#### BEFORE THE NEVADA TAXICAB AUTHORITY

IN THE MATTER OF THE PUBLIC HEARING Regarding Modifying Taxi Rates During a Special Event and Designation of a Special Event FINDINGS OF FACT, CONCLUSIONS
OF LAW AND ORDER AUTHORIZING
A GENERAL SURCHARGE RATE
ORDER GOVERNING RECURRING
SPECIAL EVENT SURCHARGES AND
DESIGNATION OF SPECIAL EVENTS:
NYE 2024 and 2025/EDC/F1Grand Prix

THIS MATTER having come before the Nevada Taxicab Authority Board ("the Board"), at its regularly scheduled public meeting on December 18, 2024 ("the Hearing"), for the continued consideration of the Board initiated rate review concerning special event surcharges. 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

Rusty Graf, Member J.D. Decker, Member Lawrence Weekly, Member

Todd Park, Taxicab Authority Administrator

This matter first appeared April 17, 2024, noticed as a Public Hearing on the Board initiated proposal of a designation of a future Special Event. Again, on July 17, 2024, August 21, 2024, September 18, 2024, October 16, 2024, and November 20, 2024 (collectively the "Meetings"), the Board reviewed and assessed aggregate statistics compiled from special event surcharge pilot programs and discussed factors to be evaluated in developing a general surcharge rate for an order governing recurring special events. Based on the evidence presented to the Board and following consideration of the arguments presented during the Meetings and 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 Notices and Agendas, and the testimony of the interested persons in the industry. Todd Park, Administrator for the Nevada Taxicab Authority and Curtis Mell, Management

 Analyst, provided information and analysis to the Board on behalf of the Nevada Taxicab Authority (the "TA").

- 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 during Special Events.
- 3. Counsel for 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") submitted a petition for Leave to Intervene and provided an overview of the need for a special event surcharge, the legal authority for requests to modify rates and the justification for a special event surcharge fee during Special Events.
- special event surcharge and how it is used to financially incentivize taxi drivers to work during a Special Event period given the difficulty of driving caused by the highly increased congestion of the special event, the many people and vehicles in the area because of the Special Event, a distantly located event, the ensuing increased waiting times to earn a fare, and the need to ensure the public receives safe rides during the events. Based on prior TA surcharge pilot program experiences with the F1 Grand Prix, Superbowl, NCAA March Madness and the Electric Daisy Carnival ("Pilot Surcharge Programs"), and discussions the operators have had with taxi drivers at their respective companies, the surcharges for Pilot Surcharge Programs ordered by this Board have ranged from ten dollars (\$10.00) to sixty dollars (\$60.00). The Electric Daisy Carnival ("EDC"), with its lack of proximity to the Las Vegas Strip, it's very large number of attendees, and the high probability of a "deadhead" fare-empty trip either from the speedway or back to the city, commanded the larger surcharge fees to encourage available taxis for the riding public.
- 5. 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 Surcharge Fee will be included in the commissions paid to permitted employee drivers.

- 6. Mr. Bailin provided testimony regarding the ease in which the taxi meters can be programmed to include a surcharge rate and should the Board require the use of an electronic geolocation technology ("geofence") area and a designated pickup and drop off zone ("PUDO") designated for the surcharge event. Additional testimony was heard regarding the difficulty of obtaining cabs at The Sphere, T-Mobile Arena, and Allegiant Stadium and that during New Year's Eve much of the Strip is closed to vehicle traffic.
- 7. To determine the effectiveness of a "special event surcharge fee" in improving full work force participation by permitted taxicab drivers to provide services to the traveling public during special events in Clark County, Nevada, the Board requested that certificated taxi carriers provide statistical information following Pilot Surcharge Programs. These statistics included: (i) how many drivers availed themselves and made the conscious decision to drive during the special event (ii) what time of day did those drivers do that-either by the hour or by blocks of time (iii) the number of medallions operated during a special event surcharge period, and other statistics ("special event surcharge metrics"). The prior special event surcharge metrics were provided to the Board after each of the Pilot Surcharge Programs for consideration at previous monthly Board meetings, so it could determine whether to authorize an extension of a "special event surcharge fee" for events scheduled in 2024 and 2025.
- 8. After discussion and deliberation, all 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 future special events surcharges and the designation of future special events.

# **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.
- 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 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 special events 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 special event surcharges 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).
- 10. In accordance with NRS 233B.121, NRS 233B.123 and NRS 233B.135, and consistent with NAC 706.909(2) & (4), the reliable, probative and substantial evidence submitted to the Board at the Meetings establishes by a preponderance of such evidence:
- a. That the following events are to be considered "Special Events" for the purposes of this Order for recurring special event surcharges:
  - New Year's Eve 2024 ("NYE") commencing December 31, 2024, at 6:00 p.m. and ending at 2:00 a.m. January 1, 2025. The \$10.00 surcharge is

applicable to trips originating and/or terminating in the Strip Corridor zones during the applicable time period.

- Electric Daisy Carnival ("EDC") commencing Friday, May 16, 2025, at 3:00 p.m. to Saturday May 17, 2025, at 10:00 a.m. Commencing again on Saturday, May 17 at 3:00 p.m. to Sunday May 18, 2025, at 10:00 a.m. Commencing again on Sunday May 18, 2025, at 3:00 p.m. to Monday, May 19, 2025, at 10:00 a.m. (See paragraphs b and c below.)
- F1 Grand Prix commencing November 20, 2025, at 1:00 a.m. and ending at 12:00 noon on November 24, 2025. (See paragraph d below.)
- New Year's Eve 2025 commencing December 31, 2025, at 6:00 p.m. and ending at 2:00 a.m. January 1, 2026. The \$10.00 surcharge is applicable to trips originating and/or terminating in the Strip Corridor zones during the applicable time period.
- b. The EDC Surcharge Fee should be set at the same rate as 2024, at forty dollars (\$40.00) on all taxi trips that originate from Las Vegas to the PUDO through the same geofenced 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 geofenced PUDO established taxi zone located on or around the Las Vegas Speedway to Las Vegas or the nearby vicinity and will be known as Tariff 3.
- c. 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 the Friday beginning the event beginning at 3:00 p.m. (PST) to midnight and continue through to the next day, Saturday, at 10:00 a.m. Commence again on Saturday, at 3:00 p.m. to midnight and continue through to Sunday at 10:00 a.m. Finally on Sunday at 3:00 p.m. to midnight and continuing through Monday, at 10:00 a.m. to provide a reasonably calculated continuance of taxi services.
- d. The F1 Grand Prix 2025 Surcharge Fee should be set at the same rate as 2024, at fifteen dollars (\$15.00) on all taxicab trips originating or terminating at the airport solely to and

from the Strip Corridor in the fixed rate zones, and within the existing established Strip Corridor taxi zones applicable during a period that accommodates the travelling public for a reasonable period preceding and following the event. Accordingly, the F1 Grand Prix Surcharge Period should begin at 1:00 a.m. (PST) on the Thursday of the commencement of the event to noon on Monday, the travel day following the event to provide a reasonably calculated continuance of taxi services.

- e. The F1Surcharge Fee should be applicable during a period that accommodates the traveling public and spectators for a reasonable period preceding and following the F1 Event, including practice sessions, qualifying events, the actual race, and travel into and from Las Vegas associated with the F1 Event. Accordingly, the F1 Surcharge Period should commence Thursday, November 20, 2025, at 1:00 a.m. (PST) and continue to 12:00 noon on Monday, November 24, 2025, to provide a reasonably calculated continuance of taxi services.
- f. The F1 surcharge Fee should be implemented using a new meter rate, identified on the meter as "Tariff 2", and providing that "Tariff 2" will not supersede any existing taxi rate but instead be added onto the applicable zone rate during the F1 Surcharge Period.
- g. Information confirming track access points, additional road closures, loading zones and staging areas for commercial vehicles was not available to the Board. Based on the 2024 F1 Event Surcharge order, the Board concludes regarding the geo-fencing programming capabilities of taxicab meters, that subject to supervision and approval by the Administrator, temporary adjustments of the geographic areas associated with the currently approved flat rate zones for the airport Strip Corridor will be necessary to include the loading zones and staging areas for commercial vehicles established for the F1 Event and to comply with the F1 Staging Requirements.
- 11. The interests, welfare and convenience of the travelling public are served by the Board's designations of NYE 2024 and 2025, EDC 2025 and the F1 Grand Prix 2025 as Special Events, and by the NYE Surcharge Fee, the EDC Surcharge Fee and the F1 Grand Prix Surcharge Fee.
- 12. Public policy favors approval and adoption of NYE 2024 and 2025, EDC 2025, and F1 Grand Prix 2025 as Special Events together with the corresponding NYE's Surcharge Fee for the 2024 and 2025 Surcharge Period, the EDC Surcharge Fee for the EDC Surcharge Period, and the F1 Grand Prix Surcharge Fee for the F1 Grand Prix Surcharge Period.

- 13. The Board's approval of the Surcharge Fees is a reasonable and permissible exercise of its authority to regulate the taxicab industry and its rates in the public interest.
- 14. 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:

- The Board designates NYE 2024 and 2025, 2025 EDC and 2025 F1 Grand Prix as Special Events and implements a Surcharge Fee to be imposed during the Special Events.
- The NYE Surcharge Fee is ten dollars (\$10.00) applicable to taxi trips originating and/or terminating in the Strip Corridor zones during the applicable time period of 6:00 p.m.
   December 31 to 2:00 a.m. January 1.
- 3. The EDC Surcharge Fee is forty dollars (\$40.00) on taxi trips that originate from Las Vegas to the PUDO through the geofenced 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 geofenced PUDO established taxi zone located on or around the Las Vegas Speedway to Las Vegas or the nearby vicinity and will be known as Tariff 3. The geofence location will remain the same throughout 2024 and 2025.
- 4. The EDC Surcharge Period should commence the Friday beginning the event commencing at 3:00 p.m. (PST) to midnight and continue through to the next day, Saturday, at 10:00 a.m. Commence again on Saturday, at 3:00 p.m. to midnight and continue through to Sunday at 10:00 a.m. Finally on Sunday at 3:00 p.m. to midnight and continuing through Monday, at 10:00 a.m. to provide a reasonably calculated continuance of taxi services.
- 5. The F1 Grand Prix Surcharge Fee should be set at fifteen dollars (\$15.00) on all taxicab trips originating or terminating at the airport solely to and from the Strip Corridor in the fixed rate zones, and within the existing established Strip Corridor taxi zones applicable during a period that accommodates the traveling public for a reasonable period preceding and following the event. The F1 Grand Prix Surcharge Period should begin at 1:00 a.m.

2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

(PST) on the Thursday of the commencement of the event to noon on Monday, the travel day following the event, to provide a reasonably calculated continuance of taxi services.

- 6. For the purposes of planning, programming, and implementing the NYE Surcharge Fee, the EDC Surcharge Fee and the F1 Grand Prix Surcharge Fee, this Order is effective upon the date signed. For the purpose of imposing the NYE Surcharge Fee, this Order is effective at 6:00 p.m. December 31, 2024, through 2:00 a.m. January 1, 2025; for the purpose of imposing the EDC Surcharge Fee, this Order is effective at 3:00 p.m. (PST) on the Friday commencing the event and continuing to and terminating at 10:00 a.m. (PST) on Monday following the event for the specific hours set forth herein; for the purpose of imposing the F1 Grand Prix Surcharge Fee, this Order is effective at 1:00 a.m. (PST) on the Thursday of the commencement of the event and continuing to noon on Monday, the travel day following the event as set forth herein.
- 7. The implementation of any Surcharge Fee using a new meter rate will not supersede any existing taxi rate but instead be added onto the applicable rate during the Surcharge Period.
- 8. 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 December 2024.

STATE OF NEVADA TAXICAB AUTHORITY BOARD

By: Dan R. Reaser, Chair