## LEGISLATURE OF NEBRASKA ONE HUNDRED FIFTH LEGISLATURE

SECOND SESSION

## **LEGISLATIVE BILL 769**

Introduced by Quick, 35; Harr, 8; Kolowski, 31; Walz, 15.

Read first time January 03, 2018

Committee: Transportation and Telecommunications

- 1 A BILL FOR AN ACT relating to railroads; to adopt the Midwest Interstate
- 2 Passenger Rail Compact; to provide an operative date; and to declare
- 3 an emergency.
- 4 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. MIDWEST INTERSTATE PASSENGER RAIL COMPACT
- 2 The contracting states solemnly agree:
- 3 ARTICLE I
- 4 STATEMENT OF PURPOSE
- 5 The purposes of this compact are, through joint or cooperative
- 6 action:
- 7 <u>(1) to promote development and implementation of improvements to</u>
- 8 <u>intercity passenger rail service in the Midwest;</u>
- 9 (2) to coordinate interaction among Midwestern state elected
- 10 officials and their designees on passenger rail issues;
- 11 (3) to promote development and implementation of long-range plans
- 12 <u>for high-speed rail passenger service in the Midwest and among other</u>
- 13 <u>regions of the United States;</u>
- 14 (4) to work with the public and private sectors at the federal,
- 15 state, and local levels to ensure coordination among the various entities
- 16 having an interest in passenger rail service and to promote Midwestern
- 17 interests regarding passenger rail; and
- 18 (5) to support efforts of transportation agencies involved in
- 19 <u>developing and implementing passenger rail service in the Midwest.</u>
- 20 <u>ARTICLE II</u>
- 21 <u>ESTABLISHMENT OF COMMISSION</u>
- 22 To further the purposes of the compact, a commission is created to
- 23 carry out the duties specified in this compact.
- 24 ARTICLE III
- 25 COMMISSION MEMBERSHIP
- 26 The manner of appointment of commission members, terms of office
- 27 consistent with the terms of this compact, provisions for removal and
- 28 suspension, and manner of appointment to fill vacancies shall be
- 29 <u>determined by each member state pursuant to its laws, but each</u>
- 30 commissioner shall be a resident of the state of appointment. Commission
- 31 members shall serve without compensation from the commission. The

- 1 commission shall consist of four resident members of each state as
- 2 follows: The Governor or the Governor's designee who shall serve during
- 3 the tenure of office of the Governor, or until a successor is named; one
- 4 member of the private sector who shall be appointed by the Governor and
- 5 shall serve during the tenure of office of the Governor, or until a
- 6 <u>successor</u> is named; and two <u>legislators</u>, one from each <u>legislative</u>
- 7 chamber (or two legislators from any unicameral legislature), who shall
- 8 serve two-year terms, or until successors are appointed, and who shall be
- 9 appointed by the appropriate appointing authority in each legislative
- 10 chamber (or unicameral legislature). All vacancies shall be filled in
- 11 accordance with the laws of the appointing states. Any commissioner
- 12 appointed to fill a vacancy shall serve until the end of the incomplete
- 13 term. Each member state shall have equal voting privileges, as determined
- 14 by the commission bylaws.
- 15 ARTICLE IV
- 16 POWERS AND DUTIES OF THE COMMISSION
- 17 The duties of the commission are to:
- 18 <u>(1) Advocate for the funding and authorization necessary to make</u>
- 19 passenger rail improvements a reality for the region;
- 20 <u>(2) Identify and seek to develop ways that states can form</u>
- 21 partnerships, including with rail industry and labor, to implement
- 22 improved passenger rail in the region;
- 23 (3) Seek development of a long-term, interstate plan for high-speed
- 24 <u>rail passenger service implementation;</u>
- 25 (4) Cooperate with other agencies, regions, and entities to ensure
- 26 that the Midwest is adequately represented and integrated into national
- 27 plans for passenger rail development;
- 28 (5) Adopt bylaws governing the activities and procedures of the
- 29 commission and addressing, among other subjects: Powers and duties of
- 30 officers, voting rights of commission members, voting procedures,
- 31 commission business, and any other purposes necessary to fulfill the

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- 1 duties of the commission;
- 2 (6) Expend such funds as required to carry out the powers and duties
- 3 of the commission; and
- 4 (7) Report on the activities of the commission to the legislatures
- 5 and Governor of the member states on an annual basis.
- 6 In addition to its exercise of these duties, the commission is
- 7 empowered to:
- 8 <u>(1) Provide multistate advocacy necessary to implement passenger</u>
- 9 <u>rail systems or plans, as approved by the commission;</u>
- 10 (2) Work with local elected officials, economic development planning
- 11 <u>organizations</u>, and <u>similar entities to raise the visibility of passenger</u>
- 12 <u>rail service benefits and needs;</u>
- 13 (3) Educate other state officials, federal agencies, other elected
- 14 officials and the public on the advantages of passenger rail as an
- integral part of an intermodal transportation system in the region;
- 16 (4) Work with federal agency officials and members of Congress to
- 17 ensure the funding and authorization necessary to develop a long-term,
- 18 <u>interstate plan for high-speed rail passenger service implementation;</u>
- 19 <u>(5) Make recommendations to member states;</u>
- 20 (6) If requested by each state participating in a particular project
- 21 and under the terms of a formal agreement approved by the participating
- 22 states and the commission, implement or provide oversight for specific
- 23 <u>rail projects;</u>
- 24 (7) Establish an office and hire staff as necessary;
- 25 (8) Contract for or provide services;
- 26 (9) Assess dues, in accordance with the terms of this compact;
- 27 (10) Conduct research; and
- 28 (11) Establish committees.
- 29 ARTICLE V
- 30 OFFICERS
- 31 The commission shall annually elect from among its members a

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- 1 chairperson, a vice-chairperson who shall not be a resident of the state
- 2 represented by the chairperson, and others as approved in the commission
- 3 bylaws. The officers shall perform such functions and exercise such
- 4 powers as are specified in the commission bylaws.
- 5 ARTICLE VI
- 6 MEETINGS AND COMMISSION ADMINISTRATION
- 7 The commission shall meet at least once in each calendar year, and
- 8 at such other times as may be determined by the commission. Commission
- 9 business shall be conducted in accordance with the procedures and voting
- 10 rights specified in the bylaws.
- 11 <u>ARTICLE VII</u>
- 12 FINANCE
- 13 Except as otherwise provided for, the monies necessary to finance
- 14 the general operations of the commission in carrying forth its duties,
- 15 responsibilities, and powers as stated herein shall be appropriated to
- 16 the commission by the member states, when authorized by the respective
- 17 legislatures, by equal apportionment among the member states. Nothing in
- 18 this compact shall be construed to commit a member state to participate
- in financing a rail project except as provided by law of a member state.
- 20 The commission may accept, for any of its purposes and functions,
- 21 donations, gifts, grants, and appropriations of money, equipment,
- 22 supplies, materials, and services from the federal government, from any
- 23 <u>member state or from any department, agency, or municipality thereof, or</u>
- 24 from any institution, person, firm, or corporation. All expenses incurred
- 25 by the commission in executing the duties imposed upon it by this compact
- 26 shall be paid by the commission out of the funds available to it. The
- 27 commission shall not issue any debt instrument. The commission shall
- 28 submit to the officer designated by the laws of each member state,
- 29 periodically as required by the laws of each member state, a budget of
- 30 <u>its actual past, and estimated future expenditures.</u>
- 31 ARTICLE VIII

- 1 ENACTMENT, EFFECTIVE DATE, AND AMENDMENTS
- 2 The states of Illinois, Indiana, Iowa, Kansas, Michigan, Minnesota,
- 3 Missouri, Nebraska, North Dakota, Ohio, South Dakota, and Wisconsin are
- 4 eligible to join this compact. Upon approval of the commission, according
- 5 to its bylaws, other states may also be declared eligible to join the
- 6 compact. As to any eligible party state, this compact shall become
- 7 effective when its legislature shall have enacted the same into law;
- 8 provided that it shall not become initially effective until enacted into
- 9 law by any three (3) party states incorporating the provisions of this
- 10 compact into the laws of such states. Amendments to the compact shall
- 11 <u>become effective upon their enactment by the legislatures of all member</u>
- 12 states.
- 13 ARTICLE IX
- 14 WITHDRAWAL, DEFAULT, AND TERMINATION
- Withdrawal from this compact shall be by enactment of a statute
- 16 repealing the same and shall take effect one year after the effective
- 17 date of such statute. A withdrawing state shall be liable for any
- 18 obligations which it may have incurred prior to the effective date of
- 19 withdrawal.
- 20 If any member state shall at any time default in the performance of
- 21 any of its obligations, assumed or imposed, in accordance with the
- 22 provisions of this compact, all rights, privileges, and benefits
- 23 conferred by this compact or agreements hereunder shall be suspended from
- 24 the effective date of such default as fixed by the commission, and the
- 25 commission shall stipulate the conditions and maximum time for compliance
- 26 under which the defaulting state may resume its regular status. Unless
- 27 <u>such default shall be remedied under the stipulations and within the time</u>
- 28 period set forth by the commission, this compact may be terminated with
- 29 respect to such defaulting state by affirmative vote of a majority of the
- 30 other commission members. Any such defaulting state may be reinstated,
- 31 upon vote of the commission, by performing all acts and obligations as

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- 1 stipulated by the commission.
- 2 ARTICLE X
- 3 CONSTRUCTION AND SEVERABILITY
- 4 The provisions of this compact entered into hereunder shall be
- 5 severable and if any phrase, clause, sentence, or provision of this
- 6 compact is declared to be contrary to the constitution of any member
- 7 state or of the United States or the applicability thereof to any
- 8 government, agency, person, or circumstance is held invalid, the validity
- 9 of the remainder of this compact and the applicability thereof to any
- 10 government, agency, person, or circumstance shall not be affected hereby.
- 11 <u>If this compact entered into hereunder shall be held contrary to the</u>
- 12 <u>constitution of any member state, the compact shall remain in full force</u>
- 13 and effect as to the remaining states and in full force and effect as to
- 14 the state affected as to all severable matters. The provisions of this
- 15 <u>compact entered into pursuant hereto shall be liberally construed to</u>
- 16 effectuate the purposes thereof.
- 17 Sec. 2. <u>The State of Nebraska shall not participate in any rail</u>
- 18 project or appropriate funds for any rail project proposed by the Midwest
- 19 Interstate Passenger Rail Compact unless the specific project is
- 20 <u>authorized by the enactment of a legislative bill. For purposes of this</u>
- 21 section, rail project includes the planning phase of such a project.
- Sec. 3. The Midwest Interstate Passenger Rail Compact Cash Fund is
- 23 <u>created and shall consist of money appropriated by the Legislature and</u>
- 24 gifts, grants, or bequests from any source, including federal, state,
- 25 public, and private sources. The money shall be used to carry out
- 26 <u>passenger rail initiatives under the Midwest Interstate Passenger Rail</u>
- 27 <u>Compact. Any money in the fund available for investment shall be invested</u>
- 28 by the state investment officer pursuant to the Nebraska Capital
- 29 Expansion Act and the Nebraska State Funds Investment Act.
- 30 Sec. 4. This act becomes operative on July 1, 2018.
- 31 Sec. 5. Since an emergency exists, this act takes effect when

1 passed and approved according to law.