MEMORANDUM

TO: Mayor and City Council Members
FROM: Pauline Sumption, Finance Director
RE: Report on Retail (on-off sale) Malt Beverage Licenses eligible for Video Lottery
DATE: July 6, 2022

Ordinance No. 6508, adopted in October 2021, authorizes one additional number of Retail (on-off sale) Malt Beverage Licenses eligible for video lottery for every additional 2,000 residents in excess of 74,000 of population.

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.
There shall be 75 authorizations for video lottery machines placement available for the first 74,000 of population. Not more than 1 authorization for video lottery machines placement as provided in SDCL § 42-7A-64 will be granted for each additional 2,000 of population of the city as determined by the Community Development Department annually. 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.

The Community Planning and Development Services Department reports Rapid City’s population estimate as of January 1, 2022 at 78,159. This would allow for a total of seventy-seven (77) Retail (on-off sale) Malt Beverage Licenses, seventy-five (75) of which have already been issued, leaving two (2) additional licenses to be issued. Currently four (4) of the seventy-five (75) Malt Beverage with Video Lottery licenses are being held inactive.