

**ADOPTED REGULATION OF THE COMMITTEE
ON LOCAL GOVERNMENT FINANCE**

LCB File No. R043-01

Effective November 1, 2001

EXPLANATION – Matter in *italics* is new; matter in brackets ~~omitted material~~ is material to be omitted.

AUTHORITY: §§1-6, NRS 354.107 and 354.59891; §7, NRS 354.107 and 354.625.

Section 1. Chapter 354 of NAC is hereby amended by adding thereto the provisions set forth as sections 2 to 6, inclusive, of this regulation.

Sec. 2. *As used in sections 2 to 6, inclusive, of this regulation, unless the context otherwise requires, the words and terms defined in sections 3, 4 and 5 of this regulation have the meanings ascribed to them in those sections.*

Sec. 3. *“Cost center” means an account used by a local government to track specific assets, liabilities, capital, expenses or income of the local government.*

Sec. 4. *“Direct cost” means a cost that is readily identifiable with a specific cost center.*

Sec. 5. *“Indirect cost” means a cost that is not readily identifiable with a specific cost center, including, without limitation, indirect labor expenses and general expenses for the maintenance of an office and support services.*

Sec. 6. 1. *In accordance with paragraph (d) of subsection 4 of NRS 354.59891, the following direct and indirect costs of a program for the issuance of building permits are permissible expenditures from the enterprise fund created exclusively for building permit fees:*

(a) Issuance of building permits;

(b) Review of the plans for development of the site, including, without limitation, grading of the property;

(c) Review of the plans for conformance with zoning ordinances and regulations;

(d) Review of the plans for and inspection of:

(1) A building or structure, including, without limitation, the mechanical, electrical and plumbing systems and the structural components of the building or structure;

(2) A permanent ride or structure that carries passengers over a fixed or restricted route primarily for the amusement of passengers;

(3) A system designed primarily for the transportation of passengers over a restricted course, including, without limitation, a monorail;

(4) The installation of manufactured homes and manufactured buildings; and

(5) Outdoor advertising signs, displays and devices;

(e) Administration of and support activities for the program; and

(f) Inspection of a building or structure after a disaster.

2. A local government that has created an enterprise fund for building permit fees:

(a) Shall not collect as a portion of a building permit fee a fee for any inspection activities that are provided by another local governmental entity for which an inspection fee has been collected.

(b) May collect fees and taxes for other governmental entities at the time a building permit is issued. The local government shall remit any fees and taxes collected for another local governmental entity to that entity at least once each month on a date agreed to by the local government and the entity, and unless otherwise authorized by statute or local ordinance, may not retain any part of the fees or taxes as a collection or administrative fee.

3. *As used in this section:*

(a) *“Building permit” has the meaning ascribed to it in paragraph (a) of subsection 1 of NRS 354.59891.*

(b) *“Building permit fee” has the meaning ascribed to it in paragraph (c) of subsection 1 of NRS 354.59891.*

(c) *“Inspection” means an examination of a building or structure, or the components of a building or structure, to determine compliance with local building and fire codes and regulations.*

Sec. 7. NAC 354.750 is hereby amended to read as follows:

354.750 1. ~~Except as otherwise provided in subsection 2, the~~ *The* governing body of every local government shall take an inventory at least once every 2 years of all its equipment and other *personal* property which constitute fixed assets. The governing body ~~shall adopt a plan for taking the inventory.~~

~~—2.— The inventory need not include any item having a service life of 1 year or less or a value of \$500 or less.~~

~~—3.—~~ *may adopt by resolution guidelines for the conduct of such an inventory. For the purposes of such an inventory, unless the governing body of the local government establishes a different guideline concerning the threshold for required capitalization by resolution:*

(a) *An asset of the local government that has a value of \$3,000 or more must be capitalized;*

(b) *An asset of the local government that has a value of less than \$3,000 may be capitalized or categorized as an expenditure; and*

(c) The useful life of the equipment and personal property of the local government is 1 year or more.

2. Each item of property subject to the inventory must be assigned an identifying number and be labeled as belonging to the local government.