

**EXECUTIVE AGENCY
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: April 2, 2017

Agency Submitting: Department of Taxation

Items of Revenue or Expense, or Both	Fiscal Year 2016-17	Fiscal Year 2017-18	Fiscal Year 2018-19	Effect on Future Biennia
Personnel Services (Expense)		\$549,940	\$1,165,612	\$2,564,346
In State Travel (Expense)		\$3,414	\$9,051	\$18,102
Operating (Expense)		\$38,250	\$37,813	\$75,626
Equipment (Expense)		\$82,841		
Lockbox (Expense)		\$25,936	\$23,536	\$47,072
Information Technology (Expense)		\$366,880	\$29,789	\$59,578
Total	0	\$1,067,261	\$1,265,801	\$2,764,724

Explanation

(Use Additional Sheets of Attachments, if required)

Please see attached

Name Deonne Contine

Title Executive Director

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Friday, March 31, 2017

The agency's response appears reasonable.

Name Susan Brown

Title Executive Budget Officer

DESCRIPTION OF FISCAL EFFECTBDR/Bill/Amendment Number: 58-962Name of Agency: Department of Taxation

Division/Department: _____

Date: March 27, 2017

BDR 58-962 imposes a tax on wholesale sales of electricity generated from renewable energy. The Department of Taxation would be required, in cooperation with the Office of Energy and Public Utilities Commission of Nevada, to adopt regulations providing for a system to determine the amount of the tax. Tax rates will differ and be based upon the total annual amount of electricity produced. This tax is distributed to the State General Fund. This bill would become effective July 1, 2017.

Revenue:

The impact on revenue cannot be determined.

Expense:

The Department would be required to program this new tax into the Unified Tax System. In addition, the Department would need the following staff to support and administer this new tax: 1 Supervising Auditor, 5 Auditor II's, 1 Revenue Officer III, 6 Revenue Officer II's and 4 Tax Examiners. Lockbox services would also be expanded. The fiscal impact is as follows:

FY 2018: \$1,067,261

FY 2019: \$1,265,801

Future Biennia: \$2,764,724