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, 2016

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 one authorization for a video lottery machine placement as provided in SDCL 42-7A-64 will be granted for each eight hundred forty-three of population of the city as determined each January first, by the City Planning 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. 3210, 1995)

The Community Planning and Development Services Department reports Rapid City’s population estimate as of January 1, 2016 at 72,861. 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 eighty-seven (87) video lottery licenses. As of July 1, 2016, there are sixty-nine (69) Retail (on-off sale) Malt Beverage Licenses that are eligible for video lottery. Currently three (3) of the sixty-nine (69) Malt Beverage with Video Lottery licenses are being held inactive. Eighteen (18) video lottery licenses remain available.