

SENATE BILL NO. 410—COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF THE UNIVERSITY AND COMMUNITY
COLLEGE SYSTEM OF NEVADA)

MARCH 29, 2005

Referred to Committee on Government Affairs

SUMMARY—Exempts University and Community College System of Nevada from requirement to purchase prescription drugs, pharmaceutical services, or medical supplies and related services through Purchasing Division of Department of Administration. (BDR 27-156)

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 purchasing; exempting the University and Community College System of Nevada from the requirement to purchase prescription drugs, pharmaceutical services, or medical supplies and related services through the Purchasing Division of the Department of Administration; 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 333.020 is hereby amended to read as follows:
2 333.020 As used in this chapter, unless the context otherwise
3 requires:
4 1. “Best value” means the greatest possible economy consistent
5 with grades or qualities of supplies, materials, equipment and
6 services that are adapted to the purposes to be served.
7 2. “Chief” means the Chief of the Purchasing Division.
8 3. “Director” means the Director of the Department of
9 Administration.



1 4. "Invitation to bid" means a written statement which sets
2 forth the requirements and specifications of a contract to be awarded
3 by competitive selection.

4 5. "Proprietary information" means:

5 (a) Any trade secret or confidential business information that is
6 contained in a bid or proposal submitted on a particular contract; or

7 (b) Any other trade secret or confidential business information
8 submitted in a bid or proposal and designated as proprietary by the
9 Chief.

10 → As used in this subsection, "confidential business information"
11 means any information relating to the amount or source of any
12 income, profits, losses or expenditures of a person, including data
13 relating to cost or price submitted in support of a bid or proposal.
14 The term does not include the amount of a bid or proposal.

15 6. "Purchasing Division" means the Purchasing Division of the
16 Department of Administration.

17 7. "Purchasing officer" means a person who is authorized by
18 the Chief or a using agency to participate in:

19 (a) The evaluation of bids or proposals for a contract;

20 (b) Any negotiations concerning a contract; or

21 (c) The development, review or approval of a contract.

22 8. "Request for proposals" means a written statement which
23 sets forth the requirements and specifications of a contract to be
24 awarded by competitive selection.

25 9. "Trade secret" has the meaning ascribed to it in
26 NRS 600A.030.

27 10. "Using agencies" means all officers, departments,
28 institutions, boards, commissions and other agencies in the
29 Executive Department of the State Government which derive their
30 support from public money in whole or in part, whether the money
31 is provided by the State of Nevada, received from the Federal
32 Government or any branch, bureau or agency thereof, or derived
33 from private or other sources. The term does not include the Nevada
34 Rural Housing Authority, the Housing Division of the Department
35 of Business and Industry, local governments as defined in NRS
36 354.474, conservation districts, irrigation districts and ~~[, except as
otherwise provided in NRS 333.435.]~~ the University and
37 Community College System of Nevada.

38 11. "Volunteer fire department" means a volunteer fire
39 department which pays premiums for industrial insurance pursuant
40 to the provisions of chapters 616A to 616D, inclusive, or chapter
41 617 of NRS.

42 **Sec. 2.** NRS 333.020 is hereby amended to read as follows:

43 333.020 As used in this chapter, unless the context otherwise
44 requires:



* S B 4 1 0 *

1 1. "Best value" means the greatest possible economy consistent
2 with grades or qualities of supplies, materials, equipment and
3 services that are adapted to the purposes to be served.

4 2. "Chief" means the Chief of the Purchasing Division.

5 3. "Director" means the Director of the Department of
6 Administration.

7 4. "Invitation to bid" means a written statement which sets
8 forth the requirements and specifications of a contract to be awarded
9 by competitive selection.

10 5. "Proprietary information" means:

11 (a) Any trade secret or confidential business information that is
12 contained in a bid or proposal submitted on a particular contract; or

13 (b) Any other trade secret or confidential business information
14 submitted in a bid or proposal and designated as proprietary by the
15 Chief.

16 → As used in this subsection, "confidential business information"
17 means any information relating to the amount or source of any
18 income, profits, losses or expenditures of a person, including data
19 relating to cost or price submitted in support of a bid or proposal.
20 The term does not include the amount of a bid or proposal.

21 6. "Purchasing Division" means the Purchasing Division of the
22 Department of Administration.

23 7. "Purchasing officer" means a person who is authorized by
24 the Chief or a using agency to participate in:

25 (a) The evaluation of bids or proposals for a contract;

26 (b) Any negotiations concerning a contract; or

27 (c) The development, review or approval of a contract.

28 8. "Request for proposals" means a written statement which
29 sets forth the requirements and specifications of a contract to be
30 awarded by competitive selection.

31 9. "Trade secret" has the meaning ascribed to it in
32 NRS 600A.030.

33 10. "Using agencies" means all officers, departments,
34 institutions, boards, commissions and other agencies in the
35 Executive Department of the State Government which derive their
36 support from public money in whole or in part, whether the money
37 is provided by the State of Nevada, received from the Federal
38 Government or any branch, bureau or agency thereof, or derived
39 from private or other sources. The term does not include the Nevada
40 Rural Housing Authority, local governments as defined in NRS
41 354.474, conservation districts, irrigation districts and ~~[, except as
otherwise provided in NRS 333.435.]~~ the University and
42 Community College System of Nevada.

43 11. "Volunteer fire department" means a volunteer fire
44 department which pays premiums for industrial insurance pursuant



* S B 4 1 0 *

1 to the provisions of chapters 616A to 616D, inclusive, or chapter
2 617 of NRS.

3 **Sec. 3.** NRS 333.435 is hereby amended to read as follows:

4 333.435 1. Except as otherwise provided in subsection 2, a
5 using agency shall purchase prescription drugs, pharmaceutical
6 services, or medical supplies and related services, or any
7 combination thereof, only through the Purchasing Division.

8 2. A using agency may, on its own behalf or in cooperation
9 with one or more other using agencies or other governmental
10 entities within or outside this State, purchase prescription drugs,
11 pharmaceutical services, or medical supplies and related services
12 from an entity other than the Purchasing Division if the using
13 agency or using agencies or other governmental entities, as
14 applicable, can obtain the best value for prescription drugs,
15 pharmaceutical services, or medical supplies and related services
16 from the other entity and the Purchasing Division is unable to match
17 or exceed that best value in a timely manner.

18 3. If a using agency purchases prescription drugs,
19 pharmaceutical services, or medical supplies and related services
20 from an entity other than the Purchasing Division pursuant to
21 subsection 2, the using agency shall report to the Purchasing
22 Division, within 10 days after the initial purchase:

23 (a) The purchase price for the prescription drugs, pharmaceutical
24 services, or medical supplies and related services; and

25 (b) The name, address and telephone number of the entity that
26 sold the using agency the prescription drugs, pharmaceutical
27 services, or medical supplies and related services.

28 **[4. As used in this section, "using agency" includes the
29 University and Community College System of Nevada.]**

30 **Sec. 4.** NRS 333.470 is hereby amended to read as follows:

31 333.470 1. **[Except as otherwise provided in NRS 333.435,**
32 **the] The** University and Community College System of Nevada,
33 local governments as defined in NRS 354.474, conservation districts
34 and irrigation districts in the State of Nevada may obtain supplies,
35 materials and equipment on a voluntary basis through the facilities
36 of the Purchasing Division.

37 2. The Chief shall issue bulletins from time to time to:

38 (a) Each state agency;

39 (b) Each local governmental agency;

40 (c) Each irrigation district;

41 (d) Each conservation district; and

42 (e) The University and Community College System of Nevada,

43 → indicating the supplies, materials and equipment available and the
44 prices thereof.



* S B 4 1 0 *

1 3. The specifications for all bids for supplies, materials or
2 equipment to be furnished pursuant to the provisions of subsection 1
3 must be so written that all suppliers of the market in the industry or
4 business concerned are given an opportunity to bid pursuant to
5 notice as provided for in this chapter.

6 **Sec. 5.** 1. This section and sections 1, 3 and 4 of this act
7 become effective upon passage and approval.

8 2. Section 1 of this act expires by limitation on June 30, 2009.

9 3. Section 2 of this act becomes effective on July 1, 2009.

⑩



* S B 4 1 0 *

