

# House Study Bill 538

## Bill Text

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1 1 Section 1. Section [99F.11](#), unnumbered paragraph 1, Code  
1 2 2001, is amended to read as follows:  
1 3 A tax is imposed on the adjusted gross receipts received  
1 4 annually from gambling games authorized under this chapter at  
1 5 the rate of five percent on the first one million dollars of  
1 6 adjusted gross receipts, at the rate of ten percent on the  
1 7 next two million dollars of adjusted gross receipts, and at  
1 8 the rate of twenty percent on any amount of adjusted gross  
1 9 receipts over three million dollars. However, beginning  
1 10 January 1, 1997, the rate on any amount of adjusted gross  
1 11 receipts over three million dollars from gambling games at  
1 12 racetrack enclosures is twenty-two percent and shall increase  
1 13 by two percent each succeeding calendar year until the rate is  
1 14 thirty-six percent. However, at racetrack enclosures at which  
1 15 the amount of adjusted gross receipts from gambling games  
1 16 annually is more than three million dollars, the tax rate on  
1 17 the amount of adjusted gross receipts over three million  
1 18 dollars but not more than seventy million dollars from  
1 19 gambling games is the rate which was in effect on December 31,  
1 20 2000, and the tax rate on the amount of adjusted gross  
1 21 receipts over seventy million dollars from gambling games is  
1 22 thirty-six percent. The taxes imposed by this section shall  
1 23 be paid by the licensee to the treasurer of state within ten  
1 24 days after the close of the day when the wagers were made and  
1 25 shall be distributed as follows:

### EXPLANATION

1 27 This bill provides that the tax rate which was in effect on  
1 28 December 31, 2000, shall be levied on the adjusted gross  
1 29 receipts from gambling games at racetrack enclosures at which  
1 30 the total adjusted gross receipts received from gambling games  
1 31 annually is more than \$3 million but not more than \$70 million  
1 32 and the tax rate on the amount of adjusted gross receipts from  
1 33 gambling games over \$70 million is 36 percent. The tax rate  
1 34 on the adjusted gross receipts over \$3 million from gambling  
1 35 games at racetrack enclosures was 28 percent for the calendar  
2 1 year ending December 31, 2000.

2 2 LSB 5663HC 79

2 3 tj/sh/8.1