

SENATE BILL NO. 568—COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF DEPARTMENT OF ADMINISTRATION—BUDGET DIVISION)

MARCH 26, 2001

Referred to Committee on Government Affairs

SUMMARY—Allows risk management division of department of administration and attorney general to assess local governments for certain tort claims. (BDR 27-1447)

FISCAL NOTE: Effect on Local Government: Yes.
Effect on the State: 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 tort claims; allowing the risk management division of the department of administration and the attorney general to assess local governments for certain tort claims; 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.** NRS 331.187 is hereby amended to read as follows:
2 331.187 1. There is created in the state treasury the fund for
3 insurance premiums as an internal service fund to be maintained for use by
4 the risk management division of the department of administration and the
5 attorney general.
6 2. Each state agency shall deposit in the fund:
7 (a) An amount equal to its insurance premium and other charges for
8 potential liability, self-insured claims, other than self-insured tort claims,
9 and administrative expenses, as determined by the risk management
10 division; and
11 (b) An amount for self-insured tort claims and expenses related to those
12 claims, as determined by the attorney general.
13 3. *Each local government shall deposit in the fund an amount, as*
14 *determined by the risk management division and the attorney general, for*
15 *potential liability and administrative expenses for employees of a local*
16 *government for whom the state may have tort liability.*
17 4. Expenditures from the fund must be made by the risk management
18 division or the attorney general to an insurer for premiums of state agencies
19 as they become due or for deductibles, self-insured property and tort claims
20 or claims pursuant to NRS 41.0349. If the money in the fund is insufficient



1 to pay a tort claim, it must be paid from the reserve for statutory
2 contingency account.

3 *5. As used in this section, "local government" means a political*
4 *subdivision of this state, including, without limitation, a city, county,*
5 *irrigation district, water district or water conservancy district.*

6 **Sec. 2.** This act becomes effective on July 1, 2001.

