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## MEMBERS PRESENT:

Chairman Bremner  
 Vice Chairman Hickey  
 Mr. Bergevin  
 Mr. Glover Mrs. Hayes  
 Mr. Horn  
 Mr. Marvel  
 Mr. Rhoads  
 Mr. Robinson  
 Mrs. Westall

## MEMBERS NOT PRESENT:

Mr. Coulter  
 Mr. Vergiels  
 Mr. Brady (Excused)

## ALSO PRESENT:

Bill Bible, Fiscal Analyst; Judy  
 Matteucci, Deputy Fiscal Analyst;  
 Mike Alastuey, Deputy Budget Direc-  
 tor; (SEE ATTACHED GUEST LIST)

Chairman Bremner called the meeting to order at 8:00 a.m.

DEPARTMENT OF MOTOR VEHICLESRecords Search

Mr. Bart Jacka, Director of the Department of Motor Vehicles, introduced Leonard Winkelman, Chief of Administrative Services. Mr. Jacka said that this program was initiated in November 1979 to provide motor vehicle record information to various individuals and organizations upon request. He pointed out that this program is totally self-supporting for both salaries and operating costs from funds derived from fees charged for the use of the files and records of the department.

Mr. Jacka indicated that the increase in the Communication Expense line item is due to the installation of two toll free telephone lines direct to the Records Research Division.

Mr. Jacka said that Electronic Data Processing Program Charges in the amount of \$11,136 needs to be increased by \$15,624 to a total amount of \$26,760 for the first year of the biennium. The request for the second year of the biennium in the amount of \$43,840 is accurate. They said this increase is necessary to pay for 8 terminals that will be used for accessing the records files.

Mr. Jacka referred to the Other Furniture and Equipment line item and requested that the \$10,370 requested under Other Furniture and Equipment be transferred to the first year of the biennium due to the fact that the office will be moving into the new building sooner than was expected and the funds are needed in the first year rather than the second. He said that in affecting that transfer the total amounts that should be reflected in the first year of the biennium should be \$10,370 under Office Furniture and Equipment and \$20,968 under Other Furniture and Equipment.

Chairman Bremner asked what is charged for a motor vehicle registration search. Mr. Jacka said the basic charge is \$2.00 for each search; \$5.00 is charged for a complete vehicle history or complete drivers' record.

Drivers License Division

Mr. Jacka introduced Ms. Sharon Alcamo, Chief of the Drivers License Division. Mr. Jacka indicated that there is legislation pending (S.B. 80) which proposes increases in drivers license fees but the budget does not reflect the proposed increases. He said that based on the present fee structure it is anticipated that due to the next year being the double renewal cycle year that activity will be increased 110% and \$1,885,614 will be generated the first year of the biennium and \$1,532,606 will be generated. If the increases are granted that S.B. 80 proposes the first year of the biennium, \$3,364,535 and \$2,796,669 will be generated the second year.

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Insofar as positions are concerned, Mr. Jacka referred to reclassifications contained in the budget. It is recommended that an Administrative Aid II, Range A be reclassified to a Program Manager, grade 33, and has been previously approved by both the Personnel Division and PAC. He pointed out an additional reclassification of a Key Punch Operator to a Senior Key Punch Operator who would be the supervisor of that section. He then added that a request is made for a reclassification from a Drivers License District Manager I to a Regional Office Supervisor II in the Las Vegas Office.

Mr. Jacka said that the "double renewal cycle" (the law was changed from a 5 year renewal cycle to a 4 year renewal cycle) caused twice the amount of activity that occurs every 4 years. Therefore, the department is requesting 8 new positions (3 drivers license clerks for the Las Vegas Office, 2 clerks in the North Las Vegas Office, 2 in the Reno Office and 1 in the Carson City Office) to be employed for the first year of the biennium only.

Mr. Robinson asked if some efforts could be taken to either reduce the renewal period or add a year to the renewal cycle of the individuals involved in the 5 year renewal to in affect "bring them in step" with the renewal cycle. Ms. Alcamo said that is a viable alternative. Mr. Jacka said that due to time constraints he suggested that the committee consider the funding of the additional positions this time and the legislation could be prepared for the next legislative session to affect that change.

Mr. Robinson asked if the Legislature could direct the Drivers License Division to affect this change by regulation. Chairman Bremner suggested that Ms. Alcamo research that possibility and provide the information to the committee.

Mr. Horn asked if the funds generated from the renewing process would be in excess of the requested amount to pay the salaries of the 8 new positions. Ms. Alcamo said that approximately \$600,000 will be generated and approximately \$100,000 would be needed to pay the salaries and fringe benefits of the 8 temporary positions.

Chairman Bremner requested the Drivers License Division to provide the Committee with the detailed figures on the gain or loss for the state on both Mr. Robinson's suggestion and Mr. Horn's question.

Mr. Jacka said the Division is developing a new Drivers License Handbook and the increased costs for the printing are reflected under the line item Printing and Duplicating in the budget. He said that the new handbooks will cost 50 cents to the public and 25 cents to print. He noted that there is no money contained in the budget to pay the printing costs. He suggested that the \$125,000 the first year of the biennium and \$100,000 the second year reflected under "Book Sales" be transferred to the appropriation so the money will be available to print 250,000 handbooks each year of the biennium. He said that the money generated from the sale of the handbooks will revert to the General Fund.

Chairman Bremner asked if the printing costs are reflected in the Printing and Duplicating line item. Mr. Jacka said that the funds needed are contained in that line item but it becomes a deficit.

Mr. Bible said that when the new budget for the biennium becomes effective July 1, 1981, there will be \$1.5 million available to the Drivers License Division for working capital. Mr. Winkelman said that the appropriation would be ample to buy the books, however, \$125,000 worth of handbooks has to be sold to fund this particular budget. He added that if \$125,000 worth of handbooks is not sold the revenue will not be generated, necessary to operate this division.

Mr. Alastuey said it was the Budget Office's contention that this function should be self-supporting.

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Chairman Bremner said that the Drivers License Division could return to Interim Finance if a short-fall does occur in the budget. Mr. Jacka said it was his opinion that he is recommending ways to save the state money and is in effect "punished" for his efforts.

Mr. Glover asked in how many languages the new handbooks are printed. Mr. Jacka said Spanish and English. In addition, Mr. Glover asked if all the Spanish handbooks are utilized. Ms. Alcamo said the Spanish handbooks are moving slowly. In response to Mr. Glover's question if schools, libraries, etc. would be charged for the new handbooks, Ms. Alcamo said they would be charged. Mr. Glover asked what the projected costs are to administer the collection of the fee for the handbooks. Ms. Alcamo said there will be some administrative costs but efforts are being taken to program the purchase of the handbook included in the normal drivers license transaction so the receipt for the handbook will also show on the receipt for the license.

#### Motor Carrier Division

Mr. Jacka introduced Mr. Winston Richards, Chief of the Motor Carrier Division and said that this division audits the motor carriers and collected \$18,818,906 in fees in calendar year 1980.

Mr. Jacka noted that it is recommended by the Governor's Management Task Force that three existing inspectors be transferred from the Public Service Commission to the Motor Carrier Division which would assume the responsibilities that were performed by those inspectors at the Public Service Commission. He added that the Senate Finance Committee is initiating the legislation necessary to affect the transfer of the three inspectors to the Motor Carrier Division.

Mr. Jacka referred to the Vehicle Operation line item which reflects a requested amount that is calculated on travel based on 656,250 miles for each year of the biennium - first year based on 17 cents per mile and the second year mileage is based on 19 cents per mile. He noted that in both the Motor Carrier budget and the Highway Patrol budget there is concern that if fuel costs increase there will be a need to request Interim Finance for additional money to maintain the present level of service.

In the employee Transfers line item, Mr. Jacka noted that the agency is requesting \$3,000 for each year of the biennium and the Governor is recommending \$1,000. He said that this request is to pay the moving costs of Motor Carrier Field Agents who are required to transfer to new locations and the \$1,000 recommended by the Governor is not adequate to cover such costs.

Mr. Jacka said the costs reflected under the Raw Materials line item include the aluminum and decal stickers that are used in the Motor Carrier Division. He added that legislation is pending that will consolidate the motor carrier operation into a single plate concept and generate an additional \$2 million for the Highway Fund. He said the concept was taken into consideration when the raw material costs were calculated in the budget as it is presently reflected.

Mr. Jacka said that \$17,500 of the requested appropriation under "Other Furniture and Equipment" is to purchase a new set of semi-portable scales.

Mr. Hickey asked how many scales are utilized by the Motor Carrier Division to weigh trucks. Mr. Richards said there is a total of 5 scales - 2 semi-scales and 3 portable scales. He said there is one "monster" scale that is presently in Reno but is going to be moved to Tonopah on a permanent basis. Mr. Hickey asked what basis the Motor Carrier Division uses in determining where scales will be placed. Mr. Richards said that periodically roadblocks are set up in conjunction with the Federal Motor Carrier Division and some scales are placed in an area where a number of complaints have been received.

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Mr. Hickey referred to the transfer of the three inspectors to the Motor Carrier Division from the Public Service Commission and asked if projected figures have been calculated on the increased revenue that can be expected from these three additional positions. Mr. Jacka said he did not have the breakdown per agent, but with the total number of inspectors there is a 17 to 1 ratio for cost versus collection in the amount collected.

Mr. Hickey said that it was his opinion that the deterioration of the highways is a real problem and the Motor Carrier Division has the responsibility of protecting the state against further highway damage. Mr. Richards said that with the two new semi-portable scales requested for the coming biennium the division will be adequately equipped to issue citations.

Mr. Robinson asked if the Motor Carrier Division has any authority over the transporting of hazardous waste. Mr. Jacka said the transporting of hazardous waste is primarily the responsibility of the Highway Patrol. Mr. Richards said that presently the basic functions of the Motor Carrier Division is the tax collection, revenue, safety and weight of the vehicles.

Mr. Jacka pointed out that for the coming biennium the Motor Carrier Division is attempting to develop a change in the vendor station system. The change would generate an additional \$300,000 to \$400,000 per year by truckers posting vendor fees directly to the office in Carson City.

Mr. Horn asked if there were any vacancies in the Motor Carrier Division. Mr. Jacka said there is one Field Agent position vacant at the present time. At the request of Mr. Horn, Mr. Jacka said he would provide the committee with a detailed breakdown of the existing vacancies in the entire Department of Motor Vehicles.

#### Highway Patrol

Mr. Jacka introduced Col. Pete Zadra, Chief of the Highway Patrol, and said this division has the responsibility for the enforcement of traffic laws and the investigation of accidents on all primary and secondary highways within the state. He requested the reclassification of six Telecommunications Specialists to Communications/Computer Technicians since the original classification was not designed to handle the diversified duties performed. He indicated that there is a request for a new position which is a Sergeant assigned to the Carson City office who would function in the capacity of Governor's security. Mr. Jacka said there is a request for two additional positions of special officers, one assigned to the Las Vegas office and one to the Reno office. They would function in the capacity to concentrate on the out-of-state registration violations as well as the suspended drivers licenses and the mandatory insurance problems that presently exist. He added that these two positions would be more than cost effective and, in fact, recommended that there be a "sunset" provision for the biennium attached to these two positions whereby if funds over and above the cost of the program were not generated then the positions would be eliminated.

Mr. Jacka referred to the Printing and Duplicating line item and said that the Governor's recommendation for both years of the biennium would not be adequate to cover the costs incurred by the division. Mr. Alastuey said that the amounts recommended by the Governor were indicated early in the budget process to be adequate.

Under the Vehicle Operation line item, Mr. Jacka said the amounts requested are calculated on 27,500 miles per year times 99 vehicles times 17 cents per mile the first year and 19 cents the second year of the biennium. He noted that if fuel costs continue to rise the requested amounts will not be adequate.

3/31/81 Mr. Hickey asked if all 99 vehicles are assigned to specific  
Page 5 Highway Patrol officers. Col. Zadra said there are less than 12 spare units - the remainder are assigned to specific officers who are responsible for the maintenance of their vehicle. Mr. Hickey asked how a Highway Patrol officer is regulated on the use of the vehicle assigned to him. Mr. Jacka said that regulations exist stating that an officer only uses the automobile for transportation to and from work on a personal basis and the remainder of the time the car is utilized for police work.

Mr. Hickey suggested that the possibility of a motor pool concept be implemented in lieu of the high costs incurred in this program. Mr. Jacka said that research into the motor pool concept has not proven that it would be cost effective.

Chairman Bremner referred to the 65% increase in the Vehicle Operation line item and asked what formula is used in determining the costs of this program. Mr. Jacka said that in 1979-80 it cost 12 cents per mile to operate the vehicles and in 1980-81 it was 13 cents per mile based on 27,500 miles driven by the Highway Patrol vehicles.

Mr. Hickey reiterated his concern on the personal use of the Highway Patrol vehicles and said that a discipline in use needs to be adhered to. Mr. Jacka said that controls do exist in that the mileage on the Highway Patrol vehicles is monitored by both the Motor Carrier Division and the Highway Patrol. He said that there is a maximum limit of 20 miles per day times 99 vehicles times 261 work days a year.

Mr. Glover asked if all officers actually report to the office every morning. Mr. Jacka said that not all officers report to the office for a briefing - many are released by radio to go into service in a remote area.

Mr. Jacka referred to the Other Furniture and Equipment category and noted that the Governor's recommendation is considerably less than was requested by the agency for both years of the biennium. Mr. Jacka said that there is legislation pending that would mandate the replacement of red lights on top of Highway Patrol vehicles at a cost of approximately \$150,000. He added that this replacement cost is not included in the budget. The "deck mount" lights that are presently in use are less costly to install (\$60 for deck mount lights that are presently in operation in about 2/3 of the fleet as compared to \$800 to install overhead lights that contain a siren). He added that fuel costs are reduced by 7% with the use of the deck mount lights.

Mr. Jacka said that the \$116,300 that is approved by the Governor under Other Furniture and Equipment includes the replacement for shotguns in the amount of \$10,720. Chairman Bremner asked why the shotguns are being replaced. Mr. Jacka said they do not meet the standards for Highway Patrol use.

Mr. Jacka said that as the law presently states there is an \$8,000 maximum limit on the purchase of state automobiles and if A.B. 274 were approved, which raises the maximum limit to \$10,000, there is still a concern that if the cost of new Highway Patrol vehicles rise above the \$10,000 limit that referral could be made to Interim Finance to increase the maximum.

Mr. Marvel asked what is the turn-over rate in the Highway Patrol Department. Mr. Jacka said that the turn-over rate is 16%. In response to Mr. Marvel's question on the number of officers trained, Mr. Jacka said that generally between 10 and 12 officers are trained in a year.

Mr. Glover asked how many of the 10 to 12 officers trained last year are still presently on the job. Mr. Jacka said that 2 officers have left at this point. Col. Zadra continued by noting that in last year's academy there were 30 troopers - 10 were new people so there were 20 replacements.

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Chairman Bremner suggested increasing the maximum amount allowed to purchase Highway Patrol vehicles to \$10,500 in the second year of the biennium. Mr. Jacka said that would be satisfactory.

#### Switcher Operation

Mr. Jacka said that when the Switcher Operation was transferred to the Department of Motor Vehicles from the Department of Law Enforcement Assistance in October 1979 there were some problems with the interrelationship of the Switcher with the computer file at DMV. He said that \$34,000 is requested in the budget to enhance the capability of the Switcher Operation. Mr. Jacka noted that the Switcher is the computer link for access to National Crime Information Center (NCIC) in Washington, D.C. and the California Law Enforcement Teletype System. It is mandated by the Federal Government that there be one control point in the state for NCIC access. Mr. Jacka said that his proposal to local law enforcement agencies was that for 2 years the state would pay for all the line costs for operating the Switcher and that the local agencies would assume the responsibility of the payment of their teletype or catheray tube device access to the Switch. Presently, the Switcher handles 3 low speed lines from the south and one high speed line from the north which results in considerable time delay and dissatisfaction from the local law enforcement agencies. He said that Nevada Bell has proposed to change the line configuration to 2 high speed lines in the north and 2 high speed lines in the south and it could be done at less money than is charged for the present lines. He indicated that it would cost local law enforcement agencies \$200 a month to maintain the device plus installation and the state would pay for the line costs plus the operational costs less the amount for the computer. It was indicated to local law enforcement agencies that unless the Legislature changed the approach that after the 2 year period had elapsed the organization would have to be totally self-sufficient and there would be no state money available. He said that the cost of \$398.00 per month plus installation are reflected in some agency budgets. Heretofore, the state has assumed the cost of the Switcher but now it has been broken down by state divisions. Mr. Jacka said that, in addition, there is a standard set for Switcher access fees. It was projected that \$52,800 would be generated from the user fees but when some users discovered that they would have to incur some of the costs, they reduced the number of terminal accesses and now the figure is \$32,400.

Mr. Larry Ketzenberger, representing the Metropolitan Police Department in Las Vegas, said his testimony is supported by most, but not all, of the police chiefs and sheriffs throughout the State of Nevada. He said he objects to the statement that the state's costs for the Switcher as a "subsidy to local law enforcement." He indicated that this is, rather, an example of the state assuming its responsibility to assist and support financially the efforts of local and state law enforcement agencies in a partnership that is necessary for effective law enforcement operation in the state.

Mr. Ketzenberger said that in several instances costs are incurred by local law enforcement agencies on behalf of the state. He added that it is the opinion of the local law enforcement officials the decision as to whether the state should fund the state Switcher Operation is properly a decision of the Legislature rather than the administrative officers of state government. He said he has requested Chairman Bremner to introduce a resolution which in effect would make it a policy of the Legislature to provide for the cost of the state Switcher and the associated line costs as the state's contribution to the communication system for law enforcement in the State of Nevada.

Mr. Marvel asked if local law enforcement officials from rural areas of Nevada are in support of Mr. Ketzenberger's testimony. Mr. Ketzenberger said that he has talked with the sheriffs of Storey, Douglas, Elko, Lander and Pershing Counties and they are in support of this position 100%.

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Mr. Glover said that it was his impression that much controversy exists over locating the repository in the Department of Motor Vehicles as their main function is not law enforcement. Mr. Jacka responded that it was not envisioned that the repository operation in the Department of Motor Vehicles as symbolic that it is becoming a state police agency.

In addition, Mr. Glover asked if the Gaming Control Board is involved in the Switcher Operation. Mr. Jacka said that they are a regulatory agency and have access to SCOPE, NCIC and other data banks.

Chairman Bremner presented the committee with two resolutions as requested by Mr. Ketzenberger for committee introduction. \*One resolution adopts the policy for the state to support the cost of law enforcement communications network and the second authorizes an expenditure from the Legislative Fund to plan and develop a central criminal records repository. Motion to introduce the two resolutions and rerefer to the Ways and Means Committee made by Mr. Glover, seconded by Hickey. Motion carried with Mr. Vergiels, Mr. Coulter, and Mr. Brady absent.

Chairman Bremner directed Mr. Horn's subcommittee on the Prison system to explore further the Switcher Operation and make a report to the committee on their findings.

#### Highway Patrol - Special Fund

Mr. Jacka said that this fund is totally self-sufficient and monies are generated from the \$3.00 fee that is attached to the registration process. He added that legislation is pending to increase the registration fee to \$4.00 in order to maintain the self-supporting status of the fund and the current number of Troopers in this account. He said that the budget presented to the committee is calculated on that \$1.00 increase in fees.

Mr. Glover asked if the proposed legislation increasing the fee schedule to \$4.00 is not passed what affect would it have on the Highway Patrol - Special Fund. Mr. Jacka said that in phasing out positions by the second year of the biennium approximately 25 positions would be eliminated. He said that in consideration of Nevada's rapid growth that any reduction in the number of Highway Patrol Troopers would be the disadvantage of Nevada. Mr. Glover observed that this budget has been controversial over the years. Mr. Jacka said that when this budget was initiated it was directed that it would remain self-supporting. He noted that in fiscal years 1976, 1977, and 1978, and 1979 a total of \$693,146 was transferred from the Highway Patrol Special Fund to the Highway Patrol General Fund, had the money been left in the Highway Patrol Speical Fund the request for the fee increase would not be necessary as the deficit of \$671,301 would not exist had the money not been transferred.

Mr. Glover asked if revenue from increased volume of registrations from the influx of people in relation to the MX project would help to cover the deficit that now exists. Mr. Jacka said the increase is anticipated to be minimal because temporary residents do not have to register their vehicles.

Mr. Hickey asked why there is an increase in insurance rates when according to Mr. Jacka's previous statement he noted there is a reduction in accident fatalities.

Colonel Zadra said that to date there are 20 less fatalities than was recorded on the same date a year ago and the accident rate has decreased slightly. Mr. Hickey asked if the Insurance Commissioner is aware of the reduction of traffic accidents and Mr. Jacka said he was. Chairman Bremner noted that the statistics Colonel Zadra quoted have only been released since January and there has not been enough time to develop a trend. Mr. Jacka further noted that these statistics only relate to the Highway Patrol and reflects only a percentage of the accidents statewide.

Mr. Robinson noted that in the Highway Patrol - Special Fund budget  
\* ACR 39 † ACR 40 (Committee Minutes) \* as BDR 1954 † as BDR 1955

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all 90 personnel are Highway Patrol Troopers and asked how many of the 162 personnel in the Highway Patrol General Fund budget are Troopers. Mr. Jacka said that there are 90 Troopers and 99 vehicles. Mr. Robinson asked if the administrative positions as reflected in the Highway Patrol General Fund budget are assigned a patrol vehicle. Mr. Jacka said they were assigned a vehicle. Mr. Robinson said it was his opinion that it was an unnecessary expense to provide the administrative personnel of the Highway Patrol department a vehicle for transportation to and from work. Mr. Jacka said he would provide the committee with a recent survey conducted that shows that individual assignment of vehicles as compared to the motor pool concept is more cost effective at the present time. Mr. Robinson asked Mr. Jacka to also provide the committee with the actual number of emergency calls that the administrators (lieutenants, captains, etc.) do participate in to justify the issuance of a vehicle.

Department of Motor Vehicles - Communication Section - Highway Patrol

Mr. Jacka said the 1979 Legislature transferred the responsibility of the Communications Board operation to a subdivision of the Highway Patrol and modified the composition of the Communications Board from 7 to 3 members. Mr. Jacka said that over the biennium this section has become self-sufficient and there is no request for a General Fund appropriation. The Communications Subdivision is funded exclusively from service fees from users placed in a continuing fund. He added that, in fact, with the help of the Budget Office there has been developed a reserve amount, \$133,479 the first year of the biennium and accumulative to the second year in the amount of \$223,182. The reserve will be used to replace equipment that is worn out.

NEVADA STATE COUNCIL ON THE ARTS

Ms. Jackie Belmont, Director of the Nevada State Council on the Arts, said that the council has two basic programs: Grants Program and Artists-In-Residence Program. She said that the basic funding to both programs comes from the National Endowment of the Arts. (EXHIBIT A) She noted that the programs in the grants area in the last biennium have been administered and granted under the premise that this is seed money to Nevada communities and Nevada artistic organizations which must be matched at least by half. The monies that were invested from the federal funds were returned two and one half times for every dollar that was invested. She said the ratio in the state of Nevada coupled with the federal monies and with private dollars has been \$8.00 for every \$1.00 the state has expended.

Ms. Belmont said the increases in the budget are representative of merit increases for classified employees and travel increases due to inflationary air fares. She said there is a basic percentage increase of 9% overall.

Chairman Bremner asked what the projections are for the continuation of federal funding in this budget. Ms. Belmont said that if the 50% funding cut comes to the Endowment, the Council directly could lose 1/3 of the basic grant operating funds and a portion of the Artists-In-Schools Program. She added that, however, the basic technical assistance programs that are in place this year are to ensure that those losses will be made up so that the Council will be able to put the same types and amounts of programs in place for communities statewide.

Mr. Hickey asked for an explanation of the Artists-In-Schools Program. Ms. Belmont said this program provides for the placement of professional artists in minimum one month residencies in the areas of visual arts, music, arts, literature, performing arts and theatre who work in classrooms. Mr. Hickey asked if federal funds were cut in this area where would the reductions be made. Ms. Belmont said that all the administrative costs for the program, with the exception of approximately 25% of the Deputy Director of the Council's time come from the federal funds directly, they



3/31/81 are an adjunct to the basic program and are not supported by state  
Page 9 monies.

Mr. Marvel asked for an explanation of the \$60,750 under the Artists-In-Schools line item for fiscal year 1981-82. Ms. Belmont said this amount is the Council's request to the Endowment for their subsidy - that money is matched by the communities in which the programs are administered in Nevada. The money is used exclusively for the payment of the contractual services of the people in the program.

Mr. Rhoads asked what amount of money has been raised by the private sector in the last year. Ms. Belmont said that in fiscal year 1980, the Council expended \$277,980 and the private community invested \$650,124, and the total for the biennium was \$551,970 in grants funds by the Council matched by \$1,233,628 by the private sector.

Mr. Neldon Mathews, Lincoln County School Superintendent, said his district participates in the Artists-In-Schools program and receives a tremendous benefit from the visiting artists and offers the rural communities experiences that the students would otherwise never have.

Mr. Rob Dwyer, Sierra Arts Foundation, said that with \$8,500 in seed money received from the Council the Foundation was able to receive a \$63,000 hard match towards marketing the arts in Washoe County.

Mr. Russ Graff, Founding Member of the North Lake Tahoe Symphony Association, said that the seed money provided by the Council benefits the economy of the area.

Ms. Betty Block, Carson City Arts Alliance, said that the Arts Council has been significant in the development of their program.

Ms. Connie Bronz, Ballet Theatre of Nevada, said that a grant from the Council provided the funds for a tour in the northern Nevada communities that was well received. Her comments are contained in EXHIBIT B.

#### INDIAN AFFAIRS COMMISSION

Mr. Elwood Mose, Executive Director of the Indian Commission, said that the purpose of this agency is to study and make inquiry into the affairs affecting Indians in the State of Nevada and to make recommendations to the Legislature and the Governor.

Mr. Marvel noted that no legal services are reflected in the budget and asked how legal services are provided to the agency. Mr. Mose said that legal services are provided through the Attorney General's Office and the agency works with the Nevada Indian Legal Services and with various tribal attorneys. Mr. Marvel asked if the services provided by the Nevada Indian Legal Services are federally funded. Mr. Mose said it was his understanding that they were paid by federal funds.

Chairman Bremner adjourned the meeting at 10:45 a.m.

DATE: March 31-1981

WAYS AND MEANS COMMITTEE

GUEST LIST

NAME (PLEASE PRINT)

REPRESENTING:

PATRICIA ANDERSON

DMV-NEV. HIGHWAY PATROL

Mozum Sheehan

DMU - DIRECTOR'S OFFICE

BART JAKA

DMU - DIRECTOR'S OFFICE

Leonard Winkelman

DMU - Admin. Services

Sharon P. Alamo

DMU - DRIVER'S LICENSE DIVISION

WINK RICHARDS

DMV MOTOR CARRIER

JOHN CIARALIA

DMU AUTOMATION DIV

PETE ZADRA

DMV HIGHWAY PATROL

ERIC J. HATCH

DMV. HIGHWAY PATROL.

Mitchell Landsberg

A.P.



# Nevada State Council on the Arts

101-2979

329 Flint Street  
Reno, Nevada 89501  
(702) 784-6231

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EXHIBIT A

## FY1982-1983 BIENNIUM BUDGET PRESENTATION

Agency Mission: "...it is the policy of the State of Nevada to join with institutions and professional organizations concerned with the arts to insure that the role of the arts in the life of the communities of the state will continue to grow and play an ever-increasing part in the cultural development and educational experience of the citizens of the State of Nevada."

(Nevada Revised Statutes 233C, 1967)

NEVADA STATE COUNCIL ON THE ARTS  
101-2979 - Budget Presentation FY1982-83

PROGRAM STATEMENT

In 1967, Nevada Revised Statutes 233C established the Nevada State Council on the Arts. To carry out its mission, the agency provides the following services statewide:

1. The Council serves as the official State agency to receive and disburse federal funds from the National Endowment for the Arts for cultural organizations and individual artists throughout Nevada;
2. The Council provides leadership, information, programming and technical assistance in the development of the arts at the community, regional and statewide levels;
3. The Council serves as the official State agency to receive federal funds to provide professional arts resources in public and private schools and other community-based education settings throughout Nevada.

PROGRAM FUNDING

The Council has two basic programs--the GRANTS PROGRAM and the ARTISTS-IN-RESIDENCE PROGRAM and provides technical assistance and information services through each of those programs.

State General Fund Appropriation - To provide operating funds for administration of agency programs and services and programs from the Western States Arts Foundation.

Basic Federal Arts GRANT PROGRAM - (National Endowment for the Arts)

This grant will cover all the Federal/State Partnership programs for the arts in Nevada with the exception of the Artists-in-Education (Residence) program (formerly entitled the Artists-in-Schools program by the Endowment).

- The Program Serves:
1. Nevada communities and community arts support organizations;
  2. Professional artists and arts organizations in the areas of music, dance, theatre, visual arts and literature;
  3. Other State agencies.

The Program Benefits:

1. Provides "seed money" which requires partial, then full support by private and/or public sector; generates local and state earned income and tax revenues for/from artists' wages, goods and services purchased by artists, arts organizations and audiences;

Monies generated by the program in FY1980-81:

- a. Funded organization budgets - \$5,521,890
- b. NSCA Grant Funds - \$ 551,970
- c. Applicant Match to NSCA - \$1,233,628

2. Supports activities which generate business for hotels, restaurants, media; for paper, printing, transportation, construction, gaming and entertainment industries; for community facilities;
3. Assists artists and arts organizations to develop and maintain sound business management and accounting procedures;
4. Supports employment of professional artists, arts organization professional personnel, and special constituencies--handicapped, elderly, ethnic minorities;
5. Cooperates with other State agencies to provide cost-effective programs and services.

Program Location Benefits:

Nevada communities served in FY1980-81 include:

1. Total applications received FY1980 - 146
2. Total applications received FY1981 - 100 (to date)
3. Total applications funded FY1980 - 96
4. Total applications funded FY1981 - 63 (to date)
5. No. of Nevada communities funded - 16

Carson City, Elko, Ely, Fallon, Hawthorne, Henderson, Lake Tahoe, Las Vegas, Lovelock, Panaca, Reno, Schurz, Sparks, Tuscarora, Virginia City, Winnemucca

ARTISTS-IN-RESIDENCE PROGRAM (Artists-in-Education)- This program is part of a nationwide arts program federally funded through matching grants made by the National Endowment for the Arts to state arts agencies.

The Program Serves: Nevada students, educators, artists and arts organizations by providing professional residencies in the areas of music, literature, theatre, architecture, and the visual arts, statewide, in schools and school districts and other community-based education settings for grades kindergarten through 12.

The Program Benefits: 1. Provides "seed money" requiring community matching support to grants for artists' residencies for artists salaries, supplies, transportation and housing;

Monies generated by the program in FY1980-81:

- a. NSCA Grant Funds - \$70,200
- b. Applicant Match to NSCA - \$62,915
- c. No. Nevada Counties Funded - 9

- 2. Generates local and state earned income and tax revenues for/from artists' wages, goods and services purchased through the program; supports direct employment of professional artists; creates a statewide job-bank of and provides job information for professional artists;
- 4. Cooperates with other State agencies (primarily Department of Education) to provide cost-effective programs in architecture, literature, music, theatre and visual arts;
- 5. Provides professional training for teachers in arts-related fields;
- 6. Generates income for hotels, restaurants, gaming and entertainment through sponsorship of regional/national conferences conducted in Nevada.

Program Location Benefits: Nevada communities served in FY1980-81 include:

- 1. 9 communities; 38-1/2 residency months - FY1980
- 2. 8 communities; 39 residency months - FY1981

Counties: Carson, Clark, Humboldt, Lincoln, Storey,

Federal Flow-Through Grants - The agency acts as financial liaison for Nevada arts organization which receive grant funds directly from the National Endowment for the Arts.

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SUB-ACCOUNT EXPLANATIONS

Salaries: No new positions are recommended.

In-State Travel: Included are provisions to cover travel costs for Council members' and staff travel to attend one annual granting session, one annual policy session and committee meetings, plus staff travel to provide technical assistance to artists, arts and community organizations and to perform on-site audits of funded programs in rural Nevada and Las Vegas, as required by the National Endowment.

Operating: The proposed amounts cover basic inflationary increases, based on actual operating costs for agency programs and services in FY1980-81.

Dues: Proposed amounts reflect actual increased dues to the National Assembly of State Arts Agencies and to the Association of Community Arts Agencies, the national representative organizations for State and community arts agencies, respectively, to the National Endowment. Council membership in these organizations provides information, technical assistance and training to the Council and its constituents and representation through agency personnel on national arts issues affecting Nevada.

Federal Sub-Grants to Arts Organizations and Individual Artists - Grants are awarded through the Council's GRANTS PROGRAM to qualified applicants. In the fiscal 1982-83 biennium, categories in which grants will be awarded are: Direct Assistance, Organizational Development, Arts Services Development and Special Projects. These funds are also used to pay consultants to the Council to fulfill recommended criteria of the National Endowment in processing federal funds awarded to the agency for grants disbursement.

Artists-in-Residence Program - Schools, school districts and community-based education centers apply to the Council for matching grants which fund residencies established on criteria recommended by the National Endowment, which awards these federal funds to the Council.

Western States Arts Foundation (WESTAF) - The Foundation provides regional, cost-effective assistance to the Council, the State, Nevada arts organization and communities in the areas of touring programs, research, professional training and development of arts programs and projects. The 10 member states include Arizona, Colorado, Idaho, Montana, Nevada, New Mexico, Oregon, Utah, Washington and Wyoming.

Additional Materials Available:

1. FY1980 & 1981 Basic Grants Program  
Financial & Location Summary
2. FY1980 & 1981 Artists-in-Residence Program  
Financial & Location Summary
3. Western States Arts Foundation  
List of Benefits to Nevada
4. In-State Travel  
Itemized Budget for FY1982-83 (Projected)

Box 7  
Crystal Bay, Nevada 89402

1836 Chase Drive  
Carson City, Nevada 89701

# Ballet Theatre of Nevada

A Non-Profit Organization

March 31, 1981

Assembly Ways and Means Committee  
State of Nevada  
Legislative Building  
Carson City, Nevada 89710

Dear Assemblymen:

The Ballet Theatre of Nevada, a non-profit corporation, is submitting to the Assembly Ways and Means Committee <sup>testimony</sup> regarding the proposed budget of the Nevada State Council on the Arts. The Ballet Theatre believes that the budget as proposed should be adopted.

The Ballet Theatre as an active participant in the performing arts in Northern Nevada perceives that a valuable cultural and educational service is being provided to the communities of Nevada by the Council on the Arts. The grant program that is administered by the Council has had a strong role in the development of various arts programs in Nevada's communities.

The existing grant program is a positive stimulus upon the local economy. Every dollar that is received by a grantee stimulates more dollars to be developed and expended. The grant program; through its matching requirements, fosters the development of community commitment to the performing arts. Your thoughtful review of the Council's budget is appreciated.

Sincerely,

*David R. Cowperthwaite*

David R. Cowperthwaite, Trustee

EXHIBIT B

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