

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 142** SLS 21RS 208

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> June 15, 2021	7:29 AM	<b>Author:</b> WARD
<b>Dept./Agy.:</b> Public Safety		<b>Analyst:</b> Greg Albrecht
<b>Subject:</b> Disposition of Sports Wagering Revenue		

GAMING EN INCREASE SD RV See Note Page 1 of 1  
Provides for the disposition of funds generated by sports wagering. (gov sig)

Establishes the disposition of sports wagering tax receipts, collected by the gaming division of State Police, after collections are forwarded to the state treasury and credited first into the Bond Security and Redemption Fund. The greater of two percent of the collections or \$500,000 are to be credited to the Behavioral Health and Wellness Fund, newly created by this bill, to support compulsive gambling addiction treatment. Twenty-five percent of the collections, up to \$20 million, are to be credited to the existing Louisiana Early Childhood Education Fund. Ten percent of the collections are to be credited to the Sports Wagering Local Allocation Fund, newly created by this bill, to be remitted to each parish governing authority in proportion to the taxable conduct in each parish. Two and one-half percent of the collections are to be credited to the Sports Wagering Purse Supplemental Fund, newly created by this bill, to supplement racing purses (2/3 for thoroughbred races and 1/3 for quarter horse races), two percent up to \$500,000 is to be credited to the Disability Affairs Trust Fund to support disability services. Any remaining collections shall be credited to the state general fund. Effective upon governor's signature.

<b>EXPENDITURES</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>REVENUES</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

**REVENUE EXPLANATION**

After posting tax collections attributable to sports wagering to the Bond Security and Redemption Fund, the bill directs tax receipts to the Behavioral Health and Wellness Fund (greater of two percent of the collections or \$500,000), newly created by this bill, to support compulsive gambling addiction treatment; twenty-five percent of the collections, up to \$20 million to the existing Louisiana Early Childhood Education Fund; ten percent to the Sports Wagering Local Allocation Fund, newly created by this bill, to be remitted to each parish governing authority in proportion to the taxable conduct in each parish; two and one-half percent to the Sports Wagering Purse Supplemental Fund, newly created by this bill, to supplement racing purses (2/3 for thoroughbred races and 1/3 for quarter horse races); two percent up to \$500,000 to the Disability Affairs Trust Fund to support disability services. Any remaining collections shall be credited to the state general fund.

The taxation of sports wagering is specified in HB 697 Enrolled of this session. Estimates of the magnitude and timing of sports wager tax receipts are speculative, but some discussion of the potential receipts is contained in the fiscal note for HB 697. Annual tax receipts could amount to several million dollars, and gaming activity and collections could begin sometime in FY22.

This bill does not allocate the various fees associated with sports wagering, nor does it allocate fee and tax collections associated with the Lottery Corporation's. Those receipts are addressed within HB 697 Enrolled.

Senate  
Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

**Christopher A. Keaton**  
**Legislative Fiscal Officer**