

**EXECUTIVE AGENCY  
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: February 15, 2025

Agency Submitting: Department of Taxation

<b>Items of Revenue or Expense, or Both</b>	<b>Fiscal Year 2024-25</b>	<b>Fiscal Year 2025-26</b>	<b>Fiscal Year 2026-27</b>	<b>Effect on Future Biennia</b>
General Fund Revenue (Revenue)		(\$23,345,000)	(\$26,345,000)	(\$62,920,000)
Total	0	(\$23,345,000)	(\$26,345,000)	(\$62,920,000)

Explanation

(Use Additional Sheets of Attachments, if required)

Per sections 3 and 4, this bill revises provisions relating to the Nevada Educational Scholarship Program to allow for the credit to be used to offset Insurance Premium Taxes. This bill will not have a fiscal impact to the Department of Taxation as it has been determined that additional resources will not be required to implement the bill. However, the bill will increase the total amount of credit to be issued each year from \$6,655,000 to a total of \$30,000,000 in FY26. Assuming that all tax credits are taken in the year they are approved, a total revenue loss up to \$30 million will be realized in FY26 and up to a total of \$33 million in FY27. Current law allows a tax credit of \$6,655,000 thus the additional loss to general fund revenue would equal \$23.3 million in FY26 and \$26.3 million in FY27. The credit threshold increases by 110% of prior year credits on an annual basis.

Name Adriane Roberts-Larson

Title Deputy Executive Director -  
Administrative Services

**GOVERNOR'S OFFICE OF FINANCE COMMENTS**

The agency's response appears reasonable.

Date Wednesday, February 12, 2025

Name Tiffany Greenameyer

Title Director, Governor's Finance Office