

ALLOWABLE DEDUCTIONS:

In accordance with Clark County Code 4.08.050, the following charges are exempt from transient lodging tax and **should be included as Allowable Deductions**:

- a) Rent received for an apartment, licensed as an apartment house, provided the renter has entered into a written lease with a rental period of greater than thirty days.
- b) Rent paid directly by the United States, state of Nevada, federally chartered credit unions, and the American Red Cross. **
- c) Rent paid by foreign diplomats properly registered with the United States State Department.
- d) Rent paid for a room that is not a sleeping space, such as a meeting room.
- e) Rent received from permanent residents. In accordance with Clark County Code Section 4.08.005(14), Permanent Resident is defined as follows:

"Permanent resident" means any individual who has or shall have the right of occupancy in a sleeping room/space at the same transient lodging establishment for thirty-one consecutive days or more, and for whom rent is exempt from the transient lodging tax on the thirty-first day and every consecutive day thereafter, provided the individual continues to occupy or continues the right to occupy a sleeping room/space at the same transient lodging establishment.

Allowable deductions does not include the following items, which must be reported as **TOTAL RENTAL REVENUE** but **may not be included** as a allowable deductions:

- a) Rent received for an apartment rented for thirty days or less wherein the renter has not entered into a written lease having a rental period greater than thirty days.
- b) Rent received directly from individuals traveling on behalf of the United States, state of Nevada, a federally chartered credit union, or the American Red Cross who have received a cash advance or will be later reimbursed. **

**** GOVERNMENT EMPLOYEES –**

Rents received from government employees **are not automatically exempt from the transient lodging tax**. Only payments received directly from the Federal Government or the state of Nevada (via direct-pay credit card, check, or wire) for employee stays are exempt from the transient lodging tax. Payments received from employees, who are later reimbursed by a governmental agency (including payments made using employee reimbursed credit cards), are not eligible for exemption. Further, no exemption is available for employees of states other than Nevada or employees of local governments.

Additional information about the proper verification of the exempt status of guests is available in the [Transient Lodging Guidance](#) section of the Department's webpage.