

Request for Proposals CLC202306

Sports Betting DFS Solution System Services

ADDENDUM #5

CLC Responses to Proposer Questions

On May 9, 2023, a potential proposer submitted a question for CLC's consideration. While past the deadline for the submission of questions, CLC determined that answering the question would benefit the collective group of potential proposers, as a whole.

1. To confirm, the revenue share paid to the lottery <u>does not</u> include the 13.75% tax on gross gaming revenue, subject to the allowable deductions? Essentially, is the winning operator taxed at the same rate as the other master wagering licensees, even if partnered with the lottery?

CLC Response: CLC will pay the 13.75% gaming tax from its revenue share payment with the Successful Proposer. The tax rate is the same for all online operators; the CLC is the only entity whose retail operations are taxed (at the same rate).