



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

June 7, 2017

**IMPORTANT – PLEASE READ**  
**FUEL TAX RATES AND FY 18 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 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.**

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, 2017 and remitted to the Department with the July 2017 tax return, due August 31, 2017. 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.dmvnv.com](http://www.dmvnv.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	Patricia Espinoza	(775) 684-4812	<a href="mailto:PEspinoza@dmv.nv.gov">PEspinoza@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

**FY18 Fuel Tax Matrix**  
Gross vs. Net Tax Rates

Effective July 1, 2017

<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>\$0.1136127</b>	<b>\$0.1113405</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-CPI	\$0.0266427	\$0.0261098	AB516, NRS 373.065
Washoe County Index-PPI	\$0.3041013	\$0.2980193	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>\$0.1134930</b>	<b>\$0.1112231</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.2890302	\$0.2832496	SB201, NRS 373.066
CNG	\$0.21	\$0.2058	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.0855278</b>	<b>\$0.0838173</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.2178117	\$0.2134555	SB201, NRS 373.066
LPG	\$0.0640	\$0.06272	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.0877041</b>	<b>\$0.0859500</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.2233543	\$0.2188872	SB201, NRS 373.066
A55	\$0.19	\$0.1862	NRS 366.190
<b>Clark County Index-PPI</b>	<b>\$0.0413493</b>	<b>\$0.0405223</b>	<b>AB413, NRS 373.0663</b>
Washoe County Index-PPI	\$0.1053036	\$0.1031975	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 FY18                      Gross Rate \$0.1136127                      Net rate \$0.1113405                      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%

**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 18**

	<b><u>Gross</u></b>	<b><u>Net</u></b>	
Tax Base	\$0.52205	\$0.511609	
Prior CCI Adj.	<u>\$0.1002336</u>	<u>\$0.09822893</u>	
	<u>\$0.6222836</u>	<u>\$0.60983793</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*	\$0.6222836	Adjusted Tax Base	\$0.60983793
PPI rate FY18**	X 2.15%	PPI rate for FY18**	x 2.15%
Total Gross CCI	<u>\$0.0133791</u>	Total Net Clark	<u>\$0.01311152</u>
	<b><u>Gross Tax Rate FY18</u></b>	<b><u>Net Tax Rate FY18</u></b>	
Total Cumulative CCI	\$0.52205	\$0.511609	
Original Tax Base	\$0.1002336	\$0.09822893	
Prior CCI Increases	\$0.0133791	\$0.01311152	
CCI Increase FY18	<u>\$0.6356627</u>	<u>\$0.62294945</u>	
Total FY 18			

\* Clark County Indexed figures for FY18 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 FY18                      Gross Tax Rate **\$0.1134930**                      Net Tax Rate **\$0.1112231**                      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%

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

	<b>Gross Tax Base</b>	<b>Net Tax Rate</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	<u>\$0.5215</u>	<u>\$0.5110700*</u>	<b>*.5215 – 2% = .511700 for purpose of indexing</b>
Gross Tax Base	\$0.5215	Net Tax Base	\$0.5110700
PPI Rate FY14	<u>x 6.22%</u>	PPI rate for FY14	<u>x 6.22%</u>
Total Gross CCI FY14	<u>\$0.0324373</u>	Total Net CCI FY14	<u>\$0.0317886</u>

### Adjusted Tax Base – FY 18

	<b>Gross</b>	<b>Net</b>	
Tax Base	\$0.5215	\$0.5110700	
Prior CCI Adj.	<u>\$0.1001280</u>	<u>\$0.0981254</u>	
	<u>\$0.6216280</u>	<u>\$0.6091954</u>	
	<b>Gross Tax Base</b>	<b>Net Tax Base</b>	
	(Gross tax base less 2% collection allowance)		
Adjusted Tax Base*	\$0.6216258	Adjusted Tax Base	\$0.6091954
PPI rate FY18**	<u>X 2.15%</u>	PPI rate for FY18**	<u>x 2.15%</u>
Total Gross CCI	<u>\$0.0133650</u>	Total Net Clark	<u>\$0.01309770</u>
Total Cumulative CCI	<b>Gross Tax Rate FY18</b>	<b>Net Tax Rate FY18</b>	
Original Tax Base	\$0.5215	\$0.5110700	
Prior CCI Increases	\$0.1001280	\$0.0981254	
CCI Increase FY18	<u>\$0.0133650</u>	<u>\$0.0130977</u>	
Total FY 18	<u>\$0.6349930</u>	<u>\$0.6222931</u>	

\* Clark County Indexed figures for FY18 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 FY18                      Gross Tax Rate \$0.0855278                      Net Tax Rate \$0.0838173                      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%

**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	\$0.21	\$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	<u>\$0.0244446</u>	Total Net CCI FY14	<u>\$0.0239557</u>

**Adjusted Tax Base – FY 18**

	<b><u>Gross</u></b>	<b><u>Net</u></b>
Tax Base	\$0.3930	\$0.3851400
Prior CCI Adj.	<u>\$0.0754560</u>	<u>\$0.0739470</u>
	<u>\$0.4684560</u>	<u>\$0.4590870</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*	\$0.4684560	Adjusted Tax Base	\$0.459087
PPI rate FY18**	X 2.15%	PPI rate for FY18**	x 2.15%
Total Gross CCI	<u>\$0.0100718</u>	Total Net Clark	<u>\$0.0098703</u>

Total Cumulative CCI	<b><u>Gross Tax Rate FY18</u></b>	<b><u>Net Tax Rate FY18</u></b>
Original Tax Base	\$0.3930	\$0.38514
Prior CCI Increases	\$0.0754560	\$0.0739470
CCI Increase FY18	<u>\$0.0100718</u>	<u>\$0.0098703</u>
Total FY 18	<u>\$0.4785278</u>	<u>\$0.4689573</u>

\*Clark County Indexed figures for FY18 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 FY18                      Gross Tax Rate \$0.0877041                      Net Tax Rate \$0.0859500                      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%

**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	<u>\$0.1830</u>	<u>\$0.17934</u>	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 18**

	<b>Gross</b>	<b>Net</b>
Tax Base	\$0.4030	\$0.39494
Prior CCI Adj.	<u>\$0.0773760</u>	<u>\$0.0758285</u>
	<u>\$0.4803760</u>	<u>\$0.4707685</u>

	<b>Gross Tax Base</b>	<b>Net Tax Base</b>	(Gross tax base less 2% collection allowance)
Adjusted Tax Base*	\$0.4803760	Adjusted Tax Base	\$0.4707685
PPI rate FY18**	X 2.15%	PPI rate for FY18**	x 2.15%
Total Gross CCI	<u>\$0.0103281</u>	Total Net Clark	<u>\$0.0101215</u>

Total Cumulative CCI	<b><u>Gross Tax Rate FY18</u></b>	<b><u>Net Tax Rate FY18</u></b>
Original Tax Base	\$0.4030	\$0.39494
Prior CCI Increases	\$0.0773760	\$0.0758285
CCI Increase FY18	<u>\$0.0103281</u>	<u>\$0.0101215</u>
Total FY 18	<u>\$0.4907041</u>	<u>\$0.4808900</u>

\* Clark County Indexed figures for FY17 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 FY18      Gross rate \$0.0413493      Net Tax Rate \$0.0405223      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%

**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	\$0.19	\$0.1862	NRS 366.190
Federal Tax	\$0.00		AB413
Total	\$0.19	\$0.1862*	*.19 – 2% = \$.1862 for purpose of indexing
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 18**

	<b><u>Gross</u></b>	<b><u>Net</u></b>	
Tax Base	\$0.19	\$0.1862	
Prior CCI Adj.	\$0.0364800	\$0.0357504	
	<u>\$0.2264800</u>	<u>\$0.2219504</u>	
	<b><u>Gross Tax Base</u></b>	<b><u>Net Tax Base</u></b>	
Adjusted Tax Base*	\$0.2264800	Adjusted Tax Base	\$0.2219504
PPI rate FY18**	X 2.15%	PPI rate for FY18**	x 2.15%
Total Gross CCI	<u>\$0.0048693</u>	Total Net Clark	<u>\$0.0047719</u>
Total Cumulative CCI	<b><u>Gross Tax Rate FY18</u></b>	<b><u>Net Tax Rate FY18</u></b>	
Original Tax Base	\$0.19	\$0.1862	
Prior CCI Increases	\$0.0364800	\$0.0357504	
CCI Increase FY18	<u>\$0.0048693</u>	<u>\$0.0047719</u>	
Total FY 18	<u>\$0.2313493</u>	<u>\$0.2267223</u>	

\* Clark County Indexed figures for FY18 were calculated by the Regional Transportation Commission of Southern Nevada and sent to the Department for implementation

\*\* Based on 7.80% cap per year