

## **RESOLUTION NUMBER 7278**

**WHEREAS**, the Nebraska Civic and Community Center Financing Act ("Act") was enacted to support the development of civic, community, and recreation centers throughout Nebraska that foster the maintenance or growth of communities; and

**WHEREAS**, to provide funding for these development activities, the Act created the Civic and Community Center Financing Fund ("CCCFF") and directed the Nebraska Department of Economic Development to award and administer grants of funds to eligible recipients; and

**WHEREAS**, the City of Beatrice ("City") submitted an application for CCCFF grant funds to undertake streetscape transformation in the downtown area and the City's request for funds has been conditionally approved in accordance with the Act; and

**WHEREAS**, to accept the CCCFF grant funds awarded to the City, the City is required to sign a grant agreement with the Nebraska Department of Economic Development which will govern the administration of funds disbursed to the City.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF BEATRICE, NEBRASKA:


**SECTION 1.** That the Mayor and City Clerk are hereby authorized to execute the Grant Agreement and any other documents necessary to effectuate the State of Nebraska Department of Economic Development Civic and Community Center Financing Fund Assistance Award Contract No. 24-03-383. A copy of the Grant Agreement marked as Exhibit "A" is attached hereto and incorporated by reference.

**SECTION 2.** That all resolutions or parts of resolutions in conflict herewith are hereby repealed.

RESOLUTION PASSED AND ADOPTED this 15<sup>th</sup> day of April, 2024.

Attest:

  
\_\_\_\_\_  
Erin Saathoff, CMC, City Clerk

  
\_\_\_\_\_  
Mike McLain, Acting Mayor

**STATE OF NEBRASKA DEPARTMENT OF ECONOMIC DEVELOPMENT  
CIVIC AND COMMUNITY CENTER FINANCING FUND  
ASSISTANCE AWARD CONTRACT NO. 24-03-383**

This contract is entered into between the State of Nebraska Department of Economic Development ("Department") and the City of Beatrice, Nebraska ("Recipient"), upon the date of signature by both parties.

**RECITALS:**

- A. The Nebraska Civic and Community Center Financing Act ("Act"), found in Neb. Rev. Stat. §13-2701 through §13-2710, was enacted to support the development of civic, community, and recreation centers throughout Nebraska that foster the maintenance or growth of communities. To provide funding for these development activities, the Act created the Civic and Community Center Financing Fund ("Fund") and directed the Department to award and administer grants of funds ("Act Funds") to eligible recipients. The requirements of the Act are incorporated herein by this reference.
- B. Pursuant to Neb. Rev. Stat. § 13-2706 (as amended by the Nebraska Legislature in 2022 and 2023 through, respectively, LB927 and LB727), from July 1, 2023, to June 30, 2024, to be eligible for a grant of assistance under the Act, municipalities were required to partner with a Certified Creative District.
- C. The Recipient has submitted an application and all of the necessary supplementary materials, including evidence of partnership with a Certified Creative District, (collectively, the "Application"). The Application sets forth a project involving a streetscape transformation for Beatrice, Nebraska ("Project"), which is an activity that is eligible for assistance under the Act. The Application is incorporated herein by this reference.
- A. The Project was conditionally approved by the Department in accordance with the Act, and Act Funds were appropriated by the Nebraska Legislature. Because Act Funds were appropriated by the Legislature, the grant of assistance to the Recipient is considered finally approved, and this grant agreement is intended to govern the Department's administration of Act Funds disbursed to the Recipient for the Project.

**AGREEMENT:**

Premised on the Recitals above and in consideration of the mutual promises and understandings of the parties set forth below, the parties agree as follows:

*[continued on the following page]*

## **PART I: TERMS AND CONDITIONS.**

### **§1.01 Amount and Initial Disbursement of Act Funds; Matching Funds.**

The Department will disburse Act Funds to the Recipient for the Project in a total amount not to exceed the lesser of: Two Hundred Seventy-Five Dollars (\$275,000) **or** fifty percent (50%) of the actual cost of construction and renovation of the Project.

The Department will disburse fifty percent (50%) of the award of Act Funds for the Project to the Recipient after the Department receives a fully executed grant agreement. The remaining fifty percent (50%) of the award of Act Funds will be disbursed as reimbursement for costs incurred in completing the Project.

Matching funds from local sources (as required by the Act) must be contributed to the Project prior to disbursement of Act Funds. The matching funds must be at least equal to the amount of Act Funds requested and at least fifty percent (50%) must be in cash.

### **§1.02 Contract Term.**

The term of this contract will be from March 27, 2024 to March 28, 2026 ("Contract Term"). All of the Recipient's performance obligations under this contract must be completed within the Contract Term.

### **§1.03 Use of Act Funds.**

The Act Funds must be used solely for the purposes set forth in the Application and as allowed and restricted by the Act and this agreement. Some specific restrictions which are applicable to the Project include, but are not limited to, the following:

- (a) Act Funds may be used for the construction, renovation, or expansion of the Project, but Act Funds may not be used for planning, programming, marketing, advertising, and related activities.
- (b) The Project shall be required to be physically located within the Recipient's municipal boundaries or, for any city of the first class, city of the second class, or village, within the Recipient's extraterritorial zoning jurisdiction.
- (c) If the Project involves a civic, community, or recreation center, the Recipient must own and operate the Project facility for at least five (5) years after the start of the Contract Term. It is permissible for the Recipient to operate the Project facility through the use of agents, public or private.

### **§1.04 Disbursement of Act Funds; 50% Reserve/Escrow Until Project Completed.**

Disbursements of Act Funds will be made to the Recipient in the form and manner prescribed by the Department if such disbursements are determined to be in conformance with the requirements of the Act.

In order to receive disbursements, the Recipient must submit the State of Nebraska ACH Enrollment Form to the Department. For disbursements after the initial fifty percent (50%), the Recipient must provide, upon request by the Department, documentation substantiating the expenditure of Project costs and the use of adequate local matching funds for the requested disbursement.

Disbursements will be made by electronic deposit to the account designated by the Recipient on the State of Nebraska ACH Enrollment Form and in accordance with the requirements of this contract.

No more than fifty percent (50%) of the total Act Funds will be disbursed to the Recipient prior to the Department receiving a certification of the commitment and expenditure of the required minimum match or an amount of local sources equaling the total grant award. Upon a determination that Project costs have been properly documented by the Recipient and the minimum level of matching funds have been committed, the Department will disburse the remainder of the Act Funds.

#### **§1.05 Incorporation of RECITALS.**

All provisions of the RECITALS are incorporated as agreed provisions of the contract.

**PART II: [RESERVED].**

**PART III: [RESERVED].**

**PART IV: OTHER CONTRACTUAL CONDITIONS.**

#### **§4.01 Designation of Officials to Execute Contract and Amendments.**

The Director of the Department or their designee is the official authorized to execute this contract and any amendments to this contract on behalf of the Department.

The Chief Elected Official of the Recipient or their designee is the official authorized to execute this contract and any amendments to this contract on behalf of the Recipient.

Either party may request amendments to this contract; however, amendments will not be effective until mutually agreed to in writing by both parties.

#### **§4.02 Project Outcome/Impact Performance Reports Required.**

To assist the Department in obtaining information on the outcome/impact of grant funded projects, the Recipient must prepare and submit performance reports on the Project. All

performance reports must be submitted in the form and manner specified by the Department.

Performance reports are due every six (6) months during the Contract Term and must include a narrative of the progress, Project expenditures to-date, data reflecting the current status of the Project, any perceived changes to the budget for the Project, and any other information the Department may request.

The Recipient may also be required to submit interim performance reports upon request. These reports will be subject to reasonable requirements and due dates as determined by the Department.

A final performance report must be submitted to the Department no later than thirty (30) days prior to the end of the Contract Term. The report must include a final narrative on the outcome of the Project, including information on what was and was not successful in completing the Project as described in the Application, and any other Project information that may be requested by the Department. The Department may withhold up to ten percent (10%) of the Act Funds awarded under this contract until the Department receives and approves the final performance report.

All performance reports must be submitted to the Department electronically as prescribed by the Department.

Failure to provide required performance reports by the required due dates may result in the Department declaring the Recipient to be in substantial breach of this contract. If that happens, the Department may immediately terminate this contract, in whole or in part, and/or require repayment of any or all Act Funds disbursed to the Recipient.

#### **§4.03 Accounting for Act Funds; Record Access.**

The Recipient must account for Act Funds in a manner consistent with generally accepted accounting principles. All expenditures of Act Funds by the Recipient must be for obligations incurred in furtherance of the Project and must be supported by documentation evidencing the necessity for such expenditures. The Recipient must keep such records as the Department may require for compliance with the Act.

The Department and any other duly authorized official of the State of Nebraska must have full access to and the right to examine, audit, excerpt, or transcribe any of the Recipient's records pertaining to this contract. The records must be retained for at least three (3) years after termination of this agreement.

#### **§4.04 Compliance with State and Act Regulations and Performance Monitoring.**

The Recipient must comply with all applicable state law, Act regulations, and any reasonably equivalent procedures and requirements that the Department may prescribe. In particular, the Recipient agrees to establish internal controls in order to provide the

Department with reasonable assurance that it is carrying out the Project in compliance with state statutes, regulations, and the terms and conditions of this contract. The Department may conduct performance review monitoring visitations to determine compliance with this contract.

#### **§4.05 Early Termination; Termination by Mutual Agreement.**

The Department may terminate this contract for any reason upon sixty (60) days written notice to the Recipient.

This contract may also be terminated, in whole or in part, prior to the completion of Project activities when both parties agree that continuation is not feasible or would not produce beneficial results commensurate with the further expenditure of funds. In the event of mutual termination, the parties must agree on the termination conditions, including the effective date and the portion to be terminated.

The Recipient must not incur new obligations for the terminated portion after the effective date and must cancel as many outstanding obligations as possible. The Department will make funds available to the Recipient for allowable expenses incurred before the effective date of termination.

#### **§4.06 Termination Due to Loss of Funds.**

This contract may terminate, in full or in part, in the event the Department suffers a loss of funding which permits it to fund the Recipient. In such an event, the Department will provide the Recipient written notice setting forth the effective date of full or partial termination.

#### **§4.07 Termination for Cause.**

In the event:

- (a) the terms of this contract have not been, nor are anticipated to be, fulfilled within the Contract Term, as stated herein (or extended by a later amendment);
- (b) the Department determines the Application contained material omissions, errors, or misrepresentations; or
- (c) the Department determines Act Funds have been used for purposes other than eligible Project activities or in a manner contrary to the requirements of the Act.

Then, the Department may revoke the grant and terminate this contract, seek repayment of Act Funds paid to the Recipient, or both. Payments made to the Recipient or recoveries by the Department will be in accordance with the legal rights of the parties.

#### **§4.08 Force Majeure.**

Neither party shall be liable for any costs or damages resulting from its inability to perform any of its obligations under the contract due to a natural disaster or other similar event

outside the control and not the fault of the affected party ("Force Majeure Event"). A Force Majeure Event shall not constitute a breach of the contract. The party so affected shall immediately give notice to the other party of the Force Majeure Event.

The Department may grant relief from performance of the contract if the Recipient is prevented from performance by a Force Majeure Event. The burden of proof for the need for such relief shall rest upon the Recipient. To obtain release based on a Force Majeure Event, the Recipient shall file a written request for such relief with the Department.

Labor disputes with the impacted party's own employees will not be considered a Force Majeure Event and will not suspend performance requirements under the contract.

#### **§4.09 Notice.**

Except as otherwise expressly specified herein, all notices, requests, or other communications shall be in writing and shall be deemed to have been given if delivered personally or mailed by U.S. Mail, postage prepaid and return receipt requested, to the parties at their respective addresses set forth in the Application, in this contract, or at such other addresses as may be specified in writing by either of the parties. All notices, requests, or communications shall be deemed effective upon personal delivery or four (4) calendar days following deposit in the mail.

#### **§4.10 Waivers in Writing; Severability; Assignment of Interest.**

No conditions or provisions of this contract will be waived unless approved by the Department in writing.

If any provision of this contract or its application to any person or circumstances is held invalid by any court of competent jurisdiction, the invalidity will not affect other provisions of this contract.

The Recipient may not assign or transfer any interest in this contract to any other party without the written consent of the Department.

#### **§4.11 Relationship of the Parties.**

Nothing in this contract should be construed in any manner as creating or establishing the relationship of partners between the parties, nor shall either party have the right, power, or authority to create any obligations or duty, express or implied, on behalf of the other party. Any and all claims on behalf of any person arising out of employment or alleged employment (including, but not limited to, claims of discrimination) against the Recipient, its officers, or its agents will in no way be the responsibility of the Department.



#### **§4.12 Applicability to Subrecipients and Contractors.**

All provisions of this contract will be made binding on any subrecipient or contractor of the Recipient, and the Recipient will, nonetheless, remain fully obligated under the provisions of this contract.

Any such subrecipient or contractor of the Recipient must be authorized to transact business in the State of Nebraska. All subrecipients and contractors are expected to comply with all Nebraska Secretary of State and Department of Revenue registration requirements, including any registration requirements pertaining to types of business entities (e.g., sole proprietorship, partnership, foreign/domestic limited liability company, association, or foreign/domestic corporation). Construction contractors are expected to meet all applicable requirements of the Nebraska Contractor Registration Act and provide a current, valid certificate of registration to the Recipient for its records.

#### **§4.13 State of Nebraska Non-Liability/Hold Harmless.**

The Recipient must hold the State of Nebraska and the Department harmless from any and all claims, demands, and actions based upon or arising out of any services performed by the Recipient or by their officials, officers, employees, agents, or associates under this contract.

#### **§4.14 Authorization of Project Publicity and Information Sharing.**

Prior to announcing or referring to the Project or Project activities in news releases, press conferences, or other media, the Recipient must inform the Department and, if requested, include an acknowledgement or reference to the funding made available for the Project.

The Recipient agrees to allow the Department to issue news releases and otherwise share information and/or make announcements about the Project. The Department is not required to obtain any approval, written or otherwise, from the Recipient prior to releasing information about the Project.

#### **§4.15 Verification of Work Eligibility Status for New Employees.**

The Recipient is required and hereby agrees to use a federal immigration verification system to determine the work eligibility status of new employees physically performing services within the State of Nebraska.

In this context, "new employees" means employees hired on or after the effective date of this contract. A "federal immigration verification system" means the electronic verification of the work authorization program authorized by the Illegal Immigration Reform and Immigrant Responsibility Act of 1996 (8 U.S.C. 1324a), known as the E-Verify Program, or an equivalent federal program designated by the United States Department of Homeland

Security or other federal agency authorized to verify the work eligibility status of a newly hired employee.

This contractual obligation to verify work eligibility status for new employees physically performing services within the State of Nebraska also applies to any and all subcontractors utilized by the Recipient in performing this contract. The Recipient will be responsible to the Department for enforcing this requirement with its subcontractors. A failure by the Recipient to adhere to these requirements is a violation of the statutory requirements in Neb. Rev. Stat. §4-114 and, as such, will be deemed a substantial breach of this contract which could result in the Department declaring the Recipient to be in default on the contract.

#### **§4.16 Drug Free Workplace Policy.**

The Recipient acknowledges the State of Nebraska requires a Drug Free Workplace Policy on the part of the Recipient as a term and condition of contracting with the Department.

#### **§4.17 Civil Rights Law and Equal Opportunity Employment.**

The Recipient must comply with all applicable local, state, and federal statutes and regulations regarding civil rights law and equal opportunity employment. The Recipient shall not discriminate against any employee or applicant for employment with respect to the employee's or applicant's hire, tenure, terms, conditions, or privileges of employment because of his or her race, color, religion, sex, disability, or national origin.

#### **§4.18 Americans with Disabilities Act (ADA).**

The Recipient must comply with all provisions of the Americans with Disabilities Act (ADA) with respect to hiring, training, and employment practices including the reasonable accommodation of persons with disabilities in hiring, training, and employment practices and in assuring access by persons with disabilities to facilities and services provided by the Recipient to the general public.

#### **§4.19 Governing Law; Binding Effect; Counterparts; Entire Agreement.**

This agreement shall be governed by, construed according to the laws and regulations of, and subject to the jurisdiction of the State of Nebraska.

This agreement will be binding upon and will inure to the benefit of the successors, assigns, and legal representatives of the parties.

This agreement or any amendment of this agreement may be signed in any number of counterparts; each of which will be considered an original, and all of which taken together will constitute one agreement or amendment, as the case may be.

This instrument, any attachments, and those items incorporated by reference contain the entire agreement between the parties.

**ACCEPTANCE PROVISIONS.**

The parties acknowledge they have read and understand this contract, they agree to its provisions, and that it will be effective on the date when both parties have signed.

<b>NEBRASKA DEPARTMENT OF ECONOMIC DEVELOPMENT</b>	<b>RECIPIENT → City of Beatrice, Nebraska</b>
By: _____ (Director or Designee)	By: <u>Mike McLain</u> (Authorized Official)
_____ (Typed or Printed Name)	<u>Mike McLain</u> (Typed or Printed Name)
_____ (Title)	<u>Acting Mayor</u> (Title)
_____ (Date)	<u>4-15-24</u> (Date)