



State of Nevada  
DEPARTMENT OF TAXATION  
**ANNUAL REPORT**  
Fiscal 2007 - 2008



JIM GIBBONS  
Governor

THOMAS R. SHEETS  
Chair, Nevada Tax Commission

DINO DICIANNO  
Executive Director

STATE OF NEVADA  
DEPARTMENT OF TAXATION

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January 15, 2009

The Honorable Jim Gibbons  
Governor of Nevada  
Executive Chambers  
Carson City, Nevada 89710

Dear Governor Gibbons:

Pursuant to the provisions of NRS 360.100, the Department of Taxation submits herewith the Annual Report for the fiscal year ending June 30, 2008. During 2007-08, gross revenues and distributions changed in the following amounts.

Revenues	2006 - 2007	2007 - 2008	Increase/ (Decrease)	Percent Change
Sales and Use Taxes	\$ 1,000,216,533	\$ 966,670,636	\$ (33,545,897)	-3.35%
Local School Support Tax	1,106,359,747	1,055,899,921	(50,459,826)	-4.56%
City/County Relief Tax	1,106,236,279	1,055,789,715	(50,446,564)	-4.56%
Local Option Taxes	527,521,494	507,457,607	(20,063,887)	-3.80%
Intoxicating Beverage Taxes	43,044,469	43,620,581	576,112	1.34%
Cigarette Tax and Fees	129,544,079	126,533,647	(3,010,432)	-2.32%
Other Tobacco Products	8,841,781	8,840,605	(1,176)	-0.01%
Estate Tax	2,063,308	227,497	(1,835,811)	-88.97%
Lodging Tax	18,363,565	19,076,477	712,912	3.88%
Net Proceeds of Minerals Tax	62,178,511	74,129,804	11,951,293	19.22%
Centrally Assessed Property Tax	69,137,776	70,923,899	1,786,123	2.58%
Business Tax	239,466	13,983	(225,482)	-94.16%
Insurance Premium Tax	259,274,818	256,693,189	(2,581,629)	-1.00%
Tire Tax	1,669,148	1,776,653	107,505	6.44%
Government Services Fee	38,563,347	41,204,834	2,641,487	6.85%
Bank Excise Tax	3,029,997	3,142,650	112,653	3.72%
Business License Fee	19,997,653	19,566,390	(431,263)	-2.16%
Live Entertainment Tax	10,838,426	10,181,962	(656,464)	-6.06%
Modified Business Tax	278,952,602	284,600,418	5,647,816	2.02%
Real Property Transfer Tax	120,374,961	85,882,799	(34,492,161)	-28.65%
<b>Total</b>	<b>\$ 4,806,447,960</b>	<b>\$ 4,632,233,269</b>	<b>\$ (174,214,691)</b>	<b>-3.62%</b>

Distributions	2006 - 2007	2007 - 2008	Increase/ (Decrease)	Percent Change
State General Fund	\$ 1,931,824,665	\$ 1,870,007,422	\$ (61,817,243)	-3.20%
State Distributive School Fund	111,655,998	102,284,309	(9,371,690)	-8.39%
Local Governments	2,733,038,247	2,627,638,391	(105,399,856)	-3.86%
Other Distributions	21,717,431	25,450,308	3,732,877	17.19%
Estate Tax Reserve, Endowment and Trust Funds	2,063,308	227,497	(1,835,811)	-88.97%
State Debt Service Fund	6,148,312	6,625,343	477,031	7.76%
Total	<u>\$ 4,806,447,960</u>	<u>\$ 4,632,233,269</u>	<u>\$ (174,214,691)</u>	<u>-3.62%</u>

Sincerely,

Dino DiCianno  
Executive Director

# TABLE OF CONTENTS

## I. DEPARTMENT OF TAXATION

MISSION STATEMENT-----	3
ORGANIZATIONAL CHART-----	4
TOTAL DEPARTMENT TAX REVENUE AND DISTRIBUTIONS-----	6
STATUTORY AUTHORITY; BOARDS AND COMMISSIONS-----	7
DEPARTMENT ADMINISTRATION, ORGANIZATION AND FUNCTION-----	9
DEPARTMENT FINANCIAL STATEMENT-----	11

## II. SALES, USE AND MODIFIED BUSINESS TAXES

COMPONENTS OF SALES AND USE TAX RATES-----	12
CERTIFIED POPULATION-----	14
SALES AND USE TAX REVENUE-----	15
LOCAL SCHOOL SUPPORT TAX REVENUE-----	17
BASIC CITY/COUNTY RELIEF TAX REVENUE-----	19
SUPPLEMENTAL CITY/COUNTY RELIEF TAX REVENUE-----	21
LOCAL OPTION SALES AND USE TAX REVENUE-----	25
TAXABLE SALES COMPARISON-----	28
CONSOLIDATED TAX-----	29
BUSINESS TAX-----	33
BUSINESS LICENSE FEE-----	35
MODIFIED BUSINESS TAX-----	36

## III. EXCISE TAXES

LIVE ENTERTAINMENT TAX-----	37
BANK EXCISE TAX-----	38
INSURANCE PREMIUM TAX-----	39
CIGARETTE AND OTHER TOBACCO PRODUCTS TAX REVENUE-----	41
TRANSFER OF CIGARETTE TAX REVENUE-----	45

## TABLE OF CONTENTS

LIQUOR TAX REVENUE-----	46
TRANSFER OF LIQUOR TAX REVENUE-----	50
ALCOHOLIC BEVERAGE GROWTH-----	51
LODGING TAX-----	53
ESTATE TAX-----	54
DISTRIBUTION OF ESTATE TAX REVENUE-----	56
TIRE TAX-----	57
GOVERNMENT SERVICES FEE-----	58
<b>IV. DIVISION OF ASSESSMENT STANDARDS-----</b>	<b>59</b>
CERTIFICATION OF APPRAISERS-----	61
STATE BOARD OF EQUALIZATION-----	62
ASSESSED VALUATIONS-----	64
REAL PROPERTY TRANSFER TAX-----	66
NET PROCEEDS OF MINERALS-----	68
MINING PROPERTIES-----	71
LOCAL GOVERNMENT FINANCE SECTION-----	76



Department of Taxation  
*Tax Commission*  
Thomas R. Sheets - Chairman  
Dino DiCianno – Executive Director



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## ***Mission***

Provide fair, efficient and effective administration of tax programs for the State of Nevada in accordance with applicable statutes, regulations and policies. Serve the taxpayers, State and local government entities, and enable and recognize Department employees.

## ***Philosophy***

Dedicated to the highest standards of professionalism and ethical conduct; committed to consistent, impartial and courteous service and treatment. Providing resources, training and support to the men and women of the Department, and fostering initiative, creativity and effective performance.

## ***Goals***

1. Ensure the stable administration of tax statutes.
2. Improve compliance through education, information and enforcement.
3. Cooperate with other agencies and entities to better serve taxpayers.
4. Provide improved and more efficient service.
5. Assure the fair and equitable treatment of taxpayers.
6. Enhance workforce proficiency through training and communication.
7. Improve tax administration through new technology.

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**Please visit our Web Site at <http://tax.state.nv.us>  
or one of our offices at the following locations**

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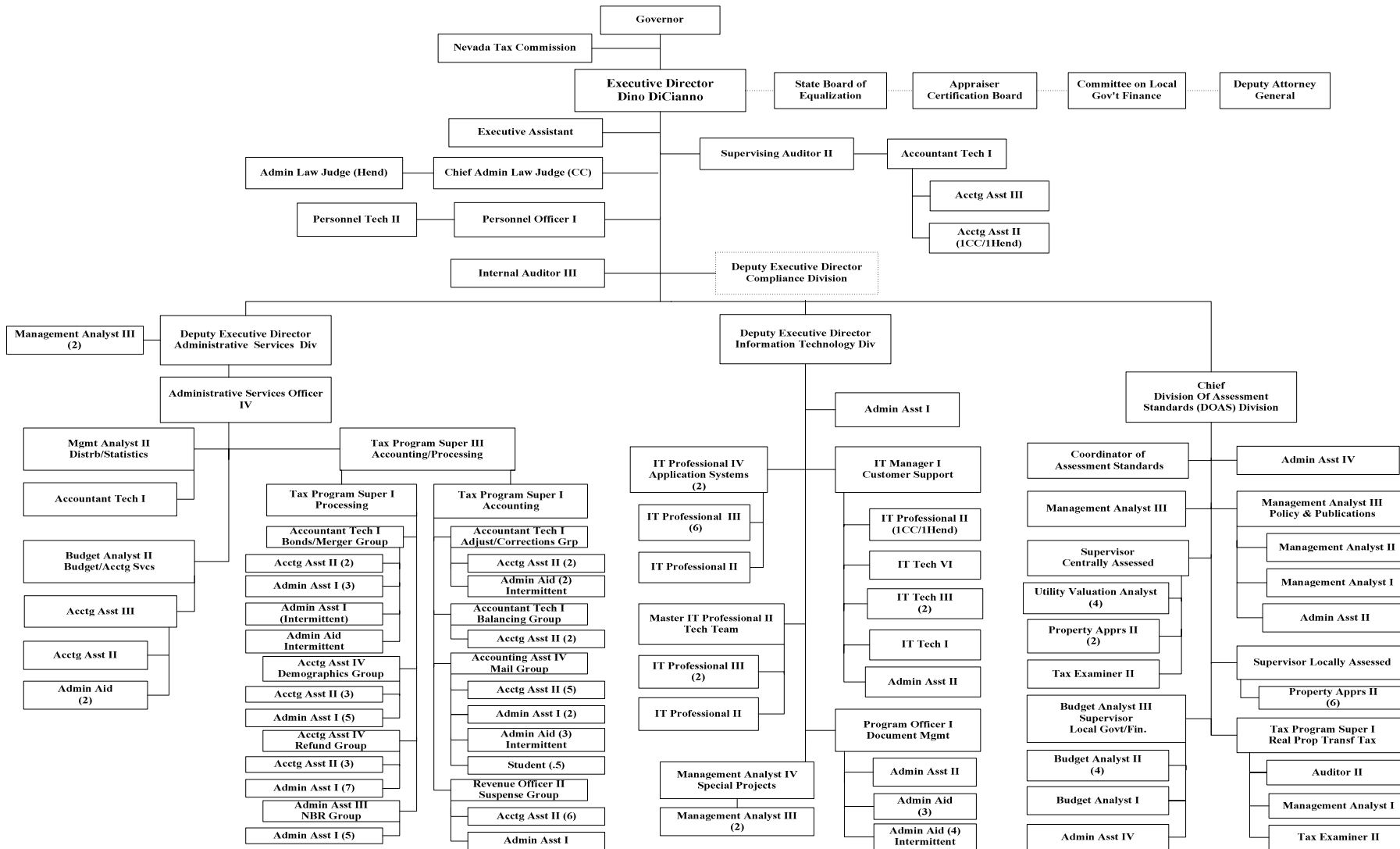
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# DEPARTMENT OF TAXATION

## Admin Svcs / Info Tech / DOAS Divisions

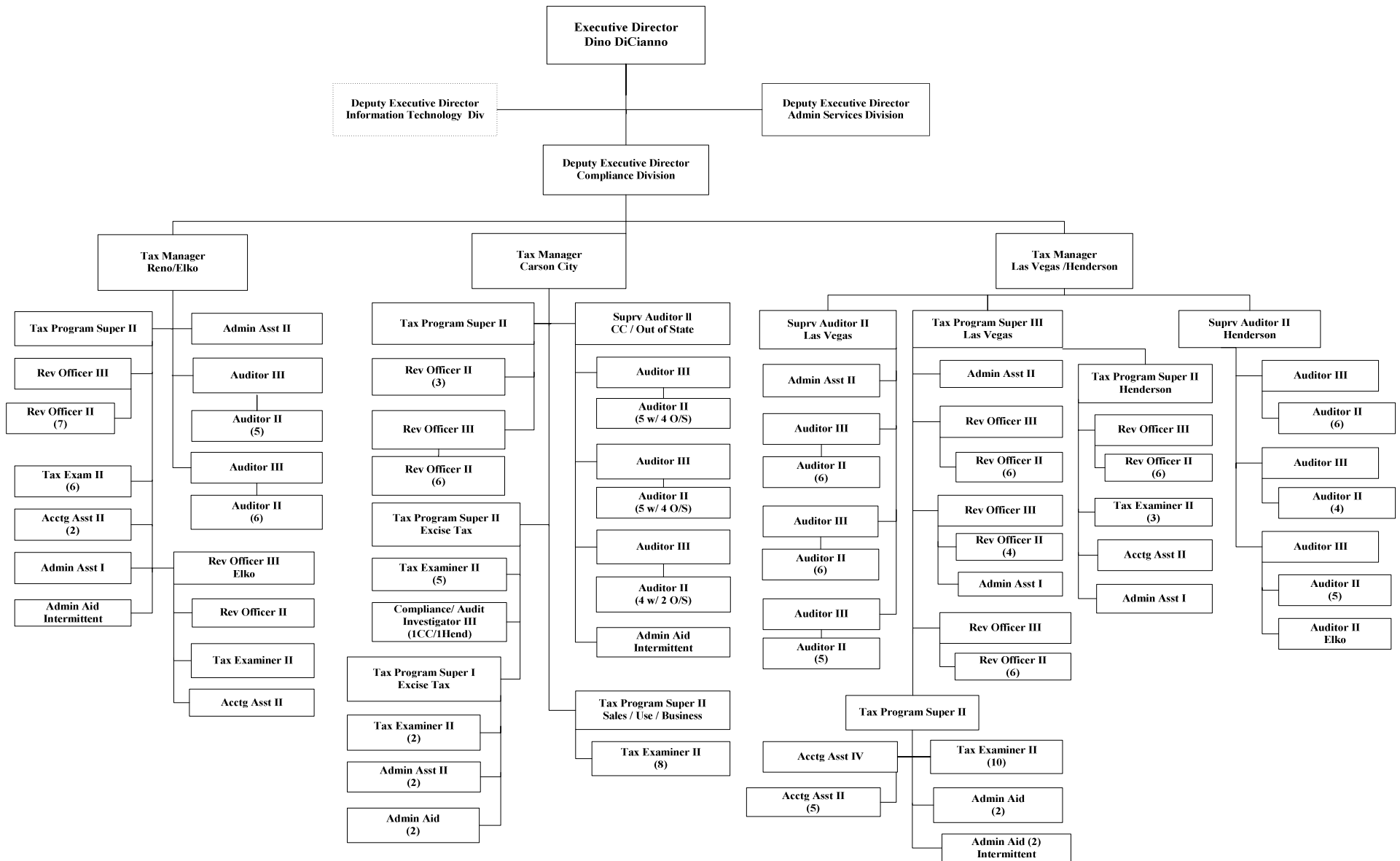
June 30, 2008



# DEPARTMENT OF TAXATION

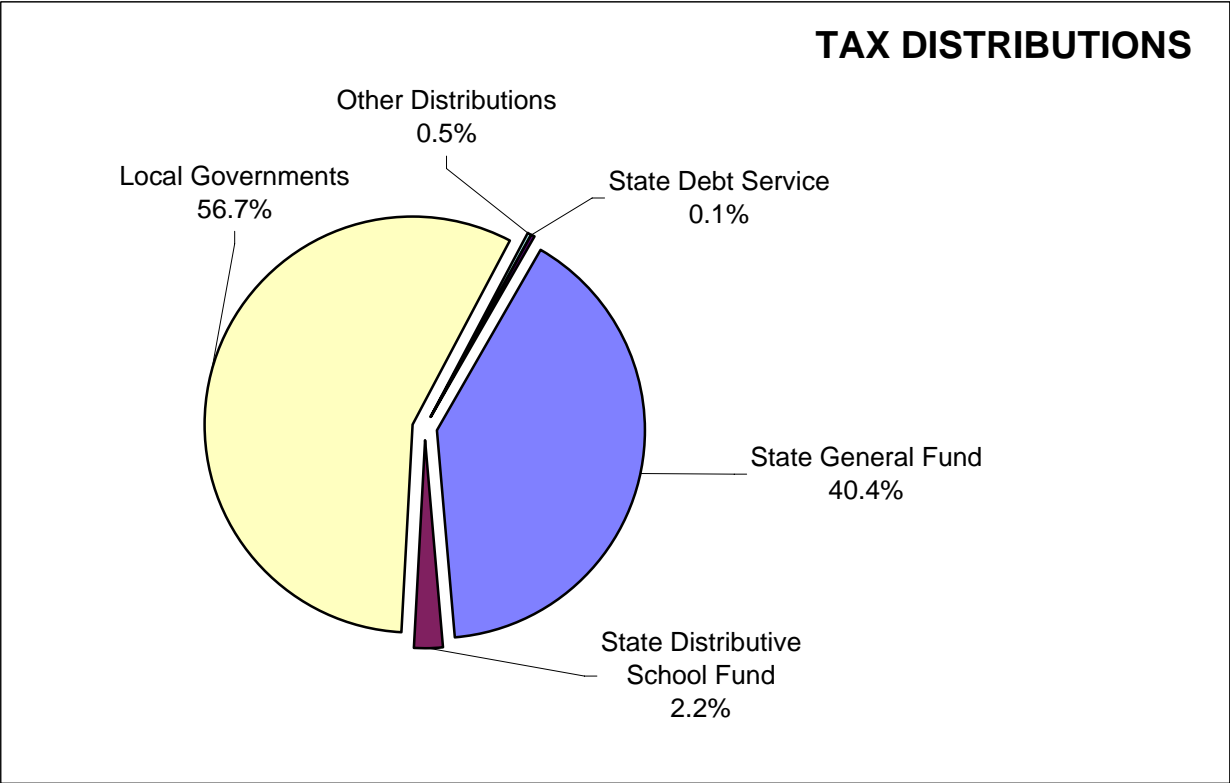
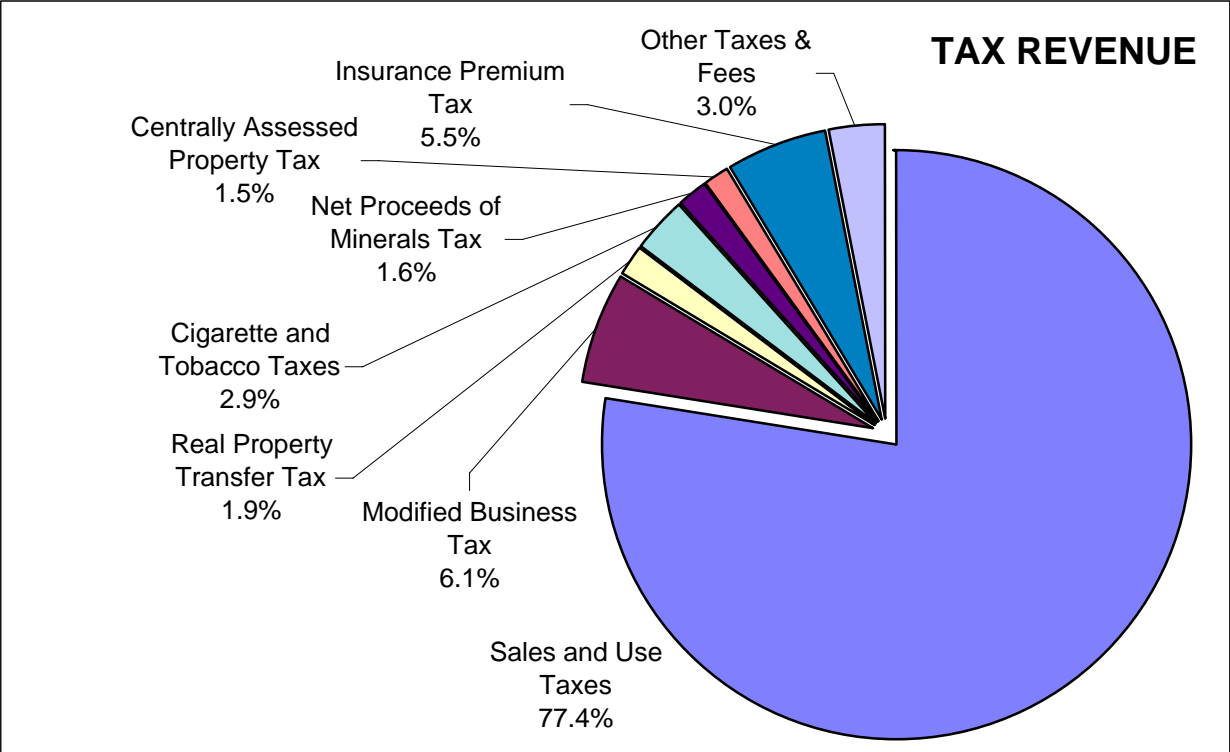
## Compliance Division

June 30, 2008





# TOTAL DEPARTMENT TAX REVENUE AND DISTRIBUTION



# DEPARTMENT OF TAXATION

Established April 1913 as the Nevada Tax Commission.

Statutory authority: Chapter 748, 1975 Statutes, established the Department of Taxation and provided for its organization, powers, duties and functions. The Department is responsible for administering the following laws:

<u>NAME OF LAW</u>	<u>NRS CHAPTER</u>
Local Government Budget Act	354
General Provisions (includes Consolidated Tax)	360
Business License Fee	360.760-360.795
Ad Valorem Property Tax	361, 361A, 361B
Net Proceeds of Mines	362
Bank Excise Tax	363A.120
Modified Business Tax	363A, 363B
Tax on Rental of Transient Lodging	364.125
Business Tax (repealed)	364A
Live Entertainment Tax	368A
Intoxicating Liquor Licenses and Taxes	369
Tobacco Licenses and Taxes	370
State Sales and Use Taxes	372
Local School Support Taxes	374
Real Property Transfer Tax	375
Tax on Estates	375A
Generation Skipping Transfer Tax	375B
Open Space Land Tax	376A
City/County Relief Tax	377
Tax for Public Transportation and Promotion of Tourism	377A
Tax for Infrastructure	377B
Residential School Construction Tax	387.332
Tire Tax	444A.090
Short Term Auto Lease Fee	482.313
Insurance Premium Tax	680B

## BOARDS AND COMMISSIONS

**Nevada Tax Commission** members are appointed by the Governor. The Commission is the head of the Department and exercises general supervision and control over its activities. The Chief Administrative Officer of the Department is the Executive Director, who is also appointed by the Governor. Actions by the Department may be appealed to the Commission as provided by law. The Commission may review all decisions of the Department and may reverse, affirm or modify them.

### **Governor Jim Gibbons, Ex Officio Member**

Thomas Sheets, Chairman  
Robert Barengo, Member  
Ann Bersi, Ph.D., Member

George Kelesis, Member  
Joan Lambert, Member  
John Marvel, Member

David Turner, Member  
Hank Vogler, Member

## Boards and Commissions (continued)

**The State Board of Equalization** members are appointed by the Governor. The Board hears and acts on appeals from the actions of the various county boards of equalization or from valuations set by the Nevada Tax Commission. The Board of Equalization convenes on the 4th Monday in March and shall conclude the business of equalization in cases having a substantial effect on tax revenues on or before April 10. Additional cases not having substantial effect on tax revenues may be heard at meetings prior to October 1.

Clay Fitch, Chairman  
Dr. Richard Mason, Member

Steven Johnson, Member  
Michael Cheshire, Member

Fred "Wes" Smith, Member

**The Committee on Local Government Finance** is composed of 11 members appointed as follows: three persons appointed by the Nevada League of Cities; three persons appointed by the Nevada Association of Counties; three persons appointed by the Nevada School Trustees Association; and two persons appointed by the Nevada State Board of Accountancy. The purpose of this Committee is to advise the Department regarding regulations, procedures and forms for compliance with NRS 354.570 through 354.626 (Local Government Budget Act).

Marvin Leavitt, Chairman  
Michael R. Alastuey, Vice-Chairman  
Bob Anderson, Member  
Andrew Green, Member

Steve Hanson, Member  
Marty Johnson, Member  
Alan Kalt, Member  
Beth Kohn-Cole, Member

John Sherman, Member  
Mary Walker, Member  
James Wells, Member

**The Property Appraiser Certification Board** is composed of six members, three of whom are qualified appraisers chosen by the majority vote of the Association of County Assessors and three are appointed by the Nevada Tax Commission. The Board advises the Department on matters pertaining to certification and continuing education of appraisers.

David Adams, Chairman  
John Faulkner, Member

Norma Green, Member  
Jeff Johnson, Member

Greg Worms, Member  
Vacant

## DEPARTMENT OF TAXATION ADMINISTRATION

**Dino DiCianno**  
**Executive Director**

Vincent Cherpeski  
Deputy Executive Director  
Information Technology

Brody Leiser  
Deputy Executive Director  
Administration

Vacant  
Deputy Executive Director  
Compliance

## DEPARTMENT ORGANIZATION AND FUNCTION

The Department of Taxation has five major divisions/sections: the Executive Division; the Administrative Services/Fiscal Division; Information Technology Division; the Compliance Division which consists of both the Revenue/Collection and Audit Sections; and the Division of Assessment Standards. It acts as staff to the Nevada Tax Commission, State Board of Equalization and Committee on Local Government Finance. In addition, the Department is also responsible for annually developing the official estimates of population of the State and the various counties, cities, towns and townships. These estimates, after certification by the Governor, are used for the purpose of distributing certain revenues to counties, cities and towns and to determine the appropriate number of justices of the peace.

**Executive** is comprised of the Director, who also acts as the secretary to the Nevada Tax Commission and the State Board of Equalization; Deputy Directors; Administrative Law Judges; Executive Review Section; Personnel and Internal Audit. Staff administers taxpayer petitions, taxpayer hearings, personnel services and internal audit functions.

**Administrative Services/Fiscal** is responsible for providing centralized support for all administrative, financial and fiscal activities of the Department. Sections include: Budget, Tax Distributions and Statistics, Revenue Accounting/ Processing/ Cancellations, and Support Services/Mailroom. Over \$4 billion in revenue passes through this Division annually for distribution to the State General Fund, other State agencies, cities, counties and school districts

**Information Technology** is responsible for the operation, maintenance and on-going enhancements to the Unified Taxation System (UTS) which includes the taxpayer facing web portal, Nevada Tax and the Discover Tax data warehouse utilized by audit and compliance. In addition to the UTS, support is also provided for the official website for Taxation, the Department's Intranet, statewide LAN/WAN and desktop applications.

**Compliance – Revenue/Collection** section collects taxes from delinquent accounts; provides oversight and collection of Sales and Use Taxes, the Modified Business Tax, the Business License Fee, Insurance Premium Tax, Cigarette Tax, Other Tobacco Tax, Liquor Tax, Lodging Tax, Live Entertainment Tax, Bank Excise Tax, Estate Tax, Short-term Auto Lease Fee, etc. Other programs administered include collecting taxes on vehicles, vessels and aircraft based and licensed in Nevada; and performing discovery work in the field for unregistered businesses, and liquor and cigarette contraband. In addition, staff in this Section actively collect accounts receivable; answer questions on taxability; conduct hearings; monitor accounts for compliance with statutes and reporting requirements; and provide general taxpayer education.

Compliance staff also conducts investigations to ensure businesses are registered, anonymous tips regarding tax evasion are followed-up, individuals are located through skip tracing, etc. As the need arises, this Section may issue tax deficiency notices, approve payment plans, file liens and withholds; and may close a business as a measure of last resort which includes seizure of assets and subsequent sales of these assets to meet tax obligations. This Section also holds Taxpayer educational workshops for the public and oversees the Voluntary Disclosure program.

**Audit** administers a comprehensive audit program to ensure taxpayer compliance. This section is responsible for ensuring financial compliance with laws relating to all all of the above named taxes. This section verifies the accuracy of taxpayer credit or refund requests and also administers discovery programs based on a comparison of information from other taxing authorities. Audit staff also assist with taxpayer information and education including proper reporting and record keeping requirements, and conduct taxpayer workshops.

**Department Organization and Function (continued)**

**Division of Assessment Standards** is responsible for appraising all centrally assessed property, establishing guidelines for the county assessors, conducting the ratio study, ensuring statewide compliance with assessment standards established by the Tax Commission and administering the net proceeds of minerals tax and the real property transfer tax. The Local Government Finance Section reviews local government budgets and audits, prepares the ad valorem tax rates for certification, advises local governments on budget act compliance and financial management matters, and reviews entities' annual audits and plans for the prevention of the re-occurrence of violations as reported.

The Department maintains five office locations. The headquarters is located in Carson City, with district offices in Henderson, Las Vegas and Reno, and a taxpayer assistance office in Elko. For fiscal year 2007-08, the Department's staff consisted of 334.5 positions statewide, with a budget of \$33,176,539.45.

The audit staff conducted 1,346 sales and use tax audits during Fiscal Year 2007-08. The total net collections from audit billings during this period was \$13,422,434. Audits billed may be collected in succeeding fiscal years or may ultimately be reduced through negotiated settlement agreements approved by the Nevada Tax Commission. Net audit collections decreased in FY06 compared to previous years due primarily to legislative changes to the audit selection criteria. It called for random selection instead of risk based selection.

The following is a comparison of statistics describing Revenue and Audit sales and use tax activity for the last six fiscal years.

<u>FISCAL YEAR</u>	<u>NUMBER OF AUDITS</u>	<u>NET COLLECTIONS FROM AUDIT BILLINGS</u>	
2002-03	1,825	\$12,002,694	
2003-04	1,377	18,014,504	
2004-05	1,643	19,173,515	
2005-06	1,668	12,450,287	
2006-07	1,994	19,303,760	
2007-08	1,346	13,422,434	

<u>FISCAL YEAR</u>	<u>GROSS SALES AND USE TAXES</u>	<u>COLLECTIONS AS % OF GROSS TAX</u>	<u>AUDIT COVERAGE</u>
2002-03	\$2,424,657,995	0.50%	2.62%
2003-04	2,821,593,024	0.64%	1.40%
2004-05	3,279,620,525	0.58%	2.50%
2005-06	3,662,957,039	0.34%	2.32%
2006-07	3,740,334,053	0.52%	2.08%
2007-08	3,585,817,879	0.37%	1.45%

# Department Financial Statement

APPROPRIATIONS AND EXPENDITURES  
JULY 1, 2007 - JUNE 30, 2008 - REVERSIONS AS OF JUNE 30, 2008

FUNDING/APPROPRIATIONS	WORK PROGRAM FUNDS	RECEIPTS / EXPENDITURES	WORK PROGRAM LESS RECEIPTS
General Fund Appropriations	\$ 30,589,146	\$ 30,589,146.00	\$ -
Balance Forward from FY07 - SB1	3,674,059	3,674,059.00	
Audit Fees	39,241	29,706.89	9,534.11
Cigarette Tax Administration	428,721	428,721.00	-
Short Term Auto Lease Fee	10,461	10,222.19	238.81
Environmental Protection Transfer	8,820	8,916.31	(96.31)
Justice Court/Township Fees	110,702	143,758.00	(33,056.00)
Returned Check Charge	28,158	52,106.95	(23,948.95)
Student Fees Reimbursement	7,695	7,425.00	270.00
Miscellaneous Revenue	1,986	4,072.63	(2,086.63)
General Fund Salary Adjustment	366,891	-	366,891.00
<b>Total Available Funds</b>	<b>\$ 35,265,880</b>	<b>\$ 34,948,133.97</b>	<b>\$ 317,746.03</b>

## EXPENDITURES

Salaries	\$ 20,613,246	\$ 20,215,623.21	\$ 397,622.79
Out-of-state Travel	5,861	5,507.78	353.22
In-state Travel	212,400	185,964.65	26,435.35
Operating	2,932,071	2,782,490.88	149,580.12
Equipment	3,500	3,261.00	239.00
Compliance Audit Investigation	6,763	6,392.16	370.84
Out-of-state Audit	62,991	53,730.26	9,260.74
SB8/UTS Project	7,914,436	6,818,211.57	1,096,224.43
E Payment Fees	9,370	5,920.93	3,449.07
Lockbox Program	1,045,314	1,033,419.64	11,894.36
Demographer	186,186	186,186.00	-
Cigarette Stamps	135,772	135,707.25	64.75
Information Services	855,838	478,844.37	376,993.63
Training	49,730	33,136.90	16,593.10
County Assessor/Appraiser Training	7,695	7,435.85	259.15
Purchasing Assessment	18,269	18,269.00	-
Reserve for Reversion	1,206,438	1,206,438.00	-
<b>Total Expenditures</b>	<b>\$ 35,265,880</b>	<b>\$ 33,176,539.45</b>	<b>\$ 2,089,340.55</b>
Reversion June 30, 2008		370,021.69	
Balance Forward to Fiscal Year 2009		1,401,572.83	
Difference Work Program less Receipts		317,746.03	
<b>Available Funds Accounted for</b>	<b>\$ 35,265,880</b>	<b>\$ 35,265,880.00</b>	

## REVERSIONS

General Fund - Reserve for & FY End Reversion	1,576,459.69
Balance Forward to Fiscal Year 2009	\$ 1,401,572.83
<b>Total Reversion</b>	<b>\$ 2,978,032.52</b>

**COMPONENTS OF SALES AND USE TAX RATES**

<u>NRS</u> <u>CHAPTER</u>	<u>TAX RATE</u>	<u>TAX DESCRIPTION</u>	<u>DISTRIBUTION</u>
<b>Minimum Statewide Tax Rate</b>			
372	2.00%	Sales Tax	To the General Fund.
374	2.25%	Local School Support Tax	<u>In-State Business Returns</u> : Tax is distributed to the school district in which the business is located. <u>Out-of-State Business Returns</u> : Tax distributed to the State Distributive School Fund.
377	0.50%	Basic City-County Relief Tax	<u>In-State Business Returns</u> : Tax distributed to the county where the sale was made. <u>Out-of-State Business Returns</u> : Tax distributed to counties based on a population formula.
377	1.75%	Supplemental City-County Relief Tax	Tax distributed to all local governments according to statutory formula.
	6.50%	Minimum Statewide Tax Rate	

**Option Taxes**

Note: The following additional taxes are distributed to the county where the sale was made.

377A	0.25%	Promotion of Tourism - limited to counties with population of 400,000 or less (voter approval).	Imposed by Storey County.
377A	0.50%	Public Mass Transportation & Construction of Roads (voter approval).	Imposed at .25% by Carson City, Churchill County, Nye County, and White Pine County, .375% by Washoe County, and .50% by Clark County.
377A	0.50%	Public Swimming Pool (voter approval).	Imposed by White Pine County - collection suspended effective 10/1/2006.
543	0.25%	Control of Floods - limited to counties with population of 400,000 or more (voter approval).	Imposed by Clark County.
377B	0.25%	Infrastructure - limited to counties with population less than 100,000 or greater than 400,000 (county commission approval).	Imposed by Carson City, Churchill County, Clark County, Lander County, Lincoln County and Storey County.
377B	0.125%	Infrastructure - limited to counties with population between 100,000 & 400,000 (county commission approval).	Imposed by Washoe County.
374A	0.125%	Extraordinary maintenance, repair or improvement of school facility	Imposed by White Pine County.
354.705	0.25%	Operating White Pine County and payment of debt service due to Severe Financial Emergency	Imposed by White Pine County.
SB74	0.25%	This bill amended the language of NRS 377B to provide funds for judicial and/or public safety infrastructure projects.	Imposed by White Pine County.

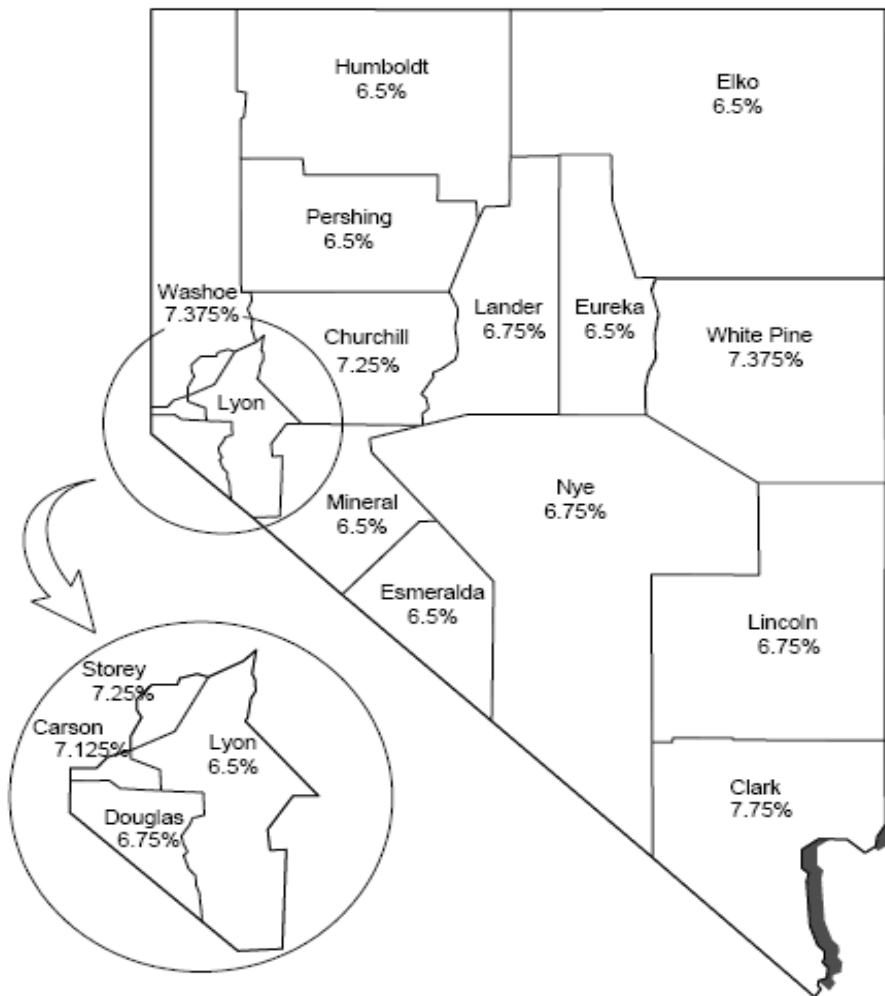
**Components of Sales and Use Tax Rates (continued)**

**Special Acts**

0.25%	Local Government Tax Act - Washoe & Churchill counties (county commission approval)	Intracounty distributions to local governments according to a statutory formula. Imposed by Churchill County and Washoe County.
0.25%	Tricounty Railway Commission - Carson City, Lyon & Storey counties (voter approval)	Imposed by Storey County.
0.125%	Washoe Railroad Grade Project (county commission approval)	Imposed by Washoe County.
0.25%	Clark County Sales and Use Tax Act of 2005	Imposed by Clark County.

**Miscellaneous Amendments**

0.25%	Carson City Open Space Tax - Amendment to Carson City Charter.	Imposed by Carson City.
0.25%	Douglas County Sales Tax Ordinance of 1999 (voter and legislative approval)	Imposed by Douglas County.



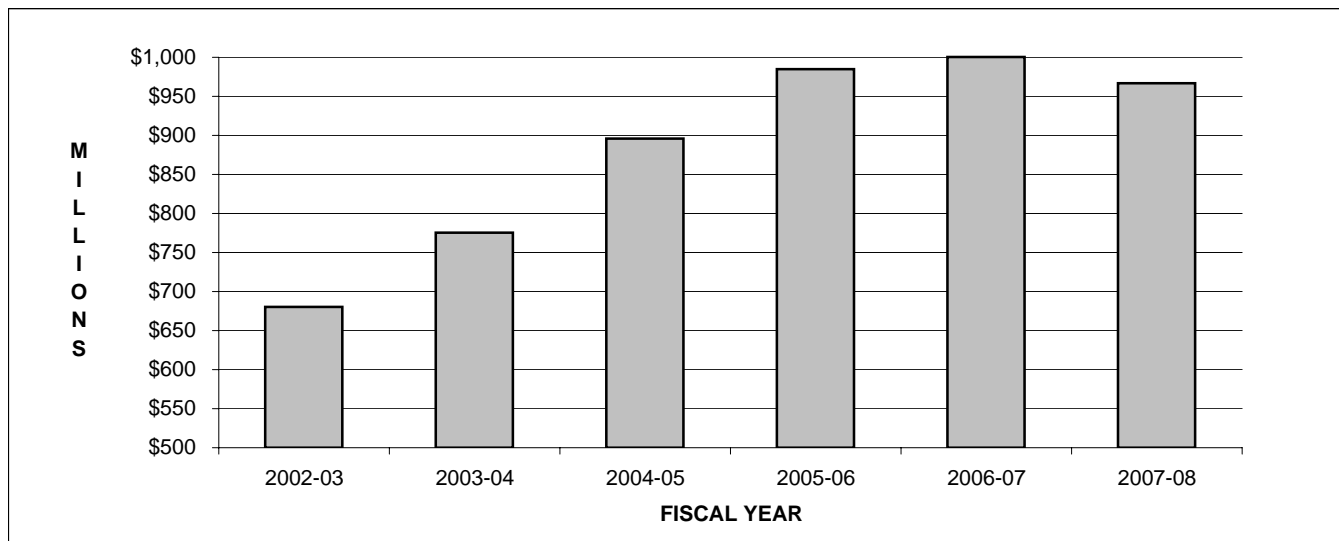


# CERTIFIED POPULATION

Census population pursuant to NRS 360.285. The following population figures were used, as directed by specific statute, for allocation of tax revenue in fiscal year 2007-08.

<b>CARSON CITY</b>	57,723	<b>HUMBOLDT COUNTY</b>	18,052
		Winnemucca	7,646
<b>CHURCHILL COUNTY</b>	27,190	<b>LANDER COUNTY</b>	5,747
Fallon	8,452	Austin	275
<b>CLARK COUNTY</b>	1,954,319	Battle Mountain	2,845
Boulder City	15,863	Kingston	309
Henderson	260,161	<b>LINCOLN COUNTY</b>	4,184
Las Vegas	590,321	Caliente	1,089
Mesquite	18,787	Alamo	427
North Las Vegas	210,472	Panaca	595
Bunkerville	1,255	Pioche	791
Enterprise	143,917	<b>LYON COUNTY</b>	55,903
Indian Springs	1,659	Yerington	19,585
Laughlin	8,807	Fernley	3,319
Moapa	1,201	<b>MINERAL COUNTY</b>	4,377
Moapa Valley	8,085	<b>NYE COUNTY</b>	46,308
Mt. Charleston	1,179	Amargosa	1,503
Paradise	185,935	Beatty	1,059
Searchlight	798	Gabbs	322
Spring Valley	176,815	Manhattan	140
Summerlin	26,415	Pahrump	37,928
Sunrise Manor	191,966	Round Mountain	831
Whitney	36,182	Tonopah	2,610
Winchester	37,561	<b>PERSHING COUNTY</b>	7,075
<b>DOUGLAS COUNTY</b>	52,386	Lovelock	2,465
Gardnerville	5,394	<b>STOREY COUNTY</b>	4,293
Genoa	252	<b>WASHOE COUNTY</b>	418,061
Minden	3,239	Reno	220,613
<b>ELKO COUNTY</b>	50,434	Sparks	89,449
Carlin	2,295	<b>WHITE PINE COUNTY</b>	9,590
Elko	18,427	Ely	4,294
Wells	1,508	Lund	153
West Wendover	4,958	McGill	1,051
Jackpot	1,217	Ruth	374
Montello	165	<b>TOTAL STATEWIDE POPULATION</b>	2,718,337
Mountain City	129		
<b>ESMERALDA COUNTY</b>	1,236		
Goldfield	448		
Silver Peak	125		
<b>EUREKA COUNTY</b>	1,458		
Crescent Valley	289		
Eureka	431		

## SALES AND USE TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 680,435,804	\$ 11,438	\$ 680,447,243	5.87%
2003-04	775,196,218	58,915	775,255,133	13.93%
2004-05	895,961,537	56,830	896,018,368	15.58%
2005-06	984,963,434	72,538	985,035,972	9.93%
2006-07	1,000,145,956	70,577	1,000,216,533	1.54%
2007-08	966,572,915	97,721	966,670,636	-3.35%

### LEGAL CITATION

Chapter 372 Nevada Revised Statutes.

### RATE

2 percent on all taxable sales and taxable items of use.

### CURRENT DISTRIBUTION OF REVENUE

State General Fund.

### HISTORY

#### ORIGINALLY ENACTED

1955 session of State Legislature. Approved by referendum in 1956.

#### RATE

2 percent since inception. Referendum to raise to 3 percent defeated in 1963 by 2 to 1 margin.

#### REMOVAL OF SALES TAX FROM FOOD

On June 5, 1979, the voters, by special election, amended the Sales and Use Tax Act to provide for exemption of certain foods from taxation (effective July 1, 1979).

#### DISTRIBUTION

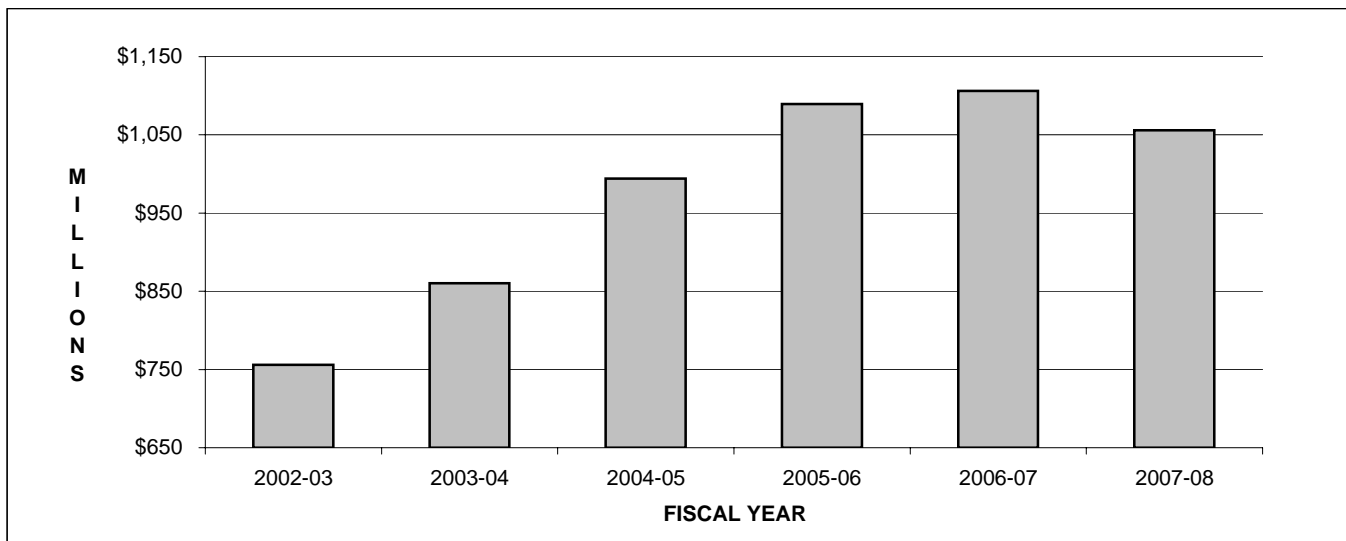
State General Fund since inception.

Sales and Use Tax Revenue (continued)

STATE 2% SALES AND USE TAX COLLECTION BY COUNTY  
FISCAL YEAR 2007-08

<b>COUNTY</b>	<b>TAXES AND FEES</b>	<b>% OF TOTAL</b>
Carson City	18,332,754	1.90%
Churchill	\$ 6,055,727	0.63%
Clark	722,024,376	74.69%
Douglas	13,786,963	1.43%
Elko	22,885,622	2.37%
Esmeralda	254,619	0.03%
Eureka	6,538,016	0.68%
Humboldt	9,970,483	1.03%
Lander	4,551,198	0.47%
Lincoln	497,203	0.05%
Lyon	7,691,944	0.80%
Mineral	772,146	0.08%
Nye	9,592,984	0.99%
Pershing	1,346,230	0.14%
Storey	2,431,366	0.25%
Washoe	135,431,062	14.01%
White Pine	3,930,658	0.41%
Out of State	9,743	0.00%
STAR Bonds Transfers	567,543	0.06%
<b>TOTAL</b>	<b>\$ 966,670,636</b>	<b>100.00%</b>

# LOCAL SCHOOL SUPPORT TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 755,910,912	\$ 11,438	\$ 755,922,350	5.93%
2003-04	860,367,538	58,915	860,426,453	13.82%
2004-05	994,084,828	58,109	994,142,937	15.54%
2005-06	1,089,312,186	72,537	1,089,384,723	9.58%
2006-07	1,106,289,125	70,622	1,106,359,747	1.56%
2007-08	1,055,801,660	98,261	1,055,899,921	-4.56%

**LEGAL CITATION**

Chapter 374 Nevada Revised Statutes.

**RATE**

2.25 percent on all taxable sales and taxable items of use.

**CURRENT DISTRIBUTION OF REVENUE**

99.25 percent of in-state collections returned to county of origin for distribution to school districts; .75 percent to State General Fund. 99.25 percent of out-of-state collections and other fees to State Distributive School Fund; .75 percent to State General Fund.

**HISTORY**

**ORIGINALLY ENACTED**

1967 session of State Legislature. Held constitutional by Nevada Supreme Court, June 1967; effective July 1, 1967. Amended 1981 session of State Legislature, effective May 1, 1981. Amended 1991 session of State Legislature, effective October 1, 1991.

**RATE**

July 1, 1967 to April 30, 1981 - 1 percent on all taxable sales and taxable items of use.

May 1, 1981 - 1.50 percent on all taxable sales and taxable items of use.

October 1, 1991 - 2.25 percent on all taxable sales and taxable items of use.

Local School Support Tax Revenue (continued)

DISTRIBUTION

July 1, 1967 to April 30, 1981 - 99 percent of in-state collections returned to county of origin for distribution to school districts. 1 percent to State General Fund. All out-of-state collections and other fees to State Distributive School Fund.

May 1, 1981 - State General Fund Commission reduced to .50 percent.

October 1, 1991 - State General Fund Commission increased to include collections on out-of-state sales.

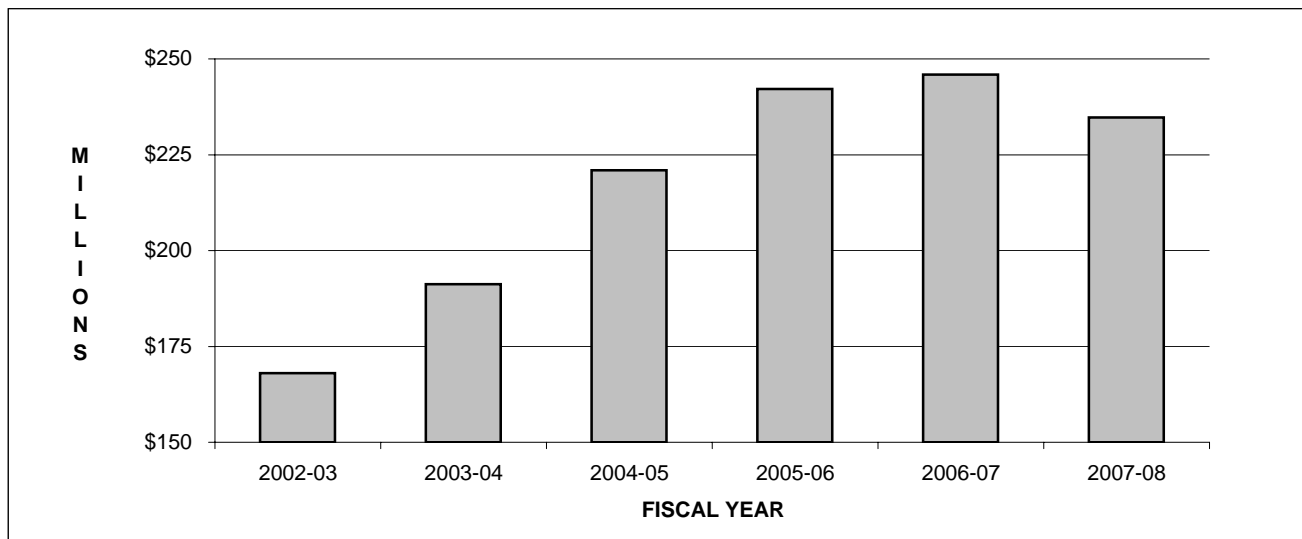
July 1, 1993 - State General Fund Commission increased from .50 percent to 1 percent on in-state and out-of-state collections.

July 1, 1999 - State General Fund Commission decreased from 1 percent to .75 percent on in-state and out-of-state collections.

LOCAL SCHOOL SUPPORT TAX DISTRIBUTION  
FISCAL YEAR 2007-08

COUNTY	TAX	% OF TOTAL
Carson City	22,316,927	2.11%
Churchill	\$ 6,095,079	0.58%
Clark	692,828,832	65.62%
Douglas	14,314,428	1.36%
Elko	25,879,958	2.45%
Esmeralda	160,665	0.02%
Eureka	1,987,969	0.19%
Humboldt	8,463,689	0.80%
Lander	1,847,122	0.17%
Lincoln	325,375	0.03%
Lyon	6,362,371	0.60%
Mineral	466,143	0.04%
Nye	7,029,518	0.67%
Pershing	586,383	0.06%
Storey	834,322	0.08%
Washoe	153,328,703	14.52%
White Pine	2,216,422	0.21%
<b>Total County School District Distribution</b>	<b>\$ 945,043,907</b>	<b>89.50%</b>
STAR Bonds Transfers	655,184	0.06%
State Distributive School Fund	102,284,309	9.69%
State General Fund	7,916,522	0.75%
<b>TOTAL</b>	<b>\$ 1,055,899,921</b>	<b>100.00%</b>

# BASIC CITY/COUNTY RELIEF TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 167,982,400	\$ 11,438	\$ 167,993,838	5.93%
2003-04	191,201,330	58,915	191,260,245	13.85%
2004-05	220,909,291	58,672	220,967,964	15.53%
2005-06	242,077,670	72,590	242,150,260	9.59%
2006-07	245,814,672	70,622	245,885,294	1.54%
2007-08	234,637,420	98,261	234,735,681	-4.53%

**LEGAL CITATION**

Chapter 377 Nevada Revised Statutes.

**RATE**

1/2 of 1 percent of all taxable sales and taxable items of use.

**CURRENT DISTRIBUTION OF REVENUE**

99.25 percent of in-state collections returned to county of origin for distribution to eligible local governments through the Consolidated Tax Program; .75 percent to State General Fund; 99.25 percent out-of-state collections prorated amongst counties, on the basis of population ratio, for distribution to local governments through the Consolidated Tax Program; .75 percent to State General Fund.

HISTORY

**ORIGINALLY ENACTED**

1969 session of State Legislature as the City/County Relief Tax, effective July 1, 1969. Levy effected by county ordinance.

Collected in Clark and Washoe Counties as of July 1, 1969; Lyon County, January 1, 1971; Douglas, Elko, Humboldt, Lincoln, Mineral Counties, May 1, 1971; Nye County, June 1, 1972; Pershing County, July 1, 1972; Churchill County, July 1, 1973; Carson City, April 1, 1976; Storey County, July 1, 1976; Lander County, July 1, 1979; White Pine County, July 1, 1980; Esmeralda and Eureka Counties, May 1, 1981.

1969 levied for city/county support. 99 percent of in-state collections returned to county of origin; 1 percent to State General Fund; 100 percent out-of-state collections prorated amongst counties levying the tax; combined collections distributed as follows: if no cities within county, 100 percent to county; if one city within county, to county and city, on basis of population ratio; if two or more cities within county, to cities only on basis of population ratio.

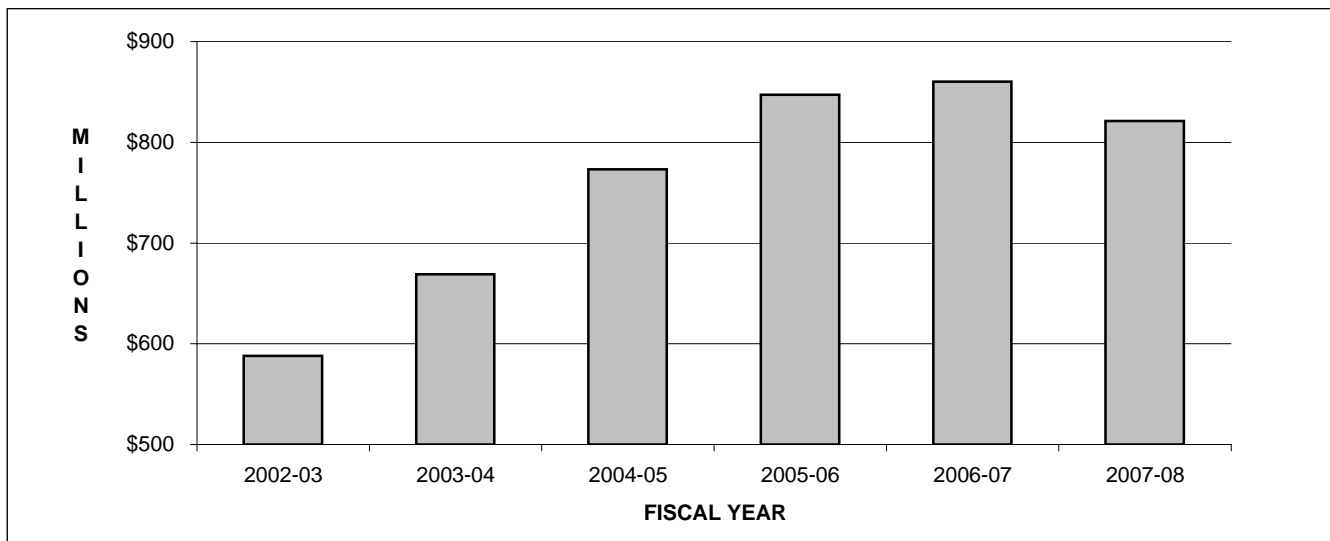
Basic City/County Relief Tax Revenue (continued)

AMENDMENTS	1981	1981 session of State Legislature; name changed to Basic City/County Relief Tax effective May 1, 1981 and levy required by State Statute. May 1, 1981 General Fund Commission reduced to .50 percent.
	1991	Effective October 1, 1991, .50 percent General Fund Commission was imposed on out-of-state collections.
	1993	Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
	1999	Effective July 1, 1999 General Fund Commission decreased to .75 percent on in-state and out-of-state collections.

BASIC CITY/COUNTY RELIEF TAX TRANSFER  
TO CONSOLIDATED TAX  
FISCAL YEAR 2007-08

COUNTY	TAX	% OF TOTAL
Carson City	\$ 4,631,251	1.97%
Churchill	1,522,033	0.65%
Clark	173,575,881	73.95%
Douglas	3,538,043	1.51%
Elko	5,175,197	2.20%
Esmeralda	64,079	0.03%
Eureka	1,267,363	0.54%
Humboldt	2,339,888	1.00%
Lander	869,329	0.37%
Lincoln	143,828	0.06%
Lyon	2,065,005	0.88%
Mineral	211,071	0.09%
Nye	2,497,661	1.06%
Pershing	313,742	0.13%
Storey	777,584	0.33%
Washoe	33,022,270	14.07%
White Pine	819,972	0.35%
Total County Transfers	\$ 232,834,196	99.19%
STAR Bonds Transfers	142,150	0.06%
State General Fund	1,759,335	0.75%
<b>Total</b>	\$ 234,735,681	100.00%

# SUPPLEMENTAL CITY/COUNTY RELIEF TAX REVENUE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 587,935,233	5.93%
2003-04	669,173,311	13.82%
2004-05	773,176,301	15.54%
2005-06	847,240,463	9.58%
2006-07	860,350,985	1.55%
2007-08	821,054,034	-4.57%

**LEGAL CITATION**

Chapter 377, Nevada Revised Statutes.  
Chapter 354, Nevada Revised Statutes.

**RATE**

1.75 percent of all taxable sales and taxable items of use.

**CURRENT DISTRIBUTION OF REVENUE**

99.25 percent of total collections returned to local governments through Consolidated Tax Program based on distribution formula; .75 percent to State General Fund.

HISTORY

**ORIGINALLY ENACTED**

1981 session of State Legislature; effective May 1, 1981.

**AMENDMENTS**

1983

Fire districts organized pursuant to Chapter 473 of Nevada Revised Statutes to be included in the distribution. Shifted authority to grant reserve fund distributions from the Interim Legislative Committee on Local Government Finance to the Nevada Tax Commission.



Supplemental City/County Relief Tax Revenue (continued)

AMENDMENTS (continued)	1985	Changed distribution of excess supplemental city/county relief tax receipts. When all entities within a county have received the maximum supplemental city/county relief tax allowable, excess is then deposited in the Reserve Fund. Shifted authority to grant Reserve Fund distributions from the Nevada Tax Commission to the Interim Finance Committee. Established the following maximum Reserve Fund amounts: 1.) \$10,000,000 for distribution to local governments in the event actual receipts in any one year are less than the estimated receipts for that year. 2.) \$2,500,000 for emergency distributions to local governments if unforeseen or uncontrollable conditions, existing or imminent, substantially impair the financial capacity of a local government to provide the basic services for which it was created. 3.) Any amount in excess of \$12,500,000 in the fund, at the beginning of the year, must be distributed to local governments in the following fiscal year.
	1987	Eliminated redevelopment districts from the distribution of supplemental city/county relief tax.
	1989	Removed the limitations on the amount of supplemental city/county relief tax a local government may receive in any one fiscal year. Eliminated the Reserve Fund and created the Emergency Fund of the supplemental city/county relief tax. The amount of the fund was set at \$2,500,000. Created the Redistribution Fund for the supplemental city/county relief tax and provided specific dollar allocations to the Town of Laughlin, Clark County, Churchill County and Elko County.
	1991	Changed distribution of supplemental city/county relief tax at the county level. First a group of selected counties receive a guaranteed distribution from the total collections. The remaining funds are allocated to a second group of counties based on the percentage of county collections to the total collections for the group. Adjustments to ease the impact of the legislation to certain counties are made to the distribution formula. Counties in the guaranteed group will be moved into the point-of-origin group if their collections outpace their distribution by 10 percent in a fiscal year. Intracounty distributions were not amended by the Legislature. The Local Government Tax Act of 1991 authorized certain counties that were negatively impacted by the rebasing of the distribution formula to impose certain taxes to make up the revenue loss.
	1993	<p>The Local Government Tax Act of 1993 authorized certain counties that were negatively impacted by additional rebasing of the distribution formula to impose certain taxes to make up the revenue loss. These additional taxes, if imposed, are to be levied from October 1, 1993 through September 30, 1994.</p> <p>Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.</p>
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
	1999	Effective July 1, 1999 General Fund Commission decreased to .75 percent on in-state and out-of-state collections.

SUPPLEMENTAL CITY/COUNTY RELIEF TAX TRANSFER  
TO CONSOLIDATED TAX  
FISCAL YEAR 2007-08

<b>COUNTY</b>	<b>TAX</b>	<b>% OF TOTAL</b>
Carson City	\$ 15,742,737	1.92%
Churchill	4,899,629	0.60%
Clark	598,992,048	72.95%
Douglas	16,479,679	2.01%
Elko	18,119,895	2.21%
Esmeralda	1,149,933	0.14%
Eureka	4,776,660	0.58%
Humboldt	8,331,590	1.01%
Lander	2,881,227	0.35%
Lincoln	1,389,091	0.17%
Lyon	12,248,410	1.49%
Mineral	1,842,643	0.22%
Nye	8,033,745	0.98%
Pershing	2,183,936	0.27%
Storey	1,816,518	0.22%
Washoe	112,341,792	13.68%
White Pine	3,171,543	0.39%
<b>Total County Transfers</b>	<b>\$ 814,401,076</b>	<b>99.19%</b>
STAR Bonds Transfers	496,600	0.06%
State General Fund	6,156,358	0.75%
<b>TOTAL</b>	<b>\$ 821,054,034</b>	<b>100.00%</b>

**SEVERE FINANCIAL EMERGENCY FUND**

Fund Balance June 30, 2008 \$ 706,834

Supplemental City/County Relief Tax (continued)

LOCAL GOVERNMENT TAX ACTS OF 1991 AND 1993  
SPECIAL FUND COLLECTIONS AND DISTRIBUTIONS  
FISCAL YEAR 2007-08

**COLLECTIONS**

**CHURCHILL COUNTY**

Sales and Use Tax	\$	706,963
Motor Vehicle Privilege Tax		609,530
Real Property Transfer Tax		21,654
Property Tax		129,984
Interest		5,686
<b>TOTAL</b>	<b>\$</b>	<b><u>1,473,817</u></b>

**WASHOE COUNTY**

Sales and Use Tax	\$	16,777,470
Motor Vehicle Privilege Tax		95
Gaming License Fee		823,273
Real Property Transfer Tax		834,024
Property Tax		3,883,102
Interest		70,032
<b>TOTAL</b>	<b>\$</b>	<b><u>22,387,997</u></b>

**DISTRIBUTIONS**

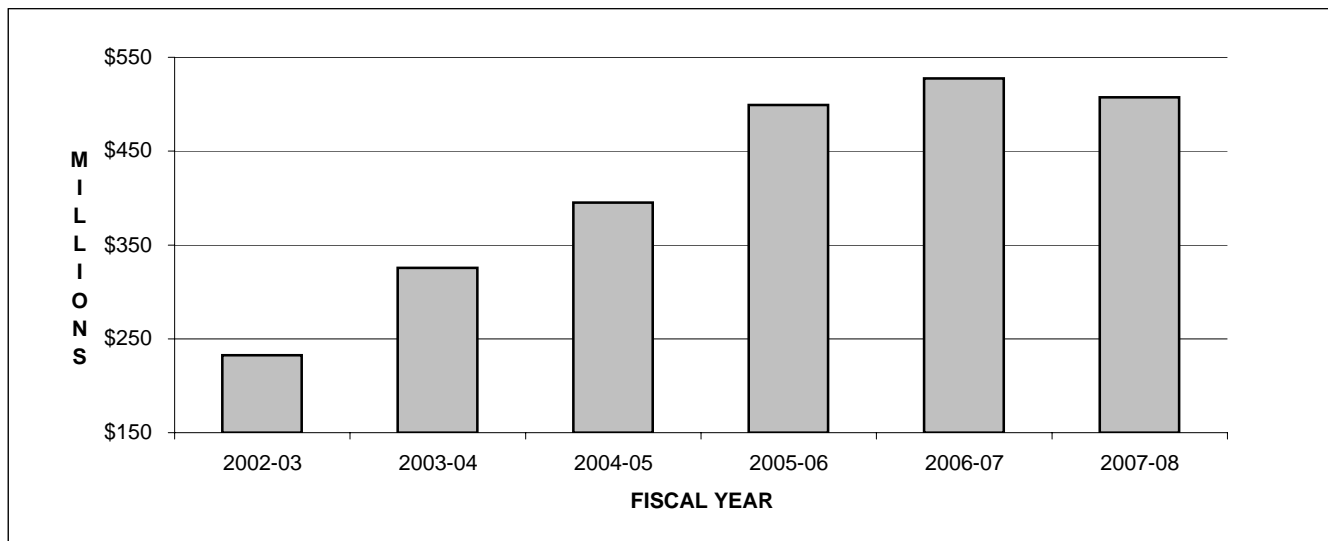
**CHURCHILL COUNTY**

	\$	1,093,539
Fallon		300,588
Other		79,690
<b>TOTAL</b>	<b>\$</b>	<b><u>1,473,817</u></b>

**WASHOE COUNTY**

	\$	14,880,212
Reno		3,322,571
Sparks		1,824,529
Other		2,360,684
<b>TOTAL</b>	<b>\$</b>	<b><u>22,387,997</u></b>

## LOCAL OPTION SALES AND USE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 232,359,331	6.44%
2003-04	325,477,883	40.08%
2004-05	395,314,926	21.46%
2005-06	499,145,620	26.27%
2006-07	527,523,494	5.69%
2007-08	507,457,607	-3.80%

### LEGAL CITATION

Chapter 377A, Nevada Revised Statutes.  
Chapter 543, Nevada Revised Statutes.

### RATE

.125 or .25 percent of all taxable sales and taxable items of use in a county.

### CURRENT DISTRIBUTION OF REVENUE

Per NRS 377A.020: The board of county commissioners may impose a tax of .25 percent for mass transit or the construction of public roads; or counties with population of less than 400,000 may impose a .25 percent tax for the promotion of tourism. NRS 377B.100 provides that a county, under certain population requirements, may impose up to .25 percent tax for infrastructure; NRS 543.600 provides that a county whose population is 400,000 or more may impose a .25 percent tax for the purpose of flood control. 99.25 percent of collection returned to county of origin; .75 percent to State General Fund. Special Acts of legislature have provided for certain counties to impose additional option taxes for specific local purposes.

### HISTORY

### ORIGINALLY ENACTED

1981 session of State Legislature. Washoe County enacted ordinance effective November 1, 1982; Storey County effective August 1, 1985; Nye County effective May 1, 1986; Churchill and White Pine Counties effective November 1, 1986; Carson City effective January 1, 1988; and Clark County effective March 1, 1988.

Local Option Sales and Use Tax (continued)

AMENDMENTS	1985	Amended NRS 377A.020 by adding that the tax may be used for the construction of public roads, and NRS 543.600 stipulates for the purpose of flood control.
	1989	Amended NRS 543.600 by increasing the population limitation from 250,000 to 400,000 or more in a county that may consider imposing a tax for flood control.
	1991	Implemented the Local Government Tax Act of 1991, AB 104 authorizing certain counties that were negatively impacted by the change to the Supplemental County/City Relief Tax distribution formula to impose by county ordinance an additional $\frac{1}{4}$ of 1 percent sales and use tax.
	1993	Implemented the Local Government Tax Act of 1993, SB 506 authorizing certain additional counties that were negatively impacted by additional changes to the Supplemental City/County Relief Tax distribution formula to impose by county ordinance $\frac{1}{4}$ of 1 percent sales and use tax from October 1, 1993 through September 30, 1994.  Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.
	1995	Allowed the Tri-County Railway Commission to impose $\frac{1}{4}$ of 1 percent sales and use tax in a county upon approval of the voters.
	1997	Ratified Carson City voter approval imposition of $\frac{1}{4}$ of 1 percent sales and use tax for open space. Added chapter 377B, tax for infrastructure to Nevada Revised Statutes.
	1999	Added Chapter 374A, $\frac{1}{8}$ of 1 percent tax for extraordinary maintenance, repair or improvement of school facilities.  Effective July 1, 1999 General Fund Commission decreased to .75 percent on in-state and out-of-state collections.
	2003	Added NRS 377A.062 that the tax for miscellaneous purposes may be used to support the operation and maintenance of a county swimming pool.
	2005	Passed the Clark County Sales and Use Tax Act of 2005. The revenues are to be used to employ and equip additional police officers.  Amended Chapter 377B to allow the tax for infrastructure to be used for the construction or renovation of facilities having cultural or historical value. Also allows the tax to be used for the maintenance and operation of wastewater treatment facilities.
	2007	Amended Chapter 377B to allow the tax for infrastructure to be used for judicial and/or public safety infrastructure projects.

Local Option Sales and Use Tax (continued)

LOCAL OPTION SALES AND USE TAXES DISTRIBUTION  
FISCAL YEAR 2007-08

COUNTY	PROVISION	USE OF PROCEEDS	DATE IMPOSED	AMOUNT
<b><u>Option Taxes</u></b>				
Carson City	377A	Public Roads	1/1/1987	\$ 2,271,423
Carson City	377B	V&T Railroad Bonds	4/1/2006	1,131,523
Churchill	377A	Public Roads	11/1/1986	706,903
Churchill	377B	Infrastructure	10/1/2005	706,300
Clark	377A	Regional Transportation	7/1/1991	} 172,523,137
Clark	377A	Regional Transportation ¼% increase	10/1/2003	
Clark	377B	So NV Water Authority	4/1/1999	86,276,491
Clark	543	Flood Control	3/1/1987	86,295,315
Lander	377B	Water Treatment	4/1/2004	564,619
Lincoln	377B	School / Public Utilities	1/1/2001	68,858
Nye	377A	Public Roads	5/1/1986	1,182,080
Storey	377A	Tourism	8/1/1985	301,431
Storey	377B	School / Public Utilities	1/1/2001	301,420
Washoe	377A	Regional Transportation	11/1/1982	} 25,161,670
Washoe	377A	Regional Transportation ¼% increase	7/1/2003	
Washoe	377B	Flood/Public Safety	4/1/1999	8,385,747
White Pine	374A	School Cap Improvement	4/1/2000	243,775
White Pine	377A	Public Roads	11/1/1986	487,577
White Pine	377A	Swimming Pool	10/1/2003	1,513
White Pine	354	Operating/Severe Fin. Emergency	7/1/2006	486,957
White Pine	377B	Infrastructure/Public Safety	10/1/2007	362,311
<b><u>Special Acts</u></b>				
Churchill		Local Government Tax Act	10/1/1991	706,963
Clark		Police Support	10/1/2005	86,053,475
Storey		Tricounty Railway Commission	1/1/1996	301,431
Washoe		Railroad Grade Project	4/1/1999	8,379,747
Washoe		Local Government Tax Act	10/1/1991	16,777,499
<b><u>Miscellaneous Amendments</u></b>				
Carson City		Open Space	7/1/1997	2,266,502
Douglas		Misc Facilities & Services	7/1/1999	1,706,741
Total to Counties				\$ 503,651,407
State General Fund				3,806,200
<b>TOTAL</b>				<b>\$ 507,457,607</b>

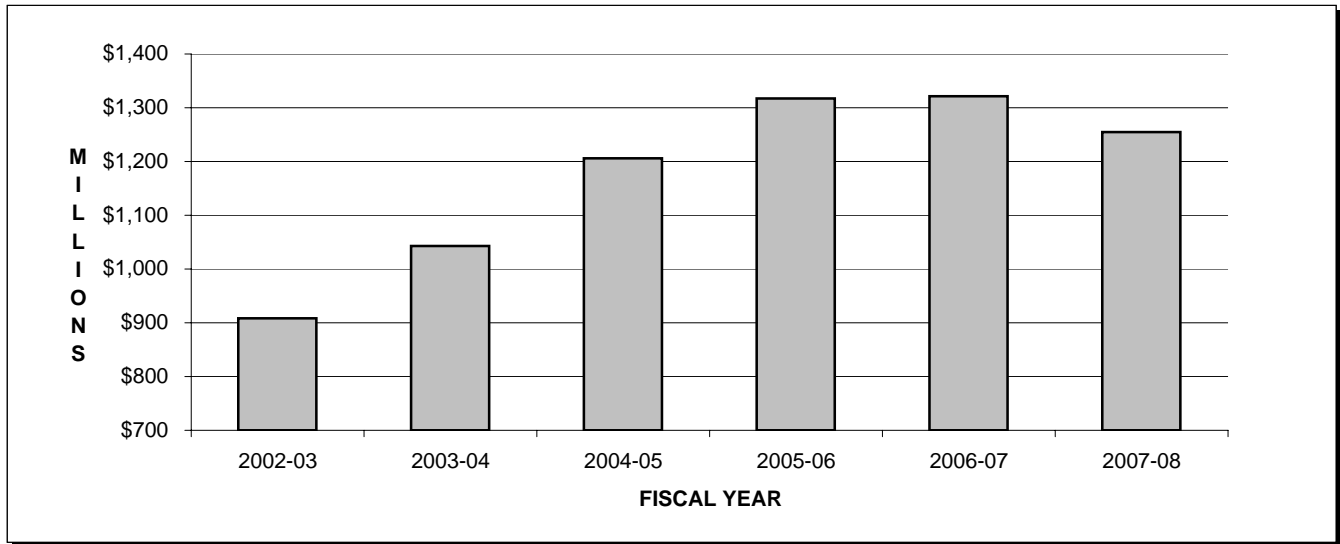
# TAXABLE SALES COMPARISON

## Taxable Sales Comparison by County

County	Fiscal Year 2006-07	Fiscal Year 2007-08	% Change
Carson City	\$ 991,893,429	\$ 919,266,455	-7.3%
Churchill	306,426,359	294,410,639	-3.9%
Clark	36,262,388,158	35,930,373,796	-0.9%
Douglas	765,218,511	691,609,263	-9.6%
Elko	1,193,448,998	1,148,378,661	-3.8%
Esmeralda	16,522,690	12,644,732	-23.5%
Eureka	501,077,457	328,505,567	-34.4%
Humboldt	474,811,166	508,712,673	7.1%
Lander	280,377,578	228,213,607	-18.6%
Lincoln	15,397,747	26,967,548	75.1%
Lyon	375,522,868	385,591,313	2.7%
Mineral	35,678,759	38,842,978	8.9%
Nye	540,376,915	473,290,729	-12.4%
Pershing	68,332,008	67,278,641	-1.5%
Storey	204,716,866	121,243,768	-40.8%
Washoe	7,202,640,557	6,823,700,706	-5.3%
White Pine	192,877,042	197,817,869	2.6%
<b>STATE TOTAL</b>	<b>\$ 49,427,707,108</b>	<b>\$ 48,196,848,945</b>	<b>-2.5%</b>

The above comparisons for Fiscal Year 2006-07 and Fiscal Year 2007-08 on taxable sales are based on figures provided on Sales and Use tax returns by registered permit holders in and out of the State of Nevada. Large increases or decreases may be due to audits, deficiency determinations, etc., performed on taxpayers doing business in a county.

# CONSOLIDATED TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 908,388,329	6.55%
2003-04	1,042,616,446	14.78%
2004-05	1,205,661,429	15.64%
2005-06	1,317,411,455	9.27%
2006-07	1,321,356,387	0.30%
2007-08	1,254,856,253	-5.03%

**LEGAL CITATION**

Chapter 360, Nevada Revised Statutes.

**CURRENT DISTRIBUTION OF REVENUE**

Per NRS 360.600 through NRS 360.740; Revenues from the Supplemental City-County Relief Tax (SCCRT), Basic City-County Relief Tax (BCCRT), Cigarette Tax, Liquor Tax, Motor Vehicle Privilege Tax (MVPT) and Real Property Transfer Tax (RPTT) are pooled at the county level for distribution to the local governments under a single formula.

For counties, cities, towns and special districts, the lesser of prior year total distribution or prior year base is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation. To the extent that there is revenue (from the six sources) in excess of what is necessary to allocate the base amount to the various local governments, the excess revenue will be distributed using a formula that incorporates population and growth statistics. "Enterprise" districts (user-fee based entities) initial base distribution is the amount that will be distributed for all subsequent fiscal years.

HISTORY

**ORIGINALLY ENACTED**

1997 session of State Legislature created the Local Government Tax Distribution Fund.

A base amount of revenue was initially established under the 1997 legislation. For counties, cities, towns and special districts, the total distribution is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation.



Consolidated Tax (continued)

AMENDMENTS

- 2001 For counties, cities, towns and special districts, the lesser of prior year total distribution or prior year base is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation.
- "One Plus" component of excess distribution to be phased out over the next 4 years.  
The City of Henderson received a one time base increase of \$4,000,000.
- 2005 SB 38 provides an additional method for calculating the excess amount of the base monthly amount to be allocated to local governments in which: (1) the average amount of the assessed valuation of taxable property attributable to the net proceeds of minerals over the preceding 5 fiscal years is at least \$50 million; (2) the average percentage of change in the population over the preceding 5 fiscal years is a negative figure; or (3) both. The bill applied retroactively to January 1, 2005, but did not affect money previously distributed to local governments.

CONSOLIDATED TAX  
SUMMARY OF THE REVENUE TRANSFERRED BY COUNTY  
FISCAL YEAR 2007-08

COUNTY	BCCRT	SCCRT	CIGARETTE	LIQUOR	RPTT	GST	TOTAL
CARSON CITY	\$ 4,631,251	\$ 15,742,737	\$ 335,725	\$ 70,341	\$ 278,587	\$ 2,724,690	\$ 23,783,330
CHURCHILL	1,522,033	4,899,629	159,061	33,322	118,631	1,379,282	8,111,958
CLARK	173,575,881	598,992,048	10,988,199	2,304,017	29,634,499	106,388,128	921,882,771
DOUGLAS	3,538,043	16,479,679	301,802	63,246	674,203	2,701,470	23,758,443
ELKO	5,175,197	18,119,895	283,355	59,415	264,875	3,727,560	27,630,298
ESMERALDA	64,079	1,149,933	7,316	1,532	7,374	144,301	1,374,536
EUREKA	1,267,363	4,776,660	8,492	1,779	11,709	229,632	6,295,635
HUMBOLDT	2,339,888	8,331,590	103,580	21,709	108,484	1,461,161	12,366,411
LANDER	869,329	2,881,227	32,994	6,915	23,688	633,300	4,447,453
LINCOLN	143,828	1,389,091	23,396	4,906	27,980	432,934	2,022,135
LYON	2,065,005	12,248,410	316,246	66,301	381,163	2,946,762	18,023,888
MINERAL	211,071	1,842,643	25,571	5,357	15,099	367,782	2,467,523
NYE	2,497,661	8,033,745	262,148	54,959	357,928	2,982,196	14,188,637
PERSHING	313,742	2,183,936	40,585	8,506	30,289	472,211	3,049,270
STOREY	777,584	1,816,518	24,097	5,053	131,994	330,490	3,085,736
WASHOE	33,022,270	112,341,792	2,389,131	500,768	4,587,131	24,583,259	177,424,352
WHITE PINE	819,972	3,171,543	55,564	11,643	62,478	822,679	4,943,877
<b>TOTAL</b>	<b>\$ 232,834,196</b>	<b>\$ 814,401,076</b>	<b>\$ 15,357,260</b>	<b>\$ 3,219,769</b>	<b>\$ 36,716,113</b>	<b>\$ 152,327,838</b>	<b>\$ 1,254,856,253</b>

BCCRT, SCCRT, Cigarette and Liquor taxes: Revenue for each county is transferred monthly to the Consolidated Tax Account by the Department of Taxation.

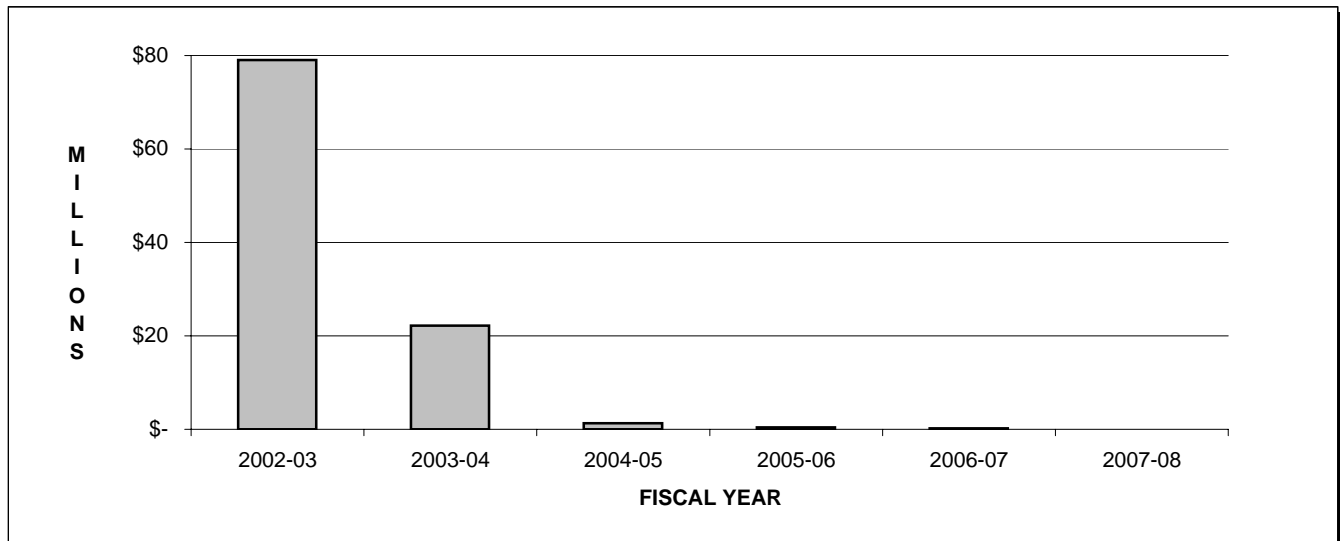
RPTT: Each county treasurer deposits to the Consolidated Tax Account, at least quarterly the revenue collected within the county.

GST: Revenue for each county is transferred monthly to the Consolidated Tax Account by the Department of Motor Vehicles.

CONSOLIDATED TAX DISTRIBUTION  
FISCAL YEAR 2007-08

<b>CARSON CITY</b>	\$ 23,446,493	<b>LANDER COUNTY</b>	\$ 3,508,104
Other	336,837	Other	939,349
TOTAL	\$ 23,783,330	TOTAL	\$ 4,447,453
<b>CHURCHILL COUNTY</b>	\$ 6,016,896	<b>LINCOLN COUNTY</b>	\$ 1,478,049
Fallon	1,791,784	Caliente	164,796
Other	303,279	Other	379,290
TOTAL	\$ 8,111,958	TOTAL	\$ 2,022,135
<b>CLARK COUNTY</b>	\$ 324,868,936	<b>LYON COUNTY</b>	\$ 16,165,066
Boulder City	8,499,212	Yerington	370,284
Henderson	92,537,034	Other	1,488,538
Las Vegas	250,913,934	TOTAL	\$ 18,023,888
Mesquite	8,913,962		
North Las Vegas	50,199,861	<b>MINERAL COUNTY</b>	\$ 2,331,397
Other	185,949,833	Other	136,126
TOTAL	\$ 921,882,771	TOTAL	\$ 2,467,523
<b>DOUGLAS COUNTY</b>	\$ 12,983,591	<b>NYE COUNTY</b>	\$ 12,037,044
Other	10,774,852	Gabbs	90,700
TOTAL	\$ 23,758,443	Other	2,060,893
		TOTAL	\$ 14,188,637
<b>ELKO COUNTY</b>	\$ 11,269,765	<b>PERSHING COUNTY</b>	\$ 2,268,545
Carlin	1,412,009	Lovelock	488,676
Elko	10,231,905	Other	292,049
Wells	923,171	TOTAL	\$ 3,049,270
West Wendover	2,124,846		
Other	1,668,603	<b>STOREY COUNTY</b>	\$ 3,084,750
TOTAL	\$ 27,630,298	Other	986
		TOTAL	\$ 3,085,736
<b>ESMERALDA COUNTY</b>	\$ 1,325,041	<b>WASHOE COUNTY</b>	\$ 91,174,372
Other	49,495	Reno	51,266,041
TOTAL	\$ 1,374,536	Sparks	22,526,073
		Other	12,457,865
<b>EUREKA COUNTY</b>	\$ 6,223,646	TOTAL	\$ 177,424,352
Other	71,989		
TOTAL	\$ 6,295,635	<b>WHITE PINE COUNTY</b>	\$ 3,109,204
		Ely	1,307,656
<b>HUMBOLDT COUNTY</b>	\$ 7,909,794	Other	527,017
Winnemucca	3,061,866	TOTAL	\$ 4,943,877
Other	1,394,751		
TOTAL	\$ 12,366,411		
<b>TOTAL DISTRIBUTION</b>			<b>\$ 1,254,856,253</b>

## BUSINESS TAX



FISCAL YEAR	LICENSE FEES	TAX	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 739,561	\$ 78,286,572	\$ 79,026,132	0.81%
2003-04	-	22,216,500	22,216,500	-71.89%
2004-05	-	1,297,383	1,297,383	-94.16%
2005-06	-	431,986	431,986	-66.70%
2006-07	-	239,466	239,466	-44.57%
2007-08	-	13,983	13,983	-94.16%

### LEGAL CITATION

Chapter 364A Nevada Revised Statutes.

### IMPOSITION AND RATE

Business License Fee \$25. A tax imposed upon the privilege of conducting business in the State of Nevada, at the rate of \$25 per quarter for each equivalent full-time employee employed by a business.

### REPEALED

2003 special session of the State Legislature repealed the Business Tax effective 9/30/2003.

### CURRENT DISTRIBUTION OF REVENUE

State General Fund.

### HISTORY

### ORIGINALLY ENACTED

1991 session of the State Legislature, effective July 1, 1991. The tax due is based on the average number of employees per calendar quarter, determined from a graduated tax table beginning with more than 0 employees, \$25 per quarter; through more than 999 employees, not to exceed \$100,000 per quarter in tax. The three primary methods to determine the average number of employees include: A) determine the total number of employees on the payroll during the week that includes the 12th day of the month for each of the months in the quarter; divide by 3; B) total employee payroll for a quarter is divided by the "average wage factor" (AWF) to obtain the average number of employees. The average wage factor is set by the Department each fiscal year; C) divide the quarterly payroll by a special average wage factor if approved by the Department; multiply by 1.33 to determine the number of employees. This method is used by businesses that have 50 percent or more of their employees, working 20 or less hours per week.

Business Tax (continued)

AMENDMENTS

1993 session of the State Legislature, per AB 394, effective July 1, 1993 eliminated the graduated tax table on the average number of employees and the \$100,000 tax cap per quarter. The amount of tax due per quarter for a business was changed to \$25 for each employee.

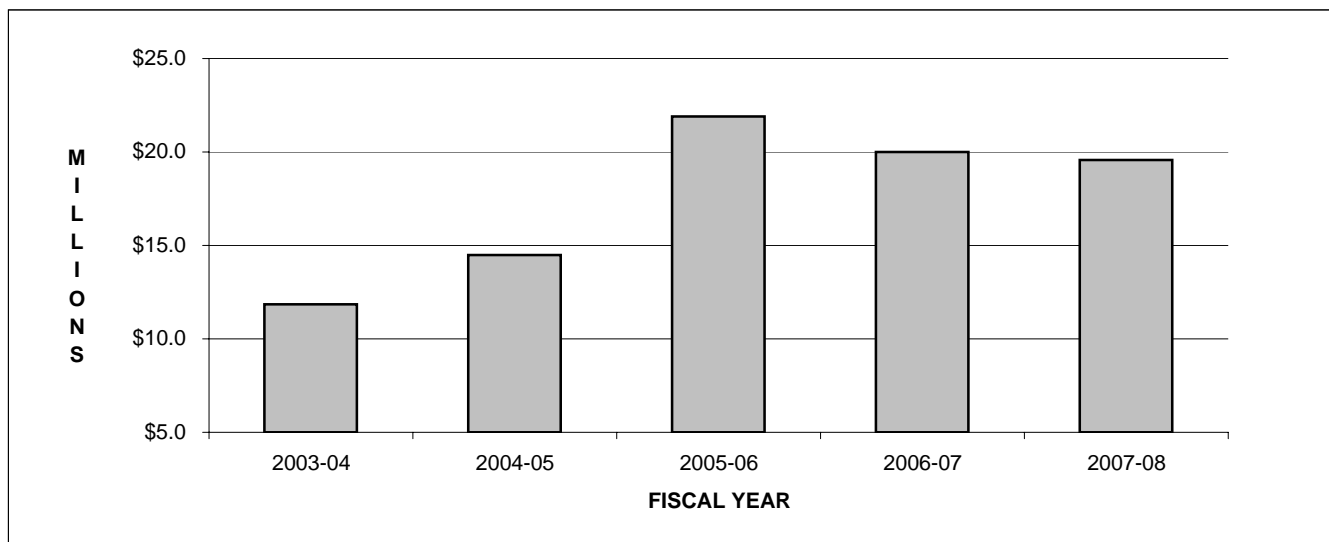
Effective January 1, 1994, per AB 456, the basis for calculating the tax was changed to the total number of equivalent full-time employees employed by the business in a quarter. The number of equivalent full-time employees may be calculated by: A) determining the total number of hours worked per quarter, not to exceed 468 hours per full-time employee; or B) by multiplying 7.2 hours by the number of days each full-time employee was employed up to a maximum of 65 days per quarter. To either of these methods is added the total number of hours worked by part-time employees; the result is divided by 468 to determine the number of equivalent full-time employees.

2003 special session of the State Legislature increased the Business License Fee to \$100, effective July 1, 2003.

REPEALED

2003 special session of the State Legislature repealed the Business Tax effective 9/30/2003.

## BUSINESS LICENSE FEE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2003-04	\$ 11,851,752	N/A
2004-05	14,486,315	22.23%
2005-06	21,897,095	51.16%
2006-07	19,997,653	-8.67%
2007-08	19,566,390	-2.16%

### LEGAL CITATION

Chapter 360.760 - 360.795

### IMPOSITION AND RATE

Business License Fee is \$100 annually, effective July 1, 2003. A fee imposed on persons doing business in Nevada.

### CURRENT DISTRIBUTION OF REVENUE

State General Fund.

### HISTORY

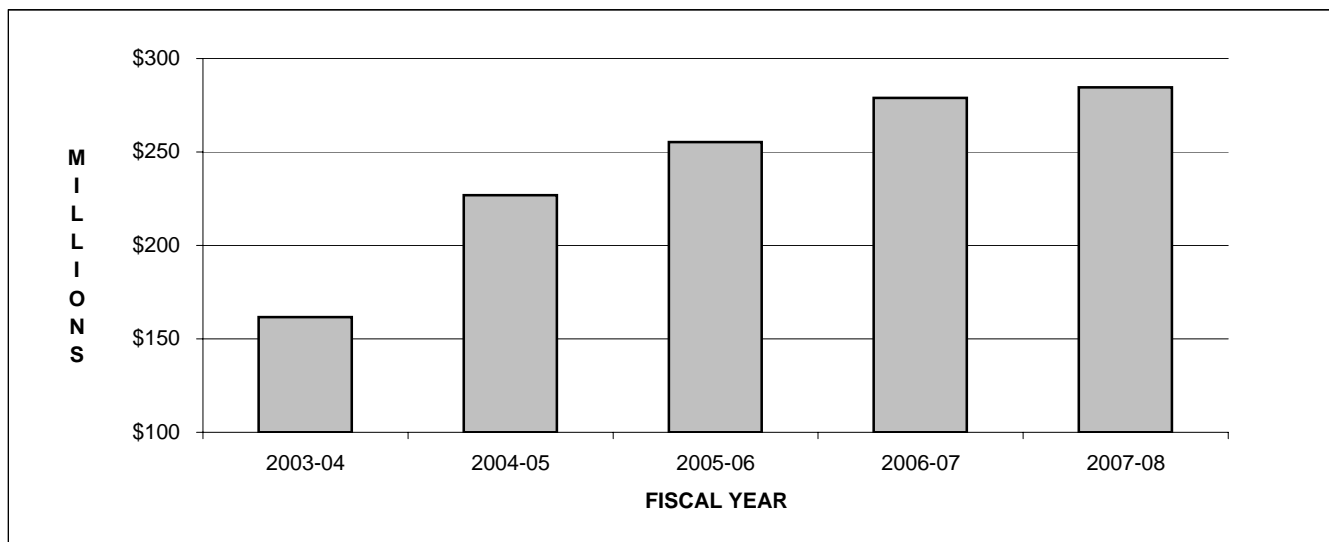
### ORIGINALLY ENACTED

2003 Legislative Session, effective October 1, 2003. This is a license fee imposed on a person for the privilege of conducting business in this state. This business license replaces the business license requirement in 364A, which was repealed September 30, 2003.

### AMENDMENTS

Amended effective July 1, 2005 by the 22nd Special Session of the Nevada Legislature to include a fee for Exhibition Facilities. If paid annually, the fee is \$5,000. If paid quarterly, the fee is equal to the total number of businesses taking part in each exhibition at the facility who do not have a state business license, multiplied by the number of days on which the exhibition is held, multiplied by \$1.25.

## MODIFIED BUSINESS TAX



FISCAL YEAR	GENERAL BUSINESS	FINANCIAL INSTITUTIONS	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2003-04	\$ 146,161,812	\$ 15,487,677	\$ 161,649,489	N/A
2004-05	205,348,170	21,575,335	226,923,505	40.38%
2005-06	232,760,812	22,491,110	255,251,922	12.48%
2006-07	257,432,283	21,520,319	278,952,602	9.29%
2007-08	263,902,120	20,698,298	284,600,418	2.02%

### LEGAL CITATION

Chapter 363A, 363B

### IMPOSITION AND RATE

Tax is imposed on businesses and financial institutions. The tax rate is 0.65 percent, for businesses other than financial institutions, and 2 percent for financial institutions, of the employer's gross wages paid by the employer during the calendar quarter. There is an allowable deduction from the gross wages for amounts paid by the employer for qualified health insurance or a qualified health benefit plan. The tax is due on or before the last day of the month immediately following the calendar quarter.

### CURRENT DISTRIBUTION OF REVENUE

State General Fund.

### HISTORY

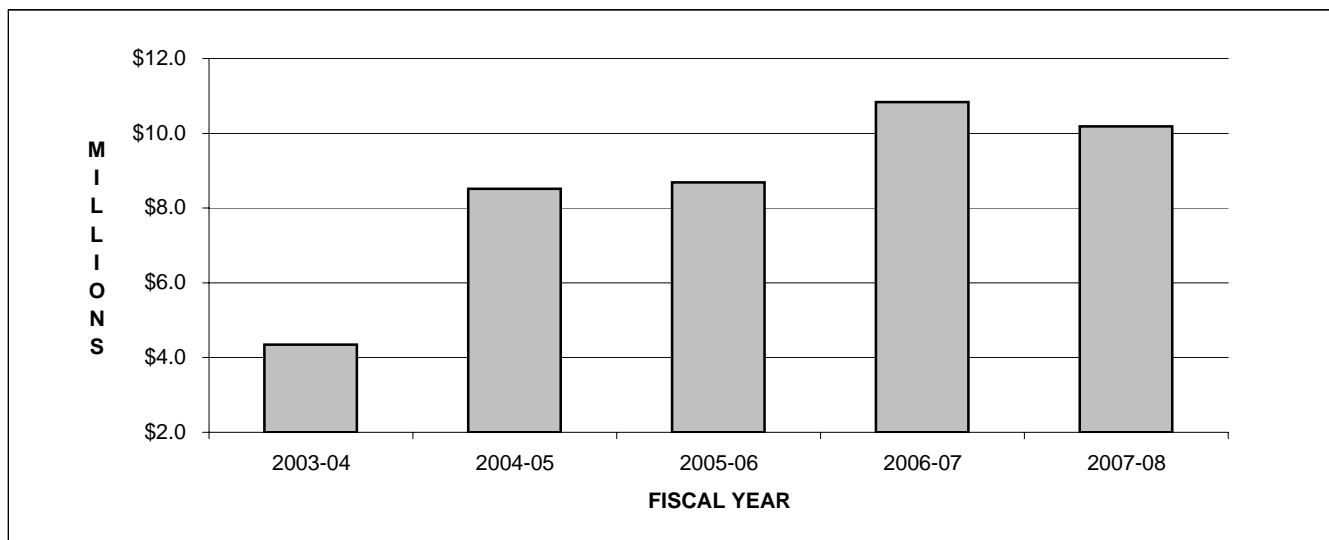
#### ORIGINALLY ENACTED

2003 Special Session of the State Legislature, effective July 1, 2003. This tax replaces the Business Tax under NRS 364A which was repealed September 30, 2003.

#### AMENDMENTS

The 2003 Special Session of the State Legislature set the initial tax rate of 0.7 percent for general businesses, effective July 1, 2003 through June 30, 2004. The rate decreased to 0.65 percent effective July 1, 2004 through June 30, 2005. The rate for general businesses decreased to 0.63 percent effective July 1, 2005.

## LIVE ENTERTAINMENT TAX



FISCAL YEAR	LESS THAN 7500 SEATS	7500 SEATS OR GREATER	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2003-04	\$ 3,228,404	\$ 1,117,464	\$ 4,345,868	N/A
2004-05	6,594,521	1,921,511	8,516,031	95.96%
2005-06	6,459,681	2,229,182	8,688,864	2.03%
2006-07	7,950,521	2,887,905	10,838,426	24.74%
2007-08	8,978,713	1,203,250	10,181,962	-6.06%

### LEGAL CITATION

Chapter 368A

### IMPOSITION AND RATE

A tax imposed on any facility with 300 or more seats where live entertainment is provided and admission is charged. The Department of Taxation is only responsible for collecting this tax from non-gaming facilities. For facilities seating more than 300 and less than 7500 the rate is 10 percent of the admission charge plus 10 percent of any amount paid for food, refreshments and merchandise purchased at the facility. For facilities seating more than 7,500 the rate of tax is 5 percent of the admission charge.

CURRENT DISTRIBUTION OF REVENUE State General Fund.

### HISTORY

#### ORIGINALLY ENACTED

2003 Session of the State Legislature, effective January 1, 2004.

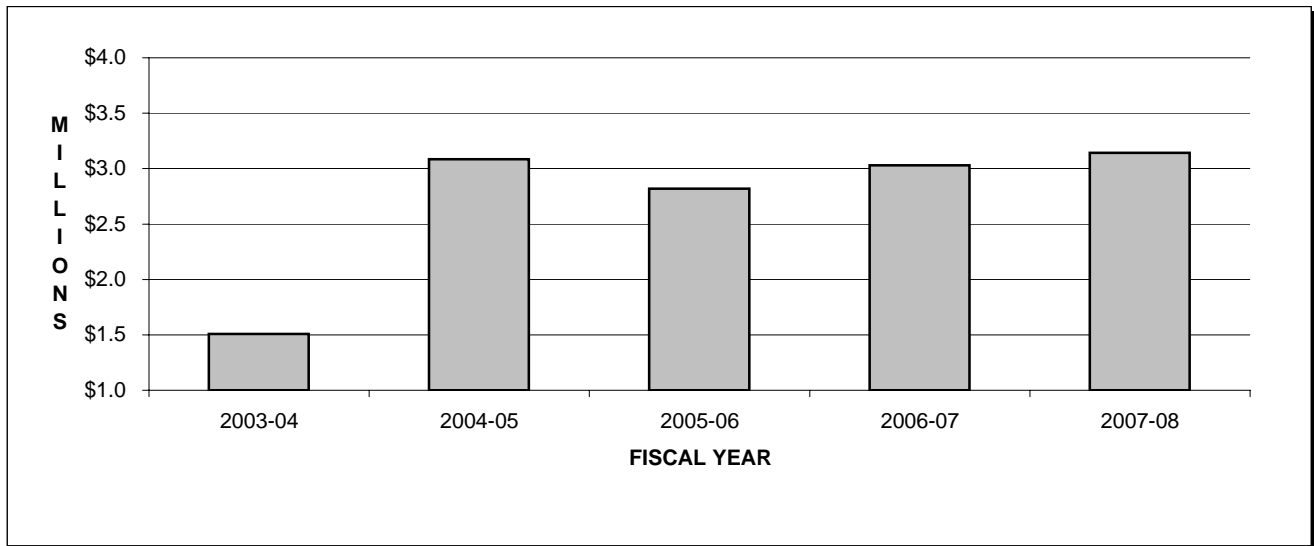
#### AMENDMENTS

Amended by the 2005 Session of the State Legislature to reduce the minimum occupancy to 200 seats, and to exempt NASCAR Nextel Cup races from the tax effective July 1, 2007.

Amended by the 2007 Session of the State Legislature to exempt minor league baseball games from the tax.



# BANK EXCISE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR FISCAL YEAR
2003-04	\$ 1,508,192	N/A
2004-05	3,084,456	104.51%
2005-06	2,819,210	-8.60%
2006-07	3,029,997	7.48%
2007-08	3,142,650	3.72%

**LEGAL CITATION**

Chapter 363A.120 Nevada Revised Statutes.

**IMPOSITION AND RATE**

A tax imposed on each bank at the rate of \$1,750 for each branch office in excess of one maintained by the bank in this State on the first day of each calendar quarter. Each bank that maintains more than one branch office in this State on the first day of a calendar quarter shall make quarterly tax payments due on or before the last day of the first month of that calendar quarter.

**CURRENT DISTRIBUTION OF REVENUE** State General Fund.

HISTORY

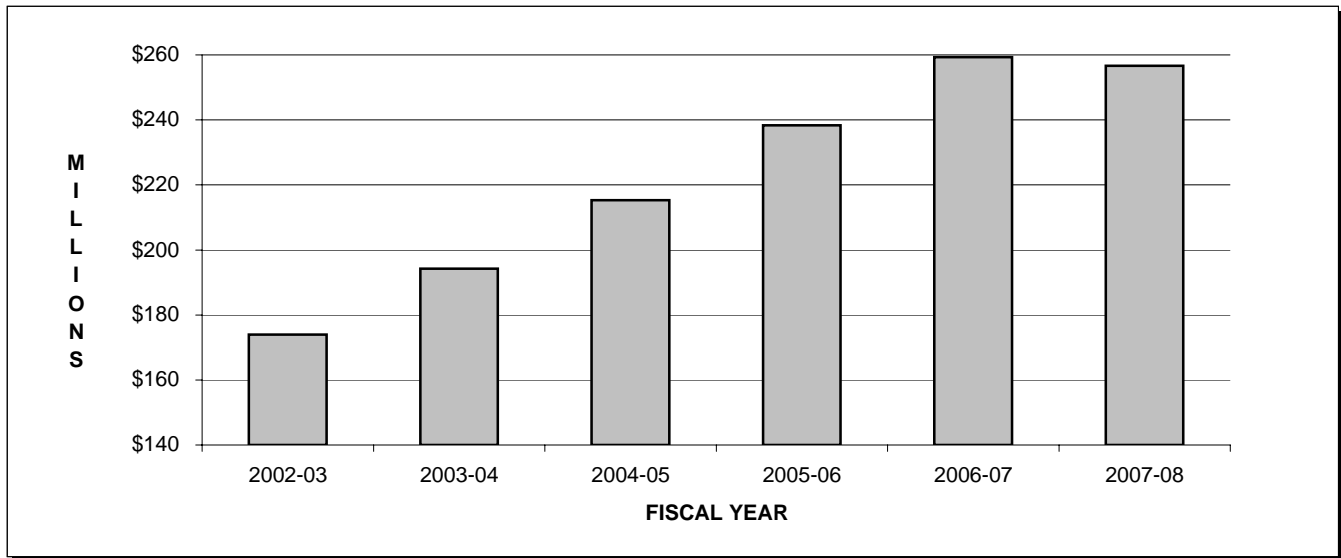
**ORIGINALLY ENACTED**

2003 Session of the State Legislature, effective January 1, 2004.

**AMENDMENTS**

2005 Special Session of the State Legislature amended the language to impose the tax on the number of branch offices in each county in excess of one branch per county.

# INSURANCE PREMIUM TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 173,990,728	11.28%
2003-04	194,218,036	11.63%
2004-05	215,356,492	10.88%
2005-06	238,333,715	10.67%
2006-07	259,274,818	8.79%
2007-08	256,693,189	-1.00%

**LEGAL CITATION**

Chapter 680B Nevada Revised Statutes.

**IMPOSITION AND RATE**

A tax imposed for the privilege of transacting business in this State. Each insurer shall pay a tax upon his net direct premiums and net direct considerations written, at the rate of 3.5 percent. The premium tax is due on March 15 of each year on premiums written in the prior calendar year. Insurers required to pay a tax of at least \$2,000 the preceding calendar year must pay quarterly tax payments based on actual net direct premiums and net direct considerations written for the current reporting quarter. An insurer is entitled to a "Home Office Credit" of 50 percent of the aggregate amount of tax due and full credit for ad valorem taxes paid by the insurer during the preceding calendar year if the insurer maintains a home office or regional home office in Nevada. Other stipulations apply. These credits cannot exceed 80 percent of the tax otherwise due.

**CURRENT DISTRIBUTION OF REVENUE**

State General Fund.

HISTORY

**ORIGINALLY ENACTED**

1933 session of the State legislature.

1993 session of the State Legislature transferred the function of tax collection to the Department of Taxation from the Department of Insurance effective July 1, 1993 per AB 782.

Insurance Premium Tax (continued)

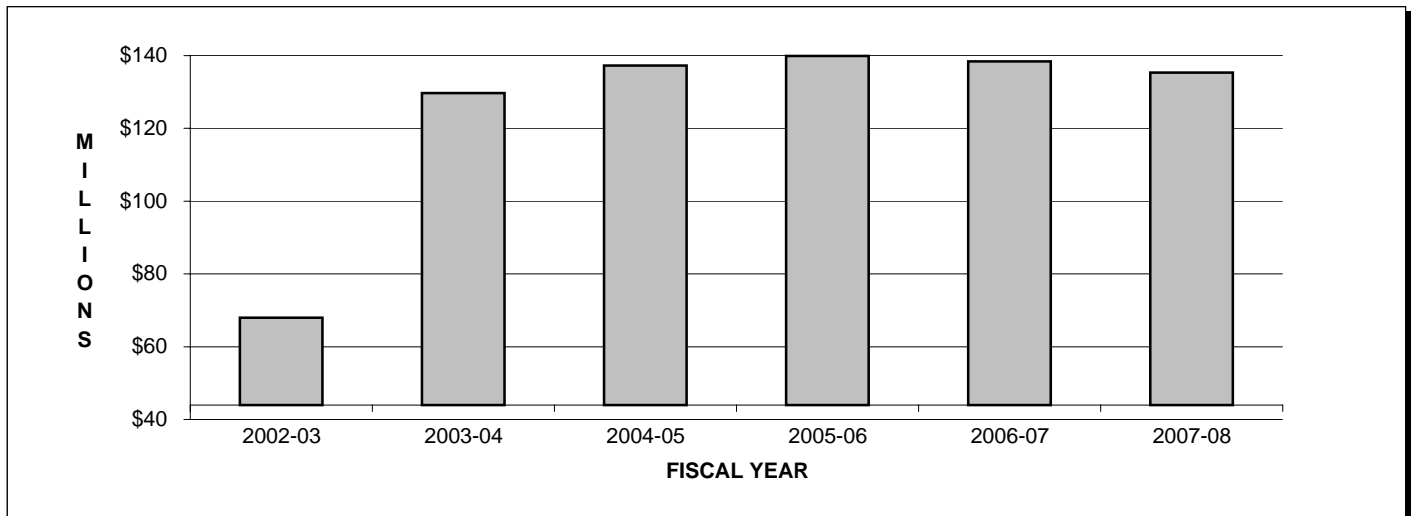
1995 Session of the State Legislature passed legislation requiring private insurers who are writing industrial insurance in this State to pay premium tax on those policies. The legislation also provided for a credit against premium taxes on industrial insurance policies in an amount equal to the assessment paid by the insurer to the Division of Industrial Relations, effective July 1, 1999.

1997 Session of the State Legislature changed the due date of the annual return from March 1<sup>st</sup> to March 15<sup>th</sup> and requires insurers to report premium taxes based on actual premiums written instead of estimated, effective January 1, 1998.

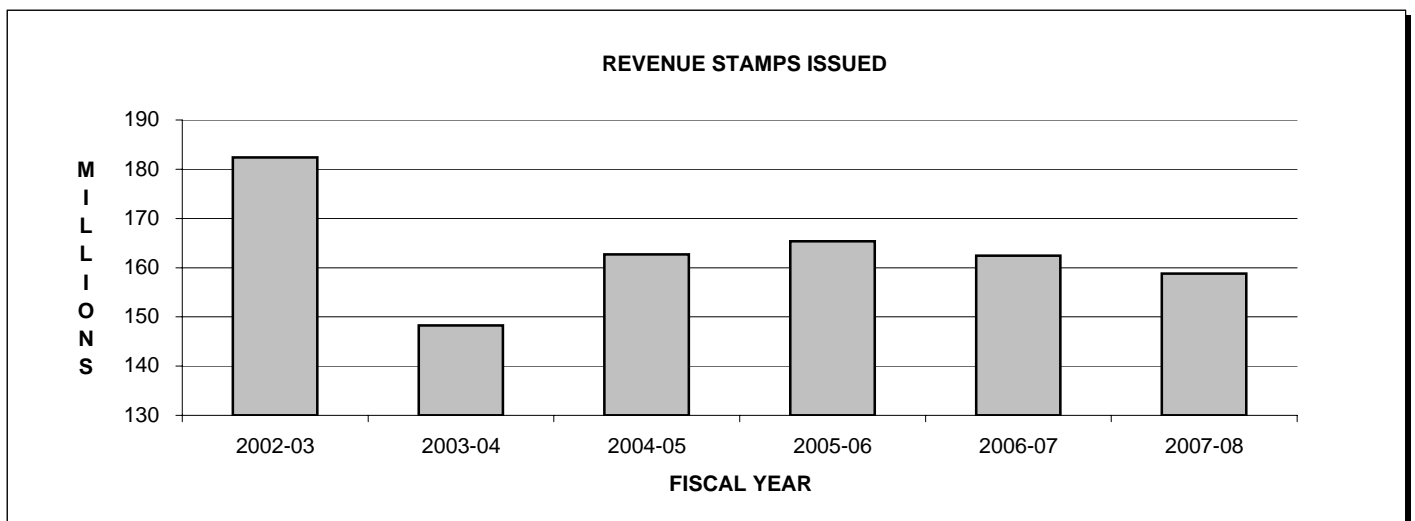
1999 Session of the State Legislature requires insurers to provide statements to insureds if the portion of premium is attributable to the general premium tax, fees or assessments, effective July 1, 2000.

2005 Session of the State Legislature lowered the tax rate for Risk Retention Groups from 3.5 percent to 2 percent, effective June 17, 2005.

# CIGARETTE AND OTHER TOBACCO PRODUCTS TAX REVENUE



FISCAL YEAR	TAX	OTHER TOBACCO PRODUCTS	LICENSES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 62,011,111	\$ 5,916,301	\$ 16,223	\$ 67,943,635	5.20%
2003-04	122,732,268	6,927,276	14,940	129,674,484	90.86%
2004-05	129,668,815	7,557,607	14,225	137,240,648	5.83%
2005-06	131,761,988	8,178,593	13,358	139,953,938	1.98%
2006-07	129,532,491	8,841,781	11,588	138,385,860	-1.12%
2007-08	126,521,707	8,840,605	11,940	135,374,252	-2.18%



FISCAL YEAR	REVENUE STAMPS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	REVENUE STAMPS	% CHANGE FROM PRIOR YEAR
2002-03	182,399,100	5.29%	2005-06	165,343,500	1.62%
2003-04	148,277,400	-18.71%	2006-07	162,454,182	-1.75%
2004-05	162,707,400	9.73%	2007-08	158,767,200	-2.27%

NOTE: Revenue stamps represent the number of paid stamps, issued by the Department. The tax represents stamps paid for, penalty and interest, and Use Tax paid by manufacturers on gift or sample cigarettes.

Cigarette and Other Tobacco Products Tax Revenue (continued)

LEGAL CITATION	Chapter 370 Nevada Revised Statutes.
RATE	Cigarettes - 40 mills per cigarette. Other Tobacco Products - 30 percent of manufacturers wholesale price.
CURRENT DISTRIBUTION OF REVENUE	5 mills per cigarette for distribution to eligible local governments (less administrative fee determined by legislative appropriation) through the Consolidated Tax distribution.  35 mills per cigarette to the State General Fund. Other Tobacco Products revenue to the State General Fund.

HISTORY

ORIGINALLY ENACTED	1947 session of State Legislature.
RATE	1947 - 1949, 2 cents; 1949 - 1961, 3 cents; 1961 - 1969, 7 cents; 1969 to June 30, 1983, 10 cents; July 1, 1983 to June 30, 1985, 15 cents per package; July 1, 1985 to June 30, 1987, 7.5 mills per cigarette; July 1, 1987 to June 30, 1989, 10 mills per cigarette; July 1, 1989, 17.5 mills per cigarette; July 22, 2003, 40 mills per cigarette.
AMENDMENTS	1947 Wholesalers' discount 10 percent for stamping; 5 percent for administration; remainder to State General Fund.  1949 Wholesalers' discount reduced to 7 percent; revenue distribution, 87.5 percent to State General Fund; 12.5 percent to counties.  1953 Effective date of Use Tax on cigarettes.  1955 Wholesalers' discount for stamping reduced to 5 percent.  1960 Refunds allowed for tax paid on stale cigarettes.  1961 Wholesalers' stamping discount, 4 percent; revenue distribution, 66 percent to State General Fund; 28.5 percent to cities and counties based on population; 5.5 percent to counties based on sales.  1965 Revenue distribution changed - 30 percent to State General Fund; 64.5 percent to cities and counties based on population; 5.5 percent to counties based on county sales.  1967 Revenue distribution changed - 100 percent local.  No cities - 100 percent to county.  One city - based on population - county and city.  Two or more cities - to cities based on population.  1969 Administrative costs reimbursed in amount determined by legislative appropriation each biennium.

Cigarette and Other Tobacco Products Tax Revenue (continued)

AMENDMENTS (continued)

1980 June 10, 1980 - Supreme Court decision of Washington vs. Coleville Indian Reservation determined that State cigarette tax could not be applied to on-reservation transactions. Effective July 16, 1980 cigarettes sold to and by eligible Indian smoke shops required tribal cigarette stamps or metered impressions on packages sold. In 1980 the Department of Taxation furnished 13,091,470 tribal stamps. In more recent years the Department has furnished the following number of tribal stamps:

FY 2002-03	33,915,000	FY 2005-06	26,535,000
FY 2003-04	28,995,000	FY 2006-07	22,395,000
FY 2004-05	24,705,000	FY 2007-08	25,560,000

1983 The 1983 session of the State Legislature enacted an additional 5 cent per pack tax for distribution to the State General Fund. In addition, all products made from tobacco, other than cigarettes, are taxed at 30 percent of the manufacturers wholesale price for distribution to the State General Fund.

1985 The 1985 session of the State Legislature enacted a tax base change; to 7.5 mills per cigarette but not less than 15 cents per package.

1987 The 1987 session of the State Legislature enacted a tax rate change; to 10 mills per cigarette but not less than 20 cents per package.

1989 The 1989 session of the State Legislature enacted a tax rate change; to 17.5 mills per cigarette.

1991 Wholesalers' discount for stamping reduced from 4 percent to 3 percent.

1997 Monthly reports required from wholesale and retail dealers of other tobacco products.

Other tobacco products displayed or exhibited at trade show exempt from excise tax.

The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.

1999 The 1999 Legislature enacted AB667, which is Nevada's model legislation for the Tobacco Master Settlement Agreement. Effective May 24, 1999, all manufacturers of tobacco products sold in Nevada are required to participate in the Tobacco Settlement Agreement or to place money in escrow.

2001 Senate Bill 381, effective July 1, 2001, revised the definition of wholesale dealer and wholesale price for Other Tobacco Products. SB 381 changed the payment of tax to after the sale or distribution of Other Tobacco Products.

Senate Bill 527, effective July 1, 2001, provides for an exemption for duty-free sales enterprises and persons importing cigarettes for personal use. SB 527 also requires cigarette revenue stamps designed to identify the dealer who affixes the stamp.

Cigarette and Other Tobacco Products Tax Revenue (continued)

2003 Senate Bill 8, effective July 22, 2003, enacted a tax rate change on cigarettes to 40 mills per cigarette.

Assembly Bill 4, effective August 1, 2003, changed the cigarette wholesalers' discount rate for stamping from 3 percent to 0.5 percent. AB4 also changed the other tobacco products wholesalers' collection allowance from 2 percent to 0.5 percent if the taxes are paid timely.

2005 Assembly Bill 436, effective October 1, 2005, requires the Department to maintain a listing of tobacco products that may be sold in the state of Nevada on the Department's internet website by January 1, 2006; prohibits a person from affixing a stamp to a package of cigarettes of a manufacturer of tobacco products or brand family which is not included in the directory; and prohibits the sale, offer or possession for sale, cigarettes of a manufacturer of tobacco products or brand family not included in the directory.

Assembly Bill 464, effective June 10, 2005, adds new licensing requirements for manufacturers and retailers of tobacco products; adds licensing and reporting requirements for anyone selling tobacco products into Nevada; prohibits a person, other than a wholesale dealer, from receiving unstamped cigarette packages; and provides various felony charges for certain violations of the tobacco tax laws.

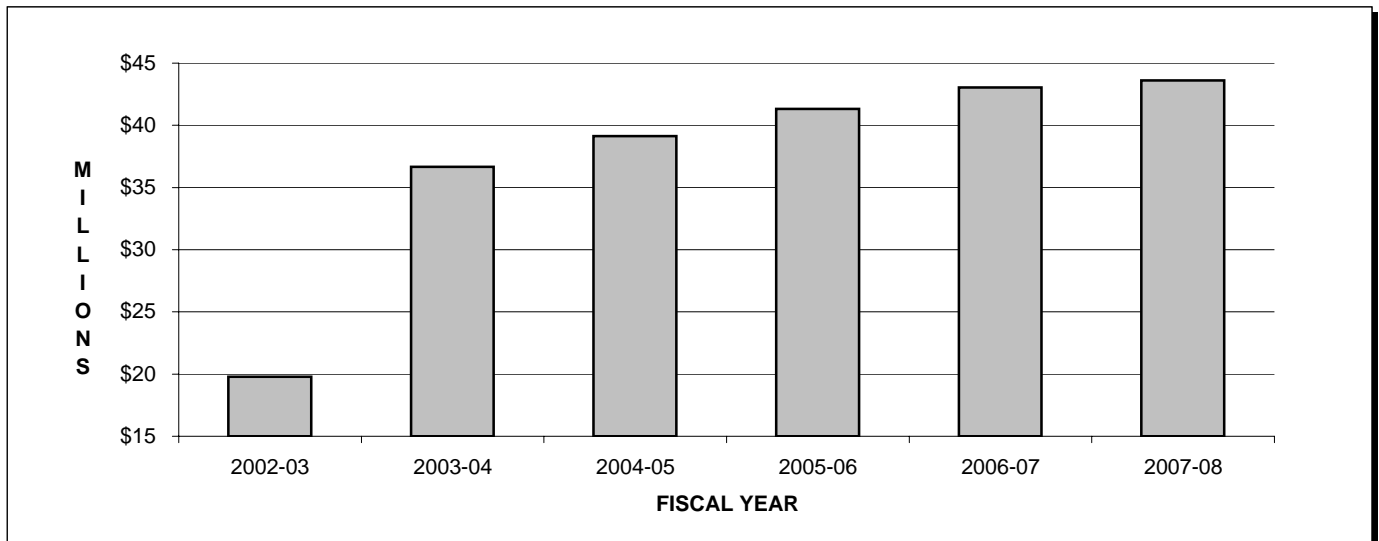
Cigarette and Other Tobacco Products Tax Revenue (continued)

TRANSFER OF CIGARETTE TAX REVENUE  
TO CONSOLIDATED TAX  
FISCAL YEAR 2007-08

<b>COUNTY</b>	<b>TAX</b>	<b>% OF TOTAL</b>
Carson City	\$ 335,725	0.25%
Churchill	159,061	0.12%
Clark	10,988,199	8.12%
Douglas	301,802	0.22%
Elko	283,355	0.21%
Esmeralda	7,316	0.01%
Eureka	8,492	0.01%
Humboldt	103,580	0.08%
Lander	32,994	0.02%
Lincoln	23,396	0.02%
Lyon	316,246	0.23%
Mineral	25,571	0.02%
Nye	262,148	0.19%
Pershing	40,585	0.03%
Storey	24,097	0.02%
Washoe	2,389,131	1.76%
White Pine	55,564	0.04%
<b>TOTAL COUNTY TRANSFER</b>	<b>\$ 15,357,260</b>	<b>11.34%</b>
Administrative Fees	428,721	0.32%
Refunds	329,378	0.24%
State General Fund	110,418,288	81.57%
Other Tobacco Products	8,840,605	6.53%
<b>TOTAL</b>	<b>\$ 135,374,252</b>	<b>100.00%</b>



# LIQUOR TAX REVENUE



FISCAL YEAR	TAX	LICENSES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 19,700,096	\$ 93,658	\$ 19,793,754	3.52%
2003-04	36,625,381	44,781	36,670,163	85.26%
2004-05	39,020,195	114,513	39,134,707	6.72%
2005-06	41,190,145	120,305	41,310,450	5.56%
2006-07	42,904,833	139,636	43,044,469	4.20%
2007-08	43,469,550	151,031	43,620,581	1.34%

## LEGAL CITATION

Chapters 369 and 597 Nevada Revised Statutes.

## RATES

Over 22 percent by volume \$ 3.60 per gallon  
 Over 14 percent to 22 percent by volume \$1.30 per gallon  
 .5 to 14 percent by volume \$.75 per gallon  
 Beer \$.16 per gallon

## LICENSE FEES

Importer wine, beer, and liquor \$500  
 Importer beer 150  
 Wholesaler wine, beer and liquor 250  
 Wholesaler beer 75  
 Brew Pub 75  
 Brewer 75  
 Winemaker 75  
 Certificate of Compliance 50

## CURRENT DISTRIBUTION OF REVENUE

50 cents per gallon of collections on over 22 percent alcohol allocated for distribution to eligible local governments through the Consolidated Tax distribution. The portion of tax on liquor containing over 22 percent alcohol which exceeds \$3.45 per wine gallon is transferred to the tax on liquor program account in the State General Fund. All remaining revenues to the State General Fund.

Liquor Tax Revenue (continued)

HISTORY

ORIGINALLY ENACTED

1935 as a Stamp Tax.

RATES

- 1935 Case beer, 24 bottles, 6 cents per case; 36 bottles, 9 cents per case; keg beer, 2 cents per gallon. Wines up to 14 percent, 2 1/2 cents per quart; 14 percent to 22 percent, 5 cents per quart. All alcoholic beverages over 22 percent, up to 4 ounces, 1 cent; up to 8 ounces, 2 cents; up to 16 ounces, 5 cents; up to 32 ounces, 10 cents.
- 1945 Beer, 3 cents per gallon; liquor, 8 percent to 14 percent, 15 cents per gallon; over 14 percent to 22 percent, 25 cents per gallon; over 22 percent, 60 cents per gallon.
- 1947 Beer, 3 cents per gallon; liquor, up to 14 percent, 15 cents per gallon; over 14 percent to 22 percent, 30 cents per gallon; over 22 percent, 80 cents per gallon.
- 1961 Beer, 6 cents per gallon; liquor, up to 14 percent, 30 cents per gallon; over 14 percent to 22 percent, 50 cents per gallon; over 22 percent, \$1.40 per gallon.
- 1969 Over 22 percent alcohol increased to \$1.90 per gallon.
- 1981 Over 22 percent alcohol increased to \$2.05 per gallon.
- 1983 Beer, 9 cents per gallon; liquor, up to 14 percent, 40 cents per gallon; over 14 percent to 22 percent, 75 cents per gallon; over 22 percent, \$2.05 per gallon.

DISTRIBUTION

- 1935 3 percent for administration, \$100,000 to School Fund; \$24,000 to University Contingent Fund; balance to State Emergency Employment Bond Interest and Redemption Fund.
- 1937 5 percent maximum for administration; balance as follows: 50 percent to School Fund; 15 percent to University Contingent Fund; 35 percent to State Emergency Employment Bond Interest and Redemption Fund.
- 1939 5 percent maximum for administration; balance as follows: 50 percent to School Fund; 40 percent to University Contingent Fund; 10 percent to Consolidated Bond Interest and Redemption Fund.
- 1943 5 percent maximum for administration; balance to General Fund.
- 1949 All revenue to General Fund, administration costs appropriated.
- 1969 All revenues to General Fund except 5/19 of that collected on liquor over 22 percent which is allocated accordingly:
  - No cities - 100 percent to county.
  - One city - based on population ratio of county and city.
  - Two or more cities - to cities based on population.

Liquor Tax Revenue (continued)

DISTRIBUTION (continued)	1981	Additional 15 cent tax on over 22 percent alcohol allocated to the Account for Alcohol and Drug Abuse in the Department of Human Resources Gift Fund.
AMENDMENTS	1945	Changed from Stamp Tax to Excise Tax.
	1955	Allowed 2 percent tax discount to importer.
	1961	Allowed 3 percent tax discount to importer.
	1969	Raised rate for over 22 percent alcohol content from \$1.40 to \$1.90 and allocated 50 cents of that rate to counties and cities.
	1981	Raised rate for over 22 percent alcohol content from \$1.90 to \$2.05 allocating 50 cents of that rate to counties and cities and 15 cents to the Account for Alcohol and Drug Abuse in the Department of Human Resources Gift Fund.
	1983	Raised rates for beer to 9 cents per gallon; liquor up to 14 percent, 40 cents per gallon; over 14 percent to 22 percent, 75 cents per gallon. Over 22 percent remained at \$2.05 per gallon.
	1995	An applicant for a certificate of compliance must pay a \$50 fee. This fee is renewable on or before July 1st of each year.
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
	1999	Senate Bill 428, effective June 7, 1999 increased the amount of wine a Nevada resident may import from one gallon per month to twelve cases per year for personal or household use. Other alcoholic beverages remain at one gallon per month.
	2001	Assembly Bill 12, effective June 15, 2001, authorized the transfer of liquor (not including beer), between affiliated retailers that hold non-restricted gaming licenses.
	2003	Assembly Bill 437, effective July 1, 2003, changed the definition of supplier and authorized the transfer of liquor including beer, between affiliated retailers that hold non-restricted gaming licenses.
		Assembly Bill 4, effective August 1, 2003, changed the early payment discount rate from 3 percent to 0.5 percent.
		Senate Bill 373, effective October 1, 2003, changed the reporting requirements for shipments of liquor into Nevada by a common or contract carrier.
		Raised rates for beer to 16 cents per gallon; liquor up to 14 percent, 75 cents per gallon; over 14 percent to 22 percent, \$1.30 per gallon and over 22 percent to \$3.60 per gallon.

Liquor Tax Revenue (continued)

2005 Assembly Bill 221, effective June 10, 2005, adds rectifiers to the definition of a supplier.

Senate Bill 233, effective June 10, 2005, creates licensing requirements for Instructional Wine Making Facilities; limits the amount of wine produced per person to 60 gallons in a 12 month period; wine produced on the premises can only be used for household or personal use; and exempts Instructional Wine Making Facilities from the liquor excise tax.

Senate Bill 457, effective June 17, 2005, revised provisions governing the storage and transfer of liquor between certain retail liquor stores; authorizes a wholesale dealer, supplier, retailer or retail liquor dealer to bring a civil action for certain violations relating to intoxicating liquor; requires sellers, servers and security personnel employed at an establishment where alcoholic beverages are sold to complete alcohol awareness training; and requires the Department of Taxation to impose administrative fines upon the owners or operators of certain establishments for violations relating to alcohol awareness training cards.

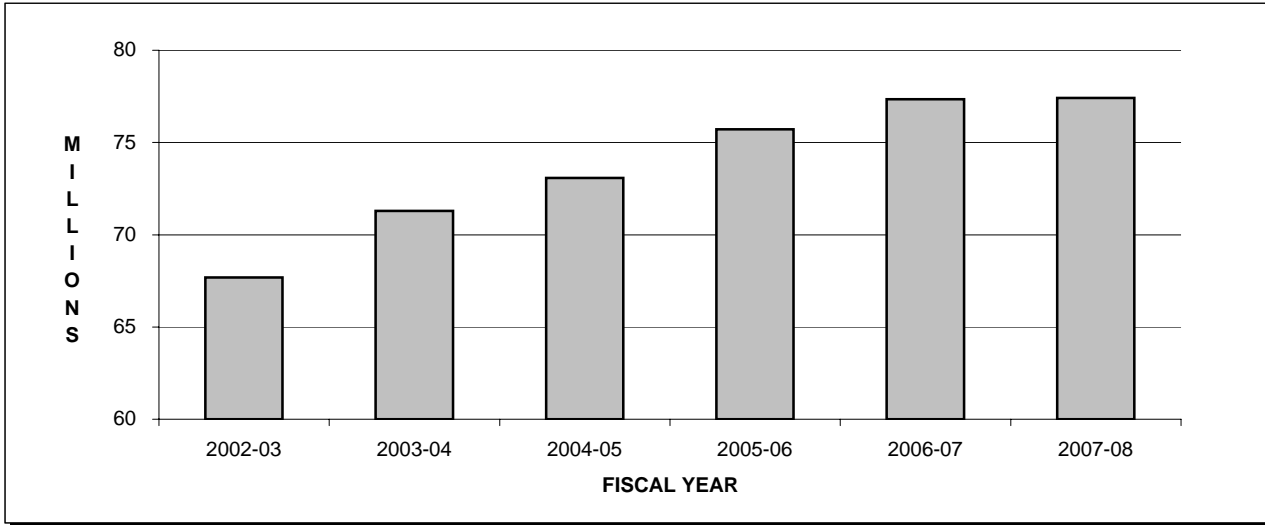
Liquor Tax Revenue (continued)

TRANSFER OF LIQUOR TAX REVENUE  
TO CONSOLIDATED TAX  
FISCAL YEAR 2007-08

<b>COUNTY</b>	<b>TAX</b>	<b>% OF TOTAL</b>
Carson City	\$ 70,341	0.16%
Churchill	33,322	0.08%
Clark	2,304,017	5.28%
Douglas	63,246	0.14%
Elko	59,415	0.14%
Esmeralda	1,532	0.00%
Eureka	1,779	0.00%
Humboldt	21,709	0.05%
Lander	6,915	0.02%
Lincoln	4,906	0.01%
Lyon	66,301	0.15%
Mineral	5,357	0.01%
Nye	54,959	0.13%
Pershing	8,506	0.02%
Storey	5,053	0.01%
Washoe	500,768	1.15%
White Pine	11,643	0.03%
<b>TOTAL COUNTY TRANSFER</b>	<b>\$ 3,219,769</b>	<b>7.38%</b>
Alcohol and Drug Abuse Account	965,997	2.21%
State General Fund	39,434,816	90.40%
<b>TOTAL</b>	<b>\$ 43,620,581</b>	<b>100.00%</b>

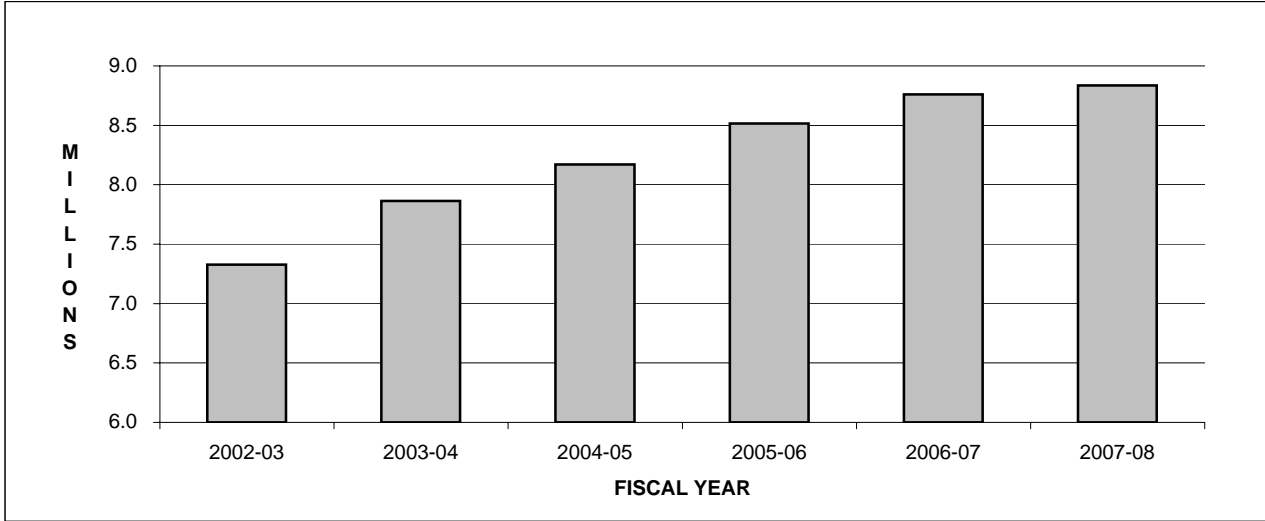
# ALCOHOLIC BEVERAGE GROWTH

## BEER - GALLONS



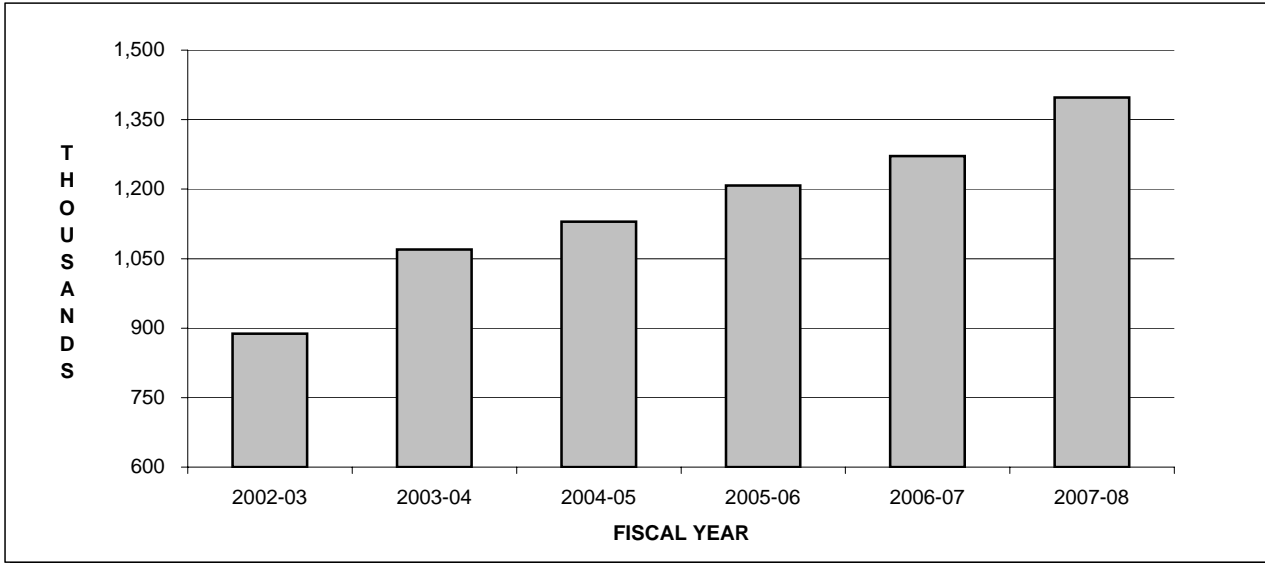
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2002-03	67,679,367	0.62%	2005-06	75,718,958	3.62%
2003-04	71,284,786	5.33%	2006-07	77,348,980	2.15%
2004-05	73,075,697	2.51%	2007-08	77,423,904	0.10%

## ALCOHOLIC BEVERAGES .50% TO 14% BY VOLUME - GALLONS



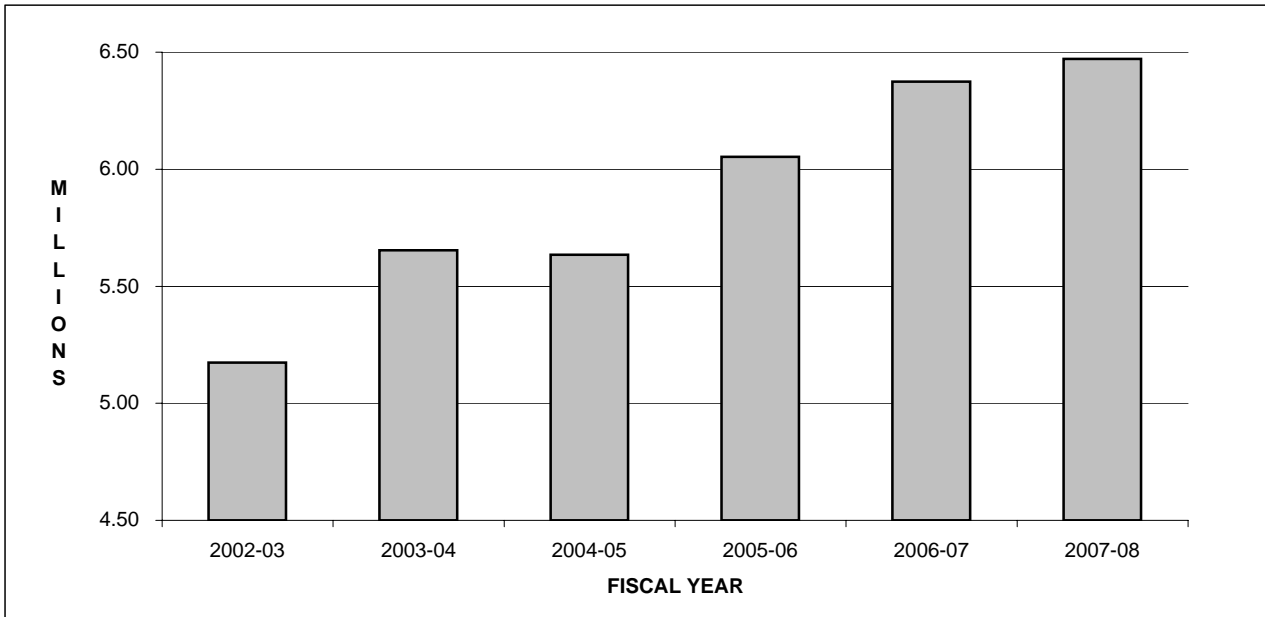
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2002-03	7,328,539	4.93%	2005-06	8,516,246	4.24%
2003-04	7,862,597	7.29%	2006-07	8,761,174	2.88%
2004-05	8,169,837	3.91%	2007-08	8,834,557	0.84%

**ALCOHOLIC BEVERAGES OVER 14% - 22% BY VOLUME - GALLONS**



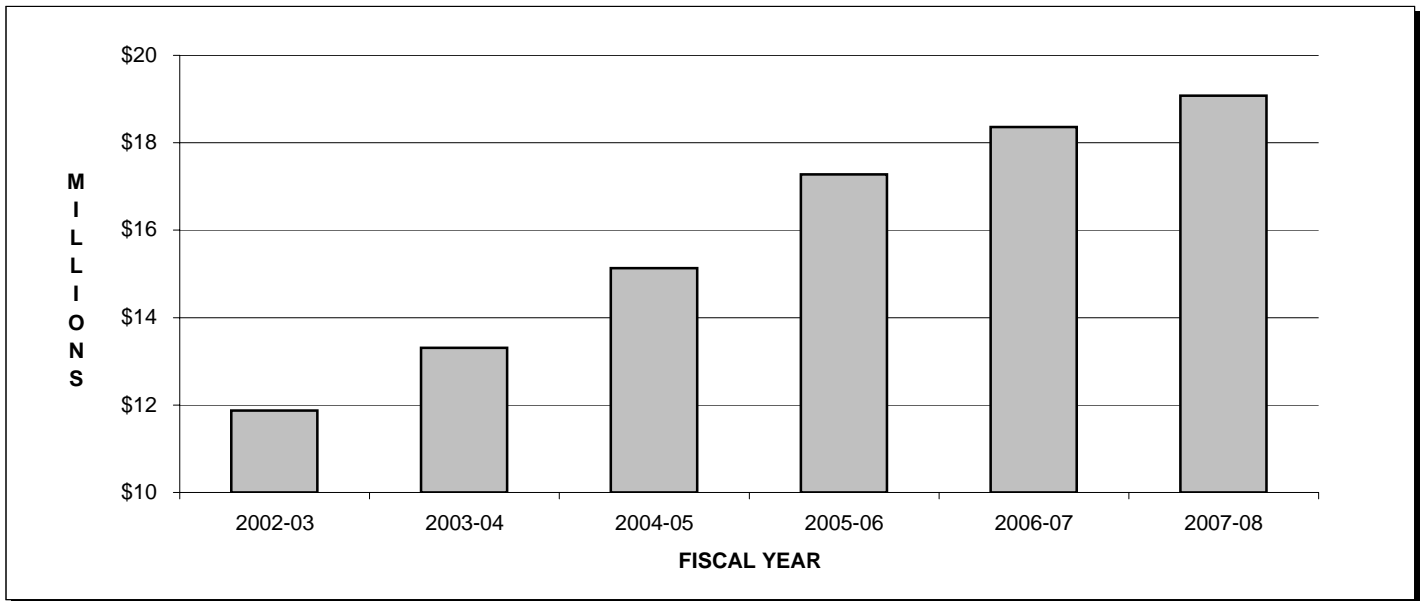
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2002-03	887,933	10.64%	2005-06	1,207,998	6.91%
2003-04	1,069,464	20.44%	2006-07	1,271,165	5.23%
2004-05	1,129,927	5.65%	2007-08	1,397,638	9.95%

**ALCOHOLIC BEVERAGES OVER 22% BY VOLUME - GALLONS**



FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2002-03	5,174,300	4.40%	2005-06	6,053,519	7.45%
2003-04	5,653,811	9.27%	2006-07	6,373,631	5.29%
2004-05	5,633,972	-0.35%	2007-08	6,471,719	1.54%

# LODGING TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 11,875,153	5.38%	2005-06	\$ 17,279,556	14.18%
2003-04	13,305,505	12.04%	2006-07	18,363,565	6.27%
2004-05	15,134,104	13.74%	2007-08	19,076,477	3.88%

**LEGAL CITATION**

Chapter 244.3354 Nevada Revised Statutes.

**HISTORY**

**ORIGINALLY ENACTED**

1983 session of State Legislature, effective May 9, 1983.

**RATE**

Three-eighths of the first 1 percent of the gross receipts from the rental of transient lodging is paid to the Department of Taxation by the county fair and recreation boards or by the board of county commissioners in each county imposing a room tax.

**CURRENT DISTRIBUTION OF REVENUE**

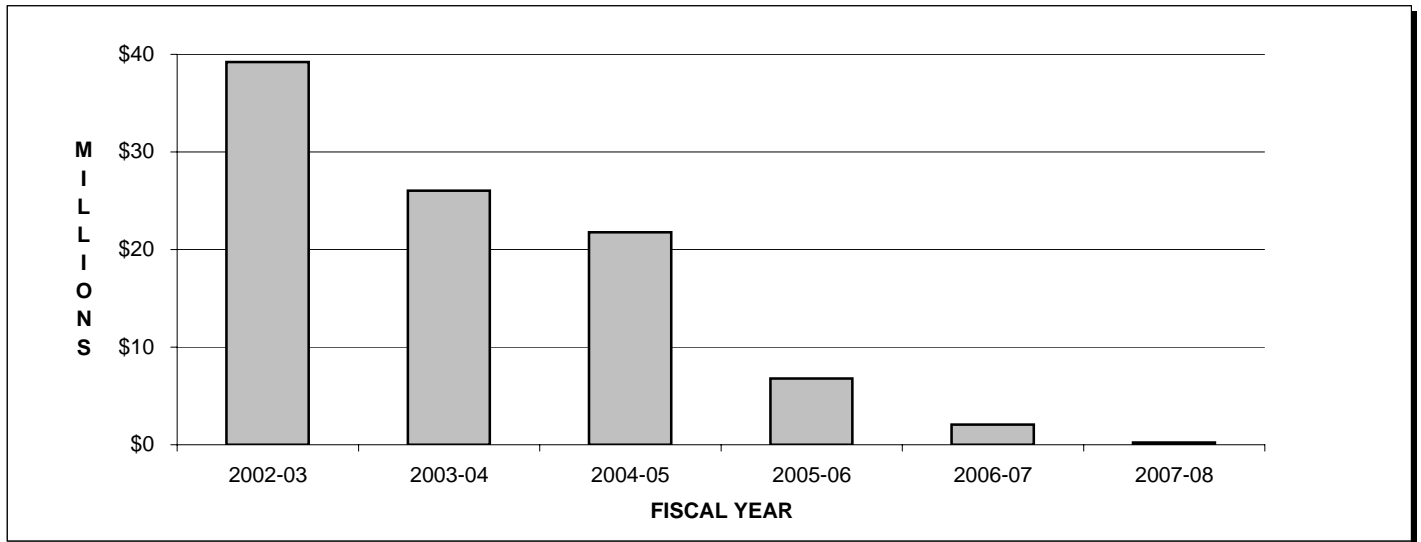
Proceeds of the tax are deposited by the Department with the State Treasurer for credit to the fund for the promotion of tourism.

**NOTE:**

Tax on revenues from rental of transient lodging is imposed at the rate of at least 1 percent of the gross receipts. The State receives 3/8 of the first 1 percent for the promotion of tourism and the county retains 5/8 of the first 1 percent for local promotion of tourism.



# ESTATE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 39,203,340	23.30%	2005-06	\$ 6,795,409	-68.79%
2003-04	26,018,237	-33.63%	2006-07	2,063,308	-69.64%
2004-05	21,774,432	-16.31%	2007-08	227,497	-88.97%

The credit allowable against the federal estate tax for the payment of State death taxes is being phased out by the Internal Revenue Service and will no longer apply on deaths occurring after December 31, 2004. Nevada estate tax is based solely on this credit.

## LEGAL CITATION

Chapter 375A Nevada Revised Statutes.

## HISTORY

### ORIGINALLY ENACTED

1987 session of State Legislature, effective March 13, 1987.

### IMPOSITION

A tax imposed on the transfer of the taxable estate of a decedent who has property located in Nevada at the time of death in the amount of the maximum credit allowable against the federal estate tax for the payment of State death taxes.

### CURRENT DISTRIBUTION OF REVENUE

The money in the estate tax account may only be disbursed as authorized by the Legislature. The legislatively approved distribution of estate tax receipts is as follows:

1. Transfer of an amount to the Department to reimburse the cost to administer the tax.
2. Five percent of the tax receipts held for reserve, to refund any overpayments of the tax.
3. Fifty percent of the remaining proceeds of the tax to the University and Community College System Endowment Fund.
4. Fifty percent of the remaining proceeds of the tax to the Department of Education for the fund for class-size reduction.

Estate Tax (continued)

DISTRIBUTION OF ESTATE TAX REVENUE  
FISCAL YEAR 2007-08

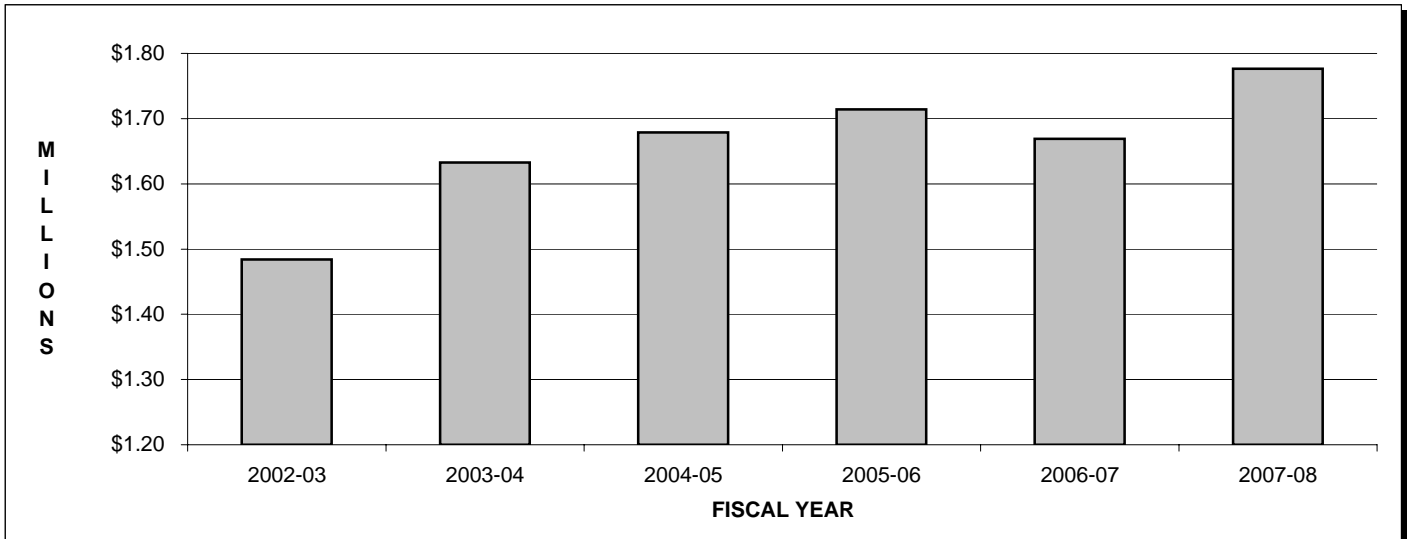
Department of Taxation administrative costs	\$	-
Reserve for refunds		227,497
Department of Education: Trust Fund for the Education of Pupils		-
University of Nevada System Endowment Fund		-
<b>TOTAL</b>	<b>\$</b>	<b><u>227,497</u></b>

**ESTATE TAX RESERVE FOR REFUNDS**

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Beginning balance brought forward July 1, 2007	\$	1,090,660
Estate tax receipts - Reserve for refunds Fiscal Year 2008		227,497
Balance available	\$	<u>1,318,157</u>
Less: Refunds issued Fiscal Year 2008		361,218
<b>Ending Balance at June 30, 2008</b>	<b>\$</b>	<b><u>956,939</u></b>

# TIRE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 1,483,883	6.72%
2003-04	1,632,492	10.01%
2004-05	1,678,740	2.83%
2005-06	1,714,345	2.12%
2006-07	1,669,148	-2.64%
2007-08	1,776,653	6.44%

**LEGAL CITATION**

Chapter 444A Nevada Revised Statutes.

**IMPOSITION AND RATE**

A tax imposed on the retail sale of a new tire at the rate of \$1.00 per tire. The tax is collected from the purchaser by the seller at the time of sale in addition to applicable sales taxes; 95 percent of the tax is remitted to the Department; 5 percent retained by the seller to cover his related administrative costs.

**CURRENT DISTRIBUTION OF REVENUE**

The revenue collected by the Department is deposited for credit to the solid waste management account in the State General Fund. The State Controller distributes quarterly as follows: .5 percent, Department of Taxation; 44.5 percent State Department of Conservation and Natural Resources; 30 percent Clark County District Board of Health; and 25 percent Washoe County District Board of Health.

HISTORY

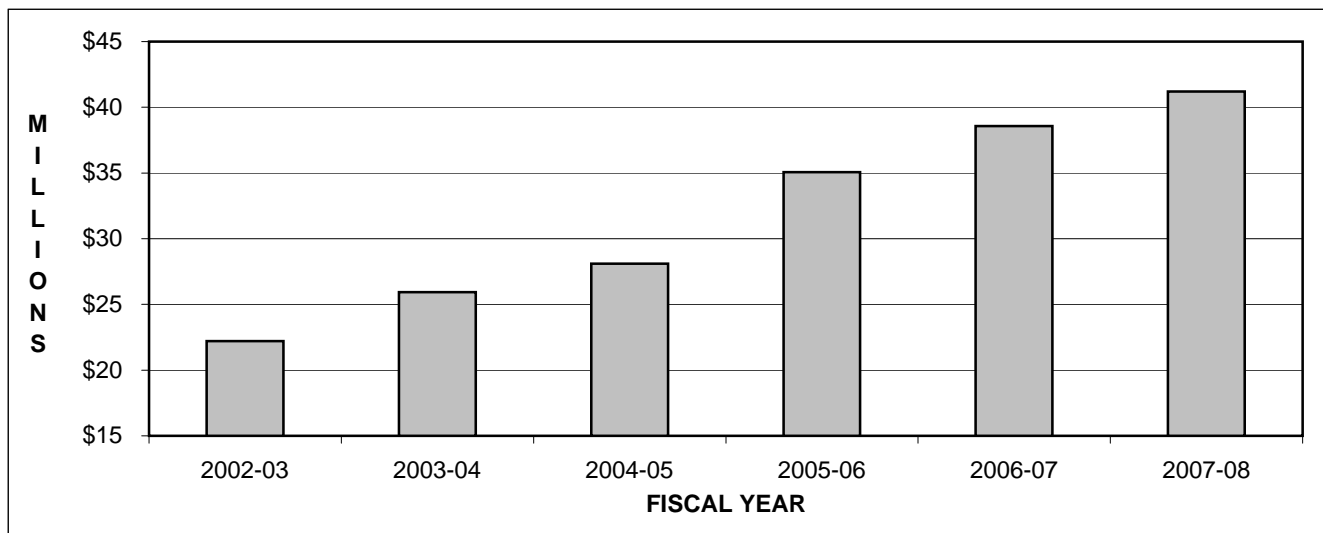
**ORIGINALLY ENACTED**

1991 session of the State Legislature.

**AMENDMENT**

1993 session of the State Legislature, per SB 97 and AB 386; transferred the function of tax collection to the Department of Taxation from the Department of Conservation and Natural Resources and provided for the change to the current distribution.

## GOVERNMENT SERVICES FEE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2002-03	\$ 22,208,165	12.94%
2003-04	25,925,323	16.74%
2004-05	28,091,131	8.35%
2005-06	35,059,703	24.81%
2006-07	38,563,347	9.99%
2007-08	41,204,834	6.85%

### LEGAL CITATION

Chapter 482 Nevada Revised Statutes.  
Chapter 360 Nevada Revised Statutes.

### IMPOSITION AND RATE

A fee imposed on the short-term lease of passenger vehicles. The fee is 6% of lease charges. Fees are due on a quarterly basis.

Effective April 1, 2004 Washoe County imposed a fee at the rate of 2% of lease charges with 0.25% of that amount going to the Department of Taxation for Collection allowance.

Effective July 1, 2005 Clark County imposed a fee at the rate of 2% of lease charges with 0.10% of that amount going to the Department of Taxation for Collection allowance.

### CURRENT DISTRIBUTION OF REVENUE

State General Fund, Washoe County and Clark County.

### HISTORY

#### ORIGINALLY ENACTED

1993 session of the State Legislature, effective July 9, 1993.

#### AMENDMENTS

1997 session of the State Legislature passed Assembly Bill 388, effective July 1, 1997. AB 388 effectively transferred the responsibility for the collection of the short-term lease fees from the Department of Motor Vehicles and Public Safety to the Department of Taxation.

Government Services Fee (continued)

2001 Session of the State Legislature passed Assembly Bill 460, effective January 1, 2002. AB 460 changed Short Term Lessor Fee to Government Services Fee. The filing of returns was changed from annual to quarterly reporting. The credit previously allowed for vehicle licensing fees and tax was removed, and a Recovery Surcharge Fee of up to 3.5% of lease amount was added to allow lessors to recover the cost of fees and taxes.

2003 Session of the State Legislature passed Senate Bill 497 effective June 10, 2003, authorizing the county commissioners of a county whose population is 100,000 or more, but less than 400,000 (Washoe County only) to impose a fee of up to 2% of the lease of certain passenger cars by a short-term lessor. The bill also increased the recovery surcharge from 3.5% to an amount not to exceed 4% of the total amount for which the passenger car was leased.

Assembly Bill 16 effective July 1, 2003, authorizes the county commissioners of a county whose population is 400,000 or more (Clark County only) to impose a fee of up to 2% on the lease of certain passenger cars by a short-term lessor.

Assembly Bill 595 effective October 1, 2007, requires one-quarter of the Short- Term Lessor recovery surcharge to be allocated to the Highway Construction Fund.

**DISTRIBUTION OF GOVERNMENT SERVICES FEE**

<b><u>FISCAL YEAR</u></b>	<b><u>HIGHWAY FUND</u></b>	<b><u>GENERAL FUND</u></b>	<b><u>WASHOE COUNTY</u></b>	<b><u>CLARK COUNTY</u></b>	<b><u>COLLECTION ALLOWANCE</u></b>	<b><u>TOTAL COLLECTIONS</u></b>
2003-04	\$ -	\$ 25,638,556	\$ 286,050	\$ -	\$ 717	\$ 25,925,323
2004-05	-	26,793,014	1,294,872	-	3,245	28,091,131
2005-06	-	26,659,737	1,370,907	7,018,598	10,461	35,059,703
2006-07	-	29,806,850	1,367,665	7,378,019	10,813	38,563,347
2007-08	2,862,860	29,792,195	1,112,154	7,427,403	10,222	41,204,834

## **DIVISION OF ASSESSMENT STANDARDS**

The Division of Assessment Standards (DOAS) is responsible for administering and overseeing various property tax programs and providing oversight to the financial administration of local governments. DOAS is located in Carson City, NV and consists of four (4) sections as follows:

### **Centrally Assessed Properties**

Under the authority of NRS 361.320, the Centrally Assessed Properties Section is responsible for the valuation, assessment, collection and distribution of ad valorem ("according to value") taxes related to property of an interstate or intercounty nature. Approximately 249 interstate or intercounty properties owned by airlines, railroads, telecommunications, electric power, gas pipeline, private carlines and water companies are valued by the Centrally Assessed Properties Section. The companies valued generate 325 assessments including secured, unsecured and PET rolls.

In addition, the real and personal property associated with mines is valued by the Centrally Assessed Properties Section pursuant to NRS 362.100(1)(b). Approximately 43 secured mining property valuations and 132 unsecured mining property valuations are then transmitted to county assessors for property tax assessment and collection.

Centrally Assessed Properties is also responsible for the administration of the Net Proceeds of Minerals Tax under the authority granted in NRS 362.100. Every person extracting any mineral or receiving a royalty is required to file a statement showing the gross yield and claimed net proceeds from each geographically separate operation where a mineral is extracted. The Centrally Assessed Properties Section reviews the reported information and computes taxes due. There are approximately 64 net proceeds operators, 95 Operating Mines and 390 royalty recipients currently reporting to Taxation. The Centrally Assessed properties Section also collects and distributes the Net Proceeds of Mines Tax to the counties.

### **Local Government Finance**

The Local Government Finance Section provides oversight of the financial administration of approximately 265 Nevada local governments. Statutory authority for this function is found in NRS 354 - Local Financial Administration. The local government finance staff reviews and approves the budgets of all local governments within the state and monitors budgetary and financial information throughout the fiscal year. In addition to these duties, the section provides ad valorem (property) tax revenue rate regulation, provides oversight of local government debt management and evaluates financing proposals submitted by local governments.

When the Nevada Tax Commission (NTC) declares a local entity in severe financial difficulty, the Local Government Finance Section also provides management oversight and in extreme cases provides financial administration. White Pine County was declared to be in a severe financial emergency, and the Department took over the management of the county as of June 27, 2005.

### **Locally Assessed Properties**

The Locally Assessed Properties Section oversees and monitors the quality of assessments performed by county assessors. Staff appraisers conduct appraisal ratio studies to determine the ratio of the assessed value of property to the taxable value of the property in each county of the State every third year (NRS 361.333). In addition to reporting on the assessment level and uniformity within each county, the Locally Assessed Properties Section reviews assessment policies, procedures and methods used within each county to ensure proper methods and procedures are developed and maintained. The staff also verifies the land factors prepared and submitted by each county assessor to assure compliance with NRS 361.260 (5) and prepares special studies in accordance with the Nevada Tax Commission's instructions.

This section establishes, for assessment purposes, the valuation of: agricultural land (NRS 361a.140); mobile homes (NRS 361.325); and personal property (NRS 361.227). The Department provides guidance in the implementation of the property tax abatement program adopted by the Nevada State Legislature in 2005.

In addition, this section assists county assessors in valuing property upon request or upon the direction of the NTC (NRS 360.215 (8)). Additionally, if the NTC finds property in a county to be assessed outside the guidelines of the ratio studies, it may call upon the section to implement a reappraisal program (NRS 361.333 (5c)).

## **Real Property Transfer Tax (RPPT)**

Under the authority of NRS 375, the Real Property Transfer Tax is administered by the Real Property Transfer Tax Section, providing oversight, compliance, and audit services to the offices of county recorders.

The section monitors appeals of the real property transfer tax in local jurisdictions and reviews district attorney opinions for congruity and compliance with NRS 375 and NAC 375. In addition, the section discovers, researches, and distributes information to the county recorders with regard to applying exemptions and requirements for supporting documentation.

The section audits all counties to insure the tax is collected fairly and equitably with all claims for exemption in compliance with statute pursuant to NRS 375.090. The audit consists of on-site inspections, individual interviews with the recorder and treasurer of the subject county, and review of deeds, declarations of value, other corporate, estate planning, and legal, title documents, to determine whether the transfer of real property was a taxable event or not.

Based on the results of the on-site inspections, interviews, and questionnaire responses, the staff makes recommendations, if any, on issues relating to the collection and distribution of the tax. Any adjustments, with regard to the under or over payment of taxes, are brought to the Recorder's attention for correction. The Department follows up to ensure corrections are accomplished.

The Real Property Transfer Tax Section also monitors all statutory NRS 375.023 and NRS 375.070 remittances, and reconciles the remittances to the mandated NAC 375.400 reporting from the county recorder reports.

The Division of Assessment Standards also provides staffing for the following statutory boards:

- \* The State Board of Equalization (SBE) hears and determines all appeals from action of county boards of equalization. The SBE also hears and determines direct appeals from valuations of Nevada Tax Commission.
- \* The Appraiser Certification Board is an appointed board established to advise the Department of Taxation on matters pertaining to certification and continuing education of all appraisers certified for tax purposes.
- \* The Committee on Local Government Finance is an eleven member appointed board set by NRS 354 to advise the Department of Taxation on matters affecting local governments and their finances.

## CERTIFICATION OF APPRAISERS

The Appraiser Certification Board is an appointed board established to advise the Department on matters pertaining to certification and continuing education of all appraisers certified to appraise for tax

All persons who are employees of or independent contractors for the State or any of its political subdivisions and who perform the duties of an appraiser for tax purposes must hold a valid appraiser certificate issued by the Department of Taxation.

The Department issues an appraiser certificate to any person who either has successfully passed the appropriate certification exam or who holds a professional designation approved by the Board.

Each person who holds an appraiser certificate must complete 36 contact hours of appropriate training in each succeeding fiscal year following certification. The 36 hour training requirement is waived for persons who either have accumulated 180 contact hours or hold a professional designation. These persons must complete 36 contact hours during every five year period thereafter.

Newly employed appraisers are issued a temporary certificate which expires two years following the employee's date of hire or upon successful completion of the appraiser certification exam, whichever occurs first. The temporary certificate is not renewable.

<b>NUMBER OF CERTIFIED APPRAISERS - JUNE 2008</b>				
<b>JURISDICTIONS</b>	<b>REAL PROPERTY</b>	<b>PERSONAL PROPERTY</b>	<b>REAL AND PERSONAL PROPERTY</b>	<b>TEMPORARY CERTIFICATIONS</b>
Department of Taxation	3	1	11	1
Carson City	1	1	4	1
Churchill	3	1	1	1
Clark	5	2	51	3
Douglas	0	0	6	0
Elko	3	1	3	1
Esmeralda	0	0	1	2
Eureka	2	1	0	1
Humboldt	4	1	1	0
Lander	0	0	1	0
Lincoln	0	0	1	0
Lyon	6	0	3	0
Mineral	1	0	1	0
Nye	2	0	4	2
Pershing	2	0	0	0
Storey	1	0	2	0
Washoe	3	1	30	0
White Pine	2	0	1	1
Independent Contractors				
<b>TOTAL</b>	<b>38</b>	<b>9</b>	<b>121</b>	<b>13</b>



## STATE BOARD OF EQUALIZATION 2007-08 SUMMARY OF TRANSACTIONS\* - SECURED PROPERTY VALUATIONS

The State Board of Equalization hears and determines appeals from action of county boards of equalization. The State Board also hears and determines direct appeals from valuations of the Nevada Tax Commission. The Division of Assessment Standards is responsible for coordinating meetings of the State Board of Equalization.

Other responsibilities of the State Board of Equalization include equalizing property valuations in the State. Additionally, the Board reviews the tax rolls of the various counties as equalized by the county boards of equalization and, if necessary, adjusts the valuations thereon in order to equalize values with respect to taxable value.

COUNTY	TOTAL	Summary of Decisions				No Changes	Impact of Cases With Changes		
		Taxpayer Petition Granted	Taxpayer Petition Denied	Assessor Petition Granted	Assessor Petition Denied	Not Heard Withdrawn / No Jurisdiction	Decisions by the State Board of Equalization	Net Increase	Net Decrease
Carson City	-	-	-	-	-	-	-	\$ -	\$ -
Churchill	-	-	-	-	-	-	-	-	-
Clark	39	11	11	-	-	17	22	-	(6,585,994)
Douglas	3	-	2	-	-	1	2	-	-
Elko	1	1	-	-	-	-	1	-	(53,255)
Esmeralda	-	-	-	-	-	-	-	-	-
Eureka	-	-	-	-	-	-	-	-	-
Humboldt	1	-	1	-	-	-	1	-	-
Lander	-	-	-	-	-	-	-	-	-
Lincoln	-	-	-	-	-	-	-	-	-
Lyon	1	-	-	-	-	1	-	-	-
Mineral	-	-	-	-	-	-	-	-	-
Nye	4	-	1	-	-	3	1	-	-
Pershing	1	-	-	-	-	1	-	-	-
Storey	-	-	-	-	-	-	-	-	-
Washoe	1,022	5	9	985	-	23	999	3,731,012	(57,593,448)
White Pine	4	-	4	-	-	-	4	-	-
<b>TOTALS</b>	<b>1,076</b>	<b>17</b>	<b>28</b>	<b>985</b>	<b>-</b>	<b>46</b>	<b>1,030</b>	<b>\$ 3,731,012</b>	<b>\$ (64,232,697)</b>
<i>Centrally Assessed</i>									
<i>Unitary</i>	7	4	-	-	-	3	4	-	(1,578,499)
<b>GRAND TOTAL</b>	<b>1,083</b>	<b>21</b>	<b>28</b>	<b>985</b>	<b>-</b>	<b>49</b>	<b>1,034</b>	<b>\$ 3,731,012</b>	<b>\$ (65,811,196)</b>
						<b>NET IMPACT</b>		<b>\$</b>	<b>(62,080,184)</b>
						<b>w/o Unitary</b>		<b>\$</b>	<b>(60,501,685)</b>

\* Note: The principal difference between Secured and Unsecured tax rolls is related to the levy of the tax.

Pursuant to NRS 361.450, every tax levied is a perpetual lien against the property assessed until the tax and any penalty charges and interest which may accrue are paid. The lien attaches on July 1 each year, upon all [real] property within the county.

**STATE BOARD OF EQUALIZATION  
2006-07 SUMMARY OF TRANSACTIONS\* - UNSECURED PROPERTY VALUATIONS**

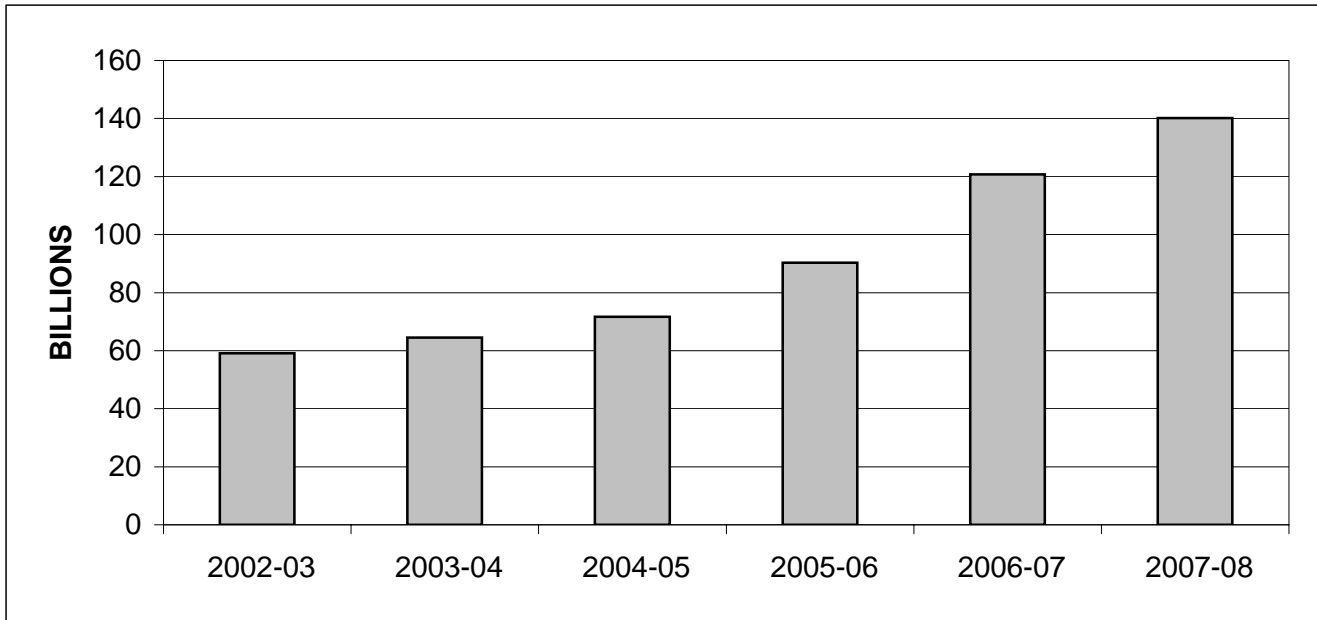
COUNTY	TOTAL	Summary of Decisions				No Changes	Impact of Cases With Changes		
		Taxpayer Petition Granted	Taxpayer Petition Denied	Assessor Petition Granted	Assessor Petition Denied	Not Heard Withdrawn / No Jurisdiction	Decisions by State Board of Equalization	Net Increase	Net Decrease
Carson City	-	-	-	-	-	-	-	\$ -	\$ -
Churchill	-	-	-	-	-	-	-	-	-
Clark	9	1	3	-	1	4	5	-	(499)
Douglas	-	-	-	-	-	-	-	-	-
Elko	-	-	-	-	-	-	-	-	-
Esmeralda	-	-	-	-	-	-	-	-	-
Eureka	-	-	-	-	-	-	-	-	-
Humboldt	-	-	-	-	-	-	-	-	-
Lander	-	-	-	-	-	-	-	-	-
Lincoln	-	-	-	-	-	-	-	-	-
Lyon	-	-	-	-	-	-	-	-	-
Mineral	-	-	-	-	-	-	-	-	-
Nye	-	-	-	-	-	-	-	-	-
Pershing	-	-	-	-	-	-	-	-	-
Storey	-	-	-	-	-	-	-	-	-
Washoe	41	21	6	2	-	12	29	-	(876,688)
White Pine	-	-	-	-	-	-	-	-	-
<b>TOTALS</b>	<b>50</b>	<b>22</b>	<b>9</b>	<b>2</b>	<b>1</b>	<b>16</b>	<b>34</b>	<b>\$ -</b>	<b>\$ (877,187)</b>
<b>Centrally Assessed</b>									
<i>Unitary</i>	4	1	-	-	-	3	1	-	(3,182,867)
<i>Net Proceeds</i>	1	1	-	-	-	-	1	-	(853,192)
<b>GRAND TOTAL</b>	<b>55</b>					<b>19</b>	<b>36</b>	<b>\$ -</b>	<b>\$ (4,913,246)</b>
							<b>NET IMPACT</b>		<b>\$ (4,913,246)</b>
							<b>w/o Unitary &amp; NPM</b>		<b>\$ (877,187)</b>

\* Note: The principal difference between Secured and Unsecured tax rolls is related to the levy of the tax.

Pursuant to NRS 361.450, every tax levied is a perpetual lien against the property assessed until the tax and any penalty charges and interest which may accrue are paid. The lien attaches on July 1 each year, upon all [real] property within the county.

# ASSESSED VALUATIONS

## TOTAL NET ASSESSED VALUATION STATEWIDE



FISCAL YEAR	VALUATION	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	VALUATION	FROM PRIOR YEAR
2002-03	\$ 59,062,746,303	8.0%	2005-06	\$ 90,286,734,385	26.0%
2003-04	64,490,999,135	9.2%	2006-07	120,714,693,368	33.7%
2004-05	71,640,949,103	11.1%	2007-08	140,146,163,395	16.1%

### RATIO STUDY

NRS 361.333, Paragraph 2, states:

The Nevada Tax Commission shall allocate into three groups such that the work of conducting the study is approximately the same for each group. The Department shall conduct the study in one group each year. The commission may from time to time reallocate counties among the groups, but each county must be studied at least once in every three years.

Ratio studies are conducted in accordance with NRS 361.333 to determine the average ratio of assessed valuation to the taxable value of property in each county.

**ASSESSED VALUATION BY PROPERTY CLASSES BEFORE EXEMPTIONS**

	<b>2006-07 VALUATION</b>	<b>PERCENT OF TOTAL VALUATION</b>	<b>2007-08 VALUATION</b>	<b>PERCENT OF TOTAL VALUATION</b>
* RURAL LANDS	\$ 104,870,620	0.073%	\$ 119,759,667	0.071%
RURAL LANDS - IMPROVEMENTS	118,417,653	0.082%	126,109,672	0.074%
FARM EQUIPMENT & MACHINERY	26,876,412	0.019%	28,020,118	0.017%
URBAN PROPERTY - LAND	81,918,034,386	56.841%	101,241,388,193	59.682%
URBAN PROPERTY-IMPROVEMENTS	54,665,392,269	37.931%	60,191,911,849	35.483%
OTHER PERSONAL PROPERTY	1,227,380,810	0.852%	1,197,368,724	0.706%
PUBLIC UTILITIES	2,912,843,988	2.021%	3,150,538,944	1.857%
AIRPLANES	326,327,390	0.226%	417,636,400	0.246%
BILLBOARDS	22,887,394	0.016%	27,323,526	0.016%
OPEN SPACE	10,658,006	0.007%	11,730,241	0.007%
MILL & MINE IMPROVEMENTS	822,610,760	0.571%	889,285,920	0.524%
MINING EQUIPMENT & MACHINERY	411,623,850	0.286%	445,542,110	0.263%
MOBILE HOMES	269,337,786	0.187%	257,544,483	0.152%
NET PROCEEDS OF MINES	1,222,673,505	0.848%	1,459,623,581	0.860%
PATENTED MINE CLAIMS	53,375,958	0.037%	65,900,687	0.039%
OIL & GAS LEASES	5,246,418	0.004%	5,565,190	0.003%
<b>TOTAL</b>	<b>\$ 144,118,557,205</b>	<b>100.000%</b>	<b>\$ 169,635,249,305</b>	<b>100.000%</b>

\*Based upon agricultural use assessment according to NRS 361A.

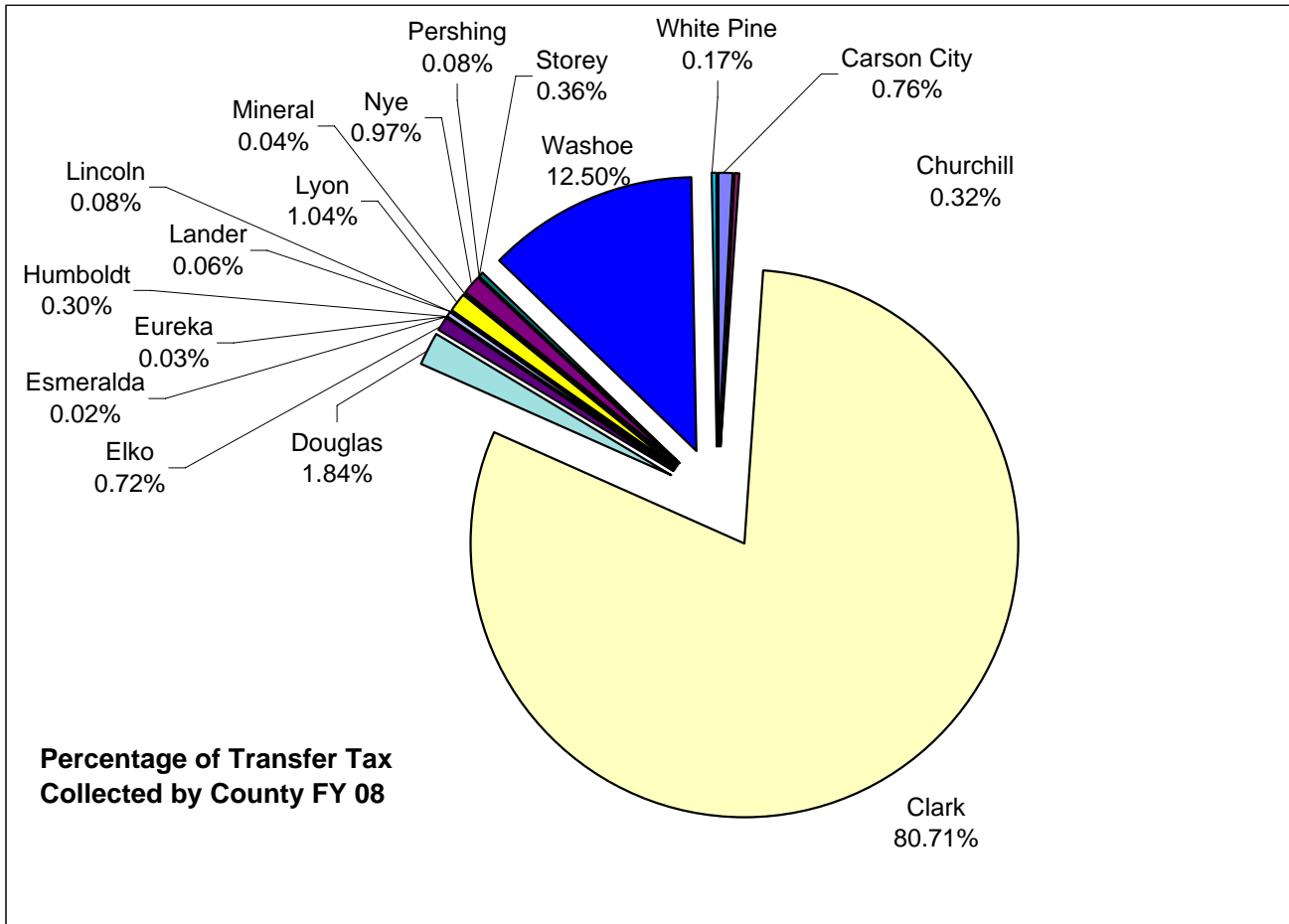
**ASSESSED VALUATION BY COUNTIES AFTER EXEMPTIONS**

<b>COUNTY</b>	<b>FISCAL YEAR 2006-07</b>	<b>FISCAL YEAR 2007-08</b>	<b>CHANGE</b>	<b>PERCENT CHANGE</b>
CARSON CITY	\$ 1,478,909,016	\$ 1,655,460,280	\$ 176,551,263	11.94%
CHURCHILL	576,096,613	682,624,781	106,528,168	18.49%
CLARK	94,658,204,295	110,310,246,451	15,652,042,156	16.54%
DOUGLAS	3,139,781,382	3,464,790,876	325,009,494	10.35%
ELKO	1,006,306,659	1,139,867,744	133,561,085	13.27%
ESMERALDA	44,621,449	52,235,011	7,613,562	17.06%
EUREKA	807,189,989	1,009,956,590	202,766,601	25.12%
HUMBOLDT	609,980,090	784,588,077	174,607,987	28.63%
LANDER (1)(2)(3)	196,768,838	193,627,045	(3,141,794)	-1.60%
LINCOLN	163,827,835	181,285,830	17,457,995	10.66%
LYON	1,381,708,378	1,660,718,615	279,010,237	20.19%
MINERAL	79,494,653	91,426,274	11,931,621	15.01%
NYE	1,453,798,124	1,855,722,186	401,924,062	27.65%
PERSHING	182,692,354	189,722,632	7,030,278	3.85%
STOREY	347,263,343	462,887,023	115,623,679	33.30%
WASHOE	14,177,912,516	16,007,125,707	1,829,213,191	12.90%
WHITE PINE	410,137,833	403,878,274	(6,259,559)	-1.53%
<b>TOTAL</b>	<b>\$ 120,714,693,368</b>	<b>\$ 140,146,163,395</b>	<b>\$ 19,431,470,027</b>	<b>16.10%</b>

The above totals may not reflect final State Board of Equalization changes for either fiscal year.  
Figures may not agree with last year's Annual Report as these numbers are constantly updated.

- (1) Lower assessed values for mining improvements.
- (2) Lower assessed values for mining equipment.
- (3) Lower assessed values for centrally assessed utilities

## REAL PROPERTY TRANSFER TAX



**LEGAL CITATION**

Chapter 375.023 - 375.026 Nevada Revised Statutes.

**IMPOSITION AND RATE**

\$1.95 on each \$500 of value, or fraction thereof, on transfer of real property.

**CURRENT DISTRIBUTION OF REVENUE**

\$1.30 to the State General Fund, \$0.55 to Consolidated Tax, and \$0.10 to the Account for Low Income Housing.

**HISTORY**

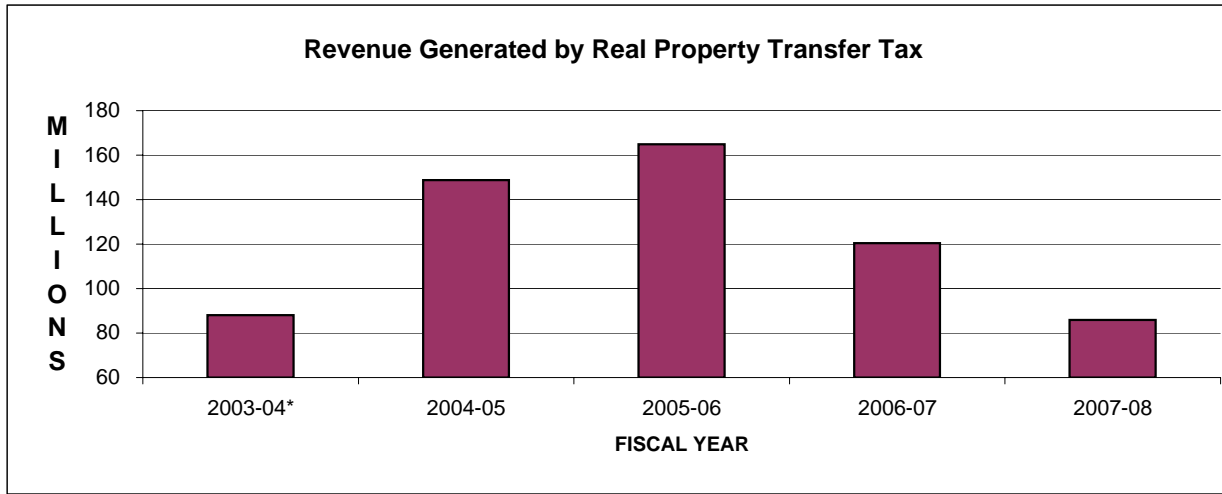
**ORIGINALLY ENACTED**

Added to NRS in 1967.

**REVISED TO INCLUDE STATE GENERAL FUND**

2003 special session of State Legislature, effective October 1, 2003.

**Real Property Transfer Tax (continued)**



Fiscal Year	Collections	% Change from Prior Year
2003-04*	\$ 88,027,661	N/A
2004-05	148,730,974	68.96%
2005-06	164,841,506	10.83%
2006-07	120,374,961	-26.98%
2007-08	85,882,799	-28.65%

\* 3 quarters of data only

**General Fund Collected for Each Quarter  
FISCAL YEAR 2008**

	July - Sept 07 <b>1st Quarter</b> General Fund	Oct - Dec 07 <b>2nd Quarter</b> General Fund	Jan - Mar 08 <b>3rd Quarter</b> General Fund	April - June 08 <b>4th Quarter</b> General Fund
Carson City	\$ 182,181	\$ 161,098	\$ 166,679	\$ 141,934
Churchill	81,475	66,591	80,579	49,244
Clark	21,410,155	17,274,640	14,266,265	16,361,058
Douglas	610,685	379,866	290,522	296,559
Elko	202,820	139,501	126,462	151,026
Esmeralda	5,011	4,212	2,439	5,593
Eureka	2,013	14,323	7,721	3,342
Humboldt	77,152	69,835	54,225	52,639
Lander	12,205	25,189	10,390	7,646
Lincoln	21,915	17,757	18,220	7,582
Lyon	247,916	243,054	195,957	204,995
Mineral	8,726	6,968	8,290	11,349
Nye	243,919	207,830	174,219	210,882
Pershing	13,287	15,050	24,967	17,573
Storey	86,957	131,861	58,524	31,710
Washoe	3,434,101	2,481,692	2,212,162	2,605,930
White Pine	65,682	40,888	22,552	17,010
<b>TOTAL FOR QUARTER</b>	<b>\$ 26,706,200</b>	<b>\$ 21,280,354</b>	<b>\$ 17,720,172</b>	<b>\$ 20,176,073</b>
<b>TOTAL FOR YEAR</b>	<b>\$ 26,706,200</b>	<b>\$ 47,986,554</b>	<b>\$ 65,706,726</b>	<b>\$ 85,882,799</b>

# NET PROCEEDS OF MINERALS

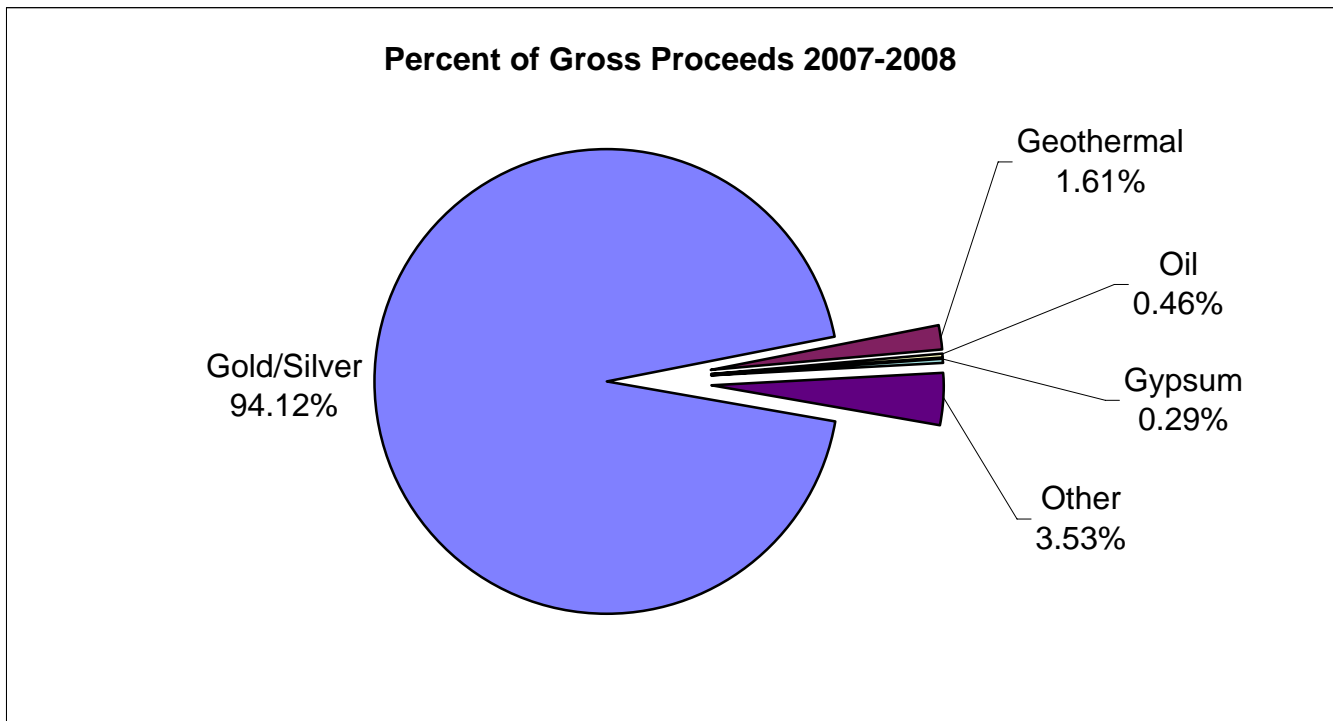
The Nevada Department of Taxation determines the tax on the net proceeds of minerals pursuant to NRS Chapter 362. Producers annually report the gross yield of each separate extractive operation as well as expenses related to the extraction, processing, transportation, and marketing of the mineral. Royalty recipients report only the amount of royalties received. The Department calculates the net proceeds by deducting allowable expenses from the gross yield.

The tax rate on the net proceeds of each operation depends on the ratio of the net proceeds to the gross proceeds as provided in NRS 362.140. The maximum tax rate is five percent, applied to net proceeds in excess of \$4,000,000 annually and to all royalties. The Department certifies and bills the net proceeds tax due each year on April 20th, with payment due by May 10th.

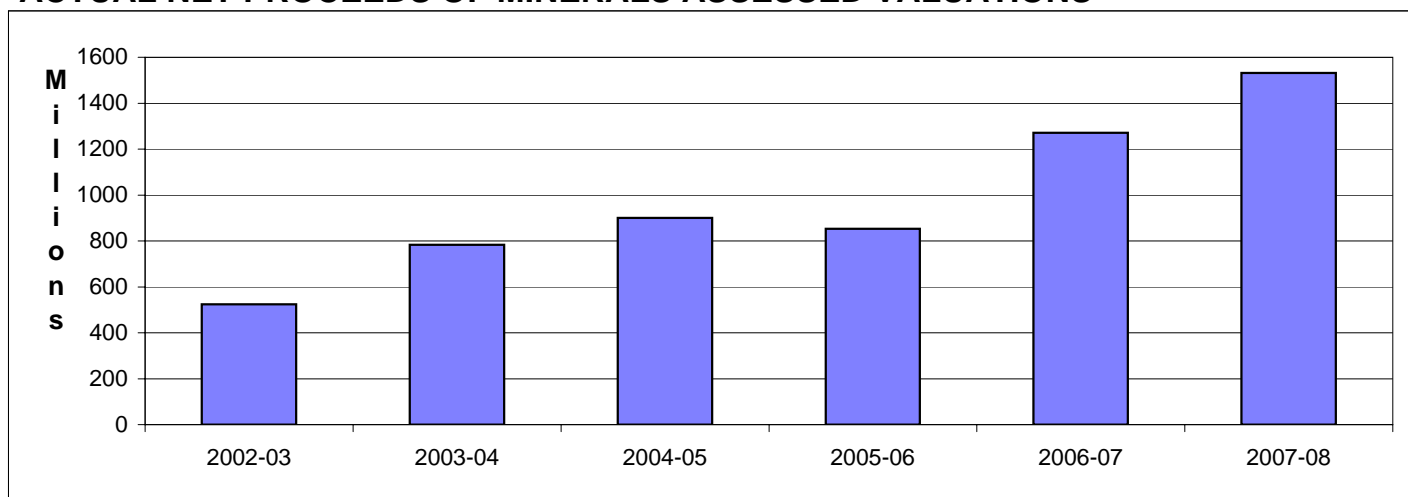
## Percent of Total Gross Proceeds by Mineral Type

Mineral Type	Percent of Total Gross Proceeds 2004-2005	Percent of Total Gross Proceeds 2005-2006	Percent of Total Gross Proceeds 2006-2007	Percent of Total Gross Proceeds 2007-2008
Gold/Silver	92.18%	93.81%	93.57%	94.12%
Geothermal	2.37%	1.27%	1.91%	1.61%
Oil	0.45%	0.53%	0.47%	0.46%
Gypsum	0.46%	0.35%	0.34%	0.29%
Other	4.54%	4.04%	3.71%	3.53%
	100.00%	100.00%	100.00%	100.00%

Other includes: Building Stone, Clay, Dolomite, Feldspar, Gemstones, Salt, and other miscellaneous minerals.



## ACTUAL NET PROCEEDS OF MINERALS ASSESSED VALUATIONS



FISCAL YEAR	ACTUAL ASSESSED VALUATION*	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	ACTUAL ASSESSED VALUATION*	% CHANGE FROM PRIOR YEAR
2002-03	\$ 524,535,480	19.75%	2005-06	\$ 853,038,767	-5.21%
2003-04	783,208,831	49.31%	2006-07	1,270,839,999	48.98%
2004-05	899,946,917	14.91%	2007-08	1,531,548,125	20.51%

\* Based on actual calendar year reports to the Department.

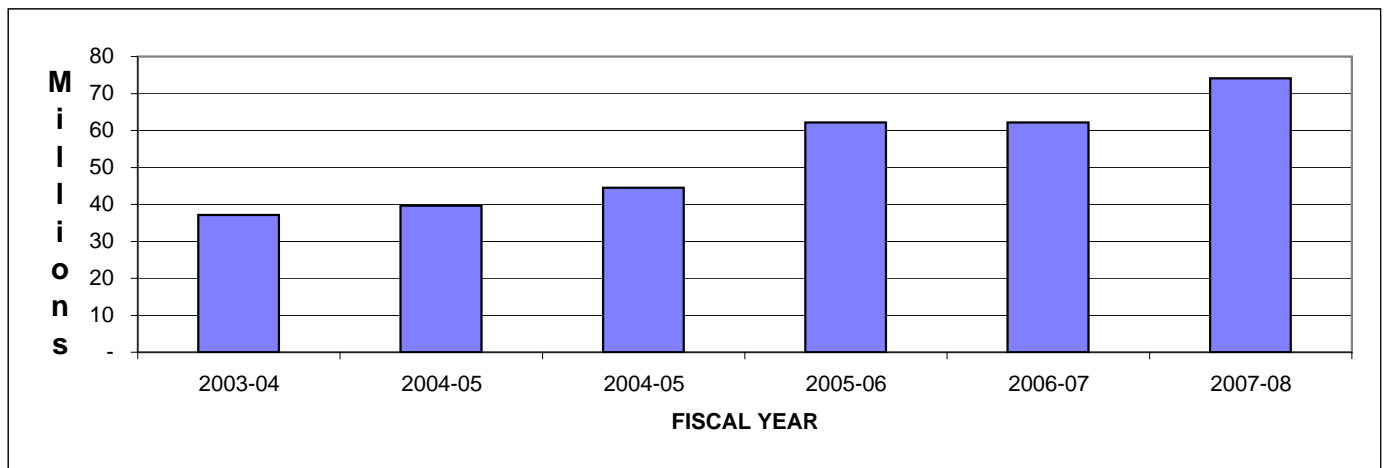
### ACTUAL NET PROCEEDS OF MINERALS ASSESSED VALUATIONS BY COUNTY

COUNTY	2003-04	2004-05	2005-06	2006-07	2007-08
Carson City	\$ -	\$ -	\$ -	\$ -	\$ -
Churchill	11,741,724	31,139,107	22,707,635	27,768,929	30,155,943
Clark	4,460,800	3,485,211	3,665,792	3,108,788	1,795,865
Douglas	36,578	29,374	18,350	24,414	7,264
Elko	87,242,534	104,523,070	73,710,852	104,779,095	68,097,906
Esmeralda	493,178	594,393	126,885	3,234,450	6,495,277
Eureka	207,305,771	248,186,052	270,408,434	458,613,325	568,268,997
Humboldt	85,028,363	70,036,472	52,450,411	122,533,907	268,529,167
Lander	233,414,110	265,538,030	206,044,239	34,374,761	96,274,458
Lincoln	44,877	20,813	35,799	51,313	47,720
Lyon	140,751	192,788	96,422	101,012	242,093
Mineral	5,884,381	8,221,458	7,424,840	5,379,236	3,429,199
Nye	137,687,050	147,725,274	154,270,419	195,164,744	193,586,148
Pershing	1,439,464	15,876,466	19,206,532	51,073,593	51,250,211
Storey	402,530	1,025,199	2,015,975	5,771,580	36,640
Washoe	989,482	2,637,610	2,322,364	4,368,209	4,259,749
White Pine	6,897,238	715,600	38,533,818	254,492,643	239,071,488
<b>TOTAL</b>	<b>\$ 783,208,831</b>	<b>\$ 899,946,917</b>	<b>\$ 853,038,767</b>	<b>\$ 1,270,839,999</b>	<b>\$ 1,531,548,125</b>

Note: The above information may not include adjustments for County and State Board of Equalization pending decisions, and pending or unresolved audits.



## TAX REVENUE ON NET PROCEEDS OF MINERALS



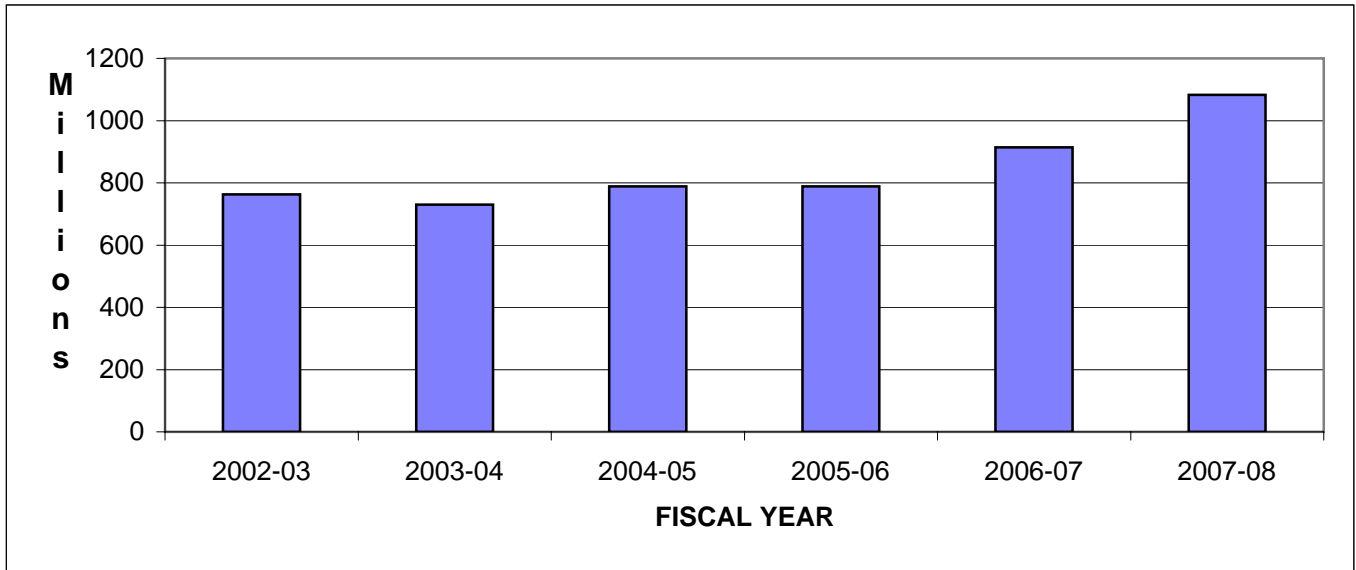
FISCAL YEAR	TAX REVENUE*	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TAX REVENUE*	% CHANGE FROM PRIOR YEAR
2002-03	\$ 25,162,206	-15.21%	2005-06	\$ 44,524,830	12.18%
2003-04	37,162,642	47.69%	2006-07	62,178,511	39.65%
2004-05	39,690,846	6.80%	2007-08	74,129,804	19.22%

\* Based on actual calendar year reports to the Department.

### NET PROCEEDS OF MINERALS TAX DISTRIBUTION FISCAL YEAR 2007-2008

COUNTY	TOTAL DISTRIBUTION
Carson City	\$ -
Churchill	652,973
Clark	42,187
Douglas	-
Elko	1,207,086
Esmeralda	185,083
Eureka	9,946,215
Humboldt	5,380,223
Lander	3,067,539
Lincoln	697
Lyon	-
Mineral	119,679
Nye	6,062,878
Pershing	1,499,991
Storey	1,218
Washoe	116,845
White Pine	8,341,976
<b>TOTAL COUNTY DISTRIBUTION</b>	<b>\$ 36,624,590</b>
State Debt Service Fund	2,526,572
State General Fund	34,685,775
State General Fund (Penalties & Interest)	292,867
<b>TOTAL</b>	<b>\$ 74,129,804</b>

## MINING PROPERTIES - ASSESSED VALUATIONS



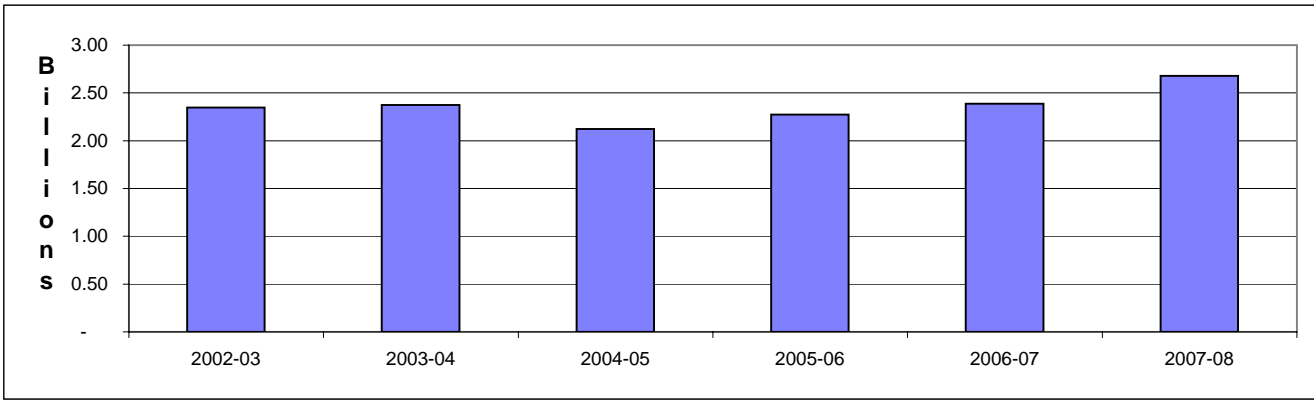
FISCAL YEAR	ASSESSED VALUATION	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	ASSESSED VALUATION	% CHANGE FROM PRIOR YEAR
2002-03	\$ 762,715,050	-21.31%	2005-06	\$ 788,253,720	-0.04%
2003-04	729,725,160	-4.33%	2006-07	913,819,390	15.93%
2004-05	788,574,215	8.06%	2007-08	1,083,034,360	18.52%

The secured, unsecured, and supplemental assessments form the values for the fiscal years above.

In accordance with NRS 362.100(1b), the Department of Taxation is required to, "Appraise and assess all reduction, smelting and milling works, plants and facilities, whether or not associated with a mine, and all supplies, machinery, equipment, apparatus, facilities, buildings, structures and other improvements used in connection with any mining, reduction, smelting or milling operation . . ."

COUNTY	FISCAL YEAR 2006-07		FISCAL YEAR 2007-08	
	NUMBER OF APPRAISALS	ASSESSED VALUATION	NUMBER OF APPRAISALS	ASSESSED VALUATION
Carson City	0	\$ -	0	\$ -
Churchill	10	42,984,130	9	43,893,100
Clark	8	17,779,860	6	13,277,110
Douglas	0	-	0	-
Elko	15	48,102,530	16	49,036,000
Esmeralda	9	4,659,030	10	4,960,550
Eureka	25	313,256,510	20	403,302,090
Humboldt	20	155,176,160	23	176,678,460
Lander	15	147,209,360	17	197,914,580
Lincoln	5	179,750	5	182,640
Lyon	9	17,765,040	8	12,841,990
Mineral	2	8,818,420	2	8,580,300
Nye	29	69,085,320	33	78,032,570
Pershing	13	31,484,350	11	32,083,010
Storey	6	2,360,050	3	3,318,170
Washoe	7	20,046,450	7	21,088,160
White Pine	4	34,912,430	5	37,845,630
<b>TOTAL</b>	<b>177</b>	<b>\$ 913,819,390</b>	<b>175</b>	<b>\$ 1,083,034,360</b>

**INTERSTATE AND INTERCOUNTY VALUATIONS  
(ASSESSED VALUE)**



ASSESSMENT YEAR	VALUATION	% CHANGE FROM ASSESSMENT		VALUATION	% CHANGE FROM PRIOR YEAR
		PRIOR YEAR	YEAR		
2002-03	\$ 2,346,522,079	1.09%	2005-06	\$ 2,273,383,448	7.01%
2003-04	2,375,318,094	0.72%	2006-07	2,387,226,864	5.01%
2004-05	2,124,411,839	-10.56%	2007-08	2,677,866,123	12.17%

**CENTRALLY ASSESSED UNITARY AND CONSTRUCTION WORK IN PROGRESS  
TAX DISTRIBUTION  
FISCAL YEAR 2007-08**

COUNTY	SECURED UTILITIES & 6-Mo CWIP	PRIVATE CARLINES	UNSECURED 12-Mo CWIP and PET	TOTAL TAX
Carson City	\$ 883,352	\$ -	\$ 87,623	\$ 970,975
Churchill	1,166,416	7,175	53,448	1,227,038
Clark	32,408,777	13,722	4,310,734	36,733,233
Douglas	715,788	-	47,131	762,919
Elko	2,710,346	30,796	75,347	2,816,488
Esmeralda	542,429	-	26,074	568,502
Eureka	402,133	4,891	14,312	421,336
Humboldt	2,037,334	15,068	108,048	2,160,449
Lander	1,255,643	6,814	60,101	1,322,558
Lincoln	1,087,654	10,711	41,684	1,140,049
Lyon	1,822,189	4,747	112,466	1,939,402
Mineral	730,930	-	38,317	769,246
Nye	1,810,467	-	114,245	1,924,712
Pershing	1,343,850	12,888	71,330	1,428,069
Storey	1,068,851	1,502	2,389,835	3,460,188
Washoe	7,865,650	14,392	604,255	8,484,297
White Pine	520,434	-	22,799	543,233
<b>Total County Distribution</b>	<b>\$ 58,372,242</b>	<b>\$ 122,706</b>	<b>\$ 8,177,747</b>	<b>\$ 66,672,695</b>
State Debt Service Fund	3,616,776	8,283	473,712	4,098,771
State General Fund - P&I	150,984	200	1,249	152,433
<b>TOTAL</b>	<b>\$ 62,140,003</b>	<b>\$ 131,188</b>	<b>\$ 8,652,708</b>	<b>\$ 70,923,899</b>

**Secured Tax Roll Summary**  
**Assessed Values - Centrally Assessed Properties**

	Airlines		Electrics		Gas/Pipelines		Railroads		Communications		Total By County
	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	
Carson City	\$ -	\$ 40	\$ 11,655,817	\$ 576,554	\$ 14,656,485	\$ 458,368	\$ -	\$ -	\$ 6,204,130	\$ 510,646	\$ 34,062,041
Churchill	5,708,465	4,091	21,112,303	996,984	8,511,984	215,254	5,788,865	4,485	2,309,103	38,230	44,689,766
Clark	131,043,974	170,362	948,038,474	120,854,633	207,997,919	6,313,248	13,639,249	10,741	17,339,283	1,249,232	1,446,657,114
Douglas	41,796	61	18,236,956	902,090	2,911,099	91,042	-	-	10,730,689	200,793	33,114,525
Elko	6,122,390	6,365	41,938,596	1,350,559	4,662,288	145,809	26,401,616	20,251	20,104,878	1,179,733	101,932,485
Esmeralda	9,277,537	23,608	9,358,178	455,235	-	-	-	-	211,802	19,483	19,345,843
Eureka	2,674,906	5,192	11,837,506	470,653	643,120	20,113	5,105,580	3,903	1,916,474	43,843	22,721,290
Humboldt	2,880,552	4,715	61,669,667	1,982,172	7,280,232	227,682	14,371,282	11,010	7,022,191	163,610	95,613,113
Lander	5,254,728	6,722	24,151,862	1,193,432	1,183,443	37,011	4,180,293	3,201	2,921,285	113,599	39,045,578
Lincoln	2,462,574	5,373	8,521,976	1,036,872	16,789,667	168,915	9,918,298	7,811	3,893,464	102,244	42,907,194
Lyon	3,069,770	5,024	36,391,749	1,681,398	10,841,983	314,880	3,953,095	3,094	8,026,353	417,183	64,704,530
Mineral	5,440,097	10,646	14,444,924	655,033	476,336	14,897	-	-	376,011	30,481	21,448,426
Nye	17,077,632	31,918	37,631,711	2,062,903	398,717	12,470	-	-	6,104,590	529,030	63,848,972
Pershing	1,957,293	708	22,251,370	1,049,932	8,428,554	263,595	8,661,036	6,633	3,797,068	98,383	46,514,573
Storey	1,688,207	2,119	4,696,407	22,194,009	2,262,453	29,856	901,635	691	544,548	32,322	32,352,246
Washoe	23,871,439	19,208	96,342,233	4,492,973	66,212,718	1,586,461	13,143,051	10,180	45,489,423	3,483,379	254,651,064
White Pine	3,701,640	2,949	11,489,270	232,967	-	-	-	-	1,231,706	104,808	16,763,340
<b>Total</b>	<b>\$ 222,273,000</b>	<b>\$ 299,100</b>	<b>\$ 1,379,769,000</b>	<b>\$ 162,188,400</b>	<b>\$ 353,257,000</b>	<b>\$ 9,899,600</b>	<b>\$ 106,064,000</b>	<b>\$ 82,000</b>	<b>\$ 138,223,000</b>	<b>\$ 8,317,000</b>	<b>\$ 2,380,372,100</b>

**2007-2008 TAX YEAR  
UNSECURED TAX ROLL SUMMARY  
ASSESSED VALUES CENTRALLY ASSESSED PROPERTIES**

	Unsecured Airlines	Private Carlines	Property Escaping Taxation**	Twelve Month CWIP*					Total 12 Mo CWIP
				Airlines	Electrics	Gas/Pipeline	Railroad	Communication	
Carson City	\$ 96,149	\$ -	\$0	\$ 48	\$ 721,100	\$ 1,265,171	\$ -	\$ 1,112,714	\$ 3,099,033
Churchill	67,033	277,990	-	8,928	1,283,328	594,137	17,559	47,793	1,951,745
Clark	8,768,407	535,473	11,007,000	637,579	123,318,974	12,102,717	42,047	1,715,116	137,816,433
Douglas	345,117	-	-	73	1,128,249	251,291	-	140,184	1,519,797
Elko	184,927	1,283,759	803	17,608	2,024,929	402,456	79,276	218,286	2,742,555
Esmeralda	225,430	-	-	107,401	565,245	-	-	16,947	689,593
Eureka	32,250	279,509	-	16,156	587,972	55,515	15,279	90,645	765,567
Humboldt	63,611	730,659	35,501	13,938	3,686,761	628,441	43,100	584,907	4,957,147
Lander	36,809	216,030	-	11,500	1,494,088	102,157	12,531	223,252	1,843,528
Lincoln	12,261	416,813	-	12,609	1,103,864	68,477	30,576	359,905	1,575,431
Lyon	39,277	171,637	-	21,754	2,194,136	869,121	12,111	829,691	3,926,813
Mineral	78,879	-	-	46,749	864,926	41,118	-	66,222	1,019,015
Nye	368,344	-	-	126,843	2,443,820	34,418	-	991,210	3,596,291
Pershing	104,292	445,773	-	3,151	1,352,167	727,566	25,966	212,843	2,321,693
Storey	30,795	45,640	-	9,165	71,738,243	64,582	2,704	72,630	71,887,324
Washoe	877,840	518,435	1,873,000	43,791	5,827,515	2,990,433	39,851	7,653,962	16,555,552
White Pine	133,178	-	-	7,407	282,783	-	-	229,893	520,083
<b>Total</b>	<b>\$11,464,599</b>	<b>\$4,921,719</b>	<b>\$12,916,304</b>	<b>\$1,084,700</b>	<b>\$220,618,100</b>	<b>\$20,197,600</b>	<b>\$321,000</b>	<b>\$14,566,200</b>	<b>\$256,787,600</b>

\*CWIP = Construction Work in Progress

\*\*PET = Property Escaping Taxation

Pursuant to NRS 361.321, construction-work-in-progress (CWIP) must be included on the central assessment roll.

**2007-2008 TAX YEAR  
CENTRALLY ASSESSED UTILITIES TAX ROLL SUMMARY**

	<b>Secured Unitary Assessments</b>	<b>Secured 6 Mo. CWIP * Assessments</b>	<b>Unsecured Airline Assessments</b>	<b>Unsecured Carline Assessments</b>	<b>Unsecured PET ** Assessments</b>	<b>Unsecured 12 Mo. CWIP Assessments</b>	<b>Combined Number of Assessments</b>	<b>Secured Total Value Assessments</b>	<b>Unsecured Total Value Assessments</b>	<b>Combined Total Value Assessments</b>
Carson City	8	1	3	0	0	1	13	\$ 34,062,041	\$ 3,195,182	\$ 37,257,223
Churchill	24	3	5	169	0	3	204	44,689,766	2,296,768	46,986,534
Clark	60	8	14	113	2	9	206	1,446,657,114	158,127,310	1,604,784,424
Douglas	4	1	4	0	0	1	10	33,114,525	1,864,914	34,979,439
Elko	30	4	9	169	1	4	217	101,932,485	4,212,044	106,144,529
Esmeralda	11	3	3	0	0	2	19	19,345,843	915,023	20,260,866
Eureka	21	3	6	169	0	3	202	22,721,290	1,077,326	23,798,616
Humboldt	20	2	5	169	0	3	199	95,613,113	5,786,918	101,400,031
Lander	22	3	6	169	0	4	204	39,045,578	2,096,367	41,141,945
Lincoln	20	3	5	113	0	3	144	42,907,194	2,004,505	44,911,699
Lyon	27	3	4	169	0	2	205	64,704,530	4,137,727	68,842,257
Mineral	16	3	3	0	0	2	24	21,448,426	1,097,894	22,546,320
Nye	16	4	7	0	0	4	31	63,848,972	3,964,635	67,813,607
Pershing	23	2	4	169	0	3	201	46,514,573	2,871,758	49,386,331
Storey	22	3	3	169	0	2	199	32,352,246	71,963,759	104,316,005
Washoe	45	7	8	169	1	6	236	254,651,064	19,824,827	274,475,891
White Pine	12	4	8	0	0	3	27	16,763,340	653,261	17,416,601
<b>Total</b>	<b>381</b>	<b>57</b>	<b>97</b>	<b>1,747</b>	<b>4</b>	<b>55</b>	<b>2,328</b>	<b>\$2,380,372,100</b>	<b>\$286,090,219</b>	<b>\$2,666,462,319</b>

\* Construction Work in Progress

\*\* Property Escaping Taxation

## **LOCAL GOVERNMENT FINANCE SECTION**

The purpose of the Local Government Finance section is to oversee the financial administration of Nevada's counties, cities and districts. For the Fiscal Year ended June 30, 2008, this consisted of overseeing the financial activities of 17 counties, 18 incorporated cities, 47 unincorporated towns, 17 school districts, 168 special districts including 4 multi-county districts.

The major areas of responsibility of the section are contained within the provisions of the Local Government Budget Act (NRS 354.470 to 354.626, inclusive). The areas include overseeing the revenue limitations, indebtedness, budgets and audits of local governments. The section's functional responsibilities within each area include the following:

### REVENUE LIMITATIONS

#### Taxes

Establish and monitor the maximum allowed revenue a local government may receive from property taxes.

Compile, calculate and prepare proforma projections of revenue a local government may receive from property taxes.

Calculate and prepare property tax rates to be certified by the Nevada Tax Commission.

Prepare and publish the Property Tax Rate Report for Nevada Local Governments.

#### Fees for Licenses and Permits

Prescribe guidelines for calculating fee increases for business licenses and building permits.

Monitor for compliance the adoption or increase of fees for business licenses and building permits.

### INDEBTEDNESS

#### Medium Term Obligations

Review and approve or disapprove medium term financing requests including lease/purchase obligations. The approval or disapproval is based upon the probable ability of the local government to repay the debt.

#### Annual Indebtedness Report

Analyze, for reasonableness, the annual indebtedness information submitted by the local governments.

Compile, prepare and publish the Annual Indebtedness Report for Nevada Local Governments.

### BUDGETS

Examine, review, and approve local government budgets based on compliance or noncompliance with statutes and regulations. The examination procedures include but are not limited to the following:

1. Review in detail the form, classification and content of the local governments' estimated resources and expenditures/expenses;
2. Review and verify reported actual prior year resources and expenditures/expenses with the amounts contained in the local governments' audited financial statements.

Local Government Finance Section (con't)

The examination and approval process applies to tentative, final, amended and augmented budgets.

Prepare and provide local governments with a written certificate of compliance or a written notice of lack of compliance regarding their submitted budget documents.

AUDITS

Review annual independent audits of local governments to determine whether the audits comply with regulations adopted pursuant to NRS 354.594.

Refer to the State Board of Accountancy audits which do not adhere to regulations adopted pursuant to NRS 354.594.

Identify all statute and regulation violations reported within each audit.

Evaluate and monitor each local government's plan to correct the identified statute and regulation violations.

In addition, the Local Government Finance Division determines and advises local government officers of regulations, procedures and report forms for compliance with the Local Government Budget and Finance Act. The Division makes such determinations after hearing the advice and recommendations of the Committee on Local Government Finance.

**LOCAL GOVERNMENT  
BUDGETED (ESTIMATED) EXPENDITURES-EXPENSES\*  
FISCAL YEAR 2007-08**

	COUNTY	SCHOOLS	CITIES	TOWNS	DISTRICTS	TOTAL
Carson City	\$ 117,086,162	\$ 117,493,567	\$ -	\$ -	\$ 7,500,830	\$ 242,080,559
Churchill	64,890,068	48,496,419	27,338,376	-	1,005,000	141,729,863
Clark	5,797,853,294	4,171,393,000	2,709,214,465	15,269,033	1,785,022,643	14,478,752,435
Douglas	79,709,772	79,442,435	-	7,139,300	58,229,112	224,520,619
Elko	83,142,536	106,246,913	58,976,874	4,447,812	7,057,335	259,871,470
Esmeralda	6,018,331	1,581,740	-	429,683	-	8,029,754
Eureka	20,290,649	9,044,160	-	2,391,745	874,685	32,601,239
Humboldt	25,641,281	37,852,814	10,381,626	-	24,940,698	98,816,419
Lander	22,063,306	14,161,057	-	5,877,373	9,262,086	51,363,822
Lincoln	12,721,499	13,627,206	2,848,080	1,520,161	8,031,432	38,748,378
Lyon	61,776,306	88,126,733	21,746,256	-	17,393,925	189,043,220
Mineral	10,058,729	8,441,196	-	1,657,173	10,711,321	30,868,419
Nye	92,552,450	88,604,321	-	22,937,037	2,799,435	206,893,243
Pershing	10,396,264	13,506,530	2,131,116	62,855	15,028,474	41,125,239
Storey	18,697,280	7,724,909	-	135,500	2,065,570	28,623,259
Washoe	743,052,056	669,172,207	533,312,350	-	445,544,211	2,391,080,824
White Pine	14,108,491	15,331,627	6,572,169	160,685	24,525,389	60,698,361
Multi-county districts					17,785,948	17,785,948
<b>TOTALS</b>	<b>\$7,180,058,474</b>	<b>\$5,490,246,834</b>	<b>\$3,372,521,312</b>	<b>\$62,028,357</b>	<b>\$2,437,778,094</b>	<b>\$18,542,633,071</b>

\* Source: Final budgets filed June 1, 2007