



2023

Michigan Gaming
Control Board

ANNUAL REPORT



Annual Report to the Governor

Calendar Year 2023



Michigan Gaming Control Board
3062 West Grand Boulevard, Suite L-700
Detroit, MI 48202

Submitted pursuant to the
Michigan Gaming Control & Revenue Act, as amended
(Public Act 69 of 1997)

This document is also available online at
Michigan.gov/MGCB



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
MICHIGAN GAMING CONTROL BOARD
DETROIT

HENRY L. WILLIAMS, JR.
EXECUTIVE DIRECTOR

April 15, 2024

The Honorable Gretchen Whitmer
Governor of Michigan

AN OPEN LETTER TO GOVERNOR GRETCHEN WHITMER AND THE MICHIGAN LEGISLATURE:

On behalf of the Michigan Gaming Control Board (Board), I am pleased to present the Annual Report to the Governor for calendar year 2023, pursuant to Section 15(1) of the Michigan Gaming Control & Revenue Act, as amended, Public Act 69 of 1997, MCL 432.201 (Act). This Annual Report is submitted not only to comply with the statutory reporting requirements under the Act, but to provide a summary of significant activities and operations of the Board and the Board's staff. The Annual Report includes reports on the licensure, regulation, and operations of authorized commercial casino gaming in the City of Detroit, and internet gaming and sports betting for 2023. It also includes a report on millionaire party.

Sincerely,

A handwritten signature in cursive script that reads "Linda D. Forte".

Linda Forte
Chairperson



Michigan Gaming Control Board

FROM THE EXECUTIVE DIRECTOR

The Detroit casinos reported \$1.237 billion yearly aggregate revenue during 2023 and paid \$99.5 million in state taxes on table games, slots, and retail sports betting revenue. The School Aid Fund received the tax revenue.

Revenue from iGaming and both commercial and tribal operators saw a remarkable increase in 2023, which contributed significantly to the state's economy. Michigan commercial and tribal operators reported a combined \$2.3 billion total iGaming gross receipts and gross sports betting receipts — \$1.9 billion from iGaming and \$420.4 million from internet sports betting — an 18.3% increase over 2022. Adjusted gross receipts at \$1.956 billion marked an 18.8% increase from the previous year.

The operators paid \$369.8 million in taxes and payments to the State of Michigan in 2023, of which iGaming taxes and fees contributed \$354.0 million and internet sports betting taxes and fees added another \$15.8 million. Taxes and payments for both types of gaming are routed to the Internet Gaming Fund and the Internet Sports Betting Fund, respectively, which yielded a combined \$325.8 million for the state's School Aid Fund at fiscal yearend.

At the end of 2023, 15 iGaming operators (12 tribal and 3 commercial) and sports betting operators were authorized to conduct iGaming and internet sports betting. However, the Little Traverse Band's sports betting partner, FoxBet, ceased accepting internet sports betting wagers in August 2023.

One of the MGCB's top priorities remains the fight against illegal gambling activities that threaten the integrity of Michigan's gaming industry. Through diligent enforcement and collaboration with law enforcement agencies, we have been able to combat such illicit operations effectively. During 2023, warning letters were mailed to 26 Michigan residents who were conducting illegal online gambling activity via social media, and cease-and-desist letters were sent to five unlicensed online gaming websites for conducting illegal gambling in the state.

Also in 2023, 64 Michigan businesses received letters to cease identified illegal gambling, which led to 167 machines either being removed or taken out of operation. Additionally, because of MGCB investigations and the agency's partnership with the Attorney General's office, 79 machines used for illegal gambling were seized, nine individuals received criminal gambling convictions, charges were authorized against 29 individuals, and two illegal gambling operations were closed.

I am proud to report that in 2023, the agency secured \$50.7 million in funding from the state for Fiscal Year 2024, which will allow us to continue to carry out our regulatory responsibilities efficiently and maintain the highest standards of oversight in the gaming sector. As part of the agreement, an allocation of \$3 million of ongoing, annual funding will support the continuation of the MGCB's internationally acclaimed and award-winning "Don't Regret the Bet" responsible gaming messaging campaign, which launched in March 2023 and provides tips and information to Michigan citizens that can help them play it smart and prevent problem gambling before it starts.



Michigan Gaming Control Board

Lastly, Michigan's horse racing industry benefited from more than \$6.5 million in taxes collected in 2023 on various forms of betting — including internet wagering and simulcast wagering on horse races, internet casino gaming, and internet sports betting. In 2023, Northville Downs was the only operating track in Michigan, and it offered 68 live standardbred race dates.

As we look ahead, we remain committed to fostering a secure and fair gaming environment for all stakeholders while promoting responsible gambling behavior. I am confident that with continued support and collaboration, we can further strengthen our regulatory framework and continue to protect the well-being of our citizens.

Sincerely,

/s/

Henry L. Williams, Jr.



Michigan Gaming Control Board

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Mission Statement

"The Michigan Gaming Control Board shall ensure the conduct of fair and honest gaming to protect the interests of the citizens of the State of Michigan."

Introduction

In November 1996, Michigan voters approved Proposal E, authorizing the development of up to three licensed commercial casinos in Detroit. Proposal E subsequently took effect as law on December 5, 1996, as the Michigan Gaming Control & Revenue Act. The voter-initiated Act established the Michigan Gaming Control Board (MGCB) as an autonomous agency within the Michigan Department of Treasury (Treasury) exclusively responsible for licensing and regulating the three commercial Detroit casinos. In July 1997, the voter-initiated Act was amended substantially by the Michigan Legislature. The amended Act provided for more stringent licensing criteria, substantially strengthened the licensing and regulatory authority of the MGCB and provided for a system to collect wagering taxes and fees for the City of Detroit and the State of Michigan.

The Act was amended in 2019 to set a different tax rate for sports betting. Also in December 2019, the Lawful Internet Gaming Act (Public Act 152 of 2019), the Lawful Sports Betting Act (Public Act 149 of 2019), and the Fantasy Contests Consumer Protection Act (Public Act 157 of 2019) were signed into law, and the Traxler-McCauley-Law-Bowman Bingo Act (Act 382 of 1972) was amended.

The Board by law is comprised of five Michigan residents appointed by the Governor with the advice and consent of the Senate. One member is designated by the Governor as the chairperson. Under the Act, no more than three members may belong to the same political party. The Michigan Legislature vested the Board, Executive Director, and MGCB employees with certain powers and duties specified in the Act and such other powers necessary and proper to implement, administer, and enforce the provisions of the Act relating to the licensing and regulation of authorized commercial casino gaming in the City of Detroit fully and effectively.



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Michigan Gaming Control Board 2023 Board Members

Ms. Linda Forte, Chair



Ms. Forte, of Detroit, has been appointed by Governor Gretchen Whitmer to serve as Board Chair for a term at the pleasure of the governor. She began her term July 22, 2021, and it expires December 31, 2024.

Ms. Forte is retired from Comerica, Inc., where she served as the senior vice president of business affairs and chief diversity officer. Ms. Forte currently serves as a board member for Blue Cross Blue Shield Michigan.

She holds a Bachelor of Science degree from Bowling Green State University and a Master of Business Administration degree from the University of Michigan.

Ms. Deidre Lambert-Bounds



Ms. Lambert-Bounds, president and co-owner of Ignite Social Media, LLC, and the COO and co-owner of its sister company, Carusele Media, has been appointed by Governor Gretchen Whitmer to serve as a board member for a term expiring on December 31, 2024.

Mr. Andrew T. Palms



Mr. Palms, executive director of Communications Systems at the University of Michigan, has been reappointed by Governor Gretchen Whitmer to serve as a board member for a term expiring on December 31, 2027.

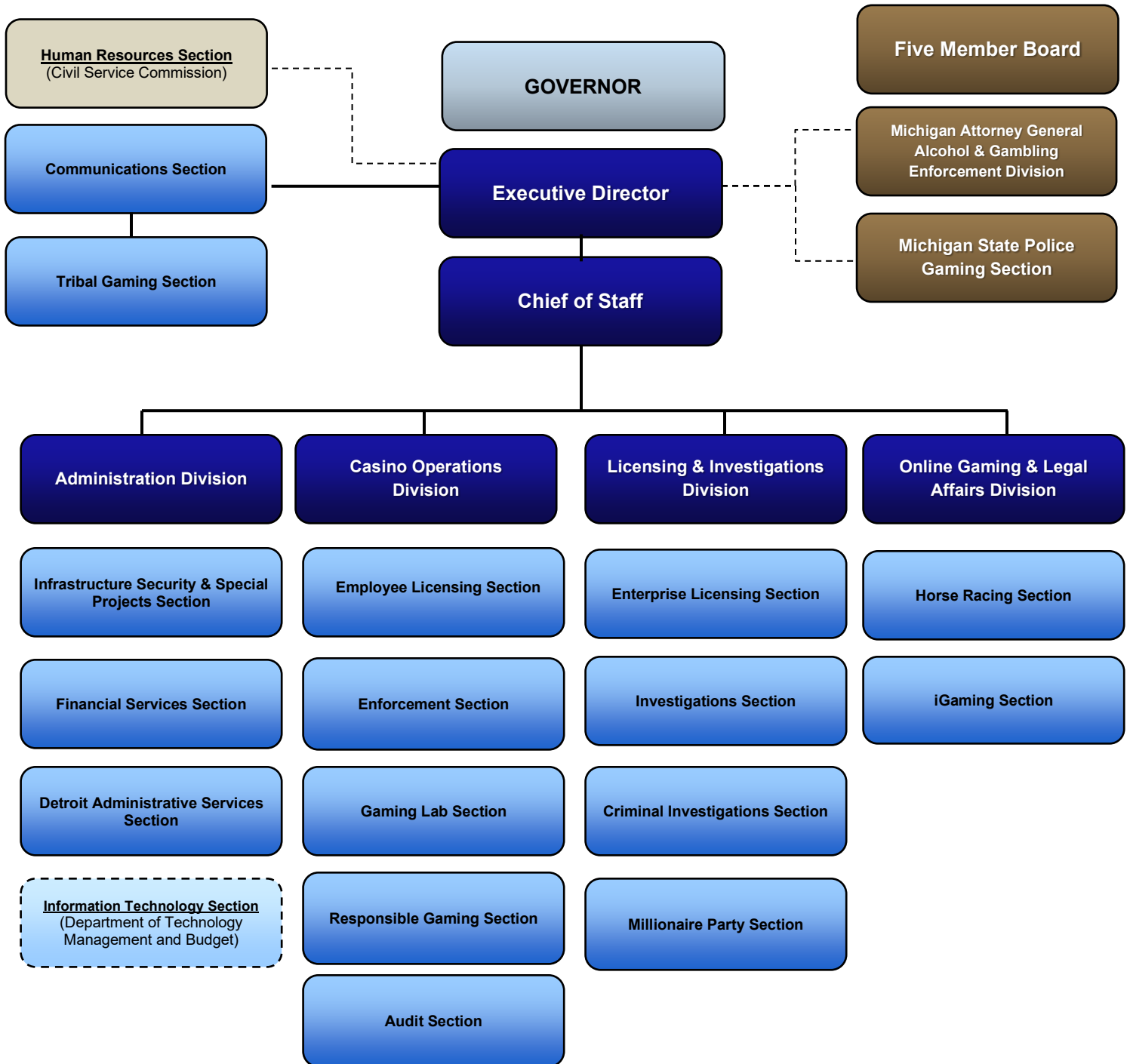
Mrs. Joni Thower-Davis



Mrs. Thrower Davis, managing partner for Jamjomar Inc., has been appointed by Governor Gretchen Whitmer to serve as a board member for a term expiring on December 31, 2027.



Organizational Chart





Michigan Gaming Control Board

Activities of the Board

Board Meetings

From inception, the Board has encouraged public input regarding policies, procedures, and activities related to licensing and regulating the three Detroit commercial casinos. To conduct Board business, and to inform and receive input from the public, the Board held five public meetings in 2023. At these meetings, the Board not only conducted its official business, but it also provided the public and news media with opportunities to ask questions and offer comment regarding casino gaming issues and the Board's relevant policies, procedures, and activities. The Board met in person at the Detroit office located at Cadillac Place, 3062 West Grand Boulevard, Suite L-700, on the following dates:

2023 Meeting Dates
February 21
April 18
August 15
October 17
December 12

The Board adjourned to closed session after the public meetings to review confidential materials that were part of casino, internet gaming, and sports betting license applications, as well as applications for placement on the Board's Disassociated Persons List and thus protected from public review and disclosure under Sections 4c and 25 of the Michigan Gaming Control & Revenue Act, as amended, Public Act 69 of 1997, MCL 432.204c and MCL 432.225(4)(c). Closed sessions are not open to the public, nor are minutes of such sessions available to the public, under Michigan's Open Meetings Act, as amended, Public Act 267 of 1976. All Board meetings, whether open or closed, were held in accordance with Michigan's Open Meetings Act.



Michigan Gaming Control Board

MGCB Notable Activities

Executive Office



Communications Section

The Communications Section is responsible for interactions internally with agency staff and externally with outside stakeholders. The Communications Section provides communications, public relations, and social media outreach and support for the MGCB. As part of our ongoing commitment to transparency, education, and engagement, we have implemented various strategies to communicate with regulated entities, stakeholders, and the public effectively.

Key initiatives, achievements, and points of pride from calendar year 2023 are highlighted below:

Communication Strategies: The Communications Section ensures effective communication, which is vital for maintaining the trust and confidence of stakeholders and the public. To achieve this, we have employed several strategies, including:

- **Stakeholder Engagement:** The Director of External Affairs & Legislative Liaison maintains regular communication with the gaming industry — including operators, service providers, and associations — along with legislative and local community leaders. Outreach efforts include understanding their concerns, providing guidance, and facilitating compliance with Michigan gaming laws. Open dialogue is encouraged, and emerging regulatory issues are quickly addressed.
- **Public Awareness Campaigns:** In March 2023, the MGCB launched its “Double Down Michigan” podcast to educate the public about responsible gaming, regulatory requirements, the importance of player protection, industry news, trends, and a variety of other gaming industry issues. The agency also found great success — and earned three international awards — with its partnership with King Media and the “Don’t Regret the Bet” campaign that is aimed at minimizing problem gambling, raising awareness about its risks, and promoting safer gaming practices.
- **Regulatory Updates:** Timely and clear communication of regulatory changes is essential for compliance. To that end, the Communications Specialist assisted with distributing memos via email and maintaining distribution lists to ensure that industry participants received updated guidelines, policy changes, and regulatory directives in a prompt and understanding manner.



Michigan Gaming Control Board

- **Social Media Outreach:** Social media platforms have become influential channels for disseminating information and engaging with a wider audience. In 2023, the MGCB intensified its social media outreach and engagement efforts:
 - **Increased Presence:** The MGCB expanded its presence on various social media platforms, including Twitter, LinkedIn, Facebook, Threads, and YouTube to reach a diverse audience. This allowed us to share news, updates, educational resources, and insights related to responsible gambling and regulatory developments.
 - **Content Strategy:** The MGCB Social Media Analyst developed a comprehensive content strategy to ensure relevant and engaging content across social media platforms. This included informative posts, infographics, podcasts, and videos that aimed to educate, inform, and create awareness about responsible gaming practices and our regulatory framework.
- **Community Management:** Engaging and responding to the community on social media and also via email inquiries received is crucial for building trust and a positive image. The Social Media Analyst and Communications Specialist actively monitored and responded to questions, comments, and concerns from the public, other regulatory agencies, reporters and media outlets, and industry stakeholders in a timely and respectful manner.

Achievements and Impact: The MGCB’s communications and social media outreach initiatives have yielded positive outcomes and impact. Key achievements include:

- **Increased Awareness:** Through our public awareness campaigns, communication efforts (press releases, press statements, responses to public inquiries, website updates, etc.), and social media efforts, in 2023 we witnessed a significant increase in public awareness and the understanding of responsible gaming practices and the role of the MGCB as related to regulatory compliance in Michigan’s gaming industry.
- **Stakeholder Engagement:** In 2023, enhanced engagement with industry stakeholders has facilitated cooperative problem-solving and improved our knowledge of emerging challenges, allowing for more informed decision-making.
- **By the Numbers:** The Communications Section’s efforts in 2023 are summarized as follows:

Media Inquiries*	134	Social Media Engagements	37,376
Public Inquiries*	717	Facebook	32,920
News Releases	61	Instagram	249
Social Media Posts	765	LinkedIn	2,028
LinkedIn	248	Twitter	2,179
Twitter	159	Podcasts	
Facebook	248	Episodes Published	14
Instagram	43	Downloads	780
Threads	67		

*From May 1 through Dec. 31, 2023



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Engagement Section

The MGCB is committed to enhancing recruitment and increasing retention of engaged employees by making the agency an attractive and great place to work. The engagement section regularly develops and implements plans and programs to become more attractive as an employer. This year, the section secured and hosted multiple trainings that provided clear expectations, resources, support, and professional development for all levels of staff.

In 2023, the MGCB hosted 10 educational opportunities for the development of staff at all levels.

Human Resources Section

The MGCB has two dedicated Civil Service Commission employees to facilitate the personnel needs of the agency. The Human Resources (HR) director and analyst are primarily responsible for the hiring of staff, performance management, labor relations, payroll, and personnel transaction processing. These employees are assisted by two HR Liaisons from the MGCB.

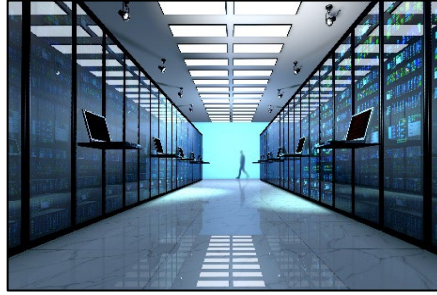
In 2023, the MGCB introduced 30 new staff members to the agency, while 17 employees departed through resignation or retirement. As a result, the agency ended the year with 176 employees. In addition, 22 employees were promoted during the calendar year.

Tribal Gaming Section

Notable accomplishments and further details of actions completed by the Tribal Gaming Section can be found in the separate 2023 Tribal Gaming Annual Report.



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Administration Division

The Administration Division interacts with agency staff to ensure operational needs are met and provides administrative support services to all six MGCB locations.

Financial Services Section

The Financial Services Section assists MGCB staff in administrative support to ensure that commodities and services are delivered to the agency in the most efficient and effective manner. Located in the MGCB's Lansing office, the section interacts with agency staff to ensure their operational needs are met. This includes assisting management in determining annual budget needs to provide the tools necessary to meet the objectives of the agency's mission. Financial Services also monitors spending and ensures accounting transactions are completed and properly executed. Notably, this includes verifying the amount of wagering tax paid by the three Detroit casinos and the state portion of internet gaming and internet sports betting tax/payments remitted by licensed operators.

The section facilitates the procurement of commodities and services required for operations. Maintaining records of all agency purchases and processing payments related to the acquisition of goods are significant duties related to procurement.

In addition, Financial Services helps MGCB staff complete air, hotel, and rental car reservations, and approves expense reimbursement requests. Monitoring fleet vehicle usage and maintenance is also a section responsibility.

Infrastructure, Security & Special Projects Section

The Infrastructure Security & Special Projects (IS&SP) Section is responsible for agency security (physical and data) and business continuity for the MGCB. In addition, the section serves as the agency liaison to the Michigan Department of Technology, Management & Budget (DTMB) for the completion of IT-related projects and assists other sections of the MGCB with various State of Michigan and agency-specific projects upon request.

In 2023, IS&SP, along with DTMB, successfully completed the migration of all MGCB employees' computers to the State of Michigan (SOM) domain resulting in cost savings for the agency and improvements to the efficiency of employee onboarding and offboarding processes.

The section continued to effectively manage the visual and sound quality of all in-person and virtual public Board meetings, ensuring an optimal live stream of the meetings was accessible to attendees.



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Detroit Administrative Services Section

The Detroit Administrative Services Section provides administrative support services for the four MGCB offices in Detroit at Cadillac Place, and in each of the three Detroit casinos.

In addition, the section provides records management oversight for the agency's paper records and ensures electronic images of records are available to staff in the MGCB's online record repository. This section processes all Freedom of Information Act (FOIA) requests in accordance with the Michigan Freedom of Information Act, Public Act 442 of 1976, and responds to Requests for Information from neighboring jurisdictions. The section also ensures the MGCB complies with the State of Michigan's retention schedules established for all documents.

In calendar year 2023, the MGCB created 158,379 records in the Content Manager (CM) records management and retention system, an increase of 23,062 records from 2022. Approximately one million pages of paper records were added to CM. The Records Section consistently attained its measured benchmark of processing 99.6% of documents received within 72 hours.



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Licensing & Investigations Division

The Licensing & Investigations Division oversees licensing for the commercial casinos, internet gaming operators, sports betting operators, and their respective suppliers; millionaire party events and millionaire party suppliers; and conducts regulatory and criminal investigations in coordination with the Michigan Attorney General’s (AG) office.

Enterprise Licensing Section

The Enterprise Licensing Section processes license applications and assists the Investigations Section with analytical review of financial documentation related to ongoing licensing investigations.

Suppliers providing gaming-related goods or services to a commercial casino, internet gaming operator, or sports betting operator must be licensed by the MGCB. Suppliers providing nongaming-related goods or services to a commercial casino also must obtain a license from the MGCB unless qualified for an exemption from licensing requirements.

Vendor exemptions, supplier license exemptions, and subcontractor exemptions are conditional waivers of the supplier licensing requirements of the Michigan Gaming Control & Revenue Act and Administrative Rules. These exemptions must be approved by the Executive Director and must meet specific eligibility requirements established by the MGCB.

Vendor registrations are required for entities providing specific nongaming-related goods and/or services under the Lawful Internet Gaming Act or Lawful Sports Betting Act.

The following charts depict the number of entities holding a license, registration, or exemption from licensing requirements as of December 31, 2023:

Commercial Casino Related Entities Licensed or Exempt (as of December 31, 2023)	
Commercial Casinos	3
Licensed Suppliers	90
Temporarily Licensed Suppliers	12
Supplier License Exemptions	212
Vendor Exemptions	514
Subcontractor Exemptions	23
Total	854



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Internet Gaming and Internet Sports Betting Entities Licensed or Registered (as of December 31, 2023)	
Internet Gaming Operators	15
Sports Betting Operators	15
Provisionally Licensed Internet Gaming Suppliers	11
Licensed Internet Gaming Suppliers	73
Provisionally Licensed Sports Betting Suppliers	7
Licensed Sports Betting Suppliers	54
Internet Gaming Vendor Registrations	376
Sports Betting Vendor Registrations	487
Total	1,038

Millionaire Party

The Executive Director enforces the oversight of millionaire party events through the Traxler-McCauley-Law-Bowman Bingo Act, Public Act 382 of 1972 (Bingo Act).

A millionaire party is an event where imitation money or chips are used to place wagers on games of chance customarily associated with casino gaming. The most common millionaire party game conducted throughout the state is Texas Hold'em poker. Millionaire parties are held by nonprofit organizations to generate funds for charitable purposes.

Qualified Organizations

Qualified organizations (commonly referred to as "charities") are defined in the Bingo Act as bona fide religious, educational, service, senior citizens, fraternal, or veterans' organizations that operate without profit to their members and either have been in existence continuously as an organization for a period of five years or are exempt from taxation as a 501(c).

Locations

As of December 31, 2023, 24 locations were used to host millionaire parties on a recurring basis.

Suppliers

Millionaire party suppliers are licensed by the Executive Director to provide goods and services to a qualified organization. As of December 31, 2023, there were 23 active millionaire party suppliers licensed by the Executive Director.



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On-Site and Post-Event Inspections*

In 2023, the MGCB conducted 623 on-site and post-event inspections. Each inspection is an opportunity for Board staff to interact with and counsel charitable organizations on how to manage their events while complying with the Bingo Act and Administrative Rules. The on-site and post-event inspections resulted in 211 verbal warnings and 57 written warnings.

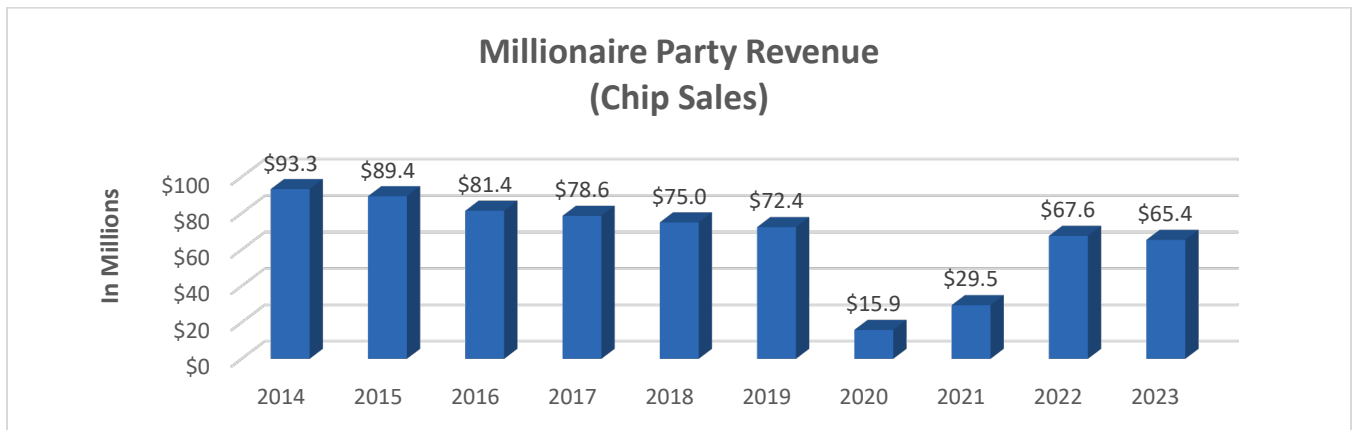
**On-Site Inspections: Regulation officers conduct inspections during ongoing millionaire party events to ensure compliance with the Act and Rules.*

Post-Event Inspections: Regulation officers conduct inspections of qualified organizations after a millionaire party event has taken place. All game documents and financial records are reviewed, and the principal officer is interviewed.

Licensing Activity

For calendar year 2023, a total of 1,329 millionaire party licenses were issued that authorized 5,051 separate millionaire party event days. This resulted in the sale of approximately \$65.4 million in chips at millionaire parties, with net profits to charities of approximately \$5.4 million. Licensing volumes in 2023 remained relatively consistent throughout the year and slightly decreased when compared to 2022.

The charitable organizations self-report financial data for their millionaire party events to the MGCB.



Note: 2016 revenue differs from that reported in the 2016 Annual Report due to a calculation error that was identified and corrected.

Licensing and Event Days

The chart below represents licensing and event days trends since 2014:

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Licenses Issued	3,022	2,820	2,619	2,387	2,228	2,149	412	587	1,394	1,329
Party Event Days	10,508	10,146	9,608	8,714	8,129	7,966	1,494	2,207	5,289	5,051



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Investigations Section

The Investigations Section conducts licensing investigations of the commercial casinos, internet gaming operators, sports betting operators, and their respective suppliers. The licensing investigations are used to evaluate the eligibility and suitability of applicants, as well as key individuals and businesses associated with the applicants.

In 2023, section staff conducted supplier investigations for suppliers located throughout the United States and worldwide. The Investigations Section conducted three casino renewal investigations, two initial internet gaming operator investigations, two initial sports betting operator investigations, 35 initial supplier license investigations, 72 supplier license renewal investigations, and 141 supplemental licensing investigations during calendar year 2023. Supplemental licensing investigations include the background investigation of new key individuals, new key businesses, and transfers of ownership in a licensee.

Background investigations were conducted on 931 key individuals and 311 affiliated businesses in connection with the above noted licensing investigations during calendar year 2023.

Criminal Investigations Section

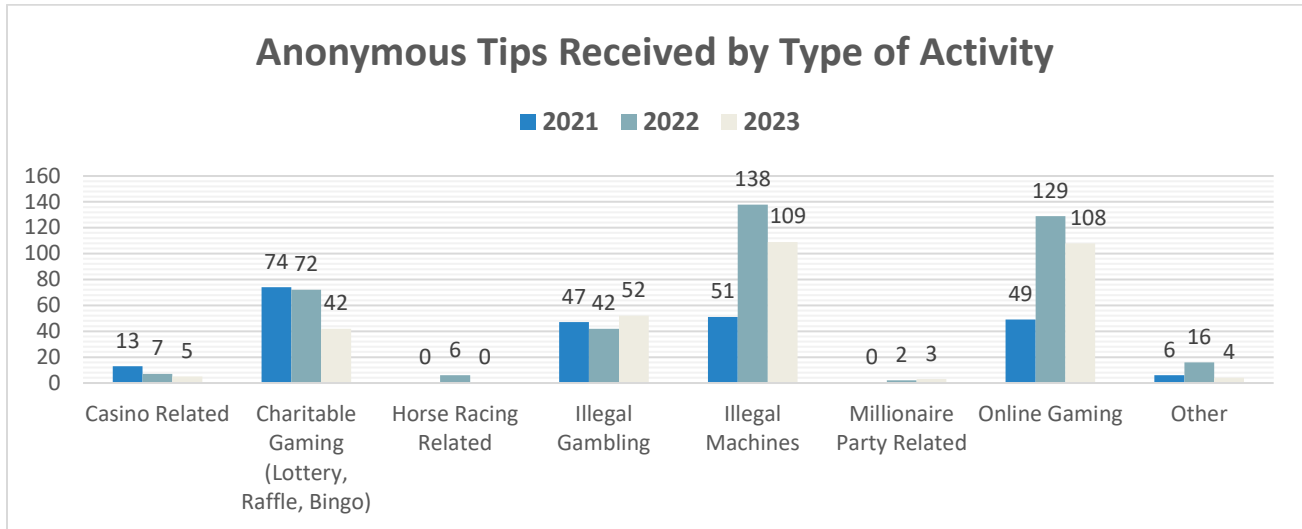
The Criminal Investigations Section (CIS) functions as a professional resource providing gaming investigative expertise to Board staff as well as federal, state, county, and local law enforcement and regulatory agencies. The main purpose of the CIS is the administration of criminal justice. This includes conducting investigations, in conjunction with AG investigators and state and local police departments, into allegations of illegal gambling which could constitute a violation of the Michigan Penal Code. In addition, the CIS conducts regulatory and administrative investigations into matters falling under the jurisdiction of the Board and/or its Executive Director.

The CIS administers an anonymous tip phone line and email address for the public to report illegal or suspected illegal gambling activity. All information received is reviewed for credibility and appropriately assigned to gather additional information. In 2023, CIS recorded a total of 323 tips. As a result, the CIS forwarded 45 anonymous tips to other MGCB sections or State of Michigan agencies for follow-up and initiated 149 CIS investigations.



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The following table illustrates the types of activity reported to the MGCB:



The CIS continued to receive information related to illegal online gambling. As a result, warning letters were mailed to 26 Michigan residents who were conducting illegal online gambling via social media. Cease-and-desist letters were sent to five unlicensed online gaming websites for conducting illegal gambling in the State of Michigan.

In 2021, the MGCB and Michigan Liquor Control Commission began to partner on an education and enforcement initiative to encourage businesses to remove unregulated machines used for illegal gaming. This partnership has led to the identification of hundreds of locations throughout the state with suspected illegal gambling machines. During 2023, 64 Michigan businesses received letters to cease the identified illegal gambling, which led to 167 machines either being removed or taken out of operation.

As a result of MGCB investigations, and in partnership with the AG's office, 79 machines used for illegal gambling were seized, nine individuals received criminal gambling convictions, seven illegal gambling locations were closed, and charges were authorized against 29 individuals during calendar year 2023.

Exclusion List

The MGCB is committed to ensuring a safe environment for those who patronize the three licensed casinos in Detroit and the horse racing track. One way to accomplish this goal is to exclude individuals who may adversely affect the public's confidence and trust in the integrity of casino gaming from entering the three state-licensed casinos as outlined in MCL 432.204a(1)(I) or the licensed horse racing track as stated in MCL 431.307(3); Mich Admin Code, R 431.1130.

The exclusion list, which is posted on the MGCB website at Michigan.gov/MGCB, contains the names of individuals who met the criteria for exclusion. Five individuals were added to the exclusion list during 2023.



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Online Gaming & Legal Affairs Division

iGaming Section

The iGaming Section performs regular monitoring of the internet gaming and internet sports betting platforms to ensure gaming integrity. Regulation officers and auditors are authorized by the Lawful Internet Gaming Act (LIGA), Public Act 152 of 2019, MCL 432.310, and the Lawful Sports Betting Act (LSBA), Public Act 149 of 2019, to audit and investigate alleged violations of the Act, Administrative Rules, and internal control standards to ensure all online facilities, activities, and games comply with the applicable Act.

Internet Gaming and Sports Betting

At the end of 2023, 15 internet gaming and sports betting operators (12 tribal and 3 commercial) were authorized to conduct internet gaming and internet sports betting. However, the Little Traverse Bay Band’s sports betting partner, FoxBet, ceased accepting internet sports betting wagers in August 2023.

A list of authorized internet gaming and sports betting operators and platform providers follows:

Authorized Operators and Platform Providers	
Operator	Platform Provider
Bay Mills Indian Community	DraftKings
Nottawaseppi Huron Band of the Potawatomi	NYX Digital Gaming
Pokagon Band of Potawatomi Indians	Pala Interactive
Hollywood Casino at Greektown	Penn Sports Interactive
Gun Lake Tribe	BetParx Casino
Hannahville Indian Community	VHL Michigan, LLC
Sault Ste. Marie Tribe of Chippewa Indians	WynnBet
Little River Band of Ottawa Indians	BetRivers
MGM Grand Detroit	BetMGM
MotorCity Casino	FanDuel
Lac Vieux Desert Band of Lake Superior Chippewa Indians	PointsBet
Little Traverse Bay Bands of Odawa Indians	The Stars Group/PokerStars
Keweenaw Bay Indian Community	Golden Nugget Casino
Grand Traverse Band of Ottawa and Chippewa Indians Saginaw Chippewa Indian Tribe of Michigan	Caesars GAN



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In May 2022, Michigan signed a Multi-State Internet Gaming Agreement which allows internet poker players in Michigan to compete against players in Delaware, Nevada, and New Jersey. Internet gaming operators and internet gaming platform providers must complete several steps to obtain MGCB authorization to launch multi-state poker. The MGCB granted authorization to the Little Traverse Bay Bands of Odawa Indians and its platform provider, The Stars Group (TSG), on December 20, 2022, and New Jersey was granted authorization on December 23, 2022, for Michigan players to play with New Jersey players starting on January 1, 2023.

The following charts depict the internet gaming adjusted gross receipts and related payments under the LIGA as of December 31, 2023:

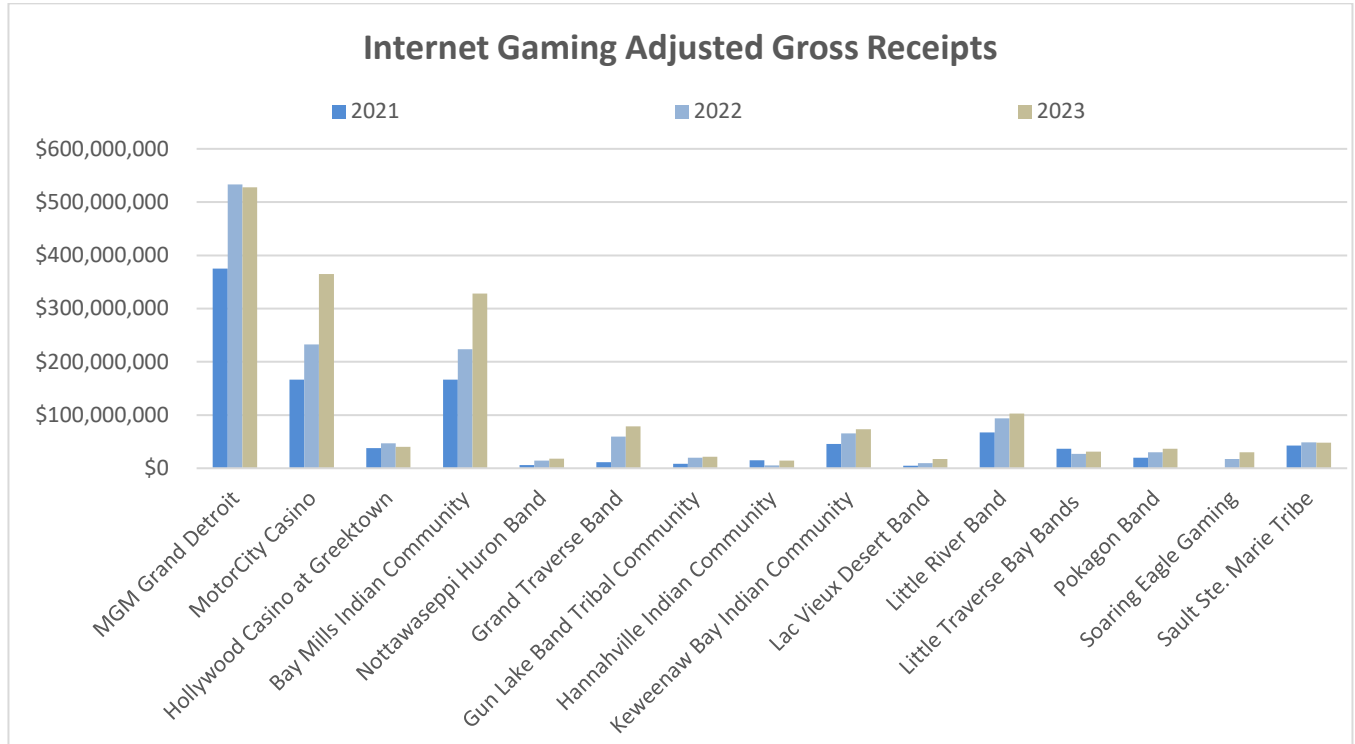
Internet Gaming Adjusted Gross Receipts and Related Payments January – December 2023 (rounded to the nearest dollar)				
Operator	Internet Gaming Adjusted Gross Receipts	Internet Gaming State Payments*	City Wagering Taxes and Municipal Service Fees*	Governing Body of Jurisdiction Payments*
MGM Grand Detroit	\$ 527,775,071	\$ 102,963,994	\$ 50,724,365	\$ 0
MotorCity Casino	364,837,388	71,032,128	35,002,808	0
Hollywood Casino at Greektown	40,282,491	7,419,368	3,683,260	0
Bay Mills Indian Community	327,915,702	72,909,117	0	18,227,279
Nottawaseppi Huron Band of Potawatomi Indians	18,234,924	3,540,623	0	885,156
Grand Traverse Band of Ottawa and Chippewa Indians	78,694,525	17,083,574	0	4,270,893
Gun Lake Tribe	21,578,287	4,289,536	0	1,072,384
Hannahville Indian Community	14,194,330	2,635,530	0	658,882
Keweenaw Bay Indian Community	73,518,930	15,924,240	0	3,981,060
Lac Vieux Desert Band of Lake Superior Chippewa Indians	17,184,348	3,305,294	0	826,324
Little River Band of Ottawa Indians	102,498,903	22,415,754	0	5,603,939
Little Traverse Bay Bands of Odawa Indians	31,481,150	6,507,778	0	1,626,944
Pokagon Band of Potawatomi Indians	36,554,657	7,644,243	0	1,911,061
Soaring Eagle Gaming	29,837,951	6,139,701		1,534,925
Sault Ste. Marie Tribe of Chippewa Indians	47,938,939	10,194,323	0	2,548,581
Total	\$ 1,732,507,596	\$ 354,005,203	\$ 89,410,433	\$ 43,147,428



Michigan Gaming Control Board

*As reported by operator and has not been audited. Internet gaming operators must remit monthly payments. Payments are due the month following the current period. Column totals may not equal due to rounding to the nearest dollar.

Note: Internet Gaming payments presented are calculated based on date earned. Timing differences exist when reconciling to the State's accounting system due to the actual depositing of portions of the payments occurring in the subsequent calendar year.





Michigan Gaming Control Board

The following charts depict the internet sports betting adjusted gross receipts and related payments under the LSBA as of December 31, 2023:

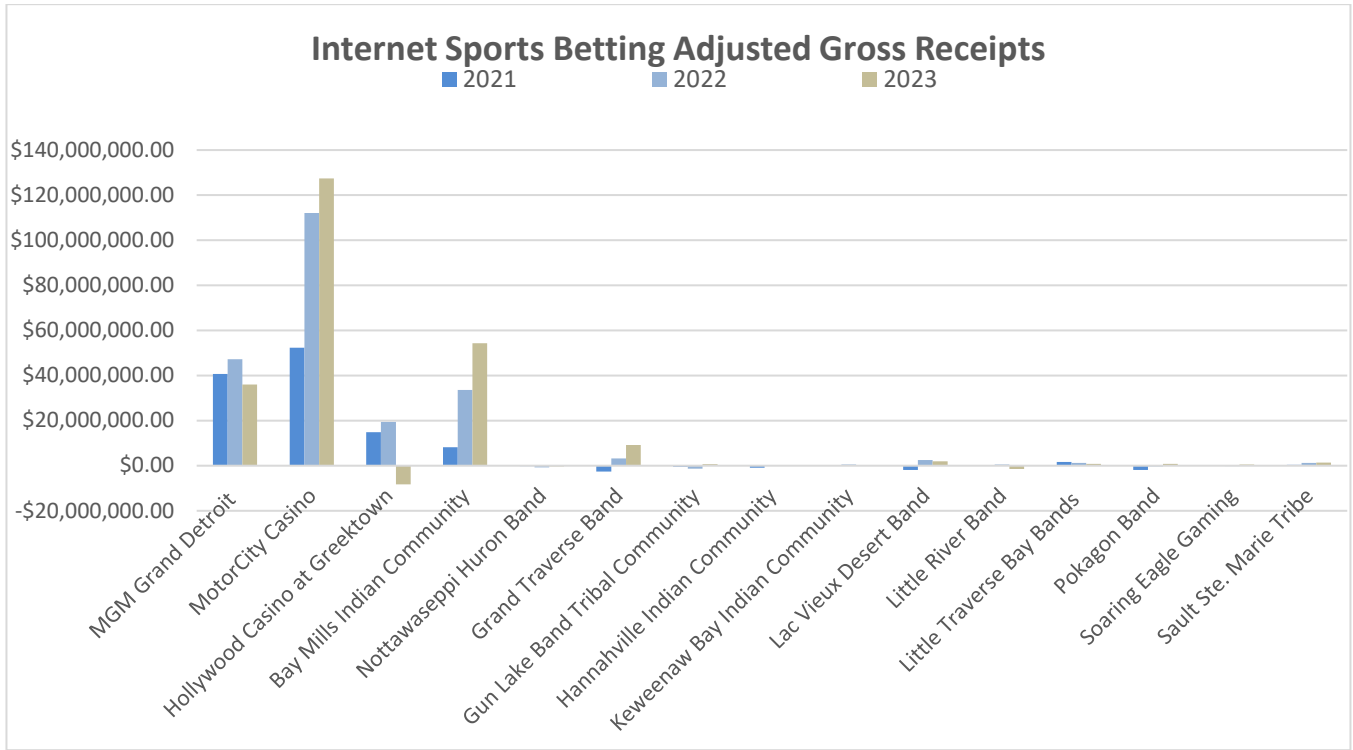
Internet Sports Betting Adjusted Gross Receipts and Related Payments January – December 2023 (rounded to the nearest dollar)			
Operator	Sports Betting Adjusted Gross Receipts	Internet Sports Betting State Payments*	City Wagering Taxes and Municipal Service Fees*
MGM Grand Detroit	\$ 35,965,852	\$ 2,114,792	\$ 1,355,912
MotorCity Casino	127,440,133	7,493,480	4,804,493
Hollywood Casino at Greektown	(8,310,566)	347,096	222,543
Bay Mills Indian Community	54,331,290	4,563,828	0
Nottawaseppi Huron Band of Pottawatomi Indians	(327,625)	0	0
Grand Traverse Band of Ottawa and Chippewa Indians	9,191,564	772,092	0
Gun Lake Tribe	618,673	0	0
Hannahville Indian Community	306,696	0	0
Keweenaw Bay Indian Community	112,605	9,459	0
Lac Vieux Desert Band of Lake Superior Chippewa Indians	2,017,908	169,504	0
Little River Band of Ottawa Indians	(1,420,647)	127,665	0
Little Traverse Bay Bands of Odawa Indians	794,711	67,167	0
Pokagon Band of Potawatomi Indians	775,970	0	0
Soaring Eagle Gaming	515,032	36,240	0
Sault Ste. Marie Tribe of Chippewa Indians	1,439,252	121,267	0
Total	\$ 223,450,848	\$ 15,822,590	\$ 6,382,948

*As reported by operator and has not been audited. Sports betting operators may carry forward calculated negative tax amounts. For months in which there are negative adjusted gross receipts, the amount of payment and fees is recorded as \$0 since no funds were remitted. Sports betting operators must remit monthly payments. Payments are due the month following the current period. Column totals may not equal due to rounding to the nearest dollar.

Note: Internet Sports Betting payments presented are calculated based on date earned. Timing differences exist when reconciling to the State's accounting system due to the actual depositing of portions of the payments occurring in the subsequent calendar year.

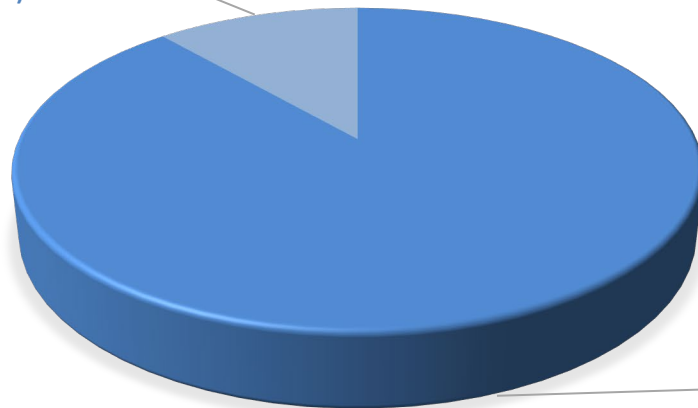


Michigan Gaming Control Board



The following chart compares the internet sports betting adjusted gross receipts under the LSBA and the internet gaming adjusted gross receipts under the LIGA as of December 31, 2023:

2023 Internet Sports Betting Adjusted Gross Receipts, \$223,450,848 (11%)



2023 Internet Gaming Adjusted Gross Receipts, \$1,732,507,596 (89%)



Michigan Gaming Control Board

Fantasy Contests

MGCB staff drafted Administrative Rules for fantasy contests as required by the Fantasy Contests Consumer Protection Act (FCCPA). The Administrative Rules took effect on October 11, 2023. Operators that met the definition of a fantasy contest operator in Michigan on May 1, 2018, and that applied for a license by July 1, 2022, by law were able to continue to offer fantasy contests until issued or denied a license under the FCCPA.

The following chart depicts fantasy contests adjusted revenue and related fantasy contests calculated tax for 2023, rounded to the nearest dollar:

Fantasy Contest Operator	Fantasy Contest Adjusted Revenue*	Fantasy Contest Tax*
FanDuel	\$ 3,000,297	\$ 252,025
DraftKings	6,355,826	533,889
FFPC, LLC	94,423	7,932
Boom Shakalaka Inc.	94,889	7,971
PrizePicks	12,217,972	1,026,310
RealTime Fantasy Sports	36,445	3,061
DataForce Fantasy Football, LLC	14,539	1,221
Total	\$ 21,814,391	\$ 1,832,409

**As reported by operator and has not been audited. The Fantasy Contest Tax is computed at 8.4% of fantasy contest adjusted revenue. Fantasy contest operators may carry forward calculated negative fantasy contest tax amounts. The Fantasy Contest Tax does not include any additional payments made by fantasy contest operators as penalty for late submissions. Fantasy contest operators must remit monthly payments. Payments are due the month following the current period.*

Note: Fantasy Contest taxes presented are calculated based on date earned. Timing differences exist when reconciling to the State's accounting system due to the actual depositing of portions of the tax occurring in the subsequent calendar year.

Authorized Participant Complaints

The iGaming Section processes complaints received from authorized participants pursuant to Rules 432.641(7) and 432.741(7). The MGCB received 698 authorized participant complaints in 2023, of which 446 were completed or closed.



Michigan Gaming Control Board

Violations Issued/Fines Imposed

During 2023, the Online Gaming & Legal Affairs Division issued violations and warning letters, and imposed fines as follows:

BetMGM, L.L.C.

2/7/23: BetMGM was issued a warning letter for failing to adhere to the Final Decision and Order (Order) issued by the Board on June 7, 2022, in the matter of Acknowledgement of Violation of BetMGM LLC Case No. SDA-2022-1.

10/16/23: BetMGM was issued a Final Decision and Order for violation of MCL 432.314(3) and Administrative Rule 432.667(2) for understatement of adjusted gross receipts and related taxes. BetMGM was ordered to pay a total of \$308,658 which represents 2% interest for the 16-month period when adjusted gross receipts were underreported. Of that amount, 30%, or \$92,597 shall be paid to the City of Detroit, and the remaining 70%, or \$216,060 paid to the State of Michigan. Finally, BetMGM agreed to hire a Board-approved auditing firm to conduct an audit of LSBA free play deductions.

Evolution US, L.L.C.

2/2/23: Evolution US, L.L.C. was issued a warning letter for violation of LIGA Administrative Rule 432.639b(2) and Evolution Internal Control Standards (ICS).

12/13/23: Evolution US, L.L.C. was issued a Final Decision and Order for violation of LIGA Administrative Rule 432.639b(2) for failing to detect and prevent patron/dealer collusion and failing to inform patrons that a game had been placed in manual mode. Evolution US, L.L.C. was ordered to pay a \$25,000 fine.

WSI US, L.L.C (WynnBet)

2/24/23: WynnBet was issued a warning letter for violation of LSBA Rule 432.745(10).

8/18/23: WynnBet was issued a Final Decision and Order for violation of LSBA Administrative Rule 432.745(10) for accepting internet sports betting wagers on an event or wager type whose outcome had already been determined and was publicly known. WynnBet was ordered to pay a \$7,500 fine.

Horse Racing Section

Notable accomplishments and further details regarding horse racing can be found in the separate 2023 Horse Racing Annual Report.



Michigan Gaming Control Board



Casino Operations Division

Employee Licensing Section

The Detroit casinos, internet gaming, internet sports betting, and related suppliers employ approximately 6,500 personnel in positions that require them to have an occupational license. These individuals are licensed for a two-year period. In 2023, the section received 5,149 new and renewal occupational applications for investigation.

Occupational and Renewal Applications Received in 2023	
Supplier/Vendor	1,125
MGM Grand Casino	1,269
MotorCity Casino	803
Hollywood Casino at Greektown	697
Internet Gaming	1,255
Total	5,149

In addition, licensing actions were taken against occupational licensees due to various violations of the Michigan Gaming Control & Revenue Act and Administrative Rules as depicted below:

Licensing Actions Against Occupational Licensees in 2023	
Voluntary Surrender	5
Voluntary Withdrawal	246
Warning Letter	24
Summary Suspension	23
Notice of Opportunity to Show Compliance	7
Occupational License Waiver	13



Michigan Gaming Control Board

Enforcement Section

The Enforcement Section continues daily monitoring of the casinos' responsibilities to ensure gaming integrity. Regulation officers located in the three Detroit casinos are authorized by the Act to investigate alleged violations of the Act, Administrative Rules, and internal control standards to ensure all casino facilities, activities, and games are in compliance.

Violations Issued/Fines Imposed

During 2023, the Enforcement Section issued violations and warning letters, and imposed fines as follows:

Hollywood Casino at Greektown (GTC)

1/4/2023: A GTC occupational licensee was issued a warning letter for placing a wager without the patron being present. The violation occurred on 7/30/2022.

2/23/2023: GTC was issued a warning letter for violations found during the 2022 Cage Count for seven cash straps not dated within seven days. The violation occurred on 12/7/2022.

3/8/2023: The MGCB settled a violation with IGT for distribution of unapproved software to GTC with a fine of \$15,000. The violation occurred on 2/8/2023.

3/9/2023: A GTC occupational licensee was issued a warning letter for failure to comply with the rules of the game for roulette. The violation occurred on 10/10/2021.

6/23/2023: Five GTC occupational licensees were issued warning letters for failure to adhere to GTC's Internal Controls for "User Accounts". The violation occurred between 11/29/2022 and 12/13/2022.



Michigan Gaming Control Board

Detroit Entertainment, L.L.C. d/b/a MotorCity Casino-Hotel (MCC)

1/5/2023: An MCC occupational licensee was issued a warning letter for improper storage of cards and dice. The violation occurred on 3/28/2022.

1/17/2023: Two MCC occupational licensees were issued warning letters for improper payment procedures at the sportsbook. The violation occurred on 10/31/2022.

3/2/2023: MCC was issued a warning letter for improper storage of funds in the Associate Bank. The violation occurred on 11/30/2022.

3/8/2023: The MGCB settled a violation with a fine of \$4,225 for assisting a disassociated person with obtaining funds at the cage. The fine was deposited into the Compulsive Gambling Fund. The violation occurred on 3/24/2022.

6/30/2023: MCC, Cummins-Allison Corporation, and two occupational licensees were issued warning letters for allowing an individual with an expired occupational license enter the Soft Count area. The violation occurred on 1/27/2023.

7/19/2023: An MCC occupational licensee was issued a warning letter for allowing a minor to gamble in the casino. The violation occurred on 3/22/2023.

8/3/2023: MCC was issued a warning letter for failing to remove all contents of a bill validator cassette. The violation occurred on 4/5/2023.

8/29/2023: The MGCB settled a violation with a fine of \$2,500 for a minor gambling in the casino. The violation occurred on 3/22/2023.

9/18/2023: An MCC occupational licensee was issued a warning letter for failing to review available coverage of a winning jackpot. The violation occurred on 6/19/2023.

11/1/2023: An MCC occupational licensee was issued a warning letter for failing to ensure assets of the casino are safeguarded. The violation occurred on 5/17/2023.

12/15/2023: MCC and two MCC occupational licensees were issued warning letters for allowing a person to place a wager via an agent at the sportsbook. The violation occurred on 7/29/2023.



Michigan Gaming Control Board

MGM Grand Detroit, L.L.C. (MGM)

1/17/2023: One MGM occupational licensee was issued a warning letter for failing to observe and visually record the collection of gaming currency. The violation occurred on 10/30/2022.

2/14/2023: MGM was issued a warning letter for failing to properly conduct count and drop procedures for bill validators. The violation occurred on 6/21/2022.

3/2/2023: One MGM occupational licensee was issued a warning letter for failing to properly conduct count and drop procedures for bill validators. The violation occurred on 7/11/2022.

3/7/2023: One MGM occupational licensee was issued a warning letter for failing to properly conduct count and drop procedures for bill validators. The violation occurred on 6/23/2022.

3/15/2023: The MGCB settled a violation with a fine of \$600 to be deposited into the Compulsive Gaming Prevention Fund for assisting a disassociated person obtain funds at the cage. The violation occurred on 5/3/2022.

5/23/2023: MGM was issued a warning letter for running a promotion prior to it being submitted for Board review and approval. The violation occurred on 10/3/2023.

5/25/2023: An MGM occupational licensee was issued a warning letter for recording and submitting inaccurate information on cashier accounting forms. The violation occurred on 2/11/2023.

6/2/2023: MGM was issued a warning letter for failing to observe and visually record the collection of gaming currency. The violation occurred on 2/7/2023.

7/10/2023: The MGCB settled a violation with a fine of \$20,000 and an additional \$2,593 to be deposited into the Compulsive Gaming Prevention Fund for assisting a disassociated person with obtaining funds at the cage, and failing to maintain and use a system designed to identify whether a person is on the Disassociated Persons List. The violation occurred on 6/27/2022.

9/8/2023: MGM was issued a warning letter for allowing a minor to gain access to an area of a casino where gaming was being conducted. In addition, two MGM occupational licensees were issued a warning letter for the same offense. The violations occurred on 4/8/2023.

9/8/2023: MGM was issued a warning letter for allowing an individual without an MGCB occupational license to perform work duties within a restricted area of the casino. In addition, an MGM occupational licensee was issued a warning letter for the same offense. The violation occurred on 3/29/2023.

11/7/2023: Two MGM occupational licensees were issued warning letters for processing a jackpot and distributing funds to a disassociated person. The violation occurred on 2/15/2023 and 4/26/2023.



Michigan Gaming Control Board

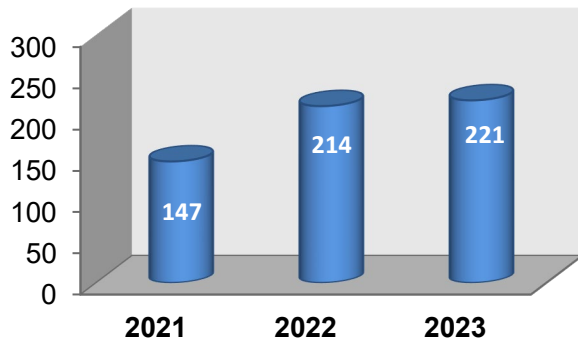
Responsible Gaming Section

Disassociated Persons List and Problem Gambling Diversion Program

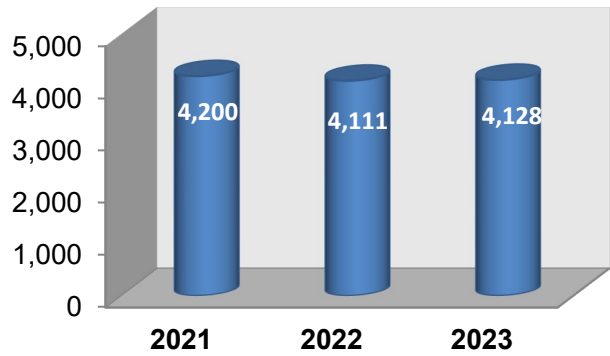
The Act created the Disassociated Persons List (DPL), which is designed for problem gamblers who request self-exclusion from entering and gaming at the three Detroit commercial casinos — MGM Grand Detroit, MotorCity Casino, and Hollywood Casino at Greektown. The Act also states that an individual who violates the terms and conditions of their agreement is guilty of criminal trespassing, which is punishable by imprisonment for not more than one year, a fine of not more than \$1,000, or both. As of December 31, 2023, the DPL program included 4,128 people.

The Act allows disassociated persons to request removal of their names after five or more years on the list. As of December 31, 2023, 1,204 persons have been removed from the DPL.

Approved DPL Applications by Year



Cumulative Approved DPL Applications Per Year

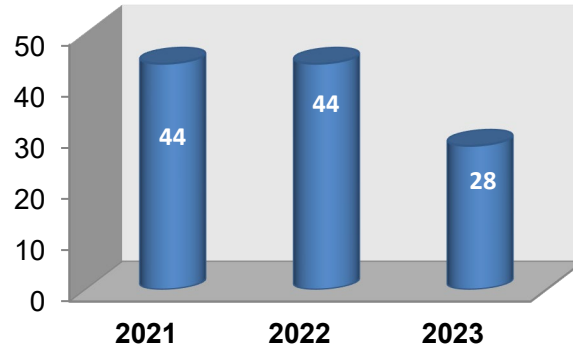




Michigan Gaming Control Board

In 2023, 36 first-time DPL offenders were offered the Diversion Program* and 28 discharge summaries were received for those completing the program. Since the program's inception, 1,107 DPL offenders have been offered the Diversion Program and 897 have completed it.

**Diversion Program Completions
by Year**



**The Diversion Program offers a first-time offender the option of completing a treatment program rather than burdening the criminal justice system further. First-time offenders offered the Diversion Program within a calendar year may not complete the program until the following year. Statistics provided above are the number of completed individual diversion programs per calendar year.*

Responsible Gaming Database (RGD)

In December 2019, the LIGA and LSBA were signed into law. Under these laws, the Responsible Gaming Database (RGD) was established to create a list of individuals who are prohibited from establishing an online gaming account. Individuals may self-exclude themselves voluntarily from establishing an internet wagering account or an internet sports betting account, or both, with internet gaming operators and internet gaming platform providers and/or internet sports betting operators and internet sports betting platform providers for one year or five years. As of December 31, 2023, 691 individuals were added to the RGD, self-excluding from internet gaming, and 644 individuals were added to the RGD, self-excluding from internet sports betting.



Michigan Gaming Control Board

Gaming Lab Section

In 2023, the Gaming Lab Section completed 2,009 gaming product evaluations to ensure compliance with all technical standards and regulations prior to approval for use within the State of Michigan. Of these evaluations, 1,952 were for new gaming software and 57 were for new gaming hardware. The lab also processed 17 revocations of previously approved product submissions. Once revoked, a product is no longer approved for use by the Detroit commercial casinos, internet gaming platforms, or internet sports betting platforms operating in the State of Michigan.

The Gaming Lab Section completed 242 audits of the authorized independent test laboratories' software certifications, which were submitted by the licensed software manufacturers, in 2023. The audits performed by lab personnel found no issues.

Additionally, in 2023, the section conducted inspections of 1,249 newly installed slot machines at the three Detroit commercial casinos to ensure the devices were utilizing gaming software approved by the MGCB.

The Gaming Lab Section also performs forensic evaluations of computers, cell phones, and electronic gaming devices to support investigations conducted by the MGCB, state regulatory agencies, and law enforcement agencies within the State of Michigan; reviews progressive liability transfers by the three Detroit commercial casinos; investigates malfunction occurrences of gaming devices; researches emerging technologies; reviews data and reports used in gaming tax calculations; drafts rule waivers; creates policies; and assists in addressing patron disputes.



Minors and Compulsive Gambling

Annual Underage and Compulsive Gaming Studies

Section 15(2) of the Act, MCL 432.215(2), requires each Detroit commercial casino licensee to conduct an annual study on minors and compulsive gaming. Section 15(1) of the Act further requires the MGCB to include certain information regarding minors on casino premises, which each licensee must compile as part of its annual study.

The following table summarizes the required information compiled and reported by each of the three Detroit commercial casino licensees in their respective annual studies on minors and compulsive gaming for calendar year 2023:

**Casino Licensees' Reported Contacts with Minors
on Licensed Casino Premises during Calendar Year 2023**

<i>Number of Minors</i>	MGM Grand Detroit	MotorCity Casino	Hollywood Casino at Greektown
Denied entry into the casino*	1,339	10,915	746
Physically escorted from the casino's premises	7	0	0
Detected participating in gambling games other than slot machines	2	0	0
Detected using slot machines	1	1	0

**Numbers indicate all patrons denied entry as reported by the casinos.*



Michigan Gaming Control Board

Audit Section

In 2023, the Audit Section performed audits to ensure that revenue was reported properly by the three Detroit commercial casinos and that they complied with their internal control standards (ICS), Administrative Rules, and the Act; conducted compliance audits in the areas of Accounting, Retail Sports Betting, and Key Controls, and started compliance audits in the areas of Electronic Gaming Devices and Table Games & Poker Rooms; oversaw the review of 65 ICS modification submissions of internet gaming operators, internet sports betting operators, and their respective platform providers, as required by the MGCB's Administrative Rules; and reviewed 56 ICS modification submissions of the three licensees of the Detroit commercial casinos, as required by the MGCB's Administrative Rules.

Five compliance audits were completed in 2023, and final audit reports were issued. As a result of these compliance audits, audit staff noted one administrative rule violation, five instances of non-compliance with ICS, and two administrative modifications requiring amendments to ICS, and discovered five procedural improvement findings. The casino licensees were notified of the findings and have responded with their remedial action plans. Two additional compliance audits are near completion, and five more will be started in 2024.

To ensure corrective actions were implemented, the Audit Section also performed seven follow-up reviews that originated from audit findings issued under previous audit plans. No material issues were found during those follow-up reviews.

The Audit Section completed the review of 1,095 daily tax returns; 36 monthly tax returns for table games and slots; and 1,095 daily retail sports betting tax returns. This provides reasonable assurance the reporting of \$1,236,770,787 in gaming revenue (\$1,222,794,216 from table games and slots, and \$13,976,571 from retail sports betting) to the State of Michigan and the payment of \$99,574,646 (\$99,046,332 from table games and slots, and \$528,314 from retail sports betting) in state wagering taxes were free of material misstatement.

In 2023, the Audit Section confirmed \$155,811,916 (\$155,166,198 from table games and slots, and \$645,718 from retail sports betting) in wagering taxes and development agreement payments were made to the City of Detroit.



Michigan Gaming Control Board

Casino Revenues and Wagering Taxes

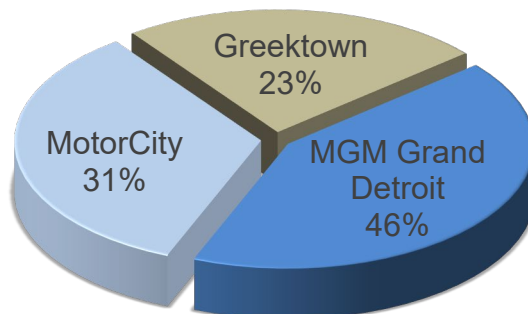
Casino Revenues

The Act defines “adjusted gross receipts” (AGR) as the licensee’s gross gaming receipts less winnings paid to wagerers. “Gross receipts” are defined as the monetary value collected from gaming less a deduction for bad gaming debt. The AGR of the three Detroit commercial casinos include both table games and electronic games of chance.

A monthly and annual summary of the AGR and market share for the three Detroit commercial casinos for calendar year 2023 follows:

Month	MGM GRAND DETROIT	MOTORCITY CASINO	HOLLYWOOD CASINO AT GREEKTOWN	TOTAL DETROIT CASINOS
January	\$ 50,201,680	\$ 30,272,885	\$ 22,883,842	\$ 103,358,407
February	50,079,946	31,236,902	23,689,587	105,006,435
March	54,395,877	35,763,422	27,637,111	117,796,410
April	50,239,153	34,208,791	25,169,710	109,617,654
May	49,295,728	32,128,662	23,308,314	104,732,704
June	47,023,171	32,495,290	22,363,311	101,881,772
July	50,035,765	31,370,901	25,327,482	106,734,148
August	49,465,229	30,724,943	24,387,508	104,577,680
September	44,725,627	30,998,513	24,267,246	99,991,386
October	37,322,875	25,016,663	19,358,827	81,698,365
November	30,643,959	24,673,910	20,684,647	76,002,516
December	50,605,391	34,666,922	26,124,426	111,396,739
Total	\$ 564,034,401	\$ 373,557,804	\$ 285,202,011	\$ 1,222,794,216

Detroit Casinos' Adjusted Gross Receipts
\$1,222,794,216





Michigan Gaming Control Board

State Casino Wagering Tax

Section 432.212 of the Act imposed an 8.1% state wagering tax on the AGR received by each Detroit casino licensee from casino gaming authorized by the Act. The 8.1% is deposited in the state’s School Aid Fund (SAF) to provide additional funds for K-12 public classroom education.

In calendar year 2023, the combined 8.1% state wagering taxes paid by the three Detroit casino licensees and deposited in the SAF totaled \$99,046,332.

A monthly and annual summary of the state wagering tax payments for the three Detroit commercial casinos for calendar year 2023 follows:

Month	MGM GRAND DETROIT	MOTORCITY CASINO	HOLLYWOOD CASINO AT GREEKTOWN	TOTAL DETROIT CASINOS
January	\$ 4,066,336	\$ 2,452,104	\$ 1,853,591	\$ 8,372,031
February	4,056,476	2,530,189	1,918,857	8,505,522
March	4,406,066	2,896,837	2,238,606	9,541,509
April	4,069,371	2,770,912	2,038,746	8,879,029
May	3,992,954	2,602,422	1,887,974	8,483,350
June	3,808,877	2,632,118	1,811,428	8,252,423
July	4,052,897	2,541,043	2,051,526	8,645,466
August	4,006,683	2,488,720	1,975,388	8,470,791
September	3,622,776	2,510,879	1,965,647	8,099,302
October	3,023,153	2,026,350	1,568,065	6,617,568
November	2,482,161	1,998,587	1,675,456	6,156,204
December	4,099,037	2,808,021	2,116,079	9,023,137
Total	\$ 45,686,787	\$ 30,258,182	\$ 23,101,363	\$ 99,046,332



Michigan Gaming Control Board

City of Detroit Wagering Tax

Section 432.212 of the Act imposed a 9.9% wagering tax on the adjusted gross receipts received by each Detroit casino licensee from casino gaming authorized by the Act. Public Act 306 of 2004 amended the original Act. Effective September 1, 2004, the City of Detroit wagering tax was increased temporarily by 2% to 11.9%. The elevated tax rate was reduced by 1% to the current rate of 10.9% when each of the three Detroit commercial casinos became fully operational.

Development agreements also exist between each of the three Detroit casinos and the City of Detroit. Within these agreements, an additional 1% of each casino's adjusted gross receipts is required to be disbursed daily to the city. Once a casino reaches \$400 million in adjusted gross revenue for a calendar year, an additional 1% is required. The requirements outlined within the development agreements are more than what is required by the Act.

In calendar year 2023, the combined City of Detroit wagering taxes paid by the three Detroit casino licensees totaled \$155,166,198. Currently, this represents a significant percentage of the City of Detroit's budget.

A monthly and annual summary of the City of Detroit wagering tax payments for the three Detroit commercial casinos for calendar year 2023 follows:

Month	MGM GRAND DETROIT CASINO	MOTORCITY CASINO	HOLLYWOOD CASINO AT GREEKTOWN	TOTAL DETROIT CASINOS
January	\$ 5,974,000	\$ 7,602,474	\$ 2,723,177	\$ 16,299,651
February	5,959,514	3,717,191	2,819,061	12,495,766
March	6,473,109	4,255,847	3,288,816	14,017,772
April	5,978,459	4,070,846	2,995,196	13,044,501
May	5,866,192	3,823,311	2,773,689	12,463,192
June	5,595,757	3,866,940	2,661,234	12,123,931
July	5,954,256	3,733,137	3,013,970	12,701,363
August	9,907,070	3,656,268	2,902,114	16,465,452
September	5,769,606	3,688,823	2,887,802	12,346,231
October	4,814,651	2,976,983	2,303,700	10,095,334
November	3,953,071	2,936,195	2,461,473	9,350,739
December	6,528,095	4,125,364	3,108,807	13,762,266
Total	\$ 72,773,780	\$ 48,453,379	\$ 33,939,039	\$ 155,166,198



Michigan Gaming Control Board

Retail Sports Betting Revenues and Wagering Taxes

Casino Revenues

The Act defines “qualified adjusted gross receipts” (QAGR) as the licensee’s gross sports betting receipts minus the monetary value of free play provided to, and wagered by, persons authorized by law to participate in sports betting as an incentive to place or as a result of their having placed sports betting wagers. “Gross sports betting receipts” are defined as the monetary value actually wagered less winnings, amounts returned due to a game, platform, or system malfunction, or uncollectible markers.

A monthly and annual summary of the QAGR for the three Detroit commercial casinos for calendar year 2023 follows:

Month	MGM GRAND DETROIT	MOTORCITY CASINO	HOLLYWOOD CASINO AT GREEKTOWN	TOTAL DETROIT CASINOS
January	\$ (62,725)	\$ 236,503	\$ (62,755)	\$ 111,023
February	6,463	78,773	373,516	458,752
March	284,425	424,381	702,670	1,411,476
April	432,195	(1,711,329)	1,399,484	120,350
May	470,510	395,677	27,545	893,732
June	30,011	(704,428)	283,009	(391,408)
July	121,016	(40,723)	397,248	477,541
August	85,644	195,955	40,588	322,187
September	43,528	875,616	655,816	1,574,960
October	365,705	669,028	90,430	1,125,163
November	230,847	2,200,757	657,535	3,089,139
December	291,171	2,339,119	2,153,366	4,783,656
Total	\$ 2,298,790	\$ 4,959,329	\$ 6,718,452	\$ 13,976,571



Michigan Gaming Control Board

State Casino Wagering Tax

Section 432.212 (16) of the Act imposed an 8.4% wagering tax on the QAGR received by each Detroit casino licensee from sports betting authorized by the Act. Per the Act, 45% of the 8.4% (3.78%) is deposited in the SAF to provide additional funds for K-12 public classroom education.

In calendar year 2023, the combined 3.78% state wagering taxes paid by the three Detroit casino licensees and deposited in the SAF totaled \$528,314.

A monthly and annual summary of the state wagering tax payments for the three Detroit commercial casinos for calendar year 2023 follows:

Month	MGM GRAND DETROIT	MOTORCITY CASINO	HOLLYWOOD CASINO AT GREEKTOWN	TOTAL DETROIT CASINOS
January	\$ (2,371)	\$ 8,940	\$ (2,372)	\$ 4,197
February	244	2,978	14,119	17,341
March	10,751	16,042	26,561	53,354
April	16,337	(64,688)	52,900	4,549
May	17,785	14,956	1,041	33,782
June	1,135	(26,627)	10,698	(14,794)
July	4,575	(1,539)	15,016	18,052
August	3,237	7,407	1,534	12,178
September	1,645	33,098	24,790	59,533
October	13,824	25,289	3,418	42,531
November	8,726	83,188	24,855	116,769
December	11,006	88,419	81,397	180,822
Total	\$ 86,894	\$ 187,463	\$ 253,957	\$ 528,314



Michigan Gaming Control Board

City of Detroit Wagering Tax

Section 432.212 (16) of the Act imposed an 8.4% wagering tax on the QAGR received by each Detroit casino licensee from sports betting authorized by the Act. Per the Act, 55 %of the 8.4% (4.62%) is paid directly to the City of Detroit.

In calendar year 2023, the combined City of Detroit wagering taxes paid by the three Detroit casino licensees totaled \$645,718.

A monthly and annual summary of the City of Detroit wagering tax payments for the three Detroit commercial casinos for calendar year 2023 follows:

Month	MGM GRAND DETROIT	MOTORCITY CASINO	HOLLYWOOD CASINO AT GREEKTOWN	TOTAL DETROIT CASINOS
January	\$ (2,898)	\$ 10,927	\$ (2,899)	\$ 5,130
February	297	3,639	17,256	21,192
March	13,141	19,606	32,463	65,210
April	19,967	(79,063)	64,656	5,560
May	21,738	18,280	1,273	41,291
June	1,387	(32,545)	13,075	(18,083)
July	5,591	(1,881)	18,353	22,063
August	3,957	9,053	1,875	14,885
September	2,011	40,454	30,299	72,764
October	16,896	30,909	4,178	51,983
November	10,665	101,675	30,378	142,718
December	13,452	108,067	99,486	221,005
Total	\$ 106,204	\$ 229,121	\$ 310,393	\$ 645,718



Michigan Gaming Control Board

Board Revenues and Expenditures

State Casino Gaming Fund

Section 432.212(2) of the Michigan Gaming Control & Revenue Act (Act) creates the state casino gaming fund. The fund is administered by the MGCB, and all fees, fines, and charges imposed under the Act and Administrative Rules that are not required to be deposited in the State Services Fee Fund are deposited into this fund.

State Services Fee Fund

Section 432.212a of the Act provides that all casino-related regulatory and enforcement costs, compulsive gambling programs, and other casino-related programs, activities, and services conducted by the MGCB, Michigan State Police (MSP), and the AG's office must be paid by casino licensees. Under the Act, each casino is required to pay an annual assessment fee on or before the date on which the licensee first began operating its casino, and each year thereafter on that date. The amount of each licensee's annual assessment is equal to one-third of \$25,000,000, adjusted annually by multiplying the previous year's assessment by the Detroit consumer price index, as defined and reported by the U.S. Department of Labor, Bureau of Labor Statistics.

From the annual assessment fees paid each year by the licensees, \$2,000,000 must be deposited in the State of Michigan's Compulsive Gaming Prevention Fund. Up to \$1,040,000 may be distributed annually to the Domestic Violence and Treatment Board administered by the Michigan Department of Health and Human Services (MDHHS). The remaining \$960,000 is to be used exclusively for the treatment, prevention, education, training, research, and evaluation of compulsive gamblers and their families, as determined by the MDHHS director.

The MGCB is authorized by the Act to collect various license application fees to fund the agency's costs of conducting required background investigations of applicants for casino, supplier, and occupational licenses. After an applicant is determined eligible and suitable for licensure, the Act authorizes the MGCB to assess and collect license fees for both the initial issuance and subsequent renewals of casino, supplier, and occupational licenses. The Act also authorizes the MGCB to order reimbursement of investigative costs incurred that are more than the application fees paid by the casinos and suppliers. Fees are also collected from entities considered vendor exemptions.



Michigan Gaming Control Board

Internet Gaming Fund

The Internet Gaming Fund was created by the Lawful Internet Gaming Act (LIGA) of 2019. Under the LIGA, internet gaming operators are subject to a graduated tax ranging from 20-28% on adjusted gross receipts from all internet gaming conducted. Sixty-five percent of the tax for non-tribal operators and 70% of the tax for tribal operators is required to be deposited into the fund. The MGCB is authorized by the LIGA to collect various license application fees to fund the agency's cost of conducting required background investigations of applicants for operator, supplier, and occupational licenses. After an applicant is determined eligible and suitable for licensure, the LIGA authorizes the MGCB to assess and collect license fees for both the initial issuance and subsequent renewals of operator, supplier, and occupational licenses. In addition to application and license fees, the LIGA authorizes the MGCB to order reimbursement of investigative costs and to impose fines as disciplinary actions to penalize violators of the LIGA or Administrative Rules of the Board. Also, the LIGA and Administrative Rules require that all internet gaming platforms and internet games for use to conduct internet gaming must meet specifications prescribed by MGCB. The internet gaming platform providers and internet gaming suppliers are responsible for all costs associated with testing and obtaining such certifications and approvals.

The LIGA requires the MGCB to expend money from the Internet Gaming Fund based on the following priorities: (1) payment to the City of Detroit if the total gaming-related tax revenue received by the City of Detroit falls below \$183 million for the preceding fiscal year. However, the total of this payment can never be more than 55% of the total gaming tax deposited in the Internet Gaming Fund, minus the 30% internet gaming tax revenue received by the City of Detroit; (2) expenditures for the MGCB's cost of regulating and enforcing internet gaming under the Internet Gaming Act; (3) expenditures for the MGCB's cost of the administration and enforcement of millionaire party activity; (4) transfer of \$500,000 to the Compulsive Gaming Prevention Fund administered by MDHHS; (5) transfer of \$2,000,000 to the First Responder Presumed Coverage Fund administered by the Department of Labor and Economic Opportunity (LEO); and (6) deposit of all remaining funds in the School Aid Fund (SAF) at the end of the fiscal year.

Internet Sports Betting Fund

The Internet Sports Betting Fund was created by the Lawful Sports Betting Act (LSBA) of 2019. Under the LSBA, sports betting operators are subject to a tax of 8.4% on adjusted gross sports betting receipts. Sixty-five percent of the tax for non-tribal operators and 90% of the tax for tribal operators is required to be deposited in the fund. The MGCB is authorized by the LSBA to collect various license application fees to fund the agency's costs of conducting required background investigations of applicants for operator, supplier, and occupational licenses. After an applicant is determined eligible and suitable for licensure, the LSBA authorizes the MGCB to assess and collect license fees for both the initial issuance and subsequent renewals of operator, supplier, and occupational licenses. In addition to application and license fees, the LSBA authorizes the MGCB to order reimbursement of investigative costs and to impose fines as disciplinary actions to penalize violators of the LSBA or Administrative Rules of the Board. Also, the LSBA and Administrative Rules require that all internet sports betting platforms used to conduct internet sports betting must meet specifications prescribed by the MGCB. The internet sports betting platform providers are responsible for all costs associated with testing and obtaining such certifications and approvals.



Michigan Gaming Control Board

The LSBA requires the MGCB to expend money from the Internet Sports Betting Fund based on the following priorities: (1) expenditures for the MGCB's costs of regulating and enforcing internet gaming under the Internet Gaming Act; (2) transfer of \$500,000 to the Compulsive Gaming Prevention Fund administered by MDHHS; (3) transfer of \$2,000,000 to the First Responder Presumed Coverage Fund administered by LEO; and (4) deposit of all remaining funds in the SAF at the end of the fiscal year.

Fantasy Contest Fund

The Fantasy Contest Fund was created by the Fantasy Contests Consumer Protection Act (FCCPA) of 2019. Under this Act, fantasy contest operators are subject to a tax of 8.4% on fantasy contest-adjusted revenues. One hundred percent of the tax is required to be deposited in the fund. The MGCB is authorized by the FCCPA to assess and collect license fees for both the initial issuance and subsequent renewals of fantasy contest operator licenses. In addition to application and license fees, the FCCPA authorizes the MGCB to order reimbursement of investigative costs and to impose fines as disciplinary actions to penalize violators of the FCCPA or Administrative Rules of the Board.

The FCCPA requires the MGCB to expend money from the Fantasy Contest Fund on the agency's costs of regulating and enforcing fantasy contests. Any remaining funds at the end of the fiscal year are deposited in the SAF.

Casino Gambling Agreements Fund (Tribal Gaming)

The Tribal Gaming Oversight program originally was established within the Office of Racing Commissioner in the Michigan Department of Agriculture. The Governor of Michigan officially designated and authorized the MGCB Executive Director — and their designees, agents, and employees — as the State of Michigan's representative to conduct the State's authorized inspections of tribal Class III gaming facilities and records, pursuant to and in accordance with the provisions of the various Tribal-State Compacts for the conduct of tribal Class III gaming on Tribal lands in Michigan. Oversight responsibilities include conducting financial and compliance audits of the tribal casinos' operations to determine the extent of compliance with the Tribal-State Gaming Compacts and related Consent Judgments. MGCB Board members have no oversight roles or authority over the Tribal-State Gaming Compacts. Within each of these compacts, it is outlined that the tribe shall make annual payments to the State to fund the costs incurred for carrying out functions authorized by the terms of the compacts.

Subject to certain exclusivity provisions, the Tribal-State Compacts and related consent agreements stipulate that a percentage of annual net win, derived from all Class III electronic games of chance, is to be paid to the Michigan Strategic Fund (MSF) or Michigan Economic Development Corporation (MEDC). The MEDC provides funding to the Board for oversight related to these payments.



Michigan Gaming Control Board

Agriculture Equine Industry Development Fund (Horse Racing)

Per Executive Order 2009-45, the Office of the Racing Commissioner and the position of Racing Commissioner were abolished, and those functions were transferred to the MGCB Executive Director. All powers, duties, and functions of regulating live horse racing were placed with the Executive Director effective January 17, 2010. MGCB Board members have no authority or roles in regulating live horse racing. Prior to Executive Order 2009-45, the Office of Racing Commissioner was a Type-I agency under the Michigan Department of Agriculture and Rural Development (MDARD). Executive Order 2009-54 maintains the authority, powers, duties, and functions under Section 20 of the Horse Racing Law of 1995, Public Act 279 of 1995, MCL 431.320 (Agriculture Equine Industry Development Fund) within MDARD effective March 15, 2010. These executive orders gave regulatory authority of racing to the MGCB Executive Director, but the funding of this function is still retained by the MDARD.

Board Statement of Revenues and Expenditures

Section 432.215(1) of the Act requires the MGCB's Annual Report to include an account of the financial position and the results of operations under the Act, for the period covered by the report. While the MGCB, like other state agencies, operates on a fiscal year (October 1 through September 30) basis, the Act requires the MGCB's Annual Report to be based on the calendar year.

To give a more comprehensive account of financial position and the results of operations, the following financial statement reports the MGCB's revenues and expenditures for both calendar year and fiscal year 2023:

Statement of Revenues and Expenditures			
REVENUES <i>(in thousands)</i>	Fiscal Year 2023		Calendar Year 2023
State Casino Gaming Fund			
Fines	\$	101.5	\$ 83.7
Other		0.5	0.8
State Services Fee Fund			
Annual Assessments		38,884.2	40,943.7
Laboratory Fees		221.9	214.4
Application Fees:			
Suppliers		219.5	225.2
Occupational		156.6	161.9
License/Renewal Fees:			
Casinos		75.0	75.0
Suppliers		442.6	462.6
Occupational		329.8	303.8
Vendor Fees:			
Exemption/Registration Initial		10.4	9.4
Exemption/Registration Renewal		0.6	0.7
Badge Replacement Fees		5.3	5.1
Internet Gaming Fund			
Taxes		174,090.7	176,665.1
Payments - Tribal		141,430.9	147,475.5
Laboratory Fees		2,232.7	2,210.9
Application Fees:			
Suppliers		151.8	190.6
Occupational		128.9	132.2
License/Renewal Fees:			
Operators		500.0	550.0
Suppliers		222.4	258.7
Occupational		122.3	112.0
Vendor Fees:			
Exemption/Registration Initial		14.1	15.5
Badge Replacement Fees		0.4	0.5
Fines		20.0	206.1
Common Cash Earnings		6,910.1	6,910.1
Internet Sports Betting Fund			
Taxes		10,054.5	8,935.8
Payments - Tribal		4,747.8	4,934.1
Laboratory Fees		11.9	14.6
Application Fees:			
Suppliers		92.5	96.8
Occupational		147.9	151.2
License/Renewal Fees:			
Operators		500.0	550.0
Suppliers		161.0	166.0
Occupational		117.4	106.4
Vendor Fees:			
Exemption/Registration Initial		16.1	16.1
Badge Replacement Fees		0.4	0.5
Fines		0.0	7.5
Common Cash Earnings		363.5	363.5

Statement of Revenues and Expenditures (continued)

REVENUES <i>(in thousands, continued)</i>	Fiscal Year 2023	Calendar Year 2023
Fantasy Contest Tax Fund		
Tax Revenue	1,886.0	1,915.7
License/Renewal Fees:		
Suppliers	48.8	28.8
Common Cash Earnings	32.2	32.2
Native American Casino Fund		
Oversight Fees	795.0	777.9
Total Revenue	\$ 385,247.2	\$ 395,310.6
EXPENDITURES <i>(in thousands)</i>		
	Fiscal Year 2023	Calendar Year 2023
State Services Fee Fund		
Board	\$ (13.3)	\$ (9.9)
Administration	(16,606.7)	(16,288.7)
Information Technology	(2,523.3)	(2,532.4)
Michigan State Police	(5,839.1)	(5,839.1)
Attorney General	(1,571.6)	(1,571.6)
Internet Gaming Fund		
Administration	(5,425.5)	(6,022.6)
Information Technology	(1,053.0)	(1,113.2)
Millionaire Party	(3,024.3)	(2,929.9)
Internet Sports Betting Fund		
Administration	(1,343.3)	(1,338.7)
Information Technology	(233.6)	(316.8)
Fantasy Contest Fund		
Administration	(346.5)	(386.7)
Information Technology	(227.2)	(220.0)
Native American Casino Fund		
Administration	(512.3)	(536.9)
Attorney General	(54.2)	(54.2)
Agriculture Equine Industry Development Fund		
Administration	(1,472.2)	(1,363.2)
Information Technology	(44.0)	(47.6)
Total Expenditures	\$ (40,290.1)	\$ (40,571.5)

Statement of Revenues and Expenditures (continued)

OTHER FINANCING SOURCES (USES)

(in thousands)

Fiscal Year 2023

Calendar Year 2023

Transfers from Other Funds:

Department of Agriculture	\$ 1,545.7	\$ 1,545.7
Total Transfers from Other Funds	1,545.7	1,545.7

Transfers to Other Funds:

State Services Fee Fund

Department of Health and Human Services	(2,000.0)	(2,000.0)
Michigan Office of the Auditor General	(1,652.1)	(1,652.1)
Department of Treasury	(174.8)	(174.8)
Michigan State Police	(9,274.1)	(9,274.1)
Department of Civil Service	(223.3)	(223.3)

Internet Gaming Fund

Department of Health and Human Services	(500.0)	(500.0)
Department of Labor and Economic Opportunity	(2,000.0)	(2,000.0)
Department of Education	(313,719.6)	(313,719.6)
Department of Treasury	(51.1)	(51.1)
Department of Civil Service	(50.8)	(50.8)

Internet Sports Betting Fund

Department of Health and Human Services	(500.0)	(500.0)
Department of Labor and Economic Opportunity	(2,000.0)	(2,000.0)
Department of Education	(12,104.5)	(12,104.5)
Department of Treasury	(16.1)	(16.1)
Department of Civil Service	(15.4)	(15.4)

Fantasy Contest Tax Fund

Department of Education	(1,387.8)	(1,387.8)
Department of Treasury	(2.7)	(2.7)
Department of Civil Service	(2.9)	(2.9)

Native American Casino Fund

Department of Treasury	(8.1)	(8.1)
Department of Civil Service	(6.6)	(6.6)

Agriculture Equine Industry Development Fund

Department of Treasury	(16.1)	(16.1)
Department of Civil Service	(13.3)	(13.3)

Total Transfers to Other Funds	\$ (345,719.3)	\$ (345,719.3)
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Total Other Financing Sources (Uses)	\$ (344,173.6)	\$ (344,173.6)
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Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	\$ 783.5	\$ 10,565.5
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Footnotes:

¹Approval for calendar year presentation was received from the Department of Technology, Management and Budget, Office of Financial Management.

²Governmental fund types are accounted for using the modified accrual basis of accounting.



This Annual Report was not produced at taxpayers' expense.
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