### Amendment No. 23

Assembly	(BDR 31-404)							
Proposed by: Assembly Committee on Government Affairs								
Amends:	Summary: No	Title: No	Preamble: No	Joint Sponsorship: No	Digest: No			

ASSEMBLY	ACT	ION	Initial and Date	SENATE ACTIO	ON Initial and Date
Adopted		Lost		Adopted	Lost
Concurred In		Not		Concurred In	Not
Receded		Not		Receded	Not

EXPLANATION: Matter in (1) *blue bold italics* is new language in the original bill; (2) variations of **green bold underlining** is language proposed to be added in this amendment; (3) **red strikethrough** is deleted language in the original bill; (4) **purple double strikethrough** is language proposed to be deleted in this amendment; (5) **orange double underlining** is deleted language in the original bill proposed to be retained in this amendment.

SLD/ERS : Date: 4/5/2021

A.B. No. 63—Makes various changes relating to the financial administration of local governments. (BDR 31-404)

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### ASSEMBLY BILL NO. 63–COMMITTEE ON GOVERNMENT AFFAIRS

# (ON BEHALF OF THE NEVADA LEAGUE OF CITIES AND MUNICIPALITIES)

Prefiled November 18, 2020

### Referred to Committee on Government Affairs

SUMMARY—Makes various changes relating to the financial administration of local governments. (BDR 31-404)

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 formitted material; is material to be omitted.

AN ACT relating to local financial administration; authorizing a local government to use money from a certain fund to mitigate the effects of certain emergencies; and providing other matters properly relating thereto.

### **Legislative Counsel's Digest:**

Existing law authorizes the governing body of a local government to establish a fund to stabilize the operation of the local government or mitigate the effects of a natural disaster. (NRS 354.6115) This bill expands the use of such a fund to include mitigating the effects of an emergency which is declared by the local government.

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

**Section 1.** NRS 354.6115 is hereby amended to read as follows:

354.6115 1. The governing body of a local government may, by resolution, establish a fund to stabilize the operation of the local government and mitigate the effects of *emergencies or* natural disasters.

- 2. The money in the fund must be used only:
- (a) If the total actual revenue of the local government falls short of the total anticipated revenue in the general fund for the fiscal year in which the local government uses that money; or
- (b) To pay expenses incurred by the local government to mitigate the effects of an emergency or a natural disaster.
- → The money in the fund at the end of the fiscal year may not revert to any other fund or be a surplus for any purpose other than a purpose specified in this subsection.

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- - and safety or protect property within the jurisdiction of the local government;

    (c) The removal of debris from publicly or privately owned land and waterways within the jurisdiction of the local government that was undertaken because of the *emergency or* natural disaster;
  - (d) Expenses incurred by the local government for any overtime worked by an employee of the local government because of the *emergency or* natural disaster or any other extraordinary expenses incurred by the local government because of the *emergency or* natural disaster; and
  - (e) The payment of any grant match the local government must provide to obtain a grant from a federal agency for an eligible project to repair damage caused by the *emergency or* natural disaster within the jurisdiction of the local government.

3. The money in the fund may not be used to pay expenses incurred to

mitigate the effects of *an emergency or* a natural disaster until the governing body of the local government issues a formal declaration that *an emergency or* a natural

disaster exists. The governing body shall not make such a declaration unless an

*emergency or* a natural disaster is occurring or has occurred. Upon the issuance of

such a declaration, the money in the fund may be used for the payment of the

following expenses incurred by the local government as a result of the *emergency* 

- 4. The balance in the fund must not exceed 10 percent of the expenditures from the general fund for the previous fiscal year, excluding any federal funds expended by the local government.
- 5. The annual budget and audit report of the local government prepared pursuant to NRS 354.624 must specifically identify the fund.
- 6. The audit report prepared for the fund must include a statement by the auditor whether the local government has complied with the provisions of this section.
- 7. Any transfer of money from a fund established pursuant to this section *for a natural disaster* must be completed within 90 days after the end of the fiscal year in which the natural disaster for which the fund was established occurs.
  - 8. As used in this section:
- (a) "Emergency" means [an] a sudden, unexpected occurrence for threatened occurrence for which, in the determination of the governing body of the local government, action is necessary to save lives, protect property or protect the health and safety of persons within the jurisdiction of the local government, or to avert the threat of damage to property or injury to or the death of persons within the jurisdiction of the local government.] that involves clear and imminent damager and requires immediate action to prevent or mitigate loss of life or damage to health, property or essential public services. The term does not include a natural disaster.
  - (b) "Grant match" has the meaning ascribed to it in NRS 353.2725.
- [(b)] (c) "Natural disaster" means a fire, flood, earthquake, drought or any other [occurrence] act of nature that:
- (1) Results in widespread or severe damage to property or injury to or the death of persons within the jurisdiction of the local government; and
- (2) As determined by the governing body of the local government, requires immediate action to protect the health, safety and welfare of persons residing within the jurisdiction of the local government.