

IC 36-8-16.6

Chapter 16.6. Enhanced Prepaid Wireless Telecommunications Service Charge

IC 36-8-16.6-1

"Board"

Sec. 1. As used in this chapter, "board" refers to the wireless enhanced 911 advisory board established by IC 36-8-16.5-18.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-2

"Consumer"

Sec. 2. As used in this chapter, "consumer" means a person that purchases prepaid wireless telecommunications service from a seller. The term includes a prepaid user.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-3

"Department"

Sec. 3. As used in this chapter, "department" refers to the department of state revenue.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-4

"Enhanced prepaid wireless charge"

Sec. 4. As used in this chapter, "enhanced prepaid wireless charge" means the charge that a seller is required to collect from a consumer under section 12 of this chapter.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-5

"Fund"

Sec. 5. As used in this chapter, "fund" refers to the wireless emergency telephone system fund established by IC 36-8-16.5-21(a).

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-6

"Prepaid user"

Sec. 6. As used in this chapter, "prepaid user" refers to a user of prepaid wireless telecommunications service who:

- (1) is issued an Indiana telephone number or an Indiana identification number for the service; or
- (2) purchases prepaid wireless telecommunications service in a retail transaction that is sourced to Indiana (as determined under IC 6-2.5-12-16).

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-7

"Prepaid wireless telecommunications service"

Sec. 7. As used in this chapter, "prepaid wireless

telecommunications service" means a prepaid wireless calling service (as defined in IC 6-2.5-1-22.4) that allows a user of the service to reach emergency services by dialing the digits nine (9) one (1) one (1).

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-8

"Provider"

Sec. 8. As used in this chapter, "provider" means a person or entity that offers prepaid wireless telecommunications service.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-9

"Retail transaction"

Sec. 9. As used in this chapter, "retail transaction" means the purchase of prepaid wireless telecommunications service from a seller for any purpose other than resale.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-10

"Seller"

Sec. 10. As used in this chapter, "seller" means a person that sells prepaid wireless telecommunications service to another person.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-11

Enhanced prepaid wireless charge; exemptions

Sec. 11. (a) Subject to section 22 of this chapter, the board shall impose an enhanced prepaid wireless charge on each retail transaction that occurs after June 30, 2010. The amount of the initial charge imposed under this subsection may not exceed one-half (1/2) of the monthly wireless emergency enhanced 911 fee assessed under IC 36-8-16.5-25.5.

(b) Subject to legislative approval, the board may increase the enhanced prepaid wireless charge to ensure adequate revenue for the board to fulfill its duties and obligations under this chapter, IC 36-8-16, and IC 36-8-16.5.

(c) A consumer that is the federal government or an agency of the federal government is exempt from the enhanced prepaid wireless charge imposed under this section.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-12

Collection of fee by seller

Sec. 12. (a) A seller shall collect the enhanced prepaid wireless charge from the consumer with respect to each retail transaction.

(b) The seller shall disclose to the consumer the amount of the enhanced prepaid wireless charge. The seller may separately state the amount of the enhanced prepaid wireless charge on an invoice, a receipt, or a similar document that the seller provides to the

consumer in connection with the retail transaction.

(c) Subject to section 15 of this chapter, a seller shall remit enhanced prepaid wireless charges to the department at the time and in the manner prescribed by the department.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-13

Seller obligation to remit charge

Sec. 13. The enhanced prepaid wireless charge is the liability of the consumer and not of the seller or a provider. However, a seller is liable to remit to the board all enhanced prepaid wireless charges that the seller collects from consumers under section 12 of this chapter, including all charges that the seller is considered to collect where the amount of the charge has not been separately stated on an invoice, receipt, or other similar document provided to the consumer by the seller.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-14

Exclusion of fee from calculation of certain taxes and other charges

Sec. 14. The amount of the enhanced prepaid wireless charge that is collected by a seller from a consumer, whether or not separately stated on an invoice, receipt, or other similar document provided to the consumer by the seller, may not be included in the base for determining a tax, fee, surcharge, or other charge that is imposed by the state, a political subdivision, or any other governmental agency.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-15

Seller's allowance for collection

Sec. 15. A seller may deduct and retain one percent (1%) of enhanced prepaid wireless charges that the seller collects from consumers to reimburse the direct costs incurred by the seller in collecting and remitting enhanced prepaid wireless charges.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-16

Audits of seller records

Sec. 16. (a) A seller is subject to the same audit and appeal procedures with respect to the collection and remittance of enhanced prepaid wireless charges as with collection and remittance of the state gross retail tax under IC 6-2.5.

(b) An audit under subsection (a) must be conducted jointly by the department of state revenue and the board.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-17

Administrative guidance concerning collection

Sec. 17. (a) The department, in conjunction and coordination with the board, shall establish procedures:

- (1) governing the collection and remittance of enhanced prepaid wireless charges in accordance with the procedures established under IC 6-8.1 concerning listed taxes; and
 - (2) allowing a seller to document that a sale of prepaid wireless telecommunications service is not a retail transaction.
- (b) A procedure established under subsection (a)(1):
- (1) must take into consideration the differences between large and small sellers, including smaller sales volumes; and
 - (2) may establish lower thresholds for the remittance of enhanced prepaid wireless charges by small sellers.

For purposes of this subsection, a small seller is a seller that sells less than one hundred dollars (\$100) of prepaid wireless telecommunications service each month.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-18

Wireless emergency telephone system fund; deposits

Sec. 18. (a) The department shall deposit all remitted enhanced prepaid wireless charges in the fund.

(b) The board shall administer money deposited in the fund under this section in the same manner as wireless emergency enhanced 911 fees assessed under IC 36-8-16.5-25.5.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-19

Limitation on liability of seller

Sec. 19. A seller of prepaid wireless telecommunications service is not liable for damages to a person resulting from or incurred in connection with the following:

- (1) Providing or failing to provide 911 or wireless 911 services.
- (2) Identifying or failing to identify the telephone number, address, location, or name associated with a person or device that accesses or attempts to access 911 or wireless 911 service.
- (3) Providing lawful assistance to an investigative or law enforcement officer of the United States, a state, or a political subdivision of a state in connection with a lawful investigation or other law enforcement activity by the law enforcement officer.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-20

Limitation on additional fees

Sec. 20. (a) An additional fee relating to the provision of wireless 911 service with respect to prepaid wireless telecommunications service may not be levied by a state agency or local unit of government.

(b) The enhanced prepaid wireless charge imposed by section 12 of this chapter is not considered an additional charge relating to the provision of wireless 911 service for purposes of IC 36-8-16.5-29.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-21**Collection of fees directly from purchaser or consumer**

Sec. 21. The following are not required to take legal action to enforce the collection of an enhanced prepaid wireless charge that is imposed on a consumer:

- (1) A provider.
- (2) A seller.

However, the department or the board may initiate a collection action. A court finding for the department or the board, as applicable, in an action may award reasonable costs and attorney's fees associated with the collection action.

As added by P.L.113-2010, SEC.151.

IC 36-8-16.6-22**Required study; expiration of fee**

Sec. 22 (a) Not later than January 1, 2011, the department shall determine the total amount of fees collected and remitted under IC 36-8-16.5-30.5 (b)(2) (as effective in the period beginning July 1, 2008, and ending June 30, 2010) for the period beginning July 1, 2008, and ending June 30, 2010. The board shall provide all information necessary for the department to perform its duties under this subsection.

(b) Not later than January 1, 2013, the department shall determine the total amount of fees collected and remitted under this chapter for the period beginning July 1, 2010, and ending June 30, 2012.

(c) If the amount determined under subsection (b) is less than the amount determined under subsection (a) by more than five percent (5%), this chapter expires and sunsets July 1, 2013.

As added by P.L.113-2010, SEC.151.