

SENATE BILL NO. 3—COMMITTEE ON GOVERNMENT AFFAIRS

(ON BEHALF OF THE CITY OF NORTH LAS VEGAS)

PREFILED SEPTEMBER 26, 2024

Referred to Committee on Government Affairs

SUMMARY—Revises provisions relating to public contracts. (BDR 27-431)

FISCAL NOTE: Effect on Local Government: No. Effect on the State: No.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to governmental purchasing; eliminating the prohibition against a local government entering into certain contracts pursuant to a solicitation by certain other governmental entities or cooperative purchasing organizations if a contractor’s license is required for any portion of the work to be performed; and providing other matters properly relating thereto.

Legislative Counsel’s Digest:

Existing law prohibits a local government from entering into a contract pursuant to a solicitation by certain other governmental entities located within this State or another state or a cooperative purchasing organization if a contractor’s license is required for any portion of the work to be performed under the contract. (NRS 332.195) This bill removes the prohibition against local governments entering into such contracts.

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

Section 1. NRS 332.195 is hereby amended to read as follows: 332.195 1. ~~Except as otherwise provided in this section, a~~ A governing body or its authorized representative may enter into a contract pursuant to a solicitation by: (a) A governmental entity located within or outside this State with the authorization of the contracting vendor. The originally



1 contracting local government is not liable for the obligations of the
2 governmental entity which enters into a contract in response to the
3 solicitation in accordance with this paragraph.

4 (b) The State of Nevada or another state with the authorization
5 of the contracting vendor. The State of Nevada or other state is not
6 liable for the obligations of the local government which enters into a
7 contract in response to the solicitation in accordance with this
8 paragraph.

9 (c) A cooperative purchasing organization. A cooperative
10 purchasing organization is not liable for the obligations of the local
11 government which enters into a contract in response to the
12 solicitation in accordance with this paragraph.

13 2. ~~[A governing body or its authorized representative shall not~~
14 ~~enter into a contract pursuant to this section if a contractor's license~~
15 ~~issued pursuant to chapter 624 of NRS is required for any portion of~~
16 ~~the work to be performed under the contract.~~

17 —3.] As used in this section, “cooperative purchasing
18 organization” means an organization that implements a cooperative
19 arrangement to agree to aggregate demand on behalf of public
20 entities for the purpose of obtaining lower prices from certain
21 suppliers to reduce the costs of procurement.

