Minutes of the Nevada State Legislature Senate Committee on <u>Government Affairs</u> Date: April 9, 1979 Page: One

Present:

Chairman Gibson Vice Chairman Keith Ashworth Senator Dodge Senator Echols Senator Ford Senator Kosinski Senator Raggio

Also Present:

See Attached Guest Register

Chairman Gibson called the twenty-ninth meeting of the Government Affairs Committee to order at 2:00 p.m. with all members present. Due to a delay in those wishing to testify on <u>SB-396</u>, the hearing on that bill would come later in the meeting.

SB-403 Permits self-insurance of state employees.

Chairman Gibson stated that this bill was introduced by the Finance committee.

Bob Gagnier, Executive Director of the State of Nevada Employee's Association, testified in favor of this bill noting that although the bill has been to the legislature before, <u>SB-403</u> has been treated differently. Mr. Gagnier stated that due to greater limitations on the bill in prior sessions it was not acceptable. This session the bill has been written more loosely to allow for flexibility. Mr. Gagnier stated that they do not have an option to consider self-insurance at the present time and gave the committee some examples where having an option for self-insurance would have been beneficial.

Senator Ashworth asked Mr. Gagnier if he would be acceptable to deleting the word "life" on line 4, Section 2.

Mr. Gagnier stated that the life insurance portion of the coverage is where the companies make money and they would probably oppose this deletion.

Senator Ashworth asked if the committee on group insurance had the expertise necessary to check the policy and benefits and know which was the best coverage available.

Mr. Gagnier responded that they were trying to maintain those people on the committee who do have sufficient expertise to be knowledgeable in the area of insurance.

Senator Kosinski felt that we should only go into the self-insurance policy after all the possibilities have been exhausted and then decide on the best alternative.

Mr. Gagnier responded that a study was conducted prior to this concept being drafted into legislation for the 1973 session.

Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Two

Mr. Gagnier stated that he would be glad to provide the findings of that study to the committee.

Senator Dodge was concerned about the breakdown of costs and what the benefits would be under the self-insured concept.

Mr. Gagnier stated that the current program provides that the state pays for the employee and the employee pays for his dependents. Mr. Gagnier was not able to give a breakdown of costs and benefits under the self-insured plan at this time.

Howard Barrett, Budget Director, testified against this bill in its present language. Mr. Barrett felt that the bill was too loosely written and should have some figures to work with. At the very least it should have some language that states that the costs will be no greater than what they are currently operating under. The bill doesn't write into law the size of the benefits and there would only be five people to review this 7-1/2 million dollar program. Mr. Barrett indicated that he would be one of those individuals and did not want that responsibility. He noted that if they got into trouble they would be coming to the legislature to get the necessary money to pay the insurance company with.

Sam Mamet, Clark County, stated that they were a self-insured entity and were currently using the option. Mr. Mamet made this statement in response from the committee about any other local government using the self-insured option.

Senator Ashworth stated that without a schedule of benefits this bill is not feasible.

Milo Terzich, representing the American Counsel of Life Insurance, testified that 95% of all life insurance in America is handled by their firm. The bill as written is unequal and had a suggestion for the committee that language be added regarding the premium tax. (2% Tax) This should be part of all premiums to local govt. agencies. ...Mr. Terzich concluded his testimony by stating that the worst thing that could happen under the self-insured concept is default. This would lead to what Mr. Barrett testified to in his remarks on his going to the legislature for money to pay the insurance company with.

Senator Ashworth felt that an interim study committee should be appointed to look at the various types of self-insurance programs available and come up with benefits and costs.

Senator Dodge stated that an insurance commission should be the ones doing this type of review.

Senator Keith Ashworth moved "Indefinite Postponement" on <u>SB-403</u> - Seconded by Senator Echols Motion carried unanimously. Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Three

<u>AB-87</u> Extends group insurance and medical and hospital service coverage to certain retired public employees.

Assemblyman Robinson testified to the committee that this bill was requested by a constituent who is a county employee in Clark County. The bill will allow those employees who have already retired the option of being reinstated into the insurance policy and paying the premium at the time they go back into the program.

Currently the public employee is carried until he reaches 65 and at that point in most counties he is dropped. Some counties and public entities are ignoring the law and carrying these employees anyway. There is a great need for these people to have the security of being insured at this point in their lives. Mr. Robinson stated that the retired individual would be paying the premium himself and there could be an impact on the costs due to the age factor.

Senator Dodge wanted to know what the total increase on the premiums would be.

Mr. Vernon Bennett, representing the Public Employees Retirement System, testified to the committee on this bill although Mr. Bennett stated that this was not one of their bills. Mr. Bennett responded to Senator Dodge's question by stating that most of the agencies were unaware of this provision (lines 19 & 20, page 1) but felt that since the retired person would be paying the full premium himself the cost impact to the remaining persons in the insurance program would be small.

Mr. Bennett stated that, although they were not sponsoring this bill, if it did not pass many individuals that are now being covered might be dropped.

Robert Petroni, Representing Clark County School District, stated that they are in opposition to the bill. Mr. Petroni indicated that they have over 6,500 employees that could be adversely affected by the passage of the bill. He concluded by stating that this is not a good time to consider this bill. It needs a great deal of study and the impact due to age could be considerable.

Sam Mamet, Clark County, stated that he concurred with Mr. Petroni and indicated that there are threelocal entities that are covering those retired employees over 65. They were Southern Nevada Hospital, Clark County, and Clark County School District. Mr. Mamet agreed that these agencies could be adversely affected if this bill is processed in the current language.

Milo Terzich, representing the American Counsel of Life Insurance, presented the committee with a suggested amendment for this bill.

Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Four

(See <u>Attachment #1</u>) Mr. Terzich stated that the language contained in subsection 3, page 2 was added on the Assembly floor and there was no testimony taken on this suggested language. Mr. Terzich felt that with the amendment added the bill would be more acceptable.

Mr. Terzich was concerned about double benefits and felt that there should be language contained in the bill to avoid this from happening. The insurance should pick up where medicare leaves off. Mr. Terzich felt that the fiscal note should read "yes". He concluded by stating that without this amending language it might be difficult to obtain future insurance coverage.

Assemblyman Robinson stated that the amending language (subsection 3) was provided by Assemblyman Bremner, an insurance specialist, to help those individuals who are dropped through no fault of their own.

Mr. Etcheverry, Executive Director of the Nevada League of Cities, testified to the committee that they administer Blue Cross and Blue Shield insurance plans for eight of the 17 cities in their league. He noted that they will be faced with increased premiums due to a maternity benefit being added to the plan. They did not feel the plan was fair. They were in favor of allowing the retired people to continue their insurance but did not want an unfair burden placed on those people already using the plan. There should be further study on this, especially lines 3 through 9, page 2.

Chairman Gibson asked Mr. Robinson if he would object to removing the language on page 2, lines 3 through 9 and adding the language as proposed by Mr. Terzich. There was also concern about removing language that would allow for double coverage.

Mr. Robinson stated that he would not object to those changes.

Mr. Warren Fowler, Retired Public Employees of Nevada, testified to the committee that medicare is broken down into two plans. Plan A is very good but would cost the employee approximately \$60. per month. Plan B has good coverage also but is only \$7.00 per month. Most of the employees retiring from the State of Nevada use plan B and being able to keep their insurance plan from the State would be very helpful to these individuals who have given many years of their life to working for the State. Mr. Fowler stated that Washoe Medical, Washoe County and Carson City pay the premiums for their retired employees. 40% to 45% of the state employees that are retired are currently being covered and this would be very hard on those individuals.

Mr. Fowler stated that he did not object to clearing up the language regarding double benefits.

Bob Gagnier, Executive Director of S.N.E.A., stated that this bill does not cover the state employees, only local governments are affected. Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Five

Senator Kosinski felt that if the committee were to remove Section 3 and replace it with the suggested language contained in <u>Attachment #1</u> that would take care of most of the problems with the bill. He also felt that the brackets on line 19 & 20 (page 1) and lines 1 and 2 of page 2 should be removed. This will take care of the problem of those retired employees that are currently being carried.

The committee discussed the suggested amendments to the bill and the following motion was made on the above amendment suggestion:

Senator Keith Ashworth moved to adopt the amendments as noted above for <u>AB-87</u>, seconded by Senator Ford. Motion carried unanimously.

Senator Raggio was concerned about an employee being mandated to take the coverage by both. He felt that the choice should be made by the retired individual.

Senator Ashworth disagreed and felt that the individual doesn't have to pay for the benefits he doesn't want. The choice is up to the individual.

The committee asked Milo Terzich if the insurance companies object to medicare and if he would bring the committee some language regarding the primary coverage so they would know what is supplemental and what is primary. Mr. Terzich indicated that the answers to both questions would be brought back to the committee as soon as possible.

The following motion was made on the premise that the amending language be as specified above and double benefit problems be taken care of.

Senator Dodge moved, "Amend and Do Pass" on <u>AB-87</u> Seconded by Senator Echols Motion carried unanimously.

<u>AB-235</u> Removes exclusive reference to men in National Guard and militia.

Major General Floyd Edsall, testifying for the National Guard, stated that this language is primarily a housekeeping clean-up. The reference changes on sex will affect enlisting and accounting procedures. In response to questions by the committee Major General Edsall stated that there are 63 women in the air guard and 83 in the regular guard.

> Senator Ford moved "Do Pass" on <u>AB-235</u> Seconded by Senator Echols Motion carried unanimously.

Minutes of the Nevada State Legislature Senate Committee on <u>Government Affairs</u> Date: April 9, 1979 Page: Six

<u>AB-379</u> Provides for fixing meeting place of board of county commissioners by ordinance.

Sam Mamet, Representing Clark County, testified to the committee that the amendments were prepared with the assistance of Russ McDonald (Washoe County). Mr. Mamet stated that the reason for this bill is to allow for more options for the county commissioners to have meetings outside the county seat. Also the language regarding the first judicial Monday unless that Monday is a non-judicial day, was provided in order to allow flexibility in meeting times. Mr. Mamet turned testimony on the amendments over to Russ McDonald.

Russ McDonald, representing the Washoe County Commissioners, stated that the amendments were to help Clark County. Subsection 2 was to clear up the statutes. Subsection 3 was to make the meeting date more flexible. Subsection 5 was added so that business could be handled away from the county seat. These changes are in compliance with the open meeting laws.

Bob Broadbent, County Commissioner for Clark County, stated that he found two problems with this bill:

(1) Meeting in an outlying area should be more specifically defined as within a 10 mile radius. (Section 5)

(2) Does object to meeting outside the area but not for matters of the committee of the whole if it is only for discussion purposes. Matters that pertain to that area should be discussed in that area and possibly action on that particular subjects could be taken while in the area.

The committee discussed amending the bill in order to allow for action on the matters that directly are related to the area where they are meeting. It was felt that since this language is used by all the counties to change it now would be unwise. The committee agreed that it was too late in the session to be making these kinds of changes.

> Senator Ford moved "Do Pass" on <u>AB-379</u> Seconded by Senator Dodge Motion carried unanimously.

<u>SB-396</u> Removes sheriff from license board and liquor board in certain counties and authorizes those counties to establish county license department.

John McCarthy, Sheriff of Clark County, testified in favor of this bill. Mr. McCarthy stated that Clark County and the Metropolitan police department agreed upon this bill and felt that it was not necessary to have the sheriff on these boards. Mr. McCarthy provided the committee with proposed amendments to the bill and went over same for the committee. (See Attachment #2)



Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Seven

Manny Cortez, representing Clark County, reiterated Mr. McCarthy's testimony and concurred that they have jointly agreed with the Metropolitan Police Department to sponsor this bill.

Bruce Spaulding, County Manager, Clark County, stated that there were some additional amendments that they would like to suggest prior to the committee taking action on the bill.

(1) Delete billiard and pool hall on line 3... Leave in bowling alley and delete theaster and soft drink establishments on line 4...
(2) Line 19, page 1 the population figure should be 250,000 not 200,000.

At this point Chairman Gibson asked Mr. Spaulding to go over the entire bill for the committee so that they would understand where these amendments would fit in. Mr. Spaulding went over Attachment #2 for the committee and inserted the proposed amendments in their proper places.

Senator Dodge felt that on line 6, page 1, should have "escort services," added after "recreation".

The committee discussed the bill and the suggested amendments. The amendments to be considered in the following motion were: (1) To add necessary language as noted in Attachment #2 and (2) to add "escort service" on line 6, page 1.

Senator Dodge moved, "Amend and Do Pass" on <u>SB-396</u> Seconded by Senator Ashworth Motion carried unanimously.

AJR-8 of the 59th Session

Proposes to amend Nevada constitution by deleting public administrators from list of elective county officers.

Sam Mamet, Clark County, went over the bill for the committee and explained why the auditor has been deleted. He noted that in Clark and Washoe County they have appointed comptrollers and have combined the office with another office. The public administrator has been deleted because of the serious problems they have had keeping qualified help. The office should be more professional and attempts are being made to make the position more stable. They have a bill being drafted for the position of a trustee but this bill will only pertain to Clark County.

> Senator Keith Ashworth moved, "Do Pass" on <u>AJR-8 of the</u> <u>59th Session</u> - Seconded by Senator Ford Motion carried unanimously.

Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Eight

Chairman Gibson stated that he had some items that the committee should act upon. The following were reports from sub-committees:

Senator Dodge stated that another set of amendments were being prepared on <u>SB-120</u>. When they are ready the Senator stated that he would bring them back to the committee so that the committee could moved amend and re-refer back to committee. The Senator felt that it would be easier to see the changes in the amended form on the bill rather than going over the bill and the changes separately. The committee had no objection to this suggestion.

Chairman Gibson stated that on <u>SB-127</u> Mr. Wadhams was to bring the necessary information requested in the meeting on March 26th. The Chairman assigned Senator Keith Ashworth to check with Mr. Wadhams on that material.

<u>AB-576</u> was referred to this committee but Chairman Gibson felt that it would be more appropriate for it to be heard by the Finance Committee because it deals with money and ties in with budgets.

> Senator Dodge moved "Re-refer to Finance" on <u>AB-576</u> Seconded by Senator Echols Motion carried unanimously.

Chairman Gibson presented the committee with an elections bill regarding punch card voting. BDR-24-1747. Requires that the election results show the votes that each candidate receives.

Another consideration was for a bill that deals with post card registration.

There was no objection from the committee to having these bills introduced as committee measures.

Senator Kosinski asked the committee to consider committee introduction on a bill that did not get through the legislative process last session. It was <u>AB-720</u> in the Assembly and provides for disclosures by government agencies on expenditures made by lobbying efforts. The Senator felt the bill would serve a useful purpose.

The committee discussed the measure and felt that there could be considerable drawbacks, especially the areas that must travel a great distance to be present at the legislature to lobby.

Senator Raggio felt that it might create a chilling effect but would not oppose its introduction.

There was no objection to having this bill introduced as a committee meausre.

<u>SB-280</u> Extends certain time and area limits respecting development of parks and playgrounds.



Minutes of the Nevada State Legislature Senate Committee on Government Affairs Date: April 9, 1979 Page: Nine

Senator Ford stated that she would like the committee to consider amending out the change from three to five years. This was the problem area in the bill.

The committee agreed with the amendment and the following motion was made:

Senator Ford moved "Amend and Do Pass" on <u>SB-280</u> seconded by Senator Echols Motion carried unanimously.

At this point the committee discussed the hearing of <u>SJR-1 of the</u> <u>59th session</u>. It was agreed that the bill was important and should be heard. Senator Ford indicated that she would give testimony and lead questions on this matter.

With no further business the meeting was adjourned at 5:45 p.m.

Respectfully submitted,

Summer to 1. 2

✓ Janice M. Peck
Committee Secretary

Approved:

Chiffrman Senator James I. Gibson

SENATE GOVERNMENT AFFAIRS COMMITTEE

GUEST REGISTER

PLEASE SIGN - EVEN IF YOU ARE DATE NOT HERE TO TESTIFY WILL YOU REPRESENTING -TESTIFY NAME BILL NO AR, -OUNT NF HB-87 1.07 PER 21 AB 87 Tured Rublee Comployees of Hevada in 1 TA A ARP. Would' Jo MT State Livislant we Committee SNEA 5B403 VPS AGNIER YES EVADA MILI AB 235 av NO 0 A 187 Terzi Me iuncil 1 Lite Jac 5R403. 1,5 oun 58 396 .036

SEMBLY ACTION	SENATE ACTION	Assembly AMENDMENT BLANK
Adopted Lost Date: Initial: Concurred in Not concurred in Date: Initial:	Adopted Lost Date: Initial: Concurred in Not concurred in Date: Initial:	AMENDMENTS to <u>Assembly</u> Joint Bill No. <u>87</u> BDR <u>23-860</u> Proposed by <u>Committee on Government</u> Affairs

Amend section 1, page 2, by deleting lines 4 through 7 and inserting: "3. The insurance carrier need not provide coverage duplicating that provided by the Health Insurance for the Aged Act

(42 U.S.C. § 1395 et seq.).".

EXPIBIT



PROPOSED AMENDMENTS TO SENATE BILL NO. 396

AMENDMENT 1. Page 2, lines 39 through 48, inclusive:

5. New regulations shall be adopted after public hearing by a <u>majority</u> vote [of at least two-thirds] of the members present. Upon adoption of new regulations the board shall designate their effective date, which shall not be earlier than 15 days after their adoption. Immediately after adoption a copy of any new regulations shall be mailed to the address of each licensee and each practicing attorney in the county.

6. [Except for the adoption of new regulations a] \underline{A} majority vote of the members of the license board present shall govern in the transaction of all business. A majority of the members thereof shall constitute a quorum for the transaction of business.

AMENDMENT 2. Page 4, lines 27 through 40, inclusive:

5. New regulations [shall] <u>must</u> be adopted after public hearing by a <u>majority</u> vote [of at least two-thirds] of the members present. Upon adoption of new regulations the board shall designate their effective, date, which [shall] <u>may</u> not be earlier than 15 days after their adoption. Immediately after adoption a copy of any new regulations [shall be mailed to the address of each licensee and each practicing attorney in the county.] <u>must be available for public inspection</u> during regular business hours at the office of the county clerk.

6. [Except for the adoption of new regulations, a] <u>A</u> majority vote of the members of the license board present [shall govern] governs in the transaction of all business. A majority of the members [thereof shall constitute] <u>constitutes</u> a quorum for the transaction of business.

AMENDMENT 3. Page 6, lines 11 through 20, inclusive:

5. New regulations must be adopted after public hearing by a <u>majority</u> vote [of at least two-thirds] of the members present. Upon adoption of new regulations the board shall designate their effective date, which may not be earlier than 15 days after their adoption. Immediately after adoption a copy of any new regulations must be available for public inspection during regular business hours at the office of the county clerk.

6. [Except for the adoption of new regulations, a] <u>A</u> majority vote of the members of the license board present governs in the transaction of all business. A majority of the members constitutes a quorum for the transaction of business.

698

2

EXHIBIT

AMENDMENT 4. Page 8, lines 19-21 and 37-39 inclusive; Sec. 6 (sub-paragraph 3) NRS 364.010 is hereby amended to read as follows:

3. The provisions of NRS 364.020 to 364.050 364.070, inclusive, and NRS 364.070 do not apply to counties which have a county license department.

Sec. 7 (sub-paragraph 3) NRS 364.010 is hereby amended to read as follows:

3. The provisions of NRS 364.020 to 364.050 <u>364.070</u>, inclusive, and NRS 364.070 do not apply to counties which have a county license department.

AMENDMENT 5. The following sections are to be inserted starting at page 9, line 8 and present section 11 is to be renumbered accordingly:

Section 11. Chapter 244 of NRS is hereby amended by the addition of a new section to read as follows:

The Board of County Commissioners may by ordinance provide for the merger of the license board and liquor board. The merged board shall perform all functions and possess all powers provided to the separate boards by this chapter.



SECTION 12. NRS 463.230 is hereby amended to read as follows:

1. Any person to whom a state license has been issued as hereinabove provided may, upon proper application to either:

(a) The sheriff of the county[,]; or

(b) The license collector of the county license department in any county operating pursuant to section 6 of this act;

of the county wherein it is proposed that such gaming operation shall be conducted, be issued a license for each particular device or game or slot machine, upon compliance with such conditions and regulations as may be imposed by the county, and on payment to the sheriff or the license collector of the county license department of license fees as required by law or ordinance.

2. Licenses shall:

(a) Be prepared by the county auditor or by the county comptroller, if such officer is appointed pursuant to NRS 251.170, and shall contain such information as is required by county ordinance.

(b) Be issued and accounted for as is provided by law with respect to other county licenses.

(c) Not be transferable by the licensee to any other person. SECTION 13. NRS 463.280 is hereby amended to read as follows:

Subject to the power of the commission to deny, revoke or suspend, condition or limit licenses, any county license in force on the expiration date thereof may be replaced by a new license issued by the sheriff <u>or the license collector</u> of the county license department in any county operating pursuant to section 6 of <u>this act</u> upon proper application and payment of county license fees as required by law, ordinance or regulation.

SECTION 14. NRS 463.320 is hereby amended to read as follows:

1. All gaming license fees imposed by the provisions of NRS 463.370, 463.373, 463.375, 463.380, 463.383 and 463.390 shall be collected and disposed of as herein provided.

2. All state gaming license fees and penalties shall be collected by the commission and paid over immediately to the state treasurer to be disposed of as follows:

-3-

EXHIBIT 2

(a) All state gaming license fees and penalties other than the license fees imposed by the provisions of NRS 463.380 shall be deposited for credit to the general fund.

(b) All state gaming license fees imposed by the provisions of NRS 463.380 shall, after deduction of costs of administration and collection, be divided equally among the various counties and transmitted to the respective county treasurers. Such fees, except as otherwise provided herein, shall be deposited by the county treasurer in the county general fund and shall be expended for county purposes. If the board of county commissioners desires to apportion and allocate all or a portion of such fees to one or more incorporated or unincorporated cities or towns within the county, the board of county commissioners shall, annually, prior to the preparation of the city or town budget or budgets as required by chapter 354 of NRS, adopt a resolution so apportioning and allocating a percentage of such fees anticipated to be received during the coming fiscal year to such city or cities or town or towns for the next fiscal year commencing July 1. After the adoption of the resolution the percentage so apportioned and allocated shall be converted to a dollar figure and included in city or town budget or budgets as an estimated receipt for the next fiscal year. Quarterly upon receipt of the moneys from the state, the county treasurer shall deposit an amount of money equal to the percentage so apportioned and allocated to the credit of the city or town fund to be used for city or town purposes, and the balance remaining shall be deposited in the county general fund and shall be expended for county purposes.

3. (a) County license fees shall be collected by the sheriff, except in those counties operating pursuant to section 6 of this act the license collector of the county license department shall collect county license fees. [and] [n] No license money paid to the sheriff or the license collector shall be refunded, whether the slot machine, game or device for which such license was issued has voluntarily ceased or its license has been revoked or suspended, or for any other reason.

(b) (<u>1</u>) The sheriff in his county shall demand that all persons required to procure county licenses in accordance with this chapter take out and pay for the same, and he shall be held liable on his official bond for all moneys due for such licenses remaining uncollected by reason of his negligence.

-4-

701

2

(2) In those counties operating pursuant to section 6 of this act, the license collector of the county license department shall demand that all persons required to procure county licenses in accordance with this chapter take out and pay for the same.

(c) (1) On or before the 5th day of each month the sheriff shall pay over to the county treasurer all moneys received by him for licenses and take from the county treasurer a receipt therefor, and he shall immediately on the same day return to the county auditor all licenses not issued or disposed of by him as is by law provided in respect to other county licenses.

(2) In those counties operating pursuant to section 6 of this act, the license collector of the county license department shall pay over to the county treasurer all moneys received by him for licenses and take from the county treasurer a receipt therefor. Payment of license fee moneys shall be in accord with NRS 356.200 or applicable county ordinance enacted pursuant to NRS 244.207.

(d) All moneys received for county gaming licenses under this chapter shall be paid: 25 percent to the state treasurer for credit to the general fund of the state, and 75 percent shall be retained by the county treasurer for credit to the county general fund, except:

(1) Where the license is collected within the boundaries of any incorporated city or town, the county shall retain 25 percent of such moneys, and the incorporated city or town shall receive 50 percent of such moneys, which shall be paid into the general fund of such incorporated city or town.

(2) Where the license is collected within the boundaries of any unincorporated city or town that is under the control of the board of county commissioners under and by virture of chapter 269 of NRS, the county shall retain 25 percent of such moneys, and 50 percent of such moneys so collected shall be placed in the town government fund for general use and benefit of such unincorporated city or town.

SECTION 15. NRS 463.390 is hereby amended to read as follows:

1. Any person, firm, association or corporation desiring to conduct, operate or carry on any gambling game, slot machine or any game of chance shall, upon proper application to <u>either:</u>

-5-

(a) The sheriff of the county; or

702

E XHIBIT

(b) The license collector of the county license department in any county operating pursuant to section 6 of this act;

of the county wherein it is proposed that such slot machine, game or games shall be conducted or operated, be issued a license for each particular device or game or slot machine under the following conditions and regulations:

[(a)] (1) The person, firm, association or corporation so applying for a license shall furnish a complete description of the particular room and premises in which the licensee desires to carry on or conduct such slot machine, device or game, together with the location of the building, its street number, if such there be, and any other information by which it may be definitely and readily located and recognized.

[(b)] (2) The person, firm, association or corporation so applying for a license shall state definitely the particular type of slot machine or the particular game or device which the licensee desires to carry on or conduct in the room and premises, and as so stated the same shall be specifically described in and entered upon the license.

[(c)] (3) Card games, that is, stud and draw poker, bridge, whist, solo, and panguingui for money, shall be licensed independently of other games mentioned in this section, regardless of locality or population, at the rate of \$25 per table per month, payable at the time of the application prorated to the end of the calendar quarter during which the application is made, and thereafter payable 3 months in advance.

[(d)] (4) A license fee of 50 per month, payable at the time of the application prorated to the end of the calendar quarter during which the application is made, and thereafter payable for 3 months in advance, shall be paid to the sheriff or the license collector of the county license department in any county operating pursuant to section 6 of this act for each game or device license issued except those games as otherwise provided for herein and except slot machines. For each money slot machine the license fee shall be 10 per month, payable at the time of the application prorated to the end of the calendar quarter during which the application is made, and thereafter payable for 3 months in advance. When a combination of units are operated by one handle

-6-

703

EXHIBIT

the license fee shall be the sum of \$10 per month, payable at the time of the application prorated to the end of the calendar quarter during which the application is made, and thereafter payable for 3 months in advance, for each and every unit paying in identical denominations operated thereby.

[(e)] (5) The license shall entitle the holder or holders, or his or their employee or employees, to carry on, conduct and operate the specific slot machine, game or device for which the license is issued in the particular room and premises described therein, but not for any other slot machine, game or device than that specified therein, or the specified slot machine, game or device in any other place than the room and premises so described, for a period of 3 months next succeeding the date of issuance of the license.

2. The licensee shall be entitled to carry on, conduct and operate two or more slot machines, games or devices, in the same room, by paying the license fee herein provided for, for each slot machine, game or device and otherwise complying with the terms of this section.

SECTION 16. 1. Sections 3, 5 and 7 of this act shall become effective in 1980 on the date when the Secretary of Commerce reports the 1980 census of population to the President of the United States as required by 13 U.S.C. §141(b).

2. The remaining sections of this act shall become effective upon passage and approval.

-7-

704

E XHIBIT