

ASSEMBLY BILL NO. 521—COMMITTEE ON  
HEALTH AND HUMAN SERVICES

(ON BEHALF OF THE TASK FORCE FOR THE FUND  
FOR A HEALTHY NEVADA)

MARCH 29, 2005

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Referred to Committee on Ways and Means

SUMMARY—Revises provisions governing allocation of money from Fund for a Healthy Nevada. (BDR 40-713)

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.

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AN ACT relating to public health; exempting certain allocations of money from the Fund for a Healthy Nevada from the requirement that they be approved by the Interim Finance Committee; 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 439.630 is hereby amended to read as follows:  
2       439.630 1. The Task Force for the Fund for a Healthy  
3       Nevada shall:  
4           (a) Conduct public hearings to accept public testimony from a  
5       wide variety of sources and perspectives regarding existing or  
6       proposed programs that:  
7              (1) Promote public health;  
8              (2) Improve health services for children, senior citizens and  
9       persons with disabilities;  
10             (3) Reduce or prevent the use of tobacco;  
11             (4) Reduce or prevent the abuse of and addiction to alcohol  
12       and drugs; and



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1       (5) Offer other general or specific information on health care  
2 in this State.

3       (b) Establish a process to evaluate the health and health needs of  
4 the residents of this State and a system to rank the health problems  
5 of the residents of this State, including, without limitation, the  
6 specific health problems that are endemic to urban and rural  
7 communities.

8       (c) Reserve not more than 30 percent of all revenues deposited  
9 in the Fund for a Healthy Nevada each year for direct expenditure  
10 by the Department to pay for prescription drugs and pharmaceutical  
11 services for senior citizens pursuant to NRS 439.635 to 439.690,  
12 inclusive, and to fund in whole or in part any program established  
13 pursuant to NRS 422.274 or 422.2745. From the money reserved to  
14 the Department pursuant to this paragraph, the Department may  
15 subsidize all of the cost of policies of health insurance that provide  
16 coverage to senior citizens for prescription drugs and  
17 pharmaceutical services pursuant to NRS 439.635 to 439.690,  
18 inclusive, and fund in whole or in part any program established  
19 pursuant to NRS 422.274 or 422.2745. The Department shall  
20 consider recommendations from the Task Force for the Fund for a  
21 Healthy Nevada in carrying out the provisions of NRS 439.635 to  
22 439.690, inclusive, and administering any program established  
23 pursuant to NRS 422.274 or 422.2745. The Department shall submit  
24 a quarterly report to the Governor, the Task Force for the Fund for a  
25 Healthy Nevada and the Interim Finance Committee regarding the  
26 general manner in which expenditures have been made pursuant to  
27 this paragraph and the status of the program.

28       (d) Reserve not more than 30 percent of all revenues deposited  
29 in the Fund for a Healthy Nevada each year for allocation by the  
30 Aging Services Division of the Department in the form of grants for  
31 existing or new programs that assist senior citizens with independent  
32 living, including, without limitation, programs that provide:

33           (1) Respite care or relief of family caretakers;  
34           (2) Transportation to new or existing services to assist senior  
35 citizens in living independently; and  
36           (3) Care in the home which allows senior citizens to remain  
37 at home instead of in institutional care.

38       → The Aging Services Division of the Department shall consider  
39 recommendations from the Task Force for the Fund for a Healthy  
40 Nevada concerning the independent living needs of senior citizens.

41       (e) Allocate, by contract or grant, for expenditure not more than  
42 20 percent of all revenues deposited in the Fund for a Healthy  
43 Nevada each year for programs that prevent, reduce or treat the use  
44 of tobacco and the consequences of the use of tobacco.



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1       (f) Allocate, by contract or grant, for expenditure not more than  
2 10 percent of all revenues deposited in the Fund for a Healthy  
3 Nevada each year for programs that improve health services for  
4 children.

5       (g) Allocate, by contract or grant, for expenditure not more than  
6 7.5 percent of all revenues deposited in the Fund for a Healthy  
7 Nevada each year for programs that improve the health and well-  
8 being of persons with disabilities. In making allocations pursuant to  
9 this paragraph, the Task Force shall, to the extent practicable,  
10 allocate the money evenly among the following three types of  
11 programs:

12           (1) Programs that provide respite for persons caring for  
13 persons with disabilities;

14           (2) Programs that provide positive behavioral supports to  
15 persons with disabilities; and

16           (3) Programs that assist persons with disabilities to live  
17 safely and independently in their communities outside of an  
18 institutional setting.

19       (h) Reserve not more than 2.5 percent of all revenues deposited  
20 in the Fund for a Healthy Nevada each year for direct expenditure  
21 by the Department to fund in whole or in part any program  
22 established pursuant to NRS 422.2745. The Department shall  
23 consider recommendations from the Task Force for the Fund for a  
24 Healthy Nevada in administering any program established pursuant  
25 to NRS 422.2745.

26           (i) Maximize expenditures through local, federal and private  
27 matching contributions.

28           (j) Ensure that any money expended from the Fund for a  
29 Healthy Nevada will not be used to supplant existing methods of  
30 funding that are available to public agencies.

31       (k) Develop policies and procedures for the administration and  
32 distribution of contracts, grants and other expenditures to state  
33 agencies, political subdivisions of this State, nonprofit  
34 organizations, universities and community colleges. A condition of  
35 any such contract or grant must be that not more than 8 percent of  
36 the contract or grant may be used for administrative expenses or  
37 other indirect costs. The procedures must require at least one  
38 competitive round of requests for proposals per biennium.

39           (l) To make the allocations required by paragraphs (e), (f)  
40 and (g):

41              (1) Prioritize and quantify the needs for these programs;

42              (2) Develop, solicit and accept applications for allocations;

43              (3) Conduct annual evaluations of programs to which  
44 allocations have been awarded; and



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1       (4) Submit annual reports concerning the programs to the  
2 Governor and the Interim Finance Committee.

3       (m) Transmit a report of all findings, recommendations and  
4 expenditures to the Governor and each regular session of the  
5 Legislature.

6       2. The Task Force may take such other actions as are necessary  
7 to carry out its duties.

8       3. The Department shall take all actions necessary to ensure  
9 that all allocations for expenditures made by the Task Force are  
10 carried out as directed by the Task Force.

11      4. To make the allocations required by paragraph (d) of  
12 subsection 1, the Aging Services Division of the Department shall:

13       (a) Prioritize and quantify the needs of senior citizens for these  
14 programs;

15       (b) Develop, solicit and accept grant applications for allocations;

16       (c) As appropriate, expand or augment existing state programs  
17 for senior citizens upon approval of the Interim Finance Committee;

18       (d) Award grants or other allocations;

19       (e) Conduct annual evaluations of programs to which grants or  
20 other allocations have been awarded; and

21       (f) Submit annual reports concerning the grant program to the  
22 Governor and the Interim Finance Committee.

23      5. The Aging Services Division of the Department shall submit  
24 each proposed grant which would be used to expand or augment an  
25 existing state program , *other than a state program which was  
26 established with money allocated from the Fund for a Healthy  
27 Nevada*, to the Interim Finance Committee for approval before the  
28 grant is awarded. The request for approval must include a  
29 description of the proposed use of the money and the person or  
30 entity that would be authorized to expend the money. The Aging  
31 Services Division of the Department shall not expend or transfer any  
32 money allocated to the Aging Services Division pursuant to this  
33 section to subsidize any portion of the cost of policies of health  
34 insurance that provide coverage to senior citizens for prescription  
35 drugs and pharmaceutical services pursuant to NRS 439.635 to  
36 439.690, inclusive, or to pay for any program established pursuant  
37 to NRS 422.274 or 422.2745.

38      6. The Department, on behalf of the Task Force, shall submit  
39 each allocation proposed pursuant to paragraph (e), (f) or (g) of  
40 subsection 1 which would be used to expand or augment an existing  
41 state program , *other than a state program which was established  
42 with money allocated from the Fund for a Healthy Nevada*, to the  
43 Interim Finance Committee for approval before the contract or grant  
44 is awarded. The request for approval must include a description of



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- 1 the proposed use of the money and the person or entity that would
- 2 be authorized to expend the money.
- 3      **Sec. 2.** This act becomes effective on July 1, 2005.

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