SENATE BILL NO. 380–SENATORS ROBERSON; GANSERT, GOICOECHEA, GUSTAVSON, HAMMOND, HARDY, HARRIS, KIECKHEFER AND SETTELMEYER

## MARCH 20, 2017

Referred to Committee on Legislative Operations and Elections

SUMMARY—Enacts provisions prohibiting gifts from lobbyists to members of certain local legislative bodies. (BDR 23-943)

FISCAL NOTE: Effect on Local Government: Increases or Newly Provides for Term of Imprisonment in County or City Jail or Detention Facility. 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 public office; enacting provisions prohibiting gifts from lobbyists to members of certain local legislative bodies and members of their immediate families; authorizing the Attorney General to provide interpretations and take other actions necessary for the administration and enforcement of such provisions; providing remedies and penalties; and providing other matters properly relating thereto.

## Legislative Counsel's Digest:

During the 2015 Legislative Session, the Legislature enacted Senate Bill No. 1 23456789 307 (S.B. 307), which revised the Nevada Lobbying Disclosure Act by enacting provisions for the state legislative branch prohibiting certain gifts from lobbyists to State Legislators and members of their immediate family or staff. (Chapter 320, Statutes of Nevada 2015, p. 1711) Under the gift prohibitions for the state legislative branch, lobbyists are prohibited from giving any gifts, regardless of their value, to State Legislators and members of their immediate family or staff, whether or not the Legislature is in a regular or special session, unless one of the specific exceptions is applicable. The specific exceptions include: (1) political contributions 10 of money or services; (2) commercially reasonable loans made in the ordinary 11 course of business; (3) anything of value provided for educational or informational meetings, events or trips; (4) the cost of parties, meals, functions or other social events to which every State Legislator is invited; (5) ceremonial gifts received from 12 13 14 donors who are not lobbyists; and (6) gifts from certain relatives and household 15 members. Violations of the gift prohibitions for the state legislative branch are





punishable as misdemeanors. Additionally, in civil actions brought by the Attorney
General, the district court may issue injunctions to enjoin such violations. (Chapter
218H of NRS)

This bill enacts the Nevada Local Government Lobbying Act which creates similar gift prohibitions for certain local legislative bodies to prohibit local lobbyists from giving any gifts, regardless of their value, to members of the local legislative bodies and members of their immediate families, unless one of the specific exceptions is applicable. **Sections 4-7 and 11** of this bill enact definitions and specific exceptions that are modeled on substantially similar provisions enacted for the state legislative branch by S.B. 307 in 2015, including definitions for "gift" and "educational or informational meeting, event or trip." **Section 9** of this bill defines a "local legislative body" to mean a board of county commissioners, a governing body of any city or a governing body are elected to office or serve on the governing body because they hold elective office on another governing body. **Section 10** of this bill defines a "local lobbyist" to mean a person who: (1) appears in person where the local legislative body or any of its committees hold meetings or meets in any other place or has contact by any other means with a member of the local legislative body; and (2) communicates directly with the

Section 10 of this bill defines a "local lobbyist" to mean a person who: (1) appears in person where the local legislative body or any of its committees hold meetings or meets in any other place or has contact by any other means with a member of the local legislative body; and (2) communicates directly with the 35 36 37 member of the local legislative body on behalf of someone other than himself or herself to influence action by the member, whether or not any compensation is received for the communication. However, section 10 excludes certain persons from the definition of "local lobbyist," including: (1) residents of the political 38 39 subdivision who meet with or contact a member of the local legislative body solely 40 and exclusively on behalf of themselves or a member of their immediate family or 41 household; (2) persons who confine their lobbying activities solely and exclusively 42 to formal appearances before the local legislative body or any of its committees and 43 who clearly identify themselves and the interest or interests for whom they are 44 testifying; (3) employees of a bona fide news medium who meet with or contact a 45 member of the local legislative body solely and exclusively for the purpose of 46 carrying out their news gathering function; (4) public officers and employees of the 47 political subdivision; and (5) public officers and employees of any branch of the 48 state government or another local government who meet with or contact a member 49 of the local legislative body or appear before the local legislative body or any of its 50 committees solely and exclusively for the purpose of carrying out activities within the course and scope of their public office or employment.

51 52 53 54 55 56 57 58 **Section 14** of this bill provides that if a local lobbyist lobbies any member of a local legislative body or has lobbied any member of a local legislative body within the immediately preceding 24 months: (1) the local lobbyist shall not knowingly or willfully give any gift to any member of that local legislative body or any member of his or her immediate family; and (2) any member of that local legislative body or any member of his or her immediate family shall not knowingly or willfully solicit or accept any gift from the local lobbyist. Section 14 also provides that a local 59 lobbyist who lobbies any member of one local legislative body shall not be deemed 60 to be a local lobbyist with regard to any other local legislative body unless the local 61 lobbyist lobbies any member of the other local legislative body or has lobbied any 62 member of the other local legislative body within the immediately preceding 24 63 months.

**Section 15** of this bill makes violations of the gift prohibitions punishable as misdemeanors. **Section 16** of this bill authorizes the Attorney General to provide interpretations and take other actions necessary for the administration and enforcement of the gift prohibitions, and **section 17** of this bill authorizes the district court to issue declaratory judgments and injunctions to enforce the gift prohibitions in civil actions brought by the Attorney General against any person who is subject to the gift prohibitions.





Finally, section 22 of this bill makes the gift prohibitions effective on January 1, 2018, and section 21 of this bill provides that the gift prohibitions do not apply to any act or conduct that occurs before that date.

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

1 Section 1. Title 23 of NRS is hereby amended by adding 2 thereto a new chapter to consist of the provisions set forth as 3 sections 2 to 18, inclusive, of this act.

4 Sec. 2. This chapter may be cited as the Nevada Local 5 Government Lobbying Act.

6 Sec. 3. As used in this chapter, unless the context otherwise 7 requires, the words and terms defined in sections 4 to 13, 8 inclusive, of this act have the meanings ascribed to them in those 9 sections.

10 Sec. 4. "Domestic partner" means a person in a domestic 11 partnership.

12 Sec. 5. "Domestic partnership" means:

1. A domestic partnership as defined in NRS 122A.040; or

14 2. A domestic partnership which was validly formed in 15 another jurisdiction and which is substantially equivalent to a 16 domestic partnership as defined in NRS 122A.040, regardless of 17 whether it bears the name of a domestic partnership or is 18 registered in this State.

19 Sec. 6. 1. "Educational or informational meeting, event or 20 trip" means any meeting, event or trip undertaken or attended by a 21 member of a local legislative body if, in connection with the 22 meeting, event or trip:

(a) The member of a local legislative body or a member of his
 or her household receives anything of value from a local lobbyist
 to undertake or attend the meeting, event or trip; and

(b) The member of a local legislative body provides or receives
any education or information on matters relating to the legislative,
administrative or political action of the member of a local
legislative body.

2. The term includes, without limitation, any reception, gathering, conference, convention, discussion, forum, roundtable, seminar, symposium, speaking engagement or other similar meeting, event or trip with an educational or informational component.

35 *3.* The term does not include a meeting, event or trip 36 undertaken or attended by a member of a local legislative body for 37 personal reasons or for reasons relating to any professional or 38 occupational license held by the member, unless the member

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participates as one of the primary speakers, instructors or 1 2 presenters at the meeting, event or trip.

3 4. For the purposes of this section, "anything of value" includes, without limitation, any actual expenses for food, 4 beverages, registration fees, travel or lodging provided or given to 5 6 or paid for the benefit of the member of a local legislative body or 7 a member of his or her household or reimbursement for any such actual expenses paid by the member of a local legislative body or a 8 9 member of his or her household, if the expenses are incurred on 10 a day during which the member of a local legislative body or a member of his or her household undertakes or attends the 11 meeting, event or trip or during which the member of a local 12 13 legislative body or a member of his or her household travels to or 14 from the meeting, event or trip.

"Gift" means any payment, conveyance, transfer, 15 Sec. 7. 1. distribution, deposit, advance, loan, forbearance, subscription, 16 17 pledge or rendering of money, services or anything else of value, 18 unless consideration of equal or greater value is received.

2. The term does not include: 19

20 (a) Any political contribution of money or services related to a 21 political campaign.

22 (b) Any commercially reasonable loan made in the ordinary 23 course of business.

24 (c) Anything of value provided for an educational or 25 informational meeting, event or trip.

(d) The cost of a party, meal, function or other social event to 26 27 which every member of the local legislative body is invited, including, without limitation, the cost of food or beverages 28 29 provided at the party, meal, function or other social event.

30 (e) Any ceremonial gifts received for a birthday, wedding, 31 anniversary, holiday or other ceremonial occasion from a donor 32 who is not a local lobbyist.

(f) Anything of value received from a person who is:

34 (1) Related to the recipient, or to the spouse or domestic 35 partner of the recipient, by blood, adoption, marriage or domestic 36 partnership within the third degree of consanguinity or affinity; or (2) A member of the recipient's household. 37

38 Sec. 8. "Local laws" means any local charters, ordinances or 39 codes or other sources of local laws.

Sec. 9. 1. "Local legislative body" means: 40 41

(a) A board of county commissioners.

(b) A governing body of any city.

43 (c) A governing body of any other political subdivision if one 44 or more of the members of the governing body: 45

(1) Are elected to office on the governing body; or



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1 (2) Serve on the governing body because they are elected to 2 or hold an elective office as members of the governing body of 3 another political subdivision.

4 2. The term includes, without limitation, a governing body of 5 a political subdivision whose membership consists of a 6 combination of one or more members who are elected to office 7 and one or more members who are appointed to office.

8 3. The term does not include a governing body of a political 9 subdivision whose membership consists entirely of members who 10 are appointed to office.

11 Sec. 10. 1. "Local lobbyist" means, except as limited by 12 subsection 2, a person who:

13 (a) Appears in person in any building in which a local 14 legislative body or any of its committees hold meetings, meets in 15 any other place with a member of the local legislative body or 16 contacts a member of the local legislative body by any other 17 means; and

18 (b) Communicates directly with the member of the local 19 legislative body on behalf of someone other than himself or herself 20 to influence action by the member of the local legislative body 21 whether or not any compensation is received for the 22 communication.

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2. The term does not include:

(a) Persons who are residents of the political subdivision
governed by the local legislative body and who meet with or
contact a member of the local legislative body solely and
exclusively on behalf of themselves or a member of their
immediate family or household.

(b) Persons who confine their lobbying activities solely and
exclusively to formal appearances before the local legislative body
or any of its committees and who clearly identify themselves and
the interest or interests for whom they are testifying.

(c) Employees of a bona fide news medium who meet the
definition of "local lobbyist" only in the course of their
professional duties and who meet with or contact a member of the
local legislative body solely and exclusively for the purpose of
carrying out their news gathering function.

(d) Public officers and employees of the political subdivision
 governed by the local legislative body.

40 (e) Public officers and employees of any branch of the state 41 government or another local government who meet with or contact 42 a member of the local legislative body or appear before the local 43 legislative body or any of its committees solely and exclusively for 44 the purpose of carrying out activities within the course and scope 45 of their public office or employment.





"Member of a local legislative body" means any 1 Sec. 11. 1. 2 member of a local legislative body who is empowered to perform 3 any legislative or administrative function, including, without limitation, introducing, voting upon or otherwise acting upon any 4 bill, ordinance, resolution, motion or other matter involving: 5 (a) The formulation of local public policy or the enactment, 6 amendment, suspension or repeal of local laws, regulations or 7 8 rules: 9 (b) The appropriation or authorization for the expenditure of 10 *public money*; 11 (c) The issuance of any license, permit or similar 12 authorization: 13 (d) The approval of any development plans, any use, occupancy or subdivision of land or any zoning designation, 14 15 revision, exception or variance; or 16 (e) The exercise of any other public power, trust or duty. 17 The term includes, without limitation: 2. 18 (a) Any member of a local legislative body who is appointed to serve the remainder of an unexpired term of office. 19 (b) Any mayor or chief executive who: 20 (1) Serves as a member of the local legislative body; 21 22 (2) Is empowered to cast a vote on some or all matters before the local legislative body, including, without limitation, a 23 casting vote or tie-breaking vote, regardless of whether the mayor 24 or chief executive is called upon to exercise that power; or 25 (3) Is empowered to veto, disapprove or reject any action by 26 27 the local legislative body, regardless of whether the mayor or chief executive is called upon to exercise that power. 28 29 Sec. 12. "Member of the household of a member of a local legislative body" or "member of his or her household" means a 30 person who is a member of the household of a member of a local 31 legislative body for the purposes of NRS 281.556 to 281.581, 32 33 inclusive. Sec. 13. "Political subdivision" political 34 means anv 35 subdivision of this State that is governed by a local legislative 36 body. 37 Sec. 14. 1. If a local lobbyist lobbies any member of a local 38 legislative body or has lobbied any member of a local legislative body within the immediately preceding 24 months: 39 (a) The local lobbyist shall not knowingly or willfully give any 40 gift to any member of that local legislative body or any member of 41 his or her immediate family; and 42 (b) Any member of that local legislative body or any member 43 44 of his or her immediate family shall not knowingly or willfully 45 solicit or accept any gift from the local lobbyist.



1 2. For the purposes of this section, a local lobbyist who 2 lobbies any member of one local legislative body shall not be 3 deemed to be a local lobbyist with regard to any other local 4 legislative body unless the local lobbyist lobbies any member of the 5 other local legislative body or has lobbied any member of the other 6 local legislative body within the immediately preceding 24 months.

7 Sec. 15. A person who violates any provision of this chapter 8 is guilty of a misdemeanor.

9 Sec. 16. The Attorney General may provide interpretations 10 and take any other actions that the Attorney General determines 11 are necessary for the effective administration and enforcement of 12 the provisions of this chapter.

13 Sec. 17. 1. The district court may issue declaratory 14 judgments and injunctions to enforce the provisions of this 15 chapter in a civil action brought by the Attorney General against 16 any person who is subject to the provisions of this chapter.

17 2. In such a civil action, the district court may award 18 reasonable attorney's fees and costs to the prevailing party.

19 3. An aggrieved party may obtain a review of any final 20 judgment of the district court by appeal to the appellate court of 21 competent jurisdiction pursuant to the rules fixed by the Supreme 22 Court pursuant to Section 4 of Article 6 of the Nevada 23 Constitution. The appeal must be taken as in other civil cases.

24 Sec. 18. 1. The provisions of this chapter do not bar, 25 abrogate or preempt any local laws, regulations or rules which 26 prohibit the same or similar conduct and which provide for 27 additional or greater remedies or penalties for such conduct than 28 the remedies and penalties set forth in this chapter.

29 2. The remedies and penalties set forth in this chapter are not 30 exclusive but are in addition to any other remedies and penalties 31 recognized by state or local laws, regulations or rules which 32 prohibit the same or similar conduct, and all such remedies and 33 penalties are cumulative, so that the application or attempted 34 application of any one does not bar the application or attempted 35 application of any other.

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Sec. 19. NRS 281.5585 is hereby amended to read as follows:

281.5585 1. "Giff" means any payment, conveyance, transfer,
distribution, deposit, advance, loan, forbearance, subscription,
pledge or rendering of money, services or anything else of value,
unless consideration of equal or greater value is received.

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2. The term does not include:

42 (a) Any political contribution of money or services related to a 43 political campaign.

44 (b) Any commercially reasonable loan made in the ordinary 45 course of business.





(c) Anything of value provided for an educational or 1 informational meeting, event or trip. 2

(d) Anything of value excluded from the term "gift" as defined 3 in NRS 218H.060 H or section 7 of this act. 4

(e) Any ceremonial gifts received for a birthday, wedding, 5 anniversary, holiday or other ceremonial occasion from a donor who 6 7 is not an interested person.

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(f) Anything of value received from a person who is:

(1) Related to the public officer or candidate, or to the spouse 9 10 or domestic partner of the public officer or candidate, by blood, adoption, marriage or domestic partnership within the third degree 11 12 of consanguinity or affinity; or

13 (2) A member of the public officer's or candidate's 14 household. 15

Sec. 20. NRS 281.5586 is hereby amended to read as follows:

281.5586 1. "Interested person" means a person who has a 16 substantial interest in the legislative, administrative or political 17 action of a public officer or a candidate if elected. 18 19

2. The term includes, without limitation:

20 (a) A lobbyist as defined in NRS 218H.080. 21

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(b) A local lobbyist as defined in section 10 of this act.

22 (c) A group of interested persons acting in concert, whether or 23 not formally organized.

**Sec. 21.** 1. Notwithstanding any other provisions of this act:

25 (a) The provisions of sections 2 to 18, inclusive, of this act do not apply to any act or conduct that occurs before the effective date 26 27 of this act: and

(b) If a local lobbyist has lobbied any member of a local 28 legislative body within the 24 months immediately preceding the 29 effective date of this act, the local lobbyist is not subject to the 30 provisions of sections 2 to 18, inclusive, of this act unless the local 31 32 lobbyist lobbies any member of a local legislative body on or after the effective date of this act. 33

34 As used in this section, the words and terms defined in 2. 35 sections 4 to 13, inclusive, of this act have the meanings ascribed to 36 them in those sections.

37 Sec. 22. This act becomes effective on January 1, 2018.



