

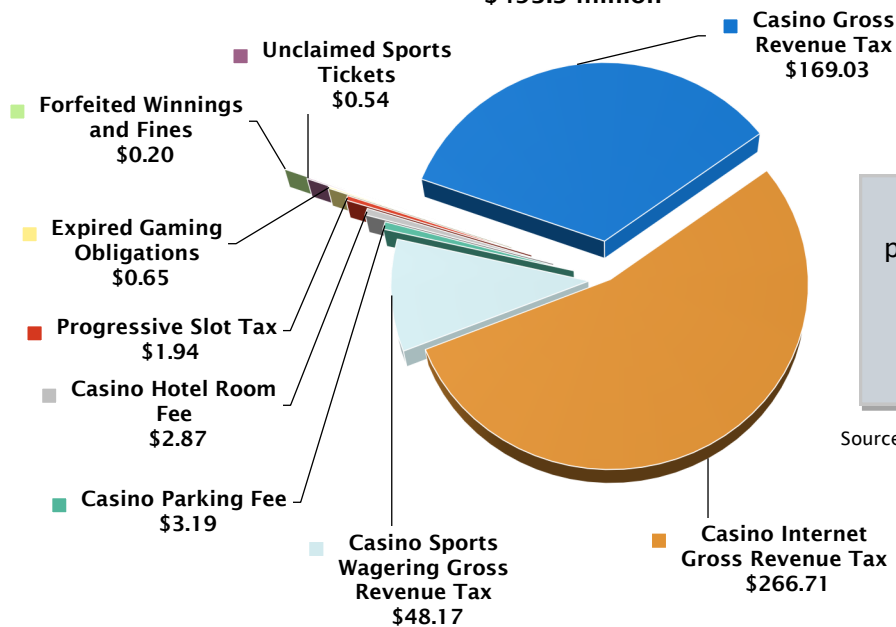
# CASINO REVENUE FUND

Funding is generated through five casino related taxes and five casino related fees. New Jersey casinos pay the state the following taxes: 15% on Internet gross revenues (excluding sports wagering); 8% on casino gross revenues; 8.5% on sports wagering gross revenue; and 13% on Internet sports wagering gross revenue. Taxes from gross revenues are appropriated to the Casino Revenue Fund (CRF) for the benefit of New Jersey's aged and disabled citizens. Specific appropriations are detailed on the Casino Revenue Fund Advisory Commission's website. Gross gaming revenue is the amount won from gamblers after all payouts are made. For the purpose of calculating taxable gross revenue, casino licensees received an annual deduction, at a rate of 8%, for casino, Internet, and sports wagering promotional gaming credits redeemed by patrons in excess of \$90 million (based on statutory changes, the \$90 million threshold shall not apply for the 24 month period beginning January 1, 2022).

The responsibility for administering these taxes and fees resides with the Division of Gaming Enforcement, Division of Taxation, and the Casino Control Commission.

- Gross Revenue Tax includes audit assessments, penalties, interest, and other adjustments. In December 2021, the Casino Control Act was amended to allow for a one-year industry wide \$18.1 million credit against the 8% Gross Revenue Tax in monthly installments (March 2022 through February 2023).
- Casino Parking Fee: Casinos remit a fee of \$3.00 per day for each occupied casino parking space. In FY 23, \$0.50 of the parking fee revenue was allocated to the CRF and \$2.50 was allocated to the Casino Reinvestment Development Authority (CRDA) for statutorily restricted projects and the benefit of Atlantic City.
- Casino Room Fee: Casinos remit \$3.00 per day for each occupied hotel room. In FY 23, \$1.00 was allocated to the CRDA and \$2.00 was allocated to the CRF with a portion used to fund debt service on hotel expansion bonds.
- Multi-Casino Progressive Slot Tax: An 8% tax on casino service industry enterprise multi-casino progressive slot revenue.
- Expired Obligations: Casinos remit a percentage of each expired gaming obligation and a percentage of each unclaimed sports pool wager.
- Forfeited Winnings: Winnings of underage gamblers or excluded persons are subject to forfeiture. Forfeitures under \$100,000 are split equally between CRF and compulsive gambling programs. For forfeitures over \$100,000, compulsive gambling programs receive \$50,000 and the balance is allocated to the CRF.
- Fines: The first \$600,000 in penalties collected each fiscal year is paid to the General Fund for compulsive gambling programs and any remainder is allocated to the CRF.

## Total Taxes and Fees Deposited Into Casino Revenue Fund for FY 2023: \$493.3 million



Since 1978 casinos have paid in taxes and fees to the Casino Revenue Fund

More than **\$12.2 billion**

Source of data: DGE Casino Revenue Fund Taxes and Fees Source Report (as of 07/31/24).

