

HB 2767 -- PREPAID WIRELESS TELEPHONE SERVICE CHARGE

SPONSOR: Perkins

Currently, a charge of 3% is imposed on retail transactions of prepaid wireless telecommunications service to help fund 911 services. This bill increases the charge to 4%.

Currently, the first \$15 of each transaction is not subject to the service charge. This bill repeals this provision.

The bill requires sellers of prepaid wireless telecommunications services to report to the Department of Revenue the number of retail transactions for which the charge was collected, and the total dollar amount of each transaction and of each service charge. If the Department of Revenue determines that a seller has not collected the charge, the seller will not be allowed to deduct and retain any amount of the charge nor of sales tax for the reporting period for which the Department has determined a deficiency.