

**EXECUTIVE AGENCY  
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: February 2, 2017

Agency Submitting: Department of Taxation

<b>Items of Revenue or Expense, or Both</b>	<b>Fiscal Year 2016-17</b>	<b>Fiscal Year 2017-18</b>	<b>Fiscal Year 2018-19</b>	<b>Effect on Future Biennia</b>
Travel (Expense)		\$47,800	\$7,967	
Printing (Expense)			\$145	
Information Technology (Expense)		\$427,816	\$630	\$1,260
Lockbox (Expense)		\$13,561	\$6,361	\$12,722
Total	0	\$489,177	\$15,103	\$13,982

Explanation

(Use Additional Sheets of Attachments, if required)

Please see attached.

Name Deonne Contine

Title Executive Director

**DEPARTMENT OF ADMINISTRATION'S COMMENTS**

Date Wednesday, February 01, 2017

The agency's response appears reasonable.

Name Laura Freed

Title Executive Budget Officer

## DESCRIPTION OF FISCAL EFFECT

BDR/Bill/Amendment Number: S-432

Name of Agency: Department of Taxation

Division/Department: \_\_\_\_\_

Date: January 25, 2017

S-432 creates the Tax Advisory Committee. The Committee will be tasked with developing a plan to implement the most effective tax structure for this State.

### Revenue:

The impact on revenue cannot be determined

### Expense:

The Committee will be staffed with five members. The Department assumes that travel costs for each member will be paid for by the Department. Additionally the Department would cover the cost of reporting services.

Additionally, Sec. 2 provides that the committee may submit proposed changes to the Department regarding the tax return forms for the Modified Business Tax and the Commerce Tax. Should changes occur, the Department will be required to re-program these forms within our Unified Tax System, including internal databases, our online filing system and with our lockbox vendor. Additionally, monthly lockbox charges will be increased due to the additional data that would be collected. The following estimate assumes a change to each of the Modified Business Tax Returns and the Commerce Tax Return.

FY 2018: \$489,177

FY 2019: \$15,103

Future Biennia: \$13,982

Expense Summary  
BDR S-432  
Nevada Department of Taxation  
January 26, 2017

Budget Account: 2361 DEPARTMENT OF TAXATION

Department: 13 DEPARTMENT OF TAXATION

Catg	Description	FY 2018	FY 2019	Future Biennia
03	Travel	\$ 47,800.00	\$ 7,967.00	
04	Printing	\$ -	\$ 145.00	
26	Information Technology	\$ 427,816.00	\$ 630.00	\$ 1,260.00
15	Lockbox	\$ 13,561.00	\$ 6,361.00	\$ 12,722.00
Total		\$ 489,177.00	\$ 15,103.00	\$ 13,982.00