ASSEMBLY BILL NO. 454–COMMITTEE ON
GOVERNMENT AFFAIRS

MARCH 24, 2003

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Referred to Concurrent Committees on Government
Affairs and Ways and Means

SUMMARY—Directs Legislative Auditor to conduct performance audit of Public Employees' Benefits Program. (BDR S-1315)

FISCAL NOTE: Effect on Local Government: No.
　　　　　　　 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 the Public Employees' Benefits Program; directing the Legislative Auditor to conduct a performance audit of the Public Employees' Benefits Program; 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.** 1. The Legislative Auditor shall conduct a
2　performance audit of the Public Employees' Benefits Program. The
3　audit must include, without limitation, an analysis of:
4　　(a) Significant areas that impact the financial stability of the
5　program, including:
6　　　(1) Program costs related to medical and prescription claims,
7　provider rates, contracts and administration;
8　　　(2) Utilization of services by participants and participant
9　groups;
10　　　(3) Funded reserves; and
11　　　(4) State contributions and participant premiums;
12　　(b) Program benefits compared to benefits provided in other
13　states and by local governments; and

1   (c) The effectiveness of the methods used by the program to
2 negotiate for services and to award contracts in order to determine
3 whether:
4   (1) The resulting program benefits are comparable to those
5 obtained by other benefit plans of similar size; and
6   (2) Changes in those methods are warranted to ensure that
7 the methods used result in securing high quality services delivered
8 at the best price.
9   2. The Legislative Auditor shall present a final written report
10 of the audit to the Audit Subcommittee on or before November 1,
11 2004.
12   **Sec. 2.** This act becomes effective on July 1, 2003.

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