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REVENUE GENERATED FROM INCREASE IN RATES OF SELECTED TAXES

Estimated Amounts are Based on Current Statutory Definition of Taxable Activity
Using FY 2001-02 Actual Collections and Taxable Activity

Estimated Amount
Generated per Year

CURRENT GENERAL FUND TAXES IN STATUTE

- | | |
|--|----------------------|
| 1. GAMING PERCENTAGE FEES | \$21,800,000 |
| Amount Generated from Additional 0.25% on Gross Gaming Revenue in the Top Tax Bracket | |
| 2. CASINO ENTERTAINMENT TAX | \$6,500,000 |
| Amount Generated from Additional 1% on CET Taxable Activities | |
| 3. SALES AND USE TAX | \$315,000,000 |
| Amount Generated from Additional 1% on Taxable Sales | |
| 4. BUSINESS LICENSE TAX | \$3,100,000 |
| Amount Generated from \$1 Increase in Tax per Quarter per Employee | |
| 5. CIGARETTE TAX | \$1,700,000 |
| Amount Generated from Additional 1 Cent per Pack | |
| 6. OTHER TOBACCO PRODUCTS | \$185,000 |
| Amount Generated from Additional 1% on Wholesaler's Price | |
| 7. LIQUOR TAX | \$1,995,000 |
| Amount Generated from 10% Increase in Tax per Gallon for Each
Type of Alcoholic Product (Beer, Wine, Cordials, and Hard Liquor) | |
| 8. RESTRICTED SLOT TAX | \$676,000 |
| Amount Generated from 10% Increase in Quarterly Rate | |

CURRENT NON-GENERAL FUND TAXES IN STATUTE

- | | |
|--|---------------------|
| 9. PROPERTY TAX | \$5,800,000 |
| Amount Generated from 1 cent per \$100 of Assessed Value | |
| 10. REAL PROPERTY TRANSFER TAX | \$434,000 |
| Amount Generated from 1 Cent per \$500 of Value | |
| 11. ROOM TAX | \$30,000,000 |
| Amount Generated by 1% Tax on Room Revenues | |

PROPOSED GENERAL FUND TAXES NOT IN STATUTE

- | | |
|--|--------------------|
| 12. SLOT ROUTE OPERATOR REVENUE TAX | \$3,100,000 |
| Amount Generated by 1% Tax on Slot Route Operator's Gaming Revenue | |

EXHIBIT E Committee on Taxation

REVENUE GENERATED FROM INCREASE IN RATES OF SELECTED TAXES

CURRENT RATES, FY 2002 ACTUAL COLLECTIONS, AMOUNT GENERATED FROM INCREASE IN TAX

Current Rate	FY 2002 Actual Collections
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CURRENT GENERAL FUND TAXES IN STATUTE

1. GAMING PERCENTAGE FEES		
State Rate	3%, 4%, 6.25%	\$554,639,216
(3.0% of first \$50,000; 4.0% over \$50,000 up to \$134,000; and 6.25% on revenue over \$134,000 on a monthly basis)		
Amount Generated by Additional 0.25% on gross gaming revenue (Increase top rate of 6.25% to 6.50%) (Based on FY 2002 taxable gaming revenues)		\$21,800,000
2. CASINO ENTERTAINMENT TAX		
State Rate	10%	\$64,817,715
Amount Generated by Additional 1% on Taxable Casino Entertainment Activity (Based on FY 2002 actual collections)		\$6,500,000
3. SALES TAX		
State General Fund	2.00%	\$642,726,771
Local School Support Tax (LSST)	2.25%	\$708,270,272
Basic City/County Relief Tax (BCCRT)	0.50%	\$157,407,467
Supplemental City/County Relief Tax (SCCRT)	1.75%	\$550,880,803
Local Option Taxes (LOPT):		\$216,661,043
Clark, Washoe, and Storey counties	0.75%	
Carson City and Churchill County	0.50%	
Douglas, Lincoln, and Nye counties	0.25%	
White Pine County	0.375%	
State Commission from LSST, BCCRT, SCCRT, and LOPT taxes for collecting and distributing the tax for local governments. (Deposited in the general fund)	0.75%	\$12,341,709
Amount Generated by Additional 1% Sales Tax (Based on FY 2002 taxable sales of \$31.8 billion) (Amount is Net of the 1.25% Taxpayer Collection Allowance)		\$315,000,000
4. BUSINESS LICENSE TAX		
Quarterly Rate per Full-time Equivalent Employee (FTE)	\$25 per quarter per FTE	\$78,394,651
Amount Generated by Additional \$1 per FTE employee per quarter (Based on FY 2002 actual collections)		\$3,100,000
5. CIGARETTE TAX		
State Rate	25 cents per pack	\$41,843,892
Local Government Rate	10 cents per pack	\$16,337,662
Amount Generated by 1 Cent per Pack Increase in Cigarette Tax (Based on FY 2002 actual number of packages - 172,235,750) (Amount is Net of the 3.0% Taxpayer Collection Allowance)		\$1,700,000
6. OTHER TOBACCO PRODUCTS		
State Rate	30% of Wholesaler's Price	\$5,557,893
Amount Generated by Additional 1% on Wholesaler's Price (Based on FY 2002 actual collections) (Amount is Net of the 2.0% Taxpayer Collection Allowance)		\$185,000

REVENUE GENERATED FROM INCREASE IN RATES OF SELECTED TAXES
CURRENT RATES, FY 2002 ACTUAL COLLECTIONS, AMOUNT GENERATED FROM INCREASE IN TAX

Current
Rate
FY 2002
Actual Collections

CURRENT GENERAL FUND TAXES IN STATUTE - Continued

7. LIQUOR TAX		
Total Liquor Tax Collections		\$15,995,650
Beer	9 Cents per Gallon	
Wine - 1/2% to 14% Alcohol	40 Cents per Gallon	
Cordials - Over 14% to 22% Alcohol	75 Cents per Gallon	
Hard Liquor - Over 22% Alcohol	\$2.05 per Gallon	
(\$1.40 to General Fund, 15 Cents for State Liquor Programs Account, and 50 Cents to Local Governments)		
Amount Generated by 10% Increase in Tax per Gallon by Type		\$1,995,000
Beer - Increase from 9 cents to 10 cents per gallon		\$652,000
Wine - Increase from 40 cent to 44 cents per gallon		\$271,000
Cordials - Increase from 75 to 83 cents per gallon		\$62,000
Hard Liquor - Increase from \$2.05 to \$2.26 per gallon		\$1,010,000
(Based on FY 2002 actual gallons)		
(Amount is Net of the 3.0% Taxpayer Collection Allowance)		

8. QUARTERLY RESTRICTED SLOT TAX		
State Rate per Slot Machine Per Quarter	\$61 per slot for slots 1-5	\$6,719,870
(A restricted gaming licensee is allowed to operate up to 15 slot machines.)	\$106 per slot for slots 6-15	
Amount Generated by 10% increase in Rate for Each Bracket		\$676,000
(Increase rate on 1-5 slots from \$61 to \$67 per machine, and increase rate on 6-15 slot machines from \$106 to \$117 per machine per quarter)		
(Based on end of FY 2002 licensed slot machines)		

CURRENT NON-GENERAL FUND TAXES IN STATUTE

9. PROPERTY TAX		
State Debt Rate per \$100 of Assessed Value	15 Cents	
Amount Generated by 1 Cent per \$100 of Assessed Value		\$5,800,000
(Based on FY 2002-03 Assessed Valuations from Department of Taxation's Redbook)		

10. REAL PROPERTY TRANSFER TAX		
<u>Rate levied per \$500 of unencumbered value</u>		
Local governments	55 Cents	\$23,870,636
Low-Income Housing Fund	10 Cents	\$4,666,741
Optional tax to replace revenues lost in "Fair-Share" legislation	Up to 10 Cents	NA
Optional tax to support open space plan in a county	Up to 1/10 of 1 Percent	NA
For school district capital projects in county with population over 400,000	60 Cents	\$19,606,288
Amount Generated by 1 Cent per \$500 of Unencumbered Value		\$434,000
(Based on FY 2002 actual collections from 55 cent portion)		

11. ROOM TAX		
State Fund for Promotion of Tourism	3/8 of 1%	\$11,268,558
Local Governments for Promotion of Tourism	5/8 of 1%	\$2,687,262
School Capital Projects in counties with Population over 400,000	1 5/8%	\$41,843,538
Amount Generated by 1% tax on room rental receipts		\$30,000,000
(Based on estimate calculated by Fiscal staff using 3/8 of 1% portion)		

REVENUE GENERATED FROM INCREASE IN RATES OF SELECTED TAXES
 CURRENT RATES, FY 2002 ACTUAL COLLECTIONS, AMOUNT GENERATED FROM INCREASE IN TAX

Current
Rate

FY 2002
Actual Collections

PROPOSED GENERAL FUND TAXES NOT IN STATUTE

12. SLOT ROUTE OPERATOR REVENUE TAX		
Currently Slot Route Operators do not pay taxes on revenue from slot machines	NA	
Amount Generated by 1% tax on SRO monthly slot revenue (Based on estimate calculated by Fiscal staff)		\$3,100,000

ADDITIONAL CURRENT GENERAL FUND TAXES IN STATUTE

13. QUARTERLY NONRESTRICTED SLOT TAX		
State Rate per Slot Machine Per Quarter	\$20	\$15,498,440
Amount Generated by \$1 per Slot Machine (Based on end of FY 2002 licensed slot machines)		\$770,000