

Commission on Gaming



Annual Report — FY16

(7/1/2015 — 6/30/2016)

SOUTH DAKOTA COMMISSION ON GAMING

ANNUAL REPORT

FISCAL YEAR 2016

GOVERNOR DENNIS DAUGAARD

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

LARRY ELIASON, EXECUTIVE SECRETARY
CRAIG SPARROW, DEPUTY EXEC. SECRETARY



Table of contents

SECTION 1

GAMING ACTIVITY
(July 1, 2015 – June 30, 2016)

SECTION 2

RACING ACTIVITY
(July 1, 2015 – June 30, 2016)

EXECUTIVE SECRETARY'S MESSAGE

This document reports gaming and racing activity for Fiscal Year 2016 (July 1, 2015 through June 30, 2016).

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 FY15 to FY16, the number of active Retail licenses decreased by six. The number of licensed devices also decreased by 61. FY16 showed an increase in total handle of .66 % and an increase in adjusted gross revenue of 2.87 % from FY15.

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 9.23% of total revenue collected in FY16. 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 FY16, 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 \$1,905,177.62 being deposited in the State's general fund, \$272,168.23 being distributed to the other municipalities and \$272,168.23 to the school districts as shown below. Taxes collected per 42-7B-28.1 resulted in an additional \$1,025,702.38 being deposited in the State's general fund.



<u>Municipality</u>		<u>School District</u>	
Spearfish	\$ 197,166.40	Spearfish	\$ 184,932.70
Lead	\$ 56,351.45	Lead/Deadwood	\$ 69,378.87
Whitewood	\$ 16,357.75	Meade	\$ 17,360.25
Central City	\$ <u>2,292.63</u>	Belle Fourche	\$ <u>496.41</u>
	\$ 272,168.23		\$ 272,168.23

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 two weekends and at the Brown County Fairgrounds, Aberdeen, South Dakota on two weekends for a total of nine 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



SECTION 1

GAMING ACTIVITY FOR DEADWOOD SOUTH DAKOTA

OVERVIEW OF COMMISSION ACTIVITY

During Fiscal Year 2016 the Commission on Gaming held four regular meetings and one special meeting. The regular quarterly meetings were held in Deadwood on the following dates:

- ✓ September 24, 2015
- ✓ November 18, 2015
- ✓ March 16, 2016
- ✓ June 9, 2016

A special meeting was held by conference call on May 12, 2016 to approve the transfer of ownership of a Deadwood casino. The public was invited to listen to the meeting at the Commission offices in both Pierre and Deadwood.

The Commission confiscated and ordered the destruction of five slot machines that were being illegally sold to the public.

In late October of 2015 the Commission offices in Pierre were moved to the Anderson Building located at 445 East Capitol Avenue.

On June 30, 2016 Governor Dennis Daugaard appointed Karen Wagner, of Belle Fourche to the Commission. She replaced Dennis Duncan, whose term had expired.



**SOUTH DAKOTA COMMISSION ON GAMING
RECAP OF COMMISSION FUND**

July 1, 2014 – June 30, 2015

BEGINNING CASH BALANCE (07/01/15): \$803,172.52

REVENUES

FY16 Device Tax	6,418,000.00	
Gross Revenue Tax	9,255,887.93	
City Slot Tax	401,500.00	
Application Fees	88,280.00	
License Fees	111,475.00	
Interest	19,674.29	
Device Testing Fees	17,614.30	
Penalty on Disciplinary Action	2,590.00	
Other Revenue	197.55	
Total Addition to Fund:		<u>16,315,219.07</u>

\$17,118,391.59

DISTRIBUTIONS

Administrative Expenses (Includes DOR Admin Charge)	1,149,878.96	
Expenses reimbursed by Applicants/Licensee	199,755.00	
Capital Equipment	7,685.51	
Lawrence County (Per 42-7B-48)	820,561.90	
Other Municipalities (Per 42-7B-48.1)	272,168.23	
School Districts (Per 42-7B-48.1)	272,168.23	
SD Tourism (Per 42-7B-48)	3,282,247.62	
SD General Fund (Per 42-7B-48.1)	1,905,177.62	
SD General Fund (Per 42-7B-28.1)	1,025,702.38	
SD Historical Preservation (Per 42-7B-48)	100,000.00	
SD Department of Human Services (Per 42-7B-48)	14,639.65	
City of Deadwood (Per 42-7B-48 & 48.1)	7,266,982.86	

Total Allocations from Fund: 16,316,967.96

ENDING CASH BALANCE (06/30/16): \$801,423.63

RECAP OF COMMISSION ACTIVITY

	FY 90 (11/89-06/90)	FY 91 (07/90-06/91)	FY 92 (07/91-06/92)	FY 93 (07/92-06/93)	FY 94 (07/93-06/94)
<u>GAMING ACTION</u>					
Total Gaming Action	\$145,451,511.26	\$329,861,838.21	\$389,440,596.17	\$417,967,433.18	\$431,332,970.85
% Increase or Decrease from previous year		126.78%	18.06%	7.33%	3.20%
Won By Bettors	\$131,107,289.40	\$296,789,339.98	\$350,820,649.78	\$376,019,112.36	\$387,838,815.69
% of \$ Wagered	90.14%	89.97%	90.08%	89.96%	89.92%
Total Gross Revenue	\$ 14,344,221.86	\$ 33,072,498.23	\$ 38,619,946.39	\$ 41,948,320.82	\$ 43,494,155.16
LESS: City Slot Revenue	\$ 377,542.00	\$ 535,298.10	\$ 567,632.10	\$ 1,043,130.54	\$ 1,206,399.47
Adjusted Gross Revenue	\$ 13,966,679.86	\$ 32,537,200.13	\$ 38,052,314.29	\$ 40,905,190.28	\$ 42,287,755.69
% Increase or Decrease from previous year		132.96%	16.95%	7.50%	3.38%
Number of Licensed Devices	863	2,085	1,925	1,979	2,057
Approximate # of Active Support and Key Licensees	Not Available	1,171	1,640	1,785	1,348
Number of Active Retail locations @ 6/30	45	83	77	80	80

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 1,726,000.00	\$ 4,170,000.00	\$ 3,850,000.00	\$ 3,958,000.00	\$ 4,114,000.00
Gross Revenue Tax	\$ 835,753.63	\$ 2,800,077.37	\$ 3,020,325.84	\$ 3,295,856.81	\$ 3,383,749.79
City Slot Tax	W/GR TAX \$ 218,736.09	\$ 283,855.32	\$ 511,783.62	\$ 526,399.90	\$ 526,399.90
Application Fees	\$ 169,900.00	\$ 111,317.87	\$ 128,662.35	\$ 151,700.71	\$ 184,501.01
License Fees	\$ 122,250.00	\$ 123,112.08	\$ 98,031.39	\$ 107,896.38	\$ 98,090.00
Device Testing Fees	\$ 44,947.03	\$ 10,565.15	\$ 10,615.03	\$ 11,559.85	\$ 9,295.50
Penalties	\$ 12,000.00	\$ 3,000.00	\$ 13,795.00	\$ 15,750.00	\$ 2,542.59
Interest	\$ 523.91	\$ 41,522.10	\$ 92,377.08	\$ 80,545.25	\$ 60,337.11
Manual Sales	\$ 1,475.75	\$ 6,333.56	\$ 1,061.45	\$ 1,702.68	\$ 2,372.11
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 2,912,850.32	\$ 7,484,664.22	\$ 7,498,723.46	\$ 8,134,795.30	\$ 8,381,288.01

SDCG Operating Expense	\$ 229,847.47	\$ 571,971.93	\$ 635,086.12	\$ 629,704.37	\$ 901,178.03
SDCG Operating Expense reimbursed by applicants/licens	\$ 292,150.00	\$ 234,429.95	\$ 226,693.74	\$ 259,597.09	\$ 282,591.01
% of Revenue	17.92%	10.77%	11.49%	10.93%	14.12%

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	\$ 336,821.45
% Increase or Decrease from previous year		220.92%	31.37%	8.37%	4.17%
<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	\$ 1,347,285.82
% Increase or Decrease from previous year		332.65%	23.31%	8.37%	4.17%
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	\$ 5,470,519.15
% Increase or Decrease from previous year		172.83%	1.50%	9.34%	-2.34%
Total to Local Governments	\$ 2,144,464.00	\$ 6,242,251.37	\$ 6,615,052.20	\$ 7,218,482.60	\$ 7,154,626.42

* 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.

RECAP OF COMMISSION ACTIVITY

	FY 95 (07/94-06/95)	FY 96 (07/95-6/96)	FY 97 (07/96-6/97)	FY 98 (07/97-6/98)	FY 99 (07/98-6/99)
<u>GAMING ACTION</u>					
Total Gaming Action	\$488,409,646.38	\$482,164,324.44	\$471,762,901.37	\$490,377,425.38	\$498,330,933.03
% Increase or Decrease from previous year	13.23%	-1.28%	-2.16%	3.95%	1.62%
Won By Bettors	\$441,476,446.93	\$437,582,257.64	\$429,082,249.74	\$446,480,408.38	\$453,701,269.41
% of \$ Wagered	90.39%	90.75%	90.95%	91.05%	91.04%
Total Gross Revenue	\$ 46,933,199.45	\$ 44,582,066.80	\$ 42,680,651.63	\$ 43,897,017.00	\$ 44,629,663.62
LESS: City Slot Revenue	\$ 1,156,012.23	\$ 1,127,119.55	\$ 1,104,904.57	\$ 1,406,766.59	\$ 1,687,468.37
Adjusted Gross Revenue	\$ 45,777,187.22	\$ 43,454,947.25	\$ 41,575,747.06	\$ 42,490,250.41	\$ 42,942,195.25
% Increase or Decrease from previous year	8.25%	-5.07%	-4.32%	2.20%	1.06%
Number of Licensed Devices	2,256	2,252	2,420	2,444	2,220
Approximate # of Active Support and Key Licensees	1,845	1,634	1,492	1,308	1,361
Number of Active Retail locations @ 6/30	86	89	99	90	92

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 4,512,000.00	\$ 4,504,000.00	\$ 4,840,000.00	\$ 4,888,000.00	\$ 4,440,000.00
Gross Revenue Tax	\$ 3,662,424.19	\$ 3,507,707.00	\$ 3,323,850.91	\$ 3,390,421.07	\$ 3,446,908.00
City Slot Tax	\$ 489,909.00	\$ 546,091.50	\$ 500,001.00	\$ 465,910.00	\$ 534,092.00
Application Fees	\$ 222,657.57	\$ 174,554.00	\$ 154,035.00	\$ 218,030.00	\$ 156,960.00
License Fees	\$ 99,775.20	\$ 66,010.00	\$ 99,370.00	\$ 91,110.00	\$ 90,180.00
Device Testing Fees	\$ 14,439.03	\$ 20,437.16	\$ 13,059.74	\$ 4,530.09	\$ 10,835.00
Penalties	\$ 10,305.96	\$ 15,679.25	\$ 18,140.00	\$ 30,220.00	\$ 11,250.00
Interest	\$ 53,872.16	\$ 59,671.03	\$ 79,754.43	\$ 78,819.66	\$ 86,647.00
Manual Sales	\$ 892.71	\$ 1,887.90	\$ 255.40	\$ 506.85	\$ 149.00
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 9,066,275.82	\$ 8,896,037.84	\$ 9,028,466.48	\$ 9,167,547.67	\$ 8,777,021.00

SDCG Operating Expense	\$ 653,425.95	\$ 734,132.45	\$ 730,847.39	\$ 696,652.89	\$ 784,811.10
SDCG Operating Expense reimbursed by applicants/licens	\$ 322,432.77	\$ 240,564.00	\$ 253,405.00	\$ 309,140.00	\$ 247,140.00
% of Revenue	10.76%	10.96%	10.90%	10.97%	11.76%

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

Lawrence County (10% of 8% Tax on AGR)	\$ 363,426.99	\$ 354,955.23	\$ 334,183.84	\$ 336,447.67	\$ 342,696.53
% Increase or Decrease from previous year	7.90%	-2.33%	-5.85%	0.68%	1.86%
<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 **					
% Increase or Decrease from previous year					
SD Tourism (40% of 8% Tax on AGR) **	\$ 1,678,140.25	\$ 1,402,961.32	\$ 1,329,315.10	\$ 1,356,005.15	\$ 1,376,504.99
% Increase or Decrease	24.56%	-16.40%	-5.25%	2.01%	1.51%
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	\$ 6,171,551.13	\$ 6,112,167.06	\$ 6,321,341.44	\$ 6,336,470.98	\$ 5,912,053.43
% Increase or Decrease from previous year	12.81%	-0.96%	3.42%	0.24%	-6.70%
Total to Local Governments	\$ 8,313,118.37	\$ 7,970,083.61	\$ 8,084,840.38	\$ 8,128,923.80	\$ 7,731,254.95

* 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.

RECAP OF COMMISSION ACTIVITY

	FY 00 (07/99-6/00)	FY 01 (07/00-6/01)	FY 02 (07/01-6/02)	FY 03 (07/02-6/03)	FY 04 (07/03-6/04)
<u>GAMING ACTION</u>					
Total Gaming Action	\$589,420,182.00	\$624,298,354.72	\$725,296,383.91	\$752,578,406.38	\$817,301,811.13
% Increase or Decrease from previous year	18.28%	5.92%	16.18%	3.76%	8.60%
Won By Bettors	\$537,571,874.67	\$570,866,522.68	\$661,233,118.63	\$685,719,355.36	\$743,104,428.86
% of \$ Wagered	91.20%	91.44%	91.17%	91.12%	90.92%
Total Gross Revenue	\$ 51,848,307.33	\$ 53,431,832.04	\$ 64,063,265.28	\$ 66,859,051.02	\$ 74,197,382.27
LESS: City Slot Revenue	\$ 2,023,560.79	\$ 2,722,530.80	\$ 2,696,198.86	\$ 2,181,481.32	\$ 2,316,002.80
Adjusted Gross Revenue	\$ 49,824,746.54	\$ 50,709,301.24	\$ 61,367,066.42	\$ 64,677,569.70	\$ 71,881,379.47
% Increase or Decrease from previous year	16.03%	1.78%	21.02%	5.39%	11.14%
Number of Licensed Devices	2,259	2,465	2,693	2,906	2,934
Approximate # of Active Support and Key Licensees	1,300	1,415	1,617	1,766	1,886
Number of Active Retail locations @ 6/30	90	94	106	111	112

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 4,518,000.00	\$ 4,930,000.00	\$ 5,386,000.00	\$ 5,812,000.00	\$ 5,868,000.00
Gross Revenue Tax	\$ 3,919,361.24	\$ 4,053,060.57	\$ 4,843,591.13	\$ 5,142,924.40	\$ 5,667,623.42
City Slot Tax	\$ 500,001.00	\$ 500,001.00	\$ 500,001.00	\$ 713,829.00	\$ 533,645.00
Application Fees	\$ 163,251.00	\$ 156,160.00	\$ 132,640.00	\$ 114,855.00	\$ 134,504.38
License Fees	\$ 85,795.00	\$ 89,895.00	\$ 109,586.00	\$ 97,830.00	\$ 104,125.00
Device Testing Fees	\$ 12,857.69	\$ 9,337.97	\$ 5,514.05	\$ 6,254.12	\$ 6,671.87
Penalties	\$ 6,400.00	\$ 12,500.00	\$ 4,606.45	\$ 5,195.00	\$ 2,745.00
Interest	\$ 75,496.72	\$ 68,682.65	\$ 83,589.70	\$ 65,600.38	\$ 61,187.28
Manual Sales	\$ 235.00	\$ 73.50	\$ 21.50	\$ 42.00	\$ -
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 9,281,397.65	\$ 9,819,710.69	\$ 11,065,549.83	\$ 11,958,529.90	\$ 12,378,501.95

SDCG Operating Expense	\$ 872,258.68	\$ 846,103.57	\$ 703,030.54	\$ 880,471.72	\$ 975,601.58
SDCG Operating Expense reimbursed by applicants/licenses	\$ 249,046.00	\$ 246,055.00	\$ 242,226.00	\$ 212,685.00	\$ 238,629.38
% of Revenue	12.08%	11.12%	8.54%	9.14%	9.81%

Refund of Prior Years Revenue	\$ 5,101.41	\$ 96.69	\$ 104.52	\$ -	\$ 3,424.13
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DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 378,506.84	\$ 439,348.01	\$ 469,211.53	\$ 515,794.34	\$ 564,838.88
% Increase or Decrease from previous year	10.45%	16.07%	6.80%	9.93%	9.51%
<u>Distributions per 42-7B-48.1</u>					
School Districts		\$ 12,743.78	\$ 14,116.27	\$ 167,515.97	\$ 146,672.03
Other Municipalities in Law. Co.		\$ 12,743.78	\$ 14,116.27	\$ 167,515.97	\$ 146,672.03
SD General Fund (per 42-7B-48.1)		\$ 89,206.46	\$ 98,813.91	\$ 1,172,611.81	\$ 1,026,704.07
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) **	\$ 1,567,744.52	\$ 1,620,806.95	\$ 1,933,610.19	\$ 1,873,143.66	\$ 2,259,355.50
% Increase or Decrease	13.89%	3.38%	19.30%	-3.13%	20.62%
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	\$ 6,065,246.22	\$ 6,507,499.74	\$ 7,443,519.12	\$ 6,741,215.36	\$ 6,907,844.60
% Increase or Decrease from previous year	2.59%	7.29%	14.38%	-9.44%	2.47%
Total to Local Governments	\$ 8,111,497.58	\$ 8,782,348.72	\$ 10,073,387.29	\$ 10,737,797.11	\$ 11,152,087.11

* 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

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RECAP OF COMMISSION ACTIVITY

	FY 05 (07/04-6/05)	FY 06 (07/05-06/06)	FY 07 (07/06-06/07)	FY 08 (07/07-06/08)	FY 09 (07/08-06/09)
<u>GAMING ACTION</u>					
Total Gaming Action	\$883,230,059.38	\$933,759,716.98	\$1,043,967,219.42	\$1,117,636,023.67	\$1,111,195,859.27
% Increase or Decrease from previous year	8.07%	5.72%	11.80%	7.06%	-0.58%
Won By Bettors	\$801,619,938.08	\$848,396,651.04	\$ 949,590,617.22	\$1,016,119,860.68	\$1,008,660,153.42
% of \$ Wagered	90.76%	90.86%	90.96%	90.92%	90.77%
Total Gross Revenue	\$ 81,610,121.30	\$ 85,363,065.94	\$ 94,376,602.20	\$ 101,516,162.99	\$ 102,535,705.85
LESS: City Slot Revenue	\$ 2,150,293.63	\$ 1,619,222.66	\$ 1,365,756.46	\$ 1,237,884.50	\$ 1,275,258.27
Adjusted Gross Revenue	\$ 79,459,827.67	\$ 83,743,843.28	\$ 93,010,845.74	\$ 100,278,278.49	\$ 101,260,447.58
% Increase or Decrease from previous year	10.54%	5.39%	11.07%	7.81%	0.98%
Number of Licensed Devices	2,996	3,131	3,592	3,644	3,749
Approximate # of Active Support and Key Licensees	1,503	1,543	1,547	1,504	1,490
Number of Active Retail locations @ 6/30	113	114	139	136	135

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 5,992,000.00	\$ 6,262,000.00	\$ 7,184,000.00	\$ 7,288,000.00	\$ 7,498,000.00
Gross Revenue Tax	\$ 6,311,658.37	\$ 6,688,193.65	\$ 7,410,607.10	\$ 8,001,323.67	\$ 8,007,138.00
City Slot Tax	\$ 461,079.01	\$ 398,760.83	\$ 289,999.99	\$ 290,002.98	\$ 53,846.78
Application Fees	\$ 109,860.00	\$ 139,510.00	\$ 156,110.00	\$ 143,470.00	\$ 109,960.00
License Fees	\$ 93,565.00	\$ 97,300.00	\$ 103,800.00	\$ 100,238.36	\$ 110,955.00
Device Testing Fees	\$ 12,772.55	\$ 11,638.00	\$ 18,684.98	\$ 17,181.83	\$ 15,484.00
Penalties	\$ 9,000.00	\$ 7,000.00	\$ 436.50	\$ 13,006.99	\$ 6,100.00
Interest	\$ 50,337.96	\$ 47,262.58	\$ 52,555.28	\$ 67,887.92	\$ 85,574.48
Manual Sales	\$ -	\$ -	\$ -	\$ -	\$ -
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 13,040,272.89	\$ 13,651,665.06	\$ 15,216,193.85	\$ 15,921,111.75	\$ 15,887,058.26

SDCG Operating Expense	\$ 916,946.05	\$ 907,889.90	\$ 1,054,532.17	\$ 1,056,497.01	\$ 1,079,206.76
SDCG Operating Expense reimbursed by applicants/licens	\$ 203,425.00	\$ 236,810.00	\$ 259,910.00	\$ 243,708.36	\$ 220,915.00
% of Revenue	8.59%	8.39%	8.64%	8.17%	8.18%

Refund of Prior Years Revenue	\$ 155.94	\$ 2,882.17	\$ 240.64	\$ -	\$ -
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DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 623,284.04	\$ 665,965.00	\$ 734,085.00	\$ 793,431.35	\$ 804,553.84
% Increase or Decrease from previous year	10.35%	6.85%	10.23%	8.08%	1.40%
<u>Distributions per 42-7B-48.1</u>					
School Districts	\$ 175,919.26	\$ 220,668.00	\$ 329,791.82	\$ 352,950.54	\$ 374,570.30
Other Municipalities in Law. Co.	\$ 175,919.26	\$ 220,668.00	\$ 329,791.82	\$ 352,950.54	\$ 374,570.30
SD General Fund (per 42-7B-48.1)	\$ 1,231,434.83	\$ 1,544,676.00	\$ 2,308,542.57	\$ 2,470,653.65	\$ 2,621,992.09
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) **	\$ 2,493,136.14	\$ 2,663,859.00	\$ 2,936,339.84	\$ 3,173,725.40	\$ 3,218,215.29
% Increase or Decrease	10.35%	6.85%	10.23%	8.08%	1.40%
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
City of Deadwood	\$ 7,053,504.52	\$ 7,062,956.00	\$ 7,120,712.39	\$ 7,218,244.89	\$ 7,138,613.90
% Increase or Decrease from previous year	2.11%	0.13%	0.82%	1.37%	-1.10%
Total to Local Governments	\$ 11,853,198.05	\$ 12,478,792.00	\$ 13,889,263.44	\$ 14,491,956.37	\$ 14,662,515.72

* 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.

RECAP OF COMMISSION ACTIVITY

	FY 10 (07/09-06/10)	FY 11 (07/10-06/11)	FY 12 (07/11-06/12)	FY 13 (07/12-06/13)	FY 14 (07/13-06/14)
<u>GAMING ACTION</u>					
Total Gaming Action	\$1,115,738,885.81	\$1,090,405,503.37	\$1,143,131,192.47	\$1,150,628,289.01	\$1,103,182,108.76
% Increase or Decrease from previous year	0.41%	-2.27%	4.84%	0.66%	-4.12%
Won By Bettors	\$1,012,060,199.79	\$ 987,859,144.18	\$1,038,806,677.37	\$1,043,798,518.47	\$1,000,976,821.63
% of \$ Wagered	90.71%	90.60%	90.87%	90.72%	90.74%
Total Gross Revenue	\$ 103,678,686.02	\$ 102,546,359.19	\$ 104,324,515.10	\$ 106,829,770.54	\$ 102,205,287.13
LESS: City Slot Revenue	\$ 2,884,266.46	\$ 2,940,613.63	\$ 3,135,991.09	\$ 3,520,471.69	\$ 3,565,072.69
Adjusted Gross Revenue	\$ 100,794,419.56	\$ 99,605,745.56	\$ 101,188,524.01	\$ 103,309,298.85	\$ 98,640,214.44
% Increase or Decrease from previous year	-0.46%	-1.18%	1.59%	2.10%	-4.52%
Number of Licensed Devices	3,734	3,486	3,667	3,644	3,406
Approximate # of Active Support and Key Licensees	1,515	1,495	1,450	1,445	1,390
Number of Active Retail locations @ 6/30	137	138	140	130	131

<u>COMMISSION FUND ACTIVITY</u>					
Device Tax	\$ 7,468,000.00	\$ 6,972,000.00	\$ 7,334,000.00	\$ 7,288,000.00	\$ 6,812,000.00
Gross Revenue Tax	\$ 9,005,755.96	\$ 8,995,691.40	\$ 9,181,798.22	\$ 9,305,309.01	\$ 8,885,345.08
City Slot Tax	\$ 244,551.11	\$ 252,181.82	\$ 266,818.17	\$ 257,647.70	\$ 257,647.70
Application Fees	\$ 111,601.43	\$ 86,155.00	\$ 105,915.00	\$ 69,600.00	\$ 73,840.00
License Fees	\$ 99,550.00	\$ 107,740.00	\$ 128,455.00	\$ 130,000.00	\$ 94,410.00
Device Testing Fees	\$ 11,534.88	\$ 12,873.88	\$ 29,895.48	\$ 30,443.71	\$ 24,255.29
Penalties	\$ 5,790.00	\$ 1,190.00	\$ 14,750.00	\$ 6,050.00	\$ 3,000.00
Interest	\$ 100,160.14	\$ 100,776.10	\$ 67,389.58	\$ 45,806.84	\$ 28,849.11
Manual Sales	\$ -	\$ -	\$ -	\$ -	\$ -
Refund of Prior Yrs Exp.	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 17,046,943.52	\$ 16,528,608.20	\$ 17,129,021.45	\$ 17,132,857.26	\$ 16,179,347.18

SDCG Operating Expense	\$ 1,088,542.94	\$ 985,421.80	\$ 952,541.14	\$ 1,164,478.16	\$ 1,119,270.91
SDCG Operating Expense reimbursed by applicants/licens	\$ 211,151.43	\$ 193,895.00	\$ 234,370.00	\$ 199,600.00	\$ 168,250.00
% of Revenue	7.62%	7.14%	6.93%	7.96%	7.96%

Refund of Prior Years Revenue	\$ 21,169.64	\$ -	\$ -	\$ 340.03	\$ -
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DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 808,471.79	\$ 806,006.41	\$ 805,096.93	\$ 824,312.61	\$ 793,844.31
% Increase or Decrease from previous year	0.49%	-0.30%	-0.11%	2.39%	-3.70%
<u>Distributions per 42-7B-48.1</u>					
School Districts	\$ 373,767.43	\$ 349,484.30	\$ 380,368.75	\$ 369,612.17	\$ 306,382.24
Other Municipalities in Law. Co.	\$ 373,767.43	\$ 349,484.30	\$ 380,368.75	\$ 369,612.17	\$ 306,382.24
SD General Fund (per 42-7B-48.1)	\$ 2,616,372.03	\$ 2,446,390.16	\$ 2,662,581.30	\$ 2,587,285.16	\$ 2,144,675.67
SD General Fund (per 42-7B-28.1)	\$ 826,342.79	\$ 1,007,508.02	\$ 1,006,371.17	\$ 1,030,390.75	\$ 992,305.38
State of South Dakota **					
% Increase or Decrease from previous year					
SD Tourism (40% of 8% Tax on AGR) **	\$ 3,233,887.10	\$ 3,224,025.64	\$ 3,220,387.71	\$ 3,297,250.45	\$ 3,175,377.19
% Increase or Decrease	0.49%	-0.30%	-0.11%	2.39%	-3.70%
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	\$ 5,645.36	\$ 19,992.04	\$ 21,370.84
City of Deadwood	\$ 7,283,113.74	\$ 7,072,291.35	\$ 7,243,716.42	\$ 7,134,264.71	\$ 7,124,547.24
% Increase or Decrease from previous year	2.02%	-2.89%	2.42%	-1.51%	-0.14%
Total to Local Governments	\$ 15,645,722.31	\$ 15,385,190.18	\$ 15,804,536.39	\$ 15,732,720.06	\$ 14,964,885.11

* 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.

RECAP OF COMMISSION ACTIVITY

	FY 15 (07/14-06/15)	FY 16 (07/15-06/16)	Cumulative Totals (11/89 - 6/16)
<u>GAMING ACTION</u>			
Total Gaming Action	\$1,149,608,285.71	\$ 1,157,248,816.75	\$ 20,653,726,679.01
% Increase or Decrease from previous year	4.21%	0.66%	
Won By Bettors	\$1,043,619,486.17	\$ 1,048,097,233.52	\$ 18,748,998,441.08
% of \$ Wagered	90.78%	90.57%	90.78%
Total Gross Revenue	<u>\$ 105,988,799.54</u>	<u>\$ 109,151,583.23</u>	<u>\$ 1,904,728,237.93</u>
LESS: City Slot Revenue	<u>\$ 3,698,618.92</u>	<u>\$ 3,922,897.05</u>	<u>\$ 53,468,395.14</u>
Adjusted Gross Revenue	<u>\$ 102,290,180.62</u>	<u>\$ 105,228,686.18</u>	<u>\$ 1,851,259,842.79</u>
% Increase or Decrease from previous year	3.70%	2.87%	
Number of Licensed Devices	3,270	3,209	
Approximate # of Active Support and Key Licensees	1,367	1,548	
Number of Active Retail locations @ 6/30	131	125	

COMMISSION FUND ACTIVITY

				<u>% Revenue</u>
Device Tax	\$ 6,540,000.00	\$ 6,418,000.00	\$ 150,572,000.00	46.48%
Gross Revenue Tax	\$ 8,993,841.25	\$ 9,255,887.93	\$ 154,336,185.01	47.64%
City Slot Tax	\$ 295,352.24	\$ 401,500.00	\$ 10,293,643.76	3.18%
Application Fees	\$ 74,735.00	\$ 88,280.00	\$ 3,642,765.32	1.12%
License Fees	\$ 95,005.00	\$ 111,475.00	\$ 2,755,549.41	0.85%
Device Testing Fees	\$ 13,418.94	\$ 17,614.30	\$ 406,717.12	0.13%
Penalties	\$ 26,078.00	\$ 2,590.00	\$ 259,120.74	0.08%
Interest	\$ 17,922.62	\$ 19,674.29	\$ 1,672,823.36	0.52%
Manual Sales	\$ -	\$ -	\$ 17,009.41	0.01%
Refund of Prior Yrs Exp.	\$ -	\$ 197.55	\$ 197.55	
TOTAL	<u>\$ 16,056,353.05</u>	<u>\$ 16,315,219.07</u>	<u>\$ 323,956,011.68</u>	<u>100.00%</u>

SDCG Operating Expense	\$ 1,144,786.58	\$ 1,306,069.43	\$ 23,621,306.64
SDCG Operating Expense reimbursed by applicants/licens	\$ 169,740.00	\$ 199,755.00	\$ 6,398,314.73
% of Revenue	8.19%	9.23%	9.27%

Refund of Prior Years Revenue	\$ 168.62	\$ -	\$ 40,176.64
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DISTRIBUTIONS TO LOCAL GOVERNMENTS

Lawrence County (10% of 8% Tax on AGR)	\$ 804,547.21	\$ 820,561.90	\$ 14,639,949.95
% Increase or Decrease from previous year	1.35%	1.99%	
<u>Distributions per 42-7B-48.1</u>			
School Districts	\$ 284,937.86	\$ 272,168.23	\$ 4,131,668.95
Other Municipalities in Law. Co.	\$ 284,937.86	\$ 272,168.23	\$ 4,131,668.95
SD General Fund (per 42-7B-48.1)	\$ 1,994,564.99	\$ 1,905,177.62	\$ 28,921,682.32
SD General Fund (per 42-7B-28.1)	\$ 1,005,684.04	\$ 1,025,702.38	\$ 6,894,304.53 ****
State of South Dakota **			\$ 5,025,549.16 **
% Increase or Decrease from previous year			
SD Tourism (40% of 8% Tax on AGR) **	\$ 3,218,188.86	\$ 3,282,247.62	\$ 53,534,227.87 **
% Increase or Decrease	1.35%	1.99%	
State Historical Preservation**	\$ 100,000.00	\$ 100,000.00	\$ 2,200,000.00 **
Dept. of Human Services/Dept. of Social Services***	\$ 13,000.00	\$ 14,639.65	\$ 224,647.89 ***
City of Deadwood	\$ 7,098,056.95	\$ 7,266,982.86	\$ 173,428,861.78
% Increase or Decrease from previous year	-0.37%	2.38%	
Total to Local Governments	<u>\$ 14,803,917.77</u>	<u>\$ 14,959,648.49</u>	<u>\$ 293,132,561.40</u>

* 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.

DEADWOOD GAMING SUMMARY

	2015 JULY	2015 AUGUST	2015 SEPTEMBER	2015 OCTOBER	2015 NOVEMBER	2015 DECEMBER
BLACK JACK						
No. Units	48	50	49	50	48	46
Drop	\$2,859,858.25	\$3,422,700.50	\$2,343,129.00	\$2,701,967.47	\$1,954,233.25	\$2,190,782.25
Gross Rev	\$350,866.50	\$327,202.00	\$343,629.50	\$366,922.72	\$378,592.00	\$319,850.50
Ave Daily Hold/Unit	\$235.80	\$211.10	\$233.76	\$236.72	\$262.91	\$224.30
Hold Percentage	12.27%	9.56%	14.67%	13.58%	19.37%	14.60%
HOUSE BANKED POKER						
No. Units	26	29	29	29	30	29
Drop	\$1,754,429.00	\$2,082,773.75	\$1,673,222.00	\$1,831,606.00	\$1,368,555.50	\$1,563,351.50
Gross Rev	\$365,175.76	\$510,506.66	\$350,937.63	\$348,584.15	\$319,451.66	\$371,261.58
Ave Daily Hold/Unit	\$453.07	\$567.86	\$403.38	\$387.75	\$354.95	\$412.97
Hold Percentage	20.81%	24.51%	20.97%	19.03%	23.34%	23.75%
PLAYER BANKED POKER						
No. Units	17	17	16	17	17	17
Drop	\$102,243.00	\$135,820.50	\$100,645.75	\$95,276.50	\$84,137.25	\$88,974.00
Gross Rev	\$102,243.00	\$135,820.50	\$100,645.75	\$95,276.50	\$84,137.25	\$88,974.00
Ave Mnthly Hold/Unit	\$6,014.29	\$7,989.44	\$6,290.36	\$5,604.50	\$4,949.25	\$5,233.76
Ave Daily Hold/Unit	\$194.01	\$257.72	\$209.68	\$180.79	\$164.98	\$168.83
CRAPS						
No. Units	4	4	4	4	4	4
Drop	\$583,009.00	\$646,292.00	\$353,556.50	\$398,111.00	\$261,983.00	\$329,548.00
Gross Rev	\$154,266.50	\$130,629.50	\$67,068.50	(\$8,372.50)	\$52,052.50	\$34,324.50
Ave Daily Hold/Unit	\$1,244.08	\$1,053.46	\$558.90	(\$67.52)	\$433.77	\$276.81
Hold Percentage	26.46%	20.21%	18.97%	-2.10%	19.87%	10.42%
ROULETTE						
No. Units	5	6	7	7	8	8
Drop	\$391,793.00	\$497,389.00	\$275,014.01	\$298,784.00	\$214,608.50	\$273,844.00
Gross Rev	\$66,913.50	\$106,090.00	\$63,875.01	\$77,856.50	\$50,843.00	\$61,866.50
Ave Daily Hold/Unit	\$431.70	\$570.38	\$304.17	\$358.79	\$211.85	\$249.46
Hold Percentage	17.08%	21.33%	23.23%	26.06%	23.69%	22.59%
Keno						
No. Units	2	2	2	2	2	2
Drop	\$7,555.37	\$9,588.64	\$12,773.85	\$10,356.48	\$6,221.59	\$3,649.60
Gross Rev	\$2,214.87	\$3,740.15	\$3,624.37	\$2,248.14	\$2,729.52	\$1,160.65
Ave Daily Hold/Unit	\$35.72	\$60.33	\$60.41	\$36.26	\$45.49	\$18.72
Hold Percentage	29.32%	39.01%	28.37%	21.71%	43.87%	31.80%
.01 SLOTS						
No. Units	2498	2453	2451	2462	2458	2416
Coins In	\$76,860,475.32	\$77,053,347.15	\$78,549,788.57	\$67,630,677.49	\$53,806,527.46	\$55,822,184.07
Gross Rev	\$7,274,736.45	\$7,142,137.07	\$7,362,803.14	\$6,252,326.38	\$4,894,534.83	\$5,063,728.69
Ave Daily Hold/Unit	\$93.94	\$93.92	\$100.13	\$81.92	\$66.38	\$67.61
Hold Percentage	9.46%	9.27%	9.37%	9.24%	9.10%	9.07%
.05 SLOTS						
No. Units	134	136	137	134	140	132
Coins In	\$5,010,259.83	\$5,687,321.88	\$5,992,578.76	\$4,818,333.89	\$3,993,462.15	\$4,124,345.64
Gross Rev	\$415,799.78	\$477,783.29	\$540,527.25	\$442,884.28	\$354,291.44	\$377,951.54
Ave Daily Hold/Unit	\$100.10	\$113.33	\$131.52	\$106.62	\$84.36	\$92.36
Hold Percentage	8.30%	8.40%	9.02%	9.19%	8.87%	9.16%
.10 SLOTS						
No. Units	4	4	4	4	4	4
Coins In	\$282,151.50	\$334,538.30	\$152,489.50	\$178,141.80	\$97,234.40	\$209,570.30
Gross Rev	\$25,007.00	\$14,342.90	\$19,815.70	\$7,150.40	\$2,924.40	\$3,550.40
Ave Daily Hold/Unit	\$201.67	\$115.67	\$165.13	\$57.66	\$24.37	\$28.63
Hold Percentage	8.86%	4.29%	12.99%	4.01%	3.01%	1.69%
.25 SLOTS						
No. Units	257	243	243	241	244	243
Coins In	\$6,337,735.47	\$7,030,563.74	\$6,590,824.52	\$4,539,030.08	\$3,345,512.51	\$3,344,090.98
Gross Rev	\$583,166.77	\$687,960.95	\$642,974.93	\$405,281.16	\$322,578.92	\$296,836.22
Ave Daily Hold/Unit	\$73.20	\$91.33	\$88.20	\$54.25	\$44.07	\$39.40
Hold Percentage	9.20%	9.79%	9.76%	8.93%	9.64%	8.88%
.50 SLOTS						
No. Units	9	10	9	9	9	9
Coins In	\$368,830.50	\$438,312.50	\$416,195.50	\$334,635.50	\$289,544.00	\$228,978.00
Gross Rev	\$34,481.41	\$54,272.43	\$43,945.50	\$32,908.42	\$35,779.00	\$23,385.35
Ave Daily Hold/Unit	\$123.59	\$175.07	\$162.76	\$117.95	\$132.51	\$83.82
Hold Percentage	9.35%	12.38%	10.56%	9.83%	12.36%	10.21%
\$1.00 SLOTS						
No. Units	273	273	278	278	280	278
Coins In	\$11,818,000.79	\$13,656,064.99	\$11,649,093.09	\$9,660,377.38	\$7,544,955.35	\$7,859,380.90
Gross Rev	\$1,010,530.33	\$1,014,547.47	\$920,596.53	\$720,084.95	\$656,926.37	\$649,209.16
Ave Daily Hold/Unit	\$119.41	\$119.88	\$110.38	\$83.56	\$78.21	\$75.33
Hold Percentage	8.55%	7.43%	7.90%	7.45%	8.71%	8.26%
\$5.00 SLOTS						
No. Units	75	75	75	75	75	75
Coins In	\$5,514,454.00	\$6,086,778.00	\$5,202,174.00	\$4,773,119.00	\$3,959,739.00	\$3,927,321.00
Gross Rev	\$478,421.93	\$349,814.69	\$350,742.73	\$434,379.94	\$235,051.73	\$186,658.92
Ave Daily Hold/Unit	\$205.77	\$150.46	\$155.89	\$186.83	\$104.47	\$80.28
Hold Percentage	8.68%	5.75%	6.74%	9.10%	5.94%	4.75%
\$25.00 SLOTS						
No. Units	9	9	10	10	10	10
Coins In	\$794,750.00	\$989,625.00	\$1,014,475.00	\$877,375.00	\$1,280,925.00	\$751,275.00
Gross Rev	(\$44,254.76)	\$75,768.78	\$61,959.35	\$104,094.55	(\$9,512.47)	\$16,468.11
Ave Daily Hold/Unit	(\$158.62)	\$271.57	\$206.53	\$335.79	(\$31.71)	\$53.12
Hold Percentage	-5.57%	7.66%	6.11%	11.86%	-0.74%	2.19%
Total # of Units	3361	3311	3314	3322	3329	3273
HANDLE						
Table Game Revenue	\$113,605,732.03	\$119,293,500.45	\$115,231,771.80	\$99,005,280.09	\$78,964,874.21	\$81,518,061.24
Slot Machine Revenue	\$1,041,680.13	\$1,213,988.81	\$929,780.76	\$882,515.51	\$887,805.93	\$877,437.73
Total Gross Revenue	\$9,777,888.91	\$9,816,627.58	\$9,943,365.13	\$8,399,110.08	\$6,492,574.22	\$6,617,788.39
Ave. Daily Hold/Unit	\$103.84	\$107.47	\$105.84	\$90.13	\$71.52	\$73.87
Retails Reporting Rev	128	126	125	125	125	125

DEADWOOD GAMING SUMMARY

	2016 JANUARY	2016 FEBRUARY	2016 MARCH	2016 APRIL	2016 MAY	2016 JUNE	2016 TOTALS
BLACK JACK							
No. Units	46	46	46	46	45	45	47
Drop	\$2,429,181.00	\$2,175,798.75	\$2,416,356.00	\$2,418,584.00	\$2,130,039.50	\$2,245,603.00	\$29,288,232.97
Gross Rev	\$420,364.50	\$322,251.00	\$426,669.25	\$388,118.50	\$324,042.50	\$317,369.50	\$4,285,878.47
Ave Daily Hold/Unit	\$294.79	\$241.57	\$299.21	\$281.25	\$232.29	\$235.09	\$249.39
Hold Percentage	17.30%	14.81%	17.66%	16.05%	15.21%	14.13%	14.63%
HOUSE BANKED POKER							
No. Units	29	29	29	29	29	29	29
Drop	\$1,862,919.05	\$1,760,882.50	\$1,681,025.50	\$1,670,721.00	\$1,661,320.00	\$1,749,998.50	\$20,660,804.30
Gross Rev	\$251,697.41	\$456,746.70	\$437,461.76	\$399,297.96	\$425,098.40	\$454,311.80	\$4,690,531.47
Ave Daily Hold/Unit	\$279.97	\$543.10	\$486.61	\$458.96	\$472.86	\$522.20	\$445.69
Hold Percentage	13.51%	25.94%	26.02%	23.90%	25.59%	25.96%	22.70%
PLAYER BANKED POKER							
No. Units	17	17	17	17	17	17	17
Drop	\$103,292.25	\$115,923.75	\$110,640.75	\$104,706.25	\$92,940.50	\$98,371.75	\$1,232,972.25
Gross Rev	\$103,292.25	\$115,923.75	\$110,640.75	\$104,706.25	\$92,940.50	\$98,371.75	\$1,232,972.25
Ave Mnthly Hold/Unit	\$6,076.01	\$6,819.04	\$6,508.28	\$6,159.19	\$5,467.09	\$5,786.57	\$6,073.75
Ave Daily Hold/Unit	100.00%	\$235.14	\$209.94	\$205.31	\$176.36	\$192.89	\$199.69
CRAPS							
No. Units	4	4	4	4	4	4	4
Drop	\$376,977.00	\$305,123.00	\$324,146.00	\$358,263.00	\$306,289.00	\$313,801.00	\$4,557,098.50
Gross Rev	\$62,513.50	\$82,981.50	\$63,263.50	\$113,179.00	\$79,273.00	\$44,980.00	\$876,159.50
Ave Daily Hold/Unit	\$504.14	\$669.21	\$510.19	\$912.73	\$639.30	\$374.83	\$600.11
Hold Percentage	16.58%	\$20,745.38	19.52%	31.59%	25.88%	14.33%	\$0.19
ROULETTE							
No. Units	8	8	8	8	9	9	8
Drop	\$302,828.00	\$265,910.00	\$273,013.00	\$253,765.00	\$217,977.50	\$289,462.00	\$3,554,388.01
Gross Rev	\$70,026.00	\$68,160.50	\$64,018.50	\$37,409.00	\$49,883.00	\$75,669.00	\$792,610.51
Ave Daily Hold/Unit	\$282.36	\$293.80	\$258.14	\$150.84	\$178.79	\$280.26	\$286.36
Hold Percentage	23.12%	25.63%	23.45%	14.74%	22.88%	26.14%	\$0.22
Keno							
No. Units	2	2	2	2	2	2	2
Drop	\$1,914.06	\$3,604.11	\$3,195.40	\$2,737.38	\$2,258.82	\$3,259.56	\$67,114.86
Gross Rev	\$1,298.50	\$242.31	\$1,295.85	\$191.20	\$1,182.13	\$250.52	\$20,178.21
Ave Daily Hold/Unit	\$20.94	\$4.18	\$20.90	\$3.08	\$19.07	\$4.18	\$27.64
Hold Percentage	67.84%	6.72%	40.55%	6.98%	52.33%	7.69%	\$0.30
.01 SLOTS							
No. Units	2434	2436	2438	2448	2466	2448	2451
Coins In	\$57,139,744.75	\$60,118,271.88	\$65,395,908.38	\$58,195,186.65	\$62,731,123.73	\$70,297,217.03	\$783,600,452.48
Gross Rev	\$5,228,417.11	\$5,393,216.79	\$5,978,831.56	\$5,434,124.51	\$5,913,484.13	\$6,628,706.95	\$72,567,047.61
Ave Daily Hold/Unit	\$69.29	\$76.34	\$79.11	\$73.99	\$77.36	\$90.26	\$81.13
Hold Percentage	9.15%	8.97%	9.14%	9.34%	9.43%	9.43%	9.26%
.05 SLOTS							
No. Units	134	132	134	133	132	126	134
Coins In	\$4,230,689.30	\$4,775,684.70	\$4,869,584.42	\$4,680,978.63	\$5,014,597.72	\$5,286,094.37	\$58,483,931.29
Gross Rev	\$370,312.18	\$471,518.81	\$425,312.48	\$351,927.67	\$453,331.81	\$432,324.20	\$5,113,964.73
Ave Daily Hold/Unit	\$89.15	\$123.18	\$102.39	\$88.20	\$110.78	\$114.37	\$104.82
Hold Percentage	8.75%	9.87%	8.73%	7.52%	9.04%	8.18%	8.74%
.10 SLOTS							
No. Units	4	4	4	4	4	2	4
Coins In	\$177,677.70	\$100,378.90	\$231,395.60	\$286,289.90	\$361,544.60	\$211,930.40	\$2,623,342.90
Gross Rev	\$22,033.50	\$13,156.70	\$7,215.80	\$16,180.00	\$27,075.70	\$34,179.00	\$192,631.50
Ave Daily Hold/Unit	\$177.69	\$113.42	\$58.19	\$134.83	\$218.35	\$569.65	\$137.68
Hold Percentage	12.40%	13.11%	3.12%	5.65%	7.49%	16.13%	7.34%
.25 SLOTS							
No. Units	245	243	242	240	237	241	243
Coins In	\$3,953,403.15	\$3,968,342.13	\$4,309,771.00	\$3,696,446.60	\$4,263,308.89	\$5,313,022.81	\$56,692,051.88
Gross Rev	\$355,868.57	\$387,706.18	\$403,280.14	\$348,981.44	\$370,481.25	\$464,930.32	\$5,270,046.85
Ave Daily Hold/Unit	\$46.86	\$55.02	\$53.76	\$48.47	\$50.43	\$64.31	\$59.36
Hold Percentage	9.00%	9.77%	9.36%	9.44%	8.69%	8.75%	9.30%
.50 SLOTS							
No. Units	9	9	9	9	9	9	9
Coins In	\$295,182.00	\$404,962.50	\$282,585.00	\$301,257.50	\$307,106.50	\$263,522.00	\$3,931,111.50
Gross Rev	\$17,001.50	\$44,583.67	\$29,714.00	\$29,319.95	\$22,418.86	\$29,259.70	\$397,069.79
Ave Daily Hold/Unit	\$60.94	\$170.82	\$106.50	\$108.59	\$80.35	\$108.37	\$119.76
Hold Percentage	5.76%	11.01%	10.52%	9.73%	7.30%	11.10%	10.10%
\$1.00 SLOTS							
No. Units	278	279	280	281	282	280	278
Coins In	\$8,560,821.65	\$9,328,247.64	\$9,407,264.98	\$8,638,895.42	\$8,725,405.55	\$9,710,304.82	\$116,558,812.56
Gross Rev	\$665,959.39	\$614,341.25	\$732,526.03	\$683,480.29	\$653,451.82	\$778,569.67	\$9,100,223.26
Ave Daily Hold/Unit	\$77.28	\$75.93	\$84.39	\$81.08	\$74.75	\$92.69	\$89.58
Hold Percentage	7.78%	6.59%	7.79%	7.91%	7.49%	8.02%	7.81%
\$5.00 SLOTS							
No. Units	75	75	76	76	75	83	76
Coins In	\$4,171,013.00	\$3,816,810.00	\$3,768,560.00	\$4,140,540.00	\$4,294,246.00	\$5,207,849.00	\$54,862,603.00
Gross Rev	\$302,403.53	\$351,022.98	\$323,041.31	\$297,883.20	\$173,859.03	\$466,421.72	\$3,949,701.71
Ave Daily Hold/Unit	\$130.07	\$161.39	\$137.11	\$130.65	\$74.78	\$187.32	\$142.70
Hold Percentage	7.25%	9.20%	8.57%	7.19%	4.05%	8.96%	7.20%
\$25.00 SLOTS							
No. Units	10	10	10	10	10	11	10
Coins In	\$685,775.00	\$803,550.00	\$611,875.00	\$609,775.00	\$691,175.00	\$928,575.00	\$10,039,150.00
Gross Rev	\$99,275.00	\$101,205.00	\$17,250.00	\$78,363.00	\$118,000.00	\$43,950.81	\$662,567.37
Ave Daily Hold/Unit	\$320.24	\$348.98	\$55.65	\$261.21	\$380.65	\$133.18	\$183.05
Hold Percentage	14.48%	12.59%	2.82%	12.85%	17.07%	4.73%	6.60%
Total # of Units							
	3,295	3,294	3,285	3,307	3,321	3,306	3,297
HANDLE							
Table Game Revenue	\$85,221,048.16	\$88,986,803.61	\$94,681,087.78	\$86,300,502.58	\$91,635,797.81	\$102,804,356.99	\$1,157,248,816.75
Slot Machine Revenue	\$909,192.16	\$1,046,305.76	\$1,103,349.61	\$1,042,901.91	\$972,419.53	\$990,952.57	\$11,898,330.41
Slot Machine Revenue	\$7,061,270.78	\$7,376,751.38	\$7,917,171.32	\$7,240,260.06	\$7,732,102.60	\$8,878,342.37	\$97,253,252.82
Total Gross Revenue	\$7,970,462.94	\$8,423,057.14	\$9,020,520.93	\$8,283,161.97	\$8,704,522.13	\$9,869,294.94	\$109,151,583.23
Ave. Daily Hold/Unit	\$78.03	\$82.49	\$88.58	\$80.80	\$84.55	\$96.30	\$90.69
Retails Reporting Rev	125	125	125	125	125	125	125

SECTION 2

Pari-Mutuel Activity for South Dakota

OVERVIEW OF 2016 HORSE RACING SEASON

The 2016 live racing season began at Fort Pierre on April 30, 2016 and ended at Aberdeen on Memorial Day. The Fort Pierre track scheduled only four days of racing and the Aberdeen track scheduled only five days of racing over two weekends due to decreased funding available.

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

- 1) One for transfer of ownership of a horse during the race meet without approval of the presiding steward,
- 2) One for impeding another horse during the running of a race, and
- 3) Two for use of a permitted medication without following the required procedures.

In addition, the Executive Secretary issued a suspension of racing license to a person who had not paid his fine by the deadline imposed by the Stewards' ruling.

The South Dakota Commission on Gaming hosted the summer meetings of the Association of Racing Commissioners International in Deadwood on July 15-16, 2016. The ARCI Model Rules and Practices Committee met on July 15 and the ARCI Board of Directors met on July 16.



SOUTH DAKOTA COMMISSION ON GAMING
RECAP OF RACING FUND
 July 1, 2015 - June 30, 2016

	SPECIAL FUND	REVOLVING FUND	BRED FUND	TOTALS
ENDING CASH BALANCE @ 7/1/15	\$ 9,430	\$ 182,297	\$ 72,363	\$ 264,090
REVENUES:				
Horse Revenue	\$ 37,989	\$ 128,737	\$ 61,345	\$ 228,071
Greyhound Revenue	\$ 12,748	\$ 66,045	\$ 26,072	\$ 104,865
Interest		\$ 4,456	\$ 809	\$ 5,264
Transfer from Agency Fund	\$ (99,280)	\$ 87,162	\$ 12,118	\$ -
License & Fines - Horse	\$ 46,395			\$ 46,395
License & Fines - Dog	\$ 3,660			\$ 3,660
	\$ 10,942	\$ 468,696	\$ 172,707	\$ 652,345
Aberdeen Horse Racing Track				
SD Bred Point Money			\$ 19,000	\$ 19,000
Purse Supplements, Racing Operations and Advertising & Promotion		\$ 135,000		\$ 135,000
Jockey Bonus		\$ 5,000		\$ 5,000
SD Bred Stakes Money			\$ 28,100	\$ 28,100
Ft Pierre Horse Racing Track				
SD Bred Point Money			\$ 15,200	\$ 15,200
Purse Supplements, Racing Operations and Advertising & Promotion		\$ 135,000		\$ 135,000
Jockey Bonus		\$ 3,500		\$ 3,500
SD Bred Stakes Money			\$ 30,800	\$ 30,800
	\$ -	\$ 278,500	\$ 93,100	\$ 371,600
ENDING CASH BALANCE @ 6/30/2016	\$ 10,942	\$ 190,196	\$ 79,607	\$ 280,745

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

GREYHOUND	FISCAL YEAR 2016			FISCAL YEAR 2015			Inc/Dec Handle
	# Perf	Handle	Tax	# Perf	Handle	Tax	
July	412	2,183,470	8,334	504	1,897,950	7,429	15%
August	497	2,469,638	9,500	619	2,515,552	9,413	-2%
September	403	1,665,075	6,815	502	2,072,472	7,790	-20%
October	392	1,831,904	7,185	491	1,817,824	7,124	1%
November	482	2,128,676	7,949	509	2,376,385	8,877	-10%
December	363	1,935,009	7,235	411	1,752,579	6,627	10%
January	508	2,856,185	10,272	573	2,402,465	8,577	19%
February	437	2,403,660	8,799	467	2,061,818	7,476	17%
March	429	2,385,753	8,574	468	2,139,984	7,743	11%
April	424	2,365,001	9,002	461	2,106,200	7,805	12%
May	660	2,809,847	11,101	564	2,638,795	9,869	6%
June	362	1,882,058	7,364	408	2,019,093	8,259	-7%
TOTAL	5,369	\$ 26,916,277	\$ 102,131	5,977	\$ 25,801,116	\$ 96,987	4.32%

HORSE	FISCAL YEAR 2016			FISCAL YEAR 2015			Inc/Dec Handle
	# Perf	Handle	Tax	# Perf	Handle	Tax	
July	1,026	3,100,434	15,137	1,104	4,458,802	19,171	-30%
August	1,236	5,141,299	22,288	1,427	6,105,550	26,391	-16%
September	930	3,099,926	16,276	1,046	3,856,122	16,393	-20%
October	1,014	3,841,236	18,871	972	3,038,169	15,096	26%
November	1,164	3,763,663	19,467	1,128	4,632,610	21,492	-19%
December	773	2,667,911	12,117	710	2,478,346	12,568	8%
January	933	3,676,285	16,877	946	3,937,134	18,841	-7%
February	790	3,263,195	15,872	805	3,151,084	15,953	4%
March	844	3,414,323	17,959	816	3,152,517	15,935	8%
April	905	3,098,708	16,654	859	3,496,205	15,891	-11%
May	1,325	4,160,410	23,711	1,308	4,379,271	24,570	-5%
June	1,159	3,389,568	15,947	1,077	3,647,508	17,877	-7%
TOTAL	12,099	\$ 42,616,957	\$ 211,174	12,198	\$ 46,333,316	\$ 220,179	-8.02%

	FISCAL YEAR 2016			FISCAL YEAR 2015			Inc/Dec Handle
	# Perf	Handle	Tax	# Perf	Handle	Tax	
FISCAL YEAR GRAND TOTAL	17,468	\$ 69,533,233	\$ 313,305	18,175	\$ 72,134,432	\$ 317,166	-3.61%

SOUTH DAKOTA COMMISSION ON GAMING
RECAP OF ABERDEEN HORSE MEET
 Fiscal Year 2016

HANDLE INFORMATION

RACE DAY	HANDLE	TRACK COMMISSION	REVOLVING FUND	BRED FUND	BREAKAGE	PAID TO WINNERS
05/21/16	\$35,148	\$7,390	\$1,131.97	\$377.32	\$288.50	\$27,469.50
05/22/15	\$27,774	\$5,821	\$894.49	\$298.16	\$307.95	\$21,644.75
05/28/16	\$9,500	\$2,011	\$305.96	\$101.99	\$50.47	\$7,438.75
05/29/16	\$59,190	\$12,432	\$1,906.27	\$635.42	\$506.87	\$46,250.80
05/30/16	\$38,457	\$8,116	\$1,238.54	\$412.85	\$332.93	\$30,008.05
2016 TOTALS:	\$170,069	\$35,770.43	\$5,477.23	\$1,825.74	\$1,486.72	\$132,811.85
2015 TOTALS:	\$129,329	\$27,101.77	\$4,165.15	\$1,388.38	\$1,160.43	\$101,066.80
Difference:	\$40,740	\$8,668.66	\$1,312.08	\$437.36	\$326.29	\$31,745.05
% Change:	31.50%	31.99%	31.50%	31.50%	28.12%	31.41%

LICENSE FEES & FINES

Individual Licenses:	
By Renewal Letter	\$0.00
At Track	\$1,695.00
Total Individual Licenses:	<u>\$1,695.00</u>
Fines:	\$100.00
Daily License Fees:	\$50.00
2016 TOTALS:	<u>\$1,845.00</u>
2015 YEAR TOTALS:	<u>\$2,935.00</u>
Difference:	(\$1,090.00)
% Change:	-37.14%

REVENUES

Special Commission Fund	\$5,477.23
Bred Fund	\$1,825.74
License Fees & Fines	\$1,845.00
TOTAL REVENUES	<u>\$9,147.97</u>

* **DISBURSEMENTS**

SD Bred Point Money	\$19,000.00
SD Bred Stakes Races	\$28,100.00
Revolving Fund:	
Purse supplements & operations	\$135,000.00
Jockey Bonus	\$5,000.00
TOTAL DISBURSEMENTS	<u>\$187,100.00</u>

REVENUES - DISBURSEMENTS **(\$177,952.03)**

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