FISCAL ANALYSIS DIVISION
FORECAST INFORMATION PACKET

FY 2011, FY 2012 and FY 2013
GENERAL FUND REVENUE FORECASTS for
GAMING PERCENTAGE FEES,
LIVE ENTERTAINMENT TAX – GAMING,
STATE 2% SALES/USE TAX,
INSURANCE PREMIUM TAX,
MODIFIED BUSINESS TAX – NONFINANCIAL AND FINANCIAL,
REAL PROPERTY TRANSFER TAX,
AND ROOM TAX

Prepared by the Fiscal Analysis Division, Legislative Counsel Bureau
For the Economic Forum Meeting
November 5, 2010

TABLE OF CONTENTS

GENERAL FUND REVENUE SOURCE PAGE

Percentage Fees on Gross Gaming Revenue

Percentage Fees on Gross Gaming Revenue (continued)

Live Entertainment Tax – Gaming

State 2% Sales/Use Tax

State 2% Sales/Use Tax (continued)

Insurance Premium Tax

Modified Business Tax – Nonfinancial

Modified Business Tax – Nonfinancial (continued)

Modified Business Tax – Financial

Modified Business Tax – Financial (continued)

Real Property Transfer Tax

State 3% Room Tax

CHART 1A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Total Employment (Seasonally Adjusted Quarterly Rates)
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

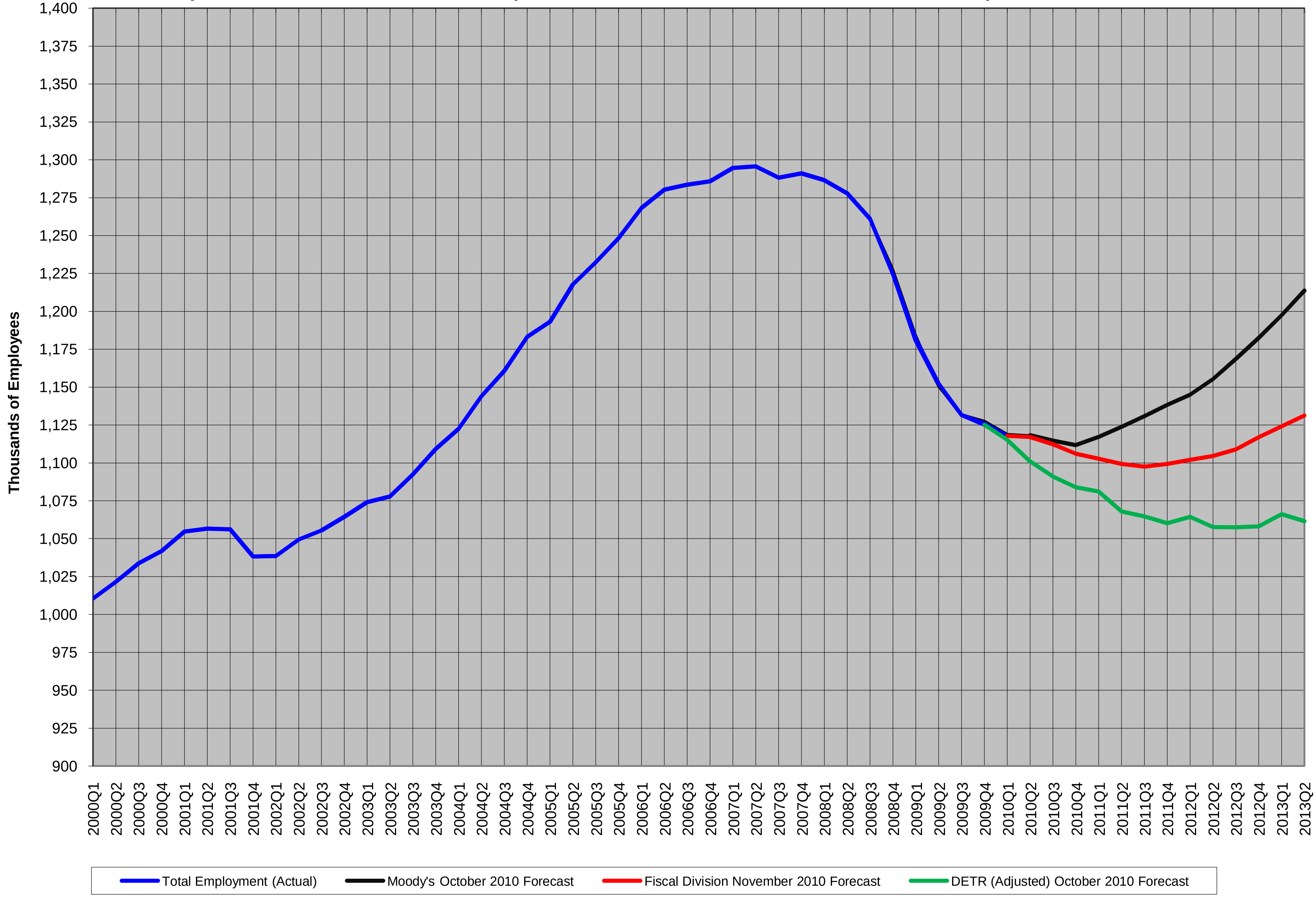


CHART 1B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Total Employment (Seasonally Adjusted Quarterly Rates)
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

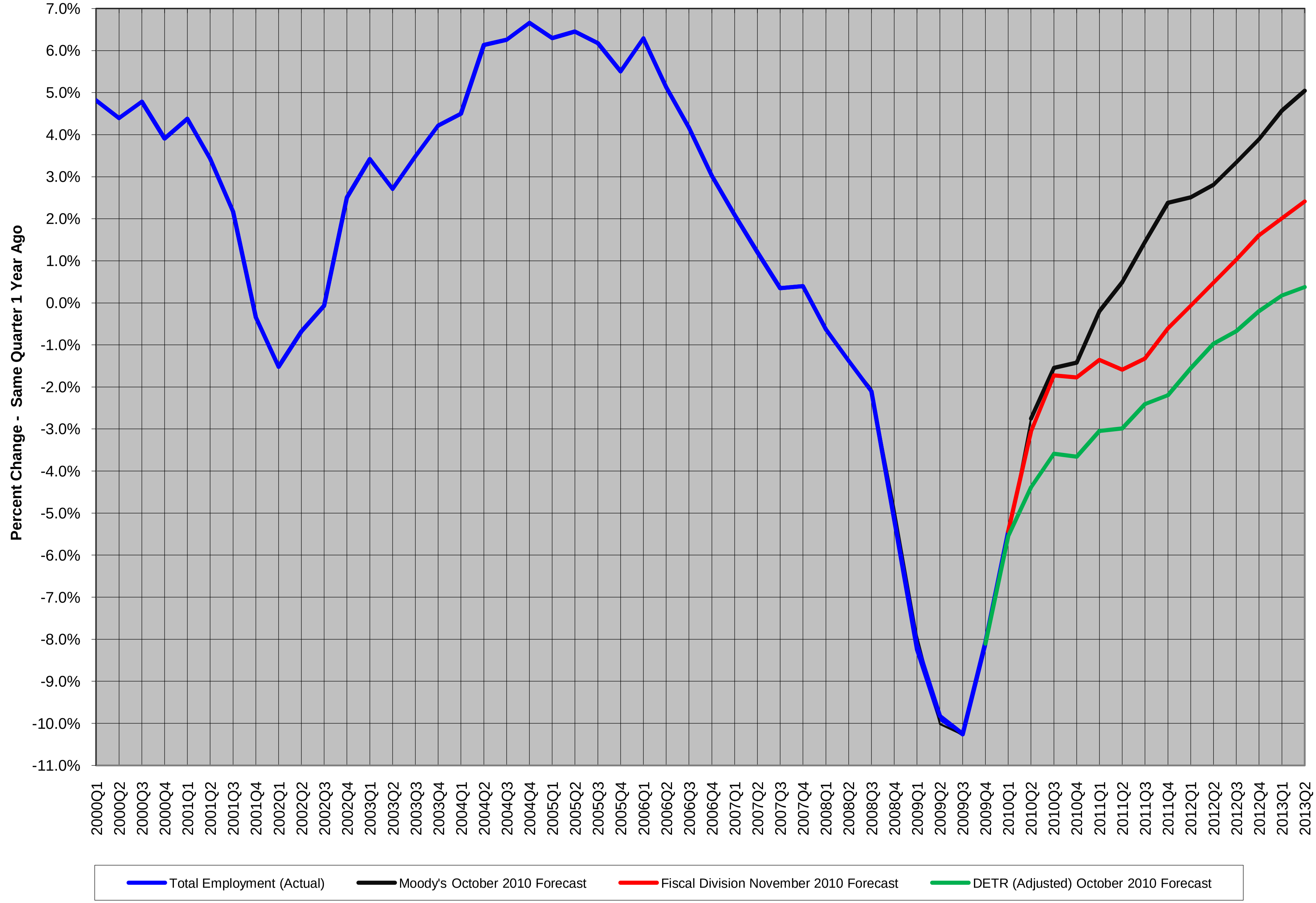
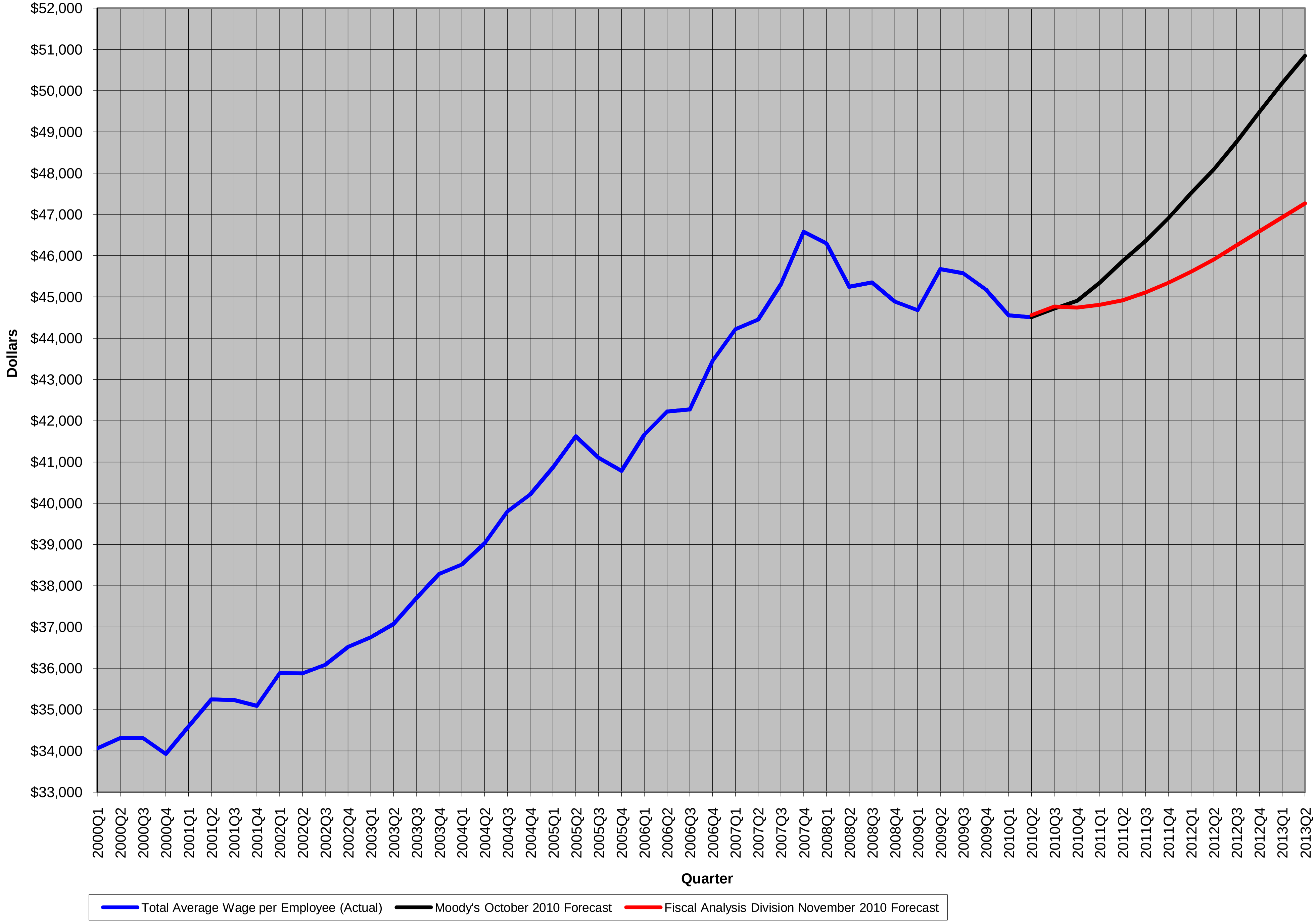


CHART 2A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Average Wage Per Employee:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010



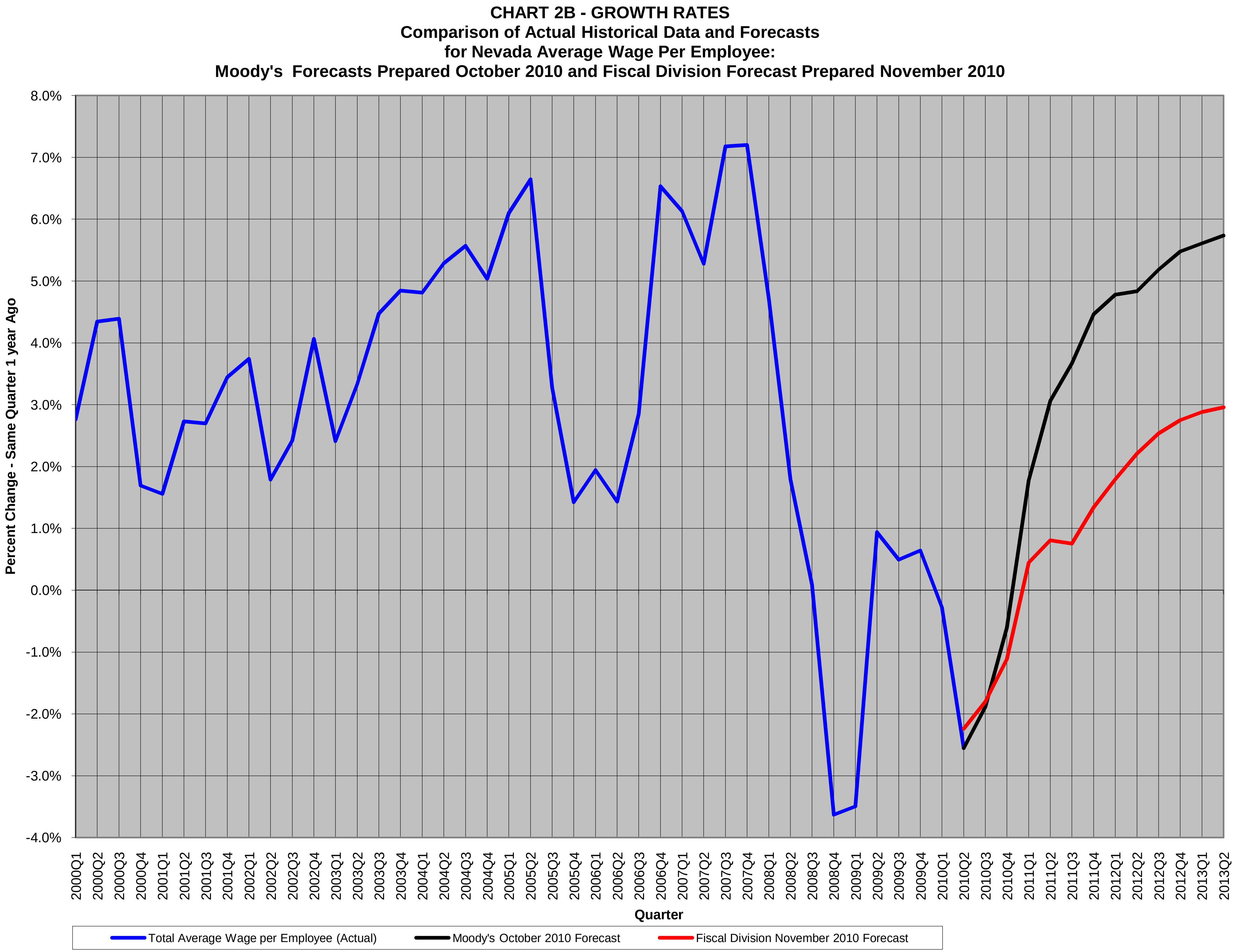


CHART 2B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts
for Nevada Average Wage Per Employee:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010
Percent Change - Same Quarter 1 year Ago
8.0%
7.0%
6.0%
5.0%
4.0%
3.0%
2.0%
1.0%
0.0%
-1.0%
-2.0%
-3.0%
-4.0%
2000Q1 2000Q2 2000Q3 2000Q4 2001Q1 2001Q2 2001Q3 2001Q4 2002Q1 2002Q2 2002Q3 2002Q4 2003Q1 2003Q2 2003Q3 2003Q4 2004Q1 2004Q2 2004Q3 2004Q4 2005Q1 2005Q2 2005Q3 2005Q4 2006Q1 2006Q2 2006Q3 2006Q4 2007Q1 2007Q2 2007Q3 2007Q4 2008Q1 2008Q2 2008Q3 2008Q4 2009Q1 2009Q2 2009Q3 2009Q4 2010Q1 2010Q2 2010Q3 2010Q4 2011Q1 2011Q2 2011Q3 2011Q4 2012Q1 2012Q2 2012Q3 2012Q4 2013Q1 2013Q2
Quarter
Total Average Wage per Employee (Actual)
Moody's October 2010 Forecast
Fiscal Division November 2010 Forecast

CHART 3A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Total Wages (Seasonally Adjusted Quarterly Rates):
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

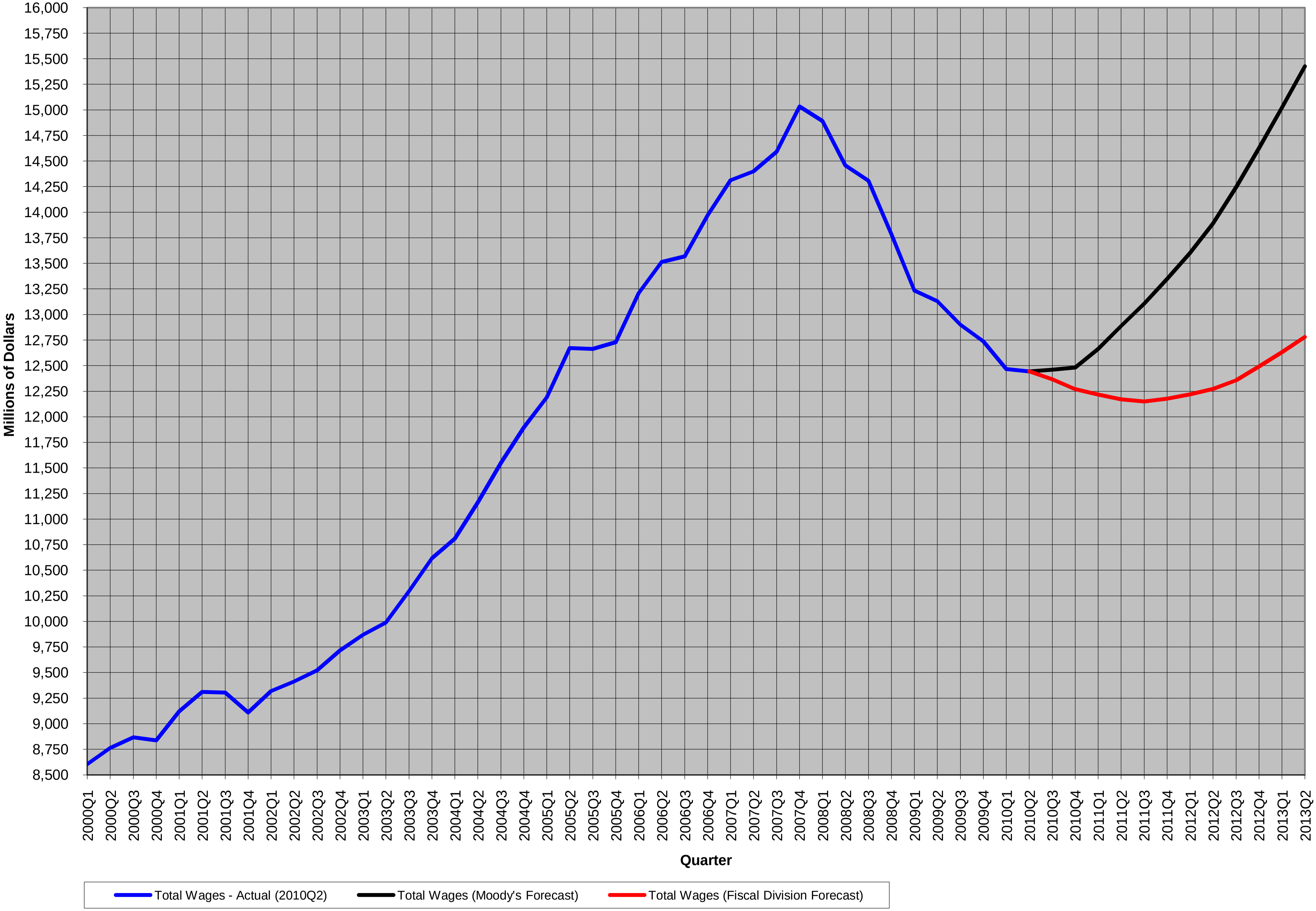


CHART 3B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts
for Nevada Total Wages (Seasonally Adjusted Quarterly Rates):
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

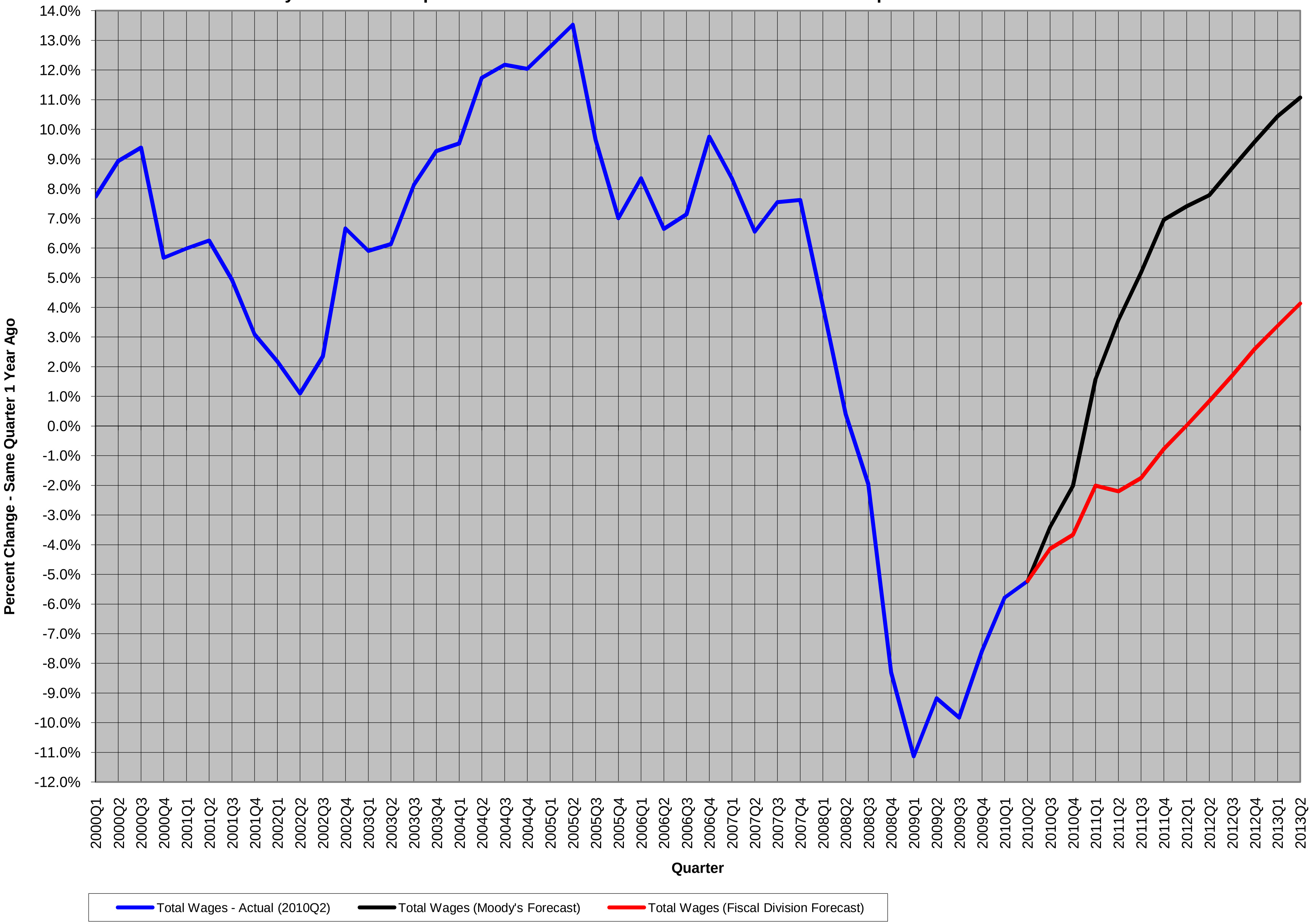


CHART 4A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Nonwage Component of Total Personal Income (SAQR):
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

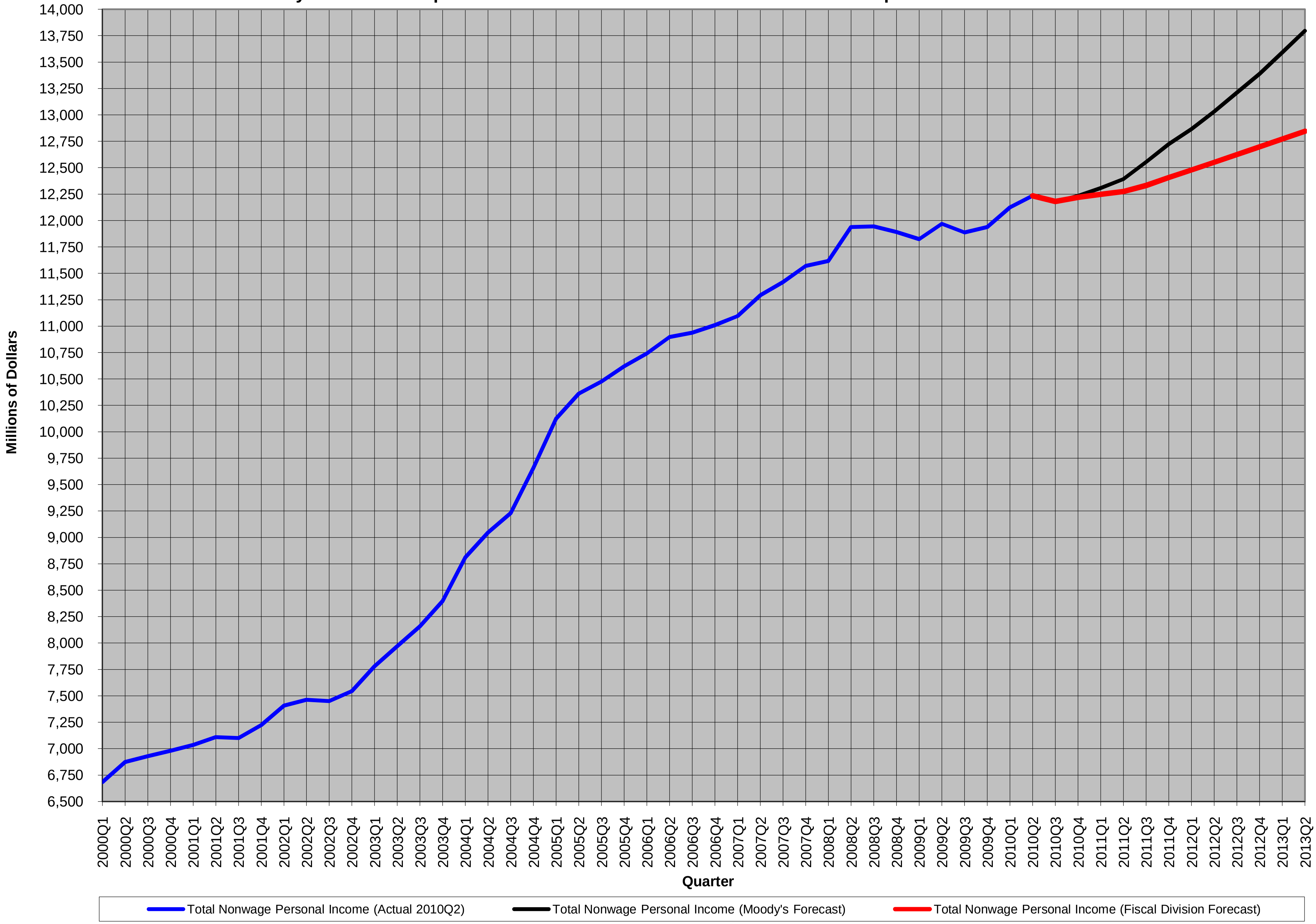


CHART 4B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts
for Nevada Nonwage Component of Total Personal Income (SAQR):
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

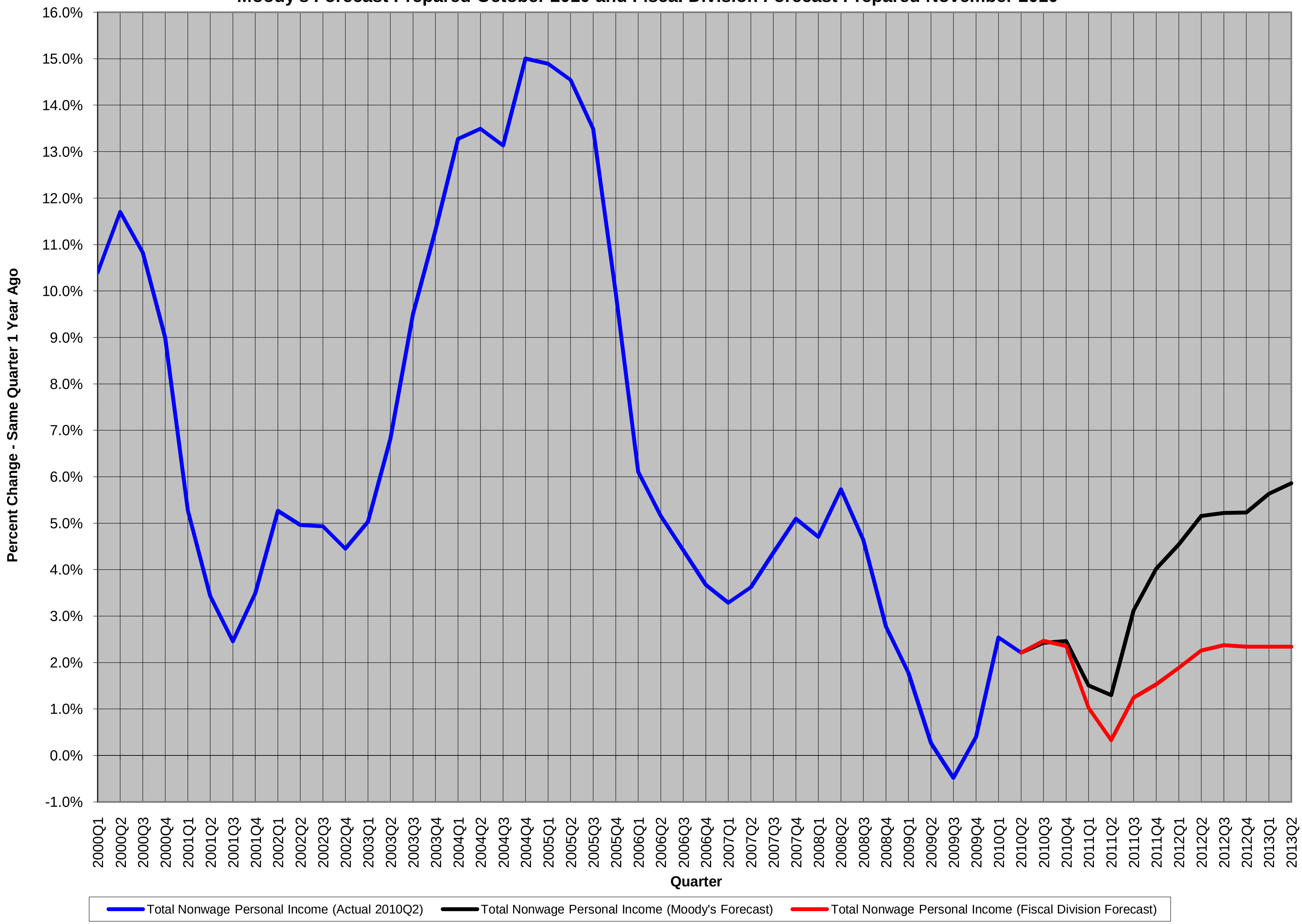


CHART 5A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Wages and Nonwage Component of Total Personal Income (SAQR):
Fiscal Division Forecast Prepared November 2010

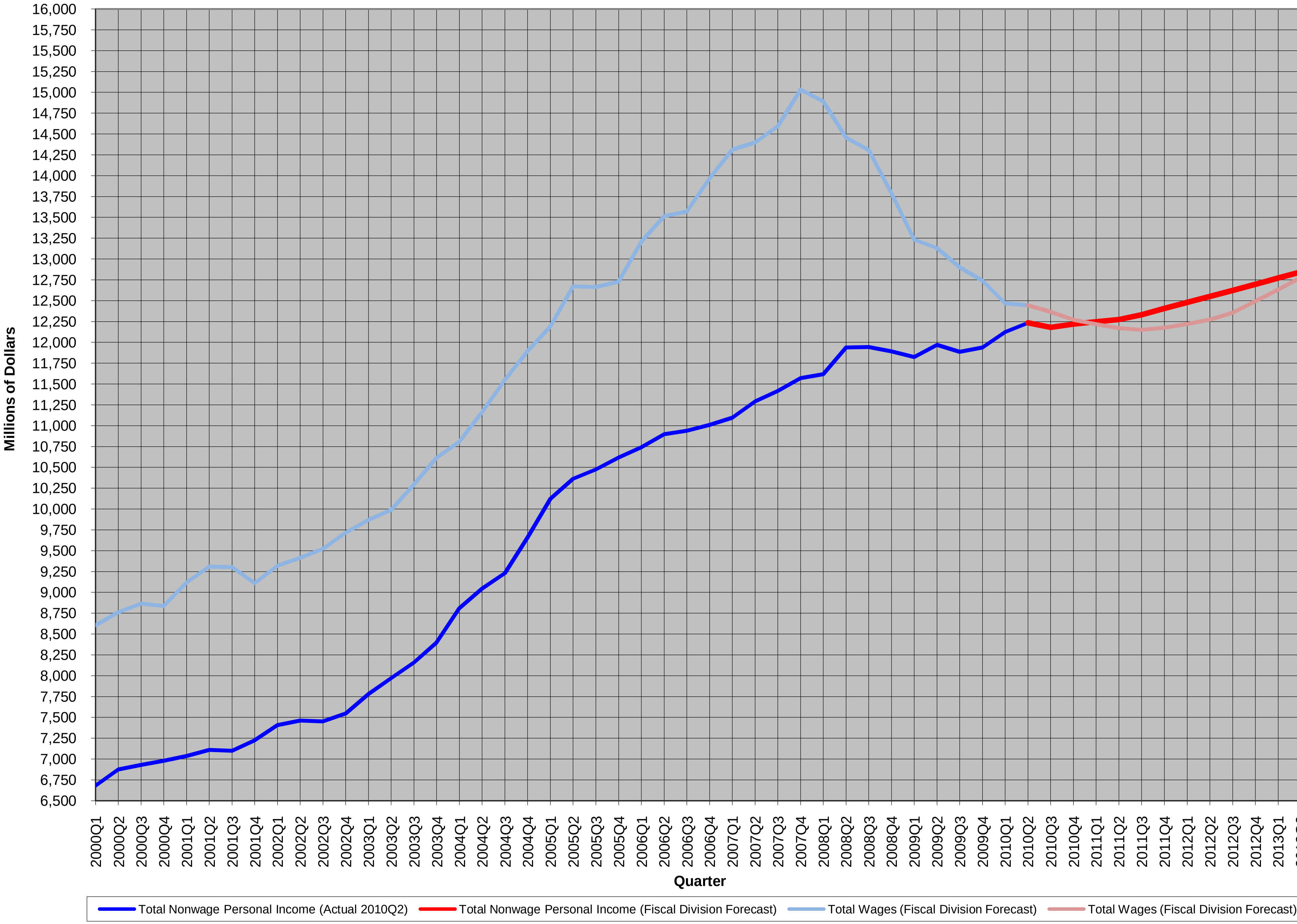


CHART 5B - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Wages and Nonwage Component of Total Personal Income (SAQR):
Moody's Forecast Prepared October 2010

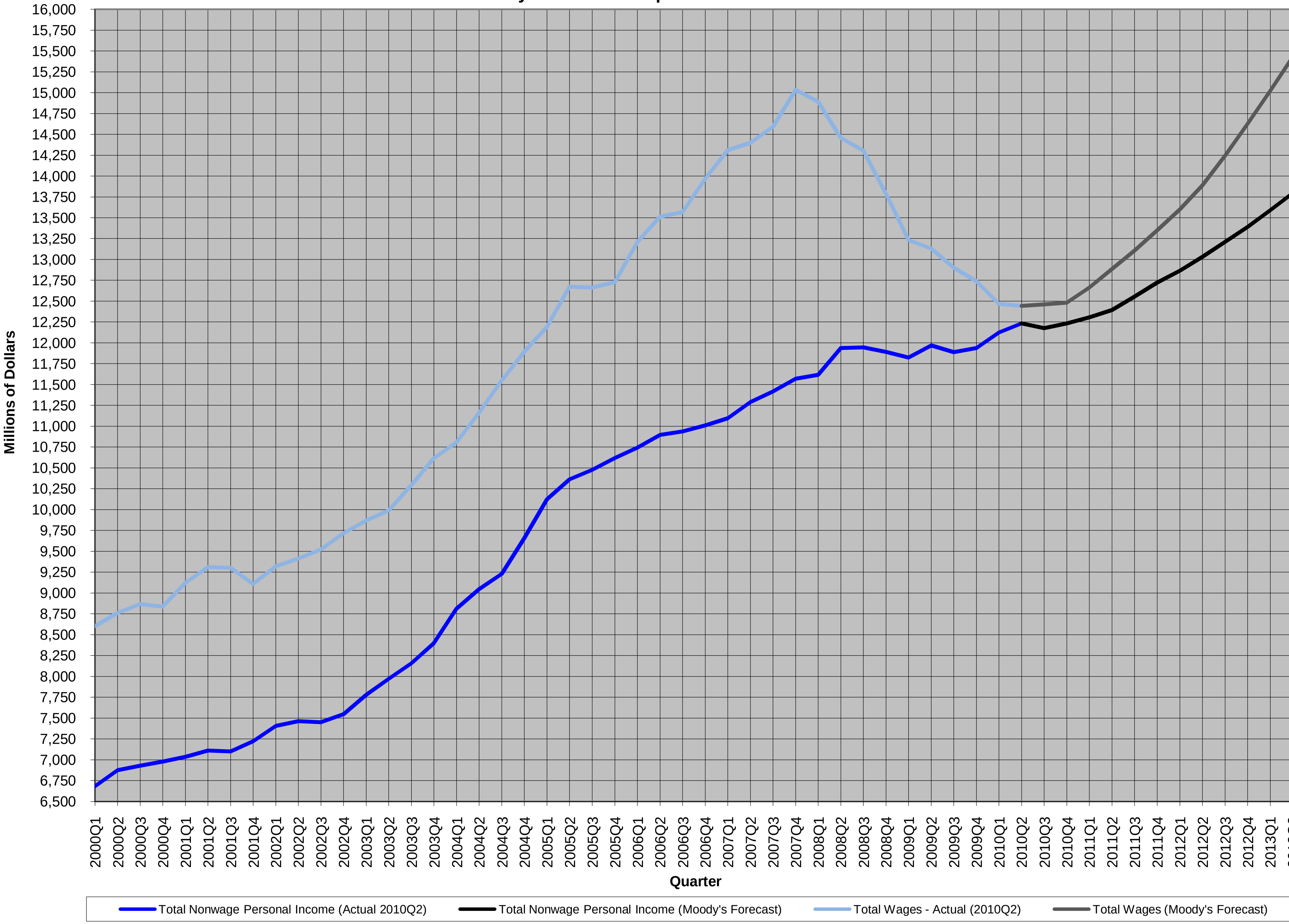


CHART 6A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Total Personal Income (Seasonally Adjusted Quarterly Rates):
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

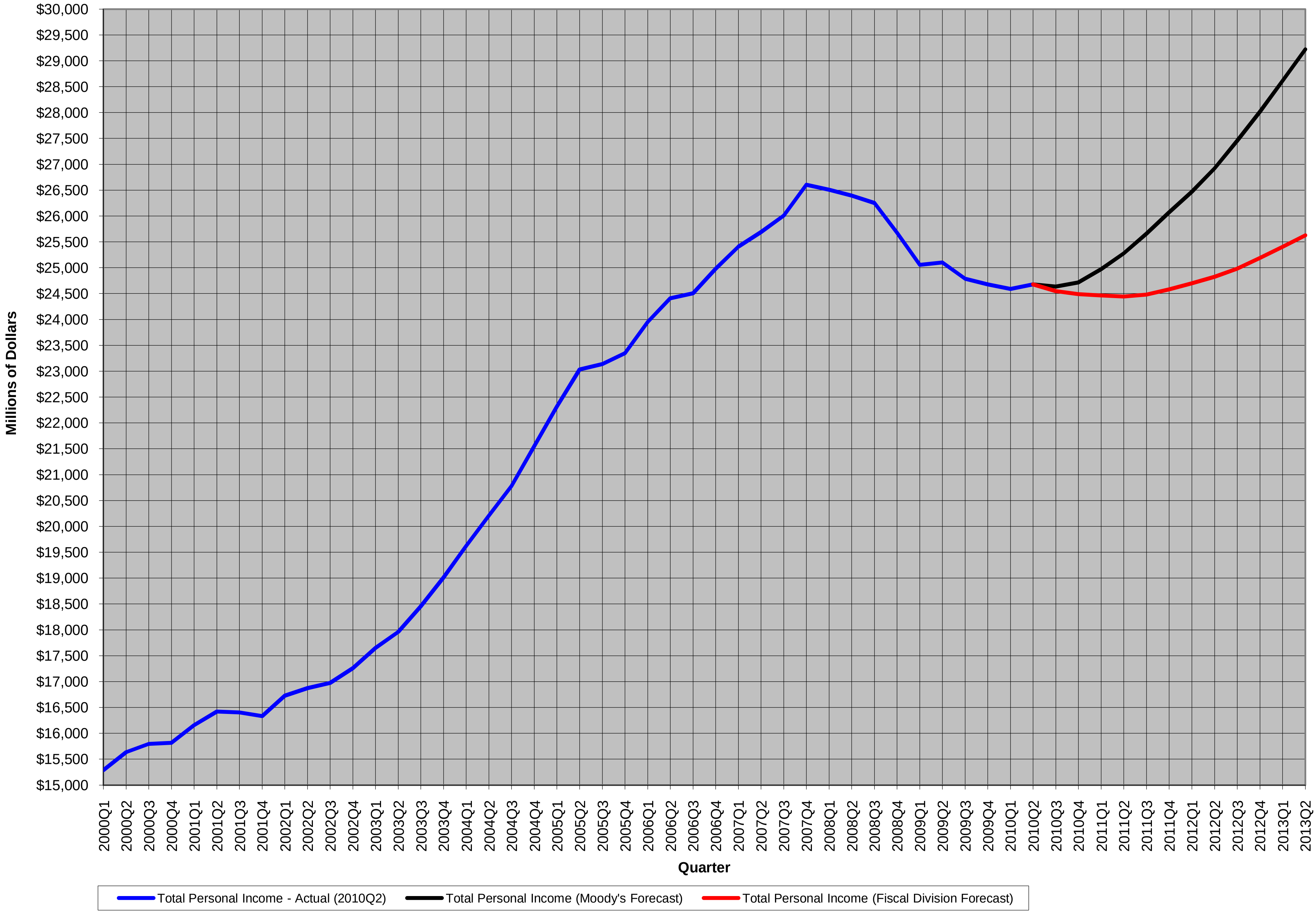


CHART 6B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for Nevada Total Personal Income (Seasonally Adjusted Quarterly Rates): Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

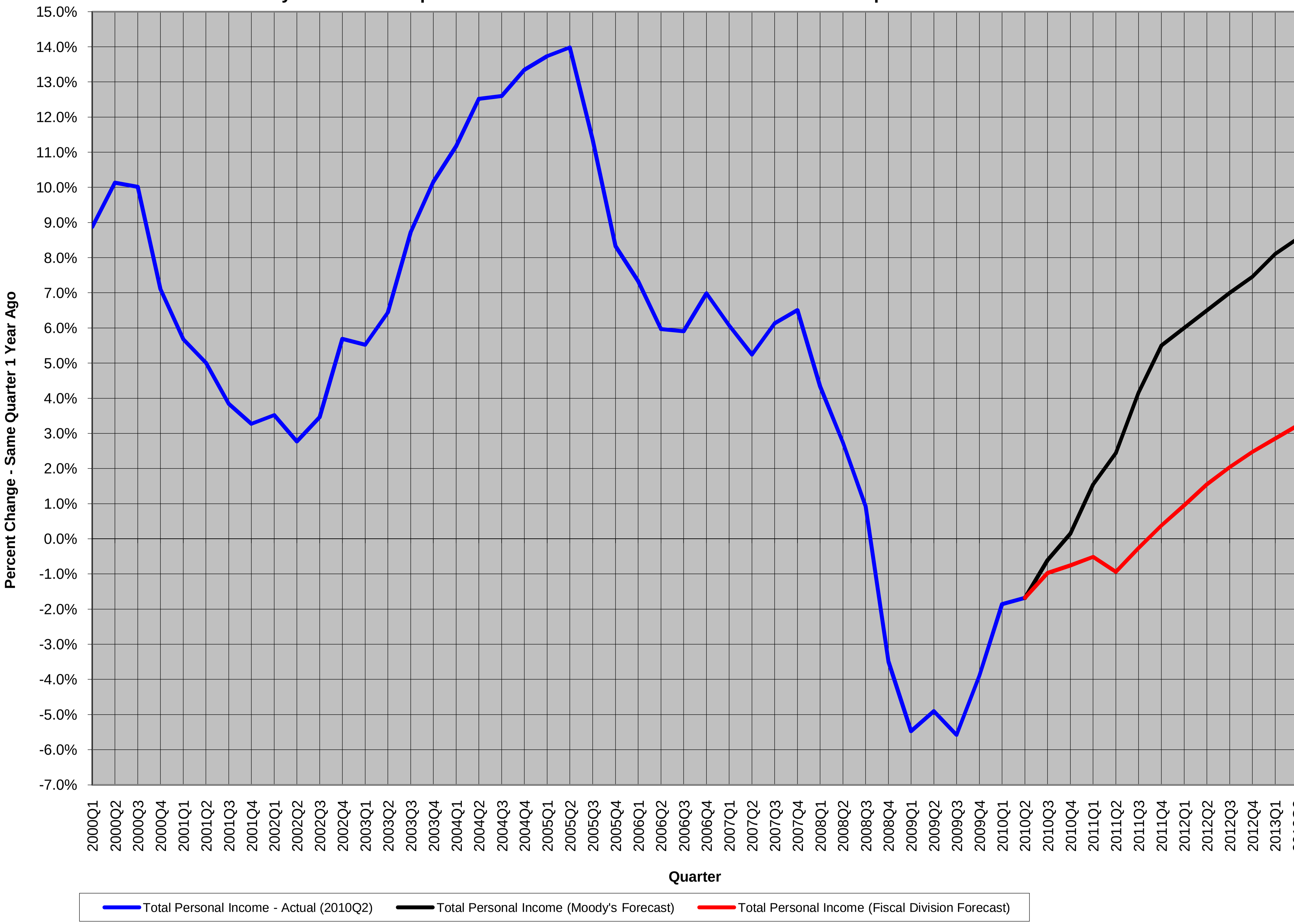
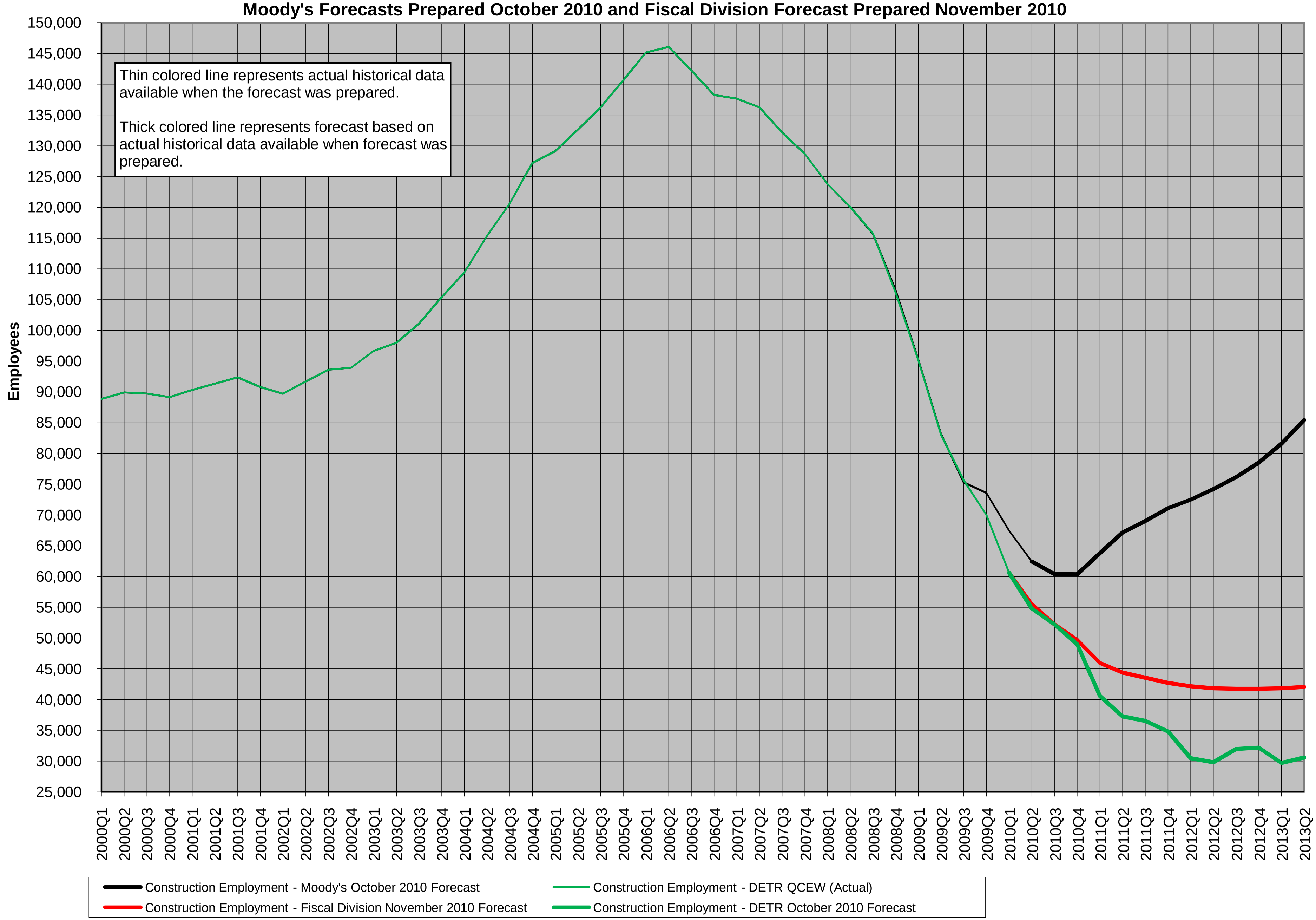


CHART 7A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Construction Employment:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010



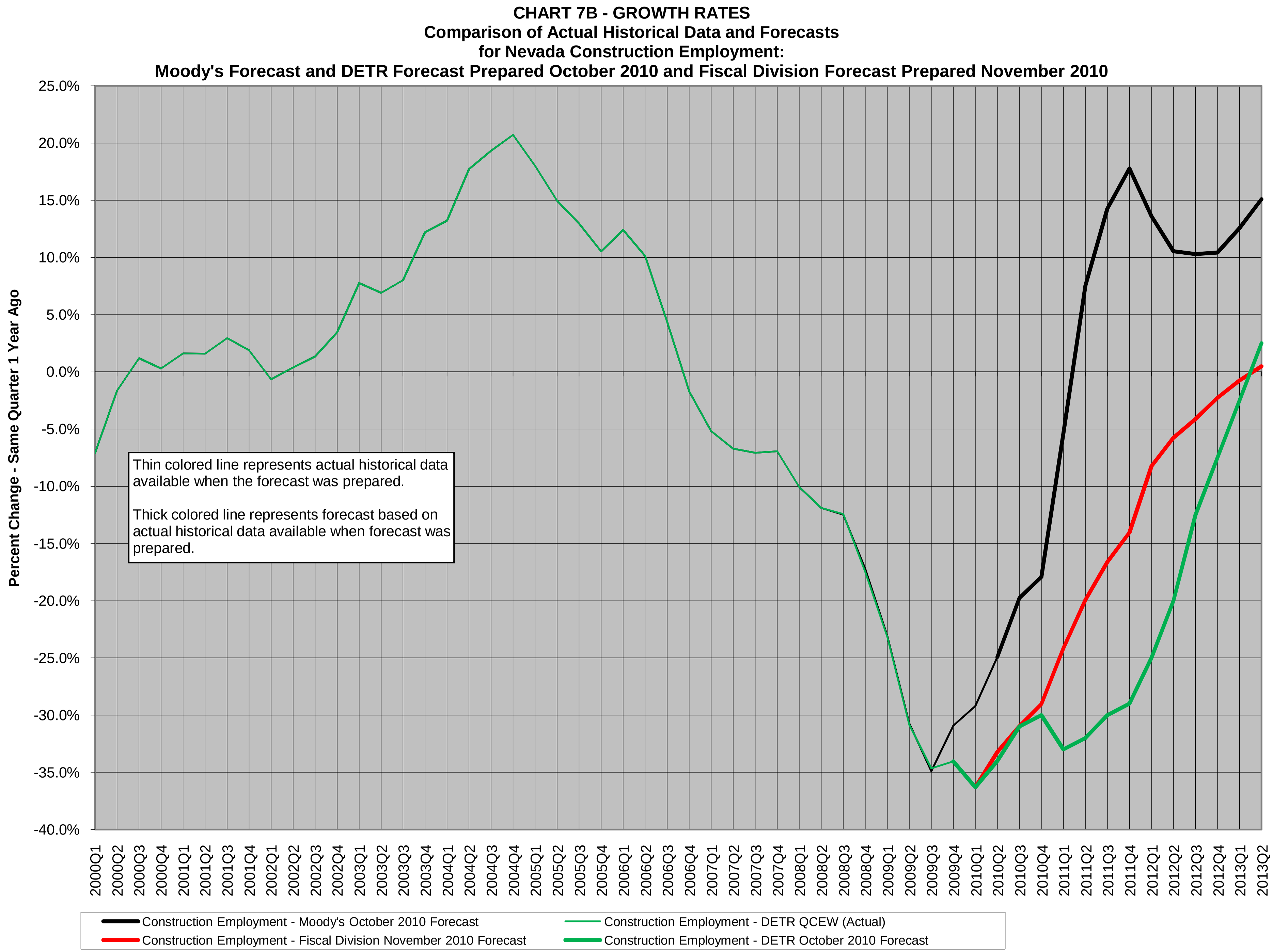


CHART 7B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts
for Nevada Construction Employment:
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010
Percent Change - Same Quarter 1 Year Ago
25.0%
20.0%
15.0%
10.0%
5.0%
0.0%
-5.0%
-10.0%
-15.0%
-20.0%
-25.0%
-30.0%
-35.0%
-40.0%
Thin colored line represents actual historical data available when the forecast was prepared.
Thick colored line represents forecast based on actual historical data available when forecast was prepared.
2000Q1 2000Q2 2000Q3 2000Q4 2001Q1 2001Q2 2001Q3 2001Q4 2002Q1 2002Q2 2002Q3 2002Q4 2003Q1 2003Q2 2003Q3 2003Q4 2004Q1 2004Q2 2004Q3 2004Q4 2005Q1 2005Q2 2005Q3 2005Q4 2006Q1 2006Q2 2006Q3 2006Q4 2007Q1 2007Q2 2007Q3 2007Q4 2008Q1 2008Q2 2008Q3 2008Q4 2009Q1 2009Q2 2009Q3 2009Q4 2010Q1 2010Q2 2010Q3 2010Q4 2011Q1 2011Q2 2011Q3 2011Q4 2012Q1 2012Q2 2012Q3 2012Q4 2013Q1 2013Q2
Construction Employment - Moody's October 2010 Forecast
Construction Employment - DETR QCEW (Actual)
Construction Employment - Fiscal Division November 2010 Forecast
Construction Employment - DETR October 2010 Forecast

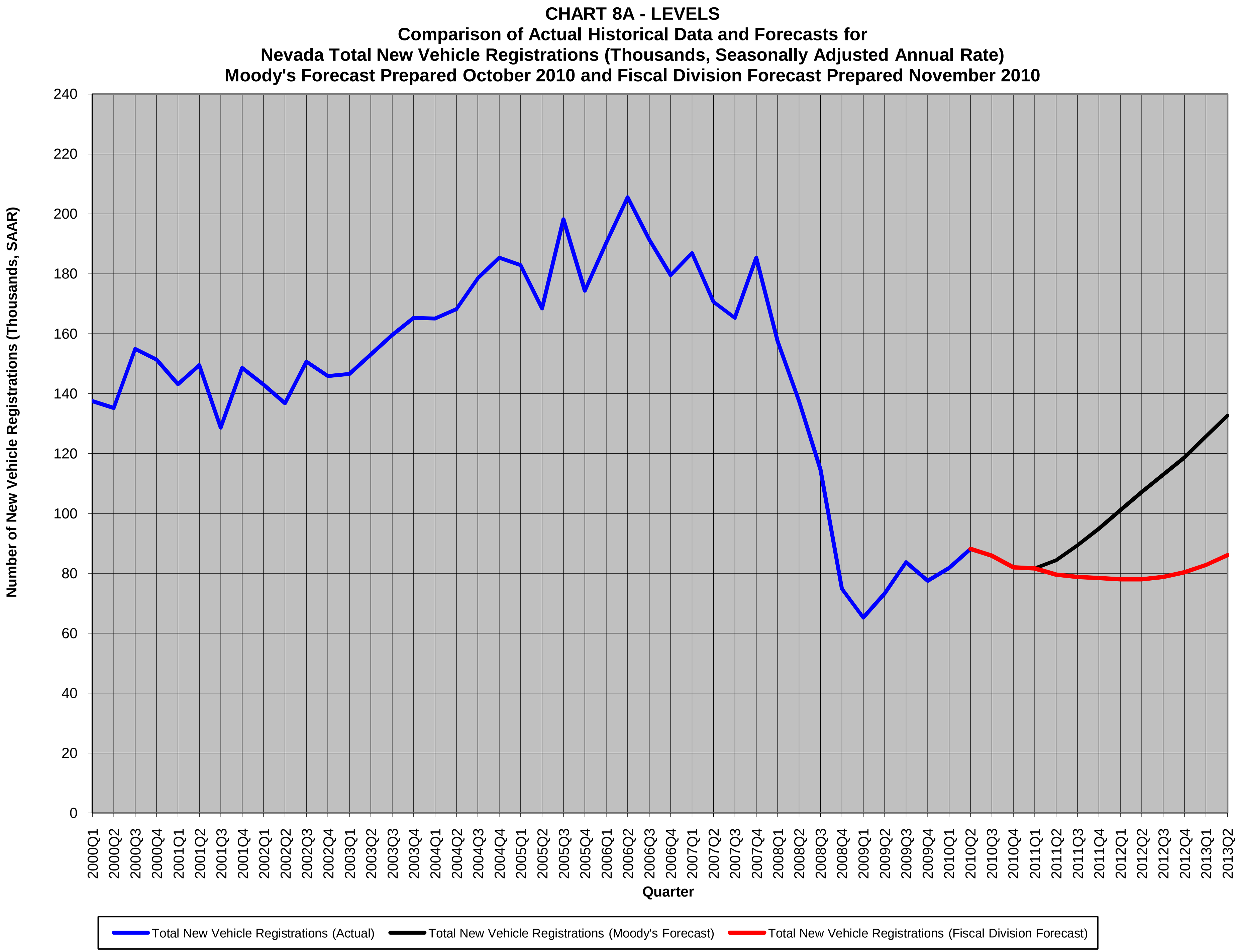


CHART 8A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Total New Vehicle Registrations (Thousands, Seasonally Adjusted Annual Rate)
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010
Number of New Vehicle Registrations (Thousands, SAAR)
0
20
40
60
80
100
120
140
160
180
200
220
240
2000Q1
2000Q2
2000Q3
2000Q4
2001Q1
2001Q2
2001Q3
2001Q4
2002Q1
2002Q2
2002Q3
2002Q4
2003Q1
2003Q2
2003Q3
2003Q4
2004Q1
2004Q2
2004Q3
2004Q4
2005Q1
2005Q2
2005Q3
2005Q4
2006Q1
2006Q2
2006Q3
2006Q4
2007Q1
2007Q2
2007Q3
2007Q4
2008Q1
2008Q2
2008Q3
2008Q4
2009Q1
2009Q2
2009Q3
2009Q4
2010Q1
2010Q2
2010Q3
2010Q4
2011Q1
2011Q2
2011Q3
2011Q4
2012Q1
2012Q2
2012Q3
2012Q4
2013Q1
2013Q2
Quarter
Total New Vehicle Registrations (Actual)
Total New Vehicle Registrations (Moody's Forecast)
Total New Vehicle Registrations (Fiscal Division Forecast)

CHART 8B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Total New Vehicle Registrations (Thousands, Seasonally Adjusted Annual Rate)
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

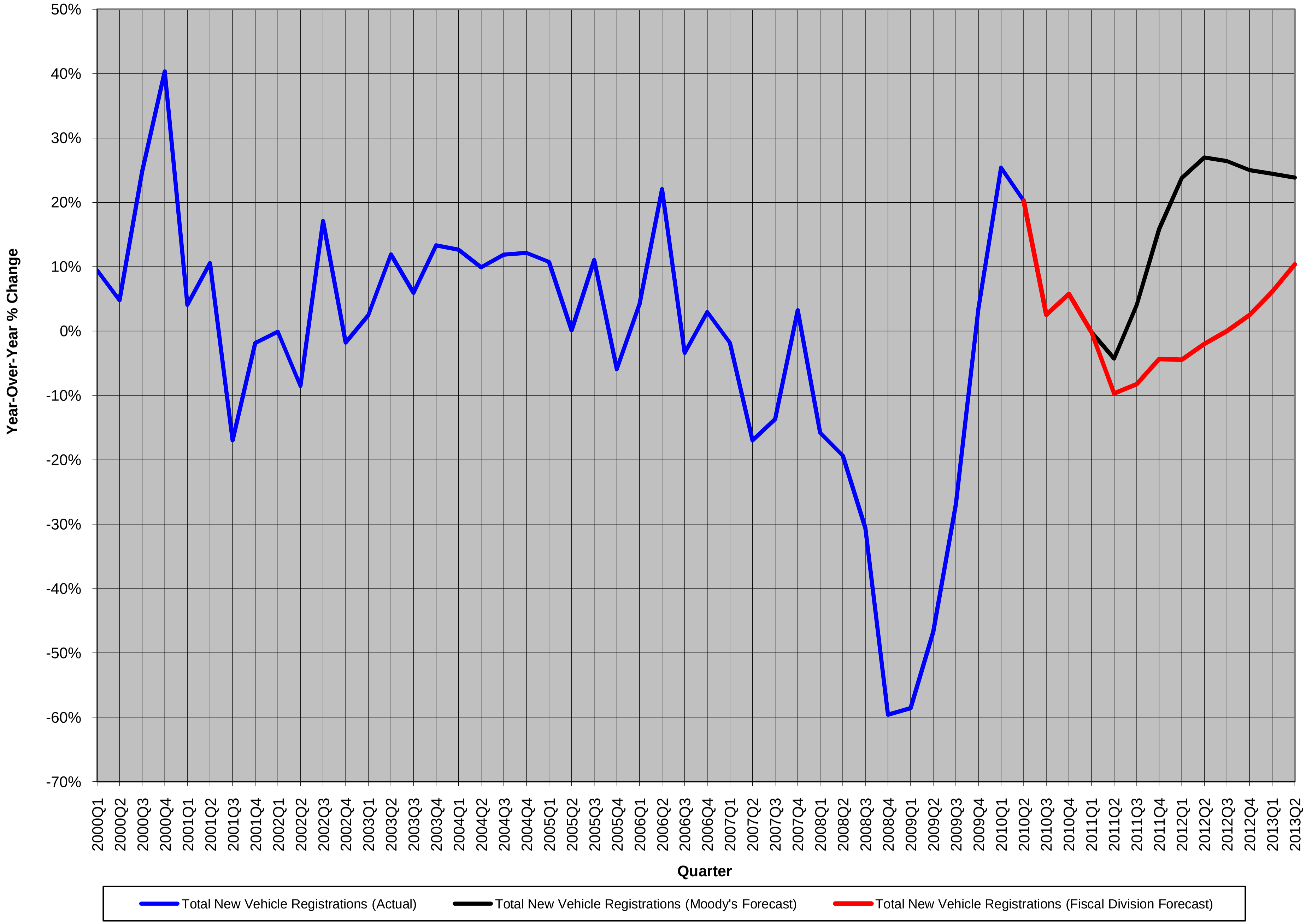


CHART 9A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Total Existing Single-Family Home Sales (Thousands, Seasonally Adjusted Annual Rate)
Moody's Forecast Prepared October 2010

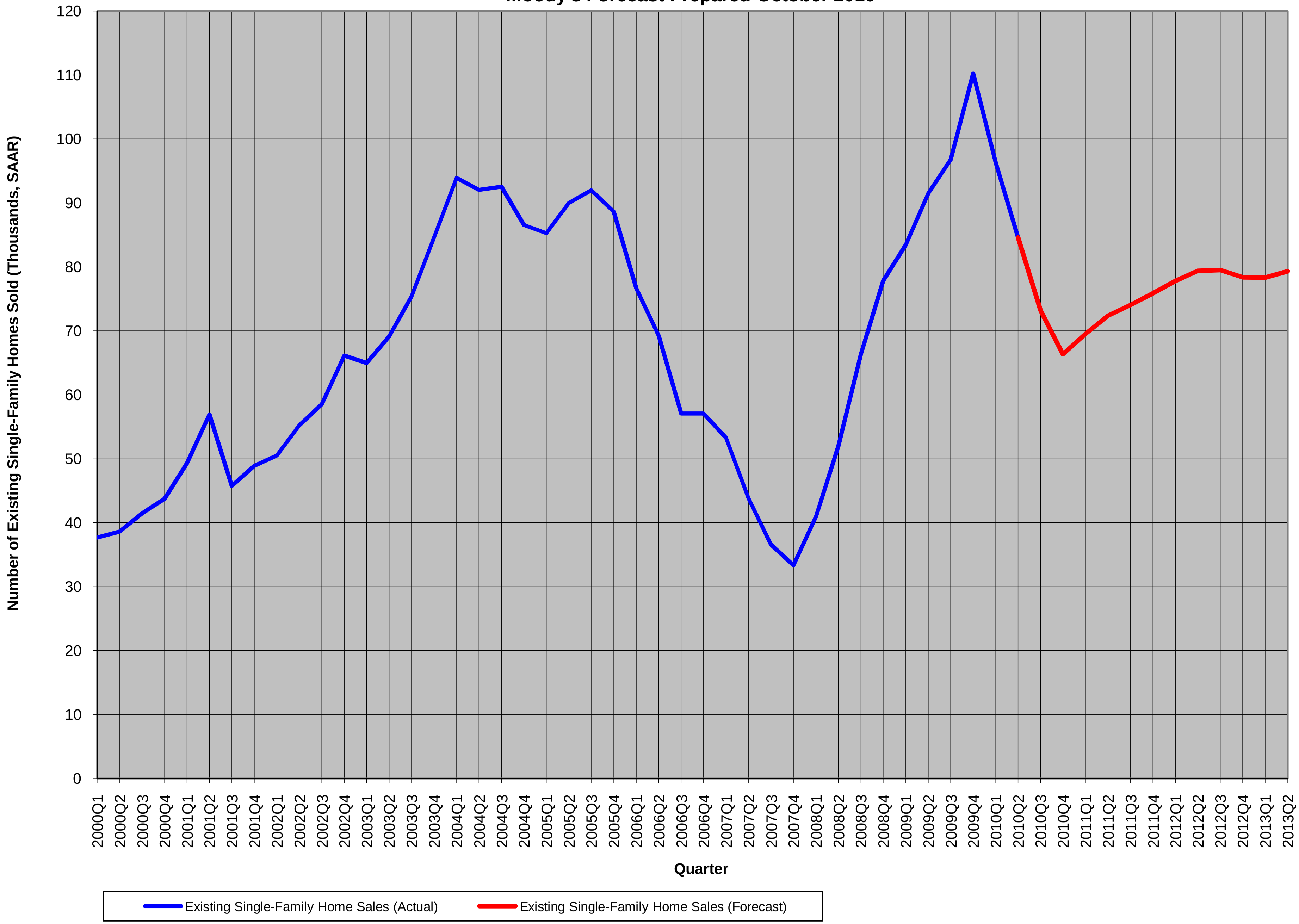


CHART 9B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Total Existing Single-Family Home Sales (Thousands, Seasonally Adjusted Annual Rate)
Moody's Forecast Prepared October 2010

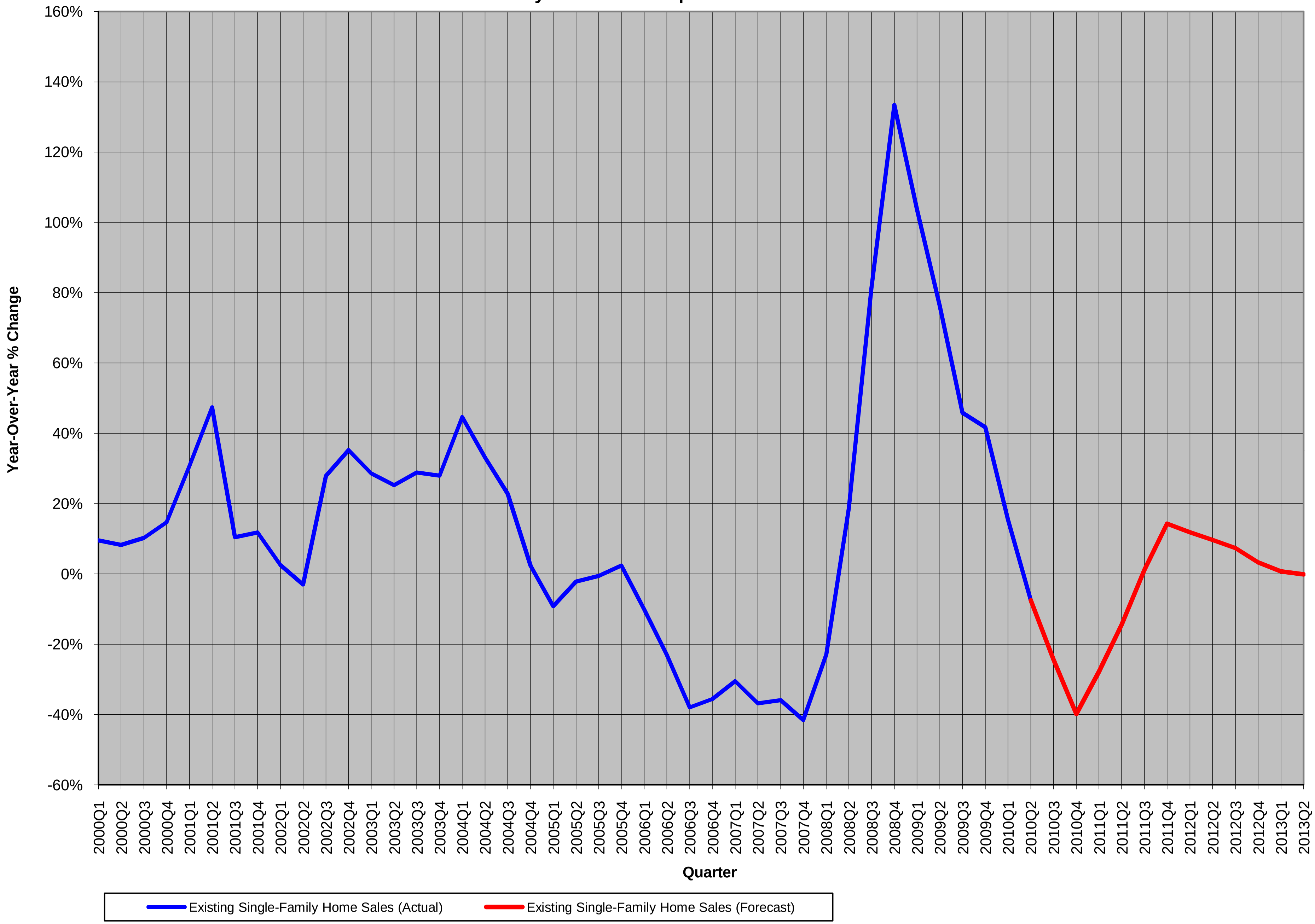
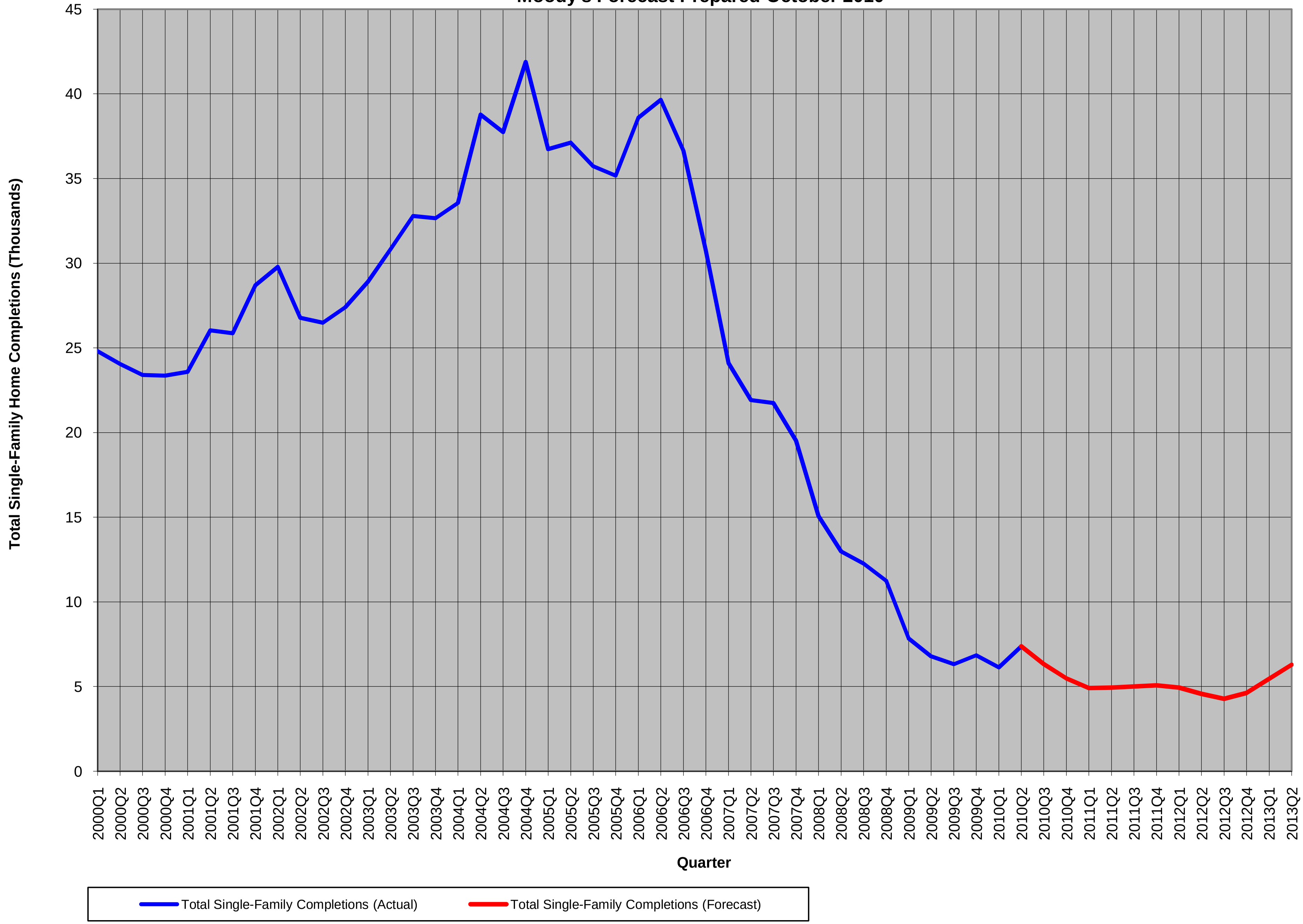


CHART 10A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Total Single-Family Home Completions (Thousands, Seasonally Adjusted Annual Rate)
Moody's Forecast Prepared October 2010



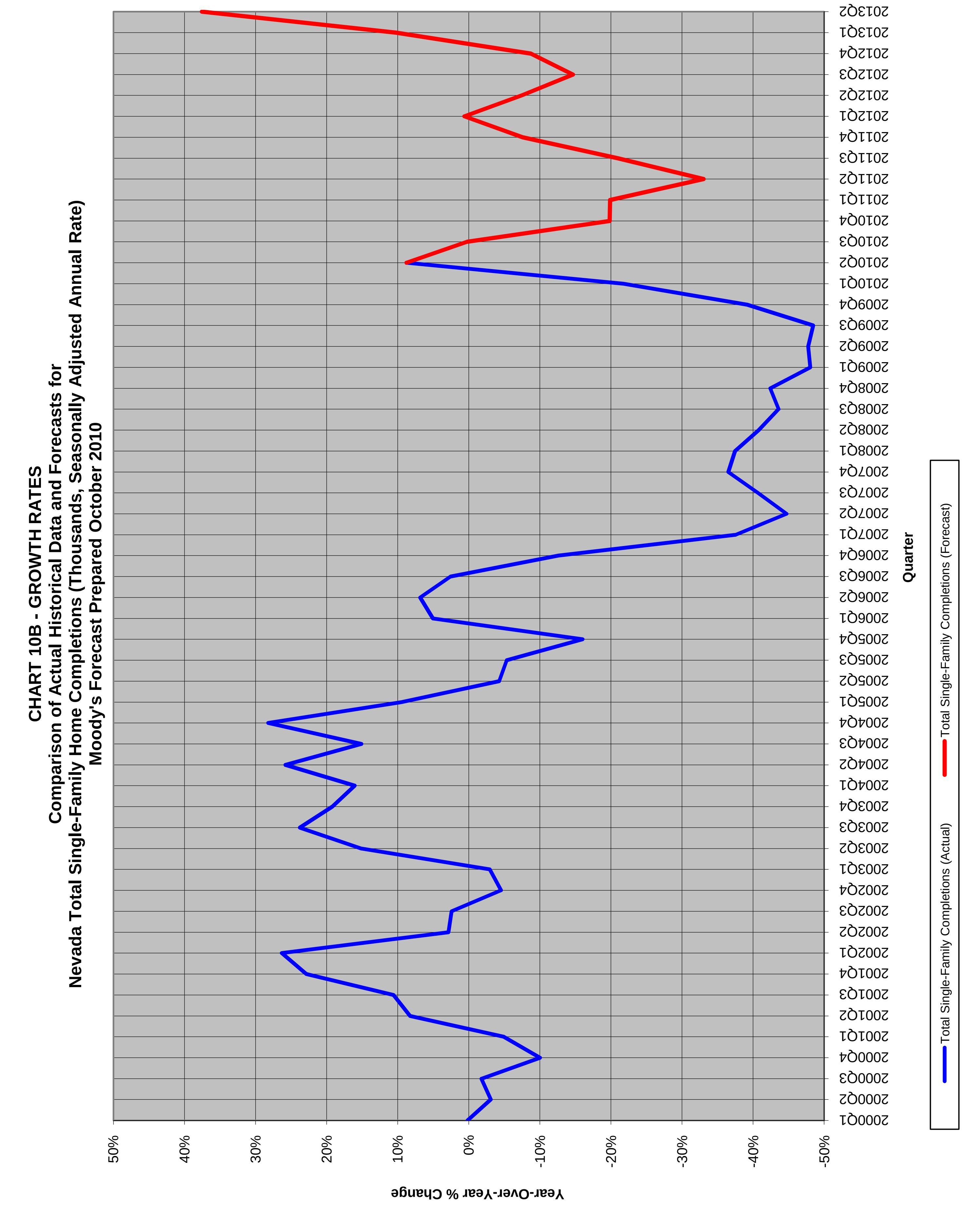


CHART 10B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Total Single-Family Home Completions (Thousands, Seasonally Adjusted Annual Rate)
Moody's Forecast Prepared October 2010
Year-Over-Year % Change
50%
40%
30%
20%
10%
0%
-10%
-20%
-30%
-40%
-50%
Quarter
2000Q1
2000Q2
2000Q3
2000Q4
2001Q1
2001Q2
2001Q3
2001Q4
2002Q1
2002Q2
2002Q3
2002Q4
2003Q1
2003Q2
2003Q3
2003Q4
2004Q1
2004Q2
2004Q3
2004Q4
2005Q1
2005Q2
2005Q3
2005Q4
2006Q1
2006Q2
2006Q3
2006Q4
2007Q1
2007Q2
2007Q3
2007Q4
2008Q1
2008Q2
2008Q3
2008Q4
2009Q1
2009Q2
2009Q3
2009Q4
2010Q1
2010Q2
2010Q3
2010Q4
2011Q1
2011Q2
2011Q3
2011Q4
2012Q1
2012Q2
2012Q3
2012Q4
2013Q1
2013Q2
Total Single-Family Completions (Actual)
Total Single-Family Completions (Forecast)

CHART 11A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Case-Schiller House Price Index for Nevada (2000Q1 = 100)
Moody's Forecast Prepared October 2010

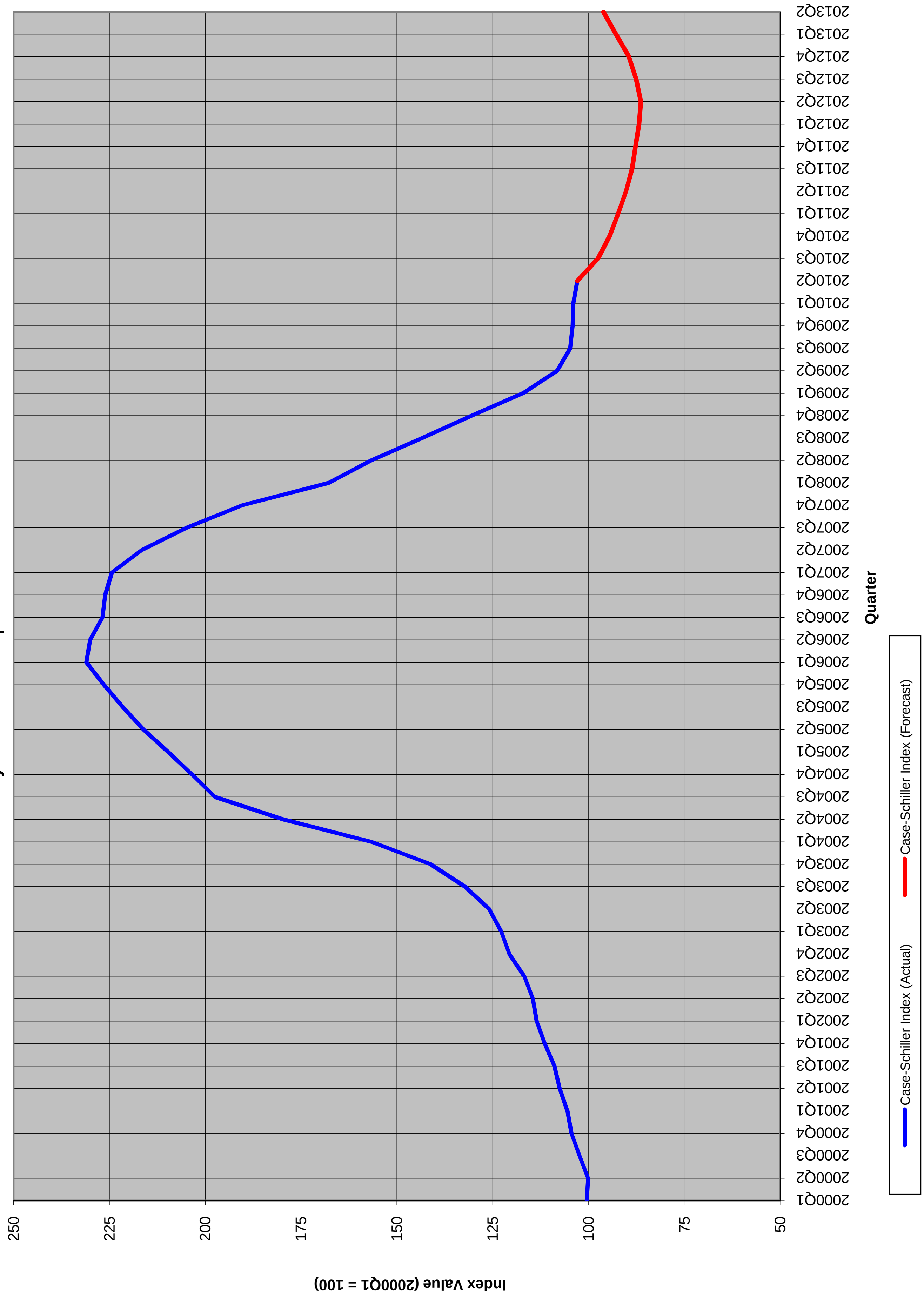


CHART 11B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Case-Schiller House Price Index for Nevada (2001Q1 = 100)
Moody's Forecast Prepared October 2010

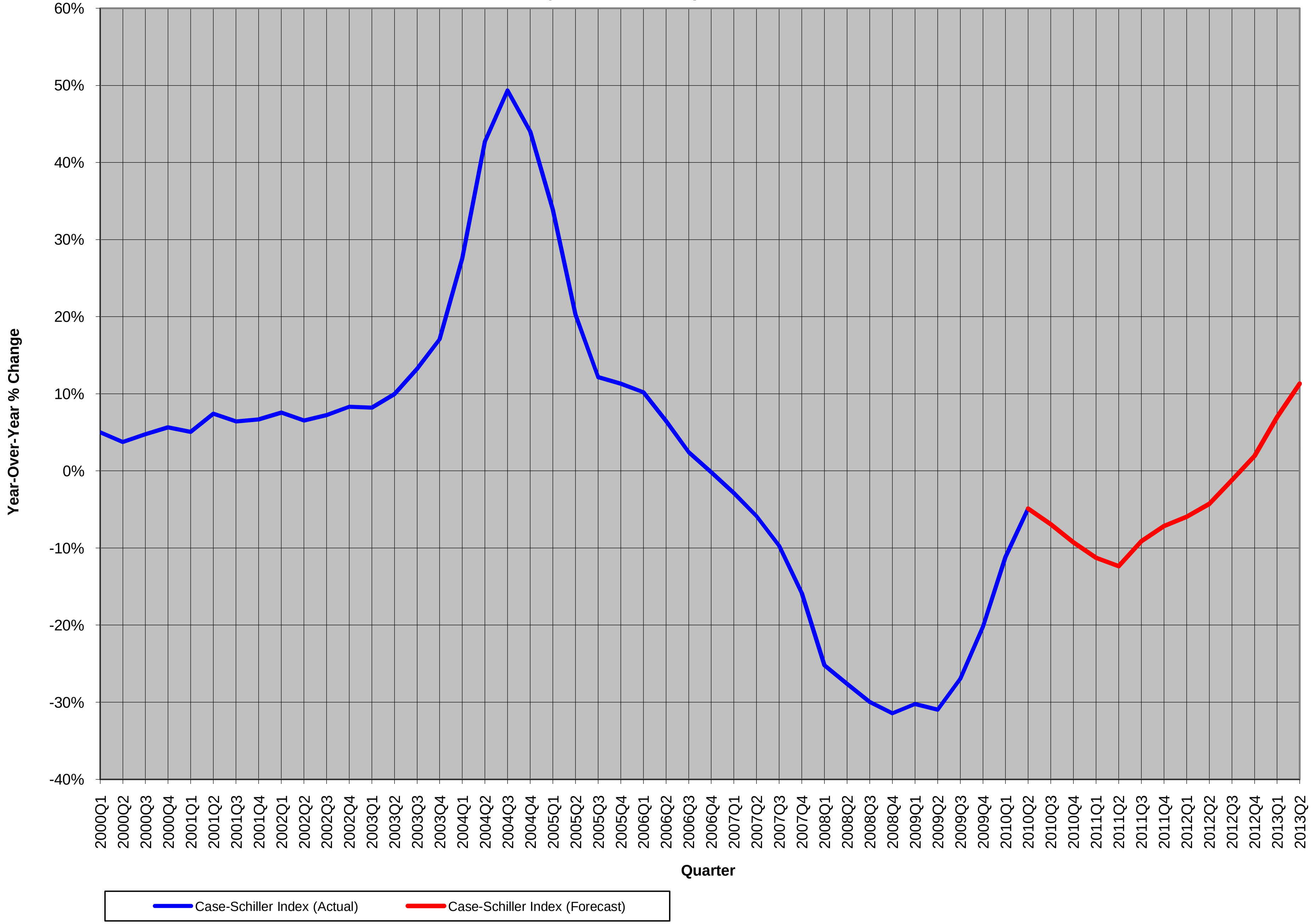


CHART 12A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Total Las Vegas Visitor Volume (Thousands)
Fiscal Division Forecast Prepared November 2010

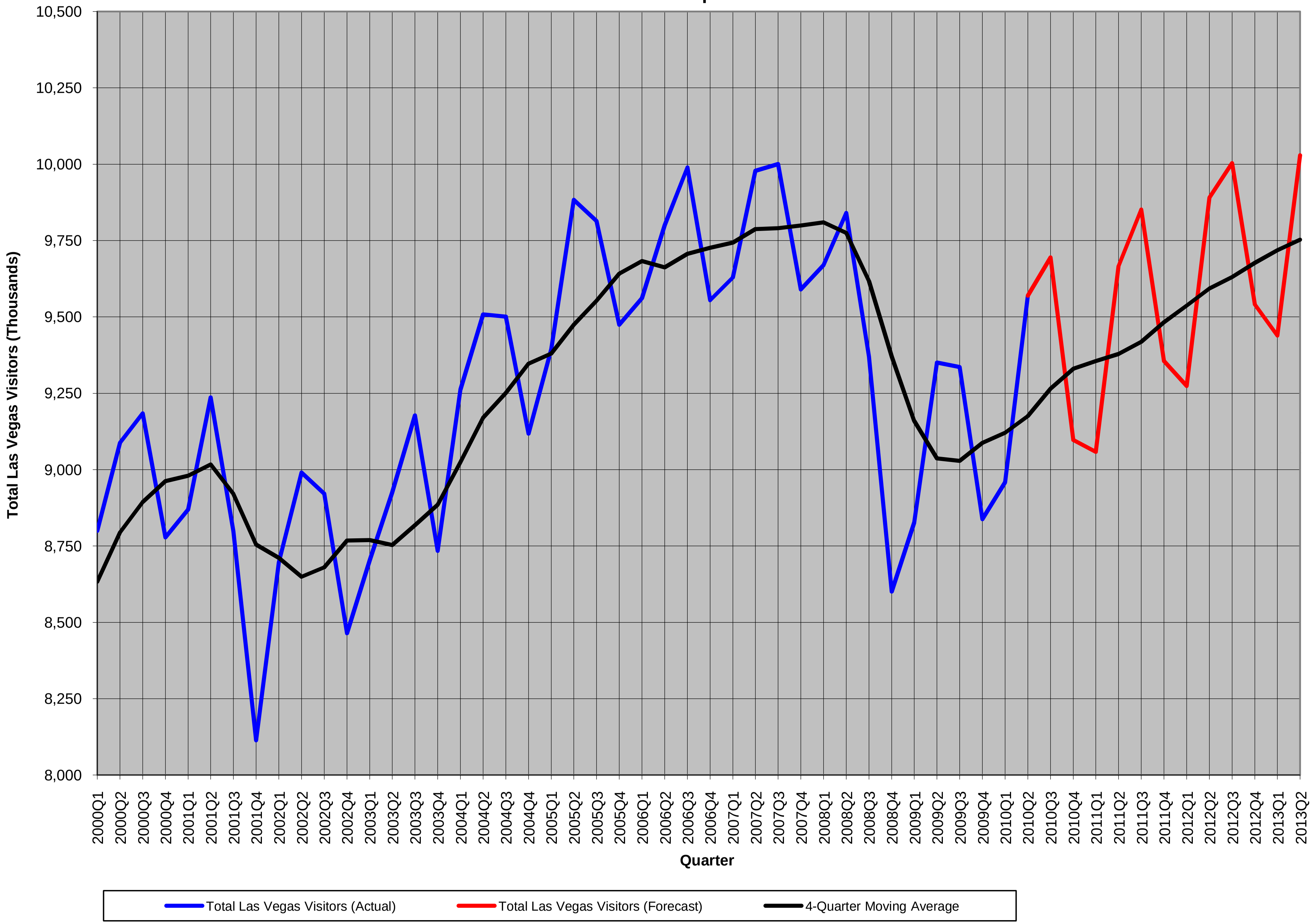


CHART 12B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Total Las Vegas Visitor Volume (Thousands)
Fiscal Division Forecast Prepared November 2010

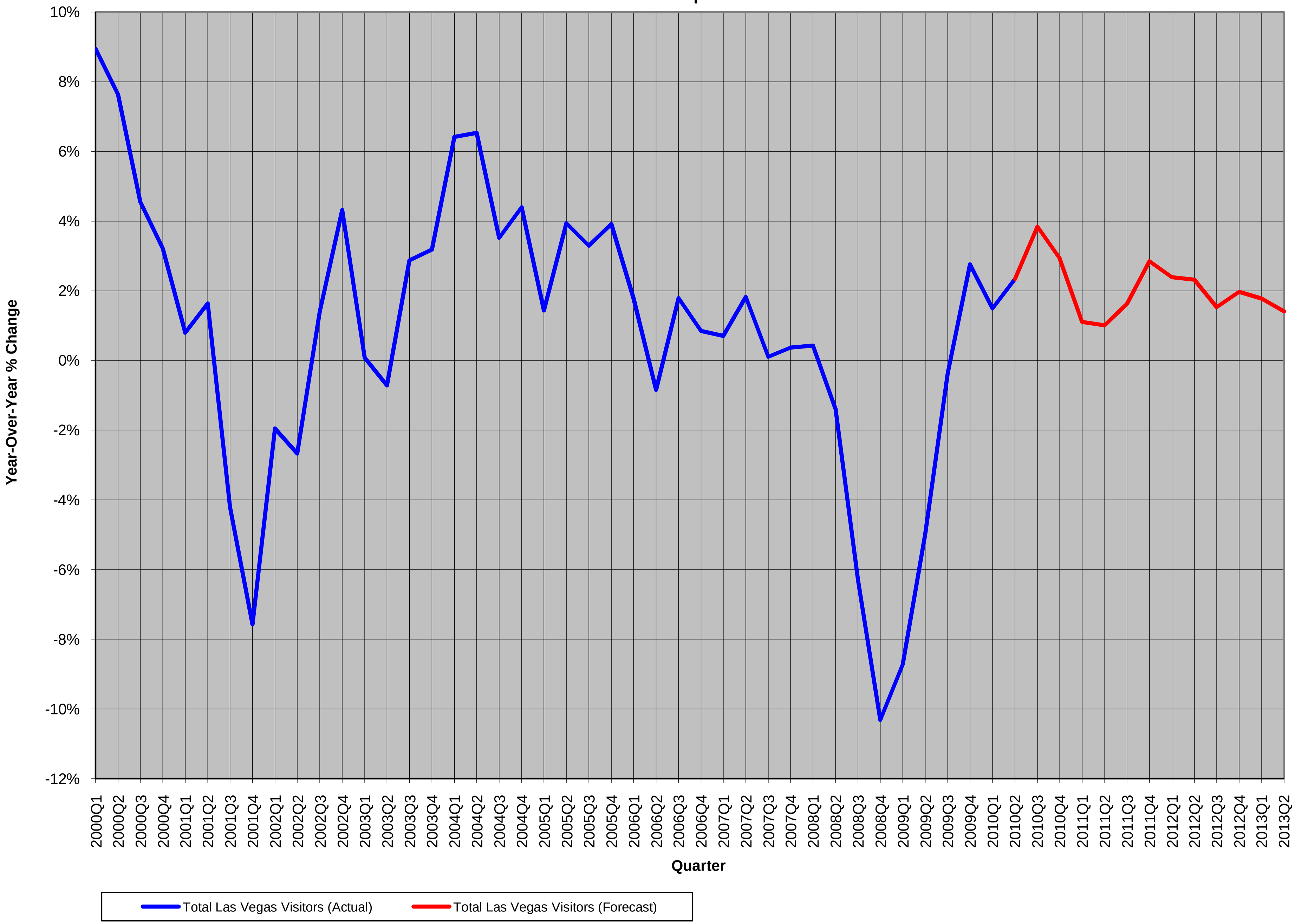


CHART 13A - LEVELS
Comparison of Actual Historical Data and Forecasts for Las Vegas Average Room Occupancy Rate
Fiscal Division Forecast Prepared November 2010

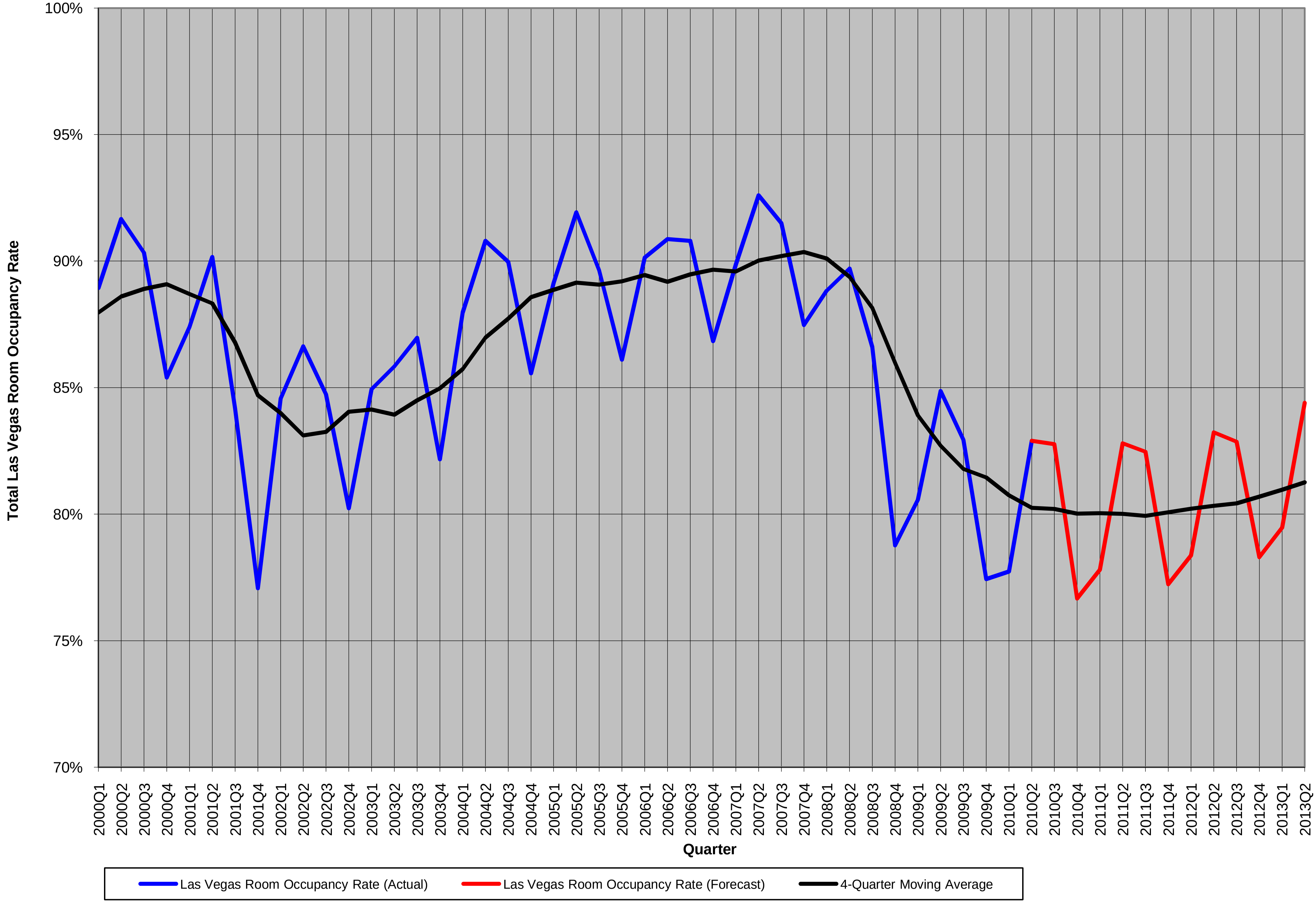


CHART 13B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Las Vegas Average Room Occupancy Rate
Fiscal Division Forecast Prepared November 2010

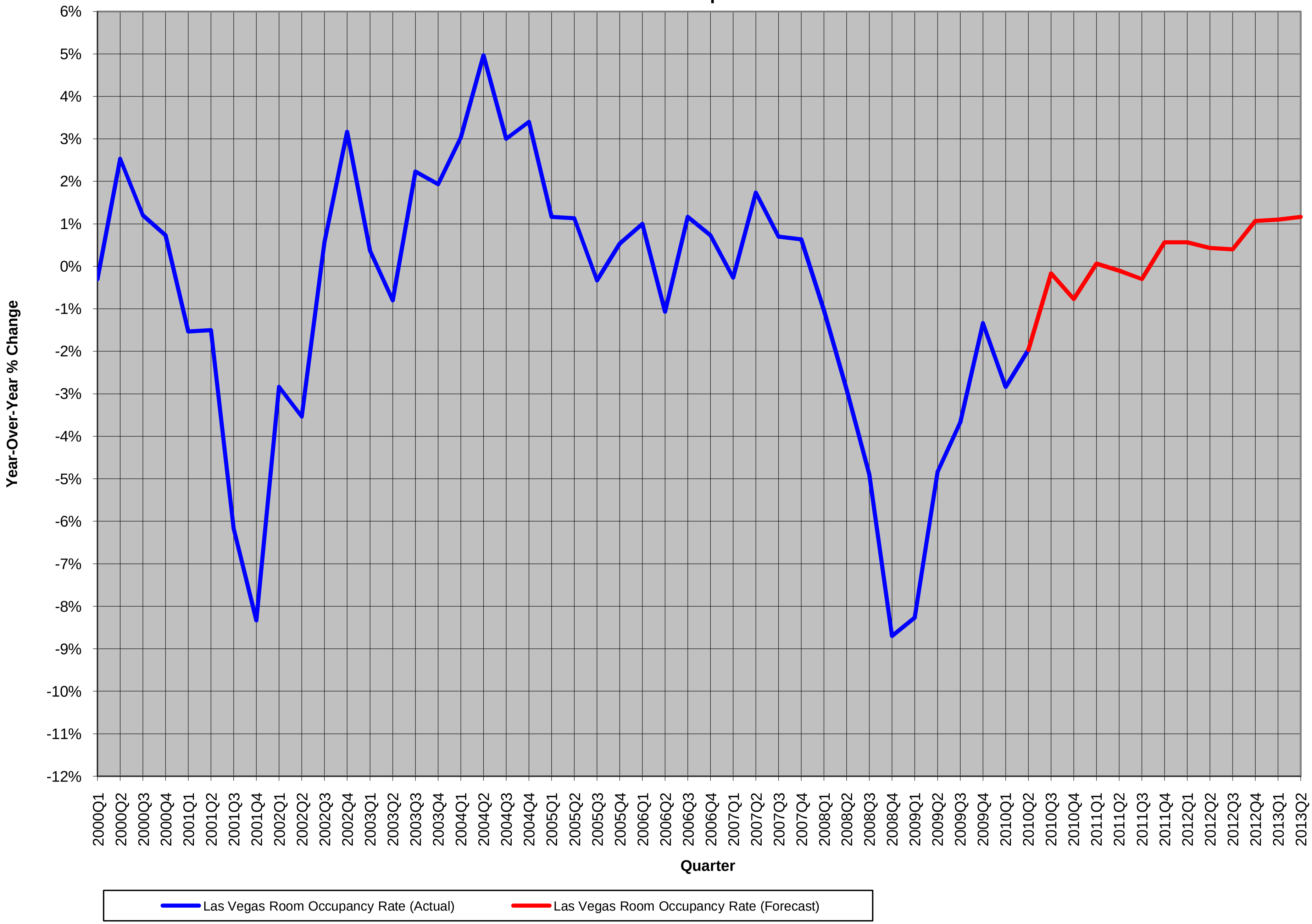


CHART 14A - LEVELS
Comparison of Actual Historical Data and Forecasts for
U.S. Consumer Price Index (All Urban Consumers, 1982-84 = 100)
Moody's Forecast Prepared October 2010

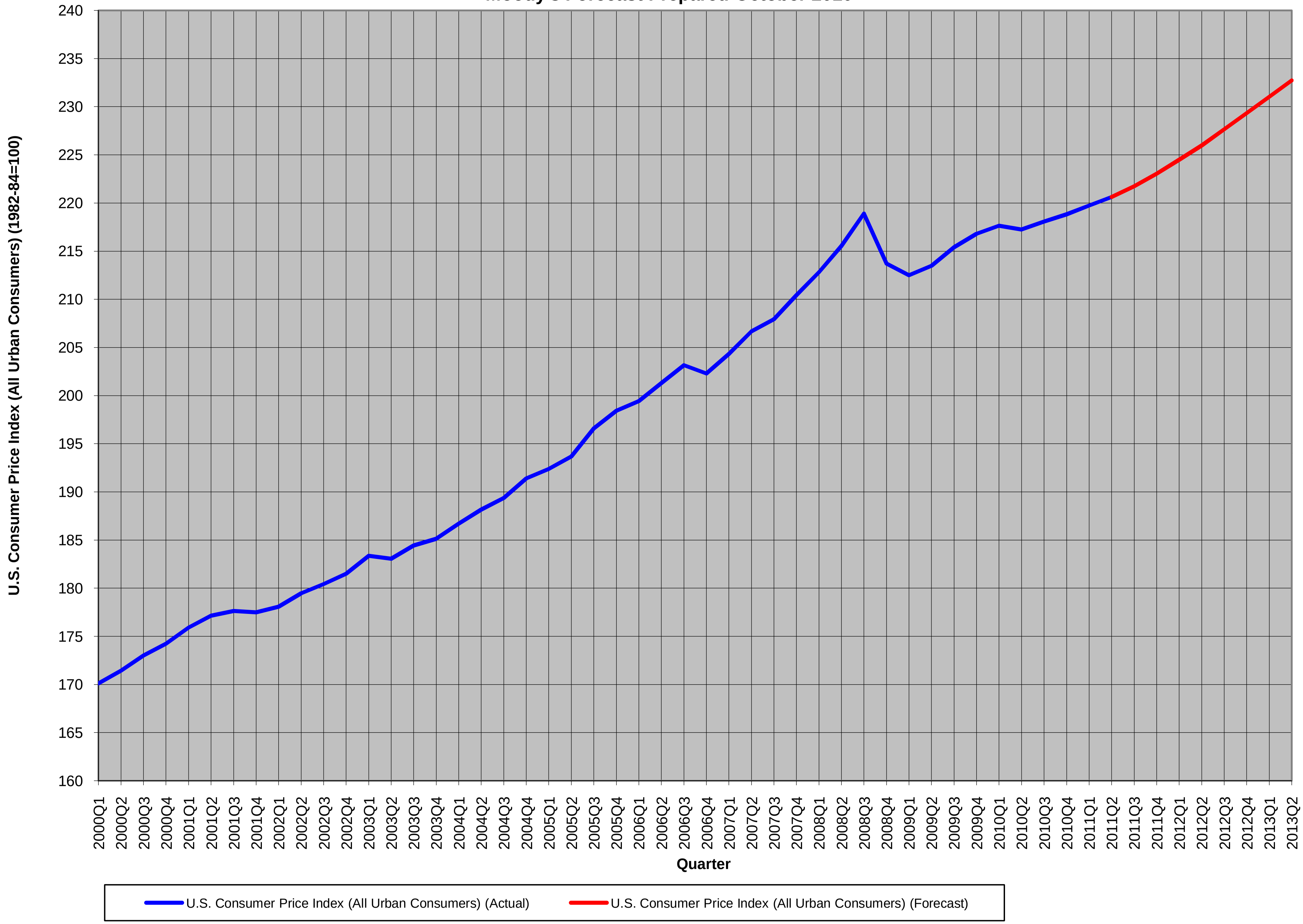
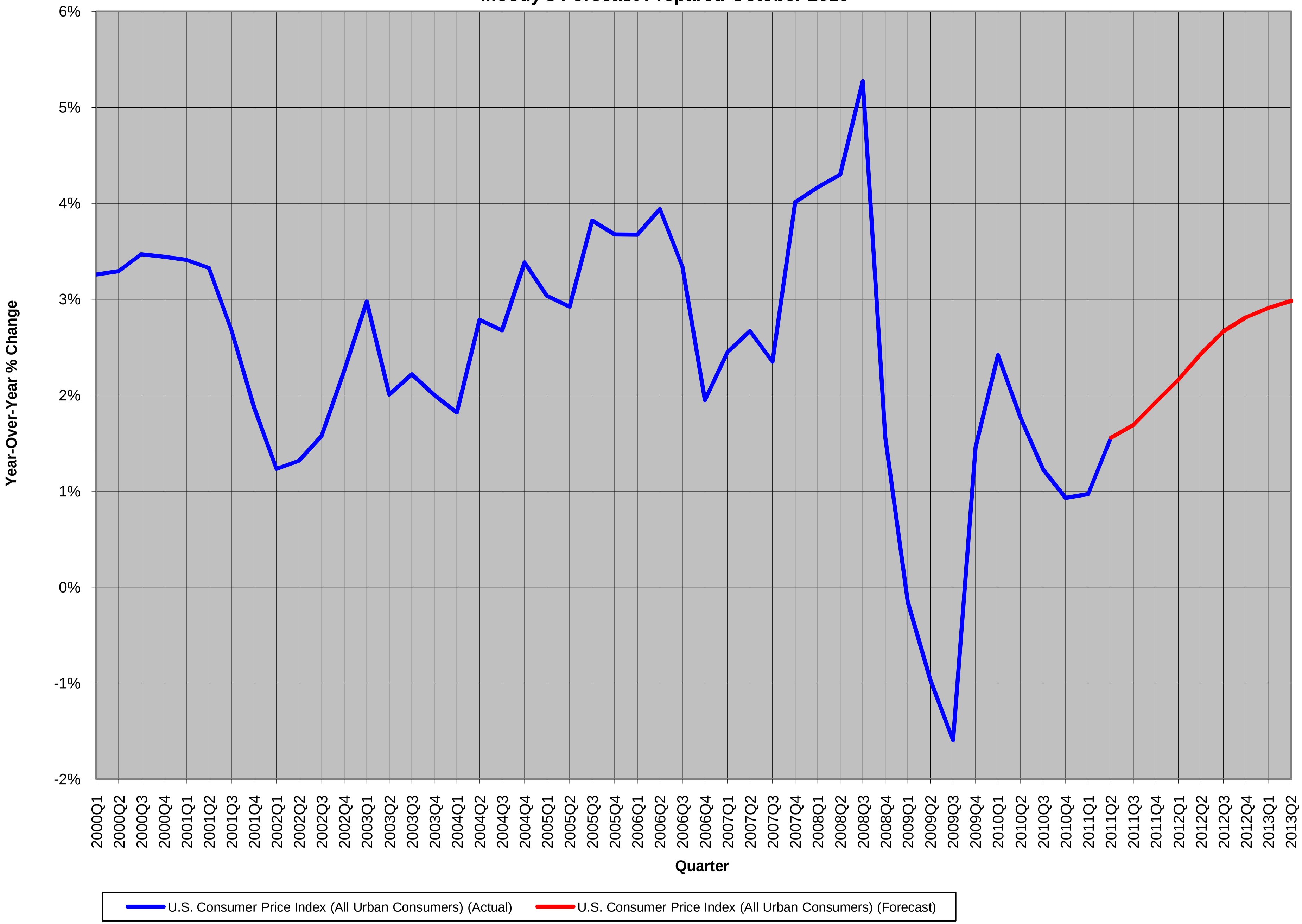
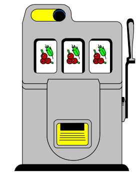


CHART 14B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
U.S. Consumer Price Index (All Urban Consumers, 1982-84 = 100)
Moody's Forecast Prepared October 2010



GAMING PERCENTAGE FEE COLLECTIONS FORECAST
prepared for: **Nevada Economic Forum**
by: **LCB-Fiscal Analysis Division**
date: **November 5, 2010**



The FY 2011, FY 2012, and FY 2013 Forecast

The Fiscal Analysis Division forecasts gaming percentage fee collections to increase by 4.7% in FY 2011 to $660.1 million, increase by 3.2% in FY 2012 to $681.5 million, and increase by 3.3% in FY 2013 to $704.3 million.

Tax Overview

- Total percentage fee collections reported by the Gaming Control Board consist of two components: the portion collected from taxable gaming revenues (TGR) each month and an estimated fee adjustment (EFA) amount. The EFA represents a reconciliation that occurs each month based on the actual tax liability for the current month compared to the estimated payment for the current month that is based on the actual tax liability from taxable gaming revenue from three months ago.

- The tax rate on monthly taxable gaming revenue (TGR) is 3.5% up to $50,000 in TGR; 4.5% on TGR exceeding $50,000 up to $134,000; and 6.75% on all TGR exceeding $134,000 per month. The tax rate on each bracket was increased by 0.5% effective August 1, 2003 (S.B 8 – 20th Special Session).

- Taxable gaming revenue is derived from total gaming win adjusted for the interaction of credit issued and collected during the monthly reporting period.

- Total gaming win is the amount of wagering activity retained by the non-restricted gaming location during the month. The total win reported each month is generated from electronic gaming devices (slot machines) and table games (includes sports books).

- The gaming win from slot machines generated each month is a function of the amount of coin-in (handle) and the slot win percent (hold percentage). The product of the amount of coin-in generated by the slot machines and the slot win percent is known as slot win.

- The gaming win from table games generated each month is a function of the amount drop and the games win percent (hold percentage). The product of the amount of drop generated by the table games and the games win percent is known as games and table win.

FY 2011 Year-to-Date Gaming Market Statistics and Gaming Percentage Fee Tax Collections Overview

The Gaming Control Board has reported the actual gaming market statistics through the first quarter of FY 2011 (June 2010 – August 2010). Total statewide gaming win is flat (0.0%) through the first quarter of FY 2011 compared to the first quarter of FY 2010, which was down 11.9%. Statewide slot win is down 2.0% in the first quarter of FY 2011 compared to the first quarter of FY 2010, which was down 12.7%. Statewide games win is up 4.1% in the first quarter of FY 2011 compared to the first quarter of FY 2010, which was down 10.2 %.

Taxable gaming revenue (TGR), which accounts for the interaction of credit extended and credit collected, is down 0.3% through the first quarter of FY 2011 compared to the first quarter of FY 2010. Although total gaming win is basically flat, taxable gaming revenue is down slightly as the ratio of TGR to total win is 95.4% in the first quarter of FY 2011 compared to 95.6% in the first quarter of FY 2010.

Percentage fee tax collections derived from taxable gaming revenue are down 0.5% in the first quarter of FY 2011 compared to the first quarter of FY 2010. Total percentage fee tax collections, which include the impact of the estimated fee adjustment, are actually up 1.3% in the first quarter of FY 2011.

Through the first quarter of FY 2011, the estimated fee adjustment (EFA) is in a net negative position of -$5.7 million. However, this is compared to a net negative position of -$8.6 million in the first quarter of FY 2010. Thus, comparing the EFA in FY 2011 to FY 2010 fiscal year-to-date results in a net positive impact of $2.9 million in FY 2011, which explains why total percentage fee tax collections are up 1.3% while percentage fees from TGR are actually down a 0.5%.

FY 2011 Gaming Market Statistics and Gaming Percentage Fee Tax Collections Forecast

Statewide total win is forecast to increase by 0.8% in FY 2011 compared to a 4.9% decrease in FY 2010. To achieve this forecast, total win will have to increase by an average of 1.1% over the last nine months of FY 2011 compared the last nine months of FY 2010. For reference, total win decreased an average of 2.5% over the last nine months of FY 2010 compared to the same period in FY 2009.

Statewide slot win is forecast to decrease by 0.5% in FY 2011 compared to a 8.6% decrease in FY 2010. To achieve this forecast, slot win can remain flat on average (0.0%) over the last nine months of FY 2011 compared the last nine months of FY 2010. For reference, slot win decreased an average of 7.1% over the last nine months of FY 2010 compared to the same period in FY 2009.

Statewide games win is forecast to increase by 3.3% in FY 2011 compared to a 2.4% increase in FY 2010. To achieve this forecast, games win will have to increase by an average of 3.1% over the last nine months of FY 2011 compared the last nine months of FY 2010. For reference, games win increased an average of 6.8% over the last nine months of FY 2010 compared to the same period in FY 2009.

Taxable gaming revenue (TGR) is forecast to increase by 2.8% in FY 2011 compared to a 6.8% decrease in FY 2009. To achieve the FY 2011 forecast, TGR will have to increase by an average of 3.8% over the last nine months of FY 2011 compared to the last nine months of FY 2010, which decreased an average of 5.0% relative to the last nine months of FY 2009.

Gaming percentage fee collections from taxable gaming revenue (TGR) are estimated to increase by 3.0% in FY 2001 compared to a 7.3% decrease in FY 2010. To achieve the FY 2011 3.0% increase, gaming percentage fee collections from TGR will have to increase by an average of 4.2% over the last nine months of FY 2011 compared to an average decrease of 5.9% over the last nine months of FY 2010.

Total gaming percentage fee tax collections are projected to increase by 4.7% in FY 2011 compared to a 3.8% decrease in FY 2010. Total gaming percentage fee collections will have to increase by an average of 5.8% over the last nine months of FY 2011 compared to an average decrease of 2.5% over the last nine months of FY 2010.

> The difference between the growth required to achieve the forecast for total gaming percentage fee collections versus the forecast for gaming percentage fee collections from TGR is due to the projected net positive impact from the EFA of $10.5 million in FY 2011. The result occurs because the EFA for FY 2011 is projected to be approximately a positive $2.8 million versus a negative $7.8 in FY 2010.

CHART 1
Statewide Total Win, Slot Win, and Game Win per Las Vegas Visitor
Actual: 1995Q3 - 2010Q3   Forecast: 2010Q4 - 2013Q2

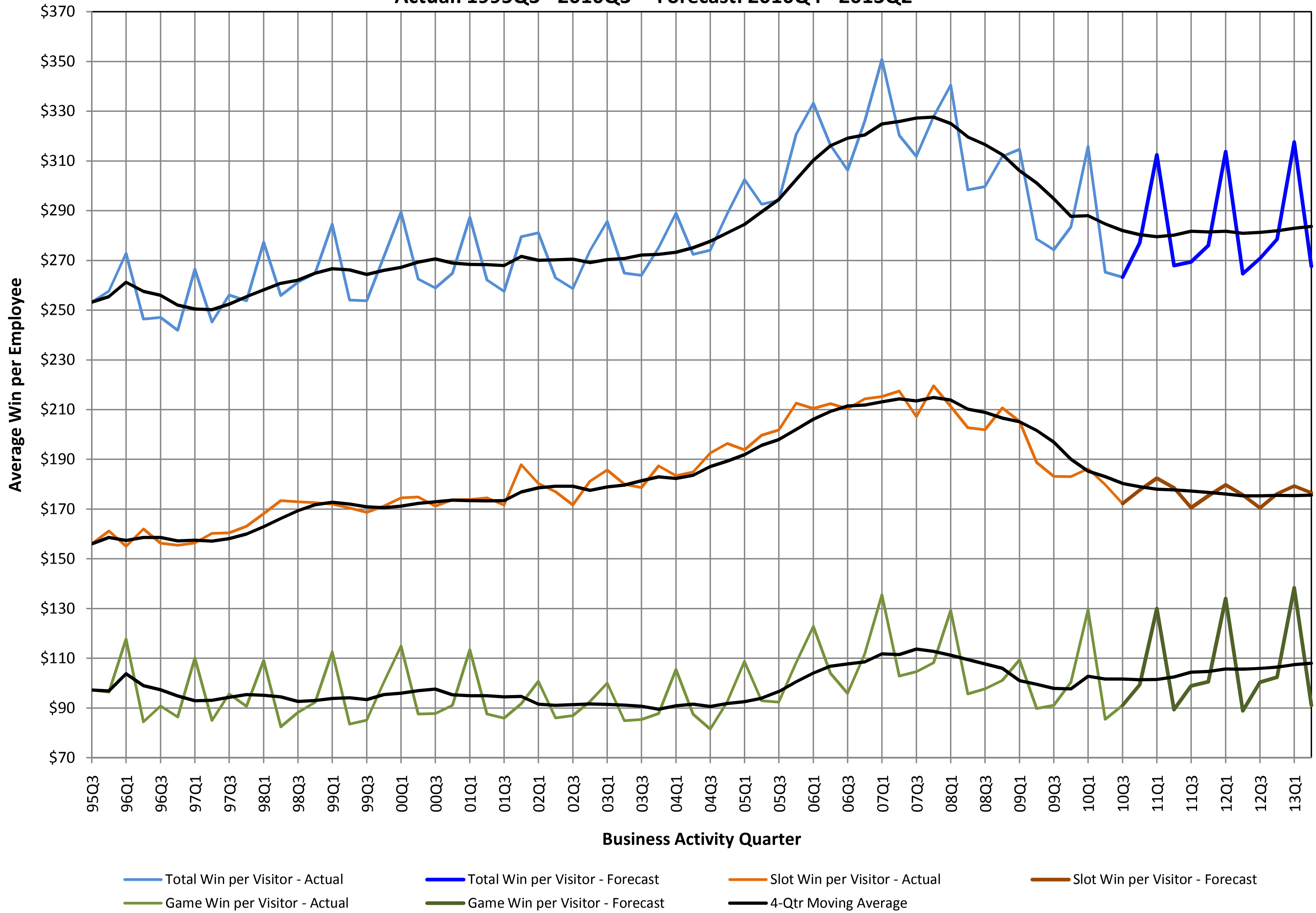


CHART 2
Statewide Total Win, Slot Win, and Game Win per Statewide Employee
Actual: 1995Q3 - 2010Q3 Forecast: 2010Q4 - 2013Q2

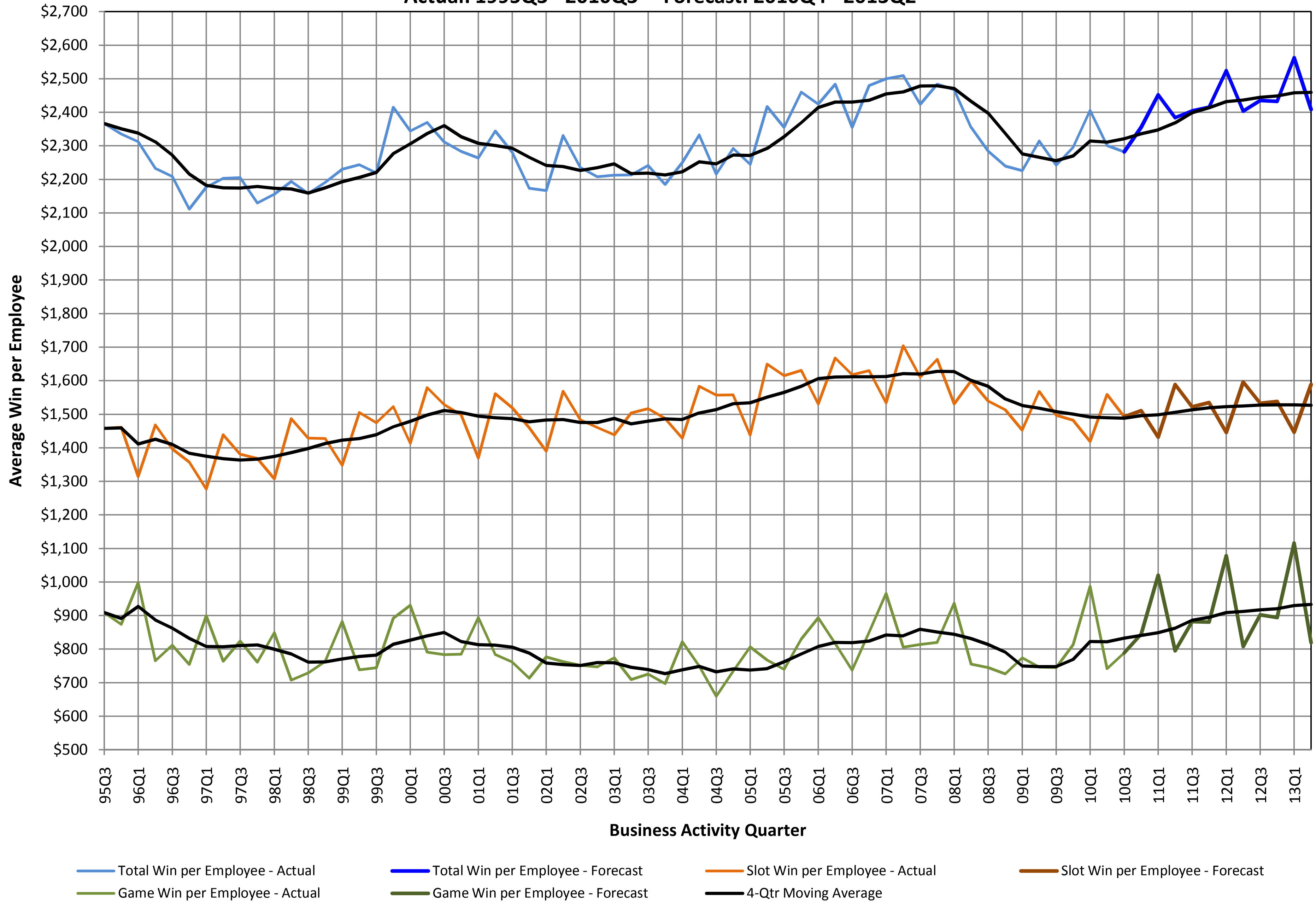


CHART 3
Clark County Total Win, Slot Win, and Game Win per Las Vegas Visitor
Actual: 1995Q3 - 2010Q3 Forecast: 2010Q4 - 2013Q2

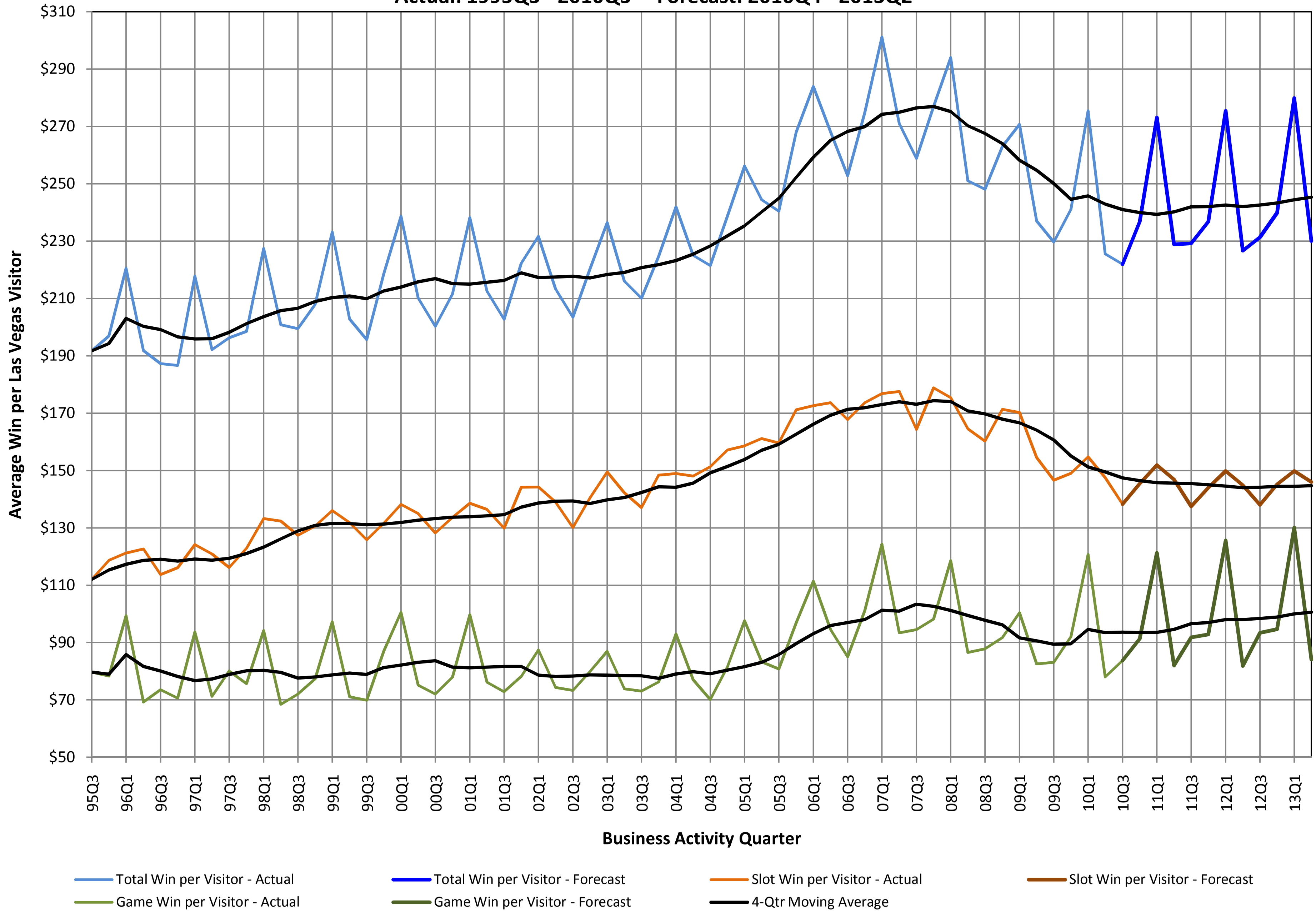


CHART 4
Clark County Total Win, Slot Win, and Game Win per Statewide Employee
Actual: 1995Q3 - 2010Q3 Forecast: 2010Q4 - 2013Q2

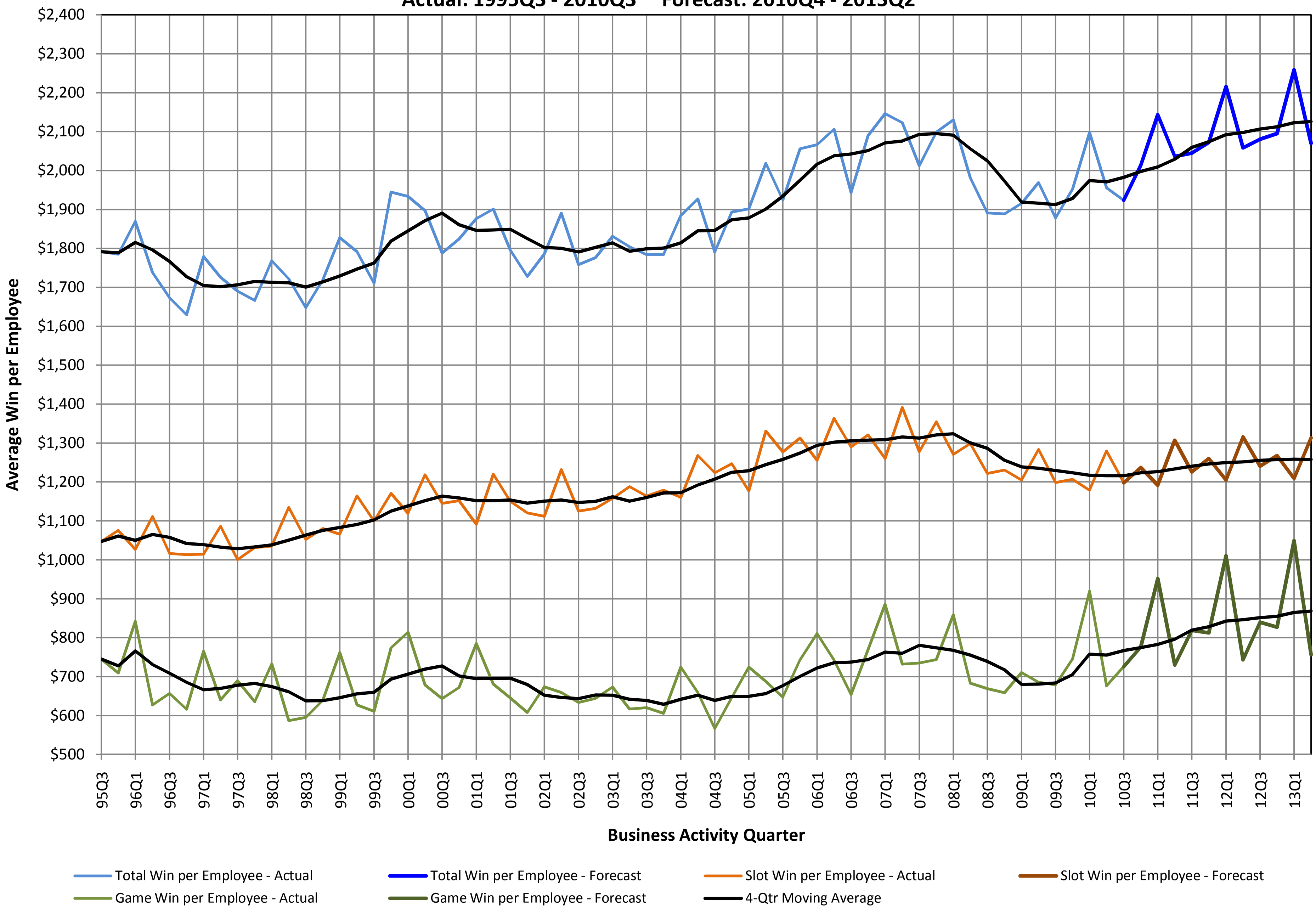


TABLE 1

PERCENTAGE FEE TAX COLLECTIONS FORECAST: FY 2011, FY 2012, and FY 2013

Win and Taxable Gaming Revenue (TGR) are based on a Fiscal Year Activity Period: June 30 - May 31corresponding to a Fiscal Year Collection Period: July 1 - June 30.

	Slot Win	Games Win	Total Win	Taxable Gaming Revenue (TGR)	Ratio: TGR to Win	Average Tax Rate	Percentage Fee Collections: % Fee-TGR	% Fee-EFA	% Fee-Total	Difference: % Fee-EFA less % Fee-EFA Last Year	
FY95	4,380,802,175	2,694,675,227	7,075,477,402	6,763,552,243	95.6%	6.0885%	411,796,558	-500,770	411,295,788	-1,971,932	FY95
FY96	4,633,094,662	2,879,530,689	7,512,625,351	7,207,178,058	95.9%	6.0893%	438,869,709	5,793,088	444,662,797	6,293,858	FY96
FY97	4,757,587,292	2,809,424,728	7,567,012,020	7,363,636,000	97.3%	6.0930%	448,663,200	-3,687,526	444,975,700	-9,480,614	FY97
FY98	5,025,443,026	2,844,649,036	7,870,092,062	7,492,880,000	95.2%	6.0943%	456,638,700	2,551,369	459,190,100	6,238,895	FY98
FY99	5,455,327,107	2,974,368,367	8,429,695,474	8,077,142,000	95.8%	6.1054%	493,144,700	3,343,497	496,488,200	792,128	FY99
FY00	6,022,789,805	3,377,485,287	9,400,275,092	8,988,189,000	95.6%	6.1064%	548,856,000	11,417,129	560,273,100	8,073,632	FY00
FY01	6,235,534,621	3,398,355,882	9,633,890,503	9,224,676,000	95.8%	6.1305%	565,522,300	-531,385	564,991,000	-11,948,514	FY01
FY02	6,210,133,057	3,151,776,456	9,361,909,513	9,116,060,000	97.4%	6.1039%	556,438,000	-1,798,718	554,639,300	-1,267,333	FY02
FY03	6,285,772,622	3,185,135,910	9,470,908,532	9,205,457,000	97.2%	6.1372%	564,953,800	-5,487,222	559,466,600	-3,688,504	FY03
FY04	6,721,376,246	3,345,157,874	10,066,534,120	9,821,920,000	97.6%	6.5475%	643,093,600	33,927,984	677,021,600	39,415,206	FY04
FY05	7,375,177,920	3,530,301,630	10,905,479,550	10,547,400,000	96.7%	6.6135%	697,550,600	12,072,762	709,623,300	-21,855,222	FY05
FY06	8,101,564,029	4,125,400,456	12,226,964,485	11,793,990,000	96.5%	6.6386%	782,957,400	7,227,658	790,185,100	-4,845,105	FY06
FY07	8,365,943,289	4,332,950,742	12,698,894,000	12,260,640,000	96.5%	6.6145%	810,977,500	9,073,364	820,050,900	1,845,706	FY07
FY08	8,235,631,313	4,276,240,448	12,511,872,000	11,926,560,000	95.3%	6.6298%	790,703,400	-19,738,207	770,965,200	-28,811,571	FY08
FY09	7,318,060,690	3,604,028,658	10,922,089,000	10,376,870,000	95.0%	6.6387%	688,885,000	-33,653,001	655,232,000	-13,914,794	FY09
FY10	6,691,893,935	3,690,193,960	10,382,088,000	9,673,533,000	93.2%	6.5985%	638,305,900	-7,779,856	630,526,000	25,873,145	FY10
FY11	**6,656,366,000**	**3,811,664,000**	**10,468,030,000**	**9,944,628,000**	**95.0%**	**6.6100%**	**657,340,000**	**2,770,000**	**660,110,000**	**10,549,856**	**FY11**
FY12	**6,713,586,000**	**4,015,957,000**	**10,729,543,000**	**10,246,710,000**	**95.5%**	**6.6200%**	**678,332,000**	**3,178,000**	**681,510,000**	**408,000**	**FY12**
FY13	**6,840,696,000**	**4,180,351,000**	**11,021,047,000**	**10,547,140,000**	**95.7%**	**6.6300%**	**699,276,000**	**5,021,000**	**704,296,000**	**1,843,000**	**FY13**

PERCENT CHANGE - YEAR AGO

	Slot Win	Games Win	Total Win	Taxable Gaming Revenue (TGR)	Ratio: TGR to Win	Average Tax Rate	Percentage Fee Collections: % Fee-TGR	% Fee-EFA	% Fee-Total	Difference: % Fee-Total less Fee-TGR	
FY95	6.5%	8.3%	7.2%	6.5%	-0.6%	0.0081%	6.7%	-134.0%	6.1%	-0.5%	FY95
FY96	5.8%	6.9%	6.2%	6.6%	0.3%	0.0009%	6.6%	1256.8%	8.1%	1.5%	FY96
FY97	2.7%	-2.4%	0.7%	2.2%	1.4%	0.0036%	2.2%	-163.7%	0.1%	-2.2%	FY97
FY98	5.6%	1.3%	4.0%	1.8%	-2.1%	0.0013%	1.8%	169.2%	3.2%	1.4%	FY98
FY99	8.6%	4.6%	7.1%	7.8%	0.6%	0.0111%	8.0%	31.0%	8.1%	0.1%	FY99
FY00	10.4%	13.6%	11.5%	11.3%	-0.2%	0.0010%	11.3%	241.5%	12.8%	1.6%	FY00
FY01	3.5%	0.6%	2.5%	2.6%	0.1%	0.0241%	3.0%	-104.7%	0.8%	-2.2%	FY01
FY02	-0.4%	-7.3%	-2.8%	-1.2%	1.6%	-0.0266%	-1.6%	-238.5%	-1.8%	-0.2%	FY02
FY03	1.2%	1.1%	1.2%	1.0%	-0.2%	0.0332%	1.5%	-205.1%	0.9%	-0.7%	FY03
FY04	6.9%	5.0%	6.3%	6.7%	0.4%	0.4104%	13.8%	718.3%	21.0%	7.2%	FY04
FY05	9.7%	5.5%	8.3%	7.4%	-0.9%	0.0659%	8.5%	-64.4%	4.8%	-3.7%	FY05
FY06	9.8%	16.9%	12.1%	11.8%	-0.3%	0.0251%	12.2%	-40.1%	11.4%	-0.9%	FY06
FY07	3.3%	5.0%	3.9%	4.0%	0.1%	-0.0241%	3.6%	25.5%	3.8%	0.2%	FY07
FY08	-1.6%	-1.3%	-1.5%	-2.7%	-1.2%	0.0153%	-2.5%	-317.5%	-6.0%	-3.5%	FY08
FY09	-11.1%	-15.7%	-12.7%	-13.0%	-0.3%	0.0089%	-12.9%	-70.5%	-15.0%	-2.1%	FY09
FY10	-8.6%	2.4%	-4.9%	-6.8%	-1.8%	-0.0402%	-7.3%	76.9%	-3.8%	3.6%	FY10
FY11	**-0.5%**	**3.3%**	**0.8%**	**2.8%**	**1.8%**	**0.0115%**	**3.0%**	**135.6%**	**4.7%**	**1.7%**	**FY11**
FY12	**0.9%**	**5.4%**	**2.5%**	**3.0%**	**0.5%**	**0.0100%**	**3.2%**	**14.7%**	**3.2%**	**0.0%**	**FY12**
FY13	**1.9%**	**4.1%**	**2.7%**	**2.9%**	**0.2%**	**0.0100%**	**3.1%**	**58.0%**	**3.3%**	**0.3%**	**FY13**

TABLE 2-FY: STATEWIDE

SLOT MARKET STATISTICS - STATEWIDE

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY91	$3,269	$2,068	131,755	5.23%	$39,512	FY91
FY92	$3,540	$2,195	134,403	5.15%	$42,602	FY92
FY93	$3,806	$2,354	134,753	5.07%	$46,400	FY93
FY94	$4,114	$2,381	144,068	4.99%	$47,714	FY94
FY95	$4,381	$2,335	156,389	4.97%	$46,974	FY95
FY96	$4,633	$2,369	162,959	4.95%	$47,886	FY96
FY97	$4,758	$2,326	170,460	4.93%	$47,172	FY97
FY98	$5,025	$2,378	176,123	5.03%	$47,268	FY98
FY99	$5,455	$2,553	178,047	5.13%	$49,746	FY99
FY00	$6,023	$2,703	185,712	5.24%	$51,547	FY00
FY01	$6,236	$2,759	188,340	5.30%	$52,080	FY01
FY02	$6,210	$2,743	188,708	5.37%	$51,066	FY02
FY03	$6,286	$2,833	184,927	5.38%	$52,635	FY03
FY04	$6,721	$3,080	181,938	5.62%	$54,823	FY04
FY05	$7,375	$3,454	177,945	5.82%	$59,268	FY05
FY06	$8,102	$3,803	177,505	5.94%	$64,050	FY06
FY07	$8,366	$3,939	177,038	6.06%	$65,010	FY07
FY08	$8,236	$3,961	173,288	6.12%	$64,694	FY08
FY09	$7,318	$3,562	171,230	6.11%	$58,331	FY09
FY10	$6,692	$3,306	168,721	6.15%	$53,732	FY10
FY11	**$6,656**	**$3,336**	**166,255**	**6.29%**	**$53,004**	**FY11**
FY12	**$6,714**	**$3,383**	**165,396**	**6.36%**	**$53,210**	**FY12**
FY13	**$6,841**	**$3,472**	**164,202**	**6.41%**	**$54,152**	**FY13**

PERCENT CHANGE YEAR AGO

	Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY91	11.6%	0.9%	10.6%	-0.07%	2.3%	FY91
FY92	8.3%	6.1%	2.0%	-0.08%	7.8%	FY92
FY93	7.5%	7.3%	0.3%	-0.08%	8.9%	FY93
FY94	8.1%	1.1%	6.9%	-0.08%	2.8%	FY94
FY95	6.5%	-1.9%	8.6%	-0.02%	-1.6%	FY95
FY96	5.8%	1.5%	4.2%	-0.02%	1.9%	FY96
FY97	2.7%	-1.8%	4.6%	-0.02%	-1.5%	FY97
FY98	5.6%	2.2%	3.3%	0.10%	0.2%	FY98
FY99	8.6%	7.3%	1.1%	0.10%	5.2%	FY99
FY00	10.4%	5.9%	4.3%	0.11%	3.6%	FY00
FY01	3.5%	2.1%	1.4%	0.05%	1.0%	FY01
FY02	-0.4%	-0.6%	0.2%	0.07%	-1.9%	FY02
FY03	1.2%	3.3%	-2.0%	0.02%	3.1%	FY03
FY04	6.9%	8.7%	-1.6%	0.23%	4.2%	FY04
FY05	9.7%	12.1%	-2.2%	0.21%	8.1%	FY05
FY06	9.8%	10.1%	-0.2%	0.11%	8.1%	FY06
FY07	3.3%	3.6%	-0.3%	0.12%	1.5%	FY07
FY08	-1.6%	0.6%	-2.1%	0.07%	-0.5%	FY08
FY09	-11.1%	-10.1%	-1.2%	-0.02%	-9.8%	FY09
FY10	-8.6%	-7.2%	-1.5%	0.04%	-7.9%	FY10
FY11	**-0.5%**	**0.9%**	**-1.5%**	**0.14%**	**-1.4%**	**FY11**
FY12	**0.9%**	**1.4%**	**-0.5%**	**0.06%**	**0.4%**	**FY12**
FY13	**1.9%**	**2.6%**	**-0.7%**	**0.05%**	**1.8%**	**FY13**

TABLE 2-Q: STATEWIDE

SLOT MARKET STATISTICS - STATEWIDE

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter

Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

	Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY08 2007Q3	$2,074	$3,965	174,401	5.99%	$66,207	2007Q3
FY08 2007Q4	$2,148	$4,130	173,330	6.30%	$65,559	2007Q4
FY08 2008Q1	$1,969	$3,777	173,794	6.05%	$62,409	2008Q1
FY08 2008Q2	$2,044	$3,970	171,626	6.15%	$64,601	2008Q2
FY09 2008Q3	$1,941	$3,797	170,396	6.08%	$62,422	2008Q3
FY09 2008Q4	$1,853	$3,598	171,709	6.27%	$57,347	2008Q4
FY09 2009Q1	$1,717	$3,330	171,865	6.00%	$55,481	2009Q1
FY09 2009Q2	$1,807	$3,523	170,950	6.07%	$58,075	2009Q2
FY10 2009Q3	$1,695	$3,340	169,110	6.19%	$53,993	2009Q3
FY10 2009Q4	$1,669	$3,305	168,394	6.16%	$53,670	2009Q4
FY10 2010Q1	$1,586	$3,119	169,522	5.99%	$52,088	2010Q1
FY10 2010Q2	$1,742	$3,459	167,858	6.27%	$55,178	2010Q2
FY11 2010Q3	$1,660	$3,323	166,513	6.32%	$52,605	2010Q3
FY11 2010Q4	**$1,671**	**$3,359**	**165,809**	**6.35%**	**$52,942**	**2010Q4**
FY11 2011Q1	**$1,579**	**$3,162**	**166,437**	**6.13%**	**$51,580**	**2011Q1**
FY11 2011Q2	**$1,746**	**$3,501**	**166,262**	**6.38%**	**$54,891**	**2011Q2**
FY12 2011Q3	**$1,670**	**$3,356**	**165,915**	**6.40%**	**$52,462**	**2011Q3**
FY12 2011Q4	**$1,687**	**$3,397**	**165,569**	**6.41%**	**$52,999**	**2011Q4**
FY12 2012Q1	**$1,593**	**$3,214**	**165,223**	**6.19%**	**$51,953**	**2012Q1**
FY12 2012Q2	**$1,763**	**$3,564**	**164,878**	**6.43%**	**$55,425**	**2012Q2**
FY13 2012Q3	**$1,700**	**$3,442**	**164,607**	**6.45%**	**$53,395**	**2012Q3**
FY13 2012Q4	**$1,718**	**$3,485**	**164,337**	**6.46%**	**$53,939**	**2012Q4**
FY13 2013Q1	**$1,626**	**$3,303**	**164,066**	**6.24%**	**$52,901**	**2013Q1**
FY13 2013Q2	**$1,797**	**$3,657**	**163,797**	**6.49%**	**$56,373**	**2013Q2**

PERCENT CHANGE YEAR AGO

	Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY08 2007Q3	-0.1%	2.3%	-2.3%	-0.07%	3.5%	2007Q3
FY08 2007Q4	2.5%	4.7%	-2.2%	0.23%	0.9%	2007Q4
FY08 2008Q1	-0.8%	0.9%	-1.8%	0.14%	-1.5%	2008Q1
FY08 2008Q2	-7.4%	-5.3%	-2.2%	-0.04%	-4.6%	2008Q2
FY09 2008Q3	-6.4%	-4.2%	-2.3%	0.09%	-5.7%	2008Q3
FY09 2008Q4	-13.7%	-12.9%	-0.9%	-0.03%	-12.5%	2008Q4
FY09 2009Q1	-12.8%	-11.8%	-1.1%	-0.05%	-11.1%	2009Q1
FY09 2009Q2	-11.6%	-11.3%	-0.4%	-0.08%	-10.1%	2009Q2
FY10 2009Q3	-12.7%	-12.0%	-0.8%	0.10%	-13.5%	2009Q3
FY10 2009Q4	-9.9%	-8.1%	-1.9%	-0.12%	-6.4%	2009Q4
FY10 2010Q1	-7.6%	-6.3%	-1.4%	-0.01%	-6.1%	2010Q1
FY10 2010Q2	-3.6%	-1.8%	-1.8%	0.20%	-5.0%	2010Q2
FY11 2010Q3	-2.0%	-0.5%	-1.5%	0.13%	-2.6%	2010Q3
FY11 2010Q4	**0.1%**	**1.7%**	**-1.5%**	**0.19%**	**-1.4%**	**2010Q4**
FY11 2011Q1	**-0.5%**	**1.4%**	**-1.8%**	**0.14%**	**-1.0%**	**2011Q1**
FY11 2011Q2	**0.3%**	**1.2%**	**-1.0%**	**0.11%**	**-0.5%**	**2011Q2**
FY12 2011Q3	**0.6%**	**1.0%**	**-0.4%**	**0.08%**	**-0.3%**	**2011Q3**
FY12 2011Q4	**1.0%**	**1.1%**	**-0.1%**	**0.06%**	**0.1%**	**2011Q4**
FY12 2012Q1	**0.9%**	**1.7%**	**-0.7%**	**0.06%**	**0.7%**	**2012Q1**
FY12 2012Q2	**0.9%**	**1.8%**	**-0.8%**	**0.05%**	**1.0%**	**2012Q2**
FY13 2012Q3	**1.8%**	**2.6%**	**-0.8%**	**0.05%**	**1.8%**	**2012Q3**
FY13 2012Q4	**1.8%**	**2.6%**	**-0.7%**	**0.05%**	**1.8%**	**2012Q4**
FY13 2013Q1	**2.0%**	**2.8%**	**-0.7%**	**0.06%**	**1.8%**	**2013Q1**
FY13 2013Q2	**1.9%**	**2.6%**	**-0.7%**	**0.06%**	**1.7%**	**2013Q2**

TABLE 3-FY: STATEWIDE

GAMES MARKET STATISTICS - STATEWIDE

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY91	$2,290	$35,036	5,447	14.76%	$237,539	FY91
FY92	$2,165	$33,780	5,341	14.64%	$230,612	FY92
FY93	$2,189	$35,285	5,171	14.44%	$244,423	FY93
FY94	$2,489	$38,642	5,358	14.69%	$263,647	FY94
FY95	$2,695	$39,740	5,649	14.60%	$273,059	FY95
FY96	$2,880	$41,290	5,812	14.17%	$291,322	FY96
FY97	$2,809	$38,917	6,012	14.42%	$270,524	FY97
FY98	$2,845	$39,268	6,036	14.09%	$279,128	FY98
FY99	$2,974	$41,115	6,027	14.37%	$285,958	FY99
FY00	$3,377	$44,072	6,382	14.43%	$305,815	FY00
FY01	$3,398	$43,946	6,444	14.46%	$303,780	FY01
FY02	$3,152	$41,387	6,346	14.95%	$276,957	FY02
FY03	$3,185	$42,495	6,246	15.55%	$273,493	FY03
FY04	$3,345	$44,846	6,217	14.80%	$303,991	FY04
FY05	$3,530	$46,056	6,384	13.48%	$342,583	FY05
FY06	$4,125	$51,209	6,712	13.74%	$373,592	FY06
FY07	$4,333	$53,255	6,784	13.65%	$389,551	FY07
FY08	$4,276	$53,050	6,718	13.76%	$386,607	FY08
FY09	$3,604	$45,241	6,638	12.65%	$358,297	FY09
FY10	$3,690	$47,396	6,490	12.45%	$380,586	FY10
FY11	**$3,812**	**$48,744**	**6,516**	**11.71%**	**$415,382**	**FY11**
FY12	**$4,016**	**$51,397**	**6,512**	**11.98%**	**$427,938**	**FY12**
FY13	**$4,180**	**$53,635**	**6,495**	**12.09%**	**$442,670**	**FY13**

PERCENT CHANGE YEAR AGO

	Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY92	-5.4%	-3.6%	-1.9%	-0.11%	-2.9%	FY92
FY93	1.1%	4.5%	-3.2%	-0.21%	6.0%	FY93
FY94	13.7%	9.5%	3.6%	0.26%	7.9%	FY94
FY95	8.3%	2.8%	5.4%	-0.09%	3.6%	FY95
FY96	6.9%	3.9%	2.9%	-0.43%	6.7%	FY96
FY97	-2.4%	-5.7%	3.4%	0.25%	-7.1%	FY97
FY98	1.3%	0.9%	0.4%	-0.33%	3.2%	FY98
FY99	4.6%	4.7%	-0.1%	0.28%	2.4%	FY99
FY00	13.6%	7.2%	5.9%	0.05%	6.9%	FY00
FY01	0.6%	-0.3%	1.0%	0.04%	-0.7%	FY01
FY02	-7.3%	-5.8%	-1.5%	0.49%	-8.8%	FY02
FY03	1.1%	2.7%	-1.6%	0.60%	-1.3%	FY03
FY04	5.0%	5.5%	-0.5%	-0.76%	11.2%	FY04
FY05	5.5%	2.7%	2.7%	-1.32%	12.7%	FY05
FY06	16.9%	11.2%	5.1%	0.26%	9.1%	FY06
FY07	5.0%	4.0%	1.1%	-0.09%	4.3%	FY07
FY08	-1.3%	-0.4%	-1.0%	0.11%	-0.8%	FY08
FY09	-15.7%	-14.7%	-1.2%	-1.11%	-7.3%	FY09
FY10	2.4%	4.8%	-2.2%	-0.20%	6.2%	FY10
FY11	**3.3%**	**2.8%**	**0.4%**	**-0.74%**	**9.1%**	**FY11**
FY12	**5.4%**	**5.4%**	**-0.1%**	**0.27%**	**3.0%**	**FY12**
FY13	**4.1%**	**4.4%**	**-0.3%**	**0.10%**	**3.4%**	**FY13**

TABLE 3-Q: STATEWIDE

GAME MARKET STATISTICS - STATEWIDE

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter

Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

		Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY08	2007Q3	$1,048	$51,585	6,773	14.67%	$351,566	2007Q3
FY08	2007Q4	$1,058	$52,863	6,674	13.84%	$382,047	2007Q4
FY08	2008Q1	$1,205	$59,870	6,709	13.20%	$453,714	2008Q1
FY08	2008Q2	$965	$47,883	6,715	13.33%	$359,102	2008Q2
FY09	2008Q3	$940	$46,924	6,674	13.01%	$360,559	2008Q3
FY09	2008Q4	$890	$44,600	6,650	13.12%	$339,907	2008Q4
FY09	2009Q1	$915	$46,028	6,625	11.85%	$388,341	2009Q1
FY09	2009Q2	$860	$43,411	6,603	12.61%	$344,379	2009Q2
FY10	2009Q3	$843	$43,040	6,531	12.98%	$331,610	2009Q3
FY10	2009Q4	$915	$47,642	6,405	12.52%	$380,672	2009Q4
FY10	2010Q1	$1,103	$56,587	6,498	12.87%	$439,676	2010Q1
FY10	2010Q2	$828	$42,316	6,525	11.42%	$370,384	2010Q2
FY11	2010Q3	$878	$44,969	6,506	11.02%	$408,009	2010Q3
FY11	**2010Q4**	**$935**	**$48,050**	**6,485**	**11.74%**	**$409,353**	**2010Q4**
FY11	**2011Q1**	**$1,125**	**$57,366**	**6,537**	**12.48%**	**$459,591**	**2011Q1**
FY11	**2011Q2**	**$874**	**$44,593**	**6,534**	**11.60%**	**$384,577**	**2011Q2**
FY12	**2011Q3**	**$968**	**$49,467**	**6,524**	**11.96%**	**$413,503**	**2011Q3**
FY12	**2011Q4**	**$968**	**$49,520**	**6,515**	**11.82%**	**$418,902**	**2011Q4**
FY12	**2012Q1**	**$1,188**	**$60,880**	**6,505**	**12.53%**	**$486,060**	**2012Q1**
FY12	**2012Q2**	**$892**	**$45,721**	**6,502**	**11.63%**	**$393,287**	**2012Q2**
FY13	**2012Q3**	**$1,000**	**$51,304**	**6,499**	**12.03%**	**$426,401**	**2012Q3**
FY13	**2012Q4**	**$998**	**$51,229**	**6,496**	**11.93%**	**$429,459**	**2012Q4**
FY13	**2013Q1**	**$1,255**	**$64,406**	**6,494**	**12.67%**	**$508,353**	**2013Q1**
FY13	**2013Q2**	**$927**	**$47,599**	**6,491**	**11.71%**	**$406,467**	**2013Q2**

PERCENT CHANGE YEAR AGO

		Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY08	2007Q3	10.8%	12.3%	-1.4%	1.41%	1.5%	2007Q3
FY08	2007Q4	-3.1%	-1.8%	-1.4%	0.11%	-2.6%	2007Q4
FY08	2008Q1	-3.6%	-3.1%	-0.6%	-0.83%	3.0%	2008Q1
FY08	2008Q2	-7.6%	-7.0%	-0.6%	-0.24%	-5.3%	2008Q2
FY09	2008Q3	-10.4%	-9.0%	-1.5%	-1.66%	2.6%	2008Q3
FY09	2008Q4	-15.9%	-15.6%	-0.4%	-0.72%	-11.0%	2008Q4
FY09	2009Q1	-24.1%	-23.1%	-1.3%	-1.34%	-14.4%	2009Q1
FY09	2009Q2	-10.9%	-9.3%	-1.7%	-0.73%	-4.1%	2009Q2
FY10	2009Q3	-10.2%	-8.3%	-2.1%	-0.04%	-8.0%	2009Q3
FY10	2009Q4	2.9%	6.8%	-3.7%	-0.61%	12.0%	2009Q4
FY10	2010Q1	20.6%	22.9%	-1.9%	1.02%	13.2%	2010Q1
FY10	2010Q2	-3.7%	-2.5%	-1.2%	-1.18%	7.6%	2010Q2
FY11	2010Q3	4.1%	4.5%	-0.4%	-1.96%	23.0%	2010Q3
FY11	**2010Q4**	**2.1%**	**0.9%**	**1.2%**	**-0.78%**	**7.5%**	**2010Q4**
FY11	**2011Q1**	**2.0%**	**1.4%**	**0.6%**	**-0.39%**	**4.5%**	**2011Q1**
FY11	**2011Q2**	**5.5%**	**5.4%**	**0.1%**	**0.17%**	**3.8%**	**2011Q2**
FY12	**2011Q3**	**10.3%**	**10.0%**	**0.3%**	**0.94%**	**1.3%**	**2011Q3**
FY12	**2011Q4**	**3.5%**	**3.1%**	**0.5%**	**0.08%**	**2.3%**	**2011Q4**
FY12	**2012Q1**	**5.6%**	**6.1%**	**-0.5%**	**0.04%**	**5.8%**	**2012Q1**
FY12	**2012Q2**	**2.0%**	**2.5%**	**-0.5%**	**0.03%**	**2.3%**	**2012Q2**
FY13	**2012Q3**	**3.3%**	**3.7%**	**-0.4%**	**0.07%**	**3.1%**	**2012Q3**
FY13	**2012Q4**	**3.2%**	**3.5%**	**-0.3%**	**0.11%**	**2.5%**	**2012Q4**
FY13	**2013Q1**	**5.6%**	**5.8%**	**-0.2%**	**0.14%**	**4.6%**	**2013Q1**
FY13	**2013Q2**	**3.9%**	**4.1%**	**-0.2%**	**0.09%**	**3.4%**	**2013Q2**

TABLE 2-FY: CLARK COUNTY

SLOT MARKET STATISTICS - CLARK COUNTY

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY91	$2,371	$2,258	87,517	5.12%	$44,096	FY91
FY92	$2,569	$2,379	90,006	5.06%	$47,019	FY92
FY93	$2,789	$2,606	89,198	5.01%	$51,981	FY93
FY94	$3,046	$2,608	97,350	4.97%	$52,446	FY94
FY95	$3,301	$2,533	108,626	4.99%	$50,770	FY95
FY96	$3,464	$2,570	112,271	4.97%	$51,664	FY96
FY97	$3,593	$2,529	118,362	4.99%	$50,735	FY97
FY98	$3,810	$2,551	124,425	5.10%	$50,010	FY98
FY99	$4,170	$2,741	126,668	5.21%	$52,571	FY99
FY00	$4,635	$2,893	133,485	5.34%	$54,199	FY00
FY01	$4,824	$2,941	136,684	5.41%	$54,352	FY01
FY02	$4,826	$2,927	137,425	5.46%	$53,542	FY02
FY03	$4,916	$3,030	135,214	5.46%	$55,479	FY03
FY04	$5,330	$3,331	133,422	5.72%	$58,224	FY04
FY05	$5,920	$3,781	130,481	5.94%	$63,687	FY05
FY06	$6,551	$4,166	131,061	6.08%	$68,524	FY06
FY07	$6,788	$4,310	131,272	6.21%	$69,420	FY07
FY08	$6,690	$4,370	127,586	6.25%	$69,928	FY08
FY09	$5,951	$3,897	127,284	6.25%	$62,319	FY09
FY10	$5,462	$3,565	127,689	6.35%	$56,165	FY10
FY11	**$5,452**	**$3,599**	**126,244**	**6.53%**	**$55,096**	**FY11**
FY12	**$5,512**	**$3,649**	**125,887**	**6.61%**	**$55,206**	**FY12**
FY13	**$5,637**	**$3,757**	**125,050**	**6.67%**	**$56,318**	**FY13**

PERCENT CHANGE YEAR AGO

	Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY91	14.1%	-1.7%	16.1%	-0.02%	-1.4%	FY91
FY92	8.3%	5.4%	2.8%	-0.06%	6.6%	FY92
FY93	8.6%	9.5%	-0.9%	-0.05%	10.6%	FY93
FY94	9.2%	0.1%	9.1%	-0.04%	0.9%	FY94
FY95	8.4%	-2.9%	11.6%	0.02%	-3.2%	FY95
FY96	4.9%	1.5%	3.4%	-0.01%	1.8%	FY96
FY97	3.7%	-1.6%	5.4%	0.01%	-1.8%	FY97
FY98	6.0%	0.9%	5.1%	0.11%	-1.4%	FY98
FY99	9.4%	7.4%	1.8%	0.12%	5.1%	FY99
FY00	11.2%	5.5%	5.4%	0.12%	3.1%	FY00
FY01	4.1%	1.7%	2.4%	0.07%	0.3%	FY01
FY02	0.0%	-0.5%	0.5%	0.05%	-1.5%	FY02
FY03	1.9%	3.5%	-1.6%	0.00%	3.6%	FY03
FY04	8.4%	9.9%	-1.3%	0.26%	4.9%	FY04
FY05	11.1%	13.5%	-2.2%	0.22%	9.4%	FY05
FY06	10.7%	10.2%	0.4%	0.14%	7.6%	FY06
FY07	3.6%	3.5%	0.2%	0.13%	1.3%	FY07
FY08	-1.5%	1.4%	-2.8%	0.04%	0.7%	FY08
FY09	-11.0%	-10.8%	-0.2%	0.01%	-10.9%	FY09
FY10	-8.2%	-8.5%	0.3%	0.09%	-9.9%	FY10
FY11	**-0.2%**	**0.9%**	**-1.1%**	**0.18%**	**-1.9%**	**FY11**
FY12	**1.1%**	**1.4%**	**-0.3%**	**0.08%**	**0.2%**	**FY12**
FY13	**2.3%**	**2.9%**	**-0.7%**	**0.06%**	**2.0%**	**FY13**

TABLE 2-Q: CLARK COUNTY

SLOT MARKET STATISTICS - CLARK COUNTY

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter

Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

		Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY08	2007Q3	$1,646	$4,276	128,319	6.08%	$70,363	2007Q3
FY08	2007Q4	$1,749	$4,579	127,329	6.45%	$70,968	2007Q4
FY08	2008Q1	$1,635	$4,247	128,358	6.19%	$68,573	2008Q1
FY08	2008Q2	$1,659	$4,378	126,336	6.27%	$69,808	2008Q2
FY09	2008Q3	$1,541	$4,092	125,507	6.18%	$66,249	2008Q3
FY09	2008Q4	$1,507	$3,955	127,038	6.45%	$61,350	2008Q4
FY09	2009Q1	$1,424	$3,700	128,276	6.16%	$60,067	2009Q1
FY09	2009Q2	$1,479	$3,842	128,316	6.24%	$61,610	2009Q2
FY10	2009Q3	$1,357	$3,547	127,494	6.37%	$55,646	2009Q3
FY10	2009Q4	$1,359	$3,566	127,027	6.33%	$56,304	2009Q4
FY10	2010Q1	$1,317	$3,411	128,763	6.17%	$55,240	2010Q1
FY10	2010Q2	$1,429	$3,737	127,472	6.50%	$57,470	2010Q2
FY11	2010Q3	$1,333	$3,521	126,164	6.55%	$53,755	2010Q3
FY11	**2010Q4**	**$1,368**	**$3,628**	**125,723**	**6.57%**	**$55,190**	**2010Q4**
FY11	**2011Q1**	**$1,314**	**$3,461**	**126,578**	**6.35%**	**$54,464**	**2011Q1**
FY11	**2011Q2**	**$1,436**	**$3,785**	**126,511**	**6.64%**	**$56,973**	**2011Q2**
FY12	**2011Q3**	**$1,346**	**$3,553**	**126,261**	**6.65%**	**$53,424**	**2011Q3**
FY12	**2011Q4**	**$1,386**	**$3,665**	**126,012**	**6.65%**	**$55,080**	**2011Q4**
FY12	**2012Q1**	**$1,328**	**$3,520**	**125,763**	**6.42%**	**$54,794**	**2012Q1**
FY12	**2012Q2**	**$1,453**	**$3,859**	**125,514**	**6.71%**	**$57,523**	**2012Q2**
FY13	**2012Q3**	**$1,376**	**$3,659**	**125,328**	**6.71%**	**$54,529**	**2012Q3**
FY13	**2012Q4**	**$1,416**	**$3,773**	**125,142**	**6.71%**	**$56,190**	**2012Q4**
FY13	**2013Q1**	**$1,359**	**$3,625**	**124,957**	**6.48%**	**$55,909**	**2013Q1**
FY13	**2013Q2**	**$1,486**	**$3,970**	**124,771**	**6.77%**	**$58,644**	**2013Q2**

PERCENT CHANGE YEAR AGO

		Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY08	2007Q3	-0.6%	2.6%	-3.1%	-0.13%	4.9%	2007Q3
FY08	2007Q4	3.0%	6.4%	-3.2%	0.24%	2.5%	2007Q4
FY08	2008Q1	0.2%	2.5%	-2.3%	0.15%	0.0%	2008Q1
FY08	2008Q2	-7.9%	-5.4%	-2.6%	-0.09%	-4.1%	2008Q2
FY09	2008Q3	-6.4%	-4.3%	-2.2%	0.10%	-5.8%	2008Q3
FY09	2008Q4	-13.8%	-13.6%	-0.2%	-0.01%	-13.6%	2008Q4
FY09	2009Q1	-12.9%	-12.9%	-0.1%	-0.03%	-12.4%	2009Q1
FY09	2009Q2	-10.9%	-12.2%	1.6%	-0.04%	-11.7%	2009Q2
FY10	2009Q3	-11.9%	-13.3%	1.6%	0.20%	-16.0%	2009Q3
FY10	2009Q4	-9.8%	-9.8%	0.0%	-0.11%	-8.2%	2009Q4
FY10	2010Q1	-7.5%	-7.8%	0.4%	0.01%	-8.0%	2010Q1
FY10	2010Q2	-3.4%	-2.7%	-0.7%	0.27%	-6.7%	2010Q2
FY11	2010Q3	-1.8%	-0.7%	-1.0%	0.18%	-3.4%	2010Q3
FY11	**2010Q4**	**0.7%**	**1.7%**	**-1.0%**	**0.24%**	**-2.0%**	**2010Q4**
FY11	**2011Q1**	**-0.3%**	**1.5%**	**-1.7%**	**0.18%**	**-1.4%**	**2011Q1**
FY11	**2011Q2**	**0.5%**	**1.3%**	**-0.8%**	**0.14%**	**-0.9%**	**2011Q2**
FY12	**2011Q3**	**1.0%**	**0.9%**	**0.1%**	**0.10%**	**-0.6%**	**2011Q3**
FY12	**2011Q4**	**1.2%**	**1.0%**	**0.2%**	**0.08%**	**-0.2%**	**2011Q4**
FY12	**2012Q1**	**1.1%**	**1.7%**	**-0.6%**	**0.07%**	**0.6%**	**2012Q1**
FY12	**2012Q2**	**1.2%**	**2.0%**	**-0.8%**	**0.07%**	**1.0%**	**2012Q2**
FY13	**2012Q3**	**2.2%**	**3.0%**	**-0.7%**	**0.06%**	**2.1%**	**2012Q3**
FY13	**2012Q4**	**2.2%**	**2.9%**	**-0.7%**	**0.06%**	**2.0%**	**2012Q4**
FY13	**2013Q1**	**2.3%**	**3.0%**	**-0.6%**	**0.06%**	**2.0%**	**2013Q1**
FY13	**2013Q2**	**2.3%**	**2.9%**	**-0.6%**	**0.06%**	**1.9%**	**2013Q2**

TABLE 3-FY: CLARK COUNTY

GAMES MARKET STATISTICS - CLARK COUNTY

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY91	$1,796	$42,993	3,481	14.08%	$305,289	FY91
FY92	$1,679	$40,877	3,423	14.03%	$291,243	FY92
FY93	$1,715	$43,423	3,292	13.82%	$314,028	FY93
FY94	$2,011	$47,923	3,486	14.24%	$337,291	FY94
FY95	$2,191	$48,176	3,788	14.05%	$344,159	FY95
FY96	$2,375	$51,244	3,863	13.66%	$375,169	FY96
FY97	$2,330	$47,401	4,092	13.95%	$341,081	FY97
FY98	$2,395	$47,637	4,189	13.73%	$347,953	FY98
FY99	$2,508	$49,073	4,256	13.99%	$350,705	FY99
FY00	$2,894	$52,278	4,609	14.07%	$371,878	FY00
FY01	$2,913	$51,371	4,723	14.05%	$365,349	FY01
FY02	$2,704	$48,283	4,666	14.64%	$329,952	FY02
FY03	$2,742	$49,208	4,643	15.29%	$322,193	FY03
FY04	$2,917	$51,963	4,678	14.52%	$359,375	FY04
FY05	$3,125	$54,073	4,811	13.15%	$412,555	FY05
FY06	$3,703	$59,835	5,153	13.39%	$447,979	FY06
FY07	$3,923	$62,512	5,234	13.34%	$467,476	FY07
FY08	$3,885	$62,339	5,193	13.46%	$464,479	FY08
FY09	$3,280	$52,349	5,223	12.34%	$424,915	FY09
FY10	$3,391	$54,366	5,199	12.12%	$448,243	FY10
FY11	**$3,518**	**$55,882**	**5,244**	**11.38%**	**$489,989**	**FY11**
FY12	**$3,725**	**$59,010**	**5,261**	**11.68%**	**$504,077**	**FY12**
FY13	**$3,890**	**$61,666**	**5,257**	**11.79%**	**$521,428**	**FY13**

PERCENT CHANGE YEAR AGO

	Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY92	-6.5%	-4.9%	-1.7%	-0.05%	-4.6%	FY92
FY93	2.1%	6.2%	-3.8%	-0.22%	7.8%	FY93
FY94	17.3%	10.4%	5.9%	0.42%	7.4%	FY94
FY95	8.9%	0.5%	8.7%	-0.19%	2.0%	FY95
FY96	8.4%	6.4%	2.0%	-0.39%	9.0%	FY96
FY97	-1.9%	-7.5%	5.9%	0.29%	-9.1%	FY97
FY98	2.8%	0.5%	2.4%	-0.21%	2.0%	FY98
FY99	4.7%	3.0%	1.6%	0.25%	0.8%	FY99
FY00	15.4%	6.5%	8.3%	0.08%	6.0%	FY00
FY01	0.6%	-1.7%	2.5%	-0.02%	-1.8%	FY01
FY02	-7.2%	-6.0%	-1.2%	0.59%	-9.7%	FY02
FY03	1.4%	1.9%	-0.5%	0.65%	-2.4%	FY03
FY04	6.4%	5.6%	0.7%	-0.77%	11.5%	FY04
FY05	7.1%	4.1%	2.9%	-1.37%	14.8%	FY05
FY06	18.5%	10.7%	7.1%	0.24%	8.6%	FY06
FY07	6.0%	4.5%	1.6%	-0.05%	4.4%	FY07
FY08	-1.0%	-0.3%	-0.8%	0.12%	-0.6%	FY08
FY09	-15.6%	-16.0%	0.6%	-1.12%	-8.5%	FY09
FY10	3.4%	3.9%	-0.5%	-0.22%	5.5%	FY10
FY11	**3.7%**	**2.8%**	**0.9%**	**-0.74%**	**9.3%**	**FY11**
FY12	**5.9%**	**5.6%**	**0.3%**	**0.30%**	**2.9%**	**FY12**
FY13	**4.4%**	**4.5%**	**-0.1%**	**0.11%**	**3.4%**	**FY13**

TABLE 3-Q: CLARK COUNTY

GAME MARKET STATISTICS - CLARK COUNTY

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter
Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

		Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY08	2007Q3	$946	$60,355	5,227	14.45%	$417,717	2007Q3
FY08	2007Q4	$960	$62,245	5,142	13.56%	$459,104	2007Q4
FY08	2008Q1	$1,105	$70,873	5,199	12.87%	$550,586	2008Q1
FY08	2008Q2	$873	$55,883	5,205	12.98%	$430,508	2008Q2
FY09	2008Q3	$844	$54,258	5,185	12.69%	$427,732	2008Q3
FY09	2008Q4	$806	$51,676	5,202	12.80%	$403,767	2008Q4
FY09	2009Q1	$840	$53,462	5,238	11.57%	$462,148	2009Q1
FY09	2009Q2	$790	$50,000	5,266	12.31%	$406,013	2009Q2
FY10	2009Q3	$769	$49,140	5,215	12.67%	$387,803	2009Q3
FY10	2009Q4	$839	$54,795	5,106	12.18%	$449,927	2009Q4
FY10	2010Q1	$1,028	$65,539	5,228	12.62%	$519,370	2010Q1
FY10	2010Q2	$755	$47,991	5,246	11.01%	$435,871	2010Q2
FY11	2010Q3	$807	$51,469	5,226	10.69%	$481,263	2010Q3
FY11	**2010Q4**	**$859**	**$54,952**	**5,210**	**11.38%**	**$482,939**	**2010Q4**
FY11	**2011Q1**	**$1,049**	**$66,393**	**5,269**	**12.22%**	**$543,363**	**2011Q1**
FY11	**2011Q2**	**$802**	**$50,715**	**5,273**	**11.21%**	**$452,390**	**2011Q2**
FY12	**2011Q3**	**$898**	**$56,854**	**5,267**	**11.69%**	**$486,163**	**2011Q3**
FY12	**2011Q4**	**$893**	**$56,562**	**5,262**	**11.48%**	**$492,764**	**2011Q4**
FY12	**2012Q1**	**$1,113**	**$70,598**	**5,257**	**12.28%**	**$574,958**	**2012Q1**
FY12	**2012Q2**	**$820**	**$52,024**	**5,257**	**11.25%**	**$462,422**	**2012Q2**
FY13	**2012Q3**	**$931**	**$59,024**	**5,257**	**11.77%**	**$501,286**	**2012Q3**
FY13	**2012Q4**	**$924**	**$58,567**	**5,257**	**11.60%**	**$504,952**	**2012Q4**
FY13	**2013Q1**	**$1,180**	**$74,823**	**5,257**	**12.44%**	**$601,525**	**2013Q1**
FY13	**2013Q2**	**$856**	**$54,249**	**5,257**	**11.35%**	**$477,948**	**2013Q2**

PERCENT CHANGE YEAR AGO

		Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY08	2007Q3	12.8%	14.4%	-1.4%	1.58%	1.9%	2007Q3
FY08	2007Q4	-2.9%	-1.7%	-1.2%	0.13%	-2.6%	2007Q4
FY08	2008Q1	-3.6%	-3.6%	0.0%	-0.89%	3.1%	2008Q1
FY08	2008Q2	-8.0%	-7.6%	-0.4%	-0.33%	-5.3%	2008Q2
FY09	2008Q3	-10.8%	-10.1%	-0.8%	-1.76%	2.4%	2008Q3
FY09	2008Q4	-16.0%	-17.0%	1.2%	-0.76%	-12.1%	2008Q4
FY09	2009Q1	-24.0%	-24.6%	0.8%	-1.30%	-16.1%	2009Q1
FY09	2009Q2	-9.5%	-10.5%	1.2%	-0.67%	-5.7%	2009Q2
FY10	2009Q3	-8.9%	-9.4%	0.6%	-0.01%	-9.3%	2009Q3
FY10	2009Q4	4.1%	6.0%	-1.8%	-0.62%	11.4%	2009Q4
FY10	2010Q1	**22.4%**	**22.6%**	**-0.2%**	**1.05%**	**12.4%**	2010Q1
FY10	2010Q2	**-4.4%**	**-4.0%**	**-0.4%**	**-1.30%**	**7.4%**	2010Q2
FY11	2010Q3	**5.0%**	**4.7%**	**0.2%**	**-1.98%**	**24.1%**	2010Q3
FY11	**2010Q4**	**2.3%**	**0.3%**	**2.0%**	**-0.80%**	**7.3%**	**2010Q4**
FY11	**2011Q1**	**2.1%**	**1.3%**	**0.8%**	**-0.40%**	**4.6%**	**2011Q1**
FY11	**2011Q2**	**6.2%**	**5.7%**	**0.5%**	**0.20%**	**3.8%**	**2011Q2**
FY12	**2011Q3**	**11.3%**	**10.5%**	**0.8%**	**1.00%**	**1.0%**	**2011Q3**
FY12	**2011Q4**	**4.0%**	**2.9%**	**1.0%**	**0.10%**	**2.0%**	**2011Q4**
FY12	**2012Q1**	**6.1%**	**6.3%**	**-0.2%**	**0.06%**	**5.8%**	**2012Q1**
FY12	**2012Q2**	**2.3%**	**2.6%**	**-0.3%**	**0.04%**	**2.2%**	**2012Q2**
FY13	**2012Q3**	**3.6%**	**3.8%**	**-0.2%**	**0.08%**	**3.1%**	**2012Q3**
FY13	**2012Q4**	**3.4%**	**3.5%**	**-0.1%**	**0.12%**	**2.5%**	**2012Q4**
FY13	**2013Q1**	**6.0%**	**6.0%**	**0.0%**	**0.16%**	**4.6%**	**2013Q1**
FY13	**2013Q2**	**4.3%**	**4.3%**	**0.0%**	**0.10%**	**3.4%**	**2013Q2**

TABLE 2-FY: WASHOE COUNTY

SLOT MARKET STATISTICS - WASHOE COUNTY

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY91	$554	$1,821	25,358	5.40%	$33,692	FY91
FY92	$601	$1,972	25,383	5.32%	$36,967	FY92
FY93	$625	$1,999	26,074	5.16%	$38,538	FY93
FY94	$647	$1,988	27,132	4.99%	$39,781	FY94
FY95	$650	$1,964	27,594	4.91%	$39,936	FY95
FY96	$707	$2,013	29,283	4.84%	$41,421	FY96
FY97	$703	$1,976	29,643	4.77%	$41,312	FY97
FY98	$730	$2,086	29,136	4.83%	$43,049	FY98
FY99	$762	$2,222	28,534	4.84%	$45,864	FY99
FY00	$823	$2,360	29,081	4.94%	$47,719	FY00
FY01	$832	$2,459	28,160	4.93%	$49,765	FY01
FY02	$789	$2,395	27,426	4.95%	$48,268	FY02
FY03	$772	$2,417	26,633	4.98%	$48,476	FY03
FY04	$768	$2,525	25,349	5.08%	$49,664	FY04
FY05	$780	$2,701	24,055	5.10%	$52,832	FY05
FY06	$829	$2,985	23,138	5.08%	$58,670	FY06
FY07	$836	$3,138	22,186	5.10%	$61,522	FY07
FY08	$796	$3,022	21,938	5.15%	$58,577	FY08
FY09	$693	$2,815	20,468	5.05%	$55,689	FY09
FY10	$625	$2,740	18,997	4.89%	$55,931	FY10
FY11	**$599**	**$2,722**	**18,344**	**4.84%**	**$56,234**	**FY11**
FY12	**$590**	**$2,735**	**17,988**	**4.82%**	**$56,742**	**FY12**
FY13	**$590**	**$2,772**	**17,734**	**4.83%**	**$57,312**	**FY13**

PERCENT CHANGE YEAR AGO

	Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY91	7.4%	6.8%	0.7%	-0.18%	10.4%	FY91
FY92	8.4%	8.3%	0.1%	-0.07%	9.7%	FY92
FY93	4.0%	1.4%	2.7%	-0.16%	4.2%	FY93
FY94	3.6%	-0.5%	4.1%	-0.17%	3.2%	FY94
FY95	0.4%	-1.2%	1.7%	-0.08%	0.4%	FY95
FY96	8.8%	2.5%	6.1%	-0.06%	3.7%	FY96
FY97	-0.6%	-1.8%	1.2%	-0.07%	-0.3%	FY97
FY98	3.8%	5.6%	-1.7%	0.06%	4.2%	FY98
FY99	4.3%	6.5%	-2.1%	0.00%	6.5%	FY99
FY00	8.1%	6.2%	1.9%	0.10%	4.0%	FY00
FY01	1.0%	4.2%	-3.2%	-0.01%	4.3%	FY01
FY02	-5.1%	-2.6%	-2.6%	0.02%	-3.0%	FY02
FY03	-2.2%	0.9%	-2.9%	0.03%	0.4%	FY03
FY04	-0.5%	4.5%	-4.8%	0.10%	2.5%	FY04
FY05	1.5%	7.0%	-5.1%	0.03%	6.4%	FY05
FY06	6.3%	10.5%	-3.8%	-0.02%	11.1%	FY06
FY07	0.8%	5.1%	-4.1%	0.01%	4.9%	FY07
FY08	-4.7%	-3.7%	-1.1%	0.06%	-4.8%	FY08
FY09	-13.0%	-6.9%	-6.7%	-0.11%	-4.9%	FY09
FY10	-9.8%	-2.7%	-7.2%	-0.15%	0.4%	FY10
FY11	**-4.1%**	**-0.7%**	**-3.4%**	**-0.06%**	**0.5%**	**FY11**
FY12	**-1.5%**	**0.5%**	**-1.9%**	**-0.02%**	**0.9%**	**FY12**
FY13	**-0.1%**	**1.4%**	**-1.4%**	**0.02%**	**1.0%**	**FY13**

TABLE 2-Q: WASHOE COUNTY

SLOT MARKET STATISTICS - WASHOE COUNTY

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter

Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

		Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY08	2007Q3	$223	$3,345	22,270	5.22%	$64,107	2007Q3
FY08	2007Q4	$205	$3,080	22,229	5.21%	$59,120	2007Q4
FY08	2008Q1	$170	$2,622	21,633	4.96%	$52,904	2008Q1
FY08	2008Q2	$197	$3,041	21,618	5.23%	$58,179	2008Q2
FY09	2008Q3	$205	$3,214	21,247	5.28%	$60,852	2008Q3
FY09	2008Q4	$175	$2,778	21,045	5.17%	$53,786	2008Q4
FY09	2009Q1	$145	$2,416	20,034	4.79%	$50,423	2009Q1
FY09	2009Q2	$167	$2,851	19,546	4.94%	$57,694	2009Q2
FY10	2009Q3	$174	$3,016	19,205	5.04%	$59,870	2009Q3
FY10	2009Q4	$158	$2,762	19,126	5.00%	$55,189	2009Q4
FY10	2010Q1	$134	$2,365	18,944	4.71%	$50,238	2010Q1
FY10	2010Q2	$158	$2,818	18,714	4.82%	$58,429	2010Q2
FY11	2010Q3	$165	$2,949	18,617	4.94%	$59,738	2010Q3
FY11	**2010Q4**	**$152**	**$2,751**	**18,398**	**4.94%**	**$55,636**	**2010Q4**
FY11	**2011Q1**	**$129**	**$2,365**	**18,214**	**4.67%**	**$50,686**	**2011Q1**
FY11	**2011Q2**	**$154**	**$2,822**	**18,149**	**4.79%**	**$58,878**	**2011Q2**
FY12	**2011Q3**	**$160**	**$2,953**	**18,084**	**4.91%**	**$60,188**	**2011Q3**
FY12	**2011Q4**	**$149**	**$2,762**	**18,020**	**4.92%**	**$56,087**	**2011Q4**
FY12	**2012Q1**	**$129**	**$2,387**	**17,956**	**4.66%**	**$51,251**	**2012Q1**
FY12	**2012Q2**	**$152**	**$2,838**	**17,892**	**4.77%**	**$59,444**	**2012Q2**
FY13	**2012Q3**	**$159**	**$2,975**	**17,829**	**4.90%**	**$60,756**	**2012Q3**
FY13	**2012Q4**	**$149**	**$2,790**	**17,765**	**4.92%**	**$56,655**	**2012Q4**
FY13	**2013Q1**	**$129**	**$2,434**	**17,702**	**4.70%**	**$51,821**	**2013Q1**
FY13	**2013Q2**	**$153**	**$2,889**	**17,639**	**4.81%**	**$60,015**	**2013Q2**

PERCENT CHANGE YEAR AGO

		Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY08	2007Q3	-0.6%	0.4%	-1.0%	0.06%	-0.8%	2007Q3
FY08	2007Q4	-2.9%	-2.9%	0.0%	0.10%	-4.8%	2007Q4
FY08	2008Q1	-7.1%	-5.4%	-1.9%	0.04%	-6.1%	2008Q1
FY08	2008Q2	-8.8%	-7.3%	-1.6%	0.02%	-7.7%	2008Q2
FY09	2008Q3	-8.3%	-3.9%	-4.6%	0.06%	-5.1%	2008Q3
FY09	2008Q4	-14.6%	-9.8%	-5.3%	-0.04%	-9.0%	2008Q4
FY09	2009Q1	-14.7%	-7.9%	-7.4%	-0.16%	-4.7%	2009Q1
FY09	2009Q2	-15.2%	-6.2%	-9.6%	-0.28%	-0.8%	2009Q2
FY10	2009Q3	-15.2%	-6.2%	-9.6%	-0.24%	-1.6%	2009Q3
FY10	2009Q4	-9.7%	-0.6%	-9.1%	-0.16%	2.6%	2009Q4
FY10	2010Q1	-7.5%	-2.1%	-5.4%	-0.09%	-0.4%	2010Q1
FY10	2010Q2	-5.3%	-1.1%	-4.3%	-0.12%	1.3%	2010Q2
FY11	2010Q3	-5.2%	-2.2%	-3.1%	-0.10%	-0.2%	2010Q3
FY11	**2010Q4**	**-4.2%**	**-0.4%**	**-3.8%**	**-0.06%**	**0.8%**	**2010Q4**
FY11	**2011Q1**	**-3.8%**	**0.0%**	**-3.9%**	**-0.04%**	**0.9%**	**2011Q1**
FY11	**2011Q2**	**-2.9%**	**0.1%**	**-3.0%**	**-0.03%**	**0.8%**	**2011Q2**
FY12	**2011Q3**	**-2.7%**	**0.1%**	**-2.9%**	**-0.03%**	**0.8%**	**2011Q3**
FY12	**2011Q4**	**-1.7%**	**0.4%**	**-2.1%**	**-0.02%**	**0.8%**	**2011Q4**
FY12	**2012Q1**	**-0.5%**	**0.9%**	**-1.4%**	**-0.01%**	**1.1%**	**2012Q1**
FY12	**2012Q2**	**-0.9%**	**0.5%**	**-1.4%**	**-0.02%**	**1.0%**	**2012Q2**
FY13	**2012Q3**	**-0.7%**	**0.7%**	**-1.4%**	**-0.01%**	**0.9%**	**2012Q3**
FY13	**2012Q4**	**-0.4%**	**1.0%**	**-1.4%**	**0.00%**	**1.0%**	**2012Q4**
FY13	**2013Q1**	**0.5%**	**2.0%**	**-1.4%**	**0.04%**	**1.1%**	**2013Q1**
FY13	**2013Q2**	**0.4%**	**1.8%**	**-1.4%**	**0.04%**	**1.0%**	**2013Q2**

TABLE 3-FY: WASHOE COUNTY

GAMES MARKET STATISTICS - WASHOE COUNTY

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY91	$269	$21,157	1,061	17.72%	$119,378	FY91
FY92	$271	$21,763	1,038	17.50%	$124,501	FY92
FY93	$263	$21,440	1,020	17.54%	$122,148	FY93
FY94	$273	$22,195	1,027	17.45%	$127,170	FY94
FY95	$272	$22,128	1,024	17.47%	$126,611	FY95
FY96	$293	$22,488	1,086	17.30%	$129,979	FY96
FY97	$279	$21,710	1,068	17.10%	$126,876	FY97
FY98	$277	$22,657	1,020	16.95%	$133,611	FY98
FY99	$275	$23,399	979	17.04%	$137,390	FY99
FY00	$290	$24,743	977	17.47%	$141,696	FY00
FY01	$287	$25,113	950	17.64%	$142,321	FY01
FY02	$268	$24,199	923	17.34%	$139,634	FY02
FY03	$262	$24,919	876	17.60%	$141,509	FY03
FY04	$244	$24,778	821	16.76%	$148,050	FY04
FY05	$235	$24,055	815	17.05%	$141,082	FY05
FY06	$242	$25,377	793	17.72%	$143,133	FY06
FY07	$229	$24,585	775	17.36%	$141,595	FY07
FY08	$218	$24,078	755	17.64%	$136,405	FY08
FY09	$180	$21,248	704	16.77%	$126,614	FY09
FY10	$170	$21,453	661	17.71%	$121,114	FY10
FY11	**$168**	**$21,588**	**647**	**17.81%**	**$121,143**	**FY11**
FY12	**$167**	**$21,621**	**643**	**17.82%**	**$121,264**	**FY12**
FY13	**$166**	**$21,669**	**640**	**17.84%**	**$121,385**	**FY13**

PERCENT CHANGE YEAR AGO

	Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY92	0.6%	2.9%	-2.2%	-0.22%	4.3%	FY92
FY93	-3.1%	-1.5%	-1.7%	0.04%	-1.9%	FY93
FY94	4.1%	3.5%	0.7%	-0.09%	4.1%	FY94
FY95	-0.6%	-0.3%	-0.3%	0.01%	-0.4%	FY95
FY96	7.8%	1.6%	6.0%	-0.16%	2.7%	FY96
FY97	-5.0%	-3.5%	-1.7%	-0.20%	-2.4%	FY97
FY98	-0.4%	4.4%	-4.6%	-0.15%	5.3%	FY98
FY99	-0.9%	3.3%	-4.0%	0.09%	2.8%	FY99
FY00	5.5%	5.7%	-0.2%	0.43%	3.1%	FY00
FY01	-1.1%	1.5%	-2.7%	0.18%	0.4%	FY01
FY02	-6.4%	-3.6%	-2.8%	-0.30%	-1.9%	FY02
FY03	-2.3%	3.0%	-5.1%	0.26%	1.3%	FY03
FY04	-6.9%	-0.6%	-6.3%	-0.84%	4.6%	FY04
FY05	-3.6%	-2.9%	-0.7%	0.30%	-4.7%	FY05
FY06	2.7%	5.5%	-2.7%	0.66%	1.5%	FY06
FY07	-5.4%	-3.1%	-2.3%	-0.35%	-1.1%	FY07
FY08	-4.5%	-2.1%	-2.5%	0.28%	-3.7%	FY08
FY09	-17.6%	-11.8%	-6.8%	-0.88%	-7.2%	FY09
FY10	-5.4%	1.0%	-6.0%	0.94%	-4.3%	FY10
FY11	**-1.5%**	**0.6%**	**-2.2%**	**0.10%**	**0.0%**	**FY11**
FY12	**-0.4%**	**0.2%**	**-0.6%**	**0.01%**	**0.1%**	**FY12**
FY13	**-0.3%**	**0.2%**	**-0.5%**	**0.02%**	**0.1%**	**FY13**

TABLE 3-Q: WASHOE COUNTY

GAME MARKET STATISTICS - WASHOE COUNTY

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter

Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

		Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY08	2007Q3	$57	$25,142	762	17.84%	$140,963	2007Q3
FY08	2007Q4	$58	$25,423	758	17.64%	$144,105	2007Q4
FY08	2008Q1	$54	$23,864	752	18.13%	$131,638	2008Q1
FY08	2008Q2	$49	$21,881	748	16.97%	$128,915	2008Q2
FY09	2008Q3	$52	$23,530	742	17.00%	$138,373	2008Q3
FY09	2008Q4	$48	$22,182	721	16.95%	$130,904	2008Q4
FY09	2009Q1	$40	$19,275	690	16.13%	$119,524	2009Q1
FY09	2009Q2	$40	$20,003	661	17.00%	$117,657	2009Q2
FY10	2009Q3	$41	$20,663	665	17.38%	$118,908	2009Q3
FY10	2009Q4	$46	$23,408	658	17.72%	$132,114	2009Q4
FY10	2010Q1	$40	$20,348	659	17.49%	$116,314	2010Q1
FY10	2010Q2	$43	$21,393	663	18.27%	$117,121	2010Q2
FY11	2010Q3	$40	$20,397	653	17.14%	$119,022	2010Q3
FY11	**2010Q4**	**$47**	**$23,937**	**648**	**18.12%**	**$132,114**	**2010Q4**
FY11	**2011Q1**	**$40**	**$20,580**	**645**	**17.69%**	**$116,314**	**2011Q1**
FY11	**2011Q2**	**$41**	**$21,440**	**642**	**18.31%**	**$117,121**	**2011Q2**
FY12	**2011Q3**	**$39**	**$20,527**	**638**	**17.18%**	**$119,507**	**2011Q3**
FY12	**2011Q4**	**$46**	**$24,131**	**635**	**18.20%**	**$132,599**	**2011Q4**
FY12	**2012Q1**	**$39**	**$20,713**	**632**	**17.73%**	**$116,800**	**2012Q1**
FY12	**2012Q2**	**$41**	**$21,576**	**630**	**18.35%**	**$117,607**	**2012Q2**
FY13	**2012Q3**	**$39**	**$20,635**	**628**	**17.20%**	**$119,993**	**2012Q3**
FY13	**2012Q4**	**$46**	**$24,290**	**626**	**18.22%**	**$133,330**	**2012Q4**
FY13	**2013Q1**	**$39**	**$20,866**	**625**	**17.75%**	**$117,531**	**2013Q1**
FY13	**2013Q2**	**$41**	**$21,734**	**623**	**18.37%**	**$118,340**	**2013Q2**

PERCENT CHANGE YEAR AGO

		Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY08	2007Q3	-2.5%	0.2%	-2.7%	0.35%	-1.8%	2007Q3
FY08	2007Q4	-5.0%	-0.6%	-4.4%	0.42%	-3.0%	2007Q4
FY08	2008Q1	0.8%	3.0%	-2.1%	0.92%	-2.3%	2008Q1
FY08	2008Q2	-11.4%	-10.7%	-0.8%	-0.56%	-7.7%	2008Q2
FY09	2008Q3	-8.9%	-6.4%	-2.7%	-0.83%	-1.8%	2008Q3
FY09	2008Q4	-17.0%	-12.7%	-4.9%	-0.70%	-9.2%	2008Q4
FY09	2009Q1	-25.9%	-19.2%	-8.2%	-2.00%	-9.2%	2009Q1
FY09	2009Q2	-19.1%	-8.6%	-11.5%	0.03%	-8.7%	2009Q2
FY10	2009Q3	-21.3%	-12.2%	-10.3%	0.37%	-14.1%	2009Q3
FY10	2009Q4	-3.6%	5.5%	-8.7%	0.77%	0.9%	2009Q4
FY10	2010Q1	0.7%	5.6%	-4.6%	1.37%	-2.7%	2010Q1
FY10	2010Q2	7.2%	6.9%	0.3%	1.26%	-0.5%	2010Q2
FY11	2010Q3	-3.1%	-1.3%	-1.8%	-0.24%	0.1%	2010Q3
FY11	**2010Q4**	**0.7%**	**2.3%**	**-1.6%**	**0.40%**	**0.0%**	**2010Q4**
FY11	**2011Q1**	**-1.0%**	**1.1%**	**-2.1%**	**0.20%**	**0.0%**	**2011Q1**
FY11	**2011Q2**	**-3.0%**	**0.2%**	**-3.2%**	**0.04%**	**0.0%**	**2011Q2**
FY12	**2011Q3**	**-1.6%**	**0.6%**	**-2.2%**	**0.04%**	**0.4%**	**2011Q3**
FY12	**2011Q4**	**-1.2%**	**0.8%**	**-2.0%**	**0.08%**	**0.4%**	**2011Q4**
FY12	**2012Q1**	**-1.4%**	**0.6%**	**-2.0%**	**0.04%**	**0.4%**	**2012Q1**
FY12	**2012Q2**	**-1.2%**	**0.6%**	**-1.8%**	**0.04%**	**0.4%**	**2012Q2**
FY13	**2012Q3**	**-1.1%**	**0.5%**	**-1.6%**	**0.02%**	**0.4%**	**2012Q3**
FY13	**2012Q4**	**-0.7%**	**0.7%**	**-1.4%**	**0.02%**	**0.6%**	**2012Q4**
FY13	**2013Q1**	**-0.5%**	**0.7%**	**-1.2%**	**0.02%**	**0.6%**	**2013Q1**
FY13	**2013Q2**	**-0.5%**	**0.7%**	**-1.2%**	**0.02%**	**0.6%**	**2013Q2**

TABLE 2-FY: BALANCE OF STATE

SLOT MARKET STATISTICS - BALANCE OF STATE

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013

Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY91	$343	$1,518	18,879	5.80%	$26,039	FY91
FY92	$369	$1,619	19,014	5.53%	$29,200	FY92
FY93	$392	$1,679	19,481	5.32%	$31,356	FY93
FY94	$420	$1,787	19,586	5.08%	$35,050	FY94
FY95	$430	$1,776	20,169	4.91%	$36,106	FY95
FY96	$462	$1,804	21,405	4.87%	$36,948	FY96
FY97	$461	$1,712	22,454	4.73%	$36,080	FY97
FY98	$486	$1,795	22,562	4.77%	$37,557	FY98
FY99	$524	$1,913	22,846	4.92%	$38,856	FY99
FY00	$565	$2,035	23,146	4.95%	$41,077	FY00
FY01	$580	$2,056	23,497	4.95%	$41,537	FY01
FY02	$595	$2,078	23,857	5.19%	$39,956	FY02
FY03	$598	$2,156	23,079	5.28%	$40,792	FY03
FY04	$623	$2,242	23,167	5.47%	$40,923	FY04
FY05	$675	$2,403	23,408	5.82%	$41,246	FY05
FY06	$721	$2,580	23,307	5.83%	$44,225	FY06
FY07	$742	$2,622	23,580	5.99%	$43,754	FY07
FY08	$750	$2,629	23,765	6.22%	$42,215	FY08
FY09	$674	$2,393	23,478	6.12%	$39,017	FY09
FY10	$605	$2,286	22,035	6.06%	$37,713	FY10
FY11	**$605**	**$2,328**	**21,667**	**6.11%**	**$38,063**	**FY11**
FY12	**$607**	**$2,338**	**21,626**	**6.12%**	**$38,196**	**FY12**
FY13	**$608**	**$2,349**	**21,588**	**6.12%**	**$38,349**	**FY13**

PERCENT CHANGE YEAR AGO

	Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY91	2.7%	1.0%	1.8%	-0.27%	5.6%	FY91
FY92	7.6%	6.7%	0.7%	-0.27%	12.1%	FY92
FY93	6.2%	3.7%	2.5%	-0.21%	7.4%	FY93
FY94	7.0%	6.5%	0.5%	-0.25%	11.8%	FY94
FY95	2.4%	-0.6%	3.0%	-0.17%	3.0%	FY95
FY96	7.5%	1.6%	6.1%	-0.04%	2.3%	FY96
FY97	-0.2%	-5.1%	4.9%	-0.14%	-2.4%	FY97
FY98	5.3%	4.8%	0.5%	0.04%	4.1%	FY98
FY99	7.9%	6.6%	1.3%	0.14%	3.5%	FY99
FY00	7.8%	6.4%	1.3%	0.03%	5.7%	FY00
FY01	2.6%	1.0%	1.5%	0.00%	1.1%	FY01
FY02	2.6%	1.1%	1.5%	0.25%	-3.8%	FY02
FY03	0.4%	3.7%	-3.3%	0.09%	2.1%	FY03
FY04	4.2%	4.0%	0.4%	0.19%	0.3%	FY04
FY05	8.4%	7.2%	1.0%	0.35%	0.8%	FY05
FY06	6.9%	7.4%	-0.4%	0.01%	7.2%	FY06
FY07	2.8%	1.6%	1.2%	0.16%	-1.1%	FY07
FY08	1.1%	0.3%	0.8%	0.23%	-3.5%	FY08
FY09	-10.0%	-9.0%	-1.2%	-0.10%	-7.6%	FY09
FY10	-10.3%	-4.5%	-6.1%	-0.07%	-3.3%	FY10
FY11	**0.1%**	**1.8%**	**-1.7%**	**0.05%**	**0.9%**	**FY11**
FY12	**0.2%**	**0.4%**	**-0.2%**	**0.00%**	**0.4%**	**FY12**
FY13	**0.3%**	**0.5%**	**-0.2%**	**0.00%**	**0.4%**	**FY13**

TABLE 2-Q: BALANCE OF STATE

SLOT MARKET STATISTICS - BALANCE OF STATE

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter

Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

	Slot Win (Millions of $'s)	Win per Slot (Average per Month)	Average Number of Slot Machines (FY Average)	Average Slot Win Percent (FY Average)	Coin-In per Slot (Average per Month)	
FY08 2007Q3	$205	$2,869	23,813	6.27%	$45,774	2007Q3
FY08 2007Q4	$193	$2,708	23,772	6.36%	$42,603	2007Q4
FY08 2008Q1	$164	$2,295	23,803	6.07%	$37,808	2008Q1
FY08 2008Q2	$188	$2,644	23,672	6.20%	$42,673	2008Q2
FY09 2008Q3	$195	$2,754	23,642	6.33%	$43,514	2008Q3
FY09 2008Q4	$171	$2,407	23,626	6.17%	$38,993	2008Q4
FY09 2009Q1	$148	$2,090	23,555	6.00%	$34,808	2009Q1
FY09 2009Q2	$161	$2,322	23,088	5.99%	$38,753	2009Q2
FY10 2009Q3	$164	$2,442	22,411	6.17%	$39,553	2009Q3
FY10 2009Q4	$152	$2,277	22,241	6.10%	$37,321	2009Q4
FY10 2010Q1	$134	$2,051	21,815	5.85%	$35,088	2010Q1
FY10 2010Q2	$154	$2,374	21,673	6.10%	$38,891	2010Q2
FY11 2010Q3	$163	$2,497	21,732	6.27%	$39,816	2010Q3
FY11 2010Q4	**$151**	**$2,318**	**21,688**	**6.16%**	**$37,623**	**2010Q4**
FY11 2011Q1	**$136**	**$2,088**	**21,645**	**5.89%**	**$35,466**	**2011Q1**
FY11 2011Q2	**$156**	**$2,410**	**21,602**	**6.12%**	**$39,347**	**2011Q2**
FY12 2011Q3	**$164**	**$2,538**	**21,569**	**6.29%**	**$40,348**	**2011Q3**
FY12 2011Q4	**$152**	**$2,360**	**21,537**	**6.17%**	**$38,234**	**2011Q4**
FY12 2012Q1	**$137**	**$2,119**	**21,504**	**5.90%**	**$35,927**	**2012Q1**
FY12 2012Q2	**$157**	**$2,443**	**21,472**	**6.14%**	**$39,808**	**2012Q2**
FY13 2012Q3	**$165**	**$2,562**	**21,451**	**6.30%**	**$40,657**	**2012Q3**
FY13 2012Q4	**$153**	**$2,384**	**21,429**	**6.18%**	**$38,544**	**2012Q4**
FY13 2013Q1	**$138**	**$2,142**	**21,408**	**5.91%**	**$36,237**	**2013Q1**
FY13 2013Q2	**$158**	**$2,466**	**21,386**	**6.15%**	**$40,119**	**2013Q2**

PERCENT CHANGE YEAR AGO

	Slot Win	Win per Slot	Average Number of Slot Machines	Average Slot Win Percent	Coin-In per Slot	
FY08 2007Q3	4.6%	3.6%	0.9%	0.26%	-0.7%	2007Q3
FY08 2007Q4	3.8%	2.2%	1.5%	0.31%	-2.8%	2007Q4
FY08 2008Q1	-4.0%	-5.2%	1.3%	0.13%	-7.2%	2008Q1
FY08 2008Q2	-0.7%	-0.2%	-0.5%	0.23%	-3.8%	2008Q2
FY09 2008Q3	-4.7%	-4.0%	-0.7%	0.06%	-4.9%	2008Q3
FY09 2008Q4	-11.6%	-11.1%	-0.6%	-0.18%	-8.5%	2008Q4
FY09 2009Q1	-9.9%	-8.9%	-1.0%	-0.07%	-7.9%	2009Q1
FY09 2009Q2	-14.4%	-12.2%	-2.5%	-0.21%	-9.2%	2009Q2
FY10 2009Q3	-16.0%	-11.3%	-5.2%	-0.16%	-9.1%	2009Q3
FY10 2009Q4	-11.0%	-5.4%	-5.9%	-0.07%	-4.3%	2009Q4
FY10 2010Q1	-9.1%	-1.9%	-7.4%	-0.16%	0.8%	2010Q1
FY10 2010Q2	-4.0%	2.2%	-6.1%	0.11%	0.4%	2010Q2
FY11 2010Q3	-0.9%	2.2%	-3.0%	0.10%	0.7%	2010Q3
FY11 2010Q4	**-0.7%**	**1.8%**	**-2.5%**	**0.06%**	**0.8%**	**2010Q4**
FY11 2011Q1	**1.0%**	**1.8%**	**-0.8%**	**0.04%**	**1.1%**	**2011Q1**
FY11 2011Q2	**1.2%**	**1.5%**	**-0.3%**	**0.02%**	**1.2%**	**2011Q2**
FY12 2011Q3	**0.9%**	**1.7%**	**-0.7%**	**0.02%**	**1.3%**	**2011Q3**
FY12 2011Q4	**1.1%**	**1.8%**	**-0.7%**	**0.01%**	**1.6%**	**2011Q4**
FY12 2012Q1	**0.8%**	**1.5%**	**-0.6%**	**0.01%**	**1.3%**	**2012Q1**
FY12 2012Q2	**0.8%**	**1.4%**	**-0.6%**	**0.01%**	**1.2%**	**2012Q2**
FY13 2012Q3	**0.4%**	**1.0%**	**-0.5%**	**0.01%**	**0.8%**	**2012Q3**
FY13 2012Q4	**0.5%**	**1.0%**	**-0.5%**	**0.01%**	**0.8%**	**2012Q4**
FY13 2013Q1	**0.6%**	**1.1%**	**-0.4%**	**0.01%**	**0.9%**	**2013Q1**
FY13 2013Q2	**0.6%**	**1.0%**	**-0.4%**	**0.01%**	**0.8%**	**2013Q2**

TABLE 3-FY: BALANCE OF STATE

GAMES MARKET STATISTICS - BALANCE OF STATE

Historical: FY1991 - FY2010 and Forecast: FY2011 - FY2013
Statistics are based on Fiscal Year Activity Period: June 30 - May 31

	Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY91	$225	$20,710	905	17.93%	$115,611	FY91
FY92	$215	$20,354	881	16.83%	$120,030	FY92
FY93	$211	$20,507	859	16.78%	$122,693	FY93
FY94	$204	$20,135	845	16.29%	$124,261	FY94
FY95	$232	$23,091	836	17.77%	$129,632	FY95
FY96	$212	$20,431	864	17.13%	$119,580	FY96
FY97	$201	$19,632	852	17.64%	$111,168	FY97
FY98	$173	$17,401	827	15.96%	$109,985	FY98
FY99	$192	$20,187	792	16.66%	$121,068	FY99
FY00	$193	$20,212	796	16.28%	$124,189	FY00
FY01	$199	$21,489	771	17.14%	$124,600	FY01
FY02	$180	$19,763	757	16.89%	$117,159	FY02
FY03	$181	$20,792	727	17.16%	$121,199	FY03
FY04	$184	$21,400	718	17.69%	$121,123	FY04
FY05	$170	$18,751	757	16.48%	$114,578	FY05
FY06	$181	$19,723	766	17.89%	$110,367	FY06
FY07	$181	$19,467	776	17.42%	$111,611	FY07
FY08	$173	$18,771	769	17.74%	$106,101	FY08
FY09	$144	$16,773	712	17.20%	$97,788	FY09
FY10	$129	$17,038	630	18.25%	$93,642	FY10
FY11	**$127**	**$16,897**	**624**	**18.15%**	**$93,448**	**FY11**
FY12	**$125**	**$16,947**	**617**	**18.23%**	**$93,308**	**FY12**
FY13	**$126**	**$17,143**	**613**	**18.31%**	**$93,963**	**FY13**

PERCENT CHANGE YEAR AGO

	Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY92	-4.2%	-1.7%	-2.7%	-1.10%	3.8%	FY92
FY93	-1.8%	0.7%	-2.5%	-0.05%	2.2%	FY93
FY94	-3.3%	-1.8%	-1.6%	-0.48%	1.3%	FY94
FY95	13.4%	14.7%	-1.1%	1.47%	4.3%	FY95
FY96	-8.7%	-11.5%	3.3%	-0.64%	-7.8%	FY96
FY97	-5.1%	-3.9%	-1.3%	0.51%	-7.0%	FY97
FY98	-14.0%	-11.4%	-3.0%	-1.68%	-1.1%	FY98
FY99	11.0%	16.0%	-4.2%	0.70%	10.1%	FY99
FY00	0.8%	0.1%	0.5%	-0.38%	2.6%	FY00
FY01	3.0%	6.3%	-3.2%	0.86%	0.3%	FY01
FY02	-9.8%	-8.0%	-1.8%	-0.26%	-6.0%	FY02
FY03	0.9%	5.2%	-4.0%	0.28%	3.4%	FY03
FY04	1.7%	2.9%	-1.2%	0.52%	-0.1%	FY04
FY05	-7.7%	-12.4%	5.4%	-1.20%	-5.4%	FY05
FY06	6.4%	5.2%	1.1%	1.41%	-3.7%	FY06
FY07	0.0%	-1.3%	1.3%	-0.48%	1.1%	FY07
FY08	-4.4%	-3.6%	-0.8%	0.33%	-4.9%	FY08
FY09	-17.0%	-10.6%	-7.5%	-0.54%	-7.8%	FY09
FY10	-10.5%	1.6%	-11.5%	1.05%	-4.2%	FY10
FY11	**-1.6%**	**-0.8%**	**-0.9%**	**-0.10%**	**-0.2%**	**FY11**
FY12	**-0.9%**	**0.3%**	**-1.2%**	**0.08%**	**-0.1%**	**FY12**
FY13	**0.5%**	**1.2%**	**-0.6%**	**0.08%**	**0.7%**	**FY13**

TABLE 3-Q: BALANCE OF STATE

GAME MARKET STATISTICS - BALANCE OF STATE

Historical: 2007:3rd Quarter - 2010-3rd Quarter and Forecast: 2010:4th Quarter - 2013:2nd Quarter
Statistics are based on Quarterly Business Activity Period (Example: 2008Q3 = June 2008, July 2008, and August 2008)

		Game Win (Millions of $'s)	Win per Game (Average per Month)	Average Number of Games (FY Average)	Average Game Win Percent (FY Average)	Drop per Game (Average per Month)	
FY08	2007Q3	$44	$18,775	783	16.33%	$114,986	2007Q3
FY08	2007Q4	$40	$17,382	773	16.88%	$102,979	2007Q4
FY08	2008Q1	$46	$20,166	759	18.47%	$109,153	2008Q1
FY08	2008Q2	$43	$18,760	762	19.28%	$97,287	2008Q2
FY09	2008Q3	$43	$19,275	748	16.74%	$115,156	2008Q3
FY09	2008Q4	$35	$16,189	727	17.96%	$90,131	2008Q4
FY09	2009Q1	$35	$16,656	697	16.66%	$99,964	2009Q1
FY09	2009Q2	$30	$14,973	676	17.43%	$85,901	2009Q2
FY10	2009Q3	$33	$17,022	651	17.26%	$98,620	2009Q3
FY10	2009Q4	$30	$15,557	641	18.46%	$84,290	2009Q4
FY10	2010Q1	$35	$19,102	612	17.90%	$106,730	2010Q1
FY10	2010Q2	$30	$16,471	615	19.39%	$84,928	2010Q2
FY11	2010Q3	$31	$16,383	627	16.65%	$98,406	2010Q3
FY11	**2010Q4**	**$29**	**$15,590**	**626**	**18.54%**	**$84,103**	**2010Q4**
FY11	**2011Q1**	**$36**	**$19,111**	**623**	**17.94%**	**$106,543**	**2011Q1**
FY11	**2011Q2**	**$31**	**$16,503**	**620**	**19.47%**	**$84,741**	**2011Q2**
FY12	**2011Q3**	**$30**	**$16,431**	**619**	**16.73%**	**$98,219**	**2011Q3**
FY12	**2011Q4**	**$29**	**$15,622**	**617**	**18.62%**	**$83,916**	**2011Q4**
FY12	**2012Q1**	**$35**	**$19,163**	**616**	**18.02%**	**$106,357**	**2012Q1**
FY12	**2012Q2**	**$31**	**$16,571**	**615**	**19.55%**	**$84,741**	**2012Q2**
FY13	**2012Q3**	**$31**	**$16,572**	**614**	**16.81%**	**$98,592**	**2012Q3**
FY13	**2012Q4**	**$29**	**$15,829**	**613**	**18.70%**	**$84,663**	**2012Q4**
FY13	**2013Q1**	**$36**	**$19,383**	**612**	**18.10%**	**$107,105**	**2013Q1**
FY13	**2013Q2**	**$31**	**$16,786**	**612**	**19.63%**	**$85,491**	**2013Q2**

PERCENT CHANGE YEAR AGO

		Game Win	Win per Game	Average Number of Games	Average Game Win Percent	Drop per Game	
FY08	2007Q3	-8.2%	-8.7%	0.6%	-0.97%	-3.3%	2007Q3
FY08	2007Q4	-5.6%	-6.4%	0.8%	-0.70%	-2.5%	2007Q4
FY08	2008Q1	-9.1%	-6.8%	-2.5%	0.08%	-7.2%	2008Q1
FY08	2008Q2	7.4%	9.7%	-2.1%	2.89%	-6.7%	2008Q2
FY09	2008Q3	-2.0%	2.7%	-4.5%	0.41%	0.1%	2008Q3
FY09	2008Q4	-12.5%	-6.9%	-6.0%	1.08%	-12.5%	2008Q4
FY09	2009Q1	-24.1%	-17.4%	-8.1%	-1.81%	-8.4%	2009Q1
FY09	2009Q2	-29.3%	-20.2%	-11.4%	-1.85%	-11.7%	2009Q2
FY10	2009Q3	-23.1%	-11.7%	-13.0%	0.52%	-14.4%	2009Q3
FY10	2009Q4	-15.2%	-3.9%	-11.8%	0.49%	-6.5%	2009Q4
FY10	2010Q1	0.6%	14.7%	-12.2%	1.24%	6.8%	2010Q1
FY10	2010Q2	0.2%	10.0%	-8.9%	1.96%	-1.1%	2010Q2
FY11	2010Q3	-7.3%	-3.8%	-3.6%	-0.61%	-0.2%	2010Q3
FY11	**2010Q4**	**-2.1%**	**0.2%**	**-2.3%**	**0.08%**	**-0.2%**	**2010Q4**
FY11	**2011Q1**	**1.9%**	**0.0%**	**1.9%**	**0.04%**	**-0.2%**	**2011Q1**
FY11	**2011Q2**	**1.0%**	**0.2%**	**0.8%**	**0.08%**	**-0.2%**	**2011Q2**
FY12	**2011Q3**	**-1.1%**	**0.3%**	**-1.3%**	**0.08%**	**-0.2%**	**2011Q3**
FY12	**2011Q4**	**-1.2%**	**0.2%**	**-1.4%**	**0.08%**	**-0.2%**	**2011Q4**
FY12	**2012Q1**	**-0.9%**	**0.3%**	**-1.1%**	**0.08%**	**-0.2%**	**2012Q1**
FY12	**2012Q2**	**-0.4%**	**0.4%**	**-0.8%**	**0.08%**	**0.0%**	**2012Q2**
FY13	**2012Q3**	**0.1%**	**0.9%**	**-0.8%**	**0.08%**	**0.4%**	**2012Q3**
FY13	**2012Q4**	**0.6%**	**1.3%**	**-0.7%**	**0.08%**	**0.9%**	**2012Q4**
FY13	**2013Q1**	**0.5%**	**1.2%**	**-0.6%**	**0.08%**	**0.7%**	**2013Q1**
FY13	**2013Q2**	**0.8%**	**1.3%**	**-0.5%**	**0.08%**	**0.9%**	**2013Q2**

LIVE ENTERTAINMENT TAX COLLECTIONS FORECAST – GAMING

prepared for: **Nevada Economic Forum**
by: **LCB-Fiscal Analysis Division**
date: **November 5, 2010**

The FY 2011, FY 2012, and FY 2013 Forecast

The Fiscal Analysis Division is projecting total Live Entertainment Tax (LET) collections from gaming establishments to increase by 1.8% in FY 2011 to $110.2 million; increase by 2.1% in FY 2012 to $112.5 million; and increase by 3.6% in FY 2013 to $116.5 million.

Tax Overview

- Senate Bill 8 (20th Special Session) modified the old Casino Entertainment Tax (CET) to include establishments previously not subject to the 10% tax and changes were also made to the types of entertainment subject to the CET tax. These changes were effective September 1, 2003 to December 31, 2003.

- Effective January 1, 2004, Senate Bill 8 made additional changes to the old CET and the tax was expanded to include entertainment at non-gaming establishments. The tax is now known as the Live Entertainment Tax (LET). The tax rate and base depends on the maximum occupancy/seats of the facility in which the live entertainment tax is conducted. In general, the LET is 5% of the admissions price for live entertainment held in a facility with a maximum occupancy or seating capacity of 7,500 or more seats. The tax is 10% of the admissions price, food, beverage, and merchandise purchased, if the facility has a maximum occupancy of more than 300 and up to 7,500.

- Assembly Bill 554 (2005 Session) lowered the occupancy threshold used to determine whether a liability exists for the LET from 300 to 200.

FY 2011 Year-to-Date Collections and Forecast

- Actual collections in July 2010 increased by 4.1% compared to July 2009, which were down 15.3% compared to July 2008. Actual collections in August 2010 decreased by 4.9% compared to August 2009, which were down 15.1% compared to August 2008.

- Actual collections through the first two months of FY 2011 (July and August 2010) are down 0.4% compared to the first two months of FY 2010, which were down 15.2%.

- LET collections for FY 2011 are forecast to increase by 1.8% in FY 2011. Based on actual collections being down 0.4% fiscal year-to-date through the first two months, collections are projected to increase by an average of 2.3% over the remaining ten months of FY 2011. This required average growth of 2.3% is compared to an average decrease of 1.0% over the last ten months of FY 2010.

LIVE ENTERTAINMENT TAX COLLECTIONS FORECAST FROM GAMING ESTABLISHMENTS FOR FY 2011, FY 2012, and FY 2013

	CET/LET Collections	% Change	Inflation Adjusted CET/LET Collections	% Change	Consumer Price Index	% Change	Las Vegas Visitor Volume	% Change	CET/LET Collections Per Visitor	% Change	Inflation Adjusted CET/LET Collections Per Visitor	% Change
FY90	$17,927,622		$14,106,378		1.270		19,333,843		0.928		0.731	
FY91	$21,084,104	17.6%	$15,752,671	11.7%	1.339	5.5%	21,096,460	9.1%	0.999	7.6%	0.746	2.1%
FY92	$22,188,924	5.2%	$16,058,267	1.9%	1.382	3.2%	21,666,304	2.7%	1.023	2.5%	0.740	-0.7%
FY93	$23,026,729	3.8%	$16,156,794	0.6%	1.425	3.1%	22,464,355	3.7%	1.025	0.2%	0.719	-2.9%
FY94	$26,178,281	13.7%	$17,896,044	10.8%	1.462	2.6%	26,297,358	17.1%	0.996	-2.8%	0.681	-5.3%
FY95	$29,944,330	14.4%	$19,910,663	11.2%	1.504	2.9%	28,581,702	8.7%	1.047	5.1%	0.696	2.2%
FY96	$35,458,188	18.4%	$22,951,060	15.3%	1.545	2.7%	29,224,601	2.2%	1.213	15.9%	0.785	12.8%
FY97	$36,316,361	2.4%	$22,854,494	-0.4%	1.589	2.9%	30,266,442	3.6%	1.199	-1.2%	0.755	-3.9%
FY98	$39,109,465	7.7%	$24,182,015	5.8%	1.618	1.8%	30,250,609	-0.1%	1.293	7.8%	0.799	5.9%
FY99	$47,874,652	22.4%	$29,080,849	20.3%	1.646	1.7%	32,049,240	5.9%	1.491	15.3%	0.906	13.3%
FY00	$58,525,659	22.2%	$34,565,512	18.9%	1.693	2.9%	35,176,393	9.8%	1.663	11.5%	0.982	8.4%
FY01	$63,919,197	9.2%	$36,506,348	5.6%	1.751	3.4%	36,068,291	2.5%	1.772	6.5%	1.012	3.0%
FY02	$64,817,715	1.4%	$36,373,271	-0.4%	1.782	1.8%	34,597,944	-4.1%	1.872	5.7%	1.051	3.8%
FY03	$70,212,815	8.3%	$38,556,128	6.0%	1.821	2.2%	35,013,938	1.2%	2.005	7.1%	1.101	4.8%
FY04	$83,994,554	19.6%	$45,114,582	17.0%	1.861	2.2%	36,681,451	4.8%	2.289	14.1%	1.229	11.6%
FY05	$99,368,305	18.3%	$51,815,413	14.9%	1.917	3.0%	37,896,763	3.3%	2.621	14.5%	1.367	11.2%
FY06	$108,420,425	9.1%	$54,497,320	5.2%	1.989	3.8%	38,649,698	2.0%	2.806	7.1%	1.410	3.2%
FY07	$121,655,196	12.2%	$59,590,691	9.3%	2.041	2.6%	39,151,880	1.3%	3.107	10.8%	1.522	7.9%
FY08	$121,638,259	0.0%	$57,480,523	-3.5%	2.117	3.7%	39,100,988	-0.1%	3.111	0.1%	1.470	-3.4%
FY09	$112,405,395	-7.6%	$52,333,953	-9.0%	2.146	1.4%	36,148,453	-7.6%	3.110	0.0%	1.448	-1.5%
FY10	$108,244,011	-3.7%	$49,937,183	-4.6%	2.168	1.0%	36,701,986	1.5%	2.950	-5.1%	1.361	-6.0%
FY11	**$110,233,000**	**1.8%**	**$50,263,400**	**0.7%**	**2.193**	**1.2%**	**37,515,500**	**2.2%**	**2.939**	**-0.4%**	**1.340**	**-1.5%**
FY12	**$112,499,000**	**2.1%**	**$50,264,900**	**0.0%**	**2.238**	**2.1%**	**38,372,200**	**2.3%**	**2.932**	**-0.2%**	**1.310**	**-2.2%**
FY13	**$116,526,000**	**3.6%**	**$50,623,800**	**0.7%**	**2.302**	**2.8%**	**39,011,900**	**1.7%**	**2.988**	**1.9%**	**1.298**	**-0.9%**

The FY95 number is adjusted to represent 12-months of collections so the growth is not distorted. FY95 was affected by a GASB 22 ruling requiring monthly collections to be associated with the month the activity occurred, not the month in which collections took place. This resulted in FY95 having 13 months of collections. The actual FY95 13-month collections were $32,534,213.

CHART 1A - LET
Actual and Forecast Statewide Live Entertainment Tax (LET) Collections - Gaming: Quarterly
Actual: 1990Q3 - 2010Q2   Forecast: 2010Q3 - 2013Q2

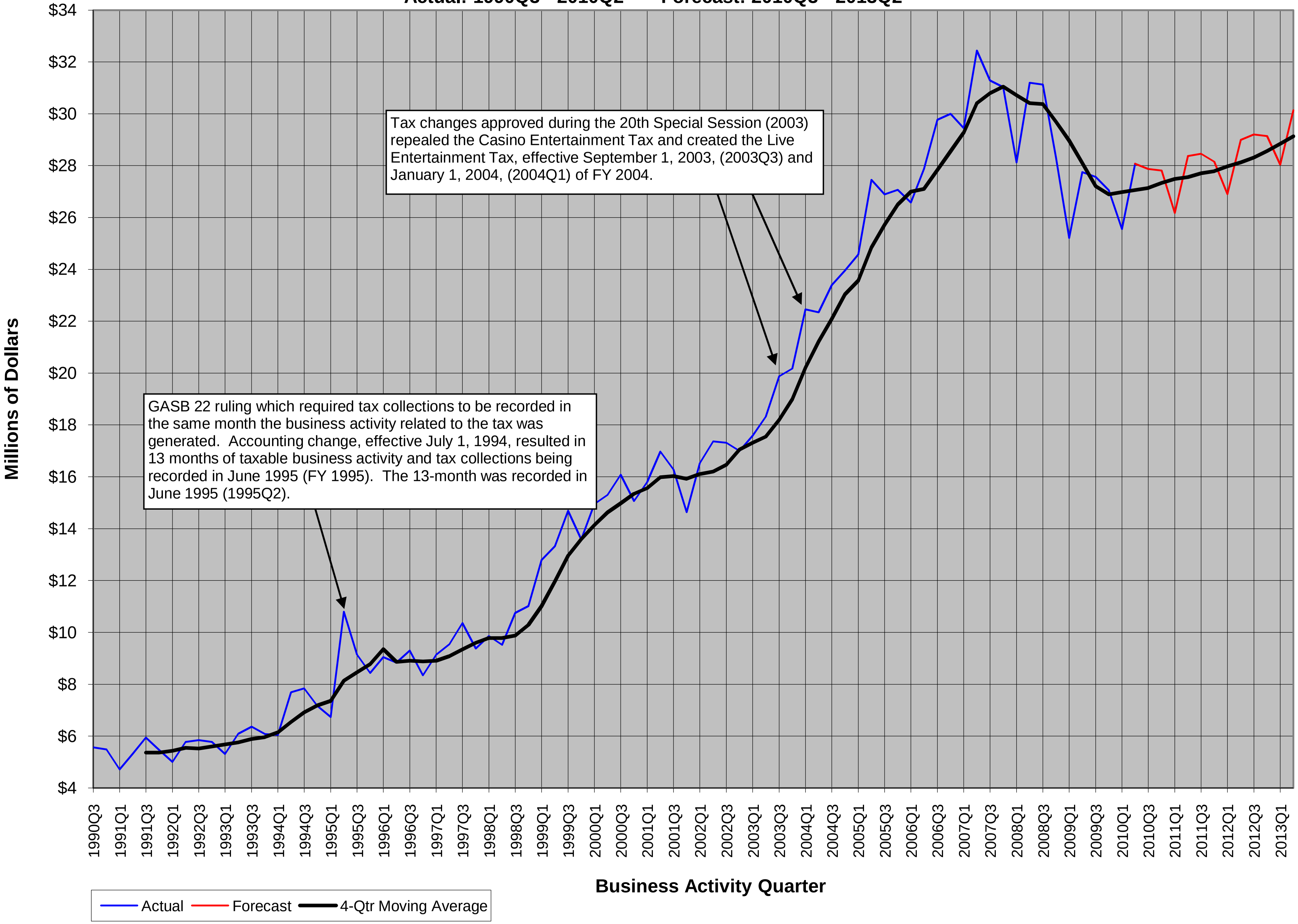


CHART 1B - LET
Growth in Statewide Live Entertainment Tax (LET) Collections - Gaming: Quarterly
Actual: 1991Q3 - 2010Q2 Forecast: 2010Q3 - 2013Q2

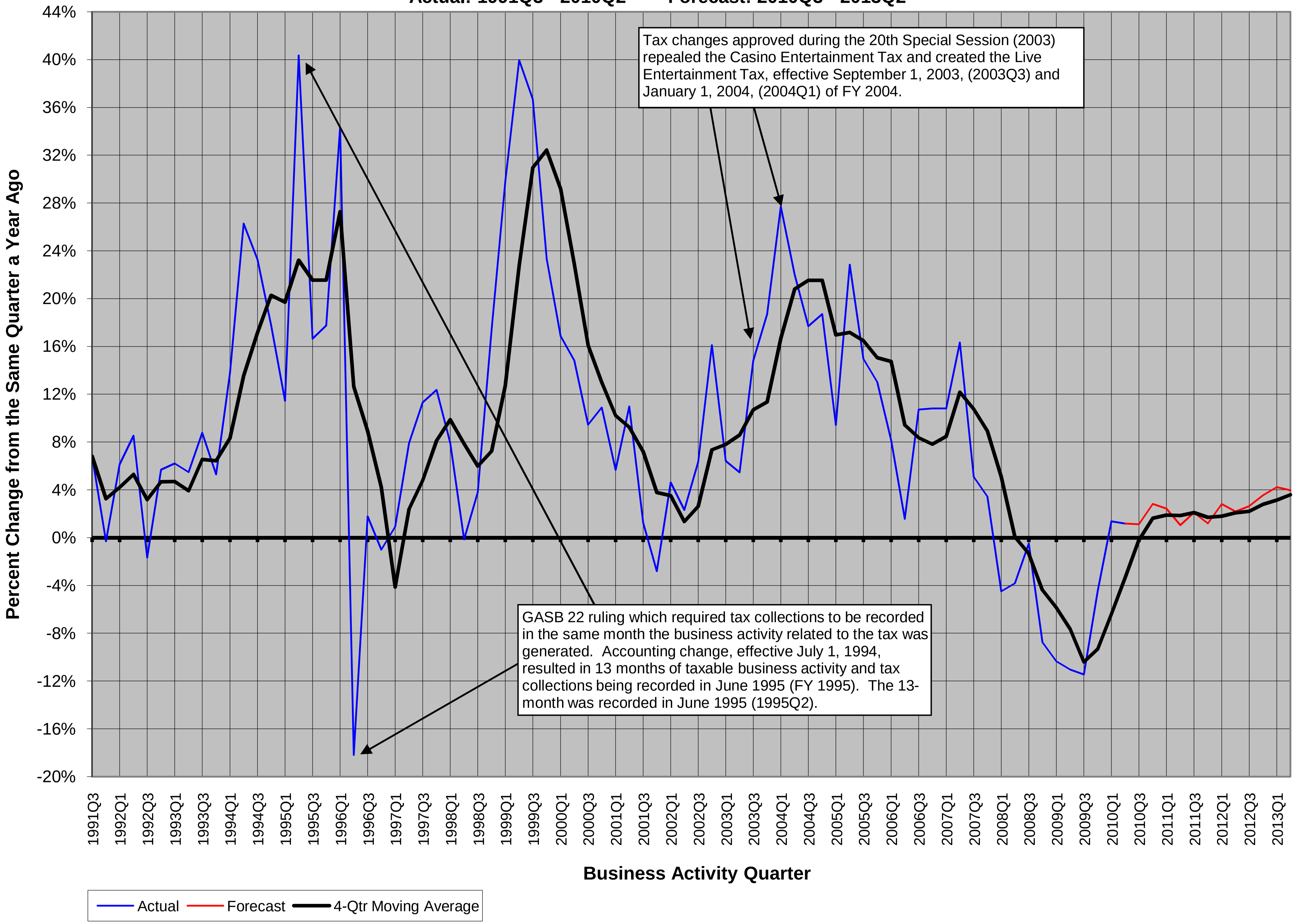


CHART 2A - LET

Actual and Forecast Statewide Live Entertainment Tax (LET) Collections - Gaming per Las Vegas Visitor :Quarterly

Actual: 1990Q3 - 2010Q2 Forecast: 2010Q3 - 2013Q2

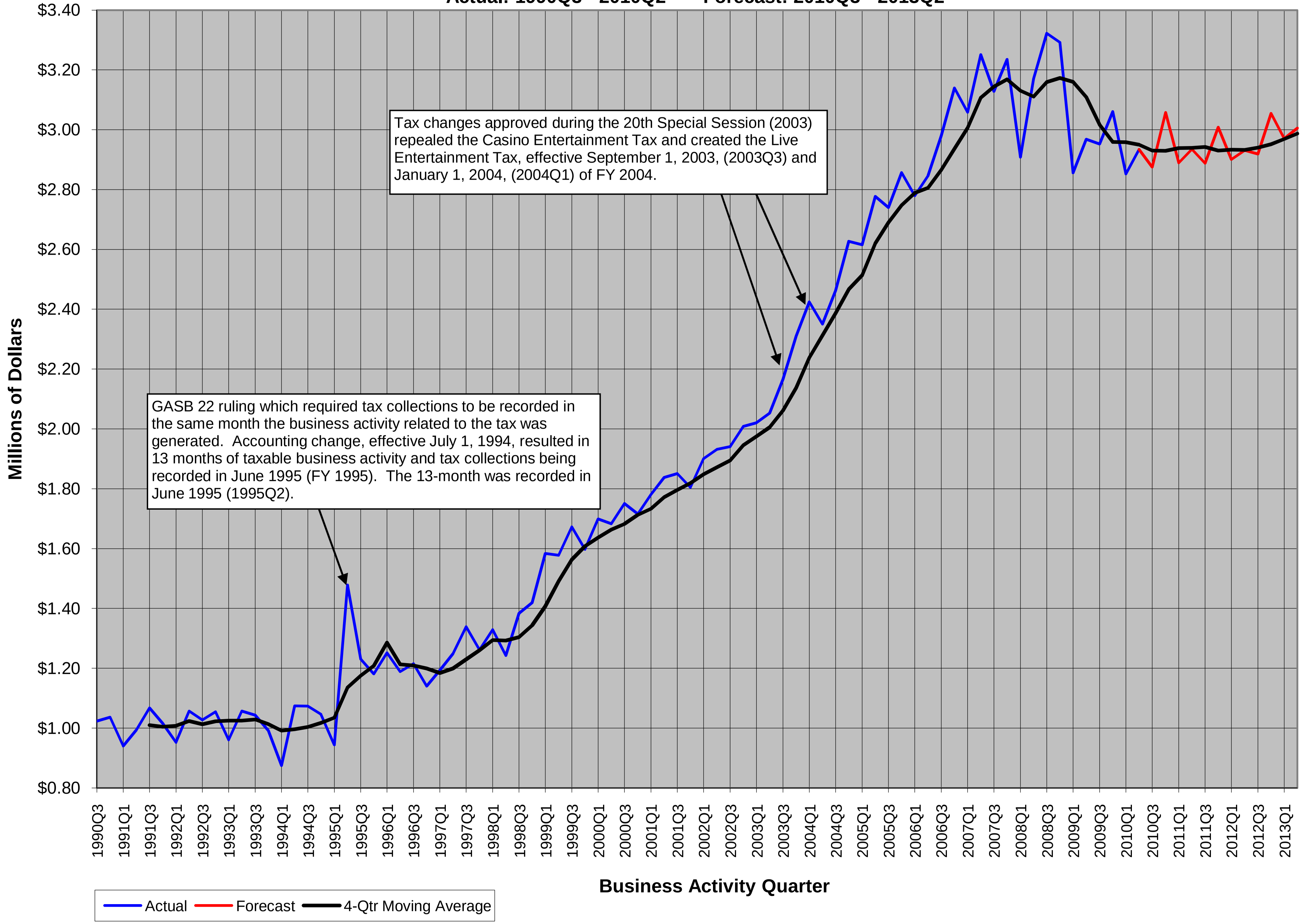


CHART 2B - LET
Growth in Statewide Live Entertainment Tax (LET) Collections - Gaming per Las Vegas Visitor: Quarterly
Actual: 1991Q3 - 2010Q2 Forecast: 2010Q3 - 2013Q2

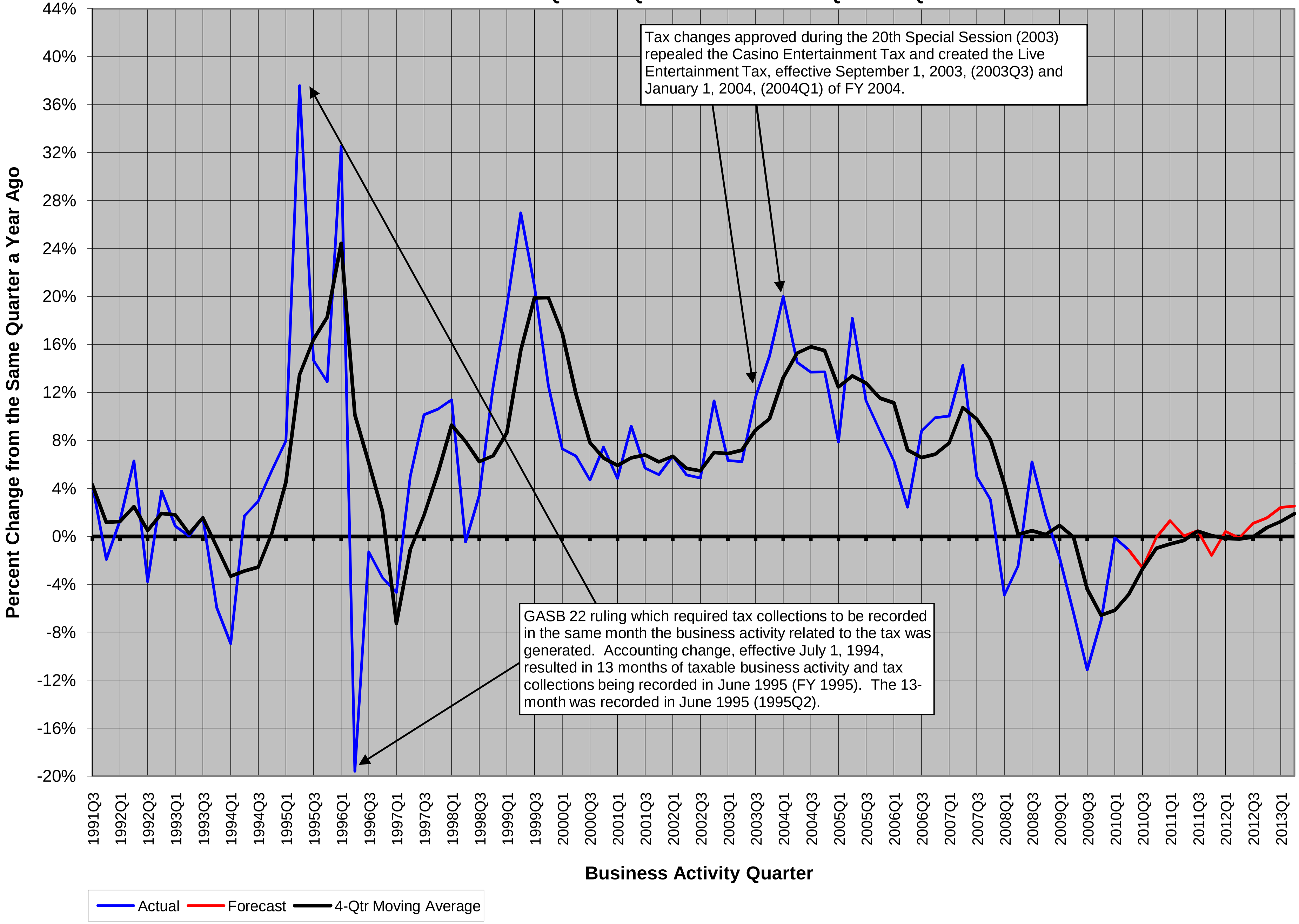


CHART 3A - LET
Actual and Forecast Statewide Live Entertainment Tax (LET) Collections - Gaming: Fiscal Year
Actual: FY 1991 - FY 2010 Forecast: FY 2011 - FY 2013

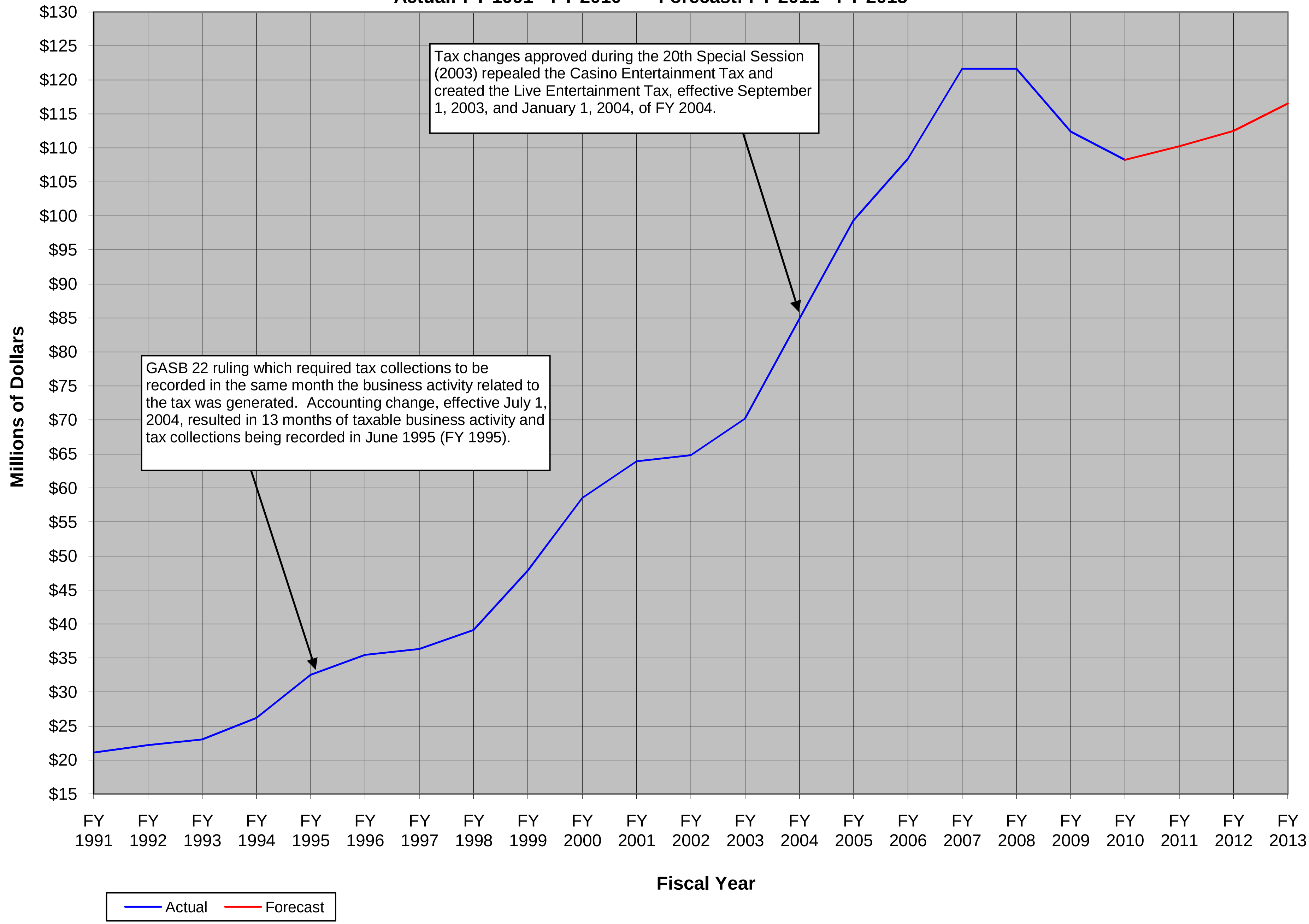


CHART 3B - LET
Actual and Forecast Growth in Statewide Live Entertainment Tax (LET) Collections - Gaming: Fiscal Year
Actual: FY 1991 - FY 2010 Forecast: FY 2011 - FY 2013

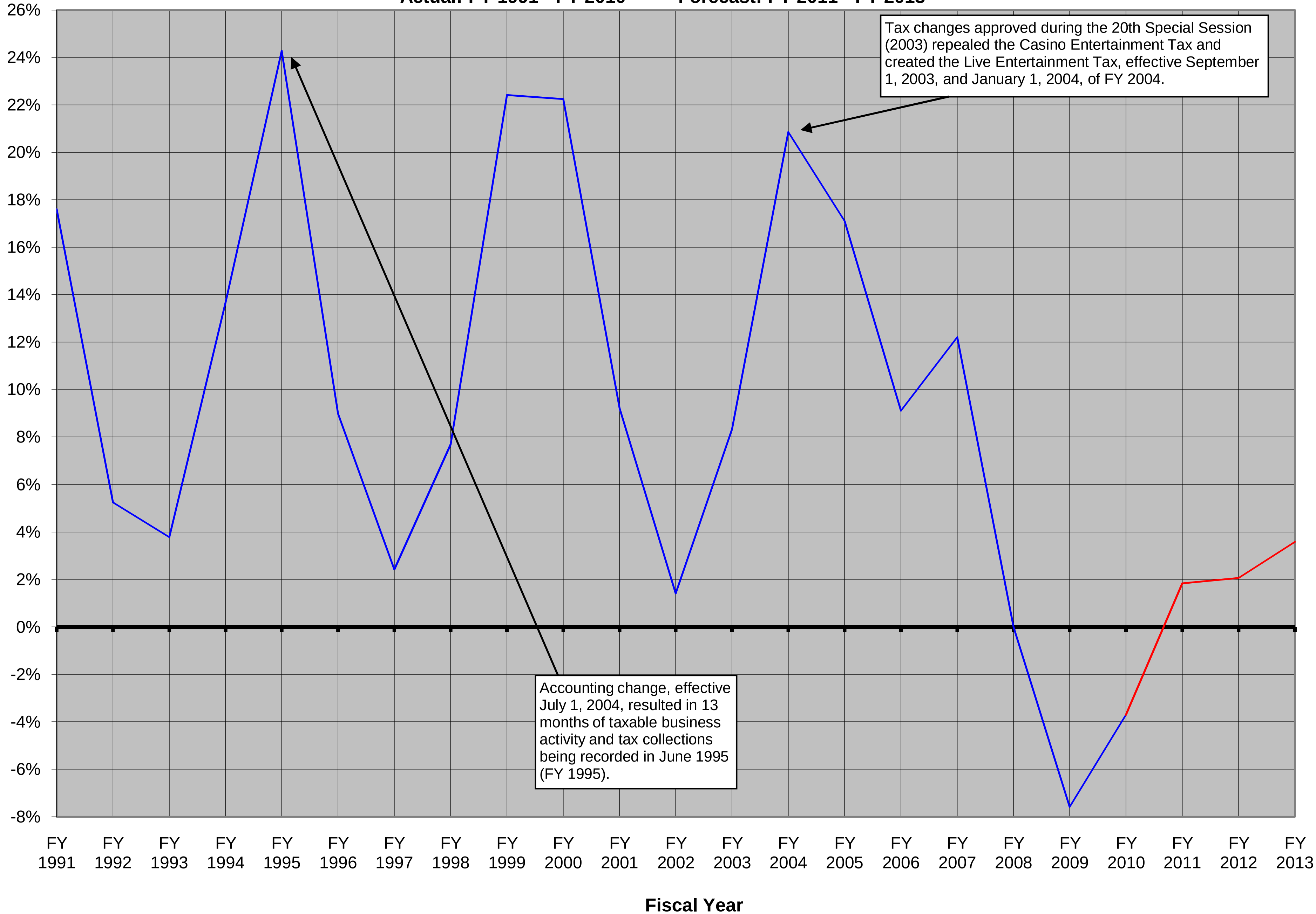


CHART 4A - LET
Actual and Forecast Statewide Live Entertainment Tax (LET) Collections - Gaming per Las Vegas Visitor: Fiscal Year
Actual: FY 1991 - FY 2010 Forecast: FY 2011 - FY 2013

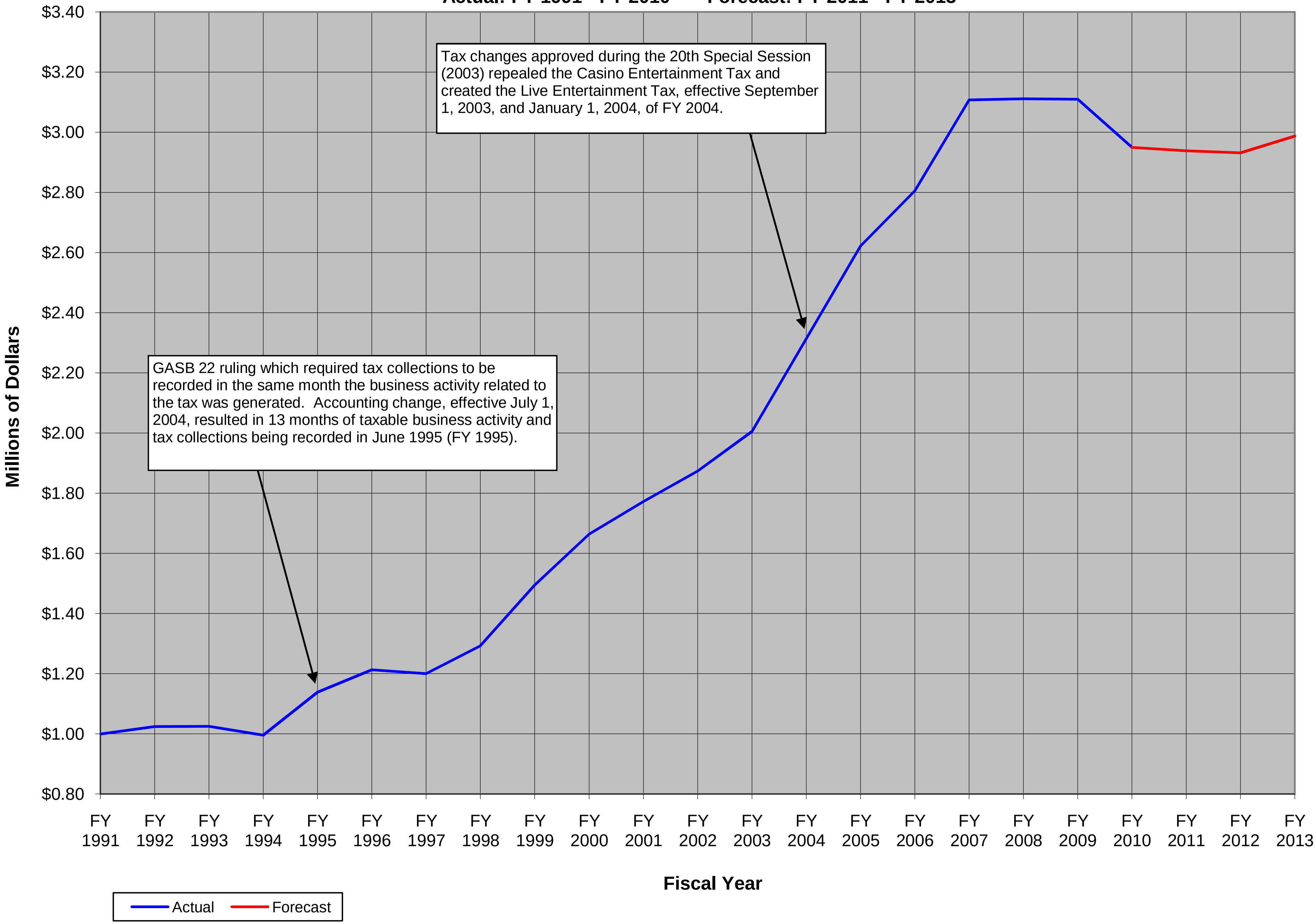
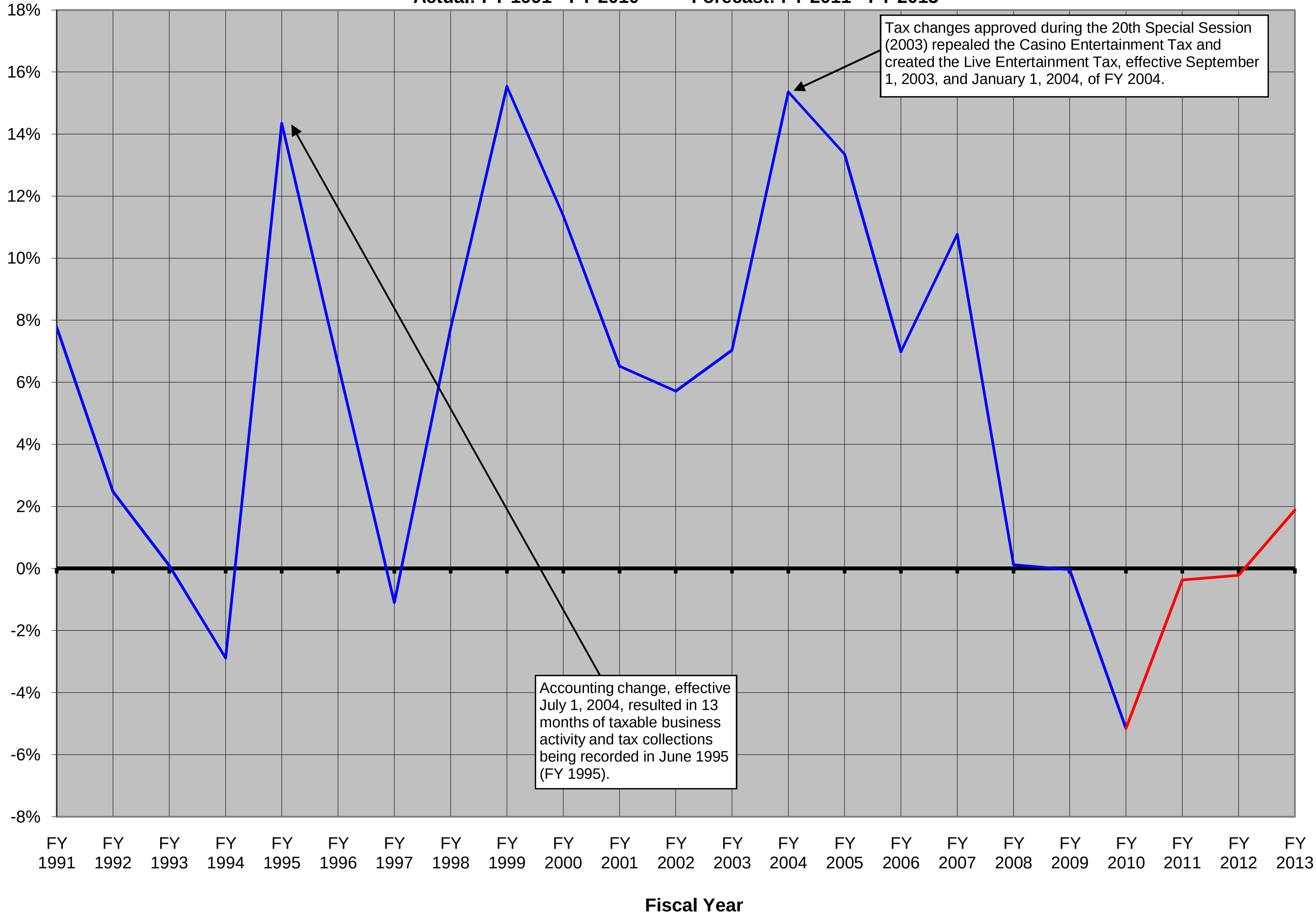
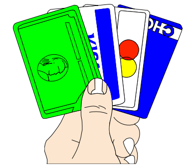


CHART 4B - LET
Actual and Forecast Growth in Statewide Live Entertainment Tax (LET) Collections-Gaming per Las Vegas Visitor
Actual: FY 1991 - FY 2010 Forecast: FY 2011 - FY 2013



STATE SALES TAX COLLECTIONS FORECAST
prepared for: **Nevada Economic Forum**
by: **LCB-Fiscal Analysis Division**
date: **November 5, 2010**



The FY 2011, FY 2012, and FY 2013 Forecast

The Fiscal Analysis Division forecasts state sales tax revenue will decrease by 1.5% to $744.3 million in FY 2011, increase 0.1% to $745.2 million in FY 2012, and increase 3.3% to $769.5 million in FY 2013.

Tax Overview

- The state sales tax rate dedicated to the State General Fund is 2.0% on the sale and use of tangible personal property in the state.

- The combined state sales tax rate is 6.85%:

  - State General Fund Tax Rate: 2.0%
  - Local School Support Tax Rate (LSST): 2.60% (increased by 0.35% from 2.25% effective from July 1, 2009 through June 30, 2011 (S.B. 429 – 2009 Regular Session))
  - Basic City/County Relief Tax Rate (BCCRT): 0.5%
  - Supplemental City/County Relief Tax Rate (SCCRT): 1.75%

- Local option rates authorized by statue or special acts are imposed in all counties except Eureka, Humboldt, Elko, Mineral, and Esmeralda. The combined optional rates range from 0.25% to 1.25% depending on the county.

- The taxpayer is allowed to retain a collection allowance of 0.25% of the sales tax due as an allowance for collecting and remitting the tax to the Department of Taxation. The taxpayer collection allowance was lowered to 0.25% from 0.5% in S.B. 2 (25rd Special Session) from January 1, 2009, to June 30, 2009. Assembly Bill 552 of the 2009 Regular Session maintained the 0.25% collection allowance effective July 1, 2009.

- The commission retained by the Department of Taxation for collecting and distributing the sales tax collections for the BCCRT, SCCRT, and local option rates was raised from 0.75% to 1.75%, effective July 1, 2009 (A.B. 552 – 2009 Regular Session). The proceeds from this commission are deposited in the State General Fund. The commission retained by the Department of Taxation does apply to the LSST, but the commission rate was not increased and the 0.75% rate is retained for the LSST.

Nevada 2008 Tax Amnesty Program Impacts on FY 2008 and FY 2009

The Nevada 2008 Tax Amnesty Program was effective from July 1, 2008, to October 28, 2008, and allowed entities to pay delinquent liabilities for the sales and use tax, modified business tax and business license fee without penalty and interest that would have been due. The amnesty program produced additional one-time sales and use tax revenue of $3,763,017 that was recorded in June 2008 of FY 2008 and $26,974,421 that was recorded in July, August, and September of FY 2009, based on information reported by the Department of Taxation. The state 2% sales and use tax portion is estimated to be approximately $971,101 in FY 2008 and $6,961,141 in FY 2009 ($916,043 in July 2008, $5,260,183 in August 2008, and $784,915 in September 2008).

Nevada 2010 Tax Amnesty Program Impacts on FY 2010 and FY 2011

The Nevada 2010 Tax Amnesty Program was effective from July 1, 2010, to September 30, 2010, and allowed entities to pay delinquent liabilities for the sales and use tax, modified business tax, and all other taxes collected by the Department of Taxation without penalty and interest that would have been due. The amnesty program produced additional one-time sales and use tax revenue of $5,639,235 that was recorded in May and June of FY 2010 and $15,054,731 that was recorded in July and August of FY 2011, based on information reported by the Department of Taxation. The state 2% sales and use tax portion is estimated to be approximately $1,427,654 in FY 2010 ($672,571 in May 2010 and $755,083 in June 2010) and $3,811,324 in FY 2011 ($831,037 in July 2010 and $2,980,287 in August 2010).

FY 2010 Taxable Sales and Sales Tax Collections Overview

In FY 2010 (July 2009 – June 2010), statewide taxable sales decreased by 10.3% compared to FY 2009 and the state 2% sales tax collection generated from the taxable sales decreased by the same 10.3% rate.

A one-time amount of $317,418.11 was posted to FY 2010 due to an accounting adjustment for the refund of taxes that had been previously distributed to a local government.

After adjusting FY 2009 for the one-time amnesty payments totaling $6,961,141 and FY 2010 for the one-time amnesty and refund payments totaling $1,745,072, total state 2% sales tax collections would have decreased by only 9.8% in FY 2010 compared to FY 2009 versus the 10.3% decrease based on actual reported tax collections for FY 2010 and FY 2009.

As a reference point, FY 2009 state 2% sales tax collections would have decreased by 13.4% after adjusting for the amnesty impact versus the 12.8% decline based on actual reported collections including the amnesty payments.

In terms of May 2010 and June 2010 adjusted for the amnesty impact:

May 2010 taxable sales would have decreased by 2.9% percent without amnesty compared to the reported 1.9% decrease with amnesty. State 2% sales tax collections in May 2010 would have decreased 3.2% without the amnesty compared to the reported 2.2% decrease with amnesty.

June 2010 taxable sales would have decreased by 1.5% percent without amnesty compared to the reported 0.3% decrease with amnesty. State 2% sales tax collections in June 2010 would have decreased 0.9% without the amnesty compared to the reported 0.3% increase with amnesty.

FY 2011 Year-to-Date Taxable Sales and Sales Tax Collections Overview

Fiscal year-to-date through the first two months of FY 2011, taxable sales are up 5.1% compared to the first two months of FY 2010 (5.3% in July 2010 and 4.8% in August 2010).

The state 2% sales tax collections are up 4.3% fiscal year-to-date through the first two months of FY 2011 compared to the first two months of FY 2010 (3.7% in July 2010 and 5.0% in August 2010).

After adjusting taxable sales for the impact of the amnesty payments in July and August, taxable sales are up only 2.0% through the first two months of FY 2011 compared to the reported 5.1%.

Taxable sales in July 2010 would have increased by only 4.0% without the amnesty payments versus the reported 5.3% increase with amnesty.

Taxable sales would have been basically flat (0.0%) in August 2010 without the amnesty payments versus the reported 4.8% increase with amnesty.

State 2% sales tax collections would be up only 1.3% fiscal year-to-date through July and August of FY 2011 after adjusting for the amnesty payments compared to the reported 4.3%.

Sales tax collection for July 2010 would have increased by only 2.3% without the amnesty amounts compared to the reported 3.7% increase with amnesty.

For August 2010, sales tax collections would have increased by only 0.2% without the amnesty payments compared to the reported 5.0% increase with the amnesty amounts.

FY 2011 Taxable Sales and Sales Tax Collections Forecast

Taxable sales are forecast to decrease 1.2% in FY 2011 to approximately $37.1 billion, which is below the $38.5 billion posted in FY 2004. Taxable sales need to decrease by an average of 2.8% over the remaining ten months of FY 2011 compared to an average decrease of 7.7% over the last ten months of FY 2010.

State 2% sales tax collections are projected to decrease by 1.5% in FY 2011 to approximately $744.3 million, below the $775.3 million recorded in FY 2004. To achieve the FY 2011 forecast, sales tax collections are estimated to decrease an average of 2.6% over the last ten months of FY 2011 compared to an average decrease of 8.0% over the last ten months of FY 2010.

TABLE 1A

TAXABLE SALES AND STATE 2% COLLECTIONS FORECAST FOR FY 2011, FY 2012, and FY 2013

	Total Statewide Taxable Sales (Million $'s)	% Change	2% State Sales Tax Collections (Million $'s)	% Change	Total Employment (1,000's)	% Change	Average Collections per Employee	% Change
FY 1996	$22,325.8		$447.4		812.9		$550.38	
FY 1997	$24,525.8	9.9%	$492.3	10.0%	870.0	7.0%	$565.89	2.8%
FY 1998	$25,528.9	4.1%	$512.5	4.1%	906.3	4.2%	$565.53	-0.1%
FY 1999	$28,168.3	10.3%	$566.1	10.5%	955.2	5.4%	$592.65	4.8%
FY 2000	$29,988.4	6.5%	$598.5	5.7%	1005.4	5.3%	$595.24	0.4%
FY 2001	$31,715.4	5.8%	$633.6	5.9%	1046.8	4.1%	$605.26	1.7%
FY 2002	$31,986.7	0.9%	$642.7	1.4%	1045.8	-0.1%	$614.57	1.5%
FY 2003	$33,897.7	6.0%	$680.4	5.9%	1067.8	2.1%	$637.24	3.7%
FY 2004	$38,505.8	13.6%	$775.3	13.9%	1117.0	4.6%	$694.06	8.9%
FY 2005	$44,233.6	14.9%	$896.0	15.6%	1188.7	6.4%	$753.80	8.6%
FY 2006	$48,637.6	10.0%	$985.0	9.9%	1257.3	5.8%	$783.48	3.9%
FY 2007	$49,427.7	1.6%	$1,000.2	1.5%	1290.0	2.6%	$775.36	-1.0%
FY 2008	$48,196.8	-2.5%	$966.1	-3.4%	1285.9	-0.3%	$751.30	-3.1%
FY 2009	$42,086.6	-12.7%	$842.5	-12.8%	1205.1	-6.3%	$699.12	-6.9%
FY 2010	$37,772.1	-10.3%	$755.3	-10.3%	1123.2	-6.8%	$672.49	-3.8%
FY 2011	**$37,305.9**	**-1.2%**	**$744.3**	**-1.5%**	**1105.1**	**-1.6%**	**$673.47**	**0.1%**
FY 2012	**$37,354.1**	**0.1%**	**$745.2**	**0.1%**	**1100.9**	**-0.4%**	**$676.94**	**0.5%**
FY 2013	**$38,570.7**	**3.3%**	**$769.5**	**3.3%**	**1120.3**	**1.8%**	**$686.86**	**1.5%**

TABLE 1B

TAXABLE SALES AND STATE 2% COLLECTIONS

ACTUAL FOR FY 2008 - FY 2010 AND FORECAST FOR FY 2011 - FY 2013

	WITH AMNESTY				**WITHOUT AMNESTY**			
Quarter	Total Statewide Taxable Sales (Million $'s)	% Change	2% State Sales Tax Collections (Million $'s)	% Change	Total Statewide Taxable Sales (Million $'s)	% Change	2% State Sales Tax Collections (Million $'s)	% Change
2007Q3	$12,119.2	-3.3%	$241.9	-3.7%	$12,119.2	-3.3%	$241.9	-3.7%
2007Q4	$12,455.3	0.5%	$248.8	-3.2%	$12,455.3	0.5%	$248.8	-3.2%
2008Q1	$11,450.1	-4.7%	$231.8	-4.0%	$11,450.1	-4.7%	$231.8	-4.0%
2008Q2	$12,172.3	-2.6%	$243.5	-2.8%	$12,123.7	-3.0%	$242.5	-3.2%
2008Q3	$11,699.8	-3.5%	$234.1	-3.2%	$11,465.4	-5.4%	$227.1	-6.1%
2008Q4	$11,032.8	-11.4%	$218.8	-12.1%	$11,032.8	-11.4%	$218.8	-12.1%
2009Q1	$9,601.8	-16.1%	$195.0	-15.9%	$9,601.8	-16.1%	$195.0	-15.9%
2009Q2	$9,752.2	-19.9%	$194.6	-20.1%	$9,752.2	-19.6%	$194.6	-19.8%
2009Q3	$9,328.2	-20.3%	$187.2	-20.0%	$9,328.2	-18.6%	$187.2	-17.6%
2009Q4	$9,740.8	-11.7%	$195.9	-10.5%	$9,740.8	-11.7%	$195.9	-10.5%
2010Q1	$8,955.6	-6.7%	$178.1	-8.7%	$8,955.6	-6.7%	$178.1	-8.7%
2010Q2	$9,747.5	0.0%	$194.2	-0.2%	$9,675.9	-0.8%	$192.7	-1.0%
2010Q3	**$9,608.1**	**3.0%**	**$191.7**	**2.4%**	**$9,417.0**	**1.0%**	**$187.9**	**0.4%**
2010Q4	**$9,614.7**	**-1.3%**	**$191.8**	**-2.1%**	**$9,614.7**	**-1.3%**	**$191.8**	**-2.1%**
2011Q1	**$8,696.0**	**-2.9%**	**$173.5**	**-2.6%**	**$8,696.0**	**-2.9%**	**$173.5**	**-2.6%**
2011Q2	**$9,387.2**	**-3.7%**	**$187.3**	**-3.5%**	**$9,387.2**	**-3.0%**	**$187.3**	**-2.8%**
2011Q3	**$9,373.9**	**-2.4%**	**$187.0**	**-2.4%**	**$9,373.9**	**-0.5%**	**$187.0**	**-0.5%**
2011Q4	**$9,592.8**	**-0.2%**	**$191.4**	**-0.2%**	**$9,592.8**	**-0.2%**	**$191.4**	**-0.2%**
2012Q1	**$8,799.2**	**1.2%**	**$175.5**	**1.2%**	**$8,799.2**	**1.2%**	**$175.5**	**1.2%**
2012Q2	**$9,588.2**	**2.1%**	**$191.3**	**2.1%**	**$9,588.2**	**2.1%**	**$191.3**	**2.1%**
2012Q3	**$9,597.8**	**2.4%**	**$191.5**	**2.4%**	**$9,597.8**	**2.4%**	**$191.5**	**2.4%**
2012Q4	**$9,894.4**	**3.1%**	**$197.4**	**3.1%**	**$9,894.4**	**3.1%**	**$197.4**	**3.1%**
2013Q1	**$9,112.3**	**3.6%**	**$181.8**	**3.6%**	**$9,112.3**	**3.6%**	**$181.8**	**3.6%**
2013Q2	**$9,966.3**	**3.9%**	**$198.8**	**3.9%**	**$9,966.3**	**3.9%**	**$198.8**	**3.9%**

TABLE 2: FISCAL DIVISION FORECAST

ACTUAL AND FORECAST DATA FOR ECONOMIC VARIABLES CONSIDERED IN TAXABLE SALES FORECAST

ACTUAL :2003:3rd Quarter to 2010:2nd Quarter FORECAST: 2010:3rd Quarter to 2013:2nd Quarter

SOURCE: Moody's Analytics October 2010 forecast for Consumer Price Index, Existing Home Sales, and New Car & Light Truck Registrations. Fiscal Analysis Division October 2010 forecast for Non-farm Employment, Construction Employment, Personal Income and Las Vegas Visitor Volume.

	Fiscal Division		Fiscal Division		Fiscal Division		Fiscal Division	
Quarter	Statewide Non-farm Employment (1,000's)	Percent Change	Statewide Construction Employment (1,000's)	Percent Change	Statewide Personal Income (Millions $'s - SAAR)	Percent Change	Las Vegas Visitor Volume	Percent Change
2003Q3	1,092.3	3.5%	101.1	8.0%	73,815	8.7%	9,177,614	2.9%
2003Q4	1,109.2	4.2%	105.4	12.2%	76,061	10.2%	8,733,690	3.2%
2004Q1	1,122.5	4.5%	109.4	13.2%	78,482	11.2%	9,261,459	6.4%
2004Q2	1,144.0	6.1%	115.4	17.7%	80,837	12.5%	9,508,688	6.5%
2004Q3	1,160.6	6.3%	120.6	19.3%	83,115	12.6%	9,500,842	3.5%
2004Q4	1,183.1	6.7%	127.2	20.7%	86,211	13.3%	9,117,792	4.4%
2005Q1	1,193.2	6.3%	129.1	18.0%	89,258	13.7%	9,394,652	1.4%
2005Q2	1,217.8	6.5%	132.6	15.0%	92,140	14.0%	9,883,477	3.9%
2005Q3	1,232.3	6.2%	136.3	13.0%	92,558	11.4%	9,813,911	3.3%
2005Q4	1,248.2	5.5%	140.6	10.5%	93,391	8.3%	9,474,302	3.9%
2006Q1	1,268.2	6.3%	145.2	12.4%	95,803	7.3%	9,561,367	1.8%
2006Q2	1,280.3	5.1%	146.1	10.1%	97,640	6.0%	9,800,118	-0.8%
2006Q3	1,283.7	4.2%	142.2	4.4%	98,023	5.9%	9,989,766	1.8%
2006Q4	1,285.9	3.0%	138.3	-1.7%	99,912	7.0%	9,554,553	0.8%
2007Q1	1,294.7	2.1%	137.7	-5.2%	101,624	6.1%	9,629,007	0.7%
2007Q2	1,295.7	1.2%	136.3	-6.7%	102,761	5.2%	9,978,554	1.8%
2007Q3	1,288.2	0.4%	132.2	-7.1%	104,031	6.1%	10,000,315	0.1%
2007Q4	1,291.0	0.4%	128.7	-6.9%	106,416	6.5%	9,589,885	0.4%
2008Q1	1,286.6	-0.6%	123.8	-10.1%	106,034	4.3%	9,670,074	0.4%
2008Q2	1,277.9	-1.4%	120.1	-11.9%	105,574	2.7%	9,840,714	-1.4%
2008Q3	1,261.1	-2.1%	115.7	-12.4%	105,006	0.9%	9,370,164	-6.3%
2008Q4	1,224.8	-5.1%	106.2	-17.5%	102,701	-3.5%	8,600,600	-10.3%
2009Q1	1,182.1	-8.1%	95.1	-23.2%	100,230	-5.5%	8,826,805	-8.7%
2009Q2	1,152.3	-9.8%	83.0	-30.8%	100,398	-4.9%	9,350,884	-5.0%
2009Q3	1,131.8	-10.3%	75.6	-34.6%	99,150	-5.6%	9,335,882	-0.4%
2009Q4	1,126.1	-8.1%	70.0	-34.1%	98,706	-3.9%	8,837,898	2.8%
2010Q1	1,117.9	-5.4%	60.6	-36.3%	98,364	-1.9%	8,958,869	1.5%
2010Q2	1,117.1	-3.1%	55.5	-33.2%	98,710	-1.7%	9,569,337	2.3%
2010Q3	1,112.3	-1.7%	52.2	-31.0%	98,186	-1.0%	9,694,817	3.8%
2010Q4	1,106.1	-1.8%	49.7	-29.0%	97,962	-0.8%	9,097,009	2.9%
2011Q1	1,102.7	-1.4%	46.0	-24.2%	97,859	-0.5%	9,039,154	0.9%
2011Q2	1,099.3	-1.6%	44.4	-19.9%	97,777	-0.9%	9,669,746	1.0%
2011Q3	1,097.5	-1.3%	43.5	-16.6%	97,926	-0.3%	9,852,053	1.6%
2011Q4	1,099.4	-0.6%	42.7	-14.0%	98,333	0.4%	9,356,052	2.8%
2012Q1	1,102.0	-0.1%	42.2	-8.3%	98,792	1.0%	9,255,059	2.4%
2012Q2	1,104.6	0.5%	41.8	-5.8%	99,295	1.6%	9,889,877	2.3%
2012Q3	1,108.8	1.0%	41.7	-4.1%	99,921	2.0%	10,003,253	1.5%
2012Q4	1,117.0	1.6%	41.7	-2.3%	100,762	2.5%	9,540,634	2.0%
2013Q1	1,124.1	2.0%	41.8	-0.8%	101,609	2.9%	9,419,597	1.8%
2013Q2	1,131.2	2.4%	42.0	0.5%	102,498	3.2%	10,029,042	1.4%
FY 1997	869.8	7.0%	83.8	16.2%	183,582	11.0%	30,266,442	3.6%
FY 1998	906.2	4.2%	86.1	2.7%	200,978	9.5%	30,250,609	-0.1%
FY 1999	955.2	5.4%	92.6	7.6%	221,630	10.3%	32,049,240	5.9%
FY 2000	1,005.3	5.2%	89.1	-3.8%	240,192	8.4%	35,176,393	9.8%
FY 2001	1,046.7	4.1%	90.1	1.2%	256,754	6.9%	36,068,291	2.5%
FY 2002	1,045.6	-0.1%	91.1	1.1%	265,345	3.3%	34,597,944	-4.1%
FY 2003	1,068.0	2.1%	95.6	4.8%	279,372	5.3%	35,013,938	1.2%
FY 2004	1,117.0	4.6%	107.8	12.8%	309,195	10.7%	36,681,451	4.8%
FY 2005	1,188.7	6.4%	127.4	18.2%	350,724	13.4%	37,896,763	3.3%
FY 2006	1,257.3	5.8%	142.0	11.5%	379,392	8.2%	38,649,698	2.0%
FY 2007	1,290.0	2.6%	138.6	-2.4%	402,320	6.0%	39,151,880	1.3%
FY 2008	1,285.9	-0.3%	126.2	-9.0%	422,055	4.9%	39,100,988	-0.1%
FY 2009	1,205.1	-6.3%	100.0	-20.7%	408,335	-3.3%	36,148,453	-7.6%
FY 2010	1,123.2	-6.8%	65.4	-34.6%	394,930	-3.3%	36,701,986	1.5%
FY 2011	1,105.1	-1.6%	48.1	-26.5%	391,785	-0.8%	37,500,726	2.2%
FY 2012	1,100.9	-0.4%	42.6	-11.4%	394,346	0.7%	38,353,042	2.3%
FY 2013	1,120.3	1.8%	41.8	-1.7%	404,790	2.6%	38,992,526	1.7%

TABLE 2: FISCAL DIVISION FORECAST - CONTINUED

ACTUAL AND FORECAST DATA FOR ECONOMIC VARIABLES CONSIDERED IN TAXABLE SALES FORECAS

ACTUAL :2003:3rd Quarter to 2010:2nd Quarter FORECAST: 2010:3rd Quarter to 2013:2nd Quarter

SOURCE: Moody's Analytics October 2010 forecast for Consumer Price Index, Existing Home Sales, and New Car & Light Truck Registrations. Fiscal Analysis Division October 2010 forecast for Non-farm Employment, Construction Employment, Personal Income and Las Vegas Visitor Volume.

	Moody's Analytics		Moody's Analytics		Moody's Analytics	
Quarter	Consumer Price Index	Percent Change	Statewide Existing Home Sales (1,000's)	Percent Change	New Car & Light Truck Registrations	Percent Change
2003Q3	1.844	2.2%	75.4	28.8%	159,531	5.9%
2003Q4	1.851	2.0%	84.6	27.9%	165,268	13.3%
2004Q1	1.867	1.8%	93.9	44.6%	165,065	12.6%
2004Q2	1.882	2.8%	92.0	33.1%	168,214	9.9%
2004Q3	1.894	2.7%	92.5	22.8%	178,472	11.9%
2004Q4	1.914	3.4%	86.6	2.3%	185,325	12.1%
2005Q1	1.924	3.0%	85.3	-9.2%	182,815	10.8%
2005Q2	1.937	2.9%	90.0	-2.2%	168,386	0.1%
2005Q3	1.966	3.8%	92.0	-0.6%	198,187	11.0%
2005Q4	1.984	3.7%	88.6	2.4%	174,363	-5.9%
2006Q1	1.994	3.7%	76.6	-10.1%	190,347	4.1%
2006Q2	2.013	3.9%	69.3	-23.0%	205,523	22.1%
2006Q3	2.032	3.3%	57.1	-38.0%	191,419	-3.4%
2006Q4	2.023	1.9%	57.1	-35.6%	179,518	3.0%
2007Q1	2.043	2.4%	53.3	-30.5%	186,906	-1.8%
2007Q2	2.067	2.7%	43.8	-36.8%	170,599	-17.0%
2007Q3	2.079	2.4%	36.6	-35.9%	165,235	-13.7%
2007Q4	2.104	4.0%	33.3	-41.6%	185,338	3.2%
2008Q1	2.128	4.2%	41.0	-23.1%	157,388	-15.8%
2008Q2	2.156	4.3%	51.9	18.7%	137,584	-19.4%
2008Q3	2.189	5.3%	66.3	81.4%	114,633	-30.6%
2008Q4	2.137	1.6%	77.8	133.4%	74,850	-59.6%
2009Q1	2.125	-0.2%	83.4	103.7%	65,196	-58.6%
2009Q2	2.135	-1.0%	91.5	76.1%	73,251	-46.8%
2009Q3	2.154	-1.6%	96.7	45.8%	83,724	-27.0%
2009Q4	2.168	1.5%	110.3	41.7%	77,487	3.5%
2010Q1	2.176	2.4%	96.3	15.4%	81,749	25.4%
2010Q2	2.172	1.8%	84.6	-7.5%	88,106	20.3%
2010Q3	2.181	1.2%	73.2	-24.3%	85,855	2.5%
2010Q4	2.188	0.9%	66.4	-39.8%	81,959	5.8%
2011Q1	2.197	1.0%	69.5	-27.8%	81,620	-0.2%
2011Q2	2.206	1.6%	72.4	-14.5%	79,579	-9.7%
2011Q3	2.217	1.7%	74.0	1.2%	78,784	-8.2%
2011Q4	2.231	1.9%	75.9	14.3%	78,390	-4.4%
2012Q1	2.245	2.2%	77.8	11.9%	77,998	-4.4%
2012Q2	2.260	2.4%	79.4	9.7%	77,998	-2.0%
2012Q3	2.277	2.7%	79.5	7.4%	78,778	0.0%
2012Q4	2.293	2.8%	78.4	3.3%	80,353	2.5%
2013Q1	2.310	2.9%	78.3	0.7%	82,764	6.1%
2013Q2	2.327	3.0%	79.3	-0.1%	86,074	10.4%
FY 1997	1.589	2.8%	100.2	-6.7%	121,180	9.0%
FY 1998	1.618	1.8%	109.5	9.3%	118,770	-2.0%
FY 1999	1.645	1.7%	133.5	21.9%	128,250	8.0%
FY 2000	1.693	2.9%	152.0	13.9%	126,158	-1.6%
FY 2001	1.751	3.4%	191.4	25.9%	149,708	18.7%
FY 2002	1.782	1.8%	200.4	4.7%	139,224	-7.0%
FY 2003	1.821	2.2%	258.7	29.1%	149,010	7.0%
FY 2004	1.861	2.2%	345.9	33.7%	164,519	10.4%
FY 2005	1.917	3.0%	354.4	2.4%	178,749	8.6%
FY 2006	1.989	3.8%	326.5	-7.9%	192,105	7.5%
FY 2007	2.041	2.6%	211.2	-35.3%	182,111	-5.2%
FY 2008	2.117	3.7%	162.8	-22.9%	161,386	-11.4%
FY 2009	2.146	1.4%	319.1	96.0%	81,983	-49.2%
FY 2010	2.168	1.0%	388.0	21.6%	82,767	1.0%
FY 2011	2.193	1.2%	281.5	-27.4%	82,253	-0.6%
FY 2012	2.238	2.1%	307.1	9.1%	78,292	-4.8%
FY 2013	2.302	2.8%	315.5	2.7%	81,992	4.7%

CHART 1
State 2% Sales/Use Tax Collections : Actual versus Forecast- Quarterly Basis
Actual: 1995:3rd Quarter - 2010:2nd Quarter Forecast: 2010:3rd Quarter - 2013:2nd Quarter

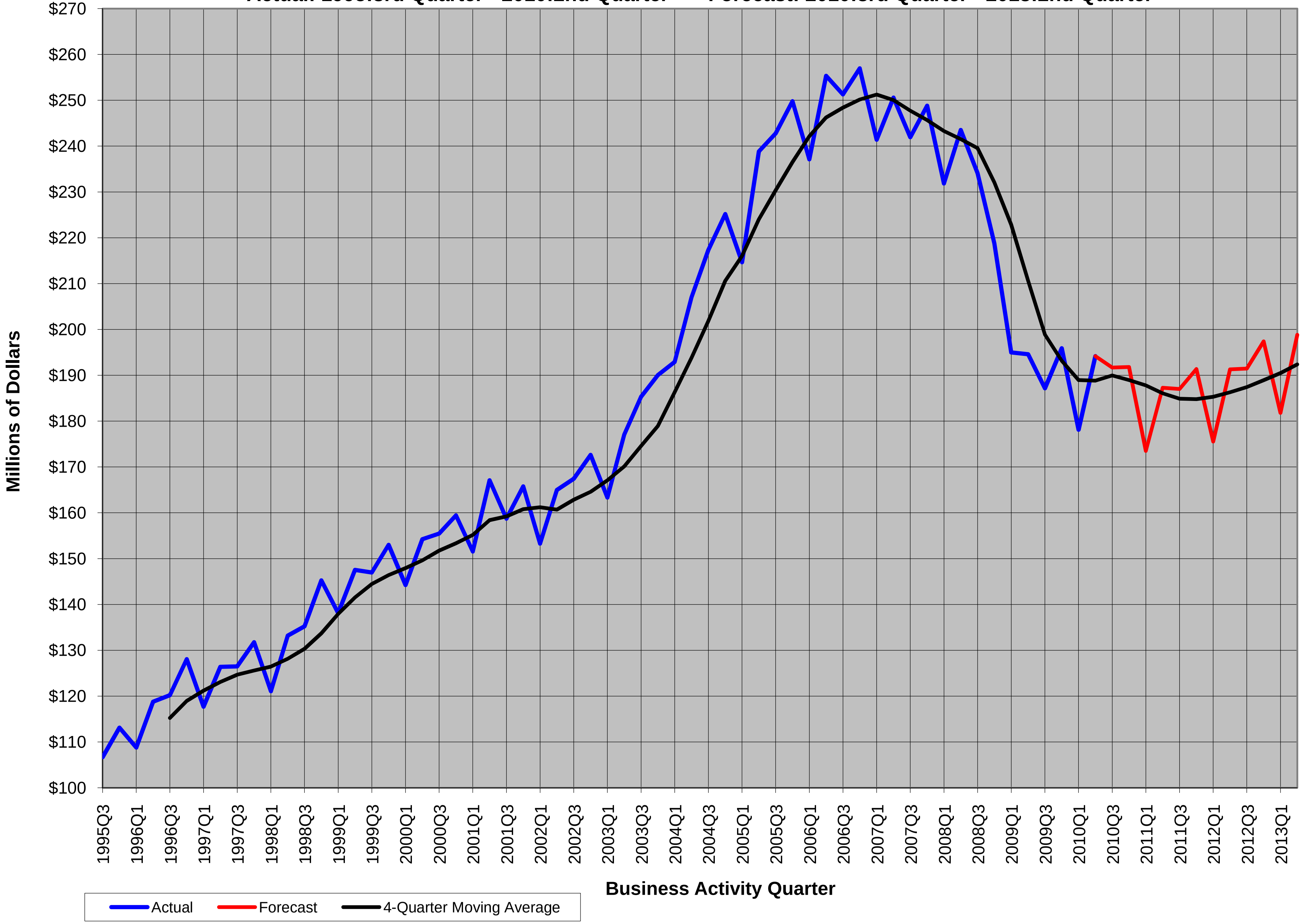


CHART 2

Statewide Taxable Sales: Actual versus Forecast- Quarterly Basis

Actual: 1995:3rd Quarter - 2010:2nd Quarter Forecast: 2010:3rd Quarter - 2013:2nd Quarter

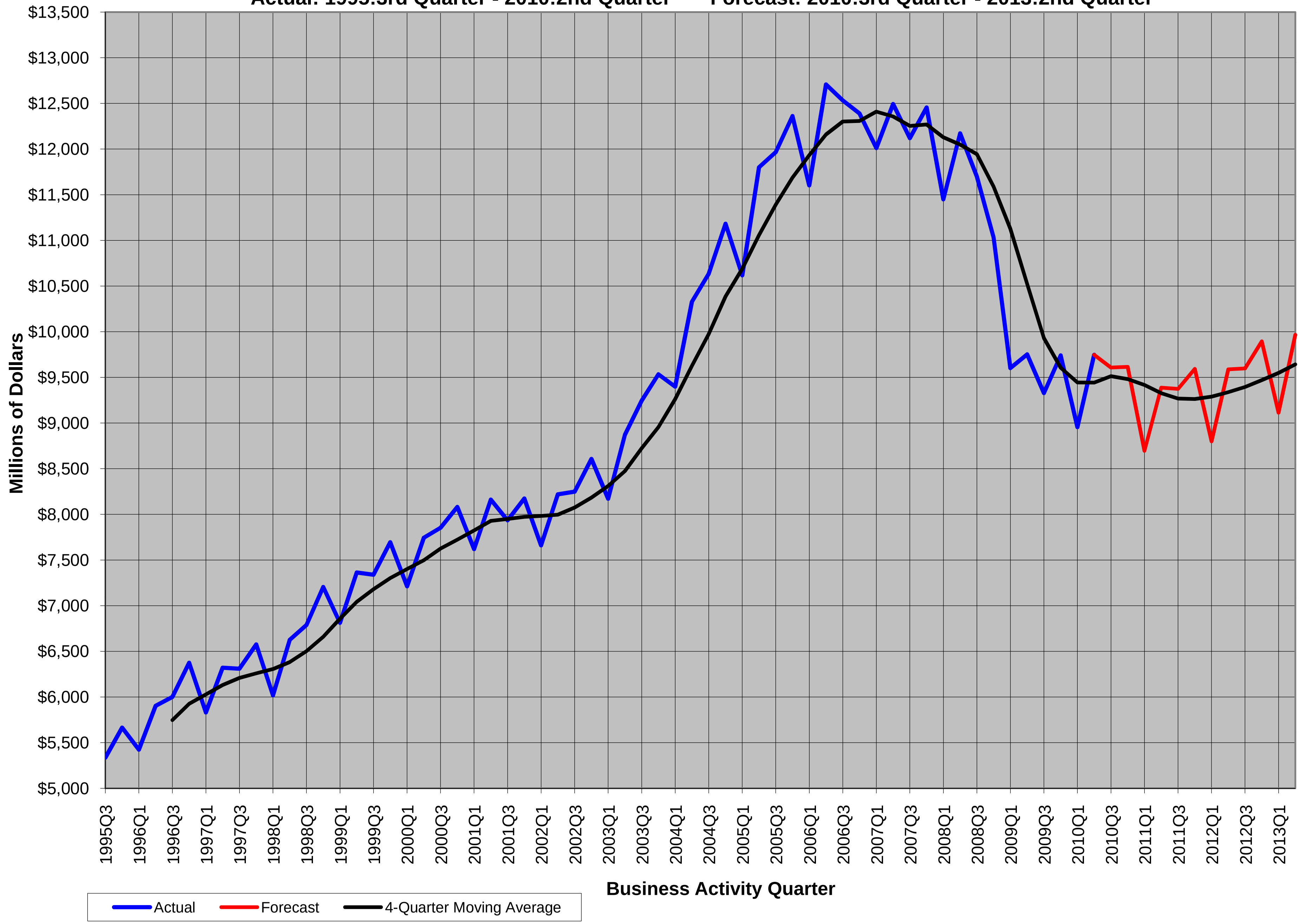


CHART 3
Growth in Statewide Taxable Sales and State 2% Sales/Use Tax Collections: Actual versus Forecast - Quarterly Basis
Actual: 1996:3rd Quarter - 2010:2nd Quarter Forecast: 2010:3rd Quarter - 2013:2nd Quarter

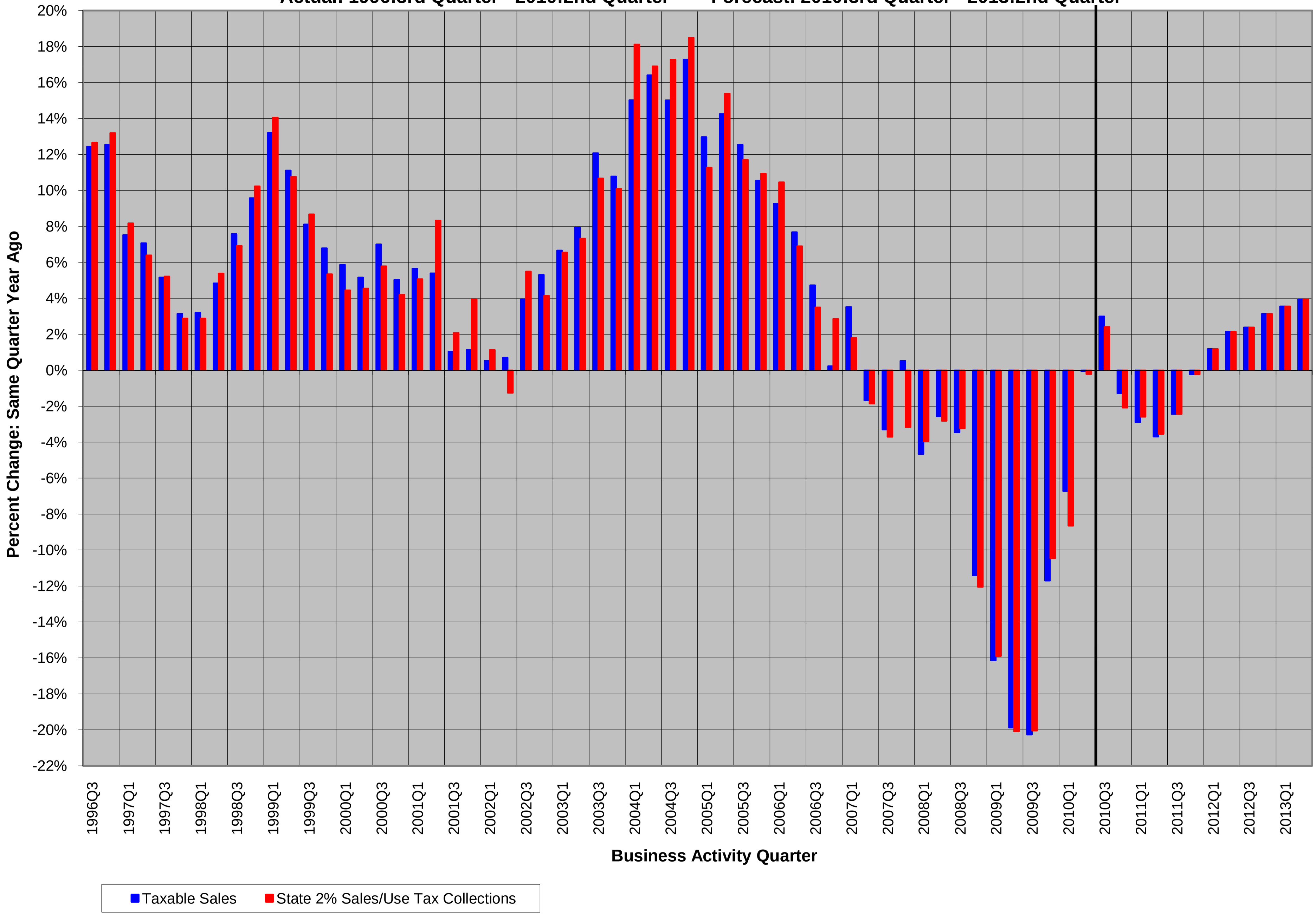


CHART 4

Statewide Taxable Sales per Non-farm Establishment Employee: Actual versus Forecast - Quarterly Basis

Actual: 1995:3rd Quarter - 2010:2nd Quarter   Forecast: 2010:3rd Quarter - 2013:2nd Quarter

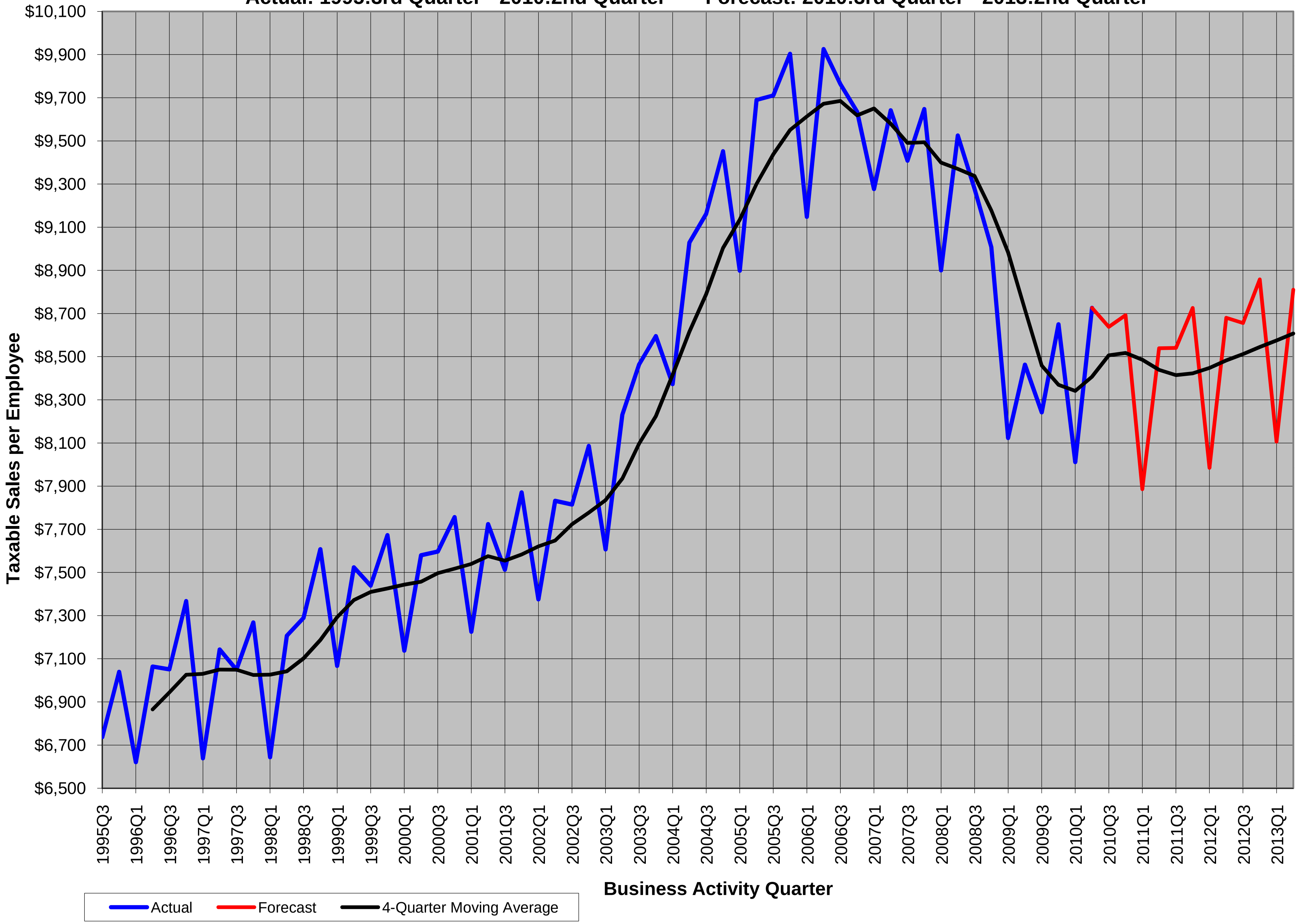


CHART 5
Statewide Taxable Sales per $1,000 of Statewide Personal Income: Actual versus Forecast - Quarterly Basis
Actual: 1995:3rd Quarter - 2010:2nd Quarter   Forecast: 2010:3rd Quarter - 2013:2nd Quarter

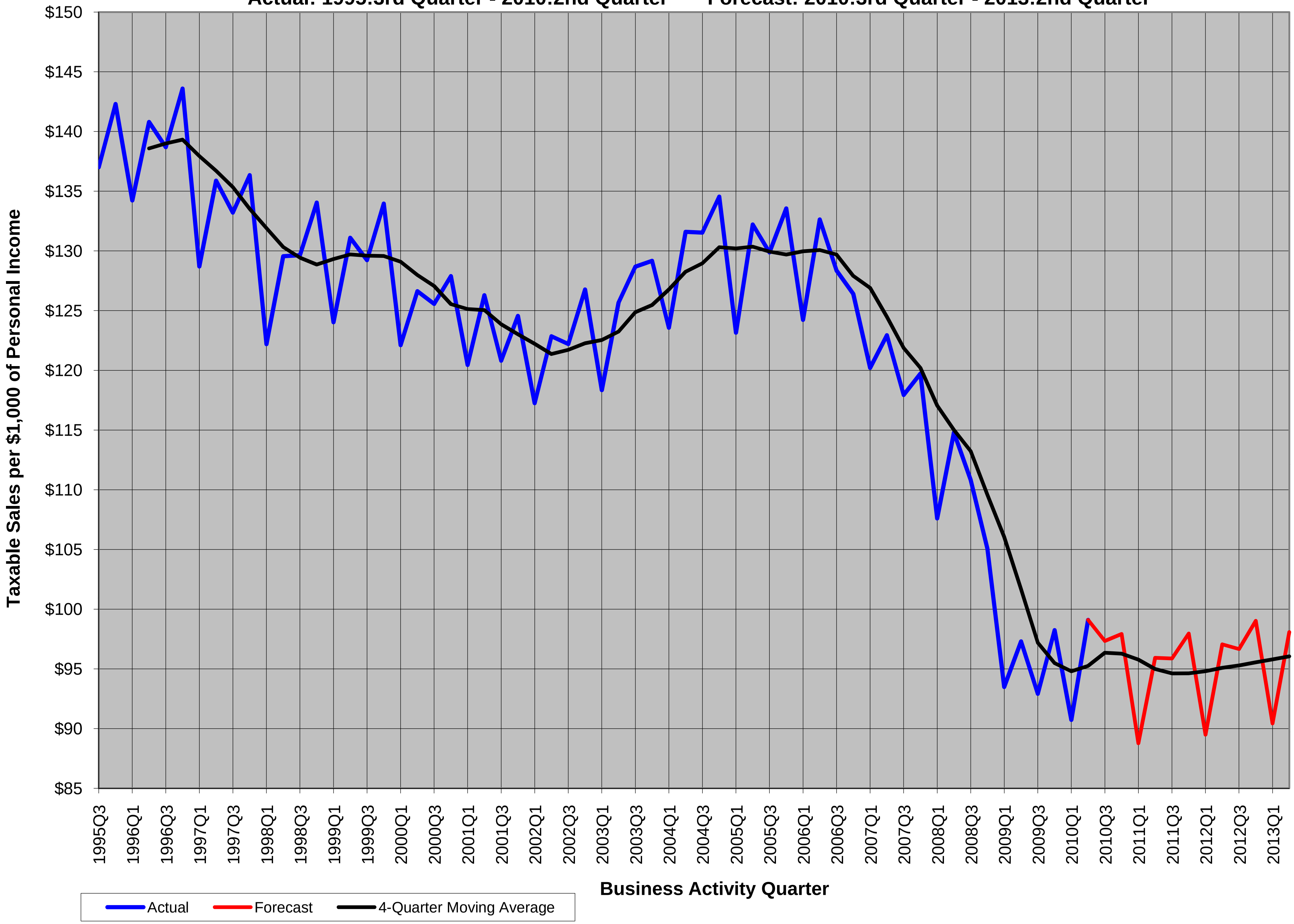
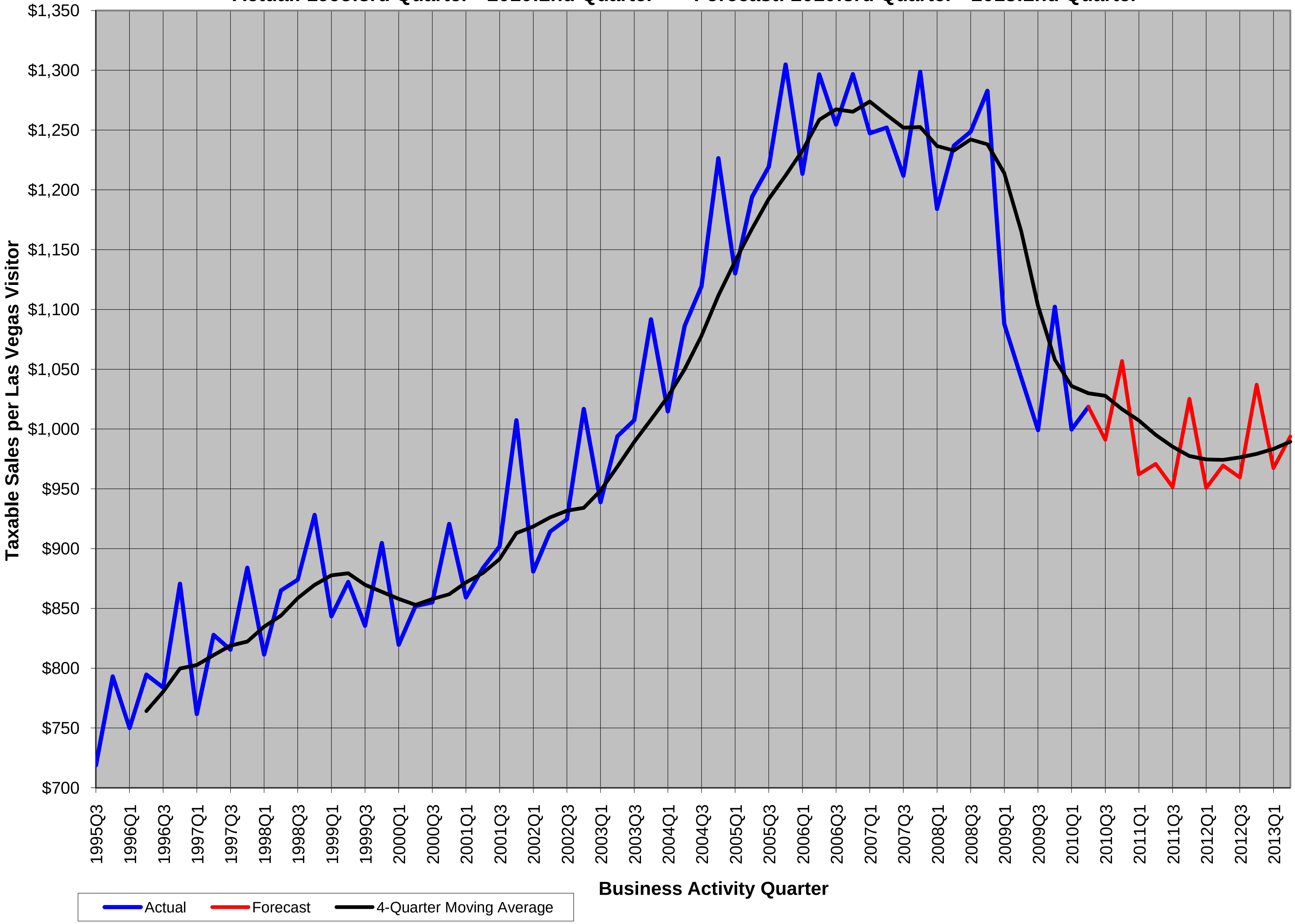


CHART 6
Statewide Taxable Sales per Las Vegas Visitor: Actual versus Forecast - Quarterly Basis
Actual: 1995:3rd Quarter - 2010:2nd Quarter Forecast: 2010:3rd Quarter - 2013:2nd Quarter



<u>INSURANCE PREMIUM TAX COLLECTIONS FORECAST</u>

prepared for: **Nevada Economic Forum**
by: **LCB-Fiscal Analysis Division**
date: **November 5, 2010**

The FY 2011, FY 2012 and FY 2013 Forecast

The Fiscal Analysis Division forecasts insurance premium tax collections to decrease by 0.3% in FY 2011 to $233.2 million, increase by 0.9% in FY 2012 to $235.4 million, and increase by 3.0% in FY 2013 to $242.5 million.

Tax Overview

- The Insurance Premium Tax is imposed in Nevada at a rate of 3.5 percent of all net premiums written in the state, except for those premiums written by certain risk retention groups, which are taxed at a rate of 2 percent of all net premiums.

- Insurers with a home or regional office in Nevada may take a credit of up to 50 percent of the tax liability plus an amount equal to the property taxes paid on that home or regional office. The amount of the credit, however, may not exceed 80 percent of the insurer's total insurance premium tax liability.

- If an insurer paid, or was required to pay, at least $2,000 in insurance premium tax in the prior calendar year, he must file a quarterly report with the Department of Taxation and make a payment in an amount equal to the tax required to be paid on premiums written during the preceding calendar quarter. Each quarterly payment must be paid on or before the last day of the first month following the calendar quarter for which the payment is due.

- Additionally, insurers are required to file, on or before March 15 of each year, an annual report with the Department of Taxation showing total income derived from written premiums in the preceding calendar year. This report must be accompanied by a payment equal to the amount of insurance premium tax required to be paid on those written premiums, less any quarterly payments made for the same period.

INSURANCE PREMIUM TAX FORECAST - NOVEMBER 2010 ECONOMIC FORUM (FISCAL ANALYSIS DIVISION)

Category	FY 2002-03 Actual	% Change	FY 2003-04 Actual	% Change	FY 2004-05 Actual	% Change	FY 2005-06 Actual	% Change	FY 2006-07 Actual	% Change	FY 2007-08 Actual	% Change
Prior Fiscal Year Tax	$371,968	-79.4%	$241,362	-35.1%	$1,096,198	354.2%	$776,933	-29.1%	$872,681	12.3%	$347,382	-60.2%
Quarter Ended 9/30	$39,774,032	9.7%	$46,500,651	16.9%	$50,356,655	8.3%	$57,024,655	13.2%	$58,421,216	2.4%	$60,216,422	3.1%
Quarter Ended 12/31	$39,035,466	7.9%	$44,386,006	13.7%	$47,051,110	6.0%	$52,677,075	12.0%	$58,272,882	10.6%	$57,674,601	-1.0%
Quarter Ended 3/31	$36,280,293	16.6%	$38,089,306	5.0%	$44,803,498	17.6%	$52,436,525	17.0%	$54,713,995	4.3%	$54,728,550	0.0%
Quarter Ended 6/30	$41,174,644	6.5%	$48,180,668	17.0%	$52,311,314	8.6%	$55,243,464	5.6%	$60,708,067	9.9%	$60,425,016	-0.5%
Annual Renewal - 3/15	$4,506,185	1.3%	$2,044,227	-54.6%	$3,374,248	65.1%	$4,021,003	19.2%	$3,616,784	-10.1%	$3,925,841	8.5%
Returned Check Charges									$25		$0	-100.0%
Interest/Penalties	$202,114	-27.1%	$186,841	-7.6%	$90,362	-51.6%	$82,700	-8.5%	$54,167	-34.5%	$69,753	28.8%
Risk Retention Groups												
Surplus Lines	$6,770,180	87.3%	$9,740,075	43.9%	$12,399,503	27.3%	$12,077,962	-2.6%	$16,452,546	36.2%	$12,128,488	-26.3%
Workers Comp (Industrial)	$7,043,890	17.9%	$4,710,324	-33.1%	$4,642,049	-1.4%	$3,505,659	-24.5%	$5,909,016	68.6%	$6,681,354	13.1%
Independently Procured	$187,993	39.4%	$733,017	289.9%	$843,483	15.1%	$705,888	-16.3%	$683,789	-3.1%	$660,288	-3.4%
Sub-total	$175,346,765	10.6%	$194,812,477	11.1%	$216,968,420	11.4%	$238,551,865	9.9%	$259,705,168	8.9%	$256,857,696	-1.1%
Less Refunds	-$1,356,037	-36.5%	-$594,441	-56.2%	-$1,611,928	171.2%	-$255,328	-84.2%	-$430,350	68.5%	-$164,507	-61.8%
Actual Receipts	$173,990,728	11.3%	$194,218,036	11.6%	$215,356,492	10.9%	$238,296,538	10.7%	$259,274,818	8.8%	$256,693,189	-1.0%

Category	FY 2008-09 Actual	% Change	FY 2009-10 Actual	% Change	FY 2010-11 YTD	% Change	FY 2010-11 Forecast	% Change	FY 2011-12 Forecast	% Change	FY 2012-13 Forecast	% Change
Prior Fiscal Year Tax	$792,780	128.2%	$202,473	-74.5%			**$300,000**	**48.2%**	**$300,000**	**0.0%**	**$300,000**	**0.0%**
Quarter Ended 9/30	$61,372,745	1.9%	$56,219,338	-8.4%			**$55,628,000**	**-1.1%**	**$55,367,000**	**-0.5%**	**$56,784,000**	**2.6%**
Quarter Ended 12/31	$55,396,986	-3.9%	$52,098,818	-6.0%			**$52,438,000**	**0.7%**	**$52,885,000**	**0.9%**	**$54,425,000**	**2.9%**
Quarter Ended 3/31	$55,631,091	1.6%	$56,097,339	0.8%			**$55,761,000**	**-0.6%**	**$56,571,000**	**1.5%**	**$58,403,000**	**3.2%**
Quarter Ended 6/30	$55,732,690	-7.8%	$55,909,024	0.3%			**$55,629,000**	**-0.5%**	**$56,781,000**	**2.1%**	**$58,849,000**	**3.6%**
Annual Renewal - 3/15	$3,641,700	-7.2%	$4,492,267	23.4%			**$4,000,000**	**-11.0%**	**$4,000,000**	**0.0%**	**$4,200,000**	**5.0%**
Returned Check Charges	$0		$0				**$0**		**$0**		**$0**	
Interest/Penalties	$80,602	15.6%	$0	-100.0%			**$50,000**		**$50,000**	**0.0%**	**$50,000**	**0.0%**
Risk Retention Groups												
Surplus Lines	$9,616,470	-20.7%	$6,307,611	-34.4%	$2,285,555		**$6,500,000**	**3.1%**	**$6,500,000**	**0.0%**	**$6,600,000**	**1.5%**
Workers Comp (Industrial)	$4,621,905	-30.8%	$2,206,128	-52.3%			**$2,500,000**	**13.3%**	**$2,500,000**	**0.0%**	**$2,500,000**	**0.0%**
Independently Procured	$636,033	-3.7%	$668,812	5.2%			**$662,000**	**-1.0%**	**$662,000**	**0.0%**	**$662,000**	**0.0%**
Sub-total	$247,523,003	-3.6%	$234,201,811	-5.4%	$2,285,555		**$233,468,000**	**-0.3%**	**$235,616,000**	**0.9%**	**$242,773,000**	**3.0%**
Less Refunds	-$8,998,905	5370.2%	-$296,348	-96.7%			**-$250,000**	**-15.6%**	**-$250,000**	**0.0%**	**-$250,000**	**0.0%**
Actual Receipts	$238,524,098	-7.1%	$233,905,463	-1.9%	$2,285,555		**$233,218,000**	**-0.3%**	**$235,366,000**	**0.9%**	**$242,523,000**	**3.0%**

CHART 1 - IPT
Annual Insurance Premium Tax General Fund Collections:
Actual: FY 1992 - FY 2010 Forecast: FY 2011 - FY 2013

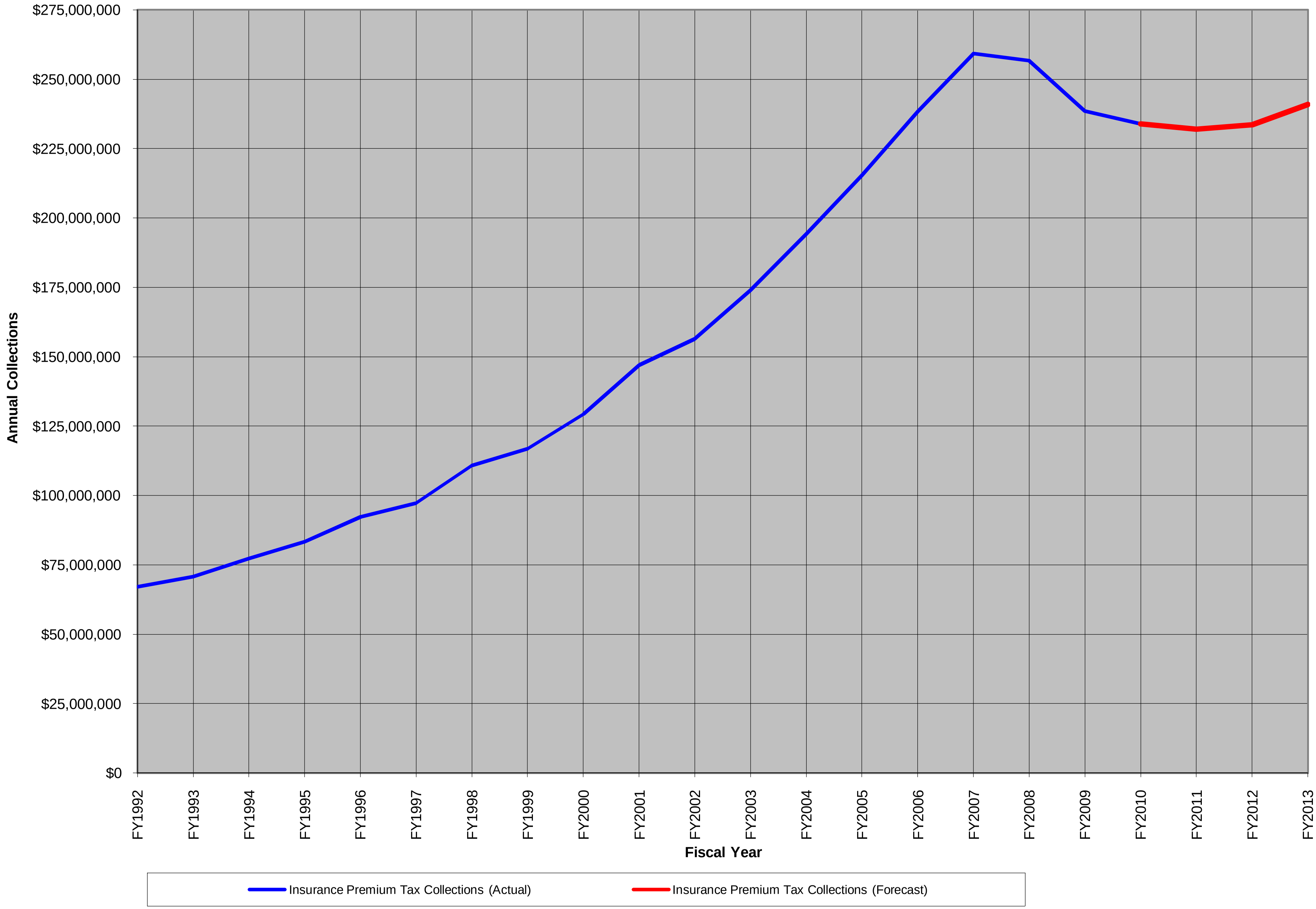
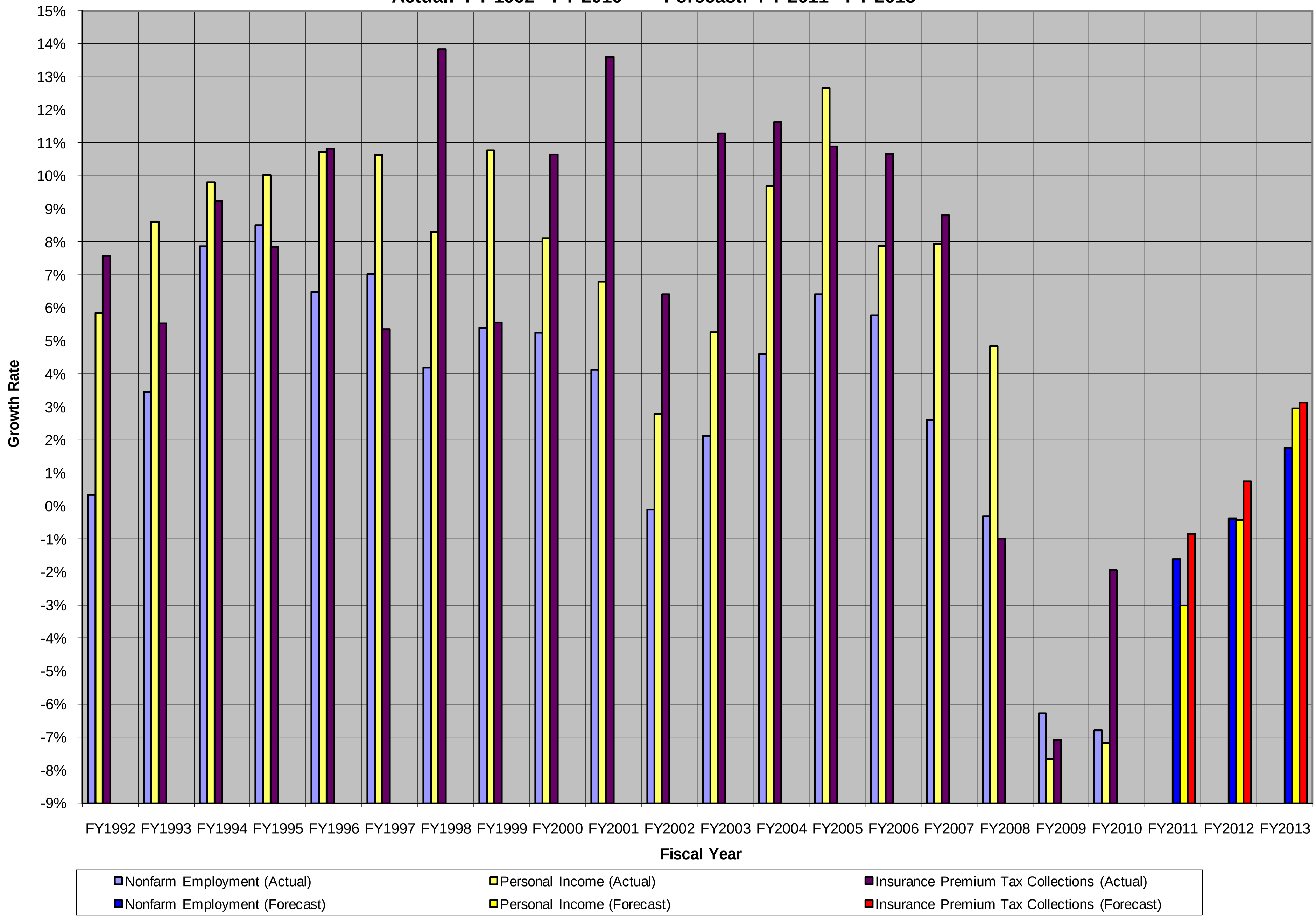


CHART 2 - IPT
Insurance Premium Tax Collection Growth: Actual and Forecast
Compared with Nonfarm Employment and Personal Income Growth
Actual: FY 1992 - FY 2010 Forecast: FY 2011 - FY 2013



MODIFIED BUSINESS TAX FORECAST
prepared for: **Nevada Economic Forum**
by: **LCB-Fiscal Analysis Division**
date: **November 5, 2010**

The FY 2010, FY 2011 and FY 2012 Forecast

The Fiscal Analysis Division projects total modified business tax collections on nonfinancial and financial institutions to decline 3.4% to $372.0 million in FY 2011, decline 38.2% to $229.8 million in FY 2012, and grow 1.3% to $232.7 million in FY 2013.

> **Modified business tax collections from nonfinancial institutions are projected to decline 3.1% to $352.3 million in FY 2011, decline 40.2% to $210.5 million in FY 2012, and grow 1.0% to $212.6 million in FY 2013.**
>
> **Modified business tax collections from financial institutions are projected to decline 9.2% to $19.7 million in FY 2011, decline 2.0% to $19.3 million in FY 2012, and grow 3.8% to $20.0 million in FY 2013.**

General Background and Overview

- The modified business tax was created by Senate Bill 8 (20th Special Session) in 2003. The tax base for the modified business tax (MBT) is gross wages or payroll paid to employees less a deduction for allowable health care expenses paid for the employees. The wages covered by the tax are those wages required to be reported under Nevada's Unemployment Insurance statutes covered in Chapter 612 of the NRS. The effective date for the MBT was October 1, 2003, coinciding with the repeal of the Business License Tax.

- The modified business tax is composed of two separate taxes: a tax on financial institutions and a tax on all other businesses (nonfinancial institutions). The tax rate on financial institutions is 2.0% of the net amount equal to wages less health care deductions. Based on legislation approved in the 2005 Regular Session (SB 523) the tax rate on nonfinancial institutions was lowered from 0.65% to 0.63% for FY2006 and FY2007, and during the 2007 Regular Session (AB 628) repealed the sunset provisions of SB 523 making the tax rate of 0.63% on nonfinancial institutions permanent.

- Based on legislation approved during the 2009 Legislative Session (SB 429) the tax rate on nonfinancial institutions was changed from 0.63% on all taxable wages to a rate of 0.5% on taxable wages up to $62,500 per quarter and a rate of 1.17% on taxable wages over $62,500 per quarter effective July 1, 2009 through June 30, 2011. Effective July 1, 2011 for FY2012, the tax rate on nonfinancial institutions changes back to the rate of 0.63% on all taxable wages.

- The Fiscal Analysis Division forecasts the two components of the MBT separately as the wage bases and the level of health care coverage for the nonfinancial and financial portions of the tax are different. Thus, the growth rates forecasted for the MBT-Nonfinancial may vary from those projected for the MBT-Financial.

FY 2010 Overview

- In FY 2010, total collections for the Modified Business Tax grew 38.8% to $385.1 million. Collections for nonfinancial institutions grew 43.6% to $363.4 million and financial institutions declined 11.1% to $21.7 million.
    - Note: The significant increases in the growth rates for total modified business tax collections and the nonfinancial institutions collections for FY2010 are due to the 2009 legislative actions discussed above.

- The FY 2010 total collections include $1.5 million of additional revenue that was deposited in FY 2010 fourth quarter collections as a result of Nevada's 2010 Tax Amnesty Program. Approximately $1.49 million was deposited to nonfinancial institutions and approximately $41,400 was deposited to financial institutions.

Forecast Explanation

The Fiscal Analysis Division generates forecasts for the modified business tax on nonfinancial and financial institutions by using separate projections of wage growth on a quarterly basis for the nonfinancial sector and financial sector of Nevada's wage disbursements.

Table 1 displays the actual quarterly collections for the MBT-NFI and MBT-FI reported by the Department of Taxation for the second quarter of FY 2004 through the fourth quarter of FY 2010.

Table 1 also presents Fiscal Analysis Division's forecasts for the MBT-NFI and MBT-FI for the first quarter of FY 2011 through the fourth quarter of FY 2013 based on projections of wage growth discussed below.

NONFINANCIAL INSTITUTIONS

- The Fiscal Analysis Division developed its own forecast for nonfinancial wages to forecast modified business tax collections from nonfinancial institutions. The Fiscal Analysis Division expects that the proportion of health care deductions applied to taxable nonfinancial institution wages will remain constant at 8.2% for the forecast period spanning FY 2011 to FY 2013, based on the percentage of health care deductions reported during FY 2010. Thus, the forecast growth in MBT collections from nonfinancial institutions reflects the projected growth in total nonfinancial wages derived from the Fiscal Analysis Division's forecast developed in October 2010 for presentation at the Economic Forum November 2010 meeting.

IMPACT OF AMNESTY PROGRAM MBT COLLECTIONS ON FY 2011 and FY 2012 FORECAST

- In addition to the amnesty collections reported in the fourth quarter of FY2010, an additional $2.5 million in amnesty payments has been collected for the first quarter of FY 2011 and will be included in the actual collections for the first quarter of FY2011 when reported by the Department of Taxation at the end of November 2010. As a result of the additional amnesty collections in FY2010 and FY2011, the actual growth rates for MBT collections from nonfinancial institutions are different from the corresponding growth rates for taxable wages for those quarters impacted by amnesty collections.

Table 2 displays a comparison of historical and projected Nonfinancial Institution Taxable Wages, Collections and the Average Effective Tax Rate shown with amnesty and without amnesty collections. The quarters that are impacted by amnesty are shown in bold and will reflect differences in the growth rates for Taxable Wages and Collections for those quarters impacted by amnesty collections.

FISCAL ANALYSIS DIVISION FORECAST OF NONFINANCIAL WAGES AND ITS COMPONENTS

Table 2A shows historical and projected Nonfinancial Institution Wages, Employment, Average Annual Wage and Inflation Adjusted Annual Average Wage.

- The Fiscal Analysis Division projects nonfinancial wages will decline 3.3% in FY 2011. Incorporated into this forecast is a projected employment decline of 1.5% and a decrease of 1.8% in the average annual wage per employee.

- Nonfinancial institution wages are forecasted to decline 0.5% in FY 2012. Incorporated into this forecast is a projected employment decline of 0.2% and a decrease of 0.4% in the average annual wage per employee.

- Nonfinancial institution wages are forecasted to grow 2.7% in FY 2013. Incorporated into this forecast is projected employment growth of 1.8% and an increase of 1.8% in the average annual wage per employee.

FINANCIAL INSTITUTIONS

- The Fiscal Analysis Division developed its own forecast for Financial Activities wages to forecast modified business tax collections from financial institutions. The Fiscal Analysis Division expects that the proportion of health care deductions applied to taxable financial institution wages will remain constant at 7.0% for the forecast period spanning FY 2011 to FY 2013, based on the percentage of health care deductions reported during FY 2010. Thus, the forecast growth in MBT collections from financial institutions reflects the projected growth in total financial wages derived from the Fiscal Analysis Division's forecast developed in October 2010 for presentation at the Economic Forum November 2010 meeting.

IMPACT OF AMNESTY PROGRAM MBT COLLECTIONS ON FY 2011 AND FY 2012 FORECAST

- In addition to the amnesty collections reported in the fourth quarter of FY2010, an additional $345,800 in amnesty payments has been collected for the first quarter of FY 2011 and will be included in the actual collections for the first quarter of FY2011. As a result of the additional amnesty collections in FY2010 and FY2011, the actual growth rates for MBT collections from financial institutions are different from the corresponding growth rates for taxable wages for those quarters impacted by amnesty collections.

Table 3 displays a comparison of historical and projected Nonfinancial Institution Taxable Wages, Collections and the Average Effective Tax Rate shown with amnesty and without amnesty collections. The quarters that are impacted by amnesty are shown in bold and will reflect differences in the growth rates for Taxable Wages and Collections for those quarters impacted by amnesty collections.

FISCAL ANALYSIS DIVISION FORECAST OF FINANCIAL WAGES AND ITS COMPONENTS

Table 3A shows historical and projected Financial Institution Wages, Employment, Average Annual Wage and Inflation Adjusted Annual Average Wage.

- The Fiscal Analysis Division projects financial institution wages to decline 2.7% in FY 2011. Incorporated into this forecast is a projected employment decline of 4.4% and an increase of 1.8% in the average annual wage per employee.

- Financial institution wages are forecast to decline 0.3% in FY 2012. Incorporated into this forecast is a projected employment decline of 1.2% and an increase of 1.0% in the average annual wage per employee.

- Financial institution wages are forecast to grow 3.8% in FY 2013. Incorporated into this forecast is projected employment growth of 2.6% and an increase of 1.2% in the average annual wage per employee.

MODIFIED BUSINESS TAX - NONFINANCIAL INSTITUTIONS (MBT-NFI)

Actual MBT-NFI Data on Wages, Health Care Deductions, and Tax Collections Reported by the Department of Taxation
Quarterly: 2003:4th Quarter - 2010:2nd Quarter and Fiscal Year: FY 2004 - FY 2010
Amounts are Shown in Millions of Dollars

Fiscal Year	Quarter	Actual BEA & Moody's Wages: Nonfinancial Activities	Percent Change: Same Quarter Year Ago	Taxation's Actual Reported MBT-NFI Wages	Percent Change: Same Quarter Year Ago	Taxation's Actual Reported Wages as a Percent of BEA Wages	Taxation's Actual Reported MBT-NFI Health Deductions	Percent Change: Same Quarter Year Ago	Taxation's Reported Health Deductions as a Percent Taxation's Wages	Taxation's Actual Reported MBT-NFI Wages less Health Care Deductions	Percent Change: Same Quarter Year Ago	Taxation's Actual Reported MBT-NFI Tax Collections	Percent Change: Same Quarter Year Ago	Average Effective Tax Rate
FY 2004	2003Q3													
FY 2004	2003Q4	$8,389.3		$7,476.1		89.1%	$583.0		7.8%	$6,893.0		$47.6		
FY 2004	2004Q1	$8,538.0		$7,576.1		88.7%	$537.0		7.1%	$7,039.1		$49.0		
FY 2004	2004Q2	$8,823.3		$7,639.5		86.6%	$524.7		6.9%	$7,114.8		$49.6		
FY 2005	2004Q3	$9,187.5		$8,096.6		88.1%	$585.9		7.2%	$7,510.8		$48.7		
FY 2005	2004Q4	$9,460.3	12.8%	$8,949.2	19.7%	94.6%	$581.3	-0.3%	6.5%	$8,367.9	21.4%	$53.7	12.9%	0.64%
FY 2005	2005Q1	$9,703.3	13.6%	$8,382.1	10.6%	86.4%	$588.4	9.6%	7.0%	$7,793.7	10.7%	$51.1	4.3%	0.66%
FY 2005	2005Q2	$10,153.3	15.1%	$8,466.6	10.8%	83.4%	$570.2	8.7%	6.7%	$7,896.4	11.0%	$51.8	4.5%	0.66%
FY 2006	2005Q3	$10,116.0	10.1%	$8,596.9	6.2%	85.0%	$579.0	-1.2%	6.7%	$8,017.9	6.8%	$51.5	5.8%	0.64%
FY 2006	2005Q4	$10,130.3	7.1%	$10,139.5	13.3%	100.1%	$716.6	23.3%	7.1%	$9,422.9	12.6%	$64.5	20.0%	0.68%
FY 2006	2006Q1	$10,543.0	8.7%	$11,214.2	33.8%	106.4%	$800.3	36.0%	7.1%	$10,413.9	33.6%	$56.6	10.8%	0.54%
FY 2006	2006Q2	$10,813.3	6.5%	$9,639.1	13.8%	89.1%	$671.2	17.7%	7.0%	$8,967.8	13.6%	$60.1	16.1%	0.67%
FY 2007	2006Q3	$10,825.0	7.0%	$10,871.8	26.5%	100.4%	$828.9	43.2%	7.6%	$10,042.9	25.3%	$63.7	23.6%	0.63%
FY 2007	2006Q4	$11,168.5	10.2%	$10,955.3	8.0%	98.1%	$763.3	6.5%	7.0%	$10,192.0	8.2%	$69.6	8.0%	0.68%
FY 2007	2007Q1	$11,454.3	8.6%	$10,437.4	-6.9%	91.1%	$731.7	-8.6%	7.0%	$9,705.7	-6.8%	$63.8	12.6%	0.66%
FY 2007	2007Q2	$11,519.5	6.5%	$9,839.2	2.1%	85.4%	$748.1	11.4%	7.6%	$9,091.1	1.4%	$60.3	0.3%	0.66%
FY 2008	2007Q3	$11,704.5	8.1%	$9,933.8	-8.6%	84.9%	$784.5	-5.4%	7.9%	$9,149.3	-8.9%	$59.8	-6.2%	0.65%
FY 2008	2007Q4	$12,165.8	8.9%	$11,511.9	5.1%	94.6%	$782.8	2.6%	6.8%	$10,729.1	5.3%	$68.1	-2.2%	0.63%
FY 2008	2008Q1	$11,910.5	4.0%	$10,964.7	5.1%	92.1%	$824.1	12.6%	7.5%	$10,140.6	4.5%	$67.3	5.6%	0.66%
FY 2008	2008Q2	$11,518.5	0.0%	$11,444.8	16.3%	99.4%	$856.7	14.5%	7.5%	$10,588.2	16.5%	$68.7	13.9%	0.65%
FY 2009	2008Q3	$11,332.0	-3.2%	$11,237.7	13.1%	99.2%	$875.9	11.7%	7.8%	$10,361.8	13.3%	$68.9	15.2%	0.66%
FY 2009	2008Q4	$10,846.0	-10.8%	$11,020.5	-4.3%	101.6%	$862.7	10.2%	7.8%	$10,157.8	-5.3%	$69.7	2.3%	0.69%
FY 2009	2009Q1	$10,297.3	-13.5%	$9,984.2	-8.9%	97.0%	$804.4	-2.4%	8.1%	$9,179.8	-9.5%	$59.8	-11.2%	0.65%
FY 2009	2009Q2	$10,187.8	-11.6%	$8,852.5	-22.7%	86.9%	$754.1	-12.0%	8.5%	$8,098.5	-23.5%	$54.8	-20.2%	0.68%
FY 2010	2009Q3	$10,014.3	-11.6%	$9,704.4	-13.6%	96.9%	$822.0	-6.2%	8.5%	$8,882.4	-14.3%	$90.5	31.4%	1.02%
FY 2010	2009Q4	$9,853.0	-9.2%	$9,904.3	-10.1%	100.5%	$766.7	-11.1%	7.7%	$9,137.6	-10.0%	$98.8	41.9%	1.08%
FY 2010	2010Q1	$9,600.3	-6.8%	$8,776.8	-12.1%	91.4%	$731.7	-9.0%	8.3%	$8,045.1	-12.4%	$86.3	44.3%	1.07%
FY 2010	2010Q2	$9,580.0	-6.0%	$8,977.7	1.4%	93.7%	$748.4	-0.7%	8.3%	$8,229.3	1.6%	$87.8	60.1%	1.07%
FY 2004		$25,750.5		$22,691.6		88.1%	$1,644.7		7.2%	$21,046.9		$146.2		
FY 2005		$38,504.3	49.5%	$33,894.5	49.4%	88.0%	$2,325.7	41.4%	6.9%	$31,568.8	50.0%	$205.3	40.5%	0.65%
FY 2006		$41,602.5	8.0%	$39,589.6	16.8%	95.2%	$2,767.1	19.0%	7.0%	$36,822.6	16.6%	$232.8	13.3%	0.63%
FY 2007		$44,967.3	8.1%	$42,103.7	6.4%	93.6%	$3,072.0	11.0%	7.3%	$39,031.7	6.0%	$257.4	10.6%	0.66%
FY 2008		$47,299.3	5.2%	$43,855.2	4.2%	92.7%	$3,248.1	5.7%	7.4%	$40,607.1	4.0%	$263.9	2.5%	0.65%
FY 2009		$42,663.0	-9.8%	$41,095.0	-6.3%	96.3%	$3,297.1	1.5%	8.0%	$37,797.9	-6.9%	$253.1	-4.1%	0.67%
FY 2010		$39,047.5	-8.5%	$37,363.4	-9.1%	95.7%	$3,068.9	-6.9%	8.2%	$34,294.5	-9.3%	$363.4	43.6%	1.06%

NOTE:

The wages data displayed in the column labeled "Actual BEA & Moody's Wages: Nonfinancial Actiivities" is equal to Total Wages less Government Wages and Financial Activities Wages) based on information reported by the Bureau of Economic Analysis (BEA). The Financial Activities Wages component is the aggregate total of NAICS 52 - Finance & Insurance and NAICS 53 - Real Estate & Rental and Leasing, which is the financial activity series included in the personal income and wage sector of the Nevada economic model developed by Moody's.

The Modified Business Tax on Nonfinancial Institutions became effective October 1, 2003 as approved in Senate Bill 8 from the 20th Special Session (2003). Thus, the growth rate shown for FY 2005 is based on four quarters of taxable activity and collections for FY 2005 compared to only 3 quarters for FY 2004.

Pursuant to SB 429 passed during the 2009 Legislative Session, the Modified Business Tax on Nonfinancial Institutions was changed from a rate of .63% on all taxable wages to a rate of .05% on taxable wages up to $62,500 per quarter and a rate of 1.17% on taxable wages over $62,500 per quarter, effective July 1, 2009 through June 30, 2010. Effective July 1, 2011, the tax rate on all Nonfinancial Institutions changes back to the 0.63% rate.

Table 1
MODIFIED BUSINESS TAX COLLECTIONS AND FORECAST BY QUARTER AND FISCAL YEAR FOR NONFINANCIAL INSTITUTIONS (MBT-NFI) AND FINANCIAL INSTITUTIONS (MBT-FI)

Actual: FY 2004-Second Quarter through FY 2010-Fourth Quarter
Forecast: FY 2011-First Quarter through FY 2013-Fourth Quarter
Amounts Shown in Millions of Dollars

Fiscal Year	Fiscal Quarter	Fiscal Quarter Months	Total MBT Collections Actual and Forecast	% Change Year Ago	Nonfinancial Collections Actual and Forecast	% Change Year Ago	Financial Collections Actual and Forecast	% Change Year Ago
FY 2004	Second	Oct-Dec	$52.101		$47.596		$4.504	
FY 2004	Third	Jan-Mar	$54.743		$49.007		$5.736	
FY 2004	Fourth	Apr-Jun	$54.806		$49.558		$5.247	
FY 2005	First	Jul-Sep	$52.604		$48.709		$3.896	
FY 2005	Second	Oct-Dec	$58.893	13.0%	$53.728	12.9%	$5.165	14.7%
FY 2005	Third	Jan-Mar	$57.724	5.4%	$51.115	4.3%	$6.610	15.2%
FY 2005	Fourth	Apr-Jun	$57.702	5.3%	$51.797	4.5%	$5.906	12.5%
FY 2006	First	Jul-Sep	$56.784	7.9%	$51.519	5.8%	$5.266	35.2%
FY 2006	Second	Oct-Dec	$70.395	19.5%	$64.477	20.0%	$5.918	14.6%
FY 2006	Third	Jan-Mar	$63.143	9.4%	$56.620	10.8%	$6.523	-1.3%
FY 2006	Fourth	Apr-Jun	$64.930	12.5%	$60.145	16.1%	$4.785	-19.0%
FY 2007	First	Jul-Sep	$69.136	21.8%	$63.698	23.6%	$5.438	3.3%
FY 2007	Second	Oct-Dec	$74.789	6.2%	$69.623	8.0%	$5.166	-12.7%
FY 2007	Third	Jan-Mar	$69.383	9.9%	$63.768	12.6%	$5.615	-13.9%
FY 2007	Fourth	Apr-Jun	$65.645	1.1%	$60.344	0.3%	$5.302	10.8%
FY 2008	First	Jul-Sep	$64.569	-6.6%	$59.777	-6.2%	$4.792	-11.9%
FY 2008	Second	Oct-Dec	$72.562	-3.0%	$68.072	-2.2%	$4.490	-13.1%
FY 2008	Third	Jan-Mar	$73.105	5.4%	$67.338	5.6%	$5.767	2.7%
FY 2008	Fourth	Apr-Jun	$74.364	13.3%	$68.715	13.9%	$5.649	6.6%
FY 2009	First	Jul-Sep	$74.101	14.8%	$68.852	15.2%	$5.249	9.5%
FY 2009	Second	Oct-Dec	$74.861	3.2%	$69.660	2.3%	$5.201	15.8%
FY 2009	Third	Jan-Mar	$68.148	-6.8%	$59.791	-11.2%	$8.358	44.9%
FY 2009	Fourth	Apr-Jun	$60.407	-18.8%	$54.817	-20.2%	$5.590	-1.0%
FY 2010	First	Jul-Sep	$95.688	29.1%	$90.496	31.4%	$5.192	-1.1%
FY 2010	Second	Oct-Dec	$104.795	40.0%	$98.828	41.9%	$5.967	14.7%
FY 2010	Third	Jan-Mar	$92.221	35.3%	$86.306	44.3%	$5.915	-29.2%
FY 2010	**Fourth**	**Apr-Jun**	**$92.406**	**53.0%**	**$87.782**	**60.1%**	**$4.624**	**-17.3%**
FY 2011	**First**	**Jul-Sep**	**$97.009**	**1.4%**	**$91.967**	**1.6%**	**$5.042**	**-2.9%**
FY 2011	Second	Oct-Dec	$97.908	-6.6%	$92.896	-6.0%	$5.013	-16.0%
FY 2011	Third	Jan-Mar	$88.879	-3.6%	$83.556	-3.2%	$5.322	-10.0%
FY 2011	**Fourth**	**Apr-Jun**	**$88.160**	**-4.6%**	**$83.839**	**-4.5%**	**$4.320**	**-6.6%**
FY 2012	**First**	**Jul-Sep**	**$58.624**	**-39.6%**	**$54.006**	**-41.3%**	**$4.618**	**-8.4%**
FY 2012	Second	Oct-Dec	$60.560	-38.1%	$55.584	-40.2%	$4.976	-0.7%
FY 2012	Third	Jan-Mar	$55.554	-37.5%	$50.220	-39.9%	$5.333	0.2%
FY 2012	Fourth	Apr-Jun	$55.048	-37.6%	$50.682	-39.5%	$4.366	1.1%
FY 2013	First	Jul-Sep	$58.192	-0.7%	$53.479	-1.0%	$4.713	2.1%
FY 2013	Second	Oct-Dec	$61.139	1.0%	$56.003	0.8%	$5.136	3.2%
FY 2013	Third	Jan-Mar	$56.674	2.0%	$51.107	1.8%	$5.567	4.4%
FY 2013	Fourth	Apr-Jun	$56.657	2.9%	$52.049	2.7%	$4.607	5.5%
FY 2004			$161.649		$146.162		$15.488	
FY 2005			$226.924	40.4%	$205.348	40.5%	$21.575	39.3%
FY 2006			$255.252	12.5%	$232.761	13.3%	$22.491	4.2%
FY 2007			$278.953	9.3%	$257.432	10.6%	$21.520	-4.3%
FY 2008			$284.600	2.0%	$263.902	2.5%	$20.698	-3.8%
FY 2009			$277.516	-2.5%	$253.119	-4.1%	$24.398	17.9%
FY 2010			**$385.110**	**38.8%**	**$363.412**	**43.6%**	**$21.698**	**-11.1%**
FY 2011			**$371.955**	**-3.4%**	**$352.258**	**-3.1%**	**$19.697**	**-9.2%**
FY 2012			**$229.785**	**-38.2%**	**$210.492**	**-40.2%**	**$19.294**	**-2.0%**
FY 2013			$232.662	1.3%	$212.638	1.0%	$20.024	3.8%

Table 2
MODIFIED BUSINESS TAX FOR NONFINANCIAL INSTITUTIONS (MBT-NFI)
TAXABLE WAGES, COLLECTIONS AND EFFECTIVE TAX RATE BY QUARTER AND FISCAL YEAR

Actual: FY 2009-First Quarter through FY 2010-Fourth Quarter
Forecast: FY 2011-First Quarter through FY 2013-Fourth Quarter
Amounts Shown in Millions of Dollars

			With Amnesty					Without Amnesty				
Fiscal Year	Fiscal Quarter	Fiscal Quarter Months	Nonfinancial Taxable Wages Actual and Forecast	% Change Year Ago	Nonfinancial Collections Actual and Forecast	% Change Year Ago	Average Effective Tax Rate	Nonfinancial Taxable Wages Actual and Forecast	% Change Year Ago	Nonfinancial Collections Actual and Forecast	% Change Year Ago	Average Effective Tax Rate
FY 2009	**First**	**Jul-Sep**	**$10,361.8**	**13.3%**	**$68.9**	**15.2%**	**0.664%**	**$9,849.4**	**7.7%**	**$63.4**	**6.1%**	**0.644%**
FY 2009	**Second**	**Oct-Dec**	**$10,157.8**	**-5.3%**	**$69.7**	**2.3%**	**0.686%**	**$9,797.0**	**-8.7%**	**$65.8**	**-3.3%**	**0.672%**
FY 2009	Third	Jan-Mar	$9,179.8	-9.5%	$59.8	-11.2%	0.651%	$9,179.8	-9.5%	$59.8	-11.2%	0.651%
FY 2009	**Fourth**	**Apr-Jun**	**$8,098.5**	**-23.5%**	**$54.8**	**-20.2%**	**0.677%**	**$8,098.5**	**-20.8%**	**$54.8**	**-15.5%**	**0.677%**
FY 2010	**First**	**Jul-Sep**	**$8,882.4**	**-14.3%**	**$90.5**	**31.4%**	**1.019%**	**$8,882.4**	**-9.8%**	**$90.5**	**42.7%**	**1.019%**
FY 2010	**Second**	**Oct-Dec**	**$9,137.6**	**-10.0%**	**$98.8**	**41.9%**	**1.082%**	**$9,137.6**	**-6.7%**	**$98.8**	**50.1%**	**1.082%**
FY 2010	Third	Jan-Mar	$8,045.1	-12.4%	$86.3	44.3%	1.073%	$8,045.1	-12.4%	$86.3	44.3%	1.073%
FY 2010	**Fourth**	**Apr-Jun**	**$8,229.3**	**1.6%**	**$87.8**	**60.1%**	**1.067%**	**$8,088.4**	**-0.1%**	**$86.3**	**57.4%**	**1.067%**
FY 2011	**First**	**Jul-Sep**	**$8,676.1**	**-2.3%**	**$92.0**	**1.6%**	**1.060%**	**$8,442.5**	**-5.0%**	**$89.5**	**-1.1%**	**1.060%**
FY 2011	Second	Oct-Dec	$8,763.7	-4.1%	$92.9	-6.0%	1.060%	$8,763.7	-4.1%	$92.9	-6.0%	1.060%
FY 2011	Third	Jan-Mar	$7,882.6	-2.0%	$83.6	-3.2%	1.060%	$7,882.6	-2.0%	$83.6	-3.2%	1.060%
FY 2011	**Fourth**	**Apr-Jun**	**$7,909.4**	**-3.9%**	**$83.8**	**-4.5%**	**1.060%**	**$7,909.4**	**-2.2%**	**$83.8**	**-2.8%**	**1.060%**
FY 2012	**First**	**Jul-Sep**	**$8,293.3**	**-4.4%**	**$54.0**	**-41.3%**	**0.651%**	**$8,293.3**	**-1.8%**	**$54.0**	**-39.7%**	**0.651%**
FY 2012	Second	Oct-Dec	$8,687.7	-0.9%	$55.6	-40.2%	0.640%	$8,687.7	-0.9%	$55.6	-40.2%	0.640%
FY 2012	Third	Jan-Mar	$7,871.5	-0.1%	$50.2	-39.9%	0.638%	$7,871.5	-0.1%	$50.2	-39.9%	0.638%
FY 2012	Fourth	Apr-Jun	$7,960.0	0.6%	$50.7	-39.5%	0.637%	$7,960.0	0.6%	$50.7	-39.5%	0.637%
FY 2013	First	Jul-Sep	$8,412.6	1.4%	$53.5	-1.0%	0.636%	$8,412.6	1.4%	$53.5	-1.0%	0.636%
FY 2013	Second	Oct-Dec	$8,889.4	2.3%	$56.0	0.8%	0.630%	$8,889.4	2.3%	$56.0	0.8%	0.630%
FY 2013	Third	Jan-Mar	$8,112.3	3.1%	$51.1	1.8%	0.630%	$8,112.3	3.1%	$51.1	1.8%	0.630%
FY 2013	Fourth	Apr-Jun	$8,261.8	3.8%	$52.0	2.7%	0.630%	$8,261.8	3.8%	$52.0	2.7%	0.630%
FY 2004			$21,046.9		$146.2		0.694%	$21,046.9		$146.2		0.694%
FY 2005			$31,568.8	50.0%	$205.3	40.5%	0.650%	$31,568.8	50.0%	$205.3	40.5%	0.650%
FY 2006			$36,822.6	16.6%	$232.8	13.3%	0.632%	$36,822.6	16.6%	$232.8	13.3%	0.632%
FY 2007			$39,031.7	6.0%	$257.4	10.6%	0.660%	$39,031.7	6.0%	$257.4	10.6%	0.660%
FY 2008			**$40,607.1**	**4.0%**	**$263.9**	**2.5%**	**0.650%**	**$40,247.1**	**3.1%**	**$260.1**	**1.0%**	**0.646%**
FY 2009			**$37,797.9**	**-6.9%**	**$253.1**	**-4.1%**	**0.670%**	**$36,924.8**	**-8.3%**	**$243.9**	**-6.2%**	**0.660%**
FY 2010			**$34,294.5**	**-9.3%**	**$363.4**	**43.6%**	**1.060%**	**$34,153.6**	**-7.5%**	**$361.9**	**48.4%**	**1.060%**
FY 2011			**$33,231.9**	**-3.1%**	**$352.3**	**-3.1%**	**1.060%**	**$32,998.2**	**-3.4%**	**$349.8**	**-3.4%**	**1.060%**
FY 2012			**$32,812.6**	**-1.3%**	**$210.5**	**-40.2%**	**0.641%**	**$32,812.6**	**-0.6%**	**$210.5**	**-39.8%**	**0.641%**
FY 2013			$33,676.0	2.6%	$212.6	1.0%	0.631%	$33,676.0	2.6%	$212.6	1.0%	0.631%

TABLE 2A
MODIFIED BUSINESS TAX - NONFINANCIAL INSTITUTIONS
ACTUAL AND FORECAST WAGES AND EMPLOYMENT
(Actual Through FY 2010Q4)

	Wage Disbursements, Nonfinancial (Million $)	Employment, Nonfinancial (Thous.)	Average Annual Wage, Nonfinancial (Thous. $)	Wage Inflation Index	Inflation Adjusted Annual Wage, Nonfinancial (Thous. $)
FY 1991	$12,098	517.8	$23.4	0.78	$30.0
FY 1992	$12,658	513.6	$24.6	0.80	$30.7
FY 1993	$13,830	529.7	$26.1	0.83	$31.5
FY 1994	$15,254	575.8	$26.5	0.85	$31.2
FY 1995	$16,881	628.6	$26.9	0.87	$30.7
FY 1996	$18,750	671.6	$27.9	0.90	$31.1
FY 1997	$20,845	720.0	$29.0	0.92	$31.4
FY 1998	$22,562	749.3	$30.1	0.94	$32.0
FY 1999	$25,037	789.5	$31.7	0.96	$33.2
FY 2000	$27,098	834.5	$32.5	0.98	$33.0
FY 2001	$28,897	868.2	$33.3	1.02	$32.7
FY 2002	$29,387	861.7	$34.1	1.03	$33.0
FY 2003	$30,709	877.6	$35.0	1.06	$33.1
FY 2004	$33,870	920.9	$36.8	1.08	$34.0
FY 2005	$38,504	984.0	$39.1	1.11	$35.1
FY 2006	$41,603	1,045.5	$39.8	1.16	$34.4
FY 2007	$44,967	1,070.6	$42.0	1.19	$35.4
FY 2008	$47,299	1,063.2	$44.5	1.23	$36.2
FY 2009	$42,663	986.1	$43.3	1.25	$34.7
FY 2010	$39,047	912.9	$42.8	1.26	$34.0
FY 2011	**$37,742**	**899.1**	**$42.0**	**1.27**	**$33.0**
FY 2012	**$37,539**	**897.7**	**$41.8**	**1.30**	**$32.2**
FY 2013	**$38,536**	**914.0**	**$42.2**	**1.34**	**$31.5**
ANNUAL PERCENT CHANGE					
FY 1991					
FY 1992	4.6%	-0.8%	5.5%	3.2%	2.2%
FY 1993	9.3%	3.1%	5.9%	3.1%	2.7%
FY 1994	10.3%	8.7%	1.5%	2.6%	-1.1%
FY 1995	10.7%	9.2%	1.4%	2.8%	-1.5%
FY 1996	11.1%	6.8%	4.0%	2.7%	1.2%
FY 1997	11.2%	7.2%	3.7%	2.8%	0.8%
FY 1998	8.2%	4.1%	4.0%	1.8%	2.2%
FY 1999	11.0%	5.4%	5.3%	1.7%	3.5%
FY 2000	8.2%	5.7%	2.4%	2.9%	-0.5%
FY 2001	6.6%	4.0%	2.5%	3.4%	-0.9%
FY 2002	1.7%	-0.7%	2.5%	1.8%	0.7%
FY 2003	4.5%	1.8%	2.6%	2.2%	0.4%
FY 2004	10.3%	4.9%	5.1%	2.2%	2.8%
FY 2005	13.7%	6.9%	6.4%	3.0%	3.3%
FY 2006	8.0%	6.2%	1.7%	3.8%	-2.0%
FY 2007	8.1%	2.4%	5.6%	2.6%	2.9%
FY 2008	5.2%	-0.7%	5.9%	3.7%	2.2%
FY 2009	-9.8%	-7.2%	-2.8%	1.5%	-4.1%
FY 2010	-8.5%	-7.4%	-1.1%	1.0%	-2.1%
FY 2011	**-3.3%**	**-1.5%**	**-1.8%**	**1.2%**	**-3.0%**
FY 2012	**-0.5%**	**-0.2%**	**-0.4%**	**2.1%**	**-2.4%**
FY 2013	**2.7%**	**1.8%**	**0.8%**	**2.8%**	**-2.0%**

CHART 1A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Nonfinancial Industry Employment (Seasonally Adjusted Quarterly Rates)
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

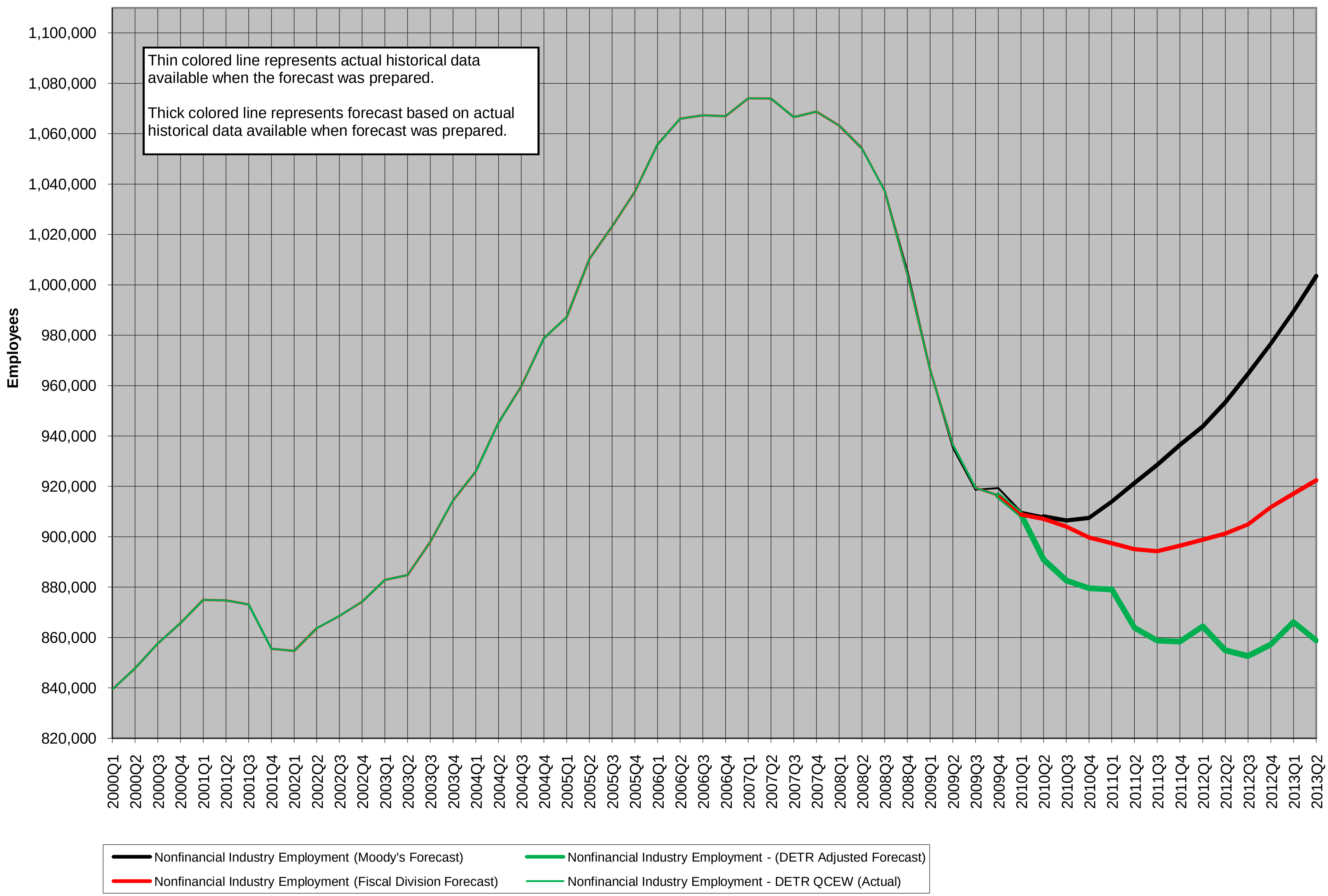


CHART 1B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Nonfinancial Industry Employment (Seasonally Adjusted Quarterly Rates)
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

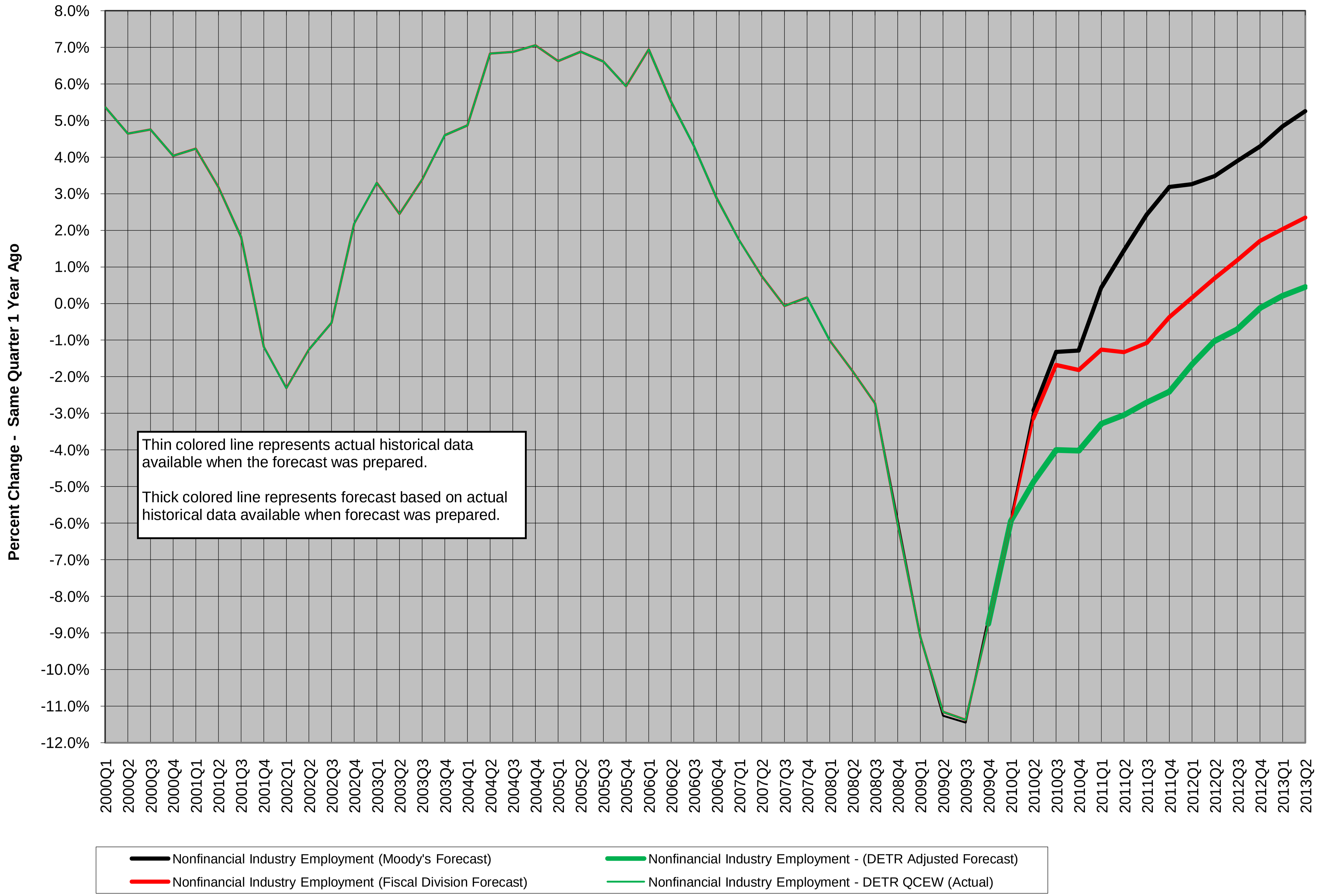
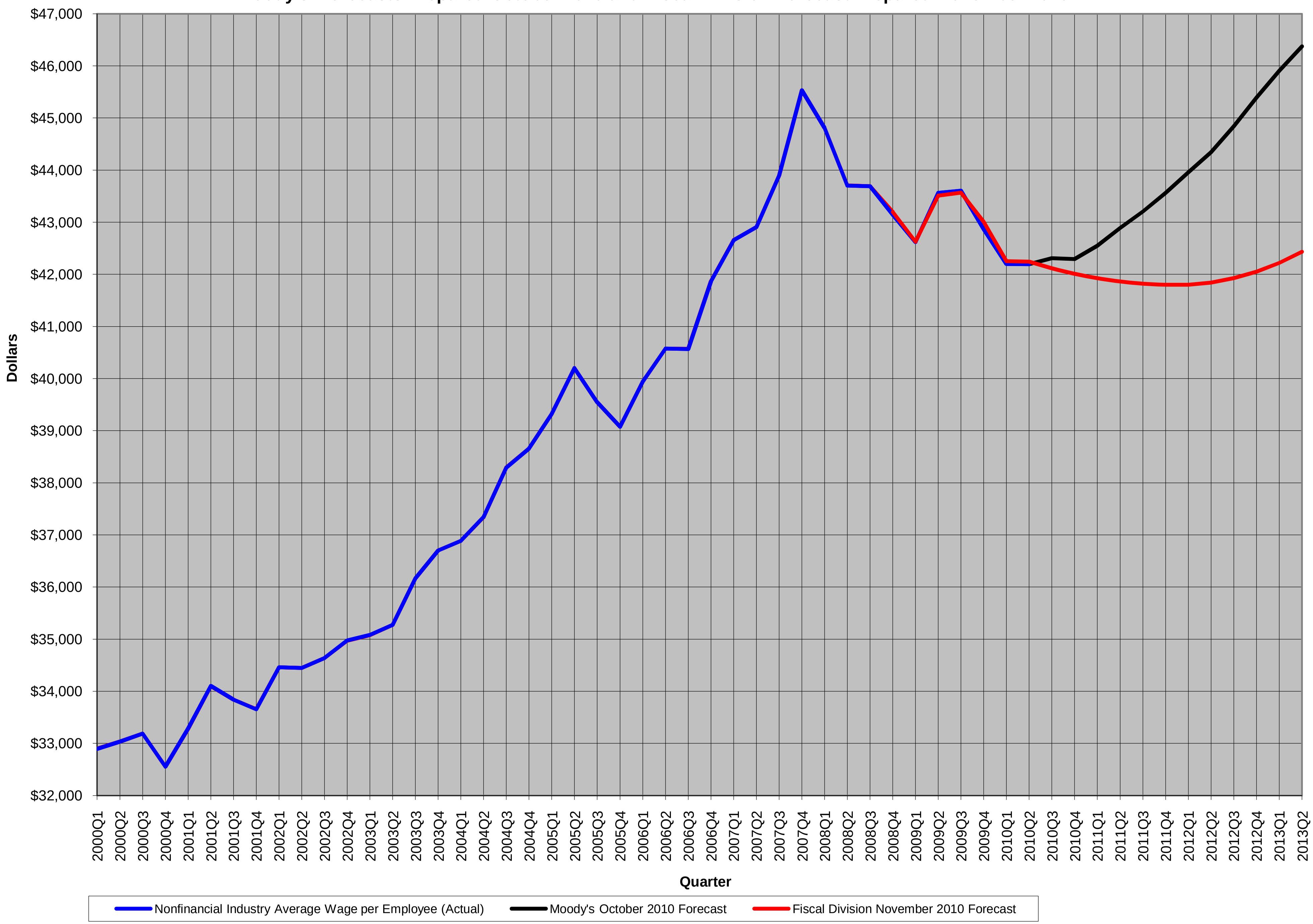


CHART 2A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Nonfinancial Industry Average Wage Per Employee:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010



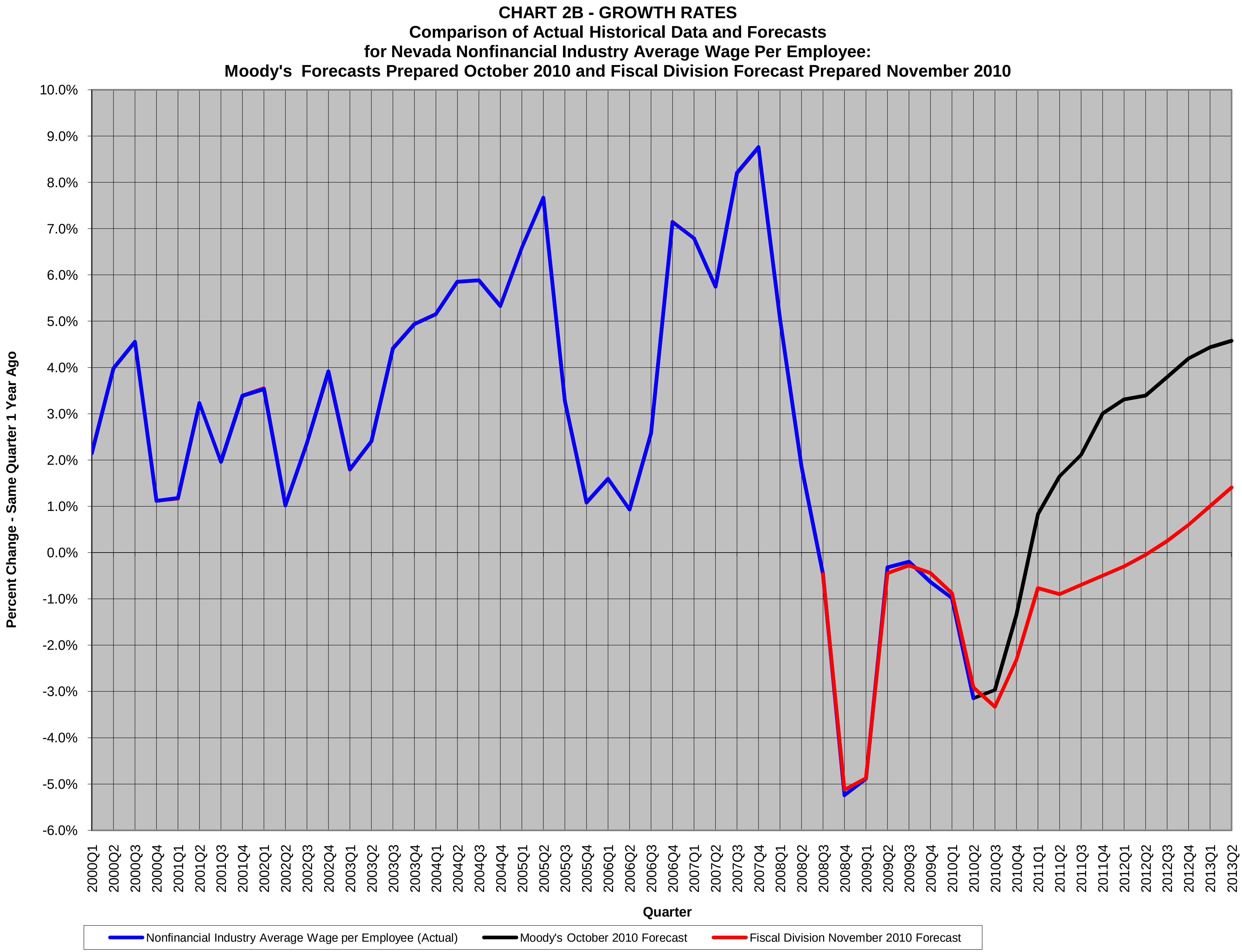


CHART 2B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts
for Nevada Nonfinancial Industry Average Wage Per Employee:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010
Percent Change - Same Quarter 1 Year Ago
10.0%
9.0%
8.0%
7.0%
6.0%
5.0%
4.0%
3.0%
2.0%
1.0%
0.0%
-1.0%
-2.0%
-3.0%
-4.0%
-5.0%
-6.0%
2000Q1
2000Q2
2000Q3
2000Q4
2001Q1
2001Q2
2001Q3
2001Q4
2002Q1
2002Q2
2002Q3
2002Q4
2003Q1
2003Q2
2003Q3
2003Q4
2004Q1
2004Q2
2004Q3
2004Q4
2005Q1
2005Q2
2005Q3
2005Q4
2006Q1
2006Q2
2006Q3
2006Q4
2007Q1
2007Q2
2007Q3
2007Q4
2008Q1
2008Q2
2008Q3
2008Q4
2009Q1
2009Q2
2009Q3
2009Q4
2010Q1
2010Q2
2010Q3
2010Q4
2011Q1
2011Q2
2011Q3
2011Q4
2012Q1
2012Q2
2012Q3
2012Q4
2013Q1
2013Q2
Quarter
Nonfinancial Industry Average Wage per Employee (Actual)
Moody's October 2010 Forecast
Fiscal Division November 2010 Forecast

CHART 3A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Nonfinancial Industry Wages (Seasonally Adjusted Quarterly Rates)
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

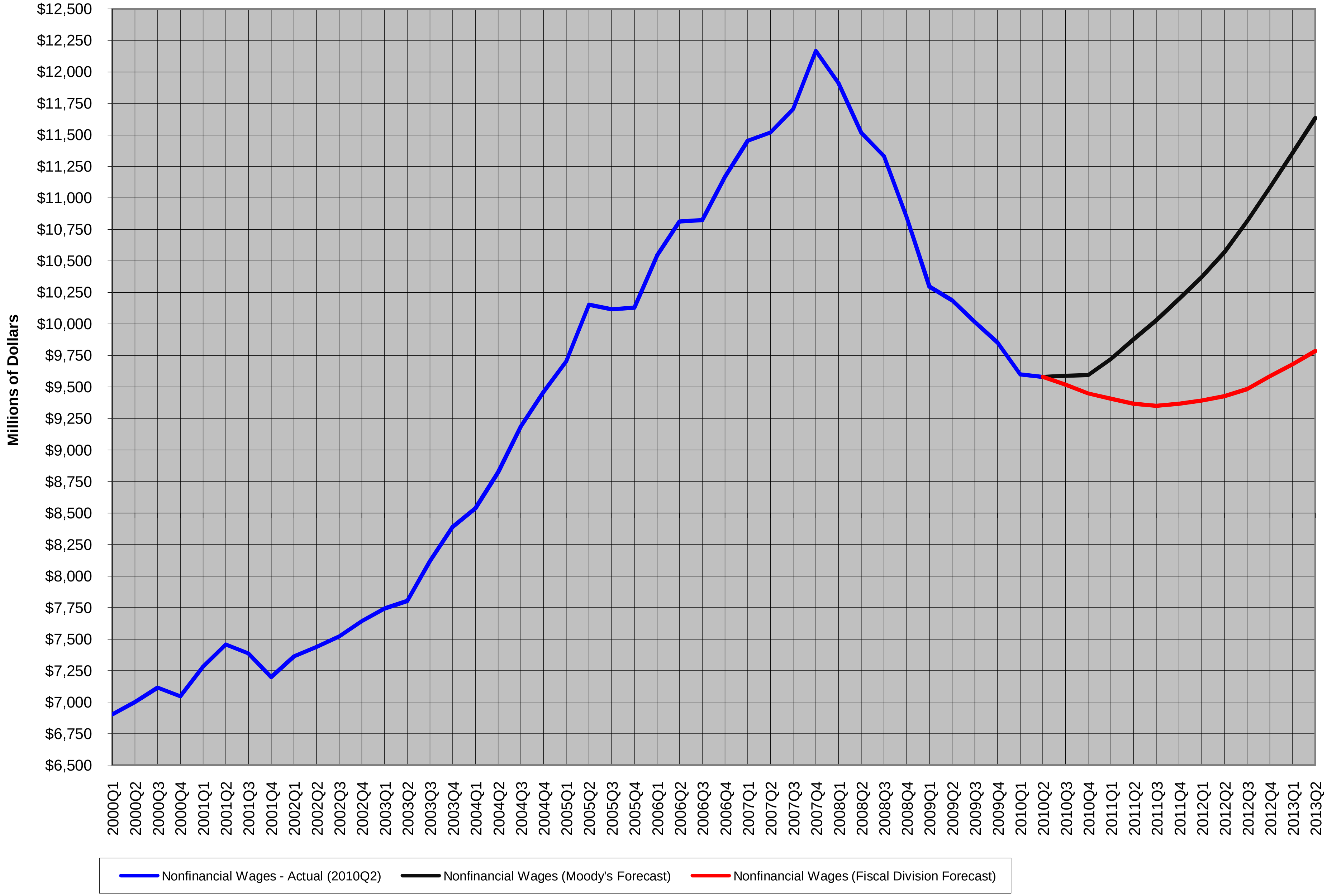
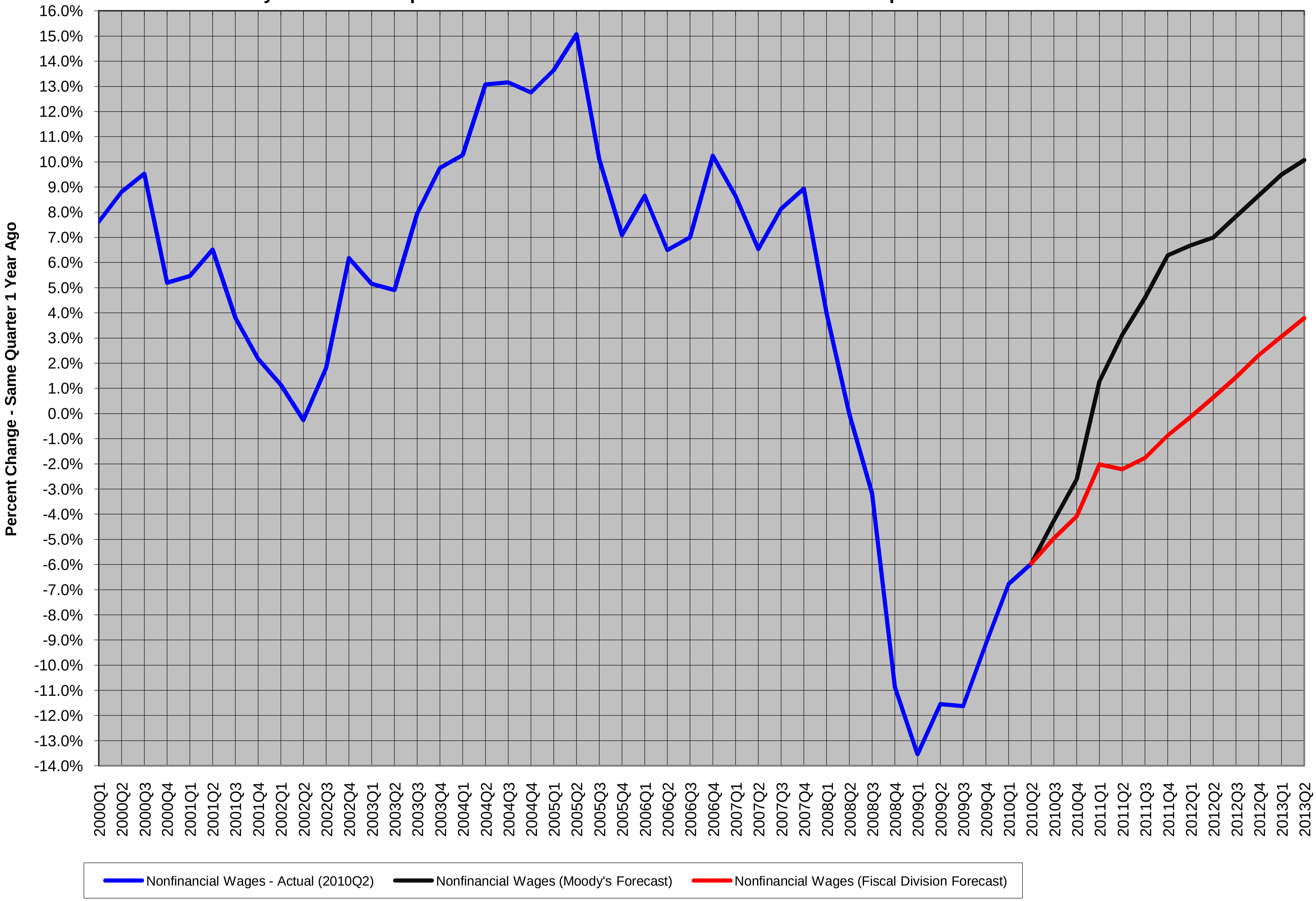


CHART 3B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Nonfinancial Industry Wages (Seasonally Adjusted Quarterly Rates)
Moody's Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010



MODIFIED BUSINESS TAX - FINANCIAL INSTITUTIONS (MBT-FI)

Actual MBT-FI Data on Wages, Health Care Deductions, and Tax Collections Reported by the Department of Taxation
Quarterly: 2003:4th Quarter - 2010:2nd Quarter and Fiscal Year: FY 2004 - FY 2010
Amounts are Shown in Millions of Dollars

Fiscal Year	Quarter	Actual BEA & Moody's Wages: Financial Activities	Percent Change: Same Quarter Year Ago	Taxation's Actual Reported MBT-FI Wages	Percent Change: Same Quarter Year Ago	Taxation's Actual Reported Wages as a Percent of BEA Wages	Taxation's Actual Reported MBT-FI Health Deductions	Percent Change: Same Quarter Year Ago	Taxation's Reported Health Deductions as a Percent Taxation's Wages	Taxation's Actual Reported MBT-FI Wages less Health Care Deductions	Percent Change: Same Quarter Year Ago	Taxation's Actual Reported MBT-FI Tax Collections	Percent Change: Same Quarter Year Ago	Average Effective Tax Rate
FY 2004	2003Q3													
FY 2004	2003Q4	$674.3		$257.7		38.2%	$11.0		4.3%	$246.7		$4.5		
FY 2004	2004Q1	$670.3		$312.3		46.6%	$15.1		4.8%	$297.2		$5.7		
FY 2004	2004Q2	$707.5		$280.7		39.7%	$15.5		5.5%	$265.2		$5.2		
FY 2005	2004Q3	$706.3		$209.6		29.7%	$12.2		5.8%	$197.5		$3.9		
FY 2005	2004Q4	$745.8	10.6%	$270.1	4.8%	36.2%	$11.1	0.7%	4.1%	$259.0	5.0%	$5.2	14.7%	1.99%
FY 2005	2005Q1	$766.5	14.4%	$333.3	6.7%	43.5%	$13.9	-8.2%	4.2%	$319.4	7.5%	$6.6	15.2%	2.07%
FY 2005	2005Q2	$783.8	10.8%	$308.8	10.0%	39.4%	$16.5	6.1%	5.3%	$292.3	10.2%	$5.9	12.5%	2.02%
FY 2006	2005Q3	$799.3	13.2%	$267.9	27.8%	33.5%	$20.1	64.9%	7.5%	$247.8	25.5%	$5.3	35.2%	2.12%
FY 2006	2005Q4	$814.3	9.2%	$339.5	25.7%	41.7%	$12.8	15.2%	3.8%	$326.7	26.1%	$5.9	14.6%	1.81%
FY 2006	2006Q1	$824.5	7.6%	$389.4	16.8%	47.2%	$25.2	81.7%	6.5%	$364.2	14.0%	$6.5	-1.3%	1.79%
FY 2006	2006Q2	$830.5	6.0%	$234.4	-24.1%	28.2%	$13.9	-16.0%	5.9%	$220.5	-24.6%	$4.8	-19.0%	2.17%
FY 2007	2006Q3	$830.5	3.9%	$294.1	9.8%	35.4%	$16.4	-18.2%	5.6%	$277.7	12.1%	$5.4	3.3%	1.96%
FY 2007	2006Q4	$840.5	3.2%	$235.4	-30.7%	28.0%	$8.0	-37.5%	3.4%	$227.4	-30.4%	$5.2	-12.7%	2.27%
FY 2007	2007Q1	$845.5	2.5%	$293.4	-24.7%	34.7%	$11.3	-55.3%	3.8%	$282.1	-22.5%	$5.6	-13.9%	1.99%
FY 2007	2007Q2	$843.8	1.6%	$290.0	23.8%	34.4%	$16.3	17.6%	5.6%	$273.7	24.1%	$5.3	10.8%	1.94%
FY 2008	2007Q3	$824.0	-0.8%	$263.6	-10.4%	32.0%	$18.2	11.1%	6.9%	$245.4	-11.6%	$4.8	-11.9%	1.95%
FY 2008	2007Q4	$795.8	-5.3%	$237.5	0.9%	29.8%	$13.7	71.3%	5.8%	$223.8	-1.6%	$4.5	-13.1%	2.01%
FY 2008	2008Q1	$825.3	-2.4%	$332.7	13.4%	40.3%	$31.5	179.2%	9.5%	$301.2	6.8%	$5.8	2.7%	1.91%
FY 2008	2008Q2	$781.8	-7.3%	$311.7	7.5%	39.9%	$17.2	5.5%	5.5%	$294.5	7.6%	$5.6	6.6%	1.92%
FY 2009	2008Q3	$770.3	-6.5%	$288.2	9.3%	37.4%	$18.0	-1.6%	6.2%	$270.3	10.2%	$5.2	9.5%	1.94%
FY 2009	2008Q4	$746.8	-6.2%	$285.3	20.1%	38.2%	$21.3	55.5%	7.5%	$264.0	18.0%	$5.2	15.8%	1.97%
FY 2009	2009Q1	$717.8	-13.0%	$299.6	-9.9%	41.7%	$21.1	-32.8%	7.1%	$278.5	-7.6%	$8.4	44.9%	3.00%
FY 2009	2009Q2	$706.3	-9.7%	$249.6	-19.9%	35.3%	$19.4	13.0%	7.8%	$230.2	-21.8%	$5.6	-1.0%	2.43%
FY 2010	2009Q3	$688.3	-10.6%	$260.1	-9.8%	37.8%	$17.9	-0.5%	6.9%	$242.3	-10.4%	$5.2	-1.1%	2.14%
FY 2010	2009Q4	$679.3	-9.0%	$275.2	-3.6%	40.5%	$17.8	-16.4%	6.5%	$257.4	-2.5%	$6.0	14.7%	2.32%
FY 2010	2010Q1	$679.0	-5.4%	$291.2	-2.8%	42.9%	$16.7	-21.0%	5.7%	$274.5	-1.4%	$5.9	-29.2%	2.16%
FY 2010	2010Q2	$669.8	-5.2%	$239.1	-4.2%	35.7%	$16.5	-15.1%	6.9%	$222.7	-3.3%	$4.6	-17.3%	2.08%
FY 2004		$2,052.0		$850.7		41.5%	$41.7		4.9%	$809.0		$15.5		
FY 2005		$3,002.3	46.3%	$1,121.8	31.9%	37.4%	$53.6	28.7%	4.8%	$1,068.2	32.0%	$21.6	39.3%	2.02%
FY 2006		$3,268.5	8.9%	$1,231.1	9.7%	37.7%	$71.9	34.1%	5.8%	$1,159.2	8.5%	$22.5	4.2%	1.94%
FY 2007		$3,360.3	2.8%	$1,112.9	-9.6%	33.1%	$52.0	-27.7%	4.7%	$1,060.9	-8.5%	$21.5	-4.3%	2.03%
FY 2008		$3,226.8	-4.0%	$1,145.5	2.9%	35.5%	$80.6	55.0%	7.0%	$1,064.9	0.4%	$20.7	-3.8%	1.94%
FY 2009		$2,941.0	-8.9%	$1,122.8	-2.0%	38.2%	$79.8	-1.0%	7.1%	$1,042.9	-2.1%	$24.4	17.9%	2.34%
FY 2010		$2,716.3	-7.6%	$1,065.6	-5.1%	39.2%	$68.9	-13.8%	6.5%	$996.8	-4.4%	$21.7	-11.1%	2.18%

NOTE:

The wages data displayed in the column labeled "Actual BEA & Global Insight Wages: Financial Activities" is equal to the aggregate total of NAICS 52 - Finance & Insurance and NAICS 53 - Real Estate & Rental and Leasing based on information reported by the Bureau of Economic Analysis (BEA). This is the financial activity series included in the personal income anc wage sector of the Nevada economic model developed by Moody's.

The Modified Business Tax on Financial Institutions became effective October 1, 2003 as approved in Senate Bill 8 from the 20th Special Session (2003). Thus, the growth rate shown for FY 2005 is based on four quarters of taxable activity and collections for FY 2005 compared to only 3 quarters for FY 2004.

Table 3
MODIFIED BUSINESS TAX FOR FINANCIAL INSTITUTIONS (MBT-FI)
TAXABLE WAGES, COLLECTIONS AND EFFECTIVE TAX RATE BY QUARTER AND FISCAL YEAR

Actual: FY 2009-First Quarter through FY 2010-Fourth Quarter
Forecast: FY 2011-First Quarter through FY 2013-Fourth Quarter
Amounts Shown in Millions of Dollars

			With Amnesty					Without Amnesty				
Fiscal Year	Fiscal Quarter	Fiscal Quarter Months	Financial Taxable Wages Actual and Forecast	% Change Year Ago	Financial Collections Actual and Forecast	% Change Year Ago	Average Effective Tax Rate	Financial Taxable Wages Actual and Forecast	% Change Year Ago	Financial Collections Actual and Forecast	% Change Year Ago	Average Effective Tax Rate
FY 2009	**First**	**Jul-Sep**	**$270.3**	**10.2%**	**$5.2**	**9.5%**	**1.942%**	**$262.9**	**7.1%**	**$5.1**	**6.4%**	**1.940%**
FY 2009	Second	Oct-Dec	$264.0	18.0%	$5.2	15.8%	1.970%	$264.0	18.0%	$5.2	15.8%	1.970%
FY 2009	Third	Jan-Mar	$278.5	-7.6%	$8.4	44.9%	3.001%	$278.5	-7.6%	$8.4	44.9%	3.001%
FY 2009	Fourth	Apr-Jun	$230.2	-21.8%	$5.6	-1.0%	2.428%	$230.2	-21.8%	$5.6	-1.0%	2.428%
FY 2010	**First**	**Jul-Sep**	**$242.3**	**-10.4%**	**$5.2**	**-1.1%**	**2.143%**	**$242.3**	**-7.8%**	**$5.2**	**1.8%**	**2.143%**
FY 2010	Second	Oct-Dec	$257.4	-2.5%	$6.0	14.7%	2.318%	$257.4	-2.5%	$6.0	14.7%	2.318%
FY 2010	Third	Jan-Mar	$274.5	-1.4%	$5.9	-29.2%	2.155%	$274.5	-1.4%	$5.9	-29.2%	2.155%
FY 2010	**Fourth**	**Apr-Jun**	**$222.7**	**-3.3%**	**$4.6**	**-17.3%**	**2.077%**	**$220.6**	**-4.2%**	**$4.6**	**-18.0%**	**2.078%**
FY 2011	**First**	**Jul-Sep**	**$252.1**	**4.1%**	**$5.0**	**-2.9%**	**2.000%**	**$234.8**	**-3.1%**	**$4.7**	**-9.6%**	**2.000%**
FY 2011	Second	Oct-Dec	$250.6	-2.6%	$5.0	-16.0%	2.000%	$250.6	-2.6%	$5.0	-16.0%	2.000%
FY 2011	Third	Jan-Mar	$266.1	-3.0%	$5.3	-10.0%	2.000%	$266.1	-3.0%	$5.3	-10.0%	2.000%
FY 2011	**Fourth**	**Apr-Jun**	**$216.0**	**-3.0%**	**$4.3**	**-6.6%**	**2.000%**	**$216.0**	**-2.1%**	**$4.3**	**-5.7%**	**2.000%**
FY 2012	**First**	**Jul-Sep**	**$230.9**	**-8.4%**	**$4.6**	**-8.4%**	**2.000%**	**$230.9**	**-1.7%**	**$4.6**	**-1.7%**	**2.000%**
FY 2012	Second	Oct-Dec	$248.8	-0.7%	$5.0	-0.7%	2.000%	$248.8	-0.7%	$5.0	-0.7%	2.000%
FY 2012	Third	Jan-Mar	$266.7	0.2%	$5.3	0.2%	2.000%	$266.7	0.2%	$5.3	0.2%	2.000%
FY 2012	Fourth	Apr-Jun	$218.3	1.1%	$4.4	1.1%	2.000%	$218.3	1.1%	$4.4	1.1%	2.000%
FY 2013	First	Jul-Sep	$235.7	2.1%	$4.7	2.1%	2.000%	$235.7	2.1%	$4.7	2.1%	2.000%
FY 2013	Second	Oct-Dec	$256.8	3.2%	$5.1	3.2%	2.000%	$256.8	3.2%	$5.1	3.2%	2.000%
FY 2013	Third	Jan-Mar	$278.3	4.4%	$5.6	4.4%	2.000%	$278.3	4.4%	$5.6	4.4%	2.000%
FY 2013	Fourth	Apr-Jun	$230.4	5.5%	$4.6	5.5%	2.000%	$230.4	5.5%	$4.6	5.5%	2.000%
FY 2004			$809.0		$15.5		1.914%	$809.0		$15.5		1.914%
FY 2005			$1,068.2	32.0%	$21.6	39.3%	2.020%	$1,068.2	32.0%	$21.6	39.3%	2.020%
FY 2006			$1,159.2	8.5%	$22.5	4.2%	1.940%	$1,159.2	8.5%	$22.5	4.2%	1.940%
FY 2007			$1,060.9	-8.5%	$21.5	-4.3%	2.028%	$1,060.9	-8.5%	$21.5	-4.3%	2.028%
FY 2008			$1,064.9	0.4%	$20.7	-3.8%	1.944%	$1,064.9	0.4%	$20.7	-3.8%	1.944%
FY 2009			**$1,042.9**	**-2.1%**	**$24.4**	**17.9%**	**2.339%**	**$1,035.5**	**-2.8%**	**$24.2**	**17.2%**	**2.342%**
FY 2010			**$996.8**	**-4.4%**	**$21.7**	**-11.1%**	**2.177%**	**$994.7**	**-3.9%**	**$21.7**	**-10.7%**	**2.177%**
FY 2011			**$984.9**	**-1.2%**	**$19.7**	**-9.2%**	**2.000%**	**$967.6**	**-2.7%**	**$19.4**	**-10.6%**	**2.000%**
FY 2012			**$964.7**	**-2.0%**	**$19.3**	**-2.0%**	**2.000%**	**$964.7**	**-0.3%**	**$19.3**	**-0.3%**	**2.000%**
FY 2013			$1,001.2	3.8%	$20.0	3.8%	2.000%	$1,001.2	3.8%	$20.0	3.8%	2.000%

TABLE 3A
MODIFIED BUSINESS TAX - FINANCIAL INSTITUTIONS
ACTUAL AND FORECAST WAGES AND EMPLOYMENT
(Actual Through FY 2010Q4)

	Wage Disbursements, Financial (Million $)	Employment, Financial (Thous.)	Average Annual Wage, Financial (Thous. $)	Wage Inflation Index	Inflation Adjusted Annual Wage, Financial (Thous. $)
FY 1991	$747	32.2	$23.2	0.78	$29.9
FY 1992	$838	33.5	$25.0	0.80	$31.2
FY 1993	$916	34.7	$26.4	0.83	$31.9
FY 1994	$1,039	37.8	$27.5	0.85	$32.4
FY 1995	$1,103	39.9	$27.7	0.87	$31.7
FY 1996	$1,278	42.9	$29.8	0.90	$33.2
FY 1997	$1,435	45.7	$31.4	0.92	$34.0
FY 1998	$1,604	48.0	$33.4	0.94	$35.6
FY 1999	$1,802	50.6	$35.6	0.96	$37.3
FY 2000	$1,966	51.6	$38.1	0.98	$38.7
FY 2001	$2,202	54.0	$40.8	1.02	$40.1
FY 2002	$2,278	55.4	$41.1	1.03	$39.7
FY 2003	$2,479	57.0	$43.5	1.06	$41.1
FY 2004	$2,721	59.9	$45.4	1.08	$42.0
FY 2005	$3,002	63.2	$47.5	1.11	$42.7
FY 2006	$3,269	64.8	$50.4	1.16	$43.6
FY 2007	$3,360	65.5	$51.3	1.19	$43.3
FY 2008	$3,227	63.1	$51.2	1.23	$41.6
FY 2009	$2,941	58.6	$50.2	1.25	$40.3
FY 2010	$2,716	53.4	$50.9	1.26	$40.4
FY 2011	**$2,643**	**51.1**	**$51.8**	**1.27**	**$40.6**
FY 2012	**$2,635**	**50.4**	**$52.3**	**1.30**	**$40.2**
FY 2013	**$2,735**	**51.7**	**$52.9**	**1.34**	**$39.6**

ANNUAL PERCENT CHANGE

FY 1991					
FY 1992	12.1%	4.0%	7.8%	3.2%	4.5%
FY 1993	9.3%	3.6%	5.5%	3.1%	2.3%
FY 1994	13.4%	9.0%	4.1%	2.6%	1.4%
FY 1995	6.2%	5.5%	0.6%	2.9%	-2.2%
FY 1996	15.9%	7.7%	7.6%	2.7%	4.7%
FY 1997	12.3%	6.3%	5.6%	2.8%	2.7%
FY 1998	11.8%	5.1%	6.3%	1.8%	4.4%
FY 1999	12.4%	5.4%	6.7%	1.7%	4.9%
FY 2000	9.1%	2.1%	6.9%	2.9%	3.9%
FY 2001	12.0%	4.6%	7.0%	3.4%	3.5%
FY 2002	3.5%	2.6%	0.8%	1.8%	-1.0%
FY 2003	8.8%	2.8%	5.8%	2.2%	3.5%
FY 2004	9.8%	5.1%	4.4%	2.2%	2.2%
FY 2005	10.3%	5.5%	4.6%	3.0%	1.6%
FY 2006	8.9%	2.6%	6.1%	3.8%	2.3%
FY 2007	2.8%	1.1%	1.7%	2.6%	-0.8%
FY 2008	-4.0%	-3.7%	-0.3%	3.7%	-3.8%
FY 2009	-8.9%	-7.1%	-1.9%	1.5%	-3.3%
FY 2010	-7.6%	-8.9%	1.3%	1.0%	0.4%
FY 2011	**-2.7%**	**-4.4%**	**1.8%**	**1.2%**	**0.6%**
FY 2012	**-0.3%**	**-1.2%**	**1.0%**	**2.1%**	**-1.1%**
FY 2013	**3.8%**	**2.6%**	**1.2%**	**2.8%**	**-1.6%**

CHART 4A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Financial Industry Employment (Seasonally Adjusted Quarterly Rates)
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

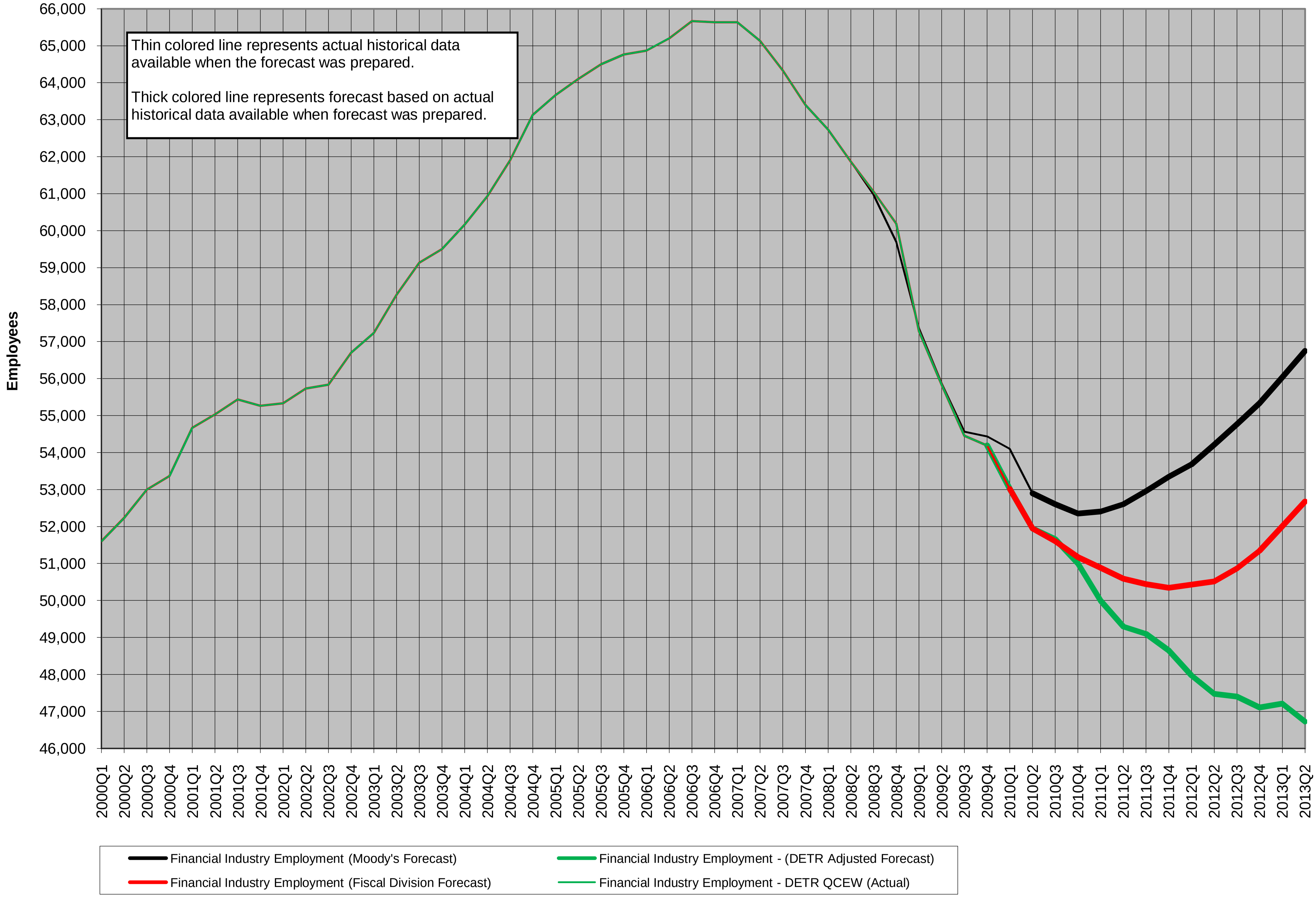


CHART 4B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Financial Industry Employment (Seasonally Adjusted Quarterly Rates)
Moody's Forecast and DETR Forecast Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

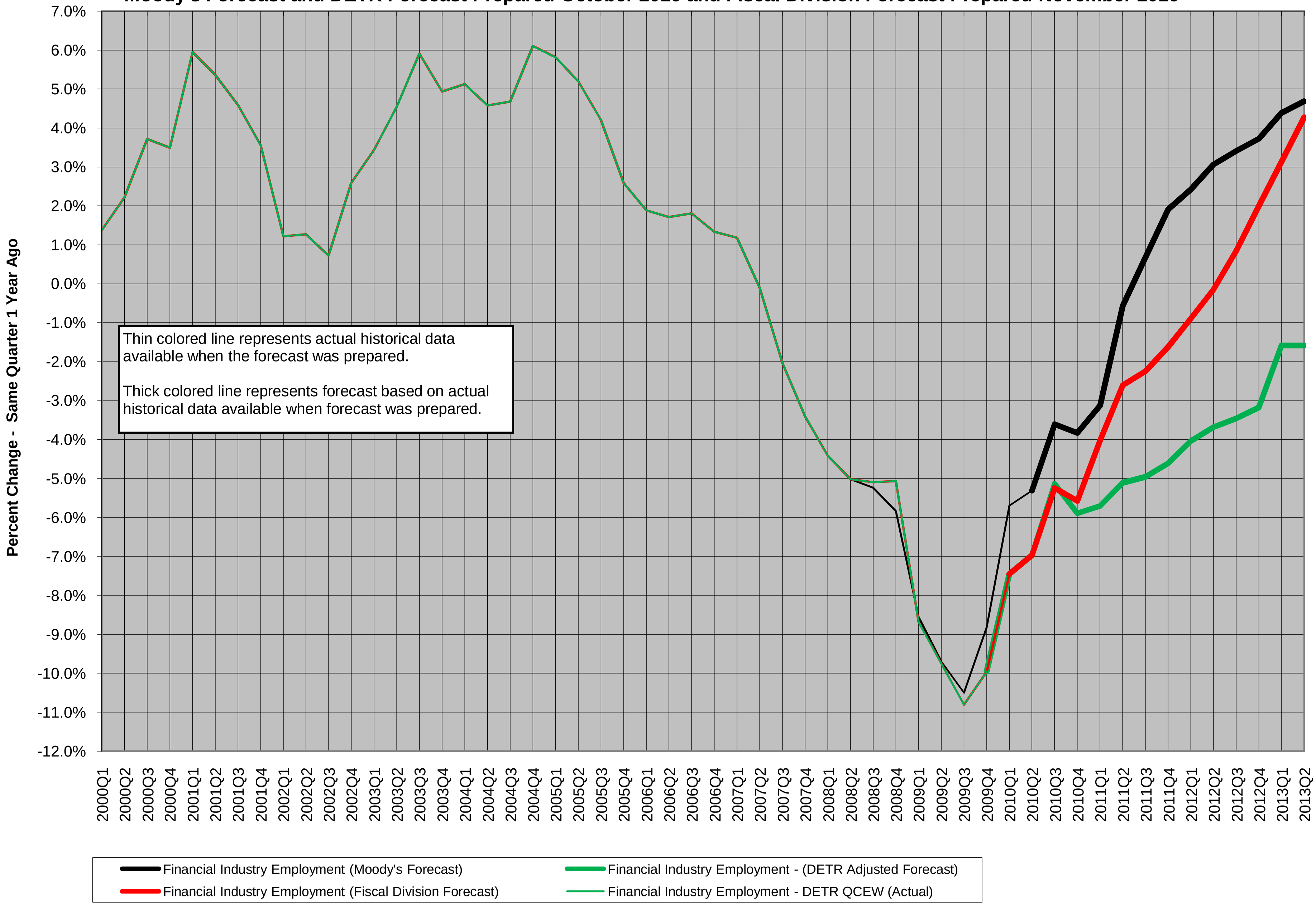


CHART 5A - LEVELS
Comparison of Actual Historical Data and Forecasts
for Nevada Financial Industry Average Wage Per Employee:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

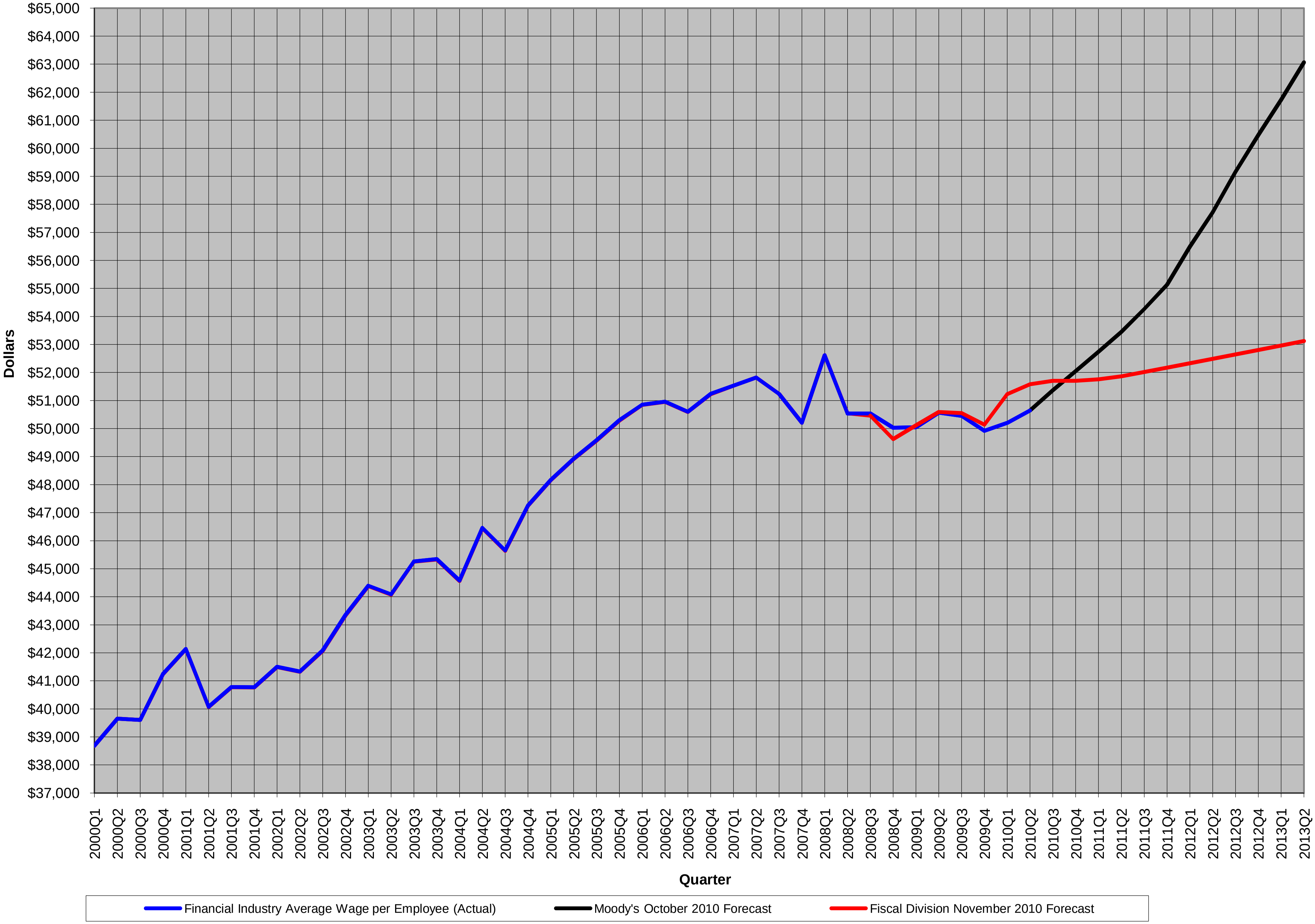


CHART 5B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts
for Nevada Financial Industry Average Wage Per Employee:
Moody's Forecasts Prepared October 2010 and Fiscal Division Forecast Prepared November 2010

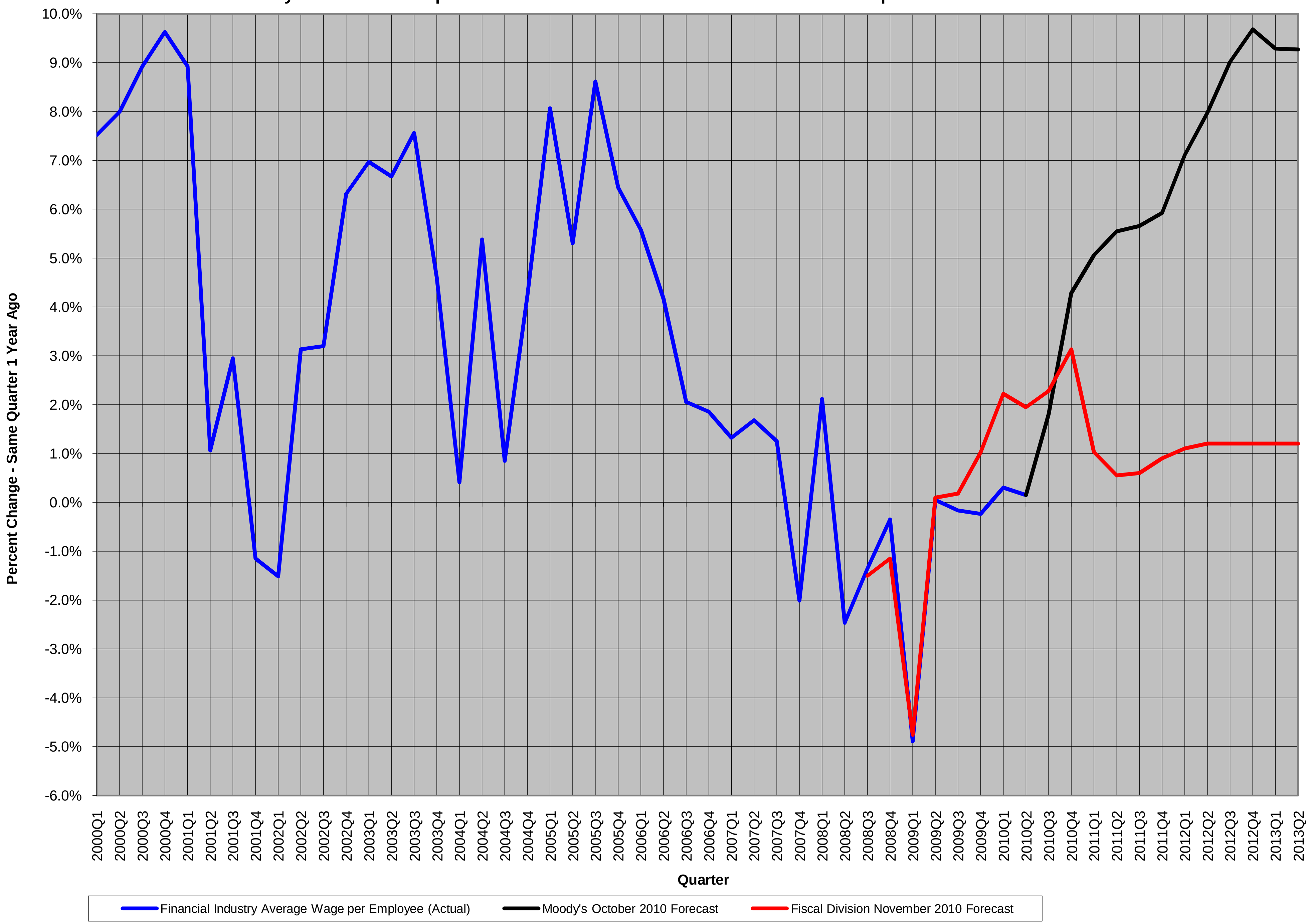


CHART 6A - LEVELS
Comparison of Actual Historical Data and Forecasts for
Nevada Financial Industry Wages (Seasonally Adjusted Quarterly Rates)
Moody's Forecast Prepared October 2010 and Fiscal Analysis Division Forecast Prepared November 2010

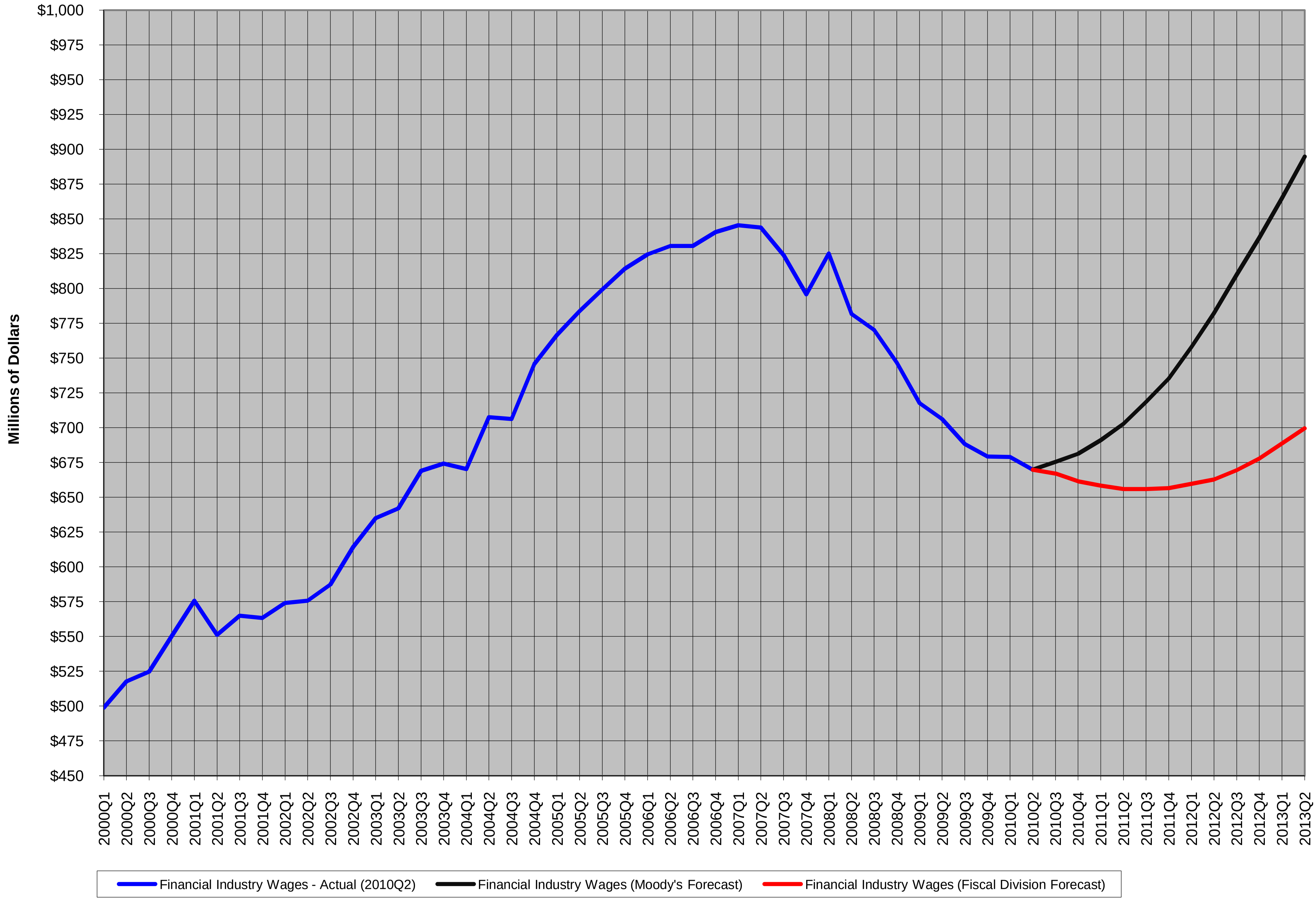
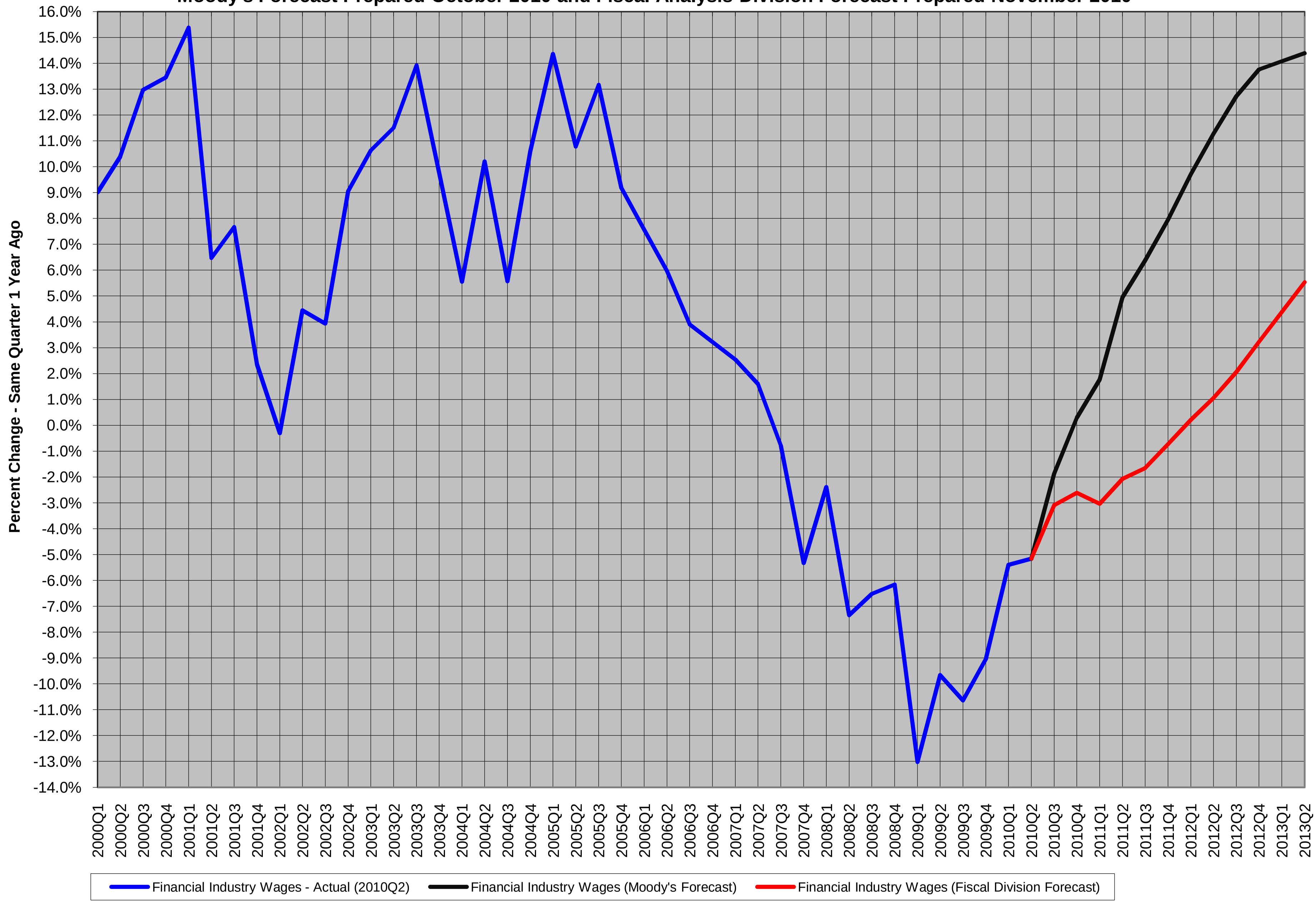


CHART 6B - GROWTH RATES
Comparison of Actual Historical Data and Forecasts for
Nevada Financial Industry Wages (Seasonally Adjusted Quarterly Rates)
Moody's Forecast Prepared October 2010 and Fiscal Analysis Division Forecast Prepared November 2010



REAL PROPERTY TRANSFER TAX FORECAST
prepared for: **Nevada Economic Forum**
by: **LCB—Fiscal Analysis Division**
date: **November 5, 2010**

The FY 2011, FY 2012 and FY 2013 Forecast

The Fiscal Analysis Division projects real property transfer tax collections to decrease by 16.2% to $44.7 million in FY 2011, decrease by 5.0% to $42.5 million in FY 2012, and increase by 7.9% to $45.8 million in FY 2013.

General Background and Overview

- The state real property transfer tax was created by Senate Bill 8 (20th Special Session), effective October 1, 2003. The tax is $1.30 per $500 of value on the transfer of real property in the state.

  A local real property transfer tax of 65 cents per $500 of value already exists in statute and an additional 60 cents is imposed in Clark County, with the proceeds from this 60 cents going to the school district for capital projects. Additionally, local options allow counties to collect an additional 5 cents per $500 for the Plant Industry Program, as well as an additional 10 cents per $500 in Churchill and Washoe Counties under the Local Government Tax Act of 1991. Combined, the tax on the transfer of real property in Nevada is $2.55 per $500 of value in Clark County, $2.05 in Churchill and Washoe Counties, and $1.95 in all other counties of the state.

- The tax is collected by the county recorders and the state portion is remitted to the Department of Taxation on a quarterly basis. Each county may withhold 1.0% of the taxes from the state portion as reimbursement to the county for collecting and remitting the state portion.

- The only information reported by the counties to the Department of Taxation is the amount of revenue received each quarter. No detail is provided on the types of transfers generating the recorded revenue in terms of sales of residential property (either single family or multi family), transfers of commercial property, or transfers of land.

FY 2011 Year-to-Date Overview

- By statute, the counties are to remit the tax to the state on a quarterly basis. For the first quarter of FY 2011, the Fiscal Analysis Division estimates that total real property transfer tax collections will be $12.6 million, which represents an 11.9% decrease compared to the first quarter of FY 2010.

  - The Fiscal Analysis Division estimate of $12.6 million is based upon actual collections remitted by 15 of Nevada's 17 counties through October 31, 2010. (As of that date, White Pine and Pershing Counties had not remitted the state portion of the tax to the State Controller for the first quarter.)
  - Clark County collections for this tax source were approximately $9.4 million for the first quarter of FY 2011. This amount represents a decrease of approximately 18.9% compared to collections from the first quarter of FY 2010. The Fiscal Analysis Division estimates that Clark County's collections will represent approximately 75.0 percent of total collections for this revenue source for the first quarter of FY 2011.
  - Washoe County collections for this tax source were approximately $1.5 million for the first quarter of FY 2011. This amount represents a decrease of approximately 1.8% compared to collections from the first quarter of FY 2010. The Fiscal Analysis Division estimates that Washoe County's collections will represent approximately 11.9 percent of total collections for this revenue source for the first quarter of FY 2011.
  - Churchill County collections for this tax source were approximately $740,000 for the first quarter of FY 2011, which represents an increase of 1,333.1% compared to collections from the first quarter of FY 2010. Based on information obtained from the Department of Taxation, Churchill County reported that there was a purchase of a geothermal operation in the county during September 2010 for which the tax was required to be paid.

    Had Churchill County's collections for this tax source been flat compared to the first quarter of FY 2010, the Fiscal Analysis Division estimates that total statewide collections would have been approximately $11.9 million, which represents a 16.7% decrease compared to the first quarter of FY 2010. (Churchill County's total collections for this tax source during the first quarter of FY 2010 were approximately $52,000.)

REAL PROPERTY TRANSFER TAX FORECASTS FOR FY 2011, FY 2012 and FY 2013 - November 2010 Forecast

Forecasts generated using Moody's October 2010 housing forecasts.

Fiscal Year/ Quarter	Statewide Actual/ Forecast RPTT Collections (000s)[1]	% Change Year Ago	Existing Single Family Home Sales (000s)[2]	% Change Year Ago	New Single-Family Home Completions (000s)[2]	% Change Year Ago	Case-Schiller Home Price Index (Nevada)[2,3]	% Change Year Ago
2003:3			18.84	28.8%	8.20	23.8%	132.23	13.3%
2003:4	24,773		21.15	27.9%	8.16	19.2%	141.25	17.1%
2004:1	26,002		23.48	44.6%	8.39	16.1%	156.61	27.6%
2004:2	37,250		23.01	33.1%	9.69	25.8%	179.66	42.7%
2004:3	37,174		23.13	22.8%	9.44	15.1%	197.48	49.3%
2004:4	35,769	44.4%	21.64	2.3%	10.47	28.2%	203.45	44.0%
2005:1	34,444	32.5%	21.32	-9.2%	9.18	9.5%	209.65	33.9%
2005:2	41,344	11.0%	22.50	-2.2%	9.28	-4.3%	216.07	20.3%
2005:3	45,305	21.9%	23.00	-0.6%	8.93	-5.3%	221.49	12.2%
2005:4	42,647	19.2%	22.15	2.4%	8.79	-16.0%	226.47	11.3%
2006:1	36,014	4.6%	19.16	-10.1%	9.65	5.0%	231.02	10.2%
2006:2	40,875	-1.1%	17.32	-23.0%	9.91	6.8%	230.05	6.5%
2006:3	32,687	-27.9%	14.27	-38.0%	9.16	2.6%	226.83	2.4%
2006:4	30,949	-27.4%	14.27	-35.6%	7.68	-12.6%	226.09	-0.2%
2007:1	27,576	-23.4%	13.32	-30.5%	6.03	-37.5%	224.37	-2.9%
2007:2	29,161	-28.7%	10.94	-36.8%	5.48	-44.7%	216.58	-5.9%
2007:3	26,706	-18.3%	9.14	-35.9%	5.44	-40.7%	204.80	-9.7%
2007:4	21,280	-31.2%	8.34	-41.6%	4.88	-36.5%	190.26	-15.8%
2008:1	17,712	-35.8%	10.24	-23.1%	3.77	-37.5%	167.81	-25.2%
2008:2	20,184	-30.8%	12.99	18.7%	3.24	-40.8%	156.73	-27.6%
2008:3	23,028	-13.8%	16.58	81.4%	3.07	-43.6%	143.40	-30.0%
2008:4	16,418	-22.8%	19.46	133.4%	2.81	-42.4%	130.43	-31.4%
2009:1	12,749	-28.0%	20.86	103.7%	1.96	-48.0%	117.05	-30.2%
2009:2	13,727	-32.0%	22.87	76.1%	1.70	-47.7%	108.18	-31.0%
2009:3	14,283	-38.0%	24.18	45.8%	1.58	-48.5%	104.74	-27.0%
2009:4	13,922	-15.2%	27.57	41.7%	1.71	-39.2%	104.10	-20.2%
2010:1	11,287	-11.5%	24.08	15.4%	1.53	-21.8%	103.95	-11.2%
2010:2	13,824	0.7%	21.15	-7.5%	1.84	8.8%	102.90	-4.9%
2010:3	**12,584**	**-11.9%**	**18.30**	**-24.3%**	**1.58**	**0.2%**	**97.50**	**-6.9%**
2010:4	**11,621**	**-16.5%**	**16.59**	**-39.8%**	**1.37**	**-19.8%**	**94.46**	**-9.3%**
2011:1	**9,171**	**-18.7%**	**17.38**	**-27.8%**	**1.23**	**-19.9%**	**92.25**	**-11.3%**
2011:2	**11,329**	**-18.0%**	**18.10**	**-14.5%**	**1.24**	**-33.0%**	**90.18**	**-12.4%**
2011:3	**11,488**	**-8.7%**	**18.51**	**1.2%**	**1.25**	**-21.0%**	**88.61**	**-9.1%**
2011:4	**10,937**	**-5.9%**	**18.96**	**14.3%**	**1.27**	**-7.6%**	**87.71**	**-7.1%**
2012:1	**8,873**	**-3.3%**	**19.45**	**11.9%**	**1.24**	**0.6%**	**86.76**	**-6.0%**
2012:2	**11,184**	**-1.3%**	**19.85**	**9.7%**	**1.14**	**-7.5%**	**86.31**	**-4.3%**
2012:3	**11,692**	**1.8%**	**19.87**	**7.4%**	**1.07**	**-14.7%**	**87.56**	**-1.2%**
2012:4	**11,471**	**4.9%**	**19.59**	**3.3%**	**1.16**	**-8.7%**	**89.41**	**1.9%**
2013:1	**9,761**	**10.0%**	**19.58**	**0.7%**	**1.36**	**10.3%**	**92.80**	**7.0%**
2013:2	**12,919**	**15.5%**	**19.83**	**-0.1%**	**1.57**	**37.6%**	**96.09**	**11.3%**
FY 2004	88,025		86.48	33.7%	34.44	21.3%	152.44	25.4%
FY 2005	148,731	69.0%	88.60	2.4%	38.37	11.4%	206.66	35.6%
FY 2006	164,842	10.8%	81.63	-7.9%	37.29	-2.8%	227.26	10.0%
FY 2007	120,372	-27.0%	52.80	-35.3%	28.35	-24.0%	223.47	-1.7%
FY 2008	85,883	-28.7%	40.71	-22.9%	17.33	-38.9%	179.90	-19.5%
FY 2009	65,922	-23.2%	79.78	96.0%	9.53	-45.0%	124.76	-30.6%
FY 2010	53,315	-19.1%	96.99	21.6%	6.67	-30.0%	103.92	-16.7%
FY 2011	**44,704**	**-16.2%**	**70.37**	**-27.4%**	**5.42**	**-18.7%**	**93.60**	**-9.9%**
FY 2012	**42,481**	**-5.0%**	**76.77**	**9.1%**	**4.90**	**-9.6%**	**87.35**	**-6.7%**
FY 2013	**45,842**	**7.9%**	**78.87**	**2.7%**	**5.16**	**5.4%**	**91.46**	**4.7%**

[1] The state portion of the Real Property Transfer Tax (RPTT) was enacted pursuant to Senate Bill 8 of the 20th Special Session, effective October 1, 2003. Thus, actual collections of the $1.30 General Fund portion of this tax are only available beginning in the third quarter of calendar year 2003 (the second quarter of FY 2003-2004.)

[2] Historical and forecast information comes from Moody's Analytics' October 2010 baseline housing forecasts for Nevada.

[3] The Case-Schiller Index tracks changes in the value of existing residential real estate in Nevada, based on an index value of 100 at the first quarter of calendar year 2000 (the third quarter of FY 1999-2000).

CHART 1 - RPTT
Actual and Forecast General Fund Real Property Transfer Tax Collections
Actual & Imputed: 1998:3rd Quarter - 2010:2nd Quarter   Forecast: 2010:3rd Quarter - 2013:2nd Quarter

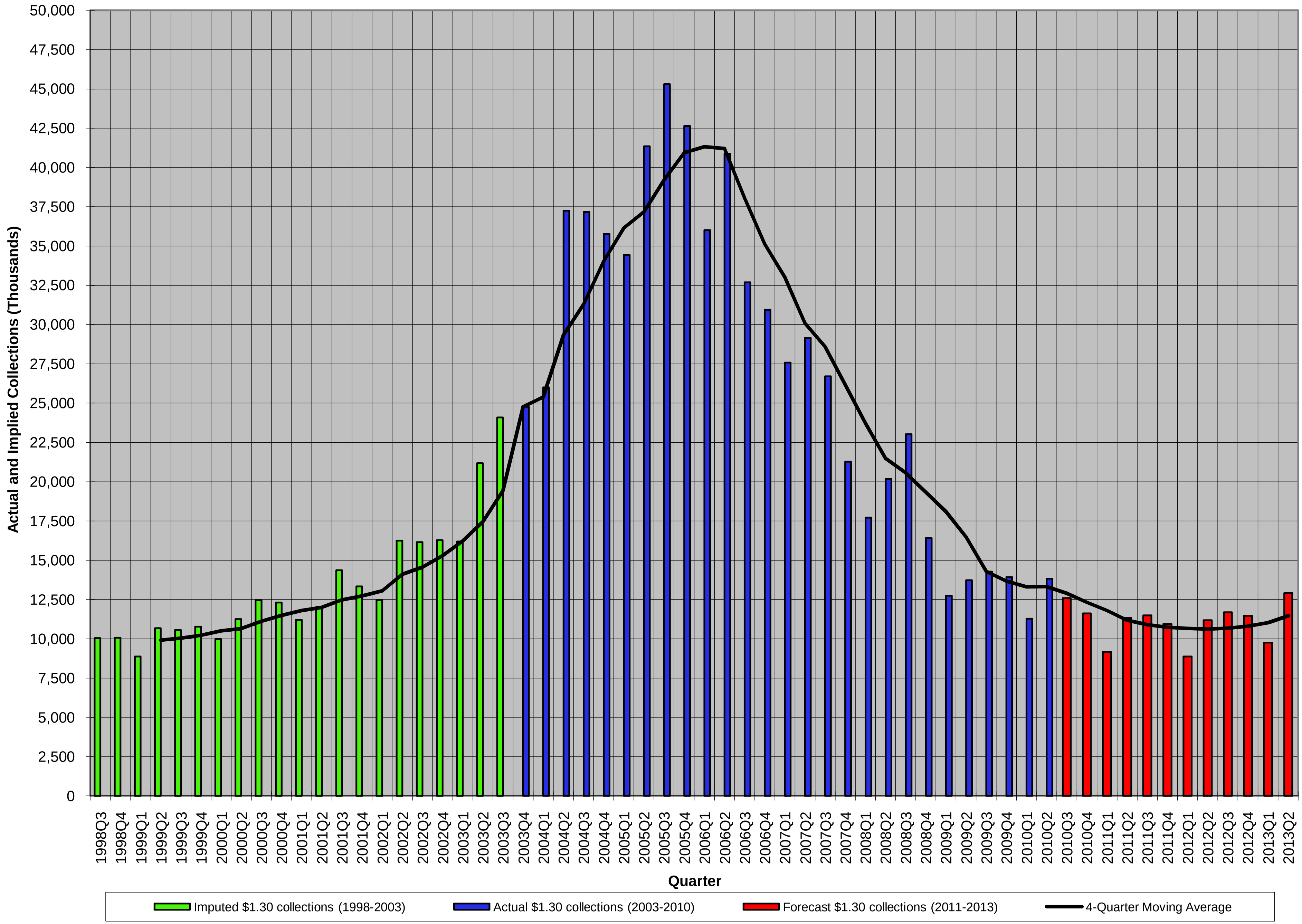
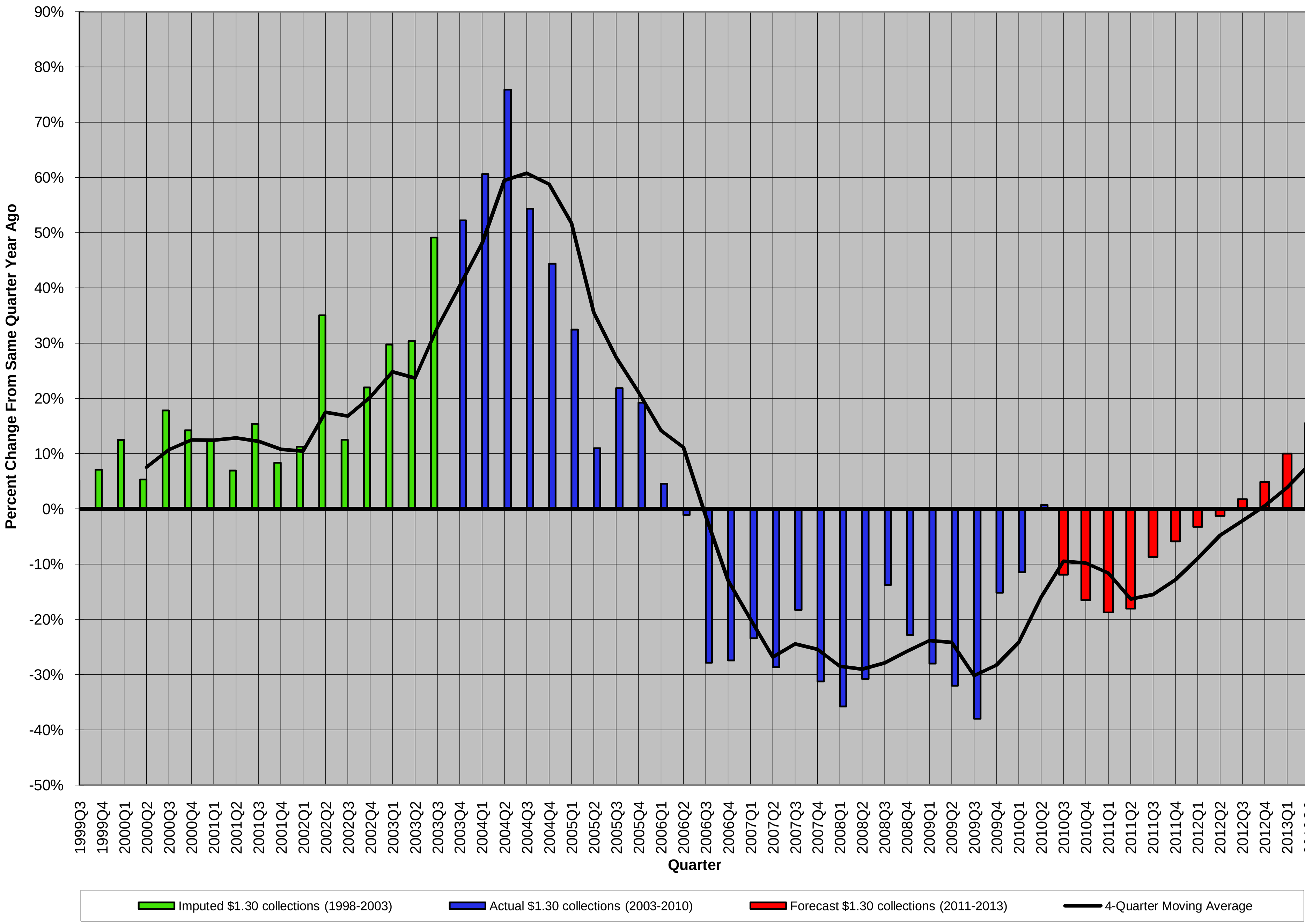


CHART 2 - RPTT

Real Property Transfer Tax General Fund Percentage Change in Collections From Same Quarter One Year Ago

Actual & Imputed: 1999:3rd Quarter - 2010:2nd Quarter   Forecast: 2010:3rd Quarter - 2013:2nd Quarter



STATE 3 PERCENT ROOM TAX
prepared for: **Nevada Economic Forum**
by: **LCB-Fiscal Analysis Division**
date: **November 5, 2010**

The FY 2011 Forecast

The Fiscal Analysis Division is projecting total State 3 Percent Room Tax collections at $103.3 million in FY 2011.

No forecast is required for FY 2012 and FY 2013 as revenue from the State 3 Percent Room Tax are not credited to the State General Fund. The provisions of Initiative Petition 1 require the proceeds from the State 3 Percent Room Tax to be deposited in the State Supplemental School Support Fund beginning in FY 2012.

Tax Overview

- During the 2009 Legislative Session, the Legislature approved Initiative Petition 1, which requires the board of county commissioners in any county whose population is 300,000 or more to enact an ordinance imposing a tax on the rental of transient lodging at a rate of up to 3%, effective July 1, 2009. Based on this population threshold, the tax approved pursuant to IP 1 may only be imposed in Clark and Washoe Counties.

- The rate that may be imposed pursuant to this tax is dependent upon the total room tax rate imposed in those counties as of July 31, 2008. If the total rate imposed is less than 10% as of July 31, 2008, the entire 3% rate may be imposed. If the total rate imposed as of July 31, 2008, exceeds 10%, the rate that must be imposed is the difference between 13% and the rate in effect as of that date. However, if the sum of the existing tax rates in any area as of July 31, 2008, is 13% or more, then no additional rate may be imposed.

- All proceeds of the tax collected between July 1, 2009, and June 30, 2011, (FY 2010 and FY 2011) must be credited to the State General Fund. Any proceeds collected from taxable activity occurring on or after July 1, 2011, must be credited to the State Supplemental School Support Fund for the operation of school districts and charter schools in Nevada.

- Based on the tax rates in effect in Clark and Washoe County on July 31, 2008, the additional tax rate imposed pursuant to IP 1 is as follows:

    - Clark County: 2% in the city of Las Vegas (Fremont Street area – facilities with 75 rooms or more); 3% in all other areas.
    - Washoe County: 1% in unincorporated Washoe County and Reno (excluding Downtown Reno). No additional tax may be imposed in the city of Sparks or in Downtown Reno, as the total rates in these areas exceeded 13% on July 31, 2008.

TABLE 1

ACTUAL ROOM TAX COLLECTIONS FROM PROPOSED 3% ROOM TAX WITH 13% CAP FOR FY 2010

	FY 2010 Implied Tax Collections from 3% Tax based on Actual 3/8 of 1% Tax Collections	Percent of Implied Tax Collections	FY 2010 Actual Tax Collections from 3% Tax on Taxable Room Revenues with 13% Cap	Percent of Actual Tax Collections	Difference
Clark County	90,281,561	85.75%	89,256,439	91.35%	(1,025,122)
Boulder City	38,293	0.04%	37,097	0.04%	(1,197)
Henderson	1,955,602	1.86%	1,954,121	2.00%	(1,481)
Las Vegas	4,759,506	4.52%	4,167,465	4.27%	(592,042)
Mesquite	547,733	0.52%	547,733	0.56%	0
North Las Vegas	448,071	0.43%	448,070	0.46%	(0)
Total - Clark County	**98,030,767**	**93.11%**	**96,410,925**	**98.67%**	**(1,619,842)**
Washoe County	**7,251,353**	**6.89%**	**1,299,300**	**1.33%**	**(5,952,054)**
TOTAL	**105,282,120**	**100.00%**	**97,710,225**	**100.00%**	**(7,571,895)**
Sum of Clark County, Henderson, Las Vegas, and North Las Vegas	97,444,741		95,826,096		(1,618,645)

FORECAST OF ROOM TAX COLLECTIONS FROM PROPOSED 3% ROOM TAX WITH 13% CAP FOR FY 2011

	FY 2011 Estimated Tax Collections from 3% Tax on All Taxable Room Revenues	Percent of Estimated Tax Collections	FY 2011 Estimated Tax Collections from 3% Tax on Taxable Room Revenues with 13% Cap	Percent of Estimated Tax Collections	Difference	Percent Change Year Ago
Clark County	94,908,000	86.27%	94,908,000	91.84%	-	6.3%
Boulder City	38,000	0.03%	38,000	0.04%	-	2.4%
Henderson	1,939,000	1.76%	1,939,000	1.88%	-	-0.8%
Las Vegas	4,694,000	4.27%	4,112,000	3.98%	(582,000)	-1.3%
Mesquite	512,000	0.47%	512,000	0.50%	-	-6.5%
North Las Vegas	510,000	0.46%	510,000	0.49%	-	13.8%
Total - Clark County	**102,601,000**	**93.26%**	**102,019,000**	**98.72%**	**(582,000)**	**5.8%**
Washoe County	**7,413,000**	**6.74%**	**1,327,000**	**1.28%**	**(6,086,000)**	**2.1%**
TOTAL	**110,014,000**	**100.00%**	**103,346,000**	**100.00%**	**(6,668,000)**	**5.8%**
Sum of Clark County, Henderson, Las Vegas, and North Las Vegas	102,051,000		101,469,000		(582,000)	

NOTES:

1.) Only 2% additional room tax rate can be imposed in City of Las Vegas for facilities with 75 rooms or more as current total combined room tax rate is 11%. The tax revenue generated under the 13% cap rule is assumed to be 87.6% of the amount generated from the full 3% rate based on the average actual ratio from FY 2010.

2.) Only 1% additional room tax rate can be imposed in Washoe County (unicorporated area) and Reno (excluding Downtown Area) as current total combined room tax rate is 12%. No additional room tax rate can be imposed in Sparks and Reno Downtown as current total combined room tax rate is 13.5%. Based on actual information from FY 2010, the tax revenue generated under the 13% cap rule is assumed to be 17.9% of the amount generated from the full 3% rate.

TABLE 2

LAS VEGAS VISITOR FORECAST AND ROOM TAX FORECAST FOR FY 2011

Fiscal Year	Las Vegas Visitors[2,3]	% Change	Room Nights Occupied	% Change	Average Number of Rooms per Fiscal Year	% Change	Occupancy Percentage[4,5]	% Change	Average Daily Room Rate[6,7]	% Change	State 3/8 of 1% Room Tax Collections[1]	% Change	Room Tax Collections from Up to 3% Rate	% Change
FY 1990	19,333,843		20,778,939		66,601		85.54%							
FY 1991	21,096,460	9.1%	22,220,698	6.9%	74,757	12.2%	81.45%	-4.1%						
FY 1992	21,666,304	2.7%	22,992,069	3.5%	77,012	3.0%	81.62%	0.2%						
FY 1993	22,464,355	3.7%	23,741,783	3.3%	75,824	-1.5%	85.77%	4.2%						
FY 1994	26,297,358	17.1%	26,907,170	13.3%	82,887	9.3%	89.67%	3.9%						
FY 1995	28,581,702	8.7%	28,407,453	5.6%	88,318	6.6%	88.20%	-1.5%						
FY 1996	29,224,601	2.2%	29,602,041	4.2%	90,302	2.2%	89.56%	1.4%						
FY 1997	30,266,442	3.6%	31,742,616	7.2%	98,561	9.1%	88.64%	-0.9%						
FY 1998	30,250,609	-0.1%	32,712,622	3.1%	105,095	6.6%	85.31%	-3.3%						
FY 1999	32,049,240	5.9%	35,075,940	7.2%	110,332	5.0%	87.19%	1.9%						
FY 2000	35,176,393	9.8%	38,945,333	11.0%	120,170	8.9%	88.60%	1.4%						
FY 2001	36,068,291	2.5%	39,907,902	2.5%	123,793	3.0%	88.33%	-0.3%			$10,539,658			
FY 2002	34,597,944	-4.1%	38,245,466	-4.2%	126,054	1.8%	83.11%	-5.2%	$72.71		$9,631,229	-8.6%		
FY 2003	35,013,938	1.2%	38,965,761	1.9%	127,183	0.9%	83.93%	0.8%	$79.71		$10,217,196	6.1%		
FY 2004	36,681,451	4.8%	41,124,045	5.5%	129,207	1.6%	86.98%	3.0%	$86.50	8.5%	$11,933,710	16.8%		
FY 2005	37,896,763	3.3%	42,944,779	4.4%	130,803	1.2%	89.15%	2.2%	$95.81	10.8%	$13,900,419	16.5%		
FY 2006	38,649,698	2.0%	43,299,496	0.8%	132,869	1.6%	89.18%	0.0%	$111.90	16.8%	$15,465,542	11.3%		
FY 2007	39,151,880	1.3%	43,741,037	1.0%	133,101	0.2%	90.03%	0.8%	$127.85	14.2%	$16,701,022	8.0%		
FY 2008	39,100,988	-0.1%	43,970,929	0.5%	134,639	1.2%	89.38%	-0.7%	$127.63	-0.2%	$17,023,872	1.9%		
FY 2009	36,148,453	-7.6%	42,047,684	-4.4%	139,439	3.6%	82.70%	-6.7%	$101.61	-20.4%	$13,240,739	-22.2%		
FY 2010	36,701,986	1.5%	42,419,119	0.9%	145,740	4.5%	80.25%	-2.4%	$93.33	-8.2%	$12,251,122	-7.5%	$95,826,096	
FY 2011	**37,516,000**	**2.2%**	**43,470,000**	**2.5%**	**148,979**	**2.2%**	**80.01%**	**-0.2%**	**$94.71**	**1.5%**	**$12,756,000**	**4.1%**	**$101,469,000**	**5.9%**

NOTES:

[1] The room tax collection numbers reported for the State 3/8 of 1% Room Tax Collections column represent collections for Clark County (Business License Division), Henderson, Las Vegas, and North Las Vegas. The Clark County collection numbers include Laughlin.

[2] Las Vegas Visitor volume has increased by 4.7% in July 2010; 3.5% in August 2010; and is up 4.1% for July and August 2010 combined compared to July and August 2009.

[3] Las Vegas Visitor Volume has to increase by an average of 1.8% over the remaining ten months of FY 2011 to achieve the forecast growth of 2.2%. The required average growth on 1.8% is compared to an average of 2.4% over the last ten months of FY 2010.

[4] The average occupancy rate for July and August 2010 of FY 2011 combined is 83.0%, compared to 82.8% for July and August 2009 combined of FY 2010.

[5] Over the last ten months of FY 2011, the occupancy rate is estimated to average 79.4% compared to an average of 79.7% over the last ten months of FY 2009.

[6] The average daily room rate has averaged $88.89 over July and August 2010 of FY 2011, compared to an average of $85.13 over July and August 2009 of FY 2010.

[7] The average daily room rate is projected to average $95.88 over the remaining ten months of FY 2011. This is compared to an actual average daily room rate over the last tne ten months of FY 2010 of $94.97.

CHART 1 - ROOM TAX
Las Vegas Occupancy Rate
Actual: 1999Q1 - 2010Q2   Forecast: 2010Q3 - 2011Q2

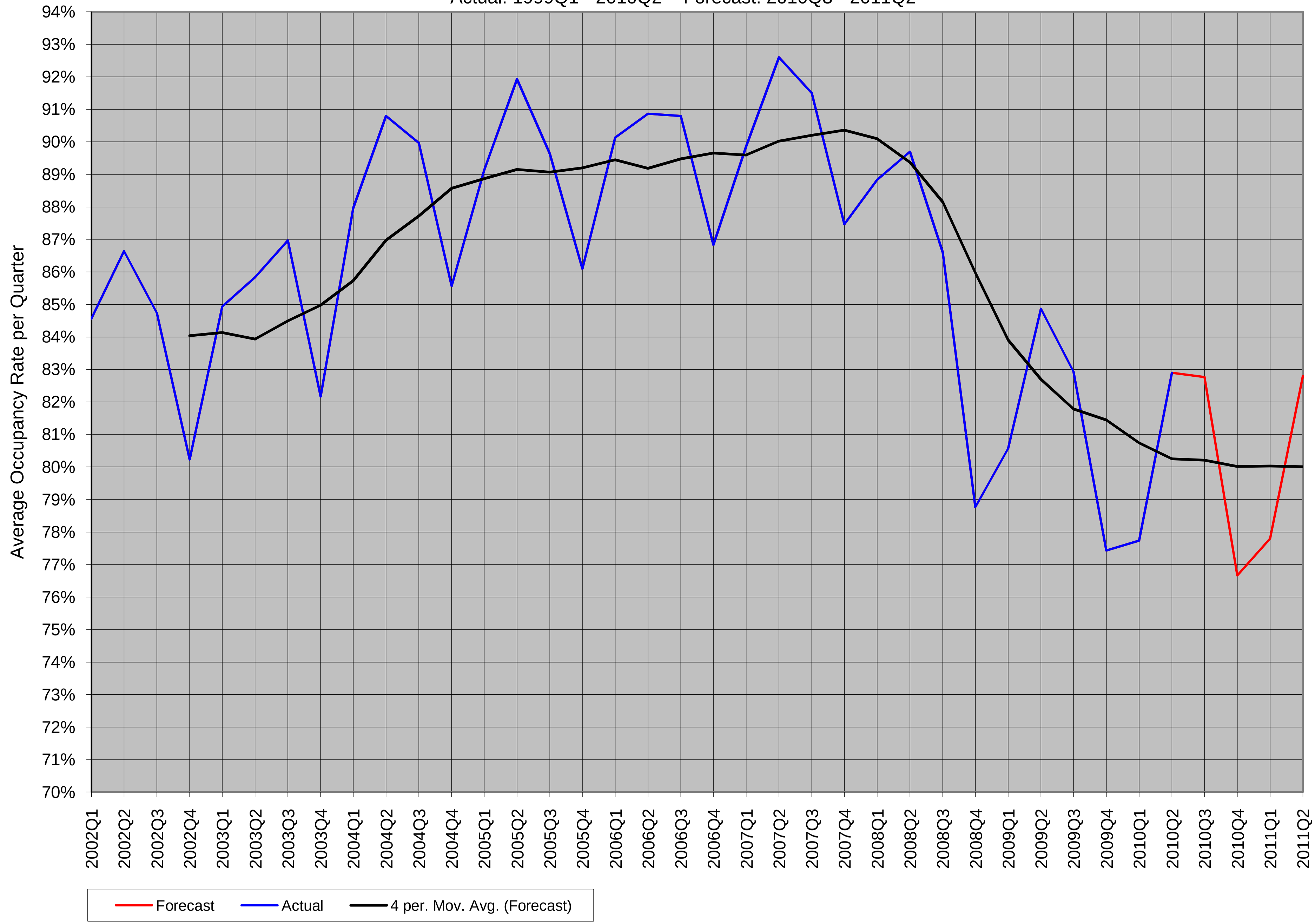


CHART 2 - ROOM TAX
Las Vegas Average Daily Room Rate
Actual: 2002Q1 - 2010Q2   Forecast: 2010Q3 - 2011Q2