

BOARD OF REGENTS
BRIEFING PAPER

**1. Agenda Item Title: Expenditure of Nevada State College Estate
Tax Balance**

Meeting Date: December 5 – 6, 2013

2. BACKGROUND & POLICY CONTEXT OF ISSUE:

As stated in AB502 (attached), the 2013 Legislature authorized the Board of Regents to expend \$1,262,000 for the design and construction of buildings on the principal campus of the Nevada State College.

3. SPECIFIC ACTIONS BEING RECOMMENDED OR REQUESTED:

Vice Chancellor of Finance and Administration, Vic Redding, is seeking the Board of Regents approval to expend \$1,262,000 for the design and construction of buildings on the principal campus of the Nevada State College. The remainder of the project financing will be completed in November, 2013 and the Board of Regents now needs to take action to utilize these funds.

4. IMPETUS (WHY NOW?):

The remainder of the financing has been put into place and Board of Regents action is required to expend these funds at Nevada State College on the design and construction of building projects on the principal campus.

5. BULLET POINTS TO SUPPORT REQUEST/RECOMMENDATION:

- Will fund a portion of the design and construction of building projects on the principal campus of NSC.
- Part of the financing plan as approved by the Board of Regents at its July 19, 2013 meeting.

6. POTENTIAL ARGUMENTS AGAINST THE REQUEST/RECOMMENDATION:

N/A

7. ALTERNATIVE(S) TO WHAT IS BEING REQUESTED/RECOMMENDED:

N/A – Board action is required by legislation to utilize these funds.

8. COMPLIANCE WITH BOARD POLICY:

- Consistent With Current Board Policy: Title #____ Chapter #____ Section #____
- Amends Current Board Policy: Title #__ Chapter #__ Section #____
- Amends Current Procedures & Guidelines Manual: Chapter #____ Section #____
- Other: _____
- Fiscal Impact: Yes____ No____
Explain: _____

EXEMPT

A.B. 502

ASSEMBLY BILL NO. 502—COMMITTEE ON WAYS AND MEANS

MAY 29, 2013

Referred to Committee on Ways and Means

SUMMARY—Authorizes an expenditure from the Estate Tax Account in the Endowment Fund of the Nevada System of Higher Education for the design and construction of buildings on the principal campus of the Nevada State College. (BDR S-1239)

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

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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 education; authorizing an expenditure by the Board of Regents of the University of Nevada from the Estate Tax Account in the Endowment Fund of the Nevada System of Higher Education for the design and construction of buildings on the principal campus of the Nevada State College; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

- 1 Existing law provides that money collected pursuant to the tax on estates and
- 2 credited to the Estate Tax Account in the Endowment Fund of the Nevada System
- 3 of Higher Education may be expended by the Board of Regents of the University of
- 4 Nevada only upon approval of the Legislature when in regular session or the
- 5 Interim Finance Committee when the Legislature is not in regular session. (NRS
- 6 375A.700, 375A.705)
- 7 This bill authorizes the expenditure of \$1,262,000 by the Board of Regents
- 8 from the Estate Tax Account for the design and construction of buildings on the
- 9 principal campus of the Nevada State College.

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

- 1 **Section 1.** Expenditure of \$1,262,000 by the Board of Regents
- 2 of the University of Nevada from the Estate Tax Account in the
- 3 Endowment Fund of the Nevada System of Higher Education



* A B 5 0 2 *

- 1 pursuant to subsection 3 of NRS 375A.705 for the design and
- 2 construction of buildings on the principal campus of the Nevada
- 3 State College is hereby approved.
- 4 **Sec. 2.** This act becomes effective upon passage and approval.

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