



December 2, 2024

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

Re: October 2024 Sports Betting Report

Dear Governor Youngkin:

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

During the month of October, eligible players wagered over \$696 million on sports activities across thirteen mobile sports betting operators and three land-based casinos. October handle represented a 21.8% increase from October 2023.

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 2024 Appropriation Act (Chapter 2, 2024 Special Session I Virginia Acts of Assembly).

Virginia aggregate numbers:

	October Activity	FY25 YTD Total
Total wagers	\$696,103,391.66	\$2,112,494,684.44
Winnings	(\$641,830,139.27)	(\$1,901,572,771.54)
Noncash Winnings (eligible promotions)	\$0.00	(\$14,918.04)
Void and Cancelled wagers	(\$3,566,764.36)	(\$16,032,871.09)
Federal excise taxes	(\$1,678,885.75)	(\$5,079,308.64)
Adjustments	(\$25,213.48)	\$429,124.76
Total, Virginia Adjusted Gross Revenues	\$49,002,388.80	\$190,223,939.89

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For the month of October, 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 November were \$7,349,323.52. 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.

	November 2024	FY2025 YTD
General Fund	\$7,165,590.43	\$33,864,922.64
Problem Gambling Treatment and Support Fund	\$183,733.09	\$868,331.35
Total Taxes	\$7,349,323.52	\$34,733,253.99

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

Respectfully,



Khalid R. Jones

- 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 John Littel, Chief of Staff, Office of the Governor
 The Honorable Stephen E. Cummings, Secretary of Finance
 Michael Maul, Director, Department of Planning & Budget
 Scott L. Adams, State Comptroller
 April Kees, Director, Senate Finance & Appropriations Committee
 Anne E. Oman, Staff Director, House Appropriations Committee
 Ferhan Hamid, Chairman, Virginia Lottery Board