

Senate Bill No. 380—Senator Schneider

CHAPTER.....

AN ACT relating to contractors; eliminating the duty of a contractor to require proof of payment of the business tax from a subcontractor with whom he has a contract; 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 364A.340 is hereby amended to read as follows:  
364A.340 A person who:

1. Is required to be licensed pursuant to chapter 624 of NRS; and  
2. Contracts with a subcontractor who is required to be licensed pursuant to that chapter and to have a business license and pay the tax imposed by this chapter,  
shall require proof that the subcontractor has a business license ~~and has paid the tax imposed by this chapter~~ before commencing payments to the subcontractor. For the purposes of this section, a subcontractor proves that he has a business license ~~and has paid the tax imposed by this chapter by presenting a receipt for or other evidence that he made the last quarterly payment required pursuant to this chapter.~~ *by submitting a copy of the business license to the contractor.*

**Sec. 2.** Section 2 of Assembly Bill No. 656 of this session is hereby repealed.

**Sec. 3.** This act becomes effective on July 1, 2001.