

**Video Lottery**  
**Options**  
**For**  
**Discussion**

1. Vendor Costs Shared by all Stakeholders  
(Tracks, State, Horsemen):

FY 2014	Net Proceeds				=	\$360,000,000	
			With Vendor	Increase		Proposed	New Start Number 331,200,000
	Current						Difference
Horsemen	10%	36,000,000	10%	36,000,000	10%	\$33,120,000	-\$2,880,000
State	43%	154,800,000	43%	154,800,000	45%	\$149,040,000	-\$5,760,000
Vendors	6%	21,600,000	8%	28,800,000			
Tracks	41%	147,600,000	39%	140,400,000	45%	\$149,040,000	\$8,640,000
<b>Total</b>		<b>360,000,000</b>		<b>360,000,000</b>		<b>331,200,000</b>	

2. Change Tax Rate or implement sliding scale

a. Current Rate is:

- i. State = 43.5% Harrington rate = 42.5% = \$107.5m
- ii. Horsemen = 10.2% Standardbred  
9.6% Thoroughbred
- iii. Tracks = On Average 41% - goes to 39% with vendor increase

3. Share Charge for Franchise Games (i.e. Monopoly, ect..)