MINUTES OF THE APRIL 4, 2019
MEETING OF THE
INTERIM FINANCE COMMITTEE
Carson City, Nevada

Chair Maggie Carlton called a regular meeting of the Interim Finance Committee (IFC) to order at 8:11 a.m. on April 4, 2019, in Room 4100 of the Nevada Legislative Building, 401 South Carson Street, Carson City, Nevada. The meeting was videoconferenced to Room 4401 of the Grant Sawyer Office Building, 555 East Washington Avenue, Las Vegas, Nevada.

COMMITTEE MEMBERS PRESENT:
Assemblywoman Maggie Carlton, Chair
Senator Joyce Woodhouse, Vice Chair
Senator Chris Brooks
Senator Yvanna Cancela
Senator Moises Denis
Senator Pete Goicoechea
Senator Ben Kieckhefer
Senator David Parks
Senator James Settelmeyer
Assemblywoman Teresa Benitez-Thompson
Assemblyman Jason Frierson
Assemblyman Al Kramer
Assemblywoman Daniele Monroe-Moreno
Assemblywoman Dina Neal
Assemblywoman Ellen Spiegel
Assemblywoman Heidi Swank
Assemblyman Tyrone Thompson
Assemblywoman Robin Titus
Assemblyman Jim Wheeler

COMMITTEE MEMBERS EXCUSED:
Assemblyman John Hambrick
Assemblywoman Sandra Jauregui

LEGISLATIVE COUNSEL BUREAU STAFF PRESENT:
Rick Combs, Director, Legislative Counsel Bureau
Mark Krmpotic, Fiscal Analyst, Senate
Cindy Jones, Fiscal Analyst, Assembly
Sarah Coffman, Principal Deputy Fiscal Analyst
Alex Haartz, Principal Deputy Fiscal Analyst
Brenda Erdoes, Legislative Counsel
Eileen O'Grady, Chief Deputy Legislative Counsel
Cheryl Harvey, Fiscal Analysis Division Secretary
Carla Ulrych, Fiscal Analysis Division Secretary

EXHIBITS:
Exhibit A: Meeting Packet – Volume I
Exhibit B: Meeting Packet – Volume II
Exhibit C: Meeting Packet – Volume III

A. ROLL CALL.

Rick Combs, Director, Legislative Counsel Bureau and Secretary, Interim Finance Committee, called the roll; all members were present except Assemblyman Hambrick and Assemblywoman Jauregui, who were excused.

B. PUBLIC COMMENT.

There was no public comment.

C. APPROVAL OF GIFTS, GRANTS, WORK PROGRAM REVISIONS AND POSITION CHANGES IN ACCORDANCE WITH CHAPTER 353 OF NRS.

The Committee expressed interest in hearing testimony on the following items: Agenda Items C-14, Department of Education, Office of Early Learning and Development; C-40, Department of Health and Human Services (DHHS), Division of Health Care Financing and Policy (DHCFP); C-62, Department of Corrections (NDOC); C-73, NDOC; C-75, NDOC; C-92, Department of Wildlife; and C-105, DHHS, DHCFP.

The following items pertained to the allocation of block grant funds, which required a public hearing: Agenda Items C-23, Department of Agriculture, and C-51, DHHS, Division of Welfare and Supportive Services.

Chair Carlton requested further testimony on Agenda Items C-79, Department of Public Safety (DPS), Division of Parole and Probation (P&P), and C-80, DPS, P&P.

> SENATOR WOODHOUSE MOVED TO APPROVE THE REMAINING WORK PROGRAM REVISIONS AND POSITION RECLASSIFICATION.
>
> ASSEMBLYMAN FRIERSON SECONDED THE MOTION.
>
> THE MOTION PASSED UNANIMOUSLY. (Assemblywoman Benitez-Thompson was not present for the vote.)

1. **Office of the Governor - Nuclear Projects Office - FY 2019 -** Transfer of $4,404 from the State Funded Contracts category to the Information Services category to support fiber optic Internet service. Requires Interim Finance approval since the cumulative amount transferred from the State Funded Contracts category exceeds $75,000. **Work Program #C46315**

   Refer to motion for approval under Agenda Item C.

2. **Office of the Attorney General - Special Litigation Fund - FY 2019 -** Addition of $450,000 in Settlement Income revenue to provide services related to high-level nuclear waste activities. Requires Interim Finance approval since the amount added to the Nuclear Waste Litigation category exceeds $75,000. **Work Program #C46348**

   Refer to motion for approval under Agenda Item C.

3. **Office of the Treasurer - Municipal Bond Bank Revenue - FY 2019 -** Addition of $4,652 in Treasurer's Interest, addition of $225,119 in Interest Payments for Bonds and addition of $190,000 in Principal for Municipal Bonds in order to fund debt service for the Municipal Bond Bank. Requires Interim Finance approval since amount added to Interest Payments category exceeds $75,000. **RELATES TO AGENDA ITEM C.4. Work Program #C46249**

   Refer to motion for approval under Agenda Item C.

4. **Office of the Treasurer - Municipal Bond Bank Debt Service - FY 2019 -** Addition of $415,119 in Transfer from Municipal Bond Bank revenue in order to pay debt service for the Municipal Bond Bank. Requires Interim Finance approval since the amount added to the Interest Payments category exceeds $75,000. **RELATES TO AGENDA ITEM C.3**. **Work Program #C46251**

   Refer to motion for approval under Agenda Item C.

5. **Office of the Treasurer - College Savings Trust - FY 2019 -** Addition of $128,800 in Transfer from Treasurer to fund expected payments for the Nevada College Kick Start program. Requires Interim Finance approval since the amount added to the College Kick Start category exceeds $75,000. **RELATES TO AGENDA ITEM C.6**. **Work Program #C46005**

   Refer to motion for approval under Agenda Item C.

6. **Office of the Treasurer - College Savings Trust - Endowment Account - FY 2019 -** Transfer of $128,800 from the Reserve category to the Transfer to BA 1092 category to fund expected payments for the Nevada College Kick Start program. Requires Interim Finance approval since the amount transferred to the Transfer to BA 1092 category exceeds $75,000. **RELATES TO AGENDA ITEM C.5**. **Work Program #C46000**

   Refer to motion for approval under Agenda Item C.

7. **Office of the Treasurer - Higher Education Tuition Administration - FY 2019 -** Addition of $2,301 in Transfer from State Treasurer funding to support maintenance and improve efficiencies in internal applications. Requires Interim Finance approval since the amount added to the Information Technology category exceeds 10 percent of the legislatively approved level for that category. **Work Program #C46358**

   Refer to motion for approval under Agenda Item C.

8. **Department of Administration - Director's Office - FY 2019 -** Transfer of $3,858 from the Personnel category to the Commission for Women category to fund travel and operating costs to support and promote the Commission for Women at various events. Requires Interim Finance approval since the amount transferred to the Commission for Women category exceeds $75,000. **Work Program #C45702**

   Refer to motion for approval under Agenda Item C.

9. **Department of Administration - Administrative Services - FY 2019 -** Transfer of $82,933 from the Reserve category to the Information Services category to fund costs associated with the Nevada Project Accounting System database. Requires Interim Finance approval since the amount transferred to the Information Services category exceeds $75,000. **Work Program #C46142**

   Refer to motion for approval under Agenda Item C.

10. **Department of Administration - Administrative Services - FY 2019 -** Transfer of $16,768 from the Reserve category to the Operating category to fund a temporary employee to provide support to customer agencies until vacancies are filled. Requires Interim Finance approval since the amount transferred to the Operating category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46324**

    Refer to motion for approval under Agenda Item C.

11. **Department of Administration - Fleet Services - FY 2019** - Transfer of $460,124 from the Reserve category to the Vehicle Operations category to fund a projected shortfall through the end of the fiscal year. Requires Interim Finance approval since the amount added to the Vehicle Operations category exceeds $75,000. **Work Program #C46389**

    Refer to motion for approval under Agenda Item C.

12. **Department of Administration - State Library, Archives and Public Records - Library Cooperative - FY 2019** - Transfer of $68,481 from the Personnel Services category to the Cooperative Emergency Contingency category due to the elimination of the Information Technology Technician position and the reclassification of the Library Technician position to a Management Analyst. Requires Interim Finance approval since the amount added to the Cooperative Emergency Contingency category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C45729**

    Refer to motion for approval under Agenda Item C.

13. **Department of Education - Office of Early Learning and Development - FY 2019 -** Addition of $929,647 in federal Child Care and Development Funds (CCDF) grant funds from the Division of Welfare and Supportive Services to continue funding to support pre-kindergarten programs including training for child care providers and Quality Rating and Improvement System coaching. Requires Interim Finance approval since the amount added to the Operating, CCDF Quality, and CCDF Quality Admin categories exceeds $75,000. **Work Program #C46290**

    Refer to motion for approval under Agenda Item C.

14. **Department of Education - Office of Early Learning and Development – FY 2019** - Addition of ~~$415,000~~ ***$606,515*** in federal Preschool Development Birth through Five: Building a Comprehensive Early Childhood System grant funds~~ and $124,500 in private matching funds from the Andre Agassi Foundation and City of Las Vegas~~ to support the planning for additional preschool seats. Requires Interim Finance approval since the amount added to the Preschool Development Grant Birth through Five Planning category exceeds $75,000. **RELATES TO AGENDA ITEMS F.1 a,b,c**. **Work Program #C46119. REVISED 3-14-19.**

    Agenda Items C-14, F-1(a), F-1(b) and F-1(c) were discussed jointly.

    Jonathan Moore, Deputy Superintendent of Student Achievement, Nevada Department of Education (NDE), introduced Superintendent of Public Instruction, Jhone Ebert, and Patti Oya, Director, Office of Early Learning and Development, NDE.

    Patti Oya, Director, Office of Early Learning and Development, NDE, said the agency was awarded the federal Preschool Development Birth through Five: Building a Comprehensive Early Childhood System grant in January 2019. It was a one-year planning grant of $606,515 with a required 30 percent non-federal share match. She said the office was fortunate to work with several entities that were committed to providing the match funds, including the Andre Agassi Foundation, the City of Las Vegas, and a private donor through the United Way of Southern Nevada.

    SENATOR WOODHOUSE MOVED TO APPROVE AGENDA ITEMS C-14, F-1(a), F-1(b) AND F-1(c).

    ASSEMBLYMAN FRIERSON SECONDED THE MOTION.

    THE MOTION PASSED UNANIMOUSLY. (Assemblywoman Benitez-Thompson was not present for the vote.)

15. **Department of Education - Safe and Respectful Learning - FY 2019 -** Addition of $261,827 in federal funds from the U.S. National Institute of Justice through the Pacific Institute for Research and Evaluation (PIRE) to continue funding for the SafeVoice reporting system, threat assessments, and crisis programs. Requires

Interim Finance approval since the amount added to the PIRE Grant category exceeds $75,000. **Work Program #C46215**

Refer to motion for approval under Agenda Item C.

16. **Department of Education - Student and School Support - FY 2019 -** Addition of $127,905 in federal Migrant Education grant funds to continue funding to ensure all migrant students reach challenging academic standards and graduate with a high school diploma, or complete a General Education Development (GED), that prepares them for responsible citizenship, further learning, and productive employment. Requires Interim Finance approval since the amount added to the Migrant Admin category exceeds $75,000. **Work Program #C46039**

    Refer to motion for approval under Agenda Item C.

17. **Department of Education - Career and Technical Education - FY 2019** - Addition of $3,141,194 in federal Vocational Education grant funding to continue funding career and technical education programs. Requires Interim Finance approval since the amounts added to the Career and Technical Education Basic Aid-to-Schools and Federal Leadership Funds categories exceeds $75,000. **Work Program #C45659**

    Refer to motion for approval under Agenda Item C.

18. **State Public Charter School Authority - FY 2019 -** Addition of $966,344 in state English Language Learner Program funds to align authority to continue to support English Language Learner (ELL) programs. Requires Interim Finance approval since the amount added to the State ELL category exceeds $75,000. **Work Program #C46126**

    Refer to motion for approval under Agenda Item C.

19. **State Public Charter School Authority - FY 2019 -** Addition of $1,031,512 in federal Title II High Quality Teachers and Principals grant funds to align state and federal authority to continue programs to increase academic achievement by improving teacher and principal quality. Requires Interim Finance approval since the amount added to the Federal Teacher Quality Aid to Schools category exceeds $75,000. **Work Program #C46141**

    Refer to motion for approval under Agenda Item C.

20. **State Public Charter School Authority - FY 2019 -** Addition of $131,829 in federal Title III grant funds transferred from the Nevada Department of Education to support the Limited English Proficient Language program. Requires Interim Finance approval since the amount added to the Title III English Language Acquisition category exceeds $75,000. **Work Program #C46143**

    Refer to motion for approval under Agenda Item C.

21. **State Public Charter School Authority - FY 2019 -** Addition of $1,560,103 in Individuals with Disabilities Education Act Part B federal funds to continue to pass through all eligible funding to sponsored charter schools for special education services. Requires Interim Finance approval since the amount added to the Special Education category exceeds $75,000. **Work Program #C46319**

    Refer to motion for approval under Agenda Item C.

22. **Department of Agriculture - Registration and Enforcement - FY 2019 -** Transfer of $62,279 from the Reserve category to the Operating category to fund temporary labor for the Pest Control Operator Program. Requires Interim Finance approval since the cumulative amount added to the Operating category exceeds $75,000. **Work Program #C46159**

    Refer to motion for approval under Agenda Item C.

23. **Department of Agriculture - Pest, Plant Disease, and Noxious Weed Control - FY 2019** - Addition of $94,553 in U.S. Department of Agriculture (USDA) block grant funds and transfer of $120,865 from the Reserve category to the USDA Agriculture Marketing Services-Food Nutrition Services (AMS-FNS) category to support specialty crop projects. **The work program involves the allocation of block grant funds and the agency is choosing to use the IFC meeting for the required public hearing, and the amount added to the USDA AMS-FNS category exceeds $75,000**. **Work Program #C45962**

    Ashley Jeppson, Agriculturist, Department of Agriculture, provided a brief overview of the Pest, Plant Disease and Weed Control program. She said the department had been responsible for overseeing the program for approximately ten years. The new Specialty Crop Block Grant funds would be used to enhance the competitiveness of specialty crops through education, research and marketing projects.

    Agenda Item C-23 involved the allocation of block grant funds, which required a public hearing. Chair Carlton opened the public hearing. There being no requests to testify, Chair Carlton closed the public hearing.

    ASSEMBLYWOMAN TITUS MOVED TO APPROVE AGENDA ITEM C-23.

    SENATOR WOODHOUSE SECONDED THE MOTION.

    THE MOTION PASSED UNANIMOUSLY.

24. **Department of Agriculture - Livestock Inspection - FY 2019 -** Transfer of $101,003 from the In-State Travel category to the Operating category to support brand inspection services. Requires Interim Finance approval since the amount added to the Operating category exceeds $75,000. **Work Program #C46353**

    Refer to motion for approval under Agenda Item C.

25. **Department of Agriculture - Nutrition Education Programs - FY 2019 -** Addition of $544,186 in federal Summer Food Service Program grant funds and deletion of $12,792 in federal Summer Food Program Administration grant funds to provide nutritious meals to low-income children when school is not in session. Requires Interim Finance approval since the amount added to the Summer Food category exceeds $75,000. **Work Program #C46228**

    Refer to motion for approval under Agenda Item C.

26. **Department of Agriculture - Nutrition Education Programs - FY 2019 -** Addition of $2,927,393 in federal Child and Adult Care Food Program grant funds and transfer of $969,671 from the Reserve category to the Child and Adult Care Food Program category to provide nutritious meals in adult and child care centers. Requires Interim Finance approval since the amount added to the Child and Adult Care Food Program category exceeds $75,000. **Work Program #C46328**

    Refer to motion for approval under Agenda Item C.

27. **Department of Agriculture - Commodity Foods Distribution Program – FY 2019 -** Addition of $3,176,919 in federal Commodity Foods Program grant funds to continue direct sales of food for local schools. Requires Interim Finance approval since the amount added to the Food Processing Program category exceeds $75,000. **Work Program #C46368**

    Refer to motion for approval under Agenda Item C.

28. **Department of Business and Industry - Employee Management Relations Board - FY 2019 -** Transfer of $32,460 from the Reserve category to the Equipment category to purchase videoconferencing equipment for one of the hearing rooms within the Nevada State Business Center in Las Vegas. Requires Interim Finance approval since the amount added to the Equipment category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C45401**

    Refer to motion for approval under Agenda Item C.

29. **Department of Health and Human Services - Director's Office - Individuals with Disabilities Education Act Part C Compliance - FY 2019 -** Addition of $96,198 in federal Individual with Disabilities Education Act (IDEA Part C) Special Education - Infant and Toddler/Families with Disabilities grant funds to provide oversight of the

quality, compliance and outcomes of program activities conducted by agencies, institutions, organizations and providers for infants and toddlers with disabilities and their families. Requires Interim Finance approval since the amount added to the IDEA Part C Administration category exceeds $75,000. **Work Program #C46383**

Refer to motion for approval under Agenda Item C.

30. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2019 -** Addition of $3,213,436 in federal Title III-B Supportive Services grant funds, $31,619 in federal Title III-C Training grant funds, $4,134,519 in federal Title III-C Nutrition grant funds, $238,198 in federal Title III-D Preventive Health grant funds and $1,312,527 in federal Title III-E National Family Caregiver Support Program grant funds to continue services to senior citizens to maintain health, independence and quality of life. Requires Interim Finance approval since the amount added to the Title III-C Nutrition category exceeds $75,000. **Work Program #C46093**

    Refer to motion for approval under Agenda Item C.

31. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2019 -** Addition of $59,581 in federal Title VII Ombudsman grant funds to provide advocacy and education on senior rights and elder abuse. Requires Interim Finance approval since the amount added to the Title VII Ombudsman category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46131**

    Refer to motion for approval under Agenda Item C.

32. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2019 -** Addition of $756,364 in federal Nutrition Services Incentive Program grant funds to continue to provide meals to senior citizens. Requires Interim Finance approval since the amount added to the Nutrition Services Incentive Program category exceeds $75,000. **Work Program #C46149**

    Refer to motion for approval under Agenda Item C.

33. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2019 -** Addition of $186,305 in federal Lifespan Respite Care Program grant funds to continue to provide respite services to family caregivers of children and adults with disabilities. Requires Interim Finance approval since the amount added to the Lifespan Respite grant category exceeds $75,000. **Work Program #C46220**

    Refer to motion for approval under Agenda Item C.

34. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2019 -** Addition of $39,215 in federal Medicare Improvements for Patients and Providers Act (MIPPA) grant funds to provide outreach and assistance to Medicare beneficiaries with limited incomes, including people with disabilities. Requires Interim Finance approval since the amount added to the MIPPA grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46225**

    Refer to motion for approval under Agenda Item C.

35. **Department of Health and Human Services - Aging and Disability Services - Home and Community-Based Services - FY 2019 -** Transfer of $296,634 from the Personnel Services category to the ADSD Cost Allocation category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the ADSD Cost Allocation category exceeds $75,000. **Work Program #C46298**

    Refer to motion for approval under Agenda Item C.

36. **Department of Health and Human Services - Aging and Disability Services - Applied Behavior Analysis - FY 2019 -** Transfer of $3,058 from the Operating category to the In-State Travel category and $4,680 from the Operating category to the Personnel Services category to fund reimbursement for board members. Requires Interim Finance approval since the cumulative amount added to the Operating category exceeds $75,000. **Work Program #C46202**

    Refer to motion for approval under Agenda Item C.

37. **Department of Health and Human Services - Health Care Financing and Policy - Intergovernmental Transfer Program - FY 2019** - Transfer of $26,670,093 from the Reserve category to the Transfer from Medicaid Program and $323,587 from the Reserve for Inpatient Private Upper Payment Limit category to the Transfer to Medicaid Program category to cover a shortfall due to prior year supplemental payment program. Requires Interim Finance approval since the amount transferred to the Transfer to Medicaid Program category exceeds $75,000. **RELATES TO AGENDA ITEMS C.38 and 41. Work Program #C45886**

    Refer to motion for approval under Agenda Item C.

38. **Department of Health and Human Services - Health Care Financing and Policy - Intergovernmental Transfer Program - FY 2019** - Addition of $7,278,891 in Regional Transportation Commission Reimbursements funds, $5,960,247 in Receipts from Local Government funds, $1,510,154 in County Reimbursements funds, $2,825,836 in School District Reimbursements funds, $1,512,252 in Receipts from County Graduate Medical Education funds, $1,544,969 in Receipts from County Outpatient Upper Payment Limit (UPL) funds, $2,905,271 in Washoe County

Receipts, $410,982 in Treasurer's Interest Distribution funds, $326,789 in Private UPL funds transferred from the Director's Office, $3,073,365 in 1.5 Cent Indigent Accident Funds/Freecare funds transferred from the Director's Office and deletion of $5,913,183 in Receipts from County Inpatient UPL funds to cover projected program expenditures. Requires Interim Finance approval since the amount added to the Transfer to Medicaid category exceeds $75,000. **RELATES TO AGENDA ITEMS C.37 and 41. Work Program #C45909**

Refer to motion for approval under Agenda Item C.

39. Department of Health and Human Services - Health Care Financing and Policy - Administration - FY 2019 - Addition of $1,959,164 in federal Title XIX funds due to increased reimbursement for Administrative Claiming to local governmental entities. Requires Interim Finance approval since the amount added to the Pass Through to Local Governments category exceeds $75,000 **Work Program #C46075**

Refer to motion for approval under Agenda Item C.

40. Department of Health and Human Services - Health Care Financing and Policy - Administration - FY 2019 - Addition of $313,021 in federal Title XXI funds, $9,451,676 in federal Title XIX funds and transfer of $1,773,567 from the Fiscal Agent category to the Medicaid Management Information System (MMIS) category to support the implementation of the MMIS project. Requires Interim Finance approval since the amount added to the MMIS category exceeds $75,000. **Work Program #C46316**

Suzanne Bierman, Administrator, Division of Health Care Financing and Policy (DHCFP), DHHS, provided a brief overview of the Medicaid Management Information System (MMIS), which was the division's primary information technology (IT) system. The MMIS was used to process claims payments, provider enrollment and prior authorization. She said the MMIS modernization project was very technical and complex. In comparison to many states around the nation, Nevada's implementation and roll out of the MMIS project had gone very well; however, there were some budget-related issues, including the accidental omission of some approved contracts. Ms. Bierman apologized for the oversight. She said the division would work to improve its processes to avoid a reoccurrence in the future.

Ms. Bierman said the DHCFP had experienced a significant amount of turnover in its fiscal division. There had been five different chief financial officers since the inception of the MMIS project, which contributed to some of the difficulties in budgeting for the project. She said the division was committed to preventing similar problems in the future.

Ellen Crecelius, Actuarial Economist, DHCFP, DHHS, provided the following revisions to Work Program #C46316: reduce the federal Title XXI category to $224,170, increase the federal Title XIX category to $9,838,678, increase the

Operating category to ($913,224), decrease the Fiscal Agent category to ($800,000), decrease the Utilization category to ($2.0 million), and increase the MMIS Modernization category to $13,776,072.

Chair Carlton said it was her understanding that the original completion date for the project was July 2018; however, the date was postponed to 2021.

Sandie Ruybalid, Chief IT Manager, DHCFP, DHHS, confirmed that the original completion date was scheduled for July 2018. Due to a scope increase and certification requirement changes by the Centers for Medicare and Medicaid Services (CMS), the completion date was extended to February 2019. Following that, the MMIS project would have to become certified before being considered complete.

In response to a question from Chair Carlton, Ms. Ruybalid confirmed that a budget amendment was submitted to address the change in scope.

Chair Carlton noted that the project cost increased from $57.0 million to approximately $99.2 million. Ms. Ruybalid replied that $99.2 million was the "all in" cost, including federal authority for staff training and time, not just technology. She said $99.2 million was the most recent approved dollar amount from CMS to implement the project.

Chair Carlton asked for further details on the certification process, including the impact on the state if the project was not certified.

Ms. Ruybalid replied that the certification process was a three-part process that began early in the project. The process included milestone reviews. The process began with the planning phase, which required approval. She said an operational readiness review was required before the project could go live. After the project was live, the system had to be operational for six months before a final review could be requested from CMS. She said CMS would examine evidence documents that would be collected from the time the system went live and also review demonstrations of the system's functionality. The CMS had 60 days to respond after the review, at which time the agency would become certified. Ms. Ruybalid said the federal match would decrease from 75 percent to 50 percent between the time the system went live until the agency became certified. Upon certification, the federal match was retroactive from the date the system went live.

Chair Carlton asked why the agency proceeded with the work before obtaining IFC approval. Ms. Bierman said it was her understanding that a bill was passed during the 2017 Legislative Session that gave the division authority to proceed with the project up to the point of completion; however, certain costs for existing contracts were not included in the budget.

Chair Carlton remarked that the division began working on the project regardless of the fact that funds were not available in the budget. Ms. Bierman apologized for any confusion and error. She understood there were costs associated with contracts that were not included in the budget. For that, the agency was regretful. She reiterated that the division intended to improve its processes and procedures to avoid a similar problem in the future.

Senator Denis said he understood the completion date was revised due to a change in the project scope, which resulted in additional costs. Ms. Ruybalid confirmed that was correct.

In answer to a question from Senator Denis, Ms. Ruybalid confirmed that the project went live on February 1, 2019, and the division was currently in the certification phase. She offered to provide the Committee with a brief presentation highlighting the project implementation.

Senator Denis asked what would happen if CMS did not certify the project. Ms. Ruybalid replied that CMS included milestone reviews during implementation to avoid such an outcome. The reviews afforded CMS the opportunity to provide feedback on issues that would impede certification and allowed the state time to correct those issues. Ms. Ruybalid said she was very confident that the MMIS would be certified. The division had implemented a transfer system that had already been proven and certified in ten other states. Arkansas was the most recent state to implement the transfer system, and Colorado was beginning the certification review next week.

Assemblywoman Spiegel asked if the system would be certified in August or September 2019. Ms. Ruybalid replied that other states waited about 12 months to request certification to allow for stabilization and staff time to gather evidence, which was a considerable amount of work. The division intended to request certification in February 2020 when CMS would be onsite. She said CMS had 60 days to respond; therefore, certification would likely occur in April or May 2020.

In response to a question from Senator Denis, Ms. Ruybalid replied that the system was already live and functional. She noted that the MMIS project was very successful. Ms. Ruybalid said she would provide documentation to the Committee about the implementation.

SENATOR DENIS MOVED TO APPROVE AGENDA ITEM C-40 AS REVISED ON THE RECORD.

ASSEMBLYWOMAN BENITEZ-THOMPSON SECONDED THE MOTION.

THE MOTION PASSED UNANIMOUSLY.

41. **Department of Health and Human Services - Health Care Financing and Policy - Nevada Medicaid, Title XIX - FY 2019** - Deletion of $217,461 in federal Title XXI funds, $825,183 in Money Follows the Person grant funds, $14,474,867 in federal Title XIX funds, $3,300,358 in Country Reimbursement funds, addition of $48,429,251 in Transfer for Intergovernmental Transfer Account funds and transfer of $2,399,123 from the Waiver category to the Newly Eligible category to cover higher than expected program increases due to increased cost-per-eligible. Requires Interim Finance approval since the amount added to the Newly Eligible category exceeds $75,000. **RELATES TO AGENDA ITEMS C.37 and 38. Work Program #C46247**

    Refer to motion for approval under Agenda Item C.

42. **Department of Health And Human Services - Public and Behavioral Health - Environmental Health Services - FY 2019** - Transfer of $19,318 from the Reserve category to the In-State Travel category, $26,186 from the Reserve category to the Operating category and $14,193 from the Reserve category to the FDA Manufactured Food grant category to support mandatory inspections, training and operational costs to safeguard the health of visitors and Nevada residents. Requires Interim Finance approval since the cumulative amount transferred to the FDA Food grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46325**

    Refer to motion for approval under Agenda Item C.

43. **Department of Health and Human Services - Public and Behavioral Health - Communicable Diseases - FY 2019 -** Addition of $77,551 in federal Housing Opportunities for Persons with AIDS (HOPWA) grant funds to continue to provide housing to individuals with AIDS. Requires Interim Finance approval since the amount added to the HOPWA category exceeds $75,000. **Work Program #C46114**

    Refer to motion for approval under Agenda Item C.

44. **Department of Health and Human Services - Public and Behavioral Health - Communicable Diseases - FY 2019 -** Addition of $2,410,960 in federal Integrated HIV Surveillance and Prevention Program grant funds to continue to prevent new infections and reduce transmission from persons living with HIV. Requires Interim Finance approval since the amount added to the HIV Prevention category exceeds $75,000. **Work Program #C46214**

    Refer to motion for approval under Agenda Item C.

45. **Department of Health and Human Services - Public and Behavioral Health - Biostatistics and Epidemiology - FY 2019 -** Addition of $281,577 in federal Opioid Enhancement Surveillance of Fatal and Non-fatal Opioid Use grant funds to continue to prevent or respond to opioid overdoses. Requires Interim Finance

approval since the amount added to the Opioid Enhanced Surveillance category exceeds $75,000. **Work Program #C46295**

Refer to motion for approval under Agenda Item C.

46. **Department of Health and Human Services - Public and Behavioral Health - Biostatistics and Epidemiology - FY 2019** - Addition of $89,665 in federal Maternal and Child Health State Systems Development Initiative grant funds to provide data, statistics, program planning, community-based needs assessment, policy recommendations and program evaluations. Requires Interim Finance approval since the amount added to the State System Development Initiative category exceeds $75,000. **Work Program #C46305**

    Refer to motion for approval under Agenda Item C.

47. **Department of Health and Human Services - Public and Behavioral Health - Northern Nevada Adult Mental Health Services - FY 2019** - Transfer of $125,828 from the Transitional Living-Forensic Mental Health category to the Operating category and $144,000 from the Transitional Living-Forensic Mental Health category to the Equipment category to cover contract costs resulting from the Community-Based Living Arrangement Legislative Counsel Bureau audit and an upgrade to the surveillance camera system to maintain a safe environment for staff and clients. Requires Interim Finance approval since amount added the Operating category exceeds $75,000. **Work Program #C46276**

    Refer to motion for approval under Agenda Item C.

48. **Department of Health and Human Services - Public and Behavioral Health - Facility for the Mental Offender - FY 2019 -** Transfer of $97,006 from the Personnel Services category to the Professional Services category, $32,220 from the Medications category to the Professional Services category, $37,722 from the Medications category to the Operating category, $89,912 from the Medications category to the Food category and $1,086 from the Medications category to the Training category to fund professional staffing and food service. Requires Interim Finance approval since the amount transferred to the Professional Services category exceeds $75,000. **Work Program #C46132**

    Refer to motion for approval under Agenda Item C.

49. **Department of Health and Human Services - Welfare and Supportive Services - Administration - FY 2019** - Addition of $2,906,884 in federal Supplemental Nutrition Assistance Program grant funds to provide assistance to the nutrition education network partners who provide nutritional education services. Requires Interim Finance approval since the amount added to the Nutrition Education Network category exceeds $75,000. **Work Program #C45853**

    Refer to motion for approval under Agenda Item C.

50. Department of Health and Human Services - Welfare and Supportive Services - Welfare Field Services - FY 2019 - Transfer of ~~$578,055~~ ***$924,580*** from the Personnel Services category to the Operating category, $38,000 from the Maintenance of Buildings and Grounds category to the Operating category and $40,000 from the Utilities category to the Operating category to cover a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Operating category exceeds $75,000. **Work Program #C46183. REVISED 3-21-19.**

Refer to motion for approval under Agenda Item C.

51. Department of Health and Human Services - Welfare and Supportive Services - Energy Assistance Program - FY 2019 - Addition of $5,035,304 in federal Low Income Home Energy Assistance (LIHEA) grant funds to provide energy assistance benefits for needy households. **The work program involves the allocation of block grant funds and the agency is choosing to use the IFC meeting for the required public hearing, and the amount added to the LIHEA Payments category exceeds $75,000**. **Work Program #C45989**

Robert Thompson, Deputy Administrator, Division of Welfare and Supportive Services (DWSS), Department of Health and Human Services (DHHS), said the Energy Assistance Program (EAP) helped eligible Nevadans pay heating and cooling costs. The federal Low Income Home Energy Assistance grant funding for the EAP increased in Federal Fiscal Year 2019. The division was requesting additional expenditure authority in the amount of $5,035,304 to realign authority and provide continued support of the benefit issuance with the goal of utilizing the increased funding to continue supporting eligible Nevadans.

Agenda Item C-51 involved the allocation of block grant funds, which required a public hearing. Chair Carlton opened the public hearing. There being no requests to testify, Chair Carlton closed the public hearing.

ASSEMBLYMAN FRIERSON MOVED TO APPROVE AGENDA ITEM C-51.

SENATOR WOODHOUSE SECONDED THE MOTION.

THE MOTION PASSED UNANIMOUSLY.

52. Department of Health and Human Services - Child and Family Services - Children, Youth and Family Administration - FY 2019 - Addition of $147,713 in federal Children's Justice Act grant funds to improve the investigation, prosecution and judicial handling of cases of child abuse and neglect. Requires Interim Finance approval since the amount added to the Children's Justice Act grant category exceeds $75,000. **Work Program #C46165**

Refer to motion for approval under Agenda Item C.

53. **Department of Health and Human Services - Child and Family Services - Children, Youth and Family Administration - FY 2019** - Addition of $564,389 in federal Promoting Safe and Stable Families Program of Title IV-B, Subpart II grant funds to provide services that address family support, family preservation, time-limited reunification and support. Requires Interim Finance approval since the amount added to the Title IV-B Subpart II category exceeds $75,000. **Work Program #C46172**

    Refer to motion for approval under Agenda Item C.

54. **Department of Health and Human Services - Child and Family Services - Rural Child Welfare - FY 2019** - Transfer of $100,687 from the Child Welfare category to the Non XIX Medical category, $15,000 from the Transportation category to the Non XIX Medical category and $42,000 from the Caregiver Testing and Evaluation category to the Non XIX Medical category to provide necessary medical services to youth in the division's care. Requires Interim Finance approval since the amount transferred to the Non XIX Medical category exceeds $75,000. **Work Program #C46152**

    Refer to motion for approval under Agenda Item C.

55. **Department of Health and Human Services - Child and Family Services - Rural Child Welfare - FY 2019** - Addition of $551,195 in federal Title IV-E grant funds to cover projected contract costs for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Operating category exceeds $75,000. **Work Program #C46269. WITHDRAWN 3-19-19.**

56. **Department of Health and Human Services - Child and Family Services - Review of Death of Children - FY 2019** - Transfer of $141,359 from the Reserve category to the Review of Death of Children category to cover anticipated costs to continue a Sudden Infant Death Syndrome child death prevention campaign, a contract for a near child fatality and child fatality review, an increase in subgrants and an interlocal agreement for collection and reports on case-related data. Requires Interim Finance approval since amount transferred to the Review of Death of Children category exceeds $75,000. **Work Program #C46117**

    Refer to motion for approval under Agenda Item C.

57. **Department of Health and Human Services - Child and Family Services - Juvenile Justice Services - FY 2019** - Transfer of $42,102 from the Juvenile Justice Reform category to the Personnel Services category and $6,466 from the Office of Juvenile Justice and Delinquency Prevention Title II Formula grant category to the Personnel Services category to fund a projected payroll shortfall for the remainder of the fiscal year. Requires Interim Finance approval since amount transferred to the Personnel Services category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46147**

    Refer to motion for approval under Agenda Item C.

58. **Department of Employment, Training and Rehabilitation - Workforce Development - FY 2019 –** Transfer of $186,000 from the Reserve category to the Operating category to fund costs associated with a Security Services contract. Requires Interim Finance approval since the amount transferred to the Operating category exceeds $75,000. **Work Program #C46345**

    Refer to motion for approval under Agenda Item C.

59. **Department of Employment, Training and Rehabilitation - Workforce Development - FY 2019** - Transfer of $7,088,112 from Reserves category to the CEP Trust Reversion category to facilitate the transfer of the unencumbered Career Enhancement Program remaining cash from Fiscal Year 2018 into the CEP Trust Fund account. Requires Interim Finance approval since the amount added to the CEP Trust Reversion category exceeds $75,000. **Work Program #C46347**

    Refer to motion for approval under Agenda Item C.

60. **Peace Officers Standards and Training Commission - FY 2019** - Transfer of $18,000 from the Reserves category to the Academy Instructor category to fund a contract for the Academy Instructor through the end of the fiscal year. Requires Interim Finance approval since the amount transferred to the Academy Instructor category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46284**

    Refer to motion for approval under Agenda Item C.

61. **Department of Corrections - Director's Office - FY 2019** - Transfer of $12,370 from the Employee Physical Costs category to the In-State Travel category and a transfer of $10,436 from the Employee Physical Costs to the Operating category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the In-State Travel category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46242**

    Refer to motion for approval under Agenda Item C.

62. **Department of Corrections - Prison Medical Care - FY 2019** - Addition of $1,129,410 in commissary proceeds transferred from the Inmate Welfare Account to fund qualifying inmate medical claims. Requires Interim Finance approval since the amount added to the Inmate Driven category exceeds $75,000. **RELATES TO AGENDA ITEMS C.73 and 75**. **Work Program #C46053**

    Agenda Items C-62, C-73 and C-75 were discussed jointly. Refer to testimony and motion for approval under Agenda Item C-75.

63. **Department Of Corrections - Ely State Prison - FY 2019** - Addition of $272,007 in Budgetary Transfers to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Utilities category exceeds $75,000. **Work Program #C46268**

    Refer to motion for approval under Agenda Item C.

64. **Department of Corrections - High Desert State Prison - FY 2019** - Addition of $174,684 in Budgetary Transfers to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Utilities category exceeds $75,000. **Work Program #C46275**

    Refer to motion for approval under Agenda Item C.

65. **Department of Corrections - Northern Nevada Correctional Center - FY 2019** - Addition of $103,891 in Budgetary Transfers to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount added to the Utilities category exceeds $75,000. **Work Program #C46262**

    Refer to motion for approval under Agenda Item C.

66. **Department of Corrections - Southern Desert Correctional Center - FY 2019** - Deletion of $95,118 in Budgetary Transfers, a transfer of $21,232 from Inmate Driven category to Operating category and a transfer of $229,098 from Inmate Driven category to the Utilities category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount deducted from the Inmate Driven category exceeds $75,000. **Work Program #C46273**

    Refer to motion for approval under Agenda Item C.

67. **Department of Corrections - Lovelock Correctional Center - FY 2019** - Deletion of $558,684 in Budgetary Transfers, a transfer of $25,755 from the Inmate Driven category to the Operating category and a transfer of $4,917 from the Inmate Driven category to the Maintenance Contracts category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount deducted from the Personnel category exceeds $75,000. **Work Program #C46253**

    Refer to motion for approval under Agenda Item C.

68. **Department of Corrections - Warm Springs Correctional Center - FY 2019** - Addition of $66,989 in Budgetary Transfers to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount added to the Utilities category exceeds $75,000. **Work Program #C46261**

    Refer to motion for approval under Agenda Item C.

69. Department of Corrections - Three Lakes Valley Conservation Camp - FY 2019 - Transfer of $7,129 from the Personnel Services category to the Inmate Driven category and $30,640 from the Personnel Services category to the Utilities category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Utilities category exceeds $30,000 cumulative for that category. **Work Program #C46272**

Refer to motion for approval under Agenda Item C.

70. Department of Corrections - Humboldt Conservation Camp - FY 2019 - Addition of $26,132 in Budgetary Transfers and the transfer of $18,000 from the Inmate Driven category to the Utilities category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Utilities category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46259**

Refer to motion for approval under Agenda Item C.

71. Department of Corrections - Jean Conservation Camp - FY 2019 - Deletion of $52,045 in Budgetary Transfers, a transfer of $7,362 from Inmate Driven category to Operating category and a transfer of $6,547 from Inmate Driven category to the Utilities category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount deducted from Inmate Driven category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46257**

Refer to motion for approval under Agenda Item C.

72. Department of Corrections - Tonopah Conservation Camp - FY 2019 - Addition of $20,215 in Budgetary Transfers to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount added to the Utilities category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46274**

Refer to motion for approval under Agenda Item C.

73. Department of Corrections - Offenders' Store Fund - FY 2019 - Transfer of $1,315,838 in commissary proceeds from the Retained Earnings category to the Transfer to Inmate Welfare Account (IWA) category to fund qualifying inmate medical claims. Requires Interim Finance approval since the amount added to the Transfer to IWA category exceeds $75,000. **RELATES TO AGENDA ITEMS C.62 and 75. Work Program #C46050**

Agenda Items C-62, C-73 and C-75 were discussed jointly. Refer to testimony and motion for approval under Agenda Item C-75.

74. Department of Corrections - Offenders' Store Fund - FY 2019 - Addition of $2,583,318 in Store Sales and the addition of $37,989 in User Charges to establish sufficient authority for the projected higher than expected store sales through the end of the fiscal year. Requires Interim Finance approval since the amount added to the Inventory Purchase for Resale category exceeds $75,000. **Work Program #C46072**

Refer to motion for approval under Agenda Item C.

75. Department of Corrections - Inmate Welfare Account - FY 2019 - Addition of $1,315,838 in commissary proceeds transferred from the Offenders' Store Fund to fund qualifying inmate medical claims. Requires Interim Finance approval since the amount added to the Inmate Driven category exceeds $75,000. **RELATES TO AGENDA ITEMS C.62 and 73. Work Program #C46051**

Agenda Items C-62, C-73 and C-75 were discussed jointly.

John Borrowman, Deputy Director, Nevada Department of Corrections (NDOC), introduced James Dzurenda, Director, NDOC; Kim Thomas, Deputy Director, NDOC; Scott Ewart, Chief Fiscal Officer, NDOC; and Robin Hager, Medical Administrator, NDOC.

Robin Hager, Medical Administrator, NDOC, said the agency was requesting approval to transfer approximately $1.1 million from the Inmate Welfare Account to fund inmate medical claims that fell under NRS 209.246, pertaining to claims for costs incurred from self-injury, injury to others, or sport-related injuries.

Assemblywoman Monroe-Moreno asked why the cost of inmate medical care was increasing.

Ms. Hager replied that the primary reason for the increased cost of inmate medical care was due to an increase in the total number of inmates enrolled in chronic care clinics, such as cardiovascular and neurology. Additionally, there was an increase in the tracking and monitoring of hepatitis C as well as general medical care overall. She said medical inflation impacted the nation every year. Ms. Hager said as inmates aged, the number of medical complications increased; however, NDOC was striving to diagnose those issues early on and provide the necessary treatment.

Assemblywoman Monroe-Moreno recalled that the department's answers at the budget hearing were different from the answers that were provided today. She asked if the increased medical expenditures were from the younger inmates, and if so, what expenses were associated with that population.

Ms. Hager said she could provide a document to the Committee that compared the past four fiscal years by age group. The reports provided by the third-party administrator (TPA) were split into two groups: 55 and older and inmates younger than 55. She said costs had increased for both groups. Upon arrival, new inmates were examined

by a dentist and a doctor. Oftentimes, that was the inmate's first examination in a long time. Additionally, inmates did not typically have a good history of self-care. Thus, they often required care for untreated issues.

Assemblywoman Monroe-Moreno asked which medical services were provided in-house.

Ms. Hager replied that NDOC employed doctors and nurses, and those expenditures were included in operating costs. She noted that category 50 was for outside medical care as well as onsite clinics at Northern Nevada Correctional Center and High Desert State Prison, where specialists provided medical care onsite.

Assemblywoman Benitez-Thompson said the costs for same-day surgery centers and ambulatory services appeared to have doubled between FY 2016 and FY 2018. She thought the cost of outpatient medical procedures would decrease as the costs associated with same-day surgery centers increased. She asked the agency for clarification.

Ms. Hager stated that the inmate population was growing and inmate medical needs were being addressed.

Assemblywoman Benitez-Thompson noted that the percentage change between FY 2018 to FY 2019 for the inmate population was 1.7 percent, but medical costs had nearly doubled. She said, in FY 2016 the state spent approximately $850,000, but in FY 2018 the state spent about $2.0 million. Further, the cost of ambulatory services in FY 2016 was just over $600,000 and in FY 2018 the total cost was $1.5 million. She said most ambulance services were operated by the counties, but the state was paying the cost of the service. Assemblywoman Benitez-Thompson said she would like to discuss the matter with the agency in more detail offline. Ms. Hager agreed.

Chair Carlton said it was her understanding that the TPA indicated that a number of inmate medical claims did not receive a discount from the provider network. She said medical facilities usually offered a discounted rate for uninsured patients who paid within a certain timeframe; however, it appeared that discount was not being provided for inmates.

Ms. Hager replied that NDOC was contracted with Sierra Health-Care Options in Southern Nevada and Hometown Health in Northern Nevada. The department made it a priority to schedule appointments with in-network providers in order to receive the discounted rates.

Chair Carlton said, in February 2019 the TPA indicated that $773,000 in inmate medical claims did not receive a discount from the provider network.

Ms. Hager said it was likely the claims referred to by Chair Carlton were for ambulance or air flight services. She said TPAs and preferred provider organizations did not typically contract for those types of services, so the agency had to pay the full rate. However, she noted that about six months ago Hometown Health contracted with an air flight ambulance service from Ely to Las Vegas.

Chair Carlton said the department's response to questions posed by staff indicated that it was difficult for NDOC to secure medical treatment for outpatient services as many providers preferred not to treat inmates. She said the department's verbal response was different from the written response provided to staff, which was a recurring problem. She said it was difficult for the Committee to help if the department's answers were inconsistent.

Ms. Hager stated that the department had to use out-of-network providers on occasion, usually because there were not any in-network providers willing to treat inmates or due to the long wait to see a specialist; however, NDOC always contacted in-network providers first. For example, the agency had to use an out-of-network urologist in Las Vegas, because there were no in-network urologists willing to treat inmates. Ms. Hager said the NDOC was working closely with Hometown Health and Sierra Health-Care Options to assist the department in locating in-network providers that were willing to treatment inmates.

Senator Woodhouse asked if the NDOC had considered alternative options to cover the projected medical expenditure shortfall for FY 2019, other than the $2.5 million from the Offenders' Store Fund.

Ms. Hager replied that inmate medical care was a state-owned debt; therefore, it was typically covered with General Funds. She was not aware of a federal grant that could be used for inmate medical costs. Ms. Hager said, in FY 2018 the department requested approval to use the Inmate Welfare Account to offset a medical shortfall. She thought it seemed reasonable to continue to use that same methodology for the projected shortfall in FY 2019, as well as prospective shortfalls in FY 2020 and FY 2021, given that medical costs were unlikely to decrease during that time.

Chair Carlton recalled a discussion regarding a 15-day expeditious action work program that was approved in May 2018. She said the funding was intended as a one-time solution to address a shortfall resulting from overtime costs. She stated that the Inmate Welfare Account could be used for various inmate-related expenses, but she did not support the continued use of those funds for budgetary shortfalls. Chair Carlton did not think it was appropriate to use money from the Offenders' Store Fund and Inmate Welfare Account to fund personnel costs. She said inmates should not have to pay for their own supervision.

James Dzurenda, Director, NDOC, thought the funds should be included in the department's budget, because budgetary shortfalls had been an ongoing issue for more than eight years, and it was unlikely to change in the next few years.

John Borrowman, Deputy Director, NDOC, added that when the agency request budget was developed, it was primarily base budget. He said the department would have exceeded its authority; however, the NDOC Director proposed to bring back 100 inmates from the Arizona facility, which availed the department of several million dollars to afford the base budget. There was only one other request in the agency budget, which was to restore a caseworker position that was scheduled to sunset because of a grant. Mr. Borrowman said the agency used $2.0 million for medical costs from the FY 2018 base budget. He said the agency included an alternative option, which was to backfill with General Funds, but that would not have been within the cap. The department worked with the Governor's Finance Office during the Governor's recommended budget process, and it was deemed appropriate to continue using the Inmate Welfare Account.

Assemblywoman Neal asked the agency to clarify how the return of 100 inmates from the Arizona facility would help offset medical costs. Mr. Borrowman replied that that the department could not continue to use the base budget for medical costs without exceeding the cap; therefore, NDOC had to find a way to submit its base budget without any enhancements and within the cap. The only way to do that was to bring 100 inmates back to Nevada who were temporarily relocated to an Arizona facility. Although it had an operational impact, it was one of the few financial options available to the department. He said the NDOC was able to fund the total department request, not just medical; however, the department was still short by approximately $2.0 million compared to the FY 2018 base budget. Mr. Borrowman said the agency request budget included the savings from returning half of the inmates from Arizona, and it included perpetuating the transaction that occurred in the FY 2018 base budget.

Assemblywoman Neal said, during the budget hearing, she did not recall the agency indicating that one of the reasons for bringing the 100 inmates back from Arizona was to help with the agency's budget. Additionally, she recalled that more than 100 inmates could have been brought back from Arizona, but the agency chose not to do so. She said the state paid approximately $29,000 to house the inmates at the Arizona facility, whereas the cost to house them in Nevada was approximately $22,000. Assemblywoman Neal recalled that the NDOC elected to keep some inmates at the Arizona facility to reduce gang issues. She also recalled that the department elected to bring some inmates back from Arizona, because certain services were better provided for in Nevada. Assemblywoman Neal asked for clarification, because the answers provided by the agency were inconsistent.

Mr. Borrowman said there were many reasons why the department brought 100 inmates back from Arizona, one of which was a financial benefit that allowed the NDOC to meet its base budget; however, bringing the inmates back to Nevada

also came with an operational impact. He said the reasons the department moved 200 inmates to the facility in Arizona remained consistent and true, and the department had not changed its story. He said the agency could spend hours talking about all of the impacts of having inmates in Arizona. Mr. Borrowman said the department tried to answer questions according to the inferred direction of the Committee based on how questions were worded.

In response to a question from Assemblywoman Titus, Ms. Hager replied that the utilization review panel consisted of the NDOC Medical Director as well as three or four of the department's general providers. The utilization review panel met weekly to examine specialist recommendations. She said the panel reviewed the medical notes and discussed whether the issue required an outside specialist. Ms. Hager said many times one of the panel members recommended a treatment suggestion that delayed the need for an outside specialist. She stated that the NDOC general practitioners provided as much medical care as possible before recommending an outside specialist, and there was a considerable amount of discussion by the utilization review panel before the recommendation was approved.

Continuing, Ms. Hager said the NDOC regularly examined ways to reduce costs. For example, the department recently contracted with a company that would provide MRIs onsite at NNCC and the Mammovan would begin visiting Florence McClure Women's Correctional Center to provide onsite mammograms. The department had also acquired radiology equipment, which allowed x-rays to be done onsite. She said the NDOC considered purchasing other pieces of medical equipment; however, cost was an issue. Finally, the NDOC currently used telehealth for the HIV and Hepatitis C clinics, but the department hoped to expand the use of telehealth in the future. Ms. Hager said all of those onsite services reduced the costs associated with medical transportation and security.

Ms. Hager said, with regard to billable charges, after the utilization review panel approved a request for an outside specialist, an authorization code was assigned by the department, and given to the provider when the appointment was scheduled. The TPA had a list of those authorization codes, which were used to verify that the NDOC was billed for the appropriate services and rates. Subsequently, the NDOC audited approximately 10 to 15 percent of the claims to ensure accuracy.

Ms. Hager said transportation costs were not included in the medical budget, because those costs were considered operational expenses.

Chair Carlton asked why the department's one-shot requests were a priority over the prison medical shortfall. She asked why the agency did not request a supplemental appropriation to address the shortfall.

Mr. Borrowman said the NDOC worked with the Governor's Office to ensure the department's priorities were consistent with those of the Governor. He said the Governor's recommended budget reflected his priorities for the state. In terms of a

supplemental request, during the budgeting phase, the department discussed changing the base budget to exchange Inmate Welfare Account funds for General Funds; however, that was not part of the Governor's statewide solution, nor was a supplemental appropriation.

Chair Carlton stated that it was the current administration that approved the one-shot appropriations. She asked if prison medical was originally included in the department's budget.

Mr. Borrowman replied that the department discussed the prison medical issue with the Governor's Office prior to December 2018. He was uncertain who made the final decision regarding prison medical, because he was not privy to those discussions.

Chair Carlton asked if the department intended to request additional funds from the Inmate Welfare Account at the June 2019 IFC meeting. Mr. Borrowman replied that the department's current projection for FY 2019 supplemental was a General Fund liability only. He said the department had represented throughout the process that it intended to continue with the adjustment that was made similar to FY 2018; therefore, the department would request to transfer Inmate Welfare Account funds to the medical budget for FY 2019.

Assemblyman Wheeler asked if the department's health care plan had been audited by the Legislative Auditor or through an internal audit. Ms. Hager replied that the Executive Branch conducted an internal audit of the utilization review panel and the TPA in FY 2018. Assemblyman Wheeler requested a copy of the audit findings.

Senator Parks said, with regard to Administrative Regulation 245, he found it frustrating that money would be removed from the Inmate Welfare Account for other purposes. He asked if the department maintained a subsidiary-type ledger of all the extraordinary expenses incurred by the NDOC. Senator Parks said the Committee was frustrated by the overall high costs. Ms. Hager said she would provide the information to the Committee.

Assemblywoman Spiegel said it seemed the department was seeking ways to pay for the expenses without a plan for actual cost containment. She asked about the department's current and future cost containment efforts. Ms. Hager said she would provide the information to the Committee.

Chair Carlton asked how the Inmate Welfare Account would be impacted by the implementation of Marsy's Law, and how the department would address those impacts.

Mr. Borrowman said Marsy's Law was very complicated for the department. The NDOC reached out extensively to the Office of the Attorney General as well as other agencies regarding Marsy's Law. Additionally, the department had several internal

summits concerning the law. The department did not believe the deductions being made from deposits for inmates and appropriated to department debt, or the revenues that were being made for the Inmate Welfare Account, would be impacted. Thus, the department did not need to make adjustments in the way the funds were utilized as a result of Marsy's Law. However, Marsy's Law had not been litigated in court and would be subject to change as the courts instituted guidance concerning the law. Mr. Borrowman said, overall, the department did not foresee any adjustments in FY 2020 and FY 2021 based on the current guidance regarding Marsy's Law.

Chair Carlton said, if given the option, she would not approve the NDOC request today. She did not like that the Committee was compelled to approve the request simply because no other solutions were available. She thought the department was taking advantage of what was meant to be a one-time solution.

Senator Woodhouse echoed the comments made by Assemblywoman Carlton.

SENATOR WOODHOUSE MOVED TO APPROVE AGENDA ITEMS C-62, C-73 AND C-75.

ASSEMBLYMAN FRIERSON SECONDED THE MOTION.

THE MOTION PASSED. (Chair Carlton opposed the motion.)

76. Department of Motor Vehicles - Compliance Enforcement - FY 2019 - Transfer of $46,120 from the Personnel Services category to the Operating category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Operating category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46336**

Refer to motion for approval under Agenda Item C.

77. Department of Motor Vehicles - License Plate Factory - ***Addition of $94,830 in Special Plates Cost Allocation to fund the increase of $1,517 in Personnel Services, $84,252 in Special Plates, and $9,061 in Electronic Dealer Reports of Sale Postage expenditure categories which supports the production of special plates*****,** transfer of ~~$12,642~~ ***$11,125*** from the Reserve category to the Personnel Services category, $929 from the Reserve category to the In-State Travel category ~~$84,252 from the Reserve category to the Special Plates category~~ and $66,451 from the Reserve category to the Electronic Dealer Reports of Sale Postage to fund a projected shortfall through the end of the fiscal year. Requires Interim Finance approval since the amount ~~transferred~~ ***added*** to the Special Plates category exceeds $75,000. **Work Program #C46403. REVISED 3-14-19.**

Refer to motion for approval under Agenda Item C.

78. **Department of Public Safety - Nevada Highway Patrol Division - FY 2019** - The addition of $47,675 in Department of Public Safety grant funds to purchase equipment and provide training for the Fatal Accident Reporting System upgrade. Requires Interim Finance approval since the amount added to the Office of Traffic Safety Training grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C45918**

Refer to motion for approval under Agenda Item C.

79. **Department of Public Safety - Division of Parole and Probation - FY 2019** - Transfer of $48,760 from the Personnel Services category to the Information Services category to fund a requirements study for the replacement of the Parole and Probation legacy Offender Tracking Information System. Requires Interim Finance approval since the cumulative amount transferred from the Personnel Services category exceeds $75,000. **Work Program #C46213**

Agenda Items C-79 and C-80 were discussed jointly. Referred to testimony and motion for approval under Agenda Item C-80.

80. **Department of Public Safety - Division of Parole and Probation - FY 2019** - Transfer of $33,913 from the Personnel Services category to the Information Services category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount transferred from the Personnel Services category exceeds $75,000. **Work Program #C46287**

Agenda Items C-79 and C-80 were discussed jointly.

Chair Carlton requested an update on the Offender Tracking Information System (OTIS). She said it appeared the project was back at the beginning based on the information provided.

Stephanie O'Rourke, DPS Major, Division of Parole and Probation (P&P), Department of Public Safety (DPS), introduced Thomas Lawson, DPS Captain, P&P, DPS, and Philene O'Keefe, Administrative Services Officer, P&P, DPS. She said Mr. Lawson was in charge of the OTIS committee and could answer the Committee's questions.

Chair Carlton asked why the project was starting over from the beginning. She said there had been many discussions concerning OTIS. She noted that funds from the Personnel Services category were being used to address the legacy OTIS system. Chair Carlton asked for an update on the project.

Thomas Lawson, DPS Captain, P&P, DPS, said at the October 2018 IFC meeting, the former Director of the Department of Administration, Patrick Cates, testified that the OTIS program was put on hold. At that time, nearly all the funds available for the project had been expended, and the recommendation from the Division of

Enterprise Information Technology Services (EITS) was to stop and have the entire project reviewed by the 2019 Legislature. He said the Committee asked DPS and EITS to identify off-the-shelf solutions that could possibly replace the in-house development that had been underway since 2014. The department met with EITS staff and developed a request for information (RFI). Mr. Lawson said a cost summary was submitted to staff based on responses to the RFI.

Mr. Lawson said EITS recommended that DPS seek an outside vendor to help develop an updated list of requirements to ensure that the new system included everything in the legacy OTIS, as well as everything that had been added over the past three years and enhancements that may be needed as a result of legislation passed during the 2019 Legislative Session. He said the department spoke with the consulting firm Management Consultants (MTG), which was already under contract with DPS for the Criminal History Repository. EITS initially anticipated that the contract would take roughly two years. However, MTG indicated it could complete the scope of work and identify the requirements for the development of a request for proposal (RFP) in three months. The request to transfer funds would allow the department to engage the contract with MTG and review the entire process in order to develop a comprehensive and complete RFP. The department's goal was to release the RFP immediately upon the start of FY 2020, assuming funding was approved by the 2019 Legislature for the 2019-21 biennium, and then work as quickly as possible through the RFP process to identify a vendor and proceed with development.

Mr. Lawson said the department received 11 responses to the RFI. One vendor did not have a comparable product and two vendors did not provide cost information. He said the start-up costs ranged from $250,000 to $2.1 million, and annual recurring costs ranged from $25,000 to $756,000. Each vendor conditioned its response as preliminary data and reserved the right to update the information when the RFP and all requirements were made known.

In response to a question from Chair Carlton, Mr. Lawson replied that EITS proposed that the work during the 2019-21 biennium focus solely on developing the requirements document and presenting the RFP; project development would be done in the 2021-23 biennium. He said the department was pleased to hear from MTG that the project would not take that long. The current OTIS had limited capability to capture information for stakeholders; therefore, postponing the project by three or four years was discouraging. Mr. Lawson said MTG assured DPS that it had the capacity to complete the analysis and the requirements document for an RFP in three months.

Mr. Lawson clarified that the three-month timeframe was for the development of the requirements document, not the entire process. Some of the vendors indicated they could have the project completely deployed in less than one year following award of the contract.

Chair Carlton was hopeful the project could be completed during the 2020-21 Interim.

Assemblyman Kramer said, as he understood it, EITS indicated it would take significantly longer to develop the requirements document and RFP. He asked why EITS estimated a longer timeframe than MTG.

Dave Haws, Administrator, EITS, Department of Administration, said during discussions with P&P, EITS suggested taking time to determine how to get the project back on track and thoroughly review the system requirements. By doing so, EITS would fully understand the needs of DPS and be able to address those needs successfully. He said consulting firms had a good understanding of the requirements, because they typically worked in the space of functionality on a daily basis. The consulting firm could put the requirements together by reviewing projects similar to OTIS.

Mr. Haws said the RFI specifically requested that vendors indicate the cost and time involved to convert the data from the legacy system. He noted that none of the responses specifically provided a cost estimate or timeframe for the data conversion; therefore, there were large elements to the project that needed to be fleshed out. He thought MTG would be helpful, because the firm had a lot of useful tools and existing requirements from other projects that would help the division proceed with the RFP.

Assemblyman Kramer asked if EITS felt comfortable with the three-month timeframe proposed by the consultant. Mr. Haws said he could not speak to the consultant's timeframe, but he suspected MTG had a database of requirements from previous implementations that would provide a head start.

ASSEMBLYMAN FRIERSON MOVED TO APPROVE AGENDA ITEMS C-79 AND C-80.

SENATOR WOODHOUSE SECONDED THE MOTION.

THE MOTION PASSED UNANIMOUSLY.

81. Department of Public Safety - Division of Parole and Probation - FY 2019 - Transfer of $11,200 from the Operating category to the Equipment category and a transfer of $22,593 from the Operating category to the Information Services category to correct the recording and tracking of certain expenditures authorized in a previously approved work program. Requires Interim Finance approval since the cumulative amount transferred to the Information Services category exceeds $75,000. **Work Program #C46301**

Refer to motion for approval under Agenda Item C.

82. Department of Public Safety - Division of Parole and Probation - FY 2019 - Addition of $32,064 in federal United States Marshal's Service (USMS) grant funding to reimburse the cost of overtime for sworn staff supporting USMS operations. Requires Interim Finance approval since the cumulative amount added to the US Marshal's Service Reimbursement category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46306**

Refer to motion for approval under Agenda Item C.

83. Department of Public Safety - Highway Safety Plan and Administration – FY 2019 - Addition of $286,465 in federal Traffic Safety funds, $18,532 in federal Traffic Safety -Motorcycle Program funds, $41,451 in federal Traffic Safety-Distracted Driver/Pedestrian Safety funds, $77,413 in federal Traffic Safety Impaired Driver funds, $64,716 in federal Traffic Safety-Occupant Protection/Community Protection Services funds and $227,723 in federal Traffic Safety-Traffic Records funds, through a transfer from the Traffic Safety budget, to align state and federal budget authority in support of the agency's ongoing traffic safety grant programs. Requires Interim Finance approval since the amount added to the Traffic Records Program category exceeds $75,000. **RELATES TO AGENDA ITEM C.86**. **Work Program #C46062**

Refer to motion for approval under Agenda Item C.

84. Department of Public Safety - Highway Safety Plan and Administration – FY 2019 - Addition of $58,085 in Federal Fatality Analysis Reporting System funds to continue a census of all fatal traffic accidents and aid in establishing highway safety programs and decisions. Requires Interim Finance approval since the amount added to the Fatality Analysis Reporting System category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46458**

Refer to motion for approval under Agenda Item C.

85. Department of Public Safety - Highway Safety Plan and Administration – FY 2019 - Addition of $226,585 in Nevada Department of Transportation (NDOT) Flex funds and an addition of $881,463 in federal Highway Safety Improvement Plan funds, through a transfer from the Traffic Safety budget, to implement the state's Strategic Highway Safety Plan. Requires Interim Finance approval since the amount added to the NDOT Federal Funds category exceeds $75,000. **Work Program #C46451**

Refer to motion for approval under Agenda Item C.

86. Department of Public Safety - Traffic Safety - FY 2019 - Addition of $1,867,825 in federal Highway Safety funds, $888,895 in federal Alcohol Incentive funds, $157,835 in federal Occupant Protection Incentive funds, $253,416 in federal Traffic Records Incentive funds, $136,838 in federal Pedestrian Safety Incentive funds and

$1,967,092 in Nevada Department of Transportation (NDOT) Traffic Safety - Highway Safety Improvement Program (HSIP) funds to align federal and state budget authority and support the agency's ongoing traffic safety programs. Requires Interim Finance approval since the amount added to the NDOT HSIP Funds category exceeds $75,000. **RELATES TO AGENDA ITEM D.83. Work Program #C46250**

Refer to motion for approval under Agenda Item C.

87. **Department of Conservation and Natural Resources - Account for Off-Highway Vehicles (OHV) - FY 2019 -** Transfer of $12,263 from the Reserve category to the Personnel Services category to cover a projected shortfall in salaries through the end of the fiscal year. Requires Interim Finance approval since the amount added to the Personnel Services category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46404**

    Refer to motion for approval under Agenda Item C.

88. **Department of Conservation and Natural Resources - Account for Off-Highway Vehicles (OHV) - FY 2019 -** Transfer of $9,908 from the Reserve category to the Personnel Services category to cover an overlap position due to staff retirement. Requires Interim Finance approval since the cumulative amount added to the Personnel Services category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46424**

    Refer to motion for approval under Agenda Item C.

89. **Department of Conservation and Natural Resources - Environmental Protection - Waste Management and Corrective Action - FY 2019 -** Addition of $31,944 in federal Environmental Oversight Department of Energy (DOE) grant funds to purchase a replacement vehicle. Requires Interim Finance approval since the amount added to the DOE grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46221**

    Refer to motion for approval under Agenda Item C.

90. **Department of Conservation and Natural Resources - Environmental Protection - Waste Management and Corrective Action - FY 2019 -** Addition of $1,500,000 in fees transferred from the Hazardous Waste Management account to support environmental mitigation, assessment and remediation services. Requires Interim Finance approval since the amount added to the Corrective Actions category exceeds $75,000. **Work Program #C46350**

    Refer to motion for approval under Agenda Item C.

91. Department of Wildlife - Director's Office - FY 2019 - Addition of $293,366 in Cost Allocation of Vehicles charges transferred from various divisions to fund the department vehicle cost allocation for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Vehicles category exceeds $75,000. **RELATES TO AGENDA ITEM C.94**. **Work Program #C46232**

Refer to motion for approval under Agenda Item C.

92. Department of Wildlife - Operations - FY 2019 - Addition of $1,750,000 in Sportsmen revenue transferred from the Wildlife Fund account and $250,000 in Application fees transferred from the Wildlife Fund account to fund the purchase of new Las Vegas office space. Requires Interim Finance approval since the amount added to the Maintenance of Buildings and Grounds category exceeds $75,000. **Work Program #C46397**

Tony Wasley, Director, Department of Wildlife (NDOW), provided an overview of Work Program #C46397. In 1957, the U.S. Fish and Wildlife Service provided the Vegas Drive property, adjacent to an existing U.S. Fish and Wildlife Service office, to the Nevada Fish and Game Commission to create a cooperative atmosphere as it pertained to wildlife management in the state. In 1969, the Nevada Fish and Game Commission constructed an office on the property. Through the years, the agency shared the facility with some sister agencies within the Department of Conservation and Natural Resources (DCNR). Currently, the Division of Forestry and the Division of State Parks, as well as one employee with the Historic Preservation Office, resided at the NDOW building on Vegas Drive. Mr. Wasley said the office space was no longer adequate to meet the needs of customers and staff. NDOW began leasing additional space in Boulder City and Henderson approximately 15 years ago. He said the first of two needs assessments was conducted 13 years ago.

Mr. Wasley said NDOW had a unique set of office requirements. The storage space had to accommodate many unique tools, such as large traps, nets and electrofishing equipment. Additionally, secure parking was required for state-owned vehicles. He said the department had complex needs including accommodations for staff from three other agencies. Mr. Wasley said NDOW had not been actively seeking new office space; however, the department came across an opportunity that would provide new space for the agency, save millions of dollars and consolidate space through the potential acquisition of a former federal building that used to house Homeland Security. Mr. Wasley said the department began exploring options to purchase the property. He said NDOW had healthy reserves, which continued to grow due to increased revenue streams, increased outreach and marketing efforts, and an indirect cost rate that was approved by the federal government, which allowed the department to recoup some of the costs as it allocated office space to those areas for which federal aid was received.

Mr. Wasley said the state would be able to offset the purchase with proceeds from the sale of the Vegas Drive property. It was not the department's intent to require

DCNR personnel to seek new office space in the short term. Federal law required that assets given to a state wildlife agency through the U.S. Fish and Wildlife Service be protected under the laws pertaining to diversion, and those assets were required to remain under the control of the state wildlife agency. Mr. Wasley said the department planned to work through the legislative process to ensure that happened so that when the Vegas Drive property was liquidated in the future, the funds could be used to offset the expense and restore a portion of reserves.

Mr. Wasley noted the following changes to the work program: a decrease in Sportsmen Revenue from $1.75 million to $330,000, and a decrease in application fees from $250,000 to $70,000.

Mr. Wasley introduced Jack Robb, Deputy Director, NDOW, to discuss the specifics of the work program as well as the department's proposal.

Jack Robb, Deputy Directory, NDOW, said the building that the department wanted to purchase, located at 3373 Pepper Lane, met many of NDOW's unique needs, one of which was a boat pull-through. He noted that a boat pull-through was a difficult feature to find in a Las Vegas property. The property was in a prime Las Vegas location, on Pecos Road between Russell and Sunset Roads, seven minutes from the airport. He said the property would meet the needs of staff and was centrally located to meet customer needs. Additionally, the property would accommodate future growth.

Mr. Robb said the department was requesting $400,000 to accommodate tenant improvements. The current owner had been in the process of remodeling when discussions began with NDOW, however, the owner ceased work, because NDOW wanted minor changes in structure and some Americans with Disabilities Act (ADA) accommodations. He said $230,000 of the $400,000 would be used for a new heating, ventilation and air conditioning (HVAC) system, because the current system was original to the 20-year-old building.

Chair Carlton noted that additional information was received from NDOW around March 28, 2019, as requested by staff.

Mr. Wasley said the department would provide the Committee with an updated appraisal that was received after the information was submitted to staff.

In response to a question from Assemblywoman Titus, Mr. Robb replied that NDOW had two buildings on Vegas Drive that had been inadequate for staff and customers for years. He said the Vegas Drive location could not accommodate customers throughout the valley due to the location, so the department also had a satellite office in Henderson. Mr. Robb said the NDOW office in Henderson was the sole remaining business in a deteriorating shopping center. Consequently, the location had become unsafe due to a rodent infestation, sewer gasses backing up into the building, and lack of parking lot lighting in the evening. In addition, a dead body was recently

found near the rear entrance of the NDOW office. Mr. Robb said NDOW closed the Henderson office and relocated staff to the Vegas Drive office, which was already overcrowded. If the department could not proceed with the purchase of the Pepper Lane property, NDOW would have to seek another leased property to accommodate staff and customers in the Henderson area.

Assemblywoman Titus asked what funding sources would be used to purchase the Pepper Lane property. Mr. Wasley replied that the total purchase price would be approximately $4.1 million including all combined tenant improvements. Presently, the department's proposal was to use a portion of reserves as well as a portion of the funds in a restricted reserve account for application fees. As noted previously, the department was experiencing revenue growth, which contributed to the growing reserves. In addition, an indirect cost rate that allowed NDOW to be reimbursed for certain costs, such as office space, also contributed to increased reserves. Mr. Wasley said the department would like to use a combination of funds from the restricted reserve account for application fees and Sportsmen Revenue, with a larger portion coming from the latter. He reiterated that the approximate cost of the property and tenant improvements was $4.1 million, and the most recent appraisal of the Vegas Drive property was $2.6 million. A portion of the $2.6 million would revert to the General Fund per state law. Because several DCNR divisions also resided on the property, the entire $2.6 million was not expected to remain under the control of the state wildlife agency as required in federal legislation. Thus, a portion of restricted application fees and Sportsmen Revenue would be used and then offset in the future through the liquidation of the existing property that was given to the former Nevada Fish and Game Commission by the U.S. Fish and Wildlife Service.

Assemblywoman Titus asked if the use of Sportsmen Revenue to purchase property was allowable per statute.

Mr. Wasley confirmed that Sportsmen Revenue could be used to purchase the property. He recalled that Assemblywoman Titus had often noted that NDOW relied on Sportsmen Revenue to conduct activities that benefitted citizens and species that went beyond sportsmen-related activities. He said it would be great to have the level of support, financial and otherwise, that could direct those types of revenue from the General Fund. In this instance, NDOW was considering a piece of property that had been in state ownership since 1957 and had significant value, and the department was looking to offset the use of Sportsmen Revenue so the entire purchase was not borne through the Sportsmen Revenue account.

Mr. Wasley said NDOW was in a ten-year lease for its headquarters in Reno. Over the lifespan of that lease, the department would spend $6.0 million in Sportsmen Revenue for the cost of the lease. The $6.0 million was for 60 percent of a building that was purchased in 2014 for $3.75 million, and at the end of the lease the department would have nothing to show for those expenditures. Mr. Wasley

said, if the department was unable to move forward with the acquisition of the property on Pepper Lane, the lease scenario would cost more in the long run.

Assemblywoman Swank said the lease for the NDOW headquarters also included the cost of utilities. Mr. Robb confirmed that was correct. He said the lease, including utilities, would cost $6.2 million over ten years. The department had conducted a cost analysis of the new building, and using an escalator of 3 percent, which was built into the lease, the department would spend $4.6 million for a ten-year lease at the Las Vegas location. The sale price was $3.5 million with $400,000 in tenant improvements and upgrades, and approximately $200,000 for costs associated with the move, such as information technology, phone system and moving costs. Mr. Robb said total move-in costs would be approximately $4.1 million.

Assemblywoman Swank said it would be helpful for the Committee to know the ongoing maintenance costs. With a leased property, the landlord was responsible for maintenance issues; however, that burden would shift to the agency with the purchase of property.

Mr. Robb said the Pepper Lane facility had fresh paint and floors, and a new HVAC system. Consequently, the agency would be able to defer routine maintenance on those items for eight to ten years. He said NDOW recognized there were costs associated with owning a building; however, in the long run, owning an asset that would be worth more than $4.0 million in ten years and having some maintenance costs versus spending $40,000 per month on rent was a good thing for the state as well as the people that paid into the system.

Senator Goicoechea agreed that it was better to own than rent. He said it appeared that the sale of the Vegas Drive property would return approximately $1.6 million to the agency. Mr. Robb replied that NDOW and the Division of State Lands reviewed the past two appraisals, specifically the square footage of the buildings, to determine the equitable portion of the Division of State Lands' property and asset compared to NDOW's, recognizing that the land was given to NDOW. In the end, the agency would gain between $1.4 million and $1.7 million depending on the final appraisal and breakdown with the City of Las Vegas. Mr. Robb said the department would work through the process and ensure that NDOW met federal requirements and adhered to state laws regarding reversions to the General Fund through the sale of real property.

Senator Goicoechea asked if the funds would be placed in the Wildlife Fund. Mr. Robb replied that the funds would revert to Sportsmen Revenue.

In response to a question from Senator Goicoechea, Mr. Robb replied that wardens were housed at Boulder Beach. NDOW leased two facilities in Boulder City, neither of which had walk-in traffic. The Vegas Drive location was the only office that accepted walk-in traffic to register or title a boat, or purchase a license.

Senator Kieckhefer recalled that there was a Capital Improvement Program (CIP) request to build a new state office building off of Charleston Boulevard in Las Vegas. He asked if DCNR had discussed the possibility of using the new space. Mr. Robb confirmed that NDOW had a CIP request for a new building, and the department was in discussions with DCNR. He said constructing a building was a multi-year process, but NDOW had an immediate need. If the purchase of the Pepper Lane property was not approved, the agency would have to lease property in Henderson that would accommodate customer needs and provide additional space for staff. Mr. Robb said the department still intended to proceed with the CIP request. He said, if NDOW had an opportunity to move into a new state building after purchasing the Pepper Lane property, the department would sell the property and use the proceeds to offset moving costs.

In answer to a question from Senator Brooks, Mr. Robb replied that NDOW's current location was surrounded by the park at Decatur Boulevard and Vegas Drive. There had been multiple conversations throughout the years with the City of Las Vegas about acquiring the land. He believed that if the City of Las Vegas acquired the land, it would remove the two buildings currently occupied by the Division of State Lands and NDOW, keep the building occupied by the Division of State Parks and the Division of Forestry, and convert warehouse space and secure parking into some type of park facility to accommodate a build out to Vegas Drive and Decatur Boulevard. He said there was a large lot there that had been occupied in the past by the U.S. Fish and Wildlife Service as well as the Bureau of Land Management. If the City of Las Vegas owned the parcel, it would be incorporated into future plans for the soccer fields, golf course, etc.

Mr. Wasley added that the City of Las Vegas had expressed interest in the Vegas Drive property since before the Great Recession. As indicated by Mr. Robb, a park, soccer fields and parking lots were located on one side of the property and vacant land was located on the other side. The City of Las Vegas saw potential to build up the area. Mr. Wasley said the city's interest waned during the economic downturn; however, the city had a renewed interest in acquiring the property since the economy had recovered.

Senator Woodhouse asked how the department intended to fund one-time costs, such as infrastructure, information technology, moving, etc. Mr. Robb replied that the department would submit another work program for the June 20, 2019, IFC meeting to fund the purchase of the Pepper Lane property and related costs, if Work Program #C46397 was approved. He said the department was working with the Division of Forestry and prison crews to accommodate the move. As for information technology, NDOW IT staff had a fairly robust plan to accommodate the department's needs.

Senator Parks asked if the appraisal that was received on April 1, 2019, was commissioned by the department. Mr. Robb replied that NDOW commissioned the appraisal in cooperation with the Division of State Lands.

Chair Carlton said she was concerned about the pace of the project. She said the Pepper Lane property may be a very good deal; however, the Committee did not have adequate time to vet the proposal thoroughly. Although there was a time concern, it was important for the Committee to have the proper information before committing the state to the Pepper Lane property. Chair Carlton said she would not take a motion on Agenda Item C-92.

Mr. Robb said, if the work program was not approved by the Committee, the agency would lose the opportunity to purchase the Pepper Lane property, because there was a backup offer on the property. He said, in the four years that he had been with the state, NDOW had purchased two helicopters for $3 million each, seeds for several million dollars, and performed many habitat projects for a similar amount of money. He said all of those funding requests required very little backup documentation. Mr. Robb said the department received an e-mail from staff on April 2, 2019, requesting information, which was provided on April 4, 2019. He acknowledged there was a lack of communication on the part of NDOW. Mr. Robb reiterated that the property would no longer be available by June 20, 2019, and it would be difficult for the department to find another property in the same location that met all of the agency's needs.

Chair Carlton said she was wary when someone indicated that a deal was only available for a limited time. It made her want to ask even more questions. She was aware of conversations with staff concerning the backup offer on the Pepper Lane property. Chair Carlton said she was not comfortable moving forward with the department's request, because the Committee did not have enough information to make an informed decision.

Assemblywoman Benitez-Thompson agreed that leasing was typically more expensive than purchasing. She thought there should be more discussions with state agencies about the cost of leasing property compared to the cost of purchasing property. Chair Carlton agreed.

Chair Carlton said there was nothing preventing the agency from submitting a 15-day expeditious action work program. She said the Committee was willing to work with NDOW, but more information was required first.

No action was taken on Agenda Item C-92.

93. Department of Wildlife - Conservation Education - FY 2019 - Addition of $24,500 in Resources Enhancement Stamp fees transferred from the Wildlife Fund account and $24,500 in License Plate charges transferred from the Wildlife Fund account to fund the Wild Harvest Initiative. Requires Interim Finance approval since the amount added to the Administration category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46185**

Refer to motion for approval under Agenda Item C.

94. **Department of Wildlife - Law Enforcement - FY 2019** - Addition of $83,811 in Sportsmen revenue transferred from the Wildlife Fund account to fund the department vehicle cost allocation for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Cost Allocations category exceeds $75,000. **RELATES TO AGENDA ITEM C.91**. **Work Program #C46237**

    Refer to motion for approval under Agenda Item C.

95. **Department of Wildlife - Game Management - FY 2019** - Addition of $26,250 in federal Wildlife Restoration grant funds and $8,750 in Sportsmen revenue transferred from the Wildlife Fund account, and transfer of $40,000 from the Mule Deer Research category to the Veterinarian category to support increased disease testing and wildlife monitoring activities. Requires Interim Finance approval since the amount added to the Veterinarian category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C45834**

    Refer to motion for approval under Agenda Item C.

96. **Department of Wildlife - Fisheries Management - FY 2019** - Addition of $29,260 in federal Wildlife and Sport Fish Restoration Program grant funds and $9,753 in Sportsmen revenue transferred from the Wildlife Fund account to support sport fish production and distribution activities. Requires Interim Finance approval since the amount added to the Sport Fish Production and Distribution category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C46331**

    Refer to motion for approval under Agenda Item C.

97. **Department of Wildlife - Habitat - FY 2019** - Addition of $100,000 in Dream Tags Charitable Fund grant funds to support wildfire rehabilitation and restoration projects. Requires Interim Finance approval since the amount added to the Dream Tag Projects category exceeds $75,000. **Work Program #C46364**

    Refer to motion for approval under Agenda Item C.

98. **Department of Wildlife - Habitat - FY 2019** - Addition of $300,000 in federal Wildlife Restoration grant funds to purchase land adjacent to the Overton Wildlife Management Area (WMA). Requires Interim Finance approval since the amount added to the WMA System category exceeds $75,000. **Work Program #C46411**

    Refer to motion for approval under Agenda Item C.

99. **Department of Transportation - Bond Construction - FY 2019 -** Addition of $540,000 in Treasurer's Interest Distribution to support the higher than anticipated projections for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Fiscal Year 2018 Bond Issue category exceeds $75,000. **Work Program #C46372**

    Refer to motion for approval under Agenda Item C.

100. **Department of Transportation - Transportation Administration - FY 2019 -** Addition of $8,700,000 in Highway Fund authorization to support the purchase of three replacement snow removal vehicles and six rotary snow blowers. Requires Interim Finance approval since the amount added to the Equipment category exceeds $75,000. **Work Program #C46457**

    Refer to motion for approval under Agenda Item C.

101. **Public Employees Benefit Program - FY 2019 -** Transfer of $92,774 from the State Employee Insurance Costs category to the Personnel category, transfer of $188,456 from the State Employee Insurance Costs category to the Operating category, transfer of $3,211,479 from the State Employee Insurance Costs category to the State Medicare Retiree Insurance Costs category, and transfer of $786,272 from the State Employee Insurance Costs category to the Non-State Medicare Retiree Insurance costs category to cover projected claims and operating expenditures for the balance of the fiscal year. Requires Interim Finance approval since the amount added to the State Medicare Retiree Insurance costs category exceeds $75,000. **Work Program #C46349**

    Refer to motion for approval under Agenda Item C.

102. **Silver State Health Insurance Exchange - Administration - FY 2019 -**Transfer of $2,119,878 from the Reserve category to the Transfer to Centers for Medicare and Medicaid Services (CMS) category to fund the projected increase in the fee paid to CMS for the use of the federal platform for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Transfer to CMS category exceeds $75,000. **Work Program #C46391**

    Refer to motion for approval under Agenda Item C.

103. **Department of Agriculture - Commodity Foods Distribution Program – FY 2019 -** Addition of $318,000 in federal Trade Mitigation Food Purchase and Distribution Program funds to support food bank partners. Requires Interim Finance approval since the amount added to the Trade Mitigation Program category exceeds $75,000. **Work Program #C46522. RECEIVED AFTER SUBMITTAL DEADLINE, 3-18-19.**

    Refer to motion for approval under Agenda Item C.

104. Department of Veterans Services - Southern Nevada Veterans Home Account - FY 2019 - Addition of $112,780 in Hospice Reimbursement funds and $1,705,229 in Medicaid Charge funds to cover the projected increased cost of food, pharmaceuticals, medical services and utilities for the remainder of the fiscal year due to new regulations and requirements. Requires Interim Finance approval since the amount added to the Operating category exceeds $75,000. **Work Program #C46500. RECEIVED AFTER SUBMITTAL DEADLINE, 3-18-19.**

Refer to motion for approval under Agenda Item C.

105. Department of Health and Human Services - Health Care Financing and Policy - Administration - FY 2019 - Transfer of $286,200 from the Operating category to the Waiver State Plan Amendment category to cover contract costs for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Waiver State Plan Amendment category exceeds $75,000. **Work Program #C46536. RECEIVED AFTER SUBMITTAL DEADLINE, 3-21-19.**

Suzanne Bierman, Administrator, DHCFP, DHHS, said the DHCFP was requesting approval to change the funding source of the non-federal share of an existing contract with Myers and Stauffer from the Division of Child and Family Services (DCFS) to the DHCFP. More specifically, funds would be transferred from the Operating category to a special use category within the Medicaid budget.

Ms. Bierman said the purpose of the contract was to provide assistance in the identification and development of Medicaid-funded services to assist Nevada's children in specialized foster care (SFC). She said DCFS would continue providing programmatic expertise and experience as the operating agency and would work with Myers and Stauffer to engage stakeholders to develop services that may be added to the Medicaid program to help address the needs of the SFC population. The DHCFP would be the oversight agency. She said the DHCFP had a direct relationship with CMS and was able to access federal funds to match the 50 percent non-federal share of the contract. For that reason, the division was requesting to be added to the contract.

Chair Carlton asked why the DHCFP proceeded with the development of the initiative without first seeking funding approval from the Legislature or the IFC.

Mandi Davis, Deputy Administrator, DCFS, DHHS, replied that the 2017 Legislature requested that DCFS implement a change to fix the funding mechanism for SFC. The division tried to implement a change, but the initiative failed; therefore, DCFS sought expert advice from Myers and Stauffer to successfully implement a change to seek Medicaid funding for SFC services.

Chair Carlton remarked that legislative approval was typically obtained before proceeding with an initiative.

Assemblywoman Benitez-Thompson thought all state agencies needed to be reminded that it was necessary to receive approval from the Legislative Branch, not just the Executive Branch, before entering into a contract.

Chair Carlton asked when further details concerning the waiver or expanded state plan services, such as covered services, operational and administrative plans and projected costs, would be made available to the Committee.

Ms. Davis replied that DCFS was currently drafting the application. The agency hoped to have the draft completed by May 2019 and submitted to CMS in late spring or early summer 2019. She said the division was communicating with stakeholders that would be affected by the change in Medicaid funding to seek input about the types of services that may be provided. The feedback from stakeholders was being considered during the drafting of the application. Ms. Davis said the application and implementation of any changes would be contingent upon legislative approval, whether or not additional funding or resources were required.

In answer to a question from Chair Carlton, Ms. Davis replied that DCFS would wait until the 2021 Legislative Session to request funding if there were additional costs associated with the application that exceeded existing authority.

SENATOR WOODHOUSE MOVED TO APPROVE AGENDA ITEM C-105.

ASSEMBLYWOMAN BENITEZ-THOMPSON SECONDED THE MOTION.

THE MOTION PASSED UNANIMOUSLY.

RECLASSIFICATION

Refer to motion for approval under Agenda Item C.

AGENCY	AGENCY/ ACCOUNT NUMBER	POSITION NUMBER	PRESENT CLASS, CODE, GRADE, SALARY	PROPOSED CLASS, CODE, GRADE AND SALARY
Department of Motor Vehicles/ Central Services and Records	810/4712	CC4062	Program Officer 2 Code: 7.647 Grade: 33/04 Employee/Employer Paid Retirement $52,032.96	License Plate Production Technician 2 Code: 9.751 Grade 33/04 Employee/Employer Paid Retirement $52,032.96

D. STATEMENT OF CONTINGENCY ACCOUNT BALANCE.

Cindy Jones, Assembly Fiscal Analyst, Fiscal Analysis Division, LCB, referred to the Statement of the Contingency Account on page 3 in Volume III of the meeting packet (Exhibit C). There were no requests before the Committee. She explained that if an agency had a shortfall for the current fiscal year while the legislative session was in progress, the agency could request funds through a supplemental appropriation or from the Contingency Account after the Legislature adjourned.

Ms. Jones said the unrestricted portion of the General Fund was approximately $17.4 million at the beginning of the 2017-19 biennium. The balance of the unrestricted portion of the General Fund was approximately $9.8 million at the beginning of FY 2019; however, due to significant requests, mostly related to firefighting, the balance was reduced to approximately $1.8 million. A bill would be presented during the 2019 Legislative Session to restore the Contingency Account to a balance similar to the balance at the beginning of the 2017-19 biennium. Ms. Jones noted that the Highway Fund portion had remained stable with minimal requests. The balance of the Highway Fund at the beginning of the 2017-19 biennium was approximately $1.67 million and the current balance was approximately $1.62 million.

E. STATE DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES – DIVISION OF STATE PARKS – Request for approval to expend $99,000 from the Account for Maintenance of State Parks to cover utility upgrades at Wild Horse State Recreation Area, pursuant to NRS 407.0762.

Jennifer Idema, Administrative Services Officer, Division of State Parks, Department of Conservation and Natural Resources (DCNR), said the division was requesting authority to expend funds to install cabins at Wild Horse State Recreation Area. The cabins were approved as part of the 2017 Governor's Initiative.

Ms. Idema noted that the revised request was $119,000 per contract bids received this week.

> SENATOR GOICOECHEA MOVED TO APPROVE AGENDA ITEM E IN THE AMOUNT OF $119,000.
>
> ASSEMBLYWOMAN BENITEZ-THOMPSON SECONDED THE MOTION.
>
> THE MOTION PASSED UNANIMOUSLY.

F. REQUESTS FOR APPROVAL TO ACCEPT GIFTS AND GRANTS PURSUANT TO NRS 353.335

1. Department of Education
   a) Request for approval to accept a donation of $60,000 from the United Way to meet the required match for the Preschool Development B-5 grant: Building Comprehensive Early Childhood System grant which will fund planning activities for additional preschool seats. **RELATES TO AGENDA ITEMS C. 14 and F 1 b, c. RECEIVED AFTER SUBMITTAL DEADLINE, 3-14-19**.

      Agenda Items C-14, F-1 (a), F-1(b) and F-1(c) were discussed jointly. Refer to motion and testimony under Agenda Item C-14.

   b) Request for approval to accept a donation of $24,500 from the City of Las Vegas to meet the required match for the Preschool Development B-5 grant: Building Comprehensive Early Childhood System grant which will fund planning activities for additional preschool seats. **RELATES TO AGENDA ITEMS C. 14 and F 1 a, c. RECEIVED AFTER SUBMITTAL DEADLINE, 3-14-19**.

      Agenda Items C-14, F-1 (a), F-1(b) and F-1(c) were discussed jointly. Refer to motion and testimony under Agenda Item C-14.

   c) Request for approval to accept a donation of $100,000 from the Andre Agassi Foundation to meet the required match for the Preschool Development B-5 grant: Building Comprehensive Early Childhood System grant which will fund planning activities for additional preschool seats. **RELATES TO AGENDA ITEMS C. 14 and F 1 a, b. RECEIVED AFTER SUBMITTAL DEADLINE, 3-14-19**.

      Agenda Items C-14, F-1 (a), F-1(b) and F-1(c) were discussed jointly. Refer to motion and testimony under Agenda Item C-14.

2. Department of Tourism and Cultural Affairs – Division of Museums and History – Request for approval to accept a donation of $200,000 from the Vera Silberstein Gift Trust to support the Nevada State Railroad Museum.

   Peter Barton, Division Administrator, Division of Museums and History, Department of Tourism and Cultural Affairs, said the division was requesting approval to accept a partial distribution of funds in the amount of $200,000 for the Nevada State Railroad Museum from the Vera Silberstein Gift Trust. He said Mrs. Silberstein, a California resident, had a deep appreciation for American history. She spent most of her life in the Lake Tahoe region and Folsom, California until she passed away in September 2015. Mr. Barton said 10 percent of Mrs. Silberstein's estate was donated to the Nevada State Railroad Museum and another 10 percent to Bowers Mansion in Washoe Valley. Several

other nonprofit organizations in California also received donations from the Silberstein estate.

SENATOR WOODHOUSE MOVED TO APPROVE AGENDA ITEM F-2.

ASSEMBLYWOMAN MONROE-MORENO SECONDED THE MOTION.

THE MOTION PASSED UNANIMOUSLY. (Assemblyman Frierson and Assemblyman Wheeler were not present for the vote.)

G. INFORMATIONAL ITEMS.

There was no discussion on Agenda Item G.

1. OFFICE OF THE GOVERNOR – Office of Workforce Innovation – Semiannual report concerning the efforts and achievements of the office for the period ending December 31, 2018 (letter of intent, 2017 Legislature).

2. DEPARTMENT OF EDUCATION – Quarterly report on Class-Size Reduction variances for the period ending September 30, 2018, of the 2018-2019 school year, pursuant to NRS 388.700(5). **WITHDRAWN 3-15-19**.

3. STATE PUBLIC CHARTER SCHOOL AUTHORITY – Semiannual report on the progress of eliminating the backlog in reviewing charter applications and written correspondence to applicants recommended for denial, conducting required site visits, revising the academic and organizational framework, and completing regulatory enforcement review for the period ending December 31, 2018 (letter of intent, 2017 Legislature).

4. NEVADA SYSTEM OF HIGHER EDUCATION
   a) Biannual report on any additional fees and any additional nonresident tuition fees received by each institution beyond the authorized amounts for the period ending December 31, 2018, pursuant to Senate Bill 545, Section 8, subsection 2 of the 2017 Legislative Session.
   b) Quarterly report on the progress made by the University of Nevada, Reno School of Medicine in obtaining federal approval for the research program on the medical use of marijuana, as well as the status of activities and information received through the program, for the period ending December 31, 2018, pursuant to NRS 453A.600.

5. DEPARTMENT OF BUSINESS AND INDUSTRY – Home Means Nevada – Quarterly report concerning the status of the Foreclosure Mediation Assistance program for the period ending December 31, 2018, pursuant to NRS 107.086(16).

6. DEPARTMENT OF HEALTH AND HUMAN SERVICES
   a) Director's Office
      1) Grants Management Unit – Semiannual report on how tobacco settlement funds were used to expand and establish the Federal Qualified Health Centers (FQHCs) in the state for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
      2) Annual report for the Office of Community Partnerships and Grants on the Fund for a Healthy Nevada for the period ending June 30, 2018, pursuant to NRS 439.630 (1)(m)(5).
      3) Annual report for the Office of Community Partnerships and Grants regarding monies provided through the Community Services Block Grant Act for the period ending December 31, 2018, pursuant to NRS 428.375 (4).
      4) Annual report for the Office of Community Partnerships and Grants concerning the expenditures of the Family Resource Centers for the period ending June 30, 2018, pursuant to NRS 430A.200.

   b) Aging and Disability Services Division
      1) Desert Regional Center – Report on the Desert Regional Center Intermediate Care Facility, as requested during the April 11, 2018, meeting of the Interim Finance Committee.
      2) Quarterly report for the Senior Rx and Disability Rx Prescription Caseload Data for the period ending December 31, 2018, pursuant to NRS 439.630(1)(c).
      3) Early Intervention Services – Semiannual report on the status of various aspects within the Early Intervention Services program for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
      4) Home and Community-Based Services – Semiannual report on the status of various aspects within the Autism Treatment Assistance Program for the period ending December 31, 2018 (letter of intent, 2017 Legislature).

   c) Division of Health Care Financing and Policy – Quarterly report on the Disproportionate Share Hospital Supplemental Payment Program for the period ending March 31, 2019, pursuant to NRS 422.390(2).

   d) Division of Welfare and Supportive Services – Semiannual report on the average wait times of clients at its district offices and any action that may have been taken for the period ending December 31, 2018 (letter of intent, 2017 Legislature).

7. DEPARTMENT OF CORRECTIONS
   a) Director's Office – Quarterly report on the capacity issues and transfer of inmates out of state for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
   b) Quarterly report on department wide overtime for the period ending December 31, 2018, as requested during the August 24, 2017, meeting of the Interim Finance Committee.

c) Semiannual report on the agency's statistical data related to the implementation of body and stationary cameras for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
d) Annual report on participation in and aftercare from the therapeutic communities programs within the correctional system, for the period ending December 31, 2018, pursuant to NRS 209.4244.

8. DEPARTMENT OF MOTOR VEHICLES – System Modernization – Semiannual report on the status of the system modernization project for the period ending December 31, 2018 (letter of intent, 2017 Legislature).

9. DEPARTMENT OF PUBLIC SAFETY
   a) Director's Office – Nevada Office of Cyber Defense – Quarterly report regarding the operations and effectiveness for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
   b) Division of Parole and Probation
      1) Quarterly report on the status of the agency's pre-sentence investigations backlog for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
      2) Semiannual report on programs implemented to reduce the number of inmates housed in Nevada's correctional facilities and institutions that have been paroled, but have not been released due to non-viable housing plans for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
      3) Semiannual report regarding the implementation and operations of the Day Reporting Centers (DRC) to provide high-risk offenders with rehabilitative services for the period ending December 31, 2018 (letter of intent, 2017 Legislature).
   c) Division of Emergency Management – Emergency Assistance Account – Quarterly report on the expenditures made from the Emergency Assistance Account pursuant to NRS 414.135(5):
      1) For the period ending September 30, 2018.
      2) For the period ending December 31, 2018.

10. DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES
    a) Division of State Lands – Semiannual report on the status of the state's Environmental Improvement Program (EIP)/Fund to Protect the Lake Tahoe Basin (FPLTB) for the period ending December 31, 2018, pursuant to Chapter 514, Statutes of Nevada 1999.
    b) Division of Environmental Protection Bureau of Air Quality Planning – Semiannual report on the status of the Volkswagen Settlement and the Mitigation Fund for the period ending December 31, 2018 (letter of intent, 2017 Legislature). Due to the large number of pages, the full report was not included in this meeting packet. The full report is available online at the Nevada Legislature Interim Finance Committee website:
    https://www.leg.state.nv.us/App/InterimCommittee/REL/Interim2017/Meeting/5039

11. TAHOE REGIONAL PLANNING AGENCY – Annual report of audited expenditures and progress achieving performance measures and benchmarks for the period ending December 31, 2018, pursuant to NRS 277.220(2). Due to the large number of pages, the full report was not included in this meeting packet. The full report is available on line at the Nevada Legislature Interim Finance Committee website: https://www.leg.state.nv.us/App/InterimCommittee/REL/Interim2017/Meeting/5039

12. CLARK COUNTY SCHOOL DISTRICT – Semiannual progress report, which describes each expenditure incurred for a human resource management information system for the period ending December 31, 2018, pursuant to Senate Bill 550, section 2, subsection 2(a) (2017 Legislature).

13. Reports on the use of consultants for the July 1, 2018, through December 31, 2018, reporting period:
    a) Reports from school districts pursuant to NRS 391.155.
    b) Reports from boards and commissions pursuant to NRS 333.705(7).
    c) Reports from the Nevada System of Higher Education, pursuant to NRS 333.705(7)

H PUBLIC COMMENT.

There was no public comment.

I. ADJOURNMENT.

Chair Carlton adjourned the meeting at 10:28 a.m.

_____
Assemblywoman Maggie Carlton, Chair
Interim Finance Committee

_____
Rick Combs, Director, Legislative Counsel Bureau,
and Secretary, Interim Finance Committee