

SENATE BILL NO. 534—COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF LEGISLATIVE COMMITTEE TO STUDY THE
DISTRIBUTION AMONG LOCAL GOVERNMENTS OF
REVENUE FROM STATE AND LOCAL TAXES)

MARCH 22, 1999

Referred to Committee on Taxation

SUMMARY—Provides for review and adjustment of amount allocated to certain governmental entities from local government tax distribution account. (BDR 32-703)

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 taxation; providing for the review and adjustment of the amount allocated to certain governmental entities from the local government tax distribution account; 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.** Chapter 360 of NRS is hereby amended by adding thereto a
2 new section to read as follows:
3 ***1. If the population and assessed valuation of the taxable property,***
4 ***except any assessed valuation attributable to the net proceeds of***
5 ***minerals, within a local government or special district has decreased in***
6 ***each of the 3 fiscal years immediately preceding the current fiscal year,***
7 ***the executive director shall review the amount allocated to the local***
8 ***government or special district from the account pursuant to NRS***
9 ***360.680, to determine whether to adjust the allocation. The local***
10 ***government or special district may submit information to assist the***
11 ***executive director in making a determination. If the executive director***
12 ***determines that an adjustment to the allocation of the local government***
13 ***or special district is necessary, the executive director shall submit his***
14 ***findings on the matter to the committee on local government finance.***

1 **2. The committee on local government finance shall review the**
2 **findings submitted by the executive director pursuant to subsection 1. If**
3 **the committee determines that an adjustment to the amount allocated to**
4 **the local government or special district pursuant to NRS 360.680 is**
5 **appropriate, the committee shall submit a recommendation to the Nevada**
6 **tax commission that sets forth the amount of the recommended**
7 **adjustment. If the committee determines that the adjustment is not**
8 **appropriate, that decision is not subject to review by the Nevada tax**
9 **commission.**

10 **3. The Nevada tax commission shall schedule a public hearing**
11 **within 30 days after the committee on local government finance submits**
12 **its recommendation. The Nevada tax commission shall provide public**
13 **notice of the hearing at least 10 days before the date on which the**
14 **hearing will be held. The executive director shall provide copies of all**
15 **documents relevant to the adjustment recommended by the committee on**
16 **local government finance to the governing body of each local**
17 **government and special district that is located in the same county as the**
18 **local government or special district that is subject to the recommended**
19 **adjustment.**

20 **4. If, after the public hearing, the Nevada tax commission**
21 **determines that the recommended adjustment is appropriate, it shall**
22 **order the executive director to adjust the amount allocated to the local**
23 **government or special district pursuant to NRS 360.680.**

24 **Sec. 2.** NRS 360.600 is hereby amended to read as follows:

25 360.600 As used in NRS 360.600 to 360.740, inclusive, **and section 1**
26 **of this act**, unless the context otherwise requires, the words and terms
27 defined in NRS 360.610 to 360.650, inclusive, and section 5 of ~~this act,~~
28 **Assembly Bill No. 124 of this session**, have the meanings ascribed to them
29 in those sections.