

Betting Tax Assessment Bill 2018

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Western Australia

LEGISLATIVE ASSEMBLY

Betting Tax Assessment Bill 2018

A Bill for

An Act —

- **relating to the assessment and collection of tax on taxable betting revenue; and**
- **to repeal the *Bookmakers Betting Levy Act 1954* and the *Racing and Wagering Western Australia Tax Act 2003*; and**
- **to make consequential and other amendments to various Acts.**

The Parliament of Western Australia enacts as follows:

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Part 1 — Preliminary

1. Short title

This is the *Betting Tax Assessment Act 2018*.

2. Commencement

This Act comes into operation as follows —

- (a) Part 1 — on the day on which this Act receives the Royal Assent;
- (b) Part 7 and Part 8 Division 2 — on a day fixed by proclamation;
- (c) the rest of the Act — on 1 January 2019.

3. Relationship with other Acts

- (1) The *Betting Tax Act 2018* and the *Taxation Administration Act 2003* are to be read with this Act as if they formed a single Act.
- (2) A term has the same meaning in this Act as it has in the *Taxation Administration Act 2003* unless the contrary intention appears in this Act.

4. Terms used

In this Act —

assessment period means each financial year beginning on or after 1 July 2019;

bet does not include a bet that is part of —

- (a) a permitted amusement with prizes, permitted bingo, permitted gaming, a permitted lottery or permitted two-up as those terms are defined in the *Gaming and Wagering Commission Act 1987* section 3(1); or
- (b) a lottery conducted under the *Lotteries Commission Act 1990*; or

- 1 (c) a game conducted or played in a casino as defined in the
2 *Casino Control Act 1984* section 3(1); or
3 (d) an interstate game; or
4 (e) another game or lottery, similar to a game or lottery
5 mentioned in paragraph (a), (b), (c) or (d), that is
6 prescribed;

7 ***betting exchange*** —

- 8 (a) means a facility, electronic or otherwise, that enables a
9 person —
10 (i) to place or accept, through the operator of the
11 facility, a bet with another person; or
12 (ii) to place with the operator of the facility a bet
13 that, on acceptance, is matched with an opposing
14 bet placed with and accepted by the operator;
15 but
16 (b) does not include a facility, electronic or otherwise, that
17 enables a person to place a bet only with a betting
18 operator;

19 ***betting exchange bet*** means a bet placed or accepted by means
20 of a betting exchange;

21 ***betting operations*** has the meaning given in section 5;

22 ***betting operator*** means a person who —

- 23 (a) is authorised, under a licence or other authority under a
24 law of this State, another State or the Commonwealth, to
25 conduct betting operations from a place in Australia; or
26 (b) under a law of this State, another State or the
27 Commonwealth, is exempt from the authorisation
28 requirements that would otherwise apply for conducting
29 betting operations from a place in Australia;

30 ***betting revenue*** has the meaning given in section 7(2);

31 ***betting tax*** means the tax imposed by the *Betting Tax Act 2018*
32 section 4;

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- 1 **betting tax rate** means the rate of betting tax imposed by the
2 *Betting Tax Act 2018* section 4;
- 3 **eligible payments** has the meaning given in section 7(3);
- 4 **free component** means an amount, used to place all or part of a
5 bet or as consideration for, or in relation to, all or part of a bet,
6 that —
- 7 (a) is provided to the person placing the bet by the betting
8 operator with whom the bet is placed; and
- 9 (b) is not immediately redeemable by the person for cash;
- 10 **general bet** means a bet other than a betting exchange bet or a
11 pooled bet;
- 12 **interstate game** means any of the following games conducted
13 by a person under a licence or other authority under a law of
14 another State or the Commonwealth —
- 15 (a) a lottery (including a raffle) or the supply of lottery
16 tickets (including raffle tickets);
- 17 (b) a game commonly known as keno, bingo, a Calcutta
18 sweep, lucky envelopes, two-up or an art union;
- 19 (c) a promotional game or trade promotion lottery;
- 20 (d) another game or lottery that is prescribed;
- 21 **lay-off bet** means a bet placed with a betting operator, if the bet
22 is placed —
- 23 (a) for the purpose of reducing the liability of another
24 betting operator; and
- 25 (b) by that other betting operator;
- 26 **pool** means a pool of pooled bets;
- 27 **pooled bet** means a bet in a system in which —
- 28 (a) all bets are placed in a pool from which a betting
29 operator’s fee or commission is taken; and
- 30 (b) dividends, prizes or winnings are paid out of the pool;
- 31 **prescribed** means prescribed by regulations made under this
32 Act;

- 1 *registered* means registered under section 20(1) or (2);
2 *return* means a return lodged under Part 4;
3 *return period*, in relation to a betting operator, means —
4 (a) a month; or
5 (b) if the betting operator is exempt under section 23 from
6 lodging a return for each month, the period for which
7 the betting operator is required to lodge a return;
8 *taxable betting revenue* has the meaning given in section 7(1);
9 *threshold amount* means \$150 000.

10 **5. Betting operations**

- 11 A person conducts *betting operations* if the person, whether in
12 person or through an agent or a telecommunication device —
13 (a) receives bets; or
14 (b) pays, negotiates or settles bets; or
15 (c) operates a betting exchange.

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Part 2 — Taxable betting revenue

6. References to WA bets

- (1) A reference in this Part to a WA bet, or a WA bet of a particular type, is a reference to a bet, or a bet of that type, placed by —
- (a) an individual located in Western Australia at the time of placing the bet; or
 - (b) a body corporate whose principal place of business is located in Western Australia at the time of placing the bet.
- (2) For the purposes of subsection (1)(a), if a betting operator complies with section 14(1), but is unable to identify the location of the individual placing the bet, the individual is taken to be located at the individual's residential address.
- (3) When determining if a lay-off bet is a WA bet under subsection (1), it does not matter whether or not the liability the betting operator seeks to reduce by placing the lay-off bet relates to WA bets placed with the betting operator.

7. Taxable betting revenue

- (1) The **taxable betting revenue** of a betting operator for a period is the betting revenue of the betting operator for the period less the eligible payments of the betting operator for the period.
- (2) The **betting revenue** of a betting operator for a period is the total of —
- (a) the amount worked out under section 9 for the period in relation to WA betting exchange bets placed with the betting operator; and
 - (b) the amount worked out under section 10(1) for the period in relation to WA pooled bets placed with the betting operator; and

- 1 (c) the amount worked out under section 11(1) for the
- 2 period in relation to WA general bets placed with the
- 3 betting operator; and
- 4 (d) any amounts the betting operator became entitled to
- 5 retain during the period on account of unclaimed
- 6 winnings in relation to WA bets; and
- 7 (e) any other amounts the betting operator became entitled
- 8 to receive during the period as consideration for, or in
- 9 relation to, WA bets placed with the betting operator;
- 10 and
- 11 (f) any other amount that is prescribed for bets generally or
- 12 for a bet of a particular type.

13 (3) The **eligible payments** of a betting operator for a period are the

14 total of —

- 15 (a) the amount worked out under section 10(3) for the
- 16 period in relation to WA pooled bets placed with the
- 17 betting operator; and
- 18 (b) the amount worked out under section 11(2) for the
- 19 period in relation to WA general bets placed with the
- 20 betting operator; and
- 21 (c) any other amount that is prescribed for bets generally or
- 22 for a bet of a particular type.

23 **8. Particular payments excluded in working out eligible**

24 **payments**

- 25 (1) In working out an amount mentioned in section 7(3)(a), (b)
- 26 or (c) the following cannot be taken into account —
- 27 (a) the provision or granting by the betting operator of any
- 28 non-cash reward, however described;
- 29 (b) the payment of an amount to a person other than a
- 30 person who placed a bet with the betting operator;

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- 1 (c) the payment of an amount that —
- 2 (i) is placed at the discretion of the betting operator;
- 3 or
- 4 (ii) results in a person who placed a bet with the
- 5 betting operator receiving an amount that is more
- 6 than the amount the person is legally entitled to
- 7 receive under the terms on which the bet was
- 8 placed with the betting operator;
- 9 (d) the payment of an amount as part of an arrangement
- 10 under which —
- 11 (i) the betting operator offers an opportunity for a
- 12 person (a *participant*) to win, at no or a nominal
- 13 cost to the participant, an amount by betting on
- 14 the outcome of a stated event or contingency or a
- 15 stated series of events or contingencies; and
- 16 (ii) the total of all amounts payable by the betting
- 17 operator in relation to bets placed by the
- 18 participant may reasonably be expected to
- 19 exceed the total of any amounts received by the
- 20 betting operator for bets placed under the
- 21 arrangement; and
- 22 (iii) the betting operator's primary purpose is to
- 23 attract or encourage a participant to bet with the
- 24 betting operator, or to promote its betting
- 25 operations to a participant, beyond the
- 26 arrangement;
- 27 (e) the payment of any other amount that is prescribed.
- 28 (2) Subsection (1)(a) does not apply to the provision or granting by
- 29 the betting operator of a non-cash reward, if —
- 30 (a) the reward is the refund of a free component; and
- 31 (b) the person who placed the bet is legally entitled to
- 32 receive the reward under the terms on which the bet was
- 33 placed with the betting operator; and

- 1 (c) the reward is not given at the discretion of the betting
2 operator.
- 3 (3) Subsection (1)(b) does not apply to the payment of an amount
4 that discharges, wholly or partly, a legal obligation of the
5 betting operator to pay an amount in relation to a WA bet to the
6 person who placed the bet with the betting operator.
- 7 (4) In working out an amount mentioned in section 7(3)(a) or (c)
8 the payment of an amount by the betting operator into a pool on
9 account of a free component cannot be taken into account.

10 **9. Betting revenue: WA betting exchange bets**

11 For the purposes of section 7(2)(a), the amount is the total
12 amount of all fees and commissions the betting operator
13 received during the period in relation to WA betting exchange
14 bets placed with the betting operator.

15 **10. Betting revenue and eligible payments: WA pooled bets**

- 16 (1) For the purposes of section 7(2)(b), the amount is the total
17 revenue from pools that the betting operator received during the
18 period.
- 19 (2) For the purposes of subsection (1), the revenue from a pool for a
20 betting operator is the amount worked out using the formula —

$$\left(1 - \frac{D}{(T - R)}\right) \times (A - W)$$

21 where —

- 22 D is the total amount of dividends, prizes or winnings paid
23 or payable out of the pool;
- 24 T is the total amount of pooled bets in the pool;
- 25 R is the total amount of refunds paid in respect of the
26 pool;

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- 1 A is the total amount of WA pooled bets placed with the
2 betting operator in the pool;
- 3 W is the total amount of refunds paid in respect of WA
4 pooled bets placed with the betting operator in the pool.
- 5 (3) For the purposes of section 7(3)(a), the amount is the total of —
6 (a) all amounts paid by the betting operator during the
7 period into a pool; and
8 (b) all amounts paid by the betting operator during the
9 period to a person who placed a pooled bet with the
10 betting operator as additional dividends, prizes or
11 winnings to the dividends, prizes or winnings payable
12 out of a pool.

13 **11. Betting revenue and eligible payments: WA general bets**

- 14 (1) For the purposes of section 7(2)(c), the amount is the total
15 amount of all WA general bets placed with the betting operator
16 during the period.
- 17 (2) For the purposes of section 7(3)(b), the amount is the total of all
18 amounts paid by the betting operator during the period in
19 relation to WA general bets placed with the betting operator.

20 **12. Amount of bets generally**

- 21 (1) If all or part of a bet is placed other than in cash, the amount of
22 the bet includes the monetary value of the non-cash
23 consideration comprising the bet when the bet is placed.
- 24 (2) If an amount of a bet is expressed in a currency other than
25 Australian currency, the amount is the amount expressed in
26 Australian currency according to the buy rate of exchange
27 reported by the Reserve Bank of Australia and applicable in
28 Australia on —
29 (a) the day on which the bet is placed; or

- 1 (b) if the rate is not obtainable for Australia on that day —
2 the last earlier day on which the rate was obtainable for
3 Australia.

4 **13. Free components**

- 5 (1) A reference in this Act to an amount paid by a betting operator
6 is, if the amount is paid or partly paid with a free component,
7 taken to be or include a reference to the amount of the free
8 component.
- 9 (2) If a free component is used to place all or part of a WA bet, the
10 amount of the bet is taken to be or include the free component.
- 11 (3) If a free component is used as consideration for, or in relation
12 to, all or part of a WA bet, the consideration is taken to be or
13 include the free component.
- 14 (4) If a free component is used to place all or part of a WA bet or as
15 consideration for, or in relation to, all or part of a WA bet, the
16 free component is taken to be an amount received by the betting
17 operator.
- 18 (5) If a free component is used to place all or part of a betting
19 exchange bet, any fee or commission received by the operator of
20 the betting exchange in relation to the bet is taken to be
21 calculated as if the free component is cash.
- 22 (6) If a free component is used to place all or part of a pooled bet,
23 the free component is taken to be an amount placed into the
24 pool.

25 **14. Betting operator to identify location of individual or**
26 **principal place of business**

- 27 (1) A betting operator must, before accepting a bet from an
28 individual, take all reasonable steps to identify the location of
29 the individual at the time the bet was placed.

30 Penalty for this subsection: a fine of \$20 000.

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Part 2 Taxable betting revenue

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- 1 (2) A betting operator must, before accepting a bet from a body
2 corporate, take all reasonable steps to identify the principal
3 place of business of the body corporate at the time the bet was
4 placed.
5 Penalty for this subsection: a fine of \$20 000.

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Part 3 — Liability and assessment

15. Betting tax payable on taxable betting revenue

Betting tax is payable, in accordance with this Act, the *Betting Tax Act 2018* and the *Taxation Administration Act 2003*, on the taxable betting revenue of a betting operator.

16. Time for payment of betting tax

Betting tax is due for payment on the last day for lodging the return specifying the taxable betting revenue on which the betting tax is payable.

17. Betting operator liable to pay betting tax

(1) In this section —

previous return period, in relation to another return period, means a return period that occurs before, and in the same assessment period as, the other return period.

(2) A betting operator is liable to pay betting tax for a return period if —

- (a) the total of the taxable betting revenue of the betting operator for the return period and any previous return period exceeds the threshold amount; and
- (b) the amount worked out under subsection (3) is more than zero.

(3) The amount of betting tax a betting operator is liable to pay for a return period is worked out using the formula —

$$((R - T) \times B) - P$$

where —

R is the total of the taxable betting revenue of the betting operator for the return period and any previous return period;

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- 1 T is the threshold amount;
- 2 B is the betting tax rate expressed as a decimal;
- 3 P is any betting tax paid or payable by the betting
4 operator for any previous return period.

- 5 (4) The Commissioner is not required to make a refund of betting
6 tax paid at the end of a return period, if the amount worked out
7 under subsection (3) is less than zero.

8 **18. Annual reconciliation**

- 9 (1) If, at the end of an assessment period, the sum of the amounts of
10 betting tax that a betting operator is liable to pay under
11 section 17 for the return periods in the assessment period is
12 greater than the amount of betting tax that the betting operator is
13 liable to pay for the assessment period, the betting operator is
14 entitled to a refund or rebate of the difference.

- 15 (2) The amount of betting tax that a betting operator is liable to pay
16 for an assessment period is —

- 17 (a) if the taxable betting revenue of the betting operator for
18 the assessment period exceeds the threshold amount —
19 the amount worked out under subsection (3); or
- 20 (b) if the taxable betting revenue of the betting operator for
21 the assessment period is less than or equal to the
22 threshold amount — nil.

- 23 (3) For the purposes of subsection (2)(a), the amount is worked out
24 using the formula —

25
$$((R - T) \times B)$$

26 where —

- 27 R is the taxable betting revenue of the betting operator for
28 the assessment period;

- 29 T is the threshold amount;

- 1 B is the betting tax rate expressed as a decimal.
- 2 (4) Subject to the *Taxation Administration Act 2003* section 17, the
- 3 Commissioner must make any reassessment necessary to give
- 4 effect to this section.

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Part 4 — Registration and returns

19. Application for registration

(1) A betting operator who is not registered must, in accordance with subsection (2), apply to the Commissioner for registration if the taxable betting revenue of the betting operator for an assessment period exceeds the threshold amount.

Penalty for this subsection: a fine of \$20 000.

(2) The application must be made —

- (a) in an approved form; and
- (b) within 7 days after the end of the month in which the criterion in subsection (1) is satisfied.

20. Registration

(1) On receiving an application under section 19, the Commissioner must register the applicant if it appears to the Commissioner that the betting operator is liable to pay betting tax.

(2) The Commissioner may register a betting operator, although the betting operator has not applied for registration under section 19, if it appears to the Commissioner that the betting operator is, or is likely to become, liable to pay betting tax.

(3) If the Commissioner registers a betting operator, the Commissioner must give the betting operator notice of the registration.

21. Cancellation of registration

- (1) The Commissioner must cancel the registration of a person if —
- (a) the Commissioner is aware that the person has ceased to be a betting operator; and
 - (b) the person has lodged all returns the person is required to lodge; and
 - (c) the person has paid the betting tax the person is liable to pay in relation to those returns.

- 1 (2) The Commissioner may cancel the registration of a person,
2 during an assessment period, on the Commissioner's initiative
3 or on the application of the person, if —
- 4 (a) the Commissioner is satisfied that the taxable betting
5 revenue of the person for the assessment period will not
6 exceed the threshold amount; and
- 7 (b) the person has lodged all returns the person is required
8 to lodge; and
- 9 (c) the person has paid the betting tax the person is liable to
10 pay in relation to those returns.
- 11 (3) As soon as practicable after cancelling the registration of a
12 person, the Commissioner must give the person a notice
13 stating —
- 14 (a) that the registration has been cancelled; and
15 (b) the day on which the registration was cancelled.

16 **22. Returns**

- 17 (1) A betting operator who is registered or required to apply for
18 registration must, in accordance with subsection (2), lodge a
19 return for each month specifying the taxable betting revenue of
20 the betting operator for the month.
- 21 Penalty for this subsection: a fine of \$5 000.
- 22 (2) The betting operator must lodge the return —
- 23 (a) in an approved form; and
24 (b) within 28 days after the end of the month or within any
25 further period allowed by the Commissioner.

26 **23. Exemption from lodging monthly returns**

- 27 (1) The Commissioner may, on the Commissioner's initiative or on
28 the application of a betting operator, by notice given to the
29 betting operator, exempt the betting operator from the
30 requirement to lodge a return for each month.

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- 1 (2) The notice —
- 2 (a) must include a condition requiring the betting operator
- 3 to lodge a return for each period stated in the notice
- 4 specifying the taxable betting revenue of the betting
- 5 operator for that period; and
- 6 (b) must include a condition requiring the betting operator
- 7 to lodge the return within a period stated in the notice;
- 8 and
- 9 (c) may include any other condition the Commissioner
- 10 considers appropriate.
- 11 (3) An exemption continues in force until it is revoked.
- 12 (4) The Commissioner may amend or revoke an exemption by
- 13 giving the betting operator notice of the amendment or
- 14 revocation.
- 15 (5) An exemption does not exempt the betting operator from any
- 16 liability to pay betting tax, even if it has the effect of postponing
- 17 the time for payment of betting tax.
- 18 (6) A betting operator who is given an exemption must lodge
- 19 returns in accordance with the conditions included in the notice.
- 20 Penalty for this subsection: a fine of \$5 000.

Part 5 — Miscellaneous

24. Arrangements for avoidance may be disregarded

- (1) This section applies if a person enters into an agreement, transaction or arrangement, whether in writing or otherwise, that has the effect of reducing, postponing or avoiding the liability of any person to the assessment, imposition or payment of betting tax or penalty tax.
- (2) The Commissioner may do either or both of the following —
- (a) decide to disregard the agreement, transaction or arrangement for 1 or more periods;
 - (b) decide 1 or more of the matters mentioned in subsection (3).
- (3) The matters are the following —
- (a) that the betting revenue of a betting operator for a particular period is taken to include an additional amount;
 - (b) that an amount included in the eligible payments of a betting operator for a particular period is to be disregarded;
 - (c) that, because of a decision made in respect of a matter mentioned in paragraph (a) or (b), the taxable betting revenue of a betting operator for a particular period is taken to include an additional amount;
 - (d) that a bet placed with a betting operator —
 - (i) is taken to have been placed by a person other than the person who purportedly placed the bet or at a place other than the place where the bet was purportedly placed; and
 - (ii) if applicable, is a WA bet within the meaning of section 6 for the purpose of working out the taxable betting revenue of the betting operator for a particular period;

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- 1 (e) that —
2 (i) a party to the agreement, transaction or
3 arrangement is taken to be a betting operator; and
4 (ii) a payment placed in respect of the agreement,
5 transaction or arrangement is taken to be taxable
6 betting revenue of the party for a particular
7 period.

8 (4) If the Commissioner makes a decision under subsection (2)
9 about a betting operator or another party to the agreement,
10 transaction or arrangement, the Commissioner must give the
11 betting operator or party a notice that states the decision and the
12 reasons for the decision.

13 **25. Keeping records**

- 14 (1) A betting operator who is registered or required to apply for
15 registration must keep —
16 (a) the records that are prescribed for the purposes of this
17 section (if any); and
18 (b) any other records necessary to enable the Commissioner
19 to determine the betting operator's liability to pay
20 betting tax.

21 Penalty for this subsection: a fine of \$20 000.

22 (2) Despite the *Taxation Administration Act 2003* section 87, the
23 betting operator must retain the records for at least 5 years, or
24 for any longer period that is prescribed, after the bet to which
25 the records relate is placed.

26 Penalty for this subsection: a fine of \$20 000.

27 (3) Despite the *Taxation Administration Act 2003* section 89(1), the
28 records may be kept in another State.

29 (4) The betting operator must keep the records in Australia.

30 Penalty for this subsection: a fine of \$20 000.

- 1 (5) The Commissioner may recover as a debt, from a betting
2 operator, costs reasonably incurred by the Commissioner as a
3 result of the betting operator's failure to comply with
4 subsection (4).

5 **26. Regulations**

- 6 (1) The Governor may make regulations prescribing matters —
7 (a) required or permitted by this Act to be prescribed; or
8 (b) necessary or convenient to be prescribed for giving
9 effect to this Act.
- 10 (2) Regulations may be expressed to apply to taxable betting
11 revenue for a period before the day on which the regulations
12 come into operation if the application of the regulations to the
13 taxable betting revenue would not adversely affect a person who
14 is or may be liable to pay betting tax on the taxable betting
15 revenue.

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Part 6 — Transitional provisions

27. First assessment period and threshold amount

- (1) Despite the definition of *assessment period* in section 4, the first assessment period is the period beginning on 1 January 2019 and ending on 30 June 2019.
- (2) Despite the definition of *threshold amount* in section 4, the threshold amount for the first assessment period is \$75 000.

28. Betting revenue relating to bets placed before 1 January 2019

In working out an amount mentioned in section 7(2)(d) or (f) an amount the betting operator becomes entitled to retain on account of unclaimed winnings that relate to a bet placed before 1 January 2019 cannot be taken into account.

29. Eligible payments relating to bets placed before 1 January 2019

In working out an amount mentioned in section 7(3)(a), (b) or (c) the payment of an amount that is made on or after 1 January 2019 and relates to a bet placed before 1 January 2019 cannot be taken into account.

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Part 7 — Repeals

30. *Bookmakers Betting Levy Act 1954* repealed

The *Bookmakers Betting Levy Act 1954* is repealed.

31. *Racing and Wagering Western Australia Tax Act 2003* repealed

The *Racing and Wagering Western Australia Tax Act 2003* is repealed.

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Part 8 — Other Acts amended

Division 1 — Amendments commencing on 1 January 2019

Subdivision 1 — *Betting Control Act 1954* amended

32. Act amended

This Subdivision amends the *Betting Control Act 1954*.

33. Section 27E amended

After section 27E(2)(a) insert:

- (aa) for the purpose of the Commissioner (as defined in the *Taxation Administration Act 2003* Glossary clause 1) performing the Commissioner’s functions in relation to betting tax (as defined in the *Betting Tax Assessment Act 2018* section 4); or

34. Part 6 inserted

After section 33 insert:

Part 6 — Transitional provisions for *Betting Tax Assessment Act 2018*

34. Application of s. 14, 15 and 16 on or after 1 January 2019

Sections 14, 15 and 16 do not apply to or in relation to a bet made on or after 1 January 2019.

1 **38. Part 9 inserted**

2 After section 122 insert:

3

4 **Part 9 — Transitional provisions for *Betting Tax***
5 ***Assessment Act 2018***

6 **123. Application of s. 102 on or after 1 January 2019**

7 Section 102 does not apply to or in relation to a wager
8 made on or after 1 January 2019.

9 **124. Application of s. 107 on or after 1 January 2019**

10 (1) Section 107 does not apply to moneys received by
11 RWWA in respect of totalisator or fixed odds wagering
12 if the wagering occurs on or after 1 January 2019.

13 (2) For the purposes of subsection (1) wagering occurs
14 when a wager is placed.

15

16 **Subdivision 3 — *Racing and Wagering Western Australia Tax***
17 ***Act 2003* amended**

18 **39. Act amended**

19 This Subdivision amends the *Racing and Wagering Western*
20 *Australia Tax Act 2003*.

21 **40. Section 3 amended**

22 In section 3 in the definition of ***gross revenue*** paragraph (b)
23 after “paid” insert:

24

25 or payable

26

1 **Subdivision 4 — *Taxation Administration Act 2003* amended**

2 **41. Act amended**

3 This Subdivision amends the *Taxation Administration Act 2003*.

4 **42. Section 3 amended**

5 After section 3(1)(jb) insert:

- 6
- 7 (jc) the *Betting Tax Act 2018*;
- 8 (jd) the *Betting Tax Assessment Act 2018*;
- 9

10 **43. Section 17 amended**

11 In section 17(3) after “pay-roll tax” insert:

12

13 or betting tax

14

15 **44. Section 114 amended**

16 In section 114(3):

- 17 (a) in paragraph (c)(ii) delete “Treasurer;” and insert:

18

19 Treasurer; or

20

- 21 (b) after paragraph (c)(ii) insert:

22

23 (iii) an officer of the department of the

24 Public Service principally assisting in

25 the administration of the *Betting*

26 *Control Act 1954*, the *Gaming and*

27 *Wagering Commission Act 1987* or the

28 *Racing and Wagering Western Australia*

29 *Act 2003*;

30

1 **Division 2 — Amendments commencing on proclamation**

2 **Subdivision 1 — *Betting Control Act 1954* amended**

3 **45. Act amended**

4 This Subdivision amends the *Betting Control Act 1954*.

5 **46. Long title amended**

6 In the long title delete “**levy on money paid or promised to**
7 **bookmakers, other betting operators or RWWA as**
8 **consideration for bets;”** and insert:

9
10 **racing bets levy on the gross revenue or turnover of betting**
11 **operators;**

12
13 **47. Section 4 amended**

14 In section 4(1) delete the definition of *fixed odds bet* and insert:

15
16 *fixed odds bet* means a fixed odds wager as defined in
17 the RWWA Act section 3(1);

18
19 **48. Section 11E amended**

20 In section 11E(4)(a) delete “or bookmakers’ betting levy”.

21 **49. Section 12 amended**

22 (1) In section 12(5)(c)(ii) delete “number; and” and insert:

23
24 number.

25
26 (2) Delete section 12(5)(c)(iii) and (iv).

1 **50. Section 13 amended**

2 (1) Before section 13(1) insert:

3

4 (1A) In this section —

5 ***total turnover*** means the aggregate of the turnover that
6 relates to bets made under this Act;

7 ***turnover*** —

8 (a) means the amount of money paid or promised
9 as the consideration for bets made by a
10 bookmaker, whether the bets are —

11 (i) made by the bookmaker as a party to the
12 bet; or

13 (ii) negotiated by the bookmaker as agent
14 for another person;

15 but

16 (b) does not include any money promised or paid
17 by a bookmaker as the consideration for a bet
18 made by the bookmaker on the bookmaker's
19 own behalf in the capacity of a backer but not
20 in the capacity of a bookmaker.

21 (1B) For the purposes of the definition of ***turnover*** in
22 subsection (1A), the Commission has an absolute
23 discretion to decide what is and what is not a bet made
24 by a bookmaker on the bookmaker's own behalf in the
25 capacity of a backer but not in the capacity of a
26 bookmaker.

27

28 (2) Delete section 13(2).

1 **51. Section 14A amended**

2 In section 14A(3):

3 (a) in paragraph (a) delete “bookmaker’s betting levy” and
4 insert:

5
6 annual licence fee

7
8 (b) in paragraph (b) delete “operator.” and insert:

9
10 operator; and

11
12 (c) after paragraph (b) insert:

13
14 (c) to a penalty fee were a reference to an
15 additional racing bets levy; and

16 (d) to money due in respect of an annual licence
17 fee were a reference to money due as racing
18 bets levy; and

19 (e) to an assessment to be made of the amount of
20 fee due were a reference to an assessment to be
21 made of the amount on which, in the judgment
22 of the Commission, racing bets levy ought to be
23 levied.
24

25 **52. Sections 14B to 16 deleted**

26 Delete sections 14B to 16.

1 **53. Section 17 amended**

2 In section 17:

3 (a) delete “payment of —” and insert:

4

5 payment of an annual licence fee in respect of —

6

7 (b) delete paragraphs (a) and (b) and insert:

8

9 (a) a bookmaker’s licence; or

10 (b) an authorisation to possess and operate a
11 totalisator,

12

13 Note: The heading to amended section 17 is to read:

14 **Effect on annual licence fee of not being entitled to receive or**
15 **retain consideration**

16 **54. Section 17A amended**

17 (1) Before section 17A(1) insert:

18

19 (1A) In this section —

20 ***total turnover*** has the meaning given in
21 section 13(1A);

22 ***turnover*** has the meaning given in section 13(1A).

23

24 (2) Delete section 17A(2).

25 **55. Sections 18 and 18A deleted**

26 Delete sections 18 and 18A.

1 **56. Section 18B amended**

2 (1) In section 18B(1):

3 (a) delete “fee, or any bookmakers’ betting levy or further
4 levy” and insert:

5

6 fee

7

8 (b) in paragraph (a) delete “fee or any bookmakers’ betting
9 levy; and” and insert:

10

11 fee; and

12

13 (c) in paragraph (b) delete “or levy”.

14 (2) In section 18B(2):

15 (a) in paragraph (a) delete “or as bookmaker’s betting levy
16 or further levy”;

17 (b) in paragraph (b) delete “fee or any bookmakers’ betting
18 levy,” and insert:

19

20 fee,

21

22 (c) delete “due or upon which, in the judgement of the
23 Commission, bookmakers’ betting levy or further levy
24 ought to be levied.” and insert:

25

26 due.

27

- 1 (3) In section 18B(3):
- 2 (a) in paragraph (a) delete “fee, or the bookmakers’ betting
- 3 levy or further levy, and of any additional levy” and
- 4 insert:
- 5
- 6 fee
- 7
- 8 (b) in paragraph (b) delete “fee, or of the bookmakers’
- 9 betting levy or further levy, and any additional levy,”
- 10 and insert:
- 11
- 12 fee
- 13
- 14 (4) In section 18B(5):
- 15 (a) delete “in respect of an annual licence fee or any
- 16 bookmakers’ betting levy or further levy” and insert:
- 17
- 18 an amount in respect of an annual licence fee
- 19
- 20 (b) delete “or additional bookmakers’ betting levy, an
- 21 amount equal to the amount of the fee or levy” and
- 22 insert:
- 23
- 24 an amount equal to the amount of the fee
- 25
- 26 (c) delete “or the additional levy,”.

27 Note: The heading to amended section 18B is to read:

28 **Assessment of annual licence fee**

29 **57. Section 19 deleted**

30 Delete section 19.

Betting Tax Assessment Bill 2018

Part 8 Other Acts amended

Division 2 Amendments commencing on proclamation

s. 58

1 **58. Section 33 amended**

2 In section 33(1)(b)(xv) delete “the assessment, payment and
3 recovery of bookmakers’ betting tax or of bookmakers’ betting
4 levy,”.

5 **59. Part 6 deleted**

6 Delete Part 6.

7 **Subdivision 2 — *Gaming and Wagering Commission Act 1987***
8 **amended**

9 **60. Act amended**

10 This Subdivision amends the *Gaming and Wagering*
11 *Commission Act 1987*.

12 **61. Section 7 amended**

13 Delete section 7(1)(ea).

14 **62. Section 9 amended**

15 (1) In section 9(2) delete “which, subject to subsection (2a),” and
16 insert:

17
18 which
19

20 (2) Delete section 9(2a).

21 **63. Section 110A amended**

22 (1) In section 110A(1) delete “or 107”.

23 (2) Delete section 110A(2).

Betting Tax Assessment Bill 2018

Part 8 Other Acts amended

Division 2 Amendments commencing on proclamation

s. 71

1 **71. Section 114 deleted**

2 Delete section 114.

3 **72. Part 9 deleted**

4 Delete Part 9.

5 **Subdivision 4 — *Racing Penalties (Appeals) Act 1990* amended**

6 **73. Act amended**

7 This Subdivision amends the *Racing Penalties (Appeals)*
8 *Act 1990*.

9 **74. Section 24 amended**

10 In section 24(4)(a):

11 (a) delete “105(1)(h) or”;

12 (b) delete “105 or”.

13

Defined terms

[This is a list of terms defined and the provisions where they are defined.

The list is not part of the law.]

Defined term	Provision(s)
assessment period	4
bet	4
betting exchange	4
betting exchange bet	4
betting operations.....	4, 5
betting operator	4
betting revenue.....	4, 7(2)
betting tax	4
betting tax rate	4
eligible payments	4, 7(3)
free component	4
general bet.....	4
interstate game	4
lay-off bet.....	4
participant	8(1)(d)(i)
pool	4
pooled bet.....	4
prescribed.....	4
previous return period	17(1)
registered.....	4
return.....	4
return period.....	4
taxable betting revenue	4, 7(1)
threshold amount.....	4