MINUTES

ASSEMBLY COMMERCE COMMITTEE

MAY 2, 1977

MEMBERS PRESENT

Chairman Harmon Vice Chairman Mello

Mr. Barengo

Mrs. Hayes

Mr. Price

Mr. Sena

Mr. Moody

Mr. Weise

MEMBERS ABSENT

Mr. Demers

GUESTS PRESENT

See Guest List Attached

The meeting was called to order at 4:45 p.m. by Chairman Harmon who announced that the following bills would not be heard:

<u>Senate Bill 423</u>, <u>Assembly Joint Resolution 60</u>, <u>Senate Bill 461</u>
and Senate Bill 305.

Assembly Bill 708

Mr. Weise presented Chairman Harmon amendments to this bill. Assemblyman Lawrence Jacobsen appeared in support of A.B. 708. Mr. Jacobsen stated that one of the revisions would provide for a volume of the Public Service Commission's opinions to be published on a yearly basis and this would be very beneficial to the general public. Another provision calls for the Commission to make findings of fact and conclusions of law which would assist people in understanding the Commission's reasoning and also allow them to use their own judgment. This bill also prohibits the use of motions by the counsel for either party. Lastly, the bill provides that if a utility successfully defeats an order of the Commission in the District Court, then no stay can be placed on the District Court's order if there is a subsequent appeal by the PSC to the Supreme Court.

Assembly Commerce Committee Minutes May 2, 1977

Mr. Weise explained his proposed amendments to A.B. 708 to Chairman Harmon.

Noel Clark and Robert Crowell of the Public Service Commission appeared in opposition to A.B. 708.

Mr. Clark stated that when they previously testified on this bill they had not had an opportunity to study page 4, lines 13 through 16. They now feel that this section would put into effect an injunction and institute rates under bond from the time it went into the District Court until the matter was finally decided by the Supreme Court which could be as long as 4 years. Mr. Clark feels this provision is certainly not in the public interest. Further, Mr. Clark again stated that this bill should have a fiscal note. The last time the reports were printed it cost in excess of \$3,000 and over 100 copies are still sitting on the shelf since no one wanted them. The cost is \$100 each and the attorneys will not pay that much.

Mr. Weise felt that no fiscal note was needed since if a person requested a copy of the report he could be charged the cost of reproduction at the time.

Mr. Clark said they had no objection to Mr. Weise's proposed amendment.

Mr. Crowell said his impression of $\underline{A.B.}$ 708 is that it may well be unconstitutional, as well as unfair to both the utility and the ratepayer, particularly with respect to the appeal provisions.

Senate Bill 466

Dave Byington, Nevada State Life Underwriters' Association, stated this bill was introduced to allow the Insurance Commissioner to prescribe appropriate courses of study to improve the agent and to assist the consumer by getting more qualified agents. They are asking this continued education to be in the form of a regulation rather than by statute since it would give them more flexibility.

Gene Leverty, Chief Deputy Insurance Commissioner, stated that the Insurance Division is very much in favor of any program that provides for continuing education of the insurance agents of the state. They are in favor of <u>S.B. 466</u>.

Senate Bill 471

Gene Leverty explained that this bill is the administrative and accounting recommendations suggested by the Legislative Auditor after an audit.

Assembly Commerce Committee Minutes May 2, 1977

Senate Bill 430

Dave Byington also appeared in support of $\underline{S.B.}$ 430. He said that this bill gives the Insurance Commissioner more flexibility in accepting other forms of security other than surety bonds.

Mr. Leverty said the Insurance Division was in favor of $\underline{A.B.642}$, previously passed out of the Committee, but since it is unknown whether or not it would pass the Senate, they are supporting S.B. 430.

Senate Bill 137

John Hawkins, Nevada Trial Lawyers' Association, appeared in support of S.B. 137. Mr. Hawkins explained that under the present law a person involved in an uninsured motorist accident must pay back to his insurance company up to the first \$10,000 that he recovers as an award. S.B. 137 would provide that a person does not have to pay back his own insurance company the added reparation benefits until he is made whole again, that is, he has recovered his noneconomic and economic benefits under the no-fault policy. Mr. Hawkins said S.B. 137 is a "people's bill" and would urge passage.

Mr. Virgil Anderson, Triple A, spoke in opposition to the bill. Mr. Anderson felt this would be stacking of benefits available under both the no-fault benefits required in the amount of \$10,000 and the uninsured motorist insurance available under the typical policy in the amount of \$15,000. The effect of S.B. 137 would be to make the \$15,000 policy become a \$25,000 policy. According to Mr. Anderson, this would result in additional premium costs to the policy holder.

Mr. Darie E. Capurro, Nevada Franchised Auto Dealers Association, agreed with Mr. Anderson that S.B. 137 would result in increased premium costs and was opposed to the bill.

Dick Garrod, Farmers Insurance Group, stated that he agreed with the statements of Mr. Anderson and Mr. Capurro in opposition to S.B. 137.

COMMITTEE ACTION

S.B. 322: Mr. Barengo moved Do Pass, seconded by Mr. Moody. Unanimously carried with Mr. Demers and Mr. Mello not present.

S.B. 430: Mr. Weise moved Do Pass. Seconded by Mr. Sena. Motion carried. Mr. Demers and Mr. Mello not present.

S.B. 471: Mr. Sena moved Do Pass, seconded by Mr. Barengo. Motion carried. Messrs. Demers and Mello not present.

Assembly Commerce Committee Minutes May 2, 1977

S.B. 466: Mr. Barengo moved Do Pass, seconded by Mr. Weise. Motion carried with Mr. Price voting no. Mr. Demers and Mr. Mello not present.

S.B. 308: Mr. Weise moved Amend and Do Pass in accordance with the suggested amendments contained in the Minutes of April 15, 1977. Seconded by Mrs. Hayes. Motion carried. Demers and Mello absent.

S.B. 313: After discussion among the Committee, Mr. Weise moved Amend and Do Pass in accordance with the amendment submitted as Exhibit 1 of Minutes of April 6, 1977, which is to be added to S.B. 313. Mr. Price seconded the motion. Motion carried unanimously. Demers and Mello absent.

A.B. 708: Mr. Weise moved Do Pass as Amended in accordance with the amendments that had previously been discussed. Mr. Moody seconded. After Committee discussion, the following vote was taken:

Aye votes: Weise, Moody, Hayes

No vote: Harmon, Price, Barengo, Sena

Motion failed.

S.B. 137: Mrs. Hayes moved Do Pass. Motion died for lack of a second.

Mr. Moody moved Indefinitely Postpone, seconded by Mr. Sena.

Aye votes: Moody, Sena, Mr. Weise abstaining

No votes: Barengo, Price, Harmon, Hayes

Motion failed.

The meeting was adjourned at 5:30 p.m.

Jane Dunne Assembly Attache

GUEST LIST

NAME	REPRESENTING	WISH T	O SPEAK
(Please print)		Yes	No
James Barnes			
ANGUS MILEOD	OU OF BALESPATE	X	
GEORGE BENNETT	OU OF BALESTATE STATE BOARD OF PHARMAUY		
DEO. RIPSH TUCKER		?	
John W HAWKins	Necoda Trial Lawyers	1	
VIRGIL P ANDERSON	100		
Ricard R. Garrod	FARMERS INS Group		
·			
** ** ** ** ** ** ** ** ** ** ** ** **			
	·		, , , , , , , , , , , , , , , , , , , ,
	1		
	•		
,	<u> </u>		
	,		
• .			
			
			822

DATEMay 2, 19//				•	
SUBJECT S.B. 322		•			
MOTION:					
Do Pass x Amend	Indefinit	tely Postpo	neRec	consider	
Moved by Mr. Barengo	 • • • • • • • • • • • • • • • • • •	Seconded by	Mr. Moc	ody	•
AMENDMENT					•
	Moved by_		Seconded	by	
AMENDMENT	• · · • • · · · · · · · · ·				• • .
		:•.•	•		•
	Moved by		Seconded	by	
	MOTION	$\overline{\mathbf{y}}$	MEND	VWEN	<u>D</u>
VOTE:	Yes No	Yes	No	<u>Yes</u>	No
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	Not present Not present Not present X X X X X X				
TALLY:					
Original Motion:	Passed x	Defeated _	Withdra	awn	
Amended & Passed		Amended &	Defeated		
Amended & Passed		Amended &	Defeated	-	
Attach to Min	utes May 2				

DATE May 2, 1977				•	
SUBJECT S.B. 430		•			
MOTION:				-	
Do Pass <u>x</u> Amend _	Indefinit	ely Postpo	one Rec	consider	
Moved by	· · · · · · · · · · · · · · · · · · ·	Seconded by	· /	1	•
AMENDMENT	· · · · · · · · · · · · · · · · · · ·	···			•
	Moved by_		Seconded	by	
AMENDMENT	• • • • • • • • • • •				•
		: • . •		• • • •	
	Moved by_		Seconded	by	·
	MOTION		MEND	AMEN	<u>ID</u>
VOTE:	Yes No	Yes	No	Yes	No No
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	Not present Not present X Not present X X X X X X				
TALLY:					•
Original Mction:	Passed X	Defeated.	Withdra	awn	
Amended & Passed		Amended	& Defeated		
Amended & Passed		Amended	& Defeated		
Attach to Mini	ites May 2,	1977			

DATE May 2, 1977	· · · · · · · · · · · · · · · · · · ·				
SUBJECT S.B. 471					
MOTION:	··· ·· · · · · · · · · · · · · · · · ·				
Do Pass x Amend	Indefinit	ely Postpo	oneRec	onsider _	
Moved by Mr. Sena		Seconded by	Mr. Bare	ngo	•
AMENDMENT		· · · · · · · · · · · · · · · · · · ·			•
	Moved by_		Seconded	by	
AMENDMENT			•		• •
	·· ··· · · · · · · · · · · · · · · · ·				
	Moved by_	• •. ·	Seconded	by	
	MOTION		MEND	<u> </u>)
VOTE:	Yes No	Yes	No	Yes	No
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	X Not present X Not present X X X X X				
TALLY:				· · · · · ·	
Original Motion:	Passed <u>x</u>	Defeated	Withdra	iwn	
Amended & Passed Amended & Passed	•		Defeated Defeated		
Attach to Minu	tes May 2	2, 1977 Ee	-		

DATE May 2, 1977	-					
SUBJECT S.B. 466						
MOTION:						-
Do Pass x Amend						
Moved by Mr. Bareno	go	Sec	conded by	Mr. Weis	e	-
AMENDMENT	• • • • • • • • • • • • • • • • • • • •					
	Moved	by		Seconded	by	
AMENDMENT						•
		• • • • • • • • • • • • • • • • • • • •				•
	Moved	by		Seconded	by	
	MOTION	· ·		MEND	AMENI	<u>)</u>
VOTE:	Yes	No	Yes	No	<u>Yes</u>	<u>No</u>
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise TALLY:	Not pre X Not pre X X X X 6					
Original Mction:	Passed	<u>x</u> D	efeated_	Withdra	ıwn	
Amended & Passed		·	-			
Amended & Passed		· · · · · ·	Amended s	Defeated	•	٠
Attach to Min	utesMa	ay 2,	L977		·	·

DATEMay 2, 1977						
SUBJECT S.B. 308						
MOTION: Amend and D	o Pass	· · · · · · · · · · · · · · · · · · ·				
Do Pass Amend _	Inde	efinitely	Postpon	eRe	consider	
Moved by Mr. Weise		Seco	nded by_	Mrs. Hay	/es	•
<u>AMENDMENT</u>		• • • • • •		·	· .	•
		· · · · · · · · · · · · · · · · · · ·				and the state of t
	Moyec	i by		Seconded	by	
AMENDMENT		• • • • • • •		• • •		
	,	· · · · · · · · · .	•			
	Moveć	l by		Seconded	by	
· .	MOTIC	<u>OM</u>	AMI	END	VWE	ND
VOTE:	Yes	No	Yes	No	Yes	No
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	Not pr X Not pr X X X X X	***************************************				
TALLY:			. '			
Original Mction:	Passed	d × Def	eated	- Withdr	awn	
Amended & Passed	R	An	ended & :	Defeated		
Amended & Passed	l	λп	iended &	Defeated		
Attach to Mir	nutesM	lay 2, 197	77			

DATE May 2, 1977		٠			
SUBJECT S.B. 313					
MOTION: Amend & Do	Pass				
Do Pass Amend					
Moved by Mr. Weise:		econded by	Mr. Pric	:e 	•
AMENDMENT					•
	Moved by		Seconded	by	
AMENDMENT	•				
	··· · · · · · · · · · · · · · · · · ·	• • •			
	Moved by		Seconded	by	
	MOTION	\overline{W}	IEND	AMEND	
VOTE:	Yes No	Yes	No	Yes	<u>No</u>
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	Not present Not present X Not present X X X X X X				
TALLY:	-				
Original Mction:	Passed X I	Defeated _	Withdra	awn	
Amended & Passed		Amended &	Defeated	Secretary and the second secon	
Amended & Passed		Amended &	Defeated		
Attach to Min	utes May 2		•		

DATE May 2, 1977				•	
SUBJECT A.B. 708					
MOTION: Amend a	nd Do Pass				
Do Pass Amend				•	
Moved by Mr.	Weise	Seconded by_	Mr. Moo	dy 	
AMENDMENT		·····			
	Moved by_		Seconded	by	
AMENDMENT					•
	Moved by_		Seconded	by	-
	MOTTOM	_ <u>A</u> }	IEND	AME	<u>1D</u>
VOTE:	Yes No	<u>Yes</u>	No	Yes	No
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	Not present Not present X Not present X X X				
TALLY:	3 4	1			•
Original Moti	on: Passed	Defeated x	Withdr	awn	
Amended & Pas	sed	Amended &	Defeated		
Amended & Pas	sed	_ Amended &	Defeated		-
Attach to		2, 1977			

DATEMay 2, 19	77				
SUBJECT S.B. 137					
MOTION:					
Do Pass Amend		•		•	
Moved by Mr. M	loody	Seconded	by Mr. Se	ena	
AMENDMENT					
	Moved by	Υ	Seconded	l by	
AMENDMENT			· · · · · · · · · · · · · · · · · · ·		· •
	Moved by	Υ	Seconded	l by	
	MOTION		AMEND	ME	ND
VOTE:	Yes]	No Ye	s <u>No</u>	Yes	No.
Harmon Mello Barengo Demers Hayes Moody Price Sena Weise	Not preser	nt K			
TALLY:	2	4			•
Original Motio	on: Passed _	Defeated	x Withdo	cawn	
· Amended & Pass	sed	Amended	& Defeated	1	
Amended & Pass	sed	Amended	& Defeated	1	
Attach to I	Minutes May	2, 1977 Date			