SENATE JUDICIARY COMMITTEE

MINUTES

Meeting was called to order at 9:45 a.m. on April 18, 1969 by Chairman Monroe.

| Committee members present: | Chairman Monroe Senator Swobe Senator Bunker Senator Young Senator Dodge Senator Christensen |
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| Committee member absent: | Senator Hug |
| Legislative Counsel: | Frank Daykin |

AB 706 - Prohibits service station games and contests.

Senator Bunker moved to "Kill". Senator Dodge seconded the motion. Motion carried.

<u>AB 767</u> - Provides special limitations on annexation of certain land to City of Henderson.

Senator Dodge moved to "Hold". Senator Christensen seconded. Motion carried.

<u>AB 606</u> - Authorizes formation of limited reciprocal insurers for medical malpractice.

Senator Dodge stated he felt this was introduced more of a tax measure than an insurance bill. The interest earned for the deposit of the money would be tax free and the initial deposit could be written off as a business expense. You would not have to present any claims to be paid out of the money initially put up but could leave it as an investment. It would be a good deal for investors. He suggested they ask a tax man and an insurance man in and find out what it is actually all about.

Senator Christensen was in favor of this. He felt it would be good for the business man. You could get a group together that were in the same business and each make an investment. It was one way of paying insurance.

Mr. Daykin remarked Mr. McKissick's part of this bill was to force the insurance companies into writing realistic malpractice

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insurance in the State of Nevada. It was now written at California rates and was very high. The doctors do not feel they should have to pay the excessive rates used in California. Mr. Kean's interest was in the personal property reciprocal insurance for merchants.

Senator Dodge asked how this bill differed from the reciprocal provisions in the insurance code bill.

Mr. Daykin stated it was much broader in the code. The code imposed a high minimum capital requirementand not limited to the two classes mentioned in <u>AB 606</u>. If the code passed this would not be necessary.

Senator Bunker pointed out one could not purchase property damage insurance without public liability coverage in either automobile insurance or property B.I. and P.D. They had to be purchased together.

<u>AB 641</u> - Allows state to appeal court orders suppressing evidence in criminal cases.

Mr. Daykin advised this was another of the district attorney's bills. The theory was that the non-lawyer justices of the peace could be easily swayed by a good defense attorney to release evidence.

Senators Swobe and Young could see nothing wrong with this.

Senator Swobe moved "Do Pass". Senator Young seconded. Motion carried.

SB 431 - Defines "record owner" for mechanics' lien statute.

The Assembly amended and it was the decision of the committee not to concur and discuss with the Assembly Judiciary Committee.

Senator Young felt it was not practical to require the multiple trustors be given notice, as well as the beneficiary.

Senator Dodge stated the Banks protected themselves by holding back approximately 40% of the loan after the lien period to be sure all bills have been paid by the contractor. He felt they would not appreciate receiving notices.

Mr. Daykin stated the trustees and beneficiary could be excluded and amend to say "other than security interest".

This will be discussed with the assembly.

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<u>SJR 6</u> - Proposes to amend Nevada constitution by removing fish and game fines from education fund.

Senator Swobe moved "Do Pass". Senator Bunker seconded the motion. Motion carried.

The meeting adjourned at 10:30 a. m.