
EMERGENCY REQUEST OF SPEAKER OF THE ASSEMBLY

ASSEMBLY BILL NO. 619—ASSEMBLYMEN OCEGUERA,
CONKLIN AND BUCKLEY

MAY 15, 2007

Referred to Committee on Commerce and Labor

SUMMARY—Creates the Nevada Automobile Theft Authority.
(BDR 18-1503)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: Yes.

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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 motor vehicles; creating the Nevada Automobile Theft Authority within the Division of Insurance of the Department of Business and Industry; providing the membership and duties of the Authority; creating the Fund for the Nevada Automobile Theft Authority; authorizing the Authority to award grants of money from the Fund to public agencies for programs to prevent motor vehicle theft; imposing certain reporting requirements on the Authority; imposing a fee on insurers that issue motor vehicle liability insurance in this State for deposit in the Fund; revising the provisions governing the crime of grand larceny of a motor vehicle; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 **Section 6** of this bill creates the Nevada Automobile Theft Authority within the
2 Division of Insurance of the Department of Business and Industry. The Authority
3 consists of 13 voting members and the Commissioner of Insurance who serves as a
4 nonvoting member. **Section 8** of this bill describes the duties of the Authority,
5 which include: (1) determining the scope of the problem of motor vehicle theft in
6 this State and in various political subdivisions of this State; (2) analyzing various
7 methods of reducing motor vehicle theft in this State; (3) developing and carrying
8 out a plan to reduce motor vehicle theft in this State; and (4) developing and
9 carrying out a plan for funding the activities of the Authority, including, without
10 limitation, the receipt of grants and gifts for the use of the Authority. **Section 9** of
11 this bill creates the Fund for the Nevada Automobile Theft Authority in the State



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Treasury. **Section 8** authorizes the Authority to award grants of money from the Fund to public agencies for programs that are designed to prevent motor vehicle theft in this State. **Section 10** of this bill imposes on an insurer that issues policies of motor vehicle liability insurance in this State a semiannual fee of 50 cents for each vehicle insured under such a policy issued by the insurer in this State. The money collected from the fees must be deposited in the Fund. If an insurer fails to pay the required fee, the Commissioner is authorized to refuse to continue, suspend or revoke the insurer's certificate of authority to transact insurance in this State or to impose on the insurer a civil penalty of not more than 120 percent of the amount due, or both.

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

Section 1. Chapter 232 of NRS is hereby amended by adding thereto the provisions set forth as sections 2 to 10, inclusive, of this act.

Sec. 2. *"Authority" means the Nevada Automobile Theft Authority.*

Sec. 3. *"Commissioner" means the Commissioner of Insurance.*

Sec. 4. *"Division" means the Division of Insurance of the Department of Business and Industry.*

Sec. 5. *"Fund" means the Fund for the Nevada Automobile Theft Authority created by section 9 of this act.*

Sec. 6. 1. *The Nevada Automobile Theft Authority is hereby created within the Division. The Authority consists of the following 13 voting members:*

(a) The Director of the Department of Motor Vehicles, or his designee, who is an ex officio member;

(b) The Director of the Department of Public Safety, or his designee, who is an ex officio member;

(c) The sheriff of a county whose population is 400,000 or more, appointed by the Nevada Sheriffs' and Chiefs' Association, or a successor organization;

(d) The sheriff of a county whose population is 100,000 or more but less than 400,000, appointed by the Nevada Sheriffs' and Chiefs' Association, or a successor organization;

(e) The sheriff of a county whose population is less than 100,000, appointed by the Nevada Sheriffs' and Chiefs' Association, or a successor organization;

(f) The chief of police of a city whose population is 100,000 or more or the undersheriff of a metropolitan police department which includes a city whose population is 100,000 or more, appointed by the Nevada Sheriffs' and Chiefs' Association, or a successor organization;



(g) *The chief of police of a city whose population is less than 100,000 or the undersheriff of a metropolitan police department which does not include a city whose population is 100,000 or more, appointed by the Nevada Sheriffs' and Chiefs' Association, or a successor organization;*

(h) *The district attorney of a county whose population is 400,000 or more, appointed by the governing body of the Nevada District Attorneys Association;*

(i) *The district attorney of a county whose population is less than 400,000, appointed by the governing body of the Nevada District Attorneys Association;*

(j) *Two representatives of insurers that write motor vehicle liability insurance in this State, appointed by the Governor; and*

(k) *Two representatives of the general public, appointed by the Governor.*

2. *The Commissioner or his designee shall serve as a nonvoting member of the Authority.*

3. *The Director of the Department of Motor Vehicles shall serve as the Chairman of the Authority for the limited purpose of calling and conducting the initial meeting of the Authority. At its initial meeting and annually thereafter the voting members of the Authority shall elect a Chairman from among the voting members.*

4. *The Authority shall meet regularly at least quarterly and may meet at other times upon the call of the Chairman or a majority of the voting members of the Authority. Any seven voting members of the Authority constitute a quorum for the purpose of voting. A majority vote of the quorum is required to take action with respect to any matter.*

5. *The Authority shall adopt rules for its own management.*

6. *After their initial terms, the appointed members of the Authority shall serve terms of 4 years. An appointed member shall continue to serve on the Authority until his successor is appointed. Members may be reappointed for additional terms of 4 years in the same manner as the original appointments. Any vacancy occurring in the appointed membership of the Authority must be filled in the same manner as the original appointment. There is no limit on the number of terms that a member may serve.*

7. *Members of the Authority:*

(a) *Serve without compensation; and*

(b) *To the extent that money for the administrative expenses of the Authority is available in the Fund, while engaged in the business of the Authority, are entitled to receive the per diem allowance and travel expenses provided for state officers and employees generally.*



1 8. *The members of the Authority who are public employees*
2 *must be relieved from their duties without loss of their regular*
3 *compensation to perform their duties relating to the Authority in*
4 *the most timely manner practicable. The public employees may not*
5 *be required to make up the time they are absent from work to*
6 *fulfill their obligations as members of the Authority or take*
7 *annual leave or compensatory time for the absence.*

8 **Sec. 7.** *An appointed member of the Authority may be*
9 *removed before the expiration of his term by the Governor if the*
10 *Governor determines that the member:*

11 1. *Did not possess the qualifications to serve on the Authority*
12 *at the time he was appointed;*

13 2. *Has ceased to possess the qualifications to serve on the*
14 *Authority;*

15 3. *Will be unable to perform competently his duties for a*
16 *substantial part of his remaining term because of illness or*
17 *disability; or*

18 4. *Has been absent from more than one-half of the regularly*
19 *scheduled meetings of the Authority during a calendar year and*
20 *the absences have not been excused by a majority vote of the*
21 *Authority.*

22 **Sec. 8.** 1. *To the extent of available existing resources, the*
23 *Division shall provide:*

24 (a) *Administrative support;*

25 (b) *Equipment; and*

26 (c) *Office space,*

27 ↪ *as is necessary for the Authority to carry out its duties.*

28 2. *To the extent that money for the administrative expenses of*
29 *the Authority is available in the Fund, the Authority may:*

30 (a) *Provide for any administrative support, equipment and*
31 *office space that is not provided by the Division; and*

32 (b) *Employ such staff members as it determines necessary,*
33 *including, without limitation, an Executive Director. Such staff*
34 *members serve at the pleasure of the Authority. If the Authority*
35 *employs an Executive Director, his salary must not exceed*
36 *\$75,000.*

37 3. *The Authority may:*

38 (a) *Apply for and accept grants and gifts for use in carrying*
39 *out its duties; and*

40 (b) *Accept donations of goods and services for use in carrying*
41 *out its duties, including, without limitation, the services of natural*
42 *persons, office and secretarial assistance, printing and mailing*
43 *services, and office equipment, facilities and supplies.*



1 4. *The Authority shall:*

2 (a) *Determine the scope of the problem of motor vehicle theft*
3 *in this State and in various political subdivisions of this State;*

4 (b) *Analyze various methods of reducing motor vehicle theft in*
5 *this State;*

6 (c) *Develop and carry out a plan to reduce motor vehicle theft*
7 *in this State; and*

8 (d) *Develop and carry out a plan for funding the activities of*
9 *the Authority, including, without limitation, the receipt of grants*
10 *and gifts for the use of the Authority.*

11 5. *The Authority may award grants of money from the Fund*
12 *to public agencies for the purpose of establishing, maintaining*
13 *and supporting programs that are designed to prevent motor*
14 *vehicle theft in this State, including, without limitation:*

15 (a) *Financial support for law enforcement relating to, and*
16 *prosecution of, motor vehicle theft, including, without limitation,*
17 *equipment, work facilities and personnel for programs that are*
18 *designed to increase the effectiveness of such law enforcement*
19 *and prosecution.*

20 (b) *Financial support for programs that are designed to*
21 *educate and assist the public in the prevention of motor vehicle*
22 *theft.*

23 6. *Grants of money awarded by the Authority pursuant to*
24 *subsection 5 must be used to supplement and not replace money*
25 *that would otherwise be expended by the recipient of the grant for*
26 *the prevention of motor vehicle theft.*

27 7. *The Authority shall, on or before December 31, 2009, and*
28 *each year thereafter, submit a report concerning its activities*
29 *during the immediately preceding fiscal year to the:*

30 (a) *Governor;*

31 (b) *Secretary of State;*

32 (c) *State Library and Archives Administrator; and*

33 (d) *Director of the Legislative Counsel Bureau for transmittal*
34 *to the Legislative Commission.*

35 8. *In addition to the reports required by subsection 7, the*
36 *Authority shall, on or before February 15, 2011, and each odd-*
37 *numbered year thereafter, submit a consolidated report*
38 *concerning its activities during the immediately preceding 2 fiscal*
39 *years to the Director of the Legislative Counsel Bureau for posting*
40 *on the public website of the Legislature on the Internet and for*
41 *transmittal to the:*

42 (a) *Speaker of the Assembly;*

43 (b) *Majority Leader of the Senate;*

44 (c) *Legislative Commission;*

45 (d) *Assembly Standing Committee on Judiciary;*



- (e) Senate Standing Committee on Judiciary;
- (f) Assembly Standing Committee on Transportation; and
- (g) Senate Standing Committee on Transportation and Homeland Security.

Sec. 9. 1. The Fund for the Nevada Automobile Theft Authority is hereby created in the State Treasury.

2. The Authority shall administer the Fund.

3. All public and private money received for the use of the Authority must be deposited in the Fund.

4. The money in the Fund may only be used to pay the administrative expenses of the Authority and to carry out the provisions of sections 6 to 10, inclusive, of this act. Not more than 10 percent of the money in the Fund in any fiscal year may be used to pay the administrative expenses of the Authority.

5. The Authority shall cause an audit to be made of the Fund every 2 years. The audit must be conducted by the Audit Division of the Legislative Counsel Bureau. A copy of the audit must be submitted to the Governor and the Legislative Commission.

Sec. 10. 1. Each insurer shall pay a semiannual fee of 50 cents for each vehicle insured under a policy of motor vehicle liability insurance issued by the insurer in this State.

2. The fee for a vehicle becomes due and nonrefundable upon the acceptance by the insurer of any portion of the premium charged for the policy.

3. Each insurer shall, on or before January 31 and July 31 of each year, pay to the Authority for deposit in the Fund the fees due pursuant to this section as follows:

(a) The payment due on or before January 31 must cover all vehicles that are insured by the insurer during any portion of the period between July 1 to December 31, inclusive, of the immediately preceding calendar year.

(b) The payment due on or before July 31 must cover all vehicles that are insured by the insurer during any portion of the period between January 1 to June 30, inclusive, of the calendar year in which the payment is due.

4. If an insurer fails to pay the fee required by this section on or before the date due, the Authority shall notify the Commissioner of the nonpayment. Upon receiving notice of an insurer's failure to pay the fee, the Commissioner may, in accordance with the provisions of NRS 680A.190, refuse to continue, suspend or revoke the insurer's certificate of authority to transact insurance in this State, or impose a civil penalty of not more than 120 percent of the amount due, or both. The insurer shall pay the civil penalty together with the amount of fees due to



1 *the Commissioner, who shall deposit the civil penalty and fees in*
2 *the Fund.*

3 5. *As used in this section:*

4 (a) *"Insurer" has the meaning ascribed to it in NRS 679A.100.*

5 (b) *"Vehicle" does not include any vehicle with a declared*
6 *gross weight in excess of 26,000 pounds or any combination of*
7 *vehicles with a gross combination weight rating in excess of*
8 *26,000 pounds.*

9 **Sec. 11.** NRS 232.805 is hereby amended to read as follows:

10 232.805 As used in NRS 232.805 to 232.840, inclusive, *and*
11 *sections 2 to 10, inclusive, of this act,* unless the context otherwise
12 requires ~~it~~:

13 ~~1. "Commissioner" means the Commissioner of Insurance.~~

14 ~~2. "Division" means the Division of Insurance of the~~
15 ~~Department of Business and Industry.] , the words and terms~~
16 *defined in sections 2 to 5, inclusive, of this act have the meanings*
17 *ascribed to them in those sections.*

18 **Sec. 12.** NRS 205.228 is hereby amended to read as follows:

19 205.228 1. A person who intentionally steals, takes and
20 carries away, drives away or otherwise removes a motor vehicle
21 owned by another person commits grand larceny of a motor vehicle.

22 2. Except as otherwise provided in ~~[subsection 3.]~~ *this section,*
23 *a person who commits grand larceny of a motor vehicle is guilty of*
24 *a category C felony and shall be punished as provided in NRS*
25 *193.130. A person who is convicted of grand larceny of a motor*
26 *vehicle and who has previously been convicted of grand larceny of*
27 *a motor vehicle or an attempt to commit grand larceny of a motor*
28 *vehicle must not be released on probation or granted a suspension*
29 *of his sentence.*

30 3. If the prosecuting attorney proves that the value of the motor
31 vehicle involved in the grand larceny is \$2,500 or more, the person
32 who committed the grand larceny of the motor vehicle is guilty of a
33 category B felony and shall be punished by imprisonment in the
34 state prison for a minimum term of not less than 1 year and a
35 maximum term of not more than 10 years, and by a fine of not more
36 than \$10,000.

37 4. In addition to any other penalty, the court shall order the
38 person who committed the grand larceny of the motor vehicle to pay
39 restitution.

40 **Sec. 13.** Section 12 of this act is hereby amended to read as
41 follows:

42 Sec. 12. NRS 205.228 is hereby amended to read as
43 follows:

44 205.228 1. A person who intentionally steals, takes
45 and carries away, drives away or otherwise removes a motor



vehicle owned by another person commits grand larceny of a motor vehicle.

2. Except as otherwise provided in this section, a person who commits grand larceny of a motor vehicle is guilty of a category C felony and shall be punished as provided in NRS 193.130. A person who is convicted of grand larceny of a motor vehicle and who has previously been convicted of grand larceny of a motor vehicle or an attempt to commit grand larceny of a motor vehicle must not be released on probation or granted a suspension of his sentence.

3. If the prosecuting attorney proves that the value of the motor vehicle involved in the grand larceny is \$2,500 or more, the person who committed the grand larceny of the motor vehicle is guilty of a category B felony and shall be punished by imprisonment in the state prison for a minimum term of not less than 1 year and a maximum term of not more than 10 years, and by a fine of not more than \$10,000.

4. In addition to any other penalty, the court shall order the person who committed the grand larceny of the motor vehicle ~~to~~ :

(a) To pay restitution ~~to~~; and

(b) To pay a civil penalty of \$100 to the Nevada Automobile Theft Authority for deposit in the Fund for the Nevada Automobile Theft Authority created by section 9 of this act.

Sec. 14. The members of the Nevada Automobile Theft Authority created by section 6 of this act must be appointed by their respective appointing authorities as soon as practicable after July 1, 2008, as follows:

1. The members appointed pursuant to paragraphs (c), (d) and (e) of subsection 1 of section 6 of this act must be appointed to initial terms that expire on June 30, 2012.

2. The members appointed pursuant to paragraphs (f) and (g) of subsection 1 of section 6 of this act must be appointed to initial terms that expire on June 30, 2011.

3. The members appointed pursuant to paragraphs (h) and (i) of subsection 1 of section 6 of this act must be appointed to initial terms that expire on June 30, 2010.

4. The members appointed pursuant to paragraphs (j) and (k) of subsection 1 of section 6 of this act must be appointed to initial terms that expire on June 30, 2009.

Sec. 15. The provisions of NRS 205.228, as amended by section 12 of this act, apply to offenses committed before October 1, 2007, for the purpose of determining whether a person is subject to



the provisions of subsection 2 of NRS 205.228, as amended by section 12 of this act.

Sec. 16. 1. Notwithstanding the provisions of section 10 of this act:

(a) The initial fee due from an insurer pursuant to section 10 of this act:

(1) Is payable on or before July 31, 2008, and must cover all vehicles that are insured by the insurer during any portion of the period between January 1, 2008, to June 30, 2008, inclusive; and

(2) Must be paid to the Commissioner of Insurance for deposit in the Fund for the Nevada Automobile Theft Authority created by section 9 of this act.

(b) The Commissioner of Insurance may take any action specified in subsection 4 of section 10 of this act if the fee is not paid on or before July 31, 2008.

2. The Commissioner of Insurance may, on behalf of the Nevada Automobile Theft Authority, exercise all powers and duties of the Authority to the extent necessary until such time as the initial meeting of the Authority is held pursuant to section 6 of this act.

Sec. 17. Notwithstanding any provision of law to the contrary, an insurer that is required pursuant to section 10 of this act to pay a fee for each vehicle insured under a policy of motor vehicle liability insurance issued by the insurer in this State may begin collecting the fee from its insureds under those policies on January 1, 2008.

Sec. 18. 1. This section and sections 12 and 15 of this act become effective on October 1, 2007.

2. Section 17 of this act becomes effective on January 1, 2008.

3. Sections 1 to 11, inclusive, 13, 14 and 16 of this act become effective on July 1, 2008.

