## ASSEMBLY BILL NO. 392–COMMITTEE ON JUDICIARY

## MARCH 4, 1999

## Referred to Committee on Judiciary

SUMMARY—Revises provisions concerning use of alternative methods to resolve certain disputes. (BDR 3-1293)

FISCAL NOTE: Effect on Local Government: No. Effect on the State or on Industrial Insurance: No.

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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 courts; authorizing the parties to certain actions to use a settlement conference, short trial and other alternative methods of resolving disputes under certain circumstances; providing for the adoption of rules and procedures governing the use of alternative methods of resolving disputes; and providing other matters properly relating thereto.

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

Section 1. NRS 38.250 is hereby amended to read as follows:

2 38.250 *I.* Except as otherwise provided in NRS 38.310:

(a) All civil actions filed in district court for damages, if the cause

- 4 of action arises in the State of Nevada and the amount in issue does not
- 5 exceed \$40.000, must be submitted to nonbinding arbitration in
- 6 accordance with the provisions of NRS 38.253, 38.255 and 38.258  $\square$ ,
- 7 unless the parties have agreed to submit the action to an alternative
- 8 method of resolving disputes established by the supreme court pursuant
- 9 to NRS 38.258 and that method has resulted in a binding disposition of
- 10 the action. If an action is submitted to an alternative method of resolving
- disputes pursuant to this paragraph and a binding disposition of the case
- 12 does not result, the action must be submitted to nonbinding arbitration,
- 13 but the parties may agree to submit the action to another alternative
- 14 method of resolving disputes while the nonbinding arbitration is pending
- 15 or after the nonbinding arbitration has been completed.

- (b) A civil action for damages filed in justice's court may be submitted to arbitration or to an alternative method of resolving disputes, including, without limitation, a settlement conference or a binding short *trial*, if the parties agree, orally or in writing, to the submission.
- 2. As used in this section, "short trial" means a trial that is conducted, with the consent of the parties to the action, in accordance with procedures designed to limit the length of the trial, including, without limitation, restrictions on the number of motions filed by each party and the amount of discovery requested by each party, the use of a jury composed of not more than six persons, and a specified limit on the amount of time each party may use to present his case.
- **Sec. 2.** NRS 38.258 is hereby amended to read as follows: 12 38.258 [In any civil action that is required to be submitted to arbitration pursuant to NRS 38.250, the

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- **The** supreme court may [also] authorize the use of settlement conferences and other alternative methods of resolving disputes, including, without limitation, a binding short trial, that are available in the county in which the court is located [, if]:
- (a) In lieu of submitting an action to nonbinding arbitration pursuant 19 to NRS 38.250; 20
- (b) After an action is submitted to nonbinding arbitration because an 21 alternative method of resolving disputes did not result in a binding disposition of the action; or 23
  - (c) At any other time during or following nonbinding arbitration if the court determines that [such participation] the use of any such alternative *methods of resolving disputes* would assist in the resolution of the dispute.
  - If the supreme court authorizes the use of an alternative method of resolving disputes pursuant to subsection 1, the supreme court shall adopt rules and procedures to govern the use of any such method.
- 3. As used in this section, "short trial" has the meaning ascribed to it 30 in NRS 38.250. 31