

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 1185  
**Version:** As introduced

**DATE:** March 2, 2015

**Authors:** Atkins and others

**Subject:** Lawful gambling tax reductions

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### Overview

This bill reduces the tax rates and fixed amounts owed by gambling organizations by 50% under section 297E.02, subdivisions 1 and 6.

#### Section

**1**      **8.5% flat tax.** Lowers the flat tax rate to 4.25%.

**2**      **Combined net receipts tax.**

- Lowers the graduated rates from 9% to 4.5% on the first tier; 18% to 9% on the second tier; 27% to 13.5% on the third tier; and 36% to 18% on the fourth tier.
- Reduces the fixed amount of taxed owed by 50%.
- Reduces by half the rates and fixed amounts under the lower combined net receipts rate structure.