

EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 30, 2023

Agency Submitting: Department of Taxation

Items of Revenue or Expense, or Both	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Effect on Future Biennia
Personnel (Expense)		\$122,022	\$165,816	\$331,632
Operating Expenses (Expense)		\$5,041	\$5,469	\$10,938
Equipment (Expense)		\$9,216		
Information Services (Expense)		\$20,888	\$3,827	\$7,654
Total	0	\$157,167	\$175,112	\$350,224

Explanation

(Use Additional Sheets of Attachments, if required)

This bill amends NRS 372B to allow for credits to be claimed against the tax liability for Transportation Connection Tax (TCT) if the taxpayer purchases and places a qualifying electric or hydrogen fuel cell powered vehicle that produces zero emissions into service between July 1, 2023, and June 30, 2024.

This request is for one Tax Examiner II position and one Tax Program Supervisor I position and associated operating costs beginning in October 2023. A Tax Examiner II will be required to receive requests, track requests, ensure the Department is awarding and issuing the appropriate dollar amount in credits each fiscal year, and issue correspondence. A Tax Program Supervisor I is required to oversee the addition of this tax credit program in its entirety and to provide supervision to the Tax Examiner II.

The Department will incur recurring expenses as follows each biennium: Personnel of \$331,632; Operating Expenses of \$10,938; and Information Services of \$7,654 including required EITS Assessment costs (phone, productivity suite, etc). The expense for Equipment in FY24 is \$9,216 and one-time in nature. This request includes one-time funding for overtime for IT staff and MSA Programmer expenses to implement changes into the Department's computer system in FY24.

There will be a revenue impact to future biennia however the revenue impact cannot be determined at this time.

Name Adriane Roberts-Larson

Title Deputy Executive Director - Administrative Services

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Thursday, March 30, 2023

The agency's response appears reasonable.

Name Amy Stephenson

Title Director