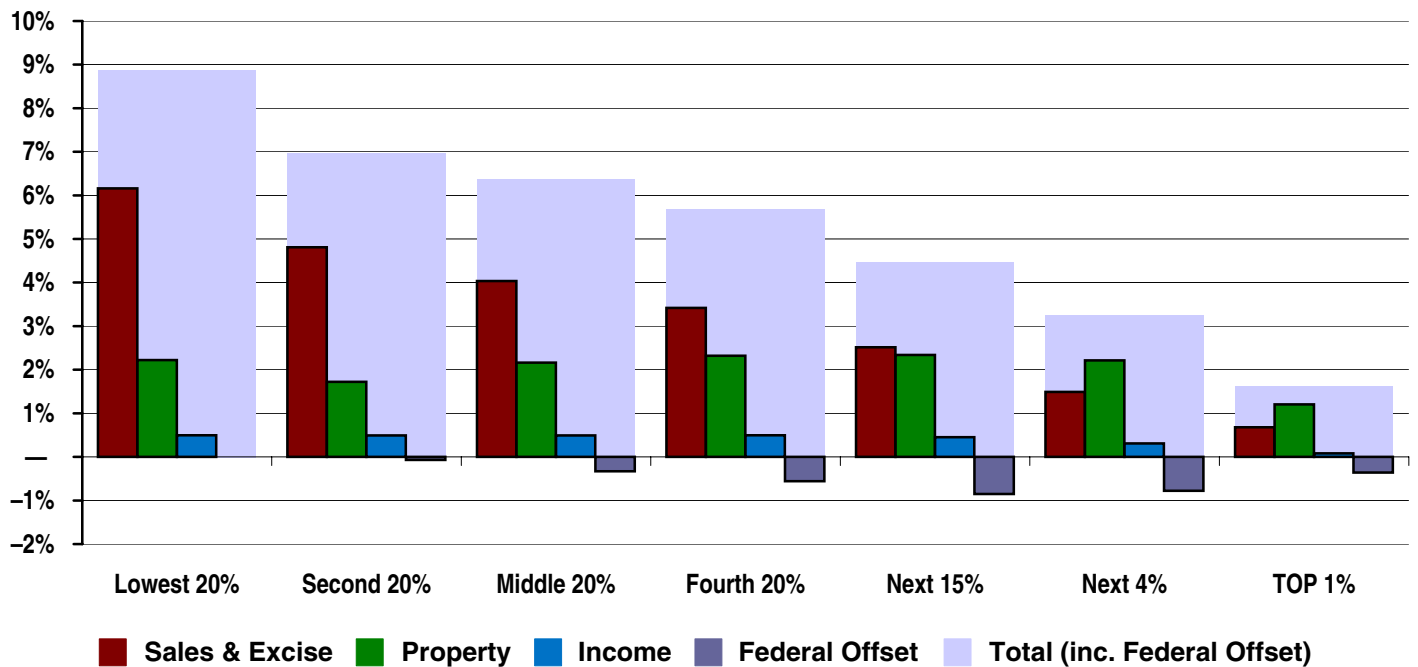


Nevada

State & Local Taxes in 2007

Shares of family income for non-elderly taxpayers



Income Group	Lowest 20%	Second 20%	Middle 20%	Fourth 20%	Top 20%		
					Next 15%	Next 4%	TOP 1%
Income Range	Less than \$21,000	\$21,000 – \$34,000	\$34,000 – \$53,000	\$53,000 – \$86,000	\$86,000 – \$166,000	\$166,000 – \$574,000	\$574,000 or more
Average Income in Group	\$14,000	\$27,300	\$42,900	\$67,800	\$116,800	\$268,900	\$2,368,100
Sales & Excise Taxes	6.2%	4.8%	4.0%	3.4%	2.5%	1.5%	0.7%
General Sales—Individuals	3.4%	2.9%	2.5%	2.2%	1.6%	1.0%	0.5%
Other Sales & Excise—Ind.	1.2%	0.8%	0.6%	0.5%	0.3%	0.2%	0.0%
Sales & Excise on Business	1.5%	1.2%	1.0%	0.8%	0.6%	0.3%	0.2%
Property Taxes	2.2%	1.7%	2.2%	2.3%	2.3%	2.2%	1.2%
Property Taxes on Families	2.2%	1.7%	2.1%	2.2%	2.2%	1.9%	0.5%
Other Property Taxes	0.1%	0.0%	0.0%	0.1%	0.1%	0.4%	0.7%
Income Taxes	0.5%	0.5%	0.5%	0.5%	0.5%	0.3%	0.1%
Personal Income Tax	—	—	—	—	—	—	—
Corporate Income Tax	0.5%	0.5%	0.5%	0.5%	0.5%	0.3%	0.1%
TOTAL TAXES	8.9%	7.0%	6.7%	6.2%	5.3%	4.0%	2.0%
Federal Deduction Offset	-0.0%	-0.1%	-0.3%	-0.6%	-0.9%	-0.8%	-0.4%
TOTAL AFTER OFFSET	8.9%	7.0%	6.4%	5.7%	4.5%	3.2%	1.6%

Note: Table shows 2007 tax law updated to reflect permanent changes in law enacted through October 2009.

Nevada

State & Local Taxes

Features, Developments, and Comparisons

Progressive Features

- ✓ Sales tax base excludes groceries

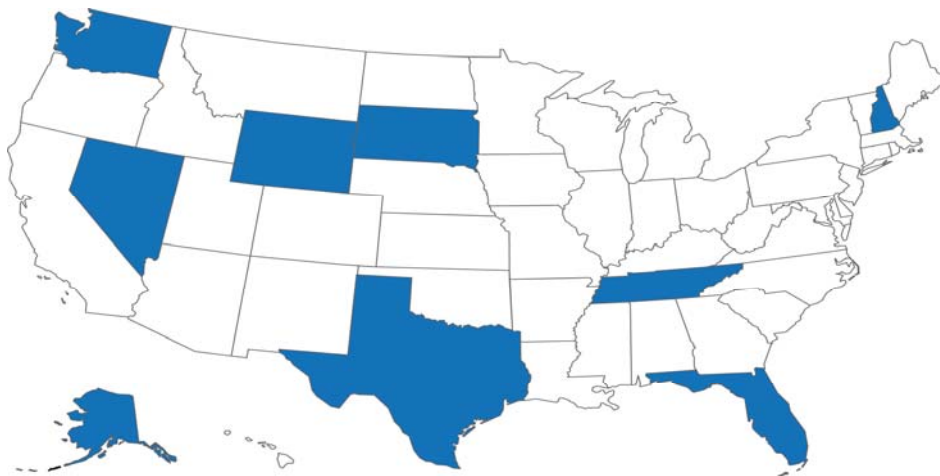
Regressive Features

- ✗ No personal income tax
- ✗ Comparatively high reliance on sales and excise taxes
- ✗ Imposes a business payroll tax in lieu of a corporate profits tax

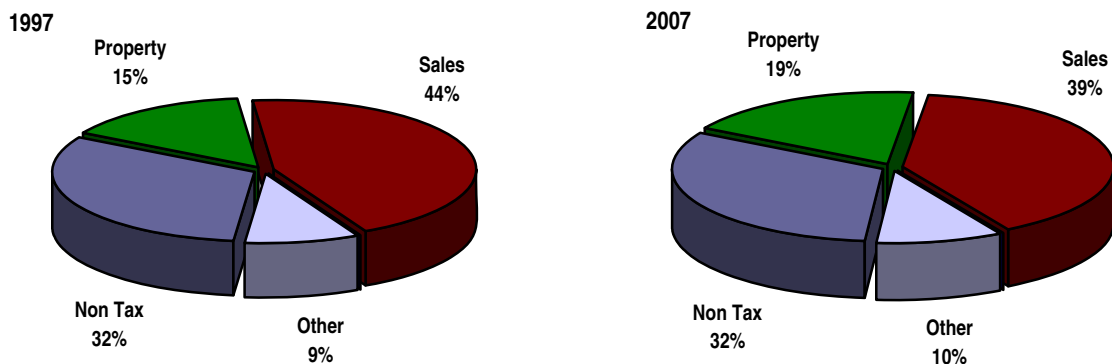
Recent Developments

- ▲ Raised sales and payroll taxes on a temporary basis
- ▲ Increased room occupancy taxes

States without a Broad-Based Personal Income Tax



Change in the Composition of Revenue



Source: U.S. Census Bureau, Government Finances