

Majestic Star CASINO

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INDIANA GAMING COMMISSION

February 21, 2014

VIA U.S. REGULAR MAIL

Ms. Erica Sullivan
Indiana Gaming Commission
101 West Washington Street
East Tower, Suite 1600
Indianapolis, IN 46204

Re: Majestic Star Casino, LLC and Majestic Star Casino II, LLC Development Provider Annual Local Development Agreement Report for the reporting year 2013

Dear Ms. Sullivan:

Pursuant to the directives of I.C. 4-33-23-8, please find attached our Development Provider Annual Local Development Agreement Reports for both Majestic Star Casino, LLC and Majestic Star Casino II, LLC, for the reporting year 2013

Should you have any questions, please do not hesitate to contact me.

Sincerely,



Rodney W. Phillippe
Senior V.P. and General Counsel

Enclosures: LDA Agreement/Disbursement Itemization
Cc: Craig Ghelfi



DEVELOPMENT PROVIDER ANNUAL LOCAL DEVELOPMENT AGREEMENT REPORT

State Form 54928 (2-12)
Approved by State Board of Accounts, 2012
INDIANA GAMING COMMISSION
Pursuant to IC 4-33-23

Development provider
MAJESTIC STAR CASINO, LLC

I. Report Information
Legal name of person that prepared this report
Lawrence A. Marmolejo

Date submitted (month, day, year)
2/21/2014

II. Total Amount

Total amount of economic development payments paid during report period: **\$3,000,000.00**

III. Details of Economic Development Payments

(Attach additional sheets if necessary.)

Name of Recipient	Address <i>(number and street, city, state, ZIP code)</i>	Telephone Number	Contact Person	Payment Date <i>(month, day, year)</i>	Payment Amount <i>(total must equal Item II)</i>
1. City of Gary,	401 Broadway, Suite 100	(219) 881-1363	Ms. Celia Green,	Various	3,000,000.00
Indiana	Gary, Indiana 46402	() ()	Director of Finance /	(see attached)	
		() ()	City Controller		
		() ()			
		() ()			
		() ()			

IV. Statement of Accuracy

Under penalties of perjury, I declare that I am an officer of the organization listed in section I, and that I have examined this report and any accompanying documentation and to the best of my knowledge and belief, it is true, correct, and complete.

Signature

Print name
Craig I. Ghelfi

Title
General Manager

Date (month, day, year)
2/21/14

**MAJESTIC STAR CASINOS
 ATTACHMENT TO DEVELOPMENT PROVIDER ANNUAL LOCAL DEVELOPMENT
 PROVIDER ANNUAL LOCAL DEVELOPMENT AGREEMENT REPORT
 STATE FORM 54928
 FOR THE REPORTING YEAR 2013**

Note: Payments are due by the 10th of the following month.

	<u>Majestic Star I</u>	<u>Majestic Star II</u>	<u>Combined</u>
January	239,906.61	190,020.79	
February	267,806.04	211,313.33	
March	310,734.38	243,468.06	
April	266,536.74	212,442.96	
May	266,632.04	225,205.05	
June	251,434.30	215,411.09	
July	266,304.71	206,833.94	
August	260,369.54	218,074.39	
September	246,894.65	196,701.84	
October	243,090.80	185,291.07	
November	228,564.11	181,321.76	
December	151,726.08	713,915.72	
TOTALS	3,000,000.00	3,000,000.00	6,000,000.00

Under the Development Agreement with the City of Gary (City), Majestic Star Casinos (Majestic) pay 3% of its gaming revenues to the city with Majestic obligated to pay a minimum of \$6 million annually to the City. Should the \$6 million obligation be met, then the excess is deposited into a Lakefront Development Fund of which one-half may be spent at the City's discretion and the other one-half spent at Majestic's discretion on economic development projects.

For the calendar year 2013, based on gaming revenues, Majestic was required to pay only its \$6 million minimum obligation and no funds were required to be deposited into the Lakefront Development Fund.



DEVELOPMENT PROVIDER ANNUAL LOCAL DEVELOPMENT AGREEMENT REPORT

State Form 54928 (2-12)
Approved by State Board of Accounts, 2012
INDIANA GAMING COMMISSION
Pursuant to IC 4-33-23

Development provider: **MAJESTIC STAR CASINO II, LLC**
Legal name of person that prepared this report: **Lawrence A. Marmolejo**
Date submitted (month, day, year): **2/21/2014**

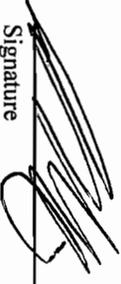
Total amount of economic development payments paid during report period: **\$3,000,000.00**

III. Details of Economic Development Payments

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Signature: 
Print name: **Craig I. Ghelfi**
Title: **General Manager**
Date (month/day/year): **2/21/14**

**MAJESTIC STAR CASINOS
 ATTACHMENT TO DEVELOPMENT PROVIDER ANNUAL LOCAL DEVELOPMENT
 PROVIDER ANNUAL LOCAL DEVELOPMENT AGREEMENT REPORT
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