LOCAL GOVERNMENT FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: February 9, 2023

Agency Submitting: Local Government

Items of Revenue or Expense, or Both	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Effect on Future Biennia
Total	0	0	0	0

Explanation

(Use Additional Sheets of Attachments, if required)

See attached.

Name Michael Nakamoto

Title Chief Principal Deputy Fiscal Analyst

The following responses from local governments were compiled by the Fiscal Analysis Division. The Fiscal Analysis Division can neither verify nor comment on the figures provided by the individual local governments.

Local Government Responses S.B. 104 / BDR 43 - 309

City/County: City of Elko

Approved by: Kelly Wooldridge, City Clerk

Comment: It is expected the collection rate will drop significantly which will adversely affect all entities who receive allocations from the facility fee on fines.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: City of Henderson

Approved by: Mike Cathcart, Business Operations Manager

Comment: No fiscal impact to the City of Henderson.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: City of Las Vegas

Approved by: Brian Lovelin, Grant Administrator

Comment:

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: City of Mesquite

Approved by: Nikki Thorn, Finance Director

Comment: An argument could be made that there would be some fiscal impact: i.e., some people would be more likely to take care of their outstanding fees if they knew that their license would be suspended if they failed to do so. It is thought that without tools to assist with collection, the likelihood to not pay fines would increase and would impact fine revenue collected, however, the impact cannot be estimated.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: City of Reno

Approved by: Jordan Hosmer-Henner, Urban Economist

Comment: Once a citation goes to a default judgment, the only recourse we have is sending the case to collections. Based on the last two years, the collection rate on these traffic cases was 20%. 80% of the cases will be unpaid because there is no real impact to the defendant. If the driver's license was to be suspended, the rate of contact of defendants for unpaid cases would increase substantially due to the need to renew their DL. We estimate anywhere from a 50-65% decrease in revenue collection if we are unable to suspend the license.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Has Impact	\$140,126	\$154,138	\$169,551	\$185,000

City/County: City of Sparks

Approved by: Jeff Cronk, Chief Financial Officer

Comment:

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: City of West Wendover

Approved by: Alina Ceballos, Chief Financial Officer

Comment: Notes from Court Administrator Teresa Naranjo

BDR 43-309 – Revises provisions relating to traffic offenses.

By removing the authority of a court to order the suspension of the driver's license of a person in Section 2, it will diminish the courts' efforts to collect fines and fees. Currently, the possibility of having their license suspended is the only incentive a person may have to pay their citation and/or civil infraction. Although an unpaid case will be sent to collections, the incentive to pay will also be diminished by the fact that the collection agency cannot report the failure to pay to credit bureaus.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Has Impact	\$0	\$0	\$0	\$0

City/County: City of Yerington Approved by: Robert Switzer, City Manager Comment:				
Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: Carson City

Approved by: Sheri Russell-Benabou, Chief Financial officer

Comment: The City will definitely have a fiscal impact, but it is very difficult to ascertain the amount as the law just changed on January 1, 2023. There is limited data to determine if individuals are paying their civil citations and if passed the City may have several unpaid fees.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: Clark County

Approved by: Damon Harris, Deputy Director of Finance

Comment: No fiscal impact to Clark County (only potentially impacts DMV-related fees).

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
No Impact	\$0	\$0	\$0	\$0

City/County: Elko County

Approved by: Susan Paprocki, Comptroller

Comment: Response from Justice courts within Elko County regarding impact to county:

There will be a fiscal impact to the court, to the county, and the cities as it removes the ability for the Court to impose sanctions for failing to appear or taking care of a civil infraction. If the court is not allowed to suspend the Infractor's driver's license, there is no reason for an individual to resolve the matter. We cannot report to credit bureaus. We are already having individuals call the court upset because we issue warrants on criminal citations as the they heard the court can not issue warrants on citations (as they had no intention to pay).

We have also had individuals call and ask what would happen if they didn't pay the infraction. If this revision is put in place the only recourse for the court is to enter the judgment (which cannot be reported to and credit bureaus) and send it to collections.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Has Impact	\$0	\$0	\$0	\$0

City/County: Humboldt County

Approved by: Gina Rackley, Comptroller

Comment: We cannot determine the fiscal impact of this BDR at this time.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: Lyon County Approved by: Josh Foli, Comptroller						
Comment: The justice courts will see a reduction in fines collected without the option of discontinuing driver's licenses as a method of collecting fines.						
Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia		
Has Impact	\$0	\$30,000	\$30,000	\$60,000		

City/County: Pershing County

Approved by: Karen Wesner, Administrative Assistant Comment: The impact is unknown at this time.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: Washoe County

Approved by: Cadence Matijevich, Government Affairs Liasion

Comment: Washoe County would not incur any new expenses, lose any existing revenues or receive any new revenues as a result of this BDR.

Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
No Impact	\$0	\$0	\$0	\$0

The following cities/counties did not provide a response: City of Boulder City, City of Caliente, City of Carlin, City of Ely, City of Fallon, City of Fernley, City of North Las Vegas, City of Wells, City of Winnemucca, Churchill County, Douglas County, Esmeralda County, Eureka County, Lander County, Lincoln County, Mineral County, Nye County, Storey County, and White Pine County.