ASSEMBLY FLOOR ALERT

Vote YES on SB 1441 (MCGUIRE)

SB 1441 extends the point-of-sale collection mechanism for local 911 fees and utility user taxes (UUTs) imposed on prepaid wireless service, until January 1, 2026.

✓ In 2014, the legislature passed AB 1717 (Perea) to create a statewide system for retail point-of-sale collection of state and local taxes and fees imposed on prepaid wireless services --- The existing provisions expire on January 1, 2021.

✓ More than 40 states have enacted prepaid wireless point-of-sale collection statutes in recognition of their importance to funding state and local programs.

✓ SB 1441 ensures the prepaid sector of the communications market will continue to equitably share in the responsibility of funding local 911 fees and providing critical revenue to cities and counties generated by local UUTs.

✓ Prepaid wireless services are offered on a "pay-as-you-go" basis with no required contracts, term or volume commitments, early termination penalties, overage charges, or credit checks.
  o This business model offers reliable service and affordable pricing.

✓ SB 1441 would ensure continued collection of local 911 fees and UUTs without interruption by extending the sunset for five years on the point-of-sale collection mechanism.

WE SUPPORT SB 1441 (MCGUIRE)