

SENATE BILL NO. 503—COMMITTEE ON TAXATION

(ON BEHALF OF THE DEPARTMENT OF TAXATION)

MARCH 26, 2007

Referred to Committee on Taxation

SUMMARY—Requires payment of penalty and interest for failure to pay to the Department of Taxation required licensing fees for exhibitions in a timely manner. (BDR 32-579)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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EXPLANATION – Matter in **bolded italics** is new; matter between brackets **[omitted material]** is material to be omitted.

AN ACT relating to state revenue; requiring the payment of a penalty and interest for failure to pay to the Department of Taxation required licensing fees for exhibitions in a timely manner; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires a person who conducts a business in this State to have a state business license, but provides an exception for a person who takes part in an exhibition, such as a trade show, craft show or convention, at a facility for purposes related to a business if the person or governmental entity that operates the facility pays to the Department of Taxation a licensing fee on behalf of the person. (NRS 360.767, 360.780, 360.787)

Section 1 of this bill imposes a penalty of not more than 10 percent of the amount due, plus interest at the rate of 1 percent per month, on persons or governmental entities that fail to pay such required licensing fees to the Department in a timely manner.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. NRS 360.417 is hereby amended to read as follows:
360.417 Except as otherwise provided in NRS 360.232 and 360.320, and unless a different penalty or rate of interest is



1 specifically provided by statute, any person who fails to pay any tax
2 provided for in chapter 362, 363A, 363B, 369, 370, 372, 374, 377,
3 377A, 444A or 585 of NRS, or any fee provided for in NRS
4 482.313, *and any person or governmental entity that fails to pay*
5 *any fee provided for in NRS 360.787*, to the State or a county
6 within the time required, shall pay a penalty of not more than 10
7 percent of the amount of the tax or fee which is owed, as determined
8 by the Department, in addition to the tax or fee, plus interest at the
9 rate of 1 percent per month, or fraction of a month, from the last day
10 of the month following the period for which the amount or any
11 portion of the amount should have been reported until the date of
12 payment. The amount of any penalty imposed must be based on a
13 graduated schedule adopted by the Nevada Tax Commission which
14 takes into consideration the length of time the tax or fee remained
15 unpaid.

16 **Sec. 2.** This act becomes effective on July 1, 2007.

