

# TABLE OF CONTENTS

	PAGE
<b>SECTION I – HISTORICAL PERSPECTIVE .....</b>	<b>1</b>
GENERAL FUND REVENUE TRENDS.....	1
GENERAL FUND REVENUES – ECONOMIC FORUM DECEMBER 1, 2008 FORECAST .....	5
GENERAL FUND REVENUE – ACTUAL BY SOURCE, FY 2007-08 .....	7
GENERAL FUND APPROPRIATION TRENDS .....	8
TOTAL STATE BUDGET TRENDS.....	8
GENERAL FUND APPROPRIATIONS – LEGISLATURE APPROVED 2007-09 BIENNIUM.....	9
 <b>SECTION II – GENERAL FUND PROJECTED FUND BALANCE.....</b>	 <b>11</b>
STABILIZATION FUND (NRS 353.288).....	12
STATEMENT OF PROJECTED UNAPPROPRIATED GENERAL FUND BALANCE – FY 2009-11 ....	14
 <b>SECTION III – TAX OVERVIEW.....</b>	 <b>17</b>
2001 SESSION.....	17
2003 SESSION AND 20 <sup>TH</sup> SPECIAL SESSION.....	18
2005 SESSION.....	19
2007 SESSION AND 23 <sup>RD</sup> , 24 <sup>TH</sup> , AND 25 <sup>TH</sup> SPECIAL SESSIONS .....	21
TAX PROPOSALS FOR THE 2009 SESSION .....	24
 <b>SECTION IV – GENERAL FUND APPROPRIATIONS AND TOTAL BUDGET .....</b>	 <b>25</b>
EXPENDITURE CAP.....	25
2009-11 EXECUTIVE BUDGET .....	26
SOURCE OF FUNDS SUMMARY.....	29
GENERAL FUND APPROPRIATIONS – GOVERNOR RECOMMENDS, 2009-11 BIENNIUM .....	33
GENERAL FUND SUPPLEMENTAL APPROPRIATIONS .....	34
HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS .....	37
GENERAL FUND APPROPRIATIONS TO RESTORE FUND BALANCES.....	38
GENERAL FUND SPECIAL ONGOING APPROPRIATIONS.....	38
HIGHWAY FUND SPECIAL ONGOING APPROPRIATIONS.....	38
CAPITAL IMPROVEMENT PROGRAM .....	39
GOVERNOR’S RECOMMENDED CIP PROGRAM, 2009-11 BIENNIUM .....	42
POSITION SUMMARY .....	47
GOVERNOR RECOMMENDS POSITION COUNT .....	48
 <b>SECTION V – GOVERNOR’S RECOMMENDATIONS BY FUNCTION .....</b>	 <b>49</b>
<b>ELECTED OFFICIALS .....</b>	<b>49</b>
OFFICE OF THE GOVERNOR .....	49
MANSION MAINTENANCE .....	50
WASHINGTON OFFICE .....	50
HIGH LEVEL NUCLEAR WASTE .....	50
OFFICE OF HOMELAND SECURITY .....	51
CONSUMER HEALTH ASSISTANCE .....	52
ENERGY CONSERVATION.....	53
ATTORNEY GENERAL.....	53

	<b>PAGE</b>
CONTROLLER'S OFFICE .....	55
SECRETARY OF STATE .....	55
STATE TREASURER .....	56
HIGHER EDUCATION TUITION ADMINISTRATION (PREPAID TUITION) .....	56
MILLENNIUM SCHOLARSHIP ADMINISTRATION.....	57
UNCLAIMED PROPERTY .....	58
ETHICS COMMISSION.....	58
LEGISLATIVE COUNSEL BUREAU.....	58
JUDICIAL BRANCH .....	59
SOURCE OF FUNDS SUMMARY FOR ELECTED OFFICIALS .....	61
<b>FINANCE AND ADMINISTRATION .....</b>	<b>67</b>
DEPARTMENT OF ADMINISTRATION .....	67
BUDGET AND PLANNING DIVISION .....	67
INFORMATION TECHNOLOGY DIVISION .....	67
INSURANCE AND LOSS PREVENTION DIVISION .....	68
INTERNAL AUDITS DIVISION.....	69
STATE MOTOR POOL DIVISION.....	70
STATE PURCHASING DIVISION .....	70
BUILDINGS AND GROUNDS DIVISION.....	71
STATE PUBLIC WORKS BOARD.....	71
DEPARTMENT OF TAXATION .....	72
TAXPAYER SERVICES TELEPHONE CALL CENTER.....	73
UNIFIED TAX SYSTEM PROJECT .....	73
DEPARTMENT OF INFORMATION TECHNOLOGY .....	73
DIRECTOR'S OFFICE .....	74
APPLICATION DESIGN AND DEVELOPMENT DIVISION.....	74
PLANNING AND RESEARCH DIVISION .....	74
COMPUTING DIVISION.....	75
DATA COMMUNICATIONS AND NETWORK ENGINEERING.....	75
TELECOMMUNICATIONS UNIT .....	76
NETWORK TRANSPORT SERVICES UNIT .....	76
SECURITY DIVISION.....	76
DEPARTMENT OF PERSONNEL .....	76
SOURCE OF FUNDS SUMMARY FOR FINANCE AND ADMINISTRATION.....	79
<b>EDUCATION .....</b>	<b>85</b>
EDUCATION (K-12).....	85
DISTRIBUTIVE SCHOOL ACCOUNT.....	85
NEVADA PLAN .....	86
DISTRIBUTIVE SCHOOL ACCOUNT – SUMMARY FOR 2009-11 BIENNIUM.....	88
BASIC SUPPORT PER PUPIL .....	89
ENROLLMENT .....	89
POSITIONS AND SALARIES .....	90
SALARY AND BENEFIT RECOMMENDATIONS .....	90
SUPPLEMENTAL APPROPRIATION .....	91
RESTORATION OF TEXTBOOK FUNDING .....	91
INFLATION .....	91

	<b>PAGE</b>
TRANSFER NEVADA YOUTH TRAINING CENTER STUDENT FUNDING TO DSA.....	91
SPECIAL EDUCATION .....	91
CLASS SIZE REDUCTION .....	92
ADULT HIGH SCHOOL DIPLOMA PROGRAM .....	93
REGIONAL PROFESSIONAL DEVELOPMENT PROGRAMS .....	93
EARLY CHILDHOOD EDUCATION .....	93
INCENTIVES FOR LICENSED EDUCATIONAL PERSONNEL.....	93
OTHER STATE EDUCATION PROGRAMS .....	94
TEACHER SIGNING BONUSES .....	94
EDUCATIONAL TECHNOLOGY .....	94
CAREER AND TECHNICAL EDUCATION .....	94
SCHOOL REMEDIATION TRUST FUND.....	94
FULL-DAY KINDERGARTEN.....	94
PROGRAMS FOR INNOVATION AND THE PREVENTION OF REMEDIATION.....	95
EMPOWERMENT PROGRAMS.....	95
DEPARTMENT OF EDUCATION .....	95
PROFICIENCY TESTING .....	96
SAIN – SYSTEM FOR ACCOUNTABILITY INFORMATION IN NEVADA .....	96
EDUCATION STATE PROGRAMS .....	96
ELEMENTARY AND SECONDARY EDUCATION ACT – TITLE I .....	97
ELEMENTARY AND SECONDARY EDUCATION ACT – TITLE II, V & VI .....	97
DRUG ABUSE EDUCATION.....	97
INDIVIDUALS WITH DISABILITIES ACT .....	98
TEACHER EDUCATION AND LICENSING .....	98
EDUCATION SUPPORT SERVICES.....	98
NEVADA SYSTEM OF HIGHER EDUCATION .....	99
GOVERNOR RECOMMENDS DECREASE IN GENERAL FUND APPROPRIATIONS .....	99
ENROLLMENT GROWTH .....	99
FORMULA FUNDING.....	100
FEE AND TUITION INCREASES.....	101
ADJUSTED BASE.....	101
MAINTENANCE ITEMS .....	102
ENHANCEMENTS .....	104
OTHER – INTEGRATE PROJECT .....	105
CAPITAL IMPROVEMENTS.....	105
DEPARTMENT OF CULTURAL AFFAIRS .....	106
DIRECTOR’S OFFICE .....	106
DIVISION OF MUSEUMS AND HISTORY.....	106
STATE HISTORIC PRESERVATION OFFICE .....	107
STATE LIBRARY AND ARCHIVES .....	107
NEVADA ARTS COUNCIL.....	107
CAPITAL IMPROVEMENTS.....	107
SOURCE OF FUNDS SUMMARY FOR EDUCATION.....	109
<b>COMMERCE AND INDUSTRY .....</b>	<b>119</b>
DEPARTMENT OF AGRICULTURE .....	119
ADMINISTRATION DIVISION.....	119
DIVISION OF PLANT INDUSTRY .....	120

	<b>PAGE</b>
PREDATORY ANIMAL AND RODENT CONTROL .....	120
GAMING CONTROL BOARD .....	120
PUBLIC UTILITIES COMMISSION .....	122
DEPARTMENT OF BUSINESS AND INDUSTRY .....	122
DIRECTOR'S OFFICE .....	123
DIVISION OF INSURANCE .....	123
NEVADA TRANSPORTATION AUTHORITY .....	124
MANUFACTURED HOUSING DIVISION .....	124
CONSUMER AFFAIRS DIVISION.....	124
REAL ESTATE DIVISION.....	125
FINANCIAL INSTITUTIONS DIVISION.....	125
MORTGAGE LENDING DIVISION .....	126
NEVADA ATTORNEY FOR INJURED WORKERS .....	126
ATHLETIC COMMISSION .....	126
LABOR COMMISSIONER .....	127
EMPLOYEE-MANAGEMENT RELATIONS BOARD .....	127
TAXICAB AUTHORITY .....	127
ECONOMIC DEVELOPMENT AND TOURISM.....	127
COMMISSION ON ECONOMIC DEVELOPMENT .....	128
NEVADA FILM OFFICE .....	129
RURAL COMMUNITY DEVELOPMENT .....	129
PROCUREMENT OUTREACH PROGRAM.....	130
NEVADA MAGAZINE .....	130
COMMISSION ON TOURISM.....	131
SOURCE OF FUNDS SUMMARY FOR COMMERCE AND INDUSTRY .....	133
<b>HUMAN SERVICES.....</b>	<b>141</b>
DEPARTMENT OF HEALTH AND HUMAN SERVICES .....	141
DIRECTOR'S OFFICE .....	141
DEVELOPMENTAL DISABILITIES .....	142
COMMUNITY-BASED SERVICES.....	142
IDEA PART C COMPLIANCE OFFICE .....	143
FUND FOR A HEALTHY NEVADA .....	143
GRANTS MANAGEMENT UNIT.....	144
ACCOUNT FOR THE PREVENTION AND TREATMENT OF PROBLEM GAMBLING.....	144
OFFICE OF THE STATE PUBLIC DEFENDER .....	145
INDIAN AFFAIRS COMMISSION .....	145
DIVISION FOR AGING SERVICES .....	145
REORGANIZATION .....	146
SENIOR CITIZENS' PROPERTY TAX ASSISTANCE .....	146
TOBACCO SETTLEMENT PROGRAM .....	147
HOME AND COMMUNITY BASED PROGRAMS.....	147
AGING FEDERAL PROGRAMS AND ADMINISTRATION .....	148
ELDER PROTECTIVE SERVICES/HOMEMAKER PROGRAMS.....	149
DIVISION OF HEALTH CARE FINANCING AND POLICY .....	149
INTERGOVERNMENTAL TRANSFER PROGRAM .....	150
HEALTH CARE FINANCING AND POLICY (ADMINISTRATION) .....	151
INCREASED QUALITY OF NURSING CARE .....	152

	<b>PAGE</b>
NEVADA CHECK UP .....	152
MEDICAID .....	154
HIFA MEDICAL .....	158
<b>HEALTH DIVISION.....</b>	<b>159</b>
REORGANIZATION OF HEALTH DIVISION BUREAU STRUCTURE .....	159
HEALTH STATISTICS AND PLANNING.....	160
EARLY INTERVENTION SERVICES.....	161
IMMUNIZATION PROGRAM.....	161
COMMUNICABLE DISEASES.....	162
HEALTH FACILITIES HOSPITAL LICENSING .....	162
MATERNAL AND CHILD HEALTH .....	163
OFFICE OF HEALTH ADMINISTRATION.....	163
EMERGENCY MEDICAL SERVICES .....	164
<b>DIVISION OF WELFARE AND SUPPORTIVE SERVICES .....</b>	<b>164</b>
WELFARE ADMINISTRATION .....	165
TANF .....	165
ASSISTANCE TO AGED AND BLIND.....	167
WELFARE FIELD SERVICES .....	167
CHILD SUPPORT ENFORCEMENT .....	168
CHILD ASSISTANCE AND DEVELOPMENT.....	168
ENERGY ASSISTANCE .....	169
<b>DIVISION OF MENTAL HEALTH AND DEVELOPMENTAL SERVICES.....</b>	<b>169</b>
SOUTHERN NEVADA ADULT MENTAL HEALTH SERVICES .....	170
NORTHERN NEVADA ADULT MENTAL HEALTH SERVICES .....	170
FAMILY PRESERVATION PROGRAM .....	171
DIVISION ADMINISTRATION .....	171
SUBSTANCE ABUSE PREVENTION AND TREATMENT .....	171
DEVELOPMENTAL SERVICES.....	172
LAKE'S CROSSING CENTER.....	173
RURAL CLINICS .....	174
CAPITAL IMPROVEMENT PROJECTS .....	174
<b>DIVISION OF CHILD AND FAMILY SERVICES.....</b>	<b>174</b>
CHILD WELFARE INTEGRATION.....	174
UNITY/SACWIS .....	176
CHILD AND FAMILY SERVICES ADMINISTRATION.....	176
YOUTH ALTERNATIVE PLACEMENT.....	177
JUVENILE CORRECTIONAL FACILITY .....	177
CHILD CARE SERVICES.....	177
CALIENTE YOUTH CENTER .....	178
RURAL CHILD WELFARE.....	178
CHILD DEATHS REVIEW .....	179
NEVADA YOUTH TRAINING CENTER.....	179
YOUTH PAROLE SERVICES.....	180
WRAPAROUND IN NEVADA .....	180
NORTHERN NEVADA CHILD AND ADOLESCENT SERVICES .....	180
SOUTHERN NEVADA CHILD AND ADOLESCENT SERVICES .....	181
<b>DEPARTMENT OF EMPLOYMENT, TRAINING AND REHABILITATION .....</b>	<b>181</b>
INFORMATION DEVELOPMENT AND PROCESSING DIVISION .....	182

	<b>PAGE</b>
EQUAL RIGHTS COMMISSION.....	182
REHABILITATION DIVISION.....	182
EMPLOYMENT SECURITY DIVISION.....	183
EMPLOYMENT SECURITY SPECIAL FUND.....	184
SOURCE OF FUNDS SUMMARY FOR HUMAN SERVICES .....	185
<b>PUBLIC SAFETY</b> .....	<b>199</b>
DEPARTMENT OF CORRECTIONS .....	199
INMATE POPULATION .....	199
FACILITY CAPACITY.....	200
STAFFING .....	200
SUPPLEMENTAL APPROPRIATIONS .....	201
OTHER FUNDING RECOMMENDATIONS .....	201
CAPITAL IMPROVEMENTS.....	202
DEPARTMENT OF MOTOR VEHICLES .....	203
DIRECTOR'S OFFICE.....	203
REAL ID .....	204
HEARINGS .....	204
AUTOMATION .....	204
ADMINISTRATIVE SERVICES .....	205
MOTOR VEHICLE POLLUTION CONTROL .....	205
CENTRAL SERVICES.....	206
FIELD SERVICES.....	206
MOTOR CARRIER .....	207
DEPARTMENT OF PUBLIC SAFETY .....	207
DIVISION OF EMERGENCY MANAGEMENT .....	207
STATE FIRE MARSHAL .....	207
NEVADA HIGHWAY PATROL .....	208
DIGNITARY PROTECTION .....	208
DIVISION OF INVESTIGATIONS .....	208
PAROLE AND PROBATION .....	208
PAROLE BOARD.....	209
TECHNOLOGY DIVISION .....	210
TRAINING DIVISION .....	210
SOURCE OF FUNDS SUMMARY FOR PUBLIC SAFETY .....	211
<b>INFRASTRUCTURE</b> .....	<b>221</b>
DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES.....	221
QUESTION 1 - \$200 MILLION CONSERVATION BOND.....	221
HEIL WILD HORSE BEQUEST.....	222
TAHOE REGIONAL PLANNING AGENCY .....	222
DIVISION OF FORESTRY.....	223
FOREST FIRE SUPPRESSION .....	224
FORESTRY HONOR CAMPS .....	224
DIVISION OF STATE PARKS.....	224
DIVISION OF WATER RESOURCES .....	226
DIVISION OF STATE LANDS.....	226
DIVISION OF CONSERVATION DISTRICTS.....	227

	<b>PAGE</b>
NEVADA NATURAL HERITAGE PROGRAM.....	227
DIVISION OF ENVIRONMENTAL PROTECTION .....	227
DEPARTMENT OF WILDLIFE .....	228
NEVADA DEPARTMENT OF TRANSPORTATION .....	229
SOURCE OF FUNDS SUMMARY FOR INFRASTRUCTURE.....	231
<b>SPECIAL PURPOSE AGENCIES</b> .....	<b>237</b>
PUBLIC EMPLOYEES' RETIREMENT SYSTEM.....	237
PUBLIC EMPLOYEES' BENEFITS PROGRAM .....	238
RETIRED EMPLOYEES' GROUP INSURANCE .....	240
ACTIVE EMPLOYEES' GROUP INSURANCE .....	241
OFFICE OF THE MILITARY.....	241
OFFICE OF VETERANS' SERVICES.....	242
VETERANS' HOME.....	242
SOURCE OF FUNDS SUMMARY FOR SPECIAL PURPOSE AGENCIES .....	245
<b>APPENDIX</b>	
REPORT OF THE STATE OF NEVADA ECONOMIC FORUM, DECEMBER 1, 2008.....	249

