

**EXECUTIVE AGENCY  
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 31, 2015

Agency Submitting: Gaming Control Board

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
GL 3031 (decrease) (Revenue)		\$23,966,448	\$23,966,448	\$47,932,896
Total	0	\$23,966,448	\$23,966,448	\$47,932,896

Explanation

(Use Additional Sheets of Attachments, if required)

Section 53 of this bill changes the tax rates applied for collection of the live entertainment tax. Under the current law, if a facility has a maximum occupancy of less than 7,500 person, the tax is 10% on the admission charge plus 10% for any amounts paid for food, refreshments and merchandise purchased at the facility. This bill reduced the tax rate to 8% for both. Under current law, if the facility has a maximum occupancy of at least 7,500 persons, the tax is 5% on the admission charge only. The bill increases the rate to 8%. There are few facilities on the premises of gaming establishments with an occupancy of 7,500 or more. Accordingly, the impact for gaming establishments is dominated by the decrease in the tax rate from 10% to 8%. The total decrease for Group 1 and Group 2 licensees is \$23,966,448.00. The only exemption that is currently exempt but would not be under this bill in Section 53 is certain outdoor concerts which would not have a substantial impact for gaming establishments.

Name Buffy Brown

Title Sr. Research Specialist

**DEPARTMENT OF ADMINISTRATION'S COMMENTS**

The agency's response appears reasonable.

Date Friday, March 27, 2015

Name James R. Wells, CPA

Title Interim Director