SENATE BILL NO. 479–COMMITTEE ON FINANCE

MARCH 25, 2013

Referred to Committee on Commerce, Labor and Energy

SUMMARY—Revises provisions governing credits against the insurance premium tax. (BDR 57-1200)

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

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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 insurance; authorizing a certain credit against the insurance premium tax to be carried forward into subsequent years until entirely used; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law provides for each insurer that transacts business in this State to pay a tax on his or her net direct premiums and net direct considerations. (NRS 680B.027) Existing law also provides for a credit against the portion of this tax paid by the insurer for the insurer's policies of industrial insurance, this credit being equal to the amount of the assessment paid by the insurer to the Division of Industrial Relations of the Department of Business and Industry to support specified services and programs. (NRS 680B.036) **Section 1** of this bill provides that this credit does not expire and may be carried forward into subsequent years until entirely used.

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

Section 1. NRS 680B.036 is hereby amended to read as follows:

680B.036 ***1.*** Each insurer providing industrial insurance in this state pursuant to chapters 616A to 617, inclusive, of NRS is entitled to a credit against the premium tax paid pursuant to NRS 680B.027 for its policies of industrial insurance in an amount equal to the assessment paid by the insurer to the Division of Industrial Relations of the Department of Business and Industry pursuant to NRS 232.680.

2. The credit provided to an insurer pursuant to subsection 1 does not expire and the insurer may carry forward any unused amount of the credit into subsequent years until the entire amount of the credit is used.

Sec. 2. This act becomes effective on July 1, 2013.

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