## SENATE BILL NO. 431–COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF THE OFFICE OF THE GOVERNOR)

MARCH 27, 2023

## Referred to Committee on Government Affairs

SUMMARY—Revises provisions relating to governmental administration. (BDR 18-1089)

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 governmental administration; revising the duties of the Chief Information Officer; providing for the appointment and prescribing the duties of a Chief Innovation Officer; creating the Office of Nevada Boards, Commissions and Councils Standards within the Department of Business and Industry and prescribing the duties and responsibilities of the Office with respect to professional and occupational licensing boards; prohibiting, with certain exception, an appointing authority from executing any contract for employment with any state employee; requiring the Administrator of the Division of Human Resource Management of the Department of Administration to develop certain audit functions and centralized systems relating to the Human Resources System of the State; renaming the Personnel System, the Personnel Commission and the Personnel Operating Fund; revising provisions relating to classified positions; revising provisions governing the approval of work programs and allotments; revising provisions relating to the approval and acceptance of grants by state agencies; transferring the duties of the Division of Enterprise Information Technology Services of the Department of Administration and the Administrator of the Division to the Office of the Chief Information Officer and the Chief of the Office of the Chief Information Officer; transferring money from the State General Fund to the Account to Stabilize Operation of the State Government; the making appropriation; and providing other matters properly relating thereto.





## Legislative Counsel's Digest:

1 Existing law authorizes the Governor, within the limits of available money, to 234567 employ such staff for the Office of the Governor as he or she deems necessary. (NRS 223.085) Section 8 of this bill provides that the staff and employees of the Office of the Governor include: (1) executive staff; (2) administrative and clerical staff; (3) outreach and communications staff; (4) research and analytical staff; and (5) any other persons the Governor determines are necessary to effectively fulfill the duties, responsibilities and obligations of the Office of the Governor. Section 8 8 also: (1) revises the duties of the Chief Information Officer, who is appointed by 9 the Governor; and (2) provides for the appointment by the Governor of a Chief 10 Innovation Officer and prescribes his or her duties. Section 141.5 of this bill makes 11 an appropriation to the Governor for salaries for the staff and employees of the Office of the Governor.

Office of the Governor.
 Existing law creates the Office of Economic Development within the Office of the Governor, consisting of the Division of Economic Development and the Nevada
 Film Office. (NRS 231.043)

Existing law sets forth various Departments of this State. (Chapter 232 of NRS) Section 19 of this bill creates the Office of Nevada Boards, Commissions and Councils Standards in the Department of Business and Industry. Section 20 of this bill prescribes the duties and responsibilities of the Office with respect to regulatory bodies and other entities. Section 19 requires the Director of the Department to appoint a Deputy Director of the Office.

appoint a Deputy Director of the Office.
Existing law creates the Division of Enterprise Information Technology
Services and requires the Director of the Department of Administration to appoint
an Administrator of the Division. (NRS 242.080, 242.090) Sections 59, 60 and 146
of this bill eliminate the Division and the Administrator and sections 56-64 of this
bill transfer the powers and duties of the Division to the Office of the Chief
Information Officer within the Office of the Governor and the powers and duties of
the Administrator to the Chief Information Officer. Sections 23-27 of this bill make
conforming changes.
Existing law creates the Personnel Commission within the Division of Human

Existing law creates the Personnel Commission within the Division of Human 31 Resource Management of the Department of Administration, which has various 32 33 powers and duties relating to the Personnel System. (NRS 284.030-284.065) Sections 70 and 71 of this bill amend the name of the System and Commission to 34 be the Human Resources System and Human Resources Commission. Sections 68, 35 69, 72-74, 76, 77 and 83 of this bill make conforming changes to replace the term 36 "personnel" with "human resources" throughout the provisions of the Nevada 37 Revised Statutes relating to the System. Sections 75 and 76 of this bill rename the 38 Personnel Operating Fund to be the Human Resources Operating Fund. 39 (NRS 284.110)

40 Section 66 of this bill provides that the provisions of the Nevada Revised 41 Statutes and the regulations adopted pursuant thereto relating to the System do not 42 create or confer upon any state employee a contractual right to employment.

Section 67 of this bill requires the Administrator to develop and implement: (1) an audit function to review each appointing authority's processes and compliance with applicable policies, procedures and provisions of law relating to human resources; (2) a centralized job announcement system that streamlines employment recruiting for all appointing authorities; and (3) a centralized employment system that includes, without limitation, a platform that all applicants may use to apply for state employment.

50 Existing law provides that the classified service of the State is comprised of all 51 positions in the public service now existing or hereafter created which are, in 52 relevant part, filled according to merit and fitness from eligible lists prepared upon 53 the basis of examination, which must, with certain exceptions, be open and 54 competitive. (NRS 284.150) Existing law further: (1) requires the Personnel





55 Commission to adopt regulations for open competitive examinations to test the 56 relative fitness of applicants for classified positions; and (2) sets forth certain 57 requirements for competitive examinations and preparing lists of eligible persons 58 for positions in the classified service. (NRS 284.205-284.260) Sections 79 and 91 59 of this bill provide instead that positions in the classified service are, with certain 60 exceptions, filled from the eligible pool of persons prepared upon the basis of the 61 evaluation of persons by an appointing authority. Sections 84-100, 102, 103 and 62 146 eliminate existing provisions relating to competitive examination and the 63 preparation of eligible lists of persons for positions in the classified service.

Existing law provides that appointments in the unclassified service of the State may be made from appropriate registers of persons maintained by the Division without affecting the continuance of names on the list. (NRS 284.145) Section 78 of this bill provides instead that such appointments may be made from appropriate pools of eligible persons maintained by the Division.

69 Section 84 of this bill requires each appointing authority to comply with the 70 regulations of the Commission relating to the recruitment and evaluation of 71 applicants to establish pools of eligible persons and fill positions in the classified 72 service.

**Section 85** of this bill requires each appointing authority to recruit, evaluate, select, manage and promote employees through open competition on the basis of knowledge, skills and ability and without regard to an applicant's or employee's religious or political opinions or affiliations, race, sex, sexual orientation, gender identity or expression, age or disability.

Existing law sets forth certain duties and responsibilities of the Administrator
of the Division of Human Resource Management of the Department of
Administration in, and certain requirements for, examining and certifying
applicants and filling positions in the classified service. (NRS 284.240, 284.245,
284.253-284.265, 284.295, 284.305, 284.309, 284.310) Sections 86-98 of this bill
provide instead that each appointing authority has duties and responsibilities
relating to evaluating applicants and filling positions in the classified service.

Existing law requires the Administrator to prepare, maintain and revise a classification plan for all positions in the classified service and allocate the position of every employee in the classified service to one of the positions in the plan. (NRS 284.160, 284.165) **Section 80** of this bill provides instead that the Administrator shall prepare, maintain and revise a master classification plan and that the Administrator shall review annually the classification plan of each appointing authority.

92 Under the State Budget Act, a department, institution or agency of the 93 Executive Department of State Government is required to obtain approval from the 94 Interim Finance Committee, except in certain limited circumstances, before 95 revising a work program in an amount more than \$30,000 if the revision will 96 increase or decrease by 10 percent or \$75,000, whichever is less, the expenditure 97 level approved by the Legislature for any of the allotments within the work 98 program. (NRS 353.220) Section 110 of this bill increases the monetary threshold 99 to an amount of more than \$75,000 if the revision will increase by 20 percent or 100 \$350,000, whichever is less, the expenditure level approved by the Legislature for 101 any of the allotments within the work program.

102 Under existing law, the Account to Stabilize the Operation of the State 103 Government, also known as the Rainy Day Fund, is an account created in the State 104 General Fund into which surplus state revenues are deposited to be used in case of 105 fiscal emergencies. The balance in the Account to Stabilize the Operation of the 106 State Government must not exceed 20 percent of the total of all appropriations from 107 the State General Fund for the operation of all departments, institutions and 108 agencies of the State Government and for the funding of schools and authorized 109 expenditures from the State General Fund for the regulation of gaming for the fiscal





110 year in which the revenue will be transferred to the Account. (NRS 353.288) Section 113 of this bill revises this limitation so that the balance must not exceed 26 percent of the total of all appropriations from the State General Fund for the operation of all departments, institutions and agencies of the State Government and for the funding of schools and authorized expenditures from the State General Fund for the regulation of gaming for the fiscal year in which the revenue will be transferred to the Account.

Section 141.7 requires the State Controller to transfer a certain amount of
 money from the State General Fund to the Account to Stabilize the Operation of the
 State Government.

120 Existing law authorizes a state agency, with certain exceptions, to accept a gift 121 or grant of property or services that is not included in an act of the Legislature 122 authorizing the expenditure of nonappropriated money if the gift or grant is 123 approved by the Governor or the Interim Finance Committee, as applicable. 124 125 Exceptions from the requirement for such approval are: (1) the acceptance by a state agency of a gift or grant from a private source that does not exceed \$20,000 in 126 value; and (2) the acceptancy by a state agency of governmental grants not 127 exceeding \$150,000 in value. (NRS 353.335) Section 114 of this bill increases the 128 threshold for both of these exceptions from such approval to \$200,000. Section 114 129 also exempts from any approval a gift or grant to a state agency that will be 130 deposited in a budget account that consists of money which is not appropriated by 131 or authorized for expenditure by the Legislature.

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

- 1 Section 1. (Deleted by amendment.)
- 2 Sec. 2. (Deleted by amendment.)
- 3 Sec. 3. (Deleted by amendment.)
- 4 Sec. 4. (Deleted by amendment.)
- 5 Sec. 5. (Deleted by amendment.)
- 6 Sec. 6. (Deleted by amendment.)
- 7 Sec. 7. (Deleted by amendment.)
- 8 Sec. 8. NRS 223.085 is hereby amended to read as follows:

9 223.085 1. The Governor may, within the limits of available money, employ such persons as he or she deems necessary to 10 11 provide an appropriate staff for the Office of the Governor, 12 including, without limitation, the Office of Economic Development, the Office of Federal Assistance, the Office of Science, Innovation 13 14 and Technology, the Public Health Resource Office and the Governor's mansion. Except as otherwise provided by specific 15 statute, such employees are not in the classified or unclassified 16 17 service of the State and, except as otherwise provided in NRS 231.043 and 231.047, serve at the pleasure of the Governor. Such 18 staff and employees include, without limitation: 19

- 20 (a) Executive staff;
- 21 (b) Administrative and clerical staff;
- 22 (c) Outreach and communications staff;





(d) Research and analytical staff; and 1 2 (e) Any other persons the Governor determines are necessary 3 to effectively fulfill the duties, responsibilities and obligations of the Office of the Governor. 4 2. Except as otherwise provided by specific statute, the 5 6 Governor shall: 7 (a) Determine the salaries and benefits of the persons employed 8 pursuant to subsection 1, within limits of money available for that 9 purpose: and (b) Adopt such rules and policies as he or she deems appropriate 10 to establish the duties and employment rights of the persons 11 12 employed pursuant to subsection 1. 13 3. The Governor **may**: (a) Appoint shall appoint a Chief Information Officer of the 14 15 State **;** or 16 (b) Designate the Administrator as the Chief Information Officer 17 of the State. 18 as the Chief Information Officer of the State without additional 19 20 compensation. 4. As used in this section, "Administrator" means the 21 Administrator of the Division of Enterprise Information Technology 22 23 Services of the Department of Administration.] who is responsible 24 for: 25 (a) Information technology leadership and accountability; 26 (b) Strategic planning for information technology; 27 (c) Information technology workforce for the State; 28 (d) Budgeting and planning for information technology for the 29 State; 30 (e) Data storage and integrity; (f) Investment management for information technology; 31 32 (g) Information technology security, cyber security and 33 privacy; and (h) Any other duties or responsibilities prescribed by statute or 34 35 regulation. The Governor shall appoint a Chief Innovation Officer of 36 4. 37 the State who is responsible for: (a) Providing overall leadership and guidance relating to 38 employee acquisition, career development, succession planning, 39 retention, professional development and training, leadership 40 development, compensation and benefits; 41 (b) Developing human 42 resource plans and strategies prospectively by at least 10 years; 43 (c) Reviewing and monitoring the efficiency of the State 44







- 1 costs, improve the delivery of services and ensure the cost-2 effectiveness of all state governmental programs;
- 3 (d) Evaluating, overseeing and administering the 4 competitiveness, appropriateness and effectiveness of the wages, 5 salaries, benefits and work environment of public employees;
- 6 (e) Evaluating, overseeing and administering the training and 7 readiness programs for public employees; and
- 8 (f) Developing comprehensive and strategic recruitment and 9 retention plans to the meet the human resource needs of the State.
- 10 Sec. 9. (Deleted by amendment.)
- 11 Sec. 10. (Deleted by amendment.)
- 12 Sec. 11. (Deleted by amendment.)
- 13 Sec. 12. (Deleted by amendment.)
- 14 Sec. 13. (Deleted by amendment.)
- 15 Sec. 14. (Deleted by amendment.)
- 16 Sec. 15. (Deleted by amendment.)
- 17 Sec. 16. (Deleted by amendment.)
- 18 Sec. 17. (Deleted by amendment.)
- 19 **Sec. 18.** Chapter 232 of NRS is hereby amended by adding 20 thereto the provisions set forth as sections 19 to 22, inclusive, of this 21 act.
- 22 Sec. 19. 1. The Office of Nevada Boards, Commissions and 23 Councils Standards is hereby created within the Department of 24 Business and Industry.
- 25 2. The Director shall appoint a Deputy Director of the Office 26 and shall retain the required staff and adopt the necessary 27 regulations and procedures to effectively administer the 28 responsibilities of the Office.
- 29 Sec. 20. 1. The Office of Nevada Boards, Commissions and 30 Councils Standards shall be responsible for:
- 31 (a) Centralized administration;
- 32 (b) A uniform set of standards for investigations, licensing 33 and discipline, including, without limitation, separating the roles 34 and responsibilities for occupational licensure from the roles and 35 responsibilities for occupational discipline;
- 36 (c) A uniform set of standards for internal controls;
- 37 (d) A uniform set of standards for legal representation;
- 38 (e) A consistent set of structural standards for boards and 39 commissions;
- 40 41
- (f) Transparency and consumer protection; and (g) Efficacy and efficiency.
- 42 2. To the extent permitted by the Nevada Constitution and 43 federal law, all professional and occupational licensing boards 44 created by the Legislature shall be under the purview of the Office, 45 including, without limitation:





$\frac{1}{2}$	(a) The Nevada State Board of Accountancy created by NRS 628.035.
2 3	(b) The Board of Examiners for Alcohol, Drug and Gambling
3 4	Counselors created by NRS 641C.150.
5	(c) The State Board of Architecture, Interior Design and
6	Residential Design created by NRS 623.050.
7	(d) The Board of Athletic Trainers created by
8	NRS 640B.170.
9	(e) The State Barbers' Health and Sanitation Board created by
10	NRS 643.020.
11	(f) The Board of Applied Behavior Analysis created by
12	NRS 641D.200.
13	(g) The Chiropractic Physicians' Board of Nevada created by
14	NRŠ 634.020.
15	(h) The State Contractors' Board created by NRS 624.040.
16	(i) The Commission on Construction Education created by
17	NRS 624.570.
18	(j) The State Board of Cosmetology created by
19	NRS 644A.200.
20	(k) The Certified Court Reporters' Board of Nevada created by
21	NRS 656.040.
22	(l) The Board of Dental Examiners of Nevada created by NRS
23	<i>631.120.</i>
24	(m) The Committee on Dental Hygiene and Dental Therapy
25	created by NRS 631.205.
26	(n) The State Board of Professional Engineers and Land
27	Surveyors created by NRS 625.100.
28	(o) The Nevada Funeral and Cemetery Services Board created
29	by NRS 642.020.
30	(p) The Nevada Board of Homeopathic Medical Examiners
31	created pursuant to NRS 630A.100.
32 33	(q) The State Board of Landscape Architecture created by NRS 623A.080.
33 34	(r) The Board of Examiners for Marriage and Family
34 35	Therapists and Clinical Professional Counselors created by
36	NRS 641A.090.
37	(s) The Board of Massage Therapy created by
38	NRS 640C.150.
39	(t) The Board of Medical Examiners created pursuant to NRS
40	<i>(1)</i> The Bourd of Medical Examiner's created parsault to 1005 <i>630.050</i> .
41	(u) The State Board of Nursing created by NRS 632.020.
42	(v) The Advisory Committee on Nursing Assistants and
43	Medication Aides created by NRS 632.072.
44	(w) The Board of Occupational Therapy created by
45	NRS 640A.080.
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1	(x) The Board of Dispensing Opticians created by
2	NRS 637.030.
3	(y) The Nevada State Board of Optometry created by
4	NRS 636.030.
5	(z) The State Board of Oriental Medicine created by
6	NRS 634A.030.
7	(aa) The State Board of Osteopathic Medicine created
8	pursuant to NRS 633.181.
9	(bb) The Commission on Postsecondary Education created by
10	NRS 394.383.
11	(cc) The State Board of Pharmacy created by NRS 639.020.
12	(dd) The Nevada Physical Therapy Board created by
13	NRS 640.030.
14	(ee) The State Board of Podiatry created by NRS 635.020.
15	(ff) The Private Investigator's Licensing Board created by
16	NRŠ 648.020.
17	(gg) The Board of Psychological Examiners created by NRS
18	641.030.
19	(hh) The Board of Environmental Health Specialists created
20	by NRS 625A.030.
21	(ii) The Board of Examiners for Social Workers created
22	pursuant to NRS 641B.100.
23	<i>(jj)</i> The Speech-Language Pathology, Audiology and Hearing
24	Aid Dispensing Board created by NRS 637B.100.
25	(kk) The Nevada State Board of Veterinary Medical
26	Examiners created by NRS 638.020.
27	Sec. 21. (Deleted by amendment.)
28	Sec. 22. (Deleted by amendment.)
29	Sec. 23. NRS 232.213 is hereby amended to read as follows:
30	232.213 1. The Department of Administration is hereby
31	created.
32	2. The Department consists of a Director and the following:
33	(a) Risk Management Division.
34	(b) Hearings Division, which consists of hearing officers,
35	compensation officers and appeals officers.
36	(c) State Public Works Division.
37	(d) Purchasing Division.
38	(e) Administrative Services Division.
39	(f) Division of Human Resource Management.
40	(g) [Division of Enterprise Information Technology Services.
41	(h)] Division of State Library, Archives and Public Records.
42	( <i>h</i> ) Fleet Services Division.
43	(i) Public Employees' Deferred Compensation Program.
44	[(k)] (j) Mail Services Division.





- 1 Sec. 24. NRS 232.215 is hereby amended to read as follows:
- 2 232.215 The Director:
- 3 1. Shall appoint an Administrator of the:
- 4 (a) Risk Management Division;
  - (b) State Public Works Division;
- 6 (c) Purchasing Division;

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- 7 (d) Administrative Services Division;
- 8 (e) Division of Human Resource Management;
- 9 (f) [Division of Enterprise Information Technology Services;
- 10 (g)] Division of State Library, Archives and Public Records;
- 11 [(h)] (g) Fleet Services Division; and
- 12 [(i)] (h) Mail Services Division.

2. Shall, with the concurrence of the Governor and the
Committee to Administer the Public Employees' Deferred
Compensation Program, appoint the Executive Officer of the Public
Employees' Deferred Compensation Program.

3. Shall serve as Chief of the Hearings Division and shall appoint the hearing officers and compensation officers. The Director may designate one of the appeals officers in the Division to supervise the administrative, technical and procedural activities of the Division.

4. Is responsible for the administration, through the divisions of the Department, of the provisions of chapters 233F, 242 and 284 of NRS, NRS 287.250 to 287.370, inclusive, and chapters 331, 333, 336, 338, 341 and 378 of NRS and all other provisions of law relating to the functions of the divisions of the Department.

5. Is responsible for the administration of the laws of this State relating to the negotiation and procurement of medical services and other benefits for state agencies.

30 6. Has such other powers and duties as are provided by law.

31 Sec. 25. NRS 232.2165 is hereby amended to read as follows:

- 32 232.2165 1. The Administrator of:
- 33 (a) The State Public Works Division;
- 34 (b) The Purchasing Division;
- 35 (c) The Administrative Services Division;
- 36 (d) The Division of Human Resource Management;

37 (e) [The Division of Enterprise Information Technology
 38 Services;

- 39 (f) The Division of State Library, Archives and Public Records;
- 40 [(g)] (f) The Fleet Services Division; and
- 41 [(h)] (g) The Mail Services Division,

42 → of the Department serves at the pleasure of the Director and is in
43 the unclassified service of the State.

2. The Executive Officer of the Public Employees' DeferredCompensation Program appointed pursuant to NRS 232.215 is in the





unclassified service of the State and serves at the pleasure of the 1 Director, except that he or she may be removed by a majority vote 2 3 of the Committee to Administer the Public Employees' Deferred Compensation Program. 4 5 **Sec. 26.** NRS 232.217 is hereby amended to read as follows:

232.217 6 Unless federal law or regulation otherwise requires, 7 the Administrator of the:

- State Public Works Division: 1.
- 2. Purchasing Division;

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- 3. Division of Human Resource Management; 10
  - [Division of Enterprise Information Technology Services; 4.

12 5.] Division of State Library, Archives and Public Records; 13 and

- 14 **[6.] 5.** Fleet Services Division.
- 15 → may appoint a Deputy and a Chief Assistant in the unclassified service of the State, who shall not engage in any other gainful 16 17 employment or occupation except as otherwise provided in NRS 284.143. 18 19
  - Sec. 27. NRS 232.219 is hereby amended to read as follows:
- 20 232.219 1. The Department of Administration's Operating 21 Fund for Administrative Services is hereby created as an internal 22 service fund.
- 23 2. The operating budget of each of the following entities must 24 include an amount representing that entity's share of the operating 25 costs of the central accounting function of the Department:
- 26 (a) State Public Works Division:
- 27 (b) Purchasing Division;
- 28 (c) Hearings Division;
- 29 (d) Risk Management Division;
- 30 (e) Division of Human Resource Management;
- (f) [Division of Enterprise Information Technology Services; 31
- 32 (g) Division of State Library, Archives and Public Records;
- [(h)] (g) Fleet Services Division: 33
- (i) Public Employees' Deferred Compensation Program; 34 35 and
- (i) Mail Services Division. 36
- 37 All money received for the central accounting services of the Department must be deposited in the State Treasury for credit to the 38 39 Operating Fund.
- 40 All expenses of the central accounting function of the 4. Department must be paid from the Fund as other claims against the 41 42 State are paid.





1 **Sec. 28.** NRS 232.505 is hereby amended to read as follows:

2 232.505 As used in NRS 232.505 to 232.866, inclusive, and

3 sections 19 to 22, inclusive, of this act, unless the context requires 4 otherwise:

"Department" means the Department of Business and 5 1. 6 Industry. 7

- "Director" means the Director of the Department. 2.
- Sec. 29. NRS 232.510 is hereby amended to read as follows:

9 232.510 1. The Department of Business and Industry is hereby created. 10

- 2. The Department consists of a Director and the following:
- 12 (a) Consumer Affairs Unit within the Office of the Director.
- 13 (b) Division of Financial Institutions.
- 14 (c) Housing Division.
- 15 (d) Real Estate Division.
- 16 (e) Division of Insurance.
- 17 (f) Division of Industrial Relations.
- 18 (g) Office of Labor Commissioner.
- (h) Taxicab Authority. 19
- 20 (i) Office of the Nevada Attorney for Injured Workers.
- 21 (j) Nevada Transportation Authority.
- 22 (k) Division of Mortgage Lending.

23 (1) Office of Nevada Boards, Commissions and Councils 24 Standards.

25 (m) Any other office, commission, board, agency or entity 26 created or placed within the Department pursuant to a specific 27 statute, the budget approved by the Legislature or an executive 28 order, or an entity whose budget or activities have been placed 29 within the control of the Department by a specific statute.

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Sec. 30. NRS 232.520 is hereby amended to read as follows:

232.520 The Director: 31

32 Shall appoint a chief or executive director, or both of them, 1. 33 of each of the divisions, offices, commissions, boards, agencies or other entities of the Department, unless the authority to appoint such 34 35 a chief or executive director, or both of them, is expressly vested in 36 another person, board or commission by a specific statute. In 37 making the appointments, the Director may obtain lists of qualified persons from professional organizations, associations or other 38 groups recognized by the Department, if any. The chief of the 39 40 Consumer Affairs Unit is the Commissioner of Consumer Affairs, the chief of the Division of Financial Institutions is the 41 42 Commissioner of Financial Institutions, the chief of the Housing 43 Division is the Administrator of the Housing Division, the chief of 44 the Real Estate Division is the Real Estate Administrator, the chief 45 of the Division of Insurance is the Commissioner of Insurance, the





chief of the Division of Industrial Relations is the Administrator of 1 2 the Division of Industrial Relations, the chief of the Office of Labor 3 Commissioner is the Labor Commissioner, the chief of the Taxicab Authority is the Taxicab Administrator, the chief of the Nevada 4 5 Transportation Authority is the Chair of the Authority, the chief of 6 the Division of Mortgage Lending is the Commissioner of Mortgage Lending, the chief of the Office of Nevada Boards, Commissions 7 8 and Councils Standards is the Deputy Director of the Office appointed pursuant to section 19 of this act and the chief of any 9 other entity of the Department has the title specified by the Director. 10 11 unless a different title is specified by a specific statute.

12 Is responsible for the administration of all provisions of law 2. 13 relating to the jurisdiction, duties and functions of all divisions and 14 other entities within the Department. The Director may, if he or she 15 deems it necessary to carry out his or her administrative 16 responsibilities, be considered as a member of the staff of any 17 division or other entity of the Department for the purpose of budget administration or for carrying out any duty or exercising any power 18 19 necessary to fulfill the responsibilities of the Director pursuant to 20 this subsection. This subsection does not allow the Director to 21 preempt any authority or jurisdiction granted by statute to any 22 division or other entity within the Department or to act or take on a 23 function that would contravene a rule of court or a statute. 24

3. Mav:

25 (a) Establish uniform policies for the Department, consistent 26 with the policies and statutory responsibilities and duties of the divisions and other entities within the Department, relating to 27 28 matters concerning budgeting, accounting, planning, program 29 development, personnel, information services, dispute resolution, 30 travel, workplace safety, the acceptance of gifts or donations, the management of records and any other subject for which a uniform 31 32 departmental policy is necessary to ensure the efficient operation of 33 the Department.

34 (b) Provide coordination among the divisions and other entities 35 within the Department, in a manner which does not encroach upon 36 their statutory powers and duties, as they adopt and enforce 37 regulations, execute agreements, purchase goods, services or 38 equipment, prepare legislative requests and lease or use office space. (c) Define the responsibilities of any person designated to carry 39 40 out the duties of the Director relating to financing, industrial 41 development or business support services.

42 4. May, within the limits of the financial resources made 43 available to the Director, promote, participate in the operation of, 44 and create or cause to be created, any nonprofit corporation, 45 pursuant to chapter 82 of NRS, which he or she determines is





necessary or convenient for the exercise of the powers and duties of
 the Department. The purposes, powers and operation of the
 corporation must be consistent with the purposes, powers and duties
 of the Department.

5 5. For any bonds which the Director is otherwise authorized to 6 issue, may issue bonds the interest on which is not exempt from 7 federal income tax or excluded from gross revenue for the purposes 8 of federal income tax.

6. May, except as otherwise provided by specific statute, adopt by regulation a schedule of fees and deposits to be charged in connection with the programs administered by the Director pursuant to chapters 348A and 349 of NRS. Except as otherwise provided by specific statute, the amount of any such fee or deposit must not exceed 2 percent of the principal amount of the financing.

7. May designate any person within the Department to perform
any of the duties or responsibilities, or exercise any of the authority,
of the Director on his or her behalf.

18 8. May negotiate and execute agreements with public or private
19 entities which are necessary to the exercise of the powers and duties
20 of the Director or the Department.

21 May establish a trust account in the State Treasury for 9. 22 depositing and accounting for money that is held in escrow or is on deposit with the Department for the payment of any direct expenses 23 24 incurred by the Director in connection with any bond programs 25 administered by the Director. The interest and income earned on 26 money in the trust account, less any amount deducted to pay for 27 applicable charges, must be credited to the trust account. Any 28 balance remaining in the account at the end of a fiscal year may be:

(a) Carried forward to the next fiscal year for use in covering the
 expense for which it was originally received; or

(b) Returned to any person entitled thereto in accordance with
 agreements or regulations of the Director relating to those bond
 programs.

- 34 **Sec. 31.** (Deleted by amendment.)
- 35 Sec. 32. (Deleted by amendment.)
- 36 Sec. 33. (Deleted by amendment.)
- 37 Sec. 34. (Deleted by amendment.)
- 38 Sec. 35. (Deleted by amendment.)
- 39 Sec. 36. (Deleted by amendment.)
- 40 Sec. 37. (Deleted by amendment.)
- 41 Sec. 38. (Deleted by amendment.)
- 42 Sec. 39. (Deleted by amendment.)
- 43 Sec. 40. (Deleted by amendment.)
- 44 **Sec. 41.** (Deleted by amendment.)
- 45 Sec. 42. (Deleted by amendment.)





Chapter 233F of NRS is hereby amended by adding 1 Sec. 43. 2 thereto the provisions set forth as sections 44 and 45 of this act.

3 Sec. 44. "Chief" means the Chief Information Officer within the Office of the Governor. 4

5 Sec. 45. "Office" means the Office of the Chief Information 6 Officer within the Office of the Governor. 7

**Sec. 46.** NRS 233F.010 is hereby amended to read as follows:

233F.010 As used in this chapter, unless the context otherwise 8 9 requires, the words and terms defined in NRS [233F.015] 233F.020 to 233F.065, inclusive, and sections 44 and 45 of this act, have the 10 11 meanings ascribed to them in those sections.

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Sec. 47. NRS 233F.110 is hereby amended to read as follows:

13 233F.110 1. The [Administrator] Chief may, upon receiving 14 a request for a microwave channel or channels from an agency, approve or disapprove that request. If the request is approved, the 15 16 **[Division]** Office shall assign a channel or channels to the agency at 17 a cost which reflects the actual share of costs incurred for services 18 provided to the agency, in accordance with the comprehensive 19 system of equitable billing and charges developed by the 20 coordinator of communications.

21 Except as otherwise provided in subsection 3, a microwave 2. 22 channel assigned by the [Administrator] Chief to an agency for its 23 use must not be reassigned without the concurrence of the agency.

24 The [Administrator] Chief may revoke the assignment of a 3. 25 microwave channel if an agency fails to pay for its use and may 26 reassign that channel to another agency.

27 Equipment for microwave channels which is purchased by a 4. 28 using agency becomes the property of the **Division** Office if the 29 agency fails to use or pay for those channels. The equipment must 30 be used by the **[Division]** Office to replace old or obsolete 31 equipment in the state communications system.

32 A state agency shall not purchase equipment for microwave 5. 33 stations without prior approval from the [Administrator] Chief 34 unless:

35 (a) The existing services do not meet the needs of the agency; or 36 (b) The equipment will not be used to duplicate services which 37 are provided by the state communications system or a private

38 company. 39 The **[Division]** Office shall reimburse an agency for 6. 40 buildings, facilities or equipment which is consolidated into the state 41 communications system.

42 Sec. 48. NRS 205.4765 is hereby amended to read as follows:

43 205.4765 Except as otherwise provided in subsection 6, a 1. 44 person who knowingly, willfully and without authorization:

45 (a) Modifies;





- 1 (b) Damages;
- 2 (c) Destroys;
- 3 (d) Discloses;
- 4 (e) Uses;

5

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- (f) Transfers;
- 6 (g) Conceals;
- 7 (h) Takes;
- 8 (i) Retains possession of;
- 9 (j) Copies;

10 (k) Obtains or attempts to obtain access to, permits access to or 11 causes to be accessed; or

- (1) Enters,
- 13  $\rightarrow$  data, a program or any supporting documents which exist inside
- 14 or outside a computer, system or network is guilty of a 15 misdemeanor.
- 16 2. Except as otherwise provided in subsection 6, a person who 17 knowingly, willfully and without authorization:
- 18 (a) Modifies;
- 19 (b) Destroys;
- 20 (c) Uses;
- 21 (d) Takes;
- 22 (e) Damages;
- 23 (f) Transfers;
- 24 (g) Conceals;
- 25 (h) Copies;
- 26 (i) Retains possession of; or
- 27 (j) Obtains or attempts to obtain access to, permits access to or
- 28 causes to be accessed,
- 29  $\rightarrow$  equipment or supplies that are used or intended to be used in a 30 computer, system or network is guilty of a misdemeanor.
- 31 3. Except as otherwise provided in subsection 6, a person who 32 knowingly, willfully and without authorization:
- 33 (a) Destroys;
- 34 (b) Damages;
- 35 (c) Takes;
- 36 (d) Alters;
- 37 (e) Transfers;
- 38 (f) Discloses;
- 39 (g) Conceals;
- 40 (h) Copies;
- 41 (i) Uses;
- 42 (j) Retains possession of; or
- 43 (k) Obtains or attempts to obtain access to, permits access to or 44 causes to be accessed.
- 45 → a computer, system or network is guilty of a misdemeanor.





1 4. Except as otherwise provided in subsection 6, a person who 2 knowingly, willfully and without authorization:

(a) Obtains and discloses;

(b) Publishes;

(c) Transfers; or

(d) Uses,

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7  $\rightarrow$  a device used to access a computer, network or data is guilty of a misdemeanor.

5. Except as otherwise provided in subsection 6, a person who knowingly, willfully and without authorization introduces, causes to be introduced or attempts to introduce a computer contaminant into a computer, system or network is guilty of a misdemeanor.

13 6. If the violation of any provision of this section:

(a) Was committed to devise or execute a scheme to defraud orillegally obtain property;

(b) Caused response costs, loss, injury or other damage in excessof \$500; or

18 (c) Caused an interruption or impairment of a public service, 19 including, without limitation, a governmental operation, a system of 20 public communication or transportation or a supply of water, gas or 21 electricity,

22 → the person is guilty of a category C felony and shall be punished 23 as provided in NRS 193.130, and may be further punished by a fine 24 of not more than \$100,000. In addition to any other penalty, the 25 court shall order the person to pay restitution.

7. The provisions of this section do not apply to a person performing any testing, including, without limitation, penetration testing, of an information system of an agency that uses the equipment or services of the [Division of Enterprise Information] Office of the Chief Information Officer within the Office of the Governor

32 that is authorized by the [Administrator of the Division of Enterprise

33 Information Technology Services] *Chief of that Office* or the head 34 of the Office of Information Security of the Division.] *Office of the* 

of the Office of Information Security of the [Division.] Office of the
 Chief Information Officer. As used in this subsection:

36 (a) "Information system" has the meaning ascribed to it in 37 NRS 242.057.

38 (b) "Penetration testing" has the meaning ascribed to it in 39 NRS 242.171.

40 Sec. 49. NRS 205A.040 is hereby amended to read as follows:

41 205A.040 1. The Technological Crime Advisory Board is 42 hereby created.

43 2. The Board consists of 13 members as follows:

44 (a) The Attorney General.





1 (b) The [Administrator of the Division of Enterprise Information 2 Technology Services of the Department of Administration.] Chief of

3 the Office of the Chief Information Officer within the Office of 4 the Governor.

5 (c) One member of the Senate appointed by the Majority Leader 6 of the Senate.

7 (d) One member of the Assembly appointed by the Speaker of 8 the Assembly.

9

(e) Nine other persons appointed by the Governor as follows:

10 (1) Two or more persons who represent major sectors of the 11 economy of this State that are impacted significantly by 12 technological crimes.

13 (2) One or more persons who are employees of a law 14 enforcement agency of this State.

15 (3) One or more persons who are employees of a public 16 educational institution within this State.

17 (4) One or more persons who are residents of this State and 18 who are employed by the Federal Government.

3. Each member of the Board who is appointed to the Board
serves for a term of 4 years. A vacancy on the Board in an appointed
position must be filled in the same manner as the original
appointment. A member may be reappointed to the Board.

4. The members of the Board shall elect a Chair and Vice Chair by majority vote. After the initial election, the Chair and Vice Chair shall hold office for a term of 1 year beginning on July 1 of each year. If the position of Chair or Vice Chair becomes vacant, the members of the Board shall elect a Chair or Vice Chair, as appropriate, from among its members for the remainder of the unexpired term.

30 5. The members of the Board:

31 (a) Serve without compensation; and

(b) May, upon written request, receive the per diem allowance
and travel expenses provided for state officers and employees
generally while engaged in the business of the Board.

35 6. A member of the Board who is an officer or employee of 36 this State or a political subdivision of this State must be relieved 37 from duties without loss of regular compensation so that the officer 38 or employee may prepare for and attend meetings of the Board and 39 perform any work necessary to carry out the duties of the Board in 40 the most timely manner practicable. A state agency or political subdivision of this State shall not require an officer or employee 41 42 who is a member of the Board to make up the time the officer or 43 employee is absent from work to carry out duties as a member of the 44 Board or use annual vacation or compensatory time for the absence.





**Sec. 50.** NRS 205A.050 is hereby amended to read as follows:

2 205A.050 1. The Board shall meet at least once every quarter 3 and at the times and places specified by a call of the Chair or a 4 majority of the members of the Board.

5 2. Except as otherwise provided in subsection 3, a member of 6 the Board may designate in writing a person to represent him or her 7 at a meeting of the Board if it is impractical for the member of the 8 Board to attend the meeting. A representative who has been so 9 designated:

(a) Shall be deemed to be a member of the Board for the purpose
 of determining a quorum at the meeting; and

12 (b) May vote on any matter that is voted on by the regular 13 members of the Board at the meeting.

14 3. The Attorney General may designate a representative to 15 serve in his or her place on the Board or attend a meeting of the 16 Board in his or her place. The Administrator of the Division of 17 Enterprise Information Technology Services of the Department of Administration] Chief of the Office of the Chief Information 18 Officer within the Office of the Governor may designate a 19 representative to serve in his or her place on the Board or attend a 20 21 meeting of the Board in his or her place.

4. Seven members of the Board constitute a quorum. Except as otherwise provided in NRS 205A.070 and 205A.080, a quorum may exercise all the power and authority conferred on the Board.

5. Notwithstanding any other provision of law, a member of the Board:

(a) Is not disqualified from public employment or holding apublic office because of membership on the Board; and

(b) Does not forfeit public office or public employment becauseof membership on the Board.

Sec. 51. NRS 205A.060 is hereby amended to read as follows:
205A.060 The Board shall:

Facilitate cooperation between state, local and federal
 officers in detecting, investigating and prosecuting technological
 crimes.

2. Establish, support and assist in the coordination of activities between two multiagency task forces on technological crime, one based in Reno and one based in Las Vegas, consisting of investigators and forensic examiners who are specifically trained to investigate technological crimes.

3. Coordinate and provide training and education for members
of the general public, private industry and governmental agencies,
including, without limitation, law enforcement agencies, concerning
the statistics and methods of technological crimes and how to
prevent, detect and investigate technological crimes.



1



1 4. Assist the [Division of Enterprise Information Technology 2 Services of the Department of Administration] Office of the Chief

3 *Information Officer within the Office of the Governor* in securing 4 governmental information systems against illegal intrusions and 5 other criminal activities.

6 5. Evaluate and recommend changes to the existing civil and 7 criminal laws relating to technological crimes in response to current 8 and projected changes in technology and law enforcement 9 techniques.

6. Distribute money deposited pursuant to NRS 179.1233 into the Account for the Technological Crime Advisory Board in accordance with the provisions of NRS 205A.090.

13 7. Authorize the payment of expenses incurred by the Board in 14 carrying out its duties pursuant to this chapter.

15 Sec. 52. (Deleted by amendment.)

16 Sec. 53. (Deleted by amendment.)

17 Sec. 54. NRS 239.073 is hereby amended to read as follows:

18 239.073 1. The Committee to Approve Schedules for the 19 Retention and Disposition of Official State Records, consisting of 20 six members, is hereby created.

21 2. The Committee consists of:

- 22 (a) The Secretary of State;
- 23 (b) The Attorney General;
- 24 (c) The Director of the Department of Administration;

25 (d) The State Library, Archives and Public Records 26 Administrator;

(e) The [Administrator of the Division of Enterprise Information
 Technology Services of the Department of Administration;] Chief
 of the Office of the Chief Information Officer within the Office of
 the Governor; and

(f) One member who is a representative of the general publicappointed by the Governor.

All members of the Committee, except the representative of the general public, are ex officio members of the Committee.

35 3. The Secretary of State or a person designated by the 36 Secretary of State shall serve as Chair of the Committee. The State 37 Library, Archives and Public Records Administrator shall serve as 38 Secretary of the Committee and prepare and maintain the records of 39 the Committee.

40 4. The Committee shall meet at least quarterly and may meet 41 upon the call of the Chair.

42 5. An ex officio member of the Committee may designate a
43 person to represent the ex officio member at any meeting of the
44 Committee. The person designated may exercise all the duties,
45 rights and privileges of the member that the person represents.





1 6. The Committee may adopt rules and regulations for its 2 management. 3 Sec. 55. Chapter 242 of NRS is hereby amended by adding 4 thereto the provisions set forth as sections 56 and 57 of this act. 5 Sec. 56. "Chief" means the Chief of the Office of the Chief 6 Information Officer within the Office of the Governor. 7 "Office" means the Office of the Chief Information Sec. 57. 8 Officer within the Office of the Governor. 9 Sec. 58. NRS 242.011 is hereby amended to read as follows: As used in this chapter, unless the context otherwise 10 242.011 requires, the words and terms defined in NRS [242.013] 242.015 to 11 12 242.068, inclusive, have the meanings ascribed to them in those 13 sections. 14 Sec. 59. NRS 242.071 is hereby amended to read as follows: 15 242.071 1. The Legislature hereby determines and declares 16 that the creation of the **[Division of Enterprise Information**] 17 Technology Services of the Department of Administration] Office 18 of the Chief Information Officer within the Office of the Governor 19 is necessary for the coordinated, orderly and economical processing 20 of information in State Government, to ensure economical use of 21 information systems and to prevent the unnecessary proliferation of 22 equipment and personnel among the various state agencies. 23 2. The purposes of the **[Division]** Office are: 24 (a) To perform information services for state agencies. 25 (b) To provide technical advice but not administrative control of 26 the information systems within the state agencies and, as authorized, 27 of local governmental agencies. 28 **Sec. 60.** NRS 242.080 is hereby amended to read as follows: 29 242.080 1. The [Division of Enterprise Information Technology Services of the Department] Office of the Chief 30 Information Officer is hereby created H within the Office of the 31 32 Governor. 33 2. The Division *Office* consists of the [Administrator] *Chief* 34 and the: 35 (a) Enterprise Application Services Unit. 36 (b) Communication and Computing Unit. 37 (c) Office of Information Security. 38 [3. A Communications Group and a Telecommunications Group are hereby created within the Communication and 39 40 Computing Unit of the Division.] 41 (d) Other units, groups, divisions or departments deemed 42 necessary by the Chief to the extent such functions are supported 43 by the appropriations allocated to the functions of the Office.





Sec. 61. NRS 242.101 is hereby amended to read as follows:

2 242.101 The [Administrator] Chief Information Officer 1. 3 shall:

(a) Appoint [the] a Deputy Chief of the Office of Information 4 5 Security who is in the classified service of the State;

6 (b) Administer the provisions of this chapter and other 7 provisions of law relating to the duties of the [Division;] Office of 8 the Chief Information Officer;

9 (c) Employ, within the limits of the approved budget of the Office, such other staff as is necessary for the performance of the 10 11 *duties of the Office;* and

12 (d) Carry out other duties and exercise other powers 13 specified by law.

14 2. The [Administrator] *Chief* may form committees to establish 15 standards and determine criteria for evaluation of policies relating to 16 informational services. 17

**Sec. 62.** NRS 242.111 is hereby amended to read as follows:

The [Administrator] Chief shall adopt regulations 18 242.111 19 necessary for the administration of this chapter, including:

The policy for the information systems of the Executive 20 1. Branch of Government, excluding the Nevada System of Higher 21 22 Education and the Nevada Criminal Justice Information System, as 23 that policy relates, but is not limited, to such items as standards for 24 systems and programming and criteria for selection, location and 25 use of information systems to meet the requirements of state 26 agencies and officers at the least cost to the State;

27 The procedures of the **[Division]** Office in providing 2. 28 information services, which may include provision for the 29 performance, by an agency which uses the services or equipment of the [Division,] Office, of preliminary procedures, such as data 30 31 recording and verification, within the agency;

32 3. The effective administration of the [Division,] Office, 33 including, without limitation, security to prevent unauthorized access to information systems and plans for the recovery of systems 34 35 and applications after they have been disrupted;

36 The development of standards to ensure the security of the 4. 37 information systems of the Executive Branch of Government; and

38 5. Specifications and standards for the employment of all 39 personnel of the **Division.**] Office.

40 **Sec. 63.** NRS 242.115 is hereby amended to read as follows:

41 242.115 Except as otherwise provided in subsection 2, the 1. 42 [Administrator] Chief shall:

43 (a) Develop policies and standards for the information systems 44 of the Executive Branch of Government:



1



1 (b) Coordinate the development of a biennial state plan for the 2 information systems of the Executive Branch of Government;

3 (c) Develop guidelines to assist state agencies in the 4 development of short- and long-term plans for their information 5 systems; and

6 (d) Develop guidelines and procedures for the procurement and 7 maintenance of the information systems of the Executive Branch of 8 Government.

9 2. This section does not apply to the Nevada System of Higher 10 Education or the Nevada Criminal Justice Information System used 11 to provide support for the operations of law enforcement agencies in 12 this State.

13 Sec. 64. NRS 242.131 is hereby amended to read as follows:

14 242.131 1. The [Division] Office shall provide state agencies 15 and elected state officers with all their required design of 16 information systems. All agencies and officers must use those 17 services and equipment, except as otherwise provided in 18 subsection 2.

19 2. The following agencies may negotiate with the [Division] 20 *Office* for its services or the use of its equipment, subject to the 21 provisions of this chapter, and the [Division] *Office* shall provide 22 those services and the use of that equipment as may be mutually 23 agreed:

- 24 (a) The Court Administrator;
- 25 (b) The Department of Motor Vehicles;
- 26 (c) The Department of Public Safety;
- 27 (d) The Department of Transportation;

(e) The Employment Security Division of the Department ofEmployment, Training and Rehabilitation;

30 (f) The Department of Wildlife;

31 (g) The Housing Division of the Department of Business and 32 Industry;

- 33 (h) The Legislative Counsel Bureau;
- 34 (i) The State Controller;

(j) The Nevada Gaming Control Board and Nevada GamingCommission; and

(k) The Nevada System of Higher Education.

38 3. Any state agency or elected state officer who uses the 39 services of the [Division] Office and desires to withdraw 40 substantially from that use must apply to the [Administrator] Chief 41 for approval. The application must set forth justification for the 42 withdrawal. If the [Administrator] Chief denies the application, the 43 agency or officer must:

(a) If the Legislature is in regular or special session, obtain theapproval of the Legislature by concurrent resolution.



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1 (b) If the Legislature is not in regular or special session, obtain 2 the approval of the Interim Finance Committee. The [Administrator] 3 *Chief* shall, within 45 days after receipt of the application, forward the application together with his or her recommendation for 4 approval or denial to the Interim Finance Committee. The Interim 5 Finance Committee has 45 days after the application and 6 recommendation are submitted to its Secretary within which to 7 8 consider the application. Any application which is not considered by the Committee within the 45-day period shall be deemed approved. 9

4. If the demand for services or use of equipment exceeds the capability of the [Division] Office to provide them, the [Division] Office may contract with other agencies or independent contractors to furnish the required services or use of equipment and is responsible for the administration of the contracts.

15 **Sec. 65.** Chapter 284 of NRS is hereby amended by adding 16 thereto the provisions set forth as sections 66 and 67 of this act.

17 Sec. 66. 1. This chapter and the regulations adopted 18 pursuant thereto do not create or confer upon any state employee 19 a contractual right to employment.

20 2. Except as authorized by specific statute, an appointing 21 authority shall not execute any contract for employment with any 22 state employee.

23 Sec. 67. The Administrator shall develop and implement:

An audit function to review each appointing authority's
 processes and compliance with applicable policies, procedures and
 provisions of law relating to human resources.

27 2. A centralized job announcement system that streamlines 28 employment recruiting for all appointing authorities.

29 3. A centralized employment system that includes, without 30 limitation, a platform that all applicants may use to apply for state 31 employment.

Sec. 68. NRS 284.010 is hereby amended to read as follows:

284.010 1. The Legislature declares that the purpose of thischapter is:

(a) To provide all citizens a fair and equal opportunity for public
 service;

(b) To establish conditions of service which will attract officersand employees of character and ability;

39

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(c) To establish uniform job and salary classifications; and

40 (d) To increase the efficiency and economy of the agencies in 41 the Executive Department of the State Government by the 42 improvement of methods of [personnel] human resources 43 administration.





The Legislature declares that, in its considered judgment, the 1 2. 2 proper administration of the Executive Department of our State 3 Government requires the enactment of this chapter.

**Sec. 69.** NRS 284.015 is hereby amended to read as follows:

5 284.015 As used in this chapter, unless the context otherwise 6 requires:

7

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"Administrator" means the Administrator of the Division. 1.

8 2. "Commission" means the [Personnel] Human Resources 9 Commission.

10 3. "Disability," includes, but is not limited to, physical disability, intellectual disability and mental or emotional disorder. 11

12 4. "Division" means the Division of Human Resource 13 Management of the Department of Administration.

"Essential functions" has the meaning ascribed to it in 29 14 5. 15 C.F.R. § 1630.2.

"Marginalized identity" means an identity that causes or has 16 6. 17 historically caused a person of such an identity to be disproportionately subject to discrimination, harassment or other 18 negative treatment as a result of the identity. 19

20 7. "Protective hairstyle" includes, without limitation, hairstyles 21 such as natural hairstyles, afros, bantu knots, curls, braids, locks and 22 twists.

23 "Public service" means positions providing service for any 8. 24 office, department, board, commission, bureau, agency or institution 25 in the Executive Department of the State Government operating by 26 authority of the Constitution or law, and supported in whole or in 27 part by any public money, whether the money is received from the 28 Government of the United States or any branch or agency thereof, or 29 from private or any other sources.

"Race" includes traits associated with race, including, 30 9. 31 without limitation, hair texture and protective hairstyles. 32

10. "Veteran" means a person who:

33 (a) Was regularly enlisted, drafted, inducted or commissioned in 34 the:

(1) Armed Forces of the United States and was accepted for 35 and assigned to active duty in the Armed Forces of the United 36 37 States:

38 (2) National Guard or a reserve component of the Armed Forces of the United States and was accepted for and assigned to 39 40 duty for a minimum of 6 continuous years; or

(3) Commissioned Corps of the United States Public Health 41 42 Service or the Commissioned Corps of the National Oceanic and 43 Atmospheric Administration of the United States and served in the 44 capacity of a commissioned officer while on active duty in defense 45 of the United States: and





1 (b) Was separated from such service under conditions other than 2 dishonorable.

11. "Veteran with a service-connected disability" has the
meaning ascribed to it in NRS 338.13843 and includes a veteran
who is deemed to be a veteran with a service-connected disability
pursuant to NRS 417.0187.

7 Sec. 70. NRS 284.022 is hereby amended to read as follows:

8 284.022 The Division may include within the [Personnel] 9 Human Resources System all employees of any governmental 10 agency acquired for administration by the State.

Sec. 71. NRS 284.030 is hereby amended to read as follows:

12 284.030 1. There is hereby created in the Division a
 13 [Personnel] Human Resources Commission composed of five
 14 members appointed by the Governor.

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2. The Governor shall appoint:

(a) Three members who are representatives of the general public
and have a demonstrated interest in or knowledge of the principles
of public [personnel] human resources administration.

19 (b) One member who is a representative of labor and has a 20 background in [personnel] human resources administration.

(c) One member who is a representative of employers or
 managers and has a background in [personnel] human resources
 administration.

(d) An alternate member for each member appointed pursuant to
paragraphs (a), (b) and (c) to serve when the regular member is
unable to attend a meeting of the Commission.

Sec. 72. NRS 284.065 is hereby amended to read as follows:

28 284.065 1. The Commission has only such powers and duties 29 as are authorized by law.

30 2. In addition to the powers and duties set forth elsewhere in31 this chapter, the Commission shall:

32 (a) Âdvise the Administrator concerning the organization and33 administration of the Division.

(b) Report to the Governor on all matters which the Commission
 may deem pertinent to the Division and concerning any specific
 matters previously requested by the Governor.

37 (c) Advise and make recommendations to the Governor or the
 38 Legislature relative to the [personnel] human resources policy of
 39 the State.

40 (d) Adopt regulations to carry out the provisions of this chapter.

41 (e) Foster the interest of institutions of learning and of civic, 42 professional and employee organizations in the improvement of

43 [personnel] human resources standards in the state service.

(f) Review decisions of the Administrator in contested casesinvolving the classification or allocation of particular positions.





1 (g) Exercise any other advisory powers necessary or reasonably 2 implied within the provisions and purposes of this chapter.

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**Sec. 73.** NRS 284.073 is hereby amended to read as follows: 284.073 1. The Employee-Management Committee shall:

5 (a) Serve in an advisory capacity to the Governor, the 6 Commission and the Division with respect to all matters of 7 [personnel] human resources administration and relations between 8 management and employees.

9 (b) Receive, consider and make recommendations on matters 10 relating to [personnel] human resources administration, policy and 11 procedures.

12 (c) Provide a forum for the hearing of employees' suggestions, 13 complaints or disciplinary problems.

14 (d) Provide a means of communication for disseminating 15 information to employees regarding the [personnel] human 16 resources program.

(e) Except as otherwise provided in subsection 2, hold hearings,
when requested, and make final decisions for the adjustment of
grievances as provided by the regulations of the Commission.

20 2. The Committee shall not hold any hearing or make a final 21 decision for the adjustment of a grievance unless an equal number of 22 members appointed pursuant to paragraphs (a) and (b) of subsection 23 2 of NRS 284.068 attend the hearing and take part in making the 24 final decision.

**Sec. 74.** NRS 284.075 is hereby amended to read as follows:

26 284.075 The Administrator:

1. Shall not engage in any other gainful employment or occupation.

29 2. Must be selected with special reference to the person's 30 training, experience, capacity and interest in the field of [personnel] 31 *human resources* administration. The knowledge and abilities of 32 the person selected as the Administrator should include:

(a) A comprehensive knowledge of the principles and practices
 of [personnel] human resources administration.

35 (b) A working knowledge of job and salary classification 36 methods.

(c) An extensive knowledge of the organization and operations
 of state departments, agencies and institutions, and of statutes and
 regulations concerning government [personnel.] human resources.

40 (d) An extensive knowledge of principles of public organization 41 and administration.

42 (e) Administrative ability in the direction of staff analyses of 43 government salaries and positions, and in the maintenance of 44 effective working relationships with all state officials concerned 45 with [personnel.] *human resources*.





1 (f) Ability to organize and present clearly oral and written 2 reports of findings and recommendations.

3 Must have progressively responsible experience 3. in [personnel] human resources administration in an amount to be 4 5 determined by the Commission and have been graduated from an 6 accredited 4-year college or university, or have an equivalent combination of experience in [personnel] human resources 7 administration or training, substituting 2 years of experience for 1 8 9 vear of training.

10 Sec. 75. NRS 284.110 is hereby amended to read as follows:

11 284.110 1. The **[Personnel]** *Human Resources* Operating 12 Fund is hereby created as an internal service fund.

13 2. The Division may accept on behalf of the State any grant or 14 contribution, federal or otherwise, made to assist in meeting the 15 costs of carrying out the purposes of this chapter. All such grants 16 and contributions must be deposited with the State Treasurer to the 17 credit of the [Personnel] *Human Resources* Operating Fund.

18 3. All costs of administering the provisions of this chapter must 19 be paid out of the [Personnel] *Human Resources* Operating Fund 20 on claims in the same manner as other claims against the State are 21 paid.

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**Sec. 76.** NRS 284.115 is hereby amended to read as follows:

284.115 1. The Administrator shall:

24 (a) Maintain accurate records reflecting the costs of 25 administering the provisions of this chapter.

(b) In preparation for the budget for each biennium, determine,
on the basis of experience during the 2 preceding fiscal years, the
estimated cost of carrying out the functions of the Division for the 2
succeeding fiscal years, and inform each department, agency and
institution operating under the provisions of this chapter of that cost.

2. Each department, agency and institution shall include in its
budget for each of the 2 succeeding fiscal years an amount of money
equal to the cost estimated pursuant to subsection 1.

34 3. Except as otherwise provided in subsection 4, on July 1 of 35 each year each department, agency and institution shall pay to the 36 Administrator for deposit in the [Personnel] Human Resources 37 Operating Fund an assessment equal to the amount of money 38 appropriated to or authorized for that department, agency or 39 institution pursuant to its budget for the costs of [personnel] human 40 resources administration.

41 4. Any state department, agency or institution may pay the 42 assessment required by subsection 3 on a date or dates other than 43 July 1 if compliance with federal law or regulation so requires.

44 5. Changes in assessments are effective upon approval of the 45 Governor and the Interim Finance Committee.





1 Sec. 77. NRS 284.125 is hereby amended to read as follows:

2 284.125 When requested by the Governor, the Legislature, 1. 3 or their authorized representatives, the Administrator may:

(a) Investigate duplication of [personnel] human resources 4 5 work of departments, institutions and agencies in the Executive 6 Department of the State Government.

7 (b) Study the personnel organization and administration of those 8 departments, institutions and agencies.

9 (c) Formulate plans for better and more effective [personnel] 10 *human resources* management.

2. The Administrator shall prepare and report any [personnel] 11 12 *human resources* data or statistics which the Governor or the 13 Legislature may require.

14 3. The Administrator shall cooperate with the heads of 15 departments and agencies in making similar [personnel] human 16 *resources* studies in their respective departments and agencies.

Sec. 78. NRS 284.145 is hereby amended to read as follows:

18 284.145 Officers authorized by law to make appointments to 19 positions in the unclassified service and appointing officers of 20 departments or institutions whose employees are exempt from the 21 provisions of this chapter may make appointments from appropriate 22 [registers] pools of eligible persons maintained by the Division. 23 [without affecting the continuance of the names on the list.] 24

Sec. 79. NRS 284.150 is hereby amended to read as follows:

25 284.150 1. The classified service of the State of Nevada is 26 comprised of all positions in the public service now existing or 27 hereafter created which are:

(a) Lawfully designated as being in the classified service; and

29 (b) Filled [according to merit and fitness] from *the* eligible 30 [lists] pools of persons prepared by appointing authorities upon the basis of [examination, which must be open and competitive,] 31 32 evaluation by an appointing authority, except as otherwise provided in this chapter and NRS 209.161. 33

2. Except as otherwise provided in NRS 193.105, 209.161 and 34 35 416.070, a person must not be appointed, transferred, promoted, 36 demoted or discharged in the classified service in any manner or by 37 any means other than those prescribed in this chapter and the 38 regulations adopted in accordance therewith.

39 A person must not be discriminated against on account of 40 the person's religious *or political* opinions or affiliations, race, sex, 41 sexual orientation, gender identity or expression, age or disability.

42 Sec. 80. NRS 284.160 is hereby amended to read as follows:

43 284.160 1. The Administrator shall prepare, maintain and 44 revise as necessary a *master* classification plan for all positions in the classified service, based upon similarity of duties and 45



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1 responsibilities, so that the same qualifications may reasonably be 2 required for, and the same schedule of pay may be equitably applied

3 to, all positions in the same class.

4 2. The [duty of the Administrator to classify extends to all 5 offices, employments and positions held by persons who may 6 become members of the classified service under the provisions of 7 this chapter.] The Administrator shall review annually the 8 classification plan of each appointing authority using the audit 9 function developed and implemented pursuant to section 67 of this 10 act.

3. [The] Subject to the provisions of subsection 4, with the approval of the Administrator, an appointing authority may [, after consultation with the head of a department or agency,] make changes in the classification of positions within its agency whenever the [Administrator] the appointing authority deems it necessary for the efficiency of the public service.

4. The classification plan and changes therein are subject to
approval by the Commission, except that the Administrator, *at the request of an appointing authority*, may make a change in the
classification plan without the prior approval of the Commission if:

(a) The Administrator deems it necessary for the efficiency ofthe public service;

23 (b) The change is not proposed in conjunction with an 24 occupational study; and

(c) The Administrator, at least 20 working days before actingupon the proposed change:

(1) Provides written notice of the proposal to each member
of the Commission, to all departments and to any head of an
employees' organization who requests notice of such proposals; and

30 (2) Posts a written notice of the proposal in each of the 31 principal offices of the Division.

Any occupational study conducted by the Division in connection
with the preparation, maintenance or revision of the classification
plan must be approved by the Commission.

5. If no written objection to the proposed change to the classification plan is received by the Administrator before the date it is scheduled to be acted upon, the Administrator may effect the change. The Administrator shall report to the Commission any change in the classification plan made without its approval at the Commission's next succeeding regular meeting.

6. If a written objection is received before the date the
proposed change is scheduled to be acted upon, the Administrator
shall place the matter on the agenda of the Commission for
consideration at its next succeeding regular meeting.





- 30 -

1 Sec. 81. NRS 284.165 is hereby amended to read as follows:

2 284.165 1. As soon as practicable and after consultation with 3 [appointing authorities] *the Administrator* and principal supervisory 4 officials, [the Administrator] *an appointing authority* shall allocate 5 the position of every employee in the classified service *within its* 6 *agency* to one of the positions in the [position] the master 7 classification plan.

8 2. Any employee affected by the allocation of a position to a 9 grade or class or by a change in classification, after filing with the 10 [Administrator] appointing authority a written request for 11 reconsideration thereof, must be given a reasonable opportunity to 12 be heard thereon by the [Administrator.] appointing authority.

3. Any employee who is aggrieved by the [Administrator's] appointing authority's decision concerning an allocation or change in classification is entitled to have the decision reviewed by the Commission if the employee submits a written request to the Commission for such a review not later than 30 days after the [Administrator's] appointing authority's decision.

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Sec. 82. (Deleted by amendment.)

Sec. 83. NRS 284.180 is hereby amended to read as follows:

21 The Legislature declares that since uniform salary 284.180 1. 22 and wage rates and classifications are necessary for an effective and 23 efficient [personnel] human resources system, the pay plan must set 24 the official rates applicable to all positions in the classified service, 25 but the establishment of the pay plan in no way limits the authority 26 of the Legislature relative to budgeted appropriations for salary and 27 wage expenditures.

28 2. Credit for overtime work directed or approved by the head 29 of an agency or the representative of the head of the agency must be 30 earned at the rate of time and one-half, except for those employees 31 described in NRS 284.148.

32 3. Except as otherwise provided in subsections 4, 6, 7 and 9, 33 overtime is considered time worked in excess of:

- 34 (a) Eight hours in 1 calendar day;
- 35 (b) Eight hours in any 16-hour period; or
- 36 (c) A 40-hour week.

4. Firefighters who choose and are approved for a 24-hour shift shall be deemed to work an average of 56 hours per week and 2,912 hours per year, regardless of the actual number of hours worked or on paid leave during any biweekly pay period. A firefighter so assigned is entitled to receive 1/26 of the firefighter's annual salary for each biweekly pay period. In addition, overtime must be considered time worked in excess of:

44 (a) Twenty-four hours in one scheduled shift; or



1 (b) Fifty-three hours average per week during one work period 2 for those hours worked or on paid leave.

3  $\rightarrow$  The appointing authority shall designate annually the length of 4 the work period to be used in determining the work schedules for 5 such firefighters. In addition to the regular amount paid such a 6 firefighter for the deemed average of 56 hours per week, the firefighter is entitled to payment for the hours which comprise the 7 difference between the 56-hour average and the overtime threshold 8 of 53 hours average at a rate which will result in the equivalent of 9 10 overtime payment for those hours.

11 5. The Commission shall adopt regulations to carry out the 12 provisions of subsection 4.

6. For employees who choose and are approved for a variable
workday, overtime will be considered only after working 40 hours
in 1 week.

7. Employees who are eligible under the Fair Labor Standards Act of 1938, 29 U.S.C. §§ 201 et seq., to work a variable 80-hour work schedule within a biweekly pay period and who choose and are approved for such a work schedule will be considered eligible for overtime only after working 80 hours biweekly, except those eligible employees who are approved for overtime in excess of one scheduled shift of 8 or more hours per day.

8. An agency may experiment with innovative workweeks upon the approval of the head of the agency and after majority consent of the affected employees. The affected employees are eligible for overtime only after working 40 hours in a workweek.

9. This section does not supersede or conflict with existing contracts of employment for employees hired to work 24 hours a day in a home setting. Any future classification in which an employee will be required to work 24 hours a day in a home setting must be approved in advance by the Commission.

10. All overtime must be approved in advance by the appointing authority or the designee of the appointing authority. No officer or employee, other than a director of a department or the chair of a board, commission or similar body, may authorize overtime for himself or herself. The chair of a board, commission or similar body must approve in advance all overtime worked by members of the board, commission or similar body.

11. The Division shall prepare and submit quarterly to the
Budget Division of the Office of Finance a report regarding all
overtime worked by employees of the Executive Department in the
quarter. The Budget Division shall:

43 (a) Review the report and analyze the overtime reported; and

44 (b) Transmit quarterly to the State Board of Examiners the 45 report and the analysis of the Budget Division regarding the report.





1 12. A state employee is entitled to his or her normal rate of pay 2 for working on a legal holiday unless the employee is entitled to 3 payment for overtime pursuant to this section and the regulations 4 adopted pursuant thereto. This payment is in addition to any 5 payment provided for by regulation for a legal holiday.

6 Sec. 84. NRS 284.205 is hereby amended to read as follows:

7 284.205 *1*. The Commission shall adopt regulations for [open 8 competitive examinations to test the relative fitness of] the 9 recruitment and evaluation of applicants [for the respective] to 10 establish pools of eligible persons and fill positions [.] in the 11 classified service.

12 2. Each appointing authority shall comply with the 13 regulations of the Commission when filling positions in the 14 classified service.

15 Sec. 85. NRS 284.210 is hereby amended to read as follows:

16 284.210 [1. All competitive examinations for] *In relation to* 17 positions in the classified service [must:

(a) Relate to those matters which fairly test the capacity and
 fitness of the persons examined to perform in an efficient manner
 the duties of the class in which employment is sought.

(b) Be open to all applicants who meet the reasonable standards
 or requirements fixed by the Administrator with regard to
 experience, character, age, education, physical condition and any
 other factors relating to the ability of the applicants to perform the

25 duties of the position with reasonable efficiency.
 26 <u>2. An examination may consist of:</u>

27 (a) An evaluation of the applicant's training and experience;

28 (b) A written examination;

29 -(c) An oral examination;

30 (d) An evaluation of the applicant's performance, such as the
 31 ability to operate successfully certain equipment; or

32 <u>(e) Any combination of paragraphs (a) to (d), inclusive.</u>

33 3. An examination may be conducted by using a center for
 34 assessment as defined by regulations adopted by the Commission.
 35 An employee of the department for which an examination is being
 36 held may not serve on the panel or score the examination.

37 <u>4. An oral examination given pursuant to this section must be:</u>

38 (a) Except as otherwise provided in subsection 5, conducted by

a panel of which no more than one third of the members are
 employed by the department in which a vacancy exists for the

41 position for which the examination is given.

42 (b) Recorded and maintained by the department for:

- 43 (1) Not less than 2 years after the date of the examination; or
- 44 (2) Until the final disposition of a charge of discrimination,





2 upon request.

3 - 5. Émployees of the department in which a vacancy exists may
 4 comprise more than one third of the members of the panel if:

5 (a) A member who is not such an employee is unable to serve on

6 the panel because of illness or an emergency;

- 7 (b) The department has more than 1,000 employees; and
- 8 (c) The department has two or more divisions that administer
- 9 separate and diverse programs and the employees of the department

10 on the panel are not employed by the same division.], each

11 appointing authority shall, consistent with the regulations adopted 12 by the Commission pursuant to NRS 284.205, recruit, evaluate,

12 by the Commission pursuant to TNRS 264,205, recruit, evaluate, 13 select, manage and promote employees through open competition 14 on the basis of knowledge, skills and ability and without regard to 15 an applicant's or employee's religious or political opinions or 16 affiliations, race, sex, sexual orientation, gender identity or

17 *expression, age or disability.* 

18 Sec. 86. NRS 284.240 is hereby amended to read as follows:

19 284.240 [The Administrator] An appointing authority may
20 refuse to [examine] evaluate an applicant or, after [examination,]
21 evaluation, may refuse to certify an eligible person who:

1. Lacks any of the preliminary requirements established for the [examination] *evaluation* for the position or employment for which the applicant or eligible person applies.

25 2. Submitted to a screening test administered pursuant to NRS 26 284.4066, the results of which indicated the presence of a controlled 27 substance, and the person did not provide the proof required by 28 NRS 284.4066.

3. Has been dismissed from the public service for delinquencyor misconduct.

4. Has made a false statement of any material fact.

5. Has, directly or indirectly, given, rendered or paid, or promised to give, render or pay, any money, service or other valuable thing to any person for, or on account of or in connection with, the <u>[examination,]</u> *evaluation*, appointment or proposed appointment of the applicant or <u>[eligible]</u> person.

37 6. Has practiced, or attempted to practice, any deception or 38 fraud in the application, certificate or <u>[examination]</u> *evaluation* of 39 the applicant or eligible person, or in securing the eligibility or 40 appointment of the applicant or eligible person.

41 Sec. 87. NRS 284.245 is hereby amended to read as follows:

42 284.245 1. When [the Administrator] an appointing
43 authority refuses to [examine] evaluate an applicant or, after an
44 [examination,] evaluation, refuses to certify [an eligible] a person,
45 the applicant or eligible person may request the [Administrator]



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- 33 -

*appointing authority* to furnish to the applicant or eligible person a
 statement of the reasons for the refusal to [examine] evaluate or the
 refusal to certify, as the case may be. The [Administrator]
 *appointing authority* shall furnish the statement upon request.

5 2. If [the Administrator] an appointing authority refuses to 6 [examine] evaluate an applicant or, after an [examination,] 7 *evaluation*, refuses to certify [an eligible] a person, the applicant or 8 eligible person may take an appeal to the Commission in accordance 9 with regulations adopted by the Commission. If the Commission finds that the [Administrator] appointing authority is in error in 10 refusing to [examine] evaluate an applicant or in refusing to certify 11 12 an eligible a person, the Commission shall order the 13 [Administrator] appointing authority to examine or certify, and the 14 [Administrator] *appointing authority* shall comply.

15 Sec. 88. NRS 284.250 is hereby amended to read as follows:

16 284.250 [1.] The Commission shall adopt regulations for the 17 establishment of [eligible lists] *pools of eligible persons by an* 18 *appointing authority* for appointment and promotion [which must 19 contain the names of successful applicants in the order of their 20 relative excellence in the respective examinations.

21 2. The term of eligibility of applicants on such lists is 1 year,
 22 but the term may be extended by the Administrator to a maximum
 23 of 3 years.] based on evaluations.

24

Sec. 89. NRS 284.253 is hereby amended to read as follows:

25 284.253 In establishing the **[lists]** pools of eligible persons, an 26 *appointing authority must allow* a preference [must be allowed] for 27 persons who reside in this State . [at the time the examination is 28 completed. Five points must be added to the passing grade achieved 29 on the examination.] For the purposes of this section, the person 30 examined must reside physically within the State. If any person is 31 absent from the State with the intention in good faith to return 32 without delay and continue the person's residence, the time of the 33 absence must not be considered in determining the fact of the 34 person's residence.

35 Sec. 90. NRS 284.254 is hereby amended to read as follows:

36 284.254 In establishing [lists] pools of eligible persons, an appointing authority must allow a preference [must be allowed] for each person in the classified service who has been separated from the service because the agency by which the person was employed was terminated pursuant to NRS 232B.100.

41 Sec. 91. NRS 284.255 is hereby amended to read as follows:

42 284.255 1. Appointments [must] may be made [from the
43 appropriate eligible list, but if no such list exists then the
44 Administrator may certify from such other list as the Administrator
45 deems the next most appropriate. A new and separate list must be





1 created for a stated position only when there is no satisfactory list.]

2 by an appointing authority only after pools of eligible persons are
3 established by the appointing authority through the recruitment

4 process.

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5 2. Unless otherwise provided by this chapter, no person may be 6 appointed or employed under any title not appropriate to the duties 7 performed.

Sec. 92. NRS 284.260 is hereby amended to read as follows:

9 284.260 [1.] In establishing the [lists] pools of eligible 10 persons, [the following preferences] an appointing authority must 11 [be allowed, except that if a person qualifies for more than one of 12 the followed except that if a person qualifies for more than one of

12 the following preferences, the person is not entitled to combine 13 preference points for each such qualifying preference but is entitled

- preference points for each such qualifying preference but is entitled
   to receive preference points for only one such qualifying preference
- 15 that is most beneficial to the person:

(a) For veterans, 10 points must be added to the passing grade
 achieved on the examination.

- 18 (b) For widows] give a preference to:
- 19 *1. Veterans.*

20 **2.** *Widows* and widowers of persons killed in the line of duty 21 while on active duty in the Armed Forces of the United States . [, 10 22 points must be added to the passing grade achieved on the 23 examination.

24 (c) For widows]

25 **3.** *Widows* and widowers of veterans . [, 5 points must be added to the passing grade achieved on the examination.

27 (d) For a] 28 4. A member of t

**4.** *A* member of the Nevada National Guard who submits a letter of recommendation from the commanding officer of the member's unit . [, 5 points must be added to the passing grade achieved on the examination.

32 <u>2. Any person qualifying for preference points pursuant to</u>
 33 subsection 1 is entitled to have the points applied to any open
 34 competitive or promotional examination in the classified service.]

35 Sec. 93. NRS 284.265 is hereby amended to read as follows:

284.265 1. Except as otherwise provided in NRS 284.305,
 appointing authorities shall [give notice to the Administrator of their
 intention to fill any vacancy in the classified service.

39 2. Except as otherwise provided in this subsection, within a
 40 reasonable time after the receipt of the notice, the Administrator
 41 shall certify from the list of eligible persons, appropriate for the
 42 grade and class in which the position is classified:

43 (a) The five names at the head thereof. If the competitive 44 examination for that position is scored to the nearest one-hundredth

44 of a point and there are more than five persons having the five





1 highest scores, the names of each of those persons must be so

2 certified.

(b) Unless otherwise included among the names certified 3

4 pursuant to paragraph (a), the name of any eligible person on the list

who is a veteran with a service connected disability. The appointing 5

6 authority shall interview for the position each veteran with a

service-connected disability who is so certified. 7

-3. If, pursuant to this chapter or the regulations adopted 8

pursuant thereto, the process for filling the] use the centralized 9

system established by the Administrator pursuant to section 67 of 10

*this act to obtain applicants for a* position in the classified service. 11

12 [is not governed by the provisions of subsection 2, the]

13

2. An appointing authority shall:

14 (a) Interview for the position each veteran with a service-15 connected disability who is a qualified applicant for the position; 16 and

17 (b) If there are veterans without a service-connected disability 18 who are qualified applicants for the position, interview for the 19 position a number of such veterans that is equal to at least 22 20 percent of the total number of qualified applicants interviewed for 21 the position or, if there is not a sufficient number to reach that 22 percentage, interview for the position each such veteran who is a 23 qualified applicant for the position. For the purpose of calculating 24 percentages pursuant to this paragraph, percentages that are not 25 whole numbers must be rounded to the next highest whole number. 26

**Sec. 94.** NRS 284.295 is hereby amended to read as follows:

27 284.295 1. Vacancies in positions must be filled, so far as 28 practicable, by promotion within a department or agency from 29 among persons holding positions in the classified service. 30 Promotions must be based upon merit and fitness, to be ascertained 31 in accordance with regulations adopted by the Commission. In such 32 regulations, the employee's efficiency, character, conduct and 33 length of service must all constitute factors. For the purposes of this subsection, a person employed by the Legislative Branch of 34 Government pursuant to subsection 7 of NRS 284.3775 shall be 35 36 deemed to hold the position the person held before the legislative 37 session.

38 2. Eligibility for promotion must be determined on 39 recommendation [of the appointing authority] and [certification] 40 *evaluation* by the [Administrator] *appointing authority* that the 41 employee meets the minimum requirements and demonstrates the 42 employee's qualifications in accordance with regulations adopted by 43 the Commission.

44 3. The Administrator may provide, in specific cases, for 45 competitive promotional [examinations] evaluations among




employees of departments other than that in which a particular vacancy in a higher classification may exist.

3 4. An advancement in rank or grade or an increase in salary 4 beyond the maximum fixed for the class constitutes a promotion.

Sec. 95. NRS 284.300 is hereby amended to read as follows:

6 284.300 1. The Commission shall adopt regulations requiring 7 that a promotional appointee who fails to attain permanent status in 8 the position to which the appointee was promoted, or who is dismissed for cause other than misconduct or delinquency on the 9 appointee's part from the position to which the appointee was 10 promoted, either during the probationary period or at the conclusion 11 12 thereof by reason of the failure of the appointing authority to file a 13 request for the appointee's continuance in the position, must be:

14 (a) Restored to the position from which the appointee was 15 promoted, if there is only one such position within the appointing 16 *authority*, unless the position has been filled by an employee with 17 greater seniority;

18 (b) Placed in a position other than the position from which the 19 appointee was promoted and for which a vacancy exists in the class 20 held immediately before the promotion **[;]**, if there is more than 21 one such position within the appointing authority; or

(c) If no position described in paragraph (a) or (b) exists:

23 (1) Appointed to a position for which a vacancy exists in a 24 class equal to or lower than the class held immediately before the 25 promotion; or 26

(2) Placed on an appropriate reemployment **list.** *pool.* 

27 Nothing contained in this section shall be construed to 2. 28 prevent any employee of the classified service from **competing for** 29 places upon lists of persons eligible] seeking eligibility for original 30 appointments.

**Sec. 96.** NRS 284.305 is hereby amended to read as follows:

32 284.305 1. Except as otherwise provided in subsection 2, positions in the classified service may be filled by an appointing 33 authority without [competition] competitive evaluation only as 34 provided in NRS 284.155, 284.300, 284.307, 284.309, 284.310, 35 284.315, 284.320, 284.325, 284.327, 284.330, 284.375 and 36 284.3775. 37

38 2. The Commission may adopt regulations which provide for 39 filling positions in the classified service without [competition] 40 *competitive evaluation* in cases involving:

41 (a) The appointment of a current employee with a disability to a 42 position at or below the grade of his or her position if the employee 43 becomes unable to perform the essential functions of his or her 44 position with or without reasonable accommodation;

45 (b) The demotion of a current employee;



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1 (c) The reemployment of a current or former employee who was 2 or will be adversely affected by layoff, military service, 3 reclassification or a permanent partial disability arising out of and in 4 the course of the employment of the current or former employee; or 5 (d) The reappointment of a current employee.

6

Sec. 97. NRS 284.309 is hereby amended to read as follows:

7 284.309 If a competitive [examination] evaluation is required 8 for a vacancy and fewer than five qualified applicants respond after 9 extensive efforts at recruitment, the [examination] evaluation by the 10 appointing authority may be waived . [and the Administrator may 11 submit the applications of the qualified applicants without 12 certification to the appointing authority for selection.]

13

Sec. 98. NRS 284.310 is hereby amended to read as follows:

14 284.310 1. Whenever there are urgent reasons for filling a 15 vacancy in any position in the classified service [and the 16 Administrator is unable to certify from any appropriate eligible list 17 for the vacancy, the Administrator], an appointing authority may 18 issue a provisional permit or certify a suitable person to fill the 19 vacancy provisionally only until a selection and appointment can be 10 made after competitive [examination.] evaluation.

21 2. No person may receive more than one provisional 22 appointment or serve more than 6 months in any 12-month period as 23 a provisional appointee.

24 3. A provisional appointee must meet the minimum
25 qualifications established for the [class of positions involved.]
26 position in the master classification plan.

27

**Sec. 99.** NRS 284.320 is hereby amended to read as follows:

28 284.320 1. In case of a vacancy in a position where peculiar 29 and exceptional qualifications of a scientific, professional or expert 30 character are required, and upon satisfactory evidence that for 31 specific reasons [competition] competitive evaluation in that case is 32 impracticable, and that the position can best be filled by the selection of some designated person of high and recognized 33 34 attainments in the required qualities, the Administrator may suspend 35 the requirements of [competition.] competitive evaluation.

2. The Administrator may suspend the requirements of competitive [examination] *evaluation* for positions requiring highly professional qualifications if past experience or current research indicates a difficulty in recruitment or if the qualifications include a license or certification.

41 3. Upon specific written justification by the appointing 42 authority, the Administrator may suspend the requirement of 43 competitive [examination] evaluation for a position where extreme 44 difficulty in recruitment has been experienced and extensive efforts





1 at recruitment have failed to produce five persons in the state service 2 who are qualified applicants for promotion to the position.

4. Except in the circumstances described in subsection 2, no suspension may be general in its application to any position.

Sec. 100. NRS 284.327 is hereby amended to read as follows:

6 284.327 1. Except as otherwise provided in subsection 4, if 7 an appointing authority has a position available and the position is 8 not required to be filled in another manner pursuant to this chapter, 9 to assist persons with disabilities certified by the Rehabilitation Division of the Department of Employment, Training and 10 Rehabilitation, the appointing authority shall, if possible, make a 11 12 temporary limited appointment of a certified person with a disability 13 for a period not to exceed 700 hours notwithstanding that the 14 position so filled is a continuing position.

15 2. A person with a disability who is certified by the 16 Rehabilitation Division must be placed [on] *in* the appropriate [list] 17 *pool* for which the person is eligible. Each such person must:

(a) Possess the training and skills necessary for the position forwhich the person is certified; and

20 (b) Be able to perform, with or without reasonable 21 accommodation, the essential functions of that position.

3. The Rehabilitation Division must be notified of an appointing authority's request for a list of eligibility on which the names of one or more certified persons with disabilities appear. [A temporary limited appointment of a certified person with a disability pursuant to this section constitutes the person's examination as required by NRS 284.215.]

28 4. An appointing authority shall not make a temporary limited 29 appointment of a certified person with a disability pursuant to this 30 section in any circumstance that the appointing authority determines 31 would create an actual or potential conflict of interest between the 32 certified person with the disability and the agency of the Executive 33 Department of the State Government in which the position exists. For the purposes of this subsection, the receipt of benefits by the 34 35 certified person with the disability from the agency of the Executive 36 Department of the State Government in which the position exists shall not be deemed to create an actual or potential conflict of 37 38 interest between the certified person with the disability and the 39 agency.

40 5. Each appointing authority shall ensure that there is at least 41 one person on the staff of the appointing authority who has training 42 concerning:

(a) Making a temporary limited appointment of a certifiedperson with a disability pursuant to this section; and



5



1 (b) The unique challenges a person with a disability faces in the 2 workplace.

3 The Commission shall adopt regulations to carry out the 6. 4 provisions of subsections 1 and 2.

5 7. This section does not deter or prevent appointing authorities 6 from employing:

7 (a) A person with a disability if the person is available and 8 eligible for permanent employment.

9 (b) A person with a disability who is employed pursuant to the provisions of subsection 1 in permanent employment if the person 10 qualifies for permanent employment before the termination of the 11 12 person's temporary limited appointment.

13 If a person appointed pursuant to this section is subsequently 8. 14 appointed to a permanent position during or after the 700-hour period, the 700 hours or portion thereof counts toward the 15 16 employee's probationary period. 17

**Sec. 101.** (Deleted by amendment.)

Sec. 102. NRS 284.3775 is hereby amended to read as 18 19 follows:

20 284.3775 1. Except as otherwise provided in this section, 21 employees of the Supreme Court, employees of the Court of 22 Appeals or employees in the unclassified service of the Executive 23 Branch of the Government of the State of Nevada who have served 24 for 4 consecutive months or more are entitled to transfer to a 25 position having similar duties and compensation in the classified 26 service of the State on the same basis as employees may transfer 27 within the classified service from a position under one appointing 28 authority to a position under another appointing authority.

29 2. An employee of the Legislative Branch of the Government 30 of the State of Nevada who has served for 4 consecutive months or more is entitled to transfer to: 31

32 (a) Any position in the classified service of the State having 33 similar duties and compensation; or

(b) Any other position in the classified service of the State for 34 which the employee is qualified, without regard to the duties and 35 36 compensation of the position.

37  $\rightarrow$  Except as otherwise provided in this subsection and subsection 6, 38 such an employee is entitled to transfer to such a position on the 39 same basis as employees may transfer within the classified service 40 from a position under one appointing authority to a position under 41 another appointing authority.

42 The benefit conferred by subsections 1 and 2 includes any 3. 43 [exemption from the taking of a competitive examination,] retention 44 of credits for annual and sick leave, and priority **[on]** in the **[lists]** 





1 *pools* of eligible persons to the extent that such privileges are 2 accorded to employees transferring within the classified service.

4. Except as otherwise provided in subsection 6, the benefits conferred by subsection 1 do not apply to an employee in the unclassified service who is the chief officer of a department or division.

7 5. Except as otherwise provided in this subsection and 8 subsection 6, a person may not transfer pursuant to subsection 1 to a 9 class composed of:

10 (a) Professionally qualified persons; or

11 (b) Officers and administrators who set broad policies and 12 exercise responsibility for the execution of those policies.

13  $\rightarrow$  A person may transfer to a class described in paragraph (a) or (b) 14 if that class is provided for pursuant to subsection 2 of 15 NRS 284.155.

16 6. The restrictions provided in subsections 4 and 5 do not apply 17 to:

18

(a) An employee of the Legislative Branch of Government; or

19 (b) An employee of the Supreme Court, an employee of the 20 Court of Appeals or an employee in the unclassified service of the 21 Executive Branch of Government whose appointment to that 22 position was immediately preceded by an appointment in the classified service, except that an employee described in this 23 24 paragraph may only transfer to a position in the classified service 25 that has duties and compensation that are similar either to the 26 employee's current position or to a position the employee previously 27 held in the classified service.

7. An employee in the classified service of the State who is
granted leave without pay to accept a position in the Legislative
Branch of Government during a regular or special session:

(a) Is entitled to be restored to the employee's previous position
in the classified service upon the completion of the legislative
session without loss of seniority or benefits. Seniority must be
calculated as if the employee had not taken the leave.

(b) Is eligible to fill vacancies in positions within the classified service to the extent that the employee would be eligible if the employee was not on leave from the employee's position in the classified service.

39 8. An employee of the Legislative Branch of the Government 40 of the State of Nevada who is employed at the conclusion of a 41 regular session of the Legislature and is eligible at that time 42 pursuant to subsection 2 to transfer to a position in the classified 43 service of the State may transfer to such a position on or before 44 November 1 following session notwithstanding the termination of



1 the employee's employment with the Legislative Branch of 2 Government before that date.

For the purposes of this section, the weekly compensation of 3 9. 4 an employee of the Legislative Branch of Government who is paid a 5 daily salary during a legislative session is seven times the daily 6 salary. 7

**Sec. 103.** NRS 284.380 is hereby amended to read as follows:

8 284.380 1. In accordance with regulations, an appointing 9 authority may lay off an employee in the classified service whenever the appointing authority deems it necessary by reason of 10 shortage of work or money or of the abolition of a position or of 11 12 other material changes in duties or organization.

13 2. Among other factors, an appointing authority shall consider, 14 in the manner provided by regulation, the status, seniority and 15 service rating of employees in determining the order of layoffs.

16 3. Within a reasonable time before the effective date of a 17 proposed layoff, the appointing authority shall give written notice 18 thereof to the Administrator. The Administrator shall make such 19 orders relating thereto as the Administrator considers necessary to 20 secure compliance with the regulations.

21 4. The name of every regular employee so laid off must be 22 placed **[on]** in an appropriate reemployment **[list.]** pool.

23 **Sec. 104.** (Deleted by amendment.)

24 Sec. 105. (Deleted by amendment.)

Sec. 106. (Deleted by amendment.) 25

26 **Sec. 107.** (Deleted by amendment.)

27 Sec. 108. (Deleted by amendment.)

28 Sec. 109. NRS 353.185 is hereby amended to read as follows:

29 353.185 The powers and duties of the Chief are:

30 To appraise the quantity and quality of services rendered by 31 each agency in the Executive Department of the State Government, 32 and the needs for such services and for any new services.

33 To develop plans for improvements and economies in organization and operation of the Executive Department, and to 34 35 install such plans as are approved by the respective heads of the 36 various agencies of the Executive Department, or as are directed to 37 be installed by the Governor or the Legislature.

38 3. To cooperate with the State Public Works Division of the 39 Department of Administration in developing comprehensive, longrange plans for capital improvements and the means for financing 40 41 them.

42 To devise and prescribe the forms for reports on the 4. 43 operations of the agencies in the Executive Department to be 44 required periodically from the several agencies in the Executive





1 Department, and to require the several agencies to make such 2 reports.

5. To prepare the executive budget report for the Governor's approval and submission to the Legislature.

5 6. To prepare a proposed budget for the Executive Department 6 of the State Government for the next 2 fiscal years, which must:

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(a) Present a complete financial plan for the next 2 fiscal years;

8 (b) Set forth all proposed expenditures for the administration, 9 operation and maintenance of the departments, institutions and 10 agencies of the Executive Department of the State Government, 11 including those operating on funds designated for specific purposes 12 by the Constitution or otherwise, which must include a separate 13 statement of:

14 (1) The anticipated expense, including personnel, for the 15 operation and maintenance of each capital improvement to be 16 constructed during the next 2 fiscal years and of each capital 17 improvement constructed on or after July 1, 1999, which is to be 18 used during those fiscal years or a future fiscal year; and

19 (2) The proposed source of funding for the operation and 20 maintenance of each capital improvement, including personnel, to 21 be constructed during the next 2 fiscal years;

(c) Set forth all charges for interest and debt redemption during
 the next 2 fiscal years;

(d) Set forth all expenditures for capital projects to be
undertaken and executed during the next 2 fiscal years, and which
must, to the extent practicable, provide that each capital project
which exceeds a cost of \$10,000,000 be scheduled to receive
funding for design and planning during one biennium and funding
for construction in the subsequent biennium; and

(e) Set forth the anticipated revenues of the State Government,
and any other additional means of financing the expenditures
proposed for the next 2 fiscal years.

7. To examine and approve work programs and allotments to
the several agencies in the Executive Department, and changes
therein [], *in accordance with NRS 353.220*.

8. To examine and approve statements and reports on the estimated future financial condition and the operations of the agencies in the Executive Department of the State Government and the several budgetary units that have been prepared by those agencies and budgetary units, before the reports are released to the Governor, to the Legislature or for publication.

42 9. To receive and deal with requests for information as to the 43 budgetary status and operations of the executive agencies of the 44 State Government.





10. 1 To prepare such statements of unit costs and other statistics 2 relating to cost as may be required from time to time, or requested 3 by the Governor or the Legislature.

4 To do and perform such other and further duties relative to 11. 5 the development and submission of an adequate proposed budget for 6 the Executive Department of the State Government of the State of 7 Nevada as the Governor may require. 8

Sec. 110. NRS 353.220 is hereby amended to read as follows:

9 353.220 1. The head of any department, institution or agency of the Executive Department of the State Government, whenever he 10 or she deems it necessary because of changed conditions, may 11 12 request the revision of the work program of his or her department, 13 institution or agency at any time during the fiscal year, and submit 14 the revised program to the Governor through the Chief with a 15 request for revision of the allotments for the remainder of that fiscal 16 vear.

17 2. Every request for revision must be submitted to the Chief on 18 the form and with supporting information as the Chief prescribes.

19 Before encumbering any appropriated or authorized money, 3. 20 every request for revision must be approved or disapproved in 21 writing by the Governor or the Chief, if the Governor has by written 22 instrument delegated this authority to the Chief.

23 Except as otherwise provided in subsection 8, whenever a 4. 24 request for the revision of a work program of a department, 25 institution or agency in an amount more than [\$30,000] \$75,000 26 would, when considered with all other changes in allotments for that 27 work program made pursuant to subsections 1, 2 and 3 and NRS 28 353.215, increase or decrease by  $\begin{bmatrix} 10 \\ 20 \end{bmatrix}$  percent or  $\begin{bmatrix} \$75,000 \\ 10 \end{bmatrix}$ 29 \$350,000 whichever is less, the expenditure level approved by the 30 Legislature for any of the allotments within the work program, the request must be approved as provided in subsection 5 before any 31 32 appropriated or authorized money may be encumbered for the 33 revision.

34 5. If a request for the revision of a work program requires 35 additional approval as provided in subsection 4 and:

36 (a) Is necessary because of an emergency as defined in NRS 37 353.263 or for the protection of life or property, the Governor shall 38 take reasonable and proper action to approve it and shall report the 39 action, and his or her reasons for determining that immediate action was necessary, to the Interim Finance Committee at its first meeting 40 41 after the action is taken. Action by the Governor pursuant to this 42 paragraph constitutes approval of the revision, and other provisions 43 of this chapter requiring approval before encumbering money for the 44 revision do not apply.





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1 (b) The Governor determines that the revision is necessary and 2 requires expeditious action, he or she may certify that the request 3 requires expeditious action by the Interim Finance Committee. 4 Whenever the Governor so certifies, the Interim Finance Committee 5 has 15 days after the request is submitted to its Secretary within 6 which to consider the revision. Any request for revision which is not 7 considered within the 15-day period shall be deemed approved.

8 (c) Does not qualify pursuant to paragraph (a) or (b), it must be 9 submitted to the Interim Finance Committee. The Interim Finance 10 Committee has 45 days after the request is submitted to its Secretary 11 within which to consider the revision. Any request which is not 12 considered within the 45-day period shall be deemed approved.

6. The Secretary shall place each request submitted pursuant to paragraph (b) or (c) of subsection 5 on the agenda of the next meeting of the Interim Finance Committee.

16 7. In acting upon a proposed revision of a work program, the 17 Interim Finance Committee shall consider, among other things:

(a) The need for the proposed revision; and

19 (b) The intent of the Legislature in approving the budget for the 20 present biennium and originally enacting the statutes which the 21 work program is designed to effectuate.

8. The provisions of subsection 4 do not apply to any requestfor the revision of a work program which is required:

(a) As a result of the acceptance of a gift or grant of property or
 services pursuant to subsection 5 of NRS 353.335; or

(b) To carry forward to a fiscal year, without a change in
purpose, the unexpended balance of any money authorized for
expenditure in the immediately preceding fiscal year.

29 Sec. 111. (Deleted by amendment.)

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Sec. 112. (Deleted by amendment.) Sec. 113. NRS 353.288 is hereby amended to read as follows:

32 353.288 1. The Account to Stabilize the Operation of the 33 State Government is hereby created in the State General Fund. 34 Except as otherwise provided in subsections 3 and 4, each year after 35 the close of the previous fiscal year and before the issuance of the 36 State Controller's annual report, the State Controller shall transfer 37 from the State General Fund to the Account to Stabilize the 38 Operation of the State Government:

(a) Forty percent of the unrestricted balance of the State General
Fund, as of the close of the previous fiscal year, which remains after
subtracting an amount equal to 7 percent of all appropriations made
from the State General Fund during that previous fiscal year for the
operation of all departments, institutions and agencies of State
Government and for the funding of schools; and





1 (b) Commencing with the fiscal year that begins on July 1, 2 2017, 1 percent of the total anticipated revenue for the fiscal year in 3 which the transfer will be made, as projected by the Economic 4 Forum for that fiscal year pursuant to paragraph (e) of subsection 1 5 of NRS 353.228 and as adjusted by any legislation enacted by the 6 Legislature that affects state revenue for that fiscal year.

7 2. Money transferred pursuant to subsection 1 to the Account 8 to Stabilize the Operation of the State Government is a continuing 9 appropriation solely for the purpose of authorizing the expenditure 10 of the transferred money for the purposes set forth in this section.

11 3. The balance in the Account to Stabilize the Operation of the 12 State Government must not exceed [20] 26 percent of the total of all 13 appropriations from the State General Fund for the operation of all 14 departments, institutions and agencies of the State Government and 15 for the funding of schools and authorized expenditures from the 16 State General Fund for the regulation of gaming for the fiscal year 17 in which that revenue will be transferred to the Account to Stabilize 18 the Operation of the State Government.

19 Except as otherwise provided in this subsection and NRS 4. 20 353.2735, beginning with the fiscal year that begins on July 1, 2003, 21 the State Controller shall, at the end of each quarter of a fiscal year, 22 transfer from the State General Fund to the Disaster Relief Account 23 created pursuant to NRS 353.2735 an amount equal to not more than 24 10 percent of the aggregate balance in the Account to Stabilize the Operation of the State Government during the previous quarter. The 25 26 State Controller shall not transfer more than \$500,000 for any 27 quarter pursuant to this subsection.

5. The Director of the Office of Finance in the Office of the Governor may submit a request to the State Board of Examiners to transfer money from the Account to Stabilize the Operation of the State Government to the State General Fund:

(a) If the total actual revenue of the State falls short by 5 percent
or more of the total anticipated revenue for the biennium in which
the transfer will be made, as determined by the Legislature, or the
Interim Finance Committee if the Legislature is not in session; or

(b) If the Legislature, or the Interim Finance Committee if the
Legislature is not in session, and the Governor declare that a fiscal
emergency exists.

39 The State Board of Examiners shall consider a request made 6. 40 pursuant to subsection 5 and shall, if it finds that a transfer should 41 be made, recommend the amount of the transfer to the Interim 42 Finance Committee for its independent evaluation and action. The 43 Finance Committee is not bound to follow Interim the recommendation of the State Board of Examiners. 44





1 7. If the Interim Finance Committee finds that a transfer 2 recommended by the State Board of Examiners should and may 3 lawfully be made, the Committee shall by resolution establish the 4 amount and direct the State Controller to transfer that amount to the 5 State General Fund. The State Controller shall thereupon make 6 the transfer.

7 8. In addition to the manner of allocation authorized pursuant 8 to subsections 5, 6 and 7, the money in the Account to Stabilize the 9 Operation of the State Government may be allocated directly by the 10 Legislature to be used for any other purpose.

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**Sec. 114.** NRS 353.335 is hereby amended to read as follows:

12 353.335 1. Except as otherwise provided in subsections 5 and 13 6, a state agency may accept any gift or grant of property or services 14 from any source only if it is included in an act of the Legislature 15 authorizing expenditures of nonappropriated money or, when it is 16 not so included, if it is approved as provided in subsection 2. 17

2. If:

(a) Any proposed gift or grant is necessary because of an 18 emergency as defined in NRS 353.263 or for the protection or 19 20 preservation of life or property, the Governor shall take reasonable 21 and proper action to accept it and shall report the action and his or 22 her reasons for determining that immediate action was necessary to 23 the Interim Finance Committee at its first meeting after the action is 24 taken. Action by the Governor pursuant to this paragraph constitutes 25 acceptance of the gift or grant, and other provisions of this chapter 26 requiring approval before acceptance do not apply.

27 (b) The Governor determines that any proposed gift or grant 28 would be forfeited if the State failed to accept it before the 29 expiration of the period prescribed in paragraph (c), the Governor 30 may declare that the proposed acceptance requires expeditious 31 action by the Interim Finance Committee. Whenever the Governor 32 so declares, the Interim Finance Committee has 15 days after the 33 proposal is submitted to its Secretary within which to approve or 34 deny the acceptance. Any proposed acceptance which is not 35 considered within the 15-day period shall be deemed approved.

(c) The proposed acceptance of any gift or grant does not qualify 36 37 pursuant to paragraph (a) or (b), it must be submitted to the Interim 38 Finance Committee. The Interim Finance Committee has 45 days 39 after the proposal is submitted to its Secretary within which to 40 consider acceptance. Any proposed acceptance which is not 41 considered within the 45-day period shall be deemed approved.

42 The Secretary shall place each request submitted to the 3. 43 Secretary pursuant to paragraph (b) or (c) of subsection 2 on the 44 agenda of the next meeting of the Interim Finance Committee.





1 4. In acting upon a proposed gift or grant, the Interim Finance 2 Committee shall consider, among other things:

3 (a) The need for the facility or service to be provided or 4 improved;

(b) Any present or future commitment required of the State;

(c) The extent of the program proposed; and

7 (d) The condition of the national economy, and any related fiscal 8 or monetary policies.

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5. A state agency may accept:

10 (a) Gifts, including grants from nongovernmental sources, not 11 exceeding [\$20,000] \$200,000 each in value; and

12 (b) Governmental grants not exceeding [\$150,000] \$200,000 13 each in value,

14  $\rightarrow$  if the gifts or grants are used for purposes which do not involve 15 the hiring of new employees and if the agency has the specific 16 approval of the Governor or, if the Governor delegates this power of 17 approval to the Chief of the Budget Division of the Office of 18 Finance, the specific approval of the Chief.

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6. This section does not apply to:

20 (a) The Nevada System of Higher Education;

(b) The Department of Health and Human Services while acting
as the state health planning and development agency pursuant to
paragraph (d) of subsection 2 of NRS 439A.081 or for donations,
gifts or grants to be disbursed pursuant to NRS 433.395 or 435.490;

(c) Legal services provided on a pro bono basis by an attorney
or law firm engaged in the private practice of law to the State of
Nevada or any officer, agency or employee in the Executive
Department of the State Government pursuant to a contract for legal
services entered into by or at the request of the Attorney General in
accordance with NRS 228.112 to 228.1127, inclusive;

31 (d) Artifacts donated to the Department of Tourism and Cultural
32 Affairs; [or]

(e) The initial \$250,000 received by the Department of Wildlife
pursuant to subsection 1 of NRS 501.3585 as a gift, donation,
bequest or devise, or combination thereof, for an unanticipated
emergency event, as defined in NRS 501.3585 [.]; or

37 (f) A gift or grant that will be deposited in a budget account
38 that consists of money which is not appropriated by or authorized
39 for expenditure by the Legislature.

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Sec. 115. (Deleted by amendment.)

**Sec. 116.** NRS 388.790 is hereby amended to read as follows:

42 388.790 1. The Commission on Educational Technology, 43 consisting of 2 members who serve ex officio and 11 members who 44 are appointed, is hereby created. The Superintendent of Public 45 Instruction and the [Administrator of the Division of Enterprise





1 Information Technology Services of the Department of

Administration] Chief of the Office of the Chief Information
 Officer within the Office of the Governor shall serve ex officio as
 nonvoting members of the Commission.

5 2. The Governor shall appoint the following voting members to 6 the Commission, at least two of whom must reside in a county 7 whose population is less than 100,000:

8 (a) One administrator in a public school who possesses 9 knowledge and experience in the general application of technology;

10 (b) One school teacher in a public elementary school who 11 possesses knowledge and experience in the use of educational 12 technology in the public schools;

13 (c) One school teacher in a public secondary school who 14 possesses knowledge and experience in the use of educational 15 technology in the public schools;

16 (d) One representative of public libraries who possesses 17 knowledge and experience in the general application of technology;

18 (e) One representative of the Nevada System of Higher 19 Education who possesses knowledge and experience in the use of 20 educational technology in institutions of higher education;

21 (f) One representative of the private sector who possesses 22 knowledge and experience in the use of technology; and

(g) One parent or legal guardian who possesses knowledge andexperience in the general application of technology.

25 3. The Majority Leader of the Senate shall appoint two voting 26 members to the Commission:

27 (a) One of whom is a member of the Senate; and

28 (b) One of whom is employed in the field of technology.

4. The Speaker of the Assembly shall appoint two votingmembers to the Commission:

(a) One of whom is a member of the Assembly; and

(b) One of whom is employed in the field of technology.

5. The Governor shall appoint a Chair among the voting members of the Commission.

6. After the initial terms, the term of each member of the 35 36 Commission is 2 years, commencing on January 1 of the year in 37 which the member is appointed and expiring on December 31 of the 38 immediately following year. A member shall continue to serve on 39 the Commission until his or her successor is appointed. Upon the 40 expiration of a term of a member, he or she may be reappointed if he 41 or she still possesses any requisite qualifications for appointment. 42 There is no limit on the number of terms that a member may serve.

7. The person or entity who appoints a member to the
Commission may remove that member if the member neglects his or
her duty or commits malfeasance in office, or for other just cause.



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1 Any vacancy in the membership of the Commission must be filled 2 for the remainder of the unexpired term in the same manner as the 3 original appointment.

4 8. The Commission shall hold at least four regular meetings 5 each year and may hold special meetings at the call of the Chair.

6 9. Members of the Commission who are not Legislators serve 7 without compensation, except that for each day or portion of a day 8 during which a member of the Commission attends a meeting of the 9 Commission or is otherwise engaged in the business of the 10 Commission, the member is entitled to receive the per diem 11 allowance and travel expenses provided for state officers and 12 employees generally.

13 10. For each day or portion of a day during which a member of 14 the Commission who is a Legislator attends a meeting of the 15 Commission or is otherwise engaged in the work of the 16 Commission, except during a regular or special session of 17 the Legislature, the Legislator 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 session;

20 (b) Per diem allowance provided for state officers and 21 employees generally; and

22 (c) Travel expenses provided pursuant to NRS 218A.655.

23 → The compensation, per diem allowances and travel expenses of
 24 the legislative members of the Commission must be paid from the
 25 Legislative Fund.

26 Sec. 117. (Deleted by amendment.)

27 Sec. 118. (Deleted by amendment.)

28 Sec. 119. (Deleted by amendment.)

29 Sec. 120. (Deleted by amendment.)

30 Sec. 121. NRS 408.55028 is hereby amended to read as 31 follows:

408.55028 1. The Telecommunications Advisory Council ishereby created.

2. The Council consists of seven members appointed by the Governor. The Governor shall appoint to the Council:

(a) One member from the Ôffice of Science, Innovation and
 Technology in the Office of the Governor;

38 (b) One member from the Department of Transportation;

39 (c) One member from the Department of Education;

40 (d) One member from the Nevada Office of Rural Health;

41 (e) One member from the Department of Public Safety;

42 (f) One member from the Nevada System of Higher Education; 43 and

44 (g) One member from the [Division of Enterprise Information 45 Technology Services of the Department of Administration.] Office





1 of the Chief Information Officer within the Office of the 2 Governor.

3 3. The member appointed from the Office of Science,
4 Innovation and Technology in the Office of the Governor shall serve
5 as the Chair of the Council.

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4. The Council shall meet as necessary at the call of the Chair.

7 5. The Director of the Office of Science, Innovation and
8 Technology in the Office of the Governor shall provide staff support
9 to the Council.

10 6. A majority of the members of the Council constitutes a 11 quorum for the transaction of business.

12 7. The members of the Council receive no compensation for 13 their services, but are entitled to be reimbursed for all travel and 14 other expenses actually and necessarily incurred by them in the 15 performance of their duties, within the limits of money available to 16 the Council.

17 8. The members of the Council may request assistance from 18 technical advisors as the Council deems necessary.

19 9. The Council shall:

(a) Provide information, advice, strategic plans, priorities and
 recommendations to assist the Department in administering access
 to rights-of-way to telecommunications providers for statewide
 telecommunications purposes;

(b) Assist the Department in valuing in-kind compensation
 pursuant to NRS 408.5501 to 408.55029, inclusive, and approve or
 deny any valuation thereof;

(c) Seek input from telecommunications providers and thepublic relating to broadband access;

(d) Coordinate and exchange information with other entities of
 this State and its political subdivisions relating to technology and
 telecommunications;

(e) Approve or deny any agreement between the Department and
 a telecommunications provider proposed pursuant to NRS 408.5502,
 if the Council finds that the agreement is competitively neutral and

35 nondiscriminatory; and

36 (f) Provide other assistance as requested by the Department.

- 37 Sec. 122. (Deleted by amendment.)
- 38 Sec. 123. (Deleted by amendment.)
- 39 Sec. 124. (Deleted by amendment.)
- 40 Sec. 125. (Deleted by amendment.)
- 41 Sec. 126. (Deleted by amendment.)
- 42 Sec. 127. (Deleted by amendment.)
- 43 Sec. 128. (Deleted by amendment.)
- 44 Sec. 129. (Deleted by amendment.)





1 Sec. 130. NRS 603A.217 is hereby amended to read as 2 follows:

3 603A.217 Upon receipt of a well-founded petition, the Office

4 of [Information Security of the Division of Enterprise Information

5 Technology Services of the Department of Administration] the

6 Chief Information Officer within the Office of the Governor may,

7 pursuant to chapter 233B of NRS, adopt regulations which identify 8 alternative methods or technologies which may be used to encrypt

9 data pursuant to NRS 603A.215.

10 Sec. 131. (Deleted by amendment.)

11 Sec. 132. (Deleted by amendment.)

12 Sec. 133. (Deleted by amendment.)

- 13 Sec. 134. (Deleted by amendment.)
- 14 Sec. 135. (Deleted by amendment.)

15 Sec. 136. (Deleted by amendment.)

16 Sec. 137. (Deleted by amendment.)

17 Sec. 138. (Deleted by amendment.)

18 Sec. 139. (Deleted by amendment.)

19 Sec. 140. (Deleted by amendment.)

20 Sec. 141. (Deleted by amendment.)

21 **Sec. 141.5.** 1. There is hereby appropriated from the State 22 General Fund to the Governor for salaries of staff and employees of 23 the Office of the Governor for the following sums:

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- 25

26 Any balance of the sums appropriated by subsection 1 2. 27 remaining at the end of the respective fiscal years must not be 28 committed for expenditure after June 30 of the respective fiscal 29 years by the entity to which the appropriation is made or any entity 30 to which money from the appropriation is granted or otherwise 31 transferred in any manner, and any portion of the appropriated 32 money remaining must not be spent for any purpose after September 20, 2024, and September 19, 2025, respectively, by 33 either the entity to which the money was appropriated or the entity 34 to which the money was subsequently granted or transferred, and 35 36 must be reverted to the State General Fund on or before September 20, 2024, and September 19, 2025, respectively. 37

**Sec. 141.7.** The State Controller shall transfer from the State General Fund to the Account to Stabilize the Operation of the State Government created by NRS 353.288 the sum of \$269,550,063.

41 **Sec. 142.** The amendatory provisions of this act do not apply 42 to a collective bargaining agreement entered into before July 1, 43 2023, but do apply to any renewal or extension of such contract.

44 **Sec. 143.** The Legislative Counsel shall:



1 1. In preparing the reprint and supplements to the Nevada 2 Revised Statutes, appropriately change any references to an officer, 3 agency or other entity whose name is changed or whose 4 responsibilities are transferred pursuant to the provisions of this act 5 to refer to the appropriate officer, agency or other entity.

6 2. In preparing supplements to the Nevada Administrative 7 Code, appropriately change any references to an officer, agency or 8 other entity whose name is changed or whose responsibilities are 9 transferred pursuant to the provisions of this act to refer to the 10 appropriate officer, agency or other entity.

**Sec. 144.** 1. Any administrative regulations adopted by an officer or an agency whose name has been changed or whose responsibilities have been transferred pursuant to the provisions of this act to another officer or agency remain in force until amended by the officer or agency to which the responsibility for the adoption of the regulations has been transferred.

17 Any contracts or other agreements entered into by an officer 2. or agency whose name has been changed or whose responsibilities 18 19 have been transferred pursuant to the provisions of this act to 20 another officer or agency are binding upon the officer or agency to 21 which the responsibility for the administration of the provisions of 22 the contract or other agreement has been transferred. Such contracts 23 and other agreements may be enforced by the officer or agency to 24 which the responsibility for the enforcement of the provisions of the 25 contract or other agreement has been transferred.

3. Any action taken by an officer or agency whose name has been changed or whose responsibilities have been transferred pursuant to the provisions of this act to another officer or agency remains in effect as if taken by the officer or agency to which the responsibility for the enforcement of such actions has been transferred.

32 Sec. 145. The provisions of subsection 1 of NRS 218D.380 do 33 not apply to any provision of this act which adds or revises a 34 requirement to submit a report to the Legislature.

35 **Sec. 146.** NRS 284.172, 284.215, 284.220, 284.230 and 36 284.235 are hereby repealed.

37 Sec. 147. 1. This section and sections 113 and 141.7 of this 38 act become effective upon passage and approval.

2. Sections 1 to 112, inclusive, 114 to 141.5, inclusive, and 142 to 146, inclusive, of this act become effective on July 1, 2023.





## LEADLINES OF REPEALED SECTIONS

284.172 List of positions in classified service primarily performing data processing; approval of new position or reclassification to position on list.

284.215 Examination of persons with disabilities.

284.220 Certificates of general or special qualifications.

284.230 Time and place of holding examination; use of public buildings.

284.235 Designation of persons to assist in examinations.



