

CASINO REVENUE FUND
FOR THE FISCAL YEAR ENDED 2006

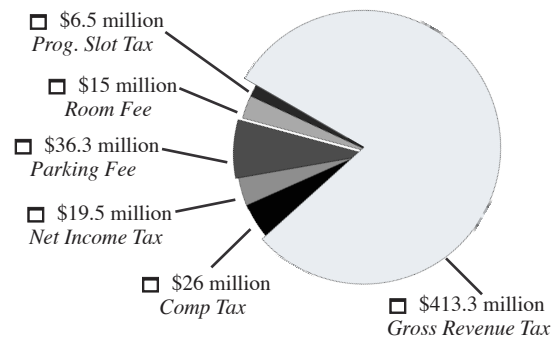
New Jersey casinos pay the state 8% tax on their gross revenues appropriated to the Casino Revenue Fund for the benefit of the aged and disabled citizens of the State of New Jersey. Gross gaming revenue is the amount casinos win from gamblers after all payouts have been made.

The Casino Control Commission collects a variety of different taxes from casinos and deposits the money in the Casino Revenue Fund. Funding is generated through six casino related taxes. The largest is an 8 percent tax on casino gross revenues and can only be spent on programs that benefit New Jersey State seniors and people with disabilities.

The responsibility for administering these taxes was transferred by the State Legislature from the Division of Taxation to the Commission.

- ❑ Gross Revenue Tax includes audit assessments, penalties, interest and other adjustments.
- ❑ Casino Complimentary Tax imposes a 4.25% tax upon casino licensees on the value of complimentary rooms, food, beverage, and entertainment granted to patrons. The tax expires on June 30, 2009.
- ❑ Casino Net Income Tax imposes a 7.5% tax on the adjusted net income of casino licensees. The tax expired on June 30, 2006.
- ❑ Casino Parking Fee requires casinos to remit a fee of \$3.00 per day for any parking space in use in their facility. In FY 06, one-half of the parking fee revenue was deposited into the Casino Revenue Fund, with the remaining half forwarded to the Casino Reinvestment Development Authority (CRDA) for statutory restricted projects. Beginning in FY 07, \$2.50 goes to CRDA and \$.50 goes to the Casino Revenue Fund.
- ❑ Casino Room Fee requires casinos to remit \$3.00 per day for each hotel room occupied by a guest. Beginning in FY 07, \$1 goes to CRDA and \$2 goes to the Casino Revenue Fund.
- ❑ Multi-Casino Progressive Slot Tax assesses an 8% tax on casino service industry multi-casino progressive slot revenue. The forecasted amounts assume the same growth rate as the Gross Revenue Tax.

❑ **517 million**
Total deposited into Casino Revenue Fund for FY 2006



Casinos have paid more than \$7 billion in taxes to the Casino Revenue Fund since 1978.