

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



REGULAR MEETING

of the California Horse Racing Board will be held on, **Wednesday, August 21, 2002**, commencing at **9:30 a.m.**, at the **Del Mar Satellite Wagering Facility, (2nd Floor – Saddle Club) 2260 Jimmy Durante Blvd., Del Mar, California.**

AGENDA

Action Items

1. Approval of the **minutes** of the regular meeting of **June 26, 2002**.
2. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Oak Tree Racing Association (T)** at Santa Anita, commencing October 2 through November 3, 2002, inclusive.
3. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Fresno County Fair (F)** at Fresno, commencing October 2 through October 13, 2002, inclusive.
4. Public hearing on the **adoption by the Board of the proposed regulatory addition of CHRB Rule 1867 - Prohibited Veterinary Practices**, to establish criteria and list those drugs, substances or medication whose use or possession of constitutes a prohibited veterinary practice.
5. Discussion and action by the Board on the **request of the Bay Meadows Foundation to distribute charity racing day proceeds** in the amount of \$105,000 to 44 beneficiaries.
6. Staff report on the following **concluded race meetings**:
 - A. **Churchill Downs California Company** at Hollywood Park from April 24, 2002 through July 21, 2002.
 - B. **Alameda County Fair** at Pleasanton from June 26, 2002 through July 7, 2002.
 - C. **Solano County Fair** at Vallejo from July 10, 2002 through July 21, 2002.
 - D. **Sonoma County Fair** at Santa Rosa from July 24, 2002 through August 5, 2002.
7. Staff update on the **Advance Deposit Wagering handle**.
8. Report on the implementation of **Advance Deposit Wagering**.
 - A. Report by **XpressBet**.
 - B. Report by **TVG**.
 - C. Report by **YouBet**.

Committee Reports

9. Report from the **Race Dates Committee.**

John C. Harris, Committee Chairman
Vice-Chairman Roger H. Licht, Member

Other Business

10. **General Business:** Communications, reports, requests for future action of the Board.
11. **Old Business:** Issues that may be raised for discussion purposes only, which have already been brought before the Board.
12. **Executive 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. Personnel.
 - B. Board may convene an Executive Session to consider any of the attached pending litigation.
 - C. The Board may also convene an Executive Session to consider any of the attached pending administrative licensing and disciplinary hearings.

Additional information regarding this meeting may be obtained from Jacqueline Wagner, at the CHRB Administrative Office, 1010 Hurley Way, Suite 300, Sacramento, CA 95825; telephone (916) 263-6000; fax (916) 263-6042. A copy of this notice can be located on the CHRB website at www.chrb.ca.gov

CALIFORNIA HORSE RACING BOARD

Alan W. Landsburg, Chairman
Roger H. Licht, Vice Chairman
William A. Bianco, Member
Sheryl L. Granzella, Member
John C. Harris, Member
Marie G. Moretti, Member
John C. Sperry, Member
Roy C. Wood, Jr., Executive Director

CALIFORNIA HORSE RACING BOARD

**M e m o r a n d u m**

Date : August 9, 2002

To : **California Horse Racing Board**
Alan W. Landsburg, Chairman
Roger H. Licht, Vice-Chairman
William A. Bianco, Member
Sheryl L. Granzella, Member
John C. Harris, Member
Marie G. Moretti, Member
John C. Sperry, Member

From : Sharyn S. Jolly 
Administrative Hearings Unit

Subject : PROPOSED DECISIONS SCHEDULED FOR ACTION-EXECUTIVE SESSION

The following Proposed Decisions and Administrative Proceedings may be reviewed for action:

COLLINS, Valentina
SAC 02-070
Applicant

Fitness for licensure.

WALKER, Van Dee
SAC 02-071
Applicant

Fitness for licensure.

SALAZAR, Concepcion
SAC 02-015
Appellant

Appeal from Decision of the Stewards,
Los Alamitos Quarter Horse Racing
Assn., dated March 10, 2002.

BURNETT-NUTTER, Laurie
SAC 01-052
Appellant

Appeal from Board of Stewards Rulings
#167 and #168, Los Alamitos Quarter
Horse Assn., dated September 28, 2001.

TOHILL, Kenneth
SAC 02-017
Appellant

Appeal from Board of Stewards Ruling
94, Pacific Racing Assn., dated March
16, 2002.

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PENDING LITIGATION
AUGUST 2002

<u>CASE</u>	<u>CASE NUMBER</u>
DAVIES, A. v. California Horse Racing Board	Contra Costa County Superior Court No. C 98-01694
STOKES, LANCE W. v. California Horse Racing Board	Los Angeles County Superior Court No. BS 064741
MARTIN, JOHN v. California Horse Racing Board	Sacramento County Superior Court No. 98 SC00952
PLANO, RICHARD v. California Horse Racing Board	Sacramento County Superior Court No. 98 CS00909
SIEDELMAN, GARY v. California Horse Racing Board	Sacramento County Superior Court No. AS 03388
BAFFERT, BOB v. California Horse Racing Board	U.S. District Court, Central District of California Case No. 01-07363 DT
DELONG, GREGORY KENNETH v. California Horse Racing Board	Los Angeles County Superior Court No. BS 076967

PROCEEDINGS of the Regular Meeting of the **California Horse Racing Board** held at the **Crowne Plaza-LAX**, 5985 West Century Boulevard, Los Angeles, California, on **June 26, 2002**.

Present: Alan W. Landsburg, Chairman
 Roger H. Licht, Vice-Chairman
 Sheryl L. Granzella, Member
 John C. Harris, Member
 Marie G. Moretti, Member
 John C. Sperry, Member
 Roy C. Wood, Jr., Executive Director
 Tom Blake, Deputy Attorney General

DISCUSSION AND ACTION BY THE BOARD ON THE REQUEST TO CHANGE THE SITE FOR THE ALLOCATED RACE DATES FOR THE LOS ANGELES COUNTRY FAIR (LACF) FROM LACF'S FAIRPLEX PARK TO THE SANTA ANITA RACE TRACK.

Chairman Landsburg said the Board had received legal opinions that raised matters of significance regarding both sides of the issue. He stated the arguments were part of the record and the Board did not need a review of each point. In addition, petitions from interested parties on both sides of the argument had been received, as well as electronic mail and letters. The text of the arguments presented at the June 6, 2002, Regular Board Meeting was also part of the record. Chairman Landsburg said the goal of the meeting was for the Board to hear all points of view, and provide an opportunity for Commissioners to have their questions answered. Unless the Board requested clarification, testimony from the previous meeting did not need to be revisited. Chairman Landsburg asked Deputy Attorney General Tom Blake to outline the Board's legal obligation regarding the issue. Mr. Blake said the Board's duty was to vote on the application for license to conduct a horse racing meeting when that application was presented before the Board. The association had not presented an application, so the Board was free to take testimony and formulate its opinions, but it was not

required to vote on a motion. Chairman Landsburg said one of the questions previously raised was whether Los Angeles Turf Club (LATC), by virtue of its lease agreement with Los Angeles County Fair (LACF), would have a financial interest in LACF. Bob Forgnone of LACF said the Board had copies of the lease agreement. He stated the lease agreement did not, in his judgement, give either association financial interest in any race meeting run by the other. Instead, it established the formula to determine the rental payment to LATC for its actions under the terms of the agreement. Mr. Forgnone said the lease agreement was written in a manner that would be simple to administer and would rely on numbers that could be audited by the Board and subject to no legitimate debate. Within the lease agreement, the rental portion would be calculated and paid to LATC for providing a racetrack, some of the support for the racetrack and for areas at the track where LACF could conduct fair activities. Vice-Chairman Licht asked Deputy Attorney General Blake if the confidentiality provisions of the lease agreement applied to the Board. Mr. Blake said when the lease agreement was submitted to the Board it became a public record and would be subject to the Public Records Act. Vice-Chairman Licht asked if there were any additional agreements between the parties not contained in the lease agreement. Mr. Forgnone said the agreement was composed of three documents: the lease agreement; a memorandum of lease; and a non-disturbance agreement to ensure a successor lessor if LATC ceased to be lessee of the Santa Anita company. Vice-Chairman Licht asked if all the financial information was contained within the document. Mr. Forgnone said the Board had seen what there was. Vice-Chairman Licht asked what would be the difference between LATC participating in Oak Tree Racing Association's (OTRA) gross commissions, and LATC having a financial interest in the LACF meeting. Sherwood Chillingworth of OTRA said his organization's lease with LATC had an

expense reimbursement provision that depended on the handle as well as a “sweep” provision that affected part of the net profits. He stated LATC participated in OTRA’s revenues but also shared OTRA’s risk. He commented it was not a gross lease. Chairman Landsburg stated so far the answer to his question regarding whether there was a commingling of financial interests in the LACF/LATC lease agreement was “no.” He said the issue could be put over to a later time in an effort to find out the true answer depending on the actions of other persons. Chairman Landsburg said another issue having to do with the proposed lease agreement before the Board was the distance between the Fairplex and Santa Anita facilities. Craig Fravel of Del Mar said he sampled several sources, including Santa Anita’s web site, and found Fairplex was between 18.7 and 19.98 miles from Santa Anita. Jack Liebau of LATC stated if the Board were to approve the request before it, the opponents were arguing the satellite facility at LACF would have to cease operation. He stated it was difficult for him to believe anyone in the industry would argue that a satellite facility of LACF’s magnitude should be shut down. Mr. Chillingworth said one of the original arguments was the distance between the facilities was more than 20 miles. Since it had been determined the distance was less than 20 miles, the argument had become the satellite facility was needed. Chairman Landsburg stated the issue was important to the Board’s decision. How important was the satellite facility, and was it a basis for denying LACF’s request for change of venue. Richard Crane, representing Hollywood Park, said the position of his client was that the law stated the distance between the facilities must be 20 miles. If the distance was less than required by law, the question was settled. Vice-Chairman Licht asked if an explanation of pending legislation regarding Vallejo and satellite facilities could be provided. Chris Korby of the California Authority of Racing Fairs (CARF) said he believed the legislation would assure that a fair conducting its live racing

at a location other than its grounds could operate a satellite wagering facility. Mr. Forgnone said there was no question that "as the crow flies" the location of LACF's satellite facility to Santa Anita's satellite facility was less than 20 miles. He stated the real issue was the meaning of the statute. Mr. Forgnone briefly discussed the history of the law regarding satellite wagering facilities. He concluded by stating the purpose of the statute was to protect existing satellite wagering facilities from the incursion of new facilities within a 20-mile perimeter. The distance between the facilities in question did not matter because the statute was not intend to do away with those that existed when it was written. Vice-Chairman Licht said he did not believe there was one racetrack in California that would like to see LACF's satellite facility closed if the Board were to grant the change in venue. He stated the opponents of the move were trying to use the issue to intimidate LACF. Mr. Fravel said the Board was obligated to determine what was in the best interest of racing. He stated the issue of whether LACF could continue to legally operate a satellite wagering facility was a fundamental part of the decision. Mr. Fravel said he thought if the change in venue was granted, it would be detrimental to insist the satellite wagering facility be closed, but the industry had an interest in the law being followed. Chairman Landsburg said the law had to be followed as it permitted the Board to operate. He stated he was not sure the question regarding the distance between the satellite wagering facilities had been answered. There was more to be determined, as the issue of the number of racing dates in the central zone, which also had a mileage contingent, had to be addressed. Chairman Landsburg said another issue to be considered was whether a change in venue would mean LACF was racing at Santa Anita, or at a fair. Mr. Liebau stated he believed the Board should take administrative notice of prior interpretations of its predecessors. The San Mateo County Fair (SMCF) raced at Bay Meadows and was counted as a fair. In the

Southern zone the Orange County Fair ran at Los Alamitos and was considered a fair. Mr. Liebau said he recalled there was once a San Diego County Fair that ran at Del Mar racetrack. Past interpretations were that when a fair ran at a racing association it was never assumed the running of the association's dates impinged the number of days the fair could run. Mr. Chillingworth said he believed the law specifically allowed SMCF to run at Bay Meadows. He stated if there was a statutory exception for SMCF, it would seem the opposite would apply; unless there was an exception, LACF could not run at LATC. Mr. Forgnone said Mr. Chillingworth was wrong regarding a specific exemption for SMCF in the law. He stated the law used the term "at the fairs" which had historically been interpreted by the Board to mean "by fairs." The Board's interpretation allowed SMCF to run at Bay Meadows without reducing the association's dates, and allowed the Orange County Fair to run at Los Alamitos. Mr. Forgnone said it would be injudicious for the Board to change its interpretation of the law when it considered LACF's request for a change in venue. Chairman Landsburg commented he had heard a lot of discussion regarding the law, but not one compelling reason to grant the change in venue. He said the goal of the Board was to determine why such a move would be in the best interest of racing. If the industry continued its piecemeal arguments he did not think the question would be answered. Ron Liccardo of the Pari-mutuel Employees Guild (Guild) said his organization was neutral regarding the change in venue. However, if it resulted in closure of LACF's satellite wagering facility, the Guild reserved its right to change its opinion. Richard Baltazar, a trainer, spoke in opposition to the request for a change in venue of LACF. Richard Silverstein, a jockey agent, spoke in opposition to the request for a change in venue of LACF. Cesar Dominguez, a trainer spoke in opposition to the request for a change in venue of LACF. Ed Halpern of California Thoroughbred Trainers (CTT) said the

issues discussed before the Board were all important, however, he was sure they would at some point be determined in a court of law. He stated he would like the Board to consider the broad implications of any action it took. In making a decision the Board should also consider the precedent it might set for movement of race meets, or what could be considered the sale of race dates. Mr. Halpern said there were many things to be considered, including the possible loss of Fairplex as a training facility, the effect a change in venue would have on the influx or exodus of trainers and horses, and the introduction of new fans to racing. He stated if the location of the meeting was not considered in awarding race dates the entire equation would change. Vice-Chairman Licht asked if the CTT's board had taken a formal position on the issue. Mr. Halpern said the position of the CTT board was that LATC should run at Fairplex and the issue of a change in venue should be discussed when there was time to examine all the implications of such a move. Chairman Landsburg asked if CTT members had been polled. Mr. Halpern said CTT members had been polled and the results were three to one in favor of leaving the meeting at Fairplex. Commissioner Moretti asked what was Mr. Halpern's definition of the "proper time" to discuss the issue. Mr. Halpern said the issue should be considered when race dates were assigned. Commissioner Moretti asked Mr. Henwood to comment on Mr. Halpern's concerns regarding a potential loss of Fairplex as a training facility. Jim Henwood of LACF said the LACF race meeting was predicated on its ability to have a unique training environment. He stated LACF provided opportunities for trainers who otherwise would not have an opportunity to generate an income. Mr. Henwood stated the reason there was currently no training at LACF was that industry support had been cut in half. He said Fairplex needed training, and without it he was concerned with the facility's ability to continue in the future. Fairplex needed its trainers back, the composition of its training

restored, and it needed industry support. Mr. Halpern said the lack of training at Fairplex was not in LACF's best interest. The fewer ties LACF had with racing, the more likely the facility would be used for other purposes. Commissioner Moretti asked Mr. Henwood to explain why there was no training at Fairplex. Mr. Henwood said training at Fairplex had been an issue within the industry for a while. He stated funding for training at Fairplex ran approximately 3 million dollars a year and was provided by Southern California Off Track Wagering, Incorporated (SCOTWINC). In the current year, SCOTWINC funding was cut in half to provide additional support for San Luis Rey Downs. Don Johnson of Thoroughbred Owners of California (TOC) said SCOTWINC did cut funding to Fairplex by half. He stated the training was not entirely eliminated and the trainers decided the best way to handle the situation. However, he stated he had not appeared to talk about the funding for training at Fairplex. Chairman Landsburg said he agreed with Mr. Johnson, and asked if he was speaking for TOC. Mr. Johnson said he was representing TOC's position. He stated TOC believed in the LACF meeting, but it also believed there might be a better use for the 17 days allocated to the fair. The dates could be reallocated among other major racing meets in Southern California. Chairman Landsburg asked if owners would be better off running at Santa Anita or at LACF? Mr. Johnson said he thought many owners believed it was in their best interest to run at major racetracks. Chairman Landsburg said the issue before the Board was not the reallocation of dates; rather, it was where the dates would be run. Melvin Stute, a trainer, spoke in opposition to a change in venue for LACF. He stated he believed the quality of races run at Fairplex would not do justice to Santa Anita. In addition, Mr. Stute stated the move would hurt persons who depended on the fair for their survival. Elio Amato of the Fairplex Owners and Trainers Association said it was his understanding that Mr. Henwood had made a

deal to buy out the Barretts partner. If the LACF venue were moved, there would be no other contractual agreements to keep the track open. Mr. Amato said he had spoken to the mayor of Pomona who informed him the city had turned down permits for other structures at Fairplex. He stated he believed Fairplex had a chief executive officer who was not interested in horse racing, and who would have cart blanche once the meeting was moved. Mr. Amato added that labor would be affected if the meeting was moved and Barretts was sold. Mr. Henwood said it was LACF's intent, predicated on industry support, to continue to utilize the Fairplex facilities for training and the auctioning of horses on a year-round basis. If the Board decided not to approve the change in venue, the race meeting would also be run at the facilities. Chairman Landsburg asked if Mr. Henwood's commitment was limited to the current year, or beyond. Mr. Henwood said the commitment was long term, but to be a training facility Fairplex needed industry support. Barbara Dutton, a horse owner; Eric Weissman, a horse racing fan; Warren Stute, a trainer; Jack Van Berg, a trainer; Robert Beam, an owner, breeder and trainer; and Clifford Cyrus, and owner, breeder and trainer, spoke against a change in venue for LACF. Christopher Nash, a trainer, spoke against a change in venue for LACF. He stated horses were creatures of habit. Many were trained at farms. Mr. Nash said Pomona offered such horses the time to improve for their owners, which running at larger tracks – such as Santa Anita – would not allow. Anthony Scott, a horse owner, said he owned horses because of his experiences with fairs. He said he did not understand why LACF was proposing to move. Mr. Scott said racing needed new fans, and the fairs were where they could be found. If the venue was moved young people would not drive to Santa Anita just to watch racing. Chris Korby said the CARF board of directors voted on the issue and decided not to take a position. He stated, however, he hoped the discussion regarding a change in venue for LACF had

helped sharpen the focus on the deep connection between horse racing and fairs. Horse racing generated license fees that provided critical support for over 80 fairs in California, and CARF appreciated the Board's review of the important connection between horse racing and fairs. Bob Lewis, a horse owner, spoke in favor of a change in venue for LACF. Mr. Lewis said he respected the tradition of running a meeting at Fairplex, but he felt the industry needed to move forward. A change in venue would be advantageous as the purse structure and growth in handle at Santa Anita would outstretch Fairplex. Mr. Lewis stated he could remember when one could hardly move on the tarmac in front of the grandstand at Fairplex, but those days were gone, and Fairplex had suffered from reduced attendance. Mr. Lewis said he would not suggest a change in venue was the solution to the problem of attendance at Fairplex, but something had to be done. Mr. Lewis commented the industry needed to be innovative and accept change as it was taking place whether the industry acknowledged it or not. Ward Flemming, a horse racing fan, spoke against a change in venue for LACF. Ms. Dutton said she too could remember when Santa Anita had 72,000 fans on opening day. Ms. Dutton said moving Fairplex would damage horse racing because new owners did not come from simulcasting. New owners were created at live meetings. Ms. Dutton stated horse racing needed to keep live racing venues open. Mr. Amato said a reason to keep LACF at Fairplex was the cost of trainers at Pomona vs. the cost of trainers at Santa Anita. When potential owners learned a horse could cost up to a hundred dollars a day to keep, they would shy away from the sport. Training at Fairplex offered a lower-cost way for potential owners to enter the sport. Mr. Amato said there were many capable trainers at Fairplex who were available at a lower cost, and if they were marketed to the public a little more aggressively, the industry might find Fairplex was a diamond in the rough. Mace Siegal of TOC stated his organization

was in favor of moving LACF dates from Fairplex, but was not in favor of moving them to Santa Anita. He stated TOC was in favor of allocating the dates to where they would do the most good for the industry. Mr. Siegal said he thought moving the dates to Del Mar a week before the opening of its meeting would be ideal. Rather than make a decision regarding the dates the industry should explore all opportunities and create a plan. Vice-Chairman Licht asked if TOC was not in favor of granting the request before the Board. Mr. Siegal said TOC was in favor of moving the dates, but not to Santa Anita. He stated TOC believed the idea needed more study. Mr. Henwood said Mr. Siegal's comments and the underlying current regarding reallocating LACF's race dates was exactly why the request for a change in venue was made. He stated the threat of losing its dates if it did not act had been hanging over LACF for many years. Mr. Henwood said he understood TOC's position, but LACF was not interested in dividing up its race dates. LACF was interested in finding a place it could run its meeting in a manner that would be supported by the industry and where it would not feel vulnerable. Chairman Landsburg said the Board had heard many opinions regarding a change in venue for LACF. He stated the small owners and trainers were looking for venues where they could improve racing in California. Chairman Landsburg said the Board could make one of several decisions – including denial or approval of the request, or simply a consensus of the seated Board members without approval or denial. He stated it was his preference that a consensus of the Board be taken regarding what it would like the license application to reflect. Commissioner Harris said he thought the issue needed closure – unless there were other issues the Board was unaware of. He stated he believed the next Regular Board meeting was six weeks away and it could present a problem for those involved to have to wait. Vice-Chairman Licht said he would like to have the Board be polled on the move, but reserve the right to

change its decision when LACF's license application was formally presented. Chairman Landsburg said the Board did not have a formal application from LACF, so in fairness to all parties he would take a poll of the Commissioners to determine their feelings regarding LACF's request. Commissioner Moretti said she had been listening to all the arguments presented to the Board. She stated she agreed with Mr. Lewis that the industry needed to innovate. Commissioner Moretti said LACF was trying to reinvent itself, yet its request was not supported by the industry in general. LACF had been criticized in many ways over the years due to its facility, yet the facility was the very reason many horsemen were stating they wished to keep the meeting at Fairplex. Commissioner Moretti said she was encouraged to hear that Fairs and Expositions wished to work with racing fairs to improve their position as she believed what Fairplex was experiencing would be the lot of other fairs in the next few years. She commented she had never received so many comments regarding an issue since she had been a member of the Board, but if she were to vote she would reject the move of LACF to Santa Anita without prejudice for future discussion. Vice-Chairman Licht said he too had listened to the arguments presented before the Board, and had spoken privately with various members of the industry and the public. He stated he did not believe the industry had presented any arguments regarding what was best for the industry. The industry had talked about what was in the interest of their particular institution. Vice-Chairman Licht said nothing was more evident of the industry's approach to the subject than the conversation regarding the Fairplex simulcast facility. If what was in the best interest of racing was the subject, not one person would suggest the facility be closed. Vice-Chairman Licht said he was not in favor of granting LACF's request for 2002, but would seriously consider it in the future with more evidence of what was in the best interest of the industry. Chairman Landsburg said with the

number of crises facing the industry, it seemed to him the industry could not keep doing its business in the same way and survive. He stated he had not heard one reason a change in venue would degrade racing, yet he had heard why it would improve racing on a national level. Chairman Landsburg said he would be inclined to approve a change in venue for LACF for a one-year trial period. Commissioner Granzella said she agreed with Chairman Landsburg. She said she applauded LACF for attempting to get the industry to try something new. While she admired tradition, Commissioner Granzella stated she believed the industry should adopt new ideas and she would grant a one-year trial to LACF. Commissioner Harris said he thought the race meeting at Fairplex would serve racing better if it stayed where it was. He stated LACF provided diversity, vitality and variety in racing and did more to create new fans. Commissioner Harris said he agreed that the industry needed to constantly reinvent itself, but he did not think moving LACF racing to Santa Anita for 17 days would accomplish that goal. He stated he would be against granting LACF's request for a change in venue. Commissioner Sperry said he had listened to testimony with an ear to learning where those speaking were coming from and how they thought they represented the industry. He stated he still did not understand how moving LACF's meeting to a larger racetrack would involve more people in horse racing. Commissioner Sperry said he believed attracting more people to the track would increase the handle. He stated he did not have an answer to the question of how to attract more racing fans, but he did not believe it would be in the best interest of horse racing to grant LACF's request for a change in venue. Chairman Landsburg said he believed the industry had a sense of the Board's consensus regarding a change in venue for LACF. He stated each Commissioner reserved the right to change their position given a formal license application from LACF. Commissioner Sperry said Commissioner Moretti had indicated she

would not be present at the July 25, 2002 Regular Board meeting. He said he believed a vote should be taken to decide the issue. Commissioner Sperry motioned to deny the request by LACF to move its race meeting to Santa Anita Park Race Track. Commissioner Harris seconded the motion, which was carried with Commissioners Harris, Licht, Moretti and Sperry voting "yes," Chairman Landsburg voting "no" and Commissioner Granzella abstaining.

MEETING ADJOURNED AT 12:46 P.M.

STAFF ANALYSIS
August 21, 2002

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE OAK TREE RACING ASSOCIATION AT SANTA ANITA FROM OCTOBER 2, 2002 THROUGH NOVEMBER 3, 2002.

Oak Tree Racing Association filed its application for license to conduct a thoroughbred horse racing meeting at Santa Anita:

- October 2 through November 3, 2002, or 26 days, 6 days less than 2001. The association proposes to race 223 races, or 8.6 per day.
 - They meet the 10% requirement of stakes purses paid for Cal-bred stakes races.

October - 2002						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		1	2	3	4	5
6	7	8	9	10	11	12
13	14 H	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

November - 2002						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
					1	2
3	4	5	6	7	8	9
10	11 H	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28 H	29	30

- Racing 5 days per week, Wednesday through Sunday, with 8 races weekdays, 9 opening day, weekends and Monday, October 14.
 - Request option to program 10 races on opening day, weekends and October 14.
 - Racing Monday, October 14, which makes 6 days the week of October 14-20.
- First post 1:00 p.m. weekdays and 12:30 p.m. weekends and holidays.
 - 12:30 p.m. Monday, October 14, Columbus Day.
 - 9:30 a.m. Saturday, October 26, Breeders' Cup Day.
 - 12:00 noon Saturday, November 2, California Cup Day.
- Specific changes from the 2001 license application:
 - General parking increased from \$3 to \$4 and preferred parking from \$5 to \$6.
- Request Dianne Piper be appointed horse identifier pursuant to CHRB Rule 1525.
- Track safety requirements have been fulfilled.
- Wagering program will use CHRB rules.
 - Early wagering 8:30 a.m. to 10:00 a.m. each day except California Cup Day, Saturday, November 2.

- Simulcasting conducted with other out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.

Specific information **still needed** to complete this application includes:

1. Horsemen's agreement.
2. Fire clearance.

RECOMMENDATION:

Staff recommends the Board approve the application conditioned upon receiving the additional information necessary to conduct the racing meeting.

Application is hereby made to the California Horse Racing Board (CHRB) for a license to conduct a horseracing meeting in accordance with the California Business and Professions (B&P) Code, Chapter 4, Division 8, Horse Racing Law, and the California Code of Regulations, Title 4, Division 4, CHRB Rules and Regulations.

1. APPLICANT ASSOCIATION

A. Name, mailing address, telephone and fax numbers of association:

*Oak Tree Racing Association
Santa Anita Park
285 W. Huntington Drive
Arcadia, CA 91007*

*Telephone: 626/574-6345 or 574-7223
Fax Phone: 626/447-2940*

B. Breed of horse: TB QH H

C. Racetrack name: *Santa Anita Park*

D. Attach a certified check payable to the Treasurer of the State of California in the amount of \$10,000 as deposit for license fees pursuant to B&P Code Section 19490.

NOTICE TO APPLICANT Application must be filed not later than 90 days before the scheduled start date for the proposed meeting pursuant to CHRB Rule 1433.

2. DATES OF MEETING

A. Inclusive dates for the entire meeting: *October 2, 2002 through November 3, 2002*

B. Actual dates racing will be held: *October 2, 3, 4, 5, 6, 9, 10, 11, 12, 13, 14, 16, 17, 18, 19, 20, 23, 24, 25, 26, 27, 30, 31, November 1, 2, 3, 2002*

C. Total number of days or nights of racing: *26 Days*

D. Days or nights of the week races will be held:

Wed - Sun Tues - Sat Other (specify) *Monday, October 14, 2002*

E. Number of days or nights of racing per week: *5 Days*
Exception: 6 Days Monday, October 14 thru Sunday, October 20, 2002

CHRB CERTIFICATION	
Application received: <i>7/5/02 mg</i>	Hearing date: <i>8/21/02</i>
Deposit received: <i>\$10,000</i>	Approved date:
Reviewed: <i>PN</i>	License number:

3. RACING PROGRAM

A. Total number of races: *Estimate 223**

B. Number of races for each day or night:

**Eight races on weekdays.*

**Nine races Opening Day, Weekends, and Monday, October 14, with the (Option to program ten races on such days.)*

C. Total number of stakes races: *28 (Including California Cup Day)*

D. Attach a listing of all stakes races and indicate the date to be run and the added money or guaranteed purse for each. Note the races that are designated for California-bred horses.

Proposed 2002 Stakes Schedule Attached

E. Will provisions be made for owners and trainers to use their own registered colors?

Yes

No

If no, what racing colors are to be used:

F. List all post times for the daily racing program:

	<u>Weekdays</u>	<u>Weekends & Holidays</u>
Race 1	1:00 p.m.	12:30 p.m.
Race 2	1:30 p.m.	1:00 p.m.
Race 3	2:00 p.m.	1:30 p.m.
Race 4	2:30 p.m.	2:00 p.m.
Race 5	3:00 p.m.	2:30 p.m.
Race 6	3:30 p.m.	3:00 p.m.
Race 7	4:00 p.m.	3:30 p.m.
Race 8	4:30 p.m.	4:00 p.m.
Race 9	5:00 p.m. <i>(When applicable)</i>	4:30 p.m.
Race 10	5:30 p.m. <i>(When applicable)</i>	5:00 p.m. <i>(When applicable)</i>

Exceptions:

<i>Columbus Day, Monday, October 14</i>	<i>12:30 PM</i>
<i>Breeders' Cup Day, Saturday, October 26, 2002</i>	<i>9:30 AM</i>
<i>California Cup Day, Saturday, November 2, 2002</i>	<i>12:00 Noon</i>

NOTICE TO APPLICANT EVERY licensee conducting a horse racing meeting shall each racing day provide for the running of at least one race limited to California-bred horses, to be known as the "California-bred race" pursuant to CHRB Rule 1813. For thoroughbred and quarter horse meetings, the total amount distributed for California-bred stakes races from the purse account, including overnight stakes, shall not be less than 10% of the total amount distributed for all stakes races pursuant to B&P Code Section 19568(b).

OAK TREE 2002 STAKE SCHEDULE

RACE DATE	RACE	PURSE	AGE	DISTANCE	CLOSES	2002 COSTS
Wed, Oct 2	¹ LADY'S SECRET BREEDERS' CUP HANDICAP (G II)	\$200,000+*	F/M, 3 & UP	1 1/16 M	Fri, Sep 6	\$150,000
Thu, Oct 3	COVER GAL STAKES	\$75,000+	F, 2 YO (CA)	7 F	Thur, Sep 26	
Fri, Oct 4	CAVONNIER STAKES	\$75,000+	2 YO (CA)	7 F	Thur, Sep 26	
Sat, Oct 5	NORFOLK STAKES (G II)	\$200,000	2 YO	1 1/16 M	Fri, Sep 6	\$180,000
Sat, Oct 5	² ANCIENT TITLE BREEDERS' CUP HANDICAP (G I)	\$200,000+*	3 & UP	6 F	Fri, Sep 6	\$125,000
Sat, Oct 5	³ OAK TREE BREEDERS' CUP MILE (G II)	\$250,000*	3 & UP	1 M (T)	Fri, Sep 6	\$170,000
Sat, Oct 5	YELLOW RIBBON STAKES (G I)	\$500,000	F/M, 3 & UP	1 1/4 M (T)	Fri, Sep 6	\$450,000
Sun, Oct 6	OAK LEAF STAKES (G II)	\$200,000	F, 2 YO	1 1/16 M	Fri, Sep 6	\$180,000
Sun, Oct 6	⁴ GOODWOOD BREEDERS' CUP HANDICAP (G II)	\$500,000*	3 & UP	1 1/8 M	Fri, Sep 6	\$350,000
Sun, Oct 6	CLEMENT L. HIRSCH MEMORIAL TURF CHAMPIONSHIP (G I)	\$300,000	3 & UP	1 1/4 M (T)	Fri, Sep 6	\$260,000
Sat, Oct 12	SEN. KEN MADDY HANDICAP (G III)	\$100,000+	F/M, 3 & UP	abt. 6 1/2 (T)	Thur, Oct 3	\$100,000

RACE DATE	RACE	PURSE	AGE	DISTANCE	CLOSES	2002 COSTS
Sun, Oct 13	OAK TREE DERBY (G II)	\$150,000	3 YO	1 1/8 M (T)	Thur, Oct 3	\$130,000
Mon, Oct 14	HAROLD C. RAMSER, SR. HANDICAP	\$100,000+	F, 3 YO	1 M (T)	Thur, Oct 3	\$100,000
Sat, Oct 19	SUNNY SLOPE STAKES	\$75,000+	2 YO	6 F	Thur, Oct 10	
Sun, Oct 20	ANOAKIA STAKES	\$75,000+	F, 2 YO	6 F	Thur, Oct 10	
Sun, Oct 27	CARLETON F. BURKE HANDICAP (G III)	\$150,000	3 & UP	1 1/2 M (T)	Thur, Oct 17	\$130,000
Sat, Nov 2	CALIFORNIA CUP CLASSIC	\$250,000	3 & UP (CA)	1 1/8 M	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP MILE	\$175,000	3 & UP (CA)	1 M (T)	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP MATRON	\$150,000	F/M, 3 & UP	1 1/16 M	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP SPRINT	\$150,000	3 & UP (CA)	6 F	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP DISTAFF	\$150,000	F/M, 3 & UP	abt 6 1/2 f (T)	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP JUVENILE	\$125,000	2 YO (CA)	1 1/16 M	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP JUVENILE FILLIES	\$125,000	F, 2 YO (CA)	1 1/16M	Mon, Aug 19	
Sat, Nov 2	CALIFORNIA CUP DISTANCE HANDICAP	\$100,000	F/M, 3 & UP	1 1/4 M (T)	Mon, Aug 19	

RACE DATE	RACE	PURSE	AGE	DISTANCE	CLOSES	2002 COSTS
Sat, Nov 2	CALIFORNIA CUP STARTER HANDICAP HANDICAP	\$50,000	3 & UP (CA)	1 1/2 M (T)	Sun, Oct 20	
Sat, Nov 2	CALIFORNIA CUP STARTER SPRINT HANDICAP	\$50,000	3 & UP (CA)	6 F	Sun, Oct 20	
Sun, Nov 3	LAS PALMAS HANDICAP (G II)	\$200,000	F/M, 3 & UP	1 1/8 M (T)	Thur, Oct 24	\$175,000
Sun, Nov 3	MORVICH HANDICAP (G III)	\$100,000+	3 & UP	abt 6 1/2 F (T)	Thur, Oct 24	<u>\$100,000</u>
					TOTAL	\$2,600,000

ALL PURSES ARE GUARANTEED UNLESS INDICATED

+ ADDED MONEY

• INCLUDES BREEDERS' CUP FUND MONEY

1 \$150,000 ADDED, PLUS \$50,000 BREEDERS' CUP FUND

2 \$125,000 ADDED, PLUS \$75,000 BREEDERS' CUP FUND

3 \$200,000 GUARANTEED, PLUS \$50,000 BREEDERS' CUP FUND

4 \$400,000 GUARANTEED, PLUS \$100,000 BREEDERS' CUP FUND

4. RACING ASSOCIATION

- A. Association is a: Corporation (complete subsection C)
- LLC (complete subsection D)
- Other (specify, and complete subsection E)

B. Complete the applicable subsection and attached Addendum, Background Information and Ownership.

Addendum A on file with the Board.

C. CORPORATION

- 1. Registered name of the corporation: *OAK TREE RACING ASSOCIATION*
- 2. State where incorporated: *California*
- 3. Registry or file number for the corporation: *D5468-730*

4. Names of all officers and directors, titles, and the number of shares of the corporation held by each:

Dr. Jack K. Robbins, President and Director
Dr. Rick M. Arthur, Vice-President, Director
John H. Barr, Vice-President, Director
Thomas R. Capehart, Vice-President, Director
Sherwood C. Chillingworth, Executive Vice President, Director
William T. Pascoe III, Vice President, Secretary/Treasurer, Director

Note: There are no shares of stock, but there are six membership certificates issued; One to each Director. Oak Tree Racing Association is a not-for-profit and Non-dividend paying corporation.)

5. Names (true names) of all persons, other than the officers and directors listed above, that hold 5% or more of the outstanding shares in the corporation and the number of shares held by each:

None. Each of the Directors owns one (1) membership.

6. Number of outstanding shares in the corporation:

Six (6) memberships outstanding.

7. Are the shares listed for public trading? Yes No
 If yes, on what exchange and how is the stock listed:

8. Name of the custodian of the list of shareholders and/or the transfer agent for the share holdings of the corporation:

William T. Pascoe III, Corporate Secretary

9. If more than 50% of the shares are held by a parent corporation or are paired with any other corporation or entity, give the name of the parent and/or paired corporation or entity:

N/A

10. Attach the most recent annual financial statement for the corporation, including balance sheet and profit and loss statement, and a copy of a report made during the preceding 12 months to shareholders in the corporation and/or the Securities and Exchange Commission and/or the California Corporations Commission.

Financial statements as of May 31, 2002, are presently being prepared by our independent auditors, Vicente, Lloyd & Stutzman. It is anticipated that these statements will be completed by late August and will be promptly forwarded to the Board. Latest available statements as of May 31, 2001 are on file with the Board.

D. LLC *N/A*

1. Registered name of the LLC:
2. State where articles of organization are filed:
3. Registry or file number for the LLC:
4. Names of all officers and directors, titles, and the number of shares of the LLC held by each:
5. Names (true names) of all members, other than the officers and directors listed above, that hold 5% or more of the outstanding shares in the LLC and the number of shares held by each:
6. Are the shares listed for public trading? Yes _____ No _____
If yes, on what exchange and how is the stock listed:
7. If more than 50% of the shares are held by a parent corporation or are paired with any other corporation or entity, give the name of the parent and/or paired corporation or entity:

Attach the most recent annual financial statement for the LLC, including balance sheet and profit and loss statement, and a copy of a report made during the preceding 12 months to shareholders in the LLC and/or the Securities and Exchange Commission and/or the California Corporations Commission.

E. OTHER *N/A*

1. Name(s) of partners/sole proprietor:
2. If a partnership, attach partnership agreement.

F. Management and Staff

1. Name and title of the managing officer and/or general manager of the association and the name and title of all department managers and staff, other than those listed in 10B, who will be listed in the official program:

Dr. Jack K. Robbins, President and Director
Sherwood C. Chillingworth, Executive Vice President and Managing Officer, Director
Dr. Rick M. Arthur, Vice-President, Director
John H. Barr, Vice-President, Director
Thomas R. Capehart, Vice-President, Director
William T. Pascoe III, Vice President, Secretary/Treasurer, Director
Susan M. Temple, Corporate Administrator

Jack Liebau, General Manager
George Haines II, Assistant General Manager-Operations
Mike Ziegler, Assistant General Manager-Administration
Candace Coder-Chew, Director of Print & Graphics
Peter Daily, Director of Food & Beverage
Mary Forney, Co-Simulcast Coordinator
Alex Furer, Plant Superintendent
Dyan Grealish, Director of Group Sales
Randy Hartzell, Pari-Mutuel Manager
Barbara Helm, Controller
Dick Honaker, Director of Operations & Guest Services
Mary Saenz, Office Operations Manager
Pete Siberell, Director of Community Services & Special Projects
Stuart Zanville, Director of Marketing & Public Relations
Amy J. Zimmerman, Director of Broadcasting
Nina Zukin, Director of Information Services
Trevor Denman, Public Address Commentator
Steve Wood, Track Superintendent
Dick Hughes, Industrial Relations
Jay Cohen, Hornblower

2. Name and title of the person(s) authorized to receive notices on behalf of the association and the mailing address of such person(s) if other than the mailing address of the association:

Dr. Jack K. Robbins, President
Sherwood C. Chillingworth, Executive Vice President
Oak Tree Racing Association
285 W. Huntington Drive
Arcadia, CA 91007

5. PURSE PROGRAM

A. Estimated purse distribution:

- 1. All races other than stakes: \$6,400,000
- 2. Overnight stakes: \$300,000
- 3. Non-overnight stakes: \$2,600,000

B. Stakes Races:

- 1. Estimated purse distribution for all stakes races: \$2,900,000
- 2. Percentage of the estimated purse distribution for all stakes races that will be distributed for California-bred stakes races: Cal Cup (\$1,325,000)*
(*) Not included in stakes figure.

C. Estimated funds to be generated for all California-bred incentive awards: \$1,200,000

D. Estimated amount of payment to each recognized horsemen's organization contracting with the association and the name(s) of the organization(s): \$450,000

Recognized Horsemen's Organization	Estimated Payment
<i>NTRA</i>	\$ 185,000
<i>Thoroughbred Owners of California</i>	\$ 106,000
<i>California Thoroughbred Trainers, Inc.</i>	\$ 159,000*
	(*) \$119,250 Pension Fund + \$39,750 Administration

E. Total estimated amount from all sources to be distributed at the meeting in the form of purses or other benefits to horsemen: \$10,950,000

E. Estimated purse funds to be generated from on-track handle and intrastate off-track handle: \$8,000,000

G. Estimated purse funds to be generated from interstate handle: \$2,000,000

H. Bank or depository for the Paymaster of Purses' purse account and the account number:

Wells Fargo Regional Commercial Bank, West Covina Office and paid through the Paymaster of Purses Account #4761-070515

I. Name, address and telephone number of the pari-mutuel audit firm engaged for the meeting:

*Bowen, McBeth Co.
10722 Arrow Route, Suite 110
Rancho Cucamonga, CA 91730 (909) 944-6465*

NOTICE TO APPLICANT ALL funds generated and retained from on-track pari-mutuel handle which are obligated by law for distribution in the form of purses, breeders' awards or other benefits to horsemen, shall not be deemed as income to the association and shall, within 3 calendar days following receipt, be deposited in a segregated and separate liability account in a depository approved by the CHRB and shall be at the disposition of the Paymaster of Purses, who shall pay or distribute such funds to the persons entitled thereto. All funds generated from off-track simulcast wagering, interstate wagering, and out-of-state wagering which are obligated by law for distribution in the form of purses and breeders' awards, shall also be deposited within 3 calendar days following receipt, into such liability account. In the event the association is obligated to the payment of purses prior to those obligated amounts being retained from pari-mutuel wagering for such purpose, or as a result of overpayment of earned purses at the conclusion of the meeting, the association shall transfer from its own funds such amounts as are necessary for the Paymaster of Purses to distribute to the horse owners statutorily or contractually entitled thereto. The association is entitled to recover such transferred funds from the Paymaster of Purses' account; and if insufficient funds remain in the account at the conclusion of the meeting, the association is entitled to carry forward the deficit to its next succeeding meeting as provided by B&P Code Section 19615(c) or (d). In the event of **underpayment** of purses which results in a balance remaining in the Paymaster of Purses' account at the conclusion of the meeting after distribution of amounts due to horsemen and breeders and horsemen's organizations, the association may carry forward the surplus amount to its next succeeding meeting; provided, however, that the amount so retained does not exceed an amount equivalent to the average daily distribution of purses and breeders' awards during the meeting. All amounts in excess shall be distributed retroactively and proportionally in the form of purses and breeders' awards to the horse owners and breeders having earned purses or awards during the conduct of the meeting.

6. STABLE ACCOMMODATIONS

- A. Number of usable stalls available for racehorses at the track where the meeting is held:

1,950

- B. Minimum number of stalls believed necessary for the meeting:

1,853

- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers:

2,500 (Estimated)

- D. Name or location of each off-site stabling area and the number of stalls to be maintained at each site:

*Hollywood Park 1,500
San Luis Rey Downs, 500
Fairplex, 500*

- E. Attach each contract or agreement between the association and the person(s) furnishing off-site stabling accommodations for eligible racehorses which cannot be provided stabling on-site.

(on file with the board)

Complete subsections F through I if the association will request reimbursement for off-site stabling as provided by B&P Code Sections 19607, 19607.1, 19607.2, and 19607.3; otherwise, skip to Section 7.

- F. Total number of usable stalls made available on-site for the **1986** meeting:

1,950

- G. Estimated cost to provide off-site stalls for this meeting: \$25,000

- H. Estimated cost to provide vanning from off-site stalls for this meeting. Show fees to be paid for vanning per-horse: \$98,000 (Hollywood and Pomona \$160 RT and \$290 RT for San Luis Rey Downs)

- I. Estimated cost for off-site stabling and vanning for this meeting. Show cost per-day per-stall: \$123,000 (approximately \$200/day/stall)

7. PARI-MUTUEL WAGERING PROGRAM

A. Pursuant to B&P Code Section 19599, and with the approval of the CHRB, associations may elect to offer wagering programs using CHRB Pari-mutuel Rules, the Association of Racing Commissioners International (RCI) Uniform Rules of Racing, Chapter 9, Pari-mutuel Wagering, or a combination of both. Please complete the following schedule for the types of wagering other than WPS and the minimum wager amount for each:

Use DD for daily double, E for exacta (special quinella), LS for limited sweepstakes (pick 6), PK3 for pick three, PK4 for select four, PK6 for pick 6 one pool, PK7 for pick 7, PNP for pick (n) pool, PPN for place pick (n), Q for quinella, SF for superfecta, SS1 for special sweepstakes (pick 6) alternate 1, SS2 for special sweepstakes (pick 6) alternate 2, SS3 for special sweepstakes (pick 6) alternate 3, SRUS for special reserved unlimited sweepstakes (pick 9), SUS for special unlimited sweepstakes (pick 9), TRI for trifecta, and US for unlimited sweepstakes (pick 9).

	TYPE OF WAGERS				APPLICABLE RULES	
Example Race:	\$5E, \$2DD				CHRB#1959; ARCI#V.E.	
Race #1	\$1E	\$2Q	\$2DD	\$1PK 3	\$1PPN	CHRB #1959, 1958, 1957, 1977, 1976.8
Race #2	\$1E	\$2Q	\$2DD	\$1PK 3		CHRB #1959, 1958, 1957, 1977
Race #3	\$1E	\$2Q	\$2DD	\$1PK 3		CHRB #1959, 1958, 1957, 1977
Race #4	\$1E	\$2Q	\$2DD	\$1PK 3	\$1PNP	CHRB #1959, 1958, 1957, 1977, 1976.9
Race #5	\$1E	\$2Q	\$2DD	\$1PK 3	\$1PK4	CHRB #1959, 1958, 1957, 1977, 1978
Race #6	\$1E	\$2Q	\$2DD	\$1PK 3	\$1PK4	CHRB #1959, 1958, 1957, 1977, 1978
Race #7	\$1E	\$2Q	\$2DD	\$1PK 3	\$1PK4	CHRB #1959, 1958, 1957, 1977, 1978
Race #8	\$1E	\$2Q	\$2DD	\$1PK 3		CHRB #1959, 1958, 1957, 1977
Race #9	\$1E	\$2Q	\$2DD			CHRB #1959, 1958, 1957
Race #10	\$1E	\$2Q	\$2DD			CHRB #1959, 1958, 1957

- *Rolling Daily Doubles beginning with Race #1. (CHRB #1957)*
- *\$1 Trifecta on all eligible Races. (CHRB #1979)*
- *\$1 Superfecta wagering as follows: All qualifying races except 1st and start of Pick-6. (CHRB #1979.1)*
- *Incoming simulcasts will follow host track format.*
- *Place Pick-8 on 8-race program; Place Pick-9 on 9-race program, Place Pick-10 on 10-race program. Alternate runner provision.*
- *Pick-6 Last six live races 70% Carryover, 30% Minor. Alternate runner provision.*
- *Pick-4 Last four live Races. (CHRB #1978)*
- *Parlay Wagering Races 1-10 (CHRB #1954.1)*
- *Additional deduction provided by subdivision (a) of Section 19611.5 will be made.*

- B. The maximum carryover pool to be allowed to accumulate before its distribution **OR** the date(s) designated for distribution of the carryover pool:

Sunday, November 3, 2002

- C. List any options requested with regard to exotic wagering:

N/A

- D. Will "advance" or "early bird" wagering be offered? Yes No
If yes, when will such wagering begin:

8:30 AM to 10:00 AM each day.

Exception: California Cup Day, Saturday, November 2, 2002

- E. Type(s) of pari-mutuel or totalizator equipment to be used by the association and the simulcast organization, name of the person(s) supplying equipment, and expiration date of the service contract:

*Autotote Limited
One-hundred Bellevue Road
PO Box 6009
Newark, DE 19714-8009*

Expires: September 2003

8. SIMULCASTING WAGERING PROGRAM

- A. Simulcast organization engaged by the association to conduct simulcast wagering:

Southern California Off-Track Wagering, Inc.

- B. Attach the agreement between the association and simulcast organization permitting the organization to use the association's live audiovisual signal for wagering purposes and providing access to its totalizator for the purpose of combining on-track and off-track pari-mutuel pools.

Agreement on file with Board.

- C. California simulcast facilities the association proposes to offer its live audiovisual signal:

Antelope Valley Fair, Lancaster

Barona Casino, Lakeside

Bay Meadows and Northern California Simulcast Locations

California Mid-State Fair, Paso Robles

Del Mar Fair, Del Mar

Derby Club at Seaside Park, Ventura

Earl Warren Showgrounds, Santa Barbara

Fairplex, Pomona

Golden Gate Fields and Northern California Simulcast Locations

Hollywood Park, Inglewood

Los Alamitos Race Track, Los Alamitos

National Orange Show, San Bernardino

Santa Barbara County Fair, Santa Maria

Shalimar Sports Center, Indio

Sports Pavilion, Lake Perris

Sports Pavilion, Victorville

Sycuan Casino, El Cajon

Viejas Casino, Alpine

- D. Out-of-state wagering systems the association proposes to offer its live audiovisual signal:

See Attached Common Pool Exhibit

- E. Out-of-state wagering systems that will combine their pari-mutuel pools with those of the association:

See Attached Common Pool Exhibit

- F. For THOROUGHBRED racing associations, list the host track from which the association proposes to import out-of-state and/or out-of-country thoroughbred races. Include the dates imported races will be held, and whether or not a full card will be accepted. If the full card will not be imported, state "selected feature and/or stakes races":

See Attached Proposed Import Exhibit

D. Out-of-state wagering systems the association proposes to offer its live audio-visual signal:

We anticipate simulcasts to locations outside of the United States including:

Antigua (Antigua Turf Club, Casino Rivera)
Aruba (Excelsior Casino, Crystal Casino)
Barbados (Barbados Turf Club, Federal Bookmakers)
Bermuda (Sea Horses, Ltd., Triple Crown Racing)
Canada (Woodbine Entertainment Group and related sites)
Colombia (Hipodromo Los Comuneros and OTBs)
Costa Rica (Agentes de Negocias SA)
Curacao (Holiday Beach)
Dominican Republic (Hipodromo Quinto Centenario and OTBs)
Guyana (Goodwood Racing)
Jamaica (Caymanas Park and various books)
Mexico (Caliente and related books, Juarez and OTBs)
Panama (Hipodromo Presidente Remon and OTBs)
Peru (Jockey Club de Peru and OTBs)
Puerto Rico (El Comandante Racetrack and OTBs)
South America (Caliente books)
St. Croix (Randall "Doc" James Racetrack)
St. Kitts (RGS)
St. Maarten (Lightning Casino)
St. Thomas (Clinton Phipps Racetrack and OTBs)
Trinidad & Tobago (Arima Race Club, various OTBs)
Uruguay (Hipodromo Moronas and OTBs)

Common Pool Sites

<u>Guest</u>	<u>State</u>	<u>Guest</u>	<u>State</u>
Arapahoe Park	CO	Hinsdale Greyhound Park	NH
Arlington International Racecourse	IL	Hoosier Park	IN
Atlantic City Casino Assn.	NJ	Horsemen's Park	NE
Atlantic City Race Course	NJ	Jackson Harness Raceway	MI
Atokad Downs	NE	Keeneland Association	KY
Balmoral Park/Maywood	IL	Kentucky OTB	KY
Bettor Racing OTB	SD	Las Vegas Dissemination Co.	NV
Beulah Park	OH	Lebanon Raceway	OH
Birmingham Race Course	AL	Les Bois Park Simulcast Network	ID
Blue Ribbon Downs	OK	Lewiston Raceways, Inc.	ME
Bluffs Run Greyhound Park & Casino	IA	Lincoln Park	RI
Boyd Gaming, dba Delta Downs	LA	Lone Star Race Park Ltd.	TX
Buffalo Trotting Association	NY	Louisiana Downs	LA
Calder Race Course	FL	Manor Downs	TX
Canterbury Park	MN	Maryland Jockey Club	MD
Capital District OTB	NY	Midway Slots & Simulcast	DE
Catskill OTB	NY	Monmouth Park	NJ
Charles Town Races	WV	Montana Simulcast Partners	MT
Choctaw Racing Services, LLC	OK	Mount Pleasant Meadows	MI
Churchill Downs	KY	Mountaineer Park	WV
Churchill Downs Sports Spectrum	KY	Multnomah Greyhound Park	OR
Coeur d' Alene Casino	ID	Nassau/Suffolk OTB	NY
Colonial Downs	VA	Nevada Pari-Mutuel Association	NV
Columbus Races	NE	New Jersey Sports & Exposition Authority	NJ
Connecticut OTB	CT	New York City Off-Track Betting	NY
Corpus Christi Greyhound Race Track	TX	New York Racing Association	NY
Dairyland Greyhound Park	WI	Newport Jai-Alai	RI
Dakota Teletrack	TX	Northfield Park	OH
Delaware Park	DE	Northville Racing Corp.	MI
Dover Downs	DE	Oaklawn Park	AR
Downs at Albuquerque	NM	Ocean Downs	MD
Ellis Park	KY	Penn National Race Course	PA
Emerald Downs	WA	Philadelphia Park	PA
Evangeline Downs	LA	Philadelphia Park / TRN International	PA
Excelsior Hotel (Stevenson & Assoc.)	MD	Plainridge Race Course	MA
Fair Meadows at Tulsa	OK	Pocatello Downs	ID
Fairgrounds Race Course	LA	Portland Meadows	OR
Fairmount Park	IL	Prairie Meadows	IA
Finger Lakes Race Track	NY	Raceway Park	OH
Fonner Park	NE	Racing & Gaming Services, Inc.	British WI
Freehold Raceway	NJ	Racing Services, Inc.	ND
Geneva Lakes Kennel Club	WI	Randall "Doc" James Racetrack	USVI
Gillespie County Fair Race Meet	TX	Remington Park	OK
Great Lakes Downs	MI	Retama Park	TX
Gulfstream Park	FL	River Downs	OH
Hawthorne Race Course	IL	Rockingham Park	NH
Hazel Park	FL	Ruidoso Downs	NM
		Saginaw Harness Raceway	MI
		Sam Houston Race Park, LTD	TX
		Saratoga Raceway	NY

Monday, June 10, 2002

<u>Guest</u>	<u>State</u>
Scarborough Downs	ME
Scioto Downs	OH
Southland Greyhound Park	AR
Sports Creek Raceway	MI
Sportsman's Park	IL
State Fair Park	NE
Suffolk Downs	MA
Suffolk OTBs	MA
Sunland Park	NM
Sunray Park	NM
Tampa Bay Downs	FL
The Greyhound Park at Post Falls	ID
The Meadows	PA
The Racing Channel (dba Oneclickbetting.com)	PA
The Texas Hub at Gulf Greyhound	TX
Thistledown Racing	OH
Tri-State Racetrack & Gaming Center	WV
Turf Paradise	AZ
Turfway Park	KY
Valley Greyhound Park (Sam Houston site)	TX
Vernon Downs	NY
Western Regional OTB	NY
Wheeling Downs	WV
Wichita Greyhound Park	KS
Wonderland Greyhound Park	MA
Woodlands	KS
Wyoming OTB	WY
XpressBet, Inc.	CA
Yonkers Raceway	NY
Youbet	CA

OAK TREE 2002 Proposed Imports*

Dates	Track	Race(s)	First Post
Oct 23 – Nov 3	Aqueduct	Full/Partial Card or Stakes	10:30 a.m.
Oct 4 – Oct 26	Keeneland	Full/Partial Card or Stakes	10:30 a.m.
Oct 2 – Oct 20	Belmont	Full/Partial Card or Stakes	10:30 a.m.
Oct 27 – Nov 3	Churchill	Full/Partial Card or Stakes	10:30 a.m.
Oct 2 – Nov 3	Calder	Full/Partial Card or Stakes	10:30 a.m.
Oct 2 – Nov 3	Thistledown	Full/Partial Card or Stakes	10:30 a.m.
Oct 2 – Nov 3	Remington	Full/Partial Card or Stakes	10:30 a.m.
Oct 2 – Nov 3	Turf Paradise	Full/Partial Card or Stakes	12:30 p.m.
Oct 2 – Oct 27	Arlington	Full/Partial Card or Stakes	10:30 a.m.
Oct 26	Arlington	Breeders' Cup	9:30 a.m.
Oct 2 – Oct 29	Great Lakes Downs	Full/Partial Card or Stakes	3:00 p.m.
Oct 2 – Nov 3	Louisiana Downs	Full/Partial Card or Stakes	11:45 a.m.
Oct 7 – Nov 3	Laurel	Full/Partial Card or Stakes	10:10 a.m.
Oct 2 – Nov 3	Woodbine	Full/Partial Card or Stakes	9:55 a.m.
Nov 1 – Nov 3	Hawthorne	Full/Partial Card or Stakes	11:00 a.m.

**Subject to change. A finalized schedule, including rates, will be provided upon completion of negotiations.*

NOTICE TO APPLICANT B&P Code Section 19596.2(a) stipulates that on days when live thoroughbred or fair racing is being conducted in the state, the number of thoroughbred races which may be imported by an association or fair during the calendar period the association or fair is conducting its racing meeting cannot exceed a combined daily total of 23 imported thoroughbred races statewide. The limitation of 23 imported thoroughbred races per day statewide does not apply to those races specified in B&P Code Section 19596.2(a)(1), (2), (3) and (4).

THOROUGHBRED SIMULCAST RACES TO BE IMPORTED

Name of Host Track	Race Dates	Full Card or Selected Feature and/or Stakes Races
Examples:		
Calder Race Course	1/1 & 1/2/99	Full Card
Fair Grounds	3/14/99	Selected Feature and/or Stakes Races

- G. For **QUARTER HORSE** racing associations, list the host track from which the association proposes to import out-of-state and/or out-of-country quarter horse races. Include the dates imported races will be held, and whether or not a full card will be accepted. If the full card will not be imported, state "selected feature and/or stakes races":

- H. For **STANDARD BRED** racing associations, list the host tracks from which the association proposes to import out-of-state and/or out-of-country harness races. Include the dates imported races will be held, and whether or not a full card will be accepted. If the full card will not be imported, state "selected feature and/or stakes races":

- I. For **ALL** racing associations, list imported simulcast races the association plans to receive which use breeds other than the breed of the majority of horses racing at its live horseracing meeting. Include the name of the host track, the dates imported races will be held, and how many races will be imported:

N/A

- J. For **ALL** racing associations, if any out-of-state or out-of-country races will commence outside of the time constraints set forth in B&P Code Section 19596.2(d), attach a copy showing the agreement by the appropriate racing association(s).

N/A

NOTICE TO APPLICANT ALL interstate wagering to be conducted by an association is subject to the provisions of Title 15, United States Codes, which require specific written approval of the CHRB and of the racing commission having jurisdiction in the out-of-state venue. All international wagering to be conducted by an association is subject to the provision of B&P Code Sections 19596, 19596.1, 19596.2, 19601, 19602, and 19616.1, and will require specific written approval of the CHRB.

Every association shall pay over to the simulcast organization within 3 calendar days following the closing of wagering for any day or night racing program, or upon receipt of the proceeds, such amounts that are retained from off-track simulcast wagering, interstate and out-of-state wagering, and which are obligated by statute for guest commissions, simulcast operator's expenses and promotions, equine research, local government in-lieu taxes, and stabling and vanning deductions. Every association shall pay to its Paymaster of Purses' account within 3 calendar days following the closing of wagering for each day or night racing program, or upon receipt of the proceeds, such amounts that are retained or obligated from off-track simulcast wagering, interstate and out-of-state wagering for purses, breeders' awards or other benefits to horsemen. (See Notice to Applicant, Section 5.)

9. CHARITY RACING DAYS

- A. Name and address of the distributing agent (charity foundation) for the net proceeds from charity racing days held by the association:

*Oak Tree Charitable Foundation
285 W. Huntington Drive
Arcadia, CA 91007*

- B. Names and addresses of the trustees or directors of the distributing agent:

*Dr. Jack K. Robbins, President and Director
Dr. Rick M. Arthur, Vice-President and Director
John H. Barr, Vice-President and Director
Thomas R. Capehart, Vice-President and Director
Sherwood C. Chillingworth, Executive Vice President and Director
William T. Pascoe III, Vice President, Secretary-Treasurer and Director*

*285 W. Huntington Drive
Arcadia, CA 91007*

- C. Dates the association will conduct races as charity racing days OR:

October 3, 10 and 17, 2002

- D. Will the association pay the distributing agent an amount equal to the maximum required under B&P Code Section 19550(b)? Yes

NOTICE TO APPLICANT NET proceeds from charity racing days shall be paid to the designated and approved distributing agent within 180 days following the conclusion of the association's race meeting in accordance with the provisions of B&P Code Section 19555. Thereafter, the distributing agent shall distribute not less than 90% of the aggregate proceeds from such charity racing days within 12 calendar months after the last day of the meeting during which the charity racing days were conducted and shall distribute the remaining funds as soon thereafter as is practicable. At least 20% of the distribution shall be made to charities associated with the horse racing industry in accordance with the provisions of B&P Code Section 19556(b).

10. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

A. Racing Officials nominated:

Associate Judges	N/A
Association Veterinarian(s)	Dr. Ray Baran
Clerk of Scales	Kevin Colosi
Clerk of the Course	Melanie Stubblefield
Horse Identifier	Dianne Piper
Horseshoe Inspector	Harry Toston
Paddock Judge	Ken Goldberg
Patrol Judges	Ken Goldberg, Dennis Flowers, Lisa Jones
Placing Judges	Bob Moreno, David Samuel, Zachary Soto
Starter	Jay Slender
Timer	Jeff Tufts

B. Management officials in the racing department:

Director of Racing	Michael J. Harlow
Racing Secretary	Michael J. Harlow
Assistant Racing Secretary	Rick Hammerle
Paymaster of Purses	Cece Connor
Others (identify by name and title)	
Assistant Horse Identifier	Saundra Kersey
Assistant Clerk of Scales	Charles McCaul

C. Name, address and telephone number of the reporter employed to record and prepare transcripts of hearings conducted by the stewards:

*Ms. Barbara Weinstein
 9582 Hamilton Avenue, Suite 265
 Huntington Beach CA 92646
 714/964-7102*

D. Photographic device to be used for photographing the finish of all races, name of the person supplying the service, and expiration date of the service contract:

<i>Plusmic USA Bill O'Brien PO Box 6379 Napa, CA 94581-1379</i>	<i>Expires: May 1, 2002</i>
--	-----------------------------

- E. Photopatrol video equipment to be used to record all races, name of the person supplying the service, and expiration date of the service contract:

In-house Video System as follows.

MAJOR VIDEO EQUIPMENT LISTING

Cameras:

All cameras, except ENG cameras, are BTS LDK 91 or BTS LDK 100 broadcast color cameras. All cameras are e Vinten camera Support Equipment. All cameras (except the 2 wireless) are on triax camera control systems. ENG betacams. Enclosed saddling stall cameras are high-8 lock-down cameras.

Camera Positions:

- 1) 3/8 tower on grass 55:1 lens
- 2) 3/8 tower on dirt 55:1 lens
- 3) hillside/square box on hill grass (remote) 18:1 lens
- 4) 1/4 tower on both grass and dirt 24:1 lens
- 5) tight pan camera on both grass and dirt 70:1 lens
- 6) loose pan camera on both grass and dirt 36:1 lens
- 7) 7/8 tower on grass 55:1 lens
- 8) 7/8 tower on dirt 55:1 lens
- 9) winner's circle 24:1 lens
- 10) wireless starting gate and saddling barn 18:1 lens
- 11) wireless lower finish line and interviews 14:1 lens
- 12) walking ring 14:1 lens
- 13) east saddling barn (remote) 7:1 lens
- 14) west saddling barn (remote) 7:1 lens
- 15) studio 18:1 lens
- 16) infield speaker pole (remote) 18:1 lens
- 17) ENG camera 20:1 lens
- 18) ENG camera 15:1 lens
- 19) East saddling barn enclosed saddling stall (lock-down)
- 20) West saddling barn enclosed saddling stall (lock-down)

Control Room Equipment

- 1-Tektronix 4-channel digital profile file server.
- 1-Digital Betacam VTP
- 2-Composite Digital Video Tape recorders
- 6-Betacam record/play VCRs with slo-mo
- 2-Betacam record/play VCRs
- 1-3/4" Umatic record/play VCR
- 1-3/4" Umatic VCR
- 5 Digital Beta cam VCR's
- 1-GVG IPS-110 Editor
- 4-Hi 8 record/play VCR
- 8-VHS record/play VCR
- 1-BTS 128x128 video router with 64x64 stereo audio follow
- 1-GVG 3000 composite digital switcher w/dual MEs, PVW/PGM

- 2-Dual channel GVG DPM 700 digital effects system
 - GVG video DAs
- 1-GVG GF-40 character generator/paint system
- 1-GVG DSS-4 stillstore
- 1-Quanta character generator
 - Sony video monitors
- 5-Tektronix WFM and V-scopes
- 2-GVG 100 video switchers
- 2-Soundcraft Delta audio mixers
- 1-GVG 251 Editor
- 30-Jerold TV Modulators
- 2-Chyron MAX! Graphics Generators
- 2-Chyron Maxine! Graphics Generators

Public

- 2 40" Mitsubishi
- over 600 9" Sony receivers
- over 500 27" Sony receivers
- over 350 32" Sony receivers
- over 75 13" Sony receivers
- over 150 10" Sony receivers
- 150 20" Sony receivers
- 1 Barco 8100 Video Projectors
- 1 40'x53' Display Ad Large screen LED video board

F. Type of electronic timing device to be used for the timing of all races, name of the person supplying the service, and expiration date of the service contract:

Electronic timing systems on both dirt and turf courses, maintained and operated by Santa Anita personnel. Systems backed by hand timing.

11. SECURITY CONTROLS AND EMERGENCY SERVICES

- A. Name and title of the person responsible for security controls on the premises:

Dick Honaker, Chief of Security

- B. Estimated number of security guards, gatemen, patrolmen or others to be engaged in security tasks on a regular full-time basis. Describe the electronic security system:

7, Investigators

1, Dispatcher/Child Care

40, Security Guards

1, Secretary

2, Fire Marshall's

13, Gatemen

1, Secretary-Stable Credentials

Video cameras strategically located throughout the facility.

- C. Name, address and emergency telephone number of the ambulance service to be used during workouts and the running of the races:

Huntington Ambulance Service

PO Box 145

Sunset Beach, CA 90742

(562) 904-1550

- D. Name, address and emergency telephone number of the ambulance service to be used during workouts at auxiliary sites:

Hollywood Park: Huntington Ambulance Service (same as above)

Fairplex: E.M.S., 10765 Noel St., Los Alamitos, CA 90720 (562) 493-2070

San Luis Rey Downs: Emergency procedures plan on file with the Board.

- E. Attach a fire clearance from the fire authority having jurisdiction over the premises.
Fire clearances for the stabling area at Santa Anita Park will be submitted after inspections of the facilities by the respective Fire Agencies and will be made within the requires 45 days and submitted to the Board.

- F. Name of the workers' compensation insurance carrier for the association and the number of the insurance policy (if self-insured, provide details):

State Compensation Insurance Fund PolicyNo. 1679603

Cal-Surance Associates, Inc. Effective 4/1/02 - 4/1/03

PO Box 7048

Orange, CA 92863-7048

- G. Attach a Certificate of Insurance for workers' compensation coverage. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of insurance which secures the liability of the association for payment of workers' compensation.

Attached.

ACORD CERTIFICATE OF LIABILITY INSURANCE

03/28/2002

PRODUCER (714)939-7458 FAX (714)923-2712
 Cal-Surance Associates, Inc.
 PO Box 7048
 Joyce M. Lee
 Orange, CA 92863-7048

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW.

INSURERS AFFORDING COVERAGE

INSURED Oak Tree Racing Association
 285 W. Huntington Drive
 Arcadia, CA 91007

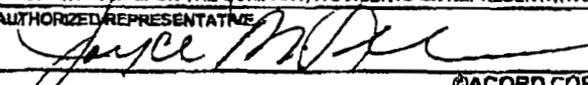
INSURER A: State Compensation Insurance Fund
 INSURER B:
 INSURER C:
 INSURER D:
 INSURER E:

COVERAGES

THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. AGGREGATE LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR LTR	TYPE OF INSURANCE	POLICY NUMBER	POLICY EFFECTIVE DATE (MM/DD/YY)	POLICY EXPIRATION DATE (MM/DD/YY)	LIMITS
	GENERAL LIABILITY <input type="checkbox"/> COMMERCIAL GENERAL LIABILITY <input type="checkbox"/> CLAIMS MADE <input type="checkbox"/> OCCUR GEN'L AGGREGATE LIMIT APPLIES PER: <input type="checkbox"/> POLICY <input type="checkbox"/> PRO-JECT <input type="checkbox"/> LOC				EACH OCCURRENCE \$ FIRE DAMAGE (Any one fire) \$ MED EXP (Any one person) \$ PERSONAL & ADV INJURY \$ GENERAL AGGREGATE \$ PRODUCTS - COMP/OP AGG \$
	AUTOMOBILE LIABILITY <input type="checkbox"/> ANY AUTO <input type="checkbox"/> ALL OWNED AUTOS <input type="checkbox"/> SCHEDULED AUTOS <input type="checkbox"/> HIRED AUTOS <input type="checkbox"/> NON-OWNED AUTOS				COMBINED SINGLE LIMIT (Ea accident) \$ BODILY INJURY (Per person) \$ BODILY INJURY (Per accident) \$ PROPERTY DAMAGE (Per accident) \$
	GARAGE LIABILITY <input type="checkbox"/> ANY AUTO				AUTO ONLY - EA ACCIDENT \$ OTHER THAN AUTO ONLY: EA ACC \$ AGG \$
	EXCESS LIABILITY <input type="checkbox"/> OCCUR <input type="checkbox"/> CLAIMS MADE DEDUCTIBLE RETENTION \$				EACH OCCURRENCE \$ AGGREGATE \$ \$ \$ \$
A	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY	1679603	04/01/2002	04/01/2003	<input checked="" type="checkbox"/> WC STATUTORY LIMITS <input type="checkbox"/> OTHER E.L. EACH ACCIDENT \$ 1,000,000 E.L. DISEASE - EA EMPLOYEE \$ 1,000,000 E.L. DISEASE - POLICY LIMIT \$ 1,000,000
	OTHER				

DESCRIPTION OF OPERATIONS/LOCATIONS/VEHICLES/EXCLUSIONS ADDED BY ENDORSEMENT/SPECIAL PROVISIONS

CERTIFICATE HOLDER	ADDITIONAL INSURED; INSURER LETTER:	CANCELLATION
California Horse Racing Board Sue Ross 1010 Hurley Way, Suite 300 Sacramento, CA 95825		SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING COMPANY WILL ENDEAVOR TO MAIL <u>30</u> DAYS WRITTEN NOTICE TO THE CERTIFICATE HOLDER NAMED TO THE LEFT, BUT FAILURE TO MAIL SUCH NOTICE SHALL IMPOSE NO OBLIGATION OR LIABILITY OF ANY KIND UPON THE COMPANY, ITS AGENTS OR REPRESENTATIVES. AUTHORIZED REPRESENTATIVE 

12. CONCESSIONAIRES AND SERVICE CONTRACTORS

Names and addresses of all persons to whom a concession or service contract has been given, other than those already identified, and the goods and/or services to be provided by each:

HANDICAPPERS

Bob's Card Incorporated (CHRB-25A and CHRB-87 on file with CHRB.)
Tiffany Bohland
420 S. Rolling Hills Place
Anaheim, CA 92807

Mr. Toby Turrell (Winners) (CHRB-25A and CHRB-87 on file with CHRB.)
14112 Enfield Circle
Westminster, CA 92683

Baedeker's Incorporated (CHRB-25A and CHRB-87 on file with CHRB.)
Mr. Robert Baedeker
130 W. El Portal
San Clemente, CA 92672

Duke Racing Selections (CHRB-25A and CHRB-87 on file with CHRB.)
c/o Harry Acquarelli
6632 West 87th Street
Los Angeles, CA 90045

Today's Racing Digest, Inc. (Exempt from CHRB-25A and CHRB-87)
Tony Dubreville, General Manager
5411 Avenida Encinas, Suite #270
Carlsbad, CA 92008

Triangle Turf Publications (CHRB-25A and CHRB-87 on file with CHRB.)
William R. & Karen S. Archer
PO Box 871
Del Mar, CA 92014

13. SCHEDULE OF CHARGES

- A. Proposed charges for admissions, seating or boxes, parking and programs. Note any changes from the previous year:

Admission (general)	\$ 5.00
Admission (clubhouse)	\$ 8.50
Admission (turf club)	\$15.00
Reserved seating (general)	Free
Reserved seating (clubhouse)	\$ 7.50 Box Seat
	\$ 2.50 CH Reserved Seat (Sold on premium days only)
Parking (general)	\$ 4.00 (formerly \$3.00)
Parking (preferred)	\$ 6.00 (formerly \$5.00)
Parking (valet)	\$10.00
Programs (on-track)	\$ 2.00
(off-track)	\$ 2.00

- B. Describe any "Season Boxes" and "Turf Club Membership" fees:

Season Box Seats:	\$110 per seat
Season Turf Club:	\$250 (Single)
	\$450 (Double)

- C. Describe any "package" plans such as combined parking, admission and program:

N/A



DAILY ADMISSION

General		\$5.00
Club House		\$8.50
General to Club House		\$3.50

John Henry Room *Everyday* \$15.00

*Admission Only
John Henry Rm. Dress Code Observed*

Turf Club *Everyday* \$15.00

*Admission Only
Turf Club Dress Code Observed*

GROUP SALES

Package pricing / Contact Group Sales

DAILY SEAT SALES

Club House Box Seats \$7.50

Box Seats sold everyday. Requires CH admission.

CH Loge Seats \$2.50

Sold on Premium Days ONLY

SEASON SALES

Turf Club Season Admission		
<i>Single (1-Card)</i>		\$250.00
<i>Double (2-Cards)</i>		\$450.00

*Includes TC Preferred (self-parking) and
ITW through December 26, 2002*

Club House Season	per seat	\$110.00
4 Seats		\$440.00
6 Seats		\$660.00

*Price does not include admission.
Note: Horsemen credentials are valid for admission
to the Box Seat area and Turf Club.*

Club House Season Admission \$100.00

*Sold to Season Box Holders ONLY
Does not include ITW.*

Season Valet Parking \$130.00

PARKING

<i>General</i>	\$4.00
<i>Preferred</i>	\$6.00
<i>Valet</i>	\$10.00
<i>Limo</i>	\$10.00

PROGRAMS

<i>On-track</i>	\$2.00
<i>Off-track</i>	\$2.00

Approved: _____

14. JOCKEYS QUARTERS

A. Check the applicable amenities available in the jockeys/drivers' quarters:

- | | | | |
|-------------------------------------|--------------------------------|-------------------------------------|-------------------------------------|
| <input checked="" type="checkbox"/> | Corners (lockers and cubicles) | How many | <input type="checkbox"/> 40+ |
| <input checked="" type="checkbox"/> | Showers | <input checked="" type="checkbox"/> | Steam room, sauna or steam cabinets |
| | | <input checked="" type="checkbox"/> | Lounge area |
| <input checked="" type="checkbox"/> | Masseur | <input checked="" type="checkbox"/> | Food/beverage service |
| | | <input checked="" type="checkbox"/> | Certified platform scale |

B. Describe the quarters to be used for female jockeys/drivers:

Same amenities as above including sofas, but in separate quarters. Four corners. They share the food and beverage service area.

15. BACKSTRETCH EMPLOYEE HOUSING

A. Attach written certification that an inspection of the backstretch employee housing has been conducted by a lead agency designated by the CHRB and the applicant is not aware of any known violations of the local housing ordinances.

B. Number of rooms used for housing on the backstretch of the racetrack:

445+

C. Number of restrooms available on the backstretch of the racetrack:

29 Restrooms (116 Toilets, 99 Lavatories, 45 Urinals, 64 Showers)

D. Estimated ratio of restroom facilities to the number of backstretch personnel:

47

16. TRACK SAFETY

- A. Total distance of the racecourse - measured from the finish line counterclockwise (3' from the inner railing) back to the finish line:

4,683.79

 feet.

- B. Describe the type(s) of materials used for the inner and outer railings of the race course, the type of inner railing supports (i.e., metal gooseneck, wood 4" x 4" uprights, offset wood 4" x 4" supports, etc.), the coverings, if any, on the top of the inner railing, and the approximate height of the top of the inner railing from the level of the race course.

Metal gooseneck with sheet metal covering. Total rail height ranges from 38 to 42 inches.

- C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474:

Alex Furer, Plant Superintendent

- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474.

Maintenance information attached.

- E. If the association is requesting approval to implement alternate methodologies to the provisions of Article 3.5, Track Safety Standards, pursuant to CHRB Rule 1471, attach a Certificate of Insurance for liability insurance which will be in force for the duration of the meeting specified in Section 2. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of liability insurance. Additionally, the CHRB must be listed as additionally insured on the liability policy at a minimum amount of \$3 million per incident. The liability insurance certificate must be on file in the CHRB headquarters office prior to the conduct of any racing.

N/A

17. DECLARATIONS

- A. All labor and lease agreements and concession and service contracts necessary to conduct the entire meeting have been finalized except as follows (if no exceptions, so state):

No exceptions.

- B. Attach each horsemen's agreement pursuant to CHRB Rule 2044.

Pending.

- C. Attach a lease agreement permitting the association to occupy the racing facility during the entire term of the meeting. (In the absence of either a lease agreement or a horsemen's agreement, a request for an extension pursuant to CHRB Rule 1407 shall be made).

On file with the Board.

- D. All service contractors and concessionaires have valid state, county or city licenses authorizing each to engage in the type of service to be provided and have valid labor agreements, when applicable, which remain in effect for the entire term of the meeting except as follows (if no exceptions, so state):

No exceptions.

- E. Absent natural disasters or causes beyond the control of the association, its service contractors, concessionaires or horsemen participating at the meeting, no reasons are believed to exist that may result in a stoppage to racing at the meeting or the withholding of any vital service to the association except as follows (if no exceptions, so state):

No exceptions.

NOTICE TO APPLICANT Pursuant to CHRB Rules 1870 and 1871, the CHRB shall be given 15 days' notice in writing of any intention to terminate a horse racing meeting or the engagements or services of any licensee, approved concessionaire, or approved service contractor.

18. CERTIFICATION BY APPLICANT

I hereby certify under penalty of perjury that I have examined this application, that all of the foregoing statements in this application are true and correct, and that I am authorized by the association to attest to this application on its behalf.

OAK TREE RACING ASSOCIATION

Sherwood C. Chillingworth
Print Name

Executive Vice President
Print Title


Signature

7/2/02
Date

ITEM 3

STAFF ANALYSIS August 21, 2002

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE FRESNO DISTRICT FAIR AT FRESNO FROM OCTOBER 2, 2002 THROUGH OCTOBER 13, 2002.

Fresno District Fair filed its application for license to conduct a horse racing meeting at Fresno:

- October 2 through October 13, 2002, or 10 days, one less than 2001. They propose to race a total of 98 races, four less than 2001. The fair was allocated to race 11 days through October 14. Fresno Board of Directors voted not to race October 14, due to the fair closing October 13.

October - 2002						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		1	2	3	4	5
6	7	8	9	10	11	12
13	14 H	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30	31		

- Racing 5 days per week, Wednesday through Sunday with 8 races per day Wednesday and Thursday and 11 races Friday, Saturday and Sunday.
 - Number of horses available will determine the number of races programmed daily for each breed.
 - No racing Monday, October 7 and Tuesday, October 8.
- First post 12:37 p.m. Saturday and Sunday, 12:45 p.m. Friday and 1:37 p.m. Wednesday and Thursday.
- Specific changes from the 2001 license application:
 - Joe Gibson replaces Lester Oster as patrol judge, Lester Oster replaces Sidney Wheeler as placing judge, Melody Truitt replaces Chris Lapham as timer, Grant Baker replaces Charlie Palmer as racing secretary and Henry Cook replaces Jennifer Baker as fitness veterinarian.
 - Increased the number of races offered Friday and Saturday from 10 to 11 and Sunday from 9 to 11.
- Request Darrell Sparks be appointed horse identifier pursuant to CHRB Rule 1525.
- Track safety requirements have been fulfilled.
- Wagering program will use CHRB rules.
 - Early wagering will not be offered.

- Simulcasting conducted with other out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.

Specific information **still needed** to complete this application includes:

FROM THE FAIR:

1. Fire clearance.

FROM CARF:

1. Thoroughbred sign-off.

RECOMMENDATION:

Staff recommends the Board approve the application conditioned upon receiving the additional information necessary to conduct the racing meeting.

STATE OF CALIFORNIA
CALIFORNIA HORSE RACING BOARD
APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF A CALIFORNIA FAIR
CHRB-18 (Rev. 7/01)

Application is hereby made to the California Horse Racing Board (CHRB) for a license to conduct a horse racing meeting of a California fair as authorized by Article 6.5 of the California Business and Professions (B&P) Code, Chapter 4, Division 8, Horse Racing Law, and in accordance with applicable provisions and the California Code of Regulations, Title 4, Division 4, CHRB Rules and Regulations.

1. **APPLICANT FAIR ASSOCIATION**

A. Name, mailing address, telephone and fax numbers of fair:

21st District Agricultural Association, Big Fresno Fair
1121 South Chance Avenue, Fresno, Ca. 93702
(559) 650-3247; FAX (559) 650-3226

B. Fair association is a: District Fair County Fair Citrus Fruit Fair
 California Exposition and State Fair Other qualified fair

NOTICE TO APPLICANT Application must be filed not later than 90 days before the scheduled start date for the proposed meeting pursuant to CHRB Rule 1433.

2. **DATES OF MEETING**

- A. Inclusive dates for the entire meeting: October 2-13, 2002
B. Actual dates racing will be held: October 2, 3, 4, 5, 6, 9, 10, 11, 12, 13, 2002
C. Dates racing will NOT be held: Monday and Tuesday, October 7 and 8, 2002
D. Total number of days or nights of racing: 10 Days
E. Number of days or nights of racing per week: Week 1 - 5 Days
Week 2 - 5 Days

3. **RACING PROGRAM**

- A. Total number of races: 98
B. Number of races by breed:

<input type="text" value="68"/>	Thoroughbreds	<input type="text" value="6"/>	Quarter Horses	<input type="text" value="6"/>	Appaloosas
<input type="text" value="9"/>	Arabians	<input type="text" value="0"/>	Paints	<input type="text" value="9"/>	Mules

C. Number of races for each day or night: **Wednesday-Thursday - 8 Races;**
Friday-Saturday-Sunday 11 Races

Application received: <i>6/24/02 mg</i>	CHRB CERTIFICATION	Hearing date: <i>8/21/02</i>
Reviewed: <i>PN</i>		Approved date:
		License number

	Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
Thoroughbred	8			5	5	8	8
Other Breeds	3			3	3	3	3
Total	11	0	0	8	8	11	11

D. Total number of stakes races by breed:

Thoroughbreds
 Quarter Horses
 Appaloosas
 Arabians
 Paints
 Mules

E. Attach a listing of all stakes races and indicate the date to be run and the added money or guaranteed purse for each. *Attached*

F. Will provisions be made for owners and trainers to use their own registered colors?

Yes
 No
 If no, what racing colors are to be used:

G. List all post times for the daily racing program:

Attached

NOTICE TO APPLICANT Every licensee conducting a horse racing meeting shall each racing day provide for the running of at least one race limited to California-bred horses, to be known as the "California-bred race" pursuant to CHRB Rule 1813.

4. FAIR ASSOCIATION

A. Names of the fair directors:

- Dean Thonesen, President
- Susan Good, Vice-President
- Ardie Der Manouel
- Terry Gonsalves
- Besley Lewis
- Andriana Majarian
- Brian Pacheco
- Thomas Richards

B. Names of the directors serving on the Racing Committee or otherwise responsible for the conduct of the racing program:

Director Ardie Der Manouel; Chief Executive Officer Scott Anderson

C. Name and title of the fair manager or executive officer and the names and titles of all department managers and fair staff, **other than those listed in 9B**, who will be listed in the official program:

- Scott Anderson, CEO
- Stacy Rianda, Deputy Manager
- Chris Chatoian, Deputy Manager
- George Vidak, Pari-Mutuel Manager
- Anita Ortega, Stable Superintendent
- Steve Wood, Track Foreman

2002 BIG FRESNO FAIR STAKES SCHEDULE

Saturday, October 5, 2002 2 Year Olds 6 Furlongs	Ron & Jasmine Cloud Memorial 4 th Running	\$102,000 Guaranteed Noms Close 10/2/02, 12 Noon
Saturday, October 5, 2002 Arabians, 3 Years Old & Up 1 1/16 Miles	K Cuch Jedah Stakes 5 th Running	\$ 7,500 Added Noms Close 10/2/02 (Includes \$1,000 ARAC; \$1,000 Region 2)
Sunday, October 13, 2002 Mules, 3 Year Olds 350 Yards	AMRA World Championship Futurity	\$ 10,000 Added
Saturday, October 12, 2002 Arabians, 3 Years Old & Up Six Furlongs	California ARC Gold Cup	\$ 9,000 (Includes \$500 from ARAC) Noms Close 10/9/02
Sunday, October 13, 2002 Quarter Horses, Two Years Old 400 Yards	Fresno Quarter Horse Futurity 9 th Running	\$ 10,000 Guaranteed Noms Close 10/9/02
Sunday, October 6, 2002 Mules, 3 Years Old & Up 440 Yards	Fresno AMRA Gold Cup 7 th Running	\$ 10,000 Guaranteed Noms Close 10/1/02

OVERNIGHT STAKE SCHEDULE

Sunday, October 13, 2002 3 Year Olds & Up Bred in California 6 Furlongs	Bulldog Stakes 11 th Running	\$ 50,000 Guaranteed Noms Close 10/10/02, 12 Noon (Includes \$10,000 from the CTBA)
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Racing Secretary's Office - (559) 253-7383, 7384, 7385

Racing Office, Toll Free for Entries - 1-866-400-3247

Racing Operations (Grandstand) -(559) 253-7431; (559) 650-3330

Racing Operations (Grandstand Fax) - (559) 253-2881

Stable Gate - (559) 650-3269

APPROXIMATE POST TIMES FOR PROPOSED DAILY RACING PROGRAM:

	WEDNESDAYS/THURSDAYS	FRIDAYS	SATURDAYS, SUNDAYS
1 st	1:37	12:45	12:37
2 nd	2:07	1:15	1:07
3 rd	2:37	1:45	1:37
4 th	3:07	2:15	2:07
5 th	3:37	2:45	2:37
6 th	4:07	3:15	3:07
7 th	4:37	3:45	3:37
8 th	5:07	4:15	4:07
9 th		4:45	4:37
10 th		5:15	5:07
11 th		5:45	5:37

With the approval of the Board, the Big Fresno Fair will set its post times in a manner that will enhance the California racing product from Santa Anita and Bay Meadows.

5. PURSE PROGRAM

A. Estimated purse distribution:

- 1. All races other than stakes: \$507,300
- 2. Overnight stakes: \$50,000 (Includes \$10,000 from CTBA)
- 3. Non-overnight stakes: \$148,500

B. Estimated purse distribution for all **stakes** races: \$198,500

C. Estimated funds to be generated for all California-bred incentive awards: \$20,200

D. Estimated amount of payment to each recognized horsemen's organization contracting with the fair and the name(s) of the organization(s):

Recognized Horsemen's Organization	Estimated Payment
TOC - \$3,329; CTT - \$1,664; CWAR - \$1,803; NTRA - \$2,700; ARAC - \$6,226; PCQHRA - \$1,353; AMRA - \$5,335	\$ 22,411

E. Total estimated amount from **all sources** to be distributed at the meeting in the form of purses or other benefits to horsemen:

\$748,411

F. Estimated purse funds to be generated from on-track handle and intrastate off-track handle:

\$465,000

G. Estimated purse funds to be generated from interstate handle: \$145,000

H. Bank or depository for the Paymaster of Purses' purse account and the account number:

West America Bank - Account #060106 - 4512 (CARF)

I. Name, address and telephone number of the pari-mutuel audit firm engaged for the meeting:

Edward D. Roland & Associates,
201 S. Lewis Street, #309
Orange, Ca. 92868 (714) 978-7868

NOTICE TO APPLICANT All funds generated and retained from on-track pari-mutuel handle which are obligated by law for distribution in the form of purses, breeders' awards or other benefits to horsemen, **shall not** be deemed as income to the fair and **shall**, within 3 calendar days following receipt, be deposited in a segregated and separate liability account in a depository approved by the CHRB and shall be at the disposition of the Paymaster of Purses, who shall pay or distribute such funds to the persons entitled thereto. All funds generated from off-track simulcast wagering, interstate wagering, and out-of-state wagering which are obligated by law for distribution in the form of purses and breeders' awards, shall also be deposited within 3 calendar days following receipt into such liability account. In the event the fair is obligated to the payment of purses prior to those obligated amounts being retained from pari-mutuel wagering for such purpose, or as a result of overpayment of earned purses at the conclusion of the meeting, the fair shall transfer from its own funds such amounts as are necessary for the Paymaster of Purses to distribute to the horse owners statutorily or contractually entitled thereto. The fair is entitled thereafter to recover such transferred funds from the Paymaster of Purses' account; and if insufficient funds remain in the account at the conclusion of the meeting, the fair is entitled to carry forward the deficit to its next succeeding meeting as provided by B&P Code Section 19615(c) or (d). In the event of **underpayment** of purses which results in a balance remaining in the Paymaster of Purses' account at the conclusion of the meeting after distribution of amounts due to horsemen and breeders and horsemen's organizations, the fair may carry forward the surplus amount to its next succeeding meeting; provided, however, that the amount so retained does not exceed an amount equivalent to the average daily distribution of purses and breeders' awards during the meeting. All amounts in excess shall be distributed retroactively and proportionally in the form of purses and breeders' awards to the horse owners and breeders having earned purses or awards during the conduct of the meeting.

6. STABLE ACCOMMODATIONS

- A. Number of usable stalls available for racehorses at the track where the meeting is held: 740
- B. Minimum number of stalls believed necessary for the meeting: 740
- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers: None
- D. Name or location of each off-site stabling area and the number of stalls to be maintained at each site: N/A
- E. Attach each contract or agreement between the fair and the person(s) furnishing off-site stabling accommodations for eligible racehorses which cannot be provided stabling on-site. N/A

Complete subsections F through I if the fair will request reimbursement for off-site stabling as provided by B&P Code Sections 19607, 19607.1, 19607.2, and 19607.3; otherwise, skip to Section 7.

- F. Total number of usable stalls made available **on-site** for the **1986** meeting: 1,037
- G. Estimated cost to provide **off-site** stalls for this meeting: N/A
- H. Estimated cost to provide **vanning** from off-site stalls for this meeting. Show fees to be paid for vanning **per-horse**: N/A
- I. Total estimated cost for off-site stabling and vanning for this meeting. Show cost per-day **per-stall**: N/A

7. PARI-MUTUEL WAGERING PROGRAM

A. Pursuant to B&P Code Section 19599, and with the approval of the CHRB, fairs may elect to offer wagering programs using CHRB Pari-Mutuel Rules, the Association of Racing Commissioners International (RCI) Uniform Rules of Racing, Chapter 9, Pari-Mutuel Wagering, or a combination of both. Please complete the following schedule for the types of wagering other than WPS and the minimum wager amount for each:

Use DD for daily double, E for exacta (special quinella), LS for limited sweepstakes (pick 6), PK3 for pick three, PK4 for select four, PK6 for pick 6 one pool, PK7 for pick seven, PNP for pick (n) pool, PPN for place pick (n), Q for Quinella, SF for Superfecta, SS1 for special sweepstakes (pick 6) alternate 1, SS2 for special sweepstakes (pick 6) alternate 2, SS3 for special sweepstakes (pick 6) alternate 3, SRUS for special reserved unlimited sweepstakes (pick 9), SUS for special unlimited sweepstakes (pick 9), TRI for Trifecta, and US for unlimited sweepstakes (pick 9).

		TYPE OF WAGERS			APPLICABLE RULES		
Example Race		\$1 E; \$2 Twin Trifecta Exacta (E) - CHRB #1959 Trifecta (TRI) -CHRB #1979 Pick 3 (PK3) - CHRB #1977			CHRB #1959; RCI #VP Quinella (Q) - CHRB #1958 Superfecta (Superfecta) - CHRB #1979.1 Daily Double (DD) - CHRB #1957 Select 4 PK4 - CHRB #1978		
Race #1	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #2	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #3	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #4	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #5	\$1 E	\$1 PK3	\$1 PK4	\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #6	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #7	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF (\$1 PK3 for 11 Race Program)
Race #8	\$1 E	\$1 PK3	\$1 PK 4	\$1 TRI	\$2 Q	\$2 DD	\$1 SF (\$1 PK 3 for 11 Race Program) (\$1 PK 4 for 11 Race Program) (\$2 DD for 11 Race Program)
Race #9	\$1 E	\$1 PK3		\$1 TRI	\$2 Q	\$2 DD	\$1 SF (\$1 PK3 for 11 Race Program)
Race #10	\$1 E			\$1 TRI	\$2 Q	\$2 DD	\$1 SF
Race #11	\$1 E			\$1 TRI	\$2 Q	\$2 DD	\$1 SF

- B. The maximum carryover pool to be allowed to accumulate before its distribution **OR** the date(s) designated for distribution of the carryover pool: N/A
- C. List any options requested with regard to exotic wagering: N/A
- D. Will "advance" or "early bird" wagering be offered? Yes No
If yes, when will such wagering begin:
- E. Type(s) of pari-mutuel or totalizator equipment to be used by the fair and the simulcast organization, the name of the person(s) supplying equipment, and expiration date of the service contract: Autotote - December 25, 2003

8. SIMULCAST WAGERING PROGRAM

- A. Simulcast organization engaged by the fair to conduct simulcast wagering:
California Authority of Racing Fairs; Northern California Off-Track Wagering, Inc.
- B. Attach the agreement between the fair and simulcast organization permitting the organization to use the fair's live audiovisual signal for wagering purposes and providing access to its totalizator for the purpose of combining on-track and off-track pari-mutuel pools.
- C. California simulcast facilities the fair proposes to offer its live audiovisual signal:
All California Facilities authorized to accept the signal.
- D. Out-of-state wagering systems the fair proposes to offer its live audiovisual signal:
Attached
- E. Out-of-state wagering systems that will combine their pari-mutuel pools with those of the fair:
Attached
- F. List the host tracks from which the fair proposes to import out-of-state and/or out-of-country thoroughbred races. Include the dates imported races will be held and whether or not a full card will be accepted. If the full card will not be imported, state "selected feature and/or stakes races":
Attached

NOTICE TO APPLICANT B&P Code Section 19596.2(a) stipulates that on days when live thoroughbred or fair racing is being conducted in the state, the number of thoroughbred races which may be imported by an association or fair during the calendar period the association or fair is conducting its racing meeting cannot exceed a combined daily total of 23 imported thoroughbred races statewide. The limitation of 23 imported thoroughbred races per day statewide does not apply to those races specified in B&P Code Section 19596.2(a)(1), (2), (3) and (4).

2002

Out-of-state wagering systems the association proposes to offer its live audiovisual signal:

Commingled Pools	Kentucky Downs, KY	Sports Creek Raceway, MI
Acoma Pueblo, NM	Kentucky OTB, KY	Sportsman's Park, IL
Arapahoe Park, CO	Lakes Region Greyhound Pk (Suffolk), ME	St. Croix Greyhound Park (Stevenson), WI
Arlington International Race Course, IL	Las Vegas Dissemination Ser., NV	State Fair Park, NE
Atlantic City Casino Assn., NJ	Las Vegas Dissemination Ser., NV	Step Two, LLC (Suffolk), ME
Atlantic City Race Course, NJ	Tribal Locations	Suffolk Downs, MA
Balmoral Hotel (Stevenson), Costa Rica	Lebanon Trotting Club, OH	Sunland Park Racetrack, NM
Balmoral Park, IL	Les Bois Park, ID	SunRay Park and Casino, NM
Bettor Racing OTB, SD	Lewiston OTB, ME	Tampa Bay Downs, FL
Beulah Park, OH	Lincoln Park, RI	The Greyhound Park at Post Falls, ID
Birmingham Race Course, AL	Lincoln State Fair, NE	The Meadows, PA
Blue Ribbon Downs, OK	Lone Star Race Park, TX	The Stables (LVDC), OK
Bluff's Run, IA	Louisiana Downs, LA	The Texas Hub/Gulf Greyhound, TX
Boyd Gaming, d/b/a Delta Downs, LA	Manor Downs, TX	Thistledown Racing Club, OH
Brocton Fair (via Suffolk Dws), MA	Maryland Jockey Club, MD	Tri-State Greyhound, WV
Buffalo Trotting Association, NY	Maywood Park, IL	Tucson Greyhound Park, AZ
Calder Race Course, FL	Meskwaki Casino (LVDC), NV	Turf Paradise, AZ
Canterbury Park, MN	Mia Flores Racebook (Stevenson), Peru	Turfway Park, KY
Capital District OTB, NY	Midway Slots & Simulcast, DE	Turning Stone Casino, NY
Catskill Off-Track Betting, NY	Millers Restaurant (Suffolk), ME	Valley Race Park, TX
Coeur d'Lene Hotel & Casino, ID	Mobile Greyhound Park, AL	Vernon Downs, NY
Charging Horse Casino (Choctaw), MT	Montana Simulcast Partners (IMS), MT	Western Regional OTB, NY
Charles Town Races, WV	Monticello Raceway, NY	Wheeling Downs, WV
Choctaw Racing Services, L.L.C., OK	Mountaineer Park, WV	Wichita Greyhound Park, KS
Churchill Downs, KY	Mt. Pleasant Meadows, MI	Will Rogers Downs, OK
Churchill Downs Sports Spectrum, KY	Multnomah Greyhound Park, OR	Woodlands, KS
Citizen Band Potawatomi Indians, IA	Nassau Regional OTB, NY	Wyoming OTB, WY
Colonial Downs, VA	Nebraska State Fair Park, NE	Yavapai Downs, AZ
Comanche Nation Games (LVDC), NE	Nevada Pari-Mutuel Association, NV	Yonkers Raceway, NY
Columbus Races, NE	New Jersey Sports & Exposition, NJ	Yobet.com, PA
Connecticut OTB, CT	Meadowlands/Monmouth	
Corpus Christi Greyhound Track, TX	New Mexico State Fair, NM	Separate Pools
Crystal Palace Casino (Stevenson), Bahamas	New York City Off-Track Betting Corp., NY	Arima Race Club (Stevenson), Trin./Tobago
International Racg. Grp. (Stevenson), Curacao	New York Racing Association, NY	Assiniboia Downs, CAN
Dairyland Greyhound Park, WI	Newport Jai Alai, RI	Atingua Turf Club (Stevenson), Antigua
Dakota Teletrack, TX	Northfield Downs Partnership, MI	Barbados Turf Club (Stevenson), Barbados
Delaware Park, DE	Northville Racing Corp., MI	Caliente (Hipodromo De Agua Caliente), MEX
Delta Downs, LA	Emerald Downs, WA	Caymanas Park, JA
Dover Downs, DE	Oaklawn Park, AR	Clinton Phipps Racetrack (Stevenson), St.Th
Downs at Albuquerque, NM	Ocean Downs, MD	Edmonton Northlands, AL, CAN
Ellis Park, KY	Penn National Race Course, PA	El Commandante (Stevenson), PR
Emerald Downs, WA	Philadelphia Park, PA	Elmira Raceway, ON, CAN
Eureka Downs, KS	Philadelphia Park/TRN Intern'l., PA	Excelsior Hotel (Stevenson & Assoc), MD
Evangeline Downs, LA	Plainridge Racecourse, MA	Flamboro Downs, ON, CAN
Excelsior Casino (Stevenson), Aruba	Pocono Downs, PA	Fraser Downs, BC, CAN
Fair Grounds, LA	Pojoaque Pueblo Gaming, Inc.(LVDC), OK	Hiawatha Downs, ON, CAN
Fair Meadows, OK	Portland Meadows, OR	Hipodromo Los Comuneros(Stevenson) COL
Fairmount Park, IL	Prairie Meadows, IA	Hipodromo Moronas (Stevenson), UR
Finger Lakes Race Track, NY	Potawatomi Indian Tribe of OK (LVDC), OK	Hipodromo Presidente Remon (Stevenson)PA
Fire Lakes (LVDC), OK	Raceway Park, OH	Hipodromo Quinto Centenario(Stevenson)DR
Fonner Park, NE	Racing & Gaming Services, St. Kitts, Br.W.I.	Hipodromo d'Aylmer, QU
Foxwoods Casino (LVDC), CT	Racing Services, Inc., ND	Hipodromo Presidente Remon, PA
Freehold Raceway, NJ	Randall Doc James, JA	Jockey Club de Peru (Stevenson), Peru
Geneva Lakes Kennel Club, WI	Raynham Greyhound (Suffolk), MA	Juarez (Stevenson), MEX
Gillespie County Fair, TX	Remington Park, OK	Las Vegas Dissemination Co., NV
Great Lakes Downs, MI	Retama Park, TX	l' Hippodrome de Montreal, ML
Greentrack, AL	Rillito Park, AZ	Marquis Downs, SA, CAN
Gulfstream Park, FL	River Downs, OH	Ontario Jockey Club, ON, CAN
Harrington Rwy. & Simulcast Facility, DE	Rockingham Park, NH	Pacific Racing Association(Hastings), BC, CA
Hawthorne Race Course, IL	Rosecroft Raceway, NY	Queensbury Downs, SA, CAN
Hazel Park, MI	Ruidoso Downs, NM	Rideau Carlton, ON, CAN
Hinsdale Greyhound Park, NH	Saginaw Harness, MI	Stampede Park, AL, CAN
Holiday Beach Hotel (LVDC), NV	Sam Houston Park, TX	Stevenson & Associates, MD
Hoosier Park, IN	Saratoga Raceway, NY	Western Fair, ON, CAN
Horsemen's Atokad Park, NE	Scarborough Downs, ME	Windsor Raceway, ON, CAN
Horsemen's Park, NE	Schenectady OTB, NY	
Jackson Harness Raceway, MI	Scioto Downs, OH	
John Martin Manor (via Suffolk), ME	Seven Clans Casino (Choctaw), OK	
Keeneland, KY	Southland Greyhound Park, AR	

California Authority of Racing Fairs
June 12 - October 14, 2002
Out-of-State Imports - Full or Partial Card

Arlington Park, IL
Belmont Park, NY
Calder, FL
Canterbury Downs, MN
Churchill Downs, KY
Ellis Park, KY
Emerald Downs, WA
Fair Grounds, LA
Gulfstream, FL
Hastings Park, B.C., CAN
Hawthorne, IL
Hoosier Park, IN
Keeneland, KY
Kentucky Downs, KY
Lone Star Park, TX
Louisiana Downs, LA
Meadowlands, NJ
Monmouth Park, NJ
Penn National, PA
Philadelphia Park, PA
Pimlico, MD
Remington Park
Saratoga, NY
Sunland Park, NM
Thistledown, OH
Turf Paradise, AZ
Turfway Park, KY
Yavapai Downs, AZ

THOROUGHBRED SIMULCAST RACES TO BE IMPORTED

Name of Host Track	Race Dates	Full Card or Selected Feature and/or Stakes Races
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Examples:

Calder Race Course	1/1 & 1/2/99	Full Card
Fair Grounds	3/14/99	Selected Feature and/or Stakes Races

- G. List imported simulcast races the fair plans to receive during the racing meeting which use breeds other than the breed of the majority of horses racing at its live horse racing meeting. Include the name of the host track, the dates imported races will be held, and how many races will be imported: N/A

OTHER BREED SIMULCAST RACES TO BE IMPORTED

Name of Host Track	Breed of Horse	Race Dates	Number of Races to be Imported
--------------------	----------------	------------	--------------------------------

Examples:

Meadowlands	H	8/7/99	1
Ruidoso Downs	QH	9/6/99	3

- H. If any out-of-state or out-of-country races will commence outside of the time constraints set forth in B&P Code Section 19596.2(d), attach a copy showing agreement by the appropriate racing association(s).

NOTICE TO APPLICANT All interstate wagering to be conducted by a fair is subject to the provisions of Title 15, United States Codes, which require specific **written** approval of the CHRB and of the racing commission having jurisdiction in the out-of-state venue. All international wagering to be conducted by a fair is subject to the provisions of B&P Code Sections 19596, 19596.1, 19596.2, 19601, 19602, and 19616.1, and will require specific written approval of the CHRB.

Every fair shall pay to the simulcast organization within 3 calendar days following the closing of wagering for each racing program, or upon receipt of the proceeds, such amounts that are retained from off-track simulcast wagering, interstate and out-of-state wagering and which are obligated by statute for guest commissions, simulcast operator's expenses and promotions, equine research, local government in-lieu taxes, and stabling and vaning deductions. Every fair shall pay to its Paymaster of Purses' account within 3 calendar days following the closing of wagering for each racing program, or upon receipt of the proceeds, such amounts that are retained or obligated from off-track simulcast wagering, interstate and out-of-state wagering for purses, breeders' awards or other benefits to horsemen. **(See Notice to Applicant, Section 5.)**

9. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

A. Racing Officials nominated:

Associate Judges	N/A
Association Veterinarian (s)	Fitness - Henry Cook
Clerk of Scales	Fred Alexander
Assistant Clerk of Scales	Cheryl White
Clerk of the Course TB	Bettie Flaniken
EB	Dolores Collins
Horse Identifier	Darrell Sparks
Horseshoe Inspector	Duke Bonde
Paddock Judge	James Dreyer
Patrol Judges	Joe Gibson James Dreyer
Placing Judges	Charla Dreyer Lester Oster
Starter	Hugh Morgan
Timer	Melody Truitt

B. Management officials in the racing department:

Director of Racing	Dan White
Racing Secretary	Grant Baker
Assistant Racing Secretary	Kenneth Sjoldal
Paymaster of Purses	Anna Hamilton
Track Announcer	John McGary
Others (identify by name and title)	

C. Name, address and telephone number of the reporter employed to record and prepare transcripts of hearings conducted by the stewards:

Ray Eggebratten, CSR 1810 Van Ness Avenue, Fresno, Ca. 93721 (559) 441-1681

D. Photographic device to be used for photographing the finish of all races, name of the person supplying the service, and expiration date of the service contract:

Plusmic Corporation USA
Expires 11/01/03

- E. Photopatrol video equipment to be used to record all races, name of the person supplying the service, and expiration date of the service contract:
Pegasus Communications, Inc., April 30, 2003
- F. Type of electronic timing device to be used for the timing of all races, name of the person supplying the service, and expiration date of the service contract:
Pegasus Communications, Inc.
April 30, 2003

10. SECURITY CONTROLS AND EMERGENCY SERVICES

- A. Name and title of the person responsible for security controls on the premises:
Dan White, Director of Racing
- B. Estimated number of security guards, gatemen, patrolmen or others to be engaged in security tasks on a regular full-time basis. Describe the electronic security system:

12 Security/Gatemen complimented by the Fresno Police Department.
Central Alarm controls Money Room and Satellite Room with door sensors and motion detectors. Vault room has separate motion sensors. Grandstand controlled by ADT Security Systems with motion and door sensors.

- C. Name, address and emergency telephone number of the ambulance service to be used during workouts and the running of the races:
American Ambulance, 911 Santa Fe, Fresno, Ca. 93721 (559) 443-5900
- D. Name, address and emergency telephone number of the ambulance service to be used during workouts at auxiliary sites: N/A
- E. Attach a fire clearance from the fire authority having jurisdiction over the premises.

With the CHRB's approval, fire clearance will be provided when Fire Marshall inspects the portable stalls, usually a week or so before the start of the Fair Race Meet.

- F. Name of the workers' compensation insurance carrier for the fair and the number of the insurance policy (if self-insured, provide details): Self Insured

California Fair Services Authority (916) 921-2213
Workmens Compensation Insurance Claims
1776 Tribute Road, Suite 100
Sacramento, Ca. 95815

- G. Attach a Certificate of Insurance for workers' compensation coverage. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of insurance which secures the liability of the fair for payment of workers' compensation. On file with the CHRB Office.



May 14, 2002

To: California Horse Racing Board (CHRB)
1010 Hurley Way, Suite 300
Sacramento, CA 95825
Attn: Pat Noble

Re: Big Fresno Fair/21st DAA
1121 S. Chance Avenue
Fresno, CA 93702

Please be advised that the Big Fresno Fair/21st DAA is a member of the California Fair Services Authority (CFSA), and participates in the following self-insurance and loss pooling programs which are administered by CFSA:

I. COMPREHENSIVE GENERAL LIABILITY PROGRAM

Limit \$10 million CSL per occurrence
Coverage continuous until cancelled

II. WORKERS' COMPENSATION AND EMPLOYERS' LIABILITY

- A. Primary Coverage \$300,000 self-insured retention California Fair Services Authority
Coverage continuous until cancelled
- B. Excess Policy (a) Workers' Compensation: Unlimited in excess of \$300,000
(b) Employers' Liability: \$5 million in excess of \$300,000
Excess Policy from Employers Reinsurance Corporation expires July 1, 2002.

CFSA represents to the CHRB that within the above limits, terms and provisions of the coverage stated, to the extent provided by law, CFSA will provide defense, payment, and indemnification on loss funding in accordance with the terms of the contractual assumption of the Big Fresno Fair/21st DAA as set forth in the CHRB's "Insurance Requirements".

You will be given at least thirty (30) days notice of any change in the foregoing information. We trust that this commitment will satisfy your insurance requirements.

Please feel free to contact this office on all matters including possible claims.

Sincerely,

A handwritten signature in cursive script that reads "Lianne Lewellen".

Lianne Lewellen
Risk Analyst

11. CONCESSIONAIRES AND SERVICE CONTRACTORS

Names and addresses of all persons to whom a concession or service contract has been given, **other than those already identified**, and the goods and/or services to be provided by each:

Ovations/FanFare, LP (Food & Beverage)
 Charles Neary
 2031 San Ramon Valley Blvd.
 San Ramon, Ca. 94583

Speeda Sound (Sound) (Pending)
 Mike King
 5617 W. San Madele
 Fresno, Ca. 93722

Bucky's Satellite Selections (Tip Sheets)
 Terry Nemec
 12691 E. Alamos
 Sanger, Ca. 93657

Photos by Frank (Winner's Circle Photos)
 Patricia Visco
 3015 E. Bayshore Freeway #422
 Redwood City, Ca. 94583

Bob's Card, Inc. (Tip Sheets)
 Tiffany Bohland
 420 S. Rolling Hills Place
 Anaheim Hills, Ca. 92807

Winner's Circle Restaurant (Café)
 Don Fowler
 1100 Howe Avenue, #450
 Sacramento, Ca. 95825

Silver Bar Leasing (Portable Stalls)
 Al Foote
 2445 S. Fruit
 Fresno, Ca. 93706

United Puett Start Gate (Starting Gate)
 1 Sound View Loop
 South Salem, NY 10590

Bailey Mobile Laundry (Jockeys' Laundry)
 Frances Lorene Dutton
 1129 Avenida Sevilla #7-B
 Walnut Creek, Ca. 94595-3741

Del Mar Graphics (Programs)
 7806 Honors Court
 Pleasanton, Ca. 94588

12. SCHEDULE OF CHARGES

A. Proposed charges for admissions, seating or boxes, parking and programs. Note any changes from previous year:

Admission (general)	-	\$7.00
Admission (clubhouse)	-	\$5.00
Reserved seating (general)	-	\$4.00
Reserved seating (clubhouse)	-	N/A
Parking (general)	-	\$4.00
Parking (preferred)	-	\$6.00
Parking (valet)	-	N/A
Programs (on-track)	-	\$1.00
(off-track)	-	Programs provided by Bay Meadows

B. Describe any "Season Boxes" or other special accommodation fees:
 Season Box Seats - \$495.00 (box of 4)

C. Describe any "package" plans such as combined parking, admission and program: None

13. JOCKEYS' QUARTERS

Men: 13 w/seats; 15 w/o; 44 cubicles
 Women: 5 w/seats; 6 w/o; 21 cubicles

A. Check the applicable amenities available in the jockeys' quarters:

- | | | | |
|--|---|--|------------------|
| <input checked="" type="checkbox"/> Corners (lockers and cubicles) | How many | <input type="text" value="22"/> | See above totals |
| <input checked="" type="checkbox"/> Showers | <input checked="" type="checkbox"/> Steam room, sauna or steam cabinets | <input checked="" type="checkbox"/> Lounge area | |
| <input checked="" type="checkbox"/> Masseur | <input checked="" type="checkbox"/> Food/beverage service | <input checked="" type="checkbox"/> Certified platform scale | |

B. Describe the quarters to be used for female jockeys: Same as mens quarters.
 Built in 1990 and 1991. Separate locker rooms, restrooms, sauna room, bunk room, and shower room for female jockeys.

14. BACKSTRETCH EMPLOYEE HOUSING

- A. Attach written certification that an inspection of the backstretch employee housing has been conducted by a lead agency designated by the CHRB and the applicant is not aware of any known violations of the local housing ordinances.
- B. Number of rooms used for housing on the backstretch of the racetrack: of 106 tack rooms, a possible 54 to be used for housing.
- C. Number of restrooms available on the backstretch of the racetrack: Four Trailers - Two, 48 foot Restroom Trailers with five restrooms each available for both men and women, and two, 28 foot Shower Trailers with four showers and 1 restroom each available for both men and women.
- D. Estimated ratio of restrooms to the number of backstretch personnel: One for every 7 people
 1 - Receiving Barn; 58 in RV Trailer Park; 3 Portable Toilets (2 @ Gate 10, 1 @ Gap);
 1 - in Racing Secretary's Office; 2 in Winner's Circle Café.

15. TRACK SAFETY

- A. Total distance of the racecourse - measured from the finish line counterclockwise (3' from the inner railing) back to the finish line: approximately 5, 129 feet.
- B. Describe the type(s) of materials used for the inner and outer railings of the race course, the type of inner railing supports (i.e., metal gooseneck, wood 4" x 4" uprights, offset wood 4" x 4" supports, etc.), the coverings, if any, on the top of the inner railing, and the approximate height of the top of the inner railing from the level of the race course.

Inner rail, metal (powder coated); outer rail, metal, aluminum & galvanized chain link; inner rail supports, metal gooseneck; inner rail top shield is made of sheet metal; shield is 39" above the track surface.

C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474: Track Masters, Inc., Steve Wood

- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474 (See Page 16).
- E. If the fair is requesting approval to implement alternate methodologies to the provisions of Article 3.5, Track Safety Standards, pursuant to CHRB Rule 1471, attach a Certificate of Insurance for liability insurance which will be in force for the duration of the meeting specified in Section 2. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of liability insurance. Additionally, the CHRB must be listed as additionally insured on the liability policy at a minimum amount of \$3 million per incident. The liability insurance certificate must be on file in the CHRB headquarters office prior to the conduct of any racing. N/A

16. DECLARATIONS

- A. All labor agreements, concession and service contracts, and other agreements necessary to conduct the entire meeting have been finalized except as follows (if no exceptions, so state):
No Exceptions
- B. Attach each horsemen's agreement pursuant to CHRB Rule 2044.

CARF will provide.
- C. All service contractors and concessionaires have valid state, county or city licenses authorizing each to engage in the type of service to be provided and have valid labor agreements, when applicable, which remain in effect for the entire term of the meeting except as follows (if no exceptions, so state): No Exceptions
- D. Absent natural disasters or causes beyond the control of the fair, its service contractors, concessionaires or horsemen participating at the meeting, no reasons are believed to exist that may result in a stoppage to racing at the meeting or the withholding of any vital service to the fair except as follows (if no exceptions, so state): No Exceptions

NOTICE TO APPLICANT Pursuant to CHRB Rules 1870 and 1871, the CHRB shall be given 15 days' notice in writing of any intention to terminate a horse racing meeting or the engagements or services of any licensee, approved concessionaire, or approved service contractor.

17. CERTIFICATION BY APPLICANT

I hereby certify under penalty of perjury that I have examined this application, that all of the foregoing statements in this application are true and correct, and that I am authorized by the fair to attest to this application on its behalf.

SCOTT J. ANDERSON
Print Name Scott Anderson

CHIEF EXECUTIVE OFFICER
Print Title Chief Executive Officer


Signature

6/21/02
Date

STAFF ANALYSIS
PROPOSED ADDITION OF
RULE 1867
PROHIBITED VETERINARY PRACTICES

Regular Board Meeting
August 21, 2002

BACKGROUND

Responsibilities of the California Horse Racing Board (CHRB) include protecting the integrity of horse racing, guarding the health of the horse and safeguarding the interest of the public and the racing participants. In this regard the Board is poised to establish rules, that serve to protect the horse and rider and driver.

Rule 1867 Prohibited Veterinary Practices will establish criteria and list those drugs, substances or medications whose use or possession of constitutes a prohibited veterinary practice.

ANALYSIS

Rule 1867, Prohibited Veterinary Practices, will specify that use or possession of certain enumerated drugs, substances, or medications on the premises of a facility under the jurisdiction of the Board is prohibited.

Post-race urine and blood samples are taken and tested under the Boards comprehensive testing program. The application of available technology enhances the ability to detect a wide range of prohibited drug substances. However, there are substances that may be in use at race tracks that are difficult to detect under current laboratory testing methods. Under Rule 1867, the use or possession of specified substances constitutes a prohibited practice, and would be in violation of the Board's rules.

In addition to establishing the criteria for prohibited veterinary practices, the rule identifies those acts, practices, drugs or substances that fall in the "prohibited practices" category. Rule 1867 identifies substances or acts the Board has determined are prohibited veterinary practices. The list is not stagnant and can be added to as the Board so determines.

Erythropoietin, also referred to as EPO, and Darbepoietin are closely related medications. They are human medications used to increase red blood cell concentration. These drugs are rumored to be in use at race tracks around the world in an attempt to increase the number of red blood cells in the horse. In theory the use of the drugs would improve the stamina of the horse and therefore improve performance.

There is no accepted veterinary medical use for these medications and the United States Food and Drug Administration (FDA) has not approved Erythropoietin or Darbepoietin for use in the horse. There is evidence that serious adverse effects could result to the horse from the administration of these drugs. Adverse effects would include severe hemoconcentration and an immune response leading to a severe anemia which may be unresponsive to treatment.

Erythropoietin and Darbepoietin fit the criteria for inclusion as a prohibited veterinary practice, as defined in Rule 1867. In addition, The association of Racing Commissioners International has suggested its member racing commissions adopt rules making the use and or possession of Erythropoietin and Darbepoietin at a facility under the jurisdiction of the regulatory body a prohibited practice.

RECOMMENDATION

The proposed addition of Rule 1867 was presented and approved for notice at the June 6, 2002 Regular Board Meeting. No comments were received during the 45-day public comment period.

Staff recommends the Board adopt Rule 1867 as presented.

CALIFORNIA HORSE RACING BOARD
TITLE 4, CALIFORNIA CODE OF REGULATIONS
ARTICLE 15. VETERINARY PRACTICES
Proposed Addition of
Rule 1867
Prohibited Veterinary Practices

Regular Board Meeting
August 21, 2002

Rule 1867. Prohibited Veterinary Practices

For purposes of this division, prohibited veterinary practices means:

(a) the possession and/or use on the premises of a facility under the jurisdiction of the Board of any drug, substance or medication specified below for which a recognized analytical method has not been developed to detect and confirm its administration; or the use of which may endanger the health and welfare of the horse, or the safety of the rider or driver.

(1) Erythropoietin (EPO)

(2) Darbepoietin

(b) the possession and/or use on the premises of a facility under the jurisdiction of the Board of any drug, substance or medication that has not been approved by the United States Food and Drug Administration (FDA) for use in the United States. The Board may grant an exception to this subsection if the person or persons seeking the exemption submits written documentation that demonstrates an FDA exemption has been obtained pursuant to Guide 1240.3025 of the FDA Center for Veterinary Medicine (CVM) Program Policy and Procedures Manual, which is hereby incorporated by reference. Guide 1240.3025 of the FDA CVM Program Policy and Procedures Manual may be obtained at the California Horse Racing Board's headquarters office.

Authority: Sections 19440, 19562, 19580 and 19581, Business and Professions Code.

Reference: Sections 19440, 19562, 19580 and 19581, Business and Professions Code.

**STAFF ANALYSIS
REQUEST FOR APPROVAL OF
CHARITY DISTRIBUTION**

**REGULAR BOARD MEETING
AUGUST 21, 2002**

Background:

The Bay Meadows Foundation, a charitable foundation completely independent of the Bay Meadows racing operation, is requesting that the Board approve its proposed distribution of charity racing day proceeds of \$105,000. The list of 44 beneficiaries is attached for your review. Exactly 20% of the total dollars distributed will go to charities associated with the horse racing industry. This allocation meets the legal requirement for charity day distributions.

Recommendation:

Staff recommends that the Board approve this request.



THE BAY MEADOWS FOUNDATION

P. O. BOX 4687 ❖ BURLINGAME, CA 94011-4687

(650) 697-6000

Judge Melvin E. Cohn (Ret.), President
Hon. Jackie Speier, Vice President
Tormey L. Ward, Treasurer
Hon. James P. Fox, Secretary
Joseph W. Cotchett, Board Member
Justice Robert F. Kane (Ret.), Board Member
Adrienne J. Tissier, Board Member

July 18, 2002

John Reagan, Senior Management Auditor
California Horse Racing Board
1010 Hurley Way, Suite 300
Sacramento, CA 95825

Dear Mr. Reagan:

Enclosed is a list of grants awarded at The Bay Meadows Foundation's Board meeting on June 13, 2002. We are currently holding \$114,902.00 in Charity Day proceeds and we will be left with a balance of \$9,902.00 following the proposed distribution of \$105,000.

With the exception of the horse racing-related entities designated by the Bay Meadows Operating Company, we hereby affirm that the charities we have selected for grants meet the eligibility requirements pursuant to Business & Professions Code §19556.

Please submit the attached list to the Horse Racing Board for approval at their next meeting and advise us as soon as possible of their decision.

Yours very truly,

MELVIN E. COHN
President

Enclosure

**BAY MEADOWS FOUNDATION
GRANTS AWARDED AT 6/13/02 MEETING**

CHARITIES

**TOTAL
AMOUNT
GRANTED**

TRADITIONAL CHARITIES:

BLIND BABIES FOUNDATION	\$2,500
BBF provides early intervention services to blind children and their families. Grant is awarded for the Off to a Good Start Program in San Mateo, San Francisco and Santa Clara Counties.	
CAÑADA COLLEGE/FOUNDATION FOR SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT	\$2,000
Canada College is a two-year public institution. Grant is awarded for the scholarship fund.	
CATHOLIC CHARITIES/SF (SAN CARLOS ADULT DAY CENTER)	\$1,000
The San Carlos Adult Day Center provides programming that enables participants to interact socially. Grant will be used to provide scholarships to seniors who cannot afford to pay the full rate.	
CATHOLIC CHARITIES/SF (MEALS ON WHEELS PROGRAM)	\$1,000
Meals on Wheels delivers meals to seniors and people with disabilities. Grant will be used to subsidize home-delivered meals.	
CHILD CARE COORDINATING COUNCIL	\$2,500
The Child Care Coordinating Council mobilizes, coordinates and develops resources to assure quality child care. Grant is awarded for scholarship support to Family Forum, an annual all-day seminar for parents and professionals who work with children.	
COASTSIDE ADULT DAY HEALTH CENTER	\$2,500
The Center offers a daily program of activities and health services to frail, elderly and disabled adults on the San Mateo Coast. Grant will be used to subsidize hot daily lunches for participants.	
COLLEGE OF NOTRE DAME	\$1,000
Ranked as one of the best regional schools in the west, the College of Notre Dame was founded by the Sisters of Notre Dame de Namur. Grant is awarded for scholarship assistance.	
COLLEGE OF SAN MATEO/FOUNDATION FOR SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT	\$2,000
The College of San Mateo is a two-year public institution. Grant is awarded for the Reading for Success Program to remodel and upgrade the instructional materials and equipment at CSM's Reading Center.	

CHARITIES**TOTAL
AMOUNT
GRANTED**

COYOTE POINT MUSEUM The Coyote Point Museum provides care for animals that cannot be released into the wild due to medical or behavioral limitations. The Museum is an environmental educational resource primarily for children. The grant will be used for the Museum's wildlife care and veterinary services.	\$1,000
GRACENTER/SISTERS OF THE GOOD SHEPHERD The Good Shepherd Gracenter Program provides services to women who are chemically dependent and need assistance to begin and maintain a productive life. Grant is awarded for operating expenses and continued program development.	\$1,000
GUIDE DOGS FOR THE BLIND Guide Dogs for the Blind provides trained, purebred guide dogs and training in their use to qualified legally blind people at no cost. Grant awarded is for operating expenses.	\$2,000
INDEPENDENT LIVING RESOURCE CENTER ILRC was founded by people with disabilities to assist other people with disabilities to make the transition from dependence to independence. Grant awarded is for the Assistive Technology Program, primarily a program to educate participants about the tools available, how they can help improve lives, where to find them and how to find funding for them.	\$1,500
JEWISH HOME The Jewish Home is a nonprofit geriatric, skilled nursing, long-term care facility. Grant awarded is for the Fannie L. Morris Center for Adult Day Services, which offers recreation, clinic, social, health religious, transportation and dietary services to elderly participants.	\$1,500
JOHN'S CLOSET John's Closet provides clothing and hygiene supplies for at-risk school children in Northern San Mateo County. Grant awarded is earmarked for the purchase of clothing.	\$1,000
KAINOS Kainos Home and Training Center was founded to enable adults with developmental disabilities to become independent and contributing members of the community. Grant awarded will be used to expand the volunteer program.	\$2,000

CHARITIES**TOTAL
AMOUNT
GRANTED**

MERCY HIGH SCHOOL/BURLINGAME Mercy High School is an all-girls' Catholic college preparatory school sponsored by the Sisters of Mercy. Grant awarded will be used for scholarships.	\$2,500
MID-PENINSULA BOYS & GIRLS CLUB/BAYSHORE COMMUNITY CENTER The Club is a nonprofit agency serving youth between the ages of 6-18 with an array of educational, recreational and social activities which contribute to their positive development. Grant will be used toward the construction of the Bayshore Community Center in Daly City, CA	\$5,000
MID-PENINSULA BOYS & GIRLS CLUB/POWER HOUR The Club is a nonprofit agency serving youth between the ages of 6-18 with an array of educational, recreational and social activities which contribute to their positive development. Grant will be used for the Power Hour, an after-school homework program in San Mateo.	\$5,000
NOTRE DAME HIGH SCHOOL/SCHOLARSHIP PROGRAM Notre Dame High School is an independent Catholic school for young women owned and sponsored by the Sisters of Notre Dame de Namur. Grant awarded will be used for scholarships.	\$2,000
NOTRE DAME HIGH SCHOOL/JULIE BILLIART PROGRAM Notre Dame High School is an independent Catholic school for young women owned and sponsored by the Sisters of Notre Dame de Namur. Grant awarded will be used for the Julie Billiart Program, a Saturday enrichment program for minority girls in the critical middle school years.	\$1,000
OUR LADY OF MOUNT CARMEL SCHOOL Our Lady of Mount Carmel School has been an important part of Redwood City for over 100 years. Grant awarded will be used for tuition assistance.	\$1,000
PERFORMING ARTS FOR YOUTH SOCIETY PAYS brings music, dance, opera and theater to students of San Mateo and Santa Clara Counties. Grant awarded will be used to help defray program and transportation costs.	\$1,000
POPLAR RE CARE Poplar Recare provides comprehensive educational, rehabilitative and therapeutic services for children and adults with special needs. Grant awarded will be used to purchase outdoor equipment for the Early Childhood Development Program.	\$7,000

CHARITIES**TOTAL
AMOUNT
GRANTED**

RAPHAEL HOUSE	\$2,000
Raphael House offers shelter and comprehensive services for homeless families in San Francisco. Grant awarded will be used for the Children's Program consisting of arts, crafts, music and storytelling activities, computer learning center, after-school tutorial and other educational projects.	
REDWOOD CITY POLICE ACTIVITIES LEAGUE	\$2,000
The Redwood City PAL is a community-based organization that provides intervention, prevention and alternative programs to at-risk and economically challenged youth. Grant awarded will be used for horseback riding trips.	
ROSE RESNICK LIGHTHOUSE	\$1,000
The Rose Resnick Lighthouse for the Blind and Visually Impaired has served the blind community of the Bay Area since 1902. Grant awarded will be used for scholarships for campers to Enchanted Hills Camp, a residential summer camp in Northern California specifically for blind children, visually impaired or multi-disabled..	
SAINT ANTHONY-IMMACULATE CONCEPTION SCHOOL	\$1,000
This kindergarden through 8 th grade school is administered by the Dominican Sisters of Mission San Jose. Grant awarded will be used for tuition assistance.	
SAINT JAMES SCHOOL	\$1,000
Saint James has a 75-year history of providing quality education to the youth in San Francisco's Mission District. Grant awarded will be used for tuition assistance.	
SAINT LUKE'S HOSPITAL FOUNDATION	\$1,000
St. Luke's is a private, nonprofit hospital and health care center, serving a racially and culturally diverse low-income population in the South of Market Area of San Francisco. Grant awarded will be used to fund St. Luke's Health Care Center's Neighborhood Clinics.	
SAINT VINCENT DE PAUL SOCIETY	\$1,000
The Society is a lay organization working to serve people in need to break the cycles of homelessness, substance abuse and battering through professional social service programs. Grant awarded will be used to fund the Ozanam Center, the Society's substance abuse detoxification center for male and female indigent substance abusers.	

CHARITIES**TOTAL
AMOUNT
GRANTED**

SAMARITAN HOUSE Samaritan House is a human service agency assisting people who are experiencing basic needs in the areas of food, clothing, shelter, health care, transportation, etc. Grant awarded will be used to fund the North Central College Institute, an after school education program helping underachieving and low income students get on track for college.	\$7,000
SAN FRANCISCO SENIOR CENTER SFSC is the oldest private, public benefit senior center in the nation. Grant will be used for the Senior Literacy Project, which provides free assistance to senior citizens in basic reading and writing skills	\$1,000
SAN MATEO COUNTY HISTORICAL ASSOCIATION The SMCHA operates three museums: The San Mateo County Historical Museum, the Woodside Store and the Sanchez Adobe in Pacifica. Grant will be used for education programs at the three museum locations.	\$1,000
SENIOR COASTSIDERS Senior Coastsiders serves the elderly and adults with disabilities on the coast. Grant will be used for the transportation program, which brings people into the Center for dining, classes and special activities, provides service for medical and other appointments, takes frail seniors shopping, loads and unloads groceries and other purchases, etc.	\$2,500
SHELTER NETWORK Shelter Network is a private, nonprofit social service agency providing a coordinated system of housing services for homeless residents of San Mateo County. Grant will be used for the Family Crossroads transitional program in Daly City.	\$4,500
SITIKE COUNSELING CENTER Sitike Counseling Center provides treatment services to men and women suffering from the disease of addiction. Grant will be used for the Women's Intensive Day Treatment Program designed to treat low-income pregnant and parenting women with a full compliment of services such as on-site child care, off-site medical exams, individual and group counseling, and educational classes..	\$1,000
SKYLINE COLLEGE/FOUNDATION FOR SAN MATEO COUNTY COMMUNITY COLLEGE DISTRICT Skyline College is a two-year public institution. Grant is awarded for the Friends of Skyline Scholarship Fund.	\$2,000

CHARITIES**TOTAL
AMOUNT
GRANTED**

VNA & HOSPICE FOUNDATION	\$3,000
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Sutter VNA & Hospice serves 1,700 patients and their families daily regardless of ability to pay. Grant is awarded for the Hospice Mask Project designed to increase visibility and awareness for hospice care and programs in the community.

WOMEN'S RECOVERY ASSOCIATION	\$1,500
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WRA provides residential and outpatient care to chemically dependent women and their families. Grant is awarded for Tracey's Place of Hope, an adolescent substance abuse treatment program.

YOUTH AND FAMILY ASSISTANCE/CRISIS INTERVENTION AND SUICIDE PREVENTION CENTER	<u>\$2,500</u>
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The Center is a nonprofit, human service agency offering a comprehensive array of hotline, counseling, intervention, referral and education services. Grant is awarded for the Youth Intervention Team which provides San Mateo County schools and police with on-call counselors who are available to assess students' suicidal behaviors or other crisis situations.

SUB-TOTAL:	\$84,000
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HORSE RACING-RELATED CHARITIES (PURSUANT TO DESIGNATION BY THE BAY MEADOWS OPERATING COMPANY):

CALIFORNIA COUNCIL ON PROBLEM GAMBLING	(10%)	\$2,100
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CALIFORNIA THOROUGHBRED HORSEMEN'S FOUNDATION	(30%)	\$6,300
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RACE TRACK CHAPLAINCY OF AMERICA (NORTHERN CALIFORNIA COUNCIL)	(30%)	\$6,300
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WINNERS FOUNDATION	(30%)	<u>\$6,300</u>
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SUB-TOTAL:		\$21,000
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TOTAL GRANTS AWARDED:		<u>\$105,000</u>
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**STAFF ANALYSIS
STAFF REPORT ON END-OF-MEET RESULTS**

**REGULAR BOARD MEETING
AUGUST 21, 2002**

Background:

This item contains end-of-meet reports for recently concluded race meets. Staff is prepared to answer questions regarding the information presented.

Recommendation:

This item is for information and discussion.

END-OF-MEET OUTLINE SUMMARY

For the California Horse Racing Board meeting, August 21, 2002. This report includes a summary for the following racing meetings: CHURCHILL DOWNS at HOLLYWOOD PARK, ALAMEDA COUNTY FAIR, SOLANO COUNTY FAIR and the SONOMA COUNTY FAIR.

Churchill Downs at Hollywood Park

April 24 – July 21, 2002

Race days: 65

AVERAGE DAILY STATISTICS

	PERCENTAGE CHANGE
Ave. daily handle	1.25%
Ave. On-track	-4.06%
Ave. Off-track	-1.56%
Ave. Interstate-exported	6.63%
Ave. daily attendance-Calif.	4.40%
Ave. On-track	9.28%
Ave. Off-track	0.67%

Alameda County Fair at Pleasanton

June 26 – July 7, 2002

Race days: 11

AVERAGE DAILY STATISTICS

	PERCENTAGE CHANGE
Ave. daily handle	-5.00%
Ave. On-track	-7.89%
Ave. Off-track	-6.68%
Ave. Interstate-exported	-2.51%
Ave. daily attendance-Calif.	-2.83%
Ave. On-track	-0.03%
Ave. Off-track	-4.69%

Solano County Fair at Vallejo

July 10 – July 21, 2002

Race days: 12

AVERAGE DAILY STATISTICS

	PERCENTAGE CHANGE
Ave. daily handle	-2.43%
Ave. On-track	-11.30%
Ave. Off-track	-1.82%
Ave. Interstate-exported	-0.18%
Ave. daily attendance-Calif.	-1.08%
Ave. On-track	-0.82%
Ave. Off-track	-1.18%

August 21 2002

Sonoma County Fair at Santa Rosa
July 24 – August 5, 2002
Race days: 11

AVERAGE DAILY STATISTICS

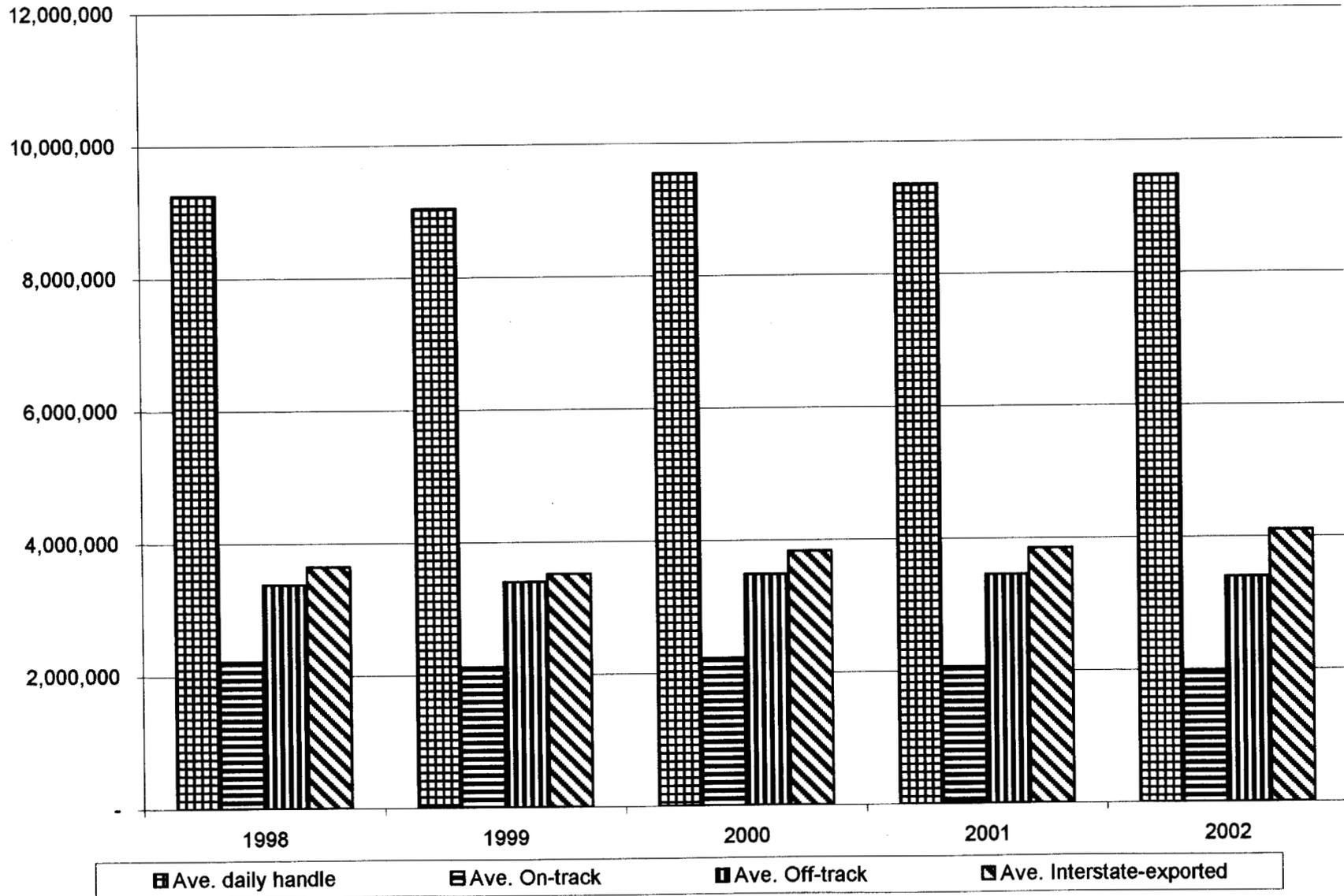
	PERCENTAGE CHANGE
Ave. daily handle	-1.77%
Ave. On-track	-5.07%
Ave. Off-track	-2.98%
Ave. Interstate-exported	3.16%
Ave. daily attendance-Calif.	-8.36%
Ave. On-track	-7.15%
Ave. Off-track	-9.74%

CHURCHILL DOWNS AT HOLLYWOOD PARK

YEAR	1998	1999	2000	2001	2002
Total race days	66	66	65	66	65
Total Handle	610,054,446	596,410,952	620,316,722	617,374,038	615,645,147
On-track	146,315,964	139,842,318	144,499,129	135,998,909	128,502,991
Off-track	222,937,689	224,439,811	226,615,509	227,757,299	220,798,361
Interstate-exported	240,800,793	232,128,823	249,202,084	253,617,830	266,343,795
Live	480,886,480	446,131,549	475,307,590	459,925,516	464,824,899
Intrastate-imported	79,330,536	77,799,704	72,601,664	65,991,770	60,896,619
Interstate-imported	26,799,217	71,339,206	72,407,468	91,456,752	89,329,715
International-imported	23,038,213	1,140,493	-	-	593,914
Ave. daily handle	9,243,249	9,036,530	9,543,334	9,354,152	9,471,464
Ave. On-track	2,216,909	2,118,823	2,223,064	2,060,590	1,976,969
Ave. Off-track	3,377,844	3,400,603	3,486,392	3,450,868	3,396,898
Ave. Interstate-exported	3,648,497	3,517,103	3,833,878	3,842,694	4,097,597
Ave. California handle	5,594,752	5,519,426	5,709,456	5,511,458	5,373,867
Ave. Live	7,286,159	6,759,569	7,312,424	6,968,568	7,151,152
Ave. Intrastate-imported	1,201,978	1,178,783	1,116,949	999,875	936,871
Ave. Interstate-imported	406,049	1,080,897	1,113,961	1,385,708	1,374,303
Ave. International-imported	349,064	17,280	-	-	9,137
Total takeout	118,065,352	114,774,902	119,407,309	119,045,991	118,575,585
Effective takeout	19.35%	19.24%	19.25%	19.28%	19.26%
State license fees	14,804,407	8,214,387	8,462,332	8,267,140	7,993,499
State %	2.43%	1.38%	1.36%	1.34%	1.30%
Track commissions	23,386,710	25,343,793	26,026,873	25,216,296	24,362,010
Track %	3.83%	4.25%	4.20%	4.08%	3.96%
Horsemen purses	22,653,150	24,883,041	25,523,501	24,756,210	23,892,949
Horsemen %	3.71%	4.17%	4.11%	4.01%	3.88%
Total California attendance	1,543,843	1,449,927	1,391,937	1,271,571	1,307,378
On-track	685,080	646,185	620,009	550,794	592,789
Off-track	858,763	803,742	771,928	720,777	714,589
Ave. daily attendance	23,392	21,969	21,414	19,266	20,114
Ave. daily on-track	10,380	9,791	9,539	8,345	9,120
Ave. daily off-track	13,012	12,178	11,876	10,921	10,994
Total race events	580	571	568	568	557
Starts	4,546	4,504	4,579	4,579	4,393
Ave. per event	7.8	7.9	8.1	8.1	7.9
Ave. handle per start	105,782	99,052	103,802	100,442	105,810

Chart1

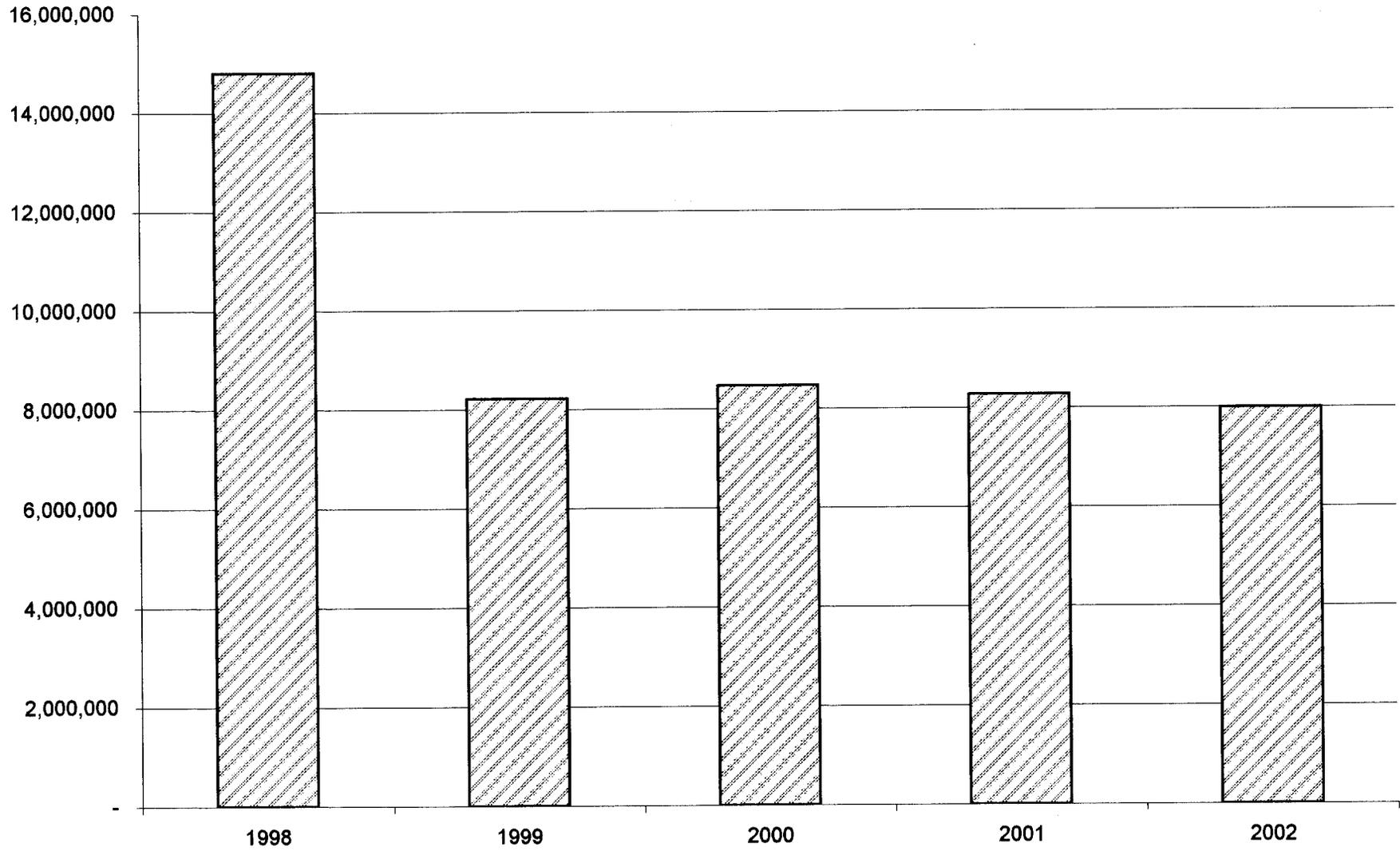
CHURCHILL DOWNS AT HOLLYWOOD PARK



AVERAGE DAILY HANDLE

Chart2

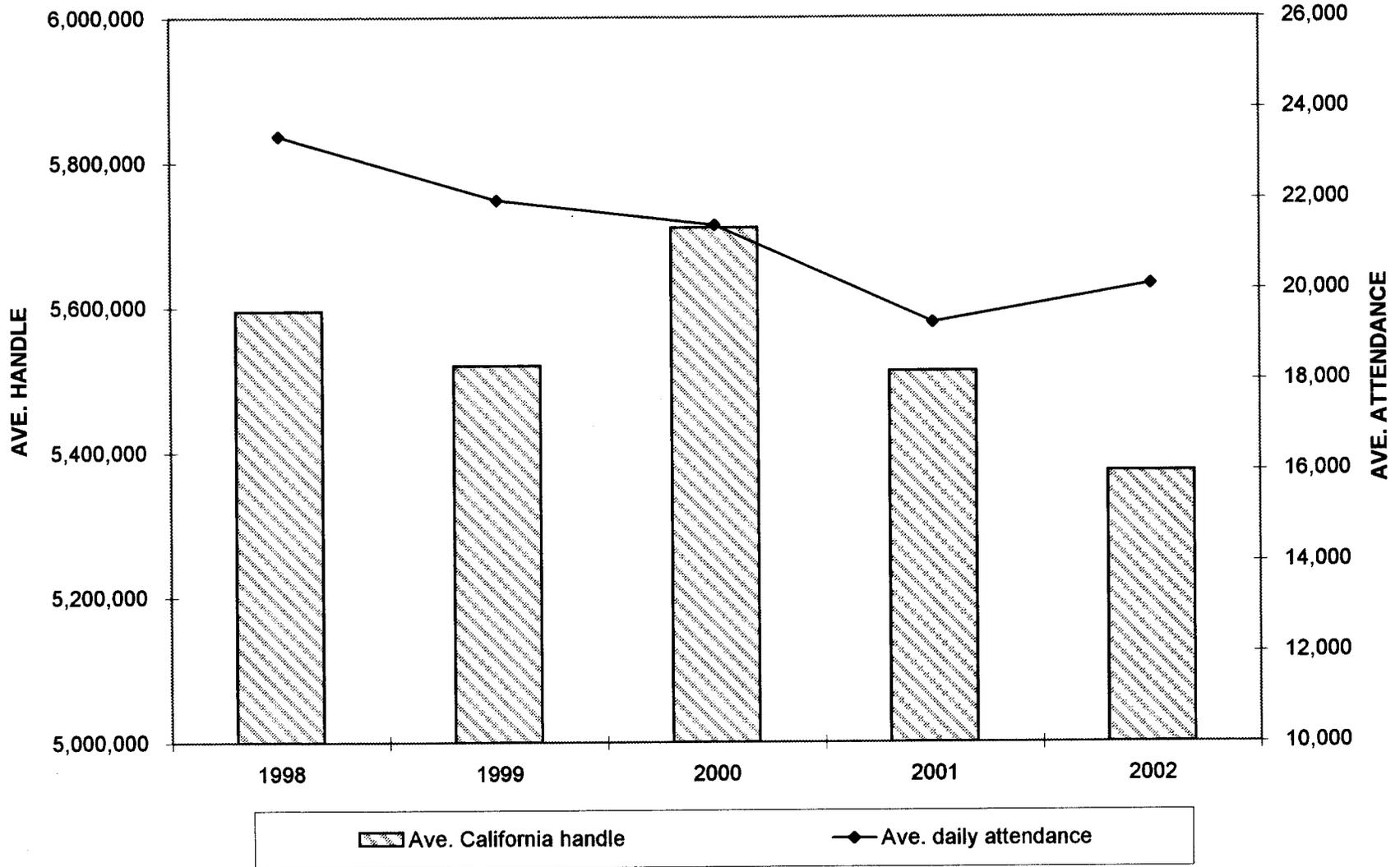
CHURCHILL DOWNS AT HOLLYWOOD PARK



PARIMUTUEL LICENSING FEES

Chart3

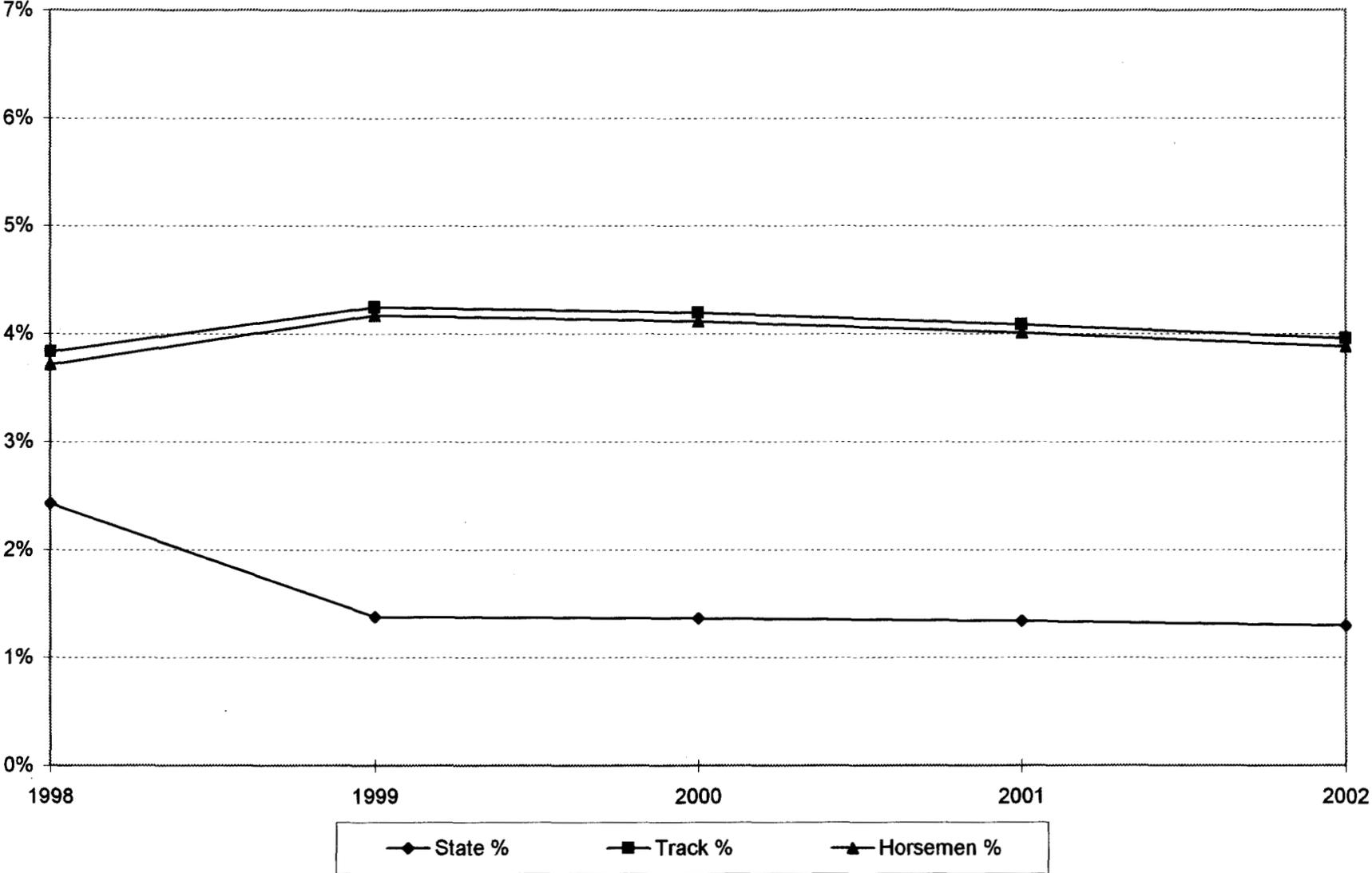
CHURCHILL DOWNS AT HOLLYWOOD PARK



CALIFORNIA DAILY HANDLE VS. ATTENDANCE

Chart4

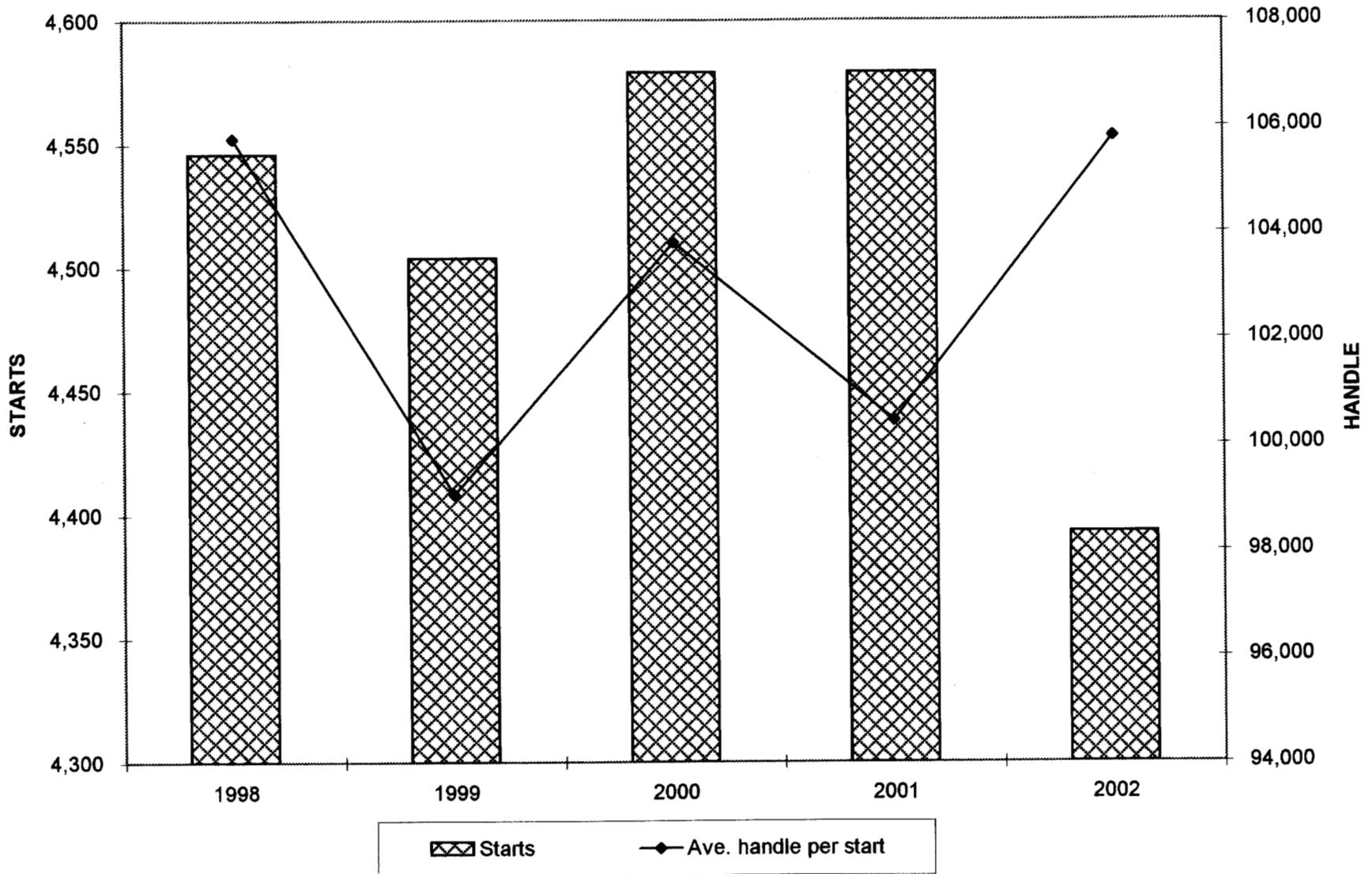
CHURCHILL DOWNS AT HOLLYWOOD PARK



DISTRIBUTION OF HANDLE

Chart5

CHURCHILL DOWNS AT HOLLYWOOD PARK



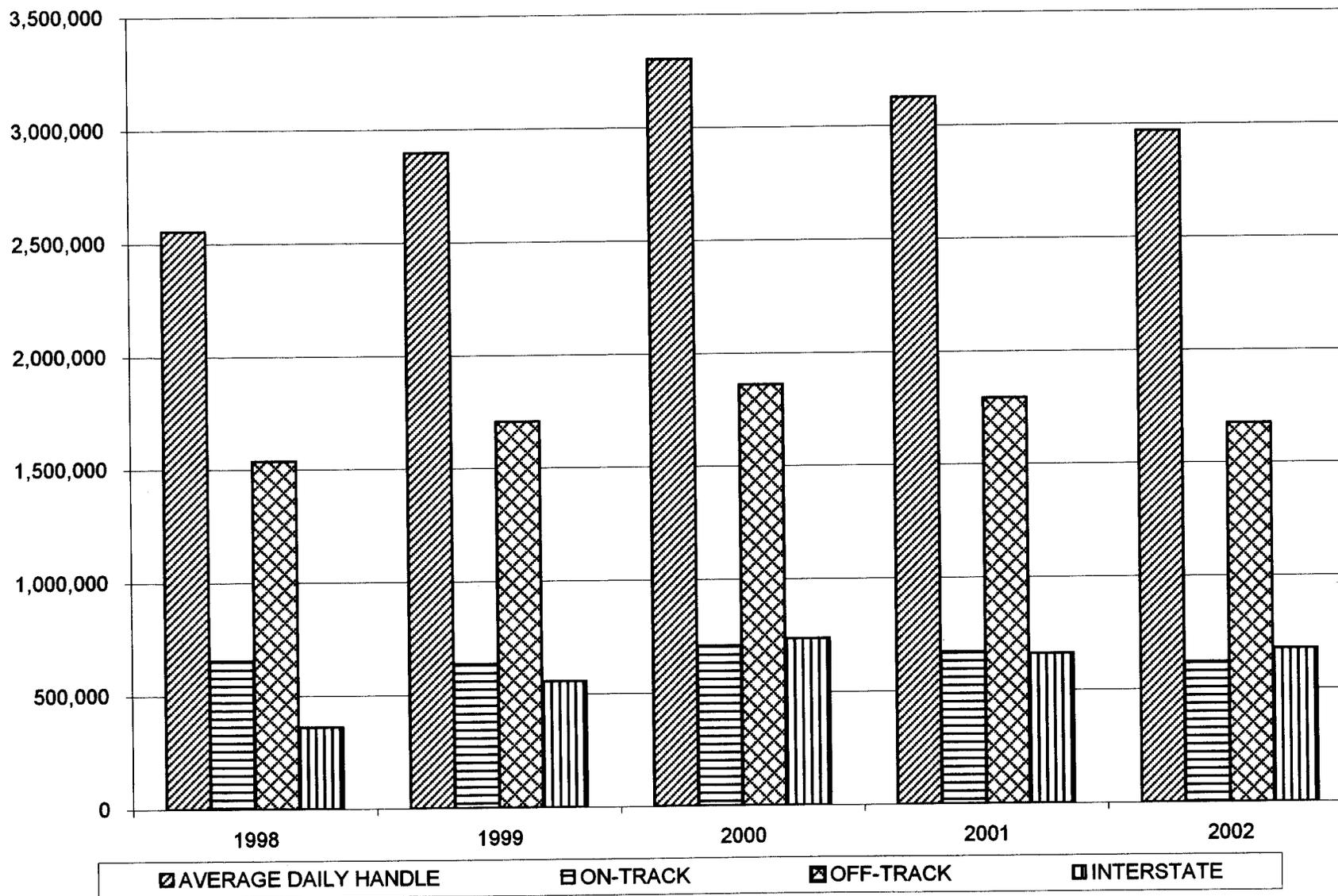
STARTS TO HANDLE

ALAMEDA COUNTY FAIR

<u>YEAR</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
TOTAL RACE DAYS	11	11	11	11	11
TOTAL HANDLE	28,088,557	31,861,078	36,317,177	34,378,981	32,661,026
ON-TRACK	7,203,549	6,993,220	7,770,672	7,384,200	6,801,437
OFF-TRACK	16,907,183	18,749,753	20,462,553	19,717,534	18,399,500
INTERSTATE	3,977,825	6,118,105	8,083,953	7,277,248	7,460,089
LIVE	16,977,930	18,430,955	20,880,440	18,300,588	17,494,505
INTRASTATE IMPORTED	9,378,919	8,096,753	8,975,981	8,785,023	7,988,183
INTERSTATE IMPORTED	548,415	5,139,648	6,460,757	7,293,371	7,056,167
INTERNATIONAL IMPORTED	1,183,293	193,722	0	0	122,172
AVERAGE DAILY HANDLE	2,553,505	2,896,462	3,301,562	3,125,362	2,969,184
ON-TRACK	654,868	635,747	706,425	671,291	618,312
OFF-TRACK	1,537,017	1,704,523	1,860,232	1,792,503	1,672,682
INTERSTATE	361,620	556,191	734,905	661,568	678,190
AVERAGE LIVE	1,651,020	1,693,152	1,898,222	1,663,690	1,601,516
INTRASTATE IMPORTED	852,629	736,068	815,998	798,638	726,198
INTERSTATE IMPORTED	49,856	467,241	587,342	663,034	641,470
INTERNATIONAL IMPORTED	107,572	17,611	0	0	11,107
TOTAL TAKEOUT	5,593,722	6,408,063	7,242,171	6,879,911	6,514,021
EFFECTIVE TAKEOUT	19.91%	20.11%	19.94%	20.01%	19.94%
STATE LICENSE FEES	628,916	393,486	429,086	399,496	372,112
STATE %	2.24%	1.24%	1.18%	1.16%	1.14%
TRACK COMMISSIONS	1,148,491	1,347,756	1,436,109	1,366,938	1,265,640
TRACK %	4.09%	4.23%	3.95%	3.98%	3.88%
HORSEMEN'S PURSES	1,170,766	1,369,354	1,458,827	1,385,716	1,282,625
HORSEMEN'S %	4.17%	4.30%	4.02%	4.03%	3.93%
CALIFORNIA ATTENDANCE	108,084	104,793	106,383	96,201	93,482
ON-TRACK	44,236	41,718	42,619	38,474	38,462
OFF-TRACK	63,848	63,075	63,764	57,727	55,020
DAILY ATTENDANCE	9,826	9,527	9,671	8,746	8,498
AVERAGE DAILY ON - TRACK	4,021	3,793	3,874	3,498	3,497
AVERAGE DAILY OFF - TRACK	5,804	5,734	5,797	5,248	5,002
TOTAL RACE EVENTS	126	129	129	120	120
STARTS	997	1,079	1,057	928	880
AVERAGE STARTS PER EVENT	7.9	8.4	8.2	7.7	7.3
AVERAGE HANDLE PER START	17,029	17,082	19,754	19,720	19,880

Chart1

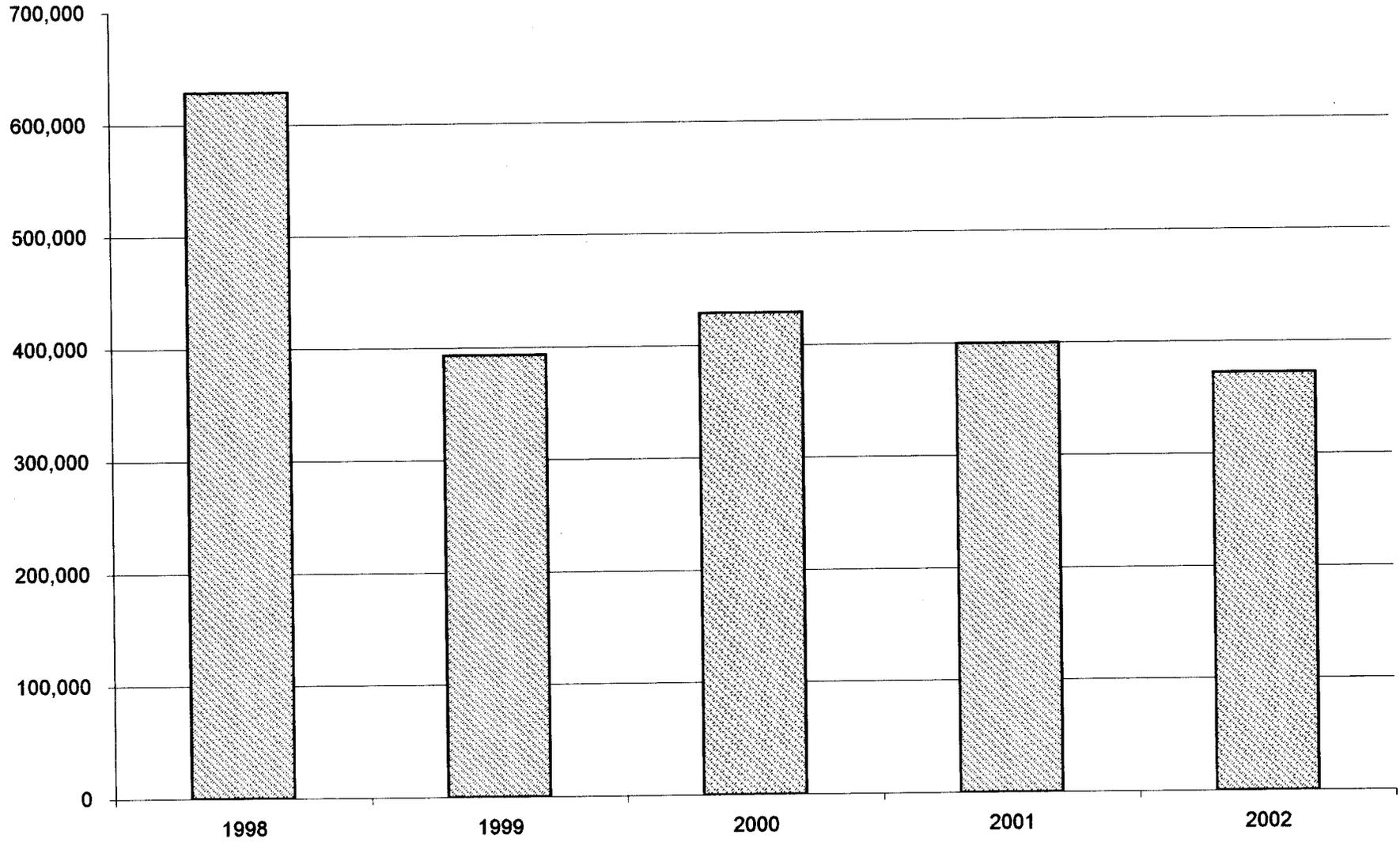
ALAMEDA COUNTY FAIR



AVERAGE DAILY HANDLE

Chart2

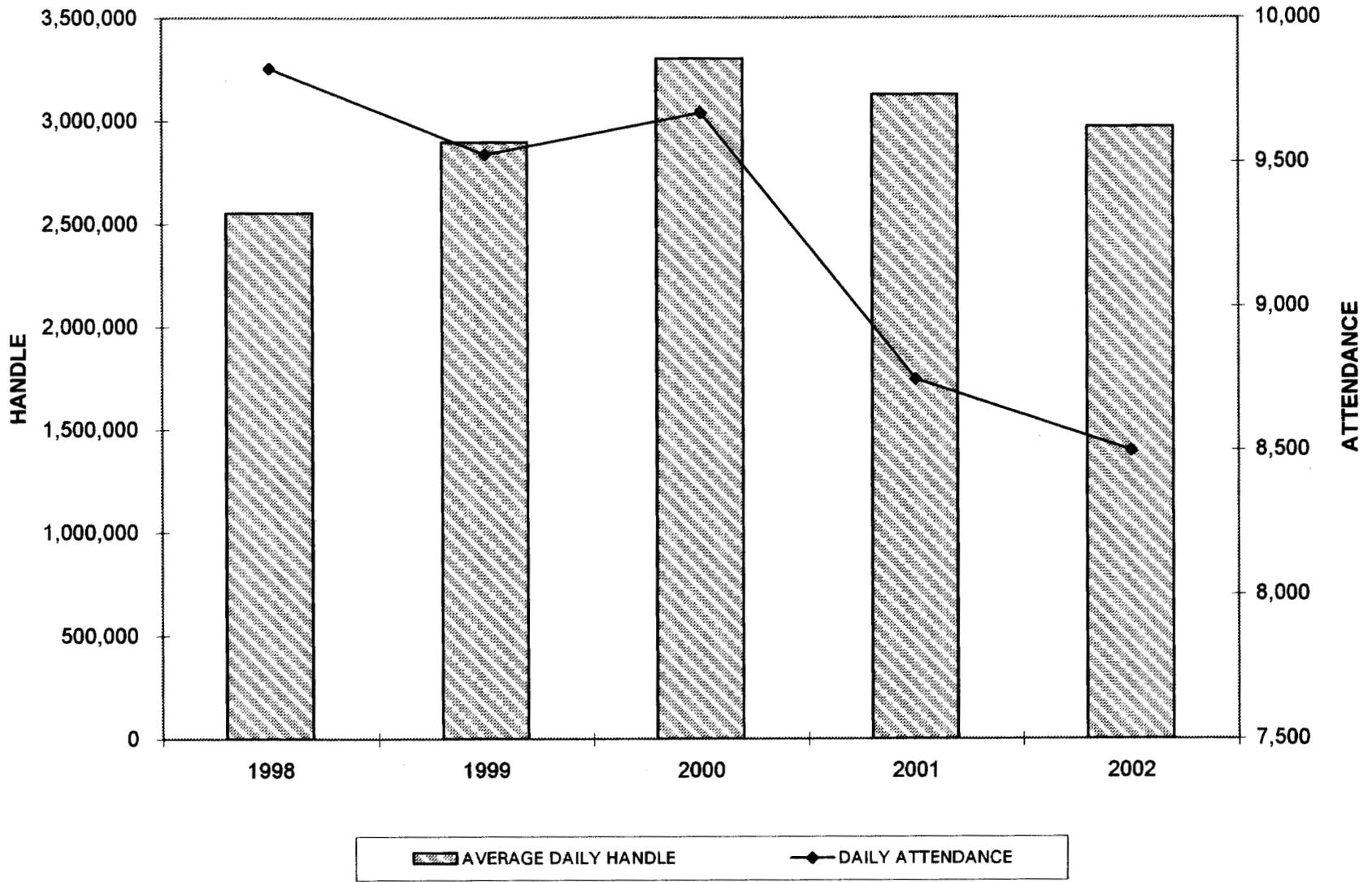
ALAMEDA COUNTY FAIR



PARIMUTUEL LICENSING FEES

Chart3

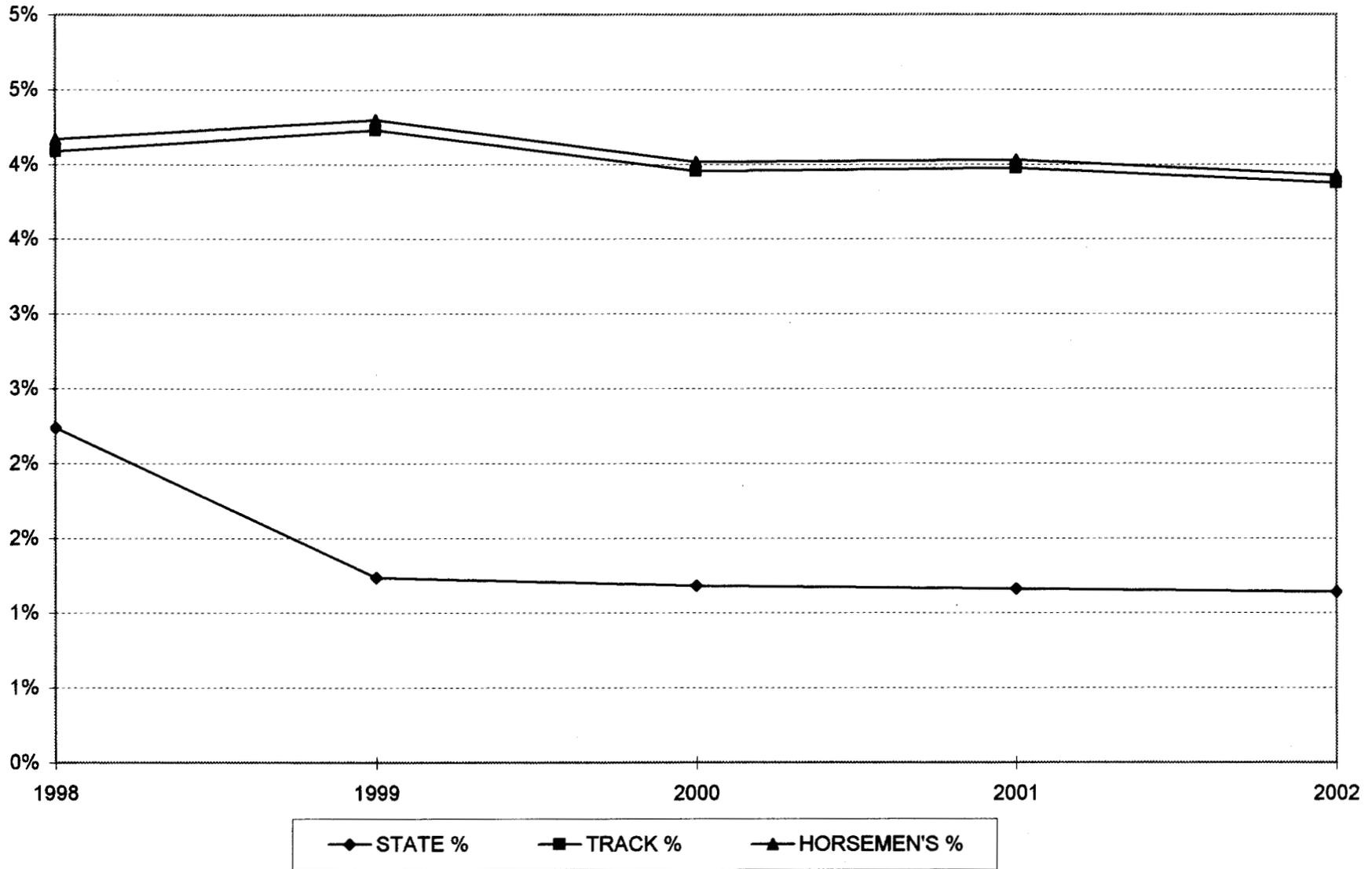
ALAMEDA COUNTY FAIR



HANDLE VS. ATTENDANCE

Chart4

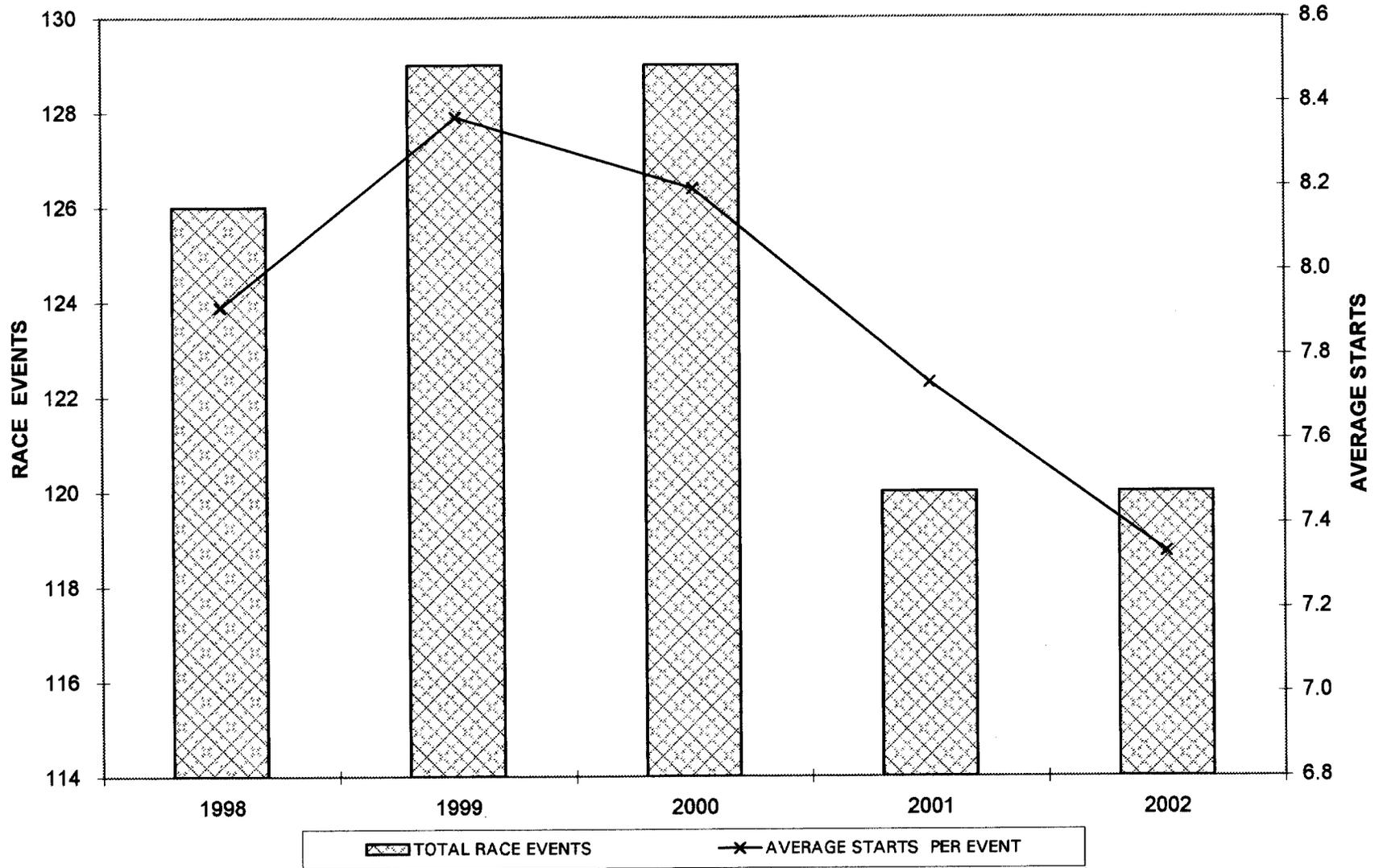
ALAMEDA COUNTY FAIR



DISTRIBUTION OF HANDLE

Chart5

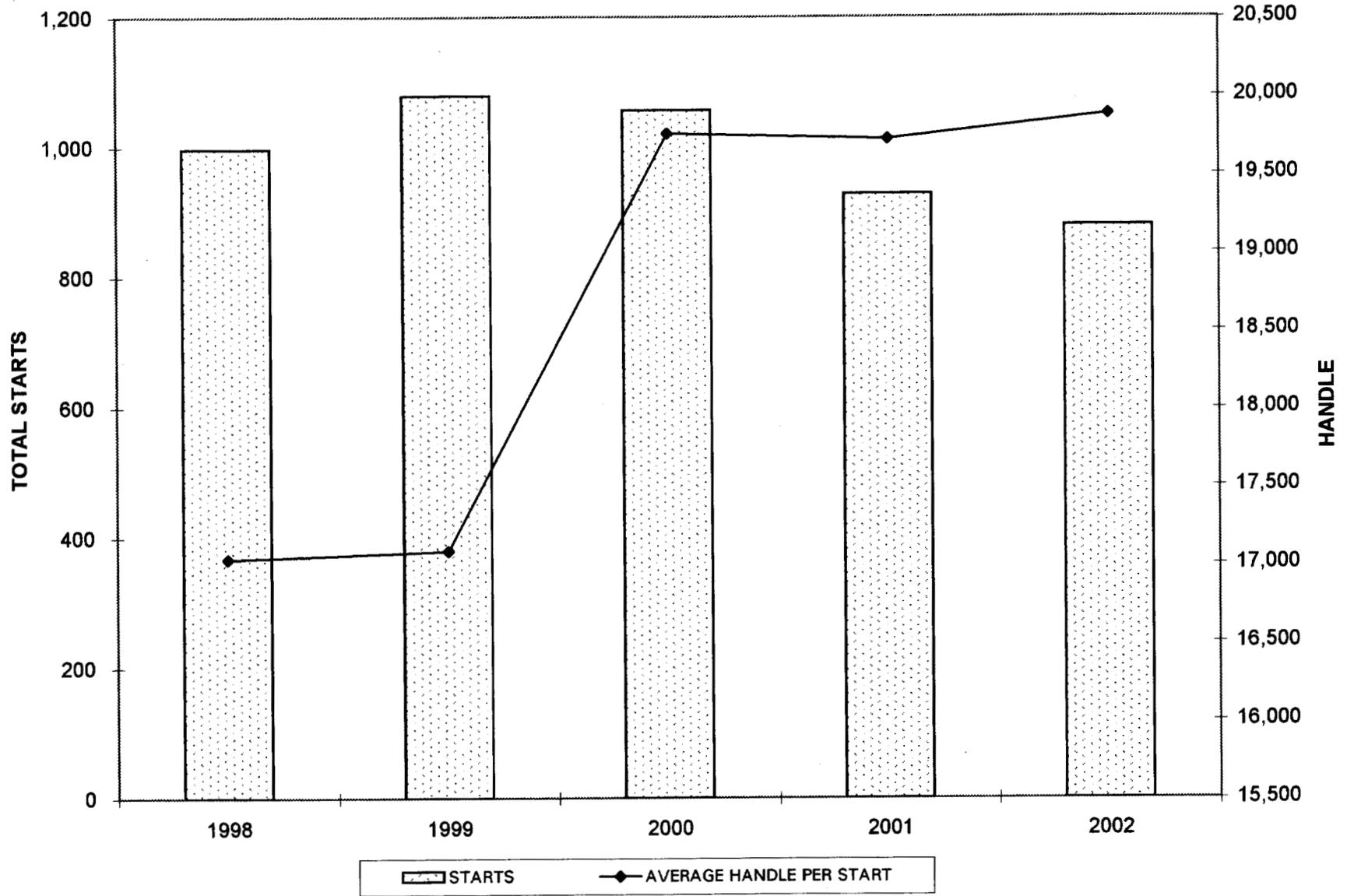
ALAMEDA COUNTY FAIR



TOTAL EVENTS VS. AVERAGE START PER EVENT

Chart 6

ALAMEDA COUNTY FAIR



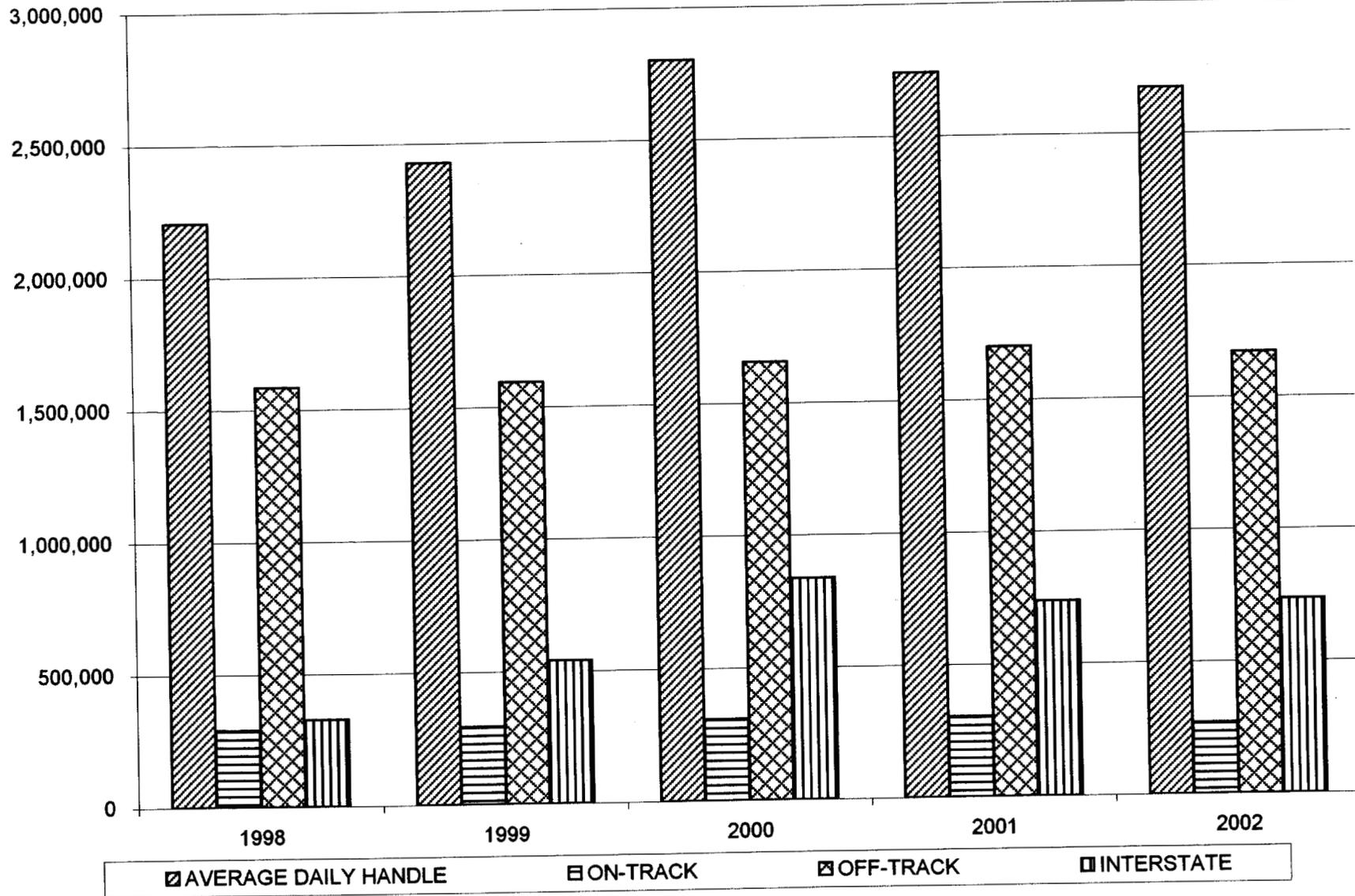
STARTS TO HANDLE

SOLANO COUNTY FAIR

<u>YEAR</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
TOTAL RACE DAYS	12	12	12	12	11
TOTAL HANDLE	26,459,723	29,131,364	33,614,628	32,879,173	29,407,019
ON-TRACK	3,494,729	3,528,752	3,702,872	3,646,736	2,964,941
OFF-TRACK	19,014,443	19,120,942	19,862,369	20,400,516	18,360,752
INTERSTATE	3,950,551	6,481,670	10,049,387	8,831,921	8,081,325
LIVE	16,100,317	16,712,295	20,361,511	17,949,733	22,176,524
INTRASTATE IMPORTED	9,927,328	7,616,059	8,216,369	8,674,176	7,177,225
INTERSTATE IMPORTED	432,077	4,803,009	5,036,748	6,255,264	6,447,769
INTERNATIONAL IMPORTED	1,087,273	86,182	0	0	53,269
AVERAGE DAILY HANDLE	2,204,977	2,427,614	2,801,219	2,739,931	2,673,365
ON-TRACK	291,227	294,063	308,573	303,895	269,540
OFF-TRACK	1,584,537	1,593,412	1,655,197	1,700,043	1,669,159
INTERSTATE	329,213	540,139	837,449	735,993	734,666
AVERAGE LIVE	1,341,693	1,392,691	1,696,793	1,495,811	1,434,729
INTRASTATE IMPORTED	827,277	634,672	684,697	722,848	652,475
INTERSTATE IMPORTED	36,006	400,251	419,729	521,272	586,161
INTERNATIONAL IMPORTED	90,606	7,182	0	0	4,843
TOTAL TAKEOUT	5,270,223	5,860,135	6,799,475	6,659,189	5,975,648
EFFECTIVE TAKEOUT	19.92%	20.12%	20.23%	20.25%	20.32%
STATE LICENSE FEES	573,330	343,084	362,760	353,898	311,515
STATE %	2.17%	1.18%	1.08%	1.08%	1.06%
TRACK COMMISSIONS	973,632	1,112,072	1,210,616	1,208,148	1,060,964
TRACK %	3.68%	3.82%	3.60%	3.67%	3.61%
HORSEMEN'S PURSES	981,770	1,115,101	1,214,112	1,210,063	1,060,632
HORSEMEN'S %	3.71%	3.83%	3.61%	3.68%	3.61%
CALIFORNIA ATTENDANCE	92,272	87,454	89,950	80,966	73,416
ON-TRACK	21,219	22,756	23,667	21,692	19,721
OFF-TRACK	71,053	64,698	66,283	59,274	53,695
DAILY ATTENDANCE	7,689	7,288	7,496	6,747	6,674
AVERAGE DAILY ON - TRACK	1,768	1,896	1,972	1,808	1,793
AVERAGE DAILY OFF - TRACK	5,921	5,392	5,524	4,940	4,881
TOTAL RACE EVENTS	137	137	136	128	118
STARTS	1,062	1,173	1,145	1,019	921
AVERAGE STARTS PER EVENT	7.8	8.6	8.4	8.0	7.8
AVERAGE HANDLE PER START	15,160	14,247	17,783	17,615	24,079

Chart1

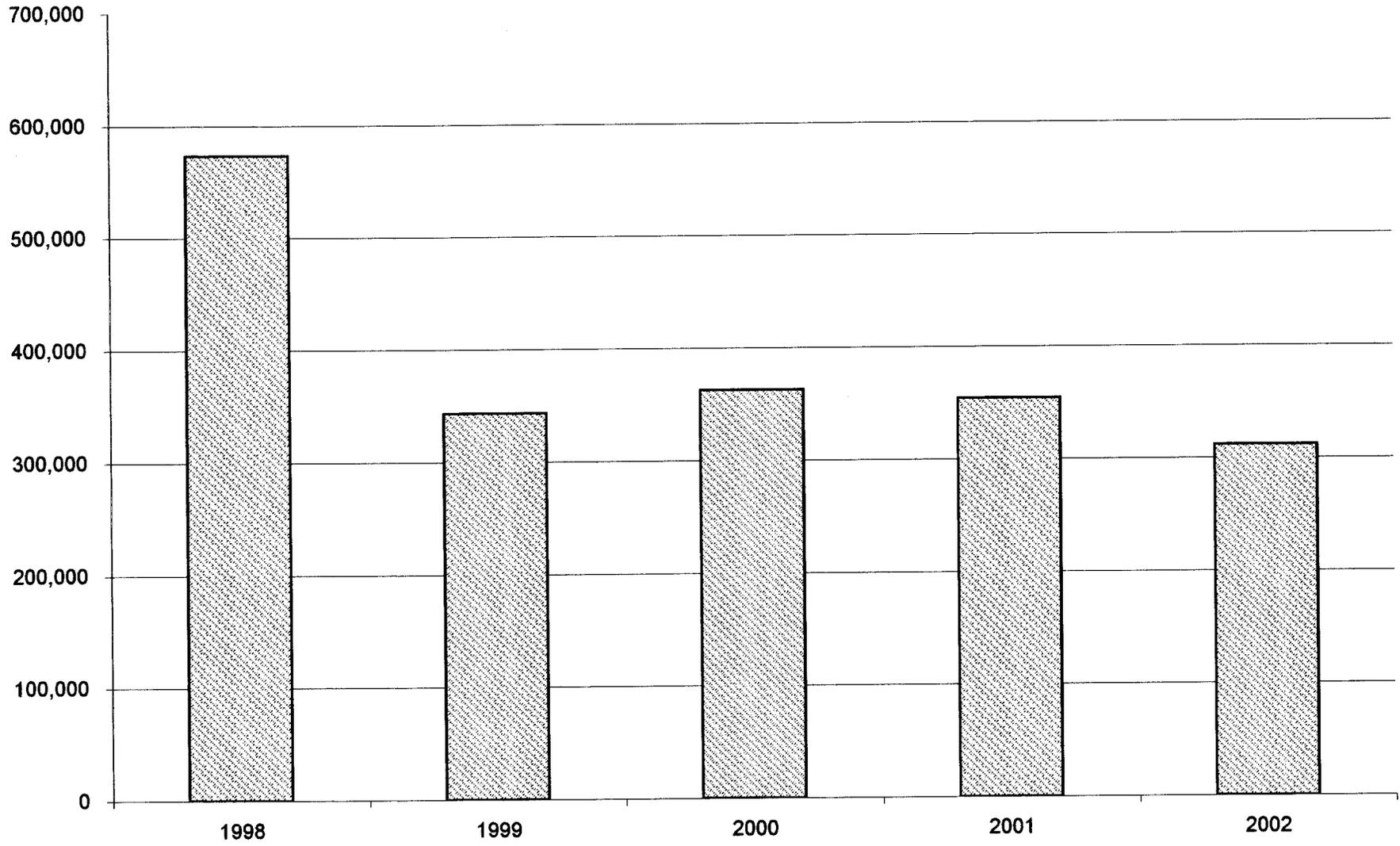
SOLANO COUNTY FAIR



AVERAGE DAILY HANDLE

Chart2

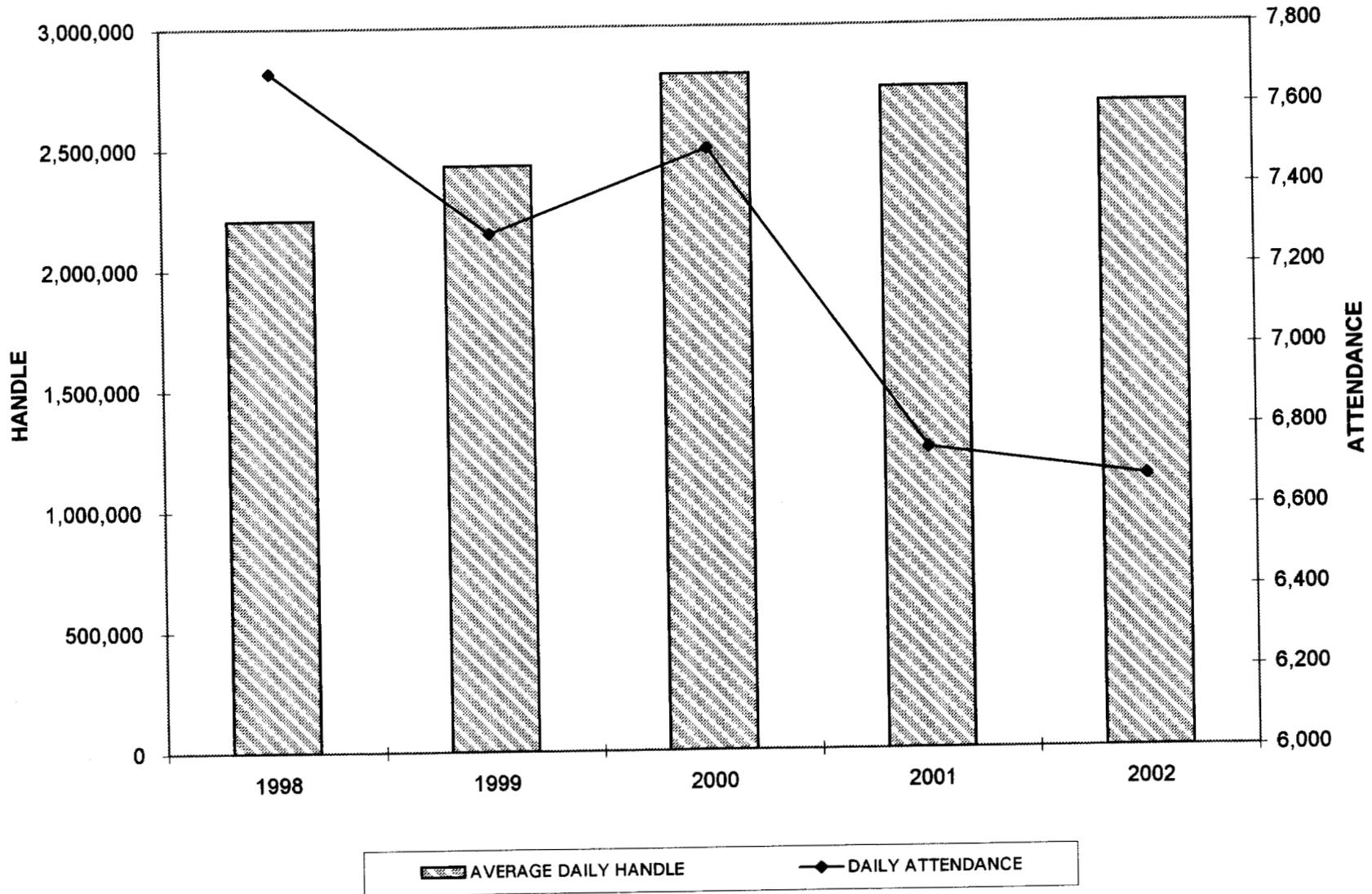
SOLANO COUNTY FAIR



PARIMUTUEL LICENSING FEES

Chart3

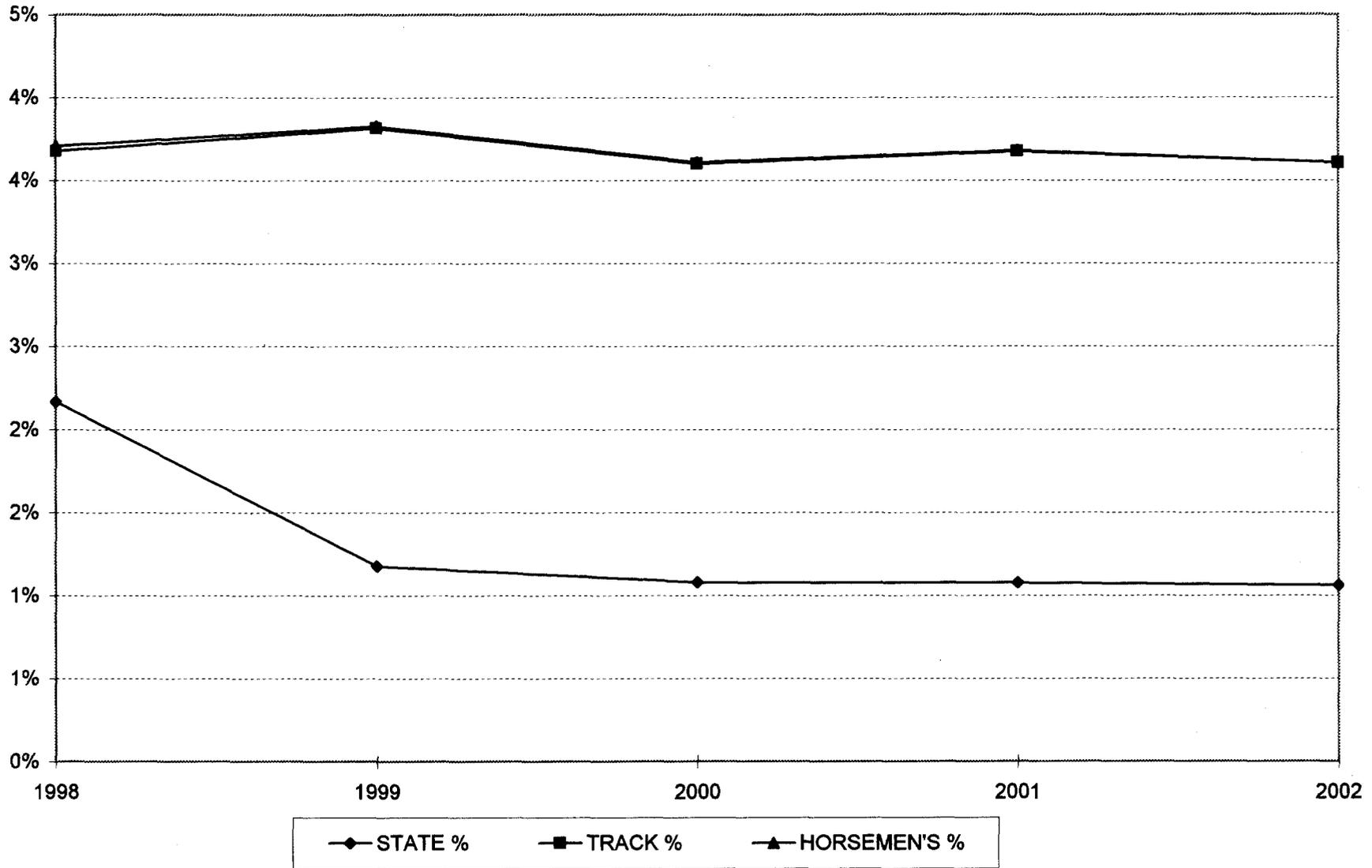
SOLANO COUNTY FAIR



HANDLE VS. ATTENDANCE

Chart 4

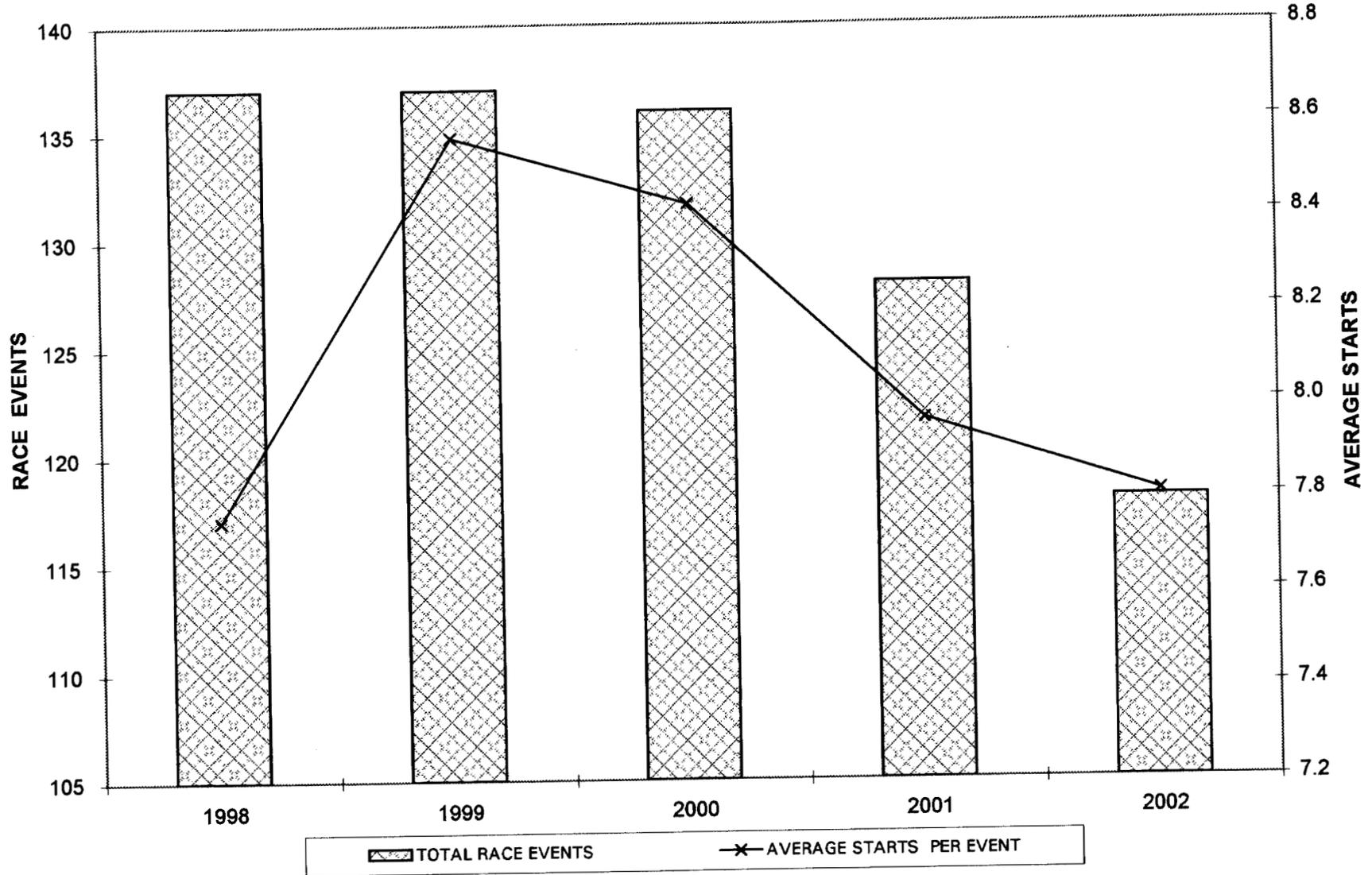
SOLANO COUNTY FAIR



DISTRIBUTION OF HANDLE

Chart5

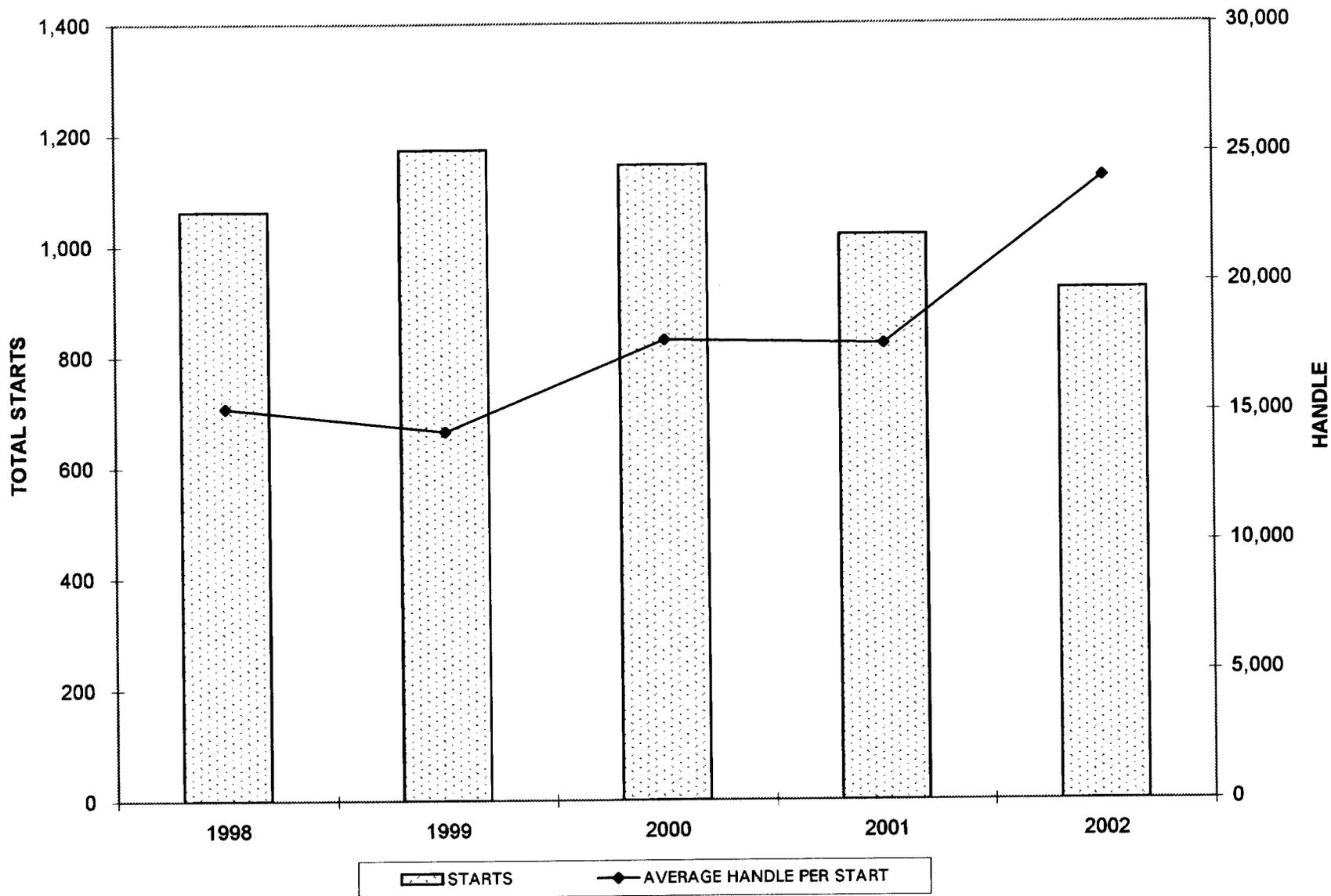
SOLANO COUNTY FAIR



TOTAL EVENTS VS. AVERAGE START PER EVENT

Chart 6

SOLANO COUNTY FAIR



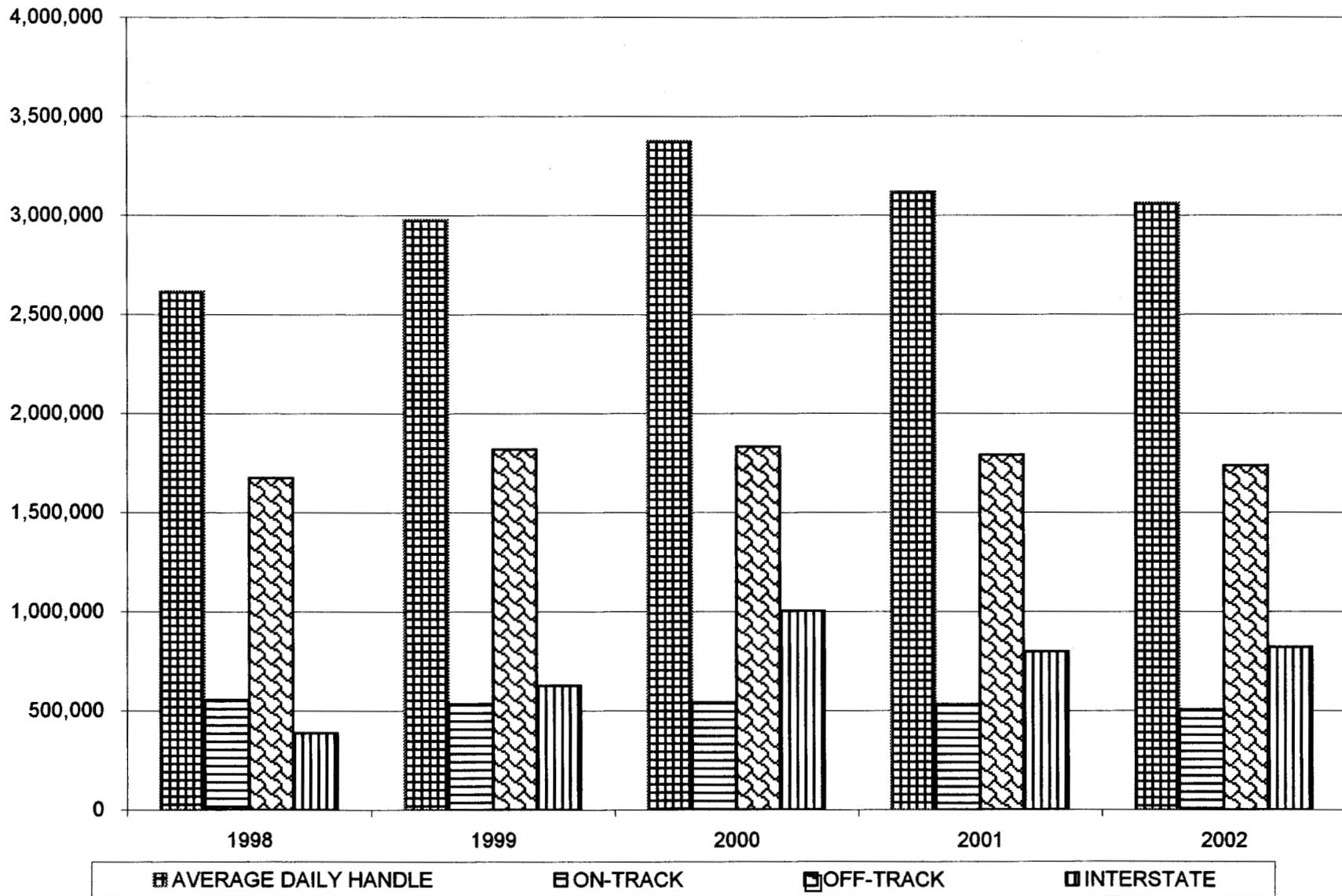
STARTS TO HANDLE

SONOMA COUNTY FAIR

<u>YEAR</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
TOTAL RACE DAYS	12	12	12	12	12
TOTAL HANDLE	31,391,144	35,729,168	40,477,851	37,412,511	36,751,334
ON-TRACK	6,653,987	6,392,879	6,483,119	6,383,250	6,059,342
OFF-TRACK	20,099,878	21,830,701	21,959,596	21,472,044	20,833,153
INTERSTATE	4,637,278	7,505,588	12,035,137	9,557,217	9,858,839
LIVE	19,588,493	21,353,397	25,088,682	21,538,585	20,660,610
INTRASTATE IMPORTED	10,309,176	8,837,514	9,496,851	9,433,181	9,265,874
INTERSTATE IMPORTED	355,532	5,538,257	5,839,609	6,354,568	6,788,169
INTERNATIONAL IMPORTED	1,137,943	0	52,710	86,177	36,681
AVERAGE DAILY HANDLE	2,615,929	2,977,431	3,373,154	3,117,709	3,062,611
ON-TRACK	554,499	532,740	540,260	531,938	504,945
OFF-TRACK	1,674,990	1,819,225	1,829,966	1,789,337	1,736,096
INTERSTATE	386,440	625,466	1,002,928	796,435	821,570
AVERAGE LIVE	1,632,374	1,779,450	2,090,723	1,794,882	1,721,718
INTRASTATE IMPORTED	859,098	736,459	791,404	786,098	772,156
INTERSTATE IMPORTED	29,628	461,521	486,634	529,547	565,681
INTERNATIONAL IMPORTED	94,829	0	4,393	7,181	3,057
TOTAL TAKEOUT	6,263,987	7,156,711	8,187,821	7,453,611	7,419,739
EFFECTIVE TAKEOUT	19.95%	20.03%	20.23%	19.92%	20.19%
STATE LICENSE FEES	697,358	438,391	443,831	422,476	402,535
STATE %	2.22%	1.23%	1.10%	1.13%	1.10%
TRACK COMMISSIONS	1,260,863	1,442,905	1,533,743	1,449,207	1,409,442
TRACK %	4.02%	4.04%	3.79%	3.87%	3.84%
HORSEMEN'S PURSES	1,285,559	1,463,560	1,552,936	1,467,908	1,425,172
HORSEMEN'S %	4.10%	4.10%	3.84%	3.92%	3.88%
CAIIFORNIA ATTENDANCE	140,569	142,675	134,087	128,978	118,201
ON-TRACK	69,725	74,598	70,786	68,885	63,961
OFF-TRACK	70,844	68,077	63,301	60,093	54,240
DAILY ATTENDANCE	11,714	11,890	11,174	10,748	9,850
AVERAGE DAILY ON - TRACK	5,810	6,217	5,899	5,740	5,330
AVERAGE DAILY OFF - TRACK	5,904	5,673	5,275	5,008	4,520
TOTAL RACE EVENTS	144	138	145	132	133
STARTS	1,094	1,096	1,111	1,024	986
AVERAGE STARTS PER EVENT	7.6	7.9	7.7	7.8	7.4
AVERAGE HANDLE PER START	17,905	19,483	22,582	21,034	20,954

Chart1

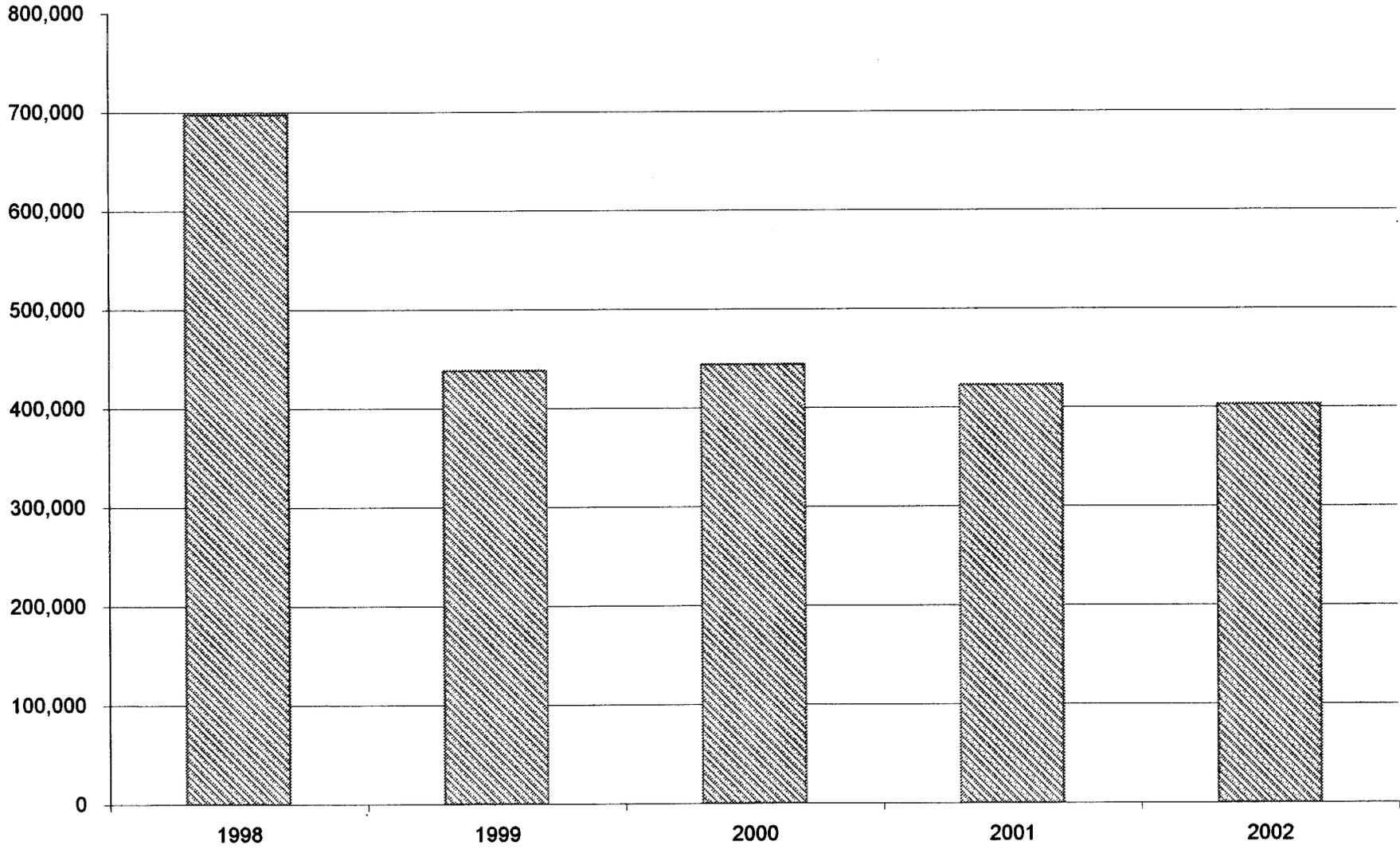
SONOMA COUNTY FAIR



AVERAGE DAILY HANDLE

Chart2

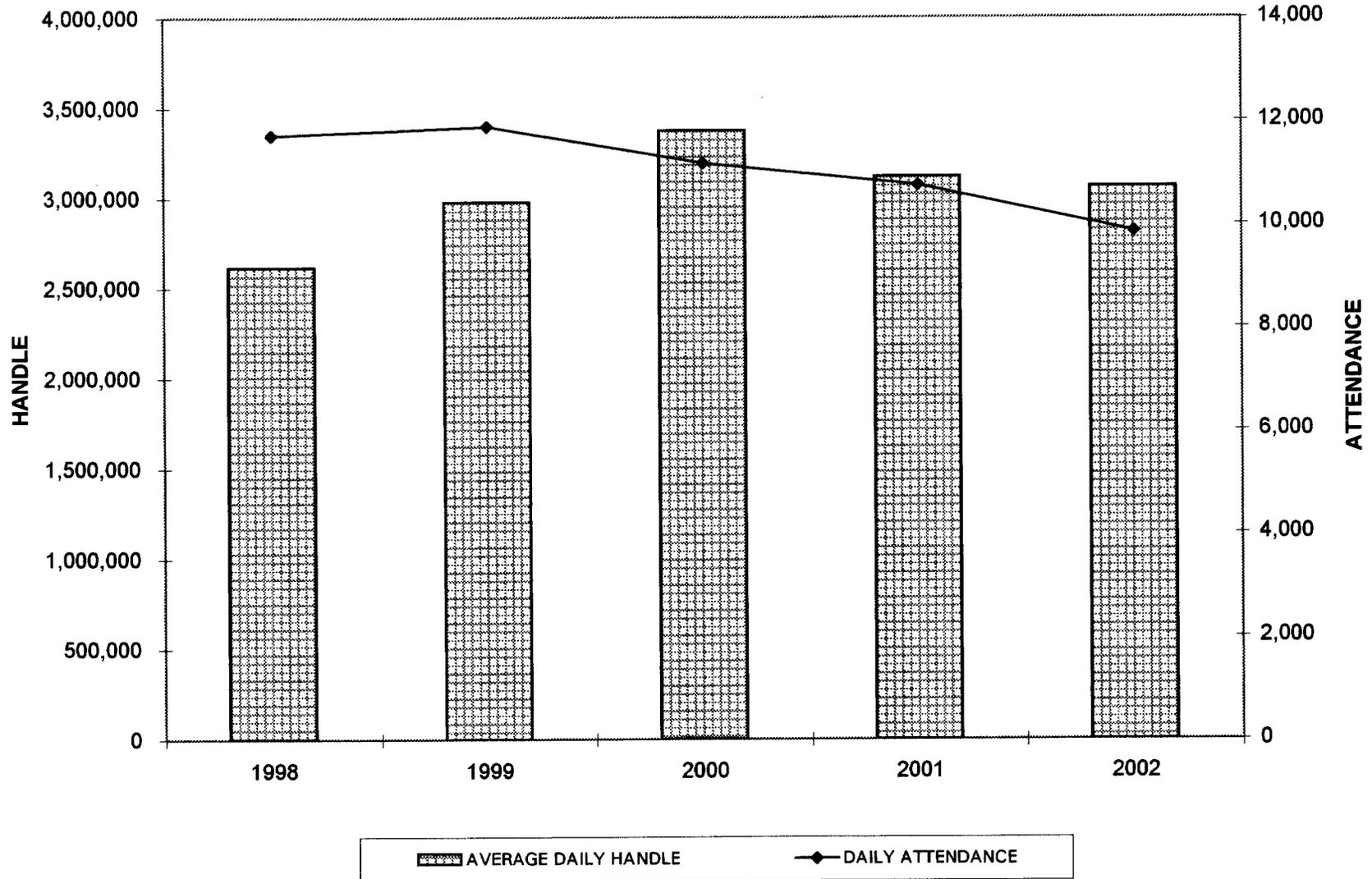
SONOMA COUNTY FAIR



PARIMUTUEL LICENSING FEES

Chart3

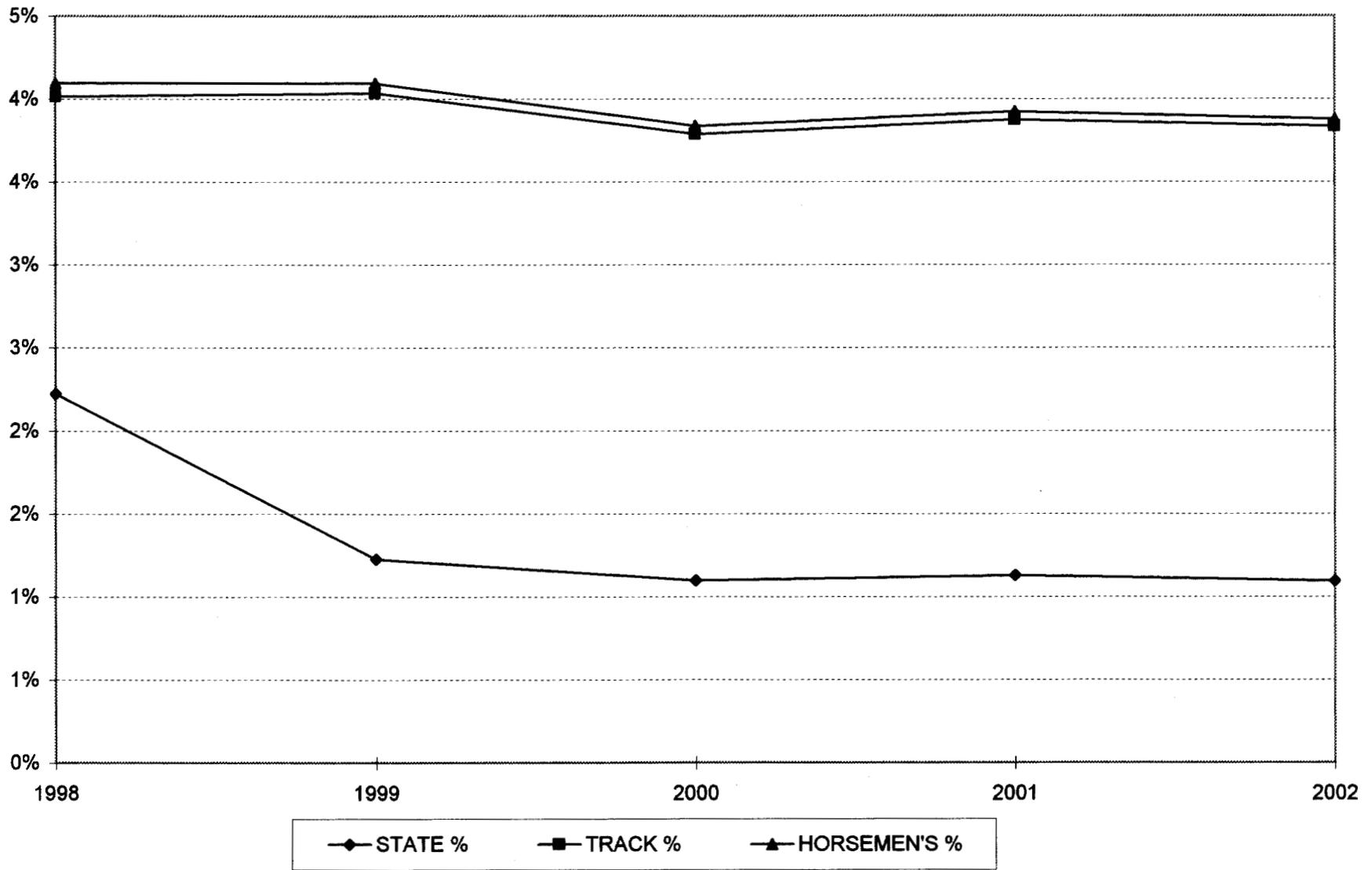
SONOMA COUNTY FAIR



HANDLE VS. ATTENDANCE

Chart 4

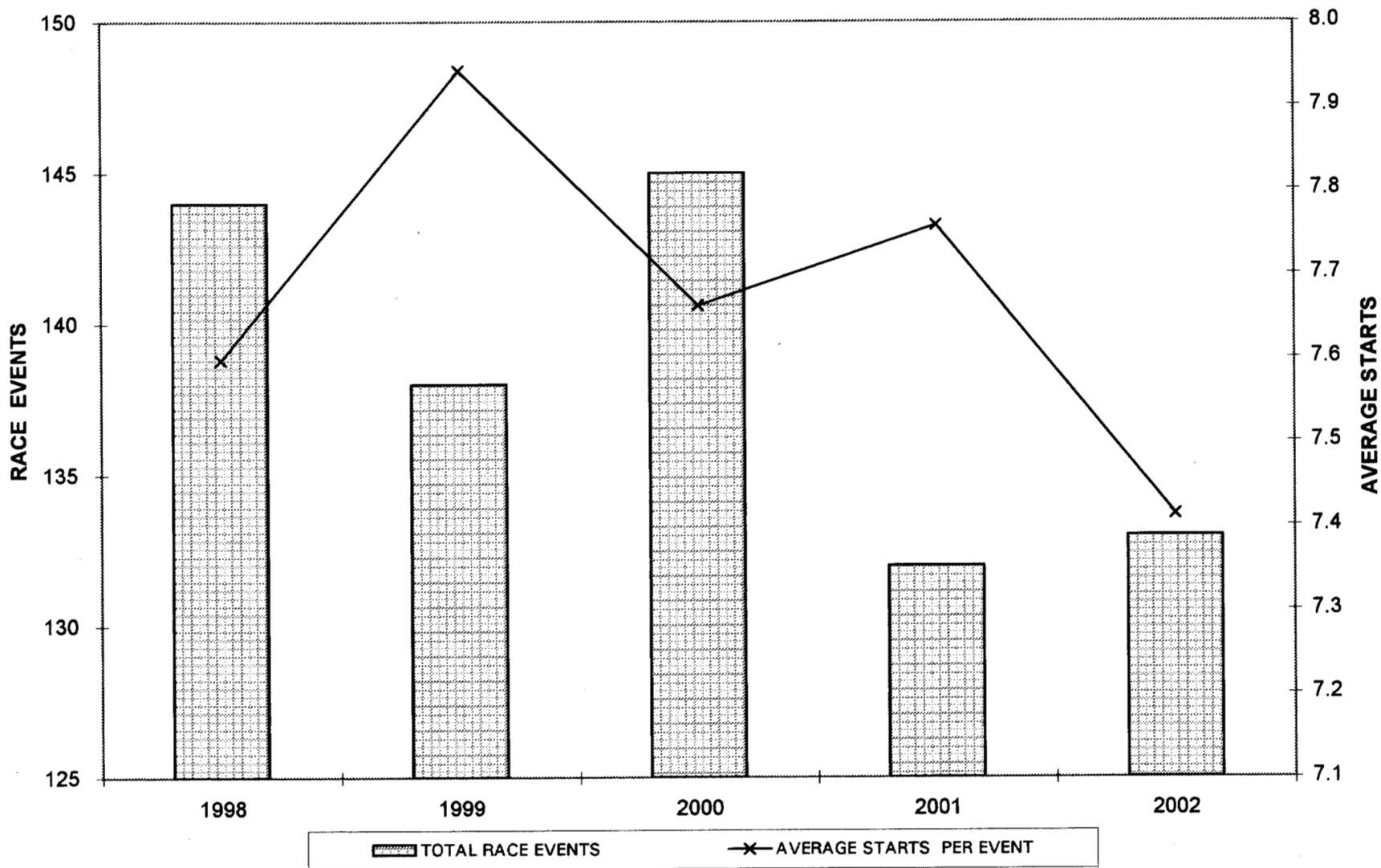
SONOMA COUNTY FAIR



DISTRIBUTION OF HANDLE

Chart5

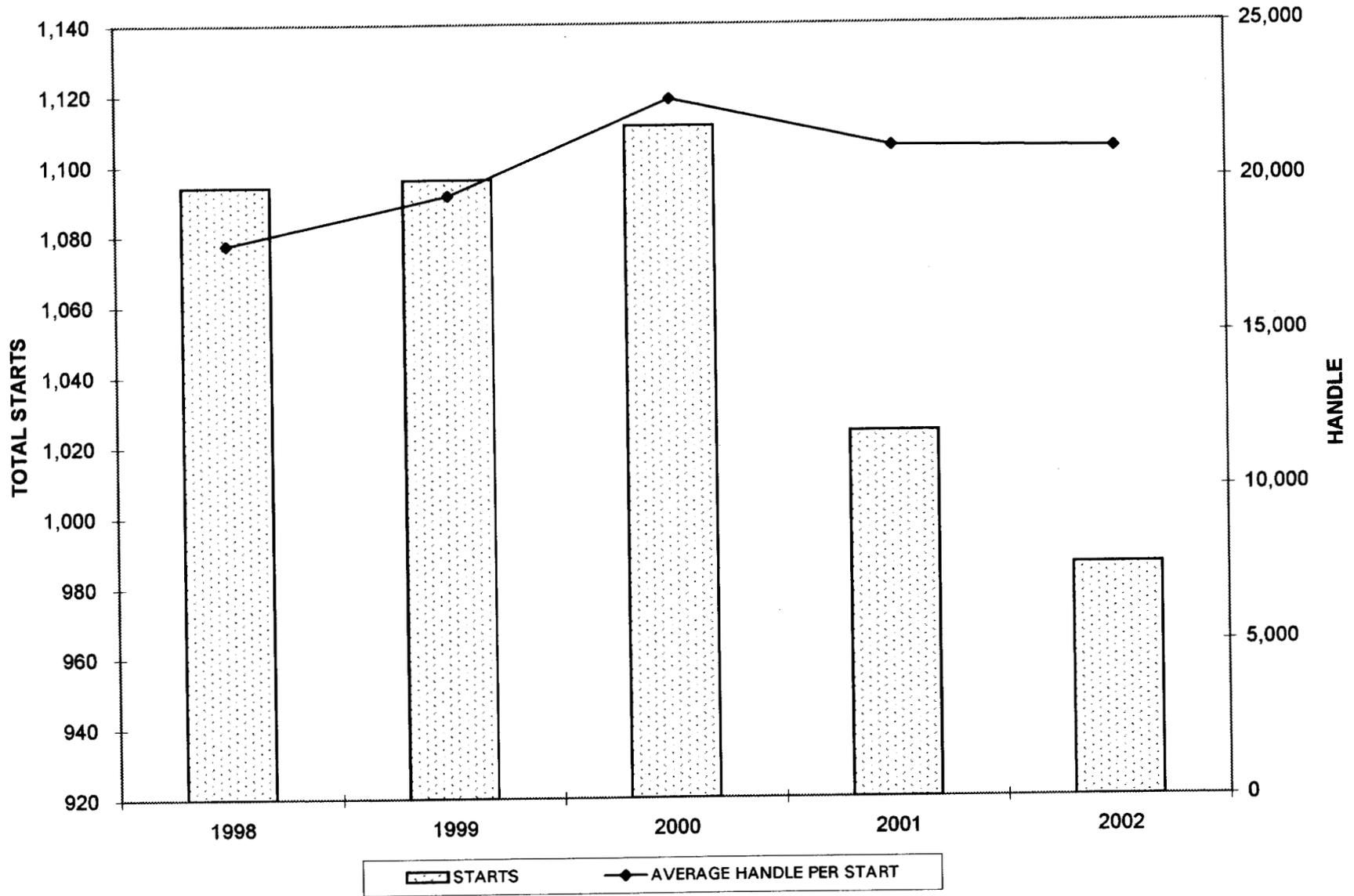
SONOMA COUNTY FAIR



TOTAL EVENTS VS. AVERAGE START PER EVENT

Chart 6

SONOMA COUNTY FAIR



STARTS TO HANDLE