



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

June 7, 2018

**IMPORTANT – PLEASE READ**  
**FUEL TAX RATES AND FY 19 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 States 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 was 3.43%. (Due to the cap placed on the PPI increases by the Clark County Commission (Ordinance #4126) the PPI percentage rate was restricted to 0.54% instead of the calculated 3.43 %.) For FY18 the rate is 2.15% and is capped at 7.8% in any one year. **For FY2019 the rate is 1.97%**

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, 2018 and remitted to the Department with the July 2018 tax return, due August 31, 2018. A breakdown of the County tax structure is attached for your convenience.

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 | Daria Wirth | (775) 684-4812 | <a href="mailto:DWirth@dmv.nv.gov">DWirth@dmv.nv.gov</a> |

Sincerely,

Karen Stoll  
Tax Program Supervisor II  
Fuel Industry Section

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

**FY19 Fuel Tax Matrix**  
Gross vs. Net Tax Rates

Effective July 1, 2018

| <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¢)<br>NRS 365.540 (5.0¢)<br>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>\$0.1261353</b>     | <b>\$0.1236126</b>     | <b>AB413, NRS 373.0663</b>  |
| Washoe County Index-CPI                        | \$0.0266427            | \$0.0261098            | AB516, NRS 373.065  |
| Washoe County Index-PPI                        | \$0.3209013            | \$0.3144833            | 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>\$0.1260024</b>     | <b>\$0.1234822</b>     | <b>AB413, NRS 373.0663</b>  |
| Washoe County Index-PPI                        | \$0.3049977            | \$0.2988977            | SB201, NRS 373.066  |
| CNG  | \$0.21                 | \$0.2058               | NRS 366.190   |
| <b>Clark County Index-PPI</b>                  | <b>\$0.0949548</b>     | <b>\$0.0930557</b>     | <b>AB413, NRS 373.0663</b>  |
| Washoe County Index-PPI                        | \$0.2298446            | \$0.2252477            | SB201, NRS 373.066  |
| LPG  | \$0.0640               | \$0.06272              | NRS 366.190   |
| <b>Clark County Index-PPI</b>                  | <b>\$0.0973710</b>     | <b>\$0.0954236</b>     | <b>AB413, NRS 373.0663</b>  |
| Washoe County Index-PPI                        | \$0.2356934            | \$0.2309795            | SB201, NRS 373.066  |
| A55  | \$0.19                 | \$0.1862               | NRS 366.190   |
| <b>Clark County Index-PPI</b>                  | <b>\$0.0459069</b>     | <b>\$0.0449888</b>     | <b>AB413, NRS 373.0663</b>  |
| Washoe County Index-PPI                        | \$0.1111211            | \$0.1088987            | 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 FY19                      Gross Rate \$0.1261353                      Net rate \$0.1236126                      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%                      FY18 = 2.15%  
 FY16 = 5.25%                      FY19 = 1.97%

**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 (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 19**

|                      |                                   |  |                    |
|----------------------|-----------------------------------|--|--------------------|
|                      | <b><u>Gross</u></b>               | <b><u>Net</u></b>  |                    |
| Tax Base             | \$0.52205                         | \$0.511609   |                    |
| Prior CCI Adj.       | <u>\$0.1136127</u>                | <u>\$0.1113405</u>   |                    |
|                      | <u>\$0.6356627</u>                | <u>\$0.6229495</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*   | \$0.6356627                       | Adjusted Tax Base  | \$0.6229494        |
| PPI rate FY19**      | X 1.97%                           | PPI rate for FY19**  | x 1.97%            |
| Total Gross CCI      | <u>\$0.0125226</u>                | Total Net Clark  | <u>\$0.0122721</u> |
|                      | <b><u>Gross Tax Rate FY19</u></b> | <b><u>Net Tax Rate FY19</u></b>  |                    |
| Total Cumulative CCI |                                   |  |                    |
| Original Tax Base    | \$0.52205                         | \$0.511609   |                    |
| Prior CCI Increases  | \$0.1136127                       | \$0.1113404  |                    |
| CCI Increase FY19    | <u>\$0.0125226</u>                | <u>\$0.0122721</u>   |                    |
| Total FY 19          | <u>\$0.6481853</u>                | <u>\$0.6352215</u>   |                    |

\* Clark County Indexed figures for FY19 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Based on 7.80% cap per year

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

**Product Type Diesel/Biodiesel/LNG/Kerosene**

PPI Rate FY19                      Gross Tax Rate **\$0.1260024**                      Net Tax Rate **\$0.1234822 (per Clark)**                      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%                      FY18 = 2.15%  
 FY16 = 5.25%                      FY19 = 1.97%

**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> |
| <br>                 |                              |                            |  |
| 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 19**

|                      |                                   |                                 |                    |
|----------------------|-----------------------------------|---------------------------------|--------------------|
|                      | <b><u>Gross</u></b>               | <b><u>Net</u></b>               |                    |
| Tax Base             | \$0.5215                          | \$0.5110700                     |                    |
| Prior CCI Adj.       | \$0.1134930                       | \$0.1112231                     |                    |
|                      | <u>\$0.6349930</u>                | <u>\$0.6222931</u>              |                    |
| <br>                 |                                   |                                 |                    |
|                      | <b><u>Gross Tax Base</u></b>      | <b><u>Net Tax Base</u></b>      |                    |
| Adjusted Tax Base*   | \$0.6349930                       | Adjusted Tax Base               | \$0.6222931        |
| PPI rate FY19**      | X 1.97%                           | PPI rate for FY19**             | x 1.97%            |
| Total Gross CCI      | <u>\$0.0125094</u>                | Total Net Clark                 | <u>\$0.0122591</u> |
| <br>                 |                                   |                                 |                    |
| Total Cumulative CCI | <b><u>Gross Tax Rate FY19</u></b> | <b><u>Net Tax Rate FY19</u></b> |                    |
| Original Tax Base    | \$0.5215                          | \$0.5110700                     |                    |
| Prior CCI Increases  | \$0.1134930                       | \$0.1112231                     |                    |
| CCI Increase FY19    | <u>\$0.0125094</u>                | <u>\$0.0122591</u>              |                    |
| Total FY 19          | <u>\$0.6475024</u>                | <u>\$0.6345522</u>              |                    |

\* Clark County Indexed figures for FY19 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Based on 7.80% cap per year

**Product Type CNG**

PPI Rate FY19                      Gross Tax Rate \$0.0949548                      Net Tax Rate \$0.0930557                      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%                      FY18 = 2.15%  
 FY16 = 5.25%                      FY19 = 1.97%

**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   | \$0.21                | \$0.2058            | NRS 366.190  |
| Federal Tax | \$0.1830              | \$0.17934           | 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 19**

|                      | <u>Gross</u>                      | <u>Net</u>   |                    |
|----------------------|-----------------------------------|--|--------------------|
| Tax Base             | \$0.3930                          | \$0.3851400  |                    |
| Prior CCI Adj.       | \$0.0855278                       | \$0.0838172  |                    |
|                      | <u>\$0.4785278</u>                | <u>\$0.4689572</u>   |                    |
|                      | <u><b>Gross Tax Base</b></u>      | <u><b>Net Tax Base</b></u> (Gross tax base less 2% collection allowance) |                    |
| Adjusted Tax Base*   | \$0.4785278                       | Adjusted Tax Base  | \$0.4639572        |
| PPI rate FY19**      | X 1.97%                           | PPI rate for FY19**  | x 1.97%            |
| Total Gross CCI      | <u>\$0.0094270</u>                | Total Net Clark  | <u>\$0.0092385</u> |
|                      | <u><b>Gross Tax Rate FY19</b></u> | <u><b>Net Tax Rate FY19</b></u>  |                    |
| Total Cumulative CCI |                                   |  |                    |
| Original Tax Base    | \$0.3930                          | \$0.38514  |                    |
| Prior CCI Increases  | \$0.0855278                       | \$0.0838172  |                    |
| CCI Increase FY19    | \$0.0094270                       | \$0.0092385  |                    |
| Total FY 19          | <u>\$0.4879548</u>                | <u>\$0.4781957</u>   |                    |

\*Clark County Indexed figures for FY19 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Based on 7.80% cap

**Product Type LPG**

PPI Rate FY19                      Gross Tax Rate \$0.0973710                      Net Tax Rate \$0.0954236                      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%                      FY18 = 2.15%  
 FY16 = 5.25%                      FY19 = 1.97%

**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            | \$0.22                | \$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> |
| <br>                 |                       |                     |   |
| 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 19**

|                      |                                   |                                 |                    |
|----------------------|-----------------------------------|---------------------------------|--------------------|
|                      | <b>Gross</b>                      | <b>Net</b>                      |                    |
| Tax Base             | \$0.4030                          | \$0.39494                       |                    |
| Prior CCI Adj.       | \$0.0877041                       | \$0.0859500                     |                    |
|                      | <u>\$0.4907041</u>                | <u>\$0.4808900</u>              |                    |
| <br>                 |                                   |                                 |                    |
|                      | <b>Gross Tax Base</b>             | <b>Net Tax Base</b>             |                    |
| Adjusted Tax Base*   | \$0.4907041                       | Adjusted Tax Base               | \$0.4808900        |
| PPI rate FY19**      | X 1.97%                           | PPI rate for FY19**             | x 1.97%            |
| Total Gross CCI      | <u>\$0.0096668</u>                | Total Net Clark                 | <u>\$0.0094735</u> |
| <br>                 |                                   |                                 |                    |
| Total Cumulative CCI | <b><u>Gross Tax Rate FY19</u></b> | <b><u>Net Tax Rate FY19</u></b> |                    |
| Original Tax Base    | \$0.4030                          | \$0.39494                       |                    |
| Prior CCI Increases  | \$0.0877041                       | \$0.0859500                     |                    |
| CCI Increase FY19    | \$0.0096669                       | \$0.0094736                     |                    |
| Total FY 19          | <u>\$0.5003710</u>                | <u>\$0.4903636</u>              |                    |

\* Clark County Indexed figures for FY19 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Based on 7.80% cap per year

**Product Type A55**

PPI Tax Rate FY19      Gross rate \$0.0459069      Net Tax Rate \$0.0449888      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%      FY18 = 2.15%  
 FY16 = 5.25%      FY19 = 1.97%

**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 | \$0.00                |                     | 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 19**

|                      |                                   |  |                    |
|----------------------|-----------------------------------|--|--------------------|
|                      | <b>Gross</b>                      | <b>Net</b>   |                    |
| Tax Base             | \$0.19                            | \$0.1862   |                    |
| Prior CCI Adj.       | \$0.0413493                       | \$0.0405223  |                    |
|                      | <u>\$0.2313493</u>                | <u>\$0.2267223</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*   | \$0.2313493                       | Adjusted Tax Base  | \$0.2267223        |
| PPI rate FY19**      | X 1.97%                           | PPI rate for FY19**  | x 1.97%            |
| Total Gross CCI      | <u>\$0.0045576</u>                | Total Net Clark  | <u>\$0.0044664</u> |
|                      | <b><u>Gross Tax Rate FY19</u></b> | <b><u>Net Tax Rate FY19</u></b>  |                    |
| Total Cumulative CCI |                                   |  |                    |
| Original Tax Base    | \$0.19                            | \$0.1862   |                    |
| Prior CCI Increases  | \$0.0413493                       | \$0.0405223  |                    |
| CCI Increase FY19    | \$0.0045576                       | \$0.0044665  |                    |
| Total FY 19          | <u>\$0.2359069</u>                | <u>\$0.2311888</u>   |                    |

\* Clark County Indexed figures for FY19 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Based on 7.80% cap per year