



a California joint powers agency

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**NOTICE
CALIFORNIA AUTHORITY OF RACING FAIRS
BOARD OF DIRECTORS MEETING
JOHN ALKIRE, CHAIR
11:00 A.M., TUESDAY, JUNE 2, 2009
VIA TELECONFERENCE**

Notice is hereby given that a teleconference meeting of the California Authority of Racing Fairs' Board of Directors will commence at 11:00 A.M., Tuesday, June 2, 2009. The meeting will be held at the CARF Conference Room located at 1776 Tribute Road, Sacramento, California 95815.

The Public and members of the California Authority of Racing Fairs Board of Directors may participate from the following locations:

Alameda County Fair
4501 Pleasanton Ave.
Pleasanton, CA 94566

The Big Fresno Fair
1121 S. Chance Avenue
Fresno, CA 93702

Monterey County Fair
2004 Fairground Road
Monterey, CA 93940

Antelope Valley Fair
2551 W. Avenue H
Lancaster, CA 93536

California State Fair
1600 Exposition Blvd.
Sacramento, CA 95815

Southern California Fair
18700 Lake Perris Dr.
Perris, CA 92570

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C A L I F O R N I A A U T H O R I T Y O F R A C I N G F A I R S



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AGENDA
CALIFORNIA AUTHORITY OF RACING FAIRS
BOARD OF DIRECTORS MEETING
JOHN ALKIRE, CHAIR
11:00 P.M., TUESDAY, JUNE 2, 2009
VIA TELECONFERENCE

Notice is hereby given that a meeting of the California Authority of Racing Fairs' Board of Directors will commence at 11:00 P.M., Tuesday, June 2, 2009. The meeting will be held at the CARF Conference Room located at 1776 Tribute Road, Sacramento, California 95815. Directors may participate by teleconference.

AGENDA

- I. Confirmation of September 1st for Next Meeting, Location to be Determined.
- II. Approval of Minutes.
- III. Discussion and Action, if any, on Legislative Matters.
- IV. Discussion and Action, if any, on Agency Disbursement of Racing Revenue to Fairs and Reimbursement of Racing Expenses by Fairs.
- V. Discussion and Action, if any, on Harness Racing.
- VI. Report on Sacramento Harness Association Location Fee Settlement.
- VII. Discussion and Action, if any, on F&E Expenditure Plan.
- VIII. Financials.
- IX. Executive Director's Report.

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*****PUBLIC COMMENT*****

It is the policy of the Board of Directors of the California Authority of Racing Fairs (CARF) to encourage public participation in the meetings of the Board of Directors. At each open meeting, members of the public shall be provided with an opportunity to directly address the Board on items of interest to the public that are within the subject matter jurisdiction of CARF.

Note: The Board may take action on any matter, however listed on this Agenda, and whether or not listed on this Agenda, to the extent permitted by applicable law. Staff Reports are subject to change without prior notice. If requested, this agenda can be made available in appropriate alternative formats to person with disabilities, as required by Section 202 of the Americans with Disabilities Act of 1990 and the Federal Rules and Regulations adopted in implementation thereof. Person seeking an alternative format should contact the Board Secretary for further information. In addition, a person with a disability who requires a modification or accommodation, including auxiliary aids or services, in order to participate in a public meeting, should telephone or otherwise contact the Board Secretary as soon as possible. The Board Secretary may be reached at 1776 Tribute Road, Suite 205, Sacramento, California 95815, or by telephone at (916) 927-7223.

CALIFORNIA AUTHORITY OF RACING FAIRS

Board of Directors
Tuesday, May 5, 2009

Minutes

A meeting of the California Authority of Racing Fairs Board of Directors was held at 12:30 P.M., Tuesday, May 5, 2009. The meeting was conducted at the CARF Board Room, 1776 Tribute Road, Suite 205, Sacramento, California, 95815.

Board Directors attending: John Alkire, Norb Bartosik and Rick Pickering. Joining by conference call: Vince Agnifili and Kelly Baldwin.

Staff and Guests attending: Chris Korby, Larry Swartzlander, Heather Haviland, Tom Doutrich, Margot Wilson, Chris Carpenter, Debbie Cook, Stuart Titus and Rick Wood. Joining by conference call: Tawny Tesconi, Scott Grieve, Mike Paluszak and Louie Brown.

Agenda Item 1 – Approval of Minutes. Mr. Bartosik moved to approve the meeting minutes as presented. Mr. Pickering seconded, unanimously approved.

Agenda Item 2 – Confirmation of May 5, 2009 for the Next Meeting in Sacramento. The next CARF Board & Live Racing Committee meeting is scheduled for Tuesday, June 2, 2009, location to be determined.

Agenda Item 3 – Adoption of Resolution Approving CARF's Pre-Funding of Other Post Employee Benefits through CalPers and the Delegation of Authority to Request Disbursements. Mr. Wood reported on GASB 45, the requirement to calculate and establish a reserve for the exposure of post-retirement benefits. This is the first year CARF will be required to come into compliance with GASB 45 due to the size of the organization. CARF has within its net assets enough money to completely pre-fund the outstanding liability of approximately \$721,000.

Mr. Pickering moved to designate CalPers as the third-party trustee to administer the funds. Mr. Bartosik seconded, unanimously approved.

Agenda Item 4 – Adoption of Resolution Authorizing CARF to Fully Fund the Outstanding GASB 45 Liability as of June 30, 2009. Mr. Pickering moved to fully fund the outstanding GASB 45 liability of approximately \$721,000 as of June 30, 2009. Mr. Bartosik seconded, unanimously approved.

Agenda Item 5 – Discussion and Action, if any, on Public Agency Financing of Infrastructure Improvements to Racing Facilities or for Acquisition of Racing Venues. Mr. Korby introduced draft legislation, included in the meeting packet, regarding a potential increase in takeout to provide a revenue stream to secure bonds for capital improvements at Fair racing facilities or the acquisition of racing venues. The bankruptcy of MAGNA has provided a unique opportunity in California. The Board granted direction to move forward with the concept.

Agenda Item 6 – Discussion and Action, if any, on Interim, Temporary or Permanent Closure of Existing Satellite Wagering Facilities or Opening New Satellite Wagering Facilities. Mr. Korby reported that the Redwood Acres Fair Board made a determination to reduce their satellite wagering facility's operating schedule by one day in an attempt to keep the facility open and make it viable.

Mr. Carpenter reported that the San Mateo County Event Center was able to develop a plan to accommodate both the Maker Faire and the satellite wagering facility for the time period that the Maker Faire is on grounds. There had been previous discussion of closing a portion of the satellite facility's overflow space. This issue was resolved to the satisfaction of all interested parties.

Agenda Item 7 – Discussion and Action, if any, on Legislative Matters or Statewide Initiatives. Mr. Brown reported that AB 1499 (Evans), the bill providing workmen's compensation coverage to Emerging Breed horsemen, passed out of the Senate G.O. Committee on Consent and is now being fast tracked. This is the same bill that was in effect in 2008 which was scheduled to sunset in 2009.

AB 734 (Hill), the CARF sponsored bill to increase takeout 1% to raise satellite commissions from 2% to 3%, was also passed out of the Senate G.O. Committee on Consent. The movement of the bill was contingent on complying with the Committee's request to make the bill less controversial by using the language from 2007's AB 765 (Evans) with the addition that an increase in handle could also be used for operational costs for satellites, thereby creating a spot bill for use as a vehicle for future negotiations.

AB 763 (Chesbro), which would give Humboldt County Fair the ability to accept wagers on additional out-of-state races and derive additional revenue from those wagers, is moving forward.

Mr. Alkire and Mr. Brown were made aware that the night industry has interest in gutting and amending a bill to increase takeout by 1.5 to 2% with the possible intent of dedicating 1% of that increase to satellites.

Mr. Korby addressed a Memorandum of Understanding (MOU), drafted by the Thoroughbred Owners of California (TOC), between the TOC, California Thoroughbred Breeder's Association (CTBA), Bay Meadows Racing Association, Pacific Racing Association, Hollywood Park, Los Angeles Turf Club, Del Mar, and Oak Tree Racing Association regarding previously incurred and recurring shortfalls at SCOTWInc. and NCOTWInc. The document basically acknowledges that the horsemen's associations, as well as racing associations, are responsible for the shortfalls. For the Fairs and NCOTWInc., there is not a shortfall.

The first part of the MOU takes care of the immediate financial concerns of the two organizations by redirecting ADW distributions. The second part of the MOU creates a solution for avoiding future shortfalls by increasing takeout by 3% for purse supplements, capital improvements and commissions to racing associations. This MOU does not include Fairs as a beneficiary and all California racing associations other than Fairs would receive significant increases in purses, capital improvements and commissions. Mr. Korby recommended the Fairs

develop a position that any solution should benefit organizations who have made a commitment to stay in racing, including live racing Fairs and Fair satellite wagering facilities should be included. Another option would be for Fairs to increase takeout in a similar manner with control over language and distributions.

Agenda Item 8 – Discussion and Action, if any, on Application to the California Horse Racing Board (CHRB) for Waiver of Certain Regulations Affecting Financial Solvency of Fair Satellite Wagering Operations, Including Prospective Relief from Staffing Requirements and Reclassification of Satellite Wagering Facilities. Mr. Korby requested consent from the Board to work with the CHRB and individual member Fairs required by regulations that may not be necessary for operations, such as a night staff person.

Ms. Baldwin moved to direct Staff to obtain a waiver from the CHRB Board from specific regulations affecting the financial solvency of Fair satellite wagering facilities. Mr. Pickering seconded, unanimously approved.

Agenda Item 9 – Executive Director’s Report. Mr. Korby reported that he has been in touch with the legal firm that is handling the auctions of the MAGNA properties to express interest into the facilities up to the point that there would be a monetary commitment. This will keep CARF up to date on the process as the liquidation moves forward.

Respectfully submitted,

Heather Haviland

CA Authority of Racing Fairs

Legislative Report - Last 10 Days

5/22/2009

AB 136 (Silva) Horse racing: imported harness or quarter horse races. (A-04/29/2009 [html](#) [pdf](#))

Status: 05/21/2009-Referred to Com. on G.O.

Current Location: 05/21/2009-S G.O.

Digest: ~~Existing law provides that the California Horse Racing Board shall have the authority to allocate racing weeks and provides that the maximum number of racing weeks that may be allocated for harness racing, other than at fairs, in the northern zone is 25 weeks per year. Existing law also provides that the maximum number of racing weeks that may be allocated to a fair shall be 4 weeks each year, except as provided, including that the board may allocate additional weeks of harness racing to the California Exposition and State Fair in Sacramento or its lessee, to be raced at that fair.~~

~~This bill would authorize the board to allocate 52 weeks of harness racing in the northern zone, at one or more racetracks or fairs. The bill would provide that any provision of the Horse Racing Law that pertains to harness racing at the California Exposition and State Fair in Sacramento shall also apply to harness racing which is conducted at any other racing venue in the northern zone.~~

Under existing law, the board *California Horse Racing Board* is authorized to permit a harness or quarter horse association conducting a race meeting to accept wagers on the results of out-of-state or out-of-country harness or quarter horse races, and certain other designated harness or quarter horse races, if specified conditions are met. One of these conditions is that, if only one breed is being raced on a given day, the racing association conducting live racing may import those races that would otherwise be simulcast by the association which is not racing, subject to the limitation that the total number of harness or quarter horse races imported in a calendar year does not exceed the number of night races imported in 1998 after 5:30 p.m.

This bill would delete that limitation regarding the total number of harness or quarter horse races imported in a calendar year.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

Laws: An act to amend Section 19596.1 of the Business and Professions Code, relating to horse racing.

History:

May 21 Referred to Com. on G.O.

May 14 Read third time, passed, and to Senate. (Ayes 72. Noes 0. Page 1460.)

May 14 In Senate. Read first time. To Com. on RLS. for assignment.

May 11 Read second time. To third reading.

May 7 From committee: Do pass. (Ayes 15. Noes 1.) (May 6).

Laws: An act to add Section 19597.5 to the Business and Professions Code, relating to horse racing.

History:

May 14 Referred to Com. on G.O.

May 4 Read third time, passed, and to Senate. (Ayes 79. Noes 0. Page 1239.)

May 4 In Senate. Read first time. To Com. on RLS. for assignment.

Apr. 27 Read second time. To Consent Calendar.

Apr. 23 From committee: Do pass. To Consent Calendar. (April 22).

Apr. 2 From committee: Do pass, and re-fer to Com. on APPR. with recommendation: To Consent Calendar. Re-referred. (Ayes 19. Noes 0.) (April 1).

Mar. 26 Re-referred to Com. on G.O.

Mar. 25 From committee chair, with author's amendments: Amend, and re-fer to Com. on G.O. Read second time and amended.

Mar. 4 Referred to Com. on G.O.

Feb. 11 From printer. May be heard in committee March 13.

Feb. 10 Read first time. To print.

Organization

CARF

AB 446 (Niello) **Public employees' retirement: additional retirement service credits.** (A-05/18/2009 [html](#) [pdf](#))

Status: 05/21/2009-From committee: Do pass. To Consent Calendar. (May 20).

Current Location: 05/21/2009-A SECOND READING

Calendar Events: 05/26/09 60 ASM ASSEMBLY SECOND READING FILE

Digest: The Public Employees' Retirement Law calculates service retirement allowances, in part, based on years of credited service. Members of the Public Employees' Retirement System may receive service credit for public service not otherwise subject to credit, upon payment of specified additional contributions. Existing law authorizes specified members of that system, including employees or officers of the state, the university, a school employer, or a contracting agency and certain legislative employees, to elect to make additional contributions and receive up to 5 years of additional retirement service credit, as defined, subject to specified limitations.

This bill would require the ~~administrators~~ *Board of Administration* of the Public Employees' Retirement System to prepare a report ~~on the use of the additional retirement service credits,~~ *on its study of members who have purchased additional retirement service credit, as specified, which was prepared as part of its systemwide actuarial investigation, and to file that report with specified committees of the Legislature, the Director of Finance, the Director of the Department of Personnel Administration, and the Legislative Analyst by February 1, 2010.*

credential eligible for a professional clear teaching credential upon completion of a specified period of time *and application and consultation as specified* . The bill would encourage each federally recognized American Indian tribe to develop a written and oral assessment that should be successfully completed before an applicant is recommended for an American Indian languages eminence-credential.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

Laws: An act to add Section 44262.5 to the Education Code, relating to teacher credentialing.

History:

May 21 From committee: Do pass. To Consent Calendar. (May 20).

May 14 Re-referred to Com. on APPR.

May 13 From committee chair, with author's amendments: Amend, and re-refer to Com. on APPR. Read second time and amended.

May 7 Re-referred to Com. on APPR.

May 6 Read second time and amended.

May 5 From committee: Amend, do pass as amended, and re-refer to Com. on APPR. (Ayes 11. Noes 0.) (April 29).

Apr. 22 In committee: Set, first hearing. Hearing canceled at the request of author.

Apr. 13 From committee: Be re-referred to Com. on ED. Re-referred. (Ayes 9. Noes 0.) (April 13).

Apr. 2 Re-referred to Com. on RULES by unanimous consent.

Mar. 26 Re-referred to Com. on L. GOV.

Mar. 25 From committee chair, with author's amendments: Amend, and re-refer to Com. on L. GOV. Read second time and amended.

Mar. 12 Referred to Com. on L. GOV.

Feb. 26 From printer. May be heard in committee March 28.

Feb. 25 Read first time. To print.

Organization

CARF

AB 605 (Portantino) Horse racing: proposition parimutuel pool wagers. (I-02/25/2009 [html](#) [pdf](#))

Status: 05/21/2009-In Senate. Read first time. To Com. on RLS. for assignment.

Current Location: 05/21/2009-S RLS.

Digest: Existing law, for purposes of the Horse Racing Law, defines "proposition parimutuel pool" as the total wagers under the parimutuel system on propositions approved by the California Horse Racing Board that are based on the results of a live quarter horse or harness horse race or races.

requires the Secretary of Food and Agriculture to appoint a committee to advise on the administration of the funds, and requires the secretary to report any allocations made pursuant to these provisions of existing law, as specified. This bill would authorize the secretary to make money in the Inclosure Facilities Improvement Fund available to maintain operations at any fair satellite wagering facility regardless of whether the fair, or the association conducting racing at the fair, contributed to that fund.

~~Existing law authorizes advance deposit wagering to be conducted, with the approval of the California Horse Racing Board. Existing law specifies how the amount received as a market access fee from advance deposit wagers shall be distributed, including the distribution of specified amounts as satellite wagering commissions to each satellite wagering facility and racing association or fair in the zone in which the wager originated, as provided.~~

~~This bill would increase by 1% the percentages that are used to determine the amount to be distributed as satellite wagering commissions.~~

~~Existing law requires that the total percentage deducted from wagers at satellite wagering facilities in the northern zone, and in the central and southern zones, be the same as deductions for wagers at the racetrack where the racing meeting is being conducted and be distributed as specified.~~

~~This bill would instead require that the total percentage deducted from wagers at satellite wagering facilities in the northern zone, and in the central and southern zones, be 1% of the amount handled greater than the percentage deducted from wagers at the racetrack where wagering is being conducted, and be distributed as specified.~~

~~Existing law provides that, for thoroughbred meetings and for harness and certain other race meetings, 2% of the amount handled by the satellite wagering facility shall be distributed to the satellite wagering facility as a commission for the right to do business, as a franchise.~~

~~This bill would increase that percentage to 3%.~~

~~This bill would also make various clarifying and technical changes.~~

Vote: majority. Appropriation: no. Fiscal committee: ~~no~~-yes . State-mandated local program: no.

Laws: An act to amend Section 19601.4 of the Business and Professions Code, relating to horse racing.

History:

May 18 Read second time. To third reading.

May 14 From committee: Do pass. (Ayes 16. Noes 0.) (May 13).

May 4 From committee: Do pass, and re-refer to Com. on APPR. with recommendation: To Consent Calendar. Re-referred. (Ayes 16. Noes 0.) (April 30).

Apr. 27 Re-referred to Com. on G.O.

Apr. 23 From committee chair, with author's amendments: Amend, and re-refer to Com. on G.O. Read second time and amended.

Apr. 21 Re-referred to Com. on G.O.

Feb. 26 Read first time. To print.

Organization
CARF

AB 813 (Hall) **Gambling Control Act: administration.** (A-05/05/2009 [html](#) [pdf](#))

Status: 05/18/2009-Read second time. To third reading.

Current Location: 05/18/2009-A THIRD READING

Calendar Events: 05/26/09 175 ASM ASSEMBLY THIRD READING FILE

Digest: Existing law, 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 discipline of those activities and establishments by the Division of Gambling Control within the Department of Justice, as specified. Existing law permits the department to seize, remove, impound, photocopy, and audit any equipment, supplies, documents, papers, books, and records on the premises of a licensed gambling establishment for examination and inspection. ~~A willful violation of any provision of the Gambling Control Act is a crime.~~

~~This bill would require that the examination and inspection of the equipment, supplies, documents, papers, books, and records of a gambling establishment take place during standard business hours. The bill would require a gambling establishment to submit to the department, on January 1 and July 1 of each year, a schedule of its standard business hours, as specified. Because a willful violation of the Gambling Control Act is a crime, this bill would create a new crime and would thereby impose a state-mandated local program. Department of Justice examine documents requested in a routine audit during normal business hours, as specified .~~

~~The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.~~

~~This bill would provide that no reimbursement is required by this act for a specified reason.~~

~~Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes-no .~~

Laws: An act to amend Section 19827 of the Business and Professions Code, relating to gambling.

History:

May 18 Read second time. To third reading.

May 14 From committee: Do pass. (Ayes 16. Noes 0.) (May 13).

May 6 Re-referred to Com. on APPR.

May 5 Read second time and amended.

May 4 From committee: Amend, do pass as amended, and re-refer to Com. on

May 21 Referred to Com. on F. & A.
May 14 Read third time, passed, and to Senate. (Ayes 73. Noes 0. Page 1456.)
May 14 In Senate. Read first time. To Com. on RLS. for assignment.
May 4 Read second time. To third reading.
Apr. 30 From committee: Do pass. (Ayes 16. Noes 0.) (April 29).
Apr. 16 From committee: Do pass, and re-refer to Com. on APPR. with recommendation: To Consent Calendar. Re-referred. (Ayes 8. Noes 0.) (April 15).
Apr. 13 From committee chair, with author's amendments: Amend, and re-refer to Com. on AGRI. Read second time and amended. Re-referred to Com. on AGRI.
Mar. 26 Referred to Com. on AGRI.
Feb. 27 From printer. May be heard in committee March 29.
Feb. 26 Read first time. To print.

Organization
CARF

AB
1499

(Evans) Horse racing: workers' compensation. (1-02/27/2009 [html](#) [pdf](#))

Status: 05/21/2009-Referred to Com. on G.O.

Current Location: 05/21/2009-S G.O.

Digest: Existing law, until January 1, 2014, authorizes a quarter horse racing association to deduct an additional 0.5% of the total amount handled in its exotic parimutuel pools and a harness racing association to deduct an additional 1% of the total amount handled in conventional parimutuel pools of harness races, under certain conditions, for workers' compensation insurance costs of trainers and owners, as specified, with any funds not expended for this purpose in the year in which they are collected to either be used for the following year's workers' compensation costs or to benefit the purse pool, as specified. If the racing association and the organization representing horsemen and horsewomen cannot agree on the manner of distribution of these funds to defray the costs of workers' compensation insurance, the matter is required to be submitted to the California Horse Racing Board for a decision.

This bill would also authorize a fair to deduct an additional 0.5% of the total amount handled in exotic parimutuel pools of races for any breed, other than races solely for thoroughbreds. This deduction would also be for similar purposes and subject to similar conditions as the quarter horse racing association and harness racing association authorizations discussed above. This authorization would also expire on January 1, 2014.

This bill would declare that it is to take effect immediately as an urgency statute. Vote: 2/3. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

horse racing are required to be deposited in the Fair and Exposition Fund and are continuously appropriated to the Department of Food and Agriculture for various regulatory and general governmental purposes.

Because this bill would revise the amount of money deposited into, and distributed from, that fund, it would make an appropriation.

(3) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: yes. Fiscal committee: yes. State-mandated local program: yes.

Laws: An act to amend Sections 19510 and 19513 of the Business and Professions Code, relating to horse racing, and making an appropriation therefor.

History:

May 18 Read second time. To third reading.

May 14 From committee: Do pass. (Ayes 16. Noes 0.) (May 13).

May 4 From committee: Do pass, and re-refer to Com. on APPR. Re-referred. (Ayes 16. Noes 0.) (April 30).

Apr. 2 Referred to Com. on G.O.

Mar. 24 From printer. May be heard in committee April 23.

Mar. 23 Read first time. To print.

Organization

CARF

AB
1576

(Committee on Governmental Organization) Tribal gaming. (I-03/23/2009 [html](#) [pdf](#))

Status: 05/21/2009-Referred to Com. on RLS.

Current Location: 05/21/2009-S RLS.

Digest: Existing federal law, the Indian Gaming Regulatory Act of 1988, provides for the negotiation and execution of tribal-state gaming compacts for the purpose of authorizing certain types of gaming on Indian lands within a state. The California Constitution authorizes the Governor to negotiate and conclude compacts, subject to ratification by the Legislature.

Existing law ratifies a number of tribal-state gaming compacts between the State of California and specified Indian tribes. Existing law creates in the State Treasury the Indian Gaming Revenue Sharing Trust Fund and the Indian Gaming Special Distribution Fund for the receipt and deposit of moneys received by the state from Indian tribes pursuant to the terms of gaming compacts entered into with the state, and authorizes moneys in those funds to be used for certain purposes. Existing law establishes the method of calculating the

Laws: An act to amend Section 19805 of the Business and Professions Code, relating to gambling.

History:

May 21 Read third time, passed, and to Senate.

May 21 In Senate. Read first time. To Com. on RLS. for assignment.

May 18 Read second time. To Consent Calendar.

May 14 From committee: Do pass. To Consent Calendar. (May 13).

May 4 From committee: Do pass, and re-refer to Com. on APPR. with recommendation: To Consent Calendar. Re-referred. (Ayes 16. Noes 0.) (April 30).

Apr. 2 Referred to Com. on G.O.

Mar. 24 From printer. May be heard in committee April 23.

Mar. 23 Read first time. To print.

Organization

CARF

AB
1578

(Committee on Governmental Organization) Horse racing: thoroughbred racing: California-bred bonus program. (I-03/23/2009 [html](#) [pdf](#))

Status: 05/21/2009-Referred to Com. on G.O.

Current Location: 05/21/2009-S G.O.

Digest: Existing law requires any association conducting a race meeting that includes thoroughbred racing to deposit certain sums with the official registering agency for thoroughbred horses, and requires that official registering agency to distribute a portion of those sums annually to the California-bred race fund for the promotion of California-bred races and for purses for California Cup Day and other California-bred races, and to the owner fund for owner premiums, as provided.

This bill would permit the official registering agency to also distribute a certain portion of those sums annually to the California-bred bonus program, which would be required to be administered by the official registering agency, for payment of bonuses to California-bred horses in maiden allowance races in California.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

Laws: An act to amend Section 19617.2 of the Business and Professions Code, relating to horse racing.

History:

May 21 Referred to Com. on G.O.

May 14 Read third time, passed, and to Senate. (Ayes 73. Noes 0. Page 1467.)

January 1, 2010 . The bill also would provide that a city, county, or city and county that issues local gambling licenses, key employee licenses, or work permits shall not appoint a person to manage or oversee the issuance of those licenses or permits who, within 2 years prior to that appointment, was employed or retained by, or derived substantial income from, a gambling establishment, or was a principal in a partnership or corporation that was retained by, or derived substantial income from, any gambling establishment.

(3)

(2) The act prohibits a member of the commission, the executive director, the chief, and any employee of the commission or Department of Justice designated by regulation, for a period of 3 years after leaving office or terminating employment, from acting as agent or attorney for, or otherwise representing, any other person by making any formal or informal appearance, or by making any oral or written communication, before the commission or the department, or any officer or employee thereof, if the appearance or communication is for the purpose of influencing administrative action, or influencing any action or proceeding involving the issuance, amendment, awarding, or revocation of a permit, license, or approval. This bill additionally would prohibit a member of the commission, the executive director, the chief, and any employee of the commission or department designated by regulation, for a period of 2 years after leaving office or terminating employment, from being employed as a consultant or key employee of a gambling establishment.

(4)

(3) The act allows a licensed gambling establishment to contract with a 3rd party for the purpose of providing proposition player services, subject to specified conditions.

This bill would prohibit the duration of a contract between a gambling establishment and a 3rd-party provider of proposition player services from exceeding 2 years.

The bill would delete an obsolete provision.

(5)

(4) Because this bill would impose new regulatory requirements, violations of which would be punishable as misdemeanors, this bill would impose a state-mandated local program.

(6)

(5) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

Laws: An act to amend Sections 19981 and 19984 of, to add Section 19966 to, and to add and repeal Section 19963.5 of, the Business and Professions Code,

Laws: An act to amend Section 930 of the Unemployment Insurance Code, relating to unemployment compensation, and making an appropriation therefor, to take effect immediately, tax levy.

History:

Apr. 15 Hearing postponed by committee.

Mar. 24 Set for hearing April 22.

Mar. 9 To Coms. on L. & I.R. and REV. & TAX.

Feb. 24 From print. May be acted upon on or after March 26.

Feb. 23 Introduced. Read first time. To Com. on RLS. for assignment. To print.

Organization

CARF

SB 241 (Runner) Retail food facilities. (A-04/14/2009 [html](#) [pdf](#))

Status: 05/21/2009-To Com. on HEALTH.

Current Location: 05/21/2009-A HEALTH

Digest: (1) The California Retail Food Code provides for the regulation of health and sanitation standards for retail food facilities, including mobile food facilities and satellite food service, as defined, by the State Department of Public Health. Under existing law, local health agencies are primarily responsible for enforcing this code. A violation of these provisions is punishable as a misdemeanor.

The code defines an "egg" to mean the shell egg of a domesticated chicken, turkey, duck, goose, or guinea.

This bill would revise this definition to include the shell egg of an avian species, as specified, except a balut and an egg product.

This bill would define cold water and frozen food for purposes of the code.

(2) The code exempts from its provisions premises set aside for wine tasting.

This bill would revise this exemption, as specified.

(3) The code exempts from its provisions child day care facilities, community care facilities, residential care facilities for the chronically ill, and residential care facilities for the elderly. The code requires, if and when a specific appropriation is made available, the State Department of Social Services to develop new regulations regarding food preparation provisions for child day care facilities, community care facilities, and residential care facilities for the elderly.

This bill would make technical, nonsubstantive changes to these provisions.

(4) The code defines prepackaged food as any properly labeled processed food, prepackaged to prevent direct human contact with the food product upon distribution from the manufacturer and prepared at an approved source.

This bill would revise this definition to include distribution from a food facility or other approved source.

114250, 114252, 114279, 114286, 114295, 114297, 114311, 114313, 114314, 114358, 114371, 114380, 114381, and 114387 of, to add Sections 113747.1, 113778.4, 113794.4, 114099.7, 114118, 114130.6, and 114306 to, to add the heading of Chapter 10.5 (commencing with Section 114332) to Part 7 of Division 104 of, to repeal Sections 113915, 114020.1, 114245.8, 114435, and 114436 of, and to repeal the heading of Article 13.5 (commencing with Section 114332) of Chapter 10 of Part 7 of Division 104 of, the Health and Safety Code, relating to food facilities, and declaring the urgency thereof, to take effect immediately.

History:

May 21 To Com. on HEALTH.

May 11 Read third time. Urgency clause adopted. Passed. (Ayes 36. Noes 0. Page 828.) To Assembly.

May 11 In Assembly. Read first time. Held at Desk.

May 6 To Special Consent Calendar.

May 5 Read second time. To third reading.

May 4 From committee: Be placed on second reading file pursuant to Senate Rule 28.8.

Apr. 24 Set for hearing May 4.

Apr. 23 From committee: Do pass, but first be re-referred to Com. on APPR. (Ayes 11. Noes 0. Page 637.) Re-referred to Com. on APPR.

Apr. 14 From committee with author's amendments. Read second time. Amended. Re-referred to Com. on HEALTH.

Apr. 3 Set for hearing April 22.

Mar. 9 To Com. on HEALTH.

Feb. 25 From print. May be acted upon on or after March 27.

Feb. 24 Introduced. Read first time. To Com. on RLS. for assignment. To print.

Organization

CARF

SB 254 (Wiggins) Horses: sale, purchase, or transfer. (A-05/20/2009 [html](#) [pdf](#))

Status: 05/20/2009-Read second time. Amended. To third reading.

Current Location: 05/20/2009-S THIRD READING

Calendar Events: 05/26/09 63 SEN SENATE BILLS-THIRD READING FILE

Digest: Existing law prohibits a person from receiving any form of compensation in connection with the sale or purchase of a racehorse, prospective racehorse, stallion, or broodmare, unless the purchaser and seller have agreed in writing to the payment of that compensation.

This bill instead would require any sale, purchase, or transfer of an equine, as defined, to be accompanied by a written bill of sale or acknowledgment of purchase, ~~and a security agreement~~ setting forth the purchase price, and signed by both the purchaser and seller or their duly authorized agents, as specified.

program: no.

Laws: An act to amend Section 12718 of the Government Code, relating to gaming.

History:

May 21 To Com. on G.O.

May 6 Read third time. Passed. (Ayes 35. Noes 0. Page 797.) To Assembly.

May 6 In Assembly. Read first time. Held at Desk.

Apr. 29 To Special Consent Calendar.

Apr. 28 Read second time. To third reading.

Apr. 27 From committee: Be placed on second reading file pursuant to Senate Rule 28.8.

Apr. 17 Set for hearing April 27.

Apr. 14 From committee: Do pass, but first be re-referred to Com. on APPR. (Ayes 13. Noes 0. Page 477.) Re-referred to Com. on APPR.

Apr. 1 From committee with author's amendments. Read second time. Amended. Re-referred to Com. on G.O.

Mar. 27 Set for hearing April 14.

Mar. 9 To Com. on G.O.

Feb. 26 From print. May be acted upon on or after March 28.

Feb. 25 Introduced. Read first time. To Com. on RLS. for assignment. To print.

Organization

CARF

SB 517 (Florez) Horse racing: thoroughbred associations or fairs: wager deductions. (A-05/18/2009 [html](#) [pdf](#))

Status: 05/20/2009-Set for hearing May 26.

Current Location: 05/18/2009-S APPR.

Digest: Existing law authorizes a thoroughbred association or fair, at the joint request of the association or fair and the horsemen's organization and subject to approval by the California Horse Racing Board, to deduct from the parimutuel pool, for any type of wager, an amount of 10% to 25%, inclusive, of the total amount handled for the meeting of the thoroughbred association or fair that accepts the wager.

This bill would instead authorize the deduction of an amount in that range upon the filing of a specified written notice with , *and approval by*, the board specifying the percentage to be deducted and would provide that the percentage is to remain in effect until the filing of a subsequent notice *with, and approval by, the board*, unless otherwise specified in the notice. The bill would authorize ~~any distribution from the amount deducted~~ *certain distributions as prescribed in the Horse Racing Law* to be modified or redirected upon the filing with , *and approval by*, the board of a written notice, as specified.

~~execution of the purchase and sale agreement or exchange agreement would be exempt from these provisions of CEQA.~~

The bill would provide that the net proceeds of the conveyance would be paid into the Fair and Exposition Fund, a continuously appropriated fund, for the benefit of a specified district agricultural association, as provided, thereby making an appropriation. The bill would require reimbursement to the Department of General Services for any cost or expense incurred in the disposition of the property. This bill would also declare the Legislature's findings that the sale of this state property does not constitute a sale of surplus state property, as set forth in specified existing law.

This bill would declare that it is to take effect immediately as an urgency statute.

Vote: 2/3. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

Laws: An act to add Section 19622.5 to the Business and Professions Code, and to add Section 11011.27 to the Government Code, relating to state property, making an appropriation therefor, and declaring the urgency thereof, to take effect immediately.

History:

May 20 Set for hearing May 26. (For vote only.)

May 18 Set, first hearing. Testimony taken. Further hearing to be set.

May 8 Set for hearing May 18.

May 7 Withdrawn from committee. Re-referred to Com. on APPR.

May 6 From committee with author's amendments. Read second time.

Amended. Re-referred to Com. on EQ.

Apr. 14 From committee: Do pass, but first be re-referred to Com. on EQ. (Ayes 11. Noes 1. Page 478.) Re-referred to Com. on EQ.

Mar. 27 Set for hearing April 14.

Mar. 19 To Coms. on G.O. and EQ.

Mar. 2 Read first time.

Feb. 28 From print. May be acted upon on or after March 30.

Feb. 27 Introduced. To Com. on RLS. for assignment. To print.

Organization

CARF

SB 662 (Yee) **Horse racing: parimutuel wagering: real time monitoring.** (A-05/14/2009 [html](#) [pdf](#))

Status: 05/18/2009-In Assembly. Read first time. Held at Desk.

Current Location: 05/18/2009-A DESK

Digest: Existing law provides that the California Horse Racing Board shall have all necessary powers to carry out the purposes of the Horse Racing Law and specifies certain responsibilities of the board.

Current Location: 05/18/2009-A DESK

Digest: *Existing law, until January 1, 2011, authorizes racing associations, fairs, and other related organizations to form a private, statewide marketing organization to market and promote thoroughbred and fair horse racing, and to obtain, provide, or defray the cost of workers' compensation coverage for stable employees and jockeys of thoroughbred trainers. A specified percentage of the amount handled by each satellite wagering facility is required to be distributed to that statewide marketing organization for those purposes of promotion and defraying the cost of workers' compensation coverage. Existing law also provides that any promotion funds not expended in the year in which they are collected may be expended in the following year.*

Existing law, until January 1, 2014, provides that every thoroughbred association and fair that conducts a racing meet shall deduct a percentage of the total amount handled in exotic parimutuel pools of thoroughbred races, which shall be distributed to an organization, as specified, to defray costs of workers' compensation insurance in connection with thoroughbred horses that race in this state, as specified. Existing law provides that any funds that are not used to defray the cost of workers' compensation insurance shall either be carried forward to the subsequent year or used to reimburse racing associations for safety-related expenditures, as specified.

This bill would provide that, in the event there are at any time uncommitted surplus funds in accounts created pursuant to the above provisions of existing law, those unexpended funds may, at the request of the organization governing those funds and with the approval of the California Horse Racing Board, be reallocated to any other fund or account created pursuant to the Horse Racing Law.

~~Existing law, the Horse Racing Law, generally regulates horse racing and parimutuel wagering on horse races. Existing law requires various deductions and distributions to be made from parimutuel pools as specified.~~

~~This bill would express the Legislature's findings and declarations regarding the threat to the horse racing industry in California due to escalating costs. The bill would declare the intent of the Legislature to enact legislation to deduct an additional percentage of the total amount handled in parimutuel pools of thoroughbred horse races, to establish a joint powers agency to collect that additional money and issue bonds, and to use the money primarily for capital improvement financing.~~

~~Vote: majority. Appropriation: no. Fiscal committee: no-yes . State-mandated local program: no.~~

Laws: An act to add Section 19605.10 to the Business and Professions Code, relating to horse racing.

History:

May 18 Read third time. Passed. (Ayes 36. Noes 0. Page 929.) To Assembly.
May 18 In Assembly. Read first time. Held at Desk.

12012.5, 12012.51, 12012.515, 12012.52, 12012.53, 12012.75, 12012.85, and 12012.90 of, to repeal Chapter 7.5 (commencing with Section 12710) of Part 2 of Division 3 of Title 2 of, and to repeal Chapter 3 (commencing with Section 98055) of Title 16.5 of, the Government Code, relating to gaming.

History:

May 18 Read third time. Passed. (Ayes 36. Noes 0. Page 928.) To Assembly.
May 18 In Assembly. Read first time. Held at Desk.
May 13 Read second time. To Consent Calendar.
May 12 From committee: Do pass. To Consent Calendar. (Ayes 10. Noes 0. Page 849.)
Mar. 27 Set for hearing May 12.
Mar. 26 To Com. on G.O.
Mar. 20 From print. May be acted upon on or after April 19.
Mar. 19 Introduced. Read first time. To Com. on RLS. for assignment. To print.

Organization

CARF

SB 829 (Committee on Governmental Organization) **Gambling: licenses.** (A-04/29/2009 [html](#) [pdf](#))

Status: 05/20/2009-To Special Consent Calendar.

Current Location: 05/20/2009-S CONSENT CALENDAR

Calendar Events: 05/26/09 100 SEN SPECIAL CONSENT CALENDAR #6

Digest: 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. The act provides for the appointment of an executive director by the commission. Existing law also requires certain persons employed in the operation of a gambling enterprise, known as key employees, to apply for and obtain a key employee license.

This bill would include surveillance managers or supervisors, *game supervisors, floor supervisors, and general managers* in the definition of "key employee" and make other technical changes to these provisions.

This bill would also authorize the executive director and members of the commission to administer oaths and certify official acts in connection with the business of the commission.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

Laws: An act to amend Section 19805 of, and to add Section 19824.5 to, the Business and Professions Code, relating to gambling.

History:

Mar. 26 To Com. on G.O.

Mar. 20 From print. May be acted upon on or after April 19.

Mar. 19 Introduced. Read first time. To Com. on RLS. for assignment. To print.

Organization

CARF

Total Position Forms: 26

Hearing Consolidations and Reforms

The Governor has proposed several consolidations and reforms in his May Revise budget proposal. Evaluating the efficacy of these proposals is primarily the job of the Senate policy committees.

Over the course of two weeks in June, policy committees can review, consider and advise on the Governor’s proposals or alternative proposals advanced by the policy committees.

Such a review should include an assessment of whether General Fund (or other) savings can be achieved by changing the funding structure for some boards, commissions, agencies, or departments.

Schedule: Beginning the week of June 8th and continuing through the week of June 16th, committees shall convene to review agency/department consolidation proposals. Some proposals are contained in legislation, so the review may be in the normal course of hearing the bill. Other reviews can be accomplished through an informational hearing to review the Governor’s proposals, or alternatives, and either report a set of recommendations to the Budget Conference Committee, propose trailer bills, or amend existing bills.

Proposals: Below is a list of proposals and the committees in which such a review shall occur:

Senate Environmental Quality:

Integrated Waste Management Board (IWMB)	Reduce from 6 to 5 members, make all members (other than chair) part-time; re-name "Integrated Waste Management and Recycling Board (IWMRB)
Department of Toxic Substances Control (DTSC)	Consolidate into IWMRB as a Toxics Division
Department of Conservation	Consolidate into IWMRB
Department of Pesticide Regulation	Transfer pesticide risk assessment functions and biomonitoring to OEHHA (create "one-stop-show" for risk assessment)
Air Resources Board (ARB)	Consolidate all climate change activities under ARB (from ARB, Energy Commission, PUC, Resources Secretary, and Cal-EPA)
San Francisco Bay Conversation and Development Commission	Eliminate and realign functions to a regional entity

Senate Natural Resources and Water:

Department of Public Health	Transfer low-level radioactive waste regulation to IWMRB; transfer drinking water program to OEHHA
Department of Fish and Game	Eliminate and transfer to new Department of Natural Resources and Wildlife

Department of Forestry and Fire Protection	Transfer fire-fighting (CALFIRE) to OES; Transfer forest practices, etc., to new Department of Natural Resources and Wildlife
Board of Forestry and Fire Protection	Eliminate and transfer to new Department of Natural Resources and Wildlife
Department of Water Resources	Eliminate and transfer flood protection activities to Central Valley Flood Protection Board, water efficiency activities to SWRCB, and make state water project a public utility
Department of Boating and Waterways	Consolidate with Department of Parks and Recreation

Senate Food and Agriculture:

Department of Food and Agriculture	Eliminate and transfer pest control activities to Department of Pesticide Regulation; transfer Weights and Measures activities to DGS; transfer oversight and administration of fairs and expositions to counties
Food and Agriculture Marketing Boards and Commissions (54 entities)	Abolish and express intent to re-establish as private, non-profit corporations

Senate Banking, Finance, & Insurance/Senate B&P:

Department of Corporations	Consolidate with Departments of Financial Institutions, Real Estate, and Real Estate Appraisers	AB 33 (Nava), Gov
Department of Financial Institutions	Consolidate with Departments of Corporations, Real Estate, and Real Estate Appraisers	AB 33 (Nava), Gov
Department of Real Estate	Consolidate with Departments of Corporations, Financial Institutions, and Real Estate Appraisers	AB 33 (Nava), Gov
Department of Real Estate Appraisers	Consolidate with Departments of Corporations, Financial Institutions, and Real Estate	AB 33 (Nava), Gov

Senate Revenue & Taxation:

Franchise Tax Board (FTB)	Consolidate with BOE and EDD
Board of Equalization (BOE)	Consolidate with FTB and EDD
Employment Development Department (EDD)	Consolidate with FTB and BOE

Senate Transportation and Housing:

Consolidation of freight and passenger rail oversight agencies. SB 409 (Ducheny)

Senate B&P:

Bureau of Naturopathic Medicine	Eliminate
Telephone Medical Advice Services Bureau	Eliminate
Board of Geologists and Geophysicists	Consolidate with State Mining and Geology Board
State Mining and Geology Board	Consolidate with Board of Geologists and Geophysicists
Professional Fiduciaries Bureau	Consolidate under the Board of Accountancy
Board of Behavioral Sciences	Consolidate into a new Board of Mental Health
Board of Psychology	Consolidate into a new Board of Mental Health
Board of Vocational Nurses and Psychiatric Technicians	Consolidate psychiatric technician oversight to new Board of Mental Health; Consolidate nursing oversight with Board of Registered Nursing
Hearing Aid Dispensers Bureau	Consolidate under Speech-Language Pathology and Audiology Bureau
Court Reporters Board	Eliminate
Inspection and Maintenance Review Committee	Consolidate with Bureau of Automotive Repair
Landscape Architects Technical Committee	Consolidate with Architects Board

Senate Health:

Department of Mental Health (DMH)	Combine DMH and DADP into new Department of Mental Health and Substance Abuse
Department of Alcohol and Drug Programs (DADP)	Combine DMH and DADP into new Department of Mental Health and Substance Abuse
Emergency Medical Services Authority (EMSA)	Consolidate into Department of Public Health

Senate Energy, Utilities and Communications:

Department of Community Services and Development	Merge into Department of Social Services and new Department of Energy
Energy-related functions	Consolidate into a new Department of Energy

Senate Education:

California Postsecondary Education Commission (CPEC)	Consolidate with SAC
Student Aid Commission (SAC)	Consolidate with CPEC

FINAL MAY 26, 2009 – 3:00 PM

MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding (“Memorandum”) is entered into as of this ____ day of May, 2009 by and between the undersigned racing associations (the “Signatory Racing Associations”), the Thoroughbred Owners of California (“TOC”), and the California Thoroughbred Breeders Association (“CTBA”), with reference to the following:

- A. As a result of previously incurred and recurring revenue shortfalls experienced by Southern California Off-Track Wagering, Inc. (“SCOTWINC”), it is experiencing severe cash flow shortages in funds required to permit the continuation of off-track wagering in Southern California as authorized by California law.
- B. Through April 19, 2009 (date of termination of Santa Anita’s 2008-2009 Meet), SCOTWINC has incurred shortfalls as set forth on Exhibit A hereto and such shortfalls are expected to continue to accrue for Thoroughbred racing associations conducting race meets in Southern California in 2009 and beyond, unless further action is undertaken.
- C. The problems created by the shortfalls have been exacerbated, and will continue to be adversely affected, by the fact that Magna Entertainment Corp (“Magna”) filed a Chapter 11 bankruptcy proceeding on March 5, 2009 that limits, at this time, the ability of the Los Angeles Turf Club (“Santa Anita”) to make contributions that would ensure the continuation of off-track wagering in California. It is estimated that as of April 19, 2009 the unpaid shortfalls incurred by SCOTWINC while Santa Anita conducted live racing will be \$1,120,778. As a result of the bankruptcy proceedings of Magna, it is impossible, at this time, for corrective action to be taken with respect to the shortfalls incurred by SCOTWINC while Santa Anita conducted live racing.
- D. Racing associations and TOC have had a longstanding disagreement regarding the application of California Business & Professions (“B&P”) Code, Section 19605.71 as they relate to the use of purse monies for payment of operating expenses incurred in excess of statutory caps on the funding of SCOTWINC.
- E. As a result of the funds previously advanced and those being advanced hereunder by Del Mar Thoroughbred Club (“Del Mar”), Hollywood Park Racing Association (“Hollywood Park”) and the Oak Tree Racing Association (“Oak Tree”), certain loans made by Del Mar and TOC, and Del Mar and Hollywood Park providing funds to be used by the Southern California satellite network in connection with their parimutuel wagering activities, the shortfalls incurred by SCOTWINC while those racing associations conducted live racing will have been extinguished.
- F. Recognizing the imminent threat to the continuation of racing in California as a result of the cash flow difficulties being experienced by SCOTWINC, the parties to this Memorandum have agreed to set aside their disagreement and to pursue cooperative regulatory and statutory actions directed at addressing certain pre-existing and future shortfalls.

- G. At a meeting on April 24, 2009, the California Horse Racing Board ("CHRB") approved the creation of an ADW Deduction, as defined below, distributable to the SCOTWINC Trust subject to the filing of an agreement with respect to the distributions thereof, effective for the period from July 1, 2009 through June 30, 2011.
- H. This arrangement is intended to be an interim solution to the imminent threat to continued racing in California resulting from the cash flow difficulties referenced above. Accordingly, the parties desire to limit the term of this Memorandum such that it shall expire and no longer be operative as of June 30, 2010, or earlier upon the adoption and effective date of the legislation contemplated below. Notwithstanding the foregoing, the parties to this Memorandum agree that prior to the terms of this Memorandum becoming inoperative adequate provision must be made for the repayment of all advancements and loans made by the parties referenced in this Memorandum.

IT IS HEREBY AGREED AS FOLLOWS:

1. Immediately upon the execution of this Memorandum, the parties hereto shall file an agreement with the CHRB pursuant to Section 19604 (f)(5)(E) to alter the distribution of market access fees ("Source Market Fees") from Advanced Deposit Wagers ("ADW") placed on Thoroughbred races conducted at Del Mar, Hollywood Park (Summer and Fall), and Oak Tree by the creation of an additional deduction for a distribution therefrom based upon 4.12% of handle in the Central and Southern Zones, that would otherwise be payable as thoroughbred purses and commissions ("ADW Deduction") effective July 1, 2009 through June 30, 2010, and, the parties hereto may establish differing percentages for the period July 1, 2010 through June 30, 2011, should the term of the Memorandum be extended. Notwithstanding the distribution from the ADW Deduction set forth hereinabove, a distribution to the Incentive Fund administered by the CTBA of 0.463% of handle in the Central/Southern zone on Thoroughbred races conducted at the aforementioned Thoroughbred racing associations shall be created in lieu of any distributions from the ADW deduction pursuant to B & P Code 19604. In addition to the distributions set forth below, there shall be a distribution from the ADW Deduction in order to pay administrative expenses that would otherwise have been distributed to TOC, CTT, and the Backstretch Workers Pension Plan.
2. Upon the effectiveness of the CHRB's approval of the ADW Deduction and the distribution thereof as set forth in Section 4 below, the following funds shall be advanced to SCOTWINC by the indicated parties with respect to unpaid shortfalls allocated to these entities as set forth on Exhibit B as of the date hereof:

\$626,050 Hollywood Park
\$300,647 Oak Tree

The above amounts as well as other amounts previously advanced by Del Mar and Oak Tree are set forth on Exhibit B for each such entity and for the purposes hereof are designated as "Reimbursable Shortfalls" and are thereby subject to repayment in accordance with Section 4 below. SCOTWINC by "Acknowledging and Accepting" the

terms and conditions of this Memorandum agrees to the repayment of the Reimbursable Shortfalls from the applicable ADW Deduction.

3. In order to enable SCOTWINC to meet its short-term cash flow needs, the parties set forth below shall each advance to SCOTWINC the following additional funds:
 - a. \$225,000 Del Mar, payable on or before May 29, 2009
 - b. \$450,000 TOC, payable on or before May 29, 2009

The advances made pursuant to this paragraph 3 shall be referred to herein collectively as the "Loans." The making of these Loans shall be conditioned upon SCOTWINC duly authorizing such borrowings and issuing and delivering appropriate Promissory Notes documenting such borrowings. The distributions of the ADW Deduction as set forth herein shall not be changed without the parties to whom payments are to be made for Reimbursable Shortfalls and Loans agreeing that adequate security has been substituted for such repayments. Upon Del Mar, Hollywood Park, Oak Tree, and TOC making the advances for Reimbursable Shortfalls and Loans set forth in Section 2 above, and this Section 3, and Del Mar and Hollywood Park providing funds to be used by the Southern California satellite network for use in connection with their parimutuel wagering activities, the shortfalls existing with respect to SCOTWINC as a result of their respective live meets prior to July 1, 2009 shall be extinguished.

4. The ADW Deduction shall upon receipt be immediately deposited weekly to an account to be held in trust by a mutually agreed upon Trustee, for the benefit of the Signatory Racing Associations and the TOC (the "SCOTWINC Trust"). Proceeds from the ADW Deduction held in the SCOTWINC Trust shall be distributed as follows:
 - (i) \$19,000 per race day of the ADW Deduction shall be paid to fund ongoing SCOTWINC shortfalls, subject to adjustment to meet ongoing unanticipated shortfalls, as the parties hereto may agree;
 - (ii) Thereafter, the ADW Deduction shall be utilized to repay any amount remaining outstanding on SCOTWINC's loan from Union Bank.
 - (iii) Thereafter, the ADW Deduction shall be utilized to pay any amounts owing to Hollywood Park by the Expense Fund whose payment had been delayed because of cash flow problems experienced by SCOTWINC.
 - (iv) Thereafter, the ADW Deduction shall be utilized to repay Loans and Reimbursable Shortfalls, with payments used first to repay in full all Loans proportionately and second, once all Loans are repaid with interest at 5% per annum, to proportionately repay Reimbursable Shortfalls, with interest at 5% per annum being paid only on the Reimbursable Shortfalls advanced by Oak Tree and Hollywood Park pursuant to Section 2 (see Exhibit B); and,
 - (v) The balance thereof, if any, shall be distributed by the SCOTWINC Trust to fund first any remaining shortfalls in the Expense Fund resulting from live meets conducted by the Signatory Racing Associations but not meets conducted by Santa Anita, then to fund any shortfalls in the Stabling and Vanning fund

existing as of the date hereof, including the amount owed to Hollywood Park for the 2008 calendar year and a possible claim by Hollywood Park for the 2007 calendar year, and for claims thereafter as the parties hereto may agree, and thereafter the balance distributed as follows: 49.25% purses, 49.25% commissions, and 1.5% toward the payment of Cal-bred maiden winner bonuses to all Thoroughbred racing associations generating ADW in proportion to the ADW handle generated by those Thoroughbred racing associations.. To the extent that funds are distributed by the SCOTWINC Trust to fund shortfalls in the Stabling and Vanning Fund, the parties hereto undertake to use their best efforts to cause Fairplex and Santa Anita to reimburse the Signatory Racing Associations and TOC for their proportionate share of such funding.

Exhibit C hereto sets forth pro forma cash flows and amortization schedules for Loans and Reimbursable Shortfalls.

5. As a result of the contemplated retirement of SCOTWINC's outstanding loan from Union Bank, it is necessary for SCOTWINC to have a minimum of \$1,800,000 available for the day to day parimutuel activities of the Southern California satellite network. Del Mar and Hollywood Park shall form an entity (the "Entity") into which they shall contribute \$1,800,000 (of which \$825,000 and \$975,000 shall be contributed by Hollywood Park and Del Mar respectively), but which shall be augmented to the extent necessary by Del Mar during its live meet (the "Change Fund"). Should the Change Fund need to be augmented for Breeders' Cup, Oak Tree shall be responsible for such augmentation. The Entity, which shall be operative through June 30, 2010 unless extended or terminated earlier by the parties thereto, shall enter into an agreement with SCOTWINC under which the use of the Change Fund will be made available to the various Southern California satellites in connection with their parimutuel wagering activities. SCOTWINC shall compensate the Entity at the rate of \$8,750 a month for the use of the Change Fund and costs associated with its administration. SCOTWINC, acting in a custodial capacity, shall safeguard the Change Fund and be responsible for its protection. Unless agreed otherwise by the Signatory Racing Associations and TOC, the Change Fund shall not be available for use other than during Meets of the Signatory Racing Associations and during any time its use is suspended, the amounts contributed thereto by Del Mar and Hollywood Park shall be returned to them.
6. The parties to this Memorandum shall use their best efforts to cause SCOTWINC to timely file a claim in the Magna Bankruptcy for the aggregate shortfalls incurred by SCOTWINC while Santa Anita conducted live race meets and/or cause any successor owner of Santa Anita to pay SCOTWINC an amount equal to any such shortfall.
7. Concurrently with the approval of the ADW Deduction by the CHRB, and the proposed method of distribution, the parties shall jointly sponsor and support legislation in the form of one or more bills which shall provide for the following:
 - A. Clean-up Legislation – SB16XX
The parties agree to support various elements of clean-up legislation pertaining to SB16XX as set forth on Exhibit D. The estimated value of such clarifications to purses and commissions from July 1, 2009 to June 30, 2010 is \$15,015,900, based upon the projection set forth on Exhibit D.

B. Takeout – Purse Supplement, Capital Improvements and Revision of Statutory Distributions

- (i) The parties further agree that, as part of the Clean-up legislation, each will support legislation permitting an increase in takeout of up to 3%, upon the filing with the CHRB of a notice establishing a revised takeout level signed by the organization representing Thoroughbred owners and affected racing associations. In that regard the parties to this Memorandum agree to a minimum increase of 1% on both conventional and exotic wagers (the “Takeout Increase”).
- (ii) The legislation shall further provide for a method by which the realized proceeds of a Takeout Increase shall be distributed as follows:
 - (a) 48.2% of the proceeds generated in the respective zone shall be distributed to purses at the Thoroughbred meet then being conducted in that zone(s) and/or to a trust (“Capital Improvement Trust”), administered by TOC, the purpose of which is to acquire, maintain or improve California Thoroughbred racing and training facilities. Such proceeds shall be distributable between purses and the Capital Improvement Trust at the discretion and direction of TOC.
 - (b) 1.8% of the proceeds generated shall be distributed to the Thoroughbred Incentive Program administered by the CTBA for the payment of Cal-bred maiden winner bonuses.
 - (c) 25% of the proceeds generated in the respective zone shall be distributed as commissions to the Thoroughbred meet then being conducted in that zone(s).
 - (d) 25% of the proceeds generated in the respective zone shall be distributed to purses at the Thoroughbred meet then being conducted in that zone(s).

The legislation shall contain provisions assuring the distribution of purses and commissions in proportion to amounts generated by various race meets. TOC shall make its election as to the percentage to be directed to purses and the Capital Improvement Trust on an annual basis.

- (iii) As to the governance of the Capital Improvement Trust, the legislation shall provide for meaningful representation of the TOC and the Signatory Racing Associations in its decision making and capital allocation process. In so doing, 50% of the voting control of the Capital Improvement Trust shall be vested in the TOC, and the other 50% shall be vested in the Signatory Racing Associations and such other Racing Associations that subsequently execute this Memorandum, as the parties hereto may agree. Decisions with respect to the Capital Improvement Trust shall be subject to a super-majority provision so as to ensure meaningful representation of the Signatory Racing Associations and such other Racing Associations as the Signatory Racing Associations may agree.

- (iv) Any facilities acquired, improved, or maintained shall be operated on a not-for-profit basis, the availability of which to the industry is assured for at least fifteen (15) years, and the legislation shall provide for collective bargaining representation at such facilities by collective bargaining units that have historically represented employee classifications at the nearest operating racetrack.

C. Modification of Statutory Distributions

The parties further agree to support legislation, to be introduced no later than February of 2010, that shall contain provisions: modifying statutory distributions from the takeout across all forms of handle in order to eliminate structural deficits in various funds which result from handle shifts to or from on-track, off-track and ADW handle; providing for the consolidation and reorganization of the two entities statutorily designated to oversee off-track wagering; and providing for a reallocation of voting control within such industry controlled organizations and programs commensurate with the funding provided by each constituent interest . The objective of this effort shall be to improve or maintain the relative economic positions of the parties as modified by this Memorandum and the legislation contemplated hereby while avoiding the repetition of the funding and cash flow crises described above.

- 8. The parties hereby acknowledge that this Memorandum has been entered into as an interim solution to the imminent threat to continued racing in California resulting from the cash flow difficulties referenced herein above. Therefore the parties agree that, absent a written agreement executed by an authorized representative of each subscribing entity extending the terms of the Memorandum, this Memorandum and its substantive provisions shall expire and no longer be operative as of June 30, 2010.

Thoroughbred Owners of California

By _____

Hollywood Park Racing Association

By _____

Del Mar Thoroughbred Club

By _____

Oak Tree Racing Association

By _____

California Thoroughbred Breeders Association

By _____

Acknowledged and Accepted

SOUTHERN CALIFORNIA OFF-TRACK WAGERING, INC.

By _____

DRAFT

CALIFORNIA AUTHORITY OF RACING FAIRS
LEGISLATIVE PROGRAM: FOLLOW UP TO SB16XX
BACKGROUND DESCRIPTION OBJECTIVES
MAY 2009

BACKGROUND

California horse racing is in crisis. Its longer-term survival may be in doubt. Tribal gaming has created a powerful new competitor that did not even exist twenty years ago. Racing facilities, most of which were built in the 1930's, are aging and in urgent need of upgrades or replacement. The economic model that underpins ownership of most Thoroughbred tracks in California is under strain: real estate on which privately-owned, commercial race tracks sit has appreciated to valuations that no longer justify horse racing as the highest and best use of the asset. Corporate owners, accountable to their shareholders, are compelled to consider development of their property for uses other than racing. The cost of horse ownership continues to rise, making it more difficult for horse owners to buy, train and run their horses. Other states have allowed casino revenues to be directed into racing purses, making it more difficult for California tracks to compete in attracting horses to run in our state. Advanced Deposit Wagering (on-line parimutuel wagering), was thought to be a mechanism for generating new business; instead it has shifted business from racing's traditional wagering sources and actually decreased net revenues to important industry programs. Magna Entertainment Corporation, the largest race track operator and owner in North America and owner of Santa Anita and Golden Gate Fields in California, filed Chapter 11 bankruptcy in March 2009. Santa Anita is scheduled to be auctioned under supervision of a bankruptcy court in September 2009.

In spite of the challenges facing racing, it is still a \$3-billion industry in California. Racing employs approximately 30,000 Californians, keeps __,000 acres green and committed to California agriculture and provides entertainment and recreation to millions of Californians every year. Racing continues to be an important attraction and revenue source to Fairs through live racing and satellite wagering. There are sound public policy reasons to keep horse racing healthy; however, its fundamental model needs re-structuring. Racing needs a bold and dramatic stimulus to break out of its slow decline. We propose a plan to accomplish the following objectives that will keep horse racing healthy and viable.

DRAFT-IN-PROGRESS
May 20, 2009
CK

DRAFT

OBJECTIVES

- Re-price our product in line with other major league sports through an increase in overall parimutuel take-out.
- Increase purses to keep horse owners and trainers racing in California and to attract them to our state.
- Increase parimutuel distributions to California breeders and to Cal-breds so as to strengthen the agricultural sector of California horse racing and help assure a future for California's race horse breeding industry.
- Build and upgrade facilities for the future: create and enable a mechanism for public sector financing of racing facility infrastructure improvements and/or acquisitions.
- Create a revenue stream for public sector financing of racing facility infrastructure improvements or acquisitions.
- Increase parimutuel distributions to satellite facilities to keep them financially viable and protect the jobs that they support.
- Restore balance to distribution of parimutuel revenues through reform of ADW distributions. Align ADW distributions more closely with traditional handle distributions. Restore sufficient funding to critical funds presently suffering shortfalls because of shift in handle to ADW.

LEGISLATIVE ACTION PLAN

ADJUST PARIMUTUEL DISTRIBUTIONS FOR THOROUGHBRED RACING DURING DAYTIME

- Increase parimutuel take-out statewide by 3%
- Direct 1.25% of the increased takeout to purses
- Direct .25% of the increased takeout to California breeders and Cal-breds
- Direct .50% of increased takeout to satellite location fees
- Direct 1.00% of increased takeout to Capital Improvement Fund to finance improvements or acquisitions of racing facilities or satellites
- Restructure ADW distributions so as to align them more closely with traditional handle distributions and thereby restore sufficient funding to critical programs, such as Stabling and Vanning and NOTWInc/SCOTWInc Operating Funds

ADJUST PARIMUTUEL DISTRIBUTIONS FOR QUARTER HORSE AND HARNESS RACING AT NIGHT

- Increase parimutuel take-out statewide by 3%
- Direct 1.25% of the increased takeout to purses
- Direct .25% of the increased takeout to California breeders and Cal-breds
- Direct 1.00% of increased takeout to satellite location fees
- Direct .50% of increased takeout to Capital Improvement Fund to finance racing facility improvements, acquisitions or improvements to satellite locations

DRAFT-IN-PROGRESS

May 20, 2009

CK

DRAFT

CALIFORNIA AUTHORITY OF RACING FAIRS
LEGISLATIVE PROGRAM: FOLLOW UP TO SB16XX
LEGISLATIVE POSITIONS
MAY 2009

California Authority of Racing Fairs would support the following elements in follow-up legislation to SB 16XX.

- Technical clean-up issues listed in attachment *TECHNICAL FAIR CLEAN-UP ISSUES*
- Increase in take-out used to increase purses
- Increase in take-out used for benefit of Cal-breds and California horse breeding industry.
- Increase in take-out used for Capital Improvements Fund to upgrade publicly-owned racing venues or to fund acquisition of existing venues by public, not-for-profit entities.
- Increase in take-out used to increase revenues to satellite wagering facilities to keep the satellite network viable and preserve jobs.
- Protect the integrity of parimutuel distributions.
- Re-structure ADW revenue distributions to align more closely with traditional live racing handle distributions.

California Authority of Racing Fairs would not support the following elements in follow-up legislation to SB 16XX.

- Increase in take-out used for higher commissions to racing associations or Fairs
- Combining NOTWInc and SCOTWInc

Potential issue.

- CHRIMS governance

###

DRAFT-IN-PROGRESS
May 20, 2009
CK

DRAFT

CALIFORNIA AUTHORITY OF RACING FAIRS
LEGISLATIVE PROGRAM: FOLLOW UP TO SB16XX
FAIR INDUSTRY TECHNICAL CLEAN-UP ISSUES
MAY 20, 2009

DRAFT

- Codify settlement of shortfall to F&E (\$5 million)
- \$950K unemployment
- 1% to F&E from Racing Fairs
- Supplemental purses: 1.1 million for NorCal; \$300K (est.) for LACF
- Replace special provision for revenues to Humboldt (.75% from license fees on San Mateo Fair handle re-directed to Humboldt, approx \$75K/yr)
- Assure continuation of \$32 million State budget allocations for FY 2010-11 and beyond: 1) tribal gaming revenue re-directed to Fairs; 2) other

###

DRAFT-IN-PROGRESS
May 20, 2009
CK

**CHRB ADW COMMITTEE
OPENING REMARKS
OCTOBER 27, 2008**

**CHRISTOPHER KORBY, EXECUTIVE DIRECTOR
CALIFORNIA AUTHORITY OF RACING FAIRS**

Thank you for the opportunity to join in this discussion.

The ADW model is not working for California. The current ADW model has disturbed a long-standing equilibrium of parimutuel distributions, a balance which underpinned the economic vitality of the racing industry for many years.

Until the advent of ADW, parimutuel distributions flowed to various interests in proportions that generally reflected the relative contribution or importance of those interests to the long-term vitality of California racing. Horsemen received purse distributions for competing; associations received commissions for providing the venue; the state received license fees in returning for granting and regulating the franchise to conduct racing. The schedule of distributions reflected a political and economic equilibrium of interests.

The Internet burst on the scene in the late '90's and on-line gambling began to establish itself as a reality. It appeared that this represented a new business opportunity for the racing industry that could promise additive, incremental growth. The California racing industry first agreed to and then supported a legislative package developed by ODS, the predecessor to TVG. This legislation created Advance Deposit Wagering as the racing industry effort to take parimutuel wagering on-line. As an off-set to the cost of developing the new technology and as an incentive to do so, the legislation allowed for a disproportionate percentage of new ADW handle to flow to the ADW providers. Keep in mind that the opportunity was represented and understood to offer additive, incremental growth to California parimutuel revenues.

Since parimutuel distributions are basically zero-sum in nature, this disproportionate percentage carved out for ADW providers meant significant reductions, even elimination, of distributions to other traditional beneficiaries. The distributions that were reduced or eliminated included those to state license fees, to the Stabling and Vanning Funds and to simulcast expense distributions.

Christopher Korby
October 24, 2008

Over time the reality of ADW's impact on traditional parimutuel handle, and on the consequent distributions, has been quite different from that represented at its inception. Rather than being incrementally additive to our business, ADW handle has proven to be cannibalistic to an extent not envisioned initially. The cannibalistic migration of handle from traditional tote sources to ADW, and the consequent shift in parimutuel distributions, has thrown the racing industry's traditional economic balance into disequilibrium. Revenue flows to a number of important beneficiaries, including license fees to the state of California, Stabling & Vanning Funds and simulcast expense funds, have begun to experience serious shortfalls. At the same time, revenues to ADW providers have grown.

As I noted at the outset, our ADW model is not working. The premise that ADW handle would be incrementally additive, thereby justifying a disproportionately high distribution to fund its development, has proven incorrect. Instead, handle has migrated from traditional tote handle to ADW, precipitating an unsustainable and unjustified windfall for ADW providers and creating significant shortfalls and hardships for important sectors of the racing industry.

The time has come to restore balance to California's parimutuel model. I believe that a model more akin to that which governs our totalisator contracts would be a good starting point.

I offer the foregoing as background to our discussion today because I believe that discussions regarding exclusivity or non-exclusivity, while important, address only a peripheral symptom of the fundamental problem, not the problem itself. The fundamental problem is that the California racing industry has allowed one class of vendors, ADW providers, to unduly enrich themselves at the expense of important sectors of our industry. We are living with a classic case of the tail wagging the dog.

With respect to the issue under discussion today, exclusivity vs. non-exclusivity, we favor non-exclusive agreements. From the inception of ADW, CARF was the only racing entity in the state that has sought non-exclusive contracts with all licensed ADW providers. Although our agreement with TVG suffered as a result, we believe that we have benefited overall by this approach. At the same time, we would not wish to force our outlook or philosophy on a fellow track that believed it could reach a superior business arrangement through an exclusive agreement. While we remain skeptical that any exclusive agreements

Christopher Korby
October 24, 2008

are better than our "open market" approach, we don't believe that the Board should try to regulate best practices.

In short, we strongly favor non-exclusive agreements while not supporting regulations that require it.

In conclusion, we believe that the ADW model needs fundamental reform, a matter which our industry should address in the legislature. Our industry has allowed a class of vendors to exert a disproportionate level of influence on an important policy issue. The California racing industry needs to correct this political and economic imbalance.

Thank you for the opportunity to address this important matter.

Christopher Korby
October 24, 2008

2009 Recommendation for 80% Withholding

	Alameda 11	CalExpo 11	Fresno 11	Humboldt 10	S Joaquin 9	S Mateo 10	Solano 11	Sonoma 12	85
01/01/08-05/31/08									
Fire & Disaster Policy DMTC	489.58	276.17	308.58	76.48	180.98	364.73	251.06	376.60	2,324.19
Federation	1,226.64	691.95	773.16	191.63	453.45	913.85	629.05	943.57	5,823.30
Winners Foundation	792.86	792.86	792.86	450.00	792.86	792.86	792.86	792.86	6,000.00
Ryder Wood Products - Expenses for Meetings at BM	208.57	208.57	208.57	208.57	208.57		208.57	208.57	1,460.00
Network Management	255.05	255.05	255.05	231.87	208.68		255.05	278.24	1,738.98
Program Production (shared exp-Incompass,phone)	462.92	462.92	462.92	420.84	378.75		462.92	505.00	3,156.28
SBC/MCI			379.14						379.14
Racing Office System (shared exp-Incompass,phone)	201.67	201.67	201.67	183.33	165.00		201.67	220.00	1,375.00
Recruitment	1,190.64	1,190.64	1,190.64	1,082.40	974.16	1,082.40	1,190.64	1,298.88	9,200.37
Supplies	17.68	17.68	17.68	16.08	14.47		17.68	19.29	120.57
Tattooing	349.99	298.96	241.67	137.20	276.33	273.45	323.10	379.29	2,280.00
Paymaster	304.59	304.59	304.59	276.90	249.21		304.59	332.28	2,076.75
Marketing	203.32	203.32	203.32	184.83	166.35		203.32	221.80	1,386.25
MOC Accident & Health Insurance (AIG)	6,600.00	6,600.00	6,600.00	6,000.00	5,400.00		6,600.00	7,200.00	45,000.00
Subtotal	12,303.50	11,504.38	11,939.85	9,460.13	9,468.81	3,427.28	11,440.51	12,776.38	82,320.83
6/01/08-09/30/08									
Alameda	11								85
Program Covers	3,872.83	3,032.83	2,613.68		2,528.83		3,473.83	6,151.00	21,673.00
Chaplaincy	1,000.00			1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	6,000.00
Federation	643.96	363.26	405.89	100.60	238.05	479.75	330.24	495.35	3,057.11
UCD - TC02 Analysis & Blood Collect needles	2,030.00	625.00		175.00	250.00		325.00	375.00	3,780.00
Network Management	109.25	109.25	109.25	99.32	89.39		109.25	119.18	744.90
Program Production Actual Incompass	4,685.00	4,350.00		4,350.00			3,245.00	4,100.00	20,730.00
Program Production (Shared Expenses)	539.72	539.72	539.72	490.65	441.59		539.72	588.78	3,679.88
Daily Racing Form - Programs	32,221.80	26,899.40					22,889.54	32,693.86	114,704.60
Equibase	275.00			250.00			275.00	300.00	1,100.00
Ellis Davis Media Guide	129.41	129.41	129.41	117.65	105.88	117.65	129.41	141.18	1,000.00
Racing Office Incompass Actuals	2,040.00	600.00		600.00			660.00	720.00	4,620.00
Racing Office - AT&T, MCI Phone actuals	3,937.40		228.14				4,128.00	1,039.47	10,293.01
Racing Office - Pacific Mobile - trailer coach actuals	2,301.06				927.84		3,016.36	1,610.08	7,855.34
Racing Office (Shared Expenses)	1,797.30	1,797.30	1,797.30	1,633.91	1,470.52	1,031.75	1,797.30	1,960.69	12,254.32
Recruitment	1,134.93	1,134.93	1,134.93	1,031.75	928.58	1,031.75	1,134.93	1,238.10	8,769.91
Supplies (Silks) include Smateo	123.85	123.85	123.85	112.59	101.33	112.59	123.85	135.11	957.00
Supplies not including Smateo	552.50	552.50	552.50	502.27	452.05		552.50	602.73	3,767.06
Tattooing	1,489.56	1,272.38	1,028.56	583.94	1,176.08	1,163.79	1,375.11	1,614.26	9,703.68
Transportation	258.82	258.82	258.82	235.29	211.76	235.29	258.82	282.35	2,000.00
Paymaster Expenses	623.77	623.77	623.77	567.06	510.36		623.77	680.48	4,252.97
Pegasus Communication.- Jumbo Video Screen	28,050.00				22,950.00		28,050.00	30,600.00	109,650.00
Marketing	12.10	12.10	12.10	11.00	9.90		12.10	13.20	82.50
Pegasus Communications Actuals	4,597.50			3,425.00	2,400.00		3,162.50	4,920.00	18,505.00

2009 Recommendation for 80% Withholding

	92,425.77	42,424.52	9,557.92	16,246.05	35,792.15	4,140.82	77,212.23	91,380.83	369,180.28
	Alameda 11	Cal Expo 11	Fresno 11	Humboldt 10	S Joaquin 9	S Mateo 10	Solano 11	Sonoma 12	85
10/1/08-12/31/08	117.90	117.90	117.90	117.90	117.90		117.90	117.90	825.32
Stall Applications									1,000.00
Racetrack Chaplaincy									4,502.75
Federation	948.48	535.04	597.83	148.18	350.62	706.61	486.40	729.60	15,030.00
UCD - TC02 Analysis	1,665.00	0.00	3,150.00	1,090.00	2,085.00		3,215.00	3,825.00	621.54
Network Manager	91.16	91.16	91.16	82.87	74.58		91.16	99.45	3,523.69
Program Production (shared expenses)	516.81	516.81	516.81	469.83	422.84		516.81	563.79	9,385.00
Incompass - Services Actual		435.00	4,910.00		3,915.00		125.00		500.00
Equibase		25.00	275.00		200.00				33,609.40
Daily Racing Forms			15,972.20		17,637.20				1,720.35
Racing Office System (shared expenses)	252.32	252.32	252.32	229.38	206.44		252.32	275.26	2,860.00
Racing Office (Actuals-Incompass)		140.00	1,460.00		1,260.00				12,532.92
Racing Office - Phone	6.31		3,676.29	2,275.51	4,175.18			2,399.63	1,949.69
Pacific Mobile Structures			1,580.12		103.22			266.35	1,147.19
Stockton Video Tapes					1,147.19				489.40
Supplies	71.78	71.78	71.78	65.25	58.73		71.78	78.30	8,996.50
EG Power Systems - Generators			1,630.00		1,180.00		2,686.50	3,500.00	5,073.80
Tattooing	778.85	665.29	537.81	305.33	614.94	608.51	719.01	844.05	900.00
Transportation Colors	116.47	116.47	116.47	105.88	95.29	105.88	116.47	127.06	4,495.64
Paymaster Expenses (phone)	659.36	659.36	659.36	599.42	539.48		659.36	719.30	28,050.00
Pegasus Commun.- Jumbo Video Screen			28,050.00						3,897.50
Pegasus Comm. Contract services			3,897.50						1,699.19
2008 DMTC Simo Conf & Kay Webb	219.90	219.90	219.90	199.90	179.91	199.90	219.90	239.89	3,480.00
2008 Replay Show BMRA (7/2-8/4)	720.00						1,320.00	1,440.00	1,756.25
Marketing	257.58	257.58	257.58	234.17	210.75		257.58	281.00	880.00
Jockey Cook Don Fowler		880.00							22,874.40
Richard Lewis Director of Operations	5,990.91	5,990.91			4,901.66		5,990.91	1,648.33	10,302.12
Circuit Billing Adj-Doutrich Racing Secretary	1,510.98	1,510.98	1,510.98		1,236.25	1,373.62	1,510.98	954.05	2,703.15
Circuit Billing Adj-Sears Racing Intern	874.55						874.55	487.47	2,599.85
Circuit Billing Adj-Krauss Steward's Aide	446.85		446.85	406.23	365.60		446.85	487.47	39,284.24
Year End Simulcast & Direct Travel	2,630.41	6,278.02	2,526.11	10,324.31	5,171.83	0.00	2,701.77	9,651.78	226,689.89
	17,875.62	18,763.52	73,523.97	16,654.16	46,249.63	2,994.53	22,380.25	28,248.21	

2009 Recommendation for 80% Withholding

Circuit Billing	Alameda 11	CalExpo 11	Fresno 11	Humboldt 10	S Joaquin 9	San Mateo 10	Solano 11	Sonoma 12	85
Simulcast Coord. Larry Swartzlander	6,623.24	6,623.24	6,623.24	6,021.13	5,419.01		6,623.24	7,225.35	45,158.45
Paymaster - Vicky Layne	8,940.56	8,940.56	8,940.56	8,127.78	7,315.00		8,940.56	9,753.34	60,958.36
Network Manager - Stacey Lapham	9,801.69	9,801.69	9,801.69	8,910.63	8,019.57		9,801.69	10,692.76	66,829.72
Steward's Aide - Kimberley Krauss	1,019.35	0.00	1,019.35	926.68	834.01		1,019.35	1,112.01	5,930.75
Racing Intern-Sears	2,141.67						2,141.67	2,336.37	6,619.71
Racing Secretary Tom Doutrich	11,312.67	11,312.67	11,312.67	0.00	9,255.82	10,284.25	11,312.67	12,341.09	77,131.84
50% Track Announcer - Frank Mirahmadi	2,337.50		2,337.50	2,125.00	1,912.50		2,337.50		11,050.00
Morning Line Maker - Frank Mirahmadi	825.00		825.00	750.00	675.00		825.00		3,900.00
Jockey Cook - Don Fowler	880.00	880.00	880.00		720.00		880.00	960.00	5,200.00
TC02 Testing - Bonnie Marzalec/Karen	2,200.00	2,200.00	2,200.00	2,000.00	1,800.00		2,200.00	2,400.00	15,000.00
Fitness Vet/Blood Samples - Don Doolley	4,125.00	4,125.00	4,125.00	3,750.00	3,375.00		4,125.00	4,500.00	28,125.00
Cal Expo used own Fitness Vet		(1,925.00)							(1,925.00)
Clocking/Timing - Melody Truitt	3,024.23	3,024.23	3,024.23	2,749.30	2,474.37		3,024.23	3,299.16	20,619.75
Accounting/Fiscal Audit Contract	8,389.33	8,389.33	8,389.33	7,626.67	6,864.00		8,389.33	9,152.00	57,199.99
Sub-Total	61,620.24	53,371.72	59,478.57	42,987.19	48,664.28	10,284.25	61,620.24	63,772.08	401,798.57
TOTALS									
2009 Racing Days Changes	Alameda 15	CalExpo 11	Fresno 11	Humboldt 8	S Joaquin 9	CARF @ GG 26	Solano 5	Sonoma 10	95
Per/day calculation	184,225.13	126,064.14	154,500.31	85,347.53	140,174.87	20,846.88	172,653.22	196,177.49	1,079,989.57
2009 Racing Days Estimated Exp	251,216.09	126,064.14	154,500.31	68,278.02	140,174.87	0.00	78,478.74	163,481.24	
80% Withhold from Racing Revenues	\$200,972.87	\$100,851.31	\$123,600.25	\$51,622.42	\$112,139.89	\$0.00	\$62,782.99	\$130,784.99	



CALIFORNIA HARNESS HORSEMEN'S ASSOCIATION

P.O. Box 254767
Sacramento, CA. 95865
Phone (916) 263-7888
Fax (916) 263-7887
Website: www.chhaonline.com

Ben Kenney, President
Jim Perez, Executive Director

May 26, 2009

Christopher Korby
Executive Director
California Authority of Racing Fairs
1776 Tribute Road, Suite 205
Sacramento, CA 95815

Dear Mr. Korby,

Given the recent announcement by Governor Schwarzenegger, concerning the sale of Cal Expo and the recent discussions of bringing the NBA to Cal Expo, the California Harness Horsemen's Association would like to initiate discussions regarding possible harness racing opportunities and potential operators at other CARF facilities.

Regards

A handwritten signature in black ink, appearing to read "Jim A. Perez". The signature is stylized and written in a cursive-like font.

Jim A. Perez
CHHA EXECUTIVE DIRECTOR



Frank De Marco, Jr., Esq.
General Counsel &
Assistant Secretary

APR 13 2009

April 10, 2009

Mr. Christopher Korby
California Authority of Racing Fairs
1776 Tribute Road, Suite 205
Sacramento, California 95815

Re: Sacramento Harness Association

Dear Chris:

Enclosed find your fully executed copy of the Settlement and Joint Instructions in the above matter together with a copy of my letter to Steven H. Felderstein which enclosed the SCOTWINC check in the amount of \$549,440.

It is my understanding that NCOTWINC will transmit its check in the amount \$337,000 to Sacramento Harness Association for payment to the satellites as set forth in Exhibit "A" to the Agreement.

If you have any questions, please call me.

Sincerely yours,


Frank De Marco, Jr.

FDM:sm

Enclosures

Sacramento Harness 2% Commissions Paid Comparisons

Location	12/01/2007-12/31/2007				01/01/2008 - 01/31/2008				02/01/2008 - 02/29/2008				75% Agreement
	Amt. Owed	SHA Paid	Bal Due		Amt. Owed	SHA Paid	Bal Due		Amt. Owed	SHA Paid	Bal Due	Total Due	
Anderson	79.29		79.29		89.90		89.90		85.15		85.15	254.34	190.76
Bakersfield	1,579.30		1,579.30		1,783.43		1,783.43		2,118.65		2,118.65	5,481.38	4,111.04
Eureka	51.37		51.37		61.81		61.81		58.54		58.54	171.72	128.79
Ferdale	4.85		4.85		5.62		5.62		5.32		5.32	15.79	11.84
Fresno	1,188.32		1,188.32		1,530.75		1,530.75		1,222.13		1,222.13	3,941.20	2,955.90
Fresno Club One	734.58		734.58		744.90		744.90		940.27		940.27	2,419.75	1,814.81
Lake Perris	3,203.31	3,203.31	0.00		3,417.49		3,417.49		3,390.23		3,390.23	6,807.72	5,105.79
Lancaster	2,818.39	2,818.39	0.00		2,934.11	2,943.66	-9.55		2,832.30		2,832.30	2,822.75	2,117.06
Monterey	1,725.13		1,725.13		1,729.91		1,729.91		2,097.36		2,097.36	5,552.40	4,164.30
Pleasanton	6,735.85		6,735.85		6,750.08		6,750.08		8,287.99		8,287.99	21,773.92	16,330.44
Pomona	8,149.95		8,149.95		8,053.48		8,053.48		9,080.33		9,080.33	25,283.76	18,962.82
Sacramento	1,120.56		1,120.56		1,313.36		1,313.36		1,243.98		1,243.98	3,677.90	2,758.43
San Bernardino	5,376.24	5,376.24	0.00		5,279.43		5,279.43		6,002.97		6,002.97	11,282.40	8,461.80
San Jose	8,042.84		8,042.84		8,504.85		8,504.85		9,068.34		9,068.34	25,616.03	19,212.02
San Mateo County	26.43		26.43		29.50		29.50		27.94		27.94	83.87	62.90
Santa Barbara	771.75	771.75	0.00		693.62		693.62		725.10		725.10	1,418.72	1,064.04
Santa Maria	809.88		809.88		709.18		709.18		820.52		820.52	2,339.58	1,754.69
Santa Rosa	1,861.79		1,861.79		1,890.17		1,890.17		2,591.75		2,591.75	6,343.71	4,757.78
Shalimar (Indio)	458.74	497.57	-38.83		526.82		526.82		902.41		902.41	1,390.40	1,042.80
Stockton	4,805.24		4,805.24		4,750.24		4,750.24		5,392.85		5,392.85	14,948.33	11,211.25
Surfside Race Place	6,800.83		6,800.83		7,077.59		7,077.59		8,846.97		8,846.97	22,725.39	17,044.04
Tulare	374.01		374.01		267.77		267.77		329.73		329.73	971.51	728.63
Turlock	286.08		286.08		328.69		328.69		314.93		314.93	929.70	697.28
Vallejo	3,982.99		3,982.99		3,988.67		3,988.67		4,377.39		4,377.39	12,349.05	9,261.79
Ventura	4,065.33		4,065.33		4,041.76		4,041.76		4,448.86		4,448.86	12,555.95	9,416.96
Victorville	1,856.89		1,856.89		2,167.93		2,167.93		2,415.56		2,415.56	6,440.38	4,830.29
Totals	66,909.94	12,667.26	54,242.68		68,671.06	2,943.66	65,727.40		77,627.57	0.00	77,627.57	197,597.65	148,198.24

CALIFORNIA AUTHORITY OF RACING FAIRS
BALANCE SHEET
May 31, 2009

ASSETS		
	CURRENT YTD	PRIOR YTD
	May-09	May-08
Current Assets		
CASH - LAIF & INVESTMENTS	4,448,766	3,990,828
CASH - OPERATING	576,809	980,108
MARKETABLE SECURITIES	4,163,818	3,850,557
A/R - DUES	11,211	19,708
A/R - PROGRAMS	190,331	311,047
A/R - RACING FAIRS	266,281	318,673
A/R - F&E SUPPLEMENTAL PURSE/OTHER A/R	1,850,691	1,203,123
LOAN RECEIVABLE	0	0
PREPAIDS/DEPOSITS	33,433	29,956
Total Current Assets	11,541,339	10,704,000
Fixed Assets		
AUTOMOBILE	10,906	18,368
FURNITURE & EQUIPMENT	3,259	4,013
COMPUTER HARDWARE/SOFTWARE	10,445	11,647
TRACK EQUIPMENT	89,100	147,010
Total Fixed Assets (Net of Depr.)	113,711	181,039
TOTAL ASSETS	11,655,050	10,885,039
LIABILITIES & NET ASSETS		
Current Liabilities		
A/P & WITHHOLDINGS	241,030	442,683
A/P - PROGRAM ROYALTIES TO HOST	74,606	63,010
RACING DISTRIBUTIONS (Out of State AR)	265,156	168,116
PURSE FUNDS	1,734,618	1,523,908
TRACK SAFETY/MAINT.	733,431	658,316
INFOTEXT UPGRADE	156,521	151,482
MISC PROJECT FUNDS	0	598
LOU-1 - TIMING/TRACK SURFACE/AREA ENHANC	0	128,076
LOU-2 - SPECIAL EVENT CENTERS	0	981
LOU-3 - SATELLITE SURVEY/TURF STUDY	0	87,704
EQUIPMENT REPLACEMENT FUND	1,145,605	449,937
LOU-5 - SYMPOSIUM	4,248	8,348
FACILITY IMPROVEMENTS & UPGRADES	751,015	1,239,698
CAPITAL IMPROVEMENT FUND	1,637,373	977,231
Total Current Liabilities	6,743,603	5,900,088
Non-Current Liabilities		
CHRIMS FUNDS	88,248	85,407
CHANGE FUND	1,014,000	1,014,000
FAIRS - EQUIP REPLACEMENT FUNDS	2,107,900	2,277,245
Total Non-Current Liabilities	3,210,148	3,376,651
TOTAL LIABILITIES	9,953,751	9,276,739
Net Assets		
FUND EQUITY	1,730,655	1,542,687
F&E Net Assets	14,850	72,760
RETIREMENT CONTINGENCY	0	0
NET INCOME/LOSS	(44,206)	(7,147)
Total Net Assets	1,701,299	1,608,300
TOTAL LIABILITIES & NET ASSETS	11,655,050	10,885,039

**California Authority of Racing Fairs
Southern Region Income Statement
May 31, 2009**

	2007	2008	2008	2009	2009	2009	2009
	Year End	Year End	YTD	YTD	Annual	Budget	% Budget
	Actual	Actual	Actual	Actual	Budget	Variance	
Program Revenue:							
Program Sales	463,076	397,688	168,956	139,072	405,000	(265,928)	34%
Other Revenue	0	0	0	0	0	0	0%
Royalties/Fees Due Host	(411,359)	(358,703)	(152,637)	(125,230)	(365,000)	239,770	34%
Total Revenue	51,718	38,985	16,319	13,842	40,000	(26,158)	35%
Expenses:							
Legal Expenses	0	0	0	0	1,000	1,000	0%
Meetings Expense	539	98	98	0	1,000	1,000	0%
Misc Exp.(Storage)	0	0	0	0	500	500	0%
Office Supplies	0	0	0	0	0	0	0%
Paper Expense	0	0	0	0	0	0	0%
Postage & Shipping	0	0	0	0	100	100	0%
Telephone Expense	0	0	0	0	100	100	0%
Travel Expense	422	0	0	0	0	0	0%
Total Expenses	961	98	98	0	2,700	2,700	0%
Operating Income (Loss)	50,757	38,887	16,222	13,842	37,300	(23,458)	37%
CARF Admin Fee	34,731	29,295	7,473	6,908	30,375	23,467	23%
Rebate							
Income (Loss)	16,026	9,592	8,749	6,934	6,925	9	100%

**California Authority of Racing Fairs
Project Management Income Statement
May 31, 2009**

	2007 Year End Actual	2008 Year End Actual	2008 YTD Actual	2009 YTD Actual	2009 Annual Budget	2009 Budget Variance	2009 % Budget
Revenue:							
CARF Admin Fee	158,277	175,639	4,422	9,543	215,000	(205,457)	4%
Project Management	79,648	67,608	32,639	28,842	78,666	(49,824)	37%
Total Revenue	237,925	243,247	37,061	38,385	293,666	(255,281)	13%
Expenses:							
Salaries Expense	58,942	49,043	23,909	21,593	56,341	34,748	38%
Employee Benefits	7,510	6,150	3,322	3,549	8,000	4,451	44%
Payroll Taxes	3,060	2,204	1,220	1,191	2,500	1,309	48%
Accounting Costs	6,500	6,500	2,708	2,167	6,500	4,333	33%
Audit Services	2,350	2,475	1,200	0	2,475	2,475	0%
Automobile Expense	0	0	0	0	1,000	1,000	0%
Contracted Services	0	0	0	0	0	0	0%
Telephone Expense	647	678	279	300	1,000	700	30%
Travel Expense	85	0	0	42	250	208	17%
Misc. Storage	555	558	0	0	600	600	0%
Total Expenses	79,648	67,608	32,639	28,842	78,666	49,824	37%
CARF Admin Fee	158,277	175,639	4,422	9,543	215,000	205,457	4%

Meeting Handouts

**SATELLITE WAGERING FACILITIES
AT
CALIFORNIA FAIRS**

**SUMMARY FINANCIAL REPORTS
FOR
2008**

MAY 2009

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- 2007 Parimutuel Distribution Report for California Fairs' Satellite Wagering Facilities-Thoroughbred Handle
- 2008 Parimutuel Distribution Report for California Fairs' Satellite Wagering Facilities-Thoroughbred Handle

SUMMARY FINANCIAL REPORTS

ALPHABETICAL BY CITY

- Anderson, Shasta District Fair
- Bakersfield, Kern County Fair
- Del Mar, San Diego County Fair
- Eureka, Redwood Acres
- Fresno, Big Fresno Fair
- Indio, Riverside County Fair & National Date Festival
- Lancaster, Antelope Valley Fair & Alfalfa Festival
- Monterey, Monterey County Fair
- Perris (Lake Perris), Southern California Fair
- Pleasanton, Alameda County Agricultural Fair
- Pomona, Los Angeles County Fair
- Sacramento, California State Fair
- San Bernardino, National Orange Show Citrus Fruit Festival
- San Jose, Santa Clara County Fair
- San Mateo, San Mateo County Fair
- Santa Barbara, Santa Barbara Fair & Expo
- Santa Maria, Santa Maria Fairpark
- Santa Rose, Sonoma County Fair
- Stockton, San Joaquin County Fair
- Tulare, Tulare County Fair
- Turlock, Stanislaus County Fair
- Vallejo, Solano County Fair
- Ventura, Ventura County Fair
- Victorville, San Bernardino County Fair

California Authority of Racing Fairs assembled this report from data provided by California Fairs which conduct satellite wagering.

2007 Parimutuel Distribution Report

Detailed Distribution Report															
Date Range:	01/01/2007 - 12/31/2007														
Race Type:	All Races														
Hosts:	All Hosts														
Locations:	All Locations														
Tracks:	All Tracks														
Report By:	Location														
Location Type:	Fairs Breed. Thoroughbreds On/Off Track														
Location	Handle	License	City Tax	Equine	Workers Comp	Location	Expense	Promotion	Van Stable	Track	Purses	Owners	Breeders Sires	Host Fees	Attendance
Anderson	2,750,946.70	33,366.68	8,924.78	2,751.43	5,432.17	54,089.13	86,007.48	10,823.04	31,043.89	137,685.69	137,042.88	1,889.47	14,267.65	37,025.93	8,314
Bakersfield	8,115,501.00	96,943.17	26,490.09	8,116.15	17,477.58	160,544.80	282,463.44	32,301.21	90,101.92	404,586.77	403,115.41	5,484.52	42,221.70	91,909.48	35,953
Del Mar	130,059.70	782.77	428.34	130.1	449.18	2,801.99	7,805.98	650.51	0	5,855.41	6,506.23	0	624.47	0	2,980
Eureka	1,912,128.40	23,463.58	6,213.74	1,912.39	3,621.68	37,660.12	54,639.67	7,532.93	21,644.00	94,600.11	93,997.92	1,317.30	10,015.50	28,911.59	4,296
Ferrdale	189,897.50	1,473.08	626.66	189.93	477.3	3,797.97	11,393.85	759.7	2,182.59	7,352.31	7,220.80	132.82	911.55	1,234.87	
Fresno	9,396,102.70	110,258.55	30,561.11	9,396.77	19,048.15	185,219.36	294,589.86	37,197.39	104,735.40	460,730.08	458,607.60	6,375.51	48,689.42	120,795.64	34,259
Fresno Club One	4,243,998.60	51,287.44	13,921.01	4,244.48	8,914.03	84,371.17	137,310.73	16,954.08	47,594.91	211,247.92	210,376.87	2,887.30	22,204.40	50,916.75	6,151
Lake Paris	20,259,127.60	411,187.88	66,260.26	20,259.67	46,521.33	401,576.60	544,813.27	80,724.03	208,504.25	971,238.46	959,536.82	13,769.07	107,691.24	193,628.24	84,566
Lancaster	17,813,777.00	358,938.12	58,332.38	17,814.44	39,132.18	353,529.82	477,871.95	71,085.31	183,352.56	865,840.63	855,662.88	12,108.07	94,837.00	186,874.07	84,322
Monterey	11,426,531.80	136,454.07	37,350.51	11,427.12	19,873.08	226,366.26	383,005.04	45,510.34	127,432.72	537,474.84	534,483.64	7,756.92	59,340.48	166,600.89	32,408
Pleasanton	45,986,862.80	555,961.76	150,343.83	45,987.29	93,934.96	911,174.38	1,441,641.42	183,023.47	514,856.11	2,264,568.94	2,261,695.45	31,339.22	240,482.68	533,479.99	140,711
Pomona	58,957,779.60	1,205,037.01	193,286.05	58,958.14	137,097.61	1,171,428.63	1,499,580.11	235,294.28	610,169.44	2,913,084.96	2,877,854.98	40,294.25	315,680.93	582,053.37	171,176
Sacramento	35,104,301.30	420,424.96	114,629.78	35,105.05	69,641.09	694,724.94	1,165,177.91	140,011.46	387,202.46	1,685,499.35	1,683,886.68	23,568.73	182,254.76	434,082.19	125,792
San Bernardino	36,067,702.80	725,334.71	118,105.49	36,068.55	84,051.25	715,789.78	973,246.06	143,962.50	370,843.49	1,757,708.32	1,737,264.49	24,489.51	191,917.67	361,741.75	157,752
San Jose	40,281,500.00	478,739.27	132,111.84	40,282.15	78,466.52	800,676.94	1,304,829.03	161,018.67	450,232.82	1,977,486.26	1,972,194.90	27,405.30	210,697.41	515,487.01	123,033
Santa Barbara	9,078,634.40	182,417.36	29,687.69	9,079.22	19,284.84	179,924.27	241,759.89	36,075.19	94,402.00	438,374.16	432,616.20	6,234.33	48,290.42	110,420.59	24,381
Santa Maria	6,896,280.00	140,752.05	22,511.45	6,896.95	14,175.57	136,431.52	182,326.94	27,364.18	71,482.98	326,696.64	322,390.38	4,720.50	36,634.61	74,715.56	22,826
Santa Rosa	14,772,857.70	178,976.17	48,076.98	14,773.54	31,349.89	291,374.72	443,228.24	58,547.09	164,411.23	734,518.25	733,632.95	10,007.60	77,175.20	179,844.80	65,460
Shalimar (Indio)	9,470,832.20	192,624.03	30,853.27	9,471.33	24,202.25	186,990.43	247,259.53	37,480.25	99,235.66	474,710.18	468,656.62	6,487.18	50,255.54	98,890.53	33,799
Stockton	21,543,607.00	260,534.56	70,500.44	21,544.21	45,271.35	427,274.67	673,006.68	85,938.11	240,129.61	1,080,240.80	1,078,731.63	14,616.76	112,817.69	252,537.86	92,298
Surfside Race Place	71,343,323.50	1,444,245.17	232,179.25	71,343.70	163,598.70	1,407,146.68	1,883,133.31	282,136.31	738,291.82	3,371,518.69	3,326,319.25	48,755.15	377,800.76	781,018.51	228,136
Tulare	4,268,785.40	51,459.23	13,924.36	4,269.48	8,827.94	84,388.79	138,254.59	16,900.41	48,261.71	200,522.82	199,607.96	2,937.74	22,189.27	55,847.93	19,995
Turlock	9,831,524.50	118,309.66	32,160.14	9,832.01	17,774.40	194,909.68	308,981.44	39,027.09	111,557.11	491,105.61	488,719.76	6,790.46	51,423.07	137,188.61	35,236
Vallejo	17,493,464.90	210,215.61	57,307.79	17,494.01	38,703.79	347,320.10	560,003.18	69,891.58	194,794.39	884,615.59	881,734.66	11,857.27	91,489.95	211,173.39	77,277
Ventura	33,830,173.00	675,437.83	110,571.34	33,831.05	77,645.17	670,129.76	903,719.32	134,480.38	350,353.29	1,672,092.99	1,651,252.19	23,136.51	179,802.97	374,068.61	94,842
Victorville	10,669,615.10	214,434.94	34,954.54	10,669.94	24,248.68	211,644.64	290,211.70	42,635.97	109,447.32	517,262.39	511,393.98	7,227.83	56,762.76	106,215.38	55,954
[Total: 26 records]	501,835,355.40	8,278,969.64	1,640,314.12	501,849.10	1,088,220.67	9,941,287.15	14,517,300.62	1,997,325.48	5,371,263.68	24,486,618.17	24,294,293.13	341,599.32	2,646,479.10	5,686,663.52	1,751,917

2008 Parimutuel Distribution Report

Detailed Distribution Report																
Date Range:	01/01/2008 - 12/31/2008															
Race Type:	All Races															
Hosts:	All Hosts															
Locations:	All Locations															
Tracks:	All Tracks															
Report By:	Location															
Location Types:	Fairs Breed Thoroughbreds On/Off Track															
Location	Handle	License	City Tax	Equine Comp	Workers Comp	Location	Expense	Promotion	Van Stable	HAllocation	Track	Purses	Owners	Breeders Sires	Host Fees	Attendance
Anderson	2,378,570.60	28,928.68	7,740.36	2,378.67	4,534.36	46,811.68	77,237.44	9,387.41	28,938.44	0	115,728.00	115,236.80	1,638.68	12,327.91	30,967.90	8,186
Bakersfield	7,279,475.70	87,555.32	23,770.72	7,279.97	14,997.52	144,065.53	243,636.43	29,024.53	80,477.28	0	357,263.60	356,089.48	4,894.25	37,758.02	84,118.97	32,781
Del Mar	143,182.00	728.85	472.52	143.17	505.9	2,863.87	8,591.50	715.96	0	0	6,387.57	7,083.83	0	687.33	0	2,238
Eureka	1,878,261.00	23,312.52	6,140.39	1,878.57	2,992.94	37,214.42	57,212.84	7,443.44	21,418.51	0	88,175.43	88,206.95	1,301.86	9,852.06	28,061.29	3,887
Femdale	192,324.00	1,531.37	635.4	192.54	446.35	3,850.47	11,551.47	770.26	2,212.17	0	7,438.98	7,308.07	134.63	924.1	1,452.83	0
Fresno	8,981,002.50	106,501.08	29,232.97	8,981.45	16,116.49	177,168.28	284,494.31	35,569.47	100,145.57	0	432,548.25	430,450.52	6,091.75	46,384.88	115,028.11	31,850
Fresno Club One	2,698,149.50	32,188.66	8,855.32	2,698.52	5,920.12	53,668.57	91,233.84	10,911.18	30,007.58	0	133,157.94	132,815.64	1,824.18	14,052.59	30,849.32	5,493
Lake Perris	17,568,885.70	357,451.72	57,670.80	17,568.84	41,970.12	349,520.12	473,012.83	70,255.71	178,783.94	0	852,053.48	841,848.66	11,987.02	93,751.42	153,844.83	75,215
Lancaster	14,985,408.60	301,071.98	48,123.18	14,985.93	32,765.12	297,713.97	404,960.52	59,902.58	149,845.41	0	734,253.46	725,909.40	10,168.28	79,820.50	153,033.34	75,343
Monterey	10,118,537.00	118,687.44	33,130.06	10,118.78	17,980.88	200,787.06	368,091.25	40,371.78	113,059.47	0	478,663.00	475,631.97	6,877.44	52,130.75	150,049.63	30,417
Pleasanton	40,025,035.90	488,559.21	131,280.16	40,025.46	82,210.68	795,638.00	1,288,378.48	159,845.28	449,600.74	0	1,970,418.88	1,968,417.75	27,344.68	209,538.02	458,074.68	129,350
Pomona	47,778,687.80	973,174.08	157,038.91	47,778.04	111,757.13	951,737.83	1,221,634.00	191,260.68	481,213.75	0	2,387,336.88	2,359,255.38	32,671.72	256,421.37	458,798.99	151,415
Sacramento	28,538,752.70	343,488.78	93,336.16	28,539.04	57,649.06	565,672.62	940,830.25	114,084.48	314,505.61	204,548.59	1,288,741.82	1,285,158.44	19,133.40	148,495.31	353,658.78	110,800
San Bernardino	32,262,037.90	647,489.35	105,956.30	32,262.37	75,859.75	642,159.54	875,245.74	129,185.45	323,885.91	0	1,585,212.61	1,567,058.57	21,948.08	172,139.58	314,836.70	112,907
San Jose	37,217,102.90	448,124.36	122,282.28	37,217.40	73,853.53	741,103.65	1,281,387.74	149,117.54	418,149.99	0	1,812,915.34	1,808,125.78	25,310.92	193,758.32	465,383.14	124,951
San Mateo County	27,204,747.90	319,458.28	89,107.17	27,204.74	55,320.96	540,042.70	889,482.48	108,508.10	305,523.14	0	1,348,231.90	1,342,845.78	18,553.28	141,576.27	313,077.71	89,266
Santa Barbara	6,718,134.00	135,932.69	21,985.52	6,718.45	14,703.68	133,248.03	178,131.18	26,710.70	68,160.88	0	328,980.61	322,681.24	4,620.59	35,778.17	78,874.52	22,366
Santa Maria	6,079,864.20	124,038.34	19,930.40	6,080.28	12,583.97	120,780.31	181,928.65	24,212.43	61,843.30	0	290,455.72	286,500.67	4,189.90	32,425.90	63,195.40	20,342
Santa Rosa	12,454,092.10	151,964.95	40,645.46	12,454.47	25,448.71	248,334.46	397,084.21	48,495.50	139,132.80	0	607,660.21	606,925.50	8,481.85	64,881.93	150,398.61	63,165
Shalimar (Indio)	7,239,549.40	148,349.17	23,711.57	7,239.96	16,484.82	143,706.01	190,146.16	28,793.38	74,019.15	0	361,780.05	357,080.12	4,993.13	38,620.91	68,984.84	28,625
Stockton	20,184,989.30	246,031.51	66,240.28	20,185.10	41,174.39	401,458.47	660,474.08	80,732.86	225,927.18	0	891,420.50	890,075.34	13,742.14	105,530.78	239,847.87	85,941
Surfside Race Place	64,078,779.30	1,292,925.27	208,955.92	64,078.18	146,128.52	1,272,458.96	1,695,744.66	255,144.12	647,541.63	0	3,082,067.10	3,021,268.25	44,079.65	341,761.07	663,918.24	199,795
Tulare	3,614,488.40	44,078.18	11,804.53	3,614.85	6,282.23	71,541.58	119,915.69	14,326.78	40,955.58	0	188,185.62	187,408.55	2,490.84	18,788.29	46,652.87	17,502
Turlock	9,299,784.80	112,868.27	30,459.44	9,299.96	16,837.56	184,801.80	306,789.71	38,964.09	105,721.62	0	480,337.22	458,309.95	6,430.53	48,475.55	127,096.87	32,840
Vallejo	15,858,784.20	191,530.13	52,047.31	15,857.22	33,932.91	315,440.48	522,889.03	63,484.59	176,866.57	0	796,582.45	793,943.92	10,782.83	82,847.29	191,900.64	68,258
Ventura	29,437,698.90	589,469.88	98,669.88	29,438.34	65,055.83	585,817.13	785,231.01	117,559.83	288,355.25	0	1,459,765.53	1,441,548.60	20,228.11	157,282.84	320,618.94	84,903
Victorville	8,271,938.00	164,916.60	27,147.82	8,272.40	19,589.88	164,532.88	225,814.98	33,149.11	82,496.47	0	408,308.23	403,958.36	5,588.96	44,078.33	80,704.14	50,320
(Total: 27 records)	462,451,984.30	7,478,368.49	1,516,359.29	462,461.01	997,074.47	9,190,042.45	13,769,118.46	1,846,845.26	4,913,076.68	204,546.59	22,528,072.40	22,361,213.54	315,466.80	2,440,045.54	5,141,607.16	1,685,407

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	15,378
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	62,573
Program Sales	45305	6,786
Concessions	45405	1,183
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	85,920
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	37,877
Employee Benefits	65115	2,947
Payroll Taxes	65125	1,545
Worker's Compensation Insurance	65135	3,128
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	2,009
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	
Supplies & Expense - General (office, janitorial & maintenance)	65615	5,222
Supplies & Expense - Programs, Concessions, Parking	65625	
Leases and/or Rentals	65705	
Fuel & Utilities	65805	13,215
CHRB /CARF/Impact Fees	65905	3,368
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	1
TOTAL (Forward to Page 9)	65005	69,312
NET EFFECT		16,608
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	51,232
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	228,988
Program Sales	45305	5,734
Concessions	45405	10,049
Parking	45505	50,348
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	8,004
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	354,355
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	179,729
Employee Benefits	65115	55,089
Payroll Taxes	65125	
Worker's Compensation Insurance	65135	
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	12,393
Supplies & Expense - General (office, janitorial & maintenance)	65615	15,347
Supplies & Expense - Programs, Concessions, Parking	65625	20,700
Leases and/or Rentals	65705	
Fuel & Utilities	65805	1,123
CHRB /CARF/Impact Fees	65905	7,856
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	292,237
NET EFFECT		62,118
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	431,646
- VIP Area	45125	84,933
Track Commissions (2%, .6%, etc.)	45205	1,845,927
Program Sales	45305	388,404
Concessions	45405	
Parking	45505	
Novelties/Souvenirs	45605	9,488
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Telecheck fees)	45935	99
- Reimbursement (Lottery & Other)	45945	179,515
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	2,940,012
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	859,493
Employee Benefits	65115	271,949
Payroll Taxes	65125	66,047
Worker's Compensation Insurance	65135	54,587
Travel/Training	65205	4,481
Management Time	65315	
Professional Services & Contracts	65325	14,907
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	259,898
Supplies & Expense - General (office, janitorial & maintenance)	65615	150,689
Supplies & Expense - Programs, Concessions, Parking	65625	365,202
Leases and/or Rentals	65705	
Fuel & Utilities	65805	154,600
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	116,371
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	2,318,225
NET EFFECT		621,787
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	9,540
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	46,796
Program Sales	45305	2,842
Concessions	45405	
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	81
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	194
TOTAL (Forward to Page 3)	45005	59,453
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	36,978
Employee Benefits	65115	16,303
Payroll Taxes	65125	2,306
Worker's Compensation Insurance	65135	2,320
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	2,645
Supplies & Expense - General (office, janitorial & maintenance)	65615	2,971
Supplies & Expense - Programs, Concessions, Parking	65625	99
Leases and/or Rentals	65705	
Fuel & Utilities	65805	23,134
CHRB /CARF/Impact Fees	65905	3,368
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	90,124
NET EFFECT		-30,671
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	124,434
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	372,344
Program Sales	45305	59,909
Concessions	45405	36,892
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Equipment Replacement Fund	45770	8,084
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (ATM)	45935	10,209
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	611,872
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	264,896
Employee Benefits	65115	125,724
Payroll Taxes	65125	
Worker's Compensation Insurance	65135	
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	30,982
Supplies & Expense - General (office, janitorial & maintenance)*	65615	81,991
Supplies & Expense - Programs, Concessions, Parking	65625	62,786
Leases and/or Rentals	65705	
Fuel & Utilities	65805	64,189
CHRB /CARF/Impact Fees	65905	
Other (Polo Lounge)	65915	22,226
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	652,794
NET EFFECT		-40,922
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	233,006
Program Sales	45305	84,402
Concessions	45405	7,396
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	421
Promotional and Advertising	45805	4,811
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	3,083
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	333,119
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	92,074
Salaries & Wages - Temporary	65106	13,106
Employee Benefits	65115	35,788
Payroll Taxes	65125	7,350
Worker's Compensation Insurance	65135	336
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	66,538
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	4,125
Supplies & Expense - General (office, janitorial & maintenance)	65615	16,074
Supplies & Expense - Programs, Concessions, Parking	65625	85,167
Leases and/or Rentals	65705	
Fuel & Utilities	65805	
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	847
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	321,405
NET EFFECT		11,714
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	205,994
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	486,084
Program Sales	45305	162,697
Concessions	45405	141,060
Parking	45505	
Novelties/Souvenirs	45605	426
Comcheck	45705	
Promotional and Advertising	45805	17,457
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Lottery Commissions)	45935	3,019
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	536
TOTAL (Forward to Page 3)	45005	1,017,272
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	289,594
Employee Benefits	65115	77,738
Payroll Taxes	65125	19,433
Worker's Compensation Insurance	65135	16,804
Compensated Absence Expense	65145	5,499
Travel/Training	65205	215
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	38,878
Supplies & Expense - General (office, janitorial & maintenance)	65615	14,962
Supplies & Expense - Programs, Concessions, Parking	65625	143,226
Leases and/or Rentals	65705	
Fuel & Utilities	65805	85,725
CHRB /CARF/Impact Fees	65905	7,856
Other (Liability Insurance, Bldg Maint, Lic & Permits)	65915	37,024
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	329
TOTAL (Forward to Page 9)	65005	737,283
NET EFFECT		279,989
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	83,856
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	321,823
Program Sales	45305	2,268
Concessions	45405	17,427
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	10,766
Other - Sponsor revenue	45915	260
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	436,399
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	149,628
Employee Benefits	65115	29,131
Payroll Taxes	65125	8,664
Worker's Compensation Insurance	65135	9,702
Employee Dues	65153	110
Travel/Training	65205	3,534
Management Time	65315	
Professional Services & Contracts	65325	6,581
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	23,287
Supplies & Expense - General (office, janitorial & maintenance)	65615	29,865
Supplies & Expense - Programs, Concessions, Parking	65625	170
Leases and/or Rentals	65705	
Fuel & Utilities	65805	36,765
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	7,856
Prior Year Expenditure Adjustment	80005	8,252
Cash Over/Under	85005	-53
TOTAL (Forward to Page 9)	65005	313,492
NET EFFECT		122,907
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	242,427
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	563,860
Program Sales	45305	85,045
Concessions	45405	50,386
Parking	45505	
Novelties/Souvenirs	45605	1,300
Comcheck	45705	54,689
Promotional and Advertising	45805	19,784
Other - Sponsor revenue	45915	1,371
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	302
TOTAL (Forward to Page 3)	45005	1,019,166
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	323,757
Employee Benefits	65115	109,019
Payroll Taxes	65125	23,497
Worker's Compensation Insurance	65135	19,416
Travel/Training	65205	113
Management Time	65315	30,000
Professional Services & Contracts	65325	37,286
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	30,692
Supplies & Expense - General (office, janitorial & maintenance)	65615	88,964
Supplies & Expense - Programs, Concessions, Parking	65625	14,222
Leases and/or Rentals	65705	7,104
Fuel & Utilities	65805	132,391
CHRB /CARF/Impact Fees	65905	17,534
Other (Explain)	65915	3,771
Prior Year Expenditure Adjustment	80005	7,100
Cash Over/Under	85005	-136
TOTAL (Forward to Page 9)	65005	844,732
NET EFFECT		174,434
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	490,159
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	1,260,049
Program Sales	45305	298,619
Concessions	45405	102,588
Parking	45505	
Novelties/Souvenirs	45605	6,400
Comcheck	45705	24,547
Promotional and Advertising	45805	16,239
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Lottery)	45935	104,504
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	2,303,105
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	472,578
Employee Benefits	65115	122,186
Payroll Taxes	65125	36,943
Worker's Compensation Insurance	65135	24,584
Travel/Training	65205	4,654
Management Time	65315	
Professional Services & Contracts	65325	104,287
Equipment Replacement Fund	65405	3,010
Publicity and Marketing	65505	54,268
Supplies & Expense - General (office, janitorial & maintenance)	65615	40,752
Supplies & Expense - Programs, Concessions, Parking	65625	252,038
Leases and/or Rentals	65705	3,442
Fuel & Utilities	65805	71,939
CHRB /CARF/Impact Fees	65905	
Other (.33 money, Lottery expense)	65915	176,309
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	1,366,990
NET EFFECT		936,115
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	148,331
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	1,545,102
Program Sales	45305	34,190
Concessions	45405	149,826
Parking	45505	323,026
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (ATM)	45935	1,213
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	2,201,688
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	872,448
Employee Benefits	65115	243,081
Payroll Taxes	65125	90,320
Worker's Compensation Insurance	65135	49,357
Travel/Training	65205	147
Management Time	65315	
Professional Services & Contracts	65325	66,159
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	57,894
Supplies & Expense - General (office, janitorial & maintenance)	65615	128,282
Supplies & Expense - Programs, Concessions, Parking	65625	17,461
Leases and/or Rentals	65705	7,005
Fuel & Utilities	65805	285,930
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	79,842
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	1,897,927
NET EFFECT		303,760
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	281,522
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	837,124
Program Sales	45305	176,631
Concessions	45405	
Parking	45505	41,540
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	29,407
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	1,366,224
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	399,583
Employee Benefits	65115	115,137
Payroll Taxes	65125	
Worker's Compensation Insurance	65135	27,971
Travel/Training	65205	
Management Time	65315	109,298
Professional Services & Contracts	65325	37,440
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	29,407
Supplies & Expense - General (office, janitorial & maintenance)	65615	22,757
Supplies & Expense - Programs, Concessions, Parking	65625	172,598
Leases and/or Rentals	65705	
Fuel & Utilities	65805	200,000
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	1,114,191
NET EFFECT		252,033
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	443,171
- VIP Area	45125	
Track Commissions (2%, 6%, etc.)	45205	1,001,248
Program Sales	45305	310,730
Concessions	45405	325,174
Parking	45505	1,232
Novelties/Souvenirs	45605	22,665
Comcheck	45705	47,832
Promotional and Advertising	45805	41,199
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	1,777
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	2,195,028
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	568,804
Employee Benefits	65115	158,970
Payroll Taxes	65125	45,318
Worker's Compensation Insurance	65135	114,434
Travel/Training	65205	108
Management Time	65315	
Professional Services & Contracts	65325	22,356
Equipment Replacement Fund	65405	
Grounds Maintenance		51,743
Publicity and Marketing	65505	45,497
Supplies & Expense - General (office, janitorial & maintenance)	65615	44,988
Supplies & Expense - Programs, Concessions, Parking	65625	415,434
Leases and/or Rentals	65705	79,013
Fuel & Utilities	65805	184,828
CHRB /CARF/Impact Fees	65905	28,868
Other (Explain)	65915	5,277
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	1,765,638
NET EFFECT		429,390
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	409,788
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	1,245,310
Program Sales	45305	203,753
Concessions	45405	
Parking	45505	
Novelties/Souvenirs	45605	45,437
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	89,756
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	1,994,044
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	456,592
Employee Benefits	65115	128,051
Payroll Taxes	65125	44,371
Worker's Compensation Insurance	65135	33,151
Travel/Training	65205	202
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	1,615
Supplies & Expense - General (office, janitorial & maintenance)	65615	273,703
Supplies & Expense - Programs, Concessions, Parking	65625	160,955
Leases and/or Rentals	65705	29,228
Fuel & Utilities	65805	167,465
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	6,752
Cash Over/Under	85005	556
TOTAL (Forward to Page 9)	65005	1,302,641
NET EFFECT		691,403
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	103,397
- VIP Area	45125	14,805
Track Commissions (2%, .6%, etc.)	45205	623,037
Program Sales	45305	165,864
Concessions	45405	26,263
Parking	45505	
Novelties/Souvenirs	45605	243
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Lottery)	45935	6,915
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	940,524
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	210,888
Employee Benefits	65115	-1,564
Payroll Taxes	65125	16,189
Worker's Compensation Insurance	65135	10,452
Travel/Training	65205	3,031
Management Time	65315	
Professional Services & Contracts	65325	17,993
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	-619
Supplies & Expense - General (office, janitorial & maintenance)	65615	38,744
Supplies & Expense - Programs, Concessions, Parking	65625	114,355
Leases and/or Rentals	65705	
Fuel & Utilities	65805	
CHRB /CARF/Impact Fees	65905	
Other (Construction Debt Repayment)	65915	43,662
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	-11
TOTAL (Forward to Page 9)	65005	453,119
NET EFFECT		487,405
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	58,249
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	141,330
Program Sales	45305	31,923
Concessions	45405	14,627
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	48,149
- Reimbursement (Account Wagering)	45945	61,042
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	355,321
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	162,559
Employee Benefits	65115	64,126
Payroll Taxes	65125	10,440
Worker's Compensation Insurance	65135	7,016
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	52,742
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	8,705
Supplies & Expense - General (office, janitorial & maintenance)	65615	6,246
Supplies & Expense - Programs, Concessions, Parking	65625	25,758
Insurance	65915	
Leases and/or Rentals	65705	2,717
Fuel & Utilities	65805	19,453
CHRB /CARF/Impact Fees	65905	8,006
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	412
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	368,180
NET EFFECT		-12,859
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	50,593
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	174,909
Program Sales	45305	21,673
Concessions	45405	7,317
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	2,621
Promotional and Advertising	45805	6,154
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	-5
- Reimbursement (Explain)	45945	15,221
Prior Year Revenue Adjustment	49005	337
TOTAL (Forward to Page 3)	45005	278,821
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	128,908
Employee Benefits	65115	40,339
Payroll Taxes	65125	7,725
Worker's Compensation Insurance	65135	8,159
Travel/Training	65205	194
Management Time	65315	20,000
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	6,311
Supplies & Expense - General (office, janitorial & maintenance)	65615	12,278
Supplies & Expense - Programs, Concessions, Parking	65625	15,050
Leases and/or Rentals	65705	
Fuel & Utilities	65805	5,040
CHRB /CARF/Impact Fees	65905	7,856
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	351
TOTAL (Forward to Page 9)	65005	252,211
NET EFFECT		26,610
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	126,782
- VIP Area	45125	12,368
Track Commissions (2%, .6%, etc.)	45205	382,090
Program Sales	45305	10,759
Concessions	45405	37,684
Parking	45505	
Novelties/Souvenirs	45605	6,018
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	109,774
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	685,475
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	240,239
Employee Benefits	65115	104,334
Payroll Taxes	65125	19,754
Worker's Compensation Insurance	65135	13,154
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	74,637
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	12,725
Supplies & Expense - General (office, janitorial & maintenance)	65615	24,943
Supplies & Expense - Programs, Concessions, Parking	65625	
Leases and/or Rentals	65705	
Fuel & Utilities	65805	44,618
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	93,005
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	627,409
NET EFFECT		58,066
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	203,076
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	603,151
Program Sales	45305	19,925
Concessions	45405	65,225
Parking	45505	545
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	891,921
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	427,079
Employee Benefits	65115	138,415
Payroll Taxes	65125	27,817
Worker's Compensation Insurance	65135	23,543
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	6,509
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	1,442
Supplies & Expense - General (office, janitorial & maintenance)	65615	55,750
Supplies & Expense - Programs, Concessions, Parking	65625	
Leases and/or Rentals	65705	
Fuel & Utilities	65805	88,315
CHRB /CARF/Impact Fees	65905	
Insurance	65915	23,750
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	792,619
NET EFFECT		99,302
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	35,067
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	94,932
Program Sales	45305	13,154
Concessions	45405	9,729
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	4,233
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (DRF Accident, Reservations)	45935	9,547
- Reimbursement (CARF Upgrade Funds)	45945	736
Prior Year Revenue Adjustment	49005	1,505
TOTAL (Forward to Page 3)	45005	168,902
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	96,846
Employee Benefits	65115	27,164
Payroll Taxes	65125	6,399
Worker's Compensation Insurance	65135	4,000
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	4,992
Supplies & Expense - General (office, janitorial & maintenance)	65615	5,240
Supplies & Expense - Programs, Concessions, Parking	65625	
Leases and/or Rentals	65705	2,505
Fuel & Utilities	65805	42,636
CHRB /CARF/Impact Fees	65905	3,643
Other (Explain)	65915	
CARF reimbursable upgrade	94501	736
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	-117
TOTAL (Forward to Page 9)	65005	194,044
NET EFFECT		-25,142
Other Information		
Loan Repayment		10,752

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	84,116
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	229,732
Program Sales	45305	16,718
Concessions	45405	11,196
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	16,115
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Explain)	45935	
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	93
TOTAL (Forward to Page 3)	45005	357,970
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	179,542
Employee Benefits	65115	48,048
Payroll Taxes	65125	12,301
Worker's Compensation Insurance	65135	8,689
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	4,822
Supplies & Expense - General (office, janitorial & maintenance)	65615	16,885
Supplies & Expense - Programs, Concessions, Parking	65625	3,981
Leases and/or Rentals	65705	
Fuel & Utilities	65805	29,207
CHRB /CARF/Impact Fees	65905	8,231
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	289
Cash Over/Under	85005	6
TOTAL (Forward to Page 9)	65005	312,002
NET EFFECT		45,968
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	220,253
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	509,592
Program Sales	45305	
Concessions	45405	14,556
Parking	45505	
Novelties/Souvenirs	45605	
Comcheck	45705	
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (ATM)	45935	22,041
- Reimbursement (Explain)	45945	19,480
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	785,922
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	158,970
Employee Benefits	65115	51,708
Payroll Taxes	65125	9,606
Worker's Compensation Insurance	65135	6,089
Travel/Training	65205	1,204
Management Time	65315	
Professional Services & Contracts	65325	89,689
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	21,897
Supplies & Expense - General (office, janitorial & maintenance)	65615	11,094
Supplies & Expense - Programs, Concessions, Parking	65625	
Leases and/or Rentals	65705	
Fuel & Utilities	65805	80,000
CHRB /CARF/Impact Fees	65905	
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	430,257
NET EFFECT		355,665
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	179,048
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	876,080
Program Sales	45305	143,940
Concessions	45405	110,653
Parking	45505	65,858
Novelties/Souvenirs	45605	3,881
Comcheck	45705	55,162
Promotional and Advertising	45805	14,463
Other - Sponsor revenue	45915	
- Vendor Fees	45925	12,263
- Miscellaneous: Lottery Percentage	45935	9,101
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	4,315
TOTAL (Forward to Page 3)	45005	1,474,763
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	459,682
Employee Benefits	65115	135,569
Payroll Taxes	65125	29,823
Worker's Compensation Insurance	65135	25,615
Travel/Training	65205	
Management Time	65315	
Professional Services & Contracts	65325	29,653
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	42,675
Supplies & Expense - General (office, janitorial & maintenance)	65615	34,403
Supplies & Expense - Programs, Concessions, Parking	65625	89,608
Leases and/or Rentals	65705	948
Fuel & Utilities	65805	13,280
CHRB /CARF/Impact Fees	65905	21,040
Other (Explain)	65915	
CARF reimbursable upgrade	94501	
Prior Year Expenditure Adjustment	80005	-220
Cash Over/Under	85005	
TOTAL (Forward to Page 9)	65005	882,077
NET EFFECT		592,686
Other Information		
Loan Repayment		

Satellite Wagering

SUMMARY OF SATELLITE WAGERING

DETAIL	Account Number	Actual 2008
HORSE RACING REVENUE (SATELLITE):		
Admissions - General and Season	45115	146,409
- VIP Area	45125	
Track Commissions (2%, .6%, etc.)	45205	281,968
Program Sales	45305	12,963
Concessions	45405	34,025
Parking	45505	
Novelties/Souvenirs	45605	4,205
Comcheck	45705	9,799
Promotional and Advertising	45805	
Other - Sponsor revenue	45915	
- Impact Fees	45925	
- Miscellaneous (Other)	45935	14,439
- Reimbursement (Explain)	45945	
Prior Year Revenue Adjustment	49005	
TOTAL (Forward to Page 3)	45005	503,809
HORSE RACING EXPENSE (SATELLITE)		
Labor Costs	65105	218,344
Employee Benefits	65115	48,624
Payroll Taxes	65125	18,251
Worker's Compensation Insurance	65135	13,308
Travel/Training	65205	60
Management Time	65315	66,813
Professional Services & Contracts	65325	7,309
Equipment Replacement Fund	65405	
Publicity and Marketing	65505	8,470
Supplies & Expense - General (office, janitorial & maintenance)	65615	4,086
Supplies & Expense - Programs, Concessions, Parking	65625	
Sales Tax Expense	65626	-1
Leases and/or Rentals	65705	
Fuel & Utilities	65805	43,111
CHRB /CARF/Impact Fees	65905	7,856
Other (Explain)	65915	
Prior Year Expenditure Adjustment	80005	
Cash Over/Under	85005	-40
TOTAL (Forward to Page 9)	65005	436,191
NET EFFECT		67,618
Other Information		
Loan Repayment		

Satellite Wagering