



Motor Carrier Division  
555 Wright Way  
Carson City, NV 89711 – 0600  
(775) 684-4711

June 9, 2016

**IMPORTANT – PLEASE READ**  
**FUEL TAX RATES AND FY 17 CLARK COUNTY INDEXED TAXES CHANGES**

Dear State of Nevada Fuel Supplier:

During the 77<sup>th</sup> Legislative Session the Legislature enacted Assembly Bill 413 (AB413), effective January 1, 2014. This bill allows for Clark County to start indexing of **all fuel types, including Special Fuels**, but excluding jet and aviation fuels.

In order to establish the rate for indexing, the PPI (Producer Price Index for Highway and Street Construction) will be used to determine the yearly rates. The PPI is an index published by the United State Department of Labor, which measures inflation in the costs of such construction. For FY14 the PPI rate was 6.22%; for FY15 the PPI rate was 6.05%; for FY16 the rate was 5.25%; **for FY17 the rate is 3.43%**. (Due to the cap placed on the PPI increases by the Clark County Commission (Ordinance #4126) the PPI percentage rate is restricted to 0.54% instead of the calculated 3.43%.)

Each year the rate of the Producer Price Index, PPI, will increase by the amount of the overall PPI in Clark County. The PPI Index Tax is a cumulative tax and the total increase is the difference between the base tax rates for the County, per statute, and the cumulative PPI increases calculated each year. This increase will be added to the previous PPI tax. This tax increase must be included on all fuel sales in Clark County on or after July 1, 2016 and remitted to the Department with the July 2016 tax return, due August 31, 2016. A breakdown of the County tax structure is attached for your convenience.

**Please ensure you use the most current version of the tax return and corresponding worksheets.** In addition, a formatted version (in Excel) of the tax return and corresponding worksheets is available on our webpage at [www.dmvnm.com](http://www.dmvnm.com). You will continue to collect the **gross tax rates** but will only remit the net tax rates, provided on the matrix, to the Department.

If you have any questions about this notification, or need additional assistance, please contact your Tax Examiner at the following:

A – F	Regina Ward	(775) 684-4628	<a href="mailto:RWard@dmv.nv.gov">RWard@dmv.nv.gov</a>
G – R	Ramona Hall	(775) 684-4938	<a href="mailto:RHall@dmv.nv.gov">RHall@dmv.nv.gov</a>
S – Z	Bobbi Senn	(775) 684-4812	<a href="mailto:RSenn@dmv.nv.gov">RSenn@dmv.nv.gov</a>

Sincerely,

Carmen Shipman  
Tax Program Supervisor II  
Fuel Industry Section

cc: Wayne Seidel, Motor Carrier Administrator  
Dawn Lietz, Motor Carrier Deputy Administrator  
Cyndie Munoz, ASD ASO IV

**FY17 Fuel Tax Matrix**  
Gross vs. Net Tax Rates

Effective July 1, 2016

<u>Product</u>	<u>Gross Tax Rates</u>	<u>Net Tax Rates**</u>	<u>Authority</u>
Gasoline/Gasohol	\$0.23	\$0.2254	NRS 365.175 (12.65¢) NRS 365.540 (5.0¢) NRS 365.190 & 550 (3)(a)(b) (5.35¢)
<b><u>County Option</u></b>	<b>\$0.04</b>	<b>\$0.0392</b>	NRS 373.070
Esmeralda			
Eureka			
Lincoln			
Storey			
<b><u>County Option</u></b>	<b>\$0.09</b>	<b>\$0.0882</b>	NRS 373.070
Carson City			
Churchill			
Clark			
Douglas			
Elko			
Humboldt			
Lander			
Lyon			
Mineral			
Nye			
Pershing			
Washoe			
White Pine			
<b><u>County Other</u></b>	<b>\$0.01</b>	<b>\$0.0098</b>	NRS 365.195
<b><u>Motor Fuels Indexed Taxes:</u></b>			
<b>Clark County-PPI</b>	<b>\$0.1002336</b>	<b>\$0.0982289</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-CPI	\$0.0266427	\$0.0261098	AB516, NRS 373.065
Washoe County Index-PPI	\$0.2861522	\$0.2804292	SB201, NRS 373.066
<b><u>Special Fuels and Indexed Taxes:</u></b>			
Clear Diesel/Biodiesel/LNG	\$0.27	\$0.2646	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.1001280</b>	<b>\$0.0981254</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.2719706	\$0.2665312	SB201, NRS 373.066
CNG	\$0.21	\$0.2058	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.0754560</b>	<b>\$0.0739470</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.2049557	\$0.2008566	SB201, NRS 373.066
LPG	\$0.0640	\$0.06272	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.0773760</b>	<b>\$0.0758285</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.2101711	\$0.2059677	SB201, NRS 373.066
A55	\$0.19	\$0.1862	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.0364800</b>	<b>\$0.0357504</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.0990880	\$0.0971064	SB201, NRS 373.066
<b><u>Jet/Aviation and Fees</u></b>			
Jet	\$0.01	\$0.0098	NRS 365.170(1)(b)(1)
Jet Option-Clark	\$0.03	\$0.03	NRS 365.203(a)
Jet Option-White Pine	\$0.04	\$0.04	NRS 365.203(a)
Aviation	\$0.02	\$0.0196	NRS 365.170(1)(b)(2)
Aviation Option	\$0.08	\$0.08	NRS 365.203(b)
Inspection Fee*	\$0.00055	\$0.00055	NRS 590.120
Cleanup Fee*	\$0.0075	\$0.0075	NRS 445C

\*Effective January 1, 2010, Cleanup and Inspection Fees are assessed on Ethanol and Methanol at the time of importation per SB332.

\*\*Net Tax Rates are calculated by taking the gross tax rate less 2% collection allowance. Charge customers gross rate, remit net rate to Department.

**Clark County Index Taxes Breakdown for Motor Fuels**

**Product Type Gasoline/Gasohol**

PPI Rate FY17                      Gross Rate \$0.1002336                      Net rate \$0.0982289                      AB413, NRS 373.0663

**Producer Price Index (PPI) – History (obtained from Regional Transportation Commission of Southern Nevada)**

FY14 = 6.22%                      FY17 = 3.43%  
 FY15 = 6.05%  
 FY16 = 5.25%

**Clark County Index (CCI) Calculation – History**

	<u>Gross Tax Base</u>	<u>Net Tax Base</u>	(Gross tax base less 2% collection allowance)
State Tax (County)	\$0.0535	\$0.05243	NRS 365.190 (From Net State Tax distributed to County)
State Tax	\$0.18455	\$0.180859	AB413
Federal Tax	\$0.1840	\$0.18032	AB413
County Option	\$0.09	\$0.0882	NRS 373.070
County Other	<u>\$0.01</u>	<u>\$0.0098</u>	NRS 365.195
Total	\$0.52205	\$0.511609*	<b>*.52205 – 2% = .511609 for purpose of indexing</b>

Gross Tax Base	\$0.52205	Net Tax Base	\$0.511609
PPI rate FY14	x 6.22%	PPI rate for FY14	x 6.22%
Total Gross CCI FY14	\$0.0324715	Total Net CCI FY14	\$0.0318221

**Adjusted Tax Base – FY 17**

	<u>Gross</u>	<u>Net</u>	
Tax Base	\$0.52205	\$0.511609	
Prior CCI Adj.	<u>\$0.0968938</u>	<u>\$0.0949559</u>	
	<u>\$0.6189438</u>	<u>\$0.6065649</u>	
	<b><u>Gross Tax Base</u></b>	<b><u>Net Tax Base</u></b> (Gross tax base less 2% collection allowance)	
Adjusted Tax Base*	\$0.6189438	Adjusted Tax Base	\$0.6065649
PPI rate FY17**	X 0.54%	PPI rate for FY17**	x 0.54%
Total Gross CCI	<u>\$0.0033423</u>	Total Net Clark	<u>\$0.0032755</u>
	<b><u>Gross Tax Rate FY17</u></b>	<b><u>Net Tax Rate FY17</u></b>	
Total Cumulative CCI	\$0.52205	\$0.511609	
Original Tax Base	\$0.52205	\$0.511609	
Prior CCI Increases	\$0.0968938	\$0.0949559	
CCI Increase FY17	<u>\$0.0033423</u>	<u>\$0.0032755</u>	
Total FY 17	<u>\$0.6222861</u>	<u>\$0.6098404</u>	

\* Clark County Indexed figures for FY17 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Due to the cap placed on the PPI increases by the Clark County Commission (Ordinance #4126) the PPI percentage rate is restricted to 0.54% instead of the calculated 3.43%.

### Clark County Index Taxes Breakdown for Special Fuels

**Product Type Diesel/Biodiesel/LNG**

PPI Rate FY17                      Gross Tax Rate **\$0.1001280**                      Net Tax Rate **\$0.0981254**                      AB413, NRS 373.0663

**Producer Price Index (CCI) Calculation – History (obtained from Regional Transportation Commission of Southern Nevada)**

FY14 = 6.22%                      FY17 = 3.43%  
 FY15 = 6.05%  
 FY16 = 5.25%

**Clark County Index (CCI) Calculation – History**

	<b><u>Gross Tax Base</u></b>	<b><u>Net Tax Rate</u></b>	(Gross tax base less 2% collection allowance)
State Tax	\$0.2775	\$0.27195	NRS 366.190
Federal Tax	\$0.2440	\$0.23912	AB413
Total	\$0.5215	\$0.5110700*	<b>*.5215 – 2% = .511700 for purpose of indexing</b>
Gross Tax Base	\$0.5215	Net Tax Base	\$0.5110700
PPI Rate FY14	x 6.22%	PPI rate for FY14	x 6.22%
Total Gross CCI FY14	\$0.0324373	Total Net CCI FY14	\$0.0317886

**Adjusted Tax Base – FY 17**

	<b><u>Gross</u></b>	<b><u>Net</u></b>
Tax Base	\$0.5215	\$0.5110700
Prior CCI Adj.	\$0.0967917	\$0.0948559
	<u>\$0.6182917</u>	<u>\$0.6059259</u>
	<b><u>Gross Tax Base</u></b>	<b><u>Net Tax Base</u></b>
Adjusted Tax Base*	\$0.6182917	Adjusted Tax Base                      \$0.6059259
PPI rate FY17**	X 0.54%	PPI rate for FY17**                      x 0.54%
Total Gross CCI	<u>\$0.0033388</u>	Total Net Clark <u>\$0.0032720</u>
Total Cumulative CCI	<b><u>Gross Tax Rate FY17</u></b>	<b><u>Net Tax Rate FY17</u></b>
Original Tax Base	\$0.5215	\$0.5110700
Prior CCI Increases	\$0.0967917	\$0.0948559
CCI Increase FY17	<u>\$0.0033388</u>	<u>\$0.0032720</u>
Total FY 17	<u>\$0.6216305</u>	<u>\$0.6091979</u>

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**Product Type CNG**

PPI Rate FY17                      Gross Tax Rate \$0.0754560                      Net Tax Rate \$0.073947                      AB413, NRS 373.0663

**Producer Price Index (PPI) – History (obtained from Regional Transportation Commission of Southern Nevada)**

FY14 = 6.22%                      FY17 = 3.43%  
 FY15 = 6.05%  
 FY16 = 5.25%

**Clark County Index (CCI) Calculation – History**

	<b>Gross Tax Base</b>	<b>Net Tax Base</b>	(Gross tax base less 2% collection allowance)
State Tax	\$0.21	\$0.2058	NRS 366.190
Federal Tax	<u>\$0.1830</u>	<u>\$0.17934</u>	AB413
Total	\$0.3930	\$0.38514*	<b>*.03930 – 2% = \$.38514 for purpose of indexing</b>
Gross Tax Base	\$0.3930	Net Tax Base	\$0.038514
PPI rate FY14	x 6.22%	PPI rate for FY14	x 6.22%
Total Gross CCI FY14	\$0.0244446	Total Net CCI FY14	\$0.0239557

**Adjusted Tax Base – FY 17**

	<b>Gross</b>	<b>Net</b>	
Tax Base	\$0.3930	\$0.3851400	
Prior CCI Adj.	<u>\$0.0729417</u>	<u>\$0.0714829</u>	
	<u>\$0.4659417</u>	<u>\$0.4566229</u>	
	<b>Gross Tax Base</b>	<b>Net Tax Base</b>	
Adjusted Tax Base*	\$0.4659417	Adjusted Tax Base	\$0.4566229
PPI rate FY17**	X 0.54%	PPI rate for FY17**	x 0.54%
Total Gross CCI	<u>\$0.0025161</u>	Total Net Clark	<u>\$0.0024658</u>
Total Cumulative CCI	<b><u>Gross Tax Rate FY17</u></b>	<b><u>Net Tax Rate FY17</u></b>	
Original Tax Base	\$0.3930	\$0.38514	
Prior CCI Increases	\$0.0729417	\$0.0714829	
CCI Increase FY17	<u>\$0.0025161</u>	<u>\$0.0024658</u>	
Total FY 17	<u>\$0.4684578</u>	<u>\$0.4590885</u>	

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**Product Type LPG**

PPI Rate FY17                      Gross Tax Rate \$0.0773760                      Net Tax Rate \$0.0758285                      AB413, NRS 373.0663

**Producer Price Index (PPI) - History (obtained from Regional Transportation of Southern Nevada)**

FY14 = 6.22%                      FY17 = 3.43%  
 FY15 = 6.05%  
 FY16 = 5.25%

**Clark County Index (CCI) Calculation – History**

	<b><u>Gross Tax Base</u></b>	<b><u>Net Tax Base</u></b>	(Gross tax base less 2% collection allowance)
State Tax	\$0.22	\$0.2156	NRS 366.190
Federal Tax	\$0.1830	\$0.17934	AB413
Total	\$0.4030	\$0.39494*	<b>*.4030 – 2% = .39494 for purpose of indexing</b>
Gross Tax Base	\$0.4030	Net Tax Base	\$0.39494
PPI rate FY14	x 6.22%		x 6.22%
Total Gross CCI FY14	\$0.0250666	Total Net CCI FY14	\$0.0245653

**Adjusted Tax Base – FY 17**

	<b><u>Gross</u></b>	<b><u>Net</u></b>	
Tax Base	\$0.4030	\$0.39494	
Prior CCI Adj.	\$0.0747978	\$0.0733018	
	\$0.4777978	\$0.4682418	
	<b><u>Gross Tax Base</u></b>	<b><u>Net Tax Base</u></b>	
Adjusted Tax Base*	\$0.4777978	Adjusted Tax Base	\$0.4682418
PPI rate FY17**	X 0.54%	PPI rate for FY17**	x 0.54%
Total Gross CCI	\$0.0025801	Total Net Clark	\$0.0025285
Total Cumulative CCI	<b><u>Gross Tax Rate FY17</u></b>	<b><u>Net Tax Rate FY17</u></b>	
Original Tax Base	\$0.4030	\$0.39494	
Prior CCI Increases	\$0.0747978	\$0.0733018	
CCI Increase FY17	\$0.0025801	\$0.0025285	
Total FY 17	\$0.4803779	\$0.4707703	

\* Clark County Indexed figures for FY17 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Due to the cap placed on the PPI increases by the Clark County Commission (Ordinance #4126) the PPI percentage rate is restricted to 0.54% instead of the calculated 3.43%.

**Product Type A55**

PPI Tax Rate FY17      Gross rate \$0.0364800      Net Tax Rate \$0.0357504      AB413, NRS 373.0663

**Producer Price Indexing (PPI) – History (obtained from Regional Transportation Commission of Southern Nevada)**

FY14 = 6.22%      FY17 = 3.43%  
 FY15 = 6.05%  
 FY16 = 5.25%

**Clark County Index (CCI) Calculation – History**

	<b>Gross Tax Base</b>	<b>Net Tax Base</b>	(Gross tax base less 2% collection allowance)
State Tax	\$0.19	\$0.1862	NRS 366.190
Federal Tax	<u>\$0.00</u>		AB413
Total	\$0.19	\$0.1862*	<b>*.19 – 2% = \$.1862 for purpose of indexing</b>
Gross Tax Base	\$0.19	Net Tax Base	\$0.1862
PPI rate FY14	x 6.22%	PPI rate for FY14	x 6.22%
Total Gross CCI FY14	\$0.011818	Total Net CCI FY14	\$0.0115816

**Adjusted Tax Base – FY 17**

	<b>Gross</b>	<b>Net</b>	
Tax Base	\$0.19	\$0.1862	
Prior CCI Adj.	<u>\$0.0352645</u>	<u>\$0.0345592</u>	
	<u>\$0.2252645</u>	<u>\$0.2207592</u>	
	<b>Gross Tax Base</b>	<b>Net Tax Base</b>	
	(Gross tax base less 2% collection allowance)		
Adjusted Tax Base*	\$0.2252645	Adjusted Tax Base	\$0.2207592
PPI rate FY17**	X 0.54%	PPI rate for FY17**	x 0.54%
Total Gross CCI	<u>\$0.0012164</u>	Total Net Clark	<u>\$0.0011921</u>
Total Cumulative CCI	<b><u>Gross Tax Rate FY17</u></b>	<b><u>Net Tax Rate FY17</u></b>	
Original Tax Base	\$0.19	\$0.1862	
Prior CCI Increases	\$0.0352645	\$0.0345592	
CCI Increase FY17	<u>\$0.0012164</u>	<u>\$0.0011921</u>	
Total FY 17	<u>\$0.2264809</u>	<u>\$0.2219513</u>	

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