### BEFORE THE NEVADA TAXICAB AUTHORITY

IN THE MATTER OF THE PUBLIC HEARING	) FINDINGS OF FACT, CONCLUSIONS
Regarding Modifying Taxi Rates During the	OF LAW AND ORDER AUTHORIZIN
Electric Daisy Carnival	ADDITION OF A SPECIAL EVENT
	SURCHARGE RATE FOR THE
	ELECTRIC DAISY CARNIVAL

THIS MATTER came before the Nevada Taxicab Authority Board (the "Board"), at its regularly scheduled public meeting on April 17, 2024 (the "Hearing"), for consideration of the Board initiated rate review of a proposed special event surcharge for the May 2024 Electric Daisy Carnival ("EDC"). The Hearing was held at the Nevada State Business Center, located at 3300 West Sahara Avenue, Suite. 400, Las Vegas, Nevada 89102.

PRESENT: Dan R. Reaser, Chair

Donald Soderberg, Vice Chair

J.D. Decker, Member

Todd Park, Interim Taxicab Authority Administrator

Ziwei Zheng, Deputy Attorney General

A Petition to Intervene was filed by Henderson Taxi, Whittlesea Blue Cab, Nevada Yellow Cab, Nevada Checker Cab, New Cab Co., Nevada Star Cab, Virgin Valley, and Desert Cab, each a member of the Livery Operator's Association of Las Vegas (collectively referred to as "LOA") present and represented by legal counsel, Kimberly Maxson Rushton. There were no other Intervenors. Also appearing were Cheryl Gibbons of Whittlesea Blue Cab and Henderson Taxi, Michael Bailin of Yellow Checker Star Cab Companies and New Cab Co. and Rich Frakes of Virgin Valley and Desert Cab. No one appeared in opposition to a proposed surcharge.

Based on the evidence presented to the Board and following consideration of the arguments presented during the Hearing, the Board hereby enters the following Findings of Fact, Conclusions of Law and Order (the "Decision"):

# FINDINGS OF FACT

1. The administrative record in this matter consists of the Notice of Public Hearing, the Public Board Meeting Notice and Agenda, the Petition for Leave to Intervene and its Exhibit 1 and the testimony of the Intervenors through their attorney Kimberly Maxon Rushton, and testimony from Mr.

Bailin and Mr. Frakes. Todd Park, Interim Administrator for the Nevada Taxicab Authority spoke on behalf of the Nevada Taxicab Authority ("the TA").

- 2. Pursuant to NRS 706.8818 and NAC 706.471(2) the Board seeks to inquire into the modification of existing taxi rates through the imposition of a special event surcharge fee (the "EDC Surcharge Fee") during the May 2024 EDC event beginning May 17, 2024, and ending the morning of May 20, 2024.
- 3. The Board granted the Petition to Intervene, pursuant to NAC 706.894, as the intervenors are directly and substantially affected by these proceedings.
- 4. Counsel for the LOA provided an overview of the need for a surcharge, the legal authority for requests to modify rates and the justification for a special event surcharge fee in this instance.
- 5. In support of the surcharge, Mr. Bailin testified to the necessity of having a special event surcharge and how it will be used to financially incentivize taxi drivers to work during the EDC. Based on the experiences with the F1 Grand Prix, Super Bowl and March Madness, and discussions that the operators have had with taxi drivers at their respective companies, the operators proposed that the EDC Surcharge Fee should be fifty dollars (\$50.00).
- 6. The LOA confirmed to the Board that one hundred percent (100%) of the surcharge received by permitted drivers of leased taxicabs, would be retained by the driver. It noted the fact that there are variances among the certificated companies, however, approximately forty-three percent (43%) of the EDC Surcharge Fee will be included in the commissions paid to permitted employee drivers.
- 7. Mr. Bailin provided testimony regarding the method by which the taxi meters can be programmed to include a surcharge rate, which will activate when a driver enters a specified area during the EDC event. A representative from Kaptyn further testified to the fact that the taxi meters can be programmed to effectuate the implementation of the EDC Surcharge Fee, through designation of physical coordinates at or surrounding the venue of the EDC event using electronic geolocation technology for a prescribed period of time (the "Geofence").

4

5

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

11.

- 9. The range of the Geofence that will trigger the special event surcharge fee will be between one to three miles surrounding the Las Vegas Speedway. The industry shall submit its Geofence radius recommendation to Interim Administrator Park on or before April 30, 2024, who will then determine and approve the Geofence parameters and will advise the industry.
- 10. The LOA submitted the Geofence parameters on or about April 26, 2024, and the Geofence approved by Interim Administrator Park is attached to this Order as Exhibit "A".
- To determine the effectiveness of a "special event surcharge fee" the Board requested that certificated taxi carriers provide statistical information following the EDC. Specifically, the Board requested submission to the TA on or before May 31, 2024, statistics documenting the following: (i) how many drivers actually availed themselves and made the conscious decision to drive an empty cab from Las Vegas to the Speedway; (ii) what time of day did those drivers do that-either by the hour or by blocks of time; and (iii) the number of medallions operated during the EDC Surcharge Period (the
- "Special Event Surcharge Metrics"). The Special Event Surcharge Metrics are to be provided to the Board for consideration at a future public meeting of the Board for the purpose of evaluating whether to conduct a hearing on adopting a general special event surcharge rate structure.
- 12. After discussion and deliberation, the members of the Board present at Hearing, having fully considered the law and being fully advised in the premises, voted unanimously in favor of a motion to approve the EDC Surcharge Fee proposal for the EDC Surcharge Period and subject to the Special Event Surcharge Metrics reporting requirements.

### **CONCLUSIONS OF LAW**

- 1. The Hearing was held in compliance with the provisions of the Nevada Open Meeting Law, the Nevada Administrative Procedure Act, Chapter 706 of the Nevada Revised Statutes (the "NRS") and Chapter 706 of the Nevada Administrative Code (the "NAC").
  - 2. The geographic area subject to this Order is Clark County, Nevada.

- 3. The Board is duly constituted and may regulate the conduct of the taxicab business.

  NRS 706.8818.
- 4. Generally, the Board may attach to the exercise of the rights granted by the allocation of taxicab medallions any terms and conditions that in its judgment the public interest may require. NRS 706.8824(5).
- 5. The Board is directed by law to review the rates, charges, or fares of the certificate holders in its jurisdiction. NRS 706.8824(6)(b).
- 6. The Board has the authority to review and adjust, alter, or change the taxicab rates, charges, or fares for taxicab service in Clark County, Nevada, and is the only entity authorized to do so for taxicab service within its jurisdiction. NRS 706.8819(1)(a); NAC 706.471(1).
- 7. The rates, charges, or fares of all certificate holders within a county under the jurisdiction of the Board must be uniform, unless there is a showing that the public interest requires otherwise. NAC 706.471(3).
- 8. In conducting an administrative investigation, inquiry, or hearing, neither the Board nor any of its officers or employees are bound by the technical rules of evidence, and no informality in any proceeding or in the manner of taking of testimony will invalidate any order, decision, rule, or regulation made or approved by the Board. NAC 706.948(1).
- 9. The Board has the authority to ensure that the traveling public and spectators attending the EDC have access to readily available, safe and reliable transportation services. In furtherance of that objective, the Board concludes the public interest will be served by implementing the EDC Surcharge Fee proposal for the EDC Surcharge Period to support the efforts of the certificated taxi carriers to deploy as many of the authorized taxicabs as possible to serve the traveling public. NAC 706.909(3).

- a. The EDC Surcharge Fee should be set at forty dollars (\$40.00) on all taxi trips that originate at locations within Clark County outside the Geofence to the PUDO through the Geofence established taxi zone located on or around the Las Vegas Speedway and will be known as Tariff 2. The EDC Surcharge Fee should be set at sixty dollars (\$60.00) on all taxi trips that originate from the Geofence located around the PUDO established taxi zone located on or around the Las Vegas Speedway to locations within Clark County outside the Geofence and will be known as Tariff 3.
- b. The EDC Surcharge Fee should be applicable during a period that accommodates the travelling public for a reasonable period preceding and following the Event.

  Accordingly, the EDC Surcharge Period should commence Friday, May 17, 2024, at 3:00 p.m. (PST)
- to midnight and continue through to Saturday, May 18, 2024, at 10:00 a.m. Commence again on Saturday, May 18 at 3:00 p.m. to midnight and continue through to Sunday May 19 at 10:00 a.m.
  - Finally on Sunday May 19 at 3:00 p.m. to midnight and continuing through Monday, May 20, 2024, at 10:00 a.m. to provide a reasonably calculated continuance of taxi services.

    11. Based on the fact that the imposition of the EDC Surcharge Fee proposal for the EDC
  - Surcharge Period is a pilot program, the public interest will be served by the collection and analysis of Special Event Surcharge Metrics to determine the effectiveness of special event surcharges in improving full work force participation by permitted taxicab drivers to provide services to the traveling public during special events in Clark County, Nevada. Accordingly, the Board concludes that Special Event Surcharge Metrics reporting requirements are an appropriate exercise of the Board's
  - 12. The interests, welfare and convenience of the travelling public are served by the EDC Surcharge Fee proposal for the EDC Surcharge Period and subject to the Special Event Surcharge Metrics reporting requirements.

authority pursuant to NRS 706.8819(1)(a) and NAC 706.471(1).

- 13. Public policy favors approval and adoption of the EDC Surcharge Fee proposal for the EDC Surcharge Period and the imposition of the Special Event Surcharge Metrics reporting requirements.
- 14. The Board's approval of the Surcharge Fee is a reasonable and permissible exercise of its authority to regulate the taxicab industry and its rates in the public interest.
- 15. If any of the foregoing conclusions of law is more appropriately construed as a finding of fact, it may be so construed.

## **ORDER**

THEREFORE, IT IS HEREBY ORDERED:

- 1. The Board GRANTS a special event Surcharge Fee to be imposed during the 2024 EDC.
- 2. An EDC Surcharge Fee of forty dollars (\$40.00) on taxi trips that originate from locations within Clark County outside the Geofence to the PUDO through the Geofence established taxi zone located on or around the Las Vegas Speedway and will be known as Tariff 2. The EDC Surcharge Fee should be set at sixty dollars (\$60.00) on all taxi trips that originate from the Geofence around the PUDO established taxi zone located on or around the Las Vegas Speedway to locations within Clark County outside the Geofence and will be known as Tariff 3. The Geofence as approved by the Interim Administrator Park is set forth in Exhibit "A".
- 3. The implementation of the EDC Surcharge Fee using the Tariff 2 and Tariff 3 meter rates will not supersede any existing taxi rate but instead be added onto the applicable rate during the EDC Surcharge Period, is APPROVED.
- 4. Implementation of the EDC Surcharge Fee for the EDC Surcharge Period will commence Friday afternoon, May 17, 2024, at 3:00 p.m. (PST) to midnight and continue through to Saturday morning, May 18, 2024, at 10:00 a.m. Commence again on Saturday afternoon, May 18 at 3:00 p.m. to midnight and continue through to Sunday morning May 19 at 10:00 a.m. Finally, on Sunday afternoon May 19 from 3:00 p.m. to midnight and continuing through Monday morning, May 20, 2024, at 10:00 a.m., is APPROVED.

- The imposition upon the certificated taxicab companies of the Special Event Surcharge Metrics reporting requirements and the reporting submission date of May 31, 2024, is APPROVED.
- 6. For the purposes of planning, programming, and implementing the EDC Surcharge Fee, this Order is effective upon the date signed. For the purpose of imposing the EDC Surcharge Fee, this Order is effective at 3:00 p.m. (PST) on Friday, May 17, 2024, and continuing to and terminating at 10:00 a.m. (PST) on Monday, May 20, 2024.
- 7. The Board retains jurisdiction to correct any error that may have occurred during the drafting or issuance of this Order.

DATED this 30th day of April 2024.

STATE OF NEVADA TAXICAB AUTHORITY BOARD

By: Dan R. Reaser, Chair.

# EXHIBIT "A"

**EXHIBIT "A"** 



