



September 23, 2022

Lisa Sherrod, Administrator
California Department of Tax and Fee Administration,
MIC: 31, 450 N Street
Sacramento, California 95814

SUBJECT: EMERGENCY TELEPHONE USERS SURCHARGE RATE FOR CALENDAR YEAR 2023

Dear Ms. Sherrod:

Pursuant to Revenue and Taxation Code Sections 41030 and 41031, the California Governor's Office of Emergency Services (Cal OES) shall determine annually on or before October 1, to be effective on January 1 of the following year, a surcharge rate that will produce sufficient revenues to fund the expenditures authorized in support of California's 9-1-1 program. The authorized expenditures and calculations are summarized in Table 1 below.

Table 1: Surcharge Calculations for Calendar Year 2023

Description	Ref.	Amount
Authorized Expenditure	B1	\$194,311,000
Balance from Fund Condition Statement	B2	\$39,368,000
Reconciliation (Repay \$10M loan from GF)	B3	\$10,000,000
Revenue Needed for FY 2021-22	B4	\$164,943,000
$B4 = B1 - B2 + B3$, $B7 = B5 * B6 * 12$		
Estimate number of Access Lines	B5	46,121,214
Surcharge per month	B6	\$0.30
Projected Annual Revenue	B7	\$166,036,370

Based on above, Cal OES recommends the State Emergency Telephone Number Account (SETNA) surcharge be maintained at 30 cents (\$0.30) for calendar year 2023.

Table 2 below provides an overview of the number of access lines reported to Cal OES by the service providers.



Table 2: Number of Access Lines

	2022 Access Lines
Wireline	2,764,038
Wireless*	38,584,719
VoIP	4,772,457
Total	46,121,214

Should you require any additional information, please contact Mr. Budge Currier, Branch Manager, California 9-1-1 Emergency Communications Branch at Budge.Currier@CalOES.ca.gov or (916) 894-5004.

Sincerely,



MARK S. GHILARDUCCI
Director