

MINUTES

MEETING OF THE BOARD OF EXAMINERS

April 12, 2016

The Board of Examiners met on April 12, 2016, in The 2nd Floor Chambers at the Laxalt Building, 401 N. Carson St., Carson City, Nevada, at 10:00 a.m. Present were:

MEMBERS:

Governor Brian Sandoval
Secretary of State Barbara Cegavske
Attorney General Adam Paul Laxalt
James R. Wells, Clerk

OTHERS PRESENT:

Cody Phinney, Department of Health and Human Services, Public and Behavioral Health
Dennis Gallagher, Attorney General's Office
Reid Kaiser, Department of Transportation
Terri Albertson, Department of Motor Vehicles
Mindi Martini, Department of Education
Steve Canavero, Department of Education
Jim Barbee, Department of Agriculture
Donnell Barton, Department of Agriculture
Jim Wright, Department of Public Safety
Julie Butler, Department of Public Safety, General Services
Greg Lovato, Department of Conservation and Natural Resources, Environmental Protection
Izzy Hernandez, Department of Motor Vehicles
Damon Haycock, Public Employees Benefits Program

A copy of the sign-in sheets of all of the attendees is available upon request:
budget@finance.nv.gov

1. PUBLIC COMMENTS

Comments:

Governor: All right, we'll commence with agenda item number 1, public comment. Is any member of the public here in Carson City that would like to provide comment to the Board? Is there anyone present in Las Vegas that would like to provide public comment to the Board?

Las Vegas: None Governor.

Governor: All right, thank you very much.

*2. FOR POSSIBLE ACTION – APPROVAL OF THE MARCH 8, 2016 BOARD OF EXAMINERS’ MEETING MINUTES

Clerk’s Recommendation: I recommend approval.

Motion By: Secretary of State **Seconded By:** Attorney General **Vote:** 3-0

Comments:

Governor: Agenda item number 2 is approval of the March 8, 2016 BOE Meeting Minutes. Have the Members had an opportunity to view the minutes and are there any changes?

Secretary of State: No changes., Move for approval.

Attorney General: I second.

Governor: The Secretary of State has moved for approval of the minutes. The Attorney General has seconded the motion. Any questions or discussion? Hearing none, all in favor say aye. [ayes around] That motion passes unanimously, 3-0.

*3. FOR POSSIBLE ACTION – APPROVAL FOR STATE VEHICLE PURCHASES

Pursuant to NRS 334.010, no automobile may be purchased by any department, office, bureau, officer or employee of the state without prior written consent of the state Board of Examiners.

AGENCY NAME	# OF VEHICLES	NOT TO EXCEED
Department of Administration – Fleet Services	1	\$28,280
Department of Administration – Public Works – Buildings and Grounds	1	\$5,115
Department of Conservation and Natural Resources – Environmental Protection	1	\$35,110
Department of Corrections	1	\$27,970
Department of Public Safety – Parole and Probation	2	\$4,950
Total	6	\$101,425

Clerk’s Recommendation: I recommend approval.

Motion By: Secretary of State **Seconded By:** Attorney General **Vote:** 3-0

Comments:

Governor: We'll move on to agenda item number 3, approval for State Vehicle Purchases. Good morning, Mr. Wells.

Clerk: Good morning Governor, Members of the Board. This item requests six vehicles. The first item is a request from Fleet Services to replace a vehicle that was totaled in an accident. The second item is a request from Buildings and Grounds to replace an existing pick-up whose repairs exceed the value of the vehicle with a surplus pick-up from the Nevada Highway Patrol. This vehicle was included in their legislatively approved budget. The third item is a request from the Division of Environmental Protection to replace an existing sedan with a pick-up truck which will be used for the Abandoned Mines Program. The fourth item is a request from the Department of Corrections to replace a vehicle totaled in an accident. There was a replacement sedan in their budget along with the insurance proceeds are upgrading this vehicle to a sport utility vehicle. The fifth request is from the Division of Parole and Probation to purchase two used vehicles from Fleet Management to replace older existing vehicles with very high mileage. These vehicles also were in the legislatively approved budget.

Governor: Thank you Mr. Wells. I have no questions. Board Members? The Chair will accept a motion for approval.

Secretary of State: So moved.

Attorney General: Second.

Governor: The Secretary of State has moved for approval for State Vehicle Purchases as described in agenda item number 3. The Attorney General has seconded the motion. Any questions or discussion on the motion? Hearing none, all in favor, please say aye. [ayes around] That motion passes 3-0.

***4. FOR POSSIBLE ACTION – AUTHORIZATION TO CONTRACT WITH A CURRENT AND/OR FORMER EMPLOYEE**

A. Department of Administration – Purchasing

Pursuant to NRS 333.705, subsection 1, the division requests authority to contract with Tara Hayes, a former Correctional Officer, to provide uniformed security guard services through AlliedBarton Security Services.

B. Department of Health and Human Services – Aging and Disability Services

Pursuant to NRS 333.705, subsection 1, the division requests authority to contract with Erin Gardner who is currently employed with the Department of Public Safety, Highway Patrol.

C. Department of Transportation

Pursuant to NRS 333.705, subsection 1, the department requests authority to contract with Mr. James Ceragioli who has contracted with the prime consulting firm, CA Group. CA Group has been selected through the Request For Proposal (RFP) process to produce plans, specifications and estimates to construct numerous American Disabilities Act (ADA) improvements statewide and would like to utilize Mr. Ceragioli on these projects.

D. Department of Transportation

Pursuant to NRS 333.705, subsection 1, the department requests authority to contract with retired NHP Major J. Pat Gallagher. Major Gallagher will be employed by Parsons's Transportation Group, Inc. supporting the Facilitation Services for Nevada Traffic Incident Management Coalitions contract.

Clerk's Recommendation: I recommend approval.

Motion By: Secretary of State

Seconded By: Attorney General

Vote: 3-0

Comments:

Governor: We will move on to agenda item number 4, authorization to contract with a current and/or former employee. Mr. Wells.

Clerk: Thank you Governor. Agenda item number 4 includes four requests to contract with current and/or former employees pursuant to NRS 333.705, subsection 1. The first request is from State Purchasing, who contracts with AlliedBarton Security Services through a master services agreement, to provide uniformed security guard services to various state agencies. This request is for AlliedBarton to use a former employee who left the state service last year to perform these services and AlliedBarton also uses these employees on other contracted jobs with non-State of Nevada employers.

The second request is from the Department of Health and Human Services, Division of Aging and Disability Services to contract with a current Department of Public Safety, Highway Patrol employee as an autism treatment assistance program care manager. The employee will complete her Bachelor's degree in May of 2016 in Social Work and leave state service should this item be approved. Aging and Disability Services only contract with care managers, they do not hire them as state employees.

The third and fourth requests are from the Department of Transportation to allow contracted vendors to use former employees on projects that were awarded to those vendors. One employee retired in 2014 and has worked for the vendor since just after he retired. The second will retire to go to work for the contracted vendor. Neither of these former employees had any influence or authority over the contracts that they are being paid from.

Governor: Thank you Mr. Wells. These are all straightforward for me. Any questions from Board Members? If there are none, the Chair will accept a motion for approval for authorization to contract with a current and/or former employee as described in agenda item number 4.

Secretary of State: So moved.

Attorney General: Second.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. Any questions or discussion on the motion? Hearing none, all in favor, please say aye. [ayes around] That motion passes 3-0.

***5. FOR POSSIBLE ACTION – AUTHORIZATION TO CONTRACT WITH A CURRENT AND/OR FORMER EMPLOYEE**

A. Department of Health and Human Services – Public and Behavioral Health

Pursuant to NRS 333.705, subsection 4, the division seeks a favorable recommendation regarding the division’s determination to use the emergency provision to contract with a current Psychiatrist at the University of Nevada School of Medicine from December 23, 2015 through April 22, 2016 to provide independent medical examiner competence to stand trial evaluations for individuals at the Southern Nevada Adult Mental Health Services inpatient forensic unit on an as needed basis.

B. Department of Health and Human Services – Public and Behavioral Health

Pursuant to NRS 333.705, subsection 4, the division seeks a favorable recommendation regarding the division’s determination to use the emergency provision to contract with a current Director and Associate Professor in Residence, Department of Psychology at the University of Nevada, Las Vegas from February 11, 2016 through May 31, 2016 to provide competency evaluations and neuropsychological evaluations to determine competency status for individuals at the Southern Nevada Adult Mental Health Services forensic unit on an as needed basis.

Clerk’s Recommendation: I recommend approval.

Motion By: Secretary of State Seconded By: Attorney General Vote: 3-0

Comments:

Governor: We will move on to agenda item number 5, authorization to contract with a current and/or former employee. Mr. Wells.

Clerk: Thank you Governor. Pursuant to subsection 4 of NRS 333.705, an agency may contract with a former employee without first obtaining Board of Examiners approval if the term of the contract is for less than four months and the head of the using agency determines that an emergency exists. If the using agency contracts with an individual pursuant to this exemption, they must submit a copy of the contract and a description of the emergency to the Board of Examiners who shall review the contract and the description of the emergency and notify the agency whether they would’ve approved the contract had it not been entered into under the emergency provisions.

This item has two requests from the Department of Health and Human Services (DHHS), Division of Public and Behavioral Health, seeking a favorable recommendation from the Board on their use of the emergency provisions to contract with current employees. The first request is to contract with a current Psychiatrist at the University of Nevada, School of Medicine from December 23, 2015 through April 22, 2016. The second is to contract with a current Director and Associate Professor in Residence at the UNLV Psychology Department from February 11, 2016 through May 31, 2016. Both contractors will provide independent competency and neuropsychological evaluations to determine competency status for individuals at the Southern Nevada Adult Mental Health Services Forensic Unit, on an as needed basis in order to comply with the consent decree issued by the Court. Representatives from the department are available to answer any questions.

Governor: Do we have a representative from DHHS? And good morning, we have obviously your written presentation, but I'd like for you to just make a verbal record. This is really important. I want you to at least establish a record with regard to the emergency.

Cody Phinney: Thank you Governor. I appreciate the opportunity. Yes, this is very important.

Governor: Please identify yourself for the record.

Cody Phinney: I apologize. Cody Phinney, Administrator for the Division of Public and Behavioral Health, for the record. Yes, this is very important. We continue to maintain compliance with our consent decree related to providing timely services to people all over Nevada needing competency evaluation and treatment. There are, as you're aware, a limited number of psychiatrists in the state who are able to provide this particular service, some of whom do work for the University. This collaboration between us and the University, allowing us to use this staff is critical to our ability to maintain the timely services and get those individuals back to the criminal justice system in an appropriate timeframe. It is very important that we be able to work with these psychiatrists as we continue to build a workforce in southern Nevada that can provide this service.

Governor: And speaking of that, so these are retroactive. Will we continue to employ these two individuals?

Cody Phinney: We would very much like to be able to continue to work with these two individuals and we will continue to seek the appropriate approvals to do that.

Governor: Can you bring something forward so we can get it done for a year so you don't have to keep coming back?

Cody Phinney: We absolutely will, thank you.

Governor: Okay, good. Cody, I want to thank you publicly for your hard work in what you're doing. I had the opportunity, as you know, to visit Stein Hospital. I was incredibly impressed with what's happening there, so please pass that on to the staff there.

Cody Phinney: I will sir, thank you very much. We sincerely appreciate all of this Committee's and your support in making sure we were able to do this.

Governor: Thank you. Any other questions from Board Members? Anything further Mr. Wells? Okay. If there are no further questions, the Chair will accept a motion for approval of the authorization to contract with a current and/or former employee as described in agenda item number 5.

Secretary of State: Move for approval.

Attorney General: Second.

Governor: Secretary of State has moved for approval of agenda item number 5. The Attorney General has seconded the motion. Any questions or discussion? Hearing none, all in favor please say aye. [ayes around] That motion passes 3-0.

***6. FOR POSSIBLE ACTION – APPROVAL TO PAY A CASH SETTLEMENT**

Pursuant to Article 5, Section 21 of the Nevada Constitution, the State Board of Examiners may approve, settle or deny any claim or action against the State, any of its agencies or any of its present or former officers, employees, immune contractors or State Legislators.

A. Department of Transportation – Administration - \$190,794

The department requests settlement approval in the total amount of \$190,794 to fully resolve an eminent domain action to acquire two parcels of real property owned by Lisa Su, located on Silver Avenue in Las Vegas for Project Neon. NDOT previously deposited \$309,206 with the Court for a right of occupancy. NDOT now requests an additional \$190,794 to resolve the action. Approval of the additional amount of \$190,794 would bring the total to \$500,000.

Clerk’s Recommendation: I recommend approval.

Motion By: Secretary of State **Seconded By:** Attorney General **Vote:** 3-0

Comments:

Governor: We will move to agenda item number 6, approval to pay a cash settlement, Mr. Wells.

Clerk: Thank you Governor. Agenda item 6 is a request for approval of a cash settlement from the Department of Transportation in the amount of \$190,794 to fully resolve an eminent domain action to acquire two parcels of property in Las Vegas for Project NEON. When combined with the previously deposited amount of \$309,206, the total amount of \$500,000 will resolve the eminent domain action. It will also provide the Department with a marketable vacant remnant lot which could be sold to recoup part of the acquisition costs. Mr. Gallagher and Assistant Director Reid Kaiser are available if you have any questions.

Governor: Good morning gentlemen. Dennis or Reid, I’m not sure which one of you, but just, if you’d lay a record as to the basis for the settlement and what the potential exposure to the state could have been.

Dennis Gallagher: For the record, Dennis Gallagher, Office of the Attorney General. This is a settlement of an eminent domain lawsuit that was filed in relation to Project NEON late last year. It involves a single family residence and an adjoining vacant parcel. As your materials will disclose, the parcel with the home on it was appraised at a little over \$300,000. The vacant lot was appraised for a little over \$190,000. In Las Vegas, Special Counsel Joe Vidala is here and I’d like to acknowledge his work on this settlement. It’s very favorable financially to the state, its taxpayers, while recognizing the needs and desire of the property owner to lose the home but now gets rid of the vacant lot. And, as the materials also indicate, by purchasing the vacant lot, when the project is over, the State, NDOT, will be able to put together a very desirable parcel to sell at surplus, which will recoup perhaps all of the money that we’re asking for to settle the matter today.

Governor: Thank you. One more question, although it’s financially favorable, it is fair to the property owner, correct?

Dennis Gallagher: Absolutely Governor. It saves both parties the expense and time associated with litigation.

Governor: What do you estimate those costs and fees would have been?

Dennis Gallagher: From the State's perspective, the costs and fees with expert witnesses, it would've been tried by the staff at the Attorney General's Office, but with expert fees it would've easily cost close to \$100,000.

Governor: Thank you. Any further questions from Board Members? Mr. Kaiser, anything you want to add?

Reid Kaiser: No Governor, thanks.

Governor: You came all the way up, I wanted to give you a chance to say something. All right. If there are no further questions, the Chair will accept a motion to approve the cash settlement in the sum of \$190,794 as presented in agenda item number 6.

Secretary of State: So moved.

Attorney General: Second.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. Any questions or discussion? Hearing none, all in favor, please say aye. [ayes around] That motion passes 3-0, thank you gentlemen.

***7. FOR POSSIBLE ACTION – REQUEST FOR GENERAL FUND ALLOCATION FROM THE INTERIM FINANCE COMMITTEE CONTINGENCY ACCOUNT**

A. Department of Motor Vehicles – Field Services - \$38,317

Pursuant to NRS 353.268, the department requests an allocation of \$38,317 from the Interim Finance Contingency Account to fund the Voter Registration category to implement new forms to bring the agency into compliance with the National Voter Registration Act. ***This request is contingent upon Interim Finance Committee's approval of a pending action item.**

Clerk's Recommendation: I recommend approval.

Motion By: Attorney General Seconded By: Secretary of State Vote: 3-0

Comments:

Governor: Agenda item number 7 is a request for general fund allocation from the Interim Finance Committee (IFC) Contingency Account for Department of Motor Vehicles. Mr. Wells.

Clerk: Thank you Governor. Pursuant to NRS 353.268, the Department of Motor Vehicles is requesting an allocation of \$38,317 from the Interim Finance Committee General Fund Contingency Account to print new three-part forms in response to complaints received regarding the state's compliance with the National Voter Registration Act. This request is subject to the approval by the Interim Finance Committee on Thursday. Director Albertson and Deputy Director McKinney are available to answer any questions.

Governor: If you can come forward Madam Director.

Terri Albertson: Good morning Governor and Members of the Board.

Governor: Good morning.

Terri Albertson: So, before you today is a contingency request for form revisions that will allow us to have a single source form that will serve the purposes of both voter registration and driver's license applications. Historically the department has received general fund appropriation for the Motor Voter Registration forms. So, at this point in time, the parties are still in negotiations, we have not come to an agreement on the forms. This estimate that we are providing was based on a triplicate form, so there is a possibility that we won't go with the triplicate form but we would like to have the funding available to us because we know that a form revision is going to be necessary.

Governor: I asked you to come forward because this is really important in terms of complying with federal law and also protecting the state from potential exposure. I don't know if you have any comments in that regard.

Terri Albertson: Well, at this point Governor, the parties are still in negotiations with the ACLU and they will hopefully come to an agreement on an implementation plan. The department has proposed a three-phased approach for compliance, with all of the requirements of the Motor Vehicle Registration Act (MVRA) that we hope to have accomplished no later than January 2017. Again, we're still waiting for the parties to agree to that implementation.

Governor: On the same token, this is something that's been going on for a very long time, correct?

Terri Albertson: Since 1993.

Governor: Okay, we need to close the book on it. I appreciate your efforts in being here today. Questions from any of the other Board Members on this agenda item? All right, thank you very much. If there are none, the Chair will accept a motion for approval of a request for General Fund Allocation from the IFC Contingency Account by the Department of Motor Vehicles, Field Services in the sum of \$38, 317.

Attorney General: So moved.

Governor: The Attorney General has moved for approval. Is there a second?

Secretary of State: I'll second with a comment when you have—

Governor: All right. Secretary of State has seconded the motion. Any questions or discussion on the motion, Madam Secretary?

Secretary of State: Just a discussion. I just want it on the record that it is still in negotiations and if this money isn't needed it can revert back, correct?

Governor: Mr. Wells?

Clerk: That would be correct. If this money is not used for the forms, then it would revert to the General Fund.

Secretary of State: Thank you.

Governor: Any further questions or discussion? All in favor, please say aye. [ayes around] That motion passes 3-0.

***8. FOR POSSIBLE ACTION – LEASES ([Attached as Exhibit 1](#))**

Clerk's Recommendation: I recommend approval.

Motion By: Secretary of State **Seconded By:** Attorney General **Vote:** 3-0

Comments:

Governor: We'll move to agenda item number 8, leases. Mr. Wells.

Clerk: Thank you Governor. There are three leases in Exhibit 1 for approval by the Board this morning. No additional information has been requested by any of the three members on the three leases.

Governor: Any questions Board Members? I have none. If there are no questions, the Chair will accept a motion to approve the leases presented in agenda item number 8.

Secretary of State: So moved.

Attorney General: Second.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. Any questions or discussion on the motion? Hearing none, all in favor, please say aye. [ayes around] That motion passes 3-0.

***9. FOR POSSIBLE ACTION – CONTRACTS ([Attached as Exhibit 2](#))**

Clerk's Recommendation: I recommend approval.

Approval of Contracts: 1-14, 16-19, 21-41

Motion By: Secretary of State **Seconded By:** Attorney General **Vote:** 3-0

Approval of Contracts: 15

Motion By: Attorney General **Seconded By:** Secretary of State **Vote:** 2-0

Approval of Contracts: 20

Motion By: Attorney General **Seconded By:** Governor **Vote:** 2-0

Comments:

Governor: We'll move to agenda item number 9, contracts. Mr. Wells.

Clerk: Thank you Governor. There are 41 contracts listed in Exhibit 2 for approval by the Board this morning. Members have requested additional information on the following: Number 7, between the Department of Education and Opportunity 180. Number 8, between the Department of Education and ACS Ventures, LLC. Number 9, also between the Department of Education and ACS Ventures, LLC. Contract number 20, between the Department of Agriculture and the National Food Group, and associated with this is contract number 33 in the information items between the Department of Agriculture and Silver Big Horn Company.

Contract number 24 between the Department of Public Safety, Criminal History Repository and DataWorks Plus. Contract number 31 between the Department of Conservation and Natural Resources, Environmental Protection Division and Broadbent and Associates, Inc. Contract number 32 between the Environmental Protection Division and McGinley and Associates. Contract number 35 between the Department of Motor Vehicles and Tech Mahindra Ltd. Contract number 40 between the Public Employees Benefits Program and Express Scripts, Inc. And, contracts 31, 32 and 39 are subject to approval of work programs by the Interim Finance Committee on Thursday.

Governor: Thank you Mr. Wells. I'm going to ask that contract 15 be held out and I'm going to recuse myself from contract 15. It is a contract between Health and Human Services and the Children's Cabinet. First lady is employed by the Children's Cabinet. This is not a new contract. It's an amendment and an extension. Neither she nor I independently benefit as a result of this contract, but in an abundance of caution, I will recuse myself from the vote. Thank you. Let's commence with contracts 7, 8 and 9. Good morning Dr. Canavero.

Steve Canavero: Good morning.

Mindy Martini: Good morning. For the record, I'm Mindy Martini, I'm the Deputy Superintendent for Finance at the Department of Education. The first contract is under number 7 for the Charter Harbor Master. As you'll recall through the 2015 sessions, general funds of \$5 million in each fiscal year of the biennium was approved to match private funds and this would be used to recruit the best in class charter schools management organizations in the state. These would be specifically for students who are in high poverty situations and have been in continuously low performing schools. For this program, we have selected Opportunity 180 as the contractor and today I'm here with Superintendent Canavero and Lauren Hulse and we're happy to answer whatever questions you may have.

Governor: Dr. Canavero, I don't know if you have a presentation, but I'm really curious how it's going and what the prospects are.

Steve Canavero: Certainly Governor. Steve Canavero, Superintendent of Public Instruction, Nevada Department of Education. Madam Secretary, General Laxalt. Things are going well. Obviously, I'm very close to it so I can pick out any number of issues or challenges that we face on a day-by-day basis or our school system faces. In general, things are going incredibly well. I think the contracts before you today, three of them sort of are very interesting in that they provide a window into your initiative and your leadership and the legislative budget—the legislature when they passed your budget around making investments, ensuring that there's accountability for those investments. Obviously the contract I'm referring to there is the contract with ACS in order to do the external evaluations of those seven programs.

Then of course, the notion of reform, also is part of your vision and legislative package. What Mindy just provided, I mean, Deputy Superintendent Martini just provided was the contract just really be a critical partner for the state in turning around the lowest performing schools and recruiting or finding, incubating, best in class charter operators as well as expanding the pipeline of leaders and teachers for these. We know, as you obviously know in your school visits, I'm sure you're aware of the various challenges that are created by the teacher vacancies. Unfortunately the disproportionate spread of those vacancies is some of our most needy schools. So, the Harbor Master provides a critical partner to the state and to the achievement school district, that's a new office within the Nevada Department of Education, in order to execute on that promise.

Governor: Then with regard to this Harbor Master, are you seeing some interest from those best in class charter organizations?

Steve Canavero: Steve Canavero. Governor, we are, indeed. In the past, in my former role and just in working with education, we've been on the radar screen, so to speak, and we've had to respond to a number of feasibility requests from entities that you might be aware of that are national best in class charter operators to achieve amazing results with students who are in poverty or otherwise underserved. I think now those conversations have progressed into a much deeper engagement. I've been asked to meet with and in any number of occasions with a variety of these entities, both internal and external. Some folks are from within the state who are interested in doing this work, but then also entities from across the country who are very interested in doing this work or are otherwise attracted to Memphis, Tennessee or the Achievement District in Tennessee or Detroit or in New Orleans. Nevada is, again, featured prominently on their list of states that they're interested in.

Governor: That's good news. I understand we have a superintendent in residence now for the Achievement School District.

Steve Canavero: That is correct sir. Steve Canavero. A national search, and I think consistent with many of the recruitments that we've done, that your work and the work of the legislature certainly raised the interest that Nevada now has highly skilled folks from the around the country. Even internally, from school districts, folks are interested, often times taking a salary cut. We were fortunate enough in this case to recruit Janet Wilcox and we'll be issuing a press release later today.

Governor: Sorry, I didn't mean to—

Steve Canavero: No, that's fine sir. I've done an internal announcement and later today, we'll announce more formally that we did select Janet for this role. She brings an incredible amount of experience. Not just in the technical aspects of school improvement but also in really deep community engagement which is key to your vision and to the Achievement School District Bill.

Governor: Thank you. Moving on to contract number 8 with regard to educator licensure. Talk a little bit more about that. Ms. Martini.

Mindy Martini: Thank you Governor. Again, I'm Mindy Martini. This was also through the 2015 legislative session. We received one time funding of \$60,000 in the current fiscal year for a comprehensive study of our licensure laws. The goal of the study is to obtain recommendations on how to better align our laws and make them more cohesive, make them up to date. Reciprocity will be taken a strong look at. Provide all the recommendations by September. It's a short timeframe, but we should have the recommendations which will give us time to prepare for the 2017 session in case any changes need to be made. Today I have also Jason Detrick in Las Vegas. He heads the Teacher Licensure Program if there are specific questions about the study.

Governor: Thank you. That's important too. These are all important. Leading into the 2017 legislative session, we want to make sure everything is up to date. I'm looking forward to the results of this contract. Finally, let's talk a little bit more about this accountability. As you know, we did a lot this legislative session in terms of Zoom, Victory, Read by 3, Under Performing School, the Turnarounds, Social Worker Grants and then Nevada Ready 21. It's

really important in terms of rolling into this next session for each and every one of these to show they're performing and that we're approving outcomes for students. Now, I've seen it for myself. It's good have—that this is happening. I want to emphasize that it's important to have a professional third-party come in and do an independent review of these programs. Dr. Canavero.

Steve Canavero: Steve Canavero. Governor, this is a wonderful opportunity for the state and quite frankly for me as the Superintendent. I'm charged obviously with creating a path on the weighted funding formula and it's critical to know what's working and what's not working for those investments that are made and the accountability tied to those assessments in measuring outcomes for pupils. The seven programs that you listed will be evaluated externally. We have a June and a December timeline. Again, very short in time, but at the same time, we knew that June was a critical time for us to create and make recommendations to you and to the legislature with regard to the transition on the funding formula. We know an evaluation will help in that case. Then in December, to help finalize that conversation and give us outcome measures for many of these programs as well. We're keenly interested in supporting this work. We're also very interested in and I think thoughtfully wrote into the RFP and the contract that we would receive a design, a longitudinal evaluation design. Then, we can continue or we can propose to the legislature to provide additional funding to continue with a third-party evaluator. Either way, we'll still be able to utilize this initial investment to help set the stage for a multi-year longitudinal review for outcomes based upon these investments.

Governor: Will the results of the study get as granular? Because not every school is the same. Not every school has spent money the same way in the Zoom and the Read by 3 and the Victory. Some have hired additional teachers. Some have bought programming. Some have bought books. Some have bought teaching coaches. They've all used it in different ways. Will we know, not just school by school, but in the type of investment what's effective and what is not?

Steve Canavero: Steve Canavero. I believe that is where we're going with this. Absolutely. There will be, of course, some nuances. We had a testing challenge last year and I'm happy to report to you today that everything, knock on wood, appears to be going very smooth. We have over 100,000 assessments and 120,000 some odd taken already. There will be a challenge with regard to continuity of the data used to measure outcomes. The good news, I think in the Zoom Program being the most mature of the investments that have been made, entering into its second biennium, there is sort of a general agreement on what we call the various treatments or the investments and what they serve. Whether it's pre-K or whether it's reading centers or whether it's summer inner-session and that we have and the districts have been continuously using a similar or the same instrument in order to unify that data set to then contribute to an evaluation to demonstrate growth. I just wanted to make sure, there would be some nuances, but that is the intent of this evaluation, is to understand what's working, how much it costs, so I'm informed and I can be able to make recommendations to the state.

Governor: Thank you. I think it will be fascinating, because that's what we wanted was for there to be different methods. Every school is different. Every school has different needs. I'll look forward to that. You said some of those results will be here as early as a month from now?

Steve Canavero: Steve Canavero. We have some internal results, of course. We do our own internal. On the Zoom or if you're interested in understanding some of those results, I'm happy to supply those. We do quarterly updates, every quarter on our work. In June, it will likely be a status report on implementation for the majority of those that we just stood up. So, kind of fidelity of implementation. Are people doing what they said they would do? But, I believe on Zoom, it will likely be a bit more advanced, again, because we have multi-years of data there for

Zoom. Then, December we imagine that we would have a much more sophisticated report and that contains a design for a longitudinal evaluation as well.

Governor: Thank you. I have no further questions on these three contracts, Board Members? All right. Thank you very much. Very helpful. We'll move to contract number 20 which is the Department of Agriculture. Good morning, Director Barbee.

Jim Barbee: Good morning. For the record, Jim Barbee, Director of the Department of Agriculture. I brought with me Donnell Barton who is our Division Administrator for Food and Nutrition. She'll give you a quick overview of both, 20 and then 33 and then any questions you may have for us.

Donnell Barton: Good morning. Donnell Barton with Department of Agriculture. On item 20, it's a contract to take commodity food, USDA foods, specifically mixed fruit and to put them in shelf stable packaging for the Clark County School District because they don't always have enough refrigeration at schools, they don't have the ability to package at the central kitchen and place it in the schools so they're asking us to run a contract to have this be shelf stable products which will also increase the life of the products.

Governor: Thank you. If you would chat a little bit about contract 33, which is one of the contracts that was approved by the Clerk.

Donnell Barton: Yes, that is with Silver Big Horn and it's using our federal meal pattern money. The life on that money ends in September. This contract is to do a survey with parents, teachers and students about the new meal pattern. We've had that in place for about five years. Just to see what's working and what's not working. We can look at it from a state level and we'll also be able to look at it at a district level, share back with the districts so they'd be able to make improvements to their meal patterns and hopefully that will increase participation a little bit.

Governor: And, speaking of participation, one of my other motivations for asking you to come forward, Director and Ms. Barton is, how the Breakfast After the Bell Program is going.

Donnell Barton: Thank you, Donnell Barton again. Breakfast After the Bell is going very well. We're seeing about a 23% increase in the schools that are participating in Breakfast After the Bell. We have obligated all but about \$30,000 of the funds. We're currently working with the Clark County School District on some of their larger schools that had requested more money but at the time we weren't sure we would have enough. We're working with them to try and spend down that last \$30,000 to help them continue to implement. So, it could be like, at some of the larger high schools where they could use a couple of more kiosks for a second chance breakfast, they would invest in that or they know that they need more money in labor. I think we're around an additional \$3 million that we've brought in for the breakfast program.

Jim Barbee: Additionally to that, \$3 million was our original goal through the first year and we're projecting we'll probably be close to \$5 million in additional federal money that's brought in with the investment of that \$1 million to basically get the Breakfast After the Bell started. We feel like that's a real success, we wanted 10% increase and were well beyond that.

Governor: Let's talk about this in terms of kids. Can you say how many more kids are having an opportunity to have breakfast now?

Jim Barbee: I don't have the exact number. We can get that for you, but again, we were looking for a 10% increase in participation in the program and we're seeing a 23% increase in the program. So, a significant increase in the number of students that are in those qualified schools to participate.

Governor: You may not know the answer to this but, there was some resistance by some of the school districts saying this is going to interfere with classroom instruction. At least anecdotally what I'm hearing is that it's been extremely beneficial and it has not interrupted any of that instruction time.

Jim Barbee: At my level, I've only heard of one particular school that had some concerns that we followed up with and everything seemed to be fine after that. On the larger side as a whole, it's been received fairly positively. Especially after implementation. I think after they got beyond the unknown and it was implemented, they've seen great success in it, as they've seen by the numbers.

Governor: Thank you. Board Members, any questions? Madam Secretary?

Secretary of State: Thank you Governor. I'm just curious about the ingredient you're talking about using to preserve foods. As you know that's a concern nationally, so I'm just wondering if you could discuss that a little bit because that was kind of left out of this? What products do you use to preserve foods? Have we tested it? What is it that we're using? What are we giving our kids?

Donnell Barton: I will have to find out for you the exact product that they're using. It was my understanding it was the packaging that they're using that makes it shelf stable. They weren't adding anything to it but I will double check.

Secretary of State: Okay, thank you.

Governor: It could be as simple as wrapping an apple.

Jim Barbee: I would follow up with saying, as I understand as well, it's the packaging. So, different types of packaging you can utilize can increase the long term shelf life in products. You've seen that in a lot of our milk products and the way that we've changed in the packaging of it. An example would be when you vacuum seal meat products, we're getting a longer shelf life over those, even with refrigeration in addition to that. I don't believe there's anything that they're adding as a preserve. It's taking one product that's coming in one shelf form and basically repackaging it to get the biggest bang for their buck, as it were, in terms of extending that shelf life.

Secretary of State: If I might Governor. It just says in here, in our words, the commodities as ingredients, so I'm thinking of an ingredient and that's where the preservative thought came in. I would appreciate any feedback. Thank you. Thank you Governor.

Governor: That's a great question. Thank you very much. Contract 24, between the Department of Public Safety and DataWorks Plus. Good morning Director Wright.

Jim Wright: Good morning Governor, good morning Members of the Board. For the record, Jim Wright, Director of Public Safety.

Governor: If you'd go through the contract, I'd appreciate it, but the main motivation for me asking you to come forward is how we're doing on that backlog. I know we made substantial progress but we haven't talked for a while.

Jim Wright: Yes, thank you. It was perfect timing too, Governor. For the record, Jim Wright. With me today is Julie Butler, our Administrator for our Department's General Services, in which the Criminal History Repository is part of. As you know, that repository is the hub of criminal justice information within the state. During this past couple of years, we've had a tremendous backlog of court dispositions that the staff there has been working on. Again, with me today is Julie Butler, Administrator, who her staff just provided us the most updated report we wanted to share with you today. I'll turn that over to Julie for that sir.

Julie Butler: Good morning Governor and Members of the BOE. For the record, Julie Butler, Division Administrator for General Services Division. In terms of the DataWorks contract, since you mentioned wanting to start off with that. This is essentially just a maintenance contract with a couple of additional enhancements. It will move us off Microsoft XP Operating Software for our Store and Forward, which collects our fingerprints and then allows us to meter them coming in, so that we don't all get deluged at once. It's a very critical piece of software for us. It also enhances the software a little bit to allow us, our technicians, to crop the fingerprints, which is an identification tool that is very important to them in identifying people through fingerprints. So, that's essentially the contract itself. If you have any additional questions on that.

Governor: No, I don't. That all plays into what we're trying to accomplish in terms of trying to get caught up with regards to the backlog. Will you chat a little bit about that as well Ms. Butler?

Julie Butler: Absolutely. I'd be happy to Governor. For the record again, Julie Butler. I passed out a handout to Director Wells, hopefully you've got that in front of you. We started in October 2013 when we were notified by the Las Vegas Municipal Court that there were about 600,000 dispositions that had not been sent to the Criminal History Repository. That's a big concern for us, obviously, because not only for our criminal justice agency users, but also our records are used by employers and licensing agencies and people trying to buy firearms and all kinds of things. So, missing dispositions are a huge problem.

We conducted some internal review and outreach and we discovered at that time that only 29 of the 78 courts were consistently reporting dispositions to us. Through that outreach we actually discovered an additional almost 200,000 dispositions that hadn't been reported. By December of that year, it was nearly 800,000 dispositions that were not reported to us. With your blessing, with the Budget Division's support and our Director's support, we went to IFC in June. Hired additional staff, permanent and temporary, to fill the positions. They work 24/5 on the disposition back fill project.

Moving to the next page, where we are today, we had in grand total received just over 900,000 dispositions and staff have data entered almost 656,000 of those. Our records are 62% complete, meaning that for every arrest, we have dispositions on file for 62% of those records. That compares to 28% completion is where we were in 2012. We've made tremendous strides and we're very proud of the staff for working that hard on this project.

In terms of where we are, all 78 courts are now reporting. A third of them report daily to us by drop printing to a designated printer so that our staff can data enter. We are estimating

completion in FY '17, which is consistent with our original estimates that we gave to the Interim Finance Committee.

In terms of what the future holds, we have a software tool under development, it's currently in user acceptance testing to allow us to hopefully automatically match, rather than having human intervention for some of these dispos—we know they exist out in the court case management systems. We engaged a software development firm to help us build a tool to electronically match on key data elements rather than having human intervention. We're in the software testing phase of that. Hopefully that will help fill even more of our records.

We are also in the process of applying for a federal grant for Federal FY '17, to continue our backfill efforts and we're looking to clean up records from some historical data conversions so that they're kind of pristine going forward in the face of our modernization effort. We want to make sure that when we do modernize our systems, the information that we're bringing in is solid. Staff is going to go back through this next round of federal grants and make sure everything is cleaned up.

We're going to continue our outreach and education efforts that we have with the courts, making sure they continue to report. Our next effort will be to reach out to prosecutors statewide because there is critical information there that we don't necessarily get that we would like to. That's our plan going forward. That's all I have for you today if you have any questions.

Governor: Thank you Ms. Butler. Thank you to your team and your leadership. I mean, just think about this, almost a million new dispositions were delivered to you and that's on top of the volume that you have already. As you stated and as Director Wright stated, it is absolutely fundamental to public safety officer safety on the street. When they're running somebody to know that background. With record to employment, gun background checks, all of it. Nobody is pointing any fingers, what's important is that we get caught up and that's exactly what we're doing. Please know that this is a huge priority for me. If you have any need for any more resources—it sounds like you've got what you need to get things done. I know you have a very small team that is literally working 24 hours a day to get these caught up. For them to have processed two-thirds already of these is, as I said, simply remarkable. I wanted to publicly thank you for what you've done and for your staff as well. Director Wright, thank you for making this a priority as well. Questions or comments from any of the other Board Members? All right, thank you again.

Julie Butler: Thank you Governor.

Governor: Let's move to contracts 31 and 32, Conservation of Natural Resources. Good morning.

Greg Lovato: Good morning Governor and Members of the Board. My name is Greg Lovato, I'm Deputy Administrator with the Division of Environmental Protection. I'm here to present and answer questions regarding contracts 31 and 32.

Governor: I think it was the Attorney General's Office that asked for these to be held out. If you want to just give a foundation for what these contracts do please.

Greg Lovato: Sure, again, Greg Lovato for the record. The impetus for these contract amendments came out of Senate Bill 89, out of the 2015 Legislative Session. It expanded use of Petroleum Fund to encompass petro-chemical and other petroleum contaminated sites. At the

Legislative Session, we had identified 15 sites throughout the state where we believe that contamination in ground water was not under control and the owners or operators and responsible parties for each of those sites did not have the funds or capability to manage and bring these control in order to prevent exposures in either residential neighborhoods or to drinking water wells.

The purpose of this amendment is to enable contract capacity with these two existing contracts so that we can take action when needed. We currently have three active investigations and cleanups going on. One in Reno, one here in Carson City and one down in Las Vegas.

Governor: Any questions? All right, thank you very much. Contract 35, DMV.

Terri Albertson: Good morning Governor, Terri Albertson for the record, Director of the Department of Motor Vehicles. With me today is Izzy Hernandez, Program Manager for the DMV System Modernization Project, what we commonly refer to as Sys Mod.

Governor: What did you call it?

Terri Albertson: Sys Mod, System Modernization.

Governor: All right.

Terri Albertson: We are very excited to be here today for this opportunity to bring the DMV into the future. This contract is specifically for the systems integration piece of that. We hope to partner with Tech Mahindra who will help us build the new DMV, so that we can possibly and hopefully eliminate all of the efforts that are required for us to make changes to our aging system. As you know, the Department for years has struggled with the fact that we have disparate systems to operate our agency and we're looking now for a consolidated platform that will be flexible, agile, customer friendly and also allow us to increase efficiencies by processing transactions across multiple platforms.

Governor: You talk about system modernization, I think a few years ago we were talking about, you were still using Cobalt, or one of those programs that you can't even get someone in to fix it. You had some 20 plus year employees that were the only ones that could work on that, is that true?

Terri Albertson: True, that's true. Terri Albertson for the record. Governor, that is true. We are using Cobol and Power Builder. As the systems for our current application, which is why it is so difficult for us to make changes. Often times, people say, it's just a check box, but you don't understand the work that has to go on behind the scenes, just to add a check box for us to be able to make those changes. That's why we're so excited about this opportunity for a modernized system.

Governor: This is a big number, \$75million. The contractor that won the award is, at least, I don't live in your tech world, but it's not a household name. Does this contractor have the wherewithal and the abilities to perform this contract?

Terri Albertson: Terri Albertson for the record. Governor, we did go through the request for proposal process in order to select this vendor. They actually are getting ready to deploy a driver's license application in the State of New Hampshire. Actually, Tech Mahindra has been around, I believe, for 25 or 30 years in the IT world.

Governor: Okay, I'm showing my ignorance, but anyway.

Terri Albertson: They are, again, looking forward to this opportunity. As we all know, this is a risky project. Any project of technology of this size and magnitude. So, with the efforts that we've applied and the resources that we have, both contract and state personnel, we want to be the model for the rest of the nation for the Nevada DMV to be the DMV of the future.

Governor: No, I'm not picking on you but I've lived through the Silver State Exchange. I've lived through the testing issues that we had with the school districts last year which was a big contract. I want to ask these questions now so that we have complete confidence in these technology vendors because this is a massive investment. It's something that literally touches almost every family in Nevada. Anything else that you wanted to provide?

Terri Albertson: Thank you Governor. Terri Albertson for the record. We have put some safeguards in place in the contract itself, such as service level agreements, hold backs, that we believe will help incentivize our vendor to meet the deliverables. Again, we're not going into this blindly. We understand the risks that are associated to this and the failures of many other technology projects. We believe we've put some safeguards within the contract itself that will help mitigate some of those risks if you will.

Governor: And last, if you could simplify a little bit, exactly what is this going to do? I'm not Brian Sandoval the Governor. I'm Brian Sandoval, DMV Customer who is going to be walking through the door. When these improvements are made, how will my experience be different?

Izzy Hernandez: Izzy Hernandez for the record. Thank you for the question. What we're looking at is allowing us to have a system that will give our customers, our constituents, different ways of them doing business with the state or DMV. We'll allow them to have mobile applications. We'll allow them to have additional kiosks, additional web applications. So, therefore, the customers can self-serve themselves with all the information that they need available at their fingertips. In addition, it's also going to help our technicians be able to help the customer in a one-stop-shop. If a customer calls in, we will be able to determine all the communication we have had with a customer, whether it's an email or a call or a letter, so we can help that customer. Instead of you calling in and me as a technician having to transfer you three or four or five times, we will be able to help you as a one-stop-shop. Those are some of the small components that we will be including in our application.

Governor: Thank you. Hopefully there should be very limited reasons why you would physically have to come into a DMV to conduct business?

Izzy Hernandez: Izzy Hernandez for the record. Again, the answer to that is yes. Obviously, there are going to be some transactions that require you to come in, whether it's federally mandated or by statute, but for the most part, we are looking to be able to help a customer have access to all of our services, including additional services. The answer to that is yes.

Governor: And then finally, I'll admit, I'm naïve, but \$75 million or whatever it is, that's a lot of money. Is that really what this costs? I mean, I know the answer to that question, but help me understand why it's \$75 million. We could build a lot of things and do a lot of things with that amount of money.

Terri Albertson: Thank you Governor. Terri Albertson for the record. Actually the 2015 Legislature, we provided our Technology Investment Request and the estimate we provided at that time for a five year project of this size and complexity was \$110 million. The contract that you're looking at today is really only for a portion of what we need in order to implement the system modernization efforts. We did through contract negotiations were able to come in slightly under what we had anticipated for the five year project. Also, on a positive note, we are collecting more money in the technology fee than we had anticipated for the current fiscal year. When we looked at providing estimates to the legislature, projects of this size and magnitude in other states, this is what they cost.

Governor: And then last you said, this is for the future. This isn't just to get us caught up, this is going to get us ahead of the game so that we're not constantly trying to catch up.

Terri Albertson: That's correct, Governor. Terri Albertson for the record.

Governor: I have no further questions. Board Members? Good luck. We'll be watching this one very closely.

Terri Albertson: Thank you, we'll keep you update.

Governor: All right, we'll move to contract 40, with PEBP. Good morning.

Damon Haycock: Good morning Governor, Members of the Board. My name is Damon Haycock, Executive Officer of the Public Employees Benefits Program. With me today, I brought Celestena Glover, our Chief Financial Officer. Would you like an overview of the contract or do you have specific questions Governor?

Governor: Well, an overview of the contract. This one also jumps off the page because it says \$226 million. It obviously involves all of our state employees. If you could just talk about what it does and how it's going to help the state employees, etc.

Damon Haycock: Damon Haycock for the record, thank you Governor. You are correct, this is a \$226,500,000 contract that spans just over five years. It's supposed to expire on June 30, 2021. This contract, with Express Scripts, Inc., provides ongoing pharmacy benefit manager services to all of the participants, that includes state employees, retirees, non-state employees and retirees and their families that are participating in our consumer driven health plan.

A pharmacy benefits manager generally provides a multitude of services: claims adjudication and administration; the ability to share data with other third-party administrators. They also provide online pricing for our participants. Specialty drug pharmacy, those are those high cost, specialty drugs that treat things like Hepatitis. There's also a mail-order pharmacy option where people can order up to three months of their medications. They provide customer service, clinical services, which is really key. They have a team not only of project and account managers but also with clinicians, those pharmacists that assist in doing things like, formulary management as well as also providing us opportunities and monthly reporting for cost savings. There's also rebates which is very key to this type of contract where the state will receive back funds from the manufacturers, based through 100% through our pharmacy benefits manager to PEBP and the State. Finally, we have utilization management and data reporting as well.

One of the key things to note on this contract is that \$225 million isn't necessarily all going directly to this contractor. They're receiving these funds to pay the claims. The actual

administration fees are only going to top just about \$3 million to \$3.5 million over the five year period. With that, we can answer any additional questions.

Governor: The question I get asked all the time is, are the drug prices for state employees going to remain stable? Is there any way to answer that one?

Damon Haycock: For the record, Damon Haycock. I don't know if I can answer that one truthfully or accurately. My crystal ball is a little foggy, but I will say that drug prices nationally are increasing. As new market entrants come out with new indications or new uses, those drugs of course come with a high cost. Personally, I believe that this is a national issue and it's something that Nevada is forced to deal with as other states have as well. That's why we choose pharmacy benefit manager folks, vendors, especially one like Express Scripts, Inc, which is a national company, because they can leverage economies of scale. They have purchasing power. They're able to pass those discounts and those solid networks that they have all across the nation to our participants.

Governor: Thank you, any questions? Madam Secretary.

Secretary of State: Thank you Governor. How many new positions does this include? Is it just the contractor, but he has to have employees, correct?

Damon Haycock: That is correct. Damon Haycock for the record. Thank you Madam Secretary. As far as new positions, when we contract with a pharmacy benefits manager, they come as a team. We currently contract with Catamaran Optum so that team will be sun-setting on June 30th and the new team will be managed by Express Scripts. They don't have a total number of folks, if you're asking, that we're paying for specifically, but they do have an account team dedicated directly to PEBP.

Secretary of State: Okay. And then, will the premiums go up for the public employees?

Damon Haycock: Thank you for that question Madam Secretary. Again, Damon Haycock for the record. In fact, utilizing these services, we were able to reduce costs over our current vendor by approximately \$4 million a year, which helped us keep rates flat this next year.

Secretary of State: Thank you Governor. Thank you.

Governor: Any further questions? Thank you. I want to publicly acknowledge you. You're doing a great job Mr. Haycock. And you have a hard job. A really tough job. All of you, and I really appreciate the efforts you make to make sure the state employees have the highest quality access to healthcare at the least price.

Damon Haycock: Thank you Governor. I have an excellent team.

Governor: Thank you. Board Members, any further questions with regard to contracts 1-41?

Attorney General: Governor, did you want to do something with—

Governor: Yeah, I'm going to hold that out. Thank you Mr. Attorney General. So, what I'll do is first—

Secretary of State: Can I ask one—

Governor: Sure, Madam Secretary.

Secretary of State: Thank you Governor. I'm just still concerned about 20, until I know about the commodities, as the ingredients, what exactly they're talking about there. I still have some concerns about what program or where we're going because I don't know the answer and I apologize for not seeing that before, to pull it out. So, that's one that I would like to personally just have a no vote right now. That's the only one.

Governor: Why don't we first take a motion on contracts 1-14, 16-19 and 21-41.

Secretary of State: So moved.

Attorney General: Second.

Governor: For approval?

Secretary of State: I'm sorry, for approval.

Governor: All right. Secretary of State has moved for approval. Attorney General has seconded the motion. All in favor, please say aye. [ayes around] That motion passes 3-0. With regard to contract 15, I've already made a record with regard to my disclosure, so I'm going to recuse myself from this vote.

Attorney General: Move to approve contract 15.

Secretary of State: I second that. All in favor say aye. Aye.

Attorney General: Aye.

Secretary of State: And one abstention. Thank you.

Governor: Thank you Madam Secretary. Thank you Mr. Attorney General. That motion passes 2-0. With me abstaining and then finally contract number 20, is there a motion?

Attorney General: I move to approve contract 20.

Governor: The Attorney General has moved for approval of contract number 20. I will second the motion. Question or discussion?

Attorney General: No.

Governor: All in favor say aye. Aye. Opposed?

Secretary of State: I'll abstain.

Governor: You want to abstain?

Secretary of State: Yeah, I'll just abstain from voting until I get the information. I'm not against it, I just am concerned.

Governor: Thank you Madam Secretary. So, for the purposes of the record, that motion passes 2-0 with the Secretary of State abstaining from the vote, pending receiving information on that contract.

***10. FOR POSSIBLE ACTION – MASTER SERVICE AGREEMENT ([Attached as Exhibit 3](#))**

Clerk's Recommendation: I recommend approval.

Motion By: Attorney General **Seconded By:** Secretary of State **Vote:** 3-0

Comments:

Governor: Let's move on to agenda item number 10, Master Services Agreements, Mr. Wells.

Clerk: Thank you Governor, there are nine Master Service Agreements in Exhibit 3 for approval by the Board this morning. No additional information has been requested by any of the Members.

Governor: I have no questions. Board Members? If there are no questions, the Chair will accept a motion for approval.

Attorney General: Move to approve.

Secretary of State: Second.

Governor: The Attorney General has moved for approval. The Secretary of State has seconded the motion. Any questions or discussion? Hearing none, all in favor say aye. [ayes around] That motion passes 3-0.

11. CONTRACTS APPROVED BY THE CLERK OF THE BOARD ([Attached as Exhibit 4](#)) - INFORMATION ITEM

Pursuant to NRS 333.700, subsection 7 (a), the Clerk of the Board may approve all contract transactions for amounts less than \$50,000. Per direction from the August 13, 2013 meeting of the Board of Examiners, the Board wished to receive an informational item listing all approvals applicable to the new threshold (\$10,000 – \$49,999). Attached is a list of all applicable approvals for contracts and amendments approved from February 16, 2016 through March 21, 2016.

Comments:

Governor: We'll move to agenda item number 11, contracts approved by the Clerk of the Board, Mr. Wells.

Clerk: Thank you Governor. There were 43 contracts under the \$50,000 threshold approved by the Clerk between February 16th and March 21st. Other than the item 33, which we heard earlier, there were no additional comments by any of the Board Members. This item is informational only.

Governor: Thank you Mr. Wells. Any questions on agenda item number 11?

12. INFORMATION ITEM

A. Governor’s Finance Office – Budget Division

The Governor’s Finance Office, Budget Division presents a reconciled fund balance report for the Tort Claim Fund, Statutory Contingency Account, Stale Claims Account, Emergency Account, Disaster Relief Account, Interim Finance Committee (IFC) Unrestricted Contingency Funds and IFC Restricted Contingency Funds as of March 15, 2016. Below is the available balance for each account.

Tort Claim Fund	\$ 5,528,124.53
Statutory Contingency Account	\$ 2,097,445.89
Stale Claims Account	\$ 2,372,325.70
Emergency Account	\$ 279,841.00
Disaster Relief Account	\$ 6,733,830.45
IFC Unrestricted Contingency Fund General Fund	\$13,674,374.93

Comments:

Governor: We’ll move to agenda item number 12 which is another information item, Mr. Wells.

Clerk: Thank you Governor. This item shows the balances in the various contingency accounts that are managed either by the Board of Examiners or the Interim Finance Committee as of March 15, 2016. Again, this item is informational only to show the balances available as the Board moves and makes determinations on items.

Governor: Thank you Mr. Wells. Questions? We have no questions.

13. BOARD MEMBERS’ COMMENTS/PUBLIC COMMENTS

Comments:

Governor: We’ll move to agenda item 13, public comment. Is there any member of the public here in Carson City that would like to provide comment to the Board? Is there anyone present in Las Vegas that would like to provide public comment?

Las Vegas: None Governor.

***14. FOR POSSIBLE ACTION – ADJOURNMENT**

Clerk’s Recommendation: I recommend approval.

Motion By: Attorney General **Seconded By:** Secretary of State **Vote:** 3-0

Comments:

Governor: Thank you. Is there a motion to adjourn?

Attorney General: Move to adjourn.

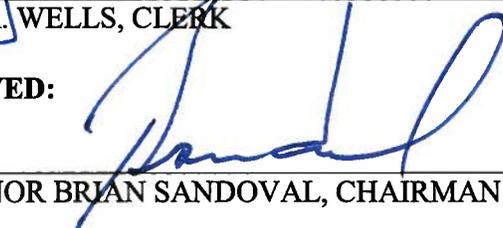
Secretary of State: Second.

Governor: We have a motion by the Attorney General, second by the Secretary of State. All in favor please say aye. [ayes around] That motion passes 3-0, this meeting is adjourned. Thank you ladies and gentlemen.

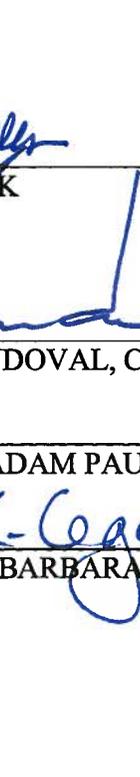
Respectfully submitted,



JAMES R. WELLS, CLERK

APPROVED: 

GOVERNOR BRIAN SANDOVAL, CHAIRMAN

ATTORNEY GENERAL ADAM PAUL LAXALT


SECRETARY OF STATE BARBARA K. CEGAVSKE