

TABLE 2

CURRENT TAXES AND FEES IMPOSED OR AUTHORIZED AS STATE AND LOCAL REVENUE SOURCES

TAX/FEE	CURRENT NRS IMPOSING/ AUTHORIZING TAX/FEE FOR STATE AND/OR LOCAL GOVERNMENT	CURRENT STATE AND/OR LOCAL GOVERNMENT TAX RATE/FEE	CURRENT DISTRIBUTION FOR STATE AND/OR LOCAL GOVERNMENT	DESCRIPTION TRANSPORTATION TRANSPORTATION FUNDING PROPOSAL
Governmental Services Fee on the Short-term Rental of a Vehicle	NRS 482.313; NRS 244A.810; NRS 244A.860	6% - State GST; 4% - Recovery Surcharge Fee; 2% Local Option in Clark County and Washoe County	State GST - State General Fund; Recovery Surcharge Fee: 1% - State Highway Fund and 3% - Retained by lessor to cover vehicle licensing fees and taxes; 2% Local Option: Clark County - performing arts center, Washoe County - minor league baseball stadium	1. Impose an additional tax rate on short-term car rentals with proceeds dedicated to the State Highway Fund. 2. Allocate additional portion of the Recovery Surcharge Fee retained by lessor to the State Highway Fund.
Gaming Percentage Fee Tax	NRS 463.370	Three tiered schedule imposed on monthly gross gaming revenues generated by nonrestricted locations: 3.5% of revenue up to \$50,000; 4.5% on revenues in excess of \$50,000 up to \$134,000; 6.75% on revenues in excess of \$134,000	State General Fund: A portion of the tax from licensees who conduct off-track pari-mutuel wagering is distributed to counties with population under 100,000 who conduct on-track pari-mutuel wagering.	Impose an additional tax rate on gaming revenue generated by nonrestricted gaming locations with proceeds dedicated to State Highway Fund.
Sales Tax	NRS 372; NRS 374; NRS 377; NRS 377A; NRS 377B	State - 2%; LSST - 2.25%; BCCRT - 0.5%; SCCRT - 1.75%; Local Option - See Note Below	State 2% - General Fund; LSST - School Districts; BCCRT - County of Origin; SCCRT - Statutory Formula; LOPT - County	Impose an additional sales and use tax on taxable sales dedicated to the State Highway Fund.
Insurance Premium Tax	NRS 680B.027, NRS 680B.0353	All insurers, except for Risk Retention Groups - 3.5% of net premiums. Risk Retention Groups - 2% of net premiums.	State General Fund	Increase tax rate on net premiums with proceeds dedicated to State Highway Fund.

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Modified Business Tax	NRS 363A (Financial Institutions); NRS 363B (General Business)	Financial Institutions - 2%; General Business - 0.63% [Tax Base is quarterly wages less allowable health care expenses]	State General Fund	Impose an additional tax on employer's quarterly wages paid to employees less allowable health care expenses with proceeds dedicated to the State Highway Fund.
Real Property Transfer Tax	NRS 375.020; NRS 375.023; NRS 375.026; Chapter 491 (Statutes of Nevada 1991)	Per \$500 of Value: State - \$1.30; County - \$0.65; Clark County School District - \$0.60 Certain Counties - \$0.10 (Chapter 491)	State \$1.30 - General Fund; County \$0.65 - \$0.10 to State Low-Income Housing Account and \$0.55 to County; Clark County School District \$0.60 - Capital Construction Fund County \$0.10 (Chapter 491) - County	Impose an additional tax rate per \$500 of value for property transfers statewide or in specified counties that require the tax to be remitted under NRS Chapter 375 with proceeds dedicated to the State Highway Fund.
Liquor Tax	NRS 369.330	Over 22% alcohol - \$3.60/gallon; 14 to 22% alcohol - \$1.30/gallon; Up to 14 percent alcohol - 70 cents/gallon; Malt beverages (e.g. beer) - 16 cents/gallon	State General Fund (all tax rates except for 65 cents of over 22% alcohol); 15 cents of over 22% alcohol to State Liquor Tax Program Account; 50 cents of over 22% alcohol to local governments (CTX)	Increase liquor tax rate on selected types of liquor or all types with proceeds dedicated to the State Highway Fund.
Live Entertainment Tax	NRS 368A.200	If maximum occupancy is between 200 and 7,499: 10% of all amounts paid for admission, food, refreshments and merchandise; If maximum occupancy is 7,500 or more: 5% of admission only	State General Fund	1. Impose an additional tax rate on live entertainment with proceeds dedicated to State Highway Fund. 2. Impose an additional tax rate on live entertainment provided in establishment with occupancy of 7,500 or more with proceeds dedicated to the State Highway Fund.

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Cigarette Tax	NRS 370.350	40 mills per cigarette (80 cents per pack of 20)	70 cents - State General Fund; 10 cents - local governments (CTX)	Increase cigarette tax rate with proceeds dedicated to the State Highway Fund.
Net Proceeds of Minerals Tax	Article 10, Nevada Constitution, NRS 362.140	Between 2 and 5 percent of total net proceeds, depending upon the ad valorem property tax rate in the jurisdiction, the ratio of net proceeds to gross proceeds, and the total value of the net proceeds. (See Note Below)	Local governments; school districts; and State Bond Interest and Redemption Fund - Proceeds derived from the applicable property tax rate where the mine is located (up to 3.66 percent). State General Fund - Any additional proceeds above the local portion.	Reallocate all or a percentage of the General Fund portion of tax to the State Highway Fund. Article 10, Section 5 of the Nevada Constitution prohibits the minerals tax from exceeding 5 percent of net proceeds.
Property Tax	NRS 361	Current maximum tax rate that may be imposed in a tax district is \$3.66 per \$100 of assessed value [Statutory \$3.64 cap (NRS 351.453) plus 2 cent debt rate outside \$3.64 cap (SB 507 2003 Session)]	State Debt; County operating and debt; city operating and debt; school district operating and debt; legislative programs; special districts	Impose an additional levy per \$100 of assessed value of real property statewide or a specific county dedicated to State Highway Fund. County specific levy could be dedicated for use in county in which it is imposed.

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Room Tax	NRS 244.3352; NRS 268.096; NRS 244.3351; Various Special Acts	State Rate: 2% - Clark County, 1% - All Other Counties Local Rate: Varies depending on specific city/county rates imposed	State Rate: Nevada Commission on Tourism - 3/8 of 1%, Local fair and recreation board - 5/8 of 1%, Clark County School District Fund for capital projects - 1 5/8% of 2% Local distribution or use depends on the purpose for which the room tax is imposed.	Impose an additional tax on the gross receipts from the rental of transient lodging statewide or in specific counties with the proceeds dedicated to the State Highway Fund in general or for use in county where room tax is imposed.
Government Services Tax	NRS 371.040; NRS 371.045	4 cents per \$1 of valuation (basic rate); optional 1 cent per \$1 of valuation authorized for counties (supplemental rate)	Basic GST (4 cents) distributed to school districts and local governments; Supplemental GST (1 cent) remains in county where imposed	The rate of taxation on motor vehicles shall not exceed 5 cents per dollar of assessed value pursuant to subsection 5 of section 1 of Article 10 of the Nevada Constitution. NRS 371.040 imposes the statewide 4-cent basic GST. NRS 371.045 authorizes the county to impose optional GST of not more than 1-cent for projects related to public works construction and maintenance projects. The legislature has imposed or authorized the imposition of the full 5-cent levy allowed under Article 10 of the Constitution.

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Gas Tax	NRS 365.175, 365.180, 365.190, 365.192; NRS 373.030; NRS	Mandatory State Rate - 23.0 cents (State Share - 17.65 cents, City/County Share - 5.35 cents); Local Rate - 1 cent; County Option (RTC Gas Tax) - Maximum of 9 cents [Counties with population less than 400,000 may index rate to inflation with voter approval]	State Share (17.65 cents) - State Highway Fund; City/County Share (5.35 cents) - Proceeds from 3.6 cents distributed based on population/mileage formula, Proceeds from 1.75 cents distributed based on assessed valuation formula; Local 1-cent rate - Proceeds distributed based on population formula; County Option Rate - County	1. Increase state gas tax. 2. Index current state mandatory gas tax to inflation. Index only state share (17.65 cents) and/or the city/county share (5.35 cents). 3. Grant authority under NRS 373.065 to Clark County to index the current 9 cent rate to inflation with voter approval.
Special Fuels Tax	NRS 366.190	Diesel - 27 cents; LPG - 22 cents; CNG - 21 cents; Water-phased hydrocarbon fuel - 19 cents	State Highway Fund	1. Increase special fuels tax rates. 2. Index current state special fuels tax rates to inflation.
Jet Fuel Tax	NRS 365.170, 365.203	State - 1 cent; City Option - 4 cents by a city in a county whose population is less than 100,000; County Option - 4 cents except at an airport where city option tax is imposed	Allocated to the local government entity that owns the airport	Impose an additional levy on jet fuel but there may be issues regarding the use of the proceeds to transportation projects.

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Tire Tax	NRS 444A.090	\$1 per new tire imposed on retail sales.	Solid Waste Management Account: Allocated to Dept. of Conservation and Natural Resources, Clark County District Board of Health, and Washoe County District Board of Health to be used for solid waste management	Impose an additional fee per new tire with the proceeds dedicated to the State Highway Fund.
Registration Fees on Trucks	NRS 482.482	Varies depending on weight and/or size (See note below)	State Highway Fund	Impose an additional fee for registration of trucks with the proceeds dedicated to the State Highway Fund..
Smog Certificate Fee	NRS 445B.830	\$6 per certificate	Pollution Control Account	Impose an additional fee to obtain a smog certificate with the proceeds dedicated to the State Highway Fund.
Motor Vehicle Registration Fee	NRS 482.480	\$33 for motor vehicles; \$33 plus \$6 for motorcycles; \$27 for travel trailers	State Highway Fund; Program for the Education of Motorcycle Riders - \$6 on motorcycles	Impose an additional fee for registration of motor vehicles with the proceeds dedicated to the State Highway Fund.
Residential Construction Impact Fee	NRS 278.4983, NRS 278.710, NRS 387.331	Varies depending on purpose	Park construction and maintenance; transportation improvements; school construction	Impose an additional fee on the construction of residential dwelling units dedicated to the State Highway Fund.

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Taxicab Trip Fee	NRS 706.8826	Maximum of 20 cents per trip	Proceeds are used by the Taxicab Authority to defray costs of regulating taxicabs in Clark County and provided funding to the Aging Services Division to subsidize transportation in taxicabs for elderly persons and persons with disabilities.	Impose an additional per trip fee on taxicabs with the proceeds dedicated to the State Highway Fund.
Traffic and Parking Citations	NRS 484	Fee/fine depends upon the violation	Distribution of proceeds from fees/fines depends upon the jurisdiction where the violation occurred.	Impose an additional fee/fine on traffic citations in Chapter 484 with the proceeds dedicated to the State Highway Fund.
Slot Tax	NRS 463.373; 463.375; 463.385	Quarterly Slot Fees: Restricted Licenses - \$81 per machine per quarter for 1 to 5 machines and \$405 plus \$141 for each machine in excess of 5 up to 15 per quarter; Non Restricted Licenses - \$20 per quarter per machine; Annual Fees: Both restricted and nonrestricted licenses pay \$250 per machine	Quarterly Fees - Restricted/Nonrestricted: State General Fund except for allocation of \$2/machine/quarter made to the Account to Support Programs for the Prevention and Treatment of Problem Gaming; Annual Fees: Capital Construction Fund for Higher Education (\$5,000,000), Special Capital Construction Fund (20%), Distributive School Account (Remainder)	Impose an additional fee per slot machine with the proceeds dedicated to the State Highway Fund. Additional fee may be imposed quarterly or annually and on either restricted or nonrestricted machines or both.

NOTES FOR TABLE 2

SALES TAX

STATE MANDATORY RATES: State 2% (NRS 372), LSST = Local School Support Tax - 2.25% (NRS 374); BCCRT = Basic City/County Relief Tax - 0.5% (NRS 377); SCCRT = Supplemental City/County Relief Tax - 1.75% (NRS 377)

Ten of Nevada's 17 counties impose at least one optional sales tax rate. The counties that impose these rates, and the uses for the optional rates, are listed below.

Carson City - Open Space (0.25%), Road Repair (0.25%), V&T Railroad (0.125%) - TOTAL RATE 7.125%

Churchill - Local Government Tax Act of 1991 (0.25%), Road Repair (0.25%), Infrastructure Improvements (0.25%) - TOTAL RATE 7.25%

Clark - Flood Control (0.25%), Mass Transit/Air Quality (0.50%), Southern Nevada Water Authority (0.25%), County Police Support (0.25%) - TOTAL RATE 7.75%

Douglas - Tax Ordinance (0.25%) - TOTAL RATE 6.75%

Lander - Water Treatment (0.25%) - TOTAL RATE 6.75%

Lincoln - Road Repair (0.25%) - TOTAL RATE 6.75%

Nye - Road Repair (0.25%) - TOTAL RATE 6.75%*

Storey - V&T Railroad (0.25%), Tourism (0.25%), School/Public Utilities (0.25%) - Total Rate 7.25%

Washoe - Flood Control/Public Safety (0.125%), Mass Transit (0.375%), Local Government Tax Act of 1991 (0.25%), ReTRAC Project (0.125%) - TOTAL RATE 7.375%

White Pine - Road Repair (0.25%), School Capital Improvements (0.125%), Severe Financial Emergency (0.25%), Public Safety/Judicial (0.25%) - TOTAL RATE 7.375%

* Nye County received authorization under Senate Bill 461 of the 2007 Session to enact an ordinance that would increase its sales and use tax by up to 0.50 percent for the purpose of equipping firefighters, sheriffs, and other public safety personnel within the county, effective October 1, 2007. As of February 15, 2008, Nye County has not yet adopted an ordinance for this purpose.

NET PROCEEDS OF MINERALS

NRS 362.140 generally defines the tax rate on the net proceeds of minerals by using the following table, based on the ratio of net proceeds to gross proceeds:

Ratio of Net Proceeds to Gross Proceeds	Tax Rate as a Percentage of Net Proceeds
Less than 10 percent	2.0
10 or more, but less than 18%	2.5
18 or more, but less than 26%	3.0
26 or more, but less than 34%	3.5
34 or more, but less than 42%	4.0
42 or more, but less than 50%	4.5
50 percent or more	5.0

The following are exceptions to the above table, as provided in NRS 362.140:

- 1) If the property tax rate at the situs of the operation exceeds 2 percent, then the minimum rate that may be imposed is the ad valorem rate in that district.
- 2) The tax upon royalties is 5 percent.
- 3) The tax upon the net proceeds of a geothermal operation is imposed at the ad valorem rate for the district where the operation is located.
- 4) If the total net proceeds for a calendar year exceeds \$4 million, the operation is taxed at the 5 percent rate.

RESIDENTIAL CONSTRUCTION IMPACT FEES

Current statute authorizes three different fees upon the construction of residential structures in Nevada. These are as follows:

NRS 278.4983 allows a county or city to impose, by ordinance, a tax equal to 1 percent of the value of the building permit (not to exceed \$1,000) on each permit for a residential structure within that jurisdiction. The proceeds must go to the construction of parks within that jurisdiction.

NRS 278.710 allows a county to impose, by ordinance, a tax on each permit for a residential structure within that jurisdiction for road construction and maintenance, provided that a question on the tax is placed on a general election ballot and approved by a majority of voters within that county. The tax may not exceed a maximum that is established within statute -- currently, the maximum that may be imposed per residential structure is \$700.

NRS 387.331 allows the imposition, in school districts where the population is less than 50,000, a residential construction tax of up to \$1,600 per unit, with the proceeds required to go to the capital construction fund of that county's school district. This fee must be paid on each house, mobile home lot, or unit in an apartment building constructed within a county that has imposed this tax.

NOTES FOR TABLE 2

REGISTRATION FEES ON TRUCKS

Registration Fees: \$33 - if less than 6,000 lbs; \$38 - 6,000 to 8,499 lbs; \$48 - 8,500 to 10,000 lbs; \$12/1,000 lbs - 10,001 to 26,000 lbs; \$17/1,000 lbs - 26,001 to 80,000 lbs up to maximum fee of \$1,360

Permit Fees: \$60/1,000 lbs - reducible-load units between 80,000 and 129,000 pounds; \$10 - overlength vehicles (over 70 feet) hauling reducible loads less than 80,000 lbs; \$60 - non-reducible loads carried on over legal-size or weight vehicles.

TABLE 3**ADDITIONAL TAX/FEE PROPOSALS FOR CONSIDERATION TO FUND TRANSPORTATION PROJECTS**

TAX/FEE	CURRENT NRS IMPOSING/ AUTHORIZING TAX/FEE		PROPOSED DISTRIBUTION OF REVENUES	DESCRIPTION OF TRANSPORTATION FUNDING PROPOSAL
Pipeline Fuel Tax	Not Applicable		State Highway Fund	Levy a tax in cents per gallon brought into Nevada through the gas pipeline.
Nevada Transportation Authority	NRS 706.465 - Charter Limousines \$100/vehicle; NRS 706.471 - Taxicabs \$75/vehicle; NRS 706.451 - Tow Cars \$36/vehicle; NRS 706.749 - Employer Van Pools \$10/vehicle; NRS 712.050 Warehouse Permits \$50/permit		State Highway Fund	Impose a fee to include household movers. Increase existing fees for those vehicles under the authority of the NTA.
Accident Fee	NRS 484.803		State Highway Fund	Impose an administrative fee to the person at fault in a traffic accident

For discussion purposes ONLY, all proposals are subject to review by the Legal Division of the Legislative Counsel Bureau.