

**Short Term Leasing – Effective October 1, 2009** SB 234 increases the governmental services fee from 6% to 10% of the amount a passenger car is leased and eliminates the 4% Collection Allowance to the lessor. Instead, it allows the lessor to charge “a fee” to recover the full amount of its vehicle licensing costs and “a fee” to cover other costs, such as Airport Franchise Fee. In addition, a short term lessor must annually report to the Department of Taxation the amount of the vehicle licensing costs for the preceding year and the amount collected to recover the costs.

UPDATES TO SHORT-TERM LESSOR FEES  
FOR PASSENGER CAR, GOVERNMENTAL SERVICES FEE RETURN  
March 26, 2009

Nevada Revised Statutes (NRS) 482.31565(2) limits the dollar amount a short-term lessor may charge for a waiver of damages. It also provides that this amount be adjusted for each fiscal year that begins on or after July 1, 2008 by adding thereto the product of that amount multiplied by the percentage increase in the Consumer Price Index West Urban for All Urban Consumers (All Items) between the calendar year ending on December 31, 2005 and the calendar year immediately preceding the fiscal year for which the adjustment is made.

NRS 482.3158(l) (f) also requires that the maximum amount charged for an additional driver not exceed \$10.00 per driver. This amount must be adjusted in the same manner as the waiver of damages described above.

The CPI factor has been calculated at 10.5% for the fiscal year 2009. Therefore, effective July 1, 2009, the charge for **waiver of damages increases to \$24.31** based on a CPI factor of 10.5% ( $\$22.00 \times 10.5\% = \$2.31$ ;  $\$22.00 + \$2.31 = \$24.31$ ).

The **\$10 charge for each additional driver increases to \$11.05** based on a CPI factor of 10.5% ( $\$10.00 \times 10.5\% = \$1.05$ ;  $\$10.00 + \$1.05 = \$11.05$ ).

Each year, in March, the Department will publish the adjusted amount for the next fiscal year to its website and will otherwise make that information available to short-term lessors of passenger cars.