



DEPARTMENT OF ADMINISTRATION

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**BUDGET DIVISION
ENERGY-RELATED TAX INCENTIVE FISCAL NOTE
FOR
ORNI 47, LLC, Wild Rose Project
as required by NRS 701A.375-1(a)**

December 6, 2012

Prepared by: Janet Rogers for Jeff Mohlenkamp, Budget Division Director

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 sales and use tax incentives provided to ORNI 47, LLC (parent company: Ormat Nevada Inc.) Wild Rose geothermal energy project in Mineral County, Nevada will result in the State foregoing the following revenues:

STATE SALES AND USE TAX ABATED —

The ORNI 47, LLC Wild Rose geothermal project application indicates they will purchase items subject to Nevada's 2.0% state sales and use tax totaling \$57,200,000. Given this information, the General Fund will be impacted by an abatement totaling \$1,144,000, less any applicable collection allowance.

Fiscal Year	Expenditure Subject to Abatement	Amount Abated
FY 2013	\$ 55,550,000	\$ 1,111,000
FY 2014	\$ 825,000	\$ 16,500
FY 2015	\$ 825,000	\$ 16,500
Total	\$ 57,200,000	\$ 1,144,000