



League fees scheduled to increase, due to collection of State imposed sales tax

July 1st, 2011

The State Department of Revenue (DOR) issued an Excise Tax Advisory requiring collection of sales tax for all league fees. Based upon the DOR's recent review and revised interpretation of existing tax law, any organization providing league services will be required to collect retail sales tax on fees charged for participation in a sports activity or event, effective July 1.

The only exceptions to the tax are youth leagues operated by non-profit 501c3 agencies which provide character building and teaching components as part of the experience.

If you have opinions on this issue that you would like to share please contact your legislator by calling the legislative hotline at 1-800-562-6000 or e-mailing your representative directly.