

EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 16, 2023

Agency Submitting: Office of the State Treasurer

Items of Revenue or Expense, or Both	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Effect on Future Biennia
Personnel (Expense)		\$180,297	\$248,954	\$497,908
In-State Travel (Expense)		\$4,101	\$5,466	\$10,932
Operating (Expense)		\$9,014	\$11,896	\$23,792
Equipment (Expense)		\$7,362		
Information Services (Expense)		\$9,459	\$3,675	\$7,350
Audit (Expense)		\$31,758	\$34,333	\$73,816
Investment Consultant (Expense)		\$110,000	\$115,000	\$225,000
Program Design/Board Governance (Expense)		\$67,500	\$15,750	\$18,000
Education, Awareness, Marketing and Outreach (Expense)		\$250,000	\$100,000	\$75,000
Total	0	\$669,491	\$535,074	\$931,798

Explanation

(Use Additional Sheets of Attachments, if required)

BDR 31-933 ("the BDR") establishes a Nevada Employee Savings Trust Program ("Program") under the governance of a Board of Trustees of the Nevada Employee Savings Trust ("the Board"). The BDR directs the State Treasurer's Office ("the Office") to provide staffing and administrative support to the Board (Sec. 21(1)).

Section 20(2, 3) of the BDR authorizes the Board to contract with or hire outside entities to administer the Program, thus the Office expects the administration of the Program to function much in the way the Office's existing 529 Plans do (i.e., staff support at the State with the day-to-day administration and investment services provided by an outside Investment Manager and Record Keeper, of whom are compensated through fees charged to participants). The requirements of this Program would be delegated to the Deputy Treasurer of Financial Security, of which funding was provided for in the Governor's Recommended Budget.

Accordingly, the Office anticipates the BDR would require the following expenses:

Personnel (3): MAIV, PO I, AAIL.

Annual audit of the Trust fund.

Investment consultant to serve as an independent fiduciary for the Board.

Program design.

Board governance.

Regulation drafting by outside legal counsel.

Statewide education/marketing and outreach campaign.

Additional details are provided in the attached "BDR 31-933 Fiscal Note Narrative" pdf attachment.

Name Kirsten Van Ry

Title Chief of Staff

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Tuesday, March 14, 2023

The agency's response appears reasonable.

Name Amy Stephenson

Title Director