

CALIFORNIA HORSE RACING BOARD  
1010 HURLEY WAY, SUITE 300  
SACRAMENTO, CA 95825  
(916) 263-6000  
FAX (916) 263-6042



## NOTICE OF MEETING

Notice is hereby given that a meeting of the **California Horse Racing Board** will be held on **Thursday, October 18, 2012**, commencing at **9:30 a.m.**, in the **Baldwin Terrace Room** at the **Santa Anita Park Race Track, 285 West Huntington Drive, Arcadia, California**. The audio portion only of the California Horse Racing Board regular meeting will be available online through a link at the CHRB website ([www.chrb.ca.gov](http://www.chrb.ca.gov)) under "Webcasts."

The agenda for the regular meeting will consist of the following matters:

### Action Items:

1. **Approval of the minutes of September 20, 2012.**
2. **Public Comment:** Communications, reports, requests for future actions of the Board. **Note:** Persons addressing the Board under this item will be restricted to **three (3) minutes** for their presentations.
3. Discussion and action by the Board regarding the **distribution of race day charity proceeds of the Del Mar Thoroughbred Club in the amount of \$149,232 to 16 beneficiaries.**
4. Public hearing and action by the Board regarding the **proposed addition of CHRB Rule 1927.1, Tampering with Smoke Detectors Prohibited**, to include penalties relative to tampering with fire safety equipment i.e. smoke detectors. (Note: This concludes the 45-day public comment period. The Board may adopt the proposal as presented.)
5. Discussion and action by the Board regarding the **proposed amendment to CHRB Rule 1843.2, Classification of Drug Substances**, to update the California Horse Racing Board's Penalty Categories Listing by Classification, to add and/or reclassify specified drug substances.
6. Discussion and action by the Board regarding the **proposed amendment to CHRB Rule 1845, Authorized Bleeder Medication**, to implement the Racing Commissioners International (RCI) recommended model rule recommendations.
7. Discussion and action by the Board regarding the **2013 allocated race dates to Pacific Racing Association at Golden Gate Fields and the Humboldt County Fair at Ferndale and the overlap and host fee revenues associated with these 2013 race meetings.**

8. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Los Angeles Turf Club (T) at Santa Anita Park Race Track**, commencing December 26, 2012 through April 21, 2013, inclusive.
9. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Pacific Racing Association (T) at Golden Gate Fields**, commencing December 26, 2012 through June 18, 2013, inclusive.
10. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of Watch and Wager LLC (H) at Cal Expo**, commencing December 26, 2012 through May 25, 2013, inclusive.
11. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Los Alamitos Quarter Horse Racing Association (Q) at Los Alamitos Race Course**, commencing December 28, 2012 through December 22, 2013, inclusive.
12. Discussion by the Board regarding the **presentation from Betfair U.S., LLC, and its plans for exchange wagering in California.**
13. **Closed Session:** For the purpose of receiving advice from counsel, considering pending litigation, reaching decisions on administrative licensing and disciplinary hearings, and personnel matters, as authorized by section 11126 of the Government Code.
  - A. The Board may convene a Closed Session to confer with and receive advice from its legal counsel regarding the pending litigation described in the attachment to this agenda captioned "Pending Litigation," as authorized by Government Code section 11126(e).
  - B. The Board may convene a Closed Session to confer with and receive advice from its legal counsel regarding the pending administrative licensing or disciplinary matters described in the attachment to this agenda captioned "Pending Administrative Adjudications," as authorized by Government Code section 11126(e).
  - C. The Board may convene a Closed Session for the purposes of considering personnel matters as authorized by Government Code section 11126, (a).

Additional information regarding this meeting may be obtained from the CHRB Administrative Office, 1010 Hurley Way, Suite 300, Sacramento, CA 95825; telephone (916) 263-6000; fax (916) 263-6042. This notice is located on the CHRB website at [www.chrb.ca.gov](http://www.chrb.ca.gov). \*Information for requesting disability related accommodation for persons with a disability who require aid or services in order to participate in this public meeting, should contact Jacqueline Wagner.

**CALIFORNIA HORSE RACING BOARD**

Keith Brackpool, Chairman  
David Israel, Vice Chairman  
Steve Beneto, Member  
Jesse H. Choper, Member  
Bo Derek, Member  
Richard Rosenberg, Member  
Chuck Winner, Member  
Kirk E. Breed, Executive Director  
Jacqueline Wagner, Assistant Executive Director

Date of Notice: October 8, 2012

**CALIFORNIA HORSE RACING BOARD**  
**1010 HURLEY WAY, SUITE 300**  
**SACRAMENTO, CA 95825**  
**(916) 263-6000**  
**FAX (916) 263-6042**



**PENDING LITIGATION**  
**OCTOBER 2012**

**SUPERIOR COURT LITIGATION**

- A. Patrick Gleason vs. Anne Glasscock and the California Horse Racing Board**  
Superior Court of California, County of Sacramento, Case No. 34-2010-00076781
- B. Jeff Mullins vs. CHRB, et al**  
Superior Court of California, County of San Diego, Case No. 37-2010-00092212
- C. San Luis Rey Racing, Inc., vs. CHRB, et al**  
Superior Court of California, County of San Diego, Case No. 37-2011-00096586
- D. Alexander Sywak vs. CHRB**  
Superior Court of California, County of Sacramento, Case No. 34-2011-800001021
- E. Morteza Atashkar vs. CHRB**  
Superior Court of California, County of Sacramento, Case No. 34-2008-00024426

TITLE 4, CALIFORNIA HORSE RACING BOARD

NOTIFICATION OF CONTINUANCE  
OF REGULATORY HEARING  
FOR THE PROPOSED ADDITION OF  
ARTICLE 27. EXCHANGE WAGERING

AND THE FOLLOWING PROPOSED REGULATIONS:

RULE 2086, DEFINITIONS; 2086.1, AUTHORIZATION FOR EXCHANGE WAGERING; 2086.5, APPLICATION FOR LICENSE TO OPERATE EXCHANGE WAGERING; 2086.6, OPERATING PLAN REQUIRED; 2086.7, EXCHANGE WAGERING DATA; 2086.8, MONITORING SYSTEMS AND NOTIFICATION; 2086.9, FINANCIAL AND SECURITY INTEGRITY AUDITS REQUIRED; 2087, SUSPENDING MARKETS; 2087.5, ANTEPOST MARKET; 2087.6, CANCELLATION OF MATCHED WAGERS; 2088, DECLARED ENTRIES; 2088.6, CANCELLATION OF UNMATCHED WAGERS; 2089, ERRORS IN PAYMENTS OF EXCHANGE WAGERS; 2089.5, REQUIREMENTS TO ESTABLISH AN EXCHANGE WAGERING ACCOUNT; 2089.6, DEPOSITS TO AN EXCHANGE WAGERING ACCOUNT; 2090, POSTING CREDITS FOR WINNINGS FROM EXCHANGE WAGERS; 2090.5, DEBITS TO AN EXCHANGE WAGERING ACCOUNT; 2090.6, WITHDRAWALS BY ACCOUNT HOLDER; 2091, CLOSING AN INACTIVE EXCHANGE WAGERING ACCOUNT; 2091.5, SUSPENDING AN EXCHANGE WAGERING ACCOUNT; 2091.6, POWERS OF THE BOARD TO REVIEW AND AUDIT RECORDS; 2092, EXCHANGE WAGERS PLACED AFTER THE START OF A RACE; 2092.5, PROHIBITIONS ON WAGERS TO LAY A HORSE TO LOSE; 2092.6, SUSPENSION OF OCCUPATIONAL LICENSE; AND 2093, CERTAIN PRACTICES RELATED TO EXCHANGE WAGERING.

Pursuant to the requirements of Government Code section 11346.8(b) of the California Code of Regulations, the California Horse Racing Board is providing notice that the proposed adoption of Article 27, Exchange Wagering, which is comprised of the following regulations: 2086, Definitions; 2086.1, Authorization for Exchange Wagering; 2086.5, Application for License to Operate Exchange Wagering; 2086.6, Operating Plan Required; 2086.7, Exchange Wagering Data; 2086.8, Monitoring Systems and Notification; 2086.9, Financial and Security Integrity Audits Required; 2087, Suspending Markets; 2087.5, Antepost Market; 2087.6, Cancellation of Matched Wagers; 2088, Declared Entries; 2088.6, Cancellation of Unmatched Wagers; 2089, Errors in Payments of Exchange Wagers; 2089.5, Requirements to Establish an Exchange Wagering Account; 2089.6, Deposits to an Exchange Wagering Account; 2090, Posting Credits for Winnings from Exchange Wagers; 2090.5, Debits to an Exchange Wagering Account; 2090.6, Withdrawals by Account Holder; 2091, Closing an Inactive Exchange Wagering Account; 2091.5, Suspending an Exchange Wagering Account; 2091.6, Powers of the Board to Review and Audit Records; 2092, Exchange Wagers Placed After the Start Of a Race; 2092.5, Prohibitions on Wagers to Lay a Horse to Lose; 2092.6, Suspension of Occupational License; and 2093, Certain Practices Related to Exchange Wagering, will be the subject of a regulatory hearing on **Thursday, November 15, 2012 at the Hollywood Park Race Track Sunset Room, 1050 South Prairie Avenue, Inglewood, California, at 9:30 a.m.**, or as soon there after as the business before the Board will permit.

The proposal to add Article 27 was originally noticed to the public on May 11, 2012. The proposed addition was heard on Thursday, June 28, 2012 and the hearing was continued to August 23, 2012 at the Del Mar Surfside Race Place, 2260 Jimmy Durante Boulevard, Del Mar, California. The August 23, 2012 hearing was continued to September 20, 2012 at the Sheraton Fairplex Conference Center, 601 West McKinley Avenue, Pomona, California. The September 20, 2012 hearing has been continued to November 15, 2012, at the Hollywood Park Race Track Sunset Room, 1050 South Prairie Avenue, Inglewood, California.

Any interested person who has questions regarding this notice of continuance of regulatory hearing should contact

Harold Coburn, Manager, Policy and Regulations  
California Horse Racing Board  
1010 Hurley Way, Suite 300  
Sacramento, CA 95825

Phone: (916) 263-6397  
E-mail: [HaroldC@chr.ca.gov](mailto:HaroldC@chr.ca.gov)