SENATE BILL NO. 201–COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF NEVADA LEAGUE OF CITIES
AND MUNICIPALITIES)

FEBRUARY 20, 2001
_____

Referred to Committee on Government Affairs

SUMMARY—Makes various changes relating to certain loans made by local governments.
(BDR 31-367)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

~

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

AN ACT relating to local government finance; requiring a local government that desires to loan money from one fund to another fund or to another local government to make certain determinations at a public hearing; 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 354 of NRS is hereby amended by adding thereto a
2 new section to read as follows:
3   ***Before making an interfund loan or loaning money to another local***
4 ***government, the governing body of the local government that wishes to***
5 ***make the loan must:***
6   ***1.   Determine at a public hearing that:***
7   ***(a) A sufficient amount of money is available for the loan and that***
8 ***money is not restricted as to its use; and***
9   ***(b) The loan of the money will not compromise the economic viability***
10 ***of the fund from which the money is loaned; and***
11   ***2.   Establish at the public hearing conducted pursuant to subsection***
12 ***1:***
13   ***(a) The amount of time the money will be on loan from the fund;***
14   ***(b) The terms and conditions for repaying the loan; and***
15   ***(c) The rate of interest, if any, to be charged for the loan.***
16   **Sec. 2.**   NRS 354.476 is hereby amended to read as follows:
17   354.476   As used in NRS 354.470 to 354.626, inclusive, ***and section 1***
18 ***of this act,*** unless the context otherwise requires, the words and terms

1   defined in NRS 354.478 to 354.580, inclusive, have the meanings ascribed
2   to them in those sections.
3   **Sec. 3.**   This act becomes effective on July 1, 2001.

③⓪