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**Chair Backus and Members of the Assembly Committee on Revenue
Assembly Bill 238**

It is important that each member of this committee understand the mechanics of the film tax credits.

- We are talking about approximately \$105 million per year in transferable tax credits. These credits will probably be sold to gaming and insurance companies for approximately \$0.85 on the dollar.
- That means there will be \$105 million less per year of gaming or other tax revenue coming into the state.
- This year, the 2025 budget is already struggling with \$83 million of previous tax credit projects. That's \$83 million taken right off the top of the 2025 budget. \$83 million less this year to put towards education, or homelessness or infrastructure. If this new bill is passed, in future years \$188 million less for the needs of Nevadans.
- If there is an economic downturn, current non-subsidized Nevada businesses will be left to make up that difference.
- Why are we giving away our state to big corporations like Sony, Warner Bros and the Hughes Corp? They can certainly finance themselves but it is better for the Hollywood financiers to get Nevada to give them money that they never have to pay back.

Film tax credits do not pay for themselves; despite being promoted as tax abatements.

- It is estimated that this bill will only return to the state 30 cents to maximum estimate 92 cents on a dollar and it will take until 2042, to achieve that.
- States like Louisiana have seen less than 20 cent return on every dollar in tax credits.
- Unlike states with income taxes, Nevada cannot recoup any revenue from actors and technical employees working here, as we lack a personal income tax.
- Why are you buying jobs with a plan that will never pay Nevadans back?

Other Thoughts

- A study in Michigan showed that the average film job lasts only 23 days. We are buying temporary jobs.
- Both Michigan and Florida successfully terminated its film tax credit program.
- Why don't we learn from them?

Lastly

- This is a 15-year plan. Will Artificial Intelligence make large movie studios obsolete?

Please put Nevada's tax dollars to a better use. Thank you!