SENATE BILL NO. 450–COMMITTEE ON GOVERNMENT AFFAIRS

(ON BHEALF OF EQUAL RIGHTS COMMISSION OF NEVADA)

MARCH 24, 2003

Referred to Committee on Government Affairs

SUMMARY-Makes various changes to provisions governing Nevada Equal Rights Commission. (BDR 18-475)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: Yes.

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

AN ACT relating to the Nevada Equal Rights Commission; requiring the Commission to adopt the processing of revising requirements regarding complaints; the confidentiality of complaints and investigations; and providing other matters properly relating thereto.

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

Section 1. Chapter 233 of NRS is hereby amended by adding 1 thereto a new section to read as follows: 2 3 The Commission shall accept any complaint alleging an

- unlawful discriminatory practice over which it has jurisdiction 4 5 pursuant to this chapter. The Commission shall adopt regulations 6 setting forth the manner in which the Commission will process 7 any such complaint and determine whether to hold an informal 8 meeting or conduct an investigation concerning the complain.
- **Sec. 2.** NRS 233.020 is hereby amended to read as follows: 233.020 As used in this chapter: 9
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- 11 1. "Administrator" means the Administrator of the 12 Commission.
- 2. "Commission" means the Nevada Equal Rights Commission 13 14 ÷



"Director" means the Executive Director of the Nevada 1 2 Equal Rights Commission.] within the Department of Employment, 3 Training and Rehabilitation. 3. "Disability" means, with respect to a person: 4 (a) A physical or mental impairment that substantially limits one 5 6 or more of the major life activities of the person; 7 (b) A record of such an impairment; or (c) Being regarded as having such an impairment. 8 9 "Member" means a member of the Nevada Equal Rights 4. 10 Commission. Sec. 3. NRS 233.090 is hereby amended to read as follows: 11 233.090 The Governor shall appoint an [Executive Director] 12 Administrator of the Commission. The [Director shall] 13 Administrator must have had successful experience in the 14 15 administration and promotion of a program comparable to the program provided by this chapter. 16 **Sec. 4.** NRS 233.100 is hereby amended to read as follows: 17 233.100 The [Director] Administrator is in the unclassified 18 19 service of the State. 20 **Sec. 5.** NRS 233.110 is hereby amended to read as follows: 233.110 The [Director] Administrator shall: 21 22 Be jointly responsible to the Governor and the Commission. 1. Direct and supervise all of the technical and administrative 23 2. activities of the Commission. 24 25 3. Perform any lawful act which he considers necessary or desirable to carry out the purposes and provisions of this chapter. 26 **Sec. 6.** NRS 233.15 $\overline{0}$ is hereby amended to read as follows: 27 28 233.150 The Commission may: 29 1. Order its [Executive Director] Administrator to investigate 30 tensions, practices of discrimination and acts of prejudice against 31 any person or group because of race, color, creed, sex, age, disability, national origin or ancestry, and may conduct hearings 32 33 with regard thereto. 34 2. Mediate between or reconcile the persons or groups involved 35 in those tensions, practices and acts. 3. Issue subpoenas for the attendance of witnesses or for the 36 production of documents or tangible evidence relevant to any 37 38 investigations or hearings conducted by the Commission. 4. Delegate its power to hold hearings and issue subpoenas to 39 40 any of its members or any hearing officer in its employ. 41 5. Adopt reasonable regulations necessary for the Commission 42 to carry out the functions assigned to it by law. **Sec. 7.** NRS 233.165 is hereby amended to read as follows: 43 44 233.165 1. [The Commission shall:] If the Commission determines to conduct an investigation of a complaint which 45

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alleges an unlawful discriminatory practice in housing in
 accordance with the regulations adopted pursuant to section 1 of
 this act, the Commission must:

4 (a) Begin an investigation of [a complaint which alleges an
5 unlawful discriminatory practice in housing] the complaint within
6 30 days after it receives the complaint.

7 (b) Complete its investigation of the complaint within 100 days 8 after it receives the complaint unless it is impracticable to do so.

9 (c) Make a final disposition of the complaint within 1 year after 10 the date it receives the complaint unless it is impracticable to do so.

2. If the Commission determines that it is impracticable to 11 complete an investigation or make a final disposition of a complaint 12 13 which alleges an unlawful discriminatory practice in housing within 14 the period prescribed in subsection 1, the Commission shall send to 15 the complainant and the person against whom the complaint was filed a statement setting forth its reasons for not completing the 16 investigation or making a final disposition of the complaint within 17 18 that period.

Sec. 8. NRS 233.170 is hereby amended to read as follows:

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20 233.170 1. When a complaint is filed whose allegations if true would support a finding of unlawful practice, the Commission 21 shall determine whether to hold an informal meeting to attempt a 22 settlement of the dispute [. To prepare for the informal meeting, the 23 **Executive Director** in accordance with the regulations adopted 24 pursuant to section 1 of this act. If the Commission determines to 25 26 hold an informal meeting, the Administrator may, to prepare for 27 the meeting, request from each party any information which is 28 reasonably relevant to the complaint. No further action may be taken 29 if the parties agree to a settlement.

30 2. If an agreement is not reached [, the Executive Director of 31 the Commission] at the informal meeting, the Administrator shall *determine whether to* conduct an investigation into the alleged 32 33 unlawful practice [] in accordance with the regulations adopted 34 pursuant to section 1 of this act. After the investigation, if the [Executive Director] Administrator determines that an unlawful 35 practice has occurred, [he] the Administrator shall attempt to 36 mediate between or reconcile the parties. The party against whom a 37 38 complaint was filed may agree to cease the unlawful practice. If an agreement is reached, no further action may be taken by the 39 40 complainant or by the Commission.

41 3. If the attempts at mediation or conciliation fail, the 42 Commission may hold a public hearing on the matter. After the 43 hearing, if the Commission determines that an unlawful practice has 44 occurred, it may:



(a) Serve a copy of its findings of fact within 10 calendar days 1 2 upon any person found to have engaged in the unlawful practice; 3 and 4

(b) Order the person to:

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(1) Cease and desist from the unlawful practice.

(2) In cases involving an unlawful employment practice, 6 7 restore all benefits and rights to which the aggrieved person is entitled, including, but not limited to, rehiring, back pay for a 8 period not to exceed 2 years after the date of the most recent 9 unlawful practice, annual leave time, sick leave time or pay, other 10 11 fringe benefits and seniority, with interest thereon from the date of 12 the Commission's decision *at* a rate equal to the prime rate at the 13 largest bank in Nevada, as ascertained by the Commissioner of 14 Financial Institutions, on January 1 or July 1, as the case may be, 15 immediately preceding the date of the Commission's decision, plus 2 percent. The rate of interest must be adjusted accordingly on each 16 January 1 and July 1 thereafter until the judgment is satisfied. 17

4. The order of the Commission is a final decision in a 18 19 contested case for the purpose of judicial review. If the person fails to comply with the Commission's order, the Commission shall 20 apply to the district court for an order compelling such compliance, 21 22 but failure or delay on the part of the Commission does not 23 prejudice the right of an aggrieved party to judicial review. The 24 court shall issue the order unless it finds that the Commission's 25 findings or order are not supported by substantial evidence or are otherwise arbitrary or capricious. If the court upholds the 26 27 Commission's order and finds that the person has violated the order 28 by failing to cease and desist from the unlawful practice or to make 29 the payment ordered, the court shall award the aggrieved party 30 actual damages for any economic loss and no more.

31 5. After the Commission has held a public hearing and rendered a decision, the complainant is barred from proceeding on 32 33 the same facts and legal theory before any other administrative body 34 or officer.

35 **Sec. 9.** NRS 233.170 is hereby amended to read as follows:

233.170 1. When a complaint is filed whose allegations if 36 37 true would support a finding of unlawful practice, the Commission shall *determine whether to* hold an informal meeting to attempt a 38 39 settlement of the dispute [. To prepare for the informal meeting, the 40 **Executive Director**] in accordance with the regulations adopted 41 pursuant to section 1 of this act. If the Commission determines to 42 hold an informal meeting, the Administrator may, to prepare for 43 *the meeting*, request from each party any information which is 44 reasonably relevant to the complaint. Except as otherwise provided



1 in subsection 3, no further action may be taken if the parties agree to 2 a settlement.

2. If an agreement is not reached [, the Executive Director of 3 the Commission] at the informal meeting, the Administrator shall 4 5 *determine whether to* conduct an investigation into the alleged unlawful practice [] in accordance with the regulations adopted 6 *pursuant to section 1 of this act.* After the investigation, if the 7 8 **Executive Director** Administrator determines that an unlawful 9 practice has occurred, [he] the Administrator shall attempt to mediate between or reconcile the parties. The party against whom a 10 complaint was filed may agree to cease the unlawful practice. 11 Except as otherwise provided in subsection 3, if an agreement is 12 13 reached, no further action may be taken by the complainant or by 14 the Commission. 3. If an agreement is reached by the parties in a case involving 15

a discriminatory practice in housing, the agreement must be 16 approved by the Commission. The agreement must be made public 17 unless the parties otherwise agree and the Commission determines 18 19 that disclosure is not necessary to further the purposes of chapter 20 118 of NRS.

4. If the attempts at mediation or conciliation fail in a case 21 22 involving an unlawful practice in employment or public accommodations, the Commission may hold a public hearing on the 23 matter. After the hearing, if the Commission determines that an 24 25 unlawful practice has occurred, it may:

26 (a) Serve a copy of its findings of fact within 10 calendar days 27 upon any person found to have engaged in the unlawful practice; 28 and 29

(b) Order the person to:

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(1) Cease and desist from the unlawful practice.

(2) In cases involving an unlawful employment practice, 31 32 restore all benefits and rights to which the aggrieved person is entitled, including, but not limited to, rehiring, back pay for a period 33 not to exceed 2 years after the date of the most recent unlawful 34 practice, annual leave time, sick leave time or pay, other fringe 35 benefits and seniority, with interest thereon from the date of the 36 Commission's decision at a rate equal to the prime rate at the largest 37 38 bank in Nevada, as ascertained by the Commissioner of Financial Institutions, on January 1 or July 1, as the case may be, immediately 39 40 preceding the date of the Commission's decision, plus 2 percent. 41 The rate of interest must be adjusted accordingly on each January 1 42 and July 1 thereafter until the judgment is satisfied.

43 5. If the attempts at mediation or conciliation fail in a case 44 involving an unlawful housing practice:



1 (a) The complainant or the person against whom the complaint 2 was filed may elect to have the claims included in the complaint 3 decided in a court of competent jurisdiction. If the court determines 4 that the person against whom the complaint was filed has committed 5 an unlawful housing practice, the court may:

6 (1) Award to the complainant actual damages and, within the 7 limitations prescribed by federal law, punitive damages.

8 (2) Âward to the prevailing party costs and reasonable 9 attorney's fees.

10 (3) Order such other relief as the court deems appropriate, 11 including, but not limited to:

(I) Ordering a permanent or temporary injunction;

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(II) Issuing a temporary restraining order; or

14 (III) Enjoining the defendant from continuing the 15 unlawful practice or taking other such affirmative action.

16 (b) If an election is not made pursuant to paragraph (a), the 17 Commission shall hold a public hearing on the matter. After the 18 hearing, if the Commission determines that an unlawful practice has 19 occurred, it may:

20 (1) Serve a copy of its findings of fact within 10 days upon 21 any person found to have engaged in the unlawful practice;

22 (2) Order the person to cease and desist from the unlawful 23 practice;

(3) Award to the complainant actual damages; and

(4) Impose a civil penalty of not more than \$25,000 upon the
 person who committed the unlawful discriminatory practice.

27 6. The order of the Commission is a final decision in a 28 contested case for the purpose of judicial review. If the person fails to comply with the Commission's order, the Commission shall 29 30 apply to the district court for an order compelling such compliance, 31 but failure or delay on the part of the Commission does not prejudice the right of an aggrieved party to judicial review. The 32 33 court shall issue the order unless it finds that the Commission's findings or order are not supported by substantial evidence or are 34 otherwise arbitrary or capricious. If the court upholds the 35 Commission's order and finds that the person has violated the order 36 37 by failing to cease and desist from the unlawful practice or to make 38 the payment ordered, the court shall award the aggrieved party actual damages for any economic loss and no more. 39

40 7. After the Commission has held a public hearing and 41 rendered a decision, the complainant is barred from proceeding on 42 the same facts and legal theory before any other administrative body 43 or officer.



Sec. 10. NRS 233.180 is hereby amended to read as follows: 1 2 233.180 If, after the **Executive Director of the Commission** Administrator has conducted a preliminary investigation into an 3 alleged unlawful discriminatory practice in housing, employment or 4 public accommodations, the Commission determines that the 5 practice will cause immediate and irreparable harm to any person 6 7 aggrieved by the practice, the Commission, after the informal meeting and before holding a public hearing upon the matter, may 8 apply on behalf of such person to the district court for a temporary 9 restraining order or preliminary injunction as provided in the 10 Nevada Rules of Civil Procedure. 11

Sec. 11. NRS 233.190 is hereby amended to read as follows: 12 13

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14 1. Except as otherwise provided in this section, any information gathered by the Commission in the course of its 15 investigation of an alleged unlawful discriminatory practice in 16 housing, employment or public accommodations is confidential. 17 **funtil thel** 18

2. The Commission may disclose information gathered 19 20 pursuant to subsection 1 to:

21 (a) Any governmental entity as appropriate or necessary to 22 carry out its duties pursuant to this chapter; or

(b) To any other person if the information is provided in a 23 manner which does not include any information that may be used 24 25 to identity the complainant, the party against whom the unlawful discriminatory practice is alleged or any person who provided 26 27 information to the Commission during the investigation.

28 3. Except as otherwise provided in subsection 4, the Commission shall disclose information gathered pursuant to 29 30 subsection 1 to the complainant and the party against whom the 31 unlawful discriminatory practice is alleged if:

(a) Each has consented to such disclosure; or

33 (b) The Commission has determined to conduct a hearing on the matter or **[applies]** apply for a temporary restraining order or an 34 35 injunction [.

36 37 complaint.

38 4. The Commission may not disclose to the complainant or 39 the party against whom the unlawful discriminatory practice is 40 alleged:

41 (a) Any information obtained during negotiations for a 42 settlement or attempts at mediating or conciliating the complaint.

43 (b) Any investigative notes or reports made by the Commission.



(c) Any information that may be used to identity a person who 1 provided information to the Commission for during the 2 investigation and who has requested anonymity. 3

5. Except as otherwise provided in this section, if the 4 5 Commission's attempts at mediating or conciliating the cause of the grievance succeed, the information [shall] gathered pursuant to 6 7 subsection 1 must remain confidential.

6. If the Commission proceeds with a hearing or applies for 8 9 injunctive relief, confidentiality concerning any information, except 10 negotiations for a settlement or attempts at mediating or conciliating the cause of the grievance, is no longer required. 11 12

Sec. 12. NRS 233.210 is hereby amended to read as follows:

233.210 Any person who willfully resists, prevents, impedes or 13 interferes with the Commission, its members, the [Director] 14 Administrator or agents in the performance of duties pursuant to 15 this chapter shall be fined not more than \$500. 16

Sec. 13. 1. This section and sections 1 to 8, inclusive, 10, 11 17 and 12 of this act become effective on October 1, 2003. 18

2. Section 8 of this act expires by limitation on the date the 19 Governor declares that the Federal Government has determined that 20 certain provisions of NRS provide rights and remedies for alleged 21 22 discriminatory housing practices substantially equivalent to federal 23 law.

24 3. Section 9 of this act becomes effective on the date the 25 Governor declares that the Federal Government has determined that certain provisions of NRS provide rights and remedies for alleged 26 27 discriminatory housing practices substantially equivalent to federal 28 law.

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