



# Nevada City Cannabis Tax Reporting 101

**Basic Information**

# Overview of Nevada City Tax Structure - Current Rates

## **Cannabis Cultivation in the City: Current Annual Tax rates (25% Paid Quarterly)**

Facility that uses exclusively artificial lighting-\$4.00 per square foot

Facility that uses a combination of natural and supplemental artificial lighting - \$3.00 per square foot

Facility that uses no artificial lighting - \$1.00 per square foot

For any nursery - \$0.50 per square foot

## **Cannabis Non-Cultivation in the City: Current Quarterly Tax rates**

testing laboratory: 2% of gross receipts

retail sales of cannabis as a dispensary or delivery business: 4% of gross receipts

cannabis manufacturing, processing, distribution or any other type of cannabis business -2% of gross receipts

# How to report using simple online tax form

The City has provided non-cultivation businesses with a form that will auto calculate the taxes due.

The online excel document is found here (click on excel auto calc version)  
[https://www.nevadacityca.gov/pview.aspx?id=20744&catid=567.](https://www.nevadacityca.gov/pview.aspx?id=20744&catid=567)

Just simply download the form, fill in the green highlighted areas and the amount due will be calculated and appear in the yellow highlighted cell.

Loree' has also converted this excel document to a google doc that can be shared with you upon your request.

# Definition of Gross Receipts - pulled directly from ordinance

“Gross Receipts,” except as otherwise specifically provided, means, whether designated a sales price, royalty, rent, commission, dividend, or other designation, the total amount (including all receipts, cash, credits and property of any kind or nature) received or payable for sales of goods, wares or merchandise or for the performance of any act or service of any nature for which a charge is made or credit allowed (whether such service, act or employment is done as part of or in connection with the sale of goods, wares, merchandise or not), without any deduction therefrom on account of the cost of the property sold, the cost of materials used, labor or service costs, interest paid or payable, losses or any other expense whatsoever. **However, the following shall be excluded from Gross Receipts:**

# What can be excluded from Gross Receipts?

1. Cash discounts where allowed and taken on sales;
2. Any tax required by law to be included in or added to the purchase price and collected from the consumer or purchaser;
3. Such part of the sale price of any property returned by purchasers to the seller as refunded by the seller by way of cash or credit allowances or return of refundable deposits previously included in gross receipts;
4. Receipts derived from the occasional sale of used, obsolete or surplus trade fixtures, machinery or other equipment used by the taxpayer in the regular course of the taxpayer's business;
5. Cash value of sales, trades or transactions between departments or units of the same business;
6. Whenever there are included within the gross receipts amounts which reflect sales for which credit is extended and such amount proved uncollectible in a subsequent year, those amounts may be excluded from the gross receipts in the year they prove to be uncollectible; provided, however, if the whole or portion of such amounts excluded as uncollectible are subsequently collected they shall be included in the amount of gross receipts for the period when they are recovered;
7. Receipts of refundable deposits, except that such deposits when forfeited and taken into income of the business shall not be excluded when in excess of one dollar;
8. Amounts collected for others where the business is acting as an agent or trustee and to the extent that such amounts are paid to those for whom collected. These agents or trustees must provide the finance department with the names and the addresses of the others and the amounts paid to them. This exclusion shall not apply to any fees, percentages, or other payments retained by the agent or trustees.

# Important Dates - Mark Your Calendars

Taxes, forms and Backup must be received by the following dates

\*Note - A postmark will not be considered a timely remittance

## 2019 Tax Due Dates

**Q1** - April 30, 2019

**Q2** - July 31, 2019

**Q3** - October 31, 2019

**Q4** - January 31, 2019

## 2020 Tax Due Dates

**Q1** - April 30, 2020

**Q2** - July 31, 2020

**Q3** - November 2, 2020

**Q4** - February 1, 2021

A penalty of 10% of taxes due + 1% interest if received after the due date will be applied

An additional penalty of 25% of the amount of taxes due if unpaid by 1 calendar month following the due date (+ Interest of 1% per month)

ELEVATION<sup>2477</sup>

Elevation 2477  
569 Searls Ave, Nevada City, CA 95959

**RECEIPT # HNVXZF**

Order Created: 10/24/2019 7:14pm  
Order Completed: 10/24/2019 7:18pm

Qty	Name	Price
1	PAPA & BARKLEY <b>RELEAF TINCTURE 30:1</b> (15ML) RKU3YT24B008MGM2UPGSX707	\$50.00
	* Original Price: \$50.00	
1	PAPA & BARKLEY <b>RELEAF TINCTURE 1:3</b> (30ML) 1A4060300005F5A000000296	\$35.00
	* Original Price: \$70.00	
	* CUSTOM PRICE	
	ADJUSTMEN... - \$35.00	

Original Price: \$120.00  
Total Discounts: -\$35.00  
Subtotal: \$85.00  
Excise Tax: \$14.40  
Sales Tax: \$8.61  
Nevada City Tax: \$3.40  
**Total: \$111.41**

Cash: \$120.00  
Total Paid: \$120.00  
**CHANGE: \$8.59**

Assisted By: JUSTIN  
ON CASH DRAWER 1

Order Completed: 10/24/2019 7:18pm

Visit us at [www.elevation2477.com](http://www.elevation2477.com)

All sales final. No returns of cannabis products accepted.  
Please remember to store all cannabis away from pets  
and children.

