

Governor Brian Sandoval
Chairman

James R. Wells, CPA
Clerk of the Board



Attorney General Adam Paul Laxalt
Member

Secretary of State Barbara K. Cegavske
Member

STATE OF NEVADA BOARD OF EXAMINERS

209 E. Musser Street, Room 200 / Carson City, NV 89701-4298
Phone: (775) 684-0222 / Fax: (775) 684-0260
<http://budget.nv.gov/Meetings>

Date and Time: June 13, 2017, 10:00 AM

Location: Old Assembly Chambers of the Capitol Building
101 N. Carson Street
Carson City, Nevada 89701

Video Conference Location: Grant Sawyer Building
555 E. Washington Avenue, Ste. 5100
Las Vegas, Nevada 89101

MINUTES

MEMBERS PRESENT:

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

OTHERS PRESENT:

Kacey KC, Acting Administrator, Department of Conservation and Natural Resources,
Forestry Division
Charles Donohue, Administrator, Department of Conservation and Natural Resources,
Division of State Lands
Eric Johnson, Administrator, Department of Conservation and Natural Resources,
Parks Division

1. Call to Order / Roll Call

Governor: Good morning ladies and gentlemen, I will call the Board of Examiners Meeting to order. Can you hear us loud and clear in Las Vegas?

Las Vegas: We can Governor, thank you.

Governor: All right, thank you. All Members are present.

2. Public Comment (No action may be taken upon a matter raised under public comment period unless the matter itself has been specifically include on an agenda as an action item)

Governor: We will proceed to agenda item number 2, Public Comment. Is there any member of the public in Carson City that would like to provide public comment to the Board? I hear and see none. Is there anyone present in Las Vegas that would like to provide public comment to the Board?

Las Vegas: No Governor.

Governor: Thank you.

3. Approval of the May 9, 2017 Minutes (For possible action)

Governor: We will move to agenda item number 3, Approval of the May 9, 2017 Minutes. Have the Members had an opportunity to review the minutes and are there any changes?

Secretary of State: I have no changes, Governor. Move for approval.

Governor: Secretary of State has moved to approve the May 9, 2017 Meeting Minutes. Is there a second?

Attorney General: I second.

Governor: Attorney General has seconded the motion. Are there any questions or discussion on the motion? I hear and see none. The motion passes 3-0.

Governor: If I am correct, Mr. Wells, we are pulling off agenda items 4 and 5?

Clerk: That is correct Governor.

Governor: Okay. If any of you are here for items 4 or 5, you are politely excused.

4. Authorization to Contract With a Current and/or Former Employee
(For possible action)

Department of Transportation

Pursuant to NRS 333.705, subsection 1, the Department of Transportation (NDOT) requests authority to contract with Paula Aiazzi, a former Business Process Analyst I, to review current processes and procedures to bring the department into compliance

with Federal regulations. The employee will support NDOT part-time from June 10, 2017 through December 31, 2017.

5. Approval to Pay a Cash Settlement (For possible action)

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.

Department of Transportation (NDOT) – Administration - \$681,889

The Department requests settlement approval in the total amount of \$681,889 to fully resolve an eminent domain action to acquire 1.8024 acres of real property owned by Clark County Credit Union, located on the west side of Martin Luther King Boulevard South in Las Vegas. NDOT previously deposited \$183,111 with the Court for a right of occupancy. NDOT now requests an additional \$681,889 to resolve the action. Approval of the additional amount of \$681,889 would bring the total to \$865,000.

6. Salary Adjustments (For possible action)

The 2015 Legislative Session made appropriations from the General Fund and the Highway Fund to the Board of Examiners to meet certain salary deficiencies for fiscal year 2017 that might be created between the appropriated money of the respective departments, commissions, and agencies and the actual cost of the personnel of those departments, commissions, and agencies that are necessary to pay for salaries. Under this legislation, the following amounts from the General Fund and/or Highway Fund are requested:

A. Attorney General

BA#	BUDGET ACCOUNT NAME	GENERAL FUND ADJUSTMENT	HWY FUND ADJUSTMENT
1036	Attorney General - Crime Prevention	\$7,860	
	Total	\$7,860	

B. Nevada System of Higher Education

BA#	BUDGET ACCOUNT NAME	GENERAL FUND ADJUSTMENT	HWY FUND ADJUSTMENT
2986	NSHE - System Administration	28,588	
2980	NSHE – University of Nevada, Reno	3,129,031	
2982	NSHE – School of Medicine	646,582	

2983	NSHE – Intercollegiate Athletics, UNR	32,737	
2985	NSHE – Statewide Programs, UNR	119,684	
2990	NSHE – Cooperative Extension Service	115,263	
2989	NSHE – Agricultural Experiment Station	104,914	
3221	NSHE – State Health Lab	32,855	
3003	NSHE – Business Center North	43,012	
2987	NSHE – University of Nevada, Las Vegas	4,799,042	
2988	NSHE – Intercollegiate Athletics, UNLV	34,737	
2992	NSHE – Law School	30,880	
3001	NSHE – Statewide Programs, UNLV	26,763	
3002	NSHE – Dental School	364,613	
3004	NSHE – Business Center School	37,582	
3010	NSHE – Desert Research Institute	165,639	
3011	NSHE – College of Southern Nevada	2,298,445	
3012	NSHE – Western Nevada College	314,896	
2994	NSHE – Great Basin College	265,493	
3005	NSHE – Nevada State College	300,141	
	Total	12,890,897	

C. Department of Public Services – Training Division General

BA#	BUDGET ACCOUNT NAME	GENERAL FUND ADJUSTMENT	HWY FUND ADJUSTMENT
3775	Department of Public Safety – Training Division	\$5,504	\$10,358
	Total	\$5,504	\$10,358

Governor: We will move to agenda item number 6, Salary Adjustments.

Clerk: Thank you Governor. Sections 4, 5, 6 and 7 of AB 489 of the 2015 Legislative Session appropriated Salary Adjustment funds to the Board of Examiners to cover vacancy salary savings built into agency budgets as well as the 1% and 2% cost of living adjustments (COLA) effective on July 1, 2015 and July 1, 2016 respectively as those COLAs are not built into the agency salary budgets.

Agencies whose actual salaries exceed their budgeted amount due to the vacancy savings or the COLAs are allowed to request salary adjustment dollars from the Board of

Examiners. This item represents the first requests to access those funds for Fiscal Year 2017 by the Office of the Attorney General, Crime Prevention Budget Account, to cover the cost of the COLAs in the amount of \$7,860, the Nevada System of Higher Education for their various accounts to cover the 1% and 2% COLAs as well as the vacancy savings in the amount of \$12,890,897, and, the Department of Public Safety Training Division to cover the cost of the COLAs in the amount of \$5,504 in General Funds and \$10,358 in Highway Funds.

Representatives from the agencies are available to answer any questions Members may have.

Governor: Just a question for you Mr. Wells, this is all expected and budgeted for, correct?

Clerk: That is correct. These are normal and you will probably see some more of these in both July and August Board of Examiners meetings.

Governor: All right, thank you. Are there any questions from Board Members? If there are none, the Chair will accept a motion to approve the Salary Adjustments presented in agenda item number 6.

Secretary of State: I move to approve the Salary Adjustments in item number 6.

Governor: The Secretary of State has moved to approve. Is there a second?

Attorney General: I second.

Governor: Seconded by the Attorney General. Are there any questions or discussion on the motion? I hear and see none. The motion passes 3-0.

Governor: Like agenda items 4 and 5, Mr. Wells, agenda item number 7 has also been removed from the agenda?

Clerk: That is correct. Item 7 has also been withdrawn.

7. Approval to Pay Retirement Request (For possible action)

Department of Administration – Division of Human Resource Management

Pursuant to NRS 286.3007, subsection 1(c), the Division of Human Resource Management requests to purchase up to 5 years of retirement credit in an amount not to exceed \$92,316.21 for Position Control Number 43 (Ann Avitia), Personnel Technician 3, provided that the 2017 Legislature authorizes the elimination of the position.

8. Victim of Crime Fiscal Year 2017 3rd Quarter Report and Fiscal Year 2017 4th Quarter Recommendation (For possible action)

Pursuant to NRS 217.260, the Board of Examiners estimates available revenue and anticipated claim costs each quarter. If revenues are insufficient to pay anticipated claims, the statute directs a proportional decrease in claim payments.

The 3rd quarter Fiscal Year 2017 Victims of Crime Program report states all approved claims were resolved totaling \$2,273,225.39 with \$1,053,957.52 paid out of the Victims of Crime Program account and \$1,219,267.87 resolved through vendor fee adjustments and cost containment policies.

The program anticipates future reserves at \$13 million to help defray crime victims' medical costs.

Based on these projections, the Victims of Crime Program recommends paying Priority One, Two and Three claims at 100% of the approved amount for the 4th quarter of fiscal year 2017.

Governor: We will move to agenda item number 8, Victim of Crime, Fiscal Year 2017, Third Quarter Report and Fiscal Year 2017, Fourth Quarter Recommendation.

Clerk: Pursuant to NRS 217.260, the Board of Examiners is required to estimate the available revenue and anticipated claims costs for the State Victims of Crime Program. This item includes a report on the claims paid for the third quarter of 2017 and a recommendation to pay Priority 1, 2 and 3 claims at 100% for the fourth quarter of Fiscal Year 2017. The Program anticipates having a reserve at the end of the fourth quarter of FY 2017 of approximately \$11.9 million after covering all expenses and a 45-day operating reserve which is slightly less than the \$13.3 million projected at the end of the last quarter but still a comfortable reserve for the program. Representatives from the Victims of Crime Program are available to answer questions the Board Members may have.

Governor: Thank you Mr. Wells. My only question is, we do have a robust reserve, as good as we have ever had, but there may be a change in federal policy, so will that alter how we look at paying the claims that are presented?

Clerk: Certainly, Governor. There has been some discussion about removing some of the funding for this program. In the current federal fiscal year, there is some rescission of unused or unspent funds. I have not heard for sure where this will go in upcoming future budgets for the federal government, for the grants that fund a large chunk of this program. The other funding source for this program is the court assessment fees. Those too have been decreasing over time. This program does, right now, have a very comfortable reserve.

Governor: Thank you Mr. Wells. Are there any questions or comments from the other Board Members on this agenda item?

Secretary of State: I have none.

Attorney General: No questions Governor.

Governor: Thank you. If there are no further questions, the Chair will accept a motion to approve the Victim of Crime Fiscal Year 2017 Third Quarter Report and Fiscal Year 2017 Fourth Quarter Recommendation.

Attorney General: Move to approve.

Governor: The Attorney General has moved for approval, is there a second?

Secretary of State: Second.

Governor: Seconded by the Secretary of State. Are there any questions or discussion on the motion? I hear and see none. The motion passes 3-0.

9. [Leases](#) (For possible action)

Governor: We will move to agenda item number 9, Leases.

Clerk: Thank you Governor. There are 11 leases in agenda item number 9 for approval by the Board this morning and no additional information has been requested by any of the Members.

Governor: I have no questions. Board Members are there any questions?

Attorney General: No questions Governor.

Secretary of State: No questions.

Attorney General: Move to approve.

Governor: The Attorney General has moved to approve Leases 1-11, as presented in Agenda item number 9, is there a second?

Secretary of State: I second.

Governor: Seconded by the Secretary of State. Are there any questions or discussion on the motion? I hear and see none. The motion passes 3-0.

10. [Contracts](#) (For possible action)

Governor: We will move to agenda item number 10, Contracts.

Clerk: Thank you Governor. There are 135 contracts in agenda item number 10 for approval by the Board this morning. Contract number 4, between the Office of the State Treasurer and Amplify Relations has been withdrawn, as has Contract number 74 between the Department of Health and Human Services, Division of Health Care, Financing and Policy and Liberty Dental of Nevada. Members have requested additional information on Contracts 106-115 between the Department of Conservation and Natural Resources, Division of Forestry and 10 local government fire-fighting agencies.

Governor: Ms. KC, if you would come forward please. I had asked for these to be pulled just to have another opportunity for you to go through what we are looking at for the fire season and what these contracts mean.

Kacey KC: Thank you Governor and Members of the Board. Kacey KC, Acting State Forester for the Nevada Division of Forestry. As we had talked about earlier, we are looking at a pretty significant fire season this year. Predictive services have said because of the grasses that have grown due to winter weather and rain, these typically are our highest fire seasons - the years following our wettest years, historically speaking. So, these contracts mean a lot, both for the counties who participate, the Division of Forestry, and for the administrative support, the access to our 4196 Account, so they can actually go right back into being ready for initial attack.

As an update on the fire season thus far, we have had 94 starts so far this year, 87 of which have been human caused and seven of which are lightning caused. That is typical for the early fire season. We are looking at tracking normal fire season entry at the lower levels, and at higher elevations, we are looking at a later start - probably the end of June.

An update on our fire trucks - they are here and will be in service next week.

Governor: I appreciate that. I am sure all of the firefighters are excited about having that equipment. Just out of curiosity, when you say that you have 87 fires that have been human caused, can you break that down a little bit?

Kacey KC: I do not have exact numbers, but for the most part, it has been target shooting fires. Some have also been power transmission poles and power surges. A lower amount of arson and accidental fire starts.

Governor: And, again, you know how I feel about all of you. We have already had those starts that have had close proximity to urban areas and you guys have been on it and have been able to put them out right away.

Kacey KC: I think we are at 3,000 acres so far, in the 94 starts, so a little above. It has been a testament to all of the jurisdictions working together, closest resources being called immediately upon start, and having fire cameras and getting that early detection has been very helpful.

Governor: You anticipated my next question in regards to fire cameras. So, those are making a big difference?

Kacey KC: Yes, we have had access to them over the last couple of years at our dispatch centers. They certainly have put in a bunch more, covering a lot more of the state and they are still continuing to do that. A lot of those early detections starts were detected by the public and the dispatch centers who were watching those cameras.

Governor: That's great. Board Members are there any questions?

Secretary of State: I saw the article in the paper and I thought it was really good. I just wanted to commend you on that and thank you and the Forestry Division for all your efforts. I know it is no small task. I know that has been something that we have had to watch on a regular basis up there. Everyone thought because of all the water we got, that we would be clear. We know that that is not true. Thank you all and please thank all of the firefighters for us.

Kacey KC: Thank you all for your support as well.

Governor: All right, thank you Madam Secretary and thank you Ms. KC. If there are no further questions, the Chair will accept a motion to approve Contracts 1-135 with the exception of number 4 and 74.

Attorney General: Move to approve.

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

Secretary of State: Second.

Governor: Seconded by the Secretary of State. Are there any questions or discussion on the motion? I hear and see none. The motion passes 3-0.

11. Master Service Agreements (For possible action)

Governor: We will move to agenda item number 11, Master Service Agreements.

Clerk: Thank you Governor. There are 13 Master Service Agreements in agenda item 11 for approval by the Board this morning and no additional information has been requested by any of the Members.

Governor: Board Members, are there any questions on agenda item number 11?

Secretary of State: No Governor.

Governor: If there are none, the Chair will accept a motion for approval.

Attorney General: I move to approve.

Governor: The Attorney General has moved to approve the Master Service Agreements, identified in agenda item number 11. Is there a second?

Secretary of State: Second.

Governor: Seconded by the Secretary of State. Are there any questions or discussion on the motion? I hear and see none. The motion passes 3-0.

12. Information Item – Clerk of the Board Contracts

Pursuant to NRS 333.700, 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 April 18, 2017 through May 23, 2017.

Governor: We will move to agenda item number 12 which is an information item for the Clerk of the Board Contracts.

Clerk: Thank you Governor. There were 67 contracts under the \$50,000 threshold that were approved by the Clerk between April 18, 2017 and May 23, 2017. This item is informational only, and no additional information has been requested by any of the members.

Governor: Board Members, are there any questions? I hear and see none.

13. Information Item – Department of Public Safety – Emergency Management – Disaster Relief Account Request

Pursuant to NRS 353.2755, the Division of Emergency Management is notifying the Board of Examiners of its intent to request a recommendation by the Board of Examiners to the Interim Finance Committee for approval of grants and/or loans from the Disaster Relief Account to:

- A. Multiple state and local agencies to cover expenses for storm cleanup and repairs incurred as a result of February 2017 flooding events.
- B. Counties of Churchill and Lyon and the Walker River Irrigation District (WRID) to cover expenses for preparation and mitigation efforts to prevent damage to public infrastructure resulting from anticipated spring thaw events in those regions.

Governor: We will move to agenda item 13, which is another information item from the Department of Public Safety, Emergency Management, Disaster Relief Account Request.

Clerk: Thank you Governor. Item 13 includes two notifications from the Division of Emergency Management of intent to request allocations from the Disaster Relief Account pursuant to NRS 353.2755. Pursuant to this Statute, state agencies and local governments can request a grant or loan through the Division of Emergency Management from the Disaster Relief Account if, because of the disaster, the local government or state agency is unable to pay for an expense from available funds. Applicants must submit their intention to apply not later than 60 days after the Governor or the governing body of a local government determines an event constitutes a disaster. The Division must then notify the Board of Examiners and the Fiscal Analysis Division of the Legislative Counsel Bureau of the intent. Within 18 months of the determination, the event constitutes a disaster, the state agency or local government must submit their final request to the Division of Emergency Management and the Department of Taxation, including whether the request is for a loan or a grant and the final amount of the request. The Division of Emergency Management and the Department of Taxation are then required to review the requests and submit reports to the Board of Examiners who will make a recommendation to the Interim Finance Committee on the proposed amount and the determination of whether it is a grant or loan.

This notification is just the first step in this process. The applications will come to the Board for approval of a recommendation to the Interim Finance Committee at a later date. Last month, the Board received notification regarding the January flooding events in Northwestern Nevada. Item A is a notification regarding the February flooding events in Northern Nevada, and Item B is a notification regarding preparations and mitigation efforts for spring runoff events in Central Nevada. I would be happy to answer any questions the Members may have.

Governor: Thank you Mr. Wells. We do not have the specific amount that the local governments are going to seek, do we?

Clerk: We do not have the specific amounts at this time. We do have some projected amounts for the three events, and the February event total, and again this is for 50% of the local government's share. Since most of these will be covered by the Federal Emergency Management Agency who will pay 75%, we're really looking at about 12.5% of the total cost. So, for the February events, the 12.5% right now is roughly estimated at \$1.6 million and for the spring thaw events, the 12.5% is roughly \$114,000.

Governor: I think I read that we have \$7.5 million in the account, so we have sufficient funds in the event these are approved?

Clerk: That is correct and we will be putting about \$500,000 per quarter into the Disaster Relief Account too. So, the Disaster Relief Account continues to grow and there is a little over \$7 million dollars in there at this point.

Governor: Thank you. Board Members, are there any questions with regard to agenda item number 13?

Secretary of State: None from me Governor.

Attorney General: I guess my question would be regarding the timing of when this comes back to us and what time we are given to prepare for that decision? You mentioned we have to decide what is coming out of the fund. I just want to make sure we have the adequate time to prepare.

Clerk: The local government agencies and the state agencies that are requesting money from the Disaster Relief Account have 18 months to bring back their requests for access to the Disaster Relief Account. They have to submit information to both the Division of Emergency Management, as well as the Department of Taxation. Part of the reason that they go to the Department of Taxation is the Department of Taxation determines whether or not they have or do not have sufficient existing funds of their own to cover the disasters. That's part of the rationale for them to be able to access the Disaster Relief Account is if they don't have local resources to pay. After the Department of Taxation has reviewed the applications, they submit their recommendations to the Board of Examiners who then will make a recommendation to the Interim Finance Committee for the allocation.

Attorney General: Thank you.

Governor: All right. Are there any other questions with regard to agenda item number 13? I hear and see none.

14. Information Item – Department of Conservation and Natural Resources State Lands - Conveyance Agreement

Pursuant to NRS 407.063, NRS 321.001 and NRS 321.003, the Division of State Lands is notifying the Board of Examiners of its intent to request approval from the Interim Finance Committee of a Conveyance Agreement of approximately 12,000 acres of land commonly known as Pitchfork Ranch, Rafter 7 Ranch, Flying M Ranch, Nine Mile Ranch and Wabuska Gauge, and to make an assignment of the above mentioned land to the Nevada Division of State Parks for governmental purposes as the newly formed Walker River State Recreation Area.

Governor: We will move to agenda item number 14 which is the Department of Conservation and Natural Resources, State Lands Conveyance Agreement.

Clerk: Thank you Governor. Item 14 is an informational report on an action item to be presented to the Interim Finance Committee on June 20, 2017 regarding the conveyance of approximately 12,000 acres of land to create the new Walker River State Recreation Area. There are representatives from the Department of Conservation and Natural Resources to present this item this morning.

Governor: So, if we could have the representatives come forward please. Many times our agendas are routine. This is not a routine item. This is a very exciting development.

Charles Donohue: Good morning Governor and Members of the Board. For the record, my name is Charlie Donohue, Administrator of the Division of State Lands, as well as the

State Land Registrar. This is an exciting opportunity for the State where we will be accepting a gift of over 12,000 acres. I will be assigning a significant portion of that to The Division of State Parks to operate as the Walker River Recreation Area, as well as 43 acres to the Department of Wildlife. Those 43 acres are immediately adjacent to the Wildlife Management Area in Yerington.

I would like to publicly call out the fact that my Supervisor and Land Agent Elise Quick spent an awful lot of time executing this deal. We are also very fortunate that the Legislature was also willing to support your budget initiative and I think it is a wonderful opportunity for the State. I would be happy to answer any questions you might have.

Governor: I will hold questions and let Mr. Johnson kind of take us through it and perhaps, you could as well, give us a little history lesson as to the nature of this property; what it was and what it is going to be.

Eric Johnson: Thank you Governor, Eric Johnson, Administrator for Nevada State Parks. The ranches are located along East Walker. They go essentially from Yerington to almost the state line. They have been in private ownership since Statehood. As a result, they have not been publicly accessible. The intent of the initiative was to acquire these three properties, operate them as recreation areas, and open up this fairly vast acreage, including 28 miles of the East Walker River, to the public for fishing, camping, hiking and for equestrian use and cabin rentals.

So, moving to today, we have actually been on site. We are looking at stakes in the ground already at some of those locations. We are ready to hit the ground running once July 1st gets here.

Governor: I signed the bill yesterday, so you have the money now. As I said, this is a generational opportunity. I have told people you would have had to be John Fremont to have access to this property because it has been in private hands since Statehood. There are so many incredible natural resource and recreational opportunities that truly have not been available anywhere in the State. To be able to get on a canoe or a paddle board and be able to go those 30 miles on the Walker River or to fish or hike as you said. There are even petroglyphs that are up there - the solitude that you can have. This is Central Nevada at its best, to be able to go out there and be able to look for 100 miles and not see anything. The part I was hoping you would talk about Mr. Johnson was the cabin that was there that actually was used by Mark Twain. It was damaged in an earthquake but Mark Twain had provided some assistance in repairs. That is a remarkable spot that is going to be restored and is going to be a Visitor's Center, as well as a place for some of your State Parks Officers to be able to stay as well. It is just one of those places that there is going to be something for everybody. You do not really appreciate it, the vastness of it, until you go out there.

Mr. Donohue, the other thing that I would like you to place on the record is how much the State paid for that.

Charles Donohue: Sure Governor. This is a gift coming from the National Fish and Wildlife Foundation so the cost to the State is zero dollars for taking possession of these properties.

Governor: This is going to be an incredible destination. I know Mr. Johnson has great plans for it and will make sure that it is accessible to everyone. I cannot think of anything that you cannot do out there in terms of taking advantage of it all. The other piece of it that I am excited about is, I have described it as a free-range zoo because there are antelope, deer and turkey. What else do we have out there, Eric?

Eric Johnson: Driving through that area Governor is like driving through multiple western states. You see so many changes in elevation and topography that you will see a host of mammals. The bird life down there is tremendous. There are dozens of species of birds, some of which are quite rare. I am particularly excited about the fishing opportunities down there. I have been working with the Department of Wildlife and they have been very responsive toward planting and increasing the fish population there. Obviously, it is an important area for sage-grouse and as you said, antelope are all over that country. It is quite a mule deer migration route and a home property for them.

Governor: All right, thank you very much. Are there any questions from the Attorney General or Secretary of State?

Secretary of State: Governor, I just wanted to thank the gentlemen at the table so much and thank you Governor for this. I am looking forward, as you said Governor, to be able to go and look at these properties that we have for the State now. What a wonderful gift, so congratulations to the State of Nevada. I did watch this Governor as it proceeded through session and I am very happy to see you signed it and that it is going forward. That is incredible.

Governor: Thank you. I would like to publicly thank Fish and Wildlife Foundation for this donation. I think the real value of it is, over \$11 million, is that accurate, Mr. Donohue? Somewhere in that ballpark or was it \$8 million?

Charles Donohue: Without the water on it Governor, it is about \$8.3 million.

Governor: I do not know if there has ever been a donation of property that large to the State of Nevada. Do you have any understanding of that history?

Charles Donohue: I believe this would be the largest donation of real property to the State from looking at our records.

Governor: Thank you.

Secretary of State: Governor, for the record, the Attorney General corrected me and said, 12,000 acres, but I think you said something about 28 acres?

Governor: No, 28 miles of access to East Walker.

Secretary of State: Oh, 28 miles. I want to be correct, 12,000 acres. That is enormous.

Governor: 28 miles. You get into some places that no one has been able to have access to in 152 years. I know that when I talk about this with people they want to go. One of those ranches is the Hilton Ranch. Mr. Hilton, that is an individual that can stay anywhere in the world that he wants, and guess where he chooses to go? He likes to go to that ranch - that is how special it is. There is also another building that is on that property that I know is still going to be a few more years until it is going to be freely available, but it is a Pony Express Stop or a stagecoach stop that had been used pre-Statehood as well.

Charles Donohue: Yes Governor, it is called the Mobley Motel and it was actually a stable area built in the 1860s. It has been restored. It is in, I would say, as close to perfect condition as it could be. It is a phenomenal structure.

Governor: All right, whoever wants to go, raise your hand! Again, thank you very much. I truly appreciate your hard work, both of you, because I know it was a monumental task to make this a reality. There is a lot to do. Now it is on you Eric, but I think that is going to be truly a labor of love for you, thank you gentlemen.

All right, are there any further questions with regard to agenda number 14? I hear and see none.

15. Information Item – Department of Conservation and Natural Resources – Division of State Lands

Pursuant to NRS 321.5954, the Department of Conservation and Natural Resources, Division of State Lands is required to provide the Board of Examiners quarterly reports regarding lands or interests in lands transferred, sold, exchanged, or leased under the Tahoe Basin Act program. Also, pursuant to Chapter 355, Statutes of Nevada, 1993, at page 1153, the agency is to report quarterly on the status of real property or interests in real property transferred under the Lake Tahoe Mitigation Program. This submittal reports on program activities for the 3rd quarter of fiscal year 2017.

Additional Information:

- 1989 Tahoe Basin Act
There were no transfers of lands or interest in lands during the quarter.
- Lake Tahoe Mitigation Program
The agency reports that there were no acquisitions of land or interest during the quarter.

Governor: We will move to agenda item number 15, Department of Conservation and Natural Resources, Division of State Lands.

Clerk: Thank you Governor. Agenda Item 15 is an informational report regarding lands or interests in lands transferred, sold, exchanged or leased under the Tahoe Basin Act Program, as well as a quarterly report on the status of real property, or interest in real property transferred under the Lake Tahoe Mitigation Program which are required pursuant to NRS 321.5954 and Chapter 355, of the Statutes of Nevada, 1993 respectively. This report is for the quarter ending March 31, 2017 and there were no activities under either of these two programs for the quarter.

Governor: All right, thank you Mr. Wells. I would assume no questions since there was no activity.

16. Public Comment (No action may be taken upon a matter raised under public comment period unless the matter itself has been specifically include on an agenda as an action item)

Governor: We will move to agenda item number 16, Public Comment. Is there any member of the public here in Carson City that would like to provide comment to the Board? I hear and see none. Is there any public comment from Las Vegas?

Las Vegas: None Governor.

17. Adjournment (For possible action)

Governor: Is there a motion to adjourn?

Attorney General: Move to adjourn.

Governor: Attorney General has moved to adjourn. Is there a second?

Secretary of State: I second.

Governor: Seconded by the Secretary of State. The motion passes 3-0, this meeting is adjourned. Thank you ladies and gentlemen.