

Federal Communications Commission 445 12th St., S.W. Washington, D.C. 20554

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REGULATORY FEE EXEMPTIONS

General Exemptions

Government entities are not required to pay regulatory fees. Non-profit entities (exempt under Section 501 of the Internal Revenue Code) may also be exempt. The Commission requires that each exempt entity submit, or have on file with the Commission, a valid IRS Determination Letter documenting its nonprofit status or certification from a governmental authority attesting to its exempt status.

Also, a regulatee is exempt from paying regulatory fees if the sum of <u>all</u> of its regulatory fees owed for <u>all</u> of its services is less than \$10. Regulatees are responsible for calculating their own fee obligation amount associated with their various services to determine whether they qualify for this *de minimis* exemption.

Specific Service Category Exemptions

In addition to the general exemptions explained above, the following guidance applies to specific service categories. Noncommercial educational (NCE) FM station and full service NCE television broadcast station licensees are exempt from payment of regulatory fees, provided that these stations operate on an NCE basis. If these stations are exempt, then the licenses that licensees hold for any peripheral services are also exempt from payment of regulatory fees, provided that such licenses are used in conjunction with commonly owned NCE stations. Peripheral services may include auxiliary broadcast stations for AM/FM/TV/LPTV services, remote pickup stations, FM translators or boosters, or TV translators or boosters. Also, emergency alert system (EAS) licenses for auxiliary service facilities are exempt, as are licenses held for Educational Broadband Service (EBS).

Also, under our community service exemption, a broadcast facility/equipment does not owe regulatory fees if meets all three (3) of the following criteria: (1) is not licensed to, in whole or in part, and does not have common ownership with, the licensee of a commercial broadcast station; (2) does not derive income from advertising; and (3) is dependent on subscriptions/contributions from the members of the community served for support. Finally, licensees of TV translator, TV booster, FM translator, FM booster, and LPTV stations who have obtained a fee refund because of an NTIA facilities grant for their station or a fee waiver because of demonstrated compliance with the eligibility and service requirements of § 73.621 of the Commission's rules, are exempt from payment of regulatory fees and should not submit payment.