

RÉSUMÉ DIGEST

ACT 435 (SB 142)

2021 Regular Session

Ward

Prior law provided that the La. Gaming Control Board has all regulatory authority, control, and jurisdiction, including investigation, licensing, and enforcement, and all power incidental or necessary to such regulatory authority, control, and jurisdiction over all aspects of sports wagering activities and operations in the parishes in which the voters affirmatively authorized the legalization of sports wagering as a result of the proposition election held on November 3, 2020.

Prior law (Act 80 of the 2021 R.S.) levies a 10% tax on net gaming proceeds for sports wagering when the wager is placed in person or via a sports wagering mechanism and a 15% tax on net gaming proceeds for sports wagering when the wager is placed via a website or mobile application. Provides that taxes are due on the 20th day of the month for net gaming proceeds generated by a licensee in the previous month. Allows a licensee to carry over a negative number to the return of a subsequent month, but prohibits an amount to be carried over in any period more than 12 months after the month in which the amount carried over was originally due.

New law provides that after complying with new law regarding the crediting of the taxes to the Bond Security and Redemption Fund, the state treasurer shall credit the following amounts to the following funds:

- (1) Two percent to the Behavioral Health and Wellness Fund, or \$500,000, whichever is greater.
- (2) Twenty-five percent, not to exceed \$20M, to the Louisiana Early Childhood Education Fund.
- (3) Ten percent of monies collected shall be credited to the Sports Wagering Local Allocation Fund.
- (4) Two and one-half percent to the Sports Wagering Purse Supplement Fund.
- (5) Two percent of monies collected, up to \$500,000, shall be credited to the Disability Affairs Trust Fund.
- (6) Balance to the state general fund.

New law creates the Sports Wagering Local Allocation Fund as a special fund in the state treasury.

New law creates in the state treasury a special fund to be known as the Sports Wagering Purse Supplement Fund. Provides that any appropriation by the legislature to the La. State Racing Commission from the fund shall be utilized to supplement purses. Provides that each fiscal year, the La. State Racing Commission shall allocate any appropriations received from sports wagering taxes as follows:

- (1) Two-thirds of the funds appropriated shall be allocated and provided to the four race tracks on the basis of the proportion of the number of thoroughbred race days each association conducted for the preceding year bears to the total number of thoroughbred race days conducted statewide for the preceding year. Provides that the funds shall be used solely to supplement purses in accordance with a schedule or formula established by the purse committee of the La. Thoroughbred Breeders Association on Louisiana-bred thoroughbred races.
- (2) One-third of the funds appropriated shall be allocated and provided to the four race tracks on the basis of the proportion of the number of quarter horse race days each association conducted for the preceding year bears to the total number of quarter horse race days conducted statewide for the preceding year, and such funds shall be used solely to supplement purses in accordance with a schedule or formula established by the purse committee of the La. Quarter Horse Breeders Association on Louisiana-bred quarter horse races.

New law creates the Behavioral Health and Wellness Fund in the state treasury. Provides that any appropriations, public or private grants, gifts, or donations received by the state or by the Department of Health or its office of behavioral health or human services districts for the purposes of gambling disorders, except for monies deposited into the Compulsive and Problem Gaming Fund, shall be credited to the fund. Provides that monies in the fund be utilized to support and invest in intensive and comprehensive treatment facilities for individuals with compulsive and problem gambling addictions. Provides that monies in the fund shall only be withdrawn pursuant to an appropriation by the legislature solely to implement new law.

Effective upon signature of the governor (June 21, 2021).

(Adds R.S. 4:199, R.S. 27:625(G) and 628, and R.S. 28:843)