THE SIXTIETH DAY

CARSON CITY (Thursday), April 2, 2015

Senate called to order at 11:42 a.m.

President Hutchison presiding.

Roll called.

All present except Senator Smith, who was excused.

Prayer by the Chaplain, Lieutenant Mark Cyr.

God, our Father, Lord, we thank You for our freedom to stand here and pray to You. We thank You Father that You are concerned for the future of our State and the direction that our leaders will take us. Father help our leaders seek and find Your direction for our State and its people. Give them vision and unity. Help them stand together in integrity for what You would see as the direction our State should go and what is important for its future.

Father, we pray these things in the precious Name of Jesus.

AMEN.

Pledge of Allegiance to the Flag.

By previous order of the Senate, the reading of the Journal is dispensed with, and the President and Secretary are authorized to make the necessary corrections and additions.

REPORTS OF COMMITTEES

Mr. President:

Your Committee on Commerce, Labor and Energy, to which were referred Senate Bills Nos. 24, 181, has had the same under consideration, and begs leave to report the same back with the recommendation: Amend, and do pass as amended.

JAMES A. SETTELMEYER, Chair

Mr. President:

Your Committee on Education, to which were referred Senate Bills Nos. 25, 126, 128, 236, has had the same under consideration, and begs leave to report the same back with the recommendation: Amend, and do pass as amended.

BECKY HARRIS, Chair

Mr. President:

Your Committee on Finance, to which was re-referred Senate Bill No. 505, has had the same under consideration, and begs leave to report the same back with the recommendation: Do pass.

BEN KIECKHEFER, Chair

Mr. President:

Your Committee on Government Affairs, to which were referred Senate Bills Nos. 213, 271, has had the same under consideration, and begs leave to report the same back with the recommendation: Amend, and do pass as amended.

Also, your Committee on Government Affairs, to which were referred Senate Bills Nos. 392, 424, has had the same under consideration, and begs leave to report the same back with the recommendation: Re-refer to the Committee on Finance.

PETE GOICOECHEA, Chair

Mr. President:

Your Committee on Judiciary, to which was referred Senate Bill No. 59, has had the same under consideration, and begs leave to report the same back with the recommendation: Amend, and do pass as amended.

GREG BROWER. Chair

Mr. President:

Your Committee on Legislative Operations and Elections, to which was referred Senate Bill No. 322, has had the same under consideration, and begs leave to report the same back with the recommendation: Do pass.

PATRICIA FARLEY, Chair

Mr. President:

Your Committee on Natural Resources, to which was referred Senate Bill No. 281, has had the same under consideration, and begs leave to report the same back with the recommendation: Amend, and do pass as amended.

DONALD G. GUSTAVSON, Chair

Mr. President:

Your Committee on Transportation, to which was referred Senate Bill No. 376, has had the same under consideration, and begs leave to report the same back with the recommendation: Do pass.

Also, your Committee on Transportation, to which were referred Senate Bills Nos. 43, 121, 263, has had the same under consideration, and begs leave to report the same back with the recommendation: Amend, and do pass as amended.

SCOTT HAMMOND, Chair

MESSAGES FROM THE ASSEMBLY

ASSEMBLY CHAMBER, Carson City, April 1, 2015

To the Honorable the Senate:

I have the honor to inform your honorable body that the Assembly on this day passed Senate Bills Nos. 20, 34, 41, 45; Assembly Bills Nos. 202, 251; Assembly Joint Resolution No. 4

Also, I have the honor to inform your honorable body that the Assembly on this day passed, as amended, Assembly Bills Nos. 27, 37, 61, 165; Assembly Joint Resolution No. 2.

CAROL AIELLO-SALA
Assistant Chief Clerk of the Assembly

WAIVERS AND EXEMPTIONS NOTICE OF EXEMPTION

April 2, 2015

The Fiscal Analysis Division, pursuant to Joint Standing Rule No. 14.6, has determined the eligibility for exemption of: Senate Bills Nos. 6, 215, 302, 321, 323, 325, 331, 334, 336, 338, 342, 345, 346, 348, 357, 361, 363, 371, 378, 379, 386, 387, 394, 396, 397, 398.

MARK KRMPOTIC
Fiscal Analysis Division

MOTIONS, RESOLUTIONS AND NOTICES

Senator Goicoechea moved that Senate Bill No 392, just reported out of Committee, be re-referred to the Committee on Finance.

Motion carried.

Senator Goicoechea moved that Senate Bill No 424, just reported out of Committee, be re-referred to the Committee on Finance.

Motion carried.

Assembly Joint Resolution No. 2.

Senator Kieckhefer moved that the resolution be referred to the Committee on Natural Resources.

Motion carried.

Assembly Joint Resolution No. 4.

Senator Kieckhefer moved that the resolution be referred to the Committee on Legislative Operations and Elections.

Motion carried.

Senator Roberson moved that Senate Bill No. 240 be taken from the Secretary's desk and placed at the bottom of the General File.

Motion carried.

INTRODUCTION, FIRST READING AND REFERENCE

Assembly Bill No. 27.

Senator Kieckhefer moved that the bill be referred to the Committee on Education.

Motion carried.

Assembly Bill No. 37.

Senator Kieckhefer moved that the bill be referred to the Committee on Natural Resources.

Motion carried.

Assembly Bill No. 61.

Senator Kieckhefer moved that the bill be referred to the Committee on Legislative Operations and Elections.

Motion carried.

Assembly Bill No. 165.

Senator Kieckhefer moved that the bill be referred to the Committee on Revenue and Economic Development.

Motion carried.

Assembly Bill No. 202.

Senator Kieckhefer moved that the bill be referred to the Committee on Government Affairs.

Motion carried.

Assembly Bill No. 251.

Senator Kieckhefer moved that the bill be referred to the Committee on Transportation.

Motion carried.

SECOND READING AND AMENDMENT

Senate Bill No. 40.

Bill read second time.

The following amendment was proposed by the Committee on Judiciary:

Amendment No. 49.

SUMMARY—Prohibits certain acts relating to wagering. (BDR 41-353)

AN ACT relating to gaming; prohibiting certain acts related to wagering; providing a penalty; and providing other matters properly relating thereto. Legislative Counsel's Digest:

Existing law provides that it is unlawful for a person to perform certain actions relating to gaming without having first procured, and thereafter maintaining, all required gaming licenses. (NRS 463.160) This bill additionally provides that it is unlawful for a person to : (1) receive any compensation or reward, or any percentage or share of the money or property played, for $\frac{1}{1}$ accepting or facilitating the acceptance of a bet or wager on the result of any [race,] event held at a track involving a horse or other animal, sporting event or [future contingent] other event, without having first procured, and thereafter maintaining, all required gaming licenses; (2) [accepting] accept or [facilitating] facilitate a bet or wager on the result of any frace.] event held at a track involving a horse or other animal, sporting event or [future contingent] other event that is placed [on behalf of] with a person who receives any compensation or reward, or any percentage or share of the money or property played, for accepting or facilitating such a bet or wager without having first procured, and thereafter maintaining, all required gaming licenses; fand or (3) [transmitting] transmit or [delivering] deliver anything of value resulting from a bet or wager on the result of any [race,] event held at a track involving a horse or other animal, sporting event or future contingent other event with for on behalf of a person who receives any compensation or reward, or any percentage or share of the money or property played, for accepting or facilitating such a bet or wager without having first procured, and thereafter maintaining, all required gaming licenses. A person who violates any such provision is guilty of a category B felony.

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

Section 1. Chapter 465 of NRS is hereby amended by adding thereto a new section to read as follows:

- 1. Except as otherwise provided by law, it is unlawful for a person to receive, directly or indirectly, any compensation or reward, or any percentage or share of the money or property played, for $\underline{+}$
- (a) Accepting] accepting or facilitating the acceptance of any bet or wager upon the result of any [race,] event held at a track involving a horse or other animal, sporting event or [future contingent] other event, as defined by regulations adopted by the Nevada Gaming Commission, without having first procured, and thereafter maintaining in effect, all federal, state, county and municipal gaming licenses as required by statute, regulation or ordinance or by the governing body of any unincorporated town.

[(b) Accepting or facilitating]

2. Except as otherwise provided by law, it is unlawful for a person to:

- (a) Accept or facilitate any bet or wager that is placed with for on behalf off a person described in fparagraph (a).
- (c) Transmitting] subsection 1; or
- (b) Transmit or [delivering] deliver anything of value resulting from a bet or wager to a person who has placed a bet or wager with [or on behalf of] a person described in [paragraph (a).
- 2. A person who violates any provision of this section is guilty of a eategory 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 6 years, or by a fine of not more than \$5,000, or by both fine and imprisonment.] subsection 1.
- 3. The provisions of this section do not make it unlawful for a race book or sports pool that is licensed pursuant to chapter 463 of NRS to, without knowledge, accept a bet or wager from or pay a winning bet or wager to a person described in subsection 1 or 2.
 - Sec. 2. NRS 465.088 is hereby amended to read as follows:
- 465.088 1. A person who violates any provision of NRS 465.070 to 465.085, inclusive, *and section 1 of this act*, is guilty of a category B felony and shall be punished:
- (a) For the first offense, by imprisonment in the state prison for a minimum term of not less than 1 year and a maximum term of not more than 6 years, or by a fine of not more than \$10,000, or by both fine and imprisonment.
- (b) For a second or subsequent violation of any of these provisions, by imprisonment in the state prison for a minimum term of not less than 1 year and a maximum term of not more than 6 years, and may be further punished by a fine of not more than \$10,000. The court shall not suspend a sentence of imprisonment imposed pursuant to this paragraph, or grant probation to the person convicted.
- 2. A person who attempts, or two or more persons who conspire, to violate any provision of NRS 465.070 to 465.085, inclusive, <u>and section 1 of this act</u>, each is guilty of a category B felony and shall be punished by imposing the penalty provided in subsection 1 for the completed crime, whether or not he or she personally played any gambling game or used any prohibited device.

Senator Brower moved the adoption of the amendment.

Remarks by Senator Brower.

The amendment clarifies that the activity described in the bill is related to race books, sports pools, illegal bookmaking and those who facilitate illegal bookmaking.

It also clarifies that the bill's provisions do not apply to a gaming licensee who unknowingly accepts a wager from or pays winnings to a person whose actions are unlawful.

Finally, the amendment revises the bill to comport with other sections of *Nevada Revised Statutes* regarding category B felony provisions.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 44.

Bill read second time.

The following amendment was proposed by the Committee on Natural Resources:

Amendment No. 120.

SUMMARY—Makes various changes to provisions related to oil and natural gas. (BDR 46-344)

AN ACT relating to minerals; [removing the statutory limits on] revising provisions relating to certain fees [relating to] for permits to drill and operate oil and natural gas [;] wells; making various other changes to provisions relating to oil and natural gas; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires the Commission on Mineral Resources to prescribe by regulation a fee, not to exceed \$200, for a permit to drill a well in search of oil or gas. (NRS 522.050) Section [1] 1.5 of this bill [removes the \$200] : (1) revises the statutory limit on the fee for such a permit; (2) establishes a statutory limit on the fee for a request to change the terms of an existing permit; and (3) authorizes the Commission to include in [the fee] such fees the reasonable administrative costs of the Division of Minerals of the Commission relating to the filing and examination of applications for such permits [1] and requests.

Existing law requires the Commission to prescribe by regulation a fee, not to exceed 20 cents for each barrel of oil or each 50,000 cubic feet of natural gas produced from a well in this State, which must be assessed against the producer of the oil or natural gas. (NRS 522.150) Section 2 of this bill raises the statutory limit on the fee from 20 cents to [50] 30 cents.

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

Section 1. Chapter 522 of NRS is hereby amended by adding thereto a new section to read as follows:

"Hydraulic fracturing" or "hydraulically fractured" means the process of pumping a fluid into or under the surface of the ground to create fractures in the rock to facilitate the production or recovery of oil or gas.

Sec. 1.3. NRS 522.020 is hereby amended to read as follows:

522.020 As used in this chapter, unless the context otherwise requires, the words and terms defined in NRS 522.021 to 522.0395, inclusive, <u>and section 1 of this act</u> have the meanings ascribed to them in those sections.

[Section 1.] Sec. 1.5. NRS 522.050 is hereby amended to read as follows:

522.050 1. A person [desiring to drill a well in search of] shall not drill or operate an oil or gas [shall notify] well unless he or she first obtains a permit from the Division [of that intent on a form prescribed by the Division and shall pay a fee in an amount established pursuant to subsection 2 for a permit for each well. Upon receipt of] pursuant to this section.

- 2. Every person desiring to drill and operate an oil or gas well <u>or</u> requesting a change in the terms of an existing permit to drill and operate an oil or gas well must:
- (a) Submit an application for a permit or for a request to change the terms of an existing permit, as applicable, to the Division on the form prescribed by the Division; and
 - (b) Pay the applicable fee prescribed pursuant to subsection 3.
- 3. The Commission on Mineral Resources shall prescribe by regulation fafeef the fees for a permit to drill and operate an oil or gas well for a request to change the terms of an existing permit. The amount of fixed each fee prescribed by the Commission may include the reasonable administrative costs of the Division relating to the filing and examination of applications for such permits for for requests for changes in the terms of such existing permits, as applicable, but the amount of the fee must not exceed:
- (a) For a permit to drill and operate an oil or gas well that is not intended to be hydraulically fractured, \$2,000.
- (b) For a permit to drill and operate an oil or gas well that is intended to be hydraulically fractured, \$5,000.
- (c) For a request to change the terms of an existing permit to drill and operate an oil or gas well, \$400.
- 4. The Division shall, as soon as practicable after receiving the [notification and fee, the Division shall promptly] proper application and fee, issue to the person a <u>permit or change the terms of an existing</u> permit, to drill, as applicable, unless the drilling or operation of the well is [contrary to] prohibited by any law or [a] regulation or order of the Division. [The drilling of a well is prohibited until a permit to drill is obtained in accordance with the provisions of this chapter.
- 2. The Commission on Mineral Resources shall, by regulations, establish the fee required pursuant to subsection 1 in an amount not to exceed \$200 per permit.]
- 5. The Division shall deposit with the State Treasurer, for credit to the Account for the Division of Minerals created pursuant to NRS 513.103, all money received pursuant to subsection 2.
 - Sec. 1.7. NRS 522.119 is hereby amended to read as follows:
- 522.119 1. The Division of Minerals and the Division of Environmental Protection shall, jointly, develop a hydraulic fracturing program to:
- (a) Assess the effects of hydraulic fracturing on the waters of the State of Nevada;
- (b) Require a person who engages in hydraulic fracturing to disclose each chemical used to engage in hydraulic fracturing; and
- (c) Provide for notice to members of the general public concerning activities relating to hydraulic fracturing in this state.
- 2. The Commission on Mineral Resources shall adopt regulations to implement the hydraulic fracturing program required by subsection 1.

- 3. As used in this section, $\frac{1}{12}$
- (a)] "Division of Environmental Protection" means the Division of Environmental Protection of the State Department of Conservation and Natural Resources.
- [(b) "Hydraulic fracturing" means the process of pumping a fluid into or under the surface of the ground to create fractures in the rock to facilitate the production or recovery of oil or gas.]
 - Sec. 2. NRS 522.150 is hereby amended to read as follows:
- 522.150 1. Any expenses in connection with Nevada's affiliation with the Interstate Oil *and Gas* Compact Commission must be paid from the Account for the Division of Minerals created pursuant to NRS 513.103.
- 2. [To pay] For the purpose of paying the expenses of the Division, [every] each producer of oil or natural gas in this state shall, on or before the last day of each month, report to the Division and the State Treasurer [his or her] the producer's production in this state of oil in barrels and of natural gas in thousands of cubic feet during the immediately preceding month, and [at the same time] shall pay to the Division, concurrently with the submission of the report, a fee in an amount established pursuant to subsection 3 on each barrel of oil and each 50,000 cubic feet of natural gas produced and marketed by the producer during the immediately preceding month. The Division shall deposit with the State Treasurer, for credit to the Account for the Division of Minerals, all money received pursuant to this subsection. [Every] Each person purchasing such oil or natural gas is liable for the payment of the fee for each barrel of oil or each 50,000 cubic feet of natural gas, unless [it] the fee has been paid by the producer.
- 3. The Commission on Mineral Resources shall, by regulation, establish the administrative fee required pursuant to subsection 2 in an amount not to exceed [20] [50] 30 cents for each barrel of oil or each 50,000 cubic feet of natural gas.
 - Sec. 3. This act becomes effective on July 1, 2015.

Senator Gustavson moved the adoption of the amendment.

Remarks by Senator Gustavson.

The amendment provides caps on fees that may be prescribed by the Commission on Mineral Resources for permits to drill oil or gas wells. Specifically, the amendment provides that fees may not exceed: \$2,000 for a permit to drill and operate a conventional well; \$5,000 for a permit to drill and operate a well, intended to be hydraulically fractured; \$400 for a request to change the terms of a permit; and the administrative fee may not exceed 30 cents per barrel of oil or 50,000 cubic feet of natural gas.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 74.

Bill read second time.

The following amendment was proposed by the Committee on Revenue and Economic Development:

Amendment No. 160.

SUMMARY—Revises provisions governing the abatement of certain taxes for economic development purposes. (BDR 32-293)

AN ACT relating to taxation; revising provisions governing the partial abatement of taxes for new or expanding businesses; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Under existing law, a person who intends to locate or expand a business in Nevada may apply to the Office of Economic Development for a partial abatement of one or more of the taxes imposed on the new or expanded business. (NRS 360.750, 361.0687, 363B.120, 374.357) Sections 1, 3 and 4 of this bill amend provisions governing this partial abatement to: (1) require an applicant to offer primary jobs to be eligible for the partial abatement; (2) require an applicant to provide an estimate of the total number of new employees which the applicant anticipates hiring in this State by the eighth calendar quarter following the effective date of the abatement, if the Office approves the application for the partial abatement; (3) require the agreement between the Office and the applicant to state the effective date of the abatement, as agreed to by the Office and the applicant, and to state that the applicant will offer primary jobs; (4) require that an applicant meet certain employment requirements by the eighth calendar quarter, rather than the fourth calendar quarter, following the calendar quarter in which the abatement becomes effective; (5) provide that only wages paid to new employees in this State are considered when determining whether an applicant satisfies the requirement that the average hourly wage paid to employees in this State exceeds the required amount; (6) fremove the requirement that the Office establish by regulation the minimum level of health care benefits that a business must provide to its employees to be eligible for a partial abatement; (7)] limit the amount of the partial abatement when the average hourly wage paid by the business to its new employees will be less than a designated percentage of the average state or county hourly wage; and [(8)] (7) prohibit the Office from approving certain partial abatements when the average hourly wage paid by the business to its new employees will be less than a designated percentage of the average state or county hourly wage.

Sections 2 and 5-8 of this bill make conforming changes to the provisions of existing law governing other partial abatements from certain taxes to [: (1)] provide that the agreements for these partial abatements state an effective date for the abatement, as agreed to by the Office and the applicant. [; and (2) remove the requirement that the Office establish by regulation the minimum level of benefits that a business must provide to its employees to be eligible for a partial abatement.]

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

Section 1. NRS 360.750 is hereby amended to read as follows:

- 360.750 1. A person who intends to locate or expand a business in this State may apply to the Office of Economic Development pursuant to this section for a partial abatement of one or more of the taxes imposed on the new or expanded business pursuant to chapter 361, 363B or 374 of NRS.
- 2. The Office of Economic Development shall approve an application for a partial abatement pursuant to this section if the Office makes the following determinations:
 - (a) The business offers primary jobs and is consistent with:
- (1) The State Plan for Economic Development developed by the Executive Director of the Office of Economic Development pursuant to subsection 2 of NRS 231.053; and
- (2) Any guidelines adopted by the Executive Director of the Office to implement the State Plan for Economic Development.
 - (b) The applicant has executed an agreement with the Office which must:
 - (1) Comply with the requirements of NRS 360.755;
- (2) State the date on which the abatement becomes effective, as agreed to by the applicant and the Office, which must not be earlier than the date on which the Office received the application;
- (3) State that the business will, after the date on which the abatement becomes effective, continue in operation in this State for a period specified by the Office, which must be at least 5 years, and will continue to meet the eligibility requirements set forth in this subsection; [and]
- $-(3)^{-}$
 - (4) State that the business will offer primary jobs; and
- (5) Bind the successors in interest of the business for the specified period.
- (c) The business is registered pursuant to the laws of this State or the applicant commits to obtain a valid business license and all other permits required by the county, city or town in which the business operates.
- (d) Except as otherwise provided in NRS 361.0687, if the business is a new business in a county whose population is 100,000 or more or a city whose population is 60,000 or more, the business meets at least two of the following requirements:
- (1) The business will have 50 or more full-time employees on the payroll of the business by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective who will be employed at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective.
- (2) Establishing the business will require the business to make, not later than the date which is 2 years after the date on which the abatement becomes effective, a capital investment of at least \$1,000,000 in this State in capital assets that will be retained at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective.

- (3) The average hourly wage that will be paid by the new business to its *new* employees in this State is at least 100 percent of the average statewide hourly wage as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year and:
- (I) The business will, by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective, provide a health insurance plan for all employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The [cost to the business for the] health care benefits the business provides to its employees in this State will meet the minimum requirements for health care benefits established by the Office . [by regulation pursuant to subsection 8.]
- (e) Except as otherwise provided in NRS 361.0687, if the business is a new business in a county whose population is less than 100,000 or a city whose population is less than 60,000, the business meets at least two of the following requirements:
- (1) The business will have 10 or more full-time employees on the payroll of the business by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective who will be employed at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective.
- (2) Establishing the business will require the business to make, not later than the date which is 2 years after the date on which the abatement becomes effective, a capital investment of at least \$250,000 in this State in capital assets that will be retained at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective.
- (3) The average hourly wage that will be paid by the new business to its *new* employees in this State is at least 100 percent of the average statewide hourly wage or the average countywide hourly wage, whichever is less, as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year and:
- (I) The business will, by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective, provide a health insurance plan for all employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The $\frac{\text{cost to the business for the}}{\text{business for the}}$ health care benefits the business provides to its employees in this State will meet the minimum requirements for health care benefits established by the Office . $\frac{\text{by regulation pursuant to subsection 8.1}}{\text{business for the}}$
- (f) If the business is an existing business, the business meets at least two of the following requirements:
 - (1) For a business in:

- (I) A county whose population is 100,000 or more or a city whose population is 60,000 or more, the business will, by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective, increase the number of employees on its payroll in that county or city by 10 percent more than it employed in the fiscal year immediately preceding the fiscal year in which the abatement becomes effective or by twenty-five employees, whichever is greater, who will be employed at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective; or
- (II) A county whose population is less than 100,000 or a city whose population is less than 60,000, the business will, by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective, increase the number of employees on its payroll in that county or city by 10 percent more than it employed in the fiscal year immediately preceding the fiscal year in which the abatement becomes effective or by six employees, whichever is greater, who will be employed at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective.
- (2) The business will expand by making a capital investment in this State, not later than the date which is 2 years after the date on which the abatement becomes effective, in an amount equal to at least 20 percent of the value of the tangible property possessed by the business in the fiscal year immediately preceding the fiscal year in which the abatement becomes effective, and the capital investment will be in capital assets that will be retained at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective. The determination of the value of the tangible property possessed by the business in the immediately preceding fiscal year must be made by the:
- (I) County assessor of the county in which the business will expand, if the business is locally assessed; or
 - (II) Department, if the business is centrally assessed.
- (3) The average hourly wage that will be paid by the existing business to its new employees in this State is at least the amount of the average hourly wage required to be paid by businesses pursuant to subparagraph (2) of either paragraph (a) or (b) of subsection 2 of NRS 361.0687, whichever is applicable, and:
- (I) The business will, by the [fourth] eighth calendar quarter following the calendar quarter in which the abatement becomes effective, provide a health insurance plan for all new employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The [cost to the business for the] health care benefits the business provides to its new employees in this State will meet the minimum

requirements for health care benefits established by the Office. [by regulation pursuant to subsection 8.]

- (g) The applicant has provided in the application an estimate of the total number of new employees which the business anticipates hiring in this State by the eighth calendar quarter following the calendar quarter in which the abatement becomes effective if the Office approves the application.
- 3. Notwithstanding the provisions of subsection 2, the Office of Economic Development:
- (a) Shall not consider an application for a partial abatement pursuant to this section unless the Office has requested a letter of acknowledgment of the request for the abatement from any affected county, school district, city or town.
- (b) Shall consider the level of health care benefits provided by the business to its employees, the projected economic impact of the business and the projected tax revenue of the business after deducting projected revenue from the abated taxes.
 - (c) May, if the Office determines that such action is necessary:
- (1) Approve an application for a partial abatement pursuant to this section by a business that does not meet the requirements set forth in paragraph (d), (e) or (f) of subsection 2;
- (2) Make the requirements set forth in paragraph (d), (e) or (f) of subsection 2 more stringent; or
- (3) Add additional requirements that a business must meet to qualify for a partial abatement pursuant to this section.
- 4. Notwithstanding any other provision of law, the Office of Economic Development shall not approve an application for a partial abatement pursuant to this section if:
- (a) The applicant intends to locate or expand in a county in which the rate of unemployment is 6 percent or more and the average hourly wage that will be paid by the applicant to its new employees in this State is less than [60] 65 percent of the average statewide hourly wage, for the average eountywide hourly wage, whichever is less,] as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year.
- (b) The applicant intends to locate or expand in a county in which the rate of unemployment is less than 6 percent and the average hourly wage that will be paid by the applicant to its new employees in this State is less than [75] 80 percent of the average statewide hourly wage, for the average countywide hourly wage, whichever is less,] as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year.
- 5. Notwithstanding any other provision of law, if the Office of Economic Development approves an application for a partial abatement pursuant to this section, in determining the types of taxes imposed on a new or expanded

business for which the partial abatement will be approved and the amount of the partial abatement:

- (a) If the new or expanded business is located in a county in which the rate of unemployment is 6 percent or more and the average hourly wage that will be paid by the business to its new employees in this State is less than [75] 80 percent of the average statewide hourly wage. For the average countywide hourly wage, whichever is less,] as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year, the Office shall not:
- (1) Approve an abatement of the taxes imposed pursuant to chapter 361 of NRS which exceeds 25 percent of the taxes on personal property payable by the business each year.
- (2) Approve an abatement of the taxes imposed pursuant to chapter 363B of NRS which exceeds 25 percent of the amount of tax otherwise due pursuant to NRS 363B.110.
- (b) If the new or expanded business is located in a county in which the rate of unemployment is less than 6 percent and the average hourly wage that will be paid by the business to its new employees in this State is less than 100 percent of the average statewide hourly wage__, for the average countywide hourly wage, whichever is less,] as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year, the Office shall not:
- (1) Approve an abatement of the taxes imposed pursuant to chapter 361 of NRS which exceeds 25 percent of the taxes on personal property payable by the business each year.
- (2) Approve an abatement of the taxes imposed pursuant to chapter 363B of NRS which exceeds 25 percent of the amount of tax otherwise due pursuant to NRS 363B.110.
- (3) Approve an abatement of the taxes imposed pursuant to chapter 374 of NRS which exceeds the local sales and use taxes. As used in this subparagraph, "local sales and use taxes" means the taxes imposed on the gross receipts of any retailer from the sale of tangible personal property sold at retail, or stored, used or otherwise consumed, in the political subdivision in which the new or expanded business is located, except the taxes imposed by the Sales and Use Tax Act and the Local School Support Tax Law.
- 6. If the Office of Economic Development approves an application for a partial abatement pursuant to this section, the Office shall immediately forward a certificate of eligibility for the abatement to:
 - (a) The Department;
 - (b) The Nevada Tax Commission; and
- (c) If the partial abatement is from the property tax imposed pursuant to chapter 361 of NRS, the county treasurer.
- [5.] 7. An applicant for a partial abatement pursuant to this section or an existing business whose partial abatement is in effect shall, upon the request of the Executive Director of the Office of Economic Development, furnish

the Executive Director with copies of all records necessary to verify that the applicant meets the requirements of subsection 2.

- [6.] 8. If a business whose partial abatement has been approved pursuant to this section and is in effect ceases:
 - (a) To meet the requirements set forth in subsection 2; or
- (b) Operation before the time specified in the agreement described in paragraph (b) of subsection 2,
- → the business shall repay to the Department or, if the partial abatement was from the property tax imposed pursuant to chapter 361 of NRS, to the county treasurer, the amount of the exemption that was allowed pursuant to this section before the failure of the business to comply unless the Nevada Tax Commission determines that the business has substantially complied with the requirements of this section. Except as otherwise provided in NRS 360.232 and 360.320, the business shall, in addition to the amount of the exemption required to be paid pursuant to this subsection, pay interest on the amount due at the rate most recently established pursuant to NRS 99.040 for each month, or portion thereof, from the last day of the month following the period for which the payment would have been made had the partial abatement not been approved until the date of payment of the tax.
 - [7.] 9. A county treasurer:
- (a) Shall deposit any money that he or she receives pursuant to subsection $\frac{6}{6}$ 8 in one or more of the funds established by a local government of the county pursuant to NRS 354.6113 or 354.6115; and
- (b) May use the money deposited pursuant to paragraph (a) only for the purposes authorized by NRS 354.6113 and 354.6115.
 - [8.] 10. The Office of Economic Development [:
- $\underline{\hspace{0.5cm}}$ (a) Shall adopt regulations relating to the minimum level of health care benefits that a business must provide to its employees; and
- —(b) May] may adopt such [other] regulations as the Office of Economic Development determines to be necessary to carry out the provisions of this section and NRS 360.755.
 - [9.] 11. The Nevada Tax Commission:
 - (a) Shall adopt regulations regarding:
- (1) The capital investment that a new business must make to meet the requirement set forth in paragraph (d) or (e) of subsection 2; and
- (2) Any security that a business is required to post to qualify for a partial abatement pursuant to this section.
- (b) May adopt such other regulations as the Nevada Tax Commission determines to be necessary to carry out the provisions of this section and NRS 360.755.
- [10.] 12. An applicant for a partial abatement pursuant to this section who is aggrieved by a final decision of the Office of Economic Development may petition for judicial review in the manner provided in chapter 233B of NRS.
 - *13.* For the purposes of this section_ *\in \in \in*

- (a) An], an employee is a "full-time employee" if he or she is in a permanent position of employment and works an average of 30 hours per week during the applicable period set forth in subsection 2.
- [(b) Except as otherwise provided in this paragraph, "primary jobs" are positions of employment offered by a business, the compensation for which is obtained from revenue that is generated outside this State. The Executive Director of the Office of Economic Development or the Board of Economic Development may approve additional positions of employment as primary iohs.]
 - Sec. 2. NRS 360.752 is hereby amended to read as follows:
- 360.752 1. A person who intends to locate or expand a business in this State may apply to the Office of Economic Development pursuant to this section for a partial abatement of the tax imposed on the new or expanded business pursuant to chapter 361 of NRS.
- 2. The Office of Economic Development shall approve an application for a partial abatement pursuant to this section if the Office makes the following determinations:
- (a) The business is in one or more of the industry sectors for economic development promoted, identified or otherwise approved by the Governor's Workforce Investment Board described in NRS 232.935.
 - (b) The business is consistent with:
- (1) The State Plan for Economic Development developed by the Executive Director of the Office of Economic Development pursuant to subsection 2 of NRS 231.053; and
- (2) Any guidelines adopted by the Executive Director of the Office to implement the State Plan for Economic Development.
 - (c) The applicant has executed an agreement with the Office which must:
 - (1) Comply with the requirements of NRS 360.755;
- (2) Require the business to submit to the Department the reports required by paragraph (c) of subsection 1 of NRS 218D.355;
- (3) State the agreed terms of the partial abatement, which must comply with the requirements of subsection 4;
- (4) State the date on which the abatement becomes effective, as agreed to by the applicant and the Office, which must not be earlier than the date on which the Office received the application;
- (5) State that the business will, after the date on which a certificate of eligibility for the abatement is issued pursuant to subsection 5, continue in operation in this State for a period specified by the Office, which must be at least 5 years, and will continue to meet the eligibility requirements set forth in this subsection; and
- $\frac{[(5)]}{(6)}$ (6) Bind the successors in interest of the business for the specified period.
- (d) The business is registered pursuant to the laws of this State or the applicant commits to obtain a valid business license and all other permits required by the county, city or town in which the business operates.

- (e) The business does not receive:
- (1) Any funding from a governmental entity, other than any private activity bonds as defined in 26 U.S.C. § 141; or
- (2) Any real or personal property from a governmental entity at no cost or at a reduced cost.
 - (f) The business meets the following requirements:
- (1) The business makes a capital investment of at least \$1,000,000 in a program of the University of Nevada, Reno, the University of Nevada, Las Vegas, or the Desert Research Institute to be used in support of research, development or training related to the field of endeavor of the business.
- (2) The business will employ 15 or more full-time employees for the duration of the abatement.
- (3) The business will employ two or more graduate students from the program in which the capital investment is made on a part-time basis during years 2 through 5, inclusive, of the abatement.
- (4) The average hourly wage that will be paid by the business to its *new* employees in this State is at least 100 percent of the average statewide hourly wage or the average countywide hourly wage, whichever is less, as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year and:
- (I) The business will provide a health insurance plan for all full-time employees that includes an option for health insurance coverage for dependents of those employees, or will abide by all applicable provisions of the Patient Protection and Affordable Care Act, Public Law 111-148, or both; and
- (II) The [cost to the business for the] benefits the business provides to its employees in this State will meet the minimum requirements for benefits established by the Office . [by regulation pursuant to subsection 9.]
 - (5) The business submits with its application for a partial abatement:
- (I) A letter of support from the institution in which the capital investment is made, which is signed by the chief administrative officer of the institution and the director or chair of the program or the appropriate department, and which includes, without limitation, a summary of the financial and other resources the business will provide to the program and an agreement that the institution will provide to the Office periodic reports, at such times and containing such information as the Office may require, regarding the use of those resources; and
- (II) A letter of support which is signed by the chair of the board of directors of the regional economic development authority within whose jurisdiction the institution is located and which includes, without limitation, a summary of the role the business will play in diversifying the economy and, if applicable, in achieving the broader goals of the regional economic development authority for economic development and diversification.
- (g) In lieu of meeting the requirements of paragraph (f), the business meets the following requirements:

- (1) The business makes a capital investment of at least \$500,000 in the Nevada State College or an institution of the Nevada System of Higher Education other than those set forth in subparagraph (1) of paragraph (f), to be used in support of college certification or in support of research or training related to the field of endeavor of the business.
- (2) The business will employ 15 or more full-time employees for the duration of the abatement.
- (3) The business will employ two or more students from the college or institution in which the capital investment is made on a full-time basis during years 2 through 5, inclusive, of the abatement.
- (4) The average hourly wage that will be paid by the business to its *new* employees in this State is at least 100 percent of the average statewide hourly wage or the average countywide hourly wage, whichever is less, as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year and:
- (I) The business will provide a health insurance plan for all full-time employees that includes an option for health insurance coverage for dependents of those employees, or will abide by all applicable provisions of the Patient Protection and Affordable Care Act, Public Law 111-148, or both; and
- (II) The [cost to the business for the] benefits the business provides to its employees in this State will meet the minimum requirements for benefits established by the Office. [by regulation pursuant to subsection 9.]
 - (5) The business submits with its application for a partial abatement:
- (I) A letter of support from the college or institution in which the capital investment is made, which is signed by the chief administrative officer of the college or institution and which includes, without limitation, a summary of the financial and other resources the business will provide to the program and an agreement that the college or institution will provide to the Office periodic reports, at such times and containing such information as the Office may require, regarding the use of those resources; and
- (II) A letter of support which is signed by the chair of the board of directors of the regional economic development authority within whose jurisdiction the college or institution is located and which includes, without limitation, a summary of the role the business will play in diversifying the economy and, if applicable, in achieving the broader goals of the regional economic development authority for economic development and diversification.
- 3. Notwithstanding the provisions of subsection 2, the Office of Economic Development:
- (a) Shall furnish to the board of county commissioners of each affected county a copy of each application for a partial abatement pursuant to this section.
- (b) Shall not consider an application for a partial abatement pursuant to this section unless the Office has requested a letter of acknowledgment of the

request for the abatement from any affected county, school district, city or town.

- (c) Shall not approve an application for a partial abatement pursuant to this section unless the abatement is approved or deemed approved as described in this paragraph. The board of county commissioners of each affected county must approve or deny the application not later than 30 days after the board of county commissioners receives a copy of the application as described in paragraph (a). If the board of county commissioners does not approve or deny the application within 30 days after the board of county commissioners receives a copy of the application, the application shall be deemed approved.
- (d) May, if the Office determines that such action is necessary add additional requirements that a business must meet to qualify for a partial abatement pursuant to this section.
- 4. If the Office of Economic Development approves an application for a partial abatement pursuant to this section:
 - (a) The total amount of the abatement must not exceed;
- (1) Fifty percent of the amount of the taxes imposed on the personal property of the business pursuant to chapter 361 of NRS during the period of the abatement; or
- (2) Fifty percent of the amount of the capital investment by the business,
- → whichever amount is less;
- (b) The duration of the abatement must be for 5 years; and
- (c) The abatement applies only to the business for which the abatement was approved pursuant to this section and the property used in connection with that business.
- 5. If the Office of Economic Development approves an application for a partial abatement pursuant to this section, the Office shall immediately forward a certificate of eligibility for the abatement to:
 - (a) The Department;
 - (b) The Nevada Tax Commission; and
- (c) If the partial abatement is from the property tax imposed pursuant to chapter 361 of NRS, the county treasurer of the county in which the business will be located.
- 6. An applicant for a partial abatement pursuant to this section or an existing business whose partial abatement is in effect shall, upon the request of the Executive Director of the Office of Economic Development, furnish the Executive Director with copies of all records necessary to verify that the applicant meets the requirements of subsection 2.
- 7. If a business whose partial abatement has been approved pursuant to this section and is in effect ceases to meet the requirements set forth in subsection 2 or ceases operation before the time specified in the agreement described in paragraph (c) of subsection 2:

- (a) The business shall repay to the county treasurer the amount of the exemption that was allowed pursuant to this section before the failure of the business to comply unless the Nevada Tax Commission determines that the business has substantially complied with the requirements of this section. Except as otherwise provided in NRS 360.232 and 360.320, the business shall, in addition to the amount of the exemption required to be paid pursuant to this subsection, pay interest on the amount due at the rate most recently established pursuant to NRS 99.040 for each month, or portion thereof, from the last day of the month following the period for which the payment would have been made had the partial abatement not been approved until the date of payment of the tax.
- (b) The applicable institution of higher education is entitled to keep the entire capital investment made by the business in that institution.
 - 8. A county treasurer:
- (a) Shall deposit any money that he or she receives pursuant to subsection 7 in one or more of the funds established by a local government of the county pursuant to NRS 354.6113 or 354.6115; and
- (b) May use the money deposited pursuant to paragraph (a) only for the purposes authorized by NRS 354.6113 and 354.6115.
 - 9. The Office of Economic Development:
- (a) Shall adopt regulations relating to the minimum level of benefits that a business must provide to its employees to qualify for a partial abatement pursuant to this section; and
- <u>(b) May fmay</u> adopt such <u>[other]</u> regulations as the Office determines to be necessary to carry out the provisions of this section.
 - 10. The Nevada Tax Commission:
- (a) Shall adopt regulations regarding any security that a business is required to post to qualify for a partial abatement pursuant to this section; and
- (b) May adopt such other regulations as the Nevada Tax Commission determines to be necessary to carry out the provisions of this section.
- 11. An applicant for a partial abatement pursuant to this section who is aggrieved by a final decision of the Office of Economic Development may petition for judicial review in the manner provided in chapter 233B of NRS.
- 12. Except as otherwise provided in this subsection, as used in this section, "capital investment" includes, without limitation, an investment of real or personal property, money or other assets by a business in an institution of the Nevada System of Higher Education. The Office of Economic Development may, by regulation, specify the types of real or personal property or assets that are included within the definition of "capital investment."
 - Sec. 3. NRS 361.0687 is hereby amended to read as follows:
- 361.0687 1. A person who intends to locate or expand a business in this State may, pursuant to NRS 360.750, apply to the Office of Economic Development for a partial abatement from the taxes imposed by this chapter.

- 2. For a business to qualify pursuant to NRS 360.750 for a partial abatement from the taxes imposed by this chapter, the Office of Economic Development must determine that, in addition to meeting the other requirements set forth in subsection 2 of that section:
- (a) If the business is a new business in a county whose population is 100,000 or more or a city whose population is 60,000 or more:
- (1) The business will, not later than the date which is 2 years after the date on which the abatement becomes effective, make a capital investment in the county or city of:
- (I) At least \$5,000,000 if the business is an industrial or manufacturing business; or
- (II) At least \$1,000,000 if the business is not an industrial or manufacturing business,
- in capital assets that will be retained at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective; and
- (2) The average hourly wage that will be paid by the new business to its employees in this State is at least 100 percent of the average statewide hourly wage as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year.
- (b) If the business is a new business in a county whose population is less than 100,000 or a city whose population is less than 60,000:
- (1) The business will, not later than the date which is 2 years after the date on which the abatement becomes effective, make a capital investment in the county or city of:
- (I) At least \$1,000,000 if the business is an industrial or manufacturing business; or
- (II) At least \$250,000 if the business is not an industrial or manufacturing business,
- in capital assets that will be retained at the location of the business in that county or city until at least the date which is 5 years after the date on which the abatement becomes effective; and
- (2) The average hourly wage that will be paid by the new business to its employees in this State is at least 100 percent of the average statewide hourly wage or the average countywide hourly wage, whichever is less, as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year.
- 3. Except as otherwise provided in subsection 4 and NRS 701A.210, if a partial abatement from the taxes imposed by this chapter is approved by the Office of Economic Development pursuant to NRS 360.750:
 - (a) The partial abatement must:
 - (1) Be for a duration of at least 1 year but not more than 10 years;
- (2) [Not] Subject to any limitation on the abatement set forth in NRS 360.750, not exceed 50 percent of the taxes on personal property payable by a business each year pursuant to this chapter; and

- (3) Be administered and carried out in the manner set forth in NRS 360.750.
- (b) The Executive Director of the Office of Economic Development shall notify the county assessor of the county in which the business is or will be located of the approval of the partial abatement, including, without limitation, the duration and percentage of the partial abatement that the Office granted. The Executive Director shall, on or before April 15 of each year, advise the county assessor of each county in which a business qualifies for a partial abatement during the current fiscal year as to whether the business is still eligible for the partial abatement in the next succeeding fiscal year.
- 4. Except as otherwise provided in NRS 701A.210, if a partial abatement from the taxes imposed by this chapter is approved by the Office of Economic Development pursuant to NRS 360.750 for a business which is or will be located in a foreign trade zone in this State, the partial abatement must:
 - (a) Be for a duration of at least 1 year but not more than 5 years; and
- (b) [Not] Subject to any limitation on the abatement set forth in NRS 360.750, not exceed 75 percent of the taxes on personal property payable by a business each year pursuant to this chapter.
- 5. As used in this section, "foreign trade zone" means an activated foreign trade zone established, operated and maintained in accordance with chapter 237A of NRS and any applicable federal laws.
 - Sec. 4. NRS 363B.120 is hereby amended to read as follows:
- 363B.120 1. [An] Except as otherwise provided in NRS 360.750, an employer that qualifies pursuant to the provisions of NRS 360.750 is entitled to an exemption of 50 percent of the amount of tax otherwise due pursuant to NRS 363B.110 during the first 4 years of its operation.
- 2. If a partial abatement from the taxes otherwise due pursuant to NRS 363B.110 is approved by the Office of Economic Development pursuant to NRS 360.750, the partial abatement must be administered and carried out in the manner set forth in NRS 360.750.
 - Sec. 5. NRS 274.310 is hereby amended to read as follows:
- 274.310 1. A person who intends to locate a business in this State within:
- (a) A historically underutilized business zone, as defined in 15 U.S.C. § 632;
- (b) A redevelopment area created pursuant to chapter 279 of NRS;
- (c) An area eligible for a community development block grant pursuant to 24 C.F.R. Part 570; or
- (d) An enterprise community established pursuant to 24 C.F.R. Part 597, → may submit a request to the governing body of the county, city or town in which the business would operate for an endorsement of an application by the person to the Office of Economic Development for a partial abatement of one or more of the taxes imposed pursuant to chapter 361 or 374 of NRS.

The governing body of the county, city or town shall provide notice of the request to the board of trustees of the school district in which the business would operate. The notice must set forth the date, time and location of the hearing at which the governing body will consider whether to endorse the application.

- 2. The governing body of a county, city or town shall develop procedures for:
- (a) Evaluating whether such an abatement would be beneficial for the economic development of the county, city or town.
- (b) Issuing a certificate of endorsement for an application for such an abatement that is found to be beneficial for the economic development of the county, city or town.
- 3. A person whose application has been endorsed by the governing body of the county, city or town, as applicable, pursuant to this section may submit the application to the Office of Economic Development. The Office shall approve the application if the Office makes the following determinations:
 - (a) The business is consistent with:
- (1) The State Plan for Economic Development developed by the Administrator pursuant to subsection 2 of NRS 231.053; and
- (2) Any guidelines adopted by the Administrator to implement the State Plan for Economic Development.
- (b) The applicant has executed an agreement with the Office which states [that]:
- (1) The date on which the abatement becomes effective, as agreed to by the applicant and the Office, which must not be earlier than the date on which the Office received the application; and
- (2) That the business will, after the date on which the abatement becomes effective:
- [(1)] (I) Commence operation and continue in operation in the historically underutilized business zone, as defined in 15 U.S.C. § 632, redevelopment area created pursuant to chapter 279 of NRS, area eligible for a community development block grant pursuant to 24 C.F.R. Part 570 or enterprise community established pursuant to 24 C.F.R. Part 597 for a period specified by the Office, which must be at least 5 years; and
- $\frac{\{(2)\}}{(II)}$ Continue to meet the eligibility requirements set forth in this subsection.
- → The agreement must bind successors in interest of the business for the specified period.
- (c) The business is registered pursuant to the laws of this State or the applicant commits to obtain a valid business license and all other permits required by the county, city or town in which the business will operate.
- (d) The applicant invested or commits to invest a minimum of \$500,000 in capital assets that will be retained at the location of the business in the historically underutilized business zone, as defined in 15 U.S.C. § 632, redevelopment area created pursuant to chapter 279 of NRS, area eligible for

a community development block grant pursuant to 24 C.F.R. Part 570 or enterprise community established pursuant to 24 C.F.R. Part 597 until at least the date which is 5 years after the date on which the abatement becomes effective.

- 4. If the Office of Economic Development approves an application for a partial abatement, the Office shall immediately forward a certificate of eligibility for the abatement to:
 - (a) The Department of Taxation;
 - (b) The Nevada Tax Commission; and
- (c) If the partial abatement is from the property tax imposed pursuant to chapter 361 of NRS, the county treasurer of the county in which the business will be located.
- 5. If the Office of Economic Development approves an application for a partial abatement pursuant to this section:
 - (a) The partial abatement must:
- (1) Except as otherwise provided in subparagraph (2), be for a duration of not less than 1 year but not more than 5 years; or
- (2) If the business is a data center that has invested or commits to invest during the period in which the abatement is effective a minimum of \$100,000,000 in the historically underutilized business zone, as defined in 15 U.S.C. § 632, redevelopment area created pursuant to chapter 279 of NRS, area eligible for a community development block grant pursuant to 24 C.F.R. Part 570 or enterprise community established pursuant to 24 C.F.R. Part 597, be for a duration of not less than 1 year but not more than 15 years.
- (b) If the abatement is from the property tax imposed pursuant to chapter 361 of NRS, the partial abatement must not exceed 75 percent of the taxes on personal property payable by a business each year pursuant to that chapter.
- 6. If a business whose partial abatement has been approved pursuant to this section and is in effect ceases:
 - (a) To meet the eligibility requirements for the partial abatement; or
- (b) Operation before the time specified in the agreement described in paragraph (b) of subsection 3,
- the business shall repay to the Department of Taxation or, if the partial abatement was from the property tax imposed pursuant to chapter 361 of NRS, to the county treasurer, the amount of the exemption that was allowed pursuant to this section before the failure of the business to comply unless the Nevada Tax Commission determines that the business has substantially complied with the requirements of this section. Except as otherwise provided in NRS 360.232 and 360.320, the business shall, in addition to the amount of the exemption required to be paid pursuant to this subsection, pay interest on the amount due at the rate most recently established pursuant to NRS 99.040 for each month, or portion thereof, from the last day of the month following

the period for which the payment would have been made had the partial abatement not been approved until the date of payment of the tax.

- 7. The Office of Economic Development may adopt such regulations as the Office determines to be necessary or advisable to carry out the provisions of this section.
- 8. An applicant for an abatement who is aggrieved by a final decision of the Office of Economic Development may petition for judicial review in the manner provided in chapter 233B of NRS.
 - Sec. 6. NRS 274.320 is hereby amended to read as follows:
- 274.320 1. A person who intends to expand a business in this State within:
- (a) A historically underutilized business zone, as defined in 15 U.S.C. § 632;
- (b) A redevelopment area created pursuant to chapter 279 of NRS;
- (c) An area eligible for a community development block grant pursuant to 24 C.F.R. Part 570; or
- (d) An enterprise community established pursuant to 24 C.F.R. Part 597, may submit a request to the governing body of the county, city or town in which the business operates for an endorsement of an application by the person to the Office of Economic Development for a partial abatement of the taxes imposed on capital equipment pursuant to chapter 374 of NRS. The governing body of the county, city or town shall provide notice of the request to the board of trustees of the school district in which the business operates. The notice must set forth the date, time and location of the hearing at which the governing body will consider whether to endorse the application.
- 2. The governing body of a county, city or town shall develop procedures for:
- (a) Evaluating whether such an abatement would be beneficial for the economic development of the county, city or town.
- (b) Issuing a certificate of endorsement for an application for such an abatement that is found to be beneficial for the economic development of the county, city or town.
- 3. A person whose application has been endorsed by the governing body of the county, city or town, as applicable, pursuant to this section may submit the application to the Office of Economic Development. The Office shall approve the application if the Office makes the following determinations:
 - (a) The business is consistent with:
- (1) The State Plan for Economic Development developed by the Administrator pursuant to subsection 2 of NRS 231.053; and
- (2) Any guidelines adopted by the Administrator to implement the State Plan for Economic Development.
- (b) The applicant has executed an agreement with the Office which states $[{\hbox{\scriptsize that}}]$:

- (1) The date on which the abatement becomes effective, as agreed to by the applicant and the Office, which must not be earlier than the date on which the Office received the application; and
- (2) That the business will, after the date on which the abatement becomes effective:
- [(1)] (I) Continue in operation in the historically underutilized business zone, as defined in 15 U.S.C. § 632, redevelopment area created pursuant to chapter 279 of NRS, area eligible for a community development block grant pursuant to 24 C.F.R. Part 570 or enterprise community established pursuant to 24 C.F.R. Part 597 for a period specified by the Office, which must be at least 5 years; and
- [(2)] (II) Continue to meet the eligibility requirements set forth in this subsection.
- The agreement must bind successors in interest of the business for the specified period.
- (c) The business is registered pursuant to the laws of this State or the applicant commits to obtain a valid business license and all other permits required by the county, city or town in which the business operates.
- (d) The applicant invested or commits to invest a minimum of \$250,000 in capital equipment that will be retained at the location of the business in the historically underutilized business zone, as defined in 15 U.S.C. § 632, redevelopment area created pursuant to chapter 279 of NRS, area eligible for a community development block grant pursuant to 24 C.F.R. Part 570 or enterprise community established pursuant to 24 C.F.R. Part 597 until at least the date which is 5 years after the date on which the abatement becomes effective.
- 4. If the Office of Economic Development approves an application for a partial abatement, the Office shall immediately forward a certificate of eligibility for the abatement to:
 - (a) The Department of Taxation; and
 - (b) The Nevada Tax Commission.
- 5. If the Office of Economic Development approves an application for a partial abatement pursuant to this section:
 - (a) The partial abatement must:
- (1) Except as otherwise provided in subparagraph (2), be for a duration of not less than 1 year but not more than 5 years; or
- (2) If the business is a data center that has invested or commits to invest during the period in which the abatement is effective a minimum of \$100,000,000 in the historically underutilized business zone, as defined in 15 U.S.C. § 632, redevelopment area created pursuant to chapter 279 of NRS, area eligible for a community development block grant pursuant to 24 C.F.R. Part 570 or enterprise community established pursuant to 24 C.F.R. Part 597, be for a duration of not less than 1 year but not more than 15 years.

- (b) If the abatement is from the property tax imposed pursuant to chapter 361 of NRS, the partial abatement must not exceed 75 percent of the taxes on personal property payable by a business each year pursuant to that chapter.
- 6. If a business whose partial abatement has been approved pursuant to this section and is in effect ceases:
 - (a) To meet the eligibility requirements for the partial abatement; or
- (b) Operation before the time specified in the agreement described in paragraph (b) of subsection 3,
- the business shall repay to the Department of Taxation the amount of the exemption that was allowed pursuant to this section before the failure of the business to comply unless the Nevada Tax Commission determines that the business has substantially complied with the requirements of this section. Except as otherwise provided in NRS 360.232 and 360.320, the business shall, in addition to the amount of the exemption required to be paid pursuant to this subsection, pay interest on the amount due at the rate most recently established pursuant to NRS 99.040 for each month, or portion thereof, from the last day of the month following the period for which the payment would have been made had the partial abatement not been approved until the date of payment of the tax.
- 7. The Office of Economic Development may adopt such regulations as the Office determines to be necessary or advisable to carry out the provisions of this section.
- 8. An applicant for an abatement who is aggrieved by a final decision of the Office of Economic Development may petition for judicial review in the manner provided in chapter 233B of NRS.
 - Sec. 7. NRS 274.330 is hereby amended to read as follows:
- 274.330 1. A person who owns a business which is located within an enterprise community established pursuant to 24 C.F.R. Part 597 in this State may submit a request to the governing body of the county, city or town in which the business is located for an endorsement of an application by the person to the Office of Economic Development for a partial abatement of one or more of the taxes imposed pursuant to chapter 361 or 374 of NRS. The governing body of the county, city or town shall provide notice of the request to the board of trustees of the school district in which the business operates. The notice must set forth the date, time and location of the hearing at which the governing body will consider whether to endorse the application.
- 2. The governing body of a county, city or town shall develop procedures for:
- (a) Evaluating whether such an abatement would be beneficial for the economic development of the county, city or town.
- (b) Issuing a certificate of endorsement for an application for such an abatement that is found to be beneficial for the economic development of the county, city or town.

- 3. A person whose application has been endorsed by the governing body of the county, city or town, as applicable, pursuant to this section may submit the application to the Office of Economic Development. The Office shall approve the application if the Office makes the following determinations:
 - (a) The business is consistent with:
- (1) The State Plan for Economic Development developed by the Administrator pursuant to subsection 2 of NRS 231.053; and
- (2) Any guidelines adopted by the Administrator to implement the State Plan for Economic Development.
- (b) The applicant has executed an agreement with the Office which states [that]:
- (1) The date on which the abatement becomes effective, as agreed to by the applicant and the Office, which must not be earlier than the date on which the Office received the application; and
- (2) That the business will, after the date on which the abatement becomes effective:
- [(1)] (1) Continue in operation in the enterprise community for a period specified by the Office, which must be at least 5 years; and
- [(2)] (II) Continue to meet the eligibility requirements set forth in this subsection.
- The agreement must bind successors in interest of the business for the specified period.
- (c) The business is registered pursuant to the laws of this State or the applicant commits to obtain a valid business license and all other permits required by the county, city or town in which the business operates.
 - (d) The business:
- (1) Employs one or more dislocated workers who reside in the enterprise community; and
- (2) Pays such employees a wage of not less than 100 percent of the federally designated level signifying poverty for a family of four persons and provides medical benefits to the employees and their dependents [...] which meet the minimum requirements for medical benefits established by the Office.
- 4. If the Office of Economic Development approves an application for a partial abatement, the Office shall:
- (a) Determine the percentage of employees of the business which meet the requirements of paragraph (d) of subsection 3 and grant a partial abatement equal to that percentage; and
 - (b) Immediately forward a certificate of eligibility for the abatement to:
 - (1) The Department of Taxation;
 - (2) The Nevada Tax Commission; and
- (3) If the partial abatement is from the property tax imposed pursuant to chapter 361 of NRS, the county treasurer of the county in which the business is located.

- 5. If the Office of Economic Development approves an application for a partial abatement pursuant to this section:
 - (a) The partial abatement must:
- (1) Except as otherwise provided in subparagraph (2), be for a duration of not less than 1 year but not more than 5 years; or
- (2) If the business is a data center that has invested or commits to invest during the period in which the abatement is effective a minimum of \$100,000,000 in the enterprise community established pursuant to 24 C.F.R. Part 597, be for a duration of not less than 1 year but not more than 15 years.
- (b) If the abatement is from the property tax imposed pursuant to chapter 361 of NRS, the partial abatement must not exceed 75 percent of the taxes on personal property payable by a business each year pursuant to that chapter.
- 6. If a business whose partial abatement has been approved pursuant to this section and is in effect ceases:
 - (a) To meet the eligibility requirements for the partial abatement; or
- (b) Operation before the time specified in the agreement described in paragraph (b) of subsection 3,
- the business shall repay to the Department of Taxation or, if the partial abatement was from the property tax imposed pursuant to chapter 361 of NRS, to the county treasurer, the amount of the exemption that was allowed pursuant to this section before the failure of the business to comply unless the Nevada Tax Commission determines that the business has substantially complied with the requirements of this section. Except as otherwise provided in NRS 360.232 and 360.320, the business shall, in addition to the amount of the exemption required to be paid pursuant to this subsection, pay interest on the amount due at the rate most recently established pursuant to NRS 99.040 for each month, or portion thereof, from the last day of the month following the period for which the payment would have been made had the partial abatement not been approved until the date of payment of the tax.
 - 7. The Office of Economic Development:
- (a) Shall adopt regulations relating to the minimum level of benefits that a business must provide to its employees to qualify for an abatement pursuant to this section.
- <u>(b) May fmay</u> adopt such <u>other</u> regulations as the Office determines to be necessary or advisable to carry out the provisions of this section.
- 8. An applicant for an abatement who is aggrieved by a final decision of the Office of Economic Development may petition for judicial review in the manner provided in chapter 233B of NRS.
 - 9. As used in this section, "dislocated worker" means a person who:
- (a) Has been terminated, laid off or received notice of termination or layoff from employment;
- (b) Is eligible for or receiving or has exhausted his or her entitlement to unemployment compensation;

- (c) Has been dependent on the income of another family member but is no longer supported by that income;
- (d) Has been self-employed but is no longer receiving an income from self-employment because of general economic conditions in the community or natural disaster; or
- (e) Is currently unemployed and unable to return to a previous industry or occupation.
 - Sec. 8. NRS 322.061 is hereby amended to read as follows:
- 322.061 1. The Administrator of the Division of State Lands of the State Department of Conservation and Natural Resources, as ex officio State Land Registrar, may lease state land pursuant to NRS 322.060 for less than the fair market value of the state land for the first year of the lease, including, without limitation, without the payment of rent for the first year of the lease, to a person who intends to locate or expand a business in this State if, except as otherwise provided in subsection 5, the business meets the requirements of subsection 4.
- 2. Before state land may be leased pursuant to this section, the following persons must approve the lease and establish the recommended amount of rent to be received for the state land:
- (a) The Administrator of the Division of State Lands, as ex officio State Land Registrar;
- (b) The Administrator of the State Public Works Division of the Department of Administration; and
 - (c) The Executive Director of the Office of Economic Development.
- 3. Any lease entered into pursuant to this section must be for a term of at least 10 years.
- 4. Except as otherwise provided in subsection 5, the lease or agreement may not include a discount to the business for the first year unless:
 - (a) The business is consistent with:
- (1) The State Plan for Economic Development developed by the Executive Director of the Office of Economic Development pursuant to subsection 2 of NRS 231.053; and
- (2) Any guidelines adopted by the Executive Director of the Office to implement the State Plan for Economic Development.
- (b) The business is registered pursuant to the laws of this State or the person who intends to locate or expand the business in this State commits to obtain a valid business license and all other permits required by the county, city or town in which the business operates.
- (c) If the business is a new business in a county whose population is 100,000 or more or a city whose population is 60,000 or more, the business meets at least two of the following requirements:
- (1) The business will have 75 or more full-time employees on the payroll of the business by the fourth quarter that it is in operation.
- (2) Establishing the business will require the business to make a capital investment of at least \$1,000,000 in this State.

- (3) The average hourly wage that will be paid by the new business to its *new* employees in this State is at least 100 percent of the average statewide hourly wage as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year and:
- (I) The business will provide a health insurance plan for all employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The $\frac{\text{cost to the business for the}}{\text{benefits}}$ benefits the business provides to its employees in this State will meet the minimum requirements for benefits established by the Office . $\frac{\text{by regulation pursuant to subsection 8 of NRS 360.750.1}}{\text{benefits}}$
- (d) If the business is a new business in a county whose population is less than 100,000 or a city whose population is less than 60,000, the business meets at least two of the following requirements:
- (1) The business will have 15 or more full-time employees on the payroll of the business by the fourth quarter that it is in operation.
- (2) Establishing the business will require the business to make a capital investment of at least \$250,000 in this State.
- (3) The average hourly wage that will be paid by the new business to its *new* employees in this State is at least 100 percent of the average statewide hourly wage or the average countywide hourly wage, whichever is less, as established by the Employment Security Division of the Department of Employment, Training and Rehabilitation on July 1 of each fiscal year and:
- (I) The business will provide a health insurance plan for all employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The [cost to the business for the] benefits the business provides to its employees in this State will meet the minimum requirements for benefits established by the Office . [by regulation pursuant to subsection 8 of NRS 360.750.]
- (e) If the business is an existing business, the business meets at least two of the following requirements:
- (1) The business will increase the number of employees on its payroll by 10 percent more than it employed in the immediately preceding fiscal year or by six employees, whichever is greater.
- (2) The business will expand by making a capital investment in this State in an amount equal to at least 20 percent of the value of the tangible property possessed by the business in the immediately preceding fiscal year. The determination of the value of the tangible property possessed by the business in the immediately preceding fiscal year must be made by the:
- (I) County assessor of the county in which the business will expand, if the business is locally assessed; or
 - (II) The Department of Taxation, if the business is centrally assessed.

- (3) The average hourly wage that will be paid by the existing business to its new employees in this State is at least the amount of the average hourly wage required to be paid by businesses pursuant to subparagraph (2) of either paragraph (a) or (b) of subsection 2 of NRS 361.0687, whichever is applicable, and:
- (I) The business will provide a health insurance plan for all new employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The [cost to the business for the] benefits the business provides to its new employees in this State will meet the minimum requirements for benefits established by the Office . [by regulation pursuant to subsection 8 of NRS 360.750.1
- (f) In lieu of meeting the requirements of paragraph (c), (d) or (e), if the business furthers the development and refinement of intellectual property, a patent or a copyright into a commercial product, the business meets at least two of the following requirements:
- (1) The business will have 10 or more full-time employees on the payroll of the business by the fourth quarter that it is in operation.
- (2) Establishing the business will require the business to make a capital investment of at least \$500,000 in this State.
- (3) The average hourly wage that will be paid by the new business to its employees in this State is at least the amount of the average hourly wage required to be paid by businesses pursuant to subparagraph (2) of either paragraph (a) or (b) of subsection 2 of NRS 361.0687, whichever is applicable, and:
- (I) The business will provide a health insurance plan for all employees that includes an option for health insurance coverage for dependents of the employees; and
- (II) The [cost to the business for the] benefits the business provides to its employees in this State will meet with minimum requirements established by the Office . [by regulation pursuant to subsection 8 of NRS 360.750.]
- 5. The Executive Director of the Office of Economic Development may waive the requirements of subsection 4 for good cause shown if the lease is for state land of less than 25,000 square feet.
- Sec. 9. The amendatory provisions of this act do not apply to or otherwise affect any abatement of taxes or deferment of the payment of taxes approved by the Office of Economic Development before July 1, 2015.
 - Sec. 10. 1. This act becomes effective:
- [1.] (a) Upon passage and approval for the purposes of adopting regulations and performing any other preparatory administrative tasks to carry out the provisions of this act; and
 - (2) On July 1, 2015, for all other purposes.
 - 2. Section 2 of this act expires by limitation on June 30, 2023.

Senator Kieckhefer moved the adoption of the amendment.

Remarks by Senator Kieckhefer.

Amendment No. 160 to Senate Bill No. 74 does the following: First, it increases the average wage that must be paid by a business to be eligible to receive a partial abatement, if the business pays its new employees less than the statewide average wage. Provisions related to eligibility based on the countywide average wage are also deleted for these types of businesses.

Second, it prohibits an abatement of the Local School Support Tax, unless the business pays its new employees at least 100 percent of the statewide average wage.

Third, it restores provisions of current law deleted by the bill requiring the Office of Economic Development to establish regulations regarding the level of benefits that a business must provide to its employees to qualify for an abatement.

Finally, the amendment deletes the definition of primary jobs from the bill and deletes provisions allowing the Office of Economic Development to approve additional positions of employment as primary jobs.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 113.

Bill read second time.

The following amendment was proposed by the Committee on Commerce, Labor and Energy:

Amendment No. 137.

SUMMARY—Revises provisions relating to insurance. (BDR 57-690)

AN ACT relating to insurance; exempting health care sharing ministries from the provisions of the Nevada Insurance Code; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law sets forth the provisions of the Nevada Insurance Code, which regulates the conduct of the business of insurance in this State. (Title 57 of NRS) Under existing law, certain entities and programs are specifically exempted from the application of the Nevada Insurance Code. (NRS 679A.160)

This bill completely exempts health care sharing ministries from the provisions of the Nevada Insurance Code. Health care sharing ministries are organizations that facilitate the sharing of health care costs between individual members who share similar ethical or religious beliefs.

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

Section 1. Chapter 679A of NRS is hereby amended by adding thereto a new section to read as follows:

"Health care sharing ministry" means a nonprofit organization that:

- 1. [Is tax exempt pursuant to the Internal Revenue Code, 26 U.S.C. § 501;] Has been in existence, together with any predecessor entity, at all times since December 31, 1999, and whose members have been sharing medical expenses continuously and without interruption since at least December 31, 1999;
- 2. Limits participation to those persons who share a similar set of ethical or religious beliefs;

- 3. Acts as a facilitator among participants who have financial or medical needs and matches those participants with other participants who have the ability to assist those with financial or medical needs in accordance with criteria established by the health care sharing ministry;
- 4. Provides for the financial or medical needs of a participant through contributions from one participant to another;
- 5. Provides a written monthly statement to all participants that lists the total dollar amount of qualified needs submitted to the health care sharing ministry, as well as the amount actually published or assigned to participants for their contribution; and
- 6. Provides a written disclaimer on or accompanying all applications, marketing materials and guideline materials distributed by or on behalf of the health care sharing ministry that states, in substance:

NOTICE

The organization facilitating the sharing of medical expenses is not an insurance company, and neither its guidelines nor plan of operation constitute an insurance policy. [Whether anyone chooses to assist you with your medical bills will be totally voluntary because no other participant will be compelled by law to contribute toward medical bills. As such, participation in the organization or subscription to any of its documents should never be considered to be insurance.] Without health care insurance, there is no guarantee that you, a fellow participant or any other person who was a party to the health care ministry agreement will be protected in the event of illness or emergency. Regardless of whether you receive any payment for medical expenses or whether this organization terminates, withdraws from the faith-based agreement or continues to operate, you are always personally responsible for the payment of your own medical bills. If your participation in such an organization ends, state law may subject you to a waiting period before providing coverage.

- Sec. 2. NRS 679A.020 is hereby amended to read as follows:
- 679A.020 As used in this Code, unless the context otherwise requires, the words and terms defined in NRS 679A.030 to 679A.130, inclusive, *and section 1 of this act* have the meanings ascribed to them in those sections.
 - Sec. 3. NRS 679A.160 is hereby amended to read as follows:
- 679A.160 Except as otherwise provided by specific statute, no provision of this Code applies to:
- 1. Fraternal benefit societies, as identified in chapter 695A of NRS, except as stated in chapter 695A of NRS.
- 2. Hospital, medical or dental service corporations, as identified in chapter 695B of NRS, except as stated in chapter 695B of NRS.
- 3. Motor clubs, as identified in chapter 696A of NRS, except as stated in chapter 696A of NRS.
- 4. Bail agents, as identified in chapter 697 of NRS, except as stated in NRS 680B.025 to 680B.039, inclusive, and chapter 697 of NRS.

- 5. Risk retention groups, as identified in chapter 695E of NRS, except as stated in chapter 695E of NRS.
- 6. Captive insurers, as identified in chapter 694C of NRS, with respect to their activities as captive insurers, except as stated in chapter 694C of NRS.
- 7. Health and welfare plans arising out of collective bargaining under chapter 288 of NRS, except that the Commissioner may review the plan to ensure that the benefits are reasonable in relation to the premiums and that the fund is financially sound.
- 8. Programs established pursuant to subsection 1 of NRS 315.725 and the entities administering those programs, except as stated in NRS 315.725.
 - 9. Health care sharing ministries, as identified in section 1 of this act.
 - Sec. 4. This act becomes effective on July 1, 2015.

Senator Settelmeyer moved the adoption of the amendment.

Remarks by Senator Settelmeyer.

The amendment: 1) adds in the definition of a "health care sharing ministry," that it must have been in existence since December 31, 1999, and members have been sharing medical expenses continuously and without interruption since that time; 2) adds that a written disclaimer must be on or accompany all marketing materials; 3) clarifies the information that must be contained in the written disclaimer.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 147.

Bill read second time.

The following amendment was proposed by the Committee on Government Affairs:

Amendment No. 109.

SUMMARY—Requires <u>law enforcement agencies to adopt certain</u> <u>policies relating to certain training for peace officers concerning dog</u> behavior. (BDR 23-10)

AN ACT relating to peace officers; requiring <u>each law enforcement agency</u> to adopt policies setting forth when a peace [officers] officer who is employed by the agency is required to be trained in effective responses to incidents involving dogs or where dogs are present; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires a peace officer to receive certain training as a condition of his or her certification. (NRS 289.590, 289.600) This bill requires each law enforcement agency to adopt policies setting forth when a peace officer who is employed by the agency is required to be trained in effective responses to incidents involving dogs [-] or where dogs are present. [-, as a condition of the certification of the peace officer.] In adopting the policies, a law enforcement agency is required to consider the job descriptions, work environments and duties of the peace officers.

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

Section 1. Chapter 289 of NRS is hereby amended by adding thereto a new section to read as follows:

- 1. [As a condition of the certification of each peace officer, the Commission] Each law enforcement agency shall [require the] adopt policies setting forth when a peace officer who is employed by the agency is required to be trained in effective responses to incidents involving dogs or where dogs are present. [f. including,]
- 2. In adopting the policies required by subsection 1, each law enforcement agency must consider the job descriptions, work environments and duties of the peace officers employed by the agency.
- 3. Training for a peace officer who is required pursuant to subsection 1 to be trained in effective responses to incidents involving dogs or where dogs are present must include, without limitation:
 - (a) Differentiating between aggressive and nonthreatening dog behaviors;
 - (b) Nonlethal methods of handling potentially dangerous dogs;
 - (c) The role and capabilities of local animal control agencies; and
 - (d) Any related subjects the Commission deems appropriate.
- <u>f2.</u>] 4. The Commission shall adopt regulations regarding the minimum standards for training frequired to comply with the requirements of subsection 1.] in effective responses to incidents involving dogs or where dogs are present.
 - Sec. 2. [NRS 289.450 is hereby amended to read as follows:
- 289.450 As used in NRS 289.450 to 289.600, inclusive, and section 1 of this act, unless the context otherwise requires, the words and terms defined in NRS 289.460 to 289.490, inclusive, have the meanings ascribed to them in those sections.] (Deleted by amendment.)
- Sec. 3. [The provisions of NRS 354.599 do not apply to any additional expenses of a local government that are related to the provisions of this act.] (Deleted by amendment.)

Senator Goicoechea moved the adoption of the amendment.

Remarks by Senator Goicoechea.

The amendment allows each law enforcement agency to adopt policies setting forth when a peace officer must receive certain dog-related training instead of making it a condition of the certification of every peace officer.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 158.

Bill read second time.

The following amendment was proposed by the Committee on Government Affairs:

Amendment No. 156.

SUMMARY—Revises provisions relating to collective bargaining by local governments. (BDR 23-704)

AN ACT relating to local governments; requiring the governing body of a local government to make certain information available to the public before the governing body meets to approve a collective bargaining agreement or similar agreement; and providing other matters properly relating thereto. Legislative Counsel's Digest:

If a local government employer is a party to a collective bargaining agreement or similar agreement, existing law requires that the agreement be approved at a public hearing by the governing body of the local government employer. (NRS 288.153) Section 1 of this bill requires that a copy of the proposed agreement and certain supporting material relating to the agreement be made available to the public not less than [10] 3 business days before the hearing, either by posting the documents on the Internet website of the local government or, if the local government does not have such a website, by depositing the documents with the clerk of the governing body. Any document so deposited is a public record and must be open for public inspection.

Existing law provides for the public dissemination of any supporting material provided to a public body in connection with a meeting of the body, and establishes the time within which such material must be made available to the public. (NRS 241.020) Section 2 of this bill revises those provisions to conform with the requirements of section 1.

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

Section 1. NRS 288.153 is hereby amended to read as follows:

- 288.153 *1*. Any new, extended or modified collective bargaining agreement or similar agreement between a local government employer and an employee organization must be approved by the governing body of the local government employer at a public hearing. [The]
- 2. Not less than [10] 3 business days before the date of the hearing, the governing body shall cause the following documents to be posted and made available for downloading on the Internet website of the local government or, if the local government does not have such a website, deposited with the clerk of the governing body:
- (a) The proposed agreement and any exhibits or other attachments to the proposed agreement;
- (b) If the proposed agreement is a modification of a previous agreement, a document showing any language added to or deleted from the previous agreement; and
- (c) Any supporting material prepared for the governing body and relating to the fiscal impact of the agreement.
- 3. Any document deposited with the clerk of the governing body pursuant to subsection 2 is a public record and must be open for public inspection pursuant to NRS 239.010.

- 4. At the hearing, the chief executive officer of the local government shall report to the governing body of the local government the fiscal impact of the agreement.
 - Sec. 2. NRS 241.020 is hereby amended to read as follows:
- 241.020 1. Except as otherwise provided by specific statute, all meetings of public bodies must be open and public, and all persons must be permitted to attend any meeting of these public bodies. A meeting that is closed pursuant to a specific statute may only be closed to the extent specified in the statute allowing the meeting to be closed. All other portions of the meeting must be open and public, and the public body must comply with all other provisions of this chapter to the extent not specifically precluded by the specific statute. Public officers and employees responsible for these meetings shall make reasonable efforts to assist and accommodate persons with physical disabilities desiring to attend.
- 2. Except in an emergency, written notice of all meetings must be given at least 3 working days before the meeting. The notice must include:
 - (a) The time, place and location of the meeting.
 - (b) A list of the locations where the notice has been posted.
- (c) The name and contact information for the person designated by the public body from whom a member of the public may request the supporting material for the meeting described in subsection 5 and a list of the locations where the supporting material is available to the public.
 - (d) An agenda consisting of:
- (1) A clear and complete statement of the topics scheduled to be considered during the meeting.
- (2) A list describing the items on which action may be taken and clearly denoting that action may be taken on those items by placing the term "for possible action" next to the appropriate item or, if the item is placed on the agenda pursuant to NRS 241.0365, by placing the term "for possible corrective action" next to the appropriate item.
- (3) Periods devoted to comments by the general public, if any, and discussion of those comments. Comments by the general public must be taken:
- (I) At the beginning of the meeting before any items on which action may be taken are heard by the public body and again before the adjournment of the meeting; or
- (II) After each item on the agenda on which action may be taken is discussed by the public body, but before the public body takes action on the item.
- → The provisions of this subparagraph do not prohibit a public body from taking comments by the general public in addition to what is required pursuant to sub-subparagraph (I) or (II). Regardless of whether a public body takes comments from the general public pursuant to sub-subparagraph (I) or (II), the public body must allow the general public to comment on any matter that is not specifically included on the agenda as an action item at some time

before adjournment of the meeting. No action may be taken upon a matter raised during a period devoted to comments by the general public until the matter itself has been specifically included on an agenda as an item upon which action may be taken pursuant to subparagraph (2).

- (4) If any portion of the meeting will be closed to consider the character, alleged misconduct or professional competence of a person, the name of the person whose character, alleged misconduct or professional competence will be considered.
- (5) If, during any portion of the meeting, the public body will consider whether to take administrative action against a person, the name of the person against whom administrative action may be taken.
 - (6) Notification that:
 - (I) Items on the agenda may be taken out of order;
- (II) The public body may combine two or more agenda items for consideration; and
- (III) The public body may remove an item from the agenda or delay discussion relating to an item on the agenda at any time.
- (7) Any restrictions on comments by the general public. Any such restrictions must be reasonable and may restrict the time, place and manner of the comments, but may not restrict comments based upon viewpoint.
 - 3. Minimum public notice is:
- (a) Posting a copy of the notice at the principal office of the public body or, if there is no principal office, at the building in which the meeting is to be held, and at not less than three other separate, prominent places within the jurisdiction of the public body not later than 9 a.m. of the third working day before the meeting;
- (b) Posting the notice on the official website of the State pursuant to NRS 232.2175 not later than 9 a.m. of the third working day before the meeting is to be held, unless the public body is unable to do so because of technical problems relating to the operation or maintenance of the official website of the State; and
- (c) Providing a copy of the notice to any person who has requested notice of the meetings of the public body. A request for notice lapses 6 months after it is made. The public body shall inform the requester of this fact by enclosure with, notation upon or text included within the first notice sent. The notice must be:
- (1) Delivered to the postal service used by the public body not later than 9 a.m. of the third working day before the meeting for transmittal to the requester by regular mail; or
- (2) If feasible for the public body and the requester has agreed to receive the public notice by electronic mail, transmitted to the requester by electronic mail sent not later than 9 a.m. of the third working day before the meeting.
- 4. If a public body maintains a website on the Internet or its successor, the public body shall post notice of each of its meetings on its website unless

the public body is unable to do so because of technical problems relating to the operation or maintenance of its website. Notice posted pursuant to this subsection is supplemental to and is not a substitute for the minimum public notice required pursuant to subsection 3. The inability of a public body to post notice of a meeting pursuant to this subsection as a result of technical problems with its website shall not be deemed to be a violation of the provisions of this chapter.

- 5. Upon any request, a public body shall provide, at no charge, at least one copy of:
 - (a) An agenda for a public meeting;
- (b) A proposed ordinance or regulation which will be discussed at the public meeting; and
- (c) Subject to the provisions of subsection 6 or 7, as applicable, any other supporting material provided to the members of the public body for an item on the agenda, except materials:
- (1) Submitted to the public body pursuant to a nondisclosure or confidentiality agreement which relates to proprietary information;
- (2) Pertaining to the closed portion of such a meeting of the public body; or
- (3) Declared confidential by law, unless otherwise agreed to by each person whose interest is being protected under the order of confidentiality.
- → The public body shall make at least one copy of the documents described in paragraphs (a), (b) and (c) available to the public at the meeting to which the documents pertain. As used in this subsection, "proprietary information" has the meaning ascribed to it in NRS 332.025.
- 6. [A] Unless it must be made available at an earlier time pursuant to NRS 288.153, a copy of supporting material required to be provided upon request pursuant to paragraph (c) of subsection 5 must be:
- (a) If the supporting material is provided to the members of the public body before the meeting, made available to the requester at the time the material is provided to the members of the public body; or
- (b) If the supporting material is provided to the members of the public body at the meeting, made available at the meeting to the requester at the same time the material is provided to the members of the public body.
- → If the requester has agreed to receive the information and material set forth in subsection 5 by electronic mail, the public body shall, if feasible, provide the information and material by electronic mail.
- 7. [The] Unless the supporting material must be posted at an earlier time pursuant to NRS 288.153, the governing body of a county or city whose population is 45,000 or more shall post the supporting material described in paragraph (c) of subsection 5 to its website not later than the time the material is provided to the members of the governing body or, if the supporting material is provided to the members of the governing body at a meeting, not later than 24 hours after the conclusion of the meeting. Such posting is supplemental to the right of the public to request the supporting

material pursuant to subsection 5. The inability of the governing body, as a result of technical problems with its website, to post supporting material pursuant to this subsection shall not be deemed to be a violation of the provisions of this chapter.

- 8. A public body may provide the public notice, information or supporting material required by this section by electronic mail. Except as otherwise provided in this subsection, if a public body makes such notice, information or supporting material available by electronic mail, the public body shall inquire of a person who requests the notice, information or supporting material if the person will accept receipt by electronic mail. If a public body is required to post the public notice, information or supporting material on its website pursuant to this section, the public body shall inquire of a person who requests the notice, information or supporting material if the person will accept by electronic mail a link to the posting on the website when the documents are made available. The inability of a public body, as a result of technical problems with its electronic mail system, to provide a public notice, information or supporting material or a link to a website required by this section to a person who has agreed to receive such notice, information, supporting material or link by electronic mail shall not be deemed to be a violation of the provisions of this chapter.
- 9. As used in this section, "emergency" means an unforeseen circumstance which requires immediate action and includes, but is not limited to:
 - (a) Disasters caused by fire, flood, earthquake or other natural causes; or
 - (b) Any impairment of the health and safety of the public.
 - Sec. 3. This act becomes effective on July 1, 2015.

Senator Goicoechea moved the adoption of the amendment.

Remarks by Senator Goicoechea.

This amendment decreases from ten days to three days the amount of time before a public hearing that a local government employer must have certain documents available to the public. These documents pertain to collective bargaining agreements.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 172.

Bill read second time.

The following amendment was proposed by the Committee on Health and Human Services:

Amendment No. 112.

SUMMARY—Makes various changes relating to the authorized activities of medical students. (BDR 40-797)

AN ACT relating to public health; prohibiting a medical facility or physician from allowing a person who is not enrolled in good standing at an accredited medical school or school of osteopathic medicine from performing or participating in any activity for credit towards a medical degree; requiring

a medical student to attend an accredited medical school in order to possess and administer a controlled substance or dangerous drug; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Sections 1, 8 and 10 of this bill prohibit a medical facility or a physician from allowing a person to perform or participate in activities for credit toward a medical degree unless the person is enrolled in good standing at an accredited medical school. Sections 3-5, 9, 11 and 12 of this bill give the Division of Public and Behavioral Health of the Department of Health and Human Services, the Board of Medical Examiners, the State Board of Osteopathic Medicine and the Board of Examiners for Long-term Care Administrators the authority to enforce this prohibition with respect to their licensees.

Under existing law, a student at an approved medical school is authorized to possess and administer a controlled substance or dangerous drug at the direction of a physician. (NRS 453.375, 454.213) Sections 6 and 7 of this bill instead allow a medical student who attends an accredited medical school to possess and administer such drugs.

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

Section 1. Chapter 449 of NRS is hereby amended by adding thereto a new section to read as follows:

A medical facility shall not allow a person to perform or participate in any activity at the facility for the purpose of receiving credit toward a degree of doctor of medicine, osteopathy or osteopathic medicine, including, without limitation, clinical observation and contact with patients, unless the person is enrolled in good standing at:

- 1. A medical school that is accredited by the Liaison Committee on Medical Education of the American Medical Association and the Association of American Medical Colleges or their successor organizations; or
 - 2. A school of osteopathic medicine, as defined in NRS 633.121.
 - Sec. 2. NRS 449.0301 is hereby amended to read as follows:

449.0301 The provisions of NRS 449.030 to 449.2428, inclusive, *and section 1 of this act* do not apply to:

- 1. Any facility conducted by and for the adherents of any church or religious denomination for the purpose of providing facilities for the care and treatment of the sick who depend solely upon spiritual means through prayer for healing in the practice of the religion of the church or denomination, except that such a facility shall comply with all regulations relative to sanitation and safety applicable to other facilities of a similar category.
 - 2. Foster homes as defined in NRS 424.014.
- 3. Any medical facility or facility for the dependent operated and maintained by the United States Government or an agency thereof.
 - Sec. 3. NRS 449.0306 is hereby amended to read as follows:

- 449.0306 1. Money received from licensing medical facilities and facilities for the dependent must be forwarded to the State Treasurer for deposit in the State General Fund.
- 2. The Division shall enforce the provisions of NRS 449.030 to 449.245, inclusive, *and section 1 of this act*, and may incur any necessary expenses not in excess of money appropriated for that purpose by the State or received from the Federal Government.
 - Sec. 4. NRS 449.160 is hereby amended to read as follows:
- 449.160 1. The Division may deny an application for a license or may suspend or revoke any license issued under the provisions of NRS 449.030 to 449.2428, inclusive, *and section 1 of this act* upon any of the following grounds:
- (a) Violation by the applicant or the licensee of any of the provisions of NRS 439B.410 or 449.030 to 449.245, inclusive, *and section 1 of this act*, or of any other law of this State or of the standards, rules and regulations adopted thereunder.
 - (b) Aiding, abetting or permitting the commission of any illegal act.
- (c) Conduct inimical to the public health, morals, welfare and safety of the people of the State of Nevada in the maintenance and operation of the premises for which a license is issued.
- (d) Conduct or practice detrimental to the health or safety of the occupants or employees of the facility.
- (e) Failure of the applicant to obtain written approval from the Director of the Department of Health and Human Services as required by NRS 439A.100 or as provided in any regulation adopted pursuant to NRS 449.001 to 449.430, inclusive, *and section 1 of this act* and 449.435 to 449.965, inclusive, if such approval is required.
 - (f) Failure to comply with the provisions of NRS 449.2486.
- 2. In addition to the provisions of subsection 1, the Division may revoke a license to operate a facility for the dependent if, with respect to that facility, the licensee that operates the facility, or an agent or employee of the licensee:
 - (a) Is convicted of violating any of the provisions of NRS 202.470;
- (b) Is ordered to but fails to abate a nuisance pursuant to NRS 244.360, 244.3603 or 268.4124; or
- (c) Is ordered by the appropriate governmental agency to correct a violation of a building, safety or health code or regulation but fails to correct the violation.
- 3. The Division shall maintain a log of any complaints that it receives relating to activities for which the Division may revoke the license to operate a facility for the dependent pursuant to subsection 2. The Division shall provide to a facility for the care of adults during the day:
- (a) A summary of a complaint against the facility if the investigation of the complaint by the Division either substantiates the complaint or is inconclusive;

- (b) A report of any investigation conducted with respect to the complaint; and
- (c) A report of any disciplinary action taken against the facility.
- → The facility shall make the information available to the public pursuant to NRS 449.2486.
- 4. On or before February 1 of each odd-numbered year, the Division shall submit to the Director of the Legislative Counsel Bureau a written report setting forth, for the previous biennium:
- (a) Any complaints included in the log maintained by the Division pursuant to subsection 3; and
- (b) Any disciplinary actions taken by the Division pursuant to subsection 2.
 - Sec. 5. NRS 449.163 is hereby amended to read as follows:
- 449.163 1. In addition to the payment of the amount required by NRS 449.0308, if a medical facility or facility for the dependent violates any provision related to its licensure, including any provision of NRS 439B.410 or 449.030 to 449.2428, inclusive, *and section 1 of this act,* or any condition, standard or regulation adopted by the Board, the Division, in accordance with the regulations adopted pursuant to NRS 449.165, may:
- (a) Prohibit the facility from admitting any patient until it determines that the facility has corrected the violation;
- (b) Limit the occupancy of the facility to the number of beds occupied when the violation occurred, until it determines that the facility has corrected the violation;
- (c) If the license of the facility limits the occupancy of the facility and the facility has exceeded the approved occupancy, require the facility, at its own expense, to move patients to another facility that is licensed;
- (d) Impose an administrative penalty of not more than \$1,000 per day for each violation, together with interest thereon at a rate not to exceed 10 percent per annum; and
- (e) Appoint temporary management to oversee the operation of the facility and to ensure the health and safety of the patients of the facility, until:
- (1) It determines that the facility has corrected the violation and has management which is capable of ensuring continued compliance with the applicable statutes, conditions, standards and regulations; or
 - (2) Improvements are made to correct the violation.
- 2. If a violation by a medical facility or facility for the dependent relates to the health or safety of a patient, an administrative penalty imposed pursuant to paragraph (d) of subsection 1 must be in a total amount of not less than \$1,000 and not more than \$10,000 for each patient who was harmed or at risk of harm as a result of the violation.
- 3. If the facility fails to pay any administrative penalty imposed pursuant to paragraph (d) of subsection 1, the Division may:
- (a) Suspend the license of the facility until the administrative penalty is paid; and

- (b) Collect court costs, reasonable attorney's fees and other costs incurred to collect the administrative penalty.
- 4. The Division may require any facility that violates any provision of NRS 439B.410 or 449.030 to 449.2428, inclusive, *and section 1 of this act*, or any condition, standard or regulation adopted by the Board to make any improvements necessary to correct the violation.
- 5. Any money collected as administrative penalties pursuant to paragraph (d) of subsection 1 must be accounted for separately and used to administer and carry out the provisions of NRS 449.001 to 449.430, inclusive, *and section 1 of this act* and 449.435 to 449.965, inclusive, and to protect the health, safety, well-being and property of the patients and residents of facilities in accordance with applicable state and federal standards.
 - Sec. 6. NRS 453.375 is hereby amended to read as follows:
- 453.375 A controlled substance may be possessed and administered by the following persons:
 - 1. A practitioner.
- 2. A registered nurse licensed to practice professional nursing or licensed practical nurse, at the direction of a physician, physician assistant, dentist, podiatric physician or advanced practice registered nurse, or pursuant to a chart order, for administration to a patient at another location.
 - 3. A paramedic:
 - (a) As authorized by regulation of:
- (1) The State Board of Health in a county whose population is less than 100,000; or
- (2) A county or district board of health in a county whose population is 100,000 or more; and
 - (b) In accordance with any applicable regulations of:
- (1) The State Board of Health in a county whose population is less than 100,000;
- (2) A county board of health in a county whose population is 100,000 or more; or
- (3) A district board of health created pursuant to NRS 439.362 or 439.370 in any county.
- 4. A respiratory therapist, at the direction of a physician or physician assistant.
- 5. A medical student, student in training to become a physician assistant or student nurse in the course of his or her studies at an [approved] accredited college of medicine or approved school of professional or practical nursing, at the direction of a physician or physician assistant and:
- (a) In the presence of a physician, physician assistant or a registered nurse; or
- (b) Under the supervision of a physician, physician assistant or a registered nurse if the student is authorized by the college or school to

administer the substance outside the presence of a physician, physician assistant or nurse.

- → A medical student or student nurse may administer a controlled substance in the presence or under the supervision of a registered nurse alone only if the circumstances are such that the registered nurse would be authorized to administer it personally.
- 6. An ultimate user or any person whom the ultimate user designates pursuant to a written agreement.
 - 7. Any person designated by the head of a correctional institution.
- 8. A veterinary technician at the direction of his or her supervising veterinarian.
- 9. In accordance with applicable regulations of the State Board of Health, an employee of a residential facility for groups, as defined in NRS 449.017, pursuant to a written agreement entered into by the ultimate user.
- 10. In accordance with applicable regulations of the State Board of Pharmacy, an animal control officer, a wildlife biologist or an employee designated by a federal, state or local governmental agency whose duties include the control of domestic, wild and predatory animals.
- 11. A person who is enrolled in a training program to become a paramedic, respiratory therapist or veterinary technician if the person possesses and administers the controlled substance in the same manner and under the same conditions that apply, respectively, to a paramedic, respiratory therapist or veterinary technician who may possess and administer the controlled substance, and under the direct supervision of a person licensed or registered to perform the respective medical art or a supervisor of such a person.
 - 12. As used in this section, "accredited college of medicine" means:
- (a) A medical school that is accredited by the Liaison Committee on Medical Education of the American Medical Association and the Association of American Medical Colleges or their successor organizations; or
 - (b) A school of osteopathic medicine, as defined in NRS 633.121.
 - Sec. 7. NRS 454.213 is hereby amended to read as follows:
- 454.213 A drug or medicine referred to in NRS 454.181 to 454.371, inclusive, may be possessed and administered by:
 - 1. A practitioner.
- 2. A physician assistant licensed pursuant to chapter 630 or 633 of NRS, at the direction of his or her supervising physician or a licensed dental hygienist acting in the office of and under the supervision of a dentist.
- 3. Except as otherwise provided in subsection 4, a registered nurse licensed to practice professional nursing or licensed practical nurse, at the direction of a prescribing physician, physician assistant licensed pursuant to chapter 630 or 633 of NRS, dentist, podiatric physician or advanced practice registered nurse, or pursuant to a chart order, for administration to a patient at another location.

- 4. In accordance with applicable regulations of the Board, a registered nurse licensed to practice professional nursing or licensed practical nurse who is:
- (a) Employed by a health care agency or health care facility that is authorized to provide emergency care, or to respond to the immediate needs of a patient, in the residence of the patient; and
- (b) Acting under the direction of the medical director of that agency or facility who works in this State.
- 5. A medication aide certified at a designated facility under the supervision of an advanced practice registered nurse or registered nurse and in accordance with standard protocols developed by the State Board of Nursing. As used in this subsection, "designated facility" has the meaning ascribed to it in NRS 632.0145.
- 6. Except as otherwise provided in subsection 7, an advanced emergency medical technician or a paramedic, as authorized by regulation of the State Board of Pharmacy and in accordance with any applicable regulations of:
- (a) The State Board of Health in a county whose population is less than 100,000;
- (b) A county board of health in a county whose population is 100,000 or more: or
- (c) A district board of health created pursuant to NRS 439.362 or 439.370 in any county.
- 7. An advanced emergency medical technician or a paramedic who holds an endorsement issued pursuant to NRS 450B.1975, under the direct supervision of a local health officer or a designee of the local health officer pursuant to that section.
- 8. A respiratory therapist employed in a health care facility. The therapist may possess and administer respiratory products only at the direction of a physician.
- 9. A dialysis technician, under the direction or supervision of a physician or registered nurse only if the drug or medicine is used for the process of renal dialysis.
- 10. A medical student or student nurse in the course of his or her studies at an [approved] accredited college of medicine or approved school of professional or practical nursing, at the direction of a physician and:
 - (a) In the presence of a physician or a registered nurse; or
- (b) Under the supervision of a physician or a registered nurse if the student is authorized by the college or school to administer the drug or medicine outside the presence of a physician or nurse.
- → A medical student or student nurse may administer a dangerous drug in the presence or under the supervision of a registered nurse alone only if the circumstances are such that the registered nurse would be authorized to administer it personally.
 - 11. Any person designated by the head of a correctional institution.

- 12. An ultimate user or any person designated by the ultimate user pursuant to a written agreement.
- 13. A nuclear medicine technologist, at the direction of a physician and in accordance with any conditions established by regulation of the Board.
- 14. A radiologic technologist, at the direction of a physician and in accordance with any conditions established by regulation of the Board.
- 15. A chiropractic physician, but only if the drug or medicine is a topical drug used for cooling and stretching external tissue during therapeutic treatments.
- 16. A physical therapist, but only if the drug or medicine is a topical drug which is:
- (a) Used for cooling and stretching external tissue during therapeutic treatments; and
 - (b) Prescribed by a licensed physician for:
 - (1) Iontophoresis; or
 - (2) The transmission of drugs through the skin using ultrasound.
- 17. In accordance with applicable regulations of the State Board of Health, an employee of a residential facility for groups, as defined in NRS 449.017, pursuant to a written agreement entered into by the ultimate user.
- 18. A veterinary technician or a veterinary assistant at the direction of his or her supervising veterinarian.
- 19. In accordance with applicable regulations of the Board, a registered pharmacist who:
- (a) Is trained in and certified to carry out standards and practices for immunization programs;
- (b) Is authorized to administer immunizations pursuant to written protocols from a physician; and
- (c) Administers immunizations in compliance with the "Standards for Immunization Practices" recommended and approved by the Advisory Committee on Immunization Practices of the Centers for Disease Control and Prevention.
- $20.\,$ A registered pharmacist pursuant to written guidelines and protocols developed and approved pursuant to NRS 639.2809.
- 21. A person who is enrolled in a training program to become a physician assistant licensed pursuant to chapter 630 or 633 of NRS, dental hygienist, advanced emergency medical technician, paramedic, respiratory therapist, dialysis technician, nuclear medicine technologist, radiologic technologist, physical therapist or veterinary technician if the person possesses and administers the drug or medicine in the same manner and under the same conditions that apply, respectively, to a physician assistant licensed pursuant to chapter 630 or 633 of NRS, dental hygienist, advanced emergency medical technician, paramedic, respiratory therapist, dialysis technician, nuclear medicine technologist, radiologic technologist, physical therapist or veterinary technician who may possess and administer the drug

or medicine, and under the direct supervision of a person licensed or registered to perform the respective medical art or a supervisor of such a person.

- 22. A medical assistant, in accordance with applicable regulations of the:
- (a) Board of Medical Examiners, at the direction of the prescribing physician and under the supervision of a physician or physician assistant.
- (b) State Board of Osteopathic Medicine, at the direction of the prescribing physician and under the supervision of a physician or physician assistant.
- 23. As used in this section, "accredited college of medicine" has the meaning ascribed to it in NRS 453.375.
- Sec. 8. Chapter 630 of NRS is hereby amended by adding thereto a new section to read as follows:
- A physician shall not allow a person to perform or participate in any activity under the supervision of the physician for the purpose of receiving credit toward a degree of doctor of medicine, osteopathy or osteopathic medicine, including, without limitation, clinical observation and contact with patients, unless the person is enrolled in good standing at:
- 1. A medical school that is accredited by the Liaison Committee on Medical Education of the American Medical Association and the Association of American Medical Colleges or their successor organizations; or
 - 2. A school of osteopathic medicine, as defined in NRS 633.121.
 - Sec. 9. NRS 630.306 is hereby amended to read as follows:
- 630.306 The following acts, among others, constitute grounds for initiating disciplinary action or denying licensure:
- 1. Inability to practice medicine with reasonable skill and safety because of illness, a mental or physical condition or the use of alcohol, drugs, narcotics or any other substance.
 - 2. Engaging in any conduct:
 - (a) Which is intended to deceive:
- (b) Which the Board has determined is a violation of the standards of practice established by regulation of the Board; or
- (c) Which is in violation of a regulation adopted by the State Board of Pharmacy.
- 3. Administering, dispensing or prescribing any controlled substance, or any dangerous drug as defined in chapter 454 of NRS, to or for himself or herself or to others except as authorized by law.
- 4. Performing, assisting or advising the injection of any substance containing liquid silicone into the human body, except for the use of silicone oil to repair a retinal detachment.
- 5. Practicing or offering to practice beyond the scope permitted by law or performing services which the licensee knows or has reason to know that he or she is not competent to perform or which are beyond the scope of his or her training.

- 6. Performing, without first obtaining the informed consent of the patient or the patient's family, any procedure or prescribing any therapy which by the current standards of the practice of medicine is experimental.
- 7. Continual failure to exercise the skill or diligence or use the methods ordinarily exercised under the same circumstances by physicians in good standing practicing in the same specialty or field.
- 8. Habitual intoxication from alcohol or dependency on controlled substances.
- 9. Making or filing a report which the licensee or applicant knows to be false or failing to file a record or report as required by law or regulation.
 - 10. Failing to comply with the requirements of NRS 630.254.
- 11. Failure by a licensee or applicant to report in writing, within 30 days, any disciplinary action taken against the licensee or applicant by another state, the Federal Government or a foreign country, including, without limitation, the revocation, suspension or surrender of a license to practice medicine in another jurisdiction.
- 12. Failure by a licensee or applicant to report in writing, within 30 days, any criminal action taken or conviction obtained against the licensee or applicant, other than a minor traffic violation, in this State or any other state or by the Federal Government, a branch of the Armed Forces of the United States or any local or federal jurisdiction of a foreign country.
- 13. Failure to be found competent to practice medicine as a result of an examination to determine medical competency pursuant to NRS 630.318.
 - 14. Operation of a medical facility at any time during which:
 - (a) The license of the facility is suspended or revoked; or
- (b) An act or omission occurs which results in the suspension or revocation of the license pursuant to NRS 449.160.
- → This subsection applies to an owner or other principal responsible for the operation of the facility.
 - 15. Failure to comply with the requirements of NRS 630.373.
- 16. Engaging in any act that is unsafe or unprofessional conduct in accordance with regulations adopted by the Board.
- 17. Knowingly procuring or administering a controlled substance or a dangerous drug as defined in chapter 454 of NRS that is not approved by the United States Food and Drug Administration, unless the unapproved controlled substance or dangerous drug:
- (a) Was procured through a retail pharmacy licensed pursuant to chapter 639 of NRS;
- (b) Was procured through a Canadian pharmacy which is licensed pursuant to chapter 639 of NRS and which has been recommended by the State Board of Pharmacy pursuant to subsection 4 of NRS 639.2328; or
- (c) Is marijuana being used for medical purposes in accordance with chapter 453A of NRS.
- 18. Failure to supervise adequately a medical assistant pursuant to the regulations of the Board.

- 19. Failure to comply with the provisions of section 8 of this act.
- Sec. 10. Chapter 633 of NRS is hereby amended by adding thereto a new section to read as follows:

An osteopathic physician shall not allow a person to perform or participate in any activity under the supervision of the osteopathic physician for the purpose of receiving credit toward a degree of doctor of medicine, osteopathy or osteopathic medicine, including, without limitation, clinical observation and contact with patients, unless the person is enrolled in good standing at:

- 1. A medical school that is accredited by the Liaison Committee on Medical Education of the American Medical Association and the Association of American Medical Colleges or their successor organizations; or
 - 2. A school of osteopathic medicine.
 - Sec. 11. NRS 633.511 is hereby amended to read as follows:
- 633.511 The grounds for initiating disciplinary action pursuant to this chapter are:
 - 1. Unprofessional conduct.
 - 2. Conviction of:
- (a) A violation of any federal or state law regulating the possession, distribution or use of any controlled substance or any dangerous drug as defined in chapter 454 of NRS;
- (b) A felony relating to the practice of osteopathic medicine or practice as a physician assistant;
- (c) A violation of any of the provisions of NRS 616D.200, 616D.220, 616D.240 or 616D.300 to 616D.440, inclusive;
 - (d) Murder, voluntary manslaughter or mayhem;
 - (e) Any felony involving the use of a firearm or other deadly weapon;
 - (f) Assault with intent to kill or to commit sexual assault or mayhem;
- (g) Sexual assault, statutory sexual seduction, incest, lewdness, indecent exposure or any other sexually related crime;
- (h) Abuse or neglect of a child or contributory delinquency; or
- (i) Any offense involving moral turpitude.
- 3. The suspension of a license to practice osteopathic medicine or to practice as a physician assistant by any other jurisdiction.
- 4. Malpractice or gross malpractice, which may be evidenced by a claim of malpractice settled against a licensee.
 - 5. Professional incompetence.
 - 6. Failure to comply with the requirements of NRS 633.527.
- 7. Failure to comply with the requirements of subsection 3 of NRS 633.471.
 - 8. Failure to comply with the provisions of NRS 633.694.
- 9. Operation of a medical facility, as defined in NRS 449.0151, at any time during which:
 - (a) The license of the facility is suspended or revoked; or

- (b) An act or omission occurs which results in the suspension or revocation of the license pursuant to NRS 449.160.
- → This subsection applies to an owner or other principal responsible for the operation of the facility.
- 10. Failure to comply with the provisions of subsection 2 of NRS 633.322.
 - 11. Signing a blank prescription form.
- 12. Knowingly procuring or administering a controlled substance or a dangerous drug as defined in chapter 454 of NRS that is not approved by the United States Food and Drug Administration, unless the unapproved controlled substance or dangerous drug:
- (a) Was procured through a retail pharmacy licensed pursuant to chapter 639 of NRS;
- (b) Was procured through a Canadian pharmacy which is licensed pursuant to chapter 639 of NRS and which has been recommended by the State Board of Pharmacy pursuant to subsection 4 of NRS 639.2328; or
- (c) Is marijuana being used for medical purposes in accordance with chapter 453A of NRS.
- 13. Attempting, directly or indirectly, by intimidation, coercion or deception, to obtain or retain a patient or to discourage the use of a second opinion.
- 14. Terminating the medical care of a patient without adequate notice or without making other arrangements for the continued care of the patient.
- 15. In addition to the provisions of subsection 3 of NRS 633.524, making or filing a report which the licensee knows to be false, failing to file a record or report that is required by law or willfully obstructing or inducing another to obstruct the making or filing of such a record or report.
- 16. Failure to report any person the licensee knows, or has reason to know, is in violation of the provisions of this chapter or the regulations of the Board within 30 days after the date the licensee knows or has reason to know of the violation.
- 17. Failure by a licensee or applicant to report in writing, within 30 days, any criminal action taken or conviction obtained against the licensee or applicant, other than a minor traffic violation, in this State or any other state or by the Federal Government, a branch of the Armed Forces of the United States or any local or federal jurisdiction of a foreign country.
- 18. Engaging in any act that is unsafe in accordance with regulations adopted by the Board.
 - 19. Failure to comply with the provisions of NRS 633.165.
- 20. Failure to supervise adequately a medical assistant pursuant to the regulations of the Board.
 - 21. Failure to comply with the provisions of section 10 of this act.
 - Sec. 12. NRS 654.190 is hereby amended to read as follows:
- 654.190 1. The Board may, after notice and an opportunity for a hearing as required by law, impose an administrative fine of not more than

\$10,000 for each violation on, recover reasonable investigative fees and costs incurred from, suspend, revoke, deny the issuance or renewal of or place conditions on the license of, and place on probation or impose any combination of the foregoing on any nursing facility administrator or administrator of a residential facility for groups who:

- (a) Is convicted of a felony relating to the practice of administering a nursing facility or residential facility or of any offense involving moral turpitude.
 - (b) Has obtained his or her license by the use of fraud or deceit.
 - (c) Violates any of the provisions of this chapter.
- (d) Aids or abets any person in the violation of any of the provisions of NRS 449.030 to 449.2428, inclusive, *and section 1 of this act*, as those provisions pertain to a facility for skilled nursing, facility for intermediate care or residential facility for groups.
- (e) Violates any regulation of the Board prescribing additional standards of conduct for nursing facility administrators or administrators of residential facilities for groups, including, without limitation, a code of ethics.
- (f) Engages in conduct that violates the trust of a patient or resident or exploits the relationship between the nursing facility administrator or administrator of a residential facility for groups and the patient or resident for the financial or other gain of the licensee.
- 2. If a licensee requests a hearing pursuant to subsection 1, the Board shall give the licensee written notice of a hearing pursuant to NRS 233B.121 and 241.034. A licensee may waive, in writing, his or her right to attend the hearing.
- 3. The Board may compel the attendance of witnesses or the production of documents or objects by subpoena. The Board may adopt regulations that set forth a procedure pursuant to which the Chair of the Board may issue subpoenas on behalf of the Board. Any person who is subpoenaed pursuant to this subsection may request the Board to modify the terms of the subpoena or grant additional time for compliance.
- 4. An order that imposes discipline and the findings of fact and conclusions of law supporting that order are public records.
- 5. The expiration of a license by operation of law or by order or decision of the Board or a court, or the voluntary surrender of a license, does not deprive the Board of jurisdiction to proceed with any investigation of, or action or disciplinary proceeding against, the licensee or to render a decision suspending or revoking the license.
- Sec. 12.5. The amendatory provisions of this act do not apply to any activity authorized pursuant to a contract entered into before July 1, 2015, between a facility licensed pursuant to chapter 449 of NRS and a medical school or medical school training institution that is listed in the International Medical Education Directory managed by the Foundation for Advancement of International Medical Education and Research.
 - Sec. 13. This act becomes effective on July 1, 2015.

Senator Hardy moved the adoption of the amendment.

Remarks by Senator Hardy.

This allows our in-state students and our United States-eligible students to have places for training purposes in their third and fourth years of medical school.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

Senate Bill No. 189.

Bill read second time.

The following amendment was proposed by the Committee on Health and Human Services:

Amendment No. 77.

SUMMARY—Makes various changes concerning the collection of information relating to the treatment of trauma. (BDR 40-95)

AN ACT relating to public health; requiring the Division of Public and Behavioral Health of the Department of Health and Human Services to develop a standardized system for the collection of information concerning the treatment of trauma; creating the Fund for the State Trauma Registry; [requiring certain insurers to assess an annual fee on certain policies of insurance for deposit into] providing for the use of the money in the Fund; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires the State Board of Health to adopt regulations which require each hospital to record and maintain information concerning the treatment of trauma in the hospital. (NRS 450B.238) Existing regulations of the State Board require the Division of Public and Behavioral Health of the Department of Health and Human Services to develop a standardized system for the collection of information concerning the treatment of trauma and to carry out a system for the management of that information. (NAC 450B.764) Section 2 of this bill requires the Division to develop and operate such a system. Section 3 of this bill creates the Fund for the State Trauma Registry [into which] and requires money in the Fund to be used for the costs of the Registry... [must be deposited.] Section 3 also provides that money in the Fund does not revert to the State General Fund. [Finally, sections 5 and 6 of this bill require certain policies of automobile and home protection insurance issued in this State to be assessed a \$1 annual fee which must be deposited in the Fund for the State Trauma Registry.]

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

- Section 1. Chapter 450B of NRS is hereby amended by adding thereto the provisions set forth as sections 2 and 3 of this act.
- Sec. 2. 1. The Division shall develop a standardized system for the collection of information concerning the treatment of trauma and carry out a system for the management of that information. The system must provide for the recording of information concerning treatment received before and after

admission to a hospital. The Division may prepare reports based upon the information collected.

- 2. The State Board of Health may adopt regulations to carry out the provisions of this section.
- Sec. 3. 1. The Fund for the State Trauma Registry is hereby created in the State Treasury.
- 2. Any money freeeived by the Division pursuant to sections 5 and 6 of this aet: f in the Fund:

(a) fMust be deposited in the Fund;

—(b)] May be used only to develop a standardized system for the collection of information concerning the treatment of trauma, to carry out a system for the management of that information and to prepare reports concerning that information; and

[(e)] <u>(b)</u> Does not revert to the State General Fund at the end of any fiscal year.

- 3. Any interest or income earned on the money in the Fund must be credited to the Fund. Any claims against the Fund must be paid in the manner that other claims against the State are paid.
 - 4. The Administrator of the Division shall administer the Fund.
- Sec. 4. [Chapter 690B of NRS is hereby amended by adding thereto the provisions set forth as sections 5 and 6 of this act.] (Deleted by amendment.)
- Sec. 5. [1. An insurer who delivers, issues for delivery or renews a policy of insurance against liability arising out of the ownership, maintenance or use of a motor vehicle in this State shall annually assess a \$1 trauma services user fee per policy.
- 2. The insurer shall account separately for all money received pursuant to subsection I as a deposit to be held in trust for the State. The insurer shall transmit the money held in trust pursuant to this section to the Division of Public and Behavioral Health of the Department of Health and Human Services for deposit with the State Treasurer for credit to the Fund for the State Trauma Registry created by section 3 of this act.] (Deleted by amendment.)
- Sec. 6. [1. An insurer who delivers, issues for delivery or renews a policy of insurance for home protection in this State shall annually assess a \$1 trauma services user fee per policy.
- 2. The insurer shall account separately for all money received pursuant to subsection I as a deposit to be held in trust for the State. The insurer shall transmit the money held in trust pursuant to this section to the Division of Public and Behavioral Health of the Department of Health and Human Services for deposit with the State Treasurer for credit to the Fund for the State Trauma Registry created by section 3 of this act.] (Deleted by amendment.)
- Sec. 7. Any regulation adopted by the State Board of Health that is in conflict with or duplicative of the provisions of this act is hereby declared void.

Sec. 8. This act becomes effective:

- 1. Upon passage and approval for the purposes of adopting any regulations and performing any preparatory administrative tasks necessary to carry out the provisions of this act; and
 - 2. On January 1, 2016, for all other purposes.

Senator Woodhouse moved the adoption of the amendment.

Remarks by Senator Woodhouse.

This amendment removes the requirement that certain policies of automobile and home insurance issued in Nevada be assessed a \$1 annual fee to be deposited in the Fund for the State Trauma Registry.

Amendment adopted.

Senator Hardy moved that the bill be re-referred to the Committee on Finance, upon return from reprint.

Motion carried.

Bill ordered reprinted, engrossed and to the Committee on Finance.

Senate Bill No. 193.

Bill read second time.

The following amendment was proposed by the Committee on Commerce, Labor and Energy:

Amendment No. 225.

SUMMARY—Revises provisions governing the payment of minimum wage and compensation for overtime. (BDR 53-989)

AN ACT relating to [eompensation;] employment; revising provisions governing the payment of minimum wage and compensation for overtime; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires the Labor Commissioner, in accordance with federal law, to establish by regulation the minimum wage which may be paid to an employee in private employment in this State. (NRS 608.250) Section 1 of this bill requires the Labor Commissioner, in adopting those regulations, to ensure that the minimum wage for the employee is \$9 per hour, if the employer of the employee does not offer health insurance for the employee in accordance with regulations adopted by the Labor Commissioner.

__The Fair Labor Standards Act of 1938 requires that compensation for overtime be paid to certain employees for hours worked in excess of 40 hours in any week of work. (29 U.S.C. § 207) Under existing Nevada law, certain employees, including certain classified employees of this State, certain employees of contractors working on public works projects and certain other employees of private employers, are entitled to compensation for overtime at a rate of 1 1/2 times an employee's regular wage rate for any hours worked in excess of 8 hours in any workday or in excess of 40 hours in any week of work. (NRS 284.180, 338.020, 608.018) [This] Sections 2-4 of this bill [removes] remove the provisions which require payment of compensation for overtime for hours worked in excess of 8 hours in any workday, while

retaining the provisions which require payment of compensation for overtime for hours worked in excess of 40 hours in any week of work.

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

Section 1. <u>Chapter 608 of NRS is hereby amended by adding thereto a</u> new section to read as follows:

In adopting the regulations establishing the minimum wage which may be paid pursuant to NRS 608.250, the Labor Commissioner shall ensure that the minimum wage for each employee to which those regulations apply is at least \$9 per hour, if the employer of the employee does not offer health insurance for the employee in accordance with regulations adopted by the Labor Commissioner.

- Sec. 2. NRS 608.018 is hereby amended to read as follows:
- 608.018 1. [An employer shall pay 1 1/2 times an employee's regular wage rate whenever an employee who receives compensation for employment at a rate less than 1 1/2 times the minimum rate prescribed pursuant to NRS 608.250 works:
- (a) More than 40 hours in any scheduled week of work; or
- (b) More than 8 hours in any workday unless by mutual agreement the employee works a scheduled 10 hours per day for 4 calendar days within any scheduled week of work.
- 2. An] Except as otherwise provided in subsection 2, an employer shall pay 1 1/2 times an employee's regular wage rate whenever an employee [who receives compensation for employment at a rate not less than 1 1/2 times the minimum rate prescribed pursuant to NRS 608.250] works more than 40 hours in any scheduled week of work.
- [3.] 2. The provisions of [subsections] subsection 1 [and 2] do not apply to:
- (a) Employees who are not covered by the minimum wage provisions of NRS 608.250;
 - (b) Outside buyers;
- (c) Employees in a retail or service business if their regular rate is more than 1 1/2 times the minimum wage, and more than half their compensation for a representative period comes from commissions on goods or services, with the representative period being, to the extent allowed pursuant to federal law, not less than 1 month;
- (d) Employees who are employed in bona fide executive, administrative or professional capacities;
- (e) Employees covered by collective bargaining agreements which provide otherwise for overtime;
- (f) Drivers, drivers' helpers, loaders and mechanics for motor carriers subject to the Motor Carrier Act of 1935, as amended;
 - (g) Employees of a railroad;
 - (h) Employees of a carrier by air;

- (i) Drivers or drivers' helpers making local deliveries and paid on a trip-rate basis or other delivery payment plan;
 - (j) Drivers of taxicabs or limousines;
 - (k) Agricultural employees;
- (1) Employees of business enterprises having a gross sales volume of less than \$250,000 per year;
- (m) Any salesperson or mechanic primarily engaged in selling or servicing automobiles, trucks or farm equipment; and
- (n) A mechanic or worker for any hours to which the provisions of subsection 3 or 4 of NRS 338.020 apply.

[Sec. 2.] Sec. 3. NRS 284.180 is hereby amended to read as follows:

- 284.180 1. The Legislature declares that since uniform salary and wage rates and classifications are necessary for an effective and efficient personnel system, the pay plan must set the official rates applicable to all positions in the classified service, but the establishment of the pay plan in no way limits the authority of the Legislature relative to budgeted appropriations for salary and wage expenditures.
- 2. Credit for overtime work directed or approved by the head of an agency or the representative of the head of the agency must be earned at the rate of time and one-half, except for those employees described in NRS 284.148.
- 3. Except as otherwise provided in subsections 4, 6 $\frac{1}{5}$, and $\frac{19}{5}$, 8, overtime is considered time worked in excess of $\frac{1}{5}$.
- (a) Eight hours in 1 calendar day;
- (b) Eight hours in any 16 hour period; or
- -(c) A] a 40-hour week.
- 4. Firefighters who choose and are approved for a 24-hour shift shall be deemed to work an average of 56 hours per week and 2,912 hours per year, regardless of the actual number of hours worked or on paid leave during any biweekly pay period. A firefighter so assigned is entitled to receive 1/26 of the firefighter's annual salary for each biweekly pay period. In addition, overtime must be considered time worked in excess of:
 - (a) Twenty-four hours in one scheduled shift; or
- (b) Fifty-three hours average per week during one work period for those hours worked or on paid leave.
- → The appointing authority shall designate annually the length of the work period to be used in determining the work schedules for such firefighters. In addition to the regular amount paid such a firefighter for the deemed average of 56 hours per week, the firefighter is entitled to payment for the hours which comprise the difference between the 56-hour average and the overtime threshold of 53 hours average at a rate which will result in the equivalent of overtime payment for those hours.
- 5. The Commission shall adopt regulations to carry out the provisions of subsection 4.

- 6. [For employees who choose and are approved for a variable workday, overtime will be considered only after working 40 hours in 1 week.
- —7.] Employees who are eligible under the Fair Labor Standards Act of 1938, 29 U.S.C. §§ 201 et seq., to work a variable 80-hour work schedule within a biweekly pay period and who choose and are approved for such a work schedule will be considered eligible for overtime only after working 80 hours biweekly. [, except those eligible employees who are approved for overtime in excess of one scheduled shift of 8 or more hours per day.
- —8.] 7. An agency may experiment with innovative workweeks upon the approval of the head of the agency and after majority consent of the affected employees. The affected employees are eligible for overtime only after working 40 hours in a workweek.
- [9.] δ . This section does not supersede or conflict with existing contracts of employment for employees hired to work 24 hours a day in a home setting. Any future classification in which an employee will be required to work 24 hours a day in a home setting must be approved in advance by the Commission.
- [10.] 9. All overtime must be approved in advance by the appointing authority or the designee of the appointing authority. No officer or employee, other than a director of a department or the chair of a board, commission or similar body, may authorize overtime for himself or herself. The chair of a board, commission or similar body must approve in advance all overtime worked by members of the board, commission or similar body.
- [11.] 10. The Budget Division of the Department of Administration shall review all overtime worked by employees of the Executive Department to ensure that overtime is held to a minimum. The Budget Division shall report quarterly to the State Board of Examiners the amount of overtime worked in the quarter within the various agencies of the State.
- [12.] 11. A state employee is entitled to his or her normal rate of pay for working on a legal holiday unless the employee is entitled to payment for overtime pursuant to this section and the regulations adopted pursuant thereto. This payment is in addition to any payment provided for by regulation for a legal holiday.
 - [Sec. 3.] Sec. 4. NRS 338.020 is hereby amended to read as follows:
- 338.020 1. Every contract to which a public body of this State is a party, requiring the employment of skilled mechanics, skilled workers, semiskilled mechanics, semiskilled workers or unskilled labor in the performance of public work, must contain in express terms the hourly and daily rate of wages to be paid each of the classes of mechanics and workers. The hourly and daily rate of wages must:
- (a) Not be less than the rate of such wages then prevailing in the county in which the public work is located, which prevailing rate of wages must have been determined in the manner provided in NRS 338.030; and
- (b) Be posted on the site of the public work in a place generally visible to the workers.

- 2. When public work is performed by day labor, the prevailing wage for each class of mechanics and workers so employed applies and must be stated clearly to such mechanics and workers when employed.
- 3. Except as otherwise provided in subsection 4, a contractor or subcontractor shall pay to a mechanic or worker employed by the contractor or subcontractor on the public work not less than one and one-half times the prevailing rate of wages applicable to the class of the mechanic or worker for each hour the mechanic or worker works on the public work in excess of [-
- (a) Forty] 40 hours in any scheduled week of work by the mechanic or worker for the contractor or subcontractor, including, without limitation, hours worked for the contractor or subcontractor on work other than the public work. [; or
- (b) Eight hours in any workday that the mechanic or worker was employed by the contractor or subcontractor, including, without limitation, hours worked for the contractor or subcontractor on work other than the public work, unless by mutual agreement the mechanic or worker works a scheduled 10 hours per day for 4 calendar days within any scheduled week of work.]
- 4. The provisions of subsection 3 do not apply to a mechanic or worker who is covered by a collective bargaining agreement that provides for the payment of wages at not less than one and one-half times the rate of wages set forth in the collective bargaining agreement for work in excess of [:
- (a) Forty] 40 hours in any scheduled week of work . [; or
- (b) Eight hours in any workday unless the collective bargaining agreement provides that the mechanic or worker shall work a scheduled 10 hours per day for 4 calendar days within any scheduled week of work.]
- 5. The prevailing wage and any wages paid for overtime pursuant to subsection 3 or 4 to each class of mechanics or workers must be in accordance with the jurisdictional classes recognized in the locality where the work is performed. 6. Nothing in this section prevents an employer who is signatory to a collective bargaining agreement from assigning such work in accordance with established practice.

Senator Settelmeyer moved the adoption of the amendment.

Remarks by Senator Settelmeyer.

The amendment requires the Labor Commissioner, in accordance with federal law, to establish, by regulation, a minimum wage of \$9 per hour, if the employer does not provide health insurance for the employee.

Senator Atkinson moved that the Senate recess subject to the call of the Chair.

Motion carried.

Senate in recess at 12:17 p.m.

SENATE IN SESSION

At 12:25 p.m.

President Hutchison presiding.

Quorum present.

Amendment adopted.

Bill ordered reprinted, engrossed and to third reading.

MOTIONS, RESOLUTIONS AND NOTICES

Senator Kieckhefer moved that Senate Bill No. 147 be re-referred to the Committee on Finance, upon return from reprint.

Motion carried.

GENERAL FILE AND THIRD READING

Senate Bill No. 2.

Bill read third time.

Remarks by Senators Gustavson and Spearman.

SENATOR GUSTAVSON:

Senate Bill No. 2 increases the maximum speed limit at which a person may drive or operate a vehicle from 75 miles per hour to 80 miles per hour. This bill allows the Department of Transportation to establish speed limits up to 80 miles per hour for motor vehicles on highways and expands the imposition of a limited \$25 fine for speeding violations within certain incremental parameters up to 85 miles per hour.

SENATOR SPEARMAN:

I am concerned that putting the speed limit at 80 miles per hour does not jeopardize any of the highway funds we receive from the federal government.

SENATOR GUSTAVSON:

No, that does not jeopardize any highway funds whatsoever. There are already four other states that are doing this now. You drive into Utah and it is 80 miles per hour. Idaho, just last year, went to 80 miles per hour. Wyoming, I think, has 80 miles per hour, and Texas actually has part of a section of one interstate that goes 85 miles per hour.

Roll call on Senate Bill No. 2:

YEAS-16.

NAYS-Ford, Kihuen, Spearman, Woodhouse-4.

EXCUSED—Smith.

Senate Bill No. 2 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 50.

Bill read third time.

Remarks by Senator Settelmeyer.

Senate Bill No. 50 deletes the requirement of the State Contractors' Board to establish an advisory committee concerning the classification of licensure of persons who install and maintain building shell or thermal system installation. The bill authorizes the Board to use additional information to consider whether an applicant or licensee is qualified on behalf of another for more than one active license. The Board is allowed to inquire into and consider the financial responsibility and good character of such persons. The bill adds certain international building codes to the list of workmanship standards that, in the absence of a locally adopted

building or construction code, a licensee must achieve or else be subject to disciplinary action. Finally, the measure clarifies that an injured person or personal representative of the licensee, who is cohabitating with the licensee, is married to the licensee or is related to the licensee by blood within the first or second degree of consanguinity is not eligible for recovery of damages from the Recovery Fund maintained by the Board.

Provisions relating to the Advisory Committee are effective upon passage and approval of the bill. All other provisions are effective on October 1, 2015.

Roll call on Senate Bill No. 50:

YEAS-20.

NAYS-None.

EXCUSED-Smith.

Senate Bill No. 50 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 66.

Bill read third time.

Remarks by Senator Hardy.

Senate Bill No. 66 revises provisions allowing for a local governing body to amend or terminate an agreement for land development. The bill requires a governing body that proposes, unilaterally, to amend or cancel an agreement for the development of land to hold a public hearing before taking such action and to provide notice no less than 60 days prior to the public hearing. The bill deletes outdated provisions allowing the extension of construction for a residential or commercial development agreement converted to a renewable energy generation project if applied for by July 1, 2013. This bill is effective on July 1, 2015.

Roll call on Senate Bill No. 66:

YEAS—20.

NAYS-None.

EXCUSED—Smith.

Senate Bill No. 66 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 87.

Bill read third time.

Remarks by Senator Spearman.

Senate Bill No. 87 authorizes the Public Utilities Commission of Nevada (PUCN) to issue an order modifying a resource plan it finds to be inadequate by a public utility that furnishes water, sewage disposal services or supplies electricity. A utility may file a notice consenting to or rejecting some or all of the modifications within 30 days after the issuance of an order. If such a notice is filed, any petition for reconsideration or rehearing of the order must be filed with the PUCN not later than 10 business days after the date the notice is filed. For purposes of the "prudent investment" provisions of Nevada law, under which the utility may recover all just-and-reasonable costs of planning and constructing or acquiring a facility, only the parts of the plan accepted by the PUCN, as filed or modified with the consent of the utilities, are deemed to be accepted by the PUCN. This bill is effective upon passage and approval.

Roll call on Senate Bill No. 87:

YEAS-20.

NAYS-None.

EXCUSED—Smith.

Senate Bill No. 87 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 127.

Bill read third time.

Remarks by Senator Settelmeyer.

Senate Bill No. 127 authorizes the Department of Motor Vehicles to issue a credit to a person who: 1) cancels a vehicle's registration and does not qualify for a refund; or 2) transfers registration from one vehicle to another, and the registration fee or governmental services tax paid on the original vehicle is more than that owed on the vehicle to which the registration is transferred. Such credit may be applied to the registration of any other vehicle the person owns. Any unused credit expires when the original vehicle's registration was due to expire. This bill is effective on October 1, 2015.

Roll call on Senate Bill No. 127:

YEAS—20.

NAYS-None.

EXCUSED-Smith.

Senate Bill No. 127 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 144.

Bill read third time.

Remarks by Senator Manendo.

Senate Bill No. 144 makes various changes to traffic laws with regard to pedestrian safety. The bill authorizes the Department of Transportation or the governing body of a local government to designate pedestrian safety zones and doubles the penalty for violating certain traffic laws within such zones. A sign must be placed before a pedestrian safety zone, just like they do with the areas they have for worker safety when there are work zones.

In the case where there is a flashing yellow turn arrow, S.B. No. 144 requires a vehicle to yield the right-of-way to other traffic or pedestrians lawfully in the intersection.

Senate Bill No. 144 also prohibits a vehicle from passing another vehicle or making a U-turn during active, designated school zone times.

Roll call on Senate Bill No. 144:

YEAS—20.

NAYS-None.

EXCUSED—Smith.

Senate Bill No. 144 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 217.

Bill read third time.

Remarks by Senator Kieckhefer.

Senate Bill No. 217 prohibits public and private policies of health insurance and health care plans from denying coverage for covered topical ophthalmic products, if refills are provided early. The bill requires a pharmacist to provide early refills of topical ophthalmic products upon the request of a patient who is experiencing inadvertent wastage of the product due to difficulty

applying the product to the eye, and only pursuant to a valid prescription that states specific authorization to refill. This bill is effective upon passage and approval for purposes of adopting any regulations and performing any preparatory administrative tasks, and on January 1, 2016, for all other purposes.

Roll call on Senate Bill No. 217:

YEAS—20. NAYS—None. EXCUSED—Smith.

Senate Bill No. 217 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 233.

Bill read third time.

Remarks by Senator Farley.

Senate Bill No. 233 provides that a completion card indicating that a supervisory employee has completed a course in construction industry safety and health hazard recognition and prevention expires ten years, rather than five years, after it is issued. The measure also provides that a completion card issued to a construction worker does not expire or require renewal. This bill is effective upon passage and approval.

Roll call on Senate Bill No. 233:

YEAS-20.

NAYS-None.

EXCUSED—Smith.

Senate Bill No. 233 having received a constitutional majority, Mr. President declared it passed, as amended.

Bill ordered transmitted to the Assembly.

Senate Bill No. 240.

Bill read third time.

The following amendment was proposed by Senator Woodhouse:

Amendment No. 209.

SUMMARY—Makes certain changes relating to public safety. (BDR 14-955)

AN ACT relating to public safety; requiring a peace officer to arrest certain persons; requiring a court to transmit within 5 business days certain records of adjudication concerning a person's mental health to the Central Repository for Nevada Records of Criminal History for certain purposes relating to the purchase or possession of a firearm; authorizing the inclusion, correction and removal of the information in such records in each appropriate database of the National Crime Information Center; requiring each agency of criminal justice to submit information relating to records of criminal history within 60 days after the date of the conviction; revising provisions governing the surrender, sale or transfer of any firearm by an adverse party subject to an extended order for protection against domestic violence; requiring the Central Repository, upon request, to conduct a background check without

charge on a person who wishes to acquire a firearm; prohibiting certain persons from having possession, custody or control of a firearm; prohibiting certain persons from selling a firearm under certain circumstances; revising the functions of the Department of Health and Human Services; requiring a mental health professional to notify certain persons when a patient makes certain explicit threats of imminent serious physical harm or death; providing penalties; and providing other matters properly relating thereto. Legislative Counsel's Digest:

Existing law requires a peace officer, unless mitigating circumstances exist, to arrest a person when the peace officer has probable cause to believe that the person to be arrested has, within the preceding 24 hours, committed a battery constituting domestic violence. (NRS 171.137) Section 1 of this bill similarly requires a peace officer to arrest a person when the peace officer has probable cause to believe that a person has possession, custody or control of a firearm in violation of an extended order for protection against domestic violence.

Existing law requires a court to transmit to the Central Repository for Nevada Records of Criminal History a record of any court order, judgment, plea or verdict concerning the involuntary admission of a person to a mental health facility, the appointment of a guardian for a person with a mental defect, a finding that a person is incompetent to stand trial, a verdict acquitting a defendant by reason of insanity or a plea or finding of guilty but mentally ill, along with a statement that the record is being transmitted for inclusion in all appropriate databases of the National Instant Criminal Background Check System. (NRS 159.0593, 174.035, 175.533, 175.539, 178.425, 433A.310) Sections [1-4,13] 2-5, 14 and [17] 18 of this bill require such records to be transmitted to the Central Repository within 5 business days.

Existing law requires the inclusion, correction and removal of information in records of criminal history in each appropriate database of the National Instant Criminal Background Check System. (NRS 179A.163, 179A.165, 179A.167, 433A.310) Sections [8 10] 9-11 and [17] 18 of this bill also authorize or require, as appropriate, the inclusion, correction and removal of such information in each appropriate database of the National Crime Information Center. Section [5] 6 of this bill defines "National Crime Information Center" to mean the computerized information system created and maintained by the Federal Bureau of Investigation pursuant to 28 U.S.C. § 534.

Existing law requires each agency of criminal justice to submit information relating to records of criminal history within the period described by the Director of the Department of Public Safety. (NRS 179A.075) Section $\frac{[7]}{2}$ of this bill requires the submission of such information within 60 days after the date of the conviction.

Existing law authorizes a <u>court to include in an extended order for</u> <u>protection against domestic violence: (1) a requirement that the adverse party</u>

surrender, sell or transfer any firearm in his or her possession or under his or her custody or control; and (2) a prohibition on the adverse party against possessing or having under his or her custody or control any firearm while the order is in effect. (NRS 33.031) Section 11.5 of this bill instead requires the court to include such provisions in an extended order for protection against domestic violence. Existing law also authorizes the court to include in such an extended order a limited exception from the prohibition to possess or have under the adverse party's custody or control any firearm if the adverse party establishes certain facts relating to the necessity of using or possessing a firearm for the purposes of his or her employment. (NRS 33.031) Section 11.5 provides that the adverse party must also establish that he or she only uses or possesses the firearm in the course of his or her employment. Additionally, existing law provides that an adverse party who violates any provision included in an extended order for protection against domestic violence concerning the surrender, sale, transfer, possession, custody or control of a firearm is guilty of a gross misdemeanor. (NRS 33.031) Section 11.5 revises this penalty and provides that such a person is guilty of a category B felony.

Existing law authorizes a private person who wishes to transfer a firearm to another person to request the Central Repository to perform a background check on the person who wishes to acquire the firearm. (NRS 202.254) Section [14] 15 of this bill prohibits the Central Repository from charging a fee to perform a background check for such a transfer. Section [14] 15 further provides immunity from civil and criminal liability to a person who does not request a background check or who requests a background check for any act or omission that was taken in good faith and without malicious intent. Finally, section [14] 15 allows the Director of the Department of Public Safety to request an allocation from the Contingency Account in the State General Fund if necessary to cover the cost of providing background checks without the imposition of a fee.

Existing law prohibits a person who has been adjudicated as mentally ill, has been committed to any mental health facility or is illegally or unlawfully in the United States from possessing or having custody or control of a firearm. (NRS 202.360) Section [15] 16 of this bill also prohibits a person who has entered a plea of guilty but mentally ill, has been found guilty but mentally ill. [or] has been acquitted by reason of insanity or is currently subject to an extended order for protection against domestic violence in this State or an equivalent order in another state from possessing or having custody or control of a firearm.

Existing law prohibits a person from selling or otherwise disposing of any firearm or ammunition to another person if he or she has actual knowledge that the other person: (1) is under indictment for, or has been convicted of, a felony; (2) is a fugitive from justice; (3) has been adjudicated as mentally ill or has been committed to a mental health facility; or (4) is illegally or unlawfully in the United States. (NRS 202.362) Section [16] 17 of this bill

prohibits a person from selling, transferring or otherwise disposing of any firearm or ammunition to another person or purchasing a firearm on behalf of or for another person with the intent to transfer the firearm to that person if he or she has reasonable cause to believe that the other person meets any of those listed conditions, if the other person is otherwise prohibited from possessing a firearm or if the other person is a member of a criminal gang.

Existing law provides that a patient has a privilege to refuse to disclose and to prevent any other person from disclosing confidential communications between the patient and the patient's psychologist or doctor. (NRS 49.209, 49.225) Sections [11] 12 and [12] 13 of this bill provide exceptions to the privilege for certain determinations which are now required pursuant to this bill.

Existing law: (1) designates the Department of Health and Human Services as the official state agency for developing and administering outpatient mental health services; and (2) requires the Department to perform certain functions relating to mental health. (NRS 433C.130) Section [18] 19 of this bill requires the Department to also assist and consult with local governments and all local law enforcement agencies in this State in providing community mental health services.

Existing law imposes various requirements and duties on certain health care professionals. (Chapter 629 of NRS) Section [19] 20 of this bill provides that if a patient of a mental health professional makes an explicit threat of imminent serious physical harm or death to a person, and the mental health professional believes the patient has the intent and ability to carry out the threat, the mental health professional must notify the threatened person and the appropriate law enforcement agency. A mental health professional who exercises reasonable care in determining whether or not to provide notice of such a threat is not subject to civil or criminal liability or disciplinary action by a professional licensing board for disclosing confidential or privileged information or for any damages caused by the actions of a patient.

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

Section 1. NRS 171.137 is hereby amended to read as follows:

- 171.137 1. Except as otherwise provided in subsection 2, whether or not a warrant has been issued, a peace officer shall, unless mitigating circumstances exist, arrest a person when the peace officer has probable cause to believe that the person to be arrested has [, within]:
- <u>(a) Within</u> the preceding 24 hours, committed a battery upon his or her spouse, former spouse, any other person to whom he or she is related by blood or marriage, a person with whom he or she is or was actually residing, a person with whom he or she has had or is having a dating relationship, a person with whom he or she has a child in common, the minor child of any of those persons or his or her minor child [1-1]; or
- (b) Possession, custody or control of a firearm in violation of paragraph (d) of subsection 1 of NRS 202.360.

- 2. If the peace officer has probable cause to believe that a battery described in subsection 1 was a mutual battery, the peace officer shall attempt to determine which person was the primary physical aggressor. If the peace officer determines that one of the persons who allegedly committed a battery was the primary physical aggressor involved in the incident, the peace officer is not required to arrest any other person believed to have committed a battery during the incident. In determining whether a person is a primary physical aggressor for the purposes of this subsection, the peace officer shall consider:
 - (a) Prior domestic violence involving either person;
- (b) The relative severity of the injuries inflicted upon the persons involved;
 - (c) The potential for future injury;
- (d) Whether one of the alleged batteries was committed in self-defense; and
- (e) Any other factor that may help the peace officer decide which person was the primary physical aggressor.
- 3. A peace officer shall not base a decision regarding whether to arrest a person pursuant to this section on the peace officer's perception of the willingness of a victim or a witness to the incident to testify or otherwise participate in related judicial proceedings.
- 4. As used in this section, "dating relationship" means frequent, intimate associations primarily characterized by the expectation of affectional or sexual involvement. The term does not include a casual relationship or an ordinary association between persons in a business or social context.

[Section 1.] Sec. 2. NRS 174.035 is hereby amended to read as follows:

- 174.035 1. A defendant may plead not guilty, guilty, guilty but mentally ill or, with the consent of the court, nolo contendere. The court may refuse to accept a plea of guilty or guilty but mentally ill.
- 2. If a plea of guilty or guilty but mentally ill is made in a written plea agreement, the agreement must be in substantially the form prescribed in NRS 174.063. If a plea of guilty or guilty but mentally ill is made orally, the court shall not accept such a plea or a plea of nolo contendere without first addressing the defendant personally and determining that the plea is made voluntarily with understanding of the nature of the charge and consequences of the plea.
- 3. With the consent of the court and the district attorney, a defendant may enter a conditional plea of guilty, guilty but mentally ill or nolo contendere, reserving in writing the right, on appeal from the judgment, to a review of the adverse determination of any specified pretrial motion. A defendant who prevails on appeal must be allowed to withdraw the plea.
- 4. A plea of guilty but mentally ill must be entered not less than 21 days before the date set for trial. A defendant who has entered a plea of guilty but mentally ill has the burden of establishing the defendant's mental illness by a

preponderance of the evidence. Except as otherwise provided by specific statute, a defendant who enters such a plea is subject to the same criminal, civil and administrative penalties and procedures as a defendant who pleads guilty.

- 5. The defendant may, in the alternative or in addition to any one of the pleas permitted by subsection 1, plead not guilty by reason of insanity. A plea of not guilty by reason of insanity must be entered not less than 21 days before the date set for trial. A defendant who has not so pleaded may offer the defense of insanity during trial upon good cause shown. Under such a plea or defense, the burden of proof is upon the defendant to establish by a preponderance of the evidence that:
- (a) Due to a disease or defect of the mind, the defendant was in a delusional state at the time of the alleged offense; and
 - (b) Due to the delusional state, the defendant either did not:
 - (1) Know or understand the nature and capacity of his or her act; or
- (2) Appreciate that his or her conduct was wrong, meaning not authorized by law.
- 6. If a defendant refuses to plead or if the court refuses to accept a plea of guilty or guilty but mentally ill or if a defendant corporation fails to appear, the court shall enter a plea of not guilty.
- 7. A defendant may not enter a plea of guilty or guilty but mentally ill pursuant to a plea bargain for an offense punishable as a felony for which:
 - (a) Probation is not allowed; or
 - (b) The maximum prison sentence is more than 10 years,
- → unless the plea bargain is set forth in writing and signed by the defendant, the defendant's attorney, if the defendant is represented by counsel, and the prosecuting attorney.
- 8. If the court accepts a plea of guilty but mentally ill pursuant to this section, the court shall cause, within 5 business days after acceptance of the plea, on a form prescribed by the Department of Public Safety, a record of that plea to be transmitted to the Central Repository for Nevada Records of Criminal History along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
 - 9. As used in this section:
- (a) "Disease or defect of the mind" does not include a disease or defect which is caused solely by voluntary intoxication.
- (b) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
 - [Sec. 2.] Sec. 3. NRS 175.533 is hereby amended to read as follows:
- 175.533 1. During a trial, upon a plea of not guilty by reason of insanity, the trier of fact may find the defendant guilty but mentally ill if the trier of fact finds all of the following:
 - (a) The defendant is guilty beyond a reasonable doubt of an offense;

- (b) The defendant has established by a preponderance of the evidence that due to a disease or defect of the mind, the defendant was mentally ill at the time of the commission of the offense; and
- (c) The defendant has not established by a preponderance of the evidence that the defendant is not guilty by reason of insanity pursuant to subsection 5 of NRS 174.035.
- 2. Except as otherwise provided by specific statute, a defendant who is found guilty but mentally ill is subject to the same criminal, civil and administrative penalties and procedures as a defendant who is found guilty.
- 3. If the trier of fact finds a defendant guilty but mentally ill pursuant to subsection 1, the court shall cause, within 5 business days after the finding, on a form prescribed by the Department of Public Safety, a record of the finding to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
 - 4. As used in this section:
- (a) "Disease or defect of the mind" does not include a disease or defect which is caused solely by voluntary intoxication.
- (b) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.

[Sec. 3.] Sec. 4. NRS 175.539 is hereby amended to read as follows:

- 175.539 1. Where on a trial a defense of insanity is interposed by the defendant and the defendant is acquitted by reason of that defense, the finding of the jury pending the judicial determination pursuant to subsection 2 has the same effect as if the defendant were regularly adjudged insane, and the judge must:
- (a) Order a peace officer to take the person into protective custody and transport the person to a forensic facility for detention pending a hearing to determine the person's mental health;
- (b) Order the examination of the person by two psychiatrists, two psychologists, or one psychiatrist and one psychologist who are employed by a division facility; and
- (c) At a hearing in open court, receive the report of the examining advisers and allow counsel for the State and for the person to examine the advisers, introduce other evidence and cross-examine witnesses.
 - 2. If the court finds, after the hearing:
- (a) That there is not clear and convincing evidence that the person is a person with mental illness, the court must order the person's discharge; or
- (b) That there is clear and convincing evidence that the person is a person with mental illness, the court must order that the person be committed to the custody of the Administrator of the Division of Public and Behavioral Health of the Department of Health and Human Services until the person is discharged or conditionally released therefrom in accordance with NRS 178.467 to 178.471, inclusive.

- → The court shall issue its finding within 90 days after the defendant is acquitted.
- 3. The Administrator shall make the reports and the court shall proceed in the manner provided in NRS 178.467 to 178.471, inclusive.
- 4. If the court accepts a verdict acquitting a defendant by reason of insanity pursuant to this section, the court shall cause, *within 5 business days after accepting the verdict*, on a form prescribed by the Department of Public Safety, a record of that verdict to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
 - 5. As used in this section, unless the context otherwise requires:
 - (a) "Division facility" has the meaning ascribed to it in NRS 433.094.
- (b) "Forensic facility" means a secure facility of the Division of Public and Behavioral Health of the Department of Health and Human Services for offenders and defendants with mental disorders. The term includes, without limitation, Lakes Crossing Center.
- (c) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
- (d) "Person with mental illness" has the meaning ascribed to it in NRS 178.3986.

[Sec. 4.] Sec. 5. NRS 178.425 is hereby amended to read as follows:

- 178.425 1. If the court finds the defendant incompetent, and dangerous to himself or herself or to society and that commitment is required for a determination of the defendant's ability to receive treatment to competency and to attain competence, the judge shall order the sheriff to convey the defendant forthwith, together with a copy of the complaint, the commitment and the physicians' certificate, if any, into the custody of the Administrator or the Administrator's designee for detention and treatment at a division facility that is secure. The order may include the involuntary administration of medication if appropriate for treatment to competency.
- 2. The defendant must be held in such custody until a court orders the defendant's release or until the defendant is returned for trial or judgment as provided in NRS 178.450, 178.455 and 178.460.
- 3. If the court finds the defendant incompetent but not dangerous to himself or herself or to society, and finds that commitment is not required for a determination of the defendant's ability to receive treatment to competency and to attain competence, the judge shall order the defendant to report to the Administrator or the Administrator's designee as an outpatient for treatment, if it might be beneficial, and for a determination of the defendant's ability to receive treatment to competency and to attain competence. The court may require the defendant to give bail for any periodic appearances before the Administrator or the Administrator's designee.
- 4. Except as otherwise provided in subsection 5, proceedings against the defendant must be suspended until the Administrator or the Administrator's

designee or, if the defendant is charged with a misdemeanor, the judge finds the defendant capable of standing trial or opposing pronouncement of judgment as provided in NRS 178.400.

- 5. Whenever the defendant has been found incompetent, with no substantial probability of attaining competency in the foreseeable future, and released from custody or from obligations as an outpatient pursuant to paragraph (d) of subsection 4 of NRS 178.460, the proceedings against the defendant which were suspended must be dismissed. No new charge arising out of the same circumstances may be brought after a period, equal to the maximum time allowed by law for commencing a criminal action for the crime with which the defendant was charged, has lapsed since the date of the alleged offense.
- 6. If a defendant is found incompetent pursuant to this section, the court shall cause, *within 5 business days after the finding*, on a form prescribed by the Department of Public Safety, a record of that finding to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
- 7. As used in this section, "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.

[Sec. 5.] Sec. 6. Chapter 179A of NRS is hereby amended by adding thereto a new section to read as follows:

"National Crime Information Center" means the computerized information system created and maintained by the Federal Bureau of Investigation pursuant to 28 U.S.C. § 534.

[Sec. 6.] Sec. 7. NRS 179A.010 is hereby amended to read as follows: 179A.010 As used in this chapter, unless the context otherwise requires, the words and terms defined in NRS 179A.020 to 179A.073, inclusive, and section 5 of this act have the meanings ascribed to them in those sections.

[Sec. 7.] Sec. 8. NRS 179A.075 is hereby amended to read as follows: 179A.075 1. The Central Repository for Nevada Records of Criminal History is hereby created within the General Services Division of the Department.

- 2. Each agency of criminal justice and any other agency dealing with crime or delinquency of children shall:
- (a) Collect and maintain records, reports and compilations of statistical data required by the Department; and
- (b) Submit the information collected to the Central Repository in the manner approved by the Director of the Department.
- 3. Each agency of criminal justice shall submit the information relating to records of criminal history that it creates, $\frac{\text{[or]}}{\text{[or]}}$ issues $\frac{\text{[.]}}{\text{[.]}}$ or collects, and any information in its possession relating to the DNA profile of a person from whom a biological specimen is obtained pursuant to NRS 176.09123 or

176.0913, to the Division. The information must be submitted to the Division:

- (a) Through an electronic network;
- (b) On a medium of magnetic storage; or
- (c) In the manner prescribed by the Director of the Department,
- within the [period prescribed by the Director of the Department.] 60 days after the date of the disposition of the case. If an agency has submitted a record regarding the arrest of a person who is later determined by the agency not to be the person who committed the particular crime, the agency shall, immediately upon making that determination, so notify the Division. The Division shall delete all references in the Central Repository relating to that particular arrest.
- 4. The Division shall, in the manner prescribed by the Director of the Department:
- (a) Collect, maintain and arrange all information submitted to it relating to:
 - (1) Records of criminal history; and
- (2) The DNA profile of a person from whom a biological specimen is obtained pursuant to NRS 176.09123 or 176.0913.
- (b) When practicable, use a record of the personal identifying information of a subject as the basis for any records maintained regarding him or her.
- (c) Upon request, provide the information that is contained in the Central Repository to the State Disaster Identification Team of the Division of Emergency Management of the Department.
- (d) Upon request, provide, in paper or electronic form, the information that is contained in the Central Repository to a multidisciplinary team to review the death of the victim of a crime that constitutes domestic violence organized or sponsored by the Attorney General pursuant to NRS 228.495.
 - 5. The Division may:
- (a) Disseminate any information which is contained in the Central Repository to any other agency of criminal justice;
- (b) Enter into cooperative agreements with repositories of the United States and other states to facilitate exchanges of information that may be disseminated pursuant to paragraph (a); and
- (c) Request of and receive from the Federal Bureau of Investigation information on the background and personal history of any person whose record of fingerprints the Central Repository submits to the Federal Bureau of Investigation and:
- (1) Who has applied to any agency of the State of Nevada or any political subdivision thereof for a license which it has the power to grant or deny;
- (2) With whom any agency of the State of Nevada or any political subdivision thereof intends to enter into a relationship of employment or a contract for personal services;

- (3) Who has applied to any agency of the State of Nevada or any political subdivision thereof to attend an academy for training peace officers approved by the Peace Officers' Standards and Training Commission;
- (4) For whom such information is required to be obtained pursuant to NRS 62B.270, 62G.223, 62G.353, 424.031, 432A.170, 432B.198, 433B.183, 449.123 and 449.4329; or
- (5) About whom any agency of the State of Nevada or any political subdivision thereof is authorized by law to have accurate personal information for the protection of the agency or the persons within its jurisdiction.
- → To request and receive information from the Federal Bureau of Investigation concerning a person pursuant to this subsection, the Central Repository must receive the person's complete set of fingerprints from the agency or political subdivision and submit the fingerprints to the Federal Bureau of Investigation for its report.
 - 6. The Central Repository shall:
- (a) Collect and maintain records, reports and compilations of statistical data submitted by any agency pursuant to subsection 2.
- (b) Tabulate and analyze all records, reports and compilations of statistical data received pursuant to this section.
- (c) Disseminate to federal agencies engaged in the collection of statistical data relating to crime information which is contained in the Central Repository.
 - (d) Investigate the criminal history of any person who:
- (1) Has applied to the Superintendent of Public Instruction for the issuance or renewal of a license:
- (2) Has applied to a county school district, charter school or private school for employment; or
- (3) Is employed by a county school district, charter school or private school,
- → and notify the superintendent of each county school district, the governing body of each charter school and the Superintendent of Public Instruction, or the administrator of each private school, as appropriate, if the investigation of the Central Repository indicates that the person has been convicted of a violation of NRS 200.508, 201.230, 453.3385, 453.339 or 453.3395, or convicted of a felony or any offense involving moral turpitude.
- (e) Upon discovery, notify the superintendent of each county school district, the governing body of each charter school or the administrator of each private school, as appropriate, by providing the superintendent, governing body or administrator with a list of all persons:
 - (1) Investigated pursuant to paragraph (d); or
- (2) Employed by a county school district, charter school or private school whose fingerprints were sent previously to the Central Repository for investigation,

- who the Central Repository's records indicate have been convicted of a violation of NRS 200.508, 201.230, 453.3385, 453.339 or 453.3395, or convicted of a felony or any offense involving moral turpitude since the Central Repository's initial investigation. The superintendent of each county school district, the governing body of a charter school or the administrator of each private school, as applicable, shall determine whether further investigation or action by the district, charter school or private school, as applicable, is appropriate.
- (f) Investigate the criminal history of each person who submits fingerprints or has fingerprints submitted pursuant to NRS 62B.270, 62G.223, 62G.353, 424.031, 432A.170, 432B.198, 433B.183, 449.122, 449.123 or 449.4329.
- (g) On or before July 1 of each year, prepare and present to the Governor a printed annual report containing the statistical data relating to crime received during the preceding calendar year. Additional reports may be presented to the Governor throughout the year regarding specific areas of crime if they are approved by the Director of the Department.
- (h) On or before July 1 of each year, prepare and submit to the Director of the Legislative Counsel Bureau for submission to the Legislature, or to the Legislative Commission when the Legislature is not in regular session, a report containing statistical data about domestic violence in this State.
- (i) Identify and review the collection and processing of statistical data relating to criminal justice and the delinquency of children by any agency identified in subsection 2 and make recommendations for any necessary changes in the manner of collecting and processing statistical data by any such agency.
 - 7. The Central Repository may:
- (a) In the manner prescribed by the Director of the Department, disseminate compilations of statistical data and publish statistical reports relating to crime or the delinquency of children.
- (b) Charge a reasonable fee for any publication or special report it distributes relating to data collected pursuant to this section. The Central Repository may not collect such a fee from an agency of criminal justice, any other agency dealing with crime or the delinquency of children which is required to submit information pursuant to subsection 2 or the State Disaster Identification Team of the Division of Emergency Management of the Department. All money collected pursuant to this paragraph must be used to pay for the cost of operating the Central Repository.
- (c) In the manner prescribed by the Director of the Department, use electronic means to receive and disseminate information contained in the Central Repository that it is authorized to disseminate pursuant to the provisions of this chapter.
 - 8. As used in this section:

- (a) "Personal identifying information" means any information designed, commonly used or capable of being used, alone or in conjunction with any other information, to identify a person, including, without limitation:
- (1) The name, driver's license number, social security number, date of birth and photograph or computer-generated image of a person; and
 - (2) The fingerprints, voiceprint, retina image and iris image of a person.
 - (b) "Private school" has the meaning ascribed to it in NRS 394.103.
- [Sec. 8.] Sec. 9. NRS 179A.163 is hereby amended to read as follows: 179A.163 1. Upon receiving a record transmitted pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310, the Central Repository [shall]:
- (a) Shall take reasonable steps to ensure that the information reported in the record is included in each appropriate database of the National Instant Criminal Background Check System $[\cdot]$; and
- (b) May take reasonable steps to ensure that the information reported in the record is included in each appropriate database of the National Crime Information Center.
- 2. Except as otherwise provided in subsection 3, if the Central Repository receives a record described in subsection 1, the person who is the subject of the record may petition the court for an order declaring that:
 - (a) The basis for the adjudication reported in the record no longer exists;
- (b) The adjudication reported in the record is deemed not to have occurred for purposes of 18 U.S.C. § 922(d)(4) and (g)(4) and NRS 202.360; and
- (c) The information reported in the record must be removed from the National Instant Criminal Background Check System [.] and the National Crime Information Center.
- 3. To the extent authorized by federal law, if the record concerning the petitioner was transmitted to the Central Repository pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310, the petitioner may not file a petition pursuant to subsection 2 until 3 years after the date of the order transmitting the record to the Central Repository.
 - 4. A petition filed pursuant to subsection 2 must be:
- (a) Filed in the court which made the adjudication or finding pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310; and
- (b) Served upon the district attorney for the county in which the court described in paragraph (a) is located.
- 5. The Nevada Rules of Civil Procedure govern all proceedings concerning a petition filed pursuant to subsection 2.
- 6. The court shall grant the petition and issue the order described in subsection 2 if the court finds that the petitioner has established that:
- (a) The basis for the adjudication or finding made pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310 concerning the petitioner no longer exists;
- (b) The petitioner's record and reputation indicate that the petitioner is not likely to act in a manner dangerous to public safety; and

- (c) Granting the relief requested by the petitioner pursuant to subsection 2 is not contrary to the public interest.
- 7. Except as otherwise provided in this subsection, the petitioner must establish the provisions of subsection 6 by a preponderance of the evidence. If the adjudication or finding concerning the petitioner was made pursuant to NRS 159.0593 or 433A.310, the petitioner must establish the provisions of subsection 6 by clear and convincing evidence.
- 8. The court, upon entering an order pursuant to this section, shall cause, on a form prescribed by the Department of Public Safety, a record of the order to be transmitted to the Central Repository.
- 9. Within 5 business days after receiving a record of an order transmitted pursuant to subsection 8, the Central Repository shall take reasonable steps to ensure that information concerning the adjudication or finding made pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310 is removed from the National Instant Criminal Background Check System [.] and the National Crime Information Center, if applicable.
- 10. If the Central Repository fails to remove a record as provided in subsection 9, the petitioner may bring an action to compel the removal of the record. If the petitioner prevails in the action, the court may award the petitioner reasonable attorney's fees and costs incurred in bringing the action.
- 11. If a petition brought pursuant to subsection 2 is denied, the person who is the subject of the record may petition for a rehearing not sooner than 2 years after the date of the denial of the petition.

[Sec. 9.] Sec. 10. NRS 179A.165 is hereby amended to read as follows:

- 179A.165 1. Any record described in NRS 179A.163 is confidential and is not a public book or record within the meaning of NRS 239.010. A person may not use the record for any purpose other than for *a purpose related to criminal justice, including, without limitation,* inclusion in the appropriate database of the National Instant Criminal Background Check System [-] and the National Crime Information Center, if applicable. The Central Repository may disclose the record to any agency of criminal justice.
- 2. If a person or governmental entity is required to transmit, report or take any other action concerning a record pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425, 179A.163 or 433A.310, no action for damages may be brought against the person or governmental entity for:
- (a) Transmitting or reporting the record or taking any other required action concerning the record;
- (b) Failing to transmit or report the record or failing to take any other required action concerning the record;
- (c) Delaying the transmission or reporting of the record or delaying in taking any other required action concerning the record; or
- (d) Transmitting or reporting an inaccurate or incomplete version of the record or taking any other required action concerning an inaccurate or incomplete version of the record.

- [Sec. 10.] Sec. 11. NRS 179A.167 is hereby amended to read as follows:
- 179A.167 1. The Central Repository shall permit a person who is or believes he or she may be the subject of information relating to records of mental health held by the Central Repository to inspect and correct any information contained in such records.
- 2. The Central Repository shall adopt regulations and make available necessary forms to permit inspection, review and correction of information relating to records of mental health by those persons who are the subjects thereof. The regulations must specify:
- (a) The requirements for proper identification of the persons seeking access to the records; and
 - (b) The reasonable charges or fees, if any, for inspecting records.
 - 3. The Director of the Department shall adopt regulations governing:
- (a) All challenges to the accuracy or sufficiency of information or records of mental health by the person who is the subject of the allegedly inaccurate or insufficient record;
- (b) The correction of any information relating to records of mental health found by the Director to be inaccurate, insufficient or incomplete in any material respect;
- (c) The dissemination of corrected information to those persons or agencies which have previously received inaccurate or incomplete information; and
- (d) A reasonable time limit within which inaccurate or insufficient information relating to records of mental health must be corrected and the corrected information disseminated.
- 4. As used in this section, "information relating to records of mental health" means information contained in a record:
- (a) Transmitted to the Central Repository pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310; or
- (b) Transmitted to the National Instant Criminal Background Check System *or the National Crime Information Center* pursuant to NRS 179A.163.
 - Sec. 11.5. NRS 33.031 is hereby amended to read as follows:
- 33.031 1. A court [may] <u>shall</u> include in an extended order issued pursuant to NRS 33.030:
- (a) A requirement that the adverse party surrender, sell or transfer any firearm in the adverse party's possession or under the adverse party's custody or control in the manner set forth in NRS 33.033; and
- (b) A [prohibition on] statement that, unless the provisions of subsection 2 apply, the adverse party [against] is prohibited from possessing or having under the adverse party's custody or control any firearm while the order is in effect [-] pursuant to NRS 202.360.

- 2. [In determining whether to include the provisions set forth in subsection 1 in an extended order, the court must consider, without limitation, whether the adverse party:
- (a) Has a documented history of domestic violence;
- (b) Has used or threatened to use a firearm to injure or harass the applicant, a minor child or any other person; and
- (e) Has used a firearm in the commission or attempted commission of any crime.
- 3. If a court includes the provisions set forth in subsection 1 in an extended order, the] *The* court may include *in an extended order* a limited exception from the prohibition to possess or have under the adverse party's custody or control any firearm if the adverse party establishes that:
- (a) The adverse party is employed by an employer who requires the adverse party to use or possess a firearm as an integral part of the adverse party's employment; [and]
- (b) <u>The adverse party only uses or possesses the firearm in the course of such employment; and</u>
- <u>(c)</u> The employer will provide for the storage of any such firearm during any period when the adverse party is not working.
- [4.] 3. An adverse party who violates any provision included in an extended order pursuant to this section concerning the surrender, sale, transfer, possession, custody or control of a firearm is guilty of a [gross misdemeanor. If the court includes any such provision in an extended order, the 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 6 years, and may be further punished by a fine of not more than \$5,000. The court must include in the order a statement that violation of such a provision in the order is a [gross misdemeanor.] 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 6 years, and may be further punished by a fine of not more than \$5,000.

[Sec. 11.] Sec. 12. NRS 49.213 is hereby amended to read as follows: 49.213 There is no privilege pursuant to NRS 49.209 or 49.211:

- 1. For communications relevant to an issue in a proceeding to hospitalize the patient for mental illness, if the psychologist in the course of diagnosis or treatment has determined that the patient requires hospitalization.
- 2. For communications relevant to any determination made pursuant to NRS 202.360.
- 3. For communications relevant to an issue of the treatment of the patient in any proceeding in which the treatment is an element of a claim or defense.
 - [3.] 4. If disclosure is otherwise required by state or federal law.
- [4.] 5. For communications relevant to an issue in a proceeding to determine the validity of a will of the patient.
- [5.] 6. If there is an immediate threat that the patient will harm himself or herself or other persons.

- [6.] 7. For communications made in the course of a court-ordered examination of the condition of a patient with respect to the specific purpose of the examination unless the court orders otherwise.
- [7.] 8. For communications relevant to an issue in an investigation or hearing conducted by the Board of Psychological Examiners if the treatment of the patient is an element of that investigation or hearing.
- [8.] 9. For communications relevant to an issue in a proceeding relating to the abuse or neglect of a person with a disability or a person who is legally incompetent.

[Sec. 12.] Sec. 13. NRS 49.245 is hereby amended to read as follows:

- 49.245 There is no privilege under NRS 49.225 or 49.235:
- 1. For communications relevant to an issue in proceedings to hospitalize the patient for mental illness, if the doctor in the course of diagnosis or treatment has determined that the patient is in need of hospitalization.
- 2. For communications relevant to any determination made pursuant to NRS 202.360.
- 3. As to communications made in the course of a court-ordered examination of the condition of a patient with respect to the particular purpose of the examination unless the court orders otherwise.
- [3.] 4. As to written medical or hospital records relevant to an issue of the condition of the patient in any proceeding in which the condition is an element of a claim or defense.
- [4.] 5. In a prosecution or mandamus proceeding under chapter 441A of NRS.
- [5.] 6. As to any information communicated to a physician in an effort unlawfully to procure a dangerous drug or controlled substance, or unlawfully to procure the administration of any such drug or substance.
- [6.] 7. As to any written medical or hospital records which are furnished in accordance with the provisions of NRS 629.061.
- [7.] 8. As to records that are required by chapter 453 of NRS to be maintained.
- [8.] 9. If the services of the physician are sought or obtained to enable or aid a person to commit or plan to commit fraud or any other unlawful act in violation of any provision of chapter 616A, 616B, 616C, 616D or 617 of NRS which the person knows or reasonably should know is fraudulent or otherwise unlawful.

[Sec. 13.] Sec. 14. NRS 159.0593 is hereby amended to read as follows:

159.0593 1. If the court orders a general guardian appointed for a proposed ward, the court shall determine, by clear and convincing evidence, whether the proposed ward is a person with a mental defect who is prohibited from possessing a firearm pursuant to 18 U.S.C. § 922(d)(4) or (g)(4). If a court makes a finding pursuant to this section that the proposed ward is a person with a mental defect, the court shall include the finding in the order appointing the guardian and cause, within 5 business days after issuing the

order, a record of the order to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.

- 2. As used in this section:
- (a) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
- (b) "Person with a mental defect" means a person who, as a result of marked subnormal intelligence, mental illness, incompetence, condition or disease, is:
 - (1) A danger to himself or herself or others; or
 - (2) Lacks the capacity to contract or manage his or her own affairs.

[Sec. 14.] Sec. 15. NRS 202.254 is hereby amended to read as follows:

- 202.254 1. A private person who wishes to transfer a firearm to another person may, before transferring the firearm, request that the Central Repository for Nevada Records of Criminal History perform a background check on the person who wishes to acquire the firearm.
- 2. The person who requests the information pursuant to subsection 1 shall provide the Central Repository with identifying information about the person who wishes to acquire the firearm.
- 3. Upon receiving a request from a private person pursuant to subsection 1 and the identifying information required pursuant to subsection 2, the Central Repository shall within 5 business days after receiving the request:
- (a) Perform a background check on the person who wishes to acquire the firearm; and
- (b) Notify the person who requests the information whether the information available to the Central Repository indicates that the receipt of a firearm by the person who wishes to acquire the firearm would violate a state or federal law.
- 4. If the person who requests the information does not receive notification from the Central Repository regarding the request within 5 business days after making the request, the person may presume that the receipt of a firearm by the person who wishes to acquire the firearm would not violate a state or federal law.
- 5. The Central Repository may *not* charge a [reasonable] fee for performing a background check and notifying a person of the results of the background check pursuant to this section.
- 6. [The failure of a person to request the Central Repository to perform a background check pursuant to this section before transferring a firearm to another person does not give rise to any civil cause of action.] A private person who transfers a firearm to another person is immune from civil liability for failing to request a background check pursuant to this section or for any act or omission relating to a background check requested pursuant to

this section if the act or omission was taken in good faith and without malicious intent.

- 7. The Director of the Department of Public Safety may request an allocation from the Contingency Account pursuant to NRS 353.266, 353.268 and 353.269 to cover the costs incurred by the Department to carry out the provisions of subsection 5 of this section.
- [Sec. 15.] Sec. 16. NRS 202.360 is hereby amended to read as follows:
- 202.360 1. A person shall not own or have in his or her possession or under his or her custody or control any firearm if the person:
- (a) Has been convicted of a felony in this or any other state, or in any political subdivision thereof, or of a felony in violation of the laws of the United States of America, unless the person has received a pardon and the pardon does not restrict his or her right to bear arms;
 - (b) Is a fugitive from justice; [or]
- (c) Is an unlawful user of, or addicted to, any controlled substance $\frac{[.]}{[orl]}$;
- (d) Except as otherwise provided in NRS 33.031, is currently subject to an extended order for protection against domestic violence pursuant to NRS 33.017 to 33.100, inclusive, or an equivalent order in another state; or
- <u>(e)</u> Is otherwise prohibited by federal law from having a firearm in his or her possession or under his or her custody or control.
- → A person who violates the provisions of this subsection 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 6 years, and may be further punished by a fine of not more than \$5,000.
- 2. A person shall not own or have in his or her possession or under his or her custody or control any firearm if the person:
- (a) Has been adjudicated as mentally ill or has been committed to any mental health facility [; or] by a court of this State, any other state or the United States:
- (b) Has entered a plea of guilty but mentally ill in a court of this State, any other state or the United States;
- (c) Has been found guilty but mentally ill in a court of this State, any other state or the United States;
- (d) Has been acquitted by reason of insanity in a court of this State, any other state or the United States; or
 - (e) Is illegally or unlawfully in the United States.
- → A person who violates the provisions of this subsection is guilty of a category D felony and shall be punished as provided in NRS 193.130.
 - 3. As used in this section:
- (a) "Controlled substance" has the meaning ascribed to it in 21 U.S.C. § 802(6).
- (b) "Firearm" includes any firearm that is loaded or unloaded and operable or inoperable.

[Sec. 16.] Sec. 17. NRS 202.362 is hereby amended to read as follows:

- 202.362 1. Except as otherwise provided in subsection 3, a person within this State shall not sell, *transfer* or otherwise dispose of any firearm or ammunition to another person or purchase a firearm on behalf of or for another person with the intent to transfer the firearm to that person if he or she has [actual knowledge] reasonable cause to believe that the other person:
- (a) Is under indictment for, or has been convicted of, a felony in this or any other state, or in any political subdivision thereof, or of a felony in violation of the laws of the United States of America, unless the other person has received a pardon and the pardon does not restrict his or her right to bear arms;
 - (b) Is [a fugitive from justice;
- (c) Has been adjudicated as mentally ill or has been committed to any mental health facility; or
- (d) Is illegally or unlawfully in the United States.] prohibited from possessing a firearm pursuant to NRS 202.360; or
 - (c) Is a known member of a criminal gang as defined in NRS 193.168.
- 2. A person who violates the provisions of subsection 1 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 may be further punished by a fine of not more than \$10,000.
- 3. This section does not apply to a person who sells or disposes of any firearm or ammunition to:
- (a) A licensed importer, licensed manufacturer, licensed dealer or licensed collector who, pursuant to 18 U.S.C. § 925(b), is not precluded from dealing in firearms or ammunition; or
- (b) A person who has been granted relief from the disabilities imposed by federal laws pursuant to 18 U.S.C. § 925(c) or NRS 179A.163.
- 4. For purposes of this section, a person has "reasonable cause to believe" if, in light of all the surrounding facts and circumstances which are known or which reasonably should be known to the person at the time, a reasonable person would believe, under those facts and circumstances, that an act, transaction, event, situation or condition exists, is occurring or has occurred.

[Sec. 17.] Sec. 18. NRS 433A.310 is hereby amended to read as follows:

- 433A.310 1. Except as otherwise provided in NRS 432B.6076 and 432B.6077, if the district court finds, after proceedings for the involuntary court-ordered admission of a person:
- (a) That there is not clear and convincing evidence that the person with respect to whom the hearing was held has a mental illness or exhibits observable behavior such that the person is likely to harm himself or herself or others if allowed his or her liberty or if not required to participate in a

program of community-based or outpatient services, the court shall enter its finding to that effect and the person must not be involuntarily admitted to a public or private mental health facility or to a program of community-based or outpatient services.

- (b) That there is clear and convincing evidence that the person with respect to whom the hearing was held has a mental illness and, because of that illness, is likely to harm himself or herself or others if allowed his or her liberty or if not required to participate in a program of community-based or outpatient services, the court may order the involuntary admission of the person for the most appropriate course of treatment, including, without limitation, admission to a public or private mental health facility or participation in a program of community-based or outpatient services. The order of the court must be interlocutory and must not become final if, within 30 days after the involuntary admission, the person is unconditionally released pursuant to NRS 433A.390.
- 2. A court shall not admit a person to a program of community-based or outpatient services unless:
- (a) A program of community-based or outpatient services is available in the community in which the person resides or is otherwise made available to the person;
 - (b) The person is 18 years of age or older;
- (c) The person has a history of noncompliance with treatment for mental illness:
- (d) The person is capable of surviving safely in the community in which he or she resides with available supervision;
- (e) The court determines that, based on the person's history of treatment for mental illness, the person needs to be admitted to a program of community-based or outpatient services to prevent further disability or deterioration of the person which is likely to result in harm to himself or herself or others;
- (f) The current mental status of the person or the nature of the person's illness limits or negates his or her ability to make an informed decision to seek treatment for mental illness voluntarily or to comply with recommended treatment for mental illness;
- (g) The program of community-based or outpatient services is the least restrictive treatment which is in the best interest of the person; and
- (h) The court has approved a plan of treatment developed for the person pursuant to NRS 433A.315.
- 3. Except as otherwise provided in NRS 432B.608, an involuntary admission pursuant to paragraph (b) of subsection 1 automatically expires at the end of 6 months if not terminated previously by the medical director of the public or private mental health facility as provided for in subsection 2 of NRS 433A.390 or by the professional responsible for providing or coordinating the program of community-based or outpatient services as provided for in subsection 3 of NRS 433A.390. Except as otherwise provided

in NRS 432B.608, at the end of the court-ordered period of treatment, the Division, any mental health facility that is not operated by the Division or a program of community-based or outpatient services may petition to renew the involuntary admission of the person for additional periods not to exceed 6 months each. For each renewal, the petition must include evidence which meets the same standard set forth in subsection 1 that was required for the initial period of admission of the person to a public or private mental health facility or to a program of community-based or outpatient services.

- 4. Before issuing an order for involuntary admission or a renewal thereof, the court shall explore other alternative courses of treatment within the least restrictive appropriate environment, including involuntary admission to a program of community-based or outpatient services, as suggested by the evaluation team who evaluated the person, or other persons professionally qualified in the field of psychiatric mental health, which the court believes may be in the best interests of the person.
- 5. If the court issues an order involuntarily admitting a person to a public or private mental health facility or to a program of community-based or outpatient services pursuant to this section, the court shall, notwithstanding the provisions of NRS 433A.715, cause, within 5 business days after issuing the order, on a form prescribed by the Department of Public Safety, a record of [such] the order to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
- 6. As used in this section, "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.

[Sec. 18.] Sec. 19. NRS 433C.130 is hereby amended to read as follows:

- 433C.130 The Department is designated as the official state agency responsible for developing and administering preventive and outpatient mental health services. The Department shall function in the following areas:
- 1. Assisting and consulting with local health authorities , *local governments and all law enforcement agencies in this State* in providing community mental health services, which services may include prevention, rehabilitation, case finding, diagnosis and treatment of persons with mental illness, and consultation and education for groups and individuals regarding mental health.
 - 2. Coordinating mental health functions with other state agencies.
- 3. Participating in and promoting the development of facilities for training personnel necessary for implementing such services.
 - 4. Collecting and disseminating information pertaining to mental health.
- 5. Performing such other acts as are necessary to promote mental health in the State.

[Sec. 19.] Sec. 20. Chapter 629 of NRS is hereby amended by adding thereto a new section to read as follows:

- 1. If a patient communicates to a mental health professional an explicit threat of imminent serious physical harm or death to a clearly identified or identifiable person and, in the judgment of the mental health professional, the patient has the intent and ability to carry out the threat, the mental health professional shall make a reasonable effort to communicate the threat in a timely manner to:
 - (a) The person who is the subject of the threat;
- (b) The law enforcement agency with the closest physical location to the residence of the person; and
 - (c) If the person is a minor, the parent or guardian of the person.
- 2. A mental health professional who exercises reasonable care in determining that he or she:
- (a) Has a duty to communicate a threat pursuant to subsection 1 is not subject to civil or criminal liability or disciplinary action by a professional licensing board for disclosing confidential or privileged information.
- (b) Does not have a duty to communicate a threat pursuant to subsection 1 is not subject to civil or criminal liability or disciplinary action by a professional licensing board for any damages caused by the actions of a patient.
 - *3. The provisions of this section do not:*
- (a) Limit or affect the duty of the mental health professional to report child abuse or neglect pursuant to NRS 432B.220; or
- (b) Modify any duty of a mental health professional to take precautions to prevent harm by a patient:
- (1) In the custody of a hospital or other facility where the mental health professional is employed; or
 - (2) Who is being discharged from such a facility.
 - 4. As used in this section, "mental health professional" includes:
- (a) A psychiatrist licensed to practice medicine in this State pursuant to chapter 630 or 633 of NRS;
- (b) A psychologist who is licensed to practice psychology in this State pursuant to chapter 641 of NRS;
 - (c) A social worker who:
 - (1) Holds a master's degree in social work or a related field;
- (2) Is licensed as a clinical social worker pursuant to chapter 641B of NRS; and
- (3) Is employed by the Division of Public and Behavioral Health of the Department of Health and Human Services;
 - (d) A registered nurse who:
 - (1) Is licensed to practice professional nursing in this State; and
 - (2) Holds a master's degree in psychiatric nursing or a related field;
- (e) A marriage and family therapist licensed pursuant to chapter 641A of NRS; and
- (f) A clinical professional counselor licensed pursuant to chapter 641A of NRS.

Senator Woodhouse moved the adoption of the amendment.

Remarks by Senator Woodhouse.

Thank you, Mr. President. I am offering this amendment, today, the first of two amendments that will be offered in honor of our friend and colleague from District 13, in order to strengthen legal protections for survivors of domestic violence in Nevada. These amendments will incorporate portions of Senate Bill No. 187 into Nevada law.

Unfortunately, Senate Bill No. 187 has not been given a hearing, but that does not mean we can afford to ignore these important proposals, particularly since Nevada's domestic violence advocates and experts support them as a means to further protect survivors from harm.

The facts about how gun violence affects women in Nevada are startling. We know that women in Nevada are subject to deadly violence, particularly deadly gun violence, at a significantly higher rate than the nation as a whole. Specifically, between 2003 and 2012, Nevada ranked 8th among the states for highest rates of murders of women committed with a firearm. The rate of gun murders of Nevada women is nearly 40 percent higher than the national average.

Between 2003 and 2012, 40 percent of murders of women in Nevada were committed by an intimate partner, which is higher than the national average. During that same time period, 185 Nevada women were killed by an intimate partner. 50 percent of intimate-partner-related murders of women in Nevada, 50 percent were committed with a gun.

The amendment provides in section 16 that a person who is currently subject to an extended order for protection against domestic violence in this State or an equivalent order in another state may not have a firearm in his or her possession, custody or control while the order is in effect.

Section 1 of the bill is revised to require that a peace officer must arrest a person if the peace officer has probable cause to believe that the person has possession, custody or control of a firearm in violation of an extended order for protection against domestic violence.

Section 11.5 is revised to require a court to include in an extended order for protection against domestic violence that the subject of the order must surrender, sell or transfer any firearm under his or her custody or control while the order is in effect. The subject of such an order who uses a firearm for the purposes of his or her employment must establish to the court that he or she only uses or possesses the firearm in the course of his or her employment.

Finally, the amendment increases the penalty for violating these provisions from a gross misdemeanor to a category B felony. A vote for this amendment is a vote for common sense policies to keep guns out of the hands of dangerous individuals. Strengthening these protections are one step towards bringing down the amount of gun violence committed in domestic violence situations here in Nevada. I urge your support. Thank you.

Senator Roberson, Hardy and Settelmeyer moved the previous question.

Motion carried.

The question being the adoption of Amendment No. 209 to Senate Bill No. 240.

Senators Ford, Manendo and Woodhouse requested a roll call vote on Senator Woodhouse's motion.

Roll call vote on Senator Woodhouse's motion.

YEAS-9.

NAYS—Brower, Farley, Goicoechea, Gustavson, Hammond, Hardy, Harris, Kieckhefer, Lipparelli, Roberson, Settelmeyer—11.

EXCUSED—Smith.

The motion having failed to receive a majority, Mr. President declared it lost.

The following amendment was proposed by Senator Spearman:

Amendment No. 218.

SUMMARY—Makes certain changes relating to public safety. (BDR 14-955)

AN ACT relating to public safety; requiring a court to transmit within 5 business days certain records of adjudication concerning a person's mental health to the Central Repository for Nevada Records of Criminal History for certain purposes relating to the purchase or possession of a firearm; authorizing the inclusion, correction and removal of the information in such records in each appropriate database of the National Crime Information Center; requiring each agency of criminal justice to submit information relating to records of criminal history within 60 days after the date of the conviction; requiring the Central Repository, upon request, to conduct a background check without charge on a person who wishes to acquire a firearm; prohibiting certain persons from having possession, custody or control of a firearm; prohibiting certain persons from selling a firearm under certain circumstances; revising the functions of the Department of Health and Human Services; requiring a mental health professional to notify certain persons when a patient makes certain explicit threats of imminent serious physical harm or death; providing penalties; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires a court to transmit to the Central Repository for Nevada Records of Criminal History a record of any court order, judgment, plea or verdict concerning the involuntary admission of a person to a mental health facility, the appointment of a guardian for a person with a mental defect, a finding that a person is incompetent to stand trial, a verdict acquitting a defendant by reason of insanity or a plea or finding of guilty but mentally ill, along with a statement that the record is being transmitted for inclusion in all appropriate databases of the National Instant Criminal Background Check System. (NRS 159.0593, 174.035, 175.533, 175.539, 178.425, 433A.310) Sections 1-4, 13 and 17 of this bill require such records to be transmitted to the Central Repository within 5 business days.

Existing law requires the inclusion, correction and removal of information in records of criminal history in each appropriate database of the National Instant Criminal Background Check System. (NRS 179A.163, 179A.165, 179A.167, 433A.310) Sections 8-10 and 17 of this bill also authorize or require, as appropriate, the inclusion, correction and removal of such information in each appropriate database of the National Crime Information Center. Section 5 of this bill defines "National Crime Information Center" to mean the computerized information system created and maintained by the Federal Bureau of Investigation pursuant to 28 U.S.C. § 534.

Existing law requires each agency of criminal justice to submit information relating to records of criminal history within the period described by the Director of the Department of Public Safety. (NRS 179A.075) Section 7 of this bill requires the submission of such information within 60 days after the date of the conviction.

Existing law authorizes a private person who wishes to transfer a firearm to another person to request the Central Repository to perform a background check on the person who wishes to acquire the firearm. (NRS 202.254) Section 14 of this bill prohibits the Central Repository from charging a fee to perform a background check for such a transfer. Section 14 further provides immunity from civil and criminal liability to a person who does not request a background check or who requests a background check for any act or omission that was taken in good faith and without malicious intent. Finally, section 14 allows the Director of the Department of Public Safety to request an allocation from the Contingency Account in the State General Fund if necessary to cover the cost of providing background checks without the imposition of a fee.

Existing law prohibits a person who has been adjudicated as mentally ill, has been committed to any mental health facility or is illegally or unlawfully in the United States from possessing or having custody or control of a firearm. (NRS 202.360) Section 15 of this bill also prohibits a person who has entered a plea of guilty but mentally ill, has been found guilty but mentally ill., [or] has been acquitted by reason of insanity or has been convicted of stalking pursuant to Nevada law or a substantially similar law of any other state from possessing or having custody or control of a firearm.

Existing law prohibits a person from selling or otherwise disposing of any firearm or ammunition to another person if he or she has actual knowledge that the other person: (1) is under indictment for, or has been convicted of, a felony; (2) is a fugitive from justice; (3) has been adjudicated as mentally ill or has been committed to a mental health facility; or (4) is illegally or unlawfully in the United States. (NRS 202.362) Section 16 of this bill prohibits a person from selling, transferring or otherwise disposing of any firearm or ammunition to another person or purchasing a firearm on behalf of or for another person with the intent to transfer the firearm to that person if he or she has reasonable cause to believe that the other person meets any of those listed conditions, if the other person is otherwise prohibited from possessing a firearm or if the other person is a member of a criminal gang.

Existing law provides that a patient has a privilege to refuse to disclose and to prevent any other person from disclosing confidential communications between the patient and the patient's psychologist or doctor. (NRS 49.209, 49.225) Sections 11 and 12 of this bill provide exceptions to the privilege for certain determinations which are now required pursuant to this bill.

Existing law: (1) designates the Department of Health and Human Services as the official state agency for developing and administering outpatient mental health services; and (2) requires the Department to perform certain functions relating to mental health. (NRS 433C.130) Section 18 of this bill requires the Department to also assist and consult with local governments and all local law enforcement agencies in this State in providing community mental health services.

Existing law imposes various requirements and duties on certain health care professionals. (Chapter 629 of NRS) Section 19 of this bill provides that if a patient of a mental health professional makes an explicit threat of imminent serious physical harm or death to a person, and the mental health professional believes the patient has the intent and ability to carry out the threat, the mental health professional must notify the threatened person and the appropriate law enforcement agency. A mental health professional who exercises reasonable care in determining whether or not to provide notice of such a threat is not subject to civil or criminal liability or disciplinary action by a professional licensing board for disclosing confidential or privileged information or for any damages caused by the actions of a patient.

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

Section 1. NRS 174.035 is hereby amended to read as follows:

- 174.035 1. A defendant may plead not guilty, guilty, guilty but mentally ill or, with the consent of the court, nolo contendere. The court may refuse to accept a plea of guilty or guilty but mentally ill.
- 2. If a plea of guilty or guilty but mentally ill is made in a written plea agreement, the agreement must be in substantially the form prescribed in NRS 174.063. If a plea of guilty or guilty but mentally ill is made orally, the court shall not accept such a plea or a plea of nolo contendere without first addressing the defendant personally and determining that the plea is made voluntarily with understanding of the nature of the charge and consequences of the plea.
- 3. With the consent of the court and the district attorney, a defendant may enter a conditional plea of guilty, guilty but mentally ill or nolo contendere, reserving in writing the right, on appeal from the judgment, to a review of the adverse determination of any specified pretrial motion. A defendant who prevails on appeal must be allowed to withdraw the plea.
- 4. A plea of guilty but mentally ill must be entered not less than 21 days before the date set for trial. A defendant who has entered a plea of guilty but mentally ill has the burden of establishing the defendant's mental illness by a preponderance of the evidence. Except as otherwise provided by specific statute, a defendant who enters such a plea is subject to the same criminal, civil and administrative penalties and procedures as a defendant who pleads guilty.
- 5. The defendant may, in the alternative or in addition to any one of the pleas permitted by subsection 1, plead not guilty by reason of insanity. A plea of not guilty by reason of insanity must be entered not less than 21 days before the date set for trial. A defendant who has not so pleaded may offer the defense of insanity during trial upon good cause shown. Under such a plea or defense, the burden of proof is upon the defendant to establish by a preponderance of the evidence that:
- (a) Due to a disease or defect of the mind, the defendant was in a delusional state at the time of the alleged offense; and

- (b) Due to the delusional state, the defendant either did not:
 - (1) Know or understand the nature and capacity of his or her act; or
- (2) Appreciate that his or her conduct was wrong, meaning not authorized by law.
- 6. If a defendant refuses to plead or if the court refuses to accept a plea of guilty or guilty but mentally ill or if a defendant corporation fails to appear, the court shall enter a plea of not guilty.
- 7. A defendant may not enter a plea of guilty or guilty but mentally ill pursuant to a plea bargain for an offense punishable as a felony for which:
 - (a) Probation is not allowed; or
 - (b) The maximum prison sentence is more than 10 years,
- → unless the plea bargain is set forth in writing and signed by the defendant, the defendant's attorney, if the defendant is represented by counsel, and the prosecuting attorney.
- 8. If the court accepts a plea of guilty but mentally ill pursuant to this section, the court shall cause, within 5 business days after acceptance of the plea, on a form prescribed by the Department of Public Safety, a record of that plea to be transmitted to the Central Repository for Nevada Records of Criminal History along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
 - 9. As used in this section:
- (a) "Disease or defect of the mind" does not include a disease or defect which is caused solely by voluntary intoxication.
- (b) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
 - Sec. 2. NRS 175.533 is hereby amended to read as follows:
- 175.533 1. During a trial, upon a plea of not guilty by reason of insanity, the trier of fact may find the defendant guilty but mentally ill if the trier of fact finds all of the following:
 - (a) The defendant is guilty beyond a reasonable doubt of an offense;
- (b) The defendant has established by a preponderance of the evidence that due to a disease or defect of the mind, the defendant was mentally ill at the time of the commission of the offense; and
- (c) The defendant has not established by a preponderance of the evidence that the defendant is not guilty by reason of insanity pursuant to subsection 5 of NRS 174.035.
- 2. Except as otherwise provided by specific statute, a defendant who is found guilty but mentally ill is subject to the same criminal, civil and administrative penalties and procedures as a defendant who is found guilty.
- 3. If the trier of fact finds a defendant guilty but mentally ill pursuant to subsection 1, the court shall cause, within 5 business days after the finding, on a form prescribed by the Department of Public Safety, a record of the finding to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being

transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.

- 4. As used in this section:
- (a) "Disease or defect of the mind" does not include a disease or defect which is caused solely by voluntary intoxication.
- (b) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
 - Sec. 3. NRS 175.539 is hereby amended to read as follows:
- 175.539 1. Where on a trial a defense of insanity is interposed by the defendant and the defendant is acquitted by reason of that defense, the finding of the jury pending the judicial determination pursuant to subsection 2 has the same effect as if the defendant were regularly adjudged insane, and the judge must:
- (a) Order a peace officer to take the person into protective custody and transport the person to a forensic facility for detention pending a hearing to determine the person's mental health;
- (b) Order the examination of the person by two psychiatrists, two psychologists, or one psychiatrist and one psychologist who are employed by a division facility; and
- (c) At a hearing in open court, receive the report of the examining advisers and allow counsel for the State and for the person to examine the advisers, introduce other evidence and cross-examine witnesses.
 - 2. If the court finds, after the hearing:
- (a) That there is not clear and convincing evidence that the person is a person with mental illness, the court must order the person's discharge; or
- (b) That there is clear and convincing evidence that the person is a person with mental illness, the court must order that the person be committed to the custody of the Administrator of the Division of Public and Behavioral Health of the Department of Health and Human Services until the person is discharged or conditionally released therefrom in accordance with NRS 178.467 to 178.471, inclusive.
- → The court shall issue its finding within 90 days after the defendant is acquitted.
- 3. The Administrator shall make the reports and the court shall proceed in the manner provided in NRS 178.467 to 178.471, inclusive.
- 4. If the court accepts a verdict acquitting a defendant by reason of insanity pursuant to this section, the court shall cause, within 5 business days after accepting the verdict, on a form prescribed by the Department of Public Safety, a record of that verdict to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
 - 5. As used in this section, unless the context otherwise requires:
 - (a) "Division facility" has the meaning ascribed to it in NRS 433.094.

- (b) "Forensic facility" means a secure facility of the Division of Public and Behavioral Health of the Department of Health and Human Services for offenders and defendants with mental disorders. The term includes, without limitation, Lakes Crossing Center.
- (c) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
- (d) "Person with mental illness" has the meaning ascribed to it in NRS 178.3986.
 - Sec. 4. NRS 178.425 is hereby amended to read as follows:
- 178.425 1. If the court finds the defendant incompetent, and dangerous to himself or herself or to society and that commitment is required for a determination of the defendant's ability to receive treatment to competency and to attain competence, the judge shall order the sheriff to convey the defendant forthwith, together with a copy of the complaint, the commitment and the physicians' certificate, if any, into the custody of the Administrator or the Administrator's designee for detention and treatment at a division facility that is secure. The order may include the involuntary administration of medication if appropriate for treatment to competency.
- 2. The defendant must be held in such custody until a court orders the defendant's release or until the defendant is returned for trial or judgment as provided in NRS 178.450, 178.455 and 178.460.
- 3. If the court finds the defendant incompetent but not dangerous to himself or herself or to society, and finds that commitment is not required for a determination of the defendant's ability to receive treatment to competency and to attain competence, the judge shall order the defendant to report to the Administrator or the Administrator's designee as an outpatient for treatment, if it might be beneficial, and for a determination of the defendant's ability to receive treatment to competency and to attain competence. The court may require the defendant to give bail for any periodic appearances before the Administrator or the Administrator's designee.
- 4. Except as otherwise provided in subsection 5, proceedings against the defendant must be suspended until the Administrator or the Administrator's designee or, if the defendant is charged with a misdemeanor, the judge finds the defendant capable of standing trial or opposing pronouncement of judgment as provided in NRS 178.400.
- 5. Whenever the defendant has been found incompetent, with no substantial probability of attaining competency in the foreseeable future, and released from custody or from obligations as an outpatient pursuant to paragraph (d) of subsection 4 of NRS 178.460, the proceedings against the defendant which were suspended must be dismissed. No new charge arising out of the same circumstances may be brought after a period, equal to the maximum time allowed by law for commencing a criminal action for the crime with which the defendant was charged, has lapsed since the date of the alleged offense.

- 6. If a defendant is found incompetent pursuant to this section, the court shall cause, *within 5 business days after the finding*, on a form prescribed by the Department of Public Safety, a record of that finding to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
- 7. As used in this section, "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
- Sec. 5. Chapter 179A of NRS is hereby amended by adding thereto a new section to read as follows:

"National Crime Information Center" means the computerized information system created and maintained by the Federal Bureau of Investigation pursuant to 28 U.S.C. § 534.

Sec. 6. NRS 179A.010 is hereby amended to read as follows:

179A.010 As used in this chapter, unless the context otherwise requires, the words and terms defined in NRS 179A.020 to 179A.073, inclusive, *and section 5 of this act* have the meanings ascribed to them in those sections.

Sec. 7. NRS 179A.075 is hereby amended to read as follows:

- 179A.075 1. The Central Repository for Nevada Records of Criminal History is hereby created within the General Services Division of the Department.
- 2. Each agency of criminal justice and any other agency dealing with crime or delinquency of children shall:
- (a) Collect and maintain records, reports and compilations of statistical data required by the Department; and
- (b) Submit the information collected to the Central Repository in the manner approved by the Director of the Department.
- 3. Each agency of criminal justice shall submit the information relating to records of criminal history that it creates, [or] issues [,] or collects, and any information in its possession relating to the DNA profile of a person from whom a biological specimen is obtained pursuant to NRS 176.09123 or 176.0913, to the Division. The information must be submitted to the Division:
 - (a) Through an electronic network;
 - (b) On a medium of magnetic storage; or
 - (c) In the manner prescribed by the Director of the Department,
- → within the [period prescribed by the Director of the Department.] 60 days after the date of the disposition of the case. If an agency has submitted a record regarding the arrest of a person who is later determined by the agency not to be the person who committed the particular crime, the agency shall, immediately upon making that determination, so notify the Division. The Division shall delete all references in the Central Repository relating to that particular arrest.

- 4. The Division shall, in the manner prescribed by the Director of the Department:
- (a) Collect, maintain and arrange all information submitted to it relating to:
 - (1) Records of criminal history; and
- (2) The DNA profile of a person from whom a biological specimen is obtained pursuant to NRS 176.09123 or 176.0913.
- (b) When practicable, use a record of the personal identifying information of a subject as the basis for any records maintained regarding him or her.
- (c) Upon request, provide the information that is contained in the Central Repository to the State Disaster Identification Team of the Division of Emergency Management of the Department.
- (d) Upon request, provide, in paper or electronic form, the information that is contained in the Central Repository to a multidisciplinary team to review the death of the victim of a crime that constitutes domestic violence organized or sponsored by the Attorney General pursuant to NRS 228.495.
 - 5. The Division may:
- (a) Disseminate any information which is contained in the Central Repository to any other agency of criminal justice;
- (b) Enter into cooperative agreements with repositories of the United States and other states to facilitate exchanges of information that may be disseminated pursuant to paragraph (a); and
- (c) Request of and receive from the Federal Bureau of Investigation information on the background and personal history of any person whose record of fingerprints the Central Repository submits to the Federal Bureau of Investigation and:
- (1) Who has applied to any agency of the State of Nevada or any political subdivision thereof for a license which it has the power to grant or deny;
- (2) With whom any agency of the State of Nevada or any political subdivision thereof intends to enter into a relationship of employment or a contract for personal services;
- (3) Who has applied to any agency of the State of Nevada or any political subdivision thereof to attend an academy for training peace officers approved by the Peace Officers' Standards and Training Commission;
- (4) For whom such information is required to be obtained pursuant to NRS 62B.270, 62G.223, 62G.353, 424.031, 432A.170, 432B.198, 433B.183, 449.123 and 449.4329; or
- (5) About whom any agency of the State of Nevada or any political subdivision thereof is authorized by law to have accurate personal information for the protection of the agency or the persons within its jurisdiction.
- To request and receive information from the Federal Bureau of Investigation concerning a person pursuant to this subsection, the Central Repository must receive the person's complete set of fingerprints from the

agency or political subdivision and submit the fingerprints to the Federal Bureau of Investigation for its report.

- 6. The Central Repository shall:
- (a) Collect and maintain records, reports and compilations of statistical data submitted by any agency pursuant to subsection 2.
- (b) Tabulate and analyze all records, reports and compilations of statistical data received pursuant to this section.
- (c) Disseminate to federal agencies engaged in the collection of statistical data relating to crime information which is contained in the Central Repository.
 - (d) Investigate the criminal history of any person who:
- (1) Has applied to the Superintendent of Public Instruction for the issuance or renewal of a license;
- (2) Has applied to a county school district, charter school or private school for employment; or
- (3) Is employed by a county school district, charter school or private school,
- → and notify the superintendent of each county school district, the governing body of each charter school and the Superintendent of Public Instruction, or the administrator of each private school, as appropriate, if the investigation of the Central Repository indicates that the person has been convicted of a violation of NRS 200.508, 201.230, 453.3385, 453.339 or 453.3395, or convicted of a felony or any offense involving moral turpitude.
- (e) Upon discovery, notify the superintendent of each county school district, the governing body of each charter school or the administrator of each private school, as appropriate, by providing the superintendent, governing body or administrator with a list of all persons:
 - (1) Investigated pursuant to paragraph (d); or
- (2) Employed by a county school district, charter school or private school whose fingerprints were sent previously to the Central Repository for investigation,
- who the Central Repository's records indicate have been convicted of a violation of NRS 200.508, 201.230, 453.3385, 453.339 or 453.3395, or convicted of a felony or any offense involving moral turpitude since the Central Repository's initial investigation. The superintendent of each county school district, the governing body of a charter school or the administrator of each private school, as applicable, shall determine whether further investigation or action by the district, charter school or private school, as applicable, is appropriate.
- (f) Investigate the criminal history of each person who submits fingerprints or has fingerprints submitted pursuant to NRS 62B.270, 62G.223, 62G.353, 424.031, 432A.170, 432B.198, 433B.183, 449.122, 449.123 or 449.4329.
- (g) On or before July 1 of each year, prepare and present to the Governor a printed annual report containing the statistical data relating to crime

received during the preceding calendar year. Additional reports may be presented to the Governor throughout the year regarding specific areas of crime if they are approved by the Director of the Department.

- (h) On or before July 1 of each year, prepare and submit to the Director of the Legislative Counsel Bureau for submission to the Legislature, or to the Legislative Commission when the Legislature is not in regular session, a report containing statistical data about domestic violence in this State.
- (i) Identify and review the collection and processing of statistical data relating to criminal justice and the delinquency of children by any agency identified in subsection 2 and make recommendations for any necessary changes in the manner of collecting and processing statistical data by any such agency.
 - 7. The Central Repository may:
- (a) In the manner prescribed by the Director of the Department, disseminate compilations of statistical data and publish statistical reports relating to crime or the delinquency of children.
- (b) Charge a reasonable fee for any publication or special report it distributes relating to data collected pursuant to this section. The Central Repository may not collect such a fee from an agency of criminal justice, any other agency dealing with crime or the delinquency of children which is required to submit information pursuant to subsection 2 or the State Disaster Identification Team of the Division of Emergency Management of the Department. All money collected pursuant to this paragraph must be used to pay for the cost of operating the Central Repository.
- (c) In the manner prescribed by the Director of the Department, use electronic means to receive and disseminate information contained in the Central Repository that it is authorized to disseminate pursuant to the provisions of this chapter.
 - 8. As used in this section:
- (a) "Personal identifying information" means any information designed, commonly used or capable of being used, alone or in conjunction with any other information, to identify a person, including, without limitation:
- (1) The name, driver's license number, social security number, date of birth and photograph or computer-generated image of a person; and
 - (2) The fingerprints, voiceprint, retina image and iris image of a person.
 - (b) "Private school" has the meaning ascribed to it in NRS 394.103.
 - Sec. 8. NRS 179A.163 is hereby amended to read as follows:
- 179A.163 1. Upon receiving a record transmitted pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310, the Central Repository [shall] :
- (a) Shall take reasonable steps to ensure that the information reported in the record is included in each appropriate database of the National Instant Criminal Background Check System [.]; and

- (b) May take reasonable steps to ensure that the information reported in the record is included in each appropriate database of the National Crime Information Center.
- 2. Except as otherwise provided in subsection 3, if the Central Repository receives a record described in subsection 1, the person who is the subject of the record may petition the court for an order declaring that:
 - (a) The basis for the adjudication reported in the record no longer exists;
- (b) The adjudication reported in the record is deemed not to have occurred for purposes of 18 U.S.C. § 922(d)(4) and (g)(4) and NRS 202.360; and
- (c) The information reported in the record must be removed from the National Instant Criminal Background Check System [.] and the National Crime Information Center.
- 3. To the extent authorized by federal law, if the record concerning the petitioner was transmitted to the Central Repository pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310, the petitioner may not file a petition pursuant to subsection 2 until 3 years after the date of the order transmitting the record to the Central Repository.
 - 4. A petition filed pursuant to subsection 2 must be:
- (a) Filed in the court which made the adjudication or finding pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310; and
- (b) Served upon the district attorney for the county in which the court described in paragraph (a) is located.
- 5. The Nevada Rules of Civil Procedure govern all proceedings concerning a petition filed pursuant to subsection 2.
- 6. The court shall grant the petition and issue the order described in subsection 2 if the court finds that the petitioner has established that:
- (a) The basis for the adjudication or finding made pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310 concerning the petitioner no longer exists;
- (b) The petitioner's record and reputation indicate that the petitioner is not likely to act in a manner dangerous to public safety; and
- (c) Granting the relief requested by the petitioner pursuant to subsection 2 is not contrary to the public interest.
- 7. Except as otherwise provided in this subsection, the petitioner must establish the provisions of subsection 6 by a preponderance of the evidence. If the adjudication or finding concerning the petitioner was made pursuant to NRS 159.0593 or 433A.310, the petitioner must establish the provisions of subsection 6 by clear and convincing evidence.
- 8. The court, upon entering an order pursuant to this section, shall cause, on a form prescribed by the Department of Public Safety, a record of the order to be transmitted to the Central Repository.
- 9. Within 5 business days after receiving a record of an order transmitted pursuant to subsection 8, the Central Repository shall take reasonable steps to ensure that information concerning the adjudication or finding made pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310 is

removed from the National Instant Criminal Background Check System [.] and the National Crime Information Center, if applicable.

- 10. If the Central Repository fails to remove a record as provided in subsection 9, the petitioner may bring an action to compel the removal of the record. If the petitioner prevails in the action, the court may award the petitioner reasonable attorney's fees and costs incurred in bringing the action.
- 11. If a petition brought pursuant to subsection 2 is denied, the person who is the subject of the record may petition for a rehearing not sooner than 2 years after the date of the denial of the petition.
 - Sec. 9. NRS 179A.165 is hereby amended to read as follows:
- 179A.165 1. Any record described in NRS 179A.163 is confidential and is not a public book or record within the meaning of NRS 239.010. A person may not use the record for any purpose other than for *a purpose related to criminal justice, including, without limitation,* inclusion in the appropriate database of the National Instant Criminal Background Check System [.] and the National Crime Information Center, if applicable. The Central Repository may disclose the record to any agency of criminal justice.
- 2. If a person or governmental entity is required to transmit, report or take any other action concerning a record pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425, 179A.163 or 433A.310, no action for damages may be brought against the person or governmental entity for:
- (a) Transmitting or reporting the record or taking any other required action concerning the record;
- (b) Failing to transmit or report the record or failing to take any other required action concerning the record;
- (c) Delaying the transmission or reporting of the record or delaying in taking any other required action concerning the record; or
- (d) Transmitting or reporting an inaccurate or incomplete version of the record or taking any other required action concerning an inaccurate or incomplete version of the record.
 - Sec. 10. NRS 179A.167 is hereby amended to read as follows:
- 179A.167 1. The Central Repository shall permit a person who is or believes he or she may be the subject of information relating to records of mental health held by the Central Repository to inspect and correct any information contained in such records.
- 2. The Central Repository shall adopt regulations and make available necessary forms to permit inspection, review and correction of information relating to records of mental health by those persons who are the subjects thereof. The regulations must specify:
- (a) The requirements for proper identification of the persons seeking access to the records; and
 - (b) The reasonable charges or fees, if any, for inspecting records.
 - 3. The Director of the Department shall adopt regulations governing:

- (a) All challenges to the accuracy or sufficiency of information or records of mental health by the person who is the subject of the allegedly inaccurate or insufficient record;
- (b) The correction of any information relating to records of mental health found by the Director to be inaccurate, insufficient or incomplete in any material respect;
- (c) The dissemination of corrected information to those persons or agencies which have previously received inaccurate or incomplete information; and
- (d) A reasonable time limit within which inaccurate or insufficient information relating to records of mental health must be corrected and the corrected information disseminated.
- 4. As used in this section, "information relating to records of mental health" means information contained in a record:
- (a) Transmitted to the Central Repository pursuant to NRS 159.0593, 174.035, 175.533, 175.539, 178.425 or 433A.310; or
- (b) Transmitted to the National Instant Criminal Background Check System *or the National Crime Information Center* pursuant to NRS 179A.163.
 - Sec. 11. NRS 49.213 is hereby amended to read as follows:
 - 49.213 There is no privilege pursuant to NRS 49.209 or 49.211:
- 1. For communications relevant to an issue in a proceeding to hospitalize the patient for mental illness, if the psychologist in the course of diagnosis or treatment has determined that the patient requires hospitalization.
- 2. For communications relevant to any determination made pursuant to NRS 202.360.
- 3. For communications relevant to an issue of the treatment of the patient in any proceeding in which the treatment is an element of a claim or defense.
 - [3.] 4. If disclosure is otherwise required by state or federal law.
- [4.] 5. For communications relevant to an issue in a proceeding to determine the validity of a will of the patient.
- [5.] 6. If there is an immediate threat that the patient will harm himself or herself or other persons.
- [6.] 7. For communications made in the course of a court-ordered examination of the condition of a patient with respect to the specific purpose of the examination unless the court orders otherwise.
- [7.] 8. For communications relevant to an issue in an investigation or hearing conducted by the Board of Psychological Examiners if the treatment of the patient is an element of that investigation or hearing.
- [8.] 9. For communications relevant to an issue in a proceeding relating to the abuse or neglect of a person with a disability or a person who is legally incompetent.
 - Sec. 12. NRS 49.245 is hereby amended to read as follows:
 - 49.245 There is no privilege under NRS 49.225 or 49.235:

- 1. For communications relevant to an issue in proceedings to hospitalize the patient for mental illness, if the doctor in the course of diagnosis or treatment has determined that the patient is in need of hospitalization.
- 2. For communications relevant to any determination made pursuant to NRS 202.360.
- 3. As to communications made in the course of a court-ordered examination of the condition of a patient with respect to the particular purpose of the examination unless the court orders otherwise.
- [3.] 4. As to written medical or hospital records relevant to an issue of the condition of the patient in any proceeding in which the condition is an element of a claim or defense.
- [4.] 5. In a prosecution or mandamus proceeding under chapter 441A of NRS.
- [5.] 6. As to any information communicated to a physician in an effort unlawfully to procure a dangerous drug or controlled substance, or unlawfully to procure the administration of any such drug or substance.
- [6.] 7. As to any written medical or hospital records which are furnished in accordance with the provisions of NRS 629.061.
- [7.] 8. As to records that are required by chapter 453 of NRS to be maintained.
- [8.] 9. If the services of the physician are sought or obtained to enable or aid a person to commit or plan to commit fraud or any other unlawful act in violation of any provision of chapter 616A, 616B, 616C, 616D or 617 of NRS which the person knows or reasonably should know is fraudulent or otherwise unlawful.
 - Sec. 13. NRS 159.0593 is hereby amended to read as follows:
- 159.0593 1. If the court orders a general guardian appointed for a proposed ward, the court shall determine, by clear and convincing evidence, whether the proposed ward is a person with a mental defect who is prohibited from possessing a firearm pursuant to 18 U.S.C. § 922(d)(4) or (g)(4). If a court makes a finding pursuant to this section that the proposed ward is a person with a mental defect, the court shall include the finding in the order appointing the guardian and cause , within 5 business days after issuing the order, a record of the order to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
 - 2. As used in this section:
- (a) "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
- (b) "Person with a mental defect" means a person who, as a result of marked subnormal intelligence, mental illness, incompetence, condition or disease, is:
 - (1) A danger to himself or herself or others; or
 - (2) Lacks the capacity to contract or manage his or her own affairs.

Sec. 13.5. NRS 200.575 is hereby amended to read as follows:

- 200.575 1. A person who, without lawful authority, willfully or maliciously engages in a course of conduct that would cause a reasonable person to feel terrorized, frightened, intimidated, harassed or fearful for the immediate safety of a family or household member, and that actually causes the victim to feel terrorized, frightened, intimidated, harassed or fearful for the immediate safety of a family or household member, commits the crime of stalking. Except where the provisions of subsection 2 or 3 are applicable, a person who commits the crime of stalking:
 - (a) For the first offense, is guilty of a misdemeanor.
 - (b) For any subsequent offense, is guilty of a gross misdemeanor.
- 2. A person who commits the crime of stalking and in conjunction therewith threatens the person with the intent to cause the person to be placed in reasonable fear of death or substantial bodily harm commits the crime of aggravated stalking. A person who commits the crime of aggravated stalking shall be punished for a category B felony by imprisonment in the state prison for a minimum term of not less than 2 years and a maximum term of not more than 15 years, and may be further punished by a fine of not more than \$5,000.
- 3. A person who commits the crime of stalking with the use of an Internet or network site, electronic mail, text messaging or any other similar means of communication to publish, display or distribute information in a manner that substantially increases the risk of harm or violence to the victim shall be punished for a category C felony as provided in NRS 193.130.
- 4. Except as otherwise provided in subsection 2 of NRS 200.571, a criminal penalty provided for in this section may be imposed in addition to any penalty that may be imposed for any other criminal offense arising from the same conduct or for any contempt of court arising from the same conduct.
- 5. In every judgment of conviction issued pursuant to this section, the court shall inform the person convicted that he or she is prohibited from owning, possessing or having under his or her control or custody any firearm pursuant to NRS 202.360.
- <u>6.</u> The penalties provided in this section do not preclude the victim from seeking any other legal remedy available.
 - [6.] 7. As used in this section:
- (a) "Course of conduct" means a pattern of conduct which consists of a series of acts over time that evidences a continuity of purpose directed at a specific person.
- (b) "Family or household member" means a spouse, a former spouse, a parent or other person who is related by blood or marriage or is or was actually residing with the person.
- (c) "Internet or network site" has the meaning ascribed to it in NRS 205.4744.
 - (d) "Network" has the meaning ascribed to it in NRS 205.4745.

- (e) "Provider of Internet service" has the meaning ascribed to it in NRS 205.4758.
- (f) "Text messaging" means a communication in the form of electronic text or one or more electronic images sent from a telephone or computer to another person's telephone or computer by addressing the communication to the recipient's telephone number.
- (g) "Without lawful authority" includes acts which are initiated or continued without the victim's consent. The term does not include acts which are otherwise protected or authorized by constitutional or statutory law, regulation or order of a court of competent jurisdiction, including, but not limited to:
- (1) Picketing which occurs during a strike, work stoppage or any other labor dispute.
- (2) The activities of a reporter, photographer, camera operator or other person while gathering information for communication to the public if that person is employed or engaged by or has contracted with a newspaper, periodical, press association or radio or television station and is acting solely within that professional capacity.
- (3) The activities of a person that are carried out in the normal course of his or her lawful employment.
- (4) Any activities carried out in the exercise of the constitutionally protected rights of freedom of speech and assembly.
 - Sec. 14. NRS 202.254 is hereby amended to read as follows:
- 202.254 1. A private person who wishes to transfer a firearm to another person may, before transferring the firearm, request that the Central Repository for Nevada Records of Criminal History perform a background check on the person who wishes to acquire the firearm.
- 2. The person who requests the information pursuant to subsection 1 shall provide the Central Repository with identifying information about the person who wishes to acquire the firearm.
- 3. Upon receiving a request from a private person pursuant to subsection 1 and the identifying information required pursuant to subsection 2, the Central Repository shall within 5 business days after receiving the request:
- (a) Perform a background check on the person who wishes to acquire the firearm; and
- (b) Notify the person who requests the information whether the information available to the Central Repository indicates that the receipt of a firearm by the person who wishes to acquire the firearm would violate a state or federal law.
- 4. If the person who requests the information does not receive notification from the Central Repository regarding the request within 5 business days after making the request, the person may presume that the receipt of a firearm by the person who wishes to acquire the firearm would not violate a state or federal law.

- 5. The Central Repository may *not* charge a [reasonable] fee for performing a background check and notifying a person of the results of the background check pursuant to this section.
- 6. [The failure of a person to request the Central Repository to perform a background check pursuant to this section before transferring a firearm to another person does not give rise to any civil cause of action.] A private person who transfers a firearm to another person is immune from civil liability for failing to request a background check pursuant to this section or for any act or omission relating to a background check requested pursuant to this section if the act or omission was taken in good faith and without malicious intent.
- 7. The Director of the Department of Public Safety may request an allocation from the Contingency Account pursuant to NRS 353.266, 353.268 and 353.269 to cover the costs incurred by the Department to carry out the provisions of subsection 5 of this section.
 - Sec. 15. NRS 202.360 is hereby amended to read as follows:
- 202.360 1. A person shall not own or have in his or her possession or under his or her custody or control any firearm if the person:
- (a) Has been convicted of a felony in this or any other state, or in any political subdivision thereof, or of a felony in violation of the laws of the United States of America, unless the person has received a pardon and the pardon does not restrict his or her right to bear arms;
 - (b) Is a fugitive from justice; [or]
- (c) Is an unlawful user of, or addicted to, any controlled substance [.]; for!
- (d) <u>Has been convicted of a violation of NRS 200.575 or a substantially similar law of any other state; or</u>
- <u>(e)</u> Is otherwise prohibited by federal law from having a firearm in his or her possession or under his or her custody or control.
- A person who violates the provisions of this subsection 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 6 years, and may be further punished by a fine of not more than \$5,000.
- 2. A person shall not own or have in his or her possession or under his or her custody or control any firearm if the person:
- (a) Has been adjudicated as mentally ill or has been committed to any mental health facility [; or] by a court of this State, any other state or the United States;
- (b) Has entered a plea of guilty but mentally ill in a court of this State, any other state or the United States;
- (c) Has been found guilty but mentally ill in a court of this State, any other state or the United States;
- (d) Has been acquitted by reason of insanity in a court of this State, any other state or the United States; or
 - (e) Is illegally or unlawfully in the United States.

- → A person who violates the provisions of this subsection is guilty of a category D felony and shall be punished as provided in NRS 193.130.
 - 3. As used in this section:
- (a) "Controlled substance" has the meaning ascribed to it in 21 U.S.C. § 802(6).
- (b) "Firearm" includes any firearm that is loaded or unloaded and operable or inoperable.
 - Sec. 16. NRS 202.362 is hereby amended to read as follows:
- 202.362 1. Except as otherwise provided in subsection 3, a person within this State shall not sell, *transfer* or otherwise dispose of any firearm or ammunition to another person *or purchase a firearm on behalf of or for another person with the intent to transfer the firearm to that person* if he or she has [actual knowledge] reasonable cause to believe that the other person:
- (a) Is under indictment for, or has been convicted of, a felony in this or any other state, or in any political subdivision thereof, or of a felony in violation of the laws of the United States of America, unless the other person has received a pardon and the pardon does not restrict his or her right to bear arms;
 - (b) Is fa fugitive from justice;
- (c) Has been adjudicated as mentally ill or has been committed to any mental health facility; or
- (d) Is illegally or unlawfully in the United States.] prohibited from possessing a firearm pursuant to NRS 202.360; or
 - (c) Is a known member of a criminal gang as defined in NRS 193.168.
- 2. A person who violates the provisions of subsection 1 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 may be further punished by a fine of not more than \$10,000.
- 3. This section does not apply to a person who sells or disposes of any firearm or ammunition to:
- (a) A licensed importer, licensed manufacturer, licensed dealer or licensed collector who, pursuant to 18 U.S.C. § 925(b), is not precluded from dealing in firearms or ammunition; or
- (b) A person who has been granted relief from the disabilities imposed by federal laws pursuant to 18 U.S.C. § 925(c) or NRS 179A.163.
- 4. For purposes of this section, a person has "reasonable cause to believe" if, in light of all the surrounding facts and circumstances which are known or which reasonably should be known to the person at the time, a reasonable person would believe, under those facts and circumstances, that an act, transaction, event, situation or condition exists, is occurring or has occurred.
 - Sec. 17. NRS 433A.310 is hereby amended to read as follows:

- 433A.310 1. Except as otherwise provided in NRS 432B.6076 and 432B.6077, if the district court finds, after proceedings for the involuntary court-ordered admission of a person:
- (a) That there is not clear and convincing evidence that the person with respect to whom the hearing was held has a mental illness or exhibits observable behavior such that the person is likely to harm himself or herself or others if allowed his or her liberty or if not required to participate in a program of community-based or outpatient services, the court shall enter its finding to that effect and the person must not be involuntarily admitted to a public or private mental health facility or to a program of community-based or outpatient services.
- (b) That there is clear and convincing evidence that the person with respect to whom the hearing was held has a mental illness and, because of that illness, is likely to harm himself or herself or others if allowed his or her liberty or if not required to participate in a program of community-based or outpatient services, the court may order the involuntary admission of the person for the most appropriate course of treatment, including, without limitation, admission to a public or private mental health facility or participation in a program of community-based or outpatient services. The order of the court must be interlocutory and must not become final if, within 30 days after the involuntary admission, the person is unconditionally released pursuant to NRS 433A.390.
- 2. A court shall not admit a person to a program of community-based or outpatient services unless:
- (a) A program of community-based or outpatient services is available in the community in which the person resides or is otherwise made available to the person;
 - (b) The person is 18 years of age or older;
- (c) The person has a history of noncompliance with treatment for mental illness;
- (d) The person is capable of surviving safely in the community in which he or she resides with available supervision;
- (e) The court determines that, based on the person's history of treatment for mental illness, the person needs to be admitted to a program of community-based or outpatient services to prevent further disability or deterioration of the person which is likely to result in harm to himself or herself or others;
- (f) The current mental status of the person or the nature of the person's illness limits or negates his or her ability to make an informed decision to seek treatment for mental illness voluntarily or to comply with recommended treatment for mental illness:
- (g) The program of community-based or outpatient services is the least restrictive treatment which is in the best interest of the person; and
- (h) The court has approved a plan of treatment developed for the person pursuant to NRS 433A.315.

- 3. Except as otherwise provided in NRS 432B.608, an involuntary admission pursuant to paragraph (b) of subsection 1 automatically expires at the end of 6 months if not terminated previously by the medical director of the public or private mental health facility as provided for in subsection 2 of NRS 433A.390 or by the professional responsible for providing or coordinating the program of community-based or outpatient services as provided for in subsection 3 of NRS 433A.390. Except as otherwise provided in NRS 432B.608, at the end of the court-ordered period of treatment, the Division, any mental health facility that is not operated by the Division or a program of community-based or outpatient services may petition to renew the involuntary admission of the person for additional periods not to exceed 6 months each. For each renewal, the petition must include evidence which meets the same standard set forth in subsection 1 that was required for the initial period of admission of the person to a public or private mental health facility or to a program of community-based or outpatient services.
- 4. Before issuing an order for involuntary admission or a renewal thereof, the court shall explore other alternative courses of treatment within the least restrictive appropriate environment, including involuntary admission to a program of community-based or outpatient services, as suggested by the evaluation team who evaluated the person, or other persons professionally qualified in the field of psychiatric mental health, which the court believes may be in the best interests of the person.
- 5. If the court issues an order involuntarily admitting a person to a public or private mental health facility or to a program of community-based or outpatient services pursuant to this section, the court shall, notwithstanding the provisions of NRS 433A.715, cause, within 5 business days after issuing the order, on a form prescribed by the Department of Public Safety, a record of [such] the order to be transmitted to the Central Repository for Nevada Records of Criminal History, along with a statement indicating that the record is being transmitted for inclusion in each appropriate database of the National Instant Criminal Background Check System.
- 6. As used in this section, "National Instant Criminal Background Check System" has the meaning ascribed to it in NRS 179A.062.
 - Sec. 18. NRS 433C.130 is hereby amended to read as follows:
- 433C.130 The Department is designated as the official state agency responsible for developing and administering preventive and outpatient mental health services. The Department shall function in the following areas:
- 1. Assisting and consulting with local health authorities , *local governments and all law enforcement agencies in this State* in providing community mental health services, which services may include prevention, rehabilitation, case finding, diagnosis and treatment of persons with mental illness, and consultation and education for groups and individuals regarding mental health.
 - 2. Coordinating mental health functions with other state agencies.

- 3. Participating in and promoting the development of facilities for training personnel necessary for implementing such services.
 - 4. Collecting and disseminating information pertaining to mental health.
- 5. Performing such other acts as are necessary to promote mental health in the State.
- Sec. 19. Chapter 629 of NRS is hereby amended by adding thereto a new section to read as follows:
- 1. If a patient communicates to a mental health professional an explicit threat of imminent serious physical harm or death to a clearly identified or identifiable person and, in the judgment of the mental health professional, the patient has the intent and ability to carry out the threat, the mental health professional shall make a reasonable effort to communicate the threat in a timely manner to:
 - (a) The person who is the subject of the threat;
- (b) The law enforcement agency with the closest physical location to the residence of the person; and
 - (c) If the person is a minor, the parent or guardian of the person.
- 2. A mental health professional who exercises reasonable care in determining that he or she:
- (a) Has a duty to communicate a threat pursuant to subsection 1 is not subject to civil or criminal liability or disciplinary action by a professional licensing board for disclosing confidential or privileged information.
- (b) Does not have a duty to communicate a threat pursuant to subsection 1 is not subject to civil or criminal liability or disciplinary action by a professional licensing board for any damages caused by the actions of a patient.
 - *3. The provisions of this section do not:*
- (a) Limit or affect the duty of the mental health professional to report child abuse or neglect pursuant to NRS 432B.220; or
- (b) Modify any duty of a mental health professional to take precautions to prevent harm by a patient:
- (1) In the custody of a hospital or other facility where the mental health professional is employed; or
 - (2) Who is being discharged from such a facility.
 - 4. As used in this section, "mental health professional" includes:
- (a) A psychiatrist licensed to practice medicine in this State pursuant to chapter 630 or 633 of NRS;
- (b) A psychologist who is licensed to practice psychology in this State pursuant to chapter 641 of NRS;
 - (c) A social worker who:
 - (1) Holds a master's degree in social work or a related field;
- (2) Is licensed as a clinical social worker pursuant to chapter 641B of NRS; and
- (3) Is employed by the Division of Public and Behavioral Health of the Department of Health and Human Services;

- (d) A registered nurse who:
 - (1) Is licensed to practice professional nursing in this State; and
 - (2) Holds a master's degree in psychiatric nursing or a related field;
- (e) A marriage and family therapist licensed pursuant to chapter 641A of NRS: and
- (f) A clinical professional counselor licensed pursuant to chapter 641A of NRS.

Senator Spearman moved the adoption of the amendment.

Remarks by Senator Spearman.

Thank you, Mr. President. This amendment is the second we are offering on behalf of our colleague from District 13. My amendment is designed to take another important portion of Senate Bill No. 187 and incorporate it into Nevada law. The amendment adds provisions to the bill prohibiting a person who has been convicted of stalking in Nevada, or a substantially similar crime in another state, from owning, possessing or having in his or her control, a firearm. My colleague from District 5 just told us some of the startling statistics regarding domestic violence and gun deaths here, in Nevada, so I will not repeat them. I will simply say, passing this amendment will provide us yet another avenue to ensure our laws work to protect the innocent, not their tormentors.

Senators Roberson, Goicoechea and Settelmeyer moved the previous question.

Motion carried.

The question being on the adoption of Amendment No. 218 to Senate Bill No. 240.

Senators Ford, Manendo and Woodhouse requested a roll call vote on Senator Spearman's motion.

Roll call on Senator Spearman's motion:

YEAS-9.

NAYS—Brower, Farley, Goicoechea, Gustavson, Hammond, Hardy, Harris, Kieckhefer, Lipparelli, Roberson, Settelmeyer—11.

EXCUSED—Smith.

The motion having failed to receive a majority, Mr. President declared it lost.

Remarks by Senator Brower.

This important bill primarily does five things. First, Senate Bill No. 240 strengthens the reporting requirements concerning a person's mental health and criminal history for certain purposes relating to the purchase or possession of a firearm, including requiring Nevada courts to transmit records regarding an individual's mental health to the Central Repository for Nevada Records of Criminal History for use in reviewing firearms purchases within five business days.

Second, it expands prohibition of individuals suffering from mental illness from purchasing a firearm.

Third, the bill outlines a duty-to-notify on behalf of mental health professionals when there is a legitimate threat of violence against another person. It also shortens the timeline for submitting information into the National Instant Criminal Background Check System.

Fourth, Senate Bill No. 240 provides immunity from liability to private party sellers who voluntarily perform background checks, and it waives essential repository fees to encourage utilization of the repository for private-party transactions.

Fifth, the bill creates a prohibition under State law on straw purchases and/or transfers within the State of Nevada.

In summary, Senate Bill No. 240 addresses two of the most critical issues that currently undermine public safety with respect to firearms: 1) inadequate coordination between the mental

health system and law enforcement; 2) the problem of straw purchases. This is an important bill, Mr. President. It is a great example of bipartisan work on a critical public policy issue. I want to thank the sponsor, the Majority Leader, for bringing this bill to us, as well as the entire Judiciary Committee for its work on this bill.

Roll call on Senate Bill No. 240:

YEAS—20. NAYS—None. EXCUSED—Smith.

Senate Bill No. 240 having received a constitutional majority, Mr. President declared it passed.

Bill ordered transmitted to the Assembly.

GUESTS EXTENDED PRIVILEGE OF SENATE FLOOR

On request of Senator Goicoechea, the privilege of the floor of the Senate Chamber for this day was extended to Ron Torell and Hank Combs.

On request of Senator Gustavson, the privilege of the floor of the Senate Chamber for this day was extended to Paul Anderson.

On request of Senator Hammond, the privilege of the floor of the Senate Chamber for this day was extended to Tomas Hammond and Chris Garvey.

On request of Senator Hardy, the privilege of the floor of the Senate Chamber for this day was extended to Harrison Griffin.

On request of Senator Kieckhefer, the privilege of the floor of the Senate Chamber for this day was extended to Austin Kieckhefer, Lincoln Kieckhefer and Carson City High School students: Tomi Ahdunko, Julian Alvarado, Luis Araiza, Diana Barajas, Brittany Baily, Diana Barajas, Courtney Baxter, Megan Daisy Bradley, Karina Brito, Dalton Butler, Alvaro Castaneda, Marco Castillo, Anguel Cortez, Madison Cressey, Brittni Crossman, Sabrina Cacioppo, Eric Cumming, Sabrina Daou, Roy Davalos, James Dondelinger, Patricia Douglas, Swayzee Elefante, Eric Ellison, Michael Ferrigno, Alan Fitch, Vanessa Gamez-Ramos, Austin Garcia, Valerie Garcia, Patrick Hayden, Kaleb Heflin, Nathaniel Henry, Anna Heremes, Logan Jones, Denis Kislov, Jordan Lamoreaux, Leslie Llamas Hernandez, Erick Jacquez, David Johnson, Lukas Kirsch, Denis Kislov, Jacob Kunter, Bianca Luna, Jessica Madar, Maritsa Mora, Marcus Myers, Kyrie McBride, Anthony Membreno, Juan Mendoza-Meda, Paulina Morelund, Linh Nguyen, Brian Nunez, David Ortega, Christopher Ortiz, Jason Peck, Madison Preston, Kasandra Roman, Joshua Sanchez, Lindsey Smith, Casey Stevens, Michael Tagay, Jackson Taylor, Haley Thompson, Cameron Price, Karla Reyes-Reza, Majesta Roach, Jordan Rodriguez, Elias Rubio, Stanley Unruh, Lynzee Weatherman, Justin Whitehead, Santiago Rodriguez, Nathaniel Gomez, Nicki Vela and Matviv Yudin.

On request of Senator Kihuen, the privilege of the floor of the Senate Chamber for this day was extended to Christine Lauer.

On request of Senator Lipparelli, the privilege of the floor of the Senate Chamber for this day was extended to Teresa Pitts, Rebecca Pitts and Adrienne Sutherland.

On request of Senator Settelmeyer, the privilege of the floor of the Senate Chamber for this day was extended to Josip Vukovic and Dave Stix Jr.

On request of Senator Spearman, the privilege of the floor of the Senate Chamber for this day was extended to Susan Guilliams.

On request of President Hutchison, the privilege of the floor of the Senate Chamber for this day was extended to Cole Sutherland and Ian Sutherland.

Senator Roberson moved that the Senate adjourn until Friday, April 3, 2015, at 11:00 a.m.

Motion carried.

Senate adjourned at 12:54 p.m.

Approved:

MARK A. HUTCHISON *President of the Senate*

Attest: CLAIRE J. CLIFT

Secretary of the Senate