



BANK EXCISE TAX

QUESTIONS & ANSWERS

1. Q. What is the Bank Excise Tax?

A. The Bank Excise Tax is an excise tax imposed on Nevada banks only. The tax is calculated on each bank's Nevada branch locations in excess of one in the State that were open for business on the first day of a given calendar quarter. Pursuant to Senate Bill 3 as enacted by the 22nd Special Session of the Nevada Legislature, effective 7/01/05 this excise tax is imposed on branch offices in excess of one **per County** instead of branch offices in excess of one in the entire State.

2. Q. At what rate is the tax imposed?

A. The tax rate is \$1,750 for each Nevada bank branch in excess of one.

3. Q. Are ATM machines counted as branch locations?

A. ATM machines are not counted as branch locations. Branch locations are limited to "brick and mortar" facilities.

4. Q. What about credit unions ---- Are they included in this tax?

A. Credit unions are exempted from this tax.

5. Q. How do I report and pay Bank Excise Tax?

A. Effective 01/01/04, banks are required to register with the department for the Bank Excise Tax. There is no fee associated with registering for the tax. Banks must file quarterly returns on a form prescribed by the Department. These returns are mailed out by the Department but can also be found on the Department's web site at <http://tax.state.nv.us>.

6. Q. When is the tax due?

A. The tax is to be reported quarterly. The return is due no later than the last day of the first month of the calendar quarter being reported. The return must be post-marked by this date in order for the return to be considered timely filed. The first updated returns are due by 07/31/05.

7. Q. How does the Department of Taxation identify those who have Bank Excise Tax liability?

A. The Department can identify those who owe Bank Excise Tax by various methods. These include routine audits, special audits, self-assessment programs, complaints, reports, investigations and by requesting information from other governmental agencies.

8. Q. Where may I obtain more information on the Bank Excise Tax?

A. By contacting your local office- locations are shown below. NRS Chapter 363A -Taxes on Financial Institutions- covers the new Bank Excise Tax.

DISTRICT OFFICE LOCATIONS

Carson City 1550 East College Pkwy Suite 115 Carson City, NV 89706 775-684-2000	Las Vegas 555 E. Washington Ave Suite 1300 Las Vegas, NV 89101 702-486-2300	Henderson 2550 Paseo Verde Pkwy Suite 180 Henderson, NV 89074 702-486-2300	Reno 4600 Kietzke Ln Building O Suite 263 Reno, NV 89502 775-688-1295	Elko 850 Elm St Suite 2 Elko, NV 89803 775-753-1115
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