

Department of Planning and Budget

2022 Fiscal Impact Statement

1. Bill Number: HB1103

House of Origin	<input checked="" type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
Second House	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

2. Patron: Sickles

3. Committee: General Laws

4. Title: Sports betting.

5. Summary: Prohibits sports betting operators from excluding bonuses and promotions from taxable revenue after the first 12 months of wagering activity. The bill also eliminates the ability of sports betting permit holders, when calculating taxable revenue, to carry over losses on a monthly basis.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Indeterminate – see Item 8.

8. Fiscal Implications: The proposed legislation would affect the calculation of a licensed sports betting operator's taxable adjusted gross revenues, upon which the 15% statutory tax rate is assessed. However, the fiscal impact to the sports betting tax revenue allocated to the general fund (97.5%) and the Problem Gambling Treatment and Support Fund (2.5%) cannot be determined. The Virginia Lottery indicates that the proposed legislation is not expected to impact its sports betting staffing or regulatory program.

9. Specific Agency or Political Subdivisions Affected: Virginia Lottery and Department of Behavioral Health and Developmental Services

10. Technical Amendment Necessary: No.

11. Other Comments: No.