

South Dakota

Commission on Gaming



Annual Report – FY14
(7/1/13 – 6/30/14)

SOUTH DAKOTA COMMISSION ON GAMING

ANNUAL REPORT

FISCAL YEAR 2014

GOVERNOR DENNIS DAUGAARD

COMMISSIONERS; **RALPH “CHIP” KEMNITZ, CHAIRMAN**
DENNIS DUNCAN, VICE CHAIRMAN
KAREN CREW
HARRY CHRISTIANSON
TIM HOLLAND

LARRY ELIASON, EXECUTIVE SECRETARY
CRAIG SPARROW, DIRECTOR OF OPERATIONS / ENFORCEMENT

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(July 1, 2013 – June 30, 2014)

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(July 1, 2013 – June 30, 2014)

EXECUTIVE SECRETARY'S MESSAGE

This document reports gaming and racing activity for Fiscal Year 2014 (July 1, 2013 through June 30, 2014).

This report is divided into two sections. The first section deals with gaming revenue and activity related to casino gaming in Deadwood, South Dakota; and the second section relates to the pari-mutuel activity within South Dakota.

Gaming dollars spent and won by the general public and the collective gross revenue of all licensees are measured in this report. In comparing FY13 to FY14, the number of Retail licenses increased by 1. The number of licensed devices decreased by 238. FY14 showed a decrease in total handle of 4.12 % and a decrease in adjusted gross revenue of 4.52 % from FY13.

The tax rate is defined by SDCL 42-7B-28 and 42-7B-28.1 and total 9% of the adjusted gross revenue. SDCL 42-7B-28.1, 42-7B-48, 42-7B-48.1, 42-7B-48.3 establish the distribution structure of these taxes collected. Per 42-7B-28.1, 1% of the adjusted gross revenue goes directly to the State General Fund. According to 42-7B-48, 40% of the tax is transferred to the Department of Tourism, 10% is paid to Lawrence County and the remaining 50% stays in the commission fund.

In addition, each device which includes both table games and slot machines is assessed an annual device fee of \$2,000.00 payable before July 1st of each year. These device fees, all licensing fees and all other miscellaneous revenue received by this office are deposited with the state treasury in the commission fund.

The administrative costs of the Commission on Gaming are paid from the commission fund and amounted to 7.96% of total revenue collected in FY14. In addition, \$100,000 is distributed to the State Historical Preservation Loan and Grant fund and up to \$30,000 can be distributed to the Department of Social Services for Gambling Addiction Treatment and Counseling Program grants. All other revenues remaining in the commission fund are then paid to the City of Deadwood until such time as the net municipal proceeds paid to the City of Deadwood equal \$6,800,000 for each calendar year.

In FY14, the net municipal proceeds paid to the City of Deadwood reached \$6,800,000 and in accordance with SDCL 42-7B-48.1, the distribution of funds in excess of this amount changed; 70% of the excess was transferred to the State's general fund, 10% was distributed to other municipalities in Lawrence County, pro rata according to population, 10% was distributed to school districts in Lawrence County, pro rata based upon the previous year's average daily membership and 10% to the City of Deadwood. Per 42-7B-48.2, the amount which is distributed to the school districts is offset by a dollar for dollar reduction in state aid which the district receives.

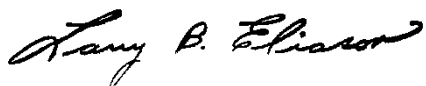
These distributions resulted in \$2,144,675.67 being deposited in the State's general fund, \$306,382.24 being distributed to the other municipalities and \$306,382.24 to the school districts as shown below. Taxes collected per 42-7B-28.1 resulted in an additional \$992,305.38 being deposited in the State's general fund.

<u>Municipality</u>		<u>School District</u>	
Spearfish	\$ 220,789.67	Spearfish	\$ 202,421.52
Lead	\$ 63,612.48	Lead/Deadwood	\$ 84,120.71
Whitewood	\$ 19,240.30	Meade	\$ 19,086.70
Central City	<u>\$ 2,739.79</u>	Belle Fourche	<u>\$ 753.31</u>
	\$ 306,382.24		\$ 306,382.24

The Commission on Gaming also regulates pari-mutuel wagering in South Dakota. Pari-mutuel horse racing is limited to live horse racing conducted at the Stanley County Fairgrounds, Fort Pierre, South Dakota on three weekends and at the Brown County Fairgrounds, Aberdeen, South Dakota on three weekends for a total of thirteen possible days of live racing annually. Simulcast wagering on horse and greyhound races was received throughout the year from out of state tracks. Revenue from pari-mutuel wagering activity is derived from a payment schedule prescribed by state law. The Commission as required by state law remits moneys received from pari-mutuel wagering back to the industry.

The Commission on Gaming recognizes the impact of gaming in Deadwood and the issues affecting pari-mutuel racing. The goals of the Commission are:

1. To insure that gaming and pari-mutuel is operated by suitable individuals; that it is conducted honestly, competitively and free from criminal influence and activity.
2. To protect the health, safety, morals and general welfare of the people of South Dakota and enforce the public policy as specified in SDCL 42-7B-2.1.
3. To ensure to the best of our abilities that gaming and pari-mutuel industries are stable and successful and that free competition is preserved.



Larry B. Eliason
Executive Secretary

SECTION 1

GAMING ACTIVITY FOR DEADWOOD SOUTH DAKOTA

OVERVIEW OF COMMISSION ACTIONS

During Fiscal Year 2014 the South Dakota Commission on Gaming held four quarterly meetings and three special meetings. Quarterly meetings were held on:

September 11, 2013
November 20, 2013
March 19, 2014 and
June 11, 2014

The June Commission meeting was held in Pierre at the State Capitol while the other three quarterly meetings were held in Deadwood at the City Hall.

Special meetings were held by telephone conference call on October 15, 2013, January 7, 2014 and February 18, 2014 with the public being able to participate from the Commission offices in Deadwood and Pierre. An additional special meeting was held by conference call on May 22, 2014 for the sole purpose of consulting with legal counsel on pending litigation.

During the 2014 Legislative Session the Commission supported HB 1084 which amended SDCL 42-7B-61. Changes to this statute authorize the Commission to place persons on an exclusion list whose conduct would adversely affect public confidence that gaming in Deadwood is conducted honestly. This bill makes it a Class I misdemeanor for a person to enter a gaming establishment after being notified that they are on the exclusion list. It also authorizes the Commission to penalize a licensee or licensed gaming establishment for knowingly failing to exclude or eject any person on the list from the casino.

In March, 2014 the Commission brought two gaming security experts to Deadwood to provide training to casino managers and employees on table game and tournament protection.

The Commission was among the first jurisdictions in the country to adopt rules to allow for multi-state linked progressive slot machines in non-Indian casinos. The Commission also adopted rules to strengthen the protection of table games and poker tournaments. At the request of casinos which wanted to offer new games, the Commission approved variations of Blackjack including Dead Man's Hand Blackjack and War Blackjack.

During FY 2014 the Commission took the following enforcement actions:

- ✓ Approved a Stipulation of Assurance and Voluntary Compliance which imposed a \$2,000 fine on a casino for allowing a person under the age of 21 to play a slot machine,
- ✓ Suspended the imposition of a \$2,000 fine on a casino on the condition that the casino purchase and install new surveillance equipment,
- ✓ Imposed a fine of \$1,000 on a casino for conducting an unscheduled Blackjack drop without notifying the Executive Secretary,
- ✓ Imposed a monetary penalty of \$25,000 and suspended the gaming licenses of a casino operation for 15 days for having repeat audit findings dating back to 2008,
 - While the matter was appealed to Circuit Court by the casino, the Commission and the casino entered into an agreement to allow for the sale of the casino property to another licensed entity. The agreement rescinds the 15 days suspension on the condition of the payment of the \$25,000 fine, dismissal of the appeal and closing of the sale. In the event the conditions are not met, the fine and suspension will remain in place.
- ✓ Ordered the destruction of two slot machines that had been seized as contraband, and
- ✓ Denied a key employee license to an applicant who it found had made deliberate untrue or misleading statements during the background investigation.

SOUTH DAKOTA COMMISSION ON GAMING
RECAP OF COMMISSION FUND
 July1, 2013 – June 30, 2014

BEGINNING CASH BALANCE (07/01/13): \$938,491.27

REVENUES

FY13 Device Tax	\$ 6,812,000.00
Gross Revenue Tax	8,885,345.08
City Slot Tax	257,647.70
Application Fees	73,840.00
License Fees	94,410.00
Interest	28,849.11
Device Testing Fees	24,255.29
Penalty on Disciplinary Action	3,000.00

Total Addition to Fund: \$16,179,347.18

\$17,117,838.45

DISTRIBUTIONS

Administrative Expenses (Includes DOR Admin Charge)	\$ 1,114,034.45
Expenses reimbursed by Applicants/Licensees	168,250.00
Capital Equipment	5,236.46
Lawrence County(Per 42-7B-48)	793,844.30
Other Municipalities (Per 42-7B-48.1)	306,382.24
School Districts (Per 42-7B-48.1)	306,382.24
SD Tourism (Per 42-7B-48)	3,175,377.19
SD General Fund (Per 42-7B-48.1)	2,144,675.67
SD General Fund (Per 42-7B-28.1)	992,305.38
SD Historical Preservation (Per 42-7B-48)	100,000.00
SD Department of Human Services (Per 42-7B-48.3)	21,370.84
City of Deadwood (Per 42-7B-48 & 48.1)	7,124,547.24

Total Allocations from Fund: \$16,252,406.01
 Distributions in Transit 0.00

ENDING CASH BALANCE (06/30/14): \$865,432.44

	FY 90 (11/89-06/90)	FY 91 (07/90-06/91)	FY 92 (07/91-06/92)	FY 93 (07/92-06/93)
<u>GAMING ACTION</u>				
Total Gaming Action	\$ 145,451,511.26	\$ 329,861,838.21	\$ 389,440,596.17	\$ 417,967,433.18
% Increase or Decrease from previous year		126.78%	18.06%	7.33%
Won By Bettors	\$ 131,107,289.40	\$ 296,789,339.98	\$ 350,820,649.78	\$ 376,019,112.36
% of \$ Wagered	90.14%	89.97%	90.08%	89.96%
Total Gross Revenue	\$ 14,344,221.86	\$ 33,072,498.23	\$ 38,619,946.39	\$ 41,948,320.82
LESS: City Slot Revenue	\$ 377,542.00	\$ 535,298.10	\$ 567,632.10	\$ 1,043,130.54
Adjusted Gross Revenue	\$ 13,966,679.86	\$ 32,537,200.13	\$ 38,052,314.29	\$ 40,905,190.28
% Increase or Decrease from previous year		132.96%	16.95%	7.50%
Number of Licensed Devices	863	2,085	1,925	1,979
Approximate # of Active Support and Key Licensees	Not Available	1,171	1,640	1,785
Number of Retail locations @ 6/30	45	83	77	80

COMMISSION FUND ACTIVITY

Device Tax	\$ 1,726,000.00	\$ 4,170,000.00	\$ 3,850,000.00	\$ 3,958,000.00
Gross Revenue Tax	\$ 835,753.63	\$ 2,800,077.37	\$ 3,020,325.84	\$ 3,295,856.81
City Slot Tax	W/GR TAX	\$ 218,736.09	\$ 283,855.32	\$ 511,783.62
Application Fees	\$ 169,900.00	\$ 111,317.87	\$ 128,662.35	\$ 151,700.71
License Fees	\$ 122,250.00	\$ 123,112.08	\$ 98,031.39	\$ 107,896.38
Device Testing Fees	\$ 44,947.03	\$ 10,565.15	\$ 10,615.03	\$ 11,559.85
Penalties	\$ 12,000.00	\$ 3,000.00	\$ 13,795.00	\$ 15,750.00
Interest	\$ 523.91	\$ 41,522.10	\$ 92,377.08	\$ 80,545.25
Manual Sales	\$ 1,475.75	\$ 6,333.56	\$ 1,061.45	\$ 1,702.68
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 2,912,850.32	\$ 7,484,664.22	\$ 7,498,723.46	\$ 8,134,795.30

SDCG Operating Expense	\$ 229,847.47	\$ 571,971.93	\$ 635,086.12	\$ 629,704.37
SDCG Operating Expense reimbursed by applicants/licensees	\$ 292,150.00	\$ 234,429.95	\$ 226,693.74	\$ 259,597.09
% of Revenue	17.92%	10.77%	11.49%	10.93%

Refund of Prior Years Revenue

DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 70,767.76	\$ 227,109.64	\$ 298,354.73	\$ 323,326.12
% Increase or Decrease from previous year		220.92%	31.37%	8.37%
<u>Distributions per 42-7B-48.1</u>				
School Districts				
Other Municipalities in Law. Co.				
SD General Fund (per 42-7B-48.1)				
SD General Fund (per 42-7B-28.1)				
State of South Dakota **	\$ 223,696.24	\$ 967,813.74	\$ 1,193,418.87	\$ 1,293,334.49
% Increase or Decrease from previous year		332.65%	23.31%	8.37%
SD Tourism (40% of 8% Tax on AGR) **				
% Increase or Decrease				
State Historical Preservation**				
Dept. of Human Services/Dept. of Social Services***				
City of Deadwood	\$ 1,850,000.00	\$ 5,047,327.99	\$ 5,123,278.60	\$ 5,601,821.99
% Increase or Decrease from previous year		172.83%	1.50%	9.34%
Total to Local Governments	\$ 2,144,464.00	\$ 6,242,251.37	\$ 6,615,052.20	\$ 7,218,482.60

* FY94 operating expense include \$307,594.81 for cost of special election.

** Distribution formula changed in 7/94

*** DHS/DSS - Gambling Addiction Treatment & Counseling Program Grant

****Per SDCL 42-7B-28.1 FY 2010 an additional tax of 1% on adjusted gross revenue allocated to general fund

NOTE: This report is for informational purposes only. Due to timing differences, there are adjustments necessary to provide meaningful cashflow statements for the commission fund.

	FY 94 (07/93-06/94)	FY 95 (07/94-06/95)	FY 96 (07/95-6/96)	FY 97 (07/96-6/97)
<u>GAMING ACTION</u>				
Total Gaming Action	\$ 431,332,970.85	\$ 488,409,646.38	\$ 482,164,324.44	\$ 471,762,901.37
% Increase or Decrease from previous year	3.20%	13.23%	-1.28%	-2.16%
Won By Bettors	\$ 387,838,815.69	\$ 441,476,446.93	\$ 437,582,257.64	\$ 429,082,249.74
% of \$ Wagered	89.92%	90.39%	90.75%	90.95%
Total Gross Revenue	\$ 43,494,155.16	\$ 46,933,199.45	\$ 44,582,066.80	\$ 42,680,651.63
LESS: City Slot Revenue	\$ 1,206,399.47	\$ 1,156,012.23	\$ 1,127,119.55	\$ 1,104,904.57
Adjusted Gross Revenue	\$ 42,287,755.69	\$ 45,777,187.22	\$ 43,454,947.25	\$ 41,575,747.06
% Increase or Decrease from previous year	3.38%	8.25%	-5.07%	-4.32%
Number of Licensed Devices	2,057	2,256	2,252	2,420
Approximate # of Active Support and Key Licensees	1,348	1,845	1,634	1,492
Number of Retail locations @ 6/30	80	86	89	99

COMMISSION FUND ACTIVITY

Device Tax	\$ 4,114,000.00	\$ 4,512,000.00	\$ 4,504,000.00	\$ 4,840,000.00
Gross Revenue Tax	\$ 3,383,749.79	\$ 3,662,424.19	\$ 3,507,707.00	\$ 3,323,850.91
City Slot Tax	\$ 526,399.90	\$ 489,909.00	\$ 546,091.50	\$ 500,001.00
Application Fees	\$ 184,501.01	\$ 222,657.57	\$ 174,554.00	\$ 154,035.00
License Fees	\$ 98,090.00	\$ 99,775.20	\$ 66,010.00	\$ 99,370.00
Device Testing Fees	\$ 9,295.50	\$ 14,439.03	\$ 20,437.16	\$ 13,059.74
Penalties	\$ 2,542.59	\$ 10,305.96	\$ 15,679.25	\$ 18,140.00
Interest	\$ 60,337.11	\$ 53,872.16	\$ 59,671.03	\$ 79,754.43
Manual Sales	\$ 2,372.11	\$ 892.71	\$ 1,887.90	\$ 255.40
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 8,381,288.01	\$ 9,066,275.82	\$ 8,896,037.84	\$ 9,028,466.48

SDCG Operating Expense	\$ 901,178.03	\$ 653,425.95	\$ 734,132.45	\$ 730,847.39
SDCG Operating Expense reimbursed by applicants/licensees	\$ 282,591.01	\$ 322,432.77	\$ 240,564.00	\$ 253,405.00
% of Revenue	14.12%	10.76%	10.96%	10.90%

Refund of Prior Years Revenue

DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 336,821.45	\$ 363,426.99	\$ 354,955.23	\$ 334,183.84
% Increase or Decrease from previous year	4.17%	7.90%	-2.33%	-5.85%
<u>Distributions per 42-7B-48.1</u>				
School Districts				
Other Municipalities in Law. Co.				
SD General Fund (per 42-7B-48.1)				
SD General Fund (per 42-7B-28.1)				
State of South Dakota **	\$ 1,347,285.82			
% Increase or Decrease from previous year	4.17%			
SD Tourism (40% of 8% Tax on AGR) **		\$ 1,678,140.25	\$ 1,402,961.32	\$ 1,329,315.10
% Increase or Decrease		24.56%	-16.40%	-5.25%
State Historical Preservation**		\$ 100,000.00	\$ 100,000.00	\$ 100,000.00
Dept. of Human Services/Dept. of Social Services***				
City of Deadwood	\$ 5,470,519.15	\$ 6,171,551.13	\$ 6,112,167.06	\$ 6,321,341.44
% Increase or Decrease from previous year	-2.34%	12.81%	-0.96%	3.42%
Total to Local Governments	\$ 7,154,626.42	\$ 8,313,118.37	\$ 7,970,083.61	\$ 8,084,840.38

* FY94 operating expense include \$307,594.81 for cost of special election.

** Distribution formula changed in 7/94

*** DHS/DSS - Gambling Addiction Treatment & Counseling Program Grant

****Per SDCL 42-7B-28.1 FY 2010 an additional tax of 1% on adjusted gross revenue allocated to general fund

NOTE: This report is for informational purposes only. Due to timing differences, there are adjustments necessary to provide meaningful cashflow statements for the commission fund.

	FY 98 (07/97-6/98)	FY 99 (07/98-6/99)	FY 00 (07/99-6/00)	FY 01 (07/00-6/01)
<u>GAMING ACTION</u>				
Total Gaming Action	\$ 490,377,425.38	\$ 498,330,933.03	\$ 589,420,182.00	\$ 624,298,354.72
% Increase or Decrease from previous year	3.95%	1.62%	18.28%	5.92%
Won By Bettors	\$ 446,480,408.38	\$ 453,701,269.41	\$ 537,571,874.67	\$ 570,866,522.68
% of \$ Wagered	91.05%	91.04%	91.20%	91.44%
Total Gross Revenue	\$ 43,897,017.00	\$ 44,629,663.62	\$ 51,848,307.33	\$ 53,431,832.04
LESS: City Slot Revenue	\$ 1,406,766.59	\$ 1,687,468.37	\$ 2,023,560.79	\$ 2,722,530.80
Adjusted Gross Revenue	\$ 42,490,250.41	\$ 42,942,195.25	\$ 49,824,746.54	\$ 50,709,301.24
% Increase or Decrease from previous year	2.20%	1.06%	16.03%	1.78%
Number of Licensed Devices	2,444	2,220	2,259	2,465
Approximate # of Active Support and Key Licensees	1,308	1,361	1,300	1,415
Number of Retail locations @ 6/30	90	92	90	94

COMMISSION FUND ACTIVITY

Device Tax	\$ 4,888,000.00	\$ 4,440,000.00	\$ 4,518,000.00	\$ 4,930,000.00
Gross Revenue Tax	\$ 3,390,421.07	\$ 3,446,908.00	\$ 3,919,361.24	\$ 4,053,060.57
City Slot Tax	\$ 465,910.00	\$ 534,092.00	\$ 500,001.00	\$ 500,001.00
Application Fees	\$ 218,030.00	\$ 156,960.00	\$ 163,251.00	\$ 156,160.00
License Fees	\$ 91,110.00	\$ 90,180.00	\$ 85,795.00	\$ 89,895.00
Device Testing Fees	\$ 4,530.09	\$ 10,835.00	\$ 12,857.69	\$ 9,337.97
Penalties	\$ 30,220.00	\$ 11,250.00	\$ 6,400.00	\$ 12,500.00
Interest	\$ 78,819.66	\$ 86,647.00	\$ 75,496.72	\$ 68,682.65
Manual Sales	\$ 506.85	\$ 149.00	\$ 235.00	\$ 73.50
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 9,167,547.67	\$ 8,777,021.00	\$ 9,281,397.65	\$ 9,819,710.69

SDCG Operating Expense	\$ 696,652.89	\$ 784,811.10	\$ 872,258.68	\$ 846,103.57
SDCG Operating Expense reimbursed by applicants/licensees	\$ 309,140.00	\$ 247,140.00	\$ 249,046.00	\$ 246,055.00
% of Revenue	10.97%	11.76%	12.08%	11.12%

Refund of Prior Years Revenue	\$ 971.85	\$ 5,521.00	\$ 5,101.41	\$ 96.69
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DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 336,447.67	\$ 342,696.53	\$ 378,506.84	\$ 439,348.01
% Increase or Decrease from previous year	0.68%	1.86%	10.45%	16.07%
<u>Distributions per 42-7B-48.1</u>				
School Districts				\$ 12,743.78
Other Municipalities in Law. Co.				\$ 12,743.78
SD General Fund (per 42-7B-48.1)				\$ 89,206.46
SD General Fund (per 42-7B-28.1)				
State of South Dakota **				
% Increase or Decrease from previous year				
SD Tourism (40% of 8% Tax on AGR) **	\$ 1,356,005.15	\$ 1,376,504.99	\$ 1,567,744.52	\$ 1,620,806.95
% Increase or Decrease	2.01%	1.51%	13.89%	3.38%
State Historical Preservation**	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00
Dept. of Human Services/Dept. of Social Services***				
City of Deadwood	\$ 6,336,470.98	\$ 5,912,053.43	\$ 6,065,246.22	\$ 6,507,499.74
% Increase or Decrease from previous year	0.24%	-6.70%	2.59%	7.29%
Total to Local Governments	\$ 8,128,923.80	\$ 7,731,254.95	\$ 8,111,497.58	\$ 8,782,348.72

* FY94 operating expense include \$307,594.81 for cost of special election.

** Distribution formula changed in 7/94

*** DHS/DSS - Gambling Addiction Treatment & Counseling Program Grant

****Per SDCL 42-7B-28.1 FY 2010 an additional tax of 1% on adjusted gross revenue allocated to general fund

NOTE: This report is for informational purposes only. Due to timing differences, there are adjustments necessary to provide meaningful cashflow statements for the commission fund.

	FY 02 (07/01-6/02)	FY 03 (07/02-6/03)	FY 04 (07/03-6/04)	FY 05 (07/04-6/05)	FY 06 (07/05-06/06)
<u>GAMING ACTION</u>					
Total Gaming Action	\$ 725,296,383.91	\$ 752,578,406.38	\$ 817,301,811.13	\$ 883,230,059.38	\$ 933,759,716.98
% Increase or Decrease from previous year	16.18%	3.76%	8.60%	8.07%	5.72%
Won By Bettors	\$ 661,233,118.63	\$ 685,719,355.36	\$ 743,104,428.86	\$ 801,619,938.08	\$ 848,396,651.04
% of \$ Wagered	91.17%	91.12%	90.92%	90.76%	90.86%
Total Gross Revenue	\$ 64,063,265.28	\$ 66,859,051.02	\$ 74,197,382.27	\$ 81,610,121.30	\$ 85,363,065.94
LESS: City Slot Revenue	\$ 2,696,198.86	\$ 2,181,481.32	\$ 2,316,002.80	\$ 2,150,293.63	\$ 1,619,222.66
Adjusted Gross Revenue	\$ 61,367,066.42	\$ 64,677,569.70	\$ 71,881,379.47	\$ 79,459,827.67	\$ 83,743,843.28
% Increase or Decrease from previous year	21.02%	5.39%	11.14%	10.54%	5.39%
Number of Licensed Devices	2,693	2,906	2,934	2,996	3,131
Approximate # of Active Support and Key Licensees	1,617	1,766	1,886	1,503	1,543
Number of Retail locations @ 6/30	106	111	112	113	114

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 5,386,000.00	\$ 5,812,000.00	\$ 5,868,000.00	\$ 5,992,000.00	\$ 6,262,000.00
Gross Revenue Tax	\$ 4,843,591.13	\$ 5,142,924.40	\$ 5,667,623.42	\$ 6,311,658.37	\$ 6,688,193.65
City Slot Tax	\$ 500,001.00	\$ 713,829.00	\$ 533,645.00	\$ 461,079.01	\$ 398,760.83
Application Fees	\$ 132,640.00	\$ 114,855.00	\$ 134,504.38	\$ 109,860.00	\$ 139,510.00
License Fees	\$ 109,586.00	\$ 97,830.00	\$ 104,125.00	\$ 93,565.00	\$ 97,300.00
Device Testing Fees	\$ 5,514.05	\$ 6,254.12	\$ 6,671.87	\$ 12,772.55	\$ 11,638.00
Penalties	\$ 4,606.45	\$ 5,195.00	\$ 2,745.00	\$ 9,000.00	\$ 7,000.00
Interest	\$ 83,589.70	\$ 65,600.38	\$ 61,187.28	\$ 50,337.96	\$ 47,262.58
Manual Sales	\$ 21.50	\$ 42.00	\$ -	\$ -	\$ -
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 11,065,549.83	\$ 11,958,529.90	\$ 12,378,501.95	\$ 13,040,272.89	\$ 13,651,665.06

SDCG Operating Expense	\$ 703,030.54	\$ 880,471.72	\$ 975,601.58	\$ 916,946.05	\$ 907,889.90
SDCG Operating Expense reimbursed by applicants/licensees	\$ 242,226.00	\$ 212,685.00	\$ 238,629.38	\$ 203,425.00	\$ 236,810.00
% of Revenue	8.54%	9.14%	9.81%	8.59%	8.39%
Refund of Prior Years Revenue	\$ 104.52	\$ -	\$ 3,424.13	\$ 155.94	\$ 2,882.17

<u>DISTRIBUTIONS TO LOCAL GOVERNMENTS</u>					
Lawrence County (10% of 8% Tax on AGR)	\$ 469,211.53	\$ 515,794.34	\$ 564,838.88	\$ 623,284.04	\$ 665,965.00
% Increase or Decrease from previous year	6.80%	9.93%	9.51%	10.35%	6.85%
Distributions per 42-7B-48.1					
School Districts	\$ 14,116.27	\$ 167,515.97	\$ 146,672.03	\$ 175,919.26	\$ 220,668.00
Other Municipalities in Law. Co.	\$ 14,116.27	\$ 167,515.97	\$ 146,672.03	\$ 175,919.26	\$ 220,668.00
SD General Fund (per 42-7B-48.1)	\$ 98,813.91	\$ 1,172,611.81	\$ 1,026,704.07	\$ 1,231,434.83	\$ 1,544,676.00
SD General Fund (per 42-7B-28.1)					
State of South Dakota **					
% Increase or Decrease from previous year					
SD Tourism (40% of 8% Tax on AGR) **	\$ 1,933,610.19	\$ 1,873,143.66	\$ 2,259,355.50	\$ 2,493,136.14	\$ 2,663,859.00
% Increase or Decrease	19.30%	-3.13%	20.62%	10.35%	6.85%
State Historical Preservation**	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00
Dept. of Human Services/Dept. of Social Services***					
City of Deadwood	\$ 7,443,519.12	\$ 6,741,215.36	\$ 6,907,844.60	\$ 7,053,504.52	\$ 7,062,956.00
% Increase or Decrease from previous year	14.38%	-9.44%	2.47%	2.11%	0.13%
Total to Local Governments	\$ 10,073,387.29	\$ 10,737,797.11	\$ 11,152,087.11	\$ 11,853,198.05	\$ 12,478,792.00

* FY94 operating expense include \$307,594.81 for cost of special election.

** Distribution formula changed in 7/94

*** DHS/DSS - Gambling Addition Treatment & Counseling Program Grant

****Per SDCL 42-7B-28.1 FY 2010 an additional tax of 1% on adjusted gross revenue allocated to general fund

NOTE: This report is for informational purposes only. Due to timing differences, there are adjustments necessary to provide meaningful cashflow statements for the commission fund.

	FY 07 (07/06-06/07)	FY 08 (07/07-06/08)	FY 09 (07/08-06/09)	FY 10 (07/09-06/10)	FY 11 (07/10-06/11)
<u>GAMING ACTION</u>					
Total Gaming Action	\$1,043,967,219.42	\$1,117,636,023.67	\$1,111,195,859.27	\$1,115,738,885.81	\$1,090,405,503.37
% Increase or Decrease from previous year	11.80%	7.06%	-0.58%	0.41%	-2.27%
Won By Bettors	\$ 949,590,617.22	\$1,016,119,860.68	\$1,008,660,153.42	\$1,012,060,199.79	\$ 987,859,144.18
% of \$ Wagered	90.96%	90.92%	90.77%	90.71%	90.60%
Total Gross Revenue	\$ 94,376,602.20	\$ 101,516,162.99	\$ 102,535,705.85	\$ 103,678,686.02	\$ 102,546,359.19
LESS: City Slot Revenue	\$ 1,365,756.46	\$ 1,237,884.50	\$ 1,275,258.27	\$ 2,884,266.46	\$ 2,940,613.63
Adjusted Gross Revenue	\$ 93,010,845.74	\$ 100,278,278.49	\$ 101,260,447.58	\$ 100,794,419.56	\$ 99,605,745.56
% Increase or Decrease from previous year	11.07%	7.81%	0.98%	-0.46%	-1.18%
Number of Licensed Devices	3,592	3,644	3,749	3,734	3,486
Approximate # of Active Support and Key Licensees	1,547	1,504	1,490	1,515	1,495
Number of Retail locations @ 6/30	139	136	135	137	138

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 7,184,000.00	\$ 7,288,000.00	\$ 7,498,000.00	\$ 7,468,000.00	\$ 6,972,000.00
Gross Revenue Tax	\$ 7,410,607.10	\$ 8,001,323.67	\$ 8,007,138.00	\$ 9,005,755.96	\$ 8,995,691.40
City Slot Tax	\$ 289,999.99	\$ 290,002.98	\$ 53,846.78	\$ 244,551.11	\$ 252,181.82
Application Fees	\$ 156,110.00	\$ 143,470.00	\$ 109,960.00	\$ 111,601.43	\$ 86,155.00
License Fees	\$ 103,800.00	\$ 100,238.36	\$ 110,955.00	\$ 99,550.00	\$ 107,740.00
Device Testing Fees	\$ 18,684.98	\$ 17,181.83	\$ 15,484.00	\$ 11,534.88	\$ 12,873.88
Penalties	\$ 436.50	\$ 13,006.99	\$ 6,100.00	\$ 5,790.00	\$ 1,190.00
Interest	\$ 52,555.28	\$ 67,887.92	\$ 85,574.48	\$ 100,160.14	\$ 100,776.10
Manual Sales	\$ -	\$ -	\$ -	\$ -	\$ -
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 15,216,193.85	\$ 15,921,111.75	\$ 15,887,058.26	\$ 17,046,943.52	\$ 16,528,608.20

SDCG Operating Expense	\$ 1,054,532.17	\$ 1,056,497.01	\$ 1,079,206.76	\$ 1,088,542.94	\$ 985,421.80
SDCG Operating Expense reimbursed by applicants/licensees	\$ 259,910.00	\$ 243,708.36	\$ 220,915.00	\$ 211,151.43	\$ 193,895.00
% of Revenue	8.64%	8.17%	8.18%	7.62%	7.14%
Refund of Prior Years Revenue	\$ 240.64	\$ -	\$ -	\$ 21,169.64	\$ -

<u>DISTRIBUTIONS TO LOCAL GOVERNMENTS</u>					
Lawrence County (10% of 8% Tax on AGR)	\$ 734,085.00	\$ 793,431.35	\$ 804,553.84	\$ 808,471.79	\$ 806,006.41
% Increase or Decrease from previous year	10.23%	8.08%	1.40%	0.49%	-0.30%
Distributions per 42-7B-48.1					
School Districts	\$ 329,791.82	\$ 352,950.54	\$ 374,570.30	\$ 373,767.43	\$ 349,484.30
Other Municipalities in Law. Co.	\$ 329,791.82	\$ 352,950.54	\$ 374,570.30	\$ 373,767.43	\$ 349,484.30
SD General Fund (per 42-7B-48.1)	\$ 2,308,542.57	\$ 2,470,653.65	\$ 2,621,992.09	\$ 2,616,372.03	\$ 2,446,390.16
SD General Fund (per 42-7B-28.1)	\$ -	\$ -	\$ -	\$ 826,342.79	\$ 1,007,508.02
State of South Dakota **					
% Increase or Decrease from previous year					
SD Tourism (40% of 8% Tax on AGR) **	\$ 2,936,339.84	\$ 3,173,725.40	\$ 3,218,215.29	\$ 3,233,887.10	\$ 3,224,025.64
% Increase or Decrease	10.23%	8.08%	1.40%	0.49%	-0.30%
State Historical Preservation**	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00
Dept. of Human Services/Dept. of Social Services***	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00
City of Deadwood	\$ 7,120,712.39	\$ 7,218,244.89	\$ 7,138,613.90	\$ 7,283,113.74	\$ 7,072,291.35
% Increase or Decrease from previous year	0.82%	1.37%	-1.10%	2.02%	-2.89%
Total to Local Governments	\$ 13,889,263.44	\$ 14,491,956.37	\$ 14,662,515.72	\$ 15,645,722.31	\$ 15,385,190.18

* FY94 operating expense include \$307,594.81 for cost of special election.

** Distribution formula changed in 7/94

*** DHS/DSS - Gambling Addiction Treatment & Counseling Program Grant

****Per SDCL 42-7B-28.1 FY 2010 an additional tax of 1% on adjusted gross revenue allocated to general fund

NOTE: This report is for informational purposes only. Due to timing differences, there are adjustments necessary to provide meaningful cashflow statements for the commission fund.

	FY 12 (07/11-06/12)	FY 13 (07/12-06/13)	FY 14 (07/13-06/14)	Totals (11/89 - 6/14)
<u>GAMING ACTION</u>				
Total Gaming Action	\$1,143,131,192.47	\$1,150,628,289.01	\$1,103,182,108.76	\$ 18,346,869,576.55
% Increase or Decrease from previous year	4.84%	0.66%	-4.12%	
Won By Bettors	\$1,038,806,677.37	\$1,043,798,518.47	\$1,000,976,821.63	\$ 16,657,281,721.39
% of \$ Wagered	90.87%	90.72%	90.74%	90.79%
Total Gross Revenue	\$ 104,324,515.10	\$ 106,829,770.54	\$ 102,205,287.13	\$ 1,689,587,855.16
LESS: City Slot Revenue	\$ 3,135,991.09	\$ 3,520,471.69	\$ 3,565,072.69	\$ 45,846,879.17
Adjusted Gross Revenue	\$ 101,188,524.01	\$ 103,309,298.85	\$ 98,640,214.44	\$ 1,643,740,975.99
% Increase or Decrease from previous year	1.59%	2.10%	-4.52%	
Number of Licensed Devices	3,667	3,644	3,406	
Approximate # of Active Support and Key Licensees	1,450	1,445	1,390	
Number of Retail locations @ 6/30	140	130	131	

					<u>% Revenue</u>
<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 7,334,000.00	\$ 7,288,000.00	\$ 6,812,000.00	\$ 137,614,000.00	49.97%
Gross Revenue Tax	\$ 9,181,798.22	\$ 9,305,309.01	\$ 8,885,345.08	\$ 136,086,455.83	49.41%
City Slot Tax	\$ 266,818.17	\$ 257,647.70	\$ 257,647.70	\$ 9,596,791.52	3.48%
Application Fees	\$ 105,915.00	\$ 69,600.00	\$ 73,840.00	\$ 3,479,750.32	1.26%
License Fees	\$ 128,455.00	\$ 130,000.00	\$ 94,410.00	\$ 2,549,069.41	0.93%
Device Testing Fees	\$ 29,895.48	\$ 30,443.71	\$ 24,255.29	\$ 375,683.88	0.14%
Penalties	\$ 14,750.00	\$ 6,050.00	\$ 3,000.00	\$ 230,452.74	0.08%
Interest	\$ 67,389.58	\$ 45,806.84	\$ 28,849.11	\$ 1,635,226.45	0.59%
Manual Sales	\$ -	\$ -	\$ -	\$ 17,009.41	0.01%
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	
TOTAL	\$ 17,129,021.45	\$ 17,132,857.26	\$ 16,179,347.18	\$ 275,405,092.38	105.87%

SDCG Operating Expense	\$ 952,541.14	\$ 1,164,478.16	\$ 1,119,270.91	\$ 21,170,450.63
SDCG Operating Expense reimbursed by applicants/licensees	\$ 234,370.00	\$ 199,600.00	\$ 168,250.00	\$ 6,028,819.73
% of Revenue	6.93%	7.96%	7.96%	9.88%
Refund of Prior Years Revenue	\$ -	\$ 340.03	\$ -	\$ 40,008.02

DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 805,096.93	\$ 824,312.61	\$ 793,844.31	\$ 13,014,840.84
% Increase or Decrease from previous year	-0.11%	2.39%	-3.70%	
<u>Distributions per 42-7B-48.1</u>				
School Districts	\$ 380,368.75	\$ 369,612.17	\$ 306,382.24	\$ 3,574,562.86
Other Municipalities in Law. Co.	\$ 380,368.75	\$ 369,612.17	\$ 306,382.24	\$ 3,574,562.86
SD General Fund (per 42-7B-48.1)	\$ 2,662,581.30	\$ 2,587,285.16	\$ 2,144,675.67	\$ 25,021,939.71
SD General Fund (per 42-7B-28.1)	\$ 1,006,371.17	\$ 1,030,390.75	\$ 992,305.38	\$ 4,862,918.11
State of South Dakota **				\$ 5,025,549.16
% Increase or Decrease from previous year				
SD Tourism (40% of 8% Tax on AGR) **	\$ 3,220,387.71	\$ 3,297,250.45	\$ 3,175,377.19	\$ 47,033,791.39
% Increase or Decrease	-0.11%	2.39%	-3.70%	
State Historical Preservation**	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$ 2,000,000.00
Dept. of Human Services/Dept. of Social Services***	\$ 5,645.36	\$ 19,992.04	\$ 21,370.84	\$ 197,008.24
City of Deadwood	\$ 7,243,716.42	\$ 7,134,264.71	\$ 7,124,547.24	\$ 159,063,821.97
% Increase or Decrease from previous year	2.42%	-1.51%	-0.14%	
Total to Local Governments	\$ 15,804,536.39	\$ 15,732,720.06	\$ 14,964,885.11	\$ 263,368,995.14

* FY94 operating expense

** Distribution formula changed in 7/94

*** DHS/DSS - Gambling Addition Treatment & Counseling Program Grant

****Per SDCL 42-7B-28.1 FY 2010 an additional tax of 1% on adjusted gross revenue allocated to general fund

NOTE: This report is for informational purposes only. Due to timing differences, there are adjustments necessary to provide meaningful cashflow statements for the commission fund.

	2013	2013	2013	2013	2013	2013
	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
BLACK JACK						
No. Units	45	46	46	46	47	46
Drop	\$2,549,938.50	\$3,514,380.00	\$2,510,379.00	\$1,751,893.50	\$2,081,180.25	\$1,938,548.00
Gross Rev	\$360,155.75	\$434,856.50	\$359,198.25	\$301,450.25	\$295,377.50	\$271,335.75
Ave Daily Hold/Unit	\$258.18	\$304.95	\$260.29	\$211.40	\$209.49	\$190.28
Hold Percentage	14.12%	12.37%	14.31%	17.21%	14.19%	14.00%
HOUSE BANKED POKER						
No. Units	32	31	32	31	30	30
Drop	\$1,840,933.25	\$2,238,667.00	\$1,721,661.50	\$1,408,342.75	\$1,628,500.00	\$1,635,946.50
Gross Rev	\$463,584.13	\$472,410.10	\$383,746.26	\$286,618.22	\$392,358.47	\$285,140.16
Ave Daily Hold/Unit	\$467.32	\$491.58	\$399.74	\$298.25	\$435.95	\$306.60
Hold Percentage	25.18%	21.10%	22.29%	20.35%	24.09%	17.43%
PLAYER BANKED POKER						
No. Units	17	17	17	17	17	17
Drop	\$105,443.01	\$140,920.75	\$99,120.75	\$82,597.75	\$105,283.00	\$89,376.00
Gross Rev	\$105,443.01	\$140,920.75	\$99,120.75	\$82,597.75	\$105,283.00	\$89,376.00
Ave Mnthly Hold/Unit	\$6,202.53	\$8,289.46	\$5,830.63	\$4,858.69	\$6,193.12	\$5,257.41
Ave Daily Hold/Unit	\$200.08	\$267.40	\$194.35	\$156.73	\$206.44	\$169.59
.01 SLOTS						
No. Units	2583	2528	2584	2561	2513	2538
Coins In	\$74,478,336.44	\$73,717,358.28	\$73,280,307.76	\$61,702,474.11	\$51,509,734.81	\$50,120,935.63
Gross Rev	\$6,830,452.54	\$6,660,052.77	\$6,679,715.16	\$5,497,955.80	\$4,676,218.85	\$4,569,183.81
Drop	\$45,304,090.97	\$43,582,812.43	\$44,957,670.98	\$36,500,307.53	\$29,367,319.89	\$28,072,694.73
Ave Daily Hold/Unit	\$85.30	\$84.98	\$86.17	\$69.25	\$62.03	\$58.07
Hold Percentage	9.17%	9.03%	9.12%	8.91%	9.08%	9.12%
.05 SLOTS						
No. Units	146	148	153	146	145	145
Coins In	\$5,307,101.17	\$5,361,431.72	\$5,363,011.95	\$3,779,337.17	\$3,442,626.89	\$3,738,840.39
Gross Rev	\$488,338.83	\$508,332.16	\$486,585.51	\$448,692.91	\$332,542.30	\$346,024.75
Drop	\$2,681,478.54	\$2,660,972.00	\$2,647,703.37	\$2,063,267.00	\$1,704,904.98	\$1,793,145.72
Ave Daily Hold/Unit	\$107.90	\$110.80	\$106.01	\$99.14	\$76.45	\$76.98
Hold Percentage	9.20%	9.48%	9.07%	11.87%	9.66%	9.25%
.10 SLOTS						
No. Units	0	2	3	2	2	2
Coins In	\$0.00	\$14,779.20	\$38,139.00	\$27,961.40	\$20,638.20	\$17,086.90
Gross Rev	\$0.00	\$1,348.60	\$3,320.92	\$2,974.80	\$2,020.80	\$1,555.70
Drop	\$0.00	\$5,068.00	\$16,116.53	\$9,802.00	\$7,122.00	\$5,760.00
Ave Daily Hold/Unit	\$0.00	\$21.75	\$36.90	\$47.98	\$33.68	\$25.09
Hold Percentage	0.00%	9.12%	8.71%	10.64%	9.79%	9.10%
.25 SLOTS						
No. Units	351	357	359	350	338	339
Coins In	\$8,734,604.95	\$9,078,049.75	\$8,420,625.09	\$5,552,014.89	\$4,391,377.30	\$3,998,171.50
Gross Rev	\$799,993.00	\$878,159.73	\$763,235.81	\$519,928.25	\$415,952.54	\$368,505.40
Drop	\$4,793,155.87	\$4,823,129.21	\$4,567,357.49	\$3,059,816.64	\$2,429,151.62	\$2,229,311.64
Ave Daily Hold/Unit	\$73.52	\$79.35	\$70.87	\$47.92	\$41.02	\$35.07
Hold Percentage	9.16%	9.67%	9.06%	9.36%	9.47%	9.22%
.50 SLOTS						
No. Units	6	13	14	14	14	12
Coins In	\$338,228.50	\$370,270.00	\$477,954.50	\$382,010.00	\$460,797.50	\$315,047.50
Gross Rev	\$34,610.02	\$36,444.39	\$37,194.17	\$36,699.46	\$63,761.61	\$25,700.04
Drop	\$223,557.70	\$258,219.71	\$288,792.59	\$228,020.34	\$218,716.25	\$190,301.45
Ave Daily Hold/Unit	\$186.08	\$90.43	\$88.56	\$84.56	\$151.81	\$69.09
Hold Percentage	10.23%	9.84%	7.78%	9.61%	13.84%	8.16%
\$1.00 SLOTS						
No. Units	280	283	289	279	282	278
Coins In	\$11,626,208.13	\$12,535,486.40	\$10,617,615.05	\$8,240,751.75	\$6,787,818.30	\$7,733,482.00
Gross Rev	\$873,199.42	\$905,248.92	\$862,521.86	\$463,866.90	\$534,162.83	\$519,075.78
Drop	\$5,883,469.78	\$6,291,826.75	\$5,445,160.88	\$4,176,062.12	\$3,395,788.62	\$3,584,234.27
Ave Daily Hold/Unit	\$100.60	\$103.19	\$99.48	\$53.63	\$63.14	\$60.23
Hold Percentage	7.51%	7.22%	8.12%	5.63%	7.87%	6.71%
\$5.00 SLOTS						
No. Units	77	80	79	89	79	79
Coins In	\$4,640,943.00	\$5,423,060.00	\$4,364,328.00	\$3,110,764.36	\$3,337,386.00	\$3,294,395.00
Gross Rev	\$327,393.64	\$425,730.87	\$341,935.74	\$228,748.95	\$171,735.33	\$215,283.88
Drop	\$2,605,368.19	\$3,061,776.71	\$2,591,483.94	\$1,795,565.28	\$1,806,508.53	\$1,897,234.52
Ave Daily Hold/Unit	\$137.16	\$171.67	\$144.28	\$82.91	\$72.46	\$87.91
Hold Percentage	7.05%	7.85%	7.83%	7.35%	5.15%	6.53%
\$25.00 SLOTS						
No. Units	9	9	9	10	9	9
Coins In	\$896,600.00	\$1,469,900.00	\$1,031,150.00	\$586,700.00	\$614,575.00	\$885,975.00
Gross Rev	\$76,930.59	\$130,316.43	\$120,570.11	\$17,992.41	\$11,271.04	(\$9,636.10)
Drop	\$515,921.59	\$797,219.01	\$617,526.09	\$396,291.68	\$376,147.00	\$483,791.58
Ave Daily Hold/Unit	\$275.74	\$467.08	\$446.56	\$58.04	\$41.74	(\$34.54)
Hold Percentage	8.58%	8.87%	11.69%	3.07%	1.83%	-1.09%
Total # of Units	3546	3514	3585	3545	3476	3495
HANDLE						
Table Game Revenue	\$111,467,324.04	\$115,132,589.85	\$108,816,379.35	\$87,368,227.43	\$75,327,464.25	\$74,572,188.42
Slot Machine Revenue	\$929,182.89	\$1,048,187.35	\$842,065.26	\$670,666.22	\$793,018.97	\$645,851.91
Total Gross Revenue	\$112,396,506.93	\$116,180,777.20	\$109,658,444.61	\$88,038,893.65	\$76,120,483.22	\$75,218,040.33
Ave. Daily Hold/Unit	\$94.25	\$97.25	\$94.26	\$71.77	\$67.13	\$61.67
Retails Reporting Rev	132	133	134	129	128	129

	2014	2014	2014	2014	2014	2014	2014	FY 2014
	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	TOTALS	
BLACK JACK								
No. Units	46	46	46	46	46	49	46	
Drop	\$1,933,653.50	\$2,100,615.50	\$2,631,072.75	\$2,126,826.75	\$2,764,587.25	\$2,226,379.50	\$28,129,454.50	
Gross Rev	\$394,425.00	\$451,880.25	\$389,036.75	\$186,394.25	\$424,810.00	\$242,536.75	\$4,111,457.00	
Ave Daily Hold/Unit	\$276.60	\$350.84	\$272.82	\$135.07	\$297.90	\$164.99	\$243.55	
Hold Percentage	20.40%	21.51%	14.79%	8.76%	15.37%	10.89%	14.62%	
HOUSE BANKED POKER								
No. Units	30	30	29	31	31	32	31	
Drop	\$1,506,719.00	\$1,619,878.75	\$1,895,062.50	\$1,500,989.50	\$1,699,685.00	\$1,633,738.00	\$20,330,123.75	
Gross Rev	\$331,745.29	\$395,104.53	\$435,683.39	\$394,304.87	\$410,297.30	\$436,668.62	\$4,687,661.34	
Ave Daily Hold/Unit	\$356.72	\$470.36	\$484.63	\$423.98	\$426.95	\$454.86	\$417.66	
Hold Percentage	22.02%	24.39%	22.99%	26.27%	24.14%	26.73%	23.06%	
PLAYER BANKED POKER								
No. Units	17	17	17	17	17	17	17	
Drop	\$93,208.35	\$102,900.76	\$114,628.00	\$102,722.00	\$120,406.75	\$109,428.75	\$1,266,035.87	
Gross Rev	\$93,208.35	\$102,900.76	\$114,628.00	\$102,722.00	\$120,406.75	\$109,428.75	\$1,266,035.87	
Ave Mnthly Hold/Unit	\$5,482.84	\$6,052.99	\$6,742.82	\$6,042.47	\$7,082.75	\$6,436.99	\$6,206.06	
Ave Daily Hold/Unit	\$176.87	\$216.18	\$217.51	\$201.42	\$228.48	\$214.57	\$204.03	
.01 SLOTS								
No. Units	2535	2578	2517	2545	2554	2552	2549	
Coins In	\$57,758,010.01	\$53,467,586.98	\$59,611,614.39	\$62,342,470.14	\$63,637,703.36	\$65,659,410.70	\$747,285,942.61	
Gross Rev	\$5,106,470.82	\$4,957,920.43	\$5,486,336.81	\$5,634,669.41	\$5,898,116.05	\$6,007,276.32	\$68,004,368.77	
Drop	\$32,402,651.94	\$29,920,069.35	\$34,040,594.14	\$36,125,803.78	\$38,489,980.34	\$39,973,766.15	\$438,737,762.23	
Ave Daily Hold/Unit	\$64.98	\$68.68	\$70.31	\$73.80	\$74.50	\$78.46	\$73.09	
Hold Percentage	8.84%	9.27%	9.20%	9.04%	9.27%	9.15%	9.10%	
.05 SLOTS								
No. Units	140	141	140	135	141	140	143	
Coins In	\$3,974,794.46	\$3,615,966.71	\$4,256,294.50	\$4,199,494.03	\$4,654,747.68	\$4,817,699.89	\$52,511,346.56	
Gross Rev	\$255,504.91	\$340,003.58	\$416,654.40	\$356,037.86	\$423,413.85	\$447,165.30	\$4,849,296.36	
Drop	\$1,951,901.32	\$1,775,208.88	\$2,101,814.27	\$2,062,533.86	\$2,294,846.11	\$2,459,246.14	\$26,197,022.19	
Ave Daily Hold/Unit	\$58.87	\$86.12	\$96.00	\$87.91	\$96.87	\$106.47	\$92.69	
Hold Percentage	6.43%	9.40%	9.79%	8.48%	9.10%	9.28%	9.23%	
.10 SLOTS								
No. Units	2	2	2	2	2	2	2	
Coins In	\$26,820.90	\$19,368.20	\$25,089.30	\$31,085.50	\$26,509.90	\$25,499.20	\$272,977.70	
Gross Rev	\$2,868.20	\$2,186.70	\$2,222.90	\$2,074.40	\$1,424.70	\$1,862.70	\$23,860.42	
Drop	\$8,742.00	\$7,206.10	\$8,073.00	\$10,248.00	\$8,854.10	\$8,807.10	\$95,798.83	
Ave Daily Hold/Unit	\$46.26	\$39.05	\$35.85	\$34.57	\$22.98	\$31.05	\$34.11	
Hold Percentage	10.69%	11.29%	8.86%	6.67%	5.37%	7.30%	8.74%	
.25 SLOTS								
No. Units	339	318	321	312	314	319	335	
Coins In	\$4,990,700.90	\$4,440,930.60	\$5,215,587.35	\$4,856,092.65	\$5,164,257.60	\$6,190,083.45	\$71,032,496.03	
Gross Rev	\$402,260.20	\$407,194.79	\$533,177.76	\$442,169.47	\$474,008.15	\$578,723.21	\$6,583,308.31	
Drop	\$2,706,406.63	\$2,351,056.69	\$2,847,274.79	\$2,702,450.43	\$2,802,746.85	\$3,442,204.42	\$38,754,062.28	
Ave Daily Hold/Unit	\$38.28	\$45.73	\$53.58	\$47.24	\$48.70	\$60.47	\$53.88	
Hold Percentage	8.06%	9.17%	10.22%	9.11%	9.18%	9.35%	9.27%	
.50 SLOTS								
No. Units	12	12	12	12	12	12	12	
Coins In	\$340,544.00	\$304,744.00	\$414,571.50	\$355,866.00	\$411,233.00	\$398,502.50	\$4,569,769.00	
Gross Rev	\$31,664.29	\$36,903.40	\$44,415.81	\$33,375.03	\$45,756.07	\$35,175.42	\$461,699.71	
Drop	\$188,904.04	\$127,149.45	\$232,987.69	\$185,475.49	\$212,897.24	\$218,885.47	\$2,573,907.42	
Ave Daily Hold/Unit	\$85.12	\$109.83	\$119.40	\$92.71	\$123.00	\$97.71	\$104.68	
Hold Percentage	9.30%	12.11%	10.71%	9.38%	11.13%	8.83%	10.10%	
\$1.00 SLOTS								
No. Units	284	287	283	288	279	288	283	
Coins In	\$8,739,209.35	\$7,635,674.90	\$8,907,834.35	\$8,773,659.59	\$8,562,103.13	\$9,831,424.60	\$109,991,267.55	
Gross Rev	\$618,023.88	\$601,617.35	\$645,308.57	\$732,315.42	\$678,101.15	\$776,374.63	\$8,209,816.71	
Drop	\$4,288,200.05	\$3,822,066.33	\$4,299,716.80	\$4,449,663.72	\$4,411,450.58	\$5,057,647.92	\$55,105,287.82	
Ave Daily Hold/Unit	\$70.20	\$74.87	\$73.56	\$84.76	\$78.40	\$89.86	\$79.39	
Hold Percentage	7.07%	7.88%	7.24%	8.35%	7.92%	7.90%	7.46%	
\$5.00 SLOTS								
No. Units	78	78	81	77	79	75	79	
Coins In	\$4,105,293.00	\$2,886,722.00	\$4,186,278.00	\$3,824,813.00	\$3,341,995.00	\$4,223,720.00	\$46,739,697.36	
Gross Rev	\$263,534.44	\$225,275.38	\$308,233.66	\$252,983.47	\$329,541.03	\$280,219.89	\$3,370,616.28	
Drop	\$2,113,302.34	\$1,636,850.72	\$2,645,418.65	\$1,932,064.33	\$2,160,095.18	\$2,262,183.43	\$26,507,851.82	
Ave Daily Hold/Unit	\$108.99	\$103.15	\$122.75	\$109.52	\$134.56	\$124.54	\$116.52	
Hold Percentage	6.42%	7.80%	7.36%	6.61%	9.86%	6.63%	7.21%	
\$25.00 SLOTS								
No. Units	9	9	9	9	8	9	9	
Coins In	\$748,650.00	\$795,725.00	\$793,025.00	\$595,600.00	\$559,275.00	\$681,500.00	\$9,658,675.00	
Gross Rev	\$48,629.15	\$49,505.31	\$99,648.52	\$68,585.39	\$30,745.90	(\$7,392.39)	\$637,166.36	
Drop	\$453,609.42	\$468,478.28	\$498,614.97	\$360,108.54	\$311,590.96	\$406,065.23	\$5,685,364.35	
Ave Daily Hold/Unit	\$174.30	\$196.45	\$357.16	\$254.02	\$123.98	(\$27.38)	\$193.96	
Hold Percentage	6.50%	6.22%	12.57%	11.52%	5.50%	-1.08%	6.60%	
Total # of Units	3492	3518	3457	3474	3483	3495	3507	
HANDLE								
Table Game Revenue	\$85,056,478.62	\$77,916,220.24	\$89,082,709.64	\$89,634,117.16	\$92,026,164.42	\$96,782,245.34	\$1,103,182,108.76	
Slot Machine Revenue	\$819,378.64	\$949,885.54	\$939,348.14	\$683,421.12	\$955,514.05	\$788,634.12	\$10,065,154.21	
Total Gross Revenue	\$7,548,334.53	\$7,570,492.48	\$8,475,346.57	\$8,205,631.57	\$8,836,620.95	\$8,908,039.20	\$102,205,287.13	
Ave. Daily Hold/Unit	\$69.73	\$76.85	\$79.09	\$78.73	\$81.84	\$84.96	\$79.85	
Retails Reporting Rev	129	129	129	128	130	131	130	

SECTION 2

PARI-MUTUEL ACTIVITY FOR SOUTH DAKOTA

OVERVIEW OF 2014 HORSE RACING SEASON

The 2014 live racing season began at Fort Pierre on April 19, 2014 and ended at the Brown County Fairgrounds on Memorial Day. The Fort Pierre track did not hold races on April 20, Easter Sunday.

The most serious incident during the season occurred at the Fort Pierre track during the early morning hours of Sunday, May 4, when the horses under the care of one trainer were released. All of the horses were rounded up later that morning and six of the horses required treatment by a veterinarian. A person who had been excluded from the grounds the day before was arrested on several charges relating to the incident. As of August 1, 2014 those charges are pending in the Circuit Court.

No jockey received injuries at Fort Pierre or Brown County that required hospitalization.

No horses were euthanized due to injuries during or immediately after the races.

The Board of Stewards issued a total of 22 rulings for the following violations:

- ✓ Two for employers failure to license employees,
- ✓ Three for improper entry procedures,
- ✓ Four for failure to have horse in paddock at designated time,
- ✓ One for improper scratch,
- ✓ Two jockey's for failure to fulfill engagements,
- ✓ Two for change of jockeys without approval of the steward,
- ✓ Four for medication violations,
 - 1 Clenbuterol
 - 3 Flunixin
- ✓ One for using profane language to an official,
- ✓ One for failure to fulfill financial responsibilities, and
- ✓ Two for disturbing the peace

The handle at the Fort Pierre track was \$95,174, which is 28.28% lower than last year. The handle at the Brown County Fairgrounds track was \$209,151, which is 4.6% lower than in 2013.

SOUTH DAKOTA COMMISSION ON GAMING
 RECAP OF RACING FUND
 July 1, 2013 - June 30, 2014

	SPECIAL FUND	REVOLVING FUND	BRED FUND	TOTALS
ENDING CASH BALANCE @ 7/1/13	\$ 11,500	\$ 252,213	\$ 95,068	\$ 358,781
REVENUES:				
Horse Revenue	\$ 45,053	\$ 168,967	\$ 80,265	\$ 294,285
Greyhound Revenue	\$ 14,006	\$ 69,106	\$ 27,781	\$ 110,892
Interest	\$ -	\$ 6,157	\$ 2,026	\$ 8,183
Transfer from Agency Fund	\$ (115,080)	\$ 95,490	\$ 19,590	\$ -
License & Fines - Horse	\$ 52,610			\$ 52,610
License & Fines - Dog	\$ 3,630			\$ 3,630
	\$ 11,718	\$ 591,933	\$ 224,730	\$ 828,381
DISBURSEMENTS:				
Aberdeen Horse Racing Track				
SD Bred Point Money			\$ 35,000	\$ 35,000
Purse Supplements, Racing Operations and Advertising & Promotion		\$ 177,000		\$ 177,000
Jockey Bonus		\$ 4,000		\$ 4,000
SD Bred Stakes Money			\$ 34,000	\$ 34,000
Ft Pierre Horse Racing Track				
SD Bred Point Money			\$ 35,000	\$ 35,000
Purse Supplements, Racing Operations and Advertising & Promotion		\$ 177,000		\$ 177,000
Jockey Bonus		\$ 2,000		\$ 2,000
SD Bred Stakes Money			\$ 34,000	\$ 34,000
	\$ -	\$ 360,000	\$ 138,000	\$ 498,000
ENDING CASH BALANCE @ 6/30/2014	\$ 11,718	\$ 231,933	\$ 86,730	\$ 330,381
	\$ 11,718	\$ 231,933	\$ 86,730	\$ 330,381

**SIMULCAST AND ACCOUNT DEPOSIT WAGERING(ADW)
MONTHLY DETAIL WITH PRIOR YEAR COMPARISON**

(Prior to FY 2014 only Simulcast was reported)

GREYHOUND	FISCAL YEAR 2014			FISCAL YEAR 2013			Handle
	# Perf	Handle	Tax	# Perf	Handle	Tax	
July	501	1,708,066	7,252	609	\$ 2,322,266	\$ 11,544	-26%
August	656	2,143,921	9,116	781	\$ 2,328,404	\$ 10,833	-8%
September	557	1,983,571	7,574	614	\$ 1,615,269	\$ 8,574	23%
October	538	2,061,059	8,109	603	\$ 1,882,260	\$ 9,118	9%
November	642	2,659,152	9,879	569	\$ 2,428,682	\$ 10,660	9%
December	566	2,100,087	8,773	497	\$ 2,121,858	\$ 8,552	-1%
January	736	2,794,073	11,091	704	\$ 2,674,912	\$ 10,697	4%
February	586	2,601,894	9,328	613	\$ 2,257,664	\$ 8,839	15%
March	569	2,705,179	10,459	656	\$ 2,917,905	\$ 10,618	-7%
April	548	2,822,941	9,653	561	\$ 2,353,759	\$ 9,228	20%
May	611	3,237,685	11,487	693	\$ 2,886,214	\$ 11,260	12%
June	508	2,128,495	8,354	514	\$ 1,952,173	\$ 8,023	9%
TOTAL	6,510	\$ 28,946,123	\$ 111,075	7,414	\$ 27,741,366	\$ 117,946	4%

HORSE	FISCAL YEAR 2014			FISCAL YEAR 2013			Handle
	# Perf	Handle	Tax	# Perf	Handle	Tax	
July	1,307	5,319,609	22,481	1,404	8,718,962	28,671	-39%
August	1,596	7,819,523	30,602	1,772	12,796,767	43,033	-39%
September	1,230	5,033,852	23,365	1,327	7,398,505	26,728	-32%
October	1,190	4,870,053	21,366	1,264	6,245,737	24,849	-22%
November	1,377	5,556,804	25,920	1,332	7,150,017	29,541	-22%
December	908	4,110,078	17,825	1,028	5,187,119	21,912	-21%
January	1,008	5,137,011	23,844	1,061	6,706,056	28,642	-23%
February	873	4,136,355	20,090	913	6,015,283	25,951	-31%
March	1,035	4,646,042	21,643	1,264	6,801,771	28,139	-32%
April	982	4,322,556	19,921	1,119	6,346,553	27,519	-32%
May	1,402	5,820,034	31,133	1,520	7,163,390	35,742	-19%
June	1,126	4,209,961	20,916	1,275	5,113,522	24,315	-18%
TOTAL	14,034	\$ 60,981,874	\$ 279,105	14,004	\$ 85,643,680	\$ 345,043	-29%

FISCAL YEAR	FISCAL YEAR 2014			FISCAL YEAR 2013			Inc/Dec
	# Perf	Handle	Tax	# Perf	Handle	Tax	
GRAND TOTAL	20,544	\$ 89,927,997	\$ 390,181	21,418	\$ 113,385,046	\$ 462,989	-20.69%

**SOUTH DAKOTA COMMISSION ON GAMING
 RECAP OF FT PIERRE HORSE MEET
 Fiscal Year 2014**

HANDLE INFORMATION

RACE DAY	HANDLE	TRACK COMMISSION	REVOLVING FUND	BRED FUND	BREAKAGE	PAID TO WINNERS
04/19/14	\$22,994	\$3,782	\$740.54	\$246.85	\$244.86	\$17,979.48
04/26/14	\$20,612	\$3,387	\$663.83	\$221.28	\$239.56	\$16,100.83
04/27/14	\$11,698	\$1,925	\$376.74	\$125.58	\$117.50	\$9,153.10
05/03/14	\$22,327	\$3,719	\$719.06	\$239.69	\$258.95	\$17,390.20
05/04/14	\$17,543	\$2,909	\$564.99	\$188.33	\$194.00	\$13,686.27
2014 TOTALS:	\$95,174	\$15,722.36	\$3,065.16	\$1,021.72	\$1,054.87	\$74,309.89
2013 TOTALS:	\$132,700	\$21,572.11	\$3,840.91	\$1,424.57	\$1,397.63	\$101,521.45
Difference:	(\$37,526)	(\$5,849.75)	(\$775.75)	(\$402.85)	(\$342.76)	(\$27,211.56)
% Change:	-28.28%	-27.12%	-20.20%	-28.28%	-24.52%	-26.80%

LICENSE FEES & FINES

Individual Licenses:

By Renewal Letter	\$515.00
At Track	\$2,965.00
Total Individual Licenses:	\$3,480.00

378 Total Individuals and Stables Licensed at Both Tracks

Fines:	\$900.00
Daily License Fees:	\$50.00

FY 2014 TOTALS: \$4,430.00

FY 2013 TOTALS: \$5,975.00

Difference: **(\$1,545.00)**

% Change: -25.86%

REVENUES

Special Commission Fund	\$3,065.16
Bred Fund	\$1,021.72
License Fees & Fines	\$4,430.00
TOTAL REVENUES	\$8,516.88

*** DISBURSEMENTS**

SD Bred Point Money	\$35,000.00
SD Bred Stakes Races	\$34,000.00
Revolving Fund:	
Purse supplements & operations	\$177,000.00
Jockey Bonus	\$2,000.00
TOTAL DISBURSEMENTS	\$248,000.00

REVENUES - DISBURSEMENTS **(\$239,483.12)**

* Disbursements do not include the administrative costs incurred by the Commission on Gaming.

**SOUTH DAKOTA COMMISSION ON GAMING
RECAP OF ABERDEEN HORSE MEET
Fiscal Year 2014**

HANDLE INFORMATION

RACE DAY	HANDLE	TRACK COMMISSION	REVOLVING FUND	BRED FUND	BREAKAGE	PAID TO WINNERS
05/10/14	\$19,719	\$3,920	\$635.07	\$211.69	\$107.77	\$15,691.65
05/11/14	\$19,606	\$3,849	\$631.43	\$210.48	\$199.81	\$15,557.65
05/17/14	\$29,058	\$6,003	\$935.84	\$311.95	\$275.63	\$22,779.65
05/18/14	\$27,166	\$5,765	\$874.91	\$291.64	\$262.73	\$21,137.90
05/25/14	\$52,380	\$10,541	\$1,686.94	\$562.31	\$430.24	\$41,408.60
05/26/14	\$61,222	\$12,856	\$1,971.71	\$657.24	\$478.09	\$47,887.75
2014 TOTALS:	\$209,151	\$42,933.53	\$6,735.89	\$2,245.30	\$1,754.27	\$164,463.20
2013 TOTALS:	\$219,228	\$46,638.60	\$7,060.46	\$2,353.49	\$1,870.90	\$170,718.50
Difference:	(\$10,077)	(\$3,705.07)	(\$324.57)	(\$108.19)	(\$116.63)	(\$6,255.30)
% Change:	-4.60%	-7.94%	-4.60%	-4.60%	-6.23%	-3.66%

LICENSE FEES & FINES

Individual Licenses:

By Renewal Letter	\$0.00
At Track	\$1,975.00
Total Individual Licenses:	\$1,975.00

Fines:	\$900.00
Daily License Fees:	\$60.00

2014 TOTALS: \$2,935.00

2013 YEAR TOTALS: \$3,950.00

Difference:	(\$1,015.00)
% Change:	-25.70%

REVENUES

Special Commission Fund	\$6,735.89
Bred Fund	\$2,245.30
License Fees & Fines	\$2,935.00

TOTAL REVENUES \$11,916.19

* **DISBURSEMENTS**

SD Bred Point Money	\$35,000.00
SD Bred Stakes Races	\$34,000.00
Revolving Fund:	
Purse supplements & operations	\$177,000.00
Jockey Bonus	\$4,000.00

TOTAL DISBURSEMENTS \$250,000.00

REVENUES - DISBURSEMENTS **(\$238,083.81)**

* Disbursements do not include the administrative costs incurred by the Commission on Gaming.