

For additional information, contact the Taxpayer Services Division in one of our Department of Revenue Offices:

Chattanooga	Jackson	Johnson City	Knoxville	Memphis	Nashville
(423) 634-6266 1301 Riverfront Pkwy Suite 203	(731) 423-5747 Room 405 B Lowell Thomas Building 225 Martin Luther King Blvd.	(423) 854-5321 204 High Point Drive	(865) 594-6100 7175 Strawberry Plains Pike Suite 209	(901) 213-1400 3150 Appling Road	(615) 253-0600 Andrew Jackson Building 500 Deaderick Street

Tennessee residents can also call our statewide toll free number at 1-800-342-1003.
Out-of-state callers must dial (615) 253-0600.

INSTRUCTIONS FOR PREPARATION OF THE FANTASY SPORTS TAX RETURN

- General:** Businesses engaged in an approved fantasy sports operation in this state shall remit the fantasy sports tax on all adjusted revenues of a fantasy sports contest offered to Tennessee consumers. The fantasy sports tax is due on or before the 20th day of the month following the close of the calendar quarter.
- Line 1:** Enter the total of all fees collected from Tennessee participants entering fantasy sports contests during the reporting period.
- Line 2:** "Adjusted revenue" is the amount equal to the total entry fees collected from all participants entering a fantasy sports contest less winnings paid to participants in the contest, multiplied by the resident percentage. Adjusted Revenue should be calculated for each fantasy sports contest offered by a fantasy sports operator to Tennessee consumers during the reporting period. The sum of all adjusted revenues should be entered on Line 2.
- The "resident percentage" is the percentage, rounded to the nearest tenth of a percent (0.1%), of the total entry fees collected from Tennessee consumers divided by the total entry fees collected from all players, regardless of the players' locations. The resident percentage is calculated for each fantasy sports contest offered by a fantasy sports operator and used to compute adjusted revenues for the contest.
- Line 3:** Multiply the adjusted revenue amount on Line 2 by the 6% (0.06) tax rate. Enter the result in Line 3.
- Line 4:** If the taxpayer has previously received a credit notice from the Department of Revenue, enter the amount on the credit notice on Line 4. Do not enter an amount greater than the amount indicated on Line 3.
- Line 5:** Taxes not remitted timely will be subject to a five percent penalty for each thirty-day period or portion thereof, not to exceed twenty-five percent. Minimum penalty of \$15 is due on delinquent returns regardless of the amount of tax due and even if there is a credit reflected.
- Line 6:** If the payment is made after the due date reflected on the return, compute the amount of interest due. Interest is computed using the following formula: $(\text{Line 3} - \text{Line 4}) \times (\text{current interest rate}) \times (\text{number of days delinquent}) / (365.25)$.
- Line 7:** Calculate the total amount due. Subtract Line 4 from Line 3 and add Lines 5 and 6, if applicable. Enter the result here.
- Filing:** Make your check payable to the Tennessee Department of Revenue for the amount shown on Line 7 of the return and mail with the return to: Financial Control, Tennessee Department of Revenue, Post Office Box 190615, Nashville, Tennessee 37219-0615.

If this is an amended return, please indicate "Filing Period" and check the appropriate box on the front of this return. Also check the appropriate block if this is a final return for a closed business or if you have indicated a change of address on the return.