NEVADA CORPORATE ACCOUNTABILITY & PROFITEERING ACT (NCAPA)

AN ACT

Relating to the use of public funds; prohibiting political nonprofits and advocacy organizations from using taxpayer-funded grants or contracts for executive enrichment or campaign-adjacent activities; requiring transparency for organizations that receive public money; banning revolving-door influence between state agencies and PAC-affiliated organizations; establishing enforcement penalties and disclosure requirements; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA DO ENACT AS FOLLOWS:

Section 1. Short Title

This Act shall be known and may be cited as the **Nevada Corporate Accountability & Profiteering Act (NCAPA)**.

Section 2. Purpose

To prevent the misuse of taxpayer dollars by political nonprofits, PAC-affiliated organizations, and "advocacy contractors" that exploit Nevada's public funding systems for personal enrichment, political gain, or ideological influence without transparency or consent from the public.

Section 3. Definitions

- 1. "Public Funds" includes any state, county, municipal, or school district money derived from taxes, fees, grants, or appropriations.
- 2. "Nonprofit Organization" means any 501(c)(3), 501(c)(4), or similar entity that receives public funds for services, programs, or partnerships.

- 3. "Advocacy Organization" includes any nonprofit or vendor that engages in public messaging, policy promotion, media campaigns, consulting, or civic training.
- 4. **"PAC Affiliation"** means any direct or indirect relationship with a registered political action committee, including shared leadership, cross-funding, endorsements, or coordination.

Section 4. Prohibited Conduct

- 1. No nonprofit or advocacy organization receiving public funds in Nevada may:
 - o Pay executive bonuses, commissions, or incentives with taxpayer dollars;
 - Employ individuals currently or recently (within the past 3 years) affiliated with a PAC, campaign, or candidate;
 - Sponsor or run any election-related ads, educational campaigns, get-out-the-vote drives, or issue-based advocacy campaigns using public money.
- 2. No public agency or school district may:
 - Award contracts or grants to nonprofits that have unresolved IRS violations or prior violations of this Act;
 - Fund organizations with political affiliations or campaign endorsements unless full public disclosure has been made.

Section 5. Transparency and Public Disclosure

- 1. All nonprofits and advocacy orgs receiving public funds must file an annual **Nevada Public Fund Disclosure Report**, including:
 - Salaries and bonuses paid to executives, consultants, and staff;
 - Names of board members and any political affiliations;
 - All media, advertising, and outreach campaigns paid for with public money;

- Confirmation of non-involvement with any PAC, campaign, or electioneering activity.
- 2. These reports must be posted to a publicly accessible registry maintained by the **Nevada Contracts Integrity Office**, established by this Act.

Section 6. Enforcement and Penalties

- 1. Any entity found to be in violation of this Act shall:
 - Be subject to fines up to \$250,000 per violation;
 - Be disqualified from receiving state or public contracts for 5 to 10 years;
 - Be listed publicly in the Nevada Ineligible Contractor Registry.
- 2. State officials who knowingly authorize illegal disbursement of public funds may be held personally liable and referred to the Attorney General for investigation.

Section 7. Whistleblower Protections

Whistleblowers who expose violations of this Act may file claims with the Nevada Contracts Integrity Office and shall be eligible for rewards up to **\$50,000**, plus protection from retaliation.

Section 8. Severability

If any section of this Act is held invalid, all remaining sections shall remain in full effect.

Section 9. Effective Date

This Act becomes effective on January 1, 2026.

200-Word Summary of Effect (NCAPA)

This initiative prohibits nonprofit and advocacy organizations that receive taxpayer-funded contracts or grants in Nevada from using those funds for personal enrichment, political influence, or election-related activities. It bans the use of public money for executive bonuses, advertising campaigns, partisan messaging, or staff with PAC affiliations.

The measure requires any nonprofit or public contractor receiving funds to disclose executive salaries, campaign affiliations, and all activities performed using state money. A new public reporting system will be created — the Nevada Public Fund Disclosure Registry — and any organization found violating these provisions may be fined up to \$250,000 and disqualified from future contracts.

The law further prohibits state agencies, school districts, or local governments from funding advocacy organizations that engage in partisan messaging or have unresolved financial violations. Whistleblowers are protected and may be eligible for a reward of up to \$50,000.

This initiative becomes effective on January 1, 2026. It ensures that Nevada taxpayer money is not quietly funneled into advocacy or political systems without oversight and holds all recipients of public money to a new standard of transparency and accountability.