# BDR 32-758
# SB 432

LOCAL GOVERNMENT

FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: April 9, 2023

Agency Submitting: Local Government

| Items of Revenue or Expense, or Both | Fiscal Year 2022-23 | Fiscal Year 2023-24 | Fiscal Year 2024-25 | Effect on Future Biennia |
|---|---|---|---|---|
| | | | | |
| Total | 0 | 0 | 0 | 0 |

Explanation (Use Additional Sheets of Attachments, if required)

See attached.

Name Michael Nakamoto

Title Chief Principal Deputy Fiscal Analyst

The following responses from local governments were compiled by the Fiscal Analysis Division. The Fiscal Analysis Division can neither verify nor comment on the figures provided by the individual local governments.

Local Government Responses
**S.B. 432 / BDR 32 - 758**

City/County: **City of Boulder City**
Approved by: Angela Manninen, Acting Finance Director
Comment:

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **City of Henderson**
Approved by: Mike Cathcart, Business Operations Manager
Comment: The impact of this legislation cannot be determined. It would be dependent on this type of project locating within the City.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

City/County: **City of Las Vegas**
Approved by: Brian Lovelin, Grant Administrator
Comment: The city estimates a revenue loss for economic projects during and after the tax abatement period but are unable to determine the impact at this time. The fiscal impact realized would be dependent on the economic projects with abatements granted and the size of the tax abatement granted.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

City/County: **City of Reno**
Approved by: Jordan Hosmer-Henner, Urban Economist
Comment: This would have an indeterminate impact in directing funds to the entities who provide services required by the operation of regional economic facilities.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

City/County: **City of Sparks**
Approved by: Jeff Cronk, Chief Financial Officer
Comment:

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **City of West Wendover**
Approved by: Alina Ceballos, Chief Financial Officer
Comment: no fiscal impact

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **Carson City**
Approved by: Sheri Russell-Benabou, Chief Financial officer
Comment:

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **Clark County**
Approved by: Rachel Stevens, Principal Management Analyst
Comment: Clark County has determined that the bill, as currently written, would have no fiscal impact in the short-term. However, future impacts are unknown.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **Douglas County**
Approved by: Terri Willoughby, Chief Financial Officer
Comment:

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **Humboldt County**
Approved by: Michelle Hammond Allen , Humboldt County Economic Development Officer
Comment: Humboldt County - Economic Development Office
- Sec 10.5 and Sec. 11-13 - It is unknown whether this bill would generate or take away tax revenue from Humboldt County under sections 10-13. The fiscal unknown would rely on a varying amount of speculation on future growth. The risk of the loss of tax base would supersede the potential unknown gain. It is evident that it would divert the control of a portion of our County tax-base by creating an additional entity, the "regional powers authority" with the authority to designate funds, as well as, an additional state account for the initial diversion.

- Sec. 11.3.b - The apportionment for a majority of the proposed "regional power authority" members(5) is proposed in this bill to be apportioned by the Office of Economic Development, which gives additional power to the State in overseeing local distribution of tax funds.

- Sec. 14.1.5.a-b - (Amendment) - The proposed Sec. 14 amendment would affect the distribution of current funding. The current distribution to the Governor's Office of Economic Development and the resulting distribution to our NV 95-80 Regional Development Authority would be at risk. The current funding directly contributes to the administration efforts of our RDA, including the staffing of the Humboldt County and City of Winnemucca economic development office. The amendment proposes that the funding would NOT be able to be utilized for "any administrative expenses of the regional development authority, including, without limitation, expenses for staffing or operations" would inhibit carrying out the efforts in our community for economic development.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Has Impact | $0 | $55,000 | $55,000 | $110,000 |

City/County: **Lincoln County**
Approved by: Denice Brown, Administrative Assistant
Comment:

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

City/County: **Lyon County**
Approved by: Josh Foli, Comptroller
Comment: In the short-term, it is possible that this bill may result in a small amount of additional tax revenue, but we don't have the information currently to quantify that. If a large project is located in Lyon County in the future, there could be a significant loss of tax revenue.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

City/County: **Pershing County**

Approved by: Karen Wesner, Administrative Assistant

Comment: There maybe an impact but it cannot be determined at this time.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

City/County: **Washoe County**

Approved by: Cadence Matijevich, Government Affairs Liaison

Comment: There is no reliable way to estimate the amount of funding, if any, that would be allocated to Washoe County from the Account to Mitigate Regional Impacts of Economic Development pursuant to an agreement authorized by subsection 2 (e) of Section 12 of this bill. As such, the fiscal effect of this bill on Washoe County cannot be determined.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

School District: **Carson City School District**

Approved by: Spencer Winward, Director of Fiscal Services

Comment: Carson City School District cannot determine the fiscal impact from the proposed legislation. The allocation of abated taxes to a separate fund upon expiration would likely reduce revenues available to the District.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

School District: **Clark County School District**

Approved by: Steven Maiello, Coordinator IV

Comment: There may be a financial impact to CCSD. The Nevada Department of Taxation is better equipped to address the impact. CCSD’s records do not display the detail to the property tax revenue to determine what amount is generated by a Qualified project filing for a partial abatement.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

School District: **Elko County School District**
Approved by: Julie Davis, CFO
Comment: Impact on county ad valorem and the State Education Fund cannot be determined.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

School District: **Lincoln County School District**
Approved by: Pam Teel, Superintendent
Comment: Cannot determine impact cost but any change in taxes could impact a school district

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Has Impact | $0 | $0 | $0 | $0 |

School District: **Lyon County School District**
Approved by: Kyle Rodriguez, Fiscal Services Officer
Comment: Fiscal Impact cannot be determined.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

School District: **Nye County School District**
Approved by: Kelly Wood, Executive Secretary
Comment: This will have a fiscal impact. The amount is undeterminable.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Has Impact | $0 | $0 | $0 | $0 |

School District: **Pershing County School District**
Approved by: Russell Fecht, Superintendent
Comment:

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| No Impact | $0 | $0 | $0 | $0 |

School District: **Washoe County School District**
Approved by: Mark Mathers, Chief Financial Officer
Comment: Under this bill, after the expiration of abatement of certain taxes, a portion of future taxes would be deposited to several new state funds. The impact of this change on school district revenues cannot be quantified at this time.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

School District: **White Pine School District**
Approved by: Paul Johnson, Chief Financial Officer
Comment: Impact cannot be determined.

| Impact | FY 2022-23 | FY 2023-24 | FY 2024-25 | Future Biennia |
|---|---|---|---|---|
| Cannot Be Determined | $0 | $0 | $0 | $0 |

The following cities/counties did not provide a response: City of Caliente, City of Carlin, City of Elko, City of Ely, City of Fallon, City of Fernley, City of Mesquite, City of North Las Vegas, City of Wells, City of Winnemucca, City of Yerington, Churchill County, Elko County, Esmeralda County, Eureka County, Lander County, Mineral County, Nye County, Storey County, White Pine County, Churchill County School District, Douglas County School District, Esmeralda County School District, Eureka County School District, Humboldt County School District, Lander County School District, Mineral County School District, and Storey County School District.