BDR 34-403
SB 64

LOCAL GOVERNMENT

FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: February 15, 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.64 / BDR 34 - 403

School District: **Carson City School District**
Approved by: Spencer Winward, Director of Fiscal Services
Comment: The proposed legislation would require the addition of one school board trustee appointed by the board of county commissioners. We include an estimate of their salary as outlined in NRS 386.320.

We anticipate additional cost for extra time/overtime for employees in preparation and providing requested materials to the legislative auditor or designee. This amount could vary widely based on the scope and depth of the audit performed.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Has Impact	$0	$4,800	$44,800	$9,600

School District: **Churchill County School District**
Approved by: Dr. Summer E. Stephens, Superintendent
Comment: Although it appears that there is not specific cost to the appointment of such members, it cannot be determined the amount of time and other resources that it would require to support this proposed legislation.

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: Dillon Kay, Director II - Budget
Comment: Does not appear to have a material financial impact on CCSD. If passed, the required work could be absorbed into the current workflow.

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

School District: **Douglas County School District**
Approved by: Keith Lewis, Superintendent
Comment: DCSD does not anticipate there would be any fiscal cost to this bill.

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

School District: **Humboldt County School District**

Approved by: Dr. David Jensen, Superintendent

Comment: Changes to the structure of the board do not have any anticipated fiscal impact. The 5 year audit, may have impact, however, the language was not clear on who or how this additional audit would be funded. If transitioned to the district, this could have significant impact as it would be a duplication to the current audits being conducted in district and in compliance with law.

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: Unclear on how much of a cost in changing structure and training will need to occur as well as the audit changes will impact.

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:

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

School District: **Nye County School District**

Approved by: Kelly Wood, Executive Secretary

Comment:

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

School District: **Pershing County School District**

Approved by: Russell D. Fecht, Superintendent

Comment: There would be fiscal impact however, we cannot determine exact amount at this time.

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

School District: **Storey County School District**
Approved by: Kristen Chandler, Director of Business Services
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: The above cost of $19,524 for three new trustees (one appointed each by Washoe County, Reno and Sparks) is the annual cost of salary and benefits.

In addition to the costs of three new trustees, as shown above, Section 18 of the BDR requires the Legislative Auditor to have access to "books, accounts, claims, reports, vouchers or other records of information, confidential or otherwise, necessary, irrespective of the form or location of the information, in performing an audit" for "every trustee, officer, employee and contractor of a school district or public school of the State". This is a wide-reaching authority, and depending on the number of requests received by the Legislative Auditor, the cost (both in terms of staff time and copying costs) to retrieve and reproduce documents and other materials for the Auditor could be significant. However, these costs cannot be determined at this time.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Has Impact	$0	$19,524	$19,524	$39,048

School District: **White Pine School District**
Approved by: Paul Johnson, Chief Financial Officer
Comment: The provisions with respect to appointed trustees should not have an impact unless it increases the number of trustees. Section 17 requires the Legislative Auditor to audit school districts at least once every 5 years. This provision would generate additional work depending on the scope of audit but should not be material. School districts are already subject to several audits including annual independent audits, Nevada Department of Education inspections, federal program audits, civil rights, internal revenue service and others. It is possible for a school district to undergo a number of different audits in a year so adding another audit to the list should not have much of an impact and would probably yield the same, or similar, results.

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

The following school districts did not provide a response: Elko County School District, Esmeralda County School District, Eureka County School District, Lander County School District, and Mineral County School District.