



March 29, 2024

The Honorable Glenn Youngkin
 Governor
 Commonwealth of Virginia
 Patrick Henry Building, 3rd floor
 1111 E. Broad Street
 Richmond, VA 23219

Re: February 2024 Sports Betting Report

Dear Governor Youngkin:

I am pleased to provide our report of legal sports betting activity for the month of February 2024, as required in Virginia Code § 58.1-4031 (2020).

During the month of February, eligible players wagered over \$545 million on sports activities. February handle represented a 25.6% increase from February 2023. Activity is from both mobile sports betting and retail sports betting activity at licensed casinos.

Sports betting activity is taxed based on a permit holder’s adjusted gross revenue. Adjusted gross revenue is calculated as wagers **minus** cash winnings, eligible noncash winnings during an operator’s first twelve months of operation, voided and cancelled wagers, Federal excise taxes, and certain allowable adjustments. The adjusted gross revenue for operators may be negative for a month, and if so, that negative balance may be carried forward to the following month, for up to one year. These calculations adhere to the statutory provisions in Virginia Code §58.1-4030 et seq., as enacted by the General Assembly in the 2020 Regular Session, and the language included in the 2023 Special Session I Amendments to the 2023 Appropriation Act.

Virginia aggregate numbers:

	February Activity	FY24 YTD
Total wagers	\$545,068,429.18	\$4,174,237,730.77
Winnings	(\$495,027,632.47)	(\$3,760,339,737.49)
Noncash Winnings (eligible promotions)	(\$20,980.76)	(\$13,083,350.41)
Void and Cancelled wagers	(\$3,588,439.11)	(\$26,215,537.52)
Federal excise taxes	(\$1,320,938.02)	(\$10,087,396.29)
Adjustments	(\$655,921.25)	(\$910,597.82)
Total, Virginia Adjusted Gross Revenues	\$44,454,517.57	\$363,601,111.24

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For the month of February, eleven operators reported cumulative positive taxable adjusted gross revenue. At the 15% statutory tax rate (Virginia Code § 58.1-4037), total sports betting tax collections in March were \$6,342,927.34. From these taxes, the required 2.5% was apportioned to the Problem Gambling Treatment and Support Fund, with the remaining 97.5% directed to the general fund as required by Virginia Code § 58.1-4038.

	March 2024	FY2024 Year to Date
General Fund	\$6,184,354.16	\$56,571,689.96
Problem Gambling Treatment and Support Fund	\$158,573.18	\$1,450,556.15
Total Taxes	\$6,342,927.34	\$58,022,246.11

Please let me know if you have any questions, or if you would like more information.

Respectfully,



Tony R. Russell

- c: The Honorable L. Louise Lucas, Chairwoman, Senate Finance & Appropriations Committee
The Honorable Luke E. Torian, Chairman, House Appropriations Committee
The Honorable Vivian E. Watts, Chairwoman, House Finance Committee
The Honorable Jeff Goettman, Chief of Staff, Office of the Governor
The Honorable Stephen E. Cummings, Secretary of Finance
Michael Maul, Director, Department of Planning & Budget
Sharon H. Lawrence, Acting State Comptroller
April Kees, Director, Senate Finance & Appropriations Committee
Anne E. Oman, Staff Director, House Appropriations Committee
Ferhan Hamid, Chairman, Virginia Lottery Board