LEGISLATURE OF NEBRASKA

ONE HUNDRED SIXTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 681

FINAL READING

Introduced by Hilgers, 21.

Read first time January 23, 2019

Committee: Executive Board

A BILL FOR AN ACT relating to the Legislature; to amend sections 1 2 29-2011.02, 29-2011.03, and 50-408, Reissue Revised Statutes of Nebraska, and sections 50-406, 50-407, and 50-1205, Revised Statutes 3 4 Cumulative Supplement, 2018; to change provisions relating to witnesses who refuse to testify or provide information, powers of 5 Legislative Council and committees of the 6 Legislature, 7 litigation related to legislative subpoenas, and enforcement of 8 legislative subpoenas; to provide for renewal of legislative 9 subpoenas as prescribed; to provide that certain legislative issues are not justiciable; to change provisions relating to certain 10 witness fees; to harmonize provisions; and to repeal the original 11 12 sections.

13 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 29-2011.02, Reissue Revised Statutes of Nebraska,

- 2 is amended to read:
- 3 29-2011.02 Whenever a witness refuses, on the basis of the privilege
- 4 against self-incrimination, to testify or to provide other information in
- 5 a criminal proceeding or investigation before a court, a grand jury, the
- 6 Auditor of Public Accounts, the Legislative Council, or a standing
- 7 committee or a special legislative investigative or oversight committee
- 8 of the Legislature—authorized pursuant to section 50-404, the court, on
- 9 motion of the county attorney, other prosecuting attorney, Auditor of
- 10 Public Accounts, chairperson of the Executive Board of the Legislative
- 11 <u>Council</u>, or chairperson of a <u>standing or</u> special committee of the
- 12 Legislature, may order the witness to testify or to provide other
- 13 information. The witness may not refuse to comply with such an order of
- 14 the court on the basis of the privilege against self-incrimination, but
- 15 no testimony or other information compelled under the court's order or
- 16 any information directly or indirectly derived from such testimony or
- 17 other information may be used against the witness in any criminal case
- 18 except in a prosecution for perjury, giving a false statement, or failing
- 19 to comply with the order of the court.
- 20 Sec. 2. Section 29-2011.03, Reissue Revised Statutes of Nebraska, is
- 21 amended to read:
- 22 29-2011.03 The county attorney, other prosecuting attorney, Auditor
- 23 of Public Accounts, or chairperson of the Executive Board of the
- 24 <u>Legislative Council</u> or chairperson of a <u>standing committee or a special</u>
- 25 legislative investigative or oversight committee of the Legislature
- 26 authorized pursuant to section 50-404 upon an affirmative vote of a
- 27 majority of the <u>board or committee</u>, may request an order pursuant to
- 28 section 29-2011.02 when in <u>such person's</u> his or her judgment:
- 29 (1) The testimony or other information from such individual may be
- 30 necessary to the public interest; and
- 31 (2) Such individual has refused or is likely to refuse to testify or

1 provide other information on the basis of the privilege against self-

- 2 incrimination.
- 3 Sec. 3. Section 50-406, Revised Statutes Cumulative Supplement,
- 4 2018, is amended to read:
- 5 50-406 (1) It is within the inherent power of the Legislature,
- 6 <u>including the Legislative Council and any standing committee of the</u>
- 7 Legislature, to secure needed information in order to legislate, hold
- 8 <u>hearings</u>, and administer oaths, as the council or committee deems
- 9 necessary, and to conduct investigations of matters within the subject
- 10 <u>matter jurisdiction of the council or committee. This power of inquiry is</u>
- 11 <u>broad and indispensable.</u>
- 12 <u>(2) The</u> In the discharge of any duty imposed by the Legislative
- 13 Council, by statute, or by a resolution of the Legislature, the council,
- 14 any committee thereof, and any standing or special committee created by
- 15 statute or resolution of the Legislature may hold public hearings and may
- 16 administer oaths, issue subpoenas with when the committee has received
- 17 prior approval, by a majority vote, of the Executive Board of the
- 18 Legislative Council to issue subpoenas in connection with the specific
- 19 inquiry or investigation in question, compel the attendance of witnesses
- 20 and the production of any papers, books, accounts, documents, and
- 21 testimony, and cause the depositions of witnesses to be taken in the
- 22 manner prescribed by law for taking depositions in civil actions in the
- 23 district court.
- 24 (3) A standing committee of the Legislature may hold public
- 25 hearings, administer oaths, and gather information. After receiving prior
- 26 <u>approval, by a majority vote, of the Executive Board of the Legislative</u>
- 27 <u>Council, a standing committee may issue subpoenas to compel the</u>
- 28 attendance of witnesses and the production of any papers, books,
- 29 <u>accounts, documents, and testimony and cause the depositions of witnesses</u>
- 30 to be taken in the manner prescribed by law for taking depositions in
- 31 civil actions in the district court.

- 1 (4)(a) A special legislative investigative or oversight committee
- 2 <u>may hold public hearings, administer oaths, and gather information</u>
- 3 pursuant to a statute or legislative resolution that provides for a
- 4 specific legislative inquiry or investigation. In the case of a
- 5 resolution, such resolution shall have first been adopted by a majority
- 6 of the members of the Legislature during a legislative session or by a
- 7 majority of the members of the Executive Board of the Legislative Council
- 8 <u>during the interim between legislative sessions.</u>
- 9 (b) If authorized to issue subpoenas by statute or by a resolution
- 10 <u>described in subdivision (4)(a) of this section, a special legislative</u>
- 11 <u>investigative or oversight committee may issue subpoenas to compel the</u>
- 12 <u>attendance of witnesses and the production of any papers, books,</u>
- 13 accounts, documents, and testimony and cause the depositions of witnesses
- 14 to be taken in the manner prescribed by law for taking depositions in
- 15 civil actions in the district court.
- 16 (c) A resolution or statute creating a special legislative
- 17 <u>investigative or oversight committee may prescribe limitations on the</u>
- 18 <u>authority granted by this section.</u>
- 19 (5) When authorized to issue subpoenas under this section, the The
- 20 council or a the committee may require any state agency, political
- 21 subdivision, or person to provide information relevant to the council's
- 22 or committee's work, and the state agency, political subdivision, or
- 23 person shall:
- 24 (a) Appear at a hearing on the date set in the subpoena; and
- 25 (b) Provide provide the information requested within thirty days
- 26 after the request except as provided for in the a subpoena. The statute
- 27 or resolution creating a committee may prescribe limitations on the
- 28 authority granted by this section.
- 29 <u>(6)</u> Litigation to compel or quash compliance with authority
- 30 exercised pursuant to this section and section 50-407 shall be advanced
- 31 on the trial docket and heard and decided by the court as quickly as

- 1 possible. The court shall issue its decision no later than twenty days
- 2 after the filing of the application or petition or a motion to quash,
- 3 <u>whichever is filed first.</u> Either party may appeal to the Court of Appeals
- 4 within ten days after a decision is rendered.
- 5 (7) The district court of Lancaster County has jurisdiction over all
- 6 litigation arising under this section and section 50-407. In all such
- 7 litigation, the Executive Board of the Legislative Council executive
- 8 board shall provide for legal representation for the council or
- 9 committee.
- 10 Sec. 4. Section 50-407, Revised Statutes Cumulative Supplement,
- 11 2018, is amended to read:
- 12 50-407 (1) In case of disobedience on the part of any person_
- including a representative of a state agency or political subdivision, to
- 14 comply with any subpoena issued <u>pursuant to section 50-406</u> on behalf of
- 15 the council or any committee thereof or in case of the refusal of any
- 16 witness to testify on any matters regarding which the witness he or she
- 17 may be lawfully interrogated, the Legislative Council or the standing
- 18 <u>committee</u> or <u>special legislative investigative</u> or <u>oversight committee</u>
- 19 which issued the subpoena shall, at the hearing at which the person was
- 20 subpoenaed to appear, hold a vote to find the person in contempt unless
- 21 the council or committee votes to find that the failure to comply or
- 22 refusal to testify was not willful.
- 23 (2) If the council or committee finds a person in contempt as
- 24 provided in subsection (1) of this section, the council or committee may,
- 25 by application or petition to the district court of Lancaster County,
- 26 request the court to or the judge thereof, on application of a member of
- 27 the council, shall compel obedience by proceedings for contempt as in the
- 28 case of disobedience of the requirements of a subpoena issued from such
- 29 court or a refusal to testify therein. The application or petition shall
- 30 be filed by the chairperson of the Executive Board of the Legislative
- 31 Council, and in the case of a standing or special legislative

- 1 investigative or oversight committee, such filing shall be joined by the
- 2 <u>chairperson of such committee.</u>
- 3 (3) If a witness who has been subpoenaed pursuant to section 50-406
- 4 refuses to testify before the council or a committee a special committee
- 5 of the Legislature authorized pursuant to section 50-404 on the basis of
- 6 the privilege against self-incrimination, the chairperson of the
- 7 committee may request a court order may be requested pursuant to sections
- 8 29-2011.02 and 29-2011.03. In the case of a proceeding before the
- 9 Legislative Council, the request shall be filed by the chairperson of the
- 10 Executive Board of the Legislative Council. In the case of a proceeding
- 11 <u>before a standing committee or special legislative investigative or</u>
- 12 <u>oversight committee, the request shall be filed by the chairperson of</u>
- 13 <u>such committee.</u>
- 14 Sec. 5. (1)(a) If a member of the Legislature presents a newly
- 15 constituted Legislature with a subpoena issued pursuant to section 50-406
- 16 <u>during a previous legislative biennium and such subpoena is still</u>
- 17 pending:
- 18 (i) The Executive Board of the Legislative Council shall vote to
- 19 determine whether to renew the subpoena; and
- 20 <u>(ii) If the subpoena was issued by a standing committee, such</u>
- 21 committee shall also vote to determine whether to renew the subpoena.
- 22 (b) The vote or votes required in subdivision (1)(a) of this section
- 23 <u>shall be taken no later than ten days after the day the regular session</u>
- 24 of the Legislature commences as provided in Article III, section 10, of
- 25 the Constitution of Nebraska.
- 26 <u>(c) If a majority of the members of the Executive Board of the</u>
- 27 Legislative Council and, if applicable, of the committee, are in favor of
- 28 renewing the subpoena, the subpoena is renewed and relates back to its
- 29 previous issuance and such subpoena shall be considered to have been in
- 30 full force and effect for such entire period.
- 31 (2) The Legislature has the constitutional authority to determine

- 1 the rules of its proceedings. The question of the referencing of an
- 2 <u>investigation or inquiry is not justiciable and cannot be challenged or</u>
- 3 <u>invalidated in a judicial proceeding.</u>
- 4 Sec. 6. Section 50-408, Reissue Revised Statutes of Nebraska, is
- 5 amended to read:
- 6 50-408 Each witness who appears before the Legislative Council, any
- 7 standing committee, or any special legislative investigative or oversight
- 8 <u>committee</u> council, or any committee thereof, by <u>subpoena</u> of such council
- 9 or committee its order, other than a state officer or employee, shall
- 10 receive for his or her attendance the fees provided for witnesses in
- 11 civil cases in courts of record and mileage as provided in section
- 12 81-1176 for state employees, which shall be audited and paid upon the
- 13 presentation of proper vouchers sworn to by such witness and approved by
- 14 the secretary and chairperson of the council.
- 15 Sec. 7. Section 50-1205, Revised Statutes Cumulative Supplement,
- 16 2018, is amended to read:
- 17 50-1205 The committee shall:
- 18 (1) Adopt, by majority vote, procedures consistent with the
- 19 Legislative Performance Audit Act to govern the business of the committee
- 20 and the conduct of performance audits;
- 21 (2) Ensure that performance audits done by the committee are not
- 22 undertaken based on or influenced by special or partisan interests;
- 23 (3) Review performance audit requests and select, by majority vote,
- 24 agencies or agency programs for performance audit;
- 25 (4) Review, amend, if necessary, and approve a scope statement and
- 26 an audit plan for each performance audit;
- 27 (5) Respond to inquiries regarding performance audits;
- 28 (6) Inspect or approve the inspection of the premises, or any parts
- 29 thereof, of any agency or any property owned, leased, or operated by an
- 30 agency as frequently as is necessary in the opinion of the committee to
- 31 carry out a performance audit or preaudit inquiry;

- 1 (7) Inspect and examine, or approve the inspection and examination
- 2 of, the records and documents of any agency as a part of a performance
- 3 audit or preaudit inquiry;
- 4 (8) Pursuant to section 50-406, administer Administer oaths, issue
- 5 subpoenas, compel the attendance of witnesses and the production of any
- 6 papers, books, accounts, documents, and testimony, and cause the
- 7 depositions of witnesses either residing within or without the state to
- 8 be taken in the manner prescribed by law for taking depositions in civil
- 9 actions in the district court;
- 10 (9) Review completed performance audit reports prepared by the
- 11 office, together with comments from the evaluated agency, and adopt
- 12 recommendations and incorporate them into a committee report;
- 13 (10) Release the committee report to the public and distribute it
- 14 electronically to the Clerk of the Legislature with or without benefit of
- 15 a public hearing;
- 16 (11) Hold a public hearing, at the committee's discretion, for the
- 17 purpose of receiving testimony prior to issuance of the committee report;
- 18 (12) Establish a system to ascertain and monitor an agency's
- 19 implementation of the recommendations contained in the committee report
- 20 and compliance with any statutory changes resulting from the
- 21 recommendations;
- 22 (13) Issue an annual report each September, to be prepared by the
- 23 Legislative Auditor and approved by the committee, summarizing
- 24 recommendations made pursuant to reports of performance audits during the
- 25 previous fiscal year and the status of implementation of those
- 26 recommendations;
- 27 (14) Consult with the Legislative Auditor regarding the staffing and
- 28 budgetary needs of the office and assist in presenting budget requests to
- 29 the Appropriations Committee of the Legislature;
- 30 (15) Approve or reject, within the budgetary limits of the office,
- 31 contracts to retain consultants to assist with performance audits

- 1 requiring specialized knowledge or expertise. Requests for consultant
- 2 contracts shall be approved by the Legislative Auditor and presented to
- 3 the Legislative Performance Audit Committee by the Legislative Auditor. A
- 4 majority vote shall be required to approve consultant contract requests.
- 5 For purposes of section 50-1213, subsection (11) of section 77-2711, and
- 6 subsections (10) through (13) of section 77-27,119, any consultant
- 7 retained to assist with a performance audit or preaudit inquiry shall be
- 8 considered an employee of the office during the course of the contract;
- 9 and
- 10 (16) At its discretion, and with the agreement of the Auditor of
- 11 Public Accounts, conduct joint fiscal or performance audits with the
- 12 Auditor of Public Accounts. The details of any joint audit shall be
- 13 agreed upon in writing by the committee and the Auditor of Public
- 14 Accounts.
- 15 Sec. 8. Original sections 29-2011.02, 29-2011.03, and 50-408,
- 16 Reissue Revised Statutes of Nebraska, and sections 50-406, 50-407, and
- 17 50-1205, Revised Statutes Cumulative Supplement, 2018, are repealed.