



# SPECIAL NOTICE

CALIFORNIA DEPARTMENT  
OF TAX AND FEE  
ADMINISTRATION  
651 Bannon Street, Suite 100  
Sacramento, CA 95811

**GAVIN NEWSOM**  
Governor

**NICOLAS MADUROS**  
Secretary  
Government Operations Agency

**TRISTA GONZALEZ**  
Director

CDTFA WEBSITE  
[www.cdtfa.ca.gov](http://www.cdtfa.ca.gov)

CUSTOMER SERVICE CENTER  
1-800-400-7115

TTY  
711



ONLINE VERSION



ADDITIONAL  
INFORMATION

## Collection of Local Charges Extended Through December 31, 2030

Recent legislation extended the sunset date for the Local Prepaid Mobile Telephony Services Collection Act.<sup>1</sup> Sellers of prepaid mobile telephony services (MTS) are required to collect, report, and pay the applicable local charges on their retail sales of prepaid MTS through December 31, 2030.

### Requirements for Sellers of Prepaid MTS

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. As a retailer in California, local charges are due on prepaid MTS sold at your retail location, and online. For service providers, local charges are due on sales to California customers in areas with applicable local charges. Local charge rates are available on our *Prepaid Mobile Telephony Services (MTS) Surcharge Rates* webpage at [www.cdtfa.ca.gov/taxes-and-fees/mts-rates.aspx](http://www.cdtfa.ca.gov/taxes-and-fees/mts-rates.aspx).

If you sell prepaid MTS and are not a direct seller, you may continue to keep up to two percent of the local charges collected (not including the 911 or 988 surcharges) to cover your costs for collecting the local charges. The electronic prepaid MTS return includes instructions on how to claim the two percent reimbursement, if applicable.

### For Additional Information

For more information about the 911 Surcharge, 988 Surcharge, and local charges collection requirements, please visit our *Tax Guide for Sellers of Prepaid Mobile Telephony Services (MTS) and Telecommunication Service Suppliers* on our website at [www.cdtfa.ca.gov/industry/sellers-of-prepaid-mobile-telephony-services-and-telecommunication-service-suppliers/](http://www.cdtfa.ca.gov/industry/sellers-of-prepaid-mobile-telephony-services-and-telecommunication-service-suppliers/), or call our Customer Service Center at 1-800-400-7115 (TTY:711). Customer service representatives are available on weekdays from 7:30 a.m. to 5:00 p.m. (Pacific time), except state holidays.

1. [leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill\\_id=202520260AB330](http://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=202520260AB330)