



a California joint powers agency

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AGENDA
CALIFORNIA AUTHORITY OF RACING FAIRS
BOARD OF DIRECTORS MEETING
JOHN ALKIRE, CHAIR
1:00 P.M., TUESDAY, APRIL 5, 2016

Notice is hereby given that a meeting of the California Authority of Racing Fairs Board of Directors will commence at 1:00p.m., Tuesday, April 5, 2016. The meeting will be held in Sacramento. 1776 Tribute Road, Conference Room, Sacramento, CA 95815.

AGENDA

- I. Date, time and location of next meeting: May 3, 2016.
- II. Public Comment.
- III. Approval of minutes.
- IV. Report, discussion and action, if any, on 2016 Legislative Program.
- V. Update on membership meeting in April 2016.
- VI. Financials.
- VII. Executive Director's Report.



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NOTICE
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BOARD OF DIRECTORS MEETING
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1:00 P.M., TUESDAY, APRIL 5, 2016

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

Alameda County Fair
4501 Pleasanton Ave.
Pleasanton, CA 94566

California State Fair
1600 Exposition Blvd.
Sacramento, CA 95815

Antelope Valley Fair
2551 West Ave. H, Suite 102
Lancaster, CA 93536

Monterey County Fair
2004 Fairground Road
Monterey, CA 93940

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

San Mateo County Fair
2495 So. Delaware Street
San Mateo, CA 94403

CALIFORNIA AUTHORITY OF RACING FAIRS
Board of Directors
Tuesday, March 1, 2016

MINUTES

A meeting of the California Authority of Racing Fairs (CARF) Board of Directors was held at 1:00 P.M., Tuesday, March 1, 2016. The meeting will be hosted at the CARF Board Room, 1776 Tribute Road, Sacramento, California.

CARF Board Directors attending: John Alkire, Richard Conway, Jerome Hoban and Rick Pickering. Joining by conference call: Chris Carpenter, Dan Jacobs and Kelly Violini.

Staff and Guests attending: Christopher Korby, Larry Swartzlander, Tom Doutrich, Heather Haviland, Juliana Gomes, Raechelle Gibbons, Kelly Olds, Jeanne Wasserman and Caroline Titus.

Agenda Item 1 – Date, Time and Location of Next Meeting: April 5, 2016. The next CARF Board of Directors meeting is scheduled for April 5, 2016 in Sacramento.

Agenda Item 2 – Public Comment. None.

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

Agenda Item 4 – Report, Discussion and Action, if any, on 2016 Legislative Program. Mr. Korby reported that CARF has arranged for the introduction of two bills. AB 2011 (Cooper) contains the Northern California vanning and stabling language from last session with very minor amendments. AB 2226 (Bigelow) would authorize a fair to contract with two or more fairs within Northern California for the operation and management of a mini-satellite wagering facility within the protected radius.

Mr. Korby stated that since AB 2011 was introduced, principals from Northern and Southern California tracks have come together and determined that there should be one statewide vanning and stabling bill. Legislative staff introduced AB 2011 as a failsafe in the event that racing parties did not reach an agreement before the deadline.

Mr. Korby reported that Assemblymember Adam Gray is continuing his efforts to further Internet poker legislation. The current language includes a \$60 million annual mitigation fund that would benefit fairs and racing. As written, the bill would require the first

\$60 million collected to be deposited into the California Horse Racing Internet Poker Account, which the bill would establish in the General Fund. The bill would continuously appropriate 95% of the funds in the account to the California Horse Racing Board for distribution, as specified, and would transfer 5% of those funds to the Fair and Exposition Fund to benefits fairs in Classes I to IV+. The language was intended to serve as a compromise between the horse racing industry and tribal gaming interests, but is now facing pushback from some tribes and the Stronach Group. Mr. Korby reported that the Live Racing Committee requested that Mr. Brown approach Assemblymember Gray's office in regards to removing the fair class requirements currently in the bill.

Agenda Item 5 – Discussion and Action, if any, on Racing Dates for 2017 and Beyond.

Mr. Korby reported that the Live Racing Committee took formal action to request that the CHRB grant a combined fair race meet designation for CARF member fairs from June 15 to October 16, 2016. If granted, that request would enable the San Joaquin County Fair Board to move their September 2016 race dates to a fair that is both receptive to running them and working through the necessary mechanisms for implementation. Mr. Korby stated that this development poses an opportunity to keep those dates within the CARF circuit and that Pleasanton has requested to host the 2016 Stockton race dates. Mr. Korby stated that the meeting packets include an agreement formally memorialized by CARF fair representatives in 2009 to enter into a combined fair meet and to thereby consolidate the administration and distribution of purses. The CARF Live Racing Committee took unanimous action to reaffirm that agreement and apply the mechanism to 2016.

Mr. Korby noted that no further action is required by the CARF Board of Directors at this time but that the group will be kept informed as the matter progresses.

Agenda Item 6 – Update on Membership Meeting in April 2016. Ms. Haviland reported that staff is working with the San Mateo County Event Center to host the membership conference April 11-12, 2016. A draft agenda is included in the meeting packets. Monday, April 11 will focus on topics pertaining to satellite wagering facilities and a half day on Tuesday, April 12 will focus on live racing and agency matters. Mr. Carpenter has graciously offered to host the event and invitations will be mailed next week.

Mr. Carpenter requested that the topic of attracting a younger audience be included on the marketing portion of the April 11 agenda.

Agenda Item 7 – Financials. Mr. Alkire noted that financials are included in the meeting packet and that Ms. Gibbons is available to answer questions. No questions at this time.

Agenda Item 8 – Executive Director's Report. Mr. Korby reported that the Southern California Fair in Perris has signed a waiver to allow a mini-satellite wagering facility at the

Sahara Dunes Casino in Lake Elsinore, California which falls within the 20-mile radius. Mr. Korby reported that the 20-mile radius topic is once again becoming a topic of interest at the CHRB level and possible resolutions are being discussed. The Board will be kept informed as those discussions become more specific.

Respectfully submitted,
Heather Haviland

CA Authority of Racing Fairs Legislative Report - Last 10 Days 3/18/2016

IV.

[AB 1729](#) **(Waldron R) Gaming Policy Advisory Committee.**

Current Text: Amended: 3/15/2016 [pdf](#) [html](#)

Introduced: 1/28/2016

Last Amend: 3/15/2016

Status: 3/16/2016-Re-referred to Com. on G.O.

Location: 3/16/2016-A. G.O.

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

Summary: 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 enforcement of those activities and establishments by the Department of Justice. Existing law requires the commission to establish a 10-member Gaming Policy Advisory Committee for the purpose of discussing matters of controlled gambling regulatory policy and other relevant gambling-related issues. The committee is composed of representatives of controlled gambling licensees and members of the general public in equal numbers. This bill would increase the membership of the committee from 10 to 12 members.

Organization Position
CARF Watch

[AB 1767](#) **(Bigelow R) Alcoholic beverages: tied-house restrictions: advertising.**

Current Text: Amended: 3/17/2016 [pdf](#) [html](#)

Introduced: 2/3/2016

Last Amend: 3/17/2016

Status: 3/17/2016-From committee chair, with author's amendments: Amend, and re-refer to Com. on G.O. Read second time and amended.

Location: 3/17/2016-A. G.O.

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

Summary: Existing law, the Alcoholic Beverage Control Act, generally prohibits a manufacturer, winegrower, distiller, bottler, or wholesaler, among other licensees, or agents of these licensees, from paying a retailer for advertising. The act creates a variety of exceptions from this prohibition, including permitting licensees to purchase advertising space and time from, or on behalf of, an on-sale retail licensee that is an owner, manager, or major tenant of certain stadiums, parks, entertainment complexes, fairgrounds, and arenas, subject to specified conditions. Among these conditions, the act requires that the advertising space or time be purchased only in connection with events held on the premises of the exposition park, stadium, or arena owned by the on-sale licensee. This bill would permit the purchase of advertising space or time, as described above, on the premises of the exposition, park, stadium, or arena leased by the on-sale licensee.

Organization Position
CARF Watch

[AB 1786](#) **(Cooley D) Horse racing: the California Standardbred Sires Stakes Program.**

Current Text: Introduced: 2/4/2016 [pdf](#) [html](#)

Introduced: 2/4/2016

Status: 2/18/2016-Referred to Com. on G.O.

Location: 2/18/2016-A. G.O.

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

Calendar: 4/6/2016 Anticipated Hearing - Not in DailyFile ASSEMBLY GOVERNMENTAL ORGANIZATION, GRAY, Chair

Summary: The Horse Racing Law establishes the California Standardbred Sires Stakes Program for standardbred horses bred in California, and provides that an offspring of a registered California standardbred stallion standing in California during an entire breeding season is eligible to race in the program. This bill would expand eligibility to race in the program to include the offspring of registered standardbred stallions standing in Iowa, Wisconsin, Minnesota, Michigan, or Maine, or the Province of Alberta, Canada. This bill contains other related provisions and other existing laws.

Organization Position
CARF Watch

[AB 1882](#) **(Williams D) Oil and gas: groundwater monitoring.**

Current Text: Introduced: 2/11/2016 [pdf](#) [html](#)

Introduced: 2/11/2016

Status: 2/25/2016-Referred to Com. on NAT. RES.

Location: 2/25/2016-A. NAT. RES.

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

Calendar: 4/4/2016 2:30 p.m. - State Capitol, Room 447 ASSEMBLY NATURAL RESOURCES, WILLIAMS, Chair

Summary: Existing law requires the State Oil and Gas Supervisor to supervise the drilling, operation, maintenance, and abandonment of wells and the operation, maintenance, and removal or abandonment of tanks and facilities attendant to oil and gas production. Existing law authorizes the supervisor to require a well operator to implement a monitoring program, designed to detect releases to the soil and water, for aboveground oil production tanks and facilities. This bill would require the division to provide an opportunity and the information necessary for the State Water Resources Control Board and the appropriate regional water quality control board to review, comment on, and propose additional requirements for Class II underground injection well projects. The bill would require the state board or the appropriate regional water quality control board to review, comment on, and propose additional requirements it deems necessary for those projects to ensure that the injection of fluids will not affect the quality of water that is, or may reasonably be, used for any beneficial use. The bill would prohibit the division from approving those projects without written concurrence from the state board or the appropriate regional water quality control board and would require the written concurrence to describe the rationale for the concurrence and explanation as to why additional requirements were or were not required for those projects. This bill contains other existing laws.

Organization	Position
CARF	Watch

[AB 1890](#)

(Dodd D) Discrimination: equal pay: state contracting.

Current Text: Introduced: 2/11/2016 [pdf](#) [html](#)

Introduced: 2/11/2016

Status: 2/25/2016-Referred to Com. on L. & E.

Location: 2/25/2016-A. L. & E.

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

Calendar: 4/6/2016 1:30 p.m. - State Capitol, Room 447 ASSEMBLY LABOR AND EMPLOYMENT, ROGER HERNANDEZ, Chair

Summary: Existing law subjects an employer who is, or wishes to become, a contractor with the state for public works, or for goods or services, to various nondiscrimination requirements. Existing law authorizes requiring an employer to submit a nondiscrimination program to the Department of Fair Employment and Housing for approval and certification prior to becoming a contractor or subcontractor with the state, as well as requiring the provision of periodic reports of contractor or subcontractor compliance with that program. This bill would enact the Equal Pay for Equal Work Act of 2016. The bill would require an employer with 100 or more employees in the state and a contract with the state of 30 days or more to submit a description of its nondiscrimination program to the department and to submit periodic reports, no more than annually, on a schedule to be determined by the department, of its compliance with that program. The bill would authorize the department to require approval and certification of the program. The bill would permit the department to require an employer with fewer than 100 employees in state or a contract of less than 30 days to submit a nondiscrimination report. The bill would require the department to define an employee for these purposes. The bill would require the nondiscrimination program to include policies and procedures designed to ensure equal employment opportunities for all applicants and employees, an analysis of employment selection procedures, and a workforce analysis, as specified. The bill would specify that its provisions are not to be construed to negate certain exemptions established by regulation that predate its enactment or to require the department to reevaluate the validity of these exemptions, as specified. The bill would make a statement of legislative findings.

Organization	Position
CARF	Watch

[AB 2011](#)

(Cooper D) Horse racing: thoroughbred racing: northern zone: auxiliary offsite stabling, training, and vanning.

Current Text: Introduced: 2/16/2016 [pdf](#) [html](#)

Introduced: 2/16/2016

Status: 2/29/2016-Referred to Com. on G.O.

Location: 2/29/2016-A. G.O.

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

Calendar: 4/6/2016 Anticipated Hearing - Not in DailyFile ASSEMBLY GOVERNMENTAL ORGANIZATION, GRAY, Chair

Summary: The Horse Racing Law requires, when satellite wagering is conducted on thoroughbred races at associations or fairs in the northern zone, that an amount not to exceed 1.25% of the total amount handled by all of those satellite wagering facilities be deducted from the funds otherwise allocated for distribution as commissions, purses, and owners' premiums and instead be distributed to an organization formed and operated by thoroughbred racing associations, fairs conducting thoroughbred racing, and the organization representing thoroughbred horsemen, to administer a fund to provide reimbursement for offsite stabling at California Horse Racing Board-approved auxiliary training facilities for additional stalls beyond the number of usable stalls the association or fair is required to make available and maintain, and for the vanning of starters from these additional stalls on racing days for thoroughbred horses. This bill would increase the amount that is required to be deducted to an amount not to exceed 2% and would provide that this amount, if adjusted by the board, may be a different percentage of the handle for different associations and fairs, but only if all the associations and fairs agree to the differing percentages. The bill would establish an auxiliary offsite stabling and training facility and vanning program for thoroughbred races in the northern zone. The bill would revise and recast the provisions governing the organization formed and operated to administer the fund to include, among other things, a 50-50 percentage allocation of specified voting interests on the board of the organization, the use of funds to pay the organization's expenses and compensate the provider of a board-approved auxiliary facility for offsite stabling and training of thoroughbred horses in the northern zone, and the requirement that the organization submit its proposed financial and operational plans for the upcoming calendar year to the board for review no later than November 1 of the preceding year. This bill contains other related provisions and other existing laws.

Organization **Position**
CARF Sponsor

AB 2102 **(Hernández, Roger D) Tribal gaming: Indian Gaming Local Community Benefit Committee.**

Current Text: Amended: 3/15/2016 [pdf](#) [html](#)

Introduced: 2/17/2016

Last Amend: 3/15/2016

Status: 3/16/2016-Re-referred to Com. on G.O.

Location: 3/16/2016-A. G.O.

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

Summary: Existing law creates in the State Treasury the Indian Gaming Special Distribution Fund for the receipt and deposit of moneys received by the state from certain Indian tribes pursuant to the terms of gaming compacts entered into with the state. Existing law authorizes moneys in that fund to be used for specified purposes, including for grants for the support of state and local government agencies impacted by tribal government gaming. Existing law, until January 1, 2021, creates a County Tribal Casino Account in the treasury of each county that contains a tribal casino, which is funded according to specified formulas. Existing law requires the Controller, in consultation with the California Gambling Control Commission, to divide the County Tribal Casino Account for each county that has gaming devices that are subject to an obligation to make contributions to the Indian Gaming Special Distribution Fund into a separate account, known as an Individual Tribal Casino Account, for each tribe that operates a casino within the county. Each Individual Tribal Casino Account is required to be funded in proportion to the amount that each individual tribe paid in the prior fiscal year to the Indian Gaming Special Distribution Fund, and authorizes funds in these accounts to be released to make grants to local agencies impacted by tribal casinos, as specified. Existing law establishes an Indian Gaming Local Community Benefit Committee in each county in which gaming is conducted, specifies the composition and responsibilities of that committee, and requires that committee to make the selection of grants from those casino accounts. Among other things, the committee is responsible for establishing all application policies and procedures for grants from the casino accounts. This bill would require each Indian Gaming Local Community Benefit Committee to adopt and approve a Conflict of Interest Code pursuant to these provisions. The bill would require any existing Conflict of Interest Code to be reviewed and amended as necessary to bring it into compliance with these requirements. By increasing the duties of local government entities, this bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Organization **Position**
CARF Watch

AB 2218 **(Burke D) Gambling: licenses.**

Current Text: Introduced: 2/18/2016 [pdf](#) [html](#)

Introduced: 2/18/2016

Status: 3/3/2016-Referred to Com. on G.O.

Location: 3/3/2016-A. G.O.

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

Calendar: 4/6/2016 Anticipated Hearing - Not in DailyFile ASSEMBLY GOVERNMENTAL ORGANIZATION, GRAY, Chair

Summary: 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 enforcement of those activities and establishments by the Department of Justice. Existing law requires every person who is required to hold a state license to obtain the license prior to engaging in the activity or occupying the position with respect to which the license is required, except as specified. Existing law also requires every person who, by order of the commission, is required to apply for a gambling license or a finding of suitability to file an application within 45 calendar days after receipt of the order. This bill would instead require the application described above to be filed within 60 calendar days after receipt of an order of the commission.

Organization Position
CARF Watch

AB 2226 (Bigelow R) Horse racing: satellite wagering facilities: fairs.

Current Text: Introduced: 2/18/2016 [pdf](#) [html](#)

Introduced: 2/18/2016

Status: 3/3/2016-Referred to Com. on G.O.

Location: 3/3/2016-A. G.O.

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

Calendar: 4/6/2016 Anticipated Hearing - Not in DailyFile ASSEMBLY GOVERNMENTAL ORGANIZATION, GRAY, Chair

Summary: The Horse Racing Law permits the California Horse Racing Board to authorize an association licensed to conduct a racing meeting to also operate a satellite wagering facility at its racetrack inclosure, under specified conditions that differ between the northern zone and the central and southern zones, and provides specific guidelines for the operation and location of these facilities. That law also authorizes fairs to contract for the operation and management of a satellite wagering facility with an individual racing association or a partnership, joint venture, or other affiliation of 2 or more racing associations that are licensed to conduct thoroughbred meetings within the northern zone. This bill would authorize a fair to contract with 2 or more fairs that are licensed to conduct thoroughbred meetings within the northern zone for the operation and management of a satellite wagering facility.

Organization Position
CARF Sponsor

AB 2287 (Wilk R) Horse racing: satellite wagering: out-of-country thoroughbred races.

Current Text: Amended: 3/17/2016 [pdf](#) [html](#)

Introduced: 2/18/2016

Last Amend: 3/17/2016

Status: 3/17/2016-From committee chair, with author's amendments: Amend, and re-refer to Com. on G.O. Read second time and amended.

Location: 3/17/2016-A. G.O.

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

Summary: Existing law authorizes a thoroughbred racing association or fair to distribute the audiovisual signal and accept wagers on the results of out-of-country thoroughbred races during the calendar period the association or fair is conducting a race meeting, without the consent of the participating horsemen's and horsewomen's organization. These imported races are subject to specified conditions, including the condition that a thoroughbred racing association or fair may not accept wagers on out-of-country races commencing after 5:30 p.m., Pacific standard time, without the consent of the harness or quarter horse racing association that is then conducting a live racing meeting. This bill would authorize a thoroughbred racing association or fair to accept wagers on out-of-country races up to 6:30 p.m., Pacific standard time, on the first Saturday in November, without the consent of the harness or quarter horse racing association that is then conducting a live racing meeting.

Organization Position
CARF Watch

AB 2543 (Gordon D) State buildings: efficiency.

Current Text: Introduced: 2/19/2016 [pdf](#) [html](#)

Introduced: 2/19/2016

Status: 3/8/2016-Referred to Coms. on NAT. RES. and A. & A.R.

Location: 3/8/2016-A. NAT. RES.

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

Calendar: 4/4/2016 2:30 p.m. - State Capitol, Room 447 ASSEMBLY NATURAL RESOURCES, WILLIAMS, Chair

Summary: Existing law requires the Department of General Services, in consultation with other state entities that include the State Energy Resources Conservation and Development Commission, to develop a plan to exploit cost-effective energy efficiency measures in state facilities. Existing law requires the department to update the plan biennially, coordinate implementation efforts, and make recommendations to the Governor and the Legislature to achieve energy goals for state facilities. Existing law requires the department to make these recommendations no later than March 1, 2009, and biennially thereafter. Existing law also requires the department to report on projects under its jurisdiction, as specified. This bill would instead require the State Energy Resources Conservation and Development Commission, in consultation with the department, to develop a plan to exploit cost-effective energy efficiency and water conservation measures in state facilities. This bill would require the department, in consultation with the commission, to submit recommendations on energy efficiency and water conservation goals to the Governor and the Legislature. This bill would require the department, in consultation with the commission, to make these recommendations no later than January 1, 2018.

Organization **Position**
CARF Watch

AB 2619 **(Gray D) Horse racing: quarter horse races.**

Current Text: Introduced: 2/19/2016 [pdf](#) [html](#)

Introduced: 2/19/2016

Status: 3/10/2016-Referred to Com. on G.O.

Location: 3/10/2016-A. G.O.

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

Calendar: 4/6/2016 Anticipated Hearing - Not in DailyFile ASSEMBLY GOVERNMENTAL ORGANIZATION, GRAY, Chair

Summary: Existing law establishes the California Horse Racing Board, and gives that board specified duties, including authorizing a licensed quarter horse racing association that is conducting a live racing meeting in this state to accept wagers on specified races, including the American Quarter Horse Racing Challenge. This bill would authorize the board to authorize a licensed quarter horse racing association that is conducting a live racing meeting in this state to accept wagers on a quarter horse stakes race with a purse equal to or greater than \$100,000. The bill would also make nonsubstantive changes.

Organization **Position**
CARF Watch

AB 2808 **(Gipson D) Horse racing: exchange wagering: repeal deletion.**

Current Text: Introduced: 2/19/2016 [pdf](#) [html](#)

Introduced: 2/19/2016

Status: 3/14/2016-Referred to Com. on G.O.

Location: 3/14/2016-A. G.O.

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

Calendar: 4/6/2016 Anticipated Hearing - Not in DailyFile ASSEMBLY GOVERNMENTAL ORGANIZATION, GRAY, Chair

Summary: The Horse Racing Law authorizes exchange wagering, as provided, and authorizes the California Horse Racing Board to recover any costs associated with the licensing or regulation of exchange wagering by imposing an assessment on the exchange wagering licensee in an amount that does not exceed the reasonable costs associated with the licensing or regulation of exchange wagering. Existing law requires any racing association or racing fair receiving distributions from any exchange provider's exchange revenues to distribute a portion of that revenue to the official registering agency in a specified manner. Existing law makes these exchange wagering provisions inoperative on May 1, 2016, and repeals them on January 1, 2017. Violations of the Horse Racing Law are generally misdemeanors. This bill would delete those inoperative and repeal dates. The bill, by permanently extending these requirements, the violation of which is a crime, would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Organization **Position**
CARF Watch

AB 2863 **(Gray D) Gambling: Internet poker.**

Current Text: Introduced: 2/19/2016 [pdf](#) [html](#)

Introduced: 2/19/2016

Status: 3/14/2016-Referred to Com. on G.O.

Location: 3/14/2016-A. G.O.

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

Summary: Existing law, the Gambling Control Act, provides for the licensure of certain individuals and establishments that conduct controlled games, as defined, and for the regulation of these gambling activities by the California Gambling Control Commission. The Department of Justice has related investigatory and enforcement duties under the act. Any violation of these provisions is punishable as a misdemeanor, as specified. Existing law, the Horse Racing Law, generally regulates horse racing and vests the administration and enforcement of its provisions in the California Horse Racing Board. This bill, which would be known as the Internet Poker Consumer Protection Act of 2016, would establish a framework to authorize intrastate Internet poker, as specified. The bill would authorize eligible entities to apply for a 7-year license to operate an authorized poker Web site offering the play of authorized Internet poker games to registered players within California, as specified. The bill would require that the license be automatically renewed every 7 years upon application, as specified. The bill would prohibit the offer or play of any gambling game provided over the Internet that is not an authorized Internet poker game permitted by the state pursuant to these provisions. The bill would provide that it is unlawful for a person to aggregate computers or any other Internet access device in a place of public accommodation within the state, including a club or other association, or a public or other setting, that can accommodate multiple players to simultaneously play an authorized Internet poker game, or to promote, facilitate, or market that activity. The bill would provide that any violation of the Internet Poker Consumer Protection Act of 2016 is punishable as a felony. By creating new crimes, the bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Organization **Position**
CARF Watch

AB 2914 (Committee on Governmental Organization) Gaming: Indian Gaming Revenue Sharing Trust Fund.

Current Text: Introduced: 3/17/2016 [pdf](#) [html](#)

Introduced: 3/17/2016

Status: 3/17/2016-Read first time. To print.

Location: 3/17/2016-A. PRINT

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

Summary: 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 expressly ratifies a number of tribal-state gaming compacts, and amendments of tribal-state gaming compacts, between the State of California and specified Indian tribes. This bill would clarify that the purpose of the fund is for making distributions to eligible recipient Indian tribes. This bill contains other related provisions and other existing laws.

Organization **Position**
CARF Watch

AB 2915 (Committee on Governmental Organization) Tribal gaming.

Current Text: Introduced: 3/17/2016 [pdf](#) [html](#)

Introduced: 3/17/2016

Status: 3/17/2016-Read first time. To print.

Location: 3/17/2016-A. PRINT

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

Summary: 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. This bill would reorganize, and make technical, nonsubstantive changes to, these provisions. This bill contains other existing laws.

Organization **Position**
CARF Watch

SB 1240 (Hall D) Horse racing: thoroughbred racing: central and southern zones: auxiliary offsite stabling, training, and vanning.

Current Text: Introduced: 2/18/2016 [pdf](#) [html](#)

Introduced: 2/18/2016

Status: 3/15/2016-Set for hearing April 12.

Location: 3/3/2016-S. G.O.

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

Calendar: 4/12/2016 9:30 a.m. - John L. Burton Hearing Room (4203) SENATE GOVERNMENTAL ORGANIZATION, HALL, Chair

Summary: The Horse Racing Law requires, when satellite wagering is conducted on thoroughbred races at associations or fairs in the central or southern zone, that an amount not to exceed 1.25% of the total amount handled by all of those satellite wagering facilities be deducted from the funds otherwise allocated for distribution as commissions, purses, and owners' premiums and instead distributed to an organization formed and operated by thoroughbred racing associations, fairs conducting thoroughbred racing, and the organization representing thoroughbred horsemen and horsewomen, to administer a fund to provide reimbursement for offsite stabling at California Horse Racing Board-approved auxiliary training facilities for additional stalls beyond the number of usable stalls the association or fair is required to make available and maintain, and for the vanning of starters from these additional stalls on racing days for thoroughbred horses. This bill would increase the amount that is required to be deducted to an amount not to exceed 2%. The bill would establish an auxiliary offsite stabling and training facility and vanning program for thoroughbred races in the central and southern zones. The bill would revise and recast the provisions governing the organization formed and operated to administer the fund to include, among other things, a 50-50 percentage allocation of specified voting interests on the board of the organization, the use of funds to compensate the provider of a board-approved auxiliary facility for offsite stabling and training of thoroughbred horses in the central and southern zones, and the requirement that the organization submit its proposed financial and operational plans for the upcoming calendar year to the board for review no later than November 1 of the preceding year. This bill contains other related provisions and other existing laws.

Organization **Position**
CARF Watch

SB 1313 **(Hall D) Gambling: California Gambling Control Commission.**

Current Text: Introduced: 2/19/2016 [pdf](#) [html](#)

Introduced: 2/19/2016

Status: 3/15/2016-Set for hearing April 12.

Location: 3/3/2016-S. G.O.

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

Calendar: 4/12/2016 9:30 a.m. - John L. Burton Hearing Room (4203) SENATE GOVERNMENTAL ORGANIZATION, HALL, Chair

Summary: 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 enforcement of those activities and establishments by the Department of Justice. The act requires 5 members to be appointed to the commission by the Governor, subject to confirmation by the Senate. The act specifies that a majority of the appointed members of the commission is a quorum and that the concurring vote of 3 members of the commission is required for any official action of the commission or for the exercise of any of the commission's duties, powers, or functions. Existing law requires that a public record of every vote of the commission be maintained at its principal office. This bill would additionally require that a public record of every vote of the commission be posted on the commission's Internet Web site no later than 48 hours after the vote is taken.

Organization **Position**
CARF Watch

Total Measures: 18

Total Tracking Forms: 18

ASSEMBLY BILL**No. 2226****Introduced by Assembly Member Bigelow**

February 18, 2016

An act to amend Section 19605 of the Business and Professions Code, relating to horse racing.

LEGISLATIVE COUNSEL'S DIGEST

AB 2226, as introduced, Bigelow. Horse racing: satellite wagering facilities: fairs.

The Horse Racing Law permits the California Horse Racing Board to authorize an association licensed to conduct a racing meeting to also operate a satellite wagering facility at its racetrack inclosure, under specified conditions that differ between the northern zone and the central and southern zones, and provides specific guidelines for the operation and location of these facilities. That law also authorizes fairs to contract for the operation and management of a satellite wagering facility with an individual racing association or a partnership, joint venture, or other affiliation of 2 or more racing associations that are licensed to conduct thoroughbred meetings within the northern zone.

This bill would authorize a fair to contract with 2 or more fairs that are licensed to conduct thoroughbred meetings within the northern zone for the operation and management of a satellite wagering facility.

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

The people of the State of California do enact as follows:

SECTION 1. Section 19605 of the Business and Professions Code is amended to read:

19605. (a) Notwithstanding any other ~~provision of~~ law, the board may authorize an association licensed to conduct a racing meeting in the northern zone to operate a satellite wagering facility for wagering on races conducted in the northern zone at its racetrack inclosure subject to all of the conditions specified in Section 19605.3, and may authorize an association licensed to conduct a racing meeting in the central or southern zone to operate a satellite wagering facility for wagering on races conducted in the central or southern zone at its racetrack inclosure subject to the conditions specified in subdivisions (a) to (e), inclusive, of Section 19605.3 and the conditions and limitations set forth in Section 19605.6.

(b) Notwithstanding any other ~~provision of~~ law, no satellite wagering facility, except a facility that is located at a track where live racing is conducted, shall be located within 20 miles of any existing satellite wagering facility or of any track where a racing association conducts a live racing meeting. However, in the northern zone, a racing association or any existing satellite wagering facility may waive the prohibition contained in this subdivision and may consent to the location of another satellite wagering facility within 20 miles of the facility or track.

(c) Notwithstanding subdivision (b), the Department of Food and Agriculture may approve not more than three satellite wagering facilities that are licensed jointly to the 1a District Agricultural Association and the 5th District Agricultural Association and that are located on the fairgrounds of the 1a District Agricultural Association or within the boundaries of the City and County of San Francisco. Before a satellite wagering facility may be licensed for the 1997 and subsequent calendar years under this subdivision, the department shall conduct a one-year test at the proposed site in order to determine the impact of the proposed facility on total state parimutuel revenues and on attendance and wagering at existing racetracks and fair satellite wagering facilities in the Counties of Alameda, San Mateo, Santa Clara, and Solano. Notwithstanding Section 19605.1, a satellite wagering facility may be located on property leased to one or both fairs. Notwithstanding

1 any other ~~provision of~~ law, the fairs may contract for the operation
2 and management of a satellite wagering facility with an individual
3 racing association or a partnership, joint venture, or other affiliation
4 of two or more racing associations *or fairs* that are licensed to
5 conduct thoroughbred meetings within the northern zone.

6 (d) Subdivision (b) shall not be construed to prohibit the location
7 of satellite wagering facilities within 20 miles of any existing or
8 proposed satellite facility established pursuant to subdivision (c).

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ASSEMBLY BILL**No. 2678****Introduced by Assembly Member Gray**

February 19, 2016

An act to add Sections 6453.1 and 7101.4 to the Revenue and Taxation Code, relating to state designated fairs, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

AB 2678, as introduced, Gray. State designated fairs: funding.

Existing law establishes the Fair and Exposition Fund to, among other things, allocate moneys for the support of the network of California fairs. Existing law requires certain license fees from satellite wagering to be deposited into a separate account in the Fair and Exposition Fund, and continuously appropriates those moneys for specified fair-related purposes, including, among others, the payment of expenses incurred in establishing and operating satellite wagering facilities at fairs and for health and safety repair and other projects at fairs. Existing sales and use laws impose taxes on retailers measured by the gross receipts from the sale of tangible personal property sold at retail in this state, or on the storage, use, or other consumption in this state of tangible personal property purchased from a retailer for storage, use, or other consumption in this state measured by sales price, and requires that revenues, less refunds, derived from a specified rate of that tax be transferred to specified funds and then the balance to the General Fund.

This bill would require a tax return filed for the purposes of the Sales and Use Tax Law to segregate the gross receipts of the seller and the sales price of the property on a form prescribed by the State Board of Equalization when the place of sale or use in this state is on or within

the real property of a state designated fair, as defined, or any real property of a state designated fair that is leased to another party.

This bill would require, except as specified, that 30% of all revenues, less refunds and costs of administration, derived from those segregated sales and use tax amounts that would have been deposited into the General Fund instead be deposited into that separate account in the Fair and Exposition Fund and continuously appropriated for those same types of fair-related purposes.

Vote: $\frac{2}{3}$. Appropriation: yes. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 6453.1 is added to the Revenue and
2 Taxation Code, to read:

3 6453.1. (a) For purposes of this part only, the return shall
4 segregate the gross receipts of the seller and the sales price of the
5 property on a form prescribed by the board when the place of sale
6 in this state or use in this state for purposes of this part is on or
7 within the real property of a state designated fair or any real
8 property of a state designated fair that is leased to another party.

9 (b) For purposes of this section, "state designated fair" means
10 a state designated fair as defined in Sections 19418, 19418.1,
11 19418.2, and 19418.3 of the Business and Professions Code.

12 (c) The board shall develop a form for purposes of this section.

13 (d) Notwithstanding any provision of the Bradley-Burns
14 Uniform Local Sales and Use Tax Law (Part 1.5 (commencing
15 with Section 7200)) or the Transactions and Use Tax Law (Part
16 1.6 (commencing with Section 7251)), this section shall not apply
17 with respect to any tax levied by a county, city, or district pursuant
18 to, or in accordance with, either of those laws.

19 SEC. 2. Section 7101.4 is added to the Revenue and Taxation
20 Code, to read:

21 7101.4. Notwithstanding Section 7101 or any other law, except
22 as otherwise required to be transferred pursuant to the California
23 Constitution or Sections 6051.2, 6051.8, 6051.15, 6201.2, 6201.8,
24 6201.15, and 7101.3 or subdivision (a) of Section 7102, 30 percent
25 of all revenues, less refunds and costs of administration, derived
26 under this part that were segregated pursuant to Section 6453.1,
27 upon receipt shall be transferred to the Fair and Exposition Fund

1 in the State Treasury, and shall be deposited into the separate
2 account in the fund specified in Section 19606.1 of the Business
3 and Professions Code. Any amounts deposited into that account
4 in the Fair and Exposition Fund pursuant to this section shall be
5 continuously appropriated and allocated as provided in Section
6 19606.1 of the Business and Professions Code, except that any
7 amounts transferred to the Fair and Exposition Fund pursuant to
8 subdivision (g) of Section 19606.1 shall be allocated in accordance
9 with Section 19620.2 of the Business and Professions Code.

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CARF Membership

Conference

2016



Schedule of **events**

Monday, April 11

OPENING REMARKS

10 a.m. **Speakers:** Chris Korby &
Chris Carpenter

SATELLITE WAGERING AT FAIRS

10:15 a.m. **Panel:** Larry Swartzlander, R. Baedeker
(CHRB), Richard Scheidt (TOC), Fantasy
Sports Representative

Trends, opportunities, challenges and future outlook.

WORK GROUP TOPICS

11 to 3 p.m. **Intro:** Larry Swartzlander
The work groups are rotating sessions that will last 40-45
minutes each.

CHRIMS, ACCOUNTING & COMMISSIONS

GROUP A **Moderator:** R. Gibbons
Review commissions statements, how to anticipate
commissions by host and CHRIMS reporting.

AMTOTE & MUTUELS

GROUP B **Moderator:** B. Wayte
Open discussion regarding mutuel clerks and
advantages/challenges of the new tote machines.

MINI-SATELLITES & OTHER USES FOR SATELLITE SPACE

GROUP C **Moderator:** L. Swartzlander
Discuss changing the satellite model, competing
with mini-satellites/other entertainment options
and staying relevant.

MARKETING & PROMOTIONS

GROUP D **Moderator:** H. Haviland
Discuss best practices, group purchasing of
giveaways, accessing the CalRacing Club system
and CMC promotions.

WORK GROUP SESSIONS

11:00 a.m. **Session 1**
11:45 a.m. **Session 2**

LUNCH

12:30 - 1:30 p.m.

WORK GROUP SESSIONS

1:30 p.m. **Session 3**
2:15 p.m. **Session 4**

WORK GROUP SESSION RECAP

3:00 to 3:45 p.m.
The speaker from each work group will recap the best
discussions from all four sessions. Followed by a group
question & answer.

TOTALISATOR CHANGEOVER

3:45 p.m. **Speakers:** Chris Korby, Bryan Wayte &
AmTote Representative

Overview of the changeover and discussion regarding
servicing the machines, ADA compliance and the availability/
cost of newer technology.

LEGISLATIVE ISSUES & 20-MILE RADIUS PROTECTION

4:30 p.m. **Speaker:** Chris Korby &
Louie Brown

Discussion of horse racing legislation during the 2016
session, satellite commissions and the 20-mile radius
protection.

WRAP UP & REFRESHMENTS

5:00 p.m. **Intro:** Larry Swartzlander
Members are welcome to stay for refreshments and an
open discussion regarding any topics involving satellite
wagering.



Tuesday, April 12

CALIFORNIA AUTHORITY OF RACING FAIRS (CARF): A CA JOINT POWERS AUTHORITY

9 a.m. Moderator: (LRC Representative)
Speakers: Chris Korby & Larry Swartzlander

Power point presentation and handout. Overview of CARF agency, organizational structure, members and services. Followed by group question and answer.

MAKING RACES GO: A RACING OFFICE OVERVIEW

10 a.m. Speakers: Tom Doutrich & (Patrick Mackey GGF)

Behind the scenes look on how a race card is developed and the function of the racing office.

KEEPING TRACKS SAFE: CARF RACE TRACK SAFETY & MAINTENANCE PROGRAM

10:30 a.m. Speakers: Larry Swartzlander & (Track Maint. Rep.)

Overview of the RTS&M Program, safety record and keeping the program relevant.

A VIEW FROM THE SEATS: BETTING 101 & THE FUTURE OF GAMBLING

11 a.m. Speakers: Larry Swartzlander, Bryan Wayte, Doug Gooby & (AmTote Representative)

Overview of placing a wager, defining takeout, the distribution of a wagering dollar and gambling industry trends.

WRAP UP & LUNCH

Noon Intro: Chris Korby & Chris Carpenter
Members are welcome to stay for lunch and participate in an open discussion regarding the future of CARF.



Important info

Registration & RSVP

WHERE TO REGISTER

By phone

Juliana Gomes
(916) 263-3346 or (559) 917-6775

By e-mail

admin@calfairs.net

MEETING MATERIALS

Online

visit - www.calfairs.net/marketing.php



Meeting Location

SAN MATEO COUNTY EVENT CENTER THE JOCKEY CLUB

2495 S. Delaware St.
San Mateo, CA 94403

(650) 574-6063

www.smjockeyclub.com

Where to stay?

CROWNE PLAZA 1221 Chess Drive Foster City, CA 94404

(650) 570-5700
\$239

Request: *San Mateo County
Event Center Rate*

CROWNE PLAZA is a trusted partner of the San Mateo County Event Center. A more affordable option is the Howard Johnson Express (650-341-9231) at \$169. We also recommend using a hotel search engine to compare prices (Orbitz, Expedia, etc.). Cheaper rates can be found near the San Francisco Airport but rates fluctuate daily.



**CALIFORNIA AUTHORITY OF RACING FAIRS
BALANCE SHEET
December 31, 2015**

ASSETS

	CURRENT YTD	PRIOR YTD
	12/31/15	12/31/14
Current Assets		
CASH - LAIF & INVESTMENTS	1,689,219	1,786,724
CASH - OPERATING/MM	509,801	492,984
CASH - TRUST & TOC	153,403	520,594
MARKETABLE SECURITIES	1,037,030	1,324,111
A/R - DUES	14,302	16,476
A/R - PROGRAMS	28,931	37,453
A/R - RACING FAIRS & SETTLEMNT	665,382	412,267
A/R - OTHER A/R	114,632	290,967
PREPAIDS/DEPOSITS	53,039	101,922
OPEB ASSETS	125,122	125,122
Total Current Assets	4,390,861	5,108,621
Fixed Assets		
AUTOMOBILE	12,310	29,064
FURNITURE & EQUIPMENT	0	0
COMPUTER HARDWARE/SOFTWARE	1,128	2,512
TRACK EQUIPMENT	0	0
Total Fixed Assets (Net of Depr.)	13,439	31,575
TOTAL ASSETS	4,404,300	5,140,196

LIABILITIES & NET ASSETS

Current Liabilities		
A/P & WITHHOLDINGS	276,802	1,035,089
COMPENSATED LEAVE ACCRUALS	142,040	117,821
A/P - PROGRAM ROYALTIES TO HOST	13,869	33,662
RACING DISTRIBUTIONS	565,089	172,801
PURSES	260,972	245,041
TRACK SAFETY/MAINT.	(224,662)	(7,656)
HORSEMENS RECRUITMENT PROGRAMS	15,777	13,716
LOU-5 - SYMPOSIUM	3,805	3,805
REV GEN PROJECT FUNDS	442,866	458,955
AUGMENTATION FUNDS	641,145	618,535
Total Current Liabilities	2,137,703	2,691,770
Non-Current Liabilities		
CHANGE FUND	1,014,000	1,014,000
FAIRS - EQUIP REPLACEMENT FUNDS	678,150	879,655
Total Non-Current Liabilities	1,692,150	1,893,655
TOTAL LIABILITIES	3,829,854	4,585,426
Net Assets		
FUND EQUITY	554,770	617,606
F&E Net Assets	0	0
NET INCOME/LOSS	19,676	(62,835)
Total Net Assets	574,446	554,770
TOTAL LIABILITIES & NET ASSETS	4,404,300	5,140,196



**California Authority of Racing Fairs
Agency Income Statement
December 31, 2015**

	2013 Year End Actual	2014 Year End Actual	2015 Jan-Dec YTD	2015 Annual Budget	2015 Budget Variance	2015 % Budget
Revenue:						
Other Revenue/OPEB trust Reimb	22,060	78,208	32,322	35,000	(2,678)	92%
Interest Income	(713)	8,229	6,600	2,500	4,100	264%
Member Dues	246,963	234,370	220,215	234,368	(14,153)	94%
CARF South Prog Admin Fee	16,259	14,608	11,326	15,000	(3,674)	76%
	6,623	387				
CARF Live Racing Agency Allocation	109,733	157,410	252,551	252,326	225	100%
Total Revenue	400,936	493,212	523,014	539,194	(16,180)	97%
Expenses:						
Salaries	201,085	176,783	189,016	182,513	(6,503)	104%
Employee Benefits	16,864	20,619	19,572	19,960	388	98%
Post Retirement Benefits	40,220	41,671	32,251	36,175	3,924	89%
Payroll Taxes	18,183	18,223	18,929	19,648	719	96%
Accounting Costs	16,395	16,250	17,063	16,250	(813)	105%
Advertising Expense	0	0	0	0	0	0%
Audit Services	9,485	6,775	6,775	6,775	0	100%
Automobile Expense	218	1,267	5,715	3,000	(2,715)	190%
Contracted Services	9,071	4,222	1,130	9,500	8,370	12%
Depreciation	20,170	19,135	18,137	17,748	(389)	102%
Dues & Subscriptions	2,949	2,367	1,313	3,000	1,687	44%
Insurance Expense	47,930	50,883	46,224	50,950	4,726	91%
Legal Expenses	72,642	62,286	19,949	50,000	30,051	40%
Legislative Expenses	56,617	45,479	45,596	45,000	(596)	101%
Meetings Expense	2,730	1,360	2,495	3,000	505	83%
Misc. (Ag Day Sponsor)	349	499	835	500	(335)	167%
Rent - Northern Print Shop	0	0	0	0	0	0%
Office Supplies	24,815	24,405	19,878	25,000	5,122	80%
Postage & Shipping	2,693	3,161	1,175	3,600	2,425	33%
Rent (Tribute Road)	35,770	35,770	35,770	45,478	9,708	79%
Repairs & Maintenance	0	0	0	500	500	0%
Telephone Expense	8,592	8,375	8,718	10,000	1,282	87%
Training	0	369	604	1,000	396	60%
Travel Expense	15,188	18,609	13,662	17,000	3,338	80%
Total Expenses	601,964	558,508	504,808	566,598	61,790	89%
Agency Income (Loss)	(201,028)	(65,296)	18,206	(27,404)	45,609	
Southern Prog Income (Loss)	3,510	2,461	1,470	2,500	(8,378)	
Total Bal Sheet Net Income (Loss)	(197,518)	(62,836)	19,676	(24,904)	37,231	



**California Authority of Racing Fairs
Southern Region Income Statement
December 31, 2015**

	2013	2014	2015	2015	2015	2015
	Year End	Year End	Jan-Dec	Annual	Budget	% Budget
	Actual	Actual	YTD	Budget	Variance	
Program Revenue:						
Program Sales	221,902	195,769	152,647	200,000	(47,353)	76%
Other Revenue	0	0	0	0	0	0%
Royalties/Fees Due Host	(202,133)	(178,700)	(139,851)	(182,500)	42,649	77%
Total Revenue	19,769	17,069	12,796	17,500	(4,704)	73%
Expenses:						
Legal Expenses	0	0	0	0	0	0%
Meetings Expense	0	0	0	0	0	0%
Misc Exp.(Storage)	0	0	0	0	0	0%
Office Supplies	0	0	0	0	0	0%
Paper Expense	0	0	0	0	0	0%
Postage & Shipping	0	0	0	0	0	0%
Printing Supplies	0	0	0	0	0	0%
Rent & Utility Expenses	0	0	0	0	0	0%
Repairs & Maintenance	0	0	0	0	0	0%
Telephone Expense	0	0	0	0	0	0%
Travel Expense	0	0	0	0	0	0%
Total Expenses	0	0	0	0	0	0%
Operating Income (Loss)	19,769	17,069	12,796	17,500	(4,704)	73%
CARF Admin Fee	16,259	14,608	11,326	15,000	3,674	76%
Rebate						
Income (Loss)	3,510	2,461	1,470	2,500	(8,378)	59%



**California Authority of Racing Fairs
Revenues Generated and Paid through CARF
Race Recap Report**

2015 Race Meet

	Pleasanton	Sacramento	Humboldt	Stockton	Fresno	Total
Tote Handle	\$22,530,228	\$16,442,920	\$3,990,268	\$8,311,270	\$14,008,043	\$65,282,728
ADW Handle	\$8,931,555	\$8,506,898	\$2,556,434	\$3,843,567	\$4,859,046	\$28,697,500
All Handle Total	<u>\$31,461,782</u>	<u>\$24,949,818</u>	<u>\$6,546,702</u>	<u>\$12,154,838</u>	<u>\$18,867,089</u>	<u>\$93,980,229</u>

REVENUE:

Takeout	4,869,748	3,539,585	863,471	1,818,108	2,992,194	14,083,106
Programs	20,590	21,807	3,326	11,790	14,724	72,236
Summarized Revenues						0
ADW (California & Exports)	1,126,893	1,119,440	337,107	493,917	606,652	3,684,009
Total	6,017,231	4,680,832	1,203,903	2,323,815	3,613,570	17,839,351

EXPENSES:

2015 Circuit Billing	176,526	161,827	87,815	87,815	132,401	646,383
2015 Jan-June Billbacks	66,194	12,155	6,699	9,207	15,342	109,597
2015 July-September Billbacks	44,914	111,278	31,362	82,055	21,500	291,109
2015 Oct-December Billbacks	62,209	69,080	27,095	39,390	93,390	291,164
Racetrack Maintenance	35,772	32,791	26,829	17,886	17,886	131,165
Relocation Costs	12,267	12,267	6,133	12,267	12,267	55,200
Total Track Expenses	397,882	399,397	185,933	248,620	292,786	1,524,619

Revenues Generated and Paid through CARF

Total Purses Revenue	<u>1,673,998</u>	<u>1,311,232</u>	<u>348,747</u>	<u>599,482</u>	<u>1,015,428</u>	<u>4,948,887</u>
Total Track Commissions Revenue	<u>1,391,729</u>	<u>1,114,899</u>	<u>290,094</u>	<u>526,795</u>	<u>846,078</u>	<u>4,169,595</u>

TOTAL PURSES/FAIR COMMISSIONS	3,065,727	2,426,131	638,841	1,126,277	1,861,506	9,118,482
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**California Authority of Racing Fairs
Live Racing Income Statement
December 31, 2015**

2013=43 days 2014=40 days 2015=44 days

	2013	2014	2015	2015	2015	2015
	Year End	Year End	Jan-Dec	Annual	Budget	% Budget
	Actual	Actual	YTD	Budget	Variance	
Revenues:						
Reimb. From Live Racing Fairs	1,013,148	1,048,080	1,220,743	1,111,494	109,249	110%
Operating Expenses:						
Salaries	407,250	348,075	384,535	367,001	(17,534)	105%
Employee Benefits	66,112	44,137	46,576	44,667	(1,909)	104%
Payroll Taxes	33,228	35,988	46,576	39,770	(6,806)	117%
Accounting Costs	49,186	48,761	48,750	48,750	0	100%
Audit Services	17,615	20,325	20,325	20,325	0	100%
Automobile Expense	54	2,718	1,502	1,000	(502)	150%
Dues & Subscriptions, NTRA	0	0	0	0	0	0%
Insurance Expense	0	0	0	0	0	0%
Legal Expenses	0	0	0	5,000	5,000	0%
Meetings Expense	1,109	242	622	2,000	1,378	31%
Misc. Exp (Storage,Bank fee)	37	12	0	0	0	0%
Telephone Expense	4,547	4,982	6,183	5,000	(1,183)	124%
Travel Expense	38,090	34,423	39,189	35,000	(4,189)	112%
Sub-Totals	617,227	539,664	594,258	568,513	(25,745)	105%
Racing Support Services:						
Announcer	0	33,387	30,200	40,530	10,330	75%
Condition Bk/Program Cover	23,412	26,560	15,505	25,000	9,495	62%
Racing Operations Support	54,323	65,326	80,804	65,000	(15,804)	124%
TC02 Testing	5,235	7,040	12,698	6,500	(6,198)	195%
Marketing/Web Devel	331	236	120	1,000	880	12%
Network Management	0	0	0	0	0	0%
Paymaster Operations	6,292	6,285	5,163	6,500	1,337	79%
Program Production	128,370	145,411	164,907	150,000	(14,907)	110%
Racing Office System	26,995	28,969	29,822	30,000	178	99%
Recruitment	1,862	1,562	4,977	15,000	10,023	33%
Jumbo Screen	68,850	68,850	96,900	70,000	(26,900)	138%
Supplies	10,737	12,573	17,478	13,000	(4,478)	134%
Tattooing	11,741	10,867	18,101	15,000	(3,101)	121%
Timing/Clocker	0	13,120	13,162	18,740	5,578	70%
Transportation	1,700	1,250	2,740	3,500	760	78%
TV Production/Simulcast	53,206	64,040	71,456	60,000	(11,456)	119%
RTM ALLOCATION (TRANS.&MAINT)	73,689	73,689	131,165	73,689	(57,476)	178%
RTM SUPPORT COSTS	0	47,553	46,286	49,523	3,237	93%
Sub-Totals	466,744	606,718	741,485	642,982	(98,503)	115%
Total Gross Expenses	1,083,971	1,146,381	1,335,743	1,211,495	(124,248)	110%
Augmentation LRF	52,457	73,689	75,000	75,000	0	100%
NCOTWINC Reimbursement	25,000	25,000	40,000	25,000	15,000	160%
Total Net Expenses	1,006,514	1,047,692	1,220,743	1,111,494		

Calendar for year 2016 (United States)

January						
Su	Mo	Tu	We	Th	Fr	Sa
					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

February						
Su	Mo	Tu	We	Th	Fr	Sa
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29					

March						
Su	Mo	Tu	We	Th	Fr	Sa
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13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

April						
Su	Mo	Tu	We	Th	Fr	Sa
					1	2
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17	18	19	20	21	22	23
24	25	26	27	28	29	30

May						
Su	Mo	Tu	We	Th	Fr	Sa
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15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

June						
Su	Mo	Tu	We	Th	Fr	Sa
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July						
Su	Mo	Tu	We	Th	Fr	Sa
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17	18	19	20	21	22	23
24	25	26	27	28	29	30
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August						
Su	Mo	Tu	We	Th	Fr	Sa
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28	29	30	31			

September						
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25	26	27	28	29	30	

October						
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November						
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December						
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Calendar for year 2017 (United States)

January						
Su	Mo	Tu	We	Th	Fr	Sa
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February						
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March						
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April						
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May						
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June						
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July						
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23	24	25	26	27	28	29
30	31					

August						
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6	7	8	9	10	11	12
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20	21	22	23	24	25	26
27	28	29	30	31		

September						
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October						
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29	30	31				

November						
Su	Mo	Tu	We	Th	Fr	Sa
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26	27	28	29	30		

December						
Su	Mo	Tu	We	Th	Fr	Sa
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