## ASSEMBLY BILL NO. 88–ASSEMBLYMAN DINI (BY REQUEST)

## FEBRUARY 4, 1999

## Referred to Committee on Government Affairs

SUMMARY—Requires members of board of directors of certain local and general improvement districts to obtain training concerning duties of members and finances of districts. (BDR 25-817)

FISCAL NOTE: Effect on Local Government: Yes. 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 districts; requiring the members of the board of directors of certain local and general improvement districts to obtain training concerning the duties of the members and the finances of the districts; 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.** Chapter 309 of NRS is hereby amended by adding thereto a new section to read as follows:
- a new section to read as follows:

  1. Each member of the board of directors of a local improvement
- 4 district that constructs or acquires a water system shall, if a course of 5 instruction is offered to the member pursuant to the provisions of
- 6 subsection 2, complete that course within 1 year after receiving a written
- 7 notice pursuant to the provisions of subsection 3. A member who fails to
- 8 complete the course within that period is disqualified from serving as a
- 9 member of the board effective on the date of the first regularly scheduled
- 10 meeting of the board that is held after the expiration of the period. If a
- member of a board specified in this subsection is disqualified pursuant to
- 12 the provisions of this section, the vacancy created thereby must be filled
- in the manner provided in NRS 309.120.
- 14 2. If the Nevada Rural Water Association or its successor offers a
- 15 course of instruction to a member of a board specified in subsection 1,
- 16 the course must:

- (a) Provide at least 6 hours of training relating to the finances of the district and the duties of the member concerning the construction or acquisition of a water system by the district; and
  - (b) Be conducted:

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- (1) Within 1 year after notifying the member pursuant to the provisions of subsection 3; and
- (2) In cooperation with the health division of the department of human resources.
- If a course of instruction described in subsection 2 is offered by the Nevada Rural Water Association or its successor, the association or successor shall:
- (a) Not less than 30 days before conducting the course, send a notice to each member of a board specified in subsection 1 who has not completed the course. The notice must be in writing and include the time, date and location of the course.
- (b) If a member of the board completes the course, notify the board of 16 that fact in writing. 17
- **Sec. 2.** Chapter 318 of NRS is hereby amended by adding thereto a 18 new section to read as follows:
  - Except as otherwise provided in subsection 4, each member of:
  - (a) The board of trustees; or
- (b) A local district managing board established pursuant to the 22 provisions of NRS 318.09535,
- of a district that acquires, constructs, reconstructs, improves, extends or betters a work, system or facility for the supply, storage and distribution
- 26 of water pursuant to the provisions of NRS 318.144 shall, if a course of
- instruction is offered to the member pursuant to the provisions of
- 28 subsection 2, complete that course within 1 year after receiving a written
- notice pursuant to the provisions of subsection 3. A member who fails to
- 30 complete the course within that period is disqualified from serving as a member of the board effective on the first regularly scheduled meeting of
- 31 32 the board that is held after the expiration of the period. If a member of a
- board specified in this subsection is disqualified pursuant to the
- 34 provisions of this section, the vacancy created thereby must be filled in
- the manner provided in NRS 318.090, if the board from which he is
- disqualified is the board of trustees of a district, or in the manner
- provided in NRS 318.09535, if the board from which he is disqualified is 37 a local district managing board.
- 2. If the Nevada Rural Water Association or its successor offers a 39 course of instruction to a member of a board specified in subsection 1, 41 the course must:

- (a) Provide at least 6 hours of training relating to the finances of the district and the duties of the member concerning the work, system or facility of the district specified in subsection 1; and
- (b) Be conducted:
- (1) Within 1 year after the member is notified pursuant to the provisions of subsection 3; and
- (2) In cooperation with the health division of the department of human resources.
- 9 3. If a course of instruction described in subsection 2 is offered by the Nevada Rural Water Association or its successor, the association or successor shall:
- (a) Not less than 30 days before conducting the course, send a notice
   to each member of a board specified in subsection 1 who has not
   completed the course. The notice must be in writing and include the time,
   date and location of the course.
- 16 (b) If a member of the board completes the course, notify the board of 17 that fact in writing.
- 18 4. The provisions of this section do not apply to a member of a board 19 specified in subsection 1 who serves as an ex officio member of that 20 board.
- Sec. 3. The provisions of this act do not apply to a person who is elected or appointed to serve as a member of a board specified in section 1 or 2 of this act before October 1, 1999.

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