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

August 30, 2018

REGULATORY FEE EXEMPTIONS FOR FY 2018

General Exemptions

Each year, the Commission is required to collect regulatory fees. Licensees and regulatees are assessed fees as set forth in *Assessment and Collection of Regulatory Fees for Fiscal Year 2018, Report and Order and Order*, (released August 29, 2018) ("FY 2018 Regulatory Fees, *Report and Order*"). The Commission also publishes industry-specific guidance in *Who Owes Fees & What Is My FY 2018 Fee*, which can be found on the Commission website at http://www.fcc.gov/regfees. While FY 2018 regulatory fees will not become effective until the rulemaking is published in the Federal Register, regulatees at their own discretion, may submit payments at any time before the effective due date of FY 2018 regulatory fees. **Regulatory fee payments MUST BE RECEIVED** 1 by the Commission no later than 11:59 PM, Eastern Daylight Time, on September 25, 2018.

This Fact Sheet provides information about those entities that are exempt from payment of regulatory fees. Government entities are not required to pay regulatory fees. Non-profit entities (exempt under Section 501 of the Internal Revenue Code) also may be exempt. The Commission requires that any entity claiming exempt status submit, or have on file with the Commission, a valid IRS Determination Letter documenting its nonprofit status or certification from a governmental authority and attesting to its exempt status. Licensees that are incorrectly identified as exempt from regulatory fees are advised to contact the Commission's Financial Operations Help Desk at (877) 480-3201, Option 4. An additional number to call is (202) 418-1995.

DE MINIMIS REGULATORY FEE LEVEL

Regulatees whose total FY 2018 annual regulatory fee liability, including all categories of fees for which payment is due, is \$1,000 or less are exempt from payment of FY 2018 regulatory fees. The *de minimis* threshold applies only to filers of <u>annual</u> regulatory fees (not regulatory fees paid through multi-year filings), and it is not a permanent exemption. Rather, each regulate will need to reevaluate their total fee liability each fiscal year to determine whether they meet the *de minimis* exemption. Regulatees are responsible for calculating their own total fee obligation to determine whether they qualify for this *de minimis* exemption. The Commission reserves the right to request documentation that supports a *de minimis* exemption claim.

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 licensees and full service NCE television broadcast station licensees are exempt from paying regulatory fees, provided that these stations operate solely on an NCE basis. If these stations are exempt, then the licenses held to provide peripheral services are also exempt

¹ The Commission has instituted a mandatory electronic payment policy, which means that licensees will no longer be able to make regulatory fee payments by check, money order, or cashier's check. Only credit card, ACH, and wire transfer payments will be accepted. Please make sure that your electronic fee payment is made and the transaction is completed by the due date of FY 2018 regulatory fees.

from regulatory fees, provided that such licenses are used solely in conjunction with the commonly owned NCE stations. Peripheral services may include auxiliary broadcast stations for AM/FM/Digital (UHF/VHF) TV/LPTV services, remote pickup stations, FM translators or boosters, or TV translators or boosters. Emergency alert system (EAS) licenses for auxiliary service facilities are exempt, as are licenses held for Educational Broadband Service (EBS).

Under our community service exemption, a broadcast facility is exempt from regulatory fees if it meets all three of the following criteria: (1) it is not licensed to, and is not commonly owned in whole or in part, by the licensee of a commercial broadcast station; (2) it does not derive income from advertising; and (3) it is dependent for support on subscriptions/contributions from the members of the community served. 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 paying regulatory fees.