

MONTHLY SPORTS WAGERING TAX RETURN

INSTRUCTIONS

A. General comments regarding the Monthly Sports Wagering Tax Return

1. As authorized by the Casino Control Act and the Division's regulations, the Division prescribes that the Monthly Sports Wagering Tax Return, Form DGE-107, be completed and filed for each calendar month.
2. All references to accounts are those prescribed in the Uniform Chart of Accounts adopted by the Division.
3. All monetary amounts are to be reported in whole dollars, **without cents (no decimals)**.
4. All totals and subtotals **must** foot where applicable.

B. Preparation of the Monthly Sports Wagering Tax Return

1. Monthly Sports Wagering Tax Return (**DGE-107**)

- a. The Monthly Sports Wagering Tax Return (Form DGE-107) shall be completed as follows:

Line

Description

- 1(c) **Enter** the Year-to-Date retail gross revenue from sports wagering activity from on-site wagering at a casino licensee or racetrack licensee. This amount reflects "cash basis" reporting as follows:

	Tax "Cash" Basis Calculation - Retail
	Total Retail Wagers (including Future Events wagers)
LESS:	-(Cash Payouts) NOT unredeemed winnings
	-(Cancelled Wagers)
	-(Voided Wagers)
PLUS:	+Cashier Overages
PLUS/LESS:	+/- Other Adjustments to arrive at SWGR
	Sports Wagering Gross Revenue (SWGR) Subject to 8.5% Tax

- 2(c) **Enter** last month's Year-to-Date retail gross revenue from sports wagering activity from on-site wagering at a casino licensee or racetrack licensee. This amount reflects "cash basis" (**this line should equal last month's Line 1c**).

- 3(c) Reflects Monthly Retail Sports Wagering Gross Revenue (Line 1 plus/minus Line 2).
- 4(c) **Enter** any **monthly** adjustments to the monthly Retail Sports Wagering Gross Revenue (on-site only).
- 5(c) **Enter** the deductible amount of Retail PGCs as reported by the DGE to the licensees after the annual \$8 million deduction threshold.
- 6(c) Reflects Monthly Taxable Sports Wagering Gross Revenue (Line 3 plus/(minus) Lines 4 and 5).
- 7(c) Reflects the Monthly 8.5% Tax on Retail Sports Wagering Gross Revenue for the month (8.5% of Line 6(c)).
- 8(c) Reflects Line 11(c), if applicable, Retail Sports Wagering Loss Carryforward Applied to Current Month, **as a reduction to Line 7(c)**. **NOTE:** The Retail Sports Wagering Loss Carryforward Applied CAN NOT be greater than the amount of tax due on Line 7(c) “Monthly 8.5% Tax on Retail Sports Wagering Gross Revenue”. If Line 7(c) is negative, Line 8(c) is zero.
- 9(c) Reflects the Total Retail Sports Wagering Tax Payment due for this month. **NOTE:** The amount reported CAN NOT be less than zero.
- 10(c) **Enter** the amount of Retail Sports Wagering Loss Carryforward – End of Prior Month. **NOTE:** The amount reported should equal last month’s DGE-107 Line 13(c).
- 11(c) **Enter** the amount of Retail Sports Wagering Loss Carryforward Applied to current month. **NOTE:** The amount on Line 11(c) should be **entered as positive number** (i.e., the amount of the negative carryforward utilized as an offset to the current month’s 8.5% tax obligation on Line 7(c)).
- 12(c) Reflects an amount equal to Line 7(c) of the current report, if negative (i.e., the amount of 8.5% tax credit for this month to be added to the carryforward balance).
- 13(c) Reflects the Retail Sports Wagering Loss Carryforward – End of Current Month (Line 10 plus Lines 11 and 12).
- 14(c) Reflects the Year-to-Date Online gross revenue from sports wagering activity from on-line wagering at a casino licensee or racetrack licensee from the DGE-107B “Online Skin Detail Total,” Line 15. This amount reflects “cash basis” reporting as follows:

	Tax "Cash" Basis Calculation – Internet
	Total Internet Wagers (including Future Events wagers)
LESS:	-(Cash Payouts) NOT unredeemed winnings
	-(Cancelled Wagers)
	-(Voided Wagers)
PLUS:	+Cashier Overages
PLUS/LESS:	+/- Other Adjustments to arrive at SWGR
	Sports Wagering Gross Revenue (SWGR)
	Subject to 13% Tax

- 15(c) Reflects last month's Year-to-Date gross revenue from sports wagering activity from on-line wagering at a casino licensee or racetrack licensee from the DGE-107B "Online Detail by Skin (Total)", Line 16. This amount reflects "cash basis".
- 16(c) Reflects Monthly Online Sports Wagering Gross Revenue from the DGE-107B.
- 17(c) Reflects the monthly adjustments to the monthly Internet Sports Wagering Gross Revenue from the DGE-107b.
- 18(c) Reflects Monthly Taxable Online Sports Wagering Gross Revenue (Line 16 plus/(minus) Line 17).
- 19(c) Reflects the monthly 13% Tax on Online Sports Wagering Gross Revenue for the month (13% of Line 18(c)).
- 20(c) Reflects Line 23(c), if applicable, Online Sports Wagering Loss Carryforward Applied to Current Month, **as a reduction to Line 19(c)**. **NOTE:** The Online Sports Wagering Loss Carryforward Applied CAN NOT be greater than the amount of tax due on Line 19(c) "Monthly 13% Tax on Online Sports Wagering Gross Revenue".
- 21(c) Reflects the Total Online Sports Wagering Tax Payment due for this month. **NOTE:** The amount reported CAN NOT be less than zero.
- 22(c) **Enter** the amount of Online Sports Wagering Loss Carryforward – End of Prior Month. **NOTE:** The amount reported should equal last month's DGE-107 Line 25(c).
- 23(c) **Enter** the amount of Online Sports Wagering Loss Carryforward Applied to current month. **NOTE:** The amount on Line 23(c) should be **entered as positive number** (i.e., the amount of negative carryforward utilized as an offset to the current month's 13% tax obligation on Line 19(c)).

- 24(c) Reflects an amount equal to Line 19(c) of the current report, if negative (i.e., the amount of 13% tax credit for this month to be added to the carryforward balance).
- 25(c) Reflects the Online Sports Wagering Loss Carryforward – End of Current Month (Line 22 plus Lines 23 and 24).
- 26(c) Reflects the Total Sports Wagering Tax Payment due for current month (Lines 9 plus 21).
- 27(c) **Enter** the amount of Retail only promotional gaming credits wagered as a sports wager, as defined, for the current month.
- 28(c) **Enter** the amount of Online only promotional gaming credits wagered as a sports wager, as defined, for the current month.

Licensee **Enter** casino licensee or racetrack licensee name and current reporting month at the top of the form.

Enter digitized signature, title, license number and date.

2. Monthly Online Sports Wagering Skin Detail Report (**DGE-107 Skin Detail**)

- a. **The DGE-107 Skin Detail Report will automatically populate** by totaling the individual sports wagering skins from the skins 1, 2, and 3 detail pages for each casino and racetrack licensee.

3. Monthly Sports Wagering Statistics (**DGE-107A**) for Retail on-site operations:

- a. The Monthly Sports Wagering Statistics (Form DGE-107A) shall be completed as follows:

<u>Line</u>	<u>Description</u>
1(c)	<u>Enter</u> the reporting month's <u>total</u> handle (wagers) from sports wagering activity on-site for the casino licensee or racetrack licensee placed on <u>completed and future events</u> .
2(c)	<u>Enter</u> the Year-to-Date's <u>total</u> handle (wagers) from sports wagering activity on-site for the casino licensee or racetrack licensee placed on <u>completed and future events</u> . <u>NOTE:</u> This line should equal last month's Line 2(c) plus this month's Line 1(c).

3(c)-7(c) **Enter** the monthly sports wagering win for **completed events** only for the appropriate category (i.e., Football, Basketball, etc.) from on-site sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.

8(c) Reflects the sum of lines 3(c) through 7(c).

3(d)-7(d) **Enter** the monthly sports wagering handle for **completed events** only for the appropriate category (i.e., Football, Basketball, etc.) from on-site sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.

8(d) Reflects the sum of lines 3(d) through 7(d).

3(e)-8(e) Reflects lines 3(c) through 8(c) divided by lines 3(d) through 8(d)

9(c)-13(c) **Enter** the Year-to-Date Sports Wagering win for **completed events** only for the appropriate category (i.e., Football, Basketball, etc.) from on-site sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.

14(c) Reflects the sum of lines 9(c) through 13(c)

9(d)-13(d) **Enter** the Year-to-Date Sports Wagering handle for **completed events** only for the appropriate category (i.e., Football, Basketball, etc.) from on-site sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.

14(d) Reflects the sum of lines 9(d) through 13(d)

9(e)-14(e) Reflects lines 9(c) through 14(c) divided by lines 9(d) through 14(d)

4. Monthly Sports Wagering Statistics-Online (**DGE-107B**) for on-line (Internet) operations:

- a. **The DGE-107B will automatically populate** by totaling the individual sports wagering skins from skin 1, 2 and 3 detail pages for each casino and racetrack licensee.

5. The Monthly Sports Wagering (**Form DGE-107 Detail Skin 1, Detail Skin 2, and Detail Skin 3**) shall be completed as follows:

<u>Line</u>	<u>Description</u>
<u>Fill in the name of the skin(s) at the top of the Detail Skin page(s) in the space provided.</u>	
1(c)	<u>Enter</u> the reporting <u>month's total handle</u> from sports wagering activity on-line (Internet) for the casino licensee or racetrack licensee placed on <u>completed and future events</u> .
2(c)	<u>Enter</u> the <u>Year-to-Date's total handle</u> from sports wagering activity on-line (Internet) for the casino licensee or racetrack licensee placed on <u>completed and future events</u> . <u>NOTE:</u> This line should equal last month's Line 2(c) plus this month's Line 1(c).
3(c)-7(c)	<u>Enter</u> the <u>monthly sports wagering win for completed events</u> only for the appropriate category (i.e., Football, Basketball, etc.) from on-line (Internet) sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.
8(c)	Reflects the sum of 3(c) through 7(c)
3(d)-7(d)	<u>Enter</u> the monthly sports wagering handle <u>for completed events</u> only for the appropriate category (i.e., Football, Basketball, etc.) from on-line (Internet) sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.
8(d)	Reflects the sum of 3(d) through 7(d)
3(e)-8(e)	Reflects lines 3(c) through 8(c) divided by lines 3(d) through 8(d)
9(c)-13(c)	<u>Enter</u> the <u>Year-to-Date sports wagering win for completed events</u> only for the appropriate category (i.e., Football, Basketball, etc.) from on-line (Internet) sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.
14(c)	Reflects the sum of lines 9(c) through 13(c).

9(d)-13(d) **Enter** the Year-to-Date sports wagering handle **for completed events** only for the appropriate category (i.e., Football, Basketball, etc.) from on-line (Internet) sports wagering activity. Parlay reflects win from wagers in which the winning outcome is based upon the result of more than one single sporting event.

14(d) Reflects the sum of lines 9(d) through 13(d)

9(e)-14(e) Reflects lines 9(c) through 14(c) divided by lines 9(d) through 14(d).

DGE-107 SPORTS WAGERING – ONLINE DETAIL BY SKIN:

Line

Description

15 **Enter** the Year-to-Date's Online Sports Wagering Gross Revenue for each skin 1, 2 and 3 on the respective skin tab reflecting tax "cash" basis as follows:

	Tax "Cash" Basis Calculation - Internet
	Total Internet Wagers (including Future Events wagers)
LESS:	-(Cash Payouts)
	-(Cancelled Wagers)
	-(Voided Wagers)
PLUS/LESS:	+/- Other Adjustments to arrive at SWGR
	Sports Wagering Gross Revenue (SWGR)
	Subject to 13.0% Tax

16 **Enter** the prior month's Year-to-Date Online Sports Wagering Gross Revenue for each skin 1, 2, and 3 on the respective skin tab reflecting tax "cash" basis.

17 **Enter** the current month's Online Sports Wagering Gross Revenue. This line should reflect the difference between the current month's YTD and last month's YTD.

18 Reflects Year-to-Date adjustments to Online Sports Wagering Taxable Revenue for each respective skin 1, 2 and 3.

C. Filing the Monthly Sports Wagering Tax Return

1. Per the Division's regulations, the Monthly Sports Wagering Tax Return Form DGE-107 workbook shall be filed electronically with Division no later than 9:00 a.m. of the 10th calendar day following the end of the calendar month or next business day if the 10th is a weekend or State of New Jersey holiday, and shall be submitted to the following address:

ofi@njdge.gov

2. In the event the Monthly Sports Wagering Tax Return cannot be filed electronically, the report shall be faxed to the Division at (609) 441-7409 no later than 9:00 a.m. on the 10th calendar day following the end of a month. If these methods of filing are unsuccessful, the Monthly Sports Wagering Tax Return original must be hand delivered to the following address:

Department of Law and Public Safety
Division of Gaming Enforcement
Office of Financial Investigations
1300 Atlantic Ave. – 4th Floor
Atlantic City, New Jersey 08401

3. Payment of the tax is due to the Division's Revenue Unit by 5:00 p.m. on the date the DGE-107 is filed.