

Nevada Department of Taxation



Senate Bill 50

Sales Tax Holiday

Nevada National Guard

Presented to Assembly Committee on Revenue

May 2, 2023

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SB 50 – Sales Tax Exemptions (National Guard)

- Existing Law:
- 5 Exemptions- National Guard Members:
 - 1) Active Duty (Full-Time) for more than 30 days outside of U.S.
 - Expires 30 days after returning to U.S.
 - 2) Relative of Active Duty Member over 30 days outside of U.S.
 - Shared residence in Nevada/First Degree of Consanguinity
 - Expires 30 days after Member returns to U.S.
 - 3) Relative of Deceased full-time member killed in line of duty while in active service:
 - Expires 3 years after date of death of member
 - 4) Member on Active Status; Resident of Nevada
 - NV Day Weekend
 - 5) Relative of Member on Active Status; Resident of Nevada
 - Shared residence/First Degree of Consanguinity
 - NV Day Weekend

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Exemption 1: Active Duty Member/Outside U.S.

- Must be engaged full-time, active service (outside U.S.)
- Apply through Commanding Officer
 - Obtain Letter of Exemption from Department of Taxation
- Exemption expires 30 days after Member returns to United States
- Provide Letter to Retailer
- Retailer retains letter and presents it to Department for refund
- Department issues refund to Retailer

- NRS 372.7281(1) and 372.7282

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Exemption 2: Family Member of Active Duty Member Outside U.S.

- Family member who:
 - Resides in same residence in Nevada;
 - Related within First Degree of Consanguinity/Affinity (spouse; parent; child)
- Same Criteria as Active Member Outside U.S.
 - NRS 372.7281(2) and 372.7282/374.7285(2) and 374.7286

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Exemption 3: Deceased Active Duty – Family Member

- Family members who:
 - Resided in same residence in Nevada
 - Related within First Degree of Consanguinity/Affinity (spouse; parent; child)
- File application with Department of Taxation for Letter of Exemption
- Exemption expires 3 years after date of death of member
- Provide Letter of Exemption to Retailer
- Retailer retains letter and presents it to Department for Refund
- Department issues refund to Retailer

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Exemptions 4 and 5: NV Day Holiday Weekend

- Member on Active Status; Resident of Nevada
- Family members who:
 - Reside in same residence
 - Related within First Degree of Consanguinity/Affinity (spouse; parent; child)
- Apply through Commanding Officer
 - Obtain Letter of Exemption from Department of Taxation
- Exemption for 3 days: Nevada Day Weekend
 - Last Friday in October (NV Day Observed) and the immediately following Saturday and Sunday
 - Expires on June 30, 2031 (Sunsets)
- **Current Provisions That Violate Streamline (Amended in SB 50):**
 - **Provide Letter to Retailer**
 - **Retailer retains letter and presents it to Department**
 - **Department issues refund to Retailer**

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SB 50 – Amends Sales Tax Holiday

- Amendments Apply ONLY to NV Day Holiday Exemption
- Apply through Commanding Officer
 - Obtain Letter of Exemption from Department of Taxation
- Exemption for 3 days: Nevada Day Weekend
 - Last Friday in October (NV Day Observed) and the immediately following Saturday and Sunday

Changes in SB 50 to Comply with Streamline (Sections 1 and 4)

- Active Member/Family Member - Pay Applicable Sales Tax to Retailer (Retailer shall collect the tax)
- Active Member/Family Member - Present Receipt from Retailer and Letter of Exemption to Department within 30 days of Purchase
- Department issues refund to Active Member/Family Member

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Questions?