## PROPOSED REGULATION OF THE STATE SEALER OF CONSUMER EQUITABILITY

## LCB FILE NO. R027-21I

The following document is the initial draft regulation proposed by the agency submitted on 07/28/2021

## PROPOSED PERMANENT REGULATION OF THE STATE SEALER OF CONSUMER EQUITABILITY

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

AUTHORITY: §1 Section 4 of Senate Bill 400 of the 81st Session of the Nevada Legislature

PURPOSE: To implement the provision of Senate Bill 400 of the 81<sup>st</sup> Legislative Session requiring the State Sealer of Consumer Equitability to adopt regulations establishing a schedule of civil penalties for the commission of certain unlawful acts relating to petroleum products.

- **Section 1.** Chapter 590 of NAC is hereby amended by adding thereto by adding thereto a new section to read as follows:
- 1. Any person who violates a provision of NRS 590.010 to 590.150, inclusive, shall be subject to the following civil penalties:
- (a) Except as otherwise provided in subsection 2, for a first offense, not less than \$25 and not more than \$100.
  - (b) For a second offense, not less than \$50 and not more \$500.
  - (c) For a third offense or subsequent offense, not less than \$100 and not more than \$1,000.
- 2. If the Division of Consumer Equitability of the State Department of Agriculture determines that a first offense was unintentional, the Division will issue a notice of warning in writing to the person without imposing a civil penalty if the person takes action to remedy the violation. The notice of warning must be in writing and set forth:
  - (a) The statute that was violated;
  - (b) The action necessary to remedy the violation; and
- (c) The date by which the person must take action to remedy the violation before a civil penalty will be imposed.
- The failure to take action by the date set forth in the notice of warning constitutes a second

## offense subject to a civil penalty set forth in this section.

**Sec. 2.** This section and section 1 of this regulation become effective on the date on which this regulation is filed by the Legislative Counsel with the Secretary of State.