING

Introduced by Erdman, 47; Aguilar, 35.

Read first time January 23, 2008

Committee: Agriculture

A BILL

1 FOR AN ACT relating to the Nebraska State Fair; to amend  
2 section 2-258, Reissue Revised Statutes of Nebraska,  
3 sections 2-101, 2-101.01, 2-103, and 81-1108.33, Revised  
4 Statutes Cumulative Supplement, 2006, and sections 2-108  
5 and 84-612, Revised Statutes Supplement, 2007; to state  
6 intent to relocate the Nebraska State Fair; to provide  
7 a fair relocation plan; to provide for future use of  
8 the Nebraska State Fairgrounds; to change membership  
9 provisions of the Nebraska State Fair Board; to create  
10 a fund; to change provisions relating to use of a  
11 tax levy; to change and eliminate provisions relating  
12 to the Nebraska State Fairgrounds; to transfer funds;  
13 to harmonize provisions; to provide operative dates; to

LB 1116

LB 1116

1               repeal the original sections; and to outright repeal  
2               sections 2-104, 2-104.01, and 2-106, Revised Statutes  
3               Cumulative Supplement, 2006.  
4   Be it enacted by the people of the State of Nebraska,

1           Section 1. Section 2-101, Revised Statutes Cumulative  
2 Supplement, 2006, is amended to read:

3           2-101 (1) The Nebraska State Fair Board, formerly known  
4 as the State Board of Agriculture, shall hold an annual meeting for  
5 the purpose of deliberating and consulting as to the wants,  
6 prospects, and conditions of the agricultural, horticultural,  
7 industrial, mechanical, and other interests throughout the state,  
8 as well as those interests in the encouragement and perpetuation of  
9 the arts, skilled crafts, and sciences.

10           (2) The Nebraska State Fair Board may provide in its  
11 constitution and bylaws for the qualification and participation  
12 of delegates at the annual meeting from such associations  
13 incorporated under the laws of the state for purposes of promoting  
14 and furthering the interests of participants in agricultural,  
15 horticultural, industrial, mechanical, or other pursuits or for the  
16 encouragement and perpetuation of the arts, skilled crafts, and  
17 sciences, and from such associations as provide for the training,  
18 encouragement, and competition of the youth of Nebraska in such  
19 endeavors. The annual meeting shall be held in every odd-numbered  
20 year at the capital of the state and in every even-numbered year at  
21 such location as the board determines. The chairperson of the board  
22 shall also have the power to call meetings of the board whenever he  
23 or she may deem it expedient. All meetings of the board shall be  
24 conducted in accordance with the Open Meetings Act.

25           (3) The ~~state fair~~ Nebraska State Fair shall be held

1 at or near the city of Lincoln, in Lancaster County, under the  
2 direction and supervision of the Nebraska State Fair Board, upon  
3 the site and tract of land selected and now owned by the state for  
4 that purpose and known as the Nebraska State Fairgrounds. The board  
5 may, at its discretion, hold or dispense with the holding of the  
6 fair, in any year.

7 (4)(a) It is the intent of the Legislature that the  
8 Nebraska State Fair be permanently located within the city of Grand  
9 Island upon the site and tract of land owned by the Hall County  
10 Livestock Improvement Association and known as Fonner Park no  
11 later than 2010. The Nebraska State Fair Board shall cooperate and  
12 coordinate with the Hall County Livestock Improvement Association,  
13 the city of Grand Island, and other appropriate entities to  
14 provide for and carry out any plan of improvements to Fonner Park,  
15 including the construction of buildings, other capital facilities,  
16 and other enhancements, necessary to develop the site as a location  
17 suitable for conducting the Nebraska State Fair. Such cooperation  
18 and coordination may include financial participation in the costs  
19 of new construction and other capital improvements upon Fonner Park  
20 and includes the execution of any agreement for site governance,  
21 revenue sharing, and facility utilization between and among the  
22 Nebraska State Fair Board, the Hall County Livestock Improvement  
23 Association, and other appropriate entities.

24 (b) The Nebraska State Fair Board, the Department of  
25 Administrative Services, and the Board of Regents of the University



1 of Nebraska shall cooperate with each other and with other  
2 appropriate entities to provide for and carry out the plan to  
3 relocate the Nebraska State Fair and transfer the Nebraska State  
4 Fairgrounds in Lancaster County to the Board of Regents, including  
5 activities by the Board of Regents to obtain due diligence surveys,  
6 reports, and site assessments at the Nebraska State Fairgrounds in  
7 Lancaster County and by the Nebraska State Fair Board in connection  
8 with providing marketable title to the same in a form acceptable to  
9 the Board of Regents.

10           Sec. 2. Section 2-101.01, Revised Statutes Cumulative  
11 Supplement, 2006, is amended to read:

12           2-101.01 The Legislature finds that the Nebraska State  
13 Fair has been held annually for the exhibition and dissemination  
14 of agricultural, horticultural, industrial, mechanical, and other  
15 products and innovations and for exhibitions in the arts, skilled  
16 crafts, and sciences and is a beneficial cultural and educational  
17 event for the state and its citizens. The Legislature declares  
18 it to be in the public interest that management of the Nebraska  
19 State Fair and the Nebraska State Fairgrounds be based upon  
20 a dynamic public-private partnership that includes the active  
21 participation of the state and local governments, the private  
22 sector, and the citizens of Nebraska. In order to achieve this  
23 goal, the Legislature finds that the Nebraska State Fair Board  
24 should endeavor to:

25           (1) Place a priority on the development of private

1 funding sources, including corporate donations and sponsorships;

2 (2) Work with municipal officials to enhance the board's  
3 participation in local planning efforts and to create a partnership  
4 with local economic development and tourism officials;

5 (3) Maintain a policy of openness and accountability that  
6 allows for citizen participation in the operation of the Nebraska  
7 State Fair; ~~and the Nebraska State Fairgrounds; and~~

8 (4) Regularly provide the Governor, the Legislature, and  
9 appropriate state agencies with information, including, but not  
10 limited to, the development of private funding sources, the use of  
11 state appropriations, ~~the status of the state fairground facility~~  
12 ~~maintenance and improvements,~~ the fiscal management of the state  
13 ~~fair,~~ Nebraska State Fair, and the activities and goals established  
14 for the ~~state fair and the state fairgrounds.~~ Nebraska State Fair.

15 Sec. 3. Section 2-103, Revised Statutes Cumulative  
16 Supplement, 2006, is amended to read:

17 2-103 (1) ~~No later than May 1, 2003, the~~ The Nebraska  
18 State Fair Board shall be a board consisting of the following  
19 members:

20 (a) Seven members nominated and selected by district as  
21 provided in the constitution and bylaws of the board; and

22 (b) Four members appointed by the Governor and confirmed  
23 by the Legislature, ~~two selected to represent the business~~  
24 ~~community of the city of Lincoln, one selected to represent~~  
25 ~~the business community of Omaha, and one~~ three members selected

1 ~~to represent from~~ the business community of the state at large.  
2 with one such member residing in each of the three congressional  
3 districts, as such districts existed on the operative date of this  
4 section, and one member selected from the business community of the  
5 most populous city within the county in which the Nebraska State  
6 Fair is located.

7 (2) The term of office for members of the board shall  
8 be for three years. Members selected by gubernatorial appointment  
9 pursuant to subdivision (1)(b) of this section as it existed prior  
10 to the operative date of this section who continue to be qualified  
11 to serve shall continue their term of appointment and shall be  
12 eligible for reappointment subject to the limit of terms served  
13 prescribed in subsection (3) of this section. In the event that the  
14 Nebraska State Fair is to be relocated to a new host community,  
15 the term of the member appointed or designated from the business  
16 community of the previous host community shall be vacated and the  
17 Governor shall appoint a new member from the business community  
18 of the most populous city within the county in which the Nebraska  
19 State Fair is located to fulfill the remainder of the term of  
20 the vacating member., except that the terms of the initial members  
21 shall be as follows:

22 (a) The terms of office for the seven members selected  
23 pursuant to subdivision (1)(a) of this section shall be for  
24 one, two, or three years as determined by lot, with two members  
25 appointed to a term of one year, two members appointed to a term of

1 two years, and three members appointed to a term of three years;  
2 and

3 (b) The terms of office for the members appointed  
4 pursuant to subdivision (1)(b) of this section shall be for  
5 one, two, or three years, as designated by the Governor, with two  
6 members appointed to a term of one year, one member appointed to  
7 a term of two years, and one member appointed to a term of three  
8 years.

9 (3) No person may serve more than three consecutive terms  
10 as a member of the board, except that members of the State Board  
11 of Agriculture having served or serving in an executive capacity  
12 may only serve on the Nebraska State Fair Board for one term of  
13 three years. No member of the Legislature may serve on the board.

14 (4) The board shall annually elect from its membership  
15 a chairperson, a vice-chairperson, a secretary, and such other  
16 officers as the board deems necessary. The officers shall be  
17 elected at the annual meeting of the board, or any other meeting of  
18 the board called for such purpose, and shall hold their offices for  
19 one year and until their successors are elected and qualified.

20 (5) The chairperson of the Nebraska Arts Council  
21 and the chancellor of the University of Nebraska-Lincoln, or  
22 their designees, shall be ex officio members The State 4-H  
23 Program Administrator of the Cooperative Extension Service of the  
24 University of Nebraska, or his or her designee, and the Executive  
25 Director of the Nebraska FFA, or his or her designee, shall be ex

1 officio, nonvoting members of the Nebraska State Fair Board.

2           Sec. 4. Section 2-108, Revised Statutes Supplement, 2007,  
3 is amended to read:

4           2-108 The Nebraska State Fair Support and Improvement  
5 Cash Fund is created. The fund shall be maintained in the state  
6 accounting system as a cash fund. The State Treasurer shall credit  
7 to the fund the disbursement of state lottery proceeds designated  
8 for the Nebraska State Fair and matching funds from the most  
9 populous city within the county in which the state fair is located.  
10 The balance of any fund that is administratively created to  
11 receive lottery proceeds designated for the Nebraska State Fair and  
12 matching fund revenue prior to May 25, 2005, shall be transferred  
13 to the Nebraska State Fair Support and Improvement Cash Fund on  
14 such date. The Nebraska State Fair Support and Improvement Cash  
15 Fund shall be expended by the Nebraska State Fair Board to provide  
16 support for operating expenses and capital facility enhancements,  
17 ~~including conducting or providing financial support for studies of~~  
18 ~~facility conditions of the Nebraska State Fairgrounds and needs~~  
19 ~~as well as other facility planning activities.~~ including new  
20 construction and other capital improvements and other enhancements  
21 to and upon any exhibition facility utilized as the location of  
22 the Nebraska State Fair. Expenditures from the fund shall not be  
23 limited to the amount appropriated. Any money in the fund available  
24 for investment shall be invested by the state investment officer  
25 pursuant to the Nebraska Capital Expansion Act and the Nebraska

1 State Funds Investment Act.

2           Sec. 5. The Nebraska State Fair Relocation Cash Fund is  
3 created. The State Treasurer shall credit to the fund such money  
4 as is transferred to the fund by the Legislature or donated as  
5 gifts, bequests, or other contributions to such fund from public or  
6 private entities. The fund shall be expended by the Nebraska State  
7 Fair Board to provide funding to assist in the construction and  
8 improvement of capital facilities necessary to develop a location  
9 suitable for the operation of the Nebraska State Fair. Expenditures  
10 from the fund shall not be limited to the amount appropriated.  
11 The money in the fund shall not be subject to any fiscal year  
12 or biennium limitation requiring reappropriation of the unexpended  
13 balance at the end of the fiscal year or biennium. Any money in  
14 the fund available for investment shall be invested by the state  
15 investment officer pursuant to the Nebraska Capital Expansion Act  
16 and the Nebraska State Funds Investment Act.

17           Sec. 6. (1) Upon completion of the conditions specified  
18 in subsection (2) of this section, the Director of Administrative  
19 Services shall, on or before December 31, 2009, transfer by  
20 warranty deed the site and tract of land in Lancaster County known  
21 as the Nebraska State Fairgrounds, to the Board of Regents of the  
22 University of Nebraska. Such transfer shall occur notwithstanding  
23 sections 72-811 to 72-818 or any other provision of law.

24           (2) The transfer described in subsection (1) of this  
25 section shall be contingent upon:

1           (a) Funds for the purpose of carrying out subsection  
2           (4) of section 2-101 having been provided by or on behalf of the  
3           University of Nebraska in a total amount of no less than twenty-one  
4           million five hundred thousand dollars in cash or legally binding  
5           commitments. Such funds may be provided over time, but they shall  
6           in cumulative increments equal at least seven million five hundred  
7           thousand dollars by October 1, 2008, fourteen million five hundred  
8           thousand dollars by February 1, 2009, and twenty-one million five  
9           hundred thousand dollars by July 1, 2009;

10           (b) The University of Nebraska providing a master plan  
11           and business plan to carry out the master plan for the Innovation  
12           Campus to the Department of Administrative Services and to the  
13           Clerk of the Legislature on or before December 1, 2009, and  
14           a commitment to provide on or before December 1 of each year  
15           thereafter an annual update of the master plan and business plan to  
16           the Clerk of the Legislature; and

17           (c) Funds for the purpose of carrying out subsection  
18           (4) of section 2-101 having been provided by or on behalf of the  
19           city of Grand Island in a total amount of no less than eight  
20           million five hundred thousand dollars in cash or legally binding  
21           commitments. Such funds may be provided over time, but they shall  
22           in cumulative increments equal at least three million dollars by  
23           October 1, 2008, six million dollars by February 1, 2009, and eight  
24           million five hundred thousand dollars by July 1, 2009.

25           (3) The University of Nebraska and the city of

1 Grand Island shall provide certification to the Department of  
2 Administrative Services on October 1, 2008, February 1, 2009, and  
3 July 1, 2009, of all funds provided to carry out subsection (4) of  
4 section 2-101. All amounts as certified in subdivisions (2)(a) and  
5 (c) of this section shall be held and expended as determined by  
6 agreement between the Hall County Livestock Improvement Association  
7 and the Nebraska State Fair Board.

8 (4)(a) The Nebraska State Fair shall be relocated to  
9 the city of Grand Island pursuant to subsection (4) of section  
10 2-101 contingent upon completion of the conditions specified in  
11 subsection (2) of this section.

12 (b) The Nebraska State Fair Board shall be responsible  
13 for any remaining costs associated with site improvements for  
14 relocating the Nebraska State Fair, not to exceed seven million  
15 dollars.

16 (c) On or before December 31, 2009, the Nebraska  
17 State Fair Board shall provide written release or other written  
18 instrument acceptable to the State Building Administrator in  
19 consultation with the President of the University of Nebraska  
20 in connection with the transfer of the Nebraska State Fairgrounds  
21 to the Board of Regents.

22 Sec. 7. Section 2-258, Reissue Revised Statutes of  
23 Nebraska, is amended to read:

24 2-258 The money raised by the operational tax levy  
25 authorized in section 2-257 shall be used for the purpose of paying



1 premiums and for permanent improvements for such fair, for the  
2 purpose of purchasing the necessary fair supplies, advertising, and  
3 the paying of necessary labor in connection therewith, and for  
4 other necessary expenses for the operation of the fair. ~~In counties~~  
5 ~~having a population of more than sixty thousand inhabitants but~~  
6 ~~not more than three hundred fifty thousand inhabitants,~~ and also  
7 ~~containing a city of the primary class,~~ In the county in which the  
8 Nebraska State Fair is located, the money so raised may be used  
9 for permanent improvements on the state and county fairgrounds ~~or~~  
10 ~~Nebraska State Fairgrounds,~~ or for leasing, contracting for, or in  
11 any manner acquiring use of fairground facilities for such ~~fair.~~  
12 fairs.

13           Sec. 8. Section 81-1108.33, Revised Statutes Cumulative  
14 Supplement, 2006, is amended to read:

15           81-1108.33 (1) It is the intent of the Legislature  
16 that the state will not assume responsibility for the substandard  
17 construction, repair, or maintenance of, or for the excessive  
18 maintenance or repair costs for, real property, structures, or  
19 improvements which will be made available by gift, bequest,  
20 or devise to any state agency, board, or commission. Therefor,  
21 prior to any construction, repair, or maintenance work on such  
22 real property, structure, or improvement, the state building  
23 division and the Task Force for Building Renewal shall review the  
24 plans, specifications, other construction or repair documents, and  
25 potential maintenance requirements as a requirement for acceptance

1 by the state of such real property, structure, or improvement.

2 (2)(a) Any gift of, bequest of, or devise of (i) real  
3 property, (ii) a structure, or (iii) an improvement proposed to  
4 be made available to any state agency, board, or commission shall  
5 be reviewed by the state building division and the Task Force  
6 for Building Renewal pursuant to sections 81-176, 81-1108.15,  
7 and 81-1114. Such review shall include any potential matching of  
8 state funds, any plans, specifications, and other construction  
9 or repair documents reviewed pursuant to subsection (1) of  
10 this section, and any potential maintenance requirements as a  
11 condition of acceptance. Subsequent to such review, the state  
12 building division and the task force shall submit a report to  
13 the Governor, the Committee on Building Maintenance, and the  
14 Legislative Fiscal Analyst including a summary of the review of the  
15 plans, specifications, and other construction or repair documents  
16 and potential maintenance requirements and outlining the terms and  
17 conditions of the proposed gift, bequest, or devise along with its  
18 recommendation.

19 (b) Any proposed gift of, bequest of, or devise of  
20 (i) real property, (ii) a structure, or (iii) an improvement in  
21 excess of ten thousand dollars shall be approved by the Governor  
22 and the Legislature prior to acceptance. If the Legislature is  
23 not in session, the Executive Board of the Legislative Council,  
24 after recommendation by the Committee on Building Maintenance, may  
25 approve such gift, bequest, or devise along with the Governor.

1           (c) No construction or other work related to the proposed  
2 gift, bequest, or devise shall be initiated prior to receiving the  
3 approval required by this section.

4           (3) For purposes of this section, gift of, bequest of,  
5 or devise of (a) real property, (b) a structure, or (c) an  
6 improvement shall include, but not be limited to, a donation of,  
7 gift of, bequest of, devise of, or grant of (i) real property,  
8 (ii) a structure, or (iii) an improvement from an individual, an  
9 organization, a corporation, a foundation, or a similar entity  
10 or from a nonfederal governmental agency. For purposes of this  
11 section, gift, bequest, or devise shall not include a donation,  
12 gift, bequest, devise, or grant of tangible or intangible personal  
13 property.

14           (4) This section shall not apply to ~~(a) the University~~  
15 of Nebraska or any Nebraska state college, since these agencies  
16 are subject to and participate in statewide facilities planning  
17 developed by the Coordinating Commission for Postsecondary  
18 Education pursuant to the Coordinating Commission for Postsecondary  
19 Education Act, ~~or (b) improvements or structures on Nebraska State~~  
20 ~~Fairgrounds property reviewed and approved pursuant to section~~  
21 ~~2-104.01.~~

22           Sec. 9. Section 84-612, Revised Statutes Supplement,  
23 2007, is amended to read:

24           84-612 (1) There is hereby created within the state  
25 treasury a fund known as the Cash Reserve Fund which shall be under

1 the direction of the State Treasurer. The fund shall only be used  
2 pursuant to this section.

3 (2) The State Treasurer shall transfer funds from the  
4 Cash Reserve Fund to the General Fund upon certification by the  
5 Director of Administrative Services that the current cash balance  
6 in the General Fund is inadequate to meet current obligations. Such  
7 certification shall include the dollar amount to be transferred.  
8 Any transfers made pursuant to this subsection shall be reversed  
9 upon notification by the Director of Administrative Services that  
10 sufficient funds are available.

11 (3) The State Treasurer, at the direction of the  
12 budget administrator of the budget division of the Department  
13 of Administrative Services, shall transfer such amounts not to  
14 exceed seven million seven hundred fifty-three thousand two hundred  
15 sixty-three dollars in total from the Cash Reserve Fund to the  
16 Nebraska Capital Construction Fund between July 1, 2003, and June  
17 30, 2007.

18 (4) The State Treasurer, at the direction of the budget  
19 administrator, shall transfer an amount equal to the total amount  
20 transferred pursuant to subsection (3) of this section from the  
21 General Fund to the Cash Reserve Fund on or before June 30, 2008.

22 (5) In addition to receiving transfers from other funds,  
23 the Cash Reserve Fund shall receive federal funds received by the  
24 State of Nebraska for undesignated general government purposes,  
25 federal revenue sharing, or general fiscal relief of the state.

1           (6) On June 15, 2007, the State Treasurer shall transfer  
2     fifteen million six hundred seventy-four thousand one hundred seven  
3     dollars from the Cash Reserve Fund to the General Fund.

4           (7) On June 16, 2008, the State Treasurer shall transfer  
5     seventeen million nine hundred thirty-one thousand thirty dollars  
6     from the Cash Reserve Fund to the General Fund.

7           (8) On June 15, 2009, the State Treasurer shall transfer  
8     four million nine hundred ninety thousand five hundred five dollars  
9     from the Cash Reserve Fund to the General Fund.

10          (9) On or before June 16, 2008, the State Treasurer, at  
11     the direction of the budget administrator, shall transfer fifty  
12     million dollars from the Cash Reserve Fund to the General Fund.

13          (10) On or before June 16, 2009, the State Treasurer,  
14     at the direction of the budget administrator, shall transfer fifty  
15     million dollars from the Cash Reserve Fund to the General Fund.

16          (11) From the effective date of an endowment agreement  
17     as defined in subdivision (3)(c) of section 79-1101 until June  
18     30, 2007, forty million dollars of the Cash Reserve Fund shall be  
19     deemed to constitute the Early Childhood Education Endowment Fund.  
20     Such funds shall remain part of the Cash Reserve Fund for all  
21     purposes, except that the interest earned on such forty million  
22     dollars shall accrue as provided in section 84-613.

23          (12) The State Treasurer, at the direction of the budget  
24     administrator, shall transfer such amounts, as certified by the  
25     Director of Administrative Services, for employee health insurance

1 claims and expenses, not to exceed twelve million dollars in total  
2 from the Cash Reserve Fund to the State Employees Insurance Fund  
3 between May 1, 2007, and June 30, 2011.

4 (13) On July 9, 2007, the State Treasurer shall transfer  
5 twelve million dollars from the Cash Reserve Fund to the Nebraska  
6 Capital Construction Fund.

7 (14) On July 9, 2007, the State Treasurer shall transfer  
8 five million dollars from the Cash Reserve Fund to the Job Training  
9 Cash Fund. The State Treasurer shall transfer from the Job Training  
10 Cash Fund to the Cash Reserve Fund such amounts as directed in  
11 section 81-1201.21.

12 (15) On July 7, 2008, the State Treasurer shall transfer  
13 five million dollars from the Cash Reserve Fund to the Job Training  
14 Cash Fund. The State Treasurer shall transfer from the Job Training  
15 Cash Fund to the Cash Reserve Fund such amounts as directed in  
16 section 81-1201.21.

17 (16) On or before August 1, 2007, the State Treasurer,  
18 at the direction of the budget administrator, shall transfer  
19 seventy-five million dollars from the Cash Reserve Fund to the  
20 Nebraska Capital Construction Fund.

21 (17) On or before June 30, 2009, the State Treasurer  
22 shall transfer nine million five hundred ninety thousand dollars  
23 from the Cash Reserve Fund to the Nebraska Capital Construction  
24 Fund.

25 (18) The State Treasurer, at the direction of the budget

1 administrator, shall transfer an amount equal to the total amount  
2 transferred pursuant to subsection (12) of this section from  
3 the appropriate health insurance accounts of the State Employees  
4 Insurance Fund in such amounts as certified by the Director of  
5 Administrative Services to the Cash Reserve Fund on or before June  
6 30, 2011.

7 (19) On July 9, 2007, the State Treasurer shall  
8 transfer one million dollars from the Cash Reserve Fund to the  
9 Microenterprise Development Cash Fund.

10 (20) On July 9, 2007, the State Treasurer shall transfer  
11 two hundred fifty thousand dollars from the Cash Reserve Fund to  
12 the Building Entrepreneurial Communities Cash Fund.

13 (21) On July 7, 2008, the State Treasurer shall  
14 transfer one million dollars from the Cash Reserve Fund to the  
15 Microenterprise Development Cash Fund.

16 (22) On July 7, 2008, the State Treasurer shall transfer  
17 two hundred fifty thousand dollars from the Cash Reserve Fund to  
18 the Building Entrepreneurial Communities Cash Fund.

19 (23) On the operative date of this section the State  
20 Treasurer shall transfer five million dollars from the Cash Reserve  
21 Fund to the Nebraska State Fair Relocation Cash Fund.

22 Sec. 10. Sections 3 and 12 of this act become operative  
23 on January 1, 2009. Sections 8, 13, and 14 of this act become  
24 operative on December 31, 2009. The other sections of this act  
25 become operative on their effective date.

1           Sec. 11. Original section 2-258, Reissue Revised Statutes  
2 of Nebraska, sections 2-101 and 2-101.01, Revised Statutes  
3 Cumulative Supplement, 2006, and sections 2-108 and 84-612, Revised  
4 Statutes Supplement, 2007, are repealed.

5           Sec. 12. Original section 2-103, Revised Statutes  
6 Cumulative Supplement, 2006, is repealed.

7           Sec. 13. Original section 81-1108.33, Revised Statutes  
8 Cumulative Supplement, 2006, is repealed.

9           Sec. 14. The following sections are outright repealed:  
10 Sections 2-104, 2-104.01, and 2-106, Revised Statutes Cumulative  
11 Supplement, 2006.