

EXEMPT
(REPRINTED WITH ADOPTED AMENDMENTS)
SECOND REPRINT

A.B. 527

ASSEMBLY BILL NO. 527—ASSEMBLYMEN PARKS, SEGERBLOM, MORTENSON, BACHE, GIUNCHIGLIANI, THOMAS, BUCKLEY, OHRENSCHALL, CHOWNING, COLLINS, MANENDO, WILLIAMS, MCCLAIN, CLABORN, DE BRAGA, HUMKE, HETTRICK, CEGAVSKE, PERKINS, LEE, NEIGHBORS, BERMAN, GIBBONS, MARVEL AND PRICE

MARCH 15, 1999

Referred to Committee on Taxation

SUMMARY—Revises provisions regarding bonding for facilities of University and Community College System of Nevada. (BDR S-1283)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State or on Industrial Insurance: No.

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets ~~[omitted material]~~ is material to be omitted.

AN ACT relating to the University and Community College System of Nevada; authorizing the financing of campus facilities required or desired by the master plans at the University of Nevada, Las Vegas, and the University of Nevada, Reno, with revenue bonds issued pursuant to chapter 501, Statutes of Nevada 1991; increasing the maximum amount authorized for those bonds; increasing the time within which those bonds may be issued; authorizing the issuance of bonds for the construction of a dental school; including any revenue derived from dental services provided at a facility of the system within the definition of “pledged revenues” for the purposes of the University Securities Law; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE
AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 **Section 1.** Section 4 of chapter 501, Statutes of Nevada 1991, as last
- 2 amended by section 1 of chapter 93, Statutes of Nevada 1995, at page 112,
- 3 is hereby amended to read as follows:
- 4 **Sec. 4.** “Project” means the construction, ***land and*** other
- 5 acquisition, rehabilitation and improvement, or any combination
- 6 thereof, of additional:

1 1. Student housing and dining facilities required or desired by
2 the university at the University of Nevada, Reno, and University of
3 Nevada, Las Vegas; ~~and~~

4 2. Parking facilities required or desired by the university at the
5 University of Nevada, Reno, and University of Nevada, Las Vegas
6 ~~;~~ **and**

7 3. *Campus facilities required or desired by university master*
8 *plans at the University of Nevada, Las Vegas, and the University*
9 *of Nevada, Reno,*

10 equipment and furnishings therefor, and other appurtenances
11 relating thereto as specified in a resolution of the board adopted
12 pursuant to this act.

13 **Sec. 2.** Section 5 of chapter 501, Statutes of Nevada 1991, as last
14 amended by section 2 of chapter 93, Statutes of Nevada 1995, at page 112,
15 is hereby amended to read as follows:

16 **Sec. 5.** 1. The board, on behalf and in the name of the
17 university, is authorized by this act, as supplemented by the
18 provisions of the University Securities Law:

19 (a) To finance the project by the issuance of bonds and other
20 securities of the university in a total principal amount not exceeding
21 ~~[\$12,000,000]~~ **\$25,000,000** for facilities at the University of
22 Nevada, Reno, and in a total principal amount not exceeding
23 ~~[\$17,500,000]~~ **\$67,500,000** for facilities at the University of
24 Nevada, Las Vegas ~~;~~ **, \$35,000,000 of which may be used for the**
25 **construction, other acquisition and improvement of a dental**
26 **school and other structures and clinics associated with the dental**
27 **school.**

28 (b) To issue such bonds and other securities in connection with
29 the projects in one series or more at any time or from time to time
30 within ~~[9]~~ **18** years after the effective date of this act, as the board
31 may determine, and consisting of special obligations of the
32 university payable from the net pledged revenues authorized by this
33 act possible subsequently other net pledged revenues, secured by a
34 pledge thereof and a lien thereon, subject to existing contractual
35 limitations, and subject to the limitation in paragraph (a);

36 (c) To employ legal, fiscal and other expert services and to
37 defray the costs thereof with any money available therefor,
38 including, proceeds of securities authorized by this act; and

39 (d) To exercise the incidental powers provided in this University
40 Securities Law in connection with the powers authorized by this act
41 except as otherwise expressly provided in this act.

42 2. If the board determines to sell the bonds authorized by
43 subsection 1 at a discount from their face amount, the principal

1 amount of bonds which the board is authorized to issue provided in
2 subsection 1 is increased by an amount equal to the discount at
3 which the bonds are sold.

4 3. This act does not limit the board in funding, refunding or
5 reissuing any securities of the university or the board at any time as
6 provided in the University Securities Law.

7 **Sec. 3.** 1. The board of regents of the University of Nevada may, on
8 behalf and in the name of the university, finance the construction, other
9 acquisition and improvement of a dental school and other structures and
10 clinics associated with the dental school at the University of Nevada, Las
11 Vegas, by the issuance of bonds and other securities of the university in a
12 total principal amount not exceeding \$35,000,000. The bonds and other
13 securities may be issued at one time or from time to time, within 5 years
14 after the effective date of this act and, except as otherwise provided in this
15 section, must be issued in accordance with the provisions of the University
16 Securities Law. The total principal amount of any bonds issued pursuant to
17 this section and pursuant to chapter 501, Statutes of Nevada 1991, as
18 amended, for this purpose must not exceed \$35,000,000.

19 2. The bonds or other securities issued pursuant to subsection 1 must
20 be secured by a pledge of the revenues derived from or otherwise
21 pertaining to the imposition and collection of fees for dental services
22 provided at a facility for the University of Nevada, Las Vegas.

23 3. The provisions of this section do not limit the board in funding,
24 refunding or reissuing any securities of the university or the board at any
25 time as provided in the University Securities Law.

26 4. Any bonds or other securities issued pursuant to this section must
27 not be considered to be obligations general, special, or otherwise of the
28 state, or to be securities of debt of the state, and are not enforceable against
29 the state.

30 **Sec. 4.** NRS 396.828 is hereby amended to read as follows:

31 396.828 "Pledged revenues" means the money pledged wholly or in
32 part for the payment of bonds or other securities issued hereunder, and,
33 subject to any existing pledges or other contractual limitations, may include
34 at the board's discretion, all loans, grants or contributions to the university
35 or board, if any, conditional or unconditional, from the Federal
36 Government, the state, any public body or other donor for the payment of
37 the principal of, the interest on, and any prior redemption premiums due in
38 connection with any securities issued hereunder, or any combination
39 thereof, and may include income or money derived from one, all or any
40 combination of the following sources of revenue, including , without
41 limitation , student fees and other fees, rates and charges appertaining
42 thereto:

43 1. Dormitories, apartments and other facilities for housing;

- 1 2. Cafeterias, dining halls and other facilities for food service;
- 2 3. Student union and other facilities for student activities;
- 3 4. Store or other facilities for the sale or lease of books, stationery,
- 4 student supplies, faculty supplies, office supplies and like material;
- 5 5. Stadium, arena, theater, fieldhouse and other athletic or recreational
- 6 facilities for use in part by spectators or otherwise;
- 7 6. Land and any structures, other facilities, or other improvements
- 8 thereon used or available for use for the parking of vehicles used for the
- 9 transportation by land or air of persons to or from such land and any
- 10 improvements thereon;
- 11 7. Properties for providing heat or any other utility furnished by the
- 12 university or the board to any facilities on its campus;
- 13 8. Investments and reinvestments of unrestricted endowments; ~~land~~
- 14 9. *Any revenue derived from or otherwise pertaining to the*
- 15 *imposition and collection of fees for dental services provided at a facility*
- 16 *of the university; and*
- 17 10. Facilities of the desert research institute, including , without
- 18 limitation , money from:
- 19 (a) Grants to the desert research institute by any person or the Federal
- 20 Government;
- 21 (b) Contracts and leases between the desert research institute and any
- 22 person or governmental entity;
- 23 (c) The investment of any money of the desert research institute; and
- 24 (d) Any other revenue received by the desert research institute, or by the
- 25 board on behalf of the desert research institute pursuant to NRS 396.795 to
- 26 396.7956, inclusive.
- 27 **Sec. 5.** This act becomes effective upon passage and approval.