

MINUTES

MEETING OF THE BOARD OF EXAMINERS

September 9, 2014

The Board of Examiners met on Tuesday, September 9, 2014 in the Guinn Room on the second floor of the Capitol Building, 101 N. Carson St., Carson City, Nevada, at 10:00 a.m. Present were:

Members:

Governor Brian Sandoval
Attorney General Catherine Cortez Masto
Secretary of State Ross Miller
Julia Teska, Clerk

Others Present:

Barry Lovgren, Private Citizen
Keith Wells, Fleet Services Division
Rebecca Salazar, Department of Administration
Deb Cook, Office of the Controller
Dr. Tracey Green, Division of Public and Behavioral Health
Rudy Malfabon, Nevada Department of Transportation
Laura Fitzsimmons
Ruth Miller
Michael McMahon, Division of Welfare and Supportive Services
Jim Wells, Public Employees Benefits Program
Bruce Gilbert, Silver State Health Insurance Exchange
Damon Hancock (sp?), Silver State Health Insurance Exchange

1. PUBLIC COMMENTS

Comments:

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

Attorney General: Yes, Governor, we can.

Governor: All right. Thank you. We'll proceed with Agenda No. 1, Public Comment. Is there any member of the public here in Carson City that would like to provide public comment? Sir, if you'd please sit there and state your name.

Barry Lovgren: Good morning. Thank you. My name is Barry Lovgren. I'm a private citizen and I'll be just three minutes. I'm here because the State Administrative Manual needs to be revised to ensure that we can consistently rely on competitive process and overview by this Board to protect state funds from potential for abuse. Earlier this year I noticed that the Substance Abuse Prevention and Treatment Agency, SAPTA, now lists Solutions Incorporated as being funded to provide substance abuse treatment. But I couldn't find anything about this in the minutes of this Board. So I submitted a public record request to SAPTA for the contract and for documentation of the competitive process that was used in awarding it.

I received a copy of the contract. It has agreement lined out and sub grant handwritten in. It's for nearly \$20,000 in state general fund marijuana registry money. It doesn't appear to be a sub grant. It's not for any grant funding to SAPTA. It's entirely for state general funds. But I was informed by the Budget Division that it is a sub grant because the state general funds are considered matched for federal grant and was informed the sub grants are exempt from overview by this Board. I don't understand how a contract that's entirely for state general funds can really be a sub grant. And I certainly don't understand why sub grants are exempt from overview by this Board.

In addition, the letter from the SAPTA Bureau Chief responding to my request for documentation of the competitive process used to award the contract with the state that, "There was no public funding process in granting funds to Solutions Incorporated." I don't understand why there is no competitive process required for the contract since Solutions isn't a sole source provider. A number of organizations provide the outpatient treatment for which SAPTA's contracted.

I've submitted a copy of the contract's face sheet, a copy of the letter from the SAPTA Bureau Chief and a copy of this testimony to be attached to the minutes of this meeting. Your Agenda shows that you're in the process of revising the State Administrative Manual. It certainly needs revising. The contract with Solutions shows that under the manual's current provisions state agencies can award contracts for state funds with no competitive process, even when the contract isn't with a sole source provider, that a contract can be considered a sub grant even when it's distributing only state general funds with not a nickel of grant funds to the agency. And the sub

grants are exempt from overview by this Board. I don't pretend to be familiar with the provisions of the State Administrative Manual that allows this, but it just doesn't make sense. The potential for abuse is breathtaking.

I've got no reason to believe that there's any wrongdoing by SAPTA. This isn't about SAPTA. This is about the State Administrative Manual. It needs to be revised so that we can consistently rely on competitive process and overview by this Board to protect state funds from potential for abuse. Thank you.

Governor: And before you leave, sir, will you please spell your last name?

Barry Lovgren: Sure. L-O-V-G-R-E-N.

Governor: Lovgren, is that...

Barry Lovgren: Lovgren.

Governor: And if you would supply your contact information to the secretary, we'll make sure that somebody follows up with you as well.

Barry Lovgren: Oh, okay. I have. It's in the documents I submitted.

Governor: Okay. Thank you very much.

Barry Lovgren: Thank you.

Governor: Is there anyone else present that would like to provide public comment to the Board from Carson City? Is there anyone present in Las Vegas that would like to provide public comment to the Board?

Attorney General: No, Governor.

Governor: Thank you.

***2. FOR POSSIBLE ACTION – APPROVAL OF THE JULY 8, 2014 BOARD OF EXAMINERS' MEETING MINUTES**

Clerk's Recommendation: I recommend approval.

Motion By: Secretary of State

Seconded By: Governor

Vote: 2-0

Comments:

Governor: We'll move to Agenda Item No. 2 and 3, approval of the July 8, 2014 Board of Examiners' Meeting Minutes and approval of the August 12, 2014 Board of Examiners' Meeting Minutes. Have the members had an opportunity to review the minutes? Are there any changes?

Clerk: Governor, on Item No. 3 we've had a technical difficulty and we need to pull that item from the Agenda. We do not have the complete minutes for that meeting at this time.

Governor: All right. Then have the members had an opportunity to review the July 8, 2014 minutes? And are there any changes?

Attorney General: Governor, this is Catherine. I was not in attendance at that meeting, so I'm not sure that I can vote to approve the minutes.

Governor: Yeah. Is there a motion to approve?

Secretary of State: I'll move to approve Agenda No. 2.

Governor: Second the motion. All in favor of the motion, say aye.

Secretary of State: Aye.

Governor: Motion passes 2-0. The Attorney General has abstained given that she was not present at the meeting.

***3. FOR POSSIBLE ACTION – APPROVAL OF THE AUGUST 12, 2014 BOARD OF EXAMINERS' MEETING MINUTES**

Clerk's Recommendation: I recommend approval.

Motion By:	Seconded By:	Vote:
Comments:		

***4. FOR POSSIBLE ACTION – STATE ADMINISTRATIVE MANUAL**

The State Administrative Manual (SAM) is being submitted to the Board of Examiner for approval of additions and revisions in the following chapters:

A. Board of Examiners

1. 0104 – Agency Attendance and Notification

Clerk's Recommendation: I recommend approval.

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

B. Department of Administration – Budget Division

1. 0212 and 0214 – Travel Status – In-State and Out-of-State

Clerk's Recommendation: I recommend approval.

Motion By:

Seconded By:

Vote:

Comments:

Governor: We will move to Agenda Item No. 4, State Administrative Manual. Ms. Teska.

Clerk: Thank you, Governor. There are two proposed changes to the State Administrative Manual for consideration at this meeting. The first one is clarification on agency attendance at this meeting in particular, at the Board of Examiners' meetings. What we found is that the way that section of SAM had been constructed originally left some -- there was somewhat of a contradiction in it in terms of it was unclear whether agencies should be here for what items. What we've changed this to is that essentially unless the agency is contacted by the Clerk or his or her designee regarding the routine items, which are leases, master service agreements and contracts, that the agency doesn't need to be in attendance if those are the only items they have on the Agenda, and they have not been contacted.

If they have other items though, any of the specific action items, for example, they're bringing forward a change to the SAM manual, they're bringing forward a policy change, requests for contingency funds, contracting with former state employees, those types of items, that the agency should plan on being in attendance at the meeting because those are what we were dividing this into contracts, leases and master service agreements are regular operating transactions versus these other items are non-regular operating items and should be -- they should provide testimony on those items. And so that's essentially the clarification in Item A.

Item B is a minor revision to both the in-state and out-of-state travel policy. What we found in here is that while we have tried to address areas that are valid exceptions to the GSA rates in the in-state and out-of-state travel policy, the way the policy has been constructed to this point, if we had not previously thought of what is a valid exception and put it into the policy, there was no room for granting any exceptions on a case by case basis. And we've run into a couple of instances where there was a need to be able to grant a one-time exception, and we didn't have the authority to do so. And so this is essentially granting that to the -- actually to the Clerk of the Board, to the person in my job, to be able to review on a case by case basis if they're extenuating circumstances that they could grant an exception to the travel policy. And that's essentially those two items.

Governor: Thank you. And I guess there's no opposition from agency representatives on that first change. No? All right. I have no questions. It's pretty clear. Any questions from the other Board members?

Secretary of State: No.

Governor: No.

Secretary of State: I'll move for approval of Item No. 4.

Governor: Secretary of State has moved for approval of the changes to the State Administrative Manual as described in Agenda Item No. 4. Is there a second?

Attorney General: I'll second the motion.

Governor: Attorney General has seconded the motion. Any questions or discussion on the motion? All those in favor say aye. Aye.

Attorney General: Aye.

Secretary of State: Aye.

Governor: Motion passes 3-0.

***5. FOR POSSIBLE ACTION – STATE VEHICLE PURCHASE**

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	\$18,500
Department of Administration – Fleet Services	43	\$1,134,385
Department of Business and Industry – Division of Industrial Relations	1	\$26,181
Commission on Mineral Resources	1	\$27,076
Department of Agriculture	12	\$41,900
Department of Wildlife – Conservation Education	1	\$27,068
Department of Wildlife – Diversity	2	\$56,742
Department of Wildlife – Fisheries Management	2	\$55,507
Department of Wildlife – Game Management	4	\$126,751
Department of Wildlife – Habitat	5	\$156,615
Department of Wildlife – Law Enforcement	6	\$176,597
Department of Wildlife – Operations	1	\$25,509
Total	79	\$1,872,831

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 No. 5, State Vehicle Purchase.

Clerk: Thank you, Governor. We have a number of -- this is very typical for the beginning of a fiscal year as agencies begin requests for items approved in the second year of the biennial budget. All of the items on here with the exception of the first vehicle for Fleet Services are items that were included in the legislatively approved budget. The first vehicle on the list is a replacement due to an accident where a vehicle was totaled and insurance recovery is used to pay for the replacement of that vehicle. There are representatives available if you have any questions on any of the items.

Governor: Just for purpose of the record, is Keith here? There he is. Keith. You have 43 vehicles here. Can you just generally take us through what those are and what they're replacing?

Keith Wells: Yeah, good morning, Governor. For the record, Keith Wells, Fleet Services Division. The 43 vehicles are routine replacements, so they're vehicles that have gone through our entire life cycle, met our criteria to be replaced. There's four if you were to look at that list that might appear to be replaced prematurely. They only have 50,000 miles on them, but they're 2007 models, and those have been in our rental center since the day they were new, so the frequency of usage is extremely high, the miles just low. So they have a lot of wear and tear. But out of the 43 vehicles, we've tried to keep them in service as long as possible. We have maintained many of them longer than we normally would. And they have all reached the state's replacement criteria.

Governor: Do you put them out for auction now? Or what do you...

Keith Wells: Yeah, they'll go to auction. They're gonna go to auction next month actually.

Governor: And how much do we usually recover?

Keith Wells: We recover Kelley Blue Book value, so the base value of that vehicle. We do actually very well. The company that the state's contracted with does an excellent job getting us as much money as we can for those vehicles.

Governor: So is that public auction? How does that...

Keith Wells: It's a public auction, yes. There's two of them in Reno. There's five total, two in Reno and three in Las Vegas, throughout the year.

Governor: Okay. That answers all my questions. Any questions, Board members?

Secretary of State: No, Governor.

Governor: Okay. Thank you very much, Mr. Wells. Good morning, Director.

Unidentified Male Speaker: Good morning, Governor. Wildlife has 21 vehicles in this request. As indicated they were all approved in our budget. They're all replacement vehicles. Replacing vehicles that have anywhere from 150,000 to over 600,000 miles. So they range in

their intended use. Conservation Education is a volunteer program. Diversity Fisheries Management and the funding for those vehicles also varies. The law enforcement vehicles are purchased with all the tag and license sale funding. If we look at all 21 vehicles and the funding for all 21, approximately 40 percent of that funding is provided by tag and license sales. And the balance is through federal grants. There aren't any general funds being expended on these replacement vehicles.

Governor: I got to ask, how did you get 600,000 miles on one car? Put you in a tough spot, Mr. Wells.

Unidentified Male Speaker: It's a piece of equipment. It's a water truck on a wildlife management area, so it's overdue, but it doesn't have to meet some of the same standards for safety at high speed and roads. So because it's on a wildlife management area and it's a specialized piece of equipment, then it's a little easier to get the mileage up.

Governor: That's got to be a record. Keith, are you aware of any vehicle that has 600,000 miles on it?

Keith Wells: (Inaudible).

Governor: I have no other questions. Any other questions from Board members?

Secretary of State: No, Governor.

Governor: Thank you.

Unidentified Male Speaker: Thank you, Governor.

Governor: Any further questions with regard to Agenda Item No. 5? If none, the Chair will accept a motion.

Secretary of State: Move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval of the state vehicle purchase as described in Agenda Item 5. The Attorney General has seconded the motion. Any questions or discussion on the motion? All in favor say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0.

***6. FOR POSSIBLE ACTION – VICTIMS OF CRIME FY 2014 4TH QUARTER AND FY 2015 1ST QUARTER RECOMMENDATION**

NRS 217.260 requires the Board of Examiners to estimate 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 4th Quarter fiscal year 2014 Victims of Crime Program report states all approved claims were resolved totaling \$26,023,735.46 with \$6,240,696.08 paid out of the Victims of Crime Program account and \$19,783,039.38 resolved through vendor fee adjustments and cost containment policies.

The program anticipates future reserves at \$6.6 million to help defray crime victims' medical costs.

Based on the projections the Victims of Crime Program recommends paying Priority One, Two and Three claims at 100% of the approved amount for the 1st quarter of FY 2015.

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 No. 6, Victims of Crime FY 2014 4th Quarter and FY 2015 1st Quarter Recommendation.

Clerk: And, Governor, I believe there's representatives in Vegas to discuss this item.

Attorney General: Yes, Governor, she's coming up.

Rebecca Salazar: Good morning, Governor. My name's Rebecca Salazar. I'm the program manager for the Victims of Crime program. So far in the FY 14 we have paid out -- we've resolved a total of \$26 million worth of bills with just over \$6 million worth of bills. And that's resulted in a savings of \$19.7 million. We do have future reserves of 6.6 million that we're satisfied with. We believe we can continue to pay at 100 percent of approved amount of all bills, and we continue to -- we expect to continue that in the future.

Governor: That was going to be my only question, is you feel good about the funding moving forward?

Rebecca Salazar: We do. We were just notified last week. We've received our grant for this coming year in the amount of 2.3 million. That coupled with the other revenue that we have coming in and our reserve, we are very comfortable.

Governor: All right. Thank you. Questions from Board members? Thank you, Ms. Salazar. The Chair will accept a motion for approval of the reports and recommendations contained in Agenda Item No. 6.

Secretary of State: Move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. Any questions or discussion? All in favor say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0.

***7. FOR POSSIBLE ACTION – INTERNAL TRAVEL POLICY**

A. Office of the State Controller

Pursuant to NRS 281.160, the State Controller’s Office requests a change to their travel policy regarding reimbursement for meals and per diem.

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 No. 7, Internal Travel Policy. Ms. Teska.

Clerk: Thank you, Governor. The Office of the State Controller is asking for a change to their internal travel policy regarding reimbursements for meals (inaudible). And I believe there’s a representative from the Controller’s Office here to discuss this item.

Deb Cook: Good morning.

Governor: Good morning.

Deb Cook: For the record, I’m Deb Cook. I’m the Chief Deputy Controller for the State of Nevada. The Controller’s Office is requesting to change our travel policy to ensure no one is reimbursed more than what they spend on meals and per diem. This new policy requires receipts

for meals be provided with the travel claim and specifies that meals will be reimbursed at the lesser of the total allowable per diem or the total amount of receipts for your trip.

Governor: So is that more restrictive...

Deb Cook: Yes, it is.

Governor: ...than the overall state policy? Can we approve that?

Deb Cook: Yes, we can approve -- actually agencies can bring to the Board of Examiners internal policies that are more restrictive than SAM. They just cannot be more liberal than SAM.

Governor: Questions from Board members? Thank you, Ms. Cook. If there are no questions, the Chair will accept a motion for approval of Agenda Item No. 7, which is the change of internal travel policy of the Office of the State Controller.

Secretary of State: I'll move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. All in favor of the motion say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0.

***8. FOR POSSIBLE ACTION – AUTHORIZATION TO CONTRACT WITH A FORMER EMPLOYEE**

A. Department of Health and Human Services – Aging and Disability Services Division – Early Intervention Services

Pursuant to NRS 333.705, the Department of Health and Human Services, Aging and Disability Services Division, Early Intervention Services requests authority to contract with a former employee, a University of Nevada Reno student employee, to assist the developmental pediatrician in organizing medical records. The anticipated contract period is upon approval to June 30, 2015.

Clerk's Recommendation: I recommend approval.

Motion By: _____ **Seconded By:** _____ **Vote:** _____

Comments:

B. Department of Health and Human Services – Division of Public and Behavioral Health – Southern Nevada Adult Mental Health Services

Pursuant to NRS 333.705, the Department of Health and Human Services, Division of Public and Behavioral Health requests authority to contract with two former Senior Psychiatrists to provide services at the Southern Nevada Adult Mental Health facility. The anticipated contract period is upon approval to September 9, 2015.

Clerk's Recommendation: I recommend approval.

Motion By: _____ **Seconded By:** _____ **Vote:** _____

Comments:

C. Office of the State Controller

Pursuant to NRS 333.705, the State Controller requests authority to contract with a former employee, to work in the Debt Collection Department. The State Controller's Office has contracted with this employee previously, and would like to utilize the former employee until the vacant position can be filled and a new employee is trained. The anticipated contract period is upon approval to December 31, 2014.

Clerk's Recommendation: I recommend approval.

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

Comments:

Governor: Agenda Item No. 8, Authorization to Contract with a Former Employee. Ms. Teska.

Clerk: Thank you, Governor. There are three requests on the Agenda today for authorization to contract with former employees. The first item is from the Department of Health and Human Services, Aging and Disabilities Division, Early Intervention Services. This is one of those where we're requesting the contract with a former employee who is a university student worker, an item that we are working on getting a statutory change so that he would not have to come forward. The second item is from Health and Human Services, Public and Behavioral Health for the Southern Nevada Adult Mental Health Services to contract with two former senior psychiatrists for mental health services. And the last is a request from the Office of the State Controller. They've had some turnover in their debt collection area and they are asking to contract with a former employee for training and while the position is vacant.

Governor: Thank you. And, Dr. Green, are you here for that Southern Nevada Mental Health Service? May I ask you to come forward?

Dr. Tracey Green: Good morning.

Governor: Good morning.

Dr. Tracey Green: For the record, Dr. Tracey Green. I serve as Chief Medical Officer for the Division of Public and Behavioral Health.

Governor: Will you provide a little more background as to why the need for those two doctors is there?

Dr. Tracey Green: Absolutely. So Dr. and Dr. Farralis (sp?), they are a married couple, both psychiatrists that were previously with the division. They have left, but they are interested in returning to do intermittent schedules more on a part-time, if needed full-time basis. And as you know, we've been working on putting together our network of providers. And so especially with the holiday season coming, we really could use the additional resources with providers that are interested in other kinds of shifts specifically.

Governor: And will this -- will they be working at Rawson-Neal?

Dr. Tracey Green: They will be.

Governor: Okay. And just while you're here, how's it going over there?

Dr. Tracey Green: Rawson-Neal is going well. We just had a review. We are looking forward to joint commission coming. They could come any day. It will be an unannounced visit. We have enhanced a lot of our treatment and discharge planning, so we're looking forward to their arrival.

Governor: Then back to these two individuals, so will they be used on an as needed basis or we will be seeking to have them do, as you say, some kind of flex hours?

Dr. Tracey Green: They will be probably both. One will be inpatient, one will be outpatient, so we will have more need on the inpatient side. But they are both available for intermittent shifts as well.

Governor: Thank you, Dr. Green. Any other questions from Board members? Okay. Any other questions with regard to Agenda Item No. 8? If there are none, the Chair will accept a motion for approval.

Secretary of State: I'll move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval of the authorization to contract with a former employee as described in Agenda Item 8. The Attorney General has seconded the motion. Any questions or discussion? All in favor say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0.

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

Pursuant to NRS 41.037, 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 (NDOT) – Administration – \$2,750,000

The department requests settlement approval in the amount of \$2,750,000 to resolve a contested condemnation for Phase I of the Boulder City Bypass Project brought by the Railroad Pass Investment Group. The Subject Property is currently located on both sides of U.S. 93/95 at the border of the City of Henderson and Boulder City. The Bypass Project would result in the Railroad Pass Casino to lose its frontage access and have reduced visibility. The Group alleges this new route will cause a significant reduction in business. NDOT previously paid the sum of \$2,041,000 for a right of occupancy. Approval of the additional amount of \$2,750,000 would bring the total to \$4,791,000.

Clerk’s Recommendation: I recommend approval.

Motion By: _____ **Seconded By:** _____ **Vote:** _____

Comments:

B. Department of Transportation (NDOT) – Administration – \$422,765.32

NDOT also requests settlement approval of approximately \$422,765.32 worth of construction, to be implemented as part of the larger Bypass Project.

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 No. 8 [sic], Approval to Pay a Cash Settlement.

Clerk: Thank you, Governor. This is a request from the Department of Transportation, and I believe they have representatives here to discuss the item.

Governor: Good morning.

Rudy Malfabon: Good morning, Governor, Board members. For the record, Rudy Malfabon, Director of Nevada Department of Transportation. With me is Ruth Miller, our Senior Deputy Attorney General. I hope I get that title right. I always get those wrong. And I believe Laura Fitzsimmons was able to join us up there in Carson City, thank you, Laura, our outside counsel on this case, and in general on Boulder City Bypass, Interstate 11.

Governor, as you and the Board members know, the Interstate 11 is an important link in Nevada so that we've been working very hard on these settlements for property acquisitions so that the construction project can advance. And this particular case, the Railroad Pass Casino was affected by the construction of a controlled access freeway and interstate with limited access at the interchanges. So what they were alleging was because of that loss of view and loss of direct access that it was having a huge impact -- it would have a huge impact on their business, upwards to the tune of 8.6 million if the casino would close due to loss of business. So that was kind of our exposure from their perspective.

The midpoint from some of the other exposure limits that were discussed was about four and a half million, so we believe that this settlement -- we had deposited 2.04 million previously, and had a mediation conference with former Judge Stewart Bell. He felt that this was right for settlement and justified to reach a number, additional 2.75 million for a total of 4.791 million for a total settlement. Considering that about the midpoint of exposure of four and a half million to the department, we felt that was a fair and reasonable settlement.

In addition, the casino needed some improvements for construction to modify their access. So previously their frontage road -- I mean, their frontage is the state highway. They have a signal light to get access, to get people in and out conveniently. And so the idea was that we have to modify the profile, the elevation of the road coming into their property, make some modifications, build a retaining wall and improve the drainage to get the water off of the property into the drainage system. So that cost of construction according to our staff was upwards of 800,000. We agreed to pay \$422,765.32 which is additional part of this settlement for NDOT's portion of that cost. So I wanted to make the point that the casino is paying for some of the improvements that are a benefit to them to improve truck parking and truck access and just customer access in general.

The question was asked about why do we even have an interchange at this location given that we have an interchange down the road proposed at U.S. 95. And it's all about access. When you have a limited access facility like an interstate, you have to consider reasonable access to the property-owner. So not just the casino, although they're the most obvious and apparent business along this stretch, there's also other private-property owners there that'll be served by this interchange. And it has a more direct access for traffic that's going to head on into Boulder City

rather than going down to the interchange at U.S. 95 and doubling back on their tracks to go into Boulder City, head north and then into the city.

So that's my comments. And if Ruth Miller or Laura Fitzsimmons have any additional comments, please interject now. And we'll take any comments from the Board or questions, I'm sorry.

Laura Fitzsimmons: Thank you, Mr. Malfabon. I think the only comments I would like to make are Railroad Pass Casino is the oldest casino I think in Nevada, certainly in Southern Nevada. And one of the goals of course of the department and the Transportation Board and the state is to promote (inaudible) to promote infrastructure that serves business. And through a lot of negotiation in which (inaudible) participated and individuals who work for the State of Nevada Department of Transportation and the design, everyone worked together on this so that actually access to Railroad Pass is going to be enhanced. We're not facing (inaudible) which we would never want to do of closing an employer or business. So this is a good settlement that shows how landowners and NDOT engineers and designers can work together so that everybody's very satisfied by the result and through the reengineering the taxpayers certainly minimize risk and I believe saved a lot of money.

Governor: Thank you. And a few questions. So all in, it's about 5.2 million is the total settlement, so you've got...

Laura Fitzsimmons: Oh, that could be with the engineering (inaudible).

Governor: Yes.

Laura Fitzsimmons: Yes.

Governor: And what was the demand?

Laura Fitzsimmons: Well, it was a moving target. But at the (inaudible) the land (inaudible) it was at 8.6 and on top of that they had some other business calculations. So it was north of 8.6 without any litigation expenses.

Governor: And that was my next question. What would you calculate or estimate the potential attorneys' fees and costs if this were to go through a trial, at least on their side?

Laura Fitzsimmons: Well, on their side, we under current law do not pay their attorneys' fees. Their costs I think would've been probably about, you know, in a case like this, over 100,000. And of course we would've paid for the time for our (inaudible) and our experts and counsel. So probably a quarter of a million to try. It would've been a complicated (inaudible) for reasons that aren't that interesting.

Governor: And are we eligible for reimbursement for some of these funds?

Rudy Malfabon: Yes, Governor. These are typical settlements that we've been actively pursuing reimbursement with the Federal Highway Administration. And they are reimbursing these. I don't see any reason why they would question this one since it involved a very stringent process with the mediation and it was backed up by the facts in this case.

Governor: And is this settlement resolve all claims associated with Railroad Pass?

Laura Fitzsimmons: Yes, it does, sir.

Rudy Malfabon: Yes.

Governor: And then finally, do you believe that this settlement is in the best interest of the state?

Laura Fitzsimmons: Absolutely.

Governor: All right. Questions from Board members?

Secretary of State: Director Malfabon, where does this put us when you look at the other parcels that we had some takings litigation on in terms of the overall budget for this segment of the I-11?

Rudy Malfabon: Well, according to the budget that we had established, we're still on budget, so it doesn't blow our budget. Although definitely it is more than we expected. Because we have some contingencies built in our budget, Mr. Secretary of State, we are okay on the budget for this project.

And also another thing that's going to save us some money on the construction of our phase one of Boulder City Bypass I-11 is that the RTC will have their contractor procured for their design-build project which is a \$300 million project. That contractor or design-build team will most likely give us a good break because they'll already be mobilizing or anticipating mobilization to that area for that bit project. And we'll get a break just due to economies of scale on a construction project. And we put ours to bid this late fall.

Governor: Any other questions? One more question, Rudy. So we've resolved this one. We resolved the Jericho. What do we have left?

Rudy Malfabon: We have and K and L Dirt (sp?), and then maybe Ruth Miller or Laura Fitzsimmons could give an update on that one. Because that will be coming to you I assume eventually too.

Laura Fitzsimmons: Ruth, do you want to or do you want me to?

Ruth Miller: No, go ahead, Laura.

Laura Fitzsimmons: We have one minor case involving a very small parcel that will be presented shortly as LA Water and Power (inaudible) and that's being resolved for a very minimal amount. K and L is another example of what we're doing to minimize cost to taxpayers. It is in litigation, Governor. (Inaudible) represents the landowner. And we have negotiated over a year, greatly reduce (inaudible) it's an ongoing business. It's a big crane company. And again, I can't speak highly enough about the NDOT designers. They have worked to basically cut the acreage we were going (inaudible) in half. And that acreage (inaudible) utility (inaudible) it seems like and the western United States goes through there. So we're cramming it all in and we're going to be hopefully mediating that in early spring, after we reset the right-of-way which is a much smaller footprint. And that would be the last one. And at various times as I looked through the (inaudible) bypass cases, I saw an estimate for right-of-way acquisition of 30 (inaudible) we're well under that. We certainly expect that even with K and L, we'll be well under that.

Governor: And moving or changing the right-of-way won't implicate any other parcels?

Laura Fitzsimmons: No, it's really working out very well. We're not going to be hurting anybody else or taking on more water from somebody we don't expect.

Governor: Yeah. So with that said and then the resolution of the airborne asbestos issue, we're on schedule with regard to the bypass and that piece of I-11?

Rudy Malfabon: Yes, Governor, we are on schedule. So October 29th is our anticipated (technical issue) phase of construction. We consolidated those projects, the frontage road and the interstate construction, into one project that we'll advertise then for seven weeks. And we open bids after the design-build award is made by the RTC of Southern Nevada on their huge project.

Governor: And, Rudy, if I could ask you, there was a technical hiccup right when you said October 29th. Could you repeat what you said after that?

Rudy Malfabon: Sure. Yes, we advertised the project October 29th for seven weeks and the award of our project will take place after the RTC of Southern Nevada has -- or selected a design-build team for their \$300 million design-build project. So both projects will be -- or both phases will be on schedule for Interstate 11.

Governor: All right. I have no further questions. Board members? Good result. Thank you. Chair will accept a motion for approval to pay the cash settlement as described in Agenda Item No. 9.

Secretary of State: I'll move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. Any questions or discussion on the motion? All in favor say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0. Thank you very much.

***10. FOR POSSIBLE ACTION – LEASES**

Six statewide leases were submitted to the Board for review and approval.

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 No. 10, Leases. Ms. Teska.

Clerk: Thank you, Governor. There are six leases for consideration by the Board today. Most of these are for renewals of existing space. There's a couple of new locations, Item No. 1 and Item No. 5. If there are any questions.

Governor: I have no questions. Board members? Chair will accept a motion for approval of the leases described in Agenda Item No. 10.

Secretary of State: Move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval. The Attorney General has seconded the motion. Questions or discussion? All in favor say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0.

***11. FOR POSSIBLE ACTION – CONTRACTS**

Thirty five independent contracts were submitted to the Board for review and approval.

Clerk's Recommendation: I recommend approval.

Contracts: 1-18, 20-35

Motion By: Secretary of State

Seconded By: Attorney General

Vote: 3-0

Comments:

Contract: 19

Motion By: Attorney General

Seconded By: Secretary of State

Vote: 2-0

Comments:

Governor: We will move on to Agenda Item No. 11, Contracts. Ms. Teska.

Clerk: Thank you, Governor. There are 35 contracts for approval today on the Agenda. I would point out Item No. 19 is with The Children's Cabinet, so we will want to take that as a -- likely take that as a separate item. And I believe the Governor is interested in hearing testimony on Items No. 21, which is Division of Welfare and Supportive Services' contract with International Business Machines, Item No. 22 or Contract No. 22, which is Child and Family Services in agreement with Arizona State University, and then Items 34, which is the Public Employees Benefit Program with Morneau Shepell, and Item 35 which is the Silver State Health Insurance Exchange with the Public Consulting Group.

Governor: Yes, thank you. Board members, any other contracts you want to be held? Then I'll make my disclosure now with regard to Agenda Item No. 19. My wife, Kathleen, is employed by The Children's Cabinet, and so out of caution I'm not going to participate in the vote. Although if it is approved, we in no way will benefit from the approval of that contract. So let's move to Agenda Item No. 21 (inaudible). Good morning.

Michael McMahon: Governor and the Board, good morning. For the record, I'm Michael McMahon. I serve as the administrator for the Division of Welfare and Supportive Services. The contract with IBM that you have is for lab services. Very simply put, what lab services are, it allows us to access the upper tier of programmers within the IBM company, to be able to assist us with our projects and moving the projects forward. Essentially with the Affordable Care Act we acquired two PureFlex systems. And we've been slowly migrating most of the functionality over to those PureFlex's so that we can redundancy.

Redundancy is very important for us because it allows us to have more real-time service out of the (inaudible) systems. We don't have the downtime for maintenance and operational repairs that we would normally have. It also allows us the ability to make changes real-time within the system. And the big advantage that we have with the redundancy (inaudible) is that it allows us to scale for the volume as we move forward with the supportive state based project. We anticipate much larger utilization of that technology, so we need to have a larger volume or a larger capacity to move that information back and forth. And (inaudible) it allows us to have access (inaudible) to assist us in completing that task.

Governor: And when do you expect that all that work will be completed?

Michael McMahon: Actually, Governor, what this contract will do is, it will allow us to utilize the IBM programmers currently and going all the way up to (inaudible) number 15. And then we anticipate (inaudible) into the new year with regular programming updates in the system and whatever tweaks or modifications (inaudible) system after that.

Governor: Great presentation. Thank you.

Michael McMahon: Thank you.

Governor: Questions from Board members? We'll move to No. 22.

Clerk: The representatives from Child and Family Services.

Unidentified Female Speaker: (Inaudible) from the Division of Child and Family Services. And on Item 22 is a contract that we did with Arizona State University to provide our annual checkup program which is a parent management training program that we used when we originally started this program. It was through Oregon State University. And the founder of the program moved to Arizona State University. And (inaudible) and so we had to switch the contract and had some difficulties negotiating with the Arizona State University attorneys, and ended up having to do the contract retroactive.

Governor: And the only reason I asked for this to be held out, is there any way that this contract can be done with the Nevada universities?

Unidentified Female Speaker: Not that I know of at this time, because they do not have any research (inaudible) meet guidelines -- federal guidelines at this point that I know of.

Governor: Okay. I'm just being a bit of a homer. So if there's a way, perhaps we can reach out to UNR, UNLV and see if in the future they could build the infrastructure. Questions from Board members?

Secretary of State: No, Governor.

Governor: All right. Thank you. Does that take us to 34, Ms. Teska?

Clerk: Yes. Public Employees Benefits Program, contact with Morneau Shepell.

Jim Wells: Good morning, Governor, members of the Board. (Inaudible) I'm the Executive Officer for Public Employees Benefits Program. The contract is one of -- before you today is a replacement contract for running our eligibility and enrollment system. This contract will actually (inaudible) that we went for a longer term contract is the amount of destruction that this contract causes when it turns over. There's a little -- between 750,000 and a million dollars in transition costs for this (inaudible) over the term of the contract. So, for example, on our existing contract with Morneau Shepell, the rate has dropped from a high of \$2.21 per member per month

to current 1.95. And that will be effective in January. With this contract it drops again to \$1.78. That's recognizing again the amortization of that startup costs that they incur when they (inaudible).

This contract also requires if the vendor is replaced, a six-month overlap. So there's basically a period of two -- of six months where you have two vendors doing the same work as you transition from one to the other.

Governor: Are those savings being passed on to the participants?

Jim Wells: They are included in our budget request, so since the contract was received before our budget was due, they have been included in our budget request and will be included in future rates.

Governor: While you're here, I wanted to ask you how the NV 150 Challenge is going.

Jim Wells: So I got word that I was supposed to talk about that this morning, so I was able to have them pull some information for me today. There are about 2400 people who have registered for the challenge. Those 2400 people are averaging for the first week almost 9500 steps or just about 4.3 miles per day. Multiplying that out, they are running at about 22.7 million steps per day, so about 10,000 miles per day. And cumulative for the first eight days we're just shy of 182 million steps. So the participation is very good. 87 percent are exceeding the 5,000 steps per day goal for the challenge.

Governor: And why don't you back up and there's some folks who may be here -- who are here who may not be aware of the program.

Jim Wells: Thank you, Governor. So for the record, Jim Wells, Executive Officer. The Nevada 150 Challenge was a challenge that was put forth through the Employee Benefits Program and the Governor's Office to encourage steps to -- encourage employees and retirees to take a minimum of 5,000 steps per day for 60 days. And then if they did that, they would receive basically the Governor's Certificate of Fitness. There will be an award for (inaudible) 150 people who take the most steps during that 60 day period. So we had an enrollment period. The enrollment period started in early August and ends a week from yesterday, so it's a week this coming Monday. September 15th will be the last day for you to order and receive a Fitbit at a discounted price. So if you are a member of the Health and Wellness Program, you get it for, I think, it's \$15.00 for the -- \$10.00 for the Zip which is the one that attaches to your belt and \$25.00 for the one that attaches to your wrist. And then if you're not a member of the Wellness Program, it is \$25.00 and \$50.00 to purchase those.

So we've had some people who have joined the challenge who are not members of the -- about 800 of them I believe have joined the challenge who are not members of the Health and Wellness Program. The rest of them are associated with the Health and Wellness Program.

Governor: I had ran into some state employees who aren't aware that this is available and want to make sure they can take advantage of it. Even after the time period to sign up for the challenges passes, those Fitbits will still be available for purchase at a discounted price, correct?

Jim Wells: The discounted purchase will expire on Monday, the 15th.

Governor: Okay.

Jim Wells: That was our agreement with Fitbit. We've also as part of this, we're having a series of webinars with Dr. Green. We had the first one on last Tuesday, the 2nd. We had about 230 locations participate. They were locations that had multiple people, so we don't an exactly person count, but that was basically to kick-off the challenge. There are three more that are scheduled. One is for this coming Friday at noon. I believe the other two are on October 3rd and October 17th. This week's is regarding exercise. The next one after that is regarding reading the labels on purchased goods in the supermarket. And the last one is on eating out. And so those are also available on our website. You can go to our website and register for those events.

Governor: Great. Thank you very much. And questions from Board members?

Secretary of State: No, Governor.

Governor: All right. Thank you, Mr. Wells. Final contract is No. 35, Silver State Health Exchange. Good morning.

Bruce Gilbert: Good morning, Governor, members of the Board. For the record, my name is Bruce Gilbert. And I serve as the Executive Director of the Silver State Health Insurance Exchange. I'm accompanied today by (inaudible) who have been involved in speaking to the Public Consulting Group contract which is (inaudible).

Governor: So let's talk a little bit about this contract before us, and then just wanted you to think about the next question, which is how is everything going as we approach November 15th?

Damon Hancock: For the record, Damon Hancock (sp?), Information Systems Project Manager for the Exchange. This contract amendment is Amendment No. 1 to our current PCG contract adding \$500,000 and one year to the contract term to continue to provide consulting and actuarial services to the Exchange. Specifically PCG will be assisting us with the procurement of a transfer system, as well as an additional procurement for a call center, and then our marketing contract is up for another RFP. So PCG has already been in this process. We've utilized our current authority to date, and we still have additional funds left in our existing grant, so we're looking to add more funding to this contract for those reasons.

Governor: On the marketing piece, are we going to be seeking or opening it back up right when we're going to be starting the new enrollment period?

Damon Hancock: So the current marketing contract is with KPS3 (sp?). It expires March 31st.

Governor: Oh, okay.

Damon Hancock: And so this will be beyond that date.

Governor: All right. So we'll have some -- we'll have consistency through March 31st.

Damon Hancock: Yes.

Governor: Okay. All right. Thank you very much. And, Mr. Gilbert, how's everything else going? And welcome by the way.

Bruce Gilbert: Thank you very much, Governor. I appreciate the welcome. I will tell you (inaudible) I've learned (inaudible).

Governor: Yes.

Bruce Gilbert: Which I'm told is a very important part of my duties. I will tell you and share with you that I am cautiously optimistic as we move toward the open enrollment (inaudible). As you know on May 20th the Board of the Exchange voted to become a supported state-based marketplace and utilize the federal eligibility and enrollment operational platform for the upcoming open enrollment. Staff has spent the past three and half months or more working to implement that strategy to identify risks both in terms of technology and human risks, mitigate those risks and delay the foundation for success. We have worked very closely with other state partner agencies. We have assured that all the stakeholders in the process have a seat at the table and are heard. I believe that we are taking from a project management perspective every step which is possible to assure the best possible results in September.

Governor: So when you talk about the call center, that was one of the issues the first time around, so this time we'll have plenty of folks there ready to take the calls because we have those 37,000 lines I think that we have through the QHP that need to enroll between November 15th and December 15th. So there could be pretty big volume of calls that first month.

Bruce Gilbert: Yes, Governor. For the record, Bruce Gilbert. You're absolutely correct. We will have a specific campaign, in fact, to reach out to those who require reenrollment, so that we are able to assure that they have access to whatever they need in order to continue their coverage.

Governor: Do they need to go -- does an individual who already is signed with a plan and has enrolled, can they renew just via the internet, or do they have to call in to the call center to get that done?

Bruce Gilbert: They can go online.

Damon Hancock: Yes, they can. They can also directly enroll with their insurance carrier, Governor.

Governor: Okay. So when are we gonna start messaging that, cuz here we are almost the middle of September, to make people aware of how they can access and renew?

Damon Hancock: For the record, Damon Hancock. The marketing campaign is a three-faced approach. We have the weeks leading up to November as well as the November kickoff date. I believe we're going to actually move pretty hard and heavy on that messaging in the month of November and not prior. The reason being we don't want to try to gather a lot of interest with folks not having anywhere to go. We don't want them to get this information and then have to wait another month or wait another six weeks before they can take action and reenroll in health insurance. So the timing is very critical.

Governor: And if I was enrolled, would I have to wait until November 15th? I can't do it November 4th or earlier than that?

Damon Hancock: That is correct, Governor. You have to wait until November 15th.

Governor: All right. I have no further questions. Board members?

Secretary of State: No, Governor.

Governor: Thank you very much.

Bruce Gilbert: Thank you very much.

Governor: Board members, any further questions with regard to Contracts 1 through 35 in Agenda Item 11?

Secretary of State: No, Governor.

Governor: So if there are none, first I'll take a motion for approval of Contracts 1 through 18 and 20 through 35.

Secretary of State: Move for approval.

Attorney General: Second the motion.

Governor: Secretary of State has moved for approval of Contracts 1 through 18 and 20 through 35. The Attorney General has seconded the motion. Any questions or discussion? All in favor say aye.

Secretary of State: Aye.

Attorney General: Aye.

Governor: Aye. Motion passes 3-0. Secretary of State will handle Contract 19.

Secretary of State: Madam Attorney General, do you have any questions about Contract No. 19?

Attorney General: No.

Secretary of State: Is there a motion for approval?

Attorney General: I'll move for approval.

Secretary of State: And I will second. The Attorney General having moved for approval of Contract No. 19 under Agenda Item No. 11, and having received a second by myself. Are there any comments or questions about the motion? Hearing none, all those in favor signify by saying aye.

Attorney General: Aye.

Secretary of State: Aye. Opposed no. Contract passes 2-0 with the Governor abstaining.

Governor: Thank you very much, Mr. Secretary.

12. INFORMATION ITEM

Pursuant to AB 41 of the 2013 Legislative Session, 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). Below is a list of all applicable approvals for contracts and amendments approved from July 17, 2014 through August 18, 2014.

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
1.	030	OFFICE OF THE ATTORNEY GENERAL	SULLI, TERI A	GENERAL	\$45,000	
	Contract Description:	This is a new contract to provide consultation services to the Office of the Attorney General's accounting section.				
		Term of Contract:	07/28/2014 – 12/31/2014	Contract # 15929		

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
2.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	OVERHEAD DOOR CO OF SIERRA NV RENO, INC.	FEES: BUILDING RENT INCOME FEES	\$20,000	
	Contract Description:	This is a new contract to provide ongoing repairs and replacement services to all types of overhead doors, on an as-needed basis, at the request and approval of a Buildings and Grounds designee.				
		Term of Contract:	11/01/2014 – 10/31/2018	Contract # 15921		
3.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	RICKS FLOOR COVERING, INC.	FEES: BUILDING RENT INCOME FEES	\$45,000	
	Contract Description:	This is a new contract which provides ongoing flooring installation and repair services to various flooring types and needs at the request and approval of a Buildings and Grounds designee for various State buildings in Northern Nevada.				
		Term of Contract:		Contract # 15950		
4.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	US LANDSCAPE, INC. DBA USL US LEASECOMM	FEES: BUILDING RENT INCOME FEES	\$41,296	
	Contract Description:	This is a new contract which provides ongoing landscape/grounds service at the Campos Building located at 215 East Bonanza Road, Las Vegas.				
		Term of Contract:	09/13/2014 – 09/12/2018	Contract # 15951		
5.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	INTERLOC SOLUTIONS, INC.	FEES: BUILDING RENT INCOME FEES	\$49,500	
	Contract Description:	This is a new contract to provide installation, conversion, reports and training support for the Maximo 7.5 Computerized Maintenance Management System for use by Buildings and Grounds. This system will enable Buildings and Grounds to run an efficient management tracking system of building maintenance, staff, equipment and inventory.				
		Term of Contract:	08/13/2014 – 08/31/2016	Contract # 15957		
6.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	FRAME ARCHITECTURE, INC.	BONDS: 87% OTHER FUNDING: TRANSFER FROM TREASURER 13%	\$24,000	
	Contract Description:	This is a new contract to provide professional architectural/engineering services to replace the culinary flooring at the Northern Nevada Correctional Center, Project No. 13-M44; Contract No. 107117.				
		Term of Contract:	07/31/2014 – 06/30/2018	Contract # 15958		
7.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	PETTY & ASSOCIATES, INC.	OTHER FUNDING: AGENCY FUNDED CIP – FEDERAL FUNDS	\$40,880	
	Contract Description:	This is a new contract to provide professional architectural/engineering services for the design of destratification fans for the following Nevada Army National federal buildings: CSMS 1 (Combined Support Maintenance Shop), USPFO (United States Property and Fiscal Office), AASF (Army Aviation Support Facilities), C-12 HANGER, CSMS 2, FMS 1 (Field Maintenance Shop) and FMS 4. The purpose of the fans are to provide a uniform temperature profile at all heights throughout the various shop areas; Project No. 14-A013-24; Contract No. 107098.				
		Term of Contract:	08/11/2014 – 06/30/2019	Contract # 15987		

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
8.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	FARR WEST ENGINEERING DBA FARR WEST CHILTON ENGINEERING	GENERAL	\$35,000	
	Contract Description:	This is a new contract to provide on-call civil, environmental, and electrical engineering and inspection services, as well as water resource construction management and design, permitting, implementation and inspection for the Marlette/Hobart/East Slope water system.				
		Term of Contract:	08/12/2014 – 08/31/2016	Contract # 15943		
9.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	BUILDING CONTROL SERVICES, INC.	FEES: BUILDING RENT INCOME FEES	\$19,404	
	Contract Description:	This is the first amendment to the original contract which continues ongoing heating, ventilation and air conditioning maintenance and repair for the Nevada Highway Patrol Headquarters, located at 357 Hammill Lane, Reno. This amendment increases the maximum amount from \$78,450 to \$97,853.75 for this additional service.				
		Term of Contract:	10/08/2013 – 09/30/2017	Contract # 14853		
10.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	TATE SNYDER KIMSEY ARCHITECTS LTD	OTHER FUNDING: REALLOCATED BONDS TRANSFERRED FROM TREASURER	\$35,315	
	Contract Description:	This is the first amendment to the original contract, which provides architectural/engineering services for planning for the Las Vegas Metro Building Upgrades, Project No. 13-P02; Contract No. 88256. This amendment increases the maximum amount from \$162,700 to \$198,015. This amendment increases the contract amount from \$162,700 to \$198,015 to provides for additional architectural, structural, mechanical, plumbing and electrical services due to an increase of the mezzanine area of the building and specific requirements due to the inclusion of laboratories in the building. This amendment also removes the construction administration portion of the contract, which will be re-requested in the construction phase of the project.				
		Term of Contract:	12/03/2013 – 06/30/2017	Contract # 15127		
11.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	FAAD JANITORIAL, INC.	FEES: BUILDING RENT INCOME FEES	\$34,436	
	Contract Description:	This is a new contract to provide ongoing janitorial services to the Historical Society located at 1660 N Virginia, Reno.				
		Term of Contract:	08/01/2014 – 07/31/2018	Contract # 15888		
12.	082	DEPARTMENT OF ADMINISTRATION – STATE PUBLIC WORKS DIVISION	ROUNDS ENGINEERING LTD CR ENGINEERING	OTHER FUNDING: AGENCY FUNDED CIP	\$22,800	
	Contract Description:	This is a new contract to provide professional architectural/engineering services for plumbing retrofit designs for the following Nevada Army Guard facilities: CSMS 1 (Combined Support Maintenance Shop), USPFO (United States Property and Fiscal Office), AASF (Army Aviation Support Facilities), C-12 HANGER, CSMS 2, FMS 1 (Field Maintenance Shop), FMS 4, and the Stead Training Center: Project No. 14-A013-22; Contract No. 106227.				
		Term of Contract:	08/11/2014 – 06/30/2018	Contract # 15975		

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
13.	180	DEPARTMENT OF ADMINISTRATION – ENTERPRISE IT SERVICES	SIRIUS COMPUTER SOLUTIONS, INC.	FEES: COMPUTER FACILITY SERVICE FEES	\$12,500	
	Contract Description:	This is a new contract to provide installation of IBM hardware needed to upgrade the IBM Mainframe Computer System required to meet the needs of Enterprise Information Technology Services' primary mainframe customer, the Division of Welfare and Supportive Services.				
		Term of Contract:	08/13/2014 – 09/30/2014	Contract # 15970		
14.	182	DEPARTMENT OF ADMINISTRATION – ENTERPRISE IT SERVICES – FACILITY MANAGEMENT DIVISION	AMERICAN CHILLER SERVICE, INC.	FEES: FACILITY FEES	\$28,000	
	Contract Description:	This is the second amendment to the original contract which provides for repair and maintenance services for the chillers, cooling tower, water pumps, and compressors at the Enterprise Information Technology Services Computer Facility. This amendment increases the maximum amount from \$20,000 to \$48,000 for the repair and maintenance of the Baltimore Aircoil Company (BAC) cooling tower and extra services.				
		Term of Contract:	07/01/2011 – 06/30/2015	Contract # 12147		
15.	240	DEPARTMENT OF VETERANS SERVICES	ROBERT F. NYCEK	OTHER FUNDING: FUNDING WILL BE 100% PRIVATE	\$45,001	
	Contract Description:	This is the second amendment to an ongoing contract to provide chaplain services to the residents of the Nevada State Veterans Home. The purpose of this amendment is to extend the length of the contract from July 31, 2014, to July 31, 2016, and to change the maximum amount of the contract from \$37,999 to \$83,000.				
		Term of Contract:	07/19/2012 – 07/31/2016	Contract # 13626		
16.	240	DEPARTMENT OF VETERANS SERVICES	PROGRESSIVE INDUSTRIES, INC.	FEDERAL: 50% OTHER FUNDING: PRIVATE INSURANCE FUNDING 50%	\$35,000	
	Contract Description:	This is the second amendment to the original contract to supply bulk oxygen to the Nevada State Veterans Home. Bulk oxygen is provided in the resident rooms to assist residents who need oxygen based on their medical conditions. This amendment is to extend the term of the contract from August 31, 2014, to August 31, 2016, and to increase the maximum amount of the contract from \$55,000 to \$90,000.				
		Term of Contract:	10/09/2012 – 08/31/2016	Contract # 13765		
17.	300	DEPARTMENT OF EDUCATION	BOARD OF REGENTS – UNR	FEDERAL	NO COST AMENDMENT	
	Contract Description:	This is the first amendment to the original interlocal agreement, which provides for the evaluation of Nevada's Silver State Stars Quality Rating & Improvement System (QRIS). QRIS is a quality initiative that defines quality child care using research based criteria and assesses licensed child care centers by giving them a number of "stars" to indicate what level the program has reached. Evaluation of the QRIS will validate that it has clear and measurable standards, meaningful program quality levels, and standards that lead to improved learning outcomes for children. This amendment transfers this contract from the Division of Welfare and Supportive Services to the Department of Education per Executive Order 2013-16 effective 7/1/14.				
		Term of Contract:	01/01/2014 – 06/30/2016	Contract # 15021		

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
18.	300	DEPARTMENT OF EDUCATION	LEITNER, DAVID DBA PACIFIC RESEARCH ASSOCIATES	FEDERAL	NO COST AMENDMENT	
	Contract Description:	This is the first amendment to the original contract to provide guidance in the evaluation design for the Collaborative Evaluation Project, an annual evaluation report, maintenance of the web-based Collaborative Evaluation Project Database Application to collect data, and modification of the web-based application as necessary for the Office of Early Care and Education and the agencies receiving Child Care and Development Funds Quality Dollars. This amendment transfers this contract from the Division of Welfare and Supportive Services to the Department of Education per Executive Order 2013-16 effective 7/1/14.				
	Term of Contract:	02/03/2014 – 12/31/2014	Contract # 15211			
19.	402	DEPARTMENT OF HEALTH AND HUMAN SERVICES – AGING AND DISABILITY SERVICES DIVISION	JS NET ASSOCIATES, LLC	GENERAL: 60.60% OTHER FUNDING: 39.40% HEALTHY NEVADA FUNDS	\$30,000	
	Contract Description:	This is a new contract to provide forensic medical specialist services to the Elder Protective Services social workers to assist in investigating complex medical elder abuse cases. Contractor will provide an analysis of medical documentation and observation of the cases, including, but not limited to, identifying neglect and abuse, wound development and care, cases involving multiple diagnosis, medication issues and injury identification.				
	Term of Contract:	08/08/2014 – 06/30/2017	Contract # 15969			
20.	402	DEPARTMENT OF HEALTH AND HUMAN SERVICES – AGING AND DISABILITY SERVICES DIVISION	WHITE PINE COUNTY	OTHER FUNDING: REVENUE FROM COUNTY	\$20,000	
	Contract Description:	This is a new revenue contract that is ongoing and provides service to children with developmental disabilities and the county to reimburse the Aging and Disability Services Division the non-federal share of funding as payment for services.				
	Term of Contract:	07/01/2013 – 06/30/2015	Contract # 15909			
21.	402	DEPARTMENT OF HEALTH AND HUMAN SERVICES – AGING AND DISABILITY SERVICES DIVISION	CENTER FOR FORENSIC NURSING EXCELLENCE INTERNATIONAL	GENERAL: 60.60% OTHER FUNDING: 39.40% HEALTHY NEVADA FUNDS	\$30,000	
	Contract Description:	This is a new contract to provide forensic medical specialist services to the Elder Protective Services social workers to assist in investigating complex medical elder abuse cases. The contractor will provide an analysis of medical documentation and observation of the cases, including but not limited to: identifying neglect and abuse, wound development and care, cases involving multiple diagnosis, medication issues and injury identification.				
	Term of Contract:	08/05/2014 – 06/30/2017	Contract # 15922			

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
22.	406	DEPARTMENT OF HEALTH AND HUMAN SERVICES – PUBLIC AND BEHAVIORAL HEALTH	JAM CONTRACTING, LLC	GENERAL	\$24,159	
	Contract Description:	This is the first amendment to the original contract, which provides installation and preparation of Acrovyn wall coverings necessary to protect existing walls from unnecessary damages in buildings D, G, E, and H of the Rawson-Neal Hospital. This amendment adds additional installation of the same wall covering to the Crisis Building (R.S.U.) and the Gymnasium in which direct services are provided to behavioral health patients. This amendment extends the termination date from September 30, 2014 to October 30, 2014 and increases the maximum amount from \$16,970 to \$41,129 due to the additional wall coverings being installed.				
		Term of Contract:	06/11/2014 – 10/30/2014	Contract # 15610		
23.	431	ADJUTANT GENERAL & NATIONAL GUARD	VAN WOERT BIGOTTI ARCHITECTS	FEDERAL	\$23,110	
	Contract Description:	This is a new contract to perform professional services to create a training area site plan with 2,000+ acres for the Floyd Edsall Training Center.				
		Term of Contract:	08/13/2014 – 08/30/2015	Contract # 15948		
24.	431	ADJUTANT GENERAL & NATIONAL GUARD	VAN WOERT BIGOTTI ARCHITECTS	FEDERAL	\$24,750	
	Contract Description:	This is a new contract to perform professional services for the analysis of an existing building at Plumb Lane Armory to see if the facility can be expanded to meet the mission requirements of the National Guard.				
		Term of Contract:	08/13/2014 – 08/30/2015	Contract # 15949		
25.	431	ADJUTANT GENERAL & NATIONAL GUARD	D&J HOLDINGS LLC &/OR MCGINLEY & ASSOCIATES, INC.	FEDERAL	\$15,109	
	Contract Description:	This is a new contract to perform an environmental soil and groundwater sampling to verify the presence of contamination at the Nevada Army National Guard Army Aviation Support Facility in Reno.				
		Term of Contract:	08/13/2014 – 11/30/2014	Contract # 15986		
26.	550	DEPARTMENT OF AGRICULTURE	WASHINGTON STATE UNIVERSITY	FEES: AGENCY SERVICE FEES	\$48,000	
	Contract Description:	This is a new interlocal agreement to provide Diagnostic Laboratory Services to determine the presence and nature of infectious, contagious or parasitic diseases.				
		Term of Contract:	08/05/2014 – 06/30/2018	Contract # 15757		
27.	611	GAMING CONTROL BOARD	JAMES EDWARDS	GENERAL	\$48,000	
	Contract Description:	This is a new contract that continues ongoing services to conduct and oversee the Gaming Control Board's Gaming Academy to instruct agents on casino play, casino protection, laws of arrest and internal controls.				
		Term of Contract:	08/05/2014 – 06/30/2018	Contract # 15955		
28.	653	DEPARTMENT OF PUBLIC SAFETY – INVESTIGATION DIVISION	QUALITY TRI COUNTY JANITORIAL DBA QUALITY JANITORIAL	GENERAL 70% HIGHWAY 30%	\$41,200	
	Contract Description:	This is a new contract that continues ongoing janitorial services for the Nevada Highway Patrol, Parole and Probation and Investigation office in Winnemucca.				
		Term of Contract:	07/30/2014 – 06/30/2018	Contract # 15912		

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
29.	702	DEPARTMENT OF WILDLIFE	TORELL, TIMOTHY LEE DBA TIMS TURQUOISE & GEMS	OTHER FUNDING: LICENSING FEES	\$13,700	
	Contract Description:	This is the first amendment to the original contract which provides existing photos, video and custom photo/video of wildlife. This amendment extends the termination date from August 16, 2016 to December 30, 2016 and increases the maximum amount from \$9,999 to \$23,699.				
		Term of Contract:	02/13/2013 – 12/30/2016	Contract # 14064		
30.	702	DEPARTMENT OF WILDLIFE	BASIN ENGINEERING CORPORATION	BONDS	\$24,500	
	Contract Description:	This is a new contract to provide services for inspection, construction, sampling and testing on an as-needed basis for southern and eastern regions.				
		Term of Contract:	08/06/2014 – 06/30/2016	Contract # 15960		
31.	702	DEPARTMENT OF WILDLIFE	BASIN ENGINEERING CORPORATION	BONDS	\$17,250	
	Contract Description:	This is a new contract to provide professional engineering services to design a water system, pump house and mechanical/electrical plans for a single family dwelling at the Kirch Wildlife Management area in Ely.				
		Term of Contract:	08/05/2014 – 06/30/2015	Contract # 15959		
32.	704	DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES – PARKS DIVISION	MARTIN-ROSS & ASSOCIATES	GENERAL	\$16,000	
	Contract Description:	This is a new contract to provide background investigations on applicants for law enforcement positions with Nevada State Parks.				
		Term of Contract:	07/24/2014 – 06/30/2016	Contract # 15917		
33.	704	DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES – PARKS DIVISION	OVERTON POWER DISTRICT #5	FEES: UTILITY SURCHARGE	\$30,000	
	Contract Description:	This is a new contract to provide service and repair of an electrical utility pole and line system that services Valley of Fire and Spring Valley State Parks on an on-call basis.				
		Term of Contract:	08/17/2014 – 08/01/2017	Contract # 15984		
34.	706	DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES – FORESTRY DIVISION	BUREAU OF LAND MANAGEMENT	FEDERAL	\$5,500	
	Contract Description:	This is the first amendment to the original revenue contract, authorizing the Bureau of Land Management (BLM) to use land at the Nevada Division of Forestry's (NDF) Air Operations facility at 2311 Firebrand Road in Minden, as a temporary Single Engine Air Tanker (SEAT) reload base and Air Attack parking. The amendment increases the contract amount from \$9,500 to \$15,000 to reflect an increase in the daily rate of payment from \$100 to \$300 per day.				
		Term of Contract:	06/25/2013 – 04/14/2017	Contract # 14628		

#	DEPT #	STATE AGENCY	CONTRACTOR	FUNDING SOURCE	AMOUNT	EXCEPTIONS FOR SOLICITATIONS AND/OR EMPLOYEES
35.	709	DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES – ENVIRONMENTAL PROTECTION	SIERRA NEVADA JOURNEYS	FEDERAL	\$45,674	
	Contract Description:	This is a new contract to provide environmental education programs to 1,200 students and 60 educators in Northern Nevada, with an emphasis on natural resources stewardship and water quality protection. Students will explore their local watersheds, learn about preventing nonpoint source pollution and conduct water quality monitoring.				
		Term of Contract:	08/18/2014 – 06/30/2015	Contract # 15981		
36.	750	DEPARTMENT OF BUSINESS AND INDUSTRY – TAXICAB AUTHORITY	METZ, MONICA B	OTHER FUNDING: TRIP CHARGES	\$19,200	
	Contract Description:	This is a new contract for an Administrative Hearing Officer. The previous contracted Hearing Officer resigned 3/26/2014. The hearing officer will preside over Nevada Taxicab Authority internal Administrative Court to adjudicate cases involving regulatory violations committed by privilege licensees and holders of Certificates of Public Convenience and Necessity.				
		Term of Contract:	04/16/2014 – 12/31/2014	Contract # 15897		
37.	902	DEPARTMENT OF EMPLOYMENT, TRAINING AND REHABILITATION – EMPLOYMENT SECURITY DIVISION	PRESTON BASS INTERPRETING	OTHER FUNDING: ALL DETR BUDGET ACCOUNTS	\$49,500	
	Contract Description:	This is a new contract that continues ongoing American Sign Language interpreting services for the clients, employees, board members or council members who are deaf or hearing impaired or unable to understand the spoken language for meetings, conferences or hearings.				
		Term of Contract:	09/01/2014 – 08/31/2016	Contract # 15876		

Comments:

Governor: We will move to Agenda Item No. 12. Ms. Teska.

Clerk: Thank you, Governor. This item contains the contracts and amendment that do not meet threshold for approval by the Board of Examiners. There are 37 items on -- 37 contracts or amendments under this item for consideration by the Board, if there are any questions.

Governor: I have no questions. Board members?

Secretary of State: No, Governor.

13. INFORMATION ITEM

A. Department of Public Safety – Division of Emergency Management – Clark County Flood

Pursuant to NRS 353.2755, the Division of Emergency Management on behalf of Clark County was requesting funds from the Disaster Relief Account due to a flood that occurred on September 11, 2012, however following Clark Counties detailed review it was determined that claims were ineligible under state law and disaster relief criteria. This notice is to advise that this request is now being withdrawn.

Comments:

Governor: Then we'll move to Agenda Item 13.

Clerk: Agenda Item 13 is just an informational item to the Board. Clark County had been requesting funds from the Disaster Relief Account for a flood in 2012. However, the review determined that the claims were not eligible under state law, so this is just to advise that that request has been withdrawn.

Governor: And just as an aside, we're all aware that there's that devastating flooding that's going on in Southern Nevada as we speak, so I want to take a moment to think about those folks. I know that our Department of Emergency Management's down there assessing, and Clark County's (inaudible) or is seeking Department of Emergency Management to go down there and start to assess the situation that's going on, so I know that the state and the county are working together very closely. Does that complete Item 13?

Clerk: Yes.

14. BOARD MEMBERS' COMMENTS/PUBLIC COMMENTS

Comments:

Governor: Then we'll move to Agenda Item 14, Public Comment. Is there any member of the public here in Carson City that would like to provide comment to the Board? Anyone present in Las Vegas that would like to provide comment to the Board?

***15. FOR POSSIBLE ACTION - ADJOURNMENT**

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

Comments:

Governor: Is there a motion for adjournment?

Secretary of State: Move to adjourn.

Attorney General: Second the motion.

Governor: Secretary of State has moved for adjournment. The Attorney General has seconded the motion. All in favor say aye.

Secretary of State: Aye.

Governor: Aye.

Attorney General: Aye.

Governor: Motion passes 3-0. This meeting is adjourned. Thank you, ladies and gentlemen.

Respectfully submitted,




JULIA TESKA, CLERK

APPROVED: 

GOVERNOR BRIAN SANDOVAL, CHAIRMAN



ATTORNEY GENERAL CATHERINE CORTEZ MASTO



SECRETARY OF STATE ROSS MILLER