

ASSEMBLY BILL NO. 222—COMMITTEE ON COMMERCE AND LABOR

FEBRUARY 28, 2007

Referred to Committee on Commerce and Labor

SUMMARY—Makes various changes relating to energy.
(BDR 58-882)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact.
Effect on the State: Contains Appropriation not included
in Executive Budget.

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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 energy; placing the Task Force for Renewable Energy and Energy Conservation in the Office of Energy within the Office of the Governor; requiring the Director of the Office of Energy to employ a Deputy Director for Renewable Energy and Energy Conservation; requiring an energy audit of certain public buildings; making an appropriation; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 **Section 1** of this bill requires that an energy audit be conducted on any public
2 building of a local government, the State of Nevada and the Nevada System of
3 Higher Education that is constructed on or after July 1, 2007. **Section 2** of this bill
4 requires the Director of the Office of Energy within the Office of the Governor to
5 employ a Deputy Director for Renewable Energy and Energy Conservation.
6 **Section 3** of this bill places the Task Force for Renewable Energy and Energy
7 Conservation in the Office of Energy. **Section 4** of this bill requires that an energy
8 audit be conducted not later than July 1, 2008, on any public building existing
9 before July 1, 2007, of a local government, the State of Nevada and the Nevada
10 System of Higher Education. **Section 5** of this bill makes an appropriation to the
11 Office of Energy in the sum of \$125,000 to pay the salary and other expenses
12 relating to the position of Deputy Director for Renewable Energy and Energy
13 Conservation.



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THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** Chapter 701 of NRS is hereby amended by adding
2 thereto a new section to read as follows:

3 *1. Each person who is responsible for the operation of a
4 public building of a local government, the State of Nevada or the
5 Nevada System of Higher Education that is constructed on or after
6 July 1, 2007, shall cause an energy audit of the building to be
7 conducted not earlier than 6 months and not later than 1 year
8 after the building is occupied. A copy of the energy audit must be
9 submitted to the Director not later than 90 days after the audit is
10 completed.*

11 *2. An energy audit required by this section must:*

12 *(a) Include, without limitation:*

13 *(1) An assessment of the feasibility of implementing any
14 measure which will reduce the consumption of energy in the
15 building;*

16 *(2) An estimate of the costs to implement any measure
17 described in subparagraph (1);*

18 *(3) A comparison of the energy consumption in the
19 building to the energy consumption in similar buildings; and*

20 *(4) A report that compares the current pattern of the costs
21 associated with the energy consumption in the building and any
22 related labor costs to the projected costs if those measures were
23 implemented; and*

24 *(b) Be based on:*

25 *(1) A review and analysis of the history of the energy usage
26 of the building; and*

27 *(2) Surveys, plans, specifications or drawings that provide
28 details of the structure or design of the building.*

29 *3. As used in this section, "local government" means every
30 political subdivision or other entity which has the right to levy or
31 receive money from ad valorem or other taxes or any mandatory
32 assessments, and includes, without limitation, counties, cities,
33 towns, boards, school districts and other districts organized
34 pursuant to chapters 244A, 309, 318 and 379 of NRS, NRS
35 450.550 to 450.750, inclusive, and chapters 474, 541, 543 and 555
36 of NRS, and any agency or department of a county or city which
37 prepares a budget separate from that of the parent political
38 subdivision.*

39 **Sec. 2.** NRS 701.150 is hereby amended to read as follows:

40 701.150 1. The Office of Energy is hereby created within the
41 Office of the Governor.

42 2. The Governor shall appoint the Director. The Director:



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- 1 (a) Is in the unclassified service of the State; and
2 (b) Serves at the pleasure of the Governor.

3 3. *The Director shall employ a Deputy Director for
4 Renewable Energy and Energy Conservation who is in the
5 unclassified service of the State.*

6 4. The Director may, within the limits of available money,
7 employ:

8 (a) Such persons in the unclassified service of the State as the
9 Director determines to be necessary to carry out the duties of the
10 Office of Energy pursuant to this chapter; and

11 (b) Such additional personnel as may be required to carry out
12 the duties of the Office of Energy pursuant to this chapter, who must
13 be in the classified service of the State.

14 4.] 5. A person employed by the Director pursuant to this
15 section must be qualified by training and experience to perform the
16 duties for which the Director employs him.

17 5.] 6. The Director and the persons employed by the Director
18 shall not have any conflict of interest relating to the performance of
19 their duties pursuant to this chapter.

20 6.] 7. The provisions of NRS 223.085 do not apply to the
21 Director or to any person employed by the Director pursuant to this
22 section.

23 Sec. 3. NRS 701.350 is hereby amended to read as follows:

24 701.350 1. The Task Force for Renewable Energy and
25 Energy Conservation is hereby created *H in the Office of Energy.*
26 The Task Force consists of 11 members who are appointed as
27 follows:

28 (a) Two members appointed by the Majority Leader of the
29 Senate, one of whom represents the interests of the renewable
30 energy industry in this State with respect to biomass and the other of
31 whom represents the interests of the mining industry in this State.

32 (b) Two members appointed by the Speaker of the Assembly,
33 one of whom represents the interests of the renewable energy
34 industry in this State with respect to geothermal energy and the
35 other of whom represents the interests of a nonprofit organization
36 dedicated to the protection of the environment or to the conservation
37 of energy or the efficient use of energy.

38 (c) One member appointed by the Minority Leader of the Senate
39 to represent the interests of the renewable energy industry in this
40 State with respect to solar energy.

41 (d) One member appointed by the Minority Leader of the
42 Assembly to represent the interests of the public utilities in this
43 State.

44 (e) Two members appointed by the Governor, one of whom
45 represents the interests of the renewable energy industry in this State



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1 with respect to wind and the other of whom represents the interests
2 of the gaming industry in this State.

3 (f) One member appointed by the Consumer's Advocate to
4 represent the interests of the consumers in this State.

5 (g) One member appointed by the governing board of the State
6 of Nevada AFL-CIO or, if the State of Nevada AFL-CIO ceases to
7 exist, by its successor organization or, if there is no successor
8 organization, by the Governor.

9 (h) One member appointed by the Governor to represent the
10 interests of energy conservation and the efficient use of energy in
11 this State.

12 2. A member of the Task Force:

13 (a) Must be a citizen of the United States and a resident of this
14 State.

15 (b) Must have training, education, experience or knowledge
16 concerning:

17 (1) The development or use of renewable energy;

18 (2) Financing, planning or constructing renewable energy
19 generation projects;

20 (3) Measures which conserve or reduce the demand for
21 energy or which result in more efficient use of energy;

22 (4) Weatherization;

23 (5) Building and energy codes and standards;

24 (6) Grants or incentives concerning energy;

25 (7) Public education or community relations; or

26 (8) Any other matter within the duties of the Task Force.

27 (c) Must not be an officer or employee of the Legislative or
28 Judicial Department of State Government.

29 3. After the initial terms, the term of each member of the Task
30 Force is 3 years. A vacancy on the Task Force must be filled for the
31 remainder of the unexpired term in the same manner as the original
32 appointment. A member may be reappointed to the Task Force.

33 4. A member of the Task Force who is an officer or employee
34 of this State or a political subdivision of this State must be relieved
35 from his duties without loss of his regular compensation so that he
36 may prepare for and attend meetings of the Task Force and perform
37 any work that is necessary to carry out the duties of the Task Force
38 in the most timely manner practicable. A state agency or political
39 subdivision of this State shall not require an officer or employee
40 who is a member of the Task Force to:

41 (a) Make up the time he is absent from work to carry out his
42 duties as a member of the Task Force; or

43 (b) Take annual leave or compensatory time for the absence.

44 **Sec. 4.** 1. Each person who is responsible for the operation
45 of a public building existing before July 1, 2007, of a local



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1 government, the State of Nevada or the Nevada System of Higher
2 Education shall cause an energy audit of the building to be
3 conducted not earlier than 6 months after the building was first
4 occupied and not later than July 1, 2008. A copy of the energy audit
5 must be submitted to the Director of the Office of Energy within the
6 Office of the Governor not later than 90 days after the audit is
7 completed.

8 2. An energy audit required by this section must:
9 (a) Include, without limitation:
10 (1) An assessment of the feasibility of implementing any
11 measure which will reduce the consumption of energy in the
12 building;

13 (2) An estimate of the costs to implement any measure
14 described in subparagraph (1);

15 (3) A comparison of the energy consumption in the building
16 to the energy consumption in similar buildings; and

17 (4) A report that compares the current pattern of the costs
18 associated with the energy consumption in the building and any
19 related labor costs to the projected costs if those measures were
20 implemented; and

21 (b) Be based on:

22 (1) A review and analysis of the history of the energy usage
23 of the building; and

24 (2) Surveys, plans, specifications or drawings that provide
25 details of the structure or design of the building.

26 3. As used in this section, "local government" means every
27 political subdivision or other entity which has the right to levy or
28 receive money from ad valorem or other taxes or any mandatory
29 assessments, and includes, without limitation, counties, cities,
30 towns, boards, school districts and other districts organized pursuant
31 to chapters 244A, 309, 318 and 379 of NRS, NRS 450.550 to
32 450.750, inclusive, and chapters 474, 541, 543 and 555 of NRS, and
33 any agency or department of a county or city which prepares a
34 budget separate from that of the parent political subdivision.

35 **Sec. 5.** There is hereby appropriated from the State General
36 Fund to the Office of Energy the sum of \$125,000 to pay the salary
37 and other expenses relating to the position of Deputy Director for
38 Renewable Energy and Energy Conservation created in NRS
39 701.150, as amended by section 2 of this act.

40 **Sec. 6.** Any remaining balance of the appropriation made by
41 section 5 of this act must not be committed for expenditure after
42 June 30, 2009, by the entity to which the appropriation is made or
43 any entity to which money from the appropriation is granted or
44 otherwise transferred in any manner, and any portion of the
45 appropriated money remaining must not be spent for any purpose



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1 after September 18, 2009, by either the entity to which the money
2 was appropriated or the entity to which the money was subsequently
3 granted or transferred, and must be reverted to the State General
4 Fund on or before September 18, 2009.

5 **Sec. 7.** This act becomes effective on July 1, 2007.

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