



STATE OF NEVADA
DEPARTMENT OF TAXATION

Web Site: <https://tax.nv.gov>

Call Center: (866) 962-3707

LAS VEGAS OFFICE
700 E. Warm Springs Rd, Suite 200
Las Vegas, Nevada 89119
Phone (702) 486-2300
Fax (702) 486-2373

JOE LOMBARDO
Governor
GEORGE KELESIS
Chair, Nevada Tax Commission
SHELLIE HUGHES
Executive Director

CARSON CITY OFFICE
3850 Arrowhead Dr., 2nd Floor
Carson City, Nevada 89706
Phone: (775) 684-2000
Fax: (775) 684-2020

RENO OFFICE
4600 Kietzke Lane, Suite L235
Reno, NV 89502
Phone: (775) 687-9999
Fax: (775) 688-1303

FISCAL IMPACT
Renewable Energy Partial Abatement of Sales/Use Taxes
December 04, 2024

Panwest NCA2 Solar LLC

In accordance with the provisions NRS 701A of the Nevada Revised Statutes, Panwest NCA2 Solar LLC has requested a Sales and Use Tax Abatement for their Renewable Energy Project. This project is located in Clark County. Upon approval, this project would be granted a partial abatement of Sales and Use Tax for a period of three years, commencing on the date of approval.

The Governor's Office of Energy has provided to the Department of Taxation a completed copy of the Renewable Energy Tax Abatements Application for this project. According to Schedule 6 of this application, Panwest NCA2 Solar LLC will purchase a total of \$122,330,788.00 worth of tangible personal property subject to Sales and/or Use Tax during the first year of the abatement period. At the current Sales and/or Use Tax rate for Clark County, the full Sales Tax for these purchases would be \$10,245,203.50 less any applicable collection allowance.

According to Schedule 7 of this application form, Panwest NCA2 Solar LLC will purchase \$300,000.00 worth of tangible personal property subject to Sales and/or Use Tax during the second year of the abatement period. Schedule 8 shows no tangible personal property subject to Sales and/or Use Tax will be purchased during the third year.

Based on this information, the Department of Taxation projects the following Sales Tax related fiscal impact for the three years of the abatement period.

Sales Tax Component	Tax Rate	First Year	Second Year	Third Year	Total
	8.375%	2025	2026	2027	
Sales/Use Tax (General Fund)	2.000%	2,446,615.76	6,000.00	-	2,452,615.76
Local School Support Tax*	2.600%	3,180,600.49	7,800.00	-	3,188,400.49
Basic City-County Relief	0.500%	611,653.94	1,500.00	-	613,153.94
Supplemental City-County Relief	1.750%	2,140,788.79	5,250.00	-	2,146,038.79
County Option	1.525%	1,865,544.52	4,575.00	-	1,870,119.52

*Local School Support Tax rate paid at time of purchase is subject to current rate in Statute.

Total Amount Abated (State & Local/County):	1st Year	\$2,446,615.76
	2nd year	\$6,000.00
	3rd Year	\$0.00
	Total	<u>\$2,452,615.76</u>

Total Amount Abated (Local/County Only):	1st Year	\$4,617,987.25
	2nd year	\$11,325.00
	3rd Year	\$0.00
	Total	<u>\$4,629,312.25</u>

First Year Purchases	\$122,330,788.00
Second Year Purchases	\$300,000.00
Third Year Purchases	\$0.00

County	Clark
Sales Tax Rate	8.375%
Full Sales Tax First Year	\$10,245,203.50

Sales/Use Tax General Fund	2.000%
Local School Support Tax	2.600%
Basic City-County Relief Tax	0.500%
Supplemental City-County Relief Tax	1.750%
County Option	1.525%