



State of Nevada
DEPARTMENT OF TAXATION
ANNUAL REPORT
Fiscal 1998 - 1999



**STATE OF NEVADA
DEPARTMENT OF TAXATION**

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KENNY C. GUINN
Governor

DAVID P. PURSELL
Executive Director

January 4, 2000

The Honorable Kenny C. Guinn
Governor of Nevada
Executive Chambers
Carson City, NV 89710

Dear Governor Guinn:

Pursuant to the provisions of NRS 360.100, the Department of Taxation submits herewith the Annual Report for the fiscal year ending June 30, 1999. During 1998-99, gross revenues and distributions changed in the following amounts.

<u>Revenues</u>	<u>1997 - 1998</u>	<u>1998 - 1999</u>	<u>Increase/ (Decrease)</u>	<u>Percent Change</u>
Sales and Use Taxes	\$ 512,517,223	\$ 566,116,118	\$ 53,598,895	10.46%
Local School Support Tax	572,095,229	631,864,895	59,769,666	10.45%
City/County Relief Tax	572,137,368	631,869,160	59,731,792	10.44%
Local Option Taxes	115,186,079	144,117,809	28,931,730	25.12%
Motor Vehicle Fuel Taxes	296,661,358	308,683,758	12,022,400	4.05%
Jet Fuel	10,817,006	10,353,398	(463,608)	-4.29%
Petroleum Products Cleanup Fee	11,109,430	10,595,838	(513,592)	-4.62%
Intoxicating Beverage Taxes	18,138,342	17,579,095	(559,247)	-3.08%
Cigarette Tax and Fees	61,157,627	59,340,428	(1,817,199)	-2.97%
Other Tobacco Products	5,394,184	5,358,940	(35,244)	-0.65%
Special Drug Manufacturing Tax	6,940	-	(6,940)	-100.00%
Estate Tax	28,680,087	24,220,680	(4,459,407)	-15.55%
Lodging Tax	7,633,580	9,077,475	1,443,895	18.92%
Controlled Substance Tax	5,550	3,349	(2,201)	-39.66%
Net Proceeds of Minerals Tax	31,164,103	33,194,589	2,030,486	6.52%
Centrally Assessed Property Tax	64,500,874	66,327,582	1,826,708	2.83%
Business Tax and Fees	68,973,677	72,142,566	3,168,889	4.59%
Insurance Premium Tax	110,734,229	116,893,556	6,159,327	5.56%
Tire Tax	1,184,797	1,294,567	109,770	9.26%
Short Term Lease Fee	7,771,870	7,998,221	226,351	2.91%
Total	\$ 2,495,869,553	\$ 2,717,032,024	\$ 221,162,471	8.86%

Distributions	1997 - 1998	1998 -1999	Increase/ (Decrease)	Percent Change
State General Fund	\$ 792,780,348	\$ 854,795,142	\$ 62,014,794	7.82%
State Highway Fund	158,626,709	153,444,214	(5,182,495)	-3.27%
State Distributive School Fund	56,879,469	65,365,286	8,485,817	14.92%
Local Governments	1,428,229,624	1,566,874,969	138,645,345	9.71%
Other Distributions	26,368,772	47,923,126	21,554,354	81.74%
Estate Tax Reserve, Endowment and Trust Funds	28,559,445	24,106,815	(4,452,630)	-15.59%
State Debt Service Fund	4,425,186	4,522,471	97,285	2.20%
Total	<u>\$ 2,495,869,553</u>	<u>\$ 2,717,032,024</u>	<u>\$ 221,162,471</u>	8.86%

Sincerely,

David P. Pursell
Executive Director

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Department of Taxation **Mission Statement**



Mission

The mission of the Department of Taxation is to provide equitable and effective administration of the tax programs for the State of Nevada, as established by statutes, regulations and internal policy, to assist the state and local government entities in serving the taxpayers of Nevada.

Philosophy

We are dedicated to acting at the highest standards of professionalism through the principles of common sense and ethical conduct. We affirm the taxpayer is entitled to consistent, impartial and courteous service in an unintrusive manner that is provided by a conscientious and innovative work force.

Goals

1. Provide quality service to the taxpayers of Nevada;
2. Improve voluntary compliance by taxpayers;
3. Enforce tax compliance;
4. Develop a capable workforce that is encouraged and empowered; and
5. Improve tax administration methods through the use of new technologies.

**Please visit our Web Site at www.state.nv.us/taxation
or one of our offices at the following locations**

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Carson City, NV 89706

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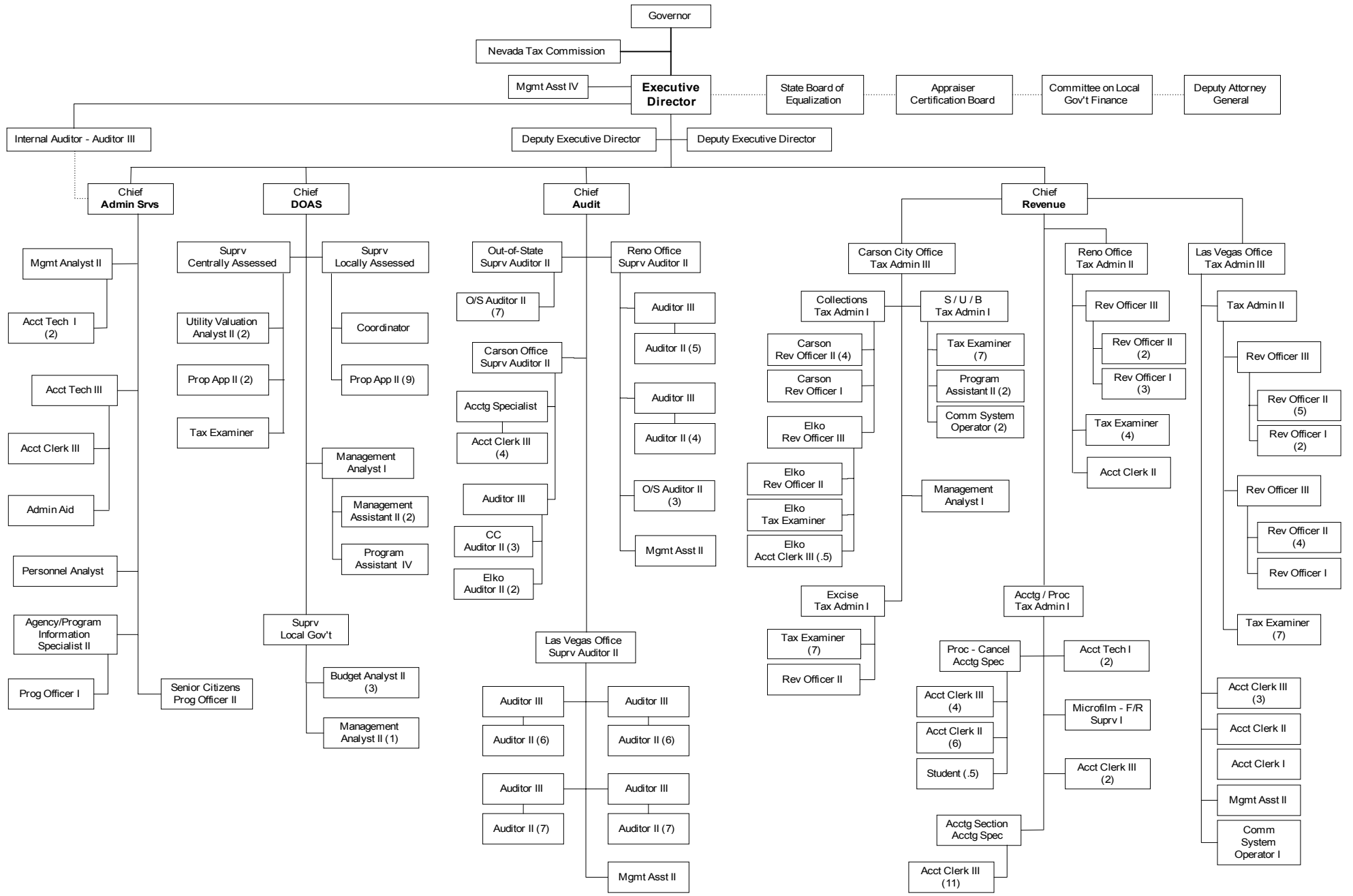
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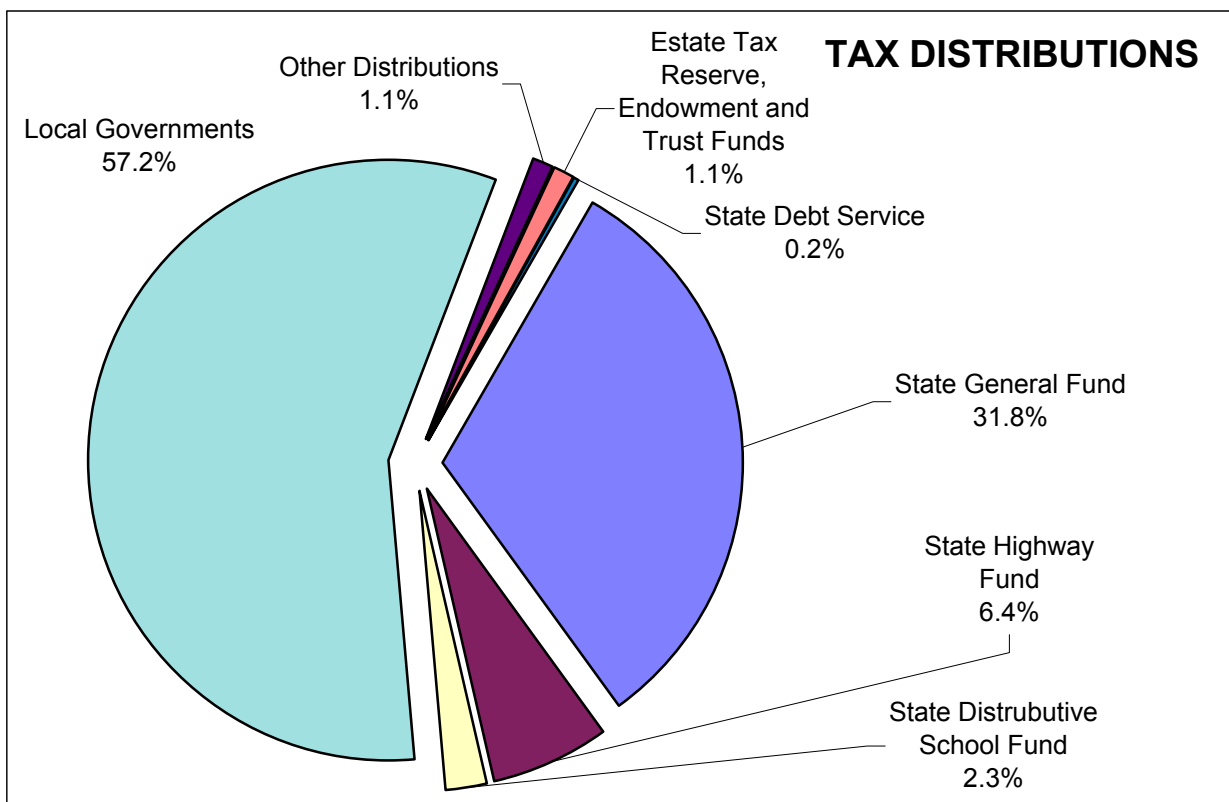
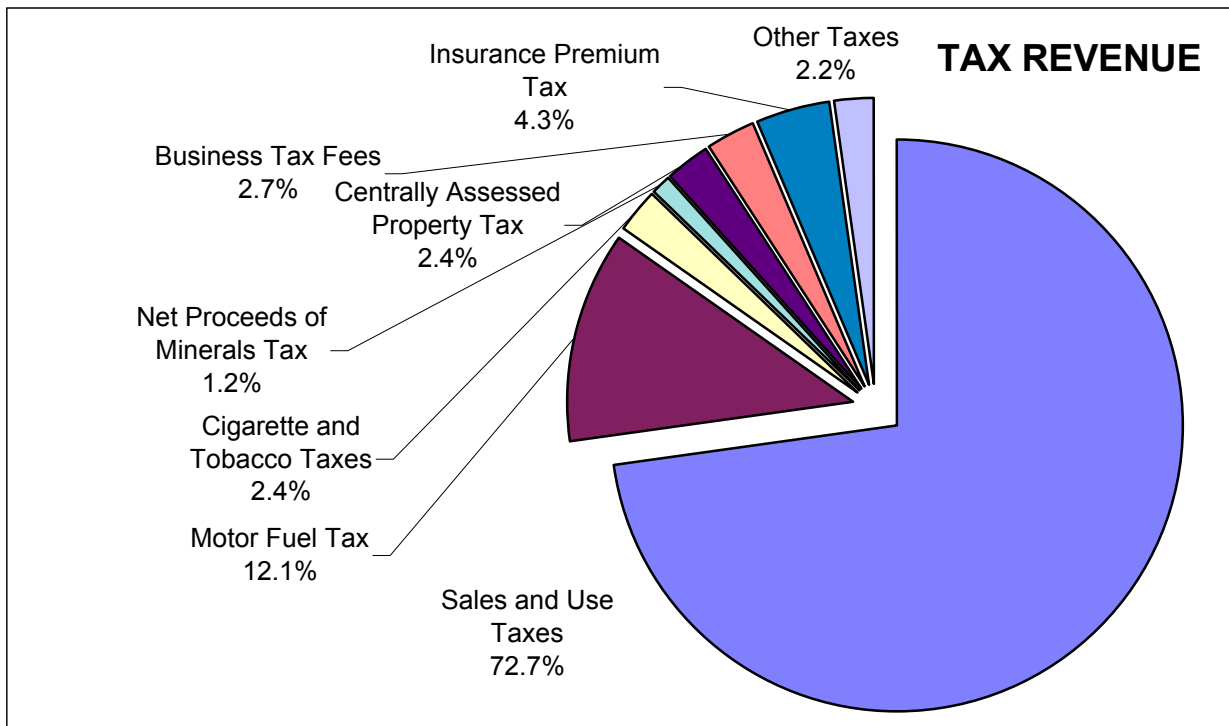
Fax: (775) 688-1303

Department of Taxation

Revised November 1998



TOTAL DEPARTMENT TAX REVENUE AND DISTRIBUTION



DEPARTMENT OF TAXATION

Established April 1913 as the Nevada Tax Commission.

Statutory authority: Chapter 748, 1975 Statutes, established the Department of Taxation and provided for its organization, powers, duties and functions. The Department is responsible for administering the following laws:

<u>NAME OF LAW</u>	<u>NRS CHAPTER</u>
Local Government Budget Act	354
General Provisions (includes Consolidated Tax)	360
Ad Valorem Property Tax	361, 361A, 361B
Senior Citizens' Property Tax Assistance Act	361
Net Proceeds of Mines	362
Tax on Rental of Transient Lodging	364.125
Business Tax	364A
Motor Vehicle Fuel Taxes	365, 366
Intoxicating Liquor Licenses and Taxes	369
Tobacco Licenses and Taxes	370
State Sales and Use Taxes	372
Tax on Controlled Substances	372A
County Motor Vehicle Fuel Taxes	373
Local School Support Taxes	374
Tax on Estates	375A
Generation Skipping Transfer Tax	375B
Open Space Land Tax	376A
City/County Relief Tax	377
Tax for Public Transportation and Promotion of Tourism	377A
Tax for Infrastructure	377B
Residential School Construction Tax	387.332
Tire Tax	444A.090
Short Term Lease Fee	482.313
Special Drug Manufacturers Tax	585.497
Clean Up of Discharged Petroleum	590.7
Insurance Premium Tax	680B

DEPARTMENT OF TAXATION ADMINISTRATION

David P. Pursell
Executive Director

P. Forrest Thorne
Deputy Executive Director

Dino DiCianno
Deputy Executive Director

BOARDS AND COMMISSIONS

Nevada Tax Commission members are appointed by the Governor. The Commission is the head of the Department and exercises general supervision and control over its activities. The chief administrative officer of the Department is the Executive Director. Actions by the Department may be appealed to the Commission as provided by law. The Commission may review all decisions of the Department and may reverse, affirm or modify them.

Governor Kenny C. Guinn, Ex Officio Member

Barbara Smith Campbell, Chairman
Dean Baker, Member
Valerie Cooke, Member

Candace E. Evert, Member
Harley E. Harmon, Member

Charles A. Lenzie, Member
John E. Marvel, Member
Robert E. Robinson, Member

The **State Board of Equalization** members are appointed by the Governor. The Board hears and acts on appeals from the actions of the various county boards of equalization or from valuations set by the Nevada Tax Commission. The Board of Equalization convenes on the 4th Monday in March and shall conclude the business of equalization in cases having a substantial effect on tax revenues on or before April 10. Additional cases not having substantial effect on tax revenues may be heard at meetings prior to October 1.

Reese Perkins, Chairman
Rose Dominguez, Member

Dan Kessler, Member
Gayle Robertson, Member

William Wright, Member

The **Committee on Local Government Finance** is composed of 11 members appointed as follows: three persons appointed by the Nevada League of Cities; three persons appointed by the Nevada Association of Counties; three persons appointed by the Nevada School Trustees Association; and two persons appointed by the Nevada State Board of Accountancy. The purpose of this Committee is to advise the Department regarding regulations, procedures and forms for compliance with NRS 354.570 through 354.626 (Local Government Budget Act).

Marvin Leavitt, Chairman
Michael R. Alastuey, Member
Gary Cordes, Member
Therral R. Jackson, Member

Richard Kester, Member
Walt Ruffles, Member
Bjorn Selinder, Member
John Sherman, Member

Terri Thomas, Member
Douglas O. Thunder, Member
Mary Walker, Member

The **Property Appraiser Certification Board** is composed of six members, three of whom are qualified appraisers chosen by the majority vote of the Association of County Assessors and three are appointed by the Nevada Tax Commission. The Board advises the Department on matters pertaining to certification and continuing education of appraisers.

Walden Earhart, Chairman
James Anderson, Member

William C. Bailey, Member
Dennis Compston, Member

James Slark, Member
Ernest W. Wood, Member

DEPARTMENT ORGANIZATION AND FUNCTION

The Department of Taxation has three major divisions; the Administrative Services Division, the Compliance Division, which is subdivided into Revenue and Audit, and the Division of Assessment Standards, which includes the Local Government Finance Section. **Administrative Services** is responsible for providing centralized support for all administrative, financial and fiscal activities of the Department. Sections include: Budget, Tax Distributions and Statistics, Internal Audit, Personnel, Information Services, and Support Services/Mailroom. This Division also administers the Senior Citizens' Tax Assistance Program. **Revenue** administers and collects taxes for distribution to the State General Fund, Highway Fund and to the cities and counties. It also prepares refunds for gas taxes not used on highways. **Audit** administers a comprehensive audit program to insure taxpayer compliance. The **Division of Assessment Standards** is responsible for appraising all centrally assessed property, establishing guidelines for the county assessors, conducting the ratio study, ensuring statewide compliance with assessment standards established by the Tax Commission and administering the net proceeds of minerals tax. The Local Government Finance Section reviews local government budgets and audits, prepares the ad valorem tax rates for certification, advises local governments on budget act compliance and financial management matters and reviews entities annual audits and plans for the prevention of the reoccurrence of violations reported therein.

In addition, the Department is also responsible for annually developing the official estimates of population of the State and the various counties, cities, towns and townships. These estimates, after certification by the Governor, are used for the purpose of distributing certain revenues to counties, cities and towns and to determine the appropriate number of justices of the peace.

The Department maintains four office locations. The headquarters is located in Carson City, with district offices in Las Vegas and Reno; and a taxpayer assistance office in Elko. For Fiscal Year 1998-99, the Department's staff consisted of 226 positions with a budget of \$18,187,615 (including \$3,710,011 for the Senior Citizens' Tax Assistance Program).

REVENUE DIVISION

The Revenue Division is responsible for the administration and collection of all sales and use taxes, the business license fee and tax, insurance premium tax, cigarette tax, other tobacco tax, liquor tax, motor fuel and jet fuel taxes, tire tax, lodging tax, special drug manufacturing tax, estate tax, short term lease fee and controlled substance tax. Other programs administered that coincide with the sales and use tax program include collecting taxes on vehicles purchased out-of-state for use in Nevada and all aircraft based and licensed in our State.

The Revenue Division issues permits, processes all tax returns, answers questions of taxability, conducts hearings and monitors accounts for compliance with statutes and reporting requirements. When the need arises, the Revenue Division issues tax deficiency notices, approves payments plans, files liens, files withholds, and as a last measure, closes businesses.

AUDIT DIVISION

The Audit Division is responsible for ensuring financial compliance with laws relating to all sales and use taxes, the business tax, net proceeds of mines tax, motor fuel and jet fuel taxes, cigarette and other tobacco products tax, liquor tax, tire tax and special drug tax. The audit division, also educates taxpayers in proper reporting requirements to assist them with future reporting and preparing a proper audit trail.

The audit staff conducted 2,429 sales and use tax audits during Fiscal Year 1998-99. The total net amount of tax audit recovery during this period was \$20,694,464.

The following is a comparison of statistics describing Revenue and Audit sales and use tax activity for the last six fiscal years.

<u>FISCAL YEAR</u>	<u>NUMBER OF AUDITS</u>	<u>NET AUDIT COLLECTIONS</u>	
1993-94	1,992	\$	9,680,085
1994-95	2,019		8,612,983
1995-96	3,104		14,443,935
1996-97	2,647		23,119,882
1997-98	2,414		17,722,977
1998-99	2,429		20,694,464

<u>FISCAL YEAR</u>	<u>GROSS SALES AND USE TAXES</u>	<u>AUDIT RECOVERY</u>	<u>AUDIT COVERAGE</u>
1993-94	\$ 1,229,728,403	0.79%	4.64%
1994-95	1,489,122,012	0.58%	4.37%
1995-96	1,541,703,054	0.94%	6.32%
1996-97	1,696,633,726	1.36%	5.46%
1997-98	1,771,935,898	1.00%	4.84%
1998-99	1,973,967,982	1.05%	4.78%

Department Financial Statement

APPROPRIATIONS AND EXPENDITURES
 JULY 1, 1998 - JUNE 30, 1999 - REVERSIONS AS OF JUNE 30, 1999

FUNDING/APPROPRIATIONS	WORK PROGRAM FUNDS	RECEIPTS / EXPENDITURES	RECEIPTS LESS WORK PROGRAM
Balance Forward from Prior Year	\$ 366,447	\$ 366,447.00	\$ -
General Fund Appropriations	10,900,455	10,900,455.00	-
Supplemental Appropriations	165,000	165,000.00	-
Highway Fund Appropriation	693,973	693,973.00	-
General Fund Salary Adjustment	651,982	651,982.00	-
County Option Gas Tax Administration	373,411	373,410.76	0.24
Motor Fuel Administration	208,372	208,372.00	-
Audit Fees	61,447	61,446.69	0.31
Cigarette Tax Administration	346,351	346,351.00	-
Estate Tax Administration	113,865	113,865.00	-
Environmental Protection Transfer	92,108	92,730.84	(622.84)
Justice Court/Township Fees	74,148	74,155.36	(7.36)
Returned Check Charge	24,491	24,490.65	0.35
Prior Year Refund	524	523.50	0.50
Transfer from Contingency	28,247	28,246.35	0.65
IFC Allocation	345,852	345,852	-
Federal Grant	72,900	71,899.00	1,001.00
Miscellaneous Revenue	15,200	15,503.03	(303.03)
Total Available Funds	\$ 14,534,773	\$ 14,534,703.18	\$ 69.82

EXPENDITURES

Salaries	\$ 10,424,795	\$ 10,319,901.28	\$ 104,893.72
Out-of-state Travel	2,104	2,086.78	17.22
In-state Travel	146,751	134,026.82	12,724.18
Operating	1,305,346	1,251,968.31	53,377.69
Equipment	-	-	-
Out-of-state Audit	75,834	68,807.91	7,026.09
Demographer	140,126	129,613.00	10,513.00
Cigarette Stamps	89,236	89,156.37	79.63
Information Services	1,572,513	1,557,406.93	15,106.07
Training	4,981	4,709.56	271.44
Computer Equip/Training	194,791	175,593.88	19,197.12
Modular Furniture System	27,873	24,495.41	3,377.59
IFC Allocation	345,852	345,852.00	-
State Cost Recovery Plan	9,043	9,043.00	-
Attorney General Cost Allocation	31,726	31,726.00	-
Reserve	58,204	-	58,204.00
Federal Grant - Fuel Tax	72,900	71,901.01	998.99
Reserve for Reversion	32,698	-	32,698.00
Total Expenditures	\$ 14,534,773	\$ 14,216,288.26	\$ 318,484.74
Reversion June 30, 1999		318,414.92	
Difference Work Program less Receipts		69.82	
Available Funds Accounted for	\$ 14,534,773	\$ 14,534,773.00	

REVERSIONS

To General Fund	\$ 245,029.55
To Highway Fund	3,060.27
Justice Court Fees - Balance Forward	70,325.10
Total Reversion	\$ 318,414.92

COMPONENTS OF SALES AND USE TAX RATES

<u>NRS</u> <u>CHAPTER</u>	<u>TAX RATE</u>	<u>TAX DESCRIPTION</u>	<u>DISTRIBUTION</u>
Minimum Statewide Tax Rate			
372	2.00%	Sales Tax	To the General Fund.
374	2.25%	Local School Support Tax	<u>In-State Business Returns:</u> Tax is distributed to the school district in which the business is located. <u>Out-of-State Business Returns:</u> Tax distributed to the State Distributive School Fund.
377	0.50%	Basic City-County Relief Tax	<u>In-State Business Returns:</u> Tax distributed to the county where the sale was made. <u>Out-of-State Business Returns:</u> Tax distributed to counties based on a population formula.
	1.75%	Supplemental City-County Relief Tax	Tax distributed to all local governments according to statutory formula.
	<hr/> 6.50%	Minimum Statewide Tax Rate	

Option Tax

Note: The following additional taxes are distributed to the county where the sale was made.

377A	0.25%	Promotion of Tourism - limited to counties with population of 400,000 or less (voter approval).	Imposed by Storey County.
377A	0.50%	Public Mass Transportation & Construction of Roads (voter approval).	.25% Imposed by Carson City, Churchill County, Clark County, Nye County, Washoe County and White Pine County.
543	0.25%	Control of Floods - limited to counties with population of 400,000 or more (voter approval).	Imposed by Clark County.
376A	0.25%	Open Space - limited to counties with population between 100,000 & 400,000 (voter approval).	
354	0.25%	Severe Financial Emergency - determined by Department of Taxation (Nevada Tax Commission Approval).	
377B	0.25%	Infrastructure - limited to counties with population less than 100,000 or greater than 400,000 (county commission approval).	Imposed by Clark County.
377B	0.125%	Infrastructure - limited to counties with population between 100,000 & 400,000 (county commission approval).	Imposed by Washoe County.

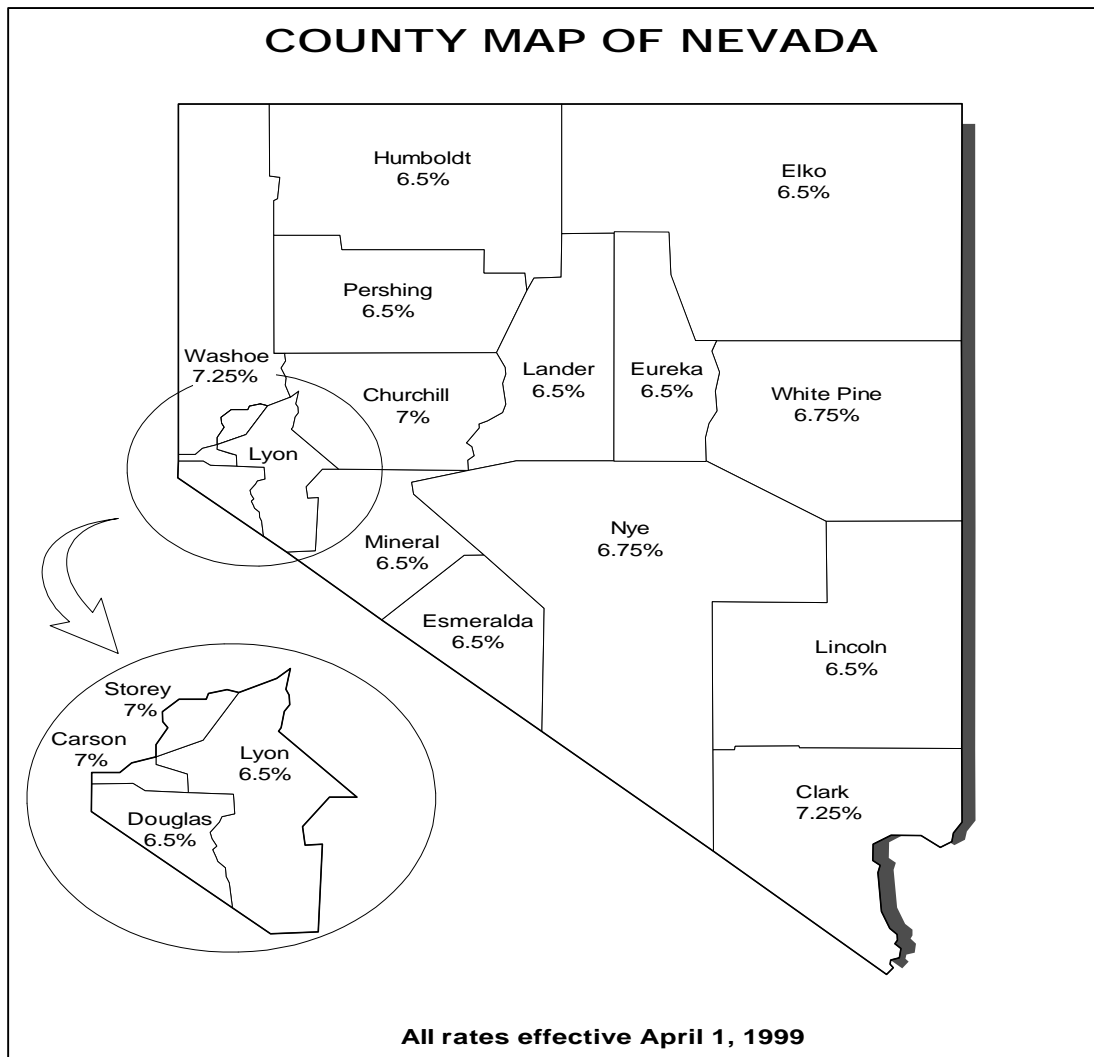
Components of Sales and Use Tax Rates (continued)

Special Act

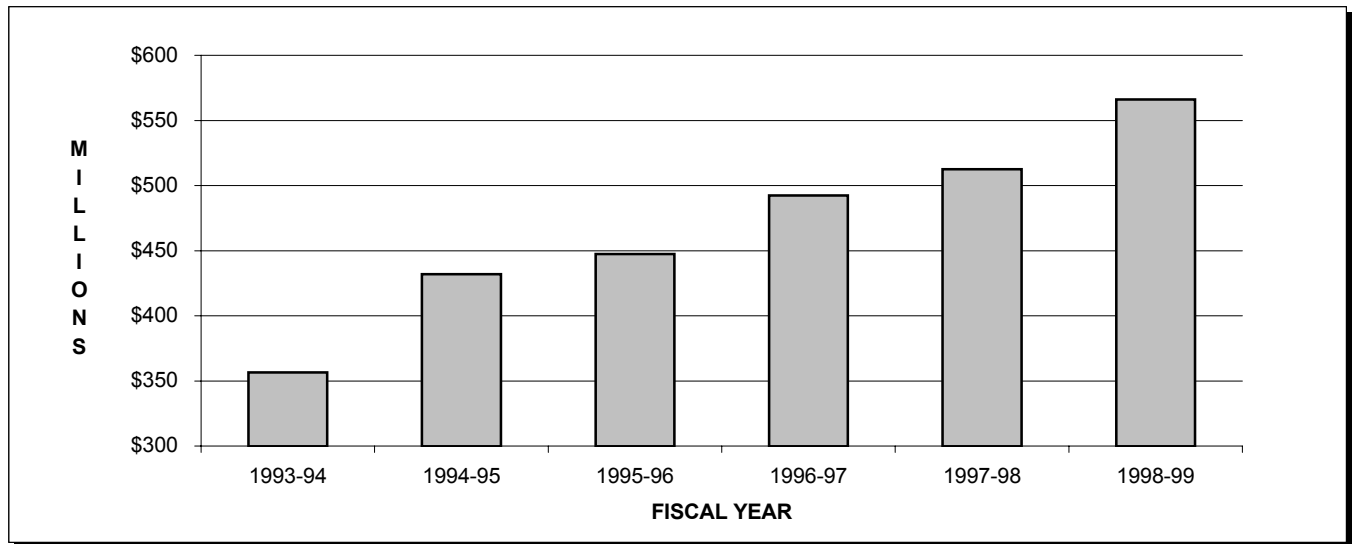
0.25%	Local Government Tax Act - Washoe & Churchill counties (county commission approval)	Intracounty distributions to local governments according to a statutory formula. Imposed by Churchill County and Washoe county.
0.25%	Tricounty Railway Commission - Carson City, Lyon & Storey counties (voter approval)	Imposed by Storey County.
0.125%	Washoe Railroad Grade Project (county commission approval)	Imposed by Washoe County.
1.00%	Elko County Hospital Tax (voter approval)	

Miscellaneous Amendments

0.25%	Carson City Open Space Tax - Amendment to Carson City Charter.	Imposed by Carson City.
0.25%	Douglas County Sales Tax Ordinance of 1999 (voter and legislative approval)	Imposed by Douglas County.(effective July 1,1999)



SALES AND USE TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 356,551,237	\$ 12,379	\$ 356,563,616	14.54%
1994-95	431,954,724	13,812	431,968,536	21.15%
1995-96	447,382,096	11,035	447,393,131	3.57%
1996-97	492,319,605	11,909	492,331,514	10.04%
1997-98	512,505,095	12,128	512,517,223	4.10%
1998-99	566,104,238	11,880	566,116,118	10.46%

LEGAL CITATION

Chapter 372 Nevada Revised Statutes.

RATE

2 percent on all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

1955 session of State Legislature. Approved by referendum in 1956.

RATE

2 percent since inception. Referendum to raise to 3 percent defeated in 1963 by 2 to 1 margin.

REMOVAL OF SALES TAX FROM FOOD

On June 5, 1979, the voters, by special election, amended the Sales and Use Tax Act to provide for exemption of certain foods from taxation (effective July 1, 1979).

DISTRIBUTION

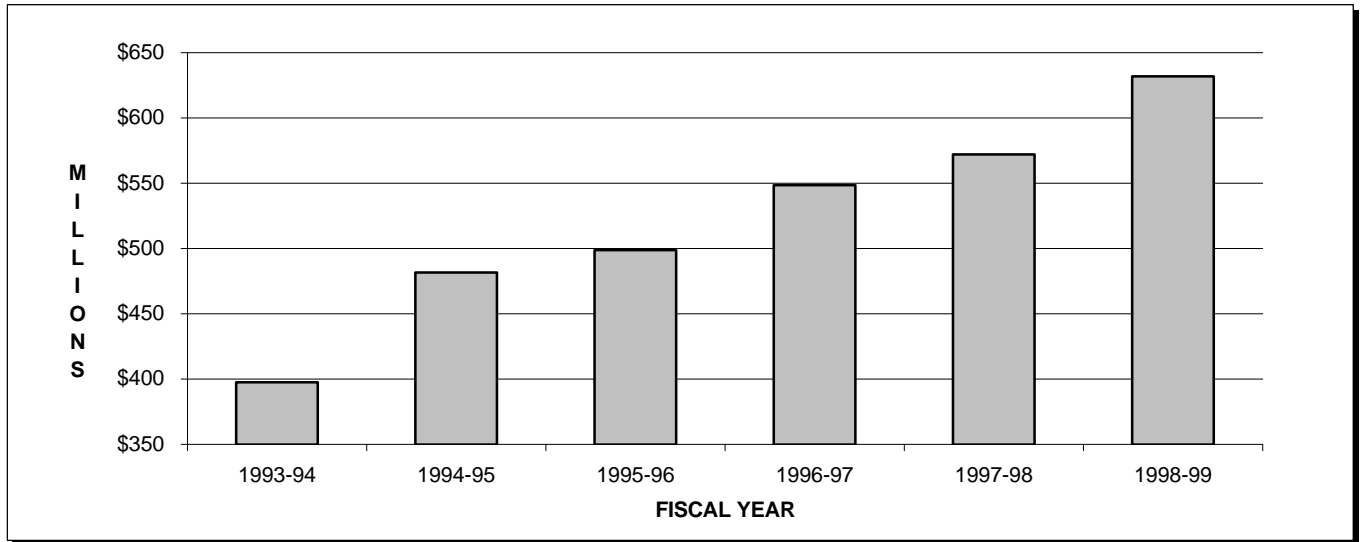
State General Fund since inception.

Sales and Use Tax Revenue (continued)

STATE 2% SALES AND USE TAX COLLECTION BY COUNTY
FISCAL YEAR 1998-99

COUNTY	TAX	% OF TOTAL
Carson City	\$ 15,082,511	2.66%
Churchill	4,273,235	0.75%
Clark	400,077,182	70.67%
Douglas	9,042,565	1.60%
Elko	14,942,484	2.64%
Esmeralda	215,983	0.04%
Eureka	3,475,533	0.61%
Humboldt	7,383,919	1.30%
Lander	1,968,481	0.35%
Lincoln	439,491	0.08%
Lyon	4,023,321	0.71%
Mineral	796,595	0.14%
Nye	5,467,214	0.97%
Pershing	1,528,044	0.27%
Storey	904,078	0.16%
Washoe	94,317,380	16.66%
White Pine	2,177,065	0.38%
Out of State	1,039	0.00%
TOTAL	\$ 566,116,118	100.00%

LOCAL SCHOOL SUPPORT TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 397,554,527	\$ 12,379	\$ 397,566,906	14.81%
1994-95	481,664,090	13,812	481,677,902	21.16%
1995-96	498,687,656	11,035	498,698,691	3.53%
1996-97	548,491,143	11,909	548,503,052	9.99%
1997-98	572,083,101	12,128	572,095,229	4.30%
1998-99	631,853,015	11,880	631,864,895	10.45%

LEGAL CITATION

Chapter 374 Nevada Revised Statutes.

RATE

2.25 percent on all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

99 percent of in-state collections returned to county of origin for distribution to school districts; 1 percent to State General Fund. 99 percent of out-of-state collections and other fees to State Distributive School Fund; 1 percent to State General Fund.

HISTORY

ORIGINALLY ENACTED

1967 session of State Legislature. Held constitutional by Nevada Supreme Court, June 1967; effective July 1, 1967. Amended 1981 session of State Legislature, effective May 1, 1981. Amended 1991 session of State Legislature, effective October 1, 1991.

RATE

July 1, 1967 to April 30, 1981 - 1 percent on all taxable sales and taxable items of use.

May 1, 1981 - 1.50 percent on all taxable sales and taxable items of use.

October 1, 1991 - 2.25 percent on all taxable sales and taxable items of use.

Local School Support Tax Revenue (continued)

DISTRIBUTION

July 1, 1967 to April 30, 1981 - 99 percent of in-state collections returned to county of origin for distribution to school districts. 1 percent to State General Fund. All out-of-state collections and other fees to State Distributive School Fund.

May 1, 1981 - State General Fund Commission reduced to .50 percent.

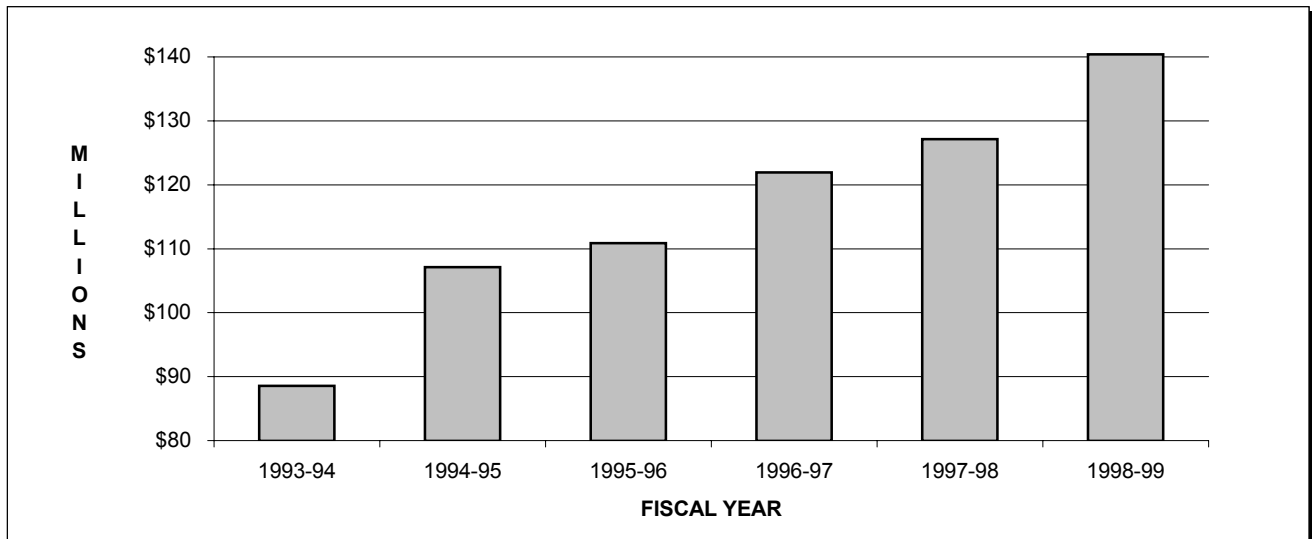
October 1, 1991 - State General Fund Commission increased to include collections on out-of-state sales.

July 1, 1993 - State General Fund Commission increased from .50 percent to 1 percent on in-state and out-of-state collections.

LOCAL SCHOOL SUPPORT TAX DISTRIBUTION
FISCAL YEAR 1998-99

COUNTY	TAX	% OF TOTAL
Carson City	\$ 16,143,456	2.55%
Churchill	4,869,499	0.77%
Clark	392,487,609	62.12%
Douglas	8,354,846	1.32%
Elko	14,393,387	2.28%
Esmeralda	96,979	0.02%
Eureka	177,941	0.03%
Humboldt	5,859,537	0.93%
Lander	1,265,500	0.20%
Lincoln	284,847	0.05%
Lyon	3,237,374	0.51%
Mineral	525,140	0.08%
Nye	3,946,372	0.62%
Pershing	551,640	0.09%
Storey	578,095	0.09%
Washoe	105,775,263	16.74%
White Pine	1,633,474	0.26%
Total County School District Distribution	\$ 560,180,960	88.66%
State Distributive School Fund	65,365,286	10.34%
State General Fund	6,318,649	1.00%
TOTAL	\$ 631,864,895	100.00%

BASIC CITY/COUNTY RELIEF TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 88,549,898	\$ 12,379	\$ 88,562,277	14.35%
1994-95	107,100,134	13,812	107,113,946	20.95%
1995-96	110,848,285	11,035	110,859,320	3.50%
1996-97	121,902,820	11,909	121,914,729	9.97%
1997-98	127,138,672	12,128	127,150,799	4.29%
1998-99	140,412,633	11,880	140,424,513	10.44%

LEGAL CITATION

Chapter 377 Nevada Revised Statutes.

RATE

1/2 of 1 percent of all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

99 percent of in-state collections returned to county of origin for distribution to eligible local governments through the Consolidated Tax Program; 1 percent to State General Fund; 99 percent out-of-state collections prorated amongst counties, on the basis of population ratio, for distribution to local governments through the Consolidated Tax Program; 1 percent to State General Fund.

HISTORY

ORIGINALLY ENACTED

1969 session of State Legislature as the City/County Relief Tax, effective July 1, 1969. Levy effected by county ordinance.

Collected in Clark and Washoe Counties as of July 1, 1969; Lyon County, January 1, 1971; Douglas, Elko, Humboldt, Lincoln, Mineral Counties, May 1, 1971; Nye County, June 1, 1972; Pershing County, July 1, 1972; Churchill County, July 1, 1973; Carson City, April 1, 1976; Storey County, July 1, 1976; Lander County, July 1, 1979; White Pine County, July 1, 1980; Esmeralda and Eureka Counties, May 1, 1981.

Basic City/County Relief Tax Revenue (continued)

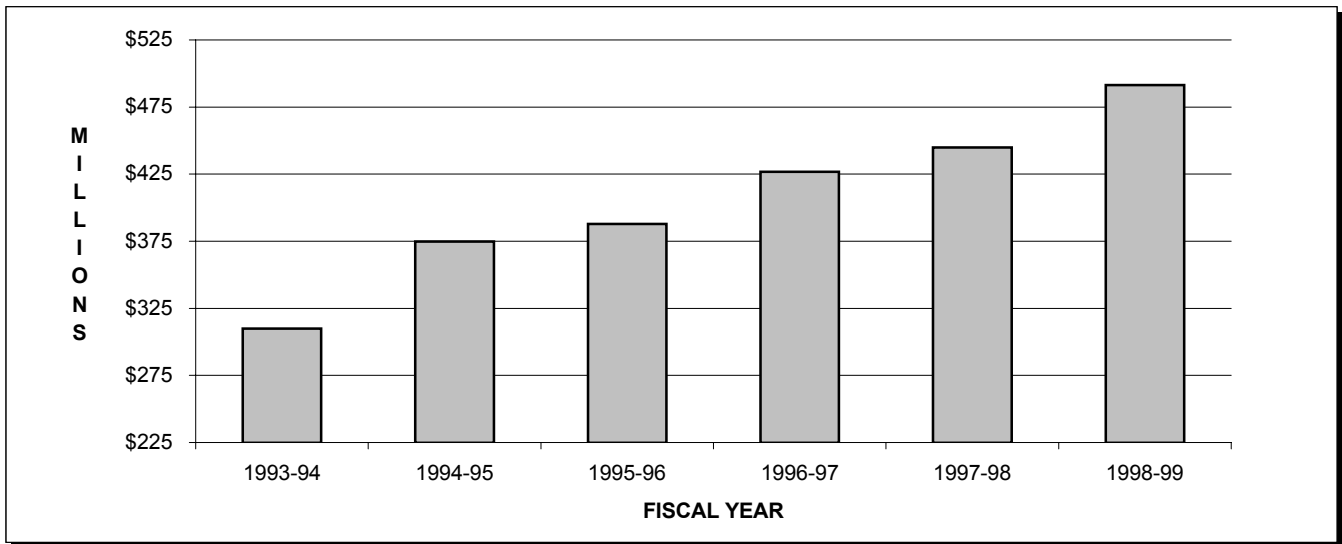
1969 levied for city/county support. 99 percent of in-state collections returned to county of origin; 1 percent to State General Fund; 100 percent out-of-state collections prorated amongst counties levying the tax; combined collections distributed as follows: if no cities within county, 100 percent to county; if one city within county, to county and city, on basis of population ratio; if two or more cities within county, to cities only on basis of population ratio.

AMENDMENTS	1981	1981 session of State Legislature; name changed to Basic City/County Relief Tax effective May 1, 1981 and levy required by State Statute. May 1, 1981 General Fund Commission reduced to .50 percent.
	1991	Effective October 1, 1991, .50 percent General Fund Commission was imposed on out-of-state collections.
	1993	Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.

BASIC CITY/COUNTY RELIEF TAX TRANSFER
TO CONSOLIDATED TAX
FISCAL YEAR 1998-99

COUNTY	TAX	% OF TOTAL
Carson City	\$ 3,758,219	2.68%
Churchill	1,115,761	0.79%
Clark	98,314,631	70.01%
Douglas	2,332,080	1.66%
Elko	3,261,424	2.32%
Esmeralda	56,084	0.04%
Eureka	660,364	0.47%
Humboldt	1,609,530	1.15%
Lander	404,865	0.29%
Lincoln	124,743	0.09%
Lyon	1,109,372	0.79%
Mineral	225,938	0.16%
Nye	1,412,017	1.01%
Pershing	278,874	0.20%
Storey	223,789	0.16%
Washoe	23,605,518	16.81%
White Pine	527,059	0.38%
Total County Transfers	\$ 139,020,267	99.00%
State General Fund	1,404,245	1.00%
Total	\$ 140,424,513	100.00%

SUPPLEMENTAL CITY/COUNTY RELIEF TAX REVENUE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 309,925,038	14.35%
1994-95	374,850,223	20.95%
1995-96	387,970,588	3.50%
1996-97	426,660,323	9.97%
1997-98	444,986,569	4.30%
1998-99	491,444,647	10.44%

LEGAL CITATION

Chapter 377, Nevada Revised Statutes.
Chapter 354, Nevada Revised Statutes.

RATE

1.75 percent of all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

99 percent of total collections returned to local governments through Consolidated Tax Program based on distribution formula; 1 percent to State General Fund.

HISTORY

ORIGINALLY ENACTED

1981 session of State Legislature; effective May 1, 1981.

AMENDMENTS

1983

Fire districts organized pursuant to Chapter 473 of Nevada Revised Statutes to be included in the distribution. Shifted authority to grant reserve fund distributions from the Interim Legislative Committee on Local Government Finance to the Nevada Tax Commission.

Supplemental City/County Relief Tax Revenue (continued)

AMENDMENTS
(continued)

- 1985 Changed distribution of excess supplemental city/county relief tax receipts. When all entities within a county have received the maximum supplemental city/county relief tax allowable, excess is then deposited in the Reserve Fund. Shifted authority to grant Reserve Fund distributions from the Nevada Tax Commission to the Interim Finance Committee. Established the following maximum Reserve Fund amounts: 1.) \$10,000,000 for distribution to local governments in the event actual receipts in any one year are less than the estimated receipts for that year. 2.) \$2,500,000 for emergency distributions to local governments if unforeseen or uncontrollable conditions, existing or imminent, substantially impair the financial capacity of a local government to provide the basic services for which it was created. 3.) Any amount in excess of \$12,500,000 in the fund, at the beginning of the year, must be distributed to local governments in the following fiscal year.
- 1987 Eliminated redevelopment districts from the distribution of supplemental city/county relief tax.
- 1989 Removed the limitations on the amount of supplemental city/county relief tax a local government may receive in any one fiscal year. Eliminated the Reserve Fund and created the Emergency Fund of the supplemental city/county relief tax. The amount of the fund was set at \$2,500,000. Created the Redistribution Fund for the supplemental city/county relief tax and provided specific dollar allocations to the Town of Laughlin, Clark County, Churchill County and Elko County.
- 1991 Changed distribution of supplemental city/county relief tax at the county level. First a group of selected counties receive a guaranteed distribution from the total collections. The remaining funds are allocated to a second group of counties based on the percentage of county collections to the total collections for the group. Adjustments to ease the impact of the legislation to certain counties are made to the distribution formula. Counties in the guaranteed group will be moved into the point-of-origin group if their collections outpace their distribution by 10 percent in a fiscal year. Intracounty distributions were not amended by the Legislature. The Local Government Tax Act of 1991 authorized certain counties that were negatively impacted by the rebasing of the distribution formula to impose certain taxes to make up the revenue loss.
- 1993 The Local Government Tax Act of 1993 authorized certain counties that were negatively impacted by additional rebasing of the distribution formula to impose certain taxes to make up the revenue loss. These additional taxes, if imposed, are to be levied from October 1, 1993 through September 30, 1994.
- 1997 The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.

SUPPLEMENTAL CITY/COUNTY RELIEF TAX TRANSFER
TO CONSOLIDATED TAX
FISCAL YEAR 1998-99

COUNTY	TAX	% OF TOTAL
Carson City	\$ 12,764,580	2.60%
Churchill	3,515,884	0.72%
Clark	337,603,728	68.70%
Douglas	10,356,528	2.11%
Elko	10,961,752	2.23%
Esmeralda	768,240	0.16%
Eureka	2,463,490	0.50%
Humboldt	5,589,851	1.14%
Lander	2,323,968	0.47%
Lincoln	1,030,860	0.21%
Lyon	6,543,132	1.33%
Mineral	1,684,176	0.34%
Nye	5,310,072	1.08%
Pershing	1,604,592	0.33%
Storey	1,182,972	0.24%
Washoe	80,460,324	16.37%
White Pine	2,401,488	0.49%
Total County Transfers	\$ 486,565,636	99.01%
State General Fund	4,914,446	1.00%
Less: Emergency Fund	35,436	0.01%
TOTAL	\$ 491,444,647	100.00%

Supplemental City/County Relief Tax (continued)

EMERGENCY FUND

Fund Balance	\$	504,462
Effective May 24, 1999; fund balance transferred to Severe Financial Emergency Fund pursuant to Assembly Bill 606 (1999).		
Revenue Transferred for Distribution		
Interest and/or loan payments transferred for distribution to Local Governments	\$	35,436
Balance due on outstanding loans	\$	25,000

LOCAL GOVERNMENT TAX ACTS OF 1991 AND 1993
SPECIAL FUND COLLECTIONS AND DISTRIBUTIONS
FISCAL YEAR 1998-99

COLLECTIONS

CHURCHILL COUNTY

Sales and Use Tax	\$	524,887
Motor Vehicle Privilege Tax		304,637
Real Property Transfer Tax		9,920
Property Tax		91,407
Interest		3,635
TOTAL	\$	<u>934,486</u>

WASHOE COUNTY

Sales and Use Tax	\$	11,527,835
Motor Vehicle Privilege Tax		5,831,086
Gaming License Fee		877,105
Real Property Transfer Tax		516,788
Property Tax		2,178,113
Interest		55,637
TOTAL	\$	<u>20,986,564</u>

DISTRIBUTIONS

CHURCHILL COUNTY

Fallon	\$	718,392
Other		163,742
		52,352
TOTAL	\$	<u>934,486</u>

WASHOE COUNTY

Reno	\$	13,998,882
Sparks		3,235,279
Other		1,589,991
		2,162,412
TOTAL	\$	<u>20,986,564</u>

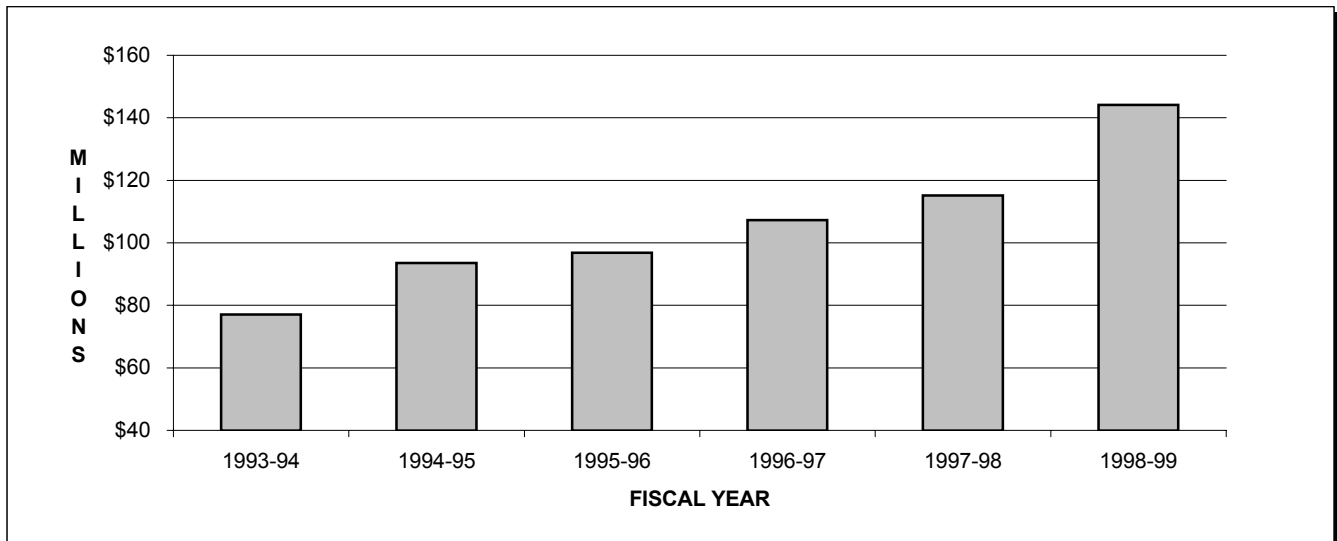
DELINQUENT TAX COLLECTIONS

CARSON CITY	\$	2.38
ESMERALDA COUNTY		84.15
MINERAL COUNTY		3.61
NYE COUNTY		1,707.99
WHITE PINE COUNTY		19.78
TOTAL	\$	<u>1,817.91</u>

DELINQUENT TAX DISTRIBUTIONS

CARSON CITY	\$	2.38
ESMERALDA COUNTY		84.15
MINERAL COUNTY		3.61
NYE COUNTY		1,707.99
WHITE PINE COUNTY		19.78
TOTAL	\$	<u>1,817.91</u>

LOCAL OPTION SALES AND USE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 77,110,569	17.19%
1994-95	93,511,405	21.27%
1995-96	96,781,324	3.50%
1996-97	107,224,107	10.79%
1997-98	115,186,079	7.43%
1998-99	144,117,808	25.12%

LEGAL CITATION

Chapter 377A, Nevada Revised Statutes.
Chapter 543, Nevada Revised Statutes.

RATE

.25 percent of all taxable sales and taxable items of use in a county.

CURRENT DISTRIBUTION OF REVENUE

Per NRS 377A.020: The board of county commissioners may impose a tax of .25 percent for mass transit or the construction of public roads; or counties with population of less than 400,000 may impose a .25 percent tax for the promotion of tourism. NRS 377B.100 provides that a county, under certain population requirements, may impose up to .25 percent tax for infrastructure; NRS 543.600 provides that a county whose population is 400,000 or more may impose a .25 percent tax for the purpose of flood control. 99 percent of collection returned to county of origin; 1 percent to State General Fund. Special Acts of legislature have provided for certain counties to impose additional option taxes for specific local purposes.

HISTORY

ORIGINALLY ENACTED

1981 session of State Legislature. Washoe County enacted ordinance effective November 1, 1982; Storey County effective August 1, 1985; Nye County effective May 1, 1986; Churchill and White Pine Counties effective November 1, 1986; Carson City effective January 1, 1988; and Clark County effective March 1, 1988.

AMENDMENTS

1985

Amended NRS 377A.020 by adding that the tax may be used for the construction of public roads, and NRS 543.600 stipulates for the purpose of flood control.

Local Option Sales and Use Tax (continued)

AMENDMENTS (continued)

1989	Amended NRS 543.600 by increasing the population limitation from 250,000 to 400,000 or more in a county that may consider imposing a tax for flood control.
1991	Implemented the Local Government Tax Act of 1991, AB 104 authorizing certain counties that were negatively impacted by the change to the Supplemental County/City Relief Tax distribution formula to impose by county ordinance an additional ¼ of 1 percent sales and use tax.
1993	Implemented the Local Government Tax Act of 1993, SB 506 authorizing certain additional counties that were negatively impacted by additional changes to the Supplemental City/County Relief Tax distribution formula to impose by county ordinance ¼ of 1 percent sales and use tax from October 1, 1993 through September 30, 1994.
1995	Allowed the Tri-County Railway Commission to impose ¼ of 1 percent sales and use tax in a county upon approval of the voters.
1997	Ratified Carson City voter approval imposition of ¼ of 1 percent sales and use tax for open space. Added chapter 377B, tax for infrastructure to Nevada Revised Statutes.

LOCAL OPTION SALES AND USE TAXES DISTRIBUTION
FISCAL YEAR 1998-99

COUNTY	PROVISIONS	USE OF PROCEEDS	DATE IMPOSED	AMOUNT
Option Tax				
Carson City	377A	Public Roads	1/1/87	\$ 1,816,666
Churchill	377A	Public Roads	11/1/86	524,919
Clark	377A	Regional Transportation	7/1/91	49,140,965
Clark	377B	So NV Water Authority	4/1/99	12,545,951
Clark	543	Flood Control	3/1/87	49,146,851
Nye	377A	Public Roads	5/1/86	691,110
Storey	377A	Tourism	8/1/85	111,453
Washoe	377A	Regional Transportation	11/1/82	11,531,935
Washoe	377B	Flood/Public Safety	4/1/99	1,467,814
White Pine	377A	Public Roads	11/1/86	268,224
Special Acts				
Churchill	491	Local Government Tax Act	10/1/91	524,887
Esmeralda	475	Local Government Tax Act	10/1/93	84
Mineral	475	Local Government Tax Act	10/1/93	3
Nye	475	Local Government Tax Act	10/1/93	1,622
Storey	566	Tricounty Railway Commission	1/1/96	110,352
Washoe	506	Railroad Grade Project	4/1/99	1,467,814
Washoe	491	Local Government Tax Act	10/1/91	11,527,835
Miscellaneous Amendments				
Carson City		Open Space	7/1/97	1,798,145
Total to Counties				\$ 142,676,630
State General Fund				1,441,178
TOTAL				\$ 144,117,808

TAXABLE SALES COMPARISON

Taxable Sales Comparison by County

County	Fiscal Year 1997-98	Fiscal Year 1998-99	% Change
Carson City	\$ 673,920,609	\$ 734,973,273	9.1%
Churchill	211,478,671	221,219,124	4.6%
Clark	17,653,410,961	19,818,484,907	12.3%
Douglas	419,531,194	453,476,749	8.1%
Elko	755,739,087	727,860,858	-3.7%
Esmeralda	11,411,806	10,808,420	-5.3%
Eureka	178,190,772	173,649,694	-2.5%
Humboldt	407,388,145	365,521,267	-10.3%
Lander	110,798,753	97,931,021	-11.6%
Lincoln	16,663,636	22,328,963	34.0%
Lyon	179,431,495	200,752,808	11.9%
Mineral	43,903,035	41,176,536	-6.2%
Nye	258,670,808	277,261,187	7.2%
Pershing	75,527,719	72,591,398	-3.9%
Storey	37,982,293	42,457,242	11.8%
Washoe	4,377,547,590	4,669,485,533	6.7%
White Pine	117,329,758	109,932,613	-6.3%
Out of State	-	-	0.0%
STATE TOTAL	<u>\$ 25,528,926,332</u>	<u>\$ 28,039,911,593</u>	9.8%

Taxable Sales Comparison by Business Type

Business Code and Type	Fiscal Year 1997-98	Fiscal Year 1998-99	% Change
01 Agricultural Production-Crops	\$ 4,297,993	\$ 3,223,778	-25.0%
02 Agricultural Production-Livestock	2,478,476	3,081,786	24.3%
07 Agricultural Services	32,212,338	32,512,199	0.9%
08 Forestry	358,491	442,240	23.4%
09 Fishing, Hunting, and Trapping	4,434	16,052	262.0%
10 Metal Mining	165,744,702	167,315,501	0.9%
12 Coal Mining	-	-	0.0%
13 Oil and Gas Extraction	11,743,971	5,481,577	-53.3%
14 Mining and Quarrying of Nonmetallic Minerals	7,817,331	6,594,092	-15.6%
15 Building Construction-General Contractors	170,452,130	208,451,165	22.3%
16 Heavy Construction other than Bldg. Construction	117,625,312	156,866,135	33.4%
17 Construction-Special Trade Contractors	851,619,627	830,806,755	-2.4%
20 Food and Kindred Products	22,282,347	25,208,400	13.1%
21 Tobacco Products	1,481,099	1,380,280	-6.8%
22 Textile Mill Products	10,830,479	18,460,388	70.4%
23 Apparel and Other Finished Products	1,540,414	1,348,922	-12.4%
24 Lumber and Wood Products, Except Furniture	36,143,725	36,843,818	1.9%
25 Furniture and Fixtures	32,863,025	49,129,715	49.5%
26 Paper and Allied Products	7,522,100	7,428,066	-1.3%
27 Printing, Publishing, and Allied Industries	45,801,239	47,918,458	4.6%
28 Chemicals and Allied Products	98,376,942	91,501,483	-7.0%
29 Petroleum Refining and Related Industries	32,597,804	31,629,368	-3.0%
30 Rubber and Misc Plastics Products	8,157,457	9,625,897	18.0%
31 Leather and Leather Products	798,596	553,649	-30.7%
32 Stone, Clay, Glass, and Concrete Products	129,861,064	159,960,121	23.2%
33 Primary Metal Industries	12,486,384	8,780,281	-29.7%
34 Fabricated Metal Products	74,202,290	95,854,227	29.2%
35 Industrial and Commercial Machinery	403,327,642	387,453,899	-3.9%
36 Electronic and Other Electrical Equipment	146,257,218	152,508,198	4.3%
37 Transportation Equipment	20,188,335	18,005,657	-10.8%
38 Measuring, Analyzing and Controlling Instruments	34,701,106	22,946,171	-33.9%
39 Misc. Manufacturing Industries	113,451,685	119,030,936	4.9%
40 Railroad Transportation	3,466,339	4,337,495	25.1%
41 Local and Suburban Transit	6,480,028	7,497,523	15.7%
42 Motor Freight Transportation and Warehousing	13,216,424	14,850,051	12.4%
43 United States Postal Service	273,632	574,065	109.8%
44 Water Transportation	2,014,729	2,103,255	4.4%
45 Transportation By Air	26,391,421	20,960,513	-20.6%
46 Pipelines, Except Natural Gas	882,826	781,380	-11.5%
47 Transportation Services	12,971,053	13,144,961	1.3%
48 Communications	239,664,087	237,092,490	-1.1%
49 Electric, Gas, and Sanitary Services	182,216,433	234,953,326	28.9%
50 Wholesale Trade-Durable Goods	1,809,619,629	1,878,912,895	3.8%
51 Wholesale Trade-Nondurable Goods	230,496,413	254,863,706	10.6%
52 Bldg. Materials, Hardware, Garden, Mobile Homes	1,827,683,020	1,940,381,204	6.2%
53 General Merchandise Stores	2,064,573,117	2,329,762,687	12.8%
54 Food Stores	1,148,043,245	1,220,228,425	6.3%
55 Automotive Dealers and Gasoline	3,248,584,624	3,685,260,486	13.4%

Taxable Sales Comparison by Business Type (continued)

Business Code and Type	Fiscal Year 1997-98	Fiscal Year 1998-99	% Change
56 Apparel and Accessory Stores	\$ 1,003,869,225	\$ 1,096,426,620	9.2%
57 Home Furniture, Furnishings and Equipment	1,330,364,920	1,518,210,573	14.1%
58 Eating and Drinking Places	4,040,019,694	4,529,292,584	12.1%
59 Miscellaneous Retail	2,663,825,905	3,021,544,886	13.4%
60 Depository Institutions	14,997,477	30,090,310	100.6%
61 Nondepository Credit Institutions	220,647,638	225,613,109	2.3%
62 Security and Commodity Brokers	9,682,994	5,430,062	-43.9%
63 Insurance Carriers	455,364	1,006,760	121.1%
64 Insurance Agents, Brokers, and Service	1,205,254	1,320,761	9.6%
65 Real Estate	26,644,895	22,083,283	-17.1%
67 Holding and Other Investment Offices	825,652	2,218,276	168.7%
70 Hotels, Rooming Houses, Camps, and Lodging	86,003,146	116,469,340	35.4%
72 Personal Services	101,159,601	103,622,809	2.4%
73 Business Services	1,026,193,396	1,104,287,454	7.6%
75 Automotive Repair, Services, and Parking	767,842,862	820,508,972	6.9%
76 Miscellaneous Repair Services	122,104,196	131,398,546	7.6%
78 Motion Pictures	52,675,677	55,016,959	4.4%
79 Amusement and Recreation Services	501,899,288	547,464,108	9.1%
80 Health Services	58,573,295	57,517,013	-1.8%
81 Legal Services	2,955,211	2,505,590	-15.2%
82 Educational Services	3,214,942	2,875,492	-10.6%
83 Social Services	503,882	586,805	16.5%
84 Museums and Art Galleries	279,052	428,644	53.6%
86 Membership Organizations	14,082,735	12,471,896	-11.4%
87 Engineering, Accounting, Research and Mgt.	23,764,684	33,933,413	42.8%
88 Private Households	3,740	17,409	365.5%
89 Miscellaneous Services	8,408,906	13,625,711	62.0%
91 Executive, Legislative and General Govt.	468,453	381,258	100.0%
92 Justice, Public Order, and Safety	4,252	6,168	45.1%
93 Public Finance, Taxation, and Monetary Policy	-	-	0.0%
94 Administration of Human Resource Programs	26,535	417,394	1473.0%
95 Administration of Environmental Quality	128,587	147,363	14.6%
96 Administration of Economic Programs	34,050	8,724	100.0%
97 National Security and International Affairs	22,379	808	-96.4%
99 Nonclassifiable Establishments	32,235,669	36,918,817	14.5%
STATE TOTAL	<u>\$ 25,528,926,332</u>	<u>\$ 28,039,911,593</u>	9.8%

The above comparisons for Fiscal Year 1997-98 and Fiscal Year 1998-99 on taxable sales are based on figures provided on sales and use tax returns by registered permit holders in and out of the State of Nevada. Large increases or decreases may be due to audits, deficiency determinations, etc., performed on taxpayers doing business in a county.

CONSOLIDATED TAX

FISCAL YEAR	TOTAL DISTRIBUTIONS
1998-99	\$ 737,463,793.28

LEGAL CITATION

Chapter 360, Nevada Revised Statutes.

CURRENT DISTRIBUTION OF REVENUE

Per NRS 360.600 through NRS 360.740; Revenues from the Supplemental City-County Relief Tax (SCCRT), Basic City-County Relief Tax (BCCRT), Cigarette Tax, Liquor Tax, Motor Vehicle Privilege Tax (MVPT) and Real Property Transfer Tax (RPTT) are pooled at the county level for distribution to the local governments under a single formula.

A base amount of revenue was initially established under the 1997 legislation. For counties, cities, towns and special districts, the total distribution is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation. To the extent that there is revenue (from the six sources) in excess of what is necessary to allocate the base amount to the various local governments, the excess revenue will be distributed using a formula that incorporates population and growth statistics. "Enterprise" districts (user-fee based entities) initial base distribution is the amount that will be distributed for all subsequent fiscal years.

HISTORY

ORIGINALLY ENACTED

1997 session of State Legislature created the Local Government Tax Distribution Fund.

CONSOLIDATED TAX
SUMMARY OF THE REVENUE TRANSFERRED BY COUNTY
FISCAL YEAR 1998-99

COUNTY	BCCRT	SCCRT	CIGARETTE	LIQUOR	RPTT	MVPT	TOTAL
CARSON CITY	\$ 3,758,219.23	\$ 12,764,580.33	\$ 466,559.27	\$ 63,218.21	\$ 220,385.08	\$ 1,726,532.78	\$ 18,999,494.90
CHURCHILL	1,115,761.03	3,515,883.64	219,941.67	29,814.45	81,704.15	740,719.43	5,703,824.37
CLARK	98,314,630.91	337,603,727.98	11,082,681.83	1,501,000.82	12,410,929.62	50,639,099.80	511,552,070.97
DOUGLAS	2,332,079.70	10,356,528.00	367,585.35	49,790.78	527,846.55	1,568,405.33	15,202,235.71
ELKO	3,261,424.13	10,961,751.90	441,819.55	59,862.46	134,972.20	1,955,803.81	16,815,634.05
ESMERALDA	56,084.09	768,240.00	13,374.14	1,814.17	1,380.63	105,840.84	946,733.86
EUREKA	660,363.85	2,463,489.73	15,249.27	2,067.88	54,328.00	186,995.97	3,382,494.70
HUMBOLDT	1,609,530.00	5,589,851.19	162,061.51	21,960.42	25,622.85	932,521.87	8,341,547.85
LANDER	404,865.32	2,323,968.00	64,739.82	8,776.77	6,994.91	410,967.29	3,220,312.11
LINCOLN	124,743.39	1,030,860.00	37,974.65	5,146.44	9,975.65	265,317.22	1,474,017.35
LYON	1,109,372.07	6,543,132.00	282,699.82	38,282.51	221,401.40	1,158,266.12	9,353,153.93
MINERAL	225,937.71	1,684,176.00	62,752.10	8,513.32	4,864.20	257,418.94	2,243,662.27
NYE	1,412,016.86	5,310,072.00	257,779.59	34,897.00	181,157.46	1,484,900.81	8,680,823.72
PERSHING	278,873.61	1,604,592.00	61,896.51	8,375.39	32,202.87	318,493.33	2,304,433.71
STOREY	223,789.46	1,182,972.00	32,661.03	4,424.37	58,021.23	171,813.89	1,673,681.97
WASHOE	23,605,517.53	80,460,323.61	2,846,579.15	385,857.51	2,795,262.80	13,874,550.56	123,968,091.16
WHITE PINE	527,058.51	2,401,488.00	98,499.88	13,346.28	11,384.78	549,803.20	3,601,580.64
TOTAL	\$ 139,020,267.40	\$ 486,565,636.38	\$ 16,514,855.15	\$ 2,237,148.78	\$ 16,778,434.38	\$ 76,347,451.19	\$ 737,463,793.28

BCCRT, SCCRT, Cigarette and Liquor taxes: Revenue for each county is transferred monthly to the Consolidated Tax Account by the Department of Taxation.

RPTT: Each county treasurer deposits to the Consolidated Tax Account, at least quarterly, the revenue collected within the county.

MVPT: Revenue for each county is transferred monthly to the Consolidated Tax Account by the Department of Motor Vehicles.

CONSOLIDATED TAX DISTRIBUTION
FISCAL YEAR 1998-99

CARSON CITY \$ 18,730,260
Other 269,235

TOTAL \$ 18,999,495

LANDER COUNTY \$ 2,537,711
Other 682,601

TOTAL \$ 3,220,312

CHURCHILL COUNTY \$ 4,263,547
Fallon 1,220,548
Other 219,730

TOTAL \$ 5,703,824

LINCOLN COUNTY \$ 1,077,723
Caliente 120,509
Other 275,786

TOTAL \$ 1,474,017

CLARK COUNTY \$ 180,000,921
Boulder City 5,536,702
Henderson 46,839,359
Las Vegas 145,730,592
Mesquite 4,499,050
North Las Vegas 24,470,354
Other 104,475,092

TOTAL \$ 511,552,071

LYON COUNTY \$ 8,256,978
Yerington 238,336
Other 857,840

TOTAL \$ 9,353,154

MINERAL COUNTY \$ 2,119,886
Other 123,777

TOTAL \$ 2,243,662

DOUGLAS COUNTY \$ 8,007,827
Other \$7,194,409

TOTAL \$ 15,202,236

NYE COUNTY \$ 7,180,853
Gabbs 57,061
Other 1,442,910

TOTAL \$ 8,680,824

ELKO COUNTY \$ 6,779,181
Carlin 856,216
Elko 6,138,169
Wells 551,857
West Wendover 1,258,793
Other 1,231,419

TOTAL \$ 16,815,634

PERSHING COUNTY \$ 1,745,012
Lovelock 330,404
Other 229,018

TOTAL \$ 2,304,434

STOREY COUNTY \$ 1,673,113
Other 569

TOTAL \$ 1,673,682

ESMERALDA COUNTY \$ 912,186
Other 34,548

TOTAL \$ 946,734

WASHOE COUNTY \$ 63,626,448
Reno 36,095,860
Sparks 15,338,059
Other 8,907,725

TOTAL \$ 123,968,091

EUREKA COUNTY \$ 3,318,279
Other 64,216

TOTAL \$ 3,382,495

WHITE PINE COUNTY \$ 2,417,846
Ely 799,892
Other 383,842

TOTAL \$ 3,601,581

HUMBOLDT COUNTY \$ 5,342,774
Winnemucca 2,058,709
Other 940,065

TOTAL \$ 8,341,548

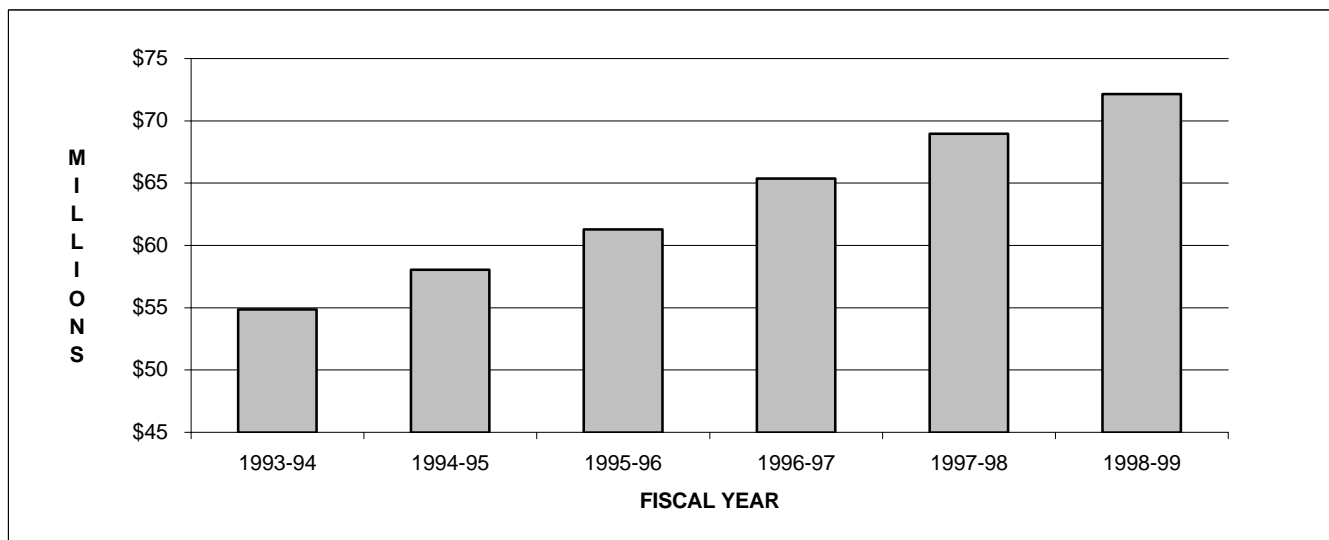
TOTAL DISTRIBUTION \$ 737,463,793

CERTIFIED POPULATION - JULY 1, 1998

Certified by the Governor on March 1 pursuant to NRS 360.285. The following population figures were used, as directed by specific statute, for allocation of tax revenue in fiscal year 1998-99.

CARSON CITY	50,410	HUMBOLDT COUNTY	17,520
		Winnemucca	8,140
CHURCHILL COUNTY	23,860	LANDER COUNTY	7,030
Fallon	8,200	Austin	420
CLARK COUNTY	1,192,200	Battle Mountain	4,500
Boulder City	14,493	Kingston	250
Henderson	147,870	LINCOLN COUNTY	4,110
Las Vegas	425,270	Caliente	1,070
Mesquite	9,270	Alamo	370
North Las Vegas	93,010	Panaca	410
Bunkerville	610	Pioche	770
Enterprise	11,120	LYON COUNTY	30,370
Glendale	50	Yerington	2,870
Laughlin	7,030	Fernley	6,510
Moapa Valley	4,560	MINERAL COUNTY	6,860
Paradise	178,500	NYE COUNTY	27,610
Searchlight	810	Gabbs	400
Spring Valley	100,920	Amargosa	990
Summerlin	-	Beatty	1,570
Sunrise Manor	139,230	Manhattan	130
Whitney	12,800	Pahrump	18,970
Winchester	34,440	Round Mountain	900
DOUGLAS COUNTY	39,590	Tonopah	2,760
Gardnerville	2,780	PERSHING COUNTY	6,600
Genoa	220	Lovelock	2,880
Minden	2,400	STOREY CO	3,520
ELKO COUNTY	47,710	WASHOE COUNTY	308,700
Carlin	2,680	Reno	164,600
Elko	19,670	Sparks	61,370
Wells	1,540	WHITE PINE COUNTY	10,640
West Wendover	3,430	Ely	5,190
Jackpot	1,030	Lund	190
Montello	200	McGill	1,360
Mountain City	150	Ruth	470
ESMERALDA COUNTY	1,460	TOTAL STATEWIDE POPULATION	1,779,850
Goldfield	550		
Silver Peak	210		
EUREKA COUNTY	1,660		
Crescent Valley	330		
Eureka	510		

BUSINESS TAX



FISCAL YEAR	LICENSE FEES	TAX	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 242,015	\$ 54,619,334	\$ 54,861,349	10.44%
1994-95	330,160	57,727,142	58,057,302	5.83%
1995-96	376,953	60,904,173	61,281,126	5.55%
1996-97	318,836	65,047,445	65,366,281	6.67%
1997-98	455,542	68,518,135	68,973,677	5.52%
1998-99	407,616	71,734,950	72,142,566	4.59%

LEGAL CITATION

Chapter 364A Nevada Revised Statutes.

IMPOSITION AND RATE

Business License Fee \$25. A tax imposed upon the privilege of conducting business in the State of Nevada, at the rate of \$25 per quarter for each equivalent full-time employee employed by a business.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

1991 session of the State Legislature, effective July 1, 1991. The tax due is based on the average number of employees per calendar quarter, determined from a graduated tax table beginning with more than 0 employees, \$25 per quarter; through more than 999 employees, not to exceed \$100,000 per quarter in tax. The three primary methods to determine the average number of employees include: A) determine the total number of employees on the payroll during the week that includes the 12th day of the month for each of the months in the quarter; divide by 3; B) total employee payroll for a quarter is divided by the "average wage factor" (AWF) to obtain the average number of employees. The average wage factor is set by the Department each fiscal year; C) divide the quarterly payroll by a special average wage factor if approved by the Department; multiply by 1.33 to determine the number of employees. This method is used by businesses that have 50 percent or more of their employees, working 20 or less hours per week.

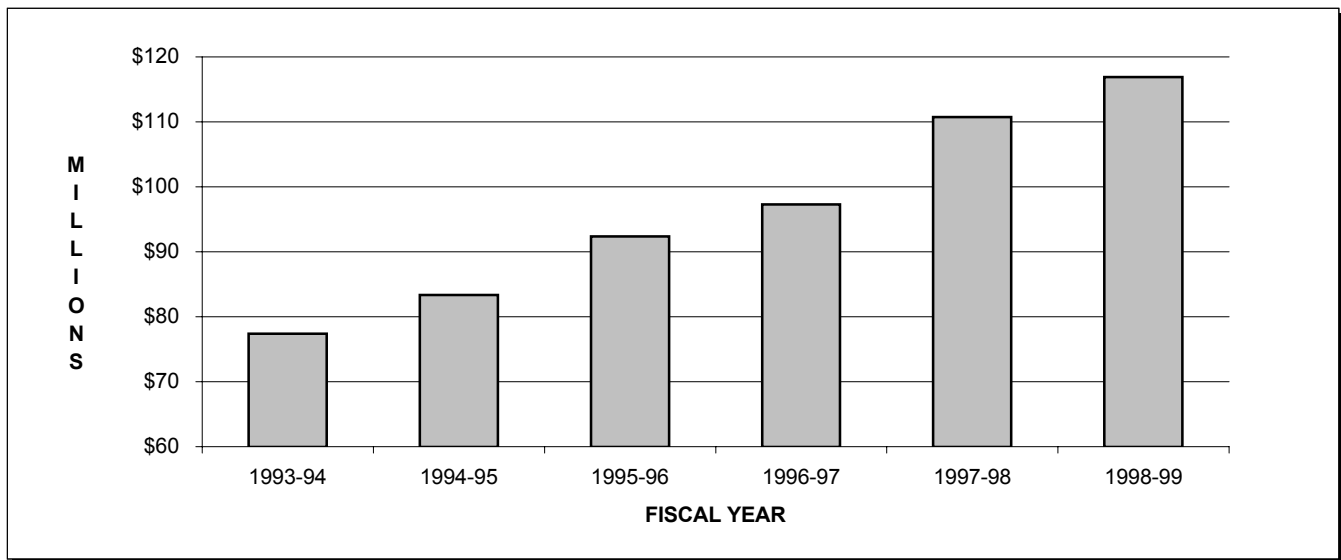
Business Tax (continued)

AMENDMENTS

1993 session of the State Legislature, per AB 394, effective July 1, 1993 eliminated the graduated tax table on the average number of employees and the \$100,000 tax cap per quarter. The amount of tax due per quarter for a business was changed to \$25 for each employee.

Effective January 1, 1994, per AB 456, the basis for calculating the tax was changed to the total number of equivalent full-time employees employed by the business in a quarter. The number of equivalent full-time employees may be calculated by: A) determining the total number of hours worked per quarter, not to exceed 468 hours per full-time employee; or B) by multiplying 7.2 hours by the number of days each full-time employee was employed up to a maximum of 65 days per quarter. To either of these methods is added the total number of hours worked by part-time employees; the result is divided by 468 to determine the number of equivalent full-time employees.

INSURANCE PREMIUM TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 77,368,184	N/A
1994-95	83,342,058	7.72%
1995-96	92,359,073	10.82%
1996-97	97,274,410	5.32%
1997-98	110,734,229	13.84%
1998-99	116,893,556	5.56%

LEGAL CITATION

Chapter 680B Nevada Revised Statutes.

IMPOSITION AND RATE

A tax imposed for the privilege of transacting business in this State. Each insurer shall pay a tax upon his net direct premiums and net direct considerations written, at the rate of 3.5 percent. The premium tax is due on March 15 of each year on premiums written in the prior calendar year. Insurers writing \$2,000 or more in premiums in a calendar year must pay quarterly tax payments based on actual net direct premiums and net direct considerations written for the current reporting quarter. An insurer is entitled to a "Home Office Credit" of 50 percent of the aggregate amount of tax due and full credit for ad valorem taxes paid by the insurer during the preceding calendar year if the insurer maintains a home office or regional home office in Nevada. Other stipulations apply. These credits cannot exceed 80 percent of the tax otherwise due.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

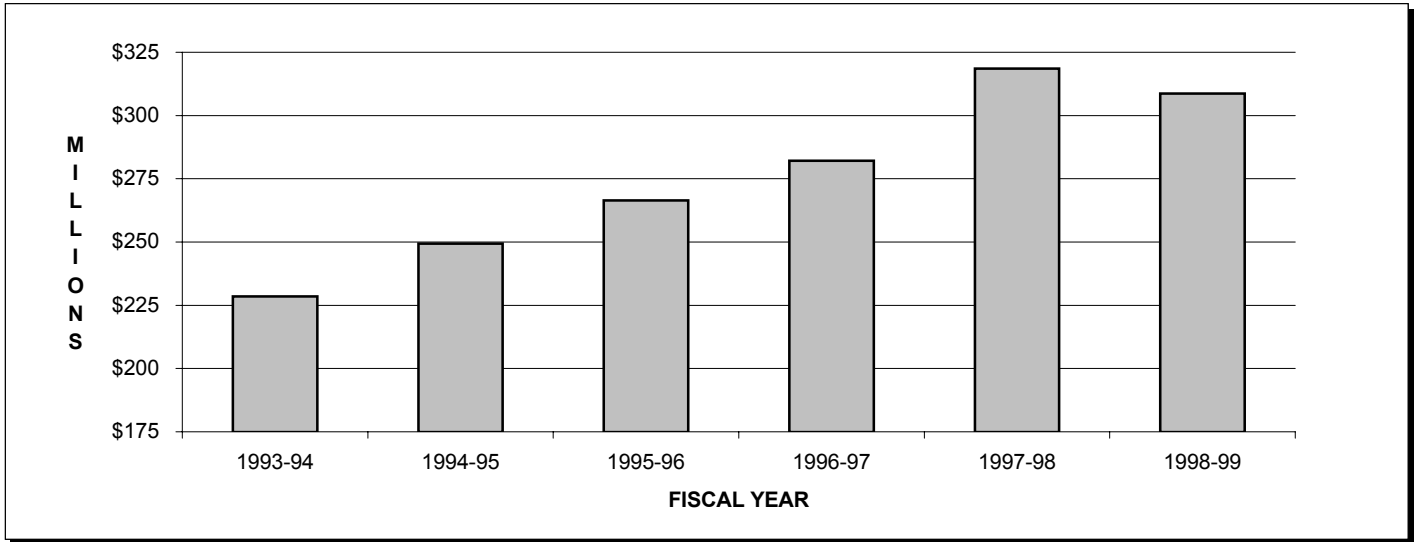
HISTORY

ORIGINALLY ENACTED

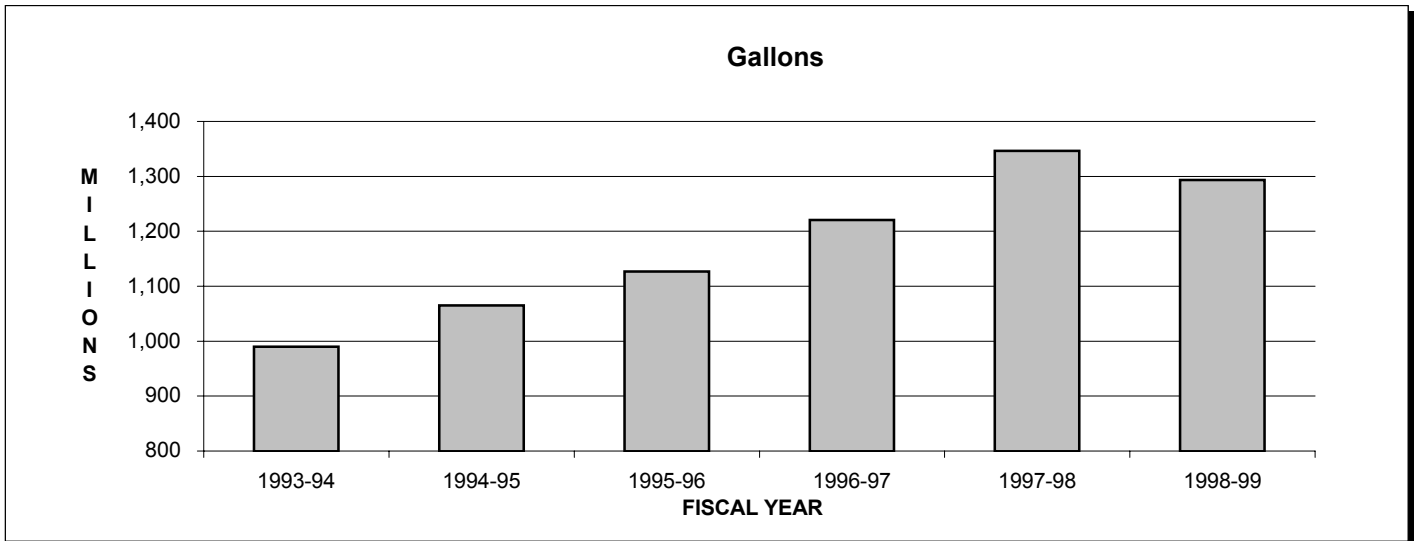
1933 session of the State legislature.

1993 session of the State Legislature transferred the function of tax collection to the Department of Taxation from the Department of Insurance effective July 1, 1993 per AB 782.

MOTOR FUEL TAX REVENUE



FISCAL YEAR	STATE AND LOCAL GAS TAXES	PETROLEUM INSPECTION FEE	JET FUEL TAX	PETROLEUM PRODUCTS CLEANUP FEE	TOTAL COLLECTIONS
1993-94	\$ 213,713,170	\$ 489,969	\$ 7,261,055	\$ 6,990,950	\$ 228,455,144
1994-95	233,177,081	505,315	8,527,717	7,172,812	249,382,925
1995-96	247,888,102	504,855	9,082,548	8,936,730	266,412,235
1996-97	261,325,721	529,310	10,391,425	9,834,496	282,080,952
1997-98	296,077,460	583,898	10,817,006	11,109,430	318,587,793
1998-99	287,164,938	569,585	10,353,398	10,595,838	308,683,759



FISCAL YEAR	GALLONS*	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS*	% CHANGE FROM PRIOR YEAR
1993-94	990,085,012	3.64%	1996-97	1,220,602,444	8.32%
1994-95	1,064,897,332	7.56%	1997-98	1,346,394,398	10.31%
1995-96	1,126,816,310	5.81%	1998-99	1,293,324,754	-3.94%

* Includes Jet Fuel

Note: Fiscal Year 1998 represents 13 months of revenue due to SB 254 (1997) and a reporting change required by GASB 22.

Motor Fuel Tax Revenue (continued)

LEGAL CITATIONS

Chapter 365 Nevada Revised Statutes.
 Chapter 373 Nevada Revised Statutes.
 Chapter 590 Nevada Revised Statutes.

RATE

23 cents statewide, additional 1 through 9 cent optional county levy, additional 1 cent county levy.

DISTRIBUTION

Nevada's constitution provides that proceeds from the gasoline tax must be used for purposes related to highway construction, maintenance and repair. Administrative costs pertaining to collection can be paid out of the proceeds.

17.65 cents State Tax and Licenses	State Highway Fund
17.65 cents State Gasohol Tax	State Highway Fund
5.35 cents County Tax - State Mandated	Counties - for construction, maintenance and repair of county and city streets.
1 - 9 cents Optional County Tax	Counties - for regional highway and street construction.
1 cent County Tax	Counties - to repair or restore existing paved roads not maintained by the Federal Government or State.
	NOTE: This 1 cent county tax is not to be included with the 1 through 9 cent county option.
2 cents Aviation Tax	Civil Air Patrol Fund and Counties
1 - 8 cents Optional Aviation Tax	Counties
0.055 of a cent Petroleum Inspection Fee	State General Fund and Department of Agriculture.
1 cent Jet Fuel Tax 1 - 4 cents Optional County Jet Fuel Tax	Governmental entity that owns the airport where the tax was collected, or if the airport is privately owned, to the county where the airport is located.
Other	State Parks System, Department of Wildlife, Administrative Costs and Refunds.
0.75 of a cent Petroleum Discharge Cleanup Fee	Department of Conservation and Natural Resources, Environmental Protection Division.

Motor Fuel Tax Revenue (continued)

HISTORY

ORIGINALLY ENACTED	1923 Session of State Legislature.
RATE (STATEWIDE, MANDATORY)	1923 - 1925, 2 cents; 1925 - 1947, 4 cents; 1947 - 1955, 5 1/2 cents; 1955 - June 1981, 6 cents; July 1981, 10 1/2 cents; July 1982, 12 cents; July 1985 - June 30, 1987, 13 cents; July 1, 1987 - June 30, 1988, 16 cents; July 1, 1988, 18 cents; October 1, 1991, 20.5 cents; October 1, 1992, 23 cents.
AMENDMENTS	<p>1923 \$60,000 to State Highway Department, and after administrative costs, the balance to be distributed among the counties based on number of state licensed motor vehicles in each county.</p> <p>1925 The 1923 act was repealed. The new 4 cent tax was dedicated to the support of the State Highway Department, part of the revenue to be used for payment of county road bond redemption and interest.</p> <p>1947 The Legislature adopted an additional 1.5 cent tax for local road construction, maintenance and repair.</p> <p>1955 The Legislature increased the state rate to 4.5 cents per gallon. The local government share remained at 1.5 cents per gallon of the overall 6 cent rate. One cent of the 1.5 cent local rate is optional. The other .5 cent is distributed by State prescribed formula:</p> <ol style="list-style-type: none">(1) One-fourth is proportional by ratio of county area to total state area;(2) One-fourth is proportional by ratio of county population to total state population;(3) One-fourth is proportional by ratio of county mileage to total state road mileage and street mileage; and(4) One-fourth is proportional to miles traveled on roads and streets within the county to total miles traveled in the state. <p>1965 The Legislature authorized an additional optional 1 cent tax for Washoe and Clark Counties for regional street and highway plans.</p> <p>1966 The special session of the Legislature extended the above option to all counties with regional street and highway plans.</p> <p>1969 The Legislature authorized an increase in optional county tax from 1 cent to 2 cents effective July 1, 1969.</p> <p>1979 The Legislature authorized an additional county option tax of 2 cents if approved by voters of the county. The board of county commissioners may submit to voters at any election.</p> <p>1981 Effective July 1, 1981, the Legislature increased the State rate to 8 cents per gallon on gasoline and 7 cents per gallon on gasohol which had been previously combined with gasoline tax. The county share was increased to 2.5 cents per gallon distributed as follows: 1.5 cents according to gallons to county; 1 cent distributed by State prescribed formula. The optional county tax was increased to 1, 2, 3, or 4 cents.</p>

Motor Fuel Tax Revenue (continued)

- AMENDMENTS (continued)
- 1982 Effective July 1, 1982, the State rate was increased to 9 cents per gallon on gasoline and 8 cents per gallon on gasohol. The county share was increased to 3 cents per gallon distributed as follows: 1.75 cents according to gallons to county; 1.25 cents distributed by State prescribed formula.
- 1983 The Legislature authorized an excise tax of up to and including 1 cent per gallon if approved by the voters of the county or city. The board of county commissioners or governing body of an incorporated city may submit to the voters at any election.
- 1985 Effective July 1, 1985, the State rate was increased to 10 cents per gallon on gasoline and 9 cents per gallon on gasohol. The up to and including 1 cent county option rate was established at a full 1 cent per gallon rate to be voted upon by the entire county and, if passed, enacted countywide.
- 1987 Effective July 1, 1987, the State rate was increased to 11.72 cents per gallon on gasoline and gasohol. The county share was increased to 4.28 cents per gallon distributed as follows: 1.75 cents according to gallons to county; 2.53 cents distributed by State prescribed formula.
- 1988 Effective July 1, 1988, the State rate was increased to 12.65 cents per gallon on gasoline and gasohol. The State mandated county share was increased to 5.35 cents per gallon distributed as follows: 1.75 cents according to gallons to county; 3.60 cents distributed by State prescribed formula.
- 1989 Effective October 1, 1989, the Petroleum Products Inspection Fee was increased from 0.05 to 0.055 of a cent per gallon. This fee is assessed on the importation of gasoline, aviation fuel and lubricating oil into Nevada.
- Effective October 1, 1989, a Petroleum Products Discharge Cleanup Fee of 0.6 of a cent per gallon was imposed upon motor vehicle fuel, diesel fuel number 1 and 2 and heating oil imported into or refined in Nevada.
- 1991 Effective July 1, 1991, the Legislature authorized an excise tax of up to and including 4 cents per gallon on jet fuel if approved by the voters of the county. The board of county commissioners may submit to the voters at any election. The county shall not allow any discounts, exemptions or other variance of the tax to any taxpayer except to the State or a political subdivision of the State.
- Effective July 1, 1991, the Legislature changed the distribution of the 1 cent jet fuel tax from the State General Fund to the county in which the fuel was sold.
- Effective October 1, 1991, the State rate was increased to 15.15 cents per gallon on gasoline and gasohol. The county share remained the same.
- The Legislature authorized an increase of the county option excise tax rate of up to and including 9 cents per gallon. The increase can be enacted by county ordinance.
- The Legislature changed the 1 cent county option tax to a 1 cent county mandatory tax.
- 1992 Effective October 1, 1992, the State rate was increased to 17.65 cents per gallon on gasoline and gasohol.

Motor Fuel Tax Revenue (continued)

- AMENDMENTS (continued) 1995 Effective July 1, 1995, the Aviation Fuel Tax rate was decreased to a flat rate of 10.5 cents per gallon and program refunds were discontinued.
- Effective July 1, 1995, the Petroleum Discharge Cleanup Fee was increased to .75 of a cent per gallon.
- 1997 Effective July 1, 1997, excise tax on leaded racing fuel was removed.
- Effective October 1, 1997, state tax on aviation fuel was reduced to 2 cents. County government was given the authority to levy a 1 to 8 cent option tax on aviation fuel.

MOTOR FUEL TAX DISTRIBUTION

FISCAL YEAR 1998-99

	<u>Gallons</u>	<u>Net Tax</u>
17.65 cents Gasoline and Gasohol Tax - State Highway Fund		\$ 153,444,149
5.35 cents County - State Mandated	902,568,051	46,268,609
Aviation Fuel	4,328,957	24,243
Jet Fuel	386,427,746	10,353,398
1 to 9 cents County Option Gas Tax		74,128,044
1 cent Mandatory County Gas Tax		8,835,559
Petroleum Inspection Fee - State General Fund		517,803
Petroleum Inspection Fee - Department of Agriculture		51,781
Petroleum Products Cleanup Fee - Division of Environmental Protection		10,595,838
Dealers License - State Highway Fund		65
SUBTOTAL	<u>1,293,324,754</u>	<u>\$ 304,219,489</u>
Other Distributions:		
Civil Air Patrol		\$ 84,870
State Parks System - Marina Development		1,495,426
Department of Wildlife		1,495,426
Department of Taxation - Administrative Costs		581,783
Off-Highway Use Refunds: Farmer - Rancher		405,551
General Users		174,197
Tribal		227,019
TOTAL COLLECTIONS		<u>\$ 308,683,759</u>

RECAP OF MOTOR FUEL TAX DISTRIBUTIONS TO COUNTIES

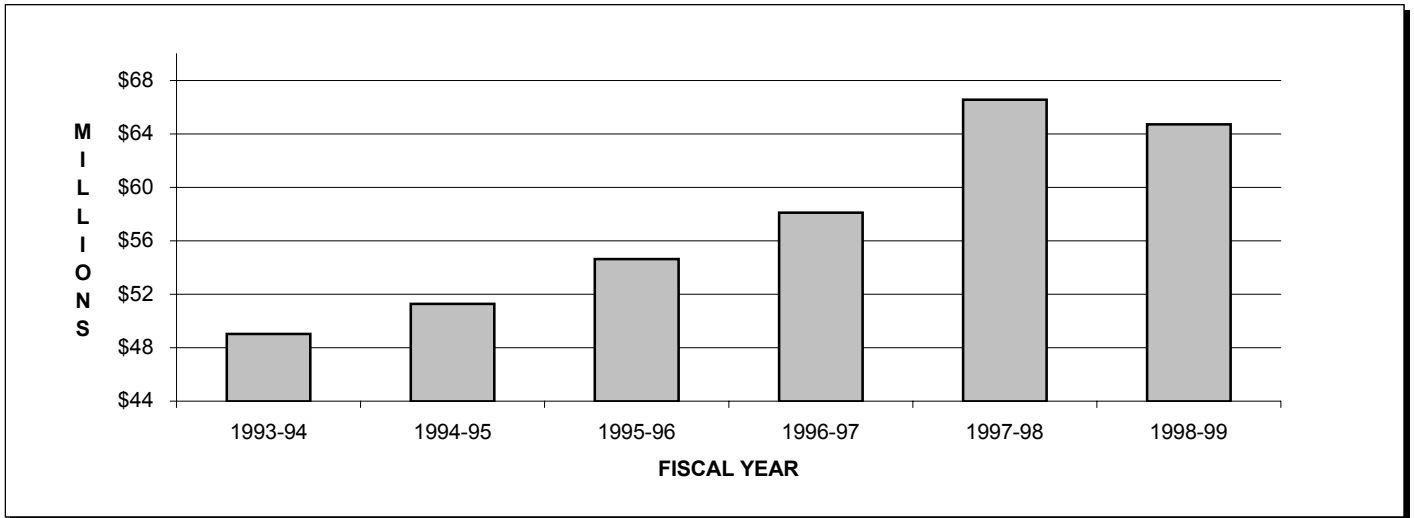
FISCAL YEAR 1998-99

COUNTY	5.35¢ County Gas Tax	1¢ to 9¢ County Option	1¢ County Option	State & Optional Aviation Taxes	Total County Distribution
Carson City	\$ 1,182,258	\$ 3,154,032	\$ 352,203	\$ -	\$ 4,688,493
Churchill	1,137,266	681,317	129,021	-	1,947,605
Clark	21,827,046	49,598,431	5,547,020	-	76,972,497
Douglas	940,312	829,075	207,442	9,209	1,986,038
Elko	3,073,644	1,175,706	298,359	3,786	4,551,495
Esmeralda	420,207	21,203	5,561	-	446,970
Eureka	621,337	75,884	19,070	-	716,291
Humboldt	1,496,649	1,221,455	153,430	11,247	2,882,781
Lander	865,870	175,948	44,226	-	1,086,044
Lincoln	1,150,236	117,968	30,341	-	1,298,545
Lyon	867,764	1,344,725	150,877	-	2,363,366
Mineral	528,580	288,318	32,208	-	849,106
Nye	2,386,656	689,795	173,518	-	3,249,969
Pershing	965,206	453,502	50,645	-	1,469,352
Storey	81,564	15,772	3,963	-	101,299
Washoe	7,226,436	13,989,537	1,563,455	-	22,779,428
White Pine	1,497,578	295,376	74,221	-	1,867,175
Total County Distribution	\$ 46,268,609	\$ 74,128,044	\$ 8,835,559	\$ 24,243	\$ 129,256,455

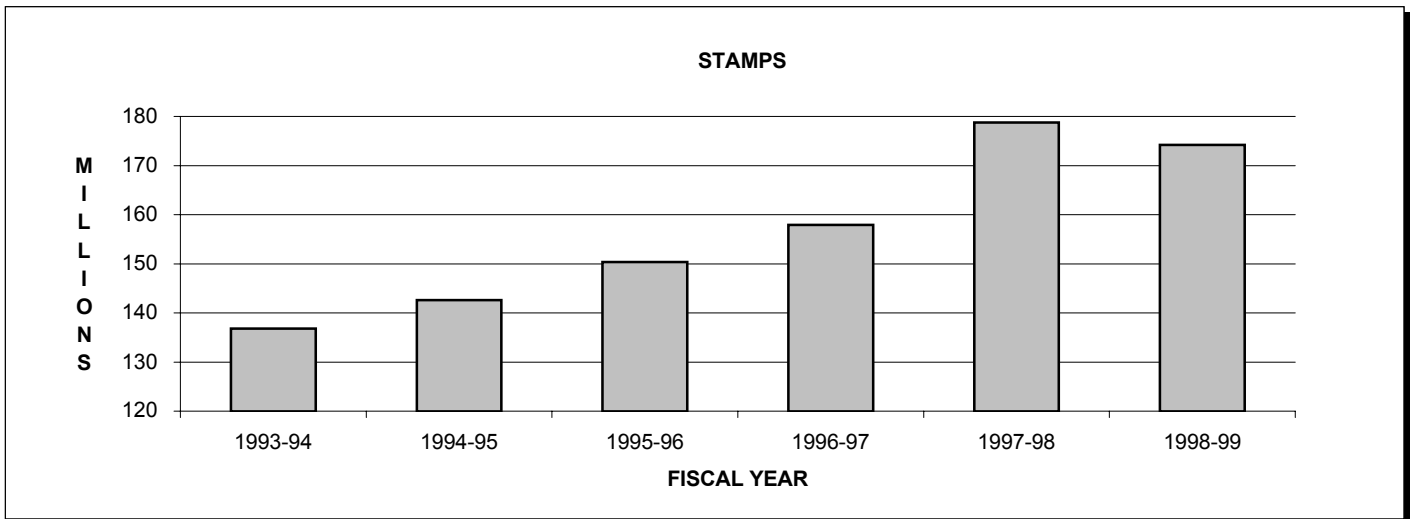
RECAP OF JET FUEL TAX DISTRIBUTION FISCAL YEAR 1998-99

ENTITY	
Carson City Airport Authority	\$ 1,343
Boulder City	1,066
Churchill County	35
Clark County	9,781,726
Douglas County	2,452
Elko, City of	14,275
Elko County	-
Fallon, City of	29
Lander County Airport Authority	307
Lincoln County	-
Lyon County	258
Mesquite, City of	328
Mineral County	28
Tonopah, Town of	789
Washoe County	142
Washoe County Airport Authority	549,574
White Pine County	353
Winnemucca, City of	688
Yerington, City of	4
Total	\$ 10,353,398

CIGARETTE AND OTHER TOBACCO PRODUCTS TAX REVENUE



FISCAL YEAR	TAX	OTHER TOBACCO PRODUCTS	LICENSES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 46,481,881	\$ 2,527,087	\$ 9,188	\$ 49,018,156	0.64%
1994-95	48,465,518	2,803,284	8,933	51,277,735	4.61%
1995-96	51,180,071	3,444,297	8,850	54,633,218	6.54%
1996-97	53,706,031	4,389,398	9,825	58,105,254	6.36%
1997-98	61,147,666	5,394,184	9,899	66,551,749	14.54%
1998-99	59,328,915	5,358,940	11,513	64,699,368	-2.78%



FISCAL YEAR	REVENUE STAMPS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	REVENUE STAMPS	% CHANGE FROM PRIOR YEAR
1993-94	136,779,565	0.36%	1996-97	157,917,130	5.01%
1994-95	142,603,920	4.26%	1997-98	178,767,115	13.20%
1995-96	150,376,325	5.45%	1998-99	174,196,800	-2.56%

NOTE: Revenue stamps represent number of paid stamps, issued by the Department. The tax represents stamps paid for, penalty and interest, and use tax paid by manufacturers on gift or sample cigarettes.

NOTE: Fiscal Year 1998 represents 13 months of revenue due to SB 254 (1997) and a reporting change required by GASB 22.

Cigarette and Other Tobacco Products Tax Revenue (continued)

LEGAL CITATION	Chapter 370 Nevada Revised Statutes.
RATE	Cigarettes - 17.5 mills per cigarette. Other Tobacco Products - 30 percent of manufacturers wholesale price.
CURRENT DISTRIBUTION OF REVENUE	5 mills per cigarette for distribution to eligible local governments (less administrative fee determined by legislative appropriation) through the Consolidated Tax distribution. 12.5 mills per cigarette to the State General Fund. Other Tobacco Products revenue to the State General Fund.

HISTORY

ORIGINALLY ENACTED	1947 session of State Legislature.
RATE	1947 - 1949, 2 cents; 1949 - 1961, 3 cents; 1961 - 1969, 7 cents; 1969 to June 30, 1983, 10 cents; July 1, 1983 to June 30, 1985, 15 cents per package; July 1, 1985 to June 30, 1987, 7.5 mills per cigarette; July 1, 1987 to June 30, 1989, 10 mills per cigarette; July 1, 1989, 17.5 mills per cigarette.
AMENDMENTS	1947 Wholesalers' discount 10 percent for stamping; 5 percent for administration; remainder to State General Fund. 1949 Wholesalers' discount reduced to 7 percent; revenue distribution, 87.5 percent to State General Fund: 12.5 percent to counties. 1953 Effective date of use tax on cigarettes. 1955 Wholesalers' discount for stamping reduced to 5 percent. 1960 Refunds allowed for tax paid on stale cigarettes. 1961 Wholesalers' stamping discount, 4 percent; revenue distribution, 66 percent to State General Fund; 28.5 percent to cities and counties based on population; 5.5 percent to counties based on sales. 1965 Revenue distribution changed - 30 percent to State General Fund; 64.5 percent to cities and counties based on population; 5.5 percent to counties based on county sales. 1967 Revenue distribution changed - 100 percent local. No cities - 100 percent to county. One city - based on population - county and city Two or more cities - to cities based on population.

Cigarette and Other Tobacco Products Tax Revenue (continued)

AMENDMENTS (continued)

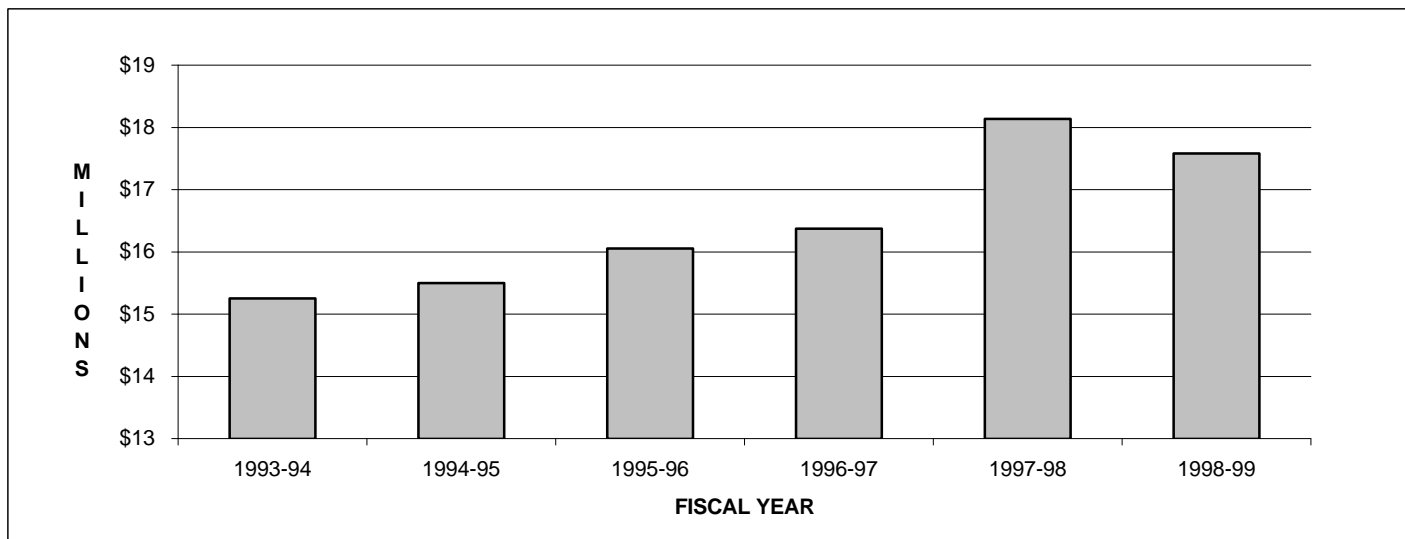
- 1969 Administrative costs reimbursed in amount determined by legislative appropriation each biennium.
- 1980 June 10, 1980 - Supreme Court decision of Washington vs. Coleville Indian Reservation determined that State cigarette tax could not be applied to on-reservation transactions. Effective July 16, 1980 cigarettes sold to and by eligible Indian smoke shops required tribal cigarette stamps or metered impressions on packages sold. In 1980 the Department of Taxation furnished 13,091,470 tribal stamps. In more recent years the Department has furnished the following number of tribal stamps:
- | | | | |
|------------|------------|------------|------------|
| FY 1993-94 | 42,310,000 | FY 1996-97 | 39,735,000 |
| FY 1994-95 | 43,125,000 | FY 1997-98 | 38,415,000 |
| FY 1995-96 | 42,660,000 | FY 1998-99 | 35,475,000 |
- 1983 The 1983 session of the State Legislature enacted an additional 5 cent per pack tax for distribution to the State General Fund. In addition, all products made from tobacco, other than cigarettes, are taxed at 30 percent of the manufacturers wholesale price for distribution to the State General Fund.
- 1985 The 1985 session of the State Legislature enacted a tax base change; to 7.5 mills per cigarette but not less than 15 cents per package.
- 1987 The 1987 session of the State Legislature enacted a tax rate change; to 10 mills per cigarette but not less than 20 cents per package.
- 1989 The 1989 session of the State Legislature enacted a tax rate change; to 17.5 mills per cigarette.
- 1991 Wholesalers' discount for stamping reduced from 4 percent to 3 percent.
- 1997 Monthly reports required from wholesale and retail dealers of other tobacco products.
- Other tobacco products displayed or exhibited at trade show exempt from excise tax.
- The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
- 1999 The 1999 Legislature enacted AB667, which is Nevada's model legislation for the Tobacco Master Settlement Agreement. Effective May 24, 1999, all manufacturers of tobacco products sold in Nevada are required to participate in the Tobacco Settlement Agreement or to place money in escrow.

Cigarette and Other Tobacco Products Tax Revenue (continued)

TRANSFER OF CIGARETTE TAX REVENUE
TO CONSOLIDATED TAX
FISCAL YEAR 1998-99

COUNTY	TAX	% OF TOTAL
Carson City	\$ 466,559	0.72%
Churchill	219,942	0.34%
Clark	11,082,682	17.13%
Douglas	367,585	0.57%
Elko	441,820	0.68%
Esmeralda	13,374	0.02%
Eureka	15,249	0.02%
Humboldt	162,062	0.25%
Lander	64,740	0.10%
Lincoln	37,975	0.06%
Lyon	282,700	0.44%
Mineral	62,752	0.10%
Nye	257,780	0.40%
Pershing	61,897	0.10%
Storey	32,661	0.05%
Washoe	2,846,579	4.40%
White Pine	98,500	0.15%
TOTAL COUNTY TRANSFER	\$ 16,514,855	25.53%
Administrative Fees	346,351	0.54%
Refunds	354,988	0.55%
State General Fund	42,124,234	65.11%
Other Tobacco Products (General Fund)	5,358,940	8.28%
TOTAL	\$ 64,699,368	100.00%

LIQUOR TAX REVENUE



FISCAL YEAR	TAX	LICENSES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 15,232,505	\$ 21,250	\$ 15,253,755	4.36%
1994-95	15,479,034	20,356	15,499,390	1.61%
1995-96	16,002,113	51,600	16,053,713	3.58%
1996-97	16,317,930	56,377	16,374,306	2.00%
1997-98	18,078,032	60,310	18,138,342	10.77%
1998-99	17,547,681	31,414	17,579,095	-3.08%

NOTE: Fiscal Year 1998 represents 13 months of revenue due to SB 254 (1997) and a reporting change required by GASB 22.

LEGAL CITATION

Chapters 369 and 597 Nevada Revised Statutes.

RATES

Over 22 percent by volume \$ 2.05 per gallon
 Over 14 percent to 22 percent by volume \$.75 per gallon
 .5 to 14 percent by volume \$.40 per gallon
 Beer \$.09 per gallon

LICENSE FEES

Importer wine, beer, and liquor \$500
 Importer beer 150
 Wholesaler wine, beer and liquor 250
 Wholesaler beer 75
 Brew Pub 75
 Brewer 75
 Winemaker 75
 Certificate of Compliance 50

CURRENT DISTRIBUTION OF REVENUE

50 cents per gallon of collections on over 22 percent alcohol allocated for distribution to eligible local governments through the Consolidated Tax distribution. The portion of tax on liquor containing over 22 percent alcohol which exceeds \$1.90 per wine gallon is transferred to the tax on liquor program account in the State General Fund. All remaining revenues to the State General Fund.

Liquor Tax Revenue (continued)

HISTORY

ORIGINALLY ENACTED

1935 as a Stamp Tax.

RATES

- 1935 Case beer, 24 bottles, 6 cents per case; 36 bottles, 9 cents per case; keg beer, 2 cents per gallon. Wines up to 14 percent, 2 1/2 cents per quart; 14 percent to 22 percent, 5 cents per quart. All alcoholic beverages over 22 percent, up to 4 ounces, 1 cent; up to 8 ounces, 2 cents; up to 16 ounces, 5 cents; up to 32 ounces, 10 cents.
- 1945 Beer, 3 cents per gallon; liquor, 8 percent to 14 percent, 15 cents per gallon; over 14 percent to 22 percent, 25 cents per gallon; over 22 percent, 60 cents per gallon.
- 1947 Beer, 3 cents per gallon; liquor, up to 14 percent, 15 cents per gallon; over 14 percent to 22 percent, 30 cents per gallon; over 22 percent, 80 cents per gallon.
- 1961 Beer, 6 cents per gallon; liquor, up to 14 percent, 30 cents per gallon; over 14 percent to 22 percent, 50 cents per gallon; over 22 percent, \$1.40 per gallon.
- 1969 Over 22 percent alcohol increased to \$1.90 per gallon.
- 1981 Over 22 percent alcohol increased to \$2.05 per gallon.
- 1983 Beer, 9 cents per gallon; liquor, up to 14 percent, 40 cents per gallon; over 14 percent to 22 percent, 75 cents per gallon; over 22 percent, \$2.05 per gallon.

DISTRIBUTION

- 1935 3 percent for administration, \$100,000 to School Fund; \$24,000 to University Contingent Fund; balance to State Emergency Employment Bond Interest and Redemption Fund.
- 1937 5 percent maximum for administration; balance as follows: 50 percent to School Fund; 15 percent to University Contingent Fund; 35 percent to State Emergency Employment Bond Interest and Redemption Fund.
- 1939 5 percent maximum for administration; balance as follows: 50 percent to School Fund; 40 percent to University Contingent Fund; 10 percent to Consolidated Bond Interest and Redemption Fund.
- 1943 5 percent maximum for administration; balance to General Fund.
- 1949 All revenue to General Fund, administration costs appropriated.
- 1969 All revenues to General Fund except 5/19 of that collected on liquor over 22 percent which is allocated accordingly:

 No cities - 100 percent to county.

 One city - based on population ratio of county and city.

 Two or more cities - to cities based on population.

Liquor Tax Revenue (continued)

DISTRIBUTION (continued)	1981	Additional 15 cent tax on over 22 percent alcohol allocated to the Account for Alcohol and Drug Abuse in the Department of Human Resources Gift Fund.
AMENDMENTS	1945	Changed from Stamp Tax to Excise Tax.
	1955	Allowed 2 percent tax discount to importer.
	1961	Allowed 3 percent tax discount to importer.
	1969	Raised rate for over 22 percent alcohol content from \$1.40 to \$1.90 and allocated 50 cents of that rate to counties and cities.
	1981	Raised rate for over 22 percent alcohol content from \$1.90 to \$2.05 allocating 50 cents of that rate to counties and cities and 15 cents to the Account for Alcohol and Drug Abuse in the Department of Human Resources Gift Fund.
	1983	Raised rates for beer to 9 cents per gallon; liquor up to 14 percent, 40 cents per gallon; over 14 percent to 22 percent, 75 cents per gallon. Over 22 percent remained at \$2.05 per gallon.
	1995	An applicant for a certificate of compliance must pay a \$50 fee. This fee is renewable on or before July 1st of each year.
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
	1999	Senate Bill 428, effective June 7, 1999 increased the amount of wine a Nevada resident may import from one gallon per month to twelve cases per year for personal or household use. Other alcoholic beverages remain at one gallon per month.

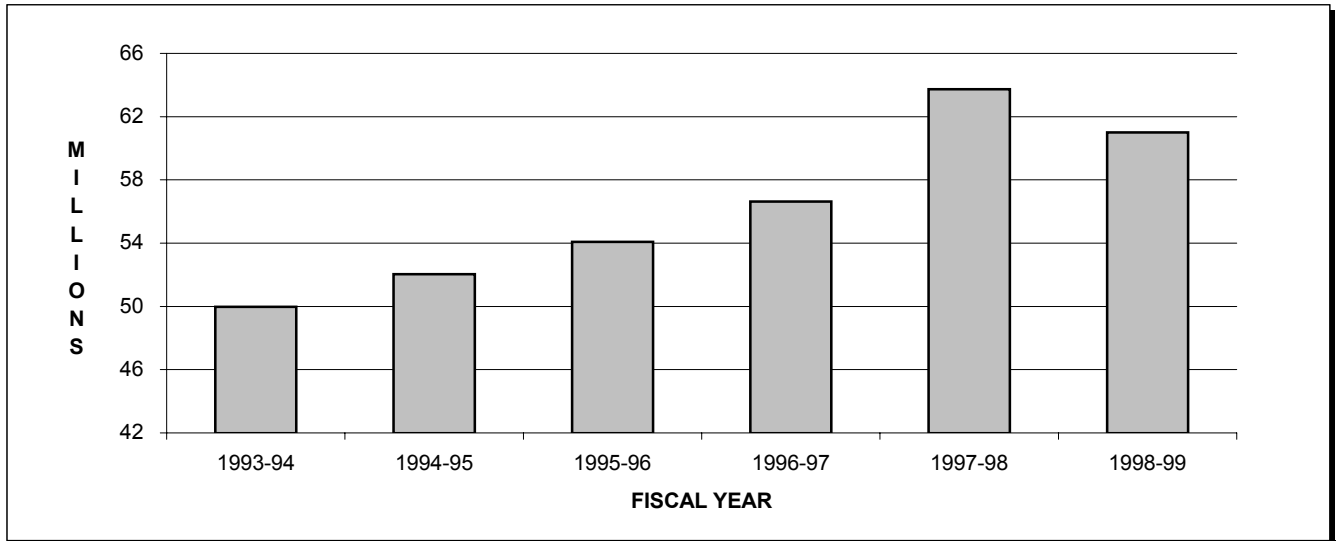
Liquor Tax Revenue (continued)

TRANSFER OF LIQUOR TAX REVENUE
TO CONSOLIDATED TAX
FISCAL YEAR 1998-99

COUNTY	TAX	% OF TOTAL
Carson City	\$ 63,218	0.36%
Churchill	29,814	0.17%
Clark	1,501,001	8.54%
Douglas	49,791	0.28%
Elko	59,862	0.34%
Esmeralda	1,814	0.01%
Eureka	2,068	0.01%
Humboldt	21,960	0.12%
Lander	8,777	0.05%
Lincoln	5,146	0.03%
Lyon	38,283	0.22%
Mineral	8,513	0.05%
Nye	34,897	0.20%
Pershing	8,375	0.05%
Storey	4,424	0.03%
Washoe	385,858	2.19%
White Pine	13,346	0.08%
TOTAL COUNTY TRANSFER	\$ 2,237,149	12.73%
Alcohol and Drug Abuse Account	671,407	3.82%
State General Fund	14,670,539	83.45%
TOTAL	\$ 17,579,095	100.00%

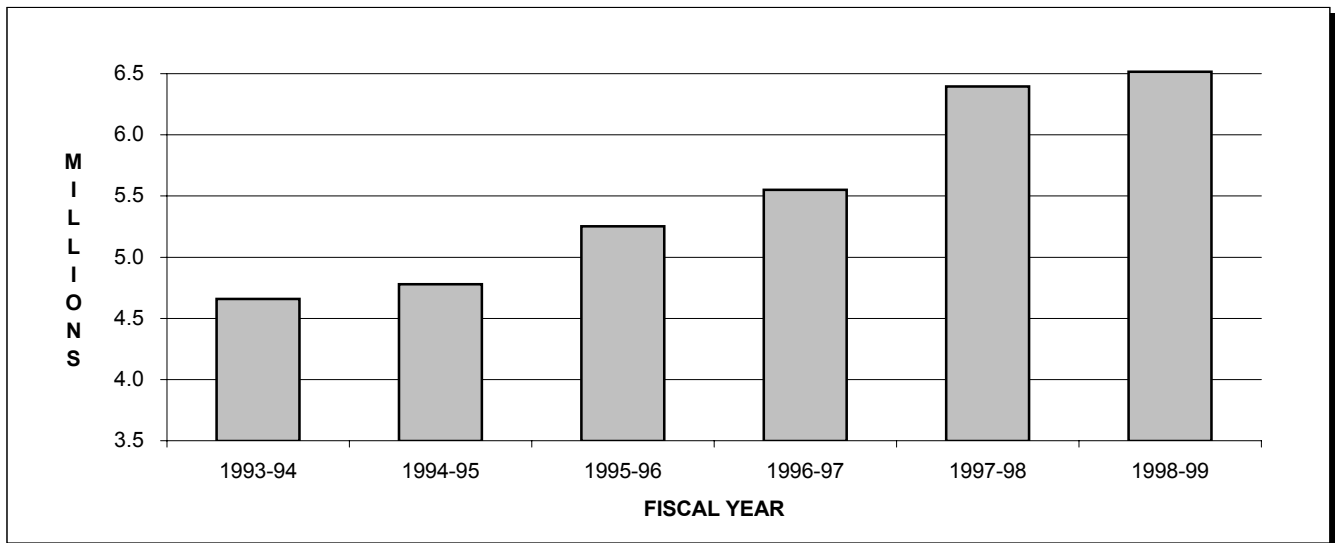
ALCOHOL BEVERAGE GROWTH

BEER - GALLONS



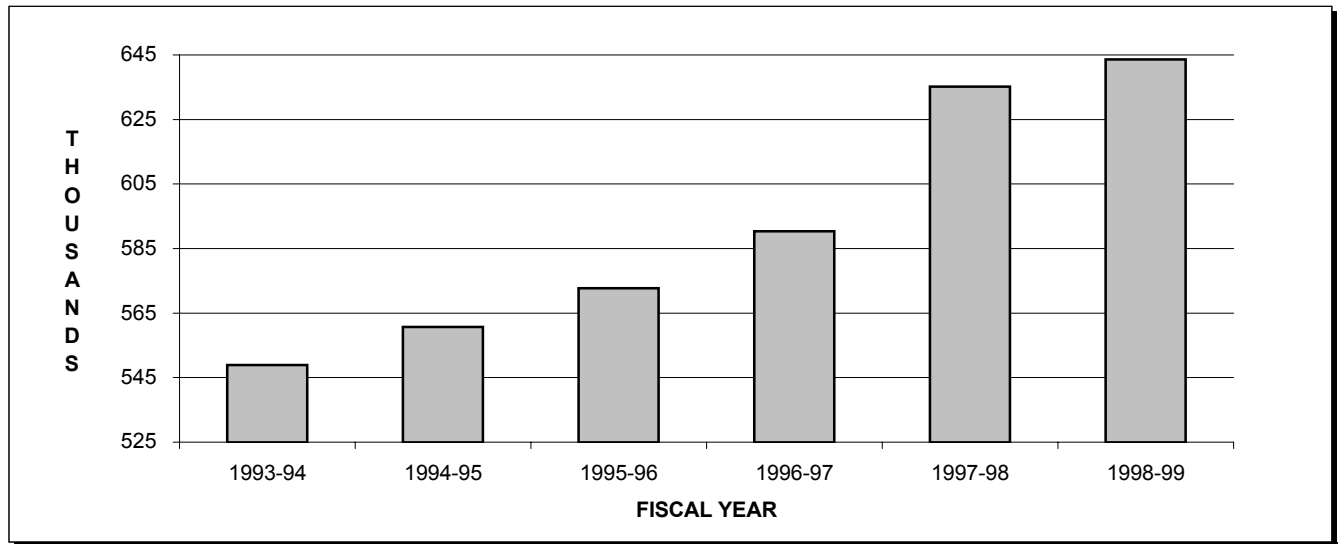
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
1993-94	49,963,223	4.21%	1996-97	56,638,406	4.72%
1994-95	52,045,858	4.17%	1997-98	63,724,735	12.51%
1995-96	54,087,269	3.92%	1998-99	60,992,338	-4.29%

ALCOHOLIC BEVERAGES .50% TO 14% BY VOLUME - GALLONS



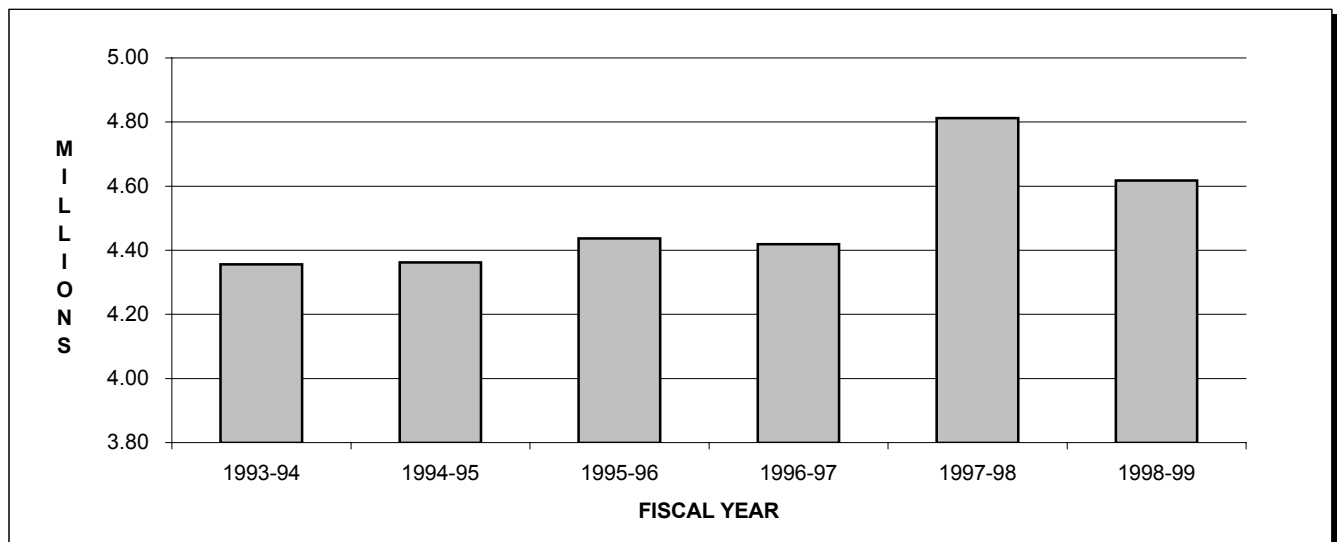
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
1993-94	4,659,422	5.40%	1996-97	5,550,172	5.65%
1994-95	4,778,285	2.55%	1997-98	6,396,482	15.25%
1995-96	5,253,117	9.94%	1998-99	6,516,378	1.87%

ALCOHOLIC BEVERAGES OVER 14% - 22% BY VOLUME - GALLONS



FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
1993-94	548,853	0.16%	1996-97	590,339	3.08%
1994-95	560,752	2.17%	1997-98	635,163	7.59%
1995-96	572,718	2.13%	1998-99	643,652	1.34%

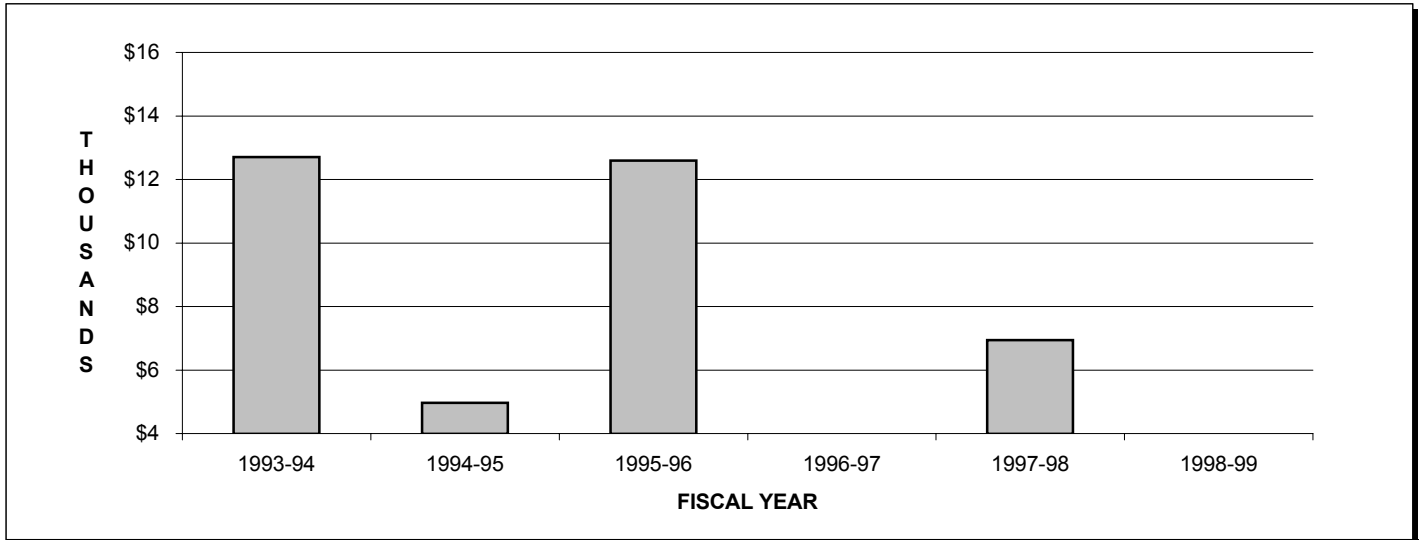
ALCOHOLIC BEVERAGES OVER 22% BY VOLUME - GALLONS



FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
1993-94	4,355,611	4.44%	1996-97	4,419,120	-0.40%
1994-95	4,362,383	0.16%	1997-98	4,812,133	8.89%
1995-96	4,436,645	1.70%	1998-99	4,617,668	-4.04%

Note: Fiscal Year 1998 represents 13 months of revenue due to SB 254 (1997) and a reporting change required by GASB 22.

SPECIAL DRUG MANUFACTURERS TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 12,709	7.92%	1996-97	\$ -	-100.00%
1994-95	4,963	-60.95%	1997-98	6,940	100.00%
1995-96	12,590	153.68%	1998-99	-	-100.00%

LEGAL CITATION

Chapter 585.497 Nevada Revised Statutes.

HISTORY

ORIGINALLY ENACTED

1979 session of State Legislature, effective January 1, 1979.

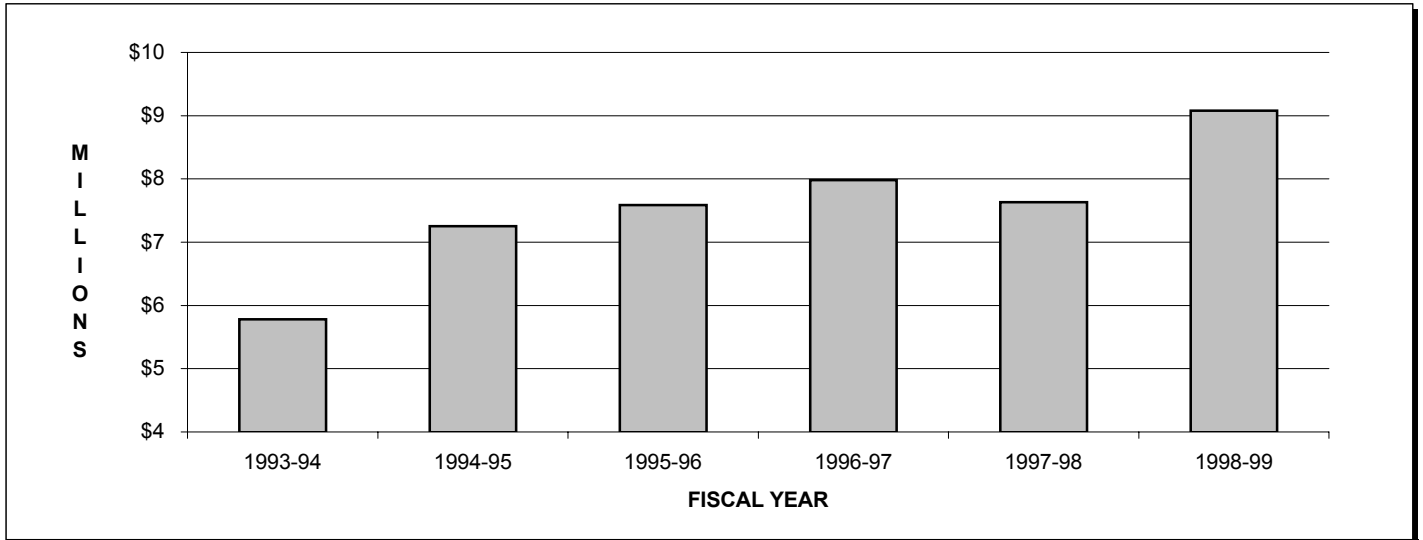
RATE

10 percent of the gross receipts of a manufacturer for the sale of each substance licensed for manufacture. The State Board of Health shall license amygdalin (Laetrile) and procaine hydrochloride with preservatives and stabilizers (Gerovital H3) for manufacture.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

LODGING TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 5,780,241	14.07%	1996-97	\$ 7,982,424	5.24%
1994-95	7,254,492	25.51%	1997-98	7,633,580	-4.37%
1995-96	7,584,960	4.56%	1998-99	9,077,475	18.92%

LEGAL CITATION

Chapter 244.3354 Nevada Revised Statutes.

HISTORY

ORIGINALLY ENACTED

1983 session of State Legislature, effective May 9, 1983.

RATE

Three-eighths of the first 1 percent of the gross receipts from the rental of transient lodging is paid to the Department of Taxation by the county fair and recreation boards or by the board of county commissioners in each county imposing a room tax.

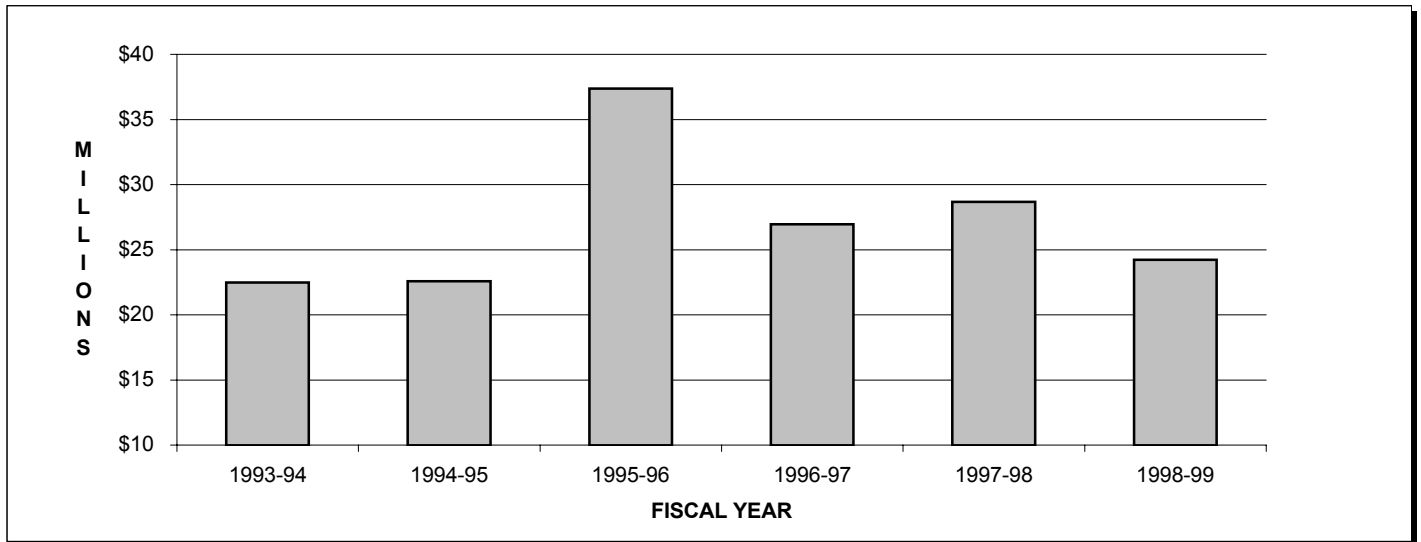
CURRENT DISTRIBUTION OF REVENUE

Proceeds of the tax are deposited by the Department with the State Treasurer for credit to the fund for the promotion of tourism.

NOTE:

Tax on revenues from rental of transient lodging is imposed at the rate of at least 1 percent of the gross receipts. The State receives 3/8 of the first 1 percent for the promotion of tourism and the county retains 5/8 of the first 1 percent for local promotion of tourism.

ESTATE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 22,479,208	23.65%	1996-97	\$ 26,942,144	-27.89%
1994-95	22,583,005	0.46%	1997-98	28,680,087	6.45%
1995-96	37,364,066	65.45%	1998-99	24,220,679	-15.55%

LEGAL CITATION

Chapter 375A Nevada Revised Statutes.

HISTORY

ORIGINALLY ENACTED

1987 session of State Legislature, effective March 13, 1987.

IMPOSITION

A tax imposed on the transfer of the taxable estate of a decedent who is a resident of Nevada in the amount of the maximum credit allowable against the federal estate tax for the payment of State death taxes.

CURRENT DISTRIBUTION OF REVENUE

The money in the estate tax account may only be disbursed as authorized by the Legislature. The legislatively approved distribution of estate tax receipts is as follows:

1. Transfer of an amount to the Department to reimburse the cost to administer the tax.
2. Five percent of the tax receipts held for reserve, to refund any overpayments of the tax.
3. Fifty percent of the remaining proceeds of the tax to the University and Community College System Endowment Fund.
4. Fifty percent of the remaining proceeds of the tax to the Department of Education to the fund for class-size reduction.

Estate Tax (continued)

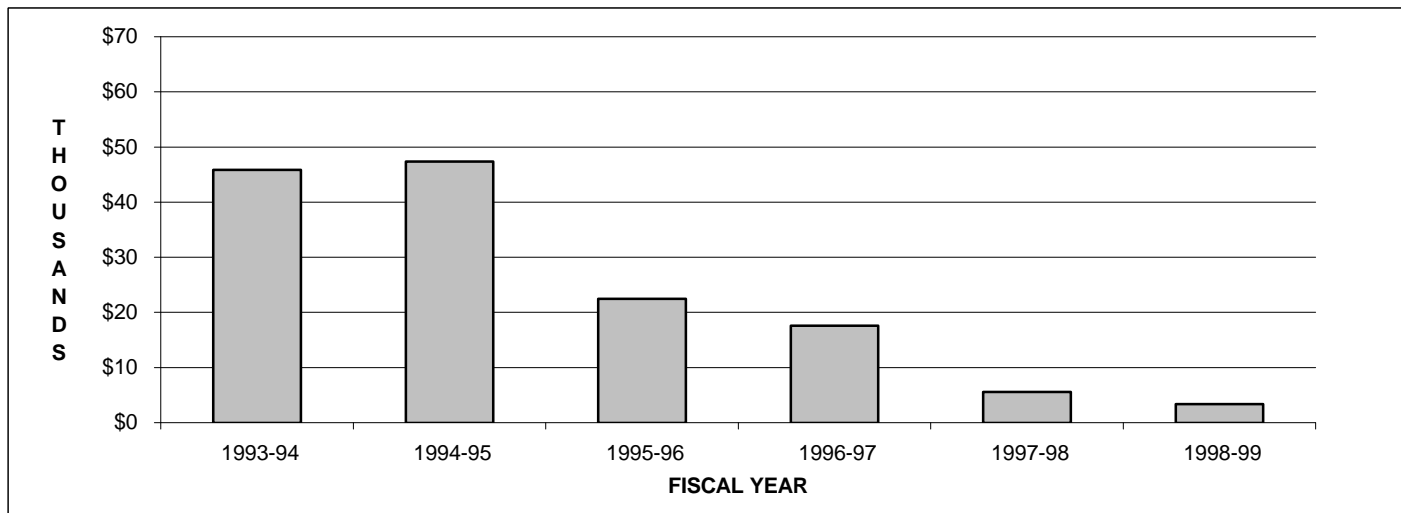
DISTRIBUTION OF ESTATE TAX REVENUE
FISCAL YEAR 1998-99

Department of Taxation administrative costs	\$	113,865
Reserve for refunds		1,197,968
Department of Education: Trust Fund for the Education of Pupils		11,454,423
University of Nevada System Endowment Fund		11,454,423
TOTAL		<u><u>\$ 24,220,679</u></u>

ESTATE TAX RESERVE FOR REFUNDS

Beginning balance brought forward July 1, 1998	\$	3,802,188
Estate tax receipts - Reserve for refunds Fiscal Year 1999		1,197,968
Balance available		<u>\$ 5,000,156</u>
Less: Refunds issued Fiscal Year 1999		(2,142,921)
Ending Balance at June 30, 1999		<u><u>\$ 2,857,235</u></u>

TAX ON CONTROLLED SUBSTANCES



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 45,836	-27.18%	1996-97	\$ 17,601	-21.58%
1994-95	47,337	3.27%	1997-98	5,550	-68.47%
1995-96	22,445	-52.58%	1998-99	3,349	-39.66%

LEGAL CITATION

Chapter 372A Nevada Revised Statutes.

RATE

Dealer of illegal controlled substances registering with the Department is subject to an annual fee of \$250. Tax on each gram of marijuana or portion thereof, \$100; each gram of any other controlled substance, \$1,000; each 50 dosage units of controlled substance not sold by weight, \$2,000. Civil penalty imposed at 100 percent of the tax in addition to the tax if in violation of NRS 372A.070, subsection 1.

CURRENT DISTRIBUTION OF REVENUE

Transfer of an amount to the Department to reimburse the cost to administer the tax. All remaining taxes are transferred to the Governor's Grant Program for grants to county and city law enforcement agencies for the enforcement of NRS 453. Any civil penalty collected by a district attorney is returned to the county for purposes of law enforcement and conducting criminal prosecutions.

Tax on Controlled Substances (continued)

HISTORY

ORIGINALLY ENACTED

1987 session of State Legislature, effective June 22, 1987.

DISTRIBUTION

From June 1987 through September 1989 the tax distribution was as follows: Transfer of an amount to the Department to reimburse the cost to administer the tax. Fifty percent of the remaining proceeds of the tax for the enforcement of NRS 453. Fifty percent as follows: One half of civil penalties collected by a district attorney is returned to the county for purposes of law enforcement and conducting criminal prosecutions; and one half transferred to the State general fund for the enforcement of NRS 453.

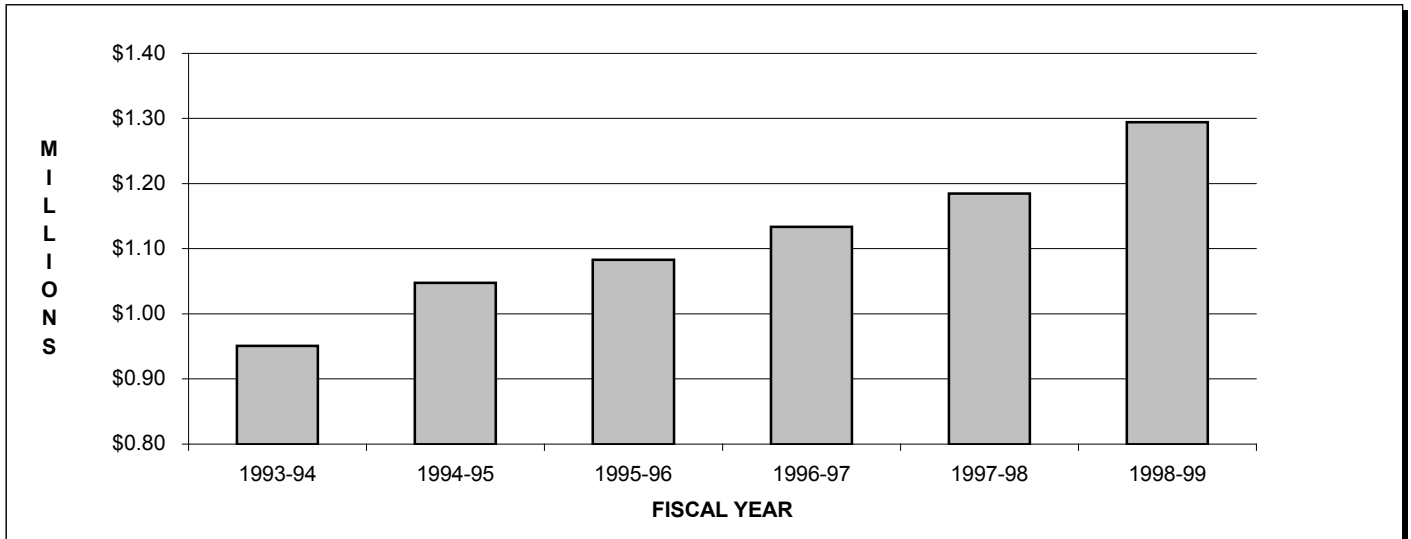
1989

Effective October 1, 1989, the Legislature changed the distribution of the tax allowing local governments to retain all civil penalties imposed and modified the use and accountability of remaining proceeds.

DISTRIBUTION OF TAX ON CONTROLLED SUBSTANCES
FISCAL YEAR 1998-99

Enforcement of NRS 453 - Governor's Grant Program	\$	1,674.50
Washoe County District Attorney		1,674.50
TOTAL	\$	<u>3,349.00</u>

TIRE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
1993-94	\$ 951,008	N/A
1994-95	1,047,540	10.15%
1995-96	1,083,167	3.40%
1996-97	1,133,546	4.65%
1997-98	1,184,797	4.52%
1998-99	1,294,567	9.26%

LEGAL CITATION

Chapter 444A Nevada Revised Statutes.

IMPOSITION AND RATE

A tax imposed on the retail sale of a new tire at the rate of \$1.00 per tire. The tax is collected from the purchaser by the seller at the time of sale in addition to applicable sales taxes; 95 percent of the tax is remitted to the Department; 5 percent retained by the seller to cover his related administrative costs.

CURRENT DISTRIBUTION OF REVENUE

The revenue collected by the Department is deposited for credit to the solid waste management account in the State General Fund. The State Controller distributes quarterly as follows: .5 percent, Department of Taxation; 44.5 percent State Department of Conservation and Natural Resources; 30 percent Clark County District Board of Health; and 25 percent Washoe County District Board of Health.

HISTORY

ORIGINALLY ENACTED

1991 session of the State Legislature.

AMENDMENT

1993 session of the State Legislature, per SB 97 and AB 386; transferred the function of tax collection to the Department of Taxation from the Department of Conservation and Natural Resources and provided for the change to the current distribution.

SHORT TERM LEASE FEE

FISCAL YEAR	TOTAL COLLECTIONS	%CHANGE FROM PRIOR YEAR
1997-98	\$ 7,771,870	N/A
1998-99	7,998,221	2.91%

LEGAL CITATION

Chapter 482 Nevada Revised Statutes.
Chapter 360 Nevada Revised Statutes.

IMPOSITION AND RATE

A fee imposed on the short-term lease of passenger vehicles. The fee is 6% of lease charges. Fees are due on an annual basis.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

1993 session of the State Legislature, effective July 9, 1993.

1997 session of the State Legislature passed Assembly Bill 388, effective July 1, 1997. AB 388 effectively transferred the responsibility for the collection of the short-term lease fees from the Department of Motor Vehicles and Public Safety to the Department of Taxation.

DIVISION OF ASSESSMENT STANDARDS

The Division of Assessment Standards (DOAS) is responsible for administering various property tax programs and providing oversight to the financial administration of local governments. DOAS is located in Carson City and consists of three (3) sections as follows:

Centrally Assessed Properties

Under the authority of NRS 361.320, the Centrally Assessed Properties Section is responsible for the valuation, assessment, collection and distribution of ad valorem ("according to value") taxes related to property of an interstate or intercounty nature. Approximately 287 interstate or intercounty properties owned by airlines, railroads, telecommunications, electric power, gas pipeline, private carlines and water companies are valued and assessed by the Centrally Assessed Properties Section.

In addition, the real and personal property associated with mines is valued by the Centrally Assessed Properties Section pursuant to NRS 362.100(1)(b). Approximately 98 secured mining property valuations and 200 unsecured mining property valuations are then transmitted to county assessors for property tax assessment and collection.

Centrally Assessed Properties is also responsible for the administration of the Net Proceeds of Minerals Tax under the authority granted in NRS 362.100. Every person extracting any mineral or receiving a royalty is required to file a statement showing the gross yield and claimed net proceeds from each geographically separate operation where a mineral is extracted. The Centrally Assessed Properties Section audits the reported information and computes taxes due. There are approximately 109 net proceeds operators and 360 royalty recipients currently reporting to Taxation. The Centrally Assessed properties Section also collects and distributes the Net Proceeds of Mines Tax to the counties.

Local Government Finance

The Local Government Finance Section provides oversight of the financial administration of approximately 259 Nevada local governments. Statutory authority for this function is found in NRS 354 - Local Financial Administration. The local government finance staff reviews and approves the budgets of all local governments within the state and monitors budgetary and financial information throughout the fiscal year. In addition to these duties, the section provides ad valorem (property) tax revenue rate regulation, provides oversight of local government debt management and evaluates financing proposals submitted by local governments.

When the Nevada Tax Commission (NTC) declares a local entity in severe financial difficulty, the Local Government Finance Section also provides management oversight and in extreme cases provides financial administration.

Locally Assessed Properties

The Locally Assessed Properties Section oversees and monitors the quality of assessments performed by county assessors. Staff appraisers conduct appraisal ratio studies to determine the ratio of the assessed value of property to the taxable value of the property in each county of the State every third year (NRS 361.333). In addition to reporting on the assessment level and uniformity within each county, the Locally Assessed Properties Section reviews assessment policies, procedures and methods used within each county to ensure proper methods and procedures are developed and maintained. The staff also verifies the land factors prepared and submitted by each of the county assessors to assure compliance with NRS 361.260 (5).

This section establishes, for assessment purposes, the valuation of: (a) agricultural land (NRS 361a.140); (b) mobile homes (NRS 361.325); and (c) personal property (NRS 361.227).

In addition, this section assists county assessors in valuing property upon request or upon the direction of the NTC (NRS 360.215 (8)). Additionally, if the NTC finds property in a county to be assessed outside the guidelines of the ratio studies, it may call upon the section to implement a reappraisal program (NRS 361.333 (5c)).

The Division of Assessment Standards also provides staffing for the following statutory boards:

The Board of Equalization (SBE) hears and determines all appeals from action of county boards of equalization. The SBE also hears and determines direct appeals from valuations of NTC.

The Appraiser Certification Board is an appointed board established to advise Taxation on matters pertaining to certification and continuing education of all appraisers certified for tax purposes.

The Committee on Local Government Finance is an eleven member appointed board set by NRS 266.0165 to advise the Department of Taxation on matters affecting local governments and their finances.

CERTIFICATION OF APPRAISERS

The Appraiser Certification Board is an appointed board established to advise the Department on matters pertaining to certification and continuing education of all appraisers certified to appraise for tax purposes.

All persons who are employees of or independent contractors for the State or any of its political subdivisions and who perform the duties of an appraiser for tax purposes must hold a valid appraiser's certificate issued by the Department of Taxation.

The Department issues an appraiser certificate to any person who either has successfully passed the appropriate certification exam or who holds a professional designation approved by the Board.

Each person who holds an appraiser certificate must complete 36 contact hours of appropriate training in each succeeding fiscal year following certification. The 36 hour training requirement is waived for persons who either have accumulated 180 contact hours or hold a professional designation. These persons must complete 36 contact hours during every five year period thereafter.

Newly employed appraisers are issued a temporary certificate which expires two years following the employee's date of hire or upon successful completion of the appraiser certification exam whichever occurs first. The temporary certificate is not renewable.

NUMBER OF CERTIFIED APPRAISERS - OCTOBER 1999				
JURISDICTIONS	REAL PROPERTY	PERSONAL PROPERTY	REAL AND PERSONAL PROPERTY	TEMPORARY CERTIFICATIONS
Department of Taxation	6	-	9	-
Carson City	3	1	-	1
Churchill	3	1	-	1
Clark	1	6	52	-
Douglas	1	1	4	-
Elko	5	-	3	-
Esmeralda	1	-	-	1
Eureka	3	1	-	-
Humboldt	2	-	-	1
Lander	2	1	-	-
Lincoln	1	-	-	-
Lyon	7	-	2	-
Mineral	1	-	-	-
Nye	7	-	-	1
Pershing	3	-	-	-
Storey	1	-	-	-
Washoe	25	4	2	-
White Pine	6	-	-	-
Independent Contractors	5	-	1	-
TOTAL	83	15	73	5

STATE BOARD OF EQUALIZATION

The State Board of Equalization hears and determines all appeals from action of county boards of equalization. The State Board also hears and determines direct appeals from valuations of the Nevada Tax Commission. The Division of Assessment Standards is responsible for coordinating meetings of the State Board of Equalization.

Other responsibilities of the State Board of Equalization include the equalizing of property valuations in the State. Additionally, they review the tax rolls of the various counties as equalized by the county boards of equalization and, if necessary, adjust the valuations thereon in order to equalize values with respect to taxable value.

STATE BOARD OF EQUALIZATION 1998-99 SUMMARY OF TRANSACTIONS

COUNTY	APPEALS *			ASSESSED VALUATION ADJUSTMENTS TO TAX ROLL *	
	TOTAL	SUSTAINED	DENIED	INCREASES	DECREASES
Carson City	1	1	-	\$ 48,195	\$ -
Churchill	-	-	-	-	-
Clark	21	2	19	2,047,775	(3,434,221)
Douglas	1	-	1	-	-
Elko	1	-	1	-	-
Esmeralda	-	-	-	-	-
Eureka	-	-	-	-	-
Humboldt	-	-	-	-	-
Lander	2	-	2	-	-
Lincoln	-	-	-	-	-
Lyon	-	-	-	-	-
Mineral	1	1	-	5,049,016	(444,652)
Nye	2	1	1	-	(2,150,077)
Pershing	-	-	-	-	-
Storey	-	-	-	-	-
Washoe	44	21	23	1,000,002	(2,074,405)
White Pine	1	-	1	-	-
COUNTY TOTAL	74	26	48	\$ 8,144,988	\$ (8,103,355)
CENTRALLY ASSESSED					
CENTRALLY ASSESSED TOTAL	22	18	4	13,052,022	(86,671,277)
STATEWIDE TOTAL	96	44	52	\$ 21,197,010	\$ (94,774,632)

* Includes roll changes and exemptions. Appeals which were partially sustained and partially denied appear in the totals as sustained.

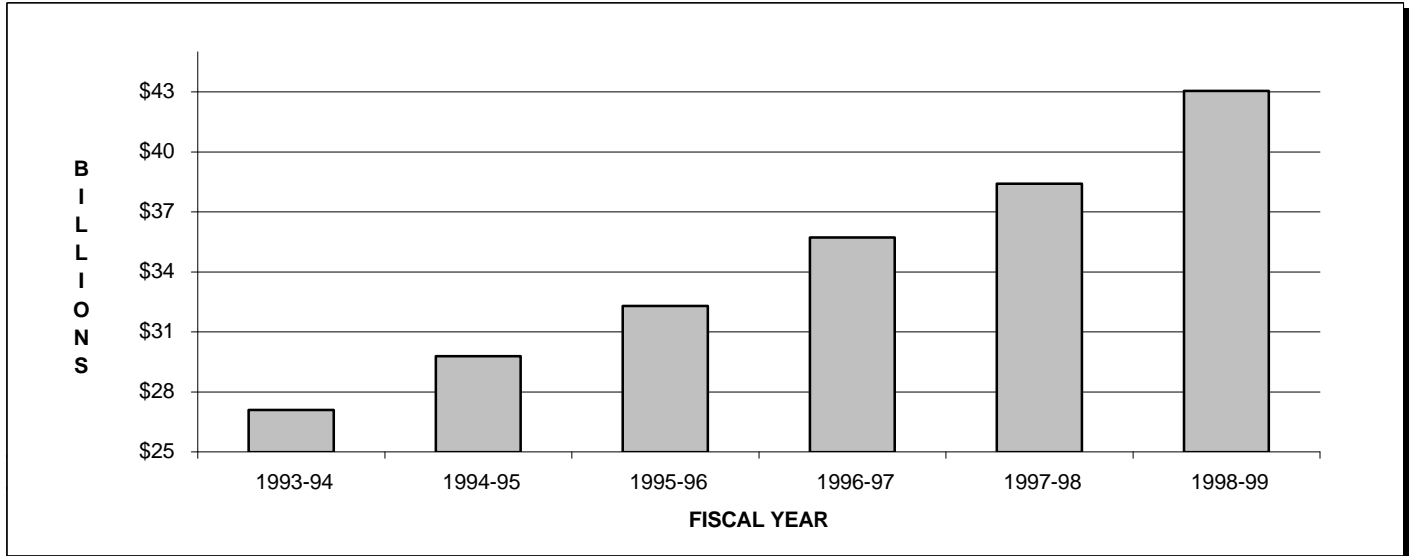
Details of all transactions are available at the Department of Taxation, Executive Office, Carson City, Nevada. Appeals represent the number of protests presented to the Board. An appeal often includes more than one parcel of property.

TOTAL APPEALS STATEWIDE

FISCAL YEAR	APPEALS	FISCAL YEAR	APPEALS
1993-94	110	1996-97	229
1994-95	92	1997-98	89
1995-96	72	1998-99	113

ASSESSED VALUATIONS

TOTAL NET ASSESSED VALUATION STATEWIDE



FISCAL YEAR	VALUATION	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	VALUATION	% CHANGE FROM PRIOR YEAR
1993-94	\$ 27,091,355,502	8.27%	1996-97	\$ 35,723,710,786	10.61%
1994-95	29,791,390,795	9.97%	1997-98	38,413,102,037	7.53%
1995-96	32,296,161,968	8.41%	1998-99	43,045,689,217	12.06%

Note: Fiscal Year 1997-98 revised 10-20-99

RATIO STUDY

NRS 361.333, Paragraph 2, states:

The Nevada Tax Commission shall allocate into three groups such that the work of conducting the study is approximately the same for each group. The Department shall conduct the study in one group each year. The commission may from time to time reallocate counties among the groups, but each county must be studied at least once in every three years.

Ratio studies are conducted in accordance with NRS 361.333 to determine the average ratio of assessed valuation to the taxable value of property in each county.

ASSESSED VALUATION BY CLASSES BEFORE EXEMPTIONS

	1997-98 VALUATION	PERCENT OF TOTAL VALUATION	1998-99 VALUATION	PERCENT OF TOTAL VALUATION
* RURAL LANDS	\$ 95,558,548	0.21%	\$ 99,606,484	0.20%
RURAL LANDS - IMPROVEMENTS	85,632,571	0.19%	87,243,575	0.17%
FARM EQUIPMENT & MACHINERY	17,639,453	0.04%	22,860,385	0.05%
URBAN PROPERTY - LAND	14,973,878,666 (6)	33.02%	16,862,778,848	33.54%
URBAN PROPERTY - IMPROVEMENTS	22,546,016,268	49.71%	25,088,130,877	49.90%
OTHER PERSONAL PROPERTY	2,607,650,447	5.75%	2,863,900,208	5.70%
PUBLIC UTILITIES	2,485,490,525	5.48%	2,544,321,733	5.06%
AIRPLANES	66,988,759	0.15%	115,258,424	0.23%
BILLBOARDS	13,317,424	0.03%	12,813,015	0.03%
OPEN SPACE	234,263	0.00%	214,920	0.00%
MILL & MINE IMPROVEMENTS	643,222,420	1.42%	701,649,010	1.40%
MINING EQUIPMENT & MACHINERY	840,046,550	1.85%	844,366,540	1.68%
MOBILE HOMES	318,791,011	0.70%	335,037,754	0.67%
NET PROCEEDS OF MINES	635,532,749	1.40%	687,985,198	1.37%
PATENTED MINE CLAIMS	20,174,278	0.04%	11,115,641	0.02%
OIL & GAS LEASES	2,444,499	0.01%	2,295,033	0.00%
TOTAL	\$ 45,352,618,431	100.00%	\$ 50,279,577,645	100.00%

*Based upon agricultural use assessment according to NRS 361A.

ASSESSED VALUATION BY COUNTIES AFTER EXEMPTIONS

COUNTY	FISCAL YEAR 1997-98	FISCAL YEAR 1998-99	CHANGE	PERCENT CHANGE
CARSON CITY	\$ 850,119,171	\$ 893,246,351	\$ 43,127,180	10.33%
CHURCHILL	417,312,870	398,191,278	(19,121,592)	-4.58% (1)
CLARK	24,447,524,817	27,623,812,252	3,176,287,435	12.99%
DOUGLAS	1,320,217,936	1,369,148,925	48,930,989	3.71%
ELKO	908,673,803	952,822,299	44,148,496	4.86%
ESMERALDA	50,801,620	46,333,229	(4,468,391)	-8.80% (2)
EUREKA	807,260,993	622,549,357	(184,711,636)	-22.88% (3)
HUMBOLDT	585,321,935	677,480,155	92,158,220	15.74%
LANDER	251,563,078	434,681,461	183,118,383	72.79%
LINCOLN	85,342,751	87,969,209	2,626,458	3.08%
LYON	515,566,009	576,369,717	60,803,708	11.79%
MINERAL	123,244,579	105,667,026	(17,577,553)	-14.26% (4)
NYE	613,933,695	644,100,970	30,167,275	4.91%
PERSHING	186,062,206	204,704,625	18,642,419	10.02%
STOREY	197,289,389	171,172,934	(26,116,455)	-13.24% (5)
WASHOE	6,860,166,800	8,035,534,637	1,175,367,837	17.13%
WHITE PINE	192,700,385 (6)	201,904,792	9,204,407	4.78%
TOTAL	\$ 38,413,102,037	\$ 43,045,689,217	\$ 4,632,587,180	12.06%

The above totals do not reflect State Board of Equalization changes for either fiscal year.

- (1) Decrease due to lower assessed value in net proceeds of mines.
- (2) Decrease due to lower assessed values in both centrally assessed utility and mining personal property.
- (3) Decrease due to lower assessed values in both mining personal property and net proceeds of mines.
- (4) Decrease due to lower assessed values in mining personal property, net proceeds of mines and centrally assessed utilities.
- (5) Decrease due to lower assessed value in centrally assessed utility property.
- (6) Revised 10/20/99

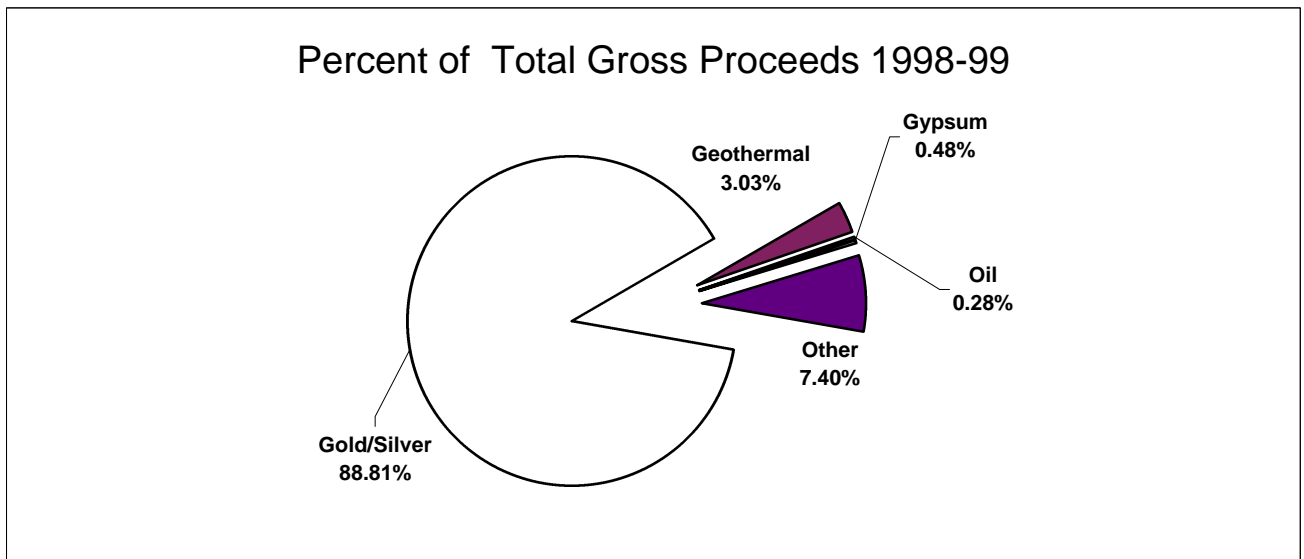
NET PROCEEDS OF MINERALS

The Nevada Department of Taxation determines the tax on the net proceeds of minerals pursuant to NRS Chapter 362. Producers annually report the gross yield of each separate extractive operation as well as expenses related to the extraction, processing, transportation, and marketing of the mineral. Royalty recipients report only the amount of royalties received. The Department calculates the net proceeds by deducting allowable expenses from the gross yield.

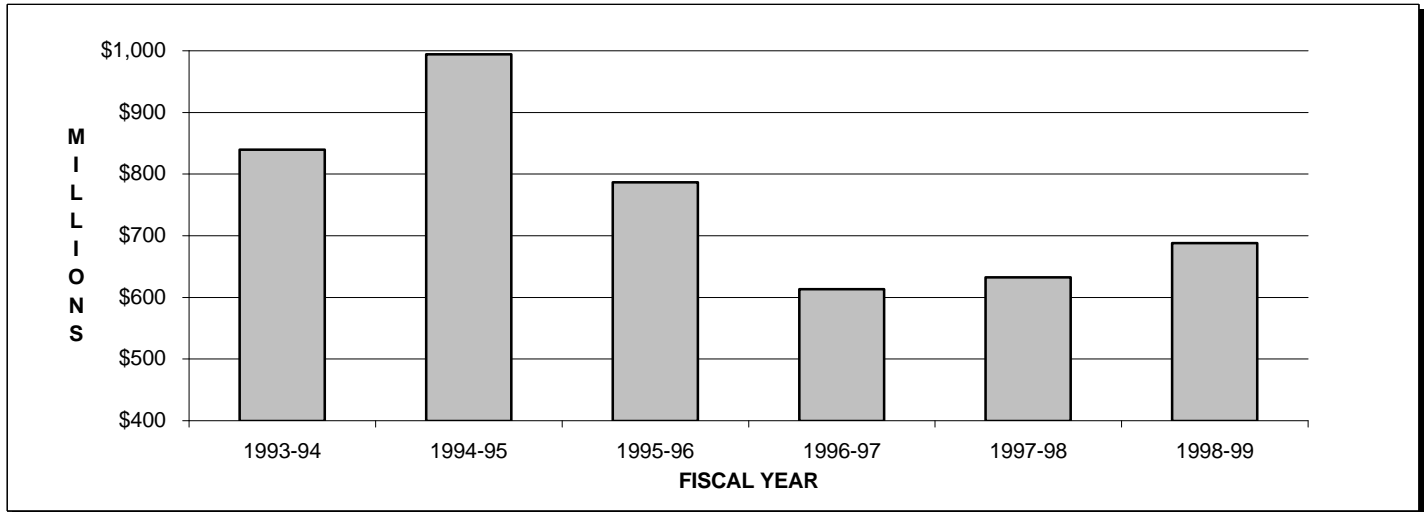
The tax rate on the net proceeds of each operation depends on the ratio of the net proceeds to the gross proceeds as provided in NRS 362.140. The maximum tax rate is five percent, applied to net proceeds in excess of \$4,000,000 annually and to all royalties. The Department certifies and bills the net proceeds tax due each year on April 20th, with payment due by May 10th.

Percent of Total Gross Proceeds by Mineral Type

Mineral Type	Percent of Total Gross Proceeds 1995-96	Percent of Total Gross Proceeds 1996-97	Percent of Total Gross Proceeds 1997-98	Percent of Total Gross Proceeds 1998-99
Gold/Silver	91.62%	88.48%	85.67%	88.81%
Geothermal	0.60%	3.58%	3.50%	3.03%
Oil	3.76%	0.57%	0.47%	0.28%
Gypsum	0.42%	0.47%	0.50%	0.48%
Other	3.60%	6.90%	9.86%	7.40%
Other includes: Building Stone, Clay, Dolomite, Folrspar, Gemstones, Salt, and other miscellaneous minerals				
	100.00%	100.00%	100.00%	100.00%



ACTUAL NET PROCEEDS OF MINERALS ASSESSED VALUATIONS



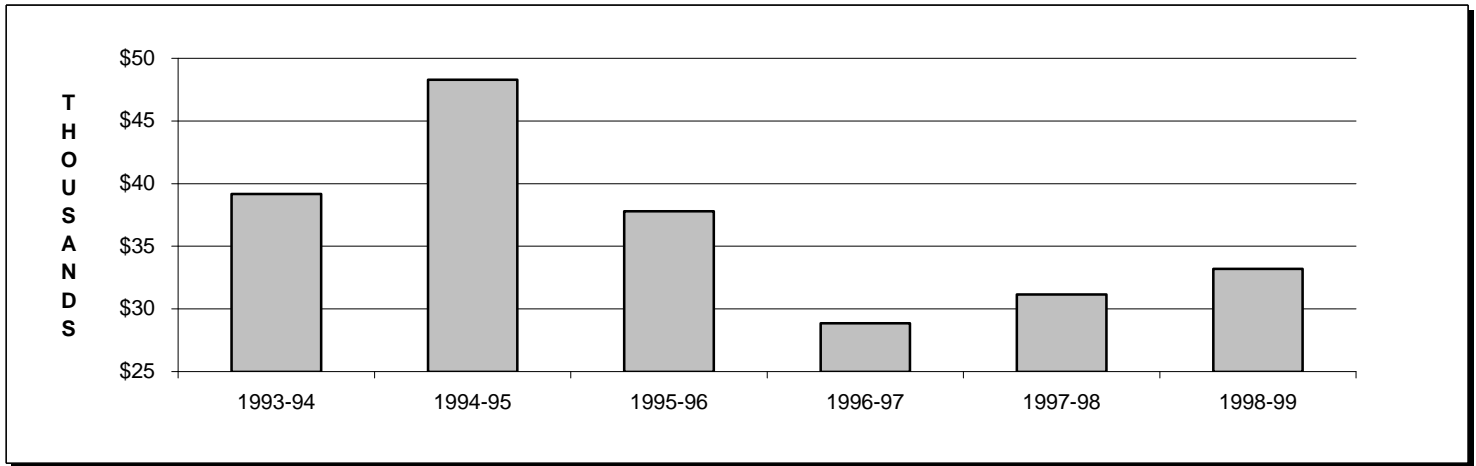
FISCAL YEAR	ACTUAL ASSESSED VALUATION*	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	ACTUAL ASSESSED VALUATION*	% CHANGE FROM PRIOR YEAR
1993-94	\$ 839,578,107	15.42%	1996-97	\$ 613,166,679	-22.07%
1994-95	994,416,022	18.44%	1997-98	632,502,706	3.15%
1995-96	786,843,446	-20.87%	1998-99	687,985,198	8.77%

* Based on actual calendar year reports to the Department.

ACTUAL NET PROCEEDS OF MINERALS ASSESSED VALUATIONS BY COUNTY

COUNTY	1996-97	1997-98	1998-99
Carson City	\$ -	\$ -	\$ -
Churchill	43,400,645	46,511,564	27,946,220
Clark	7,913,255	8,115,530	6,238,497
Douglas	50,337	38,857	48,794
Elko	21,501,161	144,562,766	139,600,605
Esmeralda	9,236,968	926,241	1,041,752
Eureka	357,833,953	263,248,542	185,631,362
Humboldt	14,171,786	23,396,041	5,543,522
Lander	37,698,138	19,613,701	223,122,561
Lincoln	71,553	112,469	108,936
Lyon	3,283,792	1,939,058	1,906,724
Mineral	20,466,698	17,360,325	7,095,185
Nye	67,706,345	61,004,913	33,912,982
Pershing	25,025,267	36,293,866	41,039,852
Storey	590,241	770,140	625,345
Washoe	1,386,921	870,920	1,695,810
White Pine	2,829,619	7,737,773	12,427,051
TOTAL	\$ 613,166,679	\$ 632,502,706	\$ 687,985,198

TAX REVENUE ON NET PROCEEDS OF MINERALS



FISCAL YEAR	TAX REVENUE*	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TAX REVENUE*	% CHANGE FROM PRIOR YEAR
1993-94	\$ 39,173,421	5.74%	1996-97	\$ 28,858,701	-23.62%
1994-95	48,289,216	23.27%	1997-98	31,164,103	7.99%
1995-96	37,781,028	-21.76%	1998-99	33,194,589	6.52%

* Based on actual calendar year reports to the Department; the total is slightly higher than actual distribution amounts below because of credit accounts from prior years.

NET PROCEEDS OF MINERALS TAX DISTRIBUTION FISCAL YEAR 1998-99

COUNTY	TOTAL DISTRIBUTION
CARSON CITY	\$ -
CHURCHILL	761,069
CLARK	141,410
DOUGLAS	1,788
ELKO	3,102,658
ESMERALDA	27,781
EUREKA	2,836,429
HUMBOLDT	102,550
LANDER	7,123,180
LINCOLN	2,124
LYON	16,278
MINERAL	292,853
NYE	1,392,395
PERSHING	1,174,450
STOREY	15,825
WASHOE	20,438
WHITE PINE	293,475
TOTAL COUNTY DISTRIBUTION	\$ 17,304,704
STATE DEBT SERVICE FUND	1,024,943
STATE GENERAL FUND	14,815,724
PENALTIES AND INTEREST	\$ 49,218
TOTAL	\$ 33,194,589

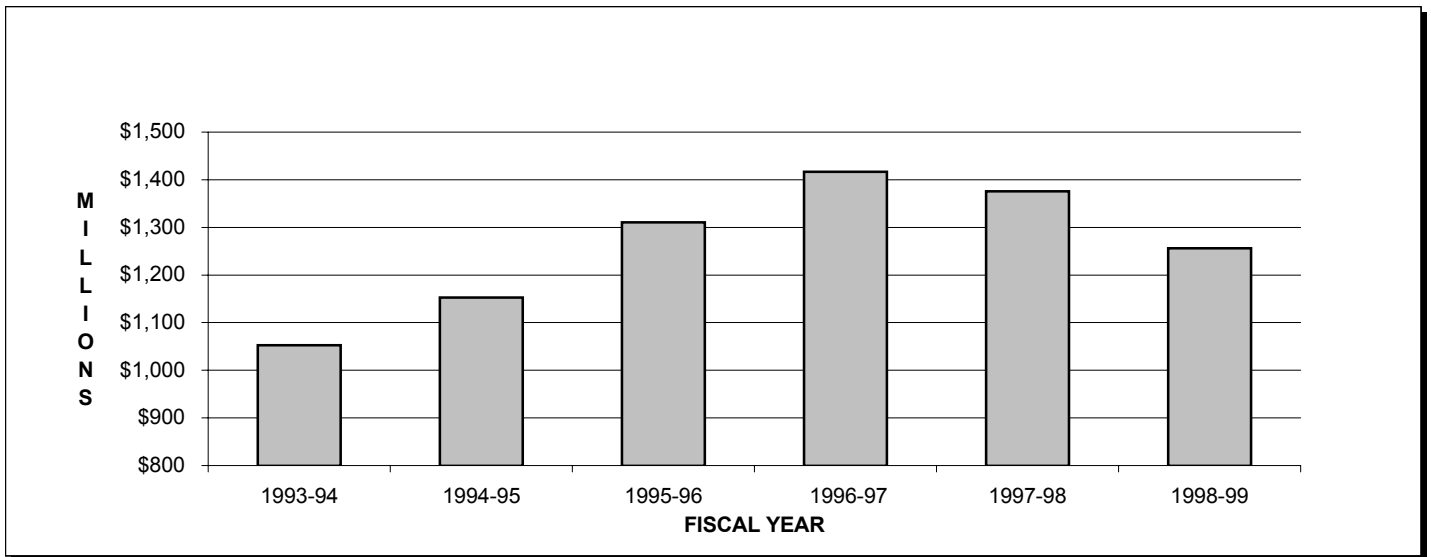
MINING PROPERTIES

In accordance with NRS 362.100(1b), the Department of Taxation is required to, "Appraise and assess all reduction, smelting and milling works, plants and facilities, whether or not associated with a mine, and all supplies, machinery, equipment, apparatus, facilities, buildings, structures and other improvements used in connection with any mining, reduction, smelting or milling operation . . ."

The following is a listing by county of the total assessed valuation of mining property assessed by the Department, including two changes made by the State Board of Equalization in 1998-99.

<u>COUNTY</u>	<u>FISCAL YEAR 1997-98</u>		<u>FISCAL YEAR 1998-99</u>	
	<u>NUMBER OF APPRAISALS</u>	<u>ASSESSED VALUATION</u>	<u>NUMBER OF APPRAISALS</u>	<u>ASSESSED VALUATION</u>
Carson City	1	\$ 9,480	1	\$ 9,340
Churchill	14	45,021,250	15	44,655,730
Clark	28	29,726,680	28	32,034,660
Douglas	1	706,290	1	709,650
Elko	19	89,074,520	19	71,911,050
Esmeralda	27	15,147,120	26	13,129,040
Eureka	30	534,616,590	30	385,001,200
Humboldt	23	259,504,310	26	337,769,250
Lander	31	130,869,470	33	111,788,520
Lincoln	23	750,130	23	701,370
Lyon	11	12,807,290	11	11,285,570
Mineral	21	22,624,650	20	18,729,500
Nye	41	86,895,360	41	96,715,070
Pershing	25	32,115,320	25	33,092,600
Storey	8	1,344,690	9	1,323,930
Washoe	9	13,267,140	10	15,904,530
White Pine	16	101,309,570	17	81,406,180
TOTAL	<u>328</u>	<u>\$ 1,375,789,860</u>	<u>335</u>	<u>\$ 1,256,167,190</u>

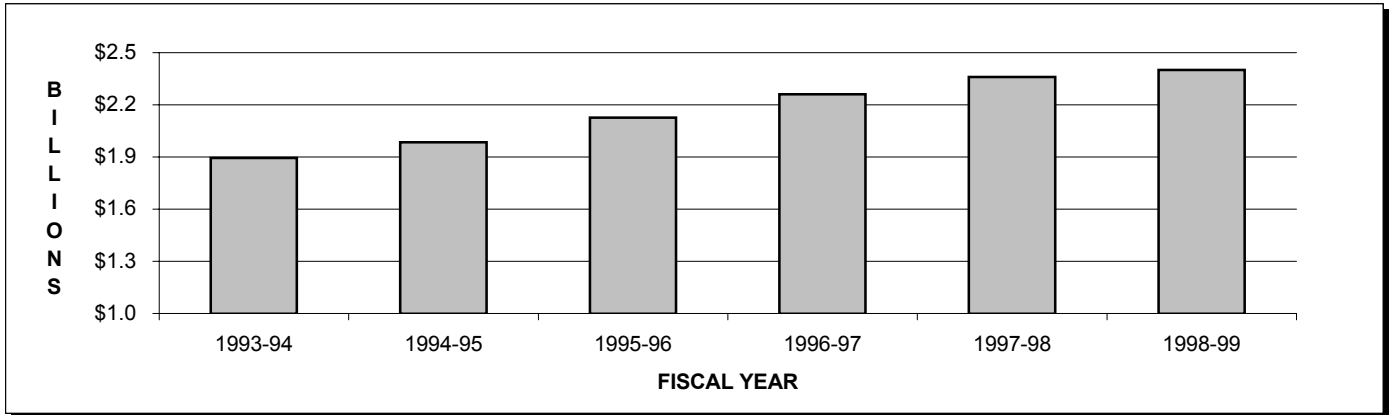
MINING PROPERTIES - ASSESSED VALUATIONS



FISCAL YEAR	ASSESSED VALUATION	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	ASSESSED VALUATION	% CHANGE FROM PRIOR YEAR
1993-94	\$1,052,414,960	5.06%	1996-97	\$1,416,488,680	8.08%
1994-95	1,152,531,090	9.51%	1997-98	1,375,789,860	-2.87%
1995-96	1,310,552,510	13.71%	1998-99	1,256,167,190	-8.69%

The secured, unsecured, and supplemental assessments form the values for the fiscal years above.

**INTERSTATE AND INTERCOUNTY VALUATIONS
(ASSESSED VALUE)**



ASSESSMENT		% CHANGE FROM PRIOR	ASSESSMENT		% CHANGE FROM PRIOR
YEAR	VALUATION	YEAR	YEAR	VALUATION	YEAR
1993-94	\$ 1,894,840,456	6.32%	1996-97	\$ 2,261,016,310	6.38%
1994-95	1,985,534,997	4.79%	1997-98	2,359,984,904	4.38%
1995-96	2,125,502,999	7.05%	1998-99	2,400,999,231	1.74%

**CENTRALLY ASSESSED UNITARY AND CONSTRUCTION WORK IN PROGRESS
TAX DISTRIBUTION
FISCAL YEAR 1998-99**

COUNTY	UTILITIES	PRIVATE CARLINES	CWIP	TOTAL TAX
Carson City	\$ 698,678	\$ -	\$ 81,749	\$ 780,427
Churchill	1,018,417	3,838	62,602	1,084,856
Clark	31,621,644	13,483	2,161,495	33,796,623
Douglas	577,784	-	41,844	619,628
Elko	3,052,160	24,619	193,509	3,270,287
Esmeralda	528,764	-	21,659	550,423
Eureka	297,608	3,434	14,367	315,409
Humboldt	1,929,555	12,763	103,172	2,045,490
Lander	1,182,798	5,530	72,022	1,260,350
Lincoln	1,008,183	10,648	29,058	1,047,889
Lyon	1,610,141	2,706	116,612	1,729,458
Mineral	837,145	-	39,157	876,302
Nye	2,129,999	-	146,836	2,276,835
Pershing	1,381,151	9,102	92,928	1,483,181
Storey	1,573,072	627	159,928	1,733,627
Washoe	8,871,933	12,043	557,989	9,441,965
White Pine	466,499	30	21,069	487,597
Total County Distribution	\$ 58,785,531	\$ 98,822	\$ 3,915,996	\$ 62,800,349
State Debt Service Fund	3,278,036	6,084	213,408	3,497,528
State General Fund - P&I	29,705	-	-	29,705
TOTAL	\$ 62,093,272	\$ 104,906	\$ 4,129,404	\$ 66,327,582

FISCAL YEAR 1998-99 ASSESSMENTS -INTERSTATE AND INTERCOUNTY UTILITIES AND RAILROADS AS CERTIFIED BY THE NEVADA TAX COMMISSION AND ADJUSTED BY THE STATE BOARD OF EQUALIZATION

COUNTY	AIRLINES	ELECTRIC	GAS, WATER AND PIPELINE**	PRIVATE CAR LINE COMPANIES	RAILROADS*	COMMUNICATIONS	6 MONTH SECURED CONSTRUCTION WORK IN PROGRESS	12 MONTH SECURED CONSTRUCTION WORK IN PROGRESS	TOTAL INTERSTATE INTERCOUNTY
Carson City	\$ 530,815	\$ 9,637,561	\$ 9,566,333	\$ -	\$ -	\$ 8,255,443	\$ 1,706,965	\$ 3,472,974	\$ 33,170,091
Churchill	5,262,360	19,631,415	8,394,510	203,716	4,254,748	4,324,984	951,330	2,523,434	45,546,497
Clark	113,474,589	755,579,167	143,114,404	545,288	9,817,226	176,198,871	37,097,734	79,720,286	1,315,547,565
Douglas	974,008	15,263,335	1,705,977	-	-	8,531,795	620,491	1,962,919	29,058,525
Elko	8,468,401	49,936,088	4,164,683	1,095,758	19,667,520	40,406,577	4,010,573	7,729,331	135,478,931
Esmeralda	10,047,086	9,213,751	-	-	-	235,998	332,601	811,333	20,640,769
Eureka	3,251,033	7,922,527	621,174	235,143	3,742,947	3,437,731	487,333	983,680	20,681,568
Humboldt	2,698,461	53,516,787	6,451,492	636,969	10,538,534	16,296,283	2,155,623	5,009,170	97,303,319
Lander	5,441,354	21,519,839	972,185	181,174	3,065,254	4,711,406	964,899	2,275,224	39,131,335
Lincoln	5,972,595	9,156,338	10,204,811	424,545	7,298,469	7,031,729	884,996	1,154,060	42,127,543
Lyon	4,137,359	33,948,141	7,304,752	127,970	2,906,618	8,188,942	1,805,834	4,221,987	62,641,603
Mineral	8,029,279	14,388,657	463,270	-	-	650,041	455,721	1,121,983	25,108,951
Nye	21,242,324	33,808,072	389,560	-	-	7,555,777	2,271,437	4,570,150	69,837,320
Pershing	2,456,267	20,750,150	8,146,666	353,345	6,350,909	9,609,613	1,352,009	3,231,527	52,250,486
Storey	1,302,417	55,492,356	1,564,602	32,767	661,183	852,188	7,136,715	6,790,641	73,832,869
Washoe	22,006,681	77,085,215	119,617,582	485,400	10,668,198	62,484,745	12,170,373	19,124,963	323,643,157
White Pine	2,160,075	9,867,601	-	530	403,394	1,584,873	344,053	638,176	14,998,702
	<u>\$ 217,455,104</u>	<u>\$ 1,196,717,000</u>	<u>\$ 322,682,001</u>	<u>\$ 4,322,605</u>	<u>\$ 79,375,000</u>	<u>\$ 360,356,996</u>	<u>\$ 74,748,687</u>	<u>\$ 145,341,838</u>	<u>\$ 2,400,999,231</u>

The values for Fiscal Year 1998-99 secured unitary and secured six-month construction work in progress assessments and for Fiscal Year 1997-98 unsecured private car line assessments were certified by the Nevada Tax Commission in October, 1997. 1998-99 unsecured 12 month construction work in progress and property escaping taxation for Fiscal Year 1998-99 were certified October, 1998 and are included in the figures above. The 1987 Legislature through SB 229 created the central assessment roll with the Department assessing, billing, collecting and distributing all centrally assessed property taxes.

The total values above account for adjustments made by the State Board of Equalization in March, 1999, deducting \$62,670,502 for unitary property; adding \$3,528,870 for six month CWIP; and deducting \$1,747,571 for twelve month CWIP.

* Totals by county include railroad property escaping taxation for Fiscal Year 1998-99 totaling \$1,243,000 certified in October, 1998.

** Total for Washoe County includes water company assessed valuation of \$ 57,656,000.

FISCAL YEAR 1997-98 ASSESSMENTS -INTERSTATE AND INTERCOUNTY UTILITIES AND RAILROADS AS CERTIFIED BY THE NEVADA TAX COMMISSION AND ADJUSTED BY THE STATE BOARD OF EQUALIZATION

COUNTY	AIRLINES*	ELECTRIC	GAS, WATER AND PIPELINE**	PRIVATE CAR LINE COMPANIES	RAILROADS	COMMUNICATIONS***	6 MONTH SECURED CONSTRUCTION WORK IN PROGRESS	12 MONTH SECURED CONSTRUCTION WORK IN PROGRESS	TOTAL INTERSTATE INTERCOUNTY
Carson City	\$ 820,919	\$ 11,496,471	\$ 13,403,858	\$ -	\$ -	\$ 11,132,281	\$ 1,807,815	\$ 4,225,532	\$ 42,886,876
Churchill	5,354,948	23,126,958	9,885,611	188,517	1,492,123	3,058,301	937,294	2,389,770	46,433,522
Clark	89,211,250	702,224,651	117,898,187	509,589	9,535,654	165,640,425	32,937,179	65,878,024	1,183,834,959
Douglas	909,847	18,177,395	2,996,690	-	-	10,998,532	593,268	1,449,755	35,125,487
Elko	7,699,191	53,516,529	5,090,185	1,019,859	15,507,195	36,800,300	1,272,200	7,140,042	128,045,501
Esmeralda	12,883,461	10,499,734	-	-	-	287,752	250,993	705,235	24,627,175
Eureka	2,180,057	9,099,416	778,391	218,824	2,763,835	2,544,274	281,614	877,974	18,744,385
Humboldt	2,040,222	58,845,941	7,942,708	593,455	8,799,444	14,437,864	1,495,823	4,460,669	98,616,126
Lander	5,025,178	25,085,880	1,206,461	168,597	2,268,479	4,308,042	706,858	1,887,517	40,657,012
Lincoln	3,860,873	5,074,637	9,453,630	396,784	7,869,320	7,989,289	542,429	4,511,610	39,698,572
Lyon	5,222,952	39,944,134	8,683,845	118,418	855,927	10,076,591	1,668,827	3,988,149	70,558,843
Mineral	10,029,801	16,879,713	582,389	-	-	751,121	391,127	947,133	29,581,284
Nye	23,493,525	38,127,569	489,857	-	-	7,986,305	1,442,648	4,004,446	75,544,350
Pershing	2,009,120	24,479,397	10,176,232	328,167	4,001,852	7,433,316	1,199,972	3,186,494	52,814,550
Storey	1,428,618	43,415,946	1,535,686	30,321	296,095	691,751	32,614,687	32,503,106	112,516,210
Washoe	17,623,244	91,084,393	114,299,270	433,864	6,544,960	78,565,830	12,219,206	24,520,001	345,290,768
White Pine	800,394	10,590,236	-	-	536,116	2,195,026	270,982	616,530	15,009,284
	<u>\$ 190,593,600</u>	<u>\$ 1,181,669,000</u>	<u>\$ 304,423,000</u>	<u>\$ 4,006,395</u>	<u>\$ 60,471,000</u>	<u>\$ 364,897,000</u>	<u>\$ 90,632,922</u>	<u>\$ 163,291,987</u>	<u>\$ 2,359,984,904</u>

The values for Fiscal Year 1997-98 secured unitary and secured six-month construction work in progress assessments and for Fiscal Year 1996-97 unsecured private car line assessments were certified by the Nevada Tax Commission in October, 1996. 1997-98 unsecured 12 month construction work in progress and property escaping taxation for Fiscal Year 1997-98 were certified October, 1997 and are included in the figures above. The 1987 Legislature through SB 229 created the central assessment roll with the Department assessing, billing, collecting and distributing all centrally assessed property taxes.

* Totals by county include airline property escaping taxation for Fiscal Year 1997-98 totaling \$477,900 certified in October, 1997 and adjustments by the State Board of Equalization deducting \$4,384,000 for unitary property and adding \$5,223,995 for twelve month CWIP determined March, 1998.

** Total for Washoe County includes water company assessed valuation of \$ 56,707,000.

*** Total for Lincoln County includes an intracounty telephone company assessed valuation of \$2,543,000.

LOCAL GOVERNMENT FINANCE SECTION

The purpose of the Local Government Finance section is to oversee the financial administration of Nevada's counties, cities and districts. For the Fiscal Year ended June 30, 1999, this consisted of overseeing the financial activities of 17 counties, 18 incorporated cities, 49 unincorporated towns, 17 school districts, 165 special districts including 4 multi-county districts.

The major areas of responsibility of the section are contained within the provisions of the Local Government Budget Act (NRS 354.470 to 354.626, inclusive). The areas include overseeing the revenue limitations, indebtedness, budgets and audits of local governments. The section's functional responsibilities within each area include the following:

REVENUE LIMITATIONS

Taxes

Establish and monitor the maximum allowed revenue a local government may receive from property taxes.

Calculate and prepare property tax rates to be certified by the Nevada Tax Commission.

Prepare and publish the Property Tax Rate Report for Nevada Local Governments.

Fees for Licenses and Permits

Prescribe guidelines for calculating fee increases for business licenses and building permits.

Monitor for compliance the adoption or increase of fees for business licenses and building permits.

INDEBTEDNESS

Medium Term Obligations

Review and approve or disapprove medium term financing requests including lease/purchase obligations. The approval or disapproval is based upon the probable ability of the local government to repay the debt.

Annual Indebtedness Report

Analyze, for reasonableness, the annual indebtedness information submitted by the local governments.

Compile, prepare and publish the Annual Indebtedness Report for Nevada Local Governments.

BUDGETS

Examine and approve or disapprove local government budgets based on compliance or noncompliance with statutes and regulations. The examination procedures include but are not limited to the following:

1. Review in detail the form, classification and content of the local governments' estimated resources and expenditures/expenses;
2. Review and verify reported actual prior year resources and expenditures/expenses with the amounts contained in the local governments' audited financial statements.

The examination and approval process applies to tentative, final, amended and augmented budgets.

Prepare and provide local governments with a written certificate of compliance or a written notice of lack of compliance regarding their submitted budget documents.

Local Government Finance Section (continued)

AUDITS

Review annual independent audits of local governments to determine whether the audits comply with regulations adopted pursuant to NRS 354.594.

Refer to the State Board of Accountancy audits which do not adhere to regulations adopted pursuant to NRS 354.594.

Identify all statute and regulation violations reported within each audit.

Evaluate and monitor each local government's plan to correct the identified statute and regulation violations.

In addition, the Local Government Finance Division determines and advises local government officers of regulations, procedures and report forms for compliance with the Local Government Budget Act. The Division makes such determinations after hearing the advice and recommendations of the Committee on Local Government Finance.

BUDGETED (ESTIMATED) EXPENDITURES-EXPENSES*
FISCAL YEAR 1998-99

	COUNTY	SCHOOL	CITIES	TOWNS	DISTRICTS	TOTAL
Carson City	\$ 148,675,273	\$ 63,947,516	\$ -	\$ -	\$ 1,292,246	\$ 213,915,035
Churchill	31,797,673	34,652,500	13,847,104	-	853,577	81,150,854
Clark	2,193,203,919	1,678,169,654	950,057,669	100,896,379	768,408,569	5,690,736,190
Douglas	52,805,108	54,739,710	-	3,339,002	25,111,396	135,995,216
Elko	35,336,961	76,684,110	35,969,298	3,038,409	31,537,250	182,566,028
Esmeralda	4,343,702	1,587,029	-	316,120	12,865	6,259,716
Eureka	13,631,228	6,679,068	-	1,088,120	337,062	21,735,478
Humboldt	23,008,047	36,225,633	8,645,352	-	13,422,871	81,301,903
Lander	16,362,503	15,670,268	-	985,192	6,208,256	39,226,219
Lincoln	5,289,285	11,370,618	3,010,270	209,167	3,790,724	23,670,064
Lyon	24,895,681	53,335,846	2,575,181	2,317,303	5,189,417	88,313,428
Mineral	8,761,760	8,619,851	-	1,553,730	7,031,405	25,966,746
Nye	48,235,693	45,587,976	320,061	7,271,640	11,221,347	112,636,717
Pershing	10,289,471	11,169,640	1,483,125	95,025	5,383,814	28,421,075
Storey	7,033,882	6,177,385	-	19,800	626,868	13,857,935
Washoe	291,443,404	349,492,826	246,527,847	-	177,188,372	1,064,652,449
White Pine	11,034,120	15,022,643	4,280,549	131,322	9,889,170	40,357,804
Multicounty Districts					4,001,003	4,001,003
TOTALS	\$ 2,926,147,710	\$ 2,469,132,273	\$ 1,266,716,456	\$ 121,261,209	\$ 1,071,506,212	\$ 7,854,763,860

* Source: Final budgets filed June 1, 1998.

Amounts do not include transfers or ending fund balances.

SENIOR CITIZENS' PROPERTY TAX ASSISTANCE PROGRAM

Fiscal Year 1993-94: Refunds were paid at 80 percent of the full amount due each claimant, due to lack of program funds.

Fiscal Year 1994-95: Refunds were paid at 98 percent of the full amount due each claimant, due to lack of program funds.

Fiscal Year 1995-96: Refunds were paid at 100 percent. Eligible applicants decreased 33% from FY 1994-95.

Fiscal Year 1996-97: Refunds were paid at 100 percent. Eligible applicants increased 8.32% from FY 1995-96.

Fiscal Year 1997-98: Refunds were paid at 100 percent. Eligible applicants decreased 9.3% from FY 1996-97.

Fiscal Year 1998-99: Refunds were paid at 100 percent. Eligible applicants decreased 2.6% from FY 1997-98.

SENIOR CITIZENS PROGRAM - FISCAL YEAR 1998-99 TOTAL ELIGIBLE BY INCOME LEVEL

	\$0- 8,000	\$8,001- 12,700	\$12,701 14,800	\$14,801 17,000	\$17,001 19,100	TOTAL
<u>INCOME</u>						
Home Owners	\$ 3,230,700	\$ 15,640,337	\$ 10,636,229	\$ 11,424,146	\$ 10,001,122	\$ 50,932,534
Mobile Home Owners	1,017,646	3,680,266	2,109,203	2,239,327	1,608,958	10,655,400
Mobile Home Renters	1,781,185	6,456,485	3,267,600	3,013,200	1,860,069	16,378,539
Renters	11,165,950	24,142,155	8,438,583	7,170,013	3,995,372	54,912,073
Total	\$ 17,195,481	\$ 49,919,243	\$ 24,451,615	\$ 23,846,686	\$ 17,465,521	\$ 132,878,546
<u>REFUNDS</u>						
Home Owners	\$ 181,097	\$ 580,537	\$ 241,379	\$ 127,836	\$ 42,999	\$ 1,173,848
Mobile Home Owners	38,528	85,897	26,029	13,540	3,931	167,925
Mobile Home Renters	62,665	158,202	41,364	17,392	3,997	283,620
Renters	263,141	578,686	124,004	51,909	10,444	1,028,184
Total	\$ 545,431	\$ 1,403,322	\$ 432,776	\$ 210,677	\$ 61,371	\$ 2,653,577
<u>NUMBER OF REFUNDS</u>						
Home Owners	478	1,490	773	720	557	4,018
Mobile Home Owners	153	353	153	141	90	890
Mobile Home Renters	262	632	238	191	104	1,427
Renters	1,657	2,422	617	452	223	5,371
Total	2,550	4,897	1,781	1,504	974	11,706

* Total and average taxes paid include those portions of rent paid attributable to property taxes.

SENIOR CITIZENS PROGRAM - FISCAL YEAR 1998-99
TOTAL REFUNDS

COUNTY	HOMEOWNERS		MOBILE HOME OWNERS		MOBILE HOME RENTERS	
	CLAIMANTS	AMOUNT	CLAIMANTS	AMOUNT	CLAIMANTS	AMOUNT
Carson City	136	\$ 39,545	55	\$ 11,840	115	\$ 22,487
Churchill	78	20,408	29	6,030	21	3,086
Clark	2,365	690,002	260	42,769	951	192,924
Douglas	104	36,088	49	8,308	17	3,697
Elko	39	9,240	30	4,159	12	1,498
Esmeralda	5	1,022	4	461	-	-
Eureka	1	205	1	23	-	-
Humboldt	19	4,441	7	1,043	3	361
Lander	4	718	6	1,018	3	884
Lincoln	22	3,615	10	1,779	2	168
Lyon	87	25,514	121	19,838	20	3,146
Mineral	67	12,364	21	3,114	2	183
Nye	82	20,945	148	29,455	16	2,235
Pershing	15	4,235	4	1,058	1	78
Storey	7	2,017	1	204	2	210
Washoe	903	289,546	139	36,296	261	52,570
White Pine	84	13,943	5	530	1	93
TOTALS	4,018	\$ 1,173,848	890	\$ 167,925	1,427	\$ 283,620

COUNTY	RENTERS		TOTAL REFUNDS		INELIGIBLE CLAIMANTS	TOTAL CLAIMANTS	PERCENT OF TOTAL REFUNDS
	CLAIMANTS	AMOUNT	CLAIMANTS	AMOUNT			
Carson City	137	\$ 22,569	443	\$ 96,441	15	458	3.63%
Churchill	44	5,163	172	34,687	2	174	1.31%
Clark	3,611	744,486	7,187	1,670,181	385	7,572	62.94%
Douglas	27	5,987	197	54,080	5	202	2.04%
Elko	22	2,597	103	17,494	8	111	0.66%
Esmeralda	-	-	9	1,483	-	9	0.06%
Eureka	2	95	4	323	1	5	0.01%
Humboldt	27	3,007	56	8,852	-	56	0.33%
Lander	1	86	14	2,706	-	14	0.10%
Lincoln	16	1,619	50	7,181	-	50	0.27%
Lyon	97	12,972	325	61,470	18	343	2.32%
Mineral	14	2,364	104	18,025	4	108	0.68%
Nye	50	6,588	296	59,223	9	305	2.23%
Pershing	9	887	29	6,258	1	30	0.24%
Storey	1	237	11	2,668	-	11	0.10%
Washoe	1,307	218,948	2,610	597,360	103	2,713	22.51%
White Pine	6	579	96	15,145	4	100	0.57%
TOTALS	5,371	\$ 1,028,184	11,706	\$ 2,653,577	555	12,261	100.00%

COMBINED STATEWIDE

Total number of refunds	11,706
Total number of ineligible	555
Total applications processed	12,261
Average income	\$ 11,351
Average refund	\$ 227

SENIOR CITIZENS PROGRAM - FISCAL YEAR 1998-99
AVERAGE REFUND PER COUNTY, PER CATEGORY

COUNTY	<u>HOME OWNERS AND MOBILE HOME OWNERS</u>		<u>RENTERS AND MOBILE HOME RENTERS</u>		<u>REFUNDS ALL CATEGORIES</u>	
	NUMBER	AVERAGE REFUND	NUMBER	AVERAGE REFUND	NUMBER	AVERAGE REFUND
Carson City	191	\$ 269	252	\$ 179	443	\$ 218
Churchill	107	247	65	127	172	212
Clark	2,625	279	4,562	205	7,187	232
Douglas	153	290	44	220	197	276
Elko	69	194	34	120	103	170
Esmeralda	9	165	-	-	9	165
Eureka	2	114	2	48	4	81
Humboldt	26	211	30	112	56	158
Lander	10	174	4	243	14	193
Lincoln	32	169	18	99	50	144
Lyon	208	218	117	138	325	189
Mineral	88	176	16	159	104	173
Nye	230	219	66	134	296	200
Pershing	19	279	10	97	29	216
Storey	8	278	3	212	11	243
Washoe	1,042	313	1,568	178	2,610	229
White Pine	89	163	7	96	96	158
TOTAL REFUNDS	4,908	\$ 273	6,798	\$ 193	11,706	\$ 227