

SENATE BILL NO. 85—SENATOR KIECKHEFER

PREFILED JANUARY 27, 2017

Referred to Committee on Revenue and
Economic Development

SUMMARY—Exempts certain property from taxation.
(BDR 32-272)

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

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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 taxation; exempting from taxation certain property of the Parasol Tahoe Community Foundation for a certain period; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

1 Section 1 of Article 10 of the Nevada Constitution authorizes the Legislature to
2 exempt from taxation property used for charitable purposes. Section 6 of Article 10
3 of the Nevada Constitution requires the Legislature, in enacting such an exemption,
4 to provide a specific date on which the exemption expires. This bill exempts from
5 taxation through June 30, 2037, the real property, including certain furniture and
6 equipment on the property, of the Parasol Tahoe Community Foundation, a
7 nonprofit and charitable organization.

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

1 **Section 1.** NRS 361.110 is hereby amended to read as follows:
2 361.110 1. Except as otherwise provided in subsection 2, the
3 buildings, with their furniture and equipment, and the lots of ground
4 on which they stand, used therewith and necessary thereto, of:
5 (a) The Nevada Museum of Art, Inc., the Boulder City Museum
6 and Historical Association, the Young Men’s Christian Association,
7 the Young Women’s Christian Association, the American National
8 Red Cross or any of its chapters in the State of Nevada, the
9 Salvation Army Corps, the Girl Scouts of America, the Camp Fire



1 Girls, Inc., the Boy Scouts of America and the Sierra Arts
2 Foundation are exempt from taxation.

3 (b) The Thunderbird Lodge Preservation Society are exempt
4 from taxation through June 30, 2033.

5 (c) *The Parasol Tahoe Community Foundation, Inc. are*
6 *exempt from taxation through June 30, 2037.*

7 2. If any property exempt from taxation pursuant to subsection
8 1 is used for purposes other than those of the organizations
9 described in subsection 1, respectively, and a rent or other valuable
10 consideration is received for its use, the property must be taxed,
11 unless the rent or other valuable consideration is paid or given by an
12 organization that qualifies as a tax-exempt organization pursuant to
13 26 U.S.C. § 501(c)(3).

14 **Sec. 2.** The Legislature hereby finds that the exemption
15 provided by this act from any ad valorem tax on property:

16 1. Will achieve a bona fide social or economic purpose and that
17 the benefits of the exemption are expected to exceed any adverse
18 effect of the exemption on the provision of services to the public by
19 the State or a local government that would otherwise receive
20 revenue from the tax from which the exemption would be granted;
21 and

22 2. Will not impair adversely the ability of the State or a local
23 government to pay, when due, all interest and principle on any
24 outstanding bonds or any other obligations for which revenue from
25 the tax from which the exemption would be granted was pledged.

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

