

SLOTS INDUSTRY IN PENNSYLVANIA

REVENUES	Fiscal year 2006-07	Fiscal Year 2007-08	Fiscal Year 2008-09	FY2009-10 through January 2010	CUMULATIVE TOTAL
<u>GROSS TERMINAL REVENUE (GTR)¹</u>	<u>\$454,579,636</u>	<u>\$1,404,753,259</u>	<u>\$1,754,002,790</u>	<u>\$1,221,614,175</u>	<u>\$4,834,949,860</u>
34% State Tax ²	\$154,557,137	\$477,616,108	\$596,360,949	\$415,348,820	\$1,643,883,013
4% Local Share Assessment ³	\$18,183,193	\$56,190,130	\$70,160,112	\$48,864,567	\$193,398,001
5% PA Gaming Economic Development and Tourism Fund ⁴	\$22,728,991	\$70,237,663	\$87,700,140	\$61,080,709	\$241,747,503
12% PA Race Horse Development Fund ⁵	\$54,549,578	\$168,570,391	\$210,480,335	\$146,525,950	\$580,126,254
45% Licensee Retained Gross Terminal Revenue	\$204,560,738	\$632,138,966	\$789,301,255	\$549,794,129	\$2,175,795,089

Source: PGCB Report of Gaming Revenues

LICENSE FEES²	\$300,000,000	\$252,500,000	\$0	\$0	\$552,500,000
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Source: BFM Report of Revenues and Receipts

TOTAL REVENUES GENERATED (GTR and License Fees)	\$5,387,449,860
TOTAL STATE TAXES AND FEES GENERATED	\$3,211,654,772
TOTAL LICENSEE RETAINED GTR	\$2,175,795,089

¹ Since the first casino opened in November 2006, more than \$4.8 billion has been generated in gross terminal revenue (GTR).

² \$2.2 billion (\$1.64 billion in State Tax and \$0.55 billion in License Fees) has been generated to provide funding for (1) Volunteer Company Grants; (2) Local Law Enforcement Grants; (3) Compulsive and Problem Gambling Treatment Fund; (4) Drug and Alcohol Addiction Treatment Services; (5) Payments in Lieu of Taxes on State Forest and Game Lands to Counties, Municipalities and School Districts; (6) Expansion of the Property Tax and Rent Rebate Program (PTRR); (7) PTRR Supplemental Rebates; (8) Sterling Act credits for Philadelphia Wage Tax paid by non-residents; and (9) School District Property Tax Relief via the Homestead Exemption.

³ \$193.4 million has been generated from the 4% Local Share Assessment to provide grants to counties and municipalities hosting a casino as well as contiguous municipalities as provided by statute. In general, these monies are to be used for infrastructure improvements, emergency services and similar municipal costs associated with the licensed facility.

⁴ \$241.8 million has been generated from the 5% tax on GTR for the PA Gaming Economic Development and Tourism Fund. These monies are distributed through a separate capital budget itemization bill for capital projects within the Commonwealth.

⁵ \$580.1 million has been generated for the PA Race Horse Industry. These funds are used for purses for live races; transfers to the PA Breeding Fund (thoroughbred), PA Sire Stakes Fund (standardbred) and PA Standardbred Breeders Development Fund; and health and pension benefits for members of the horsemen's organizations.