05 LC 25 3881

House Resolution 113

By: Representatives Forster of the 3rd, Loudermilk of the 14th, Lewis of the 15th, Murphy of the 23rd, Parsons of the 42nd, and others

A RESOLUTION

- 1 Urging the United States Senators from the State of Georgia to support a repeal of the federal
- 2 excise tax on telecommunications; and for other purposes.
- 3 WHEREAS, the federal excise tax on communications was enacted in 1898 for the purpose
- 4 of funding the Spanish-American War; and
- 5 WHEREAS, the tax was introduced as a "temporary" luxury tax; and
- 6 WHEREAS, telephone service is no longer a luxury but rather a necessity for consumers of
- 7 all income levels; and
- 8 WHEREAS, the federal excise tax is regressive, as low-income Americans pay a higher
- 9 percentage of their income for telephone services than high-income Americans; and
- 10 WHEREAS, telecommunications services are the infrastructure upon which new
- technologies including the Internet depend, and, therefore, the telecommunications excise
- 12 tax discourages expansion of both the telephone infrastructure and new technologies; and
- WHEREAS, the federal excise tax on telecommunications flows into the general fund rather
- 14 than being earmarked for a specific purpose; and
- 15 WHEREAS, both Houses of Congress passed a repeal of the federal excise tax on
- telecommunications in 2000, which was vetoed by President William Jefferson Clinton.
- 17 NOW, THEREFORE, BE IT RESOLVED BY THE GENERAL ASSEMBLY OF
- 18 GEORGIA that the members of this body urge our United States Senators to support a repeal
- 19 of the federal excise tax on telecommunications.

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1 BE IT FURTHER RESOLVED that the Clerk of the House of Representatives is authorized

- 2 and directed to transmit appropriate copies of this resolution to the United States Senators
- 3 from the State of Georgia.