



**STATE OF NEVADA
DEPARTMENT OF TAXATION**

Web Site: <https://tax.nv.gov>

1550 College Parkway, Suite 115
Carson City, Nevada 89706-7937
Phone: (775) 684-2000 Fax: (775) 684-2020

RENO OFFICE
4600 Kietzke Lane
Building L, Suite 235
Reno, Nevada 89502
Phone: (775) 687-9999
Fax: (775) 688-1303

BRIAN SANDOVAL
Governor

JAMES DEVOLLD

Chair, Nevada Tax Commission

WILLIAM D. ANDERSON

Executive Director

LAS VEGAS OFFICE

Grant Sawyer Office Building, Suite 1300

555 E. Washington Avenue

Las Vegas, Nevada 89101

Phone: (702) 486-2300 Fax: (702) 486-2373

HENDERSON OFFICE

2550 Paseo Verde Parkway, Suite 180

Henderson, Nevada 89074

Phone: (702) 486-2300

Fax: (702) 486-3377

Contact: Bill Anderson, Executive Director
(775) 684-2060
andersonb@tax.state.nv.us

June 21, 2018

Bill Anderson, Executive Director of the Nevada Department of Taxation, this afternoon made the following statement concerning today's U.S. Supreme Court decision in the South Dakota v. Wayfair case, freeing states to tax online commerce:

Today's decision has the potential to have considerable impacts on taxable sales activity in Nevada. We have been collecting sales tax from online activity from those sellers with a physical presence in Nevada. This morning's ruling allows all states to tax the sales of these entities, going forward, regardless of whether they have a physical presence in the state, or not. We are actively assessing the potential impacts on taxable sales activity in Nevada, as well as any policy changes that might be necessary for implementation. Our initial estimates are based upon trends that have been recorded nationwide, where 10% of retail activity is attributed to online sales, according to the U.S. Census Bureau. This preliminary assessment suggests that reported taxable sales attributable to online activity will at least double from the approximately \$1.2 billion per year that is currently reported by online sellers. All told, we would expect \$2.6 billion in taxable sales annually from online retailers, once the impacts of today's decision are fully realized, an increase approaching \$1.4 billion above current levels reported by similar entities.

In terms of the direct impact on General Fund revenue in the Silver State, this increase in taxable sales has the potential to increase the State's 2% sales tax collections by nearly \$30 million annually above what they would otherwise be.

Going forward, we will continue monitoring developments and assessing Nevada's progress in implementing the necessary changes in order for our State to successfully navigate the changes resulting from today's decision.