SENATE BILL NO. 164—COMMITTEE ON HUMAN RESOURCES AND EDUCATION

February 26, 2007

Referred to Committee on Human Resources and Education

SUMMARY—Revises provisions governing the Task Force for the Fund for a Healthy Nevada. (BDR 40-95)

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 public health; revising provisions relating to the administrative support provided to the Task Force for the Fund for a Healthy Nevada; revising provisions governing allocations for distributions from the Fund; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires the Legislative Counsel Bureau and the Department of Health and Human Services to provide administrative support to the Task Force for the Fund for a Healthy Nevada. (NRS 439.625) **Section 1** of this bill removes the Legislative Counsel Bureau from that role and instead requires the Legislative Counsel Bureau to provide research and assistance on fiscal matters at the request of a member of the Task Force who is a Legislator.

Section 2 of this bill sets out a procedure for the processing of grant applications by the Department on behalf of the Task Force.

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

Section 1. NRS 439.625 is hereby amended to read as follows: 439.625 1. The Task Force for the Fund for a Healthy Nevada is hereby created. The membership of the Task Force

4 consists of:





- (a) Three members appointed by the Majority Leader of the Senate, one of whom must be a Senator and one of whom must be a member of a nonprofit organization dedicated to health issues in this State:
- (b) Three members appointed by the Speaker of the Assembly, one of whom must be an Assemblyman and one of whom must be a member of a nonprofit organization dedicated to health issues in this State; and
- (c) Three members appointed by the Governor, one of whom must have experience with and knowledge of matters relating to health care.
- → Each member appointed pursuant to this subsection must be a resident of this State and must not be employed in the Executive or Judicial Branch of State Government. Each person who appoints members pursuant to this subsection shall ensure that insofar as practicable, the members whom he appoints reflect the ethnic and geographical diversity of this State.
- 2. At its first meeting on or after July 1 of each odd-numbered year, the Task Force shall select the Chairman and Vice Chairman of the Task Force from among the legislative members of the Task Force. Each such officer shall hold office for a term of 2 years or until his successor is selected. The chairmanship of the Task Force must alternate each biennium between the houses of the Legislature.
- 3. For each day or portion of a day during which a member of the Task Force who is a Legislator attends a meeting of the Task Force or is otherwise engaged in the work of the Task Force, except during a regular or special session of the Legislature, he is entitled to receive the:
- (a) Compensation provided for a majority of the members of the Legislature during the first 60 days of the preceding session;
- 31 (b) Per diem allowance provided for state officers and 32 employees generally; and
 - (c) Travel expenses provided pursuant to NRS 218.2207.
 - → The compensation, per diem allowances and travel expenses of the legislative members of the Task Force must be paid from the Legislative Fund.
 - 4. Members of the Task Force who are not Legislators serve without salary, except that they are entitled to receive travel expenses provided for state officers and employees generally. The travel expenses of:
 - (a) A member of the Task Force who is an officer or employee of a local government thereof must be paid by the local government that employs him.
 - (b) Each remaining member of the Task Force must be paid from the Legislative Fund.





- 5. Each member of the Task Force who is an officer or employee of a local government must be relieved from his duties without loss of his regular compensation so that he may perform his duties relating to the Task Force in the most timely manner practicable. A local government shall not require an officer or employee who is a member of the Task Force to:
- (a) Make up the time he is absent from work to fulfill his obligations as a member of the Task Force; or
 - (b) Take annual leave or compensatory time for the absence.
- 6. The [Legislative Counsel Bureau and the] Department shall provide such administrative support to the Task Force as is required to carry out the duties of the Task Force. The State Health Officer shall provide such technical advice and assistance to the Task Force as is requested by the Task Force. The Legislative Counsel Bureau shall provide research and assistance with fiscal matters at the request of a member of the Task Force who is a Legislator.
 - **Sec. 2.** NRS 439.630 is hereby amended to read as follows:

439.630 1. The Task Force for the Fund for a Healthy Nevada shall:

- (a) Conduct public hearings to accept public testimony from a wide variety of sources and perspectives regarding existing or proposed programs that:
 - (1) Promote public health;
- (2) Improve health services for children, senior citizens and persons with disabilities;
 - (3) Reduce or prevent the use of tobacco;
- (4) Reduce or prevent the abuse of and addiction to alcohol and drugs; and
- (5) Offer other general or specific information on health care in this State.
- (b) Establish a process to evaluate the health and health needs of the residents of this State and a system to rank the health problems of the residents of this State, including, without limitation, the specific health problems that are endemic to urban and rural communities.
- (c) Reserve not more than 30 percent of all revenues deposited in the Fund for a Healthy Nevada each year for direct expenditure by the Department to pay for prescription drugs, pharmaceutical services and, to the extent money is available, other benefits, including, without limitation, dental and vision benefits for senior citizens pursuant to NRS 439.635 to 439.690, inclusive. From the money reserved to the Department pursuant to this paragraph, the Department may subsidize any portion of the cost of providing prescription drugs, pharmaceutical services and, to the extent money is available, other benefits, including, without limitation, dental and





vision benefits to senior citizens pursuant to NRS 439.635 to 439.690, inclusive. The Department shall consider recommendations from the Task Force for the Fund for a Healthy Nevada in carrying out the provisions of NRS 439.635 to 439.690, inclusive. The Department shall submit a quarterly report to the Governor, the Task Force for the Fund for a Healthy Nevada and the Interim Finance Committee regarding the general manner in which expenditures have been made pursuant to this paragraph and the status of the program.

- (d) Reserve not more than 30 percent minus \$350,000 of all revenues deposited in the Fund for a Healthy Nevada each year for allocation by the Aging Services Division of the Department in the form of grants for existing or new programs that assist senior citizens with independent living, including, without limitation, programs that provide:
 - (1) Respite care or relief of family caretakers;
- (2) Transportation to new or existing services to assist senior citizens in living independently; and
- (3) Care in the home which allows senior citizens to remain at home instead of in institutional care.
- → The Aging Services Division of the Department shall consider recommendations from the Task Force for the Fund for a Healthy Nevada concerning the independent living needs of senior citizens.
- (e) Reserve not more than \$200,000 of all revenues deposited in the Fund for a Healthy Nevada each year for allocation by the Director to:
- (1) Provide guaranteed funding to finance assisted living facilities that satisfy the criteria for certification set forth in NRS 319.147; and
- (2) Fund assisted living facilities that satisfy the criteria for certification set forth in NRS 319.147 and assisted living supportive services that are provided pursuant to the provisions of the home and community-based services waiver which are amended pursuant to NRS 422.2708.
- → The Director shall develop policies and procedures for allocating money which is reserved pursuant to this paragraph.
- (f) Reserve \$150,000 of all revenues deposited in the Fund for a Healthy Nevada each year, if available, for allocation by the Aging Services Division of the Department in the form of contracts or grants for existing or new programs that provide dental benefits to persons who are domiciled in this State and are 62 years of age or older:
- (1) Who satisfy the residency requirement set forth in subsection 2 of NRS 439.665; and





- (2) Whose incomes are not over the amounts set forth in subsection 2 of NRS 439.665, as adjusted pursuant to the provisions of that section.
- (g) Allocate, by contract or grant, for expenditure not more than 20 percent of all revenues deposited in the Fund for a Healthy Nevada each year for programs that prevent, reduce or treat the use of tobacco and the consequences of the use of tobacco.
- (h) Allocate, by contract or grant, for expenditure not more than 10 percent of all revenues deposited in the Fund for a Healthy Nevada each year for programs that improve health services for children.
- (i) Allocate, by contract or grant, for expenditure not more than 7.5 percent of all revenues deposited in the Fund for a Healthy Nevada each year for programs that improve the health and wellbeing of persons with disabilities. In making allocations pursuant to this paragraph, the Task Force shall, to the extent practicable, allocate the money evenly among the following three types of programs:
- (1) Programs that provide respite for persons caring for persons with disabilities;
- (2) Programs that provide positive behavioral supports to persons with disabilities; and
- (3) Programs that assist persons with disabilities to live safely and independently in their communities outside of an institutional setting.
- (j) Reserve not more than 2.5 percent of all revenues deposited in the Fund for a Healthy Nevada each year for direct expenditure by the Department to subsidize any portion of the cost of providing prescription drugs and pharmaceutical services to persons with disabilities pursuant to NRS 439.705 to 439.795, inclusive. The Department shall consider recommendations from the Task Force for the Fund for a Healthy Nevada in carrying out the provisions of NRS 439.705 to 439.795, inclusive.
- (k) Maximize expenditures through local, federal and private matching contributions.
- (l) Ensure that any money expended from the Fund for a Healthy Nevada will not be used to supplant existing methods of funding that are available to public agencies.
- (m) Develop policies and procedures for the administration and distribution of contracts, grants and other expenditures to state agencies, political subdivisions of this State, nonprofit organizations, universities, state colleges and community colleges. A condition of any such contract or grant must be that not more than 8 percent of the contract or grant may be used for administrative





expenses or other indirect costs. The procedures must require at least one competitive round of requests for proposals per biennium.

- (n) To make the allocations required by paragraphs (g), (h) and (i):
 - (1) Prioritize and quantify the needs for these programs;
- (2) Develop, solicit and accept applications for allocations [;] and submit those applications to the Department for processing pursuant to subsection 6;
- (3) Conduct annual evaluations of programs to which allocations have been awarded; and
- (4) Submit annual reports concerning the programs to the Governor and the Interim Finance Committee.
- (o) Transmit a report of all findings, recommendations and expenditures to the Governor and each regular session of the Legislature.
- 2. The Task Force may take such other actions as are necessary to carry out its duties.
- 3. The Department shall take all actions necessary to ensure that all allocations for expenditures made by the Task Force are carried out as directed by the Task Force.
- 4. To make the allocations required by paragraphs (d) and (f) of subsection 1, the Aging Services Division of the Department shall:
- (a) Prioritize and quantify the needs of senior citizens for these programs;
 - (b) Develop, solicit and accept grant applications for allocations;
- (c) As appropriate, expand or augment existing state programs for senior citizens upon approval of the Interim Finance Committee;
 - (d) Award grants, contracts or other allocations;
- (e) Conduct annual evaluations of programs to which grants or other allocations have been awarded; and
- (f) Submit annual reports concerning the allocations made by the Aging Services Division pursuant to paragraphs (d) and (f) of subsection 1 to the Governor and the Interim Finance Committee.
- 5. The Aging Services Division of the Department shall submit each proposed grant or contract which would be used to expand or augment an existing state program to the Interim Finance Committee for approval before the grant or contract is awarded. The request for approval must include a description of the proposed use of the money and the person or entity that would be authorized to expend the money. The Aging Services Division of the Department shall not expend or transfer any money allocated to the Aging Services Division pursuant to this section to subsidize any portion of the cost of providing prescription drugs and pharmaceutical services to senior citizens pursuant to NRS 439.635 to 439.690, inclusive, or





to subsidize any portion of the cost of providing prescription drugs and pharmaceutical services to persons with disabilities pursuant to NRS 439.705 to 439.795, inclusive.

- 6. The Department, on behalf of the Task Force, shall process each application for an allocation pursuant to paragraph (g), (h) or (i) of subsection 1 and make recommendations to the Task Force for awards of money. Such recommendations must be based upon the priorities set by the Task Force pursuant to paragraph (n) of subsection 1. The Task Force may:
- (a) Approve or deny a recommendation made by the Department.
- (b) Allocate, from any unexpended funds available pursuant to paragraph (g), (h) or (i) of subsection 1, money for a program, study or evaluation that was not funded through the grant process or not recommended for funding by the Department.
- 7. The Department, on behalf of the Task Force, shall submit each allocation proposed pursuant to paragraph (g), (h) or (i) of subsection 1 which would be used to expand or augment an existing state program to the Interim Finance Committee for approval before the contract or grant is awarded. The request for approval must include a description of the proposed use of the money and the person or entity that would be authorized to expend the money.
 - **Sec. 3.** This act becomes effective on July 1, 2007.





