SENATE BILL NO. 18–COMMITTEE ON HEALTH AND HUMAN SERVICES

(ON BEHALF OF THE AGING AND DISABILITY SERVICES DIVISION OF THE DEPARTMENT OF HEALTH AND HUMAN SERVICES)

PREFILED NOVEMBER 15, 2018

Referred to Committee on Health and Human Services

SUMMARY—Revises provisions relating to persons with intellectual and developmental disabilities. (BDR 39-198)

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 services for persons with intellectual and developmental disabilities; revising the financial information that a provider of jobs and day training services is required to submit to be certified to provide such services; revising provision governing assistance provided to certain caregivers; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Existing law requires a partnership, firm, corporation or association that wishes 234567 to provide jobs and day training services to persons with intellectual or developmental disabilities to be certified by the Aging and Disability Services Division of the Department of Health and Human Services. (NRS 435.225) Existing law requires such a partnership, firm, corporation or association, before being issued a certificate and annually thereafter as a condition of certification, to: (1) be on file and in good standing with the Secretary of State and organized 8 9 according to Nevada law; and (2) submit to the Division an annual financial audit and certain additional documentation if the partnership, firm, corporation or 10 association is a nonprofit organization. (NRS 435.227) This bill removes the 11 requirements to submit an annual financial audit and the additional documentation 12 if the partnership, firm, corporation or association is a nonprofit organization. 13 Instead, this bill requires a partnership, firm, corporation or association that 14 provides or wishes to be certified to provide such jobs and day training services to





15 submit any financial documents and statements requested by the Division for the 16 purpose of evaluating the financial solvency of the partnership, firm, corporation or 17 association.

Existing law makes it possible for certain relatives who care for a person who has been diagnosed with a profound or severe intellectual disability or with a developmental disability to receive assistance from the Aging and Disability Services Division to the extent that money is available for that purpose. (NRS 435.465) **Section 2** of this bill revises this provision to include only caregivers of a person who has been diagnosed with an intellectual disability.

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

Section 1. NRS 435.227 is hereby amended to read as follows: 1 2 435.227 Before being issued a certificate by the Division 3 pursuant to NRS 435.225 and annually thereafter as a condition of 4 certification, a partnership, firm, corporation or association, 5 including, without limitation, a nonprofit organization, must: Be on file and in good standing with the Secretary of State 6 7 and organized pursuant to title 7 of NRS: 8 Submit to the Division [an annual audit of its financial statements that has been conducted by an independent certified 9 10 public accountant; and 3. If it is a nonprofit organization, submit to the Division the 11 most recent federal tax return of the nonprofit organization, 12 including, without limitation, Form 990, or its successor form, and 13 14 the Schedule L and Schedule R of such return, or the successor forms of such schedules, which include an itemization of: 15 (a) Any transaction during the federal tax year of the nonprofit 16 17 organization in which an economic benefit is provided by the 18 nonprofit organization to a director, officer or board member of the 19 nonprofit organization, or any other person who has substantial 20 influence over the nonprofit organization, and in which the value of the economic benefit provided by the nonprofit organization 21 22 exceeds the value of the consideration received by the nonprofit 23 organization; 24 (b) Any loans to or from the nonprofit organization which are 25 received by or from a director, officer or board member of the 26 nonprofit organization, a person who has substantial influence over the nonprofit organization or a family member of such director, 27 28 officer, board member or person and which remain outstanding at 29 the end of the federal tax year of the nonprofit organization; 30 - (c) Any grants or other assistance from the organization during 31 the federal tax year of the nonprofit organization which benefit a 32 director, officer or board member of the nonprofit organization, a 33 person who has substantial influence over the nonprofit organization





1 or a family member of such director, officer, board member or 2 person:

3 (d) Business transactions during the federal tax year of the 4 nonprofit organization between the nonprofit organization and a 5 director, officer or board member of the nonprofit organization, a 6 person who has substantial influence over the nonprofit organization or a family member of such director, officer, board member or 7 8 person which exceed, in the aggregate, \$100,000, or a single business transaction that exceeds \$10,000; and 9

10 (e) All related party transactions including, without limitation, the receipt of interest, royalties, annuities or rent, the sale or 11 12 purchase of assets or services, the sharing of facilities, equipment or 13 employees, and the transfer of cash or property.] any financial 14 documents and statements requested by the Division for the

15 purpose of evaluating the financial solvency of the partnership, 16 firm, corporation or association. 17

Sec. 2. NRS 435.365 is hereby amended to read as follows:

435.365 1. 18 To the extent that money is available for that 19 purpose, whenever a person with an intellectual disability for a 20 person with a developmental disability] is cared for by a parent or other relative with whom the person lives, that parent or relative is 21 22 eligible to receive assistance on a monthly basis from the Division 23 for each such person who lives and is cared for in the home if the 24 Division finds that:

25 (a) The person with an intellectual disability for the person with 26 a developmental disability] has been diagnosed as having a 27 profound or severe intellectual disability for developmental 28 disability] or, if he or she is under 6 years of age, has developmental 29 delays that require support that is equivalent to the support required 30 by a person with a profound or severe intellectual disability; for a 31 person with a profound or severe developmental disability;]

32 (b) The person with an intellectual disability for the person with 33 a developmental disability] is receiving adequate care; and

34 (c) The person with an intellectual disability for the person with 35 a developmental disability] and the parent or other relative with 36 whom the person lives is not reasonably able to pay for his or her 37 care and support.

38 → The amount of the assistance must be established by legislative 39 appropriation for each fiscal year.

40 41 2. The Administrator shall adopt regulations: (a) Which establish a procedure of application for assistance;

42 (b) For determining the eligibility of an applicant pursuant to 43 subsection 1: and

44 (c) For determining the amount of assistance to be provided to 45 an eligible applicant.





1 3. The Administrator shall establish a waiting list for applicants 2 who are eligible for assistance but who are denied assistance 3 because the legislative appropriation is insufficient to provide 4 assistance for all eligible applicants.

5 4. The decision of the Administrator regarding eligibility for 6 assistance or the amount of assistance to be provided is a final 7 administrative decision.

8 Sec. 3. This act becomes effective:

9 1. Upon passage and approval for the purpose of adopting any 10 regulations and performing any other preparatory administrative 11 tasks that are necessary to carry out the provisions of this act; and

12 2. On October 1, 2019, for all other purposes.

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