



ANNUAL Report



PENNSYLVANIA
Gaming Control Board

2018-2019

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BOARD *Members*



Kathy M. Manderino
Board Member
Designated by the Governor



David M. Barasch
Chairman
Designated by the Governor



Obra S. Kernodle IV
Board Member
Designated by the Governor



Dante Santoni, Jr.
Board Member
Designated by the
Minority Leader of the
House of Representatives



T. Mark Mustio
Board Member
Designated by the
Speaker of the
House of Representatives



Merritt C. Reitzel
Board Member
Designated by the
President Pro Tempore
of the Senate



Sean Logan
Board Member
Designated by the
Minority Leader
of the Senate



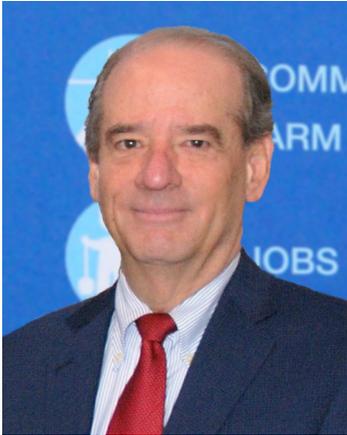
The Honorable
C. Daniel Hassell
Ex-Officio Member
Secretary of Revenue



The Honorable
Joe Torsella
Ex-Officio Member
State Treasurer



The Honorable
Russell C. Redding
Ex-Officio Member
Secretary of Agriculture



David M. Barasch

CHAIRMAN'S *Message*

It has been an exciting and challenging year for the Board and the employees of this agency. While our dedicated staff has continued its responsible oversight of the mature casino industry, its work was greatly expanded to implement the myriad new gaming initiatives authorized by Expansion Act 42 of 2017.

It is important to first note that land-based casino gaming in the Commonwealth continues its strong performance. That is great news for all Pennsylvanians. The industry supports 16,000 living wage jobs and provided \$1.4 billion in tax revenue during the most recent fiscal year from slot machine and table game play. Overall, since the first casino opened in 2006, total tax revenues generated and benefitting the Commonwealth citizens has been \$17 billion.

During the upcoming fiscal year, these financial benefits will grow as interactive gaming and sports wagering expand. Also, as the Board implements other legislative initiatives, such as video gaming terminals at truck stops and gaming in airport boarding areas, additional financial benefits will be gained by the citizens of the Commonwealth.

In addition to reporting revenue and other financial impacts from gaming, this year's Annual Report highlights the ongoing efforts by the Board to have the appropriate people, processes and technology in place to protect the public while supporting a competitive gaming industry.

It continues to be my honor to serve the citizens of Pennsylvania as the Chair of the Gaming Control Board, and I look forward to the challenging new year working with my Board colleagues and our outstanding and dedicated staff.

David M. Barasch
Chairman



Kevin F. O'Toole

EXECUTIVE DIRECTOR'S *Message*

I am pleased to present the Pennsylvania Gaming Control Board's (PGCB) Annual Report that provides an overview of the work of our agency and the success of the Commonwealth's gaming market during the period of July 1, 2018 to June 30, 2019.

Since its inception in 2004, the PGCB's mandate has significantly expanded with the addition of new responsibilities and in support of the general overall growth of legal gaming sectors. Core PGCB oversight functions now include the regulation of casinos offering slot machines, tables games and sports wagering, along with the addition of online gaming of casino-like games and sporting events. As we move into the 2019/2020 fiscal year, our work includes the launch of the first video gaming terminals (VGTs) at truck stops and online gaming in airports.

Much of the year was spent laying the foundation for new forms of gaming. Gaming Control Board staff did thousands of background investigations and licensing, wrote a variety of regulations and licensed not only new gaming individuals but ancillary businesses that are needed for these new gaming providers.

Throughout this Annual Report there is information on how the Gaming Control Board goes about its business of regulating the gaming industry in a fair but firm manner. Additionally, the report outlines the tax revenue generated by the gaming industry.

If you ever have any comments on the Commonwealth's casino industry, I invite you to contact us via e-mail at pgcb@pa.gov.

Kevin F. O'Toole
Executive Director

What is the gaming landscape today in Pennsylvania?

At the end of Fiscal Year 2018/2019, there were 12 casinos in operation. Of the 12, 6 are Category 1 facilities (casinos with horse racing), 4 are Category 2 facilities (casinos without horse racing) and 2 are Category 3 facilities (located at resorts). Additionally, there is a Category 2 facility that is licensed but under construction in the City of Philadelphia. It is expected that this facility will open in December 2020.

The gaming industry continues to be a strong economic engine on several fronts in the Commonwealth with over 16,000 persons employed, expenditures annually of \$500 million with Pennsylvania businesses for goods, services and construction, and generation of \$1.6 billion in tax revenue for the Commonwealth. (see pages 16-28)

The fiscal year also experienced the expansion of new forms of legalized gaming:

- **Category 4 Satellite Casinos** progressed through the PGCB licensing process. The PGCB held five public input hearings to gather information and public input for each project and ultimately granted the first Category 4 License in June 2019. (see page 9)
- **Video Gaming Terminals (VGT's)** at Truck Stops progressed with the PGCB receiving 73 applications to offer this new form of gaming. The PGCB licensed 19 establishments, 7 of which began offering VGT gaming as of October 1, 2019. (see page 10)
- **Interactive Gaming** ramped up throughout the year with the PGCB receiving 10 petitions from Pennsylvania casinos and two outside gaming entities to offer casino-type games online. Interactive Gaming Licenses were granted to all 10 of the casinos and 3 began offering online gaming as of October 1, 2019. (see page 11)
- **Sports Wagering** got off to a strong start in November 2018 when Hollywood Casino at Penn National Race Course became the first casino to open a retail sportsbook followed quickly by 10 other retail openings. In addition, 5 online sportsbooks launched as of October 1, 2019. (see page 12)
- **Fantasy sports contests**, in its first full year of regulation by the PGCB, produced \$3.5 million in tax revenue from 9 Fantasy Contest Operators. (see page 13)

- **Category 3 facilities** took advantage of changes to the gaming act when Valley Forge Casino Resort and Lady Luck Nemacolin paying \$1 million each to lift the “Patron of the Amenities” clause. Additionally, Valley Forge Casino Resort paid \$2.5 million to add an additional 250 slot machines to its gaming floor.

How does the Pennsylvania Gaming Control Board fulfill its mission?

The Pennsylvania Gaming Control Board is a state agency that regulates legalized gaming in the Commonwealth of Pennsylvania. This includes retail casinos and sportsbooks, online casino-type gaming and sportsbooks, video gaming terminals at truck stops, fantasy sports contests and interactive gaming at qualified airports.

Created by the Pennsylvania Race Horse Development and Gaming Act of 2004, over the years the duties of the Gaming Control Board have expanded but its mission has always remained the same – to protect the interests and safety of the non-gaming and gaming public.

The PGCB is now one of the foremost state regulatory agencies in the nation, leading the way in best practices for regulating the gaming industry in a strict but fair manner.

To fulfill the mission and these responsibilities, the PGCB consists of 9 Bureaus and Offices with approximately 300 employees and a budget of \$42 million (see page 14). These employees interact with the public, the gaming industry, public officials and various other constituencies from within Pennsylvania and outside the Commonwealth.

Employees by Bureau/Office	As of June 30, 2019
Commissioners	7
Executive Offices	7
Administration	33
Investigations & Enforcement	77
Casino Compliance	124
Licensing	22
Hearings and Appeals	4
Chief Counsel	12
Gaming Operations	14
Total	300

How does the PGCB work?

When regulating an industry as diverse as gaming it is imperative to have a regulatory structure that can accommodate an ever-changing environment that is based largely on technology and customer satisfaction.

Below are the different ways that the PGCB is responsive to an industry that relies on change while at the same time protecting the public.

Public Contact: Most contact with the gaming public comes through interaction at casinos with the PGCB's Casino Compliance Representatives. Casino Compliance staff monitor the gaming floors of all Pennsylvania casinos, 24 hours a day, 7 days a week. During this fiscal year, PGCB staff also began monitoring retail/online sports wagering, internet casino-type games and VGT establishments.

In Fiscal Year 2018/2019, Board staff assessed, reviewed and investigated over 700 patron complaints, signed up over 1,000 individuals to the PGCB Self-Exclusion Program (see page 8) and provided problem gambling information to thousands of people. In addition, staff scrutinized all aspects of the gaming floor and back of house operations for any regulatory violation.

Casino Compliance	FY 18/19
Daily Shift Reports	16,901
Office of Enforcement Counsel Referrals	1,027
Self-Exclusion Intakes	1,417
Responsible Gaming Reports	1,536
Slot-Tables Reports	17,621
Patron Complaints	719
Technical Field Representative Reports	28,368
Slot/ Table Games Delivery	629

Pennsylvania Gaming Control Board Members and Staff continue to engage the public thru public speaking opportunities. During the fiscal year, Board Members and Staff made presentations at over 30 venues, including but not limited to Lions Clubs, Rotary Clubs, Chambers of Commerce and Colleges.

Licensing of Individuals/Companies: The fiscal year saw a tremendous amount of activity with respect to licensing applicants and investigations. During Fiscal Year 2018/2019, the PGCB received, analyzed and cured 101 expanded gaming corporate applications including Category 4 casinos, Video Gaming Terminals, iGaming and Sports Wagering related entities. The Board also

approved 30 full entity licenses and 86 conditional entity licenses for expanded gaming, including Fantasy Sports Contest Operators.

There were several changes of control or ownership that involved new gaming entities entering the Pennsylvania market including the acquisition of Presque Isle Downs & Casino by Churchill Downs Incorporated, and the acquisition of the Sands Casino Resort Bethlehem by the PCI Gaming Authority, d/b/a Wind Creek Hospitality.

In total, applications resulted in thousands of hours of suitability background investigative work. For example, applicants are interviewed at length and background investigations may include interviewing employees, personal references, educators and law enforcement agencies. Additional elements of an investigation may include inquiries concerning the applicant's regulatory history in other jurisdictions, criminal checks, tax record examinations, and database checks regarding court records for pending and concluded civil litigation.

These applications and completed investigations resulted in issuing over 10,000 licensing credentials while processing payments for licensing application fees of more than \$6 million.

PGCB staff continued to streamline processes to increase efficiencies including implementing new procedures for reviewing employee tax records, obtaining third-party fingerprinting, photographs for VGT applicants, and eliminating paper forms.

Number of Applications	FY 18/19
Received	10,526
Approved	9,690
Denied	39
Surrendered	91
Withdrawn	238
Revoked	30
Suspended	16

YEAR in Review

Applications Approved by Type	FY 18/19
Facility - Category 1	3
Facility - Category 4	1
Slot Machine Manufacturer	3
Table Game Manufacturer	3
Management Company	1
Affiliate	86
Key Employee	44
Principal	330
Principal Entity	47
Gaming Level 2	1,148
Gaming Employee	5,075
Non-Gaming Employee	2,316
Certified/Registered Vendor, Vendor Affiliate, Employee, Gaming Related GSPS, VGT's	580
Fantasy Contest Operators	7
igaming Operators	3
Sports Wagering Operators	7
Sports Wagering Manufacturer	3
Sports Wagering Supplier	1
VGT Terminal Operator	12
iGaming Manufacturers	13
VGT Manufacturer	4
VGT Supplier	1
VGT Procurement Agent	2
Total	9,690

Legal Matters and Hearings: Within the PGCB resides two legal offices that work independently of each other: The Office of Chief Counsel (OCC) and the Office of Enforcement Counsel (OEC).

The OCC provides legal counsel and advice to the Board on issues of policies and procedures including legislative proposals, administration, personnel, budget, operations, licensing and all other matters that may emerge in the course of regulating gaming. Additionally, the OCC serves as the Board's legal representative in various court proceedings, including appeals resulting from Board decisions.

Legal filings with the Board are received from many avenues. New in fiscal year 2018/2019 is a web-based public filing system. The new web-based system allows anyone to look up any filings submitted to the Board and the accompanying documents.

Types of Filings	FY 18/19
Petitions	262
Answers/Motions/Misc.	1,354
Enforcement Actions	168
Requests for Oral Hearing	47
Reports and Recommendations Issued	67
Exceptions	9
Disposed Hearing Files	32
<i>Board Orders</i>	796
<i>OHA Orders</i>	166
<i>Total Orders Processed</i>	962
Hearings Conducted by OHA	73
Records Certified to Courts	1
Requests for Documents	84

The OEC operates independently from the Board. The OEC is responsible for reviewing and making recommendations licensing and ensures that those licensed by the Board conduct themselves in a manner consistent and in accordance with the Act and Regulations.

Between July 1, 2018 and June 30, 2019, the following statistics are attributed to OEC's regulatory oversight prosecutorial work:

Pre-Licensing	
Background Investigation Reports	1,642
Gaming & Non-gaming Employee Legal reviews	371
Recommendations of Application Denials	81
Petition answers which included 24 petitions related to expanded gaming and change of ownership/control	92
Post-Licensing	
Enforcement Actions	1,042
Petition Answers	90
Financial Fitness Reviews and Assessments	38
Consent Agreements	23
Consent Agreement Fines	\$1,288,000

Additionally, through OEC’s work, the Board placed 77 individuals on and removed 17 individuals from the PGCB Involuntary Exclusion list.

Involuntary Exclusions	Additions	Removals
Cheating	29	5
Theft	22	
Child Endangerment	7	
Controlled Substance	5	
Assault	3	1
Counterfeit Currency	3	
Disorderly Conduct	2	1
Harassment	2	
Prostitution	2	
Forgery	1	
Trespass	1	
Underage		7
Underage/Aiding		3
Total	77	17

Internal Controls, Equipment Testing and Regulatory Investigations:

Within the fiscal year, the Board continued to develop and improve its processes and procedures to ensure that licensees are in compliance with the Act, regulations and internal controls. This also ensures that licensee assets are safeguarded and preserves the integrity of gaming at all venues licensed in the state.

It is the intent and goal of the General Assembly that the Board promote and ensure diversity in all aspects of the gaming activities authorized under the Act. Each year the Board conducts a review of diversity efforts and provides a report to the General Assembly (see Gaming Diversity Report 2018/2019).

One of the primary ways the Board protects the public is through the inspection and testing of equipment used in all gaming venues. Casino licensees may not use slot machines, table games, internet-based games, sport wagering technology and other associated gaming equipment until it is approved by the Board.

Gaming Laboratory	FY 18/19
Submissions Received	1,151
Paytables Reviewed	5,822
Associated Software\Hardware Reviewed	559
Game Themes Reviewed	538
Approval Letters	806
Revocations	50

In conjunction with equipment reviews, all gaming venues must have a written system of internal controls that describe its operating procedures in key departments such as finance, security, surveillance, table games and slots. Licensees are also required to train employees in the performance of their duties, including compliance with the Board’s regulations and the licensee’s system of accounting and internal controls.

With the expansion of additional forms of gaming this fiscal year, staff reviewed hundreds of new internal controls from gaming operators and began the process of conducting compliance audits associated with gaming expansion.

Gaming Operations	FY 18/19
Internal Controls Reviewed	909
Table Games Submissions Reviewed	450
Compliance Audits Conducted	10
Slot Tournament Reviews	50
Local Law Enforcement Grants	3
Retail Sports Book Openings	8
Online Sport Book Openings	4

During the fiscal year, the Board approved 23 Consent Agreements entered into by OEC, resulting in \$1,288,000 in fines. Consent Agreements are the final product of an investigation conducted by Board staff into violations of law or regulations.

Investigations include, but are not limited to, review of video surveillance, interviews of those involved, accounting audits and engineering analysis of machine operations. Investigations can be simple or very complex depending on the situation and may involve different Bureaus.

Investigations can also arise from a patron’s complaint, audits by the board staff or Department of Revenue staff, and also through observations by staff, which are on-site at each casino.

Casinos in Pennsylvania are also required to self-report. In this scenario, once casino management becomes aware of a violation(s), they are required to report the violation to the appropriate Board staff. For example, if an underage individual gains access to the gaming floor, casino staff informs Board staff, typically Casino Compliance, and a compliance review commences to determine the circumstances of the case.

OFFICE of Compulsive & Problem Gambling

The Board is dedicated to ensuring that every regulated gaming operator has established, and continues to update and comply with, an approved compulsive and problem gambling plan. These plans contain operators' responsible gambling policies and procedures including the requirement that all gaming related employees receive training on problem and responsible gambling issues.

The Board works to disseminate materials and outreach information, heighten public awareness of the dangers of compulsive, problem, intoxicated and underage gaming. The Board accomplishes this by working with other state agencies and outreach groups to direct problem gamblers and their families to compulsive gamblers assistance organizations' toll-free helplines for crisis counseling, referral services and treatment.

The Board continues to maintain voluntary self-exclusion programs—to assist individuals with gambling disorders in their path to recovery. By enrolling in these programs, individuals ban themselves from participating in legalized gaming activities that fall under the jurisdiction of the Board.

In addition, the self-exclusion programs block self-excluded individuals from the following activities and benefits offered by Pennsylvania gaming entities: check cashing privileges, player club memberships, complimentary goods and services, promotions, and targeted mailings.

While the Casino Self-Exclusion Program was established in 2006, fiscal Year 2018/2019 saw the expansion of the Board's programs. The Board now administers the Interactive Gaming Self-Exclusion Program, the Fantasy Contest Self-Exclusion Program and the Video Gaming Terminal Self-Exclusion Program.

Self-Exclusion Intakes by Calendar Year

2006	2
2007	182
2008	320
2009	589
2010	902
2011	1,263
2012	1,456
2013	1,583
2014	1,474
2015	1,567
2016	1,510
2017	1,447
2018	1,389
2019 - As of June 30	735
Total	14,419

Self-Exclusion by Race – As of June 30, 2019

Caucasian	9,992	69%
African American	2,278	16%
Asian	1,154	8%
Hispanic	449	3%
Indian	189	1%
Middle Eastern	180	1%
Multi-Racial	40	<1%
Native American	14	<1%
Other	123	1%
Total	14,419	100%





CATEGORY 4 *Satellite Casinos*

The Gaming Expansion Act of 2017, authorized the Gaming Control Board to award up to 10 Category 4 (satellite) slot machine operator licenses through an auction process which was conducted from January to April 2018. The Board held four initial-round auctions which permitted bidding by existing Category 1 casinos and Category 2 casinos. After not receiving bids at a fifth auction the Board initiated a subsequent round that enabled Category 3 casinos to also bid. One additional award was made at a sixth auction, but there were no bids in a seventh auction. The Board subsequently decided to suspend holding additional auctions until a later date and proceed into the licensing process.

The successful auctions garnered \$127 million in bids from four current casino license holders who identified 5 locations for the proposed casinos.

If any certificates were unclaimed by casinos in the initial offering period, the Board was directed to offer the remaining certificates at \$4 million each to qualified gaming entities which did not currently possess a Pennsylvania casino license.

The status of these projects are through the publication of this report (10/1/2019):

- Mountainview Thoroughbred Racing Association, LLC, which operates Hollywood Casino at Penn National Race Course is seeking one license in Springettsbury

Township, York County and has been approved for another in Caernarvon Township, Berks County;

- Stadium Casino, LLC, which holds a Category 2 license and is constructing a casino in Philadelphia, has its licensed approved to construct a facility in Hempfield Township, Westmoreland County;
- Mount Airy #1 LLC, which operates the Mount Airy Casino Resort, is seeking a license in Big Beaver Borough, Beaver County; and
- Greenwood Gaming and Entertainment Inc., which operates the Parx Casino, is seeking a license in Shippensburg Township, Cumberland County.

During the 2018/2019 fiscal year, the Board held public input hearings within the local municipality in which all proposed casinos would be located and accepted written comments. The purpose of the hearings was to both provide a forum for individuals to voice their support or opposition to the proposed casino, and to permit those persons with an interest in the applicant’s proposal to learn more about the project.

At the close the fiscal year, the Board awarded one of the licenses, Mountainview Thoroughbred Racing Association, LLC’s proposal in Berk County, and was poised in the new fiscal year to move forward in completing background investigations on the additional four proposals in order for the Board to render a decision on each.



VIDEO GAMING TERMINALS *at Truck Stops*



The placement of up to 5 Video Gaming Terminals (VGTs) at qualified Truck Stop Establishments, was permitted under the Gaming Expansion Act of 2017.

A Truck Stop Establishment that wishes to offer VGT gaming must meet the following criteria:

- 1) is equipped with diesel islands used for fueling commercial motor vehicles;
- 2) has sold on average 50,000 gallons of diesel or biodiesel fuel each month for the previous 12 months or is projected to sell an average of 50,000 gallons of diesel or biodiesel fuel each month for the next 12 months;
- 3) has at least 20 parking spaces dedicated for commercial motor vehicles;
- 4) has a convenience store;
- 5) is a PA Lottery Sales Agent; and,
- 6) is situated on a parcel of land of not less than 3 acres.

In the 2018-2019 fiscal year, the Gaming Control Board accepted 51 applications from potential Truck Stop Establishments throughout the Commonwealth. At the release of this report, 19 Establishments have gained final approval and 7 have begun offering VGT gaming.

In order for a Truck Stop Establishment to offer VGTS they must partner with a VGT Terminal Operator. A VGTS Terminal Operator places and operates the VGT. To date 12 Terminal Operators have received licenses from the Board.



The offering of casino-style games using communication technology through a computer, tablet or mobile phone became legal in Pennsylvania under the Gaming Expansion Act of 2017. The law permitted the Gaming Control Board to initially offer interactive gaming certificates for simulated slot machines, table games, and poker to the 13 Pennsylvania casino license holders (39 in total). Casinos could petition for one or two of these types of games for \$4 million each, or during the initial offering period, petition to offer all three types for a single fee of \$10 million. If any certificates were unclaimed by casinos in the initial offering period, the Board was directed to offer the remaining certificates at \$4 million each to qualified gaming entities which did not currently possess a Pennsylvania casino license. At the close of the offering periods, 27 of the 39 available certificates were claimed by casino license holders and 5 by qualified

entities. During the 2018/2019 Fiscal Year, all casino license holders that petitioned the Board were approved to offer interactive gaming with \$94 million in fees collected by the Commonwealth.

During the past year, Gaming Control Board staff also worked on background investigations and technical testing for secondary providers of services required to operate interactive gaming. To date, 3 casinos have begun offering interactive gaming including slot machines and table games.



SPORTS Wagering



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Under the Gaming Expansion Act of 2017, sports wagering could become legal in Pennsylvania if the federal ban on such activities was overturned. Thus, when the U.S. Supreme Court overturned the restriction in May 2018, the Pennsylvania Gaming Control Board initiated a process to permit current casino operators to seek approval to offer sports wagering.

During the 2018/2019 Fiscal Year, the Board received petitions from 9 of the 13 casino operators seeking this approval. All 9 petitions were approved during the fiscal year and fees received through June 30, 2019 totaled \$80 million.

To date, 9 operators have opened land-based sportsbooks at their casino facility. One operator, Parx Casino, also opened sportsbooks at two of its off-track betting facilities (South Philadelphia Race and Sportsbook and Oaks Race and Sportsbook). Additionally, the Gaming Expansion Act permitted these

license holders to offer sports wagering through an internet or mobile-based system, and 5 have launched those options to date.

Staff of the Gaming Control Board worked on-site at various facilities overseeing testing periods that ensured these new facilities and internet sites met regulations and operated in the best interest of the public.



FANTASY Sports Contests

In May 2018, the Gaming Control Board began oversight on the play of Fantasy Sports Contests in the Commonwealth. With that oversight, Pennsylvania residents that enter Fantasy Sports Contests were provided a fair playing environment and assured that each licensed operator met standards set out in the law and Board regulations.

In particular, the Pennsylvania law requires licensed Fantasy Sports operators to offer contests to “beginners”, thus excluding highly experienced players in this level of contests, while also prohibiting the use of “scripts” by participants which can impart unfairness in the play of fantasy contests.

The licensing and regulation of the Fantasy Sports providers allowed for the calculation of revenue and taxes owed to the Commonwealth based upon entries made while the player is within Pennsylvania. That tax rate is 15% of the adjusted revenue, with the revenue going to the state’s General Fund. A chart of operators licensed to conduct Fantasy Sports Contests in Pennsylvania and revenue for the 2018/2019 Fiscal Year is below.



OPERATORS LICENSED TO CONDUCT FANTASY SPORTS CONTESTS

FY 18/19	Fantasy Contests Total Fees	Fantasy Contest Revenue	Fantasy Contest State Tax
DraftKings, Inc	\$109,586,324	\$11,986,584	\$1,797,988
FanDuel PA LLC	\$101,014,634	\$10,873,561	\$1,631,034
Yahoo Fantasy Sports LLC	\$4,509,384	\$39,093	\$5,864
Starstreet, LLC	\$4,246,385	\$323,986	\$48,598
Fantasy Draft LLC	\$1,545,680	\$37,570	\$5,636
JDAD, LLC	\$1,141,490	\$184,932	\$27,740
Sportshub Technologies	\$660,929	\$113,944	\$17,091
Full Time Fantasy Sports, LLC	\$88,082	\$16,095	\$2,414
Boom Shakalaka Inc.	\$27,664	\$12,724	\$1,909
Total	\$222,820,572	\$23,588,490	\$3,538,273

PGCB REVENUE *and Expenditures*

FISCAL YEAR 2018-2019

Beginning Balance

Casino Operator Assessments	\$39,458,322		
Restricted Revenue Available	<u>\$4,704,966</u>		\$44,163,288

Expenditures

Personnel Expenditures

Salaries	\$21,080,339		
Overtime	\$516,069		
Benefits	\$14,910,457		
Pyout/Rwrd/Bon/Allow	<u>\$127,968</u>		
Total Personnel Expenditures		\$36,634,832	

Operating Expenditures

Travel	\$293,615		
Training	\$24,322		
Utilities/Comm	\$451,119		
Services	\$1,387,829		
Rentals/Leases	\$1,794,893		
Supplies	\$91,399		
Equipment(NFA)	\$162,535		
Inventory Expenses	\$27,885		
Other Operating Expenses	<u>\$1,241,344</u>		
Total Operating Expenditures		<u>\$5,474,940</u>	

Fixed Assets

Hardware Peripherals	\$51,249		
Software Licensing Recurring	\$17,506		
		<u>\$68,755</u>	

Total Expenditures			<u>\$42,178,527</u>
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Revenues Over (Under) Expenditures \$1,984,761

Note: Expenditure figures as of August 22, 2019. Figures include accounts payable.



The Pennsylvania Gaming Control Board (Board) convenes public meetings monthly to conduct its business and render decisions on applications, petitions and reports and recommendations. In order to complete its work timely and efficiently, the Board may convene more than one public meeting during a single month. It is customary for the Board to conduct an executive session the day prior to a public meeting for the purpose of discussing matters confidential under the state’s Sunshine Law. An agenda is prepared for these executive sessions and the agenda is posted to

the Board’s website prior to that meeting. Additionally, the Board may consider matters that necessitate a hearing and these matters are conducted immediately prior to a scheduled public meeting. When the hearing is concluded, the Board’s Chairman may call for an executive session to engage in quasi-judicial deliberations regarding the matters which were the subject of the hearing. A log of executive sessions held by the Board during fiscal year 2018-2019, including reference to the agenda posted on the Board’s website, is set forth below:

Pennsylvania Gaming Control Board - Executive Session Log Fiscal Year 2018-2019

7/17/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 7/18/2018.

8/14/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 8/15/2018.

8/15/2018
Quasi-judicial deliberation regarding a public hearing held on 8/15/18. See Agenda posted on Gaming Control Board website under “Meetings” Link to 8/15/18.

9/11/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 9/12/2018.

10/2/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 10/3/2018.

10/30/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 10/31/2018.

11/27/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 11/28/2018.

12/18/2018
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 12/18/2018.

1/8/2019
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 1/9/19.

2/5/2019
See Agenda posted on Gaming Control Board Website under “Meetings” Link to 2/6/19.

3/5/2019
See Agenda posted on Gaming Control Board website under “Meetings” Link to 3/6/19.

4/16/2019
See Agenda posted on Gaming Control Board website under “Meetings” Link to 4/17/19.

5/14/2019
See Agenda posted on Gaming Control Board website under “Meetings” Link to 5/15/19.

5/28/2019
See Agenda posted on Gaming Control Board website under “Meetings” Link to 5/29/19.

6/11/2019
See Agenda posted on Gaming Control Board website under “Meetings” Link to 06/12/19.

Statewide



SLOT MACHINES



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TABLE GAMES



SPORTS WAGERING



FEEES



All Figures are as of June 30, 2019



Mohegan Sun Pocono



Harness Racino



CASINO INFORMATION

Opened November 2006
 1280 PA-315, Wilkes-Barre, PA 18702
<https://www.mohegansunpocono.com>
 Plains Township
 Luzerne County
 As of June 30, 2019
 Total Employment 1,273
 Table Games Employees 290

SLOT MACHINES

Slot Revenue	\$194,507,527
Tax Revenue	\$101,260,438
Slot Win Per Day	\$230
Number of Machines	2,223

TABLE GAMES

Tables Revenue	\$32,967,691
• Non-Banked (18)	\$2,029,088
• Banked (63)	\$28,741,020
• Hybrid (4)	\$2,197,583
Tax Revenue	\$5,274,831

FEEES

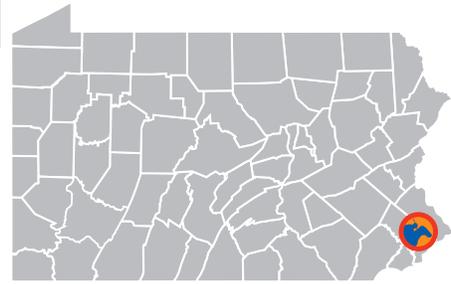
iGaming	\$8,000,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019

Parx Casino



Thoroughbred Racino



CASINO INFORMATION

Opened December 2006
 2999 Street Rd., Bensalem, PA 19020
<https://www.parxcasino.com>
 Bensalem Township
 Bucks County
 As of June 30, 2019
 Total Employment 2,344
 Table Games Employees 1,080

SLOT MACHINES



Slot Revenue	\$416,890,976
Tax Revenue	\$217,076,367
Slot Win Per Day	\$352
Number of Machines	3,161

TABLE GAMES



Tables Revenue	\$190,532,538
• Non-Banked (48)	\$17,142,403
• Banked (141)	\$168,206,330
• Hybrid (10)	\$5,183,805
Tax Revenue	\$30,485,206

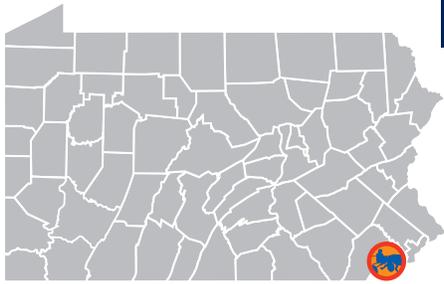
SPORTS WAGERING



Sports Wagering Revenue	\$6,635,043
Tax Revenue	\$2,388,616

FEEES

Sports Wagering	\$10,000,000
iGaming	\$10,000,000
Category 4 Table Games	\$2,500,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	



Harrahs Philadelphia Casino and Racetrack



Harness Racino



CASINO INFORMATION

Opened January 2007
 777 Harrah's Blvd., Chester, PA 19013
<https://www.caesars.com/harrahs-philly.com>
 Chester City
 Delaware County
 As of June 30, 2019
 Total Employment 1,205
 Table Games Employees 442

SLOT MACHINES

Slot Revenue	\$196,207,089
Tax Revenue	\$102,146,197
Slot Win Per Day	\$229
Number of Machines	2,263

TABLE GAMES

Tables Revenue	\$58,939,571
• Non-Banked (27)	\$3,886,632
• Banked (83)	\$53,500,251
• Hybrid (5)	\$328,688
• Fully Automated (2)	\$1,224,000
Tax Revenue	\$9,846,491

SPORTS WAGERING

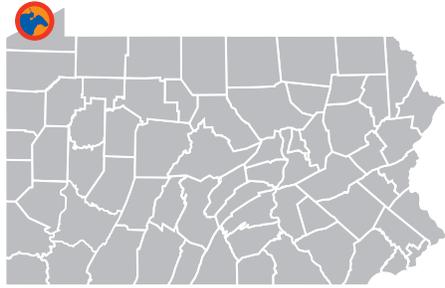
Sports Wagering Revenue	\$1,123,777
Tax Revenue	\$404,560

FEES

Sports Wagering	\$10,000,000
iGaming	\$10,000,000
Local Share Assessment	\$10,000,000
(§1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019

Presque Isle Downs and Casino



CASINO INFORMATION

Opened February 2007
 8199 Perry Hwy., Erie, PA 16509
<https://www.presqueisledowns.com>
 Summit Township
 Erie County
 As of June 30, 2019
 Total Employment 750
 Table Games Employees 197

SLOT MACHINES

Slot Revenue	\$114,881,765
Tax Revenue	\$59,803,363
Slot Win Per Day	\$198
Number of Machines	1,561

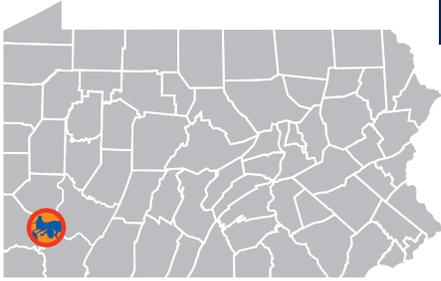
TABLE GAMES

Tables Revenue	\$14,682,553
• Non-Banked (7)	\$909,929
• Banked (30)	\$12,624,278
• Hybrid (3)	\$1,148,346
Tax Revenue	\$2,349,209

FEES

Sports Wagering	\$10,000,000
iGaming	\$8,000,000
Change of Control	\$3,750,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019



The Meadows Racetrack and Casino



Harness Racino



CASINO INFORMATION

Opened June 2007
 210 Racetrack Rd., Washington, PA 15301
<https://www.meadowsgaming.com>
 North Strabane Township
 Washington County
 As of June 30, 2019
 Total Employment 1,123
 Table Games Employees 335

SLOT MACHINES

Slot Revenue	\$211,955,727
Tax Revenue	\$110,359,957
Slot Win Per Day	\$191
Number of Machines	3,003

TABLE GAMES

Tables Revenue	\$35,083,511
• Non-Banked (14)	\$1,836,524
• Banked (70)	\$31,843,412
• Hybrid (2)	\$475,496
• Fully Automated (2)	\$928,080
Tax Revenue	\$5,928,909

FEES

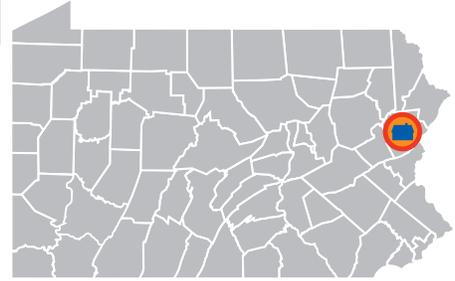
Change of Control	\$3,750,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019

Mount Airy Casino Resort



Stand Alone Casino



CASINO INFORMATION

Opened October 2007
 312 Woodland Rd., Mt. Pocono, PA 18344
<https://www.mountairycasino.com>
 Paradise Township
 Monroe County
 As of June 30, 2019
 Total Employment 1,073
 Table Games Employees 352

SLOT MACHINES

Slot Revenue	\$145,483,303
Tax Revenue	\$75,714,665
Slot Win Per Day	\$213
Number of Machines	1,875

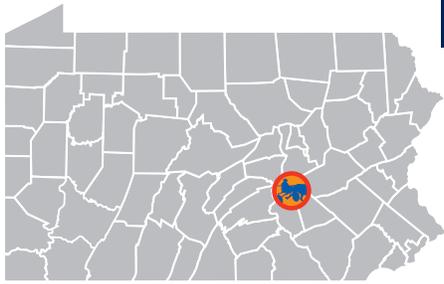
TABLE GAMES

Tables Revenue	\$40,969,001
• Non-Banked (9)	\$944,460
• Banked (70)	\$39,332,839
• Hybrid (2)	\$691,702
Tax Revenue	\$6,555,040

FEES

Sports Wagering	\$10,000,000
iGaming	\$10,000,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019



Hollywood Casino at Penn National Race Course



Harness Racino



CASINO INFORMATION

Opened February 2008
 777 Hollywood Blvd., Grantville, PA 17028
<https://www.hollywoodpnrc.com>
 East Hanover Township
 Dauphin County
 As of June 30, 2019
 Total Employment 920
 Table Games Employees 256

SLOT MACHINES

Slot Revenue	\$205,718,923
Tax Revenue	\$107,100,743
Slot Win Per Day	\$280
Number of Machines	2,002

TABLE GAMES

Tables Revenue	\$36,350,480
• Non-Banked (17)	\$3,525,579
• Banked (55)	\$32,133,273
• Hybrid (3)	\$691,628
Tax Revenue	\$5,816,077

SPORTS WAGERING

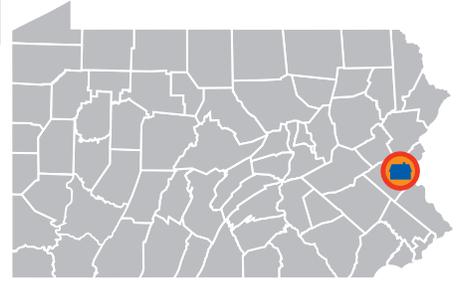
Sports Wagering Revenue	\$2,284,027
Tax Revenue	\$822,250

FEES

Sports Wagering	\$10,000,000
iGaming	\$10,000,000
Local Share Assessment	\$10,000,000
((\$1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019

Wind Creek Bethlehem Casino



CASINO INFORMATION

Opened May 2009

77 Sands Blvd., Bethlehem, PA 18015

<https://www.windcreekbethlehem.com/>

City of Bethlehem
Northampton County

As As of June 30, 2019
Total Employment 2,361
Table Games Employees 1,073

SLOT MACHINES

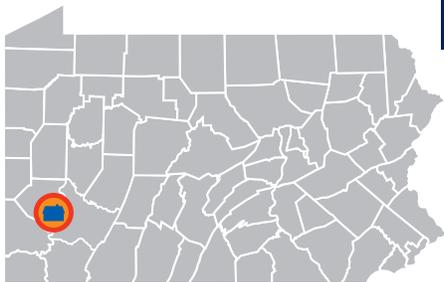
Slot Revenue	\$295,726,499
Tax Revenue	\$153,863,990
Slot Win Per Day	\$266
Number of Machines	3,029

TABLE GAMES

Tables Revenue	\$228,006,605
• Non-Banked (26)	\$9,593,783
• Banked (189)	\$209,414,439
• Hybrid (37)	\$8,998,382
Tax Revenue	\$36,481,057

FEES

iGaming	\$10,000,000
Change of Control	\$3,750,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	



Rivers Casino



Stand Alone Casino



CASINO INFORMATION

Opened August 2009
 777 Casino Dr., Pittsburgh, PA 15212
<https://www.riverscasino.com/pittsburgh/>
 City of Pittsburgh
 Allegheny County
 As of June 30, 2019
 Total Employment 1,779
 Table Games Employees 523

SLOT MACHINES

Slot Revenue	\$291,107,335
Tax Revenue	\$151,492,872
Slot Win Per Day	\$292
Number of Machines	2,547

TABLE GAMES

Tables Revenue	\$78,824,172
• Non-Banked (30)	\$6,377,135
• Banked (80)	\$66,949,530
• Hybrid (9)	\$5,497,507
Tax Revenue	\$12,611,868

SPORTS WAGERING

Sports Wagering Revenue	\$5,537,087
Tax Revenue	\$1,993,351

FEES

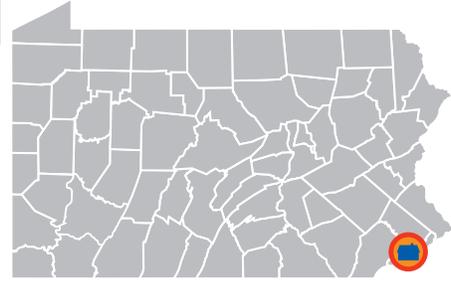
Sports Wagering	\$10,000,000
Local Share Assessment	\$10,000,000
(§1326.1 Slot Machine License Operations Fee)	

All Figures are as of June 30, 2019

SugarHouse Casino



Stand Alone Casino



CASINO INFORMATION

Opened September 2010
 1001 N. Delaware Ave., Philadelphia, PA 19125
<https://www.sugarhousecasino.com>
 City of Philadelphia
 Philadelphia County
 As of June 30, 2019
 Total Employment 1,593
 Table Games Employees 732

SLOT MACHINES

Slot Revenue	\$182,607,146
Tax Revenue	\$91,380,754
Slot Win Per Day	\$283
Number of Machines	1,755

TABLE GAMES

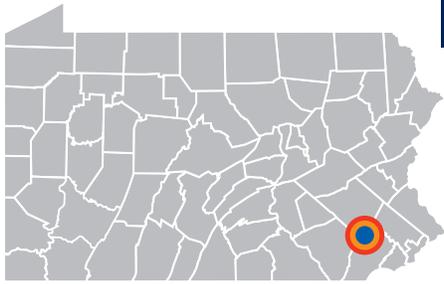
Tables Revenue	\$127,715,419
• Non-Banked (28)	\$8,364,516
• Banked (105)	\$112,185,416
• Hybrid (12)	\$7,165,487
Tax Revenue	\$20,434,467

SPORTS WAGERING

Sports Wagering Revenue	\$4,930,465
Tax Revenue	\$1,774,967

FEES

Sports Wagering	\$10,000,000
iGaming	\$10,000,000
Local Share Assessment	\$10,000,000
(\$1326.1 Slot Machine License Operations Fee)	



Valley Forge Casino Resort



CASINO INFORMATION

Opened March 2012
 1160 1st Ave., King of Prussia, PA 19406
<https://www.vfcasino.com>
 Upper Marion Township
 Montgomery County
 As of June 30, 2019
 Total Employment 1,012
 Table Games Employees 306

SLOT MACHINES

Slot Revenue	\$96,278,435
Tax Revenue	\$52,025,873
Slot Win Per Day	\$362
Number of Machines	850

TABLE GAMES

Tables Revenue	\$38,251,319
• Banked (48)	\$38,251,319
Tax Revenue	\$6,120,211

SPORTS WAGERING

Sports Wagering Revenue	\$1,219,715
Tax Revenue	\$439,097

FEEES

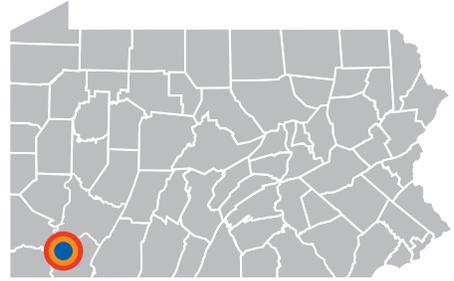
Sports Wagering	\$10,000,000
iGaming	\$10,000,000
Category 3 Act 71 Changes	\$3,500,000
Change of Control	\$1,350,000

All Figures are as of June 30, 2019

Lady Luck Casino Nemaquin



Resort



CASINO INFORMATION

Opened July 2013
 4067 National Pike, Farmington, PA 15437
<https://ladylucknemaquin.com>
 Wharton Township
 Fayette County
 As of June 30, 2019
 Total Employment 1,284
 Table Games Employees 69

SLOT MACHINES

Slot Revenue	\$27,494,616
Tax Revenue	\$14,859,857
Slot Win Per Day	\$126
Number of Machines	600

TABLE GAMES

Tables Revenue	\$3,265,373
• Banked (27)	\$3,265,373
Tax Revenue	\$522,460

FEES

Category 3 Act 71 Changes	\$1,000,000
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All Figures are as of June 30, 2019

VISION Statement

The goal of the Pennsylvania Gaming Control Board is to be the premier gaming regulator in the United States, maintaining and enhancing public trust with honesty, integrity and credibility.

MISSION Statement

The Pennsylvania Gaming Control Board, guided by the Gaming Act and supported by a dedicated professional staff, will protect the interest of the public by ensuring the integrity of legalized gaming through the strict enforcement of the law and regulations, the licensing of qualified individuals and entities, and fulfilling the objectives of legalized gaming in the Commonwealth to deliver a significant source of revenue, assist the horse racing industry, provide broad economic opportunities and enhance tourism.

If you or someone you know has a gambling problem,
help is available and it works
Call 1-800-GAMBLER



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