Legislative Fiscal Division

Video Gambling Tax Simulation Model

Current Tax Rate 15.0%

Proposed Tax Rate Table

	Rate 1	Rate 2	Rate 3	Rate 4
Tax	22,500	90,000	180,000	
Rate	15.0%	22.5%	30.0%	30.0%
Income	150,000	450,000	750,000	>750000
Inc. Incm.	150,000	300,000	300,000	

Current Law Revenue	**$45,173,517**	**15.00% Effective Rate**
Proposed Law Revenue	**$61,379,771**	**20.38% Effective Rate**
Difference	**$16,206,254**	

Machines / Location	Locations	Total Machines	Reported Income	Average / Machine	Average / Location	CL Tax / Location	PL Tax / Location	CL Tax Total	PL Tax Total	Tax Change	Cumulative Locations	Cumulative Locations %
1	32	32	286,340	8,948	8,948	1,342	1,342	42,944	42,944	0	32	2.02%
2	91	182	539,533	2,964	5,929	889	889	80,899	80,899	0	123	7.77%
3	79	237	769,966	3,249	9,746	1,462	1,462	115,498	115,498	0	202	12.77%
4	136	544	2,577,732	4,738	18,954	2,843	2,843	386,648	386,648	0	338	21.37%
5	95	475	2,134,788	4,494	22,471	3,371	3,371	320,245	320,245	0	433	27.37%
6	135	810	4,832,429	5,966	35,796	5,369	5,369	724,815	724,815	0	568	35.90%
7	104	728	5,313,524	7,299	51,092	7,664	7,664	797,056	797,056	0	672	42.48%
8	80	640	4,493,212	7,021	56,165	8,425	8,425	674,000	674,000	0	752	47.53%
9	68	612	4,862,001	7,944	71,500	10,725	10,725	729,300	729,300	0	820	51.83%
10	68	680	5,487,622	8,070	80,700	12,105	12,105	823,140	823,140	0	888	56.13%
11	38	418	3,360,176	8,039	88,426	13,264	13,264	504,032	504,032	0	926	58.53%
12	39	468	4,691,006	10,024	120,282	18,042	18,042	703,638	703,638	0	965	61.00%
13	27	351	3,716,064	10,587	137,632	20,645	20,645	557,415	557,415	0	992	62.71%
14	40	560	6,602,170	11,790	165,054	24,758	25,887	990,320	1,035,480	45,160	1,032	65.23%
15	37	555	6,070,309	10,937	164,062	24,609	25,664	910,533	949,568	39,035	1,069	67.57%
16	29	464	4,710,498	10,152	162,431	24,365	25,297	706,585	733,613	27,028	1,098	69.41%
17	31	527	5,864,067	11,127	189,163	28,374	31,312	879,594	970,672	91,078	1,129	71.37%
18	27	486	5,880,286	12,099	217,788	32,668	37,752	882,036	1,019,304	137,268	1,156	73.07%
19	51	969	13,725,471	14,165	269,127	40,369	49,304	2,058,819	2,514,504	455,685	1,207	76.30%
20	375	7,500	215,239,956	28,699	573,973	86,096	127,192	32,286,000	47,697,000	15,411,000	1,582	100.00%
Totals	1,582	17,238	301,157,150	17,471	190,365			45,173,517	61,379,771	16,206,254		
								15.00%	20.38%			

EXHIBIT 1
DATE 3.31.05
HB 797