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it of

25 September 2019

Dear

Official Information Act #19.045 - Telco Levy Charges

- 1. We refer to your request received on 17 September 2019 for information about whether the Commerce Commission (Commission) is investigating, or has investigated, telecommunications levy charges.
- 2. On 18 September 2019 you asked for your request to be treated as urgent because
- 3. We have treated this as a request for information under the Official Information Act 1982 (OIA).

Our response

- 4. We have decided to grant your request.
- 5. In 2015/2016, the Commission investigated the Telecommunications Development Levy (TDL) charged to customers by Spark New Zealand Limited, Vodafone New Zealand Limited, 2Degrees Mobile Limited, and Vocus (New Zealand) Limited.
- Each telecommunication provider was investigated separately. Spark, Vodafone, and 2Degrees were investigated for alleged breaches under sections 11, 12A, and/or 13(g) of the Fair Trading Act 1986 (FTA), and all four telecommunication providers were investigated for breaches of section 27 or 30 of the Commerce Act 1986 (CA).
- 7. The Commission decided to take no further action in relation to the alleged breaches of the FTA. The Commission's view was that, taken as a whole, none of the individual communications conveyed a misleading impression.
- 8. The Commission also decided to take no further action against the telcos for alleged breaches of Part 2 of the CA. The Commission's view was there were no apparent breaches of this law.

- 9. The no further action letters sent by the Commission to the telecommunication providers pointed out some areas to assist with their compliance; including that if a trader chooses to make any representations they need to be clear and accurate to avoid a risk of liability (the FTA), and that care is needed in any interactions with competitors (the Commerce Act).
- 10. The Commission is not currently investigating telecommunications levy charges.
- 11. The Commission will be publishing this response to your request on its website. Your personal details will be redacted from the published response.
- nare Released under official information we are a second s Please do not hesitate to contact us at oia@comcom.govt.nz if you have any 12.

Yours sincerely,

Mary Sheppard **OIA** Coordinator