

**EXECUTIVE AGENCY
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 23, 2015

Agency Submitting: Department of Taxation

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
Category 01 Personnel Costs (Expense)		\$15,611		
Category 26 Info Tech Contract Programming (Expense)		\$72,000		
Total	0	\$87,611	0	0

Explanation

(Use Additional Sheets of Attachments, if required)

Please see attached

Name Deonne Contine

Title Executive Director

DEPARTMENT OF ADMINISTRATION'S COMMENTS

Date Monday, March 23, 2015

The agency's response appears reasonable.

Name James R. Wells, CPA

Title Interim Director

DESCRIPTION OF FISCAL EFFECTBDR/Bill/Amendment Number: BDR 57-1003Name of Agency: Department of Taxation

Division/Department: _____

Date: March 12, 2015

BDR 57-1003 establishes a tax credit for an insurer who meets certain criteria related to economic development in this State. Specifically, a credit can be approved up to 80% against the Insurance Premium Tax imposed by NRS 680B.027. However, the credit is ineligible for any insurers who have received 10 years of credits under NRS 680B.050. Additionally, for any insurer who has already taken a credit under 680B.050 and is approved for this new credit, the insurer must reduce the new credit by any amount of credit taken under NRS 680B.050.

Expenses:

In order to administer the changes in this bill, the Department must make some programming changes to the Unified Tax System. The Department estimates the cost to do so as \$87,611.

The Department can administer the program on an ongoing basis with current staffing resources.

Revenues:

The Department is unable to determine the impact on revenue because we are unaware how many insurers would apply and qualify for the tax credit.