SECOND REVISED PROPOSED REGULATION OF THE

NEVADA TRANSPORTATION AUTHORITY

LCB File No. R061-13

July 17, 2014

EXPLANATION - Matter in *italics* is new; matter in brackets [omitted material] is material to be omitted.

AUTHORITY: §§1-4, NRS 706.171; §5, NRS 706.171 and 706.321; §6, NRS 706.171, 706.173 and 706.475.

A REGULATION relating to motor carriers; revising the definitions of "bus," "livery limousine" and "prearranged"; revising provisions governing whether the Nevada Transportation Authority will consider a provider of free shuttle service to be a common motor carrier; revising provisions relating to fuel surcharges assessed by charter limousine operators; revising provisions governing the period during which certain motor vehicles may be placed in service as taxicabs; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Sections 1-3 of this regulation revise the definitions of "bus," "livery limousine" and "prearranged," respectively, for the purposes of provisions of chapter 706 of NAC governing the operation of certain motor carriers regulated by the Nevada Transportation Authority.

Under existing regulations, the Authority will consider certain providers of free shuttle service to be common motor carriers unless certain conditions are met. (NAC 706.147) **Section 4** of this regulation revises those conditions relating to the places from which and to which such free shuttle service is provided.

Section 5 of this regulation revises provisions relating to the fuel surcharges which may be imposed by a charter limousine service to provide that the fuel surcharge must include a minimum charge for 1 hour, but that subsequent fuel surcharges may be charged in one-half hour increments.

Existing regulations place limitations on the period during which a motor vehicle may be operated as a taxicab. Existing regulations also require that, in a county whose population is 100,000 or more but less than 700,000 (currently Washoe County only), each vehicle which a certificate holder places into service as a taxicab for the first time must be new or have been driven less than 50,000 miles. (NAC 706.3745) **Section 6** of this regulation exempts from this requirement a certificate holder whose authority to operate is limited to areas of the county outside of the city limits of any city with a population of 60,000 or more. **Section 6** also provides that a hybrid electric vehicle which is placed into service as a taxicab may be operated as a

taxicab for an additional period of 24 months beyond the period specified for other motor vehicles

Section 1. NAC 706.022 is hereby amended to read as follows:

706.022 "Bus" means any motor vehicle:

- 1. That was originally manufactured and is currently configured with a capacity of 16 or more persons, including the driver, designed, constructed and used for the transportation of passengers, their baggage and light express : and
 - 2. That is engaged exclusively in charter service by bus.
 - **Sec. 2.** NAC 706.080 is hereby amended to read as follows:

706.080 "Livery limousine" means a motor vehicle engaged in the general transportation of persons for compensation that was originally manufactured as having [a]:

- 1. A capacity of 9 or more persons but less than 16 persons, including the driver \Box ;
- 2. A capacity of 16 or more persons, including the driver, but is currently configured with a capacity of less than 16 persons, including the driver; or
- 3. A capacity of 16 or more persons, including the driver, and is not engaged in charter service by bus.
 - **Sec. 3.** NAC 706.1015 is hereby amended to read as follows:

706.1015 "Prearranged" means:

- 1. With respect to charter service by bus, transportation that is scheduled through the central dispatch of a carrier at least 4 hours before the provision of service.
- 2. With respect to passenger transportation other than charter service by bus, transportation that is scheduled through or reported to the central dispatch of a carrier before the provision of service.
 - **Sec. 4.** NAC 706.147 is hereby amended to read as follows:

- 706.147 1. The Authority will consider a provider of free shuttle service to passengers who may or may not have baggage to be a common motor carrier unless all of the following conditions are met:
- (a) The provider's business is not the transportation of property or passengers and any transportation furnished is incidental to its business.
- (b) The provider indicates in any advertisement including information on free transportation that the transportation will only be furnished to its customers. Such information must be incidental to an advertisement of the business.
 - (c) The provider ensures that transportation is provided only to its customers.
- (d) Except as otherwise provided in this paragraph, transportation is furnished only [if] from a point of origin to the provider's licensed place of business [is the point of origin] with no intermediate stops or from the provider's licensed place of business to the point of destination of each customer's trip [.] with no intermediate stops. If the provider is a health insurer licensed to transact insurance in this State, the provider may provide transportation, other than emergency transportation, to an insured between a medical facility where medical services covered by the health insurer have been or will be rendered and another medical facility or the residence of the insured.
- (e) The driver is prohibited from soliciting gratuities, either directly or indirectly, or from placing a container for gratuities in the vehicle used to provide the free shuttle service. The driver may accept unsolicited gratuities.
- (f) The driver is not compensated based upon the number of persons transported in a given period.
 - (g) The vehicle used to provide the free shuttle service is owned by and registered to:

- (1) The provider, at the place of business of the provider;
- (2) A subsidiary of the provider, at the place of business of the subsidiary;
- (3) An affiliate that controls the provider, at the place of business of the affiliate; or
- (4) A certificate holder, at the place of business of the certificate holder.
- (h) The driver is employed by the person to whom the vehicle used to provide the free shuttle service is registered, as set forth in paragraph (g), or an affiliate of that person.
- (i) The vehicle used to provide the free shuttle service is properly marked on each side of the vehicle with the name or logo of the provider. Such markings must be at least 2 inches high and be visible from a distance of at least 50 feet.
- 2. The Authority will not consider the placement of the name of the business on the side of the vehicle used to provide the free shuttle service as an advertisement for transportation.
 - 3. As used in this section:
 - (a) "Affiliate" has the meaning ascribed to it in NRS 692C.030.
 - (b) "Subsidiary" has the meaning ascribed to it in NRS 692C.100.
 - **Sec. 5.** NAC 706.3555 is hereby amended to read as follows:
- 706.3555 1. In addition to the rates and fares included in the tariff on file with the Authority, a carrier authorized to provide charter service by limousine may charge and collect from the carrier's passengers a fuel surcharge in an amount determined pursuant to this section.
- 2. A carrier authorized to provide charter service by limousine who charges and collects a fuel surcharge shall compute the amount of the fuel surcharge on an hourly basis in accordance with the following table:

Surcharge per	
Hour:	
\$2.00	
\$3.00	
\$4.00	
\$5.00	
\$6.00	
\$7.00	
\$8.00	
\$9.00	
\$10.00	

- 3. The minimum surcharge pursuant to subsection 2 is an amount equal to the appropriate surcharge for 1 hour as determined from the table set forth in subsection 2. Periods of more than 1 hour may be charged in increments of one-half hour.
- **4.** For the purposes of the table set forth in subsection 2, the fuel price must be determined in the following manner:
- (a) For a limousine which does not use diesel fuel, the fuel price is an amount equal to the retail price per gallon of regular fuel effective for the 25th calendar day of the immediately preceding month according to the United States Department of Energy, Energy Information Administration survey on Weekly Retail Gasoline and Diesel Prices, Regular Grade West Coast (PADD 5).

- (b) For a limousine which uses diesel fuel, the fuel price is an amount equal to the retail price per gallon of diesel effective for the 25th calendar day of the immediately preceding month according to the United States Department of Energy, Energy Information Administration survey on Weekly Retail Gasoline and Diesel Prices, Diesel, All Types West Coast (PADD 5).
- [4.] 5. The fuel prices described in paragraphs (a) and (b) of subsection [3] 4 may be obtained by calling the United States Department of Energy, Energy Information Administration at (202) 586-8800 or on the Internet website of the United States Department of Energy, Energy Information Administration at www.eia.doe.gov.
- [5.] 6. A carrier authorized to provide charter service by limousine who intends to charge and collect a fuel [charge] surcharge pursuant to this section shall include in its tariff on file with the Authority the table and rules set forth in this section.
 - **Sec. 6.** NAC 706.3745 is hereby amended to read as follows:
- 706.3745 1. In addition to the requirements set forth in NAC 706.379, and except as otherwise provided in subsection 2, a certificate holder that is authorized to operate taxicabs between points and places within a county whose population is [more than] 100,000 or more but less than [400,000] 700,000 shall ensure that each vehicle which the certificate holder places into service as a taxicab for the first time:
 - (a) Is new; or
 - (b) Has been driven less than 50,000 miles.
- 2. [If] The provisions of subsection 1 do not apply to a certificate holder that is authorized to operate taxicabs only in areas within the county which are located outside of the city limits of any city whose population is 60,000 or more.

3. Except as otherwise provided in subsection 7, if a certificate holder places a new vehicle into service as a taxicab, the vehicle must not be used as a taxicab for more than [60] 72 months after the date on which the vehicle was placed into service.

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- 4. Except as otherwise provided in subsection 7, if a certificate holder places a vehicle that has been driven less than 50,000 miles into service as a taxicab for the first time, the vehicle must not be used as a taxicab for more than [48] 60 months after the date on which the vehicle was placed into service.
- [4.] 5. Upon the receipt of a petition from a certificate holder, the Authority may exempt from the requirements of this section up to 10 percent of the vehicles of the fleet of the certificate holder which are:
 - (a) Restored theme or antique vehicles; or
- (b) Manufactured in a foreign country and not used commonly within the United States in the business of transporting passengers for hire.
- [5.] 6. If a certificate holder places into service as a taxicab a vehicle that has been granted an exemption pursuant to subsection [4,] 5, the certificate holder shall, within 30 days after each date on which the vehicle completes 150,000 miles of operation as a taxicab:
 - (a) Replace or rebuild the engine of the vehicle;
 - (b) Inspect the brake drums of the vehicle and replace the brake drums if necessary; and
- (c) Inspect the frame of the vehicle for cracks and bends that are not intended to be part of the frame.
- [6.] 7. If a hybrid electric vehicle, as that term is defined in 40 C.F.R. § 86.1702-99, is acquired for use as a taxicab by a certificate holder, the period described in subsection 3 or 4

during which the hybrid electric vehicle may be operated as a taxicab is extended for an additional period of 24 months.

- **8.** If the Authority determines that a certificate holder has violated any provision of this section, the Authority will:
- (a) Cause the taxicab in regard to which the violation occurred to be withdrawn from service; and
 - (b) Impose upon the certificate holder an administrative fine pursuant to NRS 706.771.
- → A taxicab withdrawn from service pursuant to this subsection must not be placed back in service until the Authority inspects the taxicab and verifies that the violation has been corrected.