

(REPRINTED WITH ADOPTED AMENDMENTS)
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ASSEMBLY JOINT RESOLUTION NO. 8—ASSEMBLYMAN HETTRICK

MARCH 19, 2001

Referred to Committee on Taxation

SUMMARY—Proposes to amend Nevada Constitution to provide for separate taxation of certain property regulated by interstate compact and to provide for abatement of tax upon or exemption of part of assessed value of undeveloped land or single-family residence under certain circumstances. (BDR C-785)

FISCAL NOTE: Effect on Local Government: Yes.
 Effect on the State: Yes.

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

ASSEMBLY JOINT RESOLUTION—Proposing to amend the Constitution of the State of Nevada to authorize the Nevada legislature to provide for the separate taxation of property whose development is restricted by an interstate compact for environmental purposes and to provide for an abatement of the tax upon or an exemption of part of the assessed value of undeveloped land or a single-family residence under certain circumstances.

- 1 RESOLVED BY THE ASSEMBLY AND SENATE OF THE STATE OF NEVADA,
2 JOINTLY, That section 1 of article 10 of the Constitution of the State of
3 Nevada be amended to read as follows:
4 Section 1. 1. The legislature shall provide by law for a uniform and
5 equal rate of assessment and taxation, and shall prescribe such regulations
6 as shall secure a just valuation for taxation of all property, real, personal
7 and possessory, except mines and mining claims, which shall be assessed
8 and taxed only as provided in section 5 of this article.
9 2. Shares of stock, bonds, mortgages, notes, bank deposits, book
10 accounts and credits, and securities and choses in action of like character
11 are deemed to represent interest in property already assessed and taxed,
12 either in Nevada or elsewhere, and shall be exempt.
13 3. The legislature may constitute ~~agricultural~~ :
14 (a) ***Agricultural*** and open-space real property having a greater value for
15 another use than that for which it is being used ~~as a separate class~~ ; and
16 (b) ***Property the development of which is restricted pursuant to an***
17 ***interstate compact for the preservation and restoration of the natural***
18 ***environment of the region in which the property is located,***
19 ***as separate classes*** for taxation purposes and may provide ~~as~~ separate
20 uniform ~~plant~~ ***plans*** for appraisal and valuation of such property for



1 assessment purposes. If such *a* plan is provided, the legislature shall also
2 provide for retroactive assessment for a period of not less than 7 years
3 when *the* agricultural and open-space real property is converted to a higher
4 use conforming to the use for which other nearby property is used ~~H~~, *or*
5 *the property the development of which is restricted is subsequently*
6 *developed.*

7 4. Personal property which is moving in interstate commerce through
8 or over the territory of the State of Nevada, or which was consigned to a
9 warehouse, public or private, within the State of Nevada from outside the
10 State of Nevada for storage in transit to a final destination outside the State
11 of Nevada, whether specified when transportation begins or afterward,
12 shall be deemed to have acquired no situs in Nevada for purposes of
13 taxation and shall be exempt from taxation. Such property shall not be
14 deprived of such exemption because while in the warehouse the property is
15 assembled, bound, joined, processed, disassembled, divided, cut, broken in
16 bulk, relabeled or repackaged.

17 5. The legislature may exempt motor vehicles from the provisions of
18 the tax required by this section, and in lieu thereof, if such exemption is
19 granted, shall provide for a uniform and equal rate of assessment and
20 taxation of motor vehicles, which rate shall not exceed five cents on one
21 dollar of assessed valuation.

22 6. The legislature shall provide by law for a progressive reduction in
23 the tax upon business inventories by 20 percent in each year following the
24 adoption of this provision, and after the expiration of the 4th year such
25 inventories are exempt from taxation. The legislature may exempt any
26 other personal property, including livestock.

27 7. No inheritance tax shall ever be levied.

28 8. The legislature may exempt by law property used for municipal,
29 educational, literary, scientific or other charitable purposes, or to encourage
30 the conservation of energy or the substitution of other sources for fossil
31 sources of energy.

32 9. No income tax shall be levied upon the wages or personal income of
33 natural persons. Notwithstanding the foregoing provision, and except as
34 otherwise provided in subsection 1 of this section, taxes may be levied
35 upon the income or revenue of any business in whatever form it may be
36 conducted for profit in the state.

37 *10. The legislature may provide by law for an abatement of the tax*
38 *upon or an exemption of part of the assessed value of undeveloped land*
39 *or a single-family residence occupied by the owner, or both, to the extent*
40 *necessary to avoid severe economic hardship to the owner of the land or*
41 *residence.*

