

SENATE CONCURRENT RESOLUTION NO. 1—COMMITTEE
ON LEGISLATIVE OPERATIONS AND ELECTIONS

(ON BEHALF OF THE NEVADA LEAGUE OF
CITIES AND MUNICIPALITIES)

PREFILED DECEMBER 20, 2012

Referred to Committee on Legislative Operations and Elections

SUMMARY—Requires the Legislative Commission to conduct an
interim study regarding the taxation of services.
(BDR R-260)

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

SENATE CONCURRENT RESOLUTION—Requiring the
Legislative Commission to conduct an interim study
regarding the taxation of services.

1 WHEREAS, The economy of the State of Nevada and its local
2 governments relies significantly on revenue derived from taxing the
3 sale of goods; and

4 WHEREAS, The economic downturn that began in 2007,
5 accompanied by changing economic patterns which have caused the
6 sale of services to constitute a greater part of the economy, has
7 reduced the revenue derived from taxing the sale of goods; and

8 WHEREAS, The creation of a sales tax on services could help to
9 realign and stabilize the tax base in accordance with the actual
10 economic activity taking place; and

11 WHEREAS, The Nevada League of Cities and Municipalities
12 supports the concept of examining a sales tax on services that would
13 be offset by lowering the sales tax on goods to produce a net effect
14 that would be revenue neutral; and

15 WHEREAS, An interim study of the taxation of services could
16 assist the Legislature in establishing a tax structure for this State and
17 its local governments that would be more flexible, be more stable
18 and provide adequate revenues; now, therefore, be it

19 RESOLVED BY THE SENATE OF THE STATE OF NEVADA, THE
20 ASSEMBLY CONCURRING, That the Legislative Commission is



1 hereby directed to conduct an interim study on the desirability,
2 feasibility and necessity of imposing sales taxes on the provision of
3 selected services; and be it further

4 RESOLVED, That the interim study, in conjunction with an
5 examination of the concept of imposing sales taxes on the provision
6 of selected services, should consider revenue neutrality achieved by
7 a corresponding lowering of the taxes imposed on the sale of goods;
8 and be it further

9 RESOLVED, That as soon as practicable after July 1, 2013, the
10 Legislative Commission shall appoint a committee composed of
11 three members of the Senate and three members of the Assembly,
12 one of whom must be appointed by the Commission to serve as
13 Chair of the committee, from among the members of the standing
14 committees on taxation of this Legislative Session to conduct the
15 study; and be it further

16 RESOLVED, That as soon as practicable after July 1, 2013, the
17 Legislative Commission shall appoint an advisory subcommittee to
18 assist the committee in conducting the study; and be it further

19 RESOLVED, That the advisory subcommittee appointed to assist
20 the committee in conducting the study must consist of five
21 members, three of whom are nominated by the Nevada League of
22 Cities and Municipalities and two of whom are nominated by the
23 Nevada Association of Counties; and be it further

24 RESOLVED, That the Legislative Commission may require the
25 study to be completed not less than 45 days before the first day of
26 the 78th Session of the Legislature; and be it further

27 RESOLVED, That any recommended legislation proposed by the
28 committee must be approved by a majority of the members of the
29 Senate and a majority of the members of the Assembly appointed to
30 the committee; and be it further

31 RESOLVED, That the Legislative Commission shall submit a
32 report of the results of the study and any recommendations for
33 legislation to the 78th Session of the Nevada Legislature; and be it
34 further

35 RESOLVED, That the Secretary of the Senate prepare and
36 transmit a copy of this resolution to the Governor and the Executive
37 Director of the Department of Taxation.

