

**Nevada Department of Taxation
Small Business Impact Questionnaire
(Response Requested by 1/10/14)**

LCB File No. R129-13

LCB File No. R129-13 contains regulations providing for the application of sales and use taxes when a vehicle dealer uses or loans a motor vehicle purchased for resale. The purpose of the regulation is to regulate when a vehicle dealer must pay use tax when it uses or loans a vehicle it previously purchased for resale. LCB File No. R129-13 is summarized as follows:

Sec. 1 A vehicle dealer who purchases for resale and later uses the vehicle is subject to use tax. The measure for the tax is the amount the dealer paid for the vehicle.

Sec. 2 A vehicle is not taxable if it is otherwise exempt from taxation or it is only used for retention, demonstration or display while holding for resale.

Sec. 3 The vehicle will be presumed to be used only for retention, demonstration or display while holding for resale if : a) the motor vehicle is being operated with a special license plate issued by the Department of Motor Vehicles; b) it is loaned for less than 180 days; and, c) the dealer maintains records indicating the VIN, the special license plate number and the dates the license plate was displayed on the specific vehicle.

Sec. 4 If a taxable use of the vehicle is made and the vehicle is later sold, sales tax is due on the sales price without deduction for any previous use tax paid.

The following questions pertain to how these changes in the Nevada Administrative Code (NAC) presented in LCB File No. R129-13 will affect your business. (The proposed language that is struck-out is being eliminated, and the language italicized is being added.) If it is determined that the proposed regulation is likely to impose a *direct and significant economic burden* upon a small business; or directly restrict the formation, operation or expansion of a small business; then the agency will take any or all of the following actions:

1. Insofar as practicable, consult with owners and officers of affected small businesses,
2. Consider methods to reduce the impact of the proposed regulation, and
3. Prepare a small business impact statement and make copies of the statement available to the public at the workshop conducted and the public hearing held pursuant to Nevada Revised Statutes (NRS) 233B.061.

Please answer each of the questions that apply and add any qualifying remarks that may help us to understand your position. Mail, scan and email or FAX your completed form by **January 10, 2014** to:

**Sapan Chawla, Management Analyst III
Nevada Department of Taxation
Carson City, Nevada 89706
schawla@tax.state.nv.us
FAX#: 775-684-2020**

Completed Small Business Impact Questionnaire

LCB File No. R129-13

Your Name: _____

Your Organization: _____

Date: _____

NRS 233B.0382 “Small Business defined.” “Small business” means a business conducted for profit, which employs fewer than 150 full-time or part-time employees.

1. How many employees are currently employed by your business? _____

If more than 150, you will not need to answer the rest of the questions. Please send this questionnaire to the above address. If your business has less than 150, please continue with the remaining questions.

2. Will any specific proposed regulatory provision have an adverse economic effect upon your business?

Yes: _____ No: _____

Explain: Please list each regulation provision and explain the impact

3. Will the regulation(s) have any beneficial effect upon your business?

Yes: _____ No: _____

Explain:

4. Do you anticipate any indirect adverse effects upon your business?

Yes: _____ No: _____

Explain:

5. Do you anticipate any indirect beneficial effects upon your business?

Yes: _____ No: _____

Explain: