

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 86th General Assembly
3 Regular Session, 2007

A Bill

SENATE BILL 848

4
5 By: Senator T. Smith
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For An Act To Be Entitled

9 AN ACT TO CLARIFY THE REQUIREMENTS FOR REPORTING
10 AND REMITTING INCOME TAX ON WINNINGS PAID BY
11 ELECTRONIC GAMES OF SKILL AT OAKLAWN JOCKEY CLUB
12 AND SOUTHLAND GREYHOUND PARK; TO INCREASE THE
13 AMOUNT ON WHICH THE FRANCHISE HOLDER IS REQUIRED
14 TO WITHHOLD INCOME TAX ON WINNINGS; AND FOR OTHER
15 PURPOSES.

Subtitle

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18 AN ACT TO CLARIY THE REQUIREMENTS FOR
19 WITHHOLDING INCOME TAX ON WINNINGS PAID
20 BY ELECTRONIC GAMES OF SKILL AT OAKLAWN
21 JOCKEY CLUB AND SOUTHLAND GREYHOUND PARK
22 AND INCREASE THE WINNINGS UPON WHICH
23 WITHHOLDING IS REQUIRED.
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26 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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28 SECTION 1. Arkansas Code § 26-51-1303(a), concerning the amount
29 deducted and withheld from certain winnings, is amended to read as follows:

30 (a) Every holder of a franchise to conduct dog racing, ~~or~~ horse
31 racing, or electronic games of skill in this state making any single payment
32 of winnings on a single wagering transaction of more than ~~one thousand~~
33 ~~dollars (\$1,000)~~ one thousand two hundred dollars (\$1,200), if the amount of
34 the winnings is at least three hundred (300) times as large as the amount
35 wagered, shall deduct and withhold income tax in an amount equal to seven
36 percent (7%) from the winnings.



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SECTION 2. Arkansas Code § 26-51-1306 is amended to read as follows:
26-51-1306. Withholding return and payment.

(a) Every franchise holder required to deduct and withhold income tax from dog racing or horse racing winnings under this subchapter shall file, within sixty (60) days after the termination of its racing season, a withholding return as prescribed by the Director of the Department of Finance and Administration and pay over to the director the full amount of income tax required to be deducted and withheld from the dog racing or horse racing winnings paid by the franchise holder for the income year during its racing season.

(b) Within sixty (60) days following the close of the calendar year in which the electronic games of skill winnings were paid, every franchise holder required to deduct and withhold income tax from electronic games of skill winnings under this subchapter shall:

- (1) File a withholding return as prescribed by the director; and
- (2) Pay over to the director the full amount of income tax required to be deducted and withheld from the electronic games of skill winnings paid by the franchise holder during that calendar year.