

The meeting was called to order at 8: a.m. Senator Floyd R. Lamb was in the Chair.

PRESENT: Senator Floyd R. Lamb, Chairman
Senator James I. Gibson, Vice Chairman
Senator Eugene V. Echols
Senator Thomas R. C. Wilson
Senator Lawrence E. Jacobsen
Senator Norman D. Glaser
Senator Clifford E. McCorkle

OTHERS: Mr. Ronald W. Sparks, Chief Fiscal Analyst
Mr. Eugene R. Pieretti, Deputy Fiscal Analyst
Mr. Howard Barrett, Budget Director
Mr. John Buchanan, Director of Economic Development
Mr. Ed Fike, President, Nevada Development Authority
Mr. Tim Carlson, Nevada Development Authority
Ms. C. J. Hadley, Editor, Nevada Magazine
Ms. Carol Hawks, Nevada's Alternate to 4-Corners Region
Mr. Roger Trounday, Gaming Control Board
Mr. Jack Stratton, Gaming Control Board
Mr. Richard Bunker, Gaming Control Board
Mr. Michael A. de la Torre, Director, Law Enforcement Assistance Agency
Mr. Vern Calhoun, Chief of Investigation of Narcotics
Mr. John Compston, Law Enforcement Assistance Agency
Mr. Harry Lipparelli, Law Enforcement Assistance Agency
Mr. David Humke, Coordinator for Crime Prevention

NEVADA DEPARTMENT OF ECONOMIC DEVELOPMENT

Mr. John Buchanan, Director of the Department of Economic Development, stated the DED was established in 1955 to advertise, publicize, and promote the development of tourism in Nevada. The Department's program for the next biennium will continue to emphasize activities in the areas of international trade. The only increase in general budget categories is in salaries. The Department's budget for the current biennium is \$961,743. The Governor's recommended budget for the next biennium is \$852,669.

Senator Gibson asked Mr. Buchanan if the totals he was referring to included the money given for distribution to the local units. Mr. Buchanan said no, that was a special \$200 thousand appropriation. Senator Echols asked for a breakdown of the \$200 thousand. He asked if it was all used. Mr. Buchanan replied yes and he will provide the committee with a breakdown.

Mr. Buchanan presented Ed Fike and Tim Carlson of the Nevada Development Authority to give a presentation on their request for the next biennium.

Ed Fike, the President of the Nevada Development Authority, requested consideration of the Senate Finance Committee of raising the budget on a more competitive basis with other states to at least a funding level of \$1.3 million for the biennium and that a certain portion of this funding go to the benefit of Nevada Development Authority. Mr. Fike introduced Tim Carlson of the Nevada Development Authority to give a background to the committee on who they are.

(See Attachment A)

Mr. Carlson told the Committee that the \$1.3 million that they respectfully request the department to be funded for the biennium is about a \$55,000 increase, and with that he would like to request consideration of \$300,000 of which \$150,000 would be funneled to the Nevada Development Authority.

Senator Wilson asked if today or some time for his staff to provide the Committee with an operating budget, so the Committee can see how you propose to expend, just not the \$300,000 request but your total budget. Mr. Fike mentioned that Ways and Means requested a similar document. The emphasis on that report would be on personnel. The department knows, as a result of talking to our competing states, there is no substitute now that we do have the sales tool, advertising, PR, etc. for person to person contact, which will involve little more traveling, and that is also a little more expensive. They also feel they need a Los Angeles office. Mr. Fike said there was nothing sacred about the \$1.3 million. We felt that was a fairly modest increase. The only other thing that they are suggesting to the Committee is that with this kind of investment we can prove to you that it can be done and it will be done. Of course, any funds they receive would be supported with documentation as to how every penny of it is to be used.

NEVADA MAGAZINE (See Attachment B)

C. J. Hadley, Editor of the Nevada Magazine, stated the purpose of the magazine, is to promote tourist travel in and throughout the State. She said the magazine is currently published quarterly and is self-supporting. She said Nevada Magazine has been in existence 43 years and has been a loser 42. As a quarterly publication it is in the black. It was in 1975 that the magazine became self-supportive. In order to change from a \$1.8 million loser into a winner we had to cut costs, cut positions, do an enormous amount of promotions...telephone solicitation, write mail, public appearances. Ten years ago revenues were \$47 thousand and expenses totaled \$175,000. Six years later the revenues were \$90,000 and expenditures were \$240,000. Last year the revenues were \$190,000 and because of the \$50,000 appropriation from the last legislature we were actually ahead by \$27,000. This fiscal year the revenue picture looks real good. In advertising sales we expected \$232,900. As of January 19 we had already deposited in the bank \$25,800. We have accounts receivable of \$19,500. We'll be \$13,000 over the budget for this year. Subscription this fiscal year were projected to be \$88,000. After six and one-half months we have already put \$81,000 in the bank. We have five and one-half months to go. We are going to be way over in subscriptions. With the 1979 Calendars we expect to deposit \$27,750. As of two weeks ago we were \$3.00 short of that goal. The Nevada Calendar in 1978 was the first calendar in 8 years to ever make the profit. This year it will make a very healthy profit. During 1978 we sent out 79,484 pieces of direct mail promotion from which we gained 3,040 subscriptions and \$12,681. We sent out 67,000 coupons in the mail and from that we earned \$4,000 and gained 1,006 subscribers. We had telephone soliciting campaigns particularly in Clark County from August through Christmas for a special Christmas offer. From that \$34,461 was earned. Nevada Magazine tries to go seasonal so the tourists can plan their vacations better. A quarterly magazine is the most uneconomical way to go. Publishing industries and professionals think it's a joke. There are many reasons why 6 issues would be better than 4.

Senator McCorkle remarked that Ms. Hadley is ready to tackle the Tiger. I've spent a lot of time thinking of this. I really like Ms. Hadley's attitude. She's in a position where she has already performed, and she's saying to us, "Give me this money and I'm going to make it self-sustaining. There aren't a lot of departments

around that has a record like she has or is able to back up a statement like that. I say that she should be given some credit here. Senator Wilson added the same observation. I think she's done a good job. I think this is the best part of the Department of Economic Development. Senator Jacobsen added he liked this gal for the record also.

FOUR CORNERS (See Attachment C)

Senator Lamb remarked he did not like the budget of the Four-Corners Regional Commission, and asked Ms. Carol Hawks to return later with a prepared budget that the Committee can look at. We want to know where this money is being spent.

GAMING CONTROL BOARD (See Budget Page 598 and 607)

Roger Trounday, Chairman of the Gaming Control Board introduced other members and employees of the Board, Jack Stratton, Richard Bunker, Don Simmons and Harlan Elges.

The budget I have before you today recommends 87 new positions for gaming control. They are broken down in the following way: We currently have in the audit division 58 professional people and the budget recommends 22 additional people over the next biennium, 14 the first year and 8 the second year. These are the auditors who go in and do audits of all the major licensees, as well as the internal controls to see if they are handling the money on a day to day basis in a manner in which is prescribed through their internal controls which are very complicated systems. What we would like to do is a complete audit on each of our major licensees at least once every other year. The Enforcement Division currently has 29 professionals. We are asking for 25 new people in the next biennium, 20 the first year and 5 the second year. The Enforcement Division are our agents that are on duty around the clock seven days a week. They are responsible for enforcing the statutes and regulations governing gaming. They are the ones in the casinos seeing that the games are being properly run and are seeing the money transactions are properly handled as well as seeing that there is no cheating going on from customers as well as employees within the establishment. In addition the Enforcement Division responds to all complaints that we may have. If a customer feels that they were mistreated or didn't get the proper jackpot payoff that registers on the machine, this is the agency that responds to that.

GAMING INVESTIGATIONS

We currently have 30 professional investigators. We are asking for 15 additional people, 10 the first year and 5 the second year. The Investigation Division is the division that does the background investigation on the licensees as well as financial background on that applicant. We don't only do equity holders, we do key employees. We do general managers, casino managers, shift boss, pit boss, head of the slot department in many of the major casinos. All of these people are key employees and have a significant influence on money and how it is conducted and the transaction of money and the policy by which that casino is operated. Those people are very important, therefore, we call them in for licensing and we have them go through the same kind of licensing as an equity holder. We have requested 2 1/2 additional deputy attorney general positions for our office. More and more of our dealings end up in court in addition more of our work is the corporate structure. We have to do investigations on major corporations and we need the additional legal help, plus the additional complaints we are getting they are all going to court immediately whenever they are challenged. We have one person in securities in the Gaming Control Board, and as I stated more and more of our operators are now dealing with large corporate agencies and very difficult to deal with. We have asked for one additional securities analyst to help a little bit in that area.

TAX AND LICENSING

This is the unit that collects our taxes and also the license fees which are submitted. We do a slot count and right now there are about 71,000 slot machines throughout the State. We do a slot count on a quarterly basis. In the past we have done this based on whoever happens to be out in the area where there has to be a slot count. It hasn't proved to be a very good way to do it. We would like to have two people whose sole responsibility is to go around and see that if a certain place is licensed for 350 slot machines and that's all they have on the floor. So we would like to have the two people assigned to that. In addition these people could be of help to new licensees who open up an establishment. Sometimes they have a hard time getting started and if we can follow-up after they have been approved by the Commission to see if they are having any difficulties they could be our liaison people that visit them on sight. If they are having problems with an audit then we make sure they get some help from our audit people, so that they can get off to a good start.

Senator Wilson asked Mr. Trounday if there was adequate money for the training of these new positions. Mr. Trounday replied that he was requesting funds for one training position, which he felt was adequate since the new employees would be coming in on a staggering new-hire basis. Senator Wilson asked Mr. Trounday if he was sure that the 2 1/2 legal positions was all he needed, and if the Attorney General's Office concurred with the new legal positions. Mr. Trounday said this proposal was adequate at this time.

DEPARTMENT OF LAW ENFORCEMENT ASSISTANCE (See Budget Page 519)

Senator asked the following people to introduce themselves: Michael A. de la Torre, Director of Law Enforcement Assistance Agency, Vern Calhoun, Chief of Investigation and Narcotics, and John Compston and Harry Lipparelli of Law Enforcement Agency.

Mr. de la Torre reported to the Committee that two Criminal Justice Specialists positions are being deleted, as well as a Principal Auditor and an Accountant. Two Research Analysts are being transferred into this program -- one from the Small County/Indian Planning Program and one from the System and Statistical Program.

Senator Lamb asked Mr. de la Torre what his function is. Mr. de la Torre said they were responsible for the issuance of grants from Federally funded programs. Senator Glaser asked Mr. de la Torre if the smaller counties rely on their agency for money. Mr. de la Torre said the counties looked at them for two reasons, one is for money and the other for resources to help them with their training problems.

IDENTIFICATION AND COMMUNICATIONS DIVISION (See Budget Page 522)

It is recommended to be transferred to the Highway Patrol Division. A supplemental General Fund appropriation of \$128,427 is being requested to continue the Communications Technician positions and the contract payments for the telecommunications switch terminal and lines through June 30, 1979. The Federal Grant for this operation will terminate February of 1979.

PEACE OFFICER STANDARDS AND TRAINING PROGRAM (See Budget Page 524)

Mr. Compston said this program was established to recruit and train for peace officers within Nevada. A new position of a training officer is recommended. Communications expense, contract services and other building rent are the major areas of increase.

Senator Wilson asked for a schedule for training sessions throughout the State for the last biennium.

Vern Calhoun, Chief of Investigation and Narcotics stated that by statute they are empowered to assist local, State, and Federal law enforcement units in major narcotics cases by supplying personnel and equipment. They also assist small counties in request for both narcotics and drug violations as well as other criminal matters. We also provide funds to the small counties for their purchase of evidence in narcotics. They have a unit made of pharmacists and investigators to investigate licensees in the medical and pharmaceutical fields who handle controlled substances. This is a regulatory kind of function as well as a criminal aspect. In Fiscal Year 76-77 we made 317 arrests, with 295 convictions. The following year there were 292 arrests and 263 convictions. In Fiscal Year 77-78 there were 391 arrests and 364 convictions so far. Our problem is that those are not up to date as some of these cases take two to four years to adjudicate. These are felony arrests and not misdemeanor. Under that, when we present them to the local district attorney he does not have to do any investigative work. We have tried to approach it on several levels. Not only assisting the small counties, but we try to intercept the drugs as they come into the State. In 1975-76 we seized \$13,919,000 worth of drugs. The past year we seized in excess of \$20,000,000.

LAW ENFORCEMENT - FEDERAL GRANTS

Mr. Harry Lipparelli, Chief of the Planning and Training Division was told by Senator Lamb and Senator Wilson that some kind of a profile is needed of what has been done with the money in the last biennium. Senator Wilson mentioned that they are talking about \$19.2 million in grants and more detailed information is required.

CRIME PREVENTION PROGRAM

David Humke, Coordinator for Crime Prevention Program, told the Committee the goal of his program is to prevent crime by dissemination of information to schools, businesses, and other community resources.

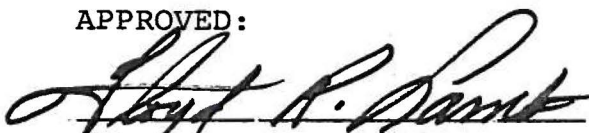
Senator Gibson asked why this program was moved from the Attorney General's office to the Governor's Office. Mr. Barrett replied the program was coordinated by Attorney General Bob List who is now our Governor who took the program with him.

Senator Lamb adjourned the meeting at 9:55.

Respectfully submitted,


Carol Lee Chavez

APPROVED:


Senator Floyd R. Lamb
Chairman

CONTENTS

- I. Introduction
- II. Budget Information
- III. Activity Outline
- IV. New Industry Profile
- V. Nevada's Return on Its Investment
- VI. What New Jobs Mean to Southern Nevada
- VII. What New Jobs Mean to Nevada Tax Revenues
- VIII. What is Happening in Other States

Tim Carlson

Speech for Nevada Legislature

January 26, 1979

Explicitly stated in its Articles of Incorporation, the Nevada Development Authority is a corporation "organized solely for the promotion and advancement of industrial activities in the state of Nevada and particularly in Clark County thereof, and for the benefit of such community as a whole."

Nevada Development Authority is an organization which has in essence been established for over twenty years. During most of that time, it was known as the Southern Nevada Industrial Foundation, and only during the last few years has carried the name of Nevada Development Authority.

The newly reorganized NDA performs a vital service to the growing needs of Southern Nevada by supplying industrialists with the professionalism they expect.

Through the vast experience within the 250 members of NDA, ranging from architects to retail merchants, and that of the professional staff which handles the day-to-day inquiries, no door is left unopened to the visiting client.

A little over two years ago, men such as Sherman Miller and Ed Fike, realized that the time had arrived to adjust the tempo of Southern Nevada's industrial growth. This action was brought about due to the reality that Southern Nevada will be faced with severe economic problems unless steps are taken to diversify our area's #1 industry, tourism. I predict that

E X H I B I T A

176

within the next five years, gaming will be located in several other areas throughout the United States. Only last week, a bill was introduced in the California legislature encouraging gaming along the routes to Nevada. Someday legislation like this will pass. Southern Nevada is also faced with the reality of the Nevada Test Site seeing drastic changes in the number of employees, which at the present time is 5,000. With the simple signing of a document, Southern Nevada would be faced with a severe economic problem.

It is for this reason that we approach you today. To hopefully prove to you that economic growth is vital to each and every Nevadan and that private industry can work with government for a unified goal.

At this time, I would like to introduce to you Sherman Miller. Mr. Miller has been instrumental in the success of NDA during the past two years. Serving as its president during that period of time, he will be able to explain to you the development process which took place in bringing together a viable sales organization. After Mr. Miller has spoken, you will hear from Ed Fike, who presently serves as president. He will be confronting you with the facts of what the economic dollar really means to the people of Nevada.

Ladies and Gentlemen, thank you for your time.

BUDGET INFORMATION

1976/77:

Budget total of \$72,500.00

County)	\$20,000.00
City)	5,000.00
Private)	47,500.00

1977/78:

Budget total of \$181,337.00

County)	\$ 20,000.00
City)	14,400.00
Private)	110,937.00
State)	36,000.00

1978/79:

Budget total of \$218,500.00

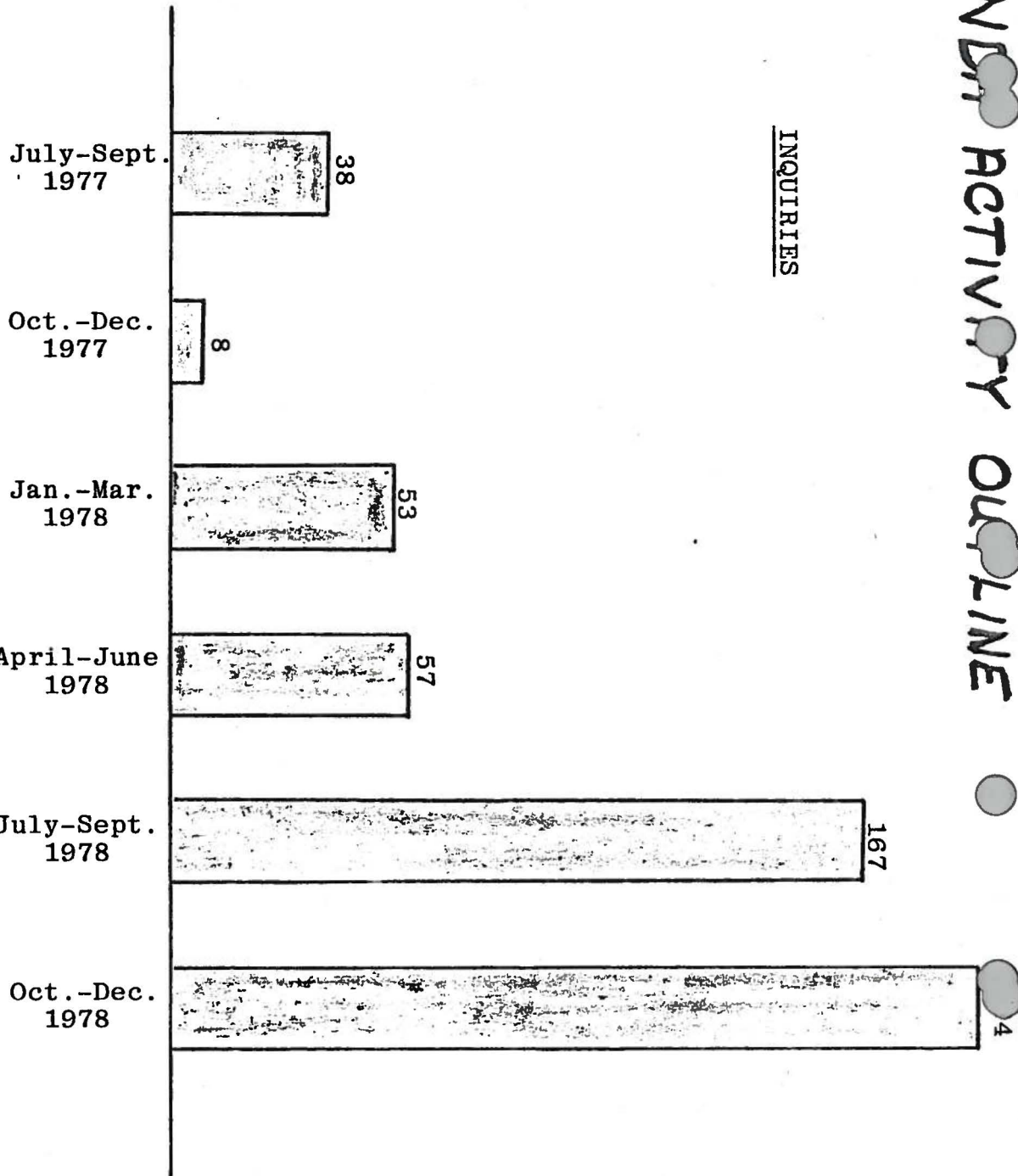
County)	\$ 25,000.00
City)	22,500.00
Private)	153,000.00
State)	18,000.00

Marketing program:

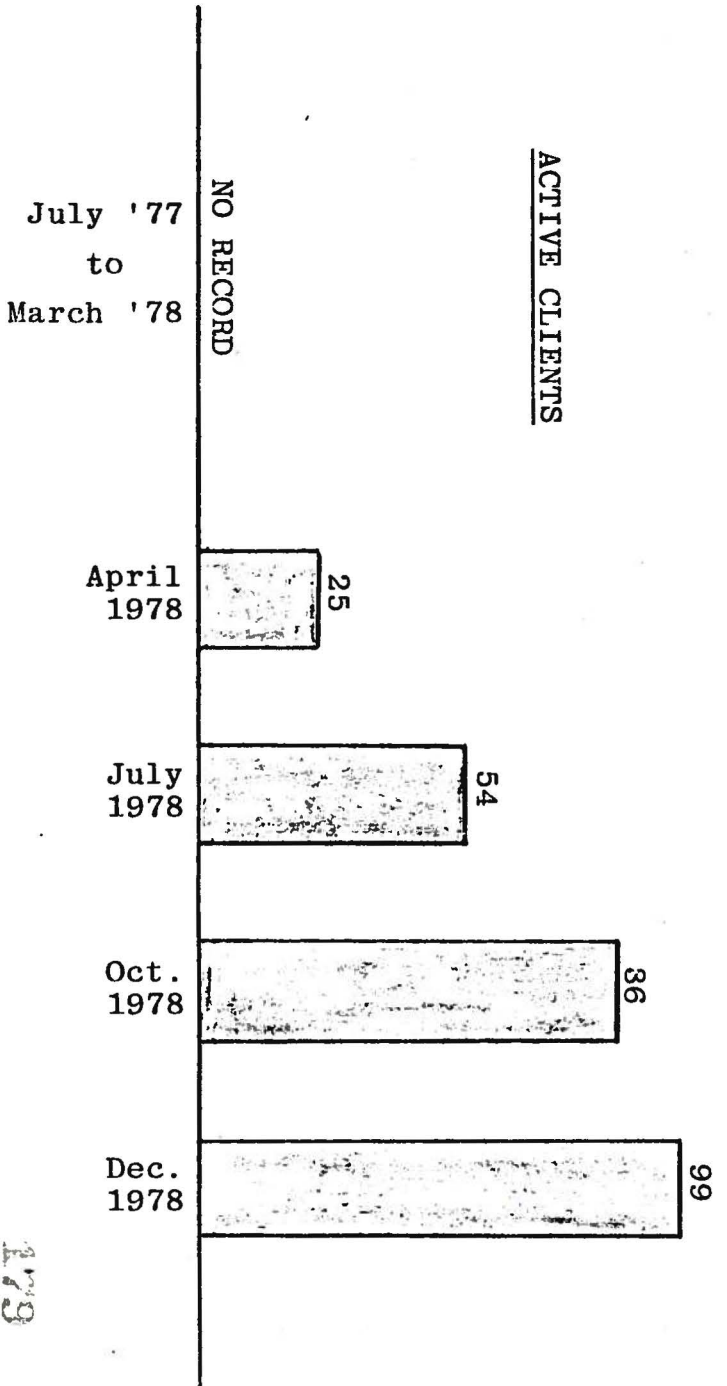
inflight ads
dioramas
display booth
brochure

Increase in staff from two people in 1976 to five in 1978.

INQUIRIES



ACTIVE CLIENTS



MEMPHIS

NEW INDUSTRY PROFILE FOR SOUTHERN NEVADA
FISCAL YEARS 1977/78 and 1978/79

1 Group	2 Activity mfg/whs/dist	3 Facility size in sq. ft.	4 Value of facility	5 # of employees	6 Potential property tax receivable	7 Factor	8 New households	9 Value of new homes & apts. @ \$40,000.00
I								
Buster Brown Textiles	whs/dist	67,000	\$ 1,675,000	60	\$ 29,312.50	.5	30	\$ 1,200,000
Levi Strauss	whs/dist	300,000	7,500,000	275	131,250.00	.5	137	5,480,000
McDonnell Douglas	whs/dist	110,000	2,750,000	20	48,125.00	.8	16	640,000
II								
American Atomics	mfg	40,000	1,000,000	125	17,500.00	.4	63	2,520,000
Ennis Business Forms	whs/dist	*20,000	500,000	20	8,750.00	.4	8	320,000
Ethel M's	mfg/ /dist	70,000	1,750,000	40	30,625.00	.4	16	640,000
Flexible Tubing	mfg/whs/dist	*100,000	2,500,000	40	43,750.00	.8	32	1,280,000
G.E.C. Industries	mfg	*50,000	1,250,000	40	21,875.00	.8	32	1,280,000
G.T.E. Sylvania	mfg	*55,000	1,375,000	200	24,062.50	.7	140	5,600,000
J.C. Penney	whs/dist	1,850,000	75,000,000	2,250	1,312,500.00	.4	900	36,000,000
Panasonic	whs/dist	150,000	3,750,000	40	65,625.00	.5	20	800,000
Retired Persons Services	whs/dist	20,000	500,000	20	8,750.00	.2	4	160,000
Saluto Foods	mfg/whs/dist	100,000	2,500,000	50	43,750.00	.4	20	800,000
Total - Group I		477,000	\$ 11,925,000	355	\$ 208,687.50		183	\$ 7,320,000
Total - Group II		2,455,000	\$ 90,125,000	2,825	\$ 1,577,187.50		1,235	\$ 49,400,000
GRAND TOTAL		2,932,000	102,050,000	3,180	\$ 1,785,875.00 yr.		1,418	\$ 56,720,000

10. Potential property tax/employees: Group I - 128,100
Group II - 864,500
Grand Total - 992,600

These companies anticipate expansion of plant or operation soon after completion of original construction.

A) Total value of construction (plants & dwellings) - \$158,770,000.00 (total of 4 & 9)

B) Total annual property taxes on (A) above - \$ 2,778,475.00 (total of 6 & footnote 10)

EXPLANATION OF NEW INDUSTRY PROFILE
CHART FOR SOUTHERN NEVADA.

Column 1: Divided into two groups showing those industries presently located in Southern Nevada within the past year and those companies who have committed themselves to a Southern Nevada location. (Presently active clients)

Column 2 & 3: This information comes from NDA's client files.

Column 4: Represents the dollar value of each facility as determined by applying a conservative figure of \$25.00 per square foot to the facility size in column 3.

Column 5: This figure again, comes from information in NDA's client files.

Column 6: The maximum tax rate of \$5.00 per \$100.00 of assessed value was applied to the valuations in column 4.

Column 7: Each of these factors were established by taking into consideration the type of functions which take place at each new facility and the kind of employees required to perform those functions. Companies which would be hiring more women than men would, as a general rule, create fewer new households.

Column 8: The number of new households created was determined by applying the factor in column 7 to the number of new employees in column 5.


Column 9: This value was determined by applying the number of new households to a household value of \$40,000 per unit.

Footnote 10: The potential property tax on employee property was determined by using the maximum tax of \$5.00 per \$100.00 of assessed valuation to the totals in column 9.


- A) The total value of construction on plants and dwellings is \$158,770,000 (total of column 4 & 9).
- B) Total annual property taxes on (A) above is \$2,778,475 (total of column 6 & footnote 10).

E X H I B I T A


WHAT 3,180 NEW JOBS WILL MEAN TO SOUTHERN NEVADA




11,162
more people




\$32,944,800
more personal
income per year




\$17,967,000
more retail
sales per year




3,085
more families




\$15,582,000
more bank
deposits




32
more retail
establishments



2,162
more employed in
satellite jobs



\$102,050,000
new plant
construction



\$56,720,000
new home and
apt. construction


WHAT 3,180 NEW JOBS WILL
MEAN TO SOUTHERN NEVADA.

"When a new manufacturing plant goes up, there is a net addition to income in the local community. The new payroll dollars flow into the cash registers of local merchants and into the coffers of local banks. Since the plant may purchase locally many materials, utilities, and services, the local economy expands. This economic expansion is usually reflected in increases of population, school enrollment and other concomitants of general community growth."¹

In 1973, the Chamber of Commerce of the United States published a report entitled "What New Jobs Mean to a Community." Within this report was a table which showed the effect of 100 new jobs on a community. We have reproduced that table showing the effect of 3,180 new jobs rather than 100. In reviewing this information, remember, every industrial expansion is unique and no two communities experience the same effects from a new payroll. However, the report does provide a basis to examine the potential effects of new industry in Southern Nevada.


1. "What New Jobs Mean to a Community", page 1, published by the Chamber of Commerce of the United States, copyright, 1973.

WHAT 3,180 NEW JOBS WILL MEAN TO NEVADA TAX REVENUES ANNUALLY




\$1,785,857

property tax on
plant and equipment



\$992,600

property tax
on dwellings



\$628,845

additional
sales tax

NEVADA'S RETURN ON ITS INVESTMENT IN THE NEVADA DEVELOPMENT AUTHORITY.

$\frac{\$3,407,302}{54,000}$

return of \$63.10 per \$1.00 invested by the state.

$\frac{\$3,407,302}{3,180 \text{ jobs}}$

each new job produces \$1,071.48 in property and sales tax revenues.

WHAT 3,180 NEW JOBS WILL
MEAN TO NEVADA TAX REVENUES.

The effects of new industry on tax revenues can also be examined using the National Chamber's report, as well as, other criteria. It follows that new manufacturing plants or warehouses produce an increase in property tax revenues. Property taxes also increase when new employees purchase homes or when apartments are built for their use. (And increased retail sales produce increased revenues from sales taxes. Additional revenues arise from increased gasoline taxes and utility taxes.)

RETURN ON INVESTMENT

An increase of almost \$3.5 million will flow into government coffers as a direct result of new industry. This tax revenue will be an annual return on Nevada's investment in economic development.

WHAT'S HAPPENING IN OTHER STATES

<u>State</u>	<u>*Annual Budget</u>
Ohio	\$4,000,000.00
Texas	1,277,366.00
Colorado	1,304,000.00
New Mexico	1,741,000.00

* Information obtained from Industrial Development and tourism agencies of each state showing yearly allocations.

E X H I B I T A



You'll Like
NEVADA

MEMO

TO: The Honorable Floyd Lamb, Senator
Chairman, Senate Finance Committee

FROM: John Buchanan, Director
Economic Development *JB*

DATE: January 31, 1979

SUBJECT: Request by Committee - A.B. 483, Special
Appropriation (Legislative Session 1977)

Attached is a copy of the expenditures and balance remaining with regard to Senator Gibson's request.

It should be noted that the bill provided for a \$100,000 allocation to Clark and Washoe counties based on population; with the remaining appropriation of \$100,000 to be allocated to the remaining fifteen counties. The state appropriation, in all cases, was to be matched with an equivalent amount from local sources (i.e., hard cash and/or in-kind services).

The monies for the remaining counties have been expended and matched with in-kind services. The appropriation for Washoe and Clark counties have expended \$78,710.70 with a balance remaining of \$21,289.30. The balance is revertible back to the general fund after June 30, 1978. The match for this appropriation has been in hard cash.

If you should have further questions, please do not hesitate to contact this office.

cc: Senator Gibson
Senator Echols
Senator Glaser
Senator Wilson
Senator Jacobsen
Senator McCorkle

SPECIAL APPROPRIATION A.B. 483
ECONOMIC DEVELOPMENT
FY 77-78-79

Industrial development, Clark & Washoe Co. \$100,000.00
Industrial & tourism development, Remainder
of the State 100,000.00

		77 expenditures	78 expenditures	79 expenditures	Remarks
CLARK COUNTY INDUSTRY	\$69,300.00*				
6200 Travel		\$ -0-	\$ 62.48	\$ -0-	
7030 Communications		230.48	56.72	-0-	
7040 Printing		-0-	4,812.89	-0-	
7060 Contractual		-0-	36,000.00	10,000.00	Nev. Dev. Au
7121 Advertising		3,500.00	2,125.00	-0-	
7240 Hosting		339.00	242.63	-0-	
7330 Special reports		-0-	1,341.50	-0-	
SUB TOTALS	<u>69,300.00</u>	<u>4,069.48</u>	<u>44,641.22</u>	<u>10,000.00</u>	Balance 10,589.30
WASHOE COUNTY INDUSTRY	30,700.00*				
7060 Contractual		-0-	-0-	20,000.00	Sparks Comm.
SUB TOTALS	<u>30,700.00</u>	<u>-0-</u>	<u>-0-</u>	<u>20,000.00</u>	Action Comm. Balance 10,700.00
REMAINDER OF STATE	100,000.00				
6200 Travel		46.90	12.20	-0-	
7030 Communications		4.60	35.82	-0-	
7040 Printing		708.00	5,261.67	-0-	
7060 Contractual		1,825.95	5,835.69	-0-	
7120 Public Relations		1,185.45	3,747.36	-0---	
7121 Advertising		8,219.96	73,110.50	-0-	
7210 EDP Facility charge		5.90	-0-	-0-	
SUB TOTALS	<u>100,000.00</u>	<u>11,996.76</u>	<u>88,003.24</u>	<u>-0-</u>	Balance -0-
GRAND TOTAL	<u><u>\$200,000.00</u></u>	<u><u>\$16,066.24</u></u>	<u><u>\$132,644.46</u></u>	<u><u>\$30,000.00</u></u>	BALANCE <u><u>\$21,289.30</u></u>

* Based on population, 1970 census

RECAP OF AREA EXPENDITURES
REMAINDER OF STATE

AREA	FY77	FY78	TOTAL	GRAND TOTAL
ELY				
7060 Contractual	136.86	1,182.02	1,318.88	
7120 Public Relations	-0-	92.00	92.00	
7121 Advertising	924.03	18,248.83	19,172.86	20,583.74
ELKO				
7030 Communications	4.60	-0-	4.60	
7040 Printing	-0-	3.17	3.17	
7060 Contractual	50.00	504.89	554.89	
7121 Advertising	-0-	15,816.80	15,816.80	16,379.46
TONOPAH				
7060 Contractual	-0-	24.70	24.70	
7121 Advertising	1,026.60	-0-	1,026.60	1,051.30
WINNEMUCCA				
6200 Travel	3.50	-0-	3.50	
7060 Contractual	182.71	577.98	760.69	
7120 Public Relations	-0-	1,296.30	1,296.30	
7121 Advertising	-0-	14,837.88	14,837.88	16,898.37
COVERED WAGON COUNTRY (Elko, Lander, Pershing & Humboldt Counties)				
7060 Contractual	-0-	138.00	138.00	
7121 Advertising	-0-	1,495.70	1,495.70	1,633.70
PIONEER TRAILS COUNTRY (White Pine, Eureka & Lincoln Counties)				
7060 Contractual	-0-	39.00	39.00	
7121 Advertising	-0-	699.40	699.40	738.40
PROSPECTOR COUNTRY (Esmerald, Mineral & Nye Counties)				
7060 Contractual	133.00	-0-	133.00	
7121 Advertising	700.60	-0-	700.60	833.60
STAGECOACH COUNTRY (Carson City, Douglas, Lyon, Churchill & Storey Counties)				
6200 Travel	-0-	12.20	12.20	
7040 Printing	-0-	5,258.50	5,258.50	
7060 Contractual	506.75	1,229.29	1,736.04	
7120 Public Relations	-0-	405.00	405.00	
7121 Advertising	1,928.75	7,170.30	9,099.05	16,510.79

EXHIBIT B

189

AREA	FY77	FY78	TOTAL	GRAND TOTAL
STATEWIDE				
6200 Travel	43.40	-0-	43.40	
7030 Communications	-0-	35.82	35.82	
7040 Printing	708.00	-0-	708.00	
7060 Contractual	816.63	2,139.81	2,956.44	
7120 Public Relations	1,185.45	1,954.06	3,139.51	
7121 Advertising	3,639.98	14,841.59	18,481.57	
7210 EDP Facility charge	5.90	-0-	5.90	25,370.64
	<u>11,996.76</u>	<u>88,003.24</u>	<u>100,000.00</u>	<u>100,000.00</u>

190

E X H I B I T B

September 1, 1978

TECHNICAL ASSISTANCE GRANT EXPENDITURES
BY STATE AND FISCAL YEARNEVADA

<u>Project Name</u>	<u>Contractor</u>	<u>FCRC Grant</u>
<u>TRANSITION QUARTER</u>		
Regional Planning Coordination	Office of the Governor	\$170,071
Westside Development Plan	Nevada Department of Development	115,000
Westside Action Plan	Control Data Corporation	5,000
State Investment Planning	Office of the Governor	<u>45,000</u>
	Sub-Total, Transition Quarter	\$335,071

FOUR CORNERS REGIONAL COMMISSION

September 30, 1978

TECHNICAL ASSISTANCE GRANT EXPENDITURES
BY STATE AND FISCAL YEARNEVADA

<u>Project Name</u>	<u>Contractor</u>	<u>FCRC Grant</u>
<u>FY 1977</u>		
Carson Valley Aerial Mapping	Carson Valley Cons. Dist.	\$ 79,000
Tech & Admin Support	Office of the Governor	12,000
Alamo Water Study	Alamo Sewer & Water Dist.	9,000
Ely Arts & Crafts Demo.	White Pine Council of Arts	4,150
Tech & Admin Support	Office of the Governor	<u>50,000</u>
	Sub-Total FY 1977	\$154,150

September 30, 1978

TECHNICAL ASSISTANCE GRANT EXPENDITURES
BY STATE AND FISCAL YEAR

NEVADA

<u>Project Name</u>	<u>Contractor</u>	<u>FCRC Grant</u>
<u>FY 1978</u>		
Nevada Foreign Trade Zone Feas Sty		\$ 48,424
Reg Planning Coordination		94,633
Pioche Water System Study		10,000
So Nevada Econ Dev Council		82,000
Washoe County Water Study		15,144
Nevada Tech & Admin Support		15,862
Caliente Utility Master Plan Sty		28,050
Carson City Fire Fighter Trn Fac		170,360
Econ Dev of Indian Elderly on Reserv		104,898
Seismic Hazard Mitigation Prog & Plan		29,554
Pinon-Juniper Prod Market Feas Sty		19,054
Nev Cont Comp Econ Dev Plan Prog		66,243
Gabbs Water System		18,000
Gerlach Water Rehabilitation		36,665
White Pine County Econ Develop		100,000
Mineral County Public Works Imp		<u>38,047</u>
	Sub-Total FY 1978	\$ 876,934

EXHIBIT C

FOUR CORNERS REGIONAL COMMISSION

September 30, 1978

SUPPLEMENTAL GRANT EXPENDITURES
BY STATE AND FISCAL YEAR

NEVADA

<u>Fiscal Year</u>	<u>Project Name</u>	<u>Basic Agency</u>	<u>FCRC Grant</u>
<u>1977</u>	Tuscarora Water Impr.	FHA	\$ <u>5,500</u>
<u>1978</u>	Alamo Sewer & Water Improvement Tuscarora Water Improvement	FHA FHA	\$ <u>138,200</u> <u>34,600</u>
	Sub-Total, FY 1978		\$ <u>172,800</u>

RECAPITULATION

1977	\$ 5,500
1978	<u>172,800</u>
Grand Total	<u>\$ 178,300</u>

Office of the Governor
Regional Planning Coordination

T/A

\$170,071

Contract with Governor's Office of Planning Coordinator to develop the mechanisms needed to give Nevada an efficiently operating economic development planning process and to implement other mechanisms to resolve some of the State's key development issues.

Nevada Department of Economic Development
Westside Development Plan

T/A

\$115,000

Contract with Westside Comprehensive Community Economic Development for the development and implementation of an Overall Economic Development Plan for the West Las Vegas black area. This plan and its implementation will increase the employment, increased employment variety, better housing, increased industry, and more accessibility to federal funding.

Nevada Department of Economic Development
Westside Development Plan
(Control Data Corporation)

T/A

\$ 5,000

Contract with the Westside Comprehensive Community Economic Development to be incorporated into the present contract. Purpose, to interview persons in the Las Vegas area regarding joint action committee of different racial and ethnic backgrounds to plan and lead implementation to correct problems in the West Las Vegas area.

Office of the Governor
State Investment Planning

T/A

\$45,000

This contract with the Department of Economic Development was to provide the necessary personnel, materials, travel and facilities to establish and maintain continuing and effective liaison between the Commission and the State of Nevada.

Carson Valley Conservation District
Carson Valley Aerial Mapping

T/A

\$79,000

Contract with Carson Valley Conservation District to do photographic mapping on a scale of 1" = 400' of irrigated lands within the Carson Valley to supply local, county, state and federal officials with sufficient detail to formulate needed alternatives for planning of the Carson Valley River System.

Office of the Governor
Technical and Administrative Support

T/A

\$12,000

Contract with Department of Economic Development. Increased funding for fiscal year to continue to provide necessary personnel, materials, travel and facilities to establish and maintain continuing and effective liaison between the Commission and the State of Nevada.

Alamo Sewer and Water District
Alamo Water Study

T/A

\$9,000

EXHIBIT C - Contract with Alamo Sewer and Water District to do preliminary engineering report to evaluate water facilities in receiving and construction

could be implemented in the future.

White Pine Council of Arts
Ely Arts and Crafts Demonstration

T/A

\$4,150

Contract with White Pine Council of Arts and Humanities to demonstrate the use of indigenous clays and glazes in the craftsmanship program. To acquire equipment to test and develop the natural resources of the area.

Office of the Governor
Technical and Administration Support

T/A

\$50,000

Contract with Department of Economic Development for FY-77-78. To provide the necessary personnel, materials, travel and facilities to establish and maintain continuing and effective liaison between the Commission and the State of Nevada.

Latin Chamber of Commerce
Foreign Trade Zone Feasibility Study

T/A

\$48,424

Contract with the Latin Chamber of Commerce. A U.S. Foreign Trade Zone is an enclosed area physically located in the United States, but is considered outside U.S. Custom's Territory, however under Custom's Supervision. The study is designed to show that by developing a Foreign Trade Zone in Nevada there will be an increase in jobs, commerce and products in the State. That imports from foreign countries, such as Latin America, Japan, Phillipines and Spain can be increased and that new warehousing and light industry can be brought into Nevada.

Office of the Governor
Regional Planning Coordination

T/A

\$ 94,633

Contract with Governor's Office of Planning Coordinator.

A continuation of previous contract for the identification and analysis of problems within the State and the Resources available to solve the problems. To establish comprehensive economic development to plan the future growth of the State.

Lincoln County Commission
Pioche Water System Study

T/A

\$10,000

Contract with Lincoln County Commission to assess the existing problems in Pioche and Caselton regarding a deteriorating water system. Study will provide data, documents and research necessary for long range planning in connection with the development of water supplies and systems for the community.

Southern Nevada Economic Development Council
Westside Comprehensive Community Economic Development Plan
(Continuation of Project)

T/A

\$82,000

Contract with Southern Nevada Economic Development Council Inc. A continuation of the work completed under contract with Westside Comprehensive Community Economic Development Plan, and to implement the Overall Economic Development Plan. The process will leverage city, state, county and federal resources with private capital and resources for the creation of jobs for the resident population thereby improving the economic base of the "Westside Community".

Nevada Division of Water Planning
Washoe County Water Study

T/A

\$15,144

Contract with Nevada Division of Water Planning.

FCRC	\$15,144
Water Resource Council	7,500
Nev. Div. of Water Planning	7,500

Total project cost \$30,144

The project will assess the future water requirements of Washoe County and will investigate ways of easing the water shortage in the area. Supplemental water supply sources will be investigated and also water conservation procedures will be studied by land use and economic projection.

State Department of Economic Development
Technical and Administrative Support

T/A

\$15,862

This contract with the Department of Economic Development was to provide the necessary personnel, materials, travel and facilities to establish and maintain continuing and effective liaison between the Commission and the State of Nevada.

City of Caliente
Caliente Utility Master Plan

T/A

\$28,050

Master Plan for the City of Caliente to evaluate and assess the city's present and future growth patterns. Evaluate the water, sewer and flood systems and suggest ways to rectify areas of need.

Nevada State Fire Marshal
Carson City Fire Department and
Multi-County Training Facility

T/A

\$170,360

Submitted by the Nevada State Fire Marshal. A training facility to simulate and evaluate fire protection and preventive action measures related to life, safety and property protection. Facility will be made available to all counties.

Nevada Inter-Tribal Council
Cultural Enrichment and Development
for Indian Elderly on Reservations
in Nevada

T/A

\$104,898

Submitted by the Inter-Tribal Council. Will give the Indian elderly the opportunity to become substantially more financially independent by marketing their unique arts and crafts.

Governors Office of Planning Coordination
Seismic Hazard Mitigation Program

T/A

\$29,554

Submitted by Governor's Office of Planning Coordination. This program is to survey, review and make recommendations regarding earthquake hazard mitigation procedures and earthquake damage contingency planning within Nevada.

Nevada Division of Forestry
Pinyon-Juniper Products Market
Feasibility Study

T/A

\$19,054

Submitted by the Division of Forestry. Determine the economic feasibility of producing and marketing structural board products from Pinyon-Juniper in White Pine County, Nevada.

Governor's Office of Planning Coordination
Economic Development Planning Process Project

T/A

\$66,243

Submitted by the Governor's Office of Planning Coordination. Institutionalize an economic development planning process to the Executive Branch of the State's key economic issues and coordinate the allocation of its resources.

City of Gabbs
Gabbs Preliminary Water System

T/A

\$18,000

Submitted by the City of Gabbs. Collect data on water rights, inventory of existing water systems and evaluate alternatives for a storage and distribution system.

Washoe County
Gerlach Water Rehabilitation Project

T/A

\$36,665

Submitted by Washoe County. Additional water service to adequately handle an expanding tourism industry as well as improving the distribution to the retirement community.

White Pine County Development Corporation
White Pine County (Ely) Economic Development

T/A

\$100,000

Submitted by White Pine County Development Corporation. Feasibility study and implementation for industrial development and diversification.

Mineral County
Mineral County Public Works
Investigation and Pre-Design Engineering

T/A

\$38,047

Submitted by Mineral County. Prepare a pre-design report detailing the design criteria, design and construction recommendation, mechanics of system or facility operation, preliminary drawings for Mina, Luning and Hawthorne Industrial Park water supply.

Elko County
Tuscarora Water District

S/G \$40,100

Contract with County of Elko, Tuscarora Water District.

FCRC	\$ 40,100
FmHA Grant	34,000
FmHA Loan	34,000
Local	13,500

Total project cost \$121,600

Construction and repair of the existing water system in Tuscarora. Construction of spring water collection system, storage tank, new mains, valves and 4 new fire hydrants.

City of Alamo
Alamo Sewer and Water Improvement District

S/G \$138,200

Contract with Alamo Sewer and Water District

FCRC	\$138,200
FmHA Grant	194,800
FmHA Loan	400,000

Total project cost \$733,000

Project is the result of a previous Pre-Design Study funded by Four Corners Regional Commission. The Supplemental Grant is an implementation of that study. Grant will construct diversion box at Ash Springs, construct hypochlorinator, booster station, new mains, 49 new meters, head tank and 200,000 gallon storage tank.

FOUR CORNERS REGIONAL COMMISSION
Continued Page 10

Latin Chamber of Commerce
Foreign Trade Zone Application Phase II \$59,522

T/A

Contract with Latin Chamber of Commerce.

FCRC	\$59,522
Latin Chamber	20,067
In-Kind	2,650

Total project cost \$82,239

This phase will direct the Latin Chamber of Commerce in its application for a Foreign Trade Zone and its implementation.

Minor changes in the scope of work in Phase II are: to seek financial commitments for the zone and coordinate with the county with the Federal Foreign Trade Zone board.

City of Wells
Water Analysis and Study \$ 14,400

T/A

Contract with the City of Wells

FCRC	\$14,400
Division of Water Planning	2,000

Total project cost \$16,400

Analyze and define Wells' need to its water supply and distribution system. Help anticipated growth, fire protection and lower Wells' operation and maintenance costs. Wells will seek funding to finance improvements with local share by either assessments or revenue bonds.

County of Esmeralda
City of Goldfield Water Study \$18,200

T/A

Contract with Esmeralda County	
FCRC	\$18,200
Esmeralda County	800
	<hr/>
Total project cost	\$19,000

Engineering study of the City of Goldfield of existing water system, inventory of existing facilities and recommendations to correct deficiencies. Esmeralda will seek funding to finance improvements with FmHA Loan and Grant, HUD, FCRC and local revenue or general obligation bonds.

January 25, 1979

EXHIBIT C

121

MEMORANDUM

TO: Assembly Ways and Means Committee
Senate Finance Committee

FROM: Budget Division

SUBJECT: Crime Prevention - 101-1036

This reflects the updated information concerning the Crime Prevention Program, budget account 101-1036.

	1977-78 Actual	1978-79		1979-80			1980-81				
		No. Pos.	Work Program	No. Pos.	Agency Request	No. Pos.	Governor Recommends	No. Pos.	Agency Request	No. Pos.	Governor Recommends
	\$		\$		\$		\$		\$		\$
Balance Forward from Old Year	\$ -		\$ 290								
Balance Forward to New Year	290										
Crime Commission Grant	26,819		45,000		60,030		60,030		49,000		49,000
Contributions	1,280		10,000		10,000		10,000		10,000		10,000
Total Funds Available	\$27,809		\$55,290		\$70,030		\$70,030		\$59,000		\$59,000
Existing Positions											
Program Coordinator		1.00	\$18,217	1.00	\$20,000	1.00	\$20,000	1.00	\$20,000	1.00	\$20,000
Total Existing Positions	\$17,154	1.00	\$18,217	1.00	\$20,000	1.00	\$20,000	1.00	\$20,000	1.00	\$20,000
Industrial Insurance	153		311		268		268		308		308
Retirement	1,372		1,457		1,600		1,600		1,600		1,600
Personnel Assessment	41		165		180		180		180		180
Group Insurance	337		508		648		648		804		804
Payroll Assessment			36		40		40		40		40
Unemployment Compensation	36		73		80		80		80		80
Total Salary-Payroll	\$19,093	1.00	\$20,767	1.00	\$22,816	1.00	\$22,816	1.00	\$23,012	1.00	\$23,012
Total Out-of-State Travel	\$ 336		\$ 900		\$ 865		\$ 865		\$ 865		\$ 865
Total In-State Travel	3,528		6,000		7,010		7,010		7,010		7,010
Office Supplies and Expense	\$ 1,013		\$ 2,000		\$ 1,100		\$ 1,100		\$ 1,100		\$ 1,100
Operating Supplies	64		500		100		100		100		100
Communications Expense	516		1,800		1,920		1,920		1,920		1,920
Printing, Duplicating, Copying	2,946		15,000		15,234		15,234		15,234		15,234
Other Contract Services	113		2,000		4,285		4,285		4,285		4,285
Dues and Registrations	200		500		400		400		400		400
Total Operating Expense	\$ 4,852		\$21,800		\$23,039		\$23,039		\$23,039		\$23,039
Film Purchase			5,823		16,300		16,300		5,074		5,074
Total Agency Expenditures	\$27,809		\$55,290		\$70,030		\$70,030		\$59,000		\$59,000