

ASSEMBLY BILL NO. 100—ASSEMBLYMEMBER GURR

PREFILED JANUARY 14, 2025

Referred to Committee on Revenue

SUMMARY—Revises provisions relating to economic development of regional commercial air service in this State. (BDR 18-140)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: Contains Appropriation not included in Executive Budget.

~

EXPLANATION – Matter in *bolded italics* is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to economic development; providing that money remaining in the Nevada Air Service Development Fund does not revert to the State General Fund at the end of a fiscal year; making an appropriation to the Nevada Air Service Development Fund; making an appropriation to the Fund for Aviation; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

1 Existing law creates within the Office of Economic Development in the Office
2 of the Governor the Nevada Air Service Development Commission, which consists
3 of the Executive Director of the Office of Economic Development and certain
4 members who are appointed by the Governor. (NRS 231.680) Existing law also
5 creates the Nevada Air Service Development Fund and requires the Commission to
6 develop a program to make grants of money from the Fund to an air carrier or any
7 governmental entity for the purpose of establishing air service or providing
8 enhanced air service routes that service certain airports. (NRS 231.690, 231.710)
9 **Section 1** of this bill provides that money remaining in the Nevada Air Service
10 Development Fund does not revert to the State General Fund at the end of a fiscal
11 year and must be carried forward to the next fiscal year. **Section 2** of this bill makes
12 an appropriation from the State General Fund to the Nevada Air Service
13 Development Fund in the amount of \$10,000,000 for the purpose of conducting a
14 study of the development of intrastate air service in this State and for the purpose of
15 making grants of money to an air carrier or any governmental entity that will
16 service or provide enhanced air service routes to certain airports.

17 Existing law creates the Fund for Aviation in the State Treasury and requires
18 the Director of the Department of Transportation to administer the Fund for
19 Aviation. Existing law authorizes the Director to award grants to counties, cities



20 and other local governments, except for facilities owned or controlled by the Reno-
21 Tahoe Airport Authority or a county whose population is 700,000 or more
22 (currently only Clark County) for the planning, establishment, development,
23 construction, enlargement, improvement or maintenance of any airport, landing
24 area or air navigation facility owned or controlled by the county, city or other local
25 government. (NRS 494.048) **Section 3** of this bill makes an appropriation from the
26 State General Fund to the Fund for Aviation in the amount of \$1,000,000 for Fiscal
27 Year 2025-2026 and \$1,000,000 for Fiscal Year 2026-2027 to match money that is
28 available from the Federal Aviation Administration for these purposes.

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

1 **Section 1.** NRS 231.690 is hereby amended to read as follows:
2 231.690 1. There is hereby created as a special revenue fund
3 in the State Treasury the Nevada Air Service Development Fund.
4 *Any money in the Fund remaining at the end of a fiscal year does*
5 *not revert to the State General Fund, and the balance in the Fund*
6 *must be carried forward to the next fiscal year.*

7 2. The Commission may accept gifts, bequests, grants,
8 appropriations and donations from any source for deposit in the
9 Fund.

10 3. The money in the Fund must be invested as other state funds
11 are invested. All interest earned on the deposit or investment of the
12 money in the Fund, after deducting any applicable charges, must be
13 credited to the Fund. Claims against the Fund must be paid as other
14 claims against the State are paid.

15 4. The Commission may make grants of money from the Fund
16 to air carriers that satisfy the criteria set forth in NRS 231.710.

17 **Sec. 2.** 1. There is hereby appropriated from the State
18 General Fund to the Nevada Air Service Development Fund created
19 by NRS 231.690 the sum of \$10,000,000.

20 2. The amount appropriated by subsection 1 must be used for
21 the purpose of conducting a study of the development of intrastate
22 air service in this State and for the purpose of making grants of
23 money pursuant to NRS 231.710.

24 **Sec. 3.** 1. There is hereby appropriated from the State
25 General Fund to the Fund for Aviation created by NRS 494.048 the
26 following sums:

27 For the Fiscal Year 2025-2026..... \$1,000,000
28 For the Fiscal Year 2026-2027..... \$1,000,000

29 2. The money appropriated by subsection 1 must be used by
30 rural airports to match money that is available from the Federal
31 Aviation Administration.



1 **Sec. 4.** This act becomes effective on July 1, 2025.

Ⓣ



