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Recovery Fund:

Current amount in Fund

\$ 3,068,760
~~\$3,680,760.00~~

Claims from time of inception 45
Total Requested on above claims \$560,123.00

Paid out to date \$142,888.00

Per Charles Harvey, Case Management Coordinator

Two Hundred & Twenty cases pending [since 1996] through March of current year:

- 2003 Six (6) cases
- 2002 Sixty-Three (63) cases
- 2001 Seventy-Four (74) cases
- 2000 Fifty-Three (53) cases
- 1999 Sixty-One (61) cases
- 1998 Nineteen (19) cases
- 1997 Five (5) cases

Bill Name: S.B. 371
 BDR: 54 - 251
 Fiscal Note ID: 2368
 Date Printed: Apr-10-2003
 Printed by: MGrein

EXECUTIVE AGENCY FISCAL NOTE

Category Type	Items of Revenue or Expense, or Both	Fiscal Year 2002-03	Fiscal Year 2003-04	Fiscal Year 2004-05	Effect on Future Biennia
Expense		\$0	\$4,210,110	\$3,039,202	\$7,249,312
Revenue		\$0	\$62,500	\$62,500	\$125,000
Totals		\$0	(\$4,147,610)	(\$2,976,702)	(\$7,124,312)

Organizational Input

Explanation: The bill creates a construction defect commission under the NSCB but the members receive no compensation other than travel expenses paid out of the Residential Recovery Fund. The recovery fund is a legally restricted revenue fund used solely to compensate homeowners who are injured by the acts of a residential contractor. The proposed commission would need support staff and professionals, to include: court reporters, three attorneys, legal staff and related office and investigative staff, office space, computers, equipment, and vehicles. Clark County currently has 3 full time judges and approximately 5 staff each dealing with construction defect cases. The commission would handle approximately 225 new class action cases per year, not including individual homeowner complaints. The estimated cost for initial set up is \$4.1 million the first year and 2.9 million for FY 2004-05. The cost of retaining expert witnesses is an estimate. Current cases in District Court are spending approximately \$250,000.00 per case for expert witnesses. Expense estimates and supplemental information is attached.

Organizational Impact: Has Impact
 Signed by: Margi Grein
 Title: Executive Officer
 Doc at LCB: Yes

Attached Files:	File Name	Size	Last Updated
	<u>Fiscal Note SB371 4-10-03.doc</u>	69120b	Apr-10-03, 03:23 PM
	<u>Fiscal Note SB371 4-7-03.doc</u>	63488b	Apr-10-03, 12:51 PM
	<u>FN SB 371.xls</u>	16896b	Apr-10-03, 03:27 PM