## ASSEMBLY BILL NO. 182–ASSEMBLYMEMBER DICKMAN

## Prefiled February 2, 2025

Referred to Committee on Legislative Operations and Elections

SUMMARY—Creates the Legislative Committee on the Reduction of Nonessential State Expenditures. (BDR 17-929)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: Yes.

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

AN ACT relating to legislative affairs; creating the Legislative Committee on the Reduction of Nonessential State Expenditures; prescribing the powers and duties of the Committee; and providing other matters properly relating thereto.

## **Legislative Counsel's Digest:**

Existing law creates various committees consisting of Legislators to study specified issues and perform other activities during the interim between legislative sessions. (See, e.g., NRS 218E.150-218E.815) **Section 5** of this bill creates the Legislative Committee on the Reduction of Nonessential State Expenditures as a statutory interim committee and provides for its membership. Section 6 of this bill provides for the meetings of the Committee, prescribes the manner in which meetings must be conducted and provides for the compensation of the members of the Committee.

Section 7 of this bill prescribes the duties of the Committee, including the review and evaluation of issues relating to state governmental spending and efficiency. Specifically, section 7 requires the Committee to: (1) identify areas in which state expenditures may be eliminated or avoided; (2) identify areas in which state expenditures may be reduced; (3) investigate alleged instances within state agencies of abuse, fraud or waste with respect to public money; and (4) make recommendations for corrective action by such an agency relating to such an investigation. Section 7 also requires a state agency to collaborate with the Committee in carrying out its duties and to provide the Committee with certain information upon request.

**Section 8** of this bill authorizes the Committee to: (1) conduct investigations and hold hearings; (2) request that the Legislative Counsel Bureau assist in the research, investigations, hearings and reviews of the Committee; and (3) recommend legislation concerning state governmental spending and efficiency. Section 8 also requires the Committee to submit to the Legislature a biennial report describing its activities. Section 8 also authorizes the Committee to submit such





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additional reports to the Interim Finance Committee or the Legislature as it deems

Sections 2, 3 and 4 of this bill define certain terms for the purposes of this bill.

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

- **Section 1.** Chapter 218E of NRS is hereby amended by adding thereto the provisions set forth as sections 2 to 8, inclusive, of this act.
- Sec. 2. As used in sections 2 to 8, inclusive, of this act, unless the context otherwise requires, the words and terms defined in sections 3 and 4 of this act have the meanings ascribed to them in those sections.
- Sec. 3. "Agency" means bureau. an agency, commission, department, division or any other unit of the State Government.
- Sec. 4. "Committee" means the Legislative Committee on the Reduction of Nonessential State Expenditures created by section 5 of this act.
- The Legislative Committee on the Reduction of Sec. 5. 1. Nonessential State Expenditures is hereby created. The membership of the Committee consists of:
- (a) Two members of the Senate appointed by the Majority Leader of the Senate;
- (b) Two members of the Assembly appointed by the Speaker of the Assembly:
- (c) One member of the Senate appointed by the Minority Leader of the Senate; and
- (d) One member of the Assembly appointed by the Minority Leader of the Assembly.
- The Legislative Commission shall review and approve the budget and work program for the Committee and any changes to the budget or work program.
- The Legislative Commission shall select a Chair and Vice Chair of the Committee from among the members of the Committee. After the initial selection, each Chair and Vice Chair holds office for a term of 2 years commencing on July 1 of each odd-numbered year. The office of Chair of the Committee must alternate each biennium between the Houses. If a vacancy occurs in the office of the Chair or Vice Chair, the vacancy must be filled in the same manner as the original selection for the remainder of the unexpired term.
- 4. A member of the Committee who is not a candidate for reelection or who is defeated for reelection continues to serve after





the general election until the next regular or special session of the Legislature convenes.

- 5. A vacancy on the Committee must be filled in the same manner as the original appointment for the remainder of the unexpired term.
- Sec. 6. 1. Except as otherwise ordered by the Legislative Commission, the members of the Committee shall meet not earlier than September 1 of each odd-numbered year and not later than August 31 of the following even-numbered year at the times and places specified by a call of the Chair or a majority of the Committee.
- 2. The Director or the Director's designee shall act as the nonvoting recording Secretary of the Committee.
- 3. Four members of the Committee constitute a quorum, and a quorum may exercise all the power and authority conferred on the Committee.
- 4. Except during a regular or special session of the Legislature, for each day or portion of a day during which a member of the Committee attends a meeting of the Committee or is otherwise engaged in the business of the Committee, the member is entitled to receive the:
- (a) Compensation provided for a majority of the members of the Legislature during the first 60 days of the preceding regular session;
- (b) Per diem allowance provided for state officers and employees generally; and
  - (c) Travel expenses provided pursuant to NRS 218A.655.
- 5. All such compensation, per diem allowances and travel expenses must be paid from the Legislative Fund.
- Sec. 7. 1. The Committee shall review and evaluate issues relating to state governmental spending and efficiency. The Committee shall:
- (a) Identify areas in which state expenditures may be eliminated or avoided, including, without limitation, by identifying programs or services provided by agencies that the Committee determines are duplicative of other programs or services, ineffective or nonessential for the operation of the State Government.
- (b) Identify areas in which the costs to an agency of providing services that the Committee determines are essential for the operation of the State Government may be reduced, including, without limitation, areas in which increased efficiencies may be found.
  - (c) Upon concluding that an agency:





(1) May be engaging in abuse, fraud or waste with respect

to public money, investigate the agency.

(2) Is engaged in abuse, fraud or waste with respect to public money, provide written notice to the agency of that determination. Such notice must include, without limitation, any recommendations for corrective action by the agency.

2. Each agency shall:

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(a) Collaborate with the Committee in carrying out the duties prescribed in this section; and

- (b) Provide the Committee with any information requested by the Committee as soon as is reasonably practicable after receiving the request.
- 3. An agency that receives notice of a determination by the Committee that the agency is engaged in abuse, fraud or waste pursuant to subparagraph (2) of paragraph (c) of subsection 1 shall, upon the request of the Committee, provide the Committee with a written report regarding any corrective actions taken by the agency to implement the recommendations made by the Committee pursuant to that subparagraph.

Sec. 8. 1. The Committee may:

- (a) Conduct investigations and hold hearings in connection with its duties pursuant to section 7 of this act and exercise any of the investigative powers set forth in NRS 218E.105 to 218E.140, inclusive.
- (b) Request that the Legislative Counsel Bureau assist in the research, investigations, hearings and reviews of the Committee.
- (c) Recommend to the Legislature, as a result of its review and evaluation, any appropriate legislation concerning governmental spending and efficiency.
- On or before October 1 of each even-numbered year, the Committee shall:
- (a) Compile a report describing the activities of the Committee during the legislative interim. The report must include, without limitation:
- (1) Any recommendations for legislation considered by the Committee. The report must indicate, for each such recommendation, whether the recommendation was approved by a majority vote of all of the members of the Committee.

(2) A summary of the areas identified by the Committee in which state expenditures may be eliminated or avoided pursuant to

paragraph (a) of subsection 1 of section 7 of this act.

(3) A summary of the areas identified by the Committee in which state expenditures may be reduced pursuant to paragraph (b) of subsection 1 of section 7 of this act.





- (4) A summary of any investigation conducted pursuant to paragraph (c) of subsection 1 of section 7 of this act and any recommendations for corrective action made by the Committee.
- (5) A summary of any corrective action taken by an agency to implement any recommendations made by the Committee of which the Committee is aware.
- (b) Submit the report to the Director for transmittal to the Legislature.
- 3. The Committee may submit to the Director for transmittal to the Interim Finance Committee or the Legislature any such additional reports as it deems appropriate.
- **Sec. 9.** The provisions of subsection 1 of NRS 218D.380 do not apply to any provision of this act which adds or revises a requirement to submit a report to the Legislature.
  - **Sec. 10.** This act becomes effective on July 1, 2025.





