

SENATE BILL NO. 323—SENATOR MCGINNESS

MARCH 19, 2007

Referred to Committee on Taxation

SUMMARY—Reduces and prospectively removes a certain special governmental services tax imposed on vehicles based in Churchill County. (BDR S-954)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact.
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 taxation; requiring the Board of County Commissioners of Churchill County to reduce the rate of a certain special governmental services tax imposed on vehicles based in the County; prospectively prohibiting the Board from imposing or levying that tax after a certain date; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

- 1 Existing law authorizes the Board of County Commissioners of Churchill
- 2 County to impose a special governmental services tax of 1 cent on each \$1 of the
- 3 valuation of vehicles based in the County. (Local Government Tax Act of 1991 §
- 4 30) This bill requires the Board of County Commissioners of Churchill County to
- 5 reduce the rate of that tax by 0.2 cents each fiscal year beginning in 2008, and
- 6 prohibits the Board from imposing or levying that tax after June 30, 2012.

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

- 1 **Section 1.** Section 30 of the Local Government Tax Act of
- 2 1991, being chapter 491, Statutes of Nevada 1991, as last amended
- 3 by section 225 of chapter 520, Statutes of Nevada 2001, at page
- 4 2640, is hereby amended to read as follows:
- 5 Sec. 30. 1. Except as otherwise provided in ~~section~~
- 6 *sections* 34 *and* 38 of this act and in addition to all other
- 7 taxes imposed on the valuation of vehicles, the Board of



County Commissioners of Churchill, Elko, Humboldt, Washoe and Lander counties and the Board of Supervisors of Carson City may by ordinance, but not as in a case of emergency, impose a Special Governmental Services Tax of 1 cent on each \$1 of valuation of the vehicle for the privilege of operating upon the public streets, roads and highways of the county on each vehicle based in the county except:

(a) A vehicle exempt from the Governmental Services Tax pursuant to chapter 371 of NRS; or

(b) A vehicle subject to NRS 706.011 to 706.861, inclusive, which is engaged in interstate or intercounty operations.

2. The Department of Motor Vehicles shall deposit the proceeds of the tax imposed pursuant to subsection 1 with the State Treasurer for credit to the Tax Distribution Fund for the county in which it was collected.

3. As used in this section, "based" has the meaning ascribed to it in NRS 482.011.

Sec. 2. Section 38 of the Local Government Tax Act of 1991, being chapter 491, Statutes of Nevada 1991, as last amended by section 76 of chapter 13, Statutes of Nevada 2001, at page 337, is hereby amended to read as follows:

Sec. 38. 1. The Board of County Commissioners of Washoe County shall reduce the rate of the tax ad valorem imposed pursuant to section 33 of this act by 1.5 cents per \$100 of assessed valuation for the Fiscal Year 1993-1994.

2. The Board of County Commissioners of Washoe County shall reduce the rate of the tax ad valorem imposed pursuant to section 33 of this act, in addition to the reduction made pursuant to subsection 1, by 4 cents per \$100 of assessed valuation for the Fiscal Year 1994-1995.

3. The Board of County Commissioners of Washoe County shall reduce the rate of the Special Governmental Services Tax imposed pursuant to section 30 of this act to the amounts shown for each \$1 of valuation for the respective Fiscal Years:

2001-2002.....	0.8 cents
2002-2003.....	0.6 cents
2003-2004.....	0.4 cents
2004-2005.....	0.2 cents

↪ The Board of County Commissioners of Washoe County shall not impose or levy that Special Governmental Services Tax for any fiscal year after June 30, 2005.



* S B 3 2 3 *

4. *The Board of County Commissioners of Churchill County shall reduce the rate of the Special Governmental Services Tax imposed pursuant to section 30 of this act to the amounts shown for each \$1 of valuation for the respective Fiscal Years:*

2008-2009.....	0.8 cents
2009-2010.....	0.6 cents
2010-2011.....	0.4 cents
2011-2012.....	0.2 cents

↪ *The Board of County Commissioners of Churchill County shall not impose or levy that Special Governmental Services Tax for any fiscal year after June 30, 2012.*

5. The Board of County Commissioners of Washoe County or Churchill County shall not, after June 30, 1994:

(a) Except as otherwise provided in subsection 2, 3, 4 or ~~5~~, 6, decrease the rate of any of the taxes imposed pursuant to sections 29 to 33, inclusive, of this act unless all of the local governments that are entitled to receive a monthly distribution from the Tax Distribution Fund for the county agree to the decrease.

(b) Increase the rate of any tax imposed pursuant to sections 29 to 33, inclusive, of this act.

~~5~~, 6. If necessary to avoid violating the provisions of subsection 2 of section 31 of this act, the Board of County Commissioners of Washoe County shall reduce the amount of the license fee imposed pursuant to that section by the minimum amount necessary to comply with the provisions of subsection 2 of section 31 of this act.

