

1776 Tribute Road, Suite 205 Sacramento, CA 95815 Office: 916.927.7223 Fax: 916.263.3341 www.calfairs.com

AGENDA CALIFORNIA AUTHORITY OF RACING FAIRS BOARD OF DIRECTORS MEETING JOE BARKETT, CHAIR 2:00 P.M., WEDNESDAY, JANUARY 9, 2008

Notice is hereby given that a meeting of the California Authority of Racing Fairs' Board of Directors will commence at 2:00 P.M., Wednesday, January 9, 2008. The meeting will be held at the at the Meeting House, Esquire Room located at Town and Country Resort & Convention Center, 500 Hotel Circle North, San Diego, California 92108.

AGENDA

- I. Determination of date, time and location of next meeting
- II. Approval of Minutes from December 4
- III. Discussion and action on 2008 Agency Budget
- IV. Discussion and action, if any, on 2008 Legislative Program and Referenda
- V. Discussion and action, if any, on CDFA F&E Expenditure Plan for Fiscal Year 2008-09 and Beyond
- VI. Remarks by CDFA Division of Fairs and Expositions Director Mike Treacy
- VII. Executive Director's Report

California Authority of Racing Fairs Agency Income Statement December 31, 2007

	2005	2006	2007	2007	2007	2007	2008
	Year End	Year End	Estimated YTD	Budget	Variance	% Budget	Proposed
Revenue:							
Other Revenue	255	9,233	145	500	(355)	29%	500
Interest Income	35,736	48,441	56,100	40,000	16,100	140%	50,000
Member Dues	279,780	261,477	257,268	257,276	(8)	100%	257,276
CARF Programs Admin Fee	52,255	39,146	34,181	29,256	4,925	117%	34,425
CARF Projects Admin Fee	168,072	126,364	117,248	256,251	(139.003)	46%	195,000
CARF Live Racing Admin Fee	115,086	132,433	131,301	134,418	(3,117)	98%	143,958
Total Revenue	651,185	617,094	596,243	717,701	(121,458)	83%	681,159
Expenses:							
Salaries	200,703	204,210	202,112	277,762	75,650	73%	286,912
Employee Benefits	28,803	21,363	18,807	61,108	42,301	31%	30,000
Post Retirement Benefits	22,800	27,118	34,142	32,000	(2.142)	107%	35,000
Payroll Taxes	13,519	11,471	9,429	30,554	21,125	31%	13,500
Accounting Costs	16,270	16,965	17,624	16,250	(1,374)	108%	16,250
Advertising Expense	0	800	0	0	0	0%	0
Audit Services	5,125	4,815	5,875	5,625	(250)	104%	5,875
Automobile Expense	357	0	3,363	2,000	(1,363)	168%	3,000
Contracted Services	1,928	1,198	2,189	3,000	811	73%	3,000
Depreciation	10,853	16,682	13,195	4,385	(8.810)	301%	13,000
Dues & Subscriptions	719	30,475	29,509	31,000	1,491	95%	31,000
Insurance Expense	35,110	37,763	38,457	38,151	(306)	101%	38,151
Legal Expenses	7,419	6,620	5,575	20,000	14,425	28%	10,000
Legislative Expenses	51,857	49,888	56,243	60,000	3,757	94%	60,000
Meetings Expense	2,901	6,861	3,008	6,000	2,992	50%	6,000
Misc. Bank Fees	269	29	87	1,000	913	9%	1,000
Office Supplies	14,912	17,074	14,869	15,000	131	99%	15,000
Postage & Shipping	3,201	3,570	4,369	3,000	(1.369)	146%	4,000
Rent (Tribute Road)	33,641	35,777	35,770	35,770	0	100%	35,770
Repairs & Maintenance	953	370	359	1,000	641	36%	1,000
Telephone Expense	9,437	10,660	10,446	11,000	554	95%	11,000
Training	0	0	0	2,500	2,500	0%	2,500
Travel Expense	23,835	24,886	29,592	27,500	(2,092)	108%	27,500
Total Expenses	484,614	528,593	535,018	684,605	149,587	78%	649,458
Agency Income (Loss)	166,571	88,500	61,225	33,096	28,129		31,701
Southern Program Income (Loss)	14,344	14,398	(758)	4,652	(5,410)		2,475
Total Balance Sheet Net Income (Loss)	180,914	102,899	60,467	37,748	22,719		34,176
= ====================================	100,717	102,077	00,107	07,770	mm, 117		5-79170

California Authority of Racing Fairs Southern Region Income Statement December 31, 2007

	2005	2006	2007	2007	2007	2007	2008
	Year End	Year End	Estimated YTD	Budget	Variance	% Budget	Proposed
Program Revenue:							
Program Sales	696,535	493,939	456,475	390,075	66,400	117%	459,000
Other Revenue	0	0	0	0	0	0%	0
Royalties/Fees Due Host	(629,936)	(440,394)	(422,090)	(351,067)	(71,023)	120%	(417,000)
Total Revenue	66,599	53,545	34,384	39,008	(4,624)	88%	42,000
					,		
Expenses:							
Legal Expenses	0	0	0	2,500	2,500	0%	2,500
Meetings Expense	0	0	539	1,000	461	54%	1,000
Misc Exp.(Storage)	0	0	0	1,000	1,000	0%	1,000
Postage & Shipping	0	0	0	100	100	0%	100
Telephone Expense	0	0	0	500	500	0%	500
Total Expenses	0	0	961	5,100	4,139	19%	5,100
Operating Income (Loss)	66,599	53,545	33,423	33,908	(485)	99%	36,900
CARF Admin Fee Rebate	52,255	39,146	34,181	29,256	(4,925)	117%	34,425
Income (Loss)	14,344	14,398	(758)	4,652	(5,410)	-16%	2,475

California Authority of Racing Fairs Live Racing Income Statement December 31, 2007

	2005	2006	2007	2007	2007	2007	2008
	Year End	Year End	Estimated YTD	Budget	Variance	% Budget	Proposed
Revenues:					10012-01200		
Change Fund Admin Fee	25,426	42,690	36,899	40,000	(3,101)	92%	40,000
Racing Fairs Admin Fee	67,660	67,743	72,402	72,418	(16)	100%	81,958
Supplemental Purses Admin Fee	22,000	22,000	22,000	22,000	0	100%	22,000
NCOTWINC Reimbursement	29,000	29,000	29,000	29,000	0	100%	29,000
Racing Fairs Reimbursement	894,677	959,886	1,017,610	965,572	52,038		1,059,773
Advertising Revenue	3,625	3,425	4,827	3,500	1,327	138%	4,000
Total	1,042,388	1,124,744	1,182,738	1,132,490	50,248		1,236,731
Expenses:							
Salaries	119,133	137,045	137,344	116,281	(21,063)	118%	120,448
Employee Benefits	28,745	32,501	37,602	30,000	(7.602)	125%	35,000
Payroll Taxes	7,950	9,178	22,895	12,791	(10.104)	179%	10,500
Accounting Costs	42,250	44,070	45,771	42,250	(3,521)	108%	42,250
Audit Services	13,325	12,155	15,275	14,950	(325)	102%	15,275
Automobile Expense	2,846	811	3,518	3,000	(518)	117%	3,000
Dues & Subscriptions, NTRA	150	28,125	28,125	30,000	1,875	94%	30,000
Legal Expenses	1,339	9,232	23,520	6,000	(17.520)	392%	6,000
Meetings Expense	5,722	3,429	3,605	5,000	1,395	72%	5,000
Misc. Exp (Storage,Bank fee)	5,264	0	0,005	3,000	3,000	0%	3,000
Telephone Expense	1,671	932	793	2,000	1,207	40%	1,000
Travel Expense	28,822	28,650	47,311	25,000	(22,311)	189%	35,000
Sub-Totals	257,217	306,128	365,760	290,272	(75,488)	126%	303,473
Racing Support Services:	231,211	300,128	303,700	290,272	(75,400)	12070	303,473
Announcer	68,824	33,513	24,870	40,000	15,130	62%	30,000
Condition Bk/Program Cover	17,285	19,540	15,237	23,000	7,763	66%	23,000
Racing Operations Support	19,498	73,176	69,975	68,000	(1.975)	103%	78,000
TC02 Testing	42,511	50,341	56,200	51,000	(5,200)	110%	72,000
Marketing	3,769	2,095	3,397	20,000	16,603	17%	
Network Management	2,666	2,748	5,246	5,000	(246)	105%	20,000
Paymaster	3,961	8,860	4,905	10,500		47%	5,000
Program Production	164,799	169,347	179,957	160,000	5,595		10,000
Racing Office System	62,441			60,000	(19,957)	112%	205,000
Recruitment		60,889 13,257	55,921		4,079	93%	60,000
Jumbo Screen	11,649		15,663	10,000	(5.663)	157%	15,000
Supplies	179,350	151,025 17,968	137,700	175,000	37,300	79%	175,000
Tattooing	12,444		15,286	9,500	(5,786)	161%	9,500
	22,002	16,724	17,901	16,800	(1,101)	107%	16,800
Timing/Clocker Transportation	39,541	29,472	25,938	30,000	4,062	86%	30,000
TV Production/Simulcast	3,050	3,350	4,660	4,000	(660)	117%	5,000
	16,296	33,879	52,822	25,000	(27,822)	211%	35,000
Sub-Totals	670,085	686,183	685,677	707,800	22,123	97%	789,300
Total Expenses	927,302	992,311	1,051,437	998,072	(53,365)	105%	1,092,773
CARF Admin Fee	115,086	132,433	131,301	134,418	3,117	98%	143,958
Net Income(Unbilled Expenses)	0	0	0	0	0	0%	0

California Authority of Racing Fairs Project Management Income Statement December 31, 2007

	2005	2006	2007	2007	2007	2007	2008
	Year End	Year End	Estimated YTD	Budget	Variance	% Budget	Proposed
Revenue:							
CARF Admin Fee	168,072	126,419	117,249	256,250	(139,001)	46%	195,000
Project Management	67,238	76,158	79,887	85,868	(5,981)	93%	78,522
Total Revenue	235,310	202,578	197,135	342,118	(144,983)	58%	273,522
Expenses:							
Salaries Expense	47,563	56,190	58,340	51,592	(6,748)	113%	54,172
Employee Benefits	5,936	6,595	7,974	11,350	3,376	70%	8,000
Payroll Taxes	2,928	3,065	2,853	5,675	2,822	50%	3,000
Accounting Costs	6,500	6,780	7,041	6,500	(541)	108%	6,500
Audit Services	2,050	1,870	2,350	2,250	(100)	104%	2,350
Automobile Expense	290	0	0	4,500	4,500	0%	1,000
Contracted Services	0	0	0	1,000	1,000	0%	1,000
Telephone Expense	1,351	1,015	689	2,000	1,311	34%	1,500
Travel Expense	140	144	85	500	415	17%	500
Misc. Storage	480	555	555	500	(55)	111%	500
Total Expenses	67,238	76,214	79,887	85,867	5,980	93%	78,522
_							
CARF Admin Fee	168,072	126,364	117,248	256,251	139,003	46%	195,000

PROPOSED 2008 MEMBER DUES

2004 CARF MEMBER FAIRS TOTAL HANDLE

								Actual	Actual	Actual	Proposed
	Off-Track	On-Track	Out-of-State	Off Track	ADW	Total	% of	2005	2006	2007	2008
Location	S/W Handle	Handle	Handle	Handle	Handle	Handle	Total	Dues	Dues	Dues	Dues
Eureka	2,208,215					2,208,215	0.315%	3,061	3,367	3,367	3,367
Ferndale	259,069	699,081	91,763	1,264,637	731,669	3,046,218	0.435%	3,061	3,367	3,367	3,367
Anderson	3,280,004					3,280,004	0.468%	3,061	3,367	3,367	3,367
Tulare	5,391,530					5,391,530	0.770%	3,061	3,367	3,367	3,367
Turlock	9,927,460					9,927,460	1.418%	7,142	7,856	7,856	7,856
Santa Barbara	9,743,000					9,743,000	1.392%	7,142	7,856	7,856	7,856
Santa Maria	9,237,573					9,237,573	1.319%	7,142	7,856	7,856	
Shalimar (Indio)	9,154,110					9,154,110	1.307%	7,142	7,856	7,856	
Bakersfield	10,693,709					10,693,709	1.527%	7,142	7,856	7,856	7,856
Victorville	15,072,281					15,072,281	2.153%	7,142	7,856	7,856	7,856
Monterey	13,963,588					13,963,588	1.994%	7,142	7,856	7,856	7,856
Lancaster	21,242,411					21,242,411	3.034%	7,142	7,856	7,856	7,856
Lake Perris	28,346,715					28,346,715	4.049%	15,303	16,834	16,834	16,834
Fresno	17,905,232	3,117,712	675,873	2,023,142	1,203,541	24,925,500	3.560%	15,303	16,834	16,834	16,834
San Mateo	0	6,616,631	9,602,634	12,662,765	2,547,867	31,429,897	4.489%	15,303	16,834	16,834	16,834
Stockton	30,679,101	2,149,393	4,051,463	9,074,078	2,041,871	47,995,906	6.855%	19,129	21,042	21,042	21,042
Ventura	40,936,251					40,936,251	5.847%	19,129	21,042	21,042	21,042
San Bernardino	48,160,517					48,160,517	6.878%	19,129	21,042	21,042	21,042
Vallejo	26,140,596	3,039,969	10,122,082	16,861,379	2,621,775	58,785,800	8.396%	19,129	21,042	21,042	21,042
Santa Rosa	20,559,067	5,998,847	11,141,527	19,812,632	3,378,211	60,890,284	8.697%	19,129	21,042	21,042	21,042
Sacramento	44,506,056	3,246,023	4,784,358	11,608,886	2,490,091	66,635,413	9.517%	22,956	4,209	0	0
Pleasanton	61,476,080	6,298,354	9,513,928	16,964,061	3,006,652	97,259,075	13.891%	22,956	25,252	25,252	25,252
Del Mar	81,844,270					81,844,270	11.689%	22,956	0	0	0
											7
Totals	510,726,832	31,166,009	49,983,629	90,271,579	18,021,675	700,169,724	100%	279,800	261,486	257,280	257,280



LAT Home | My LATimes | Print Edition | All Sections

Cars.com Real Estate More Classifieds

Hello Visitor

SEARCH

Sign-In

Los Angeles Times California | Local

You are here: LAT Home > California | Local News



California/Local

- » Los Angeles
- » Orange County » S.F. Valley
- » Ventura County
- » Inland Empire
- » Crime&Courts
- » Politics
- » Education

Columnists:

- » Steve Lopez
- » Sandy Banks
- » Patt Morrison
- » George Skelton
- » Dana Parsons
- » Steve Harvey

Community Papers:

- » Burbank
- » Newport Beach
- » Laguna Beach
- » Huntington Beach
- » Glendale

California I Local

News

National World Entertainment Business Sports Campaign '08 Science Environment Opinion Columnists Print Edition Readers' Rep Corrections

Calendarlive The Envelope Travel Magazine Home & Garden Health Food Autos Books Image Arts & Culture Photography Obituaries Crossword, Sudoku Your Scene Blogs

All Sections

Gov. takes to TV to back tribal compacts

Schwarzenegger appears in ads saying the deals, which would give four tribes 17,000 additional slot machines, would add billions to state coffers.

By Nancy Vogel, Los Angeles Times Staff Writer January 4, 2008

SACRAMENTO -- In television ads that began running statewide Thursday, Gov. Arnold Schwarzenegger urges voters to endorse gambling expansion deals he struck with four Southern California Indian tribes.

The deals were approved by the Legislature last summer and were to take effect this week. But competing gambling interests and other opponents gathered enough signatures to ask voters to repeal them by rejecting Propositions 94, 95, 96 and 97 on the Feb. 5 ballot.

The governor's agreements allow four Riverside and San Diego tribes -- the Agua Caliente Band of Cahuilla Indians, which has casinos in Palm Springs and Rancho Mirage; the Pechanga Band of Luiseno Indians in Temecula; the Morongo Band of Mission Indians, with a casino near Banning; and the Sycuan Band of the Kumeyaay Nation near El Cajon -- to add 17,000 slot machines to the 8,000 they now operate. In exchange, the tribes are to give the state 15% to 25% of the revenue from the additional slots.

Last May, Schwarzenegger estimated that the compacts would generate \$293 million in fiscal 2007-08. In the new television ads, the governor says the agreements "will mean billions and billions of dollars over the next two decades.'

The nonpartisan legislative analyst's office has estimated that annual income to the state from additional machines would be less than \$200 million a year in the next few years and that in the long run the compacts would bring the state less than \$500 million a year. The deals last until 2030.

The tribes with the new compacts have raised \$54 million since August to promote passage of the four propositions. The tribes paid for the television ads, in which Schwarzenegger urges: "Vote 'Yes' for billions of dollars for California families. Vote 'Yes' for California." Supt. of Public Instruction Jack O'Connell also appears in the ad.

"These compacts represent a very good agreement for the people of California and the California Indian tribes." said Schwarzenegger spokesman Adam Mendelsohn, "and Gov. Arnold Schwarzenegger believes strongly in them and will get out and defend

An unusual coalition has raised \$15 million to try to get voters to rescind the compacts. It includes a company that owns the Hollywood Park racetrack in Inglewood and the Bay Meadows racetrack near San Francisco, which have lost business to tribal casinos. Two tribes with competing casinos, the United Auburn Indian Community near Sacramento and the Pala Band of Mission Indians in San Diego County, are also contributing to the repeal effort.

Scott Macdonald, communications director for "No on the Unfair Gambling Deals," said voters "will listen to what the governor says, but they'll also listen to us when we tell them that these are bad deals, they're unfair deals, and they need to go back and renegotiate deals that are better for all Californians."

Compact opponents launched television ads Tuesday that say the deals "give away too much to the richest, most powerful tribes."

nancy.vogel@latimes.com



More California News

- Amid budget gap, 'fantastic' ideas joust with fiscal reality
- Supreme Court takes up lethal injection battle
- MWD may cut water to area cities

Subscribe + MyLATimes More RSS to Section Readers >

Most Viewed Most E-mailed Related News

- Bynum is germane to this victory
- Supreme Court takes up lethal injection battle
- Changing abortion's pronoun
- Clintons fight for primary rebound
- Jackson hopes Odom can chill out

All most viewed >

CA Authority of Racing Fairs

Legislative Report 12/28/2007

AB 91(Garcia) Tribal-state gaming compacts: revenue sharing. (A-

03/29/2007 <a href="https://ht

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would beginning with the 2008-09 fiscal year, increase the above quarterly amount required to be transferred from the Indian Gaming Special Distribution Fund to the Indian Gaming Revenue Sharing Trust Fund to an amount sufficient for each eligible tribe to receive \$500,000. The bill would increase the total fiscal year amount that each eligible tribe may receive under these provisions to \$2,000,000. This bill contains other existing laws.

Organization: CARF

AB 107(Smyth) Public contracts: prospective bidders: unauthorized aliens. (I-

01/04/2007 <a href="https://ht

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was B.

& P.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would require any questionnaire used pursuant to these provisions to require each prospective bidder to certify under penalty of perjury, that none of the prospective bidder's employees are unauthorized aliens, as defined. This bill contains other related provisions and other existing laws.

Organization: CARF

AB 132(Garcia) Indian Gaming Special Distribution Fund: grants. (A-

12/13/2007 <a href="https://ht

Status: 12/13/2007-Referred to Com. on G.O. From committee chair, with author's

amendments: Amend, and re-refer to Com. on G.O. Read second time and

amended.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would provide, instead, that a county that does not have gaming devices that obligate an Indian tribe to make payments to the Indian Gaming Special Distribution Fund is eligible for grants as described above only if the county has not entered into an intergovernmental agreement with a tribe providing for the mitigation of impacts from a casino. This bill contains other related provisions and other existing laws.

Organization: CARF

Subject: Fund,

AB 133(Garcia) Economic develop capital investment incentive programs:

powerplants. (A-03/27/2007 html pdf)

Introduced: 01/12/2007

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was L.

GOV.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would include within those types of business, a business engaged in the operation of a powerplant used for the production of electricity from one or more specified energy sources.

Organization: CARF

Subject: MISCELLANEOUS,

AB 147(Wolk) Discrimination: persons with disabilities. (I-

01/17/2007 <a href="https://ht

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was

PRINT

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would state the intent of the Legislature to enact legislation that would assist with the implementation and enforcement of the Americans with Disabilities Act of 1990.

Organization: CARF

Subject: ADA (Americans w/Disabilities Act),

AB 169(Levine) Joint powers authorities: Indian tribes. (I-01/23/2007 html pdf)

Introduced: 01/23/2007

Status: 05/23/2007-In committee: Hearing postponed by committee. (Refers to

6/19/2007 hearing)

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would provide that 16 federally recognized Indian tribal governments may participate in the Southern California Association of Governments, a joint powers authority, for specified purposes and subject to specified conditions in the 6-county region of the Southern California Association of Governments.

Organization: CARF

AB 230(Berg) Tribal gaming: compact ratification. (I-01/29/2007 httml pdf)

Introduced: 01/29/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

PRINT

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would ratify the tribal-state gaming compact entered into on August 29, 2006 between the State of California and the Yurok Tribe of the Yurok Reservation. The bill would require that related revenue contributions be deposited into the General Fund and would also specify that, in deference to

tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF **Subject:** Tribal Gaming,

AB 236(Lieu) Public resources: state and local motor vehicle fleets. (C-

10/15/2007 <a href="https://ht

Status: 10/13/2007-Chaptered by Secretary of State - Chapter 593, Statutes of

2007.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				•

Summary: Would require the Department of General Services, in conjunction with the board and the Energy Commission, by December 31, 2008, to amend and revise existing purchasing methodology to rank environmental and energy benefits, and costs of motor vehicles for potential procurement by state and local governments and to develop vehicle ranking containing specified criteria. By July 1, 2009, available vehicles in individual classes would be ranked based on the purchasing methodology revised by the Energy Commission. The Department of General Services would be required to procure, for use in the state fleet, vehicles that meet federal requirements and have been ranked best in their class as determined by the revised purchasing methodology, except as specified. The Department of General Services would be required to take specified actions regarding vehicle procurement and alternative fuel and related infrastructure. By July 1, 2009, a vehicle capable of using alternative fuels would be required to be operated on those fuels unless it is impossible to do so. The Director of General Services would be required to compile and maintain the number of alternative fuel vehicles in the vehicle fleet that use the respective alternative fuel in those vehicles and the number that use petroleum and to report to the Legislature and the Governor, beginning on January 1, 2009, and every 3 years thereafter, the information on the nature of vehicles that are owned or leased by the state, the locations where alternatively fueled vehicles are purchased or leased during the year, the locations of the alternative fuel pumps available for those vehicles, and the total annual consumption of fuel. On December 31, 2009, and annually thereafter, the Director of General Services would, additionally, be required to report to the Legislature and the Governor on the total alternative fuel capacity of the tanks of all the alternative fueled vehicles in the state fleet and the total

annual vehicle miles traveled by state vehicles. The Secretary of State and Consumer Services, in consultation with the Department of General Services and other appropriate agencies, would be required, on or before December 31, 2008, to develop and implement, and submit to the Legislature and the Governor, a plan to reduce or displace the state fleet's consumption of petroleum products. Beginning on April 1, 2009, and annually thereafter, the Department of General Services would be required to provide the Department of Finance and the appropriate committees of the Legislature with a progress report on meeting the goals in th at plan. This bill contains other related provisions and other existing laws.

Organization: CARF

Subject: Fuel,

AB 240(Eng) State surplus personal property: centralized sale. (A-

03/19/2007 <a href="https://ht

Status: 06/14/2007-Referred to Com. on G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require the department to establish a program to centralize the sale of state surplus personal property using the best available technology, including, but not limited to, the Internet. This bill would also require the department to impose an additional charge on each item of state surplus personal property that is sold to recover its costs in establishing the program. The bill also would require the department to transmit the proceeds of the these sales, less the additional charge, to the account or fund from which moneys were derived to make the initial personal property purchase. This bill contains other existing laws.

Organization: CARF

Subject: Land/Real Property,

AB 241(Price) Horse racing: satellite wagering. (C-10/15/2007 httml pdf)

Introduced: 01/31/2007

Status: 10/13/2007-Chaptered by Secretary of State - Chapter 594, Statutes of

2007.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would authorize an additional 15 minisatellite wagering sites, as defined, in each zone under certain conditions. The bill would apply a specified provision requiring, as a condition of operating a minisatellite facility, the entity operating the facility must enter into a written contractual agreement with a bona fide labor organization, as defined. The bill would also require the board to adopt emergency regulations to implement the new facilities by April 1, 2008. The bill would authorize satellite wagering to continue to be conducted at certain racetracks that have closed, under certain conditions. This bill contains other related provisions and other existing laws.

Organization: CARF
Position: Support
Subject: Horse Racing,

Notes: Support letter dated 9-18-07 authored by Louie Brown

AB 266(Calderon, Charles) Tribal gaming: compact ratification. (I-

02/05/2007 <a href="https://ht

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

PRINT

ŀ													
	Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would ratify an amendment to a tribal-state gaming compact entered into between the State of California and the Morongo Band of Mission Indians, executed on August 29, 2006. The bill would require that related revenue contributions be deposited into the General Fund and would also specify that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF **Subject:** Tribal Gaming,

AB 356(Mendoza) Gambling control. (C-10/11/2007 <a href="https://html.google.go

Introduced: 02/14/2007

Status: 10/11/2007-Chaptered by the Secretary of State, Chapter Number 493,

Statutes of 2007

Dead	l/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
]	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would authorize the commission to delegate to staff the approval of articles of incorporation, statements of limited partnership, and other entity filings that are required to specifically state that gambling is one of the purposes for which the business entity is formed. This bill contains other related provisions and other existing laws.

Organization: CARF

AB 397(Adams) Sales and use taxes: exemption: fuel taxes. (A-

03/29/2007 <a href="https://ht

Status: 06/01/2007-Failed Deadline pursuant to Rule 61(a)(5). Last location was

REV. & TAX

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would provide, for purposes of that law, that the terms "sales price" and "gross receipts" do not include the amount of any state and federal fuel taxes, as specified. This bill contains other related provisions and other existing laws.

Organization: CARF

Subject: Dues,

AB 532(Wolk) State property: solar energy. (C-10/15/2007 html pdf)

Introduced: 02/21/2007

Status: 10/13/2007-Chaptered by Secretary of State - Chapter 598, Statutes of

2007.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would require the department to ensure that solar energy equipment is installed no later than January 1, 2009, on these buildings and facilities, as well as state-owned swimming pools that are heated with fossil fuels or electricity, where feasible. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Property,

AB 608(De La Torre) State contracting: small business preference. (V-

10/13/2007 <u>html</u> <u>pdf</u>) **Introduced:** 02/21/2007

Status: 10/13/2007-Vetoed by the Governor

Dε	ead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would increase the maximum percentage of the bidding preference afforded by the directors of the Department of General Services and other state agencies to small businesses and microbusinesses, or nonsmall businesses that provide for small business and microbusiness subcontractor participation to 10%.

Governor's Message: I am returning Assembly Bill 608 without my signature. I strongly support small business participation in State contracting. In March 2006, I issued Executive Order S-02-06, reaffirming the State's historic commitment to 25 percent small percent small business participation in State contracting and ordering a series of measures to expand participation. In July 2006, I built on those steps by issuing Executive Order S-11-06, directing additional actions by Caltrans and the Business, Transportation, and Housing Agency to assist small business and disadvantaged business enterprises in participating in federally funded highway and transit projects. However, I am concerned that this bill, by increasing the existing small business bid preference on State contracts from 5 percent to 10 percent, would result in increased costs to the State. According to the Department of Finance, if this increased preference had been in place in 2005-06, the additional costs to the State could have been up to \$85 million. Given the current fiscal climate, I do not think it is prudent to enact a measure that increases liability for additional costs. For this reason, I am unable to sign this measure. Sincerely, Arnold Schwarzenegger

Organization: CARF **Subject:** Contracting,

AB 617(Torrico) State contracts: information technology goods and services.

(C-10/15/2007 <u>html pdf</u>) **Introduced:** 02/21/2007

Status: 10/14/2007-Chaptered by Secretary of State - Chapter 736, Statutes of

2007.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would until July 1, 2013, delete the performance bond requirement, and would require the department, in consultation with the Department of Finance, to develop and maintain criteria for the evaluation of risk to the state that results from the acquisition of information technology goods or services, and would require this risk analysis to determine the need for financial protection that is in the best interest of the state, as specified. This bill would also require the department to submit the criteria developed and maintained for the evaluation of risk to the state that results from the acquisition of information technology goods and services to the Joint Legislative Budget Committee and to the State Chief Information Officer, as specified. This bill would require the State Chief Information Officer to review all contracts approved pursuant to this provision, as specified, and to submit a report to the Legislature, as specified.

Governor's Message: To the Members of the California State Assembly: I am signing Assembly Bill 617 because it will allow the state more flexibility in establishing financial protections for information technology contracts. However, the language crafted in this bill is technically incorrect, in that it requires the Department of General Services (DGS) to consult with the Department of Finance (DOF) to develop and maintain criteria for the evaluation of risk to the State that results from the acquisition of information technology by June 1, 2008. Pursuant to current law, Chapter 183, Statutes of 2007, nearly all the employees and responsibilities of the DOF?s Office of Technology, Review and Oversight are to be transferred to the State Chief Information Officer (OCIO) on January 1, 2008. Therefore, I am directing the DGS to coordinate these activities with the OCIO and DOF. I also note that the development and maintenance of risk assessment results may be delayed until a framework of information technology oversight is in place, and appropriate resources are available to address this work load at OCIO and DOF. Sincerely, Arnold Schwarzenegger

Organization: CARF **Subject:** Contracting,

AB 649(Ma) Horse racing: jockeys. (C-10/15/2007 httml pdf)

Introduced: 02/21/2007

Status: 10/13/2007-Chaptered by Secretary of State - Chapter 605, Statutes of

2007.

Dead/	/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require the scale of minimum jockey riding fees for losing mounts of thoroughbred horses to be increased, effective January 1, 2008, when the state minimum wage is increased, as specified. The bill would provide that the new fees are minimum jockey riding fees. The bill would also require, effective January 1, 2008, the minimum amount awarded to a jockey who finishes 2nd or 3rd in a thoroughbred horse race to be increased. The bill would further charge the board, no later than July 1, 2008, with establishing that a jockey who rides a horse finishing in 4th place in a thoroughbred horse race receive a reasonable riding fee, as specified. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Horse Racing,

Notes: Oppose-Unless-Amended letter dated 4/20/07 authored by Drew J. Couto,

President, TOC

AB 688(Portantino) Horse racing. (I-02/21/2007 html pdf)

Introduced: 02/21/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would add provisions to do all of the above, except that those funds directed to the Department of Industrial Relations under current law would be directed to the Gambling Addiction Program Fund, as specified.

Organization: CARF

Subject: Horse Racing,

AB 733(Calderon, Charles) Gambling: exclusion from gambling

establishments. (A-09/06/2007 html pdf)

Introduced: 02/22/2007

Status: 09/07/2007-To inactive file on motion of Senator Calderon.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered		
	Dead/2YR 1st 1st 1st 2nd 2nd 2nd Conf./Conc. Enrolled Vetoed Chaptered Desk Policy Fiscal Floor Desk Policy Fiscal Floor													

Summary: Would require that the above duties relating to persons who are to be excluded or ejected from any gambling establishment be performed by the Department of Justice. The bill would allow the commission to recommend to the department the names of persons it believes should be included on the list of those persons. The bill would make other technical, conforming changes. This bill contains other existing laws.

Organization: CARF Subject: Gambling,

AB 765(Evans) Horse racing. (C-10/15/2007 html pdf)

Introduced: 02/22/2007

Status: 10/13/2007-Chaptered by Secretary of State - Chapter 613, Statutes of

2007.

ı													
							_	_				_	
1	Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would authorize certain fairs or associations, or combined entities, to contribute 1% of the total amount handled daily in conventional and exotic pools for maintenance and improvements at a fair's racetrack inclosure, for those fairs that contribute. The money raised would be deposited into the Inclosure Facilities Improvement Fund, which would be created as a special fund in the State Treasury, and that money would be available upon appropriation by the Legislature in the annual Budget Act. The bill would direct the Secretary of Food and Agriculture to appoint a committee to advise on the administration of the funds raised pursuant to the provisions of the bill, and would require the secretary to report any allocations made pursuant to those provisions of the bill, as specified. This bill contains other related provisions and other existing laws.

Organization: CARF

Position: Support **Subject:** Horse Racing,

Notes: Support letter dated 3/19/07 authored by C. Korby Support letter dated 5/10/07 authored by L. Brown Support letter dated 7/5/07 authored by L. Brown Support letter dated 9/18/07 authored by L. Brown Support letter dated 9-21-07 authored by Christopher Korby

AB 813(Portantino) Advance deposit wagering. (A-07/09/2007 html pdf)

Introduced: 02/22/2007

Status: 07/09/2007-From committee chair, with author's amendments: Amend, and re-refer to committee. Read second time, amended, and re-referred to Com. on G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would extend that authorization indefinitely, and revise and recast provisions relating to advance deposit wagering, including clarifying terms, imposing requirements on advance deposit wagering providers, requiring the consent of a horsemen's organization before conducting advance deposit wagering on races conducted in this state, prescribing a process for hub fee agreements and disputes, and revising how the proceeds from advance deposit wagers are distributed. The bill would make additional conforming changes by deleting alternate provisions of law related thereto. The bill would require existing collective bargaining units to be expanded to include all employees of licensees who accept or process parimutuel wagers or operate, repair, service, or maintain equipment that accepts or processes those wagers. The bill would require a certain percentage of the handle on advance deposit wagers to be used to establish and administer a defined contribution plan for California licensed jockeys, as specified. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Horse Racing,

Notes: OPPOSE UNLESS AMENDED letter dated 7-6-07 authored by TOC,

Drew J. Couto, President

AB 865(Davis) State agencies: live customer service agents. (A-

04/23/2007 <a href="https://ht

Status: 11/29/2007-Calendar on 1/15/2008 in Assembly B. & P.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would name these provisions the "State Agency Live Customer Service Act ." It would require each state agency to answer an incoming call with a live customer service agent or automated telephone answering equipment with an automated prompt that allows a caller to select the option to speak with a live customer service agent , subject to certain exceptions.

Organization: CARF

Subject: State,

AB 994(Parra) Public contracts: preferences: forest products. (A-

06/28/2007 <a href="https://ht

Status: 07/10/2007-In committee: Set, first hearing. Hearing canceled at the

request of author.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
]	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would require any state agency that directly contracts for, or acquires, lumber or other solid wood products, excluding paper and other types of secondary manufactured goods, to give preference, if price, fitness, and quality are equal, to lumber and other solid wood products that are harvested from forests within this state. This bill contains other existing laws.

Organization: CARF **Subject:** Contracting,

AB 1016(Plescia) Racehorses: liens for services. (A-04/23/2007 html pdf)

Introduced: 02/22/2007

Status: 07/11/2007-In committee: Set, first hearing. Failed passage.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would permit a general lien on racehorses in the possession of a breeder, trainer, owner, breeding farm, fair training facility, or racetrack for their compensation in caring for, boarding, feeding, and medical treatment of racehorses. The bill would permit that breeder, trainer, owner, breeding farm, fair training facility, or racetrack, if the obligations of the owner of the racehorse are not satisfied, to sell a racehorse that has a value of \$4,000 or less without obtaining the consent of the owner, court order, or judgment, if the amount of the lien is at least 50% of the value of the racehorse and notice is sent to the owner prior to the sale of the racehorse, as specified. The bill would require that the notice of sale be signed under penalty of perjury. By creating a new crime, the bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Horse Racing,

AB 1131(Jeffries) Joint powers agreements: joint powers agencies: powers. (I-

02/23/2007 <a href="https://ht

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was L.

GOV.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require the agreement for a joint powers agency that is authorized to levy a general or special tax, exercise eminent domain, or make a change to, or enact a regulation restricting land uses to require that at least one member of the joint powers agency directly represent any affected land owner, prior to the levy of any general or special tax, the commencement of eminent domain proceedings, a change to permissible land uses, or enactment of a regulation of land uses and would provide that specified actions taken by a joint powers agency without complying with these provisions is invalid.

Organization: CARF

Subject: MISCELLANEOUS,

AB 1156(Levine) Child support: satellite wagering winnings. (A-

04/10/2007 <u>html</u> <u>pdf</u>)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require a satellite wagering facility, if a wagerer's winnings are subject to federal income tax withholding, to determine if the wagerer is listed in the California Child Support Automation System and, if the wagerer is delinquent in his or her child support obligations, to withhold from the wagerer's winnings the amount of any delinquency. The bill would require the facility to forward the amount withheld to the Department of Child Support Services. This bill contains other existing laws.

Organization: CARF **Subject:** Gambling,

AB 1265(Cook) Tribal gaming: grants: California Department of

Transportation. (A-04/10/2007 html pdf)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would in addition, allow an Indian Gaming Local Community Benefit Committee to select grants to the California Department of Transportation for the purposes authorized by these provisions.

Organization: CARF **Subject:** Tribal Gaming,

AB 1286(Richardson) Horse racing: county fairs. (C-09/10/2007 html pdf)

Introduced: 02/23/2007

Status: 09/10/2007-Chaptered by the Secretary of State, Chapter Number 202,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would authorize the Alameda County Fair to operate 2 additional satellite wagering facilities, with certain approval, as specified. The bill would also authorize the Los Angeles County Fair to conduct satellite wagering at one additional location, under certain conditions. This bill contains other existing laws.

Organization: CARF **Subject:** Horse Racing,

AB 1289(Price) Advance deposit wagering: out-of-state providers. (A-

04/09/2007 <a href="https://ht

Status: 06/14/2007-Referred to Com. on G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would remove from that definition, and from all provisions related to the authorization of advance deposit wagering, the reference to a multijurisdictional wagering hub located outside of the state. This bill contains other related provisions and other existing laws.

Organization: CARF **Subject:** Gambling,

AB 1308(Torrico) Horse racing. (C-10/10/2007 html pdf)

Introduced: 02/23/2007

Status: 10/10/2007-Chaptered by the Secretary of State, Chapter Number 410,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would authorize a thoroughbred association or fair, subject to approval by the board, to deduct from the parimutuel pool for any type of wager, a specified percentage for the meeting of the thoroughbred association or fair that accepts the wager.

Organization: CARF Subject: Horse Racing,

AB 1314(Strickland) Bingo. (A-03/27/2007 html pdf)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would change the definition of bingo to provide that the card may be either paper or electronic. Because this bill would change the definition of a crime, this bill would impose a state-mandated local program. This bill contains other related provisions and other existing laws.

Organization: CARF

Subject: MISCELLANEOUS,

AB 1339(Torrico) Problem and pathological gambling. (V-10/10/2007 html pdf)

Introduced: 02/23/2007

Status: 10/10/2007-Vetoed by Governor

D	ead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would specify the programs to be included in the plan, would require the plan to serve as the state's strategic plan for the prevention, intervention, detection, treatment, and research of problem and pathological gambling behaviors, and would require that the plan be updated periodically, at the discretion of the office. This bill contains other related provisions.

Governor's Message: I am returning Assembly Bill 1339 without my signature. This bill would require the Department of Alcohol and Drug Programs (ADP) to develop a problem gambling prevention program, develop a strategic plan, and establish an advisory group. Though I support efforts to address problem gambling, this legislation is duplicative of work being done by ADP. The Department has already established and implemented a problem gambling prevention program, developed and published a statewide strategic plan, contracted with the National Organization for Research at the University of

Chicago to publish the 2006 Statewide Problem Gambling Prevalence Survey, and established an 18-member Advisory group to assist ADP with problem gambling prevention and treatment strategies. For the reasons stated above, I cannot support AB 1339. Sincerely, Arnold Schwarzenegger

Organization: CARF **Subject:** Gambling,

AB 1345(Plescia) Special Trust Fund for the Economic Stabilization of Horse

Racing. (I-02/23/2007 <u>html</u> <u>pdf</u>)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would create the Special Trust Fund for the Economic Stabilization of Horse Racing, into which a portion of the funds generated from gaming activities authorized pursuant to all new tribal-state compacts that are ratified, or existing compacts that are amended, on or after January 1, 2007, would be deposited. The bill would specify how the moneys in that fund would be disbursed annually. To the extent that the bill would create a fund that would be continuously appropriated, the bill would create an appropriation.

Organization: CARF

Subject: Fund,

AB 1389(Torrico) Tribal gaming: local agencies. (I-02/23/2007 html pdf)

Introduced: 02/23/2007

Status: 12/19/2007-From 2 YEAR: Event schedule for committee in.G.O. on

1/9/2008.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require, instead, that the amount deposited in each eligible county's County Tribal Casino Account be determined based on the number of gaming devices located in that county. This bill contains other related provisions and other existing laws.

Organization: CARF

Subject: Tribal Gaming,

AB 1616(Garrick) Horse racing: prohibited substances: administrative

hearings. (C-10/10/2007 html pdf)

Introduced: 02/23/2007

Status: 10/10/2007-Chaptered by the Secretary of State, Chapter Number 417,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would instead require referral to either a Board of Stewards or hearing officer appointed by the California Horse Racing Board, as specified, at the election of the respondent. This bill contains other related provisions and other existing laws.

Organization: CARF **Subject:** Horse Racing,

AB 1690(Villines) Horse racing: San Mateo County. (A-04/09/2007 html pdf)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would provide that if the horse racing venue in San Mateo County at which thoroughbred race meetings were conducted in 2005 ceases to operate as a venue for thoroughbred race meetings in any subsequent year, the board shall license thoroughbred racing associations in the northern zone so as to minimize or eliminate simultaneous live racing during fair racing meetings in the northern zone conducted in the same calendar period.

Organization: CARF Subject: Horse Racing,

AB 1697 (Richardson) Tribal gaming: revenue sharing. (A-04/10/2007 html pdf)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require that, if there are insufficient funds in the Indian Gaming Special Distribution Fund to fully fund payments to eligible recipient tribes from the Indian Gaming Revenue Sharing Trust Fund in accordance with these provisions, moneys from payments made by tribes to the General Fund pursuant to any tribal-state gaming compact be transferred to the Indian Gaming Revenue Sharing Trust Fund in an amount equal to the deficiency.

Organization: CARF **Subject:** Tribal Gaming,

AB 1736(Committee on Governmental Organization) Horse racing. (C-

10/10/2007 <a href="https://ht

Status: 10/10/2007-Chaptered by the Secretary of State, Chapter Number 444,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would add Travers Stakes to the list of events not included in the limitation on imported races. This bill contains other related provisions and other existing laws.

Organization: CARF **Subject:** Horse Racing,

AB 1737 (Committee on Governmental Organization) Tribal gaming. (I-

03/15/2007 <a href="https://ht

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was

PRINT

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

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

Organization: CARF **Subject:** Tribal Gaming,

AB 1740 (Committee on Governmental Organization) Tribal gaming. (I-

03/15/2007 <a href="https://ht

Status: 06/08/2007-Failed Deadline pursuant to Rule 61(a)(8). Last location was

INACTIVE FILE

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would modify that definition to specify that "eligible recipient Indian tribe" means a federally recognized Indian tribe that operates fewer than 350 gaming devices.

Organization: CARF Subject: Tribal Gaming,

SB 62(Florez) Tribal gaming. (I-01/16/2007 html pdf)

Introduced: 01/16/2007

Status: 05/31/2007-To Com. on G.O.

Dε	ead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would provide that if there are insufficient funds in the Indian Gaming Special Distribution Fund to fully fund payments to eligible recipient tribes from the Indian Gaming Revenue Sharing Trust Fund, money from payments by tribes to the General Fund pursuant to any tribal-state compact shall be transferred to the Indian Gaming Revenue Sharing Trust Fund in an amount equal to the deficiency, in order to supplement the payments to be made from the Indian Gaming Special Distribution Fund to the Indian Gaming Revenue Sharing Trust Fund.

Organization: CARF **Subject:** Tribal Gaming,

SB 106(Wiggins) Tribal gaming: compact ratification. (C-07/10/2007 html pdf)

Introduced: 01/17/2007

Status: 07/10/2007-Chaptered by the Secretary of State, Chapter Number 37,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would ratify the tribal-state gaming compact entered into on August 29, 2006, between the State of California and the Yurok Tribe of the Yurok Reservation. The bill would require that related revenue contributions be deposited into the General Fund and would also specify that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF **Subject:** Tribal Gaming,

SB 125(Harman) Horse racing. (C-07/17/2007 html pdf)

Introduced: 01/23/2007

Status: 07/17/2007-Chaptered by the Secretary of State, Chapter Number 72,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered		
	Dead/2YR 1st 1st 1st 2nd 2nd 2nd Conf./Conc. Enrolled Vetoed Chaptered Desk Policy Fiscal Floor Desk Policy Fiscal Floor													

Summary: Would expand the distribution schedule described above for the additional 5% of the amount wagered on satellite races received to each racing association by deleting the reference to harness racing associations. This bill contains other related provisions and other existing laws.

Organization: CARF

SB 152(Florez) Gambling: local gambling ordinances. (V-10/10/2007 html pdf)

Introduced: 01/29/2007

Status: 10/10/2007-Vetoed by Governor

												_
Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would further permit, without voter approval, a city, county, or city and county to amend an ordinance to increase the number of gambling tables that may be operated in a gambling establishment by a change that results in an

increase not to exceed 45% when compared to the ordinance in effect on July 1, 2007, if the ordinance in effect on July 1, 2007, prohibits more than 12 gambling tables from being operated in a gambling establishment.

Governor's Message: I am returning Senate Bill 152 without my signature. This measure would allow a forty-five percent increase in the number of gaming tables that certain card rooms may operate. As such, this bill creates a significant exemption to the current moratorium on expanding local gaming establishments. As a similar exemption was approved just two years ago, I do not believe it is appropriate to make another exemption at this time. For this reason, I am returning this bill without my signature. Sincerely, Arnold Schwarzenegger

Organization: CARF **Subject:** Ordinances,

SB 157(Wiggins) Alcoholic beverages: winegrower's license. (A-

09/07/2007 <a href="https://ht

Status: 09/07/2007-From committee with author's amendments. Read second

time. Amended. Re-referred to Com. on RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would expand the definition of a nonprofit organization to include specified tax-exempt organizations. This bill contains other related provisions and other existing laws.

Organization: CARF **Subject:** Tribal Gaming,

SB 174(Ducheny) Tribal gaming: compact ratification. (C-07/10/2007 html pdf)

Introduced: 02/05/2007

Status: 07/10/2007-Chaptered by the Secretary of State, Chapter Number 38,

Statutes of 2007

]	Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would ratify an amendment to a tribal-state gaming compact entered into between the State of California and the Morongo Band of Mission Indians, executed on August 29, 2006. The bill would require that related revenue

contributions be deposited into the General Fund and would provide that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF Subject: Tribal Gaming,

SB 175(Ducheny) Tribal gaming: compact ratification. (C-07/10/2007 html pdf)

Introduced: 02/05/2007

Status: 07/10/2007-Chaptered by the Secretary of State, Chapter Number 39,

Statutes of 2007

							1		1	1		
Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
												F
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would ratify an amendment to a tribal-state gaming compact entered into between the State of California and the Sycuan Band of the Kumeyaay Nation, executed on August 30, 2006. The bill would provide that the terms of that amended compact shall apply only to the State of California and the tribe that has signed it, and shall not bind any tribe that is not a signatory to the amended compact. The bill would require that related revenue contributions be deposited into the General Fund, except as specified, and would provide that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF Subject: Tribal Gaming,

SB 249(Negrete McLeod) Horse racing: unauthorized payments. (C-

07/17/2007 <u>html</u> <u>pdf</u>) **Introduced:** 02/14/2007

Status: 07/17/2007-Chaptered by the Secretary of State, Chapter Number 75,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would provide that this prohibition does not apply to any payment by a licensed thoroughbred racing association in connection with funds contributed or authorized by the horsemen's organization responsible for negotiating purse agreements on behalf of the horsemen participating in the

racing meeting, including purse supplements, sponsorship contributions, or promotional funds.

Organization: CARF Subject: Horse Racing,

SB 281(Maldonado) District agricultural associations: goods and property. (C-

10/08/2007 <a href="https://ht

Status: 10/08/2007-Chaptered by the Secretary of State, Chapter Number 346,

Statutes of 2007

							1		1	1		
Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
												F
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require the Department of Food and Agriculture to develop criteria to be used, subject to the approval of the Department of General Services, for the disposal of property by a district agricultural association and the California Exposition and State Fair. This bill contains other related provisions and other existing laws.

Organization: CARF **Subject:** Property,

Notes: Support letter dated 3/13/07

SB 282(Cox) State Fair Leasing Authority. (C-10/05/2007 httml pdf)

Introduced: 02/15/2007

Status: 10/05/2007-Chaptered by the Secretary of State, Chapter Number 293,

Statutes of 2007

ı													
	Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would authorize the formation of a joint powers entity, the State Fair Leasing Authority, to be composed of the Department of Food and Agriculture, the Department of Finance, the Department of General Services, and the California Exposition and State Fair, appointed as specified. The authority would be authorized to enter into leases or other agreements for the use of the State Fair

Race Track or any other property owned or controlled by the California Exposition and State Fair, and to enter into indebtedness, including issuing bonds, in order to carry out its purposes. The bill would require the California Exposition and State Fair, in consultation with the authority, to prepare a master plan approved by the board of directors of the fair for the long-range comprehensive development and improvement of the property of the California Exposition and State Fair.

Organization: CARF

Subject: Fairs,

SB 289(Vincent) Gambling Control Act: licenses. (C-10/05/2007 httml pdf)

Introduced: 02/15/2007

Status: 10/05/2007-Chaptered by the Secretary of State, Chapter Number 294,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
·												1
	Desk	Policy	Fiscai	Floor	Desk	Policy	Fiscai	Floor				

Summary: Would revise that provision by authorizing the commission to deem an applicant or licensee suitable to hold a state gambling license even if the applicant or licensee has a financial interest in another business conducting lawful gambling outside of California that, if conducted within the state, would violate California law, unless the applicant or licensee owns more than a 1% interest in, or has control of, that business. This bill contains other related provisions.

Organization: CARF **Subject:** License/Permits,

SB 317(Denham) Horse racing: official veterinarians. (C-07/17/2007 html pdf)

Introduced: 02/16/2007

Status: 07/17/2007-Chaptered by the Secretary of State, Chapter Number 77,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would require applicants for license as an official veterinarian to pass both a written and oral exam, and would establish qualifications for persons to be admitted to the official veterinarian exam.

Organization: CARF **Subject:** Horse Racing,

SB 379(Denham) Horse racing: out-of-country thoroughbred races. (C-

10/10/2007 <a href="https://ht

Status: 10/10/2007-Chaptered by the Secretary of State, Chapter Number 443,

Statutes of 2007

								1	1	1		
Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor	·			1

Summary: Would add the Dubai Cup to the list of imported races not subject to the limitation of 23 races per day. This bill contains other related provisions and other existing laws.

Organization: CARF
Position: Support
Subject: Horse Racing,

Notes: SUPPORT letter dated 4/2/07 (L. Brown)

Support letter dated 9-14-07 authored by Louie Brown

SB 397(Denham) California Horse Racing Board. (I-02/21/2007 html pdf)

Introduced: 02/21/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would also require the board to adopt dates for horse races.

Organization: CARF Subject: Horse Racing,

SB 398(Denham) State government: Department of General Services. (I-

02/21/2007 httml pdf)

Introduced: 02/21/2007

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was

RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Existing law provide for the Department of General Services in state government with specified powers and duties. This bill would make technical, nonsubstantive changes to this provision.

Organization: CARF Subject: Government,

SB 401(Battin) Tribal gaming: (I-02/21/2007 html pdf)

Introduced: 02/21/2007

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was

RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

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 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 certain purposes, including compensation for regulatory costs incurred by the State Gaming Agency and the Department of Justice in connection with the implementation and administration of tribal-state gaming compacts. This bill would make a technical, nonsubstantive change to these provisions.

Organization: CARF **Subject:** Tribal Gaming,

SB 436(Vincent) Horse racing: harness or quarter horses. (A-

07/09/2007 <a href="https://ht

Status: 07/09/2007-Hearing postponed by committee. (Refers to 7/11/2007

hearing)

Dead/2	YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would revise that provision to instead permit the association to add a race for up to 5 races per night, as specified. The bill would also delete a provision that limits to no more than 2 races, the number of races that may be added to the number allowable on a single night. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Horse Racing,

SB 441(Torlakson) State property: vending machines. (A-05/03/2007 https://doi.org/10.1007/html

Introduced: 02/21/2007

Status: 05/03/2007-From committee with author's amendments. Read second

time. Amended. Re-referred to Com. on G.O.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
Desk Policy Fiscal Floor Desk Policy Fiscal Floor												

Summary: Would require a vendor that operates or maintains a vending machine on designated state property to offer food and beverages in the vending machine that meet accepted nutritional guidelines, as defined, in accordance with certain percentages.

Organization: CARF Subject: Property,

SB 519(Committee on Governmental Organization) Public meetings: special

meetings. (C-07/20/2007 html pdf)

Introduced: 02/22/2007

Status: 07/20/2007-Chaptered by the Secretary of State, Chapter Number 92,

Statutes of 2007

Dood/2VP	1 o t	1 ₀ +	1 ₀ +	1 ₀ +	2nd	2nd	2nd	224	Conf./Conc.	Envolled	Votood	Chantarad
1 '										Elifoned	vetoeu	Chaptered
Desk Policy Fiscal Floor Desk Policy Fiscal Floor												

Summary: Would authorize the calling of a special meeting to provide for an interim executive officer of a state body upon the death, incapacity, or vacancy in the office of the executive officer.

Organization: CARF Subject: Government,

SB 561(Margett) Horse racing: parimutuel wagering: technology. (I-

02/22/2007 <a href="https://ht

Status: 12/19/2007-From 2 YEAR. Event schedule for committee in G.O. on

01/08/08

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would include electronic terminal wagering as an authorized form of

totalizator wagering.

Organization: CARF **Subject:** Horse Racing,

SB 567(Aanestad) State property. (A-07/17/2007 html pdf)

Introduced: 02/22/2007

Status: 09/11/2007-Placed on inactive file on request of Senator Aanestad.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would authorize the director to sell, exchange, or lease for fair market value upon those terms and conditions determined by the director, 6 specified parcels of state property. It would provide that, unless otherwise provided by law, the net proceeds of the conveyance would be paid into the Deficit Recovery Bond Retirement Sinking Fund Subaccount, which is a continuously appropriated subaccount in the Budget Stabilization Account, thereby making an appropriation. The bill would require reimbursement to the Department of General Services for any cost or expense incurred in the disposition of the property from the net proceeds of the disposition.

Organization: CARF **Subject:** Property,

SB 616(Margett) Waste discharge requirements: horse racing facilities. (I-02/22/2007 html.pdf)

Introduced: 02/22/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

E.Q.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would require the state board to prescribe general waste discharge requirements for horse racing facilities. These requirements would apply to the discharge of waste at horse racing facilities that are subject to the NPDES permit program. The state board would be required to prescribe requirements that include specified components, to the extent permitted by federal law.

Organization: CARF Subject: Waste,

SB 730(Florez) Gambling: licenses. (C-10/10/2007 httml pdf)

Introduced: 02/23/2007

Status: 10/10/2007-Chaptered by the Secretary of State, Chapter Number 438,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would delete the requirement that licenses issued to key employees be for specified positions only. The bill would provide that a key employee license shall entitle the holder to work as a key employee in any key employee position at any gambling establishment, provided that the key employee terminates employment with one gambling establishment before commencing work for another. It would require a gambling establishment to notify the commission when the employment of a key employee terminates. The bill would require a licensed key employee to notify the commission when transferring employment from one gambling establishment to another within 10 days after the transfer and to report in writing, under penalty of perjury, the reasons for which the prior employment was terminated. By increasing the circumstances in which the penalty of perjury may apply, the bill would expand an existing crime and would thereby impose a state-mandated local program. The bill would require the commission to adopt, on or before July 1, 2008, a transferable license for key employees. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: License/Permits,

SB 754(Kehoe) State property: leases. (C-10/14/2007 httml pdf)

Introduced: 02/23/2007

Status: 10/14/2007-Chaptered by the Secretary of State, Chapter Number 681,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would also provide that the proceeds from the lease or exchange of that property shall be deposited in the Motor Vehicle Account in the State Transportation Fund and shall be available to the Department of Motor Vehicles, thereby making an appropriation. This bill would also require that a mixed-use facility be located at the current state-owned site unless there are mitigating circumstances requiring relocation. If relocation is necessary, the bill would require that the replacement facility be located within the geographic area that serves the current customer base. This bill would also require the Department of General Services and the Department of Motor Vehicles, jointly, to notify the Joint Legislative Budget Committee prior to entering into any lease that is 30 years or longer and to report the terms and conditions of any lease 45 days prior to entering into that lease. This bill would also require that a lease or exchange of properties be for no less than fair market value and upon terms and conditions that are determined to be in the best interest of the state. This bill would also require reimbursement to the Department of General Services for any cost or expense incurred in the disposition or lease of any parcels.

Organization: CARF Subject: Property,

SB 792(Florez) Horse racing: Vincent-Maddy California Thoroughbred Race

Cup. (A-04/17/2007 httml pdf)

Introduced: 02/23/2007

Status: 05/02/2007-Failed Deadline pursuant to Rule 61(a)(2). Last location was

REV. & TAX

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would establish the Vincent-Maddy California Thoroughbred Race Cup series, which would consist of 4 races per year at specified venues in the state. The bill would divert any state sales and use tax imposed pursuant to existing law on the sale of thoroughbred horses into the Vincent-Maddy California Thoroughbred Race Cup Fund, which the bill would create. Money in the fund would be evenly divided, to be used as supplements to purses in that race series.

Organization: CARF Subject: Horse Racing,

SB 837(Yee) Gambling: local ordinances. (I-02/23/2007 html pdf)

Introduced: 02/23/2007

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was

RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: The Gambling Control Act, which is enforced by the Division of Gambling Control in the Department of Justice, provides for the licensing and regulation of gambling establishments, as defined. Existing law provides that the act shall not prohibit the enactment, amendment, or enforcement of any ordinance by any city, county, or city and county related to licensed gambling establishments that is not inconsistent with the act. This bill would make a technical, nonsubstantive change to this provision. This bill contains other existing laws.

Organization: CARF Subject: Gambling,

SB 863(Yee) Horse racing. (A-07/17/2007 <a href="https://html.google.goo

Introduced: 02/23/2007

Status: 09/11/2007-Placed on inactive file on request of Assembly Member

Levine.

ļ													
	Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would include in that provision helping to ensure a sufficient supply of horses for horse racing in California. This bill contains other related provisions and other existing laws.

Organization: CARF **Subject:** Horse Racing,

SB 873(Florez) Special Trust Fund for the Economic Stabilization of Fairs and

Horse Racing. (A-04/25/2007 html pdf)

Introduced: 02/23/2007

Status: 06/08/2007-Failed Deadline pursuant to Rule 61(a)(8). Last location was

APPR. SUSPENSE FILE

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would create the Special Trust Fund for the Economic Stabilization of F airs and Horse Racing within the Fair and Exposition Fund, into which a portion of the funds generated from gaming activities authorized pursuant to all new tribal-state compacts that are ratified, or existing compacts that are amended, on or after January 1, 2007, would be deposited. The bill would specify how the moneys in that fund would be disbursed annually. To the extent that the bill would create a fund that would be continuously appropriated, the bill would create an appropriation. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Fund,

SB 903(Padilla) Tribal gaming: compact ratification. (C-07/10/2007 html pdf)

Introduced: 02/23/2007

Status: 07/10/2007-Chaptered by the Secretary of State, Chapter Number 40,

Statutes of 2007

D 1/0VD	1 - 1	1-1	1 - 1	1 - 1	2 1	2 1	2 1	2 1	C(/C	E 111	3 7-1 1	C1 1 1
1									Conf./Conc.	Enrollea	vetoea	Cnapterea
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would ratify an amendment to the tribal-state gaming compact entered into between the State of California and the Pechanga Band of Luiseoo Mission Indians, executed on August 28, 2006. The bill would require that related revenue contributions be deposited into the General Fund and would provide

that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF **Subject:** Tribal Gaming,

SB 921(Vincent) Horse racing: equine medication. (C-07/27/2007 html pdf)

Introduced: 02/23/2007

Status: 07/27/2007-Chaptered by the Secretary of State, Chapter Number 155,

Statutes of 2007

ı													
	Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
		Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				_

Summary: Would instead establish a monetary penalty of not more than \$100,000 for a violation of the prohibition on administering unauthorized substances to horses entered in a horse race.

Organization: CARF Subject: License/Permits,

SB 922(Vincent) Gambling: licenses. (I-02/23/2007 html pdf)

Introduced: 02/23/2007

Status: 05/14/2007-Failed Deadline pursuant to Rule 61(a)(3). Last location was

RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: The Gambling Control Act provides for the licensure and regulation of various legalized gambling activities and establishments by the California Gambling Control Commission. Existing law requires that every person who, by statute or regulation, is required to hold a state license obtain the license prior to engaging in the activity or occupying the position with respect to which the license is required, except as specified. This bill would make a technical, nonsubstantive change to these provisions.

Organization: CARF **Subject:** License/Permits,

SB 941(Padilla) Tribal gaming: compact ratification. (C-09/25/2007 html pdf)

Introduced: 02/23/2007

Status: 09/25/2007-Chaptered by the Secretary of State, Chapter Number 226,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				1

Summary: Would ratify an amendment to a tribal-state gaming compact entered into between the State of California and the San Manuel Band of Mission Indians, executed on August 28, 2006. The bill would provide that the terms of that amended compact shall apply only to the State of California and the tribe that has signed it, and shall not bind any tribe that is not a signatory to the amended compact. The bill would require that related revenue contributions be deposited into the General Fund, except as specified, and would provide that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF **Subject:** Tribal Gaming,

SB 957(Torlakson) Tribal gaming: compact ratification. (C-

07/10/2007 <a href="https://ht

Status: 07/10/2007-Chaptered by the Secretary of State, Chapter Number 41,

Statutes of 2007

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would ratify an amendment to a tribal-state gaming compact entered into between the State of California and the Agua Caliente Band of Cahuilla Indians, executed on August 8, 2006. The bill would require that related revenue contributions be deposited into the General Fund and would also specify that, in deference to tribal sovereignty, certain actions may not be deemed projects for purposes of the California Environmental Quality Act.

Organization: CARF **Subject:** Tribal Gaming,

SB 994(Florez) Horse racing. (I-02/23/2007 html pdf)

Introduced: 02/23/2007

Status: 12/19/2007-From 2 YEAR. Event schedule for committee in G.O. on

01/08/08

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would provide that a person licensed to conduct horse races may operate remote location wagering using totalizator or other equipment approved by the board to accept wagers in accordance with rules established by the board. This bill contains other related provisions and other existing laws.

Organization: CARF Subject: Horse Racing,

SB 996(Florez) Tribal gaming: revenue contributions: prepayment. (I-

02/23/2007 <a href="https://ht

Status: 04/23/2007-Set, first hearing. Hearing canceled at the request of author.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered
	Desk	Policy	Fiscal	Floor	Desk	Policy	Fiscal	Floor				

Summary: Would provide that, with respect to any tribal-state gaming compact ratified by the Legislature that requires the signatory tribe to pay an amount to the General Fund based on the operation of gaming devices by the tribe, the tribe may prepay all or any portion of that amount before the amount becomes due. The bill would require that a tribe that prepays an obligation pursuant to these provisions receive a credit in the amount of that prepayment for the following fiscal year, and would allow any amount not used in that fiscal year to be carried over to future fiscal years. This bill contains other related provisions.

Organization: CARF **Subject:** Tribal Gaming,

SR 14(Yee) Relative to the California Horse Racing Board. (I-

03/29/2007 <a href="https://ht

Status: 03/29/2007-Introduced. To Com. on RLS.

Dead/2YR	1st	1st	1st	1st	2nd	2nd	2nd	2nd	Conf./Conc.	Enrolled	Vetoed	Chaptered

Desk Policy Fiscal Floor Desk Policy Fiscal Floor		
Deski olicy i iscali iooi Deski olicy i iscali iooi	1	

Summary:

Organization: CARF **Subject:** Horse Racing,

Notes: OPPOSITION letter dated 4-9-07 authored by Christopher Korby

Total rows: 76

How California's State Budget and Economy Benefit from the New Indian Gaming Agreements

California continues to face chronic budget deficits, and the state struggles to adequately fund our schools, public safety, traffic congestion relief, healthcare and other services. That's why Gov. Schwarzenegger negotiated and bi-partisan members of the legislature recently approved new Indian gaming agreements that will provide our state more than \$9 billion in new revenue over the next two decades — without raising taxes. Under these new agreements, four tribes that have casino facilities on remote reservation lands in Riverside and San Diego counties will pay a much higher percentage of their net gaming revenues to the state, in exchange for being allowed a limited expansion of slot machines on their existing tribal lands.

Agreements give our state hundreds of millions of dollars each year - without raising taxes.

Under the agreements, the Agua Caliente, Morongo, Pechanga and Sycuan tribes will pay much higher percentages of their net gaming revenues (up to 25%) into the state General Fund.

These agreements will provide the state with more than \$200 million the first year (with revenues increasing significantly in future years) and an estimated \$9 billion over the next two decades to help balance the budget and pay for schools, roads and bridges,



public safety and health care – without raising taxes or increasing debt. That will help balance the state budget and provide vitally needed new funding for schools, public safety, roads and bridges, health care, and other programs and services throughout California.

The new agreements will protect and create thousands of California jobs by keeping the tribes' casinos competitive.

The agreements benefit the tribes by allowing them to have additional slot machines at casinos on their existing tribal lands. This will create thousands of new jobs at their gaming facilities. In addition, under the new agreements, the four tribes will share tens of millions of dollars from their revenues with non-gaming tribes.

The new agreements also require the tribes to coordinate with local police and fire agencies, to compensate local governments for any local services that are needed, and to resolve disputes with surrounding communities through binding arbitration.

"These compacts will bring in hundreds of millions of dollars per year to the state in funds for education, health care and public safety."

– Gov. Arnóld Schwarzenegger

The agreements strengthen protections for casino employees and the environment.

The new agreements preserve the right of Indian casino employees to be represented by unions chosen through secret ballots. They also ensure that the tribes will comply with environmental review provisions that mirror the California Environmental Quality Act.

Special interests are bankrolling an effort to repeal these fair agreements.

Predictably, certain special interests don't like the new gaming agreements. The new agreements are opposed by a big Las Vegas casino owner and two wealthy gaming tribes that are allowed to have unlimited slot machines and don't want competition. These special interests are spending millions on a referendum effort to place the four new agreements on the February 2008 ballot and try to convince voters to repeal them. If they get their way, the agreements will be canceled – and our state will lose billions of dollars in vitally needed revenues for public safety and other services.

How you can help...

The Coalition to Protect California's Budget & Economy has been formed to support the new Indian gaming agreements. You can help by joining our coalition. Visit our website at www.YESforCalifornia.com.



Tel 800-827-1267 | www.YESforCalifornia.com

CARF FINANCIAL PLAN FOR HORSE RACING

On September 26, 2007, the CARF Board of Directors adopted the following plan for funding of track safety and maintenance, equipment replacement and capital investment:

Expenditure of existing available funds in FY 2006-2007:

Equipment Replacement Fund	\$ 500,000
Capital Investment (Alameda upgrades and San Mateo SWF)	\$ 300,000
Capital Investment (San Joaquin Design Study)	\$ 25,000
Expenditure of allocated funds in FY 2007-2008:	
Equipment Replacement Fund	\$ 500,000
Track Safety and Maintenance Program	\$ 600,000
Capital Investment (Alameda upgrades and San Mateo satellite)	\$1,000,000
Minimum request for funds in 2008-2009:	
Track Safety and Maintenance	\$ 600,000
Equipment Replacement	\$ 500,000
Capital Investment	\$1,500,000
Total:	\$2,600,000

Bay Meadows is scheduled to race through the first half of 2008 and to remain open for auxiliary stabling through the end of 2008. Thereafter, in 2009 and beyond, it is anticipated that approximately 100 days of racing will shift to Golden Gate Fields and fair race track facilities and that a great majority of these added dates will be run at fair facilities. Significant improvements at selected fair facilities will have to be undertaken immediately in order to meet this need.

CARF has been working on a plan for shifting racing and stabling, currently at Bay Meadows, to publicly owned facilities, i.e., existing fair race tracks, in a way that will best serve the needs of the racing public, fairs and the racing industry in general. In that connection, CARF has agreed to and advocates the following:

1. It is not practical or feasible to attempt to upgrade all fair racing facilities to the same or similar level of quality nor is it practical or feasible to spread all newly available racing

dates among the existing northern California fairs. Racing Fairs are in agreement that they need to cooperate to make the most efficient use of their collective facilities and to share in the risks and rewards of that effort.

- 2. After considering several sites, CARF has determined that the Alameda County Fair at Pleasanton provides the most practical and feasible location to offer as the primary, although not exclusive, recipient of additional race dates made available by the closing of Bay Meadows. In order to do so, there will have to be a synthetic track and other improvements that are estimated to cost between \$15 and \$25 million, at least \$10,000,000 of which will need to be expended before the 2009 racing season.
- 3. CARF has determined that the San Mateo County Fair should begin immediately to provide a satellite wagering facility to replace, to the extent possible, the satellite wagering facility at Bay Meadows. CARF has also determined that future San Mateo County Fair race meet dates should be raced at a fair facility.
- 4. CARF has determined that other Northern California fair live racing facilities, including the facilities at Humboldt, Santa Rosa, Vallejo, Sacramento, Stockton and Fresno, should be upgraded to better meet the needs of racing requirements in the future or in the alternative should be a financial partner in the consolidation of such meets at upgraded fair facilities.
- 5. CARF has determined that where it is practical and feasible to do so, the facilities of the fair satellite network must be improved and that the satellites should work more cooperatively to accomplish facility and programming improvements that benefit the fan and the racing product.

To accomplish the above goals, it will be necessary to expend tens of millions of dollars. It is unlikely that any new private racing facility will be built in Northern California and with the CARF proposal no such private racing facility is necessary. CARF opposes any new private racing facility in Northern California because such development will most likely result in significant pressure to redirect resources and potential revenues away from fair facilities.

CARF recommends that \$1.3 million in funds currently committed to CARF for the 2006-2007 and 2007-2008 fiscal years be directed to the Alameda County Fair and San Mateo County Fair. In addition, beginning in fiscal year 2008-2009, CARF recommends that the Division of Fairs and Expositions provide a minimum of \$2.6 million as specified above. It is anticipated that at least \$1.8 million in capital funds will go to improvements at Alameda and San Mateo. CARF also recommends that F&E loan \$3 million from its existing loan fund to Alameda. To meet the immediate need, CARF is authorized to loan to Alameda and/or San Mateo up to \$1 million from its equipment replacement fund (this loan to be short term so as not to interfere with timely

replacement of any aging equipment). All of this is contingent on Alameda being responsible for coming up with at least \$5 million from other sources outside CARF and F&E and working cooperatively with CARF and the other racing fairs with respect to consolidation of fair meets where practical and feasible and in the best collective interests of all fairs involved in racing in Northern California. With respect to the San Mateo County Fair, such funding is contingent on the San Mateo Fair working cooperatively with CARF and the other racing fairs with respect to consolidation of fair meets where practical and feasible and in the best collective interests of all fairs involved in racing. For the San Mateo County Fair this means specifically agreeing to commit to racing at a fair facility for reasonable compensation commensurate with that available to other racing fairs that choose to race at another fair facility.

In order to be able properly to implement the early phase of the capital improvement plan CARF request that F&E commit to annual funding for a period of at least five years and at a minimum the level of expenditures requested for FY 2008-2009. After five years, it is anticipated that CARF and F&E will reassess the progress made and any adjustments to the development plan deemed necessary. During the course of the first five year phase, CARF expects that F&E will have the right to reject the specific recommendations for expenditures of the capital investment fund if for any reason F&E determines that the expenditures are not meeting the goals established as set forth in this document. Currently, the following projects are anticipated for 2009 and beyond:

- Santa Rosa backstretch and grandstand improvements
- Vallejo backstretch, grandstand and lighting improvements for year round harness racing
- Stockton track surface improvements
- Fresno track surface improvements
- Humboldt backstretch upgrades.

1010 Hurley Way, Suite 300 Sacramento, CA 95825 (916) 263-6000 Fax (916) 263-6042

CALIFORNIA HORSE RACING BOARD



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

> Contact: Mike Marten (714) 820-2748 Cell: (714) 240-1870 Fax (714) 821-6232

CHRB NEWS RELEASE

JANUARY 5, 2008

CHAIRMAN CALLS SPECIAL MEETING CONCERNING SANTA ANITA

SACRAMENTO, CA – The California Horse Racing Board will conduct a special meeting by teleconference Tuesday to consider allowing the Los Angeles Turf Club to move some or all of its racing dates to Hollywood Park if the drainage problem that forced LATC to cancel races at Santa Anita Park on Saturday is not quickly resolved.

Santa Anita replaced its dirt track with the synthetic Cushion Track surface this year, and like the other synthetic tracks at Hollywood Park, Del Mar, and Golden Gate Fields, the Santa Anita engineered surface includes a vertical, piped, underground drainage system. However, problems with the Cushion Track surface at Santa Anita are preventing the drainage system from functioning properly, resulting in unsuitable racing conditions during heavy rains.

"As chairman of the California Horse Racing Board, I am calling this meeting at the request of Santa Anita to amend their license application to permit them to run races in Inglewood if that becomes necessary, which hopefully it won't," said Richard B. Shapiro. "It will be a telephonic meeting, accessible to the public at specific locations.

"If the problem is something that cannot be corrected reasonably quickly, and if it is going to take weeks to get Santa Anita back in shape for racing, then I certainly as one individual commissioner would advocate that we as a Board adopt an emergency measure, so that we would be able to shift racing over to Hollywood Park until the Santa Anita track is once again suitable for racing."

Chairman Shapiro said he has been in contact with executives at Santa Anita and Hollywood Park, and "everyone agrees we need to take whatever action is necessary for the welfare of our industry."

The Board issued a mandate last year requiring all California racetracks offering four weeks or more of continuous thoroughbred racing to install a synthetic surface.

"We issued this mandate after we held a number of study sessions to which we invited everyone in the industry to participate and interview the various vendors interesting in installing their surfaces in California," explained the chairman. "We took this very bold step because we were seeing too many equine injuries, too many equine fatalities, and declining field sizes. After months of deliberation and public comment, the Board adopted the mandate. At the time the mandate was approved, all segments of the industry were unanimously in support of the Board's action.

"I still believe in our decision. These synthetic surfaces, despite their newness and the learning curve to properly maintain them, have contributed to a nearly 50-percent decrease in equine racing fatalities. And I believe we also will see a decrease in fatalities and injuries during training as well. Certainly the data from Del Mar would support that. Additionally, field sizes in both Northern and Southern California have grown since those surfaces were installed, which in turn has stimulated more wagering on California racing. At Santa Anita right now we have a specific problem with one track, which should not be an indictment of synthetic surfaces."

CHRB Vice Chairman John Harris commented, "Let's not view this temporary cancellation of racing at Santa Anita as any sort of indictment of synthetic tracks in general. These tracks are being proven every day to be working and have kept a great many horses sounder than they would be without them. Northern California received far more rain than the south, yet the Tapeta track there is still getting excellent comments from horsemen and fans. Let's all work together to get through the Santa Anita challenges. I am very pleased that Hollywood Park has offered the use of their track if a longer-term fix is needed at Santa Anita. We are fortunate that a good option is available."

The meeting will commence at 11 a.m. on Tuesday, January 8. The meeting and teleconference locations, each of which will be accessible to the public, are as follows: 5000 N. Parkway Calabasas, Suite 210, Calabasas; CHRB Headquarters Conference Room, 1010 Hurley Way, Suite 300, Sacramento; Hollywood Park Turf Club Board Room, 1050 S. Prairie Avenue, Inglewood; Golden Gate Fields Administrative Office Conference Room, 1100 E. Shore Highway, Albany; 220 West 20th Avenue, San Mateo; University of California School of Law, Boalt Hall, Office 431 North, Berkeley; 23300 West Oakland Avenue, Coalinga; and Santa Anita Park Conference Room, 285 W. Huntington Drive, Arcadia.





DEC 2 7 2007

December 21, 2007

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

Dear Chris:

Enclosed you will find a copy of my letter to you and the CARF Finance Committee from October 31st, which summed up our meeting to discuss financial assistance for horse racing for the 2008-2009 fiscal year. I noticed in your recent CARF Board meeting packet that you had \$2.6 million listed for a funding amount while we, in October, had been suggesting \$2.0 million. While we are not opposed to listening to priorities and plans from CARF for specific investments in horse racing related ventures at fairs, this disparity points out the fact that the Division and CARF's Board and Finance Committee need to meet in early 2008 to finalize plans for next year's budget.

In addition, we have "run the numbers" coming from the CHRB and we are behind by over \$1 million in money we have received this year (YTD) versus last year at this time. As you recall, we ended last year with an almost \$3 million shortfall. Please contact Kathy Kolb in our office to set a time and date to meet.

Sincerely,

Michael F. Treacy

Director

MFT/klk

Enclosure

cc: Joe Barkett, CEO, Solano County Fair

Bruce Lim, Assistant Director, Fairs & Expositions Lisa Drury, Asset Manager, Fairs & Expositions





October 31, 2007

Mr. Chris Korby, Executive Director California Authority of Racing Fairs 1776 Tribute Rd., Suite 205 Sacramento, CA 95815

RE: CARF Financial Plan for Horse Racing 2007/08 - 2008/09

Dear Chris:

I would like to thank you and your board members for meeting with me on October 11 to present California Authority of Racing Fairs' (CARF) proposal for the future of the programs it administers with Fair and Exposition Fund resources. The Division of Fairs and Expositions (F&E) is in support of the CARF proposal conceptually and I look forward to working out the details of the multi-year plan with you and your board. The following is a recap of some of the concepts we discussed.

• Project priorities:

F&E's philosophy is to identify the most critical projects that will sustain the fair industry and to fund those projects as the top priority.

• Unexpended past-year funds:

All Fair and Exposition Funds being held in accounts by CARF need to be on the table for consideration; therefore it is important that CARF provide an accurate accounting of any unexpended past year funds.

Equipment Replacement Fund:

CARF will be examining this program with the goal of strategically retooling the program to reflect trends and actuarials and will be preparing a plan and budget.

• Program/Project reporting:

F&E is proposing CARF monthly reporting including project/program budget summary and expenditures. This will help F&E to budget for future program funding and budget augmentations when needed. One element of the reporting/tracking process will be to implement a procedure for F&E activation



Mr. Chris Korby, Executive Director October 31, 2007 Page 2 of 3

approval for project funding for the Capital Investment projects similar to the process in place for California Construction Authority (CCA) administered projects.

The following is a summary of the modifications to the CARF proposal that we discussed:

2006/07 Funding: \$2.1 million

2006/07 Funding: 52.1 million	
Capital Investment: Redirect unexpended funds to Capital Investment:	\$ 300,000
Alameda upgrades and San Mateo SWF Redirect unexpended funds to Capital Investment: San Joaquin design study	\$ 25.000 \$ 325,000
Original Budget: Live Racing Facility Equipment Replacement Fund Track Safety and Maintenance Program Upgrades and Development Parimutual Facility	\$ 675,000 \$ 500,000 \$ 600,000 <u>\$ 325,000</u> \$2,100,000
2007/08 Funding: \$2.0 million* Capital Investment: Alameda upgrades and San Mateo SWF Equipment Replacement Fund Track Safety and Maintenance Program	\$1,000,000 \$ tbd <u>\$ tbd</u> \$2,000,000*

^{*}Please note that the CARF funding proposed in the 07/08 F&E Expenditure Plan is \$2.0 million

2008/09 Funding: \$2.0 million Capital Investment: Alameda upgrades and San Mateo SWF	\$1,000,000**
Equipment Replacement Fund	\$ tbd
Track Safety and Maintenance Program	\$ tbd
Hack Safety and Figure 2	\$2,000,000

** The 08/09 CARF administered Capital Investment program is to be funded from the F&E 08/09 Replenishment Fund. The Replenishment Fund program provides for 0% interest loans with a percentage yearly principal payback over a maximum 10-year term. The fairs' repayment

Mr. Chris Korby, Executive Director October 31, 2007 Page 3 of 3

commitment would begin a year after project completion. Payback will be directed to a separate sinking fund account for pari-mutuel and horse racing projects.

F&E is updating the existing Letters of Understanding with CARF so it is timely to come to consensus on the commitments for the future, new procedures and processes for inclusion in agreements.

Sincerely,

Michael F. Treacy

Director

MFT/klk

cc: Bruce Lim, Assistant Director, Fairs & Expositions Lisa Drury, Asset Manager, Fairs & Expositions Joe Barkett, CEO, Solano County Fair Rick Pickering, CEO, Alameda County Fair Dan Jacobs, CEO, Antelope Valley Fair John Alkire, CEO, Big Fresno Fair