NEVADA LEGISLATURE - 54th Session

SENATE COMMITTEE ON FEDERAL, STATE, AND LOCAL GOVERNMENTS

> Minutes of Meeting Held April 1, 1967

The 35th meeting of the Senate Committee on Federal, State, and Local Governments began at 8:25 a.m. on Saturday, April 1, 1967, in Room 50, State Capitol, with the Chairman, Senator James I. Gibson, presiding.

Committee members present:

Senator James I. Gibson, Chairman Senator Warren L. Monroe, Vice Chairman Senator Vernon E. Bunker Senator Chic Hecht

Absent:

Senator Alfred J. Alleman Senator Francis W. Farr Senator Clifton Young

Also present:

Assemblyman Howard F. McKissick, Jr. (joined the meeting at 8:30 a.m.)

- Mr. Roy Robinette, President, Nevada North Shore Property Owners Association, Inc., Incline Beach
- Mr. Curtis Blyth, Executive Director, Nevada Municipal Association

Yesterday morning's discussion of <u>A.B. 206</u>, extending requirement of approval of local government bond issues by county bond commission, continued informally, pending the arrival of Mr. McKissick, who wished to address the committee, and of proponents of the bill whom Senator Young had said he would bring to the meeting. (However, the latter group failed to show up for the meeting.)

During the discussion, Senators Monroe and Gibson expressed the belief that <u>S.B. 408</u> (reorganizing corporate local improvement and service districts, introduced by Senators Dodge and Swobe), now being considered in the Senate Judiciary Committee (which Senator Monroe chairmans), would cure the problem attempted to be remedied by <u>A.B. 206</u>. Questions directed to Mr. Robinette by Senator Hecht elicited the information that the Incline Village General Improvement District encompasses 9000 acres and that the project began in 1961, when the land was purchased from Mr. George Whittell.

Assemblyman McKissick arrived and explained the Assembly background of <u>A.B. 206</u>. He said it was their intent to have all bond matters come under one agency. They had a general obligation bond commission, which



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had been created to look at the entire situation in the county, but the commission said it had no guidelines to follow; so <u>A.B.</u> 205 was introduced to provide guidelines. However, <u>A.B.</u> 206 was also introduced to provide bond commission authority over special assessment and revenue bonds, as well as general obligation bonds. The Assembly committee withheld action on <u>A.B.</u> 205 until it decided what to do with <u>A.B.</u> 206. After <u>A.B.</u> 206 passed the Assembly, <u>A.B.</u> 205 was brought out of committee and passed, also. He said the committee was looking to the future and wanted the bond commission to have authority to look at the overall bond picture within a county, though not necessarily to have a veto power on bond issuance.

Senator Monroe explained that he didn't want to see the bond commission in a position to determine the MERIT of a bond issue, and Senator Gibson said he had talked with Russ McDonald, who said the right controls for county bond issuance can be built into S.B. 408. Mr. McKissick said perhaps they might be, that he was not familiar with S.B. 408. Senator Gibson then explained how the bond commission came to be set up (overlapping bond issues in Clark County). Mr. Blyth said that, ordinarily, bond sales do not overlap in a county because interim warrants can be issued to carry on the project until the time seems favorable to sell the bonds. Senator Monroe said he didn't care how much control is instituted on special assessment and improvement districts, but that this control should not be placed in the bond commission. Mr. Robinette commented that, once the County Commissioners create a district, they have no further control over it. Senator Monroe: "Then that's where we should put the control." Senator Gibson asked Senator Monroe to look at S.B. 408 in his Judiciary Committee and get it amended to provide necessary protection. Further general discussion.

The meeting adjourned at 9:00 a.m.

Respectfully submitted,

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Louise Glover - Secretary

I certify that the foregoing minutes are correct.

Senator James I. Gibson - Chairman