

FY 2012 General Fund Revenue Status Report – September 2012 Update
Actual Collections Compared to the Economic Forum May 2, 2011 Forecast
Final Actual Collections for FY 2012

At the December 13, 2011, meeting, the Economic Forum directed staff to establish a monthly schedule to update the tables that were presented displaying the status of actual fiscal year-to-date collections compared to the Economic Forum's May 2011 forecast for the State General Fund revenue sources. These tables provide information for the six major General Fund revenue sources, nine of the selected non-major revenue sources, and an All Other General Fund revenue category. Attached to this report are two tables originally presented at the December 13, 2011, meeting, which have been updated by the Fiscal Analysis Division, based on **final actual** General Fund revenue collection information for FY 2012 available in the State Controller's Data Warehouse of Nevada (DAWN) system from September 24, 2012.

Fiscal Year 2012 Actual Collections Compared to the Economic Forum May 2011 Forecast: Updated based on Final Revenue Collection Information from the State Controller's Data Warehouse of Nevada (DAWN) system on September 24, 2012

Based on the information presented in Table 2 displaying **final actual revenue collections for FY 2012**, actual total General Fund revenue collections for FY 2012 of \$3,081.7 million were **\$98.8 million or 3.3 percent above** the total General Fund revenue forecast of \$2,982.9 million based on the Economic Forum's May 2, 2011, forecast adjusted for measures approved by the 2011 Legislature. The following provides the information based on this September 2012 update for the six major General Fund revenue sources:

State 2% Sales Tax: Actual fiscal year collections of \$842.9 million through 12 months of FY 2012 were **\$40.9 million or 5.1 percent above** the forecast of \$802.0 million.

Gaming Percentage Fees Tax: Actual fiscal year collections of \$653.7 million through 12 months of FY 2012 were **\$11.7 million or 1.8 percent below** the forecast of \$665.4 million.

Insurance Premium Tax: Actual fiscal year collections of \$236.8 million through the fourth quarter were **\$3.1 million or 1.3 percent below** the forecast of \$239.9 million.

Modified Business Tax (Non-Financial and Financial Combined): Actual fiscal year collections of \$369.6 million through the fourth quarter were **\$14.6 million or 4.1 percent above** the forecast of \$355.0 million.

Live Entertainment Tax (Gaming): Actual fiscal year collections of \$125.3 million through 12 months were **\$7.8 million or 6.6 percent above** the forecast of \$117.5 million.

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Real Property Transfer Tax: Actual fiscal year collections of \$48.4 million through the fourth quarter were **\$2.0 million or 3.9 percent below** the forecast of \$50.4 million.

The actual fiscal year collections for these six major General Fund revenue sources of \$2,276.8 million were **\$46.5 million or 2.1 percent above** the forecast for these six revenue sources of \$2,230.3 million.

Actual fiscal year collections for the nine selected non-major General Fund revenues, as shown in Table 2, of \$406.4 million were **\$2.6 million or 0.6 percent below** the forecast for these nine revenue sources of \$409.0 million.

Actual fiscal year collections for All Other General Fund revenue sources, as shown in Table 2, of \$398.5 million were **\$54.9 million or 16.0 percent above** the forecast of \$343.6 million.

<p>A table is being prepared that will provide a comparison of the final actual fiscal year collections for each individual General Fund revenue source compared to its forecast for FY 2012, based on the Economic Forum May 2011 forecast adjusted for measures approved by the 2011 Legislature. The table will be distributed via email and placed on the Economic Forum's page on the Legislative Counsel Bureau's website when finished.</p>
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TABLE 1

State General Fund Revenues: FY 2011 Actual and FY 2012 Forecast

FY 2012 Forecast is Economic Forum (EF) May 2, 2011 Forecast Adjusted for Measures Approved by the 2011 Legislature (76th Session) and Court Decisions

Revenue Source	FY 2011 Actual			FY 2012 Forecast			Percent of Total General Fund	
	Fiscal Year Actual	FY Actual % Change	EF May 2011 FY Forecast % Change	Fiscal Year Forecast	EF May 2011 FY Forecast % Change	FY Forecast % Change Based on FY 2011 Actual	FY 2011 Actual Percent of Total General Fund	FY 2012 Forecast Percent of Total General Fund
Major General Fund Revenues								
Sales and Use Tax	\$795,575,210	5.3%	3.9%	\$802,072,000	2.2%	0.8%	25.1%	26.9%
Percentage Fees Tax	\$652,206,230	3.4%	2.8%	\$665,420,000	2.7%	2.0%	20.5%	22.3%
Insurance Premium Tax [15.]	\$234,830,927	0.4%	0.7%	\$239,900,000	1.8%	2.2%	7.4%	8.0%
Total Modified Business Tax (MBT)	\$381,900,657	-0.8%	-1.7%	\$355,017,497	-6.2%	-7.0%	12.0%	11.9%
MBT-Nonfinancial [1.]	\$361,355,326	-0.6%	-1.4%	\$335,217,497	-6.5%	-7.2%	11.4%	11.2%
MBT-Financial	\$20,545,331	-5.3%	-6.9%	\$19,800,000	-2.0%	-3.6%	0.6%	0.7%
Live Entertainment Tax (Gaming)	\$118,538,335	9.5%	5.2%	\$117,526,000	3.2%	-0.9%	3.7%	3.9%
Real Property Transfer Tax	\$51,552,368	-3.3%	-5.3%	\$50,360,000	-0.3%	-2.3%	1.6%	1.7%
Room Tax [2.]	\$112,567,350	15.3%	11.1%	N/A	N/A	N/A	3.5%	N/A
Total: Major General Fund Revenues	\$2,347,171,077	3.7%	2.5%	\$2,230,295,497	-3.9%	-5.0%	73.9%	74.8%
Select Non-Major General Fund Revenues								
Live Entertainment Tax (Non-Gaming)	\$12,099,287	5.4%	2.7%	\$10,909,000	-7.4%	-9.8%	0.4%	0.4%
Cigarette Tax	\$85,961,100	-2.9%	-3.9%	\$83,769,000	-1.6%	-2.6%	2.7%	2.8%
Governmental Services Tax [3.]	\$61,537,648	19.9%	18.5%	\$60,951,000	0.2%	-1.0%	1.9%	2.0%
Business License Fee [4.][5.]	\$54,466,138	29.9%	30.6%	\$59,898,000	9.4%	10.0%	1.7%	2.0%
Liquor Tax	\$39,483,406	2.8%	1.9%	\$39,447,000	0.8%	-0.1%	1.2%	1.3%
Other Tobacco Tax	\$10,039,228	4.8%	4.7%	\$10,156,000	1.3%	1.2%	0.3%	0.3%
SOS Commercial Filings [6.]	\$73,564,690	7.1%	8.0%	\$75,672,000	2.0%	2.9%	2.3%	2.5%
SOS Securities [7.]	\$24,041,627	18.1%	19.3%	\$24,171,000	-0.4%	0.5%	0.8%	0.8%
Short-Term Car Rental Tax [8.]	\$38,600,630	15.0%	15.6%	\$44,022,222	13.5%	14.0%	1.2%	1.5%
Total: Select Non-Major General Fund Revenues	\$399,793,754	9.9%	9.6%	\$408,995,222	2.5%	2.3%	12.6%	13.7%
All Other Revenue								
All Other Revenue - FY 2011 & FY 2012 [9.][10.][11.]	\$352,566,544	-7.0%	-9.6%	\$314,735,205	-8.1%	-10.7%	11.1%	10.6%
All Other Revenue - FY 2011 Only [9.][12.]	\$75,894,783	N/A	N/A	\$0	N/A	N/A	2.4%	N/A
All Other Revenue - FY 2012 Only [10.][13.]	N/A	N/A	N/A	\$28,899,191	N/A	N/A	N/A	1.0%
Total: All Other Revenue	\$428,461,327	13.1%	10.4%	\$343,634,396	-17.9%	-19.8%	13.5%	11.5%
Total General Fund Revenues [14.]	\$3,175,426,158	5.6%	4.3%	\$2,982,925,115	-4.9%	-6.1%	100.0%	100.0%

TABLE 2
State General Fund Revenues: FY 2012 - Actual Compared to Forecast

Revenue Source (Number Periods Reported Fiscal YTD)	FY 2011 Actual			FY 2012 Actual			FY 2012 Forecast				
	Fiscal Year Actual	Fiscal Year Actual % Change	Fiscal YTD as a % of Fiscal Year Actual Total*	Fiscal Year Actual	Fiscal Year Actual % Change	Fiscal Year as a % of Fiscal Year Forecast Total*	Fiscal Year Forecast	Fiscal Year Forecast % Change	Fiscal YTD as a % of Fiscal Year Forecast Total*	Dollar Difference: Actual less Forecast	Percent Difference Relative to Forecast
Major General Fund Revenues											
Sales and Use Tax (12 Months)	\$795,575,210	5.3%	100.0%	\$842,941,556	6.0%	105.1%	\$802,072,000	0.8%	100.0%	\$40,869,556	5.1%
Percentage Fees Tax (12 Months)	\$652,206,230	3.4%	100.0%	\$653,672,645	0.2%	98.2%	\$665,420,000	2.0%	100.0%	-\$11,747,355	-1.8%
Insurance Premium Tax (4th Quarter) [15.]	\$234,830,927	0.4%	100.0%	\$236,787,376	0.8%	98.7%	\$239,900,000	2.2%	100.0%	-\$3,112,624	-1.3%
Total Modified Business Tax (MBT) (4th Quarter)	\$381,900,657	-0.8%	100.0%	\$369,660,633	-3.2%	104.1%	\$355,017,497	-7.0%	100.0%	\$14,643,136	4.1%
MBT-Nonfinancial (4th Quarter) [1.]	\$361,355,326	-0.6%	100.0%	\$348,943,337	-3.4%	104.1%	\$335,217,497	-7.2%	100.0%	\$13,725,840	4.1%
MBT-Financial (4th Quarter)	\$20,545,331	-5.3%	100.0%	\$20,717,296	0.8%	104.6%	\$19,800,000	-3.6%	100.0%	\$917,296	4.6%
Live Entertainment Tax (Gaming) (12 Months)	\$118,538,335	9.5%	100.0%	\$125,337,855	5.7%	106.6%	\$117,526,000	-0.9%	100.0%	\$7,811,855	6.6%
Real Property Transfer Tax (4th Quarter)	\$51,552,368	-3.3%	100.0%	\$48,373,678	-6.2%	96.1%	\$50,360,000	-2.3%	100.0%	-\$1,986,322	-3.9%
Room Tax (12 Months) [2.]	\$112,567,350	15.3%	100.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total: Major General Fund Revenues	\$2,347,171,077	3.7%	100.0%	\$2,276,773,743	-3.0%	102.1%	\$2,230,295,497	-5.0%	100.0%	\$46,478,246	2.1%
Select Non-Major General Fund Revenues											
Live Entertainment Tax (Non-Gaming) (12 Months)	\$12,099,287	5.4%	100.0%	\$11,644,191	-3.8%	106.7%	\$10,909,000	-9.8%	100.0%	\$735,191	6.7%
Cigarette Tax (12 Months)	\$85,961,100	-2.9%	100.0%	\$82,974,853	-3.5%	99.1%	\$83,769,000	-2.6%	100.0%	-\$794,147	-0.9%
Governmental Services Tax (12 Months) [3.]	\$61,537,648	19.9%	100.0%	\$62,358,153	1.3%	102.3%	\$60,951,000	-1.0%	100.0%	\$1,407,153	2.3%
Business License Fee (12 Months) [4.][5.]	\$54,466,138	29.9%	100.0%	\$64,790,426	19.0%	108.2%	\$59,898,000	10.0%	100.0%	\$4,892,426	8.2%
Liquor Tax (12 Months)	\$39,483,406	2.8%	100.0%	\$40,649,951	3.0%	103.0%	\$39,447,000	-0.1%	100.0%	\$1,202,951	3.0%
Other Tobacco Tax (12 Months)	\$10,039,228	4.8%	100.0%	\$8,274,310	-17.6%	81.5%	\$10,156,000	1.2%	100.0%	-\$1,881,690	-18.5%
SOS Commercial Filings (12 Months) [6.]	\$73,564,690	7.1%	100.0%	\$66,693,331	-9.3%	88.1%	\$75,672,000	2.9%	100.0%	-\$8,978,669	-11.9%
SOS Securities (12 Months) [7.]	\$24,041,627	18.1%	100.0%	\$24,534,996	2.1%	101.5%	\$24,171,000	0.5%	100.0%	\$363,996	1.5%
Short-Term Car Rental Tax (4th Quarter) [8.]	\$38,600,630	15.0%	100.0%	\$44,499,016	15.3%	101.1%	\$44,022,222	14.0%	100.0%	\$476,794	1.1%
Total: Select Non-Major General Fund Revenues	\$399,793,754	9.9%	100.0%	\$406,419,228	1.7%	99.4%	\$408,995,222	2.3%	100.0%	-\$2,575,994	-0.6%
All Other Revenue											
All Other Revenue - FY 2011 & FY 2012 [9.][10.][11.]	\$352,566,544	18.1%	100.0%	\$370,756,252	5.2%	117.8%	\$314,735,204	-10.7%	100.0%	\$56,021,048	17.8%
All Other Revenue - FY 2011 Only [9.][12.]	\$75,894,783	N/A	100.0%	\$6,334		N/A	\$0		N/A	\$6,334	
All Other Revenue - FY 2012 Only [10.][13.]	N/A	N/A	N/A	\$27,812,617	N/A	96.2%	\$28,899,191	N/A	100.0%	-\$1,086,574	-3.8%
Total: All Other Revenue	\$428,461,327	13.1%	100.0%	\$398,575,203	-7.0%	116.0%	\$343,634,395	-19.8%	100.0%	\$54,940,808	16.0%
Total General Fund Revenues [14.]	\$3,175,426,158	5.6%	100.0%	\$3,081,768,174	-2.9%	103.3%	\$2,982,925,114	-6.1%	100.0%	\$98,843,059	3.3%

* Fiscal YTD as a % of Fiscal Year (Actual or Forecast) Total: Represents the fiscal year-to-date percentage for each revenue source compared to the fiscal year total for that revenue source.

Notes for Tables 1 and 2:

- [1.] MBT-Nonfinancial: The Economic Forum forecast for FY 2012 includes adjustments for A.B. 561 (2011 Session), which modified the two-tiered rate structure of the tax for FY 2012 and FY 2013 (0% on taxable wages up to \$62,500 per quarter and 1.17% on taxable wages above \$62,500 per quarter), effective July 1, 2011. Actual FY 2011 collections are based on the two-tiered tax rate structure established by S.B. 429 (2009 Session), effective July 1, 2009 (0.5% on taxable wages up to \$62,500 per quarter and 1.17% on taxable wages above \$62,500 per quarter).
- [2.] Room Tax: Initiative Petition 1 (IP1) approved by the 2009 Legislature and allowed to become law by the Governor imposes up to an additional 3% room tax in Clark and Washoe counties but not to exceed a total combined rate of 13% in any area of each county, effective July 1, 2009. Under IP1, the revenue from the room tax is deposited in the State General Fund for FY 2010 and FY 2011 and is dedicated to K-12 education beginning in FY 2012.
- [3.] Governmental Services Tax: S.B. 429 (2009 Session) increased the depreciation rates for autos and trucks by 10% in the schedules used to determine the value of a vehicle for the purposes of calculating a portion of the Governmental Services Tax to be deposited to the State General Fund. Based on the September 1, 2009, effective date of the legislation, actual FY 2011 Governmental Services Tax collections reflect twelve months of activity compared to ten months of activity in FY 2010.
- [4.] Business License Fee: A.B. 146 (2009 Session) requires all entities filing with the Secretary of State under Title 7 of NRS to pay the \$200 Business License Fee. Based on the October 1, 2009, effective date of the legislation, actual collections for FY 2011 reflect twelve months of collections with the Title 7 entities included versus nine months in FY 2010 with the Title 7 entities included.
- [5.] Business License Fee: The Economic Forum forecast for FY 2012 includes adjustments for A.B. 561 (2011 Session), which maintains the \$200 Business License Fee for FY 2012 and FY 2013, effective July 1, 2011.
- [6.] SOS Commercial Filings: A.B. 6 (26th Special Session) increased various fees authorized or imposed in NRS associated with the Secretary of State's Office related to commercial filings. Due to the July 1, 2010, effective date of the legislation, the actual FY 2011 collections reflect twelve months of collections based on the new fee structure versus the actual FY 2010 collections that were not based on the new fee structure.
- [7.] SOS Securities: A.B. 6 (26th Special Session) increased various fees authorized or imposed in NRS associated with the Secretary of State's Office related to securities. Due to the July 1, 2010, effective date of the legislation, the actual FY 2011 collections reflect twelve months of collections based on the new fee structure versus the actual FY 2010 collections that were not based on the new fee structure.
- [8.] Short-Term Car Rental Tax: The Economic Forum forecast for FY 2012 includes adjustments for A.B. 561 (2011 Session), which requires the 1% portion of the 10% tax, previously dedicated to the State Highway Fund, to be deposited in the State General Fund along with the other 9%. The actual FY 2011 collections are based on the rate established by S.B. 234 (2009 Session), which increased the state rate imposed on short-term car rentals from 6% to 10% with 9% deposited to the State General Fund and 1% deposited to the State Highway Fund.
- [9.] All Other General Fund Revenues: The amounts shown for actual FY 2011 collections reflect legislative actions approved during the 25th Special Session, 2009 Session, 26th Special Session, and 2011 Session to several existing revenue sources, the creation of new revenue sources and the repealing of revenue sources.
- [10.] All Other General Fund Revenues: The FY 2012 Economic Forum forecast includes adjustments for legislative actions approved during the 2011 Session to certain existing revenue sources and the creation of new revenue sources.
- [11.] All Other Revenue - FY 2011 and FY 2012: Includes all General Fund revenue sources not specifically listed under Major General Fund Revenues and Select Non-Major General Fund Revenues that were authorized in statute to be collected in both FY 2011 and FY 2012.
- [12.] All Other Revenue - FY 2011 Only: Includes those General Fund revenue sources not specifically listed under Major General Fund Revenues and Select Non-Major General Fund Revenues that were authorized in statute as a State General Fund revenue source for FY 2011, but not for FY 2012, based on legislative actions approved during the 2009 Regular Session, 26th Special Session, and 2011 Regular Session. (Mining Claim Fee, Property Tax: 4-cent operating rate (Clark & Washoe); Property Tax: 5-cent capital rate (Clark & Washoe); Room Tax: State 3/8 of 1% Rate; Insurance Verification Fees, and Lobbyist Registration Fee). Although these revenue sources are not authorized for FY 2012, residual collection amounts can occur during FY 2012 based on payments made for prior periods when revenue source was authorized as shown in Table 4.
- [13.] All Other Revenue - FY 2012 Only: Includes those General Fund revenue sources not specifically listed under Major General Fund Revenues and Select Non-Major General Fund Revenues that were authorized in statute as a State General Fund revenue source for FY 2012, but not for FY 2011, based on legislative actions approved during the 2011 Regular Session. (GST Commissions and Penalties Collected by DMV and Expired Slot Machine Wagering Vouchers).
- [14.] Total General Fund Revenues: The sum of the Major Revenues, Select Non-Major Revenues and All Other Revenues may not equal to Total General Fund Revenues due to rounding.