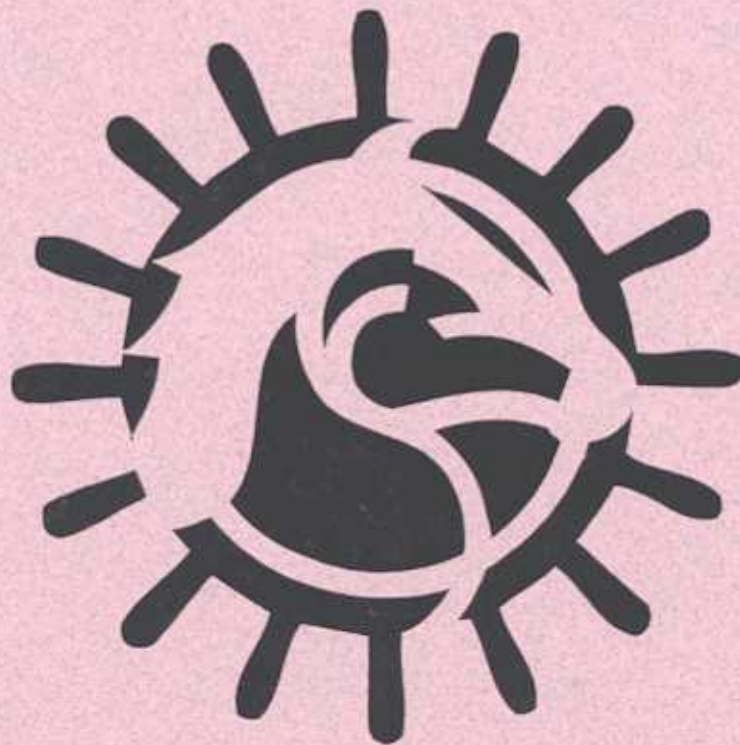

**1993
ANNUAL REPORT OF THE**



**IOWA RACING AND GAMING
COMMISSION**

INTRODUCTION

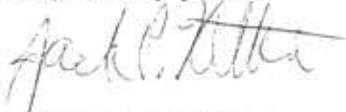
IOWA RACING AND GAMING COMMISSION
Lucas State Office Building
Des Moines, Iowa 50319

The Honorable Terry E. Branstad
Governor of the State of Iowa
State House
Des Moines, Iowa 50319

Dear Governor Branstad:

In compliance with Chapter 99D, Iowa Code, the Iowa Racing and Gaming Commission submits herewith its Annual Report, covering the period of January 1, 1993, through December 31, 1993.

Respectfully yours,



JACK P. KETTERER
Administrator

IOWA RACING AND GAMING COMMISSION

Lorraine J. May, Chair	Richard Canella, Vice-Chair
Rita Sealock, Member	David Blair, Member
Del Van Horn, Member	Jack P. Ketterer, Administrator

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LETTER TO GOVERNOR

December 31, 1993

The Honorable Terry E. Branstad
Governor of Iowa
Capitol
Local

Dear Governor Branstad:

I am pleased to submit the Annual Report of the Iowa Racing and Gaming Commission for the calendar year 1993.

Excursion Boats

On January 29, 1993, the Sioux City Sue commenced operations in Sioux City. Although it experienced some initial success, the boat struggled to compete with the land-based Winnebago tribal casino, Winnavegas, fifteen miles south of Sioux City. The 24-hour operation and unrestricted ingress and egress were not options available to the Sioux City Sue. The licensee, the Sioux City Riverboat Corporation reached an agreement with a buyer to sell the boat at the end of the year and the future of excursion boat gambling in Sioux City is unknown at this time.

The President Riverboat in Davenport continued to lose market share to its competitor, the Casino Rock Island, an Illinois licensed boat based across the Mississippi River in Rock Island, Illinois. Although the Rock Island boat had fewer gaming positions due to its smaller size, adjusted gross receipts from table games exceeded the same receipts from the President by a 4 to 1 margin. The President also suffered losses due to the flood which ravaged downtown Davenport in July. Operations were shut down for two weeks and the boat had to be relocated to a different docking site for several more weeks. This resulted in a decrease in adjusted gross receipts of 67% versus the previous year for this period.

The Mississippi Belle II in Clinton had an excellent year with adjusted gross revenues up 23%. The boat faced no competition from Illinois riverboats or land-based casinos and was spared any major problems due to the flood. Next year will see the current boat going to the Fort Madison/Burlington area where excursion boat gambling will return in the late summer or early fall. A new larger boat will replace the Mississippi Belle II in Clinton.

The licensee in Dubuque, the Greater Dubuque Riverboat Entertainment Corporation/Dubuque Racing Association, experienced continued delays in construction and Coast Guard approvals involving the retrofitting of the Andrew Fletcher Ferry into the Diamond Jo Riverboat Casino. The boat is scheduled for a spring 1994 opening.

Racing

Bluffs Run experienced declines in attendance and handle due in part to competition from the land-based Omaha tribal casino, CasinOmaha, in the casino's first full year of operation. Bluffs Run was able to supplement its revenue by sending its signal to and receiving wagers on its races from Dubuque Greyhound Park and Waterloo Greyhound Park beginning March 2. This resulted in additional revenue of approximately \$515,128.

Dubuque Greyhound Park's decline in attendance and handle continued with competition from riverboat casinos in Dubuque and East Dubuque. The track losses for the year approached \$1 million.

Waterloo Greyhound Park filed for Chapter 11 Bankruptcy in November. Waterloo had requested year-round racing dates from the Commission, which were granted in February. However, after conducting live racing one month beyond the traditional season, the track elected to discontinue live racing due to poor attendance. Waterloo suffered rapidly decreasing business attributable to the commencement of operations of the Mesquaki Casino at Tama on January 1, 1993.

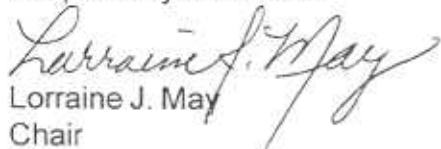
All four pari-mutuel tracks will be asking the Legislature for a bill authorizing the operation of slot machines at their facilities. Waterloo and Dubuque have stated that they will be forced to cease operations in 1994 if legislative relief is not granted.

Prairie Meadows horse track in Altoona conducted its first live horse race meeting in two years commencing on May 7. Located on high ground in Altoona, with local water supply, the track escaped the devastating floods that struck Des Moines in July. Due to your proclamation, the track was able to reduce its live racing requirement to conduct year round simulcasting from 90 days to 60 days thereby saving Polk County approximately \$500,000 for flood relief. Prairie Meadows felt they were also impacted by the opening of the Mesquaki Casino and in October, the latter began interstate horse race simulcasting as well.

Gaming Study Panel

On August 26, 1993, you appointed a Gaming Study Panel upon which I had the pleasure of serving as Co-Chair. The Panel's report proposed several recommendations to the Seventy-Sixth Legislative Session convening in January, 1994. State and local tax revenues, the economic impact of purchases of goods and services by licensees and vendors, and most importantly the jobs of Iowans, representing an annual payroll of \$26,488,195, depend upon some or all of these recommendations being implemented in the form of legislative action at this session.

Respectfully submitted.


Lorraine J. May
Chair

COMMISSION STAFF

Des Moines

Jack P. Ketterer
Linda Vanderloo
Terry Hirsch
Karyl Jones
Shirley Stokes
Jeff Skalicky
Debbie Baker

Administrator
Director of Racing/Administration
Director of Riverboat
Executive Officer I
Administrative Assistant I
Programmer/Analyst
Secretary I

Bluffs Run

Richard Woodsmall
Virginia Fuller
Lori Schultz
Lynne Rogers
Chris Moats
Prickett Veterinary Clinic

Gaming Representative II
Gaming Representative II
Licensing Assistant
Licensing Assistant
Licensing Assistant
Contract Veterinarian

Dubuque Greyhound Park

Rhonda Dunbar
Charles Spielman
Cathy Dillon
Denise Kafar
David Pence, DVM

Gaming Representative II
Gaming Representative II
Licensing Assistant
Licensing Assistant
Contract Veterinarian

Waterloo Greyhound Park

James Anderson
Scott Franke
Rachell Sturch
Deb Aalfs
Lisa Hamilton
Kelly Gochenour, DVM

Gaming Representative II
Gaming Representative I
Licensing Assistant
Licensing Assistant
Licensing Assistant
Contract Veterinarian

Prairie Meadows

Lou Baranello
Terry Allen
Karla Wilson
Shirley McClelland
Richard Bowman, DVM
Brad Gordon, DVM

Gaming Representative III
Gaming Representative III
Licensing Assistant
Licensing Assistant
Contract Veterinarian
Contract Veterinarian

Riverboat Staff:

David Butts
Thomas Peters
Ramona Moody
Hal May
Betty Clark
Debbie Douglas
Amy Keese
Cheryl Vetsch
Pamela Oliver
Conny Dahl
Jim Rossiter

Gaming Representative II
Gaming Representative II
Gaming Representative II
Gaming Representative I
Licensing Assistant
Licensing Assistant
Licensing Assistant
Licensing Assistant
Licensing Assistant
Licensing Assistant
Licensing Assistant

Dubuque
Davenport
Clinton
Sioux City
Dav/Clinton
Dav/Clinton
Dav/Clinton
Dubuque
Sioux City
Sioux City
Sioux City

NEW LEGISLATION

During the 75th General Assembly, changes were made to Iowa Code Chapters 99D, pari-mutuel racing, and 99F, excursion boat gambling.

The following change appears in 99D of the Iowa Code:

99D.17, unnumbered paragraph 2: Requires that all funds received be deposited into the general fund rather than the pari-mutuel fund.

The following changes appear in 99F of the Iowa Code:

99F.4, subsection 2, unnumbered paragraph 2: Requires that all funds received be deposited into the general fund rather than paid to the commission or deposited into a special account.

99F.7, subsection 10, paragraph a: Technical changes in reference to election changes affecting the county referendum provisions of this paragraph. There were two changes: (1) "Voters were changed to "electors". (2) Petitions for a general election must be received by the board of supervisors at least five working days before the last day for candidates for county offices to file nomination papers for a general election. Prior language said sixty days before the election.

COMMISSION MEETINGS

During 1993, the Iowa Racing and Gaming Commission met 11 times. In addition, 6 telephonic meetings were held. Minutes of each meeting are kept on file in the Commission office, and are available to the public upon request. Highlights of the meetings follows.

January 11, 1993 - The Commission met by telephonic conference call. Linda K. Vanderloo was appointed Interim Administrator.

January 27, 1993 - The Commission met by telephonic conference call. The commission approved Prairie Meadows 1993 staffing plan and takeout request.

February 3, 1993 - The Commission met at Prairie Meadows in Altoona, Iowa. The continuation of the Waterloo Greyhound Park date request was held but no decision was made. The sale of the Dubuque Casino Belle was approved. Distribution of the horse promotion fund to the Iowa Quarter Horse Racing Association and the Iowa Thoroughbred Breeders and Owners Association was approved. Rule amendments for the chain of custody for drug testing and related party contracts were discussed and approved. A hearing was held on Kenneth Arthur with the Commission affirming the Gaming Boards' ruling and the Administrative Law Judge's decision.

March 2, 1993 - The Commission met by telephonic conference call. The commission approved contracts for Dubuque Greyhound Park and Waterloo Greyhound Park to receive the Bluffs Run signal. The season approvals for simulcasting at Dubuque Greyhound Park were approved. Amendments to the simulcast rules were emergency adopted.

March 18, 1993 - The Commission met at Prairie Meadows, Altoona, Iowa. The Commission moved to reaffirm the previous order for sanctions finding violation of the Code of Iowa and administrative rules and the penalty provided in relation to the Testosterone cases. A hearing was held on the appeal of John Pagliughi with the Commission affirming the decision of the Gaming Board. A hearing was held on the denial of a license to James Murphy with the Commission affirming the denial. A committee of Commissioners Sealock and Blair was appointed to investigate how the lead-out fees at Bluffs Run is being handled. With the departure of the Dubuque Casino Belle, a new admission fee schedule was approved. The auditing firm for the Sac and Fox Tribe of Piercy, Bowler, Taylor and Kern was approved. An application between the Dubuque Racing Association and the Greater Dubuque Riverboat Entertainment Co., L.C. was approved with four conditions. Executive Session was held.

April 14-15, 1993 - The Commission met in Des Moines, Iowa. Executive Session was held. Interviews of the candidates for the Administrator's position were held. Rule amendments were approved. This was Commissioner Monaghan's last meeting. The request by Iowa West Racing Association for a refund of 1% of the gross amount wagered for their 1992 racing season was denied. The 1993 season approvals for Dubuque Greyhound Park and Prairie Meadows were

approved. The Commission moved that Bluffs Run pay accumulated and escrowed lead-out monies to kennel operators as originally agreed to by contract and that Bluffs Run cease the practice of deducting one dollar from purses for lead-out fees. The management firm, GNS, for the Winnabago tribe was approved.

April 23, 1993 - The Commission met by telephonic conference call. Jack P. Ketterer was appointed as Administrator for the Iowa Racing and Gaming Commission. Waterloo Greyhound Park's season was extended until June 30, 1993.

May 20, 1994 - The Commission met in Des Moines, Iowa. Commissioner Canella was elected Vice-Chair. Rule amendments were final adopted. Waterloo Greyhound Park's request to cease live racing May 31, 1993, but to allow the continuation of simulcasting until the beginning of their live meet in October was approved. The relinquishment of the Dubuque Racing Association/Dubuque Casino Belle excursion boat license and the methodology of the distribution of the progressive slot monies was accepted. The summer excursion schedules were approved. Executive Session was held.

June 9, 1993 - The Commission met in Altoona, Iowa. A hearing was held for Frank Sebetka with the Commission affirming the decision of the Board of Stewards and the decision of the Administrative Law Judge. A hearing was held for Scott Bockes with the Commission affirming the findings of the Board of Stewards and the Administrative Law Judge, but reduced the fine from \$500 to \$250. Distribution of the Greyhound Promotion Fund to the Iowa Greyhound Association was approved. The management contract between the Sac and Fox Tribe and Gamblers Supply of Iowa was approved. Final approval was given to the Greater Dubuque Riverboat/Dubuque Racing Association license. The fiscal year 1994 admission fee schedule was approved. Commissioners Sealock and Canella were appointed to serve on a greyhound committee.

July 13, 1993 - The Commission met in Altoona, Iowa. A hearing was held on the remand by the Iowa District Court in and for Scott County on the lawsuit filed by The Connelly Group, Ltd., d/b/a The President Riverboat Casino vs. Iowa Racing and Gaming Commission.

July 20, 1993 - The Commission met in Altoona, Iowa. A hearing was held on Deborah Schumacher with the Commission upholding the Administrative Law Judge's decision. Rule amendments were final adopted. A rule requiring jockeys to wear safety vests was adopted. Tom Timmons gave an update on the live season at Prairie Meadows. Racing dates for the racetracks were approved. Waterloo Greyhound Park, December 26, 1993, through May 1, 1994, and permission to receive year round simulcasting from Bluffs Run; Bluffs Run January 4 through December 31; Dubuque Greyhound Park, May 7, 1994, through October 9, 1994, and permission to receive year round simulcasting from Bluffs Run; Waterloo Greyhound Park, November 1, 1994, through April 30, 1995, and permission to receive year round simulcasting from Bluffs Run; and Prairie Meadows, for a window of April 17, 1994, through September 30, 1994, and permission to simulcast year round subject to compliance with statutory requirements. Commission denied a request by Prairie Meadows to reduce their live racing season

from 90 to 60 days. Riverboat contracts were approved. Joe Zwack gave an update on the Greater Dubuque Riverboat Entertainment Company. Commissioner May was elected Chair and Commissioner Canella Vice-Chair.

August 26, 1993 - The Commission met in Clinton, Iowa. Rob Long and Mary Ellen Chamberlin gave an update on The President Riverboat Casino. The Commission approved the proposed redemption of shares, issuance of new shares and amendment to license and operations agreement for the Mississippi Belle II. Executive Session was held. The Summit Riverboat Casino/Missouri River Development application for license to purchase and operate the Sioux City Sue was discussed but no action was taken. Riverboat contracts were approved.

September 16, 1993 - The Commission met in Des Moines, Iowa. Approval was given to the Operating Agreement between Polk County and Racing Association of Central Iowa. Winter docking schedules were approved. Application of Summit Riverboat Casino/Missouri River Development was denied.

September 23, 1993 - The Commission met by telephonic conference call. Increase in the amount of the private stock offering by The President Riverboat Casino in accordance with the offering memorandum was approved.

October 21, 1993 - The Commission met in Ames, Iowa. Ken Bonnet gave an update on the Mississippi Belle II. A waiver of the 120-day excursion requirement was granted to the Greater Dubuque Riverboat Entertainment Company. Riverboat contracts were approved.

October 28, 1993 - The Commission met by telephonic conference call. The Stipulation and entry of the proposed order for the case involving The President Riverboat Casino were approved. Admission fees were approved.

November 18, 1993 - The Commission met in Des Moines, Iowa. Season requests for Waterloo Greyhound Park and Bluffs Run were approved. Chair May gave a summary of the Gaming Study report. Joe Zwack gave an update on the Dubuque Diamond Jo. Riverboat contracts were approved. An admission fee schedule for two boats was approved contingent upon the sale of the Sioux City Sue.

IOWA'S RACE TRACKS

BLUFFS RUN

Bluffs Run located in Council Bluffs, Iowa, conducted greyhound racing year round in 1993. Their season began January 2 and ended January 2, 1994, racing 457 performances.

THE SEASON SUMMARY IS AS FOLLOWS:

Racing Dates	1/2-1/2
Number of Performances	457
Average Attendance Per Performance	1,014
Total Taxable Attendance	463,580
Daily Average Handle Per Performance	\$92,511
Total Mutuel Handle	\$42,277,746
Triple of Better Wagering	\$17,229,015
Track Commission	\$12,721,265
Breakage	\$197,779
State Tax	\$ 1,691,110
City/County Tax	\$ 422,777
Returned to Public	\$41,621,168
Purses	\$ 2,165,541
Unclaimed Winnings	\$157,523
Simulcast Handle (Signal Sent)	\$31,111,770

BLUFFS RUN COMPARISON

	1986	1987	1988
Racing Dates	2/27-12/15	1/31-12/14	1/8-12/31
Number of Performances	377	412	457
Avg. Attend./Performance	2,993	2,747	2,423
Total Taxable Attend.	1,128,203	1,131,725	1,107,106
Daily Avg. Handle/Perf.	\$324,869	\$299,164	\$267,320
Total Mutuel Handle	\$122,475,778	\$123,255,538	\$122,165,062
Breakage	\$455,565	\$454,970	\$443,282
Unclaimed Winnings	\$432,748	\$428,968	\$463,478

	1989	1990	1991
Racing Dates	1/6-12/31	1/4-12/31	1/4-12/31
Number of Performances	456	447	455
Avg. Attend./Performance	2,128	1,738	1,485
Total Taxable Attend.	970,150	776,676	675,629
Daily Avg. Handle/Perf.	\$231,311	\$174,120	146,884
Total Mutuel Handle	\$105,477,937	\$77,831,539	\$66,832,377
Breakage	\$379,565	\$297,682	\$288,054
Unclaimed Winnings	\$356,195	\$298,817	\$248,401

	1992
Racing Dates	1/4-1/1
Number of Performances	462
Avg. Attend./Performance	1,306
Total Taxable Attend.	603,272
Daily Avg. Handle/Perf.	\$125,246
Total Mutuel Handle	\$57,863,437
Breakage	\$304,914
Unclaimed Winnings	\$226,394
Simulcast Handle (Signal Sent)	\$28,805,152

IOWA'S RACE TRACKS

DUBUQUE GREYHOUND PARK

Dubuque Greyhound Park located in Dubuque, Iowa, raced 212 performances in 1993, beginning April 27 and ending October 24, 1993. Dubuque Greyhound Park began simulcasting greyhound races from Bluffs Run March 2, 1993.

THE SEASON SUMMARY IS AS FOLLOWS:

LIVE RACING

Racing Dates	4/27-10/24
Number of Performances	212
Average Attendance Per Performance	506
Total Taxable Attendance	107,361
Daily Average Handle Per Performance	\$34,896
Total Mutuel Handle	\$7,398,008
Triple or Better Wagering	\$3,616,790
Track Commission	\$1,723,086
Breakage	\$31,171
State Tax	\$221,940
City/County Tax	\$73,980
Returned to Public	\$5,659,398
Purses	\$332,911
Unclaimed Winnings	\$76,512

SIMULCASTING

Simulcasting Date	3/2-1/2/94
Number of Performances	330
Total Taxable Attendance (No live racing)	18,944
Total Mutuel Handle	\$5,130,891
Breakage	\$14,351
State Tax	\$51,309
City/County Tax	\$51,309
Unclaimed Winnings	\$12,944

DUBUQUE GREYHOUND PARK COMPARISON

	1985	1986	1987
Racing Dates	6-1/11-17	4-1/11-2	4-1/11-1
Number of Performances	198	236	232
Avg. Attendance/Performance	2,876	2,772	2,540
Total Taxable Attendance	569,407	654,212	589,317
Daily Avg. Handle/Perf.	\$210,556	\$269,679	\$283,504
Total Mutuel Handle	\$41,690,178	\$63,644,286	\$65,773,036
Breakage	\$237,970	\$237,721	\$228,620
Unclaimed Winnings	\$257,508	\$240,093	\$296,965

	1988	1989	1990
Racing Dates	4-6/11-13	3-29/11-5	3-29/11-5
Number of Performances	240	238	244
Avg. Attendance/Performance	2,424	2,274	1,424
Total Taxable Attendance	581,865	541,115	347,560
Daily Average Handle/Perf.	\$278,719	\$273,805	\$168,932
Total Mutuel Handle	\$66,892,630	\$65,165,531	\$41,219,405
Breakage	\$232,638	\$205,202	\$120,263
Unclaimed Winnings	\$290,015	\$301,996	\$207,319

	1991	1992
Racing Dates	4-2/11-10	4-7/11-8
Number of Performances	255	249
Avg. Attendance/Performance	1,096	800
Total Taxable Attendance	279,555	199,285
Daily Average Handle/Perf.	\$110,508	\$79,790
Total Mutuel Handle	\$28,179,552	\$19,867,762
Breakage	\$90,616	\$186,945
Unclaimed Winnings	\$134,732	\$101,117

IOWA'S RACE TRACKS

WATERLOO GREYHOUND PARK

Waterloo Greyhound Park, located in Waterloo, Iowa, raced 253 performances beginning October 22, 1992, and ending May 31, 1993. Waterloo Greyhound Park began simulcasting greyhound races from Bluffs Run March 2, 1993.

THE SEASON SUMMARY IS AS FOLLOWS:

LIVERACING

Racing Dates	10/23/92 - 5/31/93
Number of Performances	253
Average Attendance Per Performance	509
Total Taxable Attendance	128,683
Daily Average Handle Per Performance	\$50,610
Total Mutuel Handle	\$12,804,286
Triple or Better Wagering	\$ 8,376,003
Track Commission	\$ 3,068,953
Breakage	\$34,467
State Tax	\$384,129
City/County Tax	\$ 67,223*
Returned to Public	\$ 9,706,752
Purses	\$ 530,661
Unclaimed Winnings	\$67,964

*The City/County Tax amount for the 1992-1993 season was \$128,043. However, Blackhawk County refunded Waterloo Greyhound Park \$60,820, or 95%, of the tax revenue received from Waterloo Greyhound Park.

SIMULCASTING

Simulcasting Dates	3/2-1/2/94
Number of Performances	358
Total Taxable Attendance (No live racing)	29,688
Total Mutuel Handle	\$5,171,674
Breakage	\$2,883
State Tax	\$51,717
City/County Tax	\$51,717
Unclaimed Winnings	\$5,938

WATERLOO GREYHOUND PARK COMPARISON

	1986-1987	1987-1988	1988-1989
Racing Dates	10/15/86-04/15/87	10/16/87-04/01/88	09/06/88-03/12/89
Number of Performances	213	234	222
Avg. Attendance/Perform.	1,513	1,247	1,076
Total Taxable Attendance	322,294	291,733	238,814
Daily Avg. Handle/Perform.	\$128,795	\$138,579	\$130,603
Total Mutuel Handle	\$27,433,354	\$32,427,585	\$28,993,917
Breakage	\$108,641	\$106,299	\$91,153
Unclaimed Winnings	\$134,620	\$235,944	\$136,473

	1989-1990	1990-1991	1991-1992
Racing Dates	10/11/89-04/08/90	10/11/90-04/14/91	10/10/91-4/20/92
Number of Performances	224	222	227
Avg. Attendance/Perform.	1,097	981	724
Total Taxable Attendance	245,725	217,752	164,437
Daily Avg. Handle/Perform.	\$132,175	\$115,082	\$83,292
Total Mutuel Handle	\$29,607,297	\$25,548,278	\$18,907,332
Breakage	\$ 81,864	\$ 66,357	\$170,047
Unclaimed Winnings	\$153,660	\$105,181	\$87,318

IOWA'S RACE TRACKS

PRAIRIE MEADOWS

Prairie Meadows located in Altoona, Iowa, resumed live racing after a season of only simulcasting the running of horses from several locations and the running of greyhounds from Bluffs Run.

THE SEASON SUMMARY IS AS FOLLOWS:

LIVERACING

Racing Dates	5/7 - 8/15
Number of Performances	60
Total Attendance (See Simulcast)	
Total Mutuel Handle	\$5,362,700
Track Commission	\$1,136,076
Breakage	\$ 48,013
Triple or Better Wagering	\$ 8,532
Return to Public	\$4,178,886
Purses	\$1,167,300
Unclaimed Winnings	\$31,463

SIMULCASTING

Simulcasting Dates	1/1-12/31
Number Simulcast Days	308
Attendance	282,776
Total Handle	\$34,029,649
Total Simulcast Horse Handle	\$18,520,838
Total Simulcast Greyhound Handle	\$15,508,811
Track Commission	\$ 7,439,599
Breakage	\$135,956*
Triple or Better Wagering	\$34,623
Return to Public	\$26,637,788
Purses from Dog Handle Applied to 1994 Purse Fund	
Thoroughbred	\$71,914
Quarterhorse	\$20,283
Unclaimed Winnings	\$58,501

* These amounts are generated solely from horse simulcast races.

PRAIRIE MEADOWS COMPARISON

	1989	1989	1990
	Thrbd./Qtrhorse	Harness	Thrbd./Qtrhorse
Racing Dates	3/1-5/15	7/26-11/13	3/15-7/30
Number of Performances	136	34	95
Attendance	390,580	62,707	275,800
Total Mutuel Handle	\$33,397,995	\$4,550,442	\$23,340,890
Total Exotic	\$16,285,845	\$2,398,821	\$13,248,251
Track Commission	\$1,872,881	\$550,997	\$2,864,019
Breakage	\$ 342,191	\$44,785	\$ 183,717
State Tax	\$1,669,899	\$227,522	\$1,167,045
City/County Tax	\$ 333,980	\$ 45,504	\$233,409
Return to Public	\$27,060,690	\$3,681,633	\$18,892,407
Purse	\$3,119,434	\$671,250	\$1,803,429
Simulcast Handle	\$342,355	\$ 41,683	\$2,932,957

	1990	1991	1991
	Harness	Thrbd./Qtrhorse	Simulcasting
Racing Dates	8/16-10/27	3/1-9/2	3/1-12/31
Number of Performances	44	105	92
Attendance	62,812	296,713	44,768
Total Mutuel Handle	\$2,595,713	\$17,541,241	\$18,348,217
Total Exotic	\$1,670,393	\$12,666,099	\$11,610,964
Track Commission	\$326,387	\$5,389,762	\$1,615,502
Breakage	\$19,664	\$176,817	\$16,962
State Tax	\$129,786	\$0*	\$0*
City/County Tax	\$25,957	\$0*	\$0*
Return to Public	\$2,093,919	\$22,335,363	\$6,548,885
Purse	\$338,815	\$1,407,277	\$399,173
Simulcast Handle	\$2,200,985		

	1992
	Simulcasting
Racing Dates	1/1-12/31
Number of Performances	308
Attendance	245,030
Total Mutuel Handle	\$38,405,632
Track Commission	\$7,784,412
Breakage	\$123,321
State Tax	\$0*
City/County Tax	\$0*
Return to Public	\$30,621,220

*99D. 15(8)2 Legislation provides a tax credit in the amount of 6%, if the gross sum wagered (handle) is under \$90,000,000 at horse racing facilities, to be applied against their debt retirement.

LABORATORY TESTING

The Iowa Racing and Gaming Commission 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 program was conducted by Iowa State University Diagnostic Laboratory, of Ames, Iowa.

It is the duty of the Iowa Racing and Gaming Commission, and its racing chemist, through chemical analysis of urine and blood samples collected from racing animals at the tracks, to insure that foreign substances are not being administered to racing animals pursuant to Iowa Code Chapter 99D.25 of the Iowa Pari-Mutuel Wagering Act. This section prohibits the administration of any foreign substance prior to a race. The Commission will continue to justify intense regulation to guarantee the racing industry in Iowa is above reproach.

The following is a summary of chemical tests conducted by the Iowa State Veterinary Diagnostic Lab in 1993 for the Iowa Racing and Gaming Commission.

	URINE	BLOOD
Greyhound		
Bluffs Run	4,526	
Dubuque Greyhound Park	2,246	
Waterloo Greyhound Park	1,932	
Horse		
Prairie Meadows	1,067	4,821

POSITIVE TESTS

Caffeine	1
Ephedrine	2
Oxyphenbutazone	8
Phenylbutazone	7
Procaine	13
Trimethoprim	9
DMSO/DMSO2	2
Sulfamethoxazole	6
Sulfamethazine	5
Polyethylene Glycol	2
TOTAL POSITIVES	55

IOWA BREEDERS' FUND

IOWA SUPPLEMENTS

The Department of Agriculture maintains a data base of thoroughbred, standardbred and quarterhorses who 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. The Department of Agriculture and Land Stewardship in turn pays the breeder of the winning Iowa-foaled horse or breeder of the Iowa-whelped dog on December 31 of each year. The amounts created from the total breakage were paid out as follows in 1993:

THOROUGHbred/QUARTERHORSE	
Breeder's Awards	\$ 36,304
Supplements	\$169,662

Dubuque Greyhound Park	
Breeder's Awards	\$10,335.60
Supplements	\$70,436.95
Iowa Stakes	\$22,964.37
Carry-Over	\$ 6,507.34
Dog Racing Promotion Fund	\$1,929.77

GREYHOUNDS

Bluffs Run	
Breeder's Awards	54,325.97
Supplements	\$254,117.07
Iowa Stakes	\$ 97,612.32
Carry-Over	\$ 30,910.79
Dog Racing Promotion Fund	\$ 7,808.98

Waterloo Greyhound Park	
1992-1993 Season	
Breeder's Awards	\$11,600.38
Supplements	\$79,787.26
Iowa Stakes	\$27,324.44
Carry-Over	\$ 1,135.48
Dog Racing Promotion Fund	\$ 2,185.91

The remainder 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% to the Dog Promotion Fund and 73% distributed as purse supplements to the owners of winning Iowa-whelped greyhounds.

Each greyhound track receives up to \$5,000 to carry out the racing dog adoption program pursuant to Iowa Code 99D, section 27.

STATEMENT OF OCCUPATIONAL GREYHOUND LICENSE FEES

Admission	63
Association Employee	55
Concession Employee	297
Kennel Helper	73
Lead Out	199
Maintenance	84
Mutuel Employee	171
Parking	22
Security	83
Totalizator Employee	18
Vendor Employee	29
Association Board Member	41
Assistant Trainer	40
Owner	700
Trainer	38
Veterinarian	4
Manager	6
Director of Racing	5
Kennel Owner	36
Official	47
Owner/Trainer	2
Miscellaneous	130
Partnerships	118
Kennel Name	40
Kennel Name/Partnership	1
Vendor	8
Corporations	12
Authorized Agent	1
Supervisor	2
 TOTAL OCCUPATIONAL LICENSES	 2,325

STATEMENT OF OCCUPATIONAL HORSE LICENSE FEES

Admission	6
Association Employee	33
Concession Employee	122
Maintenance	60
Mutuel Employee	161
Security	40
Totalizator Employee	8
Vendor Employee	57
Exercise Rider	31
Farrier	11
Groom	97
Hotwalker	4
Pony Rider	20
Association Board Member	1
Assistant Trainer	10
Owner	789
Trainer	57
Veterinarian	9
Apprentice Jockey	3
Jockey	40
Jockey Agent	9
Outrider	3
Partnership	95
Stable Name	17
Authorized Agent	21
Owner/Trainer	123
Corporation	9
Ltd. Partnership	2
Stable Name/Partnership	8
Official	12
Vendor	18
Manager	18
Miscellaneous	117
 TOTAL OCCUPATIONAL LICENSES	 2011

PARI-MUTUEL REVENUE AND EXPENDITURES

<u>EXPENDITURES FOR PARI-MUTUEL</u>	January-June	July-December
Payroll	\$424,791.00	\$385,750.64
Travel	15,341.76	12,441.14
State Vehicle	0	0
Office Supplies	25,688.84	8,325.68
Equipment Maintenance	3,710.77	2,605.93
Professional Supplies	4,254.11	2,938.00
Other Supplies	2,378.72	2,190.74
Printing & Binding	2,191.30	633.12
Communications	6,422.21	4,349.05
Rentals	411.00	714.62
Professional Services (Vets)	113,918.09	246,885.60
Outside Services	9,125.73	4,896.12
Intra Transfers	34,264.50	243.13
Advertising/Publications	896.60	3,714.20
Outside Repairs	3,315.93	427.20
Data Processing	5,005.58	1,726.64
Reimbursements to Other Agencies	140.02	0
Equipment	4,518.84	0
Office Equipment	990.81	1,538.03
Back Pay Interest Expense	(1.39)	0
TOTAL	\$657,364.42	\$679,379.84

REVENUES TO GENERAL FUND

Admission Fees	\$ 223,600.50	\$ 292,832.50
Daily License Fees	94,194.50	126,400.00
Occupational License Fees	34,574.00	14,887.00
Fines	12,402.00	7,806.00
Pari-Mutuel Tax	3,277,301.00	221,940.00
TOTAL	\$3,642,072.00	\$ 663,865.50

PARI-MUTUEL REVENUE TO LOCAL GOVERNMENTS

	\$706,677.00	\$ 73,980.00
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UNCLAIMED WINNINGS (July 1, 1992 - June 30, 1993)

Revenues	\$389,291.00
Expenditures	
Dept. of Agriculture	\$181,221.00
Drug Testing	382,682.00
TOTAL	\$563,903.00

IOWA'S WAGERING DOLLAR

IOWA'S PARI-MUTUEL DOLLAR

Actual percentage withheld from each wagering dollar depends on the type of wager. Takeout is 16% on win, place, and show wagers; 20% on doubles (two dogs/horses races); and 22% on triples (3+ dogs/horses races). Four to six percent is paid out in pari-mutuel taxes depending on the year-end mutuel handle. The pari-mutuel licensees may request a higher percentage be withheld as follows: win, place, and show 18%; doubles, up to 24%; triples, up to 25%. The remaining percentage goes to the track licensee for purses, operating expenses, debt retirement and distribution to local charities, community betterment projects, scholarships, etc.

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 (and video games of chance) and table games. Table games include various styles of twenty-one, roulette, craps, or poker-- as authorized by the Commission. Slot machine statistics are kept on the total amount wagered and adjusted gross revenue. Each slot machine must have a 80-99% pay-out to the patron. Total amount wagered at table games cannot be calculated because there is no mechanism for tracking each bet. Available data for table games include the drop and ratios of adjusted gross revenues to the drop.

The tax based on adjusted gross revenues is: Up to \$1,000,000, 5%; from \$1,000,001 to 3,000,000, 10%; above \$3,000,000, 20%. This tax is distributed 1/2% each to the city and county, 3% to gamblers assistance, and the remainder to the state general fund.

IOWA'S EXCURSION BOATS

ALL IOWA'S EXCURSION BOATS

	1993 (Jan-Dec)	1992 (Jan-Dec)	1991 (Apr-Dec)
Admission	1,656,634	2,163,637	2,145,810
Slot Drop	53,627,703.73	77,004,091.57	67,869,901.47
Coin In	462,174,846.97	628,594,056.80	513,096,799.12
Slot Win/Loss	38,659,432.67	59,542,432.75	54,212,577.93
Table Drop	18,191,142.75	26,027,873.61	25,039,111.93
Table Win/Loss	6,566,872.49	9,831,072.51	10,363,678.40
Total Win	45,448,293.63	69,905,595.79	64,576,256.33
Tax to City	231,074.60	349,521.64	322,466.45
Tax to County	231,074.60	349,521.64	322,466.45
Tax to Gambler's Assistance	1,386,449.45	2,097,054.13	- 1,972,142.44
Tax to General Fund	6,246,750.01	10,056,901.53	7,621,370.80
Admission Tax	1,122,822.00	1,359,095.00	672,295.00

IOWA'S EXCURSION BOATS

THE DUBUQUE CASINO BELLE

The Dubuque Casino Belle began operation April 1, 1991, and ceased operation in Iowa March 31, 1993. Robert Kehl owned and operated the boat. Its home port was Dubuque.

	1993 (Jan-Mar)	1992 (Jan-Dec)	1991 (Apr-Dec)
Admission	127,307	517,406	505,411
Slot Drop	3,918,351.20	16,557,881.75	15,251,406.56
Coin In	34,414,600.25	144,227,285.25	135,505,310.70
Slot Win/Loss	3,099,491.05	13,567,231.58	12,799,883.51
Table Drop	1,970,106.40	7,185,104.51	4,713,188.87
Table Win/Loss	565,817.90	2,647,570.26	2,544,138.57
Total Win	3,892,456.19	16,214,801.84	15,344,022.08
Tax to City	19,462.26	81,074.33	80,285.56
Tax to County	19,462.26	81,074.33	80,285.56
Tax to Gambler's Assist,	116,773.68	486,246.01	481,713.36
Tax to General Fund	622,790.00	2,243,549.02	1,940,726.04
Admission Tax	103,880.00	354,395.00	134,459.00

IOWA'S EXCURSION BOATS

THE MISSISSIPPI BELLE II

The Mississippi Belle II began operation in June 1991. Robert Kehl owns and operates the boat. The boat's home port is Clinton.

	1993 (Jan-Dec)	1992 (Jan-Dec)	1991 (June-Dec)
Admission	254,738	194,836	103,279
Slot Drop	9,926,277.53	7,346,947.45	3,222,380.75
Coin In	88,377,772.30	66,364,617.75	29,111,097.30
Slot Win/Loss	7,522,361.15	5,898,648.55	2,768,555.96
Table Drop	3,136,157.61	2,352,434.95	1,348,696.56
Table Win/Loss	1,311,345.72	911,864.44	586,374.52
Total Win	8,833,875.97	6,780,924.92	3,354,930.48
Tax to City	44,506.22	34,052.63	16,848.77
Tax to County	44,506.22	34,052.63	16,848.77
Tax to Gambler's Assist.	267,037.29	204,317.73	101,096.71
Tax to General Fund	1,074,198.81	739,691.75	164,036.91
Admission Tax	342,294.00	354,395.00	134,459.00

IOWA'S EXCURSION BOATS

THE PRESIDENT

The President Riverboat Casino began operation April 1, 1991. The Connelly Group owns and operates the boat. The President's home port is Davenport.

	1993 (Jan-Dec)	1992 (Jan-Dec)	1991 (Apr-Dec)
Admission	1,120,085	995,888	885,007
Slot Drop	36,369,692.25	40,640,346.75	32,969,659.78
Coin In	310,407,313.67	336,078,514.00	236,791,499.50
Slot Win/Loss	25,350,783.15	30,398,045.25	25,053,352.60
Table Drop	10,976,456.72	11,307,966.82	10,572,639.09
Table Win/Loss	3,892,913.35	4,336,225.73	4,095,602.77
Total Win	29,244,766.38	35,273,213.08	29,148,955.37
Tax to City	149,724.18	175,763.11	141,689.10
Tax to County	149,724.18	175,763.11	141,689.10
Tax to Gambler's Assist.	898,345.35	1,054,700.92	850,134.12
Tax to General Fund	4,441,175.06	5,275,062.74	3,835,711.84
Admission Tax	342,294.00	354,395.00	134,459.00

IOWA'S EXCURSION BOATS

THE SIOUX CITY SUE

The Sioux City Sue began operation January 29, 1993. The Sioux City Riverboat Corporation, Inc., owns and operates the boat. As its name would indicate, the Sioux City Sue's home port is Sioux City.

	1993 (Jan-Dec)
Admission	154,504
Slot Drop	3,413,382.75
Coin In	28,975,160.75
Slot Win/Loss	2,686,797.32
Table Drop	2,108,422.02
Table Win/Loss	796,795.52
Total Win	3,477,195.09
Tax to City	17,381.94
Tax to County	17,381.94
Tax to Gambler's Assist.	104,293.13
Tax to General Fund	108,586.14
Admission Tax	334,354.00

IOWA'S EXCURSION BOATS

THE DIAMOND LADY

	1992 (Jan-July)	1991 (Apr-Dec)
Admission	253,173	387,870
Slot Drop	7,083,165.69	10,139,607.40
Coin In	46,187,654.80	69,607,424.25
Slot Win/Loss	5,476,021.98	8,488,549.84
Table Drop	3,533,683.50	5,893,090.13
Table Win/Loss	1,132,117.25	1,976,668.01
Total Win	6,608,139.73	10,465,217.85
Tax to City	33,032.89	52,326.01
Tax to County	33,032.89	52,326.01
Tax to Gambler's Assistance	198,197.29	351,296.15
Tax to General Fund	1,021,958.21	1,201,846.48
Admission Tax	147,955.00	134,459.00

THE EMERALD LADY

Admission	202,334	264,243
Slot Drop	5,375,749.93	6,286,846.98
Coin In	35,735,985.00	42,081,467.37
Slot Win/Loss	4,202,485.39	5,102,236.02
Table Drop	1,648,683.83	2,511,497.28
Table Win/Loss	803,294.83	1,160,894.53
Total Win	5,028,516.22	6,263,130.55
Tax to City	25,598.68	31,317.01
Tax to County	25,598.68	31,317.01
Tax to Gambler's Assistance	153,592.18	187,902.10
Tax to General Fund	776,639.81	479,049.53
Admission Tax	147,955.00	134,459.00

STATEMENT OF OCCUPATIONAL LICENSES EXCURSION BOAT GAMBLING

Captain/Boat Pilot	18
Controller	2
Director	18
Floor Person	34
Manager	40
Officers	12
Owner	5
Supervisor	106
Accountant/Auditing Employee	14
Association Employee	22
Association Member	4
Box/Stick/Dealer Personnel	305
Casino Teller/Cashier	64
Chip/Token Cashier	31
Count Room Employee	24
Security Employee	98
Slot Change Person	114
Slot Tech/Attendant	37
Surveillance Employee	28
Administrative Employee	59
Alcohol/Food Service	295
Attendant	13
Boat Engineer	19
Cashier Non Gaming	23
Deck Hand	60
Entertainer/Musician	12
Host/Hostess/Greeter	17
Photographer	24
Porters/Janitorial	41
Vendor Employee	313
Vendor	67
Miscellaneous	160
 TOTAL OCCUPATIONAL LICENSES	 2079

EXCURSION BOAT GAMBLING REVENUE AND EXPENDITURES

<u>EXPENDITURES FOR EXCURSION BOAT GAMBLING</u>	January-June	July-December
Payroll	\$191,492.97	\$168,064.58
Travel	14,385.58	4,888.93
State Vehicle	434.71	757.00
Office Supplies	4,163.91	2,548.62
Equipment Maintenance	(4,200.00)	2,131.50
Other Supplies	414.00	1,235.72
Printing & Binding	372.90	383.75
Communications	6,795.42	4,180.38
Rentals	189.00	0
Professional Services (Gaming Lab)	46,971.24	(21,708.75)
Outside Services	(911.87)	478.88
Intra Transfers	28,208.81	25.75
Outside Repairs	199.60	0
Data Processing	2,701.40	7,985.28
Office Equipment	3,523.20	7,485.28
 TOTAL	 \$294,740.87	 \$178,456.92
 <u>REVENUES TO GENERAL FUND</u>		
Admission Fees	\$622,320.00	\$500,502.00
Initial Application Fee	25,000.00	50,000.00
Occupational License Fees	37,706.00	9,438.00
Manufacturers, Distributors License Fees	12,750.00	1,250.00
Fines	755.40	50.00
 TOTAL	 \$698,531.40	 \$561,240.00
 <u>EXCURSION BOAT TAX REVENUES</u>		
State Government	\$4,048,786.00	\$2,197,964.00
Local Government	268,917.00	193,233.00
Gambler's Assistance	806,751.00	579,698.00
 TOTAL	 \$5,124,454.00	 \$2,970,895.00