



DEPARTMENT OF ADMINISTRATION

209 E. Musser Street, Room 200
Carson City, Nevada 89701-4298
(775) 684-0222
Fax (775) 684-0260
<http://www.budget.state.nv.us/>

BUDGET DIVISION
ENERGY-RELATED TAX INCENTIVE FISCAL NOTE
FOR
Ormat Tuscarora Geothermal Project
as required by NRS 701A.375-1(a)

April 25, 2011

Prepared by: Janet Rogers for Andrew Clinger, Budget Division Chief

Based on the information submitted by the applicant and provided to the Department of Administration by the Nevada State Office of Energy, the Budget Division estimates that the energy-related tax incentives provided to the Ormat Tuscarora Geothermal Project for developing, owning, and operating a geothermal power generation facility in Clark County, Nevada, will result in the State foregoing the following revenues:

STATE SALES AND USE TAX ABATED —

Ormat Tuscarora indicates they will purchase items subject to Nevada's 2.0% state sales and use tax totaling \$18,570,000. Given this information, the General Fund will be impacted by an abatement totaling \$377,400 less any applicable collection allowance.

Fiscal Year	Expenditure Subject to Abatement	Amount Abated
FY 2011	\$16,570,000	\$331,400
FY 2012	\$1,000,000	\$20,000
FY 2013	\$1,000,000	\$20,000
Total	\$18,570,000	\$377,400