SENATE BILL NO. 51–COMMITTEE ON REVENUE AND ECONOMIC DEVELOPMENT

(ON BEHALF OF THE NEVADA LEAGUE OF CITIES AND MUNICIPALITIES)

PREFILED DECEMBER 20, 2014

Referred to Committee on Revenue and Economic Development

SUMMARY—Creates the Nevada Main Street Program within the Office of Economic Development of the Office of the Governor. (BDR 18-463)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: Contains Appropriation not included in Executive Budget.

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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 economic development; creating the Nevada Main Street Program within the Office of Economic Development of the Office of the Governor; setting forth the requirements for the operation of the Program; making an appropriation; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law creates the Office of Economic Development within the Office of the Governor. The Office of Economic Development is responsible for planning and carrying out economic development programs within the State. (NRS 231.020-231.139) The National Trust for Historic Preservation is a nonprofit organization working to preserve historic places. The National Main Street Center is a wholly-owned subsidiary of the National Trust for Historic Preservation working, through state-level coordinating agencies, with local governments and community organizations to encourage preservation-based community revitalization. Section 2 of this bill creates the Nevada Main Street Program, a state-level coordinating program for the National Main Street Center, within the Office of Economic Development. Section 3 of this bill requires the Executive Director of the Office of Economic Development to adopt regulations setting forth the requirements to apply for and receive approval as a designated local Main Street program. Section 4 of this bill creates the Fund for the Nevada Main Street Program to allow the Program



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- 15 to accept donations, grants and other types of funding for the award of grants and
- 16 the operation of the Program. Section 7 of this bill makes an appropriation of
- \$500,000 from the State General Fund to the Interim Finance Committee for
- 18 allocation to the Office of Economic Development for the operation of the Program
- and to provide grants by the Program to designated local Main Street programs.

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

- Section 1. Chapter 231 of NRS is hereby amended by adding thereto the provisions set forth as sections 2, 3 and 4 of this act.

 Sec. 2. The Nevada Main Street Program is hereby created
 - Sec. 2. The Nevada Main Street Program is hereby created within the Governor's Office of Economic Development. The Program must be administered in accordance with the standards developed by the National Main Street Center, a subsidiary of the National Trust for Historic Preservation, and must:
 - 1. Designate local Main Street programs in accordance with regulations adopted pursuant to section 3 of this act;
 - 2. Coordinate those designated local Main Street programs;
- 11 3. Provide training and technical assistance to those 12 designated local Main Street programs; and
 - 4. Award grants to those designated local Main Street programs to further the community and economic revitalization and development of aging business districts and neighborhoods in this State.
 - Sec. 3. The Executive Director shall adopt regulations setting forth the requirements to apply for and receive approval as a designated local Main Street program. Each designated local Main Street program approved pursuant to those regulations must be administered by a county, city or nonprofit entity.
 - Sec. 4. 1. The Fund for the Nevada Main Street Program is hereby created in the State Treasury.
 - 2. The Executive Director shall administer the Fund and may apply for and accept any donation, gift, grant, bequest or other source of money for deposit in the Fund.
 - 3. The money in the Fund must be used to:
 - (a) Provide technical assistance and training for communities;
- 29 (b) Award grants to designated local Main Street programs 30 described in section 2 of this act; and
- 31 (c) Pay any reasonable administrative expenses incurred by 32 the Office in administering the Nevada Main Street Program.
- 33 4. Any money appropriated from the State General Fund to 34 the Program must be deposited in the Fund.



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- 5. The interest and income earned on money in the Fund, after deducting any applicable charges, must be credited to the Fund.
- 6. Any claims against the Fund must be paid as other claims against the State are paid.
- 7. Any money in the Fund remaining at the end of a fiscal year does not revert to the State General Fund, and the balance in the Fund must be carried forward to the next fiscal year.
 - **Sec. 5.** NRS 231.053 is hereby amended to read as follows:
- 231.053 After considering any pertinent advice and recommendations of the Board, the Executive Director:
- 1. Shall direct and supervise the administrative and technical activities of the Office.
- 2. Shall develop and may periodically revise a State Plan for Economic Development, which must include a statement of:
- (a) New industries which have the potential to be developed in this State:
- 18 (b) The strengths and weaknesses of this State for business 19 incubation:
 - (c) The competitive advantages and weaknesses of this State;
 - (d) The manner in which this State can leverage its competitive advantages and address its competitive weaknesses;
 - (e) A strategy to encourage the creation and expansion of businesses in this State and the relocation of businesses to this State; and
 - (f) Potential partners for the implementation of the strategy, including, without limitation, the Federal Government, local governments, local and regional organizations for economic development, chambers of commerce, and private businesses, investors and nonprofit entities.
 - 3. Shall develop criteria for the designation of regional development authorities pursuant to subsection 4.
 - 4. Shall designate as many regional development authorities for each region of this State as the Executive Director determines to be appropriate to implement the State Plan for Economic Development. In designating regional development authorities, the Executive Director must consult with local governmental entities affected by the designation. The Executive Director may, if he or she determines that such action would aid in the implementation of the State Plan for Economic Development, remove the designation of any regional development authority previously designated pursuant to this section and declare void any contract between the Office and that regional development authority.





- 5. Shall establish procedures for entering into contracts with regional development authorities to provide services to aid, promote and encourage the economic development of this State.
- 6. May apply for and accept any gift, donation, bequest, grant or other source of money to carry out the provisions of *sections 2, 3* and 4 of this act and NRS 231.020 to 231.139, inclusive, and 231.1573 to 231.1597, inclusive.
- 7. May adopt such regulations as may be necessary to carry out the provisions of *sections 2, 3 and 4 of this act and NRS* 231.020 to 231.139, inclusive, and 231.1573 to 231.1597, inclusive.
- 8. In a manner consistent with the laws of this State, may reorganize the programs of economic development in this State to further the State Plan for Economic Development. If, in the opinion of the Executive Director, changes to the laws of this State are necessary to implement the economic development strategy for this State, the Executive Director must recommend the changes to the Governor and the Legislature.
 - **Sec. 6.** NRS 231.055 is hereby amended to read as follows:
- 231.055 Under the direction of the Executive Director, the Office:
- 1. Shall provide administrative and technical support to the Board.
- 2. Shall support the efforts of the Board, the regional development authorities designated by the Executive Director pursuant to subsection 4 of NRS 231.053 and the private sector to encourage the creation and expansion of businesses in Nevada and the relocation of businesses to Nevada.
- 3. Shall coordinate and oversee all economic development programs in this State to ensure that such programs are consistent with the State Plan for Economic Development developed by the Executive Director pursuant to subsection 2 of NRS 231.053, including, without limitation:
- (a) Coordinating the economic development activities of agencies of this State, local governments in this State and local and regional organizations for economic development to avoid duplication of effort or conflicting efforts;
- (b) Working with local, state and federal authorities to streamline the process for obtaining abatements, financial incentives, grants, loans and all necessary permits and licenses for the creation or expansion of businesses in Nevada or the relocation of businesses to Nevada; and
- (c) Reviewing, analyzing and making recommendations for the approval or disapproval of applications for abatements, financial incentives, development resources, and grants and loans of money provided by the Office.





- 4. Shall coordinate the Nevada Main Street Program created by section 2 of this act, in accordance with the standards developed by the National Main Street Center, a subsidiary of the National Trust for Historic Preservation, to further the goals set forth in section 2 of this act and to approve or deny applications for grants to designated local Main Street programs which are submitted in accordance with regulations adopted by the Executive Director pursuant to NRS 231.053 and section 3 of this act.
 - 5. May:

- (a) Participate in any federal programs for economic development that are consistent with the State Plan for Economic Development developed by the Executive Director pursuant to subsection 2 of NRS 231.053; and
- (b) When practicable and authorized by federal law, act as the agency of this State to administer such federal programs.
- **Sec. 7.** 1. There is hereby appropriated from the State General Fund to the Interim Finance Committee the sum of \$500,000 for allocation to the Office of Economic Development of the Office of the Governor for the operation of the Nevada Main Street Program and the award of grants of money made by the Program to designated local Main Street programs.
- 2. Any remaining balance of the appropriation made by subsection 1 must not be committed for expenditure after June 30, 2019, by the entity to which the appropriation is made or any entity to which the money from the appropriation is granted or otherwise transferred in any manner, and any portion of the appropriated money remaining must not be spent for any purpose after September 20, 2019, by either the entity to which the money was appropriated or the entity to which the money was subsequently granted or transferred, and must be reverted to the State General Fund on or before September 20, 2019.
- **Sec. 8.** The appropriation made by section 7 of this act is not intended to finance ongoing expenditures of state agencies, and the expenditures financed with that appropriation must not be included as base budget expenditures in the proposed budget for the Executive Branch of State Government for the 2017-2019 biennium.
 - **Sec. 9.** This act becomes effective on July 1, 2015.





