

SENATE BILL NO. 415—COMMITTEE ON FINANCE

(ON BEHALF OF THE DEPARTMENT OF ADMINISTRATION)

MARCH 24, 2003

Referred to Committee on Finance

SUMMARY—Removes certain restrictions on use of money in Estate Tax Account in Endowment Fund of University and Community College System of Nevada. (BDR 32-1264)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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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 taxes on estates; removing certain restrictions on the use of money in the Estate Tax Account in the Endowment Fund of the University and Community College System of Nevada; and providing other matters properly relating thereto.

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

- 1 **Section 1.** NRS 375A.705 is hereby amended to read as
2 follows:
3 375A.705 1. All money received by the Board of Regents of
4 the University of Nevada pursuant to paragraph (b) of subsection 1
5 of NRS 375A.700 must be accounted for separately in the
6 Endowment Fund of the University and Community College System
7 of Nevada.
8 2. The money in the Estate Tax Account must be invested
9 pursuant to the same investment policies as the other money in the
10 Endowment Fund is invested. All interest and income earned on the
11 money in the Account must be credited to the Account.
12 3. ~~The money in the Estate Tax Account must only be~~
13 ~~expended as follows:~~



1 ~~—(a)~~ The Board of Regents of the University of Nevada may
2 ~~[spend \$2,500,000 of the money in the Account each year.~~
3 ~~—(b) Until the principal in the Account is sufficient to yield~~
4 ~~income of \$2,500,000 per year, all revenue deposited in the Account~~
5 ~~in excess of the \$2,500,000 allocated pursuant to paragraph (a) must~~
6 ~~remain in the Account.~~
7 ~~—(c) In addition to the amount allowed pursuant to paragraph (a),~~
8 ~~the Board of Regents of the University of Nevada may spend any~~
9 ~~money in the Account which is not part of the principal necessary to~~
10 ~~yield income of \$2,500,000 per year.~~
11 ~~—(d) Any money expended pursuant to the provisions of~~
12 ~~paragraph (a) or (c) must be approved] , upon approval~~ by the
13 Legislature when in regular session or by the Interim Finance
14 Committee when the Legislature is not in regular session ~~[]~~ ,
15 *expend any money in the Estate Tax Account.*
16 **Sec. 2.** This act becomes effective upon passage and approval.

