

Governor: Steve Sisolak

Budget Period: 2019-2021 Biennium (FY20-21)
Budget Session: 80TH REGULAR SESSION

BDR Number: 19A4002199

Title: Problem Gambling Revenue Source

## 1. Description

Primary Department: 40 40 - DEPARTMENT OF HEALTH AND HUMAN SERVICES

Primary Division: 400 400 - DHHS - HEALTH AND HUMAN SERVICES DIRECTOR'S OFFICE NRS title, chapter and sections, Nevada Constitutional provisions, administrative regulations (NAC) affected:

#### NRS 463.320(2)(e)

Description of the problem to be solved or the goal of the proposed measure, or both:

Currently, the Revolving Account to Support Programs for the Prevention and Treatment of Problem Gambling receives a portion of the quarterly slot tax from the Nevada Gaming Commission. This bill replaces the slot tax revenue with a portion of the fees imposed by NRS 463.370.

Would this measure, if enacted, create or increase any fiscal liability of state government or decrease any revenue of state government which appears to be in excees of \$2,000?

#### Yes

Would this measure, if enacted, increase or newly provide for a term of imprisonment in the state prison or make release on parole or probation from the state prison less likely?

No

Bill Type: Budget
Effective Date: July 1, 2019

#### 2. BA/DU

# **Budget Accounts**

3200 HHS-DPBH - PROBLEM GAMBLING

#### **Decision Units**

E225 EFFICIENT AND RESPONSIVE STATE GOVERNMENT

#### 3. Contacts

**Primary Contact:** 

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### 4. Agency Notes

Are there similar measures from current or previous sessions?

# No

Are there federal laws, court cases, or attorney general opinions involved?

## No

Are there similar statutes in other states?

# No

What would be the impacts of the BDR if implemented?

If the BSR is implemented the Prevention and Treatment of Problem Gambling program will receive increased funding to provide more service to clients.

If the BDR fails to pass what are the consequences?

If the BDR fails to pass the Prevention and Treatment of Problem Gambling program will continue to operate at the same level when additional services are needed to adequately address Problem Gambling in Nevada.

Describe any support for the BDR beyond the requesting agency

The Governor's Office and Advisory Committee on Problem Gambling are known supporters of the BDR.

Describe any opposition to the BDR

None known.

# **Approvals**

Approval Level	User	Date
Agency Administrator Approval	sjohnso9	01/16/2019 13:03:09 PM
Agency Director Approval	sjohnso9	01/16/2019 13:03:19 PM
Budget Analyst Approval	bwooldri	02/13/2019 11:16:46 AM
Team Lead Approval	bwooldri	02/13/2019 11:16:49 AM
Budget Director Approval	sbrown	02/17/2019 10:52:19 AM
Governor Approval	sbrown	02/17/2019 12:19:36 PM
Final Transmittal Approval	sbrown	02/21/2019 12:18:11 PM

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

NRS 463.320 Collection and disposition of state fees for licenses and penalties.

- 1. All gaming license fees imposed by the provisions of NRS 463.370, 463.373 to 463.383, inclusive, and 463.3855 must be collected and disposed of as provided in this section.
- 2. All state gaming license fees and penalties must be collected by the Commission and paid over immediately to the State Treasurer to be disposed of as follows:
- (a) Except as otherwise provided in paragraphs (c), (d) and (e), all state gaming license fees and penalties other than the license fees imposed by the provisions of NRS 463.380 must be deposited for credit to the State General Fund.
- (b) All state gaming license fees imposed by the provisions of NRS 463.380 must, after deduction of costs of administration and collection, be divided equally among the various counties and transmitted to the respective county treasurers. Such fees, except as otherwise provided in this section, must be deposited by the county treasurer in the county general fund and be expended for county purposes. If the board of county commissioners desires to apportion and allocate all or a portion of such fees to one or more cities or towns within the county, the board of county commissioners shall, annually, before the preparation of the city or town budget or budgets as required by chapter 354 of NRS, adopt a resolution so apportioning and allocating a percentage of such fees anticipated to be received during the coming fiscal year to such city or cities or town or towns for the next fiscal year commencing July 1. After the adoption of the resolution, the percentage so apportioned and allocated must be converted to a dollar figure and included in the city or town budget or budgets as an estimated receipt for the next fiscal year. Quarterly, upon receipt of the money from the State, the county treasurer shall deposit an amount of money equal to the percentage so apportioned and allocated to the credit of the city or town fund to be used for city or town purposes, and the balance remaining must be deposited in the county general fund and must be expended for county purposes.
- (c) One twenty-fifth of the license fee imposed by the provisions of NRS 463.370 on gross revenue which exceeds \$134,000 per calendar month that is paid pursuant to subsection 2 of NRS 464.045 by persons licensed to conduct off-track pari-mutuel wagering must, after the deduction of costs of administration and collection, be allocated pro rata among the counties in this State whose population is less than 100,000 in which on-track pari-mutuel wagering is conducted. The allocation must be based upon the amounts paid from each such county pursuant to subsection 2 of NRS 466.125 and transmitted to the respective county treasurers. Money received by a

county treasurer pursuant to this paragraph must be deposited in the county general fund and expended to augment any stakes, purses or rewards which are offered with respect to horse races conducted in that county by a state fair association, agricultural society or county fair and recreation board.

- (d) Ten percent of the amount of the license fee imposed by the provisions of NRS 463.370 that is paid pursuant to subsection 2 of NRS 464.045 by persons licensed to conduct off-track pari-mutuel wagering which exceeds \$5,036,938 per calendar year must, after the deduction of costs of administration and collection, be allocated pro rata among the counties in this State whose population is less than 100,000 in which ontrack pari-mutuel wagering is conducted. The allocation must be based upon the amounts paid from each such county pursuant to subsection 2 of NRS 466.125 and must be transmitted to the respective county treasurers as provided in this paragraph. On March 1 of each year, the Board shall calculate the amount of money to be allocated to the respective county treasurers and notify the State Treasurer of the appropriate amount of each allocation. The State Treasurer shall transfer the money to the respective county treasurers. Money received by a county treasurer pursuant to this paragraph must be deposited in the county general fund and expended to augment any stakes, purses or rewards which are offered with respect to horse races conducted in that county by a state fair association, agricultural society or county fair and recreation board.
- (e) The Commission shall deposit [quarterly] monthly in the Revolving Account to Support Programs for the Prevention and Treatment of Problem Gambling created by NRS 458A.090 an amount equal to [\$2 for each slot machine] six-tenths of one percent of fees that [is] are subject to the license fee imposed pursuant to NRS [463.373] 463.370 [and 463.375] and collected by the Commission.

[32:429:1955] — (NRS A 1957, 784; 1959, 450, 762; 1960, 330; 1963, 521; 1965, 747; 1967, 820, 885; 1969, 642; 1979, 738, 1403; 1983, 141, 1335; 2003, 3406; 2005, 1530; 2007, 812, 813; 2011, 970)