

Nevada Standard Tax Abatements

NRS 360.750

Companies meeting requirements that include paying 100% or more of the State or County wide average wage may qualify for:

- Personal property tax abatement of 50% of the tax due for 10 years
- Sales and use tax abatement reducing the rate to 2% for 2 years for a new company and 4.6% for 2 years for an expanding company
- Modified business tax abatement of 50% for 4 years

Companies paying 85% to 99% of the lesser of the State or County wide average wage may qualify for:

- Personal property tax abatement of 25% of the tax due for 10 years
- Sales and use tax abatement reducing the rate to 4.6% for 2 years
- Modified business tax abatement of 25% for 4 years

The company must offer medical insurance plan and pay at least 65% of the plan's premium costs

In addition to meeting both the above requirements the company must meet one of the following:

- Capital Investment
 - Urban Area: Capital investment of \$5 million in equipment for industrial or manufacturing facilities or \$1 million for all other facility types.
 - Rural Area: Capital investment of \$1 million in equipment for industrial or manufacturing facilities or \$250,000 for all other facility types.
 - Expansion: Capital investment must equal at least 20% of the value of the company's tangible personal property
- Number of Primary Jobs Created
 - Urban Area: 50 or more permanent, full-time employees within the first two years of operation (No abatements if less than 10 jobs are created)
 - Rural Area: 10 or more permanent, full-time employees within the first two years of operation (No abatement if less than 6 jobs are created).
 - Expansion: Increase the number of employees on its payroll by 10% more than its existing employee count or by 25 (urban) or 6 (rural) employees, whichever is greater.

Company Responsibilities

- Maintain the business in Nevada for 5 years
- Register pursuant to the laws of Nevada
- Generate more than 50% of revenue from the project from outside of the State

All abatements are voidable and recoverable with interest if the business fails to comply with any terms of the agreement. Audits will be performed by the Department of Taxation after 2 and 5 years to ensure compliance.