



Incentive Programs: Expansion Assistance

The intent is to enable Nevada's existing businesses to remain competitive and continue to grow by creating tax incentives for company expansion projects. A minimum of two of the three parameters are required by statute—capital investment, job creation and wages. Meeting wage criteria is mandatory for consideration of property tax abatements.

| Incentives and Criteria | Sales & Use Tax Abatement | Sales and Use Tax Deferral | Personal Property Tax Abatement | Modified Business Tax Abatement | Train Employees Now (TEN) Grant |
|---|--|---|---|---|--|
| | NRS 374.357 | NRS 372.397 | NRS 361.0687 | NRS 363B.120 | NRS 231.068 |
| | A partial sales/use tax abatement on capital equipment purchases | A sales/use tax deferral on capital equipment | An abatement not to exceed 50% over a maximum of 10 years | An abatement of 50 percent for 4 years | A grant of \$1,000 per trainee with 25% company match |
| Capital Investment | 20% of the value of tangible property possessed by business | Minimum \$100,000 or more capital equipment | 20% of the value of tangible property possessed by business | 20% of the value of tangible property possessed by business | No minimum requirement |
| Number of Primary Jobs Created¹ | 10% or 6 whichever is greater | 10 | 10% or 6 whichever is greater | 10% or 6 whichever is greater | Minimum of 10 |
| Minimum Hourly Wage Level² | \$19.69 | \$15.75 (80% of state average wage) | \$19.69 (Required for this abatement) | \$19.69 | \$15.75 (80% of state average wage) |
| Other Requirements | | | | | |
| Health Insurance | Required | Required | Required | Required | Required |
| Nevada Business Licenses & Permits | Required | Required | Required | Required | Required |
| Letter of Acknowledgment ³ | | | Required | | |
| Business Commitment Term | At least 5 years | At least 5 years | At least 5 years | At least 5 years | |
| Comments | | Surety bond in the amount of tax deferred. | | | Training administered and conducted in partnership with community college. |

1. Primary Jobs are those where the revenue generated to pay the employees is generated from outside the economic region (NAC 360.474(3)). Expansions must show an increase of employees on the payroll by 10% or 6 employees—whichever is greater.

2. The average hourly wage that is paid by the business is at least 100 percent of the average statewide hourly wage or the average countywide hourly wage, which ever is less, as established by the Department of Employment, Training and Rehabilitation. Additionally, the business will provide a health insurance plan for all employees that includes an option for dependents of the employees.

3. Letters of Acknowledgment are provided by the governing body of a county, city or town after evaluating whether the abatement would be beneficial to the economic development of the community.