Analysis of Fiscal Policy in Nevada

Appendix 7A:
Supporting Exhibits

Governor's Task Force on Tax Policy in Nevada

November 15, 2002

Analysis of Fiscal Policy in Nevada

Appendix 7A: Fiscal Recommendation Overview Summaries

Governor's Task Force on Tax Policy in Nevada

November 15, 2002

Exhibit 7A-1: Fiscal Recommendation Overview Summaries
Business License Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Business License Tax**		
Law:	NRS 364A		
Basis of the Tax:	Full-time equivalent employees.		
Procedure:	Tax is imposed on the total number of full-time equivalent employees. The total number of full-time equivalent employees is calculated by dividing the total number of hours worked by all employees by 468 or by multiplying 7.2 hours by the number of days each full-time employee was employed by the business up to a maximum of 65 days per quarter. Total employees are to include all sole proprietors and any natural person deemed the "owner" of the business regardless of the number of persons employed by the business. In addition, the one-time $25 registration fee becomes an annual business license renewal fee for a two-year period only.		
Rate:	**As Recommended:**	**Status Quo:**	**Increase Amount:**
	$35 per full-time equivalent employee per quarter.	$25 per full-time equivalent employee per quarter.	$10 per full-time equivalent employee per quarter.
Distribution:	State General Fund		
Collection:	Business must first obtain a state business license. Tax is due on the last day of each calendar quarter and must be paid on or before the last day following the month, unless total tax due each quarter is less than $100, then annual payments are permitted.		

Exhibit 7A-1: Fiscal Recommendation Overview Summaries – *Cont.*
Business License Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Business License Tax**		
Exemptions:	Non-profit religious, charitable, or educational associations and governmental entities or a business that creates or produces motion pictures. Hours worked by pupils in school supervised work-study programs as well as equal hours worked by full-time or part-time employees. Also, partial exemption to employer who provides child care. A new or expanding business may also qualify for a partial abatement.		
Contact Agency:	Nevada Department of Taxation, 1550 East College Parkway, Carson City, Nevada 89706-7921		
Yield Comparison: FY 2003-04:[1]	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	$133.3 million	$82.0 million	$51.3 million

Exhibit 7A-2: Fiscal Recommendation Overview Summaries
Corporate Filing Fees / Secretary of State Fees
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Corporate Filing Fees / Secretary of State Fees**		
Law:	Incorporation Fees NRS 78, 78A, 80 and 81; Business Trusts NRS 88A.900; Limited Liability Companies NRS 86.151; Limited Partnership Fees NRS 88.415 and 88.516; NRS 87.440 and 87.560; Trademarks and Trade Names NRS 600.360 and NRS 600.370; Uniform Commercial Code NRS 104		
Basis of the Tax:	Fees imposed on persons forming corporations; making agreements of consolidation providing for shares; forming business trusts; forming limited liability companies; forming limited partnerships; forming limited liability partnerships; protecting the usage of a trademark or trade name; or filing under Article 9 of the Uniform Commercial Code. Fees are charged both for the creation of these entities as well as the annual filings (i.e., filing of an annual list of managers). In total the base of this tax includes 190,000 registered entities and more than 50,000 new entities registering each year.		
Procedure:	All fees are based on the actual services provided. Applicants must file with the Secretary of State's Office. Please see Exhibit 7A-2b.		
Rate:	Rates depend on service provided. Please see Exhibit 7A-2b.		
Distribution:	State General Fund		
Collection:	All fees are due at the time of filing.		
Exemptions:	None.		
Contact Agency:	Nevada Secretary of State, 101 N. Carson St., Suite 3, Carson City, Nevada 89701-4786.		
Yield Comparison: FY 2003-04:	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	$75.5 million	$56.3 million	$28.1. million

Exhibit 7A-2b: Fiscal Recommendation Overview Summaries
Secretary of State Fee Schedule (1)

Secretary of State Fees	Current	Recommendation (9)
For Profit Corporations Initial Filing Fees (per authorized share): (2)		
$75,000 or less	$175.00	$262.50
$75,001 and not over $200,000	$225.00	$337.50
$200,001 and not over $500,000	$325.00	$487.50
$500,001 and not over $1,000,000	$425.00	$637.50
Over $100,000		
For the first $1,000,000	$425.00	$637.50
For each additional $500,000 - or fraction thereof	$225.00	$337.50
Maximum fee	$25,000.00	$37,500.00
Other Profit Corporations Initial Filing Fees:		
Reinstatement Fee	$200.00	$300.00
Certificate of Amendment, minimum fee*	$150.00	$225.00
Certificate pursuant to NRS 78.209 (stock Split), minimum fee*	$150.00	$225.00
Certificate pursuant to NRS 78.1955 (stock designation)	$150.00	$225.00
Amendment to Certificate pursuant NRS 78.1955 (stock designation)	$150.00	$225.00
Restated Articles, minimum fee*	$150.00	$225.00
Certificate of Correction, minimum fee*	$150.00	$225.00
Certificate of Termination (includes filings pursuant to NRS 78.209, 78.380 & 72.390)	$150.00	$225.00
Termination of Merger, Exchange or Conversion (filings pursuant to NRS 92A.240)	$325.00	$487.50
Mergers* or Articles of Exchange	$325.00	$487.50
Dissolution of Corporation	$60.00	$90.00
Withdrawal of Foreign Corporation	$60.00	$90.00
Preclearance of any Document	$100.00	$150.00
Articles of Conversion	n/a	n/a
Articles of Domestication	n/a	n/a
Revival of Corporation	n/a	n/a
24 Hour Expedite fee for above filings	$100.00	$150.00
Change of Resident Agent/Address	$30.00	$45.00
Resignation of Resident Agent	$40.00	$60.00
Name Reservation	$20.00	$30.00
24 Hour Expedite fee for above filings	$20.00	$30.00
Apostille	$20.00	$30.00
Certificate of Good Standing	$40.00	$60.00
Initial List of Officers and Directors	$165.00	$247.50
Annual or Amended List of Officers and Directors	$85.00	$127.50
24 Hour Expedite fee for above filings	$50.00	$75.00
Certification of Documents – per certification	$20.00	$30.00
Copies – per page	$1.00	$1.50
Late Fee for List of Officers	$50.00	$75.00
Not-For-Profit Corporation Fees: (3)		
Articles of Incorporation pursuant to NRS 81.010 (Nonprofit Cooperative Corp. with stock) (4))	$25.00	$37.50
Articles of Incorporation pursuant to NRS 81.170 (Cooperative Associations)	$25.00	$37.50
Articles of Incorporation pursuant to NRS 81.410 (Nonprofit Cooperative Corp without stock)	$25.00	$37.50
Articles of Incorporation pursuant to NRS 82.006 (Nonprofit Corporation)	$25.00	$37.50
Articles of Incorporation pursuant to NRS 84.010 (Corporation Sole)**	$25.00	$37.50
Articles of Association pursuant to NRS 89.210 (Professional Association)	$25.00	$37.50
Articles of Conversion - contact office for fee information	n/a	n/a
Articles of Domestication - contact office for fee information	n/a	n/a
Revival of Nonprofit Corporation - contact office for fee information	n/a	n/a
Reinstatement Fee	$25.00	$37.50
Certificate of Amendment	$25.00	$37.50
Restated Articles	$25.00	$37.50
Certificate of Correction	$25.00	$37.50
Termination of Merger (pursuant to NRS 92A.240)	$325.00	$487.50
Merger	$325.00	$487.50
Preclearance of any Document	$100.00	$150.00
Dissolution of Corporation	$25.00	$37.50

Exhibit 7A-2b: Fiscal Recommendation Overview Summaries
Secretary of State Fee Schedule (1)

Secretary of State Fees	Current	Recommendation (9)
24 Hour Expedite fee for above filings	$100.00	$150.00
Change of Resident Agent/Address	$30.00	$45.00
Resignation of Resident Agent	$40.00	$60.00
Name Reservation	$20.00	$30.00
24 Hour Expedite fee for above filings	$20.00	$30.00
Apostille	$20.00	$30.00
Certificate of Good Standing	$40.00	$60.00
Initial List of Officers and Directors	$15.00	$22.50
Annual or Amended List of Officers and Directors	$15.00	$22.50
24 Hour Expedite fee for above filings	$50.00	$75.00
Certification of Documents - per certification	$20.00	$30.00
Copies - per page	$1.00	$1.50
Late Fee for List of Officers	$5.00	$7.50
Limited Liability Company Fees: (5)		
Articles of Organization	$175.00	$262.50
Registration of Foreign Limited-Liability Company	$175.00	$262.50
Reinstatement Fee	$200.00	$300.00
Certificate of Amendment	$150.00	$225.00
Restated Articles	$150.00	$225.00
Certificate of Correction	$150.00	$225.00
Certificate of Termination (Pursuant to NRS 86.226)	$150.00	$225.00
Merger	$325.00	$487.50
Termination of Merger (Pursuant to NRS 92A.240)	$325.00	$487.50
Dissolution of Domestic Limited-Liability Company	$60.00	$90.00
Dissolution of Foreign Limited-Liability Company	$60.00	$90.00
Preclearance of any Document	$100.00	$150.00
Articles of Conversion	n/a	n/a
Articles of Domestication	n/a	n/a
Revival of Limited-Liability Company	n/a	n/a
24 Hour Expedite fee for above filings	$100.00	$150.00
Change of Resident Agent/Address	$30.00	$45.00
Resignation of Resident Agent	$40.00	$60.00
Name Reservation	$20.00	$30.00
24 Hour Expedite fee for above filings	$20.00	$30.00
Apostille	$20.00	$30.00
Certificate of Good Standing	$40.00	$60.00
Initial List of Managers or Members	$165.00	$247.50
Annual or Amended List of Managers or Members	$85.00	$127.50
24 Hour Expedite fee for above filings	$50.00	$75.00
Certification of Documents – per certification	$20.00	$30.00
Copies – per page	$1.00	$1.50
Late Fee for List of Managers or Members	$50.00	$75.00
Limited Partnership Fees: (6)		
Certificate of Limited Partnership	$175.00	$262.50
Registration of Foreign Limited Partnership	$175.00	$262.50
Reinstatement Fee	$200.00	$300.00
Certificate of Amendment	$150.00	$225.00
Restated Articles	$150.00	$225.00
Certificate of Correction	$150.00	$225.00
Merger	$325.00	$487.50
Termination of Merger (Pursuant to NRS 92A.240)	$325.00	$487.50
Cancellation of Domestic Limited Partnership	$60.00	$90.00
Cancellation of Foreign Limited Partnership	$60.00	$90.00
Preclearance of any Document	$100.00	$150.00
Articles of Conversion	n/a	n/a
Articles of Domestication	n/a	n/a
24 Hour Expedite fee for above filings	$100.00	$150.00
Change of Records Office Address	$30.00	$45.00

Exhibit 7A-2b: Fiscal Recommendation Overview Summaries
Secretary of State Fee Schedule (1)

Secretary of State Fees	**Current**	**Recommendation (9)**
Change of Resident Agent/Address	$30.00	$45.00
Resignation of Resident Agent	$40.00	$60.00
Name Reservation	$20.00	$30.00
24 Hour Expedite fee for above filings	$20.00	$30.00
Apostille	$20.00	$30.00
Certificate of Good Standing	$40.00	$60.00
Initial List of General Partners	$165.00	$247.50
Annual or Amended List of General Partners	$85.00	$127.50
24 Hour Expedite fee for above filings	$50.00	$75.00
Certification of Documents – per certification	$20.00	$30.00
Copies – per page	$1.00	$1.50
Late Fee for List of General Partners	$50.00	$75.00
Limited Liability Partnership Fees: (7)		
Registration of Limited-Liability Partnership	$175.00	$262.50
Registration of Foreign Limited-Liability Partnership	$175.00	$262.50
Reinstatement Fee	$200.00	$300.00
Certificate of Amendment	$150.00	$225.00
Certificate of Correction	$150.00	$225.00
Merger	$325.00	$487.50
Termination of Merger (Pursuant to NRS 92A.240)	$325.00	$487.50
Notice of Withdrawal (Termination of Registration), Foreign or Domestic	$60.00	$90.00
Preclearance of any Document	$100.00	$150.00
Articles of Domestication	n/a	n/a
24 Hour Expedite fee for above filings	$100.00	$150.00
Change of Resident Agent/Address	$30.00	$45.00
Resignation of Resident Agent	$40.00	$60.00
Name Reservation	$20.00	$30.00
24 Hour Expedite fee for above filings	$20.00	$30.00
Apostille	$20.00	$30.00
Certificate of Good Standing	$40.00	$60.00
Initial List of Managing Partners	$165.00	$247.50
Annual or Amended List of Managing Partners	$85.00	$127.50
24 Hour Expedite fee for above filings	$50.00	$75.00
Certification of Documents – per certification	$20.00	$30.00
Copies – per page	$1.00	$1.50
Late Fee for List of Managing Partners	$50.00	$75.00
Business Trust Fees: (8)		
Certificate of Business Trust	$175.00	$262.50
Registration of Foreign Business Trust	$175.00	$262.50
Reinstatement Fee	$200.00	$300.00
Certificate of Amendment	$150.00	$225.00
Restated Articles	$150.00	$225.00
Certificate of Correction	$150.00	$225.00
Merger	$325.00	$487.50
Termination of Merger (Pursuant to NRS 92A.240)	$325.00	$487.50
Dissolution of Certificate of Trust	$175.00	$262.50
Cancellation of Foreign Registration	$175.00	$262.50
Preclearance of any Document	$100.00	$150.00
Articles of Conversion	n/a	n/a
Articles of Domestication	n/a	n/a
24 Hour Expedite fee for above filings	$100.00	$150.00
Change of Resident Agent/Address	$30.00	$45.00
Resignation of Resident Agent	$40.00	$60.00
Name Reservation	$20.00	$30.00
24 Hour Expedite fee for above filings	$20.00	$30.00
Apostille	$20.00	$30.00
Certificate of Good Standing	$40.00	$60.00
Initial List of Trustees	$165.00	$247.50

Exhibit 7A-2b: Fiscal Recommendation Overview Summaries
Secretary of State Fee Schedule (1)

Secretary of State Fees	**Current**	**Recommendation (9)**
Annual or Amended List of Trustees	$85.00	$127.50
24 Hour Expedite fee for above filings	$50.00	$75.00
Certification of Documents – per certification	$20.00	$30.00
Copies – per page	$1.00	$1.50
Late Fee for List of Trustees	$50.00	$75.00
Notary and Apostile Certificate Fees:		
Application (New/Renewal)	$35.00	$52.50
Amendment	$10.00	$15.00
Duplicate Certificate	$10.00	$15.00
Apostille	$20.00	$30.00
24-Hour Expedite Service		
1 to 10 Documents - Per Notary Name	$50.00	$75.00
11 or More - *Additional*	$100.00	$150.00
4-Hour Expedite Service - Order may be picked up or mailed out within 4-hours		
1 to 10 Documents - Per Notary Name	$100.00	$150.00
11 to 100 - *Additional*	$100.00	$150.00
2-Hour Expedite Service - Order may be picked up or mailed out within 2-hours		
1 to 10 Documents - Per Notary Name	$250.00	$375.00
11 to 25 Documents - Per Notary Name	$300.00	$450.00
26 to 50 Documents - Per Notary Name	$350.00	$525.00
51 to 75 Documents - Per Notary Name	$400.00	$600.00
76 to 100 Documents - Per Notary Name	$450.00	$675.00
100 or More Documents - Per Notary Name	$500.00	$750.00
Copied and Certification Notices:		
Copies (per page)	$1.00	$1.00
Certification of Document	$20.00	$30.00
Search	$40.00	$60.00
Certificates:		
Certificate of Existence (evidence of good standing - short form)	$40.00	$60.00
Certificate of Existence (listing amendments - long form)	$40.00	$60.00
Certificate Evidencing Name Change	$40.00	$60.00
Certificate of Fact of Merger	$40.00	$60.00
Certificate of Default	$40.00	$60.00
Certificate of Revocation	$40.00	$60.00
Certificate of Dissolution	$40.00	$60.00
Certificate of Withdrawal	$40.00	$60.00
Certificate of Cancellation	$40.00	$60.00
Certificate of Non-Existence	$40.00	$60.00
Miscellaneous Certificates	$40.00	$60.00
Apostille (Hague Treaty Nations)/Certification (Non-Hague Treaty Nations)	$20.00	$30.00
Exemplification	$40.00	$60.00
Expedited Services 24-hour		
Copies (per entity name)		
1 to 10 pages	$50.00	$75.00
11 or more pages	$100.00	$150.00
Certificates (per entity name):		
to 10 certificates	$50.00	$75.00
11 or more certificates	$100.00	$150.00
Search (per entity name):		
Expedite fee on search only; additional expedite fee required for copies	$20.00	$30.00
Expedited Services: 4-hour		
Certificates (per entity name):		
1 or more certificates	$100.00	$150.00
Expedited Services: 2-hour		
Certificates (per entity name):		
	$500.00	$750.00
Special Services (Expedited):		
Articles of Incorporation	$100.00	$150.00

Exhibit 7A-2b: Fiscal Recommendation Overview Summaries
Secretary of State Fee Schedule (1)

Secretary of State Fees	**Current**	**Recommendation (9)**
Articles of Organization, Limited Liability Companies	$100.00	$150.00
Articles of Organization, Limited Liability Partnerships	$100.00	$150.00
Certificate of Limited Partnership	$100.00	$150.00
Foreign Qualifications	$100.00	$150.00
Amendments and Mergers	$100.00	$150.00
Reinstatement	$100.00	$150.00
Revivals	$100.00	$150.00
Preclearance of any document	$100.00	$150.00
Apostilles	$50.00	$75.00
Certificate of Good Standing	$50.00	$75.00
Annual Lists and Late Lists	$50.00	$75.00
Name Reservation	$20.00	$30.00
Resident Agent Changes	$20.00	$30.00
Resident Agent Resignation	$20.00	$30.00
Uniform Commercial Code Filings:		
UCC - 1, 3 & 5 (national form only)		
When documents are sent in writing & consist of 1 or 2 pages.	$20.00	$30.00
When documents are sent in writing & consist of more than 2 pages and up to 20 pages.	$40.00	$60.00
For each page after 20.	$1.00	$1.00
For each additional debtor, trade name or reference to another name under which business is done.	$1.00	$1.00
Public Finance Transaction (national form only)	$40.00	$60.00
Manufactured Home Transaction (national form only)	$20.00	$30.00
UCC-11 (national form only)		
When the search is sent in writing	$20.00	$30.00
Per page for copies	$1.00	$1.00
Expedited Fees: 24 hours		
Expedite fee for all UCC Forms	$50.00	$75.00
Expedite fee for 1-10 Copies	$50.00	$75.00
Expedite fee for 11 or more Copies	$100.00	$150.00
Trademark Fees:		
Mark Registration	$100.00	$150.00
Renewal of Mark	$50.00	$75.00
Amendment to Mark	$60.00	$90.00
Assignment of Mark	$100.00	$150.00
Cancellation of Mark	$50.00	$75.00
Rights of Publicity	$50.00	$75.00
Copies (per page)	$1.00	$1.50
Expedited on all filing: 24 Hours	$50.00	$75.00
Expedited on all filing: 2 Hours	$500.00	$750.00

Notes:
(1) Secretary of State fee schedule; see *http://sos.state.nv.us/comm_rec/fees/index.htm#corp.*
(2) Pursuant to NRS 78, 80, 78A, and 89 Domestic and Foreign Corporations, Close Corporations and Professional Corporations; Fees are based on the value of the total number of authorized shares stated in the Articles of Incorporation; filing fees are calculated on a minimum par value of one-tenth of a cent (.001), regardless if the stated par value is less.
(3) Pursuant to NRS 81, 82, 84 and 89. This includes Nonprofit Cooperative Corporations, Cooperative Associations, Nonprofit Cooperative Corporations without Stock, Nonprofit Corporations, Corporation Sole and Professional Association.
(4) Fee will be higher if corporation elects to authorize stock. Fees will be figured according to the initial filing fee schedule for Profit Corporations.
(5) Pursuant to NRS 86 for both Domestic and Foreign Limited- Liability Companies
(6) Pursuant to NRS 88 for both Domestic and Foreign Limited Partnerships.
(7) Pursuant to NRS 87 for both Domestic and Foreign Limited-Liability Partnerships.
(8) Pursuant to NRS 88A for both Domestic and Foreign Business Trusts.
(9) All increases represent 150 percent of the current levy.

Exhibit 7A-3: Fiscal Recommendation Overview Summaries
State Liquor Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Liquor Tax**					
Law:	NRS 369					
Basis of the Tax:	Tax is levied on gallons sold, imported, processed or stored basis. In FY 2001-02, the number of gallons of intoxicating liquor sold was approximately 80 million. Beer represented roughly 84 percent of that total.					
Procedure:	Tax is based on the importation, processing, storing or selling of all liquor, including beer containing 0.5 of 1 percent or more of alcohol by volume and used for beverage purposes.					
Rate:[2]	**As Recommended:**		**Status Quo:**		**Increase Amount:**	
	Malt Liquor:	$0.17/gal.	Malt Liquor:	$0.09/gal.	Malt Liquor:	$0.08/gal.
	Wine:	$0.76/gal.	Wine:	$0.40/gal.	Wine:	$0.36/gal.
	Spirits:	$1.42/gal.	Spirits:	$0.75/gal.	Spirits:	$0.67/gal.
	Hard Liquor:	$3.87/gal.	Hard Liquor:	$2.05/gal.	Hard Liquor:	$1.82/gal.
Distribution:	The state's general fund receives 100 percent of the proceeds from the sale of malt liquor, wine, and spirits. The state receives $3.22 per gallon from the sale of hard liquor. Of the balance, $0.15 is earmarked for alcohol programs and $0.50 is deposited in the local government tax distribution fund.					
Collection:	Licenses issued by the Department of Taxation. Returns are due by the 20th of each month on all imports during the prior month. If paid on or before the 15th, a three percent discount is allowed.					
Exemptions:	Common carriers in interstate commerce. Army-Navy exchanges, clubs and messes. School, hospitals or churches if for medical, scientific, religious or industrial purposes. Credit allowed for export out of state. Individuals may import twelve cases per year for personal use.					

Exhibit 7A-3: Fiscal Recommendation Overview Summaries – *Cont.*
State Liquor Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Liquor Tax**		
Contact Agency:	Nevada Department of Taxation, 1550 East College Parkway, Carson City, Nevada 89706-7921		
Yield Comparison: FY 2003-04:[3]	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	$33.5 million	$16.2 million	$17.2 million

Exhibit 7A-4: Fiscal Recommendation Overview Summaries
Cigarette Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Cigarette Tax**[4]		
Law:	NRS 370		
Basis of the Tax:	Sale and distribution of cigarette products. In FY 2001-02, an estimated 173 million packs of cigarettes were purchased by wholesalers in the State of Nevada.		
Procedure:	Tax is prepaid by the cigarette wholesaler. Note that sales tax is collected on the total sales price, including the cigarette tax, on the final sale of cigarettes.		
Rate:	**As Recommended:**	**Status Quo:**	**Increase Amount:**
	$0.70 per pack of 20 cigarettes.	$0.35 per pack of 20 cigarettes	$0.35 per pack of 20 cigarettes
Distribution:	General fund receives $0.60 per pack of 20 cigarettes. The remaining $0.10 per pack of 20 cigarettes (less an administrative fee) is deposited in the local government tax distribution account.		
Collection:	Licensed cigarette wholesalers purchase stamps or meter settings to be affixed or imprinted on each pack of cigarettes from the Department of Taxation. Collection allowance for cigarette dealers is three percent. The tax must be paid before any products are sold.		
Exemptions:	Common carries engaged in interstate commerce, the Army, Air Force, Navy, Marine Corps, veterans' hospitals, post exchanges, officers' messes and sales with Federal enclaves. Sales by Native American "smoke shops" providing Tribal levies equal to the state levy.		
Contact Agency:	Nevada Department of Taxation, 1550 East College Parkway, Carson City, Nevada 89706-7921		
Yield Comparison: FY 2003-04:[5]	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	$105.4 million	$44.0 million	$61.9 million

Exhibit 7A-5: Fiscal Recommendation Overview Summaries
Property Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Property Tax**		
Law:	NRS 361; Nevada State Constitution, Article X		
Basis of the Tax:	Real property in the State of Nevada, including mobile and manufactured homes converted to real property. The total assessed value for purposes of FY 2001-02 revenue was approximately $54 billion in FY 2001-02.		
Procedure:	Taxable value for land is full cash value; for improved land, cash value is based on actual use; for improvements, value is replacement cost less depreciation at 1.5 percent per year up to 50 years. Assessment is 35 percent of taxable value.		
Rate:[6]	**As Recommended:**	**Status Quo:**	**Increase Amount:**
	A combined state general fund operating/capital expenditure rate of $0.15 per $100 of assessed value.	State general fund operating rate of $0.00 per $100 of assessed value.	State general fund operating rate of $0.15 per $100 of assessed value.
Distribution:	The average state tax rate in FY 2001-02 was $3.08 per $100 of assessed value. The state, counties, cities, town, school districts, and a number of general and special districts all receive property tax distributions each year. The state would receive $0.15 for debt; $0.15 for general fund operation or capital projects; and would continue to benefit from the $0.50 and $0.25 levies that are direct offsets from the state's general fund obligations as they relate to education (not shown in the rate estimate above).[7] The final total rate levied would depend on where the individual tax payer was located.		
Collection:	Real and secured personal property is assessed July 1 and placed on the tax roll in December. Taxes are payable in four installments, the 3rd Monday in August, and the 1st Monday of October, January and March. Unsecured property is assessed between May 1 and April 30. Taxes are due upon notice, except mobile homes and business personal property, which may be paid in four installments if certain conditions are met.		

Exhibit 7A-5: Fiscal Recommendation Overview Summaries – *Cont.*
Property Tax
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Property Tax**		
Exemptions:	Governmental, religious, educational and some charitable organizations. The blind receive a partial exemption, as do surviving spouses, orphans, and veterans. Limited deferrals exist on agricultural land and for apprentice training programs. Some abatements are provided as an economic development incentive.		
Contact Agency:	Local County Assessors		
Yield Comparison: FY 2003-04:[8]	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	Total: $93.1 million Gen. Fund: $80.7 million Capital: $12.4 million	$0.00 million	$93.1 million

Exhibit 7A-6: Fiscal Recommendation Overview Summaries
Slot License Fee on Restricted Licensees
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax: **Slot License Fee on Restricted Licensees**

Law: NRS 463.373

Basis of the Tax: Slot machines operated in restricted gaming establishments. Restricted gaming establishments may operate from 1 to 15 slot machines and no other games or gaming devices. In FY 2001-02, there were approximately 20,000 restricted slot machines licensed in Nevada.[9]

Procedure: Levy imposed on each slot machine operated in any calendar quarter.

Rate:[10]

As Recommended:		Status Quo:		Increase Amount:	
One game	$81	One game	$61	One game	$20
Two games	$162	Two games	$122	Two games	$40
Three games	$243	Three games	$183	Three games	$60
Four games	$324	Four games	$244	Four games	$80
Five games	$405	Five games	$305	Five games	$100
Six games	$546	Six games	$411	Six games	$135
Seven games	$687	Seven games	$517	Seven games	$170
Eight games	$828	Eight games	$623	Eight games	$205
Nine games	$969	Nine games	$729	Nine games	$240
Ten games	$1,110	Ten games	$835	Ten games	$275
Eleven games	$1,251	Eleven games	$941	Eleven games	$310
Twelve games	$1,392	Twelve games	$1,047	Twelve games	$345
Thirteen games	$1,533	Thirteen games	$1,153	Thirteen games	$380
Fourteen games	$1,674	Fourteen games	$1,259	Fourteen games	$415
Fifteen games	$1,815	Fifteen games	$1,365	Fifteen games	$450

For 1 to 5 machines, a rate of $81 per machine operated is imposed each calendar quarter.

For machines in excess of 5 and up to 15, a base rate of $405 plus $141 per machine in excess of 5 operated each calendar quarter.

Distribution: State General Fund

Exhibit 7A-6: Fiscal Recommendation Overview Summaries – *Cont.*
Slot License Fee on Restricted Licensees
(Text in Red Reflects Changes to Existing Tax Provisions)

Title of the Tax:	**Slot License Fee on Restricted Licensees**		
Collection:	Licenses are issued on a calendar year basis, subject to quarterly renewal. The license fee is charged and collected on or before the last day of the last month in a calendar quarter for the ensuing calendar quarter.		
Exemptions:	Levy does not apply to non-restricted licensees.		
Contact Agency:	Gaming Control Board, 1919 East College Parkway, Carson City, Nevada 89706.		
Yield Comparison:	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
FY 2003-04:[11]	$9.4 million	$7.1 million	$2.3 million

Exhibit 7A-7: Fiscal Recommendation Overview Summaries
Admission and Amusement Transaction Tax
(Tax Does Not Currently Exist, Thus no Text is Marked as a Change)

<table>
<tr><td>Title of the Tax:</td><td colspan="3">State Admission and Amusement Transaction Tax</td></tr>
<tr><td>Law:</td><td colspan="3">None. Tax does not currently exist.</td></tr>
<tr><td rowspan="2">Basis of the Tax:</td><td colspan="3">Admissions and all non-participatory amusement expenditures. A general outline of the types of taxable and exempt expenditures is provided below:</td></tr>
<tr>
<td><u>Spectator entertainment (Taxable)</u>:
• Professional sporting events;
• Professional motor sports events;
• Professional rodeos and equestrian events;
• Adult cabarets, gentlemen's clubs, etc;
• Concerts;
• Theatrical stage productions;
• Performances of orchestras, symphonies, dance companies, etc.;
• Lectures and speaking performances;
• Theme productions (i.e., ice shows, circus, other stage productions);
• Commercial art galleries;
• Other fine arts exhibitions;
• Beauty contests;
• Tours and tour services;
• Closed circuit or other transmission of an exclusive event;
• Those events that fit any of the above categories that are otherwise exempt from the casino entertainment tax;
• Bars and nightclubs with live entertainment; and
• Motion picture theaters.[12]</td>
<td><u>Other entertainment-related areas (Taxable):</u>
o Video/DVD or game rentals.</td>
<td><u>Participatory entertainment (Exempt):</u>
• Recreational rentals (i.e., bicycles, motorcycles, boats, saddle horses, skis, other recreational equipment);
• Country, golf, tennis, gun and outdoor club memberships;
• Skating facilities (ice and roller);
• Amusement, theme and water parks;
• Bowling centers;
• Pool and billiard halls;
• Ski areas;
• Golf courses; and
• Instruction::
  o Arts and crafts (i.e., sewing, painting, photography, etc.);
  o Scuba, sailing, skydiving, ski, skating, etc.;
  o Massage, yoga, etc.; and Culinary arts.</td>
</tr>
</table>

Exhibit 7A-7: Fiscal Recommendation Overview Summaries - *Cont*
Admission and Amusement Transaction Tax
(Tax Does Not Currently Exist, Thus no Text is Marked as a Change)

<table>
<tr><td>Title of the Tax:</td><td colspan="3">State Admission and Amusement Transaction Tax</td></tr>
<tr><td>Procedure:</td><td colspan="3">The transaction tax is added to the retail price of the admission or amusement purchase and is due at the time of sale. If the admission or amusement is provided free of charge as part of a promotional or marketing effort, the tax is due on the face value of the admission charge or amusement cost. Additionally, if any required entry purchase is levied in lieu of an admission or amusement charge, for example a two drink minimum, the purchase price of the required purchase or purchases is also subject to the transaction tax.</td></tr>
<tr><td rowspan="2">Rate:</td><td>As Recommended:</td><td>Status Quo:</td><td>Increase Amount:</td></tr>
<tr><td>6.5% percent of the full retail price of the admission or amusement or its equivalent.</td><td>Not applicable. The tax does not currently exist.</td><td>Not applicable. The tax does not currently exist.</td></tr>
<tr><td>Distribution:</td><td colspan="3">State General Fund</td></tr>
<tr><td>Collection:</td><td colspan="3">Business subject to the tax must report and remit collection on or before the last day of the succeeding month. Accounts with taxable transactions of less than $10,000 per month may report quarterly. A collection allowance of 1.5 percent is allowed to reimburse retailers for collection and timely filing.</td></tr>
</table>

Exhibit 7A-7: Fiscal Recommendation Overview Summaries - *Cont*
Admission and Amusement Transaction Tax
(Tax Does Not Currently Exist, Thus no Text is Marked as a Change)

Title of the Tax:	**State Admission and Amusement Transaction Tax**		
Exemptions:	All participatory amusement/entertainment activities. Events or entertainment associated with public or private schools, community colleges, and universities. However, if facilities that are a part of public schools, community colleges, universities, or other governmental entities are rented or otherwise made available to producers of for-profit events, the tax shall apply. Events, which dedicate 60 percent or more of the net proceeds of the event to a non-profit entity. Admissions or amusements to which the state's casino entertainment tax or boxing and wrestling fees currently apply.		
Contact Agency:	Nevada Department of Taxation, 1550 East College Parkway, Carson City, Nevada 89706-7921		
Yield Comparison: FY 2003-04:[13]	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	$73.4 million	$0.00 million	$73.4 million

Exhibit 7A-8: Fiscal Recommendation Overview Summaries
State Activity Tax
(Tax Does Not Currently Exist, Thus no Text is Marked as a Change)

Title of the Tax:	**State Activity Tax**		
Law:	Not applicable. The tax does not currently exist.		
Basis of the Tax:	Revenue derived from the activity of a business in the State of Nevada, as a measure of the privilege of engaging in business. Includes all sales, shipments, and receipts to the extent they may be legally taxed by the State of Nevada.		
Procedure:	Adjusted gross receipts of a business is defined as the total consideration, in any form, received by a business for any business activity conducted in the State of Nevada, less allowable deductions (see below). A business is defined as any person, sole proprietorship, partnership, and/or corporation of any form engaged in activities within the State that involve the sale of any goods or services.		
Rate:	**As Recommended:**	**Status Quo:**	**Increase Amount:**
	0.25% of adjusted gross receipts.	Not applicable. The tax does not currently exist.	Not applicable. The tax does not currently exist.
Distribution:	State General Fund		
Collection:	Tax is to be remitted quarterly, on or before the 30th day following the close of each calendar quarter, based upon the actual prior quarter revenue.		
Deductions:	A deduction of $87,500 from adjusted gross receipts is allowed each quarter. Additional deductions are allowed for income represented by federal, state and local motor vehicle fuel taxes; government bond interest; income which the state may constitutionally not tax; cash discounts taken by purchasers; pass-through revenue;[14] bad debts; receipt of counterfeit bills; investment and dividends of income of non-financial businesses and dividends of subsidiary firms; health life insurance claims paid by insurance companies; income from governmental sources received by public or private hospitals; operating income of public electric, gas, sewer or water utilities; fund raising activities/dues of non-profit organizations.		

Exhibit 7A-8: Fiscal Recommendation Overview Summaries – *Cont.*
State Activity Tax
(Tax Does Not Currently Exist, Thus no Text is Marked as a Change)

Title of the Tax:	**State Activity Tax**		
Credits:	A credit of $25 per full-time "qualified Nevada Employee" is allowed per quarter. A "qualified Nevada Employee" is an employee for whom the State Business License Tax was paid by an individual, sole proprietor, partnership or corporation for the quarter immediately preceding the quarter for which the State Activity Tax is due. Credit for investment in certain equipment and facilities by approved firms, to be administered by the State Commission on Economic Development.		
Exemptions:	None.		
Contact Agency:	Nevada Department of Taxation, 1550 East College Parkway, Carson City, Nevada 89706-7921		
Yield Comparison: FY 2003-04:[15]	**As Recommended:**	**Status Quo:**	**Additional Revenue:**
	$221.7 million	$0.00 million	$221.7 million

Appendix Endnotes

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[1] Totals may not sum to 100 percent due to rounding.

[2] Nevada also imposes an annual state license on those engaged in the trade or sale of liquor. No recommendation was included for adjustments in these fees. Also, note that rates have been categorized by common names; however, it is the percentage of alcohol that determines the ultimate rate. Wine is more accurately stated as products with an alcohol volume of 0.5 percent to 14 percent; Spirits is more accurately stated as products with alcohol volumes of 14 percent to 22 percent; and hard liquor is more accurately stated as products with greater than 22 percent alcohol by volume. It is important to note that some products marketed as wine may have alcohol volumes greater than 14 percent; and thus, would be subject to the higher tax rates. The same is true in both directions for the other product types.

[3] Totals may not sum to 100 percent due to rounding.

[4] Note that the state also imposes an accompanying tax on other tobacco products. No recommendation was made to adjust this levy; and as such, it is not included in the summary table.

[5] Totals may not sum to 100 percent due to rounding.

[6] Note that the state benefits considerably from the property tax in the form of education levies and debt service levies. None of these are directed specifically to the general fund; thus, the increase is cited as increasing from $0.00 to $0.15 per $100 of assessed value. Note also, that the average county wide rate for FY 2001-02 was 3.08 per $100 of assessed value. This includes the state rate of $0.15; school districts operating rates of $0.75, plus a debt rate that varies by jurisdiction. The maximum rate limited by the Constitution is $5.00 per $100 of assessed value. Statutes, however, lower the limit to $3.64 per $100 of assessed value. Local governments, other than schools, are limited in the amount of revenue that can be received from property taxes. Some jurisdictions are at the statutorily created maximum of $3.64 per $100 of assessed value. As such, the cap would either need to be raised or some component of the tax would need to be removed from the calculation of the imposed total rate. Both the task force and the SB 557 committee have recommended the increase of and bifurcation of the $3.64 cap.

[7] Please *see Section 4: General Fund Outlook*.

[8] Totals may not sum to 100 percent due to rounding.

[9] Nevada State Gaming Control Board.

[10] Totals may not sum to 100 percent due to rounding.

[11] Id.

[12] Motion pictures includes drive-ins.

[13] Id.

[14] Pass-through revenue is defined as revenue for which the recipient business exercises no control or discretion, or maintains no proprietary interest. An example would be revenue received in a third party transaction (i.e., trust accounts held by attorneys or accountants, fees required to be collected by a

business on behalf of a governmental entity, revenue (other than commissions) received by travel agents, real estate brokers, insurance broker, mortgage broker, et cetera.

[15] Totals may not sum to 100 percent due to rounding.

Analysis of Fiscal Policy in Nevada

Appendix 7B:
Sales and Use Tax and
Property Tax Exemptions

Governor's Task Force on Tax Policy in Nevada

November 15, 2002

Exhibit 7B-1: Sales and Use Tax Exemptions
Nevada Revised Statutes 372 and 374

Exemptions from the tax upon tangible personal property sold at retail are summarized in Chapters 372 and 374 of the Nevada Revised Statutes. Chapter 372 addresses the State portion of the sales tax. Changes to this chapter require voter approval. The exemptions referenced in this chapter apply to all other analogous sales tax provisions.

Chapter 374 addresses the local school tax support portion of the sales tax. Exemptions which originate in this chapter apply to the remaining portions of the sales tax, the basic city-county relief tax, the supplemental city-county relief tax and local option sales taxes.

Statutory Reference and Description	Detail of Exempt Tangible Good
Nevada Revised Statute 372.255 And Nevada Revised Statute 374.26: Out-Of-State Delivery	The gross receipts from the sale of tangible personal property purchased in this state for delivery outside the state is exempt. The gross receipts from sale of certain tangible personal property used in interstate or foreign commerce but not exclusively in this state or delivered outside this state are exempt.
Nevada Revised Statute 372.270 And Nevada Revised Statute 374.275 Proceeds Of Mines.	The gross receipts from the sale of the mine proceeds are exempt. The gross receipts from the sale of minerals are subject to Taxes on Mines and Minerals, Nevada Revised Statute Chapter 362.
Nevada Revised Statute 372.275 And Nevada Revised Statute 374.280 Fuel Used To Propel Motor Vehicle.	Fuels used in an internal combustion or diesel engine to propel a motor vehicle are exempt. Fuels are taxed under other provisions of the Nevada Revised Statute Chapters 365, 366 and 373.
Nevada Revised Statute 372.280 And Nevada Revised Statute 374.285 Animals And Plants Intended For Human Consumption Feed; Fertilizer.	Animal and plant life which ordinarily constitute food for human consumption, and feeds and fertilizers associated therewith, are exempt. Note: These items must be prescribed by a licensed healthcare provider and/or dispensed and filled by a registered pharmacist.
Nevada Revised Statute 372.283 And Nevada Revised Statute 374.287 Prosthetic Devices, Orthotic Appliances And Certain Supports And Costs; Appliances And Supplies Relating To Ostomy; Products For Hemodialysis; Medicine.	The items noted in the title are exempt.
Nevada Revised Statute 372.284 And Nevada Revised Statute 374.289 Food For Human Consumption	Food for human consumption does not include alcoholic beverages, pet foods, tonics and preparations, and food intended for immediate consumption.

Statutory Reference and Description	Detail of Exempt Tangible Good
Nevada Revised Statute 372.285 And Nevada Revised Statute 374.290 Meals And Food Products Sold To Students Or Teachers By School, Organization Of Students Or Parent-Teacher Association.	The exemption applies to meals and food products served by public or private schools, school districts, student organizations and parent-teacher associations.
Nevada Revised Statute 372.287 And Nevada Revised Statute 374.292 Textbooks Sold Within University And Community College System Of Nevada.	The items noted in the title are exempt.
Nevada Revised Statute 372.290 And Nevada Revised Statute 374.295 Containers.	Non-returnable containers when sold without the contents to persons who place the contents in the containers for sale, containers sold with the contents (if the sales price of the contents is not subject to tax), and returnable containers are exempt.
Nevada Revised Statute 372.295 And Nevada Revised Statute 374.300gas, Electricity And Water.	Utility use charges are exempt.
Nevada Revised Statute 372.300 And Nevada Revised Statute 374.305domestic Fuels.	Wood, coal, petroleum or gas used to produce domestic heat are exempt.
Nevada Revised Statute 372.305 And Nevada Revised Statute 374.310 Personal Property Used For Performance Of Contract On Public Works.	Tangible personal property used for the performance of a contract on public works executed before various dates is exempt. The most recent date prior to which a contract would have to have been entered into is May 1, l981 (for the state, local school support, and city-county relief taxes). Option taxes may have more recent threshold dates, depending upon when the tax was enacted. As a result, certain binding contracts entered into prior to a sales tax increase are not subject to subsequent sales tax increases for the term of the contract.
Nevada Revised Statute 372.310 And Nevada Revised Statute 374.315 Personal Property Used For Performance Of Certain Written Contracts.	Similar to Nevada Revised Statute 372.305 and Nevada Revised Statute 374.310, certain contracts entered into prior to the effective dates of components of the overall sales tax received on exemption for personal property used in the performance of contracts.
Nevada Revised Statute 372.315 And Nevada Revised Statute 374.320	Tangible personal property which becomes an ingredient or component part of any newspaper regularly issued, at least weekly, and any such newspaper, is

Statutory Reference and Description	Detail of Exempt Tangible Good
newspapers.	exempt.
Nevada Revised Statute 372.316 And Nevada Revised Statute 374.321manufactured Homes And Mobile Homes.	Forty percent of the gross receipts from the sale of new manufactured homes and new mobile homes and the gross receipts from the sale of used manufactured and used mobile homes are exempt.
Nevada Revised Statute 372.317aircraft And Major Components Of Aircraft.	The gross receipts from the sale of aircraft are exempt for an air carrier that maintains its central office in Nevada and bases a majority of its aircraft in Nevada.
Nevada Revised Statute 372.320 And Nevada Revised Statute 374.325occasional Sales.	Gross receipts from occasional sales of tangible personal property are exempt. Note: Occasional sale is defined in NRS 372.035 and NRS 374.040
Nevada Revised Statute 372.325sale To United States, State Or Political Subdivision. **And** **Nevada Revised Statute 374.330 Personal Property Sold To United States, State Or Political Subdivision.**	Gross receipts from the sale of tangible personal property to the United States, the state of Nevada, and any city, county, district or other political subdivision of the state of Nevada are exempt.
Nevada Revised Statute 372.326 And Nevada Revised Statute 374.3305 Personal Property Sold By Or To Nonprofit Organization Created For Religious, Charitable Or Educational Purposes.	Sales by or to a nonprofit organization created for religious, charitable, or educational purposes are exempt. Nevada Revised Statute 372.3261 and Nevada Revised Statute 374.3306 prescribe the requirements for organization created for religious, charitable or educational purposes, and Nevada Revised Statute 374.3307 and Nevada Revised Statute 372.343 define the procedure for claim of exemption by nonprofit organization created for religious, charitable or educational purposes. These authorizations must be renewed every five years. The 1999 Session of the Nevada Legislature added certain apprenticeship programs to the "educational purposes" definition.
Nevada Revised Statute 372.327 Loan Or Donation To United States, State, Political Subdivision Or Religious Or Eleemosynary Organization And Nevada Revised Statute 374.331 - Personal Property Loaned Or Donated To United States, State, Political Subdivision Or Religious Or Eleemosynary Organization.	Exempts property loaned or donated to the aforementioned from sales tax.

Statutory Reference and Description	Detail of Exempt Tangible Good
Nevada Revised Statute 372.330 And Nevada Revised Statute 374.335 Sales To Common Carrier.	Gross receipts from sales of tangible personal property to a common carrier, shipped to a point out of state and the property is actually transported to the out-of-state destination for use by the carrier in the conduct of its business as a common carrier are exempt.
Nevada Revised Statute 372.335 And Nevada Revised Statute 374.340 Property Shipped Outside State Pursuant To Sales Contract.	Gross receipts from any sale of tangible personal property which is shipped to a point outside of the state pursuant to a contract of sale are exempt.
Nevada Revised Statute 372.340 And Nevada Revised Statute 374.345 Personal Property Sold To Or Used By Contractor Who Is Constituent Part Of Governmental, Religious Or Charitable Entity.	If a contractor is a constituent part of a governmental religious or charitable entity, the sale or use of tangible personal property by the contractor is exempt.
The following exemptions have been addressed in chapter 374 of the Nevada revised statutes. They do not impact the 2 percent state portion of the sales tax (chapter 372).	
Nevada Revised Statute 374.286 – Farm Machinery & Equipment.	Exemption applies to farm machinery and equipment employed for the agricultural use of real property.
Nevada Revised Statute 374.291works Of Fine Art For Public Display.	Fine art for public display that is purchased for $25,000 or more and that will be on public display for certain minimum periods of time and meets other criteria regarding admission fees for residents of the State of Nevada, is exempt from the local school support tax, city-county relief tax and option taxes.
Nevada Revi sed Statute 374.307 – Product Or System Using Renewal Energy To Generate Electricity.	A product or system and all of its internal components designed or adapted to use renewable energy to generate electricity. Expires by limitation on June 30, 2003.
Nevada Revised Statute 374.322aircraft, Aircraft Engines And Component Parts Of Aircraft.	Aircraft, aircraft engines, component parts, machinery, tools and other equipment and parts which are used exclusively in the repair and maintenance of aircraft are exempt. This exemption applies to the local school support tax, city-county relief tax and option taxes. The gross receipts from the sale of aircraft are exempt for an air carrier that maintains its central office in Nevada and bases a majority of its aircraft in Nevada.
Nevada Revised Statute 374.323 – Engines, Chassis, Parts And Components Of Professional Racing Vehicles Used By	

Statutory Reference and Description	Detail of Exempt Tangible Good
Professional Racing Team Or Sanctioning Body.	
Nevada Revised Statute 374.357 Abatement For Eligible Machinery Or Equipment Used By Certain Businesses: Application; Approval; Provision Of Records; Duration; Certificate Of Eligibility; Repayment For Failure To Comply With Requirements; Regulations.	Certain businesses may apply to the Commission on Economic Development for an abatement from the taxes imposed by Chapter 374. If approved by the Commission, the business is eligible for an abatement from the sales tax for up to 2 years. Numerous conditions must me met by the applicant business to be eligible for the abatement. Note: The exemption applies to eligible machinery or equipment for which a deduction is authorized pursuant to 26 U.S.C. Sec. 2179 and which generates at least 10 kilowatts, for the generation of electricity from renewable energy sources. This provision expires by limitation on June 30, 2005.

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
Constitutional Exemptions	
Article 10	
Section 1.2	Known as the bank shares exemption. Also includes bonds, mortgages, notes, bank deposits, book accounts and credits, and securities
Section 1.3	Known as the greenbelt exemption Agricultural lands and open space lands are separately classed for taxation purposes. If such property is converted to a higher use a retroactive assessment to the higher use is done for not less than seven years.
Section 1.4	Known as the free port exemption. Inventory in transit is exempt from personal property tax.
Section 1.5	Motor vehicle exemption. The motor vehicle privilege tax is in lieu of the personal property tax.
Section 1.6	Known as the inventory tax exemption. This provision allows the legislature to exempt any other personal property including livestock.
Section 1.8	Known as the charitable tax exemption. Exempts property used for municipal, educational, literary, scientific or other charitable purposes, or to encourage the conservation of energy or the substitution of other sources for fossil sources of energy.
Section 1.10	Note: Approved by voters at 2002 general election. Enabling legislation to be developed.
Statutory Conditions to Property Tax Exemptions	
Nevada Revised Statute 361.155 Used In Conjunction With Hospices [361.088] Veterans [361.098] And Volunteer Fire Departments [361.150] And Pershing County Kids Rodeo (AB 249, 1997 Session) (1953 - Last Update 1997)	This provision provides for the filing of claims and designations; limitation on duration and amount of claims; assessment and penalty for erroneous grant or renewal.
Nevada Revised Statute 361.1565Provides That Certain	Allows widows, orphans, blind persons, veterans and surviving

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
Exemptions Can Be Applied To The Vehicle Privilege Tax (1977 - Last Update 1995)	spouses of veterans (NRS 381.080, 361.085, 361.090, and 361.091 respectively) to apply the exemption allowed to the motor vehicle privilege tax.
Nevada Revised Statute 361.157 Establishes Conditions Under Which Exempt Real Estate Is Subject To Taxation (1965 - Last Update 1997)	This provides the conditions under which and the method by which otherwise exempt property is subject to taxation. There are 13 exceptions to this section of statute.
Nevada Revised Statute 369.159 Establishes Conditions Under Which Exempt Personal Property If Used In Business Conducted For Profit Is Subject To Taxation (1965 - Last Update - 1997)	Note: Chapter 562, Statutes of Nevada 1993, contains the following provision not included in NRS: "The legislature hereby finds and declares that to ensure a uniform and equal rate of assessment and taxation and the just valuation for taxation of all property, including real, personal and possessory, as required by section 1 of article 10 of the constitution of the State of Nevada, it is necessary to value the right to the use and enjoyment of property that is owned by an entity exempt from taxation but leased to or used by a person not exempt from taxation pursuant to a leasehold interest, possessory interest, beneficial interest or beneficial use in a manner that is equivalent to the valuation of the right to the use and enjoyment of the property pursuant to an ownership interest."
Statutory Property Tax Exemptions	
Nevada Revised Statute 361.050	United States property exempted (1953 - last update 1955)
Nevada Revised Statute 361.055 All Lands And Property Owned By The State Is Exempt (1953 - Last Update 1993)	Conditions: Payment in lieu of taxes, to the county in which the property is located, is required to be made by the wildlife division to the county tax receiver. The money is to be apportioned each year to the counties, school districts and cities where such property is located.
Nevada Revised Statute 361.060 Property Of Nevada Rural Housing Authority, Political Subdivisions And Municipal Corporations (1953 - Last Update 1995, Prior Update 1967)	All lands and other property owned by the Nevada rural housing authority or any county, domestic municipal corporation, irrigation, drainage or reclamation district or town.

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
	Note: An exception is provided (NRS 539.213) for a district whose irrigated acreage is less than 50,000 acres which is used for a community pasture.
Nevada Revised Statute 361.0605 Public Use Of Privately Owned Park (Added 1995)	The acquisition, improvement or use of land by the public as a park is a municipal purpose, whether or not the park is owned or operated by a local government. Conditions: An agreement is required between the owners of the private park with the local government that the park is used by the public without charge, excluding areas from which income is derived. Note: NAC 361.080 provides the interpretation of "park" and requirement for exemption. (9/6/96).
Nevada Revised Statute 361.061 Public Use Of Privately Owned Airport (1985 - Updated 1995)	The acquisition, improvement or use of land by the public as an airport is a municipal purpose, whether or not the airport is owned or operated by a local government.
Nevada Revised Statute 361.062 Property Of Trusts For Furtherance Of Public Functions Exempted (1971, Last Update 1975)	All property, real and personal, of a trust created for the benefit and furtherance of any public function pursuant to the provisions of general or special law. Notes: (1) In lieu of taxes may be paid to the beneficiary pursuant to any agreement contained within the trust document. (2) From the 2 AGO's cited this appears to pertain to school property and excludes them from paying the costs of special assessments to a city or county or having a lien put on the school.
Nevada Revised Statute 361.065 Property Of School Districts (1953 - Updated 1979)	

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
Nevada Revised Statute 361.067 Vehicles (1963 - Updated 1979)	Note: Any vehicle required to be registered is subject to paying the motor vehicle privilege tax.
Nevada Revised Statute 361.068 Business Personal Property (1979 - Last Update 2001)	Personal property exemptions: (1) a merchant's inventory (2) property held for sale by a manufacturer (3) raw materials and components held by a manufacturer for manufacture into products and supplies to be consumed in the process of manufacture (4) tangible personal property consumed during the operation of the business (5) livestock (6) colonies of bees (7) pipe and other agricultural equipment used to convey water for irrigation of legal crops (8) all boats (other than a seaplane) (9) slide-in campers and camper shells (10) computers and related equipment donated for use in schools in this state (11) fine art for public display (12) a. Personal property owned by a person that is not a resident of this state. b. Located in the state solely for purposes of display, exhibition convention, etc. that is transient in nature. Additionally, the Nevada Tax Commission may exempt personal property when the cost to collect is greater than the amount to be received. Conditions: (1) Computers and related equipment must be donated to a foundation that accepts the donation for use by schools in this state. Expires by limitation June 30, 2003. (2) Must be on public display for at least 20 hours per week during at least 35 weeks of the year for which the exemption is claimed. Must file affidavit for claim with county assessor on or before June 15.

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
	Additional conditions were added by the 1999 legislature - see SB 521. Note: NAC 361.065 defines "consumed" for the purpose of claiming the exemption.
Nevada Revised Statute 361.0685 Economic Development (1993 - Updated 20017)	Applies to businesses that process raw material of which at least 50 percent is recycled on site; or businesses that include as a primary component an active system to utilize solar energy or a facility for the production of electrical energy from recycled material. Provides up to a50% exemption for at least 1 year and not more than 10 years. Exemption cannot exceed 50% of taxes payable on real property.
Nevada Revised Statute 361.0687 Economic Development (1993 - Updated 2001)	Provides up to a 50% exemption for at least 1 year and not more than 10 years. Exemption cannot exceed 50% of taxes payable on real property. Note: If the abatement is for the generation of renewable energy, the abatement is for the full 10 years and equal to 50% of the taxes on real and personal property payable by the business. This provision expires by limitation on June 30, 2005.
Nevada Revised Statute 361.069 Household Goods And Furniture (1979 - Last Update 2001)	Note: Does not apply to a person who rents appliances or furniture or provides furniture or appliances in conjunction with the rental of an apartment in a complex containing five or more dwelling units.
Nevada Revised Statute 361.070 Drainage Ditches, Canals And Irrigation Systems (1953 - Last Update 1991)	Drainage ditches and canals, together with lands included in the right of way for ditches or canals, Irrigation system of pipes or concrete linings or ditches and headgates used for irrigation and agricultural purposes on land devoted to agricultural purposes.
Nevada Revised Statute 361.073 Property Of Water Users' Nonprofit Associations And Nonprofit Cooperative Corporation (Added 1969)	
Nevada Revised Statute 361.075 Unpatented Mines And	Note: The net proceed of minerals and mines tax (NRS 362) is

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
Mining Claims Are Exempt (1953 - Last Update 1955)	levied on unpatented mines and mining claims.
Nevada Revised Statute 361.077 Real And Personal Property Used For The Control Of Air Or Water Pollution (1973 - Last Update 1991)	Conditions: Not allowed if the facility or device is less than $1,000. Requires the filing of an affidavit which declares that the property meets the requirements of this NRS. Also requires the affidavit must be filed pursuant to NRS 361.155. Notes: (1) NAC 361.046-050 define property used for control of air and water pollution (9/1/73 - last update 11/15/77). (2) The Department of Taxation is required to publish an annual report each fiscal year showing the revenue impacts to the State and local governments.
Nevada Revised Statute 361.078 Residential Property Containing Bomb Shelter (1981)	Residential property to $1,000 assessed valuation is exempt from taxation if the property is owned and occupied by a resident of this state and contains a shelter for protection against radioactive fallout. Conditions: Requires standards for the shelter, establishes residency conditions on the person filing and requires the filing of an affidavit with the county Assessor.
Nevada Revised Statute 361.079 Qualified Systems For Heating Or Cooling (1977 - Last Update - 1991)	Qualified systems that use wind, solar, geothermal resources energy derived from conversion of solid wastes or water power. These systems are excluded from the assessed value of the building. Note: NAC 361.052 -361.058 governs the above.
Nevada Revised Statute 361.080 Surviving Spouses And Orphans (1953 -Last Update - 2001)	The property of surviving spouses and orphans not to exceed $1,000, must be allowed. Note: This exemption is allowed under the Constitutional provision providing for "other charitable purposes" - Article

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
	10, section 8.
Nevada Revised Statute 361.082 Qualified Low-Income Housing Projects (–1991 Last Updated 2001)	Real property and tangible personal property are exempt if the project is funded in part by federal money for a "qualified low-income housing project". Note: A reviser's note provides a preamble not included in statute. "The legislature finds and declares that exempting low-income housing from taxation to enhance the affordability of shelter to economically disadvantaged persons constitutes a charitable purpose because it assists those persons in establishing themselves with life's necessities thereby lessening the burden of government."
Nevada Revised Statute 361.083 Property Used For Care Or Relief Of Orphans And Indigents (1991)	A hospital or other "charitable asylum" for the care or relief or orphan children or sick infirm or indigent persons, owned by a nonprofit corporation is exempt.
Nevada Revised Statute 361.085 Property Of Blind Persons (1953 - Last Update 1999)	Conditions: Requires annual filing of affidavit. Note: Not to exceed $3,000 of assessed valuation. (Includes community property to the extent the blind person has an interest.)
Nevada Revised Statute 361.086 Property Used For Housing Elderly Or Handicapped Persons (1981)	Conditions: Property must be financed by a loan under the Housing Act of 1959 as amended; and the property is owned or operated by a non-profit corporation registered in Nevada as a foreign or domestic corporation.
Nevada Revised Statute 361.087 Residential Improvements For Persons With Disabilities (1977 - Updated 1993)	An increase must not be made to the assessed valuation of a residence for the improvements made to accommodate the resident who has disabilities. Conditions: An affidavit filed with the county assessor setting forth the nature of the improvement and the date(s) of making
Nevada Revised Statute 361.0875 Commercial Improvements Made To Accommodate Persons With Disabilities (1993 - Expires By Limitation On June 30, 2003)	An increase must not be made to the assessed valuation of real or personal property used to accommodate the provisions of the ADA.

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
2003)	Conditions: The improvement must be made not earlier than July 1, 1990 and not later than April 1, 1995. An affidavit was required to be filed no later than April 1, 1995
Nevada Revised Statute 361.090 Veterans' Exemption (1953 - Last Update 2001)	For Fiscal Year 2003, the amount of the exemption allowed is $1,500. It is increased to $1,750 in FY 2004 and $2,000 in FY 2005. Thereafter, the amount allowed is adjusted for inflation by the CPI. Conditions: Dates of having been in service are specified. Requires the County Assessor to obtain proof of status of veteran. Provides that the filing of a false affidavit is a gross misdemeanor. Notes: (1) Exemption given by the legislature on the basis of "other charitable purposes" language contained in Article 10, section 8 of the Nevada Constitution. (2) The amount of exemption received by the veteran may be credited to the veteran's home account.
Nevada Revised Statute 361.091 Disabled Veteran's Exemption (1973 - Last Update 2001)	Conditions: The amount of the exemption is based on the percentage of the disability and allowed on the assessed valuation of property in which such a person has any interest. For FY 2003, the amount of the exemption allowed is $1,500. It is increased to $1,750 for FY 2004 and $2,000 in FY 2005. Thereafter, the amount allowed is adjusted for inflation by the CPI. Note: Under certain conditions the surviving spouse of a disabled veteran may apply for the exemption. A veteran who receives this exemption may not receive the exemption allowed in NRS 361.090.
Nevada Revised Statute 361.095 Veterans' Organizations (1953 - Last Update 1975)	Conditions: The property exemption cannot "exceed the sum of $5,000 assessed valuation to any one post or organization thereof." Additionally "...when any such property is used for purposes other than those of such organization, and rent or other valuable consideration is received for its use, the property so used shall be taxed." "Where any structure or parcel of land is used partly for the purposes of such organization and partly for rental purposes, the area used for

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
	rental purposes shall be assessed separately and that portion only shall be taxed."
Nevada Revised Statute 361.096 – Exemption Of Certain Property Leased Or Rented To Charter School (2001)	The lease or rental agreement must be provided to the county assessor.
Nevada Revised Statute 361.098 Charitable Foundations Established By The Board Of Regents (1989 - Updated 1993)	Conditions: Property must be taxed when it is used for any purpose other than carrying out the legitimate functions of the foundation.
Nevada Revised Statute 361.099 Certain Property Leased Or Rented To UNCCS (1995)	Conditions: The real and personal property leased or rented to the University and Community College System of Nevada must be of a total consideration less than 10% of the fair market rental. Note: NAC 361.070 establishes conditions for applying for exemption (7/9/96)
Nevada Revised Statute 361.100 University Fraternities And Sororities (1953 - Last Update 1991)	
Nevada Revised Statute 361.105 Nonprofit Private Schools (1953 - Updated 1955)	Note: AGO 304 (4-1-1941) ruled that real property owned by a nonprofit school in another state is not entitled to the exemption.
Nevada Revised Statute 361.106 Property Of Apprenticeship Program Owned By Local Or State Apprenticeship Committee (1997 - Updated 1999)	Note: (Expires by limitation on July 1, 2007.)
Nevada Revised Statute 361.107 Pershing County Kids Rodeo (1997)	Conditions: Any property rented must be taxed unless the rental is to a tax exempt organization pursuant to U.S.C 26 § 501(c)(3).
Nevada Revised Statute 361.110 Nevada Museum Of Art, Inc,. Young Men's Christian Association, American National Red Cross Or Any Of Its Chapters In The State Of Nevada, Salvation Army Corps, Girl Scouts Of America, Camp Fire Girls, Inc., Boy Scouts Of America	Conditions: If property is used for purposes other than the organization and rent or other valuable consideration is received, the property must be taxed, unless it is by another [501(c)(3)] tax exempt organization.

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
And Sierra Arts Foundation (1953 - Last Update 1995)	
Nevada Revised Statute 361.111 Certain Property Of Nature Conservancy, American Land Conservancy And Nevada Land Conservancy. (1969 - Updated 1999)	Property acquired and held for ultimate acquisition by the state or a local governmental unit are exempt from taxation. Conditions: If the property is sold to a non governmental unit, then the taxes must be paid for each year the property was exempt.
Nevada Revised Statute 361.115 Nevada Children's Foundation (1953 - Last Update 1955)	Conditions: If property is used for any purpose other than carrying out the legitimate functions of the Foundation, the same shall be taxed.
Nevada Revised Statute 361.123 Nevada Heritage Association, Inc. (1961)	
Nevada Revised Statute 361.125 Churches And Chapels (1953 - Last Update 1999)	Conditions: When property is used exclusively or in part for other than church purposes or rent is received the property must be taxed. If the church rents property to hold services and at the same time owns vacant property on which it plans to build a church, the vacant property is exempt for 3 years. Note: NAC 361.125 establishes the conditions for applying for the exemption (7/9/96).
Nevada Revised Statute 361.130 Public Cemeteries And Graveyards (1953 - Last Update 1955)	Conditions: (a) If they are used for and open to the public and make no charge for burial.
Nevada Revised Statute 361.132 Non Profit (Under Provisions Of Nevada Revised Statute 82) Private Cemeteries And Places Of Burial (1991)	
Nevada Revised Statute 361.135 Lodges Of The Benevolent Protective Order Of Elks, Fraternal Order Of Eagles, Free And Accepted Masons, Independent Order Of Odd Fellows, Knights Of Pythias, Knights Of Columbus, Lahontan Audubon Society, The National Audubon Society, Inc., Of N.Y., The Defenders Of Wildlife Of D.C., Or Similar Benevolent Or Charitable Society. (1953 - Last	Conditions: The areas used for rental purposes shall be assessed separately and only that portion shall be taxed. The exemption shall not exceed the sum of $5,000 assessed valuation to any one lodge, society or organization.

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
Update 1973)	
Nevada Revised Statute 361.140 – Exemptions Of Certain Charitable Corporations. (1931 Last Update 1991)	In addition to corporations defined by law to be charitable corporations, for other corporations with a religious or charitable purpose, the land or buildings are exempt.
Nevada Revised Statute 361.145 Noncommercial Theaters (1953 - Last Update 1971)	Theaters owned and operated by nonprofit educational corporations organized for the exclusive purpose of conducting theater classes and producing plays on a nonprofessional basis. Conditions: The articles of incorporation must provide that the property will revert to the county of location, if these are a cessation of the activities.
Nevada Revised Statute 361.150 Volunteer Fire Departments (1953 - Last Update 1973)	Conditions: If used for any function other than carrying out the legitimate functions of a fire department the tax applies.
Nevada Revised Statute 361.160 "Personal Property In Transit" Defined - a.k.a. Free Port Law (1949 Last Update 1991)	Note: (1) NRS 361.165 - provides for the designation of "no situs" property and the keeping of warehouse records and books, contents and inspection; NRS 361.170 - requirements for claims of exemption; NRS 361.180 - civil action for taxes evaded; and NRS 361.185 - penalty for false statement. (2) NAC 361.062 pertains to NRS 361.170
Property Tax Assistance Programs	
Nevada Revised Statute 361.797 Allowance For Preservation Of Certain Railroad Lines (Added 1979)	Taxes are paid on property on certain railroad lines while service is discontinued if it falls under the State program established in NRS 702.423 for the physical preservation of such lines and the owner of the property is admitted to the program by the Department of Transportation. A claim is allowed to the owner which is paid by the County. The County is then reimbursed by the Department of Transportation.
Nevada Revised Statue 427A.515 – Homeowner's Refund: Entitlement; Litigation.	Provides an allowance to senior citizens against property taxes which cannot exceed $500. The percentage of relief ranges from 90% down to 10% depending on income. The income criteria will change effective July 1, 1999 based on legislation passed this session. Seniors who rent are also eligible for this

Statutory Or Constitutional Reference and Description	Detail of Exempt Property
Note: This section of the Nevada Revised Statutes was previously included as NRS 361.800. The 2001 Legislature transferred the responsibility of administration of all provisions relating to the senior property tax exemption to the Aging Services Division of the Department of Human Resources.	exemption. Eight percent of the rent they paid is deemed to be property tax for the purposes of computing the allowance. The State pays for this program. Notes: The renters rebate is provided to all seniors who qualify based on income, even though they are residing in public housing (no property taxes are paid on public housing).

Analysis of Fiscal Policy in Nevada

Appendix 7C: Fiscal Recommendation Supporting Exhibits

Governor's Task Force on Tax Policy in Nevada

November 15, 2002

Exhibit 7C-1: Business License Tax Rate Analysis
Average Salaries Per Employee and Business License Tax Effective Annual Rate
FY 1990-91 through FY 2010-11

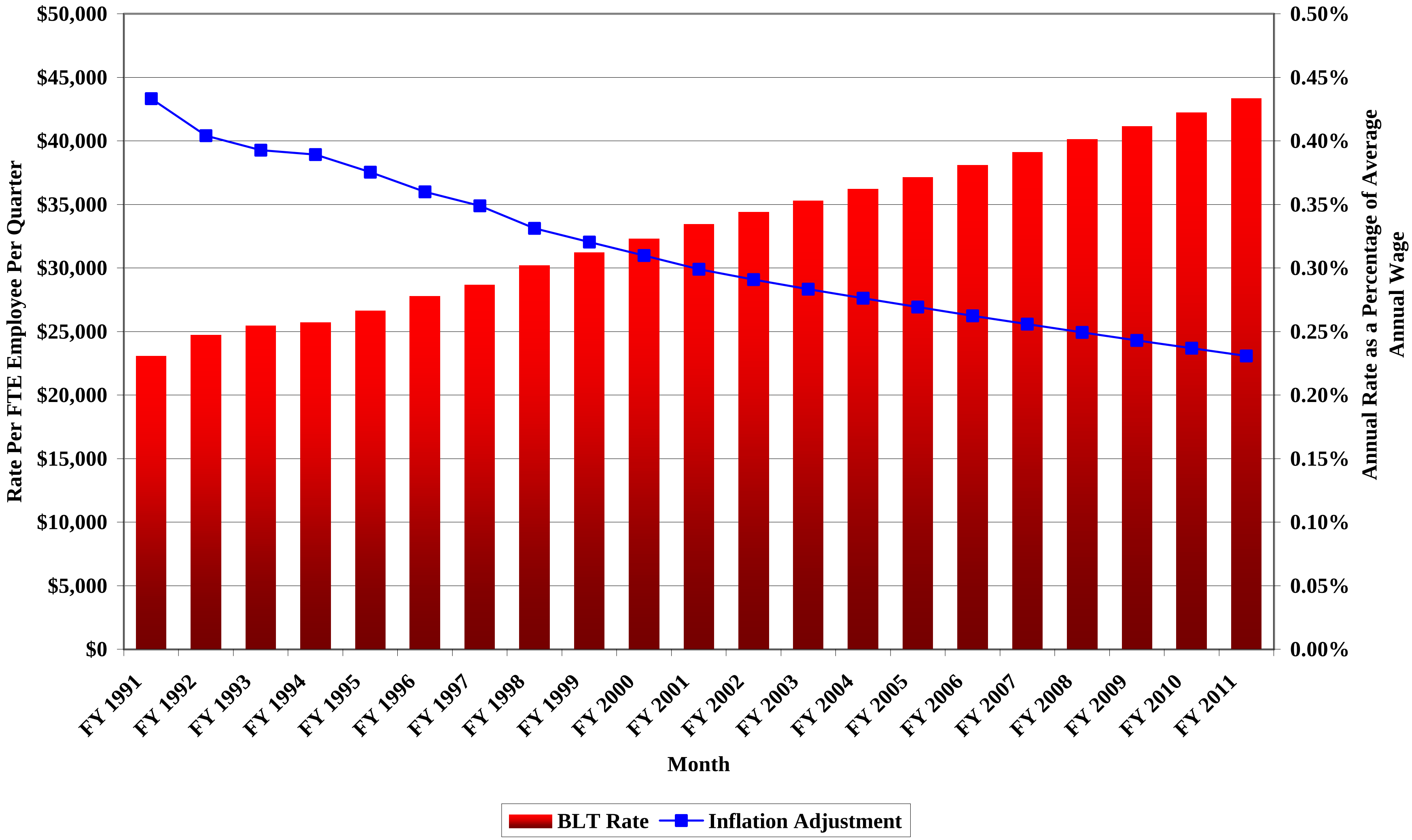

Exhibit 7C-2: Business License Tax Rate Analysis
Existing Standard Rate and Rate After Inflation Adjustment
FY 1990-91 through FY 2010-11

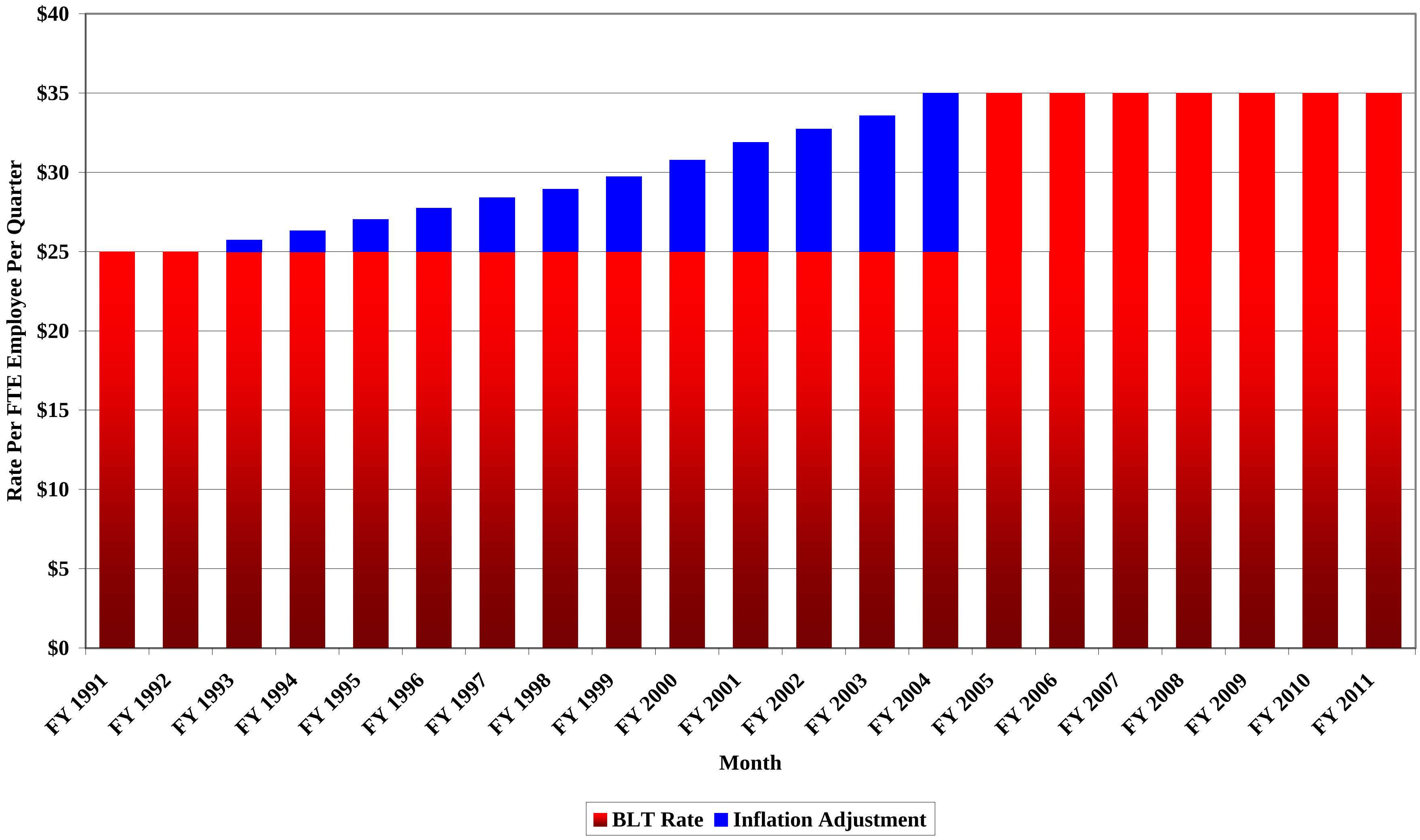

Exhibit 7C-3: Business License Tax Rate Analysis
Business License Tax Collections With and Without Recommended Inflation Adjustment
FY 1991-92 through FY 2010-11

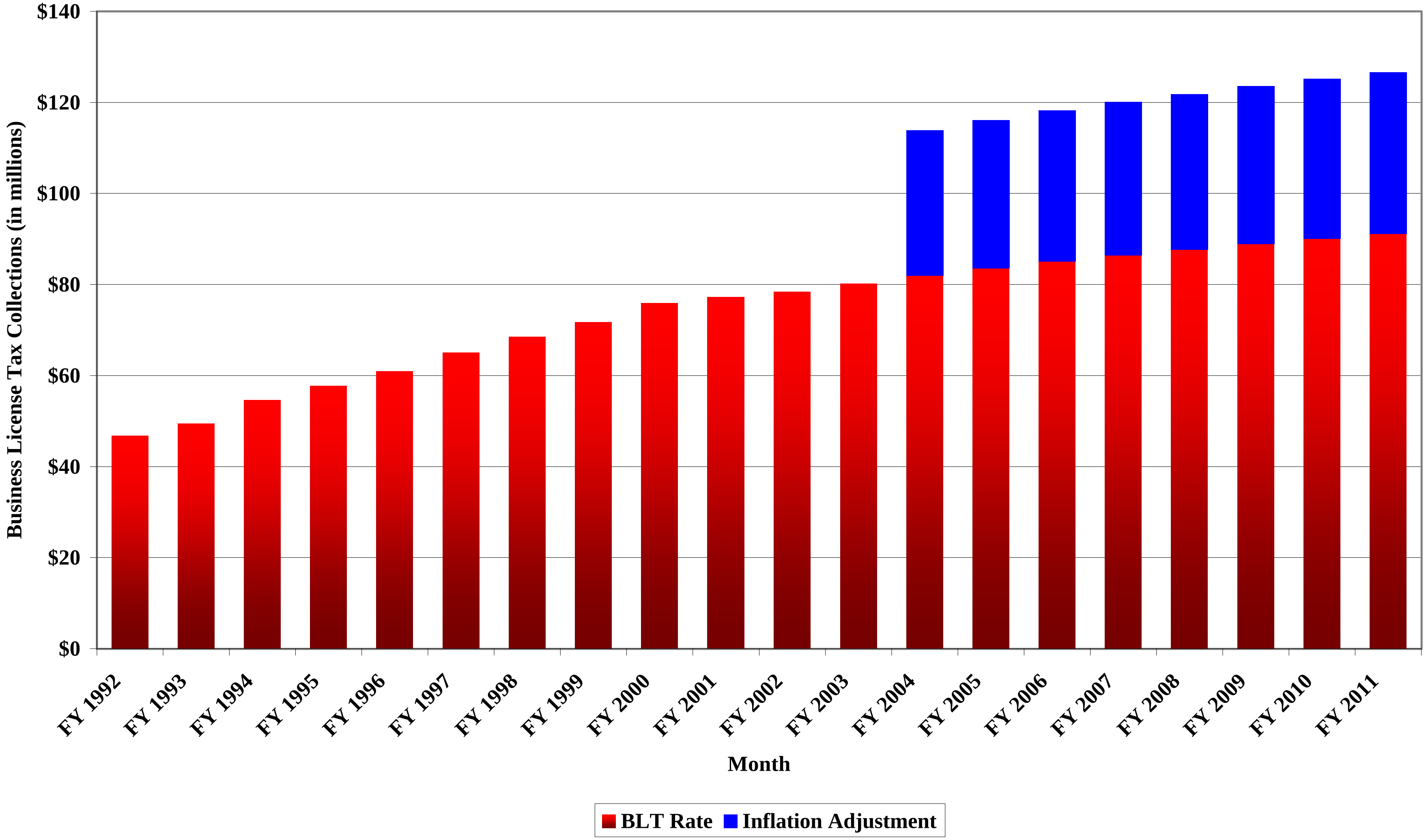

Exhibit 7C-4: Business License Tax Rate Analysis
Total Employment and Business License Tax Effective Employment Rate
FY 1991-92 through FY 2001-02

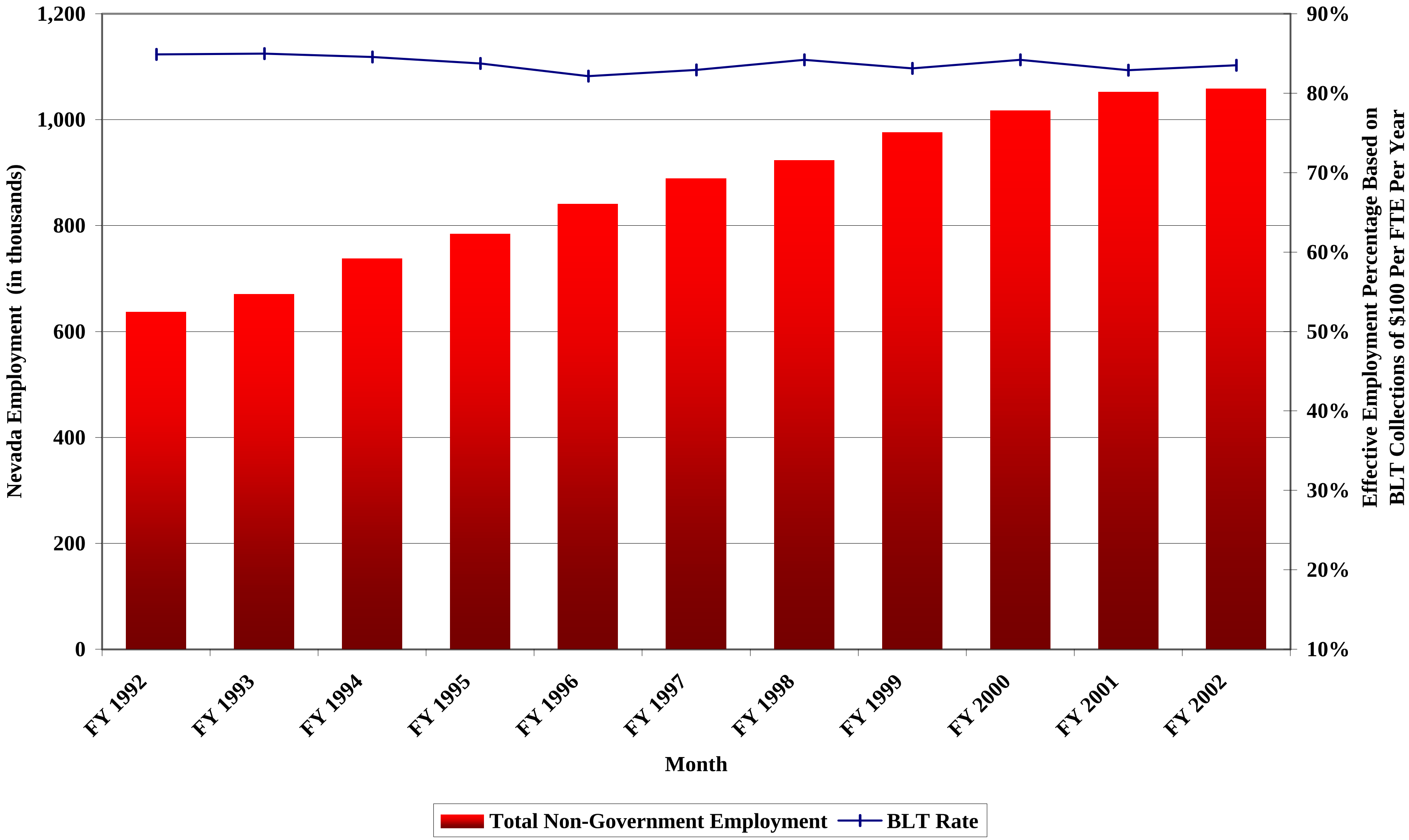

Exhibit 7C-5: Projected Business License Tax Collections
Total Collections With and Without Recommendation Increment
FY 2001-02 through FY 2010-11

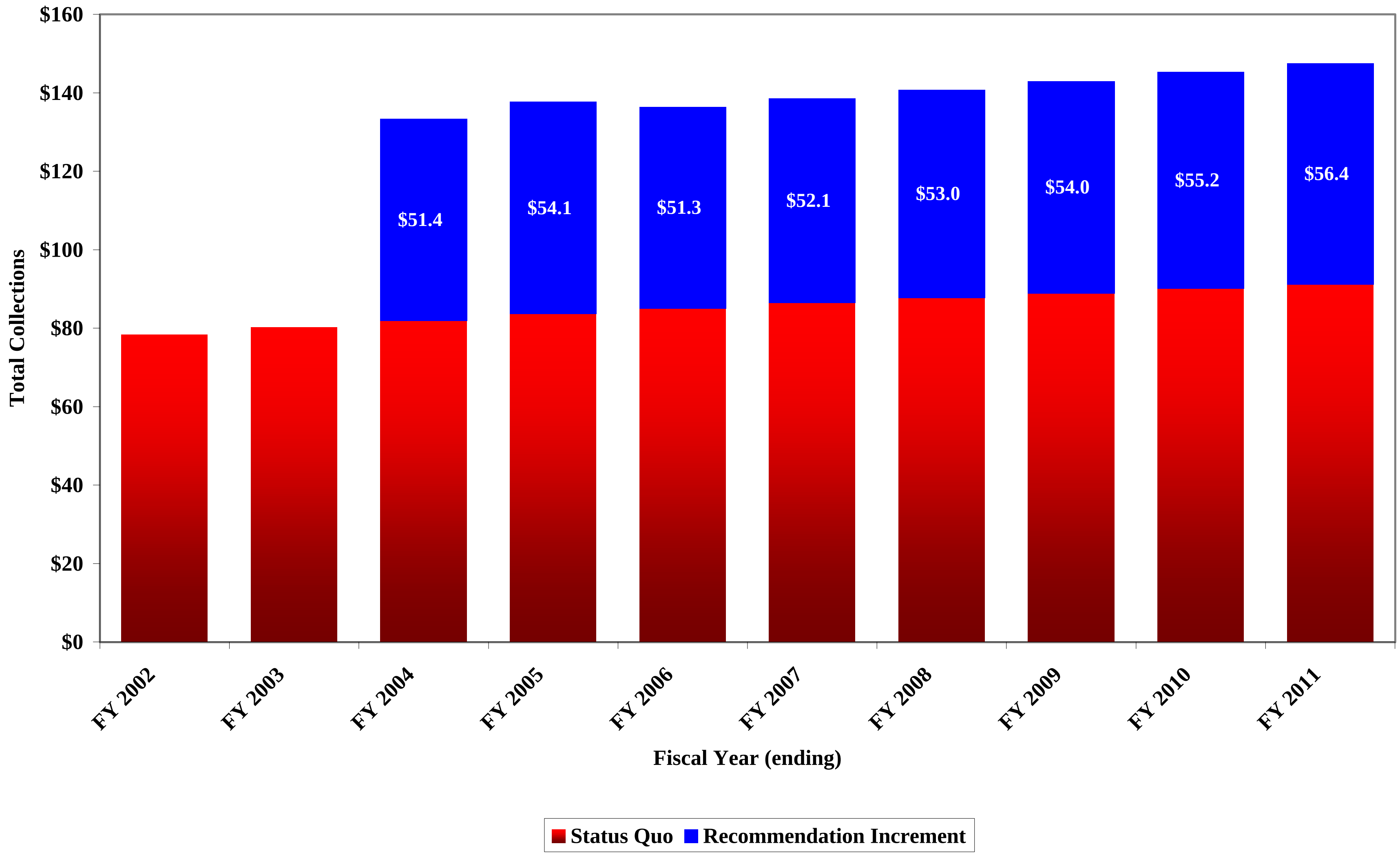

Exhibit 7C-6: Historical and Projected Business License Tax Collections After Recommendations Nominal and Inflation Adjusted Annual Growth Rates, FY 1992-93 through FY 2010-11 (Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

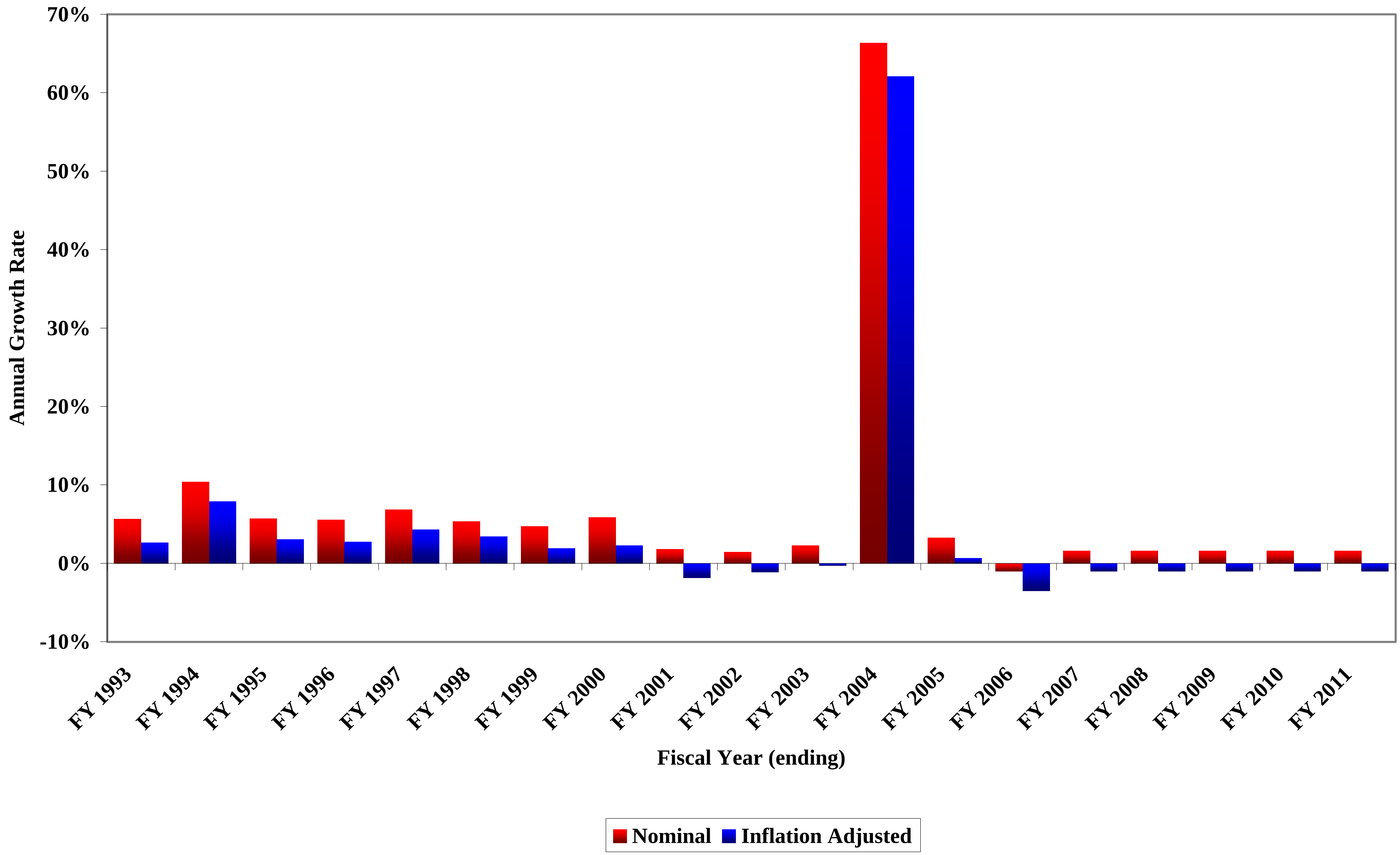

**Exhibit 7C-7: Historical and Projected Business License Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Totals, FY 1991-92 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)**

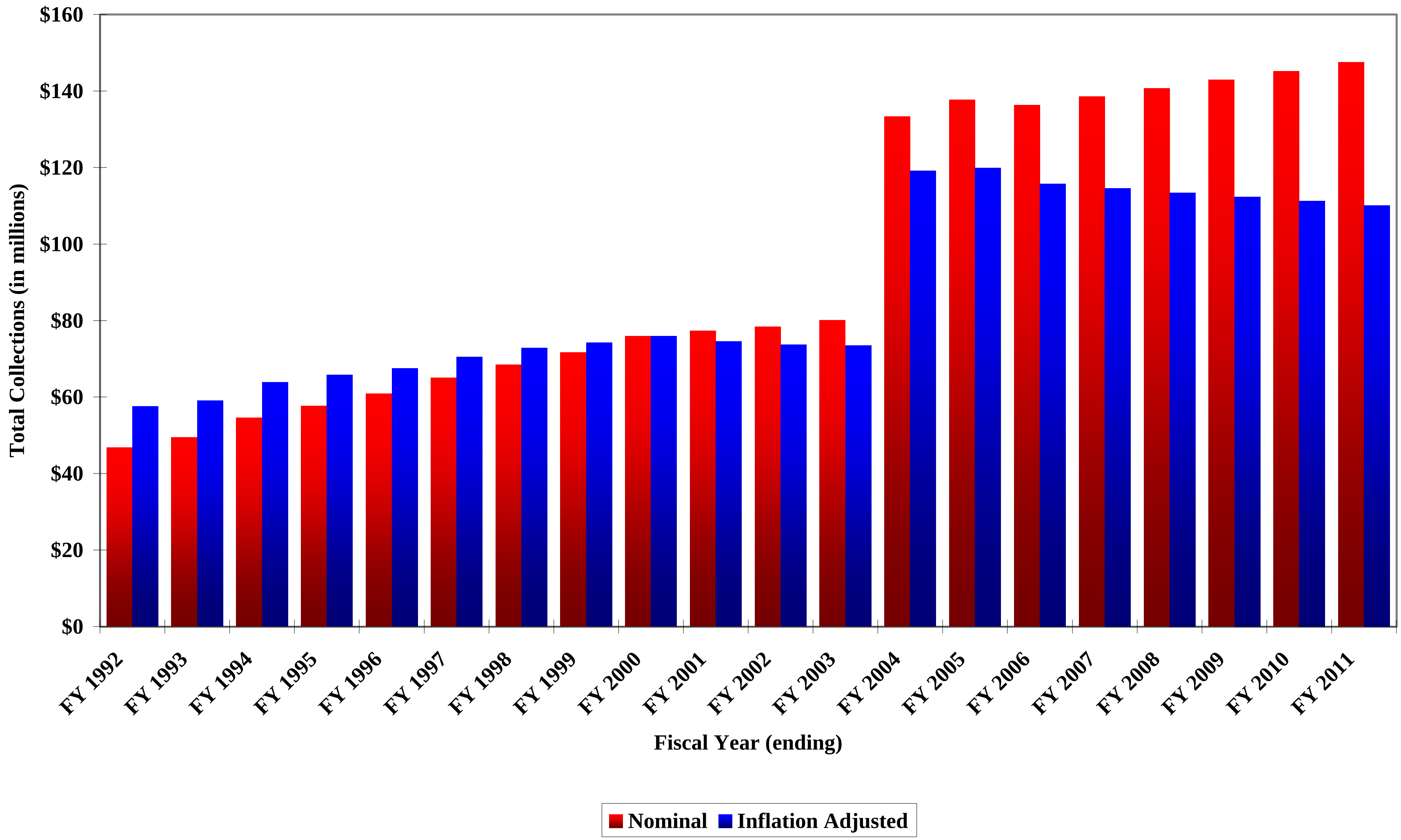

Exhibit 7C-8: Historical and Projected Business License Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Totals Per Capita, FY 1991-92 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

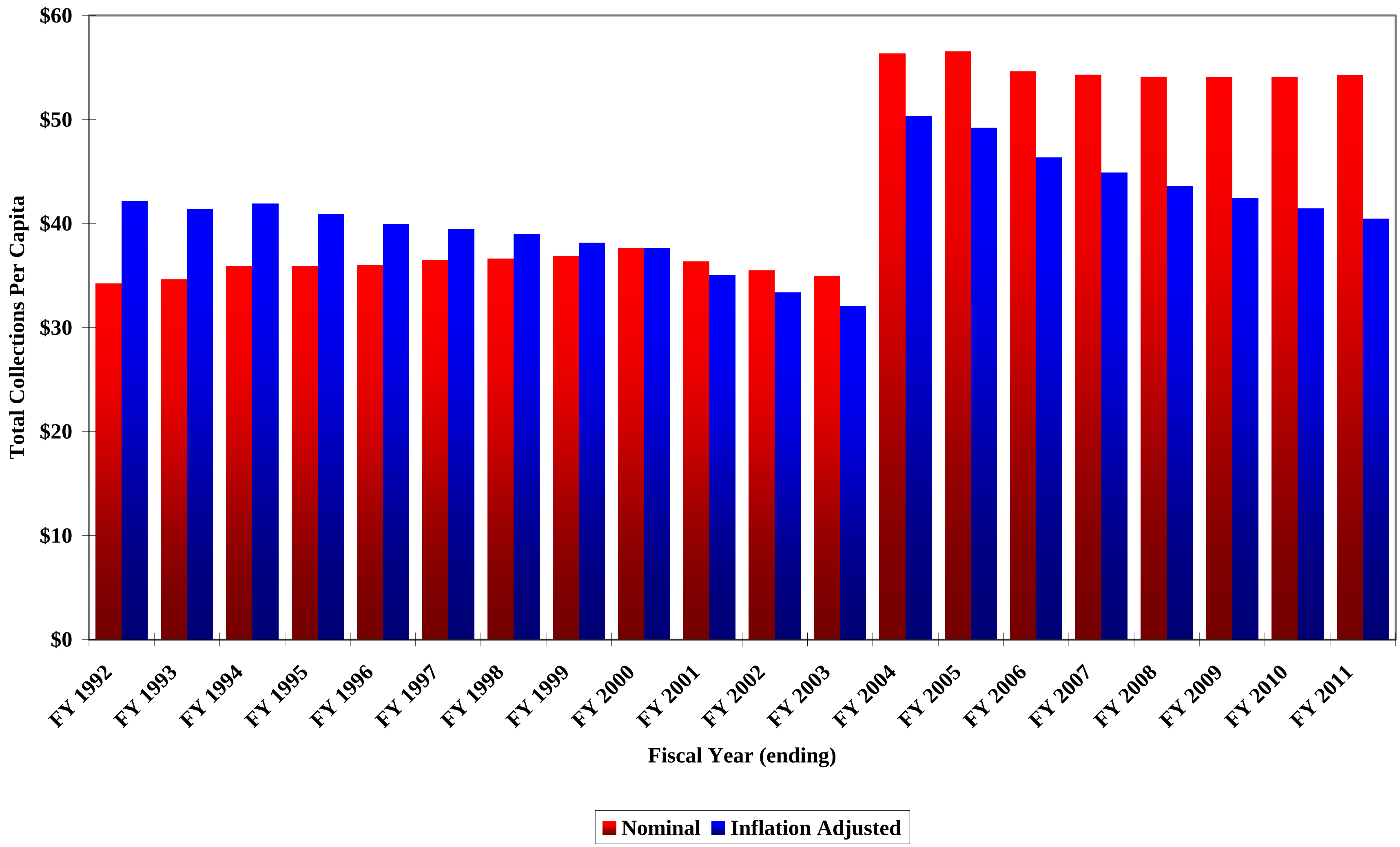

**Exhibit 7C-9: Historical and Projected Business License Tax Collections Comparison
Nominal Per Capita Collections With and Without Recommendations
FY 1991-92 through FY 2010-11**

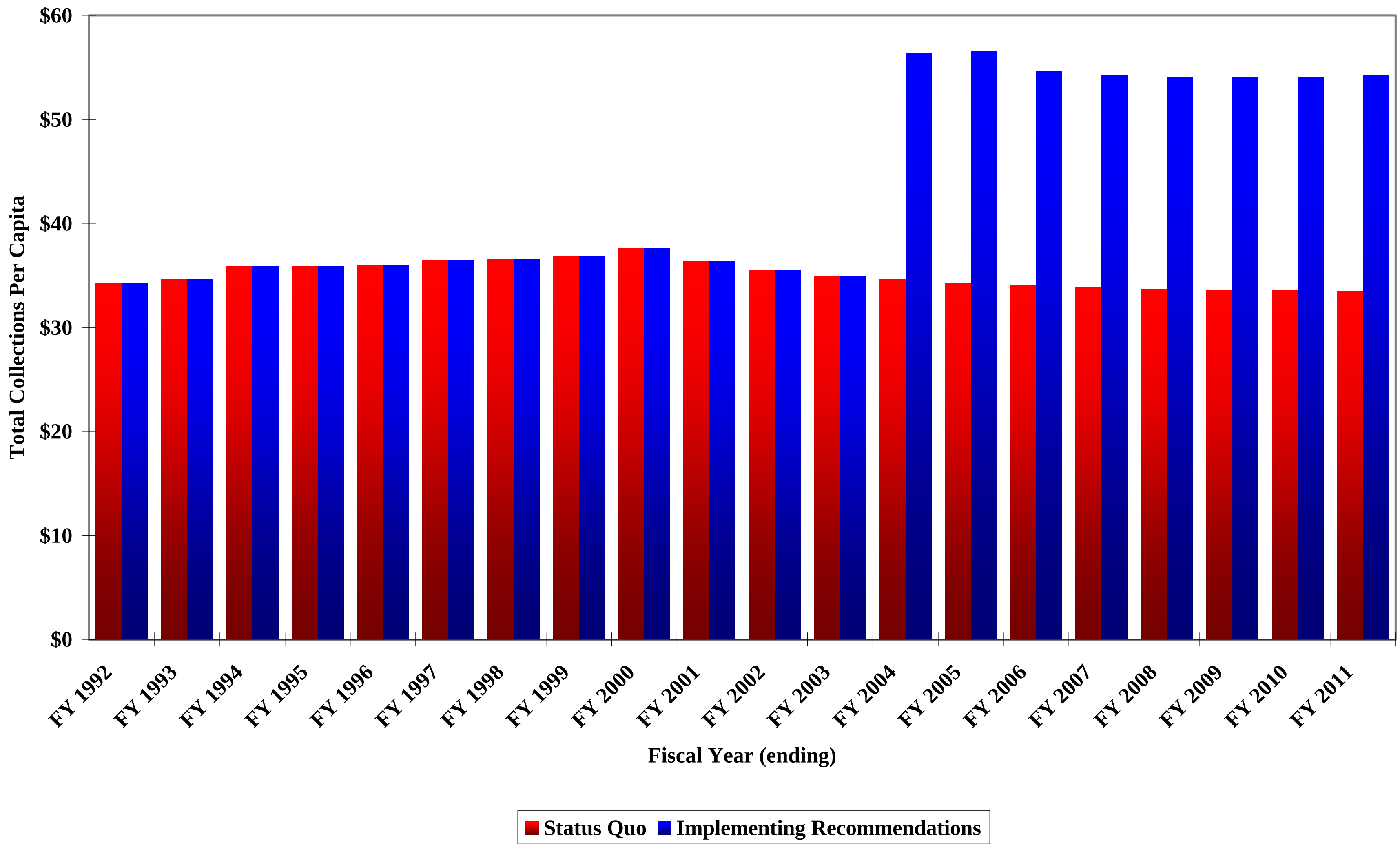

**Exhibit 7C-10: Historical and Projected Business License Tax Collections Comparison
Inflation Adjusted Per Capita Collections With and Without Recommendations
FY 1991-92 through FY 2010-11**

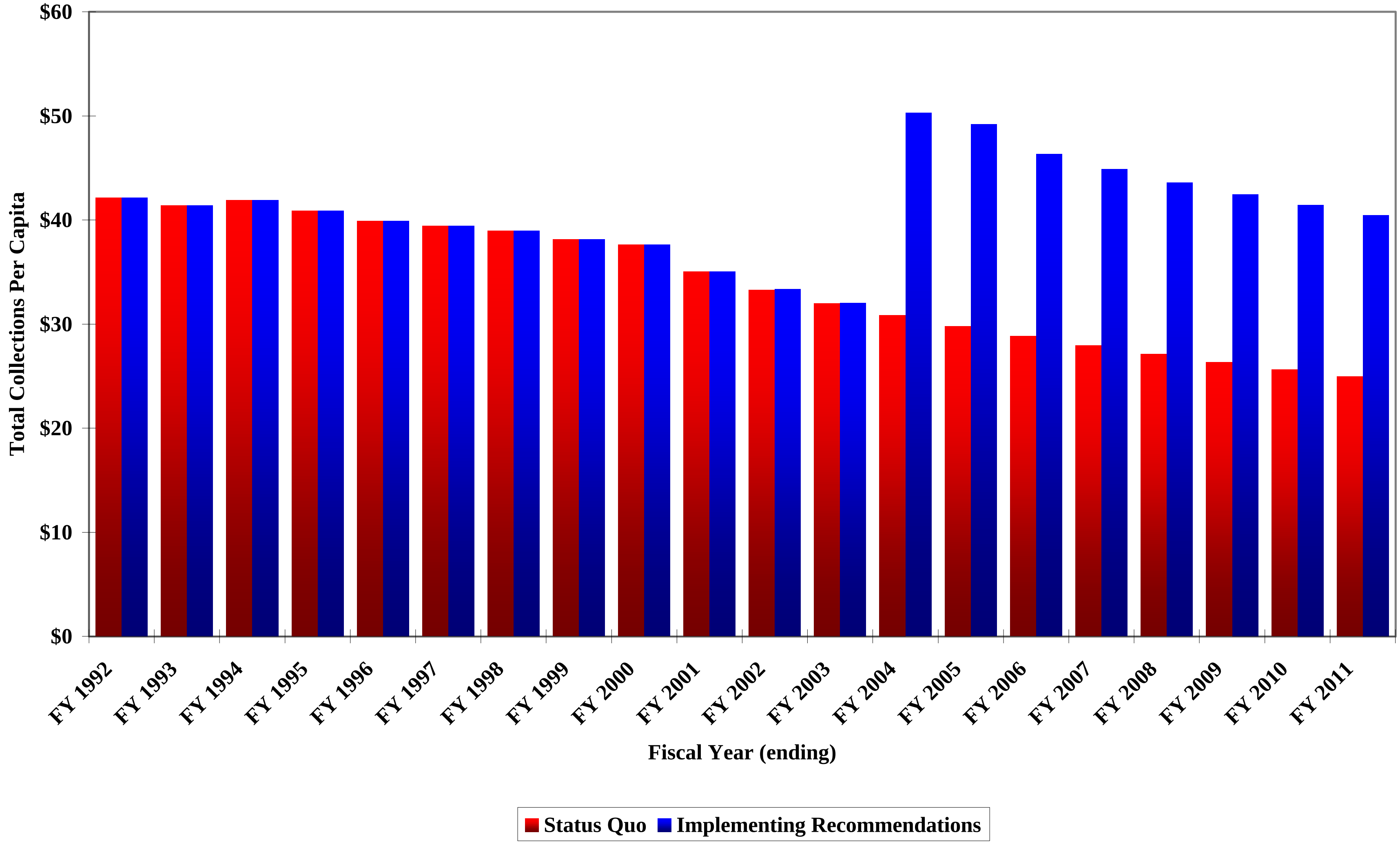

Exhibit 7C-11a: Number of Business Filing for the First Time in the State of Nevada
1994 through 2002 YTD

	1994	1995	1996	1997	1998	1999	2000	2001	2002 YTD (1)
Corporations	19,672	21,601	25,856	30,052	31,553	34,311	35,550	35,073	19,071
Limited-Liability Companies	1,147	1,956	3,715	5,563	7,849	10,388	12,765	14,376	9,259
Limited Partnerships	1,885	2,205	2,389	2,515	3,519	3,669	4,089	3,053	1,435
Limited-Liability Partnerships and Business Trusts	N/A	N/A	32	23	39	46	140	174	98
Total	**22,704**	**25,762**	**31,992**	**38,153**	**42,960**	**48,414**	**52,544**	**52,676**	**29,863**
Growth Rate		**13.5%**	**24.2%**	**19.3%**	**12.6%**	**12.7%**	**8.5%**	**0.3%**	**n/a**

Source: Nevada Secretary of State's Office
Notes:
(1) Year-to-date figures are through July, 2002.

Exhibit 7C-11b: Number of Initial / Annual Filing for Business Entities
1994 through 2002 YTD

	1994	1995	1996	1997	1998	1999	2000	2001	2002 YTD (1)
Corporations	78,954	83,104	92,660	99,350	111,014	121,025	132,557	143,127	86,977
Limited-Liability Companies	1,704	3,219	6,137	10,144	15,608	22,427	30,180	34,997	25,777
Limited Partnerships	5,833	7,060	8,203	9,398	11,808	13,833	15,680	16,013	8,513
Limited-Liability Partnerships and Business Trusts	0	0	22	43	86	114	243	312	144
Total	**86,491**	**93,383**	**107,022**	**118,935**	**138,516**	**157,399**	**178,660**	**194,449**	**121,411**
Growth Rate		**8.0%**	**14.6%**	**11.1%**	**16.5%**	**13.6%**	**13.5%**	**8.8%**	**n/a**

Source: Nevada Secretary of State's Office
Notes:
(1) Year-to-date figures are through July, 2002.

Exhibit 7C-12: Corporate Filing by State
Initial Filings, Total Structures and Total Structures Per 1,000 Residents
2000 and 2001

State	Year	Initial Filings									
		Domestic For Profit	Foreign Formed	Domestic & Foreign Non Profit	Domestic & Foreign LLC	Domestic & Foreign LP	Domestic & Foreign LLP	Total Structures Good Standing	Population Census 2000 (thousands)	Structures Per 1,000 Residents	Total Structures for Year
Alabama Secretary of State	2000	7,101	2,976	1,631	6,421	391	127	18,647	4,451	n/a	n/a
	2001	6,483	2,471	1,805	6,996	340	101	18,196	4,464	n/a	n/a
Alaska Secretary of State	2000								627		
	2001								635		
Arkansas Secretary of State	2000	6,298	1,916	1,499	3,830	321	38	13,902	2,678	38.54	103,204
	2001	6,158	1,755	1,196	4,200	280	39	13,628	2,692	38.75	104,314
Arizona Secretary of State	2000	11,548	3,383	1,978	15,183	n/a	n/a	32,092	5,165	52.21	269,677
	2001	10,806	2,892	1,916	16,718	n/a	n/a	32,332	5,307	53.59	284,378
California Secretary of State	2000	73,540	13,105	11,310	31,834	5,333	618	135,740	34,004	21.52	731,604
	2001	70,031	11,082	11,050	32,344	5,161	476	130,144	34,501	21.88	754,992
Colorado Secretary of State	2000	16,909	3,774	2,910	19,414	1,659	543	45,209	4,323	62.37	269,615
	2001	16,655	3,472	2,936	20,459	1,355	697	45,574	4,418	65.24	288,224
Delaware Secretary of State	2000	59,071	878	n/a	48,041	7,821	61	115,872	786	410.90	322,971
	2001	39,289	754	n/a	43,434	5,647	71	89,195	796	400.36	318,684
Florida Secretary of State	2000	119,282	7,225	8,584	19,186	4,263	991	159,531	16,054	53.28	855,370
	2001	121,063	6,586	8,987	25,566	3,626	457	166,285	16,396	47.27	775,080
Georgia Secretary of State	2000	31,362	4,352	3,927	15,809	2,164	n/a	57,614	8,229	50.64	416,688
	2001	29,936	3,492	4,331	17,902	1,633	n/a	57,294	8,383	51.35	430,455
Hawaii Secretary of State	2000	2,674	900	742	2,529	183	37	7,065	1,212	43.08	52,208
	2001	2,946	835	665	2,916	163	41	7,566	1,224	42.44	51,952
Idaho Secretary of State	2000	2,714	1,478	631	3,115	299	93	8,330	1,229	51.47	63,251
	2001	2,628	1,391	687	3,509	181	100	8,496	1,321	50.13	66,221

Exhibit 7C-12: Corporate Filing by State
Initial Filings, Total Structures and Total Structures Per 1,000 Residents
2000 and 2001

State	Year	Initial Filings: Domestic For Profit	Foreign Formed	Domestic & Foreign Non Profit	Domestic & Foreign LLC	Domestic & Foreign LP	Domestic & Foreign LLP	Total Structures Good Standing	Population Census 2000 (thousands)	Structures Per 1,000 Residents	Total Structures for Year
Illinois Secretary of State	2000	37,552	4,168	5,086	11,167	1,413	87	59,473	12,435	30.85	383,675
	2001	3,548	3,672	5,159	11,781	1,307	83	57,450	12,482	31.08	387,897
Indiana Secretary of State	2000	11,718	2,781	1,976	7,666	701	204	25,046	6,089	31.20	190,000
	2001	11,184	2,615	1,889	9,107	650	210	25,655	6,114	33.53	205,000
Iowa Secretary of State	2000	4,649	1,795	1,093	3,655	258	133	11,583	2,927	41.90	122,641
	2001	4,495	1,590	1,131	4,036	208	135	11,595	2,923	42.26	123,521
Kansas Secretary of State	2000	4,671	1,945	179	4,479	950	230	12,454	2,691	37.37	100,561
	2001	4,184	1,719	317	4,775	855	153	12,003	2,694	37.54	101,142
Kentucky Secretary of State	2000	6,716	2,976	1,394	7,075	492	98	18,751	4,047	27.64	111,862
	2001	6,062	2,558	1,494	8,220	349	77	18,760	4,065	29.56	120,167
Louisiana Secretary of State	2000	8,131	2,432	1,825	12,526	484	87	25,485	4,469	52.09	232,807
	2001	6,694	2,016	1,812	13,322	412	67	24,323	4,465	53.84	240,400
Maine Secretary of State	2000	2,742	1,298	641	1,730	92	10	6,513	1,276	41.56	53,027
	2001	2,592	1,118	658	1,984	76	17	6,445	1,286	43.02	55,328
Maryland	2000	14,192	3,948	2,787	13,038	551	227	34,743	5,310	32.02	170,009
	2001	13,822	3,441	2,956	14,850	470	184	35,723	5,375	31.40	168,765
Massachusetts	2000	12,723	4,769	1,390	6,164	1,010	201	26,257	6,357	43.62	277,276
	2001	11,118	3,793	1,447	6,079	649	162	23,248	6,379	43.35	276,544
Michigan	2000	22,899	2,727	3,869	24,860	511	n/a	54,866	9,952	33.10	329,457
	2001	21,323	2,408	3,730	26,318	438	n/a	54,217	9,990	33.39	333,606
Minnesota Secretary of State	2000	12,821	2,175	2,133	6,144	782	529	24,584	4,931	4.99	24,594
	2001	12,147	1,843	2,091	7,284	667	1,456	25,488	4,972	5.13	25,488
Mississippi Secretary of State	2000	149,740	n/a	n/a	n/a	n/a	n/a	149,740	2,849	n/a	n/a

Exhibit 7C-12: Corporate Filing by State
Initial Filings, Total Structures and Total Structures Per 1,000 Residents
2000 and 2001

State	Year	Initial Filings: Domestic For Profit	Initial Filings: Foreign Formed	Initial Filings: Domestic & Foreign Non Profit	Initial Filings: Domestic & Foreign LLC	Initial Filings: Domestic & Foreign LP	Initial Filings: Domestic & Foreign LLP	Initial Filings: Total Structures Good Standing	Population Census 2000 (thousands)	Structures Per 1,000 Residents	Total Structures for Year
	2001	149,673	n/a	n/a	n/a	n/a	n/a	149,673	2,858	n/a	n/a
Missouri Secretary of State	2000	14,252	3,487	2,371	11,443	966	156	32,675	5,603	29.58	165,733
	2001	13,753	3,452	2,380	13,179	646	154	33,564	5,629	40.51	228,013
Montana Secretary of State	2000	2,566	1,530	517	2,701	n/a	n/a	7,314	903	59.63	53,843
	2001	2,379	1,416	646	3,606	354	1,615	10,016	904	61.95	56,000
Nebraska Secretary of State	2000	3,100	1,300	575	2,340	275	140	7,730	1,712	33.12	56,700
	2001	2,850	1,080	500	2,500	175	60	7,165	1,713	35.61	61,000
Nevada Secretary of State	2000	31,482	2,438	1,640	12,765	4,089	140	52,554	2,018	87.96	177,496
	2001	31,400	2,137	1,536	14,376	3,053	174	52,676	2,106	90.58	190,772
New Hampshire	2000	1,864	1,192	442	3,484	88	30	7,100	1,239	29.85	36,982
	2001	1,727	1,244	483	3,810	91	39	7,394	1,259	29.10	36,637
New Jersey Secretary of State	2000	26,701	5,351	3,095	23,098	869	283	59,397	8,429	50.71	427,451
	2001	24,705	4,267	3,137	25,715	624	277	58,725	8,484	54.83	465,155
New Mexico Secretary of State	2000					321	29	350	1,821	n/a	
	2001					300	42	342	1,829	n/a	
New York Secretary of State	2000	75,992	7,995	4,981	24,778	1,662	504	115,912	18,989	0.05	1,033
	2001	73,410	5,722	4,814	25,887	1,513	516	111,862	19,011	0.05	1,036
North Carolina Secretary of State	2000	18,620	4,289	3,607	11,460	510	189	38,675	8,077	0.04	339
	2001	25,535	5,605	3,847	14,638	449	222	50,296	8,186	0.04	367
North Dakota Secretary of State	2000	1,003	1,432	353	646	208	267	3,909	640	63.35	40,541
	2001	898	1,238	355	697	211	279	3,678	634	56.56	35,862
Ohio Secretary of State	2000	17,861	3,979	3,436	19,124	1,475	256	46,131	11,359	36.18	410,992
	2001	16,618	3,780	3,811	22,096	1,230	215	47,750	11,373	39.19	445,716

Exhibit 7C-12: Corporate Filing by State
Initial Filings, Total Structures and Total Structures Per 1,000 Residents
2000 and 2001

State	Year	Initial Filings: Domestic For Profit	Foreign Formed	Domestic & Foreign Non Profit	Domestic & Foreign LLC	Domestic & Foreign LP	Domestic & Foreign LLP	Total Structures Good Standing	Population Census 2000 (thousands)	Structures Per 1,000 Residents	Total Structures for Year
Oklahoma Secretary of State	2000	7,425	1,757	1,392	6,662	447	45	17,728	3,453	n/a	
	2001	6,499	1,608	1,295	6,782	393	59	16,636	3,460	36.71	127,009
Oregon Secretary of State	2000	8,442	2,457	1,917	8,765	336	126	22,043	3,429	40.75	139,725
	2001	7,993	2,260	2,041	9,813	263	88	22,458	3,472	41.83	145,236
Pennsylvania	2000	18,018	4,248	2,851	7,415	2,766	440	35,738	12,282	n/a	
	2001	17,580	3,859	3,044	8,850	2,354	438	36,125	12,287	n/a	
Rhode Island Secretary of State	2000	2,319	1,055	457	1,924	130	41	5,926	1,050	47.15	49,511
	2001	2,219	1,018	441	2,117	128	53	5,979	1,058	47.11	49,841
South Carolina Secretary of State	2000								4,023	n/a	
	2001								4,063	n/a	
South Dakota Secretary of State	2000	1,400	1,350	300	925	170	4,235	4,235	755	51.92	39,200
	2001	1,290	1,220	300	1,060	115	4,080	4,080	756	54.23	41,000
Tennessee Secretary of State	2000	7,595	2,472	2,095	5,646	791	34	18,633	5,702	24.22	138,079
	2001	7,336	2,217	2,163	5,962	663	34	18,375	5,740	24.61	141,251
Texas Secretary of State	2000	42,749	6,128	7,162	18,891	14,210	839	89,979	20,946	25.44	532,873
	2001	47,365	6,274	6,853	21,401	14,180	1,048	97,121	21,325	29.13	621,276
Utah Secretary of State	2000	5,790	1,567	832	6,832	625	65	15,711	2,241	n/a	
	2001	7,457	1,598	1,126	10,138	690	70	21,079	2,269	30.73	69,731
Virginia	2000	18,704	5,333		13,909	2,432	45	40,423	7,104	28.09	199,528
	2001	18,226	4,867		15,369	2,023	53	40,538	7,187	28.06	201,685
Washington State Secretary of State	2000	12,695	3,917	3,456	11,833	644	159	32,704	5,908	38.95	230,140
	2001	11,706	3,401	3,558	12,478	436	119	31,698	5,987	40.56	242,814

Exhibit 7C-12: Corporate Filing by State
Initial Filings, Total Structures and Total Structures Per 1,000 Residents
2000 and 2001

State	Year	Initial Filings: Domestic For Profit	Foreign Formed	Domestic & Foreign Non Profit	Domestic & Foreign LLC	Domestic & Foreign LP	Domestic & Foreign LLP	Total Structures Good Standing	Population Census 2000 (thousands)	Structures Per 1,000 Residents	Total Structures for Year
Wisconsin	2000	6,683	1,760	1,607	12,393	428	513	23,384	5,372	38.87	208,825
	2001	5,829	1,530	1,522	14,582	345	440	24,248	5,401	29.43	158,941
Wyoming Secretary of State	2000	2,108	1,405	389	2,335	186	16	6,339	494	68.50	33,839
	2001	2,800	1,317	315	2,623	209	16	7,280	494	66.14	32,675
West Virginia Secretary of State	2000	1,502	1,674	393	2,202	102	20	5,893	1,807	27.09	48,950
	2001	1,604	1,609	366	2,597	116	16	6,308	1,801	30.45	54,843

Exhibit 7C-13: Projected Business License Tax Collections
Total Collections With and Without Recommendation Increment
FY 2001-02 through FY 2010-11

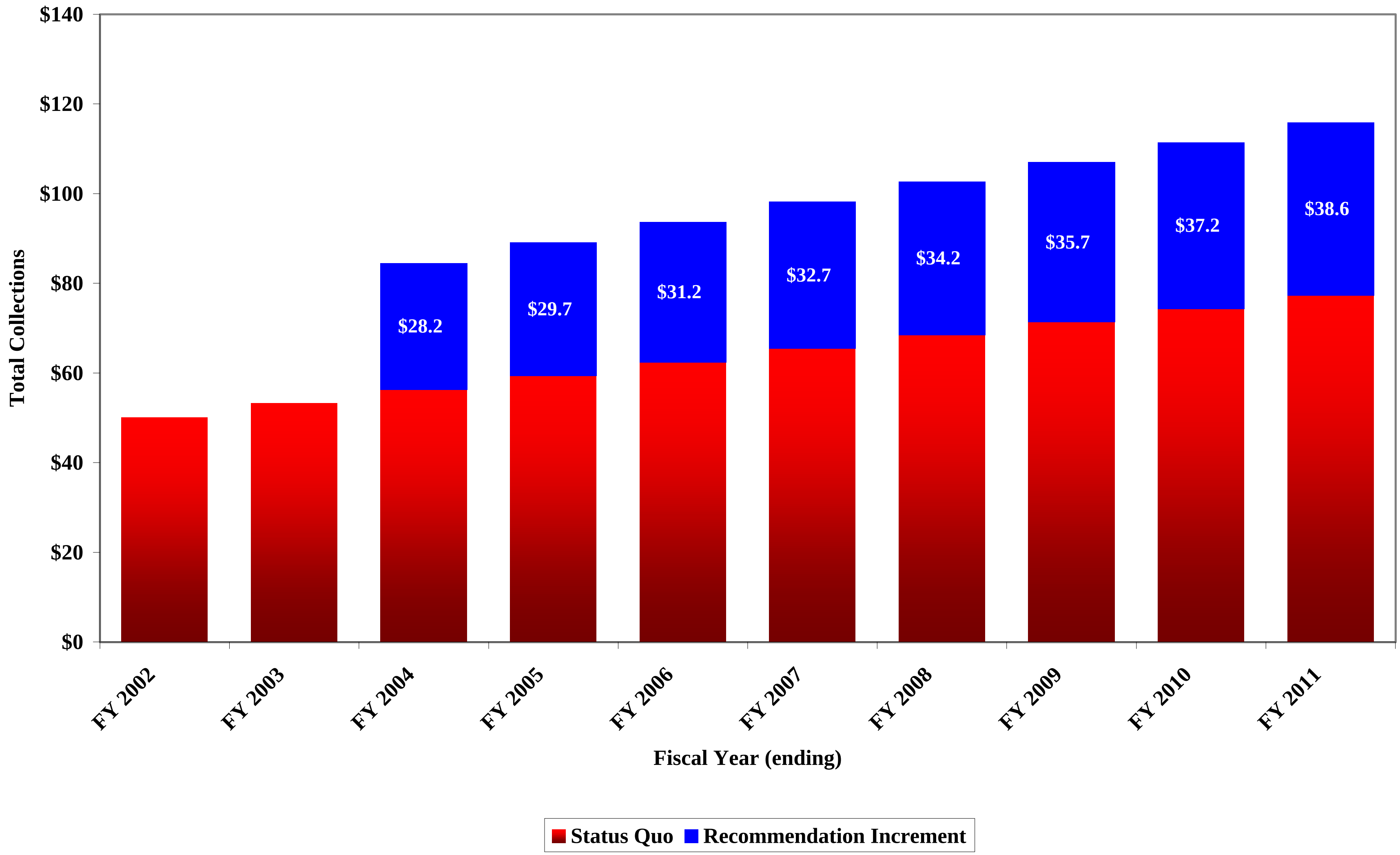

**Exhibit 7C-14: Historical and Projected Secretary of State Fee Collections After Recommendations
Nominal and Inflation Adjusted Annual Growth Rates, FY 1990-91 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)**

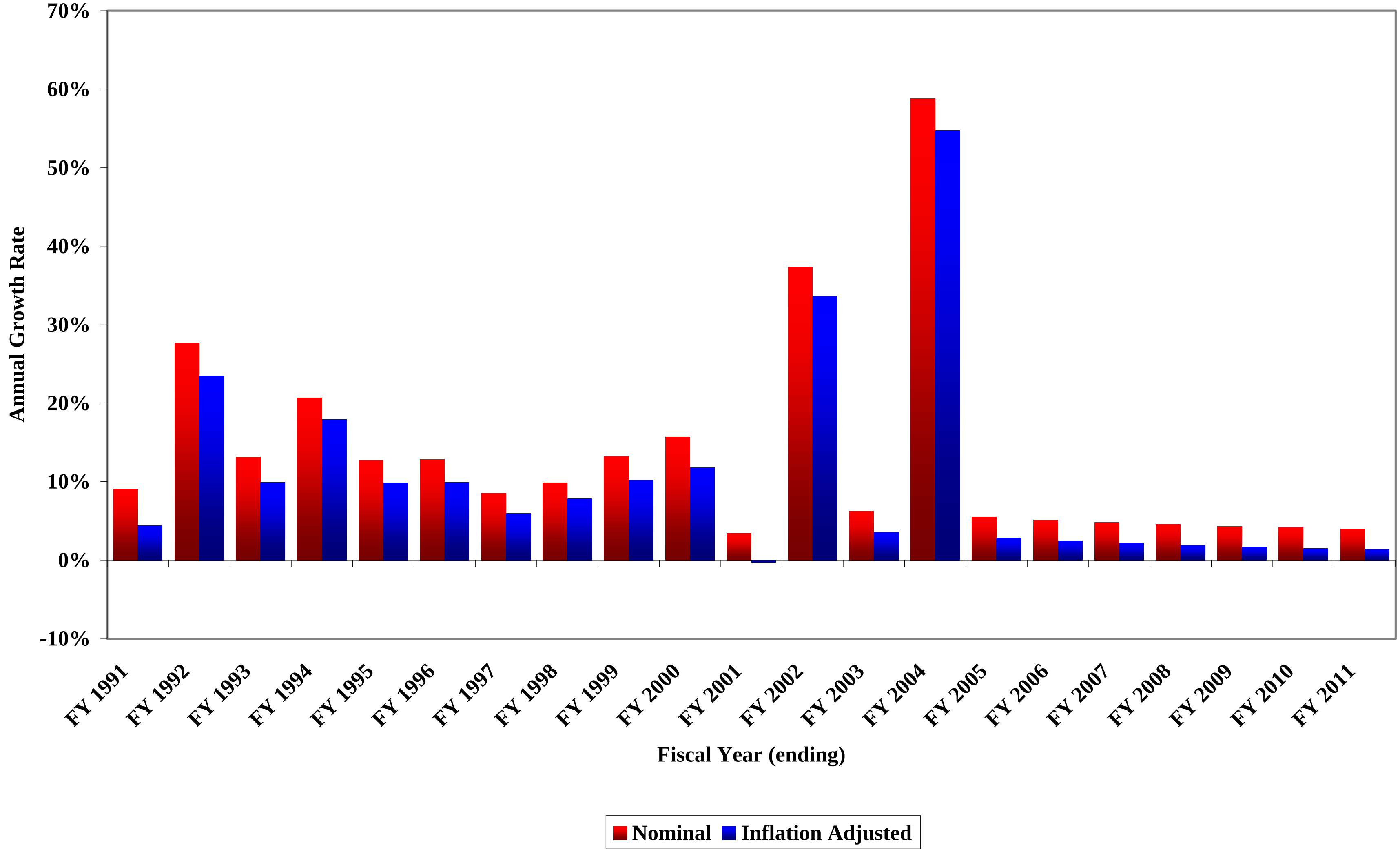

Exhibit 7C-15: Historical and Projected Secretary of State Fees After Recommendations
Nominal and Inflation Adjusted Annual Totals, FY 1989-90 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

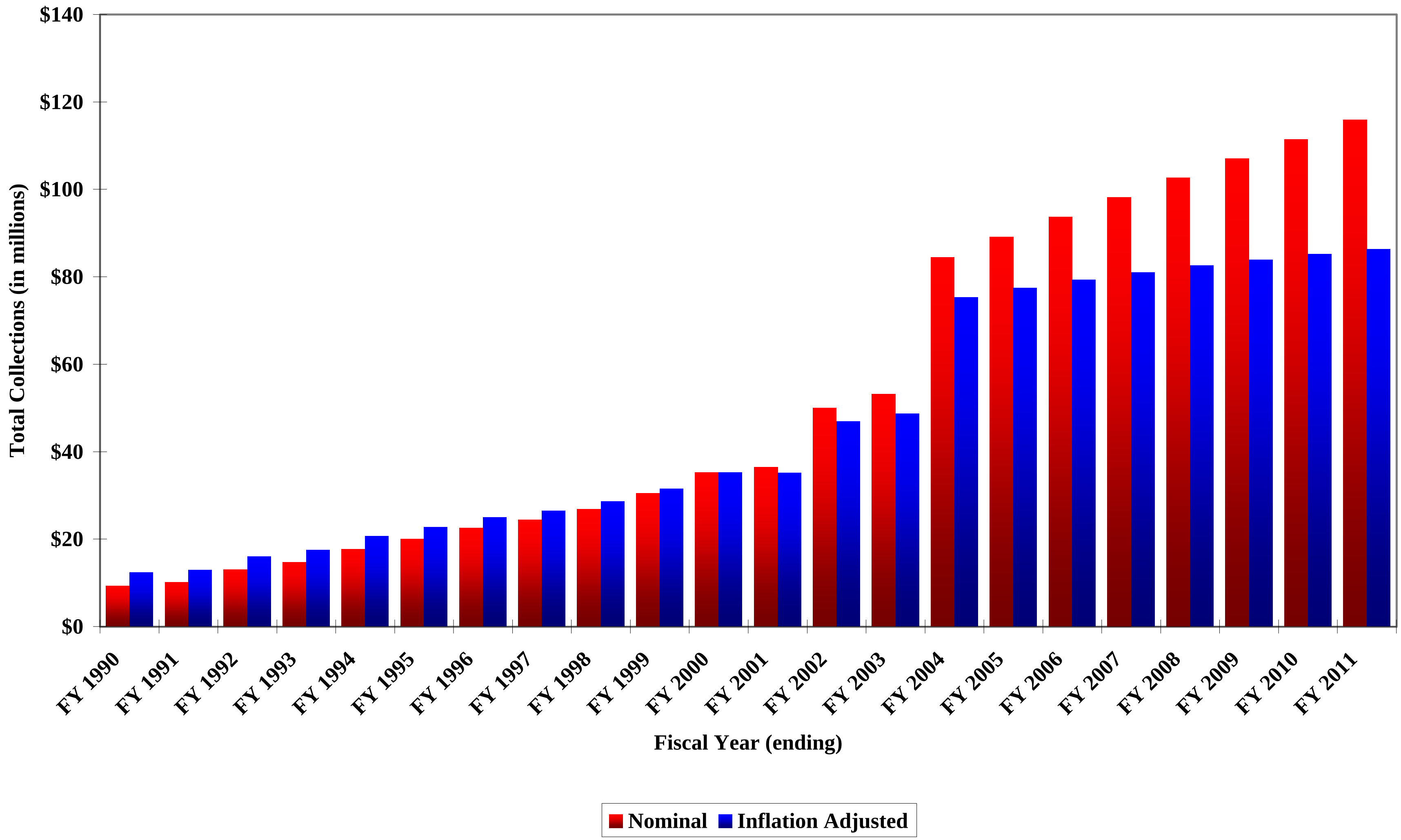

**Exhibit 7C-16: Historical and Projected Secretary of State Fees After Recommendations
Nominal and Inflation Adjusted Annual Totals Per Capita, FY 1989-90 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)**

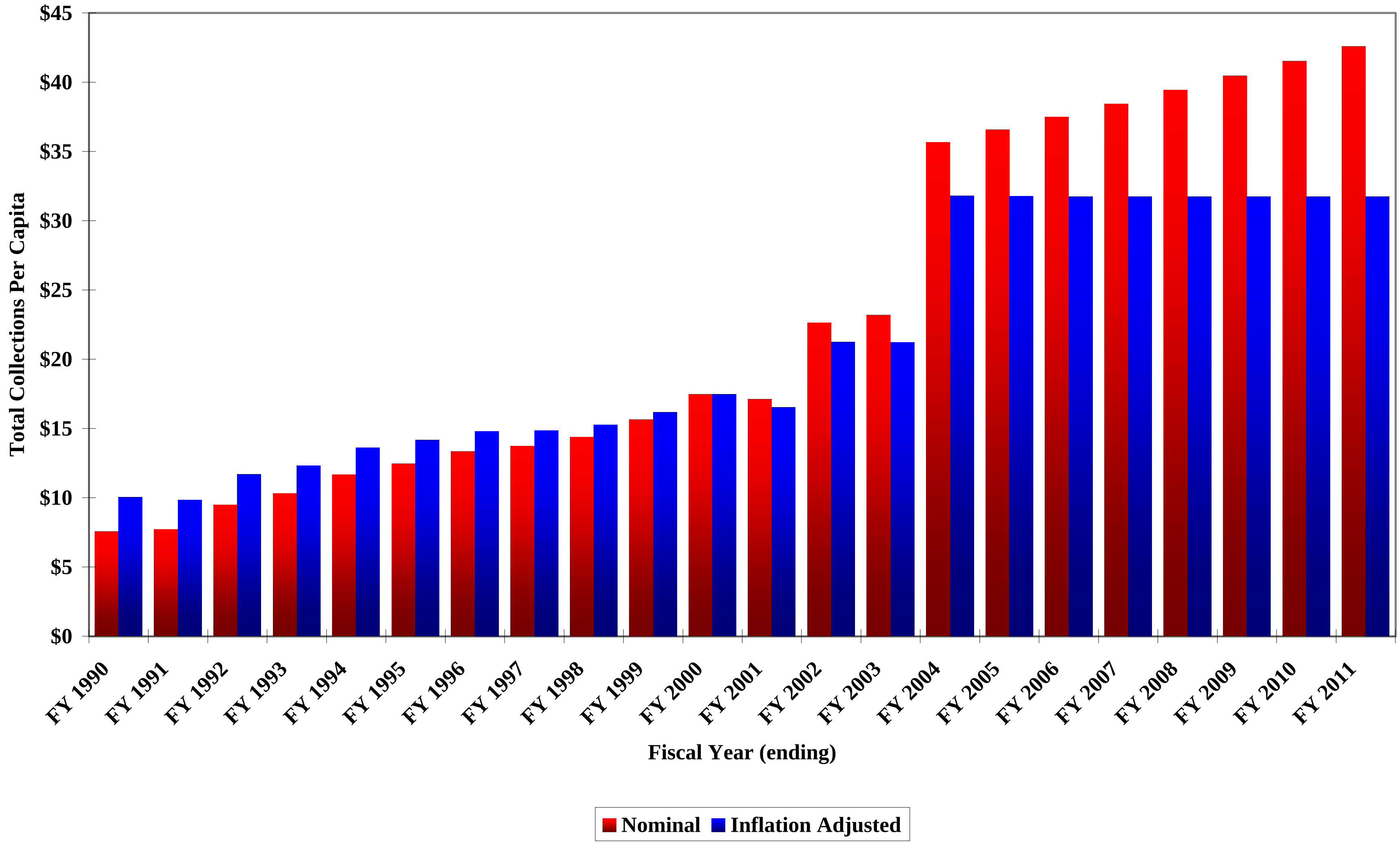

Exhibit 7C-17: Historical and Projected Secretary of State Fees Comparison
Nominal Per Capita Collections With and Without Recommendations
FY 1989-90 through FY 2010-11

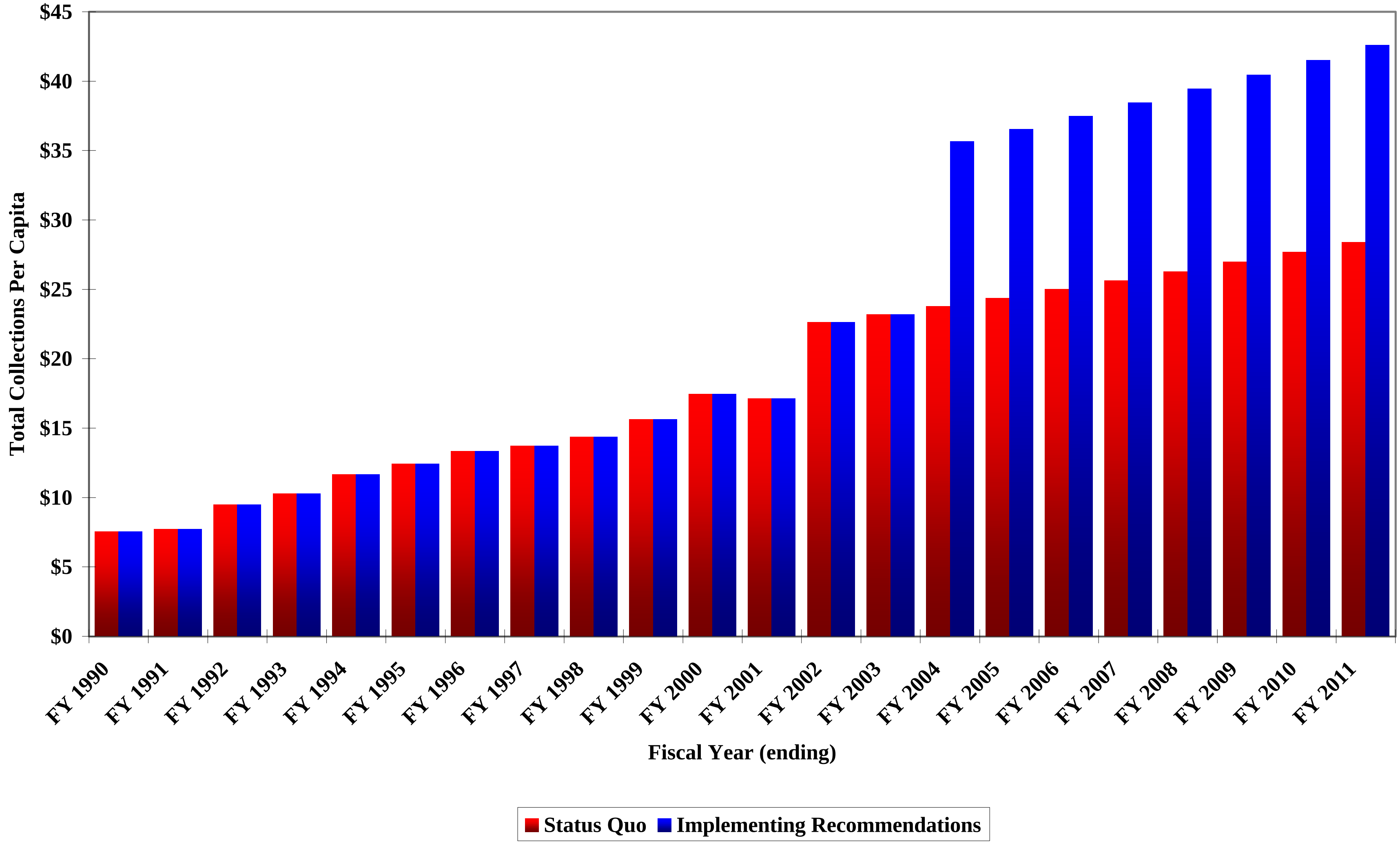

Exhibit 7C-18: Historical and Projected Secretary of State Fees Comparison
Inflation Adjusted Per Capita Collections With and Without Recommendations
FY 1989-90 through FY 2010-11

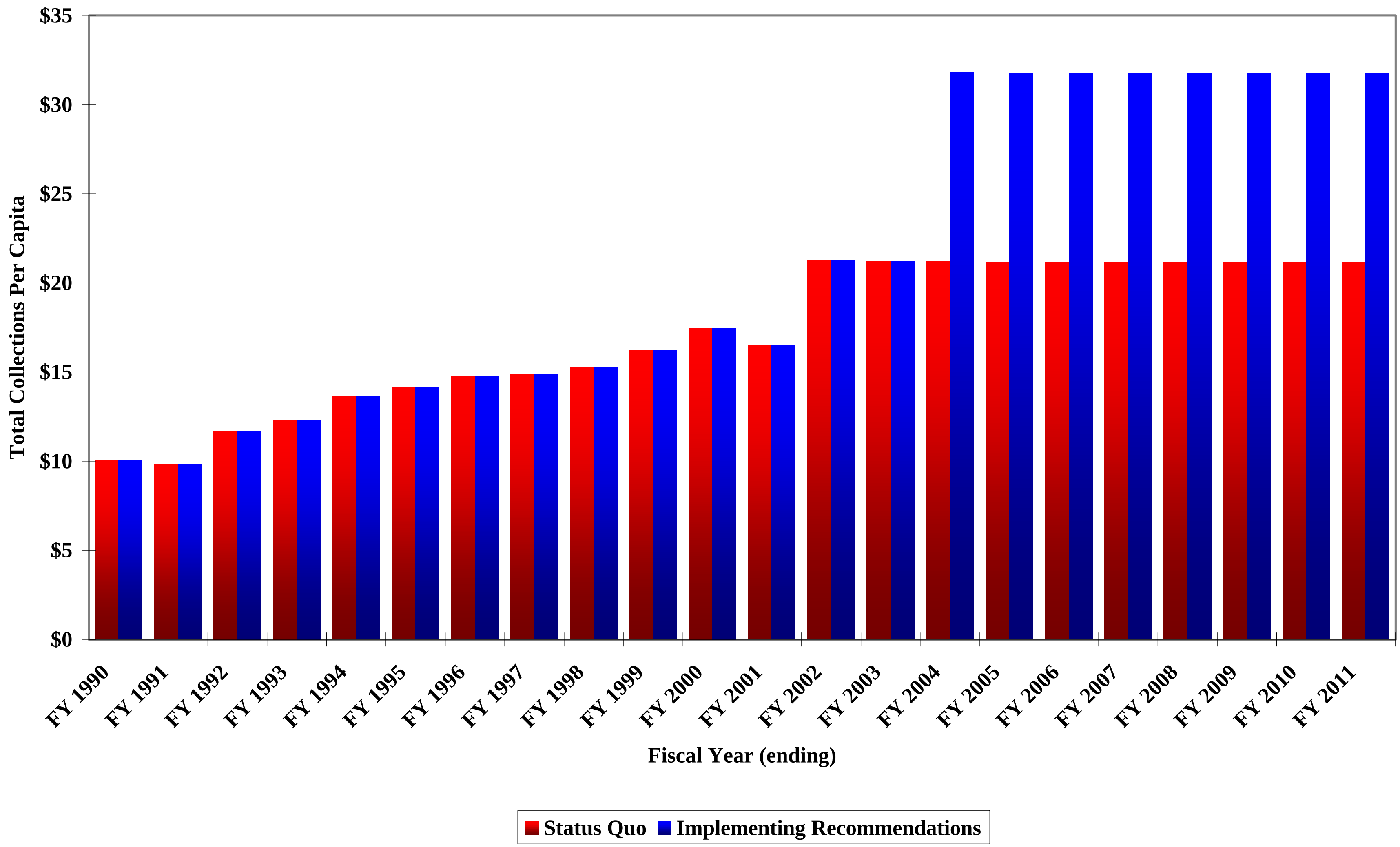

Exhibit 7C-19: Liquor Tax Rate Recommendation (Beer)
Existing Standard Rate and Rate After Inflation Adjustment
FY 1983-84 through FY 2010-11

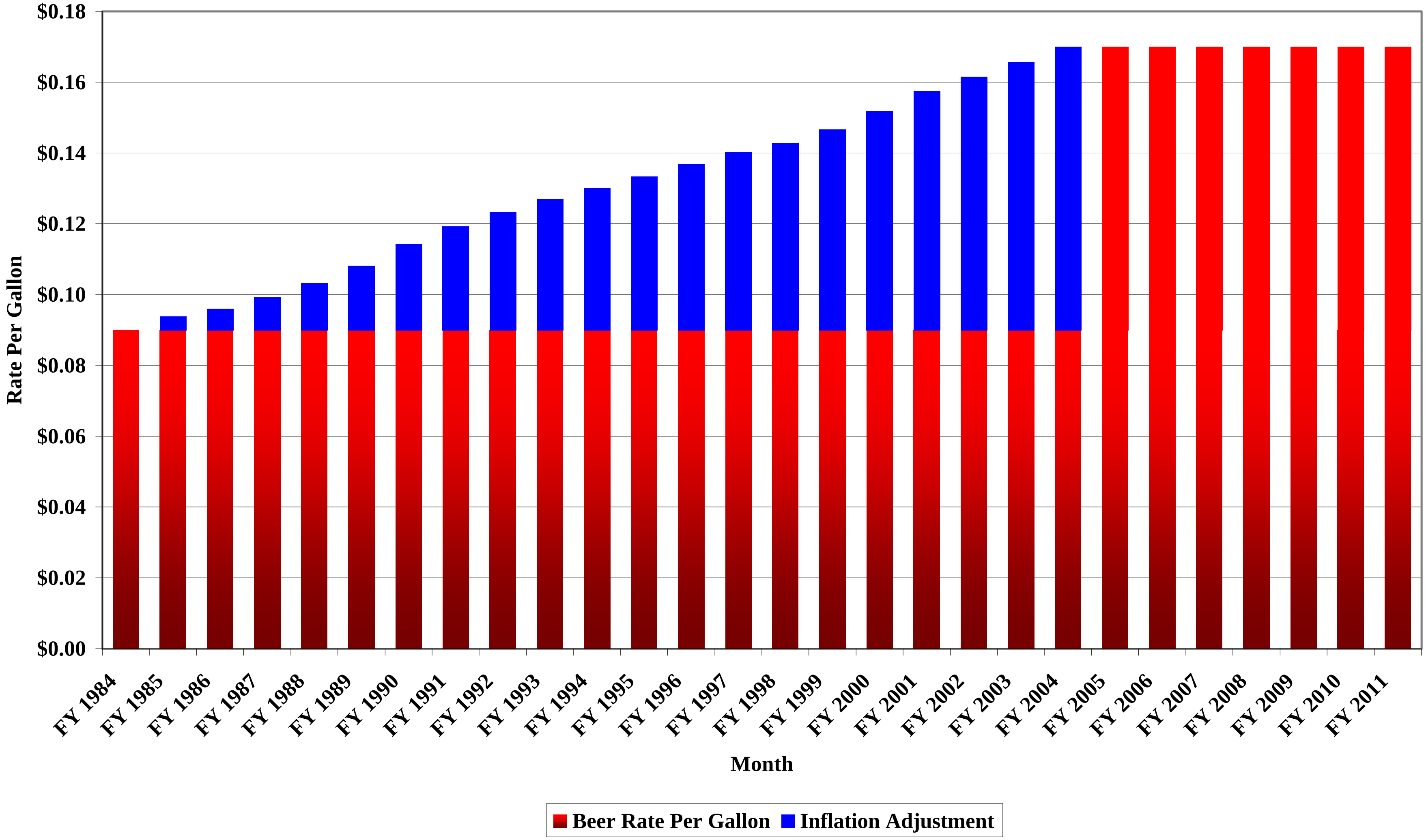

Exhibit 7C-20: Liquor Tax Rate Recommendation (Liquor Up To 14% Alcohol)
Existing Standard Rate and Rate After Inflation Adjustment
FY 1983-84 through FY 2010-11

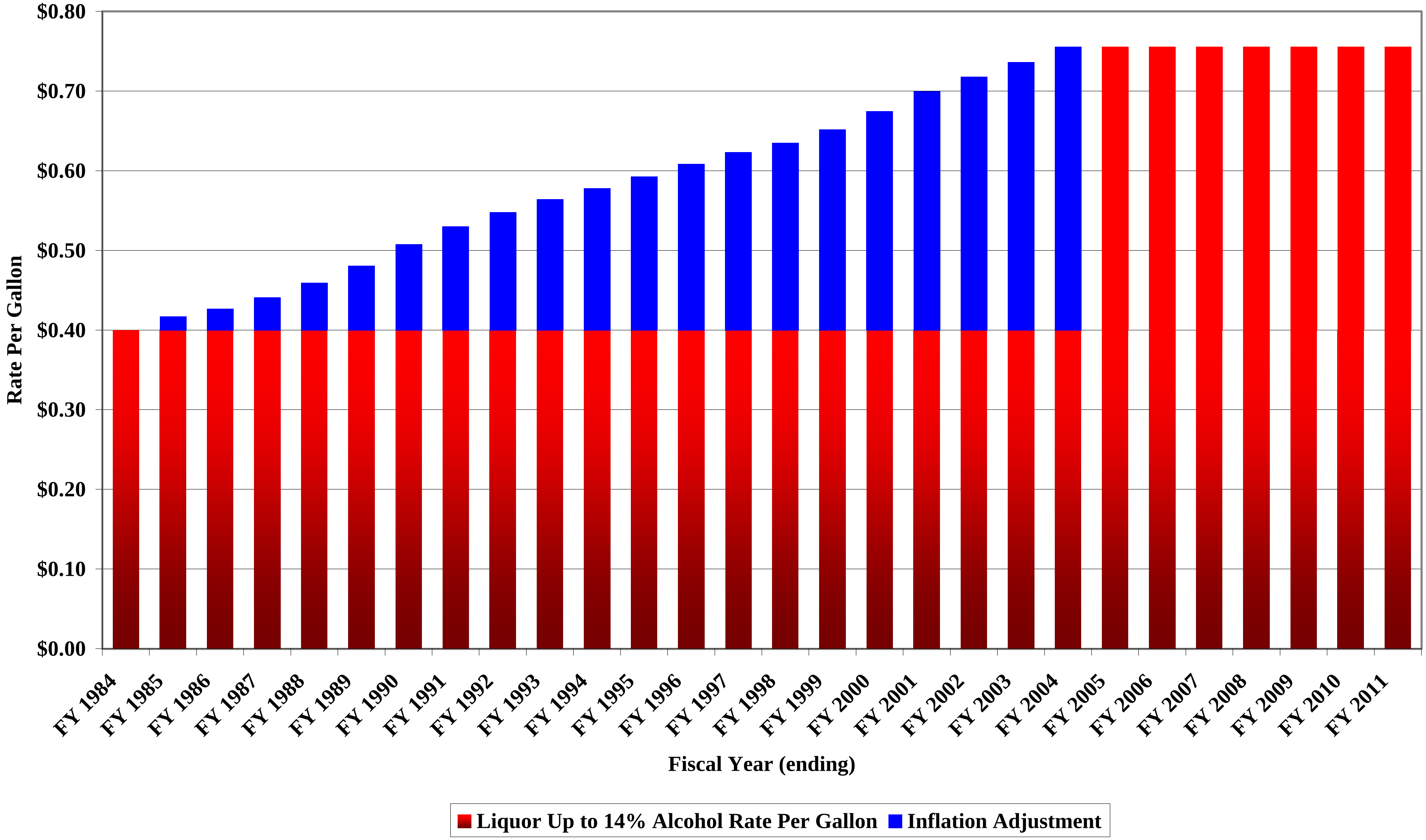

**Exhibit 7C-21: Liquor Tax Rate Recommendation (Liquor 14% to 22% Alcohol)
Existing Standard Rate and Rate After Inflation Adjustment
FY 1983-84 through FY 2010-11**

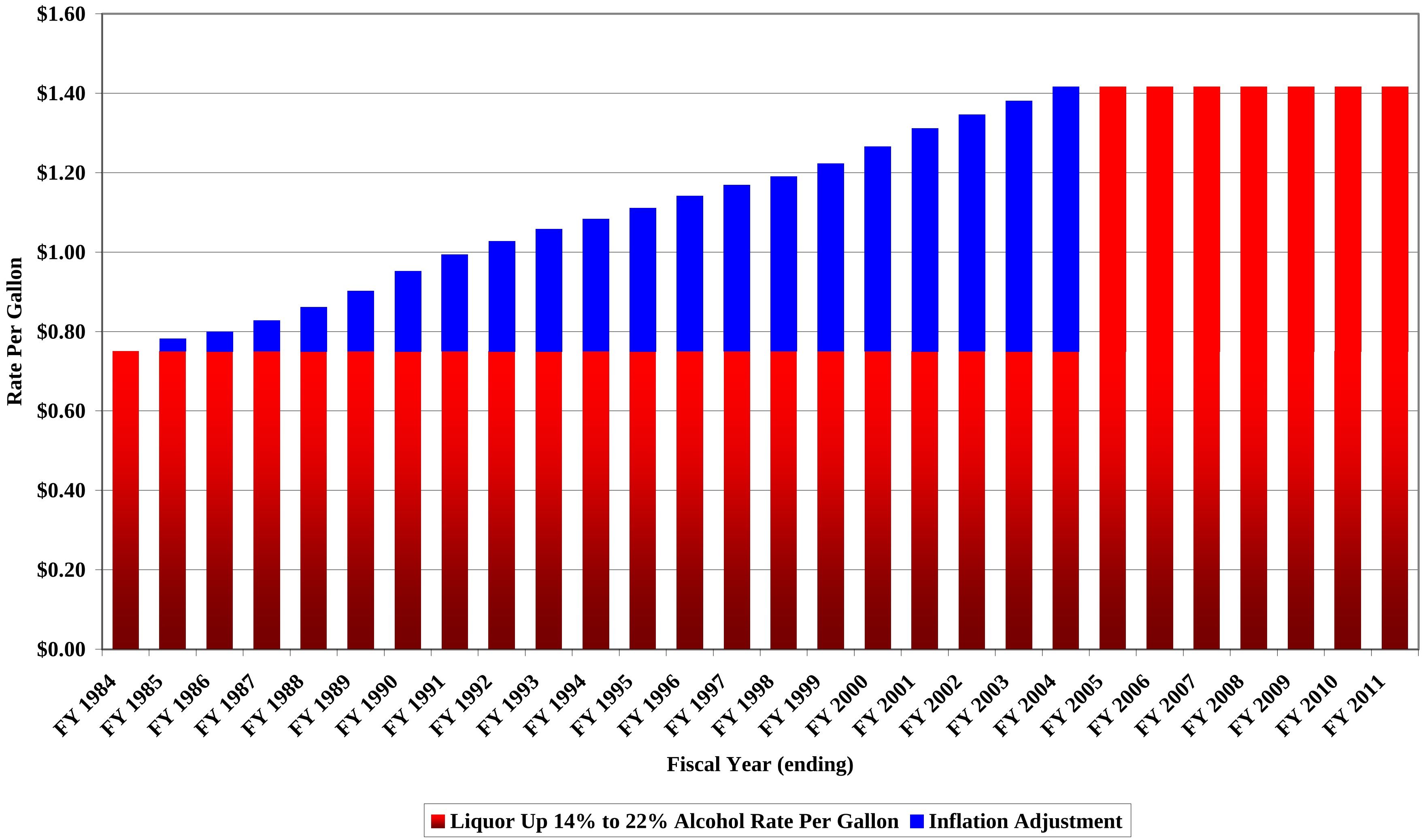

Exhibit 7C-22: Liquor Tax Rate Recommendation (Greater Than 22% Alcohol)
Existing Standard Rate and Rate After Inflation Adjustment
FY 1983-84 through FY 2010-11

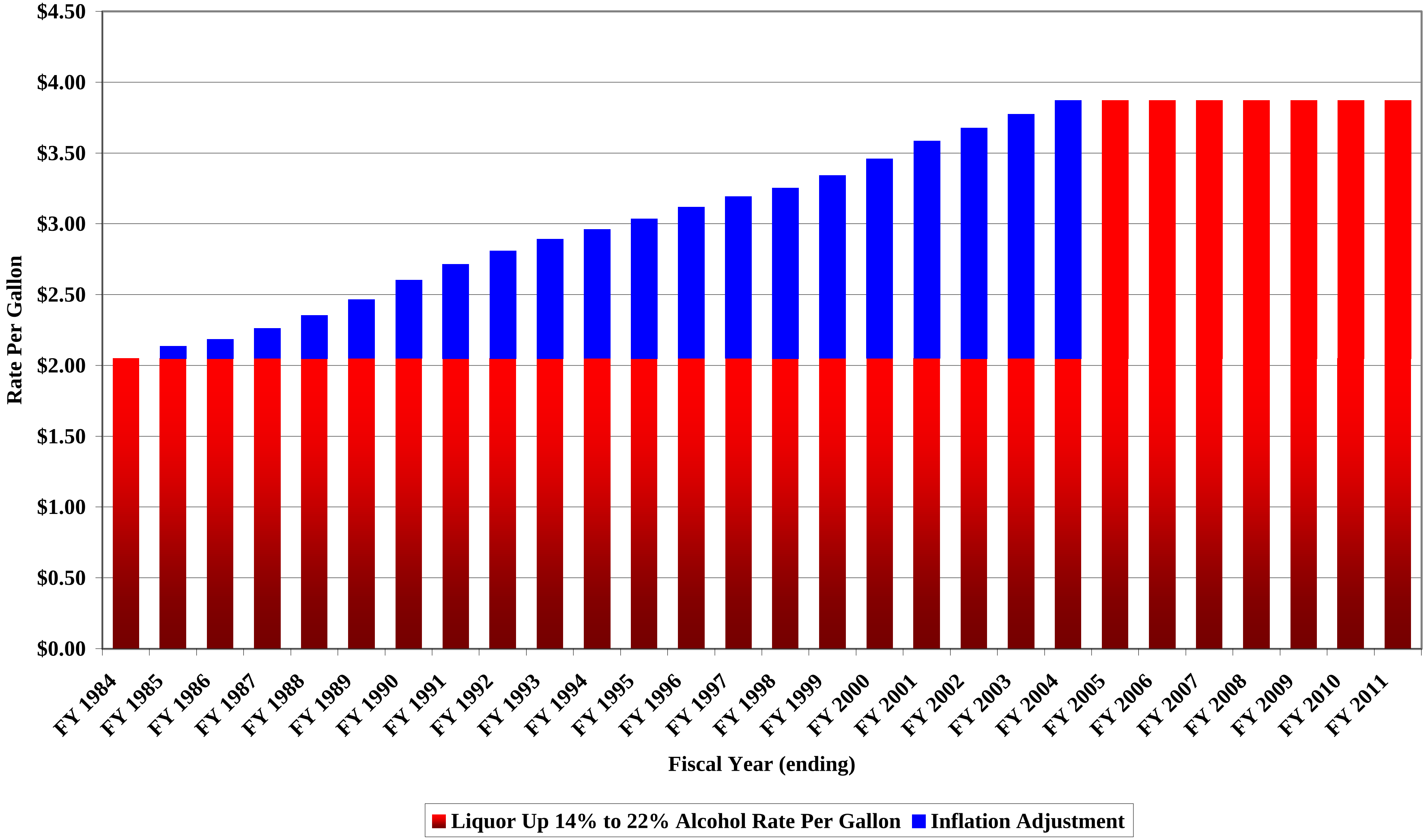

Exhibit 7C-23: Projected Liquor Tax Collections
Total Collections With and Without Recommendation Increment
FY 2001-02 through FY 2010-11

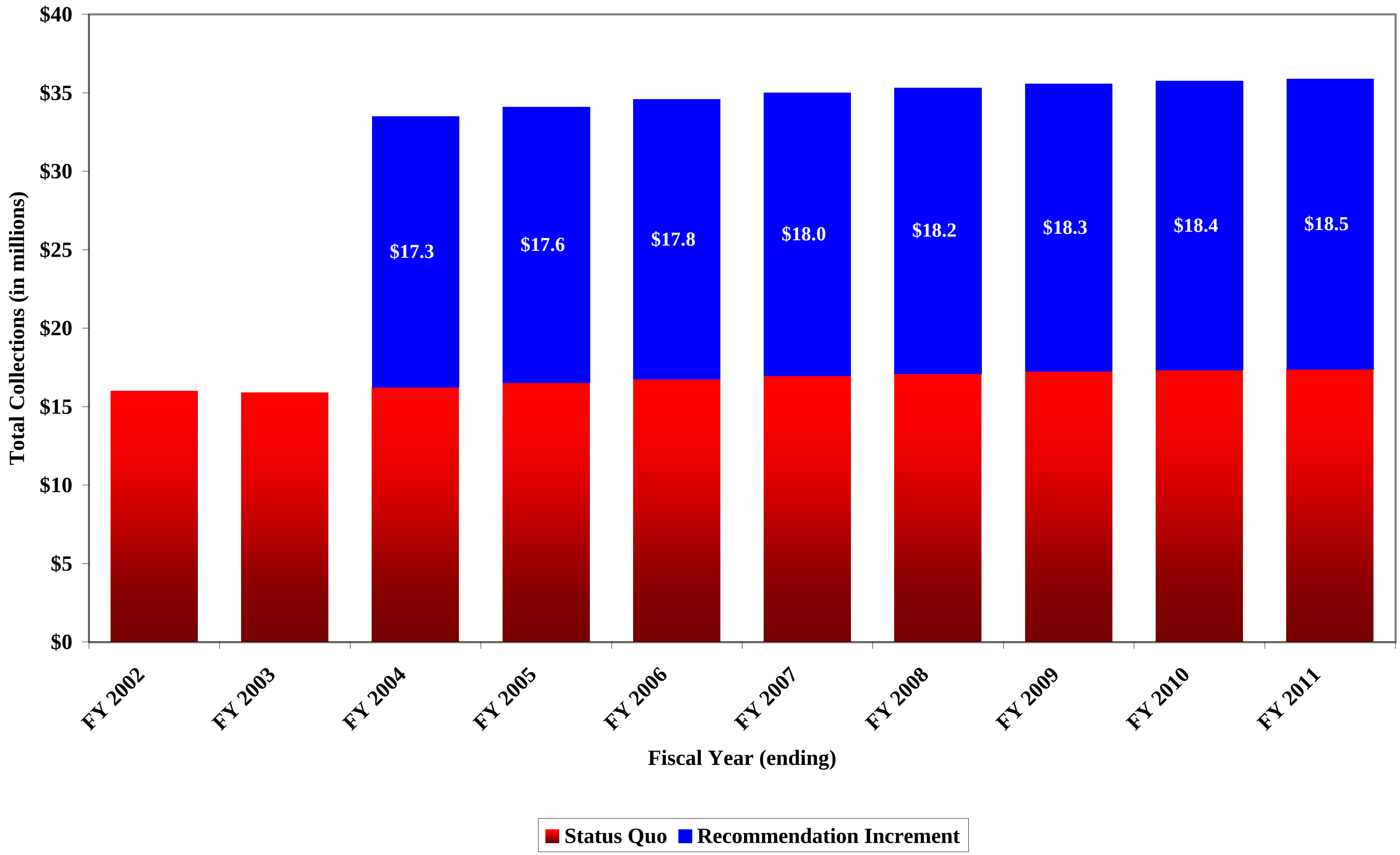

Exhibit 7C-24: Historical and Projected Liquor Tax Collections After Recommendations Nominal and Inflation Adjusted Annual Growth Rates, FY 1990-91 through FY 2010-11 (Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

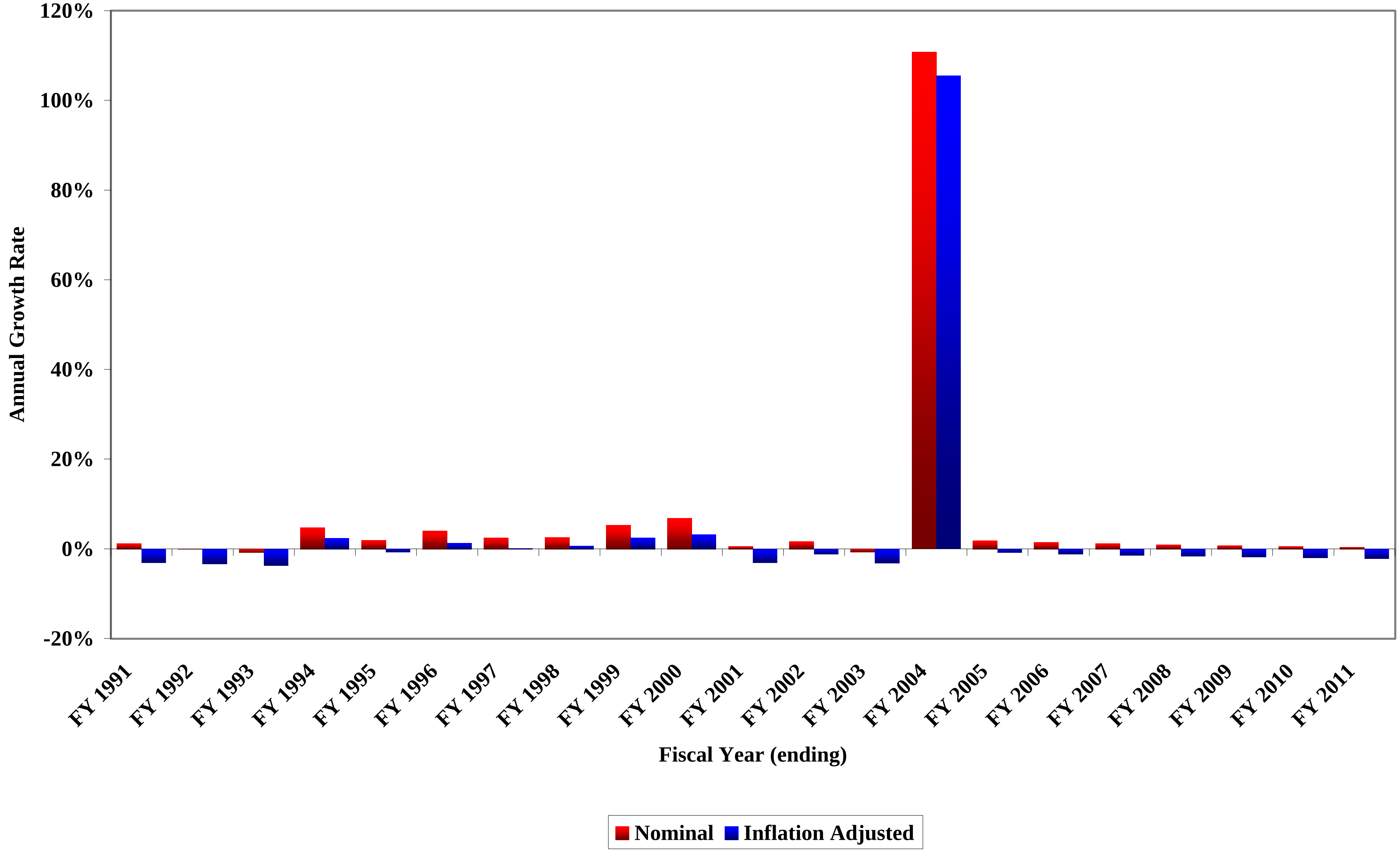

Exhibit 7C-25: Historical and Projected Liquor Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Totals, FY 1989-90 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

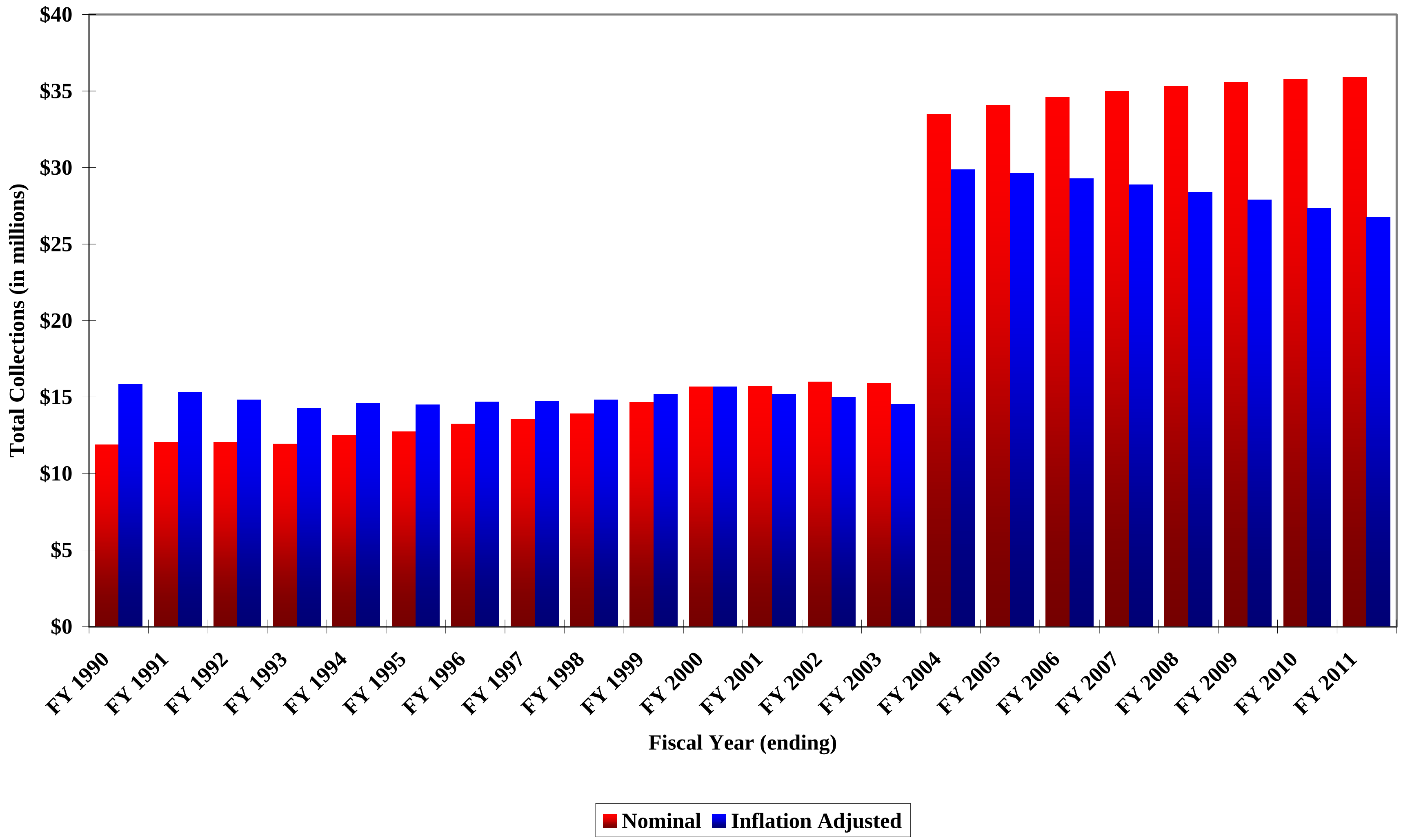

Exhibit 7C-26: Historical and Projected Liquor Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Totals Per Capita, FY 1989-90 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

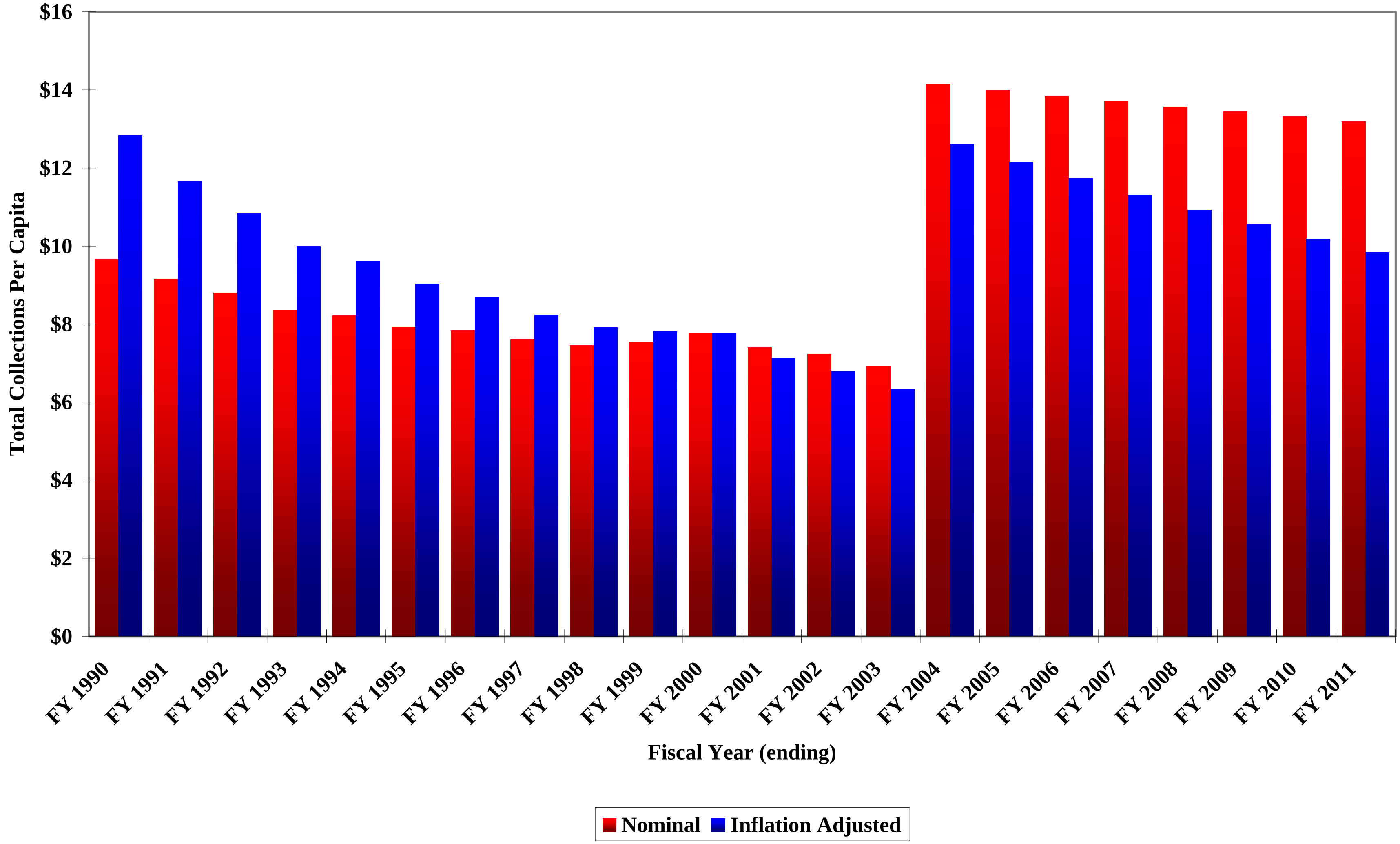

Exhibit 7C-27: Historical and Projected Liquor Tax Collections Comparison
Nominal Per Capita Collections With and Without Recommendations
FY 1989-90 through FY 2010-11

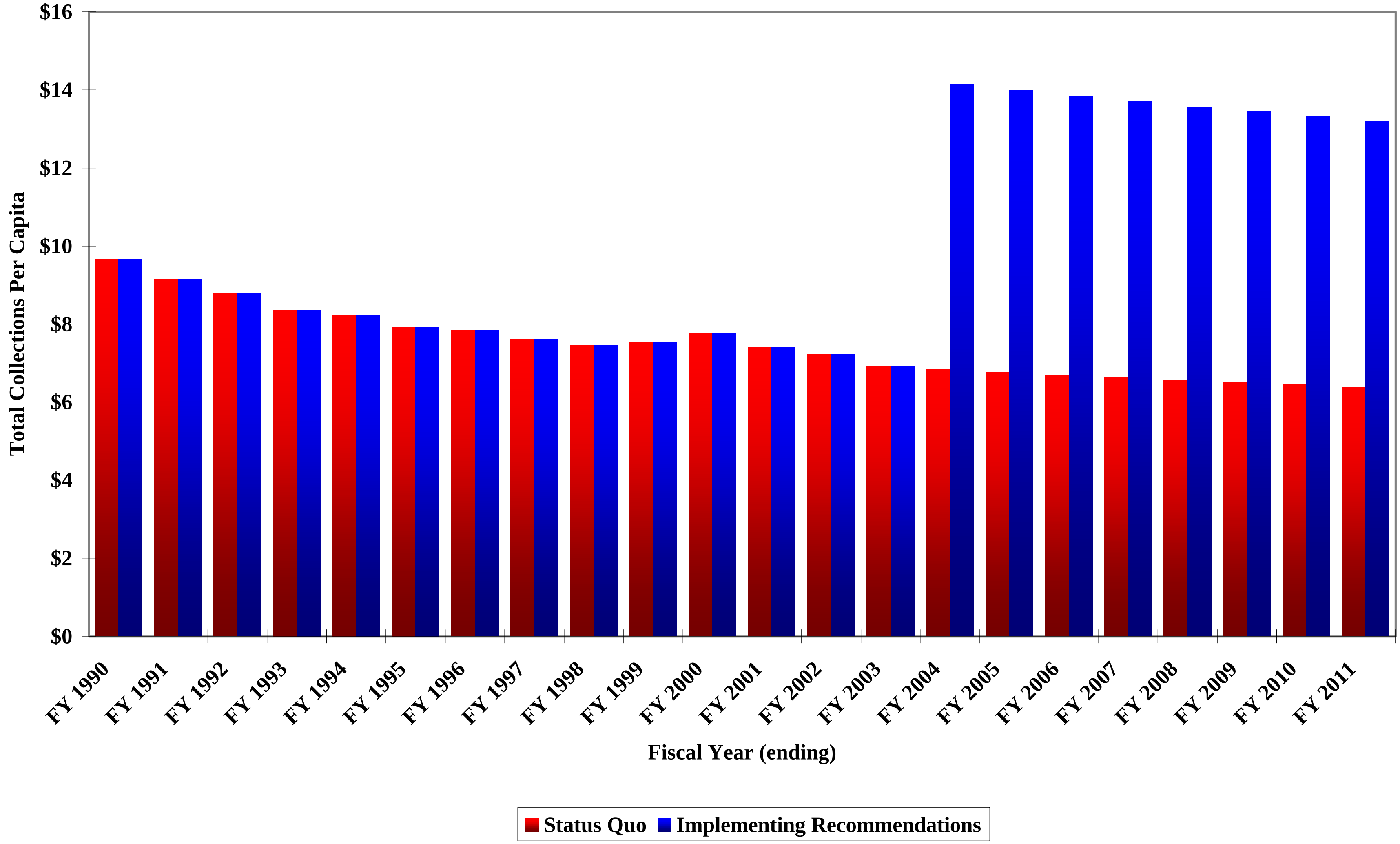

Exhibit 7C-28: Historical and Projected Liquor Tax Collections Comparison
Inflation Adjusted Per Capita Collections With and Without Recommendations
FY 1991-92 through FY 2010-11

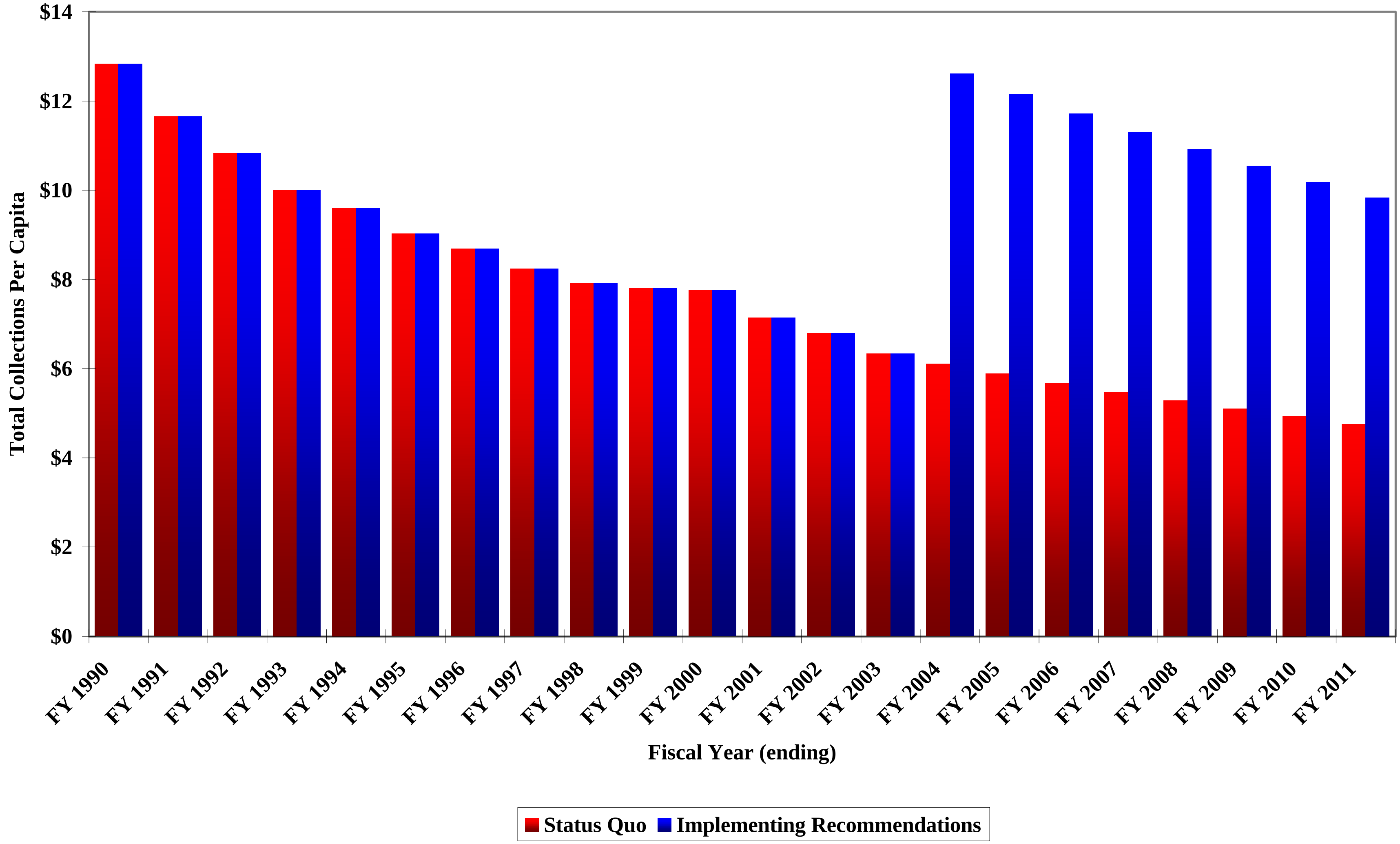

Exhibit 7C-29: State-to-State Comparison of Taxes on Beer Levies Per Gallon, Sales Tax Applicability and Rankings

State	Rate per Gallon	Sales Tax Applied	State Rank	State	Rate per Gallon	Sales Tax Applied	State Rank
Alabama	$0.530	Yes	4	Nebraska	$0.230	Yes	19
Alaska	$0.350	n/a.	12	**Nevada**	**$0.090**	**Yes**	**43**
Arizona	**$0.160**	**Yes**	32	New Hampshire	$0.300	n/a.	14
Arkansas	$0.230	Yes	20	New Jersey	$0.120	Yes	38
California	**$0.200**	**Yes**	22	**New Mexico**	**$0.410**	**Yes**	8
Colorado	**$0.080**	**Yes**	48	New York	$0.135	Yes	36
Connecticut	$0.190	Yes	25	North Carolina	$0.530	Yes	3
Delaware	$0.160	n/a.	31	North Dakota	$0.160	Yes	30
Florida	$0.480	Yes	6	Ohio	$0.180	Yes	28
Georgia	$0.480	Yes	5	Oklahoma	$0.400	Yes	9
Hawaii	$0.920	Yes	1	**Oregon**	**$0.080**	**n/a.**	46
Idaho	**$0.150**	**Yes**	34	Pennsylvania	$0.080	Yes	45
Illinois	$0.185	Yes	26	Rhode Island	$0.100	Yes	41
Indiana	$0.120	Yes	39	South Carolina	$0.770	Yes	2
Iowa	$0.190	Yes	24	South Dakota	$0.270	Yes	15
Kansas	$0.180	(1)	29	Tennessee	$0.130	Yes	37
Kentucky	$0.080	Yes (2)	47	**Texas**	**$0.190**	**Yes**	23
Louisiana	$0.320	Yes	13	**Utah**	**$0.350**	**Yes**	10
Maine	$0.350	Yes	11	Vermont	$0.265	no	16
Maryland	$0.090	Yes	44	Virginia	$0.260	Yes	18
Massachusetts	$0.110	Yes (3)	40	**Washington**	**$0.261**	**Yes**	17
Michigan	$0.200	Yes	21	West Virginia	$0.180	Yes	27
Minnesota	$0.150	(4)	33	Wisconsin	$0.060	Yes	49
Mississippi	$0.430	Yes	7	**Wyoming**	**$0.020**	**Yes**	51
Missouri	$0.060	Yes	50	Dist. of Columb	$0.090	Yes	42
Montana	**$0.140**	**n/a**	35	U.S. Median	$0.185	n/a.	n/a

Source: Federation of Tax Administrators, 2002.

Notes:

(1) Over 3.2% - {8% off- and 10% on-premise}, under 3.2% - 4.25% sales tax.

(2) Nine percent wholesale tax applies.

(3) Private club sales subject to 0.57 percent gross receipts tax.

(4) Under 3.2 percent - $0.077/gallon 9.0% sales tax.

Exhibit 7C-30: State-to-State Comparison of Taxes on Wine Levies Per Gallon, Sales Tax Applicability and Rankings

State	Rate per Gallon	Sales Tax Applied	State Rank	State	Rate per Gallon	Sales Tax Applied	State Rank
Alabama	$1.700	Yes	3	Nebraska	$0.750	Yes	19
Alaska	$0.850	n.a.	15	**Nevada (4)**	**$0.400**	**Yes**	**35**
Arizona	**$0.840**	**Yes**	16	New Hampshire	(1)	n.a.	n/a
Arkansas	$0.750	Yes	18	New Jersey	$0.700	Yes	22
California	**$0.200**	**Yes**	44	**New Mexico**	**$1.700**	**Yes**	4
Colorado	**$0.320**	**Yes**	38	New York	$0.190	Yes	46
Connecticut	$0.600	Yes	24	North Carolina	$0.790	Yes	17
Delaware	$0.970	n.a.	11	North Dakota	$0.500	Yes	31
Florida	$2.250	Yes	1	Ohio	$0.320	Yes	39
Georgia	$1.510	Yes	5	Oklahoma	$0.720	Yes	21
Hawaii	$1.360	Yes	7	**Oregon**	**$0.670**	**n.a.**	23
Idaho	**$0.450**	**Yes**	33	Pennsylvania	(1)	Yes	n/a
Illinois	$0.730	Yes	20	Rhode Island	$0.600	Yes	26
Indiana	$0.470	Yes	32	South Carolina	$0.900	Yes	13
Iowa	$1.750	Yes	2	South Dakota	$0.930	Yes	12
Kansas	$0.300	no	40	Tennessee	$1.100	Yes	8
Kentucky	$0.500	(2)	30	**Texas**	**$0.200**	**Yes**	45
Louisiana	$0.110	Yes	47	**Utah**	**(1)**	**Yes**	n/a
Maine	$0.600	Yes	25	Vermont	$0.550	Yes	28
Maryland	$0.400	Yes	34	Virginia	$1.510	Yes	6
Massachusetts	$0.550	(3)	27	**Washington**	**$0.870**	**Yes**	14
Michigan	$0.510	Yes	29	West Virginia	$1.000	Yes	10
Minnesota	$0.300	Yes	41	Wisconsin	$0.250	Yes	43
Mississippi	$0.350	Yes	37	**Wyoming**	**(1)**	**Yes**	n/a
Missouri	$0.360	Yes	36	Dist. of Columb	$0.300	Yes	42
Montana	**$1.060**	**n.a.**	9	U.S. Median	$0.600	n/a	n/a

Source: Federation of Tax Administrators, 2002.

Notes:

(1) All wine sales are through state stores. Revenue in these states is generated from various taxes, fees and net profits.

(2) Nine percent wholesale tax applies.

(3) Sparkling wine taxed at $0.70/gallon.

(4) While mostly wines fall into this category, the rate is applied to all products with alcohol contents of 14 percent or less. Higher volume products including some wines are taxed at higher rates, they are 14 percent to 22 percent - $0.75/gallon and products over 22 percent i- $2.05/gallon.

Exhibit 7C-31: State-to-State Comparison of Taxes on Spirits (Hard Liquor) Levies Per Gallon, Sales Tax Applicability and Rankings

State	Rate per Gallon	Sales Tax Applied	State Rank	State	Rate per Gallon	Sales Tax Applied	State Rank
Alabama	(1)	Yes	0	Nebraska	$3.000	Yes	20
Alaska	$5.600	n.a.	5	**Nevada (5)**	**$2.050**	**Yes**	**29**
Arizona	**$3.000**	**Yes**	19	New Hampshire	(1)	n.a.	0
Arkansas	$2.500	Yes	23	New Jersey	$4.400	Yes	10
California	**$3.300**	**Yes**	17	**New Mexico**	**$6.060**	**Yes**	3
Colorado	**$2.280**	**Yes**	28	New York	$6.440	Yes	2
Connecticut	$4.500	Yes	9	North Carolina	(1)	Yes	0
Delaware	$3.750	n.a.	15	North Dakota	$2.500	Yes	24
Florida	$6.500	Yes	1	Ohio	(1)	Yes	0
Georgia	$3.790	Yes	14	Oklahoma	$5.560	Yes	6
Hawaii	$5.920	Yes	4	**Oregon**	**(1)**	**n.a.**	0
Idaho	**(1)**	**Yes**	0	Pennsylvania	(1)	Yes	0
Illinois	$4.500	Yes	8	Rhode Island	$3.750	Yes	16
Indiana	$2.680	Yes	22	South Carolina	$2.720	Yes	21
Iowa	(1)	Yes	0	South Dakota	$3.930	Yes	13
Kansas	$2.500	no	25	Tennessee	$4.000	Yes	12
Kentucky	$1.920	(2)	31	**Texas**	**$2.400**	**Yes**	27
Louisiana	$2.500	Yes	26	**Utah**	**(1)**	**Yes**	0
Maine	(1)	Yes	0	Vermont	(1)	no	0
Maryland	$1.500	Yes	32	Virginia	(1)	Yes	0
Massachusetts	$4.050	(3)	11	**Washington**	**(1)**	**Yes**	0
Michigan	(1)	Yes	0	West Virginia	(1)	Yes	0
Minnesota	$5.030	(4)	7	Wisconsin	$3.250	Yes	18
Mississippi	(1)	Yes	0	**Wyoming**	**(1)**	**Yes**	0
Missouri	$2.000	Yes	30	Dist. of Columbia	$1.500	Yes	33
Montana	**(1)**	**n.a.**	0	U.S. Median	$3.300	n/a	n/a

Source: Federation of Tax Administrators, 2002.

Notes:

(1) In 18 states, the government directly controls the sales of distilled spirits. Revenue in these states is generated from various taxes, fees and net liquor profits.

(2) Nine percent wholesale tax applies.

(3) Private club sales subject to 0.57 percent gross receipts tax.

(4) $0.01/bottle (except miniatures) and 9.0% sales tax.

(5) Nevada subdivides this category into two groups. Higher volume products including are taxed at higher rates, the current rates imposed are 14 percent to 22 percent - $0.75/gallon and products over 22 percent - $2.05/gallon.

**Exhibit 7C-32: Projected Cigarette Tax Collections
Total Collections With and Without Recommendation Increment
FY 2001-02 through FY 2010-11**

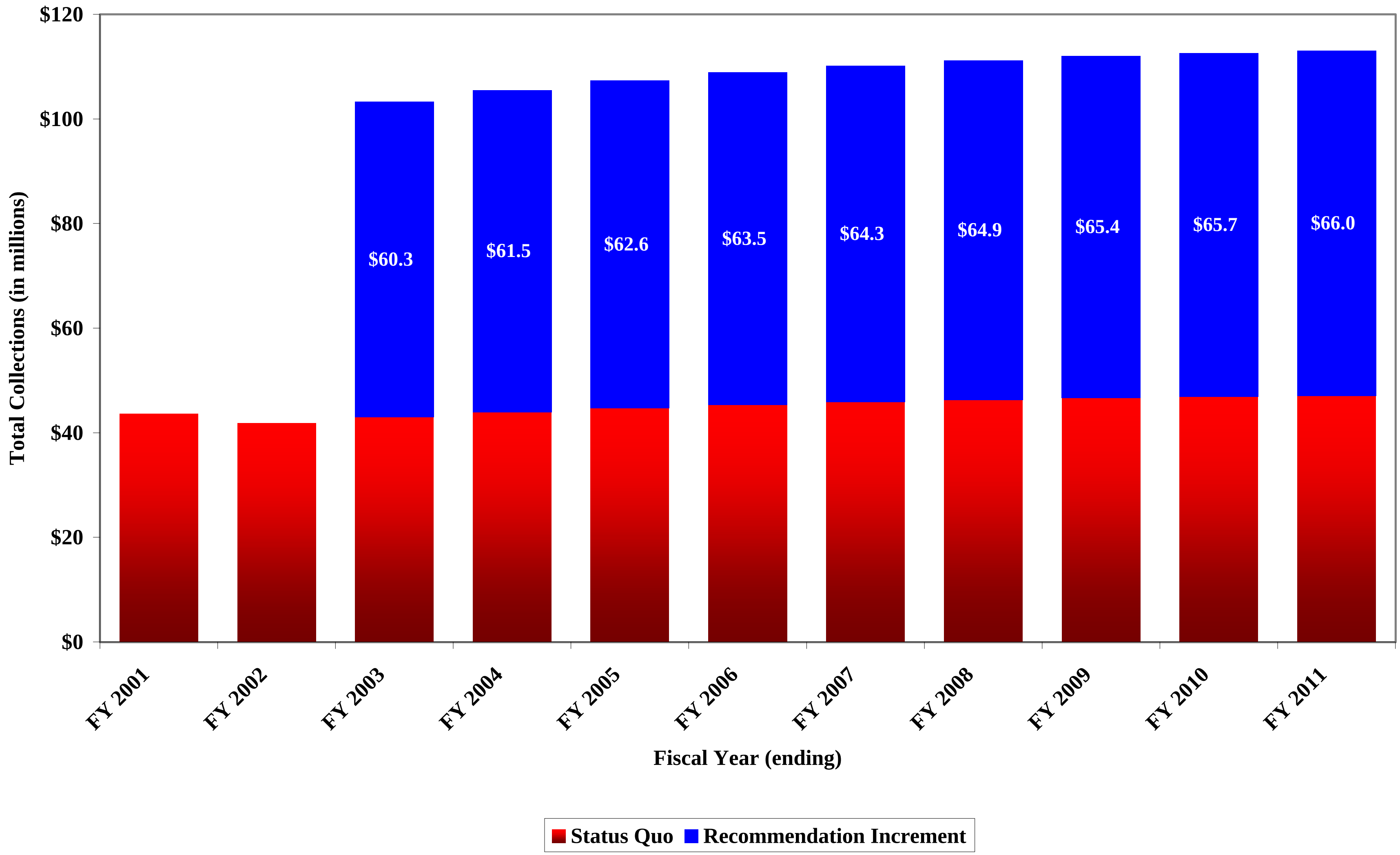

**Exhibit 7C-33: Historical and Projected Cigarette Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Growth Rates, FY 1990-91 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)**

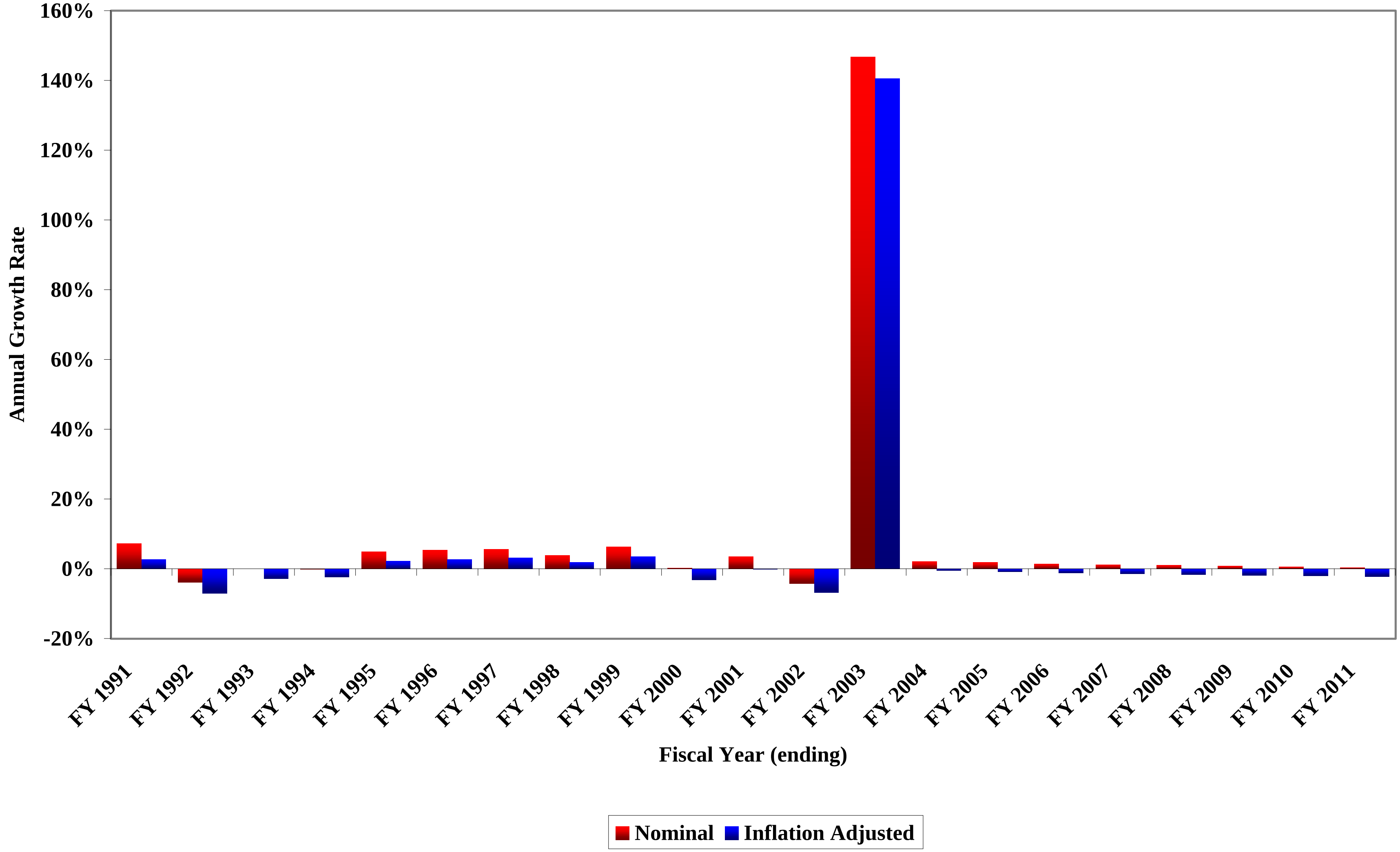

Exhibit 7C-34: Historical and Projected Cigarette Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Totals, FY 1989-90 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

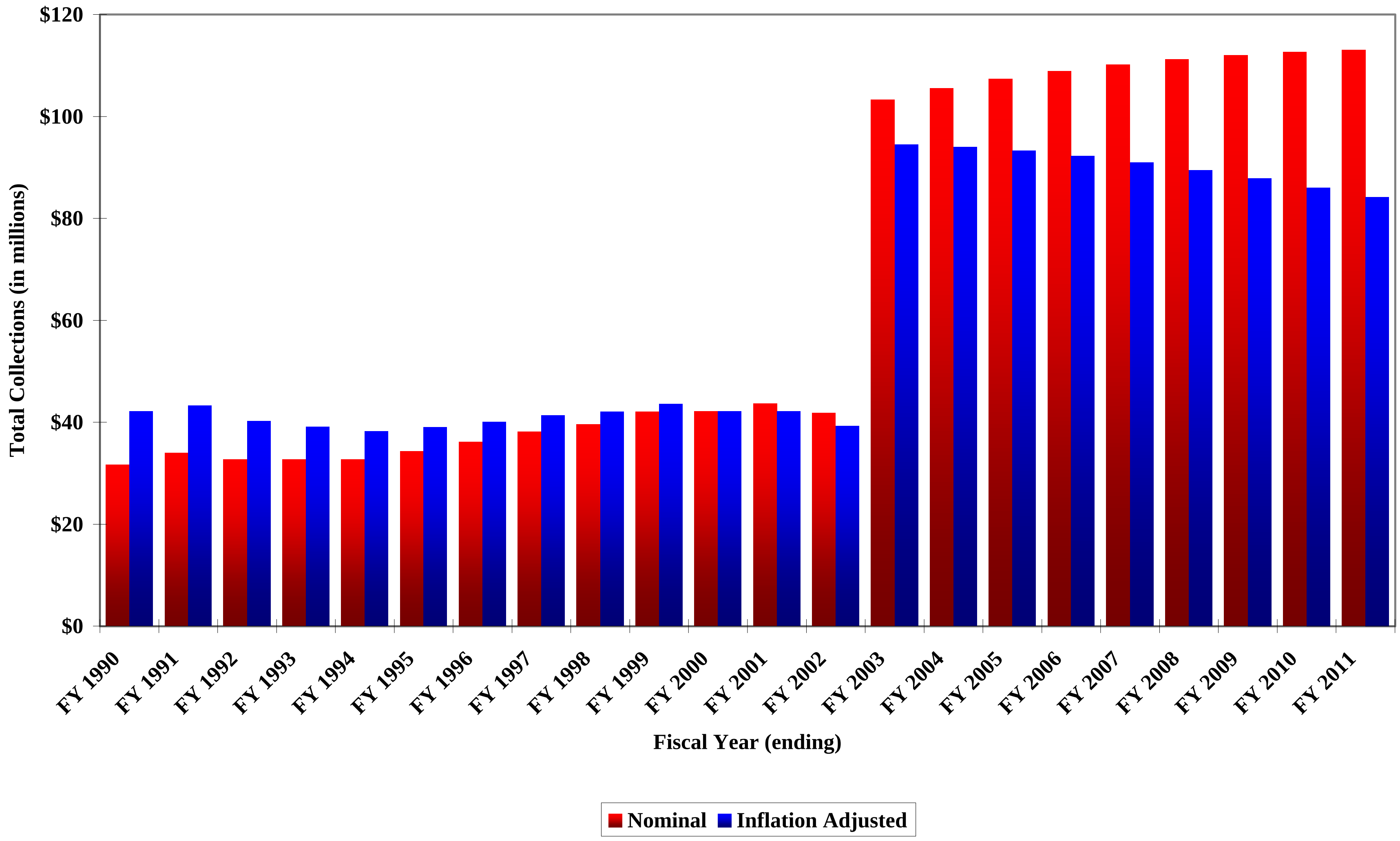

Exhibit 7C-35: Historical and Projected Cigarette Tax Collections After Recommendations
Nominal and Inflation Adjusted Annual Totals Per Capita, FY 1989-90 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

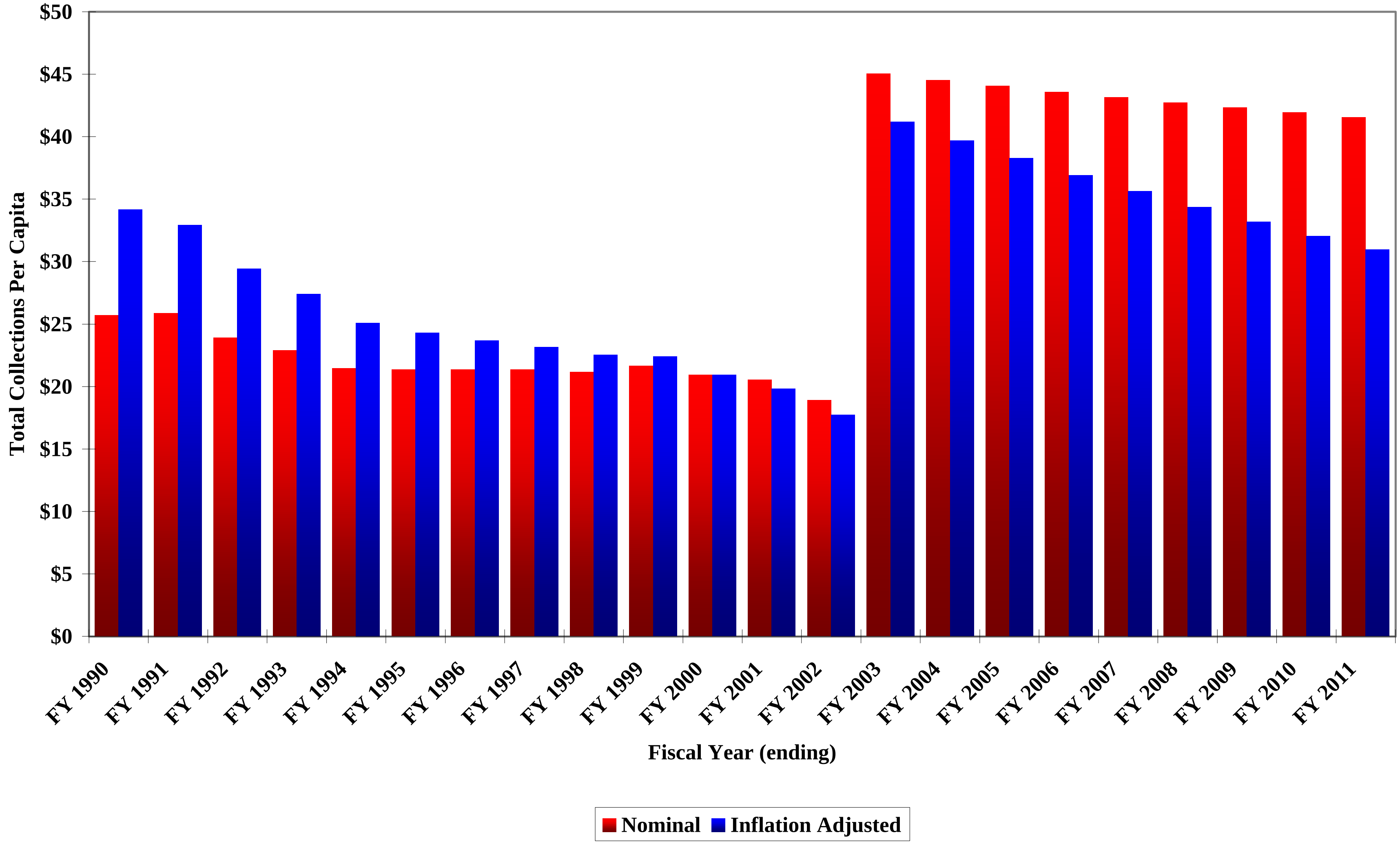

Exhibit 7C-36: Historical and Projected Cigarette Tax Collections Comparison
Nominal Per Capita Collections With and Without Recommendations
FY 1989-90 through FY 2010-11

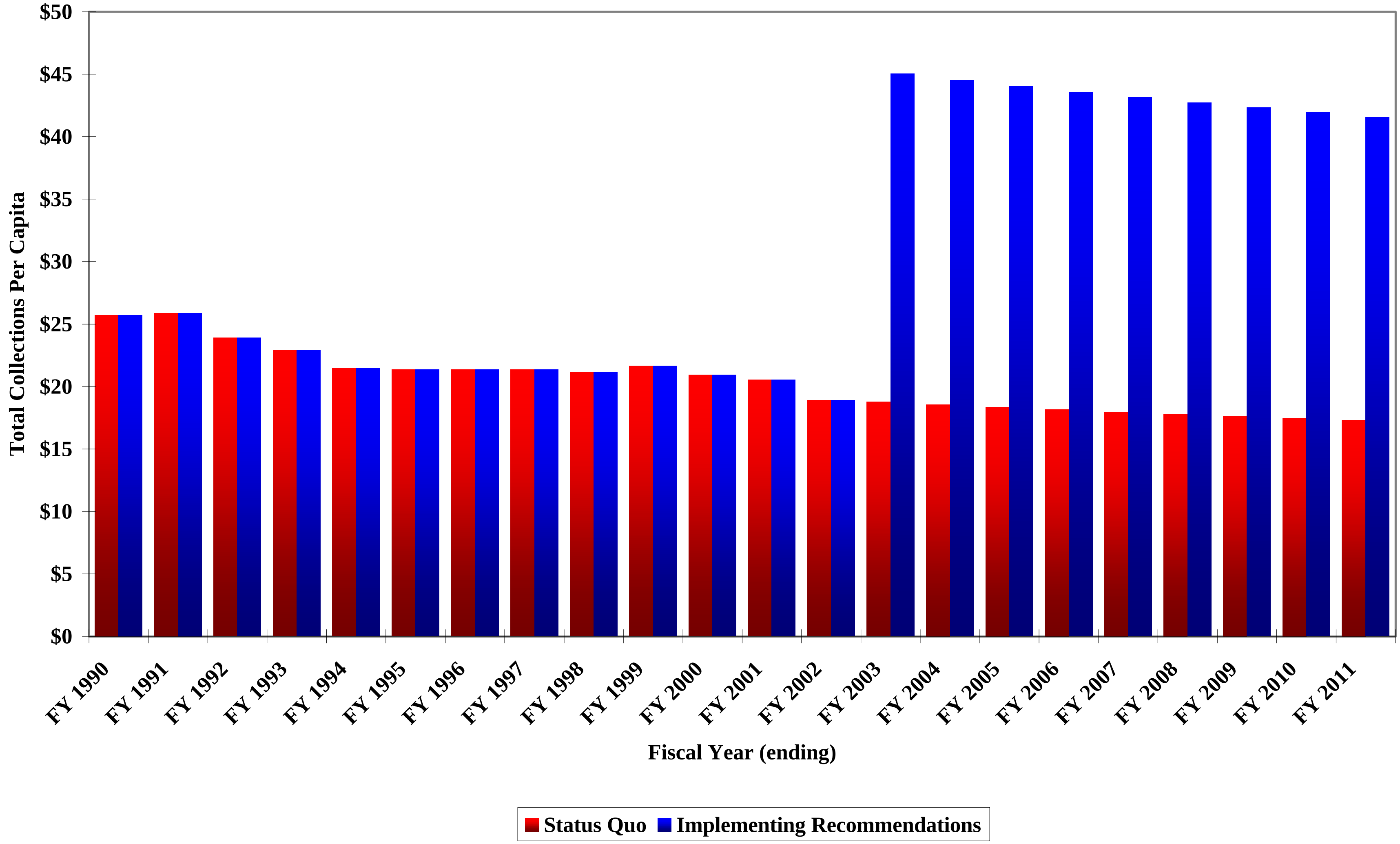

**Exhibit 7C-37: Historical and Projected Cigarette Tax Collections Comparison
Inflation Adjusted Per Capita Collections With and Without Recommendations
FY 1989-90 through FY 2010-11**

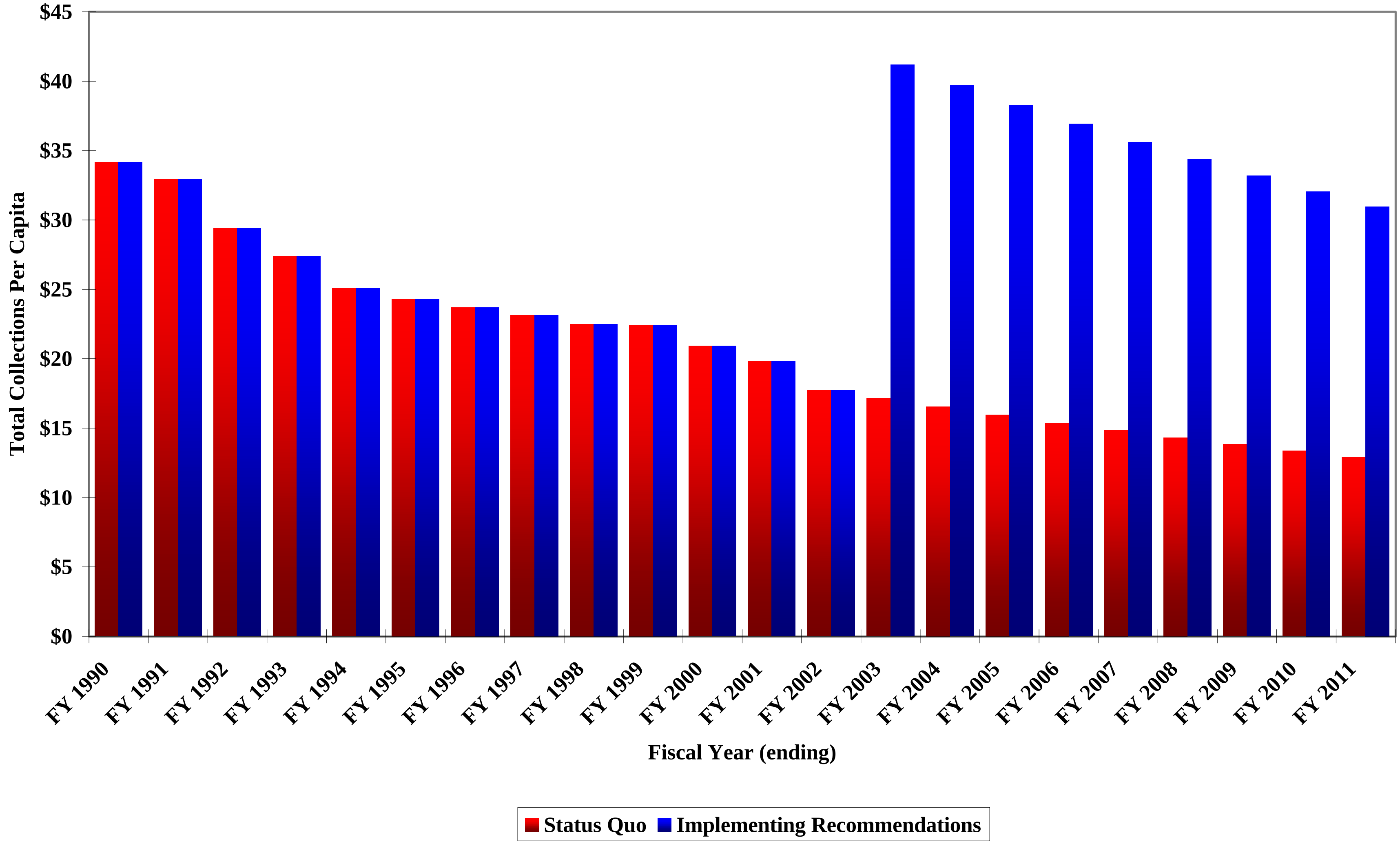

Exhibit 7C-38: Comparative Analysis of Cigarette Taxes in the United States

State	Tax Rate	Rank	State	Tax Rate	Rank
Alabama (1)	$0.165	44	Nebraska (3)	$0.340	29
Alaska	$1.000	6	**Nevada**	**$0.350**	**28**
Arizona	**$0.580**	**20**	New Hampshire	$0.520	23
Arkansas (2)	$0.315	32	New Jersey	$1.500	1
California	**$0.870**	**12**	**New Mexico**	**$0.210**	**38**
Colorado	**$0.200**	**39**	New York (1)	$1.500	1
Connecticut	$1.110	5	North Carolina	$0.050	49
Delaware	$0.240	35	North Dakota	$0.440	25
Florida	$0.339	30	Ohio	$0.550	22
Georgia	$0.120	46	Oklahoma	$0.230	37
Hawaii (3)	$1.000	6	**Oregon**	**$0.680**	**18**
Idaho	**$0.280**	**34**	Pennsylvania (3)	$0.310	33
Illinois (1)	$0.980	10	Rhode Island	$1.320	4
Indiana	$0.555	21	South Carolina	$0.070	48
Iowa	$0.360	27	South Dakota	$0.330	31
Kansas	$0.700	16	Tennessee (1) (2)	$0.130	45
Kentucky (2)	$0.030	50	**Texas**	**$0.410**	**26**
Louisiana (3)	$0.240	35	**Utah**	**$0.695**	**17**
Maine	$1.000	6	Vermont	$0.930	11
Maryland	$1.000	6	Virginia (1)	$0.025	51
Massachusetts	$0.760	14	**Washington**	**$1.425**	**3**
Michigan	$0.750	15	West Virginia	$0.170	42
Minnesota	$0.480	24	Wisconsin	$0.770	13
Mississippi	$0.180	40	**Wyoming**	**$0.120**	**46**
Missouri (1)	$0.170	42	Dist. of Columbia	$0.650	19
Montana	**$0.180**	**40**			
			U. S. Median	**$0.410**	

Source: Federation of Tax Administrators (July, 2002)

(1) Counties and cities may impose an additional tax on a pack of cigarettes in AL, 1¢ to 6¢; IL, 10¢ to 15¢; MO, 4¢ to 7¢; NYC 8¢; TN, 1¢; and VA, 2¢ to 15¢.

(2) Dealers pay an additional enforcement and administrative fee of 0.1¢ per pack in KY and 0.05¢ in TN. In AR, a $1.25/1,000 cigarette fee is imposed.

(3) Several states are scheduled to increase their tax rates further in 2002. HI, another 20¢ on 10/1/02; LA, 12¢ on 8/1/02; NE, 30¢ on 10/1/02; and PA, 69¢ on 7/15/02.

Exhibit 7C-39: State Cigarette Tax Increases

State	Increase Per Pack	New Rate Per Pack	Effective Date	State	Increase Per Pack	New Rate Per Pack	Effective Date
Connecticut	$0.61	$1.11	4/3/02	Nebraska	$0.30	$0.64	10/1/02
Hawaii	**$0.20**	**$1.20**	**10/1/02**	New Jersey	$0.70	$1.50	7/1/02
Hawaii	**$0.20**	**$1.40**	**7/1/04**	New York City	$1.42	$1.50	7/2/02
Illinois	$0.40	$0.98	7/1/02	New York State	$0.39	$1.50	4/3/02
Indiana	$0.40	$0.56	7/1/02	Ohio	$0.31	$0.55	7/1/02
Kansas	$0.46	$0.70	7/1/02	Pennsylvania	$0.69	$1.00	7/15/02
Kansas	$0.09	$0.79	7/1/03	Rhode Island	$0.32	$1.32	5/1/02
Louisiana	$0.12	$0.36	8/1/02	Tennessee	$0.07	$0.20	7/15/02
Maryland	$0.34	$1.00	7/1/02	**Utah**	**$0.18**	**$0.70**	**5/6/02**
Massachusetts	$0.75	$1.51	7/25/02	Vermont	$0.49	$0.93	7/1/02
Michigan	$0.50	$1.25	8/1/02	Vermont	$0.26	$1.19	7/1/03
				U.S. Median*		**$0.48**	**10/1/202**

Source: Compiled by FTA from various sources.

**Exhibit 7C-40: Projected State Property Tax Rates as Recommended
State Debt Rates, Education Rates, and Recommended General Fund Operating Rate
FY 2001-02 through FY 2010-11**

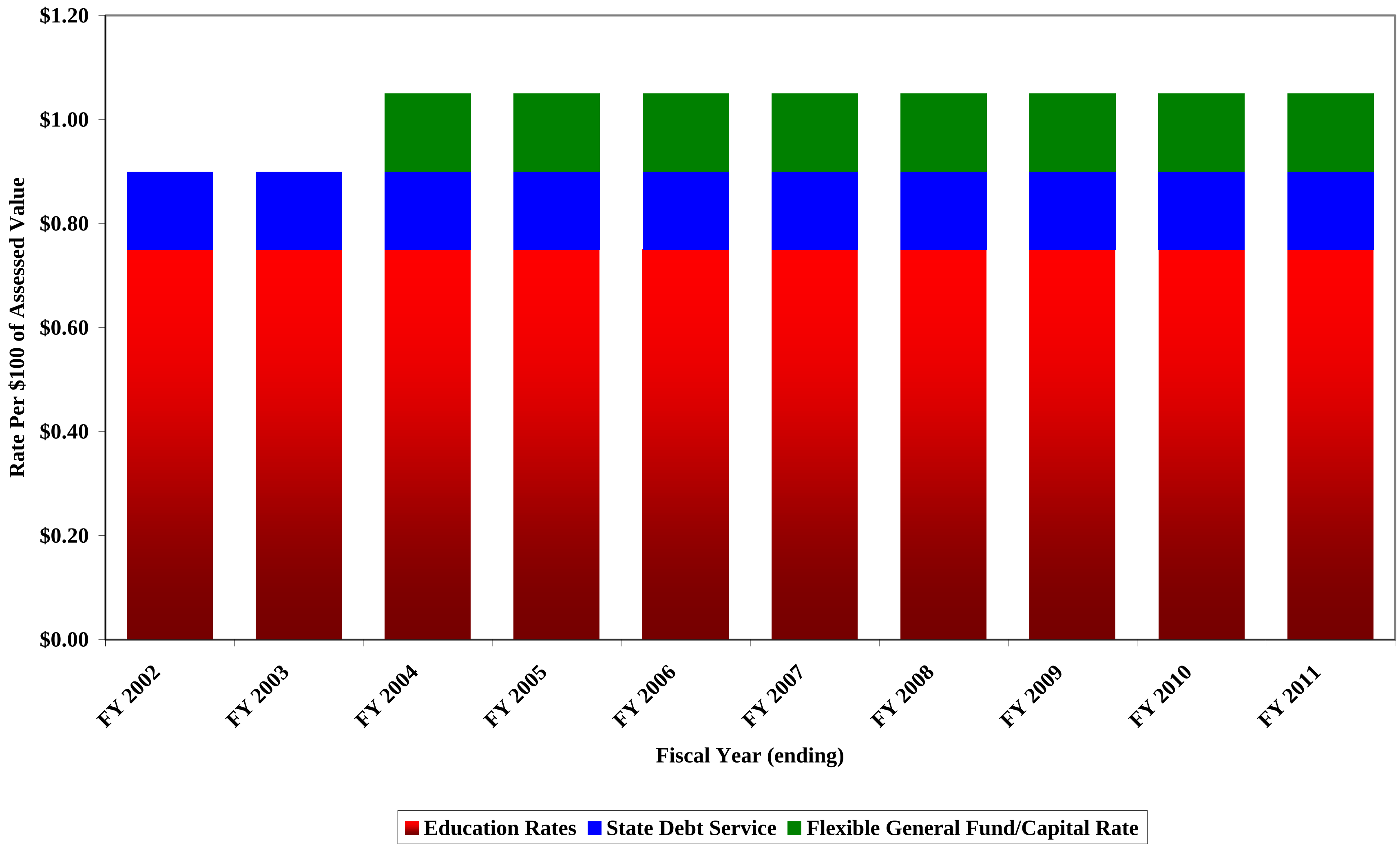

Exhibit 7C-41: Projected General Fund Property Tax Enhancement Revenues
Total Revenue Generated Over the Study Period With Recommendations
FY 2001-02 through FY 2010-11

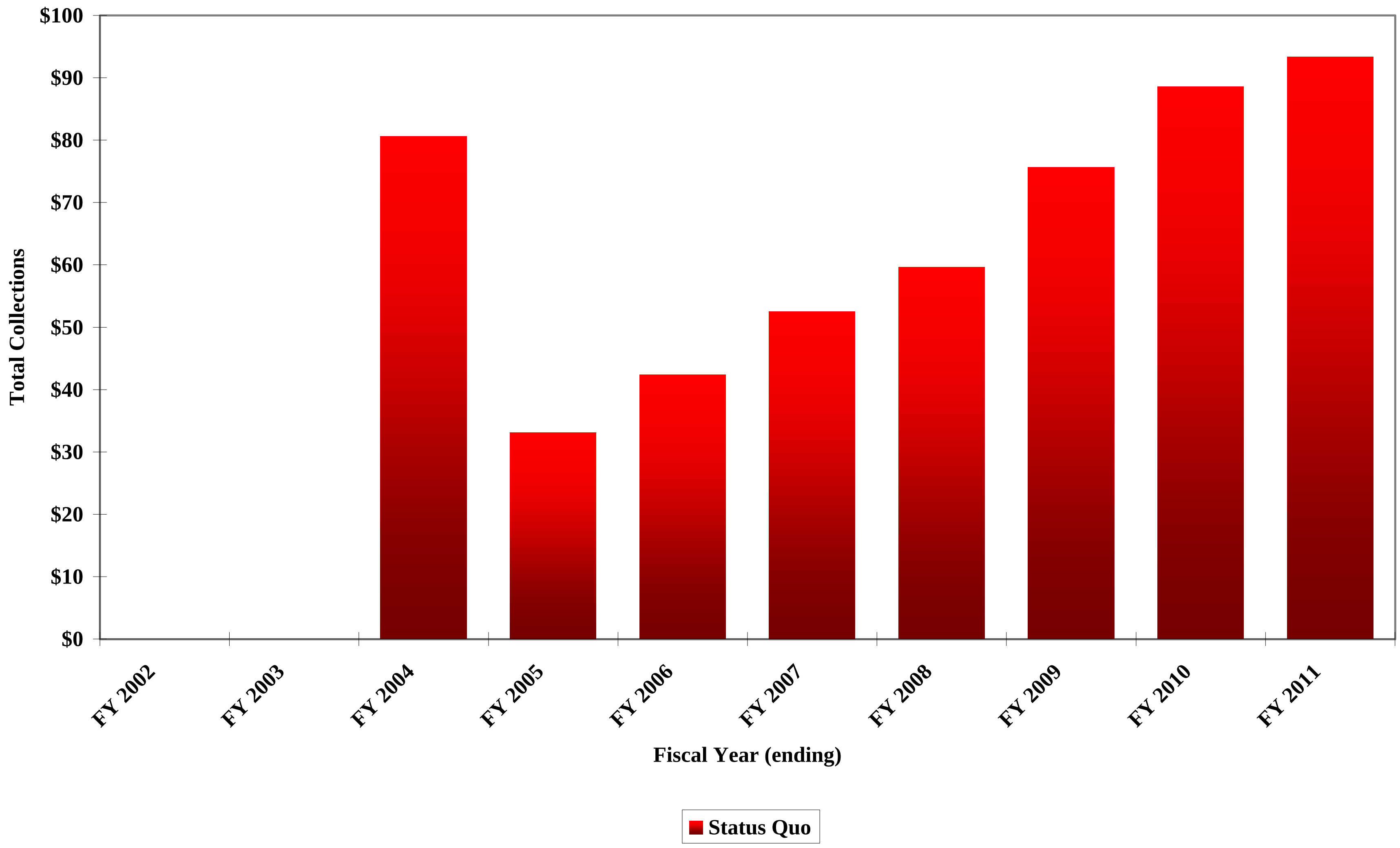

Exhibit 7C-42: Homestead Property Taxes - Listed by Rank
Payable 2000 - Largest Urban Areas

LOWER VALUED PROPERTY $70,000 Land and Building $10,000 Fixtures				HIGHER VALUED PROPERTY $150,000 Land and Building $50,000 Fixtures			
Rank	State	Total Net Tax	Total ETR	Rank	State	Total Net Tax	Total ETR
1	Michigan	2,078	2.60%	1	Illinois	4,810	2.41%
2	Illinois	2,012	2.51%	2	Michigan	4,453	2.23%
3	New Hampshire	1,921	2.40%	3	New Hampshire	4,116	2.06%
4	New Jersey	1,889	2.36%	4	Texas	4,076	2.04%
5	Texas	1,863	2.33%	5	New Jersey	4,047	2.02%
6	Pennsylvania	1,833	2.29%	6	Pennsylvania	3,927	1.96%
7	Wisconsin	1,694	2.12%	7	Wisconsin	3,812	1.91%
8	Rhode Island	1,672	2.09%	8	Rhode Island	3,584	1.79%
9	Maine	1,512	1.89%	9	Maine	3,432	1.72%
10	Vermont	1,493	1.87%	10	Florida	3,278	1.64%
11	Maryland	1,467	1.83%	11	Vermont	3,199	1.60%
12	Oregon	1,424	1.78%	12	Maryland	3,143	1.57%
13	Connecticut	1,395	1.74%	13	Oregon	3,051	1.53%
14	North Dakota	1,365	1.71%	14	Iowa	3,041	1.52%
15	Iowa	1,307	1.63%	15	Connecticut	2,989	1.50%
16	Nebraska	1,254	1.57%	16	North Dakota	2,926	1.46%
17	South Dakota	1,251	1.56%	17	Nebraska	2,688	1.34%
18	Alaska	1,182	1.48%	18	South Dakota	2,680	1.34%
19	Florida	1,168	1.46%	19	Alaska	2,533	1.27%
20	Tennessee	1,119	1.40%	20	Indiana	2,515	1.26%
21	Kentucky	1,025	1.28%	21	Tennessee	2,399	1.20%
22	Indiana	1,025	1.28%	22	Kentucky	2,197	1.10%
23	Missouri	959	1.20%	23	Minnesota	2,110	1.06%
24	Ohio	959	1.20%	24	Missouri	2,055	1.03%
25	Virginia	923	1.15%	25	Ohio	2,054	1.03%
26	Arkansas	813	1.02%	26	Virginia	1,977	0.99%
27	Arizona	813	1.02%	27	Idaho	1,866	0.93%
28	Idaho	792	0.99%	28	Mississippi	1,862	0.93%
29	North Carolina	790	0.99%	29	California	1,788	0.89%
30	California	788	0.98%	30	Arkansas	1,742	0.87%
31	Washington	766	0.96%	31	Arizona	1,741	0.87%
32	Minnesota	756	0.95%	32	Delaware	1,694	0.85%
33	**Nevada**	**745**	**0.93%**	33	North Carolina	1,693	0.85%
34	Mississippi	741	0.93%	34	Washington	1,641	0.82%
35	Kansas	690	0.86%	35	**Nevada**	**1,597**	**0.80%**
36	Oklahoma	683	0.85%	36	Oklahoma	1,581	0.79%
37	Montana	647	0.81%	37	Kansas	1,531	0.77%

Exhibit 7C-42: Homestead Property Taxes - Listed by Rank Payable 2000 - Largest Urban Areas

LOWER VALUED PROPERTY $70,000 Land and Building $10,000 Fixtures				HIGHER VALUED PROPERTY $150,000 Land and Building $50,000 Fixtures			
38	New Mexico	616	0.77%	38	Massachusetts	1,473	0.74%
39	New York	581	0.73%	39	Utah	1,442	0.72%
40	Utah	544	0.68%	40	New Mexico	1,399	0.70%
41	South Carolina	500	0.63%	41	Montana	1,386	0.69%
42	Wyoming	495	0.62%	42	Georgia	1,339	0.67%
43	West Virginia	476	0.60%	43	Louisiana	1,246	0.62%
44	Colorado	456	0.57%	44	New York	1,244	0.62%
45	Massachusetts	421	0.53%	45	South Carolina	1,139	0.57%
46	Alabama	376	0.47%	46	Wyoming	1,062	0.53%
47	Georgia	345	0.43%	47	West Virginia	1,020	0.51%
48	Delaware	315	0.39%	48	District of Columbia	1,005	0.50%
49	District of Columbia	315	0.39%	49	Colorado	977	0.49%
50	Hawaii	98	0.12%	50	Alabama	887	0.44%
51	Louisiana	94	0.12%	51	Hawaii	378	0.19%
	AVERAGE	**998**	**1.25%**		**AVERAGE**	**2,271**	**1.14%**

Source: Minnesota Taxpayers Association - 50-State Property Tax Comparison Study - 2001

Exhibit 7C-43: Commercial Property Taxes - Listed by Rank Payable 2000 - Largest Urban Areas

$100,000 VALUED PROPERTY
$100,000 Land and Building
$20,000 Fixtures

Rank	State	Total Net Tax	Total ETR
1	Illinois	8,308	6.92%
2	Michigan	4,642	3.87%
3	Rhode Island	4,598	3.83%
4	Connecticut	4,540	3.78%
5	New York	4,103	3.42%
6	Pennsylvania	4,082	3.40%
7	New Jersey	4,065	3.39%
8	Massachusetts	3,841	3.20%
9	Iowa	3,817	3.18%
10	Arizona	3,639	3.03%
11	Maryland	3,469	2.89%
12	Texas	3,323	2.77%
13	Missouri	3,277	2.73%
14	Minnesota	3,271	2.73%
15	Florida	3,222	2.69%
16	Wisconsin	3,216	2.68%
17	New Hampshire	3,141	2.62%
18	Vermont	3,071	2.56%
19	Tennessee	2,973	2.48%
20	Maine	2,880	2.40%
21	Indiana	2,850	2.38%
22	Louisiana	2,733	2.28%
23	District of Columbia	2,632	2.19%
24	South Dakota	2,604	2.17%
25	Kansas	2,597	2.16%
26	Mississippi	2,591	2.16%
27	Oregon	2,441	2.03%
28	Colorado	2,270	1.89%
29	North Dakota	2,197	1.83%
30	West Virginia	2,187	1.82%
31	Nebraska	2,173	1.81%
32	Virginia	2,129	1.77%
33	Idaho	2,116	1.76%
34	Alaska	1,891	1.58%
35	South Carolina	1,814	1.51%
36	Ohio	1,781	1.48%
37	Delaware	1,739	1.45%
38	Kentucky	1,729	1.44%
39	Utah	1,709	1.42%
40	Alabama	1,557	1.30%

$1 MILLION VALUED PROPERTY
$1,000,000 Land and Building
$200,000 Fixtures

Rank	State	Total Net Tax	Total ETR
1	Illinois	83,082	6.92%
2	Rhode Island	52,795	4.40%
3	Michigan	46,421	3.87%
4	Connecticut	45,402	3.78%
5	Minnesota	43,650	3.64%
6	Arizona	42,734	3.56%
7	New York	41,028	3.42%
8	Pennsylvania	40,817	3.40%
9	New Jersey	40,646	3.39%
10	Iowa	38,173	3.18%
11	Maryland	34,687	2.89%
12	Massachusetts	34,210	2.85%
13	Texas	33,226	2.77%
14	Missouri	32,769	2.73%
15	Florida	32,224	2.69%
16	Wisconsin	32,160	2.68%
17	New Hampshire	31,410	2.62%
18	Vermont	30,713	2.56%
19	Tennessee	29,732	2.48%
20	Maine	28,800	2.40%
21	Indiana	28,558	2.38%
22	Louisiana	27,325	2.28%
23	District of Columbia	26,316	2.19%
24	South Dakota	26,041	2.17%
25	Kansas	25,972	2.16%
26	Mississippi	25,906	2.16%
27	Oregon	24,408	2.03%
28	Colorado	22,704	1.89%
29	North Dakota	21,975	1.83%
30	West Virginia	21,870	1.82%
31	Ohio	21,630	1.80%
32	Nebraska	21,503	1.79%
33	Virginia	21,288	1.77%
34	Idaho	21,160	1.76%
35	Alaska	19,289	1.61%
36	South Carolina	18,143	1.51%
37	Delaware	17,389	1.45%
38	Kentucky	17,294	1.44%
39	Utah	17,086	1.42%
40	Alabama	15,568	1.30%

Exhibit 7C-43: Commercial Property Taxes - Listed by Rank Payable 2000 - Largest Urban Areas

$100,000 VALUED PROPERTY $100,000 Land and Building $20,000 Fixtures				$1 MILLION VALUED PROPERTY $1,000,000 Land and Building $200,000 Fixtures			
Rank	**State**	**Total Net Tax**	**Total ETR**	**Rank**	**State**	**Total Net Tax**	**Total ETR**
41	Montana	1,509	1.26%	41	Montana	15,089	1.26%
42	California	1,500	1.25%	42	California	15,000	1.25%
43	New Mexico	1,449	1.21%	43	New Mexico	14,495	1.21%
44	Georgia	1,429	1.19%	44	Georgia	14,294	1.19%
				45	Oklahoma	14,175	1.18%
45	Oklahoma	1,418	1.18%				
46	Arkansas	1,403	1.17%	46	Arkansas	14,030	1.17%
47	North Carolina	1,368	1.14%	47	North Carolina	13,678	1.14%
48	Washington	1,335	1.11%	48	Washington	13,354	1.11%
49	**Nevada**	**1,299**	**1.08%**	**49**	**Nevada**	**12,989**	**1.08%**
50	Hawaii	884	0.74%	50	Hawaii	8,845	0.74%
51	Wyoming	849	0.71%	51	Wyoming	8,493	0.71%
	AVERAGE	**2,660**	**2.22%**		**AVERAGE**	**27,070**	**2.26%**

Source: Minnesota Taxpayers Association - 50-State Property Tax Comparison Study - 2001

Exhibit 7C-44: Projected Admissions and Amusement Tax Revenues
Nominal and Inflation Adjusted Revenue Totals, FY 2001-02 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

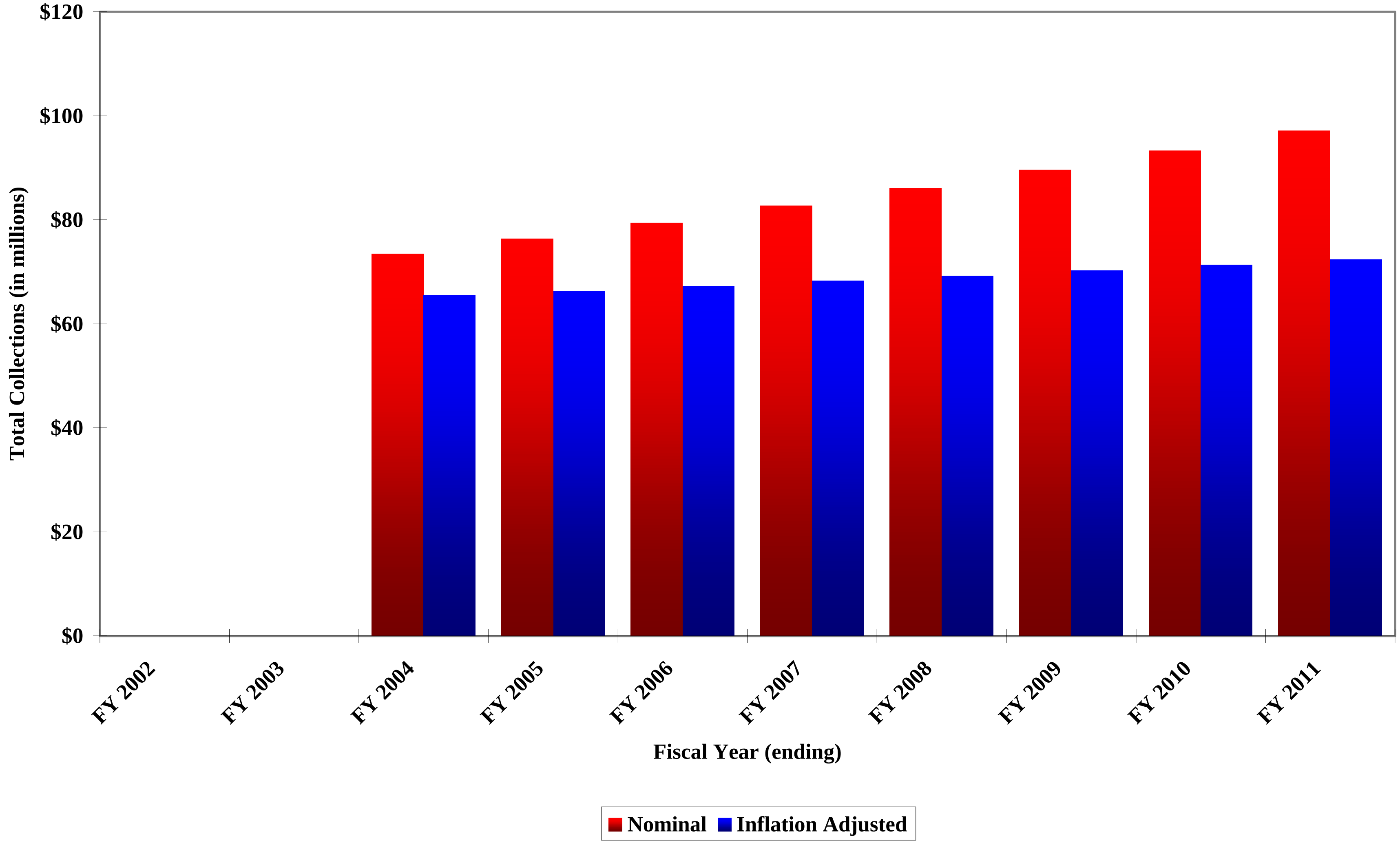

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending: United States (in $1,000s)	Total Spending: State of Nevada (in $1000's)	Nevada as a Percentage of United States
Performing Arts, Spectator Sports, & Related Industries				
Performing Arts Companies				
Theater Companies & Dinner Theaters				
Opera Companies	**Taxable**	n/a	0	n/a
Theater Companies	**Taxable**	2,043,181	n/a	n/a
Dinner Theaters	**Taxable**	n/a	n/a	n/a
Total Theater Companies	**Taxable**	2,344,240	37,295	
Dance Companies	**Taxable**	109,384	0	0.00%
Musical Groups & Artists				
Symphony Orchestras & Chamber Music Organizations	**Taxable**	40,022	n/a	n/a
Other Music Groups & Artists	**Taxable**	2,132,475	n/a	n/a
Total Musical Groups & Artists		2,172,497	47,019	n/a
Other Performing Arts Companies				
Circuses	**Taxable**	268,351	n/a	n/a
Other Performing Arts Companies (Except Circuses)	**Taxable**	377,070	n/a	n/a
Total Other Performing Arts Companies		645,421	41,858	6.49%
Total Performing Arts Companies		5,271,542	126,172	2.39%
Spectator Sports				
Sports Teams & Clubs				
Football Clubs	**Taxable**	2,503,339	0	0.00%
Baseball Clubs	**Taxable**	2,296,558	5,937	0.26%
Other Professional Sports Clubs	**Taxable**	3,008,787	2,309	0.08%
Total Sports Teams & Clubs		7,808,684	8,246	0.11%

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending United States (in $1,000s)	Total Spending State of Nevada (in $1000's)	Nevada as a Percentage of United States
Racetracks				
Dog Racetrack Operation	**Taxable**	796,069	0	0.00%
Auto Racetrack Operation	**Taxable**	897,600	4,564	0.51%
Horse Racetrack Operation	**Taxable**	2,448,351	0	0.00%
Total Racetracks		4,142,020	4,564	0.11%
Other Spectator Sports	**Taxable**	1,705,329	0	0.00%
Professional Athletes	**Taxable**	302,751	n/a	n/a
Racing (Except Racetrack Operation)	**Taxable**	1,402,578	n/a	n/a
Total Other Spectator Sports		1,705,329	21,296	1.25%
Total Spectator Sports		**13,656,033**	**47,181**	0.35%
Promoters Of Performing Arts, Sports, & Similar Events				
Promoters Of Performing Arts, Sports, & Similar Events W/Facility	**Exempt**	1,548,106	2,779	0.18%
Promoters Of Performing Arts, Sports, & Similar Events W/O Facil	**Exempt**	3,496,987	13,476	0.39%
Total Promoters Of Performing Arts, Sports & Similar Events		**5,045,093**	**16,255**	0.32%
Agents/Managers For Artists, Athletes, & Other Public Figures	**Exempt**	**2,409,918**	**15,407**	0.64%
Independent Artists, Writers, & Performers	**Exempt**	**6,361,000**	**112,333**	1.77%
Total Performing Arts, Spectator Sports, & Related Industries		**32,743,586**	**318,249**	0.97%
Taxable Total Performing Arts, Spectator Sports, & Related Industries		**18,927,575**	**174,254**	0.92%
Museums, Historical Sites, & Similar Institutions				
Museums	**Exempt**	259,215	n/a	n/a

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending United States (in $1,000s)	Total Spending State of Nevada (in $1000's)	Nevada as a Percentage of United States
Historical Sites	Exempt	27,462	n/a	n/a
Zoos & Botanical Gardens	Exempt	96,915	0	0.00%
Nature Parks & Other Similar Institutions	Exempt	100,091	0	0.00%
Total Museums, Historical Sites, & Similar Institutions		**483,683**	**1,497**	0.31%
Taxable Museums, Historical Sites, & Similar Institutions		**0**	**0**	n/a
Amusement, Gambling, & Recreation Industries				
Amusement Parks & Arcades		8,418,476	0	0.00%
Amusement & Theme Parks				
Waterparks	**Taxable**	342,958	n/a	n/a
Amusement Parks (Except Waterparks)	**Taxable**	6,828,719	20,850	0.31%
Total Amusement & Theme Parks		7,171,677	20,850	0.29%
Amusement Arcades	**Taxable**	1,246,799	n/a	n/a
Amusement Parks & Arcades		**8,418,476**	**102,865**	1.22%
Gambling Industries				
Casinos (Except Casino Hotels)	Exempt	10,186,070	579,779	5.69%
Other Gambling Industries				
Slot Machine Operators	Exempt	1,618,475	n/a	n/a
Lottery, Bingo, Bookie, & Other Betting Operation	Exempt	3,737,024	n/a	n/a
Total Other Gambling Industries		5,355,499	368,909	6.89%
Total Gambling Industries		**15,541,569**	**948,688**	6.10%
Other Amusement & Recreation Services				

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending United States (in $1,000s)	State of Nevada (in $1000's)	Nevada as a Percentage of United States
Golf Courses & Country Clubs	**Taxable**	8,636,921	136,286	1.58%
Skiing Facilities	**Taxable**	1,340,813	8,454	0.63%
Marinas	**Taxable**	2,541,481	16,437	0.65%
Fitness & Recreational Sports Centers	**Taxable**	7,944,954	68,031	0.86%
Bowling Centers	**Taxable**	2,820,685	4,245	0.15%
All Other Amusement & Recreation Industries	**Taxable**	4,616,296	62,749	1.36%
Other Amusements & Recreation Centers		**27,901,150**	**296,202**	1.06%
Total Amusement, Gambling, & Recreation Industries		**51,861,195**	**1,347,755**	2.60%
Taxable Amusement, Gambling, & Recreation Industries		**36,319,626**	**399,067**	1.10%
TOTAL ADMISSIONS, AMUSEMENTS AND ENTERTAINMENT SPENDING		**85,088,464**	**1,667,501**	1.96%
TAXABLE ADMISSIONS, AMUSEMENTS AND ENTERTAINMENT SPENDING		**55,247,201**	**573,321**	1.04%
Publishing Industries				
Newspaper, Periodical, Book, & Database Publishers				
Newspaper Publishers	**Exempt**	41,601,011	286,785	0.69%
Periodical Publishers	**Exempt**	29,884,807	33,311	0.11%
Book Publishers	**Exempt**	22,648,251	15,979	0.07%
Database & Directory Publishers	**Exempt**	12,258,101	n/a	n/a
Other Publishers				
Greeting Card Publishers	**Exempt**	5,338,986	n/a	n/a
All Other Publishers	**Exempt**	5,604,847	n/a	n/a
Total Other Publishers		10,943,833	n/a	n/a
Total Newspaper, Periodical, Book, & Database Publishers		117,336,003	355,488	0.30%

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending United States (in $1,000s)	Total Spending State of Nevada (in $1000's)	Nevada as a Percentage of United States
Software Publishers	Exempt	61,699,420	39,176	0.06%
Total Publishing Industries		**179,035,423**	**394,664**	0.22%
Taxable Publishing Industries		**0**	**0**	n/a
Motion Picture & Sound Recording Industries				
Motion Picture & Video Industries				
Motion Picture & Video Production				
Motion Picture Production (Except For Television)	Exempt	10,040,215	17,579	0.18%
Motion Picture & Video Production For Television	Exempt	10,111,876	14,210	0.14%
Total Motion Picture & Video Production		20,152,091	31,789	0.16%
Motion Picture & Video Distribution				
Motion Picture Film Exchanges	Exempt	9,211,872	n/a	n/a
Film Or Tape Distribution For Television	Exempt	3,296,789	n/a	n/a
Total Motion Picture & Video Distribution		12,508,661	n/a	n/a
Motion Picture & Video Exhibition				
Motion Picture Theaters (Except Drive-Ins)	**Taxable**	7,486,977	n/a	n/a
Drive-In Motion Picture Theaters	**Taxable**	110,342	n/a	n/a
Total Motion Picture & Video Exhibition		7,597,319	56,156	0.74%
Postproduction & Other Motion Picture & Video Industries				
Teleproduction & Other Postproduction Services	Exempt	3,684,397	n/a	n/a
Other Motion Picture & Video Industries	Exempt	843,184	n/a	n/a
Total Postproduction & Other Motion Picture & Video Industries		4,527,581	9,548	0.21%
Total Motion Picture & Video Industries		44,785,652	102,837	0.23%

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending: United States (in $1,000s)	Total Spending: State of Nevada (in $1000's)	Nevada as a Percentage of United States
Sound Recording Industries				
Record Production	Exempt	182,369	n/a	n/a
Integrated Record Production/Distribution	Exempt	8,735,863	n/a	n/a
Music Publishers	Exempt	1,368,407	1,959	0.14%
Sound Recording Studios	Exempt	540,601	n/a	n/a
Other Sound Recording Industries	Exempt	312,641	n/a	n/a
Total Sound Recording Industries		11,139,881	9,548	0.09%
Total Motion Picture & Sound Recording Industries		**55,925,533**	**108,559**	0.19%
Taxable Motion Picture & Sound Recording Industries		**7,597,319**	**56,156**	0.74%
Broadcasting & Telecommunications				
Radio & Television Broadcasting				
Radio Broadcasting				
Radio Networks	Exempt	851,348	1,927	0.23%
Radio Stations	Exempt	9,796,786	62,402	0.64%
Total Radio Broadcasting		10,648,134	64,329	0.60%
Television Broadcasting	Exempt	29,777,076	166,058	0.56%
Total Radio & Television Broadcasting		40,425,210	230,387	0.57%
Cable Networks & Program Distribution				
Cable Networks	Exempt	10,389,609	n/a	n/a
Cable & Other Program Distribution	Exempt	34,999,969	n/a	n/a
Total Cable Networks & Program Distribution		45,389,578	275,630	0.61%

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending United States (in $1,000s)	Total Spending State of Nevada (in $1000's)	Nevada as a Percentage of United States
Telecommunications				
Wired Telecommunications Carriers	Exempt	208,790,552	649,640	0.31%
Wireless Telecommunications Carriers (Except Satellite)				
Paging	Exempt	16,970,204	208,502	1.23%
Cellular & Other Wireless Telecommunications	Exempt	20,918,658	4,878	0.02%
Total Wireless Telecommunications Carriers (Except Satellite)		37,888,862	213,380	0.56%
Telecommunications Resellers	Exempt	7,592,298	166,327	2.19%
Satellite Telecommunications	Exempt	5,096,182	n/a	n/a
Other Telecommunications	Exempt	1,133,004	n/a	n/a
Total Telecommunications		260,500,898	1,029,347	0.40%
Total Broadcasting & Telecommunications		**346,315,686**	**1,535,364**	0.44%
Taxable Broadcasting & Telecommunications		**0**	**0**	n/a
Information Services & Data Processing Services		41,937,212	60,413	0.14%
Information Services				
News Syndicates	Exempt	1,402,374	3,483	0.25%
Libraries & Archives	Exempt	860,933	n/a	n/a
Other Information Services				
On-Line Information Services	Exempt	8,042,568	33,715	0.42%
All Other Information Services	Exempt	794,692	n/a	n/a
Total Other Information Services		8,837,260	38,208	0.43%
Total Information Services		11,100,567	38,208	0.34%
Data Processing Services	Exempt	30,836,645	22,205	0.07%

Exhibit 7C-45
Summary Review of Admissions and Amusement Spending
Spending by NAICS Category for the United States and Nevada
Including Assessments of Inclusion or Exclusion of Each Category, Based on 1997 Unadjusted Estimates

Description	Analysis Taxability Status	Total Spending: United States (in $1,000s)	Total Spending: State of Nevada (in $1000's)	Nevada as a Percentage of United States
Total Information Services & Data Processing Services		**41,937,212**	**60,413**	0.14%
Taxable Information Services & Data Processing Services		**0**	**0**	n/a
TOTAL INFORMATION SPENDING		**623,213,854**	**2,099,000**	0.34%
TAXABLE INFORMATION SPENDING		**7,597,319**	**56,156**	0.74%
Scenic & Sightseeing Transportation, Land				
Sightseeing Buses	**Taxable**	462,186	n/a	n/a
Horse Drawn Cabs & Carriages	**Taxable**	14,094	0	0.00%
Scenic Railroads	**Taxable**	81,318	0	0.00%
Total Scenic & Sightseeing Transportation, Land		557,598	0	0.00%
Scenic & Sightseeing Transportation, Water				
Excursion & Sightseeing Boats (Including Dinner Cruises)	**Taxable**	861,001	0	0.00%
Charter Fishing & Party Fishing Boats	**Taxable**	267,624	0	0.00%
Total Scenic & Sightseeing Transportation, Water		1,128,625	0	0.00%
Scenic & Sightseeing Transportation, Other				
Sightseeing Airplanes And Helicopters	**Taxable**	199,691	45,081	22.58%
Aerial Tramways (Scenic Or Sightseeing) & Cable Lifts	**Taxable**	7,522	0	0.00%
Total Scenic & Sightseeing Transportation, Other		207,213	45,081	21.76%
TOTAL SCENIC AND SIGHTSEEING SPENDING		**1,893,436**	**75,573**	3.99%
TAXABLE SCENIC AND SIGHTSEEING SPENDING		**1,893,436**	**75,573**	3.99%
TOTAL SPENDING		**710,195,754**	**3,842,074**	0.54%
TOTAL TAXABLE SPENDING		**64,737,956**	**705,050**	1.09%

Source: U.S. Census Bureau, *Economic Census, 1997.*

Exhibit 7C-46: Consumer Expenditures by Region
Dollars per Consumer Unit, 2000

Item	All Consumers	Northeast	Midwest	South	West
Average annual expenditures	$38,045	$38,902	$39,213	$34,707	$41,328
Food	5,158	5,377	5,255	4,724	5,554
Food at home	3,021	3,202	2,933	2,823	3,269
Cereals and bakery products	453	491	444	422	480
Cereals and cereal products	156	164	152	148	167
Bakery products	297	326	292	274	313
Meats, poultry, fish, and eggs	795	883	721	779	821
Beef	238	248	226	230	255
Pork	167	162	160	176	164
Other meats	101	116	103	94	94
Poultry	145	174	125	142	146
Fish and seafood	110	149	78	100	124
Eggs	34	35	28	36	38
Dairy products	325	354	330	286	356
Fresh milk and cream	131	132	132	122	145
Other dairy products	193	222	197	164	211
Fruits and vegetables	521	579	482	470	592
Fresh fruits	163	181	151	141	196
Fresh vegetables	159	184	137	139	190
Processed fruits	115	131	113	103	123
Processed vegetables	84	83	81	86	84
Other food at home	927	895	957	867	1,021
Sugar and other sweets	117	126	124	107	117
Fats and oils	83	89	75	82	87
Miscellaneous foods	437	398	468	410	484
Nonalcoholic beverages	250	240	249	238	277
Food prepared by consumer unit on out of town trips	40	41	41	29	55
Food away from home	2,137	2,175	2,322	1,901	2,285
Alcoholic beverages	372	390	388	304	449
Housing	12,319	13,505	11,961	10,855	13,972
Shelter	7,114	8,222	6,633	5,839	8,667
Owned dwellings	4,602	5,229	4,599	3,803	5,320
Mortgage interest and charges	2,639	2,574	2,471	2,238	3,498
Property taxes	1,139	1,780	1,224	825	987
Maintenance, repairs, insurance, other expenses	825	874	903	739	834

Exhibit 7C-46: Consumer Expenditures by Region
Dollars per Consumer Unit, 2000

Item	All Consumers	Northeast	Midwest	South	West
Rented dwellings	2,034	2,434	1,531	1,643	2,832
Other lodging	478	559	503	393	515
Utilities, fuels, and public services	2,489	2,570	2,513	2,596	2,226
Natural gas	307	413	430	190	272
Electricity	911	816	834	1,148	704
Fuel oil and other fuels	97	271	73	57	35
Telephone services	877	856	884	891	864
Water and other public services	296	214	291	311	351
Household operations	684	643	670	645	796
Personal services	326	312	369	284	360
Other household expenses	358	331	301	361	436
Housekeeping supplies	482	530	514	440	472
Laundry and cleaning supplies	131	146	133	126	122
Other household products	226	245	238	213	216
Postage and stationery	126	139	143	101	135
Household furnishings and equipment	1,549	1,540	1,631	1,334	1,811
Household textiles	106	134	117	85	106
Furniture	391	388	378	338	489
Floor coverings	44	47	54	41	37
Major appliances	189	179	198	168	221
Small appliances, miscellaneous housewares	87	91	103	72	93
Miscellaneous household equipment	731	702	782	630	865

Exhibit 7C-46: Consumer Expenditures by Region
Dollars per Consumer Unit, 2000

Item	All Consumers	Northeast	Midwest	South	West
Apparel and services	1,856	2,115	1,917	1,617	1,945
Men and boys	440	484	489	382	445
Men, 16 and over	344	374	386	295	354
Boys, 2 to 15	96	110	103	87	91
Women and girls	725	849	771	612	746
Women, 16 and over	607	705	646	499	652
Girls, 2 to 15	118	144	125	113	95
Children under 2	82	82	88	82	75
Footwear	343	382	324	303	391
Other apparel products and services	266	318	245	238	288
Transportation	7,417	6,664	7,841	7,211	7,943
Vehicle purchases (net outlay)	3,418	2,719	3,759	3,566	3,430
Cars and trucks, new	1,605	1,456	1,540	1,632	1,759
Cars and trucks, used	1,770	1,246	2,132	1,909	1,620
Other vehicles	43	c/ 17	86	c/ 24	51
Gasoline and motor oil	1,291	1,094	1,352	1,290	1,400
Other vehicle expenses	2,281	2,251	2,327	2,073	2,586
Vehicle finance charges	328	228	353	366	329
Maintenance and repairs	624	570	610	584	749
Vehicle insurance	778	808	750	747	831
Vehicle rental, leases, licenses, other charges	551	646	615	376	677
Public transportation	427	600	403	283	527
Health care	2,066	1,862	2,172	2,147	2,001
Health insurance	983	908	1,047	1,063	853
Medical services	568	504	575	533	669
Drugs	416	349	439	470	368
Medical supplies	99	101	111	82	111
Entertainment	1,863	1,915	2,040	1,617	2,021
Fees and admissions	515	577	566	395	595
Television, radios, sound equipment	622	627	665	574	648
Pets, toys, and playground equipment	334	316	360	313	355
Other entertainment supplies, equipment, and services	393	395	449	335	423
Personal care products and services	564	578	544	550	594
Reading	146	172	164	114	158
Education	632	823	667	477	674

Exhibit 7C-46: Consumer Expenditures by Region
Dollars per Consumer Unit, 2000

Item	All Consumers	Northeast	Midwest	South	West
Tobacco products and smoking supplies	319	326	360	334	245
Miscellaneous	776	738	798	729	859
Cash contributions	1,192	1,064	1,615	953	1,233
Personal insurance and pensions	3,365	3,371	3,490	3,077	3,679
Life and other personal insurance	399	423	429	407	333
Pensions and Social Security	2,966	2,948	3,061	2,670	3,346

Source: US Department of Labor, Consumer Expenditure Survey, 2001.

Exhibit 7C-47: Western States Consumer Expenditures by Income Range
Dollars per Consumer Unit, 2000

Item	Total complete reporting	Income Range: Less than $5,000	$5,000 to $9,999	$10,000 to $14,999	$15,000 to $19,999	$20,000 to $29,999	$30,000 to $39,999	$40,000 to $49,999	$50,000 to $69,999	$70,000 and over
Average annual expenditures	$43,598	$19,277	$17,354	$21,808	$27,291	$30,621	$36,673	$45,254	$51,042	$82,707
Food	5,633	2,781	2,805	3,182	4,267	4,642	5,002	5,929	6,530	9,171
Food at home	3,298	1,653	1,906	2,210	2,861	2,941	3,063	3,581	3,693	4,778
Cereals and bakery products	487	204	264	308	416	423	457	516	559	733
Cereals and cereal products	171	67	111	115	149	166	180	179	191	227
Bakery products	317	137	153	193	266	257	277	337	367	507
Meats, poultry, fish, and eggs	797	372	457	561	780	777	729	872	808	1,126
Beef	238	86	145	196	227	221	210	288	240	328
Pork	152	75	75	92	158	171	152	138	152	212
Other meats	94	59	47	86	79	95	88	90	95	131
Poultry	147	72	98	88	120	134	145	175	165	202
Fish and seafood	127	49	62	69	154	119	91	144	119	205
Eggs	39	30	30	30	41	37	43	38	37	48
Dairy products	364	201	218	234	289	322	365	394	421	515
Fresh milk and cream	141	83	84	99	122	138	151	152	150	185
Other dairy products	223	118	134	136	167	184	214	243	270	330
Fruits and vegetables	607	339	382	425	539	543	558	665	671	852
Fresh fruits	199	113	132	152	173	176	177	202	227	280
Fresh vegetables	193	107	112	134	176	183	180	207	212	268
Processed fruits	129	76	84	80	111	111	121	151	141	183
Processed vegetables	86	43	54	59	80	74	79	104	91	123
Other food at home	1,043	538	585	683	837	876	953	1,135	1,235	1,552
Sugar and other sweets	123	67	73	72	110	112	123	122	153	172
Fats and oils	88	37	56	54	89	93	84	100	85	121
Miscellaneous foods	491	272	263	323	363	380	447	547	600	746
Nonalcoholic beverages	281	132	153	200	245	245	257	296	329	410
Food prepared by consumer unit on out of town trips	59	30	39	34	31	46	42	71	67	104
Food away from home	2,335	1,128	899	971	1,406	1,701	1,939	2,347	2,837	4,393
Alcoholic beverages	457	282	247	289	268	302	280	417	549	875
Housing	14,215	7,560	6,264	8,119	9,081	10,216	12,394	14,764	16,750	25,482
Shelter	8,707	4,956	3,990	5,046	5,312	6,345	8,065	9,353	9,914	15,313
Owned dwellings	5,345	1,292	1,203	1,777	2,006	2,855	4,349	5,408	6,925	12,084
Mortgage interest and charges	3,457	566	443	648	844	1,388	2,799	3,875	4,803	8,350
Property taxes	932	359	343	471	560	587	811	808	1,055	1,932
Maintenance, repairs, insurance, other expenses	957	368	417	657	603	880	739	725	1,067	1,801

Exhibit 7C-47: Western States Consumer Expenditures by Income Range
Dollars per Consumer Unit, 2000

Item	Total complete reporting	Income Range: Less than $5,000	$5,000 to $9,999	$10,000 to $14,999	$15,000 to $19,999	$20,000 to $29,999	$30,000 to $39,999	$40,000 to $49,999	$50,000 to $69,999	$70,000 and over
Rented dwellings	2,793	2,959	2,499	3,053	3,050	3,221	3,440	3,604	2,479	1,773
Other lodging	569	705	288	216	255	270	276	341	510	1,456
Utilities, fuels, and public services	2,206	1,189	1,249	1,592	1,792	1,865	2,180	2,362	2,607	3,169
Natural gas	259	149	121	177	214	210	244	262	318	395
Electricity	713	368	415	581	619	630	697	747	813	987
Fuel oil and other fuels	37	20	48	31	39	39	41	56	33	30
Telephone services	849	495	516	585	666	714	886	929	1,000	1,188
Water and other public services	348	157	149	218	254	272	312	369	443	568
Household operations	867	247	197	355	727	465	422	784	841	2,148
Personal services	399	51	40	85	484	177	149	404	387	1,027
Other household expenses	469	195	156	270	244	288	273	380	454	1,121
Housekeeping supplies	544	270	246	313	382	406	497	570	687	889
Laundry and cleaning supplies	137	80	80	98	140	109	152	133	157	188
Other household products	245	128	109	115	175	186	216	272	329	395
Postage and stationery	162	62	57	101	67	111	129	165	201	307
Household furnishings and equipment	1,891	898	581	813	869	1,136	1,230	1,695	2,701	3,962
Household textiles	131	50	33	76	98	133	68	122	142	251
Furniture	472	249	129	284	222	269	369	334	431	1,130
Floor coverings	47	84	3	13	20	10	27	44	52	114
Major appliances	206	85	90	119	123	107	147	179	219	455
Small appliances, miscellaneous housewares	122	69	56	45	71	105	74	113	129	245
Miscellaneous household equipment	913	362	270	276	335	513	546	903	1,729	1,767
Apparel and services	2,130	1,017	933	895	1,507	1,698	1,881	2,009	2,164	4,054
Men and boys	507	210	117	150	358	411	373	480	615	1,012
Men, 16 and over	412	181	101	100	264	310	267	399	515	858
Boys, 2 to 15	95	29	17	50	94	101	106	82	100	153
Women and girls	783	402	385	376	560	569	754	784	762	1,434
Women, 16 and over	681	359	320	327	500	482	671	649	653	1,266
Girls, 2 to 15	102	43	65	50	60	87	83	135	109	168
Children under 2	84	35	27	48	65	67	77	123	111	122
Footwear	389	186	242	135	354	433	462	367	361	560
Other apparel products and services	367	184	163	186	170	218	215	256	315	925

Exhibit 7C-47: Western States Consumer Expenditures by Income Range
Dollars per Consumer Unit, 2000

Item	Total complete reporting	Income Range: Less than $5,000	$5,000 to $9,999	$10,000 to $14,999	$15,000 to $19,999	$20,000 to $29,999	$30,000 to $39,999	$40,000 to $49,999	$50,000 to $69,999	$70,000 and over
Transportation	8,036	2,772	2,741	3,983	5,333	5,956	7,240	9,211	8,870	14,997
Vehicle purchases (net outlay)	3,553	849	943	1,595	2,547	2,580	3,148	4,507	3,239	7,111
Cars and trucks, new	1,766	52	432	464	1,071	1,237	1,250	2,186	1,144	4,406
Cars and trucks, used	1,727	794	503	1,131	1,449	1,318	1,879	2,209	1,974	2,583
Other vehicles	61	3	8	d/	27	25	20	111	121	123
Gasoline and motor oil	1,303	623	595	722	955	1,084	1,291	1,417	1,676	2,000
Other vehicle expenses	2,661	1,029	931	1,377	1,563	2,002	2,404	2,878	3,357	4,777
Vehicle finance charges	330	74	65	89	148	239	337	409	507	582
Maintenance and repairs	833	353	353	635	557	709	760	891	931	1,359
Vehicle insurance	831	272	290	441	561	714	828	919	1,091	1,327
Vehicle rental, leases, licenses, other charges	668	330	223	211	297	340	479	659	828	1,508
Public transportation	519	271	272	290	267	290	397	409	597	1,108
Health care	2,008	822	1,202	1,652	1,955	1,772	1,798	2,043	2,362	2,805
Health insurance	874	371	503	725	803	822	790	913	1,007	1,210
Medical services	622	277	368	414	540	520	572	598	763	946
Drugs	383	141	249	417	478	331	356	384	392	474
Medical supplies	129	32	82	96	133	99	80	148	200	175
Entertainment	2,222	1,358	809	1,114	1,070	1,514	1,699	2,202	2,697	4,402
Fees and admissions	605	314	223	248	278	350	421	554	773	1,313
Television, radios, sound equipment	665	372	337	458	453	490	622	679	852	1,054
Pets, toys, and playground equipment	386	158	136	160	199	272	333	439	496	722
Other entertainment supplies, equipment, and services	566	514	112	248	141	402	324	530	577	1,313
Personal care products and services	607	330	329	341	440	461	568	636	682	1,011
Reading	179	74	76	103	111	133	153	176	224	327
Education	696	1,125	705	351	433	403	369	738	552	1,322
Tobacco products and smoking supplies	247	187	210	242	211	252	256	293	302	227
Miscellaneous	1,030	375	371	416	744	769	904	1,114	1,195	1,948
Cash contributions	1,386	337	251	452	880	682	1,224	1,091	1,524	3,316
Personal insurance and pensions	4,751	257	410	670	991	1,822	2,905	4,630	6,642	12,772

Source: US Department of Labor, Consumer Expenditure Survey, 2001.

Exhibit 7C-48: Estimated Nevada Consumer Expenditures by Income Range
Dollars per Consumer Unit, 2000

Item	Total complete reporting	Income Range: Less than $5,000	$5,000 to $9,999	$10,000 to $14,999	$15,000 to $19,999	$20,000 to $29,999	$30,000 to $39,999	$40,000 to $49,999	$50,000 to $69,999	$70,000 and over
Average annual expenditures	$40,779	$19,277	$17,354	$21,808	$27,291	$30,621	$36,673	$45,254	$51,042	$82,707
Food	5,269	2,781	2,805	3,182	4,267	4,642	5,002	5,929	6,530	9,171
Food at home	3,085	1,653	1,906	2,210	2,861	2,941	3,063	3,581	3,693	4,778
Cereals and bakery products	456	204	264	308	416	423	457	516	559	733
Cereals and cereal products	160	67	111	115	149	166	180	179	191	227
Bakery products	297	137	153	193	266	257	277	337	367	507
Meats, poultry, fish, and eggs	745	372	457	561	780	777	729	872	808	1,126
Beef	223	86	145	196	227	221	210	288	240	328
Pork	142	75	75	92	158	171	152	138	152	212
Other meats	88	59	47	86	79	95	88	90	95	131
Poultry	137	72	98	88	120	134	145	175	165	202
Fish and seafood	119	49	62	69	154	119	91	144	119	205
Eggs	36	30	30	30	41	37	43	38	37	48
Dairy products	340	201	218	234	289	322	365	394	421	515
Fresh milk and cream	132	83	84	99	122	138	151	152	150	185
Other dairy products	209	118	134	136	167	184	214	243	270	330
Fruits and vegetables	568	339	382	425	539	543	558	665	671	852
Fresh fruits	186	113	132	152	173	176	177	202	227	280
Fresh vegetables	181	107	112	134	176	183	180	207	212	268
Processed fruits	121	76	84	80	111	111	121	151	141	183
Processed vegetables	80	43	54	59	80	74	79	104	91	123
Other food at home	976	538	585	683	837	876	953	1,135	1,235	1,552
Sugar and other sweets	115	67	73	72	110	112	123	122	153	172
Fats and oils	82	37	56	54	89	93	84	100	85	121
Miscellaneous foods	459	272	263	323	363	380	447	547	600	746
Nonalcoholic beverages	263	132	153	200	245	245	257	296	329	410
Food prepared by consumer unit on out of town trips	55	30	39	34	31	46	42	71	67	104
Food away from home	2,184	1,128	899	971	1,406	1,701	1,939	2,347	2,837	4,393
Alcoholic beverages	427	282	247	289	268	302	280	417	549	875
Housing	13,296	7,560	6,264	8,119	9,081	10,216	12,394	14,764	16,750	25,482
Shelter	8,144	4,956	3,990	5,046	5,312	6,345	8,065	9,353	9,914	15,313
Owned dwellings	4,999	1,292	1,203	1,777	2,006	2,855	4,349	5,408	6,925	12,084
Mortgage interest and charges	3,234	566	443	648	844	1,388	2,799	3,875	4,803	8,350
Property taxes	872	359	343	471	560	587	811	808	1,055	1,932
Maintenance, repairs, insurance, other expenses	895	368	417	657	603	880	739	725	1,067	1,801

Exhibit 7C-48: Estimated Nevada Consumer Expenditures by Income Range
Dollars per Consumer Unit, 2000

Item	Total complete reporting	Income Range: Less than $5,000	$5,000 to $9,999	$10,000 to $14,999	$15,000 to $19,999	$20,000 to $29,999	$30,000 to $39,999	$40,000 to $49,999	$50,000 to $69,999	$70,000 and over
Rented dwellings	2,612	2,959	2,499	3,053	3,050	3,221	3,440	3,604	2,479	1,773
Other lodging	532	705	288	216	255	270	276	341	510	1,456
Utilities, fuels, and public services	2,063	1,189	1,249	1,592	1,792	1,865	2,180	2,362	2,607	3,169
Natural gas	242	149	121	177	214	210	244	262	318	395
Electricity	667	368	415	581	619	630	697	747	813	987
Fuel oil and other fuels	35	20	48	31	39	39	41	56	33	30
Telephone services	794	495	516	585	666	714	886	929	1,000	1,188
Water and other public services	326	157	149	218	254	272	312	369	443	568
Household operations	811	247	197	355	727	465	422	784	841	2,148
Personal services	373	51	40	85	484	177	149	404	387	1,027
Other household expenses	439	195	156	270	244	288	273	380	454	1,121
Housekeeping supplies	509	270	246	313	382	406	497	570	687	889
Laundry and cleaning supplies	128	80	80	98	140	109	152	133	157	188
Other household products	229	128	109	115	175	186	216	272	329	395
Postage and stationery	152	62	57	101	67	111	129	165	201	307
Household furnishings and equipment	1,769	898	581	813	869	1,136	1,230	1,695	2,701	3,962
Household textiles	123	50	33	76	98	133	68	122	142	251
Furniture	441	249	129	284	222	269	369	334	431	1,130
Floor coverings	44	84	3	13	20	10	27	44	52	114
Major appliances	193	85	90	119	123	107	147	179	219	455
Small appliances, miscellaneous housewares	114	69	56	45	71	105	74	113	129	245
Miscellaneous household equipment	854	362	270	276	335	513	546	903	1,729	1,767
Apparel and services	1,992	1,017	933	895	1,507	1,698	1,881	2,009	2,164	4,054
Men and boys	474	210	117	150	358	411	373	480	615	1,012
Men, 16 and over	385	181	101	100	264	310	267	399	515	858
Boys, 2 to 15	89	29	17	50	94	101	106	82	100	153
Women and girls	732	402	385	376	560	569	754	784	762	1,434
Women, 16 and over	637	359	320	327	500	482	671	649	653	1,266
Girls, 2 to 15	95	43	65	50	60	87	83	135	109	168
Children under 2	79	35	27	48	65	67	77	123	111	122
Footwear	364	186	242	135	354	433	462	367	361	560
Other apparel products and services	343	184	163	186	170	218	215	256	315	925

Exhibit 7C-48: Estimated Nevada Consumer Expenditures by Income Range
Dollars per Consumer Unit, 2000

		Income Range								
Item	**Total complete reporting**	**Less than $5,000**	**$5,000 to $9,999**	**$10,000 to $14,999**	**$15,000 to $19,999**	**$20,000 to $29,999**	**$30,000 to $39,999**	**$40,000 to $49,999**	**$50,000 to $69,999**	**$70,000 and over**
Transportation	7,516	2,772	2,741	3,983	5,333	5,956	7,240	9,211	8,870	14,997
Vehicle purchases (net outlay)	3,323	849	943	1,595	2,547	2,580	3,148	4,507	3,239	7,111
Cars and trucks, new	1,652	52	432	464	1,071	1,237	1,250	2,186	1,144	4,406
Cars and trucks, used	1,615	794	503	1,131	1,449	1,318	1,879	2,209	1,974	2,583
Other vehicles	57	3	8	d/	27	25	20	111	121	123
Gasoline and motor oil	1,219	623	595	722	955	1,084	1,291	1,417	1,676	2,000
Other vehicle expenses	2,489	1,029	931	1,377	1,563	2,002	2,404	2,878	3,357	4,777
Vehicle finance charges	309	74	65	89	148	239	337	409	507	582
Maintenance and repairs	779	353	353	635	557	709	760	891	931	1,359
Vehicle insurance	777	272	290	441	561	714	828	919	1,091	1,327
Vehicle rental, leases, licenses, other charges	625	330	223	211	297	340	479	659	828	1,508
Public transportation	485	271	272	290	267	290	397	409	597	1,108
Health care	1,878	822	1,202	1,652	1,955	1,772	1,798	2,043	2,362	2,805
Health insurance	817	371	503	725	803	822	790	913	1,007	1,210
Medical services	582	277	368	414	540	520	572	598	763	946
Drugs	358	141	249	417	478	331	356	384	392	474
Medical supplies	121	32	82	96	133	99	80	148	200	175
Entertainment	2,078	1,358	809	1,114	1,070	1,514	1,699	2,202	2,697	4,402
Fees and admissions	566	314	223	248	278	350	421	554	773	1,313
Television, radios, sound equipment	622	372	337	458	453	490	622	679	852	1,054
Pets, toys, and playground equipment	361	158	136	160	199	272	333	439	496	722
Other entertainment supplies, equipment, and services	529	514	112	248	141	402	324	530	577	1,313
Personal care products and services	568	330	329	341	440	461	568	636	682	1,011
Reading	167	74	76	103	111	133	153	176	224	327
Education	651	1,125	705	351	433	403	369	738	552	1,322
Tobacco products and smoking supplies	231	187	210	242	211	252	256	293	302	227
Miscellaneous	963	375	371	416	744	769	904	1,114	1,195	1,948
Cash contributions	1,296	337	251	452	880	682	1,224	1,091	1,524	3,316
Personal insurance and pensions	4,444	257	410	670	991	1,822	2,905	4,630	6,642	12,772

Source: US Department of Labor, Consumer Expenditure Survey, 2001.

Exhibit 7C-49: Western States Spending Patterns and Expenditure Regressivity
Dollars per Consumer Unit, 2000

	Categorical Spending by Consumer Unit Income Range		Total Spending by Consumer Unit Income Range		Categorical Spending as a % of Total by Consumer Unit Income Range		Change in Categorical	Change in	Expenditure Regressivity
Average annual expenditures	$10,000 to $19,999	Over $70,000	$10,000 to $19,999	Over $70,000	$10,000 to $19,999	Over $70,000	Spending	Total Spending	Ratio
Food	$3,677	$9,171	$24,312	$82,707	15.1%	11.1%	149%	240%	**0.62**
Food at home	2,507	4,778	24,312	82,707	10.3%	5.8%	91%	240%	**0.38**
Cereals and bakery products	357	733	24,312	82,707	1.5%	0.9%	105%	240%	**0.44**
Cereals and cereal products	131	227	24,312	82,707	0.5%	0.3%	74%	240%	**0.31**
Bakery products	226	507	24,312	82,707	0.9%	0.6%	124%	240%	**0.52**
Meats, poultry, fish, and eggs	661	1,126	24,312	82,707	2.7%	1.4%	70%	240%	**0.29**
Beef	210	328	24,312	82,707	0.9%	0.4%	56%	240%	**0.23**
Pork	122	212	24,312	82,707	0.5%	0.3%	74%	240%	**0.31**
Other meats	83	131	24,312	82,707	0.3%	0.2%	58%	240%	**0.24**
Poultry	103	202	24,312	82,707	0.4%	0.2%	97%	240%	**0.40**
Fish and seafood	108	205	24,312	82,707	0.4%	0.2%	90%	240%	**0.38**
Eggs	35	48	24,312	82,707	0.1%	0.1%	37%	240%	**0.15**
Dairy products	259	515	24,312	82,707	1.1%	0.6%	99%	240%	**0.41**
Fresh milk and cream	110	185	24,312	82,707	0.5%	0.2%	69%	240%	**0.29**
Other dairy products	150	330	24,312	82,707	0.6%	0.4%	120%	240%	**0.50**
Fruits and vegetables	477	852	24,312	82,707	2.0%	1.0%	79%	240%	**0.33**
Fresh fruits	162	280	24,312	82,707	0.7%	0.3%	73%	240%	**0.31**
Fresh vegetables	153	268	24,312	82,707	0.6%	0.3%	75%	240%	**0.31**
Processed fruits	94	183	24,312	82,707	0.4%	0.2%	94%	240%	**0.39**
Processed vegetables	69	123	24,312	82,707	0.3%	0.1%	79%	240%	**0.33**
Other food at home	753	1,552	24,312	82,707	3.1%	1.9%	106%	240%	**0.44**
Sugar and other sweets	89	172	24,312	82,707	0.4%	0.2%	92%	240%	**0.39**
Fats and oils	70	121	24,312	82,707	0.3%	0.1%	73%	240%	**0.30**
Miscellaneous foods	341	746	24,312	82,707	1.4%	0.9%	119%	240%	**0.49**
Nonalcoholic beverages	221	410	24,312	82,707	0.9%	0.5%	86%	240%	**0.36**
Food prepared by consumer unit on out of town trips	33	104	24,312	82,707	0.1%	0.1%	219%	240%	**0.91**
Food away from home	1,170	4,393	24,312	82,707	4.8%	5.3%	276%	240%	**1.15**
Alcoholic beverages	279	875	24,312	82,707	1.1%	1.1%	213%	240%	**0.89**
Housing	8,558	25,482	24,312	82,707	35.2%	30.8%	198%	240%	**0.82**
Shelter	5,167	15,313	24,312	82,707	21.3%	18.5%	196%	240%	**0.82**
Owned dwellings	1,882	12,084	24,312	82,707	7.7%	14.6%	542%	240%	**2.26**
Mortgage interest and charges	738	8,350	24,312	82,707	3.0%	10.1%	1032%	240%	**4.30**
Property taxes	512	1,932	24,312	82,707	2.1%	2.3%	278%	240%	**1.16**
Maintenance, repairs, insurance, other expenses	632	1,801	24,312	82,707	2.6%	2.2%	185%	240%	**0.77**
Rented dwellings	3,052	1,773	24,312	82,707	12.6%	2.1%	-42%	240%	**-0.17**
Other lodging	234	1,456	24,312	82,707	1.0%	1.8%	523%	240%	**2.18**
Utilities, fuels, and public services	1,683	3,169	24,312	82,707	6.9%	3.8%	88%	240%	**0.37**
Natural gas	194	395	24,312	82,707	0.8%	0.5%	104%	240%	**0.43**
Electricity	598	987	24,312	82,707	2.5%	1.2%	65%	240%	**0.27**
Fuel oil and other fuels	35	30	24,312	82,707	0.1%	0.0%	-13%	240%	**-0.06**
Telephone services	622	1,188	24,312	82,707	2.6%	1.4%	91%	240%	**0.38**
Water and other public services	234	568	24,312	82,707	1.0%	0.7%	142%	240%	**0.59**
Household operations	525	2,148	24,312	82,707	2.2%	2.6%	309%	240%	**1.29**
Personal services	267	1,027	24,312	82,707	1.1%	1.2%	284%	240%	**1.18**
Other household expenses	258	1,121	24,312	82,707	1.1%	1.4%	334%	240%	**1.39**

Exhibit 7C-49: Western States Spending Patterns and Expenditure Regressivity
Dollars per Consumer Unit, 2000

Average annual expenditures	Categorical Spending by Consumer Unit Income Range: $10,000 to $19,999	Categorical Spending by Consumer Unit Income Range: Over $70,000	Total Spending by Consumer Unit Income Range: $10,000 to $19,999	Total Spending by Consumer Unit Income Range: Over $70,000	Categorical Spending as a % of Total by Consumer Unit Income Range: $10,000 to $19,999	Categorical Spending as a % of Total by Consumer Unit Income Range: Over $70,000	Change in Categorical Spending	Change in Total Spending	Expenditure Regressivity Ratio
Housekeeping supplies	345	889	24,312	82,707	1.4%	1.1%	158%	240%	0.66
Laundry and cleaning supplies	117	188	24,312	82,707	0.5%	0.2%	60%	240%	0.25
Other household products	142	395	24,312	82,707	0.6%	0.5%	177%	240%	0.74
Postage and stationery	85	307	24,312	82,707	0.4%	0.4%	259%	240%	1.08
Household furnishings and equipment	839	3,962	24,312	82,707	3.4%	4.8%	372%	240%	1.55
Household textiles	86	251	24,312	82,707	0.4%	0.3%	192%	240%	0.80
Furniture	256	1,130	24,312	82,707	1.1%	1.4%	342%	240%	1.42
Floor coverings	16	114	24,312	82,707	0.1%	0.1%	604%	240%	2.51
Major appliances	121	455	24,312	82,707	0.5%	0.6%	277%	240%	1.15
Small appliances, miscellaneous housewares	57	245	24,312	82,707	0.2%	0.3%	331%	240%	1.38
Miscellaneous household equipment	303	1,767	24,312	82,707	1.2%	2.1%	483%	240%	2.01
Apparel and services	1,174	4,054	24,312	82,707	4.8%	4.9%	245%	240%	1.02
Men and boys	245	1,012	24,312	82,707	1.0%	1.2%	313%	240%	1.30
Men, 16 and over	175	858	24,312	82,707	0.7%	1.0%	391%	240%	1.63
Boys, 2 to 15	70	153	24,312	82,707	0.3%	0.2%	118%	240%	0.49
Women and girls	460	1,434	24,312	82,707	1.9%	1.7%	212%	240%	0.88
Women, 16 and over	406	1,266	24,312	82,707	1.7%	1.5%	212%	240%	0.88
Girls, 2 to 15	55	168	24,312	82,707	0.2%	0.2%	208%	240%	0.87
Children under 2	56	122	24,312	82,707	0.2%	0.1%	119%	240%	0.49
Footwear	235	560	24,312	82,707	1.0%	0.7%	138%	240%	0.58
Other apparel products and services	179	925	24,312	82,707	0.7%	1.1%	418%	240%	1.74
Transportation	4,599	14,997	24,312	82,707	18.9%	18.1%	226%	240%	0.94
Vehicle purchases (net outlay)	2,030	7,111	24,312	82,707	8.3%	8.6%	250%	240%	1.04
Cars and trucks, new	741	4,406	24,312	82,707	3.0%	5.3%	494%	240%	2.06
Cars and trucks, used	1,276	2,583	24,312	82,707	5.2%	3.1%	102%	240%	0.43
Other vehicles	n/a	123	24,312	82,707	n/a	0.1%	n/a	240%	n/a
Gasoline and motor oil	828	2,000	24,312	82,707	3.4%	2.4%	141%	240%	0.59
Other vehicle expenses	1,462	4,777	24,312	82,707	6.0%	5.8%	227%	240%	0.94
Vehicle finance charges	116	582	24,312	82,707	0.5%	0.7%	402%	240%	1.67
Maintenance and repairs	599	1,359	24,312	82,707	2.5%	1.6%	127%	240%	0.53
Vehicle insurance	496	1,327	24,312	82,707	2.0%	1.6%	168%	240%	0.70
Vehicle rental, leases, licenses, other charges	250	1,508	24,312	82,707	1.0%	1.8%	503%	240%	2.09
Public transportation	279	1,108	24,312	82,707	1.1%	1.3%	296%	240%	1.23
Health care	1,790	2,805	24,312	82,707	7.4%	3.4%	57%	240%	0.24
Health insurance	761	1,210	24,312	82,707	3.1%	1.5%	59%	240%	0.25
Medical services	472	946	24,312	82,707	1.9%	1.1%	101%	240%	0.42
Drugs	445	474	24,312	82,707	1.8%	0.6%	7%	240%	0.03
Medical supplies	113	175	24,312	82,707	0.5%	0.2%	55%	240%	0.23
Entertainment	1,094	4,402	24,312	82,707	4.5%	5.3%	302%	240%	1.26
Fees and admissions	**262**	**1,313**	**24,312**	**82,707**	**1.1%**	**1.6%**	**402%**	**240%**	**1.67**
Television, radios, sound equipment	456	1,054	24,312	82,707	1.9%	1.3%	131%	240%	0.55
Pets, toys, and playground equipment	178	722	24,312	82,707	0.7%	0.9%	306%	240%	1.27
Other entertainment supplies, equipment, and services	199	1,313	24,312	82,707	0.8%	1.6%	559%	240%	2.33
Personal care products and services	386	1,011	24,312	82,707	1.6%	1.2%	162%	240%	0.67
Reading	107	327	24,312	82,707	0.4%	0.4%	207%	240%	0.86
Education	388	1,322	24,312	82,707	1.6%	1.6%	240%	240%	1.00
Tobacco products and smoking supplies	228	227	24,312	82,707	0.9%	0.3%	0%	240%	0.00
Miscellaneous	566	1,948	24,312	82,707	2.3%	2.4%	244%	240%	1.02
Cash contributions	647	3,316	24,312	82,707	2.7%	4.0%	412%	240%	1.72

Exhibit 7C-49: Western States Spending Patterns and Expenditure Regressivity
Dollars per Consumer Unit, 2000

	Categorical Spending by Consumer Unit Income Range		Total Spending by Consumer Unit Income Range		Categorical Spending as a % of Total by Consumer Unit Income Range		Change in Categorical Spending	Change in Total Spending	Expenditure Regressivity Ratio
Average annual expenditures	**$10,000 to $19,999**	**Over $70,000**	**$10,000 to $19,999**	**Over $70,000**	**$10,000 to $19,999**	**Over $70,000**			
Personal insurance and pensions	817	12,772	24,312	82,707	3.4%	15.4%	1464%	240%	**6.10**

Exhibit 7C-50: Western States Spending Patterns and Income Regressivity
Dollars per Consumer Unit, 2000

	Categorical Spending by Consumer Unit Income Range		Average Income by Consumer Unit Income Range		Spending as a Percenatage of Income by Consumer Unit Income Range		Change in Categorical	Change in Average	Income Regressivity
Average annual expenditures	**$10,000 to $19,999**	**Over $70,000**	**$10,000 to $19,999**	**Over $70,000**	**$10,000 to $19,999**	**Over $70,000**	**Spending**	**Income**	**Ratio**
Food	$3,677	$9,171	$14,718	$117,404	25.0%	7.8%	149%	698%	**0.21**
Food at home	2,507	4,778	14,718	117,404	17.0%	4.1%	91%	698%	**0.13**
Cereals and bakery products	357	733	14,718	117,404	2.4%	0.6%	105%	698%	**0.15**
Cereals and cereal products	131	227	14,718	117,404	0.9%	0.2%	74%	698%	**0.11**
Bakery products	226	507	14,718	117,404	1.5%	0.4%	124%	698%	**0.18**
Meats, poultry, fish, and eggs	661	1,126	14,718	117,404	4.5%	1.0%	70%	698%	**0.10**
Beef	210	328	14,718	117,404	1.4%	0.3%	56%	698%	**0.08**
Pork	122	212	14,718	117,404	0.8%	0.2%	74%	698%	**0.11**
Other meats	83	131	14,718	117,404	0.6%	0.1%	58%	698%	**0.08**
Poultry	103	202	14,718	117,404	0.7%	0.2%	97%	698%	**0.14**
Fish and seafood	108	205	14,718	117,404	0.7%	0.2%	90%	698%	**0.13**
Eggs	35	48	14,718	117,404	0.2%	0.0%	37%	698%	**0.05**
Dairy products	259	515	14,718	117,404	1.8%	0.4%	99%	698%	**0.14**
Fresh milk and cream	110	185	14,718	117,404	0.7%	0.2%	69%	698%	**0.10**
Other dairy products	150	330	14,718	117,404	1.0%	0.3%	120%	698%	**0.17**
Fruits and vegetables	477	852	14,718	117,404	3.2%	0.7%	79%	698%	**0.11**
Fresh fruits	162	280	14,718	117,404	1.1%	0.2%	73%	698%	**0.11**
Fresh vegetables	153	268	14,718	117,404	1.0%	0.2%	75%	698%	**0.11**
Processed fruits	94	183	14,718	117,404	0.6%	0.2%	94%	698%	**0.14**
Processed vegetables	69	123	14,718	117,404	0.5%	0.1%	79%	698%	**0.11**
Other food at home	753	1,552	14,718	117,404	5.1%	1.3%	106%	698%	**0.15**
Sugar and other sweets	89	172	14,718	117,404	0.6%	0.1%	92%	698%	**0.13**
Fats and oils	70	121	14,718	117,404	0.5%	0.1%	73%	698%	**0.10**
Miscellaneous foods	341	746	14,718	117,404	2.3%	0.6%	119%	698%	**0.17**
Nonalcoholic beverages	221	410	14,718	117,404	1.5%	0.3%	86%	698%	**0.12**
Food prepared by consumer unit on out of town trips	33	104	14,718	117,404	0.2%	0.1%	219%	698%	**0.31**
Food away from home	1,170	4,393	14,718	117,404	7.9%	3.7%	276%	698%	**0.40**
Alcoholic beverages	279	875	14,718	117,404	1.9%	0.7%	213%	698%	**0.31**
Housing	8,558	25,482	14,718	117,404	58.1%	21.7%	198%	698%	**0.28**
Shelter	5,167	15,313	14,718	117,404	35.1%	13.0%	196%	698%	**0.28**
Owned dwellings	1,882	12,084	14,718	117,404	12.8%	10.3%	542%	698%	**0.78**
Mortgage interest and charges	738	8,350	14,718	117,404	5.0%	7.1%	1032%	698%	**1.48**
Property taxes	512	1,932	14,718	117,404	3.5%	1.6%	278%	698%	**0.40**
Maintenance, repairs, insurance, other expenses	632	1,801	14,718	117,404	4.3%	1.5%	185%	698%	**0.26**
Rented dwellings	3,052	1,773	14,718	117,404	20.7%	1.5%	-42%	698%	**-0.06**
Other lodging	234	1,456	14,718	117,404	1.6%	1.2%	523%	698%	**0.75**
Utilities, fuels, and public services	1,683	3,169	14,718	117,404	11.4%	2.7%	88%	698%	**0.13**
Natural gas	194	395	14,718	117,404	1.3%	0.3%	104%	698%	**0.15**
Electricity	598	987	14,718	117,404	4.1%	0.8%	65%	698%	**0.09**
Fuel oil and other fuels	35	30	14,718	117,404	0.2%	0.0%	-13%	698%	**-0.02**
Telephone services	622	1,188	14,718	117,404	4.2%	1.0%	91%	698%	**0.13**
Water and other public services	234	568	14,718	117,404	1.6%	0.5%	142%	698%	**0.20**

Exhibit 7C-50: Western States Spending Patterns and Income Regressivity
Dollars per Consumer Unit, 2000

	Categorical Spending by Consumer Unit Income Range		Average Income by Consumer Unit Income Range		Spending as a Percenatage of Income by Consumer Unit Income Range		Change in Categorical Spending	Change in Average Income	Income Regressivity Ratio
Average annual expenditures	**$10,000 to $19,999**	**Over $70,000**	**$10,000 to $19,999**	**Over $70,000**	**$10,000 to $19,999**	**Over $70,000**			
Household operations	525	2,148	14,718	117,404	3.6%	1.8%	309%	698%	**0.44**
Personal services	267	1,027	14,718	117,404	1.8%	0.9%	284%	698%	**0.41**
Other household expenses	258	1,121	14,718	117,404	1.8%	1.0%	334%	698%	**0.48**
Housekeeping supplies	345	889	14,718	117,404	2.3%	0.8%	158%	698%	**0.23**
Laundry and cleaning supplies	117	188	14,718	117,404	0.8%	0.2%	60%	698%	**0.09**
Other household products	142	395	14,718	117,404	1.0%	0.3%	177%	698%	**0.25**
Postage and stationery	85	307	14,718	117,404	0.6%	0.3%	259%	698%	**0.37**
Household furnishings and equipment	839	3,962	14,718	117,404	5.7%	3.4%	372%	698%	**0.53**
Household textiles	86	251	14,718	117,404	0.6%	0.2%	192%	698%	**0.27**
Furniture	256	1,130	14,718	117,404	1.7%	1.0%	342%	698%	**0.49**
Floor coverings	16	114	14,718	117,404	0.1%	0.1%	604%	698%	**0.87**
Major appliances	121	455	14,718	117,404	0.8%	0.4%	277%	698%	**0.40**
Small appliances, miscellaneous housewares	57	245	14,718	117,404	0.4%	0.2%	331%	698%	**0.47**
Miscellaneous household equipment	303	1,767	14,718	117,404	2.1%	1.5%	483%	698%	**0.69**
Apparel and services	1,174	4,054	14,718	117,404	8.0%	3.5%	245%	698%	**0.35**
Men and boys	245	1,012	14,718	117,404	1.7%	0.9%	313%	698%	**0.45**
Men, 16 and over	175	858	14,718	117,404	1.2%	0.7%	391%	698%	**0.56**
Boys, 2 to 15	70	153	14,718	117,404	0.5%	0.1%	118%	698%	**0.17**
Women and girls	460	1,434	14,718	117,404	3.1%	1.2%	212%	698%	**0.30**
Women, 16 and over	406	1,266	14,718	117,404	2.8%	1.1%	212%	698%	**0.30**
Girls, 2 to 15	55	168	14,718	117,404	0.4%	0.1%	208%	698%	**0.30**
Children under 2	56	122	14,718	117,404	0.4%	0.1%	119%	698%	**0.17**
Footwear	235	560	14,718	117,404	1.6%	0.5%	138%	698%	**0.20**
Other apparel products and services	179	925	14,718	117,404	1.2%	0.8%	418%	698%	**0.60**
Transportation	4,599	14,997	14,718	117,404	31.3%	12.8%	226%	698%	**0.32**
Vehicle purchases (net outlay)	2,030	7,111	14,718	117,404	13.8%	6.1%	250%	698%	**0.36**
Cars and trucks, new	741	4,406	14,718	117,404	5.0%	3.8%	494%	698%	**0.71**
Cars and trucks, used	1,276	2,583	14,718	117,404	8.7%	2.2%	102%	698%	**0.15**
Other vehicles	n/a	123	14,718	117,404	n/a	0.1%	n/a	698%	**n/a**
Gasoline and motor oil	828	2,000	14,718	117,404	5.6%	1.7%	141%	698%	**0.20**
Other vehicle expenses	1,462	4,777	14,718	117,404	9.9%	4.1%	227%	698%	**0.33**
Vehicle finance charges	116	582	14,718	117,404	0.8%	0.5%	402%	698%	**0.58**
Maintenance and repairs	599	1,359	14,718	117,404	4.1%	1.2%	127%	698%	**0.18**
Vehicle insurance	496	1,327	14,718	117,404	3.4%	1.1%	168%	698%	**0.24**
Vehicle rental, leases, licenses, other charges	250	1,508	14,718	117,404	1.7%	1.3%	503%	698%	**0.72**
Public transportation	279	1,108	14,718	117,404	1.9%	0.9%	296%	698%	**0.42**
Health care	1,790	2,805	14,718	117,404	12.2%	2.4%	57%	698%	**0.08**
Health insurance	761	1,210	14,718	117,404	5.2%	1.0%	59%	698%	**0.08**
Medical services	472	946	14,718	117,404	3.2%	0.8%	101%	698%	**0.14**
Drugs	445	474	14,718	117,404	3.0%	0.4%	7%	698%	**0.01**
Medical supplies	113	175	14,718	117,404	0.8%	0.1%	55%	698%	**0.08**

Exhibit 7C-50: Western States Spending Patterns and Income Regressivity
Dollars per Consumer Unit, 2000

Average annual expenditures	Categorical Spending by Consumer Unit Income Range		Average Income by Consumer Unit Income Range		Spending as a Percenatage of Income by Consumer Unit Income Range		Change in Categorical Spending	Change in Average Income	Income Regressivity Ratio
	$10,000 to $19,999	Over $70,000	$10,000 to $19,999	Over $70,000	$10,000 to $19,999	Over $70,000			
Entertainment	1,094	4,402	14,718	117,404	7.4%	3.7%	302%	698%	**0.43**
Fees and admissions	**262**	**1,313**	**14,718**	**117,404**	**1.8%**	**1.1%**	**402%**	**698%**	**0.58**
Television, radios, sound equipment	456	1,054	14,718	117,404	3.1%	0.9%	131%	698%	**0.19**
Pets, toys, and playground equipment	178	722	14,718	117,404	1.2%	0.6%	306%	698%	**0.44**
Other entertainment supplies, equipment, and services	199	1,313	14,718	117,404	1.4%	1.1%	559%	698%	**0.80**
Personal care products and services	386	1,011	14,718	117,404	2.6%	0.9%	162%	698%	**0.23**
Reading	107	327	14,718	117,404	0.7%	0.3%	207%	698%	**0.30**
Education	388	1,322	14,718	117,404	2.6%	1.1%	240%	698%	**0.34**
Tobacco products and smoking supplies	228	227	14,718	117,404	1.5%	0.2%	0%	698%	**0.00**
Miscellaneous	566	1,948	14,718	117,404	3.8%	1.7%	244%	698%	**0.35**
Cash contributions	647	3,316	14,718	117,404	4.4%	2.8%	412%	698%	**0.59**
Personal insurance and pensions	817	12,772	14,718	117,404	5.5%	10.9%	1464%	698%	**2.10**

Exhibit 7C-51: Western States Spending Patterns and Income Regressivity
Dollars per Consumer Unit, 2000 (1)

	Regions and Estimated Visitor Volumes						
	Clark County (2)		**Washoe County (3)**		**Other (4)**		
Non-Gaming Expenditures per Visitors (5)	**35,017,317**		**5,008,504**		**8,428,493**		**Totals**
Food & drink	$213.17	$7,464,641,465	$99.00	$495,841,896	n/a	n/a	$7,960,483,361
Transportation	61.62	2,157,767,074	n/a	n/a	n/a	n/a	$2,157,767,074
Shopping	**106.75**	**3,738,098,590**	**85**	**425,722,840**	**n/a**	**n/a**	**$4,163,821,430**
Shows	**45.54**	**1,594,688,616**	**n/a**	**n/a**	**n/a**	**n/a**	**$1,594,688,616**
Sightseeing	**17.4**	**609,301,316**	**6**	**30,051,024**	**n/a**	**n/a**	**$639,352,340**
Shows and entertainment	**n/a**	**n/a**	**21**	**105,178,584**	**n/a**	**n/a**	**$105,178,584**
Hotel/motel room	307.22	10,758,160,198	80	400,680,320	n/a	n/a	$11,158,840,518
Recreation	n/a	n/a	3	15,025,512	n/a	n/a	$15,025,512
Special events	**n/a**	**n/a**	**2**	**10,017,008**	**n/a**	**n/a**	**$10,017,008**
Total Spending (6)	$751.70	$26,322,657,258	$296.00	$1,457,474,664	n/a	n/a	$27,805,174,442
Total Admissions and Amusement Spending (7)	**$62.94**	**$2,203,989,932**	**$29.00**	**$145,246,616**	**n/a**	**n/a**	**$2,349,236,548**

Notes:

(1) Las Vegas Convention and Visitors Authority, Visitor Profile Study, 2001; Reno-Sparks Convention and Visitors Authority, 1999 Visitor Profile Study, 1999.

(2) We note concern that spending estimates reported by the Las Vegas Convention and Visitors authority may tend to over estimate the total volume of transactions. This analysis is not intended to be disparaging the Authority in anyway. Rather, the commentary provided is specific to the data's limitations.

(3) Visitor expenditures reported for 1999. To be conservative, we have not inflated these values to 2001 dollars.

(4) Nevada Commission on Tourism estimates that visitor volume in the balance of the state is 8.4 million. There is no information on expenditures made by these visitors. To be conservative, we have made no assumption as to the spending contribution made by these visitors.

(5) Gaming expenditures have been excluded from this analysis.

(6) Totals may not sum to 100 percent due to rounding.

(7) Id.

Exhibit 7C-52: Comparison of Taxes in the 50 States and the District of Columbia 2000

State	Capital Values Franchise	Corporation Income	Individual Income	Sales	Use	Tangible Penalty	Intangibles	Stock Transfer	Recording Documents	Estate	Gift	Inheritance	Motor Fuel	Admissions & Amusement	Chain Store	Tobacco	Minerals	Timber
Alabama	*	*	*	*	*	*	*	*	*	*			*	*	*	*	*	*
Alaska		*	*	*	*	*				*			*			*	*	*
Arizona		*	*	*	*	*			*	*			*	*		*	*	*
Arkansas	*	*	*	*	*	*			*	*			*	*		*	*	*
California		*	*	*	*	*			*	*			*			*	*	
Colorado		*	*	*	*	*			*	*			*			*	*	
Connecticut	*	*	*	*	*	*			*	*	*	*	*	*		*	0	*
Delaware	*	*	*	*	*	*			*	*	*	*	*	*		*		
District of Columbia		*	*	*	*	*			*	*			*	*		*		
Florida		*		*	*	*	*	*	*	*			*	*		*	*	*
Georgia	*	*	*	*	*	*			*	*			*	*		*		
Hawaii		*	*	*	*				*	*			*	*		*		
Idaho	*	*	*	*	*	*				*			*	*		*	*	*
Illinois	*	*	*	*	*				*	*			*			*	*	*
Indiana		*	*	*	*	*				*		*	*	*		*	*	
Iowa		*	*	*	*		*		*	*		*	*	*		*		
Kansas	*	*	*	*	*	*	*		*	*		*	*	*		*	*	
Kentucky	*	*	*	*	*	*	*		*	*		*	*	*		*	*	
Louisiana	*	*	*	*	*	*	*			*	*	*	*	*	*	*	*	*
Maine		*	*	*	*	*			*	*			*			*		
Maryland		*	*	*	*	*			*	*		*	*	*	*	*	*	
Mass.	*	*	*	*	*	*			*	*			*			*		
Michigan		*	*	*	*	*	*		*	*			*			*	*	*
Minnesota		*	*	*	*	*			*	*			*	*		*	*	*
Mississippi	*	*	*	*	*	*	*			*			*	*		*	*	*
Missouri	*	*	*	*	*	*				*			*	*		*		*
Montana		*	*			*				*		*	*			*	*	
Nebraska	*	*	*	*	*	*			*	*		*	*	*		*	*	
Nevada				*	*	*	*		*	*			*			*	*	
New Hampshire		*	*	*		*	*		*	*		*	*			*		
New Jersey		*	*	*	*	*	*		*	*		*	*	*		*		
New Mexico		*	*	*	*	*				*			*	*		*	*	*
New York	*	*	*	*	*			*	*	*	*		*	*		*		*
North Carolina	*	*	*	*	*	*			*	*	*	*	*		*	*	*	*
North Dakota		*	*	*	*	*				*			*	*		*	*	
Ohio	*	*	*	*	*	*			*	*			*			*		
Oklahoma	*	*	*	*	*	*			*	*			*	*		*	*	
Oregon		*	*	*	*	*				*			*			*	0	*
Pennsylvania	*	*	*	*	*		*		*	*		*	*			*		
Rhode Island	*	*	*	*	*	*	*		*	*			*	*		*		
South Carolina	*	*	*	*	*	*			*	*			*			*		
South Dakota		*		*	*	*	*		*	*		*	*	*		*	*	
Tennessee	*	*	*	*	*	*	*		*	*	*	*	*	*		*	*	
Texas	*			*	*	*	*			*		*	*	*		*	*	
Utah		*	*	*	*	*				*			*	*		*	*	

Exhibit 7C-52: Comparison of Taxes in the 50 States and the District of Columbia 2000

State	Capital Values Franchise	Corporation Income	Individual Income	Sales	Use	Tangible Penalty	Intangibles	Stock Transfer	Recording Documents	Estate	Gift	Inheritance	Motor Fuel	Admissions & Amusement	Chain Store	Tobacco	Minerals	Timber
Vermont		*	*	*	*	*			*	*			*	*		*		
Virginia		*	*	*	*	*			*	*			*	*		*		*
Washington				*	*	*			*	*			*	*		*		*
West Virginia	*	*	*	*	*	*	*	*	*	*			*	*	*	*	*	
Wisconsin		*	*	*	*	*	*	*	*	*			*	*		*	*	*
Wyoming	*			*	*	*				*			*	*		*	*	

Source: Zelman, S. et. al., *All States Handbook*, Research Institute of America, 2000 ed.

Exhibit 7C-53: Admissions and Amusement Tax Levies is Selected Jurisdictions

State	Levy	Notes
California	Admissions exempt from retail sales tax	No special admissions tax and is admissions are exempt from sales taxes.
Connecticut	Admissions Tax	An admissions tax of 8 percent of the admissions charge to motion picture shows. Effective July 1, 2001, the rate is reduced to 6 percent. The admissions tax is 10 percent of the admission charge to any other place of amusement, entertainment or recreation. Dues tax of 10 percent of membership dues or initiation fees to any social, athletic or sporting club organization. In 2001, the tax generated $26 million. There are 155 admissions tax payers and 180 dues taxpayers. http://www.drs.state.ct.us/annualreport.htm
Florida	Admissions subject to retail sales tax.	Admissions are subject to sales tax only.
Illinois	Admissions tax	Admissions tax varies among municipalities highest rate currently in effect is 7 percent.
Indiana	Admissions tax	Counties may authorize the tax. Tax rates and base varies.
Kentucky	Admissions subject to retail sales tax.	Admissions are subject to sales tax only.
Maryland	Admissions and Amusement Tax	The admissions and amusement tax is a local tax collected by the Comptroller's Office for Maryland's counties, Baltimore City and other incorporated cities and towns. It is imposed on the gross receipts from admissions, the use or rental of recreational or sports equipment and the sale of merchandise, refreshments or services at a nightclub or similar place where entertainment is provided. Reportedly the tax base in Maryland is roughly $500 million per year, and the tax generates $50 to $60 million annually. Rates vary in Maryland by jurisdiction.
Michigan	Admissions exempt from retail sales tax	No special admissions tax and is admissions are exempt from sales taxes.
New Jersey	Admissions tax	Admissions tax subject to sales tax and local admissions tax. The state sales tax rate is 6% and the highest admissions rate is 3% - This give the combined rate of 9%.
New York	Admissions subject to retail sales tax.	Admissions are subject to sales tax only.
Ohio	Admission excise taxes	Although there is no state tax on admissions, a number of municipalities levy a tax on admissions to theaters, sporting events, and other places of amusement. During calendar year 1997, 55 municipalities levied an admissions tax. The tax is paid by operators of movie theaters and other places of amusement for which there is an admission charge. Collections in 1999 totaled $18.3 million. Most rates are 3% or less.
Pennsylvania	Admissions tax	Admissions taxes vary among municipalities. Maximum rate is 5% of admission price.
South Carolina	Admissions Tax	If you operate a place of amusement in South Carolina, the entry or admission fee or the cost to use the place of amusement is subject to a tax. This tax is known as the "admissions tax." The tax is 5% of the admissions price. A list of taxable and exempt items is available at http://www.sctax.org/publications/admissguid99.html.
Texas	Admissions subject to retail sales tax.	Admissions are subject to sales tax only.
West Virginia	Admissions subject to retail sales tax.	Admissions are subject to sales tax only.

Source: State of Ohio Department of Revenue, 2001.

**Exhibit 7C-54: Projected Admissions and Amusement Tax Collections
Nominal and Inflation Adjusted Annual Growth Rates, FY 2004-5 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)**

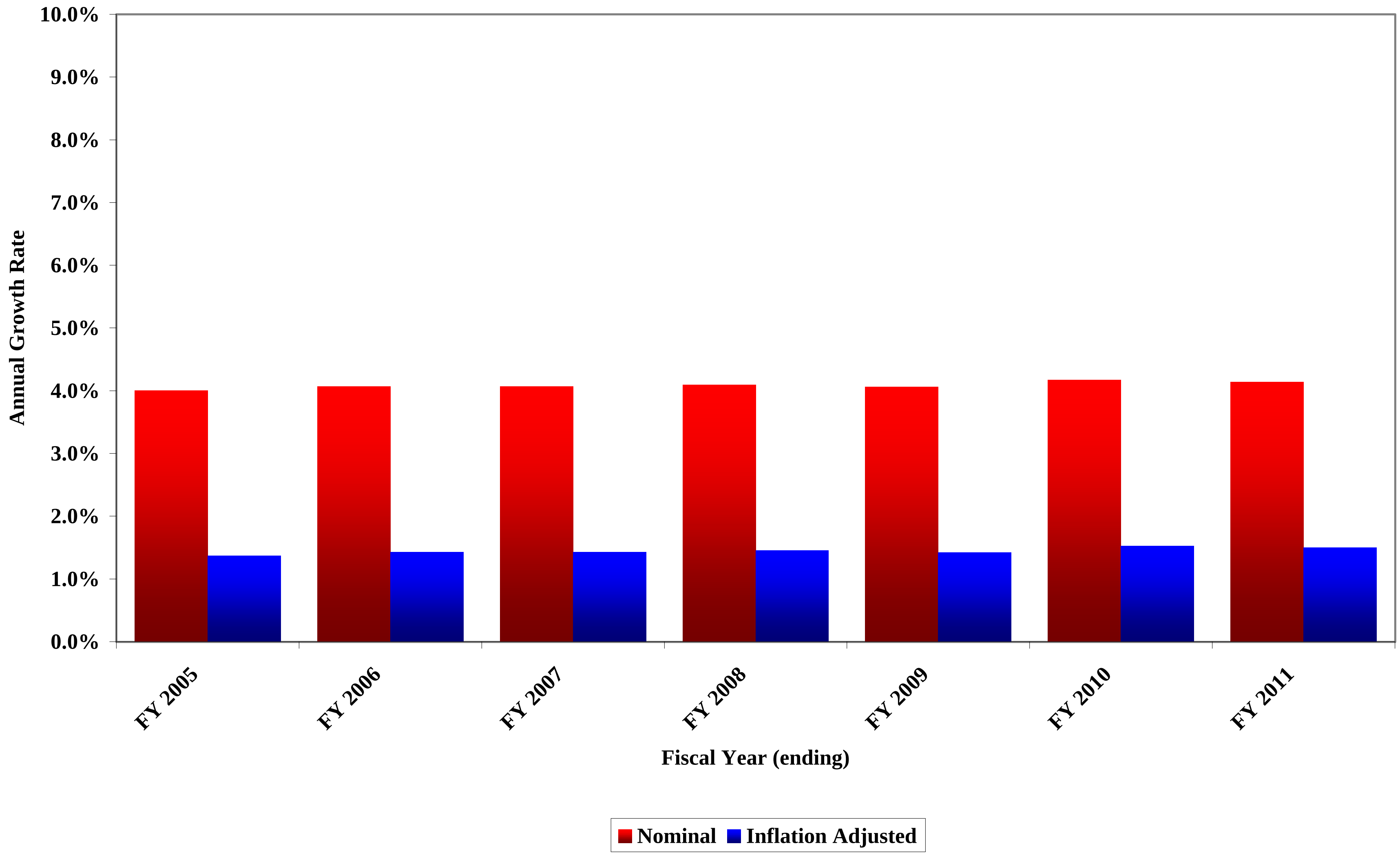

Exhibit 7C-55: Projected Admissions and Amusement Tax Collections
Nominal and Inflation Adjusted Annual Totals, FY 2001-02 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

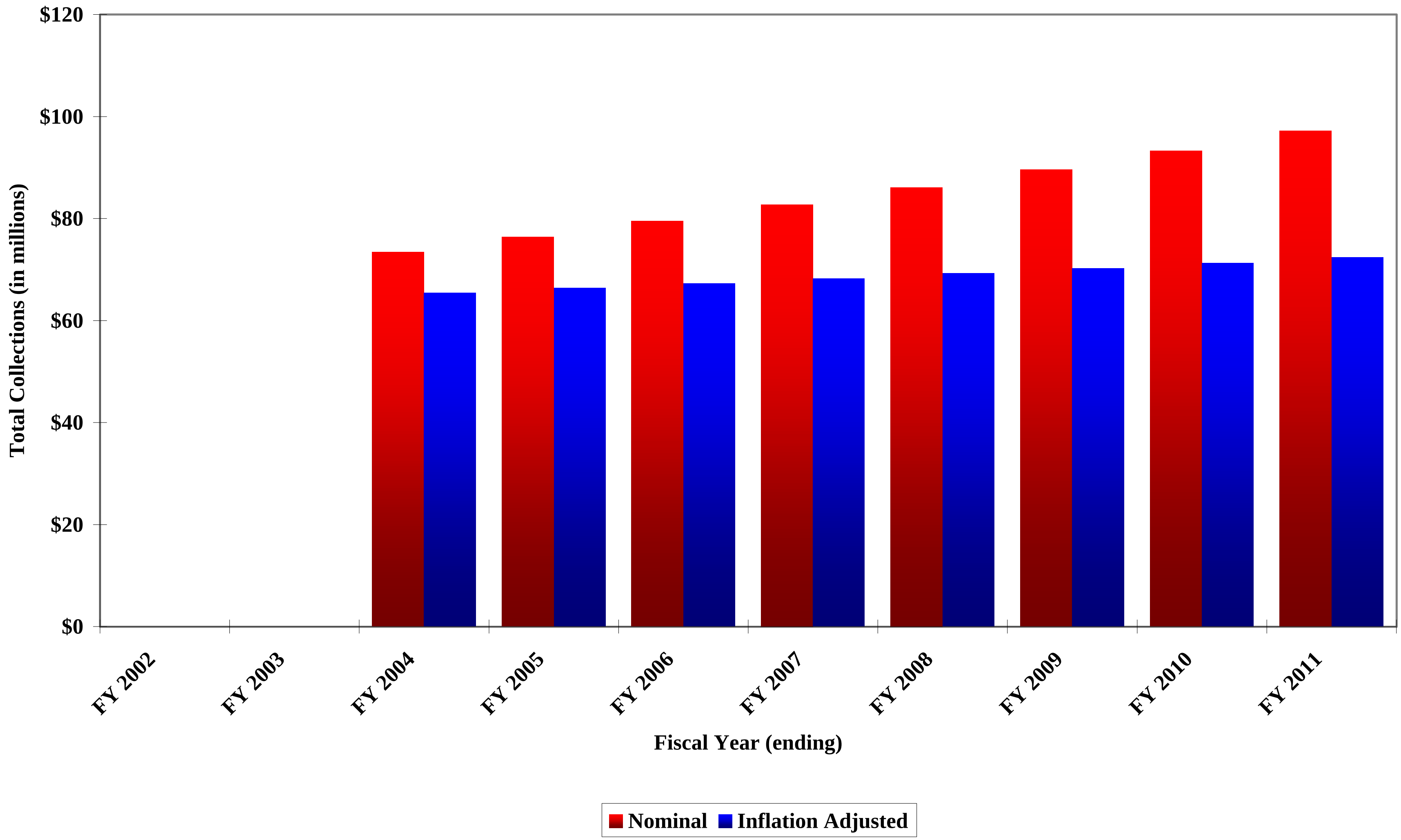

Exhibit 7C-56: Projected Admissions and Amusement Tax Collections
Nominal and Inflation Adjusted Annual Totals Per Capita, FY 2001-02 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

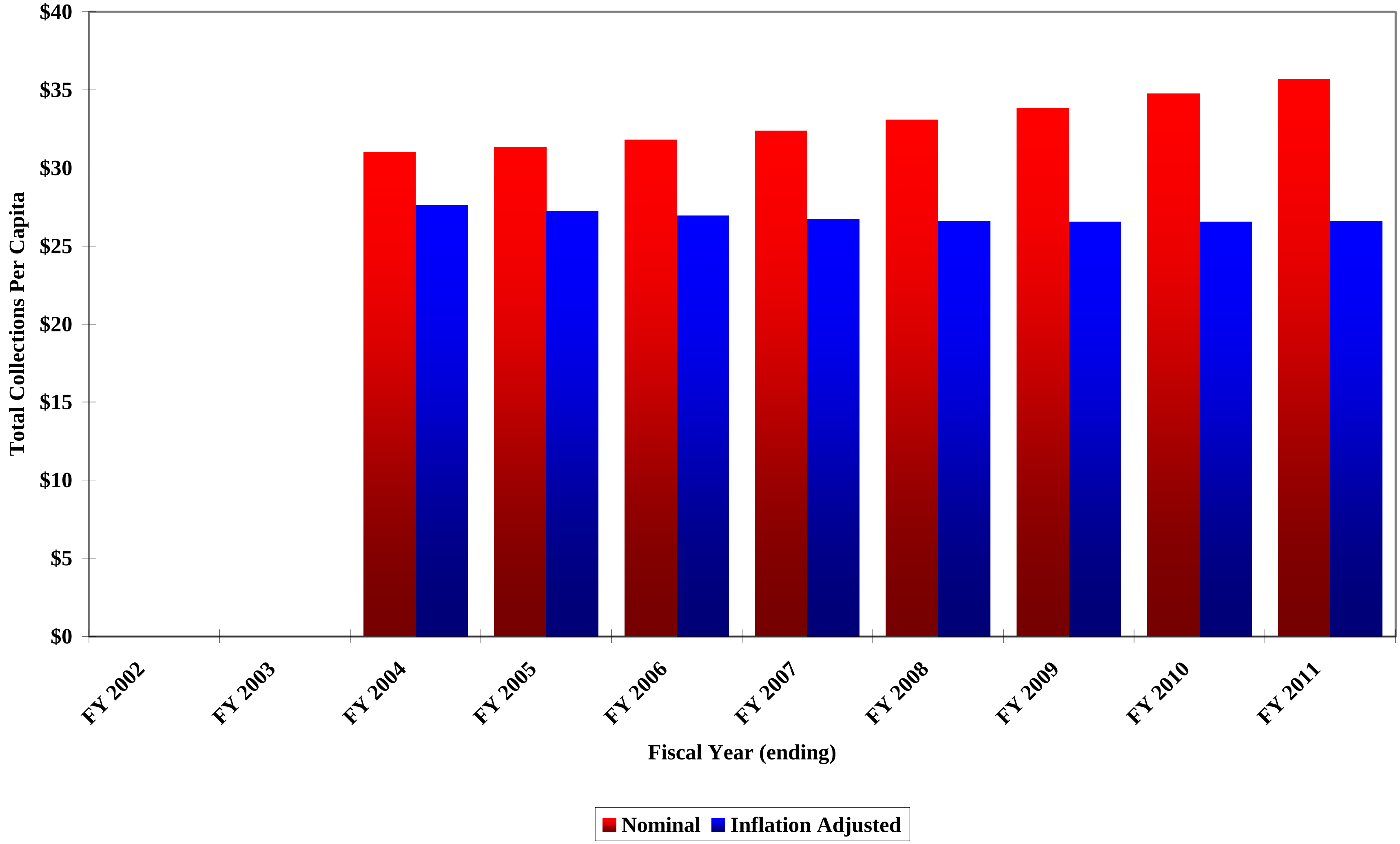

Exhibit 7C-57: Projected State Activity Tax Revenues
Nominal and Inflation Adjusted Revenue Totals, FY 2001-02 through FY 2010-11
(Inflation Adjusted Amounts Expressed in Year 2000 Dollars)

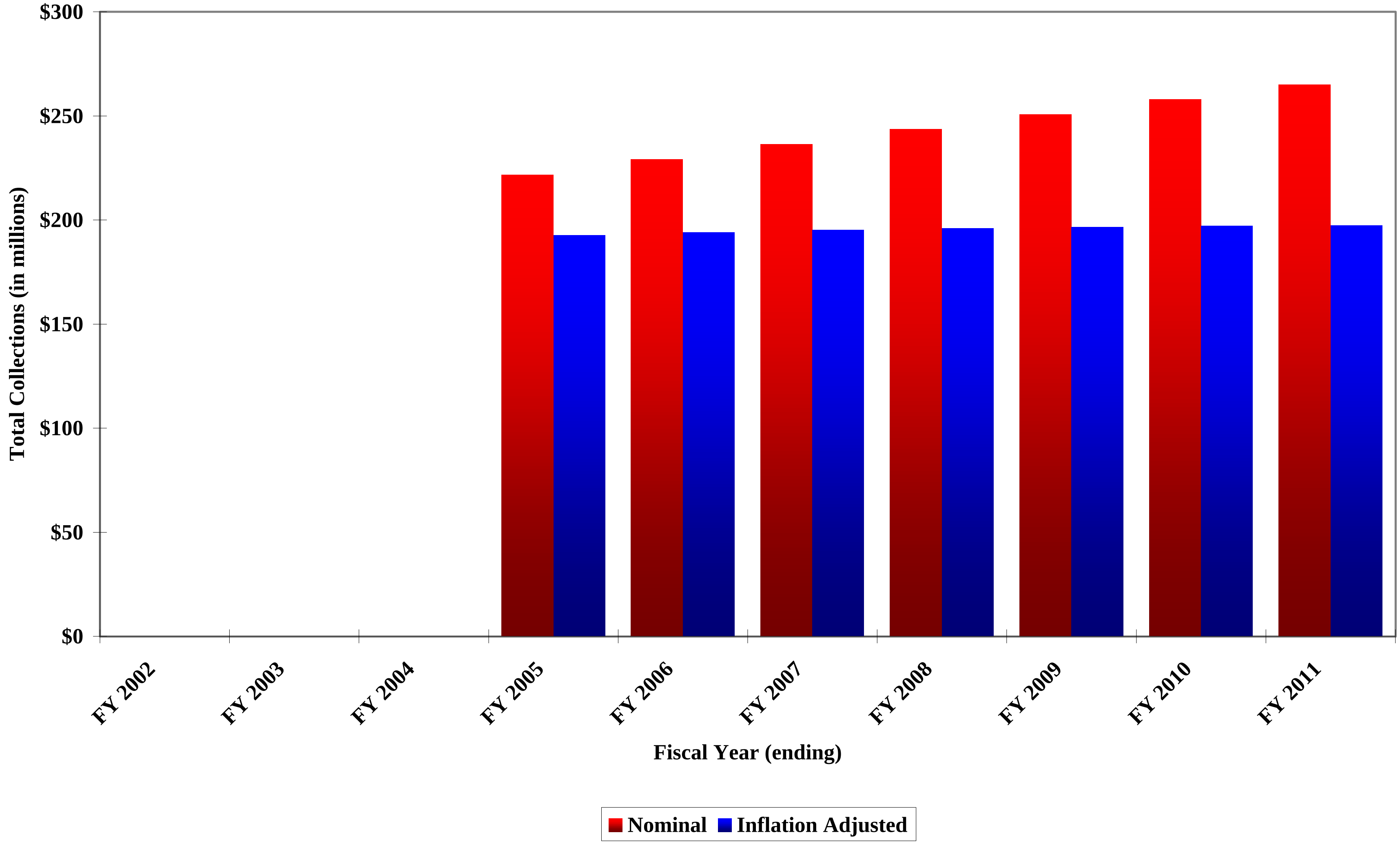

Exhibit 7C-58: Analysis of Taxable Firms in the State of Nevada 1997

Industry Description	All taxable firms		Non-employers		Employers	
	Establish-ments	Receipts (in $1,000)	Establish-ments	Receipts (in $1,000)	Establish-ments	Receipts (in $1,000)
Forestry, fishing & hunting, & ag support services	n.a.	20,077	657	20,077	n.a.	n.a.
Mining	540	3,243,471	290	10,627	250	3,232,844
Utilities	140	2,014	54	2,014	86	n.a.
Construction	11,931	12,346,180	7,495	413,894	4,436	11,932,286
Manufacturing	3,213	6,439,126	1,598	77,344	1,615	6,361,782
Wholesale trade	4,652	12,991,271	2,399	184,378	2,253	12,806,893
Retail trade	17,385	18,628,469	11,163	407,679	6,222	18,220,790
Transportation & warehousing	3,144	1,527,467	2,314	116,932	830	1,410,535
Information	1,892	2,173,867	1,232	62,930	660	2,110,937
Finance & insurance	8,727	559,956	5,928	559,956	2,799	n.a.
Real estate & rental & leasing	14,644	3,108,285	12,184	831,768	2,460	2,276,517
Professional, scientific, & technical services	21,386	3,663,388	17,215	688,967	4,171	2,974,421
Administrative & support & waste management	7,461	2,382,548	5,112	135,180	2,349	2,247,368
Educational services	1,186	121,094	948	13,466	238	107,628
Health care & social assistance	8,744	3,617,220	5,518	210,726	3,226	3,406,494
Arts, entertainment, & recreation	7,265	1,894,499	6,454	226,998	811	1,667,501
Accommodation & foodservices	4,671	15,375,340	1,038	51,589	3,633	15,323,751
Other services (except public administration)	14,353	1,372,733	12,178	311,018	2,175	1,061,715
Total All industries	**131,334**	**89,467,005**	**93,777**	**4,325,543**	**38,214**	**85,141,462**

Source: U.S. Census Bureau, *Economic Census* , 1997.

Exhibit 7C-59: Projected Business Activity By Sector (State Activity Tax Base)
FY 1996-97 through FY 2010-11

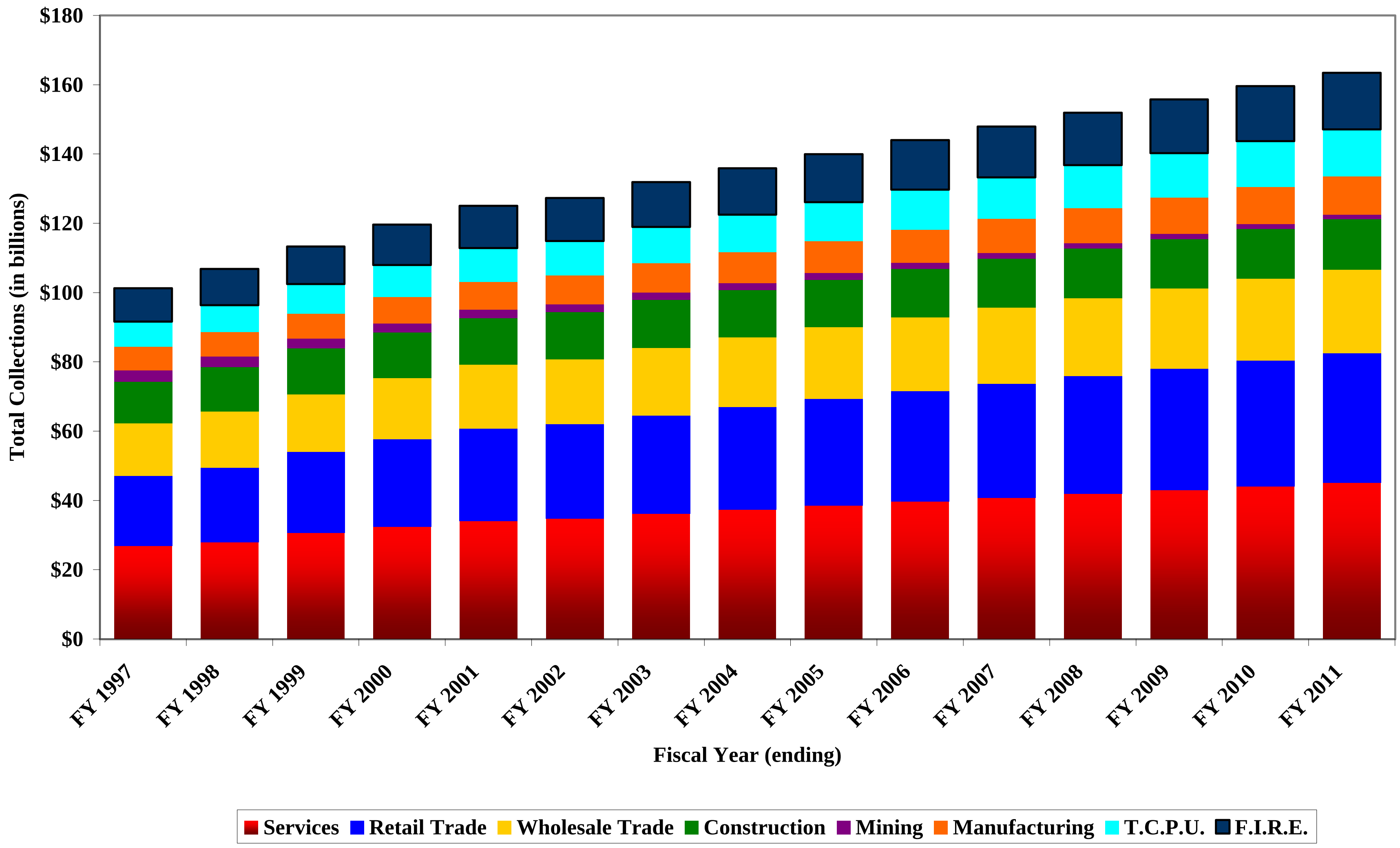

Exhibit 7C-60: Projected State Activity Tax Collections (Special Assumptions - Not as Proposed) Assuming No Deductions and No Credits, FY 2004-05 through FY 2010-11

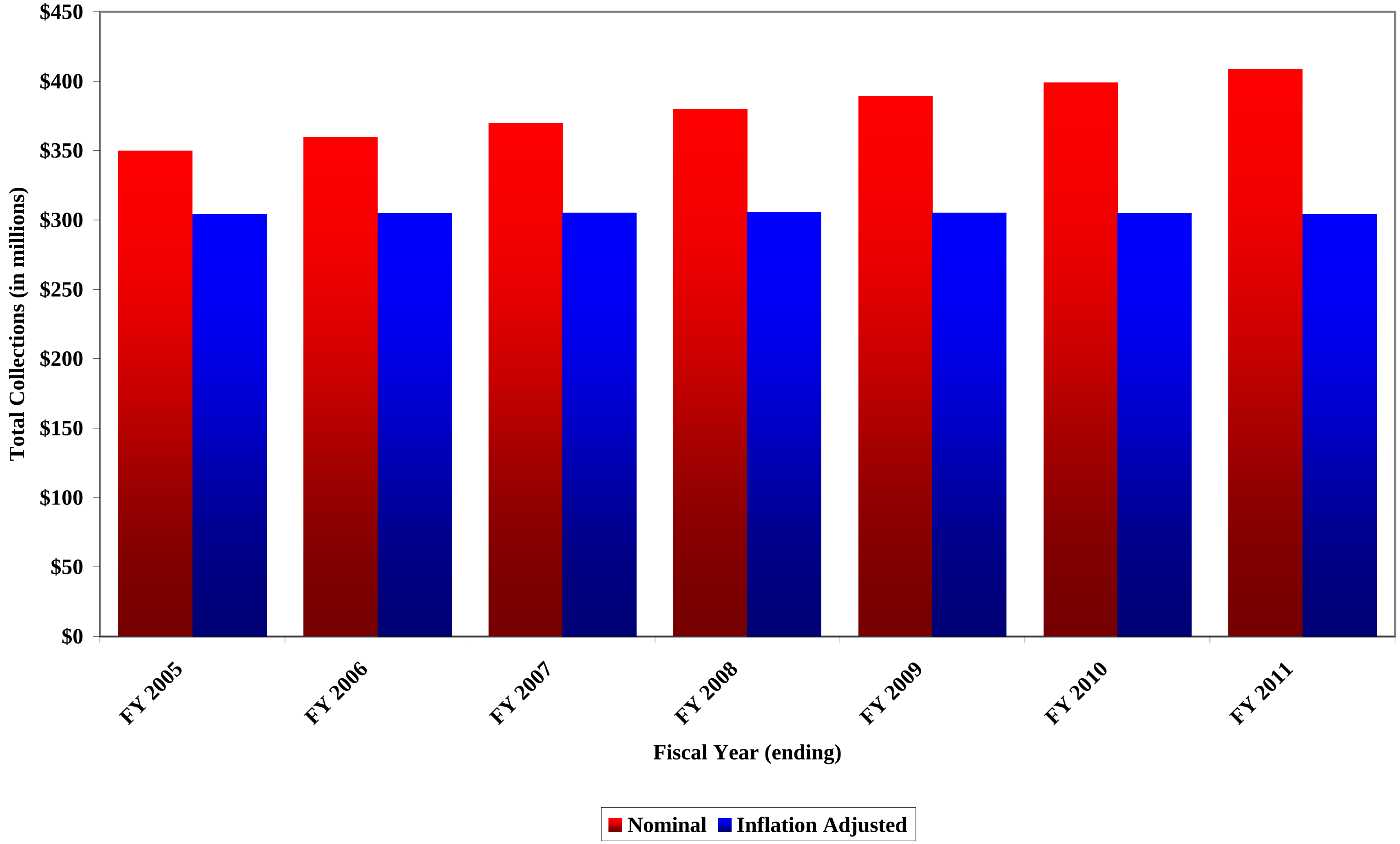

Exhibit 7C-61
State of Nevada Firm Data, September 2001

Number of Worksites by Worksite Employment Range	Num. of Worksites	Percent of Total	Cumulative Total	Cumulative Percent
Total	51,111	100.0%	n/a	n/a
0-4 Employees	27,668	54.1%	27,668	54.1%
5-9 Employees	9,177	18.0%	36,845	72.1%
10-19 Employees	6,668	13.0%	43,513	85.1%
20-49 Employees	4,761	9.3%	48,274	94.4%
50-99 Employees	1,548	3.0%	49,822	97.5%
100-249 Employees	864	1.7%	50,686	99.2%
250-499 Employees	245	0.5%	50,931	99.6%
500-999 Employees	94	0.2%	51,025	99.8%
1000 + Employees	86	0.2%	51,111	100.0%

Number of Employees by Worksite Employment Range	Num. of Employees	Percent of Total	Cumulative Total	Cumulative Percent
Total	930,797	100.0%	n/a	n/a
0-4 Employees	45,104	4.8%	45,104	4.8%
5-9 Employees	60,756	6.5%	105,860	11.4%
10-19 Employees	90,327	9.7%	196,187	21.1%
20-49 Employees	143,890	15.5%	340,077	36.5%
50-99 Employees	107,853	11.6%	447,930	48.1%
100-249 Employees	127,817	13.7%	575,747	61.9%
250-499 Employees	81,758	8.8%	657,505	70.6%
500-999 Employees	67,766	7.3%	725,271	77.9%
1000 + Employees	205,526	22.1%	930,797	100.0%

Exhibit 7C-62
State of Nevada Firm Data, September 2001

Number of Firms by Size of Firm	Sept. 2001	Sept. 2000	Sept. 1999	1999 to 2001 Pct. Change
Total	44,330	43,291	41,771	6.1%
Less Than 10 Employees	32,008	31,203	30,109	6.3%
10-19 Employees	5,409	5,320	5,222	3.6%
20-49 Employees	4,027	3,908	3,738	7.7%
50-99 Employees	1,419	1,420	1,352	5.0%
100-249 Employees	935	923	864	8.2%
250-499 Employees	273	266	246	11.0%
500-999 Employees	133	125	123	8.1%
1000 + Employees	126	126	117	7.7%

Size of Firm by Employment	Sept. 2001 # of Firms	Pct. of Total	Sept. 2001 Employees	Pct. of Total
Total	44,330	100.0%	1,047,604	100.0%
Less Than 10 Employees	32,008	72.2%	90,803	8.7%
10-19 Employees	5,409	12.2%	73,345	7.0%
20-49 Employees	4,027	9.1%	122,128	11.7%
50-99 Employees	1,419	3.2%	98,461	9.4%
100-249 Employees	935	2.1%	142,178	13.6%
250-499 Employees	273	0.6%	93,570	8.9%
500-999 Employees	133	0.3%	94,269	9.0%
1000 + Employees	126	0.3%	332,850	31.8%

Number of Firms By Industry	Sept. 2001	Sept. 2000	Sept. 1999	1999 to 2001 Pct. Change
Total	44,330	43,291	41,771	6%
Ag., Forestry & Fishing	999	953	924	8%
Mining	231	249	269	-14%
Construction	4,898	4,924	4,850	1%
Manufacturing	1,872	1,772	1,816	3%
TCPU	2,019	1,946	1,870	8%
Trade	11,354	11,207	10,863	5%
FIRE	5,662	5,467	5,073	12%
Services	16,856	16,268	15,668	8%
Public Administration	316	291	292	8%
Unclassified Firms	123	214	146	-16%

Source: Nevada Department of Employment, Training and Rehabilitation.

Exhibit 7C-63
State of Nevada Number of Businesses by Size, 2002

Employees	Number of Businesses	Share of Total	Cumulative Total	Cumulative Share of Total
1	16,363	22.6%	16,363	22.6%
2	13,985	19.3%	30,348	42.0%
3	14,966	20.7%	45,314	62.7%
4	5,059	7.0%	50,373	69.7%
5	3,602	5.0%	53,975	74.7%
6	2,418	3.3%	56,393	78.0%
7	1,561	2.2%	57,954	80.2%
8	1,445	2.0%	59,399	82.2%
9	850	1.2%	60,249	83.4%
10	1,843	2.5%	62,092	85.9%
11	471	0.7%	62,563	86.6%
12	907	1.3%	63,470	87.8%
13	355	0.5%	63,825	88.3%
14	397	0.5%	64,222	88.8%
15	1,069	1.5%	65,291	90.3%
16	245	0.3%	65,536	90.7%
17	172	0.2%	65,708	90.9%
18	287	0.4%	65,995	91.3%
19	108	0.1%	66,103	91.5%
20	910	1.3%	67,013	92.7%
21	92	0.1%	67,105	92.8%
22	167	0.2%	67,272	93.1%
23	101	0.1%	67,373	93.2%
24	90	0.1%	67,463	93.3%
25	504	0.7%	67,967	94.0%
26	79	0.1%	68,046	94.1%
27	80	0.1%	68,126	94.2%
28	79	0.1%	68,205	94.4%
29	33	0.0%	68,238	94.4%
30	581	0.8%	68,819	95.2%
31	28	0.0%	68,847	95.2%
32	68	0.1%	68,915	95.3%
33	38	0.1%	68,953	95.4%
34	27	0.0%	68,980	95.4%
35	256	0.4%	69,236	95.8%
36	31	0.0%	69,267	95.8%
37	8	0.0%	69,275	95.8%
38	22	0.0%	69,297	95.9%
39	12	0.0%	69,309	95.9%
40	359	0.5%	69,668	96.4%
41	22	0.0%	69,690	96.4%
42	33	0.0%	69,723	96.5%
43	17	0.0%	69,740	96.5%
44	13	0.0%	69,753	96.5%
45	143	0.2%	69,896	96.7%
46	13	0.0%	69,909	96.7%

Exhibit 7C-63
State of Nevada Number of Businesses by Size, 2002

Employees	Number of Businesses	Share of Total	Cumulative Total	Cumulative Share of Total
47	17	0.0%	69,926	96.7%
48	18	0.0%	69,944	96.8%
49	15	0.0%	69,959	96.8%
50+	2,324	3.2%	72,283	100.0%
Total (1)	**72,283**	**100.0%**	**72,283**	**100.0%**

Source: Dun & Bradstreet
Notes:
(1) Approximately 89 percent of all business surveys reported their exact number of employees.

**Exhibit 7C-64: Projected Total Business Activity in The State of Nevada
Revenue Not Taxable as a Result of a $350,000 Standard Deduction and Taxable Remainder
FY 2004-05 though FY 2010-11**

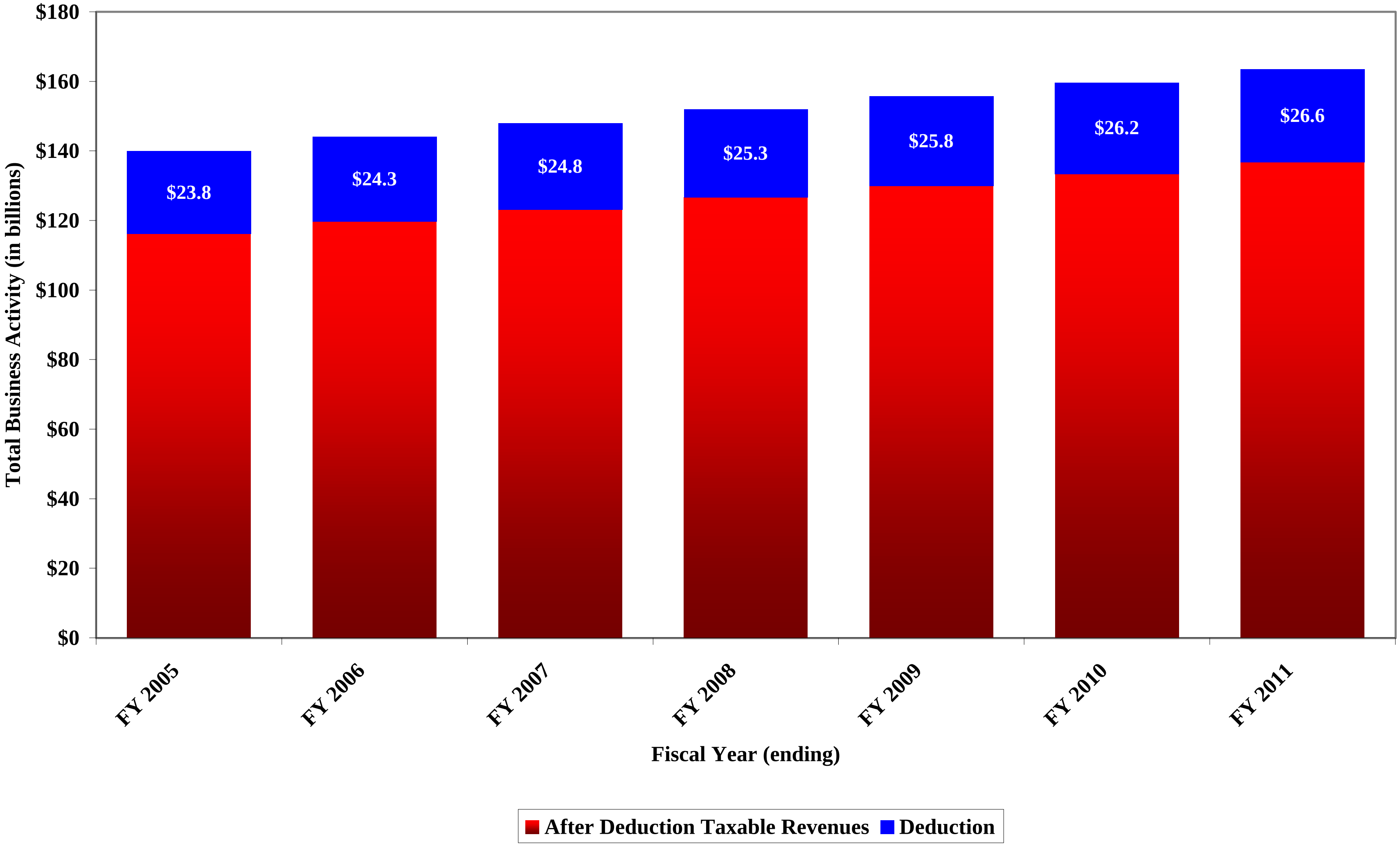

Exhibit 7C-65: Nevada Worksites and Employment by Size of Business
Businesses Size Measured by Total Number of Employees
2001

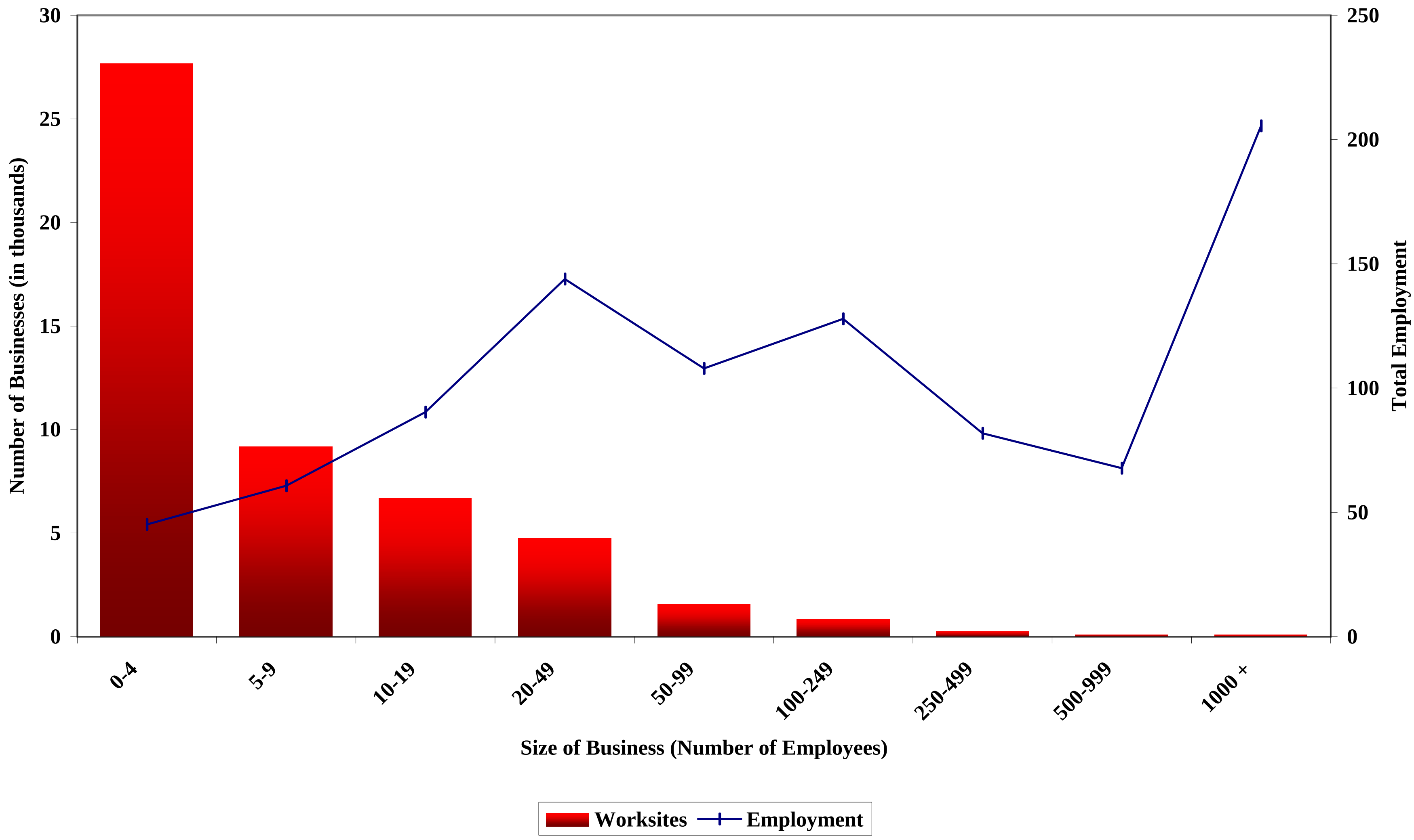

Exhibit 7C-66: Nevada Firms and Employment by Size of Business
Size Measured by Total Number of Employees
2001

Exhibit 7C-67: Projected Total Business Activity in The State of Nevada Revenue Not Taxable as a Result of the Nevada Qualified Employee Credit and Taxable Remainder FY 2004-05 though FY 2010-11

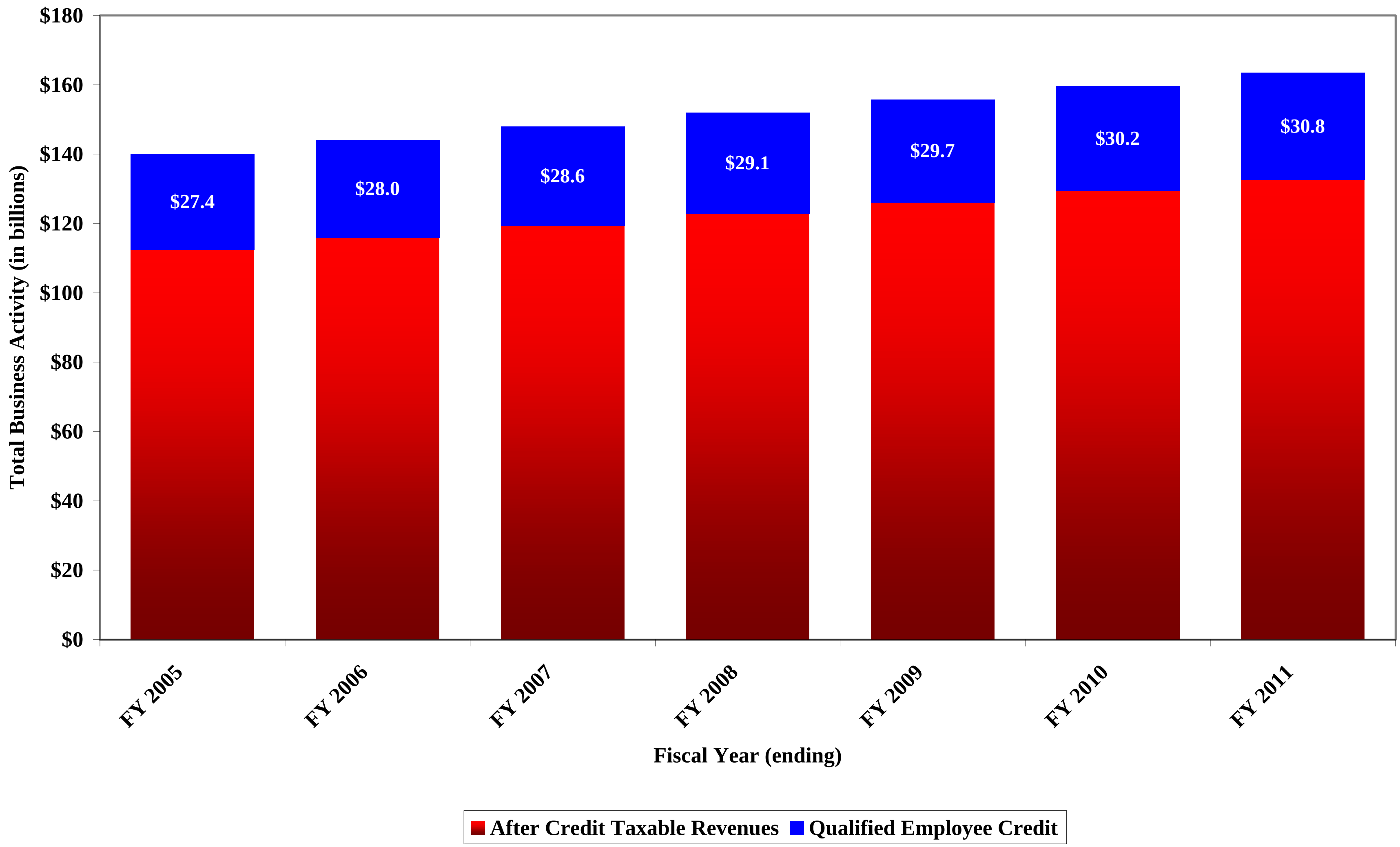

Exhibit 7C-68: Projected Total Business Activity in the State of Nevada Revenue Not Taxable as a Result of the Nevada Qualified Employee Credit and Standard Deduction as well as Taxable Remainder, FY 2004-05 though FY 2010-11

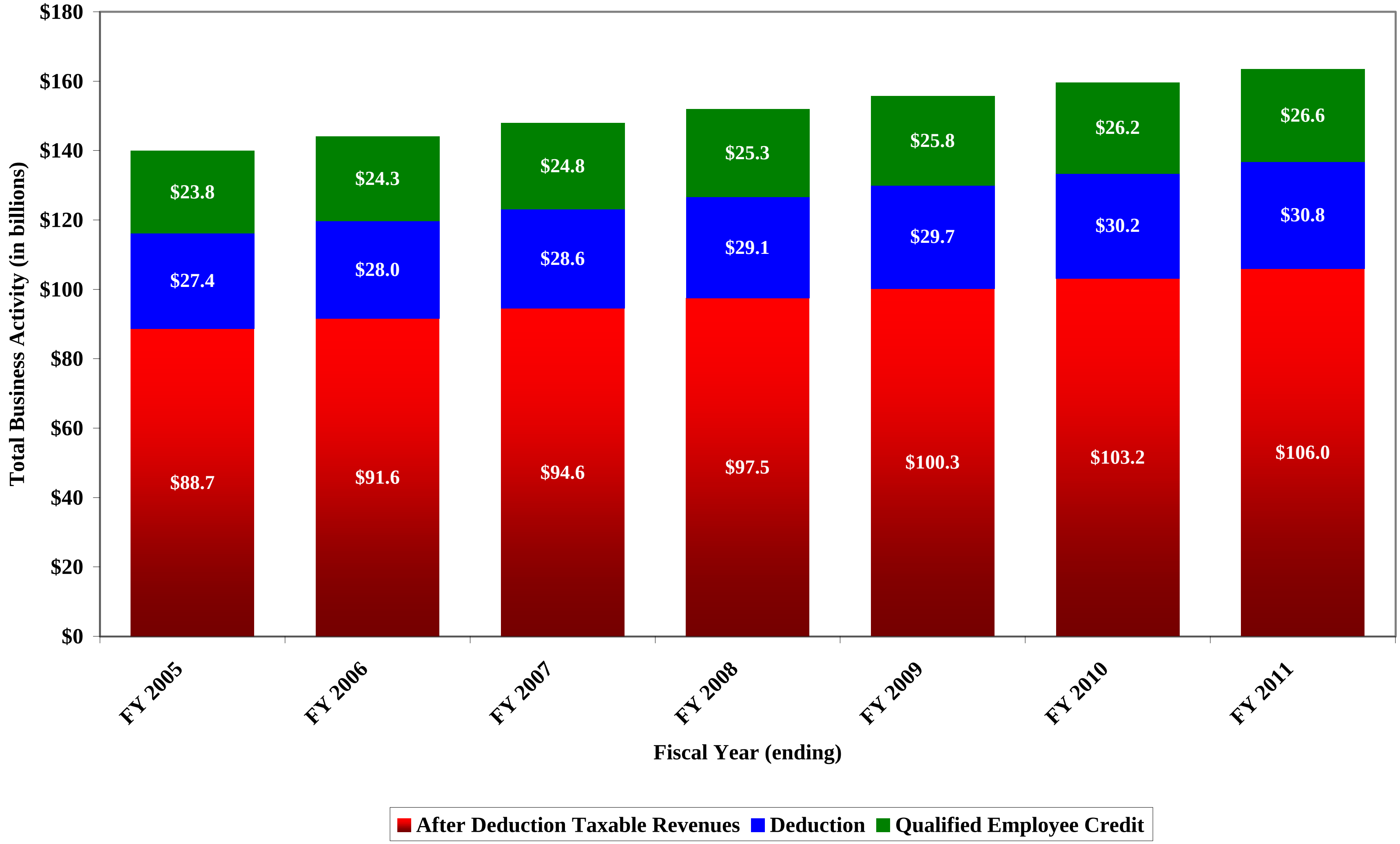

Exhibit 7C-69: Historical and Projected State Activity Tax Nominal and Inflation Adjusted Annual Totals, FY 2004-05 through FY 2010-11 (Inflation Adjusted Amounts Expressed in Year 2000 Dollars)