

**BDR 28-494**  
**SB 226**

LOCAL GOVERNMENT  
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 20, 2023

Agency Submitting: Local Government

<b>Items of Revenue or Expense, or Both</b>	<b>Fiscal Year 2022-23</b>	<b>Fiscal Year 2023-24</b>	<b>Fiscal Year 2024-25</b>	<b>Effect on Future Biennia</b>
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. 226 / BDR 28 - 494**

<p>City/County: <b>Carson City</b>          Approved by: Sheri Russell-Benabou, Chief Financial officer          Comment: The proposed bill is including work on items that are produced somewhere offsite, then sent to the project. This is problematic as it will add approximately 5% to every project, and we won't be able to track the hours spent working on these offsite projects. As Carson is responsible for tracking prevailing wage rates, we are extremely concerned with tracking, as well as the additional cost.</p>				
Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

<p>City/County: <b>Clark County</b>          Approved by: Damon Harris, Deputy Director of Finance          Comment: The expanded definition of a public project for which prevailing wages are to be paid (to include any project that is financed from public money) would be applicable to a significant, but not quantified volume of projects (that would contain a multitude of additional unknown factors). Project costs would assuredly increase, including to affordable housing projects. Additionally, the bill proposes to expand prevailing wage requirements to include custom fabrication, though it's unclear as to which job titles would be impacted. In order to calculate a fiscal impact, we would need to know the job titles impacted, the current wage of those job titles, what prevailing wage would be for those job titles, and the anticipated amount of applicable work to be performed by those job titles.</p>				
Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

<p>City/County: <b>Douglas County</b>          Approved by: Terri Willoughby, Chief Financial Officer          Comment: It is estimated that the proposed legislation, which would require prevailing wages to be paid on any private projects that would become publicly owned, could potentially increase County capital projects by 20%.</p>				
Impact	FY 2022-23	FY 2023-24	FY 2024-25	Future Biennia
Cannot Be Determined	\$0	\$0	\$0	\$0

City/County: **Humboldt County**

Approved by: Don Kalkoske, Public Works Director

Comment: Unsure as to any affect, negative or positive, that this would have on our Public Works Projects as we have very few that are over \$100,000. However the custom fabrication of certain specialty water/wastewater structures could be negatively affected, but not sure to what extent.

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

City/County: **Lyon County**

Approved by: Josh Foli, Comptroller

Comment: This is likely to have some fiscal impact due to expanding the definition of a public work and expanding the definition of what contractor employees qualify to be paid prevailing wage. However, the fiscal impact depends on the public works we will have in process and what custom fabrication is required in each work.

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

City/County: **Washoe County**

Approved by: Cadence Matijevich, Government Affairs Liaison

Comment: There would be no material fiscal impact to Washoe County as a result of this bill.

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
No Impact	\$0	\$0	\$0	\$0

City/County: **City of Elko**

Approved by: Kelly Wooldridge, City Clerk

Comment:

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
No Impact	\$0	\$0	\$0	\$0

City/County: **City of Henderson**

Approved by: Mike Cathcart, Business Operations Manager

Comment: The fiscal impact of this legislation cannot be determined at this time. The impact would be determined by future projects. However, this legislation may limit the number of public/private partnerships entered into by the city in the future.

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

City/County: **City of Las Vegas**

Approved by: Jackie Bruno, Management Analyst I

Comment: The fiscal impacts noted above are based on existing projects that would be impacted by the bill language. During FY23 & FY24 the City of Las Vegas will be under construction of a nearly \$165 million Civic Plaza project causing the estimated fiscal impact to be significantly elevated. For a typical year of city capital improvement projects, the city of Las Vegas is unable to determine actual cost impacts but future impacts could include: lost redevelopment project opportunities, increased costs for affordable housing projects and an estimated average of approximately 30% increase on construction and housing unit costs based on current prevailing wage rates.

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Has Impact	\$7,100,000	\$7,920,000	\$11,950,000	\$9,200,000

City/County: **City of North Las Vegas**

Approved by: William Harty, Finance Director

Comment: This proposal has the potential to increase the cost of various Public Works projects by 30% or more. The city's five year CIP plan for municipal facilities shows an average annual spend of \$19,082,464. A 30% increase would be \$5,724,739 per year

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Has Impact	\$0	\$5,724,739	\$6,010,976	\$6,311,525

City/County: **City of Sparks**

Approved by: Tiffany Pugh, Accounting Manager

Comment: We are unable to determine the fiscal impact, but would anticipate that the expanded definition of "public work" would capture additional projects that would be subject to rules concerning public works, including prevailing wages.

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

City/County: <b>City of West Wendover</b> Approved by: A, Chief Financial Officer Comment: cannot be determined				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Cannot Be Determined	\$0	\$0	\$0	\$0

School District: <b>Carson City School District</b> Approved by: Spencer Winward, Director of Fiscal Services Comment: Carson City School District cannot determine the fiscal impact of this proposed legislation. Expansion of prevailing wage criteria will likely have a negative fiscal impact on any future public works jobs put out for bid by the district as it essentially locks labor costs for the affected trades at average or above.				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Cannot Be Determined	\$0	\$0	\$0	\$0

School District: <b>Churchill County School District</b> Approved by: Dr. Summer E. Stephens, Superintendent Comment: I don't have any projects at this time to compare the legislation against so cannot determine potential cost.				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Cannot Be Determined	\$0	\$0	\$0	\$0

School District: <b>Clark County School District</b> Approved by: Dillon Kay, Director II - Budget Comment: If passed, financial impact cannot be determined at present and this bill will affect many of the District's key trades and this may affect current projects to the extent that fewer projects can be completed, or more resources must be allocated to the projects in order to cover these costs.				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Cannot Be Determined	\$0	\$0	\$0	\$0

School District: **Douglas County School District**

Approved by: Keith Lewis, Superintendent

Comment: As noted in the previous bill, this would seem to have the potential to have a fiscal impact on our capital projects. However, the actual cost is hard to determine with no projects in mind.

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

School District: **Elko County School District**

Approved by: Clayton Anderson, Superintendent

Comment:

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
No Impact	\$0	\$0	\$0	\$0

School District: **Lincoln County School District**

Approved by: Pam Teel, Superintendent

Comment: Will increase construction or new construction for a school district

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Has Impact	\$0	\$0	\$0	\$0

School District: **Lyon County School District**

Approved by: Kyle Rodriguez, Fiscal Services Officer

Comment:

<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
No Impact	\$0	\$0	\$0	\$0

School District: **Nye County School District**

Approved by: Kelly Wood, Executive Secretary

Comment: This could have a fiscal impact, but it is undeterminable.

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

School District: <b>Pershing County School District</b> Approved by: Russell D. Fecht, Superintendent Comment:				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
No Impact	\$0	\$0	\$0	\$0

School District: <b>Washoe County School District</b> Approved by: Mark Mathers, Chief Financial Officer Comment: Negligible impact in terms of the District's entire capital improvement plan, but not quantifiable in terms of construction bid impacts.				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Cannot Be Determined	\$0	\$0	\$0	\$0

School District: <b>White Pine School District</b> Approved by: Paul Johnson, Chief Financial Officer Comment: This BDR could affect the cost of public works projects but the impact cannot be determined.				
<b>Impact</b>	<b>FY 2022-23</b>	<b>FY 2023-24</b>	<b>FY 2024-25</b>	<b>Future Biennia</b>
Cannot Be Determined	\$0	\$0	\$0	\$0

The following cities/counties/school districts did not provide a response: Churchill County, Elko County, Esmeralda County, Eureka County, Lander County, Lincoln County, Mineral County, Nye County, Pershing County, Storey County, White Pine County, City of Boulder City, City of Caliente, City of Carlin, City of Ely, City of Fallon, City of Fernley, City of Mesquite, City of Reno, City of Wells, City of Winnemucca, City of Yerington, Esmeralda County School District, Eureka County School District, Humboldt County School District, Lander County School District, Mineral County School District, and Storey County School District.