

AGENDA CALIFORNIA AUTHORITY OF RACING FAIRS LIVE RACING COMMITTEE MEETING JOHN ALKIRE, CHAIR 11:00 A.M., TUESDAY, APRIL 1, 2014

Notice is hereby given that a meeting of the California Authority of Racing Fairs' Live Racing Committee will commence at 11:00 a.m., Tuesday, April 1, 2014. The meeting will be held in Sacramento. 1776 Tribute Road Conference Room, Sacramento, CA 95815

AGENDA

- I. Date, time and location of next meeting: May 6, 2014
- II. Public Comment.
- III. Approval of minutes.
- IV. Report, discussion and action, if any, on CARF 2014 Legislative Program.
- V. Report, discussion and action, if any, on Memorandum of Understanding regarding reimbursement of racing expenses paid by CARF on behalf of member fairs.
- VI. Discussion and action, if any, on planning for 2014 fair racing circuit.
- VII. Report, discussion and action, if any, on horsemen's agreements and purse schedules.
- VIII. Discussion and action, if any, on specific racing days per week at fairs in 2014.
- IX. Report, discussion and action, if any, on CARF Consolidated Purse Account.
- X. Report, discussion and action, if any, on racing days for 2014, 2015 and beyond.
- XI. Report and Discussion of Recruitment Program and Recruitment Report.
- XII. Executive Director's Report



NOTICE CALIFORNIA AUTHORITY OF RACING FAIRS LIVE RACING COMMITTEE MEETING JOHN ALKIRE, CHAIR 11:00 A.M., TUESDAY, APRIL 1, 2014

<u>No Conference Call.</u> <u>Live Racing Meeting only at this location</u>

Notice is hereby given that a meeting of the California Authority of Racing Fairs' Live Racing Committee will commence at 11:00 a.m., Tuesday, April 1, 2014. The meeting will be held at the CARF Conference Room located at 1776 Tribute Road, Sacramento, California 95815.

CALIFORNIA AUTHORITY OF RACING FAIRS Live Racing Committee Tuesday, March 4, 2014

MINUTES

A meeting of the California Authority of Racing Fairs (CARF) Live Racing Committee was held at 11:00 A.M., Tuesday, March 4, 2014. The meeting was hosted at the CARF offices, 1776 Tribute Road, Sacramento, California.

CARF Live Racing Committee members attending: John Alkire, Richard Conway, Jerome Hoban, Brian May, Mike Paluszak and Rick Pickering.

Staff and Guests attending: Christopher Korby, Larry Swartzlander, Tom Doutrich, Heather Haviland, Amelia White, Raechelle Gibbons, Ann Grottveit, Chris Carpenter, Jeanne Wasserman, Sara Tasnady, Dennis Murphy, John Quiroz, Cindy Olsen, Jim Morgan, Allen Aldrich, Caroline Titus, Tawny Tesconi, Katie Young and Richard Lewis.

Agenda Item 1 – Date, Time and Location of Next Meeting. The next CARF Live Racing Committee meeting will be held Tuesday, April 1, 2014 in Sacramento.

Agenda Item 2 – Public Comment. None.

Agenda Item 3 – Approval of Minutes. Mr. Hoban moved to approve the meeting minutes as presented. Mr. Conway seconded, unanimously approved.

Agenda Item 4 – Report, Discussion and Action, if any, on CARF 2014 Legislative Program. Hearings involving several racing related bills required Mr. Brown's presence at the Capitol. Mr. Korby reported on AB 1303 which would allow Oak Tree to race at a Fair in Northern California.

Agenda Item 5 – Presentation by Representatives of HRTV. Dennis Murphy and Sara Tasnady presented the advertising proposals included in the meeting packet titled "California Authority of Racing Fairs – HRTV 2014 Race Promotion Package" and "HRTV Race Promotion Program Summary."

Agenda Item 6 – Report, Discussion and Action, if any, on Memorandum of Understanding for Monies Owed CARF by Member Fairs. Mr. Korby reported that CARF staff has requested that Humboldt County Fair sign a memorandum of understanding, similar to the document signed by the San Joaquin County Fair in 2013, which would give the agency assurance that monies extended on behalf of the Fair to conduct racing will be reimbursed in a timely manner in the event that the revenues generated from racing do not cover expenses. Furthermore, CARF staff would like written assurance that any purse overpayments will be met in the event that the Humboldt County Fair is no longer solvent.

Mr. Conway stated that 2013 invoices to CARF have been paid in a timely manner. Mr. Korby noted that there have been historical patterns of late payment by Humboldt County Fair to CARF, sometimes lagging by as much as a year. Since future commissions may no longer cover expenses, a MOU is necessary to protect the agency, thereby protecting member Fairs.

Mr. Morgan discussed Humboldt County Fair's financial situation as a result of running in an overlap situation with Golden Gate Fields. Mr. Morgan stated that the MOU submitted to Humboldt County Fair for review has a typo regarding the Fair name.

Mr. Morgan circulated a letter he wrote to Ms. Grottveit dated March 3, 2014 regarding CARF's position on overlapping race dates and a request for improved CARF advocacy with the CHRB. Mr. Korby stated that each time a letter like this is written and circulated throughout the racing industry it undoes much of the hard work and progress that is made to address the issue overlapping race dates.

Mr. Conway requested to meet with CARF staff to further discuss racing expenses and the draft MOU.

Mr. Alkire stated that to protect the agency and member Fairs from potential liability, he would vote to require an MOU between the Humboldt County Fair and CARF for the payment of monies owed CARF.

Mr. Pickering provided historical background on prior concerns by the CARF Board about financial matters related to racing at the Humboldt County Fair. Mr. Pickering stated that he is encouraged that the parties seem willing to work towards a sensible solution. Mr. Pickering asked which representative from Humboldt County Fair would be responsible for negotiating the details of the MOU with CARF staff. Mr. Conway indicated that he would be representing Humboldt County Fair in CARF matters.

Mr. Hoban stated that there is already an implied commitment that each Fair will meet its monetary obligations to CARF and he is in favor of all member Fairs solidifying that position with a written MOU. Mr. Hoban volunteered to be part of the dialog to move forward an MOU for monies owned CARF by all member Fairs. Mr. Hoban stated that CARF members are stronger as a unit and he is in favor of presenting a united front on topics such as overlap to the extent that it is practical.

Mr. May stated that, as a representative of San Joaquin Fair which signed the existing MOU template, he is in favor of the concept. Mr. May stated that he and Mr. Korby worked hard to reach the MOU language as it is currently written and feels that it is a balanced agreement.

Mr. Paluszak stated that the MOU language has come a long way since the concept was first presented to the CARF Board. Mr. Paluszak feels that the current draft is an agreement that all Fairs should enter into as a good business decision.

Mr. Alkire requested that Mr. Korby continue discussions with Mr. Conway and others within the next 30 days and present the CARF Live Racing Committee with signed MOU's.

Ms. Grottveit stated that legal counsel recommends that a MOU for monies owned by member Fairs to CARF be put into place with all racing Fairs. Ms. Grottveit stated that Mr. Korby and Mr. May have done a fine job reworking the original MOU into a manageable document and signing this document protects and preserves the agency to the benefit of all participants.

Mr. Hoban moved to require individual racing Fairs to sign a memorandum of understanding for monies owed CARF from the hard costs associated with running a race meet. Mr. Pickering seconded, unanimously approved.

Mr. Hoban requested that CARF consider developing pro forma financial statements for each Fair prior to the next budget cycle to help Fairs understand the true financial impact of racing expenses. Mr. May stated that CARF staff provided Stockton with something similar in 2013 and it was very productive. Mr. Korby agreed that CARF would provide a pro forma for each Fair for the next budget cycle.

Agenda Item 7 – Report, Discussion and Action, if any, on CARF Consolidated Purse Account. Mr. Korby stated that there was nothing additional to report. Mr. Alkire stated that maintaining unity in regards to upholding and protecting the consolidated purse fund is of paramount importance.

Agenda Item 8 – Discussion and Action, if any, on Specific Racing Days per Week at Fairs in 2014. Mr. Korby asked if any Fair has plans to run days different than the 2013 schedule, excluding adjustments predicated by changes in how the 2014 calendar falls. Mr. Korby reported that staff will be working with Humboldt County Fair to provide a schedule recommendation that comports with the Fair's financial situation and purse structure to offer a financially responsible racing program that is tailored to provide the best quality racing possible.

Agenda Item 9 – Discussion and Action, if any, on Planning for 2014 Fair Racing Circuit. Mr. Swartzlander reported that all contracts are current with the exception of Disher Accountancy and all of the horsemen's agreements are expected to be formally approved. Mr. Doutrich provided an update on the status of racing at Northern and Southern California associations.

Agenda Item 10 – Discussion and Action, if any, on CHRB Racing License Application. Mr. Swartzlander reported that the draft application for Pleasanton has been prepared and the application process is proceeding smoothly.

Agenda Item 11 – Report, Discussion and Action, if any, on Racing Days for 2014, 2015 and Beyond. Mr. Korby stated that this item was placed on the agenda for discussion of any current matters regarding 2014 and 2015 race dates. Mr. Korby reported that the matter of Northern California 2015 race dates was put over by the CHRB Board at the last meeting and there is nothing new to report at this time.

Mr. Morgan asked for CARF's position regarding the multiple calendars circulating for August 2015 race dates. Mr. Korby stated that CARF was not supporting a specific calendar and that discussions are still active amongst industry principals. Mr. Conway stated that regardless of whether Cal Expo is granted two weeks or three weeks, Humboldt County Fair should at least request their first week be granted unopposed. Mr. Conway stated that he would understand if the request was denied, but felt it was important to at least try. Mr. Korby agreed that with the disproportionate allocation of dates to Golden Gate Fields, requesting a week of unoverlapped racing at Ferndale is not unreasonable, though there will be significant opposition from horsemen.

Mr. Pickering announced that Cal Expo has entered into an agreement with Ovations Fanfare LLC to create a multi-use sports field facility. Approximately \$3 million will be spent to construct the project and it will be built on land adjacent to Raging Waters. The facility will not interfere with horse racing and will instead offer a unique opportunity to cross promote horse racing, soccer and rugby.

Mr. Pickering reported that Cal Expo is working with the State Fire Marshall to have plans approved to modify the barn area to accommodate both air conditioners and fire escapes, thereby alleviating concerns that disrupted horsemen in 2013.

Mr. Pickering reported that the harness meet at Cal Expo has handled several \$1 million days recently and that between Thoroughbred and Standardbred racing, Cal Expo represents 19% of horse racing starts in California.

Agenda Item 12 – Executive Director's Report. Mr. Korby reported that staff is in discussions with Oak Tree Racing Association as a participating association in our racing circuit. Oak Tree may race at the Alameda County Fair during their three weeks of racing. That scenario will be built into our purse structure and in negotiations with horsemen's groups.

Mr. Korby reported that Martin Panza, former Vice President of Racing and Racing Secretary at Hollywood Park, was hired by the New York Racing Association (NYRA) as Senior Vice President of Racing Operations. Martin Panza was recently in Southern California on a recruiting trip to entice horsemen to New York, signifying the important role recruitment is playing in major racing associations.

Respectfully submitted, Heather Haviland

CA Authority of Racing Fairs Legislative Report - Last 10 Days 3/21/2014

<u>AB 1303</u> (<u>Hall</u> **D**) Horse racing: northern zone: fairs: satellite wagering.

Current Text: Enrolled: 3/20/2014 pdf html

Introduced: 2/22/2013

Last Amend: 2/13/2014

Status: 3/17/2014-Urgency clause adopted. Senate amendments concurred in. To Engrossing and Enrolling. (Ayes 72. Noes 0.).

Location: 3/17/2014-A. ENROLLMENT

Desk Policy Fiscal Floor	Desk Policy Fiscal	Floor Conf.	Enrolled	Votood	Chaptered
1st House	2nd House	Conc.	Enioned	velueu	Chaptereu

Summary: Existing law, the Horse Racing Law, notwithstanding any other law, authorizes fairs that conduct live horse racing meetings in the northern zone to allow a joint powers authority to administer and distribute purses and authorizes the California Horse Racing Board to annually allocate a maximum of 28 racing days to any county fair in the northern zone which did not conduct horse racing prior to January 1, 1985. This bill would authorize the board, notwithstanding any other law, to allocate racing days to a fair in the northern zone to be conducted by the fair or, at the request of the fair, to authorize the board to license a racing association that was licensed by the board to conduct racing meetings in California prior to 2010 to conduct live horse racing days, whether they are conducted by the fair or the racing association contracting with the fair, to be subject to the same provisions of law as are presently applicable to a fair race meeting in the northern zone. This bill contains other related provisions and other existing laws.

Organization Position

CARF Watch

AB 2066 (Hall D) Tribal gaming: local agencies.

Current Text: Introduced: 2/20/2014 pdf html Introduced: 2/20/2014

Status: 3/3/2014-Referred to Com. on G.O.

Location: 3/3/2014-A. G.O.

Desk Policy Fiscal Floor	Desk Policy Fiscal Floor	Conf.	Enrollod	Votood	Chaptored
1st House	2nd House	Conc.	Enroneu	velueu	Chaptereu

Summary: Existing law creates in the State Treasury the Indian Gaming Special Distribution Fund for the receipt and deposit of moneys received by the state from certain Indian tribes pursuant to the terms of gaming compacts entered into with the state. Existing law authorizes moneys in that fund to be used for specified purposes, including for grants for the support of state and local government agencies impacted by tribal government gaming. Existing law, until January 1, 2021, creates a County Tribal Casino Account in the treasury of each county that contains a tribal casino, which is funded according to specified formulas. Existing law requires the Controller to divide the County Tribal Casino Account for each county that has gaming devices that are subject to an obligation to make contributions to the Indian Gaming Special Distribution Fund into a separate account, known as an Individual Tribal Casino Account, for each tribe that operates a casino within the county. Each Individual Tribal Casino Account is required to be funded in proportion to the amount that each individual tribe paid in the prior fiscal year to the Indian Gaming Special Distribution Fund, and used for grants to local agencies impacted by tribal casinos, as specified. Existing law establishes an Indian Gaming Local Community Benefit Committee in each county in which gaming is conducted, specifies the composition and responsibilities of that committee, and requires that committee to make the selection of grants from the casino accounts. Among other things, the committee is responsible for establishing all application policies and procedures for grants from the casino accounts. This bill would delete the obsolete provisions relating to allocations made in those specified fiscal years. This bill contains other existing laws.

OrganizationPositionCARFWatch

<u>AB 2291</u> (Jones-Sawyer D) Gambling: Internet poker: unlawful gambling activity.

Current Text: Introduced: 2/21/2014 pdf html

Introduced: 2/21/2014

Status: 3/17/2014-Referred to Com. on G.O.

Location: 3/17/2014-A. G.O.

Desk Policy Fiscal Floor	Desk Policy Fisc	I Floor Conf.	Enrollod	Votood	Chaptered
1st House	2nd House		Enroneu	velueu	Chaptereu

Summary: The Gambling Control Act provides for the licensure of certain individuals and establishments that conduct controlled games, as defined, and for the regulation of these gambling activities by the California Gambling Control Commission. The Department of Justice has related investigatory and enforcement duties under the act. Any violation of these provisions is punishable as a misdemeanor, as specified. This bill would establish a framework to authorize intrastate Internet poker, as specified. The bill would authorize eligible entities to apply to the commission for a 10-year nontransferable license to operate an intrastate Internet poker Web site offering the play of authorized Internet poker games to registered players within California, as specified. The bill would require that the license be automatically renewed every 10 years upon application, as specified. The bill would prohibit the offer or play of any gambling game provided over the Internet that is not an authorized Internet poker game permitted by the state pursuant to this bill. The bill would prohibit, among others, a federally recognized California Indian tribe that operates a gaming facility that accepts bets from players within the state but who are not physically present on Indian lands when making bets from operating an Internet poker Web site. The bill also would provide that it is unlawful for a person to patronize, or to own or operate, a place of public accommodation within this state in which computer terminals, laptop computers, hand-held devices, or similar devices are made available for accessing Internet Web sites to play gambling games, or where those devices are otherwise empowered or enabled to access Internet Web sites to play gambling games. The bill would provide that it is unlawful for a person to aggregate computers or other access devices in a public setting within this state for the purpose of playing a gambling game on the Internet, or to promote, facilitate, or market that activity. The bill would provide that any violation of these provisions is punishable as a misdemeanor. By creating new crimes, the bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

OrganizationPositionCARFWatch

AB 2655 (Hall D) Horse racing: out-of-state thoroughbred races: Apple Blossom Handicap.

Current Text: Introduced: 2/21/2014 pdf html **Introduced:** 2/21/2014

Status: 3/17/2014-Referred to Com. on G.O.

Location: 3/17/2014-A. G.O.

Desk Policy Fiscal Floor	Desk Policy Fiscal Floor	Conf. Encolled	Votood	Chaptered
1st House	2nd House	Conc. Enrolled	Vetoed	Chaptered

Summary: Existing law authorizes a thoroughbred racing association or fair to distribute the audiovisual signal and accept wagers on the results of out-of-state thoroughbred races conducted in the United States during the calendar period the association or fair is conducting a race meeting, including days on which there is no live racing being conducted by the association or fair, without the consent of the organization that represents horsemen and horsewomen participating in the race meeting and without regard to the amount of purses. Under existing law, the total number of thoroughbred races imported by associations or fairs on a statewide basis under these provisions shall not exceed 50 per day on days when live thoroughbred or fair racing is being conducted in the state, with the exception of prescribed races, including races imported that are part of the race card of the Kentucky Derby, the Kentucky Oaks, the Preakness Stakes, the Belmont Stakes, the Jockey Club Gold Cup, the Travers Stakes, the Arlington Million, the Breeders' Cup, the Dubai Cup, the Arkansas Derby, or the Haskell Invitational. This bill would exempt from the 50 imported race per day limitation, races imported that are part of the race card of the Apple Blossom Handicap.

Organization	Position
CARF	Watch

<u>HR 31</u> (<u>Hall</u> D) Relative to Problem Gambling Awareness Week.

Current Text: Amended: 3/6/2014 <u>pdf</u> html Introduced: 2/12/2014 Last Amend: 3/6/2014

Status: 3/6/2014-Read. Amended. Adopted. (Page 4028.).

Location: 3/6/2014-A. ADOPTED

Desk Policy Fiscal Floor	Desk Policy	Fiscal Floor	Conf.	Enrollod	Votood	Chaptered
1st House	2nd H	louse	Conc.	Enroneu	velueu	chaptered

Summary: The Assembly recognizes the week of March 2, 2014, to March 8, 2014, inclusive, as Problem Gambling Awareness Week, and the agencies and organizations described above be commended for their concerted effort to raise public awareness of problem gambling.

OrganizationPositionCARFWatch

<u>SB 777</u> (<u>Hernandez</u> D) Horse racing: workers' compensation.

Current Text: Enrollment: 3/20/2014 pdf. html

Introduced: 2/22/2013 **Last Amend:** 2/25/2014

Status: 3/20/2014-Urgency clause adopted. Assembly amendments concurred in. (Ayes 29. Noes 0.) Ordered to engrossing and enrolling.

Location: 3/20/2014-S. ENROLLMENT

Desk Policy Fiscal Floor	Desk Policy Fisca	I Floor Conf.	Enrolled	Votood	Chaptorod
1st House	2nd House	Conc.	Ennoneu	veloeu	Chaptereu

Summary: Until January 1, 2014, the provisions of the Horse Racing Law required a thoroughbred racing association and fair that conducts a racing meeting to deduct a percentage of the total amount handled in exotic parimutuel pools of thoroughbred racing, to be distributed to a specified organization for the purpose of defraying costs of workers' compensation insurance in connection with thoroughbred horse racing. Until January 1, 2014, provisions of the Horse Racing Law authorized similar deductions from the total amount handled for races for quarter horses and other breeds, and for harness races, to be distributed to specified organizations for defraying workers' compensation for trainers and owners in connection with those races. This bill would reestablish those provisions requiring the deduction specified above to be made by a thoroughbred racing association, and would reestablish those provisions authorizing the deductions to be made for races for quarter horses and other brees and other breeds, and for harness races. Because a violation of the Horse Racing Law is generally a misdemeanor, the bill would create new crimes, thereby imposing a state-mandated local program. This bill contains other related provisions and other existing laws.

Organization	Position
CARF	Support

<u>SB 1003</u> (Evans D) Horse racing: out-of-state thoroughbred races.

Current Text: Introduced: 2/13/2014 pdf html

Introduced: 2/13/2014

Status: 3/12/2014-Set for hearing April 8.

Location: 2/27/2014-S. G.O.

Desk Policy Fiscal Floor	Desk Policy Fiscal Floor	Conf.	Encolled	Votood	Chaptored
1st House	2nd House	Conc.	Enroned	veloed	Chaptered

Calendar: 4/8/2014 9:30 a.m. - John L. Burton Hearing Room (4203) SENATE GOVERNMENTAL ORGANIZATION, CORREA, Chair

Summary: Existing law authorizes a thoroughbred racing association or fair to distribute the audiovisual signal and accept wagers on the results of out-of-state thoroughbred races conducted in the United States during the calendar period the association or fair is conducting a race meeting, including days on which there is no live racing being conducted by the association or fair, without the consent of the organization that represents horsemen and horsewomen participating in the race meeting and without regard to the amount of purses. Under existing law, the total number of thoroughbred races imported by associations or fairs on a statewide basis under these provisions shall not exceed 50 per day on days when live thoroughbred or fair racing is being conducted in the state, with the exception of specified races. This bill would instead provide that the total number of thoroughbred races imported by associations or fairs on a statewide basis under these provisions shall not exceed 55 per day on days when live thoroughbred or fair racing is being conducted in the state, with the exception of specified races.

Organization	Position
CARF	Sponsor

<u>SB 1361</u> (Berryhill R) Gambling control.

Current Text: Introduced: 2/21/2014 pdf html

Introduced: 2/21/2014

Status: 3/17/2014-Referred to Com. on RLS.

Location: 3/17/2014-S. RLS.

Desk Policy Fiscal Floor	Desk Policy Fiscal Floor	Conf.	Enrollod	Votood	Chaptered
1st House	2nd House	Conc.	Enroneu	veloeu	Chaptereu

Summary: The Gambling Control Act provides for the licensure of certain individuals and establishments involved in various gambling activities, and for the regulation of those activities, by the California Gambling Control Commission, and defines a gambling enterprise for these purposes. Existing law requires a contract for the sale of a gambling enterprise to state whether any outstanding gaming chips from the seller will be honored by the purchaser. Prior to any action of the commission on the proposed contract for sale of the gambling enterprise, existing law requires the Department of Justice to determine the amount of the seller's outstanding gaming chip liability, and requires the seller to satisfy the commission that the amount of liability is safeguarded by a form of security sufficient to satisfy the redemption of outstanding gaming chips. This bill would make

technical, nonsubstantive changes to this provision.

Organization Position CARF Watch

<u>SB 1366</u> (<u>Correa</u> D) Internet gambling.

Current Text: Introduced: 2/21/2014 pdf html

Introduced: 2/21/2014

Status: 3/17/2014-Referred to Com. on G.O.

Location: 3/17/2014-S. G.O.

Desk Policy Fiscal Floor	Desk Policy Fiscal Floor	Conf.	Encolled	Votood	Chaptorod
1st House	2nd House	Conc.	Enroned	veloeu	Chaptereu

Summary: The Gambling Control Act provides for the licensure and regulation of various legalized gambling activities and establishments by the California Gambling Control Commission and the investigation and enforcement of those activities and establishments by the Department of Justice. A willful violation of those provisions is punishable as a misdemeanor, as specified. This bill would authorize intrastate Internet poker, as specified. The bill would authorize eligible entities to apply for a license to operate an intrastate Internet poker Web site offering the play of authorized games to players within California, as specified. The bill would prohibit the offer or play of any gambling game provided over the Internet that is not an authorized game permitted by the state pursuant to this bill. The bill would prohibit a person, except as provided, from aggregating computers or other access devices in a public setting within this state for the purpose of playing a gambling game on the Internet, or to promote, facilitate, or market that activity. The bill would make any violation of these provisions punishable as a misdemeanor. By creating new crimes, the bill would impose a statemandated local program. This bill contains other related provisions and other existing laws.

Organization Position CARF Watch

SCR 95 (Steinberg D) Kirk Breed Memorial Race Track.

Current Text: Introduced: 3/6/2014 pdf html Introduced: 3/6/2014

Status: 3/20/2014-Set for hearing March 25.

Location: 3/17/2014-S. G.O.

Desk Policy Fiscal Floor	Desk Policy Fiscal Floor	Conf.	Enrollod	Votood	Chaptorod
1st House	2nd House	Conc.	Enroneu	velueu	Chaptereu

Calendar: 3/25/2014 9:30 a.m. - John L. Burton Hearing Room (4203) SENATE GOVERNMENTAL ORGANIZATION, CORREA, Chair

Summary: This measure would designate the State Fair Race Track located on the grounds of the California Exposition and State Fair in the City of Sacramento as the Kirk Breed Memorial Race Track. The measure would request the Board of Directors of the California Exposition and State Fair to determine the cost of placing an appropriate memorial plaque marking this special designation and, upon receiving donations from nonstate sources covering that cost, to erect that memorial plaque.

Organization	Position
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CARF Watch

Total Measures: 10 Total Tracking Forms: 10

MEMORANDUM OF UNDERSTANDING

THIS WILL CONSTITUTE A MEMORANDUM OF UNDERSTANDING (MOU) BETWEEN THE ______FAIR ("FAIR") AND THE CALIFORNIA AUTHORITY OF RACING FAIRS (CARF)

WHEREAS, by way of the Amended and Restated Joint Exercise of Powers Agreement, executed July 7, 1989 ("JPA"), CARF provides necessary services to the _______Fair (hereinafter "FAIR"), by contract or otherwise which may include, but is not limited to, centralized government affairs representation; reports and analysis of the horse racing industry; administration of joint services of CARF including planning, budget implementation and fund accounting; and

WHEREAS, pursuant to the JPA, CARF shall provide to the FAIR the services outlined and agreed to in Exhibit "A", attached to and made part of this MOU for the live racing meeting to be held at the FAIR in 2014 ("2014 FAIR race meet"); and

WHEREAS, the FAIR desires that CARF, on behalf of the FAIR, underwrite the racing expenses associated with the services outlined and agreed to in Exhibit "A"; and

WHEREAS, pursuant to the JPA, CARF is responsible for the collection and distribution of the off track pari-mutuel commissions on behalf of its member Fairs which conduct live racing.

NOW, THEREFORE, in consideration of the mutual covenants set forth herein,

1)

CARF shall provide the services outlined in Exhibit "A".

2)

The FAIR agrees that CARF shall deduct from intrastate, interstate and international parimutuel commissions the monies owed to CARF by the FAIR for the racing expenses associated with the services outlined and agreed to in Exhibit "A". It is contemplated that the balance of the commissions shall be paid in the same manner as paid out in 2013 to the FAIR with a pro-rata reduction which reflects any reduction in racing dates between 2013 to and 2014 as noted in Exhibit B.

3)

The term of this MOU shall be for the 2014 FAIR race meet and shall renew thereafter unless terminated in writing by either party on or before March 1 of subsequent years.

4)

In the event that FAIR racing revenues are not sufficient to cover expenses incurred by CARF on behalf of FAIR, FAIR agrees to pay the amount of the shortfall to CARF.

DATED:	-	
For FAIR:		lts:

For CARF:______ Its: ______

BUSINESS, CONSUMER SERVICES, AND HOUSING AGENCY

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CALIFORNIA HORSE RACING BOARD



Los Alamitos Race Course 4961 E. Katella Avenue Los Alamitos, CA 90720

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CHRB NEWS RELEASE

MARCH 22, 2014

SUMMARY OF CHRB ACTIONS AND DISCUSSIONS 3-21-14

SACRAMENTO, CA – The California Horse Racing Board conducted its regular meeting Friday, March 21, 2014, at Cal Expo. Chairman Chuck Winner presided. 1st Vice Chair Bo Derek, 2nd Vice Chair Richard Rosenberg, and Commissioners Madeline Auerbach, Steve Beneto, Jesse Choper, and George Krikorian were in attendance.

The audio of this entire Board meeting is available on the CHRB Website (<u>www.chrb.ca.gov</u>) under the <u>Webcast</u> link. In brief:

• The Board finalized the Northern California racing calendar for 2015 by allocating racing dates for the latter half of the year to Golden Gate Fields and the northern fairs. The Board earlier approved the racing calendar for the first half of 2015 by allocating dates for the current meet at Golden Gate Fields through June 15.

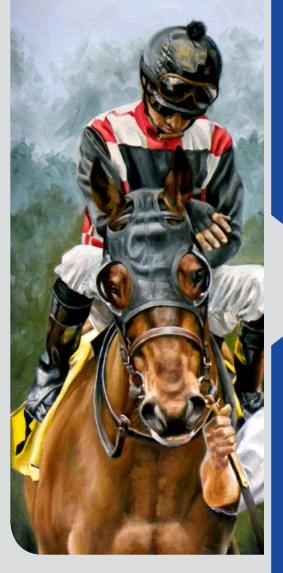
The racing season will continue with dates allocated to the Alameda County Fair in Pleasanton (June 17 through July 6) followed by the State Fair at Cal Expo (July 9 through July 26), the Sonoma County Fair in Santa Rosa (July 30 through August 16), the Humboldt County Fair in Ferndale (August 19 through August 30) and somewhat concurrently at Golden Gate Fields (August 21through September 13), the San Joaquin County Fair in Stockton (September 18 through September 27), the Big Fresno Fair in Fresno (October 1 through October 12), and finally at Golden Gate (October 15 through December 20). The various locations will designate their precise racing dates within these block allocations when each submits its license application three months before the start of its meet.

- The Board approved for 45-day public notice a proposed regulatory amendment to require that authorized bleeder medication be administered by independent, third-party veterinarians along with a requirement for a prescription for furosemide (Lasix).
- Commissioner Auerbach reported that the newly designed stakes schedules in Southern California following the closure of Hollywood Park will include all stakes races historically run in Southern California.

X.

- The Board agreed to write a letter to California Insurance Commissioner Dave Jones urging him to find a resolution to a newly raised problem with underwriting for catastrophic injury insurance for California jockeys. This policy is in addition to workers' compensation insurance that continues to cover all jockeys and fully pays for all medical expenses relating to a work-related accident.
- The Board voted to support Senate Concurrent Resolution 95, which would designate the race track at Cal Expo as the Kirk Breed Memorial Race Track, honoring the late Kirk Breed, who served as general manager of Cal Expo and also on its Board of Directors before being named CHRB executive director.
- The Department of Finance reported on an ongoing operational audit of the CHRB, prompted by a reorganization of state government last year that placed the CHRB within the Business, Consumer Services and Housing Agency.
- The Board approved for 45-day public notice a proposed regulator amendment to delete from the license application the requirement for synthetic surfaces and to require the past two years of stakes schedules, a listing of pari-mutuel takeout rates, and the names and working schedules of racing veterinarians.

#





PREPARED BY: CALIFORNIA AUTHORITY OF RACING FAIRS CHRISTOPHER KORBY, EXECUTIVE DIRECTOR

RECRUITMENT • RETENTION • RECOGNITION

A program to recruit, retain and recognize horsemen on the Northern California racing circuit.





JANUARY 2014

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PROGRAM EXECUTION

Christopher Korby - Executive Director California Authority of Racing Fairs

Larry Swartzlander - COO California Authority of Racing Fairs

Tom Doutrich - Racing Secretary California Authority of Racing Fairs

Victoria Layne - Paymaster of Purses California Authority of Racing Fairs



INTRODUCTION

▶ In 2001, CARF developed a program to actively recruit out-ofstate owners, trainers and horses to compete on the Northern California Summer Racing Circuit. The goal of the program was simple: increase the field size for summer racing in Northern California.

In order to accomplish this goal, CARF set three objectives for the initial program: 1) inform and educate horsemen in other jurisdictions about the benefits of racing in California, 2) retain horsemen who have elected to compete in Northern California in previous years, and 3) offer financial incentives to assist horsemen with the cost of shipping horses to Northern California.

The CARF recruitment program proved successful in bringing horsemen to California and increasing field size. From 2001 to 2012, the CARF recruitment program paid more than \$431,000 in shipping incentives to horses that made upwards of 3,700 starts.

The landscape of racing in California has changed dramatically since the recruitment program's inception in 2001. We're finding that retention and recognition of horsemen have become just as important as recruitment. Consequently, we're adjusting the incentives in our program so that the elements of *recruitment*, *retention* and *recognition* will each contribute to the program's primary objective: increase field size.

We're pleased to report that the changes to our program in 2013 were met with positive response from horsemen. Once again this year, the program proved itself to be a successful component of our summer racing in Northern California.

In closing, we want to express our sincere thanks to all the owners and trainers who participated in our meets this last year and extend a cordial invitation to join us again in 2014.

CHRISTOPHER KORBY EXECUTIVE DIRECTOR CALIFORNIA AUTHORITY OF RACING FAIRS

OUR STRATEGY

The 2013 CARF Recruitment Program was expanded to include recruitment, starter incentives and a VIP Horsemen's program.

RECRUITMENT OUT-OF-STATE SHIPPING INCENTIVES

CARF paid \$45,900 in relocation fees to 129 horses which made 282 starts on the 2013 Fair Circuit.

• Each spring since 2001, CARF has scheduled a series of out-of-state recruitment visits to personally meet one-on-one with horsemen in other jurisdictions and invite them to complete in Northern California for the summer.

To give extra meaning to our invitation and to financially assist horsemen who choose to ship to our circuit, CARF pays a \$300 Relocation Fee to the designated payee of any horse making its first start after shipping over 600 miles. A qualifying runner making its second start on the Fair Circuit will receive \$150.



CARF paid \$51,500 in trainer incentives to trainers who made 668

starts at Cal Expo, Stockton and

RETENTION STARTER INCENTIVES & FIELD SIZE

▶ In an effort to retain Northern California trainers, maximize field size and offset the cost of shipping outside of the Bay Area, CARF offered a \$1,000 incentive for trainers making 10 or more starts at select Fairs (Cal Expo, Stockton and Fresno). Trainers making 5-9 starts received a \$500 bonus. This program realized a 49% increase in the number of entries made by qualifying trainers and a 46% increase in the number of starts.

RECOGNITION HORSEMEN VIP PROGRAM

▶ The CARF VIP Horsemen's Program provides horsemen with a single set of parking and admission credentials for the CARF Fair Circuit. The VIP Horsemen database is also used to distribute a welcome packet of information prior to the Fairs and fuel cards that are redeemable through the Paymaster's office.



The CARF VIP Horsemen credentials simplify many of the logistical challenges horsemen face moving Fair to Fair.

Fresno.



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PROGRAM BUDGET

• The CARF Recruitment Program is funded by allocations from member Fairs and from the California Marketing Committee (CMC).

In 2013, staff decided to forego the traditional outof-state recruitment trips, receptions and dinners in favor of a direct mail piece to our database of out-of-state horsemen developed over the past 12 years during trips to Arizona, Oregon, Idaho and Washington.

Funds that normally would have been allocated for recruitment trips were instead redirected to develop a new Starter Incentive Program. This program was developed to retain Northern California trainers and increase field size at Fairs that require horsemen to ship outside of the Bay Area.



EXPENSE TYPE	2013 COST
RECRUITMENT (600 or more miles)	
Recruitment - Travel & Receptions	0
Relocation Fees Paid	45,900
Out-of-State Trainer Incentives	6,000
Advertising - Out-of-State Recruitment	14,768
RETENTION & FIELD SIZE	
Starter Incentive (Cal Expo)	21,000
Starter Incentive (Stockton)	10,000
Starter Incentive (Fresno)	20,500
RECOGNITION - VIP PROGRAM	
Hard Costs (Badges & Parking Tags)	2,987
Fuel Cards	7,400
TOTAL 2013 RECRUITMENT PROGRAM	128,555

RECRUITMENT RESULTS

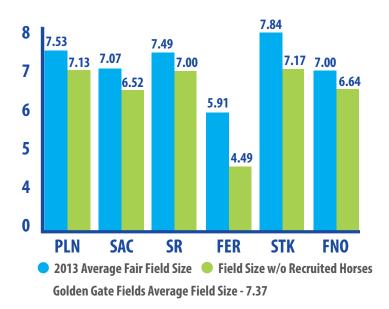
▶ The CARF Out-of-State Recruitment Program, administered by the California Authority of Racing Fairs staff, makes available \$300 to every horse that travels 600 miles or more to start on the Northern California Fair Circuit for its first start and \$150 for its second start (\$450 total). A runner making its first start at Ferndale receives \$150 for each of two starts, with another \$150 available if the horse starts again at Stockton and/or Fresno.

During recruiting efforts prior to our first meet, horsemen are notified of the program and invited to visit or call the paymaster when running an out-of-state horse. The paymaster maintains a ledger of eligible horses and verifies by past performances or Coggins test paperwork that the horse has traveled 600 miles or more to run on the Fairs. Payment is made by a transfer into the account of the owner or trainer of the horse.

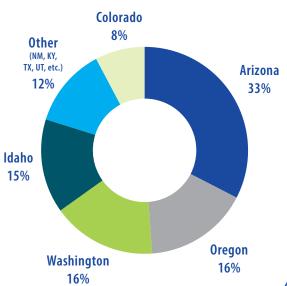


OUT-OF-STATE STARTS BY FAIR: Pleasanton - 46, Sacramento - 40, Santa Rosa - 56, Ferndale - 75, Stockton - 34, Fresno - 31

Impact of Recruited Horses on Field Size



Recruitment by State

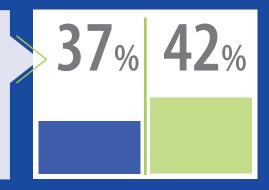


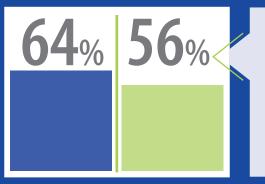
RETENTION RESULTS

In an effort to retain Northern California trainers, maximize field size and offset the cost of shipping outside of the Bay Area, CARF offered a \$1,000 incentive for trainers making 10 or more starts at select Fairs (Cal Expo, Stockton and Fresno). Trainers making 5-9 starts received a \$500 bonus. This program realized a 49% increase in the number of entries made by qualifying trainers and a 46% increase in the number of starts.

CAL EXPO - 34 TRAINERS QUALIFIED FOR THE STARTER INCENTIVE PROGRAM.

Entries by these trainers were up 37% (336 in 2012 compared to 460 in 2013) and starts were up 42% (183 in 2012 compared to 259 in 2013). Thoroughbred field size for the meet increased from 6.73 in 2012 to 7.24 in 2013.



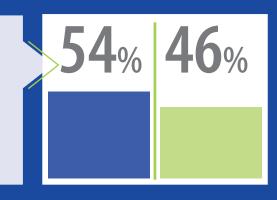


STOCKTON - 19 TRAINERS QUALIFIED FOR THE STARTER INCENTIVE PROGRAM.

With two days less racing, entries by these trainers were up 64% (140 in 2012 compared to 229 in 2013) and starts were up 56% (82 in 2012 compared to 128 in 2013). Thoroughbred field size for the meet increased from 6.92 in 2012 to 8.19 in 2013.

FRESNO - 32 TRAINERS QUALIFIED FOR THE STARTER INCENTIVE PROGRAM.

Entries by these trainers were up 54% (336 in 2012 compared to 518 in 2013) and starts were up 46% (192 in 2012 compared to 281 in 2013).



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RECOGNITION - VIP

hang on rearview mirror facing forward

FAIR CIRCU



ALAMEDA COUNTY FAIR (Pleasanton) From 680, take Bernal Exit East to Valley Avenue and enter Gate 12 on the right. Continue straight until the road dead-ends and park in either the VIP Lot or to the right in the Owner/Trainer Lot.

CALIFORNIA STATE FAIR (Sacramento) From Exposition Blvd., turn south on Ethan Way (at Chevron Station) to Cal Expo Gate 12 at the junction of Ethan Way and Hurley Way. Parking is available on a first come first served basis in Lot 17 across the back road from the south turn of the racetrack.

HUMBOLDT COUNTY FAIR (Ferndale) From Main Street, turn west onto Van Ness Street and enter the Horsemen's Gate on the left. Park near the Racing Office.

SAN JOAQUIN COUNTY FAIR (Stockton) Enter Gate 5 on Charter Ave (next to the Corp Yard). The Parking lot is next to the Jock's Room, south of the Grandstand. Racing Office parking is off Gate 2 on B Street.

BIG FRESNO FAIR (Fresno) Enter the Butler Avenue Gate at Maple Avenue. Park in the designated area on Butler Avenue near the Racing Office.



Thank you for racing at our Fairs





This badge grants special grounds access to VIP Horsemen Special accommodations and events will vary by location. Please refer to the brochure in your welcome packet or call for details.

> TOM DOUTRICH (415) 271-4613 LARRY SWARTZLANDER (916) 799-7084





INCOMPTING ON THE 2013 NORTHERN INCOMPTING ON THE 2018 CUIT IONN STARTING CARF FAIR FOR STARTING CARF FAIR CALIFORNIA \$1,000 Bonus for Trainers making 10 starts during • Cal Expo, Stockton and Fresno. Trainers making 5

Out-of-State Horses - \$300 1st start, \$150 2nd Start (\$150/\$150 at Ferndale).

Call Tom Doutrich for details. (415) 271-4613

Transaction Type Report For Types: RE From 06/01/2013 To 01/15/2014 Jan 15,2014 10:29 AM CARF Facilities: CARF Page 1 of 4 Fac. Date From Account Name То Account Name **Amount Memo Relocation Costs** CRF 6/20/2013 30636 **Relocation Costs** 39904 Bobby L Pate 500.00 Per T. Doutrich CRF 6/20/2013 30636 39926 Stephen R. Koler 500.00 Per T. Doutrich **Relocation Costs** CRF 6/20/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 500.00 Per T. Doutrich Joe Lejzerowicz CRF 6/21/2013 30636 **Relocation Costs** 39962 300.00 Leona Pegasus 38992 CRF 6/21/2013 30636 **Relocation Costs** Ryan Kenney 300.00 Ruler's Peaches CRF 6/22/2013 30636 **Relocation Costs** 39904 Bobby L Pate 300.00 Diamond Touch Ronald D. Taylor-Williams CRF 6/22/2013 30636 **Relocation Costs** 39893 300.00 Lobo Del Desierto CRF 6/22/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 300.00 American Council W. R. Whitehouse CRF 6/23/2013 30636 **Relocation Costs** 37206 300.00 Dontwiseupadummy W. R. Whitehouse CRF 6/23/2013 30636 **Relocation Costs** 37206 300.00 Le' Heat CRF 6/24/2013 30636 Relocation Costs 39927 Stephen C. Fisher 300.00 Stopin Memo CRF 6/24/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 300.00 Gold Boom CRF 6/24/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 300.00 Solar Tex 6/24/2013 30636 W. R. Whitehouse CRF **Relocation Costs** 37206 300.00 Bam Zoom CRF 6/27/2013 30636 **Relocation Costs** 33235 Mike D Thomas 300.00 Shanghai Voyage CRF 6/28/2013 30636 **Relocation Costs** 39970 Donna Duarte 300.00 Raise Again 6/29/2013 30636 CRF **Relocation Costs** 10150 Allen J. Aldrich 300.00 Tiger Cat CRF 6/29/2013 30636 **Relocation Costs** Dan Morgan 300.00 Kisses for Kate 37191 CRF 6/29/2013 30636 **Relocation Costs** 39904 Bobby L Pate 300.00 Gone Digital **Relocation Costs** CRF 6/29/2013 30636 Dan Morgan 37191 300.00 Your Special Day CRF 6/30/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 300.00 Willapa CRF 6/30/2013 30636 **Relocation Costs** 39983 Jack Zaborac 300.00 Skye Memo CRF 6/30/2013 30636 **Relocation Costs** 39983 Jack Zaborac 300.00 Flying Jack CRF 6/30/2013 30636 **Relocation Costs** 40060 Gloria Ballestrasse or Terry 300.00 Decisive Fact Morris 7/4/2013 **Relocation Costs** CRF 30636 39927 Stephen C. Fisher 300.00 I.B. Dreamin' CRF 7/5/2013 30636 **Ruby Thomas** Relocation Costs 28358 300.00 Buck's Dance CRF 7/6/2013 30636 **Relocation Costs** 40028 Abel Bora 300.00 Hitdamark CRF 7/6/2013 30636 **Relocation Costs** 39983 Jack Zaborac 300.00 Penngrove 7/12/2013 30636 **Rockingham Ranch** 500.00 Per T. Doutrich CRF **Relocation Costs** 40136 CRF 7/13/2013 30636 **Relocation Costs** 10150 Allen J. Aldrich 150.00 Tiger Cat CRF 7/13/2013 30636 **Relocation Costs** 40102 A & D Racing Stable 300.00 Per T. Doutrich CRF 7/13/2013 30636 **Relocation Costs** 40102 A & D Racing Stable 300.00 Latin Coffee CRF A & D Racing Stable 300.00 Play N Win 7/13/2013 30636 Relocation Costs 40102 CRF 7/13/2013 30636 **Relocation Costs** 40102 A & D Racing Stable 300.00 Rondo Hondo CRF 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez 300.00 By Golly Its Hot CRF 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez 300.00 Mufv It On Over 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez CRF 300.00 Lenas Hot Philly CRF 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez 150.00 Lenas Hot Philly CRF 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez 150.00 Mufv It On Over 7/13/2013 30636 **Relocation Costs** Sam A Vasquez 300.00 Sammy V CRF 35449 CRF 7/13/2013 30636 Relocation Costs 35449 Sam A Vasquez 300.00 Gollv Bret CRF 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez 300.00 My Vaz Is Hot CRF 7/13/2013 30636 **Relocation Costs** 35449 Sam A Vasquez 300.00 Laurie Lu 7/13/2013 30636 39927 Stephen C. Fisher 150.00 Gold Boom CRF **Relocation Costs** CRF 7/13/2013 30636 **Relocation Costs** 38992 Ryan Kenney 150.00 Ruler's Peaches CRF 7/13/2013 30636 **Relocation Costs** 37206 W. R. Whitehouse 300.00 Given Episode CRF 7/13/2013 30636 Relocation Costs 39983 Jack Zaborac 150.00 Flying Jack 7/14/2013 30636 CRF **Relocation Costs** 36832 Charles E Hiatt 300.00 Cause Hesa Pistol 7/14/2013 30636 W. R. Whitehouse CRF **Relocation Costs** 37206 300.00 Lady Roll On CRF 7/14/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 150.00 Stopin Memo CRF 7/14/2013 30636 **Relocation Costs** 37191 Dan Morgan 150.00 Your Special Day 7/15/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 300.00 Overtime Victory CRF CRF 7/15/2013 30636 **Relocation Costs** 39927 Stephen C. Fisher 150.00 Solar Tex CRF 7/15/2013 30636 **Relocation Costs** 36832 Charles E Hiatt 300.00 Imfixintowin CRF 7/15/2013 30636 39904 Bobby L Pate Relocation Costs 150.00 Diamond Touch CRF 7/15/2013 30636 Relocation Costs 37150 Terri Eaton 300.00 Last Draw CRF 7/15/2013 30636 **Relocation Costs** 37150 Terri Eaton 150.00 Last Draw CRF 7/15/2013 30636 **Relocation Costs** 37150 Terri Eaton 300.00 Millennium Brew

7

7/15/2013 30636

Relocation Costs

37150

Terri Eaton

150.00 Millennium Brew

CRF

Transaction Type Report For Types: RE From 06/01/2013 To 01/15/2014 Facilities: CARF

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CRF	7/15/2013		Relocation Costs	37150	Terri Eaton	300.00 Tyme Champ	
CRF	7/15/2013		Relocation Costs	37150	Terri Eaton	300.00 Palisades Dawn	
CRF	7/15/2013		Relocation Costs	37150	Terri Eaton	300.00 Idoitmyway Baby	
CRF	7/17/2013		Relocation Costs	38070	Humberto P. Loma	300.00 Per T. Doutrich	
CRF	7/18/2013		Relocation Costs	37206	W. R. Whitehouse	150.00 Le' Heat	
CRF	7/18/2013		Relocation Costs	37206	W. R. Whitehouse	150.00 Bam Zoom	
CRF	7/18/2013		Relocation Costs	40060	Gloria Ballestrasse or Terry Morris	150.00 Decisive Fact	
CRF	7/18/2013		Relocation Costs	40102	A & D Racing Stable	300.00 Our Magic Couple	
CRF	7/18/2013		Relocation Costs	37206	W. R. Whitehouse	300.00 Rulloke	
CRF	7/18/2013		Relocation Costs	37206	W. R. Whitehouse	300.00 Steam Fitter	
CRF	7/18/2013		Relocation Costs	37150	Terri Eaton	150.00 Tyme Champ	
CRF CRF	7/20/2013 7/20/2013		Relocation Costs Relocation Costs	37206	W. R. Whitehouse	300.00 Raggin Wood	
CRF	7/20/2013		Relocation Costs	37196 37196	Helen Shelley Helen Shelley	300.00 Ayers 150.00 Ayers	
CRF	7/21/2013		Relocation Costs	33235	Mike D Thomas	150.00 Ayers 150.00 Shanghai Voyage	
CRF	7/21/2013		Relocation Costs	35449	Sam A Vasquez	150.00 Laurie Lu	
CRF	7/21/2013		Relocation Costs	39927	Stephen C. Fisher	150.00 Overtime Victory	
CRF	7/21/2013		Relocation Costs	39904	Bobby L Pate	150.00 Gone Digital	
CRF	7/21/2013		Relocation Costs	40102	A & D Racing Stable	300.00 Maria Lake	
CRF	7/21/2013		Relocation Costs	28358	Ruby Thomas	150.00 Buck's Dance	
CRF	7/21/2013		Relocation Costs	39012	Paul A. Treasure	300.00 Paris in April	
CRF	7/22/2013		Relocation Costs	30072	Nancy Klapatch	300.00 Focus Now	
CRF	7/22/2013	30636	Relocation Costs	31305	Nancy Klapatch (lessee)	300.00 Old Standard	
CRF	7/22/2013	30636	Relocation Costs	35449	Sam A Vasquez	150.00 By Golly Its Hot	
CRF	7/22/2013	30636	Relocation Costs	39983	Jack Zaborac	150.00 Skye Memo	
CRF	7/22/2013	30636	Relocation Costs	39927	Stephen C. Fisher	150.00 American Council	
CRF	7/27/2013	30636	Relocation Costs	37150	Terri Eaton	150.00 Palisades Dawn	
CRF	7/27/2013		Relocation Costs	37150	Terri Eaton	150.00 Idoitmyway Baby	
CRF	7/27/2013		Relocation Costs	37206	W. R. Whitehouse	300.00 Gannicus	
CRF	7/28/2013		Relocation Costs	36832	Charles E Hiatt	150.00 Imfixintowin	
CRF	7/28/2013		Relocation Costs	39927	Stephen C. Fisher	150.00 Willapa	
CRF	7/28/2013		Relocation Costs	36832	Charles E Hiatt	300.00 Snow Glo	
CRF	7/28/2013		Relocation Costs	40246	Tim McCanna or Ray McCanna	300.00 Our Man Clint	
CRF CRF	7/29/2013 7/31/2013		Relocation Costs	37326	Denise Gero	300.00 Littleman John	
CRF	7/31/2013	30636 30636	Relocation Costs Relocation Costs	40102 40102	A & D Racing Stable	150.00 Latin Coffee 150.00 Rondo Hondo	
CRF	8/2/2013	30636	Relocation Costs	37191	A & D Racing Stable Dan Morgan	150.00 Kisses for Kate	
CRF	8/3/2013	30636	Relocation Costs	31305	Nancy Klapatch (lessee)	150.00 Old Standard	
CRF	8/3/2013	30636	Relocation Costs	30072	Nancy Klapatch	150.00 Focus Now	
CRF	8/7/2013	30636	Relocation Costs	40028	Abel Borg	300.00 My Kaliber	
CRF	8/7/2013	30636	Relocation Costs	40028	Abel Borg	300.00 Shahwaali	
CRF	8/7/2013	30636	Relocation Costs	37206	W. R. Whitehouse	150.00 Rulloke	
CRF	8/7/2013	30636	Relocation Costs	37206	W. R. Whitehouse	150.00 Steam Fitter	
CRF	8/7/2013	30636	Relocation Costs	37206	W. R. Whitehouse	300.00 Rhythm in May	
CRF	8/7/2013	30636	Relocation Costs	39537	Gary C. Hughes	300.00 Atta Boy Lucky	
CRF	8/8/2013	30636	Relocation Costs	39926	Stephen R. Koler	300.00 Step Aside Clyde	
CRF	8/10/2013	30636	Relocation Costs	37326	Denise Gero	300.00 Alabama Boy	
CRF	8/10/2013	30636	Relocation Costs	38434	Dean M. Mazzuca	300.00 Hardbody	
CRF	8/10/2013	30636	Relocation Costs	39927	Stephen C. Fisher	300.00 Tizguinness	
CRF	8/12/2013	30636	Relocation Costs	35449	Sam A Vasquez	150.00 My Vaz Is Hot	
CRF	8/13/2013	30636	Relocation Costs	40102	A & D Racing Stable	150.00 Our Magic Couple	
CRF	8/14/2013		Relocation Costs	37152	Edward R. Freeman	500.00 Per T. Doutrich	
CRF	8/14/2013		Relocation Costs	38532	Margie Cantrell	300.00 Per T. Doutrich	
CRF	8/14/2013		Relocation Costs	38156	Leonard A. Espinoza	300.00 Per T. Doutrich	
CRF	8/14/2013		Relocation Costs	37070	Sally P Rivera	300.00 Per T. Doutrich	
CRF	8/15/2013		Relocation Costs	38532	Margie Cantrell	150.00 Imasassytwo	
CRF	8/15/2013		Relocation Costs	37326	Denise Gero	150.00 Kawani Run	
CRF	8/15/2013		Relocation Costs	37326	Denise Gero	150.00 Lerret Star	
CRF	8/17/2013		Relocation Costs	37206	W. R. Whitehouse	150.00 Casual Encounter	
CRF	8/17/2013		Relocation Costs	28358	Ruby Thomas	150.00 Virginia Way	
CRF	8/17/2013	30036	Relocation Costs	37326	Denise Gero	150.00 Littleman John	

Transaction Type Report For Types: RE From 06/01/2013 To 01/15/2014 Facilities: CARF

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Fac.	Date	From	Account Name	То	Account Name	Amount Memo	
1 40.							
CRF	8/18/2013		Relocation Costs	40147	Ken Nolan	150.00 Salsa Boy	
CRF	8/18/2013		Relocation Costs	40147	Ken Nolan	150.00 Stroll for Us	
CRF	8/18/2013		Relocation Costs	38532	Margie Cantrell	150.00 Colorful Tune	
CRF CRF	8/18/2013 8/18/2013		Relocation Costs Relocation Costs	38532 37890	Margie Cantrell	150.00 Run to Ground 150.00 Wisest Cat	
CRF	8/18/2013		Relocation Costs	37890	Matties Racing Stable LLC Matties Racing Stable LLC	150.00 Mansion Mayhem	
CRF	8/18/2013		Relocation Costs	29501	Sandy Hanna	300.00 Merry Moon	
CRF	8/18/2013		Relocation Costs	29501	Sandy Hanna	300.00 I'll Try	
CRF	8/18/2013		Relocation Costs	29501	Sandy Hanna	150.00 I'll Try	
CRF	8/18/2013		Relocation Costs	37206	W. R. Whitehouse	150.00 Raggin Wood	
CRF	8/18/2013	30636	Relocation Costs	37206	W. R. Whitehouse	150.00 Rhythm in May	
CRF	8/18/2013	30636	Relocation Costs	37326	Denise Gero	150.00 Alabama Boy	
CRF	8/18/2013		Relocation Costs	38532	Margie Cantrell	150.00 Color Me Tuff	
CRF	8/18/2013		Relocation Costs	38532	Margie Cantrell	150.00 Imasassytwo	
CRF	8/18/2013		Relocation Costs	38532	Margie Cantrell	150.00 Easy Six	
CRF	8/18/2013		Relocation Costs	38532	Margie Cantrell	150.00 Captain Gavel	
CRF	8/18/2013		Relocation Costs	38532	Margie Cantrell	150.00 Anisazi Maiden	
CRF CRF	8/18/2013 8/18/2013		Relocation Costs Relocation Costs	38532 38532	Margie Cantrell Margie Cantrell	150.00 Whiskey Talks 150.00 Phaedra's Song	
CRF	8/18/2013		Relocation Costs	37890	Matties Racing Stable LLC	150.00 R J's Prospect	
CRF	8/18/2013		Relocation Costs	40147	Ken Nolan	150.00 Back of the Bus	
CRF	8/18/2013		Relocation Costs	40147	Ken Nolan	150.00 Pete's Black Gold	
CRF	8/18/2013		Relocation Costs	40147	Ken Nolan	150.00 Ben's Starry Night	
CRF	8/22/2013		Relocation Costs	37206	W. R. Whitehouse	150.00 Gannicus	
CRF	8/22/2013	30636	Relocation Costs	38532	Margie Cantrell	150.00 Shame On Rosie	
CRF	8/22/2013	30636	Relocation Costs	38532	Margie Cantrell	150.00 Chocolate Starr	
CRF	8/22/2013	30636	Relocation Costs	38156	Leonard A. Espinoza	150.00 Global Court	
CRF	8/24/2013		Relocation Costs	40028	Abel Borg	150.00 Shahwaali	
CRF	8/24/2013		Relocation Costs	40028	Abel Borg	150.00 My Kaliber	
CRF	8/24/2013		Relocation Costs	38532	Margie Cantrell	150.00 Captain Gavel	
CRF CRF	8/24/2013 8/24/2013	30636	Relocation Costs	38532 40114	Margie Cantrell Mark K. Powell	150.00 Phaedra's Song	
CRF	8/24/2013		Relocation Costs Relocation Costs	38532	Margie Cantrell	300.00 So Big Is Better 150.00 Low Expectations	
CRF	8/24/2013		Relocation Costs	38532	Margie Cantrell	150.00 Diamonds Suzie Q.	
CRF	8/24/2013		Relocation Costs	40147	Ken Nolan	150.00 Salsa Boy	
CRF	8/24/2013	30636	Relocation Costs	40147	Ken Nolan	150.00 Fighting City Hall	
CRF	8/24/2013		Relocation Costs	38532	Margie Cantrell	150.00 Early Habit	
CRF	8/24/2013	30636	Relocation Costs	38532	Margie Cantrell	150.00 Colorful Tune	
CRF	8/24/2013		Relocation Costs	38532	Margie Cantrell	150.00 Run to Ground	
CRF	8/24/2013	30636	Relocation Costs	37890	Matties Racing Stable LLC	150.00 Mansion Mayhem	
CRF	8/25/2013		Relocation Costs	38532	Margie Cantrell	150.00 Easy Six	
CRF	8/25/2013		Relocation Costs	38532	Margie Cantrell	150.00 Shame On Rosie	
CRF	8/25/2013		Relocation Costs	38532	Margie Cantrell	150.00 Anasazi Maiden	
CRF CRF	8/25/2013 8/25/2013		Relocation Costs	38532	Margie Cantrell	150.00 Color Me Tuff	
CRF	8/25/2013		Relocation Costs Relocation Costs	40114 40147	Mark K. Powell Ken Nolan	150.00 So Big Is Better 150.00 Broulee Beach	
CRF	8/25/2013		Relocation Costs	40147	Ken Nolan	150.00 Ben's Starry Night	
CRF	8/25/2013		Relocation Costs	37890	Matties Racing Stable LLC	150.00 Wisest Cat	
CRF	8/25/2013	30636	Relocation Costs	37206	W. R. Whitehouse	300.00 Per T. Doutrich	
CRF	9/6/2013	30636	Relocation Costs	37821	Gary D. Greiner	150.00 Tribal Money	
CRF	9/6/2013	30636	Relocation Costs	37821	Gary D. Greiner	150.00 Bluegrass Chapp	
CRF	9/6/2013	30636	Relocation Costs	37821	Gary D. Greiner	150.00 Tudor Blue	
CRF	9/21/2013	30636	Relocation Costs	40084	James O. Meredith	150.00 Luv's a Courting	
CRF	9/21/2013	30636	Relocation Costs	39708	Eugene Burns	300.00 Per T. Doutrich	
CRF	9/21/2013		Relocation Costs	40028	Abel Borg	300.00 Aimee Oakley Pw	
CRF	9/21/2013		Relocation Costs	40028	Abel Borg	300.00 Nivours Romance	
CRF	9/21/2013		Relocation Costs	28358	Ruby Thomas	300.00 Virginia Way	
CRF CRF	9/22/2013 9/22/2013		Relocation Costs	38532 39927	Margie Cantrell	150.00 Anasazi Maiden	
CRF	9/22/2013 9/22/2013		Relocation Costs Relocation Costs	39927 37206	Stephen C. Fisher W. R. Whitehouse	150.00 Tizguinness 300.00 Livin' Lovin' Man	
CRF	9/26/2013		Relocation Costs	40325	Ken M. Danyluk	300.00 Viraka	
CRF	9/26/2013		Relocation Costs	40325	Ken M. Danyluk	300.00 T M Burning Bridges	
	Q						

Transaction Type Report For Types: RE From 06/01/2013 To 01/15/2014 Facilities: CARF

CARF

Jan 15,2014 10:29 AM Page 4 of 4

	· • •				
Fac.	Date From	Account Name	То	Account Name	Amount Memo
CRF	9/26/2013 30636	6 Relocation Costs	40325	Ken M. Danyluk	300.00 Tm Maddamee
CRF			38532	Margie Cantrell	150.00 Captain Gavel
CRF			39708	Eugene Burns	300.00 Cause Ur a Ten
CRF			39708	Eugene Burns	300.00 Lulita
CRF			39708	Eugene Burns	300.00 Sought for Speed
CRF			40084	James O. Meredith	300.00 Dennika
CRF			39708	Eugene Burns	300.00 Callthenoise Ariah
CRF			40028	Abel Borg	300.00 Tru Kaolina
CRF			37206	W. R. Whitehouse	150.00 Given Episode
CRF			40028	Abel Borg	150.00 Nivours Roman
CRF	10/3/2013 30636	6 Relocation Costs	40028	Abel Borg	150.00 Aimee Oakley Pw
CRF			30831	David J. Payne	300.00 Luando
CRF			10686	Mr. or Mrs. John F. De Meo	300.00 No Team Spirit
CRF	10/5/2013 30636		31550	Art Suitter or Betty Suitter	300.00 Giant Ego
CRF			38070	Humberto P. Loma	300.00 Per T. Doutrich
CRF			36507	Morris F. Parker (lessee)	300.00 Oman Whata Kiss
CRF	10/6/2013 30636	6 Relocation Costs	36507	Morris F. Parker (lessee)	150.00 Oman Whata Kiss
CRF			35571	Bryce Gale	300.00 Marv
CRF	10/10/2013 30636	6 Relocation Costs	31655	Tim McCanna	300.00 Corduroy
CRF	10/10/2013 30636	6 Relocation Costs	31655	Tim McCanna	300.00 Pete's Slew
CRF	10/10/2013 30636	6 Relocation Costs	37760	Luigi Di Pietro	300.00 Femmina Pesante
CRF	10/11/2013 30636	6 Relocation Costs	39708	Eugene Burns	150.00 Cause Ur a Ten
CRF	10/11/2013 30636	6 Relocation Costs	40048	Dave Kasparian	300.00 Per T. Doutrich
CRF	10/11/2013 30636	8 Relocation Costs	31450	Bob W. Grayson	500.00 Per T. Doutrich
CRF	10/12/2013 30636	6 Relocation Costs	39708	Eugene Burns	150.00 Callthenoise Ariah
CRF	10/12/2013 30636	6 Relocation Costs	39865	Pat LePley	300.00 Business Venture
CRF	10/12/2013 30636	6 Relocation Costs	10686	Mr. or Mrs. John F. De Meo	150.00 No Team Spirit
CRF	10/12/2013 30636	6 Relocation Costs	38004	Hector Jesus Sanchez	300.00 Per T. Doutrich
CRF	10/13/2013 30636	6 Relocation Costs	39986	Queen Bee Racing, LLC	300.00 Primal Desire
CRF	10/13/2013 30636	6 Relocation Costs	39986	Queen Bee Racing, LLC	150.00 Primal Desire
CRF	10/13/2013 30636	6 Relocation Costs	39708	Eugene Burns	150.00 Sought for Speed
CRF	10/13/2013 30636	6 Relocation Costs	35571	Bryce Gale	300.00 Our Smokin Hero
CRF	10/13/2013 30636	6 Relocation Costs	36941	Dr. James McEnroe	300.00 Eyes a Optimism
CRF	10/14/2013 30636	6 Relocation Costs	39708	Eugene Burns	150.00 Lulita
CRF	10/14/2013 30636	6 Relocation Costs	31977	David Wolochuk	300.00 Delighted Disciple
CRF	10/14/2013 30636	6 Relocation Costs	38763	Victor Bahna Jr	300.00 Impressa Vanessa
CRF		6 Relocation Costs	35571	Bryce Gale	300.00 Own It
CRF	1/15/2014 30636	6 Relocation Costs	40028	Abel Borg	150.00 Hitdamark
CRF	1/15/2014 30636	6 Relocation Costs	39927	Stephen C. Fisher	150.00 I.B. Dreamin
CRF	1/15/2014 30636	6 Relocation Costs	37206	W. R. Whitehouse	150.00 Lady Roll On
CRF	1/15/2014 30636	6 Relocation Costs	37206	W. R. Whitehouse	300.00 Casual Encounter
CRF	1/15/2014 30636	6 Relocation Costs	39537	Gary C. Hughes	150.00 Atta Boy Lucky

51,900.00

Grand Total

51,900.00

	2012	2013	%	2012	2013	%	
Horseman	Entries	Entries	Change	Starts	Starts	Change	Paid
Hollendorfer, Jerry	22	25	14%	9	15	67%	\$1,000.00
Jauregui, O.J.	15	32	113%	8	13	63%	\$1,000.00
Howey, Quinn	0	18	NA	0	12	NA	\$1,000.00
Lenzini, Michael	14	14	0%	9	11	22%	\$1,000.00
Moger, Ed Jr.	19	25	32%	8	11	38%	\$1,000.00
Morey, William E.	14	18	29%	8	11	38%	\$1,000.00
Sherman, Steve M.	29	25	-14%	18	11	-39%	\$1,000.00
Matos, Gill	18	14	-22%	10	10	0%	\$1,000.00
Nolan, William J.	15	12	-20%	8	9	13%	\$500.00
Amescua, Rene	7	12	71%	6	8	33%	\$500.00
Bellasis, Tim	8	13	63%	5	8	60%	\$500.00
Ledezma, Sergio	9	13	44%	6	8	33%	\$500.00
Martin, John F.	18	18	0%	9	8	-11%	\$500,00
Mathis, Andy	14	11	-21%	9	8	-11%	\$500.00
Whitehouse, W.R.	11	17	55%	7	8	14%	\$500.00
Eaton, Terri	27	15	-44%	12	7	-42%	\$500.00
Bonde, Jeff	6	8	33%	3	6	100%	\$500.00
Dillenbeck, Bruce	9	12	33%	3	6	100%	\$500.00
Kenney, Ryan	5	10	100%	5	6	20%	\$500.00
McCanna, Tim	6	14	133%	5	6	20%	\$500.00
Miranda, Efrain	2	11	450%	2	6	200%	\$500.00
Naranjo, Salvador	9	9	0%	5	6	20%	\$500.00
Paldanius, Sheldon W.	0	10	NA	0	6	NA	\$500.00
Paszkeicz, Alex	0	16	NA	0	6	NA	\$500.00
Preciado, Guillermo	4	9	125%	3	6	100%	\$500.00
Thomas, Jamey R.	11	7	-36%	5	6	20%	\$500.00
Trujillo, Victor M.	7	7	0%	5	6	20%	\$500.00
Fisher, Steve	0	7	NA	0	5	NA	\$500.00
Henderson, Frances	8	13	63%	2	5	150%	\$500.00
January, Elmer	5	8	60%	4	5	25%	\$500.00
McLean, Bill	10	11	10%	2	5	150%	\$500.00
Miyadi, Steven	11	14	27%	4	5	25%	\$500.00
Raymond, Dale T.	2	5	150%	2	5	150%	\$500.00
Rogers, Allen E.	1	7	600%	1	5	400%	\$500.00
Total	336	460	37%	183	259	42%	\$21,000.00

Trainer Start Incentive - Cal-Expo 2013 (8 days of racing)

	2012	2013	%	2012	2013	%	
Horseman	Entries	Entries	Change	Starts	Starts	Change	Paid
Preciado, Guillermo	6	17	183%	4	12	200%	\$1,000.00
Eaton, Terri	13	23	77%	10	9	-10%	\$500.00
Bellasis, Tim	8	13	63%	8	8	0%	\$500.00
January, Elmer	17	15	-12%	11	8	-27%	\$500.00
Lenzini, Michael	9	12	33%	2	8	300%	\$500.00
Morey, William E.	11	18	64%	8	8	0%	\$500.00
Jauregui, O.J.	3	10	233%	2	7	250%	\$500.00
Sherman, Steve M.	20	13	-35%	9	7	-22%	\$500.00
Vallejo, Genaro	8	11	38%	5	7	40%	\$500.00
Josephson, Jedd B.	3	10	233%	3	6	100%	\$500.00
Matos, Gill	10	10	0%	5	6	20%	\$500.00
Nolan, William J.	5	10	100%	2	6	200%	\$500.00
Whitehouse, W.R.	0	12	NA	0	6	NA	\$500.00
Delia, William	4	13	225%	4	5	25%	\$500.00
Howey, Quinn	0	8	NA	0	5	NA	\$500.00
McCanna, Tim	6	8	33%	1	5	400%	\$500.00
Raymond, Dale T.	0	7	NA	0	5	NA	\$500.00
Rogers, Allen E.	3	11	267%	2	5	150%	\$500.00
Trujillo, Victor M.	14	8	-43%	6	5	-17%	\$500.00
Total	140	229	64%	82	128	56%	\$10,000.00

Trainer Start Incentive - Stockton 2013 (6 days of racing)

Trainer Start Incentive - Fresno 2013 (9 days of racing)

Horseman	2012 Entries	2013 Entries	% Change	2012 Starts	2013 Starts	% Change	Paid
Martin, John F.	32	58	81%	12	28	133%	\$1,000.00
Amescua, Rene	45	29	-36%	24	15	-38%	\$1,000.00
Jauregui, O.J.	21	29	38%	12	14	17%	\$1,000.00
Vallejo, Genaro	15	26	73%	11	13	18%	\$1,000.00
Greiner, Gary	6	20	233%	3	11	267%	\$1,000.00
January, Elmer	26	20	-23%	15	11	-27%	\$1,000.00
Lenzini, Michael	7	22	214%	5	11	120%	\$1,000.00
Loma, Humburto P.	8	28	250%	4	11	175%	\$1,000.00
Howey, Quinn	0	26	NA	0	10	NA	\$1,000.00
McCanna, Tim	16	26	63%	10	9	-10%	\$500.00
Naranjo, Salvador	13	11	-15%	8	9	13%	\$500.00
Paldanius, Sheldon W.	8	17	113%	5	9	80%	\$500.00
Winick, Debbie	3	14	367%	3	9	200%	\$500.00
Kenney, Ryan	6	12	100%	6	8	33%	\$500.00
Nolan, William J.	7	13	86%	4	8	100%	\$500.00
Preciado, Guillermo	8	10	25%	4	8	100%	\$500.00
Diaz, Antonio L.	2	17	750%	2	7	250%	\$500.00
Eaton, Terri	13	9	-31%	10	7	-30%	\$500.00
Hollendorfer, Jerry	10	11	10%	4	7	75%	\$500.00
Paszkeicz, Alex	8	10	25%	2	7	250%	\$500.00
Thomas, Jamey R.	2	12	500%	2	7	250%	\$500.00
Trujillo, Victor M.	6	13	117%	3	7	133%	\$500.00
Bonde, Jeff	19	9	-53%	10	6	-40%	\$500.00
DeZotell, Lisa	2	10	400%	1	6	500%	\$500.00
Grayson, Bobby Wayne	11	10	-9%	8	6	-25%	\$500.00
Ledezma, Sergio	15	12	-20%	8	6	-25%	\$500.00
Rogers, Allen E.	7	6	-14%	4	6	50%	\$500.00
DiLaura, Sam	4	9	125%	2	5	150%	\$500.00
Gomez, Ruben	4	6	50%	2	5	150%	\$500.00
Miranda, Efrain	8	8	0%	5	5	0%	\$500.00
Raymond, Dale T.	4	6	50%	3	5	67%	\$500.00
Sanchez, Hector J.	0	9	NA	0	5	NA	\$500.00
Total	336	518	54%	192	281	46%	\$20,500.00

Results of CARF Program to Increase Field Size

The Fair Out-of-State Recruitment Program, administered by the California Authority of Racing Fairs, pays \$300 to every horse that travels 600 or more miles to start on the Northern California Fair Circuit for its first start and an additional \$150 for its second start (\$450 total). A runner making its first start at Ferndale receives \$150 for each of two starts, with another \$150 available if the horse starts again at Stockton and/or Fresno.

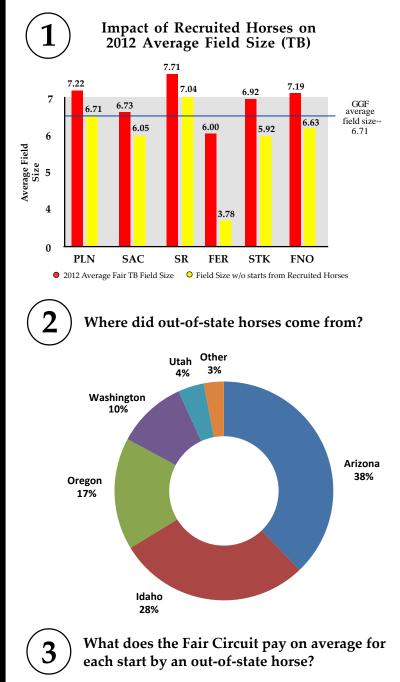
- 2012 Total TB Recruitment Costs \$66,411.71 2012 Recruitment at Tracks - \$13,711.71 2012 TB Relocation Fees Paid - \$50,700.00 2012 Trainer Incentives - \$2,000.00 Number of Horses Paid - 149 Number of TB Starts - 338 Percentage of Total Horse Population - 11%
- Number of Starts by Recruited TB Horses, by Fair:

Pleasanton - 49 (75% increase from 2011) Sacramento - 38 Santa Rosa - 72 (9% increase from 2011) Ferndale - 93 Stockton - 50 Fresno - 36

- Number of TB Starts by State Recruited From: Arizona - 128 (71% increase from 2011) Idaho - 96 Oregon - 56 Washington - 35 Utah - 13 New Mexico - 7 Nevada - 3
- Leading Trainers of Recruited Horses (by starts): Don Roberson Eugene Burns W.R. Whitehouse Tim McCanna Paul Treasure Kenneth McReynolds

Phil Oviedo Mike Chambers

- 2012 Emerging Breed Relocation Fees \$4,500 (42 starts) ** During Period 12/26/2011-6/18/2012
- *** Cost of Recruitment at Tracks and TB Relocation Fees divided by number of Thoroughbred Starts.



\$196 per starter***

Increased field size is the single largest contributor to increasing ontrack and simulcast handle.

1. Statistics from CHRIMS Runners Report & CARF Out-of-State Starts.

2. Statistics from CARF Paymaster Reports & CFSA Relocation Costs.

Results of CARF Program to Increase Field Size

The Fair Out-of-State Recruitment Program, administered by the California Authority of Racing Fairs, pays \$300 to every horse that travels 600 or more miles to start on the Northern California Fair Circuit for its first start and an additional \$150 for its second start (\$450 total). A runner making its first start at Ferndale receives \$150 for each of two starts, with another \$150 available if the horse starts again at Fresno.

• 2011 Total Recruitment Costs - \$83,110.47 2011 Recruitment at Tracks - \$17,410.47 2011 TB Relocation Fees Paid - \$56,700.00 2011 Trainer Incentives - \$9,000.00 Number of Horses Paid - 175 Number of TB Starts - 328 (15% increase from 2010) Percentage of Total Horse Population - 11%

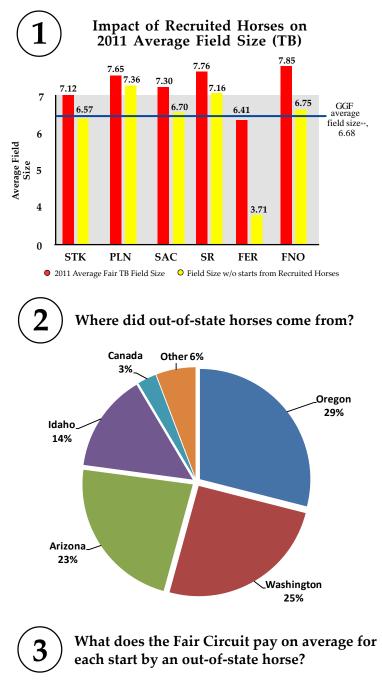
• Number of Starts by Recruited TB Horses, by Fair: Stockton - 14 Pleasanton - 28 Sacramento - 36 Santa Rosa - 66 Ferndale - 105 (15% increase from 2010) Fresno - 79 (44% increase from 2010)

 Number of TB Starts by State Recruited From: Oregon - 95 Washington - 83 (315% increase from 2010) Arizona - 75 Idaho - 47 Canada - 9 Minnesota - 7 Nebraska - 7 Utah - 4 Florida - 1

• Leading Trainers of Recruited Horses (by starts): Tim McCanna Nick Lowe Bob Beckner Miguel Silva Charles Essex Michael Talbot Gary Morris Paul Treasure

2011 Emerging Breed Relocation Fees - \$750 ** During Period 12/26/2010-6/12/2011

*** Cost of Recruitment at Tracks and TB Relocation Fees divided by number of Thoroughbred Starts.



\$253 per starter***

Increased field size is the single largest contributor to increasing ontrack and simulcast handle.

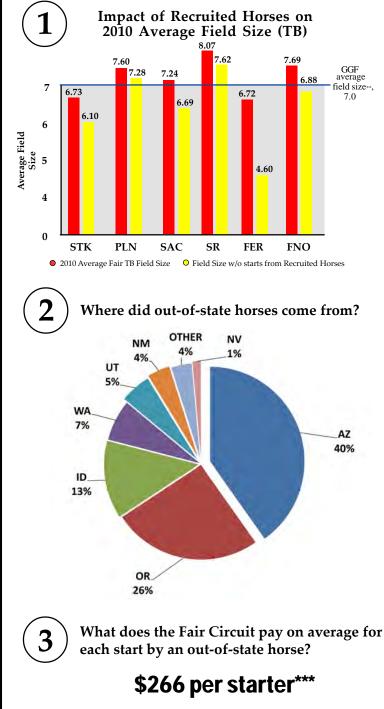
1. Statistics from CHRIMS Runners Report & CARF Out-of-State Starts.

^{2.} Statistics from CARF Paymaster Reports & CFSA Relocation Costs.

Results of CARF Program to Increase Field Size

The Fair Out-of-State Recruitment Program, administered by the California Authority of Racing Fairs, pays \$300 to every horse that travels 600 or more miles to start on the Northern California Fair Circuit for its first start and an additional \$150 for its second start (\$450 total). A runner making its first start at Ferndale receives \$150 for each of two starts, with another \$150 available if the horse starts again at Fresno.

- 2010 Total Recruitment Costs \$86,808.40* 2010 Recruitment at Tracks - \$31,108.40 2010 TB Relocation Fees Paid - \$45,150.00 2010 Trainer Incentives - \$5,300.00 Number of Horses Paid - 143 Number of Starts - 331 Number of TB Starts - 286 Percentage of Total Horse Population - 9%
- Number of Starts by Recruited TB Horses, by Fair: Stockton - 19 Pleasanton - 35 Sacramento - 34 Santa Rosa - 52 Ferndale - 91 Fresno - 55
- Number of TB Starts by State Recruited From: Arizona - 115 Oregon - 73 Idaho - 38 Washington - 20 Utah - 15 New Mexico - 11 Nevada - 4 Delaware - 4 Other - 5
- Leading Trainers of Recruited Horses (by starts): Tim McCanna Bob Beckner W.R. Whitehouse Brenda Estes Nick Lowe Phil Oviedo
 - * Emerging Breed Relocation Fees \$5,250, Does not Include CMC Reimbursement - \$20,000
 - ** During Period 1/1/10-6/20/10
 - ** Cost of Recruitment at Tracks and TB Relocation Fees divided by number of Thoroughbred Starts.



Increased field size is the single largest contributor to increasing ontrack and simulcast handle.

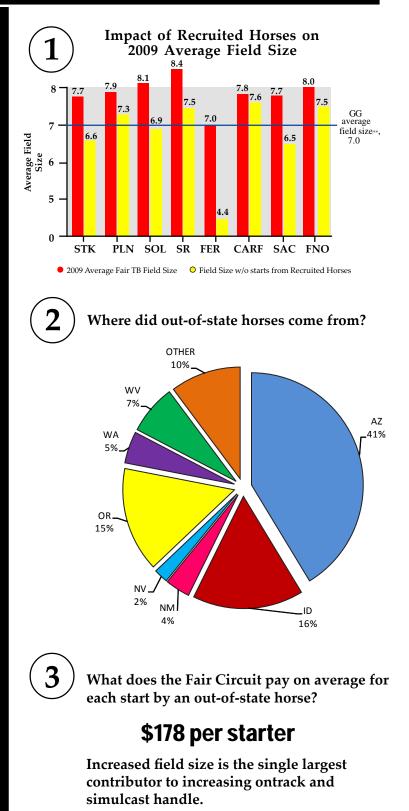
Statistics from CHRIMS Runners Report & CARF Out-of-State Starts.
 Statistics from CARF Paymaster Reports & CFSA Relocation Costs.

Results of CARF Program to Increase Field Size

The Fair Out-of-State Recruitment Program, administered by the California Authority of Racing Fairs, pays \$300 to every horse that travels 600 or more miles to start on the Northern California Fair Circuit for its first start and an additional \$150 for its second start (\$450 total). A runner making its first start at Ferndale receives \$150, with another \$300 available if the horse starts again at another Fair facility.

- 2009 Total Recruitment Costs \$104,776.04* 2009 Recruitment at Tracks - \$22,176.04 2009 TB Relocation Fees Paid - \$73,600.00 2009 Trainer Incentives - \$4,500 Number of Horses Paid - 217 Number of Starts - 588 Percentage of Total Horse Population - 13%
- Number of Starts by Recruited Horses, by Fair: Stockton - 81 Pleasanton - 82 Vallejo - 51 Santa Rosa - 74 Ferndale - 111 CARF at GGF - 43 Sacramento - 104
- Number of Starts by State Recruited From: Arizona - 243 Idaho - 94 Oregon - 89 West Virginia - 42 Washington - 27 California (Fairplex) - 23 New Mexico - 21 Nevada - 12 Other - 60
- Leading Trainers of Recruited Horses (by starts): Don Roberson Keith Bennett Justin Treasure Kelly Bainum Jason Homer W.R. Whitehouse Charles Hiatt
 - * Emerging Breed Relocation Fees \$4,500, Does not Include CMC Reimbursement - \$25,000
 - ** During Period 1/1/09-6/18/09

Fresno - 42



- Statistics from CHRIMS Runners Report & CARF Out-of-State Starts.
 Statistics from CARF Paymaster Reports & CFSA Relocation Costs.
 - CALIFORNIA AUTHORITY OF RACING FAIRS

Calendar for year 2016 (United States)

	January											
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Calendar generated on www.timeanddate.com/calendar

Calendar for year 2015 (United States)

	January									
Su	Мо	Tu	We	Th	Fr	Sa				
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March									
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Calendar generated on www.timeanddate.com/calendar

Calendar for year 2014 (United States)

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Calendar generated on www.timeanddate.com/calendar

CALIFORNIA AUTHORITY OF RACING FAIRS Management Services and Contract Administration for Live Horse Racing Operations

Racing Operations

- CARF works with Racing Fairs on preparation, submission and presentation of CHRB License Applications
- Provides Racing Office computer system (all computer hardware/ peripherals) and application software (Equibase) and manages service, technical support and transportation
- Provides and manages Paymaster services, including Paymaster (CARF employee) bank accounts, audits, payment of all purse moneys to owners and all other distributions of payment to various recipients
- Telecommunications: provision of voice, fax and data lines necessary to support racing, totalisator and simulcast operations
- Provides accounting, reconciliation and distribution of all parimutuel commissions, purse, license fees and other distributions
- Coordinates development and management of purse schedule through Fair Circuit in cooperation with Fair Racing Secretaries and Thoroughbred Owners of California
- Provides Supplemental Purse Fund management and accounting
- Provides marketing coordination through circuit
- Manages contracts for daily racing program production, printing and distribution
- Manages Condition Book production and distribution
- Manages contracts and logistics for provision of Jumbo Video Screen

CALIFORNIA AUTHORITY OF RACING FAIRS

Management Services and Contract Administration

for Live Horse Racing Operations

Racing Operations (cont'd)

- Manages contract for Starting Gate
- Manages contract for Photo Finish
- Total Carbon Dioxide (TCO2) testing
- Furnishes electronic timing system with operator
- Oversees TV Replay System for Officials
- Manages provision of Temporary stalls
- Coordinates provision of Mobile offices for racing operations
- Daily, on-site management and oversight of all operations above, along with management, coordination and disposition of other matters that may arise from time to time in the course of conducting racing at Fairs
- Active liaison, representation and advocacy with on-track Stewards and with senior CHRB officials
- Manages consolidated purses' program.

Contracts with Horsemen's Associations

- Negotiate contracts with horsemen's associations, as required by statute.
- Thoroughbred Owners of California
- Cal Western Appaloosa
- Pacific Coast Quarter Horse Association
- Arabian Racing Association of California
- Racing Mule Association
- California Thoroughbred Trainers

CALIFORNIA AUTHORITY OF RACING FAIRS

Management Services and Contract Administration

for Live Horse Racing Operations

Labor Agreements

- Maintains membership in Federation of California Racing Associations to provide representation in racing industry employer group for labor union negotiations.
- Local 280 Pari-Mutuel Employees Guild
- Local 1877 (formerly Local 399) AFL-CIO Service Employees International Union Valets and rec. barn personnel
- Local 495 International Brotherhood of Teamsters, Chauffeurs,

Warehousemen and helpers of America

• Note: Assist Starters now with Teamsters Local 495 but under separate agreement

Racetrack Safety and Maintenance Program

- CARF developed this program and provides management oversight throughout Fair circuit.
- Works with Division of Fairs and Expositions to maintain funding support
- Contracts with Steve Wood, Trackmaster, Inc., to provide expert consultation and oversight of Fair track maintenance
- Carries lease agreements for specialized tractors used for maintaining track surfaces
- Owns and provides custom-built water truck (2001 Sterling).
- Owns and provides rock-picker (added 2003).
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CALIFORNIA AUTHORITY OF RACING FAIRS Management Services and Contract Administration for Live Horse Racing Operations

Racetrack Safety and Maintenance Program (cont'd)

- Owns or provides harrows, floats, and other miscellaneous equipment required for track maintenance.
- Manages all planning, heavy equipment transportation and logistics
- Provides daily, on-site management, key personnel and oversight
- No direct cost to Racing Fairs.
- Administers Jockey Club Equine Industry Database for CARF member Fairs

Recruitment Program for Out-of-State Horses

- Organizes and conducts out-of-state recruitment of horses to run at Northern California Fairs
- Manage payment of incentives
- Track and report on results of Recruitment Program

Parimutuel Wagering Operations

- Maintains totalisator contract
- Parimutuel labor contract
- NOTWInc agreement for Northern California simulcast network
- You Bet.com Advanced Deposit Wagering
- TVG Advanced Deposit Wagering
- Xpress Bet Advanced Deposit Wagering
- TwinSpires Advanced Deposit Wagering
- Provides all accounting, reconciliation, banking for ADW wagering operations

CALIFORNIA AUTHORITY OF RACING FAIRS Management Services and Contract Administration

for Live Horse Racing Operations

Personnel

- Racing Secretary
- Track Safety and Maintenance Manager
- Morning Fitness Vet
- Veterinarian
- TCO2 Technician
- Track Maintenance Crew Chief
- Horse Ambulance Driver
- Clocker and Timer
- Paymaster
- Program Manager
- Track Announcer
- Stewards' Aide
- Jocks' Room

Web Site Operation

- Manages racing Website www.calfairs.net on behalf of Fairs which conduct live racing
- Contracts with information service providers
- Daily management and administration of racing information provided to racing fans on Website

CALIFORNIA AUTHORITY OF RACING FAIRS

Management Services and Contract Administration

for Live Horse Racing Operations

Simulcast Operations

- Manages Satellite Transmission and Encryption Services
- Manages TV Production for simulcast coverage
- Manages telecommunications support: provision of voice, fax and data lines necessary to support simulcast operations
- Furnishes back up electrical generators
- Provides accounting, reconciliation, banking for simulcast operations
- NOTWInc contract for Northern California simulcast network
- Manages contracts for out-of-state simulcast sites and distribution of daily racing programs and other simulcast information
- Payment of commissions, purses, license fees and all other distributions from simulcast operations

CK - January 2011