

2010-2011



# Louisiana Gaming Control Board



Report to the Louisiana State Legislature



*State of Louisiana*  
*Gaming Control Board*

*BOBBY JINDAL*  
*GOVERNOR*

*DANE K. MORGAN*  
*CHARIMAN*

**MISSION STATEMENT OF THE**  
**LOUISIANA GAMING CONTROL BOARD**

To regulate all gaming activities under its jurisdiction in a manner which instills public confidence and trust that gaming activities are conducted honestly and free from criminal and corruptive elements; to insure the integrity of individual gaming activities by the regulation of persons, practices, associations and activities within the gaming industry.

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## *State of Louisiana* *Gaming Control Board*

*BOBBY JINDAL*  
GOVERNOR

*DANE K. MORGAN*  
CHAIRMAN

### **Mr. President, Mr. Speaker and Members of the Louisiana Legislature**

The Louisiana Gaming Control Board submits the 14<sup>th</sup> annual comprehensive report to the Legislature in accordance with La. R.S. 27:15 (B)(9)(b). Statutes legalizing and regulating gaming were enacted in 1991 by the Legislature and in 1996 the Louisiana Gaming Control Board was created. The Board has regulatory authority, control, and jurisdiction over all aspects of gaming activities and operations as authorized pursuant to the provisions of the Louisiana Riverboat Economic Development and Gaming Control Act, the Louisiana Economic Development and Corporation Act, the Video Draw Poker Devices Control Law, and limited authority relative to gaming on Indian lands as provided by law.

There are nine Board members who are appointed by the Governor and must be confirmed by the Senate. The members serve staggered terms of six years and are eligible for only one reappointment term. At least one member shall be appointed from each of the state's congressional districts.

The Board's operating budget for FY 2009-2010 was \$1,010,382 funded through statutory dedicated funds of \$928,657 from Riverboat Gaming Enforcement Fund and \$81,725 from Pari-mutuel Live Racing Facility Gaming Control Fund. The Board has three full time employees in addition to the Chairman who serves as the chief administrative officer supervising daily Board operations. The Board is required by law to meet not less than monthly.

Gaming revenue continues to be a substantial part of the Louisiana economy generating \$665,157,944 in direct gaming revenue. Although this figure is significant, overall it represents a decrease of \$58,341,578 or 8.1% in gaming revenue from the previous fiscal year. The Louisiana gaming market has been adversely affected by the current poor economic conditions and further impacted by increased competition from Native American gaming in Oklahoma and casino gaming in Mississippi.

### **RIVERBOAT GAMING**

Fifteen riverboat casinos are authorized to operate in Louisiana. There currently are thirteen riverboat casinos operational. The remaining two riverboat casino licenses are held by Pinnacle Entertainment, Inc. and Creative Casinos, LLC. Pinnacle Entertainment is developing a \$357 million dollar casino project in Baton Rouge tentatively scheduled to open the first quarter

of 2012 and Creative Casinos received Board approval for development of a \$400 million dollar project in Lake Charles tentatively scheduled to open in the last quarter of 2013.

There are five riverboat casinos in Shreveport-Bossier, three in Lake Charles, two in East Baton Rouge Parish and one each in Kenner, Harvey and Amelia. These riverboat casinos employ approximately 12,812 workers, and in 2009-10 contributed \$351,066,598 in net revenue to the state.

The Shreveport-Bossier market, which continues to face major competition from Indian casinos in Oklahoma, had an adjusted gross revenue of \$681,438,207 for fiscal year 2009-10, a decrease of \$60,750,525 from fiscal year 2008-09.

The Lake Charles market had an adjusted gross revenue of \$471,136,792, a decrease of \$11,217,713 from the previous fiscal year.

In 2009-2010, the two riverboat casinos in Baton Rouge had an adjusted gross revenue of \$191,256,982, a decrease of \$26,881,784.

The riverboat casinos in Kenner, Harvey and Amelia had an adjusted gross revenue of \$289,035,918, a decrease of \$32,196,133 from the previous year.

### **HARRAH'S NEW ORLEANS**

The landbased casino in New Orleans generated \$75,001,147 in gaming revenue to the state. Although this exceeded the minimum payment requirement of \$60,000,000 pursuant to the Casino Operating Contract, the amount represented a decline of \$7,054,860 from fiscal year 2008-09.

### **VIDEO POKER**

As of June 30, 2010 there were 2,257 video poker outlets and 14,727 devices in the 31 parishes which approved video poker gaming in the local option election on November 5, 2006. These machines are authorized in bars, restaurants, hotels, off-track betting parlors and truckstops. Video poker showed a decrease of \$19,675,063 in franchise fees paid to the state in fiscal year 2009-10 compared to 2008-09.

### **RACETRACK GAMING**

Racetrack gaming provided the only increase in state revenue due to the first full year of operations at the Fairgrounds Race Course. The racetracks produced \$386,837,269 during fiscal year 2009-10 with \$58,683,214 in fees to the state. This was a decrease of \$3,436,732 over fiscal year 2008-09.

## **INDIAN GAMING**

This report contains limited statistical information on one of the three Indian-owned casinos in Louisiana. The tribes do not pay any fees directly to the state and they are not required to provide the Gaming Control Board with any financial figures. All of the tribes make contributions to local governments in their respective locations. The Board does wish to acknowledge the Chitimacha Tribe in Charenton for its continued cooperation in voluntarily providing the information shown in this and previous reports.

## **CONCLUSION**

The sluggish economy and increased competition from out of state venues will continue to challenge Louisiana's gaming market. The revenue generated from gaming operations fund various programs in the state and is a primary source of funding for the Support Education in Louisiana Fund (SELF). Due to the decline in gaming revenue the SELF fund will be adversely affected.

The Louisiana Legislature adopted public policy approving gaming as an economic opportunity for the state and its citizens. The Gaming Control Board is committed to the thorough regulation and control of gaming activities under its jurisdiction in a manner which instills public confidence and ensures that regulated activities are free from criminal and corruptive elements. Additionally, the Board strives to foster a regulatory environment that provides optimum economic opportunity for both gaming operators and Louisiana citizens who are employed and/or benefit by this industry.

**Respectfully submitted:**

**Dane K. Morgan, Chairman**  
**Velma C. Roger, Vice-Chairman**  
**Franklin Ayres Bradford**  
**Robert G. Jones**  
**Mark E. Stipe**  
**James M. Singleton**  
**Denise H. Noonan**  
**George Ellis Blount**  
**Colonel Mike Edmonson**  
**Secretary Cynthia Bridges**



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## **LOUISIANA STATE POLICE GAMING ENFORCEMENT DIVISION**

Colonel Mike Edmonson, Superintendent  
Lt. Colonel Val Penouilh, Deputy Superintendent, Bureau of Investigations  
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Captain Glen Hale, Gaming Operations Section  
Captain Bobby Osborn, Administrative Support Section  
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Lt. Joe Ingram, Gaming Operations Section, Shreveport Field Office  
Lt. Mark Wise, Gaming Operations Section, Shreveport Field Office – Executive Officer  
Lt. Robert Hodges, Gaming Operations Section, New Orleans Field Office  
Sgt. Wade Savoy, Gaming Administration Section, Baton Rouge Office



## ACKNOWLEDGMENTS

The Board wishes to acknowledge those who made special contributions to the preparation of this report:

### **Department of Justice, Office of the Attorney General, Gaming Division**

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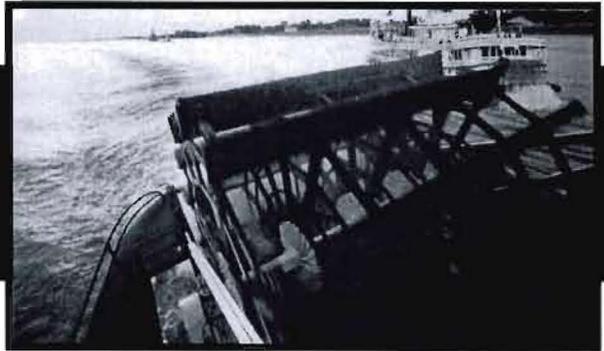
Natalie Thurman, Executive Staff Officer

### **Louisiana Casino Association**

Vickie Duty, Executive Assistant

Wade Duty, Executive Director

# Riverboat





**LOUISIANA STATE POLICE  
 RIVERBOAT GAMING ACTIVITY SUMMARY  
 FISCAL YEAR 2009 - 2010**

Licensee	D/B/A and Location	Date of Commencement	Admissions	Total AGR	Fee Remittance
Catfish Queen Partnership in Commendam	Belle of B.R.- Baton Rouge	09/30/94	870,247	71,160,735	15,299,558
Belle of Orleans, L.L.C. <sup>1</sup>	Amelia Belle-Amelia	07/07/95	613,852	48,715,970	10,473,934
Grand Palais Riverboat, Inc.	Isle of Capri-Westlake	07/12/96	1,734,038	125,575,972	26,998,834
PNK (SCB) LLC <sup>2</sup>	Sugar Cane Bay-Lake Charles	12/08/93	0	0	0
PNK (Baton Rouge) Partnership <sup>3</sup>	PNK-Baton Rouge	10/24/93	0	0	0
Eldorado Casino Shreveport Joint Venture	Eldorado Casino Resort - Shreveport	12/20/00	3,266,171	152,787,845	32,849,387
Horseshoe Entertainment, L.L.P.	Horseshoe-Bossier City	07/09/94	2,130,422	229,976,151	49,444,872
Louisiana Casino Cruises, Inc	Hollywood-Baton Rouge	12/28/94	1,148,818	120,096,247	25,820,693
Louisiana Riverboat Gaming Partnership	Diamond Jacks-Bossier City	05/20/94	1,372,318	84,572,473	18,183,082
PNK (Bossier City), Inc.	Boomtown-Bossier City	10/04/96	1,346,682	91,667,504	19,708,513
PNK (Harvey), L.P.	Boomtown Casino-Harvey	08/06/94	1,906,227	141,394,880	30,399,899
PNK (Lake Charles), L.L.C.	L'Auberge Du Lac-Lake Charles	05/23/05	4,764,093	328,563,842	70,641,226
Red River Entertainment of Shreveport Partnership in Commendam	Sam's Town-Shreveport	05/20/04	1,877,016	122,434,234	26,323,360
St. Charles Gaming Company, Inc.	Isle of Capri-Westlake	07/29/95	463,584	16,996,978	3,654,350
Treasure Chest Casino, L.L.C.	Treasure Chest-Kenner	09/05/94	1,103,055	98,925,068	21,268,890
<b>TOTALS</b>			<b>22,556,523</b>	<b>\$ 1,632,867,899</b>	<b>\$ 351,066,598</b>

Source: LOUISIANA STATE POLICE (Gaming Audit Section)

<sup>1</sup> Relocated to St. Mary Parish from its original berth site on Lake Pontchartrain in Orleans Parish

<sup>2</sup> Pinnacle Entertainment, Inc. surrendered this license on April 14, 2010.

<sup>3</sup> Formerly Harrah's Star Partnership acquired by Pinnacle Entertainment, Inc.



**LOUISIANA RIVERBOAT CASINO INDUSTRY  
 ECONOMIC IMPACT FIGURES FY 2009-2010**

License	Amelia Belle	Belle of Baton Rouge	Boomtown	Boomtown	Hollywood Casino	Sugar Cane Bay	PNK	Eldorado Casino	L'Auberge Du Lac
						(5)	(6)		
Location	Amelia	Baton Rouge	Harvey	Bossier City	Baton Rouge	Lake Charles	Baton Rouge	Bossier City	Lake Charles
Start Date	Jul-95	Aug. - 94	Aug. - 94	Oct. - 96	Dec. - 94	Dec. - 93	Dec. - 93	Dec. - 00	May - 05
State franchise tax 21.5%	\$10,473,934	\$15,299,558	\$30,399,899	\$19,708,513	\$25,820,693			\$32,849,387	\$70,641,226
Local fees	\$1,500,000	\$2,534,805	\$8,479,911	\$ 4,950,045	\$4,341,749			\$512,581	\$250,186
Property taxes	\$458,689	\$1,022,938	\$690,996	\$ 1,108,294	\$748,007			\$2,638,331	\$4,252,708
Payroll(includes tips)	\$8,682,855	\$17,757,113	\$20,703,342	\$ 20,901,730	\$20,303,643			\$27,609,537	\$63,672,991
Benefits (1)	\$940,892	\$3,453,730	\$5,382,869	\$ 5,717,708	\$5,174,779			\$7,178,480	\$19,681,846
Employment (F/T)	323	522	712	740	556			1311	1,671
Employment (ftes)	365	649	592	641	583			1110	1,808
Procurement (total (2))	\$7,329,807	\$9,103,298	\$16,190,662	\$19,089,513	\$14,007,134			\$29,806,470	\$58,725,438
Minority	\$265,724	\$1,043,536	\$3,717,376	\$1,652,362	\$957,945			\$5,794,717	\$9,666,143
Woman	\$1,110,827	\$964,099	\$7,154,387	\$5,176,899	\$1,625,893			\$6,831,431	\$17,853,000
Capital investments/improvements 09-10	\$7,504,266	\$3,250,816	\$190,410	\$ 5,863,958	\$3,358,405			\$5,705,473	\$10,4000,000
Capital investments/improvements cumulative	\$61,490,794	\$112,247,472	\$119,815,589	\$ 152,476,248	\$118,027,220			\$229,897,750	\$438,376,984
Charitable contributions 2009-2010	\$16,384	\$3,000	\$40,980	\$ 10,120	\$141,101			\$225,000	\$357,228
Charitable contributions cumulative	\$54,636	\$1,388,219	\$1,896,072	\$2,470,410	\$2,954,919			\$1,836,645	\$8,780,490
Development plans	\$2,000,000	\$5,639,223	\$1,197,650	\$0	\$9,926,374			\$0	\$15,000,000
Admissions	613,852	870,247	1,906,227	1,346,682	1,148,818			3,226,171	4,764,093
Percentage of Visitors (3)	1.9%	29%	10%	52.00%	15.4%			85.7%	84.5%
Estimate of visitors	11,663	252,371	190,622	700,275	176,917			2,764,828	4,025,658
Visitors spending (4)	\$583,150	\$12,618,550	\$9,531,100	\$35,013,750	\$8,845,850			\$138,241,427	\$201,282,900

(1) Estimated, from previous studies to be 26% of payroll

(2) Excludes gaming equipment

(3) Percentage of patrons who originate from more than 150 miles or from another state

(4) Studies indicate a visitor spends up to \$150/day on meals, lodging, transportation and retail. For the purpose of this survey, the Louisiana Casino Association conservatively calculates a visitor spends \$50/day

(5) Former Harrah's Lake Charles purchased by Pinnacle August, 2006

(6) Former Harrah's Star Partnership purchased by Pinnacle August, 2006

Source: Louisiana Casino Association



LOUISIANA RIVERBOAT CASINO INDUSTRY  
 ECONOMIC IMPACT FIGURES FY 2009-2010

Licensee	Horseshoe	Diamond Jacks	Isle/Grand Palais	Isle/St. Charles	Treasure Chest	Sam's Town	Totals
Location	Bossier City	Bossier City	Lake Charles	Lake Charles	Kenner	Shreveport	
Start Date	Jul-94	May-94	Jul-96	Jul-95	Sept. - 94	May-04	
State franchise (21.5%)	\$49,444,872	\$18,183,082	\$26,998,834	\$3,654,350	\$21,268,890	\$26,323,360	\$351,066,598
Local fees	\$10,346,975	\$3,805,761	\$6,015,093	\$1,325,769	\$4,622,458	\$5,907,451	\$73,592,784
Property taxes	\$3,463,068	\$1,620,883	\$203,583	\$1,294,928	\$414,625	\$2,852,745	\$20,769,795
Payroll(includes tips)	\$50,634,654	\$17,617,293	\$11,135,216	\$23,015,036	\$18,096,888	\$27,612,536	\$327,742,834
Benefits (1)	\$14,728,133	\$6,459,862	\$3,744,535	\$7,739,465	\$6,197,229	\$10,740,428	\$97,139,956
Employment (F/T)	1,565	905	273	529	605	1,118	11,337
Employment (ftes)	1,238	733	335	693	552	960	10,259
Procurement (total (2))	\$24,062,832	\$22,353,328	\$2,783,444	\$15,379,926	\$10,547,694	\$22,332,022	\$251,711,568
Minority	\$4,079,869	\$955,346	\$629,177	\$632,941	\$657,087	\$4,805,257	\$34,857,480
Woman	\$11,985,525	\$1,359,524	\$55,069	\$3,259,460	\$3,964,892	\$5,657,838	\$66,998,844
Capital investments/improvements 09-10	\$2,684,662	\$2,540,474	\$1,679,100	\$1,832,106	\$2,279,938	\$2,026,843	\$142,916,451
Capital investments/improvements cumulative	10,089,840	214,196,874	79,437,132	165,288,973	275,736,931	276,483,836	2,097,977,743
Charitable contributions 2009-2010	\$116,758	\$19,473	\$10,031	\$30,608	\$28,498	\$39,236	\$1,038,417
Charitable contributions cumulative	\$7,521,976	\$4,114,115	\$614,531	\$3,660,754	\$3,042,954	\$4,521,125	\$82,550,414
Development plans	\$2,924,400	\$3,000,000	\$0	\$0	\$1,618,000	\$11,475,000	\$52,780,647
Admissions	2,128,513	1,372,318	1,734,038	463,584	1,103,053	1,876,986	22,554,582
Percentage of Visitors (3)	34%	76.30%	77%	77%	18%	79.6%	49.2%
Estimate of visitors	723,694	1,047,078	1,335,209	356,959	198,549	1,494,080	13,277,903
Visitors spending (4)	\$36,184,700	\$52,353,900	\$66,760,450	\$17,847,950	\$9,927,450	\$74,704,000	\$663,895,177

(1) Estimated, from previous studies to be 26% of payroll

(2) Excludes gaming equipment

(3) Percentage of patrons who originate from more than 150 miles or from another state

(4) Studies indicate a visitor spends up to \$150/day on meals, lodging, transportation and retail. For the purpose of this survey, the Louisiana Casino Association conservatively calculates a visitor spends \$50/day

Source: Louisiana Casino Association

# Demographics





**RIVERBOAT GAMING CALENDAR YEAR 2010**

LICENSEE	D/B/A and LOCATION	TOTAL PAYROLL				
		Total Payroll	Total Employed*	Louisiana Residents*	Minorities*	Female*
Belle of Orleans, L.L.C.	Amelia Belle Casino – Amelia	\$ 7,590,323	334	330	189	213
Catfish Queen Partnership in Commendam	Belle of Baton Rouge-Baton Rouge	17,246,546	803	790	603	428
Grand Palais Riverboat, Inc.	Isle of Capri-Westlake	6,257,972	383	363	161	209
PNK (SCB) L.L.C. (1)	(formally)Sugar Cane Bay-Lake Charles	(1)	0	0	0	0
PNK (Baton Rouge) Partnership (2)	Baton Rouge	(2)	0	0	0	0
Eldorado Casino Shreveport	Eldorado Casino Resort-Shreveport	24,377,187	1258	1217	854	766
Horseshoe Entertainment, L.L.P.	Horseshoe-Bossier City	51,986,352	1332	1308	831	718
Louisiana Casino Cruises, Inc.	Hollywood Casino Rouge-Baton Rouge	11,722,749	621	613	409	302
Louisiana Riverboat Gaming Partnership	Diamond Jacks -Bossier City	18,441,228	698	687	502	409
PNK (Bossier City), Inc.	Boomtown-Bossier City	36,863,908	654	647	453	374
PNK (Harvey), L.P.	Boomtown Casino-Harvey	16,348,051	735	728	349	386
PNK (Lake Charles), L.L.C.	L’Auberge Du Lac-Lake Charles	51,628,139	2116	2056	971	1152
Red River Entertainment of Shreveport Partnership in Commendam	Sam’s Town-Shreveport	33,987,654	1215	1203	899	723
St. Charles Gaming Company, Inc.	Isle of Capri-Westlake	15,497,734	724	707	389	381
Treasure Chest Casino, L.L.C.	Treasure Chest-Kenner	15,726,899	821	693	378	356
<b>TOTAL</b>		<b>\$ 307,674,742</b>	<b>11,694</b>	<b>11,342</b>	<b>6,988</b>	<b>6,417</b>

\* Averages over calendar year

(1) License surrendered on April 14, 2010.

(2) Statistics not available; property in construction stage

Dollar figure amounts are rounded to the nearest dollar

Source: Louisiana Attorney General’s Office, Quarterly Compliance Reports



**RIVERBOAT GAMING CALENDAR YEAR 2010**

LICENSEE	D/B/A and LOCATION	TOTAL PROCUREMENT		
		Louisiana Owned	Minorities	Female
Belle of Orleans, L.L.C.	Amelia Belle Casino – Amelia	\$ 4,757,080	\$ 146,677	\$ 1,193,690
Catfish Queen Partnership in Commendam	Belle of Baton Rouge-Baton Rouge	6,994,916	1,247,311	1,251,255
Grand Palais Riverboat, Inc.	Isle of Capri-Westlake	1,611,560	580,693	43,812
PNK (SCB), L.L.C. (1)	(formally)Sugar Cane Bay-Lake Charles	0	0	0
PNK (Baton Rouge) Partnership (2)	PNK-Baton Rouge	0	0	0
Eldorado Casino Shreveport	Eldorado Resort Casino-Shreveport	15,946,425	5,716,113	6,753,345
Horseshoe Entertainment, L.L.P.	Horseshoe-Bossier City	13,677,805	1,674,505	7,416,914
Louisiana Casino Cruises, Inc.	Hollywood Casino Rouge-Baton Rouge	6,273,802	749,249	1,662,184
Louisiana Riverboat Gaming Partnership	Diamond Jacks-Bossier City	7,455,067	1,068,620	1,344,933
PNK (Bossier), Inc.	Boomtown-Bossier City	10,714,284	1,160,841	5,205,251
PNK (Harvey), L.P.	Boomtown Casino-Harvey	15,789,359	5,351,684	6,920,138
PNK (Lake Charles), L.L.C.	L’Auberge Du Lac-Lake Charles	42,017,943	8,313,815	19,150,678
Red River Entertainment of Shreveport Partnership in Commendam	Sam’s Town -Shreveport	23,334,432	9,150,782	7,259,114
St. Charles Gaming Company, Inc.	Isle of Capri-Westlake	9,929,433	464,631	2,913,437
Treasure Chest Casino, L.L.C.	Treasure Chest-Kenner	6,346,159	1,237,706	3,544,030
<b>TOTAL</b>		<b>\$ 164,848,265</b>	<b>\$ 36,862,627</b>	<b>\$ 64,658,781</b>

(1)License surrendered on April 14, 2010.

(2) Statistics are unavailable; property in construction stage

Dollar figure amounts are rounded to the nearest dollar.

Source: Louisiana Attorney General’s Office, Quarterly Compliance Reports

# Other States' Riverboats





**RIVERBOAT SELECT DATA COMPARISON - OTHER STATES**

	<b>Illinois FY 2010</b>	<b>Indiana FY 2010</b>	<b>Iowa FY 2010</b>	<b>Missouri FY 2010</b>	<b>Mississippi FY 2010</b>	<b>Louisiana FY 2010</b>
<b>Number of Vessels</b>	10 (9 in operation)	13	14	13	30	15 (13 in operation)
<b>Casino Type</b>	Dockside	Dockside	Dockside	Dockside	Dockside/Landbased <sup>1</sup>	Dockside
<b>AGR</b>	\$ 1,373,421,897	\$ 2,784,293,204	\$ 929,493,477	\$ 1,748,263,923	\$ 2,584,890,618	\$ 1,632,867,899
<b>State Gaming Taxes</b>	\$ 383,521,452	\$ 872,686,665	\$ 180,158,695	\$ 348,220,893	\$ 191,199,293	\$ 351,266,598
<b>Local Taxes or Fees</b>	\$ 85,552,001	\$ 189,900,000	\$ 9,294,938	\$ 90,512,554	\$ 95,823,445	\$73,542,784
<b>Total Employees</b>	7,711	16,040	9,946	11,071	28,740	11,574
<b>Total Square Footage</b>	322,335	847,213	411,390	840,145	1,407,951	360,442
<b>Total Admissions</b>	13,834,414	26,552,775*	15,733,647	53,799,012	35,502,745*	22,556,523
<b>Tax Rate and/or Admission Charges:</b>	Graduated % of AGR 15.% 0 to \$ 25 M 22.5% \$25 to \$ 50 M 27.5% \$50 to \$75 M 32.5% 75 to \$ 100 M 37.5% \$100 to \$150 M 45% \$150 to \$200 M 50% over \$200 M	Graduated % of AGR 15% \$ 0 - \$25 M 20% \$25 - \$50 M 25% \$50 - \$75 M 30% \$75-\$150 M 35% over \$150 M \$ 3.00 per admission	State Gaming Tax Rate: 5% \$ 0 - \$1 M 10% \$ 1 M - \$3 M 22% over \$3 M	21% of AGR & \$ 2.00 per admission (\$1.00 to state and \$1.00 to local government.)	8% of AGR & 3.2% to local governments  *Mississippi does not track, tax or charge admission fees. Patron data is gathered through a quarterly survey.	21.5 % of AGR
	Admission Tax Rates \$2 or \$3 per admission (based on previous calendar year admission totals.)	* The two newest locations: Hoosier Park (5/29/08) and Indiana Live (6/6/08) do not collect admissions.				

<sup>1</sup> Mississippi allows landbased casinos on the Gulf Coast located within 800 feet of a designated waterway.



**RIVERBOAT SELECT DATA COMPARISON - OTHER STATES**

	<b>Illinois FY 2010</b>	<b>Indiana FY 2010</b>	<b>Iowa FY 2010</b>	<b>Missouri FY 2010</b>	<b>Mississippi FY 2010</b>	<b>Louisiana FY 2010</b>
<b>Number of Vessels</b>	10 (9 in operation)	13	14	13	30	15 (13 in operation)
<b>Casino Type</b>	Dockside	Dockside	Dockside	Dockside	Dockside/Landbased <sup>1</sup>	Dockside
<b>AGR</b>	\$ 1,373,421,897	\$ 2,784,293,204	\$ 929,493,477	\$ 1,748,263,923	\$ 2,584,890,618	\$ 1,632,867,899
<b>State Gaming Taxes</b>	\$ 383,521,452	\$ 872,686,665	\$ 180,158,695	\$ 348,220,893	\$ 191,199,293	\$ 351,266,598
<b>Local Taxes or Fees</b>	\$ 85,552,001	\$ 189,900,000	\$ 9,294,938	\$ 90,512,554	\$ 95,823,445	\$73,542,784
<b>Total Employees</b>	7,711	16,040	9,946	11,071	28,740	11,574
<b>Total Square Footage</b>	322,335	847,213	411,390	840,145	1,407,951	360,442
<b>Total Admissions</b>	13,834,414	26,552,775*	15,733,647	53,799,012	35,502,745*	22,556,523
<b>Tax Rate and/or Admission Charges:</b>	Graduated % of AGR 15.% 0 to \$ 25 M 22.5% \$25 to \$ 50 M 27.5% \$50 to \$75 M 32.5% 75 to \$ 100 M 37.5% \$100 to \$150 M 45% \$150 to \$200 M 50% over \$200 M	Graduated % of AGR 15% \$ 0 - \$25 M 20% \$25 - \$50 M 25% \$50 - \$75 M 30% \$75-\$150 M 35% over \$150 M \$ 3.00 per admission	State Gaming Tax Rate: 5% \$ 0 - \$1 M 10% \$ 1 M - \$3 M 22% over \$3 M	21% of AGR & \$ 2.00 per admission (\$1.00 to state and \$1.00 to local government.)	8% of AGR & 3.2% to local governments  *Mississippi does not track, tax or charge admission fees. Patron data is gathered through a quarterly survey.	21.5 % of AGR
	Admission Tax Rates \$2 or \$3 per admission (based on previous calendar year admission totals.)	* The two newest locations: Hoosier Park (5/29/08) and Indiana Live (6/6/08) do not collect admissions.				

<sup>1</sup> Mississippi allows landbased casinos on the Gulf Coast located within 800 feet of a designated waterway.



**ILLINOIS GAMING BOARD**

Deputy Administrator, Administrative Services: Kathy Spain

101 West Jefferson  
 Springfield, Illinois 62702  
 Phone: (217) 524-0226

On April 1, 2009, Governor Patrick Quinn issued Executive Order No. 5, which separated the Gaming Board from the Department of Revenue, effective July 1, 2009. Under the terms of the Executive Order, all functions of the Gaming Board previously provided by the Department of Revenue were transferred to the Board, except for those functions provided by the Administrative and Regulatory Shared Services Center (ARSSC). Department of Revenue employees engaged in performing functions of the Gaming Board were likewise transferred to the Board.

**TOTAL OPERATING BUDGET**

Estimate Riverboat Gaming FY 11	\$ 23.476 million
Riverboat Gaming FY 10	\$ 19.233 million

**SOURCE OF FUNDING**

Riverboat Gaming: The Riverboat Gaming operating budget is appropriated by the Illinois State Legislature from the State Gaming Fund.

**EXPENDITURES ON SALARIES**

Riverboat Gaming: The Illinois Gaming Board has a cooperative relationship with the Illinois State Police. State Police Officers or special agents are required to be stationed on-board the riverboats. The Illinois State Police salaries are not included below.

Total Personal Services (salaries only) - FY 10	\$ 5.9 million
Estimated FY 11	\$ 7.4 million

**ALLOCATION OF EMPLOYEES**

Riverboat Gaming – FY 10	84
Illinois State Police -	105

**ALLOCATION BY DEPARTMENTS**

Riverboat Gaming: Law Enforcement	108
Administration	38
Attorneys	5



**INDIANA GAMING COMMISSION**

South Tower, Suite 950  
 115 W. Washington Street  
 Indianapolis, Indiana 46204-3408  
 Phone: (317) 233-0046

Executive Director: Ernest E. Yelton  
 Controller: Kendra Nigg

The following data reflects employment, budgetary and regulatory information for the Indiana Gaming Commission. The data source is the 2010 Indiana Gaming Commission.

**COMMISSION OPERATING BUDGET**

FY 2010	\$ 3,565,195
FY 2009	\$ 3,292,848

**IGC Investigations \* OPERATING BUDGET**

FY 2010	\$ 1,526,141
FY 2009	\$ 1,329,450

**SOURCES OF FUNDING**

The Indiana Gaming Commission’s funding is appropriated from Wagering Taxes.

**EXPENDITURES ON SALARIES**

**SALARIES EXPENDITURE - INDIANA GAMING COMMISSION**

FY 2010	\$ 3,162,156
FY 2009	\$ 3,290,240

**SALARIES and EXPENDITURES – GAMING ENFORCEMENT\***

FY 2010	\$ 10,777,236
FY 2009	\$ 12,314,148

**ALLOCATION OF EMPLOYEES**

Indiana Gaming Commission	33
Total Positions	219
Vacant Positions	24

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\* Fully reimbursed by the riverboat casinos and horse track facilities.



**IOWA RACING AND GAMING COMMISSION**

Administrator: Jack Ketterer

717 East Court Ave., Suite B  
 Des Moines, Iowa 50309  
 Phone: (515) 281-7352  
 Fax: (515) 242-6560

The following data reflects employment and budgetary information for the Iowa Racing and Gaming Commission which regulates Riverboat Gaming and Pari-mutuel Track Racing. The data source is the Iowa Racing and Gaming Commission's Riverboat Revenue Report.

**TOTAL OPERATING BUDGET**

Riverboat Gaming FY 10 \$3,484,127

**SOURCE OF FUNDING**

The Riverboat Gaming Operations budget is allocated from the State General Fund. However, riverboats must reimburse the Commission on a pro rata basis for law enforcement services of agents assigned to the facility. Regulatory fees are contributed to the Gaming General Fund to support the operation's budget.

**EXPENDITURES ON SALARIES**

Expenditures on Salaries FY 10 \$ 3,005,428

**ALLOCATION OF EMPLOYEES**

44 Full Time Equivalent Employees

**REVENUES TO STATE**

\$197,040,759

**REVENUES TO LOCAL GOVERNMENT**

\$17,012,150



**MISSISSIPPI GAMING COMMISSION**

Director of Accounting & Personnel: Shelly LeGrand

P.O. Box 23577

Jackson, Mississippi 39225

Phone: (601) 576-3800

Fax: (601) 576-3810

Staff Officer: Patsy Knowles  
 Executive Division

The following data reflects employment and budgetary information for the Mississippi Gaming Commission. The data source is the Mississippi Gaming Commission's Budget Request.

**TOTAL OPERATING BUDGET**

FY 10	\$ 8,577,833
FY 09	\$ 10,610,131
(Appropriated) FY2011	\$ 11,383,722

**SOURCES OF FUNDING**

The regulation and enforcement of the casino industry in Mississippi will now be funded entirely through fees and fines. The move to a more industry-driven funding was contained in a bill signed March 24, 2010, by Gov. Haley Barbour. The bill required the Commission to set fees at a level that will allow it to do its job without using any money from the state budget.

Prior to the funding change, the Commission's budget was 70 percent fee-based with the other 30 percent coming from the state. Previously, the commission charged an hourly fee for casino investigations. Under the proposed cost restructuring, a flat fee will now be charged to licensees.

For those licensees with 1,500 or more gaming devices, the fee will be \$325,000 per year. For those with 1,000 to 1,499 gaming devices, the fee will be \$250,000 per year. For those with less than 1,000 devices, the fee will be \$150,000 per year.

**EXPENDITURES ON SALARIES**

The Mississippi Gaming Commission has a cooperative relationship with the Mississippi Highway Patrol. However, the Mississippi Gaming Commission performs all regulatory and law enforcement functions for casinos and bingo halls. The State Tax Commission also has authority over casinos for tax collection purposes.

Total Salary Expenditure FY 10	\$ 6,211,125
Salary Expenditure (appropriated) FY 11	\$ 7,030,487

**ALLOCATION OF EMPLOYEES**

Total Number FY 10	135
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**ALLOCATION BY DEPARTMENT**

Charitable Gaming	14
Enforcement	56
Investigations	23
Others	42



**MISSOURI GAMING COMMISSION**

Deputy Director of Administration: Alden Henrickson

3417 Knipp Drive  
 Jefferson City, MO 65102  
 Phone: (573) 526-4080

In Jefferson City, on December 1, 2010, the Missouri Gaming Commission selected Isle of Capri as the candidate for priority investigation in the awarding of the state’s 13th riverboat gaming casino license. Isle of Capri has proposed a \$125 million dollar facility in Cape Girardeau.

The following data reflects employment and budgetary information for the Missouri Gaming Commission which regulates Charitable Bingo and Riverboat Gaming. The data source is the Missouri Gaming Commission’s Annual Report.

**TOTAL OPERATING BUDGET**

FY 2010 Total	
Personal Services including fringe benefits	\$ 18,562,370
Expense and Equipment	\$ 2,312,421
Total Expended	\$ 20,874,791
Full Time Equivalent Employees	212
FY 2009 Budget	
Personal Services including fringe benefits	\$ 21,099,854
Expense and Equipment	\$ 2,003,115
Total Budgeted	\$ 23,102,969
Full Time Equivalent Employees	217

**SOURCE OF FUNDING**

Riverboat and Charitable Gaming operating funds are allocated through the state gaming commission fund upon recommendation of the Governor and approval of the Legislature. Funding sources for the Missouri Gaming Commission fund include licensing, admission, and other fees and reimbursable costs.

**EXPENDITURES ON SALARIES**

The Missouri Gaming Commission is assigned to the Missouri Department of Public Safety for budget purposes only. The Gaming Commission has a signed Memorandum of Understanding (MOU) with the Highway Patrol whose officers provide enforcement and regulatory services. The officers’ salaries are paid by the Commission.

# Video Poker





**FRANCHISE FEES BY TYPE  
 FY 2009 - 2010**

TYPE OF LOCATION	NO. OF VGD'S	NO. OF LOCATIONS	DOLLARS IN	DOLLARS OUT	NET DEVICE REVENUE	FRANCHISE FEES
BARS & LOUNGES	3,743	1,247	\$ 302,303,644	\$ 186,305,845	\$ 115,997,799	\$ 30,159,562
RESTAURANTS	2,320	792	139,078,085	86,453,642	52,624,443	13,682,434
HOTELS	63	10	5,822,136	3,794,437	2,027,699	527,204
RACE TRACKS & OTBs	1,011	13	106,736,150	69,717,394	37,018,756	6,663,395
TRUCK STOPS	7,590	195	1,137,998,622	739,923,907	398,074,715	129,374,390
<b>TOTALS</b>	<b>14,727</b>	<b>2,257</b>	<b>\$ 1,691,938,637</b>	<b>\$1,086,195,225</b>	<b>\$ 605,743,412</b>	<b>\$ 180,406,985</b>

<b>APPLICATION FEES</b>	352,120
<b>RENEWAL FEES</b>	1,163,960
<b>DEVICE OPERATION FEES</b>	10,308,285
<b>CIVIL PENALTIES &amp; INTEREST</b>	151,240
<b>PROCESSING FEES</b>	81,000
<b>TOTAL</b>	<b>\$ 12,056,605</b>
<b>TOTAL FEES COLLECTED</b>	<b>\$ 192,463,590</b>

Numbers are rounded to the nearest whole dollar amount.



**VIDEO GAMING DATA BY PARISH**  
**FY 2009 – 2010**

Parish	Locations	Devices	Dollars In	Dollars Out	Net Device Revenue	Franchise Fees	Local Share	State Share
Acadia	51	522	\$65,873,538	\$43,456,207	\$22,417,331	\$7,095,341	\$1,641,565	\$5,453,776
Assumption	23	134	\$12,230,783	\$7,885,471	\$4,345,312	\$1,338,960	\$307,712	\$1,031,248
Avoyelles	25	154	\$13,187,974	\$8,121,895	\$5,066,078	\$1,566,589	\$357,341	\$1,209,248
Bossier	57	309	\$26,025,915	\$15,505,949	\$10,519,966	\$3,138,180	\$724,224	\$2,413,956
Caddo	127	844	\$85,009,289	\$51,735,816	\$33,273,473	\$10,146,491	\$2,343,560	\$7,802,931
Calcasieu	115	1,083	\$112,529,578	\$72,200,261	\$40,329,318	\$12,702,103	\$2,918,335	\$9,783,768
Cameron	3	9	\$1,187,701	\$686,778	\$500,923	\$130,240	\$29,564	\$100,676
Desoto	10	209	\$27,053,453	\$17,762,335	\$9,291,118	\$2,997,358	\$693,099	\$2,304,259
East Carroll	8	41	\$4,671,316	\$2,856,295	\$1,815,021	\$541,448	\$126,474	\$414,974
Iberville	38	253	\$37,363,121	\$23,341,759	\$14,021,362	\$4,425,697	\$1,022,860	\$3,402,837
Jefferson	510	2,025	\$232,178,439	\$145,092,495	\$87,085,943	\$21,828,902	\$5,188,108	\$16,640,794
Jefferson Davis	20	143	\$18,273,044	\$12,318,275	\$5,954,769	\$1,853,382	\$426,679	\$1,426,703
Lafourche	119	887	\$99,923,596	\$65,461,010	\$34,462,585	\$10,607,759	\$2,436,613	\$8,171,146
Madison	19	249	\$28,221,765	\$17,375,186	\$10,846,579	\$3,472,470	\$797,535	\$2,674,935
Orleans	391	1,392	\$116,831,984	\$72,568,517	\$44,263,467	\$12,507,255	\$2,866,148	\$9,641,107
Plaquemines	34	141	\$16,072,148	\$9,989,542	\$6,082,606	\$1,757,956	\$405,255	\$1,352,701



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Parish	Locations	Devices	Dollars In	Dollars Out	Net Device Revenue	Franchise Fees	Local Share	State Share
Pointe Coupee	32	195	\$20,408,801	\$13,144,120	\$7,264,681	\$2,251,351	\$516,820	\$1,734,532
Red River	7	92	\$13,288,162	\$8,701,391	\$4,586,771	\$1,458,118	\$335,776	\$1,122,342
St. Bernard	52	306	\$37,627,639	\$24,213,656	\$13,413,982	\$3,802,913	\$888,552	\$2,914,361
St. Charles	43	319	\$29,697,148	\$19,290,177	\$10,406,971	\$2,855,314	\$676,626	\$2,178,688
St. Helena	18	457	\$72,213,736	\$46,612,985	\$25,600,751	\$8,298,892	\$1,902,976	\$6,395,916
St. James	27	352	\$50,225,761	\$33,094,282	\$17,131,479	\$5,501,723	\$1,266,288	\$4,235,436
St. John	42	366	\$49,057,358	\$32,265,998	\$16,791,360	\$4,685,849	\$1,114,124	\$3,571,725
St. Landry	79	619	\$59,707,050	\$39,199,103	\$20,507,947	\$6,027,878	\$1,417,632	\$4,610,246
St. Martin	90	930	\$131,323,425	\$88,153,193	\$43,170,232	\$13,513,827	\$3,127,519	\$10,386,308
St. Mary	65	416	\$43,601,068	\$28,656,541	\$14,944,527	\$4,576,870	\$1,059,660	\$3,517,210
Tensas	11	34	\$2,942,804	\$1,842,485	\$1,100,319	\$286,084	\$64,338	\$221,747
Terrebonne	148	982	\$134,885,527	\$88,903,025	\$45,982,502	\$13,813,616	\$3,209,664	\$10,603,952
Webster	28	434	\$45,250,259	\$28,744,154	\$16,506,105	\$5,278,925	\$1,224,188	\$4,054,737
West Baton Rouge	49	720	\$93,826,544	\$59,993,237	\$33,833,308	\$10,627,605	\$2,457,591	\$8,170,015
West Feliciana	16	110	\$11,249,715	\$7,023,088	\$4,226,626	\$1,317,888	\$299,137	\$1,018,750
<b>TOTALS</b>	2,257	14,727	\$1,691,938,637	\$1,086,195,225	\$605,743,413	\$180,406,985	\$41,845,960	\$138,561,025

The 31 parishes listed above voted to continue video poker on November 5, 1996.  
 Figures are rounded to the nearest whole dollar amount.

Source: Louisiana State Police (Video Gaming Division) and State Treasurer



**VIDEO GAMING DATA BY CLASSIFICATION  
 FY 2009 - 2010**

Video gaming devices are classified into five (5) different types according to the establishment in which the devices are located. The amount of the franchise fee is based on a percentage of net gaming proceeds according to the following table:

<u>Type</u>	<u>Description</u>	<u>Franchise Fee %</u>
1	Bars and Lounges	26.0%
2	Restaurants	26.0%
3	Hotels/Motels	26.0%
4	Racetracks & OTB's	22.5%
5	Truck Stops	32.5%

Dollar amounts below represent the entire fiscal year and the number of devices and establishments as of June 30, 2010.

<u>TYPE</u>	<u>NET GAMING PROCEEDS</u>	<u>FRANCHISE FEES</u>	<u>DEVICES</u>	<u>ESTABLISHMENTS</u>
1	\$ 115,997,799	\$ 30,159,562	3,743	1,247
2	52,624,443	13,682,434	2,320	792
3	2,027,699	527,204	63	10
4	37,018,756	6,663,395	1,011	13
5	398,074,715	129,374,390	7,590	195
<b>TOTAL</b>	<b>\$ 605,734,412</b>	<b>\$ 180,406,985</b>	<b>14,727</b>	<b>2,257</b>

Figures are rounded to the nearest whole dollar amount.

Source: LOUISIANA STATE POLICE (Video Gaming Division)



**DISTRIBUTION OF VIDEO POKER REVENUE  
FY 2009 - 2010**

**RECEIPTS**

Franchise Fees	\$ 180,406,985
Other Fees and Penalties	<u>12,056,605</u>
<b>TOTAL COLLECTED</b>	<b>\$ 192,463,590</b>

**EXPENDITURES**

District Attorneys & Asst. District Attorneys	\$ 5,400,000
Local Governments	41,847,270
Horsemen's Purse Supplemental Fund	2,976,971
Louisiana State Police Budget	4,669,607
Attorney General Budget	1,537,455
Management and Finance Budget	1,985,619
Compulsive and Problem Gaming Fund	<u>500,000</u>
<b>TOTAL EXPENDITURES</b>	<b>\$ 58,916,922</b>

Amount Transferred to General Fund  
Per Act 67/XO KBB 2005-82 0

Amount Transferred to Current Year  
Per Act 16 of 2005 Regular Session 0

**TRANSFERRED TO GENERAL FUND \$ 133,546,668**

Figures are rounded to the nearest whole dollar amount.



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Figures are rounded to the nearest whole dollar amount.

Source: Louisiana State Police, Video Gaming Division and Department of the Treasury

	<u>1991-93</u>	<u>1993/94</u>	<u>1994/95</u>	<u>1995/96</u>	<u>1996/97</u>
No. of Devices	10,074	13,490	15,414	15,719	14,851
<b>RECEIPTS:</b>					
Franchise Fees	\$42,669,000	\$92,910,000	\$141,489,000	\$163,856,000	\$173,327,000
Statutory Fairgrounds Exemption				\$ (-2,500,000)	\$ (-2,500,000)
Other Fees, Interest and Penalties	\$13,100,000	\$14,875,000	\$10,770,000	\$11,165,000	\$10,262,000
Total Fees Collected	\$55,769,000	\$107,785,000	\$152,259,000	\$172,521,000	\$181,089,000
<b>EXPENDITURES:</b>					
District Attorneys & Asst. Dist. Attys.	\$4,744,000	\$4,845,000	\$5,400,000	\$5,348,000	\$5,400,000
Local Government	\$9,084,000	\$20,142,000	\$32,029,000	\$37,636,000	\$37,525,000
Horsemen's Purse Supplement Fund	\$0	\$0	\$2,541,000	\$2,880,000	\$3,037,000
Budget – LSP/AG/OMV	\$5,468,000	\$2,816,000	\$4,516,000	\$4,515,000	\$4,347,000
Compulsive and Problem Gaming Fund	\$0	\$0	\$0	\$150,000	\$150,000
Total Expenditures	\$19,296,000	\$27,803,000	\$44,486,000	\$50,529,000	\$50,459,000
Seed Adv/Carry	\$0	\$0	(\$137,000)	\$137,000	\$0
Amount Transferred to Gen Fund (Act 67/XO KBB 2005-82)					
Amount Transferred to Current Year (Act 16)	\$0	\$0	\$0	\$0	\$0
<b>Transferred to General Fund</b>	<u>\$36,473,000</u>	<u>\$79,982,000</u>	<u>\$107,636,000</u>	<u>\$122,129,000</u>	<u>\$130,630,000</u>



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	<u>1997/98</u>	<u>1998/99</u>	<u>1999/00</u>	<u>2000/01</u>	<u>2001/02</u>
No. of Devices	14,996	15,638	12,937	13,424	13,720
<b>RECEIPTS:</b>					
Franchise Fees	\$183,579,000	\$188,714,000	\$135,242,000	\$144,764,070	\$155,942,916
Statutory Fairgrounds Exemption	(-566,000)				
Other Fees, Interest and Penalties	\$ 10,585,000	\$10,370,000	\$9,717,000	\$10,099,001	\$8,658,592
<b>Total Fees Collected</b>	<b>\$ 193,598,000</b>	<b>\$199,084,000</b>	<b>\$144,959,000</b>	<b>\$154,863,071</b>	<b>\$164,601,508</b>
<b>EXPENDITURES:</b>					
District Attorneys & Asst. Dist. Attys.	\$5,205,000	\$5,400,000	\$5,400,000	\$5,400,000	\$5,400,000
Local Government	\$40,848,000	\$43,424,000	\$30,107,000	\$32,552,000	\$34,945,308
Horsemen's Purse Supplement Fund	\$3,250,000	\$3,360,000	\$2,417,000	\$2,554,664	2,719,186
Budget – LSP/AG/OMV	\$4,400,000	\$4,400,000	\$4,400,000	\$4,400,000	\$4,400,000
Compulsive and Problem Gaming Fund	\$150,000	\$500,000	\$500,000	\$500,000	500,000
<b>Total Expenditures</b>	<b>\$53,853,000</b>	<b>\$57,084,000</b>	<b>\$42,824,000</b>	<b>\$45,406,664</b>	<b>\$47,964,494</b>
Seed Adv/Carry	\$0	\$0	\$0	\$0	\$0
Amount Transferred to Gen Fund (Act 67/XO KBB 2005-82)					
Amount Transferred to Current Year (Act 16)	\$0	\$0	\$0	\$0	\$0
<b>Transferred to General Fund</b>	<b>\$36,473,000</b>	<b>\$79,982,000</b>	<b>\$107,636,000</b>	<b>\$122,129,000</b>	<b>\$130,630,000</b>



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	<u>2002/03</u>	<u>2003/04</u>	<u>2004/05</u>	<u>2005/06</u>	<u>2006/07</u>
No. of Devices	14,551	14,296	14297	13571	14014
<b>RECEIPTS:</b>					
Franchise Fees	\$162,156,607	\$165,991,242	\$172,156,682	\$203,062,421	\$203,869,961
Statutory Fairgrounds Exemption					
Other Fees, Interest and Penalties	\$12,799,529	\$11,118,335	\$11,613,093	\$11,022,428	\$10,476,413
Total Fees Collected	\$174,956,136	\$177,109,577	\$183,769,775	\$214,084,849	\$214,346,374
<b>EXPENDITURES:</b>					
District Attorneys & Asst. Dist. Attys.	\$5,400,000	\$5,400,000	\$5,400,000	\$5,400,000	\$5,400,000
Local Government	\$37,511,792	\$38,045,716	\$39,687,762	\$44,994,326	\$47,206,389
Horsemen's Purse Supplement Fund	\$2,809,653	\$2,830,005	\$2,919,077	\$3,407,143	\$3,420,394
Budget – LSP/AG/OMV	\$4,400,000	\$4,400,000	\$ 7,973,014	\$9,017,787	\$8,400,360
Compulsive and Problem Gaming Fund	500,000	500,000	500,000	500,000	500,000
Total Expenditures	\$50,621,445	\$51,175,721	\$56,479,853	\$63,319,256	\$64,927,143
Seed Adv/Carry	\$0	\$0	\$0	\$0	\$0
Amount Transferred to Gen Fund					
Amount Transferred to Gen Fund 5% Budget Reduction (Act 67/XO KBB 2005-82)				\$2,150,000	
Amount Transferred to Current Year (Act 16)	\$0	\$0	\$2,862,500	\$2,862,500	\$0
<b>Transferred to General Fund</b>	\$124,334,691	\$125,933,855	\$124,427,422	\$151,478,093	\$149,419,231



LOUISIANA GAMING CONTROL BOARD  
 REPORT TO THE LOUISIANA STATE LEGISLATURE  
 2010-2011

	<u>2008-2009</u>	<u>2009-2010</u>	<u>TOTAL</u>
No. of Devices	14,571	14,727	
<b>RECEIPTS:</b>			
Franchise Fees	\$200,082,048	\$180,406,985	\$2,911,449,858
Statutory Fairgrounds Exemption			(\$5,566,000)
Other Fees, Interest and Penalties	\$12,052,516	\$12,056,605	\$ 201,247,695
 Total Fees Collected	 \$212,134,564	 \$192,463,590	 \$2,926,751,568
<b>EXPENDITURES:</b>			
District Attorneys & Asst. Dist. Attys.	\$5,400,000	\$5,400,000	\$3,107,131,553
Local Government	\$44,442,291	\$41,847,270	
Horsemen's Purse Supplement Fund Budget – LSP/AG/OMV	\$3,294,216 \$8,848,937	\$2,976,971	
Compulsive and Problem Gaming Fund	\$500,000		
Total Expenditures	\$62,485,444	\$58,916,923	\$858,289,418
Seed Adv/Carry	\$0	\$0	\$0
 Amount Transferred to Gen Fund (Act 67/XO KBB 2005-82)			 \$2,150,000
 Amount Transferred to Current Year (Act 16)	 \$2,242,500	 \$2,976,971	 \$47,739,894
<b>Transferred to General Fund</b>	<b>\$147,406,620</b>	<b>\$133,546,667</b>	<b>\$2,192,048,200</b>

**OTHER STATES**

**MONTANA**

Administrator: Rick Ask

Montana Department of Justice  
Gambling Control Division  
2550 Prospect Avenue  
P. O. Box 201424  
Helena, Montana 59620-1424  
Phone: (406) 444-1971  
Fax: (406) 444-9157

Montana has had video poker since 1985. The legislature enacted a 15% tax on video gambling machines in 1987. An individual VGM permit fee is \$220 for the full fiscal year, and is reduced each subsequent quarter by a pro-rated amount, predicated on the fiscal year gross revenue. 45% of the fee goes to the local government where the machine is located, and the balance goes to the Gambling Special Revenue Fund.

<b>FY 2010 Montana Video Lottery Revenue</b>	
Total Annual Net Income	\$ 215,456,826
Video Gambling Tax Collected	\$ 52,388,933
Approximate Average Daily Gross Income Per Machine	78.41
Total Establishments at end of FY 2010	1,600
Average Number of Machines Reporting	20,652

As fiscal year 2010 ended, approximately 99% of all video gambling machines were reporting taxes and processing permits online. According to the Montana Department of Justice, online services have made the permitting of video gambling machines much more convenient for gambling operators, and have substantially improved the accuracy of video gambling machine tax reporting.

**OREGON**

Director: Dale Penn

Oregon State Lottery Commission  
 500 Airport Road SE  
 Salem, Oregon 97301  
 Phone: (503) 540-1000  
 Fax: (503) 541-1068

Oregon began operating Video Lottery terminals (“VLTs”) in 1992 and now offers both line games and poker games. Oregon law permits qualifying retailers to have up to six Video Lottery terminals. Oregon’s Video Lottery business model of state ownership and control is unique among U.S. lotteries. Oregon does have the lowest video retailer compensation rate in the U.S., but Oregon also purchases and services all the capital equipment for its Video Lottery System.

Video Lottery revenue for fiscal year 2010 decreased by \$79.8 million as compared to the prior fiscal year, while revenue from traditional games increased by \$6.9 million.

Video Lottery remains the largest source of revenue for the Lottery Commission and represents 68.8 percent of total sales revenue. During fiscal year 2010, approximately 2,300 Video Lottery terminals were replaced with new terminals to offer players the latest graphics and animation technology. New game sets were also deployed on select Video Lottery terminals to generate renewed interest.

<b>FY 2010 Oregon Video Lottery Revenue</b>	
Video Lottery Sales	\$ 706,981,960

<b>Distribution of Lottery Revenue*</b>	
Transfers Paid/Due to Economic Development Department (including unclaimed prizes)	515,219,303
<b>Total Revenue Returned to the Public</b>	<b>\$ 9,417,083,677</b>
<b>Administrative Expenses</b>	<b>308,098,531</b>
<b>Retained for Contingency Reserve</b>	<b>44,940,320</b>
<b>Total Revenue Distribution</b>	<b>\$ 9,725,182,208</b>

\* These figures are the combined total of Lottery and Video Lottery revenue distribution.

**WEST VIRGINIA**

Director: John C. Musgrave

West Virginia Lottery Commission  
 312 MacCorkle Avenue S.E.  
 Post Office Box 2067  
 Charleston, West Virginia 25327  
 Phone: (304) 558-0500

Limited Video Lottery games were approved by the West Virginia Legislature in April of 2001. The legislation provides for the operation of up to 9,000 video lottery terminals. Presently 7,940 devices are in operation, limited to 5 devices per bar or 10 devices per fraternal organization.

In general, profits from video lottery gaming fund West Virginia programs for senior citizens, education and tourism. Today, excess funds are deposited into the State's Excess Lottery Revenue Fund, used to provide West Virginia students with college scholarships and to back bonds for economic development endeavors. West Virginia cities and counties also receive two percent of the State's revenues produced by the limited video lottery machines located within their geographic boundaries. A comparative summary of limited video lottery revenues for fiscal years ending June 30, 2009 and June 30, 2010 follows.

<b>WV Video Lottery Revenue</b>	<b>2009</b>	<b>2010</b>
Total Credits played	\$ 4,925,431,000	\$4,659,212,000
Credits (prizes) won	4,512,942,000	4,261,925,000
Gross terminal income	412,489,000	397,287,000
Administrative Costs	8,249,000	7,946,000
Gross profit	404,240,000	389,341,000
Commissions	202,120,000	194,671,000
Distributions to municipalities and counties	8,085,000	7,787,000
Limited video lottery revenues Available for distribution	\$ 194,035,000	\$186,883,000

Landbased





**LANDBASED CASINO GAMING**

**LOUISIANA**

Admissions through June 30, 2010 were 5,533,105. Revenue data is as follows:

**FY 2009-2010**

	<b>Gross Gaming Revenue</b>	<b>State Tax Remittance</b>
July	\$ 29,535,970	\$ 5,095,890
August	28,087,039	5,095,890
September	25,434,395	4,931,507
October	30,673,557	5,095,890
November	27,889,998	4,931,507
December	30,970,955	5,095,890
January	26,981,839	5,095,890
February	29,241,723	4,602,740
March	29,646,280	20,097,038 <sup>1</sup>
April	31,976,969	4,931,507
May	30,818,224	5,095,890
June	25,476,112	4,931,507
<b>TOTAL</b>	<b>\$ 346,733,061</b>	<b>\$ 75,001,146</b>

Admissions through June 30, 2009 were 5,496,301. Revenue data is as follows:

**FY 2008-2009**

	<b>Gross Gaming Revenue</b>	<b>State Tax Remittance</b>
July	\$ 32,511,734	\$ 5,095,890
August	30,482,802	5,095,890
September	23,193,880	4,931,507
October	30,331,289	4,931,507
November	30,887,603	4,931,507
December	34,895,596	5,095,890
January	31,332,919	5,095,890
February	31,390,827	4,602,740
March	32,048,100	27,151,898 <sup>2</sup>
April	29,450,652	4,931,507
May	34,033,106	5,095,890
June	26,897,029	4,931,507
<b>TOTAL</b>	<b>\$ 367,455,437</b>	<b>\$ 82,056,007</b>

<sup>1</sup> Fees include a "true-up" payment of \$14,877,147. Pursuant to the Casino Operating Contract, the Casino Operator is required to pay the greater of the Minimum Payment (\$60 million) or 21.5% of Gross Gaming Revenues for each fiscal year. For fiscal year April 1, 2009 through March 31, 2010 the Gross Gaming Revenues were \$348,842,542 and 21.5% of this amount is 75,001,147.

<sup>2</sup> Harrah's New Orleans payments include a "true-up" payment of \$27,151,898. Pursuant to the Casino Operating Contract, the Casino Operator is required to pay the greater of the Minimum Payment (\$60 million) or 21.5% of Gross Gaming Revenues for each fiscal year. For the fiscal year April 1, 2009 through March 31, 2010, the Gross Gaming Revenues were \$381,655,847, and 21.5% of this amount is \$82,056,008.



**OTHER STATES**

**COLORADO**

**Division of Gaming**

**Director:** Ron Kammerzell

**Lakewood**

1881 Pierce Street, Suite 112  
 Lakewood, Colorado 80214-1496  
 Phone: (303) 205-1355  
 Fax: (303) 205-1342

On July 2, 2009, Colorado casinos began to allow \$100 maximum bets, offer the games of craps and roulette, and remain open 24 hours a day, 7 days a week as the result of Amendment 50. The amendment earmarks additional State revenues generated by the increased limits, games and hours to community colleges and to the gaming towns and counties. The amendment also requires voter approval for any increase in gaming tax rates. Prior to the implementation of Amendment 50, casinos were limited to a \$5 maximum wager on slot machines, live blackjack and live poker, while being open from 8 a.m. to 2 a.m. Colorado is unique in the fact that the Gaming Commission establishes the tax rates on casino revenues—and it does so on an annual basis.

<b>FY 2009-2010 TAX YEAR BASIS</b>	
Total Devices	15,579
Total AGP	\$ 764,976,870
Gaming Taxes	\$ 107,667,716
No. of Accounts	40

**Limited Gaming Fund:**

The Division of Gaming operates on revenues generated from the gaming tax, application and license fees and fines levied. After retention of operating expenses, monies in the Limited Gaming Fund are distributed as follows:

- 28% to the Colorado Historical Society;
- 12% to Gilpin and Teller Counties;
- 10% to the City governments of Black Hawk, Central City, and Cripple Creek; and
- 50.0% to the State General Fund.

Additional tax revenue generated by the implementation of Amendment 50 is distributed as follows:

- 78% to Colorado Community, Junior and District colleges;
- 12% to Gilpin and Teller Counties; and
- 10% to Black Hawk, Central City and Cripple Creek.



**MICHIGAN GAMING CONTROL BOARD**

Executive Director: Richard Kalm

Cadillac Place  
 3062 West Grand Boulevard, L-700  
 Detroit, MI 48202-6062  
**Phone:** 313.456.4100  
**Fax:** 313.456.4200

In November 1996, Michigan voters approved Proposal E, effectively authorizing three licensed casinos to be built in Detroit. Proposal E was later substantially improved and strengthened, then signed into law as the *Michigan Gaming Control & Revenue Act*.

• **MotorCity Casino**

On December 14, 1999, the MGCB issued a commercial casino license to Detroit Entertainment, LLC (doing business as MotorCity Casino).

• **Greektown Casino, LLC**

On November 8, 2000, the MGCB issued a commercial casino license to Greektown Casino, LLC (doing business as Greektown Casino).

• **MGM Grand Detroit, LLC Casino**

On July 28, 1999, the MGCB issued a commercial casino license to MGM Grand Detroit, LLC (doing business as MGM Grand Detroit Casino).

**State of Michigan wagering tax rate**

The tax rate paid to the State Gaming Casino Fund is currently 8.1%. City wagering tax rates for Detroit are 10.9%.

Calendar Year 2010 Revenue Data	
<b>Total Adjusted Gross Receipts</b>	<b>\$1,377,929,084</b>
<b>Total State Wagering Tax</b>	<b>\$ 99,284,351</b>

- The city wagering tax rate may be used by the city of Detroit for street patrol officers; neighborhood and downtown economic development programs to create local jobs; public safety programs; anti-gang and youth development programs; programs designed to improve quality of life in Detroit; tax relief; capital improvements and road repair and improvements. State Wagering Tax paid by the Detroit casino licensees goes to the State School Aid Fund to provide additional funding for K-12 public classroom education.



**NEVADA GAMING CONTROL BOARD**

Senior Research Analyst: Frank Streshley

1919 E. College Parkway  
 Carson City, Nevada 89706  
 Phone: (775) 684-7750

At the end of FY 09-10 there were over one hundred ninety seven thousand (197,252) slot machines in Nevada, over five thousand nine hundred (5,985) table games and over than one thousand (1,132) poker tables.

**Revenue data for FY 09-10**

Gaming Win (Statewide)	\$ 10,327,446,480
Slots	\$ 6,676,258,821
Table games	\$ 3,651,187,660
State Gaming Taxes	\$ 829,303,836

**Distribution of Funds**

General Fund	\$ 778,260,755
Dedicated funds ( Schools, Counties)	\$ 51,043,082

**STATE GAMING LICENSE FEE AND TAX RATE SCHEDULE  
 FOR NON RESTRICTED AND RESTRICTED LICENSEES**

**I. Nonrestricted Gaming License:** Issued for the operation of games and/or tables only; or, for the operation of 16 or more slot machines only; or, for the operation of games and/or tables in conjunction with slot machines.

**A. Slot Machines:**

**1. Annual Tax (NRS 463.385)**

Rates are \$250.00 per machine, payable in advance; computed on a prorated basis.

**2. Quarterly License Fee (NRS 463.375)**

Rates are \$20.00 per machine, payable in advance; no proration.

**B. Games:**

**1. Annual License Fee (NRS 463.380)**

Payable in advance; no proration, except that monthly proration will apply if the operation is new or the operation has been temporarily closed with the approval of the State Gaming Control Board.

Number of Games	Fee Due
1 game	\$100.00 total
2 games	\$200.00 total
3 games	\$400.00 total
4 games	\$750.00 total
5 games	\$1,750.00 total
6-7 games	\$3,000.00 total
8-10 games	\$6,000.00 total
11-13 games	\$650.00 for each game
14-16 games	\$1,000.00 for each game
17 or more games	\$16,000.00 plus \$200.00 for each game over 16



2. **Quarterly License Fee (NRS 463.383):** Payable in advance; no proration.

For nonrestricted licensees operating 10 or less games	
Number of Games	Fee due
1 game	\$12.50 total
2 games	\$25.00 total
3 games	\$50.00 total
4 games	\$93.75 total
5 games	\$218.75 total
6-7 games	\$375.00 total
8-10 games	\$750.00 total

For nonrestricted licensees operating more than 10 games	
Number of Games	Fee due
1-16 games	\$125.00 each game
17-26 games	\$2,000.00 plus \$1,200.00 for each game 17-26
27-35 games	\$14,000.00 plus \$700.00 for each game 27-35
36 or more games	\$20,300.00 plus \$25.00 for each game over 35

B. **Monthly Percentage Fee (NRS 463.370)**

Based on gross gaming revenue - payable on or before the 24th day of each month covering the preceding calendar month at the following rates:

- 3.5% of the first \$50,000 during the month, plus
- 4.5% of the next \$84,000 plus
- 6.75% of revenue exceeding \$134,000.

D. **Live Entertainment Tax (NRS 368A)**

Restricted licensees are subject to a Live Entertainment Tax if all of the following three criteria are met:

1. Live entertainment is offered on your premises.
2. An admission charge or drink minimum is collected.
3. The facility in which the live entertainment is provided has a maximum seating/occupancy capacity of at least 200 as determined by the state fire marshal or other official.

The tax is paid quarterly and is payable on or before the 10th day of the month following the end of the preceding calendar quarter.

Non-Restricted licensees who license more than 50 slot machines, more than 5 games or any combination thereof and offer live entertainment in a facility with a maximum occupancy/seating of less than 7500 are subject to a Live Entertainment Tax. For non-restricted locations who license less than 51 slot machines, less than 6 games or any combination thereof, the tax applies only if entertainment is provided in a facility with a maximum occupancy/seating of at least 200 and an admission charge is collected.



The tax rate is 10% of all amounts paid for food, refreshment, merchandise, and admission or similar charges while in live entertainment status. Live entertainment status commences either at the time entertainment starts or at the time when any charge such as admission, entertainment fee, minimum, cover, or similar charge is paid, whichever is earlier. Non-Restricted licensees who offer live entertainment in an area with a maximum occupancy/seating of at least 7,500 are subject to a 5% tax on admission sales only.

Non-Restricted licensees who offer live entertainment in an area with a maximum occupancy/seating of at least 7,500 are subject to a 5% tax on admission sales.

The tax for non-restricted licensees is payable on or before the 24th day of each month covering the preceding calendar month.

**II. "Restricted" Gaming License:** Issued for the operation of not more than 15 slot machines and no other games.

**A. Slot Machines:**

1. **Annual Tax** (NRS 463.385)  
 \$250.00 per machine payable in advance; computed on a prorated basis
2. **Quarterly License Fee** (NRS 463.373)  
 Maximum \$1815, payable in advance; no proration.

**NEW JERSEY**

New Jersey Casino Control Commission      **Public Information Officer:** Daniel Heneghan  
 Tennessee Avenue and Boardwalk  
 Atlantic City, New Jersey 08401  
 Phone: (609) 441-3799

On February 1, 2011, Governor Chris Christie signed into law Bill S-12 which transferred regulatory power over the casinos from the Casino Control Commission to the Division of Gaming Enforcement, and eliminated many regulations. Eleven (11) landbased casinos were in operation in New Jersey at the end of Calendar Year 2010; casino revenues fell 9.6 percent in 2010.

<b>Calendar Year 2010</b>	
<b>Gross Revenue</b>	\$3,261,745,265
<b>State Taxes (8%)</b>	\$260,939,621
<b>Reinvestment obligations *</b>	\$44,565,147

\*Casinos are required to reinvest 1.25% of gross revenues in projects approved by the Casino Reinvestment Development Authority.

**Use of Funds**

New Jersey law requires that the state tax, 8% of casino adjusted gross revenue, shall be used for programs aiding senior citizens and the disabled, specifically including a pharmaceutical drug assistance program, an annual cash credit toward utility costs, a transportation assistance program and others.



**PENNSYLVANIA**

Pennsylvania Gaming Control Board  
 P.O.Box 69060  
 Harrisburg, Pennsylvania 17106-9060  
 Phone: (717) 346-8321  
 Website: www.pgcb.state.pa.us  
 Email: PGCB@state.pa.us

Chairman: Gregory C. Fait  
 Executive Director: Kevin O'Toole

The Pennsylvania Gaming Control Board (PGCB) is charged with ensuring the integrity of the casino gaming industry and has jurisdiction over virtually all aspects of gaming in the Commonwealth. In addition, each slot machine in the Commonwealth is linked to a central control computer system that is under the control of the Pennsylvania Department of Revenue and is accessible to the PGCB. This system provides continuous monitoring of all slot machines and allows the Department of Revenue to calculate the appropriate tax assessments. In addition, the Pennsylvania State Police and the Pennsylvania Attorney General have a number of law enforcement responsibilities related to gaming. The administrative costs of each agency are borne directly by applicants and the licensed operators.

Each full gaming license authorizes a licensee to initially operate up to 3,000 slot machines and, upon approval, to operate up to 5,000 slot machines six months after venue opening. Each limited resort license authorizes the operation of up to 500 slot machines. The one-time fee associated with each Category 2 License (for stand-alone land based casinos) is \$50 million, and the fee for each Category 3 License (for resorts) is \$5 million. These licensing fees are deposited in the State Gaming Fund.

<b>FY 2010 Gross Revenue and Distribution</b>	
2010 Gross Revenue	\$2,164,839,765
State Tax (34%)	736,045,520
Local Tax (4%)	86,593,590
Economic development (5%)	108,241,988

<b>FY 2010</b>	
Total casinos in operation	9
Average number of machines reporting	24,570



**SOUTH DAKOTA**

**Commission on Gaming**

221 West Capitol Avenue  
 Suite 101  
 Pierre, South Dakota 57501  
 Phone: (605) 773-6050  
 Fax: (605) 773-6053

**Executive Secretary:** Larry Eliason  
**Director of Operations/Enforcement:** Craig Sparrow

**Deadwood Office:**  
 696 Main Street, 2<sup>nd</sup> Floor  
 Phone: (605) 578-3074  
 Fax: (605) 578-2263

<b>DEADWOOD, SOUTH DAKOTA<sup>1</sup></b>		
<b>LANDBASED CASINO GAMING REVENUE</b>		
<b>GAMING ACTION</b>	<b>FY 09</b>	<b>FY 10</b>
Total Gaming Action	\$1,111,195,895	\$1,115,738,885
Won By Bettors	1,008,660,153	1,012,060,199
Total Gross Revenue	102,535,706	103,678,686
LESS: City Slot Revenue	1,275,258	2,884,266
<b>Adjusted Gross Revenue</b>	<b>\$ 101,260,448</b>	<b>\$100,794,419</b>
Number of Licensed Devices	3,749	3,734
Device Tax	7,498,000	7,468,000
Gross Revenue Tax	8,007,138	9,005,755
City Slot Tax	53,846	244,551

The tax rate is defined by SDCL 42-7B-28 and is 8% of the adjusted gross revenue. SDCL 42-7B-48, 42-7B-48.1 and 42-7B-48.3 establish the distribution structure of these taxes.

- 40% is transferred to the Department of Tourism
- 10% is paid to Lawrence County
- 50% remains in the Commission Fund

Each table game and slot machine, is assessed an annual device fee of \$2,000 payable before July 1, of each year. These device fees, all licensing fees, and all other miscellaneous revenue received are deposited with the state treasury in the Commission Fund.

In FY 10, the municipal proceeds paid to the City of Deadwood reached \$6,800,000 and according to 42-7B-48.1, the distribution of funds in excess of this amount changed.

- 70% of excess transferred to the State's general fund
- 10% was distributed to other municipalities in Lawrence County (pro rata according to population)
- 10% distributed to school districts in Lawrence County (pro rata based upon previous year's average daily membership)
- 10% to City of Deadwood

<sup>1</sup> In South Dakota, casino gaming is conducted only in the City of Deadwood.

# Racetracks





**LIVE RACING FACILITY**  
**PARI-MUTUEL SLOT MACHINE GAMING**

**LOUISIANA**

By Act 721 of the 1997 Regular Session, the Legislature authorized slot machine gaming at live horse racing facilities in St. Landry, Bossier and Calcasieu Parishes. Voters approved slot machine gaming in those parishes and taxing districts have been authorized and established.

By Act 352 of the 2003 Regular Session, the Legislature authorized limited slot machine gaming at the eligible facility in Orleans Parish. By Act 591 of the 2006 Regular Session, the Legislature authorized a maximum of seven hundred slot machines at the eligible facility in Orleans Parish.

Slot machine gaming at Delta Downs in Calcasieu Parish commenced on February 13, 2002. Harrah's Racetrack & Casino in Bossier Parish commenced slot operations on May 21, 2003. Evangeline Downs in St. Landry Parish opened for slot machine gaming on December 19, 2003. Slot machine gaming at the Fair Grounds commenced operation in a temporary facility on September 19<sup>th</sup>, 2007 with the permanent facility opening on November 7<sup>th</sup>, 2008.

**Delta Downs Racetrack & Casino**

<b>Revenue for FY '10</b>	<b>TOTAL</b>
Delta Downs' AGR	\$ 171,645,161
Minus Purse Supplements	\$ 25,746,774
Minus Executive Committee Breeders Assn.	\$ 5,149,355
Taxable Net Slot Machine Proceeds	\$ 140,749,032
State Tax (18.5%)	\$ 26,038,571

**Harrah's Racetrack & Casino**

<b>Revenue for FY '10</b>	<b>TOTAL</b>
Harrah's Louisiana Downs' AGR	\$ 75,307,856
Minus Purse Supplements	\$ 11,296,178
Minus Executive Committee Breeders Assn.	\$ 2,259,236
Taxable Net Slot Machine Proceeds	\$ 61,752,442
State Tax (18.5%)	\$ 11,424,202



**Evangeline Downs**

<b>Revenue for FY '10</b>	<b>TOTAL</b>
Evangeline Downs' AGR	\$ 95,473,936
Minus Purse Supplements	\$ 14,321,090
Minus Executive Committee Breeders Assn.	\$ 2,864,218
Taxable Net Slot Machine Proceeds	\$ 78,288,628
State Tax (18.5%)	\$ 14,483,396

**Fair Grounds**

<b>Revenue for FY '10</b>	<b>TOTAL</b>
Fair Grounds' AGR	\$ 44,410,316
Minus Purse Supplements	\$ 6,661,547
Minus Executive Committee Breeders Assn.	\$ 1,332,309
Taxable Net Slot Machine Proceeds	\$ 36,416,460
State Tax (18.5%)	\$ 6,737,045

**Total State Tax.....\$ 58,683,214**



## OTHER STATES

### ARKANSAS

Arkansas Racing Commission  
1515 West Seventh Street  
Suite 505  
Little Rock, Arkansas 72203  
Phone: (501) 682-1467

Manager: Ron Oliver

#### Approval

Electronic games of skill were authorized in March 2005, approved by local referendum in November 2005, and regulated by the Arkansas Racing Commission. The first machines began operating at Southland Park in West Memphis and Oaklawn Park in Hot Springs in November 2006. Both tracks offer Instant Racing, which is pari-mutuel wagering based on historic races; those games are not included in these figures.

#### Machine Details

Machines are at racetracks only.

Spinning reel or video electronic games of skill only; ticket or bills in, ticket out.

Electronic games of skill (EGS) include automated versions of blackjack, video poker, and craps.

#### Limits

No limits on bets or prizes; minimum prize payout is 83% with a current average return of 94%.

#### Distribution of Gross Revenue

State tax	18.0%
City/town	1.5%
County	.5%
Purses	14.0%
Tracks	65.0%

#### Total Wagers

2010: \$1,019,919,973

2009: \$452,361,862



**DELAWARE**

State Lottery Office  
 McKee Business Park  
 1575 McKee Road, Suite 102  
 Dover, Delaware 19904-1903  
 Phone: (302) 739-5291

**Assistant Operations Manager:** Ed Parseghian

Since Video Lottery operations began at Delaware Park and Dover Downs in 1995, the Lottery's contribution to the General Fund has increased significantly. Delaware Park and Dover Downs now have more than 2400 and 2700 Video Lottery machines, respectively. Harrington Raceway, which began operating in 1996, now has over 1800 Video Lottery machines. The Video Lottery has contributed over 2 billion dollars to the General Fund to date.

Prizes paid back to players:

By law, all games must return between 87% and 95% of all wagers on an annual basis. Games can return above 95% with the Lottery Director's approval.

Lottery Net Proceeds	\$	532,846,710
Track Commissions	\$	215,454,801
Purse Increases	\$	53,486,869
Vendor Fees*	\$	31,843,625
State Share†	\$	209,503,815
(Before operating expenses of Lottery and state Police)		

Revenue from Delaware Video Lottery games is distributed:

- Approximately 40.5% is paid to the three tracks as commissions for operating the games.
- Approximately 43.5% is contributed to the State General Fund to help pay for state services.
- Approximately 10% goes toward increasing the size of the horse race purses.
- Approximately 6% goes toward leasing, servicing and upgrading the games, and for monitoring the games with the Lottery's central computer system.

\* Central computer and terminal equipment

† Before operating expenses of Lottery and State Police



**FLORIDA**

Department of Business & Professional Wagering  
 Division of Pari-Mutuel Wagering  
 1940 North Monroe Street  
 Tallahassee, Florida 32399  
 Phone: (850) 487-1395

Director: Milton Champion

A constitutional amendment authorizing Miami-Dade and Broward counties to hold referenda to determine if slot machines should be allowed in existing, licensed pari-mutuel facilities in those counties was approved by the voters at the November 2004 General Election. The amendment permits the Legislature to tax slot machine revenues and requires that those taxes supplement public education statewide. These referenda were held on March 8, 2005, and slot machine gaming was approved for the four pari-mutuel facilities in Broward County but failed in Miami-Dade County. The amendment was codified at Article X, s. 23 of the Florida Constitution, and permitted Miami-Dade County to hold another vote two years after the first referenda. A subsequent vote was held in Miami-Dade County on January 29, 2008, approving slot machines for an additional three racing facilities.

Florida has five non-tribal owned facilities that conduct slot machine gaming, using Class III, (Vegas style) slot machines. Three are located in Broward County: Pompano Park, Gulfstream Park and Mardi Gras Racetrack. The other two facilities are in Miami-Dade County: Calder Park and Flagler Dog Track.

<b>Revenue for FY 2010</b>	<b>TOTAL</b>
Credits in (Dollar Value)	\$ 3,840,468,455
Credits out (Dollar Value)	\$ 3,538,686,959
Net Slot Revenue	\$ 301,781,496
Revenue Due to the State*	\$ 150,890,748
Average Number of Machines	4,620

\* Chapter 551.106, Florida Statutes imposed the tax rate on slot machine revenues at each facility as 50%. The tax is paid to the Division of Pari-Mutuel Wagering for immediate deposit into the Educational Enhancement Trust Fund of the Department of Education.



**LOUISIANA GAMING CONTROL BOARD  
REPORT TO THE LOUISIANA STATE LEGISLATURE  
2010 -2011**

**IOWA**

Iowa Racing and Gaming Commission  
717 East Court Avenue, Suite B  
Des Moines, Iowa 50309  
Phone: (515) 281-7352

**Administrator:** Jack Ketterer

In Iowa, slot machine gaming and table games are conducted at one (1) horse track and two (2) dog tracks. The Iowa Racing and Gaming Commission determines the number and type of machines placed in operation. From the total revenue, the state retains 19%, while 1% is divided equally between the city and county. Revenue data is as follows for FY 2010:

**FY 2010**

Admissions	6,333,949
Casino Square Footage	207,791
Adjusted Gross Revenue	\$ 434,736,998
City Tax	2,047,814
County Tax	2,047,814
State Tax	88,952,672
Regulatory Fee	3,441,434
Daily License Fee	197,000

**MAINE**

Maine Gambling Control Board  
87 State House Station  
45 Commerce Drive, Suite #3  
Augusta, Maine 04333-0087  
Phone: (207) 626-3900  
Email: Gambling.Board@maine.gov

**Executive Director:** Robert P. Welch

The Maine Gambling Control Board was created as a result of the “Governor’s Gambling Control Legislation,” enacted by the Legislature and signed into law by Governor John E. Baldacci on May 6, 2004. Bangor Historic Track (D/B/A Hollywood Slots Hotel and Raceway) opened their permanent facility on July 1, 2008. This facility operates 1000 slot machines. This is approximately double the number that had been in operation at the temporary facility from November 5, 2005 until June 30, 2008.

<b>2010 State Revenue from Racino Operation - Bangor</b>			
<b>Gross Revenue</b>	<b>Net Revenue</b>	<b>1% Tax (Gross x .01)</b>	<b>39% Tax (Net-1%x.39)</b>
\$ 698,376,584	\$ 61,667,214	\$ 6,983,765	\$21,326,544

39% of slots revenue, as mandated by the Legislature is distributed as follows:

- 4% General Fund for Board Administrative Expenses
- 10% Harness Racing purses
- 3% Sire Stakes Fund
- 3% Agricultural Fair Support Fund
- 10% Healthy Maine
- 2% University of Maine System Scholarships
- 1% Maine Community College System Scholarships
- 4% Fund to encourage racing at Maine commercial harness racing tracks
- 1% Fund to stabilize the state’s off-track betting facilities
- 1% City of Bangor, host municipality



**LOUISIANA GAMING CONTROL BOARD  
REPORT TO THE LOUISIANA STATE LEGISLATURE  
2010 -2011**

**NEW MEXICO**

New Mexico Gaming Control Board  
4900 Alameda Blvd. NE  
Albuquerque, New Mexico 87113  
Phone: (505) 841-9700

**Executive Director:** John Monforte

The New Mexico Gaming Control Board was established in 1997. In New Mexico slot machine gaming is conducted at five (5) horse tracks. From the total revenue, 25% goes to the state. The following revenue data was collected for FY 2010:

Gaming Machine Net Win	\$ 242,050,224
Gaming Tax	\$ 62,933,058
Amount Paid Into Horse Racing Purses	\$ 48,410,045
Amount Designated for Problem Gambling	\$ 605,126
 Gaming Machines at end of FY 2010*	 2,670

**NEW YORK**

New York State Lottery  
1 Broadway Center, Suite 600  
Schenectady, New York 12301-7500  
Phone: (518) 388-3400

**Executive Director:** Gordon Medenica

The New York Lottery Division has authorized racetracks to install video lottery terminals (VLTs), with 10% of proceeds from these devices going to the Lottery to administer the games (to include the costs of terminal providers, central system, and Lottery personnel & administrative costs). Gaming facility operators receive a vendor fee as noted below, and the remainder of the proceeds goes to the Education Fund. The following information has been provided for FY10. The fiscal year in New York covers 4/1/2009 – 3/31/2010.

Current Number of Operating Racinos	8
Public/Private Arrangement	Publicly run video lottery terminals with commissions retained by operators
Active Licensed Facility Employees	Approximately 4,300
Net Machine Income (FY 2010)	\$ 1,037,248,157
Cash Transfers for State Education (FY 2010)	\$ 463,961,399
Revenue Retained by Operator	
Commission	\$ 363,147,627
Mandating Allowance	\$ 91,676,785
Capital Award*	\$ 14,737,533
Lottery Administration Costs	\$ 103,724,817
How Taxes are Spent	Public Education
Legalization Date	2001
First Racino Opening Date	2004

\* Allocated to operators for capital projects which improve facility and promote increased attendance.



**PENNSYLVANIA**

Pennsylvania Gaming Control Board  
 P.O.Box 69060  
 Harrisburg, Pennsylvania 17106-9060  
 Phone: (717) 346-8300  
 Website: [www.pgcb.state.pa.us](http://www.pgcb.state.pa.us)  
 Email: [PGCB@state.pa.us](mailto:PGCB@state.pa.us)

Chairman: Gregory C. Fajt  
 Executive Director: Kevin O’Toole

The Pennsylvania Race Horse Development and Gaming Act (signed into law on July 5, 2004) created the Pennsylvania Gaming Control Board and authorized the Board to award 14 slot machine licenses at locations throughout the Commonwealth. Of the 14 available licenses, 7 (referred to as Category 1 Licenses) were initially allocated to racetracks, an additional 5 (referred to as Category 2 Licenses) were anticipated to be stand-alone land based casinos, and the remaining two (referred to as Category 3 Licenses) were limited licenses to be located at resort facilities.

The first Pennsylvania casino, a Category 1(racetrack) facility, opened to the public on November 14, 2006. By the end of fiscal year 2009-10, a total of 9 Pennsylvania facilities were in operation.

Fiscal Year 2009-10 Revenues:

Wagers	\$29,308,239,022
Payouts	\$26,741,959,790
Gross Terminal Revenue	\$ 2,164,839,765
State Tax (34%)	\$ 736,045,520
Local Share Assessment (4%)	\$ 86,593,590
Economic Development Fund (5%)	\$ 108,241,988
PA Race Horse Development Fund*	\$ 259,711,316

The 34% gaming tax and various license and fee revenue are deposited into the State Gaming Fund. Under current law, an amount equal to \$1.5 million, or 0.1% of gross terminal revenue whichever is greater, is transferred annually from the Gaming Fund to the Compulsive and Problem Gambling Treatment Fund. Additional annual transfers from the Gaming Fund include \$5 million for Local Law Enforcement Grants, \$25 million to the General Fund for the Volunteer Fire Company Grant Program, \$2.40 per acre to local jurisdictions hosting specified forest reserves, and repayments to the Lottery Fund for property tax relief enacted under Act 1-2006 of the Special Session on Property Tax Relief. All remaining revenue in the State Gaming Fund is transferred to the Property Tax Relief Fund and used for general property tax relief.

Revenues deposited in the Economic Development Fund are used for projects throughout the state and are distributed based on a subsequently enacted capital budget. Revenues deposited in the PA Race Horse Development Fund are used to support various breeding programs, purses and health and pension benefits for horsemen.

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\* Beginning January 1, 2010, 34% of the money deposited into the Pennsylvania Race Horse Development fund is transferred to the General Fund. Beginning July 1, 2010, the amount of this transfer is reduced to 17%. The General Fund transfer of 17% will continue until its expiration on June 30, 2013.



**RHODE ISLAND**

Rhode Island Lottery Commission  
 1425 Pontiac Avenue  
 Cranston, Rhode Island 02920  
 Phone: (401) 463-6500

**Executive Director:** Mr. Gerald S. Aubin

Video Lottery debuted in Rhode Island in September of 1992. There are a total of 5,945 video lottery terminals (VLTs) located in the State’s two pari-mutuel facilities, Twin River and Newport Grand. As of June 30, 2010, Twin River has 4,752 VLTs and Newport Grand has 1,193 VLTs. Various virtual and multi-layer display games are offered on the VLTs.

Fiscal year 2010 produced record video lottery cash-in sales of \$2.5 billion with a resulting net terminal income (sales less prize awards) of \$467.8 million. The following revenue data for the fiscal year ending June 30, 2010 was obtained from the Rhode Island Lottery’s Comprehensive Annual Financial Report.

Cash In	\$ 2,541,207,012
Cash Out	2,073,438,876
Net Terminal Income	467,768,135
Cash In/Cash Out Ratio	81.47%
Average Number of Machines	6,072
Gross Profit	\$ 352,668,207

Chapter 42-61.2 of the General Laws authorizes the Division of Lotteries to conduct and control video lottery games. This chapter stipulates the allocation of video lottery net terminal income (video lottery credits purchased less credits redeemed or redeemable). Consistent with the General Laws, net terminal income is distributed to licensed video lottery facility operators, the technology providers (video lottery terminal providers), the central communications system provider, the city or town in which the video facility is licensed and the Narragansett Indian Tribe. All residual net terminal income after mandated commission payments, and other transfers, is remitted to the State’s General Fund.



**WEST VIRGINIA**

West Virginia Lottery Commission  
 312 MacCorkle Avenue S.E.  
 Post Office Box 2067  
 Charleston, West Virginia 25327  
 (304) 558-0500

**Deputy Dir. of Finance & Admin.:** James M.Toney

Racetrack Video Lottery games were implemented in 1994 when the West Virginia Legislature passed the Racetrack Video Lottery Act, making video lottery terminals available to the four racetracks in the state subject to passage of local referendums. In September 1994, three racetracks began operating with 1,200 video lottery machines. A fourth racetrack began video gaming in September 1997.

Revenue for FY 2010 is as follows:

Credits played	\$ 8,188,573,000
Credits won	(7,372,586,000)
Promotional Credits	(66,022,000)
MWAP Contributions	<u>(3,757,000)</u>
Gross Terminal Revenue	\$ 746,208,000
Administrative Costs	\$ <u>(17,524,000)</u>
Net Terminal Revenue	728,684,000
Commissions	<u>(414,988,000)</u>

Racetrack video lottery revenues \$ 313,696,000  
 available for distribution

FY- 2010 Racetrack video lottery revenues paid or accrued for certain State funds to conform to legislation:

State Lottery Fund	\$ 129,799,000
State Excess Lottery Revenue Fund	133,462,000
Capital Reinvestment Fund	11,915,000
Tourism Promotion Fund	9,460,000
Development Office Promotion Fund	2,580,000
Research Challenge Fund	3,444,000
Capitol Renovation & Improvement Fund	4,730,000
Parking Garage Fund	930,000
Cultural Facilities & Capitol Resources Fund	1,500,000
Capitol Dome & Capitol Improvements Fund	4,880,000
Workers Compensation Debt Reduction Fund	<u>11,000,000</u>
Total non-operating distributions	\$ 313,696,000

# Indian Gaming





**INDIAN GAMING**

**CYPRESS BAYOU CASINO  
 CHITIMACHA TRIBE OF LOUISIANA  
 ST. MARY PARISH**

**Fiscal Year Ending September 30, 2010**

Total Casino Employees	1436
Native American Employees	47
Employee Wages Paid	\$22,961,813
Social Security and Medicare Taxes (employee portion)	\$1,957,164
Unemployment Compensation Insurance	\$62,874
Advertising	\$1,506,610
Expenditures for goods and services	\$56,115,319
a. Paid to Louisiana vendors	\$38,438,756
b. Paid to out of state vendors	\$17,676,563
Number of Louisiana based vendors	733
Parish Contribution	n/a
Other Donations Within the State	\$24,418
State and/or Parish Sales Taxes	\$692,689

**GRAND CASINO COUSHATTA  
 COUSHATTA TRIBE OF LOUISIANA  
 ALLEN PARISH**

Total Casino Employees	Not Provided
Native American Employees	Not Provided
Employee Wages Paid	Not Provided
Social Security and Medicare Taxes (employee portion)	Not Provided
Unemployment Compensation Insurance	Not Provided
Advertising	Not Provided
Expenditures for goods and services	Not Provided
a. Paid to Louisiana vendors	Not Provided
b. Paid to out of state vendors	Not Provided
Number of Louisiana based vendors	Not Provided
Parish Contribution	Not Provided
Other Donations Within the State	Not Provided
State and/or Parish Sales Taxes	Not Provided



**PARAGON AVOYELLES  
TUNICA-BILOXI INDIAN TRIBE  
AVOYELLES PARISH**

Total Casino Employees	Not Provided
Native American Employees	Not Provided
Employee Wages Paid	Not Provided
Social Security and Medicare Taxes (employee portion)	Not Provided
Unemployment Compensation Insurance	Not Provided
Advertising	Not Provided
Expenditures for goods and services	Not Provided
a. Paid to Louisiana vendors	Not Provided
b. Paid to out of state vendors	Not Provided
Number of Louisiana based vendors	Not Provided
Parish Contribution	Not Provided
Other Donations Within the State	Not Provided
State and/or Parish Sales Taxes	Not Provided



**TRIBAL PARISH CONTRIBUTIONS  
MADE BY SEPARATE AGREEMENT OR PURSUANT TO TRIBAL/STATE COMPACT  
FY 09 - 10**

<b>Quarter</b>	<b>Coushatta Allen</b>	<b>Chitimacha St. Mary</b>	<b>Tunica-Biloxi Avoyelles</b>	<b>Total</b>
<b>1</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 336,431</b>	<b>\$ 336,431</b>
<b>2</b>	<b>0</b>	<b>0</b>	<b>165,217</b>	<b>165,217</b>
<b>3</b>	<b>0</b>	<b>0</b>	<b>436,889</b>	<b>436,889</b>
<b>4</b>	<b>0</b>	<b>0</b>	<b>318,464</b>	<b>318,464</b>
<b>Total</b>	<b>\$ 0*</b>	<b>\$ 0</b>	<b>\$1,257,002</b>	<b>\$ 1,257,001</b>

Note: These proceeds were collected by the Office of Finance and Support Services, Division of Administration and are subsequently remitted to the local parish governments. \*Pursuant to the terms of existing compacts, funds are no longer deposited with the Division of Administration for redistribution.

**If You or Someone You**

**Know May Have a**

**Gambling Problem, Call**

**Toll-Free: 1-877-770-STOP (7867)**