



SPECIAL NOTICE

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CUSTOMER SERVICE CENTER
1-800-400-7115

CRS
711

Collection of Local Charges Extended through December 31, 2025

Senate Bill 1441¹ extended the sunset date for the collection of local charges. Sellers of prepaid MTS are required to collect, report, and pay the applicable local charges on their retail sales of prepaid Mobile Telephony Services (MTS) through December 31, 2025.

What you must do

If you make retail sales of prepaid MTS and your retail sales in the prior calendar year are more than \$15,000, you are required to collect local charges as a percentage of your selling price of prepaid MTS. Local charges are due on prepaid MTS sold at your retail location, online, or in the case of a service provider, to California customers in areas with applicable local charges. Local charge rates are available on our *911 Surcharge and Local Charge Rates* webpage at www.cdtfa.ca.gov/taxes-and-fees/mts.htm.

Sellers, other than direct sellers, of prepaid MTS may continue to retain up to two percent (2%) of the local charges collected (not including the 911 Surcharge) as reimbursement costs for collecting the local charges. The electronic prepaid MTS return includes instructions on how to claim the 2% reimbursement, if applicable.

For additional information

For more information about the 911 Surcharge and local charges collection requirements, please visit our *Tax Guide for Sellers of Prepaid Mobile Telephony Services (MTS) and Telecommunication Service Suppliers* listed on our website at www.cdtfa.ca.gov/industry/seller-servicesupplier.htm, or call our Customer Service Center at 1-800-400-7115 (CRS:711). Customer service representatives are available weekdays from 8:00 a.m. to 5:00 p.m. (Pacific time), except state holidays.

¹ www.leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201920200SB1441