

IOWA RACING AND GAMING COMMISSION

2005 Annual Report



Diane Hamilton, *Chair*
Kate Cutler, *Vice Chair*
Gerald Bair, *Commissioner*
Joyce Jarding, *Commissioner*
Mike Mahaffey, *Commissioner*

LOCATION OF LICENSED FACILITIES

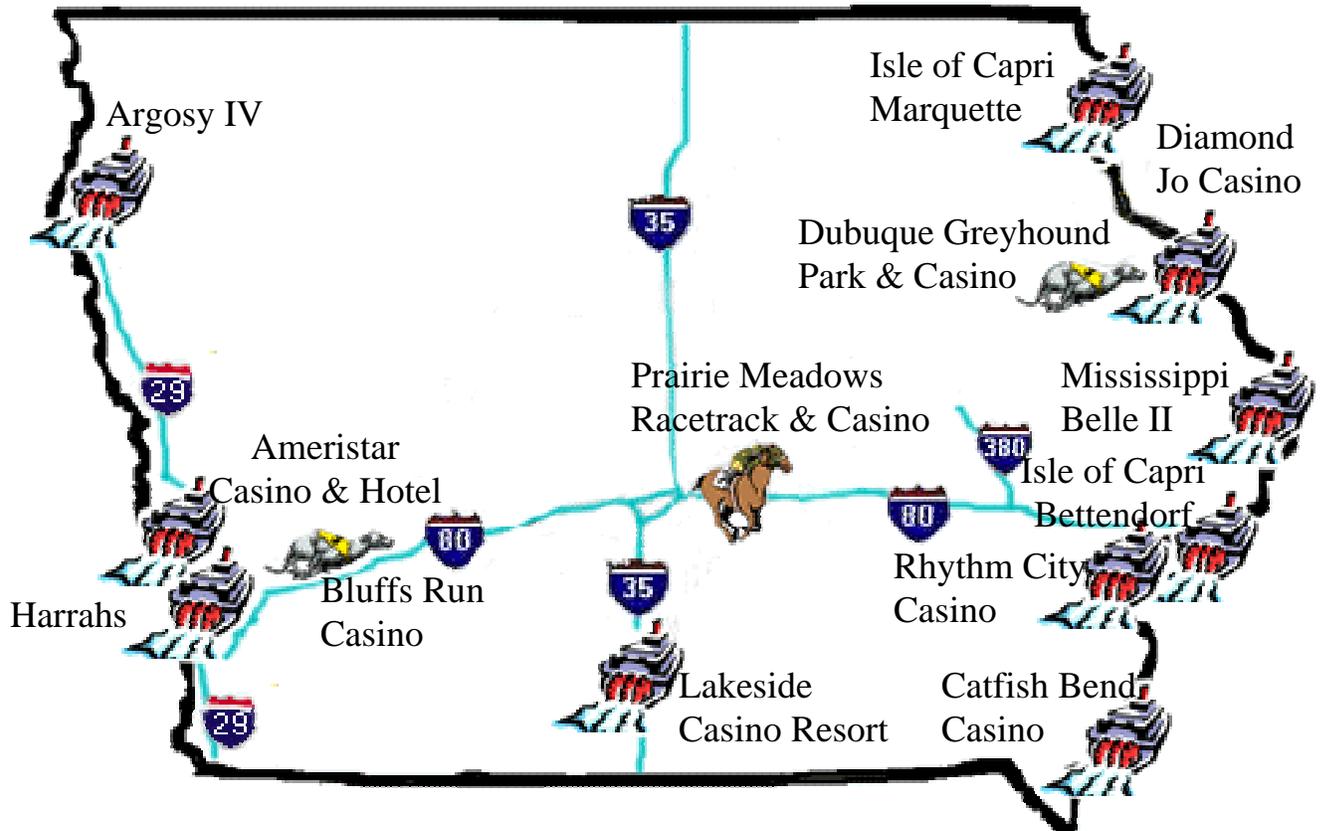


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STATE OF IOWA

THOMAS J. VILSACK, GOVERNOR
SALLY J. PEDERSON, LT. GOVERNOR

RACING AND GAMING COMMISSION
JACK P. KETTERER, ADMINISTRATOR

December 31, 2005

The Honorable Thomas Vilsack
Governor, State of Iowa
State Capitol
Des Moines, IA 50319

Dear Governor Vilsack:

I am pleased to have the opportunity to submit this Annual Report of the Iowa Racing and Gaming Commission (IRGC).

In November of 2004, the IRGC had ten applicants for excursion gambling boat licenses. The following is a brief description of the evaluation process to determine which applicants would be granted licenses.

- March 22 and 23 Presentations by the ten applicants and their supporters.
- April 6 and 7 Bus trip to visit proposed sites for casino facilities
- April 20 Report from DCI on background checks on applicants and investors
- May 4 Public Comment
- May 11 Meeting to grant licenses

It was difficult not to grant all of the applicants a license, however in a regulated industry it is not reasonable if we want owners to invest in their property and invest in the community.

In July, the Commission decided not to implement a rule placing a moratorium on new licenses. All Commissioners did express a desire to wait until the new licensees had commenced operations before considering whether or not more licenses would be appropriate.

The Honorable Thomas Vilsack
December 31, 2005

Diamond Jo Worth in northern Worth County and Wild Rose Emmetsburg in Emmetsburg are scheduled to be open this spring. Riverside Casino and Golf Resort in Riverside will be completed this fall and Isle of Capri Black Hawk County in Waterloo in the spring of 2007.

The license granting process required an extraordinary amount of work by the staff of the IRGC. The Commissioners thank them for their efforts. It also required additional time on the part of the Commissioners, particularly those who have full-time employment.

Sincerely,



Diane Hamilton
Chair

LIFETIME VOLUNTARY SELF-EXCLUSION PROGRAM

This program was required by the 2004 General Assembly as part of HF2302. The Commission adopted an administrative rule requiring implementation by the licensed casino operators which became effective on November 3, 2004. The licensed casino operators launched the program on the same date.

Information on persons entering the program must be disseminated to all other licensees in Iowa. The individual is banned at every licensed casino in Iowa and if the individual is discovered in any licensed casino, any winnings will be forfeited and sent to the Iowa Gambling Treatment Fund.

As of December 31, 2005, 889 people had entered the program and \$244,266 had been forfeited and sent to the Gambling Treatment Fund.

COMMISSION MEETINGS

During 2005, the Iowa Racing and Gaming Commission (IRGC) met twelve times. Minutes of each meeting are kept on file in the Commission office, and are available to the public upon request. The minutes are also available on the Commission's website: www.iowa.gov/irgc/. Highlights of the meetings follow:

January 13, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission approved the Notice of Intended Action to amend several rules; did not approve a request by the Iowa Harness Horsemen's Association (IHHA) to establish a minimum purse amount through the rulemaking process; approved the 45-day plan for the thoroughbred only and thoroughbred/quarter horse mixed meet at Prairie Meadows Racetrack & Casino (PMR&C), approved a capital expansion plan at PMR&C including the addition of table games and additional slot machines; approved changes to the By-Laws of the Racing Association of Central Iowa (RACI), one of which was to change its name to Prairie Meadows Racetrack & Casino, Inc (PMR&C, Inc.), and established the order of the presentations from the new applicants on March 22-23, 2005. During the approval of contracts, the Commission raised several questions concerning the use of Iowa vendors.

March 3, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The licensing process for the new excursion gambling boat applicants was set out with the vote to take place on May 11, 2005. The Commission approved the 45-day plan for Dubuque Greyhound Park & Casino (DGP&C), the Arbitration Decision and Award between DGP&C and the Iowa Greyhound Association (IGA), and a Stipulated Agreement with Ameristar Casino for a violation of Iowa Code Section 99F.9 (Wagering – Age Restriction). Excursion gambling boat licenses were renewed for the following: Iowa West Racing Association (IWRA)/Ameristar Casino Council Bluffs, Inc. d/b/a Ameristar Casino, IWRA/Harveys Iowa Management Co., Inc. d/b/a Harrah's Council Bluffs Casino Hotel; Scott County Regional Authority/Isle of Capri (IOC) Bettendorf, L.C. d/b/a IOC Bettendorf (IOCB); Riverboat Development Authority (RDA)/IOC Davenport, Inc. d/b/a Rhythm City Casino; Dubuque Racing Association (DRA)/Peninsula Gaming Company, LLC d/b/a Diamond Jo Casino; Missouri River Historical Development, Inc./Belle of Sioux City, L.P. (BSC) d/b/a Argosy Casino Sioux City; Upper Mississippi Gaming Corp./IOC Marquette, Inc. d/b/a IOC Marquette; Southeast Iowa Regional Riverboat Commission/Catfish Bend Casino, L.C. d/b/a Catfish Bend Casinos (CBC); and Clinton County Gaming Association, LTD/Mississippi Belle II Employees Ownership Co. d/b/a Mississippi Belle II (MB II). Notice was given that Requests for Proposals (RFPs) for the Horse Racing Promotion Fund were due in the Commission's Des Moines office by 4:30 PM on April 1, 2005.

March 22-23, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission heard presentations from the ten applicants for the new excursion gambling boat licenses. The order of the presentations was as follows: Wild Rose Emmetsburg, LLC/Palo Alto County Gaming Development Corporation; IOC Black Hawk County, Inc./Black Hawk County Gaming Association; Cedar Valley Gaming Company, LLC/Cedar Valley Grants, Inc.; Wild Rose Ottumwa, LLC/River Hills Riverboat

Authority; Black Hawk County Greyhound Park & Casino, LLC/National Dairy Cattle Congress, Inc.; Washington County Casino Resort, LLC/Washington County Riverboat Foundation, Inc.; Landmark Gaming, LC/Franklin County Development Association; Mineral City Hotel & Casino, LLC/Heart of Iowa Foundation; Diamond Jo Worth, LLC/Worth County Development Authority; Northwest Iowa Gaming Co./Palo Alto County Development Corporation.

April 6-7, 2005: Commissioners and staff traveled by motor coach to the proposed sites for new excursion gambling boats.

April 20-21, 2005: The Commission met at Ameristar Casino, Council Bluffs, Iowa. The Commission approved the final adoption of rules noticed in January; heard a presentation by Will Cummings on the current gaming market analysis in Iowa; and approved the Commission meeting schedule for Fiscal Year (FY) 2006. The Commission also reviewed the licensees' financial audits.

May 3-4, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission heard a report on the Socioeconomic Impact on Gambling prepared for the Legislature by Dr. Deepak Chhabra from the University of Northern Iowa, on the characteristics of gamblers; the economic impact of gambling at existing Iowa casinos on the local community; social impact of gambling on the local community; and the impact of problem gambling. The Commission received public input on the applications for the new riverboat licenses. The applicants were provided an opportunity to respond to comments. The Commissioners also asked questions of the applicants.

May 11, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission granted excursion gambling boat licenses to the following applicants: Wild Rose Emmetsburg, LLC/Palo Alto County Gaming Development Corporation – Emmetsburg; Diamond Jo Worth, LLC/Worth County Development Authority – Worth County; IOC Black Hawk County, Inc./Black Hawk County Gaming Association – Waterloo; and Washington County Casino Resort, LLC/Washington County Riverboat Foundation, Inc. – Riverside. Licenses were denied without prejudice to the following applicants: Black Hawk County Greyhound Park & Casino, LLC/National Dairy Cattle Congress, Inc.; Cedar Valley Gaming Company, LLC/Cedar Valley Grants, Inc.; Northwest Iowa Gaming Company/Palo Alto County Development Corporation; Mineral City Hotel & Casino, LLC/Heart of Iowa Foundation; Landmark Gaming, LC/Franklin County Development Association; Wild Rose Ottumwa, LLC/River Hills Riverboat Authority.

June 9, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission approved the following: distribution of the Horse Racing Promotion Fund; table game applications submitted by IWRA/Bluffs Run Casino (BRC) and DRA/DGP&C; the acquisition of Argosy Gaming by Penn National Gaming, Inc. (PNG); a Conference/Events Center Development Agreement among the City of Bettendorf, IOCB, and Green Bridge Company, and a Stipulated Agreement with PMR&C for a violation of Iowa Code Section 99F.9(5) (Wagering – age restriction). The Commission also heard a request from the National Cattle Congress (NCC) concerning a license. The matter was tabled until the following month.

July 14, 2005: The Commission met at Stoney Creek Inn in Johnston, Iowa. The Commission elected Diane Hamilton and Kate Cutler to serve as Chair and Vice Chair respectively for FY 2006. The Commission approved the following: an amendment to the Operator's Contract between IOC Davenport and RDA and Davenport Riverfront Development Agreement with the City of Davenport; the regulatory fees for FY 2006; distribution of the Dog Racing Promotion Fund for FY 2006; rule changes submitted under Notice of Intended Action, and the 45-day plan for the Harness Meet at PMR&C. Public comment was received on whether or not the Commission should reinstate the moratorium rule on new licenses. Following discussion the Commissioners did not reinstate the moratorium rule on new licensees, but indicated their desire to allow the new licensees to operate before considering whether or not to issue additional licenses.

September 8, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission reviewed the financial audits of the three IOC properties; heard a report on the Iowa Gaming Association's "Buy Iowa First" program; and received financing information and construction updates from the four new licensees. The Commission received information from legal representatives for NCC and other interested parties on a Petition for Declaratory Ruling (Petition) filed by NCC. The Commission directed its legal counsel to answer the questions raised in the Petition in the negative. The Commission approved the following documents regarding PNG's acquisition of Argosy Gaming: Credit Agreement, Security Agreement and Financing Statement, Control Agreement Concerning Deposit Accounts, Assignment of Development Agreement, Consent to Assignment of Development Agreement and Ship Mortgage. In other action, the Commission approved Mark E. Schantz to serve as the third arbitration panel member in negotiations between IWRA and BRC, and approved Stipulated Agreements with PMR&C and IOCB for violations of Iowa Code Section 99F.9(5) (Wagering –Age Restriction).

October 13, 2005: The Commission met at Dubuque Greyhound Park & Casino, Dubuque, Iowa. The Commission approved the following: rules filed under Final Adoption, the Declaratory Order prepared in response to NCC's Petition, the Third Amended and Restated Credit Agreement for IOC, Inc., named Mark E. Schantz as the third arbitration panel member in negotiations between IGA and DGP&C, and the withdrawal of funds from the IGA/BRC Escrow Fund. The Commission approved the renewal of the racetrack licenses, granted race dates and the renewal of the racetrack enclosure licenses for IWRA/BRC and DRA/DGP&C. The approval of the license renewals of PMR&C were deferred until November. The Commission appointed Jack Ketterer to serve as Administrator of IRGC from May 1, 2006 to April 30, 2010.

November 17, 2005: The Commission met at Stoney Creek Inn, Johnston, Iowa. The Commission approved the following: financing documents for the Washington County Casino Resort, and a change in the licensee to Riverside Golf & Casino Resort, LLC; five-year purse supplement agreement for IGA/BRC, and the 45-day plan for the live race meet at BRC. The Commission also approved the renewal of the racetrack license, granting of race dates as revised, and the racetrack enclosure license for PMR&C, Inc. d/b/a PMR&C. The Commission approved revised purses for the 2006 live race meet at PMR&C as presented by Administrator Ketterer.

BLUFFS RUN CASINO



Council Bluffs, IA

2004

2005

Live Racing

Racing Dates	1/1-12/31	1/1-12/31
Number of Performances	301	295
Admissions	See Simulcasting	See Simulcasting
Total Mutuel Handle	\$6,206,325	\$5,416,052
Track Commission	\$1,446,562	\$1,261,622
Breakage	\$23,573	\$21,396
Returned to Public	\$4,736,189	\$4,133,035
Total Purses Paid (all sources)	\$9,200,301	\$9,616,630

Simulcasting (Signals Sent-Live Greyhound)

Simulcast Handle	\$20,012,756	\$23,054,040
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Simulcasting (Signals Received-Greyhounds & Horses)

Simulcasting Dates	1/1-12/31	1/1-12/31
Number of Performances	9,492	9,194
Admissions	2,915,452	2,424,713
Total Mutuel Handle	\$14,027,396	\$13,605,249
Breakage	\$81,344	\$76,071

Pari-Mutuel Revenues to State

State Tax	\$306,367	\$271,453
Gambler's Treatment	\$46,826	\$27,080
Unclaimed Winnings	\$94,001	\$94,737

DUBUQUE GREYHOUND PARK & CASINO



Dubuque, IA

2004

2005

Live Racing

Racing Dates	5/1-10/3	4/30/05-10/30/05
Number of Performances	162	160
Admissions	See Simulcasting	See Simulcasting
Total Mutuel Handle	\$2,485,311	\$2,180,849
Track Commission	\$562,494	\$487,260
Breakage	\$13,612	\$13,178
Returned to Public	\$1,909,205	\$1,682,715
Total Purses Paid (all sources)	\$3,065,243	\$3,437,617

Simulcasting (Signals Received-Greyhounds & Horses)

Simulcasting Dates	1/1-12/31	1/1/05-12/31/05
Number of Performances	2,245	2,117
Admissions	955,874	1,181,995
Total Mutuel Handle	\$3,764,070	\$3,234,311
Breakage	\$11,233	\$9,279

Pari-Mutuel Revenues to State

State Tax	\$91,498	\$86,864
Gambler's Treatment	\$20,776	\$10,904
Unclaimed Winnings	\$16,281	\$58,234

A portion of 2004 unclaimed winnings were paid in 2003.

PRAIRIE MEADOWS RACETRACK & CASINO

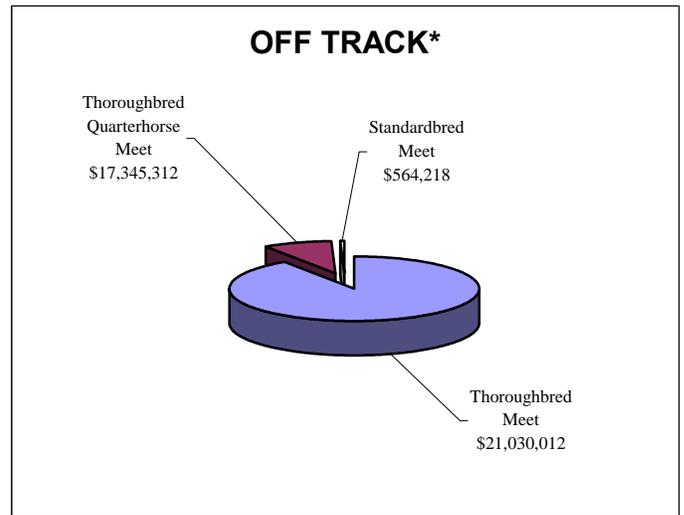
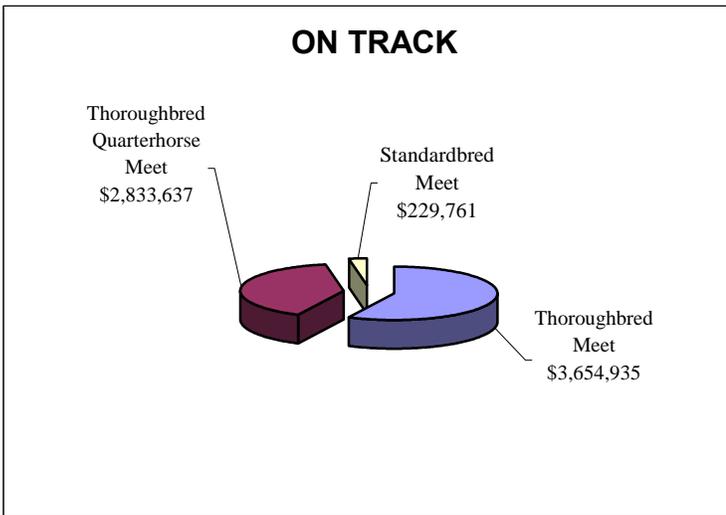


Altoona, IA

	2004	2005
Live Racing		
Racing Dates	4/16-7/4	4/21-7/4
	7/9-9/25	7/8-9/24
	10/4-11/1	10/1-10/29
Number of Performances	113	112
Admissions	See Simulcasting	See Simulcasting
Total Mutuel Handle	\$6,825,039	\$6,718,332
Track Commission	\$1,223,927	\$1,228,389
Breakage	\$58,118	\$54,818
Returned to Public	\$5,542,993	\$5,457,526
Total Purses Paid (all sources)	\$14,984,749	\$15,512,751

	2004	2005
Simulcasting (Signals Sent-Live Horse)		
Simulcast Handle (<i>commingled</i>)	\$48,295,767	\$38,939,542

HORSE RACING HANDLE – LIVE MEET



**Off track handle for live racing does not include \$2,088,471 non-commingled handle*

	2004	2005
Simulcasting (Signals Received-Greyhounds & Horses)		
Simulcasting Dates	1/1-12/31	1/1-12/31
Number of Performances	6,657	6,433
Admissions	2,530,482	2,849,406
Total Mutuel Handle	\$16,002,154*	\$14,636,732
Total Mutuel Handle (Horse)	\$13,328,028*	\$12,467,852
Total Mutuel Handle (Greyhound)	\$2,674,126	\$2,168,880
Breakage	\$91,939*	\$82,654

* 2004 Mutuel Handle (Horse) and Breakage were misstated by \$815,449 and \$7,176 respectively by not including the harness (standardbred) meet at all. This did not change the Number of Performances.

Pari-Mutuel Revenues to State

Unclaimed Winnings	\$130,696	\$121,209
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LABORATORY TESTING

The Iowa Racing and Gaming Commission, through comprehensive drug testing of participating animals, strives to protect the integrity of the sport of racing in Iowa. Iowa's urine and blood testing program is the backbone of the agency's policing functions. The drug testing program was conducted by Iowa State University Veterinary and Diagnostic Laboratory, the Commission's racing chemist.

Through chemical analysis of urine and blood samples collected from racing animals at the tracks, the Commission ensures that foreign substances are not being administered to racing animals pursuant to Iowa Code Chapter 99D.25.

The following is a summary of the samples tested and positive tests reported by the Laboratory in 2005 for the Commission.

SAMPLES

	URINE	BLOOD
Greyhound		
Bluffs Run Casino	4,424	
Dubuque Greyhound Park & Casino	2,286	
Horse		
Prairie Meadows Racetrack & Casino	1,808	2,215

POSITIVE TESTS

Boldenone	2
Bufexamac	5
Furosemide	2
Methocarbamol/Guaifenesin	1
Methylprednisolone	3
Morphine, Oxazepam Ket	1
Nandrolone	1
Naproxen	1
Oxazepam	1
Phenylbutazone/Oxyphenbutazone >2.2 mg/ml	5
Phenytoin	1
Testosterone	3
Theophylline	1
TOTAL POSITIVES	27

IOWA BREEDERS' FUND

The Department of Agriculture maintains a database of thoroughbred, standardbred and quarterhorses that have qualified to be Iowa-foaled horses, as well as greyhounds that have qualified as Iowa-whelped dogs according to Iowa Code Chapter 99D.22 and Administrative Rules of the Department of Agriculture and Land Stewardship.

An amount equal to 12% of the winner's share of any purse won by an Iowa-foaled horse or Iowa-whelped dog is withheld by the licensee from the breakage and paid at the end of the race meeting to the Department of Agriculture and Land Stewardship for redistribution as breeders' awards.

Iowa Code Chapter 99D.11 and 12 authorize distribution of the remaining breakage as follows:

At horse tracks, 2% of the remaining breakage is distributed to the Horse Promotion Fund and the balance of the breakage at horse tracks is distributed as purse supplements to the owners of winning Iowa-bred horses.

The remainder of the breakage at greyhound tracks is divided, with 25% funding a stakes race restricted to registered Iowa-whelped greyhounds, 2% funding the Dog Promotion Fund and 73% distributed as purse supplements to the owners of winning Iowa-whelped greyhounds.

One percent of the exotic wagers, including 3 or more horses, dogs or races, is distributed as provided in 99D.12 above.

The amounts created from the total breakage and a portion of the casino revenues as statutorily required, were paid out as follows in 2005:

THOROUGHBRED/QUARTERHORSE/STANDARD BRED

PRAIRIE MEADOWS RACETRACK & CASINO

Breeders Awards	\$581,534
Purse Supplements to Owners of Iowa Breds	\$1,968,420
Horse Racing Promotion Fund	\$4,158
Carry-Over	\$0

GREYHOUNDS

BLUFFS RUN CASINO

Breeders Awards	\$201,751
Purse Supplements to Owners of Iowa-whelped greyhounds	\$2,759,691
Iowa Stakes	\$400,000
Carry-Over	\$0
Dog Racing Promotion Fund	\$0

DUBUQUE GREYHOUND PARK & CASINO

Breeders Awards	\$116,860
Purse Supplements to Owners of Iowa-whelped greyhounds	\$696,014
Iowa Stakes	\$226,920
Carry-Over (Breakage Only)	\$2,121
Dog Racing Promotion Fund	\$19,069

ALL IOWA RACETRACK CASINO GAMING TOTALS

	2004	2005
Admissions	6,401,808	6,456,114
Slot Drop	\$2,285,892,374	\$2,534,764,409
Slot Coin In	\$4,893,401,866	\$4,792,220,670
Slot Revenue	\$336,660,705	\$341,494,760
Table Drop	*\$4,651,584	\$89,722,230
Table Revenue	*\$816,218	\$17,246,371
Adjusted Gross Revenue	\$337,476,924	\$358,741,131
City Tax	\$1,687,386	\$1,793,704
County Tax	\$1,687,386	\$1,793,704
Gambler's Treatment**	\$1,357,523	\$1,793,704
Endowment Fund**	\$862,731	\$1,793,704
Gaming Tax	\$89,431,505	\$74,083,419
Admission Fee Tax/Regulatory Fee	\$3,080,766	\$2,928,140

Includes retroactive Gambling Games Tax on revenues received in FY2003 and FY2004 as required by HF2302. One-time payments received in May for each racetrack were: Prairie Meadows \$11,321,767, Bluffs Run \$8,932,373, Dubuque \$1,446,860.

Admission Fee (1/1/04-6/30/04) \$1,576,272; Regulatory Fee (7/1/04-12/31/04) \$1,504,494.

*Prairie Meadows was the only racetrack that applied for and received a table games license in 2004. Table games began in December 2004.

Dubuque Greyhound Park & Casino and Bluffs Run Casino applied for and received a table games license in 2005, but neither had begun table games operations as of December 31, 2005.

**Gambler's Treatment tax was raised from .3% to .5% of Adjusted Gross Revenue, effective July 1, 2004, by HF2302.

Endowment Fund created by HF2302, effective July 1, 2004, is funded by .5% of Adjusted Gross Revenue.

BLUFFS RUN CASINO GAMING



Council Bluffs, IA

	2004	2005
Admissions	2,915,452	2,424,713
Slot Drop	\$903,445,730	\$843,870,669
Slot Coin In	\$1,723,806,418	\$1,443,482,449
Slot Revenue	\$133,825,280	\$125,580,013
Adjusted Gross Revenue	\$133,825,280	\$125,580,013
City Tax	\$669,127	\$627,899
County Tax	\$669,127	\$627,899
Gambler's Treatment	\$538,782	\$627,899
Endowment Fund	\$343,267	\$627,899
Gaming Tax	\$35,297,951	\$24,706,003
Admission Fee/Regulatory Fee	\$1,218,365	\$1,011,433

Admission Fee (1/1/04-6/30/04) \$720,404; Regulatory Fee (7/1/04-12/31/04) \$497,961

DUBUQUE GREYHOUND PARK AND CASINO GAMING



Dubuque, IA

	2004	2005
Admissions	955,874	1,181,995
Slot Drop	\$251,222,790	\$351,108,244
Slot Coin In	\$641,653,231	\$748,448,246
Slot Revenue	\$42,801,481	\$51,901,520
Adjusted Gross Revenue	\$42,801,481	\$51,901,520
City Tax	\$214,008	\$259,507
County Tax	\$214,008	\$259,507
Gambler's Treatment	\$171,890	\$259,507
Endowment Fund	\$108,713	\$259,507
Gaming Tax	\$9,465,434	\$9,970,305
Admission Fee/Regulatory Fee	\$610,425	\$665,108

Admission Fee (1/1/04-6/30/04) \$234,963; Regulatory Fee (7/1/04-12/31/04) \$375,462

PRAIRIE MEADOWS RACETRACK AND CASINO GAMING



Altoona, IA

	2004	2005
Admissions	2,530,482	2,849,406
Slot Drop	\$1,131,223,853	\$1,339,785,496
Slot Coin In	\$2,527,942,216	\$2,600,289,976
Slot Revenue	\$160,033,944	\$164,013,227
Table Drop	\$4,651,584	\$89,722,230
Table Revenue	\$816,218	\$17,246,371
Adjusted Gross Revenue	\$160,850,163	\$181,259,598
City Tax	\$804,251	\$906,298
County Tax	\$804,251	\$906,298
Gambler's Treatment	\$646,851	\$906,298
Endowment Fund	\$410,751	\$906,298
Gaming Tax	\$44,668,120	\$39,407,111
Admission Fee/Regulatory Fee	\$1,251,976	\$1,251,599

Admission Fee (1/1/04-6/30/04) \$620,905; Regulatory Fee (7/1/04-12/31/04) \$631,071

Table Games were implemented at Prairie Meadows on December 13, 2004

PARI-MUTUEL REVENUE AND EXPENDITURES

2005

EXPENDITURES FOR REGULATION

Salary and Benefits	\$1,546,392
Travel	\$18,970
State Vehicle	\$4,980
Office Supplies	\$26,291
Equipment Maintenance	\$7,609
Communications	\$6,802
Rentals	\$25,429
Professional, Scientific & Outside Services	\$716,442
Intra State Transfers	\$34,702
Advertising/Publicity	\$814
IT/Outside Services & Equipment	\$38,974
Reimbursements to Other Agencies	\$49,801
Equipment	\$16,705
TOTAL	\$2,493,913

REVENUES TO STATE

Annual Licensing Fee	\$3,000
Initial Table Games Application Fee	\$13,000,000
Regulatory Fees	\$2,928,140
Daily License Fees	\$197,200
Occupational License Fees	\$69,470
Fines	\$49,025
Pari-Mutuel Tax	\$358,317
Gaming Tax	\$74,083,419
Gambler's Treatment	\$1,831,688
Unclaimed Winnings	\$274,180
TOTAL	\$92,794,439

REVENUES TO LOCAL GOVERNMENT

Gaming Taxes (City/County)	\$3,587,408
Endowment Fund (effective 7/1/04)	\$1,793,704

IOWA'S WAGERING DOLLAR

IOWA'S PARI-MUTUEL DOLLAR

Actual percentage withheld from each wagering dollar depends on the type of wager. Chapter 99D.11(5) authorizes takeout up to 18% on win, place, and show wagers; 24% on doubles (two dogs/horses/races); and 25% on triples (3+dogs/horses/races). Pari-mutuel taxes may range from 0 to 6% on live races based on increasing levels of mutuel handle. Simulcast wagering is taxed at 2% of the pari-mutuel handle. (Chapter 99D.15)

Breakage (the odd cents by which the amount payable on each dollar wagered in a pari-mutuel pool exceeds a multiple of ten cents) is distributed to the owners and breeders of Iowa-foaled horses and Iowa-whelped dogs.

IOWA'S GAMING DOLLAR

Iowa's gaming industry consists of slot machines, table games, and other games of chance as authorized by the Commission. Slot machine statistics are kept on the total amount wagered and adjusted gross revenue. Each slot machine must have at least an 80% pay-out to the patron. Available data for table games includes the drop and the ratio of drop to the adjusted gross revenues.

The tax based on adjusted gross revenues from gambling games is: Up to \$1,000,000, 5%; above \$1,000,000 to \$3,000,000, 10%; above \$3,000,000 Excursion gambling boat – 22%; Racetrack enclosure in the same county as other licensees and not issued a table games license – 22%; Racetrack enclosure in the same county as other licensees and issued a table games license but with adjusted gross receipts of less than \$100 million – 22%; Racetrack enclosure in the same county as other licensees, issued a table games license and with adjusted gross receipts of more than \$100 million – 24% and Racetrack enclosures with no other licensees in the same county – 24%.

This tax is distributed 1/2% each to the city and county, 1/2% to the County Endowment Fund, 1/2% to gambler's treatment, and the remainder to designated state funds.

ALL IOWA EXCURSION BOAT TOTALS

	2004	2005
Admissions	13,146,841	13,215,086
Slot Drop	\$3,221,845,673	\$3,759,539,116
Slot Coin In	\$8,973,625,624	\$8,642,157,218
Slot Revenue	\$641,430,650	\$662,570,728
Table Drop	\$415,529,706	\$386,793,004
Table Revenue	\$85,492,148	\$84,427,502
Adjusted Gross Revenue	\$726,922,798	\$746,998,230
City Tax	\$3,634,613	\$3,734,992
County Tax	\$3,634,613	\$3,734,992
Gambler's Treatment	\$2,920,229	\$3,734,992
Endowment Fund	\$1,848,653	\$3,734,992
Gaming Tax	\$136,641,062	\$144,889,646
Regulatory Fee	\$5,682,700	\$6,031,460
Special Tax Assessment (RIIF)		\$15,001,162

HARRAH'S CASINO & HOTEL



Council Bluffs, IA

	2004	2005
Admissions	2,161,039	2,240,866
Slot Drop	\$522,194,345	\$540,690,421
Slot Coin In	\$1,261,087,954	\$1,196,218,774
Slot Revenue	\$94,607,215	\$100,174,899
Table Drop	\$85,117,716	\$89,145,421
Table Revenue	\$18,582,281	\$21,244,852
Adjusted Gross Revenue	\$113,189,496	\$121,419,751
City Tax	\$565,947	\$607,100
County Tax	\$565,947	\$607,100
Gambler's Treatment	\$455,111	\$607,100
Endowment Fund	\$288,858	\$607,100
Gaming Tax	\$21,507,468	\$23,873,950
Regulatory Fee	\$568,270	\$623,210
Special Tax Assessment (RIIF)		\$2,329,863

AMERISTAR CASINO & HOTEL



Council Bluffs, IA

	2004	2005
Admissions	3,098,631	3,226,170
Slot Drop	\$788,462,669	\$900,343,859
Slot Coin In	\$2,079,489,524	\$2,050,894,566
Slot Revenue	\$149,675,559	\$164,020,767
Table Drop	\$107,311,508	\$103,837,332
Table Revenue	\$21,378,821	\$22,950,772
Adjusted Gross Revenue	\$171,054,380	\$186,971,539
City Tax	\$855,272	\$934,857
County Tax	\$855,272	\$934,857
Gambler's Treatment	\$685,303	\$934,857
Endowment Fund	\$430,348	\$934,857
Gaming Tax	\$32,696,073	\$36,984,307
Regulatory Fee	\$568,270	\$623,210
Special Tax Assessment (RIIF)		\$3,557,600

ISLE OF CAPRI-MARQUETTE



Marquette, IA

	2004	2005
Admissions	635,946	611,381
Slot Drop	\$179,579,293	\$208,682,887
Slot Coin In	\$593,700,166	\$554,689,549
Slot Revenue	\$39,351,947	\$40,195,122
Table Drop	\$15,865,211	\$15,141,870
Table Revenue	\$2,935,620	\$2,958,112
Adjusted Gross Revenue	\$42,287,567	\$43,153,234
City Tax	\$211,438	\$215,766
County Tax	\$211,438	\$215,766
Gambler's Treatment	\$170,339	\$215,766
Endowment Fund	\$108,689	\$215,766
Gaming Tax	\$7,780,366	\$8,220,647
Regulatory Fee	\$568,270	\$589,770
Special Tax Assessment (RIIF)		\$883,073

DIAMOND JO CASINO



Dubuque, IA

	2004	2005
Admissions	1,041,901	966,499
Slot Drop	\$215,954,648	\$300,950,438
Slot Coin In	\$670,449,133	\$659,933,348
Slot Revenue	\$45,219,269	\$44,806,019
Table Drop	\$30,795,529	\$30,344,752
Table Revenue	\$5,741,337	\$6,367,612
Adjusted Gross Revenue	\$50,960,606	\$51,173,630
City Tax	\$254,803	\$255,868
County Tax	\$254,803	\$255,868
Gambler's Treatment	\$205,973	\$255,868
Endowment Fund	\$132,728	\$255,868
Gaming Tax	\$9,464,727	\$9,824,726
Regulatory Fee	\$568,270	\$589,770
Special Tax Assessment (RIIF)		\$1,052,888

CATFISH BEND CASINO



Fort Madison, IA (Summer) Burlington, IA (Winter)

	2004	2005
Admissions	567,822	567,531
Slot Drop	\$179,964,600	\$194,860,191
Slot Coin In	\$362,102,704	\$352,556,098
Slot Revenue	\$28,180,374	\$27,841,772
Table Drop	\$14,666,129	\$13,996,832
Table Revenue	\$3,310,154	\$2,947,676
Adjusted Gross Revenue	\$31,490,528	\$30,789,448
City Tax	\$157,453	\$153,947
County Tax	\$157,453	\$153,947
Gambler's Treatment	\$125,302	\$153,947
Endowment Fund	\$77,075	\$153,947
Gaming Tax	\$5,679,123	\$5,747,889
Regulatory Fee	\$568,270	\$589,770
Special Tax Assessment (RIIF)		\$669,057

MISSISSIPPI BELLE II



Clinton, IA

	2004	2005
Admissions	512,658	456,604
Slot Drop	\$115,864,441	\$153,533,160
Slot Coin In	\$338,023,393	\$335,579,601
Slot Revenue	\$24,491,364	\$24,391,365
Table Drop	\$11,201,157	\$11,066,490
Table Revenue	\$2,504,980	\$2,526,937
Adjusted Gross Revenue	\$26,996,344	\$26,918,302
City Tax	\$134,982	\$134,592
County Tax	\$134,982	\$134,592
Gambler's Treatment	\$107,494	\$134,592
Endowment Fund	\$66,264	\$134,592
Gaming Tax	\$4,810,604	\$4,973,661
Regulatory Fee	\$568,270	\$589,770
Special Tax Assessment (RIIF)		\$593,005

ARGOSY IV



Sioux City, IA

	2004	2005
Admissions	972,887	1,138,551
Slot Drop	\$213,146,790	\$265,714,135
Slot Coin In	\$593,069,616	\$617,038,090
Slot Revenue	\$43,815,807	\$48,775,331
Table Drop	\$28,281,502	\$32,192,988
Table Revenue	\$5,853,802	\$6,579,942
Adjusted Gross Revenue	\$49,669,609	\$55,355,273
City Tax	\$248,347	\$276,777
County Tax	\$248,347	\$276,777
Gambler's Treatment	\$202,569	\$276,777
Endowment Fund	\$133,902	\$276,777
Gaming Tax	\$9,226,363	\$10,661,055
Regulatory Fee	\$568,270	\$589,770
Special Tax Assessment (RIIF)		\$978,859

RHYTHM CITY CASINO



Davenport, IA

	2004	2005
Admissions	1,425,475	1,386,191
Slot Drop	\$378,812,437	\$426,429,614
Slot Coin In	\$1,023,713,310	\$972,316,886
Slot Revenue	\$73,561,834	\$73,231,373
Table Drop	\$22,740,911	\$17,720,545
Table Revenue	\$4,294,976	\$3,354,667
Adjusted Gross Revenue	\$77,856,810	\$76,586,040
City Tax	\$389,284	\$382,930
County Tax	\$389,284	\$382,930
Gambler's Treatment	\$313,189	\$382,930
Endowment Fund	\$199,047	\$382,930
Gaming Tax	\$14,666,745	\$14,907,208
Regulatory Fee	\$568,270	\$623,210
Special Tax Assessment (RIIF)		\$1,636,682

ISLE OF CAPRI-BETTENDORF



Bettendorf, IA

	2004	2005
Admissions	1,767,712	1,705,015
Slot Drop	\$444,521,437	\$479,960,225
Slot Coin In	\$1,368,488,976	\$1,263,726,220
Slot Revenue	\$94,313,498	\$91,725,380
Table Drop	\$50,709,996	\$46,739,955
Table Revenue	\$10,437,614	\$9,732,456
Adjusted Gross Revenue	\$104,751,112	\$101,457,837
City Tax	\$523,755	\$507,289
County Tax	\$523,755	\$507,289
Gambler's Treatment	\$420,292	\$507,289
Endowment Fund	\$265,098	\$507,289
Gaming Tax	\$19,867,713	\$19,881,567
Regulatory Fee	\$568,270	\$623,210
Special Tax Assessment (RIIF)		\$2,163,147

TERRIBLE'S LAKESIDE CASINO RESORT



Osceola, IA

	2004	2005
Admissions	962,770	916,278
Slot Drop	\$183,345,013	\$288,374,188
Slot Coin In	\$683,500,848	\$639,204,086
Slot Revenue	\$48,213,783	\$47,408,699
Table Drop	\$48,840,047	\$26,606,820
Table Revenue	\$10,452,563	\$5,764,477
Adjusted Gross Revenue	\$58,666,346	\$53,173,176
City Tax	\$293,332	\$265,866
County Tax	\$293,332	\$265,866
Gambler's Treatment	\$234,657	\$265,866
Endowment Fund	\$146,644	\$265,866
Gaming Tax	\$10,941,880	\$9,814,635
Regulatory Fee	\$568,270	\$589,770
Special Tax Assessment (RIIF)		\$1,136,988

EXCURSION BOAT REVENUE AND EXPENDITURES 2005

EXPENDITURES FOR REGULATION

Salary and Benefits	\$1,718,182
Travel	\$23,756
State Vehicle	\$5,291
Office Supplies	\$14,018
Equipment Maintenance	\$4,432
Communications	\$89,724
Rentals	\$28,739
Professional, Scientific & Outside Services	-\$29,481
Intra-State Transfers	\$34,703
Advertising/Publicity	\$62
IT/Outside Services & Equipment	\$73,613
Reimbursements to Other Agencies	\$49,373
Office Equipment	\$42,137
TOTAL	\$2,054,549

REVENUES TO STATE

Annual Licensing Fees	\$8,100,060
Regulatory Fees	\$6,031,460
Initial Application Fees	\$25,000
Occupational License Fees	\$104,950
Manufacturers/Distributors License Fees	\$24,500
Fines	\$25,325
Gaming Tax	\$144,889,646
Gambler's Treatment	\$3,734,992
Special Tax Assessment (RIIF)	\$15,001,162
TOTAL	\$177,937,095

REVENUES TO LOCAL GOVERNMENT

Gaming Taxes (City/County)	\$7,469,984
Endowment Fund	\$3,734,992

Many local governments charge an admission fee not to exceed \$.50/person as authorized under 99F.10 which is not included above.