

SECTION IV

GENERAL FUND APPROPRIATIONS AND TOTAL BUDGET

On January 24, 2011, Governor Brian Sandoval transmitted The 2011-13 Executive Budget to the 76th Nevada Legislature. The budget includes recommendations for a capital improvement program, supplemental and special one-shot appropriations, as well as operating appropriations and authorizations for Fiscal Years 2012 and 2013.

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 1976 and 1977), 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 began to narrow during the last decade, resulting in the recommended General Fund appropriations in The Executive Budget submitted to the 2005 Legislature being only slightly under the expenditure limitation. Due to the current economic downturn and the subsequent reduction in General Fund revenues, the expenditure limitation is again no longer a factor in the budgeting process.

The current expenditure limitation and the General Fund appropriations recommended by the Governor for each biennium under review by the 2011 Legislature are outlined below:

	<u>2009-11 Biennium</u>	<u>2011-13 Biennium</u>
Expenditure Limitation	\$7,950,554,087	\$7,818,869,731
General Fund Appropriations		
2009 Legislature Approves*	\$6,592,789,726	
26 th Special Session	(336,412,359)	
2011 Governor Recommends*	<u>95,909,065</u>	<u>\$5,839,701,845</u>
Total Appropriations	\$6,452,286,432	\$5,839,701,845
Over/(Under) Expenditure Limitation	(\$1,498,267,655)	(\$1,979,167,886)

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

2011-13 EXECUTIVE BUDGET

The Governor's recommended budget includes approximately \$5.840 billion in General Fund operating appropriations for the 2011-13 biennium. Supplemental appropriations, appropriations to restore various fund balances, one-time appropriations and the estimated cost of the 76th Legislature total \$266.0 million, as noted in the table below. Additionally, the Governor has recommended reserving \$20.0 million to fund the estimated cost of the 77th Legislature.

General Fund Appropriations 2011-13 Biennium - Governor Recommends				
Purpose	FY 2011	FY 2012	FY 2013	Total
Supplemental Appropriations	\$ 146,551,144	\$ -	\$ -	\$ 146,551,144
Restoration of Fund Balances	\$ 13,650,000	\$ -	\$ -	\$ 13,650,000
Payback on Line of Credit	\$ -	\$ -	\$ -	\$ -
Estimated Cost of the 76 th Legislature	\$ 15,000,000	\$ -	\$ -	\$ 15,000,000
One-Time Appropriations	\$ 20,707,921	\$ 69,710,083	\$ 355,983	\$ 90,773,987
Capital Improvement Program	\$ -	\$ -	\$ -	\$ -
Subtotal	\$ 195,909,065	\$ 69,710,083	\$ 355,983	\$ 265,975,131
Estimated Cost of the 77 th Legislature (a.)	\$ -	\$ -	\$ 20,000,000	\$ 20,000,000
Total	\$ 195,909,065	\$ 69,710,083	\$ 20,355,983	\$ 285,975,131

(a.) Reserved for appropriation by the 2013 Legislature.

Total General Fund appropriations for the 2011-13 biennium (including one-time and supplemental appropriations for Fiscal Year 2011) as recommended in The Executive Budget are \$6.106 billion. This represents a decrease of 12.1 percent from General Fund appropriations as approved by the 2009 Legislature for the 2009-11 biennium (\$6.946 billion), and a decrease of 7.6 percent from the General Fund appropriations for the 2009-11 biennium, as adjusted by the 26th Special Session (\$6.610 billion).

Similarly to the 2009-11 biennium, 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 2011-13 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.

- **5-Percent Salary Reduction** – The Governor is recommending a 5-percent reduction in compensation for all employee groups (state, university and school districts). The recommended salary reductions are in lieu of the unpaid one day per month furloughs that were approved by the 2009 Legislature for the 2009-11 biennium, which resulted in an approximate 4.6 percent salary reduction for state employees. (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 2012 and 2013** – The Governor recommends the continued suspension of merit salary increases for all employee groups (state, university and school districts) during each year of the 2011-13 biennium. For the 2009-11 biennium, merit salary increases were

suspended for state employees and classified employees of the Nevada System of Higher Education. Merit salary increases were allowed for licensed teachers for the acquisition of additional education and qualifications.

- Suspend Longevity Payments for Fiscal Years 2012 and 2013 – The Governor recommends continuing the suspension of longevity payments for state employees during each year of the 2011-13 biennium. The payments were suspended for the current biennium as well. 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.
- Reduce Holiday Premium Pay – The Governor recommends reducing the additional premium pay employees receive for hours worked on a holiday from time-and-half to straight time. This straight-time payment would be in addition to the normal payment for holidays included in the base pay for state employees.

The General Fund reductions recommended in Fiscal Years 2012 and 2013 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 2012</u>	<u>FY 2013</u>
5-Percent Salary Reduction	\$188,359,409	\$191,358,845
Suspend Merit Increases	66,322,547	138,576,635
Suspend Longevity Payments	3,207,272	3,672,022
Reduce Holiday Premium Pay	<u>1,338,698</u>	<u>1,337,764</u>
Total	\$259,227,926	\$334,945,266

After adjusting for interagency transfers, appropriations and authorizations for the 2011-13 biennium from all revenue sources total \$15.407 billion, which compares to the \$16.743 billion approved by the 2009 Legislature. This represents a decrease of 8.0 percent in total funding recommended for the 2011-13 biennium compared to the 2009-11 biennium.

The schedules that follow contain all of the appropriations recommended by the Governor for the 2011-13 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
2011-13 Fiscal Report**

	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
ELECTED OFFICIALS						
GENERAL FUND	35,588,377	36,399,710	34,363,382	-5.59	34,691,600	.96
BALANCE FORWARD	2,340,915	178,389,834	191,591,548	7.40	172,128,142	-10.16
FEDERAL FUND	277,746,654	138,687,287	6,513,720	-95.30	5,779,657	-11.27
INTER-AGENCY TRANSFER	77,960,374	34,923,677	71,578,052	104.96	72,383,621	1.13
INTERIM FINANCE	2,276,528	4,850,170				
OTHER FUND	249,293,050	325,907,105	195,242,344	-40.09	199,165,149	2.01
REVERSIONS	-1,541,612					
TOTAL FOR ELECTED OFFICIALS	643,664,286	719,157,783	499,289,046	-30.57	484,148,169	-3.03
Less: INTER-AGENCY TRANSFER	77,960,374	34,923,677	71,578,052	104.96	72,383,621	1.13
NET ELECTED OFFICIALS	565,703,912	684,234,106	427,710,994	-37.49	411,764,548	-3.73
LEGISLATIVE - JUDICIAL						
GENERAL FUND	85,087,677	74,266,272	58,688,412	-20.98	59,526,763	1.43
BALANCE FORWARD	-4,656,357	36,748,649	10,143,944	-72.40	9,776,445	-3.62
FEDERAL FUND	416,454	892,169	422,315	-52.66	422,315	
HIGHWAY FUND	194,016	5,000	5,000		5,000	
INTER-AGENCY TRANSFER	4,334,528	4,611,037	3,128,466	-32.15	3,487,725	11.48
INTERIM FINANCE	275,000					
OTHER FUND	31,696,449	30,102,489	27,555,636	-8.46	26,943,579	-2.22
REVERSIONS	-1,800,425					
TOTAL FOR LEGISLATIVE - JUDICIAL	115,547,342	146,625,616	99,943,773	-31.84	100,161,827	.22
Less: INTER-AGENCY TRANSFER	4,334,528	4,611,037	3,128,466	-32.15	3,487,725	11.48
NET LEGISLATIVE - JUDICIAL	111,212,814	142,014,579	96,815,307	-31.83	96,674,102	-.15
FINANCE & ADMINISTRATION						
GENERAL FUND	62,894,838	36,243,312	31,047,497	-14.34	31,302,269	.82
BALANCE FORWARD	-35,381,009	66,214,653	31,604,186	-52.27	25,265,638	-20.06
FEDERAL FUND	4,292,222	3,620,725	4,416,928	21.99	4,432,707	.36
HIGHWAY FUND	4,960,134	108,167				
INTER-AGENCY TRANSFER	94,100,688	92,680,583	75,595,057	-18.43	74,127,926	-1.94
INTERIM FINANCE	2,778,676	30,000				
OTHER FUND	27,189,101	35,435,907	31,152,182	-12.09	31,300,703	.48
REVERSIONS	-755,909					
TOTAL FOR FINANCE & ADMINISTRATION	160,078,741	234,333,347	173,815,850	-25.83	166,429,243	-4.25
Less: INTER-AGENCY TRANSFER	94,100,688	92,680,583	75,595,057	-18.43	74,127,926	-1.94
NET FINANCE & ADMINISTRATION	65,978,053	141,652,764	98,220,793	-30.66	92,301,317	-6.03
EDUCATION						
GENERAL FUND	1,678,743,960	1,716,794,417	1,519,465,312	-11.49	1,444,232,994	-4.95
BALANCE FORWARD	21,483,429	14,328,135	2,032,299	-85.82	2,184,916	7.51
FEDERAL FUND	370,537,261	447,625,975	345,724,911	-22.76	354,954,727	2.67
INTER-AGENCY TRANSFER	178,283,988	104,615,835	8,098,163	-92.26	8,631,028	6.58
INTERIM FINANCE	648,214	144,478				
OTHER FUND	349,707,031	383,438,406	405,925,150	5.86	410,852,203	1.21
REVERSIONS	-2,179,516					
TOTAL FOR EDUCATION	2,597,224,367	2,666,947,246	2,281,245,835	-14.46	2,220,855,868	-2.65
Less: INTER-AGENCY TRANSFER	178,283,988	104,615,835	8,098,163	-92.26	8,631,028	6.58
NET EDUCATION	2,418,940,379	2,562,331,411	2,273,147,672	-11.29	2,212,224,840	-2.68

**Nevada Legislative Counsel Bureau
Source of Funds Summary
2011-13 Fiscal Report**

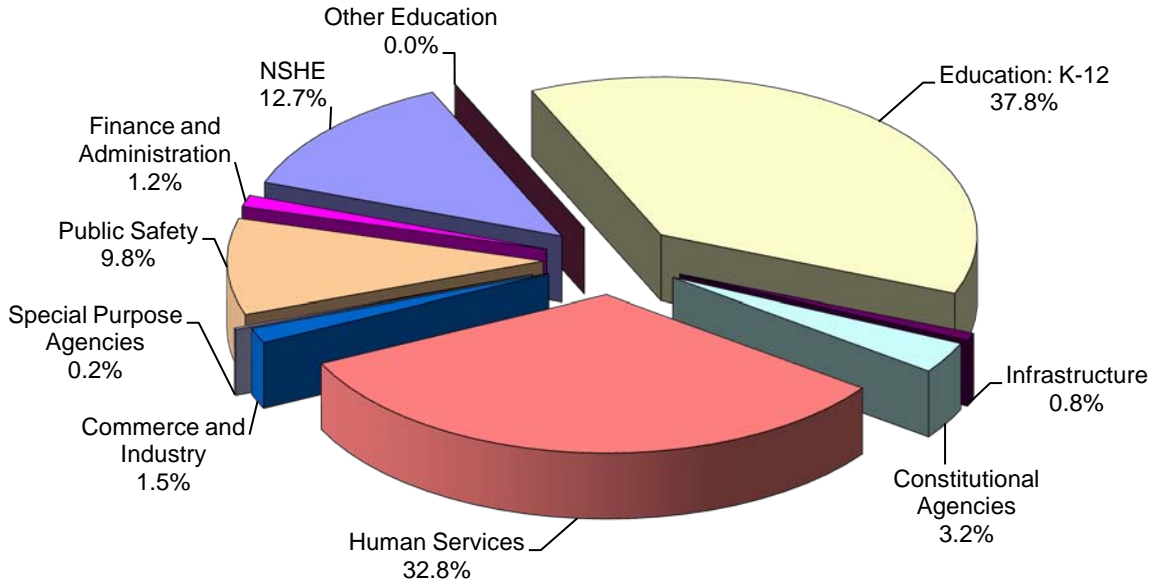
	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
COMMERCE & INDUSTRY						
GENERAL FUND	41,384,220	36,716,274	46,824,064	27.53	37,245,591	-20.46
BALANCE FORWARD	3,891,861	45,648,286	37,586,968	-17.66	38,541,596	2.54
FEDERAL FUND	57,895,925	118,690,807	43,025,626	-63.75	13,156,729	-69.42
HIGHWAY FUND	2,643,308	2,608,179	2,430,117	-6.83	2,310,256	-4.93
INTER-AGENCY TRANSFER	19,533,039	23,638,461	22,566,457	-4.53	22,897,085	1.47
INTERIM FINANCE	48,592	131,661				
OTHER FUND	111,149,551	126,392,320	120,460,678	-4.69	121,440,906	.81
REVERSIONS	-3,788,390					
TOTAL FOR COMMERCE & INDUSTRY	232,758,106	353,825,988	272,893,910	-22.87	235,592,163	-13.67
Less: INTER-AGENCY TRANSFER	19,533,039	23,638,461	22,566,457	-4.53	22,897,085	1.47
NET COMMERCE & INDUSTRY	213,225,067	330,187,527	250,327,453	-24.19	212,695,078	-15.03
HUMAN SERVICES						
GENERAL FUND	884,919,153	943,508,614	961,796,167	1.94	952,390,942	-.98
BALANCE FORWARD	-6,077,212	57,212,544	43,224,990	-24.45	35,222,189	-18.51
FEDERAL FUND	1,559,413,375	1,502,741,302	1,571,849,143	4.60	1,673,741,650	6.48
INTER-AGENCY TRANSFER	263,036,478	295,664,431	299,872,389	1.42	313,616,520	4.58
INTERIM FINANCE	277,652	245,671				
OTHER FUND	245,133,767	261,358,357	298,901,886	14.36	309,445,555	3.53
REVERSIONS	-18,973,979					
TOTAL FOR HUMAN SERVICES	2,927,729,234	3,060,730,919	3,175,644,575	3.75	3,284,416,856	3.43
Less: INTER-AGENCY TRANSFER	263,036,478	295,664,431	299,872,389	1.42	313,616,520	4.58
NET HUMAN SERVICES	2,664,692,756	2,765,066,488	2,875,772,186	4.00	2,970,800,336	3.30
PUBLIC SAFETY						
GENERAL FUND	234,801,821	310,358,019	287,730,053	-7.29	287,422,144	-.11
BALANCE FORWARD	-11,615,948	27,672,097	14,439,908	-47.82	14,996,895	3.86
FEDERAL FUND	60,058,433	102,053,146	39,289,705	-61.50	35,998,545	-8.38
HIGHWAY FUND	112,450,195	114,378,133	112,200,276	-1.90	113,998,874	1.60
INTER-AGENCY TRANSFER	119,211,289	64,655,418	37,003,053	-42.77	39,189,323	5.91
INTERIM FINANCE	3,331,306	571,784				
OTHER FUND	114,487,035	120,978,271	104,539,193	-13.59	104,530,086	-.01
REVERSIONS	-13,286,546					
TOTAL FOR PUBLIC SAFETY	619,437,585	740,666,868	595,202,188	-19.64	596,135,867	.16
Less: INTER-AGENCY TRANSFER	119,211,289	64,655,418	37,003,053	-42.77	39,189,323	5.91
NET PUBLIC SAFETY	500,226,296	676,011,450	558,199,135	-17.43	556,946,544	-2.22
INFRASTRUCTURE						
GENERAL FUND	26,915,835	27,099,626	21,676,453	-20.01	21,873,669	.91
BALANCE FORWARD	21,606,082	28,839,750	36,485,745	26.51	35,775,354	-1.95
FEDERAL FUND	424,597,412	366,232,659	270,902,532	-26.03	269,699,397	-.44
HIGHWAY FUND	287,215,613	288,881,754	333,814,063	15.55	325,225,742	-2.57
INTER-AGENCY TRANSFER	21,530,915	39,297,809	37,756,755	-3.92	37,507,154	-.66
INTERIM FINANCE	120,729					
OTHER FUND	179,299,892	303,493,910	196,363,761	-35.30	196,265,367	-.05
REVERSIONS	-4,484,835					
TOTAL FOR INFRASTRUCTURE	956,801,643	1,053,845,508	896,999,309	-14.88	886,346,683	-1.19
Less: INTER-AGENCY TRANSFER	21,530,915	39,297,809	37,756,755	-3.92	37,507,154	-.66
NET INFRASTRUCTURE	935,270,728	1,014,547,699	859,242,554	-15.31	848,839,529	-1.21

**Nevada Legislative Counsel Bureau
Source of Funds Summary
2011-13 Fiscal Report**

	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
SPECIAL PURPOSE AGENCIES						
GENERAL FUND	5,383,976	4,865,437	4,538,457	-6.72	4,886,076	7.66
BALANCE FORWARD	83,718,884	114,007,408	114,289,415	.25	89,198,365	-21.95
FEDERAL FUND	17,976,715	18,548,290	19,488,903	5.07	20,156,256	3.42
INTER-AGENCY TRANSFER	470,103,238	485,090,354	462,340,061	-4.69	527,938,206	14.19
INTERIM FINANCE	7,500					
OTHER FUND	161,749,027	165,563,456	157,655,691	-4.78	155,403,342	-1.43
REVERSIONS	-973,600					
TOTAL FOR SPECIAL PURPOSE AGENCIES	737,965,740	788,074,945	758,312,527	-3.78	797,582,245	5.18
Less: INTER-AGENCY TRANSFER	470,103,238	485,090,354	462,340,061	-4.69	527,938,206	14.19
NET SPECIAL PURPOSE AGENCIES	267,862,502	302,984,591	295,972,466	-2.31	269,644,039	-8.90
STATEWIDE						
GENERAL FUND	3,055,719,857	3,186,251,681	2,966,129,797	-6.91	2,873,572,048	-3.12
BALANCE FORWARD	75,310,645	569,061,356	481,399,003	-15.40	423,089,540	-12.11
FEDERAL FUND	2,772,934,451	2,699,092,360	2,301,633,783	-14.73	2,378,341,983	3.33
HIGHWAY FUND	407,463,266	405,981,233	448,449,456	10.46	441,539,872	-1.54
INTER-AGENCY TRANSFER	1,248,094,537	1,145,177,605	1,017,938,453	-11.11	1,099,778,588	8.04
INTERIM FINANCE	9,764,197	5,973,764				
OTHER FUND	1,469,704,903	1,752,670,221	1,537,796,521	-12.26	1,555,346,890	1.14
REVERSIONS	-47,784,812					
TOTAL FOR STATEWIDE	8,991,207,044	9,764,208,220	8,753,347,013	-10.35	8,771,668,921	.21
Less: INTER-AGENCY TRANSFER	1,248,094,537	1,145,177,605	1,017,938,453	-11.11	1,099,778,588	8.04
NET STATEWIDE	7,743,112,507	8,619,030,615	7,735,408,560	-10.25	7,671,890,333	-8.2

NEVADA GENERAL FUND APPROPRIATIONS

GOVERNOR RECOMMENDS – 2011-13 BIENNIUM



GOVERNOR RECOMMENDS GENERAL FUND APPROPRIATIONS - 2011-13 BIENNIUM

	<u>FY 2011-12</u>	<u>FY 2012-13</u>	<u>2011-13 Biennium</u>	<u>% of Total</u>
Constitutional Agencies	\$ 93,051,794	\$ 94,218,363	\$ 187,270,157	3.2%
Finance and Administration	\$ 35,004,903	\$ 34,826,565	\$ 69,831,468	1.2%
Education:				
Nevada System of Higher Education	\$ 406,865,803	\$ 335,539,734	\$ 742,405,537	12.7%
Kindergarten to 12th Grade	\$ 1,104,735,288	\$ 1,102,115,059	\$ 2,206,850,347	37.8%
Other Education	\$ 511,044	\$ 301,447	\$ 812,491	0.0%
Subtotal Education	\$ 1,512,112,135	\$ 1,437,956,240	\$ 2,950,068,375	50.5%
Human Services	\$ 961,796,167	\$ 952,390,942	\$ 1,914,187,109	32.8%
Commerce and Industry	\$ 49,756,766	\$ 39,552,667	\$ 89,309,433	1.5%
Public Safety	\$ 287,730,053	\$ 287,422,144	\$ 575,152,197	9.8%
Infrastructure	\$ 22,139,522	\$ 22,319,051	\$ 44,458,573	0.8%
Special Purpose Agencies	\$ 4,538,457	\$ 4,886,076	\$ 9,424,533	0.2%
Total	\$ 2,966,129,797	\$ 2,873,572,048	\$ 5,839,701,845	100.0%

**GENERAL FUND SUPPLEMENTAL APPROPRIATIONS
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
EDUCATION				
Department of Education - Distributive School Account	To offset a decline in the Local School Support Tax (LSST) collections and the guaranteed portion of the Public School Operating Property Tax (PSOPT) collections for the 2009-11 biennium.	\$140,833,873		
SUBTOTAL - EDUCATION		\$140,833,873		
COMMERCE AND INDUSTRY				
Department of Business and Industry - Real Estate Administration	Provide funding for an anticipated shortfall in revenues.	\$317,092		
SUBTOTAL - COMMERCE AND INDUSTRY		\$317,092		
PUBLIC SAFETY				
Department of Corrections - Prison Medical Care	Provide funding to cover a projected shortfall in outside medical costs and a stale claim for Fiscal Year 2010 due to insufficient reversions.	\$2,514,081		
Department of Corrections - Prison Medical Care	Provide funding to cover stale claims for Fiscal Year 2008 due to insufficient reversions.	\$9,579		
Department of Corrections - Director's Office	Provide funding to offset a reduction in State Criminal Alien Assistance program funds that were budgeted for Fiscal Year 2011.	\$1,420,522		
Department of Corrections - Northern Nevada Correctional Center	Provide funding for an anticipated shortfall in revenues for Room, Board and Transportation charges to inmates.	\$168,687		
Department of Corrections - Southern Desert Correctional Center	Provide funding for an anticipated shortfall in revenues for Room, Board and Transportation charges to inmates.	\$317,717		
Department of Corrections - Casa Grande Transitional Housing	Provide funding for an anticipated shortfall in revenues for Room, Board and Transportation charges to inmates.	\$897,312		
Department of Public Safety - Training Division	Provide funding to cover a projected Fiscal Year 2011 shortfall in personnel services.	\$61,348		
SUBTOTAL - PUBLIC SAFETY		\$5,389,246		
INFRASTRUCTURE				
Department of Conservation and Natural Resources - State Lands	Provide funding to cover compensatory time that must be paid off pursuant to NAC 284.254 for an employee that transferred from classified service to unclassified service effective July 1, 2008.	\$10,933		
SUBTOTAL INFRASTRUCTURE		\$10,933		
TOTAL GENERAL FUND SUPPLEMENTAL APPROPRIATIONS		\$146,551,144		

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**GENERAL FUND ONE-SHOT AND SPECIAL APPROPRIATIONS
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
ELECTED OFFICIALS				
Treasurer's Office	Provide funding for a consultant to assist with the development of a request for proposal for the e-payment and merchant services contracts. The current contracts will expire November 30, 2013. Funds would be appropriated to the Interim Finance Committee Contingency Fund.	\$75,000		
Treasurer's Office	Add funding to support the Millenium Scholarship program.	\$10,000,000		
Legislative Counsel Bureau	Funds dues for national organizations for Fiscal Years 2011, 2012 and 2013.	\$349,446	\$355,083	\$355,983
Legislative Counsel Bureau	Funds major computer projects for the next biennium.	\$734,000		
SUBTOTAL - ELECTED OFFICIALS		\$11,158,446	\$355,083	\$355,983
FINANCE AND ADMINISTRATION				
Department of Administration	Provide funding for the Nevada Broadband Task Force to improve rural Nevada's connections to the Internet and assist rural Nevadans in accessing the World Wide Web.		\$3,000,000	
Board of Examiners - General Fund Salary Adjustment	Funds projected General Fund employee retirement buyouts and/or terminal leave payments for eliminated positions that result in the layoff of an employee.	\$7,000,000		
SUBTOTAL - FINANCE AND ADMINISTRATION		\$7,000,000	\$3,000,000	\$0
COMMERCE AND INDUSTRY				
Gaming Control Board	Funds the replacement of computer and technology hardware to ensure continuity in operations and data security.	\$1,256,104		
SUBTOTAL - COMMERCE AND INDUSTRY		\$1,256,104	\$0	\$0
HUMAN SERVICES				
Department of Health and Human Services - Health Care Financing and Policy	Funding for the completion of the takeover phase of the Medical Management Information System (MMIS). DHCFP contracted with Public Knowledge on a contract beginning July 1, 2009, to assist in the procurement, project management and quality assurance related to the takeover. Due to the complexity of the project, the procurement phase has taken longer than expected.	\$175,710		
Department of Employment, Training and Rehabilitation - Employment Security	Funds interest payments on the loans that have been made to the State by the federal government upon the depletion of Nevada's Unemployment Insurance Trust Fund. The first interest payment will be due on September 30, 2011. Funds would be appropriated to the Interim Finance Committee Contingency Fund.		\$66,355,000	
SUBTOTAL - HUMAN SERVICES		\$175,710	\$66,355,000	\$0

**GENERAL FUND ONE-SHOT AND SPECIAL APPROPRIATIONS
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
INFRASTRUCTURE				
Department of Conservation and Natural Resources - Forestry	Funds for replacement of critical equipment within the Division of Forestry.	\$677,344		
Department of Conservation and Natural Resources - Forestry	Funds necessary services and equipment to transition the State's Very High Frequency (VHF) radio systems from wide band to narrow band in accordance with the Federal Communications Commission mandate. The federal mandate requires compliance by January 1, 2013.	\$162,267		
Department of Conservation and Natural Resources - Forestry	Funds major repair and/or renovation work on 25 crew carriers with the anticipation of getting another three to four years of use out of the vehicles, each of which exceed 100,000 miles.	\$278,050		
	SUBTOTAL INFRASTRUCTURE	\$1,117,661	\$0	\$0
TOTAL GENERAL FUND ONE-SHOT OR SPECIAL APPROPRIATIONS		\$20,707,921	\$69,710,083	\$355,983

**HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
PUBLIC SAFETY				
Department of Motor Vehicles - Director's Office	Provide funding for an anticipated shortfall for kiosk vendor payments.	\$630,036		
Department of Motor Vehicles - Administrative Services	Provide funding for an anticipated shortfall in merchant services fees associated with electronic payments, including credit card, debit card, ACH/EFT and e-check transactions.	\$948,453		
	SUBTOTAL - PUBLIC SAFETY	\$1,578,489		
TOTAL HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS		\$1,578,489		

**HIGHWAY FUND ONE-SHOT AND SPECIAL APPROPRIATIONS
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
ELECTED OFFICIALS				
Treasurer's Office	Provide funding for a consultant to assist with the development of a request for proposal for the e-payment and merchant services contracts. The current contracts will expire November 30, 2013. Funds would be appropriated to the Interim Finance Committee Contingency Fund.	\$25,000		
SUBTOTAL - ELECTED OFFICIALS		\$25,000	\$0	\$0
PUBLIC SAFETY				
Department of Public Safety - Highway Patrol	Funding to replace fleet vehicles which have exceeded the 105,000 mile threshold for sedans, 125,000 mile threshold for trucks and SUV's, and the 50,000 mile threshold for motorcycles.	\$5,331,325		
Department of Motor Vehicles - Automation	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$905,210		
Department of Motor Vehicles - Motor Carrier	Funds one replacement vehicle and multiple chair replacements.	\$41,613		
Department of Motor Vehicles - Motor Carrier	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers and a scanning system.	\$156,145		
Department of Motor Vehicles - Hearings	Funds replacements of chairs.	\$2,121		
Department of Motor Vehicles - Hearings	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$43,041		
Department of Motor Vehicles - Field Services	Funds replacement chairs, staplers, calculators, drills, shredders and fax machines that have exceeded their useful lives, and funds replacement of a vehicle.	\$188,366		
Department of Motor Vehicles - Field Services	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$1,123,927		
Department of Motor Vehicles - Compliance Enforcement	Funds replacement vehicles, training equipment, and office equipment that has met or exceeded its useful life, and funds replacement and new protective equipment.	\$91,837		
Department of Motor Vehicles - Compliance Enforcement	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$174,651		
Department of Motor Vehicles - Central Services	Funds replacement office equipment due to normal wear and tear.	\$49,323		

**HIGHWAY FUND ONE-SHOT AND SPECIAL APPROPRIATIONS
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
Department of Motor Vehicles - Central Services	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$345,083		
Department of Motor Vehicles - Management Services	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$41,589		
Department of Motor Vehicles - Director's Office	Funds replacement office chairs due to normal wear and tear.	\$4,242		
Department of Motor Vehicles - Director's Office	Funds replacement of computer hardware and associated software per the State's recommended replacement schedule, and funds replacement printers.	\$102,584		
Department of Motor Vehicles - Administrative Services	Funds replacement of a forklift, mail scanners, phones, headsets and other office equipment.	\$113,680		
Department of Motor Vehicles - Administrative Services	Funds replacement of computer hardware, including laptops, and associated software per the State's recommended replacement schedule, and funds replacement printers and scanners.	\$192,285		
	SUBTOTAL - PUBLIC SAFETY	\$8,907,022	\$0	\$0
TOTAL HIGHWAY FUND ONE -SHOT OR SPECIAL APPROPRIATIONS		\$8,932,022		

**GENERAL FUND APPROPRIATIONS TO RESTORE FUND BALANCES
GOVERNOR RECOMMENDS - 2011 LEGISLATURE
2011-13 BIENNIUM**

FUND	PURPOSE	EXECUTIVE BUDGET		
		FY 2011	FY 2012	FY 2013
Board of Examiners Stale Claims Account	Provides restoration of fund balance.	\$5,500,000		
Board of Examiners Emergency Account	Provides restoration of fund balance.	\$150,000		
Statutory Contingency Account	Provides restoration of fund balance.	\$3,000,000		
Interim Finance Contingency Fund	Provides restoration of fund balance.	\$5,000,000		
TOTAL GENERAL FUND RESTORATION OF FUND BALANCE APPROPRIATIONS		\$13,650,000	\$0	\$0

CAPITAL IMPROVEMENT PROGRAM

The Governor has recommended a Capital Improvement Program (CIP) for the 2011-13 biennium in the amount of \$61,041,030. The 2011 program compares to programs of \$241.2 million approved by the 2009 Legislature, \$811.0 approved by the 2007 Legislature, and \$419.4 million approved by the 2005 Legislature.

The Governor's recommendation includes \$11,726,131 in funds reallocated from the 2009 CIP (\$11,580,458) and federal funds (\$145,673) to fund additional critical maintenance projects. The inclusion of these projects in the Governor's recommendation is contingent upon the cancellation of CIP project 09-C02a, New 36-Bed Child and Adolescent Hospital – Southern Nevada Child and Adolescent Services, \$22,808,171 (bonds).

The Governor recommends supporting the costs of the 2011 program as depicted in the following table:

Funding Sources - 2011 CIP (Recommended)	Amount	% of Total
General Fund	\$0	0.0%
General Obligation Bonds	\$27,078,599	44.4%
Funds Reallocated from the 2009 CIP	\$11,580,458	19.0%
Highway Funds	\$1,428,866	2.3%
Agency Funds	\$321,071	0.5%
Federal Funds	\$1,085,881	1.8%
Statewide Agency and Building Official Projects (Agency Funds)	\$14,546,155	23.8%
Special Higher Education Capital Construction Fund	\$5,000,000	8.2%
Total Recommended 2011 CIP Program	\$61,041,030	100.00%

The following table displays 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 2011 CIP:

Agency	State Funding (A)	% of State Funding	Other Funding	% of Other Funding	Total Funding	% of Total Funding
Department of Administration	\$9,689,377	25.1%	\$16,175,021	72.3%	\$25,864,398	42.4%
Department of Conservation and Natural Resources	\$261,458	0.7%	\$121,071	0.5%	\$382,529	0.6%
Department of Corrections	\$14,901,408	38.5%	\$0	0.0%	\$14,901,408	24.4%
Department of Health and Human Services	\$2,297,794	5.9%	\$0	0.0%	\$2,297,794	3.8%
Office of the Military	\$295,166	0.8%	\$1,085,881	4.9%	\$1,381,047	2.2%
Department of Wildlife	\$1,213,854	3.1%	\$0	0.0%	\$1,213,854	2.0%
Nevada System of Higher Education	\$10,000,000	25.9%	\$5,000,000	22.3%	\$15,000,000	24.6%
Total All Projects	\$38,659,057	100.0%	\$22,381,973	100.0%	\$61,041,030	100.0%

(A) General Obligation Bonds

Because projections of real property values for 2011 are expected to decrease by approximately 34 percent from actual 2008 values, the Treasurer's Office has determined that only \$29.0 million in debt (bonding) capacity is available for the 2011-13 biennium. In addition, at its December 2010 meeting, the Interim Finance Committee was informed that 12 construction and maintenance projects and portions of 4 statewide projects approved in the 2009 CIP had been delayed due to the lack of bond funding to complete the projects. It should be noted that because of the reallocation of \$11,580,458 in funds approved for the 2009 CIP (cancellation of CIP project 09-C02a as noted above), the Governor's 2011 CIP recommendation includes total state funding (\$38.7 million) in excess of the State's projected debt (bonding) capacity for the 2011-13 biennium.

The Governor recommends continuing the current property tax rate of \$0.1555 for general obligation debt for each year of the 2011-13 biennium. The total tax rate for the 2011-13 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 remain the same at \$0.0145. (Source: Debt Capacity Report, Office of the State Treasurer – 2011-13 Biennium) 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 2011 CIP and the State Treasurer's Debt Capacity Report for the 2011-13 biennium, the property tax rate for debt service is predicated upon the issuance of bonds, according to the following schedule:

FY 2011

Capital Improvement Bonds	\$	0
Tahoe Environmental Improvement Bonds	\$	0
Water Systems Bonds (NRS 349.981)	\$	0
Cultural Affairs Bonds (NRS 233C.225) ^(a)	\$	<u>0</u>
Total	\$	0

FY 2012

Capital Improvement Bonds	\$	28,510,000
Department of Transportation	\$	0
Tahoe Environmental Improvement Bonds	\$	0
Water Systems Bonds (NRS 349.981)	\$	0
Cultural Affairs Bonds (NRS 233C.225) ^(a)	\$	<u>490,000</u>
Total	\$	29,000,000

FY 2013

Capital Improvement Bonds	\$	0
Tahoe Environmental Improvement Bonds	\$	0
Water Systems Bonds (NRS 349.981)	\$	0
Cultural Affairs Bonds (NRS 233C.225) ^(a)	\$	<u>0</u>
Total	\$	0

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

The Office of the State Treasurer computes the constitutional debt capacity as of June 30, 2011, as follows:

State's Estimated Assessed Valuation	\$ 95,018,324,064
Multiplied by the 2 Percent Constitutional Limit	\$ 1,900,366,481
Minus the Bonds Outstanding	(\$ 1,311,690,000)
Equals the State's Unused Bonding Capacity	\$ 588,676,481

Source: Debt Capacity Report, Office of the State Treasurer -- 2011-13 Biennium

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 2011, FY 2012, and FY 2013 from the Treasurer's Debt Capacity Report for the 2011-13 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
Actual:		
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%
2009	\$ 119,660,247,974	-16.64%
2010	\$ 92,694,096,627	-22.54%
Forecast:		
2011	\$ 95,018,324,064	2.51%
2012	\$ 87,393,364,332	-8.02%
2013	\$ 88,267,297,975	1.00%

Sources: Annual Red Book Publication – Department of Taxation
Debt Capacity Report, Office of the State Treasurer -- 2011-13 Biennium

It should be noted that due to the property tax relief measures approved by the 2005 Legislature, beginning in FY 2006 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 2006.

The following pages present the Governor's recommended CIP program for the 2011-13 biennium.

**GOVERNOR'S RECOMMENDED CIP PROGRAM
FOR THE 2011-13 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
CONSTRUCTION PROJECTS							
11-C01	Corrections	Indian Springs	Southern Desert Correctional Center Expansion-Phase III	\$ 4,988,400	-		Tenant improvements necessary to complete the culinary, dining, and laundry addition improvements made in phases I and II. Continuation of 07-C07a.
CONSTRUCTION PROJECTS TOTAL				\$ 4,988,400	-		
MAINTENANCE PROJECTS							
11-M01	Wildlife	Reno	Reno Wildlife Headquarters-Install Electrical and Sprinkler System	\$ 1,213,854	-		Replace the electrical system and add fire sprinklers for the Department of Wildlife Headquarters building.
11-M03	Administration	Carson City	Laxalt Building Ceiling and Wall Repair	\$ 35,034	-		Installation of ceiling system to prevent the spread of fire, including relocation of light fixtures, electrical/data conduit and junction boxes, and sprinkler heads.
11-M05	Military	N. Las Vegas	Replace Vehicle Exhaust Systems-NANG FMS/CSMS Buildings	\$ 23,829	\$ 127,006	Federal Funds	Installation of 12 overhead vehicle exhaust systems at the Nevada Army National Guard (NANG) Facility Maintenance Shop/Combined Support Maintenance Shop (FMS/CSMS). Existing system is ineffective because vehicle engine exhaust terminations are at or near the top of vehicles.
11-M06	Military	Stead	Install Emergency Generator at AASF	\$ 77,055	\$ 710,252	Federal Funds	Installation of a diesel generator for emergency back-up power at the Army Aviation Support Facility (AASF) in Stead.
11-M07	NSHE	Carson City	ADA and Life Safety Retrofit	\$ 815,617	-		ADA retrofit the Aspen and Cedar Buildings on the Western Nevada College's Carson City Campus. Continuation of 05-P04. Deferred from 09-C11 due to bond capacity.
11-M08	Administration	Stewart	Upgrade Electrical Power	\$ 1,252,739	-		Relocation of power and phone cables underground at the Stewart Facility and installation of new street lighting. Deferred from 07-M44 due to revenue shortfalls. Deferred from 09-M04 due to bond capacity.
11-M08a	Administration	Las Vegas	Separate Fire/Smoke System and Upgrade HVAC-Advance Planning	\$ 401,388	-		Design for a fire and smoke control system to replace the existing systems and address existing heating ventilating and air conditioning problems identified throughout the Grant Sawyer Office Building.
11-M09	Administration	Carson City	Upgrade Electrical Power Supply System	\$ 723,277	-		Electric transformer and service entrance replacement for the Blasdel Building. Deferred from 09-M17 due to bond capacity.
11-M14	Corrections	Carson City	Install Electronic Door Controls	\$ 1,534,431	-		Installation of 60 touch screen door controls at the sally port and inmate housing unit 1 at Warm Springs Correctional Center, including replacing 44 cell doors and frames.
11-M15	Corrections	Indian Springs	Replace Doors, Locks, Control Panels	\$ 3,356,250	-		Replace 306 cell doors and locks and install touch-screen control panels for the Southern Desert Correctional Center. Deferred from 09-M11 due to bond capacity.
11-M19	NSHE	Las Vegas	HVAC Renovation-Building A CSN West Charleston Campus	\$ 1,755,140	-		Removal of three existing rooftop air handlers and replace them with new water source heat pumps and supporting central plant equipment for Building A at the College of Southern Nevada (CSN), West Charleston Campus.
11-M21	Corrections	Indian Springs	Evaporative Media Replacement	\$ 734,637	-		Replace the evaporative media in the air handling units installed in construction phases I and II (2000) at the High Desert State Prison.
11-M22	NSHE	Reno	HVAC Renovation-Red Mountain Building	\$ 812,752	-		Renovation and replacement of existing cooling towers, boilers, and associated piping that serve portions of Truckee Meadows Community College's Red Mountain Building.
11-M24	NSHE	Carson City	HVAC Renovation-WNC Child Development Center	\$ 105,879	-		Replace 3 existing rooftop heating ventilating and air conditioning units at the Western Nevada College (WNC) Child Development Center.
11-M25	Health/Human Svcs	Sparks	HVAC System Renovation-Lake's Crossing	\$ 427,129	-		Replace 2 outside air heating ventilating and air conditioning (HVAC) units and provide a new HVAC unit for the nurses' station at the Lake's Crossing facility.

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**GOVERNOR'S RECOMMENDED CIP PROGRAM
FOR THE 2011-13 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
11-M26	Health/Human Svcs	Sparks	HVAC Renovation-Northern Nevada Adult Mental Health Services-Buildings 1, 2, and 5	\$ 752,638	-		Replace failing and inefficient chillers at buildings 5 and 10 with new chillers to serve buildings 1, 2, and 5.
11-M27	Corrections	Carson City	HVAC Replacement-NNCC Regional Medical Facility	\$ 1,341,470	-		Replace the chiller and cooling tower placed in service when the facility was new (1993) and add a heat exchanger at the Northern Nevada Correctional Center's (NNCC) Regional Medical Facility.
11-M28	NSHE	Las Vegas	HVAC Pipe and Heat Pump Replacement-DRI Southern Nevada Science Center	\$ 1,509,246	-		Replace heat pumps and central plant piping loop at the Desert Research Institute's (DRI) Southern Nevada Science Center.
11-M29	Military	Stead	HVAC Renovation-NArmyNG Dining Facility	\$ 15,826	\$ 102,950	Federal Funds	Replace the heating ventilating and air conditioning units serving the kitchen and dining areas and add insulation to the walls of the dining hall.
11-M30	Corrections	Lovelock	Boiler Replacement-LCC Central Plant	\$ 1,654,653	-		This project would replace the existing boilers at the Lovelock Correctional Center (LCC) with high efficiency modular boilers.
11-M31	Administration	Carson City	Computer Room HVAC Unit Installation-DMV	\$ -	\$ 171,093	Highway Funds	Install an additional heating ventilating and air conditioning unit to add cooling capacity for the data room at the Carson City Department of Motor Vehicles (DMV) facility.
11-M32	Conservation	Valley of Fire	Roof, Mechanical Screen, and HVAC Replacement	\$ 261,458	\$ 121,071	Agency Funds	Installation of a new roof system, replace existing heating ventilating and air conditioning units, and redesign the mechanical screen for the Valley of Fire visitor center.
11-M34	Corrections	Carson City	Upgrade Culinary Walk-In Freezer and Refrigerators	\$ 846,048	-		Upgrade existing walk-in freezer and refrigerators/coolers by replacing the existing compressors, condensers, and evaporators with new refrigeration equipment, including new piping and electrical upgrades at the Northern Nevada Correctional Center.
11-M35	NSHE	Carson City	HVAC Renovation-WNC Aspen Building	\$ 280,473	-		Replace the existing rooftop heating ventilating and air conditioning units as well as the kitchen make-up air unit at Western Nevada College's (WNC) Carson City Aspen Building.
11-M37	Health/Human Svcs	Las Vegas	HVAC Renovation-DRC Building 1300	\$ 313,706	-		Replace the existing heating and air conditioning systems at the Desert Regional Center (DRC), Building 1300.
11-M38	Health/Human Svcs	Las Vegas	HVAC System Replacement-DRC Building 1391	\$ 804,321	-		Replace the air handlers and hydronic piping at the Desert Regional Center (DRC), Building 1391.
11-M39	NSHE	Various	Deferred Maintenance (HECC/SHECC)	\$ 2,855,614	\$ 5,000,000	SHECC	Deferred maintenance projects for various NSHE campuses.
11-M41	NSHE	Fallon	HVAC Equipment Replacement-WNC Pinion Hall	\$ 281,065	-		Replace the rooftop heating ventilating and air conditioning units at Western Nevada College's (WNC) Pinion Hall in Fallon.
11-M42	NSHE	Elko	McMullen Hall Roof Replacement	\$ 303,808	-		Remove and replace the existing roof membrane and insulation (19,680 square feet) and make repairs to portions of the existing metal roof at Great Basin College's McMullen Hall.
11-M45	Military	N. Las Vegas	Water Tower Maintenance, Paint, Controls, Pumps at Floyd Edsall Training Center (FETC) Facility	\$ 178,456	\$ 145,673	Federal Funds	Replace controls and pumps, and strip and paint the interior and exterior of the water tower at the Floyd Edsall Training Center (FETC) in North Las Vegas.
11-M46	NSHE	Reno	Exterior Building Envelope Restoration-Red Mountain Building	\$ 1,280,406	-		Assess, design, and repair damaged exterior stucco, and replace windows and doors in order to increase the efficiency of the Truckee Meadow Community College's Red Mountain Building.
11-M49	Corrections	Carson City	Replace Flooring	\$ 445,519	-		Regional Medical Facility flooring replacement (32,000 square feet) at the Northern Nevada Correctional Center. Deferred from 09-M07 due to bond capacity.
MAINTENANCE PROJECTS TOTAL				\$ 26,393,718	\$ 6,378,045		

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**GOVERNOR'S RECOMMENDED CIP PROGRAM
FOR THE 2011-13 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
STATEWIDE PROJECTS							
11-S01	Administration	Various	Statewide Roofing Program	\$ 3,096,918	-		State-funded statewide roofing projects.
11-S01H	Administration	Carson City	DMV Roof Replacement	-	\$ 1,035,651	Highway Funds	Replace roof for the Department of Motor Vehicles East Wing, warehouse and computer buildings in Carson City.
11-S02	Administration	Various	Statewide ADA Program	\$ 149,999	-		State-funded statewide program accessibility under Title II of the Americans with Disabilities Act.
11-S03	Administration	Various	Statewide Fire and Life Safety Program	\$ 3,221,178	-		State-funded installation of fire sprinklers, fire alarms, exit signs and egress lighting in existing state-owned buildings.
11-S03H	Administration	Various	Statewide Fire and Life Safety Program-Highway Funded	-	\$ 222,122	Highway Funds	Replace the sprinkler system in the Nevada Highway Patrol dorm building 13 located at Stewart, and provide exit signs, emergency lighting, and fire alarms for the Department of Motor Vehicles East Sahara building and training facility.
11-S04	Administration	Various	Statewide Advance Planning Program	\$ 808,844	-		Preparation of the 2013 Capital Improvement Program (CIP).
11-S06	Administration	Statewide	Statewide Environmental	-	\$ 200,000	Agency Funds	Indoor Air Quality (IAQ) projects - no state funding recommended; specific projects have not been identified.
11-S09	Administration	Various	Statewide Building Official Projects	-	\$ 924,112	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.
11-S10	Administration	Various	Statewide Agency Projects	-	\$ 13,622,043	Agency Funds	Project to accept and spend funds from various state agencies for the SPWB to manage and inspect non-CIP projects.
STATEWIDE PROJECTS TOTAL				\$ 7,276,939	\$ 16,003,928		
TOTAL ALL PROJECTS				\$ 38,659,057	\$ 22,381,973		
GRAND TOTAL ALL FUNDS				\$ 61,041,030			

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POSITION SUMMARY

The following table displays the eliminated and new positions recommended in The Executive Budget by functional area for the 2011-13 biennium. Fiscal Year 2011 (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 2009 Legislature for FY 2011. A comparison can then be made to the total number of eliminated and new positions recommended by the Governor for the 2011-13 biennium. The total number of positions for the Nevada System of Higher Education (NSHE) is detailed separately, but only includes authorized positions in FY 2011.

Over the 2009-11 biennium, the number of positions, excluding NSHE, decreased from 18,485.68, as approved by the 2009 Legislature, to 18,433.52, which is a net decrease of 52.16 positions. For FY 2012, excluding NSHE, the Governor recommends a total of 17,711.79 positions. The recommendation includes the elimination of 856.77 existing positions when compared to FY 2011 (work program year) and the addition of 135.04 new positions. The net decrease in positions (new less eliminated) is 721.73 when compared to the FY 2011 work program.

For FY 2013, excluding NSHE, the Governor recommends a total of 17,701.79 positions. The recommendation includes the elimination of 27 existing positions when compared to FY 2012, and the addition of 17 new positions. The net decrease in positions (new less elimination) is 10.00. This results in a total of 883.77 (856.77 + 27.00) eliminated positions over the 2011-13 biennium. The net decrease in positions (new less eliminated) for the 2011-13 biennium is 731.73 when compared to the number of positions in the FY 2011 work program year.

Significant position eliminations recommended by the Governor in FY 2012 include the reduction of 256.07 in the Human Services functional area, primarily resulting from reductions in programs and services provided by the Division of Mental Health and Developmental Services. A total of 286.98 positions are recommended for elimination in the Public Safety functional area, 112 of which result from the proposed closure of Nevada State Prison, while 121.98 result from the Governor's recommendation to increase the caseload ratio per Parole Officer from 70:1 to 80:1 (45 positions) and transfer the presentence investigation function from the Division of Parole and Probation to the District Courts (76.98 positions). The Governor recommends no significant position changes in FY 2013.

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 NSHE for the 2011-13 biennium. The Governor has recommended that governmental support (General Funds, federal American Recovery and Reinvestment Act funds, and local property tax revenues) for NSHE during the 2011-13 biennium be reduced by 27.3 percent, which would likely result in a substantial reduction of authorized positions.

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

	FY 2011 Legislature Approved	FY 2011 Work Program ^a	Governor Recommends FY 2012				Governor Recommends FY 2013			
			Eliminated Positions	Net Transfers ^d	New Positions	Total	Eliminated Positions	Net Transfers ^d	New Positions	Total
Government Function										
Constitutional Agencies	1,160.90	1,215.50	(68.88)	(10.51)	4.02	1,140.13	(6.00)	-	1.00	1,135.13
Finance and Administration	878.04	903.55	(74.80)	2.00	17.02	847.77	-	-	-	847.77
Education	283.44	170.53	(8.51)	(3.00)	-	159.02	(1.00)	-	-	158.02
Human Services	6,012.69	5,975.36	(256.07)	10.51	50.00	5,779.80	(1.00)	-	2.00	5,780.80
Commerce and Industry	1,358.75	1,383.66	(79.21)	-	16.00	1,320.45	-	-	4.00	1,324.45
Public Safety	5,519.60	5,503.52	(286.98)	1.00	41.00	5,258.54	-	-	-	5,258.54
Infrastructure	2,808.75	2,816.89	(44.32)	-	1.00	2,773.57	(19.00)	-	-	2,754.57
Special Purpose Agencies	463.51	464.51	(38.00)	-	6.00	432.51	-	-	10.00	442.51
						-				-
Sub-Total	18,485.68	18,433.52	(856.77)	-	135.04	17,711.79	(27.00)	-	17.00	17,701.79
Nevada System of Higher Education										
Professional	4,776.04 ^e	4,736.84				N/A ^c				N/A ^c
Classified	2,516.92 ^e	2,428.68				N/A ^c				N/A ^c
Sub-Total	7,292.96	7,165.52								
Total ^b	25,778.64	25,599.04								

a. The FY 2011 work program subtotal 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. Total does not include Boards and Commissions.

c. The Governor has recommended that General Fund support for NSHE during the 2011-13 biennium be reduced by 27.3 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 2011-13 biennium.

d. Net transfers reflect the net change in transferred positions from functional areas.

e. NSHE FTE positions as approved by the Board of Regents based upon approved funding by the 2009 Legislature.