

CALIFORNIA HORSE RACING BOARD
1010 HURLEY WAY, SUITE 300
SACRAMENTO, CA 95825
(916) 263-6000
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STIPULATED SETTLEMENT AGREEMENT IN THE MATTER
OF THE ACCUSATION AGAINST TRAINER DOUGLAS
O'NEILL, LICENSE NUMBER 112723
AND THE CALIFORNIA HORSE RACING BOARD
(CHRB Case No. 10DM041)

In the Matter of the Accusation Against California Horse Racing Board Licensed Trainer Douglas O'Neill, License Number 112723, (hereinafter referred to as the Respondent) and the California Horse Racing Board (hereinafter referred to as the Board), the parties agree to and enter this Stipulated Settlement Agreement pursuant to the following terms:

1. PERIOD OF PROBATION, SUSPENSION OF LICENSE,
PARTIAL STAY OF SUSPENSION:

The California Horse Racing Board Trainer License of Respondent is placed on probation for a period of eighteen (18) months, the Trainer License of Respondent is suspended for a period of one hundred and eighty (180) days, that period of suspension is stayed, and the Trainer License of Respondent is actually suspended for a period of forty (40) days, effective August 19, 2012 through September 27, 2012. The period of probation commences on May 29, 2012 on the following conditions.

a. NO CLASS I, II OR III DRUG VIOLATIONS:

During the period of probation, the Stay Order is conditioned upon Respondent not being found in violation of any Class I, II or III drug regulation or rule in California or equivalent violation in any United States or International Racing Jurisdiction.

b. COOPERATE WITH BOARD REPRESENTATIVES:

Respondent shall fully cooperate with representatives of the Board in its monitoring of Respondent's compliance with the terms of probation. Upon successful completion of the period of probation, the California Horse Racing Board Trainer License of Respondent shall be fully restored.

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2. MEET WITH CALIFORNIA HORSE RACING BOARD EQUINE MEDICAL DIRECTOR AND CURRENT VETERINARIAN:

Respondent shall meet with California Horse Racing Board Equine Medical Director Dr. Rick Arthur and whomever is Respondent's current veterinarian to work out a program to ensure that the horses of Respondent do not, on race day, exceed TCO2 levels of 37.0 millimoles per liter of blood.

3. PAYMENT OF FINE:

Respondent shall pay a fine of fifteen thousand dollars (\$15,000.00) on or before August 1, 2012.

4. CONTACT INFORMATION: Respondent is responsible for keeping the Board informed of Respondent's current residence address and telephone number at all times.

5. VIOLATION OF PROBATION:

If Respondent violates any condition of the probation, the Board after giving the Respondent notice and an opportunity to be heard, may set aside the Stay Order and impose the Order of Suspension.

6. Respondent agrees to dismiss the pending Writ of Mandate action in Los Angeles Superior Court and not pursue any further judicial review of the Board's Decision.

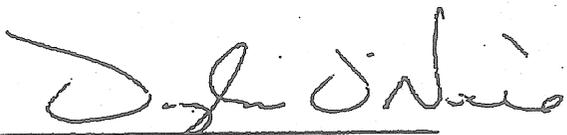
7. Each party bears its own costs and attorney fees incurred in the Matter.

8. The parties enter into this Stipulated Settlement Agreement freely and voluntarily and with the benefit of counsel.

Dated: _____

Dated: 7-10-12

California Horse Racing Board
by and with the authority thereof
Kirk E. Breed, Executive Director



Douglas O'Neill, Respondent

Dated: 7-10-12



David W. Wiechert
Attorney for Respondent

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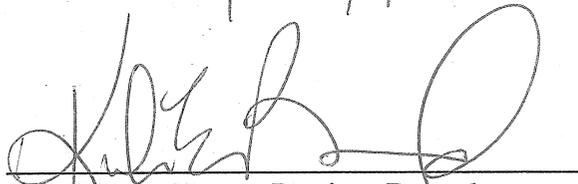
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California Horse Racing Board
by and with the authority thereof
Kirk E. Breed, Executive Director

Dated: _____

Douglas O'Neill, Respondent

Dated: _____

David W. Wiechert
Attorney for Respondent