

There is several Lawful Gambling Tax Law changes that go **into effect July 1, 2012**, for the July 2012 return due August 20, 2012 return.

New Combined Net Receipts Tax Requirement

As of July 1, 2012, the combined receipts tax will now be calculated on the net receipts of electronic linked bingo, pull-tabs (paper and electronic), tipboards, and interest and other income. If you conduct electronic linked bingo, pull-tabs (paper and/or electronic), tipboards, or have interest and other income, you will be required to complete Worksheet E and pay combined net receipts tax.

1.7% Distributor Tax

Due to the change to the combined receipts tax and the repeal of the 1.7% distributor tax, all games purchased on or before June 30, 2012 must either be;

- reported as played between July 1, 2012 and December 31, 2012 (use the new Worksheet D to receive the tax credit);
- returned to the distributor for credit or
- sent to Revenue for destruction (unplayed games only).

Any game purchased on or before June 30, 2012 for which one of the above is not done by December 31, 2012, will not qualify for the credit of the 1.7% distributor tax paid on the game.

Form Updates

Revenue has made significant changes to the following lawful gambling tax forms and schedules.

Form G1 — New lines have been added to Form G1:

- Electronic linked bingo receipts
- Electronic pull-tab receipts
- 1.7% tax credit for games purchased on or before June 30, 2012 and reported played on or after July 1, 2012

Other changes to note:

- Checkboxes for Schedule A, C, and F have been removed
- Bingo has been renamed to paper bingo
- Pull-tabs has been renamed to paper pull-tabs
- Unsold tickets is no longer reported on Form G1
- CEO, gambling manager and/or paid preparer are required to print and sign the tax return

Schedule B2 — New checkboxes have been added:

- Pull-tab/tipboard games purchased:
 - Before
 - After July 1, 2012 (no tax credit)
- Note:** Separate B2's are required based on the purchase date of the game (before or after July 1, 2012)

Form G7430

The unsold ticket refund for pull-tab and tipboard tickets will be filed for January through June 2012 only. The G7430 needs to be filed with the February 2013 return. An updated form will be mailed and available on our website in the future.

Lawful gambling forms, schedules and worksheets have been updated to reflect the return processing changes noted above. You must begin using these updated forms (with a revision date of June 2012) when you file your July 2012 return (due August 20, 2012). Incomplete returns that are missing information or schedules will be rejected and will not be considered filed until the complete information is received by the department.

Schedule Changes

The following schedules are now required to be filed electronically with the Gambling Control Board and no longer need to be sent to the Department of Revenue:

- Schedule A
- Schedule C
- Schedule F

Reminder: Form G1, Schedule B2, Schedule NRL, Schedule ER, and Form G7430 (for February only) still need to be submitted to the Department of Revenue. Returns filed electronically with the Gambling Control Board do not satisfy the filing obligation with the Department of Revenue.

Worksheet D (New)

Use this worksheet to calculate a tax credit for pull-tab and tipboard games purchased on or before June 30, 2012 and reported played on or after July 1, 2012. Do not mail to the Department of Revenue. This credit can be claimed on tax returns for July 2012 through December 2012 only.