

(REPRINTED WITH ADOPTED AMENDMENTS)
FIRST REPRINT A.B. 601

ASSEMBLY BILL NO. 601—COMMITTEE ON WAYS AND MEANS

MARCH 26, 2001

Referred to Committee on Ways and Means

SUMMARY—Restricts ability of state agencies to enter into certain agreements to purchase real property. (BDR 31-1106)

FISCAL NOTE: Effect on Local Government: No.
 Effect on the State: No.

~

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

AN ACT relating to state financial administration; restricting the ability of a state agency to enter into certain agreements to purchase real property; and providing other matters properly relating thereto.

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

- 1 **Section 1.** Chapter 353 of NRS is hereby amended by adding thereto a
2 new section to read as follows:
3 1. *Before a state agency or person acting on the behalf of a state*
4 *agency may enter into a long-term agreement to purchase unimproved*
5 *real property, improved real property or improvements to real property,*
6 *the purchase must be approved by the legislature by concurrent*
7 *resolution or statute or as part of the budget of the state agency, or by the*
8 *interim finance committee when the legislature is not in regular session.*
9 2. *This section does not affect any agreement, including, without*
10 *limitation, a long-term agreement, to purchase personal property.*
11 3. *As used in this section:*
12 (a) *“Long-term agreement” means an agreement to purchase*
13 *property, in the form of a lease or an agreement to pay in installments,*
14 *pursuant to which the State of Nevada or a state agency may pay the*
15 *purchase price of the property over a period that extends beyond the*
16 *biennium in which the agreement is executed, including, without*
17 *limitation:*
18 (1) *An agreement pursuant to which the State of Nevada or a state*
19 *agency may acquire the property that is the subject of the agreement at*
20 *the end of the term of the agreement or the end of the term of a renewal*
21 *of the agreement upon payment of no additional consideration or*
22 *nominal additional consideration; and*



* A B 6 0 1 R 1 *

1 (2) *An agreement that, for the purposes of federal income tax, is*
2 *treated as an agreement for conditional sale.*

3 (b) *“State agency” means an agency, bureau, board, commission,*
4 *department, division or any other unit of the government of this state that*
5 *is required to submit information to the chief pursuant to subsection 1 or*
6 *6 of NRS 353.210.*

7 **Sec. 2.** This act becomes effective upon passage and approval.

