

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 Thursday, August 25, 2011, commencing at 9:30 a.m., at the Del Mar Surfside Race Place, (Downstairs General Admission Area) 2260 Jimmy Durante Blvd., Del Mar, California. The audio portion only of the California Horse Racing Board regular meeting will be available online through a link at the CHRB website (www.chrb.ca.gov) under "Webcasts."

AGENDA

1. Approval of the minutes of the regular meeting of July 21, 2011.
2. **Public Comment:** Communications, reports, requests for future actions of the Board.
Note: Persons addressing the Board under this item will be restricted to three (3) minutes for their presentations.
3. Discussion and action by the Board on the Application for License to Operate a Minisatellite Wagering Facility by the ORG Restaurants, LLC, Santa Maria, for a period of up to but not exceeding two years.
4. Discussion and action by the Board on the report from Southern California Off-Track Wagering Inc. (SCOTWINC) regarding the development of minisatellite wagering facilities.
5. Discussion and action by the Board on the report from Monarch Content Management, LLC, regarding the distribution of California racing signals in foreign markets.
6. Discussion and action by the Board regarding a report from the California Marketing Committee (CMC) regarding its 2011 operating budget.
7. Discussion and action by the Board on the Application for License to Conduct a Horse Racing Meeting of the Big Fresno Fair (F) at Fresno, commencing October 6, 2011 through October 16, 2011, inclusive.
8. Discussion and action by the Board on the Application for License to Conduct a Horse Racing Meeting of the Pacific Racing Association (T) at Santa Anita Park Race Track, commencing September 30, 2011 through November 6, 2011, inclusive.
9. Discussion and action by the Board on the Application for License to Conduct a Horse Racing Meeting of the Pacific Racing Association (T) at Golden Gate Fields, commencing October 19, 2011 through December 18, 2011, inclusive.

10. Discussion and action by the Board regarding the request from the Los Alamitos Race Course and the Pacific Coast Quarter Horse Racing Association, to suspend the use of Clenbuterol for quarter horse racing at Los Alamitos Race Course for 12 months, pursuant to the Provision of CHRB Rule 1844.1, Suspension of Authorized Medication.
11. Discussion and action by the Board regarding the distribution of race day charity proceeds of the Los Angeles Turf Club in the amount of \$136,770 to 31 beneficiaries.
12. Discussion and action by the Board on the nomination of members to the Board of Directors of the California Thoroughbred Horsemen's Foundation, Inc.
13. Closed Session: For the purpose of receiving advice from counsel, considering pending litigation, reaching decisions on administrative licensing and disciplinary hearings, and personnel matter, as authorized by Section 11126 of the Government Code.
 - A. The Board may convene a Closed Session to confer with and receive advice from its legal counsel regarding the pending litigation described in the attachment to this agenda captioned "Pending Litigation," as authorized by Government Code section 11126(e).
 - B. The Board may convene a Closed Session to confer with and receive advice from its legal counsel regarding the pending administrative licensing or disciplinary matters described in the attachment to this agenda captioned "Pending Administrative Adjudications," as authorized by Government Code section 11126(e).

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

CALIFORNIA HORSE RACING BOARD

Keith Brackpool, Chairman
David Israel, Vice Chairman
Jesse H. Choper, Member
Bo Derek, Member
John C. Harris, Member
Jerry Moss, Member
Richard Rosenberg, Member
Kirk E. Breed, Executive Director

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PENDING LITIGATION
AUGUST 2011

SUPERIOR COURT LITIGATION

- A. Patrick Gleason v. Anne Glasscock and the California Horse Racing Board
Superior Court of California, County of Sacramento 34-2010-00076781
- B. Jeff Mullins v. CHRB, et al
Superior Court of California, County of San Diego, Case No. 37-2010-00092212
- C. Morteza Atashkar vs. CHRB
Superior Court of California, County of Sacramento, Case No. 34-2011-00102154

UNITED STATES DISTRICT COURT

- D. Douglas O'Neill vs. CHRB, Kirk E. Breed, et al
Central District of California Western Division, Case No. CV11-1972 GW

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PENDING ADMINISTRATIVE ADJUDICATIONS
AUGUST 2011

CASE

- A. Petition for Licensure
Daniel Maier
Case No. SAC 10-0013

PROCEEDINGS of the Regular Meeting of the California Horse Racing Board held at the Del Mar Surfside Race Place, 2260 Jimmy Durante Boulevard, Del Mar, California, on July 21, 2011.

Present: Keith Brackpool, Chairman
David Israel, Vice-Chairman
Jesse H. Choper, Member
Bo Derek, Member
John C. Harris, Member
Jerry Moss, Member
Richard Rosenberg, Member
Kirk E. Breed, Executive director
Robert Miller, Staff Counsel

MINUTES

Chairman Brackpool asked for approval of the minutes of the Regular Meeting of June 23, 2011. Commissioner Rosenberg said a sentence needed to be completed on page 17 of the minutes. The words "race meeting" should be added to complete the sentence. Chairman Brackpool stated the correction would be made. Commissioner Choper motioned to approve the minutes, as corrected. Commissioner Moss seconded the motion, which was unanimously carried.

PUBLIC COMMENT

Chairman Brackpool stated there were no persons wishing to make a public comment.

PUBLIC HEARING AND ACTION BY THE BOARD REGARDING THE PROPOSED AMENDMENT OF CHRB RULE 1658, VESTING OF TITLE TO CLAIMED HORSE, TO VOID A CLAIM IF A CLAIMED HORSE SUFFERS A FATALITY DURING THE RUNNING OF THE RACE OR BEFORE IT IS RETURNED TO BE UNSADDLED.

Jacqueline Wagner, CHRB staff, said the proposed amendment to Board Rule 1658, Vesting of Title to Claimed Horse, would void a claim if the horse suffered a fatality during the running of

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the race, or before it returned to be unsaddled. Ms. Wagner stated seven comments were received during the 45-day public comment period. Three comments opposed the amendment, three were in favor of the amendment and one comment described claiming insurance services available to horse owners and trainers. The favorable comments were from the Environmental Training Practices Committee of the Welfare and Safety of the Race Horse Summit, and The Jockey Club Thoroughbred Safety Committee. The comments against the proposed amendment were from a horse owner who stated claiming was a naturally self-regulating process, so there was no need to amend Rule 1658. Another horse owner wrote that while the proposed amendment might have some benefit it was flawed in determining precisely how and when title of ownership would be transferred. Vice-Chairman Israel stated he was in favor of the proposed amendment, but he felt the language about the horse returning to the unsaddling area was ambiguous. It might be possible to construe that exception to include horses placed in an ambulance or van and taken to the unsaddling area where the claim would stand. Vice-Chairman Israel said the phrase "under its own power" could be added to the text to remove any ambiguity. Staff counsel Robert Miller said the language of the regulation used a term of art, which was defined by industry practice. Vice-Chairman Israel stated he thought the rule would be contentious without the clarification. Chairman Brackpool said the Board did not believe owners or trainers would play such games, and the rule was clear in terms of industry practice. Commissioner Moss commented the proposed regulation was the result of one trainer perhaps celebrating a little too vigorously when he moved a horse that was not doing well. Chairman Brackpool stated the issue had been debated for some time. The rule was not being changed because of the behavior of one trainer. Richard Mandella, a trainer, said he was very familiar with the claiming game. He stated the proposed regulation would remove the temptation for a

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trainer to drop a horse in a claiming race in the hopes it would be claimed. Mr. Mandella added he also supported the proposed amendment of Rule 1844, which would lower the allowable level of phenylbutazone. Commissioner Rosenberg asked if Mr. Mandella was referring to a trainer knowingly entering a horse that could possibly break down during a claiming race, or was he referring to entering a horse with a problem, but the trainer did not necessarily believe the horse would break down. Mr. Mandella said if a horse that just finished second in a \$50,000 claiming race were x-rayed and the veterinarian said there was possibly one or two more races left in that horse, a trainer might be tempted to drop the horse to \$32,000 so it would get claimed. If the horse was claimed, the trainer would be \$32,000 ahead of the game. Mr. Mandella commented that in his 35 years of experience he heard of such scenarios more than once. He added trainers often dealt with lameness and problem horses, but once in a while trainers were warned that a horse had one or two races before such problems appeared. Lou Raffetto of Thoroughbred Owners of California (TOC) stated he had been a trainer, racing official and a track operator, so he had seen many injuries. He said he believed the Board was asking for problems if it approved the proposed regulation. For example: who would make a decision about putting down a horse that broke down on the track? Would it be the current trainer or the new trainer? There were many reasons a horse could suffer a fatality on the track that were not the fault of the trainer. It did not make sense to change a regulation simply because there may have been one trainer with a certain situation. A horse might be put in a claiming race because it was slow or had minor issues, but it was not as if the trainer was sending the horse out thinking it would break a leg. Mr. Raffetto stated he did not believe Rule 1658 needed to be amended, and if it were there would be problems at some point in the future. Commissioner Derek said it was her understanding that the owner of the horse at the time the horse went into the starting gate would

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make any decisions about the fate of a horse that broke down on the track. Mr. Raffetto said the trainer represented the owner on the track, and if he were the trainer, he would have a boot put on the horse and have it vanned back to the barn. The horse would not be put down on the track, so the claim would stand. Dr. Rick Arthur, Equine Medical Director, said the racetrack veterinarian or the official veterinarian had the authority to make the decision as to whether a horse was put down during or subsequent to the running of the race; owners were rarely consulted. Commissioner Derek stated she did not find the rule ambiguous. If a horse was put in a boot it would remain the property of the original owner because it would not return to the unsaddling area. Mr. Raffetto said that was not his interpretation. To void the claim the horse would have to be put down on the track. There could be a situation where a filly needed to be put down, but the trainer may try to save it for breeding purposes. Chairman Brackpool said the same issue currently occurred. The only issue the Board was addressing was the transfer of the claiming price. The racetrack veterinarian had the authority to put the horse down and they generally did not consult the owner. Commissioner Choper stated the persons who stood to gain or lose due to the proposed amendment were horse owners who claimed horses. It would seem that if one was in the claiming game as a general matter the issue was the distribution of the risk; there would always be a winner and a loser. Many of the things that had been said on both sides of the issue were correct. Most people never knowingly ran a compromised horse, but one could get stuck claiming such a horse. So, in the end the process worked itself out evenly. Given the public impression the rule created, Commissioner Choper stated he would be in favor of adopting the proposed regulation. Mr. Raffetto stated the point of the matter was that horses would break down through no fault of the prior trainer. It did not seem fair to penalize the trainer or owner for the one or two situations that may arise. Commissioner Choper said Mr.

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Raffetto was right. However, sometimes the trainer who lost a claim was stuck with a horse that broke down. On the other hand, in some cases, the rule would have the opposite effect; the trainer would be spared the claim, even though it was not the fault of the other trainer. Generally, the rule would work. Commissioner Harris stated the proposed rule was a minor step forward that encouraged owners and trainers not to run horses that were suspect. He asked how the TOC arrived at its position. Mr. Raffetto said he formulated his position based on his experience and envisioning the issues that could arise. Commissioner Harris stated he appreciated Mr. Raffetto's position, but the TOC represented all thoroughbred owners, and he was not aware that the issue had been debated amongst the membership. Mr. Raffetto said the issue had not been debated at the board level or amongst the membership; it was his recommendation. Commissioner Rosenberg commented that the Board materials indicated the Equine Injury Database summary for California (excluding Los Alamitos) demonstrated that only six horses had fatalities during a claiming race in a period of not quite a year. It was interesting that the objections of some in the industry were being discussed when it only affected a few horses. He asked if the rule would have changed the claiming game in the period covered by the Equine Injury Database summary. Chairman Brackpool said there were two issues: the first was the number of horses or claims that would have been voided; it changed every year, but it was a very small number. The second issue was one of perception. Over the past couple of months the Board received a lot of comments from those who believed the Board should not look at the issue of perception; instead, it should only look at the reality issue. Chairman Brackpool stated he believed the Board had to look at the issue of perception because it affected the public's overall view of the sport. Commissioner Rosenberg said he could also argue that perception would not change that much. Darrell Haire of the Jockey's Guild (Guild) stated his organization

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supported the proposed amendment to Rule 1658. Mr. Hair said he rode for 15 years and could not count the times he walked into a paddock and was put on a horse with problems. He added trainers dropping horses with problems occurred more frequently than some stated, and for the safety of riders and the integrity of the sport the rule needed to be amended. Commissioner Rosenberg asked why the Guild believed the proposed amendment would change anything. Mr. Haire said trainers would understand they could no longer drop problem horses just to lose them. Commissioner Rosenberg commented trainers also dropped horses because they had problems they could not figure out, not because they thought they would break down. Mr. Haire said that was true; there were many reasons for dropping a horse. Commissioner Harris stated there were dozens of reasons why a horse might be dropped, but the focus of the regulation was the owner or trainer who thought his horse was very near the end of its career. That did not happen often, but it did happen. Michael Wellman, an owner/breeder, stated all horses were vetted prior to racing, and the reality was that sound horses could break down, as well as horses that had something a little bit questionable. Mr. Wellman said the rule had gray areas when it came to who had ownership of the horse. The current rule provided that ownership passed as soon as the gate opened. However, if something happened to the horse on the track, ownership passed back to the original owner who did not have any say in the fate of the horse. He repeated the rule was flawed and there would be problems in its implementation. Alan Balch of the California Thoroughbred Trainers (CTT) said his organization opposed the amendment. He stated Mr. Raffetto was correct in his belief that the claim was not voided unless the horse suffered a fatality. Mr. Balch said the CTT agreed about the problem of perception, but perhaps the European system, which was essentially an auction, might be something the Board could look at if it wished to reform the claiming process. The CTT believed such a system might provide a

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disincentive for nefarious behavior. John Saddler of the CTT said his organization was concerned with the unintended consequences of the proposed regulation. It was possible for a trainer to instruct the jockey not to pull up a bad horse, so it would not break down. The CTT would like to delay implementation of the regulation to work on its language, as it felt that making a sweeping change was a mistake. Commissioner Harris said the rule might not be perfect, and there were a lot of ways to improve the claiming game, but it did send a signal that California did not want to encourage the running of horses that had a high likelihood of breaking down. Horse racing was a sport, and one was not supposed to try to dump a horse that might not be 100 percent sound. The Board wanted to prevent behavior that was not becoming of the sport. Commissioner Moss stated claiming races were a large part of horse racing. The interesting part of claiming was its finality. It should be kept in mind that prior to making a claim, the owner or trainer could watch the horse work and study its past performance. The trainer had knowledge of the horse and made the claim because he believed it was a bargain or perhaps a mare he would keep for potential breeding. Commissioner Moss stated the rule was well intended, and there were issues with the safety of the jockey, but the rule had a long history, and most trainers understood their responsibilities and conducted themselves with honor. Commissioner Derek stated she believed some trainers did drop horses primarily to lose them, and the current rule encouraged such behavior. The proposed amendment would not impose a hardship on the industry, as the statistics demonstrated only six horses died in a claiming race over nearly a 12 month period. In addition, new owners who entered horse racing by making claims would be assured they had a better chance of claiming a sound horse. Commissioner Rosenberg said the proposed rule represented over-regulation. The public perception issue would not change much, and California would still have great racing. Commissioner Harris

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motioned to adopt the proposed amendment to Rule 1658. Commissioner Choper seconded the motion, which was carried with Commissioner Moss and Commissioner Rosenberg voting “no.”

PUBLIC HEARING AND ACTION BY THE BOARD REGARDING THE PROPOSED AMENDMENT OF CHRB RULE 1843.3, PENALTIES FOR MEDICATION VIOLATIONS, TO 1) CHANGE THE PENALTY FOR VIOLATIONS DUE TO THE OVERAGE FOR THE PERMITTED NON-STEROIDAL ANTI-INFLAMMATORY DRUG SUBSTANCE (NSAID), PHENYLBUTAZONE, AS DEFINED IN RULE 1844(C)(1), AND FOR DRUG SUBSTANCES IN AN OFFICIAL TEST SAMPLE, WHICH CHRB CATEGORIZES AS WARRANTING A CATEGORY “D” PENALTY; AND 2) TO CHANGE THE ALLOWABLE LEVEL OF FLUNIXIN IN AN OFFICIAL TEST SAMPLE FROM 50 NANOGRAMS PER MILLILITER OF BLOOD PLASMA OR SERUM TO 20 NANOGRAMS PER MILLILITER OF BLOOD PLASMA OR SERUM.

Jacqueline Wagner, CHRB staff, said the proposed amendment to Rule 1843.3, Penalties for Medication Violations, would change the penalties for phenylbutazone (bute) violations under Category “C” as well as for Category “D” violations. These changes are aligned with the proposed changes in the allowable levels of bute under Rule 1844, Authorized Medication. In addition, the proposed amendment will change the level of flunixin in an official test sample from 50 nanograms per milliliter of blood plasma or serum to 20 nanograms. Again, the proposed change was aligned with the proposed amendment of Rule 1844. Ms Wagner stated the proposal had been noticed for a 45-day public comment period, and no comments were received. Chairman Brackpool said the important point was that the penalties were lowered in anticipation of lowering the allowable levels under Rule 1844. He stated the item would be postponed until the fate of the proposed amendment of Rule 1844 was decided. After the hearing on Rule 1844, the Board would revisit the proposed amendment of Rule 1843.3.

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PUBLIC HEARING AND ACTION BY THE BOARD REGARDING THE PROPOSED AMENDMENT OF CHRB RULE 1844, AUTHORIZED MEDICATION, TO REDUCE THE PERMITTED LEVEL OF PHENYLBUTAZONE IN AN OFFICIAL TEST SAMPLE FROM FIVE MICROGRAMS PER MILLILITER OF BLOOD PLASMA OR SERUM TO TWO MICROGRAMS PER MILLILITER OF BLOOD PLASMA OR SERUM, AND TO REDUCE THE PERMITTED LEVEL OF FLUNIXIN IN AN OFFICIAL TEST SAMPLE FROM 50 NANOGRAMS PER MILLILITER OF BLOOD PLASMA OR SERUM TO 20 NANOGRAMS PER MILLILITER OF BLOOD PLASMA OR SERUM.

Jacqueline Wagner, CHRB staff, said the proposed amendment of Rule 1844, Authorized Medication, would reduce the permitted level of phenylbutazone (bute) in an official test sample from five micrograms per milliliter of blood plasma or serum to two micrograms per milliliter. The proposed amendment would also reduce the permitted level of flunixin in an official test sample from 50 nanograms per milliliter of blood plasma or serum to 20 nanograms per milliliter. During the 45-day public comment period staff received numerous comments. Those in opposition included the California Exposition and State Fair, the California Thoroughbred Trainers (CTT), Thoroughbred Owners of California (TOC) and Dr. Don Shields. Those in support included The Breeders' Cup. All of the letters were available to Commissioners. Dr. Don Shields, a veterinarian and member of the CTT medication committee, said he was not present to argue for more medication. Not all horses needed bute on race day. Additionally, Dr. Shields stated he did not consider the current allowable level of five micrograms of bute per milliliter of blood serum or plasma as sacred or untouchable. However, medication regulations should be based on scientific fact and medical knowledge, not fiction or opinion. Dr. Shields cited a couple of studies that (depending on circumstances, and if the standard 2 gram IV dose of bute was still considered to be a 24 hour medication) demonstrated there would be somewhere between 5 percent and 17 percent more overages of bute if the drug were administered within the currently recommended timelines. He stated the Pennsylvania Horse Racing Commission

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recommended that two grams should be given at 36 hours. Dr. Shields also spoke at length about whether it had been demonstrated that higher levels of bute caused injuries. He quoted one study, which stated there was scant objective evidence that a combination treatment with bute and flunixin allowed horses with lameness to perform as if they were sound, such that veterinarian inspection was compromised. Dr. Shields concluded by stating Dr. Rick Arthur, CHRB Equine Medical Director, wrote in 2006 that the levels of non steroidal anti inflammatory drug substances (NSAID) permitted on race day were well below clinically active dosage. In California, where the five micrograms per milliliter in plasma level has been in place for nearly 20 years the vast majority of horses tested below the two microgram level. The five microgram level provided a safety margin to avoid inadvertent positives. Dr. Shields asked the Board to consider the science and if the Board did not feel it had enough information, the UC Davis program could examine the pre-race exam cards and past performances to determine if perhaps it was more of a decrease in performance than a unilateral lameness that could be detected in pre-race exams. Dr. Mark Dedomenico, a cardiovascular surgeon, stated he had 160 persons working full time on research. He stated he had some of those persons conduct a medical analysis on bute. No scientific study could be found to demonstrate that bute levels of 5 micrograms or less were associated with catastrophic breakdowns or injuries. Dr. Dedomenico said he also read the materials supplied by Dr. Shields. He stated he believed the proposed amendment to Rule 1844 would lead to a lot more positives. In addition, it would increase the perception that horses were drugged, as there would be findings of 2.1, 2.4 or 2.5 micrograms per milliliter. The increased instances of positive drug violations would cause the media to state the industry did bad things to horses. There would also be more lawsuits, which were costly to trainers and the state, and which were reported in the media. Finally, an unintended consequence

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of the lower bute levels could be more use of steroids, or corticosteroids, which was something no one wanted to talk about. The issue could be looked at emotionally or scientifically. If the Board took the scientific route, and closely looked at what Dr. Shields had to say, it would reject the proposed regulation. Alan Balch of the CTT stated his organization endorsed Dr. Shield's comments. He added no one was more dedicated to the welfare of the horse than the CTT horsemen. The CTT believed therapeutic medication was essential to the wellbeing of the horse and that irresponsible use of such medication was harmful. However, attacks on therapeutic medication were largely misplaced because they led to the unfavorable public perception. There was no evidence that the present regulation contributed to racing fatalities. The proposed changes in threshold levels effectively changed the treatment time for bute, which was an issue for horsemen who fed bute or administered it orally. The CTT respectfully requested the Board study the issue further or vote against the regulation for the time being, as funds were available to pursue the scientific study that Dr. Shields proposed. John Sadler of the CTT stated the vast majority of California's thoroughbred trainers did not believe the proposed amendment to Rule 1844 was necessary. The trainers were the ones who had to make the levels work on a daily basis, and they believed the present rule was fine and did not need to be changed. Chairman Brackpool asked if there had been any debate within the CTT on the issue. Mr. Sadler stated the CTT held two meetings in Northern California where the trainers were very firm in their conviction that the rule amendment was not necessary. Darrell Haire of the Jockey's Guild (Guild) stated his organization supported the proposed amendment to Rule 1844. The Guild believed that the less medication in the horse's system, the better. Dr. Jeff Blea, a veterinarian, stated therapeutic medications were needed on the backside. Such medications were used to keep horses as athletes and to look after their welfare on a day-to-day basis. However, he said

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there was a lot of gray areas in research on the effects of therapeutic medications. The real problem was with the regulatory veterinarians feeling they could not get a good assessment or pre-race examination of a horse that was on bute early in the morning the day of the race. That was because the level was higher than what would be a five microgram level. The American Association of Equine Practitioners Racing Committee looked at the issue for well over a year. The question was whether race horses needed the current allowable level of bute. Dr. Blea stated he did not believe horses needed the current allowable level, and he was comfortable with a level of two micrograms. The real problem was the need for a guideline for trainers and veterinarians on when and how to treat with injectable or oral medication so there would be fewer positives. If there were a grace period to implement the changes, and guidelines to follow, the proposed amendment was workable. John Barr of the Jockey Club read a letter from his organization. The letter outlined the Jockey Club's research regarding the effects of bute and its ability to disguise a preexisting lameness or other discomfort in a horse which might otherwise have exhibited itself during a routine race day inspection. Following the studies, the Jockey Club recommended to the Racing Medication and Testing Consortium (RMTC) that it conduct further studies. Following the RMTC examination of existing evidence it was the RMTC's final decision to recommend the allowable levels of bute be lowered to two micrograms per milliliter to be administered no sooner than 24 hours before race time. Mr. Barr stated there was no contention that the presence of bute or other NSAIDs caused fractures and other breakdowns. The contention is that by virtue of their pain-killing properties, they disguised normal physical evidence which would be evident in a pre-race examination. The lower recommended thresholds were recommended by the RMTC, and adopted by the Racing Commissioners International, the Jockey Club Safety Committee, The Breeders' Cup, the Jockey Club, the Thoroughbred Owners

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and Breeders Association (TOBA) and its Graded Stakes Committee. The levels were also adopted by the American Association of Equine Practitioners, the states of Maryland, New Jersey, Pennsylvania, Delaware and Virginia. Mr. Barr said effective January 1, 2012 any racing association that offered graded level stakes must require horses to test at the new levels or any graded ranking would not be allowed or recognized. The purpose was to try to prevent catastrophic incidents on the track, and any chemical or substance that might disguise lameness or other evidence during a pre-race examination or in the gate should be prohibited. Mr. Barr added 80 percent of the existing California tests currently fell within the new thresholds and should not present a problem for all but a few California trainers. Vice-Chairman Israel asked if the Graded Stakes Committee would require a track to implement its required levels for all of its races to maintain its graded stakes or just the graded stakes races. Vice-Chairman Israel commented there was no analysis of the economic impact; how the mandate would affect field size and whether it would adversely affect the business. Mr. Barr said he understood, but he could not answer the question. Dr. Arthur stated the TOBA graded stakes were the only races that were required to adopt the revised bute level. Vice-Chairman Israel said that meant that if the proposed regulation were not adopted, Santa Anita could run six races at the current allowable level and only the graded stakes races would require the revised level. Dr. Arthur said that was correct. Commissioner Choper asked if Dr. Arthur could state his conclusion regarding the proposed amendment. Dr. Arthur stated that the two microgram level was necessary to allow the examining veterinarians to do the job required by the Board. The proposed regulation had to do with levels at the time of examination, which depending on whether it was day or night racing, would be anywhere from 8 to 14 hours prior to post time. That meant bute levels would be much higher than at race time. Dr. Arthur commented that the issue was not the average

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horse, it was the outliers. Most trainers abided by the Board's regulations and were very responsible, but there were trainers who pushed the limits. With regards to effective plasma concentrations, Dr. Larry Soma published an article in a peer-reviewed journal in which he concluded that after 24 hours there were still effective plasma concentrations of bute with a two gram dose. That correlated to roughly a one microgram level of bute. The conclusion was that the drug was still effective at 24 hours. Dr. Arthur said Dr. Shields was correct in stating there was no scientific article that could be found that demonstrated bute caused catastrophic breakdowns. Conversely, there were no articles that showed bute was safe for racing. Vice-Chairman Israel stated the Board was told 80 percent of horses raced under the proposed limit, and only 20 percent raced over the limit. Was there any statistical analysis of the injury rate in the two groups? Was there evidence that the 20 percent were injured at a significantly higher rate? Dr. Arthur said the study was done in Kentucky and it found that horses that were injured had a higher bute and NSAID rate. He added he agreed with Dr. Shields that the drugs did not cause the injury. Vice-Chairman Israel said to understand the impact of the proposed regulation the Board needed to know the injury rates for horses running at the lower level and horses running at the higher level. If 80 percent were running at one level and 20 percent at the other, were they injured at different rates? He commented that the argument that 90 percent of fatalities were due to preexisting injuries was an emotional appeal that did not reveal anything about whether bute was relevant. Dr. Arthur said the Kentucky paper tried to look at that, and the most important factor was that the injured horses did have higher bute, banamine and NSAID levels than the control horses. However, the issue was not that the drugs caused the problems, it was that the trainers knew the horses had problems and gave them more bute. Vice-Chairman Israel said the Board was engaging in the one dose or two dose arguments, and the question was

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whether there should be any dose at all; however, there was no statistical evidence about whether two doses was more deleterious than one dose. Dr. Arthur stated that was correct, but it could be demonstrated that when Iowa and Virginia went from two micrograms to five micrograms their fatality rates increased. At the higher level Iowa went from 1.29 to 1.99 and Virginia went from 0.96 to 1.5. Commissioner Choper said he did not know who was right and who was wrong, and when studies involved living things, they were often flawed. However, the Board had an equine medical director who was a distinguished veterinarian, and he arrived at the conclusion that something ought to change. So, Commissioner Choper stated he was inclined to support the proposed amendment. Commissioner Moss said race horses were similar to human athletes in that they had certain aches and pains. The Board also had an opportunity to watch what would happen with the new level without having to rush into a rule change. He stated many jurisdictions were currently involved with the new level, so why not wait and observe how they would fair? Commissioner Moss added he believed the Board was over regulating the issue, and he was concerned the opinions of industry organizations were being overlooked. He stated he did not support the proposed amendment to Rule 1844. Commissioner Rosenberg said he was bothered by the groundswell of national organizations talking about eliminating race-day medications altogether. The Jockey Club Graded Stakes Committee rule would be in place in January 2012, so the proposed amendment was a temporary fix that was not necessarily the right thing. Commissioner Rosenberg stated he agreed with Commissioner Moss, and would prefer to wait and see what happened with other racing states. Commissioner Harris said the rule did not need to be implemented immediately, but could become effective at a date certain. The key was the promulgation of information about how different doses would result in varying levels. Bute was a valuable therapeutic medication; it was fairly cost effective and had been around for a long

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time. The issue involved a very minor change in the allowed level that may on certain instances enable the examining veterinarian to do a slightly better pre-race examination. Vice-Chairman Israel stated he was concerned with the economic impact of the regulation. The graded stakes were only 1 percent of the race program, so what would the impact be on the remaining 99 percent? What was the effect on trainers whose livelihood was claiming horses; people who were trying to get a start in racing by claiming; allowance races and racing between Wednesday and Friday? What would happen to field size and would people leave the state? Further, if bute were so deleterious why not eliminate it altogether? No evidence had been presented that the higher allowable rates caused more horses to break down. Vice-Chairman Israel stated that a study needed to be done before he would vote for the regulation. Commissioner Derek said the proposal was the result of virtually all the national organizations, including the American Association of Equine Practitioners and the Jockey Club Graded Stakes Committee, determining there was valid evidence and voting to lower the threshold for bute. Commissioner Derek stated the argument that the proposed regulation would have a greater effect on small trainers did not make sense. If trainers did not wish to spend the extra funds to inject bute, they had the option of giving powder or pills at little earlier out. She added there were many views on every medical issue, but the national racing organizations found the evidence to be valid; bute had an effect on pre-race examinations. Commissioner Derek said she did not know why California would want to be different and allow a higher threshold of a pain-masking drug during its pre-race examinations. Chairman Brackpool stated it seemed the comments received by the Board were substantially more about the possibility of violations of a two microgram limit than how such a limit could harm a horse. He said he had not heard many comments stating it would be bad for the horse to go from five to two micrograms. Vice-Chairman Israel might have been correct

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when he stated the stakes races were only 1 percent of the industry, but the big races brought out the fans and generated more handle. The industry wanted to do whatever it could to attract the best races to California. The Graded Stakes Committee stated that commencing January 1, 2012, the proposed level will be its rule. Chairman Brackpool added many had commented that the vast majority of horsemen were honest. That was true, but laws and regulations were not written because the vast majority of people were dishonest. Most people understood and followed the code of conduct within which they lived. Passing the proposed amendment was not an action against the horsemen; it was to ensure that those who might not otherwise comply also followed the code. Chairman Brackpool said he was in favor of the proposed regulation, but only if it had a grace period. If the rule were approved, it would not be implemented until January 1, 2012, and there would be an education program that explained what would be happening. Chairman Brackpool asked if there was a way for the implementation of the regulation to be delayed. Ms. Wagner stated the timing of the completion of the rulemaking file could be such that when the Office of Administrative Law (OAL) finished its review, the effective date would be the beginning of 2012. Chairman Brackpool asked if the new guidelines were in place on January 1, 2012, was it possible to also implement the penalties at a date several months later? Ms. Wagner said that was possible. Commissioner Moss asked how the Board's lab rated in comparison to labs in states where the reduced levels were in effect. Dr. Arthur said they were very good laboratories, and Pennsylvania was equal to the UC Davis laboratory. Commissioner Moss stated that meant the Board could watch what happened with those laboratories. He said he was concerned that trainers would turn to something else if the Board lowered the current level of bute. What would they use, and could California test for such substances? Dr. Arthur said California was very capable of testing for other drug substances. Commissioner Derek asked if

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Chairman Brackpool's comments meant there would be a grace period until January 1, 2012. Chairman Brackpool said he meant the regulation would not be implemented until January 1, 2012, so there could be an educational period. There could be a grace period until March 1, 2012 when the penalties would take place. Commissioner Derek said that was problematic because some trainers may attempt to take advantage of the grace period. She commented there were suspicions about what happened when there was a grace period with steroids. Dr. Arthur commented there was a problematic grace period with anabolic steroids. He stated, however, the Board's approach was reasonable, and it could move ahead and vote on the regulation, and then submit to the OAL it at the appropriate time. Commissioner Harris commented the vast majority of horses would not be affected by the regulation, but there would be ample warning for those trainers whose normal protocol was more than two micrograms. Commissioner Derek **motioned** to adopt the amendment to Board Rule 1844 with the provision that staff not submit the regulation to the OAL until such time as the implementation date would fall on January 1, 2012. Commissioner Harris **seconded** the motion, which **carried** with Vice-Chairman Israel, Commissioner Moss and Commissioner Rosenberg voting "no." Commissioner Derek **motioned** to adopt the proposed amendment to Rule 1843.3 with the provision that staff not submit the regulation to the OAL until such time as the implementation date would fall on January 1, 2012. Commissioner Harris **seconded** the motion, which was carried with Commissioner Moss **abstaining**.

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DISCUSSION AND ACTION BY THE BOARD REGARDING THE UPDATE FROM THE CALIFORNIA MARKETING COMMITTEE (CMC) AND ITS WORK WITH THE BAILEY GARDNER AGENCY ON THE BRANDING AND MARKETING OF CALIFORNIA HORSE RACING.

Robert Hartman of the California Marketing Committee (CMC) said his organization worked with the Bailey Gardner advertising agency for over six months to embark on an ambitious marketing program. The parties did consumer research as well as research among horsemen to develop a strategic plan and an advertising campaign. Mr. Hartman added Bailey Gardner also helped with logos, tag lines and messaging. John Bailey of Bailey Gardner stated he would give an overview of the marketing plans that his organization was developing on behalf of the CMC. He would also review the research findings and statistics and discuss how they were used to form strategic marketing plans. Mr. Bailey added he would talk about target audiences, brand positioning, a new logo, the advertising campaign and the public relations and social media strategy. Ryan Thompson of Bailey Gardner spoke about the primary and secondary consumer research conducted in February 2011 through April 2011. The research allowed Bailey Gardner to use data to develop cluster segments that would be looked at for consumer target audiences. Bailey Gardner also did some horsemen research that was passed on to the CMC. Bailey Gardner found that high frequency players made up 3 percent of the market size. On the opposite side of the spectrum were those who focused on entertainment and socialization, while the mid-spectrum represented moderate core and horse lovers. That was where there was opportunity to develop consumers. Bailey Gardner found that the industry had to reach a consumer audience before the age of 34. If consumers were not cultivated before that age, they were lost. The median age to target in terms of marketing and buying media was 21. The three middle cluster segments were females ages 18 to 55 and males ages 18 to 35. The campaign would be launched in California and directed at households with income of \$50,000 to \$100,000.

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Greg Joumas of Bailey Gardner spoke about creating a brand for California horse racing. In creating a brand the company had to think about what California racing was, and how it could be positioned to get younger persons involved and engaged in the sport so they became lifelong fans and participants, and moved on the scale to frequent enthusiasts and users of the sport. Bailey Gardner did brand workshops where it worked on the brand positioning and the relationship with the consumer. Horse racing was an active sport in that with pari-mutuel wagering the consumer was often at the live racetrack, and so the consumer became part of the sport. Another item was that horse racing was timeless; it was infectious and got in one's blood. Mr. Thompson said Bailey Gardner developed 14 strategies as part of its marketing plan. All of the strategies had tactics supporting them from public relations, social media and paid advertising perspectives. The goal was to drive interaction with the brand, create awareness and a shared voice in the marketplace for California racing as an entertainment, social and gaming option. From the paid media perspective, a campaign would be launched in mid-August through December, 2011 targeting the San Diego, Los Angeles and San Francisco markets. Seventy five percent of the media spend would be online and video, while 25 percent would be billboard or outside posting. Mr. Joumas said with the logo development it was important to touch upon the creative aspect of the sport. It had a live component wherein people were not passive observers; they were engaged and participated when they gambled. He said the logo stated "Cal Racing, Fun Runs Here." The logo referred to the classic heyday of the sport, while making it more current, modern and vibrant. The video commercials would address everyone's inner jockey; that little voice in one that pushes to have fun and to go for it. Mr. Joumas discussed two commercials that talked about the "inner jockey." One commercial was aimed at women, while the other was male oriented. Carrie Jones of Bailey Gardner spoke about the social media component of the

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proposed advertising program, which included a Cal Racing Facebook page, Twitter and Youtube. She also spoke about targeting audiences that normally did not engage in horse racing and creating cohesive programs that carried the brand as a whole throughout California. Mr. Joumas said Bailey Gardner wanted to leverage an HBO series called "Luck." Chairman Brackpool asked if the abbreviation "Cal" was kept because of the previous website, or was it such an obvious abbreviation that it was okay. Mr. Joumas said "Cal" was a great mnemonic and was highly recognizable. Money did not have to be spent educating consumers about something they already understood. Vice-Chairman Israel asked what the value was in the term "Cal Racing" when the public thought about going to the track by the name of the race track. Mr. Hartman said it was like a seal. Golden Gate Fields might advertise under its own name, but it would also have the Cal Racing logo in its advertisement – like the Good Housekeeping seal of approval. Golden Gate Fields would be stating it was part of Cal Racing; part of the best. There would be a campaign for Cal Racing in general, but it would feature the track that was running at the time. Commissioner Harris asked what the budget was for the campaign. Shannon McDonald of the CMC said the budget was \$500,000 for 2011. Commissioner Harris said it seemed as if that were not very much money for an advertising campaign. Mr. Thompson stated that was why Bailey Gardner selected the mediums such as online video for the campaign. Social Media represented high engagement and made the brand a lot larger than it would seem using traditional advertising. Mr. Hartman said the key question was how much would be spent in 2012. The \$500,000 spent in 2011 also included getting the campaign formalized and ready to go, and the budget for 2012 could be determined for a bigger launch. Commissioner Harris asked if there were ways to monitor the response to the advertising campaign. Mr. Thompson said a pre-awareness study was conducted so a post campaign survey could be done to measure

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awareness of the brand. In addition, there were measureable entities online through the social media networks and website traffic, microsite traffic for the campaign and performance metrics. There would be monthly reports measuring all of the measurements. Mr. Joumas added that part of the research was the campaign to shift peoples' consideration for the sport, as it was important to get them engaged before they were 30 years old. Vice-Chairman Israel commented almost every dollar of the campaign should be spent on social media because that was the most important source of information for people in that age group. He asked if a variety of logos were test marketed. Mr. Joumas said there was not a lot of money spent on focus groups because logos were very subjective. Instead, the committee relied on its expertise in the area, and used creative exercises to arrive at the logo. Vice-Chairman Israel asked if there were any copyright issues. Mr. Joumas said a full search was conducted. Commissioner Choper said there was a substantive message that could be delivered that was not very complicated. The first part was stressing the fun or thrill of a stretch run. The second aspect was the fun of gambling. There were many levels of gambling available in horse racing and in the end one got to cash tickets, which was fun. Commissioner Harris said the key was figuring out how much money it would take to change the public perception of horse racing. However, it should be in conjunction with the tracks that were running because it all benefited them. The funding source was all from satellite wagering, but that was a shrinking resource. Assuming the advertising campaign was a good thing and it generated a return, the industry needed to look at other ways to fund it going forward. Chairman Brackpool said there would be a Board workshop on the advance deposit wagering structure, and the issue of funding such campaigns could be part of that. The industry needed to ensure funding sources were related to the overall handle. Chairman Brackpool added he could not count the times he heard people at the race track state they had no idea how to place

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a wager. That meant the industry was not doing something right because people struggled with placing pari-mutuel wagers. He stated the CMC would continue to develop its plans, and make another report in the near future. John Bucalo of the Barona Casino spoke about his concerns regarding the CMC marketing plans.

PUBLIC HEARING AND ACTION BY THE BOARD REGARDING THE PROPOSED AMENDMENT OF CHRB RULE 1846.5, POSTMORTEM EXAMINATION, TO REQUIRE THE PRECEDING SIX MONTHS OF VETERINARY RECORDS BE SUBMITTED WITHIN 48 HOURS AFTER SUBMISSION OF THE NECROPSY SUBMISSION FORM.

Jacqueline Wagner, CHRB staff, said the proposed amendment of Rule 1846.5, Postmortem Examination, would require the owner's or trainer's veterinarian to provide the veterinary medical record for the preceding six months of any horse that died or was euthanized on the grounds of a facility under the jurisdiction of the Board. Ms. Wagner stated numerous comments were received during the 45-day public comment period. She said all the comments were in opposition to the proposed amendment. Dr. Mark Dedomenico of the Thoroughbred Owners of California (TOC) stated his organization requested that the equine medical records be anonymous with no repercussions for any of the parties involved. Dr. Jeff Blea, a private veterinarian, stated he had more questions than objections to the proposed amendment. He said the California necropsy program was the gold standard. The industry learned a lot from the work of the necropsy program and it would be detrimental if it were forced to cease operation because of litigation. Dr. Blea stated the regulation required veterinary records to be provided within 48 hours of the death of the horse. That timeframe was not practical for most veterinarians due to staffing and the ability to collect records and deliver them. He also asked in what format the records would be required. Dr. Blea said practitioners were comfortable with the statement in

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the regulation that the records would remain confidential. If the necropsy program were going to do a study on injury and an analysis of injuries, the practitioners would like to be included. If the Board was looking for causal relationships most veterinarians would be fine with transparency, but they would also like to be included. The veterinarians would like to meet with some of the Commissioners and become involved in the process. Dr. Blea said his recommendation would be to table the proposal until the veterinarians could meet with Commissioners. Dr. Joe Dowd, a private veterinarian, stated his main objection to the regulation was the requirement that records be produced within 48 hours. He added he agreed the regulation should be tabled and a committee be formed with veterinarians to organize exactly how the data would be collected and utilized. Commissioner Harris said he tended to agree with the specific suggestions of the veterinarians. The time-frame for delivering the records could be modified. He commented the CHRB had the power of subpoenaing records, so the regulation was not that dramatic a change. Commissioner Moss asked if there would be penalties if during the necropsy it was found that an illegal drug substance had been administered to the horse. He stated he was trying to decrease the possibility of litigation. Commissioner Moss said he agreed that the veterinarians should have the opportunity to work with the Board in developing the regulation. He added the 48 hour requirement could be modified. Commissioner Derek stated the Board currently held subpoena powers, and all the logistics seemed to work when records were subpoenaed. The proposed regulation would save all parties money because issuing and acting on a subpoena was expensive. Further, Commissioner Derek said she did not know why an owner or trainer would not wish to provide the records for the benefit of research. Vice-Chairman Israel asked if a veterinarian had the same client privilege as a medical doctor who worked on people. Robert Miller, CHRB staff counsel, said the holder of the veterinarian privilege was the owner. The

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veterinarian was only the agent of the owner. Chairman Brackpool stated the regulation was not meant to create a witch hunt. It was intended to foster research because the industry wanted to do the right thing by the horses. He said the regulation would be put over until the October 2011 Regular Board Meeting. In the mean time, a working group comprised of the CHRB staff counsel, veterinarians and the TOC could vet the proposal. Commissioner Choper said he would like to know with respect to litigation what happened to the veterinary medical information once it got to the Board. Commissioner Rosenberg added the language should be clear about the information being used for research. Dr. Dedomenico said the veterinarians believed the rule was meant to foster medical research, not illegalities. He asked if his impression was correct, or was the Board looking at a combination of both issues? Vice-Chairman Israel said the rule was intended to foster research. Dr. Dedomenico said the Board was stating on one side that it had a right to get the information, which it did if it thought something was wrong. On the other hand, if nothing was wrong, and the Board wanted the records of a number of horses, then it was conducting research. A research project had to be dealt with differently from an investigation into misdeeds. He added he thought the rule was a research project, and that was the view of the TOC.

DISCUSSION AND ACTION BY THE BOARD ON THE APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE LOS ANGELES TURF CLUB (T) AT GOLDEN GATE FIELDS, COMMENCING AUGUST 19, 2011 THROUGH OCTOBER 2, 2011,

Jacqueline Wagner, CHRB staff, said the Los Angeles Turf Club (LATC) proposed to run August 19, 2011 through October 2, 2011, or 22 days, at Golden Gate Fields Race Track. LATC would run 205 races, or 9.32 races per day, which was contrary to the usual 8.6 races. The first

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post time would be 12:45 p.m. Ms. Wagner said the application was complete, as presented. Robert Hartman of LATC stated that due to field size his organization was cutting the race week to three days a week. That would also allow LATC to hold a promotion every race day, so whether one attended Friday, Saturday or Sunday there would be a special event. Vice-Chairman Israel said his issue with the application was that MI Developments (MID) was essentially applying for the license. Of the 363 pages, 350 was MID financial information; however, MID no longer existed as a California racing entity. He asked how the Board would know LATC could fulfill its financial obligations if all it had were MID financials. Chairman Brackpool said the Board was approving LATC, which was a wholly owned subsidiary of the Stronach Group to which the Board gave a waiver at its June 2011 Regular Meeting. The waiver included requirements for audited financials and a letter of credit, among other items. Vice-Chairman Israel asked if the items required by the waiver were received. Ms. Wagner stated staff received the letter of credit. Commissioner Moss asked what LATC's biggest race was. Mr. Hartman said LATC decided not to run any stakes races over the short period of time to put more money towards the claiming and allowance races. Traditionally the lower level races supplemented the stakes races. If the stakes race had a field of six horses and a \$4,000 claiming race had a field of ten horses, the handle would be larger on the claiming race. Commissioner Moss asked if the attendance would suffer without stakes races. Mr. Hartman said that was something LATC would learn. Commissioner Moss stated that from a marketing point more fans may appear for an event. Mr. Hartman said LATC was currently planning a fall meeting, and it had a heavy stakes schedule. If it appeared that the no stakes meeting did not work LATC would alter its fall schedule. Commissioner Harris said he appreciated the new racing schedule but he questioned the lack of stakes races. Stakes races were important to Northern California

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owner-breeders because of the black type that accompanied the stakes. He urged LATC to take another look at stakes. They did not have to have big purses, but Northern California racing in general could suffer because of a lack of stakes opportunities. Commissioner Rosenberg referenced recent press reports about the possible sale of the property on which Golden Gate Fields sat. He stated there were also comments about building another track. There was already a shortage of horses and racing opportunities in Northern California, and a lot of owners and trainer would be concerned about timing of such actions. Commissioner Rosenberg asked if Mr. Hartman could give an idea regarding how long such a process would take. Mr. Hartman said the University of California Lawrence Berkeley National Laboratory project was a possible project. The Golden Gate Fields property was one of six finalists for the project and the laboratory should make a decision by the end of 2011. It would not break ground until 2014 or 2015. That meant racing was secure at Golden Gate Fields for at least the next three years. Mr. Hartman stated the Stronach Group was committed to horse racing in Northern California. However, the current business model was broken. The Stronach Group wanted to fix the model. It was also actively looking at alternate sites for a new racetrack in the event Golden Gate Fields was chosen by the laboratory. Commissioner Rosenberg asked if there had been a discussion about a new business model for horse racing. Mr. Hartman said his organization was currently thinking about that. The issue presented an opportunity to build a racetrack of the future. He commented Golden Gate Fields was 95 percent empty on a daily basis. It was built during a time when it saw 30,000 fans, but now on a week day there were only 1,200 fans; some days it felt like a ghost town. The Stronach Group had to look at the current model and determine where a new track might be located and what a new business model might include. Commissioner Choper asked where horses for the meeting were going to come from and how the purses would

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compare to other meetings. Mr. Hartman stated horses would come from Arizona and Minnesota. Horses would also come from Emerald Downs and Vancouver. He said the problem in California was not purses, it was the cost of doing business. Even if purses were raised a little it was still difficult to break even. Mr. Hartman added purses at Golden Gate Fields were higher than those in Arizona and other states. Commissioner Choper said if LATC were to hold some \$20,000 claiming races it would be as good as stakes races for wagering fans. Mr. Hartman commented that the middle claiming rank had disappeared throughout the state. The Southern California tracks had the lower and higher claimers, but the middle was gone. Chairman Brackpool said the meeting was 27 days in 2010, and would be 22 days in 2011. He asked what the total number of races was. Mr. Hartman said only 26 races would be lost; there would be 205 races versus 231. Chairman Brackpool asked if LATC was trying to get back an overpayment as part of its agreement with Thoroughbred Owners of California (TOC). Mr. Hartman said there was currently a significant overpayment. However, LATC was not trying to get it back during the meeting. Mr. Hartman said LATC hoped the purses would match the handle so the meeting would break even. Chairman Brackpool asked why LATC was projecting being down when Hollywood Park, Pleasanton and Stockton were up. Mr. Hartman said when the application was submitted business was off between 12 percent and 15 percent. The projected numbers were based on the data available at that time. Commissioner Moss asked if the Stronach Group was participating in any satellite opportunities in San Francisco. Mr. Hartman said the group was looking at locations. Chairman Brackpool **motioned** to approve the application for license to operate a race meeting of LATC at Golden Gate Fields. Commissioner Moss **seconded** the motion, which was **unanimously carried**.

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DISCUSSION AND ACTION BY THE BOARD ON THE APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE LOS ANGELES COUNTY FAIR (F) AT FAIRPLEX, COMMENCING SEPTEMBER 9, 2011 THROUGH SEPTEMBER 24, 2011, INCLUSIVE.

Jacqueline Wagner, CHRB staff, said the Los Angeles County Fair (LACF) proposed to race from September 9, 2011 through September 25, 2011, for 13 days, which was two days less than in 2010. The first post time would be 1:00 p.m., daily. The advance deposit providers were TVG and XpressBet and Twinspires. Ms. Wagner stated staff recommended the Board approve the application as presented. Mike Cedar of LACF said the meeting would run concurrent with the Los Angeles County Fair. The number of race days was reduced to increase the field size over the 2010 meeting. Mr. Cedar stated LACF was anticipating a lower handle, so it reduced the purse size and had fewer races per day. He commented LACF was wrestling with an overpayment. LATC hoped to recapture about half the overpayment and did not have the luxury of being able to recoup the funds at any other time. Michelle Demott of LACF spoke about her organization's marketing plans. She stated enhancements had been made to the facility, such as the Long Board Bar, and the removal of walls to create a breezeway extending from the main thoroughfare of the fair directly into the racetrack. LACF was also capitalizing on the popularity of food trucks by bringing more than 50 trucks into the infield on the opening weekend. LACF was also offering more wagering education for new fans, as well as providing walk around clerks in the food truck area. Chairman Brackpool said he was disturbed by the fact that LACF had such an ambitious marketing plan while it projected a decline in the handle. He stated the industry was not seeing the same decline in other racing venues. Pleasanton was up 16 percent to 17 percent over 2010. Chairman Brackpool said he did not understand how LACF reconciled its marketing with a decline. Mr. Cedar stated LACF looked at historical data and used it as the benchmark for its application. That did not mean LACF would not try everything possible to

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bring in new fans. Chairman Brackpool said he understood that, but the Board was struggling with the contrast between an ambitious marketing plan and a projected decline in handle. All the other fairs were increasing handle, so how much lower would the LACF handle be if it were not doing all of its marketing? Commissioner Choper asked if LACF was communicating with the other fairs to discover how they increased attendance. Cliff Goodrich, representing LACF, said he believed LACF was a bit leery because it had over projected its handle for the past three meetings. If LACF did better than projected Mr. Goodrich stated he assumed the overpayment would be further reduced after consulting the Thoroughbred Owners of California. Chairman Brackpool said that meant LACF hoped to do better, and if it did better it would reduce the overpayment but not increase purses. Mr. Goodrich said LACF would want to decrease the overpayment so in 2012 it could start with a clean slate. Commissioner Rosenberg asked how LACF determined the amount it would spend for promotion and advertising, and if LACF broke out its profit and loss for the race meeting on behalf of the overall fair entity. Mr. Cedar said the profit and loss for the race meeting was broken out. The marketing budget was determined by the total rating LACF wanted to make in the marketplace for its meeting. In addition, \$2.5 million was spent marketing the Los Angeles County Fair and part of that message was that there was live racing at the fair. Commissioner Moss asked if moving the fair dates had ever been discussed. Mr. Cedar stated the fair had been held in September since 1922, so it was deeply rooted in the community. It would be financial suicide to move the fair to another month. Vice-Chairman Israel asked how many people would attend the fair the weeks the track was operating. Mr. Cedar said about a million persons would attend the fair and probably 50 percent of those attendees would make it to the racetrack. Vice-Chairman Israel asked if there was a way for LACF to count the number of people attending the races. Mr. Cedar said that was difficult

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because the admission was not separate. There was a turnstile count for the outer gate, but not for the racetrack. Vice-Chairman Israel stated having an actual count of people who walked in and stayed at the races would be valuable. Mr. Cedar said exit surveys were conducted so it was possible to extract the number of people who attended the races. Vice-Chairman Israel said LACF had an advantage because it had walk-up customers which should correspond with a financially sound race meeting. However, the equation was not working, which was difficult to understand. Mr. Cedar said the biggest challenge was getting people from one side of the grandstand to the other. He stated LACF even handed out vouchers for a \$2.00 wager. Commissioner Harris said it was discouraging that LACF was not getting more people to enjoy its races. There needed to be an analysis of the fair race meetings so the different parties could try to figure out how to attract more race fans. Commissioner Moss motioned to approve the application for license to operate a race meeting of LACF. Commissioner Harris seconded the motion, which was unanimously carried.

DISCUSSION AND ACTION BY THE BOARD ON THE APPLICATION FOR LICENSE TO OPERATE A MINISATELLITE WAGERING FACILITY BY THE ORG RESTAURANTS, LLC, SANTA MARIA, FOR A PERIOD OF UP TO BUT NOT EXCEEDING TWO YEARS.

Chairman Brackpool said the item was withdrawn.

DISCUSSION BY THE BOARD REGARDING A REPORT ON THE PROGRESS OF THE DIRT AND TURF RACE COURSES AT SANTA ANITA PARK RACE TRACK.

George Haines of Santa Anita Park Race Track (SA) said the racetrack at SA was doing well. A new blend was mixed and installed and the new surface was half way completed. SA hoped to be open for training by July 26, 2011. CHRB Executive Director Kirk Breed said the CHRB was

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satisfied with the progress at the SA racetrack. Commissioner Harris asked when Hollywood Park would close and the stabling resume at SA. Mr. Haines said the parties were currently discussing that issue. Chairman Brackpool stated he wished to thank Hollywood Park for making extra allowances and staying open while SA worked on its racetrack.

DISCUSSION AND ACTION BY THE BOARD REGARDING THE DISTRIBUTION OF RACE DAY CHARITY PROCEEDS OF THE LOS ALAMITOS QUARTER HORSE RACING ASSOCIATION IN THE AMOUNT OF \$42,574 TO FOUR BENEFICIARIES.

Commissioner Derek said she understood that it was not required, but she saw nothing in the request for the retirement and welfare of horses. Chairman Brackpool commented he had a slightly different view in that he was pleased all of the funds were going to horse racing related organizations. Rich English, representing Los Alamitos Quarter Horse Racing Association (LAQHRA), said the request was the first time in a number of years there had been profits on the charity race day. In 2012 LAQHRA would certainly consider retired horses as part of its distribution. Chairman Brackpool motioned to approve the request by LAQHRA to distribute race day charity proceeds. Commissioner Harris seconded the motion, which was unanimously carried.

DISCUSSION AND ACTION BY THE BOARD ON THE APPROVAL OF THE 2010/2011 AGREEMENT PROVIDING FUNDING SUPPORT FOR THE BOARD.

CHRB Executive Director Kirk Breed said the CHRB worked closely with the industry to develop the 2010/2011 agreement that provided funding support for the Board. He stated the number was 57.83 percent of the savings as developed under Senate Bill 16. Chairman Brackpool asked how much the projected savings were. Francisco Gonzales stated the projected

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savings were \$20,257,000. The CHRB budget would be approximately 57.83 percent of that number. Commissioner Harris commented it was important for the public to understand the Board's budget came entirely from the industry and not the General Fund. Vice-Chairman Israel motioned to approve the 2010/2011 agreement providing funding support for the Board. Commissioner Moss seconded the motion, which was unanimously carried.

MEETING ADJOURNED AT 1:28 P.M.

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A full and complete transcript of the aforesaid proceedings are on file at the office of the California Horse Racing Board, 1010 Hurley Way, Suite 300, Sacramento, California, and therefore made a part hereof.

Chairman

Executive Director

CALIFORNIA HORSE RACING BOARD

AUGUST 25, 2011
REGULAR BOARD MEETING

There is no board package material for Item 2

STAFF ANALYSIS

August 25, 2011

Issue: APPLICATION FOR LICENSE TO OPERATE A MINISATELLITE WAGERING FACILITY BY THE ORG RESTAURANTS, LLC, SANTA MARIA.

ORG Restaurants, LLC, filed an application for a license to operate a minisatellite wagering site in their Original Roadhouse Grill restaurant in Santa Maria. Southern California Off-Track Wagering Inc. (SCOTWINC) has acted as the coordinator during the application process. ORG's minisatellite application proposes to begin operations September 1, 2011, through August 31, 2013, for a period of up to two years. ORG's application indicates there were no city or county requirements that affect the proposed minisatellite facility. ORG is modifying its existing business license with the City of Santa Maria.

At the May 26, 2011, regular Board meeting SCOTWINC filed an application for a license to operate a minisatellite wagering facility at The Horse Man's Club in Santa Maria. The Board approved SCOTWINC's application to operate a minisatellite in the interim, until a minisatellite located in the area was licensed and operational.

- The Original Roadhouse Grill is a restaurant located in Santa Maria, California. The proposed wagering site will be located in the Southern zone.

Business and Professions Code section 19605.25 (a) (1) provides no minisatellite may be within 20 miles of a racetrack, a satellite wagering facility, or a tribal casino that has a satellite wagering facility. If the proposed facility is within 20 miles of one of the above-referenced satellite facilities, then the consent of each facility within a 20-mile radius must be given before the proposed facility may be approved by the board.

- SCOTWINC has provided there is no racetrack(s), satellite wagering facility or tribal casino that has a satellite wagering facility located within 20 radius miles of the applicant.
- ORG Restaurant, LLC has contracts/agreement with the following racing associations:
 - California Authority of Racing Fairs
 - California State Fair and Exposition
 - Del Mar Thoroughbred Club
 - Hollywood Park Racing Association
 - Los Alamitos Quarter Horse Racing Association
 - Los Angeles County Fair
 - Los Angeles Turf Club
 - Oak Tree Racing Association
 - Pacific Racing Association
- The simulcast organization engaged by the contracted association(s) to conduct simulcast wagering is Southern California Off Track Wagering, Inc. (SCOTWINC).
- Applicant proposes to operate minisatellite wagering site 10:30 a.m. - 12:00 a.m. (7 a.m.

on selected days) Racing Days/Nights per CHR B racing calendar. Dark day simulcasting per host track as feasible.

- Estimated number of pari-mutuel terminals machines available: 2 convertible teller/self-service. 6 dedicated self-service. Seating Capacity is 220; the number of tables in the minisatellite wagering area is 12. Fourteen 55 inch HD LCD TVs, four 47 inch, four 32 inch, two 46 inch and two 50 inch TVs, Dish Network and receivers.
- Staffing: Mutuel Supervisor; Admission Clerk; Self Service-Attendant (to be determined as needed); 1 Security officer per shift and two on major event days as needed.

Specific information still needed to complete this application include:

1. Agreement between association and simulcast organization permitting the use of the associations' live audiovisual signal.

RECOMMENDATION:

Staff recommends the Board hear from the applicant.

If the application is considered for approval, staff recommends a contingent approval upon the submission of outstanding item.

State of California
 California Horse Racing Board
 Application for License to Operate a Minisatellite Wagering Facility
 CHRB-88 (New 11/08)

Application is hereby made to the California Horse Racing Board (CHRB/Board) for a license to operate a minisatellite wagering facility in connection with a horseracing meeting and/or parimutuel wagering in accordance with the Business and Professions Code, Chapter 4, Division 8 (Horse Racing Law) and the California Code of Regulations, Title 4, Division 4 (Rules and Regulations of the California Horse Racing Board).

Part I: To be completed by applicant seeking to operate a minisatellite wagering facility pursuant to Business and Professions Code section 19605.25.

Part II: To be completed by association(s) that has/have reached an agreement with the applicant to conduct minisatellite wagering.

Part III: To be completed by simulcast organization that has reached an agreement to provide services necessary for the conduct of minisatellite wagering pursuant to Business and Professions Code sections 19605.25 & 19605.3.

PART I
MINISATELLITE WAGERING APPLICANT INFORMATION

APPLICANT INFORMATION

Name of applicant: ORG RESTAURANTS, LLC

The applicant is:

Racing Association

Fair

Federally Recognized Indian Tribe

Card Room/Gambling Establishment

Restaurant/Bar

Other Business Entity

Facility street address: 1423 SOUTH BRADLEY ROAD

Mailing address (if different from above): AS ABOVE

E-mail address: smongeau@barimgmt.com

City: SANTA MARIA

State: CALIFORNIA

Zip Code: 93454

Phone: (805)614-0586

Fax: (805)614-4246

Website: N/A

County: SANTA BARBARA COUNTY

Zone Location:

North South Central

(To be completed by CHRB staff)

CONTACT PERSON
 (Authorized Representative)

Name and title of the contact person:

STEVEN R. MONGEAU

Business street address: 620 N. BRAND BOULEVARD, 6TH FLR

Mailing address (if different from above): AS ABOVE

City: GLENDALE

State: CALIFORNIA

Zip Code: 91203

County: LOS ANGELES

Phone: (818)244-8237 EX 184

E-mail: smongeau@barimgmt.com

Fax: (818)688-3126

State of California
 California Horse Racing Board
 Application for License to Operate a Minisatellite Wagering Facility
 CHR8-88 (New 11/08)

Dates during which the applicant proposes to operate as a minisatellite wagering facility:

SEPTEMBER 1, 2011 THROUGH AUGUST 31, 2013

NOTICE TO APPLICANT: If approved for license, the term of license shall not exceed two years pursuant to Business and Professions Code section 19605.25 (h).

Have you previously operated a licensed gaming operation in California or another state? Yes No

Do you currently operate a licensed gaming operation in California or another state? Yes No

If yes to either question above, provide the following:

Valid licensure period: Begin Date: _____ End Date: _____

Facility name and address: NOT APPLICABLE

City: _____ State: _____ Zip Code: _____

County: _____

Zone Location:

North South Central

(To be completed by CHR8 staff)

Have you had a gaming operation license that has been revoked or suspended. Yes No

If yes, provide the following if different from above:

Facility name and address: NOT APPLICABLE

City: _____ State: _____ Zip Code: _____

Racing Jurisdiction: _____

BUSINESS STRUCTURE

| | | |
|--|--|--|
| <input type="checkbox"/> Corporation <input type="checkbox"/> Public <input type="checkbox"/> Private <input type="checkbox"/> Sub-S <input type="checkbox"/> Sub-C <input type="checkbox"/> Limited Partnership <input checked="" type="checkbox"/> Limited Liability Company | <input type="checkbox"/> Partnership & Joint Venture <input type="checkbox"/> Sole Proprietorship | <input type="checkbox"/> Other If you have listed your company as other please identify your company structure: |
|--|--|--|

Registered Business Name: ORG RESTAURANTS, LLC

Fictitious Business Name: ORIGINAL ROADHOUSE GRILL

Address: 620 N. BRAND BOULEVARD, 6TH FLR

E-mail Address: smongeau@barimgmt.com

City: GLENDALE State: CALIFORNIA Zip Code: 91203

Phone: (818)244-8237 EX 184 Fax: (818)688-3126

State where registered or Articles of Organization are filed: CALIFORNIA Registry or File number: 200225210046

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB-88 (New 11/08)

Attach a certified check payable to the Treasurer of the State of California in the amount of \$500 for the nonrefundable minisatellite application fee.

CHRB CERTIFICATION

Application filed on: 6/29/11
Fee received by: *[Signature]*
Reviewed by: *[Signature]*

30-day Notice Letter:
Approved on:
License number issued:

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 applicant contractor to attest to this application on its behalf.

| | |
|------------------------|---------------------------------------|
| Name | Signature of Applicant Representative |
| LAWRENCE P. CIMMARUSTI | <i>[Signature]</i> |
| Title | Date: |
| MANAGER | 6-8-11 |

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 applicant contractor to attest to this application on its behalf.

| | |
|---------------------|---------------------------------------|
| Name | Signature of Applicant Representative |
| RALPH J. CIMMARUSTI | <i>[Signature]</i> |
| Title | Date: |
| MANAGER | 6-8-11 |

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB -88 (New 7/08)

PART II

CONTACTED ASSOCIATION INFORMATION

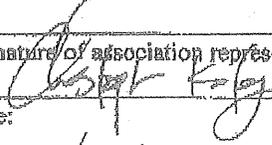
Name and mailing address of association:
California Authority of Racing Fairs
1776 Tribute Rd. Suite 205 Sacramento, CA 95815

Telephone:
(916) 263-3348

Fax number: (916) 263-3341

Racetrack name:
C.A.R.F.

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|-----------------------------|--|
| Name Christopher Korby | Signature of association representative  |
| Title Executive Director | Date: 6/12/2011 |

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB-88 (New 7/08).

PART II

CONTRACTED ASSOCIATION INFORMATION

One copy of Part II shall be completed by each contracted association

Name and mailing address of association:

California State Fair & Exposition 1600 Exposition Blvd. Sacramento, CA 95815

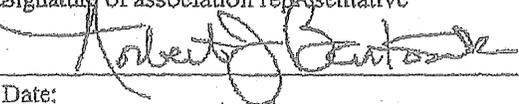
Telephone:
(916) 263-3000

Fax number: 916-263-3230

Racetrack name:

Cal Expo

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|--------------------------|--|
| Name | Signature of association representative |
| Norbert J. Bartosik |  |
| Title General Manager | Date: 6/7/11 |

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB -88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION

One copy of Part II shall be completed by each contracted association

Name and mailing address of association:

Del Mar Thoroughbred Club 2260 Jimmy Durante Blvd. Del Mar, CA 92014

Telephone:
(858) 792-4221

Fax number: (858) 794-1007

Racetrack name:
Del Mar

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|--------------|---|
| Name | Signature of association representative |
| Craig Fravel |  |
| Title | Date: |
| President | 6/7/11 |

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB -88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION
One copy of Part II shall be completed by each contracted association

Name and mailing address of association:

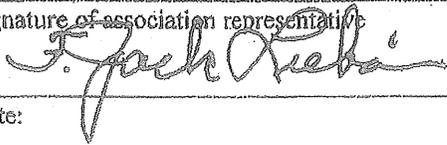
Hollywood Park Racing Association 1050 S. Prairie Ave. Inglewood, CA 90301

Telephone:
(310) 419-1520

Fax number: (310) 671-4460

Racetrack name:
Hollywood Park

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|-------------------------|--|
| Name: F. Jack Liebau | Signature of association representative  |
| Title: President | Date: |

State of California
 California Horse Racing Board
 Application for License to Operate a Minisatellite Wagering Facility
 CHRB -88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION

One copy of Part II shall be completed by each contracted association

Name and mailing address of association:

Los Alamitos Quarter Horse Racing Assoc. 4961 Katella Ave. Los Alamitos, CA 90720

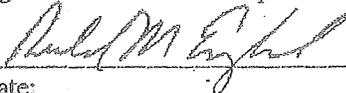
Telephone:
 (714) 820-2810

Fax number: (714) 820-2811

Racetrack name:

Los Alamitos

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|--------------------|--|
| Name | Signature of association representative |
| Richard M. English |  |
| Title | Date: |
| Chairman | 6/10/11 |

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB -88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION
One copy of this form shall be completed by each contracted association.

Name and mailing address of association:

Los Angeles County Fair Association 1101 W. McKinley Ave. Pomona, CA 91768

Telephone:
(909) 865-4203

Fax number: (909) 865-2940

Racetrack name:
Fairplex Park

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|------------|---|
| Name | Signature of association representative |
| Mike Seder |  |
| Title | Date: |
| CFO | 6/7/2011 |

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB -88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION

One copy of Part II shall be completed by each contracted association

Name and mailing address of association:

Los Angeles Turf Club, Inc. 285 W. Huntington Dr. Arcadia, CA 91007

Telephone:
(626) 574-7223

Fax number: (626) 254-1351

Racetrack name:

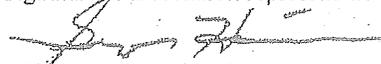
Santa Anita Park

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

Name

Signature of association representative

George Haines



Title

Date:

President

6/7/11

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB-88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION
One copy of Part II shall be completed by each contracted association.

Name and mailing address of association:

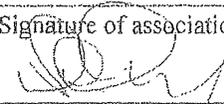
Oak Tree Racing Association 285 W. Huntington Dr. Arcadia, CA 91007

Telephone:
(626) 574-6435

Fax number: (626) 447-2940

Racetrack name:
Oak Tree ;

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

| | |
|-----------------------------------|--|
| Name Sherwood C. Chillingworth | Signature of association representative  |
| Title Executive Director | Date: 6/7/11 |

State of California
 California Horse Racing Board
 Application for License to Operate a Minisatellite Wagering Facility
 CHRB -88 (New 7/08)

PART II

CONTRACTED ASSOCIATION INFORMATION

One copy of Part II shall be completed by each contracted association

Name and mailing address of association:

Golden Gate Fields
 1100 Eastshore Hwy. Albany, CA 94706

Telephone:
 (510) 559-7223

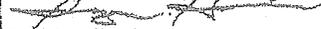
Fax number: (510) 559-7474

Racetrack name:
 Golden Gate Fields

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

Name
 George Haines
 Title
 President

Signature of association representative



Date:

6/7/11

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB -88 (New 7/08)

PART II

CONFIDENTIAL ASSOCIATION INFORMATION
One copy of this form to be completed by each contacted association.

Name and mailing address of association:

Golden Gate Fields
1100 Eastshore Hwy. Albany, CA 94706

Telephone:
(510) 559-7223

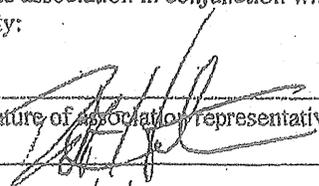
Fax number: (510) 559-7474

Racetrack name:
Golden Gate Fields

Name and title of the person(s) authorized to receive notices on behalf of the association in conjunction with this applicant application for approval to operate a minisatellite wagering facility:

Name
Robert Hartman

Signature of Association representative



Title
General Manager

Date:
6/9/11

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB-88 (New 11/08)

PART III
SIMULCAST ORGANIZATION INFORMATION

To be completed by approved simulcast organization that has executed an agreement approved by the CHRB with the association conducting a racing meeting with the minisatellite wagering facility pursuant to Business and Professions Code sections 19605.25 and 19605.3.

I. OPERATION OF THE MINISATELLITE WAGERING FACILITY

Simulcast organization engaged by the association to conduct simulcast wagering:

Southern California Off-Track Wagering, Inc.

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

See Exhibit A

Submit a copy of each horsemen's written approvals.

See Exhibit B

Hours for operation of the facility: 11:00 a.m. to 10:00 p.m. Monday-Thursday and 11:00 a.m. to 11:00 p.m. Friday-Saturday, or as needed to accommodate minisatellite operational hours, below.

Hours for operation of the minisatellite wagering site: 10:30 a.m. - 12:00 a.m. (7 a.m. on selected days)

Racing Days/Nights per CHRB calendar; dark day simulcasting per host track as feasible.

Time periods during the calendar year the facility will not be utilized as a minisatellite wagering facility (explain why): NONE

If approved, wagering will be offered on live race meetings being held or conducted by the following California racing association(s):

See Exhibit C

List the host track from which the minisatellite wagering facility proposes to import out-of-state and/or out-of-country 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 Exhibit D

Estimated number of pari-mutuel terminals machines available:

2 convertible teller/self-service; 6 dedicated self-service

Attach a proposed staffing plan for the facility and/or minisatellite wagering site, to include the number of security personnel and the number of pari-mutuel clerks pursuant to Business and Professions Code section 19605.25 (5)(b). Mutuel Supervisor/Clerks/Self-Service attendant (to be determined as needed); one security officer per shift, two on major event days as/if needed.

II. SUPERVISION, SECURITY AND FIRE PREVENTION

(Changes to management personnel and minisatellite manager(s) must be immediately reported to the Board)

Name of the individual(s) responsible for the day-to-day operation of the minisatellite facility:

| Name and Title | CHRB License No. and Expiration Date |
|----------------|--------------------------------------|
| John Tintle | 108350 11/2013 |

Thoroughbred Owners of CA
09:13 6268211515

3106746381
100 SANTA ANITA

p.2
FORM 01/02

HORSEMEN'S APPROVALS FOR MINI-SATELLITE AT ORG RESTAURANTS, LLC

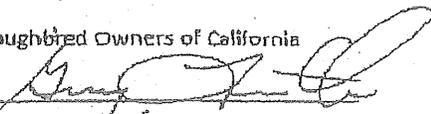
DBA ORIGINAL ROADHOUSE GRILL

Thoroughbred Horsemen

Thoroughbred Owners of California

By

Title


COO & EVP

Quarter Horse Horsemen

Pacific Quarter Horse Racing Association

By _____

Title _____

Standardbred Horsemen

California Harness Horsemen's Association

By _____

Title _____

HORSEMEN'S APPROVALS FOR MINI-SATELLITE AT ORG RESTAURANTS, LLC

DBA ORIGINAL ROADHOUSE GRILL

Thoroughbred Horsemen

Thoroughbred Owners of California

By _____

Title _____

Quarter Horse Horsemen

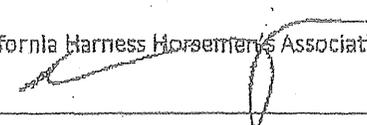
Pacific Quarter Horse Racing Association

By _____

Title _____

Standardbred Horsemen

California Harness Horsemen's Association

By  _____

Title Executive Director

HORSEMEN'S APPROVALS FOR MINI-SATELLITE AT ORG RESTAURANTS, LLC

DBA ORIGINAL ROADHOUSE GRILL

Thoroughbred Horsemen

Thoroughbred Owners of California

By _____

Title _____

Quarter Horse Horsemen

Pacific Quarter Horse Racing Association

By Donnie Reed

Title President

Standardbred Horsemen

California Harness Horsemen's Association

By _____

Title _____

State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB-88 (New 11/08)

Attach a certificate of insurance for workers' compensation coverage including carrier and the policy number securing the applicant's liability for payment of workers' compensation is (if self-insured, provide details):
O.R.G. Restaurants, LLC provides coverage for its employees, only. Exhibit E

Attach a fire clearance from the fire authority having jurisdiction. **Exhibit F**

Attach a security plan to include: the name, title and phone number of the person having responsibility for security controls, the number of security officers and/or guards and the police or sheriff's department having jurisdiction for criminal law enforcement over the premises of the facility. **One security officer per shift, two on major event days as/if needed.**

Is there a backup emergency plan for power failure? Yes No

If yes, describe.

III. MINISATELLITE WAGERING SITE

Attach a detailed scale plan of the facility indicating all points of access to facility, emergency exits, placement of offices, and food and beverage service location and detailing the location of the proposed minisatellite wagering site. Identify how the designated minisatellite wagering area will be restricted to patrons 21 years and over. Attach photos of the minisatellite wagering site. **See Exhibit G**

NOTICE TO APPLICANT. Pursuant to Business and Professions Code section 19605.25(a) (4) wagers placed at a minisatellite site must be in an area that is restricted to those who are 21 years of age or older.

IV. FACILITY DESCRIPTION

Describe the food and beverage services to be offered (full meals served; cafeteria-style full meals; short-order counter service; pre-ordered prepared sandwiches and fast foods available; full bar services; or other description as appropriate): **Full bar with Dining Room and Bar Menus; waiter service.**

The seating capacity in the minisatellite wagering facility is: **220, approx.**

The number of tables in the minisatellite wagering area is: **12, approx.**

Overall square footage in the minisatellite wagering area is: **1,100 sq.ft. for wagering area. 7,070 sq.ft. for total building.**

Attach a photograph of the minisatellite wagering area. **See Exhibit H**

Describe occupancy restrictions, if any, imposed by the fire authority having jurisdiction: **N/A**

The total number of parking spaces available in the parking areas can accommodate (number of standard sized automobiles): **152. See Exhibit**

Describe any other activities to be scheduled on or near the facility premises that may have a negative impact on available parking: **N/A**

SECURITY PLAN FOR MINI-SATELLITE WAGERING

THE ORIGINAL ROADHOUSE GRILL

Santa Maria, California

Following is an outline of all aspects of security relating to the conduct of Mini-Satellite Wagering on horseracing at 1423 South Bradley Road, Santa Maria, California

1. Security Personnel

A uniformed security guard will be deployed during all hours of mini-satellite wagering. Staffing will be increased as necessary to maintain proper operational control.

One uniformed security guard will be deployed on a stationary basis at the entrance to the mini-satellite. This individual will check the identification of everyone entering the mini-satellite to ensure age compliance and will hand stamp those patrons that meet the age restriction requirements. NO ONE UNDER THE AGE OF 21 WILL BE ALLOWED TO ENTER THE MINI-SATELLITE.

2. Mini-Satellite Mutuel Personnel

Mini-Satellite personnel (ticket sellers) are licensed by the California Horse Racing Board (CHRB) and will have their CHRB license on their person at all times while performing duties.

Industry regulations require them to be attired in a white shirt and black slacks while on duty.

3. Security Cameras

There are a total of seventeen security cameras located throughout the ORG, two of which is trained on the mini-satellite wagering area and on the mutuel counter area that contains teller operated wagering terminals and a small office for counting money and storing supplies.

5. Security Signage

Prominent signage will be placed in entrances and inside the mini-satellite wagering areas indicating:

YOU MUST BE 21 OR OLDER TO WAGER

THIS AREA UNDER ELECTRONIC SURVEILLANCE

6. Ticket Cashing Policy

Individual winning tickets (or multiple winning tickets on the same race) presented for payment will be subject to a maximum cash outlay of Five Thousand dollars (\$5,000). Amounts owed a customer in excess of this maximum will be paid by either same day check or voucher, at the discretion of the customer.

If a customer wishes to be paid in cash in excess of the \$5,000 maximum, he/she has two options:

- a. The ticket can be immediately taken to any racetrack in Southern California that is open for business at that time and cashed for the full amount of the winnings, or
- b. The ORG Mini-Satellite will arrange to remit the entire winning amount in cash within three (3) days of the date of initial presentation for payment. The payment will be made at a time to ensure optimum security and will include security escort to the individual's car.

7. Armored Car Service

Mini-Satellite armored car pickup and drop off service will be conducted once or twice a week, as necessary, on a random schedule, between the hours of 8am and 5pm.

8. Name of Responsible Person

The General Manager, Patrick Gorman, is the person who is responsible for security controls and can be reached on (805)614-4246. The Santa Maria Police Department who has jurisdiction over this area can be reached on (805) 928-3781.



CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY) **3-24**
7/29/2011

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

| PRODUCER MOC Insurance Services License No. 0589960 44 Montgomery St., 17th Fl. San Francisco CA 94104 | | CONTACT NAME: Sara Przemielewski PHONE (A/C, No, Ext): (415) 957-0600 E-MAIL ADDRESS: sprzemielewski@maroevich.com FAX (A/C, No): (415) 957-0577 | | | | | | | | | | | | | | | |
|--|--------|---|--|-------------------------------|--------|---|-------|------------|--|------------|--|------------|--|------------|--|------------|--|
| INSURED California Off Track Wagering, Inc. C/O Kimberly Jacobson - DMTC P.O. Box 700 Del Mar CA 92014-0700 | | <table border="1"> <tr> <th>INSURER(S) AFFORDING COVERAGE</th> <th>NAIC #</th> </tr> <tr> <td>INSURER A: Commerce & Industry Ins. Co.</td> <td>19410</td> </tr> <tr> <td>INSURER B:</td> <td></td> </tr> <tr> <td>INSURER C:</td> <td></td> </tr> <tr> <td>INSURER D:</td> <td></td> </tr> <tr> <td>INSURER E:</td> <td></td> </tr> <tr> <td>INSURER F:</td> <td></td> </tr> </table> | | INSURER(S) AFFORDING COVERAGE | NAIC # | INSURER A: Commerce & Industry Ins. Co. | 19410 | INSURER B: | | INSURER C: | | INSURER D: | | INSURER E: | | INSURER F: | |
| INSURER(S) AFFORDING COVERAGE | NAIC # | | | | | | | | | | | | | | | | |
| INSURER A: Commerce & Industry Ins. Co. | 19410 | | | | | | | | | | | | | | | | |
| INSURER B: | | | | | | | | | | | | | | | | | |
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| INSURER D: | | | | | | | | | | | | | | | | | |
| INSURER E: | | | | | | | | | | | | | | | | | |
| INSURER F: | | | | | | | | | | | | | | | | | |

COVERAGES **CERTIFICATE NUMBER:** CL1172921122 **REVISION NUMBER:**

THIS IS TO CERTIFY THAT 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. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

| INSR LTR | TYPE OF INSURANCE | ADDL INSR | SUBR WVD | POLICY NUMBER | POLICY EFF (MM/DD/YYYY) | POLICY EXP (MM/DD/YYYY) | 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 \$ DAMAGE TO RENTED PREMISES (Ea occurrence) \$ 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) \$ \$ |
| | UMBRELLA LIAB <input type="checkbox"/> OCCUR EXCESS LIAB <input type="checkbox"/> CLAIMS-MADE DED RETENTION \$ | | | | | | EACH OCCURRENCE \$ AGGREGATE \$ \$ |
| A | WORKERS COMPENSATION AND EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? <input type="checkbox"/> Y/N (Mandatory in NH) If yes, describe under DESCRIPTION OF OPERATIONS below | | N/A | WC015883446 | 6/30/2011 | 6/30/2012 | <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 |

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, if more space is required)
 Evidence of Coverage

CERTIFICATE HOLDER

California Horse Racing Board
 1010 Hurley Way, Suite 300
 Sacramento, CA 95825

CANCELLATION

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.

AUTHORIZED REPRESENTATIVE
 S Przemielewski/SPR

V. EQUIPMENT PROVIDED BY THE MINISATELLITE WAGERING FACILITY

Describe the television equipment (satellite receivers, decoders, controls, monitors, etc.) to be utilized at the facility: **NEW: 14 - 55" HD LCD; 4 - 47" HD LCD; 4 - 32" HD LCD; EXISTING: 2 - 50" HD LCD; 2 - 46" HD LCD; Downlink is by Roberts Communication Network DISH Network commercial downlink satellite system with RCN receiver/decoders.**

Describe the public address equipment (controls, microphones, speakers, etc.) to be utilized at the facility: **Speakers are located in main wagering area and in the outdoor patio area; sound controller/switcher located within the mutuel line.**

VI. ADVERTISING AND PATRON DEVELOPMENT

Describe any advertising or promotional plans: **SCOTWINC to procure promotional materials for decor and giveaways from partner host tracks; SCOTWINC and ROADHOUSE to conduct joint advertising/direct mail campaign in conjunction with opening; subsequent campaigns to be determined.**

Describe any improvements to the facility that will directly benefit minisatellite wagering: **The Original Roadhouse Grill is a beautiful restaurant facility ideally suited to the addition of minisatellite wagering. There is an existing access walkway which separates the main dining room from the bar area, wherein the minisatellite will be contained. The existing wall between the locations will be raised and the entrance to the minisatellite area modified for security control. HDTVs will be added to the outdoor patio, which will be refreshed. Outdoor signage will be modified to promote the minisatellite.**

NOTICE TO APPLICANT: Pursuant to Board Rule 2066 all advertisement shall contain a statement that persons under 21 are not allowed to participate in minisatellite wagering. All advertisement shall contain contact information for a recognized problem-gambling support organization.

VII. ADMISSIONS, CHARGES AND SERVICE FEES

Complete if applicable and note N/A if not

| | |
|----------------------------------|-----------------------------|
| Admissions charges, if any, are: | None |
| Parking charges, if any, are: | None |
| Program charges, if any, are: | Retail price per host track |
| Seating charges, if any, are: | None |

VIII. RENEWAL

Complete this section only if renewing your license

Is this a renewal application: Yes No

Have there been any changes since the submission of your last application for authorization to operate a minisatellite wagering facility? Yes No

Have any changes occurred affecting ownership or controlling interest in your business structure or establishment since your last application? Yes No

If you have answered, "Yes", to any of the questions above please attach a detailed statement describing the change. N/A

How many years have you been an approved minisatellite wagering facility? N/A

AGREEMENTS

Attach copies of all applicable county, city or agency agreements that may affect the minisatellite wagering facility. None were required; we are modifying the existing Business License with the City of Santa Maria.

NOTICES TO APPLICANT

Notice is given to the applicant that its application, if approved by the Board, authorizes the applicant to offer pari-mutuel wagering at its minisatellite wagering facility for a period of two years per Business and Professions Code section 19605.25(h).

Notice is given that retention of and control over all moneys generated from pari-mutuel wagering held or conducted at the facility is the responsibility of the simulcast organization(s) which contract(s) to provide the pari-mutuel equipment and pari-mutuel employees; and that such organization(s) is (are) responsible for its proper distribution in accordance with the law and the rules and regulations of the Board.

Notice is given that CHRB Rules 1870 and 1871 require that the Board be given 15 days notice in writing of any intention to terminate operations, engagements, or services by any licensee, or approved contractor.

DECLARATIONS

All labor agreements, concession contracts, service contracts, horsemen's agreements, lease agreements, agreements with the simulcast organization(s) necessary to conduct and operate the simulcast wagering program at the facility, lease or rental agreement with the facility landlord and all applicable county, city or agency agreements that may affect the minisatellite wagering facility have been finalized except as follows (if there are no exceptions, so state):

N/A

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 license except as follows (if there are no exceptions, so state):

N/A

Absent natural disasters or causes beyond the control of the applicant, its service contractors, concessionaires or employees engaged at the facility, no reasons are believed to exist that may result in a stoppage to the conduct of pari-mutuel wagering at the facility or the withholding of any vital service to the applicant except as follows (if there are no exceptions, so state):

N/A

By authority of Article 9.2, Chapter 4, of the Business and Professions Code; and the Federal Indian Gaming Act, to allow an evaluation of the competence, integrity, and character of potential simulcast facility operators, any person, corporation, trust association, partnership, joint venture, or management firm who submits an application for such license or who is named in such application and who is not a State or County entity, or has not previously completed such disclosure when filing for a horseracing application pursuant to Article 4, section 19480 of the Business and Professions Code shall be required to complete and submit a full disclosure statement.

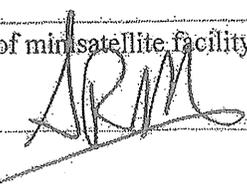
CERTIFICATION BY APPLICANT

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 applicant to attest to this application on its behalf.

Print name of minisatellite facility applicant representative:
Steven R. Mongeau

Date:

Signature of minisatellite facility representative:



Date: 06.10.11

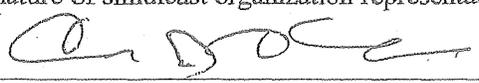
State of California
California Horse Racing Board
Application for License to Operate a Minisatellite Wagering Facility
CHRB-88 (New 11/08)

Print name of simulcast organization representative:

Date: June 10, 2011

Craig Crampton

Signature of simulcast organization representative:



Date: 6/10/11



*Southern California
Off-Track Wagering, Inc.*



To: CHR B Staff
 From: Rick Baedeker
 Date: 6/21/2011
 Re: The Original Roadhouse Grill, Exhibit D & C

1. Applicant - The Original Roadhouse Grill (ORG), Santa Maria

2. Proposed Dates

2-year term (August 1, 2011 to July 31, 2013, or as revised per timing of CHR B approval)

3. Name of Simulcast Organization

Southern California Off Track Wagering, Inc.
 4961 Katella Ave.
 Los Alamitos, CA 90720
 (714) 761-1660
 Craig Crampton, CFO; Rick Baedeker, Manager of Minisatellite Development

4. California Racing Associations (*HOST TRACKS*)

Cal Expo
 1600 Exposition Blvd.
 Sacramento, CA 95815
 (916) 263-3000

CARF
 1776 Tribute Rd. Suite 205
 Sacramento, CA 95815
 (916) 927-7223

Del Mar Thoroughbred Club
 2260 Jimmy Durante Blvd.
 Del Mar, CA 92014
 (858) 755-1141

Fairplex (L.A. County Fair)
 1101 W. McKinley Ave.
 Pomona, CA 91768
 (909) 426-7600

Golden Gate Fields
 1100 E. Shore Highway
 Albany, CA 94710
 (510) 559-7430

Hollywood Park
 1050 S. Prairie Ave.
 Inglewood, CA 90301
 (310) 419-1500

Los Alamitos
 4961 Katella Ave.
 Los Alamitos, CA 90720
 (714) 820-2760

Los Angeles Turf Club (Santa Anita)
 285 W. Huntington Dr.
 Arcadia, CA 91007
 (626) 574-7223

Oak Tree Racing Association
 285 W. Huntington Dr.
 Arcadia, CA 91007
 (626) 574-7223



*Southern California
Off-Track Wagering, Inc.*



5. Out-of-State Import Races (Full/Partial Cards/Stakes Races)

Arlington/Hawthorne
 Balmoral/Maywood
 Calder/Gulfstream
 Churchill Downs/Keeneland/Turfway
 Laurel/Pimlico
 Meadowlands/Monmouth
 Northfield
 NYRA
 Remington
 Retama/Sam Houston/Lone Star
 Turfway Park
 Turf Paradise
 Woodbine
 Hastings
 South America

NOTE: The mini-satellite will offer the same imports that the host track and other satellites offer and the Host Racing Association will determine the schedule and signals.

6. SCOTWINC Mutuel Staffing

A mutuel supervisor with an additional clerk, as needed, and adjustable according to the level of business.

7. Security Staffing

The managers and staff of The Original Roadhouse Grill will provide the day-to-day security with an outside security service possibly added on Special Event days (Triple Crown/Breeders' Cup). There will be one or two employees per shift providing security services and other tasks as needed per attendance levels.

8. Description of Facility

The ORG has a large, main dining room with sections and a bar area with adjoining patio. The minisatellite operation will be located in the bar and patio areas. A walled walkway separates the bar area from the main dining room, and an existing dividing wall will be raised to enhance the separation. There is a well-defined entrance to the proposed minisatellite area that will serve as the control point for legal age verification and control. A full menu and bar menu will be available to minisatellite customers, with waiter service.

**Inspection, Testing, and Maintenance Cover Sheet
NFPA 25 as amended by CCR, Title 19**

Property Information: **REVISED REPORT – REPAIRS MADE – SYSTEM PASSED 5/20/2011**



| | |
|---------------------------------------|--|
| Name: <u>Original Roadhouse Grill</u> | Occupancy Use: <u>LH & OH 1</u> |
| Address: <u>1423 S. Bradley</u> | Construction Type: <u>Comb</u> |
| City: <u>Santa Maria</u> | No. Stories: <u>1</u> |
| Zip: <u>93454</u> | Year Constructed: <u>Unknown</u> |
| Contact: <u>Pat</u> | Quarterly <input type="checkbox"/> |
| Telephone: <u>614-0586</u> | Annual <input checked="" type="checkbox"/> |
| | 5-Year <input type="checkbox"/> Due 2015 |

Contractor Information:

Name: Mid-Coast Fire Protection

Address: 5507 Traffic Way

City: Atascadero

State: CA

Telephone: (805) 466-0211

CA License: C-15 5794999

Job #: _____

Performed By: Vincent Carattini

1 Number of System Risers

Copy sent to:

| | |
|--|-------------------------|
| <input checked="" type="checkbox"/> Owner | Date: <u>05/20/2011</u> |
| <input checked="" type="checkbox"/> Fire AHJ | Date: <u>05/20/2011</u> |
| <input type="checkbox"/> Contractor | Date: _____ |

NOTES:

1) For specific inspection, testing, and maintenance requirements and information, see NFPA 25, 2002 Edition as amended by California Code of Regulations, Title 19 §901 to §906.

2) Inspection items may be performed by the owner in accordance with California Code of Regulations Title 19 §904.1(a)

(Print)
Note: Contractor information may be pre-printed

| Forms included with this report | NFPA 25 Chapter | Number of Forms | N/A | FAIL* | Pass |
|--|-----------------|-----------------|-----|-------|------|
| <input checked="" type="checkbox"/> Automatic Sprinkler System | 5 | 1 | | | X |
| <input type="checkbox"/> Standpipe and Hose Systems | 6 | | | | |
| <input type="checkbox"/> Private Water Supply System | 7 | | | | |
| <input type="checkbox"/> Fire Pump | 8 | | | | |
| <input type="checkbox"/> Water Storage tank | 9 | | | | |
| <input type="checkbox"/> Water Spray System | 10 | | | | |
| <input type="checkbox"/> Foam Water Sprinkler System | 11 | | | | |

*See "Deficiencies and Comments" section at end of each respective form.

Inspection Testing and Maintenance Fire Sprinkler System
NFPA 25, Chapter 5 as Amended By CCR, Title 19

Page 1 of 4

| | |
|--|---|
| Date of Inspection, Testing, Maintenance: <u>05/16/2011</u> | System Riser ID: _____ |
| Property Information: Name: <u>Original Roadhouse Grill</u> Address: <u>1423 S Bradley</u> City: <u>Santa Maria</u> | Type of System: <input checked="" type="checkbox"/> Wet Pipe <input type="checkbox"/> Dry Pipe <input type="checkbox"/> Preaction <input type="checkbox"/> Deluge |



| | |
|---|---|
| Main Drain Results: Riser Initial Static Pressure: <u>80</u> (psi) Residual Pressure: <u>65</u> (psi) Restored Pressure <u>72</u> (psi) | Abbreviation Key: I = Inspection T = Test M = Maintenance A-O = After Operation MI = Per Manufacturer's Instructions |
|---|---|

| Item | Activity | Frequency | Description | NFPA 25 Reference | Fail | N/A | Pass |
|------|----------|--------------|---|--------------------|------|-----|------|
| 1.1 | I | Daily Weekly | Preaction/Deluge Valves – Enclosure temperature | 12.4.3.1 | | X | |
| 1.2 | I | Daily Weekly | Dry Pipe Valves – Enclosure temperature | 12.4.4.1.1 | | X | |
| 1.3 | I | Quarterly | Gauges (Dry, Preaction, Deluge Systems) | 5.2.4.2 5.2.4.3 | | | X |
| 1.4 | I | Quarterly | Control Valves | 12.3.2.1 | | | X |
| 1.5 | I | Quarterly | Alarm Devices | 5.2.6 | | X | |
| 1.6 | I | Quarterly | Gauges (Wet Pipe Systems) | 5.2.4.1 | | | X |
| 1.7 | I | Quarterly | Hydraulic nameplate | 5.2.7 | | | X |
| 1.8 | I | Quarterly | Pipe and Fittings | 5.2.2 | | | X |
| 1.9 | I | Quarterly | Sprinklers | 5.2.1 | | | X |
| 1.10 | I | Quarterly | Spare Sprinklers | 5.2.1.3 | | | X |
| 1.11 | I | Quarterly | Fire Department Connections | 12.7.1 | | | X |
| 1.12 | I | Quarterly | Alarm Valves – Exterior Inspection | 12.4.1.1 | | X | |
| 1.13 | I | Quarterly | Preaction/Deluge Valves – Exterior Inspection | 12.4.3.1.6 | | X | |
| 1.14 | I | Quarterly | Pressure Reducing Valves | 12.5.1.1 | | X | |
| 1.15 | I | Quarterly | Dry Pipe Valves – Exterior Inspection | 12.4.4.1.4 | | X | |
| 1.16 | I | Quarterly | Backflow Preventers | 12.3.1 | | | X |
| 1.17 | I | Annually | Buildings | 5.2.5 | | | X |

Inspection Testing and Maintenance Fire Sprinkler System
NFPA 25, Chapter 5 as Amended By CCR, Title 19

Page 2 of 4

| | |
|---|---|
| Date of Inspection, Testing, Maintenance: <u>05/16/2011</u> Property Information: Name: <u>Original Roadhouse Grill</u> Address: <u>1423 S Bradley</u> City: <u>Santa Maria</u> | System Riser ID: _____ Type of System: <input checked="" type="checkbox"/> Wet Pipe <input type="checkbox"/> Dry Pipe <input type="checkbox"/> Preaction <input type="checkbox"/> Deluge |
|---|---|



| Item | Activity | Frequency | Description | NFPA 25 Reference | Fail | N/A | Pass |
|------|----------|-----------|--|--------------------------------|------|-----|------|
| 1.18 | I | Annually | Hangers | 5.2.3 | | | X |
| 1.19 | I | Annually | Seismic Braces | 5.2.3 | | | X |
| 1.20 | I | 5 Year | Hangers (Accessible concealed spaces) | 5.2.3.3 | | X | |
| 1.21 | I | 5 Year | Seismic Braces (Accessible concealed spaces) | 5.2.3.3 | | X | |
| 1.22 | I | 5 Year | Pipe and Fittings (Accessible concealed spaces) | 5.2.2.3 | | X | |
| 1.23 | I | 5 Year | Sprinklers (Accessible concealed spaces) | 5.2.1.1.4 | | X | |
| 1.24 | I | 5 Year | Alarm Valves – Interior Inspection | 12.4.1.2 | | X | |
| 1.25 | I | 5 Year | Alarm Valves - Strainers, filters, orifices | 12.4.1.2 | | X | |
| 1.26 | I | 5 Year | Check Valves – Interior Inspection | 12.4.2.1 | | X | |
| 1.27 | I | 5 Year | Preaction/Deluge Valves – Interior Inspection | 12.4.3.1.7 | | X | |
| 1.28 | I | 5 Year | Preaction/Deluge Valves - Strainers, filters, orifices | 12.4.3.1.8 | | X | |
| 1.29 | I | 5 Year | Dry Pipe Valves – Interior Inspection | 12.4.4.1.5 | | X | |
| 1.30 | I | 5 Year | Dry Pipe Valves - Strainers, filters, orifices | 12.4.4.1.6 | | X | |
| 2.1 | T | Annually | Alarm Devices (90 Sec) | 5.3.3 12.2.7 | | | X |
| 2.2 | T | Annually | Main Drain Test (Enter data on Page 1) | 12.2.6 12.2.6.1 12.3.3.4 | | | X |
| 2.3 | T | Annually | Antifreeze Test | 5.3.4 | | X | |
| 2.4 | T | Annually | Control Valve - Position | 12.3.3.1 | | | X |
| 2.5 | T | Annually | Control Valve – Operation | 12.3.3.1 | | | X |
| 2.6 | T | Annually | Supervisory | 12.3.3.5 | | | X |
| 2.7 | T | Annually | Preaction Valve – Priming Water | 12.4.3.2.1 | | X | |
| 2.8 | T | Annually | Preaction Valve – Low Air Pressure Alarm | 12.4.3.2.10 | | X | |
| 2.9 | T | Annually | Preaction Valve – Full Flow Trip Test | 12.4.3.2.2 | | X | |

Inspection Testing and Maintenance Fire Sprinkler System
NFPA 25, Chapter 5 as Amended By CCR, Title 19

Page 3 of 4

| | |
|---|---|
| Date of Inspection, Testing, Maintenance: <u>05/16/2011</u> | System Riser ID: _____ |
| Property Information: | Type of System: <input checked="" type="checkbox"/> Wet Pipe <input type="checkbox"/> Dry Pipe <input type="checkbox"/> Preaction <input type="checkbox"/> Deluge |
| Name: <u>Original Roadhouse Grill</u> | |
| Address: <u>1423 S Bradley</u> | |
| City: <u>Santa Maria</u> | |



| Item | Activity | Frequency | Description | NFPA 25 Reference | Fail | N/A | Pass |
|------|----------|-----------|---|-------------------|------|-----|------|
| 2.10 | T | Annually | Dry Pipe Valve – Priming Water | 12.4.4.2.1 | | X | |
| 2.11 | T | Annually | Dry Pipe Valve – Low Air Pressure Alarm | 12.4.4.2.6 | | X | |
| 2.12 | T | Annually | Dry Pipe Valve – Quick-Opening Device | 12.4.4.2.4 | | X | |
| 2.13 | T | Annually | Dry Pipe Valve – Trip Test | 12.4.4.2.2 | | X | |
| 2.14 | T | Annually | Backflow Preventer Assemblies | 12.6.2 | | | X |
| 2.15 | T | 3 Years | Dry Pipe Valve – Full Flow Trip Test | 12.4.4.2.2.2 | | X | |
| 2.16 | T | 5 Years | Gauges | 5.3.2 | | X | |
| 2.17 | T | 5 Years | Pressure Reducing Valve | 12.5.1.2 | | X | |
| 2.18 | T | 5 Years | Fire Department Connection Backflush | 12.7.4 | | X | |
| 2.19 | T | 5 Years | Sprinklers – Extra High Temperature | 5.3.1.1.1.3 | | X | |
| 2.20 | T | 5 Years | Sprinklers – Corrosive environment or corrosive water | 5.3.1.1.2 | | X | |
| 2.21 | T | 10 Years | Sprinklers - Dry | 5.3.1.1.1.5 | | | X |
| 2.22 | T | 20 Years | Sprinklers - Fast Response | 5.3.1.1.1.2 | | X | |
| 2.23 | T | 50 Years | Sprinklers | 5.3.1.1.1. | | X | |
| 2.24 | T | 75 Years | Sprinklers 75 years in service | 5.3.1.1.1.4 | | X | |
| 2.25 | T | | Sprinklers manufactured prior to 1920 – Replace | 5.3.1.1.1.1 | | X | |
| 3.1 | M | Annually | Control Valves | 12.3.4 | | | X |
| 3.2 | M | Annually | Preaction/Deluge Valves | 12.4.3.3.2 | | X | |
| 3.3 | M | Annually | Dry Pipe Valves/Quick-Opening Devices | 12.4.4.3.2 | | X | |
| 3.4 | M | Annually | Dry Pipe Valve – Low Point Drains | 12.4.4.3.3 | | X | |
| 3.5 | M | Years | Obstruction Investigation | Chapter 13 | | X | |

**Inspection Testing and Maintenance Fire Sprinkler System
NFPA 25, Chapter 5 as Amended By CCR, Title 19**

Date of Inspection, Testing, Maintenance: 05/16/2011

System Riser ID: _____

Property Information:

Name: Original Roadhouse Grill

Address: 1423 S Bradley

City: Santa Maria

Type of System:

- Wet Pipe
- Dry Pipe
- Preaction
- Deluge



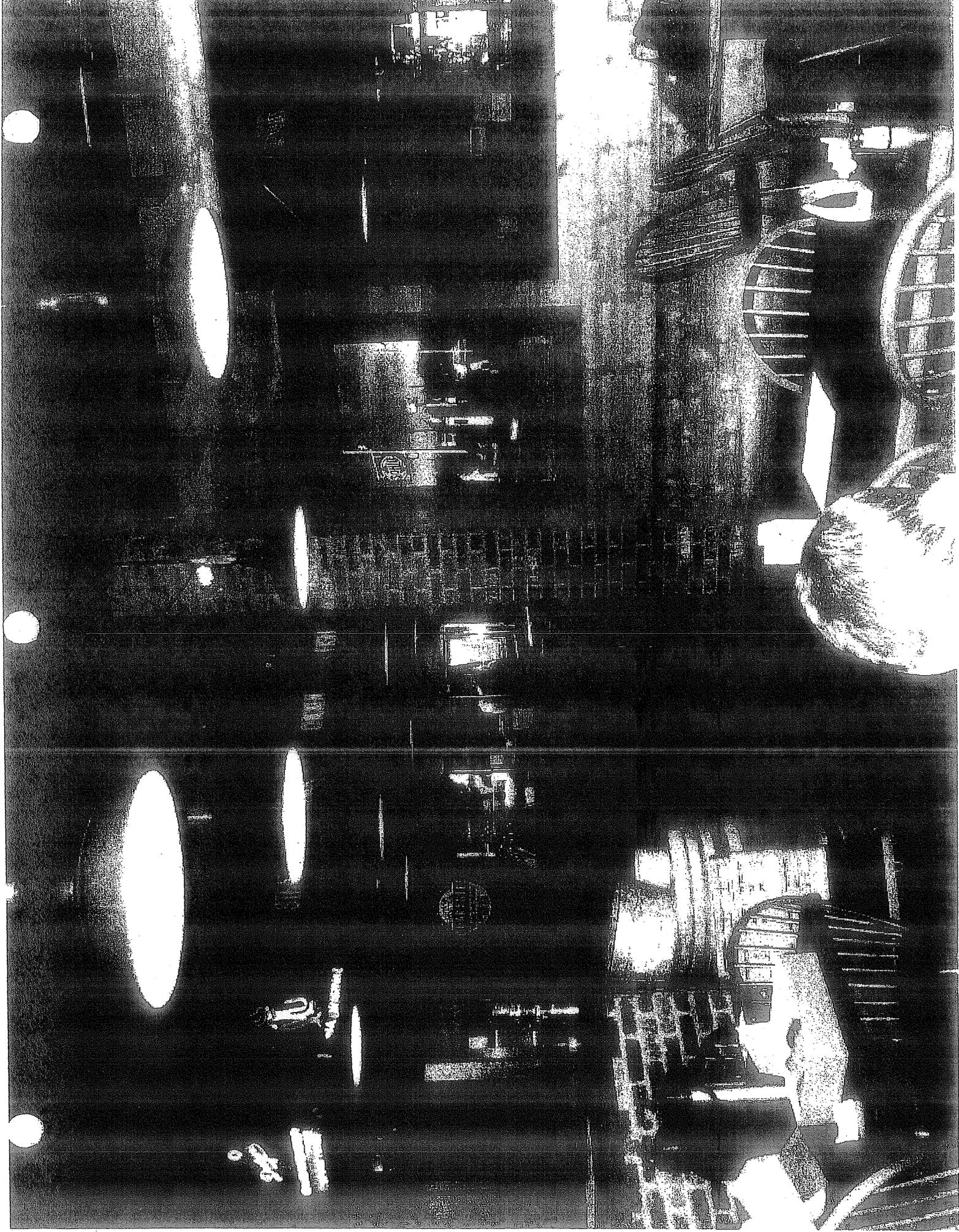
| Item | Deficiencies and Comments: Item number must correspond to the item number of the activity listed above: |
|--|---|
| 2.1 | Interior horn/strobe did not operate when Inspector's Test Valve was opened - (work is to be done by alarm company) |
| 1.7 | Calc. plate is not provided at jobsite - not required by AHJ |
| 1.9 | Dry pendant sprinkler heads (2) need ten year test. Recommend replacing both. Beer & liquor cooler does not have a dry pendant head. Recommend replacing with dry head. Head is also obstructed by light fixture in liquor walk-in cooler. |
| NOTE: Repairs done 5/20/2011 - SYSTEM PASSED | |
| | |
| | |
| | |

- See Continuation Page(s) _____ (indicate the number of continuation pages)
- PASS
- FAIL

Vincent Carattini
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STAFF ANALYSIS
DISCUSSION AND ACTION BY THE BOARD ON THE REPORT FROM
SOUTHERN CALIFORNIA OFF-TRACK WAGERING INC. (SCOTWINC)
REGARDING THE DEVELOPMENT OF MINISATELLITE WAGERING FACILITIES

Regular Board Meeting
August 25, 2011

BACKGROUND

Business and Professions Code section 19605.25 provides that the Board may approve an additional 15 minisatellite wagering sites in each zone if, among other requirements, an agreement in accordance with section 19605.3 has been executed and approved by the Board. Business and Professions Code section 19605.3 states that the organization described in section 19608.2 is the party that executes the agreement approved by the Board with the association conducting a racing meeting and the satellite wagering facility. The organization described in 19608.2 is Southern California Off-Track Wagering, Inc. (SCOTWINC). In addition to executing the minisatellite wagering agreements, SCOTWINC has assumed the task of locating and developing minisatellite wagering sites. At the May 26, 2011 Regular Board Meeting the Board heard from Rick Baedeker of SCOTWINC regarding his efforts to develop minisatellite wagering sites in California. The Board requested that in the near future SCOTWINC give a presentation regarding what it would take to foster a quicker growth of minisatellite wagering sites, as well as a specific report on locations being considered and any impediments, if any, that might exist.

RECOMMENDATION

This item is presented for Board discussion and action.

A representative of SCOTWINC is prepared to make a presentation to the Board.

STAFF ANALYSIS
DISCUSSION AND ACTION BY THE BOARD
ON THE REPORT FROM
MONARCH CONTENT MANAGEMENT, LLC,
REGARDING THE DISTRIBUTION OF CALIFORNIA
RACING SIGNALS IN FOREIGN MARKETS

Regular Board Meeting
August 25, 2011

BACKGROUND

Monarch Content Management, LLC is a company that negotiates rates and sells all simulcast signals for all California racetracks and other states to out of state wagering locations. Monarch Content Management, LLC was formed in late 2010 after the dissolution of TrackNet Media Group, LLC. Commissioner Rosenberg has requested that Monarch Content Management, LLC make a report to the Board on the distribution of California racing signals in foreign markets.

RECOMMENDATION

This item is presented for Board discussion and action.

A representative of Monarch Content Management, LLC is prepared to make a presentation to the Board.

STAFF ANALYSIS
DISCUSSION AND ACTION BY THE BOARD REGARDING A REPORT FROM
THE CALIFORNIA MARKETING COMMITTEE (CMC)
REGARDING ITS 2011 OPERATING BUDGET

Regular Board Meeting
August 25, 2011

BACKGROUND

Business and Professions Code section 19605.73 states thoroughbred racing associations, fairs, and the organization responsible for contracting with thoroughbred racing associations and fairs with respect to the conduct of racing meetings, may form a private, statewide marketing organization to market and promote thoroughbred and fair horse racing, including, but not limited to, establishment and maintenance of an Internet Web site featuring California thoroughbred and fair racing, the establishment and administration of players incentive programs for those who wager on thoroughbred association and fair races, and promotional activities at satellite wagering facilities to increase their attendance and handle. The California Marketing Committee (CMC) is the private organization formed pursuant to the statute.

Senate Bill (SB) 1072 (Calderon), Chapter 283, Statutes of 2010, extended the operation of the CMC until January 1, 2014. SB 1072 also changed the amount to be distributed to the CMC from an amount equal to 0.4 percent of the total amount handled at each satellite wagering facility, to 0.2 percent of the total amount handled by satellite wagering facilities for thoroughbred and fair meetings only. Under SB 1072, the amount distributed to the CMC may be adjusted by the Board, but it may not exceed 0.25 percent of the total amount handled by satellite wagering facilities for thoroughbred and fair meetings. The legislation also deleted the provision that allowed CMC funds to be used to defray the cost of workers' compensation coverage for stable employees and jockeys of thoroughbred trainers.

In March 2010 the Board heard a report by the CMC on its budget for 2010 and 2011 and its marketing and promotion plans. A CMC representative reported there was no budget for 2011 because of the existing sunset clause. The 2010 CMC budget, which was finalized in January 2010, projected a year end deficit of \$199,952.

Subsequent to the passage of SB 1072, and prior to its implementation on January 1, 2011, the CMC requested that the Board consider increasing the amount distributed to the CMC from 0.2 percent to 0.25 percent of the total amount handled by satellite wagering facilities for thoroughbred and fair meeting. At its December 2011 Regular Meeting the Board voted to increase the amount distributed to the CMC from 0.2 percent to 0.25 percent. Robert Hartman, representing the CMC, stated the requested increase would be used to run a public relations and branding campaign.

The CMC is prepared to present an update on its 2011 operating budget.

STAFF ANALYSIS

August 25, 2011

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE BIG FRESNO FAIR AT FRESNO OCTOBER 6-16, 2011.

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

- October 6-16, 2011, or 9 days, one day less than 2010. The fair proposes to race a total of 100 races, eight less than 2010.
- The proposed race dates are the approved dates allocated to the fair.

| October – 2011 | | | | | | |
|----------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | | 1 |
| 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 23 | 24 | 25 | 26 | 27 | 28 | 29 |
| 30 | 31 | | | | | |

- Racing 5 days the first week and 4 days the second week. Ten races Monday, Thursday, and Fridays and twelve races Saturday and 13 races Sunday.
- Number of horses available determines the number of daily races programmed by breed.
 - 2010 Race Meeting: Average number of runners per race (TB): 7.69
 - 2010 Race Meeting: Average number of runners per race (Arabian): 7.17
 - 2010 Race Meeting: Average number of runners per race (Quarterhorse): 6.80
 - 2010 Race Meeting: Average number of runners per race (Mules): 7.22
- Racing concurrently with the Pacific Racing Association at Santa Anita Park.
- First post 12:15 p.m. Saturday and Sunday, 1:15 p.m. Monday, Thursday and Friday.
- Request Darrell Sparks be appointed horse identifier pursuant to CHRB Rule 1525.
- Wagering program will use CHRB and ARCI rules.
 - Early wagering will not be offered.
- The Advance Deposit Wagering (ADW) providers are TVG, Twin Spires and Xpressbet.
- Pursuant to Business and Profession Code section 19604, specific provisions must be met before an ADW provider can accept wagers.

Summary of B&P code 19604

To accept wagers on races conducted in California from a resident of California.

- The ADW provider must be licensed by the Board.
- A written agreement allowing those wagers exists with the racing association or fair conducting the races on which the wagers are made.

- The agreement shall have been approved in writing by the horsemen's organization responsible for negotiating purse agreements for the breed on which the wagers are made.

To accept wagers on races conducted outside of California from a resident of California.

- The ADW provider must be licensed by the Board.
- There is a hub agreement between the ADW provider and one or both of (i) one or more racing associations or fairs that together conduct no fewer than five weeks of live racing on the breed on which wagering is conducted during the calendar year during which the wager is placed, and (ii) the horsemen's organization responsible for negotiating purse agreements for the breed on which wagering is conducted.

Documents received in compliance with Business and Professions code 19604:

- ODS Technologies, L.P. d/b/a TVG Network has submitted all documents required in compliance with Business and Professions code 19604.
- XpressBet, LLC has submitted all documents required in compliance with Business and Professions code 19604.
- Churchill Downs Technology Initiatives Company, dba Twinpires, has submitted all documents required in compliance with Business and Professions code 19604.
- Simulcasting conducted with other out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.
- Inspection of backstretch worker housing has been requested and will be completed prior to start of race meet.
- Track safety inspection has been requested and will be completed prior to start of race meet.

RECOMMENDATION:

Staff recommends the Board approve the application.

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
The 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 RACE MEETING

A. Inclusive dates of race meeting: October 6, 7, 8, 9, 10, 13, 14, 15, 16, 2011
B. Dates racing will NOT be held: Tuesday & Wednesday, October 11th and 12th, 2011
C. Total number of racing days: 9

3. RACING PROGRAM

A. Total number of races: 100
B. Number of races by breed:

| | | | | | |
|---------------------------------|---------------|--------------------------------|----------------|--------------------------------|------------|
| <input type="text" value="78"/> | Thoroughbreds | <input type="text" value="5"/> | Quarter Horses | <input type="text" value="0"/> | Appaloosas |
| <input type="text" value="9"/> | Arabians | <input type="text" value="0"/> | Paints | <input type="text" value="8"/> | Mules |

C. Number of races daily: Mon/Wed/Thur/Fri-10 Races Daily. Sat/Sun- 12 Races Daily

| | | |
|--|--------------------|--|
| Application received: 10/29/11 Reviewed: <i>apw</i> | CHRB CERTIFICATION | Hearing date: 8/25/11 Approved date: License number: |
|--|--------------------|--|

| | 1 st Sun. | 2 nd Sun. | Mon. | 1 st Thurs. | 2 nd Thurs. | 1 st Fri. | 2 nd Fri. | 1 st Sat. | 2 nd Sat. |
|--------------|-------------------------|-------------------------|------|---------------------------|---------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Thoroughbred | 9 | 10 | 8 | 8 | 8 | 8 | 8 | 9 | 10 |
| Other Breeds | 3 | 3 | 2 | 2 | 2 | 2 | 2 | 3 | 3 |
| Total | 12 | 13 | 10 | 10 | 10 | 10 | 10 | 12 | 13 |

D. Total number of stakes races by breed:

| | | | | | |
|--------------------------------|---------------|--------------------------------|----------------|--------------------------------|------------|
| <input type="text" value="4"/> | Thoroughbreds | <input type="text" value="1"/> | Quarter Horses | <input type="text" value="0"/> | Appaloosas |
| <input type="text" value="2"/> | Arabians | <input type="text" value="0"/> | Paints | <input type="text" value="2"/> | 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.

EMERGING BREEDS OVERNIGHT STAKES SCHEDULE

| | | |
|--|--|---------------------|
| Saturday, October 8, 2011 Arabians, 3 Years Old & Up Six Furlongs | California ARC Gold Cup | \$ 7,000 Guaranteed |
| Sunday, October 9, 2011 Mules, 3 Year Olds 350 Yards | AMRA World Championship Futurity | \$ 7,000 Guaranteed |
| Sunday, October 16, 2011 Quarter Horses, 2 Years Old 400 Yards | Fresno Quarter Horse Futurity 18 th Running | \$ 8,000 Guaranteed |
| Sunday, October 16, 2011 Mules, 3 Years Old & Up 440 Yards | Fresno AMRA Gold Cup 17 th Running | \$ 7,000 Guaranteed |
| Saturday, October 15, 2011 Arabians, 3 Years Old & Up 1 1/16 Miles | K Cuch Jedah Stakes 14 th Running | \$7,000 Guaranteed |

THOROUGHBRED STAKES SCHEDULE

| | |
|---|---|
| The Harvest Stakes Three-Year Olds & Upward, F&M, Six Furlongs | \$50,000 Added Overnight Stakes (Plus up to \$15,000 to Cal-Breds) Friday, Oct. 7 |
| Soviet Problem Stakes Fillies Two-year olds – One & 1/16 Miles | \$75,000 Guaranteed (Eligibility Required) Sunday, Oct. 9 |
| Bulldog Hdcp, 18 th Running Three-Year Olds & Upward, One & 1/8 Miles | \$50,000 Added Overnight Hdcp (Plus up to \$15,000 to Cal-Breds) Sunday, Oct. 16 |

Charlie Palmer Futurity
Two-year olds – One & 1/16 Miles

\$75,000 Guaranteed
(Eligibility Required)
Sunday, Oct. 16

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:

| | MON/WED/THURS/FRI | SATURDAY/SUNDAY |
|----------|-------------------|-----------------|
| Race #1 | 1:15 p.m. | 12:15 p.m. |
| Race #2 | 1:45 p.m. | 12:45 p.m. |
| Race #3 | 2:15 p.m. | 1:15 p.m. |
| Race #4 | 2:45 p.m. | 1:45 p.m. |
| Race #5 | 3:15 p.m. | 2:15 p.m. |
| Race #6 | 3:45 p.m. | 2:45 pm |
| Race #7 | 4:15 p.m. | 3:15 p.m. |
| Race #8 | 4:45 p.m. | 3:45 p.m. |
| Race #9 | 5:15 p.m. | 4:15 p.m. |
| Race #10 | 5:45 p.m. | 4:45 p.m. |
| Race #11 | | 5:15 p.m. |
| Race #12 | | 5:45 p.m. |
| Race #13 | | 6:15 p.m. |

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: **William "Bill" White, Vice-President**
Richard "Tim" Bakman, President **Debbie Jacobsen**
Ron Barsamian **A.J. Yates**
Ardie Der Manouel **Larry Serpa**
Elizabeth Hudson **Wangyee Vang**

B. Names of the directors serving on the Racing Committee or otherwise responsible for the conduct of the racing program:
Chief Executive Officer John C. Alkire; Director Ardie Der Manouel

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:

| | |
|---|--|
| John C. Alkire, CEO | Stacy Rianda, Deputy Manager II |
| Bryan Wayte, Pari-Mutuel Manager | Lauri King, Deputy Manager I |
| Steve Wood, Track Superintendent | Denise Kellerhals, Director of Racing |
| John Heinrich, Maintenance Supervisor II | Frank Mirahmadi, Race Announcer/ Odds Maker |

5. PURSE PROGRAM

A. Purse distribution:

- 1. All races other than stakes:
 Current meet estimate: 843,008
 Prior meet actual: 916,508

Average Daily Purse (5A1 ÷ number of days):
 Current meet estimate: 93,668
 Prior meet actual: 91,651

- 2. Overnight stakes:
 Current meet estimate: 136,000
 Prior meet actual: 36,000

Average Daily Purse (5A2 ÷ number of days):
 Current meet estimate: 15,111
 Prior meet actual: 3,600

- 3. Non-overnight stakes:
 Current meet estimate: 150,000
 Prior meet actual: 100,000

Average Daily Purse (5A3 ÷ number of days):
 Current meet estimate: 16,667
 Prior meet actual: 10,000

- B. Funds to be generated for all California-bred incentive awards:
 Current meet estimate: 92,529
 Prior meet actual: 100,575

- C. Payment to each recognized horsemen's organization contracting with the fair:

| | Current meet estimate: | Prior meet actual: |
|-----------------|------------------------|--------------------|
| <i>CTT</i> | 2,527 | 2,799 |
| <i>TOC</i> | 5,056 | 5,557 |
| <i>NTRA</i> | 930 | 2,595 |
| <i>PCQHRA</i> | 4,679 | 6,228 |
| <i>CWAR</i> | 0 | 0 |
| <i>ARAC</i> | 9,332 | 12,557 |
| <i>AMRA</i> | 4,828 | 7,101 |
| <i>CHBPAPEN</i> | 7,585 | 8,336 |
| <i>CTHF</i> | 7,585 | 8,336 |
| Total: | 42,492 | 53,509 |

- D. Amount from all sources to be distributed at the meeting in the form of purses or other benefits to horsemen (5A+5B+5C):
 Current meet estimate: 1,264,026
 Prior meet actual: 1,206,592
- Average Daily Purse (5D ÷ number of days):
 Current meet estimate: 140,447
 Prior meet actual: 120,659
- E. Purse funds to be generated from on-track handle and intrastate off-track handle:
 Current meet estimate: 934,899
 Prior meet actual: 891,399
- Average Daily Purse (5E ÷ number of days):
 Current meet estimate: 103,878
 Prior meet actual: 89,140
- F. Purse funds to be generated from interstate handle:
 Current meet estimate: 140,106
 Prior meet actual: 133,587
- Average Daily Purse (5F ÷ number of days):
 Current meet estimate: 15,567
 Prior meet actual: 12,129
- G. Bank and account number for the Paymaster of Purses' purse account:
 West America Bank – Account # On file Emerging Breeds;
 TOC Account No: On file
- H. Name, address and telephone number of the pari-mutuel audit firm engaged for the meeting:
 Disher Accountancy Corp., 1816 Maryal Drive, Sacramento, Ca. 95864 (916) 482-4224

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:
624 stalls plus 80 portable stalls.
- B. Minimum number of stalls believed necessary for the meeting: 624
- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers: None
- D. Name and location of each off-site auxiliary 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 that cannot be provided stabling on-site. N/A

Complete subsections F through H 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. Show cost per-day per stall: N/A
- H. Estimated cost to provide vaning from off-site stalls for this meeting. Show fees to be paid for vaning per-horse: 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), PK3 for pick three, PK4 for select four, PNP for pick (n) pool, PPN for place pick (n), Q for quinella, SF for superfecta, TRI for trifecta, and US for unlimited sweepstakes (pick 9).

| | TYPE OF WAGERS | APPLICABLE RULES |
|--------------|-------------------|---------------------|
| Example Race | \$1 E; \$1 Double | CHRB #1959; RCI #VE |

Proposed Wagering Format

The following CHRB wagering rules will be in affect during the 2011 California State Fair Thoroughbred and Mixed Breed racing meet.

| Type | | Rule Number |
|----------------|-----------|--|
| Exacta | (1E) | 1959 |
| Quinella | (2Q) | 1958 |
| Trifecta | (1TRI) | 1979 |
| Daily Double | (2DD) | 1957 |
| Superfecta | (.10SF) | 1979.1 |
| Pentafecta | (.50 PF) | ARCI 004-105 (section T "pick N position X polls") |
| PK 3 | (1PK3) | 1977 |
| PK 4 | (.50PNP4) | 1976.9 |
| PK 5 | (.50PNP5) | 1976.9 |
| PK 6 | (2PNP6) | 1976.9 |
| PLACE PICK ALL | (1PPN) | 1976.8 |

- Race 1: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, 1PPN
- Race 2: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, 1PPN
- Race 3: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, 2PNP6, 1PPN
- Race 4: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN
- Race 5: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN
- Race 6: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN
- Race 7: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN
- Race 8: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN, .50PF (Super Hi 5)
- Race 9: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN, .50PF (Super Hi 5)
- Race 10: 2DD, .10 SF, 1E, 1 TRI, 2Q, 1PK3, .50PNP4, .50PNP5, 2PNP6, 1PPN, .50PF (Super Hi 5)

- B. Maximum carryover pool to be allowed to accumulate before its distribution OR the date(s) designated for distribution of the carryover pool: All carryovers to be paid on last racing day.
- C. List any options requested with regard to exotic wagering:
Respectfully request the authorization to alter above exotic wagering format in compliance with CHRB rules based upon amount of races and field sizes. Respectfully request the authorization to request approval from the CHRB Executive Director to prohibit wagering on specific types of wagers to prohibit minus pools and adjust the takeout on specific wagers for promotional purposes pursuant to existing statute.

In the event there is a prohibitive favorite where there is sufficient information that the entry will most likely generate a negative place or show pool, the association will request approval from CHRB to allow that entry to run for purse only.

\$1 PPN, \$1 TRI and \$.10 SF when applicable
 \$.50 PNP4 on the first four races and the last four thoroughbred races each day
 \$.50 PNP5 on the last 5 thoroughbred races each day, with 100% major pool paid for 5 of 5. If no 5 of 5, 75% carryover and 25% minor paid to most winners
 \$2 PNP6 on last the six thoroughbred races each day, with 70% major pool paid or a carryover, and a 30% minor pool paid
 \$.50PF Pentafecta (Super High 5) selecting the first five finishers in the same race. 100% payout on all tickets selecting five winners. No consolation or minor pool; 100% carryover if no ticker has five winners. Super High 5 will be carded on the last thoroughbred race of the day.

- D. Will "advance" or "early bird" wagering be offered? Yes No
- 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: Sportech, Inc., Statewide Contract Expires: September 2012.

8. ADVANCE DEPOSIT WAGERING (ADW)

- A. Identify the ADW provider(s) to be used by the fair for this race meeting:
Xpress Bet, T.V.G., TwinSpire

9. **SIMULCAST WAGERING PROGRAM**

- A. Simulcast organization engaged by the fair to conduct simulcast wagering:
Northern California Off-Track Wagering, Inc. (NCOTWINC)
- 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.
On File with CHRB

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

NORTHERN CALIFORNIA

Alameda County Fair, Pleasanton
 Big Fresno Fair, Fresno
 California State Fair & Exposition, Sacramento
 Club One, Fresno
 Golden Gate Fields, Albany
 *Humboldt County Fair, Ferndale
 Jockey Club at San Mateo, San Mateo
 Kern County Fair, Bakersfield
 Monterey County Fair, Monterey
 San Joaquin County Fair, Stockton
 Santa Clara County Fair, San Jose
 Shasta District Fair, Anderson
 Solano County Fair, Vallejo
 Sonoma County Fair, Santa Rosa
 Stanislaus County Fair, Turlock
 Tulare County Fair, Tulare
 *Open during Humboldt/Ferndale Fair Racing

SOUTHERN CALIFORNIA

Barona Valley Ranch Resort & Casino, Lakeside
 Cabazon Fantasy Springs Casino, Indio
 Commerce Casino Racebook, Commerce
 Derby Club, Seaside Park, Ventura
 Fairplex Park, Pomona
 Los Alamitos Race Course, Los Alamitos
 OC Tavern & Sports Bar, San Clemente
 Santa Anita Park, Arcadia
 Shalimar Sports Center, Indio
 Sports Center, San Bernardino
 Sports Pavillion at The Farmers Fair, Lake Perris
 Sports Pavillion, San Bernardino Cty. Fair, Victorville
 Surfside Race Place at Del Mar, Del Mar
 Sycuan Gaming Center, El Cajon
 Viejas Casino & Turf Club, Alpine
 Watch & Wager, Antelope Valley Fgds, Lancaster

- D. Out-of-state wagering systems the fair proposes to offer its live audiovisual signal:
See E – Attachment “A” - Common Pool Sites, Separate Pool, Flat Fee Sites
- E. Out-of-state wagering systems that will combine their pari-mutuel pools with those of the fair:
See Attachment A
- 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”:
See Attachment B

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 |
|--------------------|------------|---|
|--------------------|------------|---|

- 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:

OTHER BREED SIMULCAST RACES TO BE IMPORTED

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

- H. If any out-of-state or out-of-country races will commence outside of the time constraints set forth in B&P Code Sections 19596.2 and 19596.3, 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, 19596.3, 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.)

**Attachment A – Section 9D and E
Commingled**

AmWest Entertainment, OR

Riders Up, SD

Time Out Lounge, SD

Triple Crown, SD

Arapahoe Park, CO

Arima Race Club

Arlington International Race Course, IL

Atlantic City Race Course, NJ

Atokad Downs, NE

Balmoral Park, IL

Bangor, ME

BetPad Ltd.

Beulah Park, OH

Birmingham Race Course, AL

Bluffs Run Greyhound

Bordertown (Remington)

Buffalo Raceway, NY

Bwin International Ltd.

Calder Race Course, FL

*Canadian Associations

Canterbury Park, MN

Capital District OTB

Capital Sports Ply, Ltd, Australia

Cashpoint Limited

Casino Association, NJ

Catskills OTB, NY

Charlestown Race Course, VA

Chester Downs & Marina LLC

Chester Downs Account Wagering

Churchill Downs, KY

Coeur d'Alene Casino, ID

Coeur d'Alene Account Wagering

Colonial Downs, VA

Colonial Downs Phone Bet

Columbus Races, NE

Connecticut OTB, CT

Connecticut OTB Account Wagering

Bradley Teletheater

Bristol

Divi Carina Bay Casino

East Haven

Hartford

Ho-Chunk Casino and Racebook

John Martin's Manor Restaurant

Manchester

Milford

Millenium Racing

Mohegan Sun Casino

New Britain

New London

Norwalk

Paragon Casino

Pony Bar Simulcast Center

Putnam

Randall James Racetrack

Royal Beach Casino

Shoreline Star

Sports Haven

Torrington

Toto Investment Racing

Emerald Downs, WA

Euro Off-Track Wagering

Evangeline Downs, LA

Fair Chance

Fair Grounds, LA

Fair Meadows

Finger Lakes, NY

Fonner Park, NE

Freehold Raceway

Gillespie County Fair

Greenetrack

Greyhound @ Post Falls

Gulf Greyhound

Gulfstream Park, FL

GWS German Tote

Harrington Raceway

Hawthorne Park, IL

Hawthorne Account Wagering

Hazel Park

Hipodromo Presidente Remon, Panama

Hoosier Park, IN

Horsemen's Park, NE

Indiana Downs, IN

Evansville OTB

Clarkesville OTB

International Racing Group

Jackson Harness Raceway, MI

Keeneland Association, KY

Kentucky Downs, KY

Kentucky OTB

Lebanon Raceway, OH

Les Bois/Idaho

Lewiston Raceway Inc., ME

Lien Games, Inc., ND

Chips Lounge and Casino

Howard Johnson OTB and Turf Club

Rumors OTB

Skydancer Casino OTB

BetAmerica/Win2wager Account Wagering

Lincoln Greyhound Park

Lone Star., TX

Louisiana Downs, LA

LVDC

Atlantis Paradise Casino

Avatar Ventures

Pojoaque Cities of Gold Sports Bar

Foxwoods Resort Casino

Meskwaki Bingo & Casino

The Stables

MagnaBet Account Wagering

Maryland Jockey Club, MD

Maywood Park, IL

Meadowlands, NJ

Meadowlands, The, NJ

Meskwaki Casino

Millers OTB

Mohegan Sun

Monmouth Park, NJ

Montana OTB, MT

Monticello Raceway, NY

Mount Pleasant Meadows, MI

Ocean Downs

Penn National

Penn National Telebet

Philadelphia Park/PARX

Philadelphia Park/PARX Phone Bet

Phumelela Gold

Plainridge Race Course

Plainridge Telephone Wagering

Pocono Downs and OTB

Pocono Downs Account Wagering

Portland Meadows, OR

Prairie Meadows

Premier Turf Club

Presque Isle Downs

Racebets Account Wagering

Raceway Park

Racing World

Racing2Day Account Wagering

Racing & Gaming Services

Rayhnam-Taunton Greyhound Park, MA

Remington Park, OK

Retama Park, OK

River Downs

Rockingham Park

Rosecroft Raceway, MD

Royal River Racing/Bettor Racing

Royal Turf Club

Ruidoso Downs, NM

Running Aces Harness Park

Sam Houston, TX

Valley Greyhound Park

Sandy Downs, ID

Saratoga Raceway, NY

Scarborough Downs, ME

Scioto Downs, OH

Seabrook Greyhound

Skydancer Casino

Sol Mututel Ltd.

Southland, AR

Sports Center

Sports Creek Raceway, MI

Stables, The

State Fair Park, NE

Suffolk Regional OTB, NY

Suffolk Downs, MA

Pat's Pizzeria

Sunland Park, NM

SunRay Park, NM

Tampa Bay Downs, FL

Thistledown Racing, OH

Tioga Downs

Tri-State Racetrack & Gaming Center, WV

Turf de Venezuela

Turf Paradise, AZ

Turfway Park, KY

TVG

TVG/Yonkers Raceway

Twin River Greyhound Park

Twin Spires/AmTAB

Vernon Downs, NY

Western Regional OTB, NY

Wheeling Downs, WV

Corpus Christi Greyhound
 Cypress Bayou OTB
 Dairyland Greyhound Park, WI
 Delaware Park, DE
 Delta Downs
 Dover Downs
 Downs at Albuquerque, NM
 Ebet Online
 Elite Turf Club 1-9, NV
 Ellis Park, KY
 Emerald Downs, WA
 Equus St. Thomas Racing, Inc.
 Evangeline Downs, LA
 Evansville OTB
 Fair Meadows
 Fair Grounds Race Course, LA
 Finger Lakes Race Track, NY
 Fonner Park, NE
 Foxwoods Casino,
 Freehold Raceway, NJ
 Geneva Lakes
 Gillespie County Downs
 Global Wagering Solutions (MEC) MagnaBet
 Great Lakes Downs, MI
 Greentrack
 Gulf Greyhound, TX
 Gulfstream Park, FL
 Harrington Raceway
 Hawthorne
 Hazel Park, MI

Mountaineer Park, WV
 Mystique Dubuque Greyhound Park
 Nassau Regional OTB, NY
 Nebraska State Fair Park, NE
 Nevada Pari-Mutuel Association, NV
 New York Racing Association ADW
 New York Racing Association, NY
 Newport Jai Alai, FL
 NJ Mobile, NJ - ADW
 Northfield Park, OH

Cedar Downs OTB

Northville Downs,
 Oaklawn Park, AR
 Ocean Downs, MD
 Penn National Race Course, PA
 Phumelela Gold
 Philadelphia Park, PA
 Pinnacle Race Course
 Plainfield Greyhound Park, NJ
 Plainridge Racecourse, MA
 Pocono Downs, PA
 Portland Meadows, OR
 Potawatomi Casino
 Prairie Meadows, IA
 Premier Turf Club
 Presque Isle Downs
 Race 2 Day
 Raceway Park, OH
 Racing World
 Racing US
 Racing & Gaming Services, British WI
 Raynham Taunton Greyhound Park
 Remington Park, OK
 Retama Park, TX
 River Downs, OH
 Rockingham Park, NH
 Rocky Mountain Turf Club

Wichita Greyhound Park, KS
 Will Rogers Downs, OK
 Wonderland Greyhound Park, MA
 Woodlands, KS
 Wyoming OTB, WY
 XpressBet, Inc., CA
 Yavapai Downs, AZ
 Yonkers Raceway, NY
 Yonkers Account Wagering
 YouBet Group I
 YouBet Illinois
 Zia Park, NM

Separate Pools:

Caymanas Park, JAM
 Hippodromo Camerero (PR)
 Maronas Race Track
 MIR/Caliente
 Panama

*Canadian Locations-Commingle

| | | |
|-------------------------------|--------------------------|----------------------|
| Assiniboia Downs | Marquis Downs | Western Fair Raceway |
| Barrie Raceway | Mohawk Racetrack | Windsor Raceway |
| Charlottetown | New Brunswick | Woodbine |
| Clinton Teletheatre | Northlands Park | Woodstock |
| Dresden | Picov Downs | |
| Elmira Raceway | Quinte Raceway | |
| Evergreen Park Grande Prairie | Rideau Carlton | |
| Exhibition Park | Rocky Mountain Turf Club | |
| Flamboro Downs | Royal Britiana Hub | |
| Fredericton Raceway | St. Johns | |
| Georgian Downs | Sudbury Downs | |
| Hanover Raceway | Summerside | |
| Hiawatha | TBC Sandown | |
| Inverness Raceway | TBC Theatres | |
| Karwatha Downs | Truro Raceway | |

ATTACHMENT B – Section 9 F

IMPORT TRACKS

Big Fresno Fair, Fresno

October 5 - 16, 2011

Out-of-State & International Imports – Full and/ or Partial Card (Subject to Change)

| DOMESTIC | |
|------------------------|------------|
| BELMONT PARK | 10/5-10/16 |
| CALDER RACECOURSE | 10/5-10/16 |
| CHARLES TOWN | 10/5-10/16 |
| DELAWARE | 10/5-10/16 |
| DOWNNS @ ALBUQUERQUE | 10/5-10/16 |
| FINGER LAKES | 10/5-10/16 |
| HOOSIER PARK | 10/5-10/16 |
| KEENELAND | 10/7-10/16 |
| LAUREL | 10/5-10/16 |
| MONMOUTH | 10/5-10/16 |
| MOUNTAINEER | 10/5-10/16 |
| PENN NATIONAL | 10/5-10/16 |
| PHILADELPHIA PARK/PARX | 10/5-10/16 |
| REMINGTON PARK | 10/5-10/16 |
| SUFFOLK DOWNS | 10/5-10/16 |
| THISTLEDOWN | 10/5-10/16 |
| TURF PARADISE | 10/5-10/16 |
| ZIA PARK | 10/5-10/16 |
| INTERNATIONAL | |
| ASSINIBOIA | 10/5-10/16 |
| AUSTRALIAN RACING | 10/5-10/16 |
| FORT ERIE | 10/5-10/16 |
| HASTINGS | 10/5-10/16 |
| NORTHLANDS PARK | 10/5-10/16 |
| SOUTH AMERICAN RACING | 10/5-10/16 |
| UNITED KINGDOM | 10/5-10/16 |
| WOODBINE | 10/5-10/16 |

10. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

A. Racing officials nominated:

| | |
|--------------------------------------|--|
| Association Veterinarian(s) | Shan Collette - DVM Track & Fitness Veterinarian Don Dooley – CHRB Veterinarian |
| Clerk of Scales | Cheryl White |
| Clerk of the Course TB | Dawn Schmid |
| Clerk of the Course EB | Dolores Collins |
| Film Specialist/Asst Clerk of Scales | Matt Nichols |
| Horse Identifier | Darrell Sparks |
| Horseshoe Inspector | Maurice Fitzpatrick |
| Paddock Judge/Patrol Judge | Linda Anderson |
| Patrol Judge | Ross Allyrdice |
| Placing Judges | Danny Winnick/Myra Pronsky |
| Starter | Robert Mooneyhan |
| Timer | Melody Truitt |

B. Management officials in the racing department:

| | |
|----------------------------|-------------------|
| Chief of Racing | Denise Kellerhals |
| Racing Secretary | Tom Doutrich |
| Assistant Racing Secretary | Lisa Jones |
| Paymaster of Purses | Victoria Layne |

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

Esquire Deposition Services, 516 W. Shaw, Suite 200, Fresno, Ca. 93704 (559) 261-2324

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, Bill O'Brien Expires December 7, 2013

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. Specify the number and location of cameras for dirt and turf tracks.

Pegasus Communications, Inc., Jim Porep Expires April 30, 2013
Equipment Description: 5 Cameras – (3 towers, 1 pan, 1 hand-held)

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:

Permanently installed system-laser, Pegasus Communications, Inc., Jim Porep, expires April 30, 2013

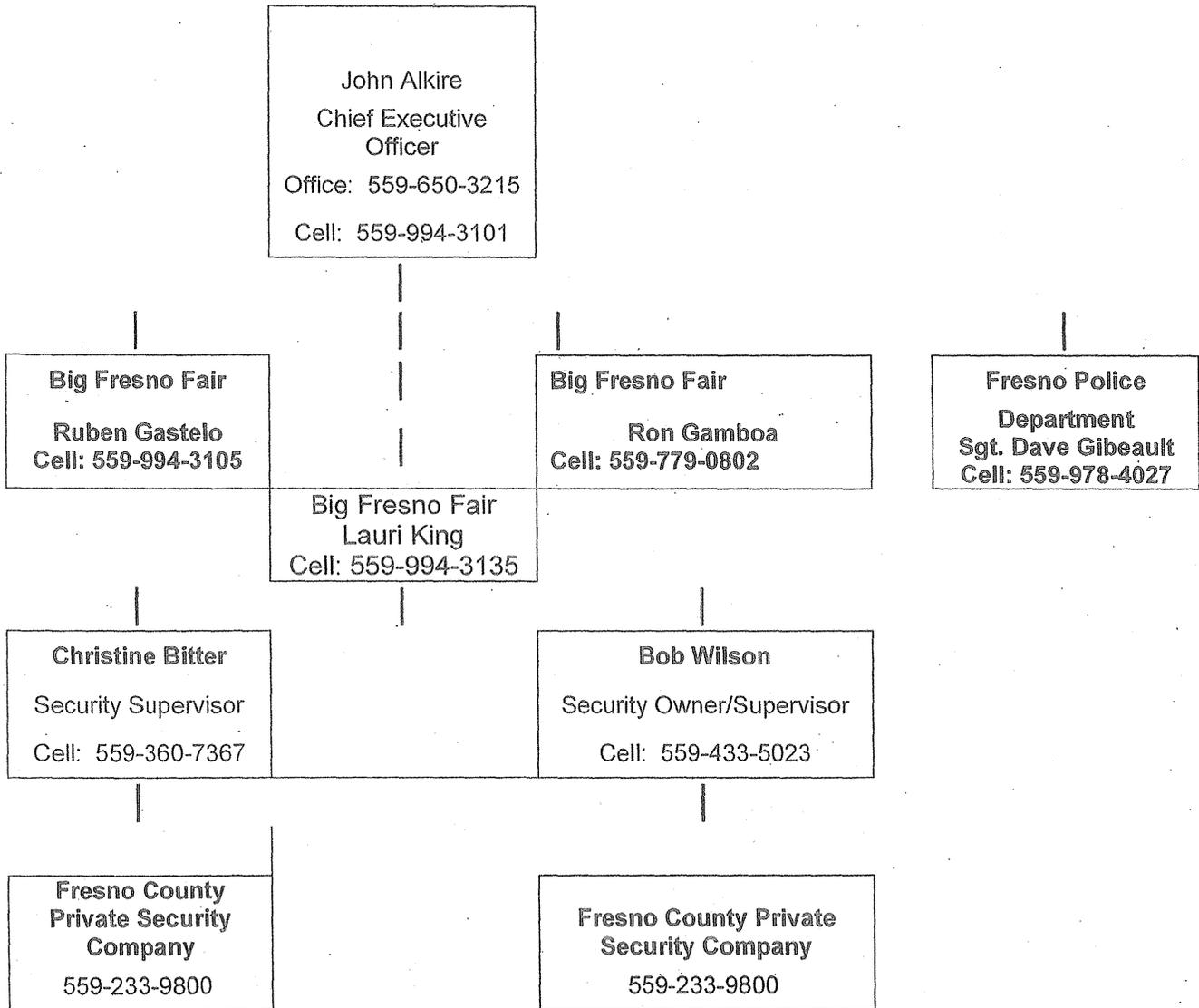
11. SECURITY CONTROLS

A. Name and title of the person responsible for security controls on the premises. Include an organizational chart of the security department and a list of the names of security personnel and contact telephone numbers. Denise Kellerhals, Chief of Racing

Office: (559) 650-3330; Cell: (559) 994-3104

Organizational Chart Attached

FRESNO SECURITY ORGANIZATION CHART



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

Grandstand Security Guards: 4 Security Guards plus 2 Fresno Police Officers.

Stable Gate Area Security Guards: 6 Gatemen; 2 Stable Area Patrol; 4 Security Guards; and an on-grounds stall superintendent lives in the backside area and makes rounds throughout the night checking the horses and stalls.

1. Attach a written plan for enhanced security for graded/stakes races, and races of \$100,000 or more, to include the number of security guards in the restricted areas during a 24-hour period and a plan for detention barns. N/A
2. Detention Barns: N/A (The Fair is not running graded stakes)
 - A. Attach a plan for use of graded stakes or overnight races.
 - B. Number of security guards in the detention barn area during a 24-hour period. N/A
 - C. Describe number and location of surveillance cameras in detention barn area. N/A
3. TCO2 Testing:
 - A. Number of races to be tested, and number of horses entered in each race to be tested.
All horses in thoroughbred races where the number is determined by a random algorithm generator.
 - B. Plan for enhanced surveillance for trainers with high-test results.
Trainer with high test results will be moved to the detention area.
 - C. Plan for detention barns for repeat offenders.
Ten (10) stalls adjacent to test barn, which are under 24-hour video surveillance.
 - D. Number of security personnel assigned to the TCO2 program.
One (1) 24-hour security guard when detention stalls are occupied.

C. Describe the electronic security system.

Money Room and Tote Room – security system includes motion sensors, door contact sensors monitored by Prestog; Money Room Manager carries a panic button.

Grandstand – security system includes motion sensors, door contacts monitored by ADT Security Services.

1. Location and number of video surveillance cameras for the detention barn and stable gate.
Will work with CARF to provide cameras for the detention barn (TC02 Testing Trailer) and will conduct random security patrols throughout the barn area in conjunction with CHRB investigators.

12. EMERGENCY SERVICES

- A. Name, address and emergency telephone number of the ambulance service to be used during workouts and the running of the races:
American Ambulance, 2011 E. Tulare Street, Fresno, CA 93721 (559) 443-5900

- B. Name, address and emergency telephone number of the ambulance service to be used during workouts at auxiliary sites: None
- C. Describe the on-track first aid facility, including equipment and medical staffing:
American Ambulance shall provide an Advanced Life Support (ALS) ambulance with two EMT's at racetrack workouts from 0630 hours until 1000 hours daily and from 12 Noon to end of racing each day for the duration of the Big Fresno Fair, October 6-17, 2010.
American Ambulance, 2011 E. Tulare Street, Fresno, CA 93721 (559) 443-5900
- D. Name and emergency telephone number of the licensed physician on duty during the race meeting:
Everyday Health Care, 199 W. Shields, Fresno, CA 93705 (559) 225-4706
- E. Name, address and emergency telephone number of the hospital to be used for admittance and treatment of emergency injuries in the event of an on-track injury to a jockey:
Community Medical Centers, 2823 Fresno Street, Fresno, Ca. 93715 (559) 459-6000.
- F. Attach, in English and Spanish, the emergency medical plan procedures that will be posted in each jockey's room to be used in the event of an on-track injury to a jockey:
See attached
- G. Name of health and safety manager and assistant manager responsible for compliance of health and safety provisions pursuant to B& P Code 19481.3(d):
John C. Alkire, CEO, Stacy Rianda, Deputy Manager II and Lauri King, Deputy Manager I
- H. Attach a fire clearance from the fire authority having jurisdiction over the premises.
Attached.
- I. 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 that secures the liability of the fair for payment of workers' compensation.
On file with CFSA.

NOTICE TO APPLICANT: Every licensee conducting a horse racing meeting shall pursuant to B&P Code 19481.3 maintain, staff, and supply an on-track first aid facility, that may be either permanent or mobile, and which shall be staffed and equipped as directed by the board. A qualified and licensed physician shall be on duty at all times during live racing, except that this provision shall not apply to any quarter horse racing at the racetrack if there is a hospital situated no more than 1.5 miles from the racetrack and the racetrack has an agreement with the hospital to provide emergency medical services to jockeys and riders. An ambulance licensed to operate on public highways provided by the track shall be available at all times during live racing and shall be staffed by two emergency medical technicians licensed in accordance with Division 2.5 (commencing with Section 1797) of the Health and Safety Code, one of whom may be an Emergency Medical Technician Paramedic, as defined in Section 1797.84 of the Health and Safety Code. (b) Each racing association and racing fair shall adopt and maintain an emergency medical plan detailing the procedures that shall be used in the event of an on-track injury. The plan shall be posted in each jockey room in English and Spanish. (c) Prior to every race meeting, the racing association or racing fair shall contact area hospitals to coordinate procedures for the rapid admittance and treatment of emergency injuries. (d) Each racing association or racing fair shall designate a health and safety manager and assistant manager, who shall be responsible for compliance with the provisions of this section and one of whom shall be on duty at all times when live racing is

Office of the State Fire Marshal
REINSPECTION REPORT



File No.: 04-10-04
0001-006

Name of Facility: THE BIG FRESNO FAIR
Name of Building: GRANDSTAIRS
Address: 1121 S. CHANCE AVE.
FRESNO, CA. 93702

Discussed with _____ Title _____
Accompanied by TON SOLTZ Title SENIOR MARSHAL

Fire Safety Deficiencies Numbered # 1-5 noted on the Letter

Fire Safety Correction Notice (EN-11) dated 8-3-11 have been corrected.

Uncorrected Deficiencies Numbered _____ were re-issued as shown on the Fire Safety Correction Notice dated _____, which is attached to and made a part of this Report.

In addition, _____ new deficiencies were identified at the time of this reinspection, and are shown as Items _____ on the attached Fire Safety Correction Notice.

Fire Clearance Instructions: _____

| | | |
|--------------------------------------|-----------------------|----------------|
| FIRE CLEARANCE GRANTED <u>Yes</u> | DATE <u>1/20/8</u> | STATUS |
| BY <u>FRANK SANTOYA</u> | DATE OF REINSPECTION | <u>8-16-11</u> |

Item 12-F in English

EMERGENCY MEDICAL PLAN PROCEDURE

In case of an accident to a jockey on the racetrack during the Big Fresno Fair's Race Meet, October 6-16 2011, or at any time during the meet, the jockey is to immediately report injury to the track physician and/or the American Ambulance EMT's.

When a horse and jockey go down during workouts and/or during the race meet, the track ambulance, horse ambulance, and the track veterinarian go immediately to the scene of the accident. Depending on the severity of the injury, the jockey will either be transported to the Hospital and/or taken to the Jockey's Quarters for the track physician to evaluate the severity of injuries. When it is known that the horse is severely injured, the horse ambulance travels immediately to the scene of the accident and a screen blocking the public's view of the injured horse will be set up prior to be taken off the track by the horse ambulance.

A Fair staff official will be advised immediately when a horse and jockey go down during a workout and/or during the race meet in order to obtain the necessary information regarding the accident and notifying the owner/trainer and family member of the injured. This will help to facilitate the expediency of the paperwork for the employee, owner/trainer, and file the required information to the hospital in order for them to get reimbursed.

Item 12-F in Spanish

PLAN DE PROCEDIMIENTOS EN CASO DE EMERGENCIA

En caso de un accidente a un jinete durante la Big Fresno Fair, del 6 al 16 de Octubre, o en cualquier momento durante el evento, el jinete deberá de reportar el accidente al medico designado o los paramedicos de emergencia.

Cuando un jinete junto con el caballo caen durante el entrenamiento o durante la carrera, la ambulancia del hipodromo o de caballos junto con el veterinario presente, iran inmediatamente al lugar del accidente. Dependiendo de la severidad del caso, el jinete sera transportado al hospital o al Jockey's Quarters para que el médico de la pista evalúe la severidad de las heridas. Cuando se sabe que un caballo está gravemente herido, la ambulancia de caballos ira inmediatamente al lugar del accidente y pondra una pantalla para taparle la vista al publico antes de que lo levanten.

El personal official de al feria sera avisado inmediatamente cuando un jinete junto con el caballo caen durante un entrenamiento o durante la carrera, para obtener la información necessary acerca del accidente y notificar al dueño/entrenador y familia del jinete. Esto ayudará a facilitar la preparacion de documentos para el empleado, el dueño/entrenador, y asi consigan un reembolso rapido.

conducted. The health and safety manager may, at the discretion of the racing association, be the person designated to perform risk management duties on behalf of the association.

13. 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:

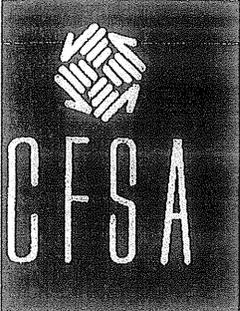
| COMPANY | OWNER | ADDRESS | CONCESSION SERVICE |
|-----------------------------|-----------------------|---|---|
| Pardini Fair Ventures, L.P. | James Pardini | 2257 W. Shaw Fresno, CA 93711 | Food & Beverage, Alcoholic & Non-Alcoholic Beverage |
| Speeda Sound | Mike King | 5617 W. San Madele Fresno, Ca. 93722 | Sound Equipment |
| Winner's Circle Restaurant | James Pardini | 2257 W. Shaw Fresno, CA 93711 | Cafe |
| Bob's Card, Inc. | Tiffany Bohland | 6288 Highland Meadows Medina, OH 44256 | Tip Sheets |
| Cal Horse | Rick Harris | 26807 Proveda Mission Viejo, Ca. 92691 | Tip Sheets |
| Vassar Photography | Bill Vassar | 5075 Double Point Way Discovery Bay, CA 94505 | Winner's Circle Photos |
| Stall West Inc. | Jim Costigan | 4149 Burnett Road, Lincoln, Ca 95648 | Portable Stalls |
| 1 Sound View Loop | CARF Contract | South Salem, NY 10590 | Starting Gate |
| Bailey Mobile Laundry | Frances Lorene Dutton | 1129 Avenida Sevilla #7-B Walnut Creek, Ca. 94595-3741 | Jockeys Laundry |
| Delmar Graphics | Del Scott | 7806 Honors Court Pleasanton, CA 94588 | Program Printing |
| NOTWINC | Bryan Wayte | 11875 Dublin Blvd. Dublin, Ca. 94568 | Armored Car Service |

14. ON-TRACK ATTENDANCE/FAN DEVELOPMENT

- A. Describe any promotional plans:
(See Attached)
- B. Number of hosts and hostesses employed for meeting: 6
- C. Describe facilities set aside for new fans: Weekend and Holiday Handicapping Seminars
- D. Describe any improvements to the physical facility in advance of the meeting that directly benefits:

1. Horsemen – Paddock – New recycled rubber tile floor and drainage system installed

2. Fans – More than 6,250 trees planted; Grandstand second floor restrooms, new tile floors and painted; new VIP paddock deck installed; New Grandstand murals; tote board upgraded (electronically) plus a new water and rock feature; new 1890 grandstand replica constructed for Kings Canyon customer entrance and completed the remodeling of the backside restaurant and new Satellite Wagering facility.



August 2, 2011

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

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

- A. Primary Coverage \$750,000 self-insured retention California Fair Services Authority
Coverage continuous until cancelled
- B. Excess Coverage \$9,250,000 in excess of \$750,000
Coverage provided by Allied World Assurance Company
Term: 01/01/2011 to 01/01/2012

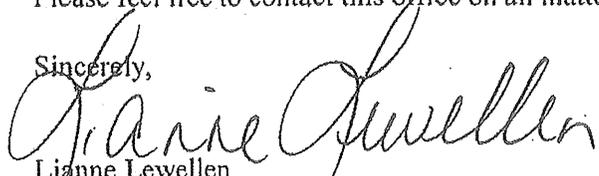
II. WORKERS' COMPENSATION AND EMPLOYERS' LIABILITY

- A. Primary Coverage \$500,000 self-insured retention California Fair Services Authority
Coverage continuous until cancelled
- B. Excess Coverage (a) Workers' Compensation: Statutory Limit in excess of \$500,000
(b) Employers' Liability: \$4,500,000 in excess of \$500,000
Coverage provided by CSAC Excess Insurance Authority
Term: 07/01/2011 to 07/01/2012

CFSA represents to the California Horse Racing Board (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 California Horse Racing Board (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,

Lianne Lewellen
Risk Analyst

3. Wagering Facility – Completed the remodeling of the backside restaurant (located in the new Wagering Facility) and the new Satellite Wagering Facility.

4. Facilities in restricted areas – Completely rebuilt seven barns and built 40 wash racks; completely repainted all barns and buildings on the backside and made improvements to tack rooms and installed new stall doors.

15. SCHEDULE OF CHARGES

A. Proposed charges, note any changes from previous year:

| | | | | |
|------------------------------|---|---------|--------------|----------------|
| Admission (general) | - | \$10.00 | \$7.00 Child | \$7.00 Seniors |
| Admission (clubhouse) | | \$10.00 | | |
| Reserved seating (general) | | \$4.00 | | |
| Reserved seating (clubhouse) | | \$10.00 | | |
| Parking (general) | | \$5.00 | | |
| Parking (preferred) | | \$8.00 | | |
| Parking (Chance Lot) | | \$12.00 | | |
| Parking (valet) | | N/A | | |
| Programs (on-track) | | \$2.00 | | |
| (off-track) | | \$2.50 | | |

B. Describe any "Season Boxes" or other special accommodation fees:

Box seats are sold in advance - \$642.00 (Box of 4)
 Daily box seats are sold individual at \$5/ea. (if available)

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

Season Passes will be sold for only \$25.00 which allows the horse players admission to the Fair everyday of the Fair, a total of 12 days for only \$25.00.

16. JOCKEYS' QUARTERS

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

| | | | |
|-------------------------------------|--------------------------------|-------------------------------------|-------------------------------------|
| <input checked="" type="checkbox"/> | Corners (lockers and cubicles) | How many | <input type="text" value="23"/> |
| <input checked="" type="checkbox"/> | Showers | <input checked="" type="checkbox"/> | Steam room, sauna or steam cabinets |
| <input type="checkbox"/> | Masseur | <input checked="" type="checkbox"/> | Food/beverage service |
| | | <input checked="" type="checkbox"/> | Lounge area |
| | | <input checked="" type="checkbox"/> | Certified platform scale |

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

Quarters for female jockeys are the same as the men's quarters. Built in 1990 and 1991. Separate locker rooms, restrooms, sauna room, bunkroom, and shower room for female jockeys.

17. BACKSTRETCH EMPLOYEE HOUSING

A. Inspection of backstretch housing has been requested and will be completed before the race meet begins.

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

126 tack rooms.

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

Five trailers—one, 20-foot restroom trailers with two 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 and two 40 – foot trailers with two restrooms and four showers each available for both men and women.

D. Estimated ratio of restrooms to the number of backstretch personnel:

1 – Receiving Barn; 58 in RV Trailer Park; 3 Portable Toilets (2 @Gate #10; 1 @Gap)
1 – Racing Secretary's Office; 1 – Winner's Circle Café.

18. 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 and galvanized chainlink; 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. On file
- 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

19. 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

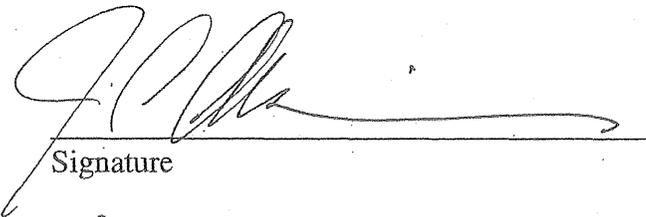
- B. Attach each horsemen's agreement pursuant to CHRB Rule 2044. **On file at CHRB.**
- C. All service contractors and concessionaires have valid state, county or city licenses authorizing each to engage in the type of service to be provided and have valid labor agreements, when applicable, which remain 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.

20. 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.

John C. Alkire
Print Name


Signature

Chief Executive Officer
Print Title

6-29-11
Date

STAFF ANALYSIS
August 25, 2011

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE PACIFIC RACING ASSOCIATION AT SANTA ANITA SEPTEMBER 30, 2011 THROUGH NOVEMBER 6, 2011.

Pacific Racing Association (PRA) filed its application to conduct a thoroughbred horse racing meeting at Santa Anita:

- September 30 through November 6, 2011, or 24 days. The association proposes to race 207 races, or 8.63 per day. The PRA did not conduct a Southern California race meet during the prior year time frame. In 2009 Oak Tree Racing Association ran a race meet at Santa Anita during this time frame. In 2010 Oak Tree ran its race meeting at Hollywood Park during this time frame. It ran a total of 253 races, or 8.16 races per day with an average of 7.82 runners per race during the 2009 meet. The (actual) Oak Tree Racing Association average daily purse for the 2009 meet was \$359,798. The (estimated) PRA average daily purse for this meet is \$420,666.
- The race dates proposed are the dates the Board allocated.

| September - 2011 | | | | | | |
|------------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | 1 | 2 | 3 |
| 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| 11 | 12 | 13 | 14 | 15 | 16 | 17 |
| 18 | 19 | 20 | 21 | 22 | 23 | 24 |
| 25 | 26 | 27 | 28 | 29 | 30 | 31 |

| October - 2011 | | | | | | |
|----------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | | 1 |
| 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 23 | 24 | 25 | 26 | 27 | 28 | 29 |
| 30 | 31 | | | | | |

| November - 2011 | | | | | | |
|-----------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | 1 | 2 | 3 | 4 | 5 |
| 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| 13 | 14 | 15 | 16 | 17 | 18 | 19 |
| 20 | 21 | 22 | 23 | 24 | 25 | 26 |
| 27 | 28 | 29 | 30 | | | |

- Racing 4 days per week, Thursday through Sunday, with the exception of Monday, October 11th. No less than 7 races weekdays; 9 races Opening Day, weekends and October 10, 2011, with the option to program 10 races on such days.
- Racing concurrently with the Fresno District Fair and Pacific Racing Association (PRA) in the Northern zone.
- First post 1:00 p.m. with the following exceptions:
 - Friday, September 30, 2011 (Opening Day) – 1:00 p.m.
 - Saturday, October 29, 2011 (Cal Cup Day) – 1:00 p.m.
 - Friday and Saturday, November 4-5, 2011 (Breeders Cup) – TBD.
 - Sunday, November 6, 2011 (Closing Day) – 12:00 p.m.
- Request Jennifer Paige to be appointed horse identifier pursuant to CHRB Rule 1525.
- Wagering program will use CHRB and ARCI rules.
 - Early wagering 8:30 a.m. to 10:00 a.m.
- The Advance Deposit Wagering (ADW) providers are Twin Spires, TVG and Xpressbet.

Pursuant to Business and Profession Code section 19604, specific provisions must be met before an ADW provider can accept wagers.

Summary of B&P code 19604

To accept wagers on races conducted in California from a resident of California.

- The ADW provider must be licensed by the Board.
- A written agreement allowing those wagers exists with the racing association or fair conducting the races on which the wagers are made.
- The agreement shall have been approved in writing by the horsemen's organization responsible for negotiating purse agreements for the breed on which the wagers are made.

To accept wagers on races conducted outside of California from a resident of California.

- The ADW provider must be licensed by the Board.
- There is a hub agreement between the ADW provider and one or both of (i) one or more racing associations or fairs that together conduct no fewer than five weeks of live racing on the breed on which wagering is conducted during the calendar year during which the wager is placed, and (ii) the horsemen's organization responsible for negotiating purse agreements for the breed on which wagering is conducted.

Documents received in compliance with Business and Professions code 19604:

- ODS Technologies, L.P. d/b/a TVG Network has submitted all documents required in compliance with Business and Professions code 19604.
- XpressBet, LLC has submitted all documents required in compliance with Business and Professions code 19604.
- Churchill Downs Technology Initiatives Company, dba Twinpires, has submitted all documents required in compliance with Business and Professions code 19604.
- Simulcasting conducted with other out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.
- Inspection of backstretch worker housing has been requested and will be completed before the beginning of the race meeting.
- Track safety inspection has been requested and will be completed prior to start of race meet.

ITEMS STILL NEEDED:

1. Vanning and Stabling

RECOMMENDATION:

Staff recommends the Board approve the application contingent upon the submission of the outstanding item.

STATE OF CALIFORNIA
 CALIFORNIA HORSE RACING BOARD
 APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING
 CHRB-17 (Rev 12/06)

Application is hereby made to the California Horse Racing Board (CHRB) for a license to conduct a horse racing 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:

Pacific Racing Association
 Santa Anita Park
 285 W. Huntington Drive
 Arcadia, CA 91007

Telephone: 626/574-7223

Fax: 626/446-9565

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. (Attached)

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: September 30, 2011 through November 6, 2011

B. Actual dates racing will be held: September 30;
 October 1, 2, 6, 7, 8, 9, 10, 13, 14, 15, 16, 20, 21,
 22, 23, 27, 28, 29, 30; November 3, 4, 5, 6

C. Total number of days or nights of racing: 24 Days

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

Fri - Sun Thurs - Sun Mondays: Monday racing; October 10, 2011

Number of days or nights of racing per week:

3 days: September 30 - October 2;

5 days: October 6 - 10;

4 days: October 13 - 16; October 20 - 23; October 27 - 30; November 3 - 6

CHRB CERTIFICATION

Application received: 7/18/11
 Deposit received:
 Reviewed: *[Signature]*

Hearing date: 8/25/11
 Approved date:
 License number:

3. RACING PROGRAM

- A. Total number of races: Estimate: 207
- B. Number of races for each day or night: No less than 7 races weekdays; Nine (9) races Opening Day, Weekends and October 10, with the option to program 10 races on such days.
- C. Total number of stakes races: 22
- 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.
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:

All Days

| | |
|---------|-----------------------------|
| Race 1 | 1:00 p.m. |
| Race 2 | 1:30 p.m. |
| Race 3 | 2:00 p.m. |
| Race 4 | 2:30 p.m. |
| Race 5 | 3:00 p.m. |
| Race 6 | 3:30 p.m. |
| Race 7 | 4:00 p.m. |
| Race 8 | 4:30 p.m. |
| Race 9 | 5:00 p.m. (When Applicable) |
| Race 10 | 5:30 p.m. (When Applicable) |
| Race 11 | 6:00 p.m. (When Applicable) |

Exceptions:

| | |
|--------------------------------------|------------|
| Opening Day, September 30, 2011 | 1:00 p.m. |
| Cal Cup Day, October 29, 2011 | 1:00 p.m. |
| Breeders Cup, November 4 and 5, 2011 | TBD |
| Closing Day, November 6, 2011 | 12:00 p.m. |

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).

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 CHRB.
- C. Corporation
 - 1. Registered name of the corporation: Pacific Racing Association
 - 2. State where incorporated: California

2011 SANTA ANITA AUTUMN STAKES

| RACE DATE | RACE | PURSE | AGE | DISTANCE | CLOSES | FEE |
|-------------|--|-----------|------------------|-----------------|--------|------------------|
| Fri, Sep 30 | THE SEN. KEN MADDY STAKES (G III) | \$100,000 | F/M, 3 & UP | abt 6 1/2 (T) | 22-Sep | 150 |
| Sat, Oct 1 | THE NORFOLK STAKES (G I) | \$250,000 | 2 YO | 1 1/16 M | 22-Sep | 325 BC Challenge |
| Sat, Oct 1 | THE GOODWOOD STAKES (G I) | \$250,000 | 3 & UP | 1 1/8 M | 22-Sep | 325 BC Challenge |
| Sat, Oct 1 | THE YELLOW RIBBON STAKES (G I) | \$250,000 | F/M, 3 & UP | 1 1/4 M (T) | 22-Sep | 325 BC Challenge |
| Sat, Oct 1 | THE LADY'S SECRET STAKES (G I) | \$250,000 | F/M, 3 & UP | 1 1/16 M | 22-Sep | 325 BC Challenge |
| Sun, Oct 2 | THE OAK LEAF STAKES (G I) | \$250,000 | F, 2 YO | 1 1/16 M | 22-Sep | 325 BC Challenge |
| Sun, Oct 2 | THE CLEMENT L. HIRSCH TURF CHAMPIONSHIP (G II) | \$150,000 | 3 & UP | 1 1/4 M (T) | 22-Sep | 225 |
| Sat, Oct 8 | THE OAK TREE MILE (G II) | \$150,000 | 3 & UP | 1 M (T) | 29-Sep | 225 |
| Sat, Oct 8 | THE ANCIENT TITLE STAKES (G I) | \$250,000 | 3 & UP | 6 F | 29-Sep | 325 BC Challenge |
| Sat, Oct 8 | THE SWINGTIME STAKES @ | \$65,000+ | F/M, 3 & UP | 1 M (T) | 30-Sep | 50 |
| Sun, Oct 9 | THE LOUIS R ROWAN STAKES | \$65,000+ | F/M, 3 & UP | 6 1/2 F | 30-Sep | 50 |
| Mon, Oct 10 | THE MORVICH STAKES (G III) | \$100,000 | 3 & UP | abt 6 1/2 F (T) | 29-Sep | 150 |
| Mon, Oct 10 | THE JACK GOODMAN STAKES | \$65,000+ | 2 YO | 6 F | 30-Sep | 50 |
| Sat, Oct 15 | THE OAK TREE DERBY (G II) | \$150,000 | 3 YO | 1 1/8 M (T) | 6-Oct | 225 |
| Sun, Oct 16 | THE HAROLD C. RAMSER, SR. STAKES (G III) | \$100,000 | F, 3 YO | 1 M (T) | 6-Oct | 150 |
| Sat, Oct 22 | THE ANOAKIA STAKES | \$65,000+ | F, 2 YO | 6 F | 13-Oct | 50 |
| Sat, Oct 29 | THE CALIFORNIA CUP CLASSIC | \$175,000 | 3 & UP (CA) | 1 1/8 M (T) | 1-Oct | 150 |
| Sat, Oct 29 | THE CALIFORNIA CUP DISTAFF | \$125,000 | F/M, 3 & UP (CA) | abt 6 1/2 f (T) | 1-Oct | 100 |
| Sat, Oct 29 | THE CALIFORNIA CUP SPRINT | \$100,000 | 3 & UP (CA) | 6 F | 1-Oct | 100 |
| Sat, Oct 29 | THE CALIFORNIA CUP JUVENILE (COLTS & GELDINGS) | \$100,000 | 2 YO (CA) | 1 1/16 M | 1-Oct | 100 |
| Sat, Oct 29 | THE CALIFORNIA CUP JUVENILE (FILLIES) | \$100,000 | F, 2 YO (CA) | 1 1/16 M | 1-Oct | 100 |
| Fri, Nov 4 | Breeders' Cup at Churchill Downs | | | | | |
| Sat, Nov 5 | Breeders' Cup at Churchill Downs | | | | | |
| Sun, Nov 6 | THE LAS PALMAS STAKES (G II) | \$150,000 | F/M, 3 & UP | 1 M (T) | 27-Oct | 225 |

Supplemental nominations available for all stakes *pending TOC approval
 + Added Money

3. Registry or file number for the corporation: **Federal ID #94-1585367**
California ID #173-1919-5
4. Names of all officers and directors, titles, and the number of shares of the corporation held by each:
The officers and directors of Pacific Racing Association hold zero shares.
CEO and Director – Greg Avioli
President – George Haines
Executive Vice-President – Peter W. Tunney
Executive Vice-President, Finance and Director – Lyle Strachan
General Manager – Robert Hartman
Vice-President Regulatory Affairs and Secretary – Frank DeMarco, Jr.
Vice-President, Operations and Director – Mike Rogers
Vice-President, Assistant General Manager – Cal Rainey
Controller – Gina Lavo
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:
MI Developments Investments Inc. – 69,347 Shares; as of June 30, 2011.
The shares of MI Developments Investments Inc., are controlled by The Stronach Group, a business entity owned 100% by Frank Stronach.
6. Number of outstanding shares in the corporation: **69,347 Shares**
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: **N/A**
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 audited annual financial statement for the licensee, 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. The licensee may submit the audited consolidated annual financial statements of its parent owner if the parent owner is a publicly traded company and guarantees the obligations of the licensee.
(Submitted to the Board, July 8, 2011)

- D. LLC N/A
E. OTHER N/A

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:
George Haines, President
Peter W. Tunney, Executive Vice President

Robert Hartman, General Manager
 Frank DeMarco, Jr., VP-Regulatory Affairs & Secretary
 Gina Lavo, VP-Finance, Controller
 Calvin Rainey, VP-Assistant General Manager
 Allen Gutterman, VP-Marketing & Sales
 Amy Zimmerman, VP-Business Coordination/Director of Broadcasting
 Candace Coder-Chew, Director of Print & Graphics
 Randy Fowler, Director of Food & Beverage
 Randy Hartzell, Director of Mutuels
 Dick Honaker, Director of Operations & Security
 Chris Quinn, Director of Group Sales
 Pete Siberell, Director of Community Service & Special Events
 Jason Spetnegal, Director of Facilities
 Ken Walker, Director of Labor Relations
 Mike Willman, Director of Publicity & Public Relations
 Nina Zukin, Director of Information Services
 Jay Cohen, Hornblower
 Trevor Denman, Public Address Commentator/Announcer

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:

George Haines, President

5. PURSE PROGRAM

A. Purse distribution:

1. All races other than stakes:
- | | |
|------------------------|-------------|
| Current meet estimate: | \$5,848,884 |
| Prior meet actual: | N/A |
- Average Daily Purse (5A1 ÷ number of days, excluding Cal Cup): 23 Days
- | | |
|------------------------|------------|
| Current meet estimate: | \$ 254,299 |
| Prior meet actual: | N/A |
2. Overnight stakes:
- | | |
|------------------------|------------|
| Current meet estimate: | \$ 260,000 |
| Prior meet actual: | N/A |
- Average Daily Purse (5A2 ÷ number of days, excluding Cal Cup): 23 Days
- | | |
|------------------------|-----------|
| Current meet estimate: | \$ 11,304 |
| Prior meet actual: | N/A |
3. Non-overnight stakes:
- | | |
|------------------------|--------------|
| Current meet estimate: | \$ 2,400,000 |
| Prior meet actual: | N/A |
- Average Daily Purse (5A3 ÷ number of days, excluding Cal Cup): 23 Days
- | | |
|------------------------|------------|
| Current meet estimate: | \$ 104,347 |
| Prior meet actual: | N/A |

B. Stakes races:

1. Purse distribution for all stakes races:

Current meet estimate: \$ 2,660,000 (Excluding Cal Cup)
 Prior meet actual: N/A

Average Daily Purse (5B1 ÷ number of days, excluding Cal Cup): 23 Days

Current meet estimate: \$ 115,652
 Prior meet actual: N/A

2. Percentage of the purse distribution for all stakes races that will be distributed for California-bred stakes races:

Current meet estimate: 15%
 Prior meet actual: N/A

Average Daily Purse (5B2 ÷ number of days): 24 Days; includes Cal Cup.

Current meet estimate: .625%
 Prior meet actual: N/A

C. Funds to be generated for all California-bred incentive awards:

Current meet estimate: \$ 600,000 *Cal Cup (approximately \$800,000)
 Prior meet actual: N/A

D. Payment to each recognized horsemen's organization contracting with the association and the name(s) of the organization(s):

Recognized Horsemen's Organization

| | Prior meet estimate: | Current: |
|--------------------|----------------------|------------|
| NTRA | \$ | \$ 15,000 |
| TOC | \$ | \$ 68,845 |
| CTT Pension | \$ | \$ 34,423 |
| CTT Administration | \$ _____ | \$ 68,845 |
| Total | \$ | \$ 187,113 |

E. Amount from all sources to be distributed in the form of purses or other benefits to horsemen (5A+5C+5D):

Current meet estimate: \$ 10,095,997
 Prior meet actual: N/A

Average Daily Purse (5E ÷ number of days): 24 Days

Current meet estimate: \$ 420,666
 Prior meet actual: N/A

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

Current meet estimate: \$ 6,375,648
 Prior meet actual: N/A

Average Daily Purse (5F ÷ number of days): 24 Days

Current meet estimate: \$ 265,652
 Prior meet actual: N/A

G. Purse funds to be generated from interstate handle:

Current meet estimate: \$ 2,650,100

Prior meet actual: N/A

Average Daily Purse (5G ÷ number of days): 24 Days

Current meet estimate: \$ 110,420

Prior meet actual: N/A

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

Wells Fargo Regional Commercial Bank, West Covina Office;

paid through Paymaster of Purses Account #On file

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

Telephone: (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; shall not be transferred to a parent corporation outside the State of California; 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: 1,500

D. Name and location of each off-site auxiliary stabling area and the number of stalls to be maintained at each site: Hollywood Park - 1,500

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

Agreement on file with CHRB

Complete subsections F through H 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. Show cost per day per stall:
\$288,000 (\$ 8.00/day/stall; excludes vaning costs)

H. Estimated cost to provide vaning from off-site stalls for this meeting. Show fees to be paid for vaning per-horse: \$88,000 (\$180 RT for Hollywood Park)

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), PK3 for pick three, PK4 for select four, PNP for pick (n) pool, PPN for place pick (n), Q for quinella, SF for superfecta, TRI for trifecta, and US for unlimited sweepstakes (pick 9).

| Race # | TYPE OF WAGERS | | | | | APPLICABLE RULES |
|-----------|----------------|--------|------------|---------|------------|---|
| | Example Race: | \$1 E; | \$1 Double | | | CHRB #1959; RCI #VE |
| Race #1 | \$1E | \$2DD | \$1PK3 | \$1PPN | \$0.50PNP5 | Superfecta CHRB #1959, 1957, 1977, 1976.8, 1976.9, 1979.1 |
| Race #2 | \$1E | \$2DD | \$1PK3 | | \$0.50PNP4 | Superfecta CHRB #1959, 1957, 1977, 1979.1, 1976.9 |
| Race #3 | \$1E | \$2DD | \$1PK3 | \$2PNP6 | | Superfecta CHRB #1959, 1957, 1977, 1976.9, 1979.1 |
| Race #4 | \$1E | \$2DD | \$1PK3 | \$2PNP6 | | Superfecta CHRB #1959, 1957, 1977, 1976.9, 1979.1 |
| Race #5 | \$1E | \$2DD | \$1PK3 | \$2PNP6 | \$0.50PNP4 | Superfecta CHRB #1959, 1957, 1977, 1976.9, 1979.1 |
| Race #6 | \$1E | \$2DD | \$1PK3 | \$2PNP6 | \$0.50PNP4 | Superfecta CHRB #1959, 1957, 1977, 1976.9, 1979.1 |
| Race #7 | \$1E | \$2DD | \$1PK3 | | \$0.50PNP4 | Superfecta CHRB #1959, 1957, 1977, 1976.9, 1979.1 |
| Race #8 | \$1E | \$2DD | \$1PK3 | SuperH5 | \$0.50PNP4 | Superfecta CHRB #1959, 1957, 1977, ARCI-004-105, 1976.9, 1979.1. |
| *Race #9 | \$1E | \$2DD | | SuperH5 | | Superfecta CHRB #1959, 1957; ARCI-004-105; 1979.1. |
| *Race #10 | \$1E | \$2DD | | SuperH5 | | Superfecta CHRB #1959, 1957; ARCI-004-105; 1979.1. |
| *Race #11 | \$1E | \$2DD | | SuperH5 | | Superfecta CHRB #1959, 1957; ARCI-004-105; 1979.1. |

(*) When Applicable

- Rolling \$2 Daily Doubles beginning with Race #1. (CHRB 1957)
- \$1 Trifecta on all eligible races. (CHRB 1979)
- \$0.10 Superfecta wagering on all qualifying races. (CHRB 1979.1)
- Incoming simulcasts will follow host track format.
- \$1 Place PK8 on 8-race program; Place PK9 on 9-race program, Place PK10 on 10-race program. Alternate runner provision. [All \$1 Wagers] No carryover. Pay all tickets with most winners. (CHRB 1976.8)
- \$2 PNP6 Last six live races 70% Carryover, 30% Minor. Alternate runner provision. (CHRB 1976.9)
- \$0.50 PNP4 starting the second race and the last four live races. Alternate runner provision. (CHRB 1976.9)
- \$0.50 PNP5 starting the first race; minimum wager fifty cents, 14% takeout.
- \$1 Pentafecta selecting the first five finishers in a same race. 100% payout on all tickets selecting five winners. No consolation; 100% carryover if no ticket has five winners. Super High-5 will be carded as last race of the day. [Applicable rule: ARCI-004-105 T-PICK (N) POSITION (X) POOLS]

B. Maximum carryover pool to be allowed to accumulate before its distribution OR the date(s) designated for distribution of the carryover pool: **Unlimited; final distribution November 6, 2011**

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 – 10:00 AM**

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:
Scientific Games Racing, Brooks Pierce, President Expires: September, 2012

8. ADVANCE DEPOSIT WAGERING (ADW)

A. Identify the ADW provider(s) to be used by the association for this race meeting:

- TVG
- Twin Spires
- XpressBet

9. SIMULCAST 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 associations 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 CHRB.

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

- | | |
|--|---|
| Alameda County Fair | Shasta District Fair |
| Barona Valley Ranch Resort & Casino | Solano County Fair |
| Big Fresno Fair | Sonoma County Fair |
| Cabazon Fantasy Springs Casino | Sports Center at National Orange Show |
| California State Fair & Exposition | Sports Pavilion at The Farmer's Fair |
| Commerce Casino Racebook | Sports Pavilion San Bernardino Co. Fair |
| Fairplex Park | Stanislaus County Fair |
| Fresno Club One | Surfside Race Place at Del Mar |
| Hollywood Park Racing Association | Sycuan Gaming Center |
| Kern County Fair | The Derby Club, Seaside Park, Ventura Fair |
| Los Alamitos Race Course | The Horseman's Club, Santa Barbara Co. Fair |
| Monterey County Fair | The Jockey Club at San Mateo |
| OC Tavern Sports Bar and Grill | Tulare County Fair |
| San Joaquin County Fair | Viejas Casino & Turf Club |
| Santa Clara County Fair | Watch & Wager, Antelope Valley Fairgrounds |
| Shalimar Sports Center, Riverside Fair | |

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

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

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":

THOROUGHBRED SIMULCAST RACES TO BE IMPORTED

| Name of Host Track | Race Dates | Full Card or Selected Feature and/or Stakes Races |
|---------------------|---------------------------------|---|
| Aqueduct | September 28 – November 6, 2011 | Full or Partial Cards |
| Belmont | September 28 – November 6, 2011 | Full or Partial Cards |
| Beulah | September 28 – November 6, 2011 | Full or Partial Cards |
| Calder Race Course: | September 28 – November 6, 2011 | Full or Partial Cards |
| Charlestown | September 28 – November 6, 2011 | Full or Partial Cards |
| Churchill Downs | September 28 – November 6, 2011 | Full or Partial Cards |
| Delaware Park | September 28 – November 6, 2011 | Full or Partial Cards |
| Finger Lakes | September 28 – November 6, 2011 | Full or Partial Cards |

| | | |
|---------------------------|---------------------------------|-----------------------|
| Fort Erie | September 28 – November 6, 2011 | Full or Partial Cards |
| Hastings | September 28 – November 6, 2011 | Full or Partial Cards |
| Hawthorne | September 28 – November 6, 2011 | Full or Partial Cards |
| Hoosier | September 28 – November 6, 2011 | Full or Partial Cards |
| Keeneland | September 28 – November 6, 2011 | Full or Partial Cards |
| Laurel Park | September 28 – November 6, 2011 | Full or Partial Cards |
| Mountaineer Park | September 28 – November 6, 2011 | Full or Partial Cards |
| PARX Racing, Philadelphia | September 28 – November 6, 2011 | Full or Partial Cards |
| Penn National | September 28 – November 6, 2011 | Full or Partial Cards |
| Presque Isle | September 28 – November 6, 2011 | Full or Partial Cards |
| Remington Park | September 28 – November 6, 2011 | Full or Partial Cards |
| Retama Park | September 28 – November 6, 2011 | Full or Partial Cards |
| South America Racing | September 28 – November 6, 2011 | Full or Partial Cards |
| Suffolk Downs | September 28 – November 6, 2011 | Full or Partial Cards |
| Thistledown | September 28 – November 6, 2011 | Full or Partial Cards |
| Turf Paradise | September 28 – November 6, 2011 | Full or Partial Cards |
| Turfway | September 28 – November 6, 2011 | Full or Partial Cards |
| United Kingdom | September 28 – November 6, 2011 | Full or Partial Cards |
| Woodbine | September 28 – November 6, 2011 | Full or Partial Cards |
| Zia Park | September 28 – November 6, 2011 | Full or Partial Cards |

QUARTER HORSE SIMULCAST RACES TO BE IMPORTED

Name of Host Track Race Dates Full Card or 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": N/A

STANDARD BRED HORSE SIMULCAST RACES TO BE IMPORTED

Name of Host Track Race Dates Full Card or 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": N/A

HARNESS SIMULCAST RACES TO BE IMPORTED

Name of Host Track Race Dates Full Card or 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 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

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 and 19596.3, attach a copy showing the agreement by the appropriate racing association(s). N/A

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).

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, 19596.3, 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 vaning 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.)

10. 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:

**Board of Directors
Pacific Racing Association
285 W. Huntington Drive
Arcadia, CA 91007**

- B. Names and addresses of the trustees or directors of the distributing agent:
**Pacific Racing Association
Frank De Marco, Secretary
285 W. Huntington Drive
Arcadia, CA 91007**
- C. Dates the association will conduct races as charity racing days OR:
- 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).

11. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

- A. Racing officials nominated:

| | |
|---|--|
| <p>Association Veterinarian(s) Clerk of Scales Clerk of the Course Film Specialist Horse Identifier Horseshoe Inspector Paddock Judge Patrol Judges Placing Judges Starter Timer</p> | <p>Dr. Dana Stead Kevin Colosi Melanie Stubblefield Ruben Hernandez Jennifer Paige Victor Tovar Ken Goldberg Ruben Hernandez, Ken Goldberg Bob Moreno, Lisa Jones Jay Slender Dane Nelson</p> |
|---|--|
- B. Management officials in the racing department:

| | |
|---|---|
| <p>Director of Racing Racing Secretary Assistant Racing Secretary Paymaster of Purses Others (identify by name and title) Assistant Clerk of Scales</p> | <p>Michael J. Harlow Rick Hammerle Richard Wheeler Cece Connor Charles McCaul</p> |
|---|---|
- 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:
Plusmic Corporation USA/Bill O'Brien Expires December 31, 2012.

- E. Photo patrol video equipment to be used to record all races, name of the person supplying the service, and expiration date of the service contract. Specify the number and location of cameras for dirt and turf tracks. **In-house Video System:**

MAJOR VIDEO EQUIPMENT LISTING

Cameras

- o All cameras, except ENG cameras, are BTS LDK 91 or BTS LDK 100 broadcast color cameras.
- o All cameras are equipped with Fujinon lens and Vinten camera Support Equipment.
- o All cameras (except the 2 wireless) are on triax camera control systems.
- o ENG cameras are Sony DVW-700 digital betacams.
- o Enclosed saddling stall cameras are high-8 lock-down cameras.

Camera Positions

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

Public

- o 250 - 13" Gateway Flat Screen Monitors
- o 30 - 42" LG Plasma Monitors
- o Over 600 - 9" Sony receivers
- o Over 500 - 27" Sony receivers
- o Over 350 - 32" Sony receivers
- o Over 75 - 13" Sony receivers
- o Over 150 - 10" Sony receivers
- o 150 - 20" Sony receivers
- o 8 - Barco Video Projectors
- o 40'x53' Display Ad Large screen LED video board
- o Barco LED Screens
- o 32' x 18' Barco mobile LED video board

Control Room Equipment

- | | |
|---|--|
| o 1 - Tektronix 4-channel digital profile file server | o GVG video DAs |
| o 1 - Digital Betacam VTP | o 1 - GVG GF-40 character generator/paint system |
| o 2 - Composite Digital Video Tape recorders | o 1 - GVG DSS-4 stillstore |
| o 6 - Betacam record/play VCRs with slo-mo | o 1 - Quanta character generator |
| o 2 - Betacam record/play VCRs | o Sony video monitors |
| o 1 - 3/4" Umatic record/play VCR | o 5 - Tektronix WFM and V-scopes |
| o 1 - 3/4" Umatic VCR | o 1 - GVG 100 video switchers |
| o 5 - Digital Beta cam VCR's | o 2 - Soundcraft Delta audio mixers |
| o 1 - GVG IPS-110 Editor | o 1 - GVG 251 Editor |
| o 2 - Hi 8 record/play VCR | o 30 - Jerold TV Modulators |
| o 6 - VHS record/play VCR | o 2 - Chyron MAX! Graphics Generators |
| o 1 - BTS 128x128 video router with 64x64 stereo audio follow | o 2 - Chyron Maxine! Graphics Generators |
| o 1 - GVG 3000 composite digital switcher w/dual MEs, PVW/PGM | o Abekes Dveous digital effects machine |
| o 1 - Dual channel GVG DPM 700 digital effects system | o Sony DVD Recorder/Players |

Number and location of cameras for dirt and turf tracks:

- | | |
|--|--|
| o 1 Tight Pan | o 1 3/8 th camera <i>turf</i> |
| o 1 Loose Pan | o 1 3/16 th camera <i>dirt</i> |
| o 1 7/8 th camera <i>dirt</i> | o 1 3/16 th camera <i>turf</i> |
| o 1 7/8 th camera <i>turf</i> | o 1 1/4 pole camera |
| o 1 RF Starting Gate camera | o 1 hillside camera <i>turf</i> |
| o 1 3/8 th camera <i>dirt</i> | o 1 5/16 th camera <i>dirt/turf</i> |

- 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.

12. SECURITY CONTROLS

- A. Name and title of the person responsible for security controls on the premises. Include an organizational chart of the security department and a list of the names of security personnel and contact telephone numbers.

Richard Honaker, Director of Operations & Security

Lou Scalera, Chief of Security

Front Side Security Office (626) 574-6406

Stable Security Office (626) 574-6469

Organizational Chart: (Attached)

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

| | |
|---------------------------|--------------------------------|
| 1 Chief of Security | 1 Risk Manager |
| 1 Stable Security Manager | 1 Fire Marshall |
| 4 Investigators | 13 Gatemen |
| 1 Dispatcher/Child Care | 1 Stable Credentials Secretary |
| 36 Security Guards | |

1. Attach a written plan for enhanced security for graded stakes races, and races of \$100,000 or more, to include the number of security guards in the restricted areas during a 24-hour period and a plan for detention barns.

Security for stakes races will be deployed in accordance with the Race Meet Agreement with the TOC in conjunction with the direction of the CHRB.

2. Detention Barns:

- a. Attach a plan for use of graded stakes or overnight races.

As defined by our Race Meet Agreement with TOC, CTT and CHRB directives.

- b. Number of security guards in the detention barn area during a 24-hour period.

As needed at the direction of the CHRB.

- c. Describe number and location of surveillance cameras in detention barn area.

Santa Anita Park operates a detention barn located at Barn 121, stalls 9, 10, 11, 12, 12A, 14, 20 and 21 with each having a camera installed offering a wide angle view of the entire stall. In addition, on the outside of stalls 4, 7, 12A and 14, cameras have been installed offering wide-angle views of the shed row from both directions. The stable gates are included with the cameras as mentioned above and all of these cameras are controlled by the same measures.

3. TCO2 Testing:

- a. Number of races to be tested, and number of horses entered in each race to be tested.

Will follow CHRB staff directives.

- b. Plan for enhanced surveillance for trainers with high-test results.

Contractual obligations with TOC, CTT and CHRB directives will be followed.

- c. Plan for detention barns for repeat offenders.

In compliance with our Race Meet Agreement with TOC and at the direction of the CHRB.

- d. Number of security personnel assigned to the TCO2 program.

As needed per the advice of CHRB staff.

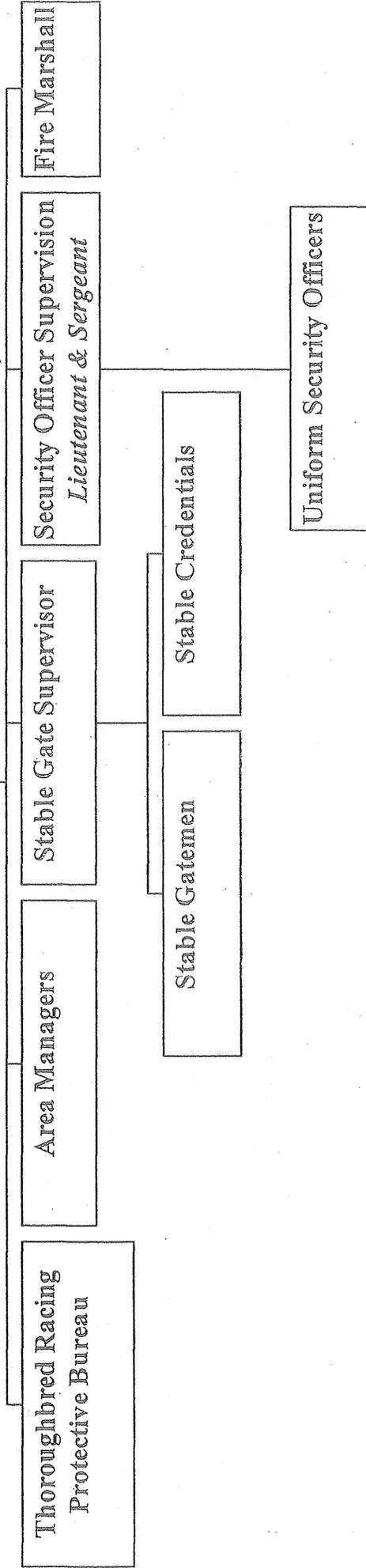
- C. Describe the electronic security system:

Electronic security system consists of video cameras with the ability to pan, tilt and zoom remotely. Camera monitors and control points are managed from secure locations. Video recordings are maintained on hard drives. Also see 2C above.

SANTA ANITA PARK Security Live Racing

Director of Operations & Security
Dick Honaker

Chief of Security
Lou Scalera





EMERGENCY MEDICAL PROCEDURES FOR ON-TRACK INJURY TO JOCKEYS

“FIRST RESPONSE”

- In the event of an accident, SANTA ANITA Trackside Human Ambulance “Unit 41T “ which is manned by SANTA ANITA-contracted EMTs and is following the horses and jockeys in the race will respond immediately to the site of the accident. The attending EMT’s shall arrive equipped with basic cardiac life support (BCLS), AED, and full C-spine equipment
- An “on-site evaluation” of injuries to the jockey(s) shall be made by Unit 41T.



“ON-SITE EVALUATION”

- Based on the EMT’s “on-site evaluation” of injuries , a decision shall be made to either treat the injured jockey(s) on-site or to transport to Methodist Hospital Emergency Room.
 - If on-site treatment is deemed sufficient, Unit 41T shall transport the injured jockey(s) directly to the First Aid Office where the Track Physician will be primary care provider or,
 - If off-site treatment is deemed necessary Unit 41 will have the Security Department (channel 1) contact the emergency room and advised them of the situation. Unit 41 will then transport jockey(s) to Methodist Hospital Emergency Room.



“INJURY TREATMENT”

- If the injured jockey(s) is treated at the First Aid Office the Track Physician shall be the primary care provider unless or until the Track Physician surrenders custody of the patient based on his/her medical judgment;
 - If deemed necessary Unit 41T will transport the injured jockey(s) to Methodist Hospital.
 - If more than two jockeys need to be transported to the hospital, the City of Arcadia Fire Department will be requested for assistance in transportation.



(Spanish)

PROCEDIMIENTO MEDICO de EMERGENCIAS
PARA HERIDAS A JINETES EN LA PISTA

“PRIMEROS AUXILIOS”

- En el evento de un accidente, la ambulancia humana de SANTA ANITA “Unidad 41T” es manejada por las EMT’s contractados por la SANTA ANITA, seguiran a los caballos y jinetes en la carrera para responder inmediatamente al sitio del accident. El EMT arrivara con el equipo cardiaco basico (BCLS), AED, y equipo para la espina dorsal.
- Un evaluacion de las heridas al jinete seran hechas en sitio del accidente por la Unidad 41T.



“EVALUACION EN EL SITIO DEL ACCIDENTE”

- La decision de transporter al jinete a la sala de emergencias del Hospital Methodista o de ser tratado en la oficina de primeros auxilios del hipodromo sera basada en la evaluacion hecha por el EMT en el sitio del accidente sobre las heridas sufridas.
 - Si el tratamiento es suficiente en el sitio del accidente. La Unidad 41T transportara al jinete directamente a la oficina de primeros auxilios donde el doctor del hipodromo sera el proveedor medico primario.
 - Si se cree que es necesario la Unidad 41T se comunicara con el departamento de seguridad (Canal 1) para que ellos le informen a la sala de emergencias y avisen sobre la situacion. La Unidad 41T entonces transportara el jinetete a la Sala de Emergencias del Hospital Methodista.



“TRATAMIENTO DE LAS HERIDAS”

- Si el jinete herido es tratado en la oficina de primeros auxilios, el doctor del hipodromo sera el proveedor medico primario al no ser que el doctor del hipodromo entregue custodia del paciente basado en su dictamen medico;
 - Si se cree necesario la Unidad 41T transportara al jinete al Hospital Methodista.
 - Si mas de dos jinetes necesitan transportacion al hospital, se le pedira a al Departamento de Bomberos de la Ciudad de Arcadia de sus asistencia en la transportacion.

- I. Name of the workers' compensation insurance carrier for the association and the number of the insurance policy (if self-insured, provide details):
Hartford Casualty Insurance, One Hartford Plaza, Hartford, CT 06114
Policy #WC 41-WE BE1284 Effective: 6/30/2011 Expires: 6/30/2012
- J. 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 that secures the liability of the association for payment of workers' compensation.

Certificate attached.

NOTICE TO APPLICANT: Every licensee conducting a horse racing meeting shall pursuant to B&P Code 19481.3 maintain, staff, and supply an on-track first aid facility, that may be either permanent or mobile, and which shall be staffed and equipped as directed by the board. A qualified and licensed physician shall be on duty at all times during live racing, except that this provision shall not apply to any quarter horse racing at the racetrack if there is a hospital situated no more than 1.5 miles from the racetrack and the racetrack has an agreement with the hospital to provide emergency medical services to jockeys and riders. An ambulance licensed to operate on public highways provided by the track shall be available at all times during live racing and shall be staffed by two emergency medical technicians licensed in accordance with Division 2.5 (commencing with Section 1797) of the Health and Safety Code, one of whom may be an Emergency Medical Technician Paramedic, as defined in Section 1797.84 of the Health and Safety Code. (b) Each racing association and racing fair shall adopt and maintain an emergency medical plan detailing the procedures that shall be used in the event of an on-track injury. The plan shall be posted in each jockey room in English and Spanish. (c) Prior to every race meeting, the racing association or racing fair shall contact area hospitals to coordinate procedures for the rapid admittance and treatment of emergency injuries. (d) Each racing association or racing fair shall designate a health and safety manager and assistant manager, who shall be responsible for compliance with the provisions of this section and one of whom shall be on duty at all times when live racing is conducted. The health and safety manager may, at the discretion of the racing association, be the person designated to perform risk management duties on behalf of the association.

14. 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
6288 Highland Meadows Drive
Medina, OH 44256

Winners Card Corp. (CHRB-25A and CHRB-87 on file with CHRB.)
% Don Harris
924 Knob Hill Avenue
Redondo Beach, CA 90277-4538

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)
Jason Karches
2080 Las Palmas Drive
Carlsbad, CA 92009

Triangle Turf Winners (CHRB-25A and CHRB-87 on file with CHRB.)
William Archer
1 Scott Street
Gardnerville, NY 89410

Ref. No. 320006403477

CERTIFICATE OF INSURANCE

Aon Reed Stenhouse Inc.
 20 Bay Street
 Toronto ON M5J 2N9
 tel 416-868-5500 fax 416-868-5580

Re: Evidence of Insurance

California Horse Racing Board
 Attention : Insurance Department
 1010 Hurley Way
 Sacramento, CA 95825
 USA

Insurance as described herein has been arranged on behalf of the Insured named herein under the following policy(ies) and as more fully described by the terms, conditions, exclusions and provisions contained in the said policy(ies) and any endorsements attached thereto.

Insured

Pacific Racing Association dba Santa Anita Park
 285 West Huntington Drive
 Arcadia, CA 91007
 USA

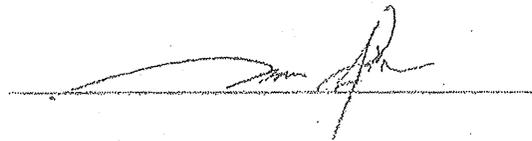
Coverage

| | | | |
|-------------------------------------|---|----------------------------------|-------------|
| US Workers Comp/Employers Liability | Insurer | Twin City Fire Insurance Company | |
| Policy # | 41 WE BE1284 | | |
| Effective | 30-Jun-2011 | Expiry | 30-Jun-2012 |
| Limits of Liability | Bodily Injury - by Accident USD1,000,000 Bodily Injury - by Disease, policy limit USD1,000,000 Bodily Injury - by Disease, each employee USD1,000,000 Workers Compensation As per applicable Law | | |

THIS CERTIFICATE CONSTITUTES A STATEMENT OF THE FACTS AS OF THE DATE OF ISSUANCE AND ARE SO REPRESENTED AND WARRANTED ONLY TO THE INSURED. OTHER PERSONS RELYING ON THIS CERTIFICATE DO SO AT THEIR OWN RISK.

Aon Reed Stenhouse Inc.

Dated : 08-August-2011
 Issued By : Townsend, Tyler
 Tel : +14168685583



THE POLICY CONTAINS A CLAUSE THAT MAY LIMIT THE AMOUNT PAYABLE
 OR, IN THE CASE OF AUTOMOBILE INSURANCE,
 THE POLICY CONTAINS A PARTIAL PAYMENT OF LOSS CLAUSE





June 1, 2011

City of Arcadia

California Horse Racing Board
1010 Hurley Way, Suite 300
Sacramento, CA 95825

Fire Department

RE: Los Angeles Turf Club Fire Clearance (Fall Meet & Simulcast)

To Whom It May Concern:

The Arcadia Fire Department, Fire Prevention Bureau, conducted a Fire and Life Safety Inspection of the facilities at Los Angeles Turf Club to be used for the 2011 Fall Meet including Simulcast until November 6, 2011.

It is requested that this letter be accepted as the report of that inspection. During this inspection no serious fire or life safety code violations were noted, and all permitted uses may continue.

In accordance with regulations as adopted by the California Horse Racing Board, this letter may be accepted as a fire clearance from this office for the aforementioned Racing Meet at Los Angeles Turf Club, Arcadia, California.

Sincerely,

Mark Krikorian
Fire Marshal

- cc: George Haines, General Manager, L.A.T.C.
- Mary Saenz, Office Operations, L.A.T.C.
- Jason Spetnagel, Director of Facilities & Grounds, L.A.T.C.
- Ed Martinez, Asst. Facility Manager, L.A.T.C.
- Jerry Gardner, Fire Safety Consultant, L.A.T.C.
- Mike Miser, Fire Marshal, L.A.T.C.

15. ON-TRACK ATTENDANCE/FAN DEVELOPMENT

A. Describe any promotional plans:

The ad campaign theme will be: Autumn Racing at Santa Anita is Back and Better Than Ever

Week One: Santa Anita opens Friday, September 30. We are proposing a \$1 food day including hot dogs, beer and soft drinks.

Saturday (10/1), we will host the first of two Gourmet Food Truck Festivals

Sunday (10/2) is the first giveaway of the meet, a very cool stadium blanket with new Santa Anita racing art.

Week Two: A 5 day race week because of the Columbus Day holiday.

Saturday (10/8), we will host a regional Bar-B-Q event in the infield with a live concert. Additionally, we will offer core, provisional and lapsed Thoroughbreds two clubhouse passes and provisional and lapsed Thoroughbreds will also receive a mystery mutuel voucher through direct mail.

Sunday (10/9), the same passes will be good, but for Sunday the mystery mutuel voucher will be delivered to Core players, our best constituency.

Monday, Columbus Day (10/10), we are requesting our second and last Dollar Day for food items such as hot dogs, beer and soft drinks. Passes and provisional/lapsed vouchers can be used on this day, too.

Week Three:

Saturday (10/15) is the payoff for Thoroughbreds visits made on the first three Saturdays of the meet.

It's a terrific giveaway, a Santa Anita Thoroughbreds Football Jersey in autumn colors.

Sunday (10/16) Road Kings Car Show

Week Four:

Saturday (10/22) Oktoberfest Infield Event with Live Band and Radio Media Partner

Week Five:

Saturday (10/29) Cal Cup T-Shirt Giveaway to all attending

Week Six:

Friday (11/4) Breeders' Cup Friday

Saturday (11/5) Breeders' Cup Saturday featuring the second Gourmet Food Truck Festival of the meet

Sunday (11/6) Closing Day, Breeders' Cup Bounce Back (Daylight Savings Time in effect)

Please note: Every Thursday is Free Thursdays for Seniors. Is there any advantage to switching free admission to seniors to Friday, now that we no longer offer Free Fridays?

There are opportunities that cannot be addressed yet. For instance, labor disputes leading to the shutdown of professional football and/or basketball this fall.

New wagers and lower takeout wagers are in the works and will be addressed and formalized shortly. A separate ad campaign using DRF and appropriate outlets will be utilized to deliver this message.

B. Number of hosts and hostesses employed for meeting:

1. Patron Service Representatives (through Group Sales) 1-4 per day, depending on total groups' bookings by day, that offers handicapping assistance for newcomers.
2. Patron Service Representatives (through Operations) 4-12 per day, depending on needs.
3. Hosts & Hostesses, 15 weekdays, 18-20 weekends

C. Describe facilities set aside for new fans:

1. Newcomers' Seminar offers a daily handicapping seminar one hour before first post (locations vary).
2. Baldwin Terrace which over looks the Top O' the Stretch from the Mezzanine level hosts the Jim Quinn All-Day Seminar's.
3. Fans Forum located in the East Paddock Gardens hosts a handicapping seminar every Saturday and Sunday.

D. Describe any improvements to the physical facility in advance of the meeting that directly benefit:

- Fans: General maintenance and cleaning of the facility as needed.
- Horsemen: Renovation of race track.
- Facilities in the restricted areas: Continuing repair program to improve overall conditions.

16. SCHEDULE OF CHARGES

A. Proposed charges, note any changes from the previous year:

| | | |
|------------------------------|----------|----------------------------|
| Admission (general) | \$ 5.00 | |
| Admission (clubhouse) | \$ 8.50 | |
| Admission (turf club) | \$ 20.00 | |
| Reserved seating (general) | Free | |
| Reserved seating (clubhouse) | \$ 5.00 | Sold on premium days only. |
| Daily Box Seat | \$ 7.50 | Sold every day. |
| Parking (general) | \$ 4.00 | |
| Parking (preferred) | \$ 6.00 | |
| Parking (valet) | \$ 10.00 | |
| Programs (on-track) | \$ 2.25 | |
| (off-track) | \$ 2.25 | |

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

| | | |
|-----------------------------|----------|-----------|
| Turf Club Season admission: | \$225.00 | One Card |
| | \$425.00 | Two Cards |
| Season Box Seat: | \$110.00 | per seat |

D. Describe any "package" plans such as combined parking, admission and program: N/A

17. JOCKEYS/DRIVERS' QUARTERS

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

| | | |
|--|---|--|
| <input checked="" type="checkbox"/> Corners (lockers and cubicles) | How many | <input style="width: 50px;" type="text" value="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, but in separate quarters.
 They share food and beverage service area.

18. BACKSTRETCH EMPLOYEE HOUSING

- A. Inspection of backstretch housing has been requested and will be completed prior to the beginning of the race meeting.
- 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

19. TRACK SAFETY

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

| |
|-------|
| 5,200 |
|-------|

 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.
Inside rail of the main track has metal goosenecks with a 6 inch aluminum rail and covering. Main track outside rail is a 4 inch round rail on a metal gooseneck. Turf Course has metal gooseneck with a 4 inch round rail with safety netting. The outside turf rail is a 2 inch metal rail.
- C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474:
George Haines, President, Los Angeles Turf Club, Incorporated and (as of) Racing Assn of California
- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474. **On file**
- 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**

20. 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.

TOC Agreement attached and CTT Agreement 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). N/A

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.

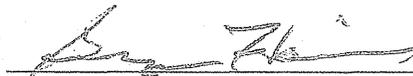
NOTICE TO APPLICANT: Pursuant to CHRB Rules 1870 and 1871, the CHRB shall be given 15 days' notice in writing of any intention to terminate a horse racing meeting or the engagements or services of any licensee, approved concessionaire, or approved service contractor.

21. 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.

George Haines

Print Name


Signature

President

Print Title

June 29, 2011

Date

STAFF ANALYSIS

August 25, 2011

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE PACIFIC RACING ASSOCIATION AT GOLDEN GATE FIELDS OCTOBER 19, 2011 THROUGH DECEMBER 18, 2011.

Pacific Racing Association (PRA) filed its application to conduct a thoroughbred horse racing meeting at Golden Gate Fields:

- October 19, 2011 through December 18, 2011, or 36 days. PRA proposes to race a total of 306 races, or 8.50 races per day. In the fall of 2010, PRA ran 42 days at GGF from October 20, 2010 through December 19, 2010. It ran a total of 354 races, or 8.43 races per day with an average of 6.76 runners per race during the 2010 fall meet. The average daily purse for the 2010 fall race meeting was \$144,657.67. The (estimated) average daily purse for this meet is \$147,705.69.

| October - 2011 | | | | | | |
|----------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | | 1 |
| 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 23 | 24 | 25 | 26 | 27 | 28 | 29 |
| 30 | 31 | | | | | |

| November - 2011 | | | | | | |
|-----------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | 1 | 2 | 3 | 4 | 5 |
| 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| 13 | 14 | 15 | 16 | 17 | 18 | 19 |
| 20 | 21 | 22 | 23 | 24 | 25 | 26 |
| 27 | 28 | 29 | 30 | | | |
| | | | | | | |

| December - 2011 | | | | | | |
|-----------------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | 1 | 2 | 3 |
| 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| 11 | 12 | 13 | 14 | 15 | 16 | 17 |
| 18 | 19 | 20 | 21 | 22 | 23 | 24 |
| 25 | 26 | 27 | 28 | 29 | 30 | 31 |
| | | | | | | |

- Racing 4 days per week, Thursday through Sunday the entire racing meeting.
- 8 races weekdays and 9 on weekends and holidays. If the horse population permits, PRA may run additional races over the four days.
- First post 12:45 p.m. daily with the following exceptions:
 - Saturday, November 5, 2011 (Breeders' Cup) – 12:00 p.m.
 - Thursday, November 24, 2011 (Thanksgiving) – 11:15 a.m.
 - Request the option to change post times to coordinate north/south and Breeders' Cup signals.
- Wagering program will use CHRB and ARCI rules.
 - Early wagering will not be offered.
- The Advance Deposit Wagering (ADW) providers are Xpressbet, Youbet, TwinSpines and TVG.

Pursuant to Business and Profession Code section 19604, specific provisions must be met before an ADW provider can accept wagers.

Summary of B&P code 19604

To accept wagers on races conducted in California from a resident of California.

- The ADW provider must be licensed by the Board.
- A written agreement allowing those wagers exists with the racing association or fair conducting the races on which the wagers are made.
- The agreement shall have been approved in writing by the horsemen's organization responsible for negotiating purse agreements for the breed on which the wagers are made.

To accept wagers on races conducted outside of California from a resident of California.

- The ADW provider must be licensed by the Board.
- There is a hub agreement between the ADW provider and one or both of (i) one or more racing associations or fairs that together conduct no fewer than five weeks of live racing on the breed on which wagering is conducted during the calendar year during which the wager is placed, and (ii) the horsemen's organization responsible for negotiating purse agreements for the breed on which wagering is conducted.

Documents received in compliance with Business and Professions code 19604:

- ODS Technologies, L.P. d/b/a TVG Network has submitted all documents required in compliance with Business and Professions code 19604.
- XpressBet, LLC has submitted all documents required in compliance with Business and Professions code 19604.
- Churchill Downs Technology Initiatives Company, dba Twinpires, has submitted all documents required in compliance with Business and Professions code 19604.
- Simulcasting conducted with out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.
- Request Patrick Kealy be appointed horse identifier pursuant to CHRB Rule 1525.
- Track safety inspection has been requested and will be completed before the race meeting begins.
- Inspection of backstretch worker housing has been requested and will be completed before the race meeting begins.

RECOMMENDATION:

Staff recommends that the Board approve the application.

STATE OF CALIFORNIA
CALIFORNIA HORSE RACING BOARD
APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING
CHRB-17 (Rev 12/06)

Application is hereby made to the California Horse Racing Board (CHRB) for a license to conduct a horse racing 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:

Pacific Racing Association
1100 Eastshore Highway
Berkeley, California 94710
Phone (510) 559-7300

Administration Fax (510) 559-7464

B. Breed of horse: TB QH H

C. Racetrack name: Golden Gate Fields

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. On file with the Board.

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 19, 2011 through December 18, 2011

B. Actual dates racing will be held: October 20-23, 27-30; November 3-6, 10-13, 17-20, 24-27; December 1-4, 8-11, 15-18.

C. Total number of days or nights of racing: 36 days

D. Days or nights of the week races will be held:
 Wed - Sun Tues - Sat Other (specify)

Racing Thursdays - Sundays
Exceptions: None

E. Number of days or nights of racing per week: 4 days per week.

| | | |
|-------------------------------|--------------------|-----------------------|
| Application received: 7/19/11 | CHRB CERTIFICATION | Hearing date: 8/25/11 |
| Deposit received: | | Approved date: |
| Reviewed: <i>[Signature]</i> | | License number: |

3. RACING PROGRAM

- A. Total number of races: 306
- B. Number of races for each day or night: 8.50 will be the average throughout the meet; we propose to conduct 8 races on weekdays and 9 races on weekends and holidays. If the horse population permits, we may run additional races over the four days.
- C. Total number of stakes races: 7
(3 Non-Overnight Stakes, 4 Overnight Stakes)
- 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. 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:
 - Race 1 12:45 p.m.
 - Race 2 1:15 p.m.
 - Race 3 1:45 p.m.
 - Race 4 2:15 p.m.
 - Race 5 2:45 p.m.
 - Race 6 3:15 p.m.
 - Race 7 3:45 p.m.
 - Race 8 4:15 p.m.
 - Race 9 4:45 p.m.
 - Race 10 5:15 p.m. (When applicable)

Exceptions:

| | | |
|-----------------------------|---------------|------------|
| Saturday, November 5, 2011 | Breeders' Cup | 12:00 noon |
| Thursday, November 24, 2011 | Thanksgiving | 11:15 a.m. |

Request the option to change post time schedules in order to coordinate North/South and Breeders' Cup signals.

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).

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. On File.

Golden Gate Fields
Stakes Schedule
Fall Meet 2011

The Oakland
Three Year Olds and Upward
\$50,000 Added (Overnight)
Six Furlongs
Saturday, October 22, 2011

The Golden Gate Debutante
Fillies, Two Years Old
\$50,000 Added (Overnight)
Six Furlongs
Saturday, November 5, 2011

The Golden Nugget
Two year Olds
\$50,000 Added (Overnight)
Six Furlongs
Saturday, November 12, 2011

The All American GIII
Three Year Olds and Upward
\$100,000 Guaranteed (Non-Overnight)
One Mile and One Furlong
Friday, November 25, 2011

The Corte Madera
Fillies, Two Years Old
\$75,000 Guaranteed (Non-Overnight)
One Mile
Saturday, December 3, 2011

The Gold Rush
Two Year Olds
\$75,000 Guaranteed (Non-Overnight)
One Mile
Saturday, December 10, 2011

The Pacific Heights
Fillies and Mares, Three Year Olds and Upward
California Bred (Overnight)
\$75,000 Added (Inc \$25,000 CBRF)
One Mile and One Furlong (Turf)
Saturday, December 17, 2011

C. CORPORATION

1. Registered name of the corporation: Pacific Racing Association
2. State where incorporated: California
3. Registry or file number for the corporation: Federal ID #94-1585367
California ID #173-1919-5
4. Names of all officers and directors, titles, and the number of shares of the corporation held by each:
 - Greg Avioli, CEO (Director/Officer)
 - Lyle Strachan, Executive Vice President, Finance (Director/Officer)
 - Mike Rogers, Vice President, Operations (Director/Officer)
 - George Haines, President (Officer)
 - Frank DeMarco Jr., Vice President Regulatory Affairs and Secretary (Officer)
 - Gina Lavo, Controller (Officer)
 - Peter W. Tunney, Executive Vice President (Officer)
 - Robert Hartman, Vice President and General Manager (Officer)
 - Calvin Rainey, Vice President and Assistant General Manager (Officer)
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:
 - MI Developments Investments, Inc. – 69,347 shares: as of June 30, 2011
 - The shares of MI Developments Investments, Inc. are controlled by the Stronach Group, a business entity owned 100% by Frank Stronach.
6. Number of outstanding shares in the corporation: 69,347
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: Not applicable
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 audited annual financial statement for the licensee, 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. The licensee may submit the audited consolidated annual financial statements of its parent owner if the parent owner is a publicly traded company and guarantees the obligations of the licensee. Audited PRA financials submitted to Board along with PRA financial narrative.

D. LLC

1. Registered name of the LLC: Not applicable
2. State where articles of organization are filed: Not applicable
3. Registry or file number for the LLC: Not applicable
4. Names of all officers and directors, titles, and the number of shares of the LLC held by each: Not applicable
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: Not applicable

8. Attach the most recent audited annual financial statement for the licensee, 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. Not applicable

E. OTHER

1. Name(s) of partners/sole proprietor: Not applicable
 2. If a partnership, attach partnership agreement. Not applicable

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:

Greg Avioli, CEO

Lyle Strachan, Executive Vice President, Finance

Mike Rogers, Vice President, Operations

George Haines, President

Frank DeMarco, Jr., Vice President Regulatory Affairs and Secretary

Robert Hartman, Vice President and General Manager

Peter W. Tunney, Executive Vice President

Calvin Rainey, Vice President, Assistant General Manager

Adam Njaa, Controller

Jerry Aldoroty, Director of Hospitality and Sales

Bryan Wayte, Mutuel Manager

Tom Ferrall, Publicity Manager

Merry Scalzo, Director of Operations

Dan Cirimele, Marketing Manager

T.W. Johnson, Security Manager

Michael Wrona, Announcer

Juan Meza, Track Superintendent

Richard Somers, Price Maker

William Vassar, Track Photographer

Robert Hemmer, Operations Manager

David Seftel, M.D., Track Physician

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:

Robert Hartman, Vice President and General Manager

5. PURSE PROGRAM

- A. Purse distribution: *Prior meet actual represents 10/20/10 – 12/19/10 (42 Days)*

1. All races other than stakes:
 Current meet estimate: \$4,311,000.00
 Prior meet actual: \$5,029,552.00

Average Daily Purse (5A1 ÷ number of days):

Current meet estimate: \$119,750.00

Prior meet actual: \$119,751.24

2. Overnight stakes: (Doesn't include \$25,000 CBRF)

Current meet estimate: \$200,000.00

Prior meet actual: \$198,950.00

Average Daily Purse (5A2 ÷ number of days):

Current meet estimate: \$5,555.56

Prior meet actual: \$4,736.90

3. Non-overnight stakes:

Current meet estimate: \$250,000.00

Prior meet actual: \$227,400.00

Average Daily Purse (5A3 ÷ number of days):

Current meet estimate: \$6,944.44

Prior meet actual: \$5,414.29

B. Stakes races:

1. Purse distribution for all stakes races:

Current meet estimate: \$450,000.00

Prior meet actual: \$426,350.00

Average Daily Purse (5B1 ÷ number of days):

Current meet estimate: \$12,500.00

Prior meet actual: \$10,151.19

2. Percentage of the purse distribution for all stakes races that will be distributed for California-bred stakes races:

Current meet estimate: 11.0%

Prior meet actual: 11.7%

Average Daily Purse (5B2 ÷ number of days):

Current meet estimate: .31%

Prior meet actual: .28%

C. Funds to be generated for all California-bred incentive awards:

Current meet estimate: \$378,992.00

Prior meet actual: \$423,820.26

D. Payment to each recognized horsemen's organization contracting with the association and the name(s) of the organization(s):

Recognized Horsemen's Organization

Current meet estimate:

TOC (NTRA Contribution) \$ 73,052.34

TOC \$ 41,744.19

CTT (Administration) \$ 20,872.10

CTT (Pension) \$ 41,744.19

Total \$177,412.82

Prior meet actual:

TOC (NTRA Contribution) \$ 80,664.68

TOC \$ 46,094.10

CTT (Administration) \$ 23,047.05

CTT (Pension) \$ 46,094.10

Total \$195,899.93

- E. Amount from all sources to be distributed in the form of purses or other benefits to horsemen (5A+5C+5D):

Current meet estimate: \$5,317,404.82

Prior meet actual: \$6,075,622.19

Average Daily Purse (5E ÷ number of days):

Current meet estimate: \$147,705.69

Prior meet actual: \$144,657.67

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

Current meet estimate: \$3,587,142.00

Prior meet actual: \$3,440,985.13

Average Daily Purse (5F ÷ number of days):

Current meet estimate: \$99,642.83

Prior meet actual: \$81,928.22

- G. Purse funds to be generated from interstate handle:

Current meet estimate: \$1,111,831.00

Prior meet actual: \$1,172,246.50

Average Daily Purse (5G ÷ number of days):

Current meet estimate: \$30,884.19

Prior meet actual: \$27,910.63

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

Wells Fargo Bank - Account # On File

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

Bowen & McBeth, 10722 Arrow Route, Suite 110, Rancho Cucamonga, California 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; **shall not** be transferred to a parent corporation outside the State of California; 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: 1325
- B. Minimum number of stalls believed necessary for the meeting: 2000
- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers: 680
- D. Name and location of each off-site auxiliary stabling area and the number of stalls to be maintained at each site: Pleasanton - 680 Stalls
- E. Attach each contract or agreement between the association and the person(s) furnishing off-site stabling accommodations for eligible racehorses that cannot be provided stabling on-site. **On file.**

Complete subsections F through H 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: 1405
- G. Estimated cost to provide off-site stalls for this meeting. Show cost per day per stall:
 Stabling costs for this meet: \$504,000.00
 Stabling costs per day per stall: \$10.30
- H. Estimated cost to provide vanning from off-site stalls for this meeting. Show fees to be paid for vanning per-horse:
 Vanning fees for this meet: \$37,260.00 Vanning fee per horse: \$115.00

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), PK3 for pick three, PK4 for select four, PNP for pick (n) pool, PPN for place pick (n), Q for quinella, SF for superfecta, TRI for trifecta, and US for unlimited sweepstakes (pick 9).

| | TYPE OF WAGERS | APPLICABLE RULES |
|---------------|--|--|
| Example Race: | \$1 E; \$1 Double | CHRB #1959; RCI #VE |
| Race #1 | \$2 DD*; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$1 PPN%; \$.10 SF#; \$1 PNP! | CHRB#1957; 1959; 1958; 1977; 1979; 1976.8; 1979.1; 1976.9 |
| Race #2 | \$2 DD*; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$1 PPN%; \$.10 SF#; \$1 PNP! | CHRB#1957; 1959; 1958; 1977; 1979; 1976.8; 1979.1; 1976.9 |
| Race #3 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10SF#; \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |
| Race #4 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |
| Race #5 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP!; Super H5^^ | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9; ARCI #004-105 (Subsection T Pick (n) Position (x) Pools |
| Race #6 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |
| Race #7 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |

| | | |
|----------|--|--|
| Race #8 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |
| Race #9 | \$2 DD*; \$2 PNP@; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |
| Race #10 | \$2 DD*; \$2 PNP @; \$1 E; \$2 Q; \$1 PK3+; \$1 TRI++; \$.10 SF# \$1 PPN%; \$1 PNP! | CHRB#1957; 1976.9; 1959; 1958; 1977; 1979; 1979.1; 1976.8; 1976.9 |

- * - \$2 Daily Double on all races
- @ - \$2 Pick 6 on last six races
- + - \$1 Pick 3 on every race
- ++ - \$1 Trifecta on every eligible race
- # - \$.10 cent Superfecta on all eligible races
- % - \$1 Place Pick All on all races carded
- ! - \$.50 Pick 4 on first four and last four races
- ^^ - \$1 Pentafecta (Super High 5) in the 5th race only selecting the first five finishers in a same race. 100% payout on all tickets selecting five winners. No consolation; 100% carryover if no ticket has five winners.

- B. Maximum carryover pool to be allowed to accumulate before its distribution OR the date(s) designated for distribution of the carryover pool: December 18, 2011 for the period of October 19, 2011 through December 18, 2011.
- C. List any options requested with regard to exotic wagering: 2 Tier – 70%/30% split
\$2 Pick (n) Pool (Pick 6) will be offered on the final six races of each card, with 70% to the major pool or carryover, and 30% to the minor pool.
- 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 association and the simulcast organization, name of the person(s) supplying equipment, and expiration date of the service contract: Sportech (previously Scientific Games, LLC) Expires: September 2012

8. ADVANCE DEPOSIT WAGERING (ADW)

- A. Identify the ADW provider(s) to be used by the association for this race meeting:
Xpressbet
TwinSpires
TVG

9. SIMULCAST WAGERING PROGRAM

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

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

Northern California

- Alameda County Fair, Pleasanton
- Big Fresno Fair, Fresno
- California State Fair & Exposition, Sacramento
- Club One, Fresno
- Kern County Fair, Bakersfield
- Monterey County Fair, Monterey
- San Joaquin County Fair, Stockton
- San Mateo Event Center, San Mateo
- Santa Clara County Fair, San Jose
- Shasta District Fair, Anderson
- Solano County Fair, Vallejo
- Sonoma County Fair, Santa Rosa
- Stanislaus County Fair, Turlock
- Tulare County Fair, Tulare

Southern California

- Antelope Valley Fair, Lancaster
- Barona Casino, Lakeside
- California Mid-State Fair, Paso Robles
- Del Mar Thoroughbred Club, Del Mar
- Derby Club at Seaside Park, Ventura
- Fairplex Park, Pomona
- Hollywood Park, Inglewood
- Indian Fantasy Springs Casino, Indio
- Los Alamitos Racecourse, Los Alamitos
- National Orange Show, San Bernardino
- Santa Anita Park, Arcadia
- Santa Barbara County Fair, Santa Maria
- Shalimar Sports Center, Indio
- Sports Pavilion, Lake Perris
- Sports Pavilion, Victorville
- Sycuan Casino, El Cajon
- Commerce Casino, City of Commerce
- Viejas Casino, Alpine

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

Pacific Racing Association/Golden Gate Fields

October 19, 2011 through December 18, 2011

Out-of-State & International Imports - Full or Partial Card (Subject to Change)

| |
|----------------------------|
| OUT-OF-STATE TRACK |
| AQUEDUCT |
| BELMONT |
| CALDER RACECOURSE |
| CHURCHILL DOWNS |
| FAIRGROUNDS |
| FINGER LAKES |
| HAWTHORNE RACECOURSE |
| KEENELAND |
| LAUREL |
| MEADOWLANDS |
| PENN NATIONAL |
| PORTLAND MEADOWS |
| REMINGTON PARK |
| SUNLAND PARK |
| TAMPA BAY DOWNS |
| TURF PARADISE |
| TURFWAY PARK |
| ZIA PARK |
| INTERNATIONAL TRACK |
| WOODBINE |
| HASTINGS |
| SAN ISIDRO |
| MARONAS |

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

| | | |
|---------------------------|-----------------------------------|---------------------------------|
| Am West Entertainment | Fonner Park | Potawatomi Bingo Casino |
| Arapahoe Park | Freehold Racing | Portland Meadows |
| Arima Race Club | Gillespie County Fair | Prairie Meadows |
| Arlington Park | Greenetrack Greyhound | Premier Turf Club |
| Atlantic City Racecourse | Greyhound @ Post Falls | Presque Isle Downs |
| Atokad | Gulf Greyhound | Racebets |
| Balmoral Park | Global Wagering Solutions | Raceway Park |
| Bangor Raceway | Gulfstream Park | Racing2Day, LLC |
| Batavia | Harrington Raceway | Remington Park |
| Bettor Racing | Hawthorne Racecourse | Retama Park |
| Beulah Park | Hazel Park | Racing & Gaming Services |
| Birmingham Greyhound | Hoosier Park | River Downs Jockey Club |
| Bluffs Run Greyhound | Horseman's Park | Rockingham Park |
| Buffalo Raceway | Indiana Downs | Ruidoso Downs |
| Bwin International Ltd. | International Betting Assoc. Ltd. | Running Aces Harness |
| Calder Racecourse | Intermountain (Sandy Downs) | Sam Houston Park |
| Canterbury Park | Keeneland Association | Saratoga Raceway |
| Capital District OTB | Kentucky Downs | Scarborough Downs |
| Catskills OTB | Kentucky OTB | Scioto Downs |
| Charlestown Race Course | Lebanon Raceway | Seabrook Greyhound |
| Chester Downs | Les Bois (Treasure Valley) | Sol Mutuel |
| Churchill Downs | Lewiston OTB's | Southland Park |
| Club Hipica In Turf | Lein Games, LLC | Sportech Venue |
| Coeur d' Alene | Lone Star | Sports Creek Raceway |
| Colonial Downs | Louisiana Downs | State Fair (Lincoln Racecourse) |
| Columbus Raceway | LVDC (NV) | Suffolk Downs |
| Connecticut OTB | Magna Bet | Sun Gaming of NM |
| Corpus Christi Greyhound | Maronas (South America) | Sunland Park |
| Cypress Bayou OTB | Maryland Jockey Club | Tampa Bay Downs |
| Delaware Park | Maywood | Taunton |
| Delta Downs | Meadowlands | The Downs at Albuquerque |
| Dover Downs | Meadows The | Thistledown |
| eBet Technology | Millers OTB | Tioga Downs |
| Elite Turf Club | Mobile Greyhound | Tri-State GH (Mardi Gras) |
| Ellis Park | Monmouth Park | Turf Paradise |
| Emerald Downs | Montana OTB | Turfway Park |
| European Wagering Service | Monticello Raceway | TVG Network |
| Evangeline Downs | Mt. Pleasant Meadows | Twin River Greyhound |
| Fair Grounds | Mountaineer Park | TwinSpires |
| Fair Meadows | Nassau Regional OTB | Venezuela OTB |
| Finger Lakes | Nevada Pari-Mutuel Assoc. | Vernon Downs |
| | New Jersey Casino Assoc. | Western OTB |
| | Newport Jai Alai | Wheeling Downs |
| | NJ Mobile | Will Rogers Downs |
| | Northfield Park | XpressBet, Inc. |
| | Northville Downs | Yavapia Downs |
| | NYRA | Yonkers Raceway |
| | Oaklawn | Zia Park |
| | Ocean Downs | |
| | Panama | Separate Pools: |
| | PARX Racing (Philadelphia Park) | Camarero |
| | Penn National Race Course | Jamaica |
| | Peru | MIR Brooks (Caliente) |
| | Phumelela Gold International | |
| | Plainridge Racecourse | |
| | Pocono Downs and OTB | |

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":

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 |
| See 8D above. | TBD | |

- 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":

QUARTER HORSE SIMULCAST RACES TO BE IMPORTED

| | | |
|--------------------|-------------------|---|
| Name of Host Track | Race Dates | Full Card or Selected Feature and/or Stakes Races |
| Los Alamitos | Per CHRB calendar | Full Card |

- 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":

HARNESS SIMULCAST RACES TO BE IMPORTED

| | | |
|--------------------|-------------------|---|
| Name of Host Track | Race Dates | Full Card or Selected Feature and/or Stakes Races |
| Cal Expo Harness | Per CHRB calendar | Full Card |

- 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 horse racing meeting. Include the name of the host track, the dates imported races will be held, and how many races will be imported:

OTHER BREED SIMULCAST RACES TO BE IMPORTED

| | | | |
|--------------------|----------------|------------|--------------------------------|
| Name of Host Track | Breed of Horse | Race Dates | Number of Races to be Imported |
| None | | | |

- 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 Sections 19596.2 and 19596.3, attach a copy showing the agreement by the appropriate racing association(s). **Not applicable.**

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, 19596.3, 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.)

10. 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: Pacific Racing Association is agent for distribution.
- B. Names and addresses of the trustees or directors of the distributing agent: Pacific Racing Association will act as its own distributing agent.
- C. Dates the association will conduct races as charity racing days OR:
- 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).

11. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

- A. Racing officials nominated:

| | |
|-----------------------------|--|
| Association Veterinarian(s) | Sara Sporer, D.V.M (Track Veterinarian) Forrest Franklin, D.V.M. (CHRB Veterinarian) Diane Isbell, D.V.M. (Examining Veterinarian) |
| Clerk of Scales | Ken Sjordal |
| Assistant Clerk of Scales | Ross Allardyce |
| Clerk of the Course | Tina Walker-Bryant |
| Film Specialist | Ella Robinson |
| Horse Identifier | Patrick Kealy |
| Horseshoe Inspector | Butch Fyllingness |
| Paddock Judge | Linda Anderson |
| Patrol Judge/Steward's Aide | Tammy McDuffie-Morris |
| Patrol Judge | Joshua Wyatt |
| Placing Judges | Ella Robinson & Steve Martinelli |
| Starter | Todd Stephens |
| Timer | Richard Somers |

- B. Management officials in the racing department:

| | |
|-------------------------------------|-----------------------|
| Director of Racing | Sean Greely |
| Racing Secretary | Sean Greely |
| Assistant Racing Secretary | C. Gregory Brent, Jr. |
| Associate Racing Secretary | David Jerkens |
| Paymaster of Purses | Patricia Prospero |
| Others (identify by name and title) | |
| Main Track Superintendent | Juan Meza |
| Turf Track Superintendent | Calvin Rainey |
| Price Maker | Richard Somers |
| Stable Superintendent | Carrie Fawcett |

- C. Name, address and telephone number of the reporter employed to record and prepare transcripts of hearings conducted by the stewards: Christine Niccoli
Niccoli Reporting Service, 619 Pilgrim Drive, Foster City, CA 94404-1707, (650) 573-9339
- 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 Corp., USA, Bill O'Brien, Expires: December 31, 2011
- E. Photo patrol video equipment to be used to record all races, name of the person supplying the service, and expiration date of the service contract. Specify the number and location of cameras for dirt and turf tracks.
Pegasus Communications, Inc, Jim Porep, Jr., System maintained in house, Equipment contract expires: March 5, 2013
- 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 timer is installed and maintained by on-site staff.

12. SECURITY CONTROLS

- A. Name and title of the person responsible for security controls on the premises. Include an organizational chart of the security department and a list of the names of security personnel and contact telephone numbers.
T.W. Johnson, Security Manager is responsible for security on site.
Security Department organizational chart is attached.
Security Department phone number (510) 559-7370
Stable Security phone number (510) 559-7533
T.W. Johnson cell phone number (510) 418-3161
- B. Estimated number of security guards, gatemen, patrolmen or others to be engaged in security tasks on a regular full-time basis: 29
1. Attach a written plan for enhanced security for graded/stakes races, and races of \$100,000 or more, to include the number of security guards in the restricted areas during a 24-hour period and a plan for detention barns. Attached
 2. Detention Barns:
 - A. Attach a plan for use of graded stakes or overnight races.
6 hour surveillance prior to race in Graded Stakes with purses of \$100,000 or over
24 hour surveillance in detention barn for Trainers with high-test results and repeat offenders
 - B. Number of security guards in the detention barn area during a 24-hour period.
Four Security Guards
- C. Describe number and location of surveillance cameras in detention barn area.
Attached

Attachment to Golden Gate Fields License Application
11 (E):

Track Camera Equipment:

There are a total of seven (7) cameras placed at the following strategic locations around the race track:

7/8 Pole

3/8 Pole

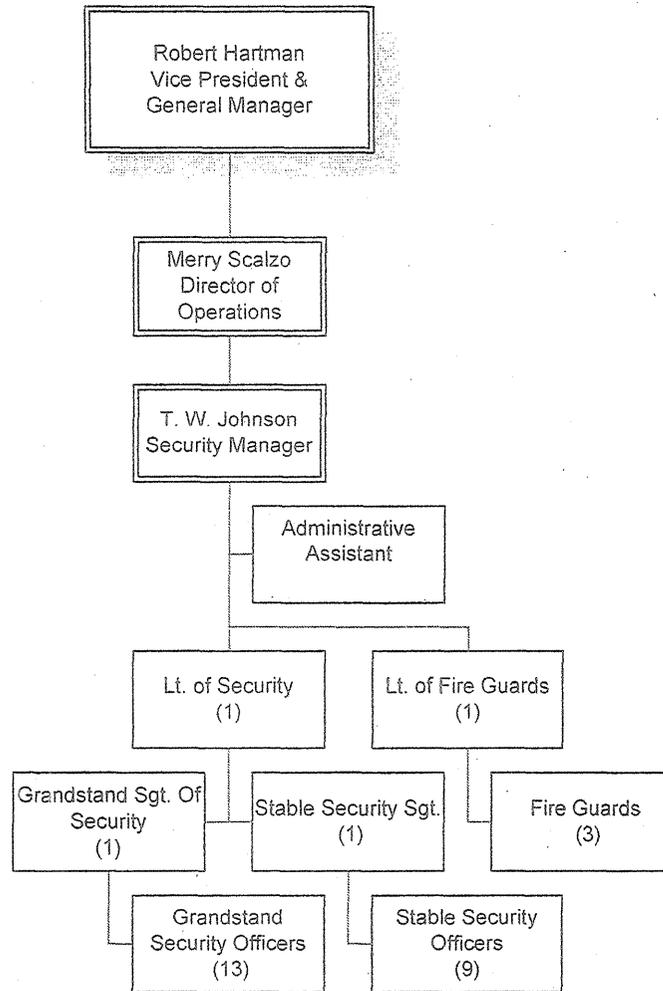
1/4 Pole

Paddock

Starting Gate

(2) Pan Cameras on Roof

GOLDEN GATE FIELDS
SECURITY DEPARTMENT ORGANIZATIONAL CHART
ATTACHMENT 12A



Attachment to Golden Gate Fields License Application
12B (1) and 12B (2):

SECURITY CONTROLS

Graded Stakes and Races of \$100,000 or more

The following procedures have been put in place at Los Angeles Turf Club / Golden Gate Fields to ensure that proper security surveillance guidelines for races of \$100,000 or more are followed:

- Carrie Fawcett, Stable Superintendent, provides a list of starters to T. W. Johnson, Director of Security which includes the following information:
 1. Name of horse
 2. Name of trainer
 3. Barn number
 4. Stall number
- Supplemental security staff, provided by a licensed security contractor and licensed by the CHRB, are called in the morning of the race to meet with the Director of Security for the following instruction:
 - A. An overview of the race track operating procedures
 - B. A briefing of their duties throughout the day
 - C. All guards are asked to sign out for their specific video camera
 - D. A form is provided by the CHRB to each guard which is to be signed by the attending veterinarian when administering medication to bleeders.
 - E. Each guard is given a video camera to record ALL activities involving individuals entering and exiting their assigned stall. Instruction is given to first record the posted number on the stall to confirm that the camera is directed at the assigned horse.
 - F. Instruction is given to monitor any and all suspicious activity and to contact the Director of Security if and when suspicious activity occurs.
 - G. Guards are instructed to position themselves as close to the horse's stall without jeopardizing safety.
 - H. The horse and handler will be followed on foot by each guard to the receiving barn before the race.
 - I. After all horses are safely in the receiving barn, the guards are instructed to meet in the Security office with the Director of Security. The guards sign that they have returned their video camera and participate in a discussion of the day's surveillance activities.
- Surveillance videotapes are saved until all test results have received a negative result.

Attachment to Golden Gate Fields License Application
12B (2) and 12C (1):

Detention Barn Surveillance:

Barn #44 contains 27 stalls and is utilized as our Transit and Detention Barn. The surveillance system in place contains cameras strategically placed to monitor entrances and exits along with a camera monitoring each stall.

The camera equipment is connected to a digital recording system which is kept in a secured area with a power back-up in place.

Stable Gate Surveillance:

Cameras are strategically placed to monitor all activities at the Main Stable Gate and the Horsemen Walk-In Gate.

3. TCO2 Testing:

A. Number of races to be tested, and number of horses entered in each race to be tested.
Will follow CHRB staff directives.

B. Plan for enhanced surveillance for trainers with high-test results.
Contractual obligations with TOC, CTT, and CHRB directives will be followed.

C. Plan for detention barns for repeat offenders.
In compliance with our Race Meet Agreement with TOC and at the direction of the CHRB.

D. Number of security personnel assigned to the TCO2 program.
As needed per the advice of CHRB staff.

C. Describe the electronic security system:

1. Location and number of video surveillance cameras for the detention barn and stable gate.
Attached

D. For night racing associations. Describe emergency lighting system: Not Applicable.

13. EMERGENCY SERVICES

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

Brad Winding Turf Rescue, LLC, 19615 Barclay Road, Castro Valley, CA 94546,
(510) 581-8470

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

Pleasanton – American Medical Response, 640-143rd Ave., San Leandro, CA 94577, 510-895-7600

C. Describe the on-track first aid facility, including equipment and medical staffing: Attached

D. Name and emergency telephone number of the licensed physician on duty during the race meeting:
(If quarter horse racing association see D(1):

Dr. David Seftel

Office Number: 510-559-7375, Cell Number: 650-520-6204

1. Name address and emergency telephone number of hospital located within 1.5 miles of the racetrack, which whom an agreement is in place to provide emergency medical services:

N/A

E. Name, address and emergency telephone number of the hospital to be used for admittance and treatment of emergency injuries in the event of an on-track injury to a jockey:

Alta Bates Summit Medical Center, 2450 Ashby, Berkeley, CA 94705 (510) 204-4444

F. Attach, in English and Spanish, the emergency medical plan procedures that will be posted in each jockey's room to be used in the event of an on-track injury to a jockey: Attached.

G. Name of health and safety manager and assistant manager responsible for compliance of health and safety provisions pursuant to B& P Code 19481.3(d):

Roy Roenbeck, Director of Safety and Compliance

Calvin Rainey, Assistant General Manager, serves as Assistant Safety Manager.



GOLDEN GATE FIELDS

Description of GGF Medical Clinic (Live Racing)

Services (Mission)

- Pre-race examinations on jockeys;
- Preventive & curative medical services for jockeys;
- Urgent care facility for jockeys;
- Assist CHRB in assessment of any impaired individuals.

Staffing

- Physician Medical Director (“Track Physician”).

Equipment

- Advanced cardiac life support (ACLS) equipment;
- 12-Lead EKG;
- Lung function testing equipment;
- Ultrasound (for internal organ injury assessment);
- Blood work & hematology supplies & equipment;
- Basic surgical care supplies & equipment.

Availability

- One-hour before first posted race until one-to-two hours following last posted race;
- Extended hours for necessary follow-up care and/or upon request from track management or CHRB.

EMERGENCY MEDICAL PROCEDURES FOR ON-TRACK INJURY TO JOCKEYS

"FIRST RESPONSE"

- In the event of an accident, the Stewards and/or Outriders shall immediately contact the Track Physician ("Jockey Down") using Radio Channel #7 (*or the accident may very well be witnessed directly by the Track Physician*);
- The on-track GGF Human Ambulance (manned by GGF-contracted EMTs) and the Track Physician (transported via the GGF "chase" or "Vet" truck) shall respond immediately to the site of the accident;
- The attending medical professionals shall arrive equipped with advanced cardiac life support (ACLS) and other necessary acute medical treatment equipment & supplies;
- An "on-site evaluation" of injuries to the jockey(s) shall be made by the Track Physician.



"ON-SITE EVALUATION"

- Based on the Track Physician's "on-site evaluation" of injuries, a decision shall be made to either treat the injured jockey(s) on-site or to request emergency medical transport for off-site treatment at a hospital trauma center;
 - If on-site treatment is deemed sufficient, the GGF Human Ambulance shall transport the injured jockey(s) directly to the GGF Medical Clinic; or,
 - If off-site treatment is deemed necessary, "911" shall be used to summon a City of Albany Fire Dept. ambulance (*a Fire Dept. truck shall also respond*).



"INJURY TREATMENT"

- If the injured jockey(s) is treated at the GGF Medical Clinic, the Track Physician shall be the primary care provider unless (or until) the Track Physician surrenders custody of the patient based on his/her medical judgment;
- If the City of Albany Fire Dept. ambulance is summoned to respond, the injured jockey(s) shall be transferred to this ambulance (*accompanied by the Track Physician*) at either of the two following locations for transport to a local hospital;
 - If the injuries are deemed less severe, the jockey will be transported by the GGF Human Ambulance to an off-track location for pick-up by the City of Albany Fire Dept. ambulance; or,
 - If the injuries are deemed severe and the jockey(s) cannot be moved, the City of Albany Fire Dept. ambulance will be escorted by GGF security personnel directly onto the track for patient pickup.

In consultation with the Track Physician, an "Accident/Injury Investigation Report" must be completed by track management following completion of the above-noted procedures.

(REV 1.0, JUNE 2007)



PROCEDIMIENTOS MÉDICOS EN EMERGENCIAS PARA LESIONES DE JOCKEYS EN LA PISTA

"PRIMERA RESPUESTA"

- En caso de accidente, los comisarios y/o escoltas deberán contactar inmediatamente al Médico de Pista ("Jockey Abajo") usando el canal de radio n°7 (*salvo que el Médico de Pista sea testigo directo del accidente*);
- La Ambulancia para Humanos de GGF (con personal de emergencias médicas contratado por GGF) y el Médico de Pista (transportado a través del camión de "chase" o "Vet" de GGF) deberá acudir en forma inmediata al lugar del accidente;
- Los médicos que asistan deberán estar equipados con soporte vital cardíaco avanzado (ACLS) y otros equipos y elementos necesarios para el tratamiento médico;
- El Médico de Pista hará una "evaluación en el lugar" de las lesiones del jockey.



"EVALUACIÓN EN EL LUGAR"

- En base a la "evaluación en el lugar" de lesiones por parte del Médico de Pista, se tomará una decisión acerca de si tratar al jockey lesionado en el lugar o pedir transporte de emergencia médica para un tratamiento en un hospital o centro de salud;
 - Si se considera suficiente el tratamiento en el lugar, la Ambulancia para Humanos de GGF trasladará al jockey lesionado directamente a la Clínica Médica de GGF; o,
 - Si se considera necesario un tratamiento fuera del lugar, se usará el "911" para pedir una ambulancia del Departamento de Bomberos de la Ciudad de Albany (*un camión del Departamento de Bomberos también acudirá*).



"TRATAMIENTO DE LA LESIÓN"

- Si el jockey lesionado recibe tratamiento en la Clínica Médica de GGF, el Médico de Pista será el que proporcione atención primaria a menos que (o hasta que) el Médico de Pista dé de alta al paciente en base a su juicio médico;
- Si se requiere que acuda la ambulancia del Departamento de Bomberos de la Ciudad de Albany, el jockey lesionado será transferido a esta ambulancia (*acompañado por el Médico de Pista*) en cualquiera de los siguientes lugares para luego ser trasladado a un hospital local;
 - Si se considera que las lesiones son menos severas, el jockey será trasladado por la Ambulancia Humana de GGF a una ubicación fuera de la pista para ser recogido por la ambulancia del Departamento de Bomberos de la Ciudad de Albany; o,
 - Si se considera que las lesiones son severas y no puede moverse al jockey, la ambulancia del Departamento de Bomberos Ciudad de Albany será conducida por el personal de seguridad de GGF directamente sobre la pista para recoger al paciente.

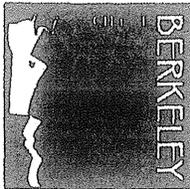
- H. Attach a fire clearance from the fire authority having jurisdiction over the premises.
Berkeley fire clearance valid through December 29, 2011. See attached.
Albany fire clearance valid through December 31, 2011. See attached.
- I. Name of the workers' compensation insurance carrier for the association and the number of the insurance policy (if self-insured, provide details): Twin City Fire Insurance Company, Policy # 41 WE BE1284
- J. 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 that secures the liability of the association for payment of workers' compensation. Workers' Compensation certificate of insurance is attached; valid through June 30, 2012.

NOTICE TO APPLICANT: Every licensee conducting a horse racing meeting shall pursuant to B&P Code 19481.3 maintain, staff, and supply an on-track first aid facility, that may be either permanent or mobile, and which shall be staffed and equipped as directed by the board. A qualified and licensed physician shall be on duty at all times during live racing, except that this provision shall not apply to any quarter horse racing at the racetrack if there is a hospital situated no more than 1.5 miles from the racetrack and the racetrack has an agreement with the hospital to provide emergency medical services to jockeys and riders. An ambulance licensed to operate on public highways provided by the track shall be available at all times during live racing and shall be staffed by two emergency medical technicians licensed in accordance with Division 2.5 (commencing with Section 1797) of the Health and Safety Code, one of whom may be an Emergency Medical Technician Paramedic, as defined in Section 1797.84 of the Health and Safety Code. (b) Each racing association and racing fair shall adopt and maintain an emergency medical plan detailing the procedures that shall be used in the event of an on-track injury. The plan shall be posted in each jockey room in English and Spanish. (c) Prior to every race meeting, the racing association or racing fair shall contact area hospitals to coordinate procedures for the rapid admittance and treatment of emergency injuries. (d) Each racing association or racing fair shall designate a health and safety manager and assistant manager, who shall be responsible for compliance with the provisions of this section and one of whom shall be on duty at all times when live racing is conducted. The health and safety manager may, at the discretion of the racing association, be the person designated to perform risk management duties on behalf of the association.

14. 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:

| | |
|----------------------|---|
| Tip Sheets | Jack's Blue Card, 127 Sun Avenue, Hayward, CA 94544 |
| Armored Car Services | Loomis Armored Car, P.O. Box 44196, San Francisco, CA 94144 |
| Track Physician | Dr. David Seftel, Conocen Corp., 20066 Austin Lane, Castro Valley, CA 94546 |
| Official Program | Del Mar Graphics, 1100 Eastshore Highway, Albany, CA 94706 |
| Jockey's Laundry | F. Lorene Dutton, Bailey's Mobile Laundry, 3263 Vineyard Ave., Pleasanton, CA 94566 |
| Starting Gate | Mike Costello, United Puett Starting Gate Co., P.O. Box 18, S. Salem, NY 10590 |
| Track Photographer | Bill Vassar, Vassar Photography, 1167 Sapphire Drive, Livermore, CA 94550 |



Department of Fire and Emergency Services
Division of Fire Prevention

Date: 30 December 2010

Merry Scalzo
Director of Operations
Golden Gate Fields
1100 Eastshore Highway
Albany, CA 94706
Phone (510) 559-7325
Fax (510) 559-7465

Subject: Fire & Life Safety Inspection – Golden Gate Fields - Stables

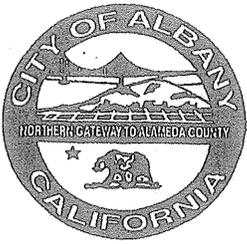
On December 29, 2010 the Berkeley Fire Prevention Division conducted an annual inspection of the Golden Gate Field Horse Stables. This inspection will be valid through December 29, 2011. Our fire life safety report indicates that there are no outstanding violations noted or corrections need to be made at this time.

Should you have any questions regarding the annual inspection please call my office (510.981-5582) at your convenience.

Thank you for your time and I look forward to speaking with you in the near future.

A handwritten signature in black ink, appearing to read "Stan Fernandez". The signature is fluid and cursive, with a large initial "S" and "F".

Stan Fernandez
Fire Inspector / Investigator



City of Albany

1000 SAN PABLO AVE. ◦ ALBANY, CALIF. 94706 ◦ TELEPHONE (510) 528-5775 ◦ FAX (510) 528-5774

FIRE DEPARTMENT
FIRE PREVENTION BUREAU

13 May 2011

Calvin Rainey
Vice-President and Assistant General Manager
Golden Gate Fields
1100 Eastshore Highway
Albany, CA 94706

Dear Mr. Rainey,

The Albany Fire Prevention Bureau conducted a Fire and Life Safety inspection under the Fire Prevention Code, NFPA 1, and the Fundamental Requirements listed in the *Life Safety Code*, NFPA 101, Chapter 2, the 2010 California Fire Code and California Code of Regulations, on April 27 and May 1, 2011. Most areas of Golden Gate Fields Race Track, within the jurisdiction of the Albany Fire Department have been inspected. Areas include the Administration Offices, kitchens, public areas and non-public areas of the Club House & Turf Club, public areas and non-public areas of A & B Decks, snack shops on all levels, underground level and Jockeys building. The Corporation Yard and the Equine Hospital will have their inspection completed soon.

GENERAL

These buildings are in good condition. Housekeeping in the public and non-public areas are well maintained, fire extinguishers, exit/panic hardware, egress doors are in operational condition. Multiple exit signs and emergency illumination devices need batteries replaced to remain in operational condition. All Fire & Life Safety general requirements are being maintained.

Letter of Correction Notices for GGF Main Building – Administration Offices, kitchens, public areas and non-public areas of the Club House & Turf Club, public areas and non-public areas of A & B Decks, snack shops on all levels, underground level, Jockeys building, Corporation Yard and the Equine Hospital shall follow under separate cover.

Conditional Fire Clearance

Conditional fire clearance is granted to Golden Gate Fields/ Pacific Racing Association for the

June 13, 2011 – December 31, 2011. During the course of the June 2011 – December 2011 Racing Season, the Albany Fire Prevention Bureau will conduct periodic Fire & Life Safety Inspections. If a flagrant Fire or Life Safety violation is discovered during GGF's June 2, 2011 – December 18, 2011 racing season, their fire clearance shall be revoked.

If you have any questions, please do not hesitate to contact me at (510) 528-5775.

Sincerely,



Brian J. Crudo
Battalion Chief/Fire Marshal

cc: Ed Tubbs, Fire Chief
Colleen Germek, C.H.R.B.
Peter Tunney, Executive Vice-President, GGF
Robert Hartman, General Manager, GGF
Merry Scalzo, Director of Operations, GGF
Roy Roenbeck, Director of Safety and Compliance, GGF

Ref. No. 320006384699

CERTIFICATE OF INSURANCE

Aon Reed Stenhouse Inc.
 20 Bay Street
 Toronto ON M5J 2N9
 tel 416-868-5500 fax 416-868-5580

Re: Evidence of Insurance

California Horse Racing Board
Attention : Insurance Department
 1010 Hurley Way
 Sacramento, CA 95825
 USA

Insurance as described herein has been arranged on behalf of the Insured named herein under the following policy(ies) and as more fully described by the terms, conditions, exclusions and provisions contained in the said policy(ies) and any endorsements attached thereto.

Insured

Pacific Racing Association dba Golden Gate Fields
 1100 Eastshore Highway
 Albany, CA 94706
 USA

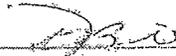
Coverage

| | | | |
|--|---|-----------------------------------|-------------|
| Commercial General Liability | Insurer | Zurich American Insurance Company | |
| Policy # | GLO 9302183-09 | | |
| Effective | 30-Jun-2011 | Expiry | 30-Jun-2012 |
| Limits of Liability | Bodily Injury & Property Damage, Each Occurrence USD2,000,000 Policy may be subject to a general aggregate and other aggregates where applicable | | |
| US Workers Comp/Employers Liability | Insurer | Twin City Fire Insurance Company | |
| Policy # | 41-WE BE1284 | | |
| Effective | 30-Jun-2011 | Expiry | 30-Jun-2012 |
| Limits of Liability | Bodily Injury - by Accident USD1,000,000 Bodily Injury - by Disease, policy limit USD1,000,000 Bodily Injury - by Disease, each employee USD1,000,000 Workers Compensation As per applicable Law | | |

THIS CERTIFICATE CONSTITUTES A STATEMENT OF THE FACTS AS OF THE DATE OF ISSUANCE AND ARE SO REPRESENTED AND WARRANTED ONLY TO THE INSURED. OTHER PERSONS RELYING ON THIS CERTIFICATE DO SO AT THEIR OWN RISK.

Aon Reed Stenhouse Inc.

Dated : 04-July-2011
 Issued By : Townsend, Tyler
 Tel : +14168685583



THE POLICY CONTAINS A CLAUSE THAT MAY LIMIT THE AMOUNT PAYABLE
 OR, IN THE CASE OF AUTOMOBILE INSURANCE,
THE POLICY CONTAINS A PARTIAL PAYMENT OF LOSS CLAUSE



15. ON-TRACK ATTENDANCE/FAN DEVELOPMENT

A. Describe any promotional plans: The tentative 2011 Fall promotional/giveaway schedule is listed below (subject to change):

October 20, 2011 – Opening Day

- Direct Mail Offer – Fans on GGF Mailing List will receive two complimentary Club House Admission Passes and Valet Parking.
- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

October 21, 2011

- Direct Mail Offer – Fans on GGF Mailing List will receive two complimentary Club House Admission Passes and Valet Parking.
- SIRS day at the races.

October 22, 2011

- Dogtoberfest (Benefit for the Humane Society), Dog Day at the Track where fans can bring their pre-registered dog to designated areas of the race track, Doggie costume parade, and Family Fun Day.

October 23, 2011

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

October 27, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

October 29, 2011

- Ghostly Gate Fields – Halloween Family Day with costume contest, pumpkin patch, pony rides, and bounce houses.

October 30, 2011

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

November 3, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

November 4, 2011 – Breeders' Cup

- Mutuel Voucher – Fans on GGF Mailing List will receive a complimentary \$5 voucher.

November 5, 2011 – Breeders' Cup

- Mutuel Voucher – Fans on GGF Mailing List will receive a complimentary \$5 voucher.

November 6, 2011

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.
- Toys-4-Tots drive where the United States Marine Corps assists GGF in collecting new toys for children in need. Patrons receive two Club House admission passes for every new toy donated.

November 10, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

November 11, 2011

- Chamber Day – GGF will host Chamber of Commerce groups from various cities in the Bay Area.

November 13, 2011

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

November 17, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.
- Red Hat day at the races.

November 19, 2011

- Food Drive to benefit local food banks.
- Rotary Day at the races.

November 20, 2011

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

November 24, 2011 - Thanksgiving

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

November 25, 2011

- Day on Us - Fans on GGF Mailing List will receive two Complimentary Turf Club Admission Passes, Valet Parking, Program and a Tip Sheet.

November 26, 2011

- Day on Us - Fans on GGF Mailing List will receive two Complimentary Turf Club Admission Passes, Valet Parking, Program and a Tip Sheet.

November 27, 2011

- Day on Us - Fans on GGF Mailing List will receive two Complimentary Turf Club Admission Passes, Valet Parking, Program and a Tip Sheet.
- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

December 1, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

December 4, 2011

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

December 8, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

December 9, 2011

- Day on Us - Fans on GGF Mailing List will receive two Complimentary Turf Club Admission Passes, Valet Parking, Program and a Tip Sheet.

December 10, 2011

- Day on Us - Fans on GGF Mailing List will receive two Complimentary Turf Club Admission Passes, Valet Parking, Program and a Tip Sheet.

December 11, 2011

- Day on Us - Fans on GGF Mailing List will receive two Complimentary Turf Club Admission Passes, Valet Parking, Program and a Tip Sheet.
- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

December 15, 2011

- Senior Thursday – Seniors 62 and Older will receive FREE Club House or FREE Grandstand Admission with a THOROUGHBREDS card.

December 18, 2011 – Closing Day

- NFL \$1 Day – Fans will receive \$1 General Admission, \$1 General Parking, \$1 Program, \$1 Hot Dog, \$1 Soda, and \$1 Beer. Fans can watch all football games from the NFL ticket in a designated NFL zone.

B. Number of hosts and hostesses employed for meeting:

- 3 Customer Service Representatives
- 5 Group Sales Representatives

C. Describe facilities set aside for new fans:

Customer Service – Our customer service center is open year round with trained customer service representatives to assist fans with general racing information, maintain our frequent fan club known as the THOROUGHBREDS, and assist with XpressBet sign ups and account maintenance.

Mutuel Newcomer Window - A specific Mutuel teller window has been created which includes a hand-selected Mutuel clerk trained in customer service.

Group Sales Contest Area – All group attendees can enter contests for prizes which creates a festive atmosphere where people can mingle and share their handicapping prowess.

D. Describe any improvements to the physical facility in advance of the meeting that directly benefit:

1. Horsemen

- Ongoing barn and roadway renovations in the barn area.
- Constructed groom/horsemen BBQ area in the barn area complete with picnic tables and BBQ facilities.

2. Fans

- Added 19 new televisions in the Top of the Stretch; 15 42” plasma televisions and four 50” plasma televisions.
- Added three 50” plasma televisions in the Club House wagering area, Club #2.
- This is the 3rd season for the popular area created in the Grandstand named the “End Zone” which features college football on Saturdays and NFL football on Sundays with new plasma televisions and refreshments served.

3. Facilities in the restricted areas: Equine Hospital

16. SCHEDULE OF CHARGES

A. Proposed charges, note any changes from the previous year:

| | |
|------------------------------|---|
| Admission (general) | \$6.00 – Bundled price includes free program |
| Admission (club house) | \$8.00 – Bundled price includes free program |
| Admission (turf club) | \$10.00 Weekdays – Bundled price includes free program |
| Admission (turf club) | \$15.00 Weekends/Holidays – Bundled price includes free program |
| Reserved seating (general) | N/A |
| Reserved seating (clubhouse) | \$3.00 (Free with Thoroughbreds card) |
| Parking (general) | \$4.00 |
| Parking (preferred) | \$8.00 |
| Parking (valet) | \$8.00 |
| Programs (on-track) | \$2.50 |
| (off-track) | \$2.50 |

Thoroughbred Club Members

Bundled Pricing includes free program

| | | | |
|--------------------|--------|-----------------------|--------|
| General Admission: | | Club House Admission: | |
| 1-10 Visits | \$5.00 | 1-10 Visits | \$6.00 |
| 11-20 Visits | \$4.00 | 11-20 Visits | \$5.00 |
| 21-30 Visits | \$3.00 | 21-30 Visits | \$4.00 |
| 31-40 Visits | \$2.00 | 31-40 Visits | \$3.00 |
| Over 40 Visits | \$1.00 | Over 40 Visits | \$2.00 |
| | | Reserved seating | Free |

Thoroughbred Club Prepaid Admission/Program Packages

TB Club Members can purchase a minimum of 30 Prepaid G/A admissions @ \$2.00 each
 TB Club Members can purchase a minimum of 15 Prepaid C/H admissions @ 4.00 each

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

| | |
|---|-------------|
| Turf Club – Full Season Single Membership | \$ 1,000.00 |
| Turf Club – Full Season Dual Membership | \$ 2,000.00 |
| Top of the Stretch – Full Season Membership | \$ 500.00 |
| Club House Box (4 seats, no admission) | \$ 450.00 |
| Club House Season Pass (Admission only) | \$ 400.00 |
| Grandstand Season Pass (Admission only) | \$ 200.00 |

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

17. JOCKEYS/DRIVERS' QUARTERS

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

| | | |
|--|---|--|
| <input checked="" type="checkbox"/> Corners (lockers and cubicles) | How many | <input type="text" value="23"/> |
| <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:
Fifteen by twenty foot room accessed from a community hallway. The room has a television and bed with an attached shower room, sink and toilet.

18. BACKSTRETCH EMPLOYEE HOUSING

- A. Inspection of backstretch housing has been requested and will be completed prior to the beginning of the race meeting.
- B. Number of rooms used for housing on the backstretch of the racetrack: 128
- C. Number of restrooms available on the backstretch of the racetrack:
18 with showers, 7 in office areas.
- D. Estimated ratio of restroom facilities to the number of backstretch personnel:
1 restroom for every 12 people.

19. TRACK SAFETY

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

| |
|-------|
| 5,280 |
|-------|

 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 and outer railings are metal gooseneck. Coverings are Rider Protection Rail by Horsemen's Track & Equipment, Inc. Approximate height of the top of the inner railing is 42 inches.
- C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474:
Juan Meza
- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474. 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. Not applicable.

20. 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.
CTT Agreement will be forwarded to the Board upon receipt.
TOC Agreement attached.
- 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). **Not applicable.**
- 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.

21. 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.

Robert Hartman
Print Name

[Signature]
Signature

General Manager
Print Title

7/14/11
Date

STAFF ANALYSIS
DISCUSSION AND ACTION BY THE BOARD REGARDING
THE REQUEST FROM THE LOS ALAMITOS RACE COURSE
AND PACIFIC COAST QUARTER HORSE RACING ASSOCIATION
TO SUSPEND THE USE OF CLENBUTEROL FOR QUARTER HORSE RACING AT
LOS ALAMITOS RACE COURSE FOR 12 MONTHS PURSUANT TO
THE PROVISIONS OF
CHRB RULE 1844.1, SUSPENSION OF AUTHORIZED MEDICATION

Regular Board Meeting
August 25, 2011

BACKGROUND

Business and Professions Code section 19420 provides that jurisdiction and supervision over meetings in this State where horse races with wagering on their results are held or conducted, and over all persons or things having to do with the operation of such meetings, is vested in the CHRB. Business and Professions Code section 19440 states the Board shall have all powers necessary and proper to enable it to carry out fully and effectually the purposes of this chapter. Responsibilities of the Board shall include adopting rules and regulations for the protection of the public and the control of horse racing and pari-mutuel wagering. Business and Professions Code section 19562 states the Board may prescribe rules, regulations and conditions consistent with the provisions of this chapter, under which all horse races with wagering on their results shall be conducted in this state. Business and Professions Code section 19580 states the Board shall adopt regulations to establish policies, guidelines, and penalties relating to equine medication in order to preserve and enhance the integrity of horse racing in the state. Business and Professions Code section 19581 provides that no substance of any kind shall be administered by any means to a horse after it has been entered to race in a horse race, unless the Board has, by regulation, specifically authorized the use of the substance and the quantity and composition thereof. Board Rule 1844.1 provides that the Board may temporarily suspend the authorized administration of a permitted drug, substance or medication after a public hearing has been noticed in accordance with Government Code section 11125(a). The temporary suspension may be for a race, breed, or race meeting, provided all horses in the same race compete under the same conditions. The Board shall notify in writing the racing association and the trainer's organization of any temporary suspension, as specified.

Board regulations prohibit the administration of any drug, substance or medication after entry time with a few specific exceptions. The exceptions were established after due consideration by the Board based on information available at the time the regulations were adopted. Scientific information and practical experience in managing the threshold levels for the exceptions change over time as unintended consequences become apparent. Clenbuterol in quarter horse racing is an example. Clenbuterol is a beta-2 agonist approved by the United States Food and Drug Administration (FDA) in equines as a bronchodilator.

The Board established threshold levels consistent with therapeutic use to treat small airway disease. Clenbuterol, like all beta-2 agonists, has an adrenergic effect on muscle somewhat similar to anabolic steroids. Only the Ventipulmin brand of Clenbuterol is approved by the FDA. Non-FDA approved Clenbuterol at extremely high concentrations is being used in quarter horse racing for the adrenergic effect. The CHRB has confiscated and otherwise obtained samples of this illicit formulation. Clenbuterol violations have occurred at levels unattainable with the FDA approved formulation at FDA approved dosages.

At its February 17, 2011 Regular Meeting, the Board heard from the Equine Medical Director that non-FDA approved Clenbuterol was becoming a problem in quarter horse racing, and that the American Quarter Horse Association, the Los Alamitos Racing Association and the Pacific Coast Quarter Horse Racing Association were considering asking racing jurisdictions to prohibit Clenbuterol in quarter horse racing. At that time the board initiated the process to adopt Rule 1844.1, which would allow it to temporarily suspend an authorized medication for horses entered to race. The rule was approved by the Office of Administrative Law and became effective July 21, 2011.

ANALYSIS

The Los Alamitos Race Course and the Pacific Coast Quarter Horse Racing Association requested that the CHRB consider enacting Rule 1844.1 to suspend the authorized administration of Clenbuterol to horses entered to race at the Los Alamitos Race Course for a period of 12 months effective October 14, 2011. The Equine Medical Director reports that since February 2011 there have been eight confirmed Clenbuterol violations, with one pending. The delay in the effective date of the suspension will allow time for any Clenbuterol that may have already been administered to a horse to "wash out" of its system.

RECOMMENDATION

This item is presented for Board discussion and action.

CALIFORNIA HORSE RACING BOARD
TITLE 4. CALIFORNIA CODE OF REGULATIONS
ARTICLE 15. VETERINARY PRACTICES
RULE 1844.1. SUSPENSION OF AUTHORIZED MEDICATION

Regular Board Meeting
August 25, 2011

1844.1 Suspension of Authorized Medication

(a) After a public meeting that has been noticed in accordance with Government Code section 11125(a), the Board may for any cause temporarily suspend the authorized administration to a horse entered to race of any drug, substance or medication that is otherwise permitted under Rule 1844, Authorized Medication.

(b) The temporary suspension of the authorized administration of a drug, substance or medication may be for a race, breed, or race meeting, provided all horses in the same race compete under the same conditions.

(c) The Board shall notify in writing the racing association and the trainer's organization of any temporary suspension of authorization to administer a drug, substance or medication to a horse entered to race. The written notification shall at minimum:

- (1) State the authorized medication whose use is temporarily suspended,
- (2) The period of time for which the use of the authorized medication is temporarily suspended, and
- (3) Whether the temporary suspension is for a specific breed or a race meeting.

(d) A suspension of authorization to administer a drug, substance or medication to a horse entered to race shall not exceed 12 months.

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

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



July 26, 2011

Dear Chairman Brackpool,

This organization along with Los Alamitos Race Course requests that the California Horse Racing Board, at its August 25th meeting, suspend the use of Clenbuterol for 12 months effective October 14, 2011. This suspension is requested under Rule 1844.1 for Quarter Horses racing at Los Alamitos.

If you have any questions feel free to contact either of us.

Los Alamitos Race Course

Pacific Coast Quarter Horse Racing Assoc.

Edward C. Alfred
Owner-Los Alamitos Race Course

Dominic Alessio
President

cc: Kirk Breed

STAFF ANALYSIS
DISCUSSION AND ACTION BY THE BOARD REGARDING THE
DISTRIBUTION OF RACE DAY CHARITY PROCEEDS OF
LOS ANGELES TURF CLUB IN THE
AMOUNT OF \$136,770 TO 29 BENEFICIARIES

Regular Board Meeting
August 25, 2011

BACKGROUND

Business and Professions Code section 19550 states the Board shall require each licensed racing association that conducts 14 or less weeks of racing to designate three racing days, and each licensed racing association that conducts more than 14 weeks of racing to designate five racing days during any one meeting, to be conducted as charity days by the licensee for the purpose of distribution of the net proceeds therefrom to beneficiaries through the distribution agent. No racing association shall be required to pay to a distributing agent for the purpose of distribution to beneficiaries more than an amount equal to two-tenths of one percent of the association's total on-track handle on live races conducted by the association at the meeting. Business and Professions Code section 19556 provides that the distributing agent shall make the distribution to beneficiaries qualified under this article. At least 20 percent of the distribution shall be made to charities associated with the horse racing industry. An additional five percent shall be paid to a welfare fund and another five percent shall be paid to a non-profit corporation, the primary purpose of which is to assist horsemen and backstretch personnel who are being affected adversely as a result of alcohol or substance abuse. In addition to the above distributions, a separate 20 percent shall be made to a nonprofit corporation or trust, the directors or trustees of which shall serve without compensation except for reimbursement for reasonable expenses, and which has as its sole purpose the accumulation of endowment funds, the income on which shall be distributed to qualified disabled jockeys.

ANALYSIS

Los Angeles Turf Club (LATC) is requesting approval to distribute race day charity proceeds generated at its December 26, 2010 through April 17, 2011 race meeting at Santa Anita. From the net race day charity proceeds LATC is proposing to distribute \$136,770. The list of organizations selected and amount to be distributed is listed on the attachment. Staff notes that approximately 78.8 percent of the proceeds will be given to horse racing related organizations.

RECOMMENDATION

This item is presented for Board discussion and action. Staff recommends the Board approve the charity race day distribution as presented.

CHRB Analysis
Los Angeles Turf Club 2010-2011 Charity Day Proceeds

| Nonprofit Organization | Background | Amount | Proposed Disbursement Percentage | Percentage Required by the Horse Racing Law (from the 2/10 of 1%) | Notes |
|--|------------------------------|----------------|----------------------------------|---|-------|
| Disabled Jockeys Fund | See Addendum to LATC Request | 27,570 | 20% | minimum of 20% | d |
| Race Track Chaplaincy of America | | 1,000 | 1% | | a |
| Southern California Equine Foundation | | 1,000 | 1% | | a |
| Winners Foundation | | 25,000 | 18% | minimum of 5% | c |
| Edwin J. Gregson Foundation | | 24,600 | 18% | | a |
| California Thoroughbred Foundation | | 1,000 | 1% | | a |
| California Thoroughbred Horsemen's Foundation | | 19,100 | 14% | minimum of 5% | b |
| CARMA | | 4,500 | 3% | | a |
| Holy Angels Church (Backside Permanent Deacon) | | 1,000 | 1% | | a |
| California Equine Retirement Foundation | | 1,000 | 1% | | a |
| United Pegasus Foundation | | 1,000 | 1% | | a |
| Traquility Farm | | 1,000 | 1% | | a |
| Total to Equine Related Charities | | 107,770 | 79% | minimum of 50% | |
| Arcadia Mounted Enforcement Team | | 2,000 | | | & |
| Methodist Hospital Foundation | | 4,000 | | | & |
| Santa Anita Family YMCA | | 1,000 | | | & |
| USC Norris Cancer Hospital for Andrew Kure Memorial Fund | | 4,000 | | | & |
| American Red Cross - Arcadia | | 1,000 | | | & |
| Arcadia Coordinating Council | | 1,000 | | | & |
| Arcadia Education Foundation | | 2,000 | | | & |
| Children's Hospital of Los Angeles | | 2,500 | | | & |
| Children of the Night | | 1,000 | | | & |
| Cystinosis Research Foundation | | 2,500 | | | & |

| | | | | | |
|--|--|----------------|--|--|---|
| Fairplex Child Development Center | | 1,000 | | | & |
| ICAN Associates | | 1,000 | | | & |
| Kids Community Dental Clinic | | 1,000 | | | & |
| La Salle High School Financial Aid Program | | 2,000 | | | & |
| Pacific Asian Community Services | | 1,000 | | | & |
| California Council on Problem Gambling | | 1,000 | | | & |
| Arcadia Meals on Wheels | | 1,000 | | | & |
| Total to Non-Equine Related | | 29,000 | | | |
| Total to 29 charities | | 136,770 | | | |

Notes:

| | | |
|---|--|---|
| a | | 20% to charities associated with the horse racing industry (BP 19556 (b)) |
| b | | 5% to welfare fund for backstretch personnel (BP 19556 (b)) |
| c | | 5% to nonprofit organization to assist horsemen and backstretch personnel affected by alcohol and substance abuse(BP 19556 (b)) |
| d | | 20% to nonprofit organization that benefits qualified disabled jockeys (BP 19556 (c) (1)) |
| e | | overall a minimum of 50% of the charity distribution should go to horse racing industry related nonprofit organizations. |
| & | | Other qualified charities |

ADDENDUM TO LOS ANGELES TURF CLUB, INCORPORATED
REQUEST FOR AUTHORITY TO DISTRIBUTE
2010-2011 CHARITY DAY PROCEEDS

California Equine Retirement Foundation, Inc. – CERF is an organization that has developed into a full-care ranch to provide a full range of services to former race horses in need of rehabilitation toward retirement or placement in to a new career. CERF maintains 75 plus horses ranging in age from one year to 35 years, each having specific needs to insure proper health and optimal fitness. Each horse has its own paddock where appropriate portions are placed in feeders in the morning and again in the late afternoon. During the day hay is placed in outside feeders for grazing while the horses are turned out. Periodic re-evaluations are made to determine if any changes are needed in any individual's dietary regime. This program provides horses with proper nutrition to maintain health, fitness and longevity.

California Thoroughbred Foundation – CTF is a 503(c)(3) nonprofit organization that provides multiple benefits to individuals involved in the Thoroughbred industry. These include scholarship programs for veterinary medicine students at UC, Davis and maintenance of the Carleton F. Burke Memorial Library.

California Thoroughbred Horsemen's Foundation – CTHF is a 501(c)(3) nonprofit foundation that provides assistance to the low income backstretch community occupied with the care of Thoroughbred race horses at California's major race tracks and fair circuits and CHRB recognized off-track training centers. The organization maintains three clinics throughout the state which see over 10,000 people each year, including numerous children who are prepared medically to return to school each year.

CARMA – The California Retirement Management Account is organized to raise money for retired California race horses. Their mission statement provides that they assist Thoroughbred retirement facilities that care for and retrain horses whose careers have ended after competing in California Thoroughbred races. Their services include tracking of retired California race horses and in working to find homes for retired equines. CARMA also manages a grant request process and distributes funds to qualified retirement facilities caring for such horses. CARMA is dedicated to the goal of providing funding for the rehabilitation, retraining and/or retirement of Thoroughbred horses that have raced in California.

Edwin Gregson Foundation – A nonprofit charitable foundation organized for the purpose of improving the lives of backstretch workers and their immediate family members at California race tracks. The organization provides backstretch workers with many educational programs, including "English as a second language," bible studies and provides numerous programs, including computer training programs at its recreation facility, computer games and various magazines in English and Spanish. It organizes family outings for the workers and their children, including trips to Magic Mountain in Valencia, California, Raging Waters, Galaxy soccer games, Dodger baseball games and excursions to the Long Beach Aquarium. The organization also maintains a recreational hall at Santa Anita Park for the benefit of the backside workers and their children.

Holy Angels Church (Backside Permanent Deacon) – This parish church is immediately adjacent to Santa Anita Park and is a place of worship for many of the backside workers and their families. In addition this parish provides the backside with a permanent deacon on-site to administer sacraments and counseling to the backside workers and their families who are predominantly of the Catholic faith. This donation helps to defray the costs incurred by the parish in administering this program.

Racetrack Chaplaincy of America (Southern California Council) – The Race Track Chaplaincy also administers to the spiritual, emotional and physical needs of the men, women and children of the race track's backstretch communities. The chaplaincy provides counseling for alcoholism and domestic violence situations, as well as support for those accused of crimes.

Southern California Equine Foundation, Inc. – SCEF is a nonprofit charitable organization providing hospital and equine ambulance services on the Southern California Thoroughbred racing circuit. Commonly known as the Equine Hospital, SCEF has a long history of service to the racing industry and the equine athlete. This is an organization “dedicated to the care of the injured horse.”

Tranquility Farm – This organization is a 501(c)(3) charity whose principal activity is to accept the donation of Thoroughbred horses from the race tracks and breeding farms and whose goal is to give such horses the best opportunity to find an adoptive home. For those Thoroughbreds that are not readily adoptable, the organization offers comfortable retirement wherever possible, giving priority to horses that were significant competitors or producers. Tranquility Farm requests, but does not require, that owners contribute sponsorship to help defray the costs of rehabilitation and retraining. No horse is denied acceptance at Tranquility Farm based upon its owner’s financial contribution.

United Pegasus Foundation – This is a 501(c)(3) charitable organization that aids the rescue of superannuated Thoroughbreds and provides care for such animals at its farm in Tehachapi, California. On occasion the organization purchases older horses at auction and acquires other Thoroughbreds at the request of owners and trainers. The retired Thoroughbreds are maintained in pleasant quarters and peaceful surroundings to live out the balance of their lives. This organization depends entirely upon donations for the purchase of food and other amenities required to maintain the Thoroughbreds.

Winners Foundation – The Winners Foundation provides confidential assistance on a one-to-one basis to employees and family members of California race tracks who are seeking help for alcohol, gambling and drug addiction. Each situation is geared to best support an individual’s desire to change his or her life for the better. The Foundation has developed a large referral base and maintains close relationships with community based services such as anonymous 12 step groups, city and county assistance agencies, detox centers, halfway houses and out-patient and in-patient hospital treatment programs. This service is provided to any employee or family member of anyone involved in the California Thoroughbred horse racing community, free of charge. This includes backstretch workers, as well as all employees of Del Mar, Fairplex, Golden Gate Fields, Hollywood Park, Oak Tree, Santa Anita and the California Association of Racing Fairs.

Permanently Disabled Jockeys’ Fund – This is a statutorily mandated distribution per Business and Professions Code Section 19556 (c). It provides support to disabled jockeys, as it name implies.

American Red Cross-Arcadia – The Arcadia branch of the nationally known and recognized American Red Cross aids victims of local disasters.

Arcadia Coordinating Council – Created to encourage the voluntary cooperation of organizations, agencies and individuals in the area to develop community responsibility for meeting the needs of the children and youth in Arcadia and neighborhoods nearby. This not-for-profit organization is comprised of individuals, all volunteers, from city and state government, civic welfare organizations, churches, service clubs, character building organizations and schools. It sponsors Campside Program, a program that seeks financial support from the community to enable deserving children to attend summer camp and to provide needed clothing for them.

Arcadia Educational Foundation – The Arcadia Educational Foundation is a nonprofit organization that was founded in 1981 by parents and community volunteers committed to preserving excellence in the Arcadia Unified School District. Over the past 30 years the Foundation has contributed in excess of \$7 million to items such as instructional materials, computers, science lab renovations, musical instruments, library media center improvements and the renovation of the high school athletic field. The organization provides \$25,000 in

teacher grants to add valuable equipment and instrumental aid in the classroom. The Foundation's main purpose is to raise funds for the district and it is the sole fundraiser for the Arcadia Unified School District. The Foundation is a qualified 501(c)(3) charitable organization.

Arcadia Meals on Wheels – Arcadia Meals on Wheels is a division of San Gabriel Valley YWCA. This organization provides assistance to the needy in the San Gabriel and Pomona Valleys. Each year they serve almost 6,000 older adults through case management and meals programs which help seniors to live independently in their own homes. In the past year the organization served 28,576 Asian style and 202,278 American style congregate meals, as well as 153,184 home delivered meals to older adults in the community.

Arcadia Mounted Enforcement Team – This organization was formed 14 years ago by the Arcadia Police Department in response to a request from the California Horse Racing Board for an increase in police presence on the backside of Santa Anita Park. The new unit made its debut at Santa Anita Park on Derby Day, 1997. The program includes members of the local police department and a group of Mounted Volunteers to assist the full-time officers. Six civilian volunteers and their horses were added to the program and were given classroom and field training in crowd control and security.

California Council on Problem Gambling – California Council on Problem Gambling is a nonprofit organization dedicated to support programs to assist problem gamblers and their families. At Santa Anita we encourage persons with gambling addictions to consult with this group.

Children's Hospital of Los Angeles – CHA has been recognized as one of the top ten medical facilities dedicated to caring for sick and disabled children and their families. Santa Anita Park has been a major contributor to this hospital since 1934 and has an honorary plaque dedicated to Santa Anita on its premises. The hospital's mission is to make a world of difference in the lives of children, adolescents and their families by integrating medical care, education and research to provide the highest quality care and service to the diverse Los Angeles community.

Children of the Night – Since 1979 Children of the Night has developed ground breaking programs for children ravaged by prostitution. The organization maintains a special home and on-site school, case management, recreation and a sports program for children who have no where else to turn for help. It maintains the most comprehensive program in North America, providing life saving and life changing services to children who have been forced to prostitute for food to eat and a place to sleep.

Cystinosis Research Foundation – This 501(c)(3) nonprofit organization raises funds dedicated entirely to research designed to find a cure for cystinosis, a rare disease affecting children at birth. The disease requires 24-hour, hour by hour treatment of children afflicted with the disease. All monies contributed to this organization are used for research only. No administrative expenses are deducted from funds raised. The organization is run totally by volunteers.

Fairplex Child Development Center – This section 501(c)(3) tax exempt organization contains a Child Development Center at Fairplex Park in partnership with the University of La Verne and continues to flourish and provide a high-quality learning environment where young children, their teachers and parents experience creative, hands on lessons day by day.

ICAN Associates – This tax exempt organization is dedicated to the prevention of child abuse. The organization is involved in many projects to assist children who are victims of abuse and neglect, including

work with prenatal substance exposed babies, family violence and its affects on children, child abduction, pregnant and parenting teens and reviews of child abuse fatalities.

Kids Community Dental Clinic – This organization provides dental treatment for children of low income families. The organization provides over 1,500 free dental screenings and fluoride treatments to children at ten different schools in the area.

La Salle High School Financial Aid Program – This nonprofit high school conducts a program to provide aid for families who cannot afford the school's tuition, thus giving underprivileged children the chance to participate at a private school of higher education.

Methodist Hospital Foundation – This tax exempt, nonprofit organization provides funds for the maintenance of Methodist Hospital of Southern California in Arcadia. The hospital depends entirely upon charitable support from individuals in the community to maintain its position as a leader in cancer services, cardiac care and other specialized medical services. This hospital provides a substantial benefit to Santa Anita Park by providing immediate emergency assistance to individuals injured on the premises, such as race track patrons, jockeys, backside personnel and employees.

Pacific Asian Community Services – This 501(c)(3) nonprofit community organization was established to enrich the lives of children and families through counseling and caring. It provides culturally sensitive and language specific services with expertise in the immigrant Asian Pacific islander populations. Many of its clients are refugees or immigrants who have suffered greatly to reach this country. It provides counseling services, educational services such as premarital counseling, marriage enrichment programs and parent education and generally is dedicated to improving members of the Asian Pacific community.

Santa Anita Family YMCA – The local branch of the nationally known and recognized Young Men's Christian Association provides facilities for health and recreation activities for members of the community.

USC Norris Cancer Hospital (Andrew Kure Memorial Fund) – Located in Los Angeles, the USC Norris Comprehensive Cancer Center is one of forty comprehensive cancer centers in a national network mandated by the National Cancer Act of 1971. USC Norris scientists and researchers advance the knowledge of cancer prevention, detection, diagnosis and treatment through programs involving basic research, clinical investigations and education. At USC Norris teams of physicians and researchers from various disciplines are working together to achieve a future without cancer.

RECEIVED
CHRB2011 JUL 21 PM 2:46
July 19, 2011

Frank De Marco, Jr., Esq.
Vice President, Regulatory Affairs and Secretary

California Horse Racing Board
1010 Hurley Way, Suite 300
Sacramento, California 95825

Re: Los Angeles Turf Club, Incorporated's Charity Days

Ladies/Gentlemen:

Los Angeles Turf Club, Incorporated, doing business as "Santa Anita Park," has determined the beneficiaries of proceeds from "Charity Days" races conducted at Santa Anita Park during its 2010-2011 winter meet from December 26, 2010 through April 17, 2011. The net proceeds from the "Charity Days" totaled \$136,770. Attached hereto is the list of the organizations selected to be the beneficiaries of the Charity Days proceeds and the amount to be distributed to each. Distributions will be made upon approval of the proposed amounts by the California Horse Racing Board.

Please note that approximately 78.8% of the distributions are to horse related charities.

Should you have any questions regarding the distributions or the matters set forth herein, please do not hesitate to contact the undersigned.

Very truly yours,

Frank De Marco, Jr.

FDM:mr

Enclosure

Los Angeles Turf Club, Incorporated
 Distribution of Charity Day Proceeds
 2010-2011 Meet
 December 26, 2010–April 17, 2011

| I. <u>Horse Related Charities–BP 19556(b) (20% minimum)</u> | <u>Amounts</u> | <u>Subtotals</u> |
|--|----------------|------------------|
| California Equine Retirement Foundation, Inc. | \$ 1,000 | |
| California Thoroughbred Foundation | 1,000 | |
| California Thoroughbred Horsemen's Foundation | 10,000 | |
| CARMA | 4,500 | |
| Edwin Gregson Foundation | 24,600 | |
| Holy Angels Church (Backside Permanent Deacon) | 1,000 | |
| Racetrack Chaplaincy of America (Southern California Council) | 1,000 | |
| Southern California Equine Foundation, Inc. | 1,000 | |
| Tranquility Farm | 1,000 | |
| United Pegasus Foundation | 1,000 | |
| Winners Foundation | 15,000 | \$ 61,100 |
| | | |
| II. <u>Welfare Fund for Backside Personnel–BP 19641(b) (5% minimum)</u> | | |
| California Thoroughbred Horsemen's Foundation | 9,100 | 9,100 |
| | | |
| III. <u>Fund for Substance or Alcohol Abuse–BP 19556(b) (5% minimum)</u> | | |
| Winners Foundation | 10,000 | 10,000 |

Los Angeles Turf Club, Incorporated
 Distribution of Charity Day Proceeds
 2010-2011 Meet
 December 26, 2010–April 17, 2011

| IV. <u>Disabled Jockeys Fund–BP 19556(c)</u> (20% minimum) | <u>Amounts</u> | <u>Subtotals</u> |
|--|----------------|------------------|
| Disabled Riders Endowment | 27,570 | 27,570 |
| | | |
| V. <u>Other Qualified Charities</u> | | |
| American Red Cross-Arcadia | \$ 1,000 | |
| Arcadia Coordinating Council | 1,000 | |
| Arcadia Education Foundation | 2,000 | |
| Arcadia Meals on Wheels | 1,000 | |
| Arcadia Mounted Enforcement Team | 2,000 | |
| California Council on Problem Gambling | 1,000 | |
| Children's Hospital of Los Angeles | 2,500 | |
| Children of the Night | 1,000 | |
| Cystinosis Research Foundation | 2,500 | |
| Fairplex Child Development Center | 1,000 | |
| ICAN Associates | 1,000 | |
| Kids Community Dental Clinic | 1,000 | |
| La Salle High School Financial Aid Program | 2,000 | |
| Methodist Hospital Foundation | 4,000 | |
| Pacific Asian Community Services | 1,000 | |

Los Angeles Turf Club, Incorporated
Distribution of Charity Day Proceeds
2010-2011 Meet
December 26, 2010 – April 17, 2011

| | <u>Amounts</u> | <u>Subtotals</u> |
|--|----------------|------------------|
| Santa Anita Family YMCA | 1,000 | |
| USC Norris Cancer Hospital (Andrew Kure Memorial Fund) | 4,000 | <u>29,000</u> |
| Total | | <u>\$136,770</u> |

STAFF ANALYSIS
DISCUSSION AND ACTION BY THE BOARD
ON THE NOMINATION OF MEMBERS TO THE
BOARD OF DIRECTORS OF THE
CALIFORNIA THOROUGHBRED HORSEMEN'S FOUNDATION, INC.

Regular Board Meeting
August 25, 2011

BACKGROUND

Business and Professions Code section 19440 provides that the Board shall have all powers necessary and proper for it to carry out the purposes of the Horse Racing Law. Business and Professions Code section 19641 states that any redistributable money in a pari-mutuel pool subject to payment to a claimant pursuant to section 19598, but not successfully claimed within that period, shall be paid as specified, and an estimated payment equal to 20 percent of the preceding year's unclaimed redistributable money shall be distributed to the welfare fund as specified. Board Rule 2049, Designation and Approval of Horsemen's Welfare Fund, sets forth the requirements for the establishment and designation of a charitable corporation to administer the horsemen's welfare fund for the benefit of horsemen. Rule 2049 requires that the charitable corporation have a minimum of five, and a maximum of nine directors who are subject to Board approval. At least 40 percent of the directors must have no financial interest in horse racing as a licensed horse owner, trainer, or assistant trainer. Additionally, they may not be current members of the horsemen's organization.

The California Thoroughbred Horsemen's Foundation (CTHF) is a self-administered charitable program dedicated to assisting financially needy backstretch workers and their primary dependents. The CTHF offers medical and dental care; prescriptions; eye testing and glasses; financial aid; social programs; free clothing and household items. The CTHF also provides services and support through the California Thoroughbred Trainers, the Winners Foundation and the Chaplaincy program. The CTHF is regulated by the CHRB and is funded principally through the receipt of unclaimed winning pari-mutuel ticket revenues. Additionally, donations and support are received from thoroughbred tracks, the Thoroughbred Owners of California and individual donors.

ANALYSIS

The CTHF has nominated four individuals for open board member positions. The four nominations will bring the CTHF board to a total of nine members, which is the maximum under the provisions of Rule 2049. In accordance with Rule 2049(a) the nominations have been submitted to the CHRB for approval.

The following individuals were nominated for a two-year term, which will expire on June 30, 2013:

Ken Smole, Licensed thoroughbred owner

Robert Hartman, Licensed thoroughbred official
George Nicholaw
Robert Bean, Licensed thoroughbred owner/trainer
John Garcia, Labor representative

RECOMMENDATION

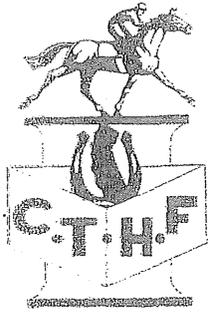
This item is presented for Board discussion and action.

Staff recommends the Board approve the nominations as submitted.

CALIFORNIA THOROUGHBRED HORSEMEN'S FOUNDATION, INC.

"Assisting Horsemen in Need" RECEIVED
CHRB

2011 JUL 21 PM 2:45



June 21, 2011

NOBLE THREEWITT
*President*KEN SMOLE
*Chair*RANDALL BROWNING, M.D.
*Vice Chair*MARY FORNEY
*Secretary**Board of Directors*ROBERT BEAN
RANDALL BROWNING, M.D.
MARY FORNEY
RICHARD GUTH, M.D.
ED HALPERN
DAVID NAFTZGER
GEORGE NICHOLAW
LYNDA ROSS
KEN SMOLE*Director Emeritus*LEONARD DORFMAN
NOBLE THREEWITTKEVIN BOLLING
*Executive Director*ROBERT FORGNONE
*Counsel*Kirk Breed
Executive Director
California Horse Racing Board
1010 Hurley Way, Suite 300
Sacramento, CA 95825

Dear Mr. Breed,

During the June Board of Directors' meeting of the California Thoroughbred Horsemen's Foundation, Inc., nominations were held for open board member positions. The following individuals were nominated for a two-year term, expiring June 30, 2013:

| | |
|-----------------|-------------------------------------|
| Ken Smole | Licensed Thoroughbred Owner |
| Robert Hartman | Licensed Thoroughbred Official |
| George Nicholaw | |
| Robert Bean | Licensed Thoroughbred Owner/Trainer |
| John Garcia | Labor Representative |

Pursuant to Rule 2049(a) of the California Horse Racing Board Rules and Regulations, the nominations are submitted to the CHRB for approval. These nominations bring the board to a total of nine members.

Please let me know if there is anything we can do to assist in the process. I look forward to hearing from you.

Sincerely,

Kevin Bolling
Executive Director