## ASSEMBLY BILL NO. 551–COMMITTEE ON JUDICIARY

### MARCH 29, 2005

### Referred to Committee on Judiciary

SUMMARY—Makes various changes concerning guardianships. (BDR 13-434)

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

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

AN ACT relating to guardianships; revising certain provisions relating to notice and notice by citation; providing that a guardian is a fiduciary; defining an "interested person" for purposes relating to guardianships; revising certain provisions relating to incompetent persons; revising provisions governing the powers of a guardian; 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 159 of NRS is hereby amended by adding
 thereto the provisions set forth as sections 2 to 10, inclusive, of this
 act.

4 Sec. 2. "Interested person" includes, without limitation, a 5 child, grandchild, spouse, sibling, guardian, guardian ad litem, 6 trustee of a revocable living trust, attorney, attorney-in-fact, 7 creditor, relative within the second degree of consanguinity and 8 any other person designated by a court.

9 Sec. 3. If a court determines, after a hearing, that a person 10 filed a petition or other pleading not in good faith, the court may 11 award to any other party costs and attorney's fees reasonably 12 incurred as a result of the filing.

13 Sec. 4. 1. When, pursuant to the provisions of this chapter 14 or a court order, notice must be provided by citation, a petitioner



1	in a guardianship proceeding shall by citation give notice of the
2	hearing to:
3	(a) Each known interested person or the attorney of such an
4	interested person;
5	(b) Any spouse of the ward or proposed ward and all other
6	known relatives of the ward or proposed ward who are:
7	(1) Fourteen years of age or older; and
8	(2) Within the second degree of consanguinity;
9	(c) The parent or legal guardian of all known relatives of the
10	ward or proposed ward who are:
11	$(\hat{1})$ Less than 14 years of age; and
12	(2) Within the second degree of consanguinity;
13	(d) The guardian of the person, of the estate, or of the person
14	and the estate, if any, if the guardian is not the petitioner;
15	(e) Any person or health care provider, including, without
16	limitation, the administrator of any health care facility, who has
17	care, custody or control of the ward or proposed ward;
18	(f) The office of the Department of Veterans Affairs in this
19	State, if the ward or proposed ward receives any payment or
20	benefit through the Department of Veterans Affairs; and
21	(g) Any other person who has filed a request for notice in the
22	guardianship proceeding.
23	2. The petitioner shall give notice not later than 20 days
24	before the date set for the hearing:
25	(a) By mailing a copy of the citation by certified or registered
26	mail with return receipt requested to the residence, office or post
27	office address of each person required to be notified pursuant to
28	this section;
29	(b) By personal service; or
30	(c) In any other manner ordered by the court, upon a showing
31	of good cause.
32	3. If the address or identity of a person required to be notified
33	of a hearing on a petition pursuant to this section is not known
34	and cannot be ascertained with reasonable diligence, notice must
35	be given:
36	(a) By publishing a copy of the citation in a newspaper of
37	general circulation in the county where the hearing is to be held,
38	in the manner provided in N.R.C.P. 4(e); or
39	(b) In any other manner ordered by the court, upon a showing
40	of good cause.
41	4. For good cause shown, the court may waive the
42	requirement of giving notice by citation.
43	5. A person entitled to notice by citation pursuant to this
44	section may waive the requirement of notice. A waiver of notice by



citation must specifically state that notice by citation is waived and
 that consent is given to the relief requested in the petition.

3 6. On or before the date set for the hearing, the petitioner 4 shall file with the court proof of notice by citation to each person 5 entitled to notice pursuant to this section.

7. The citation must:

(a) Specify the name of the ward or proposed ward;

8 (b) Specify the name of the petitioner;

9 (c) Specify the date, time and place of the hearing;

10 (d) State the nature of the petition;

11 (e) Specify the case number assigned to the petition;

12 (f) Refer to the petition for further particulars and the relief 13 requested; and

(g) Notify all interested persons to appear at the time and place
mentioned in the notice to show cause why the court should not
enter an order granting the relief requested.

17 Sec. 5. A guardian or temporary guardian shall not change 18 the state of residence or domicile of a ward unless the guardian 19 petitions the court for and obtains from the court an order 20 authorizing the guardian to change the residence or domicile of 21 the ward.

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Sec. 6. 1. The guardian of an estate is a fiduciary.

23 2. A guardian shall invest the assets and manage the 24 investments of the estate as a prudent investor would, considering 25 the terms, purposes, requirements for distribution and other 26 circumstances of the needs of the ward. In satisfying this standard, 27 the guardian shall exercise reasonable care, skill and caution.

3. A decision of the guardian concerning investment and
management as applied to individual assets must be evaluated not
in isolation, but in the context of the investment portfolio as a
whole and as part of an overall strategy of investment having
objectives for risk and return reasonably suited for the future care
of the ward.

34 **4.** The circumstances that a guardian shall consider in 35 investing and managing investment property include, without 36 limitation:

- 37 (a) General economic conditions;
- 38 (b) The possible effect of inflation or deflation;

39 (c) The potential tax consequences of decisions or strategies;

40 (d) The role that each investment or course of action plays 41 within the estate as a whole;

42 (e) The expected return from income and the appreciation of 43 capital;

44 (f) The other resources of the ward;



1 (g) The need for liquidity, regularity of income and 2 preservation or appreciation of capital; and

3 (h) The special value or special relationship, if any, of an asset 4 to the estate.

5 5. A guardian shall make a reasonable effort to verify the 6 facts relevant to the investment and management of investment 7 property.

8 6. A guardian may invest in any kind of property or type of 9 investment consistent with the duties of a guardian of an estate.

10 7. A guardian who has special skills or expertise in the 11 investment and management of investment property, or is named 12 guardian in reliance upon his representation that he has special 13 skills or expertise in the investment and management of 14 investment property, has a duty to use those special skills or 15 expertise.

16 Sec. 7. A guardian shall diversify the investments of the 17 portfolio of the estate unless the guardian reasonably determines 18 that, because of special circumstances, the needs of the ward are 19 better served by not diversifying the investments.

20 Sec. 8. In investing and managing the investments of an 21 estate, a guardian may only incur costs that are appropriate and 22 reasonable in relation to the property, the needs of the ward and 23 the skills of the guardian.

24 Sec. 9. Compliance with the requirements of sections 6, 7 25 and 8 of this act relating to a prudent investor must be determined 26 in light of the facts and circumstances existing at the time of the 27 decision or action of the guardian, and not by hindsight.

28 Sec. 10. 1. A guardian may delegate to an agent any 29 functions of investment and management that a prudent fiduciary 30 of comparable skill may properly delegate under the 31 circumstances. The guardian shall exercise reasonable care, skill 32 and caution in:

(a) Selecting the agent;

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(b) Establishing the scope and terms of delegation consistent
 with the needs of the ward; and

(c) Periodically reviewing the actions of the agent to verify the
 performance of the agent and his compliance with the terms of the
 delegation.

39 2. In performing a delegated function, the agent owes a duty
40 to the ward to exercise reasonable care to comply with the terms of
41 the delegation.

42 3. A guardian who complies with the requirements of 43 subsection 1 is not liable to the ward for the decisions or actions of 44 the agent to whom the function is delegated.



4. By accepting the delegation of a function from a guardian 1 2 who is subject to the laws of this State, an agent submits to the 3 jurisdiction of the courts of this State. Sec. 11. NRS 159.013 is hereby amended to read as follows: 4 As used in this chapter, unless the context otherwise 5 159.013 6 requires, the words and terms defined in NRS 159.014 to 159.027, 7 inclusive, and section 2 of this act have the meanings ascribed to 8 them in those sections. 9 Sec. 12. NRS 159.015 is hereby amended to read as follows: 10 159.015 "Court" means any court or judge having jurisdiction 11 of the persons and estates of minors, [incompetent] incapacitated 12 persons, or persons of limited capacity. 13 **Sec. 13.** NRS 159.019 is hereby amended to read as follows: 14 159.019 ["Incompetent"] "Incapacitated" means an adult 15 person who, by reason of mental illness, mental deficiency, disease, 16 weakness of mind or any other cause, is unable, without assistance, properly to manage and take care of himself or his property, or both. 17 18 [The term includes a mentally incapacitated person.] Sec. 14. NRS 159.034 is hereby amended to read as follows: 19 20 159.034 1. Except as otherwise provided [in this section,] by 21 specific statute or as ordered by the court, a petitioner in a guardianship proceeding shall give notice of the *time and place of* 22 23 the hearing on the petition to: (a) Each *known* interested person or the attorney of [the] such 24 25 *an* interested person; 26 (b) Any [person entitled to notice pursuant to this chapter or his 27 attorney; and 28 (c) spouse of the ward or proposed ward and all other known 29 relatives of the ward or proposed ward who are: 30 (1) Fourteen years of age or older; and 31 (2) Within the second degree of consanguinity; 32 (c) The parent or legal guardian of all known relatives of the ward or proposed ward who are: 33 (1) Less than 14 years of age; and 34 35 (2) Within the second degree of consanguinity; (d) The guardian of the person, of the estate, or of the person 36 37 and the estate, if any, if the guardian is not the petitioner; (e) Any person or health care provider, including, without 38 limitation, the administrator of any health care facility, who has 39 care, custody or control of the ward or proposed ward; 40 41 (f) The office of the Department of Veterans Affairs in this 42 State, if the ward or proposed ward receives any payment or benefit through the Department of Veterans Affairs; 43 44 (g) Any other person who has filed a request for notice in the 45 guardianship proceedings [-]; and



(h) Any other person who has filed a request for special notice. 1 2 2. The petitioner shall give notice not later than 10 days before 3 the date set for the hearing: (a) By mailing a copy of the notice by [certified, registered or 4 ordinary first class] regular mail, postage prepaid, to the residence, 5 office or post office address of each person required to be notified 6 7 pursuant to this section; 8 (b) By personal service; or (c) In any other manner ordered by the court, upon a showing of 9 10 good cause. 11 3. If the address or identity of a person required to be notified of a hearing on a petition pursuant to this section is not known and 12 13 cannot be ascertained with reasonable diligence, notice must be 14 given: 15 (a) By publishing a copy of the notice in a newspaper of general circulation in the county where the hearing is to be held at least once 16 every 7 days for 21 consecutive days, the last publication of which 17 must occur not later than 10 days before the date set for the hearing; 18 19 or 20 (b) In any other manner ordered by the court, upon a showing of 21 good cause. 22 For good cause shown, the court may waive the requirement 4. of giving notice. 23 5. A person entitled to notice pursuant to this section may 24 25 waive such notice. Such a waiver must be in writing and filed with 26 the court. 27 6. On or before the date set for the hearing, the petitioner shall file with the court proof of giving notice to each person entitled to 28 29 notice pursuant to this section. 30 The notice must: 7. 31 (a) Specify the name of the ward or proposed ward; (b) Specify the name of the petitioner; 32 33 (c) Specify the date, time and place of the hearing; (d) State the nature of the petition; 34 35 (e) Specify the case number assigned to the petition; (f) Refer to the petition for further particulars and the relief 36 37 requested; and 38 (g) Notify all interested persons to appear at the time and place mentioned in the notice to show cause why the court should not 39 enter an order granting the relief requested. 40 **Sec. 15.** NRS 159.044 is hereby amended to read as follows: 41 42 159.044 1. Except as otherwise provided in NRS 127.045, a proposed ward, a governmental agency, a nonprofit corporation or 43 44 any interested person may petition the court for the appointment of a 45 guardian.



1 2. To the extent the petitioner knows or reasonably may 2 ascertain or obtain, the petition must include, without limitation: 3

(a) The name and address of the petitioner.

(b) The name, date of birth and current address of the proposed 4 5 ward.

6 (c) A copy of one of the following forms of identification of the proposed ward which must be placed in the records relating to the 7 guardianship proceeding and, except as otherwise required to carry 8 out a specific statute, maintained in a confidential manner: 9 10

(1) A social security number;

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(2) A taxpayer identification number; (3) A valid driver's license number:

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(4) A valid identification card number; or

(5) A valid passport number.

→ If the information required pursuant to this paragraph is not 15 16 included with the petition, the information must be provided to the 17 court not later than 60 days after the appointment of a guardian or as 18 otherwise ordered by the court.

19 (d) If the proposed ward is a minor, the date on which he will 20 attain the age of majority and:

21 (1) Whether there is a current order concerning custody and, 22 if so, the state in which the order was issued; and

23 (2) Whether the petitioner anticipates that the proposed ward 24 will need guardianship after attaining the age of majority.

25 (e) Whether the proposed ward is a resident or nonresident of 26 this State.

27 (f) The names and addresses of the spouse of the proposed ward and the relatives of the proposed ward who are within the second 28 29 degree of consanguinity.

30 (g) The name, date of birth and current address of the proposed 31 guardian.

32 (h) A copy of one of the following forms of identification of the 33 proposed guardian which must be placed in the records relating to the guardianship proceeding and, except as otherwise required to 34 35 carry out a specific statute, maintained in a confidential manner:

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(1) A social security number;

(2) A taxpayer identification number; (3) A valid driver's license number:

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- (4) A valid identification card number: or
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(5) A valid passport number.

41 (i) Whether the proposed guardian has ever been convicted of a 42 felony and, if so, information concerning the crime for which he was 43 convicted and whether the proposed guardian was placed on 44 probation or parole.



(j) A summary of the reasons why a guardian is needed and 1 2 recent documentation demonstrating the need for a guardianship. 3 The documentation may include, without limitation:

4 (1) A certificate signed by a physician who is licensed to 5 practice medicine in this State stating the need for a guardian;

(2) A letter signed by any governmental agency in this State 6 7 which conducts investigations stating the need for a guardian; or

(3) A certificate signed by any other person whom the court 8 9 finds qualified to execute a certificate stating the need for a 10 guardian.

11 (k) Whether the appointment of a general or a special guardian 12 is sought.

13 (1) A general description and the probable value of the property 14 of the proposed ward and any income to which the proposed ward is 15 or will be entitled, if the petition is for the appointment of a 16 guardian of the estate or a special guardian. If any money is paid or is payable to the proposed ward by the United States through the 17 18 Department of Veterans Affairs, the petition must so state.

19 (m) The name and address of any person or care provider having 20 the care, custody or control of the proposed ward.

(n) The relationship, if any, of the petitioner to the proposed 21 22 ward and the interest, if any, of the petitioner in the appointment.

(o) Requests for any of the specific powers set forth in NRS 23 159.117 to 159.175, inclusive, and sections 6 to 10, inclusive, of 24 25 *this act*, necessary to enable the guardian to carry out the duties of 26 the guardianship.

27 (p) Whether the guardianship is sought as the result of an investigation of a report of abuse or neglect that is conducted 28 29 pursuant to chapter 432B of NRS by an agency which provides child 30 welfare services. As used in this paragraph, "agency which provides 31 child welfare services" has the meaning ascribed to it in 32 NRS 432B.030.

33 (q) Whether the proposed ward is a party to any pending 34 criminal or civil litigation.

(r) Whether the guardianship is sought for the purpose of 35 36 initiating litigation.

37 (s) Whether the proposed ward has executed a durable power of attorney for health care, a durable power of attorney for financial 38 39 matters or a written nomination of guardian and, if so, who the 40 named agents are for each document. 41

NRS 159.047 is hereby amended to read as follows: Sec. 16.

42 1. Except as otherwise provided in NRS [159.0475 159.047 and 159.049 to 159.0525, inclusive, upon the filing of a petition 43 44 under NRS 159.044, the clerk shall issue a citation setting forth a 45 time and place for the hearing and directing the persons for care



provider] referred to in [subsection 2] the citation to appear and 1 2 show cause why a guardian should not be appointed for the proposed ward. 3 2. [A] In addition to the requirements of section 4 of this act, 4 5 *a* citation issued under subsection 1 must be served [+ (a) Upon upon a proposed ward who is 14 years of age or older 6 7 ÷ 8 (b) Upon the spouse of the proposed ward and all other known relatives of the proposed ward who are: 9 10 (1) Fourteen years of age or older; and (2) Within the second degree of consanguinity; 11 (c) Upon the parent or legal guardian of all known relatives of 12 13 the proposed ward who are: (1) Less than 14 years of age; and 14 15 (2) Within the second degree of consanguinity: 16 (d) If there is no spouse of the proposed ward and there are no known relatives of the proposed ward who are within the second 17 18 degree of consanguinity to the proposed ward, upon the office of the public guardian of the county where the proposed ward resides; and 19 (e) Upon any person or officer of a care provider having the 20 care, custody or control of the proposed ward.] and must state that 21 22 the: 23 (a) Proposed ward may be adjudged to be incapacitated or of 24 limited capacity and a guardian may be appointed for the proposed 25 ward: 26 (b) Rights of the proposed ward may be affected as specified in 27 the petition; 28 (c) Proposed ward has the right to appear at the hearing and to 29 oppose the petition; and 30 (d) Proposed ward has the right to be represented by an 31 attorney, who may be appointed for the proposed ward by the court 32 if the proposed ward is unable to retain one. 33 **Sec. 17.** NRS 159.052 is hereby amended to read as follows: A petitioner may request the court to appoint a 34 159.052 1. 35 temporary guardian for a ward who is a minor and who is unable to respond to a substantial and immediate risk of physical harm or to a 36 37 need for immediate medical attention. To support the request, the petitioner must set forth in a petition and present to the court under 38 39 oath: 40 (a) Facts which show that the proposed ward faces a substantial 41 and immediate risk of physical harm or needs immediate medical 42 attention; and (b) Facts which show that: 43



(1) The petitioner has tried in good faith to notify the persons
 entitled to notice pursuant to NRS 159.047 *and section 4 of this act* by telephone or in writing before the filing of the petition;

4 (2) The proposed ward would be exposed to an immediate 5 risk of physical harm if the petitioner were to provide notice to the 6 persons entitled to notice pursuant to NRS 159.047 *and section 4 of* 7 *this act* before the court determines whether to appoint a temporary 8 guardian; or

9 (3) Giving notice to the persons entitled to notice pursuant to 10 NRS 159.047 *and section 4 of this act* is not feasible under the 11 circumstances.

12 2. The court may appoint a temporary guardian to serve for 10 13 days if the court:

(a) Finds reasonable cause to believe that the proposed ward
 may suffer a substantial and immediate risk of physical harm or
 needs immediate medical attention; and

(b) Is satisfied that the petitioner has tried in good faith to notify the persons entitled to notice pursuant to NRS 159.047 *and section 4 of this act* or that giving notice to those persons is not feasible under the circumstances, or determines that such notice is not required pursuant to subparagraph (2) of paragraph (b) of subsection 1.

3. Except as otherwise provided in subsection 4, after the appointment of a temporary guardian, the petitioner shall attempt in good faith to notify the persons entitled to notice pursuant to NRS 159.047 [.] *and section 4 of this act*, including, without limitation, notice of any hearing to extend the temporary guardianship. If the petitioner fails to make such an effort, the court may terminate the temporary guardianship.

30 If, before the appointment of a temporary guardian, the court 4. 31 determined that advance notice was not required pursuant to subparagraph (2) of paragraph (b) of subsection 1, the petitioner 32 33 shall notify the persons entitled to notice pursuant to NRS 159.047 and section 4 of this act without undue delay, but not later than 48 34 hours after the appointment of the temporary guardian or not later 35 than 48 hours after the petitioner discovers the existence, identity 36 37 and location of the persons entitled to notice pursuant to that section. Notice must be given by a notice of entry of order mailed 38 by regular first-class mail, postage prepaid, or delivered orally and 39 evidenced by an affidavit filed by the temporary guardian. If the 40 41 petitioner fails to provide such notice, the court may terminate the 42 temporary guardianship.

5. Not later than 10 days after the date of the appointment of a
temporary guardian pursuant to subsection 2, the court shall hold a
hearing to determine the need to extend the temporary guardianship.



Except as otherwise provided in subsections 7 and 8, if the court 1 2 finds by clear and convincing evidence that the proposed ward is unable to respond to a substantial and immediate risk of physical 3 4 harm or to a need for immediate medical attention, the court may 5 extend the temporary guardianship until a general or special 6 guardian is appointed, but not for more than 30 days.

If the court appoints a temporary guardian or extends the 7 6. 8 temporary guardianship pursuant to this section, the court shall limit 9 the powers of the temporary guardian to those necessary to respond 10 to the substantial and immediate risk of physical harm or to a need 11 for immediate medical attention.

12 The court may not extend a temporary guardianship pursuant 7. 13 to subsection 5 beyond the initial period of 10 days unless the 14 petitioner demonstrates that:

15 (a) The provisions of [NRS 159.0475] section 4 of this act have 16 been satisfied; or

17 (b) Notice by publication pursuant to N.R.C.P. 4(e) is currently 18 being undertaken.

19 8. In addition to any other extension granted pursuant to this 20 section, the court may extend the temporary guardianship, for good 21 cause shown, for not more than two 30-day periods.

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Sec. 18. NRS 159.0523 is hereby amended to read as follows:

A petitioner may request the court to appoint a 23 159.0523 1. temporary guardian for a ward who is an adult and who is unable to 24 25 respond to a substantial and immediate risk of physical harm or to a need for immediate medical attention. To support the request, the 26 27 petitioner must set forth in a petition and present to the court under 28 oath: 29

(a) Facts which show that the proposed ward:

30 (1) Faces a substantial and immediate risk of physical harm 31 or needs immediate medical attention; and

32 (2) Lacks capacity to respond to the risk of harm or to obtain the necessary medical attention; and 33

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(b) Facts which show that:

35 (1) The petitioner has tried in good faith to notify the persons entitled to notice pursuant to NRS 159.047 and section 4 of this act 36 37 by telephone or in writing before the filing of the petition;

(2) The proposed ward would be exposed to an immediate 38 39 risk of physical harm if the petitioner were to provide notice to the persons entitled to notice pursuant to NRS 159.047 and section 4 of 40 41 *this act* before the court determines whether to appoint a temporary 42 guardian; or

43 (3) Giving notice to the persons entitled to notice pursuant to 44 NRS 159.047 and section 4 of this act is not feasible under the 45 circumstances.



1 2. The court may appoint a temporary guardian to serve for 10 2 days if the court:

3 (a) Finds reasonable cause to believe that the proposed ward is 4 unable to respond to a substantial and immediate risk of physical 5 harm or to a need for immediate medical attention;

6 (b) Is satisfied that the petitioner has tried in good faith to notify 7 the persons entitled to notice pursuant to NRS 159.047 *and section* 8 *4 of this act* or that giving notice to those persons is not feasible 9 under the circumstances, or determines that such notice is not 10 required pursuant to subparagraph (2) of paragraph (b) of subsection 11 1; and

12 (c) Finds that the petition required pursuant to subsection 1 is 13 accompanied by:

14 (1) A certificate signed by a physician who is licensed to 15 practice in this State which states that the proposed ward is unable 16 to respond to a substantial and immediate risk of physical harm or to 17 a need for immediate medical attention; or

(2) The affidavit of the petitioner which explains the reasons
why the certificate described in subparagraph (1) is not immediately
obtainable.

3. Except as otherwise provided in subsection 4, after the appointment of a temporary guardian, the petitioner shall attempt in good faith to notify the persons entitled to notice pursuant to NRS 159.047 [,] and section 4 of this act, including, without limitation, notice of any hearing to extend the temporary guardianship. If the petitioner fails to make such an effort, the court may terminate the temporary guardianship.

28 4. If, before the appointment of a temporary guardian, the court 29 determined that advance notice was not required pursuant to 30 subparagraph (2) of paragraph (b) of subsection 1, the petitioner 31 shall notify the persons entitled to notice pursuant to NRS 159.047 32 and section 4 of this act without undue delay, but not later than 48 33 hours after the appointment of the temporary guardian or not later than 48 hours after the petitioner discovers the existence, identity 34 and location of the persons entitled to notice pursuant to that 35 section. Notice must be given by a notice of entry of order mailed 36 by regular first-class mail, postage prepaid, or delivered orally and 37 evidenced by an affidavit filed by the temporary guardian. If the 38 petitioner fails to provide such notice, the court may terminate the 39 40 temporary guardianship.

5. Not later than 10 days after the date of the appointment of a
temporary guardian pursuant to subsection 2, the court shall hold a
hearing to determine the need to extend the temporary guardianship.
Except as otherwise provided in subsections 7 and 8, the court may



extend the temporary guardianship until a general or special
 guardian is appointed, but not for more than 30 days, if:

3 (a) The certificate required by subsection 2 has been filed and 4 the court finds by clear and convincing evidence that the proposed 5 ward is unable to respond to a substantial and immediate risk of 6 physical harm or to a need for immediate medical attention; or

7 (b) The certificate required by subsection 2 has not been filed 8 and the court finds by clear and convincing evidence that:

9 (1) The proposed ward is unable to respond to a substantial 10 and immediate risk of physical harm or to a need for immediate 11 medical attention;

12 (2) Circumstances have prevented the petitioner or temporary 13 guardian from obtaining the certificate required pursuant to 14 subsection 2; and

(3) The extension of the temporary guardianship is necessaryand in the best interests of the proposed ward.

6. If the court appoints a temporary guardian or extends the temporary guardianship pursuant to this section, the court shall limit the powers of the temporary guardian to those necessary to respond to the substantial and immediate risk of physical harm or to a need for immediate medical attention.

7. The court may not extend a temporary guardianship pursuant
to subsection 5 beyond the initial period of 10 days unless the
petitioner demonstrates that:

(a) The provisions of [NRS 159.0475] section 4 of this act have
been satisfied; or

(b) Notice by publication pursuant to N.R.C.P. 4(e) is currentlybeing undertaken.

8. In addition to any other extension granted pursuant to this section, the court may extend the temporary guardianship, for good cause shown, for not more than two 30-day periods.

32 Sec. 19. NRS 159.0525 is hereby amended to read as follows:

159.0525 1. A petitioner may request the court to appoint a temporary guardian for a ward who is unable to respond to a substantial and immediate risk of financial loss. To support the request, the petitioner must set forth in a petition and present to the court under oath:

(a) Facts which show that the proposed ward:

39 (1) Faces a substantial and immediate risk of financial loss;40 and

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(2) Lacks capacity to respond to the risk of loss; and

(b) Facts which show that:

(1) The petitioner has tried in good faith to notify the persons
entitled to notice pursuant to NRS 159.047 *and section 4 of this act*by telephone or in writing before the filing of the petition;



1 (2) The proposed ward would be exposed to an immediate 2 risk of financial loss if the petitioner were to provide notice to the 3 persons entitled to notice pursuant to NRS 159.047 *and section 4 of* 4 *this act* before the court determines whether to appoint a temporary 5 guardian; or

6 (3) Giving notice to the persons entitled to notice pursuant to 7 NRS 159.047 *and section 4 of this act* is not feasible under the 8 circumstances.

9 2. The court may appoint a temporary guardian to serve for 10 10 days if the court:

(a) Finds reasonable cause to believe that the proposed ward is
unable to respond to a substantial and immediate risk of financial
loss;

(b) Is satisfied that the petitioner has tried in good faith to notify the persons entitled to notice pursuant to NRS 159.047 *and section 4 of this act* or that giving notice to those persons is not feasible under the circumstances, or determines that such notice is not required pursuant to subparagraph (2) of paragraph (b) of subsection 1; and

20 (c) For a proposed ward who is an adult, finds that the petition 21 required pursuant to subsection 1 is accompanied by:

(1) A certificate signed by a physician who is licensed to
 practice in this State which states that the proposed ward is unable
 to respond to a substantial and immediate risk of financial loss; or

(2) The affidavit of the petitioner which explains the reasons
why the certificate described in subparagraph (1) is not immediately
obtainable.

3. Except as otherwise provided in subsection 4, after the appointment of a temporary guardian, the petitioner shall attempt in good faith to notify the persons entitled to notice pursuant to NRS 159.047 [-] and section 4 of this act, including, without limitation, notice of any hearing to extend the temporary guardianship. If the petitioner fails to make such an effort, the court may terminate the temporary guardianship.

35 If, before the appointment of a temporary guardian, the court 4. determined that advance notice was not required pursuant to 36 37 subparagraph (2) of paragraph (b) of subsection 1, the petitioner 38 shall notify the persons entitled to notice pursuant to NRS 159.047 39 and section 4 of this act without undue delay, but not later than 48 hours after the appointment of the temporary guardian or not later 40 41 than 48 hours after the petitioner discovers the existence, identity 42 and location of the persons entitled to notice pursuant to that section. Notice must be given by a notice of entry of order mailed 43 44 by regular first-class mail, postage prepaid, or delivered orally and 45 evidenced by an affidavit filed by the temporary guardian. If the



petitioner fails to provide such notice, the court may terminate the
 temporary guardianship.

Not later than 10 days after the date of the appointment of a 3 5. temporary guardian pursuant to subsection 2, the court shall hold a 4 5 hearing to determine the need to extend the temporary guardianship. 6 Except as otherwise provided in subsections 7 and 8, if the proposed 7 ward is a minor and the court finds by clear and convincing 8 evidence that the proposed ward is unable to respond to a substantial 9 and immediate risk of financial loss, the court may extend the 10 temporary guardianship until a general or special guardian is appointed, but not for more than 30 days. Except as otherwise 11 12 provided in subsection 7, if the proposed ward is an adult, the court 13 may extend the temporary guardianship until a general or special 14 guardian is appointed, but not for more than 30 days, if:

15 (a) The certificate required by subsection 2 has been filed and 16 the court finds by clear and convincing evidence that the proposed 17 ward is unable to respond to a substantial and immediate risk of 18 financial loss; or

(b) The certificate required by subsection 2 has not been filedand the court finds by clear and convincing evidence that:

(1) The proposed ward is unable to respond to a substantialand immediate risk of financial loss;

(2) Circumstances have prevented the petitioner or temporary
 guardian from obtaining the certificate required pursuant to
 subsection 2; and

(3) The extension of the temporary guardianship is necessaryand in the best interests of the proposed ward.

6. If the court appoints a temporary guardian or extends the temporary guardianship pursuant to this section, the court shall limit the powers of the temporary guardian to those necessary to respond to the substantial and immediate risk of financial loss.

7. The court may not extend a temporary guardianship pursuant
to subsection 5 beyond the initial period of 10 days unless the
petitioner demonstrates that:

(a) The provisions of [NRS 159.0475] section 4 of this act have
been satisfied; or

(b) Notice by publication pursuant to N.R.C.P. 4(e) is currentlybeing undertaken.

8. In addition to any other extension granted pursuant to this
section, the court may extend the temporary guardianship, for good
cause shown, for not more than two 30-day periods.

42 Sec. 20. NRS 159.055 is hereby amended to read as follows:

43 159.055 1. The petitioner has the burden of proving by clear
44 and convincing evidence that the appointment of a guardian of the
45 person, of the estate, or of the person and estate is necessary.



2. If it appears to the court that the allegations of the petition 1 2 are sufficient and that a guardian should be appointed for the proposed ward, the court shall enter an order appointing a guardian. 3 4 The order must: (a) Specify whether the guardian appointed is guardian of the 5 6 person, of the estate, of the person and estate or a special guardian; 7 (b) Specify whether the ward is a resident or nonresident of this 8 State: 9 (c) Specify the amount of the bond to be executed and filed by the guardian: and 10 11 (d) Designate the names and addresses, so far as may be 12 determined, of [: 13 (1) The relatives of the proposed ward and any other interested person upon whom notice must be served pursuant to 14 [NRS 159.047: and 15 16 (2) Any other interested person.] section 4 of this act. A notice of entry of the court order must be sent to F: 17 3. 18 (a) The relatives of the proposed ward and any other *interested person* upon whom notice must be served pursuant to 19 [NRS 159.047; and 20 21 (b) Any other interested person.] section 4 of this act. 22 **Sec. 21.** NRS 159.059 is hereby amended to read as follows: 159.059 Any qualified person or entity that the court finds 23 suitable may serve as a guardian. A person is not qualified to serve 24 25 as a guardian who: 26 1. Is fan incompetent.] incapacitated. 27 2. Is a minor. 28 3. Has been convicted of a felony, **[relating to the position of a** 29 guardian,] unless the court finds that it is in the best interests of the 30 ward to appoint the convicted felon as the guardian of the ward. 31 4. Has been suspended for misconduct or disbarred from: 32 (a) The practice of law; 33 (b) The practice of accounting; or (c) Any other profession which: 34 (1) Involves or may involve the management or sale of 35 money, investments, securities or real property; and 36 37 (2) Requires licensure in this State or any other state, → during the period of the suspension or disbarment. 38 5. Is a nonresident of this State and: 39 (a) Is not a foreign guardian of a nonresident proposed ward 40 41 pursuant to subsection 2 of NRS 159.049; 42 (b) Has not associated as a coguardian, a resident of this State or a banking corporation whose principal place of business is in this 43 44 State: and 45 (c) Is not a petitioner in the guardianship proceeding.



1 6. Has been judicially determined, by clear and convincing 2 evidence, to have committed abuse, neglect or exploitation of a 3 child, spouse, parent or other adult, unless the court finds that it is in 4 the best interests of the ward to appoint the person as the guardian of 5 the ward.

Sec. 22. NRS 159.061 is hereby amended to read as follows:

7 159.061 The parents of a minor, or either parent, if 1. 8 qualified and suitable, are preferred over all others for appointment 9 as guardian for the minor. The appointment of a parent as a guardian 10 of the person must not conflict with a valid order for custody of the minor. In determining whether the parents of a minor, or either 11 12 parent, is qualified and suitable, the court shall consider, without 13 limitation:

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(a) Which parent has physical custody of the minor;

(b) The ability of the parents or parent to provide for the basic
needs of the child, including, without limitation, food, shelter,
clothing and medical care;

18 (c) Whether the parents or parent has engaged in the habitual use 19 of alcohol or any controlled substance during the previous 6 months, 20 except the use of marijuana in accordance with the provisions of 21 chapter 453A of NRS; and

(d) Whether the parents or parent has been convicted of a crime
of moral turpitude, a crime involving domestic violence or a crime
involving the exploitation of a child.

25 2. Subject to the preference set forth in subsection 1, the court 26 shall appoint as guardian for an *[incompetent,] incapacitated* 27 *person*, a person of limited capacity or minor the qualified person 28 who is most suitable and is willing to serve.

3. In determining who is most suitable, the court shall giveconsideration, among other factors, to:

(a) Any request for the appointment as guardian for an
 [incompetent] incapacitated person contained in a written
 instrument executed by the [incompetent] incapacitated person
 while competent.

(b) Any nomination of a guardian for an [incompetent,]
 *incapacitated person*, minor or person of limited capacity contained
 in a will or other written instrument executed by a parent or spouse
 of the proposed ward.

39 (c) Any request for the appointment as guardian for a minor 1440 years of age or older made by the minor.

(d) The relationship by blood, adoption or marriage of the
proposed guardian to the proposed ward. In considering preferences
of appointment, the court may consider relatives of the half blood
equally with those of the whole blood. The court may consider
relatives in the following order of preference:



1 (1) Spouse.

- 2 (2) Adult child.
- 3 (3) Parent.

4 (4) Adult sibling. 5 (5) Grandparent of

(5) Grandparent or adult grandchild.

(6) Uncle, aunt, adult niece or adult nephew.

7 (e) Any recommendation made by a master of the court or 8 special master pursuant to NRS 159.0615.

9 (f) Any request for the appointment of any other interested 10 person that the court deems appropriate.

11 4. If the court finds that there is no suitable person to appoint 12 as guardian pursuant to subsection 3, the court may appoint as 13 guardian:

(a) The public guardian of the county where the ward resides, if:

15 (1) There is a public guardian in the county where the ward 16 resides; and

17 (2) The proposed ward qualifies for a public guardian18 pursuant to chapter 253 of NRS; or

19 (b) A private fiduciary who may obtain a bond in this State and 20 who is a resident of this State, if the court finds that the interests of 21 the ward will be served appropriately by the appointment of a 22 private fiduciary.

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**Sec. 23.** NRS 159.062 is hereby amended to read as follows:

159.062 A parent or spouse of an [incompetent,] incapacitated person, minor or person of limited capacity may by will nominate a guardian. The person nominated must file a petition and obtain an appointment from the court before exercising the powers of a guardian.

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Sec. 24. NRS 159.0801 is hereby amended to read as follows:

159.0801 1. Except when responding to an emergency, a
special guardian of a person of limited capacity shall apply to the
court for instruction or approval before commencing any act relating
to the person of limited capacity.

2. The court may grant a special guardian of a person of limited capacity the power to manage and dispose of the estate of the ward pursuant to NRS 159.117 to 159.175, inclusive, *and sections 6 to 10, inclusive, of this act,* and perform any other act relating to the ward upon specific instructions or approval of the court.

39 Sec. 25. NRS 159.0805 is hereby amended to read as follows:

40 159.0805 1. Except as otherwise provided in subsection 2, a 41 guardian shall not consent to:

42 (a) The experimental, medical, biomedical or behavioral 43 treatment of a ward;

44 (b) The sterilization of a ward;



commence the treatment, experiment or commitment. 3. subsection 1 only if the treatment, experiment or commitment: (a) Is of direct benefit to, and intended to preserve the life of or ward; or abilities. 4. health of a ward. Sec. 26. NRS 159.097 is hereby amended to read as follows: 19 159.097 the ward while an [incompetent] incapacitated person or a minor. 25 159.101 preferred stock, including, but not limited to, the right to: 29 (a) Vote for officers or directors: (b) Approve or disapprove mergers or consolidations; (c) Exercise stock options; 32 (d) Appoint proxies; 33 (e) Consent to dissolutions; and business entity. → If the stock owned by the ward in a corporation *or other business* Whenever the estate of a ward includes corporate stock, the 2. \* A B 5 5 1 \*

1 (c) The participation of a ward in any biomedical or behavioral 2 experiment; or

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3 (d) The commitment of a ward to a mental health facility.

4 2. The guardian may consent to and commence any treatment, 5 experiment or commitment described in subsection 1 if the guardian 6 applies to and obtains from the court authority to consent to and

7 The court may authorize the guardian to consent to and 8

9 commence any treatment, experiment or commitment described in 10

11 12 prevent serious impairment to the mental or physical health of, the 13

14 (b) Is intended to assist the ward to develop or regain the ward's 15

16 Notwithstanding the provisions of subsections 1 and 2, a 17 guardian may file a petition for a hearing to determine the mental 18

20 Any contract, except to the extent of the reasonable 21 value of necessaries, and any transaction with respect to the property 22 of a ward made by the ward are voidable by the guardian of the 23 estate if **[such]** the contract or transaction was made at any time by 24

**Sec. 27.** NRS 159.101 is hereby amended to read as follows:

26 1. A guardian of the estate may exercise the ward's 27 rights which accrue pursuant to the ward's ownership of common or 28

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(f) Exercise all rights which the ward might exercise, if legally 34 35 qualified, regarding the management of the corporation  $\square$  or other 36

37 *entity* exceeds 20 percent of the total issued and outstanding stock 38 having voting rights, the guardian must have prior approval of the 39 40 court to consent to any merger, consolidation or dissolution of the 41 corporation or other business entity or the sale or encumbrance of 42 its assets where the consent of the stockholders is required by law.

43 44 guardian may hold it in the name of a nominee without mention of



the guardianship in the stock certificate, if any, or the stock 1 2 registration books, if:

(a) The guardian's records and all reports or accounts rendered 3 4 by the guardian clearly show the ownership of the stock by the 5 ward's estate and the facts regarding its holding; and

6 (b) The nominee deposits with the guardian a signed statement 7 showing ownership of the stock by the ward's estate, endorses any 8 stock certificate in blank and does not have possession of the stock 9 certificate or access to the certificate except under the immediate 10 supervision of the guardian.

11 3. The guardian is personally liable for any loss to the ward's 12 estate resulting from any act of the nominee in connection with 13 stock held pursuant to subsection 2.

**Sec. 28.** NRS 159.105 is hereby amended to read as follows:

15 159.105 1. Other than claims for attorney's fees that are 16 subject to the provisions of subsection 3, a guardian of the estate 17 may pay from the guardianship estate the following claims without 18 complying with the provisions of this section and NRS 159.107 and 159.109: 19

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(a) The guardian's claims against the ward or the estate; and

21 (b) Any claims accruing after the appointment of the guardian 22 which arise from contracts entered into by the guardian on behalf of 23 the ward.

24 The guardian shall report all claims and the payment of 2. 25 claims made pursuant to subsection 1 in the account that the 26 guardian makes and files in the guardianship proceeding following 27 each payment. The debts and charges of and the claims against the 28 guardianship estate must be paid in the following order:

(a) Reasonable health care and living expenses of the ward.

30 (b) Prepaid funeral expenses to the extent authorized by 31 Medicaid.

32 (c) Expenses of administration, including, without limitation, 33 guardian fees, attorney's fees and accounting costs incurred by 34 the guardian. 35

(d) Debts having preference by laws of the United States.

(e) Money owed to the Department of Human Resources as a 36 37 result of the payment of benefits for Medicaid.

(f) Wages of not more than \$600 due to each employee of the 38 39 ward for work done or personal services rendered within 3 months 40 before the establishment of the guardianship of the ward. If there 41 is not sufficient money with which to pay all such labor claims in 42 full, the money available must be distributed among the claimants 43 in proportion to the amounts of their respective claims.

44 (g) Judgments rendered against the ward or estate and 45 mortgages in order of their date. The preference given to a



mortgage extends only to the proceeds of the property mortgaged. 1 If the proceeds of that property are insufficient to pay the 2 mortgage, the part remaining unsatisfied must be classed with 3 other demands against the ward or estate. 4 (h) All other demands against the ward or estate. 5 6 3. Claims for attorney's fees which are associated with the 7 commencement and administration of the guardianship of the estate: (a) May be made at the time of the appointment of the guardian 8 9 of the estate or any time thereafter; and (b) May not be paid from the guardianship estate unless the 10 payment is made in compliance with the provisions of this section 11 and NRS 159.107 and 159.109. 12 13 **Sec. 29.** NRS 159.113 is hereby amended to read as follows: 14 159.113 1. Before taking any of the following actions, the 15 guardian shall petition the court for an order authorizing the 16 guardian to:

17 (a) Invest the property of the ward.

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- (b) Continue the business of the ward. 18
- (c) Borrow money for the ward. 19
- 20 (d) Except as otherwise provided in NRS 159.079, enter into 21 contracts for the ward or complete the performance of contracts of 22 the ward.
- 23 (e) Make gifts from the ward's estate or make expenditures for the ward's relatives. 24
- 25 (f) Sell, lease, place into any type of trust or surrender any 26 property of the ward. 27
  - (g) Exchange or partition the ward's property.
- (h) Obtain advice, instructions and approval of any other 28 29 proposed act of the guardian relating to the ward's property.
- 30 (i) Release the power of the ward as trustee, personal 31 representative, custodian for a minor or guardian.
- 32 (i) Exercise or release the power of the ward as a donee of a 33 power of appointment.
  - (k) File for bankruptcy protection on behalf of the ward.
  - (1) Bring an action in any court on behalf of the ward.
- (m) Retain legal counsel on behalf of the ward. 36
- 37 (n) Settle any claim brought against or in the name of the ward. 38
- 39 (*o*) Change the state of residence or domicile of the ward.
- 40 (1) (p) Exercise the right of the ward to take under or against a 41 will.
- 42  $\left[\begin{array}{c} (m) \\ (m)$ unintentionally omitted from the trust. 43
- [(n)] (r) Submit a revocable trust to the jurisdiction of the court 44 45 if:



(1) The ward or the spouse of the ward, or both, are the 1 2 grantors and sole beneficiaries of the income of the trust; or 3

(2) The trust was created by the court.

(o) Take any other action which the guardian deems would 4 5 be in the best interests of the ward.

2. The petition must be signed by the guardian and contain:

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(a) The name, age, residence and address of the ward. (b) A concise statement as to the condition of the ward's estate.

9 (c) A concise statement as to the advantage to the ward of or the 10 necessity for the proposed action.

(d) The terms and conditions of any proposed sale, lease, 11 partition, trust, exchange or investment, and a specific description of 12 13 any property involved.

14 3. Any of the matters set forth in subsection 1 may be 15 consolidated in one petition, and the court may enter one order 16 authorizing or directing the guardian to do one or more of those acts.

A petition filed pursuant to paragraphs (b) and (d) of 17 4. 18 subsection 1 may be consolidated in and filed with the petition for the appointment of the guardian, and if the guardian is appointed the 19 court may enter additional orders authorizing the guardian to 20 21 continue the business of the ward, enter contracts for the ward, or to 22 complete contracts of the ward.

**Sec. 30.** NRS 159.115 is hereby amended to read as follows:

24 159.115 1. Upon the filing of any petition under NRS 25 159.078 or 159.113, or any account, notice must be given:

(a) At least 10 days before the date set for the hearing, by 26 27 mailing a copy of the notice by regular mail to the residence, office 28 or post office address of each person required to be notified pursuant 29 to subsection 3:

30 (b) At least 10 days before the date set for the hearing, by 31 personal service;

32 (c) If the address or identity of the person is not known and 33 cannot be ascertained with reasonable diligence, by publishing a 34 copy of the notice in a newspaper of general circulation in the 35 county where the hearing is to be held, the last publication of which must be published at least 10 days before the date set for the 36 37 hearing; or

(d) In any other manner ordered by the court, for good cause 38 39 shown.

- The notice must: 40 2.
- 41 (a) Give the name of the ward.
- 42 (b) Give the name of the petitioner.
- (c) Give the date, time and place of the hearing. 43
- 44 (d) State the nature of the petition.



1 (e) Refer to the petition for further particulars, and notify all 2 persons interested to appear at the time and place mentioned in the 3 notice and show cause why the court order should not be made.

4 3. At least 10 days before the date set for the hearing, the 5 petitioner shall cause a copy of the notice to be mailed to the 6 following:

7 (a) Any minor ward who is 14 years of age or older or the parent 8 or legal guardian of any minor ward who is less than 14 years of 9 age.

10 (b) The spouse of the ward and other heirs of the ward who are 11 related within the second degree of consanguinity so far as known to 12 the petitioner.

13 (c) The guardian of the person of the ward [,] *or of the estate*, if 14 the guardian is not the petitioner.

15 (d) Any person or care provider having the care, custody or 16 control of the ward.

(e) Any office of the Department of Veterans Affairs in this
State if the ward is receiving any payments or benefits through the
Department of Veterans Affairs.

(f) Any other interested person or his attorney who has filed a request for notice in the guardianship proceeding and served a copy of the request upon the guardian. The request for notice must state the interest of the person filing the request, and his name and address, or that of his attorney. If the notice so requests, copies of all petitions and accounts must be mailed to the interested person or his attorney.

4. An interested person who is entitled to notice pursuant to subsection 3 may, in writing, waive notice of the hearing of a petition.

30 5. Proof of giving notice must be:

31 (a) Made on or before the date set for the hearing; and

32 (b) Filed in the guardianship proceeding.

33 Sec. 31. NRS 159.117 is hereby amended to read as follows:

159.117 1. Upon approval of the court by order, a guardianof the estate may:

(a) Invest the property of the ward, make loans and accept
 security therefor, in the manner and to the extent authorized by the
 court.

39 (b) Exercise options of the ward to purchase or exchange40 securities or other property.

41 2. A guardian of the estate may, without securing the prior 42 approval of the court, invest the property of the ward in the 43 following:

(a) Savings accounts in any bank, credit union or savings and loan association in this State, to the extent that the deposits are



insured by the Federal Deposit Insurance Corporation, the National
 Credit Union Share Insurance Fund or a private insurer approved

3 pursuant to NRS 678.755.

(b) Interest-bearing obligations of or fully guaranteed by the5 United States.

6 (c) Interest-bearing obligations of the United States Postal 7 Service.

8 (d) Interest-bearing obligations of the Federal National 9 Mortgage Association.

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(e) Interest-bearing general obligations of this State.

11 (f) Interest-bearing general obligations of any county, city or 12 school district of this State.

(g) Money market mutual funds which are invested only in thoseinstruments listed in paragraphs (a) to (f), inclusive.

15 3. A guardian of the estate for two or more wards may invest 16 the property of two or more of the wards in property in which each 17 ward whose property is so invested has an undivided interest. The 18 guardian shall keep a separate record showing the interest of each 19 ward in the investment and in the income, profits or proceeds 20 therefrom.

21 4. [Upon approval of the court, for a period authorized by the 22 court, a guardian of the estate may maintain the assets of the ward in the manner in which the ward had invested the assets before the 23 ward's incapacity.] If, at the time a guardian of the estate is 24 25 appointed, the ward holds assets of a kind other than those listed in subsection 2, the guardian shall, within a reasonable time after 26 27 accepting the appointment as guardian of the estate, review the assets of the ward and make and carry out decisions, with prior 28 court approval and in accordance with the provisions of sections 6 29 30 to 10, inclusive, of this act, concerning the retention and 31 disposition of those assets.

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Sec. 32. NRS 159.152 is hereby amended to read as follows:

159.152 A guardian may sell any security of the ward if:

1. The guardian petitions the court for confirmation of the sale;

35 2. [The clerk sets the date of the hearing;

36 <u>3.</u> The guardian gives notice in the manner required pursuant 37 to NRS 159.034 unless, for good cause shown, the court shortens 38 the period within which notice must be given or dispenses with 39 notice; and

40 [4.] 3. The court confirms the sale.

41 Sec. 33. NRS 159.169 is hereby amended to read as follows:

42 159.169 1. A guardian of the estate may petition the court for 43 advice and instructions in any matter concerning:

- 44 (a) The administration of the ward's estate;
- 45 (b) The priority of paying claims;



- (c) The propriety of making any proposed disbursement of 1 2 funds:
- (d) Elections for or on behalf of the ward to take under the will 3 4 of a deceased spouse; 5
  - (e) Exercising for or on behalf of the ward:
- (1) Any options or other rights under any policy of insurance 6 7 or annuity; and
  - (2) The right to take under a will, trust or other devise;
- 9 (f) The propriety of exercising any right exercisable by owners 10 of property; and
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(g) Matters of a similar nature.

Any act done by a guardian of the estate after securing court 12 2. 13 approval or instructions with reference to the matters set forth in subsection 1 is binding upon the ward or those claiming through the 14 15 ward, and the guardian is not personally liable for performing any 16 such act.

17 3. If any interested person may be adversely affected by the 18 proposed act of the guardian, the court shall direct the issuance of a 19 citation to that interested person, to be served upon the person at least 20 days before the hearing on the petition.] in the manner 20 21 *provided in section 4 of this act.* The citation must be served in the same manner that summons is served in a civil action and must 22 23 direct the interested person to appear and show cause why the proposed act of the guardian should not be authorized or approved. 24 25 All interested persons so served are bound by the order of the court which is final and conclusive, subject to any right of appeal. 26

Sec. 34. NRS 159.185 is hereby amended to read as follows:

159.185 The court may remove a guardian if the court 28 29 determines that:

30 The guardian has become mentally *[incompetent,]* 1. 31 *incapacitated*, unsuitable or otherwise incapable of exercising the 32 authority and performing the duties of a guardian as provided by 33 law:

34 2. The guardian is no longer qualified to act as a guardian 35 pursuant to NRS 159.059;

The guardian has filed for bankruptcy within the previous 5 36 3. 37 years;

The guardian of the estate has mismanaged the estate of the 38 4. 39 ward:

40 The guardian has negligently failed to perform any duty as 5. 41 provided by law or by any order of the court and:

- 42 (a) The negligence resulted in injury to the ward or his estate; or
- (b) There was a substantial likelihood that the negligence would 43 44 result in injury to the ward or his estate;



The guardian has intentionally failed to perform any duty as 1 6. 2 provided by law or by any lawful order of the court, regardless of 3 injury; or

The best interests of the ward will be served by the 4 7. 5 appointment of another person as guardian.

**Sec. 35.** NRS 159.1873 is hereby amended to read as follows:

7 159.1873 1. A guardian of the person, of the estate, or of the 8 person and the estate, may file with the court a petition tendering the 9 resignation of the guardian.

10 2. If the guardian files a petition to resign, the court shall serve notice upon any person entitled to notice pursuant to NRS 159.047 11 12 **H** and section 4 of this act.

**Sec. 36.** NRS 159.193 is hereby amended to read as follows:

159.193 1. The guardian of the estate is entitled to possession 14 15 of the ward's property and is authorized to perform the duties of the guardian to wind up the affairs of the guardianship: 16

(a) For a period that is reasonable and necessary after the 17 18 termination of the guardianship;

(b) Except as otherwise provided in paragraph (c), for not more 19 than 90 days after the date of the appointment of a personal 20 21 representative of the estate of a deceased ward; or

(c) Upon approval of the court, for more than 90 days **[if]**:

(1) If the guardian is awaiting certification from the 23 24 appropriate authority acknowledging that the guardian has no 25 further liability for taxes on the estate  $\Box$ ; or

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# (2) For good cause shown.

27 To wind up the affairs of the guardianship, the guardian 2. 28 shall:

29 (a) Pay all expenses of administration of the guardianship estate, 30 including those incurred in winding up the affairs of the 31 guardianship.

(b) Complete the performance of any contractual obligations 32 incurred by the guardianship estate. 33

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(c) With prior approval of the court, continue any activity that: (1) The guardian believes is appropriate and necessary; or

35 (2) Was commenced before the termination of the 36 37 guardianship.

(d) If the guardianship is terminated for a reason other than the 38 death of the ward, examine and allow and pay, or reject, all claims 39 40 presented to the guardian prior to the termination of the 41 guardianship for obligations incurred prior to the termination. 42

**Sec. 37.** NRS 159.325 is hereby amended to read as follows:

In addition to any order from which an appeal is 43 159.325 44 expressly authorized pursuant to this chapter, an appeal may be



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taken to the Supreme Court within 30 days after its notice of entry 1 2 from an order: 3 1. Granting or revoking letters of guardianship. 4 2. Directing or authorizing the sale or conveyance, or 5 confirming the sale, of property of the estate of a ward. 6 3. Settling an account. 7 Ordering or authorizing a guardian to act pursuant to 4. NRS 159.113. 8 9 5. Ordering or authorizing the payment of a debt, claim, devise, guardian's fees or attorney's fees. 10 11 Determining ownership interests in property. 6. 12 Granting or denying a petition to enforce the liability of a 7. 13 surety. Granting or denying a petition for modification or 14 8. 15 termination of a guardianship. 16 Granting or denying a petition for removal of a guardian or 9. 17 appointment of a successor guardian. 18 *10*. Issued pursuant to NRS 159.169. **Sec. 38.** NRS 164.005 is hereby amended to read as follows: 19 20 164.005 When not otherwise inconsistent with the provisions 21 of chapters 162 to 167, inclusive, of NRS, all of the provisions of 22 chapters 132, 153, [and] 155 and 159 of NRS regulating the matters 23 of estates: 24 Apply to proceedings relating to trusts, as appropriate; or 1. 25 May be applied to supplement the provisions of chapters 162 2. 26 to 167, inclusive, of NRS. 27 Sec. 39. NRS 616C.505 is hereby amended to read as follows: 616C.505 If an injury by accident arising out of and in the 28 course of employment causes the death of an employee in the 29 30 employ of an employer, within the provisions of chapters 616A to 31 616D, inclusive, of NRS, the compensation is known as a death 32 benefit, and is payable as follows: 33 1. In addition to any other compensation payable pursuant to chapters 616A to 616D, inclusive, of NRS, burial expenses are 34 35 payable in an amount not to exceed \$5,000. When the remains of the deceased employee and the person accompanying the remains are to 36 37 be transported to a mortuary or mortuaries, the charge of transportation must be borne by the insurer. 38 2. To the surviving spouse of the deceased employee, 66 2/339 40 percent of the average monthly wage is payable until his death or 41 remarriage, with 2 years' compensation payable in one lump sum 42 upon remarriage. 43 In the event of the subsequent death of the surviving spouse: 3. 44 (a) Each surviving child of the deceased employee must share 45 equally the compensation theretofore paid to the surviving spouse



1 but not in excess thereof, and it is payable until the youngest child2 reaches the age of 18 years.

3 (b) Except as otherwise provided in subsection 11, if the 4 children have a guardian, the compensation they are entitled to 5 receive may be paid to the guardian.

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4. Upon the remarriage of a surviving spouse with children:

7 (a) The surviving spouse must be paid 2 years' compensation in 8 one lump sum and further benefits must cease; and

9 (b) Each child must be paid 15 percent of the average monthly 10 wage, up to a maximum family benefit of 66 2/3 percent of the 11 average monthly wage.

5. If there are any surviving children of the deceased employee under the age of 18 years, but no surviving spouse, then each such child is entitled to his proportionate share of 66 2/3 percent of the average monthly wage for his support.

16 6. Except as otherwise provided in subsection 7, if there is no 17 surviving spouse or child under the age of 18 years, there must be 18 paid:

(a) To a parent, if wholly dependent for support upon the
deceased employee at the time of the injury causing his death, 33
1/3 percent of the average monthly wage.

(b) To both parents, if wholly dependent for support upon the
deceased employee at the time of the injury causing his death, 66
2/3 percent of the average monthly wage.

(c) To each brother or sister until he or she reaches the age of 18
years, if wholly dependent for support upon the deceased employee
at the time of the injury causing his death, his proportionate share of
66 2/3 percent of the average monthly wage.

7. The aggregate compensation payable pursuant to subsection
6 must not exceed 66 2/3 percent of the average monthly wage.

8. In all other cases involving a question of total or partial dependency:

(a) The extent of the dependency must be determined inaccordance with the facts existing at the time of the injury.

35 (b) If the deceased employee leaves dependents only partially dependent upon his earnings for support at the time of the injury 36 37 causing his death, the monthly compensation to be paid must be equal to the same proportion of the monthly payments for the 38 39 benefit of persons totally dependent as the amount contributed by 40 the deceased employee to the partial dependents bears to the average 41 monthly wage of the deceased employee at the time of the injury 42 resulting in his death.

43 (c) The duration of compensation to partial dependents must be
44 fixed in accordance with the facts shown, but may not exceed
45 compensation for 100 months.



9. Compensation payable to a surviving spouse is for the use and benefit of the surviving spouse and the dependent children, and the insurer may, from time to time, apportion such compensation between them in such a way as it deems best for the interest of all dependents.

6 10. In the event of the death of any dependent specified in this 7 section before the expiration of the time during which compensation 8 is payable to him, funeral expenses are payable in an amount not to 9 exceed \$5,000.

10 11. If a dependent is entitled to receive a death benefit pursuant 11 to this section and is less than 18 years of age or [incompetent,] 12 *incapacitated*, the legal representative of the dependent shall 13 petition for a guardian to be appointed for that dependent pursuant 14 to NRS 159.044. An insurer shall not pay any compensation in 15 excess of \$3,000, other than burial expenses, to the dependent until 16 a guardian is appointed and legally qualified. Upon receipt of a 17 certified letter of guardianship, the insurer shall make all payments 18 required by this section to the guardian of the dependent until the dependent is emancipated, the guardianship terminates or the 19 dependent reaches the age of 18 years, whichever occurs first, 20 21 unless paragraph (a) of subsection 12 is applicable. The fees and 22 costs related to the guardianship must be paid from the estate of the 23 dependent. A guardianship established pursuant to this subsection 24 must be administered in accordance with chapter 159 of NRS, 25 except that after the first annual review required pursuant to NRS 26 159.176, a court may elect not to review the guardianship annually. 27 The court shall review the guardianship at least once every 3 years. 28 As used in this subsection, ["incompetent"] "incapacitated" has the 29 meaning ascribed to it in NRS 159.019.

12. Except as otherwise provided in paragraphs (a) and (b), the entitlement of any child to receive his proportionate share of compensation pursuant to this section ceases when he dies, marries or reaches the age of 18 years. A child is entitled to continue to receive compensation pursuant to this section if he is:

(a) Over 18 years of age and incapable of supporting himself,
 until such time as he becomes capable of supporting himself; or

(b) Over 18 years of age and enrolled as a full-time student in an
accredited vocational or educational institution, until he reaches the
age of 22 years.

40 13. As used in this section, "surviving spouse" means a 41 surviving husband or wife who was married to the employee at the 42 time of the employee's death.

43 Sec. 40. NRS 159.0475 and 159.048 are hereby repealed.



### **TEXT OF REPEALED SECTIONS**

### 159.0475 Manner of serving citation.

1. A copy of the citation issued pursuant to NRS 159.047 must be served by:

(a) Certified mail, with a return receipt requested, on each person required to be served pursuant to NRS 159.047 at least 20 days before the hearing; or

(b) Personal service in the manner provided pursuant to N.R.C.P. 4(d) at least 10 days before the date set for the hearing on each person required to be served pursuant to NRS 159.047.

2. If none of the persons on whom the citation is to be served can, after due diligence, be served by certified mail or personal service and this fact is proven, by affidavit, to the satisfaction of the court, service of the citation must be made by publication in the manner provided by N.R.C.P. 4(e). In all such cases, the citation must be published at least 20 days before the date set for the hearing.

3. A citation need not be served on a person or an officer of the care provider who has signed the petition or a written waiver of service of citation or who makes a general appearance.

4. If the proposed ward is receiving money paid or payable by the United States through the Department of Veterans Affairs, a copy of the citation must be mailed to any office of the Department of Veterans Affairs in this State, unless the Department of Veterans Affairs has executed a written waiver of service of citation.

5. The court may find that notice is sufficient if:

(a) The citation has been served by certified mail, with a return receipt requested, or by personal service on the proposed ward, care provider or public guardian required to be served pursuant to NRS 159.047; and

(b) At least one relative of the proposed ward who is required to be served pursuant to NRS 159.047 has been served, as evidenced by the return receipt or the certificate of service. If the court finds that at least one relative of the proposed ward has not received notice that is sufficient, the court will require the citation to be published pursuant to subsection 2.

**159.048** Contents of citation. The citation issued pursuant to NRS 159.047 must state that the:



1. Proposed ward may be adjudged to be incompetent or of limited capacity and a guardian may be appointed for the proposed ward;

2. Proposed ward's rights may be affected as specified in the petition;

3. Proposed ward has the right to appear at the hearing and to oppose the petition; and

4. Proposed ward has the right to be represented by an attorney, who may be appointed for the proposed ward by the court if the proposed ward is unable to retain one.

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