

RESOLUTION

A resolution approving an economic development financing proposal for the construction of a pipeline to transport effluent water from the Truckee Meadows Water Reclamation Facility in Washoe County, Nevada to the Tahoe Reno Industrial Center in Storey County, Nevada.

WHEREAS, Pursuant to NRS 360.989, the governing body of a local government is authorized to prepare and submit to the Governor's Office of Economic Development an economic development financing proposal pursuant to which infrastructure projects to support the development of a qualified project would be financed from the proceeds of bonds issued by the State of Nevada pursuant to NRS 360.991; and

WHEREAS, On August 7, 2018, the Board of County Commissioners of Storey County adopted Resolution No. 18-501; and

WHEREAS, Pursuant to Resolution No. 18-501 of the Board of County Commissioners of Storey County, the Board approved an economic development financing proposal for the construction of an infrastructure project to support the development of a qualified project in Storey County, Nevada; and

WHEREAS, The Board of County Commissioners of Storey County has applied to the Governor's Office of Economic Development for the approval of an economic development financing proposal pursuant to NRS 360.989, which includes, without limitation, the issuance of general obligation bonds of the State of Nevada pursuant to NRS 360.991, the proceeds of which will be used to purchase the special assessment bonds issued by Storey County pursuant to chapter 271 of NRS in the manner set forth in chapter 350A of NRS; and

WHEREAS, On August 14, 2018, the Board of Economic Development approved the economic development financing proposal submitted by the Board of County Commissioners of Storey County; and

WHEREAS, The economic development financing proposal approved by the Board of County Commissioners and the Board of Economic Development includes, without limitation, provisions for the issuance of general obligation bonds of the State of Nevada to finance an infrastructure project consisting of the construction of a pipeline to transport effluent water from the Truckee Meadows Water Reclamation Facility located in Washoe County, Nevada to the Tahoe Reno Industrial Center located in Storey County, Nevada; and

WHEREAS, The general obligation bonds of the State of Nevada issued pursuant to the economic development financing proposal will be issued for a water pipeline project that is for the protection and preservation of the property or natural resources of this State or for the purpose of obtaining the benefits of the property or natural resources of this State and will be exempt from the state debt limit pursuant to Article 9, Section 3 of the Nevada Constitution; and

WHEREAS, Pursuant to NRS 360.990, the Governor's Office of Economic Development has submitted the economic development financing proposal to the Interim Finance Committee for approval; now, therefore, be it

RESOLVED BY THE INTERIM FINANCE COMMITTEE, That the Interim Finance Committee approves an economic development financing proposal pursuant to which general obligation bonds of the State of Nevada will be issued pursuant to NRS 360.991 to finance the construction of a pipeline to transport effluent water from the Truckee Meadows Water Reclamation Facility in Washoe County, Nevada to the Tahoe Reno Industrial Center in Storey County, Nevada; and be it further

RESOLVED, That the economic development financing proposal approved by the Interim Finance Committee includes the following provisions:

1. The creation by Storey County of a special assessment district pursuant to chapter 271 of NRS that consists of certain parcels of property in the Tahoe Reno Industrial Center that will benefit from the pipeline;
2. The issuance by Storey County of not more than \$35,000,000 in special assessment bonds pursuant to chapter 271 of NRS to finance the construction of the portion of the project that is not located on property located within the Tahoe Reno Industrial Center;
3. The imposition of special assessments on the owners of property located in the special assessment district which will be pledged to pay the special assessment bonds issued by Storey County;

4. The issuance by the State Board of Finance of general obligation bonds of the State of Nevada pursuant to NRS 360.991 and the use of the proceeds thereof to purchase the Storey County special assessment bonds pursuant to the Municipal Bond Bank provisions of chapter 350A of NRS;

5. The general obligation bonds of the State of Nevada will be exempt from the provisions of Article 9, Section 3 of the Nevada Constitution because those bonds will be issued for a water pipeline project that is for the protection and preservation of the property or natural resources of this State or for obtaining benefits thereof;

6. The special assessments paid by the owners of property in the Tahoe Reno Industrial Center will be remitted to the State Treasurer for the payment of the special assessment bonds issued by Storey County pursuant to chapter 271 of NRS in the manner set forth in chapter 350A of NRS;

7. The use of those special assessment payments by the State of Nevada to pay the principal and interest on the general obligation bonds issued by the State pursuant to NRS 360.991;

8. The creation by Storey County of a tax increment area pursuant to NRS 278C.150 and 278C.157, which consists of certain parcels of property in the Tahoe Reno Industrial Center; and

9. Pursuant to NRS 278C.150, 278C.157 and 278C.250, the allocation of a portion of the proceeds of the property taxes levied in the tax increment area, a portion of the taxes on the sales or use of tangible personal property in the tax increment area and a portion of the proceeds of taxes imposed by chapter 363A or 363B on the wages paid by employers located in the tax increment area to reimburse the owners of property in the special assessment district for the special assessments paid by those property owners; and be it further

Resolved, That this resolution be transmitted to the Board of County Commissioners of Storey County, the Governor's Office of Economic Development and the State Treasurer.

Adopted this 5th day of September 2018.

Joyce Woodhouse, Chair
Interim Finance Committee

ATTEST:

Richard S. Combs, Director
Legislative Counsel Bureau, and
Secretary, Interim Finance Committee

I ATTEST THAT THIS REPRESENTS AN ORIGINAL DOCUMENT FOR PROCESSING AND PAYMENT PURPOSES.

Richard S. Combs, Director