a California joint powers agency

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NOTICE
CALIFORNIA AUTHORITY OF RACING FAIRS
BOARD OF DIRECTORS &
LIVE RACING COMMITTEE
CONCURRENT MEETING
JOHN ALKIRE, CHAIR
9:30 A.M., FRIDAY, OCTOBER 6, 2017

Notice is hereby given that a meeting of the California Authority of Racing Fairs' Board of Directors and the Live Racing Committee will commence at 9:30 A.M., Friday, October 6, 2017. The meeting will be held at The Big Fresno Fair, 1121 S. Chance Avenue, Fresno, CA 93702.

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

Alameda County Fair
4501 Pleasanton Ave.
Pleasanton, CA 34566

California Fair Services Authority
1776 Tribute Rd. Suite 100
Sacramento, CA 95815

California State Fair
1600 Exposition Blvd.
Sacramento ,CA 95815

Humboldt County Fair
1250 5th Street
Ferndale, CA 95536

Monterey County Fair
2004 Fairground Road
Monterey, CA 93940

San Bernardino County Fair
14800 7th Street
Victorville, CA 92395

San Mateo County Fair
2495 S. Delaware St.
San Mateo, CA 94403

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AGENDA
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AGENDA

I. Date, Time and Location of Next Meeting: Date and Time To Be Determined in Sacramento.

II. Public Comment.

III. Approval of Minutes.

IV. Report, Discussion and Action, if any, on the 2017/18 Legislative Program.

V. Discussion and Action, if any, on Racing Dates for 2018 and Beyond.

VI. Report, Discussion and Action, if any, on Summer Racing Operations.

VII. Report, Discussion and Action, if any, on 2018 Stabling & Vanning.

VIII. Report, Discussion and Action, if any, on CARF Retreat.

IX. Report, Discussion and Action, if any, on Corporate Management Position.

X. Report, Discussion and Action, if any, on Staff Review Process.

XI. Financials.

XII. Executive Director's Report.

CALIFORNIA AUTHORITY OF RACING FAIRS
Board of Directors & Live Racing Committee
Concurrent Meeting
Tuesday, August 1, 2017

MINUTES

A concurrent meeting of the California Authority of Racing Fairs (CARF) Board of Directors and Live Racing Committee was held at 11:00 A.M., Tuesday, August 1, 2017. The meeting was hosted at the CARF Conference Room, 1776 Tribute Road, Sacramento, California.

CARF Board Directors joining by conference call: Richard Conway, Jerome Hoban, Dana Stoehr and Kelly Violini.

CARF Live Racing Committee joining by conference call: Richard Conway and Jerome Hoban.

Staff and Guests attending: Larry Swartzlander, Richard Scheidt, Tom Doutrich, Heather Haviland, Juliana Gomes, Louie Brown, Cody Boyles, John Quiroz, Jaime Matthews and Jessica Agee. Joining by conference call: Raechelle Gibbons, Jeanne Wasserman, Ken McCanless.

Agenda Item 1 – Date, Time and Location of Next Meeting: TBD. The next CARF Board of Directors meeting is scheduled for October 3, 2017 in Fresno.

Agenda Item 2 – Public Comment. None.

Agenda Item 3 – Approval of Minutes. Mr. Conway moved to approve the CARF Board of Directors & Live Racing Committee concurrent meeting minutes as presented. Mr. Hoban seconded, unanimously approved.

Agenda Item 4 – Report, Discussion and Action, if any, on the 2016 Gilbert Audit. Ms. Matthews presented the results of the CARF audit for year ending December 31, 2016. The majority of the audit field work was completed in mid to late May 2017. Ms. Matthews reviewed the CARF financial statements and recapped highlights from the management discussion and analysis letter as required by governmental accounting standards.

Ms. Matthews reported the audit found CARF financial statements accurately and fairly represent the financial position of the agency and fall in accordance with all generally accepted accounting principles. As in previous audit reports, control deficiencies exist in only two areas (resulting in a qualified opinion): a lack of sufficient audit evidence to guarantee the revenue from Advance Deposit Wagering (ADW) providers and a lack of checks/balances regarding paymaster duties, specifically segregation of duties, which would provide stronger internal control during live racing. Ms. Matthews acknowledges that due to the nature of the operations, a complete segregation of duties (i.e. hiring an assistant paymaster) is not practical. These findings are

consistent with prior years, but require Gilbert & Associates to issue a qualified opinion in the CARF audit. Ms. Matthews also reviewed other supplementary information, analysis and all recommendations included in the report. Ms. Matthews reiterated that Ms. Gibbons and her staff were extremely well prepared and this was a very clean audit.

Ms. Matthews stated that GASB implementation and new pension standards have significantly changed that financial position of many agencies, including CARF's, and recommended that the Board consider a long-term strategic planning session with a third-party mediator to plan for the agency's future and economic outlook.

Mr. Hoban moved to accept the 2016 CARF Audit Report as presented. Ms. Stoehr seconded, unanimously approved.

Agenda Item 5 – Financials. Mr. Swartzlander reported that financials are included in the meeting packet and Ms. Gibbons is available to answer questions. Ms. Gibbons presented the Statement of Net Position, Agency Income Statement, Southern Program Income Statement and Live Racing Income Statement. No questions.

Agenda Item 6 – Report, Discussion and Action, if any, on 2017 Legislative Program. Mr. Brown reported that Cody Boyles from Kahn, Soares & Conway is joining him today and will be working closely as part of the legislative team to represent CARF's interests at the Capitol.

Mr. Brown stated that the legislature is on summer recess and will reconvene August 21. Once the legislature reconvenes, there will be approximately four weeks to wrap up the session. Mr. Brown reported that CARF-sponsored bills AB 460 (Bigelow) and SB 495 (Vidak) are available as spot bills if needed. SB 274 (Glazer), the bill giving CDFA the authority to allocate license fees back to racing fairs, is being held in the Assembly Governmental Organization Committee (G.O.). Mr. Brown stated that there is a difference in opinion between the Assembly G.O. Committee and Department of Agriculture regarding whether or not legislation is required to transfer the funds and language regarding the F&E fund and grants. A meeting is being held next week to hopefully gain clarity regarding policy.

AB 1499 (Gray), the WFA-sponsored sales tax bill reintroduced from 2016, has been restructured slightly from the prior year and would create an ongoing source of funding to California's network of fairs, providing annual funds of approximately $15 million. AB 1499 would require that 3/4 of one percent of the total of gross receipts reported to the Department of Finance be included in the next annual budget for allocation to fairs. The bill is in the Assembly Appropriations Committee and now has overtime language included that needs to be reviewed to determine how it will impact affected fairs.

Mr. Brown reported that he, Mr. Swartzlander, Mr. Scheidt and Mr. Boyles have scheduled a meeting with Eric Johnson, consultant for the Assembly G.O. Committee, to discuss the current state of racing fairs, the need for a secure block of dates moving forward and to hear any of Eric's concerns from the Capitol.

Mr. Scheidt reported that Mr. Pickering and Tom Martinez hosted a group of legislative staffers during the California State Fair for an education tour of the fairgrounds and, specifically, the racing grandstand. The feedback from participants was very positive.

Agenda Item 7 – Report, Discussion and Action, if any, on Summer Racing Operations. Mr. Swartzlander opened with several facts concerning summer racing thus far: 1) Oak Tree at Pleasanton fall meet has received CHRB permission to drop racing Thursday, Sept. 29 as Southern California is dark, 2) There are two significant carryover in the Gold Rush Pick 6 and Gold Strike Super High 5 going into the Ferndale meet, 3) Commission comparisons are far more positive than the standard comp sheets being distributed to the industry, 4) Racing on the fairs thus far has been successful operationally with an excellent race track maintenance program and no racing fatalities, and 5) Pleasanton will be open for abbreviated training starting Aug. 20.

Mr. Hoban inquired about the status of the purse account. Mr. Swartzlander replied that we are currently $150,000 overpaid which will adjust as ADW and other revenues are considered.

Mr. Scheidt reported that the CHRB Board approved rules establishing that race-day medication, specifically the anti-bleeding medication Lasix, must be administered by independent veterinary professionals, which aligns with the national uniform medication program. The new rules state that Lasix must be administered by Board-approved independent veterinarians employed by the racing association within certain timeframes, methods, and doses, and the syringes used for those injections will be retained for future analysis as needed. Other requirements and restrictions imposed by the new rules will further improve race-day security.

Mr. Scheidt participated in an initial industry conference call and became apparent that it will take some time for the horsemen's organizations and racetracks to identify and approve independent veterinary professionals to do the work and for the CHRB and stakeholders to develop procedures for each facility. To help ensure the smoothest possible transition, the CHRB is providing everyone with ample time to make the necessary adjustments. The changes are expected to go into effect at all tracks by Dec. 26. This timeframe will give the fairs ample time to review the procedures developed at Golden Gate Fields. Mr. Conway asked questions about syringe storage and general discussion took place for several minutes.

Agenda Item 8 – Report, Discussion and Action, if any, on 2018 Racing Dates. Mr. Swartzlander stated that the official CARF position regarding race dates submitted to the CHRB in May has not changed. Mr. Swartzlander stated that there is another calendar circulating that was developed with Santa Rosa. Both calendars are included in the meeting packet.

Upon recommendation of Becky Bartling, Mr. Swartzlander has scheduled a meeting with a member of the Sonoma County Fair Racing Committee to discuss further opportunities between CARF and Santa Rosa.

Agenda Item 9 – Update on Mini-Satellites. Mr. Scheidt reported that Mr. Swartzlander reiterated CARF's position at the CHRB meeting stressing that CARF is open to discussing any and all mini-satellite opportunities that fall within the fair-protected radius. He noted that to date no CARF member has objected to signing a waiver for a mini satellite to open within the 20-mile radius. Mr. Scheidt was pleased that CHRB Executive Director Baedeker inquired in open session as to the involvement of TOC and Golden Gate Fields with mini-satellites in the North. CARF currently has projects in progress in downtown Sacramento and Ferndale and there is an interested party in the Stockton radius. Mr. Scheidt mentioned that he works closely with NCOTWInc. staff on mini-satellite development inside CARF's radius and outside when necessary.

Agenda Item 10 – Executive Director's Report. Mr. Swartzlander reported that Geoff Hinds, CEO of the San Bernardino County Fair, has been unanimously elected to the CARF Board as Chairman of the Southern Simulcast Committee by CARF's Southern satellite members.

Mr. Swartzlander reported that he will be moving forward in holding a strategic planning meeting with a third-party moderator to discuss the future of CARF**.**

Mr. Swartlander reported that there are multiple seats open on the CHRB Board. Mr. Brown encouraged submitting applicants from within the fair racing family.

Respectfully submitted,
Heather Haviland

CARF Comprehensive Report
9/29/2017

AB 253 **(Bigelow R) Tribal gaming: compact ratification.**
Current Text: Enrolled: 9/13/2017 Text
Introduced: 1/31/2017
Status: 9/20/2017-Enrolled and presented to the Governor at 4:30 p.m.

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

Summary: Would ratify the tribal-state gaming compact entered into between the State of California and the Tuolumne Band of Me-Wuk Indians, executed on August 18, 2017. The bill would provide that, in deference to tribal sovereignty, certain actions related to that compact are not projects for purposes of CEQA.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 337 **(Mathis R) Tribal gaming.**
Current Text: Introduced: 2/7/2017 Text
Introduced: 2/7/2017
Status: 5/12/2017-Failed Deadline pursuant to Rule 61(a)(3). (Last location was PRINT on 2/7/2017) (May be acted upon Jan 2018)

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

Summary: Current 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 make technical, nonsubstantive changes to these provisions.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 338 **(Mathis R) Tribal gaming.**
Current Text: Introduced: 2/7/2017 Text
Introduced: 2/7/2017
Status: 5/12/2017-Failed Deadline pursuant to Rule 61(a)(3). (Last location was PRINT on 2/7/2017) (May be acted upon Jan 2018)

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

Summary: The California Constitution authorizes the Governor to negotiate and conclude compacts, subject to ratification by the Legislature. Current law establishes the Indian Gaming Revenue Sharing Trust Fund within the State Treasury for the receipt and deposit of moneys received by the state from Indian tribes pursuant to the terms of tribal-state gaming compacts for the purpose of making distributions to eligible recipient Indian tribes. This bill would make technical, nonsubstantive changes to that provision.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 460 **(Bigelow R) Horse racing: satellite wagering facilities: fairs: funding.**
Current Text: Enrolled: 9/15/2017 Text
Introduced: 2/13/2017
Status: 9/25/2017-Enrolled and presented to the Governor at 12 p.m.

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

Summary: The Horse Racing Law 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 instead authorize a fair 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 or fairs that are licensed to conduct thoroughbred meetings or simulcast wagering within the northern zone.

Organization	Position	Priority	Assigned	Subject
CARF	Sponsor			

AB 779 **(Burke D) Gambling establishments.**
Current Text: Amended: 4/20/2017 Text
Introduced: 2/15/2017
Status: 9/6/2017-Ordered to inactive file at the request of Senator Dodd.

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

Summary: Would modify definitions establishing certain classifications of employees of gambling establishments and specific requirements for their licenses. The bill would also specify that the California Gambling Control Commission is prohibited from issuing a gambling license unless it is satisfied that the applicant is a person of good moral character, honesty, and integrity. The bill would state the Legislature's intent to provide comprehensive reforms to the Gambling Control Act by this measure.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 865 **(Levine D) California Horse Racing Board: public records: votes.**
Current Text: Introduced: 2/16/2017 Text
Introduced: 2/16/2017
Status: 4/28/2017-Failed Deadline pursuant to Rule 61(a)(2). (Last location was G.O. on 3/2/2017) (May be acted upon Jan 2018)

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

Summary: The Horse Racing Law establishes the California Horse Racing Board and requires the board, among other things, to maintain a general office for the transaction of its business in Sacramento and to maintain a public record of every vote at the board's general office.This bill would require the board to post the record of its vote on its Internet Web site.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 880 **(Gray D) Tribal Nation Grant Fund.**
Current Text: Amended: 9/8/2017 Text
Introduced: 2/16/2017
Status: 9/13/2017-Read second time. Ordered to third reading. Ordered to inactive file at the request of Senator Dodd.

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

Summary: Current law establishes the Tribal Nation Grant Fund for the receipt and deposit of moneys received by the state from Indian tribes pursuant to the terms of tribal-state gaming compacts. An existing Executive Order establishes the position of the Governor's Tribal Advisor within the office of the Governor. This bill would establish within the office of the Governor, the office of the Governor's Tribal Advisor, to be headed by the Governor's Tribal Advisor, who is to be appointed by, and serve at the pleasure of, the Governor.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 969 **(Acosta R) Horse racing: license fees.**
Current Text: Introduced: 2/16/2017 Text
Introduced: 2/16/2017
Status: 4/28/2017-Failed Deadline pursuant to Rule 61(a)(2). (Last location was G.O. on 3/2/2017) (May be acted upon Jan 2018)

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

Summary: Current law requires a race association to pay any license fee theretofore unpaid, or to have refunded to it any excess license fee theretofore paid, within 7 days after the close of a race meeting. This bill would specify that the payment of the license fee or refund of any excess license fee payment shall be made within 7 business days after the close of a race meeting.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 987 **(Calderon D) Water Quality, Supply, and Infrastructure Improvement Act of 2014.**
Current Text: Amended: 9/8/2017 Text
Introduced: 2/16/2017
Status: 9/11/2017-Read second time. Ordered to third reading. Re-referred to Com. on RLS. pursuant

to Senate Rule 29.10(c).

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

Summary: The State General Obligation Bond Law (GO Bond Law) requires that the proceeds from the sale of any bonds issued pursuant to a bond act that incorporates the provisions of the GO Bond Law be used for specified purposes, including the costs of construction or acquisition of capital assets. Proposition 1 generally requires that any bonds prepared, executed, issued, sold, paid, and redeemed comply with the requirements of the GO Bond Law, except Proposition 1 provides that the capital asset requirement does not apply to bonds issued pursuant to that act to the extent that Proposition 1 authorizes bonds to be sold for a purpose that conflicts with the capital asset requirement. This bill would clarify that a conflict exists for purposes of that exception if any provision of this division authorizes, either expressly or by necessary implication, a project or program that would not result in the creation of a capital asset, including projects described above relating to prevention, cleanup, treatment, or remediation of contaminated groundwater, as well as to the development and implementation of groundwater plans and projects.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1023 **(Brough R) Ronald Reagan Day: state holiday.**

Current Text: Amended: 3/28/2017 Text

Introduced: 2/16/2017

Status: 4/28/2017-Failed Deadline pursuant to Rule 61(a)(2). (Last location was P.E.,R. & S.S. on 3/27/2017)(May be acted upon Jan 2018)

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

Summary: Would recognize February 6, known as "Ronald Reagan Day," as a state holiday. The bill would authorize any state employee, as defined, consistent with departmental operational needs and collective bargaining agreements, as applicable, to elect to receive "Ronald Reagan Day," as a holiday in lieu of receiving any other specified holidays.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1096 **(Gray D) Horse racing: minisatellite wagering facilities.**

Current Text: Amended: 6/27/2017 Text

Introduced: 2/17/2017

Status: 7/21/2017-Failed Deadline pursuant to Rule 61(a)(11). (Last location was G.O. on 6/27/2017) (May be acted upon Jan 2018)

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

Summary: Current law authorizes the California Horse Racing Board to approve an additional 15 minisatellite wagering sites in each zone under certain conditions. Current law provides that if the proposed facility is within 20 miles of one of the above-referenced satellite facilities, then the consent of each facility within a 20-mile radius must be given before the proposed facility may be approved by the board. Current law provided that until January 1, 2013, if the proposed minisatellite wagering site is in the northern zone in a fair district where the fair has operated a satellite wagering facility for the previous 5 years, the approval of the fair must be obtained even if the proposed location is more than 20 miles from the existing satellite wagering facility operated by the fair. This bill would delete this obsolete provision.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1127 **(Calderon D) Baby diaper changing stations.**

Current Text: Enrolled: 9/19/2017 Text

Introduced: 2/17/2017

Status: 9/26/2017-Enrolled and presented to the Governor at 3 p.m.

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

Summary: Would require new construction or renovation of a public building, as specified, that is owned by a state or a local agency, or a portion of a building that is owned by a state or local agency and includes at least one restroom that is open to the public, to provide at least one safe, sanitary, convenient, and publicly accessible baby diaper changing station, as specified. The bill would require each station to be maintained, repaired, and replaced as necessary to ensure safety and ease of use, and to be cleaned with the same frequency as the restroom in which it is located. By imposing a higher level of service on local agencies, the bill would impose a state-mandated local program.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1167 **(Gray D) Horse racing: quarter horse races.**

Current Text: Introduced: 2/17/2017 Text

Introduced: 2/17/2017

Status: 9/14/2017-Ordered to inactive file at the request of Senator Portantino.

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

Summary: Would authorize the California Horse Racing 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	Priority	Assigned	Subject
CARF	Watch			

AB 1351 **(Caballero D) District agricultural associations: authorized activities.**

Current Text: Enrolled: 9/7/2017 Text

Introduced: 2/17/2017

Status: 9/12/2017-Enrolled and presented to the Governor at 2:30 p.m.

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

Summary: Current law provides for the establishment of district agricultural associations and authorizes a district agricultural association to engage in various activities, including the lease of its real property to any person or public body for any purpose, subject to specified approvals, as well as the use or management of any of its property jointly or in connection with any lessee or sublessee for any purpose approved by the board of directors of the district agricultural association. This bill would expand this authority to include the operation of its property jointly or in connection with any lessee or sublessee for any purpose approved by the board.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1377 **(Levine D) Tribal gaming: gaming establishments.**

Current Text: Introduced: 2/17/2017 Text

Introduced: 2/17/2017

Status: 5/12/2017-Failed Deadline pursuant to Rule 61(a)(3). (Last location was G.O. on 3/13/2017) (May be acted upon Jan 2018)

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

Summary: Would require the Governor, if the United States Secretary of the Interior makes a determination that a gaming establishment on newly acquired lands would be in the best interests of the Indian tribe and its members and would not be detrimental to the surrounding community, to notify the Legislature of the Secretary's determination, and would prohibit the Governor from concurring in that determination without the prior approval, by concurrent resolution, of the Legislature.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1378 **(Gray D) Tribal gaming: compact ratification.**

Current Text: Enrolled: 9/11/2017 Text

Introduced: 2/17/2017

Status: 9/13/2017-Enrolled and presented to the Governor at 4 p.m.

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

Summary: Would ratify the amendment to the tribal-state gaming compact entered into between the State of California and the San Manuel Band of Mission Indians executed on August 18, 2017. The bill would provide that, in deference to tribal sovereignty, certain actions related to that amended compact are not projects for purposes of CEQA.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1499 **(Gray D) Horse racing: state-designated fairs: allocation of revenues: gross receipts for sales and use tax.**

Current Text: Enrolled: 9/15/2017 Text

Introduced: 2/17/2017
Status: 9/21/2017-Enrolled and presented to the Governor at 3:30 p.m.

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

Summary: Would, beginning July 1, 2018, require a return filed with the California Department of Tax and Fee Administration (CDTFA) to report gross receipts for sales and use tax purposes to segregate the gross receipts of the seller and the sales price of the property on a line or a separate form as prescribed by the CDTFA when the place of sale in this state or for 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.

Organization	Position	Priority	Assigned	Subject
CARF	Sponsor			

AB 1508 **(Chau D) Horse racing: advance deposit wagering.**
Current Text: Amended: 3/28/2017 Text
Introduced: 2/17/2017
Status: 4/28/2017-Failed Deadline pursuant to Rule 61(a)(2). (Last location was G.O. on 3/27/2017) (May be acted upon Jan 2018)

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

Summary: The Horse Racing Law also authorizes every association that conducts a racing meeting to elect permanently to deduct an additional amount up to 0.33 of 1% from the total parimutuel wagers placed within its inclosure and any association that conducts a racing meeting or any fair that operates a satellite wagering facility to elect to deduct an additional amount of 0.33 of 1% from the total parimutuel wagers placed within its inclosure or at its satellite wagering facility. This bill would require the California Horse Racing Board to review the payments made to a city pursuant to the above-described provisions to ensure that the additional amounts paid to a city based on 0.33 of 1 percent from the total parimutuel wagers and 0.33 of the 1 percent of the total amount handled by each satellite wagering facility include the total amount that was waged by advance deposit wagers at the racetrack.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1658 **(Frazier D) State agencies: accountability.**
Current Text: Amended: 3/21/2017 Text
Introduced: 2/17/2017
Status: 5/26/2017-Failed Deadline pursuant to Rule 61(a)(5). (Last location was APPR. SUSPENSE FILE on 5/17/2017)(May be acted upon Jan 2018)

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

Summary: Current law establishes within state government eight agencies. Current law requires each agency to be under the supervision of an executive officer known as the secretary. This bill would require the secretary of each agency, by January 1, 2019, and every year thereafter, to review all programs that were created or expanded either by statute or regulation in the previous year that a department, office, or unit of that agency is responsible for administering. The bill would require the secretary to establish metrics to determine the success of that program, and to continuously evaluate the performance of that program.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1677 **(Jones-Sawyer D) Gambling: Internet poker.**
Current Text: Introduced: 2/17/2017 Text
Introduced: 2/17/2017
Status: 3/16/2017-Referred to Com. on G.O.

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

Summary: 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.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

AB 1723 **(Committee on Governmental Organization) Horse Racing Law.**

Current Text: Enrolled: 9/19/2017 Text

Introduced: 3/16/2017

Status: 9/27/2017-Enrolled and presented to the Governor at 4 p.m.

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

Summary: Current law, until January 1, 2018, requires any racing association, including a fair, that conducts thoroughbred racing to pay to the owners' organization contracting with the association with respect to the conduct of thoroughbred racing an additional 13/4% of the portion required to be deducted for purses for a national marketing program, as specified. Current law requires an owners' organization to annually file a report with the California Horse Racing Board and specified committees of the Legislature accounting for the receipt and expenditure of these funds. This bill would extend the requirement to pay the additional percentage until January 1, 2022, and would not require the owners' organization to file the report with the legislative committees.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 165 **(Portantino D) Horse racing: national thoroughbred racing marketing program.**

Current Text: Introduced: 1/19/2017 Text

Introduced: 1/19/2017

Status: 8/21/2017-From consent calendar on motion of Assembly Member Calderon. Ordered to inactive file on request of Assembly Member Calderon.

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

Summary: Current law, the Horse Racing Law, requires, until January 1, 2018, any racing association, including a fair, that conducts thoroughbred racing to pay to the owners' organization contracting with the association with respect to the conduct of thoroughbred racing an additional 13/4% of the portion required to be deducted for purses for a national marketing program, as specified. A violation of the Horse Racing Law is a crime. This bill would extend the operation of those provisions to January 1, 2022.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 274 **(Glazer D) Horse racing: fairs: funding.**

Current Text: Amended: 4/18/2017 Text

Introduced: 2/9/2017

Status: 7/5/2017-July 5 set for first hearing canceled at the request of author.

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

Summary: Would provide under the Horse Racing Law, that the 1% retained for payment to the state as a license fee and the additional 1% deducted from the total amount handled by any fair racing association in its daily conventional and exotic parimutuel pools may be used by the state as payment, as specified, to a fair conducting a live racing meeting at a fair or as payment to a joint powers authority involved in conducting live racing meetings at fairs for purposes of improving a fair enclosure, racetrack maintenance, safety at fairs, or other similar activities. The bill would provide that these provisions are retroactive to January 1, 2016.

Organization	Position	Priority	Assigned	Subject
CARF	Sponsor			

SB 280 **(Glazer D) California Gambling Control Commission.**

Current Text: Introduced: 2/9/2017 Text

Introduced: 2/9/2017

Status: 4/28/2017-Failed Deadline pursuant to Rule 61(a)(2). (Last location was G.O. on 2/23/2017) (May be acted upon Jan 2018)

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

Summary: Current law provides for the licensure and regulation of various legalized gambling activities and establishments by the California Gambling Control Commission, consisting of 5 members appointed by the Governor, subject to confirmation by the Senate. Current law requires the commission to post and maintain a public record of every vote at its principal office.This bill would require the commission to also post a public record of every vote on its Internet Web site no later than 2 business days after the meeting at which the vote was taken.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 368 **(McGuire D) Horse racing: fairs: funding.**

Current Text: Enrolled: 9/14/2017 Text

Introduced: 2/14/2017

Status: 9/18/2017-Enrolled and presented to the Governor at 3 p.m.

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

Summary: The Horse Racing Law provides that any unallocated balance from the total revenue received by the Department of Food and Agriculture pursuant to that law is hereby appropriated without regard to fiscal years for allocation by the Secretary of Food and Agriculture for capital outlay to California fairs for, among other things, fair projects involving public health and safety and projects that are required to protect fair property. This bill would revise these provisions to include revenue deposited into the Fair and Exposition Fund pursuant to a specified provision and funding appropriated by the Legislature or otherwise designated for California fairs pursuant to the Horse Racing Law or any other law that is to be appropriated without regard to fiscal years for allocation by the secretary for those capital outlay purposes.

Organization	Position	Priority	Assigned	Subject
CARF	Sponsor			

SB 495 **(Vidak R) Horse racing: wagering: fairs: facilities maintenance and improvement funds.**

Current Text: Introduced: 2/16/2017 Text

Introduced: 2/16/2017

Status: 7/14/2017-Failed Deadline pursuant to Rule 61(a)(10). (Last location was G.O. on 5/18/2017) (May be acted upon Jan 2018)

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

Summary: The Horse Racing Law authorizes a fair, a combination of fairs, or an association conducting racing at a fair, after approval from the California Horse Racing Board, to contribute 1% of the total amount handled daily in conventional and exotic pools for facilities maintenance and improvements. Current law requires that the money raised be deposited into the Inclosure Facilities Improvement Fund. Current law requires the Secretary of Food and Agriculture to appoint a committee to advise on the administration of the funds, and requires the secretary to include in the annual expenditure plan any allocations made pursuant to these provisions, as specified. This bill would remove the requirement that the secretary include in the annual expenditure plan any allocations made pursuant to these provisions.

Organization	Position	Priority	Assigned	Subject
CARF	Support			

Notes 1: 3.14.17 KSC Letter sent to Sen. Governmental Org. Comm.

SB 654 **(Dodd D) Local moratorium: gambling tables.**

Current Text: Chaptered: 9/12/2017 Text

Introduced: 2/17/2017

Status: 9/11/2017-Approved by the Governor. Chaptered by Secretary of State. Chapter 244, Statutes of 2017.

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

Summary: Would authorize a city, county, or city and county to amend its ordinance to increase the operating hours of a gambling establishment to up to 24 hours a day, 7 days a week.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 678 **(Galgiani D) Horse racing: thoroughbred racing: racing weeks.**

Current Text: Introduced: 2/17/2017 Text

Introduced: 2/17/2017

Status: 4/28/2017-Failed Deadline pursuant to Rule 61(a)(2). (Last location was G.O. on 3/9/2017) (May be acted upon Jan 2018)

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

Summary: The Horse Racing Law authorizes the California Horse Racing Board to make allocations of racing weeks, including simultaneous racing between zones, as it deems appropriate, and allocates, for thoroughbred racing, a maximum of 44 weeks per year of racing weeks in the northern zone and a maximum of 49 weeks per year in the combined central and southern zones. This bill would authorize the board to allocate from the weeks available in the combined central and southern zones a maximum of 5 weeks per year to a thoroughbred racing association to conduct thoroughbred racing at a

racetrack in the southern zone that was not used to conduct a thoroughbred race meeting in the southern zone before 2011.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 685 **(Glazer D) California Horse Racing Board: public records: votes.**

Current Text: Introduced: 2/17/2017 Text

Introduced: 2/17/2017

Status: 7/14/2017-Failed Deadline pursuant to Rule 61(a)(10). (Last location was G.O. on 6/1/2017) (May be acted upon Jan 2018)

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

Summary: The Horse Racing Law establishes the California Horse Racing Board and requires the board, among other things, to maintain a general office for the transaction of its business in Sacramento and to maintain a public record of every vote at the board's general office.This bill would require the board to post the record of its vote on its Internet Web site within 48 hours of the vote.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 706 **(Vidak R) Tribal gaming: regulatory costs.**

Current Text: Introduced: 2/17/2017 Text

Introduced: 2/17/2017

Status: 5/12/2017-Failed Deadline pursuant to Rule 61(a)(3). (Last location was RLS. on 2/17/2017) (May be acted upon Jan 2018)

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

Summary: Current law ratifies a number of tribal-state gaming compacts between the State of California and specified Indian tribes. Current law creates in the State Treasury 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. Current law authorizes moneys in that fund to be used for certain purposes, including compensation for regulatory costs incurred in connection with implementing and administering tribal-state gaming compacts. This bill would make technical, nonsubstantive changes to these provisions.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

SB 741 **(Mendoza D) Charitable raffles.**

Current Text: Amended: 6/7/2017 Text

Introduced: 2/17/2017

Status: 6/13/2017-June 13 set for first hearing canceled at the request of author.

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

Summary: Would authorize a private, nonprofit organization to conduct a raffle for the purpose of directly supporting specified beneficial or charitable purposes in California, or financially supporting another private, nonprofit, eligible organization, as defined, that performs those purposes if, among other requirements, the raffle is conducted at a fair, exposition, or exhibition conducted by, and with the authorization of, a district agricultural association, a county fair association, a citrus fruit fair association, or the California Exposition and State Fair, 50% of the gross receipts generated from the sale of raffle tickets are used to benefit or provide support for beneficial or charitable purposes, as defined, and the other 50% is paid to the winner.

Organization	Position	Priority	Assigned	Subject
CARF	Watch			

Total Measures: 31
Total Tracking Forms: 31

2018 CARF Member Fair Preferred Hosting Dates - DRAFT 5.10.17

2017

December						
S	M	T	W	T	F	S
					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

RACE DAYS TBD

Oak Tree at Pleasanton Summer	-
Cal Expo	-
Humboldt*	-
Oak Tree at Pleasanton Fall	-
Fresno	-
Total CARF Member Fair Days	

2018

January						
S	M	T	W	T	F	S
	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						
S	M	T	W	T	F	S
				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			

March						
S	M	T	W	T	F	S
				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

April						
S	M	T	W	T	F	S
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					

May						
S	M	T	W	T	F	S
		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		

June						
S	M	T	W	T	F	S
					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

July						
S	M	T	W	T	F	S
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				

August						
S	M	T	W	T	F	S
			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	

September						
S	M	T	W	T	F	S
						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						

October						
S	M	T	W	T	F	S
	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			

November						
S	M	T	W	T	F	S
				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	

December						
S	M	T	W	T	F	S
						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

* *CARF requests Humboldt race unoverlapped.*
CARF requests Humboldt maintain their traditional August dates until the 2017 overlapped Labor Day weekend results can be evaluated.
CARF and Humboldt will work with the Sonoma County Fair to accommodate their race meet.

CALIFORNIA AUTHORITY OF RACING FAIRS
STATEMENT OF NET POSITION
September 30, 2017

ASSETS	CURRENT YTD 09/30/17	PRIOR YTD 09/30/16	YEAR END 12/31/16
Cash - LAIF & Investments	1,370,355	1,757,508	1,662,238
Cash - Operating/Money Market	174,408	101,865	172,597
Cash - Trust	1,357,996	1,302,727	702,921
Marketable Securities	377,233	783,327	680,246
A/R - Member Dues	58,053	16,702	26,477
A/R - Programs South	22,724	17,875	20,076
A/R - Racing Fairs & Settlements	711,284	1,126,904	1,049,726
A/R - Other Receivables CMC,DRF,GGF	48,504	43,470	97,557
RECEIVABLE FROM HORSEMEN UNSECURED	7,444	0	0
Prepaids/Deposits	92,162	83,239	50,240
OPEB Assets	128,926	128,522	128,926
Total Current Assets	4,349,088	5,362,138	4,591,003
Fixed Assets			
Total Fixed Assets (Net of Depr.)	9,147	8,154	7,807
TOTAL ASSETS	**4,358,235**	**5,370,293**	**4,598,810**
DEFERRED OUTFLOWS OF RESOURCES,GASB68	**132,900**	**74,942**	**$132,900**
LIABILITIES			
A/P & Withholdings	126,918	1,179,652	1,419,706
Compensated Leave Accruals	49,441	140,515	49,441
A/P - Program Royalties to Host	22,002	17,624	20,412
Racing Distributions	2,178,089	1,388,245	161,661
Purses	(809,044)	(478,902)	(224,335)
Track Safety & Maintenance Program	(141,934)	(141,934)	(141,934)
Horsemens Recruitment Programs	14,642	(1,406)	21,227
LOU-5 - Symposium Funds	1,871	1,871	1,871
Revenue Generating Project Funds	495,519	418,158	414,194
Augmentation Funds	495,883	569,047	569,379
Change Fund	1,014,000	1,014,000	1,014,000
FAIRS - Equipment Replacement Funds	185,687	650,007	633,416
NET PENSION LIABILITY, GASB68	587,914	376,158	587,914
TOTAL CURRENT & NONCURRENT LIAB.	**4,220,989**	**5,133,035**	**$4,526,952**
DEFERRED INFLOWS OF RESOURCES, GASB68	**57,444**	**87,082**	**$57,444**
NET POSITION			
Agency Fund Equity	659,772	576,744	576,744
Reserves, GASB68	(512,458)	(388,298)	(388,298)
Net Income/(Net Loss)	65,698	36,672	(41,131)
TOTAL NET POSITION	**213,011**	**225,118**	**$147,313**

California Authority of Racing Fairs
Agency Preliminary Income Statement
September 30, 2017

	2015 Year End Actual	2016 Year End Actual	2016 Jan-Aug YTD	2017 Jan-Aug YTD	2017 Annual Budget	2017 Budget Variance	2017 % Budget
Revenue:							
Other Revenue/OPEB trust Reimb	32,322	30,591	23,179	28,447	39,000	(10,553)	73%
Interest Income	6,600	5,833	5,418	310	2,500	(2,190)	12%
Member Dues	220,215	197,186	149,149	146,690	195,267	(48,577)	75%
CARF South Prog Admin Fee	11,326	9,386	7,345	4,521	9,750	(5,229)	46%
CARF Live Racing Agency Allocation	252,551	299,797	224,848	224,848	299,797	(74,949)	75%
Total Revenue	523,401	542,518	409,939	404,816	546,314	(141,498)	74%
Expenses:							
Salaries	187,490	144,221	125,360	114,975	197,594	82,619	58%
Employee Benefits	19,572	24,197	17,481	19,135	28,736	9,601	67%
Post Retirement Benefits	28,851	29,783	22,792	28,678	38,204	9,526	75%
Payroll Taxes	18,929	26,185	16,815	19,610	30,293	10,683	65%
Accounting Costs	17,063	16,587	12,525	11,896	17,500	5,604	68%
Audit Services	6,775	13,538	13,538	6,575	6,775	200	97%
Automobile Expense	5,715	4,968	2,029	1,926	5,000	3,074	39%
Contracted Services	1,130	120	90	1,834	2,000	166	92%
Depreciation	18,137	10,338	7,741	1,720	7,500	5,780	23%
Dues & Subscriptions	1,313	1,206	1,206	1,172	1,300	128	90%
Insurance Expense	46,224	48,192	35,992	36,697	50,000	13,303	73%
Legal Expenses	19,949	14,753	11,315	16,110	25,000	8,890	64%
Legislative Expenses	45,596	45,623	34,124	30,542	45,500	14,958	67%
Meetings Expense	2,495	2,619	1,939	2,953	3,000	47	98%
Misc. (Ag Day Sponsor)	835	890	567	220	1,000	780	22%
Rent - Northern Print Shop	0	0	0	0	0	0	0%
Office Supplies	19,878	17,557	12,535	12,147	21,000	8,853	58%
Postage & Shipping	1,175	1,536	1,243	414	2,000	1,586	21%
Rent (Tribute Road)	35,770	35,770	26,827	26,827	35,770	8,943	75%
Repairs & Maintenance	0	0	0	0	500	500	0%
Telephone Expense	8,718	7,567	5,784	5,120	8,000	2,880	64%
Training	604	302	302	0	1,000	1,000	0%
Travel Expense	16,015	11,609	7,468	3,576	18,000	14,424	20%
Total Expenses	502,235	457,558	357,670	342,124	545,673	203,548	63%
Agency Income (Loss)	**21,166**	**84,960**	**52,268**	**62,692**	**642**	**62,050**	
Southern Prog Income (Loss)	**1,470**	**1,894**	**1,583**	**3,006**	**1,250**	**(8,702)**	
Total Bal Sheet Net Income (Loss)	**22,636**	**86,854**	**53,852**	**65,698**	**1,892**	**53,349**	

California Authority of Racing Fairs
Southern Region Preliminary Income Statement
September 30, 2017

	2015 Year End Actual	2016 Year End Actual	2016 Jan-Aug YTD	2017 Jan-Aug YTD	2017 Annual Budget	2017 Budget Variance	2017 % Budget
Program Revenue:							
Program Sales	152,647	125,152	97,939	83,000	130,000	(47,000)	64%
Other Revenue	0	0	0	0	0	0	0%
Royalties/Fees Due Host	(139,851)	(113,872)	(89,011)	(75,473)	(119,000)	43,527	63%
Total Revenue	12,796	11,280	8,928	7,527	11,000	(3,473)	68%
Expenses:							
Legal Expenses	0	0	0	0	0	0	0%
Meetings Expense	0	0	0	0	0	0	0%
Misc Exp.(Storage)	0	0	0	0	0	0	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	0	0	0%
Printing Supplies	0	0	0	0	0	0	0%
Rent & Utility Expenses	0	0	0	0	0	0	0%
Repairs & Maintenance	0	0	0	0	0	0	0%
Telephone Expense	0	0	0	0	0	0	0%
Travel Expense	0	0	0	0	0	0	0%
Total Expenses	0	0	0	0	0	0	0%
Operating Income (Loss)	12,796	11,280	8,928	7,527	11,000	(3,473)	68%
CARF Admin Fee	11,326	9,386	7,345	4,521	9,750	5,229	46%
Rebate							
Income (Loss)	1,470	1,894	1,583	3,006	1,250	(8,702)	240%

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

2017 Race Meet	Pleasanton	Sacramento	Humboldt	OTP Fall	Fresno	Total
Tote Handle	**$19,621,025**	**$14,529,449**	**$2,431,629**			**$36,582,103**
ADW Handle	**$9,465,710**	**$8,935,501**	**$2,097,329**			**$20,498,541**
All Handle Total	**$29,086,735**	**$23,464,950**	**$4,528,958**	**$0**	**$0**	**$57,080,643**
REVENUE:						
Takeout	4,188,667	3,065,831	461,122			**7,715,620**
Programs	16,666	16,918				**33,584**
Summarized Revenues						**0**
ADW (California & Exports)	1,083,273	1,034,462	248,488			**2,366,222**
Total	**5,288,606**	**4,117,210**	**709,609**	**0**	**0**	**10,115,425**
EXPENSES:						
2017 Circuit Billing	**165,813**	**165,813**	**105,703**	**120,599**	**136,906**	**694,834**
2017 Jan-June Billbacks	**39,652**	**24,711**	**5,438**	**4,721**	**6,368**	**80,890**
2017 July-September Billbacks						**0**
2017 Oct-December Billbacks, RTM						**0**
Relocation Costs						**0**
Total Track Expenses	**205,465**	**190,524**	**111,141**	**125,320**	**143,274**	**775,724**
Revenues Generated and Paid through CARF						
Total Purses Revenue	**1,371,327**	**1,076,511**	**200,094**			**2,647,932**
Total Track Commissions Revenue	**1,148,831**	**920,028**	**153,488**			**2,222,347**
TOTAL PURSES/FAIR COMMISSIONS	**2,520,158**	**1,996,539**	**353,582**	**0**	**0**	**4,870,279**

California Authority of Racing Fairs
Live Racing Preliminary Income Statement
September 30, 2017

	2015=44 days	2016=43 days		2017=45 days			
	2015 Year End Actual	**2016 Year End Actual**	**2016 Jan-Aug YTD**	**2017 Jan-Aug YTD**	**2017 Annual Budget**	**2017 Budget Variance**	**2017 % Budget**
Revenues:							
Reimb. From Live Racing Fairs	1,220,743	1,346,671	848,066	867,731	1,381,376	(513,645)	63%
Operating Expenses:							
Salaries	384,535	424,636	273,036	261,000	364,104	103,104	72%
Employee Benefits	46,576	54,746	40,212	39,591	49,551	9,960	80%
Payroll Taxes	46,576	61,350	43,228	46,895	60,656	13,761	77%
Accounting Costs	48,750	48,853	36,666	35,688	48,900	13,213	73%
Audit Services	20,325	20,813	20,813	17,625	20,500	2,875	86%
Automobile Expense	1,502	3,017	2,638	242	3,000	2,758	8%
Legal Expenses	0	0	0	0	5,000	5,000	0%
Meetings Expense	622	554	547	437	1,000	563	44%
Telephone Expense	6,183	3,366	2,116	850	6,000	5,150	14%
Travel Expense	39,189	44,336	22,653	27,148	40,000	12,852	68%
Sub-Totals	594,258	661,671	441,909	429,475	598,711	169,236	72%
Racing Support Services:							
Announcer	30,200	22,925	17,300	19,800	35,000	15,200	57%
Condition Bk/Program Cover	15,505	14,853	11,231	8,660	17,000	8,340	51%
Racing Operations Support	80,804	62,972	55,704	55,096	80,000	24,904	69%
TC02 Testing	12,698	8,621	5,314	19,250	7,500	(11,750)	257%
Marketing/Web Devel	120	1,100	1,070	1,435	1,000	(435)	144%
Paymaster Operations	5,163	6,373	4,538	5,294	6,500	1,206	81%
Program Production	164,907	158,344	27,075	31,092	170,000	138,908	18%
Racing Office System	29,822	20,029	16,287	7,339	30,000	22,661	24%
Recruitment	4,977	5,452	5,072	1,106	15,000	13,894	7%
Jumbo Screen	96,900	94,350	94,350	28,050	100,000	71,950	28%
Supplies	17,752	16,001	11,256	14,194	15,000	807	95%
Tattooing	18,101	16,906	14,179	7,834	20,000	12,166	39%
Timing/Clocker	13,162	12,035	7,825	8,790	18,000	9,210	49%
Transportation	2,740	2,072	750	0	3,000	3,000	0%
TV Production/Simulcast	71,456	120,691	81,020	127,243	75,000	(52,243)	170%
RTM ALLOCATION (MAINT)	131,165	123,259	101,753	88,965	116,500	27,535	76%
RTM TRANSPORTATION	0	56,373	39,918	34,700	70,000	35,300	50%
RTM PRIOR YEAR LOAN	0	0	0	0	56,165	56,165	0%
RTM SUPPORT COSTS	46,286	61,745	43,695	94,410	62,000	(32,410)	152%
Sub-Totals	741,759	804,101	538,336	553,257	897,665	344,408	62%
Total Gross Expenses	1,336,017	1,465,772	980,246	982,732	1,496,376	513,644	66%
Augmentation LRF	75,000	75,000	75,000	75,000	75,000	0	100%
NCOTWINC Reimbursement	40,000	40,000	40,000	40,000	40,000	0	100%
Other Reimb Revenue							
Advertising Revenue							
Total Net Expenses	1,221,017	1,350,772	865,246	867,732	1,381,375		

2018

Yearly Calendar

January

Su	M	Tu	W	Th	F	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	M	Tu	W	Th	F	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			

March

Su	M	Tu	W	Th	F	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

April

Su	M	Tu	W	Th	F	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					

May

Su	M	Tu	W	Th	F	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		

June

Su	M	Tu	W	Th	F	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

July

Su	M	Tu	W	Th	F	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				

August

Su	M	Tu	W	Th	F	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	

September

Su	M	Tu	W	Th	F	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						

October

Su	M	Tu	W	Th	F	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			

November

Su	M	Tu	W	Th	F	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	

December

Su	M	Tu	W	Th	F	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					

2019

Yearly Calendar

January

Su	M	Tu	W	Th	F	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	M	Tu	W	Th	F	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		

March

Su	M	Tu	W	Th	F	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						

April

Su	M	Tu	W	Th	F	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				

May

Su	M	Tu	W	Th	F	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	

June

Su	M	Tu	W	Th	F	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						

July

Su	M	Tu	W	Th	F	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			

August

Su	M	Tu	W	Th	F	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

September

Su	M	Tu	W	Th	F	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					

October

Su	M	Tu	W	Th	F	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		

November

Su	M	Tu	W	Th	F	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

December

Su	M	Tu	W	Th	F	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				