

MINUTES OF THE APRIL 9, 2015
MEETING OF THE
INTERIM FINANCE COMMITTEE
Carson City, Nevada

Chair Paul Anderson called a regular meeting of the Interim Finance Committee (IFC) to order at 8:35 a.m. on April 9, 2015, 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. [Exhibit A](#) is the Agenda and [Exhibit B](#) is the Meeting Packet. All exhibits are available and on file at the Fiscal Analysis Division of the Legislative Counsel Bureau.

COMMITTEE MEMBERS PRESENT:

Assemblyman Paul Anderson, Chair
Senator Ben Kieckhefer, Vice-Chair
Senator Pete Goicoechea
Senator Mark Lipparelli
Senator David Parks
Senator Michael Roberson
Senator Debbie Smith
Senator Joyce Woodhouse
Assemblyman Derek Armstrong
Assemblywoman Teresa Benitez-Thompson
Assemblywoman Irene Bustamante Adams
Assemblywoman Maggie Carlton
Assemblywoman Jill Dickman
Assemblyman Chris Edwards
Assemblyman John Hambrick
Assemblyman Pat Hickey
Assemblywoman Marilyn Kirkpatrick
Assemblyman Randy Kirner
Assemblyman James Oscarson
Assemblyman Michael Sprinkle
Assemblywoman Heidi Swank
Assemblywoman Robin Titus

LEGISLATIVE COUNSEL BUREAU STAFF PRESENT:

Cindy Jones, Fiscal Analyst, Assembly
Mark Krmpotic, Fiscal Analyst, Senate
Stephanie Day, Deputy Fiscal Analyst
Alex Haartz, Deputy Fiscal Analyst
Brenda Erdoes, Legislative Counsel
Sherie Silva, Interim Finance Committee Secretary
Cynthia Wyett, Committee Assistant

A. ROLL CALL.

Rick Combs, Director, Legislative Counsel Bureau, and Secretary, Interim Finance Committee, called the roll; all members were present.

B. PUBLIC COMMENT.

Chair Anderson asked for public comment and there was none.

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

Cindy Jones, Assembly Fiscal Analyst, Fiscal Analysis Division, reviewed the work program revisions in Agenda Item C. The Committee requested testimony on the following Agenda Items: item C-5, Division of Enterprise Information Technology Services, Department of Administration; items C-20 and C-24, Department of Agriculture; items C-39 and C-41, Division of Health Care Financing and Policy, Department of Health and Human Services (DHHS), were revised, as explained below, and would be heard together; and item C-69, Division of Child and Family Services, Juvenile Correctional Facility, DHHS.

Item C-158, Division of Public and Behavioral Health, DHHS, and items C-160, C-161, and C-162, Division of Welfare and Supportive Services, DHHS, involved block grant funding and required a public hearing;.

Items C-18, C-21, and C-25, Department of Agriculture, were withdrawn by the Department of Administration. Jim Wells, Budget Director, Department of Administration, confirmed that items C-18, C-21, and C-25 were to be withdrawn. Items C-137, C-139, C-143, and C-144, Department of Conservation and Natural Resources, and item C-159, Public and Behavioral Health, DHHS, were withdrawn.

Ms. Jones reviewed the revisions to the following work programs.

- Agenda Item C-39, Division of Health Care Financing and Policy, DHHS: The amount of school district reimbursements in managed care was revised from \$21,138,477 to \$21,454,451.
- Agenda Item C-41, Division of Health Care Financing and Policy, DHHS: The addition of federal Title XXI grant funds was revised from \$596,641 to \$736,642; federal Title XIX grant funds of \$80,016,216 was revised to \$74,410,980; and \$22,519,953 in Intergovernmental Transfer funds was revised to \$18,588,074.
- Agenda Item C-40, Division of Health Care Financing and Policy, DHHS: The Payments to State Agencies category should also include a transfer of \$43,154 from the Fiscal Agent Account to the Reserve for Reversion account.

- Agenda Item C-65, Division of Welfare and Supportive Services, DHHS: The amount of Child Support Enforcement funds was revised from \$74,770 to \$97,472.
- Agenda item C-79, Department of Corrections, Ely State Prison: Transfer from the Uniform Allowance category to the Utilities category was revised from \$2,461 to \$8,472.
- Agenda item C-93, Department of Corrections, Florence McClure Women's Correctional Center: Transfer of \$6,784 from the Uniform Allowance category to the Utilities category was revised to \$16,420.
- Agenda item C-106, Department of Corrections, Humboldt Conservation Camp: Transfer of \$1,907 from the Maintenance Contracts category to the Inmate Drivens category was revised to \$2,706,
- Agenda Item C-118, Department of Motor Vehicles, Director's Office: Addition of \$31,843 in Budgetary Transfers from the Field Services account was revised to \$31,219.
- Agenda item C-122, Department of Motor Vehicles, Field Services: Deletion of \$31,843 in Budgetary Transfers was revised to \$31, 219.
- Agenda Item C-142, Department of Conservation and Natural Resources: Addition of \$70,115 in federal U.S. Department of Energy (DOE) grant funds was revised to deletion of \$63,222; addition of a transfer of \$70,115 from the Reserve category to the DOE grant category.

Ms. Jones noted that no requests had been received to hear testimony on the Informational Items in Agenda Item E.

Chair Anderson asked whether Committee members wanted to receive additional testimony on any other items:

Assemblywoman Carlton requested testimony on Agenda Item C-156, Public Employees' Benefits Program.

Assemblywoman Bustamante Adams requested information on item C-71, Employment Security Division, Department of Employment, Training and Rehabilitation.

Chair Anderson opened the public hearing on the items involving block grant funds, C-158, C-160, and C-161, and hearing no requests to testify, he closed the public hearing.

ASSEMBLYWOMAN CARLTON MOVED TO APPROVE THE REMAINING WORK PROGRAM REVISIONS AND POSITION CHANGES IN AGENDA ITEM C.

SENATOR PARKS SECONDED THE MOTION.

THE MOTION CARRIED. (Senator Roberson was not present for the vote.)

1. **Office of the Governor - State Energy Office - Energy Conservation - FY 2015-** Addition of \$54,835 in State Energy Program (SEP) Formula grant funds to continue energy program outreach, reporting, and planning activities. Requires Interim Finance approval since the amount added to the SEP Formula Grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31777**

Refer to motion for approval under Agenda Item C.

2. **Office of the Governor - State Energy Office - Energy Conservation - FY 2015-** Addition of \$83,096 in State Energy Program (SEP) Competitive grant funds to continue SEP Public Facility Retrofit program activities. Requires Interim Finance Approval since the amount added to the Public Facility Retrofit category exceeds \$75,000. **Work Program #C31823**

Refer to motion for approval under Agenda Item C.

3. **Office of the Treasurer - Nevada College Savings Trust - FY 2015 -** Addition of \$50,000 in Non-Cash Revenue to record the value of Putnam Investment Management Marketing's national marketing commitment required for the College Savings Program of Nevada. Requires Interim Finance approval since the amount added to the Putnam Marketing category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31733**

Refer to motion for approval under Agenda Item C.

4. **Office of the Treasurer - Unclaimed Property - FY 2015 -** Addition of \$441,570 in funds transferred from the Abandoned Property account to cover an increase in audit and custodial services transactions of unclaimed property. Requires Interim Finance approval since the amount added to the Audit Services category exceeds \$75,000. **Work Program #C31997**

Refer to motion for approval under Agenda Item C.

5. **Department of Administration - Enterprise IT Services - Computer Facility - FY 2015 -** Transfer of \$740,000 from the Reserve category to the Information Services category to fund projected Cloud based email upgrade expenditures for

the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Information Services category exceeds \$75,000.
Work Program #C32011

Evan Dale, Administrator, Administrative Services, Department of Administration, explained that Agenda Item C-5 was a work program to support the email solution for the state. When the work program was submitted, the plan was to outsource the state-owned email system to a Cloud-based solution with a private vendor. Since that time, the Division of Enterprise Information Technology Services (EITS) had determined that it would be unable to reach an acceptable agreement with the vendor. As a result, the plan was to upgrade and continue with the current system.

Mr. Dale said that the work program, as submitted, requested \$740,000 be moved from the Reserve category to the Information Services category 26. The request was revised to \$614,000, as detailed in [Exhibit C](#), and the money would be used to upgrade the current exchange licensing to bring the state's exchange email servers into compliance, purchase proof-point licenses, and fund the mainframe lease that was previously approved in the original request.

Assemblywoman Carlton recalled discussions about the email upgrade during the 2013 Legislative Session, and she had concerns then whether a private business could do a better job than the state could. She asked what the stumbling blocks were in the process and how the state's email problems would be resolved.

David Gustafson, Administrator, Division of Enterprise Information Technology Services, Department of Administration, replied that the current email system was a 2007 exchange, and after eight years, it was not as strong as it was originally. The Division had always planned to migrate to a Cloud-based solution, which would provide a much better scalable and reliable platform.

Mr. Gustafson explained that the Cloud-based solution would not only provide email, but the Microsoft or Google platform would also include the office suite and Internet browser. The documents created were saved in the Cloud and could be shared: the collaboration was much greater than normal desktop document and email systems.

Mr. Gustafson said that there were concerns about the first request for proposal (RFP), and it was canceled. The RFP was revised to include stronger language around the total cost of ownership, because there was no contingency built into the project. To ensure a successful project, the RFP would need to include a total cost of ownership bid or some contingency funds. The Division was unable to secure a bid that included a total cost of ownership in the second RFP, which was also canceled. Mr. Gustafson said the Division had tried to reach an agreement, but there were stumbling blocks.

Mr. Gustafson went on to explain that the National Association of State Chief Information Officers and National Association of Purchasing Officers were joining together to do a joint nationwide Western States Contracting Alliance (WSCA)

agreement, which would be available to all states and municipalities across the country. The agreement was expected to be finalized in spring of 2016. Once that occurred, the state would no longer have to do an RFP: it could simply sign up for the services as negotiated through the national collaboration effort.

In summary, Mr. Gustafson said that the Division wanted to be the best stewards of the state's money as possible; make sure the project would not be put in an at-risk scenario; and ensure that the costs would not overrun the project. However, the state still had an eight-year-old email system with an aging infrastructure and old licensing. The work program in item C-5 would true-up licensing and upgrade the existing system only. He said it was important to note that the problem would not be solved: the system would still lack a lot of the major functionality, such as management capabilities and email in the Cloud.

Assemblywoman Carlton said those were the same concerns that existed during the 2013 Legislative Session, and if the Division had started to fix the problems then, many of them would be resolved today. She said when the state tried to outsource or privatize, there were always problems, and she thought the state could do a better job in this case than private industry.

Assemblywoman Carlton asked whether she understood correctly that the proposed solution would involve an association of government organizations and she asked when it would be ready.

Mr. Gustafson replied that she was correct, and solution would be complete in the spring or summer of 2016.

Assemblywoman Carlton observed that now the problems would not be resolved for a total of nearly four years. Mr. Gustafson concurred.

Assemblyman Sprinkle recalled that when the Governor's recommendation was approved in the 2013 Legislative Session, there was a cost allocation associated with the request, and he asked what amount was approved.

Mr. Dale replied that \$556,000 was approved for fiscal year (FY) 2014 to move to the Cloud solution for a partial year and to procure migration services to help the state migrate. Since the move did not take place, the expenses were avoided. He said that \$512,000 per year was approved in FY 2015 to maintain the Cloud licenses moving forward.

Assemblyman Sprinkle affirmed that the \$556,000 was never spent and \$512,000 per year was built into the FY 2015 and the 2016-2017 biennium budgets.

Mr. Dale said that Mr. Sprinkle was correct, and a budget amendment would be processed for the next biennium because the Cloud solution would not be available in FYs 2016 and 2017.

Assemblyman Sprinkle asked why the \$740,000 transfer from Reserve was being requested.

Mr. Gustafson replied that because the funds were not expended in FY 2014, they were rolled into the Reserve accounts. The request was to use those Reserve funds to upgrade and maintain the existing email system.

Assemblywoman Kirkpatrick said that she understood the reasons for trying to privatize the system were because the state could not recruit and retain information technology (IT) staff to build a workforce. She noted that about \$200 million in IT requests was approved in the 2013 Session, and in the current Session, there was about \$190 million in IT requests.

Assemblywoman Kirkpatrick said she had seen the agency change names and administration four times in ten years. She questioned whether the agency should be dissolved and the method of providing email and IT services should be changed. She was uncomfortable approving more funding to support what she believed was an unreliable communication system. She realized the system was antiquated, but she was having difficulty justifying further support.

Mr. Gustafson stated that he was leaving his position the following day, and he wanted to speak candidly. He said the problem was that the budget or finances determined the policy, which was not the way IT services should operate. The policy should be based upon what should be done and how it could be done. Two RFPs had been canceled because of potential cost overruns that could cause the project to fail. He said that overruns were inevitable, and EITS believed it was being a good steward of state funds to cancel an RFP if timelines and budget could not be guaranteed.

Mr. Gustafson advised that policy should dictate the state's IT program, which should then be funded accordingly. Information technology was too important to continue to be pushed down in the organization. He noted that his authority had been restricted over the past years, but IT needed to be elevated because it had an enterprise effect on all state programs, which ran on state networks, state data centers, and state servers. Because funding currently dictated the state's IT policy, the ability of EITS to provide needed services was restricted. He emphasized that the state's information technology needed to be elevated and receive more focus. Government was running on technology, and without technology, there would be no government.

Assemblywoman Kirkpatrick said that she appreciated Mr. Gustafson's candid remarks, and she agreed with him. She had fought during the last two legislative sessions to place higher priority on IT services. She assumed lack of financing and support was the major reason for the inability to retain good staff.

Mr. Gustafson said that he was one of the longest standing IT CEOs (chief executive officers) across the country. He said that IT people liked to solve problems, and it seemed that he was always arguing with the accountants rather than following policy.

He believed that his position had continued to be subjugated, which was not appropriate.

Chair Anderson stated that the Legislature needed to have an extensive discussion concerning information technology and how it should be addressed. For clarification, he asked how many users EITS supported on the current email system. Mr. Gustafson replied that EITS supported 13,500 users.

Mr. Anderson said those numbers had to be taken into account. Licensing was expensive, and the cost for 13,500 users was a large amount.

Assemblyman Armstrong asked how close the RFP bid amounts were to the funds available.

Mr. Gustafson replied the bid amounts were probably close, but when negotiations started, many questions arose about how many EITS staff would be needed and other supplemental expenses. He noted that the state's procedure was to take the lowest bid, but often the lowest bid might not be the best solution.

Mr. Gustafson explained that the Western States Contracting Alliance (WSCA) would determine the per-mailbox cost, which would probably range from \$3.00 to \$5.00 per month, including everything, and there would be no risk involved.

Assemblywoman Carlton asked whether the reason for approving the work program today was to enable EITS to begin solving problems.

Mr. Gustafson replied that she was correct, and he added that the funds would be used to upgrade the infrastructure to improve the system for four more years.

Assemblyman Edwards asked Mr. Gustafson whether a successor had been named for his position.

Mr. Gustafson replied that Amy Davey, Deputy Administrator, had been working with him for nearly two years and would serve as administrator until a successor could be named.

Chair Anderson said that from his perspective, there was no practical reason for EITS to be upgrading the system in-house. He recognized the problems with the RFP process and believed it was prudent to cancel it if the costs could not be controlled. A permanent solution was needed. He noted that in the 2013 Session, \$8 million in hardware was requested for upgrades, and he asked what had changed.

Mr. Gustafson recalled that the \$8 million was for a robust solution that would include all of the archiving, the e-Discovery, the litigation hold – everything that should be done that was not being done. The current request was simply to upgrade licensing and support the system sufficiently to get to the next phase.

Chair Anderson recalled previous discussion that the hardware was failing.

Mr. Gustafson replied that the hardware risk had been mitigated through normal replacement without additional funding.

Chair Anderson asked for further questions and hearing none, he called for a motion.

ASSEMBLYWOMAN KIRKPATRICK MOVED TO APPROVE AGENDA ITEM C-5, WITH THE RECOMMENDATION THAT THERE BE FUTURE DISCUSSION OF POLICIES AND PRIORITIES FOR THE STATE'S INFORMATION TECHNOLOGY SERVICES.

SENATOR KIECKHEFER SECONDED THE MOTION.

THE MOTION CARRIED UNANIMOUSLY.

6. **Department of Administration - State Public Works Division - Buildings and Grounds - FY 2015** - Transfer \$357,874 from the Reserve category to the Utilities category to cover a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Utilities category exceeds \$75,000. **Work Program #C31969**

Refer to motion for approval under Agenda Item C.

7. **Department of Administration - Library and Archives - Nevada State Library - FY 2015** - Addition of \$398,401 in federal Library Grant - Title I funds to support public libraries and state library projects for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Library Development Title I category exceeds \$75,000. **Work Program #C31989**

Refer to motion for approval under Agenda Item C.

8. **Department of Education - Other Unrestricted Accounts - FY 2015** - Addition of \$90,611 in federal Safe Schools Healthy Students grant funds transferred from the Division of Public and Behavioral Health to continue programs to create safe and respectful schools, promote the mental health of students, enhance academic achievement, and prevent violence and substance abuse. Requires Interim Finance approval since the amount added to the Safe Schools Healthy Students category exceeds \$75,000. **Work Program #C31966**

Refer to motion for approval under Agenda Item C.

9. **Department of Education - Discretionary Grants - Restricted - FY 2015** - Addition of \$7,121,063 in federal 21st Century Learning Center grant funds,

\$1,296,449 in federal English Language Acquisition grant funds, and \$110,234 in federal Refugee Children School Impact grant funds to align federal and state authority for these programs. Requires Interim Finance approval since the amount added to the 21st Century Learning Centers category exceeds \$75,000. **Work Program #C32035**

Refer to motion for approval under Agenda Item C.

- 10. Department of Education - Discretionary Grants - Restricted - FY 2015 -** Transfer of \$42,495 from the English Language Acquisition - State Activities category to the Personnel Services category, \$63,742 from the English Language Acquisition Administration category to the Personnel Services category, \$59,981 from the 21st Century Learning Center – State Activities category to the Personnel Services category and \$39,987 from the 21st Century Learning Administration category to the Personnel Services category to realign positions within the department to minimize the effects of sequestration. Requires Interim Finance approval since the amount transferred to the Personnel Services category exceeds \$75,000. **RELATES TO ITEMS C.13 and C.15. Work Program #C32042**

Refer to motion for approval under Agenda Item C.

- 11. Department of Education - Discretionary Grants - Restricted - FY 2015 -** Addition of \$1,740,736 in federal Longitudinal Data Systems (LDS) grant funds to align federal and state authority to continue enhancements to the statewide LDS. Requires Interim Finance approval since the amount added to the LDS Grant category exceeds \$75,000. **Work Program #C30271**

Refer to motion for approval under Agenda Item C.

- 12. Department of Education - Discretionary Grants - Restricted - FY 2015 -** Addition of \$227,836 in federal Education for Homeless Children grant funds to align federal and state authority to continue this program. Requires Interim Finance approval since the amount added to the Homeless Children Grants category exceeds \$75,000. **Work Program #C32112**

Refer to motion for approval under Agenda Item C.

- 13. Department of Education - Elementary and Secondary Education - Title I - FY 2015 -** Transfer \$99,968 from the Personnel Services category to the Operating category to realign positions within the department to minimize the impacts of sequestration. Requires Interim Finance approval since the amount transferred to the Operating category exceeds \$75,000. **RELATES TO ITEM C.10. Work Program #C32041**

Refer to motion for approval under Agenda Item C.

- 14. Department of Education - Elementary and Secondary Education - Title I - FY 2015** - Addition of \$3,887,130 in federal Title I Basic Aid to Schools grant funds and \$4,925,440 in federal School Improvement grant funds to align federal and state authority for these programs. Requires Interim Finance approval since the amount added to the School Improvement Grant Aid to Schools category exceeds \$75,000. **Work Program #C32082**

Refer to motion for approval under Agenda Item C.

- 15. Department of Education - Individuals with Disabilities Education Act (IDEA)- FY 2015** - Transfer of \$106,237 from the Personnel Services category to the Operating category to realign positions within the department to minimize the effects of sequestration. Requires Interim Finance approval since the amount transferred to the Operating category exceeds \$75,000. **RELATES TO ITEM C.10. Work Program #C32040**

Refer to motion for approval under Agenda Item C.

- 16. Department of Education - Individuals with Disabilities Education Act (IDEA)- FY 2015** - Addition of \$11,605,879 in federal IDEA Special Education grant funds and \$829,295 in federal IDEA Early Childhood grant funds to align federal and state authority for these programs. Requires Interim Finance approval since the amount added to the Special Education Aid to Schools category exceeds \$75,000. **Work Program #C31913**

Refer to motion for approval under Agenda Item C.

- 17. State Public Charter School Authority - FY 2015** - Transfer of \$3,141 from the National Association of Charter School Authority category to the Operating category and \$238,174 from the Reserve category to the Operating category to fund anticipated expenditures for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Operating category exceeds \$75,000. **Work Program #C32095**

Refer to motion for approval under Agenda Item C.

- 18. Department of Agriculture - Administration - FY 2015** - Addition of \$19,840 in cost allocation funds transferred from Plant Industry accounts, \$65,591 in cost allocation funds transferred from Measurement Standards accounts, and \$123,069 in cost allocation funds transferred from Food and Nutrition accounts to fund renovations to the Old Las Vegas (LV) Metro Building for occupancy. Requires Interim Finance approval since the amount added to the Old LV Metro Renovations category exceeds \$75,000. **RELATES TO ITEMS C.21 and C.25. Work Program #C32077**

Refer to motion for approval under Agenda Item C.

- 19. Department of Agriculture - Agriculture Registration/Enforcement - FY 2015 -** Transfer of \$70,754 from the Reserve category to the Transfer to Pest, Plant Disease, Noxious Weed Control category to fund an existing Program Officer position to continue oversight of the Organics Program. Requires Interim Finance approval since the cumulative change to the Transfer to Pest, Plant Disease, Noxious Weed Control category exceeds \$75,000. **Work Program #C32031**

Refer to motion for approval under Agenda Item C.

- 20. Department of Agriculture - Agriculture Registration/Enforcement - FY 2015 -** Transfer of \$45,541 from the Reserve category to the Information Services category to fund the automation of registering pesticides in the State of Nevada. Requires Interim Finance approval since the amount added to the Information Services category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32094**

James Barbee, Director, Department of Agriculture, testified that the Department had been working to create various paperless electronic systems in the Department. Many of the current systems were the same paper- and pencil-driven systems that had been used for years. An online inspection program had been created for the Livestock Identification Program, and brand inspectors could now complete the inspection documentation online and take checks and credit cards in the field to garner greater efficiency. The program also included a data system to create reports and gather information that had never been accessible before.

Mr. Barbee said the Department recognized the opportunity to also develop a web-based system for the initial registration and annual renewal process for the Pesticide Registration Program, which was put in place in November 2014. The Department had received positive customer feedback on the online process. Staff was able to process the registrations and renewals electronically, which effectively reduced the amount of staff time and needed paperwork.

Additionally, the certificates that were issued through the system were issued via the Internet, and the whole system was now paperless.

Dale Hansen, Fiscal Administrator, Department of Agriculture, explained that the Department had now contracted for automation of the Pesticide Registration Services, and Agenda Item C-20 was a request for \$45,541 to cover the expenses for the first year of a four-year contract. The agreement with the contractor was that the Department would pay annual fees of 3 percent of all pesticide registration fee revenue.

Chair Anderson asked for questions from the Committee and hearing none, he called for a motion.

ASSEMBLYWOMAN TITUS MOVED TO APPROVE AGENDA ITEM C-20.

SENATOR PARKS SECONDED THE MOTION.

THE MOTION CARRIED UNANIMOUSLY.

- 21. Department of Agriculture - Consumer Equitability - FY 2015** - Transfer of \$65,591 from the Reserve category to the Old Las Vegas (LV) Metro Renovation Transfer to Administration category to fund renovations to the Old LV Metro Building for occupancy. Requires Interim Finance approval since the amount transferred to the Old LV Metro Renovation Transfer to Administration category exceeds 10 percent of the legislatively approved amount for that category. **RELATES TO ITEMS C.18 and C.25. Work Program #C32092**

Refer to motion for approval under Agenda Item C.

- 22. Department of Agriculture - Nutrition Education Programs - FY 2015** - Addition of \$1,543,761 in federal U.S. Department of Agriculture - Food and Nutrition Service - School Breakfast Program grant funds to fund reimbursement claims for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the School Breakfast Program category exceeds \$75,000. **Work Program #C32036**

Refer to motion for approval under Agenda Item C.

- 23. Department of Agriculture - Nutrition Education Programs - FY 2015** - Addition of \$85,628 in federal U.S. Department of Agriculture - Food and Nutrition - New Meal Pattern grant funds to continue the implementation of new meal pattern and nutrition standards associated with Section 201 of the Healthy, Hunger-Free Kids Act of 2010. Requires Interim Finance approval since the amount added to the Meal Patterns Grant category exceeds \$75,000. **Work Program #C32085**

Refer to motion for approval under Agenda Item C.

- 24. Department of Agriculture - Commodity Food Program - FY 2015** - Transfer of \$98,634 from the Reserve category to the Operating category for a Statewide Community Needs Assessment and State Plan for the Food Distribution Program. Requires Interim Finance approval since the amount transferred to the Operating category exceeds \$75,000. **Work Program #C32063**

James Barbee, Director, Department of Agriculture, explained that the work program in Agenda Item C-24 was derived from the food security document that was discussed with the Legislature in the 2013 Session, which the Department indicated would involve a comprehensive review of the Commodity Food program. The contract resulted in

the “2014 Analysis of Nevada’s Food Distribution System” report, which was provided to the Legislature at the beginning of the 2015 Session.

Donnell Barton, Administrator, Food and Nutrition Division, Department of Agriculture, explained that a contractor was hired to prepare the report in March 2014, and a survey was developed to review the delivery routes for the Department of Agriculture, the food banks, and major distributors, such as Catholic Charities, the Las Vegas Rescue Mission, and East Valley Family Services.

Ms. Barton said that In addition to the survey of routes, the report included information on the cost of transporting the food, the locations of the food distribution, and what types of food were needed. She said that it was thought that protein would be the most needed by the partners, but in many cases, it was dairy products. The study also surveyed how many individuals were being served and where the needs were. The report of findings and recommendations was released in January 2015.

Dale Hansen, Fiscal Administrator, Department of Agriculture, explained that the work program in Agenda Item C-24 was a request for \$98,634 to pay the contractor. The work was finished and the report had been delivered.

Senator Kieckhefer asked why the funds were committed without legislative authority.

Mr. Hansen explained that the funds had not yet been expended, but they had been committed. The process had gone through several different reviews that got ahead of the Department’s fiscal staff because there had been several vacancies. The fiscal staff was just catching up with the process. He added that the Department had lost its contract manager, but several positions had now been filled.

Senator Kieckhefer stated that the Department must have authority in the budget before committing to expenditures.

Chair Anderson asked whether there was staff confusion on whether to bring the request to IFC prior to committing funds.

Mr. Hansen replied that the scope of the contract started out to be much smaller than it was, and originally a work program was not required. The scope of the contract continued to expand, and the last contract amendment was for \$65,000, which caused it to reach the threshold requiring authority.

For the record, Assemblywoman Benitez-Thompson recalled that the same situation occurred in the previous year on a lease agreement for a building when the lease agreement was committed before the funds had been approved by the Legislature.

ASSEMBLYWOMAN BUSTAMANTE ADAMS MOVED TO
APPROVE AGENDA ITEM C-24.

SENATOR GOICOECHEA SECONDED THE MOTION.

THE MOTION CARRIED UNANIMOUSLY.

- 25. Department of Agriculture - Commodity Food Program - FY 2015** - Transfer of \$108,567 from the Reserve category to the Old Las Vegas (LV) Metro Renovation Transfer to Administration category to fund renovations to the Old LV Metro Building for occupancy. Requires Interim Finance approval since the amount transferred to the Old LV Metro Renovation Transfer to Administration category exceeds \$75,000. **RELATES TO ITEMS C.18 and C.21. Work Program #C32088**

Refer to motion for approval under Agenda Item C.

- 26. Department of Business and Industry - Insurance - Insurance Education and Research - FY 2015** - Transfer of \$53,124 from the Title Insurance Settlement Reserve category to the Title Insurance category to develop a consumer education program on title insurance and transfer of \$150,001 from the Title Insurance Settlement Reserve category to the Reserve category to correct the 2014 fiscal year end closing. Requires Interim Finance approval since the amount transferred to the Title Insurance Education category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31922**

Refer to motion for approval under Agenda Item C.

- 27. Department of Business and Industry - Insurance - Insurance Education and Research - FY 2015** - Transfer of \$203,124 from the Research and Education category to the Reserve category to properly align authority for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Research and Education category exceeds \$75,000. **Work Program #C32106**

Refer to motion for approval under Agenda Item C.

- 28. Department of Business and Industry - Housing - FY 2015** - Transfer of \$23,322 from the Reserve category to the Housing Database Administration category to fund anticipated costs for the Low-Income Housing Trust Fund database for the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount transferred to the Housing Database Administration category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C30308**

Refer to motion for approval under Agenda Item C.

29. **Department of Business and Industry - Housing - FY 2015** - Addition of \$1,500,000 in federal U.S. Department of Housing and Urban Development grant funds to support the Federal Home Investment Partnership Program for affordable housing in Nevada. Requires Interim Finance approval since the amount added to the Home Program Administration category exceeds \$75,000. **Work Program #C31940**

Refer to motion for approval under Agenda Item C.

30. **Department of Business and Industry - Taxicab Authority - FY 2015** - Transfer of \$70,260 from the Reserve category to the Operating category to cover rent costs through the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount transferred to the Operating category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31892**

Refer to motion for approval under Agenda Item C.

31. **Department of Business and Industry - Manufactured Housing - Mobile Home Lot Rent Subsidy - FY 2015** - Addition of \$100,000 in Low-Income Housing Trust grant funds to assist low-income families in the Lot Rent Subsidy Program. Requires Interim Finance approval since the amount added to the Lot Rent Subsidy Payments category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32133**

Refer to motion for approval under Agenda Item C.

32. **Department of Health and Human Services - Director's Office - Grants Management Unit - FY 2015** - Addition of \$187,403 in Birth and Death Certificate funds transferred from the Children's Trust Fund (CTF) account and deletion of \$84,237 in federal Community-Based Child Abuse Prevention grant funds to align federal funds and continue funding to sub-recipients, which provide services for the prevention of the abuse or neglect of children. Requires Interim Finance approval since the amount added to the CTF Grant category exceeds \$75,000. **RELATES TO ITEM C.33. Work Program #C31768**

Refer to motion for approval under Agenda Item C.

33. **Department of Health and Human Services - Director's Office - Children's Trust Account - FY 2015** - Addition of \$37,097 in Birth and Death Certificate funds and \$730 in Treasurer's Interest Distributions. This request also transfers \$149,576 from the Reserve category to the Transfer to Grant Management Unit (GMU) - Budget Account (BA) 3195 category to continue funding for awards to grantees who provide services for the prevention of abuse or neglect of children. Requires Interim Finance approval since the amount transferred to the Transfer to GMU-BA 3195 category exceeds \$75,000. **RELATES TO ITEM C.32. Work Program #C31769**

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 2015** - Addition of \$106,074 in federal Title V Senior Community Service Employment Program grant funds to continue to improve employer awareness of the benefits of hiring older workers and provide job training for individuals 55 and older. Requires Interim Finance approval since the amount added to the Title V Senior Community Service Employment category exceeds \$75,000. **Work Program #C31841**

Refer to motion for approval under Agenda Item C.

35. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2015** - Addition of \$374,563 in federal Nutrition Services Incentive Program grant funds to continue delivery of nutritious meals to older adults. Requires Interim Finance approval since the amount added to the Nutrition Services Incentive Program category exceeds \$75,000. **Work Program #C31982**

Refer to motion for approval under Agenda Item C.

36. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2015** - Addition of \$59,164 in federal Title VII Ombudsman grant funds to continue elder abuse prevention and ombudsman complaint resolution program activities. 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 #C31983**

Refer to motion for approval under Agenda Item C.

37. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2015** - Addition of \$105,992 in federal State Health Insurance Assistance Program (SHIP) grant funds to support a network of volunteers located throughout the state, as well as to provide education, outreach, and long-term care planning to Medicare recipients. Requires Interim Finance approval since the amount added to the SHIP category exceeds \$75,000. **Work Program #C31543**

Refer to motion for approval under Agenda Item C.

38. **Department of Health and Human Services - Aging and Disability Services - Federal Programs and Administration - FY 2015** - Addition of \$872,070 in federal Title III-B Supportive Services grant funds, \$4,399,150 in federal Title III-C Nutrition Services grant funds, \$86,690 in federal Title III-D Preventive Health grant funds, and \$566,220 in federal Title III-E National Family Caregiver Support Program grant funds to allow senior citizens to remain independent; provide nutrition services to maintain health, independence, and quality of life for older

Americans; develop and strengthen preventive health services; and provide caregiver information, training, and access to services. Requires Interim Finance approval since the amount added to the Title III-C Nutrition category exceeds \$75,000. **Work Program #C31971**

Refer to motion for approval under Agenda Item C.

Chair Anderson announced that Agenda Items C-39 and C-41 would be heard together.

- 39. Department of Health and Human Services - Health Care Financing and Policy - Intergovernmental Transfer Program - FY 2015** - Addition of \$1,065,502 in School District Reimbursements and \$21,454,451 in Managed Care Organization (MCO) Enhanced Rates to allow the payment of the non-federal share of school-based medical claims from the school districts and the non-federal share of an enhanced MCO Plan capitated rate, which will transfer to the Nevada Medicaid account to support school-based medical claims and the safety net providers for targeted services. Requires Interim Finance approval since the amount added to the Transfer to Medicaid Program category exceeds \$75,000. **RELATES TO ITEM C.41. Work Program #C32150**

Refer to testimony and motion for approval under Agenda Item C-41.

- 40. Department of Health and Human Services - Health Care Financing and Policy - Administration - FY 2015** - Transfer of \$635,917 from the Fiscal Agent category to the Payments to State Agencies category to allow the payment of additional expenditures to the Silver State Health Insurance Exchange as the result of a federal review, which determined the amount of expenditures allocated to Medicaid was understated. Requires Interim Finance approval since the amount transferred to the Payments to State Agencies category exceeds \$75,000. **Work Program #C32105**

Refer to motion for approval under Agenda Item C.

- 41. Department of Health and Human Services - Health Care Financing and Policy - Nevada Medicaid, Title XIX - FY 2015** - Addition of \$596,641 in federal Title XXI grant funds, \$80,016,216 in federal Title XIX grant funds and \$22,519,953 in Intergovernmental Transfer (IGT) funds transferred from the IGT Program account to support school-based medical claims and safety net providers for targeted services. Requires Interim Finance approval since the amount added to the School Based Services category exceeds \$75,000. **RELATES TO ITEM C.39. Work Program #C32149**

Laurie Squartsoff, Administrator, Division of Health Care Financing and Policy, Department of Health and Human Services, thanked the Committee for the opportunity to present Agenda Items C-39 and C-41, and she asked Ms. Lamborn to present them.

Leah Lamborn, Administrative Services Officer, Division of Health Care Financing and Policy, Department of Health and Human Services, explained that the following revisions had been made to the amounts in items C-39 and C-41:

C-39: Addition of \$21,454,451 in Managed Care Organization Enhanced Rates was revised to \$22,138,477.

C-41: Addition of \$596,641 in federal Title XXI grant funds was revised to \$736,642.

C-41: The amount being requested in federal Title XIX grant funds was revised from \$80,016,216 to \$73,410,980.

C-41: Addition of Intergovernmental Transfer funds was revised from \$22,519,953 to \$18,588,074.

Ms. Lamborn explained that the work programs requested authority to pay the Managed Care Organization (MCO) plans a new enhanced payment similar to an upper payment limit (UPL) supplement payment. The enhanced payments would be passed on to safety net providers. She said the safety net providers were the state and local government providers, which were currently the University Medical Center (UMC) for hospital services and the Division of Public and Behavioral Health (DPBH) for mental health services. Clark County would voluntarily pay the non-federal share of the expenses. There was an overall state savings generated through these programs, and for an 18-month period, the amount was \$4.6 million, which would be placed in Reserve.

Ms. Lamborn clarified that the work programs were another method of reimbursing for Medicaid services up to the UPL, which was restricted to the fee-for-service program. Now that approval had been received through the Centers for Medicaid and Medicare Services (CMS), the Division was allowed to pay the UPL for certain safety net providers to the managed-care plans.

Senator Kieckhefer asked whether an enhanced rate would be paid by MCOs to safety net providers, particularly UMC and the Rawson Neal Hospital.

Ms. Lamborn clarified that the UPL would be paid to UMC, Southern Nevada Adult Mental Health Services, and Northern Nevada Adult Mental Health Services.

Senator Kieckhefer affirmed that in addition to the net state benefit of \$4.6 million, there was also additional revenue of \$14.8 million targeted for the Division of Public and Behavioral Health.

Ms. Lamborn replied that he was correct. The amount was about \$17 million to those entities for mental health services, and the non-federal Intergovernmental Transfer (IGT) share would be funded through Clark County.

Assemblywoman Titus asked whether the retroactive payments for fiscal year (FY) 2014 were not budgeted in FY 2013 or whether the Division had exceeded its budget and was now paying providers who had to wait over a year to get paid.

Ms. Lamborn responded that the program was very complicated and complex to initiate. The conversation started in June 2013 when the idea was proposed to the Division through UMC, and it had taken some time to coordinate the efforts and receive approval from CMS through the actuarially sound certified rates. One of the delays was because the Division did not want to submit the request for the enhanced rates to CMS during the time CMS was reviewing the actuarially sound rates for the expanded Medicaid population that was effective January 1, 2014. That in itself was going to be a very complicated process, which it was: it took CMS eight months to approve the actuarially sound rates for the expanded population for calendar year 2014. As soon as the rates were approved in August 2014, the Division resubmitted new rates with the enhanced rates for CMS to review, and those were approved in December 2014. The Division had been working through contract negotiations since that time.

Chair Anderson asked for further questions and hearing none, he called for a motion.

ASSEMBLYMAN KIRNER MOVED TO APPROVE AGENDA
ITEMS C-39 AND C-41, AS REVISED.

SENATOR SMITH SECONDED THE MOTION.

THE MOTION CARRIED UNANIMOUSLY.

- 42. Department of Health and Human Services - Health Care Financing and Policy - Nevada Medicaid, Title XIX - FY 2015** - Addition of \$133,293,622 in federal Title XIX grant funds to pay providers for medical services for newly eligible adults and to cover current projections of cost settlements to local government providers for medical claims. Requires Interim Finance approval since the amount added to the Newly Eligible category exceeds \$75,000. **Work Program #C31923**

Refer to motion for approval under Agenda Item C.

- 43. Department of Health and Human Services - Public and Behavioral Health - Radiation Control - FY 2015** - Transfer of \$16,793 from the Reserve category to the In-State Travel category, \$93,952 from the Reserve category to the Commercial Off-the-Shelf (COT) State Licensing System category, and \$1,948 from the Reserve category to the Division Cost Allocation category to pay for projected travel costs to inspect radioactive materials and radiation producing machines, programming and development costs for the Centralized Licensing Inspection and Complaints System, and the federal indirect rate increase through the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the COT State Licensing System category exceeds \$75,000. **RELATES TO ITEM C.50. Work Program #C31857**

Refer to motion for approval under Agenda Item C.

- 44. Department of Health and Human Services - Public and Behavioral Health - Cancer Control Registry - FY 2015** - Addition of \$143,883 in federal Cancer Prevention and Control Program (CPCP) in Nevada grant funds and transfer of \$98,391 from the Personnel Services category to the National Cancer Prevention and Control category to continue contract services to assure the Nevada Central Cancer Registry can meet the reporting obligation/standards set forth in Nevada statutes and regulations, the CPCP grant, and the North America Association of Central Cancer Registries. Requires Interim Finance approval since the amount added to the National Cancer Prevention and Control category exceeds \$75,000. **Work Program #C31814**

Refer to motion for approval under Agenda Item C.

- 45. Department of Health and Human Services - Public and Behavioral Health - Health Statistics and Planning - FY 2015** - Transfer of \$45,777 from the Reserve category to the Operating category, \$29,100 from the Reserve category to the Equipment category, and \$27,247 from the Reserve category to the Division Cost Allocation category to finalize program improvements recommended by the National Association for Public Health Statistics and Information Systems, cover the cost of a merit award issued to a division staff member, and pay the federal indirect rate increase. 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 #C31824**

Refer to motion for approval under Agenda Item C.

- 46. Department of Health and Human Services - Public and Behavioral Health - Consumer Health Protection - FY 2015** - Transfer of \$31,144 from the Reserve category to the Commercial Off-the-Shelf (COT) State Licensing System category and \$42,952 from the Reserve category to the Division Cost Allocation category to pay for projected programming and development costs for the Centralized Licensing Inspection and Complaints System and the federal indirect rate increase through the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the COT State Licensing System category exceeds 10 percent of the legislatively approved amount for that category. **RELATES TO ITEM C.50. Work Program #C31951**

Refer to motion for approval under Agenda Item C.

- 47. Department of Health and Human Services - Public and Behavioral Health - WIC Food Supplement - FY 2015** - Transfer of \$11,056 from the Aid to Individuals category to the In-State Travel category and \$947,602 from the Aid to Individuals category to the State Food Support category to provide training for recent program enhancements to the Management Information and Electronic Benefit systems, perform site visits, and increase sub-awards to community partners to support Women, Infants, and Children (WIC) clinics throughout Nevada. Requires Interim

Finance approval since the amount transferred to the State Food Support category exceeds \$75,000. **Work Program #C31864**

Refer to motion for approval under Agenda Item C.

- 48. Department of Health and Human Services - Public and Behavioral Health - WIC Food Supplement - FY 2015** - Addition of \$1,847,509 in Women, Infants, and Children (WIC) Rebate funds to expend on food for WIC participants. Requires Interim Finance approval since the amount added to the Aid to Individuals - Rebates category exceeds \$75,000. **Work Program #C32006**

Refer to motion for approval under Agenda Item C.

- 49. Department of Health and Human Services - Public and Behavioral Health - WIC Food Supplement - FY 2015** - Addition of \$3,143,079 in federal Healthy Hunger-Free Kids Act Demonstration Project to End Childhood Hunger grant funds to reduce food insecurity rates for children birth to five years of age in Nevada. Requires Interim Finance approval since the amount added to the Hunger-Free Kids Project category exceeds \$75,000. **RELATES TO ITEM C.63. Work Program #C32132**

Refer to motion for approval under Agenda Item C.

- 50. Department of Health and Human Services - Public and Behavioral Health - Health Facilities Hospital Licensing - FY 2015** - Addition of \$169,964 in Fees for the Commercial Off-the-Shelf (COT) Licensure System transferred from other division budgets accounts. This request also transfers \$76,011 from the Reserve category to the Division Cost Allocation category and \$364,540 from the Reserve category to the COT State Licensing System category to pay the projected programming and development costs for the division's Centralized Licensing Inspections and Complaints System through the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the COT State Licensing System category exceeds \$75,000. **RELATES TO ITEM C.43 C.46 and C.55. Work Program #C31511**

Refer to motion for approval under Agenda Item C.

- 51. Department of Health and Human Services - Public and Behavioral Health - Biostatistics and Epidemiology - FY 2015** - Addition of \$207,095 in federal BioSense Program grant funds for syndromic surveillance, which will allow staff to see real-time emergency room and urgent care data to promote timely exchange of electronic health-related information and will result in improved all-hazards public health situation awareness. Requires Interim Finance approval since the amount added to the BioSense Grant category exceeds \$75,000. **Work Program #C31994**

Refer to motion for approval under Agenda Item C.

- 52. Department of Health and Human Services - Public and Behavioral Health - Chronic Disease - FY 2015** - Addition of \$12,784 in federal Comprehensive Cancer grant funds and transfer of \$26,583 from the Personnel Services category to the Comprehensive Cancer category to provide cancer control prevention and control measures to underserved members of Nevada's communities. Requires Interim Finance approval since the amount transferred to the Comprehensive Cancer category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32005**

Refer to motion for approval under Agenda Item C.

- 53. Department of Health and Human Services - Public and Behavioral Health - Chronic Disease - FY 2015** - Addition of \$96,061 in Ryan White Care Act funds transferred from the Communicable Diseases account, deletion of \$352,004 in federal Oral Health Program grant funds to provide necessary resources in Northern and Southern Nevada to refer and conduct the Chronic Disease Self-Management Program and Positive Self-Management Program for HIV training to assist people with HIV and develop a co-morbidities profile of HIV and chronic disease in Nevada. Requires Interim Finance approval since the amount deducted from the Oral Health category exceeds \$75,000. **Work Program #C31703**

Refer to motion for approval under Agenda Item C.

- 54. Department of Health and Human Services - Public and Behavioral Health - Emergency Medical Services - FY 2015** - Addition of \$43,333 in federal Emergency Medical Services for Children (EMSC) grant funds to support Nevada's pediatric population through quality training of pre-hospital providers and rural hospital emergency staff and ensure access to essential pediatric equipment. Requires Interim Finance approval since the cumulative amount added to the EMSC Rural Initiative category exceeds \$75,000. **Work Program #C31932**

Refer to motion for approval under Agenda Item C.

- 55. Department of Health and Human Services - Public and Behavioral Health - Marijuana Health Registry - FY 2015** - Transfer of \$47,332 from the Reserve category to the Marijuana Health Registry category and \$48,344 from the Reserve category to the Commercial Off-the-Shelf State Licensing System category to pay for projected costs for background screenings for Medical Marijuana patients and programming and development costs for the Centralized Licensing Inspection and Complaints System. Requires Interim finance approval since the amount transferred to the Marijuana Health Registry category exceeds \$75,000. **RELATES TO ITEM C.50. Work Program #C31862**

Refer to motion for approval under Agenda Item C.

56. **Department of Health and Human Services - Public and Behavioral Health - Behavioral Health Administration - FY 2015** - Addition of \$551,217 in federal Nevada Safe Schools/Healthy Students grant funds to promote early childhood social, emotional learning, and development; promote mental, emotional, and behavioral health; connect families, schools, and communities; prevent and/or reduce alcohol, tobacco, and other drug use; and create safe and violence-free schools. Requires Interim Finance approval since the amount added to the Nevada Safe Schools category exceeds \$75,000. **Work Program #C31998**

Refer to motion for approval under Agenda Item C.

57. **Department of Health and Human Services - Public and Behavioral Health - Substance Abuse Prevention and Treatment Agency - FY 2015** - Addition of \$1,131,613 in federal Strategic Prevention Framework/Partnership for Success (SPF/PFS) grant funds to support programs, policies and practices used to reduce the prevalence of prescription drug misuse/abuse by people 12 to 25 years old. Requires Interim Finance approval since the amount added to the SPF/PFS Grant category exceeds \$75,000. **Work Program #C31854**

Refer to motion for approval under Agenda Item C.

58. **Department of Health and Human Services - Public and Behavioral Health - Rural Clinics - FY 2015** - Transfer of \$76,606 from the Medications category to the State Transitional Home Care category to pay for a projected shortfall in Supported Living arrangements and provide necessary services to behavioral health clients through the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the State Transitional Home Care category exceeds \$75,000. **Work Program #C31968**

Refer to motion for approval under Agenda Item C.

59. **Department of Health and Human Services - Public and Behavioral Health - Northern Nevada Adult Mental Health Services - FY 2015** - Transfer of \$42,392 from the Medications category to the Northern Nevada Psychiatric Residency Program (NNPRP) category to fund projected resident doctor services through the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the NNPRP category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31623**

Refer to motion for approval under Agenda Item C.

60. **Department of Health and Human Services - Public and Behavioral Health - Northern Nevada Adult Mental Health Services - FY 2015** - Transfer of \$317,636 from the Personnel Services category to the Professional Services category to fund projected costs for contract psychiatrists to support current operations and maintain quality patient care. Requires Interim Finance approval

since the amount transferred to the Professional Services category exceeds \$75,000. **Work Program #C31665**

Refer to motion for approval under Agenda Item C.

- 61. Department of Health and Human Services - Public and Behavioral Health - Southern Nevada Adult Mental Health Services - FY 2015** - Transfer of \$87,339 from the Operating category to the Food Service Center category to fund projected food services costs for the inpatient hospital for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Food Services Center category exceeds \$75,000. **Work Program #C31930**

Refer to motion for approval under Agenda Item C.

- 62. Department of Health and Human Services - Public and Behavioral Health - Southern Nevada Adult Mental Health Services - FY 2015** - Transfer of \$2,024,525 from the Personnel Services category to the Professional Services category to fund contracted psychiatrists and nurses for current agency operations and to maintain quality patient care. Requires Interim Finance approval since the amount transferred to the Professional Services category exceeds \$75,000. **Work Program #C31938**

Refer to motion for approval under Agenda Item C.

- 63. Department of Health and Human Services - Welfare and Supportive Services - Administration - FY 2015** - Addition of \$3,140,458 in federal Healthy Hunger-Free Kids Act Demonstration Project to End Childhood Hunger grant funds transferred from Public and Behavioral Health to support the implementation of the Nevada Supplemental Nutrition Assistance Program Enhancement Demonstration Projects, which will reduce childhood food insecurity rates for children birth to five years of age in Nevada. Requires Interim Finance approval since the amount added to the Healthy Hunger Free Kids Act category exceeds \$75,000. **RELATES TO ITEM C.49. Work Program #C32131**

Refer to motion for approval under Agenda Item C.

- 64. Department of Health and Human Services - Welfare and Supportive Services - Administration - FY 2015** - Addition of \$230,263 in federal Supplemental Nutrition Assistance Program (SNAP) Recipient Trafficking Prevention grant funds to allow the transition from a batch processing method to an electronic disqualified recipient system for verifying SNAP case information in order to identify individuals who are disqualified from participation in a more secure, timely, and accurate manner. Requires Interim Finance approval since the amount added to the Information Services category exceeds \$75,000. **Work Program #C31850**

Refer to motion for approval under Agenda Item C.

65. **Department of Health and Human Services - Child and Family Services - Washoe County Child Welfare - FY 2015** - Addition of ~~\$24,770~~ **\$97,472** in Child Support Enforcement funds passed through to Washoe County Department of Social Services for child support collected for cases where Washoe County is the custodian due to placement in foster care. Requires Interim Finance approval since the cumulative amount added to the Child Welfare category exceeds \$75,000. **Work Program #C31718. REVISED 3-19-15.**

Refer to motion for approval under Agenda Item C.

66. **Department of Health and Human Services - Child and Family Services - Washoe County Child Welfare - FY 2015** - Transfer of \$887,286 from the Subsidized Adoptions category to the Reserve for Reversion to the General Fund category to reduce Adoption Subsidy caseload authority based upon projections through the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Subsidized Adoptions category exceeds \$75,000. **Work Program #15TR3141**

Refer to motion for approval under Agenda Item C.

67. **Department of Health and Human Services - Child and Family Services - Washoe County Child Welfare - FY 2015** - Addition of \$4,090,434 in federal Title IV-E grant funds to pass-through to Washoe County Department of Social Services for child welfare services. Requires Interim Finance approval since the amount added to the Child Welfare category exceeds \$75,000. **Work Program #C32079**

Refer to motion for approval under Agenda Item C.

68. **Department of Health and Human Services - Child and Family Services - Clark County Child Welfare - FY 2015** - Addition of \$3,670,295 in federal Title IV-E grant funds to pass-through funding to Clark County Department of Family Services for a projected increase in Title IV-E eligible adoptions and to implement a Demonstration Project to provide safety management services in Clark County. Requires Interim Finance approval since the amount added to the Subsidized Adoptions category exceeds \$75,000. **Work Program #C31963**

Refer to motion for approval under Agenda Item C.

69. **Department of Health and Human Services - Child and Family Services - Juvenile Correctional Facility - FY 2015** - Deletion of \$65,050 in Reimbursement of Expenses funds and transfer of \$674,912 from the Private Contracts - Summit View category to the Summit View Readiness category to complete facility renovation and restore the Summit View Correctional Facility to a state-operated facility. Requires Interim Finance approval since the amount transferred to the Summit View Readiness category exceeds \$75,000. **Work Program #C31988**

Richard Whitley, Acting Interim Director, Department of Health and Human Services, explained that the work program in Agenda Item C-69 related to the recent closure of Red Rock Academy at the Summit View Youth Correctional Facility. The intent of the work program was to transfer funding from the Contracts category to the Summit View Readiness category, which would allow the preparation of Summit View, should the 2015 Legislature reopen the facility.

Senator Smith asked how the status of the Summit View facility had reached this point without the Legislature being informed. She recalled that the 2013 Legislature had several lengthy discussions concerning the facility; she was supportive of the plan that was adopted in the budget, but some legislators were very concerned. She had reviewed the compliance monitoring reports, but she did not understand how the situation had reached the point of closure.

Mr. Whitley replied the goal of the Department and the Division was to have a contractor that was compliant, and there had been multiple reviews of the contractor through an audit by the Legislative Auditor. The request for proposal (RFP) included a requirement to place a state employee in the facility to monitor compliance. During the last two weeks of operation by the contractor, the state had sent in medical staff from the Bureau of Health Care Quality and Compliance because of concerns about the medical care that was being provided. Mr. Whitley said that throughout the process, the contractor was asked for plans of correction, and there would be some compliance, but not complete compliance. In the final two weeks, the concerns were about healthcare and conditions. The conditions were treated as "immediate jeopardy," and the Division had an immediate corrective action plan for the facility to assure adolescents were not at risk. The state's medical staff did not leave the premises until they were assured that the corrective action was put in place. Regular monitoring by the medical staff took place until the time the adolescents left the facility.

Mr. Whitley said that the closure was not caused by a specific event. The Department responded to risk and to indications that improvements and compliance would be made, and when that was demonstrated not to be occurring, the Division reached out to the contractor and came to an amicable agreement for termination. Had the contractor not agreed to terminate, the state would have terminated the contract for noncompliance.

In response to a question from Senator Smith concerning an event at the Rite of Passage (ROP) facility, Mr. Whitley explained that the same nonprofit corporation that operated Summit View owned the ROP facility. He said contractors or providers of healthcare were held accountable for standards, and at some point when noncompliance occurred, the risk was too great. The Department made the decision to dissolve the contract because of the risk and not wait for an event to occur.

Senator Smith said she did not understand the amount in the work program for facility renovation. She had toured the facility in spring 2014, and the gymnasium was in excellent condition and the rest of the facility looked great. She asked why funds had to be spent on facilities.

Amber Howell, Administrator, Division of Child and Family Services, Department of Health and Human Services, stated that Senator Smith's observations were accurate: the facility was in very good condition in spring 2014. She explained that when the facility was opened in December 2013, there were sign-off sheets for each piece of the facility, and the sign-off sheet was an agreement between both parties committing that those portions of the facility were 100 percent rehabilitated.

Ms. Howell said that there was significant damage to most of the cell windows, and the gymnasium floor was damaged to the point of buckling and was unsafe. Painting and other repairs were necessary either because of ROP branding or paint that had been removed. She noted that many of the needed repairs were related to supervision and contraband.

Ms. Howell said the work program requested authority to transfer the money that would have been used for bed days, \$187.88 per bed per day, to the Summit View Readiness category to rehabilitate the facility with existing allocated funds and thereby avoid a request for new funding.

Senator Smith asked again how the situation had reached this point if there was an onsite monitor.

Ms. Howell replied that the Division tried to make the contractor start complying, based on damages, and to increase supervision and decrease the level of contraband. The contractor was given 15 months, but after investment of money, staff, and time by the state, results were not seen.

Senator Smith asked what the state would recoup from the contract termination.

Ms. Howell said the Division was reviewing the contract specifications to rehabilitate the facility 100 percent and the responsibilities of each party. The premises were vacated the previous Friday, and the state was now able to reassess what was needed. The contractor and the state were truing up their invoices, and a decision would be made on how the state could recoup for damages based on the terms of the contract.

Assemblywoman Titus stated that the Summit View facility had an onsite monitor for several months, but the decision was made to remove the youth before there was a crisis. She had voiced her concerns about the Mason Valley ROP facility for months, and a major event had to take place before the Department took action. She observed that part of the reason was that the state did not feel it could monitor that type of facility. She encouraged the Division to learn from the mistakes and make sure that youth not be placed in a facility that the state was unable to monitor or control. She appreciated that the Division had taken early action at Summit View, and she supported the state taking ownership of the facility.

Assemblyman Edwards asked whether there were penalties involved and whether the state would receive money for the damages. He observed that there was \$98,000 for

chairs and equipment, which should be returned to the state in the same condition they were given. He asked why the state was responsible for any of the costs of rehabilitation.

Ms. Howell replied that some of the items that were removed from the facility by the vendor were purchased by the vendor. The state would need to purchase chairs, computers, and other items to get the facility ready to open.

Senator Kieckhefer noted that a budget amendment had been submitted by the Department concerning rehabilitation of the facility, which would be heard in the Joint Subcommittees' work session the following week.

Assemblywoman Kirkpatrick said that she knew the problem had been a full-time priority for DCFS staff, and she commended them for stepping in when they did. She recalled the history of the operations of the facility and, as a result of past problems, the 2013 Legislature had approved guidelines and programs for the facility and mandated that an audit be conducted and the facility be monitored closely. She believed that the contractor should be responsible for reimbursement to the state for rehabilitation of the facility. Assemblywoman Kirkpatrick wanted assurance that if the Committee approved the work program to spend existing funds on rehabilitation of the facility, the request would not be duplicated in the Division's biennial budget.

Ms. Howell replied that the Division had a short period of time to rehabilitate the facility, but the goal was to spend as much as possible of the \$674,000 rather than ask for more funds in the 2015 Session. There was an identical budget decision unit for these areas in the event they could not all be accomplished with the Readiness funds. She said the Division had every intention to move as quickly as possible and spend the available existing funds.

Steve McBride, Deputy Administrator, Juvenile Services, Division of Child and Family Services, Department of Health and Human Services, explained that there were 44 youth in residence at the time of closure. Ten youth were transferred to the Caliente Youth Center (CYC), 16 were sent to the Nevada Youth Training Center (NYTC), 17 were paroled to community placements under parole supervision, and 1 youth was placed out of state in another secure facility. The Parole Board had determined each youth's progress, assessed their risks and needs, and considered their community offenses, their age, their protective factors, and the services needed upon transition. The Board determined at what point each youth would be appropriate for which level of intervention. Those determinations were made for the youth who were transferred to Caliente and the Nevada Youth Training Center and those who were paroled.

Mr. McBride explained that most of the youth who were paroled had been in the facility for over six months, and the average length of stay for youth in the Red Rock Academy prior to the closure had averaged just over six months. Most of the paroled youth were within range of completing the program. He said that when a youth was within one to two months of completing the program, relocation and restart of a program or

a temporary discontinuation of a program could potentially be disruptive. All those factors were taken into consideration in trying to make the best decision for each youth. In addition, the parole supervision plan was very detailed for each youth, including weekly reporting requirements and house arrest for those deemed appropriate: it was basically an individualized plan for each youth.

Assemblywoman Kirkpatrick asked whether there was consultation with a judge.

Mr. McBride replied that the Division had notified judicial districts and judges who had youth placed in the facility, and notices of transfers were sent from the Deputy Attorney General. He understood that all of the Clark County youth who were transferred to the NYTC were scheduled for review hearings for progress updates to the Court the following week. He added that parents were notified as well.

Assemblywoman Kirkpatrick stated it was important to state on the record that the process was methodical.

Senator Kieckhefer affirmed that the work program in Agenda Item C-69 would free up the \$674,000 to repair the facility, and there was a duplicate amount of funds in the biennial budget amendment. He asked whether both allocations were required and if there was a set hire date for opening the facility.

Ms. Howell replied that he was correct: as one amount would increase in spending, the other amount would decrease. The facility was scheduled to reopen on September 1, 2015, because the Clark County School District had committed to provide education to the youth at the facility and it was beneficial to have admissions on count date for Distributive School Account (DSA) funding.

Ms. Howell explained that it would not be effective or productive for all staff to begin on September 1, 2015, so a specific number of staff would start in July to begin hiring and training before the facility opened in September.

In the event the Committee did not approve the work program request and appropriate the \$674,000 through the budget amendment, Senator Kieckhefer asked whether the facility could meet the September 1 opening date.

Ms. Howell replied she did not believe the facility could open by that date without the funds.

Assemblyman Oscarson said that he appreciated the fact that the Division was pursuing all possible legal remedies to recoup funds for rehabilitation of the facility. He commented that the Division had practical experience in how to operate the facility, and he looked forward to the transition to a state-owned environment for the youth in the facility.

Assemblyman Hambrick asked whether the problems were due to poor individual management or whether they were caused by a corporate failure.

Ms. Howell replied she was not sure. She said that each of the monitoring reports and meetings occurred with the facility superintendent and executive director. Over the last nine weeks of operation, a weekly report was given to the vendor listing all of the items that were not in compliance. She stated that currently there was no litigation pending.

Assemblyman Sprinkle commented that he had been a part of the process, and he commended the Division for its oversight during a difficult time. He asked whether there was any financial impact of moving the youth to Caliente and NYTC.

Ms. Howell replied not at this time. There was a financial impact because of required overtime at the facilities to meet PREA (Prison Rape Elimination Act) ratios, but the Division had not exceeded its budget authority.

Chair Anderson noted that this facility and others had gone back and forth between the state and contractors, and there had been problems in all cases. He said it was clear that the facility needed to be rehabilitated and reopened. He asked that the Division provide clarification for the Committee concerning what would be different than before under state operation, specifically related to the education and future costs.

ASSEMBLYWOMAN CARLTON MOVED TO APPROVE AGENDA
ITEM C-69.

SENATOR SMITH SECONDED THE MOTION.

THE MOTION CARRIED UNANIMOUSLY.

- 70. Department of Employment, Training and Rehabilitation - Rehabilitation Division - Vocational Rehabilitation - FY 2015** - Addition of \$126,361 in federal Supported Employment grant authority for client outreach and services to individuals who, due to their disabilities, will require long-term support to maintain employment in competitive, integrated employment. Requires Interim Finance approval since the amount added to the Supported Employment category exceeds \$75,000. **Work Program #C32003**

Refer to motion for approval under Agenda Item C.

- 71. Department of Employment, Training and Rehabilitation - Employment Security - FY 2015** - Addition of \$3,700,000 in federal Workforce Investment Act (WIA) grant funds to support local workforce investment boards' projected statewide workforce development activities through the remainder of the fiscal year. Activities are geared toward increasing employment, retention, earnings and occupational skills of Nevadans. Requires Interim Finance approval since the

amount added to the WIA Program category exceeds \$75,000.
Work Program #C31941

Mark Costa, Chief Financial Officer, Department of Employment, Training and Rehabilitation (DETR), introduced Renee Olson, Administrator, Employment Security Division, DETR. He explained that Agenda Item C-71 was a request to augment category 11, Workforce Investment Act (WIA), expenditures in the amount of \$3.7 million, primarily to allow the northern and southern workforce investment boards to have authority to continue their operations through the rest of fiscal year (FY) 2015 with existing available grant funds.

Assemblywoman Bustamante Adams said that she understood the boards had adopted some best practices when closing out contracts, and she was grateful that the practices were being incorporated. She asked where the extra funds were coming from.

Mr. Costa replied that the additional authority was from an existing grant from program year 2014. The northern and southern boards were currently operating under that grant, and authority could be drawn in on a reimbursement basis when billings were received from the boards. The purpose of the work program was to ensure that DETR had authority to draw in the additional funds to close out the budgets.

Assemblywoman Bustamante Adams asked how the funds would be used.

Mr. Costa replied that the funds would be used for three different contracts, the Youth, Adult, and Dislocated Workers, which both boards had. The funds were spent at varying rates according to the demands of the program or existing expenditures. The additional funds could be used for any one of the three programs.

Assemblywoman Bustamante Adams asked whether it had been determined how the funds would be distributed to the three programs,

Mr. Costa explained that the expenditures would not be known until billings were received from the boards. The Employment Security Division would work with the boards on which and how many individuals were being served. The Division would know which program was receiving the funds when the billings were paid.

Assemblywoman Bustamante Adams asked whether it was known what percentage of the \$3.7 million each of the boards would receive.

Mr. Costa said no, the percentages were not known, but for the current program year (PY) 2014 grant, the northern board was allocated about 28 percent and the remaining 72 percent was allocated to the southern workforce board.

Assemblywoman Carlton asked whether any of the funds would be available to help Nevada workers upgrade their skills for the new jobs coming into the state.

Renee Olson, Administrator, Employment Security Division, DETR, explained that the funds were passed through to the local boards, which contracted the funds to their providers for training services. She said that the boards had not used funds for skills upgrades in the past, but the possibility could certainly be explored through the local workforce investment boards.

Assemblywoman Carlton said it appeared that the possibility should be pursued with the local boards: the programs appeared to have the same populations and goals.

Ms. Olson said that the possibility was worthy of a conversation, and she would check the federal rules and regulations concerning the funds, as well as consult with the local boards. She would report back to the Committee.

Chair Anderson commented that the Ways and Means Committee had expressed its interest in seeing the Governor's Office of Economic Development reach out and look for training dollars. This could be a starting point for that discussion.

Assemblyman Armstrong said it appeared that the request was based on a change in billing procedures whereby billings had to be paid sooner rather than later.

Ms. Olson explained the request more likely resulted from an end-of-year process when the providers were being asked to prepare final billings for their expenses and close out their contracts and grants. She said the purpose of the request was more to realign the budget authority with the grant authority and the expected expenditures through the end of the year.

Assemblyman Armstrong asked whether expenses were usually paid after the close of the fiscal year, but they were now being paid at the end of the year.

Ms. Olson said she thought a closeout time frame had been set, when previously the time frame was extended beyond the end of the year. It was a good practice to close the contracts and billings and move on to the next contract year.

Assemblyman Armstrong asked whether paying expenses that would normally occur after the close of the year would create any budgeting offset for the future biennia.

Ms. Olson replied she could not be certain of that. Grants were issued once a year to be spent over the course of two years, and trying to predict how much of those expenses would occur in one year was difficult. The goal was to obligate 80 percent of the funds given to the boards within the first year, but the amount they obligated in one year or the other could not be fully predicted, which was the reason for the process to align the grant with the budget authority in the fiscal year and interim.

Assemblyman Armstrong asked whether the grant funds would be fully used over a two-year period of time, regardless of the annual expenses.

Ms. Olson replied that the grant funds would be fully utilized over a two-year period, but the projection of the amount used during the first year versus the second year was not precise.

In response to questions from Assemblyman Edwards, Ms. Olson explained that the Workforce Investment Assessment grant funding was exceptionally complicated. It was actually three-year money: once a year, the state received three-year money. The funds that were passed through to the local boards could be spent over two years. The funds that remained at the state level could be spent over three years. The first allotment of funding, which was the Youth dollars, was received on April 1, and the remaining allocation of funds was received in July at the start of the program year. Ms. Olson clarified that WIA did not operate on a typical federal fiscal year, which was October 1 through September 30. Most of the funds were allocated to the local boards, and the balance was retained by the state and could be spent over an extra year.

Ms. Olson added that everything could change with the advent of the Workforce Innovation and Opportunity Act (WIOA), which was replacing WIA and the Division was working to implement.

Assemblywoman Bustamante Adams noted that the WIOA required the state to have a comprehensive statewide plan, and she asked whether discussions had begun on a statewide plan.

Ms. Olson replied that various workgroups were currently meeting with the required partners to work on redesigning the program statewide. The state unified plan was due in 2016, and the Division had just received the proposed rulemaking from the federal government on the Act.

Chair Anderson asked whether there were further questions and hearing none, he called for a motion.

ASSEMBLYWOMAN DICKMAN MOVED TO APPROVE AGENDA
ITEM C-71.

SENATOR SMITH SECONDED THE MOTION.

THE MOTION CARRIED. (Senator Roberson was not present for
the vote.)

- 72. Department of Employment, Training and Rehabilitation - Administrative Services - Information Development and Processing - FY 2015** - Addition of \$160,817 in federal Longitudinal Data System grant funds transferred from the Department of Education and deletion of \$60,817 in Cost Allocation Reimbursements for the system interface of the Statewide Longitudinal Data System. Requires Interim Finance approval since the amount added to the

Department of Education Subgrant category exceeds \$75,000.
Work Program #C31985

Refer to motion for approval under Agenda Item C.

- 73. Department of Corrections - Director's Office - FY 2015** - Deletion of \$124,244 in Budgetary Transfers and transfer of \$40,985 from the Information Services category to the Operating category to purchase data processing supplies directly within facility budget accounts throughout the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Information Services category exceeds \$75,000. **Work Program #C31894**

Refer to motion for approval under Agenda Item C.

- 74. Department of Corrections - Director's Office - FY 2015** - Addition of \$7,925 in Budgetary Transfers and transfer of \$33,854 from the Video Conferencing category to the Inmate Transportation category and \$367 from the Microwave Channels category to the Inmate Transportation category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Inmate Transportation category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32045**

Refer to motion for approval under Agenda Item C.

- 75. Department of Corrections - Prison Medical Care - FY 2015** - Deletion of \$57,941 in Transfer from Prison Store and transfer of \$37,393 from the Professional Services category to the Operating category, \$98,484 from the Professional Services category to the Inmate Driven category, and \$96,403 from the Professional Services category to the Medical Inmate Driven State Claim category to fund projected shortfalls for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Professional Services category exceeds \$75,000. **Work Program #C32096**

Refer to motion for approval under Agenda Item C.

- 76. Department of Corrections - Correctional Programs - FY 2015** - Addition of \$2,193 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31897**

Refer to motion for approval under Agenda Item C.

77. **Department of Corrections - Correctional Programs - FY 2015** - Addition of \$4,688 in Budgetary Transfers to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32046**

Refer to motion for approval under Agenda Item C.

78. **Department of Corrections - Ely State Prison - FY 2015** - Addition of \$15,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31890**

Refer to motion for approval under Agenda Item C.

79. **Department of Corrections - Ely State Prison - FY 2015** - Addition of \$22,561 in Budgetary Transfers, deletion of \$6,304 in Room, Board and Transportation Charges, and transfer of \$32,566 from the Uniform Allowance category to the Utilities category and ~~\$2,461~~ **\$8,472** from the Uniform Allowance category to the Operating category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Uniform Allowance category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32058. REVISED 3-22-15.**

Refer to motion for approval under Agenda Item C.

80. **Department of Corrections - High Desert State Prison - FY 2015** - Addition of \$20,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31885**

Refer to motion for approval under Agenda Item C.

81. **Department of Corrections - High Desert State Prison - FY 2015** - Addition of \$143,570 in Budgetary Transfers and transfer of \$45,368 from the Uniform Allowance category to the Utilities category and \$973 from the Equipment category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Utilities category exceeds \$75,000. **Work Program #C32061**

Refer to motion for approval under Agenda Item C.

82. **Department of Corrections - Northern Nevada Correctional Center - FY 2015-** Addition of \$10,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31899**

Refer to motion for approval under Agenda Item C.

83. **Department of Corrections - Northern Nevada Correctional Center - FY 2015-** Addition of \$10,299 in Budgetary Transfers, \$17,250 in Reimbursement for Utilities, deletion of \$2,921 in Employee Service Charges, transfer of \$49,351 from the Uniform Allowance category to the Inmate Drivens category and ~~\$3,702~~ **\$6,183** from the Maintenance Contracts category to the Inmate Drivens category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Uniform Allowance category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32062. REVISED 3-19-15.**

Refer to motion for approval under Agenda Item C.

84. **Department of Corrections - Nevada State Prison - FY 2015 -** Deletion of \$36,411 in Budgetary Transfers to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount deducted from the Maintenance for Closed Facilities category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32048**

Refer to motion for approval under Agenda Item C.

85. **Department of Corrections - Southern Desert Correctional Center - FY 2015 -** Addition of \$30,485 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31888**

Refer to motion for approval under Agenda Item C.

86. **Department of Corrections - Southern Desert Correctional Center - FY 2015 -** Deletion of \$256,926 in Budgetary Transfers and transfer of \$16,034 from the Utilities category to the Operating category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount deducted from the Utilities category exceeds \$75,000. **Work Program #C32053**

Refer to motion for approval under Agenda Item C.

- 87. Department of Corrections - Lovelock Correctional Center - FY 2015 -**
Addition of \$15,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31901**

Refer to motion for approval under Agenda Item C.

- 88. Department of Corrections - Lovelock Correctional Center - FY 2015 -**
Addition of \$125,631 in Budgetary Transfers and transfer of \$51,642 from the Maintenance Contracts category to the Inmate Drivens category and \$30,581 from the Uniform Allowance category to the Inmate Drivens category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Inmate Drivens category exceeds \$75,000. **Work Program #C32068**

Refer to motion for approval under Agenda Item C.

- 89. Department of Corrections - Southern Nevada Correctional Center-FY 2015-**
Deletion of \$8,120 in Budgetary Transfers to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32047**

Refer to motion for approval under Agenda Item C.

- 90. Department of Corrections - Warm Springs Correctional Center - FY 2015 -**
Addition of \$8,854 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31895**

Refer to motion for approval under Agenda Item C.

- 91. Department of Corrections - Warm Springs Correctional Center - FY 2015 -**
Deletion of \$24,416 in Budgetary Transfers, \$3,617 in Room, Board, and Transportation Charges, and transfer of \$10,498 from the Inmate Drivens category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32049**

Refer to motion for approval under Agenda Item C.

92. **Department of Corrections - Florence McClure Women's Correctional Center - FY 2015** - Addition of \$10,132 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31902**

Refer to motion for approval under Agenda Item C.

93. **Department of Corrections - Florence McClure Women's Correctional Center - FY 2015** - Deletion of \$21,449 in Budgetary Transfers and transfer of \$51,878 from the Inmate Drivens category to the Utilities category and ~~\$6,784~~ **\$16,420** from the Uniform Allowance category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32070. REVISED 3-20-15.**

Refer to motion for approval under Agenda Item C.

94. **Department of Corrections - Casa Grande Transitional Housing - FY 2015** - Addition of \$1,400 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31898**

Refer to motion for approval under Agenda Item C.

95. **Department of Corrections - Casa Grande Transitional Housing - FY 2015** - Deletion of \$97,085 in Room, Board, and Transportation Charges and transfer of \$5,955 from the Inmate Drivens category to the Opportunities in Probation and Enforcement in Nevada Program category to fund projected shortfalls for the remainder of the fiscal year. Requires Interim Finance approval since the amount deducted from the Inmate Drivens category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32075**

Refer to motion for approval under Agenda Item C.

96. **Department of Corrections - Northern Nevada Restitution Center - FY 2015** - Addition of \$2,400 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31896**

Refer to motion for approval under Agenda Item C.

- 97. Department of Corrections - Northern Nevada Restitution Center - FY 2015 -** Deletion of \$31,099 in Budgetary Transfers, transfer of \$351 from the Operating category to the Maintenance Contracts category, and \$4,700 from the Operating category to the Inmate Drivens category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount deducted from the Operating category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32056**

Refer to motion for approval under Agenda Item C.

- 98. Department of Corrections - Stewart Conservation Camp - FY 2015 -** Addition of \$500 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31900**

Refer to motion for approval under Agenda Item C.

- 99. Department of Corrections - Stewart Conservation Camp - FY 2015 -** Addition of \$20,313 in Budgetary Transfers and transfer of \$493 from the Uniform Allowance category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32064**

Refer to motion for approval under Agenda Item C.

- 100. Department of Corrections - Pioche Conservation Camp - FY 2015 -** Addition of \$1,280 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31886**

Refer to motion for approval under Agenda Item C.

- 101. Department of Corrections - Pioche Conservation Camp - FY 2015 -** Addition of \$32,545 in Budgetary Transfers and transfer of \$1,216 from the Uniform Allowance category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32051**

Refer to motion for approval under Agenda Item C.

- 102. Department of Corrections - Three Lakes Valley Conservation Camp - FY 2015** - Addition of \$4,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31887**

Refer to motion for approval under Agenda Item C.

- 103. Department of Corrections - Three Lakes Valley Conservation Camp - FY 2015** - Addition of \$847 in Budgetary Transfers and transfer of \$872 from the Operating category to the Utilities category, \$2,235 from the Maintenance Contracts category to the Utilities category, \$3,056 from the Uniform Allowance category to the Utilities category, \$1,745 from the Boot Camp category to the Utilities category, and \$2,347 from the Inmate Drivens category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32052**

Refer to motion for approval under Agenda Item C.

- 104. Department of Corrections - Wells Conservation Camp - FY 2015** - Addition of \$1,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31893**

Refer to motion for approval under Agenda Item C.

- 105. Department of Corrections - Wells Conservation Camp - FY 2015** - Deletion of \$9,009 in Budgetary Transfers to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32054**

Refer to motion for approval under Agenda Item C.

- 106. Department of Corrections - Humboldt Conservation Camp - FY 2015** - Addition of \$9,413 in Budgetary Transfers, deletion of \$1,498 in Room, Board and Transportation Charges, transfer of \$5,633 from the Utilities category to the Inmate Drivens category, and ~~\$1,907~~ **\$2,706** from the Maintenance Contracts category to the Inmate Drivens category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32065. REVISED 3-20-15.**

Refer to motion for approval under Agenda Item C.

- 107. Department of Corrections - Ely Conservation Camp - FY 2015** - Addition of \$1,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31889**

Refer to motion for approval under Agenda Item C.

- 108. Department of Corrections - Ely Conservation Camp - FY 2015** - Addition of \$12,848 in Budgetary Transfers and transfer of \$1,616 from the Maintenance Contracts category to the Utilities category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32055**

Refer to motion for approval under Agenda Item C.

- 109. Department of Corrections - Jean Conservation Camp - FY 2015** - Deletion of \$37,093 in Budgetary Transfers and \$2,578 in Room, Board and Transportation Charges, and transfer of \$32,561 from the Utilities category to the Inmate Drivens category, \$4,308 from the Utilities category to the Maintenance Contracts category, and \$3,924 from the Utilities category to the Operating category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Utilities category exceeds \$75,000. **Work Program #C32066**

Refer to motion for approval under Agenda Item C.

- 110. Department of Corrections - Silver Springs Conservation Camp - FY 2015** - Deletion of \$1,026 in Budgetary Transfers to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32057**

Refer to motion for approval under Agenda Item C.

- 111. Department of Corrections - Carlin Conservation Camp - FY 2015** - Deletion of \$12,825 in Budgetary Transfers and \$4,282 in Room, Board, and Transportation Charges, and transfer of \$2,408 from the Inmate Drivens category to the Maintenance Contracts category to fund a projected shortfall within the department for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C32067**

Refer to motion for approval under Agenda Item C.

- 112. Department of Corrections - Tonopah Conservation Camp - FY 2015 -** Addition of \$1,000 in Budgetary Transfers to purchase data processing supplies directly within this budget account for the remainder of the fiscal year. Requires Interim Finance approval since this work program includes a budgetary transfer that balances against other work programs. **Work Program #C31891**

Refer to motion for approval under Agenda Item C.

- 113. Department of Corrections - Tonopah Conservation Camp - FY 2015 -** Addition of \$47,734 in Budgetary Transfers and transfer of \$1,448 from the Uniform Allowance category to the Utilities category, \$793 from the Inmate Drivens category to the Utilities category, and \$287 from the Operating category to the Utilities category to fund a projected shortfall within the department 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 #C32060**

Refer to motion for approval under Agenda Item C.

- 114. Department of Corrections - Offenders' Store Fund - FY 2015 -** Addition of \$4,039 in User Charges, \$178,050 in Store Sales, \$92,063 in Catalog Commissions, \$17 in Hobbycraft Sales, \$83,963 in Vending Machine Sales, and \$1,518,956 in Telephone Commissions to allow for continued offenders' store activities for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Inventory Purchase for Resale category exceeds \$75,000. **Work Program #C32009**

Refer to motion for approval under Agenda Item C.

- 115. Department of Corrections - Prison Industry - FY 2015 -** Transfer of \$48,253 from the Personnel Services category to the Northern Nevada Correctional Center Printing and Bindery Shop category to continue print shop activities for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Northern Nevada Correctional Center Printing and Bindery Shop category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31798**

Refer to motion for approval under Agenda Item C.

- 116. Department of Corrections - Prison Industry - FY 2015 -** Addition of \$15,963 in Excess Property Sales revenue and transfer of \$83,590 from the Personnel Services category to the Northern Nevada Correctional Center (NNCC) Metal Shop category to continue metal shop activities for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the NNCC Metal Shop category exceeds \$75,000. **Work Program #C31799**

Refer to motion for approval under Agenda Item C.

- 117. Department of Corrections - Prison Industry - FY 2015** - Addition of \$96,415 in reimbursements and transfer of \$35,412 from the Northern Nevada Correctional Center Furniture category to the Operating category to cover projected inmate payroll for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Operating category exceeds \$75,000. **Work Program #C31937**

Refer to motion for approval under Agenda Item C.

- 118. Department of Motor Vehicles - Director's Office - FY 2015** - Addition of ~~\$31,843~~ **\$31,219** in Budgetary Transfers from the Field Services account to partially cover a projected shortfall in Personnel Services. Requires Interim Finance Approval pursuant to Assembly Bill 507, Section 54 of the 2013 Session. **RELATES TO ITEM C.122. Work Program #C31939. REVISED 3-18-15.**

Refer to motion for approval under Agenda Item C.

- 119. Department of Motor Vehicles - Automation - FY 2015** - Transfer of \$18,150 from the Personnel Services category to the Data Telecommunications category to provide sufficient authority 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 #C31961**

Refer to motion for approval under Agenda Item C.

- 120. Department of Motor Vehicles - Administrative Services - FY 2015** - Addition of \$500,000 in Drivers License Photo Fees to offset projected costs paid to the vendor for photo issuance for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Drivers License Photos category exceeds \$75,000. **Work Program #C31970**

Refer to motion for approval under Agenda Item C.

- 121. Department of Motor Vehicles - Central Services - FY 2015** - Transfer of \$100,000 from the Personnel Services category to the Data Mailers and Decals category to provide sufficient authority for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Personnel Services category exceeds \$75,000. **Work Program #C31962**

Refer to motion for approval under Agenda Item C.

- 122. Department of Motor Vehicles - Field Services - FY 2015** - Deletion of ~~\$31,843~~ **\$31,219** in Budgetary Transfers to partially cover a projected shortfall in Personnel Services in the Director's Office account. Requires Interim Finance Approval pursuant to Assembly Bill 507, Section 54 of the 2013 Session. **RELATES TO ITEM C.118. Work Program #C32081. REVISED 3-18-15.**

Refer to motion for approval under Agenda Item C.

- 123. Department of Public Safety - Highway Safety Grants Account - FY 2015 -** Addition of \$1,007,916 in federal Motor Carrier Safety Assistance Program grant funds to align state fiscal year with federal fiscal year grant awards. Requires Interim Finance approval since the amount added to the Operating category exceeds \$75,000. **Work Program #C31852**

Refer to motion for approval under Agenda Item C.

- 124. Department of Public Safety - Parole and Probation - FY 2015 -** Addition of \$43,366 in U.S. Marshal Service reimbursement revenue for the U.S. Marshal Service task force operations to locate absconders and monitor fugitive activities. Requires Interim Finance approval since the amount added to the U.S. Marshal Service reimbursement category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31725**

Refer to motion for approval under Agenda Item C.

- 125. Department of Public Safety - Parole and Probation - FY 2015 -** Transfer of \$20,000 from the Personnel Services category to the Operating category, \$33,000 from the Personnel Services category to the Client Drug Tests category, \$17,000 from the Personnel Services category to the Psychosexual Evaluations category, and \$9,500 from the Personnel Services category to the Forensics Lab Contracts category to cover a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred from the Personnel Services category exceeds \$75,000. **Work Program #C31973**

Refer to motion for approval under Agenda Item C.

- 126. Department of Public Safety - Emergency Management Division - FY 2015 -** Addition of \$52,564 in federal Emergency Management Agency, Pre-Disaster Mitigation grant funds transferred from the Department of Public Safety - Emergency Management Assistance Grant account to support updating the state's hazard mitigation plan. Requires Interim Finance approval since the amount added to the Mitigation category exceeds 10 percent of the legislatively approved amount for that category. **RELATES TO ITEM C.127. Work Program #C31713**

Refer to motion for approval under Agenda Item C.

- 127. Department of Public Safety - Emergency Management Assistance Grants - FY 2015 -** Addition of \$528,135 in federal Pre-Disaster Mitigation grant funds to provide subgrants to Clark County, Churchill County, and the Division of Emergency Management for projects that reduce injuries, loss of life, and damage/destruction of property from disasters. Requires Interim Finance approval since the amount added to the Pre-Disaster Mitigation category exceeds \$75,000. **RELATES TO ITEM C.126. Work Program #C31712**

Refer to motion for approval under Agenda Item C.

- 128. Department of Public Safety - Emergency Management Assistance Grants - FY 2015** - Addition of \$875,916 in federal Pre-Disaster Mitigation grant funds to support a subgrant to Douglas County for the U.S. 395 drainage improvement project. Requires Interim Finance approval since the amount added to the Pre-Disaster Mitigation category exceeds \$75,000. **Work Program #C31760**

Refer to motion for approval under Agenda Item C.

- 129. Department of Public Safety - Emergency Management Assistance Grants - FY 2015** - Addition of \$534,877 in federal Department of Energy (DOE), Emergency Preparedness Working Group (EPWG) grant funds to align state authority with available federal grant awards to enhance emergency response capabilities related to the transportation of low-level radiological waste. Requires Interim Finance approval since the amount added to the DOE EPWG category exceeds \$75,000. **Work Program #C31931**

Refer to motion for approval under Agenda Item C.

- 130. Department of Public Safety - Criminal History Repository - FY 2015** - Addition of \$37,904 in federal Justice Assistance Grant (JAG) funds transferred from the Department of Public Safety - Justice Assistance Grant Trust account to support the Sex Offender Tracking (SORT) interfaces and Sex Offender Case File Digitization projects. Requires Interim Finance approval since the amount added to the SORT JAG Grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31796**

Refer to motion for approval under Agenda Item C.

- 131. Department of Public Safety - Criminal History Repository - FY 2015** - Addition of \$412,000 in Federal Bureau of Investigations (FBI) Fingerprint Fees to cover projected costs for the remainder of the fiscal year due to increased activity. Requires Interim Finance approval since the amount added to the FBI Fingerprint category exceeds \$75,000. **Work Program #C31840**

Refer to motion for approval under Agenda Item C.

- 132. Department of Public Safety - Capitol Police - FY 2015** - Transfer of \$40,444 from the Personnel Services category to the Contracted Security category to provide for private contract security services at the Capitol Building and the Attorney General's Office in Carson City. Requires Interim Finance approval since the cumulative change to the Contracted Security category exceeds \$75,000. **Work Program #C31757**

Refer to motion for approval under Agenda Item C.

- 133. Department of Public Safety - Highway Safety Plan and Administration - FY 2015** - Addition of \$666,585 in federal Nevada Department of Transportation (NDOT) Flex Funds transferred from NDOT and deletion of \$2,774 in federal National Highway Traffic Safety Administration - 402 grant funds transferred from the Department of Public Safety - Office of Traffic Safety account to continue the statewide road users' behavioral campaign that promotes the awareness of the public and educates the public concerning highway safety matters consistent with the Strategic Highway Safety Plan. Requires Interim Finance approval since the amount added to the NDOT Flex Funds category exceeds \$75,000. **RELATES TO ITEM C.134. Work Program #C31993**

Refer to motion for approval under Agenda Item C.

- 134. Department of Public Safety - Traffic Safety - FY 2015** - Addition of \$926,167 in federal Nevada Department of Transportation (NDOT) Flex Funds transferred from NDOT to continue the statewide road users' behavioral campaign that promotes the awareness of the public and educates the public concerning highway safety matters consistent with the Strategic Highway Safety Plan. Requires Interim Finance approval since the amount added to the NDOT Flex Funds category exceeds \$75,000. **RELATES TO ITEM C.133. Work Program #C31992**

Refer to motion for approval under Agenda Item C.

- 135. Department of Conservation and Natural Resources - State Historic Preservation Office - FY 2015** - Transfer of \$20,000 from the Personnel Services category to the Survey and Planning category to support restoration efforts on the Red House project. The Red House is located in the Lake Tahoe Basin and was once the caretaker's residence for the Marlette Lake Water System. Requires Interim Finance approval since the cumulative amount added to the Survey and Planning category exceeds \$75,000. **Work Program #C32025**

Refer to motion for approval under Agenda Item C.

- 136. Department of Conservation and Natural Resources - Administration - FY 2015** - Addition of \$42,389 in funds transferred from the Department of Minerals to partially fund costs associated with the Sagebrush Ecosystem Team. Requires Interim Finance approval since the cumulative amount added to the Sagebrush Ecosystem Team category exceeds \$75,000. **Work Program #C31800**

Refer to motion for approval under Agenda Item C.

- 137. Department of Conservation and Natural Resources - Conservation Districts - FY 2015** - Addition of \$52,214 in federal U.S. Department of Agriculture, Natural Resources Conservation Service grant funds to align state budget authority with current available federal grant authority. Requires Interim

Finance approval since the cumulative amount added to the Conservation District Sagebrush Team category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31819. WITHDRAWN 3-19-15.**

- 138. Department of Conservation and Natural Resources - Water Resources - FY 2015** - Addition of \$80,281 in federal U.S. Fish and Wildlife Service - Sport Fish Restoration - Boating Access Program grant funds transferred from the Nevada Department of Wildlife to support the maintenance and repair efforts associated with the South Fork Dam. Requires Interim Finance approval since the amount added to the South Fork Dam category exceeds \$75,000. **Work Program #C31853**

Refer to motion for approval under Agenda Item C.

- 139. Department of Conservation and Natural Resources - Forestry - FY 2015** - Addition of \$54,595 in County Assessments transferred from the Forestry Inter-Governmental Agreements account to fund projected administrative and operational costs through the remainder of the fiscal year. Requires Interim Finance approval since the cumulative amount added to the Operating category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31803. WITHDRAWN 3-27-15.**

- 140. Department of Conservation and Natural Resources - Forestry - Forest Fire Suppression - FY 2015** - Addition of \$1,176,187 in prior year refunds for firefighting efforts made on behalf of other federal and local government entities in prior fiscal years. Requires Interim Finance approval since the amount added to the Prior Year Claims category exceeds \$75,000. **Work Program #C32113**

Refer to motion for approval under Agenda Item C.

- 141. Department of Conservation and Natural Resources - State Lands - FY 2015** - Addition of \$49,500 in federal U.S. Department of Energy grant funds transferred from the Nevada Division of Environmental Protection account to align available grant authority with the agency's budget authority. The funding will be used to support additional enhancements to the land management system for State Lands. Requires Interim Finance approval since the cumulative amount added to the Information Services category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31934**

Refer to motion for approval under Agenda Item C.

- 142. Department of Conservation and Natural Resources - Environmental Protection - Water Pollution Control - FY 2015** - Addition of \$70,115 **Deletion of \$63,222** in federal U.S. Department of Energy (DOE) grant funds transferred from the Nevada Division of Environmental Protection Administration account, **and transfer of \$70,115 from the Reserve category to the DOE Grant category** to continue with the development of new data bases that will replace

obsolete and unsupported data base platforms and to provide funding for in-state travel to attend required statewide compliance inspections and meetings. Requires Interim Finance approval since the cumulative amount added to the DOE Grant category exceeds \$75,000. **Work Program #C31957. REVISED 3-19-15.**

Refer to motion for approval under Agenda Item C.

- 143. Department of Conservation and Natural Resources - Environmental Protection - Water Pollution Control - FY 2015** - Addition of \$68,401 in federal Environmental Protection Agency 106 grant funds to align state authority with the current available federal grant authority to continue support of the agency's activities associated with the inspections of permitted storm water facilities and providing compliance and technical assistance to Nevada businesses. Requires Interim Finance approval since the cumulative amount added to the Federal 106 Grant category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C31995 WITHDRAWN 3-27-15.**

- 144. Department of Conservation and Natural Resources - Environmental Protection - Water Quality Planning - FY 2015** - Addition of \$407,873 in federal Environmental Protection Agency (EPA), Clean Water Act, Section 106 Monitoring Initiative (MI) grant funds to support the bureau's efforts to build additional capacity in their water monitoring programs. Requires Interim Finance approval since the amount added to the Federal Clean Water Act Section 106 MI EPA Grants category exceeds \$75,000. **Work Program #C32016. WITHDRAWN 3-27-15.**

- 145. Department of Wildlife - Operations - FY 2015** - Addition of \$165,176 in Sportsmen Revenue transferred from the Wildlife Fund account to fund a projected shortfall in utility costs. Requires Interim Finance approval since the amount added to the Utilities category exceeds \$75,000. **Work Program #C31728**

Refer to motion for approval under Agenda Item C.

- 146. Department of Wildlife - Operations - FY 2015** - Addition of \$491,873 in Application Fees transferred from the Wildlife Fund account to fund the costs of the operation, maintenance, and enhancement of the Nevada Wildlife Database System. Requires Interim Finance approval since the amount added to the Nevada Wildlife Database System category exceeds \$75,000. **Work Program #C31830**

Refer to motion for approval under Agenda Item C.

- 147. Department of Wildlife - Operations - FY 2015** - Addition of \$552,454 in Hunt Application Fees transferred from the Wildlife Fund account for the administration and maintenance of the Application Hunt System. Requires Interim Finance

approval since the amount added to the Application Hunt System category exceeds \$75,000. **Work Program #C31856**

Refer to motion for approval under Agenda Item C.

- 148. Department of Wildlife - Operations - FY 2015** - Addition of \$96,109 in Sportsmen Revenue transferred from the Wildlife Fund account to provide adequate funding for the remainder of the fiscal year. Requires Interim Finance approval since the amount added to the Administration category exceeds \$75,000. **Work Program #C31867**

Refer to motion for approval under Agenda Item C.

- 149. Department of Wildlife - Diversity - FY 2015** - Addition of \$115,872 in federal U.S. Fish and Wildlife Service, Landowner Incentive Program grant funds for habitat restoration projects. Requires Interim Finance approval since the amount added to the Landowner Incentive Program category exceeds \$75,000. **Work Program #C31869**

Refer to motion for approval under Agenda Item C.

- 150. Department of Wildlife - Diversity - FY 2015** - Addition of \$37,000 in federal U.S. Fish and Wildlife Service funds subgranted by the Great Basin Bird Observatory for golden eagle monitoring. Requires Interim Finance approval since the cumulative amount added to the State Wildlife Grant Plan Implementation category exceeds \$75,000. **Work Program #C31848**

Refer to motion for approval under Agenda Item C.

- 151. Department of Wildlife - Habitat - FY 2015** - Addition of \$12,367 in federal U.S. Fish and Wildlife Service (USFWS) - Wildlife Restoration grant funds, \$2,633 in federal USFWS - Sport Fish Restoration grant funds, and \$5,000 in Sportsmen Revenue transferred from the Wildlife Fund account to fund the Wildlife Management Area System. Requires Interim Finance approval since the cumulative amount added to the Wildlife Management Area System category exceeds 10 percent of the legislatively approved amount for that category. **Work Program #C32026**

Refer to motion for approval under Agenda Item C.

- 152. Department of Wildlife - Habitat - FY 2015** - Addition of \$117,412 in Q1 funds transferred from the Department of Conservation and Natural Resources, Division of State Lands for the development of a Greater Sage-Grouse Habitat Suitability Map. Requires Interim Finance approval since the amount added to the Technical Guidance category exceeds \$75,000. **Work Program #C32107**

Refer to motion for approval under Agenda Item C.

- 153. Department of Transportation - Transportation Administration - FY 2015 -** Addition of \$30,000,000 in Highway Fund Authorization and \$10,000,000 in Federal Highway Administration grant funds for road construction and maintenance projects. Requires Interim Finance approval since the amount added to the Land and Building Improvements category exceeds \$75,000. **Work Program #C32093**

Refer to motion for approval under Agenda Item C.

- 154. Department of Transportation - Transportation Administration - FY 2015 -** Addition of \$1,616,207 in federal Congestion Mitigation and Air Quality grant funds to purchase five sweepers as well as dump boxes, storage, and containment for brine solution and tanks. Requires Interim Finance approval since the amount added to the Equipment category exceeds \$75,000. **Work Program #C32123**

Refer to motion for approval under Agenda Item C.

- 155. Department of Transportation - Transportation Administration - FY 2015 -** Transfer of \$100,000 from the Administration Consultants/Other Federal Programs category to the Honor Camp Payments category to fund a projected shortfall for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Honor Camp Payments category exceeds \$75,000. **Work Program #C31865**

Refer to motion for approval under Agenda Item C.

- 156. Public Employees' Benefits Program - FY 2015 -** Transfer of \$990,000 from the Reserve category to the Self-Insured Administration Costs category to provide the necessary authority to continue the NVision Health and Wellness Program for the remainder of the fiscal year. Requires Interim Finance approval since the amount transferred to the Self-Insured Administration Costs category exceeds \$75,000. **Work Program #C31833**

Assemblywoman Kirkpatrick questioned why the wellness program was being continued when surveys had indicated that the employees did not like it and it was not being used. She asked for an explanation of why \$990,000 was needed to administer the program.

Celestena Glover, Chief Financial Officer, Public Employees' Benefits Program (PEBP), explained that in October 2013, the PEBP Board voted to bring the wellness program back on line. In February 2014, an informational item was provided to the Interim Finance Committee, which indicated that PEBP had sufficient funding to pay for the program in fiscal year (FY) 2014, and it would monitor the program to determine when additional funding would be needed, which was anticipated to be in April 2015.

Assemblywoman Kirkpatrick said Committee members had heard from employees that they would rather have the \$50 savings in cash on their paychecks rather than \$50 for the wellness program. She did not understand how the state was saving money through the wellness program, and she asked what \$990,000 in annual administrative costs entailed.

Ms. Glover clarified that the \$990,000 was not based on an annual cost. Half of the year had already been expended; however, the totality of the Self-Insured Administrative Costs category in the program using the funding to pay for costs up to this date was part of what caused the situation. She said when PEBP appeared before IFC in February 2014, additional data was available that explained outcomes for participants in the program. Ms. Glover said that the wellness program had about a 33 percent to 34 percent participation rate, which was approximately 10,000 participants, and a number of participants were benefitting. She noted that the program also included the diabetes care management plan, which would have ended if the wellness program were eliminated.

Assemblywoman Carlton said she understood the value of the program, and the Committee had heard testimony about the benefits of the projected amount of weight loss. She had heard from many state employees that the cost of their healthcare was the one expense that hurt their family budgets most. There had been many discussions about the Reserves, how the Reserves were spent, who benefitted from them, and how different monies were designated for different people. Individuals on the consumer-driven health plan had one benefit and employees on the HMO were impacted another way.

Assemblywoman Carlton said that she had employees who were struggling to pay their health insurance premiums and some were going to drop their children from their plan and use the money to apply to Nevada Check-Up. She asked how many state employees were covered under PEBP.

Ms. Glover said that currently there were 41,000 primary participants in PEBP, covering approximately 65,000 individuals.

Assemblywoman Carlton remarked that out of 65,000 individuals, 10,000 were receiving the wellness benefit, and the reserves were over \$900,000, which could be used to help state employees lower the cost of their health insurance and put money back into their pockets.

Ms. Glover said that the wellness program was voluntary, and PEBP was trying to assist those individuals who wanted to take steps to get healthier and learn about their medical conditions. At the same time, the participants received a premium reduction as an incentive.

Assemblywoman Carlton reiterated that she understood the program. She thought that PEBP did a good job in managing the health benefits program, but there were some philosophical differences and there were state employees who were unhappy. She noted that the wellness program was not approved by the 2013 Legislature, and PEBP went ahead and continued it anyway. She did not understand why and felt strongly that it was wrong.

Assemblywoman Titus said that she would like to see more statistical data and information confirming that outcomes were improved through expenditure of the funds. She calculated that 10,000 participants at a cost of nearly \$1 million came to about \$100 a person, which was not a large amount of money if there were savings in diabetic programs and hospitalizations. Conceptually, wellness programs were a great idea, but she wanted to see outcome data: decreased emergency room visits, doctor's visits, and medications. Committee members would be more comfortable with the administrative expense if the results were known.

Roger Rahming, Operations Officer, Public Employees' Benefits Program, said that some of the information could be provided to the Committee. He explained that the program was defunded prior to PEBP receiving some information from the vendor suggesting that the wellness plan was having positive impacts, which was reinforced by information from Aon Hewitt. A product called "Health Information on Demand" dissected the various attributes of the wellness program for participants who had been in it for 30 months. According to Dr. Michael Cryer of Aon Hewitt, out of the seven risk factors being measured, six had gone down from 2012 to the current time.

Mr. Rahming said that another decision point for the Board was the idea of natural flow. When a program was taken away, the participants would generally retreat to their previous behavior. He said that fact was very powerful to the Board, and although PEBP struggled to get higher participation, the Board decided to go from an activity-outcome based plan to a participation-based plan, which would hopefully increase participation.

Mr. Rahming added that a new vendor would be selected in June 2015, and part of the request for proposal was to inquire about the effect the vendors had on participation and outcomes.

Assemblywoman Titus asked whether employees received a reward or credit for their participation.

Mr. Rahming replied that HMO participants received a premium reduction, and members in the high-deductible health plan received \$50 in their health reimbursement account (HRA) or health savings account (HSA).

Assemblyman Edwards asked the overall cost of the entire program.

Ms. Glover replied that the \$990,000 administrative cost was the net effect of continuing the plan; the cost was spread over multiple programs—not just the wellness program. Approximately \$1 million to \$1.5 million was spent per year on the biometric screening portion, and approximately \$80,000 per month was spent on administrative fees for analytical reporting, onsite biometric screenings, and monitoring programs. Ms. Glover said the overall cost was about \$3 million annually.

Assemblyman Edwards remarked that it appeared about 30 percent of the program cost was for administration.

Ms. Glover reiterated that the request for \$990,000 was to continue the program through the end of the fiscal year, as well as administrative costs for other programs. Six months of the fiscal year, approximately \$450,000, had already been spent.

Assemblyman Edwards remarked that although the 2013 Legislature did not approve funds for the program, PEBP made the decision to continue the plan. He assumed that when PEBP made the decision to continue the program, the costs would be known and the funds would be available. However, now PEBP was requesting nearly \$1 million, and he did not understand the funding.

Ms. Glover clarified that the funding was in the Reserve category and not in the Expenditure category where it was needed. The request was to transfer the remaining amount from the Reserve category to the Expenditure category to continue the program until the end of the fiscal year.

Assemblywoman Benitez-Thompson asked for a thorough written explanation of the wellness program, including the details of the contract with the vendor, the number of employees dedicated to the wellness program, and the administrative costs versus clinical. She would like to have a better understanding of the program.

Ms. Glover replied that PEBP would provide that information to the Committee.

Assemblyman Kirner affirmed that the PEBP was about a \$500 million-a-year program. Kateri Carraher, Interim Executive Officer, Public Employees' Benefits Program, replied that he was correct.

Assemblyman Kirner said that about \$3 million was being spent on the wellness program, which he calculated to be .006 percent of the annual cost, which was a nominal amount of money. He asked to what extent the premiums would be affected if the wellness program were discontinued.

Ms. Glover replied that she did not have the exact figures with her, but the \$50 a month incentive amounted to \$600 a year for approximately 10,000 employees, which would be spread out over 30,000 participants because the Medicare retirees were not eligible for the program and did not pay a premium to PEBP.

Assemblyman Kirner recalled that the program was criticized because it did not appear to be seeing any results. He said that wellness programs in general were hard to measure. He asked whether there were performance measurements that would justify program.

Mr. Rahming said that was a very difficult question. Unfortunately, the data available was grouped, and it would be difficult to conduct research on an individual basis.

Assemblyman Kirner said he understood that the performance measurements were difficult, but in the next contract with the vendor, there must be a mechanism to measure the results and provide evidence that progress was being made. If there was no evidence that the program was a good investment, he agreed that the money should be spent elsewhere. The question was whether the state would know if it was receiving the best return.

Assemblywoman Kirkpatrick asked what the ramifications would be if the request was not approved. She was concerned that PEBP was in the middle of contract negotiations.

Ms. Glover explained that the RFP for the contract has been let. The current contract did not expire until September 30, 2015, and the current program would continue with the existing vendor. She said that the biometric screening process for the current plan year had been started. If authority was not approved to transfer the funds, PEBP would have to stop the program mid-stream.

Assemblywoman Kirkpatrick asked for clarification of the high-deductible plan to which the premium reduction applied.

Ms. Glover explained that in November 2014, the PEBP revised how incentives were paid. In the past, all of the participants received a premium reduction, regardless of which plan they were on. The consumer-driven health plan (CDHP), which was the PPO, had a deductible of \$1,500, and PEBP provided a base HSA or HRA of \$700 for a single employee. For family, the deductible was double and the HSA or HRA was \$700 for the primary and \$200 for each dependent up to three dependents. Additional contributions were also provided to the HSA and HRA accounts, and the \$50 incentive would also be contributed to those accounts. Ms. Glover said the incentive would no longer be a premium reduction for that group, primarily because single participants with premiums of \$39 did not receive their full \$50 benefit. The HMO did not qualify for an HSA or HRA account, so participants would continue to receive a premium deduction.

In response to questions from Assemblywoman Kirkpatrick, Ms. Glover said that if the request was not approved, participants would continue to receive their premium reduction for the current year ending June 30, 2015. In the following year, if the funding was not approved, the participants would not be able to complete their biometric screening or receive the \$50 incentive.

Assemblywoman Kirkpatrick said she was comfortable voting no, because she was confident there would be time in the 2015 Session to revisit the program.

To summarize, Senator Kieckhefer said that the 2013 Legislature did not approve the program, the PEBP Board approved it anyway, and the budgeted amount for the program was short by about 12 percent. He asked whether PEBP was contractually obligated to expend the money regardless of whether the Committee approved the transfer.

James R. Wells, Interim Director, Department of Administration [formerly Executive Officer of the Public Employees' Benefits Program], explained that there were four components to the wellness program:

- Administrative costs paid to the vendor, which were taken out of the budget in 2013 and were currently being requested to be put back in the budget. That money was put into Reserve, and when the Board reinstated the plan in November 2014, it was known that the administrative costs would be short over the course of this biennium. The biometric screenings, which came out of another category, were currently being paid.
- The incentives, which in FY 2015 were reductions in revenue. Participants paid a lower premium to the plan. Neither the biometric screenings nor the incentives would be affected.
- The current request before the Committee was to complete the contractual obligation to pay administrative costs through September 30, 2015.

Mr. Wells explained that the wellness program had two components:

- The true wellness program, which was what a lot of the angst had been about, both from the employees and the legislators.
- Disease management provisions, specifically the diabetes care management program. There were approximately 600 participants in the program, and there was documented evidence of significant reductions in emergency room visits and overall costs compared to what patients were incurring prior to the start of the program, resulting in approximately \$5 million in savings.

Mr. Wells said that rather than pay the administrative costs from the Reserve, it probably would have been more accurate to pay them from Savings in Claims, category 12, and transfer the Savings from Claims, which were occurring because of the improvements in health, to pay the administrative costs. He said that would have been a more palpable solution, because the disease management program was saving the program in claims.

Senator Kieckhefer stated that the PEBP Board entered into a contract for which it knew that it did not have the authority or capacity to fill financially.

Mr. Wells replied Senator Kieckhefer was correct: the authority had been removed from the budget by the 2013 Legislature.

Chair Anderson stated that he would not entertain a motion on the item until more information was received, either through a different process, a better understanding of the cost allocation, or other options. The request was deferred and no action was taken.

D. DEPARTMENT OF ADMINISTRATION – MERIT AWARD BOARD – Requests approval to award \$25,000 to be shared between two state employees for an employee suggestion, pursuant to NRS 285.070.

LeeAnn Easton, Administrator, Division of Human Resource Management, Department of Administration, said she was present to answer questions from the Committee regarding the process of the Merit Award Board. The chair of the Merit Award Board was present in Las Vegas, and Mr. Fisher from the Division of Welfare and Supportive Services was available to address the cost savings.

Steve Fisher, Administrator, Division of Welfare and Supportive Services (DWSS), Department of Health and Human Services, explained that an individual who was incarcerated was not eligible for public assistance while in prison. Prior to April 2013, the only way the Division would learn that an individual was incarcerated was through a call from a family member, a newspaper report, radio, or television. At that point, the Division would take action on the case and remove the individual from public assistance.

Mr. Strong, who was an investigator in the DWSS, working with Mr. Geraldo in the Department of Public Safety (DPS), came up with the idea that if DWSS could receive a file of incarcerated individuals from DPS, the investigator and his team could check the names on the DPS list with the names in the DWSS system who were on public assistance, and if welfare recipients were found on the DPS list, they could be determined ineligible for assistance.

Mr. Fisher said that Mr. Strong started the process in April 2013; it was a manual process to begin with, and then he created a cost avoidance. He explained that TANF eligibility was on a 12-month cycle, and a redetermination process was conducted every 12 months. If an individual was TANF eligible for \$100 a month and was incarcerated after two months, and if Mr. Strong found the individual's name on the DPS list, there would be a cost avoidance savings of \$1,000 for removal of the individual from public assistance after two months.

Mr. Strong and his team had tracked the cost avoidance amount from April 2013 through July 2014, and it was submitted to the Merit Award Committee. The Division

continued to track the cost avoidance amount, and from April 2013 through July 2014, the amount saved was \$2.6 million. To date, through February 2015, the cost avoidance amount was \$4.2 million.

Senator Kieckhefer asked whether the cost avoidance was a total aggregate amount of both federal and state dollars that would have been paid. Mr. Fisher replied that the savings all involved federal program dollars.

Senator Kieckhefer asked whether the Merit Award Board process differentiated between state and federal savings. Mr. Fisher replied that the savings could be either federal or state dollars.

Senator Kieckhefer asked whether the award funds would come from the cost avoidance savings or the General Fund.

Ms. Easton explained that half of the savings would be allocated to the General Fund and the other half would go to the employee's agency for a one-time cost of training or equipment. The *Nevada Revised Statutes* (NRS) 285.070, section 4, stated that "Awards to employees arising out of adopted employee suggestions must, insofar as is practicable, be paid from money other than money in the State General Fund."

Assemblywoman Carlton affirmed that there were no state dollars involved and the federal dollars saved would be available to benefit other eligible recipients. She had understood that the Merit Award Board awards were for savings of state dollars rather than federal.

Ms. Easton explained that NRS 285.014 defined an employee suggestion as one made by a state employee or a group of state employees that would ". . . reduce, eliminate or avoid state expenditures, whether or not such money would be expended from the State General Fund"

Senator Kieckhefer noted that some funds were Medicaid, which also involved state dollars.

Assemblywoman Carlton asked how incarceration was defined.

Naomi Lewis, Deputy Administrator, Division of Welfare and Supportive Services, Department of Health and Human Services, explained that each program, SNAP (Supplemental Nutrition Assistance Program), TANF (Temporary Assistance for Needy Families), and Medicaid, defined incarceration differently.

For the SNAP program, incarceration was not adjudicated; the offender was in a facility and expected to be in a facility longer than one issuance cycle during a period of time.

For the Medicaid program, the offender would have to be anticipated to be incarcerated longer than the administrative burden to terminate the case: past the effective date of

the termination. If someone was incarcerated on the fifth of the month and was expected to be released prior to the first of the following month, which would be the first month the payment could be affected, the case would not be closed. The same guidelines applied to the TANF program.

Assemblyman Armstrong said he appreciated Mr. Strong and his suggestion. He asked whether there was a difference between doing his daily job and developing a new idea.

Ms. Easton replied that NRS specifically stated that the award could not be based on an employee's daily job duties. It must be an idea that would save the state money in efficiencies and operations.

SENATOR KIECKHEFER MOVED TO APPROVE AGENDA
ITEM D.

ASSEMBLYMAN ARMSTRONG SECONDED THE MOTION.

THE MOTION CARRIED. (Senator Roberson was not present for
the vote.)

E. INFORMATIONAL ITEMS.

Chair Anderson announced that there were no requests for testimony on the informational items.

F. PUBLIC COMMENT.

Chair Anderson opened the meeting for public comment and there was none.

G. ADJOURNMENT.

There being no further business to come before the Committee, Chair Anderson adjourned the meeting at 11:16 a.m.

Assemblyman Paul Anderson, Chair
Interim Finance Committee

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

EXHIBITS
INTERIM FINANCE COMMITTEE
April 9, 2015

Exhibit	Witness/Agency	Description
A	*****	Agenda
B	*****	Meeting Packet
C	Evan Dale, Administrator, Division of Administrative Services, Department of Administration	Work Program Revision C-32011 for Division of Enterprise Information Technology Services (EITS)