



## Nevada Commerce Tax Initial Tax Return Due August 15, 2016

Nevada enacted a commerce tax on the gross receipts of entities and persons conducting business in the state effective July 1, 2015. Businesses with any Nevada gross revenues or business activities will need to file an initial Commerce Tax Return by Monday, August 15, 2016, unless an extension is requested by that time.

The tax is levied on businesses with Nevada gross revenues in excess of \$4,000,000; however, all businesses, including entities disregarded for federal income tax purposes and sole proprietors, with operations or otherwise engaged in business in Nevada are required to file a return even if no tax is due. If a business exceeds the \$4,000,000 Nevada gross revenue threshold, the tax rate it pays is based on its North American Industry Classification System (NAICS) code. There are 26 different tax rates based on business categories assigned using NAICS and range from 0.051 to 0.331 percent.

The tax year for this filing is based on the state's fiscal year, so it's it is calculated on gross revenues a business earns in the period beginning July 1 and ending the following June 30. The tax-year end of the business entity that is required to file is irrelevant. The annual return is due by August 15 (45 days after the state's fiscal year-end) unless a 30-day extension is requested.

Taxpayers with a Nevada commerce tax filing requirement must first register with the department of taxation. An entity registered with the Nevada secretary of state is automatically registered with the department for commerce tax. Other businesses with nexus but not registered with the secretary of state must submit a nexus questionnaire to the department to complete the registration. Upon completion of the registration, the department will issue a "Welcome to Commerce Tax" letter with the taxpayer's commerce tax identification number.

This Alert is intended to provide a reminder of the upcoming inaugural filing requirement for the Nevada Commerce Tax. If you would like to discuss how this new tax and filing requirement might apply to your business, please contact your Plante Moran tax advisor.

**If you have any questions, please contact your tax advisor or**

Curtis Ruppal  
877.622.2257, Ext. 34069  
[curtis.ruppal@plantemoran.com](mailto:curtis.ruppal@plantemoran.com)

Ron Cook  
877.622.2257, Ext. 3211  
[ron.cook@plantemoran.com](mailto:ron.cook@plantemoran.com)

Julie Corrigan  
877.622.2257, Ext. 26509  
[julie.corrigan@plantemoran.com](mailto:julie.corrigan@plantemoran.com)

*The information provided in this alert is only a general summary and is being distributed with the understanding that Plante & Moran, PLLC, is not rendering legal, tax, accounting, or other professional advice, position, or opinions on specific facts or matters and, accordingly, assumes no liability whatsoever in connection with its use.*