

## SECTION IV

### GENERAL FUND APPROPRIATIONS AND TOTAL BUDGET

On January 16, 2013, Governor Brian Sandoval transmitted The 2013-15 Executive Budget to the 77<sup>th</sup> 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 2013 and 2015.

#### 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 2013 Legislature are outlined below:

	<u>2011-13 Biennium</u>	<u>2013-15 Biennium</u>
Expenditure Limitation	\$7,838,113,908	\$8,314,269,733
General Fund Appropriations		
2011 Legislature Approves*	\$6,263,802,899	
2013 Governor Recommends*	<u>81,890,727</u>	<u>\$6,578,703,224</u>
Total Appropriations	\$6,345,693,626	\$6,578,703,224
Over/(Under) Expenditure Limitation	(\$1,492,420,282)	(\$1,735,566,509)

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

## **2013-15 EXECUTIVE BUDGET**

The Governor's recommended budget includes approximately \$6.546 billion in General Fund operating appropriations for the 2013-15 biennium. Supplemental appropriations, appropriations to restore various fund balances, one-time appropriations and the estimated cost of the 77<sup>th</sup> Legislature total \$90 million, as noted in the table below. Additionally, the Governor has recommended reserving \$20 million to fund the estimated cost of the 78<sup>th</sup> Legislature.

<b>General Fund Appropriations 2013-15 Biennium - Governor Recommends</b>				
<b>Purpose</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>	<b>Total</b>
Supplemental Appropriations	\$ 27,533,091	\$ -	\$ -	\$ 27,533,091
Restoration of Fund Balances	\$ 11,100,000	\$ -	\$ -	\$ 11,100,000
Payback on Line of Credit	\$ -	\$ -	\$ -	\$ -
Estimated Cost of the 77 <sup>th</sup> Legislature	\$ 20,000,000	\$ -	\$ -	\$ 20,000,000
One-Time Appropriations	\$ 31,344,386	\$ -	\$ -	\$ 31,344,386
Capital Improvement Program	\$ -	\$ -	\$ -	\$ -
<b>Subtotal</b>	<b>\$ 89,977,477</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 89,977,477</b>
Estimated Cost of the 78 <sup>th</sup> Legislature (a.)	\$ -	\$ -	\$ 20,000,000	\$ 20,000,000
<b>Total</b>	<b>\$ 89,977,477</b>	<b>\$ -</b>	<b>\$ 20,000,000</b>	<b>\$ 109,977,477</b>

(a.) Reserved for appropriation by the 2015 Legislature.

Total General Fund appropriations for the 2013-15 biennium (including one-time and supplemental appropriations for Fiscal Year 2013) as recommended in The Executive Budget are \$6.636 billion. This represents an increase of 3.3 percent from General Fund appropriations as approved by the 2011 Legislature for the 2011-13 biennium (\$6.423 billion).

Similarly, to the 2011-13 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 2013-15 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.

- 2.5-Percent Salary and 1.15 percent furlough Reduction – The Governor is recommending a 2.5-percent reduction in compensation and three days of furlough (equal to a 1.15 percent salary reduction) each year for all state government and university system employees.
- Suspend Merit Salary Increases for Fiscal Year 2014 – The Governor recommends the continued suspension of merit salary increases for state government and university system employees in Fiscal Year 2014 with merit salary increases resuming July 1, 2014 (Fiscal Year 2015). For the 2011-13 biennium, merit salary increases were suspended for state employees and classified employees of the Nevada System of Higher Education.

- Suspend Longevity Payments for Fiscal Years 2014 and 2015 – The Governor recommends continuing the suspension of longevity payments for state employees during each year of the 2013-15 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 8 years of state service, up to a maximum of \$2,350 per year based on 30 years of state service.

The General Fund reductions recommended in Fiscal Years 2014 and 2015 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 2014</u>	<u>FY 2015</u>
2.5 Percent Salary Reduction and 1.15 percent furlough reduction	\$35,112,064	\$35,503,529
Suspend Merit Increases in FY 2014	18,348,818	23,652,774
Suspend Longevity Payments	<u>3,441,912</u>	<u>3,982,212</u>
Total	\$56,902,794	\$63,138,515

After adjusting for interagency transfers, appropriations and authorizations for the 2013-15 biennium from all revenue sources total \$17.635 billion, which compares to the \$15.875 billion approved by the 2011 Legislature. This represents an increase of 11.1 percent in total funding recommended for the 2013-15 biennium compared to the 2011-13 biennium.

The schedules that follow contain all of the appropriations recommended by the Governor for the 2013-15 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  
2013-15 Fiscal Report**

	2011-2012 Actual	2012-2013 Work Program	2013-2014 GOVERNOR RECOMMENDS	% Change	2014-2015 GOVERNOR RECOMMENDS	% Change
<b>ELECTED OFFICIALS</b>						
GENERAL FUND	33,294,418	33,560,751	40,227,732	19.87	44,088,556	9.60
BALANCE FORWARD	-12,456,399	172,210,810	221,291,331	28.50	138,073,250	-37.61
FEDERAL FUND	59,666,164	17,356,068	5,361,534	-69.11	4,783,484	-10.78
INTERAGENCY TRANSFER	61,153,980	74,105,793	51,475,256	-30.54	50,982,466	-.96
INTERIM FINANCE	604,137	73,861				
OTHER FUND	202,786,729	292,738,250	183,361,646	-37.36	187,245,414	2.12
REVERSIONS	-1,542,885					
<b>TOTAL FOR ELECTED OFFICIALS</b>	<b>343,506,144</b>	<b>590,045,533</b>	<b>501,717,499</b>	<b>-14.97</b>	<b>425,173,170</b>	<b>-15.26</b>
Less: INTER-AGENCY TRANSFER	61,153,980	74,105,793	51,475,256	-30.54	50,982,466	-.96
<b>NET ELECTED OFFICIALS</b>	<b>282,352,164</b>	<b>515,939,740</b>	<b>450,242,243</b>	<b>-12.73</b>	<b>374,190,704</b>	<b>-16.89</b>
<b>LEGISLATIVE - JUDICIAL</b>						
GENERAL FUND	63,112,088	111,636,900	60,829,632	-45.51	62,042,618	1.99
BALANCE FORWARD	29,753,132	33,500,124	9,619,162	-71.29	7,157,061	-25.60
FEDERAL FUND	630,574	704,893	412,269	-41.51	412,269	
HIGHWAY FUND	5,000	5,000	5,000		5,000	
INTERAGENCY TRANSFER	2,984,185	3,535,346	2,869,287	-18.84	3,107,569	8.30
INTERIM FINANCE	3,590	8,000				
OTHER FUND	23,262,463	21,448,299	20,352,932	-5.11	20,027,785	-1.60
REVERSIONS	-1,491,454					
<b>TOTAL FOR LEGISLATIVE - JUDICIAL</b>	<b>118,259,578</b>	<b>170,838,562</b>	<b>94,088,282</b>	<b>-44.93</b>	<b>92,752,302</b>	<b>-1.42</b>
Less: INTER-AGENCY TRANSFER	2,984,185	3,535,346	2,869,287	-18.84	3,107,569	8.30
<b>NET LEGISLATIVE - JUDICIAL</b>	<b>115,275,393</b>	<b>167,303,216</b>	<b>91,218,995</b>	<b>-45.48</b>	<b>89,644,733</b>	<b>-1.73</b>
<b>FINANCE &amp; ADMINISTRATION</b>						
GENERAL FUND	41,200,204	41,191,883	40,744,058	-1.09	38,663,083	-5.11
BALANCE FORWARD	-5,126,141	47,223,495	28,498,547	-39.65	26,925,337	-5.52
FEDERAL FUND	7,953,878	6,334,015	6,643,434	4.89	6,574,565	-1.04
HIGHWAY FUND	1,378,750		566,852		440,062	-22.37
INTERAGENCY TRANSFER	81,020,487	79,528,685	99,077,322	24.58	101,441,371	2.39
INTERIM FINANCE		293,554				
OTHER FUND	26,591,382	24,612,800	28,556,336	16.02	30,979,384	8.49
REVERSIONS	-1,783,636					
<b>TOTAL FOR FINANCE &amp; ADMINISTRATION</b>	<b>151,234,924</b>	<b>199,184,432</b>	<b>204,086,549</b>	<b>2.46</b>	<b>205,023,802</b>	<b>.46</b>
Less: INTER-AGENCY TRANSFER	81,020,487	79,528,685	99,077,322	24.58	101,441,371	2.39
<b>NET FINANCE &amp; ADMINISTRATION</b>	<b>70,214,437</b>	<b>119,655,747</b>	<b>105,009,227</b>	<b>-12.24</b>	<b>103,582,431</b>	<b>-1.36</b>
<b>EDUCATION</b>						
GENERAL FUND	1,589,308,195	1,686,097,719	1,698,032,960	.71	1,742,340,638	2.61
BALANCE FORWARD	3,331,924	3,622,061	2,362,854	-34.76	2,827,545	19.67
FEDERAL FUND	370,234,849	506,745,961	390,039,928	-23.03	384,409,548	-1.44
INTERAGENCY TRANSFER	174,256,302	124,571,152	141,583,359	13.66	146,400,547	3.40
INTERIM FINANCE	4,521					
OTHER FUND	500,495,575	526,564,665	539,112,714	2.38	551,630,733	2.32
REVERSIONS	-522,045					
<b>TOTAL FOR EDUCATION</b>	<b>2,637,109,321</b>	<b>2,847,601,558</b>	<b>2,771,131,815</b>	<b>-2.69</b>	<b>2,827,609,011</b>	<b>2.04</b>
Less: INTER-AGENCY TRANSFER	174,256,302	124,571,152	141,583,359	13.66	146,400,547	3.40
<b>NET EDUCATION</b>	<b>2,462,853,019</b>	<b>2,723,030,406</b>	<b>2,629,548,456</b>	<b>-3.43</b>	<b>2,681,208,464</b>	<b>1.96</b>

**Nevada Legislative Counsel Bureau  
Source of Funds Summary  
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	2011-2012 Actual	2012-2013 Work Program	2013-2014 GOVERNOR RECOMMENDS	% Change	2014-2015 GOVERNOR RECOMMENDS	% Change
<b>COMMERCE &amp; INDUSTRY</b>						
GENERAL FUND	46,065,087	34,115,265	46,252,286	35.58	50,233,136	8.61
BALANCE FORWARD	-16,833,598	62,928,347	47,382,255	-24.70	45,513,909	-3.94
FEDERAL FUND	37,053,243	23,712,688	15,486,864	-34.69	15,354,778	-.85
HIGHWAY FUND	2,539,332	2,454,070	2,339,877	-4.65	2,311,187	-1.23
INTERAGENCY TRANSFER	25,906,240	29,787,268	29,386,176	-1.35	30,001,721	2.09
INTERIM FINANCE	3,757,775	5,429,068				
OTHER FUND	116,444,714	126,190,853	176,522,792	39.89	127,191,211	-27.95
REVERSIONS	-6,040,816					
<b>TOTAL FOR COMMERCE &amp; INDUSTRY</b>	<b>208,891,977</b>	<b>284,617,559</b>	<b>317,370,250</b>	<b>11.51</b>	<b>270,605,942</b>	<b>-14.73</b>
Less: INTER-AGENCY TRANSFER	25,906,240	29,787,268	29,386,176	-1.35	30,001,721	2.09
<b>NET COMMERCE &amp; INDUSTRY</b>	<b>182,985,737</b>	<b>254,830,291</b>	<b>287,984,074</b>	<b>13.01</b>	<b>240,604,221</b>	<b>-16.45</b>
<b>HUMAN SERVICES</b>						
GENERAL FUND	977,935,365	960,301,304	1,004,028,768	4.55	1,070,469,878	6.62
BALANCE FORWARD	13,664,462	46,917,787	36,787,317	-21.59	34,603,575	-5.94
FEDERAL FUND	1,508,801,479	1,733,670,808	1,976,036,722	13.98	2,331,656,073	18.00
INTERAGENCY TRANSFER	330,252,008	336,553,211	343,042,945	1.93	369,692,466	7.77
INTERIM FINANCE	22,552,947	26,000,501				
OTHER FUND	309,779,893	299,926,740	327,132,692	9.07	334,057,590	2.12
REVERSIONS	-27,365,452					
<b>TOTAL FOR HUMAN SERVICES</b>	<b>3,135,620,702</b>	<b>3,403,370,351</b>	<b>3,687,028,444</b>	<b>8.33</b>	<b>4,140,479,582</b>	<b>12.30</b>
Less: INTER-AGENCY TRANSFER	330,252,008	336,553,211	343,042,945	1.93	369,692,466	7.77
<b>NET HUMAN SERVICES</b>	<b>2,805,368,694</b>	<b>3,066,817,140</b>	<b>3,343,985,499</b>	<b>9.04</b>	<b>3,770,787,116</b>	<b>12.76</b>
<b>PUBLIC SAFETY</b>						
GENERAL FUND	290,786,375	291,352,197	292,854,197	.52	300,637,335	2.66
BALANCE FORWARD	10,825,197	23,576,998	13,646,634	-42.12	14,153,227	3.71
FEDERAL FUND	47,237,486	66,354,468	41,522,304	-37.42	40,095,523	-3.44
HIGHWAY FUND	137,523,655	139,564,159	111,653,246	-20.00	140,681,792	26.00
INTERAGENCY TRANSFER	44,528,877	47,340,514	41,946,170	-11.39	42,023,403	.18
INTERIM FINANCE	93,700					
OTHER FUND	89,134,974	79,857,496	114,285,879	43.11	89,150,783	-21.99
REVERSIONS	-29,961,367					
<b>TOTAL FOR PUBLIC SAFETY</b>	<b>590,168,897</b>	<b>648,045,832</b>	<b>615,908,430</b>	<b>-4.96</b>	<b>626,742,063</b>	<b>1.76</b>
Less: INTER-AGENCY TRANSFER	44,528,877	47,340,514	41,946,170	-11.39	42,023,403	.18
<b>NET PUBLIC SAFETY</b>	<b>545,640,020</b>	<b>600,705,318</b>	<b>573,962,260</b>	<b>-4.45</b>	<b>584,718,660</b>	<b>1.87</b>
<b>INFRASTRUCTURE</b>						
GENERAL FUND	22,677,526	22,802,159	23,278,628	2.09	21,300,260	-8.50
BALANCE FORWARD	-4,943,592	23,805,723	21,806,715	-8.40	27,644,412	26.77
FEDERAL FUND	501,920,947	468,434,577	358,849,425	-23.39	358,617,205	-.06
HIGHWAY FUND	352,822,978	370,298,757	265,069,504	-28.42	267,552,658	.94
INTERAGENCY TRANSFER	38,535,966	49,313,991	42,394,232	-14.03	42,491,899	.23
INTERIM FINANCE	2,199,387	4,238,143				
OTHER FUND	169,042,192	192,269,602	191,866,488	-.21	195,825,913	2.06
REVERSIONS	-3,455,204					
<b>TOTAL FOR INFRASTRUCTURE</b>	<b>1,078,800,200</b>	<b>1,131,162,952</b>	<b>903,264,992</b>	<b>-20.15</b>	<b>913,432,347</b>	<b>1.13</b>
Less: INTER-AGENCY TRANSFER	38,535,966	49,313,991	42,394,232	-14.03	42,491,899	.23
<b>NET INFRASTRUCTURE</b>	<b>1,040,264,234</b>	<b>1,081,848,961</b>	<b>860,870,760</b>	<b>-20.43</b>	<b>870,940,448</b>	<b>1.17</b>

**Nevada Legislative Counsel Bureau  
Source of Funds Summary  
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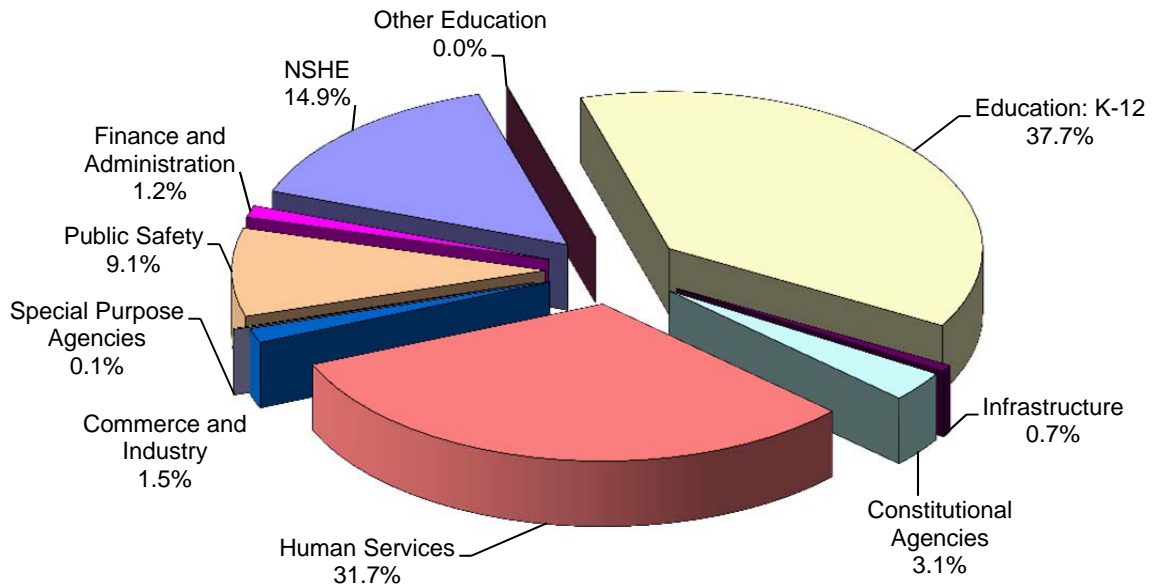
	2011-2012 Actual	2012-2013 Work Program	2013-2014 GOVERNOR RECOMMENDS	% Change	2014-2015 GOVERNOR RECOMMENDS	% Change
<b>SPECIAL PURPOSE AGENCIES</b>						
GENERAL FUND	3,701,053	4,544,884	5,001,070	10.04	5,176,690	3.51
BALANCE FORWARD	-25,437,548	135,676,070	143,196,018	5.54	108,932,906	-23.93
FEDERAL FUND	21,254,639	94,702,781	21,505,318	-77.29	21,676,425	.80
INTERAGENCY TRANSFER	433,135,762	532,053,779	491,008,431	-7.71	547,813,146	11.57
INTERIM FINANCE	46,284	84,303				
OTHER FUND	119,464,558	153,632,106	128,810,589	-16.16	141,888,935	10.15
REVERSIONS	-176,027					
<b>TOTAL FOR SPECIAL PURPOSE AGENCIES</b>	<b>551,988,721</b>	<b>920,693,923</b>	<b>789,521,426</b>	<b>-14.25</b>	<b>825,488,102</b>	<b>4.56</b>
Less: INTER-AGENCY TRANSFER	433,135,762	532,053,779	491,008,431	-7.71	547,813,146	11.57
<b>NET SPECIAL PURPOSE AGENCIES</b>	<b>118,852,959</b>	<b>388,640,144</b>	<b>298,512,995</b>	<b>-23.19</b>	<b>277,674,956</b>	<b>-6.98</b>
<b>STATEWIDE</b>						
GENERAL FUND	3,068,080,311	3,185,603,062	3,211,249,331	.81	3,334,952,194	3.85
BALANCE FORWARD	-7,222,563	549,461,415	524,590,833	-4.53	405,831,222	-22.64
FEDERAL FUND	2,554,753,259	2,918,016,259	2,815,857,798	-3.50	3,163,579,870	12.35
HIGHWAY FUND	494,269,715	512,321,986	379,634,479	-25.90	410,990,699	8.26
INTERAGENCY TRANSFER	1,191,773,807	1,276,789,739	1,242,783,178	-2.66	1,333,954,588	7.34
INTERIM FINANCE	29,262,341	36,127,430				
OTHER FUND	1,557,002,480	1,717,240,811	1,710,002,068	-42	1,677,997,748	-1.87
REVERSIONS	-72,338,886					
<b>TOTAL FOR STATEWIDE</b>	<b>8,815,580,464</b>	<b>10,195,560,702</b>	<b>9,884,117,687</b>	<b>-3.05</b>	<b>10,327,306,321</b>	<b>4.48</b>
Less: INTER-AGENCY TRANSFER	1,191,773,807	1,276,789,739	1,242,783,178	-2.66	1,333,954,588	7.34
<b>NET STATEWIDE</b>	<b>7,623,806,657</b>	<b>8,918,770,963</b>	<b>8,641,334,509</b>	<b>-3.11</b>	<b>8,993,351,733</b>	<b>4.07</b>





# NEVADA GENERAL FUND APPROPRIATIONS

## GOVERNOR RECOMMENDS – 2013-15 BIENNIUM



	<u>FY 2014</u>	<u>FY 2015</u>	<u>2013-15 Biennium</u>	<u>% of Total</u>
Constitutional Agencies	\$ 101,057,364	\$ 106,131,174	\$ 207,188,538	3.1%
Finance and Administration	\$ 40,744,058	\$ 38,663,083	\$ 79,407,141	1.2%
Education:				
Nevada System of Higher Education	\$ 475,301,128	\$ 497,147,480	\$ 972,448,608	14.9%
Kindergarten to 12th Grade	\$ 1,221,367,682	\$ 1,243,769,391	\$ 2,465,137,073	37.7%
Other Education	\$ 1,364,150	\$ 1,423,767	\$ 2,787,917	0.0%
Subtotal Education	\$ 1,698,032,960	\$ 1,742,340,638	\$ 3,440,373,598	52.6%
Human Services	\$ 1,003,883,547	\$ 1,070,322,329	\$ 2,074,205,876	31.7%
Commerce and Industry	\$ 46,397,507	\$ 50,380,685	\$ 96,778,192	1.5%
Public Safety	\$ 292,854,197	\$ 300,637,335	\$ 593,491,532	9.1%
Infrastructure	\$ 23,278,628	\$ 21,300,260	\$ 44,578,888	0.7%
Special Purpose Agencies	\$ 5,001,070	\$ 5,176,690	\$ 10,177,760	0.1%
<b>Total</b>	<b>\$ 3,211,249,331</b>	<b>\$ 3,334,952,194</b>	<b>\$ 6,546,201,525</b>	<b>100.0%</b>

**GENERAL FUND SUPPLEMENTAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2013 LEGISLATURE  
2013-15 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2013	FY 2014	FY 2015
<b>EDUCATION</b>				
Commission on Judicial Discipline	Provides funding to cover one-time leave pay-out costs for the expected retirement of the Commission's General Counsel and Executive Director by June 30, 2013.	\$58,293		
<b>SUBTOTAL - COMMISSION ON JUDICIAL DISCIPLINE</b>		<b>\$58,293</b>		
<b>HUMAN SERVICES</b>				
Department of Health and Human Services - Division of Health Care Financing & Policy - Medicaid Title XIX	Provides funding for increased caseloads for medical services, increased cost per eligible and retroactive payments for Upper Payment Limit (UPL) and Graduate Medical Education (GME) costs.	\$26,912,908		
Department of Health and Human Services - Health Division - Health Planning and Statistics (Office of Vital Records)	Provides funding to operate the Vital Records and Statistics program in Fiscal Year 2013.	\$519,243		
<b>SUBTOTAL - HUMAN SERVICES</b>		<b>\$27,432,151</b>		
<b>PUBLIC SAFETY</b>				
Department of Public Safety - Highway Patrol	Provides funding to reimburse the Governor's Protection and Highway Patrol budgets for visiting dignitary protection assignments.	\$14,803		
Department of Public Safety - Division of Investigations	Provides funding to cover a budgetary shortfall due to increased fuel costs.	\$27,844		
<b>SUBTOTAL - PUBLIC SAFETY</b>		<b>\$42,647</b>		
<b>TOTAL GENERAL FUND SUPPLEMENTAL APPROPRIATIONS</b>		<b>\$27,533,091</b>		

**GENERAL FUND ONE-SHOT AND SPECIAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2013 LEGISLATURE  
2013-15 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2013	FY 2014	FY 2015
<b>ELECTED OFFICIALS</b>				
Treasurer's Office	Provides funding to support the Millenium Scholarship program.	\$5,000,000		
Treasurer's Office - Bond Interest and Redemption	Funds debt service for general obligation bonds to be issued in support of the 2013 Capital Improvement Program (CIP)	\$6,086,750		
Controller's Office	Funds the replacement of servers for the Statewide Financial System that are creating high maintenance costs, longer repair times and potential system failures.	\$470,397		
Legislative Counsel Bureau	Funds one-time building maintenance and information technology purchases.	\$1,086,859		
Legislative Counsel Bureau	Funds dues and registration costs for the 2013-15 biennium.	\$755,000		
	<b>SUBTOTAL - ELECTED OFFICIALS</b>	<b>\$13,399,006</b>	<b>\$0</b>	<b>\$0</b>
<b>FINANCE AND ADMINISTRATION</b>				
Department of Administration - Public Works	Provides additional funds for the 2013 Capital Improvement Program (CIP)	\$2,000,000		
	<b>SUBTOTAL - FINANCE AND ADMINISTRATION</b>	<b>\$2,000,000</b>	<b>\$0</b>	<b>\$0</b>
<b>EDUCATION</b>				
Department of Education - Other State Education Programs	Provides funding for data system projects as identified by the State P-16 Advisory Council	\$4,000,000		
	<b>SUBTOTAL - EDUCATION</b>	<b>\$4,000,000</b>	<b>\$0</b>	<b>\$0</b>
<b>HUMAN SERVICES</b>				
Department of Health and Human Services - Aging and Disability Services Division - Desert Regional Center	Funds a Technology Investment Request (TIR) for a new computer system for Developmental Services' medical records, provider invoices and claims processing.	\$938,119		
Department of Health and Human Services - Division of Welfare and Supportive Services - Administration	Provides funding to intergrate the eligibility rules for the Temporary Assistance for Needy Families and Supplemental Nutrition Assistance Program iinto the eligibility system.	\$452,100		
Department of Health and Human Services - Health Division	Provides funding to purchase software to implement Department of Health and Human Services technology policies.	\$204,000		
	<b>SUBTOTAL - HUMAN SERVICES</b>	<b>\$1,594,219</b>	<b>\$0</b>	<b>\$0</b>
<b>COMMERCE AND INDUSTRY</b>				
Gaming Control Board	Provides funding to migrate the Gaming Control Board from a COBOL-based computer system to a modern technology system.	\$2,000,436		
	<b>SUBTOTAL - COMMERCE AND INDUSTRY</b>	<b>\$2,000,436</b>	<b>\$0</b>	<b>\$0</b>

**GENERAL FUND ONE-SHOT AND SPECIAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2013 LEGISLATURE  
2013-15 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2013	FY 2014	FY 2015
<b>PUBLIC SAFETY</b>				
Deaprtment of Public Safety - Criminal History Repository	Provides funding for the initial phase of the Nevada Criminal Justice Information System modernization project.	\$2,315,090		
Department of Corrections - Director's Office	Provides funding for the Nevada Offender Tracking Information System (NOTIS) upgrade and end-user training.	\$1,902,000		
	<b>SUBTOTAL - PUBLIC SAFETY</b>	<b>\$4,217,090</b>	<b>\$0</b>	<b>\$0</b>
<b>INFRASTRUCTURE</b>				
Department of Conservation and Natural Resources - Division of State Parks	Funds replacement equipment affecting public safety for rescue or law enforcement, and replaces worn and obsolete equipment including motors for patrol ands rescue watercraft and replacing law enforcement and utility vehicles.	\$233,251		
Department of Conservation and Natural Resources - Division of Forestry	Funds the replacement and maintenance of emergency response and fire fighting equipment and vehicles.	\$1,311,065		
Department of Conservation and Natural Resources - Division of Forestry - Conservation Camps	Funds replacement of equipment and vehicles including those used to respond to natural disasters and needed to quickly move crews out of dangerous situtations.	\$2,559,766		
Department of Conservation and Natural Resources - Division of State Lands	Funds the replacement of equipment that has been delayed due to budget reductions.	\$29,553		
	<b>SUBTOTAL INFRASTRUCTURE</b>	<b>\$4,133,635</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL GENERAL FUND ONE-SHOT OR SPECIAL APPROPRIATIONS</b>		<b>\$31,344,386</b>	<b>\$0</b>	<b>\$0</b>

**HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2013 LEGISLATURE  
2013-15 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2013	FY 2014	FY 2015
<b>PUBLIC SAFETY</b>				
Department of Public Safety - Highway Patrol	Provides funding to fund a projected shortfall due to increased fuel costs.	\$731,409		
	<b>SUBTOTAL - PUBLIC SAFETY</b>	<b>\$731,409</b>		
<b>TOTAL HIGHWAY FUND SUPPLEMENTAL APPROPRIATIONS</b>		<b>\$731,409</b>		

**HIGHWAY FUND ONE-SHOT AND SPECIAL APPROPRIATIONS  
GOVERNOR RECOMMENDS - 2013 LEGISLATURE  
2013-15 BIENNIUM**

DEPARTMENT/DIVISION	PURPOSE	EXECUTIVE BUDGET		
		FY 2013	FY 2014	FY 2015
<b>PUBLIC SAFETY</b>				
Department of Public Safety - Highway Patrol	Provides funding to replace fleet vehicles which have exceeded mileage thresholds.	\$10,936,337		
Department of Public Safety - Highway Patrol	Provides funding to replace fleet motorcycles which have exceeded mileage thresholds.	\$693,726		
	<b>SUBTOTAL - PUBLIC SAFETY</b>	<b>\$11,630,063</b>	<b>\$0</b>	<b>\$0</b>
<b>TOTAL HIGHWAY FUND ONE -SHOT OR SPECIAL APPROPRIATIONS</b>		<b>\$11,630,063</b>		

**GENERAL FUND APPROPRIATIONS TO RESTORE FUND BALANCES  
GOVERNOR RECOMMENDS - 2013 LEGISLATURE  
2013-15 BIENNIUM**

FUND	PURPOSE	EXECUTIVE BUDGET		
		FY 2013	FY 2014	FY 2015
Board of Examiners State Claims Account	Provides restoration of fund balance.	\$3,000,000		
Board of Examiners Emergency Account	Provides restoration of fund balance.	\$100,000		
Statutory Contingency Account	Provides restoration of fund balance.	\$3,000,000		
Interim Finance Contingency Fund	Provides restoration of fund balance.	\$5,000,000		
<b>TOTAL GENERAL FUND RESTORATION OF FUND BALANCE APPROPRIATIONS</b>		<b>\$11,100,000</b>	<b>\$0</b>	<b>\$0</b>





## **CAPITAL IMPROVEMENT PROGRAM**

The Governor has recommended a Capital Improvement Program (CIP) for the 2013-15 biennium in the amount of \$100,299,067. The 2013 program compares to programs of \$53.2 million approved by the 2011 Legislature, \$241.2 million approved by the 2009 Legislature, and \$811 million approved by the 2007 Legislature.

The Governor recommends supporting the costs of the 2013 program as depicted in the following table:

<b>Funding Sources – 2013 CIP (Recommended)</b>	<b>Amount</b>	<b>% of Total</b>
General Obligation Bonds*	\$ 63,597,587	63.41%
Funds Reallocated From Prior CIPs	\$ 11,531,100	11.50%
Highway Funds	\$ 8,186,530	8.16%
Special Higher Education Capital Construction (SHECC) Fund	\$ 8,000,000	7.98%
Federal Funds	\$ 3,807,385	3.80%
Agency Funds	\$ 2,222,351	2.22%
General Fund	\$ 2,000,000	1.99%
Statewide Building Official and Agency Projects (Agency Funds)	\$ 924,114	0.92%
City/County Funds	\$ 30,000	0.03%
<b>Total</b>	<b>\$ 100,299,067</b>	<b>100.0%</b>

\* The amount includes \$10,638,165 in previously issued bond funds, which have been reverted to the Treasurer's Office Bond Interest and Redemption Fund. This amount excludes \$5 million of Historic Preservation, Tahoe Environmental Improvement Program (EIP), and Question 1 bonds that the Governor recommends be sold over the biennium.

The Governor's recommendation includes \$11.5 million in funds reallocated from prior CIPs. The inclusion of reallocated funds in the Governor's recommendation is, in part, contingent upon the cancellation of CIP project 07-C27, Civil Support Team Weapons of Mass Destruction (WMD) Readiness Facility in Las Vegas. The Governor is recommending a reallocation of \$3.8 million from this project. In addition, the Governor recommends a \$2 million one-shot appropriation in General Funds in the 2013 CIP funding plan.

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 2013 CIP:

<b>Agency</b>	<b>State Funding</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	\$ 17,627,309	20.7%	\$ 2,770,455	18.3%	\$ 20,397,764	20.3%
Department of Conservation and Natural Resources	\$ 1,784,945	2.1%	\$ 350,000	2.3%	\$ 2,134,945	2.1%
Department of Corrections	\$ 30,311,885	35.6%	\$ -	0.0%	\$ 30,311,885	30.2%
Department of Health and Human Services	\$ 6,356,969	7.5%	\$ 1,979,526	13.0%	\$ 8,336,495	8.3%
Office of the Military	\$ 2,622,086	3.1%	\$ 1,829,272	12.1%	\$ 4,451,358	4.4%
Department of Motor Vehicles	\$ -	0.0%	\$ 6,515,666	42.9%	\$ 6,515,666	6.5%
Department of Tourism and Cultural Affairs	\$ 2,269,017	2.7%	\$ -	0.0%	\$ 2,269,017	2.3%
Office of Veterans' Services	\$ 5,489,268	6.4%	\$ -	0.0%	\$ 5,489,268	5.5%
Department of Wildlife	\$ 447,208	0.5%	\$ -	0.0%	\$ 447,208	0.4%
Nevada System of Higher Education	\$ 18,220,000	21.4%	\$ 1,725,461	11.4%	\$ 19,945,461	19.9%
<b>Total All Projects</b>	<b>\$ 85,128,687</b>	<b>100.0%</b>	<b>\$ 15,170,380</b>	<b>100.0%</b>	<b>\$100,299,067</b>	<b>100.0%</b>

The Governor recommends continuing the current property tax rate of \$0.1555 for general obligation debt for each year of the 2013-15 biennium to meet the state's current general obligation debt liabilities. The total tax rate for the 2013-15 biennium for state debt service is recommended to remain unchanged at \$0.17 per \$100 assessed valuation, and the property tax rate for the Question 1 bond program is recommended to remain the same at \$0.0145. The Treasurer's Office indicates that projected revenues from the \$0.17 ad valorem tax are not expected to be sufficient to cover the annual debt service requirements until approximately FY 2019. As such, the reserves maintained within the Consolidated Bond Interest and Redemption Fund will need to be utilized to pay current and future debt service on the state's existing general obligation bonds. In addition, the state will not have any bonding availability based on the current \$0.17 ad valorem tax revenue projections until FY 2020 for all capital programs paid with property taxes. (Source: Debt Capacity Report, Office of the State Treasurer – 2013-15 Biennium).

The Governor is recommending the issuance of approximately \$58 million in new general obligation debt, with debt service repayments through State General Fund appropriations. This includes \$53 million to be allocated to the projects in the recommended 2013 CIP and \$5 million for Cultural Affairs, Tahoe Environmental Improvement and Question 1 bonds. A one-shot appropriation of \$6.1 million to the Bond Interest and Redemption Fund in FY 2013 is included in The Executive Budget for the purpose of debt service payments in FY 2014 and FY 2015. The \$6.1 million amount is based on an estimated calculation completed by the Treasurer's Office to issue the Governor's recommended \$58 million in general obligation debt. The calculation included the following assumptions:

1. 20-year Bond Term – Bond to be issued in December 2013, with first payment (interest only) of \$1.5 million in June 2014, and the first combined principal interest payment of \$4.6 million in December 2014;
2. 5.0 percent interest rate;
3. Level debt service; and
4. 0.40 percent underwriting fee.

The \$4.6 million repayment amount would be an annual General Fund obligation throughout the remaining life of the bond (through FY 2034 based on a 20-year bond). According to information contained in The Executive Budget, the following bonds are recommended for issuance in FY 2014. The Governor does not recommend the issuance of any general obligation debt in FY 2015.

**FY 2014**

Capital Improvement Bonds	\$ 52,959,422
Department of Transportation	\$ 0
Tahoe Environmental Improvement Bonds	\$ 1,500,000
Water Systems Bonds (NRS 349.981)	\$ 0
Question 1 Bonds (2002) (A.B. 9, 17 <sup>th</sup> Spec Ses 2001)	\$ 2,500,000
Cultural Affairs Bonds (NRS 233C.225) <sup>(a)</sup>	<u>\$ 1,000,000</u>
<b>Total</b>	<b>\$ 57,959,422</b>

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

The Office of the State Treasurer computes the constitutional debt capacity as of June 30, 2013, as follows:

State's Estimated Assessed Valuation	\$ 85,740,237,871
Multiplied by the 2 Percent Constitutional Limit	\$ 1,714,804,757
Minus the Bonds Outstanding	(\$ 1,180,465,000)
Equals the State's Unused Bonding Capacity	\$ 534,339,757

Source: Debt Capacity Report, Office of the State Treasurer -- 2013-15 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 2013, FY 2014, and FY 2015 from the Treasurer's Debt Capacity Report for the 2013-15 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>		
2002	\$ 52,943,737,483	
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%
2011	\$ 86,236,926,965	-6.97%
2012	\$ 82,215,209,351	-4.66%
<b>Forecast:</b>		
2013	\$ 85,740,237,871	4.29%
2014	\$ 87,592,227,009	2.16%
2015	\$ 90,219,993,819	3.00%

Sources: Annual Red Book Publication – Department of Taxation (through 2012)  
Debt Capacity Report, Office of the State Treasurer -- 2013-15 Biennium

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. However, starting in FY 2012 it is expected that almost all abated property tax revenue would have been exhausted. Going forward, tax revenue projections are expected to more closely align to changes in assessed valuations.

The following pages present the Governor's recommended CIP program for the 2013-15 biennium.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2013-15 BIENNIUM**

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Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
<b>CONSTRUCTION PROJECTS</b>							
13-C01	Health/Human Svcs	Caliente	Replace Access Bridge -- Caliente Youth Center	\$ 619,843	\$ 1,979,526	Federal, City & County Funds	Replace two culverts with a bridge at the Caliente Youth Center. The City of Caliente and Lincoln County are providing \$30,000 and federal funds of \$1,949,526 will cover 75 percent of the project costs.
13-C02	Corrections	Ely	Remodel Administration Building to Accommodate Execution Center -- Ely State Prison	\$ 692,289			Design and construct tenant improvements for an execution chamber in the Ely State Prison Administration Building.
13-C03	DMV	Carson City	New TAG Plant -- Stewart Conservation Camp, Northern Nevada Correctional Center		\$ 4,372,336	Highway Funds	Design and construct a new prefabricated metal building to accommodate the DMV license plate factory at the Stewart Conservation Camp.
13-C04	Corrections	Indian Springs	Design and Construct New Water Production Well -- High Desert State Prison	\$ 822,445			Design and construct a new domestic water production well at the High Desert State Prison.
13-C05	Tourism & Cultural Affairs	Carson City	Design and Construct New Loading Dock and Other Building Improvements -- Nevada State Museum	\$ 987,039			Design and construct a loading dock, a small storage building, and facility improvements at the Nevada State Museum in Carson City.
13-C06	Administration	Carson City	Convert Static Shelving to High Density Mobile Shelving -- State Records Center	\$ 700,144			Replace half of the static shelving with high density mobile compact shelving.
<b>CONSTRUCTION PROJECTS TOTAL</b>				<b>\$ 3,821,760</b>	<b>6,351,862</b>		
<b>MAINTENANCE PROJECTS</b>							
13-M01	Health/Human Svcs	Sparks	Safety Upgrades -- Lake's Crossing	\$ 830,556			Design and replace fire alarm system; upgrade sprinkler systems and emergency exit lighting system; door replacement; wall and smoke barrier reconstruction; and seismic upgrades to the mechanical, electrical and fire sprinkler systems.
13-M02	Administration	Las Vegas	Fire and Smoke Control System Upgrades -- Grant Sawyer Office Building	\$ 986,036			Redesign the fire and smoke control system to comply with the 2012 International Building Code.
13-M03	Wildlife	Ruby Valley	Gallagher Fish Hatchery Radon Mitigation	\$ 202,286			Install a radon reduction system in the fish nursery building and a one on-site residence.
13-M04	Health/Human Svcs	Sparks	Control Room Renovation -- Lake's Crossing	\$ 1,610,008			Replace the door, lighting, camera, and intercom security control systems at the Lake's Crossing Center.
13-M05	Corrections	Indian Springs	Repair and Upgrade Door Control Panels -- High Desert State Prison, Phase I	\$ 2,150,169			Repair and upgrade door, light and intercom controls in one housing unit, the administration building and three guard towers.
13-M06	Corrections	Lovelock	Replace Door Control Panels -- Lovelock Correctional Center, Phase I	\$ 2,332,830			Replace control panels and intercoms in one housing unit and common area.
13-M07	Corrections	Indian Springs	Replace High Mast Lighting -- Southern Desert Correctional Center	\$ 1,732,918			Replace feeders, heads, lamps, ballasts, lowering mechanisms, and circuit components for 22 high mast lights.
13-M08	Administration	Las Vegas	Mail Room HVAC System Installation -- Grant Sawyer Office Building	\$ 297,956			Separate the HVAC system that serves the loading dock and mail room from the systems that serve the rest of the building.
13-M09	Health/Human Svcs	Sparks	Boiler Plant Improvements -- Lake's Crossing	\$ 266,028			Replace the existing gas-oil boilers with two new high efficiency gas boilers. The project also includes new hot water distribution pumps and direct digital controls.
13-M10	Corrections	Ely	Replace Boiler Burners -- Ely State Prison	\$ 672,249			Replace the boiler burner assemblies at the Ely State Prison.
13-M11	Corrections	Ely	Replace Air Handling Units -- Ely State Prison	\$ 4,989,248			Replace the existing roof-mounted air handling units serving the housing units at the Ely State Prison.
13-M12	Corrections	Lovelock	Replace Air Handling Units -- Lovelock Correctional Center	\$ 3,908,807			Replace the existing evaporative cooling air handling units at each of the Phase I housing units.
13-M13	Corrections	Lovelock	Underground Piping Assessment -- Lovelock Correctional Center	\$ 262,325			Assessment/evaluation of potential leakage and corrosion in the existing underground heating water piping and any necessary repairs.
13-M14	Corrections	Indian Springs	Replace Main Electrical Bus and Switchgear -- Southern Desert Correctional Center	\$ 2,212,653			Replace 4 KV switchgear and underground loop due to failing underground electrical conductors and switchgear with 12 KV loop system.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2013-15 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
13-M15	Corrections	N. Las Vegas	Boiler Replacement -- Southern Nevada Women's Correctional Center	\$ 1,109,507			Replace the domestic hot water boilers at the Florence McClure Women's Correctional Center.
13-M16	Corrections	N. Las Vegas	Replace Rooftop HVAC Units -- Southern Nevada Women's Correctional Center, Housing Units	\$ 697,344			Replace 12 packaged roof top air conditioning units serving the housing units at the Florence McClure Women's Correctional Center.
13-M17	Corrections	Carson City	HVAC System Renovation -- Northern Nevada Correctional Center	\$ 724,235			Replace the existing heating, ventilating, and air conditioning equipment serving multiple buildings at the Northern Nevada Correctional Center.
13-M18	Corrections	Carson City	Chiller and Boiler Replacement -- Warm Springs Correctional Center, Housing Unit 2	\$ 681,375			Replace the chiller and boiler in housing unit number 2 at the Warm Springs Correctional Center.
13-M19	Health/Human Svcs	Las Vegas	HVAC Control System Upgrade -- Desert Willow Treatment Center	\$ 385,275			Replace the temperature control system at the Desert Willow Treatment Center.
13-M20	Health/Human Svcs	Caliente	Replace HVAC Systems -- Caliente Youth Center Multi-Purpose Room	\$ 345,999			Replace the HVAC systems that serve the multi-purpose room at the Caliente Youth Center.
13-M21	Military	Las Vegas	Server Room Air Conditioner Installation -- Las Vegas Readiness Center	\$ 140,126	\$ 117,993	Federal Funds	Add a stand-alone HVAC system to the server room at the Las Vegas Readiness Center.
13-M22	Military	Reno	Boiler Plant Improvements -- Washoe County Armory	\$ 63,744	\$ 129,537	Federal Funds	Replace the existing domestic water heating boilers with new high efficiency domestic water heating boilers.
13-M23	Military	Henderson	Asbestos Abatement and Restoration -- Henderson Armory	\$ 196,013	\$ 172,848	Federal Funds	Remove the asbestos on acoustic ceilings and floor tiles throughout the facility and reapply ceiling texture and replacement of flooring.
13-M24	Military	Henderson	Install Air Conditioning -- Henderson Armory	\$ 707,657	\$ 610,260	Federal Funds	Replace the existing boiler and evaporative coolers with packaged rooftop gas-electric units.
13-M25	Military	Henderson	Electrical Power Upgrades -- Henderson Armory	\$ 387,326	\$ 336,621	Federal Funds	Replace the main power supply and switchboard.
13-M26	Administration	Carson City	HVAC System Renovation -- Stewart Building 107	\$ 190,040			Replace the existing chiller and pumps that serve building 107 with new high efficiency equipment. Project also includes installation of two new split system heat pumps to serve the State Fire Marshal's investigation office in Building 107
13-M27	Administration	Las Vegas	Chilled and Hot Water Piping Replacement -- Grant Sawyer Office Building	\$ 594,745			Replace a portion of the chilled and hot water HVAC piping in the Grant Sawyer Office Building.
13-M28	Administration	Carson City	Server Room Ventilation System Upgrades -- Richard H. Bryan Building	\$ 65,103			Installation of new exhaust fans in each of the five server rooms in the Richard H. Bryan Building, including a connection to emergency power panels.
13-M29	Administration	Carson City	HVAC System Renovation -- Stewart Building 6	\$ 255,341			Replacement of the existing chiller and pumps that serve Building 6 with new high efficiency equipment
13-M30	Tourism & Cultural Affairs	Overton	Replace HVAC Units -- Lost City Museum	\$ 259,870			Replace six heat pumps and one packaged rooftop unit.
13-M31	Health/Human Svcs	Reno	HVAC System Renovation -- Northern Nevada Child and Adolescent Services, Administration Building	\$ 265,108			Replace existing heating, ventilating, and air conditioning equipment serving the administration building at the Northern Nevada Child and Adolescent Services campus.
13-M32	Health/Human Svcs	Las Vegas	HVAC System Replacement -- Desert Regional Center Buildings 1307, 1308, 1309 and 1310	\$ 278,009			Replace the HVAC units in buildings 1307, 1308, 1309 and 1310 at the Desert Regional Center.
13-M33	Health/Human Svcs	Las Vegas	Replace Emergency Generators -- Desert Regional Center	\$ 1,279,479			Replace emergency generator that serves buildings 1391 and 1306. New generator will be sized to handle all building electrical loads, rather than the emergency systems only.
13-M34	Health/Human Svcs	Las Vegas	Replace Rooftop HVAC Units -- Southern Nevada Child and Adolescent Services Campus, Building 15	\$ 98,357			Replace four HVAC units at building 15.
13-M35	Health/Human Svcs	Reno	HVAC System Renovation -- Northern Nevada Child and Adolescent Services, Residential Buildings	\$ 89,068			Replace one furnace and one condensing unit in each of the two family learning homes at the Nevada Child and Adolescent Services campus. Replace underground ductwork at the west Residential Building with overhead ductwork and diffusers

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2013-15 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
13-M36	Health/Human Svcs	Sparks	HVAC System Renovation -- Sierra Regional Center, Building 603	\$ 48,973			Replacement of the existing heating, ventilating and air conditioning equipment that serves Building 603.
13-M37	Conservation	Pioche	Power Service Upgrade -- Spring Valley State Park	\$ 1,625,362	\$ 350,000	Q1 Bonds	Replace the electrical service to Spring Valley State Park. Q1 Bonds are from previously issued bonds.
13-M38	Administration	Carson City	Boiler Plant Improvements -- Blasdel Building	\$ 407,412			Replace the existing gas-oil boiler with two new high efficiency gas boilers. Project includes new hot water distribution pumps and new direct digital controls.
13-M39	Wildlife	Reno	HVAC System Renovation -- Reno Wildlife Headquarters	\$ 244,922			Replace existing heating, ventilating, and air conditioning equipment serving the Reno Wildlife Headquarters building.
13-M40	Corrections	Ely	Replace Toilet and Urinal Flush Valves -- Ely State Prison, Multiple Buildings	\$ 1,246,108			Replace 849 water closet and 15 urinal flush valves with electronic flush valves that control the amount of water flushed and the number of times the valves can be flushed
13-M41	Corrections	N. Las Vegas	Shower and Bathroom Renovations -- Southern Nevada Women's Correctional Center	\$ 1,328,137			Renovate the existing shower and bathroom facilities.
13-M42	Corrections	Indian Springs	Recondition Existing Water Tanks 2 and 4 -- High Desert State Prison	\$ 382,487			Reconditioning two existing water storage tanks including recoating, welding and structural bolt tightening as necessary.
13-M43	Corrections	Indian Springs	Exterior Building Protection, Phase 1 -- High Desert State Prison	\$ 2,335,525			Reseal the Phase 1 building's exterior walls, including expansion joints, control joints, caulking around window and door frames, and repainting exterior metal door and window frames.
13-M44	Corrections	Carson City	Replace Culinary Flooring -- Northern Nevada Correctional Center	\$ 478,590			Design and construction for the replacement for 3,500 sf of quarry tile floors in the kitchen area.
13-M45	Corrections	Ely	Remove and Replace Infirmary Flooring -- Ely State Prison	\$ 544,327			Resurface the entire flooring of approximately 15,000 sf in the Infirmary at Ely State Prison.
13-M46	Corrections	Ely	Remove and Replace Culinary Flooring -- Ely State Prison	\$ 288,922			Resurface the entire flooring of approximately 9,500 sf in the culinary area.
13-M47	Corrections	N. Las Vegas	Sealing of Exterior Expansion Joints and Painting -- Southern Nevada Women's Correctional Center	\$ 719,395			Reseal the building exterior expansion joints, repair existing cracks, and paint the exterior walls.
13-M49	Administration	Las Vegas	Elevator Upgrade -- Belrose Building	\$ 275,715			Improve and upgrade elevator equipment, signage, controls and a ventilation unit to address ADA and/or fire safety requirements for two elevators.
13-M50	Tourism & Cultural Affairs	Carson City	Replace Freight Elevator -- Nevada State Museum	\$ 1,022,108			Replace the existing freight elevator with a larger elevator. Design to be compatible with project 13-C05.
13-M51	Administration	Carson City	Drainage System Improvements -- Governor's Mansion	\$ 75,226			Design and construct upgrades to the drainage system for the rear yard of the Governor's Mansion. Project would include an underground drainage piping system and rehabilitation of the concrete and landscaping that is impacted by the work
13-M52	Administration	Carson City	Exterior Finishes -- Governor's Mansion Complex	\$ 609,656			Repaint the exterior of the buildings in the Governor's Mansion complex, including any necessary caulking, gutter repair and sealing.
13-M53	Conservation	Las Vegas	Rehabilitate Fort Museum -- Old Las Vegas Mormon Fort Park	\$ 159,583			Rehabilitate the Old Las Vegas Mormon Fort State Historic Park, Historic Fort Museum. Includes restoration of the adobe walls and repair of windows with historic accuracy.
13-M54	Military	Reno	Replace Man Doors -- Stead Training Facility	\$ 27,038	\$ 347,159	Federal Funds	Remove and replace all exterior metal doors and required door hardware.
13-M55	Administration	Carson City	Compact Shelving Upgrades -- State Library and Archives	\$ 463,801			Upgrade the existing motorized compact shelving to include conversion of the main shelving systems and the Talking Book collection to a mechanical assist system, and refurbishing the automated shelving systems in rooms 204 and 205 with new electronic and mechanical components
13-M56	Veterans' Services	Boulder City	Roof Replacement -- Nevada State Veterans Home	\$ 1,788,749			Single ply roofing system on the Veterans Home located in Boulder City.
13-M57	NSHE	Various	Nevada System of Higher Education (NSHE) Deferred Maintenance Projects (HECC/SHECC)	\$ 15,000,000			Deferred maintenance projects for various NSHE campuses.

**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2013-15 BIENNIUM**

Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
13-M58	Administration	Carson City	HVAC System Renovation -- Carson City Motor Pool		\$ 46,890	Agency Funds	Replacement of the existing heating, ventilating, and air conditioning equipment that serves the administration portion of the Motor Pool building
<b>MAINTENANCE PROJECTS TOTAL</b>				<b>\$ 60,339,826</b>	<b>\$ 2,111,308</b>		

<b>PLANNING PROJECTS</b>							
13-P01	DMV	Las Vegas	Design Through Construction Documents -- New DMV office in Central Las Vegas		\$ 2,143,330	Highway Funds	Design through construction documents for a new 38,500 sf DMV service office that would replace the current East Sahara facility. Design will include a vehicle inspection station, an emissions control facility, a motorcycle test course and will include the design to raze the existing B&G building located in the central area of the site.
13-P02	Administration	Las Vegas	Design Through Construction Documents for Building Upgrades -- Old Las Vegas Metro Building	\$ 319,287			Design of exterior insulation and finishes, re-glazing, re-roofing, installation of a fire sprinkler system, painting, carpeting, IT/phone installation, ADA upgrades, lighting and ceiling upgrades, slurry seal, interior tenant improvements and upgrades to the HVAC systems.
13-P03	Administration	Carson City	Structural Seismic Retrofit and Renovation of Carson City Armory Building -- Design Through Programming and Schematic Design	\$ 144,080			Program and schematic design for the structural seismic reinforcing and building rehabilitation utilizing energy efficient design solutions to provide office space for state agencies currently in leased spaces.
13-P04	Military	Reno	Planning Through Construction Documents -- Facility Maintenance Shop at Washoe County Armory	\$ 1,044,330			Planning and design through construction documents of a 22,585 sf Facility Maintenance Shop and the remodel of the existing 2,112 sf Field Maintenance Shop at the Harry Reid Training Center (Washoe County Armory).  State funds are requested as seed money for professional services and miscellaneous costs. Future construction costs of \$8.7 million to be funded with federal Future Years Defense Program funds.
13-P05	NSHE	Las Vegas	Planning Through Construction Documents -- UNLV Hotel College Academic Building	\$ 3,220,000	\$ 1,725,461	Agency Funds	Planning through construction documents for the UNLV Hotel College Academic Building for the William F. Harrah College of Hotel Administration. Proposed building is approximately 95,000 sf that includes classrooms, offices, conference areas, hospitality research laboratory spaces, food and beverage services and storage, auditoriums, teaching laboratories and support areas.
13-P06	Health/Human Svcs	Las Vegas	Planning Through Construction Documents for Sanitary Sewer Upgrades -- Southern Nevada Child and Adolescent Services	\$ 240,266			Study, evaluate, and develop plans through construction documents to replace key components of the sewer lines.
13-P07	Veterans' Services	Sparks	Advanced Planning Through Bid Documents of a Northern Nevada State Veterans Home	\$ 3,700,519			Advanced Planning through bid documents of a 96 bed, 72,000 sq ft Veterans nursing facility. Project will also include facilities for administration offices, receiving/storage, nursing offices and other support operations to serve the campus.
<b>PLANNING PROJECTS TOTAL</b>				<b>\$ 8,668,482</b>	<b>\$ 3,868,791</b>		

<b>STATEWIDE PROJECTS</b>							
13-S01	Administration	Statewide	Statewide Roofing	\$ 3,285,090			State funded statewide roofing projects.
13-S01g	Administration	Various	Roof Replacement -- Nevada National Guard Floyd Edsall Training Center	\$ 36,671	\$ 28,587	Federal Funds	Weather tight roofing system for the office of the Military at the CSMS-2 Paint Room at the Floyd Edsall Training Center.
13-S01h	Administration	Las Vegas	Roof Replacement -- DMV Flamingo Inspection Station		\$ 693,548	Highway Funds	Single ply roofing system on the Flamingo DMV and Inspection Stations.
13-S02	Administration	Statewide	Statewide Americans with Disabilities Act (ADA)	\$ 2,074,900			State funded statewide program accessibility under Title II of the ADA.



**GOVERNOR'S RECOMMENDED CIP PROGRAM  
FOR THE 2013-15 BIENNIUM**

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Project Number	Agency	Location	Project Title	State Funding	Other Funding	Other Funding Source	Remarks
13-S02g	Military	Reno	Sidewalk Replacement and Restroom Remodel -- Plumb Lane Armory	\$ 55,852	\$ 114,854	Federal Funds	Replace deteriorated sidewalks and the non-compliant ramp with new sidewalks and two new ADA compliant ramps. Project will also correct drainage issues around the building perimeter and remodel the bathroom.
13-S03	Administration	Statewide	Statewide Fire and Life Safety	\$ 2,971,732			State funded installation of fire sprinklers, fire alarms, exit signs and egress lighting in existing state owned buildings
13-S03g	Administration	Carson City	Fire Sprinkler Installation -- National Guard Facility Carson City Nevada	\$ 196,200			Install fire sprinklers in two metal warehouse storage buildings.
13-S04	Administration	Statewide	Statewide Advance Planning Program	\$ 736,390			Preparation of the 2013 Capital Improvement Program (CIP).
13-S05	Administration	Statewide	Statewide Paving Program	\$ 685,140			New paving, replacement paving and preventive maintenance including crack and slurry sealing - state funded.
13-S05h	Administration	Las Vegas	Parking Lot Expansion and Preventative Maintenance -- Flamingo DMV		\$ 977,316	Highway Funds	Design and construction for a parking lot expansion at the Flamingo DMV office, adding approximately 100 additional parking spaces to the existing employee parking lot. Project will provide crack fill, apply slurry seal to all existing pavement of approximately 220,000 sf, re-striping of surfaces, a new compliant loading zone, replacement of damaged sidewalks, and signage and hand rails to be added between the loading zone and ADA ramp.
13-S06	Administration	Statewide	Statewide Indoor Air Quality	\$ 250,631	\$ 100,000	Agency Funds	Statewide project to address environmental issues such as asbestos, indoor air quality, lead paint, and mold.
13-S08	Administration	Statewide	Energy Retrofit Projects -- Perpetual Service Fund	\$ 2,006,013			Statewide project to perform lighting retrofits in rural areas; photovoltaic projects will be completed; variable frequency drives will be installed, temperature controls will be upgraded; boilers will be replaced.
13-S09	Administration	Statewide	Statewide Building Official Projects		\$ 924,114		Project to accept and spend funds from various state agencies for plan review and inspection of building projects not managed by the SPWB.
<b>STATEWIDE PROJECTS TOTAL</b>				<b>\$ 12,298,619</b>	<b>\$ 2,838,419</b>		
<b>TOTAL ALL PROJECTS</b>				<b>\$ 85,128,687</b>	<b>\$ 15,170,380</b>		
<b>GRAND TOTAL ALL FUNDS</b>				<b>\$ 100,299,067</b>			



## **POSITION SUMMARY**

The following table displays the eliminated and new positions recommended in The Executive Budget by functional area for the 2013-15 biennium. The FY 2013 (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 2011 Legislature for FY 2013. A comparison can then be made to the total number of eliminated and new positions recommended by the Governor for the 2013-15 biennium. The total number of positions for the Nevada System of Higher Education (NSHE) is detailed separately, and only includes authorized positions in FY 2013.

Over the 2011-13 biennium, the number of positions, excluding NSHE, increased from 17,889.33, as approved by the 2011 Legislature, to 17,974.87, a net increase of 85.54 positions. For FY 2014, excluding NSHE, the Governor recommends a total of 18,412.53 positions. The recommendation includes the elimination of 157.40 existing positions when compared to FY 2013 (work program year) and the addition of 595.06 new positions. The net increase in positions (new less eliminated) is 437.66 when compared to the FY 2013 work program.

For FY 2015, excluding NSHE, the Governor recommends a total of 18,597.53 positions. The recommendation includes the elimination of 10.00 positions and the addition of 195.00 new positions. The net increase in positions (new less elimination) is 185.00. This results in a total of 167.40 (157.40 + 10.00) eliminated positions over the 2013-15 biennium. The net increase in positions (new less eliminated) for the 2013-15 biennium is 622.66 when compared to the number of positions in the FY 2013 work program year.

Significant position additions recommended by the Governor in FY 2014 include the addition of 418.76 FTE in the Human Services functional area, primarily resulting from increases in programs and services provided by the Division of Welfare and Supportive Services and the Division of Mental Health and Developmental Services' Desert Regional Center.

A total of 48.00 positions are recommended to transfer from the Public Safety functional area to the Finance and Administration functional area, as a result of the Governor's recommendation to transfer the Department of Public Safety's information technology section to the Department of Administration's Division of Enterprise Information Technology Services. The Governor also recommends transferring the Nutrition Education Programs (11.00 FTE) from the Education functional area to the Commerce and Industry functional area, and the Commodity Food Program (12.02 FTE) from the Finance and Administration functional area to the Commerce and Industry functional area.

Since formula funding recommendations are not translated into position counts until after the close of the Legislative Session, no information is being provided on authorized positions for the NSHE for the 2013-15 biennium.

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

	FY 2013 Legislature Approved	FY 2013 Work Program <sup>a</sup> .	Governor Recommends FY 2014				Governor Recommends FY 2015			
			Eliminated Positions	Net Transfers <sup>b</sup> .	New Positions	Total	Eliminated Positions	Net Transfers <sup>b</sup> .	New Positions	Total
<b>Government Function</b>										
Constitutional Agencies <sup>c</sup> .	1,136.13	1,182.65	(4.52)	-	11.10	1,189.23	-	-	-	1,189.23
Finance and Administration	850.48	846.49	(10.00)	49.00	15.74	901.23	-	-	-	901.23
Education	158.02	157.22	(4.00)	(1.50)	4.00	155.72	-	-	-	155.72
Human Services	5,826.14	5,836.82	(68.84)	-	418.76	6,186.74	(8.00)	-	187.00	6,365.74
Commerce and Industry	1,356.96	1,403.88	(17.02)	1.50	54.62	1,442.98	-	-	-	1,442.98
Public Safety	5,336.52	5,371.23	(38.02)	(48.00)	46.49	5,331.70	(2.00)	-	2.00	5,331.70
Infrastructure	2,772.57	2,706.07	(12.00)	(1.00)	34.35	2,727.42	-	-	6.00	2,733.42
Special Purpose Agencies	452.51	470.51	(3.00)	-	10.00	477.51	-	-	-	477.51
						-				-
<b>Sub-Total</b>	<b>17,889.33</b>	<b>17,974.87</b>	<b>(157.40)</b>	<b>-</b>	<b>595.06</b>	<b>18,412.53</b>	<b>(10.00)</b>	<b>-</b>	<b>195.00</b>	<b>18,597.53</b>
<b>Nevada System of Higher Education</b>										
Professional <sup>d</sup> .	4,562.53	4,490.98				N/A <sup>e</sup> .				N/A <sup>e</sup> .
Classified	2,226.45	2,145.80				N/A <sup>e</sup> .				N/A <sup>e</sup> .
<b>Sub-Total</b>	<b>6,788.98</b>	<b>6,636.78</b>								
<b>Total <sup>f</sup>.</b>	<b>24,678.31</b>	<b>24,611.65</b>								

a. The FY 2013 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. The Governor also recommends transferring the Nutrition Education Programs (11.0 FTE) from the Education Function to the Commerce and Industry Function, and the Commodity Food Program (12.02 FTE) from the Finance and Administration Function to the Commerce and Industry Function. For comparison purposes, those changes are reflected in the FY 2013 work program, FY 2014, and FY 2015. Reconciliation is on file in the Fiscal Analysis Division.

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

c. The FY 2013 Legislature Approved total for Constitutional Agencies does not include vacant positions within the Legislative Counsel Bureau.

d. FY 2013 count of Professional positions includes 15.05 Resident Physician FTE. (FY 2013 Source: Board of Regents Approved 2012-13 State Operating Budget).

e. Funding recommendations are not translated into position counts until after the close of the Legislative Session. Therefore, information is not provided on authorized positions for the NSHE for the 2013-15 biennium.

f. Total does not include Boards, Commissions, or the Tahoe Regional Planning Agency.