

Nevada Data Center Tax Abatements

NRS 360.754

A company and co-located tenants who intends to locate or expand a data center that meets certain requirements may qualify for:

- **Personal Property Tax Abatement** of 75% of the tax due for 10 or 20 years
- **Sales and Use Tax Abatement** reducing the rate to 2% for 10 or 20 years - requires the Governor's Office of Economic Development Board to approve a reduction to 2% by a two-thirds vote.

The company must meet all three requirements within the first 5 years of operation listed below:

10-year Abatements

- **Jobs:** Within 5 years employ 10 full-time employees who are Nevada residents
- **Wages:** Pay at least 100% of the statewide average wage
- **Capital Investment:** Within 5 years, invest at least \$25 million in cumulative capital expenditures between the applicant and tenants

20-year Abatements

- **Jobs:** Within 5 years employ 50 full-time employees who are Nevada residents
- **Wages:** Pay at least 100% of the statewide average wage ([\\$32.86 for FY 27](#))
- **Capital Investment:** Within 5 years, invest at least \$100 million in cumulative capital expenditures between the applicant and tenants

Co-Located Tenants Must

- Enter into a minimum two-year agreement with the applicant to use or occupy space at the data center
- Obtain a business license issued by the Secretary of State

Additional Statutory Requirements

- If the business will have at least 50 full-time employees on the payroll of the business by the eighth calendar quarter following the calendar quarter in which the abatement becomes effective the business has a policy for paid family and medical leave and agrees that all employees who have been employed by the business for at least 1 year will be eligible for at least 12 weeks of paid family and medical leave at a rate of at least 55 percent of the regular wage of the employee
- Maintain the business in Nevada for 10 years
- Register pursuant to the laws of Nevada
- Offer medical insurance plan and pay at least 65% of the plans premium costs
- Ensure that 50% or more of all workers engaged in construction of the data center are Nevada residents