TO: Mayor and City Council Members

FROM: Pauline Sumption, Finance Officer

RE: Report on Retail (on-off sale) Malt Beverage Licenses eligible for Video Lottery

DATE: July 18, 2019

Ordinance No. 3210, adopted in July 1995 requires the City Council to review the number of Retail (on-off sale) Malt Beverage Licenses eligible for video lottery.

Below is an excerpt from the Rapid City Municipal Code, Chapter 5 relating to Business Regulations and Licenses

5.64.020 Number of video lottery machine placements authorized.
Not more than 1 authorization for a video lottery machine placement as provided in SDCL § 42-7A-64 will be granted for each 843 of population of the city as determined each January 1, by the city’s Community Development Department. No establishment authorized for a video lottery machine placement may be denied authorization in subsequent years solely by reason of any limitations of the number of authorizations under the provisions of this section. The quotas established in this section do not apply to other licenses issued pursuant to SDCL § 35-4-2. (Ord. 6277 (part), 2019; Ord. 3210, 1995)

The Community Development Department reports Rapid City’s population estimate as of January 1, 2019 at 76,532. Chapter 5.64.020 of the Municipal Code allows one video lottery license for each eight hundred forty-three (843) in population. Based on the population estimate, Rapid City is eligible for ninety-one (91) video lottery licenses. As of July 1, 2019, there are sixty-nine (69) Retail (on-off sale) Malt Beverage Licenses that are eligible for video lottery. Currently two (2) of the sixty-nine (69) Malt Beverage with Video Lottery licenses are being held inactive. Twenty-two (22) video lottery licenses remain available.