

SENATE BILL NO. 469—COMMITTEE ON GOVERNMENT AFFAIRS

MARCH 27, 2017

Referred to Committee on Government Affairs

SUMMARY—Revises provisions governing collective bargaining by local government employers. (BDR 31-685)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact.
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.

AN ACT relating to local governments; revising the percentage of the budgeted ending fund balance of certain local governments that is excluded from collective bargaining negotiations; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Existing law provides that, for certain governmental funds of a local
2 government other than a school district, a budgeted ending fund balance of not
3 more than 25 percent of the total budgeted expenditures, less capital outlay, is not
4 subject to negotiation and cannot be considered by a fact finder or arbitrator in
5 determining the local government employer's ability to pay. (NRS 354.6241) This
6 bill provides instead that a budgeted ending fund balance of not more than 16.67
7 percent of the total budgeted expenditures, less capital outlay, is not subject to
8 negotiation and cannot be considered by a fact finder or arbitrator in determining
9 the local government employer's ability to pay.

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

1 **Section 1.** (Deleted by amendment.)

2 **Sec. 2.** NRS 354.6241 is hereby amended to read as follows:

3 354.6241 1. The statement required by paragraph (a) of
4 subsection 5 of NRS 354.624 must indicate for each fund set forth
5 in that paragraph:

6 (a) Whether the fund is being used in accordance with the
7 provisions of this chapter.



(b) Whether the fund is being administered in accordance with generally accepted accounting procedures.

(c) Whether the reserve in the fund is limited to an amount that is reasonable and necessary to carry out the purposes of the fund.

(d) The sources of revenues available for the fund during the fiscal year, including transfers from any other funds.

(e) The statutory and regulatory requirements applicable to the fund.

(f) The balance and retained earnings of the fund.

2. Except as otherwise provided in subsection 3 and NRS 354.59891 and 354.613, to the extent that the reserve in any fund set forth in paragraph (a) of subsection 5 of NRS 354.624 exceeds the amount that is reasonable and necessary to carry out the purposes for which the fund was created, the reserve may be expended by the local government pursuant to the provisions of chapter 288 of NRS.

3. For any local government other than a school district, for the purposes of chapter 288 of NRS, a budgeted ending fund balance of not more than ~~12.5~~ 16.67 percent of the total budgeted expenditures, less capital outlay, for a general fund:

(a) Is not subject to negotiations with an employee organization; and

(b) Must not be considered by a fact finder or arbitrator in determining the financial ability of the local government to pay compensation or monetary benefits.

Sec. 3. This act becomes effective on July 1, 2017.

