

Coin-operated Amusement Device Tax
Registration Follow-up

Coin-op
tax
notice
#03-03

This is a second notice advising owners of bona fide coin-operated amusement devices of their obligations to pay an annual license tax to the Department of Revenue and to pay a \$10 per machine tax. The coin-operated amusement tax provisions of the Tennessee Tax Reform Act of 2002 became effective September 1, 2002, and may be found at Tenn. Code Ann. Section 67-4-2201 *et seq.*

Owners of coin-operated amusement devices who are not in compliance with the law are subject to a \$50 penalty for each machine that is available for commercial use and play if either the machine is without a decal or the machine is located in a business where the master license of the owner is not displayed.

Enclosed are the department's [Important Notice dated July 30, 2002, regarding Coin-Operated Amusement Device Tax Obligations](#); an Application for Registration for the Coin-Operated Amusement Tax; and applications for the appropriate level of Master License and the required Machine Decals.

Any person owning a coin-operated amusement device prior to January 1, 2003, is liable for the annual license tax due for the period from September 1, 2002, through June 30, 2003, and is liable for the \$10 per machine tax. Annual renewals of the license are required thereafter by July 1 of each year.

Any person who entered the business of owning a coin-operated amusement device on or after January 1, 2003, may register for a six-month master level license, effective from January 1 through June 30, 2003. The \$10 per machine tax is also due. Annual renewals of the license are required thereafter by July 1 of each year.

Have questions or comments? Please let us know. [Contact us.](#)

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