
ASSEMBLY BILL NO. 543—COMMITTEE ON WAYS AND MEANS

APRIL 9, 2003

Referred to Committee on Ways and Means

SUMMARY—Repeals credit against general tax on insurance premiums for certain assessments paid by insurers providing industrial insurance. (BDR 57-962)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to taxation; repealing the credit against the general tax on insurance premiums for certain assessments paid by insurers providing industrial insurance; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 **Section 1.** NRS 680B.036 is hereby repealed.
2 **Sec. 2.** 1. If, on July 1, 2003, an insurer providing industrial
3 insurance in this state pursuant to chapters 616A to 617, inclusive,
4 of NRS has, pursuant to NRS 680B.036, accumulated credit against
5 the premium tax required to be paid by NRS 680B.027 that has not
6 been claimed, the insurer may, on or before September 30, 2004, file
7 a claim with the Executive Director of the Department of Taxation
8 requesting that the accumulated credit be applied to reduce any
9 premium tax the insurer is required to pay on or after July 1, 2003,
10 and before January 1, 2006. Any accumulated credit against the
11 premium tax that is not claimed on or before September 30, 2004,
12 pursuant to this section is forfeited and may not be claimed after
13 September 30, 2004.
14 2. On or before June 30, 2006, the Executive Director shall, for
15 each insurer who filed a claim pursuant to subsection 1, determine
16 whether any such credit remained on December 31, 2005, and, if so,
17 calculate the remaining credit for each such insurer. Except as



1 otherwise provided in this subsection, the Executive Director shall,
2 not later than July 31, 2006, prepare for each such remaining credit
3 the proper vouchers for a cash refund. If the amount of a remaining
4 credit exceeds the amount of premium tax paid by the insurer
5 pursuant to NRS 680B.027 during the period of July 1, 1999,
6 through December 31, 2005, the Executive Director shall, before
7 preparing the voucher, reduce the amount of the refund to an
8 amount that equals the amount of tax paid during that period.

9 3. Upon presentation of the proper vouchers, the State
10 Controller shall issue his warrants upon the appropriate fund and the
11 State Treasurer shall pay the warrants from the money collected
12 during Fiscal Year 2005-2006 from premium taxes paid by insurers
13 pursuant to NRS 680B.027.

14 4. The Executive Director shall, on or before October 1, 2006,
15 submit a report to the Budget Division of the Department of
16 Administration and the Fiscal Division of the Legislative Counsel
17 Bureau setting forth the amount of money that was refunded
18 pursuant to this section.

19 **Sec. 3.** This act becomes effective on July 1, 2003.

TEXT OF REPEALED SECTION

680B.036 General tax on premiums: Credit for policies of industrial insurance. Each insurer providing industrial insurance in this state pursuant to chapters 616A to 617, inclusive, of NRS is entitled to a credit against the premium tax paid pursuant to NRS 680B.027 for its policies of industrial insurance in an amount equal to the assessment paid by the insurer to the Division of Industrial Relations of the Department of Business and Industry pursuant to NRS 232.680.

