

SENATE JOINT RESOLUTION NO. 7—SENATOR BEERS

MARCH 19, 2007

Referred to Committee on Finance

SUMMARY—Proposes to amend the Nevada Constitution by adding the provisions of the Tax and Spending Control for Nevada initiative. (BDR C-1324)

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

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

SENATE JOINT RESOLUTION—Proposing to amend the Nevada Constitution by adding the provisions of the Tax and Spending Control for Nevada initiative.

Legislative Counsel’s Digest:

This bill proposes to amend the Nevada Constitution by adding the provisions of the Tax and Spending Control for Nevada initiative (TASC). The provisions of this bill are substantially similar to versions of that initiative that were filed with the Secretary of State in conjunction with the 2006 General Election. The Legislative Counsel has not revised the language for clarity or consistency with the style and contents of the Nevada Constitution or the Nevada Revised Statutes. The initiative as submitted to the Legislative Counsel states that:

“If enacted, TASC for Nevada will add a new article to the Nevada Constitution:

Preventing state and local tax increases and new multi-year indebtedness except when referred to voters by 2/3 of the Nevada Legislature or of the local governing board, and passed by a majority of voters casting ballots at a general election (§ 2);

Limiting spending increases by the state, and by cities and counties chartered by the state, to inflation plus percentage change in population; allowing increases of these limits by the amount of voter-approved tax increases (§§ 4, 8);

If state or city revenues exceed spending limits, requiring the deposit of part of these revenues into a state Emergency Reserve Fund and Budget Stabilization (‘Rainy Day’) Fund, or a local Budget Reserve Fund;

Rebating any additional excess revenues to certain taxpayers;

Changing rules on the use of money in the existing state Rainy Day Fund, including requiring that 3/4 of the Legislature, rather than the Governor, declare any emergency (§§ 5, 6, 8);

Barring the state from imposing ‘unfunded mandates’ on cities and counties or ‘shifting’ costs to local governments (§ 7);



25 Providing for certain other important substantive changes to the Constitution
26 (§§ 1, 9, 10);
27 Allowing suit for enforcement (§ 11).”.

1 RESOLVED BY THE SENATE AND ASSEMBLY OF THE STATE OF
2 NEVADA, JOINTLY, That a new article, designated Article 10A, be
3 added to the Nevada Constitution to read as follows:

4 **ARTICLE 10A. TAX AND SPENDING**
5 **CONTROL FOR NEVADA**

6 **Sec. 1. General.**

7 *WHEREAS, A Nevada Supreme Court decision, Guinn*
8 *v. Legislature, 119 Nev. 277 (2003), held that the*
9 *amendment twice passed by the voters of Nevada and*
10 *incorporated in Section 18 of Article 4 of the Nevada*
11 *Constitution requiring Legislative supermajorities for the*
12 *passage of bills or resolutions increasing public taxes was a*
13 *mere “procedural” requirement, to be effectively negated by*
14 *a purportedly “substantive” provision of the Constitution;*
15 *and*

16 *WHEREAS, The supermajority requirement was*
17 *intended by the sovereign People of Nevada to be a*
18 *fundamental governing principle of this State; and*

19 *WHEREAS, Limitation on the growth of Government*
20 *remains the intent of the sovereign People of Nevada; and*

21 *WHEREAS, Limitation on the amounts that may be*
22 *appropriated or authorized for expenditure will restrain the*
23 *growth of Government; now, therefore*

24 **BE IT RESOLVED BY THE PEOPLE OF NEVADA**
25 *that this new Article, entitled Tax and Spending Control for*
26 *Nevada, be added to the Nevada Constitution, reading as*
27 *follows:*

28 **Sec. 2. The People’s Right to Vote.**

29 *1. For any fiscal year that commences on or after*
30 *January 1, 2011, state and local governments, excluding*
31 *government enterprises and improvement districts, must*
32 *receive voter approval for any new tax or rate increase*
33 *above that of the prior year, or extension of an expiring tax,*
34 *or a tax policy change directly causing a tax revenue gain to*
35 *any such government. Voter approval is also required for*
36 *the creation of any multi-fiscal year direct or indirect debt*
37 *or other financial obligation after January 1, 2011, in order*
38 *for the debt service payments of such debt or obligation to*
39 *be exempted from Biennial Spending under Section 3,*
40 *subsection 4 of this Article. Notwithstanding, debts or*
41 *obligations with adequate present cash reserves, pledged*



1 *irrevocably and held for payments in all future years,*
2 *refinancing government bonded debt at a lower interest rate*
3 *and adding new employees to existing pension plans shall*
4 *not require a public vote under this Section.*

5 2. Any election held to seek voter approval under
6 subsection 1, must occur at an election conducted on the
7 first Tuesday after the first Monday in November and must
8 have been referred by at least a two-thirds affirmative vote
9 of the members elected to each house for a state referral
10 and two thirds of the governing board of a referring local
11 government for a local referral. Passage of any such ballot
12 question shall require the affirmative vote of a majority of
13 the eligible voters casting a ballot at that election.

14 3. Every ballot question to determine voter approval
15 under this Section by subsection 1 shall offer voters the
16 options of "YES" or "NO" and shall include, in addition to
17 normal descriptive language, the following statements in
18 bolded capital letters:

19 (a) For any revenue approval question proposed to
20 increase the amount of the State Spending Limit under
21 Section 4 of this Article, the maximum dollar amount of the
22 proposed increase in the State Spending Limit must be
23 predetermined legislatively and the ballot and sample ballot
24 must state in bold type immediately below the measure's
25 title: "A 'YES' VOTE ON THIS MEASURE WILL
26 AUTHORIZE THE STATE TO RAISE TAXES AND
27 EXCEED STATE CONSTITUTIONAL LIMITS ON
28 GOVERNMENT SPENDING BY [insert proposed spending
29 limit increase]."

30 (b) For any revenue approval question proposed to
31 increase the amount of the Local Government Spending
32 Limit under Section 8 of this Article, the maximum dollar
33 amount of the Local Government Spending Limit under
34 Section 8 must be predetermined and the ballot and sample
35 ballot must state in bold type immediately below the
36 measure's title: "A 'YES' VOTE ON THIS MEASURE
37 WILL AUTHORIZE [insert appropriate local government]
38 TO RAISE TAXES AND INCREASE LOCAL
39 GOVERNMENT SPENDING BY [insert maximum
40 projected revenue increase]."

41 (c) For all multi-fiscal year debt approval questions
42 required by this section, the maximum dollar amount of the
43 amount borrowed and the cost of debt service must be
44 predetermined and the ballot and sample ballot must state in
45 bold type immediately below the measure's title: "A 'YES'



VOTE ON THIS MEASURE WILL AUTHORIZE [insert
'THE STATE' or name of the appropriate local
government] TO BORROW UP TO [insert maximum dollar
amount financed under the measure] AT A TOTAL
REPAYMENT COST OF [insert anticipated maximum total
dollar amount of completed debt service].”

Sec. 3. Definitions.

1. “Inflation” means the change expressed as a
percentage in the consumer price index for the Western
States, U.S. city average, all goods, all urban consumers, as
calculated by the Bureau of Labor Statistics of the United
States Department of Labor, or its successor index, or a
similar federal index more specific to Nevada, when
established.

2. “Population” means the number of people residing
in the state as determined by the annual estimates as
calculated according to the procedures established as of
fiscal year July 1, 2005, or substantially similar successor
procedures, and such number shall be adjusted to match the
Federal Decennial Census. If a court of competent
jurisdiction in a final order shall adjudge successor
procedures to not be substantially similar, “Population”
shall mean the number of people residing in the state as
determined by the annual Federal Census estimates.

3. “Biennial budget cycle” means the two year period
of consecutive state fiscal years commencing upon the first
day of July during a year in which a regular session of the
legislature is held.

4. “Biennial spending” means the total amount of
moneys to be spent during a biennial budget cycle, whether
by appropriation, authorization or other means, except:

(a) Moneys received from the federal government, or
from any person or entity in the form of a gift or grant;

(b) Appropriations funded by multi-fiscal year
indebtedness, or payment and interest on multi-fiscal year
indebtedness if created before January 1, 2011, or otherwise
established pursuant to Section 2, subsection 1 of this
Article;

(c) Appropriations funded by unemployment and
disability insurance funds, permanent endowment funds,
trust funds including the highway trust fund of Article 9,
Section 5, and the public education trust fund of Article 11,
Section 3, or pension funds;



1 (d) Appropriations funded from proceeds from the sale
2 of government property to non-governmental entities at full
3 cash value;

4 (e) Moneys appropriated for declared emergencies
5 pursuant to Section 5 of this Article, moneys appropriated
6 for refunds to taxpayers pursuant to Section 6 of this
7 Article, and appropriations funded by the voter-approved
8 release of a Refundable Surplus pursuant to Section 6,
9 subsection 3 of this Article; or

10 (f) Moneys expended by government enterprises to
11 provide goods or services to the public where the purchase
12 of such good or service is discretionary.

13 5. "Local government spending" means the total
14 amount of moneys appropriated by a local government to be
15 spent during a fiscal year, except:

16 (a) Moneys or appropriations described in this Section
17 by subsection 4, paragraphs (a) through (f); or

18 (b) Moneys appropriated for refunds or credits to
19 taxpayers pursuant to Section 8 of this Article, and
20 appropriations funded by the voter-approved spending of a
21 Refundable Local Tax Surplus pursuant to Section 8,
22 subsection 4 of this Article.

23 6. "State" means the state government including all
24 branches, state offices, authorities, agencies, boards,
25 commissions, institutions, instrumentalities and any division
26 or unit of state government which are directly supported, in
27 whole or in part, with tax funds.

28 7. "Multi-year indebtedness" means any evidence of
29 indebtedness that is entered into or establishes a debt
30 obligation of the State or a local government for longer than
31 one fiscal year, and includes, but is not limited to, bonds,
32 notes, certificates, and lease-purchase agreements.

33 8. "Emergency" means an extraordinary event or
34 occurrence that could not have been reasonably foreseen or
35 prevented and that requires immediate expenditure to
36 preserve the health and safety of the people.

37 9. "Total state revenue" means all moneys received by
38 the state from any source except any of the following:

39 (a) Moneys received from the federal government, or
40 from any person or entity in the form of a gift or grant;

41 (b) Moneys received from multi-year indebtedness;

42 (c) Moneys which are income earned on moneys in
43 permanent endowment funds or segregated trust funds
44 under Article 9, Section 2, subsection 2 of this constitution,
45 or moneys from sources designated for public highways



1 *trust fund pursuant to Article 9, Section 5 or the public*
2 *education trust fund pursuant to Article 11, Section 3 of this*
3 *constitution;*

4 (d) *Proceeds from the sale of government property to*
5 *non-governmental entities at full cash value;*

6 (e) *Moneys appropriated for declared emergencies*
7 *pursuant to Section 5 of this Article, moneys appropriated*
8 *for refunds to taxpayers pursuant to Section 6 of this*
9 *Article, and appropriations funded by the voter-approved*
10 *release of a Refundable Surplus pursuant to Section 6,*
11 *subsection 3 of this Article; and*

12 (f) *Moneys received by government enterprises.*

13 10. *“Local Tax Revenue” as used in Section 8 of this*
14 *Article, means all moneys received by a local government*
15 *excluding those categories described in this Section by*
16 *subsection 9, paragraphs (a) through (f), and in Section 8,*
17 *subsections 3 and 4.*

18 11. *“State Spending Limit” means the State Spending*
19 *Limit specified pursuant to Section 4 of this Article.*

20 12. *“Local Government Spending Limit” means the*
21 *Local Government Spending Limits specified pursuant to*
22 *Section 8 of this Article.*

23 13. *“Local government population” means the number*
24 *of people residing within a local jurisdiction as determined*
25 *by a substantially accurate system of population*
26 *measurement for local governments that is uniformly*
27 *administered by the state and designated for that purpose.*
28 *Should no such qualifying measurement system be*
29 *established, the measure of state population pursuant to*
30 *subsection 2 of this Section shall be employed to determine*
31 *the Local Government Spending Limit in Section 8 of this*
32 *Article.*

33 14. *“Government enterprise” is a government-owned*
34 *business, government board or commission that lacks*
35 *authority to tax and receives less than 10 percent of its*
36 *annual revenue in the form of grants, transfers or*
37 *appropriations from all Nevada state and local government*
38 *entities combined.*

39 15. *“Tax policy change” means any policy change*
40 *directly altering the formula, method of calculation,*
41 *qualifications, exemptions, terms or scope of an assessed*
42 *tax.*

43 16. *“Improvement district” pursuant to Section 2,*
44 *subsection 1 of this Article does not include county*
45 *commissioners sitting as the ex officio board of a General*



Improvement District under Chapter 318 of the Nevada Revised Statutes.

Sec. 4. State Spending Limits.

1. For any state biennial budget cycle that commences on or after January 1, 2011, increases in biennial spending shall be subject to a State Spending Limit calculated as follows: (i) the total amount of biennial spending in the preceding biennial budget cycle increased or decreased by the percentage change in the consumer price index pursuant to Section 3, subsection 1, for the two preceding calendar years ending during the preceding state biennial budget cycle, plus the percentage change in state population during the two preceding calendar years ending during the preceding state biennial budget cycle, or (ii) the State Spending Limit for the previous biennial budget cycle, whichever amount is greater.

2. Notwithstanding subsection 1 of this Section, the State Spending Limit may be adjusted to incorporate revenue changes approved by voters pursuant to Section 2 of this Article.

3. The proposed biennial budget prepared by the executive department of the state government shall not exceed the State Spending Limit.

4. For the initial state biennial budget cycle of 2011-2013, the base biennium for the calculation of the State Spending Limit under subsection 1 shall be the 2005-2007 biennium, adjusted for the average biennial change in population and inflation occurring between January 1, 2007, and January 1, 2011.

Sec. 5. Emergency Reserve Fund.

1. For any state biennial budget cycle that commences after January 1, 2011, and in which total state revenue exceeds the State Spending Limit determined pursuant to Section 4 of this Article, and before making any transfers to the Budget Stabilization Fund or any refunds or credits as required by Section 6 of this Article, the state Controller shall, prior to the end of the state biennial budget cycle, transfer total state revenue collected in excess of the State Spending Limit to the Emergency Reserve Fund, which fund is hereby created in the state treasury, to the extent necessary to ensure that the balance of the fund at the end of the biennial budget cycle is an amount equal to 3 percent of the total State Spending Limit for the ensuing state biennial budget cycle. The state shall not be required to transfer to the Fund any moneys other than revenue in



1 *excess of the total State Spending Limit. Unused revenues*
2 *remaining in the Emergency Reserve Fund apply to the*
3 *Fund for the ensuing biennium. The Fund shall be in*
4 *addition to, and shall not be used to meet, any other reserve*
5 *requirement of this Constitution or of law.*

6 *2. Moneys in the Emergency Reserve Fund may be*
7 *expended only for an emergency declared by law that meets*
8 *the definition within this Article. "Emergency" does not*
9 *mean a revenue shortfall or budget shortfall. Appropriation*
10 *from the fund may occur only upon a three-fourths*
11 *approval vote of all elected members of each house of the*
12 *legislature. Interest or other income earned on the*
13 *Emergency Reserve Fund shall accrue to the fund. If any*
14 *transfers from the Emergency Reserve Fund are determined*
15 *in a legal proceeding to have been illegal, such transfers*
16 *must be replaced, with interest, from total state revenue in*
17 *the ensuing fiscal year and shall be included in the*
18 *calculation of biennial spending under Section 3, subsection*
19 *4 of this Article.*

20 *Sec. 6. Budget Stabilization Fund.*

21 *1. For any state biennial budget cycle that commences*
22 *on or after January 1, 2011, if total state revenue as defined*
23 *in Section 3 of this Article exceeds the State Spending Limit*
24 *for that biennial budget cycle the excess shall be reserved or*
25 *refunded as follows:*

26 *(a) The Legislature shall provide by law for the creation,*
27 *as a special revenue fund, of a fund to stabilize the*
28 *operation of the state government and to be known as the*
29 *Budget Stabilization Fund. After any amount required to be*
30 *transferred to the Emergency Reserve Fund of the state*
31 *pursuant to Section 5 of this Article has been transferred,*
32 *an amount of any remaining excess amount of total state*
33 *revenue shall be transferred in the manner prescribed by*
34 *the legislature by law to the Budget Stabilization Fund.*

35 *(b) The amount transferred to the Budget Stabilization*
36 *Fund in accordance with this subsection shall be equal to*
37 *the lesser of: (i) an amount equal to 50 percent of any such*
38 *remaining excess amount of total state revenue, or (ii) the*
39 *amount necessary to ensure that the balance in the Fund at*
40 *the end of the biennium is an amount equal to 5 percent of*
41 *the total State Spending Limit for the ensuing biennial*
42 *budget. Interest or other income earned on moneys in the*
43 *Fund shall accrue to the Fund.*

44 *(c) In no case shall additional moneys be transferred*
45 *into the Fund if the balance in the fund is equal to or more*



1 *than 5 percent of the total State Spending Limit for the*
2 *ensuing biennial budget cycle.*

3 *(d) This fund shall constitute constitutional protection*
4 *for the State of Nevada's current Fund to Stabilize*
5 *Operation of State Government and for its purpose, and*
6 *shall receive any moneys currently therein, with the*
7 *exception of funds in the disaster relief account, which shall*
8 *be placed within the Emergency Reserve Fund.*

9 *2. The State Controller shall transfer money from the*
10 *Budget Stabilization Fund to the general fund in the*
11 *minimum amount necessary to offset a shortfall in total*
12 *state revenue below the State Spending Limit. Under no*
13 *other circumstances shall the State Controller transfer*
14 *moneys from the Budget Stabilization Fund.*

15 *3. After transfers are made to the Emergency Reserve*
16 *and Budget Stabilization funds pursuant to Section 5 or*
17 *Section 6 of this Article, an excess amount of total state tax*
18 *revenue for a biennial budget cycle may remain. In such an*
19 *event:*

20 *(a) Should the excess tax revenue be a sum equal to or*
21 *greater than 0.5 percent of the State Spending Limit, it shall*
22 *be deemed "Refundable Tax Surplus." By a two-thirds vote*
23 *of each chamber, the Legislature may ask voters for*
24 *approval, pursuant to Section 2, subsection 2 of this Article,*
25 *to spend all or part of a Refundable Tax Surplus. Absent*
26 *approval of the voters to spend the Refundable Tax Surplus,*
27 *half of that Surplus shall be refunded or credited to*
28 *taxpayers during the next ensuing fiscal year in*
29 *proportionate relief of all state motor vehicle taxes and fees*
30 *paid during the previous biennium, and the remaining half*
31 *of that Surplus shall be refunded or credited to taxpayers*
32 *during the next ensuing fiscal year in proportionate relief of*
33 *state excise taxes paid by employers upon employee wages*
34 *during the previous biennium. If any portion of the Surplus*
35 *remains after fully satisfying either tax rebate category, that*
36 *portion shall be refunded or credited proportionately to*
37 *taxpayers against taxes paid in a manner determined by*
38 *majority action of the Legislature.*

39 *(b) Should the excess tax revenue be a sum less than 0.5*
40 *percent of the State Spending Limit, it shall be deemed a*
41 *"Saved State Tax Surplus" and shall constitute an*
42 *obligation of the state government to be repaid to state*
43 *taxpayers at such time as a subsequent Refundable Tax*
44 *Surplus, in combination with that Saved Tax Surplus,*
45 *exceeds 0.5 percent of the State Spending Limit.*



1 *Sec. 7. Mandated and Shifted Costs.*

2 *The Nevada Legislature shall not, directly or indirectly,*
3 *enact laws or authorize the adoption of regulations,*
4 *requiring the counties and cities of the State to provide new*
5 *services, expand existing services or conduct new or*
6 *additional governmental function without appropriating or*
7 *designating state funding sources to fully support said new*
8 *services, expansion of existing services and new or*
9 *additional governmental functions. The proportion of state*
10 *revenue paid to all local units of government, taken as a*
11 *group, shall not be reduced below that proportion in effect*
12 *at the adoption of this Article unless the state has relieved*
13 *local governments of an obligation or expense. Where state*
14 *laws or regulations directly or indirectly reduce the*
15 *expenses of local governments, the proportion of state*
16 *revenue paid to all local units of government may be*
17 *reduced by up to the amount of the reduced expenses.*
18 *Where costs are transferred from one unit of government to*
19 *another unit of government, either by law, court order or*
20 *agreement, the limitation imposed by Sections 4 and 8 of*
21 *this Article shall be adjusted and transferred accordingly so*
22 *that total costs of the transferred services are not increased*
23 *as a result of such transfer.*

24 *Sec. 8. Local Government Spending Limits.*

25 1. *All local government spending by cities and counties*
26 *chartered by the state for three or more years shall be*
27 *subject to a Local Government Spending Limit. This limit*
28 *shall apply to the first fiscal year for each city and county*
29 *that commences on or after January 1, 2011, and shall limit*
30 *city or county fiscal-year spending to the greater of:*

31 (a) *The total amount of local government spending in*
32 *the preceding fiscal year increased by a percentage amount*
33 *equal to the result obtained by adding the rate of inflation*
34 *for the preceding calendar year, plus the percentage change*
35 *in local government population during the preceding*
36 *calendar year; or*

37 (b) *The Local Government Spending Limit for the*
38 *previous fiscal year.*

39 2. *Notwithstanding subsection 1, the Local*
40 *Government Spending Limit may be adjusted to incorporate*
41 *revenue changes approved by voters pursuant to Section 2*
42 *of this Article.*

43 3. *When local tax revenue exceeds the Local*
44 *Government Spending Limit, counties and cities may retain*
45 *up to half of the budget surplus in any fiscal year for a*



Budget Reserve Fund. The purpose of the Fund shall be limited to offsetting a shortfall of revenue below the Local Government Spending Limit or addressing declared emergencies. The Budget Reserve Fund is limited to 5 percent of the Local Government Spending Limit.

4. After transfers are made to a county or city Budget Reserve Fund pursuant to subsection 3 of this section, an excess amount of local tax revenue for a fiscal year may remain. In that event:

(a) Should the excess tax revenue be equal to or greater than 1 percent of the Local Government Spending Limit, it shall be deemed "Refundable Local Tax Surplus." By a two-thirds vote of the local governing body, the local government may ask voters for approval, pursuant to Section 2, subsection 2 of this Article, to spend all or part of a Refundable Local Tax Surplus. Absent approval of the voters to spend the Refundable Local Tax Surplus, that Surplus shall be held and credited to the next year's property tax bill for each private parcel in the jurisdiction of the local government, in proportion to each parcel's contribution to total property tax proceeds. If any portion of the Surplus remains thereafter, that portion shall be refunded or credited proportionately to taxpayers against taxes paid in a manner determined by majority action of the local government's governing board.

(b) Should the excess tax revenue be less than 1 percent of the Local Government Spending Limit, it shall be deemed a "Saved Local Tax Surplus," and shall constitute an obligation of the local government to be repaid to local government taxpayers at such time as a subsequent Refundable Local Tax Surplus, in combination with that Saved Local Tax Surplus, exceeds 1 percent of the Local Government Spending Limit.

Sec. 9. Amendment.

Any proposed amendment to this Constitution mandating specific state appropriations for projects or services, or establishing a minimum formula for state appropriations, for any purpose, that does not also establish a specific source of additional state revenue dedicated to fully funding those appropriations, must include the following voter advisory displayed in bolded capital letters above the ballot question on the ballot and the sample ballot:

**"NOTICE TO VOTERS: THIS MEASURE
REQUIRES ADDITIONAL STATE EXPENSES**



* S J R 7 *

1 **WITHOUT CREATING A MEANS TO PAY FOR**
2 **THEM. PASSAGE MAY REDUCE FUNDING FOR**
3 **OTHER IMPORTANT GOVERNMENT**
4 **FUNCTIONS.”**

5 *Sec. 10. Implementation.*

6 *All provisions of this Article are self-executing and*
7 *severable and supersede conflicting state constitutional,*
8 *state statutory, charter, or other state or local provisions.*
9 *The legislature may enact such legislation as may be*
10 *necessary to implement and enforce the provisions of this*
11 *Article and repeal or amend all laws inconsistent with the*
12 *provisions of this Article to conform to the provisions of this*
13 *Article. In any circumstances where two or more reasonable*
14 *interpretations of a provision of this Article exist, the correct*
15 *interpretation shall be that which better restrains growth in*
16 *government spending. In any circumstances where another*
17 *provision of this Constitution is deemed to conflict with this*
18 *Article, such other provision shall be superseded by this*
19 *Article. If a court of competent jurisdiction in a final order*
20 *shall adjudge any expenditure category, or revenue source,*
21 *exempt from this section, the process of computing the State*
22 *Spending Limit shall be adjusted accordingly and*
23 *remaining provisions shall be in full force and effect.*

24 *Sec. 11. Enforcement.*

25 *Any Nevada taxpayer or class of Nevada taxpayers shall*
26 *have standing to commence an action to enforce this*
27 *Article. A court of record shall award successful plaintiffs*
28 *costs and reasonable attorney fees in the suit. Should the*
29 *Court determine that the action was frivolous, the Court*
30 *may award reasonable expenses to the prevailing party.*

31 *Sec. 12. Effective Date.*

32 *This Article shall become effective on January 1, 2011.*

