

## SECTION IV GENERAL FUND APPROPRIATIONS AND TOTAL BUDGET

On January 15, 2009, Governor Jim Gibbons transmitted The 2009-11 Executive Budget to the Seventy-Fifth Nevada Legislature. The budget includes recommendations for a capital improvement program and supplemental appropriations, as well as operating appropriations and authorizations for fiscal years 2009-10 and 2010-11.

### EXPENDITURE CAP

The 1979 Legislature established the state's current expenditure limitation (NRS 353.213), which applies to all General Fund appropriations recommended by the Governor, except appropriations recommended for construction. The base period is the 1975-77 biennium (fiscal years 1975-76 and 1976-77), and the base amount is increased by the growth in population and the rate of inflation each biennium. The limitation can be exceeded to the extent necessary to meet situations involving a threat to life or property.

Historically, the expenditure limitation has been higher than the amount of General Fund appropriations recommended in The Executive Budget and therefore has not been a factor in the budgeting process. However, the difference between the expenditure limitation and General Fund appropriations recommended in The Executive Budget has been narrowing, and the recommended General Fund appropriations in The Executive Budget submitted to the 2005 Legislature were slightly under the expenditure limitation.

The current expenditure limitation and the General Fund appropriations recommended by the Governor for each biennium under review by the 2009 Legislature are outlined below:

	<u>2007-09 Biennium</u>	<u>2009-11 Biennium</u>
Expenditure Limitation	\$7,043,611,769	\$7,950,554,087
General Fund Appropriations		
2007 Legislature Approves*	\$6,811,873,499	
24 <sup>th</sup> Special Session	(47,995,714)	
2009 Governor Recommends*	<u>396,608,945</u>	<u>\$6,270,176,439</u>
Total Appropriations	\$7,160,486,730	\$6,270,176,439
Over/(Under) Expenditure Limitation	\$ 116,874,961	(\$1,680,377,648)

\* Excludes appropriations approved for construction, deferred maintenance and/or pre-funding of retiree health insurance.

As noted above, the expenditure limitation for the 2007-09 biennium is estimated to be exceeded by approximately \$116.9 million, based on the recommended supplemental appropriations and the estimated cost of the 2009 Legislative Session. This should not be viewed as an expenditure issue, but rather an appropriation issue. Significant General Fund appropriations for both fiscal years 2007-08 and 2008-09 have been reserved for reversion due to revenue declines. Therefore, instead of reverting funds that are currently held in reserve at the close of the fiscal year, the amounts appropriated by the 2007 Legislature for fiscal years 2008-09 could be reduced, which would bring appropriations within the expenditure cap.

## **2009-11 EXECUTIVE BUDGET**

The Governor's recommended budget includes approximately \$6.175 billion in General Fund operating appropriations for the 2009-11 biennium; approximately \$329.3 million for the Distributive School Account and \$52.3 million to state agencies in supplemental appropriations; approximately \$16.2 million to restore certain fund balances; approximately \$23 million in fiscal year 2009-10 and 2010-11 for the repayment of funds anticipated to be borrowed temporarily from the State Treasurer; and \$15 million for the cost of the 2009 Legislature, bringing the total recommended General Fund appropriations to nearly \$6.633 billion. Recommended ongoing (operating) appropriations decrease from \$6.802 billion approved by the 2007 Legislature for the 2007-09 biennium to \$6.175 billion, a decrease of 9.2 percent. During the current biennium, due to General Fund revenue collections not meeting projected levels, several rounds of budget reductions were necessary which included two Special Sessions of the Legislature in June and December 2008, to implement reductions to agency budgets, reduce appropriations approved by the 2007 Legislature, transfer funds from the Rainy Day Fund, and sweep selected non-General Fund reserve balances.

There are a number of budget reduction recommendations made by the Governor that impact employee compensation and benefits in the majority of budget accounts in The 2009-11 Executive Budget. Each of these global budget reduction recommendations is identified as a separate enhancement and will not generally be discussed in the narrative explanation of individual agency budgets included in Section V of this report. Therefore, an explanation of these items is included here.

- Temporary Six-Percent Salary Reduction – The Governor is recommending a six-percent reduction in compensation for all employee groups (state, university and school districts), which would roll back the cost-of-living increases approved by the 2007 Legislature of two percent effective July 1, 2007, and four percent on July 1, 2008. (Please note that school district salaries are collectively bargained and therefore salary adjustments may be different than the funding allocated for this purpose by the Legislature.)
- Suspend Merit Salary Increases for Fiscal Years 2009-10 and 2010-11 – The Governor is recommending that merit salary increases for all employee groups

(state, university and school districts) be suspended during each year of the 2009-11 biennium.

- Suspend Longevity Payments for Fiscal Years 2009-10 and 2010-11 – The Governor is recommending that longevity payments for state employees be suspended during each year of the 2009-11 biennium. Longevity payments are designed to encourage long-term state service and provide \$150 per year for employees with eight years of state service, up to a maximum of \$2,350 per year based on 30 years of state service.
- Implement SAGE Commission Recommendations – The Governor is recommending the implementation of the Spending and Government Efficiency (SAGE) Commission recommendations regarding the Active Employees’ Group Insurance subsidy and the Retired Employees’ Group Insurance subsidy. Implementation of similar recommendations is also included within the Distributive School Account. These recommendations include:
  - Reduction of the health insurance subsidy for active employees from 90 percent to 75 percent of the total rate, with the resulting contribution for state employees decreasing from \$626.16 per month in FY 2009 to \$549.00 per month in FY 2009-10 and \$596.75 in FY 2010-11.
  - Elimination of retiree subsidies for all state employees retiring after July 1, 2009, and all current Medicare retirees beginning July 1, 2009. In addition, a reduction in retiree subsidies is recommended for existing non-Medicare retirees by 25 percent on July 1, 2009, and an additional 25 percent reduction on July 1, 2010. The Executive Budget also recommends eliminating retiree subsidies for employees with less than 15 years of service.

The General Fund reductions recommended in fiscal years 2009-10 and 2010-11 due to The Executive Budget recommendations outlined above are included in the table below:

<u>Compensation/Benefit Reduction</u>	<u>General Fund Reductions</u>	
	<u>FY 2009-10</u>	<u>FY 2010-11</u>
Six Percent Salary Reduction	\$215,780,902	\$219,493,432
Suspend Merit Increases	67,032,609	139,484,548
Suspend Longevity Payments	3,254,522	3,681,695
SAGE Recommendations	<u>73,869,055</u>	<u>84,629,733</u>
Total	\$359,937,088	\$447,289,408

After adjusting for interagency transfers, appropriations and authorizations for the 2009-11 biennium from all revenue sources total \$15.458 billion, which compares to the \$15.932 billion approved by the 2007 Legislature. This represents a decrease of 3.0 percent in total funding recommended for the 2009-11 biennium compared to the 2007-09 biennium.

The schedules that follow contain all of the appropriations recommended by the Governor for the 2009-11 biennium. Also included is a “pie chart” that illustrates the proposed distribution of General Fund appropriations among the various governmental functions.

Following are summaries and schedules that reflect the proposed spending in the Governor’s budget. Included is a “Source of Funds Summary”, which compares the proposed operating appropriations and authorizations to those in the current biennium by funding source; a list of proposed supplemental appropriations for the current year; the amounts recommended to restore certain fund balances; and information on the Governor’s proposed capital improvement program.

**Nevada Legislative Counsel Bureau  
Source of Funds Summary  
2009-11 Fiscal Report**

	2007-2008 Actual	2008-2009 Work Program	2009-2010 Governor Recommends	% Change	2010-2011 Governor Recommends	% Change
<b>ELECTED OFFICIALS</b>						
GENERAL FUND	34,857,268	38,406,397	34,923,340	-9.07	35,308,788	1.10
BALANCE FORWARD	-37,993,374	187,178,847	214,275,552	14.48	225,211,515	5.10
FEDERAL FUND	3,257,327	4,418,046	3,924,378	-11.17	3,414,672	-12.99
INTER-AGENCY TRANSFER	73,535,812	100,435,214	60,689,327	-39.57	60,928,727	.39
INTERIM FINANCE	55,655	288,780				
OTHER FUND	276,306,916	289,964,241	274,786,740	-5.23	285,866,034	4.03
REVERSIONS	-4,176,990					
<b>TOTAL FOR ELECTED OFFICIALS</b>	<b>345,842,614</b>	<b>620,691,525</b>	<b>588,599,337</b>	<b>-5.17</b>	<b>610,729,736</b>	<b>3.76</b>
Less: INTER-AGENCY TRANSFER	73,535,812	100,435,214	60,689,327	-39.57	60,928,727	.39
<b>NET ELECTED OFFICIALS</b>	<b>272,306,802</b>	<b>520,256,311</b>	<b>527,910,010</b>	<b>1.47</b>	<b>549,801,009</b>	<b>4.15</b>
<b>LEGISLATIVE - JUDICIAL</b>						
GENERAL FUND	58,257,595	64,025,721	58,052,488	-9.33	58,017,254	-.06
BALANCE FORWARD	-1,531,740	6,559,736	5,331,922	-18.72	4,726,444	-11.36
FEDERAL FUND	345,462	432,059	412,426	-4.54	412,426	
HIGHWAY FUND	132,634	264,910	5,000	-98.11	5,000	
INTER-AGENCY TRANSFER	3,382,223	4,145,006	4,060,269	-2.04	4,083,117	.56
INTERIM FINANCE	153,368	619,764				
OTHER FUND	21,645,925	21,635,832	22,884,450	5.77	24,102,977	5.32
REVERSIONS	-3,262,860					
<b>TOTAL FOR LEGISLATIVE - JUDICIAL</b>	<b>79,122,607</b>	<b>97,683,028</b>	<b>90,746,555</b>	<b>-7.10</b>	<b>91,347,218</b>	<b>.66</b>
Less: INTER-AGENCY TRANSFER	3,382,223	4,145,006	4,060,269	-2.04	4,083,117	.56
<b>NET LEGISLATIVE - JUDICIAL</b>	<b>75,740,384</b>	<b>93,538,022</b>	<b>86,686,286</b>	<b>-7.33</b>	<b>87,264,101</b>	<b>.67</b>
<b>FINANCE &amp; ADMINISTRATION</b>						
GENERAL FUND	52,600,758	71,984,126	38,040,503	-47.15	34,151,453	-10.22
BALANCE FORWARD	5,318,222	43,582,023	26,320,094	-39.61	25,133,301	-4.51
FEDERAL FUND	3,623,977	3,271,303	3,377,217	3.24	3,377,217	
HIGHWAY FUND	1,675,186	5,225,230				
INTER-AGENCY TRANSFER	93,488,022	100,246,607	94,214,636	-6.02	94,432,966	.23
OTHER FUND	29,797,048	28,838,842	33,333,501	15.59	35,645,796	6.94
REVERSIONS	-9,930,151					
<b>TOTAL FOR FINANCE &amp; ADMINISTRATION</b>	<b>176,573,062</b>	<b>253,148,131</b>	<b>195,285,951</b>	<b>-22.86</b>	<b>192,740,733</b>	<b>-1.30</b>
Less: INTER-AGENCY TRANSFER	93,488,022	100,246,607	94,214,636	-6.02	94,432,966	.23
<b>NET FINANCE &amp; ADMINISTRATION</b>	<b>83,085,040</b>	<b>152,901,524</b>	<b>101,071,315</b>	<b>-33.90</b>	<b>98,307,767</b>	<b>-2.73</b>
<b>EDUCATION</b>						
GENERAL FUND	1,876,913,757	1,776,360,001	1,580,981,563	-11.00	1,573,106,879	-.50
BALANCE FORWARD	-980,100	38,844,531	2,588,682	-93.34	1,422,991	-45.03
FEDERAL FUND	312,712,342	312,042,096	318,817,910	2.17	318,927,494	.03
INTER-AGENCY TRANSFER	27,437,006	52,176,368	20,593,501	-60.53	20,483,158	-.54
OTHER FUND	338,741,922	372,856,670	346,500,568	-7.07	364,868,427	5.30
REVERSIONS	-66,406,772					
<b>TOTAL FOR EDUCATION</b>	<b>2,488,418,155</b>	<b>2,552,279,666</b>	<b>2,269,482,224</b>	<b>-11.08</b>	<b>2,278,808,949</b>	<b>.41</b>
Less: INTER-AGENCY TRANSFER	27,437,006	52,176,368	20,593,501	-60.53	20,483,158	-.54
<b>NET EDUCATION</b>	<b>2,460,981,149</b>	<b>2,500,103,298</b>	<b>2,248,888,723</b>	<b>-10.05</b>	<b>2,258,325,791</b>	<b>.42</b>

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Source of Funds Summary  
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	2007-2008 Actual	2008-2009 Work Program	2009-2010 Governor Recommends	% Change	2010-2011 Governor Recommends	% Change
<b>COMMERCE &amp; INDUSTRY</b>						
GENERAL FUND	51,942,595	53,231,104	48,297,355	-9.27	48,369,633	.15
BALANCE FORWARD	2,708,699	64,968,938	57,306,533	-11.79	54,584,223	-4.75
FEDERAL FUND	9,362,297	13,384,232	11,135,448	-16.80	11,141,227	.05
HIGHWAY FUND	2,482,036	2,540,949	2,300,957	-9.44	2,313,763	.56
INTER-AGENCY TRANSFER	19,664,152	25,045,271	18,031,538	-28.00	18,079,321	.26
INTERIM FINANCE	15,934					
OTHER FUND	123,334,410	137,551,251	106,880,473	-22.30	107,844,404	.90
REVERSIONS	-10,069,395	31,550				
<b>TOTAL FOR COMMERCE &amp; INDUSTRY</b>	<b>199,440,728</b>	<b>296,753,295</b>	<b>243,952,304</b>	<b>-17.79</b>	<b>242,332,571</b>	<b>-6.66</b>
Less: INTER-AGENCY TRANSFER	19,664,152	25,045,271	18,031,538	-28.00	18,079,321	.26
<b>NET COMMERCE &amp; INDUSTRY</b>	<b>179,776,576</b>	<b>271,708,024</b>	<b>225,920,766</b>	<b>-16.85</b>	<b>224,253,250</b>	<b>-7.74</b>
<b>HUMAN SERVICES</b>						
GENERAL FUND	919,005,786	1,008,002,960	944,818,876	-6.27	1,063,535,663	12.57
BALANCE FORWARD	48,818,127	82,633,321	57,912,315	-29.92	54,170,296	-6.46
FEDERAL FUND	1,131,680,973	1,147,283,147	1,307,896,152	14.00	1,304,935,199	-.23
INTER-AGENCY TRANSFER	273,976,887	294,987,296	304,387,995	3.19	304,662,404	.09
INTERIM FINANCE	996,694					
OTHER FUND	258,070,024	265,873,451	265,978,256	.04	269,663,750	1.39
REVERSIONS	-45,423,900					
<b>TOTAL FOR HUMAN SERVICES</b>	<b>2,587,124,591</b>	<b>2,798,780,175</b>	<b>2,880,993,594</b>	<b>2.94</b>	<b>2,996,967,312</b>	<b>4.03</b>
Less: INTER-AGENCY TRANSFER	273,976,887	294,987,296	304,387,995	3.19	304,662,404	.09
<b>NET HUMAN SERVICES</b>	<b>2,313,147,704</b>	<b>2,503,792,879</b>	<b>2,576,605,599</b>	<b>2.91</b>	<b>2,692,304,908</b>	<b>4.49</b>
<b>PUBLIC SAFETY</b>						
GENERAL FUND	318,480,849	346,408,070	292,219,308	-15.64	296,521,839	1.47
BALANCE FORWARD	1,306,779	25,520,925	15,405,975	-39.63	16,998,881	10.34
FEDERAL FUND	33,150,912	119,923,095	56,303,554	-53.05	48,867,838	-13.21
HIGHWAY FUND	115,759,128	125,291,672	141,078,723	12.60	139,871,921	-.86
INTER-AGENCY TRANSFER	41,062,210	65,621,269	22,839,128	-65.20	22,990,428	.66
INTERIM FINANCE	1,739,787	654,630				
OTHER FUND	125,673,376	141,951,544	116,122,130	-18.20	117,041,174	.79
REVERSIONS	-30,158,959					
<b>TOTAL FOR PUBLIC SAFETY</b>	<b>607,014,082</b>	<b>825,371,205</b>	<b>643,968,818</b>	<b>-21.98</b>	<b>642,292,081</b>	<b>-.26</b>
Less: INTER-AGENCY TRANSFER	41,062,210	65,621,269	22,839,128	-65.20	22,990,428	.66
<b>NET PUBLIC SAFETY</b>	<b>565,951,872</b>	<b>759,749,936</b>	<b>621,129,690</b>	<b>-18.25</b>	<b>619,301,653</b>	<b>-.29</b>
<b>INFRASTRUCTURE</b>						
GENERAL FUND	35,952,414	33,537,044	28,010,683	-16.48	28,192,717	.65
BALANCE FORWARD	-26,934,186	218,579,785	46,002,940	-78.95	37,055,871	-19.45
FEDERAL FUND	266,020,466	280,300,188	268,537,309	-4.20	268,082,427	-.17
HIGHWAY FUND	309,997,938	306,518,186	349,600,214	14.06	330,528,708	-5.46
INTER-AGENCY TRANSFER	20,846,104	33,223,671	20,584,004	-38.04	20,561,011	-.11
INTERIM FINANCE	7,508,275	169,310				
OTHER FUND	380,638,574	365,103,262	286,420,906	-21.55	299,206,780	4.46
REVERSIONS	-34,535,069					
<b>TOTAL FOR INFRASTRUCTURE</b>	<b>959,494,516</b>	<b>1,237,431,446</b>	<b>999,156,056</b>	<b>-19.26</b>	<b>983,627,514</b>	<b>-1.55</b>
Less: INTER-AGENCY TRANSFER	20,846,104	33,223,671	20,584,004	-38.04	20,561,011	-.11
<b>NET INFRASTRUCTURE</b>	<b>938,648,412</b>	<b>1,204,207,775</b>	<b>978,572,052</b>	<b>-18.74</b>	<b>963,066,503</b>	<b>-1.58</b>

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Source of Funds Summary  
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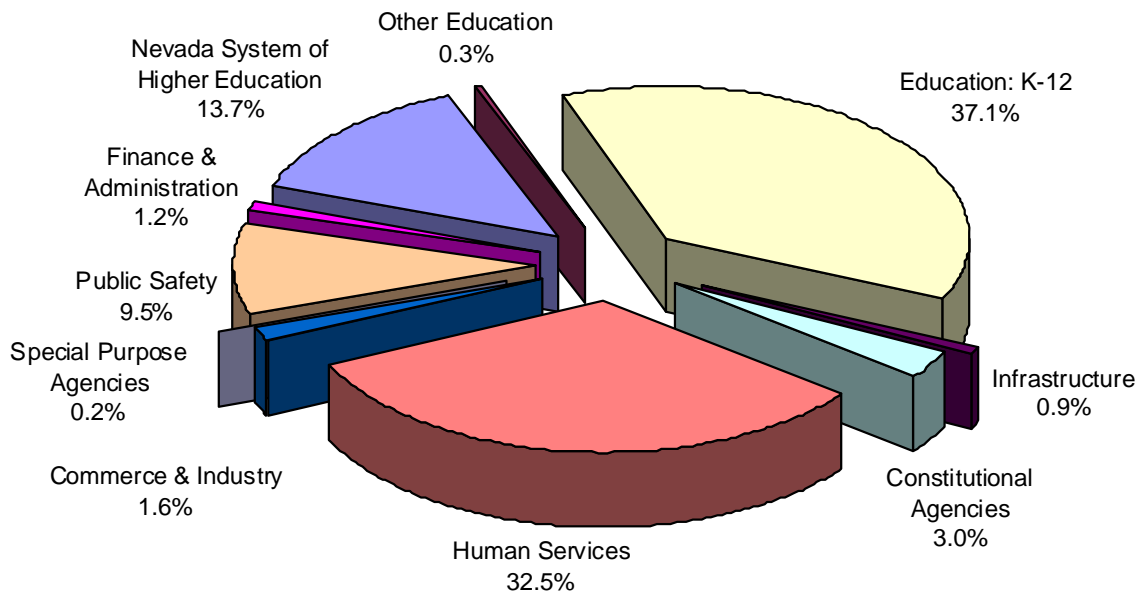
	2007-2008 Actual	2008-2009 Work Program	2009-2010 Governor Recommends	% Change	2010-2011 Governor Recommends	% Change
<b>SPECIAL PURPOSE AGENCIES</b>						
GENERAL FUND	6,480,206	7,679,060	5,778,463	-24.75	6,268,035	8.47
BALANCE FORWARD	11,717,840	94,855,556	72,719,279	-23.34	73,295,015	.79
FEDERAL FUND	14,028,064	21,068,601	17,886,632	-15.10	18,007,083	.67
INTER-AGENCY TRANSFER	424,942,842	506,304,524	385,811,240	-23.80	412,161,600	6.83
INTERIM FINANCE	20,000	31,000				
OTHER FUND	94,691,741	105,231,661	190,540,884	81.07	214,025,201	12.33
REVERSIONS	-857,263					
<b>TOTAL FOR SPECIAL PURPOSE AGENCIES</b>	<b>551,023,430</b>	<b>735,170,402</b>	<b>672,736,498</b>	<b>-8.49</b>	<b>723,756,934</b>	<b>7.58</b>
Less: INTER-AGENCY TRANSFER	424,942,842	506,304,524	385,811,240	-23.80	412,161,600	6.83
<b>NET SPECIAL PURPOSE AGENCIES</b>	<b>126,080,588</b>	<b>228,865,878</b>	<b>286,925,258</b>	<b>25.37</b>	<b>311,595,334</b>	<b>8.60</b>
<b>STATEWIDE</b>						
GENERAL FUND	3,354,491,228	3,399,634,483	3,031,122,579	-10.84	3,143,472,261	3.71
BALANCE FORWARD	2,430,267	762,723,662	497,863,292	-34.73	492,598,537	-1.06
FEDERAL FUND	1,774,181,820	1,902,122,767	1,988,291,026	4.53	1,977,165,583	-.56
HIGHWAY FUND	430,046,922	439,840,947	492,984,894	12.08	472,719,392	-4.11
INTER-AGENCY TRANSFER	978,335,258	1,182,185,226	931,211,638	-21.23	958,382,732	2.92
INTERIM FINANCE	10,489,713	1,763,484				
OTHER FUND	1,648,899,936	1,729,006,754	1,643,447,908	-4.95	1,718,264,543	4.55
REVERSIONS	-204,821,359	31,550				
<b>TOTAL FOR STATEWIDE</b>	<b>7,994,053,785</b>	<b>9,417,308,873</b>	<b>8,584,921,337</b>	<b>-8.84</b>	<b>8,762,603,048</b>	<b>2.07</b>
Less: INTER-AGENCY TRANSFER	978,335,258	1,182,185,226	931,211,638	-21.23	958,382,732	2.92
<b>NET STATEWIDE</b>	<b>7,015,718,527</b>	<b>8,235,123,647</b>	<b>7,653,709,699</b>	<b>-7.06</b>	<b>7,804,220,316</b>	<b>1.97</b>





# NEVADA GENERAL FUND APPROPRIATIONS

## GOVERNOR RECOMMENDS, 2009-11 BIENNIUM



### GOVERNOR RECOMMENDS - 2009-11 BIENNIUM

	<u>2009-11</u> <u>BIENNIUM</u>	<u>% of</u> <u>TOTAL</u>
CONSTITUTIONAL AGENCIES	\$ 186,301,870	3.0%
FINANCE & ADMINISTRATION	\$ 72,191,956	1.2%
EDUCATION:		
NEVADA SYSTEM OF HIGHER EDUCATION	\$ 843,873,920	13.7%
EDUCATION: K-12	\$ 2,290,422,751	37.1%
OTHER EDUCATION <sup>A</sup>	\$ 19,791,771	0.3%
<b>SUBTOTAL EDUCATION</b>	<b>\$ 3,154,088,442</b>	<b>51.1%</b>
HUMAN SERVICES	\$ 2,008,354,539	32.5%
COMMERCE & INDUSTRY	\$ 96,666,988	1.6%
PUBLIC SAFETY	\$ 588,741,147	9.5%
INFRASTRUCTURE	\$ 56,203,400	0.9%
SPECIAL PURPOSE AGENCIES	\$ 12,046,498	0.2%
<b>TOTAL</b>	<b>\$ 6,174,594,840</b>	<b>100.0%</b>

<sup>A</sup> Other Education includes the Commission on Postsecondary Education and the Department of Cultural Affairs.

**GENERAL FUND SUPPLEMENTAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
	<b>ELECTED OFFICIALS</b>			
Governor's Office - Office of Consumer Health Assistance	Funding for a correction to the closing of fiscal year 2005 identified by a Legislative Counsel Bureau (LCB) audit. Funds are an annual assessment paid by hospitals, other than federal and state hospitals, with 49 or more licensed or approved hospital beds to support the Bureau of Hospital Patients (BHP) within the Office of Consumer Health Assistance.	\$ 181,169	\$ -	\$ -
Governor's Office - Nuclear Projects Office	Funding for an anticipated salary shortfall due to terminal leaves.	\$ 90,002	\$ -	\$ -
Secretary of State's Office	Funding for a projected Special Services revenue shortfall in the Secretary of State's budget.	\$ 942,006	\$ -	\$ -
	<b>TOTAL ELECTED OFFICIALS</b>	<b>\$ 1,213,177</b>	<b>\$ -</b>	<b>\$ -</b>
	<b>EDUCATION</b>			
Department of Education - Distributive School Account	Funding for the expected shortfall in the Distributive School Account (DSA) due to shortfalls in the Local School Support Tax and Public School Operating Property Tax (the 1/3 guaranteed in the DSA).	\$ 329,279,867	\$ -	\$ -
Nevada System of Higher Education - System Administration	Funding to pay the Nevada System of Higher Education's portion of stale premiums owed to the Public Employees' Benefits Program from fiscal year 2003 to 2006.	\$ 110,800	\$ -	\$ -
	<b>TOTAL EDUCATION</b>	<b>\$ 329,390,667</b>	<b>\$ -</b>	<b>\$ -</b>
	<b>HUMAN SERVICES</b>			
Department of Health and Human Services - Washoe County Integration	Funding for an anticipated revenue shortfall in Federal Title XIX (Medicaid) funding.	\$ 873,044	\$ -	\$ -
Department of Health and Human Services - Clark County Integration	Funding for shortfall of purchase placement costs due to a decline in Title IV-E eligibility rate. This amount takes into consideration the Federal Medical Assistance Percentage (FMAP) hold harmless.	\$ 2,024,537	\$ -	\$ -
Department of Health and Human Services - Children, Youth & Family Administration	Funding for additional parental placement costs due to increased treatment foster care rate as a result of changes to the Medicaid Services Manual, chapter 400.	\$ 2,351,305	\$ -	\$ -
Department of Health and Human Services - Child Care Services	Funding for an additional Child Care Development Surveyor II, and associated costs, effective May 1, 2009, to cover the addition of 180 child care facilities previously licensed by the city of Las Vegas, which will need to have an inspection prior to the renewal of the license, as well as two additional inspections annually.	\$ 14,812	\$ -	\$ -
Department of Health and Human Services - Office of Health Administration	Funding to cover an incorrect cost allocation resulting in a shortfall of General Fund authority and an uncollectible cost allocation revenue authority.	\$ 265,925	\$ -	\$ -
Department of Health and Human Services - Rural Child Welfare	Funding for a shortfall in General Fund match for the Federal Title IV-E program due to a cost allocation error. Also, the budgeted Title IV-E reimbursement rate was higher than actual. This amount takes into consideration the Federal Medical Assistance Percentage (FMAP) hold harmless.	\$ 7,289,817	\$ -	\$ -
Department of Health and Human Services - Welfare -Assistance to Aged and Blind	To fund an unanticipated increase in the cost of supplemental payments to low income aged and blind individuals and adult group care facilities.	\$ 280,000	\$ -	\$ -
Department of Health and Human Services - HCF&P - Nevada Medicaid, Title XIX	To provide funding to pay Medicaid medical service costs due to significant caseload increases for Temporary Assistance to Needy Families/Children's Health Assistance Program (TANF/CHAP), Medical Assistance to the Aged, Blind and Disabled (MAABD) and Child Welfare categories.	\$ 31,151,455	\$ -	\$ -
Department of Health and Human Services - Youth Parole Services	Funding for additional costs due to increased treatment foster care rate as a result of changes to the Medicaid Services Manual, chapter 400.	\$ 470,463	\$ -	\$ -
	<b>TOTAL HUMAN SERVICES</b>	<b>\$ 44,721,358</b>	<b>\$ -</b>	<b>\$ -</b>

**GENERAL FUND SUPPLEMENTAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
	<b>PUBLIC SAFETY</b>			
Department of Corrections -Prison Medical Care	\$64,967 for the terminal leave and Public Employees' Retirement System credit (NRS 286.3007) payments as a result of the closure of Nevada State Prison. \$24,673 for a projected shortfall in the utility budget.	\$ 89,640	\$ -	\$ -
Department of Corrections - Warm Springs Correctional Center	Funding for a projected shortfall in the utility budget.	\$ 11,490	\$ -	\$ -
Department of Corrections - Northern Nevada Correctional Center	Funding for a projected shortfall in the utility budget.	\$ 379,938	\$ -	\$ -
Department of Corrections - Nevada State Prison	\$3,563,809 for the terminal leave and Public Employees' Retirement System credit (NRS 286.3007) payments as a result of the closure of Nevada State Prison. \$6,499 for a projected shortfall in the utility budget.	\$ 3,570,308	\$ -	\$ -
Department of Corrections - Stewart Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 30,753	\$ -	\$ -
Department of Corrections - Pioche Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 96,653	\$ -	\$ -
Department of Corrections - Northern Nevada Restitution Center	Funding for a projected shortfall in the utility budget.	\$ 4,193	\$ -	\$ -
Department of Corrections - Three Lakes Valley Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 19,545	\$ -	\$ -
Department of Corrections - Southern Desert Correctional Center	Funding for a projected shortfall in the utility budget.	\$ 519,323	\$ -	\$ -
Department of Corrections -Wells Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 30,239	\$ -	\$ -
Department of Corrections - Humboldt Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 36,605	\$ -	\$ -
Department of Corrections -Ely Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 25,962	\$ -	\$ -
Department of Corrections -Jean Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 57,862	\$ -	\$ -
Department of Corrections -Ely State Prison	Funding for a projected shortfall in the utility budget.	\$ 302,963	\$ -	\$ -
Department of Corrections -Carlin Conservation Camp	Funding for a projected shortfall in the utility budget.	\$ 12,478	\$ -	\$ -
Department of Corrections - Tonopah Conservation Camp	\$232,094 for the terminal leave and Public Employees' Retirement System credit (NRS 286.3007) payments as a result of the closure of Tonopah Conservation Camp. \$34,846 for a projected shortfall in the utility budget.	\$ 266,940	\$ -	\$ -
Department of Corrections - Lovelock Correctional Center	Funding for a projected shortfall in the utility budget.	\$ 258,297	\$ -	\$ -
Department of Corrections - Casa Grande Transitional Housing	Funding for a projected shortfall in the utility budget.	\$ 15,959	\$ -	\$ -

**GENERAL FUND SUPPLEMENTAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
Department of Corrections - Florence McClure Women's Correctional Center	Funding for a projected shortfall in the utility budget.	\$ 40,128	\$ -	\$ -
Department of Corrections -High Desert State Prison	Funding for a projected shortfall in the utility budget.	\$ 464,814	\$ -	\$ -
Department of Public Safety - State Fire Marshal	To fund outstanding fiscal year 2008 refunds for hazmat fees and plan review fees.	\$ 10,890	\$ -	\$ -
	<b>TOTAL PUBLIC SAFETY</b>	<b>\$ 6,244,980</b>	<b>\$ -</b>	<b>\$ -</b>
	<b>INFRASTRUCTURE</b>			
Department of Conservation and Natural Resources - Division of Forestry - Conservation Camps	Funding for the terminal leave payments as a result of the closure of Tonopah Conservation Camp.	\$ 38,763	\$ -	\$ -
	<b>TOTAL INFRASTRUCTURE</b>	<b>\$ 38,763</b>	<b>\$ -</b>	<b>\$ -</b>
	<b>TOTAL GENERAL FUND SUPPLEMENTAL APPROPRIATIONS</b>	<b>\$ 381,608,945</b>	<b>\$ -</b>	<b>\$ -</b>

(a.) - Purpose comments replicate descriptions provided in The Executive Budget.

**HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
	<b>PUBLIC SAFETY</b>			
Department of Motor Vehicles - Office of Administrative Hearings	Funding for the cost of the mileage rate increase paid to witnesses who appear at administrative hearings.	\$ 7,305	\$ -	\$ -
Department of Motor Vehicles - Field Services	Funding for projected revenue shortfalls in governmental sales tax commissions and penalties.	\$ 1,340,905	\$ -	\$ -
Department of Motor Vehicles - Central Services	Funding for projected revenue shortfalls in full sales tax commissions and records search charges.	\$ 446,031	\$ -	\$ -
Department of Motor Vehicles - Administrative Services	Funding for a projected revenue shortfall in Title Processing fees due to the economic slowdown.	\$ 1,410,427	\$ -	\$ -
	<b>TOTAL PUBLIC SAFETY</b>	<b>\$ 3,204,668</b>		
	<b>TOTAL HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS</b>	<b>\$ 3,204,668</b>		

(a.) - Purpose comments replicate descriptions provided in The Executive Budget.

**GENERAL FUND APPROPRIATIONS TO RESTORE FUND BALANCES  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
State Claims Account	To restore the balance in the State Claims Account.	\$ -	\$ 5,500,000	\$ -
Emergency Account	To restore the balance in the Emergency Account.	\$ -	\$ 150,000	\$ -
Statutory Contingency Account	To restore the balance in the Statutory Contingency Account.	\$ -	\$ 3,000,000	\$ -
Interim Finance Contingency Fund	To restore the balance in the Interim Finance Contingency Fund.	\$ -	\$ 7,500,000	\$ -
<b>TOTAL GENERAL FUND APPROPRIATIONS TO RESTORE FUND BALANCES</b>		<b>\$ -</b>	<b>\$ 16,150,000</b>	<b>\$ -</b>

(a.) - Purpose comments replicate descriptions provided in [The Executive Budget](#).

**GENERAL FUND SPECIAL ONGOING APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
Interim Finance Contingency Fund	For allocation to state agencies for electricity, heating and cooling costs.	\$ -	\$ 2,206,295	\$ 3,126,269
<b>TOTAL GENERAL FUND SPECIAL ONGOING APPROPRIATIONS</b>		<b>\$ -</b>	<b>\$ 2,206,295</b>	<b>\$ 3,126,269</b>

(a.) - Purpose comments replicate descriptions provided in [The Executive Budget](#).

**HIGHWAY FUND SPECIAL ONGOING APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2009 LEGISLATURE  
2009-11 BIENNIUM**

DEPARTMENT / DIVISION	PURPOSE (a.)	EXECUTIVE BUDGET		
		FY 2009	FY 2010	FY 2011
Interim Finance Contingency Fund	For allocation to state agencies for electricity, heating and cooling costs.	\$ -	\$ 189,016	\$ 275,075
<b>TOTAL HIGHWAY FUND SPECIAL ONGOING APPROPRIATIONS</b>		<b>\$ -</b>	<b>\$ 189,016</b>	<b>\$ 275,075</b>

(a.) - Purpose comments replicate descriptions provided in [The Executive Budget](#).

## **CAPITAL IMPROVEMENT PROGRAM**

The Governor has recommended a Capital Improvement Program (CIP) for the 2009-11 biennium in the amount of \$582.8 million. The 2009 program compares to programs of \$811.0 million approved by the 2007 Legislature, \$419.4 million approved by the 2005 Legislature, and \$218.5 million approved by the 2003 Legislature.

Based upon General Fund revenues not meeting projected levels, a series of budget reductions were implemented during the current biennium. This resulted in the CIP, as approved by the 2007 Legislature, to be reduced from \$811.0 million to \$548.9 million, or by 32.3 percent. The major funding sources impacted by this reduction to the 2007-09 CIP include General Fund support being reduced from \$194.8 million to \$11.8 million, Nevada System of Higher Education funds being reduced from \$47.4 million to \$8.7 million, general obligation bond funds being reduced from \$521.6 million to \$500.6 million, and state Highway Funds being reduced from \$16.9 million to \$269,822.

The Governor recommends supporting the costs of the 2009 program as depicted in the following table:

<b>Funding Sources - 2009 CIP (Recommended):</b>	<b>Amount</b>	<b>% of Total</b>
General Fund	\$0	0.00%
General Obligation Bonds	\$404,245,395	69.36%
Highway Funds	\$2,433,707	0.42%
Nevada System of Higher Education	\$11,178,072	1.92%
Agency Funds	\$694,235	0.12%
Federal Funds	\$60,691,475	10.41%
Statewide Agency and Building Official Projects	\$101,053,172	17.34%
Special Higher Education Capital Construction Fund	\$2,500,000	0.43%
<b>Total Recommended 2009 CIP Program</b>	<b>\$582,796,056</b>	<b>100.00%</b>

The following table provides state funding, other funding, and total funding, with the percentage of each funding source that is recommended to be received by each state agency in the Governor's recommended 2009 CIP:

<b>Agency</b>	<b>State Funding (A)</b>	<b>% of State Funding</b>	<b>Other Funding</b>	<b>% of Other Funding</b>	<b>Total Funding</b>	<b>% of Total Funding</b>
Department of Administration	\$18,188,885	4.50%	\$101,904,694	57.07%	\$120,093,579	20.61%
Department of Conservation and Natural Resources	\$904,430	0.22%	\$0	0.00%	\$904,430	0.16%
Department of Corrections	\$293,228,790	72.54%	\$295,907	0.17%	\$293,524,697	50.36%
Department of Cultural Affairs	\$1,210,719	0.30%	\$0	0.00%	\$1,210,719	0.21%
Department of Information Technology	\$299,047	0.07%	\$0	0.00%	\$299,047	0.05%
Department of Employment, Training and Rehabilitation	\$0	0.00%	\$198,328	0.11%	\$198,328	0.03%

Agency	State Funding (A)	% of State Funding	Other Funding	% of Other Funding	Total Funding	% of Total Funding
Department of Health and Human Services	\$6,316,569	1.56%	\$0	0.00%	\$6,316,569	1.08%
Department of the Military	\$24,185,110	5.98%	\$55,790,083	31.25%	\$79,975,193	13.72%
Department of Motor Vehicles	\$0	0.00%	\$1,782,185	1.00%	\$1,782,185	0.31%
Department of Wildlife	\$570,895	0.14%	\$0	0.00%	\$570,895	0.10%
Nevada System of Higher Education	\$59,005,631	14.60%	\$13,678,072	7.66%	\$72,683,703	12.47%
Office of Veterans' Services	\$335,319	0.08%	\$4,901,392	2.75%	\$5,236,711	0.90%
<b>TOTAL ALL PROJECTS</b>	<b>\$404,245,395</b>	<b>100.00%</b>	<b>\$178,550,661</b>	<b>100.00%</b>	<b>\$582,796,056</b>	<b>100.00%</b>

(A) General Obligation Bonds

The Governor recommends decreasing the current property tax rate of \$0.1585 for general obligation debt to \$0.1565 each year of the 2009-11 biennium. The total tax rate for the 2009-11 biennium for state debt service will remain unchanged at \$0.17, as the property tax rate for the Question 1 bond program is recommended to increase from \$0.0115 to \$0.0135. If additional funding were required, it would be taken from the Bond Interest and Redemption Account reserve. According to information contained in the Governor's recommended 2009 CIP program and the State Treasurer's Debt Capacity Report for the 2009-11 biennium, the ability to decrease the current property tax rate for debt service is predicated upon the issuance of bonds, according to the following schedule:

**FY 2009-10**

Capital Improvement Bonds	\$ 144,200,000
Tahoe Environmental Improvement Bonds	\$ 7,930,000
Water Systems Bonds (NRS 349.981)	\$ 15,000,000
Cultural Affairs Bonds (NRS 233C.225) <sup>(a)</sup>	\$ 3,000,000
<b>Total</b>	<b>\$ 170,130,000</b>

**FY 2010-11**

Capital Improvement Bonds	\$ 200,200,000
Department of Transportation	\$ 30,000,000
Tahoe Environmental Improvement Bonds	\$ 7,000,000
Water Systems Bonds (NRS 349.981)	\$ 13,000,000
Cultural Affairs Bonds (NRS 233C.225) <sup>(a)</sup>	\$ 3,000,000
<b>Total</b>	<b>\$ 253,200,000</b>

**FY 2011-12**

Capital Improvement Bonds	\$ 132,605,000
Tahoe Environmental Improvement Bonds	\$ 7,000,000
Water Systems Bonds (NRS 349.981)	\$ 10,000,000
Cultural Affairs Bonds (NRS 233C.225) <sup>(a)</sup>	\$ 3,000,000
<b>Total</b>	<b>\$ 152,605,000</b>



The Office of the State Treasurer computes the debt capacity as of June 30, 2009, as follows:

State's Estimated Assessed Valuation	\$ 148,156,208,281
Multiplied by the 2 Percent Constitutional Limit	\$ 2,963,124,166
Minus the Bonds Outstanding	(\$ 1,809,210,000)
Equals the State's Unused Bonding Capacity	\$ 1,153,914,166

Source: Debt Capacity Report, Office of the State Treasurer -- 2009-11 Biennium

**Notes:**

(a) Current statutory limit is \$3,000,000 per year.

Assessed Valuations – Assessed valuations are prepared and certified by the Department of Taxation and are used for those portions of The Executive Budget dependent upon property assessments and/or local property tax collections. The forecasts for FY 2009, FY 2010, and FY 2011 from the Treasurer's Debt Capacity Report for the 2009-11 biennium are presented in the table below, along with historical information of assessed valuations from the Department of Taxation's annual reports on property tax rates, or the Red Book. The assessed valuation amounts are reported annually in April and include net proceeds of minerals and redevelopment agencies, and exclude general exemptions.

Fiscal Year	Assessed Value	Percent Change
<b>Actual:</b>		
2000	\$ 44,967,465,094	10.20%
2001	\$ 49,749,247,957	10.63%
2002	\$ 52,943,737,483	6.42%
2003	\$ 57,768,732,697	9.11%
2004	\$ 62,958,855,390	8.98%
2005	\$ 69,700,111,729	10.71%
2006	\$ 85,776,348,878	23.06%
2007	\$ 134,249,854,577	56.51%
2008	\$ 143,545,744,153	6.92%
<b>Forecast:</b>		
2009	\$ 148,156,208,281	3.21%
2010	\$ 148,156,208,281	0.00%
2011	\$ 148,156,208,281	0.00%

Sources: Annual Red Book Publication – Department of Taxation  
Debt Capacity Report, Office of the State Treasurer -- 2009-11 Biennium

It should be noted that due to the property tax relief measures approved by the 2005 Legislature, beginning in FY 2005-06 the revenues generated by the state property tax rate assessed for debt service will not increase by the actual or forecasted growth in the statewide assessed value. In general, the actual and forecasted growth in revenues derived from the state property tax rate may differ significantly from the growth in assessed values beginning in FY 2005-06.

The following pages present the Governor's recommended CIP program for the 2009-11 biennium.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2009-11 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
<b>CONSTRUCTION PROJECTS</b>							
09-C01	Corrections	Indian Springs	Prison #8 Construction	\$ 221,040,341	-		Men's prison, including three complete housing units, one housing unit shell, a regional medical facility, and an execution chamber. Continuation of 07-P03.
09-C02	Corrections	Carson City	New Housing Unit & Core Upgrade	\$ 43,493,102	-		Addition of housing unit (51,650 square feet) to Warm Springs Correctional Center. Continuation of 07-P30.
09-C03	Corrections	Indian Springs	Southern Desert Correctional Center Core Expansion	\$ 17,966,308	-		Security upgrades, culinary, laundry, and dining area additions (29,250 square feet). Continuation of 07-C07a.
09-C05	Nevada System of Higher Education	Reno	Medical Education Learning Lab Building	\$ 31,220,993	\$ 11,178,072	University Funds	Medical Education Learning Lab Building (58,000 square feet) and remodel of Pennington Building (1,600 square feet). Deferred from 07-C90a due to revenue shortfalls.
09-C08	Nevada System of Higher Education	Reno	Davidson Mathematics and Science Center - FF&E	\$ 3,732,121	-		Restoration of furniture and equipment funding deferred from 07-C11. Continuation of 03-P10L, 05-C68L, and 07-C11. Deferred from 07-C11 due to revenue shortfalls.
09-C09	Nevada System of Higher Education	Reno	Center for Molecular Medicine - FF&E	\$ 7,433,363	-		Furniture and equipment funding. Continuation of agency project 06-A013.
09-C11	Nevada System of Higher Education	Carson City	ADA and Life Safety Retrofit	\$ 2,228,487	-		ADA retrofit of certain Western Nevada College facilities. Continuation of 05-P04.
09-C13	Military	Las Vegas	Field Maintenance Shop Facility	\$ 2,978,891	\$ 21,597,126	Federal Funds	Field maintenance shop (40,882 square feet) and site improvements. Continuation of agency project 08-A005.
09-C14	Military	N. Las Vegas	Readiness Center	\$ 11,882,298	\$ 24,237,864	Federal Funds	Readiness Center (65,000 square feet) for 240th Engineering Company and 100th Quartermaster Company.
09-C15	Military	Carlin	Carlin Readiness Center	\$ 8,000,000	\$ 8,631,170	Federal Funds	Acquisition and remodel of the Carlin Fire Sciences Academy for readiness center. Continuation of 07-P06.
09-C16	Nevada System of Higher Education	Boulder City	Renovate Laboratory	\$ 2,366,237	-		Renovation of Desert Research Institute laboratory building (5,628 square feet).
09-C18	Veterans' Services	Boulder City	Cemetery Expansion	-	\$ 4,901,392	Federal Funds	Burial capacity expansion, addition and renovation of administrative building. Continuation of 07-P05.
09-C21	Motor Vehicles	Henderson	Parking Lot Expansion	-	\$ 827,683	Highway Funds	Henderson DMV Office parking lot expansion (50,000 square feet).
<b>CONSTRUCTION PROJECTS TOTAL</b>				<b>\$ 352,342,141</b>	<b>\$ 71,373,307</b>		
<b>MAINTENANCE PROJECTS</b>							
09-M01	Administration	Carson City	Cooling Tower Replacement	\$ 361,274	-		State Library and Archives Building cooling tower replacement.
09-M02a	Administration	Las Vegas	Water Supply Backflow Prevention	\$ 193,457	-		Installation of sewer and water main backflow preventers for the Bradley Building and Stewart Facility.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2009-11 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
09-M02b	Administration	Las Vegas	Water Supply Backflow Prevention	-	\$ 89,297	Highway Funds	Installation of sewer and water main backflow preventer for the Reno Highway Patrol Building.
09-M03	Administration	Carson City	West Entry Wind Break	\$ 123,006	-		Richard H. Bryan Building west entry wind break; wind jams automatic door.
09-M04	Administration	Stewart	Upgrade Electrical Power	\$ 2,181,544	-		Relocation of power and phone cables at the Stewart Facility underground. Deferred from 07-M44 due to revenue shortfalls.
09-M05	Administration	Carson City	Sedimentation Remediation, Marlette Lake Water System	\$ 765,836	-		Erosion and sediment mitigation measures for McEwan Creek.
09-M06	Conservation & Natural Resources	Kyle Canyon	Install Traffic Signal	\$ 596,693	-		Addition of traffic signals to the Kyle Canyon Fire Station. Deferred from 07-M43 due to revenue shortfalls.
09-M07	Corrections	Carson City	Replace Flooring	\$ 479,135	-		Regional Medical Facility flooring replacement (32,000 square feet).
09-M08	Health & Human Services	Elko	Well Replacement	\$ 485,592	-		New back-up potable water well for the Nevada Youth Training Center.
09-M09	Veterans' Services	Boulder City	Cooling Tower Replacement	\$ 335,319	-		Southern Nevada Veterans' Home; replace both existing cooling towers.
09-M10	Corrections	Winnemucca	Arsenic Treatment System	\$ 591,447	-		Potable water arsenic treatment system for the Humboldt Conservation Camp.
09-M11	Corrections	Indian Springs	Replace Doors, Locks, Control Panels	\$ 3,757,427	-		Replace 306 cell doors and locks and install touch-screen control panels for the Southern Desert Correctional Center.
09-M12	Corrections	Lovelock	Renovate Boiler #3	\$ 331,787	-		Replace internal heat transfer components at Lovelock Correctional Center.
09-M13	Corrections	Indian Springs	Replace Boiler #2	\$ 526,527	-		Replace inoperable boiler at Southern Desert Correctional Center.
09-M14	Administration	Carson City	Temperature Controls Upgrade	\$ 914,704	-		Temperature control system replacement for the State Library and Archives Building.
09-M15	Administration	Reno	Seismic Retrofit for Purchasing Warehouse	\$ 442,060	-		Seismic retrofit of Reno Purchasing Warehouse. Deferred from 07-M46 due to revenue shortfalls.
09-M16	Administration	Carson City	Governor's Mansion Safety & Security Upgrades	\$ 485,839	-		Security upgrades, sidewalk and driveway paver replacement, and balcony membrane replacement for the Governor's Mansion.
09-M17	Administration	Carson City	Upgrade Electrical Power Supply System	\$ 833,233	-		Electric transformer and service entrance replacement for the Blasdel Building.
09-M18	Health & Human Services	Elko	Replace Switch Gear	\$ 679,410	-		Main electrical switch gear replacement for the Nevada Youth Training Center.
09-M19	Corrections	Carson City	Water Heater Replacement	\$ 81,057	-		Addition of a redundant water heater at the Regional Medical Facility.
09-M20	Health & Human Services	Elko	Replace Hot Water Storage Tanks	\$ 954,436	-		Hot water tank and related plumbing replacement in seven dorms at the Nevada Youth Center.
09-M21	Nevada System of Higher Education	Reno	HVAC Renovation	\$ 2,024,430	-		Replacement of central plant and HVAC components at the TMCC's Red Mountain Building.
09-M22	Military	N. Las Vegas	HVAC Installation	\$ 228,310	\$ 228,311	Federal Funds	Renovation of existing HVAC systems at the Armory Building in southern Nevada, including eight new air handling units. Deferred from 07-M12 due to revenue shortfalls.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2009-11 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
09-M24	Health & Human Services	Caliente	Facility Upgrades	\$ 3,256,688	-		Various facility improvements for the Caliente Youth Center, including administration building and pool house upgrades, and a new pool enclosure.
09-M26	Corrections	Carson City	Replace Door Controls	\$ 383,915	-		Sally port door control replacement for visitation area at Northern Nevada Correctional Center.
09-M27	Employment, Training & Rehabilitation	Various	Preventative Maintenance of Existing Pavement	-	\$ 198,328	Agency Funds	Slurry seal Las Vegas, Sparks, and Fallon Department of Employment, Training and Rehabilitation offices parking lots.
09-M28	Corrections	Carson City	Sanitary Sewer System Upgrades	\$ 580,226	-		Sewer system upgrades for the Northern Nevada Correctional Center.
09-M29	Wildlife	Elko	NDOW Elko Office Repair and Pavement Project	\$ 570,895	-		Exterior water drainage system improvements, paving and slurry sealing of parking lots, and conference room repairs at the Department of Wildlife's Elko office.
09-M31	Cultural Affairs	Carson City	State Library and Archives Compact Shelving	\$ 1,210,719	-		Purchase and installation of compact shelving for the State Records Center and the Library and Archives Building.
09-M32	Conservation & Natural Resources	Carson City	Sewage Dump Station Upgrade	\$ 307,737	-		Construction of self contained sewage dump station and associated infrastructure for the Stewart Conservation Camp.
09-M33	Health & Human Services	Las Vegas	Turf Reduction	\$ 435,607	-		Elimination of 4.6 acres of turf and replacement with desert landscaping at the Desert Regional Center.
09-M34	Health & Human Services	Sparks	Install Panic Alarm System	\$ 504,836	-		Installation of panic alarm system at Dini-Townsend Hospital. Deferred from 07-M34 due to revenue shortfalls.
09-M36	Information Technology	Carson City	Computer Facility Security, and Safety Upgrades	\$ 299,047	-		Physical security and safety upgrades, and design of chemical, biological, and radiological filtration system for the DoIT Computer Facility.
09-M38	Nevada System of Higher Education	Various	Deferred Maintenance (HECC/SHECC)	\$ 10,000,000	\$ 2,500,000	SHECC	Deferred maintenance projects for various NSHE campuses.
<b>MAINTENANCE PROJECTS TOTAL</b>				<b>\$ 34,922,193</b>	<b>\$ 3,015,936</b>		
<b>PLANNING PROJECTS</b>							
09-P01	Corrections	Carson City	Feasibility, Programming and Master Planning	\$ 308,626	-		Feasibility study and master plan to optimize use of the Warm Springs Correctional Center site.
09-P02	Corrections	Jean	Southern Nevada Correctional Center, Expansion Advance Planning	\$ 3,688,892	-		Advance planning through construction documents for two housing units and one 240-bed dorm at the Southern Nevada Correctional Center.
<b>PLANNING PROJECTS TOTAL</b>				<b>\$ 3,997,518</b>	<b>\$ -</b>		
<b>STATEWIDE PROJECTS</b>							
09-S01	Administration	Statewide	Statewide Roofing	\$ 3,037,877	-		State-funded statewide roofing projects.
09-S01f	Military	Statewide	Statewide Roofing	\$ 1,095,611	\$ 1,095,612	Federal Funds	Statewide roofing projects for Clark County, Elko, Yerington, Ely, Winnemucca and Fallon Armories.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2009-11 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
09-S02	Administration	Statewide	Statewide ADA Program	\$ 2,496,751	-		State-funded statewide program accessibility under Title II of the Americans with Disabilities Act.
09-S02h	Administration	Carson City	ADA Site and Building Retrofit DMV	-	\$ 93,257	Highway Funds	Statewide program accessibility under Title II of the Americans with Disabilities Act for the Reno and Las Vegas DMV administrative offices, and Las Vegas Training Garage.
09-S02p	Corrections	Carson City	ADA Retrofit Shop Buildings	-	\$ 295,907	Agency Funds	Statewide program accessibility under Title II of the Americans with Disabilities Act for the Northern Nevada Correctional Center Prison Industries welding shop.
09-S03	Administration	Statewide	Statewide Fire and Life Safety	\$ 2,812,189	-		State-funded installation of fire sprinklers, fire alarms, exit signs and egress lighting in existing state-owned buildings.
09-S03h	Administration	Carson City	Install Wet Sprinkler and Fire Alarm Systems	-	\$ 371,496	Highway Funds	Installation of fire sprinklers, fire alarms, exit signs and egress lighting in DPS Training Facility.
09-S04	Administration	Statewide	Statewide Advance Planning Program	\$ 978,000	-		Preparation of the 2011 Capital Improvement Program (CIP).
09-S05	Administration	Statewide	Statewide Paving Program	\$ 2,563,114	-		New paving, replacement paving and preventive maintenance, including crack and slurry sealing - state-funded. Nevada State Museum, plus projects deferred due to revenue shortfalls.
09-S05d	Motor Vehicles	Various	Pavement Rehabilitation	-	\$ 954,502	Highway Funds	Removal, replacement, overlay, and restriping for the motorcycle and truck test areas in Winnemucca and Sparks.
09-S05h	Administration	Reno	Preventative Maintenance of Existing Pavement	-	\$ 97,472	Highway Funds	Patch, crack fill, slurry seal, and restripe existing pavement at Highway Patrol Headquarters Building in Reno.
09-S06	Administration	Statewide	Statewide Asbestos, Indoor Air Quality, Mold, Lead Paint	-	\$ 200,000	Agency Funds	Indoor Air Quality (IAQ) projects - no state funding recommended; projects not identified.
09-S09	Administration	Statewide	Statewide Building Official Projects	\$ 1	\$ 2,218,354	Agency Funds	Project to accept and spend funds from various state agencies for plan review and inspection of building projects not managed by the SPWB.
09-S10	Administration	Statewide	Statewide Agency Projects	-	\$ 98,834,818	Agency Funds	Project to accept and spend funds from various state agencies for the SPWB to manage and inspect non-CIP projects.
<b>STATEWIDE PROJECTS TOTAL</b>				<b>\$ 12,983,543</b>	<b>\$ 104,161,418</b>		
<b>TOTAL ALL PROJECTS</b>				<b>\$ 404,245,395</b>	<b>\$ 178,550,661</b>		
<b>GRAND TOTAL ALL FUNDS</b>				<b>\$ 582,796,056</b>			



## **POSITION SUMMARY**

The following table displays the existing and new positions recommended in The Executive Budget by functional area for the 2009-11 biennium. The FY 2008-09 (work program year) is displayed to provide a perspective of the total number of positions in the current fiscal year compared to the total number of positions approved by the 2007 Legislature for FY 2008-09. A comparison can then be made to the total number of existing and new positions recommended by the Governor for the 2009-11 biennium. The total number of positions for the Nevada System of Higher Education (NSHE) is detailed separately, but only includes authorized positions in fiscal years 2007-08 and 2008-09.

Over the 2007-09 biennium, the number of positions, excluding NSHE, decreased from 19,213.52, as approved by the 2007 Legislature, to 19,209.03, a net decrease of 4.49 positions. For FY 2009-10, excluding NSHE, the Governor has recommended the elimination of 1,321.72 existing positions when compared to FY 2008-09 (work program year), thus recommending 17,887.31 positions and adding 750.98 new positions, resulting in a total of 18,638.29 recommended positions. The net decrease in positions (new less eliminated) is 570.74 when compared to the FY 2008-09 work program.

For FY 2010-11, excluding NSHE, the Governor has recommended the elimination of 10.02 existing positions when compared to FY 2009-10, thus recommending 18,628.27 existing positions and adding 120.75 new positions. The net increase in positions (new less elimination) is 110.73. This results in a total of 1,331.74 (1,321.72 + 10.02) eliminated positions over the 2009-11 biennium and 18,749.02 total recommended positions. The net decrease in positions (new less eliminated) for the 2009-11 biennium is 460.01 when compared to the number of positions in the FY 2008-09 work program year.

Significant increases in positions recommended by the Governor in FY 2009-10 include 562.49 positions in the Human Services functional area, primarily to support caseload growth within the Welfare Division. A total of 122.0 new positions are recommended in the Public Safety functional area, 88 of which are recommended for the High Desert State Prison expansion. Significant increases in positions recommended by the Governor in FY 2010-11 include 95.0 positions within the Welfare Division to support caseload growth.

No information on the number of authorized positions for the NSHE has been provided for the 2009-11 biennium. The Governor has recommended that General Fund support for the NSHE during the 2009-11 biennium be reduced by 36 percent, which would likely result in a substantial reduction of authorized positions. Since formula funding recommendations are not translated into position counts until after the close of the Legislative Session, no information has been provided on authorized positions for the NSHE for the 2009-11 biennium.

**Nevada Legislative Counsel Bureau  
Governor Recommends Position Count  
(Full-Time Equivalency Count)**

	FY 2008-09 Legislature Approved	FY 2008-09 Work Program <sup>a.</sup>	Governor Recommends FY 2009-10			Governor Recommends FY 2010-11		
			Existing <sup>b.</sup>	New	Total	Existing <sup>b.</sup>	New	Total
<b>Government Function</b>								
Constitutional Agencies	1,167.06	1,177.47	1,130.90	7.00	1,137.90	1,137.90	2.00	1,139.90
Finance and Administration	921.54	921.55	873.04	2.00	875.04	875.04	-	875.04
Education	338.42	343.92	263.27	2.00	265.27	262.27		262.27
Human Services	6,137.67	6,182.40	5,689.07	562.49	6,251.56	6,245.54	97.00	6,342.54
Commerce and Industry	1,414.41	1,428.43	1,308.66	19.49	1,328.15	1,327.15	-	1,327.15
Public Safety	6,029.54	5,854.60	5,390.60	122.00	5,512.60	5,512.60	3.00	5,515.60
Infrastructure	2,743.37	2,835.15	2,771.26	33.00	2,804.26	2,804.26	8.00	2,812.26
Special Purpose Agencies	461.51	465.51	460.51	3.00	463.51	463.51	10.75	474.26
<b>Sub-Total</b>	<b>19,213.52</b>	<b>19,209.03</b>	<b>17,887.31</b>	<b>750.98</b>	<b>18,638.29</b>	<b>18,628.27</b>	<b>120.75</b>	<b>18,749.02</b>
<b>Nevada System of Higher Education</b>								
Professional	4,980.73	5,043.19			N/A <sup>d.</sup>			N/A <sup>d.</sup>
Classified	2,684.06	2,745.03			N/A <sup>d.</sup>			N/A <sup>d.</sup>
<b>Sub-Total</b>	<b>7,664.79</b>	<b>7,788.22</b>						
<b>Total <sup>c.</sup></b>	<b>26,878.31</b>	<b>26,997.25</b>						

a. The FY 2008-09 work program sub-total by Government Function in The Fiscal Report differs from The Executive Budget due to necessary adjustments for those items which are not reflected in The Executive Budget work program. Reconciliation is on file in the Fiscal Analysis Division.

b. Existing positions for FY 2009-10 and FY 2010-11 are net of position eliminations of 1,321.72 in FY 2009-10 and 10.02 in FY 2010-11 for a total of 1,331.74 eliminated positions when compared to the FY 2008-09 Work Program. Detail of positions eliminated is on file in the Fiscal Analysis Division.

c. Total does not include Boards and Commissions.

d. The Governor has recommended that General Fund support for the NSHE during the 2009-11 biennium be reduced by 36 percent, which would likely result in a substantial reduction of authorized positions. Since formula funding recommendations are not translated into position counts until after the close of the Legislative Session, no information has been provided on authorized positions for the NSHE for the 2009-11 biennium.