## ASSEMBLY BILL NO. 57-ASSEMBLYWOMAN VON TOBEL

## Prefiled January 26, 1999

## Referred to Committee on Elections, Procedures, and Ethics

SUMMARY—Prohibits lobbyists from giving, and legislators from accepting, certain gifts. (BDR 17-63)

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

~

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

AN ACT relating to the legislature; prohibiting lobbyists and certain former lobbyists from giving certain gifts to legislators; prohibiting legislators from soliciting or accepting gifts from registered lobbyists and certain former registered lobbyists; providing a penalty; 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 218.906 is hereby amended to read as follows:
- 2 218.906 "Expenditure" means any advance, conveyance, deposit,
- 3 distribution, transfer of funds, loan, payment, pledge or subscription of
- 4 money or anything of value, fincluding cost of entertainment, except the
- 5 payment of a membership fee otherwise exempted pursuant to NRS
- 6 218.926 and any contract, agreement, promise or other obligation, whether
- or not legally enforceable, to make any expenditure while the legislature is
- 8 in session.
- Sec. 2. NRS 218.908 is hereby amended to read as follows:
- 10 218.908 1. "Gift" means a payment, subscription, advance,
- forbearance, *providing entertainment*, rendering or deposit of money,
- services or anything of value unless consideration of equal or greater value is received.
- 14 2. "Gift" does not include a political contribution of money or services
- related to a political campaign, a commercially reasonable loan made in the
- ordinary course of business, [cost of entertainment, including] the cost of
- food or beverages, or anything of value received from a member of the
- 18 recipient's immediate family or from a relative of the recipient or his

spouse within the third degree of consanguinity or from the spouse of any such relative.

**Sec. 3.** NRS 218.926 is hereby amended to read as follows:

218.926 1. Each registrant shall file with the director within 30 days after the close of the legislative session a final report signed under penalty of perjury concerning his lobbying activities. In addition, each registrant shall file with the director between the 1st and 10th day of the month after each month that the legislature is in session a report concerning his lobbying activities during the previous month, whether or not any expenditures were made. Each report must be on a form prescribed by the 10 director and must include the total expenditures, if any, made by the 11 registrant on behalf of a legislator or an organization whose primary 12 purpose is to provide support for legislators of a particular political party 13 and house, including expenditures made by others on behalf of the registrant if the expenditures were made with the registrant's express or 15 implied consent or were ratified by the registrant. The report must identify each legislator and each organization whose primary purpose is to provide 17 support for legislators of a particular political party and house on whose behalf expenditures were made and must be itemized with respect to each such legislator and organization. An expenditure on behalf of a person 20 other than a legislator or an organization whose primary purpose is to 21 provide support for legislators of a particular political party and house need 22 not be reported pursuant to this section unless the expenditure is made for the benefit of a legislator or such an organization.

- If expenditures made by or on behalf of a registrant during the previous month exceed \$50, the report must include a compilation of expenditures, itemized in the manner required by the regulations of the legislative commission, in the following categories:
  - (a) Entertainment;

25

26

27 28

29

31

33 34

36

37 38

39

40

41

- (b) Expenditures made in connection with a party or similar event 30 hosted by the organization represented by the registrant; 32
  - (c) Gifts and loans,
  - (b) Loans, including money, services and anything of value provided to a legislator, to an organization whose primary purpose is to provide support for legislators of a particular political party and house, or to any other person for the benefit of a legislator or such an organization; and
  - (c) Other expenditures directly associated with legislative action, not including personal expenditures for food, lodging and travel expenses or membership dues.
  - The legislative commission may authorize an audit or investigation by the legislative auditor that is proper and necessary to verify compliance with the provisions of this section. A lobbyist shall make available to the
  - legislative auditor all books, accounts, claims, reports, vouchers and other

records requested by the legislative auditor in connection with any such audit or investigation. The legislative auditor shall confine his requests for such records to those which specifically relate to the lobbyist's compliance with the reporting requirements of this section.

**Sec. 4.** NRS 218.942 is hereby amended to read as follows:

10

11

12

13

17

18

19

20

21

23

24

26

27

30

31

32

33

- 218.942 1. A lobbyist shall not knowingly or willfully make any false statement or misrepresentation of facts:
  - (a) To any member of the legislative branch in an effort to persuade or influence him in his official actions.
  - (b) In a registration statement or report concerning lobbying activities filed with the director.
- 2. A lobbyist or a person who was a lobbyist during the immediately preceding 3 years shall not give a gift to a member of the legislative branch or a member of his staff or immediate family [gifts that exceed \$100 in value in the aggregate in any calendar year.], to an organization whose primary purpose is to provide support for legislators of a particular political party and house, or to any other person for the benefit of a legislator or such an organization.
- 3. A member of the legislative branch or a member of his staff or immediate family shall not [solicit]:
- (a) Solicit anything of value from a registrant or a person who was a registrant at any time during the immediately preceding 3 years; or [accept]
- (b) Accept any gift [that exceeds \$100 in aggregate value in any calendar year.] from a registrant or a person who was a registrant at any time during the immediately preceding 3 years.
- 4. An organization whose primary purpose is to provide support for legislators of a particular political party shall not accept any gift from a registrant or a person who was a registrant at any time during the immediately preceding 3 years.
- 5. A person who employs or uses a lobbyist shall not make that lobbyist's compensation or reimbursement contingent in any manner upon the outcome of any legislative action.
- 5. 6. Except during the period permitted by NRS 218.918, a person shall not knowingly act as a lobbyist without being registered as required by that section.
- 7. Except as otherwise provided in subsection [7,] 8, a member of the legislative or executive branch of the state government and an elected officer or employee of a political subdivision shall not receive compensation or reimbursement other than from the state or the political subdivision for personally engaging in

lobbying.

- [7.] 8. An elected officer or employee of a political subdivision may receive compensation or reimbursement from any organization whose membership consists of elected or appointed public officers.
- [8.] 9. A lobbyist shall not instigate the introduction of any legislation for the purpose of obtaining employment to lobby in opposition thereto.
- [9.] 10. A lobbyist shall not make, commit to make or offer to make a monetary contribution to a member of the legislature, the lieutenant governor, the lieutenant governor-elect, the governor or the governor-elect during the period beginning:
- (a) Thirty days before a regular session of the legislature and ending 30 days after the final adjournment of a regular session of the legislature; or
- (b) The day after the governor issues a proclamation calling for a special session of the legislature and ending 15 days after the final adjournment of a special session of the legislature.
  - **Sec. 5.** NRS 354.59803 is hereby amended to read as follows:
- 354.59803 1. In each year in which the legislature convenes, a local government which expends more than \$6,000 on activities designed to influence the passage or defeat of any legislation shall file with the department of taxation within 30 days after the close of the legislative session a report supplemental to its final budget which includes separate items for expenses relating to that activity, including:
- 22 (a) Transportation.

10

11

12

13

15

16

17

18

20

21

23

- (b) The lodging and meals of its officers, lobbyists or employees.
- (c) The amount of money spent on [entertainment, gifts or other] expenses which are required to be reported pursuant to NRS 218.900 to 218.944, inclusive.
- 27 (d) The amount of money spent in Carson City on supplies, equipment, facilities, personnel and services needed to support the activity.
- 29 (e) An identification of the fund, account or other source against which 30 the expenses were charged.
- 2. The local government shall make a copy of the supplemental report available for inspection within 30 days after the close of the legislative session.
- Sec. 6. The amendatory provisions of this act do not apply to conduct that occurred before October 1, 1999.

~