EXEMPT

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ASSEMBLY BILL NO. 169–ASSEMBLYMEN NEAL, HORNE; AND DALY

FEBRUARY 25, 2013

JOINT SPONSOR: SENATOR ATKINSON

Referred to Committee on Government Affairs

SUMMARY—Revises provisions relating to contracts with a governmental entity. (BDR 27-793)

FISCAL NOTE: Effect on Local Government: May have Fiscal Impact. Effect on the State: Yes.

> CONTAINS UNFUNDED MANDATE (§16) (NOT REQUESTED BY AFFECTED LOCAL GOVERNMENT)

EXPLANATION - Matter in *bolded italics* is new; matter between brackets {omitted material} is material to be omitted.

AN ACT relating to public financial administration; establishing additional requirements and imposing limitations on certain contracts of state agencies for the performance of services; requiring state and local agencies to submit certain reports about their contracts to the Purchasing Division of the Department of Administration; requiring a public body which awards a contract for a public work to gather and maintain certain information about bidders and persons employed on the public work; requiring the Board of Regents of the University of Nevada to adopt rules relating to certain contracts of the Nevada System of Education; requiring the Department Higher of Transportation to post information about contracts between the Department and architects, engineers and other professionals; and providing other matters properly relating thereto.





Legislative Counsel's Digest:

1 Section 8 of this bill requires the Purchasing Division of the Department of 23456789 Administration to prescribe a code of conduct for independent contractors who enter into a contract with a state agency which requires such an independent contractor to abide by all state ethics laws, maintain records of all work done pursuant to such a contract and make these records available for inspection or audit. Section 9 of this bill requires such an independent contractor to disclose to the state agency any fees charged by the independent contractor for services within the scope of the contract to a person who is not a party to the contract and to annually report the total dollar amount of such fees. Section 10 of this bill requires an 10 independent contractor to disclose certain information relating to any subcontractor 11 used to perform a contract with a state agency. Section 15 of this bill provides that 12 if an independent contractor violates any provision of sections 8-10, the state 13 agency may terminate the contract.

Section 11 of this bill: (1) prohibits a state agency from entering into a sole source contract for a term exceeding 5 years unless the longer term is necessary for the recovery of capital costs; and (2) prohibits a state agency from renewing a sole source contract unless the State Board of Examiners approves the renewal by a twothirds vote. Section 12 of this bill generally authorizes a state agency to enter into a contract with an independent contractor, other than a sole source contract, for a term of not more than 5 years and to extend the term of such a contract if the State Board of Examiners approves the extension by a two-thirds vote.

term of not more than 5 years and to extend the term of such a contract if the State
Board of Examiners approves the extension by a two-thirds vote.
Section 13 of this bill requires each state agency or the governing body of a
local government that enters into a sole source contract to transmit certain
information to the Purchasing Division, which must then post that information on
its Internet website. Section 14 of this bill requires each state agency or the
governing body of a local government that enters into a sole source contract for renegotiates a contract with an independent contractor to report information relating
to the number and dollar amount of the sole source contracts and competitively bid
contracts with an independent contractor to the Purchasing Division, which must
then report that information to the Interim Finance Committee.

31 32 33 34 **Section 16** of this bill requires a person who is awarded a contract for a public work, under certain circumstances, to report to the public body awarding the contract certain information concerning the race, ethnicity, age and gender of certain employees on the public work. Section 16 also requires a public body 35 awarding a contract for a public work to gather, compile, maintain and enter on the 36 37 38 Internet website of the State Public Works Division of the Department of Administration certain information concerning the amount of each bid, the awarding of the contract, the race, ethnicity, age and gender of certain bidders for 39 the contract, and the information received from the person awarded the contract 40 concerning the persons employed on the public work. Finally, section 16 requires 41 that the Division create an application on its Internet website for the entry of the 42 information that each public body is required to enter on the Internet website in 43 accordance with section 16, make the information available to the public and report 44 the information annually to the Director of the Legislative Counsel Bureau.

45 Section 16.5 of this bill requires the Board of Regents of the University of
 46 Nevada to adopt rules relating to contracts between the Nevada System of Higher
 47 Education and independent contractors, including rules providing increased
 48 opportunities for certain persons and businesses to obtain such contracts.

49 Section 17 of this bill requires the Department of Transportation to post certain 50 information relating to certain contracts for the provision of professional services 51 entered into by the Department on or after July 1, 2013.





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

Section 1. Chapter 333 of NRS is hereby amended by adding 1 2 thereto the provisions set forth as sections 2 to 15, inclusive, of this 3 act.

Sec. 2. As used in NRS 333.700 and sections 2 to 15, 4 5 inclusive, of this act, unless the context otherwise requires, the words and terms defined in sections 3 to 6.5, inclusive, of this act 6 have the meanings ascribed to them in those sections. 7

"Independent contractor" means a natural person, 8 Sec. 3. firm or corporation who agrees to perform services for a fixed 9 price according to his, her or its own methods and without 10 subjection to the supervision or control of the other contracting 11 party, except as to the results of the work, and not as to the means 12 by which the services are accomplished. 13

14 Sec. 4. "Public body" means the governing body of a county, 15 city or other local government.

Sec. 5. (Deleted by amendment.) 16

17 Sec. 6. "Sole source contract" means a contract entered into 18 between a using agency or public body and an independent 19 contractor to provide services for which the independent contractor is the only source capable of providing the services. 20

Sec. 6.5. "Using agency" has the meaning ascribed to it in 21 NRS 333.020, except that the term does not include the Division of 22 Health Care Financing and Policy of the Department of Health 23 and Human Services. 24

25 Sec. 7. Except as otherwise provided in sections 13 and 14 of this act, the provisions of sections 2 to 15, inclusive, of this act: 26

1. Apply to any contract for services of a person as an 27 independent contractor entered into between a using agency and 28 29 an independent contractor, unless the contract for services is 30 negotiated as part of a contract for the sale of goods with the same 31 independent contractor. 32

2. Do not apply to any contract:

33 (a) For a public work governed by the provisions of chapter 34 338 of NRS; or

35 (b) Between a using agency or public body and a person, firm or corporation that is subject to regulation pursuant to the 36 37 provisions of title 57 of NRS.

Sec. 8. 1. The Purchasing Division shall prescribe by 38 regulation a code of conduct for independent contractors. The 39 code of conduct must include, without limitation, provisions 40 41 stating that the independent contractor:





(a) Knows and agrees to abide by all applicable state ethics 1 2 laws: 3 (b) Agrees to maintain accurate internal records of all work 4 done pursuant to a contract with a using agency; and 5 (c) Agrees to make the records kept pursuant to paragraph (b) available for inspection or audit by the Legislative Auditor, the 6 Division of Internal Audits of the Department of Administration 7 and the State Controller. 8 9 2. A using agency may not enter into a contract with an independent contractor unless the independent contractor signs 10 and agrees to abide by the code of conduct for contractors 11 prescribed by the Purchasing Division pursuant to this section. 12 13 Sec. 9. An independent contractor who enters into a contract 14 with a using agency shall: 15 1. Fully disclose to the using agency any fees that will be charged by the independent contractor for services within the 16 17 scope of the contract to a person who is not a party to the contract. 18 2. Report annually to the using agency the total dollar 19 amount generated by such fees. 20 Sec. 10. 1. An independent contractor who enters into a 21 contract with a using agency shall: 22 (a) Fully disclose to the using agency: 23 (1) The name of any subcontractor used by the independent 24 contractor to perform the contract. 25 (2) The dollar amount that each subcontractor will be paid 26 by the independent contractor. 27 (3) Any fees that will be charged by the subcontractor for services within the scope of the contract to a person who is not a 28 29 party to the contract. 30 (b) Report annually to the using agency the total dollar amount generated by the fees disclosed pursuant to subparagraph 31 (3) of paragraph (a). 32 2. Nothing contained in this section shall be deemed to 33 34 require the disclosure or reporting of any proprietary information. Sec. 11. 1. Except as otherwise provided in subsection 2, a 35 using agency may not enter into a sole source contract unless the 36 37 term of the sole source contract does not exceed 5 years. 38 2. A using agency may enter into a sole source contract 39 whose term exceeds 5 years if the longer term is necessary for the recovery of capital costs through extended amortization. 40 3. A using agency may not renew a sole source contract 41 42 unless the State Board of Examiners approves the renewal by a 43 two-thirds vote. 44 Sec. 12. 1. Except as otherwise provided in subsection 2, a 45 using agency may enter into a contract with an independent * A B 1 6 9 R 1 *

contractor, other than a sole source contract, for a term of not
 more than 5 years. Except as otherwise provided in this
 subsection, a contract may be extended if the State Board of
 Examiners approves the extension by a two-thirds vote. The Board
 may authorize its Clerk or a designee to approve an extension of a
 contract for not more than 1 year if the extension does not require
 an authorization for the expenditure of any money.

8 2. With the prior written approval of the Administrator, a 9 using agency may enter into a contract with an independent 10 contractor, other than a sole source contract, for a term longer 11 than 5 years if the Administrator determines that such action is in 12 the best interest of the State.

3. On or before September 1 of each year, the Purchasing
Division shall submit a written report to the Interim Finance
Committee setting forth the number of contracts described in
subsection 2 which are currently in effect and, for each such
contract entered into during the immediately preceding fiscal year:
(a) The names of the parties to the contract;

19 (b) The total amount to be paid by the using agency pursuant 20 to the contract while it remains in effect; and

21 (c) An explanation of the determination made by the 22 Administrator pursuant to subsection 2.

23 Sec. 13. *Î.* A using agency or public body that enters into a 24 sole source contract shall transmit to the Purchasing Division 25 information relating to the sole source contract, including, without 26 limitation, the name of the using agency or public body, as 27 applicable, the name of the independent contractor and a brief 28 description of the services for which the using agency or public 29 body entered into the sole source contract.

30 2. The Purchasing Division shall post any information 31 received pursuant to this section on its Internet website.

32 Sec. 14. 1. A using agency or public body that enters into a 33 sole source contract or renegotiates a contract with an 34 independent contractor shall report to the Purchasing Division 35 before August 1 of each year, for the immediately preceding fiscal 36 year:

(a) The number of sole source contracts entered into by the
using agency or public body;

39 (b) The number of competitively bid contracts with an 40 independent contractor entered into by the using agency or public 41 body;

42 (c) The dollar amount of each sole source contract entered 43 into by the using agency or public body;





1 (d) The dollar amount of each competitively bid contract with 2 an independent contractor entered into by the using agency or 3 public body; and

(e) The dollar amount of savings generated by renegotiations 4 5 of all contracts with an independent contractor.

The Purchasing Division shall, on or before September 1 6 2. of each year, prepare and submit to the Interim Finance 7 Committee a report detailing the information received pursuant to 8 9 subsection 1 for the immediately preceding fiscal year for all using 10 agencies and public bodies.

11 Sec. 15. If an independent contractor violates any provision 12 of section 8, 9 or 10 of this act, the using agency may terminate 13 the contract with the independent contractor.

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Sec. 15.1. NRS 333.700 is hereby amended to read as follows:

15 333.700 1. Except as otherwise provided in NRS 284.1729 and sections 2 to 15, inclusive, of this act, a using agency may 16 17 contract for the services of a person as an independent contractor. 18 Except as otherwise provided by specific statute, each such contract 19 must be awarded pursuant to this chapter.

20 [An independent contractor is a natural person, firm or 2. corporation who agrees to perform services for a fixed price 21 22 according to his, her or its own methods and without subjection to the supervision or control of the other contracting party, except as to 23 the results of the work, and not as to the means by which the 24 25 services are accomplished.

26 **3.** For the purposes of this section:

27 (a) Travel, subsistence and other personal expenses may be paid to an independent contractor, if provided for in the contract, in such 28 29 amounts as provided for in the contract. Those expenses must not be 30 paid pursuant to the provisions of NRS 281.160.

(b) There must be no:

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(1) Withholding of income taxes by the State;

(2) Coverage for industrial insurance provided by the State;

(3) Participation in group insurance plans which may be 34 35 available to employees of the State;

(4) Participation or contributions by either the independent 36 37 contractor or the State to the Public Employees' Retirement System; 38

(5) Accumulation of vacation leave or sick leave; or

39 (6) Coverage for unemployment compensation provided by 40 the State if the requirements of NRS 612.085 for independent 41 contractors are met.

42 [4.] 3. An independent contractor is not in the classified or 43 unclassified service of the State and has none of the rights or 44 privileges available to officers or employees of the State of Nevada.





1 [5.] 4. If the contract is for services for which a license, 2 certificate, registration, permit or other type of authorization is 3 required by law, an independent contractor must hold the 4 appropriate, current authorization that is required by law for the 5 services.

6 **[6.]** 5. Except as otherwise provided in this subsection, each 7 contract for the services of an independent contractor must be in 8 writing. The form of the contract must be first approved by the 9 Attorney General, and except as otherwise provided in subsection [8,] 7, an executed copy of each contract must be filed with the 10 11 Fiscal Analysis Division of the Legislative Counsel Bureau and the 12 Clerk of the State Board of Examiners. The State Board of 13 Examiners may waive the requirements of this subsection in the 14 case of contracts which are for amounts less than \$2,000.

15 **[7.]** 6. Except as otherwise provided in subsection **[8,]** 7, and 16 except for contracts entered into by the Nevada System of Higher 17 Education, each proposed contract with an independent contractor 18 must be submitted to the State Board of Examiners. The contracts 19 do not become effective without the prior approval of the State 20 Board of Examiners, except that the State Board of Examiners may 21 authorize its Clerk or a designee to approve contracts which are:

(a) For amounts less than \$10,000 or, in contracts necessary to
 preserve life and property, for amounts less than \$25,000; or

(b) Entered into by the State Gaming Control Board for the purposes of investigating an applicant for or holder of a gaming license.

27 [8.] 7. Copies of the following types of contracts need not be 28 filed or approved as provided in subsections [6] 5 and [7:] 6:

(a) Contracts executed by the Department of Transportation forany work of construction or reconstruction of highways.

(b) Contracts executed by the State Public Works Division of the Department of Administration or any other state department or agency for any work of construction or major repairs of state buildings, if the contracting process was controlled by the rules of open competitive bidding.

36 (c) Contracts executed by the Housing Division of the 37 Department of Business and Industry.

(d) Contracts executed with business entities for any work ofmaintenance or repair of office machines and equipment.

40 [9.] 8. The State Board of Examiners shall review each 41 contract submitted for approval pursuant to subsection [7] 6 to 42 consider:

(a) Whether sufficient authority exists to expend the moneyrequired by the contract; and





(b) Whether the service which is the subject of the contract 1 2 could be provided by a state agency in a more cost-effective 3 manner.

4 \rightarrow If the contract submitted for approval continues an existing 5 contractual relationship, the State Board of Examiners shall ask each 6 agency to ensure that the State is receiving the services that the 7 contract purports to provide.

8 [10.] 9. If the services of an independent contractor are contracted for to represent an agency of the State in any proceeding 9 10 in any court, the contract must require that the independent 11 contractor identify in all pleadings the specific state agency which 12 he or she is representing.

13 Notwithstanding the provisions of subsection 2 of section *10*. 14 7 of this act and without limiting the provisions of this section, the 15 provisions of this section are applicable to a contract between a 16 using agency and an independent contractor who is subject to 17 regulation pursuant to the provisions of title 57 of NRS.

18 11. The State Board of Examiners may adopt regulations to 19 carry out the provisions of this section. 20

Sec. 15.3. NRS 333.710 is hereby amended to read as follows:

21 333.710 1. If personnel of the Capitol Police Division of the 22 Department of Public Safety are not available to provide security 23 services for a building, office or other facility of a using agency, the 24 using agency may, pursuant to NRS 333.700, and sections 2 to 15, 25 inclusive, of this act, contract with one or more independent 26 contractors to provide such services.

27 2. If the Chief Justice of the Supreme Court determines that 28 additional security is needed for the safe operation of any facility or 29 building that is owned by or leased to the Supreme Court and 30 occupied by its employees, the Supreme Court may contract with 31 one or more independent contractors to provide security services for the facility or building. Any contractor with whom the Supreme 32 Court contracts for these services is subject to the oversight of a 33 peace officer who provides security services for the Supreme Court 34 35 and who is designated and directed by the Chief Justice.

36 3. An independent contractor with whom a using agency 37 contracts pursuant to subsection 1 must:

38 (a) Be licensed as a private patrol officer pursuant to chapter 648 39 of NRS or employed by a person so licensed; and

40 (b) Possess the skills required of and meet the same physical 41 requirements as law enforcement personnel certified by the Peace 42 Officers' Standards and Training Commission created pursuant to 43 NRS 289.500.

44 An independent contractor with whom the Supreme Court 4. 45 contracts pursuant to subsection 2 must be licensed as a private





1 patrol officer pursuant to chapter 648 of NRS or employed by a 2 person so licensed. 3 Sec. 15.5. NRS 41.0307 is hereby amended to read as follows: 4 41.0307 As used in NRS 41.0305 to 41.039, inclusive: 5 "Employee" includes an employee of a: 1. 6 (a) Part-time or full-time board, commission or similar body of 7 the State or a political subdivision of the State which is created by 8 law 9 (b) Charter school. (c) University school for profoundly gifted pupils described in 10 11 chapter 392A of NRS. "Employment" includes any services performed by an 12 2. 13 immune contractor. 14 "Immune contractor" means any natural person, professional 3. 15 corporation or professional association which: 16 (a) Is an independent contractor with the State pursuant to NRS 17 333.700 [;] and sections 2 to 15, inclusive, of this act; and 18 (b) Contracts to provide medical services for the Department of 19 Corrections. → As used in this subsection, "professional corporation" and 20 21 "professional association" have the meanings ascribed to them in 22 NRS 89.020. "Public officer" or "officer" includes: 23 4 (a) A member of a part-time or full-time board, commission or 24 similar body of the State or a political subdivision of the State which 25 26 is created by law. 27 (b) A public defender and any deputy or assistant attorney of a public defender or an attorney appointed to defend a person for a 28 29 limited duration with limited jurisdiction. 30 (c) A district attorney and any deputy or assistant district attorney or an attorney appointed to prosecute a person for a limited 31 32 duration with limited jurisdiction. 33 Sec. 15.7. NRS 176.0129 is hereby amended to read as 34 follows: 35 176.0129 The Department of Administration shall, on an annual basis, contract for the services of an independent contractor, 36 in accordance with the provisions of NRS 333.700, and sections 2 37 38 to 15, inclusive, of this act, to: 39 1. Review sentences imposed in this State and the practices of the State Board of Parole Commissioners and project annually the 40 41 number of persons who will be: (a) In a facility or institution of the Department of Corrections; 42 43 (b) On probation; 44 (c) On parole; and 45 (d) Serving a term of residential confinement, AB169

1 \rightarrow during the 10 years immediately following the date of the 2 projection; and

2. Review preliminary proposals and information provided by the Commission and project annually the number of persons who will be:

(a) In a facility or institution of the Department of Corrections;

(b) On probation;

(c) On parole; and

(d) Serving a term of residential confinement,

10 \rightarrow during the 10 years immediately following the date of the 11 projection, assuming the preliminary proposals were recommended 12 by the Commission and enacted by the Legislature.

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Sec. 15.9. NRS 232.548 is hereby amended to read as follows:

14 232.548 1. Except if a particular procedure for resolving a 15 dispute is required by a specific statute, and except as otherwise 16 provided in subsection 2, the Director may authorize any entity 17 within the Department or any natural person who is subject to the 18 authority of the Director to use alternative means of dispute 19 resolution in any proceeding if the alternative means can be:

(a) Carried out by the available personnel of the Department or
 persons under contract with the Department; and

(b) Paid for with money that is available in the existing budget
of the affected entity of the Department.

24 Before authorizing an entity of the Department to use 2. 25 alternative means of dispute resolution, the Director must notify the Attorney General. The Attorney General, within 30 days after 26 receiving the notification from the Director, shall respond to the 27 28 Director concerning the advisability of using alternative means of 29 dispute resolution to resolve the dispute at issue. The Director shall 30 consider the advice of the Attorney General but may authorize an 31 entity of the Department to use alternative means of dispute 32 resolution unless the Attorney General indicates in his or her 33 response that he or she officially opposes the use of such means. If the Attorney General fails to respond within 30 days after receiving 34 35 the notification, the Director may authorize the use of alternative means of dispute resolution. 36

37 The alternative means of dispute resolution may include, 3. 38 without limitation, evaluation of the facts and issues in a dispute by a neutral person, fact-finding, mediation, arbitration or other 39 40 collaborative problem-solving processes designed to encourage 41 persons to work together to develop agreeable solutions to disputes 42 lieu of litigation or adjudication of contested cases in in 43 administrative hearings.

44 4. Any entity which, or natural person who, has received 45 authorization from the Director to use alternative means of dispute



resolution may enter into a contract to facilitate the use of such 1 means, subject to the approval of the Attorney General, the 2 limitations set forth in subsection 1 and the provisions of NRS 3 333.700 H and sections 2 to 15, inclusive, of this act. 4

Sec. 16. Chapter 338 of NRS is hereby amended by adding 5 6 thereto a new section to read as follows:

7 1. A public body which awards a contract for a public work 8 shall:

9 (a) Gather and maintain, for each bid submitted for the 10 contract, the following information:

11 12 (1) The amount of the bid; and (2) Whether the bidder was awarded the contract.

(b) If the provisions of paragraph (b) of subsection 1 of NRS 13 338.141 are applicable, gather and maintain information about 14 15 the race, ethnicity, age and gender of each person identified as a 16 principal of:

17 (1) Each of the three contractors described in that paragraph; and 18

19 (2) Each first tier subcontractor identified by those contractors pursuant to that paragraph, 20

🗢 on the license issued to the contractor or first tier 21 subcontractor, as applicable, pursuant to chapter 624 of NRS. 22 Each such contractor shall submit the information described in 23 this paragraph within 2 hours after the completion of the opening 24 25 of the bids.

(c) Include in the contract a clause requiring the person who 26 27 is awarded the contract to gather, maintain and report to the public body the information required by subsection 2, if the 28 provisions of that subsection are applicable. 29

(d) Compile and maintain the information reported to the 30 public body pursuant to subsection 2, if the provisions of that 31 32 subsection are applicable, by the person who is awarded the 33 contract.

(e) Enter or cause to be entered through the application on the 34 35 Internet website of the Division created pursuant to paragraph (a) of subsection 3 the information which the public body: 36

37 (1) Gathers and maintains pursuant to paragraphs (a) and (b), as applicable, within 30 days after the opening of bids; and 38 39

(2) Compiles and maintains pursuant to paragraph (d).

(f) Deem a bid that does not contain the information that the 40 public body is required to gather and maintain pursuant to 41 paragraph (b), if the provisions of that paragraph are applicable, 42 to be not responsive if the information is not submitted within the 43 44 time required by that paragraph.





2. If the provisions of paragraph (b) of subsection 1 of NRS 1 2 338.141 are applicable, the person who is awarded the contract by the public body shall, for himself or herself and for each 3 subcontractor identified pursuant to that paragraph: 4 (a) Identify the race, ethnicity, age and gender, if known, of 5 every employee who, during the duration of the contract for the 6 7 public work, is on the certified payroll of: (1) The person who is awarded the contract; and 8 9 (2) Each such subcontractor; and (b) Submit a report to the public body following the completion 10 of the public work which compiles the information required by 11 12 paragraph (a). 13 The Division shall: *3*. 14 (a) Create an application on its Internet website for a public 15 body to enter or cause to be entered the information gathered and 16 maintained by the public body pursuant to subsection 1 that does not allow for the entry of any personal information, as that term is 17 18 defined in NRS 603A.040; 19 (b) Make available to the public the information entered pursuant to paragraph (a); and 20 (c) Report annually the information entered pursuant to 21 22 paragraph (a) to the Director of the Legislative Counsel Bureau in 23 any format requested by the Director. 24 4. For the purposes of subsection 1, if a person who submits a bid or otherwise competes for the contract is: 25 (a) A design-build team, the public body must gather and 26 27 maintain the required information for each member of the design-28 build team. 29 (b) Not a natural person, the public body must gather and maintain the required information, if known, for each natural 30 person who holds a controlling interest in the person who submits 31 the bid or otherwise competes for the contract. 32 Sec. 16.5. NRS 396.110 is hereby amended to read as follows: 33 396.110 1. The Board of Regents may prescribe rules for: 34 35 (a) Its own government; and (b) The government of the System. 36 The Board of Regents shall prescribe rules [for] : 37 2. (a) For the granting of permission to carry or possess a weapon 38 pursuant to NRS 202.265. 39 (b) Requiring vendors and independent contractors who enter into contracts with the System to understand and abide by all 41 applicable state ethics laws. 42 43 (c) Providing increased opportunities for women, minorities 44 and small, disadvantaged or local businesses, as independent 45 contractors, to obtain contracts with the System.

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1 (d) Providing for the disclosure to the public of information relating to the cost of contracts between the System and 2 3 independent contractors and any fees charged pursuant to any 4 such contract to a person who is not a party to the contract.

5 (e) Requiring the maintenance of accurate records relating to 6 the matters set forth in paragraphs (c) and (d).

7 (f) Requiring the preparation and submission by the System of 8 an annual written report to the Board of Regents concerning the 9 activities and progress of the System in complying with the rules described in paragraphs (b) to (e), inclusive. 10

On or before December 31 of each year, the Board of 11 3. 12 Regents shall submit to the Director of the Legislative Counsel 13 Bureau, for transmittal to the Legislative Commission, the written report prepared pursuant to paragraph (f) of subsection 2. 14

4. As used in this section, "independent contractor" has the 15 16 meaning ascribed to it in section 3 of this act.

17 Sec. 17. Chapter 408 of NRS is hereby amended by adding 18 thereto a new section to read as follows:

19 For any contract with a professional who is not a member 1. of a design-build team for the provision of services entered into by 20 the Department on or after July 1, 2013, within 30 days after 21 22 entering into the contract, the Department shall post information 23 relating to the contract on its Internet website, including, without 24 limitation, the name of the professional, a brief description of the 25 services for which the Department entered into the contract and 26 the cost of the contract.

27 2. As used in this section, "professional" includes, without 28 limitation, an architect, an attorney, an engineer, a landscape 29 architect and a surveyor. 30

Sec. 17.5. NRS 590.505 is hereby amended to read as follows:

31 590.505 1. The Board may adopt a seal for its own use which must have imprinted thereon the words "Board for the Regulation of 32 Liquefied Petroleum Gas." The care and custody of the seal is the 33 34 responsibility of the Secretary-Treasurer of the Board.

The Board may appoint an Executive Secretary and may 35 2. employ or, pursuant to NRS 333.700, and sections 2 to 15, 36 *inclusive, of this act,* contract with such other technical, clerical or 37 investigative personnel as it deems necessary. The Board shall fix 38 39 the compensation of the Executive Secretary and all other employees and independent contractors. Such compensation must be 40 41 paid out of the money of the Board. The Board may require the 42 Executive Secretary and any other employees and independent contractors to give a bond to the Board for the faithful performance 43 44 of their duties, the premiums on the bond being paid out of the money of the Board. 45





1 3. In carrying out the provisions of NRS 590.465 to 590.645, 2 inclusive, and holding its regular or special meetings, the Board:

3 (a) Shall adopt written policies setting forth procedures and 4 methods of operation for the Board.

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(b) May adopt such regulations as it deems necessary.

4. The Board shall submit to the Legislature and the Governor
a biennial report before September 1 of each even-numbered year,
covering the biennium ending June 30 of that year, of its
transactions during the preceding biennium, including a complete
statement of the receipts and expenditures of the Board during the
period and any complaints received by the Board.

5. The Board shall keep accurate records, minutes and audio recordings or transcripts of all meetings and, except as otherwise provided in NRS 241.035, the records, minutes, audio recordings and transcripts so kept must be open to public inspection at all reasonable times. The Board shall also keep a record of all applications for licenses and licenses issued by it. The record of applications and licenses is a public record.

19 Sec. 18. The Purchasing Division of the Department of 20 Administration shall adopt any regulations required by section 8 of 21 this act before October 1, 2013.

Sec. 19. 1. Contracts entered into before October 1, 2013, are not subject to the provisions of sections 2 to 15, inclusive, of this act, and the amendatory provisions of sections 15.1 to 15.9, inclusive, and 17.5 of this act.

26 2. Contracts entered into before July 1, 2013, are not subject to 27 the provisions of sections 16 and 17 of this act.

28 Sec. 20. The provisions of NRS 354.599 do not apply to any 29 additional expenses of a local government that are related to the 30 provisions of this act.

31 Sec. 21. 1. This section and sections 16.5, 18, 19 and 20 of 32 this act become effective upon passage and approval.

2. Sections 1 to 15.9, inclusive, and 17.5 of this act become effective:

(a) Upon passage and approval for the purposes of adopting
 regulations and performing any other preparatory administrative
 tasks; and

38 (b) On October 1, 2013, for all other purposes.

39 3. Sections 16 and 17 of this act become effective on July 1, 40 2013.

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